



Takoma Park City Council Meeting – February 24, 2021

Agenda Item 4

Work Session

First Reading Ordinance of Fiscal Year 2021 Budget Amendment No. 4

Recommended Council Action

Approve Draft Ordinances for FY 2021 Budget Amendment No. 4

Context with Key Issues

The Fiscal Year (FY) 2021 Budget was adopted by the City Council on May 20, 2020 and Budget Amendments were adopted on July 22, 2020, October 7, 2020 and February 3, 2021. Since the last amendment, certain needs have arisen or budgeted expenditures delayed that require further changes to the approved budget. Given the financial impacts of the pandemic on families needing childcare, the Recreation Department requests Council support for a broader scholarship program for its upcoming classes and camps in this and the coming fiscal year, including allowing scholarship recipients priority registration for those classes and camps.

Project/Initiative	Fund	Budget Amount	Reason for Amendment
CARES Act	General Fund	\$279,499.65	Budget revenue increase due to the reimbursement of the CARES Act assistance from Montgomery County
Classes	General Fund	\$50,500	Budget revenue decrease due to program cancellation (pandemic)
Sports	General Fund	\$73,200	Budget revenue decrease due to program cancellation (pandemic)
Community Center Programs	General Fund	\$14,300	Budget revenue decrease due to program cancellation (pandemic)
Special Programs	General Fund	\$1,260	Budget revenue decrease due to program cancellation (pandemic)
Summer Camps	General Fund	\$32,321	Budget revenue decrease due to program cancellation (pandemic)
Afterschool Programs	General Fund	\$69,112.60	Budget revenue decrease due to program cancellation (pandemic)
Cancellation Fees	General Fund	\$1,000	Budget revenue decrease due to program cancellation (pandemic)
Facility Rental	General Fund	\$18,000	Budget revenue decrease due to program cancellation (pandemic)

Project/Initiative	Fund	Budget Amount	Reason for Amendment
TL Recreation Membership	General Fund	\$3,500	Budget revenue decrease due to cancellation of membership program during the pandemic
TL Facility Rental	General Fund	\$3,000	Budget revenue decrease due to the cancellation of rental service during the pandemic
TL Programs	General Fund	\$48,850	Budget revenue decrease due to program cancellation (pandemic)
City Attorney Fee	General Fund	\$125,000	Budget expenditure increase to provide fee expenditure for the third and fourth quarters in the fiscal year
Equipment Replacement Expenditure	General Fund	\$8,360	Budget expenditure decrease due to the negotiated savings provided by the Library vendor-Useful LLC
Speed Camera Fines	Speed Camera Fund	\$250,000	Budget revenue decrease due to the traffic slowdown during the road construction and pandemic
Capital Expenditure	Speed Camera Fund	\$34,000	Budget expenditure decrease due to the postponement of some expenditures due to the pandemic

Council Priority

Fiscally Sustainable Government

Environmental Considerations

These budget amendments have little environmental effect.

Fiscal Considerations

General Fund (GF) Fund Balance: Net decrease \$152,183.95

- Decrease GF revenue by \$35,543.95
- Increase GF expenditure by \$125,000
- Decrease Capital Improvement Program (CIP) expenditures by \$8,360

Speed Camera Fund (SCF) Fund Balance: Net decrease \$216,000

- Decrease SCF revenue by \$250,000
- Decrease SCF Capital Improvement Program (CIP) expenditures by \$34,000

Racial Equity Considerations

The provision of those Recreation programs that were able to be held during the pandemic has been at no charge, even when there is an in-person class, recognizing the financial difficulties faced by families during the pandemic. The negative financial impacts of the pandemic are disproportionately felt by households of color.

Attachments and Links

- Draft Ordinance

Introduced by: Councilmember

First Reading:

Second Reading:

Effective Date:

**CITY OF TAKOMA PARK, MARYLAND
ORDINANCE NO. 2021-__**

FY 2021 BUDGET AMENDMENT NO. 4

WHEREAS, the Fiscal Year (FY) 2021 budget was adopted by the City Council on May 20, 2020 and;

WHEREAS, since this date, information has been received that requires amendments to the FY 2021 budget; and

WHEREAS, the budget for the revenue of CARES Act is increased \$279,499.65 due to the receipt of reimbursement from the Montgomery County; and

WHEREAS, the budget for the revenue of Classes is decreased \$50,500 due to the program cancellation during the Covid pandemic; and

WHEREAS, the budget for the revenue of Sports is decreased \$73,200 due to the program cancellation during the Covid pandemic; and

WHEREAS, the budget for the revenue of Community Center Programs is decreased \$14,300 due to the program cancellation during the Covid pandemic; and

