

DURHAM



1869

CITY OF MEDICINE

CITY OF DURHAM | NORTH CAROLINA

DATE: January 17, 2013

TO: Thomas J. Bonfield, City Manager

THROUGH: Wanda S. Page, Deputy City Manager

FROM: Bertha T. Johnson, Director of Budget & Management Services
Jim Reingruber, Principal Budget Analyst

RE: Request to amend the FY2012-13 Budget and other grant and capital project ordinance amendments, and a resolution for using contingency funds.

EXECUTIVE SUMMARY

In the course of the fiscal year, certain adjustments to the operating budget ordinance are necessary. This is the second such amendment for FY 2012-13. In addition to a minor operating budget amendment, this item includes several grant project ordinances and amendments, and a capital (CIP) ordinance amendment.

RECOMMENDATION

The Administration recommends the City Council adopt a budget ordinance amending the City of Durham Budget Ordinance as amended, Fiscal Year 2012-13, the same being Ordinance #14302 to appropriate restricted general fund balance for the Durham Athletic Park contract and general fund balance for the Land Development Office automation needs.

The Administration recommends the City Council adopt the 2009 American Recovery and Reinvestment Act (ARRA): Edward Byrne Memorial Justice Assistance Grant (JAG) GPO Superseding GPO #13856.

The Administration recommends the City Council adopt the 2009 ARRA: Combating Criminal Narcotics Activity Stemming from the Southern Border of the United States GPO Superseding GPO #13883.

The Administration recommends the City Council adopt the FY 2013 North Carolina Tennis Association Raise the Net Grant Project Ordinance (GPO).

The Administration recommends the City Council adopt the 2009 ARRA Renaissance Parkway and American Tobacco Trail Traffic Signal GPO Superseding GPO # 13828.

The Administration recommends the City Council adopt the 2009 ARRA Northpointe Drive and Home Depot Traffic Signal GPO Superseding GPO # 13829.

The Administration recommends the City Council adopt the 2009 ARRA Renaissance Parkway and Southpoint Mall Traffic Signal GPO Superseding GPO # 13830.

The Administration recommends the City Council adopt the 2009 ARRA William Penn and Ben Franklin Traffic Signal GPO Superseding GPO # 13831.

The Administration recommends the City Council adopt the 2009 ARRA Traffic Signal Upgrades GPO Superseding GPO # 13834.

The Administration recommends the City Council adopt the 2011 High Intensity Drug Trafficking Areas (HIDTA) GPO Superseding GPO #14228.

The Administration recommends the City Council adopt the FY 2012 North Carolina Department of Natural Resources (NCDENR) Waste Reduction GPO.

Finally, the Administration recommends the City Council adopt an Ordinance amending the Capital Improvements Project Ordinance as amended, the same being Ordinance # 14286.

BACKGROUND

Any time an ordinance requires change, the revisions require City Council approval. Budget and Management Services typically brings two to four budget amendments forward each year. An amendment was done in the November 2012 which included amendments to the operating budget, several grant project ordinances, and the internal service fund spending plan resolution. This item is similar to the first amendment. Budget and Management Services attempts to combine amendments and small grants in a single agenda item for efficiency.

ISSUES/ANALYSIS

The following amendments are included:

The Office of Economic and Workforce Development is appropriating restricted **General Fund** downtown fund balance in the amount of \$31,898 to cover an additional amount needed for the Durham Athletic Park agreement. Negotiations for the contract were completed after the FY 2012-13 budget had been adopted. Technology Solutions is appropriating an additional \$25,825 from restricted technology surcharge receipts in the **General Fund**. These receipts are specifically designated to cover improvements and further automation to the Land Development Office (LDO). This is the additional amount required to cover FY 2012-13 projects.

Parks and Recreation received a \$5,000 grant for a tennis court resurfacing project. This appropriates that grant.

The Police Department is amending two grant project ordinances (GPO) related to ARRA projects, and one grant project ordinance related to High Intensity Drug Trafficking Areas (HIDTA). The ARRA grants were received in 2009, and those projects are complete. The GPO's are being amended to reflect actual expenditures and close the projects on the ledger. The HIDTA amendment was very minor to fix the match amount.

Solid Waste Management received a \$6,000 grant from the NC Department of Natural Resources to buy a shredder. The grant requires a \$5,999 match which comes from Solid Waste's current budget. This appropriates the grant.

The Department of Transportation is amending several grant project ordinances (GPO). These grants were ARRA grants received in 2009, and appropriated in the CIP in the Miscellaneous Thoroughfares and Street Improvements. These projects are complete, so the GPO's are being amended to reflect actual expenditures and close the projects on the ledger.

Finally, in addition to the CIP amendment noted above, other amendments are occurring in the Housing and Neighborhood Revitalization section of the CIP ordinance. The purpose of the amendments is to make recordkeeping easier for the Southside project. The Southside five year plan presented to City Council during the FY 2012-13 budget process is not changing overall. The timing of budgeting for some facets of the project has been moved up slightly. This amendment primarily just creates projects and moves funds in a way that allows for better and easier reporting.

ALTERNATIVES

If the City Council does not approve these amendments, the ordinances will be incorrect.

FINANCIAL IMPACT

The approval of this budget amendment will appropriate \$57,723 from the General Fund fund balance, but the downtown portion is in restricted fund balance so does not affect undesignated fund balance, and the technology surcharge portion can only be used for LDO, so this is an appropriate use.

The numerous Grant Project Ordinances do not materially affect current year activities. Most are simply closing out previous grant years.

The CIP amendments do not have financial impacts. The Transportation portion only reconciles the budget to actual expenses and revenues. The Housing portion simply moves funds and creates projects to make reporting easier and more transparent.

SDBE INFORMATION

Not applicable.

ATTACHMENTS:

- Budget Ordinance amending the City of Durham Budget Ordinance, Fiscal Year 2012-13, the same being Ordinance #14302.
- FY 2013 North Carolina Tennis Association Raise the Net Grant Project Ordinance (GPO).
- 2009 American Recovery and Reinvestment Act (ARRA): Edward Byrne Memorial Justice Assistance Grant (JAG) GPO Superseding GPO #13856.
- 2009 ARRA: Combating Criminal Narcotics Activity Stemming from the Southern Border of the United States GPO Superseding GPO #13883.
- 2011 High Intensity Drug Trafficking Areas (HIDTA) GPO Superseding GPO #14228.
- FY 2012 North Carolina Department of Natural Resources (NCDENR) Waste Reduction GPO.
- 2009 ARRA Renaissance Parkway and American Tobacco Trail Traffic Signal GPO Superseding GPO # 13828.
- 2009 ARRA Northpointe Drive and Home Depot Traffic Signal GPO Superseding GPO # 13829.
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- 2009 ARRA William Penn and Ben Franklin Traffic Signal GPO Superseding GPO # 13831.
- 2009 ARRA Traffic Signal Upgrades GPO Superseding GPO # 13834.
- Ordinance amending the Capital Improvements Project Ordinance as amended, the same being Ordinance # 14286.
- Waste Reduction Grant Award Letter
- Raise the Net Grant Award Letter