



CITY OF EL PASO

# FY 2025 Year-End Budget Transfers

September 3, 2025

# Agenda

- Purpose
- Funding Requirements
- Proposed use of Funds
- Requested Council Action

# Purpose

- To authorize budget transfers as part of the FY 2025 Budget year-end close out.

# Requested Council Action

- Approve a Resolution authorizing budget transfers to
  - Appropriate the use of investment earnings (Non-General Fund) as part of the fiscal year 2025 year-end closing process in the amount of \$9.9 million
  - Transfer \$3.6 million of unspent bond proceeds from the 2018 capital project fund to the debt service fund
  - Consolidate \$1.9M in ADA on-demand projects and transfer budget to Capital Improvement Department

# Utilizing Non-General Fund Revenue

Investment interest revenue:

- Limits property tax burden
- Provides additional funding for:
  - operational shortfalls (lower revenue or higher costs)
  - additional funding for more projects

# 1) Use of Investment Interest Revenue

From	To/Purpose	Amount
ARPA Investment Interest	Ballpark Capital Repairs	\$2.4 M
ARPA Investment Interest	Animal Svcs. Operating	\$2.3 M
ARPA Investment Interest	Economic Incentives	\$2.3M
Internal Capital Fund Investment Interest	Facility repairs	\$0.9M
Internal Capital Fund Investment Interest	Info. Tech. Capital	\$2.0M
<b>Total</b>		<b>\$9.9M</b>



# Ballpark Capital Repairs Fund (\$2.4M)

- City Council annually approves a 5 Year CIP for the ballpark
- Ballpark Capital Repairs Reserve Fund (restricted ballpark revenue) requires additional funding for completed projects
- The Ballpark is a City-owned facility and per the lease agreement, the City is required to satisfy its obligations without regard as to whether the Capital Repairs Reserve Fund is sufficient to cover project costs

# Animal Services Operating Fund (\$2.3M)

- Animal Service Operating Fund has exhausted restricted reserves
- Prior year revenue was lower and expenses were higher than anticipated
- Pending payments from the County of El Paso for services
- This additional funding will address current deficit in the fund



# Economic Development Obligations (\$2.3M)

- Fulfills obligations to existing economic development agreements
- Additional funding necessary due to unexpected or unexpectedly higher property and sales tax rebates from Marmaxx (\$1.63M) and Tenet (\$624K)
- This additional funding will address contractual obligations without impacting the General Fund

# Information Technology Capital (\$2.0M)

- Currently no annual funding for capital replacements or upgrades
- Priority items to be addressed,
  - \$1.6M for datacenters end of life equipment upgrades – to improve performance and ensure cybersecurity protections
  - \$250K for computer replacements
  - \$150K for Cloud Phone System – licensing requirement. IT will replace only necessary phones

# Facility Repairs and Improvements (\$900K)

- FY 2026 Budget includes \$4.9M for facility repairs and improvements
- This action would add another \$900K for facility repairs or improvements

## 2) Unspent Bond Proceeds

From	To/Purpose	Amount
Unspent Bond Proceeds (2021 CO)	Debt Service Fund	\$3.6M

# Unspent Bond Proceeds and Debt Service

- 2018 Capital Plan (CO) included funding for the Railroad Reconstruction project
- The funding was issued in 2021, however construction funds for this project will not be needed until FY 2027 or 2028
- The construction funding will now come from the SIB Loans approved by City Council on April 29, 2025
- The unspent \$3.6 million will be transferred to the debt service fund to be applied to debt payments

### 3) ADA On-Demand Projects

Project Description	Budget	Expense	Pre-Encumbrance	Encumbrance	Available Budget*
ADA CURB CUTS	\$2,266,000.00	\$1,651,401.56	\$0.00	\$0.00	\$614,598.44
FY 2022 ADA Curb Cuts	\$500,000.00	\$436,670.87	\$0.00	\$0.00	\$63,329.13
FY 2023 ADA Curb Cuts	\$500,000.00	\$482,117.27	\$0.00	\$0.00	\$17,882.73
FY 2024 ADA Curb Cuts	\$750,000.00	\$315,310.77	\$0.00	\$0.00	\$434,689.23
FY 2025 ADA Curb Cuts	\$750,000.00	\$0.00	\$0.00	\$0.00	\$750,000.00
	<b>\$4,766,000.00</b>	<b>\$2,885,500.47</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$1,880,499.53</b>

# ADA On-Demand Project Funding (\$1.9M)

- Requesting approval to consolidate several prior year projects into one project
- Transfer function/funds to Capital Improvement Department



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  - Transfer \$3.6 million of unspent bond proceeds from the 2018 capital project fund to the debt service fund
  - Consolidate \$1.9M in ADA on-demand projects and transfer budget to Capital Improvement Department

## MISSION



Deliver exceptional services to support a high quality of life and place for our community.

## VISION



Develop a vibrant regional economy, safe and beautiful neighborhoods and exceptional recreational, cultural and educational opportunities powered by a high performing government.



## VALUES

Integrity, Respect, Excellence,  
Accountability, People