

Mayor and Council Communication

DATE: 08/23/22

M&C FILE NUMBER: M&C 22-0600

LOG NAME: 03FY2022WINDUP

SUBJECT

(ALL) Adopt Appropriation Ordinances to Enact Fiscal Year 2022 Year End Budget Adjustments by Reallocating Resources, Operating Surpluses, Available Current-Year Revenues and Available Fund Balance and Net Position to Offset Projected Shortfalls, Fund Departmental Capital Projects and Outlays, Authorize All Associated Transfers, and Amend the Fiscal Year 2022 Adopted Budget in the Amount of \$43,765,684.00

RECOMMENDATION:

It is recommended that the City Council:

1. Adopt the attached appropriation ordinance making the following fiscal year 2022 year-end adjustments in the General Fund by increasing the following General Fund Departments budget by a combined total of \$5,006,500.00 and reducing Non-Departmental in the General Fund by the same amount:
 - a. Increasing appropriations in the City Attorney Office by \$106,000.00, for funding Separation Leave;
 - b. Increasing appropriations in the City Secretary Office by \$150,000.00, for funding Election Costs;
 - c. Increasing appropriations in the Financial Management Services Department by \$119,000.00, for funding Separation Leave;
 - d. Increasing appropriations in the Police Department by \$943,000.00, for funding Separation Leave;
 - e. Increasing appropriations in the Transportation and Public Works Department by \$298,000.00 for funding Separation Leave, Tuition Reimbursement, and increased equipment costs;
 - f. Increasing appropriations in the Planning and Data Analytics Department by \$364,500.00 for funding studies for fire staffing and the Texas A&M development;
 - g. Increasing appropriations in the Fire Department by \$3,026,000.00, for funding Separation Leave, Tuition Reimbursement, and physicals; and
2. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the General Fund in the amount of \$13,250,000.00, from newly recognized Sales Tax revenue, for the purpose of funding the Fire Department overtime expenses.
3. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Group Health Insurance Fund in the amount of \$5,300,000.00, from reducing net position, for the purpose of addressing higher than anticipated medical claims;
4. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Risk Financing Fund in the amount of \$5,100,000.00, from reducing net position, for the purpose of addressing higher than anticipated medical claims, workers' compensation claims and increasing property insurance premiums;
5. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Municipal Golf Fund in the amount of \$540,000.00, for the purpose of addressing expenditure increases;
6. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Capital Projects Services Fund in the amount of \$674,000.00 from reducing net position, for the purpose of funding 3 Assistant Litigation Attorneys and 1 Legal Assistant positions and separation leave increase.
7. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Solid Waste Fund in the amount of \$2,500,000.00, from newly recognized revenue, for purpose of funding other contractual services obligations;
8. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Fleet & Equipment Services Fund in the amount of \$2,759,660.00, from newly recognized revenue from user departments, for the purpose of covering the unexpected significant increase in fuel costs;
9. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Water & Sewer Fund in the amount of \$13,642,024.00, from newly recognized Water & Sewer Retail Service Revenues, for the purpose of funding increased operating expenses and transfers to the Water and Sewer Capital Projects Fund;
10. Authorize all necessary transfers to affect the appropriations identified above; and
11. Amend the Fiscal Year 2022 Adopted Budget.

DISCUSSION:

The purpose of this Mayor and Council Communication (M&C) is to take actions to bring various funds into balance to facilitate year-end closing and to comply with City Charter. Those actions can generally be described as (1) adjusting funding among General Fund departments; (2) recognizing new Sales Tax revenues to fund Fire department overtime overages; (3) increasing receipts and appropriations in funds affected by higher than anticipated medical claims post pandemic (Group Health Fund); (4) increasing receipts and appropriations in funds affected by higher than anticipated medical claims, workers' compensation claims and increasing property insurance premiums post pandemic (Risk Financing Fund); (5) increasing receipts and appropriations in funds experiencing higher than anticipated expenditures (Municipal Golf Fund); (6) increasing receipts and appropriations in funds experiencing higher expenditures and funding four legal positions (Capital Project Service Fund); (7) increasing receipts and appropriations in funds from newly recognized revenue (Solid Waste Fund); (8) increasing receipts and appropriations in funds from newly recognized revenue and expenditures due to unexpected significant increase in fuel costs (Equipment Services Fund); (9) increasing in funds and transfer to Water/Sewer Capital to fund future projects (Water & Sewer Fund).

