

MEMORANDUM

TO: Claire Powell, City Manager

FROM: D'Ann Tompkins, Budget Manager

DATE: September 13, 2023

SUBJECT: Consideration of an Ordinance of the City Council of the City of Lewisville, Texas, Amending the Previously Adopted and Approved Budget Ordinance for the Fiscal Year October 1, 2022 to September 30, 2023; By Providing Supplemental Appropriations to the Various Funds; Providing and Effective Date; and Declaring an Emergency.

BACKGROUND

The purpose of this ordinance is to amend the FY 2022-23 adopted budget to include all supplements and changes approved by Council throughout the year.

ANALYSIS

These appropriations include the routine supplements completed each year for prior year encumbrances (purchases) that overlap into the next fiscal year and items presented in the mid-year report in May.

There is sufficient revenue to cover the supplements, except for the grant and CDBG funds. Those funds have sufficient revenue when reimbursements are received after the expenses are made.

This ordinance will also authorize supplements that will correct year-end balances.

- A supplemental in the amount of \$448,000 is being requested for the General fund to support the transfer out to the Capital Improvement Program (CIP), which is associated with Park Development, Tree Mitigation, and Parkland Dedication Fees. This transfer is matched by corresponding revenue of an equal amount.
- In the Debt Fund, a supplemental appropriation in the amount of \$9,453,358 is needed to cover costs associated with the refunding of Series 2012 and Series 2013 General Obligation Bonds. Present value savings generated by the refunding totaled \$251,936. Funds to support this supplemental appropriation came from Series 2023 General Obligation Refunding and Improvement Bonds.
- A supplemental in the Grant Fund in the amount of \$9,770,572 is needed to accommodate the allocation of funds received in connection with the American Rescue Plan, marking the

second and final installment. Furthermore, \$1,259,552 is needed to address expenses related to fire department deployments, with the assurance of full reimbursement through the grant administered by TIFMAS (Texas Intrastate Fire Mutual Aid System). Also in the Grant Fund, \$382,094 is needed to budget funding received related to the Opioid Settlement.

- A supplement in the Stormwater Utility Fund in the amount \$337,058 is needed to cover a transfer out of the Stormwater Utility, designated to address Capital Improvement expenses. The source of these supplementary funds is the surplus revenue generated from Stormwater Utility Fees.
- Within the Self-Insurance Risk fund, a supplemental in the amount of \$364,000 is needed primarily for the purpose of mitigating the elevated costs associated with workers' compensation claims and insurance premiums.
- A supplemental in the amount of \$697,644 is being requested for the CIP Cash – GO Bond (Streets and Drainage) fund. This funding will be used to finance the enhancements to Mill Street and Purnell Street Parking, as outlined in an economic development agreement with the developer.
- In the CIP Cash – General Fund, a \$225,000 supplemental is being requested to fund the cost of three entryway arches for Old Town Lewisville, including design. Final determinations of the style and look of the arches will be brought to City Council prior to any expenditure of funds.

A listing of all supplemental appropriations is included as Exhibit A to the ordinance.

CITY STAFF'S RECOMMENDATION

That the City Council approve the ordinance as set forth in the caption above.