

# BOARD OF ALDERMEN

ITEM NO. C(3)

## AGENDA ITEM ABSTRACT

MEETING DATE: June 19, 2007

**TITLE: A Request to Approve a Budget Amendment**

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

**PURPOSE:**

The Board is requested to approve a budget amendment that acknowledges project spending for the entire \$2,590,000 borrowed in bond anticipation notes (BANS).

**INFORMATION:**

On January 16<sup>th</sup>, 2007, the Board approved a resolution to re-issue the bond anticipation notes and to modify the notes to borrow \$2,590,000. At that time, staff promised to present a budget amendment before year-end to fully allocate the BAN proceeds to projects when better estimates were available. The Public Works Department submitted bids on June 12<sup>th</sup> for the various NCDOT Enhancement Projects and has what it believes to be reasonable estimates for those projects. In addition, the remainder of BAN funds has been allocated to the Phase IB projects (11 projects).

The budget amendment adds \$1,360,000 to the \$1,230,000 in BAN funds already budgeted from the first round of BANS (for a total of \$2,590,000 in BAN proceeds). In addition, interest earnings (\$14,000) on the BAN funds are appropriated and used as the local match for grant funds to design the Bolin Creek Greenway. The Planning Department will prepare Requests for Qualifications (RFQs) for both the Morgan Creek and Bolin Creek Greenway conceptual planning services in the upcoming year. Thus, for budgeting purposes, the two projects will be combined into one larger budget to facilitate smooth implementation of the project.

**FISCAL IMPACT:**

There is no fiscal impact in preparing this budget amendment. The debt service cost, (interest cost only) associated with the second round of BAN funds is established at \$75,398, which is budgeted in the FY07-08 budget.

**STAFF RECOMMENDATION:**

Approve budget amendment as recommended.