

CITY OF KINGSPORT
FISCAL YEAR 2024-2025
BUDGET AMENDMENT NUMBER 23

ITEM ONE: Decrease General Fund by \$466,043

The General Fund is being decreased by adjusting the General Fund contribution to the Debt Service Fund. Earnings on Interest allow us to cover \$466,043 in prior year encumbrances, a \$156,400 shortfall in transit matching dollars for FY2025 and increases the 'calculated Salary Slippage' line from \$-888,300 to \$0. It also sets aside \$250,000 for the Airport Incentive, \$259,940 to cover Petworks Debt Payment due July 1, 2025, and \$150,000 for a salt purchase that was delayed in FY25.

ITEM TWO: Project Creation

Creates the Airline Incentive project (NC2515) in the amount of \$250,000, the Petworks Debt Payment project (NC2516) in the amount of \$259,940, and the Road Salt project (NC2517) in the amount of \$150,000.

ITEM THREE: Decreases Contribution to Debt Service from General Fund

Due to higher than budgeted interest earned in FY2025, the Debt Service Fund is using the excess interest and Fund Balance to cover debt payments from the Debt Service Fund in FY2025 and reallocates the savings to the General Fund for the creation of the above projects, the covering of Salary Slippage, prior year encumbrances and a shortfall in Transit matching dollars.