WHEREAS, the budget for the revenue of Special Programs is decreased \$1,260 due to the program cancellation during the Covid pandemic; and

WHEREAS, the budget for the revenue of Summer Camps is decreased \$32,321 due to the program cancellation during the Covid pandemic; and

WHEREAS, the budget for the revenue of Afterschool Programs is decreased \$69,112.60 due to the program cancellation during the Covid pandemic; and

WHEREAS, the budget for the revenue of Cancellation Fees is decreased \$1,000 due to the Classes cancellation during the Covid pandemic; and

WHEREAS, the budget for the revenue of Facility Rental is decreased \$18,000 due to the rental services cancellation during the Covid pandemic; and

WHEREAS, the budget for the revenue of TL Recreation Membership is decreased \$3,500 due to the membership fees cancellation during the Covid pandemic; and

- WHEREAS, the budget for the revenue of TL Facility Rental is decreased \$3,000 due to the cancellation of Facility Rentals during the Covid pandemic; and
- WHEREAS, the budget for the revenue of TL Programs is decreased \$48,850 due to the TL program cancellation during the Covid pandemic; and
- WHEREAS, the budget for City Attorney fees is increased \$125,000 to provide fee expenditure for the third and fourth quarter in FY 21; and
- WHEREAS, the budget for Equipment Replacement Expenditure is reduced \$8,360 due to the negotiated savings with the Library vendor-Userful LLC; and
- WHEREAS, the budget for Speed Camera Fines is reduced \$250,000 due to the traffic slowdown during the Purple Line construction and Covid pandemic; and
- WHEREAS, the budget for Speed Camera Capital Expenditures is reduced \$34,000 due to the postponement of several purchases due to the Covid pandemic; and
- WHEREAS, due to the financial impacts of the pandemic, the City Council wishes to provide support to households with limited funds wishing to participate in childcare programs for the remainder of FY21 and into FY22.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF TAKOMA PARK, MARYLAND THAT:

SECTION 1. The Fiscal Year 2021 Budget is amended as follows:

General Fund - Revenues

1. Increase \$279,499.65 to account 0001-33030, CARES Act Revenue, due to the reimbursement from the Montgomery County.
2. Reduce \$50,500 to account 0001-34600, Classes due to the program cancellation during the pandemic.
3. Reduce \$73,200 to account 0001-34610, Sports due to the program cancellation during the pandemic.
4. Reduce \$14,300 to account 0001-34620, Community Center Programs due to the program cancellation during the pandemic.
5. Reduce \$1,260 to account 0001-34650, Special Programs due to the program cancellation during the pandemic.
6. Reduce \$32,321 to account 0001-34660, Summer Camps due to the program cancellation during the pandemic.
7. Reduce \$69,112.60 to account 0001-34670, Afterschool Programs due to the program cancellation during the pandemic.
8. Reduce \$1,000 to account 0001-34680, Cancellation Fees due to the program cancellation by the City during the pandemic.

9. Reduce \$18,000 to account 0001-34690, Facility Rental due to the rental service cancellation during the pandemic.
10. Reduce \$3,500 to account 0001-34720, TL Recreation Membership due to the cancellation of membership fees during the pandemic.
11. Reduce \$3,000 to account 0001-34730, TL Facility Rental due to rental service cancellation during the pandemic.
12. Reduce \$48,850 to account 0001-34740, TL Programs due to the program cancellation during the pandemic.

General Fund – Expenditures

1. Appropriate \$125,000 to account 1140-61021, City Attorney, to provide funding expenditure for city attorney fees in the 3rd and 4th quarter of the fiscal year.
2. Reduce \$8,360 to account 9100-80003, Equipment Replacement Expenditures, due to the negotiated savings from a Library vendor-Userful LLC.

Speed Camera Fund – Revenues

1. Reduce \$250,000 to account 0060-35210, Speed Camera Fines, due to the traffic slowdown during the road construction and Covid pandemic.

Speed Camera Fund – Expenditures

2. Reduce \$34,000 to account 0060-80001, Capital Expenditures, due to a postponement of some purchasing during the pandemic.

SECTION 2. The City’s Capital Improvement Program for FY 2021 shall be amended to reflect the aforementioned changes in the General Fund budget.

SECTION 3. The City Manager is authorized to prioritize participation in the City’s childcare programs by those needing scholarship support for FY21 and FY22.

SECTION 4. This Ordinance shall become effective upon adoption.

Adopted this ____ day of March, 2021 by Roll Call vote as follows:

AYE:

NAY:

ABSTAIN:

ABSENT: