

Mayor and Council Communication

DATE: 08/22/23

M&C FILE NUMBER: M&C 23-0697

LOG NAME: 60FY23 WATER LAKE WORTH SALES

SUBJECT

(ALL) Authorize Acceptance of Funds from the Sale of Platted Lake Worth Lots in the Amount Up to \$306,000.00, Authorize the Use of Funds from the Water and Sewer Fund in an Amount Up to \$306,000.00 for the Purpose of Transferring to the Water and Sewer Capital Projects Fund, Adopt Appropriation Ordinances, and Amend the Fiscal Year 2023 Adopted Budget

RECOMMENDATION:

It is recommended that the City Council:

1. Accept funds in the amount up to \$306,000.00 from the sale of platted Lake Worth lots to Lessees authorized by Mayor and Council Communication L-15964;
2. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water & Sewer Fund in the amount up to \$306,000.00 from available funds, for the purpose of transferring to the Water and Sewer Capital Projects Fund;
3. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water and Sewer Capital Projects Fund in an amount up to \$306,000.00 transferred from available funds within the Water and Sewer Fund, for the purpose of funding the Lake Worth Infrastructure programmable project (City Project No. P00101); and
4. Amend the Fiscal Year 2023 Adopted Budget.

DISCUSSION:

The purpose of this Mayor and Council Communication (M&C) is to accept funds from the sale of platted Lake Worth lots to lessees.

Per Ordinance No. 25773-09 2022 Section 4, page 19, the Fiscal Year (FY) 2023 adopted budget for the Water and Sewer Fund was \$515,451,460.00. M&C appropriations throughout the year increased the budget by \$40,130,000.00 to \$555,581,460.00 (M&C 23-0105, and M&C 23-0539). This M&C recommends an additional \$306,000.00 in revenue appropriations for FY2023, for an adjusted budget of \$555,887,460.00.

This M&C authorizes the use of an amount of up to \$306,000.00 from the Water and Sewer Fund to be transferred to the Water and Sewer Capital Projects Fund for funding the Lake Worth Infrastructure projects in and around Lake Worth. The amount of funds being transferred represents FY 2023 revenues from the sale of platted Lake Worth lots to lessees authorized by Council action on M&C L-15964 on November 8, 2016. Because the Lake Worth lots were recorded as an asset in the Water and Sewer Fund at the time of Lake Worth's creation, revenues from the sale of the leases are deposited into the Water and Sewer Fund and subsequently transferred to the Water and Sewer Capital Projects Fund. Expenditure appropriations in the Transfer to Water Capital Fund accounts will increase by an amount up to \$306,000.00 and to balance, revenue appropriations in the Sale of Lake Worth Assets account will also be increased by an amount up to \$306,000.00.

The action in this M&C will amend the FY2023 Adopted Budget as approved in connection with Ordinance 25773-09-2022, Section 4. Enterprise Funds, as listed on page 19.

Funding is available in the Sale of Lake Worth Assets account within the Water & Sewer Fund.

| Fund / Department | FY2022 Adopted Budget | Authority | Budget Adjustment | Revised FY2022 Budget |
|----------------------|-----------------------|-------------|-------------------|-----------------------|
| Budget Category | | | | |
| Revenues | | | | |
| License and Permits | \$1,420,659.00 | | | \$1,345,700.00 |
| Charges for Services | \$474,620,555.00 | M&C 23-0105 | \$130,000.00 | \$474,750,555.00 |
| | | M&C 23-0539 | \$40,000,000.00 | \$40,000,000.00 |

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|--|-------------------------|-----------------|------------------------|-------------------------|
| | | | | |
| Use of Money and Property | \$1,646,386.00 | | | \$1,646,386.00 |
| Other Revenue | \$11,515,000.00 | | | \$11,515,000.00 |
| Sale of Capital Asset | \$80,000.00 | | | \$80,000.00 |
| | | This M&C | \$306,000.00 | \$306,000.00 |
| Salvage Sales | \$25,000.00 | | | \$25,000.00 |
| Transfer from Water Impact | \$14,669,420.00 | | | \$14,669,420.00 |
| Transfer from Sewer Impact | \$8,311,270.00 | | | \$8,311,270.00 |
| Transfer from Environ Protection Fund | \$495,475.00 | | | \$495,475.00 |
| Transfer from Stormwater Utility Fund | \$1,268,956.00 | | | \$1,268,956.00 |
| Transfer from Solid Waste Fund | \$1,399,239.00 | | | \$1,399,239.00 |
| Total Revenues | \$515,451,460.00 | | \$40,436,000.00 | \$555,887,460.00 |
| Expenditures | | | | |
| Water | \$196,654,144.00 | M&C 23- 0105 | \$65,000.00 | \$196,719,144.00 |
| | | M&C 23- 0539 | \$7,500,000.00 | \$7,500,000.00 |
| Reclaimed Water Department | \$119,164.00 | | | \$119,164.00 |
| Wastewater Department | \$109,159,558.00 | M&C 23- 0105 | \$65,000.00 | \$109,224,558.00 |
| | | M&C 23- 0539 | \$7,500,000.00 | \$7,500,000.00 |
| Transfer to Capital Fund | \$120,000.00 | | | \$120,000.00 |
| Transfer to Water Capital Fund | \$2,999,000.00 | M&C 23- 0539 | \$2,500,000.00 | \$5,499,000.00 |
| Transfer to General Fund for Public Art | \$480,712.00 | | | \$480,712.00 |
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|--|-------------------------|-------------|------------------------|-------------------------|
| Transfer to General Fund for Energy Savings Program | \$27,116.00 | | | \$27,116.00 |
| Transfer to Dev Services Positions | \$1,060,221.00 | | | \$1,060,221.00 |
| Transfer to Financial Management Services for Purchasing Positions | \$244,394.00 | | | \$244,394.00 |
| Transfer to Water/Sewer Capital Fund | \$74,102,103.00 | M&C 23-0539 | \$22,500,000.00 | \$96,602,103.00 |
| Payment in Lieu of Taxes | \$5,791,939.00 | | | \$5,791,939.00 |
| | | This M&C | \$306,000.00 | \$306,000.00 |
| Street Rental | \$24,038,181.00 | | | \$24,038,181.00 |
| Transfer to Water Debt Funds | \$100,472,611.00 | | | \$100,472,611.00 |
| Transfer to IT Refresh Capital | \$182,317.00 | | | \$182,317.00 |
| Total Expenditures | \$515,451,460.00 | | \$40,436,000.00 | \$555,887,460.00 |

This will serve ALL COUNCIL DISTRICTS

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are currently available within the Water & Sewer Fund and upon the approval of the above recommendations and adoption of the attached ordinances, funds will be available in the W & S Capital Projects Fund for the Lake Worth Infrastructure project. Prior to any expenditure being incurred, the Water Department has the responsibility to validate the availability of funds.

Submitted for City Manager's Office by: Dana Burghdoff 8018

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