

**CITY OF LA VISTA
MAYOR AND CITY COUNCIL REPORT
AUGUST 1, 2023 AGENDA**

Subject:	Type:	Submitted By:
AMENDING FY23 - FY24 BIEENNIAL BUDGET	RESOLUTION ◆ ORDINANCE RECEIVE/FILE	MEG HARRIS FINANCE DIRECTOR

SYNOPSIS

A first reading of the Appropriations Ordinance has been scheduled to consider the proposed amendment to the FY23 – FY24 biennial budget. Only the first reading of the budget ordinance is requested at this time as the final assessed property valuation of the City will not be received from Sarpy County until August 20, 2023.

FISCAL IMPACT

The recommended amended budget for FY24 is \$37,015,801 in all funds, a decrease of \$8,951,951. The total proposed preliminary property tax request for FY23 is for \$12,523,631 which requires a property tax levy of \$0.54 per \$100 dollars of assessed valuation.

In FY24 the owner of a home valued at \$200,000 will pay \$1080 in property taxes, or \$90 per month.

RECOMMENDATION

Approval of first reading of the Appropriations Ordinance.

BACKGROUND

The City Council held a budget workshop on July 18, 2023. The proposed Appropriations Ordinance is based on the discussions from these meetings.

ORDINANCE NO. ____

AN ORDINANCE TO AMEND ORDINANCE NO. 1455 AND THE BIEENNIAL BUDGET APPROPRIATING THE SUMS OF MONEY DEEMED NECESSARY TO DEFRAY ALL OF THE NECESSARY EXPENSES AND LIABILITIES OF THE CITY OF LA VISTA, SARPY COUNTY, NEBRASKA FOR THE FISCAL PERIOD BEGINNING ON OCTOBER 1, 2022 AND ENDING ON SEPTEMBER 30, 2023; AND FOR THE FISCAL PERIOD BEGINNING OCTOBER 1, 2023 AND ENDING ON SEPTEMBER 30, 2024, AND TO AMEND AMOUNTS APPROPRIATED FOR THE FIRST AND SECOND YEARS OF SUCH BIEENNIAL BUDGET FOR THE FISCAL PERIOD BEGINNING ON OCTOBER 1, 2022 AND ENDING ON SEPTEMBER 30, 2023; AND FOR THE FISCAL PERIOD BEGINNING OCTOBER 1, 2023 AND ENDING SEPTEMBER 30, 2024, SPECIFYING THE OBJECTS AND PURPOSES FOR WHICH SUCH APPROPRIATIONS ARE MADE AND THE AMOUNT TO BE APPROPRIATED FOR EACH OBJECT OR PURPOSE; SPECIFYING THE AMOUNT TO BE RAISED BY TAX LEVY; PROVIDING FOR THE FILING AND CERTIFICATION OF THE BUDGET AND TAX LEVY HEREIN SENT TO THE STATE AUDITOR AND COUNTY CLERK OF SARPY COUNTY; TO REPEAL INCONSISTENT OR CONFLICTING ORDINANCES OR RESOLUTIONS AS ORIGINALLY ENACTED; AND PRESCRIBING THE TIME WHEN THIS ORDINANCE SHALL BE IN FULL FORCE AND EFFECT.

BE IT ORDAINED BY THE MAYOR AND CITY COUNCIL OF LA VISTA, SARPY COUNTY, NEBRASKA.

Section 1. That (i) the Mayor and City Council find and determine that there are circumstances which could not reasonably have been anticipated at the time the budget for the biennial period was adopted, and proposed revisions to the previously adopted budget statement have been presented and are hereby ratified and affirmed, and (ii) after publication of notice and conducting a public hearing in accordance with applicable requirements, the Mayor and City Council desire to approve the proposed revised budget.

