# ORDINANCE NO. 2023 – 09 - 03

**AN ORDINANCE OF THE CITY OF COMMERCE, TEXAS, AMENDING ORDINANCE NO. 2022-15 WHICH ADOPTED THE 2022 – 2023 BUDGET ("FISCAL YEAR 2023 BUDGET") OF THE CITY OF COMMERCE AND PROVIDING FOR THE APPROVAL OF THE AMENDMENTS SET FORTH IN "EXHIBIT A", SUCH AMENDMENTS BEING NECESSARY FOR MUNICIPAL PURPOSES; AND PROVIDING FOR AN EFFECTIVE DATE.**

**WHEREAS**, the City of Commerce, Texas ("the City") is a duly created home-rule governmental body of the State of Texas; and

**WHEREAS,** the City Council has previously adopted a fund-level budget for Fiscal Year 2022 – 2023 ("Fiscal Year 2023") that established the planned expenditures and appropriated the funds necessary to support those operations; and

**WHEREAS**, circumstances have arisen during the fiscal year which required the expenditure of additional funds in some of the line items of the budget, and for which there is adequate funding in the line items of the budget; and

**WHEREAS**, Section 26.4a of the City Charter allows for the adoption or amendment of a budget or the assessment of levy of taxes to be approved on the first and only reading; and

**WHEREAS,** the City has a process to provide for the amendment of that budget as a result of major, unforeseeable issues and expenditures and to appropriate funds necessary to support those additional expenditures;

**WHEREAS**, the City Council finds the amendments in the funds identified in Exhibit A are reasonable, necessary, and for municipal purposes;

**NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF COMMERCE, TEXAS AS FOLLOWS:**

**SECTION 1. FINDINGS.** The City Council finds the statements made in the preamble above are true and correct.

**SECTION 2. BUDGET AMENDMENTS.** The City Council approves the budget amendment in the attached Exhibit A, a copy of which is incorporated herein for all purposes.

**SECTION 3. EFFECTIVE DATE.** This Ordinance shall take effect immediately from and after its passage on September 19, 2023.

**PASSED AND APPROVED on the first reading** at a regular meeting of the City Council of the City of Commerce, Texas on this the 19th day of September 2023.

**ATTEST:** **CITY OF COMMERCE:**

Molly Jacobsen, City Secretary

Teddy Reel, Mayor

(seal)

APPROVED AS TO FORM:

Charles Anderson, City Attorney

I, Molly Jacobsen, City Secretary of the City of Commerce, Texas, do hereby certify that the above is a true and correct copy of an Ordinance, and that the same has not been repealed and is in full force and effect.

(Seal)

Molly Jacobsen, City Secretary

# "EXHIBIT A"

## FY 2023 Budget Adjustment Summary:

| Major Funds with Adjustments | | Adopted Budget | | Adjusted Budget | | CHANGE |
|---|---|---|---|---|---|---|
| **Fund 01 - General Fund** | | | | | | |
| Comm. Dev. - Contractor Services | $ | 50,000 | $ | 272,000 | $ | 222,000 |
| Governmental Affairs - CSLFRF Expenses | $ | - | $ | 23,000 | $ | 23,000 |

*Community Development Contractor Service accounts for the inspections done for the ISD for their new buildings, this in offseting revenue. The CSLFRF expenses are for SCRPT and the Audit, there is offsetting revenue in the form of a transfer from the grant fund.*

| | | | | | | |
|---|---|---|---|---|---|---|
| **Fund 02 - Public Utility Fund** | | | | | | |
| CSLFRF Grant Funds (Revenue) | $ | - | $ | 409,250 | $ | 409,250 |
| Water Treatment | $ | 6,359,167 | $ | 7,035,167 | $ | 676,000 |
| Transmission Line Leak | $ | - | $ | 421,000 | $ | 421,000 |
| Engineering Services | $ | 46,195 | $ | 86,195 | $ | 40,000 |
| Machine & Implement Maintenance | $ | 1,500 | $ | 41,500 | $ | 40,000 |
| Well Maintenance | $ | 7,000 | $ | 42,000 | $ | 35,000 |
| Gas & Oil | $ | 7,000 | $ | 62,000 | $ | 55,000 |
| Chemical Supplies | $ | 98,000 | $ | 183,000 | $ | 85,000 |

*Due to the Sulphur River Transmission Line leak the City multiple line items in the Water Production department were affected and need to have budget adjustments. The temporary fix that was put in place when the leak blew is being funded by CSLFRF funds which is demonstrated by the revenue adjustment.*

| Minor Funds with Expense Adjustments | | Adopted Budget | | Adjusted Budget | | CHANGE |
|---|---|---|---|---|---|---|
| **Fund 06 - Debt Service Fund** | | | | | | |
| Debt Payments | $ | 1,121,344 | $ | 1,183,344 | $ | 62,000 |

*At the time of the budget the Series 2023 Bond payments were estimated, this amendment trues up the actual payment.*

| | | | | | | |
|---|---|---|---|---|---|---|
| **Fund 09 - Capital Project Fund** | | | | | | |
| Building Maintenance | $ | - | $ | 30,000 | $ | 30,000.00 |

*50% of the contract to re-do the council chamber AV system has been paid. The remainder will be paid in FY2024 once the project is completed.*

| | | | | | | |
|---|---|---|---|---|---|---|
| **Fund 14 - Recreation Fund** | | | | | | |
| Basketball Proceeds (Revenue) | $ | - | $ | 3,266 | $ | 3,266 |
| Basketball | $ | - | $ | 3,800 | $ | 3,800 |
| Baseball | $ | - | $ | 1,200 | $ | 1,200 |
| Concession Equipment | $ | - | $ | 1,000 | $ | 1,000 |

*During the basketball season, we incurred expenses that had not been budgeted. We billed the Boys & Girls club for those expenses for which they have paid and offset that expense. We have also replaced some other equipment and made repairs that is not a part of our Boys & Girls contract.*

| | | | | | | |
|---|---|---|---|---|---|---|
| **Fund 32 - Municipal Court Technology** | | | | | | |
| Computer Maintenance | $ | - | $ | 3,963 | $ | 3,963 |

*50% of the contract to re-do the council chamber AV system has been paid. The remainder will be paid in FY2024 once the project is completed.*