



ITEM SUMMARY

MEETING DATE: December 4, 2023
FROM: Teri Lea Beiriger, Director of Finance
SUBJECT: Ord. No. 2023-19 Budget Adjustment - Chickasaw

BACKGROUND

Council Policy No. 6 requires City Council action to authorize budget adjustments between cost centers, departments, and funds. A budget adjustment is required to account for the unbudgeted re-prioritizing of the Chickasaw Road Improvements project. This affects both the Reconstruction and Maintenance (304) fund and the Infrastructure Surtax (305) fund.

Reconstruction and Maintenance (304) fund requires an inter fund transfer for \$568,138. Statutorily restricted 2nd option gas tax reserves are available in this fund which and can be transferred to the Chickasaw Road Improvement project (CIP-233) in the Infrastructure Surtax (305) fund.

Infrastructure Surtax (305) fund requires two adjustments netting a fund balance decrease totaling \$2,431,862. The first adjustment is the transfer in of the \$568,138 from the Reconstruction and Maintenance (304) fund to offset cost of the Chickasaw project. The second adjustment will be to increase the expense of the Chickasaw Road Improvement project (CIP-233), by \$3,000,000.

ANALYSIS

Ordinance 2023-19 is to authorize the net budget adjustment for the total amount of \$2,431,862 that documents the movement of the funds from the two CIP funds to cover the unbudgeted item.

FINANCIAL INFORMATION

The proposed ordinance increases the revenue by \$568,138 and increases the expenditures by \$3,000,000 in FY 2024, with a net effect of \$2,431,862.

LEGAL

The proposed Budget Amendment has been prepared in accordance with the applicable State Statutes and City Code Requirements

STAFF RECOMMENDATION

Approval of Ordinance 2023-19.