Section 2. That Section 1 of Ordinance No.1455 is hereby amended to revise amounts of the current biennial budget specified for the Fiscal Year beginning October 1, 2022 and ending September 30, 2023; and the Fiscal Year beginning October 1, 2023 and ending September 30, 2024 as follows:

"Section 1. That after complying with all procedures required by law, the budget presented and set forth in the budget statements, as amended and on file with the City Clerk, is hereby approved as The Annual Appropriation Bill for the fiscal year beginning October 1, 2022, through September 30, 2023 and the fiscal year beginning October 1, 2023, through September 30, 2024, including summaries and supporting documentation. All sums of money contained in the revised budget statement are hereby appropriated for the necessary expenses and liabilities of the City of La Vista. The following amounts appropriated shall be raised primarily as follows. A copy of the budget document, as amended, shall be forwarded as provided by law to the Auditor of Public Accounts, State Capital, Lincoln, Nebraska, and to the County Clerk of Sarpy County, Nebraska for use by the levying authority.

Fund	Proposed Budget of Disbursements and Transfers FY21	Proposed Budget of Disbursements and Transfers FY22	Amount to be Raised by Property Tax Levy FY21	Amount to be Raised by Property Tax Levy FY22
General Fund	25,747,918.00	26,758,556.56	11,102,784.00	11,595,895.00
Sewer Fund	7,413,039.00	5,961,983.61	0.00	0.00
Sewer Reserve Fund	0.00	0.00	0.00	0.00
Debt Service Fund	11,346,960.00	13,211,853.50	888,223.00	927,736.00
Capital Fund	7,874,305.00	7,715,500.00	0.00	0.00
Lottery Fund	1,557,973.00	1,162,511.05	0.00	0.00
Economic Development	6,649,636.00	1,149,524.73	0.00	0.00
Off-Street Parking Redevelopment Fund	11,640,079.00	3,434,870.33	0.00	0.00
TIF – City Centre Phase 1A	389,569.00	401,545.00	0.00	0.00
TIF – City Centre Phase 1B	491,954.00	799,142.00	0.00	0.00
Qualified Sinking Fund	0.00	250,000.00	0.00	0.00
TIF – City Centre Phase 1C	48,302.00	50,299.00	0.00	0.00
TIF – City Centre Phase 1D	21,672.00	503,598.00	0.00	0.00
Total All Funds	94,136,478.00	70,039,051.63	11,991,007.00	12,523,631.00

Section 3. Section 1 of Ordinance No. 1455, and any other ordinance or resolution of the City, or part of any such ordinance or resolution of the City, as previously enacted that is inconsistent or in conflict with this Ordinance is hereby repealed to the extent of the conflict or inconsistency.

Section 4. This ordinance shall take effect from and after passage, approval and publication as provided by law.

PASSED AND APPROVED THIS ____ DAY OF _____ 2023.

CITY OF LA VISTA

Douglas Kindig, Mayor

ATTEST:

Pamela A. Buethe, MMC
City Clerk

General Fund

Proposed Amendments to FY24

- Decrease in restaurant tax revenue of \$1.1 M, slight increase in property tax of 4%.
- Net decrease in revenue of 4.3%
- Increase of \$667K in expenditures, \$340K is carry over from FY23.

General Fund

	Fiscal Year 2024				
	Original Budget	Increase/Decrease	As %	Proposed Amended	
Beginning Fund Balance	\$ 14,796,733			\$ 14,997,662	
Revenue					
Property Tax Total	\$ 11,674,812	\$ 493,111	4% \$	12,167,923	
Sales Tax Received	\$ 5,562,691	\$ —	—% \$	5,562,691	
In Lieu Of Tax	\$ 209,079	\$ —	—% \$	209,079	
State Revenue	\$ 2,199,941	\$ —	—% \$	2,199,941	
Occupation & Franchise Tax	\$ 848,323	\$ —	—% \$	848,323	
Hotel Occupancy Tax	\$ 1,089,450	\$ —	—% \$	1,089,450	
Permits & Licenses	\$ 488,869	\$ —	—% \$	488,869	
Interest Income	\$ 21,625	\$ —	—% \$	21,625	
Recreation Fees	\$ 169,950	\$ —	—% \$	169,950	
Special Services	\$ 20,500	\$ —	—% \$	20,500	
Grant Income	\$ 195,752	\$ —	—% \$	195,752	
Restaurant Tax	\$ 2,281,787	\$ (1,581,787)	-69% \$	700,000	
Parking Garage Fees	\$ 392,853	\$ —	—% \$	392,853	
Other Income	\$ 293,750	\$ —	—% \$	293,750	
Total Revenue	\$ 25,449,382	\$ (1,088,676)	-4% \$	24,360,706	
Expenditures					
Personnel Services	\$ 14,837,765	\$ 85,490	1% \$	14,923,255	
Commodities	\$ 687,738	\$ 40,000	6% \$	727,738	
Contractual Services	\$ 6,330,685	\$ 65,000	1% \$	6,395,685	
Maintenance	\$ 1,004,547	\$ 65,000	6% \$	1,069,547	
Other Charges	\$ 319,622	\$ —	—% \$	319,622	
Capital Outlay	\$ 1,066,000	\$ 412,500	39% \$	1,478,500	
CIP	\$ —	\$ —	—% \$	—	
Total Expenditures	\$ 24,246,357	\$ 667,990	3% \$	24,914,347	
Revenues Less Expenditures	\$ 1,203,025	\$ (1,756,666)	\$ (553,641)		
Trans In (Out)	\$ (2,029,166)	\$ 200,000	\$ (1,829,166)		
Net Change In Fund Balance	\$ (826,141)	\$ (1,556,666)	\$ (2,382,807)		
Ending Fund Balance	\$ 13,970,592			\$ 12,614,855	

