

# Mayor and Council Communication

DATE: 08/09/22

M&C FILE NUMBER: M&C 22-0580

LOG NAME: 25C&T\_OPSFUND\_TRANS\_CAP

**SUBJECT**

(CD 7) Adopt Supplemental Appropriation Ordinances (i) Reallocating Appropriations and Capital Transfers in Culture and Tourism Fund and (ii) Increasing Appropriations in the Public Events Capital Fund and Amend the Fiscal Year 2022 Adopted Budget and Fiscal Years 2022-2026 Capital Improvement Program

**RECOMMENDATION:**

It is recommended that the City Council:

1. Adopt the attached appropriation ordinance reallocating appropriations in the Public Events Department of the Culture and Tourism Fund by increasing the Transfers and Other Category in the amount of \$780,000.00, (1) with \$404,294.00 from use of fund balance, and (2) by decreasing budgeted contributions to fund balance in the amount \$375,706.00 (resulting in a \$0 budgeted contribution to fund balance), for the purpose of transferring to the Public Events Capital Fund;
2. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Public Events Capital Fund the amount of \$780,000.00, transferred from available funds within the Culture and Tourism Fund, for the purpose of funding the WRMC Minor Renovation and Repair programmable project (City Project No. P00054); and
3. Amend the Fiscal Year 2022 Adopted Budget and Fiscal Years 2022- 2026 Capital Improvement Program.

**DISCUSSION:**

The City of Fort Worth's annual operating budgets are formally enacted into law by City Council action adopting an appropriation ordinance that establishes spending limits for each department's operation. This Mayor and Council Communication (M&C) amends the Culture and Tourism Fund Fiscal Year 2022 budget to reallocate \$780,000.00 in available resources for minor renovation and repairs needed at the Will Rogers Memorial Center (WRMC).

The actions 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 5, and Section 6. Capital Improvements, as listed on page 25.

Fund / Department Budget Category	FY2022 Adopted Budget	Authority	Budget Adjustment	Revised FY2022 Budget
<b>Revenues</b>				
Culture and Tourism				
Hotel Occupancy Taxes	\$20,526,113.00			\$20,526,113.00
Charges for Services	\$4,833,487.00			\$4,833,487.00
Use of Money and Property	\$9,161,429.00			\$9,161,429.00
Other Revenue	\$1,859,903.00			\$1,859,903.00
License and Permits	\$5,500.00			\$5,500.00
Transfer from General Fund		17VFW ECONOMIC DEVELOPMENT PROMOTIONAL FUNDING	\$90,000.00	\$3,781,893.00
Use of Fund Balance		This M&C	\$404,294.00	\$404,294.00
<b>Total Revenues</b>	<b>\$40,078,325.00</b>		<b>\$494,294.00</b>	<b>\$40,572,619.00</b>
<b>Expenditures</b>				
Culture and Tourism		17VFW ECONOMIC DEVELOPMENT PROMOTIONAL FUNDING	\$90,000.00	\$37,180,240.00
Transfer to General Fund	\$901,477.00			\$901,477.00
Transfer to Culture and Tourism Capital Projects Fund	\$856,000.00			\$856,000.00
		This M&C	\$375,706.00	\$375,706.00
FB/NP Interfund Transfer Out		This M&C	\$404,294.00	\$404,294.00
Transfer to Vehicle and Equipment Replacement Fund	\$25,000.00			\$25,000.00
Transfer to IT Refresh Capital	\$31,500.00			\$31,500.00
Transfer to Culture and Tourism Debt Fund	\$343,372.00			\$343,372.00
Transfer to Venue Debt Fund	\$455,030.00			\$455,030.00
Contribution to Fund Balance	\$375,706.00		(\$375,706.00)	\$0.00
<b>Total Expenditures</b>	<b>\$40,078,325.00</b>		<b>\$494,294.00</b>	<b>\$40,572,619.00</b>

Capital Fund Name	Project Name	FY2022 CIP Appropriations	Authority	Budget Adjustment	Revised FY2022 Budget
30205- Public Events Capital	P00054	\$1,695,000.00	This M&C	\$780,000.00	\$2,475,000.00

The Culture and Tourism Fund is currently projecting to exceed budgeted revenue for FY2022 attributable to the continued increases this fiscal year in the Hotel Occupancy Tax collections. Revenue generation from the WRMC is also project to exceed budget for FY2022 as well. As resource stability continues to increase, the Department can refocus on the existing list of minor renovation and repair needs, which have been suspended during the pandemic and subsequent periods of recovery uncertainty.

Per the findings in the 2018 Facilities Assessment, the brick façade and cast stone copings around the perimeter of the WRMC Auditorium, Coliseum and Burnett Building are in need of specialized cleaning and repair. Several cast stone copings and other stone roof and facade elements are beginning to unseat and fall away from the building and should be reset along with a few locations where the brick has been damaged and the cast stone elements including trim and soffits are damaged and need repair. After copings and cast stone elements are cleaned and repaired, they should be sealed for protection and to maintain visual aesthetics for a longer period of time. The entire façade, copings and soffits need to be cleaned under strict Cast Stone Institute and American Masonry Institute guidelines and will take approximately 21 weeks to complete.

With the addition of these renovation and repair funds, the cleaning and repair of the façade around these facilities, all remaining sides of the building not completed in the previous project, could be addressed, in addition to removing damaging pollutants such as sulfur and nitrogen oxides, and other acid rain pollutants, from the façade, exposing the substrate for further evaluation and repair. Additionally, the cleaning, investigative work, and repair creates an aesthetically appealing venue that increases the overall customer experience.

Funding is available for appropriations in the fund balance and contribution to fund balance accounts within the Culture & Tourism operating fund for the purpose of transferring to the Public Events Capital Fund to fund the WRMC Minor Renovations and Repairs programmable project. The current available fund balance is \$11,249,228.83 and after the transfer the fund balance will be \$10,844,934.83.

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 in fund balance and contribution to fund balance within the Culture & Tourism Fund and upon approval of the above recommendations and adoption of the attached appropriation ordinances, funds will be available in the Public Events Capital Fund for the WRMC Minor Renovation and Repair programmable project. Prior to an expenditure being incurred, the Public Events Department has the responsibility of verifying the availability of funds.

**Submitted for City Manager's Office by:** Reginald Zeno 8517

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Expedited