

METROPOLITAN EXPOSITION-RECREATION COMMISSION

RESOLUTION NO. 96-9

Authorizing a Supplemental Budget amendment to FY 1995-96 Adopted Budget for the Expo Center.

**The Metropolitan Exposition-Recreation Commission finds:**

1. Capital funding for a construction project at the Expo Center is now being planned, which was not anticipated in the Commission's original budget document.
2. Metro intends to issue a bond to obtain a portion of the necessary funding.
3. The following supplemental budget amendments are necessary in order to reflect the anticipated funding and construction.
4. The following supplemental budget amendments are necessary:

	<u>Adopted Budget</u>	<u>Amendment</u>	<u>Revised Budget</u>
Total Resources	\$3,753,986	\$2,500,000	\$6,253,986
Capital Outlay	\$ 191,450	\$2,500,000	\$2,691,450

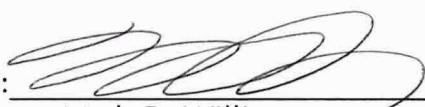
**Be It Therefore Resolved:**

That the Metropolitan Exposition-Recreation Commission approves the above supplemental budget amendment (details attached as Exhibit A) and submits them to the Metro Council.

Passed by the Commission on January 19, 1996.

Approved as to Form:  
Daniel B. Cooper, General Counsel

  
Chairman

By:   
Mark B. Williams  
Senior Assistant Counsel

  
Secretary-Treasurer

## MERC Staff Report

Agenda Item/Issue: Approval of Supplemental Budget Adjustment for Fiscal Year 1995-96.

Resolution No: 96-9

Date: January 19, 1996

Presented By: Norm Kraft and Jeff Blosser

Background Analysis: The proposed Expansion Project for the Expo Center will require several different funding sources. They are currently identified as follows:

- 1) OCC Unappropriated Balance - \$9 million
- 2) Expo Unappropriated Balance - \$1 million
- 3) Privately Financed Revenue Bond - \$2.5 million
- 4) Contribution from Other Agency - \$ .5 million

for a total of \$13 million to fund the entire project. Since funds cannot be accessed from either of the fund balances until budgeted next fiscal year (1996-97), a privately financed revenue bond is necessary to fund the initial 2-2.5 million dollars worth of expenses for architectural and construction fees. The only possible solution to this funding source is a privately financed revenue bond to be paid over a 15-20 year period of about \$225,000 per year annual payment. Other formulas may also be available.

Fiscal Impact: There is no fiscal impact this fiscal year (1995-96) anticipated. Privately financed revenue bond repayments will start next fiscal year, 1996-97.

Recommendation: Staff recommends that the Metropolitan Exposition Recreation Commission approve a supplemental budget adjustment of \$2.5 million in revenue and \$2.5 million in expenditures relating to the Expo Expansion Project. The method of this transaction is to be in the form of a privately financed revenue bond issued to MERC this fiscal year to fund initial Expo Expansion costs for design, construction and project management. MERC should also forward this approved resolution to Metro for prompt action as time is of the essence related to this project.

