



Finance Department

DATE: March 26, 2024

FROM: Dmitriy Chernyak, Finance Director

ITEM: Ordinance 6574 to Amend the 2023 Budget

REQUEST:

Consider the introduction of and call for a public hearing on Ordinance 6574 to amend the 2023 budget ordinance.

BACKGROUND INFORMATION:

Attached is the amended 2023 budget ordinance for the Roads and Streets Fund, Streetlights and Traffic Signals Fund, and the Hotel and Motel Tax Fund. The amendments to the Roads and Streets Fund and Streetlights and Traffic Signals Fund are mainly due to weather conditions and snowfall in the first quarter of 2023, which caused increased unforeseen expenditures in 2023. The Hotel and Motel Tax Fund amendment is a result of tax collections in excess of the budgeted amount in 2023.

RECOMMENDED CITY COMMISSION ACTION:

Approve the first reading and introduction of Ordinance 6574 and call for a public hearing on April 9, 2024.

STAFF CONTACT INFORMATION:

Dmitriy Chernyak, Finance Director, 701-355-1601, dchernyak@bismarcknd.gov

ATTACHMENTS:

1. 2023 Budget Ordinance Amendment 6574 Amendment (March 26, 2024)

ORDINANCE NO. 6574

<i>First Reading</i>	<i>March 26, 2024</i>
<i>Second Reading</i>	
<i>Final Passage and Adoption</i>	
<i>Publication Date</i>	

AN ORDINANCE TO AMEND THE ANNUAL APPROPRIATIONS FOR EXPENDITURES OF THE CITY OF BISMARCK, NORTH DAKOTA FOR THE FISCAL YEAR COMMENCING JANUARY 1, 2023, AND ENDING DECEMBER 31, 2023.

BE IT ORDAINED BY THE BOARD OF CITY COMMISSIONERS OF THE CITY OF BISMARCK, NORTH DAKOTA:

Section 1. There are hereby amend the appropriation of the following sums of money for so much thereof that may be necessary for the purpose of paying expenses of the City of Bismarck, North Dakota for the fiscal year commencing January 1, 2023, and ending December 31, 2023.

The City will increase the total City budget appropriation for each fund as follows:

- Roads and Streets Fund increase in the amount of \$1,000,000 for a total of \$11,578,438 to account for the additional snow removal expenditures in the first quarter of 2023 and accounting for equipment financing purchase based on the GASB pronouncement No. 87, *Leases*.
- Streetlights and Traffic Signals Fund increase in the amount of \$200,000 for a total of \$4,098,982 to account for the replacement of the three traffic signals that were knocked down due to snow and weather conditions in 2023.
- Hotel and Motel Tax Fund increase in the amount of \$100,000 for a total of \$1,199,034 to account for the contracted distribution of Hotel and Motel Tax (2%) collections in excess of budgeted revenues. The purpose of this fund is to account for the contracted split between the Convention and Visitors' Bureau (75%) and the Bismarck Event Center (25%) of the collections in excess of budget in 2023, as allowed by state statutes.

Section 2. Repeal. All ordinances or parts of ordinances in conflict with this ordinance are hereby repealed.

Section 3. Taking Effect. This ordinance shall be in full force and effect from and after its final passage and adoption.