

BOARD OF ALDERMEN

ITEM NO. A(2)

AGENDA ITEM ABSTRACT

MEETING DATE: June 28, 2011

SUBJECT: Request for Budget Amendment

DEPARTMENT: Management Services	PUBLIC HEARING: NO
ATTACHMENTS: A. FY 2010-11 Budget Ordinance Amendment	FOR INFORMATION CONTACT: Matt Efird, 918-7314 Arche McAdoo, 918-7439

PURPOSE

The purpose of this agenda item is for the Board to consider the transfer of \$45,000 from the Revolving Loan Fund unreserved fund balance to the Carrboro WISE Energy Efficiency Revolving Loan Fund (EERLF).

INFORMATION

The FY 2010-11 Annual Budget (Ordinance No. 27/2009-10) adopted by the Board may be amended throughout the year to reflect changes in revenues or expenditures due to the receipt of additional revenues, or the need to transfer funds from fund to fund.

The Board of Aldermen approved the program design for the Energy Efficiency Revolving Loan (EERLF) program at the December 7, 2010 meeting. At the January 30, 2011 Board of Aldermen planning retreat, the Board expressed interest in identifying additional seed capital for the EERLF. Due to a change in the Year 2 funding allocation formula for the Southeast Energy Efficiency Alliance (SEEA) grant, it is advantageous for the Town to provide additional leveraging funds for the EERLF in order to increase the amount that SEEA will reimburse the Town for loans that are made. SEEA will reimburse the Town 15% of the cost of each EERLF project (up to \$15,000), regardless of what percentage of the loan funds are from grant revenues. Funding each EERLF project with a mix of SEEA grant funds and funds from other sources, rather than totally through SEEA grant funds, allows the Town to make loans for more projects and receive the 15% reimbursement for each project.

FISCAL AND STAFF IMPACT

If approved, this amendment will decrease the balance of the Revolving Loan Fund by \$45,000 from \$262,069 to \$217,069 and increase the balance of the EERLF by \$45,000 from \$55,000 to \$100,000.

RECOMMENDATION

Staff recommends that the Board consider the request to transfer \$45,000 from undesignated fund balance in the Revolving Loan Fund to the EERLF and amend the FY2010-2011 budget.