

**City of Greenacres**  
Council Agenda Memo  
2016.05RW2.05

**TO:** Mayor and City Council

**THROUGH:** Andrea McCue, City Manager

**FROM:** Thomas A. Hughes, Director of Finance

**SUBJECT:** Proposed Budget Amendment  
**Ordinance 2016-15**

**DATE:** May 27, 2016

**COPIES:** James D. Stokes, City Attorney  
Denise McGrew, City Clerk

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**BACKGROUND:**

This budget adjustment is required in order to account for additional costs in CIP 304-193 (Original Section Drainage Enhancement Phase 2) beyond the budgeted amount, as well as account for additional grant funding that has been obtained to help offset the additional costs. When the project was put out to bid, the lowest responsible, responsive bid was \$17,340 more than the budgeted amount and the engineer's cost estimate. The accelerating pace of residential and commercial development in Palm Beach County has caused costs to rise faster than what the engineer anticipated when the cost estimate was prepared and the budget proposed last June. City staff made a request to the grant funding agency (Palm Beach County Department of Economic Sustainability) for additional support. They agreed to split the difference to cover the gap at 50% (\$8,670), with the City needing to cover the other 50% (\$8,670).

The City Council approved this Ordinance by a unanimous vote of 3-0 on the first reading on May 16, 2016.

**ANALYSIS:**

Staff has analyzed the budgeted amounts in the Reconstruction and Maintenance Fund and has determined the budgeted amount is not adequate for the increased spending level and will require a Budget Amendment.

**FINANCIAL IMPACT:**

The Proposed Budget Amendment transfers \$17,340 from the Reconstruction and Maintenance Fund Balance to the Original Section Drainage Project (number 304-193) and increases Grant Revenue in the same Fund by \$8,670.

There are adequate funds available in the Unassigned Reserve Fund Balance to accommodate the usage and transfer of funds.

**LEGAL:**

The proposed Budget Amendment has been prepared in accordance with applicable State Statutes and City Code Requirements.

**STAFF RECOMMENDATION:**

Approval of Ordinance 2016-15 on second reading amending the FY 16 adopted Budget.



Thomas A. Hughes  
Director of Finance

TAH/rhw

**Attachments:**

1. Reconstruction and Maintenance Fund Budget Amendment
2. Ordinance 2016-15

**City of Greenacres**  
**Budget Amendment - Ordinance 2016-15**  
**FYE 09/30/2016**

**Exhibit "1"**

Fund 304 - Reconstruction and Maintenance

<b>Expenditures (Uses)</b>		<b>Increase (Decrease)</b>	
Original Section Drainage (304-193)	304-30-31-63-22	\$	17,340.00
Reconstruction and Maintenance - Fund Balance	304-271-400	\$	8,670.00
	Total	\$	26,010.00
<b>Revenues (Sources)</b>			
Community Development Block Grant	304-70-331-540	\$	8,670.00
Reconstruction and Maintenance - Fund Balance	304-271-400	\$	17,340.00
	Total	\$	26,010.00