



City of League City, TX

300 West Walker
League City TX 77573

Text File

File Number: 23-0481

Agenda Date: 10/10/2023

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Status: Old Business

In Control: City Council

File Type: Agenda Item

Agenda Number: 8A.

Title

Consider and take action on Ordinance 2023-33 amending the City of League City, Texas, Governmental, Proprietary, and Capital Funds Budget for Fiscal Year 2024 by amending Ordinance No. 2023-28 to adjust the operating and capital budget for actual and projected expenditures related to TIRZ 2 and COVID ARPA funds - Second Reading (Assistant City Manager - CFO)

Council approved first reading, 7-1-0 on September 26, 2023.

..Background:

This item was directed by City Council on September 12, 2023 agenda item 9C.

With the closing of TIRZ 2, staff estimates between **\$7.0 to \$9.7 million** will be remaining as uncommitted funds.

There will be approximately **\$6 million** in uncommitted COVID ARPA funds remaining at the end of FY2023. At Council's direction, staff can use current public safety salaries as justification to claim the remaining \$6 million in COVID ARPA grant funds. Since the salary expense is currently paid from the general fund, moving the expense to ARPA, would free up an equal amount (\$6 million) in general fund dollars. This amount will be transferred to the CIP to cash fund (without time or project type restriction) CIP projects at Council's direction.

The proposed ordinance requests a net zero amendment to the General Fund, addition of Fire Station 7 to the capital budget, creates capital projects fund 5018 "Fire Station 7", and modifies the COVID ARPA spending plan.

If approved, the proposed ordinance would amend the City's FY2024 budget to incorporate proposed adjustments for:

- Modify the formal COVID ARPA spending plan by reprogramming the uncommitted total at the end of FY2023 to FY2024 public safety salaries (estimated at \$5,950,000)
 - o including removing COVID ARPA funding for construction of the DSWWTP Admin, Lab & Ops building as part of FY2024 capital budget in the amount of \$1.16 million
- Create capital projects fund 5018 "Fire Station 7"
- Transfer from General Fund an equal amount to the remaining ARPA funds (estimated at \$5,950,000) to the new dedicated fund 5018 to plan, design, construct, and equip Fire Station 7,
- Add Fire Station 7 to the FY2024 capital budget in order to spend CIP funds in FY2024 on planning, design of station (\$900K), design of offsite infrastructure (\$900K), and land (\$450K) (total \$2.25 million). This is just a budget to start work on the Fire Station and funds spent in

FY2024 may be less.

- Remove New I45 Frontage Road to Hobbs (Winfield Road) ST2203 from the FY2024 capital budget and reallocate the \$1.1M programmed in the FY2024 capital budget for Winfield Road to North Landing Blvd Extension project (also a 2019 GO Bond project).

Direction for staff going forward:

- At the close of FY2023, remaining uncommitted funds from TIRZ 2 will be allocated to the new dedicated fund 5018 for Fire Station 7, estimated at \$7 million.
 - o City Council will be presented with a station optimization presentation at the second meeting in October 2023. Decisions made regarding location and station type will affect the total funds estimated for the Fire Station planning, design, utilities, land, construction and equipment.
- After funding Fire Station 7 expenses, remaining funds from TIRZ 2 or COVID ARPA, will be spent on the following based on priority as directed by City Council by separate action,
 - a. Up to \$3M of the TIRZ 2 uncommitted balance to be allocated to completing underfunded road projects in the Capital Improvement Plan,
 - b. Grant program of \$200K to fund installation of flock license plate reader cameras in neighborhoods as requested by HOA's,
 - c. Replacement of approximately 200 public safety radios with any remaining TIRZ 2 uncommitted funds.

TOTAL BY FUNDS:

General Fund

The requested adjustment to the General Fund is an increase of \$5,950,000; decrease of the same, resulting a net change of **zero**. There is no adjustment to the fund appropriation.

COVID ARPA Fund

The requested adjustment to the COVID ARPA Fund results a net change of **zero**. There is no adjustment to the fund appropriation.

Capital Budget

The request adjustment to the Capital Budget is an increase of \$2,250,000 and the addition of the Fire Station 7 project. The total fund appropriation amended budget of \$153,572,670 increases by \$2,250,000 to \$155,822,670.

