



City of Grand Island

Tuesday, August 24, 2004

Council Session

Item F1

#8927 - Consideration of Amendments to FY 2003-2004 Annual Budget

Staff Contact: David Springer

Council Agenda Memo

From: David Springer, Finance Director

Meeting: August 24, 2004

Subject: Consideration of Amendment to FY2003-2004 Annual Budget

Item #'s: F-1

Presenter(s): David Springer, Finance Director

Background

The City Council approved the FY2004 Annual Budget with Addendum #1 by Ordinance #8835 on August 26, 2003. Amendment #1 was approved by Ordinance #8889 on March 23, 2004. Amendment #2 is submitted for Council approval.

Discussion

On July 23, 2004, by Ordinance #8923, the City Council approved the retirement of Series 1999 Various Purpose Bonds and the issuance of Series 2004 Refunding Bonds. Likewise, on July 27, 2004, by Solid Waste Agency Resolutions #2 and #3 and City Ordinance #8925, the City Council approved the retirement of Series 1998 Solid Waste Revenue Bonds and the issuance of Series 2004 Revenue Refunding Bonds. These were both done to take advantage of reduced interest rates available and effect a combined savings over their terms of approximately \$326,163. It is necessary to increase the current year's budgeted revenues and budgeted appropriations each by a total of \$5,010,000 to consummate the refinancing transactions.

Alternatives

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

1. Approve the budget amendment.
2. Disapprove or deny the amendment.

Recommendation

City Administration recommends that the Council approve the amendment to the 2003-2004 Fiscal Budget to allow for the refinancing of these two bond issues.

Sample Motion

Approve the ordinance providing for Amendment #2 to the 2003-2004 Adopted Budget as recommended, giving budget authority to refinance bonds.

ORDINANCE NO. 8927

An ordinance to amend "The Annual Appropriation Bill" of the City of Grand Island, Nebraska, to revise the budget statement pursuant to the Nebraska Budget Act for the fiscal year commencing October 1, 2003 and ending September 30, 2004; to provide for severability; and to provide for publication and the effective date of this ordinance.

BE IT ORDAINED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA:

SECTION 1. An amended appropriation is hereby made for the ensuing fiscal year to defray all necessary expenses and liabilities of City departments, funds, and operations. The object and purpose of the appropriation shall be to pay for any and all necessary expenses and liabilities for the following departments, funds, and operations.

<u>Funds</u>	<u>Total Appropriation</u>	<u>Amendment</u>	<u>Revised Appropriation</u>
General	31,889,014	0	31,889,014
Permanent Funds	21,000	0	21,000
Special Revenue	6,738,595	0	6,738,595
Debt Service	5,890,593	2,160,000	8,050,593
Capital Projects	7,992,000	0	7,992,000
Enterprise	80,664,325	2,850,000	83,514,325
Internal Service	9,445,548	0	9,445,548
Agency	2,712,682	0	2,712,682
Trust	2,333,990	0	2,333,990
Total Appropriation			
All Funds	<u>147,687,747</u>	<u>5,010,000</u>	<u>152,697,747</u>

SECTION 2. The foregoing amendment is necessary and prudent to address circumstances which could not have been reasonably anticipated at the time of the enactment of The Annual Appropriation Bill, Ordinance No. 8835, or the amendment thereto, Ordinance No. 8894. Fund transfers as provided above shall increase the appropriation for the Debt Service

Approved as to Form	☐ _____
August 17, 2004	☐ City Attorney

ORDINANCE NO. 8927 (Cont.)

Fund by \$2,160,000 for the retirement of Series 1999 Various Purpose Bonds and related expenses. The revision will also increase budgeted appropriation for the Solid Waste Enterprise Fund by \$2,850,000 for the retirement of Series 1998 Solid Waste Agency Revenue Bonds and related expenses. Budgeted revenues for the Debt Service Fund and Solid Waste Enterprise Fund will increase by \$2,160,000 and \$2,850,000 respectively.

SECTION 3. The foregoing appropriate amendments and expenditures will increase the previously adopted total budgeted expenditures beyond that initially adopted and amended in the amount of \$5,010,000.

SECTION 4. If any section, subsection, or any other portion of this ordinance is held to be invalid or unconstitutional by any court of competent jurisdiction, such portion shall be deemed separate, distinct, and independent, and such holding shall not affect the validity of the remaining portions thereof.

SECTION 5. This ordinance shall be in force and take effect from and after its passage and publication, within fifteen days in one issue of the Grand Island Independent as provided by law.

Enacted: August 24, 2004.

Jay Vavricek, Mayor

Attest:

RaNae Edwards, City Clerk