The City's annual operating budget is formally enacted into law by City Council action adopting an appropriation ordinance, Ordinance No. 25073-09-2021 (Ordinance), that establishes spending limits for each department's and fund's operation. The current practice is to bring forward this Windup M&C during the fiscal year to address items that have arisen during the fiscal year and allocate anticipated net savings to meet one-time needs or to address items that have arisen during the fiscal year.

General Fund (recommendations 1 and 2)

Per Ordinance No. 25073-09-2021 Section 1, the General Fund adopted budget for Fiscal Year (FY) 2022 was \$831,934,777.00. M&C appropriations of \$24,103,068.00 throughout the year resulted in an adjusted budget of \$856,037,845.00. This M&C recommends a transfer of \$5,006,500.00 from Non-Departmental to various general fund departments to cover budget shortfalls due to elections, separation leave, and tuition reimbursement, and to move budgeted funds to responsible departments, and also recommends an increase in appropriations of \$13,250,000.00, from newly recognized Sales Tax collections, for an adjusted budget of \$869,287,845.00 to fund budget shortfalls due Fire Department higher than anticipated overtime, salaries and benefits expenses.

The action in this M&C will amend the Fiscal Year 2022 Adopted Budget as approved in connection with Ordinance 25073-09-2021, Section 1. General Fund, as listed on pages 2-3:

Fund / Department	FY2022 Adopted Budget	Authority	Budget Adjustment	Revised FY2022 Budget
Budget Category				
General Fund				
Revenues				
Sales Tax	\$ 182,885,742.00	This M&C Rec 2	\$ 13,250,000.00	\$ 196,135,742.00
Intergovernmental Revenue	\$ 472,296.00	M&C 22-0077	\$ 220,452.00	\$ 692,748.00
Use of Fund Balance (rollover)	\$ -	M&C 21-0905; M&C21-0936; M&C 22-0088	\$ 4,682,616.00	\$ 4,682,616.00
Use of Fund Balance	\$ -	M&C 22-187	\$ 19,200,000.00	\$ 19,200,000.00
Total Revenues	\$ 831,934,777.00		\$ 37,353,068.00	\$ 869,287,845.00
Expenditures				
City Manager's Office	\$ 9,942,348.00	M&C 21-0964	\$ 167,000.00	\$ 10,500,348.00
		M&C 22-0088	\$ 391,000.00	
City Auditor's Office	\$ 2,131,447.00	M&C 22-0194	\$ 40,000.00	\$ 2,171,447.00
City Attorney's Office	\$ 7,452,544.00	This M&C Rec 1	\$ 106,000.00	\$ 7,558,544.00
City Secretary's Office	\$ 1,926,202.00	M&C 22-0364	\$ 250,000.00	\$ 2,326,202.00
		This M&C Rec 1	\$ 150,000.00	
Code Compliance	\$ 25,691,223.00	M&C 22-0088	\$ 73,480.00	\$ 25,764,703.00
Economic Development	\$ 35,759,114.00			\$ 35,759,114.00
Subsidy Culture & tourism (380 Agreement)	\$ 3,691,893.00			\$ 3,781,024.00
		M&C 22-0364	\$ 89,131.00	
Transfer to Economic incentive fund	\$ 2,000,000.00			\$ 2,000,000.00
Financial Management Services	\$ 12,722,748.00	This M&C Rec 1	\$ 119,000.00	\$ 12,841,748.00
		M&C 22-0088	\$ 20,000.00	
Fire	\$ 174,051,060.00	This M&C Rec 1	\$ 3,026,000.00	\$ 190,327,060.00
		This M&C Rec 2	\$ 13,250,000.00	
Transfer for Grant Match	\$ 834,215.00			\$ 834,215.00
Transfer for Municipal Airport Fund (Fire Lease)	\$ 59,501.00			\$ 59,501.00
Diversity & Inclusion	\$ 2,089,083.00	M&C 22-0364	\$ 300,000.00	\$ 2,389,083.00
Park and Recreation	\$ 50,229,971.00	M&C 22-0088	\$ 54,400.00	\$ 55,284,371.00
		M&C 22-0187	\$ 5,000,000.00	
Transfer to the General Capital Fund (Paygo)	\$ 4,695,125.00			\$ 4,695,125.00
Transfer to the PIDs and TRIZ	\$ 783,418.00			\$ 783,418.00
Transfer for YMCA Contract	\$ 14,431.00			\$ 14,431.00
Planning and Data Analytics	\$ 6,949,209.00	M&C 21-0936	\$ 1,346,189.00	\$ 8,659,898.00
		This M&C Rec 1	\$364,500	
Public Art	\$ 1,786,370.00			\$ 1,786,370.00
Police	\$ 282,524,533.00	This M&C Rec 1	\$ 943,000.00	\$ 284,485,532.00
		M&C 22-0077	\$ 220,452.00	
		M&C 22-0088	\$ 797,547.00	