Attachments:

1. Data Sheet
2. Proposed Ordinance with Exhibits
3. Updated COVID ARPA spending plan
4. Fire Station 7 Project Sheet
5. New I45 Frontage Road to Hobbs (Winfield Rd) Project Sheet
6. DSWWTP Admin, Lab & Operations Building Project Sheet
7. Approved Agenda 9/12/23 Item 9C

APPROVED

OCT 10 2023

CITY COUNCIL

SECOND READING ORDINANCE NO. 2023-33

ORDINANCE NO. 2023-33

AN ORDINANCE AMENDING THE CITY OF LEAGUE CITY, TEXAS, ANNUAL GOVERNMENTAL AND PROPRIETARY FUNDS BUDGET FOR THE FISCAL YEAR 2024 BY AMENDING ORDINANCE NO. 2023-28 MAKING CERTAIN FINDINGS AND CONTAINING CERTAIN PROVISIONS RELATING TO THE SUBJECT.

WHEREAS, on September 12, 2023, the City Manager presented the City of League City, Texas Annual Governmental, Proprietary and Capital Funds Budget for the fiscal year 2024 beginning October 1, 2022 and ending September 30, 2023, which was approved and adopted by Ordinance No. 2023-28; and

WHEREAS, on September 12, 2023, Council approved and adopted Ordinance No. 2023-28 to adjust the operating and capital budgets; and

WHEREAS, the City Council of the City of League City, Texas, deems it necessary and in the best interest of the citizens of the City to amend the Governmental, Proprietary and Capital Funds Budget for Fiscal Year 2024 by amending Ordinance No. 2023-28 to adjust for actual and projected expenditures.

WHEREAS, such changes are described in Exhibit A, B, and C.

NOW, THEREFORE BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LEAGUE CITY, TEXAS, as follows:

Section 1. The facts and opinions in the preamble of this ordinance are true and correct.

Section 2. The FY2024 Governmental, Proprietary and Capital Funds Budget shall hereby be amended to adjust the operating budget for previously unbudgeted expenditures as set forth in Exhibit A, B and C, which are attached hereto and made a part of this ordinance.

Section 3. The City Secretary is hereby directed to attach a copy of this ordinance to the Governmental and Proprietary Funds Budget for Fiscal Year 2024 which is on file in her office and posted on the website in accordance with Local Government Code Section 102.008.

Section 4. All ordinances and agreements and parts of ordinances and agreements in conflict herewith, are hereby repealed to the extent of the conflict only.

Section 5. It is hereby found and determined that the meeting at which this ordinance was passed was open to the public and that advance public notice of the time, place and purpose of said meeting was given as required by law.

PASSED first reading the 26th day of September, 2023.

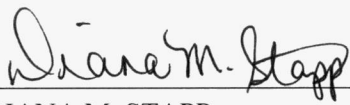
PASSED second reading the 10th day of October, 2023.

PASSED AND ADOPTED the 10th day of October, 2023.



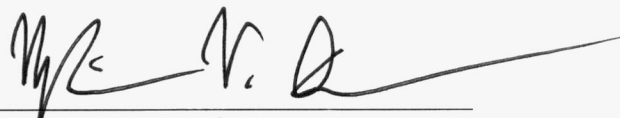
NICK LONG,
Mayor

ATTEST:



DIANA M. STAPP,
City Secretary

APPROVED AS TO FORM:



NGHIEM V. DOAN,
City Attorney

Ordinance No. 2023-33
FY2024 Amended Budget
Exhibit A
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October 10, 2023

