

# BOARD OF ALDERMEN

ITEM NO. C(4)

## AGENDA ITEM ABSTRACT

MEETING DATE: June 20, 2006

**TITLE: A Request to Adopt a Budget Ordinance**

<b>DEPARTMENT: Management Services</b>	<b>PUBLIC HEARING: YES ___ NO <u>x</u></b>
<b>ATTACHMENTS:</b> <b>A. Budget Amendment</b>	<b>FOR INFORMATION CONTACT:</b> George Seiz, 918-7427 L. Bingham Roenigk, 918-7439

### PURPOSE:

A budget amendment is needed to appropriate funds needed to construct and complete the Roberson Bike Path and to pay for invoices recently submitted by NCDOT for the Hillsborough Road Widening project completed in FY2003-04. The town staff recommends adoption of the attached budget amendment.

### INFORMATION:

The earlier budget amendment approved for Roberson Place only acknowledged the construction bid. Construction inspection costs are also anticipated for this project and are being addressed with this budget amendment. The total project cost is \$273,447. To date, \$224,670 has been budgeted, of which \$24,935 is town funds and \$199,735 is grant revenue. To fund the Roberson Place bike path project, a total of \$48,777 in additional revenue is needed. \$35,221 in grant revenue is available and an additional \$13,556 in local share is funded by transferring engineering funds budgeted in Planning to the Public Works department where the bike path project is budgeted.

The Hillsborough Road Widening Project is one that was approved by the Board of Aldermen in September of 2000 and the work was completed in 2003. The NC Department of Transportation recently submitted two invoices related to this project. When the street widening and sidewalk placement work was being done, the Town also negotiated for the extension of an 8" sanitary sewer main from Dove Street to the Martin Luther King, Jr. park property frontage corner. This was decided by the Town to be included with the roadway construction and needed with respect to the future development of the Martin Luther King, Jr park property. The invoice for this work is \$9,598; funds had been set aside in the capital reserve fund in anticipation of this invoice (\$20,000).

In addition, the Town set aside another \$27,958 in the capital projects fund for the sidewalk construction, representing the Town's 30% local share. The invoice of \$29,163 submitted by NCDOT is \$1,307 higher than currently budgeted. Budget funds are transferred from the capital reserve fund to the general fund to pay for the manhole work and to the capital projects fund to pay for the sidewalk work. The unexpended portion of the capital reserve set aside for the sanitary sewer work will be reverted to undesignated fund reserves within the capital reserve fund for future capital or debt costs.

FISCAL IMPACT: The budget amendment transfers funds from the Planning Department engineering budget to Public Works to complete engineering costs that will be incurred during the construction of the bike path. Funds for the work performed for the Hillsborough Road Widening projects will be funded with capital reserves.

STAFF RECOMMENDATION:

Approve the budget amendment as requested.