Reserve Summary		
Operations Reserve	58%	51%
Target Operating Reserve	25%	25%
Over/(Under Target)	33%	26%

Debt Service Fund

Proposed Amendments to FY24

- Revenue increase \$40K or 4% in property tax.
- Addition of CIP projects will result in an increase in transfers to other funds of \$3.6M

Debt Service Fund

Fiscal Year 2024					
	Original	Increase/	As	Proposed	
	Budget	Decrease	%	Amended	
Beginning Fund Balance	\$ 11,273,865			\$ 10,860,476	
Revenue					
Property Tax Total	\$ 901,995	\$ 39,513	4%	\$ 941,508	
Sales Tax Received	\$ 2,718,597	\$ —	—%	\$ 2,718,597	
In Lieu Of Tax	\$ 20,907	\$ —	—%	\$ 20,907	
Interest Income	\$ 4,100	\$ —	—%	\$ 4,100	
Other Income	\$ 393,925	\$ —	—	\$ 393,925	
Total Revenue	\$ 4,039,524	\$ 39,513	1%	\$ 4,079,037	
Expenditures					
Debt Service	\$ 2,906,149	\$ —	—%	\$ 2,906,149	
Other Charges	\$ 206,845	\$ —	—%	\$ 206,845	
Total Expenditures	\$ 3,112,994	\$ —	—%	\$ 3,112,994	
Revenues Less Expenditures	\$ 926,530			\$ 966,043	
Trans In (Out)	\$ (6,195,835)	\$ (3,603,025)		\$ (9,798,860)	
Net Change In Fund Balance	\$ (5,269,305)			\$ (8,832,817)	
Ending Fund Balance	\$ 6,004,560			\$ 2,027,659	

Redevelopment Fund

Proposed Amendments to FY24

- Revenue increase of \$137K in GBOT with the opening of the Astro.
- Increase of \$2.8M in capital projects.

Redevelopment Fund

		Fiscal Year 2024			
		Original Budget	Increase/Decrease	As %	Proposed Amended
Beginning Fund Balance	\$	3,907,240			\$ 6,132,060
Revenue					
Sales Tax Received	\$	2,718,597	\$ —	—% \$	2,718,597
GBOT Total	\$	117,475	\$ 136,611	116% \$	254,086
Interest Income	\$	25,660	\$ —	—% \$	25,660
Other Income	\$	12,000,000	\$ —	—% \$	12,000,000
Total Revenue	\$	14,861,732	\$ 136,611	1% \$	14,998,343
Expenditures					
Contractual Services	\$	299,250	\$ —	—% \$	299,250
Other Charges	\$	2,966,859	\$ —	—% \$	2,966,859
CIP	\$	2,300,000	\$ 2,865,000	125% \$	5,165,000
Total Expenditures	\$	5,566,109	\$ 2,865,000	51% \$	8,431,109
Revenues Less Expenditures	\$	9,295,623			\$ 6,567,234
Trans In (Out)	\$	—	\$ —	—% \$	—
Net Change In Fund Balance	\$	9,295,623			\$ 6,567,234
Ending Fund Balance	\$	13,202,863			\$ 12,699,294

