



City of Las Cruces®

PEOPLE HELPING PEOPLE

Council Action and Executive Summary

Item # 11Ordinance/Resolution# 16-247For Meeting of _____
(Ordinance First Reading Date)For Meeting of June 20, 2016
(Adoption Date)

Please check box that applies to this item:

 QUASI JUDICIAL LEGISLATIVE ADMINISTRATIVE

TITLE: A RESOLUTION AMENDING THE CITY'S FY2016 BUDGET AUTHORIZING THE EXPENDITURE OF CITY COUNCIL CONTINGENCY FUNDS TO SUPPLEMENT FUNDING TO MESILLA VALLEY COMMUNITY OF HOPE FOR HOMELESS VETERANS ACTIVITIES.

PURPOSE(S) OF ACTION:

Amend the FY2016 budget.

COUNCIL DISTRICT: N/A		
<u>Drafter/Staff Contact:</u> David Dollahon	<u>Department/Section:</u> Administration/Office of the City Manager	<u>Phone:</u> 541-2078
<u>City Manager Signature:</u>		

BACKGROUND / KEY ISSUES / CONTRIBUTING FACTORS:

The State of New Mexico has recently experienced tough economic times due to a reduction in royalties from oil and gas extractions due to lower gas and oil prices experienced nationwide as of late. This reduction in royalties has caused the New Mexico Legislature and Governor to adopt a FY2017 statewide budget that resulted in eliminated or reduced spending in many areas. One local, non-profit corporation, Mesilla Valley Community of Hope (MVCH), a homeless services provider, has received notice that one grant will not receive any funding in FY2017 and another grant was reduced by 10% for the same period. Both grants provide assistance to homeless veterans and their families through rental assistance and/or other supportive services.

First and specifically, the New Mexico Department of Veterans' Services (NMDVS) grant was eliminated outright by \$22,300.00 for FY2017 from FY2016. This NMDVS grant was used exclusively by MVCH to provide rental assistance to ensure that previously homeless veterans have access to or maintain housing that was previously provided. MVCH has raised approximately \$8,172.00 to offset this grant loss.

Second, the New Mexico Behavioral Health Collaborative/Optum Health (Optum), provides the Intervention and Supportive Services for Veteran Families (ISSVF) grant to MVCH that provides

(Continue on additional sheets as required)

rental assistance, mental health services, staff and other operating costs to assist homeless veterans and/or their families. For FY2017, Optum notified MVCH that their previous grant for ISSVF was being reduced to \$79,853.00, a \$8,873.00 reduction of their FY2016 grant amount of \$88,726.00.

Due to diligent use of City funds and specifically, the City Council's contingency funds, at the end of FY2016, the City Council is in the position to offset these grant short falls that total \$23,001.00, after the collection of private donations by MVCH. At the regular City Council meeting of June 6, 2016, the City Council, by consensus, asked staff to research and facilitate the use of their contingency funding to assist MVCH to continue their assistance to homeless veterans and their families. In order to provide these funds to MVCH, the City's FY2016 budget must be amended to provide the funds to MVCH. Further, as a condition of receiving these funds, MVCH will report the funds use to the Community Development Department, in keeping with City practices for other public service funding (i.e. Health Care and Community Development Block Grant (CDBG) public services funds).

SUPPORT INFORMATION:

1. Resolution.
2. Exhibit "A", Budget Adjustment.

SOURCE OF FUNDING:

Is this action already budgeted?	Yes	<input type="checkbox"/>	See fund summary below
	No	<input checked="" type="checkbox"/>	If No, then check one below:
	<i>Budget Adjustment Attached</i>	<input checked="" type="checkbox"/>	Expense reallocated from: Council A & G
		<input type="checkbox"/>	Proposed funding is from a new revenue source (i.e. grant; see details below)
	<input type="checkbox"/>	Proposed funding is from fund balance in the ____ Fund.	
Does this action create any revenue	Yes	<input type="checkbox"/>	Funds will be deposited into this fund: ____ in the amount of \$ ____ for FY ____.
	No	<input checked="" type="checkbox"/>	There is no new revenue generated by this action.