EXPO CENTER  
SUPPLEMENTAL BUDGET FY 1995-96

ACCT #	DESCRIPTION	FY 94-95 ADOPTED	AMMENDMENT	REVISED BUDGET
<b>EXPENDITURES:</b>				
511121	SALARIES - FULL-TIME	163,153	0	163,153
511221	WAGES - FULL-TIME	178,077	0	178,077
511225	WAGES - PART-TIME	54,015	0	54,015
511400	OVERTIME	1,182	0	1,182
512000	FRINGES	128,839	0	128,839
<b>TOTAL PERSONAL SERVICES</b>		<b>525,266</b>	<b>0</b>	<b>525,266</b>
521100	OFFICE SUPPLIES	2,200	0	2,200
521200	OPERATING SUPPLIES	0	0	0
521210	LANDSCAPE SUPPLIES	4,000	0	4,000
521220	CUSTODIAL SUPPLIES	9,800	0	9,800
521290	OTHER SUPPLIES	1,400	0	1,400
521292	SMALL TOOLS	3,000	0	3,000
521293	PROMOTION SUPPLIES	0	0	0
521310	SUBSCRIPTIONS	100	0	100
521320	DUES	875	0	875
521400	FUELS	3,900	0	3,900
521510	MAINT & REPAIR SUPPLIES - BLDG	9,600	0	9,600
521520	MAINT & REPAIR SUPPLIES-GROUNDS	3,000	0	3,000
521530	MAINT & REPAIR SUPPLIES-VEHICLE	750	0	750
521540	MAINT & REPAIR -SUPPLIES EQUIP	1,500	0	1,500
524130	PROMOTION/PUBLIC RELATIONS	35,000	0	35,000
524190	MISC PROFESSIONAL SERVICES	0	0	0
525110	UTILITIES - ELECTRICITY	87,900	0	87,900
525120	UTILITIES - WATER & SEWER	16,300	0	16,300
525130	UTILITIES - NATURAL GAS	32,000	0	32,000
525150	UTILITIES - SANITATION	35,000	0	35,000
525190	UTILITIES - OTHER	0	0	0
525200	PURCHASED PROPERTY SERVICES	65,000	0	65,000
525610	MAINT & REPAIR SERVICES - BLDG	1,500	0	1,500
525620	MAINT & REPAIR SERVICES-GROUNDS	12,000	0	12,000
525630	MAINT & REPAIR SERVICES-VEHICLES	1,000	0	1,000
525640	MAINT & REPAIR SERVICES -EQUIP	6,060	0	6,060
525710	RENTAL - EQUIPMENT	10,820	0	10,820
525720	RENTAL - LAND & BUILDING	0	0	0
525740	CAPITAL LEASES	0	0	0
526100	INSURANCE	0	0	0
526200	ADVERTISING	6,700	0	6,700
526310	PRINTING SERVICES	4,400	0	4,400
526320	TYPESETTING & REPROGRAPHIC	3,000	0	3,000
526410	TELEPHONE	9,700	0	9,700
526430	CATALOGUES & BROCHURES	1,000	0	1,000
526440	DELIVERY SERVICES	500	0	500
526420	POSTAGE	500	0	500
526500	TRAVEL	6,500	0	6,500
526690	CONCESSIONS	769,500	0	769,500
526691	CONTRACT - PARKING	73,240	0	73,240
526700	TEMP/PURCHASED LABOR	10,500	0	10,500
526800	TRAINING/TUITION/CONFERENCE	1,000	0	1,000
526910	UNIFORMS	0	0	0
528100	PYMTS TO OTHER AGENCIES	0	0	0
528500	GOVERNMENT ASSESSMENTS	0	0	0
529500	MEETING EXPENDITURES	500	0	500
529800	MISCELLANEOUS	1,000	0	1,000
529835	EXTERNAL PROMOTIONS	2,500	0	2,500
529930	BAD DEBT EXPENSE	0	0	0
<b>TOTAL MATERIALS &amp; SERVICES</b>		<b>1,233,245</b>	<b>0</b>	<b>1,233,245</b>
571200	IMPROVEMENTS OTHER THAN BLDG	75,000	0	75,000
571300	BUILDINGS AND RELATED	80,000	0	80,000
571400	EQUIPMENT & VEHICLES	31,200	0	31,200
571500	OFFICE FURNITURES & EQUIPMENT	5,250	0	5,250
574120	ARCHITECTURAL SERVICES	0	1,000,000	1,000,000
574130	ENGINEERING SERVICES	0	1,500,000	1,500,000
574520	CONSTRUCTION WORK/MATERIALS	0	0	0
<b>TOTAL CAPITAL OUTLAY</b>		<b>191,450</b>	<b>2,500,000</b>	<b>2,691,450</b>
581610	METRO - SUPPORT SERVICE	97,664	0	97,664
581615	METRO - INSURANCE	17,331	0	17,331
582751	MERC - SUPPORT SERVICE	55,116	0	55,116
583XXX	TRANSFER - RENEWAL&REPLACEMENT	0	0	0
583513	TRANSFER-BUILDING MGMT	0	0	0
		<b>170,111</b>	<b>0</b>	<b>170,111</b>
599999	CONTINGENCY	184,190	0	184,190
<b>TOTAL CONTINGENCY</b>		<b>184,190</b>	<b>0</b>	<b>184,190</b>
<b>TOTAL EXPENDITURES</b>		<b>2,304,262</b>	<b>2,500,000</b>	<b>4,804,262</b>
<b>NET CASH FLOW</b>		<b>344,376</b>	<b>0</b>	<b>344,376</b>

01/18/96

EXPO CENTER  
SUPPLEMENTAL BUDGET 1995-96

ACCT #	DESCRIPTION	FY 95-96 ADOPTED	AMMENDMENTS	AMMENDED BUDGET
-----				
REVENUES:				
347200	RENTALS (BLDG & EQUIPMENT)	562,051	0	562,051
347100	USER FEES	0	0	0
347311	CONCESSIONS/CATERING	1,221,400	0	1,221,400
347500	MERCHANDISING	0	0	0
347600	UTILITY SERVICES (ALL)	46,511	0	46,511
347700	COMMISSIONS	0	0	0
372100	REIMBURSED - LABOR	30,523	0	30,523
374000	PARKING	681,302	0	681,302
379000	MISC. REVENUE	40,851	0	40,851
-----				
	TOTAL OPERATING REVENUES	2,582,638	0	2,582,638
-----				
338100	HOTEL/MOTEL TAX	0	0	0
361100	INTEREST ON INVESTMENTS	66,000	0	66,000
385400	REVENUE BOND PROCEEDS	0	2,500,000	2,500,000
-----				
	TOTAL OTHER RESOURCES	66,000	2,500,000	2,566,000
-----				
	TOTAL REVENUES/RESORCES	2,648,638	2,500,000	5,148,638
=====				