Property Management	\$ 18,557,591.00	M&C 21-0905	\$ 2,000,000.00	\$ 23,757,591.00
		M&C 22-0187	\$ 3,200,000.00	
Transfer to the General Capital Fund (Paygo)	\$ 4,363,000.00			\$ 4,363,000.00
Transfer to VRF Fund	\$ 3,000,000.00			\$ 3,000,000.00
Transportation and Public Works	\$ 34,791,945.00	This M&C Rec 1	\$ 298,000.00	\$ 46,089,945.00
		M&C 22-0187	\$ 11,000,000.00	
Transfer to the General Capital Fund (Paygo)	\$ 35,908,455.00			\$ 35,908,455.00
Non-Departmental	\$2,932,200.00	M&C 22-0364	-\$250,000.00	\$2,007,700.00
		This M&C Rec 1	-\$674,500.00	
Separation Pay	\$8,285,537.00	This M&C Rec 1	-\$4,217,784.00	\$4,067,753.00
Contractual Services	\$724,500.00	M&C 21-0964	-\$167,000.00	\$94,646.00
		M&C 22-0194	-\$40,000.00	
		M&C 22-0364	-\$389,131.00	
		This M&C Rec 1	-\$33,723.00	
Tuition Reimbursement	\$172,478.00	This M&C Rec 1	-\$80,493.00	\$91,985.00
Training Initiative	\$250,000.00			\$250,000.00
Transfer to the General Capital Fund (Paygo)	\$750,000.00			\$750,000.00
Transfer to Municipal Golf (Operating Subsidy)	\$395,000.00			\$395,000.00
Total Expenditures	\$ 831,934,777.00		\$ 37,353,068.00	\$ 869,287,845.00

The details presented above are only those that have been amended via M&C throughout the FY2022 and the totals are presented for the entirety of the General Fund.

Prior adjustments noted on the table above included: City Council authorized the reallocation of appropriations of \$167,000.00 for the purpose of funding costs of City contributions for the City Council Aides/District Directors who become participating members of the Retirement Fund which amended the Fiscal Year 2022 Adopted budget as approved on December 14, 2021, in M&C 21-0964; City Council authorized the reallocation of appropriations of \$40,000.00 for the purpose of funding other contractual services for the City Auditor recruitment which amended the Fiscal Year 2022 Adopted budget as approved, on March 29, 2022, in M&C 22-0194. City Council authorized the reallocation of appropriations of \$639,131.00 for the purpose of funding other contractual services for the City Secretary Office's election costs, the Diversity and Inclusion Department's Business Equity Program and FWPID #1 reimbursement which amended the Fiscal Year 2022 Adopted budget as approved, on May 24, 2022, in M&C 22-0364.

Group Health Insurance Fund (recommendation 3)

Per Ordinance No. 25073-09-2021 Section 5, the FY2022 adopted budget for the Group Health Fund was \$71,712,507.00. This M&C recommends an increase in appropriations of \$5,300,000.00, for an adjusted budget of \$77,012,507.00.

The Group Health Fund is projected to be over-budget by \$4,102,986.00 due to the unexpected increase in claims post pandemic. Claims have increased due to delay in care, post COVID or long term COVID effects and inflation in medical expenses. This deficit will be covered by the use of Net Position.

