

March 10, 2022

Item No. 8.2.

Public Hearing, presentation, discussion, and possible action on Budget Amendment 2 amending Ordinance No. 2021-4286 which will amend the budget for the 2021-2022 Fiscal Year in the amount of \$6,943,000.

Sponsor: Michael DeHaven, Assistant Director of Fiscal Services

Reviewed By CBC: City Council

Agenda Caption: Public Hearing, presentation, discussion, and possible action on Budget Amendment 2 amending Ordinance No. 2021-4286 which will amend the budget for the 2021-2022 Fiscal Year in the amount of \$6,943,000.

Relationship to Strategic Goals:

Good Governance

Financially Sustainable City

Core Services and Infrastructure

Recommendation(s): Staff recommends the City Council approve Budget Amendment #2.

Summary: The charter of the City of College Station provides for the City Council to amend the annual budget in the event there are revenues available to cover expenditures and after holding a public hearing on such budget amendment. The proposed budget amendment is to increase the FY22 budget appropriations by \$6,943,000 for increases in the cost of FY22 Police vehicles, the addition of two vehicles for the Electric Underground Crew, and the advance purchase of the FY23 scheduled vehicle replacements and Police ammunition. Attached is a summary with a complete description of the items included on the proposed budget amendment. This amendment also includes interfund transfers totaling \$6,407,000 that have no overall budget impact.

Budget & Financial Summary: The City has resources or can reasonably expect resources to cover the appropriations in this budget amendment. The attached summary has the complete description of the items included on the proposed budget amendment and a description of the interfund transfers. If approved, the net revised budget appropriations will be \$375,228,841.

Attachments:

1. FY22 Budget Amendment #2 Ordinance
2. FY22 BA#2 Detail Listing

ORDINANCE NO. _____

AN ORDINANCE (BUDGET AMENDMENT #2) AMENDING ORDINANCE NO. 2021-4286 WHICH WILL AMEND THE BUDGET FOR THE 2021-2022 FISCAL YEAR AND AUTHORIZING AMENDED EXPENDITURES AS THEREIN PROVIDED.

WHEREAS, on August 12, 2021, the City Council of the City of College Station, Texas, adopted Ordinance No. 2021-4286 approving its Budget for the 2021-2022 Fiscal Year: and

WHEREAS, on January 27, 2022, the City Council of the City of College Station, Texas, adopted Ordinance No. 2022-4328, budget amendment #1: and

WHEREAS this amendment was prepared and presented to the City Council and a public hearing held thereon as prescribed by law and the College Station City Charter, after notice of said hearing having been first duly given; now, therefore,

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF COLLEGE STATION, TEXAS:

PART 1: That Ordinance No. 2021-4286 is hereby amended by amending the 2021-2022 Budget adopted thereto by a net amount of \$6,943,000 as further detailed in the proposed 2021–2022 year-end estimates incorporated herein for funds and purposes.

PART 2: That this Budget Amendment #2 shall be attached to and made a part of the 2021-2022 Budget.

PART 3: That except as amended hereby, Ordinance No, 2021-4286 shall remain in effect in accordance with its terms.

PART 4: That this ordinance shall become effective immediately after passage and approval.

PASSED and APPROVED this _____ day of _____ 2022

ATTEST:

APPROVED:

City Secretary

Mayor

APPROVED:

City Attorney

Exhibit A – FY22 Budget Amendment #2 Detail Listing

1. Budget Increase for Police Vehicles - \$245,000 (Budget Amendment)

The FY22 Budget includes funding for the purchase of five vehicles. This amendment increases the budget by \$245,000 to cover the manufacturer increased cost of the Chevrolet Tahoe vehicles and the related equipment to outfit a Police car.

2. Electric Underground Crew Vehicles Purchase - \$240,000 (Budget Amendment)

Advanced purchase of two vehicles for an upcoming Electric underground crew. These vehicles are included on this Budget Amendment due to the long lead time to order and receive the required vehicles. Proposed personnel changes will be presented to Council via a later Budget Amendment.

3. Advance Purchase of FY23 Replacement Vehicles - \$6,407,000 (Budget Amendment) and \$6,407,000 (Interfund Transfer)

Due to supply chain disruptions in the automobile industry, the FY23 scheduled replacements is being accelerated. There are thirty-five vehicles and related equipment in the following departments/funds: Police, Fire, Public Works, Planning & Development, Parks & Recreation, Drainage, Fleet, Electric, Water, Wastewater, and Solid Waste. The scheduled replacements are covered by funds set aside in the Fleet Replacement Fund. A total interfund transfer from Fleet Replacement to the other funds totals \$6,407,000.

4. Advance Purchase of FY23 Police Ammunition - \$51,000 (Budget Amendment)

Ammunition shortages are attributed to pandemic-era supply chain disruptions and the surge in demand. This amendment will authorize the advance order of the scheduled FY23 order before a price increase.