



AGENDA ACTION FORM

Consideration of an Ordinance to Amend the FY 2026 School General Purpose Fund and General Projects Fund Budgets to Fund the Washington Elementary School HVAC Replacement

To: Board of Mayor and Aldermen

From: Chris McCartt, City Manager *CM*

Action Form No.: AF-229-2025

Work Session: August 18, 2025

First Reading: August 19, 2025

Final Adoption: September 16, 2025

Staff Work By: David Frye

Presentation By: David Frye

Strategic Focus Area: World-Class Education

Recommendation:

Approve the Ordinance

Executive Summary:

If approved, \$2,675,000 will be appropriated from the School Fund Unreserved Fund Balance to fund the Washington Elementary School HVAC replacement and the School General Purpose Fund budget will be increased by \$2,675,000.

A project for the replacement of the Washington HVAC system was approved in March 2025. Initial project funding was established for \$240,000 to fund the architectural contract. The architect has provided an estimate of \$2,500,000 for this work. In addition to the funding for the bid amount, there will need to be funding for a 6% contingency or \$150,000 and it is recommended to add \$25,000 for miscellaneous expenses such as state fire marshal inspections. This brings the additional funding required to \$2,675,000.

The City will provide funding for this project when they sell bonds in early 2026. To meet the August 2026 completion, it is necessary to initially fund this project from the school system's Fund Balance and replace these funds when the bonds are sold. These funds will be transferred to the General Project Fund and added to the Washington HVAC replacement project to establish total project funding of \$2,915,000.

Bids are scheduled to be opened on August 20, 2025, and the Board of Mayor and Aldermen bid approval is scheduled for September 16. We are anticipating that this project will be completed by the start of school in August of 2026.

The Board of Education approved this budget amendment at their meeting on August 12, 2025.

Attachments:

1. Ordinance
2. BOE Budget Amendment Number One – General Purpose School Funds FY26

	Y	N	O
Baker	—	—	—
Cooper	—	—	—
Duncan	—	—	—
George	—	—	—
Mayes	—	—	—
Phillips	—	—	—
Montgomery	—	—	—