Capital Improvement Fund

Proposed Amendments to FY24

- Carry over of \$140K in capital projects from FY23
- Addition of \$2.9M in capital projects requested for FY24

Capital Improvement Fund

Fiscal Year 2024					
	Original Budget	Increase/ Decrease	As %	Proposed	Amended
Beginning Fund Balance	\$ 2,166,423			\$ —	
Revenue					
Interest Income	\$ 12,475	\$ —	—%	\$ 12,475	
Total Revenue	\$ 12,475	\$ —	—%	\$ 12,475	
Expenditures					
CIP	\$ 4,620,000	\$ 3,095,500	67%	\$ 7,715,500	
Total Expenditures	\$ 4,620,000	\$ 3,095,500	67%	\$ 7,715,500	
Revenues Less Expenditures	\$ (4,607,525)			\$ (7,703,025)	
Trans In (Out)	\$ 5,000,000	\$ 2,703,025	54%	\$ 7,703,025	
Net Change In Fund Balance	\$ 392,475			\$ —	
Ending Fund Balance	\$ 2,558,898			\$ —	

Lottery Fund

Proposed Amendments to FY24

- Carry over of \$5K for street banners from FY23
- Increase of \$66K for Community Events in conjunction with the opening of the Link

Lottery Fund

		Fiscal Year 2024			
		Original Budget	Increase/Decrease	As %	Proposed Amended
Beginning Fund Balance		\$ 4,607,532			\$ 4,376,850
Revenue					
Community Betterment	\$	900,000	\$ —	—%	\$ 900,000
Lottery Rev for TX form 51	\$	313,043	\$ —	—%	\$ 313,043
Interest Income	\$	14,800	\$ —	—%	\$ 14,800
Total Revenue	\$	1,227,843	\$ —	—%	\$ 1,227,843
Expenditures					
Personnel Services	\$	102,563	\$ —	—%	\$ 102,563
Commodities	\$	176,420	\$ 50,000	28%	\$ 226,420
Contractual Services	\$	204,715	\$ —	—%	\$ 204,715
Other Charges	\$	346,643	\$ 21,400	6%	\$ 368,043
Total Expenditures	\$	830,341	\$ 71,400	9%	\$ 901,741
Revenues Less Expenditures		\$ 397,502			\$ 326,102
Trans In (Out)		\$ (265,770)			\$ (265,770)
Net Change In Fund Balance		\$ 131,732			\$ 60,332
Ending Fund Balance		\$ 4,739,264			\$ 4,437,183

Economic Development Fund

Proposed Amendments to FY24

- There are no proposed amendments to the FY24 budget
- Increase in fund balance is carry over from FY23 YEE

Economic Development Fund

	Fiscal Year 2024				
	Original Budget	Increase/ Decrease	As %	Proposed Amended	
Beginning Fund Balance	\$ —			\$ 202,140	
Revenue					
Grantee Interest Payments	\$ 142,951	\$ —	—%	\$ 142,951	
Total Revenue	\$ 142,951	\$ —	—%	\$ 142,951	
Expenditures					
Other Charges	\$ 1,149,525	\$ —	—%	\$ 1,149,525	
Total Expenditures	\$ 1,149,525	\$ —	9%	\$ 1,149,525	
Revenues Less Expenditures	\$ (1,006,574)			\$ (1,006,574)	
Trans In (Out)	\$ 1,006,574	\$ —	—%	\$ 1,006,574	
Net Change In Fund Balance	\$ —	\$ —	—%	\$ —	
Ending Fund Balance	\$ 1			\$ 202,140	

Off Street Parking Fund

Proposed Amendments to FY24

- Carry over of \$500K for completion of Parking Garage #2.
- Addition of \$700K in capital expenditures for construction of surface parking area on Lot 12 City Centre.

