

Approval of an Ordinance
Authorizing a Budget Adjustment for
Carry Over Capital Projects

Kevin Rule, Finance Director
City Council Meeting
October 19, 2021

Summary

- Question
 - Approve an Ordinance authorizing budget adjustments for the FY 2022-2023 budget year for a total of \$3,504,083.00
- Options
 - Recommendation: Approve the budget adjustment Ordinance to fund carryover Capital Improvement Projects
 - Denial of the request
- Declaration
 - These projects were started in FY '22 but not completed in that fiscal year; therefore, a budget adjustment must be approved to continue funding

Purpose

- Consider approval of an Ordinance authorizing budget adjustments for the FY 2022-2023 budget year:
- General Fund
 - Huebner Creek Hike & Bike Trail Project (Parks)
 - Dump Truck – (Public Works)
- American Rescue Plan (ARP)
 - Well Generator (Water)
- Water Fund
 - Well Houses
 - Marshall Elevated Water Tank Rehabilitation Project
- Stormwater Fund
 - Seneca West Drainage Improvements Project

Background

- In FY 2021-2022, the City approved funding for several Capital Improvement projects
- The projects could not be completed wholly within that Fiscal Year
- The funds were not included in the FY 2022-2023 budgets, so budget adjustments are necessary for each project
- Funds that were earmarked for each project in FY 2021-2022 have been placed back into the funds they were taken from

Sources and Uses

Hike and Bike Trail Project

INCREASE	851.45001	Transfer In - General Fund	\$	441,569.00
INCREASE	851.42010	TX DOT Reimbursement	\$	903,144.00
INCREASE	851.5023.580.526	Hike & Bike Trail	\$	1,344,713.00

Dump Truck

INCREASE	851.45001	Transfer In - General Fund	\$	100,000.00
INCREASE	851.5023.580.527	PW - Dump Truck	\$	100,000.00

Elevated Storage Tank Rehab

INCREASE	851.45001	Transfer In - Water	\$	374,500.00
INCREASE	851.5023.580.528	Elevated Water Tank Rehab	\$	374,500.00

Well Houses

INCREASE	851.45001	Transfer In - Water	\$	12,000.00
INCREASE	851.5023.580.529	Well Houses	\$	12,000.00

Well Generator

INCREASE	851.45008	Transfer In - ARP Funds	\$	204,320.00
INCREASE	851.5023.580.30	Well Generator	\$	204,320.00

Secenca West Drainage Project

INCREASE	851.45008	Transfer In - Stormwater	\$	122,550.00
INCREASE	851.42011	CDBG - Reimbursement	\$	1,346,000.00
INCREASE	851.5023.580.531	Seneca West Drainage	\$	1,468,550.00

Financial Impact

General Fund Reserve Balance:	\$ 541,569
ARP Fund Reserve Balance:	\$ 204,320
Water Fund Reserve Balance:	\$ 386,500
Stormwater Fund Reserve Balance:	\$ 122,550
<u>Grants/Reimbursements:</u>	<u>\$ 2,249,144</u>
TOTAL	\$3,504,083

Recommendation

- It is recommended that City Council approves an Ordinance authorizing budget adjustments for the FY 2022-2023 budget

S.E.E. Statement

- Social - Continuing to construct meaningful capital improvement projects improves everyone's quality of life
- Economic - Improving our capital infrastructure protects our capital assets and may enhance our reputation as a forward-thinking city, which may entice businesses and residents
- Environmental - Several of these projects improve our environment by increasing the city's walkability, water availability and reducing the effects of stormwater on downstream water bodies