The action in this M&C will amend the Fiscal Year 2022 Adopted Budget as approved in connection with Ordinance 25073-09-2021, Section 5. Internal Service Funds, as listed on page 20:

Fund / Department	FY2022 Adopted Budget	Authority	Budget Adjustment	Revised FY2022 Budget
Budget Category				
Group Health Fund				
Revenues				
Charges for Services	\$1,531,973.00			\$1,531,973.00
Use of Money and Property	\$3,300,000.00			\$3,300,000.00
Other Revenue	\$66,861,802.00			\$66,861,802.00
Use of Fund Balance/Net Position	\$18,732.00	This M&C Rec 3	\$ 5,300,000.00	\$5,318,732.00
Total Revenues	\$71,712,507.00		\$ 5,300,000.00	\$77,012,507.00
Expenditures				
Human Resources	\$71,712,507.00	This M&C Rec 3	\$ 5,300,000.00	\$77,012,507.00
Total Expenditures	\$71,712,507.00		\$ 5,300,000.00	\$77,012,507.00

Risk Financing Fund (recommendation 4)

Per Ordinance No. 25073-09-2021 Section 5, the FY2022 adopted budget for the Risk Finance Fund was \$22,777,731.00. M&C appropriations of \$5,130,383.58 throughout the year resulted in an adjusted budget of \$27,908,114.58. This M&C recommends an increase in appropriations of

\$5,100,000.00, for an adjusted budget of \$33,008,114.58.

The Risk Financing Fund is projected to be over budget by \$4,850,904.00 because of the Property & Casualty lawsuit expenses and settlements are projected to come in over budget as COVID caused a delay in processing over the past two years. Additionally, Workers' Compensation claims are anticipated to come in over budget due to various large claims including claims related to COVID. The department has submitted \$2M in Workers' Compensation COVID claims for ARPA reimbursement which is pending review. This deficit will be covered by the use of Net Position.

The action in this M&C will amend the Fiscal Year 2022 Adopted Budget as approved in connection with Ordinance 25073-09-2021, Section 5. Internal Service Funds, as listed on page 21:

Fund / Department	FY2022 Adopted Budget	Authority	Budget Adjustment	Revised FY2022 Budget
Budget Category				
Risk Financing Fund				
Revenues				
Use of Money and Property	\$399,990.00			\$399,990.00
Other Revenue	\$22,347,389.00			\$22,347,389.00
Use of Fund Balance/Net Position	\$30,352.00	M&C 21-0965	\$1,706,710.00	\$10,260,735.58
		M&C 22-0002	\$703,673.58	
		M&C 22-0344	\$2,300,000.00	
		M&C 22-0381	\$150,000.00	
		M&C 22-0382	\$120,000.00	
		M&C 22-0540	\$150,000.00	
		This M&C Rec 4	\$5,100,000.00	
Total Revenues	\$22,777,731.00		\$10,230,383.58	\$33,008,114.58
Expenditures				
Human Resources	\$22,770,503.00	M&C 21-0965	\$1,706,710.00	\$24,477,213.00
Transfer to IT Refresh Capital	\$7,228.00			\$7,228.00
Transfer to the General Capital Fund (Paygo)	\$0.00	M&C 22-0002	\$703,673.58	\$3,003,673.58
		M&C 22-0344	\$2,300,000.00	
Lawsuit Settlements	\$0.00	M&C 22-0381	\$150,000.00	\$5,520,000.00
		M&C 22-0382	\$120,000.00	
		M&C 22-0540	\$150,000.00	
		This M&C Rec 4	\$5,100,000.00	
Total Expenditures	\$22,777,731.00		\$10,230,383.58	\$33,008,114.58

Municipal Golf Fund (recommendation 5)

Per Ordinance No. 25073-09-2021 Section 2, the FY2022 adopted budget for the Municipal Golf Fund was \$5,647,344.00. M&C appropriations throughout the year increased the budget by \$330,000.00 to \$5,977,344.00. This M&C recommends an increase in appropriations of \$540,000.00, for an adjusted budget of \$6,517,344.00.

