

ORDINANCE NO. 2021-11

Introduced by Joel Hagy

AN ORDINANCE AMENDING ORDINANCE NO. 2020-34, ADOPTED DECEMBER 8, 2020, TO PROVIDE FOR SUPPLEMENTAL APPROPRIATIONS FROM THE GENERAL FUND AND OTHER FUNDING SOURCES AND AN INCREASE IN ESTIMATED RESOURCES, AND DECLARING AN EMERGENCY.

WHEREAS, pursuant to Ordinance No. 2020-34, adopted December 8, 2020, Huron City Council adopted the annual budget for the fiscal year ending December 31, 2021 for the operations of all City departments and offices; and

WHEREAS, Council has established various funds for the financial operation of the City, and through the current fiscal year certain funds have been determined to have insufficient funds and certain funds have been determined to have excess funds; and

WHEREAS, it is necessary to amend the budget to reflect appropriation transfers, supplemental appropriations and an increased in estimated resources to accommodate the operational needs of certain City departments and offices and to assure all funds of the City are in proper balance.

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF HURON, OHIO:

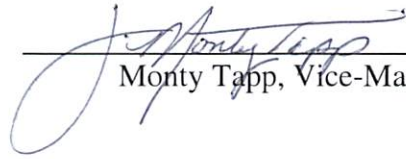
SECTION 1. That Exhibit "A" of Ordinance No. 2020-34, adopted on the December 8, 2020, as amended by Ordinance No. 2021-2 adopted on January 26, 2021, an as amended by Ordinance No. 2021-10 adopted on March 9, 2021, is hereby amended to provide for supplemental appropriations, appropriation transfers, and an increase in estimated resources as to each fund set forth in Exhibit "A" attached hereto and made a part hereof.

SECTION 2. That the Director of Finance and the City Manager are hereby authorized to expend the funds herein appropriated for the purpose of paying the operating expenses of the City for the fiscal year ending December 31, 2021 and to make the necessary entries on the accounting records of the City to reflect the appropriations and expenditures herein authorized.

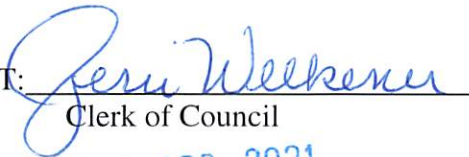
SECTION 3. That it is hereby found and determined that all formal actions of this Council concerning and relating to the passage of this Ordinance were adopted in an open meeting of this Council and that all deliberations of this Council and any of its committees that resulted in such formal action were in meetings open to the public in compliance with all legal requirements, including O.R.C. §121.22.

SECTION 4. That this Ordinance is hereby declared to be an emergency measure necessary for the immediate preservation of the public health, safety and general welfare of the residents and for the further reason that this Ordinance shall become immediately effective to fund the operations of the City of Huron; additionally, in accordance with Section 3.06 of the Charter of the City of Huron, appropriation ordinances shall take effect immediately.

WHEREFORE this Ordinance shall take effect immediately upon its adoption.



Monty Tapp, Vice-Mayor

ATTEST: 
Clerk of Council

ADOPTED: 13 APR 2021.



CITY OF HURON
BUDGET APPROPRIATION ADJUSTMENTS AND ESTIMATED RESOURCES
SUMMARY SHEET

DATE: 4/13/2021
ORDINANCE: 2021-11

Appropriation Measure

Reason for Appropriation Measure

The appropriation measures are necessary to properly budget for and pay anticipated expenditures. Supplemental budget is needed out of the General Fund to remit building permit fees to the Township. This additional budget is offset by building permit fees collected by the City, which is shown by an increase of estimated resources for the same amount (plus 15% admin. fee retained by the City). The additional building permits, not included in the original budget, is mostly due to the Ardagh expansion. The supplemental appropriations for the Parks and Recreation Fund are due to the first payroll of the year. Funds 208 and 209 are now closed and replaced with Fund 207, but end of year payroll and the initial budget did not include appropriations in the old funds since exact amounts were not known during the budget process. Additional appropriations in each fund formally cleans up accounting in the old funds. The final appropriation measure is directly related to the recent bond issuance (\$1.5 million) and 2020 note payoff (\$3.5 million plus interest). The difference between the note payoff and bond proceeds are due to \$2.1 million of the note payoff coming from the sale of the substation's transmission assets, already included in the budget.

The increases in estimated resources are due to an increase in building permit fees, substation property lease from the sale of the substation's assets (Economic Development Fund), and bond proceeds from the remaining outstanding balance of the electric substation debt.

In accordance with the Ohio Revised Code, Council must approve supplemental appropriations, budget transfers above the City's legal level of control, and amendments to estimated resources. **The net impact on the budget is -\$1.7 million, which is due to the note payoff and the sale of the substation's transmission assets already recognized in the budget.**

APPROPRIATION MEASURE

Fund Name	Fund Number	Department/Activity	Object Level	Increase/(Decrease) Amount	Total Appropriations After Adjustment
GENERAL FUND	110	Building&Zoning	Other Expenses	\$ 50,000.00	\$ 182,450
PARKS FUND	208	Parks	Personnel Services	\$ 6,403.75	\$ 6,404
RECREATION FUND	209	Recreation	Personnel Services	\$ 4,773.06	\$ 4,773
ELECTRIC FUND	654	Electric	Other Expenses	\$ 3,380,700.00	\$ 6,459,144

NET IMPACT ON TOTAL APPROPRIATIONS \$ 3,441,876.81

ESTIMATED RESOURCES AMENDMENT

Fund	Fund - Account #	Account Description	Increase/(Decrease) Amount	Total Est. Resources After Adjustment
GENERAL FUND	110-0007-41651	BUILDING PERMITS	\$ 57,500.00	\$ 117,500
ECONOMIC DEVELOPMENT FUND	277-0011-41822	SALE OF PROPERTY	\$ 185,064.25	\$ 185,064
ELECTRIC FUND	654-0014-41705	BOND PROCEEDS	\$ 1,500,000.00	\$ 1,500,000

NET IMPACT ON TOTAL EST. RESOURCES \$ 1,742,564.25

Net Overall Impact to Budget \$ (1,699,312.56)