BUDGET NARRATIVE

N/A

FUND EXPENDITURE SUMMARY:

Fund Name(s)	Account Number(s)	Expenditure Proposed	Available Budgeted Funds in Current FY	Remaining Funds	Purpose for Remaining Funds
General	10100030-722190	\$23,001.00	\$23,001.00	\$0.00	N/A

*Pending Budget Adjustment

OPTIONS / ALTERNATIVES:

1. Vote "Yes"; this will amend the City's FY2016 budget and provide \$23,001.00 to MVCH to offset grant funding loss or reductions from the State of New Mexico to provide assistance to homeless veterans and their families.
2. Vote "No"; this will not amend the City's FY2016 budget nor provide \$23,001.00 to MVCH to offset grant funding loss or reductions from the State of New Mexico to provide assistance to homeless veterans and their families.
3. Vote "Amend"; this action amends the resolution as directed by City Council.
4. Vote to "Table"; this would require direction by City Council; however, this would hinder the City from providing the funds from the City's FY2016 budget due to the proximity of the end of the fiscal year (June 30, 2016).

REFERENCE INFORMATION:

N/A



City of Las Cruces[®]

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COUNCIL ACTION AND EXECUTIVE SUMMARY PACKET ROUTING SLIP

For Meeting of _____
 (Ordinance First Reading Date)

For Meeting of June 20, 2016
 (Adoption Date)

TITLE: A RESOLUTION AMENDING THE CITY'S FY2016 BUDGET AUTHORIZING THE EXPENDITURE OF CITY COUNCIL CONTINGENCY FUNDS TO SUPPLEMENT FUNDING TO MESILLA VALLEY COMMUNITY OF HOPE FOR HOMELESS VETERANS ACTIVITIES.

Purchasing Manager's Request to Contract (PMRC) {Required?} Yes No

DEPARTMENT	SIGNATURE	PHONE NO.	DATE
Drafter	<i>[Signature]</i>	541-2078	6/14/2016
Department Director			
Management & Budget Manager	<i>[Signature]</i>	541-2107	6/14/2016
Assistant City Manager /CAO	<i>[Signature]</i>	541-2078	6/14/2016
Assistant City Manager/COO	<i>[Signature]</i>	541-2271	6/15/16
City Attorney	<i>[Signature]</i>	EXT 2128	15 June 2016
City Clerk	<i>[Signature]</i>	x2115	15 June 2016

RESOLUTION NO. 16-247**A RESOLUTION AMENDING THE CITY'S FY2016 BUDGET AUTHORIZING THE EXPENDITURE OF CITY COUNCIL CONTINGENCY FUNDS TO SUPPLEMENT FUNDING TO MESILLA VALLEY COMMUNITY OF HOPE FOR HOMELESS VETERANS ACTIVITIES.**

The City Council is informed that:

WHEREAS, the State of New Mexico (State) has recently experienced tough economic times from the loss of anticipated oil and gas revenues due to lower gasoline prices throughout the State and this resulted in the New Mexico Legislature and Governor adopting a FY2017 budget that reduced planned spending for many activities; and

WHEREAS, Mesilla Valley Community of Hope (MVCH), a local, non-profit corporation that serves the homeless community, has been notified that due to the State's FY2017 reduced budget, they would not be receiving one grant that was previously worth \$22,300.00 from the New Mexico Department of Veteran Services that provided veteran's rental assistance; and

WHEREAS, due to contributions from members of the public and other private entities, MVCH has able to raise approximately \$8,172.00 of funds to offset this loss of grant funds from the State; and

WHEREAS, MVCH has also been notified that they would be receiving a reduced Intervention and Supportive Services for Veteran Families (ISSVF) grant award for FY2017 from the New Mexico Behavioral Health Collaborative/Optum Health of \$79,853.00, a reduction of \$8,873.00 from the FY2016 award of \$88,726.00, that MVCH uses to provide mental health services, rental assistance, staff, and other operating costs to assist veterans and their families; and

