



## COUNCIL AGENDA SUMMARY

**TO:** Mayor Craft & Members of the City Council

**THROUGH:** Steve Griffin, City Administrator

**FROM:** Cindy King, Finance & Administrative Services Director

**SUBJECT:** 2021 Budget Amendment 1

**DATE:** April 5, 2021

**ISSUE:** Hurricane Sally match expenses need to be amended into the 2021 Budget. Hangout Music Festival (HOMF) overtime and corresponding reimbursements need to be removed from the 2021 budget since the festival won't be held due to COVID. Funds for 9 part-time and 3 full-time Fire positions are added in order to have enough staff for available units and cover loss of HOMF revenue in the Beach Fund. Add Impact Fees for Public Works Semi Truck Unit bid off state contract at \$40K over budget. Add funds for City School System Phase 3 improvements professional services contract. Include nontaxable warrant funds for work started in 2020 and to be completed in 2021.

### **General Fund Revenue total increase of \$2,191,000:**

- Increase Transfer from Taxable Warrant Fund 42 by \$2,491,000 for Hurricane Sally expenses
- Reduce \$300,000 HOMF overtime reimbursement expense since festival won't be held in 2021

### **General Fund Expense total increase of \$195,776:**

- Reduce overtime expense in various departments and corresponding HOMF reimbursement
- Fire add funds for 9 part-time and 3 full-time Fire positions to fully staff available units

### **Fund 14 – Impact Fees:**

- Increase Revenue and Expense \$40,000 each for Public Works Semi Truck Unit

### **Fund 37 – Beach Fund:**

- Reduce Police and Fire Overtime and corresponding HOMF reimbursement. Fire reduce overtime by use of part-time positions. Net additional expense of \$22,000.

### **Fund 38 – Capital Improvements Fund**

- Budget \$600,000 in revenue for remainder of permanent bond funds.
- Increase City School Improvements by \$1,700,000 for Phase 3 Improvements professional services contract approved by Council on 1/25/2021

### **Fund 39 – STORM DAMAGE FUND**

- Increase revenue by \$551,000 for:
  - FEMA Hurricane Nate \$1,000 and Sally \$50,000 reimbursements; add \$500,000 for Insurance Claims
- Add \$3,030,000 for Hurricane Sally debris removal and repair work



SMALL TOWN, BIG BEACH

**Fund 42 – Taxable GO Warrants Fund Revenue increase of \$2,491,000**

- Add \$12,000 for Beach Mouse trapping expense to Miscellaneous Fund Admin Expenses
- Transfer to General Fund Proceeds from 2020-E GO Warrant of \$2,479,000 for Hurricane Sally expenses

**Total All Funds Revenue increased by \$7,203,268 to \$97,997,037**

**Total All Funds Expense increased by \$8,733,776 to \$98,616,373**

**Total Expenses exceed Revenues by \$619,336 for Amendment 1 reflecting expenses for Hurricane Sally to be paid from borrowed funds and with FEMA and staff match to be added once received.**

**BACKGROUND:** Council passed the original 2021 Budget November 9th, 2020

**PREVIOUS COUNCIL ACTION:** None

**BUDGET IMPLICATIONS:** Overall 8% increase in revenues and 10% in expenses from 2021 Budget.

**RELATED ISSUES:** None

**ATTACHMENTS:** 2020 Budget Amendment 1

**DEPARTMENT:** Finance and Administrative Services

**STAFF CONTACT:** Cindy King