Fund	FY2024 Adopted Budget	10/10/2023 Amendment	FY2024 Amended Budget
GENERAL FUND			
City Council	125,886	-	125,886
City Manager	655,930	-	655,930
City Secretary	491,948	-	491,948
City Attorney	741,494	-	741,494
City Auditor	137,691	-	137,691
Information Technology	3,927,446	-	3,927,446
Facilities Services	2,583,503	-	2,583,503
Civic Center Operations	106,386	-	106,386
Big League Dreams	25,000	-	25,000
Project Management	1,822,176	-	1,822,176
Police	25,395,659	(5,950,000)	19,445,659
Animal Control	1,389,349	-	1,389,349
Fire Department	3,571,288	-	3,571,288
Fire Marshal	1,236,346	-	1,236,346
Emergency Medical Services	6,542,375	-	6,542,375
Neighborhood Services	645,241	-	645,241
Budget & Financial Planning	823,999	-	823,999
Accounting	2,441,126	-	2,441,126
Municipal Court	914,936	-	914,936
Purchasing	352,370	-	352,370
Communications Office	1,084,937	-	1,084,937
Human Resources	1,109,541	-	1,109,541
Public Works Administration	600,892	-	600,892
Streets, Stormwater & Traffic	8,575,376	-	8,575,376
Solid Waste	8,077,109	-	8,077,109
Engineering	2,452,731	-	2,452,731
Planning	1,210,446	-	1,210,446
Building	1,371,890	-	1,371,890
Economic Development	443,742	-	443,742
Emergency Management	332,149	-	332,149
Library	2,616,790	-	2,616,790
Parks Operations	2,989,163	-	2,989,163
Parks Recreation	1,528,414	-	1,528,414
Non-Departmental	4,658,195	-	4,658,195
Transfers to the Tax Increment	2,619,920	-	2,619,920
Transfer to CIP to Cash Fund Projects	1,600,000	-	1,600,000
Transfer to Reinvestment Fund	5,225,000	-	5,225,000
Transfer to Fire Station 7 Fund	-	5,950,000	5,950,000
General Fund Total	100,426,444	-	100,426,444

Ordinance No. 2023-33
FY2024 Amended Budget
Exhibit A
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October 10, 2023

Fund	FY2024 Proposed Budget	10/10/2023 Amendment	FY2024 Adopted Budget
UTILITY FUND			
Utility Billing	3,013,608	-	3,013,608
Water Production	10,085,853	-	10,085,853
Wastewater	5,127,451	-	5,127,451
Line Repair	3,761,862	-	3,761,862
Non-Departmental	1,272,183	-	1,272,183
Administrative Payment to General Fund	4,835,959	-	4,835,959
Transfer to Debt Service	11,500,000	-	11,500,000
Transfer to CIP	7,050,000	-	7,050,000
Utility Fund Total	46,646,916	-	46,646,916
OTHER FUNDS			
General Debt Service Fund	17,123,262	-	17,123,262
SPECIAL REVENUE FUNDS			
Chapter 59 Seizure Fund	2,000	-	2,000
Asset Forfeiture Fund	535,940	-	535,940
Animal Control Donation Fund	133,000	-	133,000
Fire/EMS Donation Fund	126,393	-	126,393
Library Gift Fund	3,500	-	3,500
4B Maint. & Operations/Debt Fund	2,481,653	-	2,481,653
Municipal Court Bldg. Security Fund	37,561	-	37,561
Municipal Court Technology Fund	30,000	-	30,000
Technology Fund	300,000	-	300,000
Public Safety Technology Fund	403,905	-	403,905
Hotel/Motel Tax Fund	823,391	-	823,391
Public Access Channel Fund	420,000	-	420,000
Tree Preservation Fund	10,000	-	10,000
Hurricane Harvey Fund	1,341,379	-	1,341,379
Hurricane Nicholas Fund	55,166	-	55,166
Coronavirus Relief Fund	190,221	-	190,221
Winterstorm URI Fund	-	-	-
HMGP Disaster Recovery Fund	213,523	-	213,523
Municipal Court TPRF Fund	35,000	-	35,000
COVID FEMA PA Fund	-	-	-
COVID ARPF	5,993,265	-	5,993,265
Opioid Abatement Fund	-	-	-
Special Revenue Funds Total	13,135,897	-	13,135,897
Grand Total Operating Budget	177,332,519	-	177,332,519
UTILITY DEBT SERVICE FUND			
Utility Debt Service Fund	12,845,591	-	12,845,591
INTERNAL SERVICE FUNDS			
Fleet Maintenance Fund	2,043,645	-	2,043,645
Capital Replacement Fund	3,039,500	-	3,039,500
Employee Benefit Fund	10,703,096	-	10,703,096
NOTE: Expenses for the Utility Debt Service Fund and the Internal Service Funds (Fleet Maintenance, Capital Replacement and Employee Benefit Funds) are not included in the Citywide Total above to avoid duplication of the amounts shown as part of the General and Utility Fund budgets that are transfers to these funds for services.			