WHEREAS, the City, through diligent efforts to save funds, ample City Council

contingency funds are available to offset this combined \$23,001.00 grant shortfall to MVCH to implement their efforts to provide assistance to homeless veterans; and

WHEREAS, in order to provide funding to MVCH through the savings from the City Council contingency funding, the City's adopted FY2016 budget must be adjusted; and

WHEREAS, MVCH is in a position to report to the City, as part of its receipt of these funds, its use of these funds to ensure that the intended clients are receiving the necessary assistance to help reduce homelessness and maintain housing and other supportive assistance to our community's homeless veterans and/or their families.

NOW, THEREFORE, Be it resolved by the governing body of the City of Las Cruces:

(I)

THAT the City's FY2016 adopted budget is hereby amended, as shown in Exhibit "A", attached hereto and made part of this Resolution.

(II)

THAT MVCH will provide regular reports to the City's Community Development Department in keeping with its standards for the use of public service funds provided by the City's Health Care Fund.

(III)

THAT City staff is hereby authorized to do all deeds necessary in the accomplishment of the herein above.

DONE AND APPROVED this _____ day of _____ 20__.

APPROVED:

Mayor

ATTEST:

City Clerk

(SEAL)

VOTE:

Mayor Miyagishima: _____

Councillor Gandara: _____

Councillor Smith: _____

Councillor Pedroza: _____

Councillor Eakman: _____

Councillor Sorg: _____

Councillor Levatino: _____

Moved by: _____

Seconded by: _____

APPROVED AS TO FORM:



City Attorney

BUDGET ADJUSTMENT REQUEST (BAR)

170

<u>Department and Section</u>	<u>Permanent or Temporary</u>	EXHIBIT "A"	
Legislative	Temporary	<u>Council/Board Resolution No.</u>	

Justification for Request

Transfer funding to cover Community of Hope.

MUNIS Comment: Community of Hope

<u>Prepared by</u>	<u>Phone No.</u>	<u>FY to be Adjusted</u>	<u>Date</u>
Amber Vaughn	528-3228	FY 16	14-Jun

Fund	Org	Object	Project	Object Name	Increase \$	Decrease \$
1000	10100031	724190		TRAVEL GENERAL		300
1000	10100031	722194		PURCH SVC/SPECIAL PROGRAMS		2,000
1000	10100032	724190		TRAVEL GENERAL		600
1000	10100033	724190		TRAVEL GENERAL		2,000
1000	10100033	722194		PURCH SVC/SPECIAL PROGRAMS		2,000
1000	10100034	724190		TRAVEL GENERAL		1,000
1000	10100034	722194		PURCH SVC/SPECIAL PROGRAMS		6,000
1000	10100035	722194		PURCH SVC/SPECIAL PROGRAMS		500
1000	10100036	724190		TRAVEL GENERAL		1,000
1000	10100036	722194		PURCH SVC/SPECIAL PROGRAMS		1,283
1000	10100020	722190		PURCHASED SERVICES GENERAL		1,600
1000	10100020	730110		SUPPLIES GENERAL		900
1000	10100030	722190		PURCHASED SERVICES GENERAL	19,183	
Totals					\$19,183	\$19,183

<i>By signing, I verify balances and accounts are available in MUNIS.</i>			<i>For use by Administration and Office of Mgmt & Budget</i>		
<u>Administrator / Manager</u>		<u>Date</u>	<u>David Dollahon, ACM / CAO</u>		<u>Date</u>
<u>Director</u>		<u>Date</u>	<u>Loretta Reyes, Interim ACM / COO</u>		<u>Date</u>
For use by Office of Mgmt & Budget <i>Revised 5/05/2015</i>			<u>Daniel Avila, Interim City Manager</u>		<u>Date</u>
<u>Budget Adjustment Number</u>	<u>Posted By</u>	<u>Date</u>	<u>Budget and Grant Manager</u>		<u>Date</u>
Period:	JE#				