The Municipal Golf Fund is projected to be over their expense budget due to separation leave, bank charge, electricity, fuel expenses increase. This deficit will be covered by newly recognized revenues. FY2022 month eight forecast for Municipal Golf Fund projects the excess expenditure will be offset by excess revenue collections.

The action in this M&C will amend the Fiscal Year 2022 Adopted Budget as approved in connection with Ordinance 25073-09-2021, Section 2. Special Revenue Funds, as listed on page 7:

Fund / Department	FY2022 Adopted Budget	Authority	Budget Adjustment	Revised FY2022 Budget
Budget Category				
Municipal Golf Fund				
Revenues				
Charges for Services	\$ 5,248,344.00	This M&C Rec 5	\$ 540,000.00	\$ 5,788,344.00
Other Revenue	\$ 4,000.00			\$ 4,000.00
Transfer from General Fund (Operating Subsidy)	\$ 395,000.00			\$ 395,000.00
Use of Fund Balance/Net Position		M&C 22-0242	\$ 330,000.00	\$ 330,000.00
Total Revenues	\$ 5,647,344.00		\$ 870,000.00	\$ 6,517,344.00

Expenditures				
Parks and Recreation	\$ 5,153,995.00	This M&C Rec 5	\$ 540,000.00	\$ 5,693,995.00
Transfer to Capital Fund		M&C 22-0242	\$ 65,000.00	\$ 65,000.00
Transfer to Capital Fund	\$ 417,549.00	M&C 22-0242	\$ 330,000.00	\$ 747,549.00
Transfer to IT Refresh Capital	\$ 10,800.00			\$ 10,800.00
Contribution to Fund Balance/Net Position	\$ 65,000.00	M&C 22-0242	\$ (65,000.00)	\$ -
Total Expenditures	\$ 5,647,344.00		\$ 870,000.00	\$ 6,517,344.00

Capital Projects Services Fund (recommendation 6)

Per Ordinance No. 25073-09-2021 Section 5 the FY2022 adopted budget for the Capital Project Service Fund was \$15,092,761.00. M&C appropriations throughout the year increased the budget by \$1,408,693.00 to \$16,501,454.00. This M&C recommends an increase in appropriations of \$674,000.00, for an adjusted budget of \$17,175,454.00.

The Capital Project Service Fund is projected to be over their expense budget due to separation leave and Salaries & Benefits increase for funding 3 Assistant Litigation Attorneys and 1 Legal Assistant positions. This deficit will be covered by the use of Net Position.

The action in this M&C will amend the Fiscal Year 2022 Adopted Budget as approved in connection with Ordinance 25073-09-2021, Section 5. Internal Service Funds, as listed on page 19:

Fund / Department	FY2022 Adopted Budget	Authority	Budget Adjustment	Revised FY2022 Budget
Budget Category				
Capital Projects Services Fund				
Revenues				
Charges for Services	\$14,954,248.00			\$14,954,248.00
Use of Money and Property	\$100,000.00			\$100,000.00
Use of Fund Balance/Net Position	\$38,513.00	M&C 22-0517	\$1,408,693.00	\$2,121,206.00
		This M&C Rec 6	\$674,000.00	
Total Revenues	\$15,092,761.00		\$2,082,693.00	\$17,175,454.00
Expenditures				
Transportation and Public Works	\$14,530,924.00	This M&C Rec 6	\$674,000.00	\$15,204,924.00
Transfer to General Fund	\$3,291.00			\$3,291.00
Transfer to Vehicle and Equipment Replacement Fund	\$513,000.00			\$513,000.00
Transfer to IT Refresh Capital	\$45,546.00	M&C 22-0517	\$1,408,693.00	\$1,454,239.00
Total Expenditures	\$15,092,761.00		\$2,082,693.00	\$17,175,454.00

Solid Waste Fund (recommendation 7)

Per Ordinance No. 25073-09-2021 Section 4, the FY2022 adopted budget for the Solid Waste Fund was \$72,605,338.00. This M&C recommends an increase in appropriations of \$2,500,000.00, for an adjusted budget of \$75,105,338.00.

