



REQUEST FOR COUNCIL ACTION

City of Greenville, South Carolina

TO: Honorable Mayor and Members of City Council
FROM: John F. McDonough, City Manager

Agenda Item No.

15e

Ordinance/First Reading
 Ordinance/Second & Final Reading
 Resolution/First & Final Reading
 Information Only

AGENDA DATE REQUESTED: May 23, 2022

ORDINANCE/RESOLUTION CAPTION:

ORDINANCE TO REDUCE THE AMOUNT APPROPRIATED IN THE GENERAL FUND AND CAPITAL PROJECTS FUND FOR THE NEIGHBORHOOD INFRASTRUCTURE BOND (NIB) FOR FISCAL YEAR 2021-22

SUMMARY BACKGROUND:

City Council authorized the Neighborhood Infrastructure Bond (NIB) as part of the FY22 budget and CIP, with an initial appropriation of \$32,000,000. As the project list matured and financing strategy was finalized, it was determined to be most beneficial to issue the Bond in two tranches, with one in FY22 and the other in FY24. Accordingly, the FY22 budget will need to be reduced to match the actual amount of bond proceeds that will be received. The FY22 budget for revenues (bond proceeds) and expenses (CIP transfer) will each be reduced by approximately \$13.5 million. This will result in a net zero impact on the FY22 operating results, but will allow for General Fund revenue and expense accounts to balance at year end.

IMPACT IF DENIED:

If denied, the FY22 audit will show a large discrepancy between budgeted and actual revenues.

FINANCIAL IMPACT:

N/A

REQUIRED SIGNATURES

Department Director

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Matt Edgard

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City Attorney

DocuSigned by:

Leigh Padletti

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OMB Director

City Manager

DocuSigned by:

John McDonough

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A N O R D I N A N C E

TO REDUCE THE AMOUNT APPROPRIATED IN THE GENERAL FUND AND CAPITAL PROJECTS FUND FOR THE NEIGHBORHOOD INFRASTRUCTURE BOND (NIB) FOR FISCAL YEAR 2021-22

WHEREAS, City Council authorized the issuance of the Neighborhood Infrastructure Bond (“NIB”) program as part of the FY 2021-22 budget; and

WHEREAS, the funding amount initially authorized in the FY 2021-22 budget for the NIB was \$32 million; and

WHEREAS, during FY 2021-22, City Staff determined that it would better suit the City to issue the bond in two tranches, with first tranche occurring in FY 2021-22 and the second tranche planned for FY 2023-24; and

WHEREAS, the projects planned in Phase One total \$18,461,700 and due to issuing a smaller amount of bond proceeds in FY 2021-22, it is necessary to reduce the amount of funding authorized in the General Fund and Capital Projects fund by \$13,538,300;

NOW, THEREFORE, BE IT ORDAINED BY THE MAYOR AND COUNCIL OF THE CITY OF GREENVILLE, SOUTH CAROLINA, the amount of \$13,538,300 is hereby reduced in the General Fund and Capital Projects Fund for projects related to the Neighborhood Infrastructure Bond as reflected in the attached Exhibit. This Ordinance shall become effective upon passage on the second and final reading.

DONE, RATIFIED AND PASSED THIS THE _____ DAY OF _____, 2022.

MAYOR

ATTEST:

CITY CLERK

APPROVED AS TO FORM:

CITY ATTORNEY

REVIEWED:

CITY MANAGER

