



DATE: October 12, 2021
TO: Ty Lasher, City Manger
FROM: Ted Henry, Assistant City Manager/ Finance Director
SUBJECT: 2021 Budget Amendment

Summary

Municipalities are authorized by K.S.A 79-2929a to amend budgets to spend money not in the original budget. The additional expenditures are to be made form existing revenue and cannot require additional tax levies.

The 2021 budget was adopted by the Bel Aire City Council on August 18, 2020. Since the adoption of the 2021 budget, the City of Bel Aire refinanced its existing land debt obligation and secured a lower interest rate. Due to a number of land sales with property owned by the Land Bank, \$1,600,000 was uses to pay down debt service principal.

This planned 2021 Budget Amendment will increase the Land Bank budgeted expenditure amounts from \$430,000 to \$2,111,000. Most of this amount (\$1,600,000) is due to a prepayment of land debt principal related to the 2021 refinancing.

Recommendation

Step 1: Approve the 2021 Budget Amendment and set a public hearing for the November 2nd City Council Meeting.

Step 2: Adopt the 2021 Budget Amendment at the November 2nd City Council Meeting.