The Solid Waste Fund will increase estimated receipts and appropriations in the amount of \$2,500,000.00, from newly recognized revenue for funding other contractual services obligations. The current Recycling Market is in flux with the changes in the supply of oil. This has caused an increase in our Recycling Revenue of \$2,500,000.00 by the end of Fiscal Month 10. In addition, the City has had an increase in the growth of households and an increase in contract cost. This appropriation will be used to cover any additional costs.

The action in this M&C will amend the Fiscal Year 2022 Adopted Budget as approved in connection with Ordinance 25073-09-2021, Section 4. Enterprise Funds, as listed on page(s) 18:

Fund / Department	FY2022 Adopted Budget	Authority	Budget Adjustment	Revised FY2022 Budget
Budget Category				
Solid Waste Fund				
Revenues				
Charges for Services	\$65,032,513.00	This M&C Rec 7	\$2,500,000.00	\$67,532,513.00
Use of Money and Property	\$5,218,736.00			\$5,218,736.00
License and Permit	\$18,785.00			\$18,785.00
Other Revenue	\$2,335,304.00			\$2,335,304.00
Total Revenues	\$72,605,338.00		\$2,500,000.00	\$75,105,338.00

Expenditures				
Code Compliance	\$64,725,413.00	This M&C Rec 7	\$2,500,000.00	\$67,225,413.00
Transfer to General Fund	\$5,074,080.00			\$5,074,080.00
Transfer to Water/Sewer Fund	\$1,318,236.00			\$1,318,236.00
Transfer to Solid Waste Capital Projects Fund	\$860,000.00			\$860,000.00
Transfer to IT Refresh Capital	\$21,601.00			\$21,601.00
Payment in Lieu of Taxes	\$136,582.00			\$136,582.00
Transfer to Solid Waste Debt Service Fund	\$469,426.00			\$469,426.00
Total Expenditures	\$72,605,338.00		\$2,500,000.00	\$75,105,338.00

Fleet & Equipment Services Fund (recommendation 8)

Per Ordinance No. 25073-09-2021 Section 5, the FY2022 adopted budget for the Equipment Services Fund was \$28,612,004.00. This M&C recommends an increase in appropriations of \$2,759,660.00, for an adjusted budget of \$31,371,664.00.

Due to the unexpected significant increase in the fuel prices, the Fleet Division has forecasted to be over budget by \$2,759,660.00 based on the actual usage and prices as of May 31st, 2022 and the observed June prices as a base for the remainder of the fiscal year.

The action in this M&C will amend the Fiscal Year 2022 Adopted Budget as approved in connection with Ordinance 25073-09-2021, Section 5. Internal Service Fund, as listed on page 20:

Fund / Department	FY2022 Adopted Budget	Authority	Budget Adjustment	Revised FY2022 Budget
Budget Category				
Equipment Services Fund				
Revenues				
Charges for Services	\$28,501,354.00	This M&C Rec 8	\$2,759,660.00	\$31,261,014.00
Use of Money and Property	\$83,279.00			\$83,279.00
Other Revenue	\$16,708.00			\$16,708.00
Sales of Capital Asset	\$3,225.00			\$3,225.00
Salvage Sales	\$7,438.00			\$7,438.00
Total Revenues	\$28,612,004.00		\$2,759,660.00	\$31,371,664.00
Expenditures				
Property Management	\$28,410,210.00	This M&C Rec 8	\$2,759,660.00	\$31,169,870.00
Transfer to General Fund	\$74,869.00			\$74,869.00
Transfer to Capital Fund	\$125,000.00			\$125,000.00
Transfer to IT Refresh Capital	\$1,925.00			\$1,925.00
Total Expenditures	\$28,612,004.00		\$2,759,660.00	\$31,371,664.00

Water & Sewer Fund (recommendation 9)

Per Ordinance No. 25073-09 2021 Section 4, the FY2022 adopted budget for the Water and Sewer Fund was \$491,582,041.00. M&C appropriations throughout the year increased the budget by \$24,743,028.00 to \$516,325,069.00. This M&C recommends an additional \$13,642,024.00 in revenue and expenditure appropriations, for an adjusted budget of \$529,967,093.00.