Ordinance No. 2023-33
FY2024 Amended Capital Budget
Exhibit B
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Program	Project	Total Project Cost	FY2024 Adopted Capital Budget	Budget Amendment 10/10/2023	FY2024 Amended Capital Budget	Phase
TAX SUPPORTED PROGRAMS						
Reinvestment	Landscape TxDOT Medians	\$ 5,661,000	\$ 2,961,000		\$ 2,961,000	Construction
	Sidewalk Replacement Project	9,504,617	750,000		750,000	Construction
	Street Reconstruction	49,473,425	4,410,000		4,410,000	Construction
	Annual Stormwater Improvements	2,579,258	150,000		150,000	Construction
	Asphalt Street Rehab	30,422,922	2,450,000		2,450,000	Construction
	Facilities Reinvestment	4,617,544	625,000		625,000	Construction
	Parks Facilities Renewal	3,423,708	328,000		328,000	Construction
	Traffic Signal Reconstruction	3,845,000	490,000		490,000	Design/Construction
	Intersection Lighted Street Signs	1,359,615	170,000		170,000	Construction/Equipment
	Main Street Sidewalks	2,334,000	325,000		325,000	Construction
	Reinvestment Subtotal	113,221,089	12,659,000	-	12,659,000	
Streets	North Landing Extension	98,324,259	72,875,040	1,100,000	73,975,040	Land/Construction
	SH3 and FM518 Intersection Improvements	4,691,541	2,500,000		2,500,000	Construction
	New Winfield Rd (I-45 Frontage Road to Hobbs Rd)	2,400,398	1,100,000	(1,100,000)	-	Construction
	Matching Funds for Partnerships	2,715,017	1,000,000		1,000,000	Design/Construction
	Extension of Hobbs to FM 517	7,703,323	1,000,000		1,000,000	Land
	Traffic System Improvements	7,206,139	478,000		478,000	Construction/Equipment
	Street Light GIS Inventory and Photocell Purchase	1,145,000	180,000		180,000	Construction
	TxDOT Roadway Intersection Improvements	3,715,150	695,600		695,600	Design/Construction
	FM 2094 @ Enterprise, Lakeside, & Twin Oaks Intersection Study	150,000	150,000		150,000	Study
	Maple Leaf and League City Parkway Traffic Signal	675,000	110,000		110,000	Design
	Street Light Upgrades to LED Lamps	181,800	30,300		30,300	Equipment
	School Zone Safety Improvements	1,250,000	240,000		240,000	Construction
	TxDOT Traffic Signal Improvements	3,563,227	659,157		659,157	Construction
	Marina Bay Drive Pedestrian Sidewalk and Multi-use Trail Extension	4,419,200	172,000		172,000	Design/Land
	S. Walker St. Ext.: FM646 to I-45 Feeder Rd	6,113,996	666,867		666,867	Design
	Streets/Traffic Subtotal	144,254,050	81,856,964	-	81,856,964	
Drainage	Newport & Ellis Landing Subdivision Drainage Improvements	993,780	797,500		797,500	Construction
	FM 518 & Wesley Drive Drainage Improvements	3,797,782	3,000,000		3,000,000	Construction
	Oaks of Clear Creek Sub. Drainage Improvements Phase 2	10,002,158	7,000,000		7,000,000	Construction
	Magnolia Creek & Cedar Gully Channel Improvements	9,546,200	8,135,900		8,135,900	Construction
	Dickinson Bayou Watershed FIRM Update	520,000	520,000		520,000	Study
	Clear Creek Watershed FIRM Update	271,500	271,500		271,500	Design
	Master Drainage Plan - CRS Update	185,654	185,654		185,654	Study
	Master Drainage Plan - Subdivision Update	844,193	844,193		844,193	Study
	Master Drainage Plan - Historic District Update	476,523	476,523		476,523	Study
	CDBG-MIT Main & Wesley Drainage Improvements, Phase 3	5,073,174	5,073,174		5,073,174	Design/Construction
	Bayridge Flood Reduction Phase 4	11,249,348	1,330,000		1,330,000	Land
	Hughes Ln-W. Deats Rd. Culvert Modifications	4,350,560	250,000		250,000	Land
	Clear Creek Tributaries Select Clearing & Desnagging	3,585,257	1,500,000		1,500,000	Construction
	Benson Bayou Regional Conveyance & Mitigation Pond	12,000,000	1,000,000		1,000,000	Land
	Localized Flooding Drainage Studies	875,500	154,000		154,000	Study
	Historic District Drainage Improvements	2,413,320	1,800,000		1,800,000	Construction
	CDBG-MIT Interurban Neighborhood Drainage	8,238,937	996,002		996,002	Design
	Drainage Subtotal	74,423,886	33,334,446	-	33,334,446	
Fire	Fire Station 7			2,250,000	2,250,000	Design/Utilities/Land
	Fire Subtotal	-	-	2,250,000	2,250,000	
Facilities	Generators for City Facilities	948,156	948,156	-	948,156	Equipment
	Facilities Subtotal	948,156	948,156	-	948,156	
Parks	Public Art Initiative	1,200,000	150,000		150,000	Construction
	Heritage Signature Trail	315,500	274,000		274,000	Land/Construction
	Hike & Bike Trails Way-Finding Signage	531,793	265,000		265,000	Construction
	Clear Creek Nature Center Prairie Restoration	171,359	24,190		24,190	Construction
	Clear Creek - Kansas Ave & CC Nature Center	1,548,492	1,187,721		1,187,721	Construction
	TxDOT Bike Trail & Sidewalk	2,449,000	2,449,000		2,449,000	Construction
	TxDOT Trail - Palomino Road to Ross Elementary	2,918,817	2,918,817		2,918,817	Construction
	Clear Creek Nature Center Improvements	873,500	155,000		155,000	Design
	Lobit Park	1,873,066	270,500		270,500	Design
	Kilgore-Davis Tract Parkland	699,991	125,000		125,000	Design
	Newport Park Redevelopment	795,000	100,000		100,000	Design
	5K Loop Parking Access	800,000	150,000		150,000	Design
	Parks Subtotal	14,176,518	8,069,228	-	8,069,228	
	TAX SUPPORTED TOTAL	\$ 347,023,699	\$ 136,867,794	\$ 2,250,000	\$ 139,117,794	

