

**Ordinance 25-32: Amending the Annual Operating Budget****Background:**

To transfer funds from Water and Sewer Fund to the 24/27E Capital Project Fund

Submitting Department:

Finance Department

Description:

In December of 2018, the City of Albemarle entered into an agreement with the North Carolina Department of Transportation (NCDOT) relating to highway improvements on NC 24-27. Per the agreement, the NCDOT would contract for certain utility work and the City of Albemarle would reimburse the NCDOT. The agreement had an estimated cost of \$1,303,003.19 of which the City of Albemarle was to pay in three installments:

- Installment 1: \$434,333 paid in February of 2019
- Installment 2: \$434,333 paid in February of 2020
- Installment 3: \$TBD paid upon completion of the work

Per the agreement, the 3rd and final installment was to be billed based upon the actual bid prices and actual quantities used, less the previous payments made. On June 25, 2025, the Finance Department received notice from the NCDOT requesting payment for the 3rd installment in the amount of \$361,875.16.

A project budget amendment is not required as the City established appropriate budget authority in 2018 when the original agreement was signed, however, in lieu of funding the capital project at one-time the City has been appropriating transfers from the Water and Sewer operating fund as needed. This appropriation will be the final one needed from the Water and Sewer Fund.

Recommended Action:

Approval

Attachments:

1. [Agreement 8338 \(signed December 2018\).pdf](#)
2. [Depository Recon July25.pdf](#)
3. [P3._Ord_25-32_-_Amend_OF__WS_Xfer_to_2427E.docx](#)