The Water and Sewer fund will address anticipated shortfalls in operating funds with additional appropriations in the Other Contractual Services account in the amount of \$12,000,000.00. In addition, increases in capital project costs will be addressed by increasing the transfer-out to capital by \$1,500,000.00. To balance this, the fund will recognize additional revenue in the amount of \$13,500,000.00. Also, appropriate a transfer of \$142,024.00 of land from Water to the Southwest Library.

The action in this M&C will amend the Fiscal Year 2022 Adopted Budget as approved in connection with Ordinance 25073-09-2021, Section 4. Enterprise Funds, as listed on page 18:

Fund / Department	FY2022 Adopted Budget	Authority	Budget Adjustment	Revised FY2022 Budget
Budget Category				
Water and Sewer Fund				
Revenues				
License and Permits	\$1,345,700.00			\$1,345,700.00
Charges for Services	\$459,626,060.00	M&C 22-0486	\$22,100,000.00	\$495,226,060.00
		This M&C Rec 9	\$13,500,000.00	

Use of Money and Property	\$1,166,503.00			\$1,166,503.00
Other Revenue	\$9,885,000.00			\$9,885,000.00
Sale of Capital Asset	\$80,000.00	M&C 22-0043	\$493,028.00	\$573,028.00
Salvage Sales	\$25,000.00	M&C 22-0482	\$1,200,000.00	\$1,225,000.00
Transfer from Water Impact	\$11,500,000.00			\$11,500,000.00
Transfer from Sewer Impact	\$5,000,000.00			\$5,000,000.00
Transfer from Environ Protection Fund	\$452,726.00			\$452,726.00
Transfer from Stormwater Utility Fund	\$1,182,816.00			\$1,182,816.00
Transfer from Solid Waste Fund	\$1,318,236.00			\$1,318,236.00
COI Proceeds - Refunding Portion	\$0.00	M&C 22-0260	\$950,000.00	\$1,092,024.00
Transfer from 2018 Bond Program		This M&C Rec 9	\$142,024.00	
Total Revenues	\$491,582,041.00		\$38,385,052.00	\$529,967,093.00
Expenditures				
Water	\$181,248,103.00	M&C 22-0486	\$5,800,000.00	\$193,548,103.00
		This M&C Rec 9	\$6,500,000.00	
Reclaimed Water Department	\$108,421.00	M&C 22-0486	\$100,000.00	\$208,421.00
Wastewater Department	\$100,646,434.00	M&C 22-0486	\$6,150,000.00	\$112,296,434.00
		This M&C Rec 9	\$5,500,000.00	
Transfer to Water Capital Fund	\$5,121,000.00	M&C 22-0043	\$493,028.00	\$15,664,028.00
		M&C 22-0486	\$10,050,000.00	
Transfer to General Fund for Public Art	\$480,712.00			\$480,712.00
Transfer to General Fund for Position Expenses	\$78,953.00			\$78,953.00
Transfer to General Fund for Energy Savings Program	\$27,116.00			\$27,116.00
Transfer to Capital Fund	\$120,000.00			\$120,000.00
Transfer to Water/Sewer Capital Fund	\$77,625,532.00	M&C 22-0482	\$1,200,000.00	\$80,467,556.00
		This M&C Rec 9	\$1,642,024.00	
Payment in Lieu of Taxes	\$5,355,686.00			\$5,355,686.00
Street Rental	\$23,549,018.00			\$23,549,018.00
Transfer to Water Debt Funds	\$97,221,066.00			\$97,221,066.00
COI Proceeds		M&C 22-0260	\$950,000.00	\$950,000.00
Total Expenditures	\$491,582,041.00		\$38,385,052.00	\$529,967,093.00

This project is located in 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 upon the approval of the above recommendations and adoption of the attached ordinances, funds will be available in the current operating budget, as appropriated, of the General Fund, Group Health Fund, Risk Financing Fund, Municipal Golf Fund, Capital Projects Services Fund, Fleet & Equipment Services Fund, Solid Waste Fund, and Water & Sewer Fund. Prior to any expenditure being incurred, the participating departments have the responsibility to validate the availability of funds.

Submitted for City Manager's Office by: Fernando Costa 6122

Originating Business Unit Head: Richard Zavala 5711

Additional Information Contact:

Expedited