

Agenda Item Details

Meeting Jun 27, 2022 - Finance & Administration Committee Agenda

Category Items Requiring Council Action

Subject Resolution authorizing transfer of reserves and budget amendments for funds with expenditures in excess of budgeted amounts at the end of FY 22

Type Action

Recommended Action MOTION TO APPROVE A RESOLUTION AUTHORIZING A TRANSFER FROM RESERVES AND BUDGET AMENDMENTS FOR FUNDS WITH EXPENDITURES IN EXCESS OF BUDGETED AMOUNTS AT THE END OF FY 22

Reviewed: Finance and Administration Committee

Background: While there are revenues to offset the expenditures, our auditors have advised that recent government accounting procedures require a budget amendment or else a notation will be cited in the audit report. In reviewing our year-end Budget Performance Report, there were a few funds that exceeded the budgeted expense. Due to the increase in TIF increment for Central Park TIF, the distribution to the developer was higher than budgeted. There was also additional purchases from the Restricted Police Trust account. Social Security wages were also underestimated and finally, the service charges for the Harley Davidson Debt Service bond was higher. Staff is requesting amendments be made to the FY 22 budget.

Fund	Amount	Comment
101 Central Park TIF	\$21,502	Paid Developer additional tax increment
25 Social Security	\$14,250	Budget underestimated
71 Harley Davidson Debt Service	\$40	Bond Service charge increase
85 Police Trust	\$3795	Various programs/purchases

☐ resolution for budget amendment for year end excess expenditures over budget FY22.pdf (98 KB)

**CITY OF O'FALLON, ILLINOIS
RESOLUTION 2022-**

**A RESOLUTION AUTHORIZING A TRANSFER FROM RESERVES AND
BUDGET AMENDMENTS FOR FUNDS WITH EXPENDITURES IN EXCESS
OF BUDGETED AMOUNTS AT THE END OF FY 22**

WHEREAS, the City of O'Fallon passed Ordinance Number 4178, an Ordinance budgeting for all corporate purposes of the city of O'Fallon, St. Clair County, Illinois for the fiscal year beginning May 1, 2021 and ending April 30, 2022

WHEREAS, Social Security expenses were under estimated, TIF Developer reimbursements were under estimated, bond service charges were higher and additional purchases from restricted Police Trust fund account which resulted in several funds having expenditures in excess of budgeted amounts at the end of Fiscal Year 2022;

WHEREAS, there are revenues available to fund these excess expenditures;

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND CITY COUNCIL, OF THE CITY OF O'FALLON, ST. CLAIR COUNTY, ILLINOIS AS FOLLOWS:

1. That the City of O'Fallon's Director of Finance is hereby authorized to do the necessary transfers and budget amendments for the following funds: Central Park TIF, Social Security, Police Trust Fund and Harley Davidson Debt Service, or any other fund that may need to be adjusted.

This Resolution shall become effective immediately upon its adoption by City Council.

Passed by the City Council this _____ day of _____ 2022.

ATTEST:

(seal)

Approved by the Mayor this ____ day

of _____, 2022.

Jerry Mouser, City Clerk

Herb Roach, Mayor