



CITY OF GRAND PRAIRIE COMMUNICATION

MEETING DATE: 09/03/2024

PRESENTER: Thao Vo, Director of Management Services

TITLE: Ordinance Amending the FY 2023/2024 Operating Budget

REVIEWING COMMITTEE: (Reviewed by the Finance and Government Committee on 09/03/2024)

PURPOSE OF REQUEST:

We are seeking City Council approval for several adjustments to the FY 2023/2024 Operating Budget. These changes address differences in revenue and expenditures across various funds, ensuring compliance with our fund balance policies while meeting the City's evolving financial needs.

Adjustments by Fund:

1. Community Policing Fund:

- Revenue Update: Adjusted based on the latest sales and use tax projections.

2. Debt Service Fund:

- Expenditure Update: Aligned with the bond defeasance previously approved by the City Council.

3. EpicCentral and The Epic & Epic Waters Funds:

- **EpicCentral Fund:**
 - Revenue Update: Adjusted for the timing of the hotel opening.
- **Epic & Epic Waters Fund:**
 - Revenue Update: Reflects updated sales and use tax projections.
 - Expenditure Update: Includes necessary transfers to support EpicCentral during the hotel's opening period.

4. General Fund and Related Funds:

- **General Fund:**
 - Revenue Update: Adjusted for revised sales and use tax projections, license and permit fees, and increased intergovernmental revenue and interest income.
 - Expenditure Update: Reflects strategic reductions in transfers to Equipment Acquisition, IT CIP, and Park Venue funds to align with revised revenue expectations.
- **Equipment Acquisition Fund:**
 - Revenue Update: Adjusted to reflect a reduced transfer from the General Fund.

5. Parks-Related Funds:

- **Golf Fund:**
 - Revenue Update: Reflects changes in funding transfers related to the Park Venue Fund.
- **Park Venue Fund:**
 - Revenue Update: Adjusted for updated sales and use tax projections and revised transfers from the General Fund.
 - Expenditure Update: Accounts for increased costs associated with expanded city events.
 - \$160,000: Transferring funds to Parks CIP Fund for Open Space Master Plan
- **Prairie Lights Fund:**
 - Revenue Update: Reflects higher-than-expected revenue from the Prairie Lights event.
 - Expenditure Update: Adjusted to match the event's successful revenue performance.

6. Employee Insurance Fund and Risk Management Fund:

- **Employee Insurance Fund:**
 - Revenue Update: Reflects a strategic decision on transferring insurance premiums to optimize fund usage.
- **Risk Management Fund:**
 - Revenue Update: Includes a transfer from the Capital Lending Fund to support citywide insurance claims.
 - Expenditure Update: Adjusted to reflect current property and vehicle claims.

7. Capital Lending Fund:

- Expenditure Update: Aligned with the transfer to the Risk Management Fund to maintain proper fund balances.

8. Other Funds:

- **Stormwater Fund:**
 - Expenditure Update: Reflects an adjusted transfer strategy to balance the operating fund.
- **Tree Preservation Fund:**
 - Revenue Update: Adjusted to match actual collections.
- **Water/Wastewater Fund:**
 - Expenditure Update: Reflects a targeted reduction in CIP transfers to maintain a balanced operating fund.

These adjustments are crucial to maintaining the City's financial health and ensuring we can effectively carry out ongoing and future city projects. We request the City Council's approval to implement these changes.

FINANCIAL CONSIDERATION:

Funding for the incremental increases is available from either additional revenues or the unobligated fund balance.

BODY

AN ORDINANCE OF THE CITY OF GRAND PRAIRIE, TEXAS, AMENDING ORDINANCE NO. 11423-2023 FOR THE FY 2023/2024 OPERATING AND CIP BUDGETS REFLECTED IN THE SECTIONS BELOW:

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF GRAND PRAIRIE, TEXAS, THAT:

SECTION 1. Budgets for FY 2023/2024, submitted by the City Manager and adjusted by the Council, are hereby incrementally amended for the following funds:

| Fund | Revenue Increase (Decrease) | Expenditure Increase (Decrease) |
|----------------------------|--|--|
| Capital Lending Fund | | 1,300,000 |
| Community Policing Fund | (1,138,459) | |
| Debt Service Fund | | 4,117,005 |
| Employee Insurance Fund | (966,554) | |
| EpicCentral Fund | (2,356,376) | |
| Epic & Epic Waters Fund | (1,138,459) | 2,737,768 |
| Equipment Acquisition Fund | (1,500,000) | |
| General Fund | (3,700,930) | (3,700,930) |
| Golf Fund | (350,000) | |
| Park Venue Fund | (3,116,881) | 636,683 |
| Prairie Lights Fund | 158,845 | 25,000 |
| Risk Management | 1,300,000 | 1,272,217 |
| Stormwater Fund | | (400,000) |
| Tree Preservation Fund | (1,232,160) | |
| Water/Wastewater Fund | | (9,400,000) |

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF GRAND PRAIRIE, TEXAS, ON THIS THE 3rd DAY OF SEPTEMBER 2024.