



CITY OF HENDERSONVILLE AGENDA ITEM SUMMARY

SUBMITTER: Adam Murr

MEETING DATE: 12/04/2025

AGENDA SECTION: CONSENT

DEPARTMENT: Administration

TITLE OF ITEM: FY25 System Development Fee Capital Reserve Fund Ordinance Amendment –
Adam Murr, Budget & Evaluation Director

SUGGESTED MOTION(S):

I move City Council adopt the Ordinance Amendment to Capital Reserve Fund Ordinance #O-24-28 as presented.

SUMMARY:

The recommended amendment updates the City's Capital Reserve Fund Ordinance (#O-24-28) to reflect system development fee revenues collected during FY25. These revenues are required to be accounted for in a dedicated capital reserve fund in accordance with North Carolina General Statutes §159-18 and §162A-209.

The amendment transfers \$175,480 in FY25 water and sewer system development fee revenue from the Water & Sewer Operating Fund to the Capital Reserve Fund. No portion of these revenues is appropriated for specific projects; instead, the funds remain reserved for future eligible water and sewer infrastructure expansion and rehabilitation needs. This action ensures proper accounting, transparency, and compliance with statutory requirements for the use of system development fees, while preserving the revenues to support future capital improvement planning.

BUDGET IMPACT:

Is this expenditure approved in the current fiscal year budget? N/A

If no, describe how it will be funded.

ATTACHMENTS:

1. Ordinance Amendment to Capital Reserve Fund Ordinance #O-24-28