

# CITY OF HIGH POINT

## AGENDA ITEM



<b>TITLE:</b> Water/Sewer Plant Maintenance Repairs – Budget Ordinance Amendment	
<b>FROM:</b> Stephen Hawryluk, Budget and Performance Director	<b>MEETING DATE:</b> April 1, 2024
<b>PUBLIC HEARING:</b> n/a	<b>ADVERTISED DATE/BY:</b> n/a
<b>ATTACHMENTS:</b> Budget Ordinance Amendment	

**PURPOSE:** To appropriate additional projected investment income for unplanned Water/Sewer Plant Maintenance repairs and equipment replacement expenses.

**BACKGROUND:** Since the beginning of the fiscal year, the Water/Sewer Plant Maintenance Division has seen many unplanned major expenses for repairs and equipment replacement. These expenses have placed pressure on the day-to-day water/sewer operating budget. The below list outlines these expenses, totaling \$832,500:

	<u>Amount</u>
Lift Station Pump/Drive Repairs	\$126,000
Ward Water Plant Repairs/Equipment	\$105,500
Eastside Wastewater Treatment Plant Repairs/Equipment	\$473,000
Westside Wastewater Treatment Plant Repairs/Equipment	\$62,000
Raw Water Pump/Motor Repairs	\$66,000
<b>Total</b>	<b>\$832,500</b>

Due to higher interest rates, the fund is projected to outpace budgeted investment income revenue. The proposed budget ordinance amendment appropriates the additional revenue for these one-time major repairs and equipment replacements.

**BUDGET IMPACT:** The attached budget ordinance amendment appropriates the additional projected investment income for these expenses.

**RECOMMENDATION/ACTION REQUESTED:** The Budget and Evaluation Department recommends and requests that the City Council approve the budget ordinance amendment for Water/Sewer.



“AN ORDINANCE AMENDING THE 2023-2024 BUDGET ORDINANCE  
OF THE CITY OF HIGH POINT, NORTH CAROLINA  
TO APPROPRIATE FUNDS FOR UNPLANNED WATER/SEWER REPAIRS AND EQUIPMENT  
REPLACEMENT

Be it ordained by the City Council of the City of High Point, North Carolina, as follows:

Section 1. The proposed amendment appropriates additional projected investment income totaling \$832,500 in the Water/Sewer Fund for unplanned major expenses for repairs and equipment replacement in the Plant Maintenance Division.

Section 2. The 2023-2024 Budget Ordinance of the City of High Point should be amended as follows:

(A) That the following Water/Sewer Fund revenues be amended as follows:

Investment Income	\$832,500
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(B) That the following Water/Sewer Fund expenditures be amended as follows:

Plant Maintenance Repairs and Equipment Replacement	\$832,500
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Section 3. That all ordinances, or parts of ordinances in conflict with this ordinance are hereby repealed to the extent of such conflict.

Section 4. That this ordinance shall be effective from and after its passage."

Adopted by High Point City Council, this the 1st day of April 2024

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Cyril Jefferson, Mayor

ATTEST

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Sandra Keeney, City Clerk