

COUNCIL COMMUNICATION

	Number:	20-465	Meeting:	October 19, 2020
	Agenda Item:	52	Roll Call:	20-1726
	Submitted by:	Nickolas Schaul, Finance Director		

AGENDA HEADING:

Hold hearing to consider first amendment to the annual budget for the current fiscal year (FY) ending June 30, 2021.

SYNOPSIS:

Hold public hearing regarding the first amendment to FY 2020-2021 budget for the October 19, 2020 City Council meeting. This amendment will adjust the FY 2020-2021 budget to account for COVID-19 related changes and adjustments to the Capital Improvement Plan (CIP).

FISCAL IMPACT:

Amount: The net effect is a budget reduction of \$11,015,783 for revenue and expenditure decreases.

Funding Source: This is across all City funds.

ADDITIONAL INFORMATION:

- The FY 2021 budget was approved at the April 27, 2020 meeting and the impacts of COVID-19 are still not fully known. This amendment accounts for known changes to the current FY, which ends June 30, 2021.
- This amendment will account for the following (see summary table below):
 - Adjusting revenues budgets for significant line-items.
 - Recognizing revenue received from COVID-19 CDBG and Emergency Solutions Grants (ESG) grants.
 - Adjusting CIP budgets to recognize delays, shifts, and reductions to various projects.

FY 2021 Amendment 1: Significant Changes	
Description	Amount
Capital Improvement Plan Prioritization (Project Timing/Delays discussed in June)	(10,580,000)
COVID-Related Revenues	
State COVID grants for Local Governments	5,091,678
Franchise Fees (Gas/Electric) - Reduction	(1,500,000)
Parking Violations - Reduction	(400,000)
Investment Income - Reduction	(350,000)
Parks Revenue (Programs and Rentals) - Reduction	(244,777)
Permit and Development Center Revenue - Reduction	(700,000)
Road Use Tax - Reduction	(1,000,000)
Parking Revenues - Reduction	(3,250,000)
Wastewater Service Charge - Reduction	(2,500,000)
School Resource Officer Program Revenue reduction from DMPS - Reduction	(256,000)
Net Hotel/Motel Reduction (payout to BRAVO/CVB) - Reduction	(1,228,597)
COVID Commodity Costs	241,916
COVID ESG and CDBG Grant Revenue	5,981,091
COVID ESG and CDBG Grant Expense	5,981,091
Wastewater Fund WRA Debt Payoff - Ankeny and Waukee (One-time payment)	6,698,665
Fire GEMT Revenue Adjustment	450,000

- During the upcoming FY 2021-2022 budget process, another amendment to FY 2020-2021 will be proposed. This will be no different than budget processes in past years.

PREVIOUS COUNCIL ACTION(S):

Date: October 5, 2020

Roll Call Number: [20-1569](#)

Action: On amendment to the annual budget for current fiscal year ending June 30, 2021, (10-19-20). ([Council Communication No. 20-427](#)) Moved by Gatto to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE

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