



MEMORANDUM

TO: Mayor Laurel Lunt Prussing and Members of the Urbana City Council

FROM: William R. Gray

Gale L. Jamison

Ronald C. Eldridge

DATE: May 6, 2008

RE: Budget Ordinance Amendment, Area 4B Series Streetlight Replacement Project

Description: City Council is requested to adopt an Ordinance Revising the Annual Budget Ordinance (attached) in order to provide additional funding for the Area 4B Streetlight Replacement Project for which bids were opened on April 23, 2008. Adoption of the Ordinance for the additional project cost of \$120,000 will allow for the award of the construction contract to Champaign Signal & Lighting Company, the lowest responsive bidder. The total project cost is estimated to be \$429,000. There are currently \$318,729 budgeted in this fiscal year.

Background: Funding for the replacement of the old and obsolete series streetlights in the City has been included in the CIP for several years. The Area 4B (Southeast Urbana) project funding was include in the 2007-08 budget. The project is to replace the obsolete series street lighting in the Yankee Ridge School area some of which is currently non-functioning due to equipment failures. The project was bid last fall and the resultant bids were twenty percent over the estimate because of significant unforeseen increases in material and other costs due to increased metal and fuel prices. The bid did not include poles and fixtures the City is purchasing for this project which have also increased substantially in cost.

The project was re-scoped such that some of the work might be completed by operations crews and the project was rebid on April 23rd. The low bid received for the project combined with the costs of the street light poles and fixtures exceeds available funding for the Area 4B Series Streetlight Replacement Project by approximately \$110,000. A budget amendment in the amount of \$120,000 is recommended to allow a contingency for unforeseen expenses during construction.

Fiscal Impact: The existing Capital Replacement & Improvement Fund balance is adequate to fund the additional construction cost of the Area 4B Series Streetlight Replacement Project. The additional funding will be reflected in the FY 2007-08 budget.

Recommendation: Staff is recommending that AN ORDINANCE REVISING THE ANNUAL BUDGET ORDINANCE (Street Lighting 4B Area) be approved.

Attachment: Ordinance

ORDINANCE NO. 2008-05-037

**AN ORDINANCE
REVISING THE ANNUAL BUDGET ORDINANCE
(Street Lighting 4BArea)**

WHEREAS, the Annual Budget Ordinance of and for the City of Urbana, Champaign County, Illinois, for the fiscal year beginning July 1, 2007, and ending June 30, 2008, (the "Annual Budget Ordinance") has been duly adopted according to sections 8-2-9.1 et seq. of the Illinois Municipal Code (the "Municipal Code") and Division 2, entitled "Budget", of Article VI, entitled "Finances and Purchases", of Chapter 2, entitled "Administration", of the Code of Ordinances, City of Urbana, Illinois (the "City Code"); and

WHEREAS, the City Council of the said City of Urbana finds it necessary to revise said Annual Budget Ordinance by deleting, adding to, changing or creating sub-classes within object classes and object classes themselves; and

WHEREAS, funds are available to effectuate the purpose of such revision; and

WHEREAS, such revision is not one that may be made by the Budget Director under the authority so delegated to the Budget Director pursuant to section 8-2-9.6 of the Municipal Code and section 2-133 of the City Code.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF URBANA, ILLINOIS, as follows:

Section 1. That the Annual Budget be and the same is hereby revised to provide as follows:

FUND:	Capital Improvements	
ADD EXPENSE:	Street Lighting, 4BArea	\$120,000
REDUCE:	Fund Balance	\$120,000

Section 2. This Ordinance shall be effective immediately upon passage and approval and shall not be published.

Section 3. This Ordinance is hereby passed by the affirmative vote of two-thirds of the members of the corporate authorities then holding office, the "ayes" and "nays" being called at a regular meeting of said Council.

PASSED by the City Council this _____ day of _____,

_____.

AYES:

NAYS:

ABSTAINED:

Phyllis D. Clark, City Clerk

APPROVED by the Mayor this _____ day of _____,
_____.

Laurel Lunt Prussing, Mayor