



REQUEST FOR BOARD ACTION

ITEM NO. 9.

DATE OF MEETING: November 3, 2014

REQUESTED BY: Michael G. Mack, Utilities Director

SHORT TITLE: Resolution Authorizing Adoption of a Capital Project Budget Ordinance for the Engineering, Design, Permitting, and Construction of Three (3) Pender County Fuel Depot Tanks and Fueling Sites.

BACKGROUND: On April 22, 2014, the Board of Commissioners approved and accepted a fuel management services proposal from "Go Energies" to provide three (3) Fuel Depot Stations (County to purchase); Fuel Cloud Software from GE Software, Inc. and Wireless Communications at each depot location at their April 22, 2014 in the amount of \$300,000 for the tanks and equipment and \$800.00 per month for the fuel management software support and service. A deposit payment in the amount of \$105,000 was made on April 28, 2014 to place the order to manufacture the three tanks. The balance of \$195,000 is now due on the tanks and staff is estimating the physical construction of the three sites to cost up to \$350,000. Once these tanks are online, the County will save \$0.30 per gallon on the cost of fuel from the retail price we are currently paying.

The funded Capital Project will include the manufacture, delivery, and setup of the three (3) 12,000 gallon fuel tanks, the electrical engineering required for the site, and the actual construction of the three fuel depot locations for a total of \$662,520.00.

A Budget Ordinance Amendment in the amount of \$557,520.00 is required to fund the balance of this Capital Project as a deposit of \$105,000 has already been paid.

SPECIFIC ACTION REQUESTED: To consider a resolution adopting the Capital Project Budget Ordinance and Budget Ordinance Amendment to document the project expenditures and funding for the manufacturing, electrical engineering, and construction of three (3) County Owned Fleet Fuel Depot systems.

COUNTY MANAGER'S RECOMMENDATION

Respectfully recommend approval.

DM
Initial

RESOLUTION

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

the attached Capital Project Budget Ordinance and Budget Ordinance Amendment for three (3) County Fleet Fuel Depot systems and sites to complete the project and document the expenditures and funding for the manufacturing, electrical engineering, and site construction is approved and adopted.

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

AMENDMENTS:

MOVED _____ SECONDED _____

APPROVED _____ DENIED _____ UNANIMOUS

YEA VOTES: Williams ___ McCoy ___ Brown ___ Tate ___ Ward ___

J. David Williams, Jr. Chairman 11/03/14
Date

ATTEST 11/03/14
Date

**CAPITAL PROJECT BUDGET ORDINANCE
PENDER COUNTY FLEET FUEL DEPOTS**

WHEREAS, the Pender County Board of Commissioners desires to adopt a capital project budget ordinance pursuant to and as provided by NCGS 159- 13.2; and

WHEREAS, the Pender County Board of Commissioners accepted the fuel management services proposal of “Go Energies” to provide three (3) Fuel Depot Stations (County to purchase); Fuel Cloud Software from GE Software, Inc. and Wireless Communications at each depot location at their April 22, 2014 in the amount of \$300,000 for the tanks and equipment and \$800.00 per month for the fuel management software support and service. A deposit payment in the amount of \$105,000 was made on April 28, 2014 to place the order to manufacture the three tanks. The balance of \$195,000 is now due on the tanks and staff is estimating the physical construction of the three sites to cost up to \$350,000. Once these tanks are online, the County will save \$0.30 per gallon on the cost of fuel from the retail price we are currently paying;

NOW, THEREFORE, BE IT ORDAINED, by the Pender County Board of Commissioners, as follows:

SECTION 1: The amounts herein set forth are hereby appropriated for the expenses related to the project:

Fuel Tank Manufacturing and Delivery	\$ 300,000.00
Electrical Engineering	\$ 12,520.00
Site Construction	\$ 350,000.00
	<u>\$ 662,520.00</u>

SECTION 2: The amounts herein set forth are hereby designated as the revenues to be made available for the project to meet the foregoing appropriations:

Fund Balance Appropriation	\$ 662,520.00
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SECTION 3: Authorized activities for the Pender County Fleet Fuel Depots includes the expenditure of local funds for the manufacturing, delivery, and setup of three (3) 12,000 gallon diesel and gasoline bulk fuel tanks, electrical engineering, and site construction. The officials of Pender County including the Project Manager are hereby directed to proceed with the project within the terms of the contract documents and the budget contained herein,

SECTION 4: The Finance Director is hereby directed to maintain within the Capital Project Fund sufficient detailed accounting records to provide for the accounting of the project as required by federal, state and local regulations.

SECTION 5: Funds may be advanced from the general fund for the purpose of making payments as due until the permanent financing is secured. A reimbursement

resolution was adopted on September 2, 2014 to reimburse the general fund(s) used for making payments.

SECTION 6: Copies of this ordinance shall be filed with the Finance Director and the Clerk to the Board of Commissioners to be kept by them for their direction in carrying out this project.

This ordinance was introduced and passed at this meeting of the Pender County Board of Commissioners, and was adopted this the 3rd day of November, 2014.

J. David Williams, Jr., Chairman

ATTEST:

Bob Murphy, Clerk to the Board

BUDGET ORDINANCE AMENDMENT TITLE: Pender County Fleet Fuel Depots Capital Project

Introduced by: Bob Murphy, Interim County Manager Date: 2014-11-03 Item #: _____

Fund: 10 Department: Public Works Division: Buildings



PENDER COUNTY, NORTH CAROLINA

FY 2014-2015 Budget Amendment # _____ Date Approved: _____
 Appropriations

REVENUES		EXPENDITURES	
Increase: <input checked="" type="checkbox"/>		Decrease: <input type="checkbox"/>	
Increase: <input checked="" type="checkbox"/>		Decrease: <input type="checkbox"/>	
Account # and Title	Amount	Account # and Title	Amount (leave off \$ sign)
10-399000 Fund Balance Appropriation	\$557,520.00	500-407481 Capital Project - Other - Fuel Tanks	\$557,520.00
Total:		Total:	
	\$557,520.00		\$557,520.00

Reason and Justification for Request:

Dept Mgr. Approval: Michael G. Mack	Date: 2014-10-30	Finance Officer Approval:	Date:	Budget Officer Approval:	Date:
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Board Approval (When Applicable)	Item #	Date of Minutes
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