

December 1, 2020 - Presented for 1st Reading

1 **2020-051 (1st READING): TO AMEND ORDINANCE NO. 2019-30, THE 2019-20**
2 **BUDGET ORDINANCE, RECOGNIZING MATERIAL EVENTS OF MARCH-JUNE 2020**
3 **AND THEIR IMPACTS UPON THE 2019-20 BUDGET, RECONCILING**
4 **APPROPRIATIONS WITH AUDITED RESULTS, RECLASSIFYING TWO FUNDS AS TO**
5 **THEIR FUND TYPES, AND OTHER MATTERS RELATING THERETO.**

6 **Applicant/Purpose:** CFO / to adopt a “wind-up ordinance” reconciling appropriations w/ year-
7 end results resulting from timing issues & extraordinary events of the year.
8

9 **Brief:**

- 10 • Each year, as the result of closing & adjusting entries, the City considers whether it
11 must adopt a wind-up ordinance to account for adjustments that changed the original
12 adopted budget. Changes to the 2020 Budget include:
- 13 ▪ Downtown Development & Debt Service Funds, to reconcile w/ accruals at year-
14 end.
 - 15 ▪ Local Accommodations & Hospitality Tax Funds, to transfer to the appropriate
16 operating funds collected that were sequestered by court order during the
17 hospitality fee lawsuit but released following settlement of that suit.
 - 18 ▪ Air Base Tax Increment Funds, to recognize the increase in funds declared surplus
19 by the Redevelopment Authority in 10/2020 & distributed to the taxing districts.
 - 20 ▪ Conversion of the Baseball Stadium & Municipal Golf Course Fund from
21 “enterprise” to “special revenue” funds. This change is consistent w/ the policy
22 of viewing these assets as public recreational assets rather than enterprises w/
23 profit or loss focus.
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25 **Issues:**

- 26 • In 2020, aside from normal issues of timing at the close of the year, a number of events
27 occurred that necessitate a wind-up ordinance including:
- 28 ▪ The pandemic & associated economic & operational impacts.
 - 29 ▪ Settlement of the hospitality fee lawsuit.
 - 30 ▪ Increases in funding declared surplus by the Air Base Redevelopment Authority
31 & subsequently distributed to the School District, County, & City.
- 32 • Many of these events occurred after the fiscal year end but impacted the FY2019-20
33 financial results, thus requiring this budget amendment.
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35 **Public Notification:** Standard notification of ordinances.

36 **Alternatives:** No viable alternatives.

37 **Financial Impact:** No financial impact.

38 **Manager’s Recommendation:** I recommend 1st reading (12/1/2020).
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40 **Attachment(s):** Proposed ordinance.
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