Off Street Parking Fund

Fiscal Year 2024					
	Original	Increase/	As	Proposed	
	Budget	Decrease	%	Amended	
Beginning Fund Balance	\$ 583,255			\$ 525,955	
Revenue					
Interest Income	\$ 1,400	\$ —	—%	\$ 1,400	
Total Revenue	\$ 1,400	\$ —	—%	\$ 1,400	
Expenditures					
Commodities	\$ 11,354	\$ —	—%	\$ 11,354	
Contractual Services	\$ 401,576	\$ —	—%	\$ 401,576	
Maintenance	\$ 16,625	\$ —	—%	\$ 16,625	
Other Charges	\$ 1,805,315	\$ —	—%	\$ 1,805,315	
CIP	\$ —	\$ 1,200,000	—%	\$ 1,200,000	
Total Expenditures	\$ 2,234,870	\$ 1,200,000	54%	\$ 3,434,870	
Revenues Less Expenditures	\$ (2,233,470)			\$ (3,433,470)	
Trans In (Out)	\$ 2,233,471	\$ 700,000	—%	\$ 2,933,471	
Net Change In Fund Balance	\$ 1	\$ 700,000	—%	\$ (499,999)	
Ending Fund Balance	\$ 583,255			\$ 25,956	

Sewer Fund

Proposed Amendments to FY24

- Carry over of \$810K from FY23 for the completion of the sewer rehab project.
- Move \$20K from FY23 to FY24 for sanitary sewer project.

Sewer Fund

	Fiscal Year 2024				
	Original Budget	Increase/Decrease	As %	Proposed Amended	
Beginning Fund Balance	\$ 1,050,539			\$	1,971,842
Revenue					
Sewer Charges	\$ 5,146,230	\$ —	—%	\$ 5,146,230	
Interest Income	\$ 3,000	\$ —	—%	\$ 3,000	
Other Income	\$ 21	\$ —	—%	\$ 21	
Total Revenue	\$ 5,149,251	\$ —	—%	\$ 5,149,251	
Expenditures					
Personnel Services	\$ 700,865	\$ —	—%	\$ 700,865	
Commodities	\$ 36,785	\$ —	—%	\$ 36,785	
Contractual Services	\$ 3,542,103	\$ —	—%	\$ 3,542,103	
Maintenance	\$ 73,610	\$ —	—%	\$ 73,610	
Other Charges	\$ 16,068	\$ —	—%	\$ 16,068	
Capital Outlay	\$ 60,000	\$ —	—%	\$ 60,000	
CIP	\$ —	\$ 830,000	—%	\$ 830,000	
Total Expenditures	\$ 4,429,431	\$ 830,000	19%	\$ 5,259,431	
Revenues Less Expenditures	\$ 719,820			\$ (110,180)	
Trans In (Out)	\$ (701,827)	\$ —	—%	\$ (701,827)	
Net Change In Fund Balance	\$ 17,993	\$ —	—%	\$ (812,007)	
Ending Fund Balance	\$ 1,068,533			\$ 1,159,836	
Reserve Summary					
Operations Reserve		24%			22%
Target Operating Reserve		25%			25%
Over/(Under Target)		-1%			-3%

Sewer Reserve Fund

Proposed Amendments to FY24

- No changes to the sewer reserve fund budget for FY24

Sewer Reserve Fund

	\$	Fiscal Year 2024			
		Original Budget	Increase/Decrease	As %	Proposed Amended
Beginning Fund Balance	\$ 2,195,073			\$	2,195,073
Revenue					
Interest Income	\$ 8,690	\$ —	—%	\$ 8,690	
Total Revenue	\$ 8,690	\$ —	—%	\$ 8,690	
Trans In (Out)	\$ 702,553	\$ —	—%	\$ 702,553	
Net Change In Fund Balance	\$ 711,243	\$ —	—%	\$ 711,243	
Ending Fund Balance	\$ 2,906,316			\$ 2,906,316	

Police Academy Fund

Proposed Amendments to FY24

- No changes to the Police Academy Fund budget for FY24

Police Academy Fund

	Fiscal Year 2024			
	Original Budget	Increase/ Decrease	As %	Proposed Amended
Beginning Fund Balance	\$ 142,152			\$ 146,065
Revenue				
Police Academy Operating Rev	\$ 214,500	\$ —	—% \$	214,500
Interest Income	\$ 145	\$ —	—% \$	145
Total Revenue	\$ 214,645	\$ —	—% \$	214,645
Expenditures				
Personnel Services	\$ 190,459	\$ —	—% \$	190,459
Commodities	\$ 2,150	\$ —	—% \$	2,150
Contractual Services	\$ 10,450	\$ —	—% \$	10,450
Other Charges	\$ 5,500	\$ —	—% \$	5,500
Total Expenditures	\$ 208,559	\$ —	—% \$	208,559
Revenues Less Expenditures	\$ 6,086			\$ 6,086
Ending Fund Balance	\$ 148,239			\$ 152,151

