



## REQUEST FOR BOARD ACTION

ITEM NO. 15.

DATE OF MEETING: April 4, 2011

REQUESTED BY: Rick Benton, County Manager

**SHORT TITLE:** Approval of Budget Amendment to Increase Shell Building Project Ordinance by \$126,750; and Increase Purchase Orders for Architectural/Engineering Services by \$11,500

**BACKGROUND:** The agreement between Pender Progress Corporation with Pender County for construction of the shell building project provided a County contribution of \$300,000 to the project. The initial capital project budget (\$1,346,500) appropriated \$173,250 of this commitment. As the project has developed, additional costs related to addressing soil conditions and a building structural issue is requiring the appropriation of the remaining monies. A capital project ordinance amendment and FY 10-11 budget amendment is required to appropriate the additional \$126,750, which will be appropriated from fund balance. \$107,365.32 of this will be added to the contingency line item in the event of additional construction change orders to address the soil conditions and structural issues.

Increases to the purchase orders for the site engineer Hanover Design (\$6,500), structural engineer Dudek Consulting (\$2,500), and soils testing firm ESC, Inc. (\$2,500) are required. A copy of the current and amended project budget is outlined below.

**SPECIFIC ACTION REQUESTED:** To consider a resolution to 1) Approve a FY 10-11 budget amendment and amendment to the Shell Building Capital Project Ordinance as follows:

	<u>Current Project Ordinance</u>	<u>Amended Project Ordinance</u>
<u>Revenues:</u>		
CDBG Loan	\$ 655,250.00	\$ 655,250.00
CDBG Grant	\$ 18,000.00	\$ 18,000.00
Four County EMC Loan	\$ 500,000.00	\$ 500,000.00
Pender County Loan	<u>\$ 173,250.00</u>	<u>\$ 300,000.00</u>
	\$1,346,500.00	\$1,473,250.00
<u>Expenditures:</u>		
Architectural/Engineering	\$ 75,365.32	\$ 94,750.00
Grant Administration	\$ 18,000.00	\$ 18,000.00
Construction	\$1,248,500.00	\$1,248,500.00
Contingency	<u>\$ 4,634.68</u>	<u>\$ 112,000.00</u>
	\$1,346,500.00	\$1,473,250.00

2) Approve purchase order increases as follows: PO 1047 (Hanover Design)-increase by \$6,500 to \$45,463.75; PO 1048 (Dudek Consulting)-increase by \$2,500 to \$10,100; and PO 433 (ESC, Inc.)-increase by \$2,500 to \$9,023.

**COUNTY MANAGER'S RECOMMENDATION**

Respectfully recommend approval.

  
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Initial

**RESOLUTION**

**NOW, THEREFORE BE IT RESOLVED** by the Pender County Board of Commissioners that:

the Board hereby )1 authorizes a FY 10-11 budget amendment and amendment to the Shell Building Capital Project Ordinance as follows:

	<u>Current Project Ordinance</u>	<u>Amended Project Ordinance</u>
<u>Revenues:</u>		
CDBG Loan	\$ 655,250.00	\$ 655,250.00
CDBG Grant	\$ 18,000.00	\$ 18,000.00
Four County EMC Loan	\$ 500,000.00	\$ 500,000.00
Pender County Loan	<u>\$ 173,250.00</u>	<u>\$ 300,000.00</u>
	\$1,346,500.00	\$1,473,250.00
<u>Expenditures:</u>		
Architectural/Engineering \$	75,365.32	\$ 94,750.00
Grant Administration	\$ 18,000.00	\$ 18,000.00
Construction	\$1,248,500.00	\$1,248,500.00
Contingency	<u>\$ 4,634.68</u>	<u>\$ 112,000.00</u>
	\$1,346,500.00	\$1,473,250.00

2) authorizes purchase order increases as follows: PO 1047 (Hanover Design)-increase by \$6,500 to \$45,463.75; PO 1048 (Dudek Consulting)-increase by \$2,500 to \$10,100; and PO 433 (ESC, Inc.)-increase by \$2,500 to \$9,023.

The Chairman/County Manager is authorized to execute any/all documents necessary to implement this resolution.

**Revenue: 10-399000 (General Fund Balance)**

**Expenditure: CIP 6083 (Pender Progress Industrial Shell Building)**

**AMENDMENTS:**

MOVED \_\_\_\_\_ SECONDED \_\_\_\_\_

APPROVED \_\_\_\_\_ DENIED \_\_\_\_\_ UNANIMOUS

YEA VOTES: Brown \_\_\_ Tate \_\_\_ Rivenbark \_\_\_ Ward \_\_\_ Williams \_\_\_

\_\_\_\_\_  
George R. Brown, Chairman      Date

\_\_\_\_\_  
ATTEST      Date