
MEMORANDUM

TO: Mayor and City Council
FROM: Lucas Battani, Finance Director / Assistant City Administrator
DATE: September 28, 2026
RE: FY27 Beginning Year Transfers, as approved by Resolution No. 065 2025/2026

Dear Mayor and Council,

At the upcoming council meeting, staff will present a resolution authorizing beginning-of-year fund transfers for Fiscal Year 2026/2027. This memo briefly explains why we are presenting this resolution.

Background

On April 13, 2026, Council adopted the FY2026/2027 annual budget and the accompanying budgeted transfers worksheet by Resolution No. 065 (2025/2026). That worksheet authorized the full slate of interfund transfers planned for the fiscal year. At the start of each year, staff completes the recurring operational transfers first, then completes the remaining transfers later in the year as obligations come due.

Transfers Included

This resolution completes the beginning-of-year transfers, which move Local Option Sales Tax, Road Use Tax, and utility resources into the funds where they are budgeted to be used:

General Fund Support. Local Option Sales Tax transfers support the Police Officer/SRO position (\$200,000), the Communications Specialist position (\$70,000), Live Healthy Iowa (\$1,000), and Park & Rec scholarships (\$2,000).

Trails, Parks, and Public Arts. Local Option Sales Tax funds the Trail Maintenance program (\$25,000), the Harrington Park Project for new trails (\$75,000), and the Public Arts Commission Fund (\$2,000).

Equipment Revolving. Local Option Sales Tax and Road Use Tax fund equipment revolving accounts for the Streets (\$150,000 LOST plus \$200,000 RUT), Police (\$75,000), Fire (\$75,000), Library (\$30,000), Park & Rec (\$150,000), Cemetery (\$30,000), Administration (\$100,000), and Fieldhouse (\$20,000) departments for future purchases.

Utility Transfers. Water Utility transfers fund the 2012C Water Revenue Bond payment (\$189,150), the Water Equipment Revolving account (\$200,000), and the Water Plant Upgrade Reserve (\$200,000). The Wastewater Utility funds its Equipment Revolving account (\$75,000).

Important to Note

These transfers were contemplated and approved in the FY2026/2027 budget, do not increase the total amount authorized for transfers, and do not require a budget amendment. The remaining budgeted transfers, including the Trust & Agency benefit levy, debt service, and project-fund transfers, will be brought forward in separate resolutions later in the year. This resolution simply records the beginning-of-year transfers so the official record reflects how they were executed and provides a clear audit trail.

Please let me know if you have any questions before the meeting.

Sincerely,

A handwritten signature in blue ink, appearing to be 'LB' or 'L. Battani', written over a horizontal line.

LUCAS BATTANI, FINANCE DIRECTOR/ASSISTANT CITY ADMINISTRATOR
CITY OF NEVADA, IOWA

RESOLUTION NO. 032 (2026/2027)

A RESOLUTION APPROVING BEGINNING FISCAL YEAR 2026/2027 TRANSFERS

WHEREAS, the following beginning-year transfers were scheduled in the FY2026/2027 budget and need to be completed; and

FROM	TO	AMOUNT
Local Option Tax 121-910-6910	General Fund (Officer/SRO) 001-910-4830	\$200,000.00
Local Option Tax 121-910-6910	General Fund (Live Healthy IA) 001-910-4830	\$1,000.00
Local Option Tax 121-910-6910	General Fund (Scholarship for P&R) 001-910-4830	\$2,000.00
Local Option Tax 121-910-6910	General Fund (Comm Specialist) 001-910-4830	\$70,000.00
Local Option Tax 121-910-6910	Equipment Revolving – Streets 113-910-4830	\$150,000.00
Local Option Tax 121-910-6910	Trail Maintenance 181-910-4830	\$25,000.00
Local Option Tax 121-910-6910	Harrington Park Project (New Trails) 319-910-4830	\$75,000.00
Local Option Tax 121-910-6910	Public Arts Commission Fund 187-910-4830	\$2,000.00
Road Use Tax 110-910-6910	Equipment Revolving – Streets 113-910-4830	\$200,000.00
Water Utility 600-910-6910	2012C Bond, WT Revenue Bond 605-910-4830	\$189,150.00
Water Utility 600-910-6910	Water Equipment Revolving 607-910-4830	\$200,000.00
Water Utility 600-910-6910	WTR Plant Upgrade Reserve 602-910-4830	\$200,000.00
Wastewater Utility 610-910-6910	WWT Equipment Revolving 617-910-4830	\$75,000.00
Local Option Tax 121-910-6910	Equipment Revolving – Police 810-910-4830	\$75,000.00
Local Option Tax 121-910-6910	Equipment Revolving – Fire 810-910-4830	\$75,000.00
Local Option Tax 121-910-6910	Equipment Revolving – Library 810-910-4830	\$30,000.00
Local Option Tax 121-910-6910	Equipment Revolving – Park & Rec 810-910-4830	\$150,000.00
Local Option Tax 121-910-6910	Equipment Revolving – Cemetery 810-910-4830	\$30,000.00
Local Option Tax 121-910-6910	Equipment Revolving – Administration 810-910-4830	\$100,000.00

FROM	TO	AMOUNT
Local Option Tax 121-910-6910	Fieldhouse Equipment Revolving 810-910-4830	\$20,000.00
TOTAL		\$1,869,150.00

WHEREAS, it is necessary to complete some of the budgeted beginning year transfers for FY2026/2027; and

WHEREAS, the Nevada City Council approved the FY27 budgeted beginning year transfers on April 13, 2026, per Resolution No. 065 (2025/2026); and

WHEREAS, the approved budgeted transfers above need to be transferred at this time, and the remaining transfers are to be completed at a later date; and

NOW, THEREFORE, BE IT RESOLVED, that the City Council authorizes the completion of these budgeted transfers on April 13, 2026, as scheduled for fiscal year 2026/2027 per Resolution No. 065 (2025/2026); and that the beginning-year transfers are needed; and that this resolution be made a part of the official record providing documentation and an audit trail of the transfers.

Passed and approved this 28th day of September, 2026.

Ryan Condon, Mayor

Attest:

Erin Mousel, City Clerk