

Exhibit “A” – Ord. No. 2023-

FY 2022-2023 Budget Amendment No. 2

In March 2023, Staff and City Engineers reviewed the current Capital Projects Fund budget to compare with progress of current and future projects. The timing of construction and contractor payments across two fiscal years for several of the capital projects were different than projected during the budget process in summer 2022. Below are the needed budget amendments for the Capital Projects Fund and a written summary of each.

Capital Projects Fund Revenue: Increasing by \$210,338:

- GLO Proceeds: Increased both revenue and expenses by \$162,338 due to timing of pay estimates and draw requests between last fiscal year and this fiscal year.
- Pulte Homes Deposit: As you will recall, improvements being made to Lift Station #10 are being paid for by the developer. The developer deposited \$48,000 with the City in January 2023 for the engineering design of the lift station improvements. The amendment reflects this deposit.

Capital Projects Fund Revenue			
Account #	Account Name	Current Budget	Amendment No. 2
200-00-24104	GLO Proceeds	\$ 660,563	\$ 822,901
200-00-24112	Pulte Homes Deposit (for LS # 10)	\$ 0	\$ 48,000

Capital Projects Fund Expenses: Increasing by \$210,338:

- Engineering – Water Plant #3 Imp. TWDB: Engineering for TWDB moved into this fiscal year due to issues with closing out the project which led to additional work not expected.
- Clepper Sidewalks: Lower than projected engineering expenses coupled with all construction being completed and paid for last fiscal year.
- Lift Station #10 Improvements: developer funded (see revenue note above).
- College Street Drainage Repairs: This project was removed from the budget for both engineering and construction which resulted in a \$90,000 reduction to expenses. The reason for the change was to cover additional costs on other, higher priority, projects. The project will be reevaluated during the next budget cycle.
- Lone Star Parkway & Buffalo Springs Drive: The original budget set aside \$305,000 for engineering and construction of intersection improvements at Lone Star Parkway and Buffalo Springs Dr. The project was to be completed through an interlocal agreement between Montgomery County and the City. Due to the project coming in over budget, the county has decided to not proceed with the roundabout and instead proceed with the addition of turn lanes and a signalized intersection. The County is not requesting the City to enter into an interlocal agreement for the project and plans to fund the project themselves. Due to this change, \$305,000 was reduced from the expenses.
- LS #8 Force Main Repair: The engineering for this project came in significantly under budget with only \$605 of the \$25,000 budget being spent this fiscal year. (\$4,072.50 total between this and

last fiscal year). The construction cost also came in under budget and was mostly spent in last fiscal year. The actual amount spent in this fiscal year was \$21,360 of the \$75,000 budget. The project is complete and no additional expenses are anticipated.

- Downtown Master Drainage Study: Project was approved in June 2022 with the intent of using excess funds from the Clepper Street Sidewalk Project that was funded by the MEDC. The \$60,000 for this project is coming from the \$78,000 reduction of the sidewalk project budget.
- Lone Star Parkway Bridge Repair: The project is being completed by Montgomery County in partnership with the City through an interlocal agreement. The agreement commits the City to a \$100,000 participation in the project cost. The City’s share was expected to be requested last fiscal year but was not. The project is now scheduled to bid on April 26, 2023 and we expect the county to request the City’s share shortly after.
- GLO Projects: Increased both revenue and expenses by \$162,338 primarily due to timing of invoices and draw requests across fiscal years based on construction timing. As a reminder, city council has approved several change orders to increase or reduce expenses for these projects and these amounts are also reflected in the total amount.
- Flagship Blvd Storm Sewer: As discussed at the April 11th City Council meeting, the project was bid on March 30th and the prices came in over the original \$175,000 in the budget. Based on discussion at the meeting and the above changes to the budget, we recommend increasing the construction budget from \$175,000 to \$589,908 to complete the full scope of the project in lieu of rebidding a smaller portion of the project and completing the other portions in a future fiscal year.

Capital Projects Fund Expenses			
Account #	Account Name	Current Budget	Amendment No. 2
200-20-26102	Engineering – Water Plant #3 Imp. TWDB	\$ 0	\$ 10,000
200-20-26122	Engineering – Clepper Sidewalks	\$ 10,000	\$ 8,127
200-20-26129	Engineering – Lift Station #10 Improvements	\$ 0	\$ 48,000
200-20-26133	Engineering – College St. Drainage Repairs	\$ 15,000	\$ 0
200-20-26134	Engineering – LS Pkwy & Buffalo Springs Dr.	\$ 40,000	\$ 0
200-20-26136	Engineering – LS #8 Force Main Repair	\$ 25,000	\$ 605
200-20-26134	Downtown Sanitary Sewer Rehabilitation	\$ 153,000	\$ 115,000
200-20-26320	LS #8 Force Main Repair (construction)	\$ 75,000	\$ 21,360
200-20-26401	Water Plant No. 3 Generator Addition (GLO)	\$ 368,469	\$ 387,778
200-20-26509	Downtown Master Drainage Study	\$ 0	\$ 60,000
200-20-26510	Clepper Sidewalks (construction)	\$ 78,000	\$ 0
200-20-26511	LS Pkwy & Buffalo Springs Dr. (construction)	\$ 265,000	\$ 0
200-20-26513	LS Pkwy Bridge Repair	\$ 0	\$ 100,000
200-20-26707	Capital Outlay – Baja/MLK GLO project	\$ 180,650	\$ 329,679
200-20-26715	Capital Outlay – Flagship Blvd Storm Sewer	\$ 175,000	\$ 589,908
200-20-26715	Capital Outlay – College St. Drainage Repairs	\$ 75,000	\$ 0