CITY OF LEXINGTON
COUNTY OF ANOKA
STATE OF MINNESOTA

RESOLUTION NO. 26-07

A RESOLUTION AUTHORIZING BUDGET AMENDMENTS AND PERMANENT FUND TRANSFER

WHEREAS, the City of Lexington is organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance/net assets, revenues and expenditures, or expenses, as appropriate; and,

WHEREAS, unexpected expenditures may require additional funds to be budgeted; and

WHEREAS, the needs of the City are such that unbudgeted expenses may require transfers between various funds of the City and due to these conditions, there are times when one fund will transfer funds to another fund; and,

WHEREAS, the City has entered into a Joint Powers Agreement with the City of Blaine to purchase filtered water; and said Agreement requires a payment for prior year water usage in the amount of $62,964.14 ; and

WHEREAS, the City has also entered into a Fire Services Protection Agreement with DBA Spring Lake Park - Blaine - Mounds View Fire Department (SBM), to ensure uninterrupted fire services; and said Agreement requires a capital contribution toward the acquisition of capital equipment, personal property, real property, and other related equipment in the amount of $700,000.00; and

WHEREAS, sufficient Lovell Fund monies are available to make a fund transfer to 730 – Water Fund to avoid a future deficit of said Fund, and

WHEREAS, sufficient Capital Fund monies are available to budget for the required Capital Contribution in Fund 310.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LEXINGTON, ANOKA COUNTY, STATE OF MINNESOTA, that the City Council authorizes the Finance Director to make a one-time permanent fund transfer of $62,964.14 from Fund 220 - Lovell Fund to Fund 730 – Water Fund to prevent a future deficit.

BE IT FURTHER RESOLVED BY THE CITY COUNCIL OF THE CITY OF LEXINGTON, ANOKA COUNTY, STATE OF MINNESOTA to approve the following budget adjustments and transfers:

Revenue Category	**Amount**
Transfer from Lovell Fund 730-39214	$62,964.14
Use of fund reserves - Lovell Fund 220-39900	$62,964.14
Use of fund reserves - Capital Fund 310-39900	$170,000.00

BE IT FURTHER RESOLVED BY THE CITY COUNCIL OF THE CITY OF LEXINGTON, ANOKA COUNTY, STATE OF MINNESOTA to approve the following expense increases and decreases:

Expenditure Category	**Amount**
Transfer to other funds - increase 220-49000-700	$62,964.14
Due to other governments - increase 730-21000	$62,964.14
Capital Expenditures – Fire - increase 310-42260-500	$700,000.00
Capital Expenditures – Motor vehicles - decrease 310-42260-550	$(530,000.00)

BE IT FURTHER RESOLVED BY THE CITY COUNCIL OF THE CITY OF LEXINGTON, ANOKA COUNTY, STATE OF MINNESOTA, that the City authorizes the Finance Director to make the necessary entries to record the above transactions and make the necessary payments to the City of Blaine and SBM Fire Department to satisfy both contracts.

PASSED and adopted by the Lexington City Council this 16th day of July, 2026.

Mike Murphy, Mayor

ATTEST:

Bill Petracek, City Administrator