



BOARD OF ALDERMEN  
AGENDA ITEM  
06/30/26

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ISSUE: Budget Amendments 2026-26.56, 2026-26.57 and 2026-26.58

PRESENTED BY: Wayne Johannessen, Finance Officer

DEPARTMENT(S): Beach Maintenance Fund - 31, General Fund - 10 and Shoreline Protection Fund - 30

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Background: FEMA increased Florence DR4393 PW1615 over the budget in the amount of \$5,800,924. NCDEQ \$10.5 million grant had unspent proceeds of \$1,730,032.71 and interest earned \$1,130,324.20 for a total of \$2,860,356.51. Dorian and Florence projects are closed, except for Cat Z - Management Costs scheduled for submittal by June 30, 2026. The Board desired to proceed with the Dorian and Florence Projects and advance \$9,858,986 from Fund 30 and \$2,000,000 from the Fund 10.

Budget Ordinance 2026-26.56 appropriates the FEMA additional funding of \$5,800,924, Interest Earnings \$1,130,324; reduces contingency by (\$1,110,971) Tranche 2 and (\$6,785,124) Phase 4; Transfers from Fund 31 to Fund 30 \$9,858,986 and to Fund 10 \$2,000,000 of the previously advanced funds; and repays NCDEQ \$2,860,357.

Budget Ordinance 2026-26.57 appropriates the transfer in from Fund 31 of \$2,000,000 to Fund 10 and increases Reserved in the General Fund; Budget Ordinance 2026-26.58 appropriates the transfer in from Fund 31 \$9,858,986 to Fund 30 and increases the reserve for future projects \$9,858,986 in the Shoreline Protection Fund.

Attachments: Budget Amendment 2026-26.56 Fund 31, 2026-26.57 Fund 10 and 2026-26.58 Fund 30.

Recommendation: Approve Amendments as recommended

Action Needed: Yes

Suggested Motion: "I, \_\_\_\_\_, make a motion to approve Budget Amendments 2026-26.56, 2026-26.57 and 2026-26.58 as presented."

Funds: 31, 10 and 30

Follow Up: Finance Officer

**ORDINANCE NO. 2025 - 26.56**  
**TOWN OF NORTH TOPSAIL BEACH, NC**  
**Ordinance Amending the Beach Maintenance Capital Project (Fund 31)**

**THE TOWN OF NORTH TOPSAIL BEACH, NORTH CAROLINA DOES ORDAIN** that pursuant to Section 13.2 of Chapter 159 of the General Statutes of North Carolina, the following capital project ordinance is hereby amended:

**Section I:** This Ordinance is to amend the Beach Maintenance Capital Project Fund (Fund 31).

**Section II:** The following amounts are appropriated for the project and authorized for revenue and expenditure.

	Prior Year Project	Increase (Decrease)		Amended Project
<b>ESTIMATED REVENUES</b>				
31-330-00 Loan Proceeds	10,857,304	-		10,857,304
31-348-08 FEMA Reimbursement	17,599,184	5,800,924	(1)	23,400,108
31-368-00 NCDEQ Grant Funds	10,500,000	-		10,500,000
31-370-00 Investment Income	272,386	1,130,324	(2)	1,402,710
31-399-01 T/I Fund 30 Shoreline Protection	9,858,986	-		9,858,986
31-399-10 T/I General Fund	2,000,000	-		2,000,000
<b>Total Revenues</b>	<b>51,087,860</b>	<b>6,931,248</b>		<b>58,019,108</b>
<b>APPROPRIATIONS</b>				
31-440-00 2022A Debt Service	8,765,829	-		8,765,829
31-440-01 2022C Debt Service	1,686,801	-		1,686,801
31-450-01 Phase 1 - Engineering & Construction Phase Support	14,881	-		14,881
31-450-02 Phase 1- Construction Management & Administration	398,245	-		398,245
31-450-03 Phase 1 - Laboratory Analysis	6,020	-		6,020
31-450-04 Phase 1 - Regulatory Coordination & Closeout	11,048	-		11,048
31-450-05 Phase 1 - Mobilization & Demobilization	180,000	-		180,000
31-450-06 Phase 1 - Haul & Placement of Beach Fill	9,142,736	-		9,142,736
31-450-07 Phase 1 - Payment & Performance Bonds	45,000	-		45,000
31-450-08 Phase 1 - Professional Fees	562,915	-		562,915
31-450-09 Phase 5 - Construction Tranche 2	10,105,998	-		10,105,998
31-450-10 Phase 5 - Engineering Tranche 2	747,722	-		747,722
31-450-11 Phase 5 - Contingency Tranche 2	1,720,665	(1,002,971)	(1)	717,694
31-450-79 Phase 5 - CMM Sand Settlement Tranche 2	1,200,000	-		1,200,000
31-460-01 Phase 4 - Town Administration	50,000	-		50,000
31-460-02 Phase 4 - ATM Con Admin, Permitting Support	60,000	-		60,000
31-460-04 Phase 4 - CMM Termination	480,000	-		480,000
31-460-05 Phase 4 - TI Coastal Design, Surveying, Eng, Sed Testing	437,220	-		437,220
31-460-06 Phase 4 - Reach Mobilization & Demobilization (STW)	62,000	-		62,000
31-460-07 Phase 4 - Reach Haul & Placement of Beach Fill (STW)	7,600,000	-		7,600,000
31-460-08 Phase 4 - Payment and Performance Bonds Reach	50,656	-		50,656
31-460-09 Phase 4 - Fall 2025 Mobilization (STW)	65,000	-		65,000
31-460-10 Phase 4 - Fall 2025 Nourishment (STW)	760,000	-		760,000
31-460-11 Phase 4 - Fall 2025 Eng, Surveying, & Permitting	150,000	-		150,000
31-460-12 Phase 4 - Contingency	6,785,124	(6,785,124)	(1)	-
31-460-13 Phase 4 - NCDEQ Repayment	-	2,860,357	(2)	2,860,357
31-998-30 T/O Fund 30 Shoreline Protection	-	9,858,986	(1)	9,858,986
31-998-10 T/O General Fund	-	2,000,000	(1)	2,000,000
<b>Total Appropriations</b>	<b>51,087,860</b>	<b>6,931,248</b>		<b>58,019,108</b>

