



CITY COUNCIL CONSIDERATION ITEM

CITY OF FAIR OAKS RANCH, TEXAS

AGENDA TOPIC: Consideration and possible action approving the first reading of an ordinance amending the budget for the fiscal year beginning October 1, 2024, and ending September 30, 2025

DATE: November 21, 2024

DEPARTMENT: Finance

PRESENTED BY: Summer Fleming, CGFO, Director of Finance

INTRODUCTION/BACKGROUND:

On November 21, 2024, the City Council will consider approving a resolution authorizing the execution of an Interlocal Agreement with Bexar County for the Old Fredericksburg water line replacement project. The FY 2024-25 budget includes \$270,400 for this project, and prior year appropriations in the amount of \$261,181 remain available, for a total remaining budget of \$531,581.

Total costs of the project including construction, 5% contingency, consulting and project management costs is estimated to be \$599,854. A budget amendment in the amount of \$68,273 is required to meet the estimated costs of the project.

POLICY ANALYSIS/BENEFIT(S) TO CITIZENS:

The Old Fredericksburg water line replacement project supports Priority 3.1 of the Strategic Action Plan to enhance and ensure continuity of reliable water resources in accordance with CCN obligations. Furthermore, joint bidding with Bexar County through the approved Interlocal Agreement improves coordination, sequencing of work, and reduces total project costs and impacts to nearby residents.

LONGTERM FINANCIAL & BUDGETARY IMPACT:

The proposed budget amendment will increase appropriations in the Water Capital Fund by \$68,273. The fund currently has available fund balance in the amount of \$315,423 from capital reserve fees that are unallocated to a project and available for appropriation.

LEGAL ANALYSIS:

Approved as to form.

RECOMMENDATION/PROPOSED MOTION:

I move to approve the first reading of an ordinance amending the budget for the fiscal year beginning October 1, 2024, and ending September 30, 2025.