TIF Funds

Proposed Amendments to FY24

- No changes to the TIF Fund budgets for FY24

TIF	Fiscal Year 2024		
	Revenue	Expenditures	Ending Balance
1A	\$ 401,545	\$ 401,545	\$ —
1B	\$ 799,142	\$ 799,142	\$ —
1C	\$ 50,299	\$ 50,299	\$ —
1D	\$ 503,598	\$ 503,598	\$ —

Qualified Sinking Fund

Proposed Amendments to FY24

- No changes to the Qualified Sinking Fund budget for FY24

Qualified Sinking Fund

Fiscal Year 2024					
	Original	Increase/ Decrease	As %	Proposed	
	Budget				Amended
Beginning Fund Balance	\$ 781,626			\$ 781,797	
Revenue					
Interest Income	\$ 3,625	\$ —	—%	\$ 3,625	
Total Revenue	\$ 3,625	\$ —	—%	\$ 3,625	
Expenditures					
Capital Outlay	\$ 250,000	\$ —	—%	\$ 250,000	
Total Expenditures	\$ 250,000	\$ —	—%	\$ 250,000	
Revenues Less Expenditures	\$ (246,375)			\$ (246,375)	
Trans In (Out)	\$ 250,000	\$ —	—%	\$ 250,000	
Net Change In Fund Balance	\$ 3,625	\$ —	—%	\$ 3,625	
Ending Fund Balance	\$ 785,251			\$ 785,422	

All Funds Summary

Proposed Amendments to FY24

- Amendments result in a \$9.6M decrease to ending fund balance.
- Reduced revenue \$913K
- Carry over of CIP from FY23 \$3.6M
- New projects \$4.4M
- Expenditures carried over from FY23 \$345K
- Unforeseen additional expenditures \$394K

All Fund Balance

Fund	Fiscal Year 2024					Proposed Amended
	Original Budget	Original Budget Adj for FY23 YEE	Increase/ Decrease	As %		
General	\$ 13,970,583	\$ 14,171,514	\$ (1,556,666)	(10)%	\$ 12,614,855	
Sewer	\$ 1,068,531	\$ 1,989,834	\$ (830,000)	9 %	\$ 1,159,836	
Debt Service	\$ 6,004,559	\$ 5,591,170	\$ (3,563,512)	(66)%	\$ 2,027,659	
Capital Improvement	\$ 2,558,898	\$ 392,475	\$ (392,475)	(100)%	\$ —	
Lottery	\$ 4,739,265	\$ 4,508,583	\$ (71,400)	(6)%	\$ 4,437,183	
Economic Development	\$ —	\$ 202,140	\$ —	— %	\$ 202,140	
Off-Street Parking	\$ 583,255	\$ 525,955	\$ (500,000)	— %	\$ 25,956	
Redevelopment	\$ 13,202,863	\$ 15,427,683	\$ (2,728,389)	(4)%	\$ 12,699,294	
Police Academy	\$ 148,238	\$ 152,151	\$ —	— %	\$ 152,151	
TIF - City Centre Phase 1A	\$ —	\$ —	\$ —	— %	\$ —	
TIF - City Centre Phase 1B	\$ (1)	\$ (1)	\$ —	— %	\$ (1)	
TIF - City Centre Phase 1C	\$ —	\$ —	\$ —	— %	\$ —	
TIF - City Centre Phase 1D	\$ —	\$ —	\$ —	— %	\$ —	
Sewer Reserve	\$ 2,906,309	\$ 2,906,316	\$ —	— %	\$ 2,906,316	
Qualified Sinking Fund	\$ 785,251	\$ 785,422	\$ —	— %	\$ 785,422	
Ending Fund Balance	\$ 45,967,751	\$ 46,653,242	\$ (9,642,442)		\$ 37,010,810	