- (1) Appropriates the revenue from Florence DR4393 PW1615 in excess of the original budget; reductions in contingency for the close out of Dorian DR4465 and Florence DR4393, and repay Fund 30 and Fund 10 for money advanced awaiting the final payouts from FEMA.
- (2) Appropriates the interest earned on the NCDEQ advanced grant and also the repayment of unused grant of \$1,730,032.72 and interest of \$1,130,324.20 = \$2,860,356.91.

**Section III:** The Finance Officer is hereby directed to maintain sufficient specific detailed accounting records to satisfy the requirements of the grantor agency and the grant agreements.

**Section IV:** The Town Manager is hereby directed to report the financial status of the project to the governing board on a quarterly basis.

**ORDINANCE NO. 2025 - 26.56**  
**TOWN OF NORTH TOPSAIL BEACH, NC**  
**Ordinance Amending the Beach Maintenance Capital Project (Fund 31)**

**Section V:** Copies of this amended project ordinance shall be furnished to the Town Manager, the Finance Officer and to the Clerk to the Board.

**Section VI:** This grant project ordinance expires when all grant funds have been obligated and expended by the Town or when FEMA determines, whichever comes first.

Adopted this 30th Day of June 2026.

Motion made by \_\_\_\_\_, 2nd by \_\_\_\_\_

**VOTE: \_\_\_\_ FOR \_\_\_\_ AGAINST \_\_\_\_ ABSENT**

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RICHARD GRANT  
MAYOR

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WAYNE JOHANNESSEN  
FINANCE OFFICER

**ORDINANCE NO. 2026-26.57**  
**TOWN OF NORTH TOPSAIL BEACH, NC**  
**Ordinance Amending the 2025-26 General Fund (10)**

**THE TOWN OF NORTH TOPSAIL BEACH, NORTH CAROLINA DOES ORDAIN that the following annual budget ordinance is hereby amended:**

**Section I:** Estimated Revenues and Appropriations. General Fund is hereby amended by increasing estimated revenues and appropriations in the amount indicated:

	<b>2025-26 Amended Budget</b>	<b>Increase (Decrease)</b>	<b>2025-26 Amended Budget</b>
<b>ESTIMATED REVENUES</b>			
TAXES - AD VALOREM	4,425,249	-	4,425,249
LOCAL SALES TAX	2,962,767	-	2,962,767
INTERGOVERNMENTAL REVENUES	625,601	-	625,601
CHARGES FOR CURRENT SERVICES	830,043	-	830,043
INTEREST	602,000	-	602,000
OTHER REVENUES	21,000	-	21,000
T/I FUND 31	-	2,000,000	(1) 2,000,000
<b>Total Revenues</b>	<b>9,466,660</b>	<b>2,000,000</b>	<b>11,466,660</b>
<b>APPROPRIATIONS</b>			
GOVERNING BODY	410,580	-	410,580
ADMINISTRATION	1,347,041	-	1,347,041
ELECTIONS	5,000	-	5,000
IT	351,691	-	351,691
NON-DEPARTMENTAL	391,565	2,000,000	(1) 2,391,565
POLICE SEPARATION ALLOWANCE	17,805	-	17,805
POLICE DEPARTMENT	1,714,435	-	1,714,435
FIRE DEPARTMENT	1,769,909	-	1,769,909
PLANNING & ZONING	271,522	-	271,522
BUILDING INSPECTIONS	330,697	-	330,697
RECREATION	294,170	-	294,170
COMMITTEES	2,000	-	2,000
PUBLIC BUILDINGS & GROUNDS	503,789	-	503,789
INSURANCE	377,227	-	377,227
PUBLIC WORKS	586,907	-	586,907
PUBLIC STREETS	530,500	-	530,500
SANITATION COLLECTIONS	561,822	-	561,822
<b>Total Appropriations</b>	<b>9,466,660</b>	<b>2,000,000</b>	<b>11,466,660</b>

- (1) Appropriates the revenue for the repayment from Fund 31 for \$2,000,000 transferred prior to the FEMA increasing the Grant Award for Florence Cat G DR4393 PW1615 and the increase expenditure to Reserved in Non-Departmental.

