

BOARD OF ALDERMEN

ITEM NO. B(5)

AGENDA ITEM ABSTRACT

MEETING DATE: March 1, 2005

TITLE: Request for a Budget Amendment to Receive and Allocate Grant Funds on Behalf of the Grape Arbor Development Corporation

DEPARTMENT: Management Services	PUBLIC HEARING: NO
ATTACHMENT: A. Budget Ordinance	FOR INFORMATION CONTACT: J. Patrick Childs, Purchasing and Budget Administrator, 918-7301

PURPOSE

The purpose of this item is to present to the Board of Aldermen a request for a budget amendment to receive and allocate Economic Development Initiative (EDI) grant funds in the amount of \$198,820 for the Grape Arbor Development Corporation.

INFORMATION

At their regular meeting on November 9, 2004, the Board of Aldermen agreed to serve as the fiscal agent for the Grape Arbor Development Corporation and authorized the Town Manager to sign the Memorandum of Understanding that states the responsibilities of both parties. Under this arrangement, the Department of Housing and Urban Development will send the funds to the Town and the Town will ensure that the funds are spent in accordance with federal guidelines. The funds will be used by the Grape Arbor Development Corporation for the acquisition, renovation, and/or build out of a youth enhancement center. The grant guidelines allow for 20 percent of the grant to be spent for project financing fees, expenses, taxes, and insurance; development and construction management fees and costs; professional services necessary to implement the project (architectural, engineering, surveying, appraisal, legal, accounting, etc.; and on-site services during construction (security, temporary utilities, etc.).

FISCAL IMPACT

N/A

ADMINISTRATION'S RECOMMENDATION

The Board is requested to adopt the budget amendment.