

TITLE AN ORDINANCE ADOPTING THE 2022 CONVENTION CENTER HOTEL ENTERPRISE FUND BUDGET, APPROPRIATING THE FUNDS AUTHORIZED THEREIN, AND OTHERWISE PROVIDING WITH RESPECT THERETO.	DATE October 1, 2021	ORIGINATING DEPT./DIV. Executive Office SPONSOR OR COUNCIL MEMBER CAO
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PURPOSE

To adopt the 2022 Convention Center Hotel Enterprise Fund Budget, in accordance with State law and City Charter.

This Ordinance or Resolution will have direct impact on Council District: **All**

BACKGROUND INFORMATION

The Convention Center Hotel Fund is used to pay debt service and related expenses on the hotel. The 2022 operating budget for the hotel includes \$10,848,751 in revenue and \$10,066,289 in expenditures, allowing the hotel to contribute \$541,080 toward future capital replacements and \$782,462 towards the hotel debt service payments. The budget and financial reporting for hotel operations is provided by the third-party management of HRI Lodging. The 2022 Convention Center Hotel budget is -8,935,800, which represents no change from the 2021 budget due to the continuing COVID-19 impact on revenue. The negative fund balance represents the amount of the hotel debt service that has been subsidized by the fund.

TIMETABLE

Introduction: **October 12, 2021**
Final Passage: **By: December 15, 2021**

SPECIAL PROCEDURAL REQUIREMENTS

A public hearing must be held on this budget for adoption by Council

FINANCES**SOURCE OF FUNDS****CONCLUSION**

Approval of this ordinance is recommended.

FACT SHEET PREPARED BY: Annette Cash, Interim Assistant C.A.O.

ORDINANCE NO. ____ OF 2021

AN ORDINANCE ADOPTING THE 2022 CONVENTION CENTER HOTEL ENTERPRISE FUND BUDGET, APPROPRIATING THE FUNDS AUTHORIZED THEREIN, AND OTHERWISE PROVIDING WITH RESPECT THERETO.

BY:

WHEREAS, Article 7 of the Charter of the City of Shreveport requires the adoption of a comprehensive operating budget for the fiscal year beginning January 1, 2022; and

WHEREAS, the City Council has created a Convention Center Hotel Enterprise Fund, whose purpose is to account for the revenues and expenses of the hotel.

NOW, THEREFORE, BE IT ORDAINED, by the City Council of the City of Shreveport, in legal session convened, that:

1. Estimated Receipts - The estimated Convention Center Hotel Enterprise Fund receipts for the year 2022 are hereby established and adopted as follows:

Sales Tax Rebate	\$ 900,000
Interest Earnings	0
Miscellaneous Income	782,500
Riverfront	0
Current Year Fund Balance	-10,618,300
TOTAL	\$ -8,935,800

2. Appropriations - The funds set forth in the following classes of expenditures are hereby appropriated out of the Convention Center Hotel Enterprise Fund's receipts for the year 2022:

Contractual Services	\$ 0
Other Charges	2,896,500
Operating Reserves	-11,832,300
TOTAL	\$ -8,935,800

3. The Convention Center Hotel Enterprise Fund budget presented to the City Council by the Mayor by October 1, 2021, as amended by subsequent action by this Council, be and the same is hereby adopted.
4. Capital Transfers - All amounts authorized by the Capital Improvements Budget ordinance to be financed from the Convention Center Hotel Enterprise Fund receipts shall be transferred to the proper capital funds as provided by the Capital Improvements Budget ordinance.
5. Administration - The Mayor is hereby authorized to execute all contracts, deeds, grant documents and other legal instruments necessary to expend or receive funds herein authorized.
6. Donation of City Funds - No funds herein appropriated shall be donated, loaned or pledged, and no expenditures for such purposes shall be authorized except in accordance with Section 26-53 of the Code of Ordinances, as it exists now or may hereafter be amended.

BE IT FURTHER ORDAINED that if any provision or item of this ordinance or the application thereof is held invalid, such invalidity shall not affect other provisions, items or applications of this ordinance which can be given effect without the invalid provisions, items or applications; and to this end, the provisions of this ordinance are hereby declared severable.

BE IT FURTHER ORDAINED that all ordinances or parts thereof in conflict herewith are hereby repealed.

BE IT FURTHER ORDAINED that this ordinance will be effective on January 1, 2022.

APPROVED AS TO LEGAL FORM:

City Attorney's Office