Ordinance No. 2023-33
FY2024 Amended Capital Budget
Exhibit B
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Program	Project	Total Project Cost	FY2024 Adopted Capital Budget	Budget Amendment 10/10/2023	FY2024 Amended Capital Budget	Phase
REVENUE SUPPORTED						
Water	Annual Water System Improvements	6,405,041	500,000		500,000	Design/Construction
	SEWPP Treatment Improvements	24,527,316	1,000,000		1,000,000	Construction
	Waterline Upgrades & Replacement (Renewal)	24,632,201	3,572,500		3,572,500	Design/Construction
	54" Water Line Replace 42" Line on SH3 (Distribution/Supply)	38,901,008	818,165		818,165	GCWA Payment
	New Water GCWA 3.0 MGD from TMWTP	3,789,982	579,376		579,376	GCWA Payment
	West Side Well, GST, Generator and BPS (Calder South)	11,509,259	800,000		800,000	Design
	New Water Well and GST - LC Parkway West	7,289,261	100,000		100,000	Design
	Decommission and Demo - Bay Ridge BPS & GST	175,000	175,000		175,000	Construction
	SH3 BPS Chemical Feed Building & Storage	2,300,000	300,000		300,000	Design
	Generators w/ Auto Transfer Replacement	1,275,500	223,000		223,000	Construction
	Water Subtotal	120,804,568	8,068,041	-	8,068,041	
Wastewater	Sanitary Sewer Annual Rehab	16,375,132	3,000,000		3,000,000	Construction
	Annual Lift Station Improvements	12,163,347	2,540,000		2,540,000	Land/Construction
	Dallas Salmon WWTP Improvements	10,315,748	1,160,000		1,160,000	Design/Construction
	Re-Route 18-inch Bay Colony 14-15 FM to SWWRF	2,075,800	1,870,200		1,870,200	Construction
	Generators w/ Auto Transfer Replacements	921,635	66,635		66,635	Construction
	Wastewater Subtotal	41,851,662	8,636,835	-	8,636,835	-
	REVENUE SUPPORTED TOTAL	\$ 162,656,230	\$ 16,704,876	\$ -	\$ 16,704,876	
	FY2024 CAPITAL BUDGET TOTAL	\$ 509,679,929	\$ 153,572,670	\$ 2,250,000	\$ 155,822,670	

