

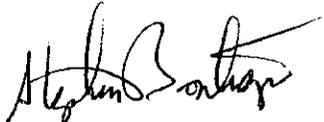
**CITY OF PEORIA, ARIZONA  
COUNCIL COMMUNICATION**

CC: 13C  
Amend No. \_\_\_\_\_

Date Prepared: May 5, 2008

Council Meeting Date: May 20, 2008

**TO:** Terrence L. Ellis, City Manager

**FROM:** Stephen L. Bontrager, Utilities Director 

**PREPARED BY:** Linda Bezy-Botma, Utilities Operations Manager 

**SUBJECT:** Approve the use of reserves and a budget transfer of \$100,000.00 for the payment of chemical costs at the Greenway Water Treatment Plant.

**RECOMMENDATION:**

That Mayor and Council approve the use of reserves and a budget transfer in the amount of \$100,000.00 from the Water Fund Contingency account 2050-2050-570000 to the Water Operating account – Greenway Water Treatment Plant account 2050-2060-530013 for chemical supplies.

**SUMMARY:**

This request is due to the increased chemical costs at the City's Greenway Water Treatment Plant. Chemical costs have risen due to price increases by manufacturers and suppliers, and an increase in chemical usage at the facility. Chemical usage has increased to treat the increased turbidity and total organic carbon in the water due to higher than anticipated winter rains and water run-off, specifically along the Verde River.

Staff recommends Mayor and Council approve the use of reserves and a budget transfer of \$100,000.00 for the payment of chemical costs at the Greenway Water Treatment Plant. These costs have been covered in the future with the distribution of line item funds included in the Fiscal Year 2009 budget and the expectation that the water quality will return to normal.

**CITY CLERK USE ONLY:**

- Consent Agenda
- Carry Over to Date: \_\_\_\_\_
- Approved
- Unfinished Business (Date heard previous: \_\_\_\_\_)
- New Business

ORD. # \_\_\_\_\_ RES. # \_\_\_\_\_  
LCON# \_\_\_\_\_ LIC. # \_\_\_\_\_  
Action Date: \_\_\_\_\_