**Section II:** Copies of this ordinance shall be furnished to the Town Manager, the Finance Officer and to the Clerk to the Board.

Adopted this 30th Day of June 2026.

Motion made by \_\_\_\_\_, 2nd by \_\_\_\_\_

**VOTE:   \_\_ FOR   \_\_ AGAINST   \_\_ ABSENT**

\_\_\_\_\_  
**RICHARD GRANT**  
**MAYOR**

\_\_\_\_\_  
**WAYNE JOHANNESSEN**  
**FINANCE OFFICER**

**ORDINANCE NO. 2026-26.58**  
**TOWN OF NORTH TOPSAIL BEACH, NC**  
**Ordinance Amending the 2025-26 Shoreline Protection Fund (30)**

**THE TOWN OF NORTH TOPSAIL BEACH, NORTH CAROLINA DOES ORDAIN that the following annual budget ordinance is hereby amended:**

**Section I:** Estimated Revenues and Appropriations. Shoreline Protection Fund is hereby amended by increasing estimated revenues and appropriations in the amount indicated:

	<b>2025-26 Adopted Budget</b>	<b>Increase (Decrease)</b>	<b>2025-26 Amended Budget</b>
<b>ESTIMATED REVENUES</b>			
30-301-00 Accommodation Tax	2,000,000	-	2,000,000
30-301-05 Ad Valorem Tax - Beach	1,653,225	-	1,653,225
30-317-01 County Grant Funding	150,000	-	150,000
30-329-00 Interest Income	125,000	-	125,000
30-335-16 FEMA Hurrigan Florence	2,087,616	-	2,087,616
30-345-00 Local Option Sales Tax	1,108,888	-	1,108,888
30-350-01 Paid Parking Revenue	336,375	-	336,375
30-399-31 T/I Fund 31 Beach Maintenance		9,858,986	(1)
30-399-32 T/I Fund 32 PTC-8	2,380,320	-	2,380,320
30-399-00 Appropriated Fund Balance	40,000	-	40,000
<b>Total Revenues</b>	<b>9,881,424</b>	<b>9,858,986</b>	<b>19,740,410</b>
<b>APPROPRIATIONS</b>			
30-710-08 Lease Payments	36,900	-	36,900
30-710-10 Beach Lobbyist Contract	63,300	-	63,300
30-710-12 Beach/Access Maintenance	138,100	-	138,100
30-710-14 Beach Meetings/ Conferences	20,000	-	20,000
30-710-15 M & R Dune/Crosswalk	140,000	-	140,000
30-710-45 Contracted Services	305,070	-	305,070
30-710-59 Sea Oats Program	37,000	-	37,000
30-711-45 Tax Collection Fees	24,454	-	24,454
30-720-07 New River EIS Project	185,926	-	185,926
30-720-08 Contracts, Plans, Specs	68,300	-	68,300
30-720-10 Vitex	285,200	-	285,200
30-720-45 Contracted Services	40,000	-	40,000
30-720-50 2022B SOB Payment	1,884,803	-	1,884,803
30-720-57 2022C FEMA SOB Interest	1,721,043	-	1,721,043
30-720-60 30 Year Beach Plan	275,000	-	275,000
30-720-64 Sandbag Repair Project	188,392	-	188,392
30-999-01 Reserve for Future Projects	4,467,936	9,858,986	(1)
<b>Total Appropriations</b>	<b>9,881,424</b>	<b>9,858,986</b>	<b>19,740,410</b>

- (1) Appropriates the revenue for the repayment from Fund 31 for \$9,858,986 Transferred prior to the FEMA Dorian and Florence reimbursements and the increase expenditure to Reserve for Future Projects.

**Section II:** Copies of this ordinance shall be furnished to the Town Manager, the Finance Officer and to the Clerk to the Board.

Adopted this 30th Day of June 2026.

Motion made by \_\_\_\_\_, 2nd by \_\_\_\_\_

**VOTE: \_\_\_ FOR \_\_\_ AGAINST \_\_\_ ABSENT**

\_\_\_\_\_  
**RICHARD GRANT**  
**MAYOR**

\_\_\_\_\_  
**WAYNE JOHANNESSEN**  
**FINANCE OFFICER**