Ordinance No. 2023-33
FY2024 Amended Capital Budget
Exhibit B
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FUNDING SOURCES	FY2024 Adopted Capital Budget	Budget Amendment 10/10/2023	FY2024 Amended Capital Budget
TAX SUPPORTED PROGRAMS			
Bond Funds			
Previously Issued Certifications of Obligation	\$ 1,765,716		\$ 1,765,716
FY2023 GO Bond Issue	37,334,754	-	37,334,754
Subtotal Bond Funds	39,100,470	-	39,100,470
Funded through operations			
Miscellaneous Capital Project Fund 5015	1,208,028		1,208,028
Annual Misc. Capital Projects Cash Transfer 5015	1,600,000		1,600,000
Reinvestment Cash Fund 5017	1,973,000		1,973,000
Annual Reinvestment Cash Transfer 5017	5,225,000		5,225,000
TIRZ 2 Fund	491,221		491,221
Walker Street Bridge Fund	175,646		175,646
Subtotal Operation Funds	10,672,895	-	10,672,895
Grants			
Potential Grant Funding	14,079,499		14,079,499
HGAC (TxDOT)	55,858,168		55,858,168
State of Texas (TxDOT)	8,246,322		8,246,322
City of Webster	4,810,466		4,810,466
Subtotal Grant Funds	82,994,455	-	82,994,455
Dedicated Funds			
Park Facilities & Maint Fees Fund 5020	554,190		554,190
4B Corporation Cash Fund 3010	3,220,784		3,220,784
CDBG Cash	325,000		325,000
Fire Station 7 Fund 5018	-	2,250,000	2,250,000
Subtotal Dedicated Funds	4,099,974	2,250,000	6,349,974
TOTAL FY2024 TAX SUPPORTED FUNDING	\$ 136,867,794	\$ 2,250,000	\$ 139,117,794
REVENUE SUPPORTED PROGRAMS			
Bond Funds			
Future CO Issue	-	1,160,000	1,160,000
Subtotal Bond Funds	-	1,160,000	1,160,000
Funded through operations			
Existing Capital Project Fund	5,219,909	(1,160,000)	4,059,909
Annual Transfer Capital Project Fund	7,050,000		7,050,000
Subtotal Operation Funds	12,269,909	(1,160,000)	11,109,909
Dedicated Funds			
Water Capital Recovery Fees Fund 1040	2,297,541		2,297,541
Wastewater Capital Recovery Fees Fund 1045	1,870,200		1,870,200
Subtotal Dedicated Funds	4,167,741	-	4,167,741
Grants			
Potential Grant Funding	267,226		267,226
Subtotal Grant Funds	267,226	-	267,226
TOTAL FY2024 REVENUE SUPPORTED FUNDING	\$ 16,704,876	\$ -	\$ 16,704,876
FY2024 CAPITAL BUDGET TOTAL	\$ 153,572,670	\$ 2,250,000	\$ 155,822,670

Ordinance No. 2023-33
FY2024 Amended Budget
Exhibit C
October 10, 2023

	FY2024 Adopted Budget	10/10/2023 Amendment	FY2024 Amended Budget
Exhibit A Operating Budget	\$ 177,332,519	\$ -	\$ 177,332,519
Exhibit B Capital Budget	153,572,670	2,250,000	\$ 155,822,670
	<u>\$ 330,905,189</u>	<u>\$ 2,250,000</u>	<u>\$ 333,155,189</u>