



MEMORANDUM

Council Agenda
Item No. IX. BF
8/29/2023

The City of OKLAHOMA CITY

TO: Mayor and City Council

FROM: Craig Freeman, City Manager

Resolution setting a public hearing date of September 12, 2023, for a proposed amendment to the Fiscal Year 2024 budget for the Airports Fund; the Asset Forfeiture Fund; the Court Administration and Training Fund; the Emergency Management Fund; the Fire-Fighting and Fire-Rescue Services, Facilities or Equipment Tax Fund; the General Fund; the Internal Service Fund; the MAPS 3 Use Tax Fund; the Police Services, Facilities or Equipment Tax Fund; the Storm Water Drainage Utility Fund; the Transportation and Parking Fund and the Utilities Fund; and directing the City Clerk to publish appropriate notice.

Background:

The following is a summary of the proposed changes to the FY24 budget.

Purchase Order Roll-Over

Each year the City amends the budget for what is referred to as purchase order rollover. The purchase order rollover addresses purchase orders that were opened last fiscal year and some or all of the goods or services were not received before the fiscal year ended on June 30. This can occur for various reasons such as delayed shipment by the vendor or a special order that takes longer to produce. The remaining balances on these purchase orders will be paid in the current year, even though the funds were encumbered in the previous year. A budget amendment is needed to provide budget authority for these purchases.

The revenue to support the budget amendment will be the funds that were reserved with the original encumbrances in the previous year. The City funds impacted by the purchase order rollover are: the Airports Fund (\$89,572); the Asset Forfeiture Fund (\$21,262); the Court Administration and Training Fund (\$2,106); the Emergency Management Fund (\$54,693); the Fire-Fighting and Fire-Rescue Services, Facilities or Equipment Tax Fund (\$1,559,239); the General Fund (\$4,462,385); the Internal Service Fund (\$181,939); the MAPS 3 Use Tax Fund (\$87); the Police Services, Facilities or Equipment Tax Fund (\$344,548); the Storm Water Drainage Utility Fund (\$857,650); the Transportation and Parking Fund (\$128,430) and the Utilities Fund (\$993,931). The total amount of all purchase orders rolled-over is \$8,695,842.

Storm Water Drainage Utility Fund

On Sunday, July 9, 2023, an extreme rainfall event caused flood conditions on the N. Canadian River. The flood conditions resulted in damage to two (2) of the City bridges over the river – the crossing at Britton Rd and the crossing at Hefner Rd.

The Britton Rd location sustained severe erosion damage which washed out the roadway embankment and part of the roadway on the east end of the bridge and undermined the east bridge abutment. This bridge is currently closed to traffic. Estimated cost of the repair \$3,000,000.

The Hefner Rd location sustained damage on the westbound roadway approach to the bridge. Erosion occurred on the roadway embankment up to the edge of the travel lane. Currently, only one-lane of the bridge is open with temporary signals to control the traffic. Estimated cost of the repair is \$1,500,000.

It is estimated that an additional \$4,500,000 in budget authority is necessary to cover the cost of repairs. The revenue source is Storm Water Drainage Utility Fund Balance.

No other City funds are being amended. The net effect on the total budget for the City is an increase in expenses and revenue of \$13,195,842. The City's total budget for FY24 will be \$1,919,302,804.

The resolution presented today will set a public hearing date of September 12, 2023, to receive public comment on the proposed amendment. The amendment will be considered and voted on after the public has had an opportunity to comment. This is in keeping with the requirements of the Municipal Budget Act. Attachment A provides a summary of the changes, while Attachment B provides the changes that would be made in each fund when the amendment takes effect.

Review:

Finance Department

Recommendation: Resolution be adopted.