

TOWN OF PITTSBORO
 ORDINANCE AMENDING CAPITAL PROJECT BUDGET
 FOR WATER PLANT IMPROVEMENT PROJECT

Be It Ordained by the Board of Commissioners of the Town of Pittsboro in regular session assembled on the 27th day of September, 2021.

To Amend a Capital Project Budget Ordinance for the Water Plant Improvement Project

Section 1. That the following **ENTERPRISE FUND REVENUE ITEM** be increased by the amounts indicated:

| | | |
|----------------|---------------------------|---------------------|
| 300-9500-95900 | FUND BALANCE APPROPRIATED | \$800,000.00 |
| TOTAL | | \$800,000.00 |

Section 2. That the following **ENTERPRISE FUND EXPENDITURE ITEM** be increased by the amount indicated:

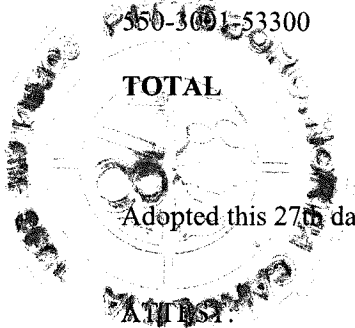
| | | |
|----------------|---|---------------------|
| 300-3790-59955 | TRANSFER TO WATER PLANT IMPROVEMENT PROJECT | \$800,000.00 |
| TOTAL | | \$800,000.00 |

Section 3. That the following **WATER PLANT IMPROVEMENT PROJECT REVENUE ITEMS** be increased by the amount indicated:

| | | |
|----------------|-------------------|---------------------|
| 550-9500-95002 | TOWN CONTRIBUTION | \$800,000.00 |
| TOTAL | | \$800,000.00 |

Section 4. That the following **WATER PLANT IMPROVEMENT PROJECT EXPENDITURE ITEMS** be increased by the amounts indicated:

| | | |
|----------------|------------------------------|---------------------|
| 550-3001-53300 | MATERIALS/SUPPLIES/EQUIPMENT | \$800,000.00 |
| TOTAL | | \$800,000.00 |



Adopted this 27th day of September, 2021.

James Nass

 James Nass, Mayor

Cassandra M. Bullock

 Cassandra M. Bullock, Town Clerk



MEMO TO: Mayor and Commissioners

FROM: Heather Meacham, Finance Director

SUBJECT: Budget Amendment for Fast-Track GAC Project at Water Treatment Plant

DATE: September 27, 2021

Purpose: To amend the Fiscal Year 2021-22 Budget Ordinance to increase the project funding for the Fast-Track GAC Project at the Water Treatment Plant.

Background:

- The Town is underway with the advanced water treatment project at our Town water treatment plant with a project known as the Fast-Track GAC project. This granular activated carbon treatment system is to aid in the removal of PFAS contaminants.
- The Town is under contract with consulting engineering and contractor CDM Smith with a design-build project for the installation of this advanced treatment system. We budgeted \$2.6M for this project, \$1.2M in last year's budget and \$1.4M in this year's budget.
- As part of the contract, CDM Smith is required to provide an opinion of probable construction cost (OPCC). Given the current materials sourcing market, the volatility of which has been well publicized, the OPCC is now \$3.4M, or \$800,000 over the budgeted project cost estimate.
- In order to proceed forward with the project, the Town needs to appropriate an additional \$800,000. Staff has elected to take this from our retained earnings reserves in our Enterprise Fund.
- The purpose of this budget amendment is to make the necessary appropriations to the project so that we can continue forward with project construction and completion.

Attachments:

1. Draft Budget Ordinance Amendment

Recommendation:

- Adoption of the attached budget ordinance amending the Fiscal Year 2021-22 operating budget.