

Mayor and Council Communication

DATE: 04/25/23

M&C FILE NUMBER: M&C 23-0310

LOG NAME: 17PID15 MIDYEARFY23

SUBJECT

(CD 5 / Future CD 11) Adopt Ordinance Amending the Fiscal Year 2022-2023 Budget and Five-Year Service Plan for Public Improvement District 15 - Sun Valley and Adopt Appropriation Ordinance

RECOMMENDATION:

It is recommended that the City Council:

1. Adopt the attached ordinance amending the Fiscal Year 2022-2023 Budget and Five-Year Service Plan for Public Improvement District 15 – Sun Valley to reflect amendments associated with a mid-year review and direct the City Secretary to record the same in the real property records of Tarrant County, Texas no later than the seventh (7th) day after adoption by the City Council; and
2. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Fort Worth Public Improvement District 15 – Sun Valley Fund in the amount of \$21,116.00, from available, unreserved fund balance, for the purpose of funding mid-year budget adjustments.

DISCUSSION:

The City of Fort Worth’s Department of Economic Development administers the City’s Public Improvement Districts (PIDs). The City’s PID Policy outlines the need to proactively work with the City’s PID management companies to oversee the services being provided within each of the PIDs. PID 15 – Sun Valley (Sun Valley PID) is managed by Orasi Development, LLC (Orasi).

On September 13, 2022, City Council adopted Ordinance No. 25722-09-2022, approving the Fiscal Year (FY) 2022-2023 Budget, Five-Year Service Plan, Assessment Plan, and Tax Year 2022 Assessment Roll for the Sun Valley PID. After conducting a mid-year review of the Sun Valley PID’s budget, City staff and Orasi have identified the need to increase the Sun Valley PID Budget by \$21,116.00 to align expenses with actual activities that are attributable primarily to increases in security for hourly rate adjustments and sales tax charges for equipment.

Revenue Adjustments:

Line Items to be Adjusted	Previously Approved FY23 Budget Item	Recommended Mid-Year Adjustment	Amended FY23 Budget Item
PID Assessments	\$141,410.00	\$0.00	\$141,410.00
Use of Fund Balance	\$12,360.00	\$21,116.00	\$33,476.00
Totals	\$153,770.00	\$21,116.00	\$174,886.00

Expenditure Adjustments:

Line Items to be Adjusted	Previously Approved FY23 Budget Item	Recommended Mid-Year Adjustment	Amended FY23 Budget Item
Security Enhancements	\$87,360.00	\$20,720.00	\$108,080.00
Equipment Rental	\$4,800.00	\$396.00	\$5,196.00
Totals	\$92,160.00	\$21,116.00	\$113,276.00

All other previously approved line items not mentioned above remain the same. Upon approval of the above recommendations, the total budgeted expenses for FY 2022-2023 will be \$174,886.00. This mid-year budget adjustment will decrease the unaudited, unassigned fund balance by a total of \$21,116.00. The revised Budget and Five-Year Service Plan will take effect upon approval by City Council. The City and Orasi will update the existing contract to reflect the mid-year adjustment (City Secretary Contract No. 58425).

Funding is available for appropriation in the fund balance of the FWPID #15 - Sun Valley Fund. The beginning balance is \$85,520.99 after this M&C, available balance will be \$64,404.99.

The Sun Valley PID is located in COUNCIL DISTRICT 5/FUTURE COUNCIL DISTRICT 11.

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 approval of the recommendations and adoption of the attached appropriation ordinance, funds will be available in the current operating budget, as appropriated, in the FWPID #15 - Sun Valley Fund. Prior to any expenditure being incurred, the Economic Development Department has the responsibility to validate the availability of funds.

Submitted for City Manager's Office by: William Johnson 5806

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