



REQUEST FOR BUDGET ADJUSTMENT

REQUESTER NAME & TITLE: Ryan DeVore, Assistant City Manager FISCAL YEAR: FY2022-23
 PREPARER NAME & TITLE: Scott Pettingell, Assistant Finance Director COUNCIL DATE (if applicable): 5/17/2023
 DEPARTMENT/DIVISION: City Manager ORDINANCE: _____

EXPENDITURES/EXPENSES/TRANSFERS OUT

ACCOUNT STRING				BUDGET (\$)	DESCRIPTION
Fund	Account	Center	Project	Adjustment	
1030	5585	84001	500414	7,800,000	Economic Incentive for Costco
TOTAL				7,800,000	

REVENUES/TRANSFERS IN

ACCOUNT STRING				BUDGET (\$)	DESCRIPTION
Fund	Account	Center	Project	Adjustment	
TOTAL				-	

NET ADJUSTMENT	7,800,000
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FUND BALANCE

ACCOUNT STRING				BUDGET (\$)	DESCRIPTION
Fund	Account	Center	Project	Adjustment	
1030				(7,800,000)	Decrease Strategic Improvement Fund balance
TOTAL				(7,800,000)	

Justification for Budget Adjustment:

This budget adjustment will establish the appropriation for the City Council-approved Economic Incentive Agreement with Costco Wholesale Corporation to build a new store on Baseline Road, between Fiddymont Road and Market Street. The City has a vested interest in this project. It is expected to generate significant sales tax revenue for the City and provides much-needed access to retail on the west side of Roseville. The project includes a \$6 million economic incentive paid to Costco upon opening the store to offset infrastructure costs. An additional \$1.8 million is also available as a backstop to fee reimbursements if not paid to Costco within seven years of the store opening.

REQUIRED APPROVALS:			
_____ REQUESTING DEPARTMENT HEAD / DESIGNEE		_____ BUDGET MANAGER / DESIGNEE	
DATE		DATE	
_____ CHIEF FINANCIAL OFFICER / DESIGNEE		_____ CITY MANAGER / DESIGNEE	
DATE		DATE	
BUDGET DEPARTMENT USE ONLY:			
_____ POSTED BY		_____ DATE	

Revised: June 24, 2019