

**Town of Lyons, Colorado
Board of Trustees
BOT Agenda Cover Sheet
Agenda Item No: XIII. 4
Meeting Date: April 4, 2022**

TO: Mayor Angelo and Members of the Board of Trustees
FROM: Cassey Eyestone, Finance Director
DATE: 3/31/2022
ITEM: Resolution 2022-37

ORDINANCE
 MOTION / RESOLUTION
 INFORMATION

- I. REQUEST OR ISSUE:** Four (4) capital projects are projected to exceed current budgeted amounts for 2022. In order to fund three (3) of the projects, additional funding can be appropriated and/or shifted between other budgeted line items. Per Colorado Budget Law, a request to the Board of Trustees must be approved to amend the budget for any fund that will exceed the current total appropriation.
- II. RECOMMENDED ACTION / NEXT STEPS:** Review and approval of Resolution 2022-37.
- III. FISCAL IMPACTS:** Yes, see below.
- IV. BACKGROUND INFORMATION:** At the March 7, 2022, Board of Trustees Meeting, staff presented four (4) capital projects that are anticipated to need additional funding in order to proceed. The projects are Safe Routes to School, Black Bear Hole & 2nd Avenue Trailhead, the St. Vrain Trail Extension project, and the US 36/Broadway Avenue Improvements & Multi-modal Trail. Various funding mechanisms were discussed, and the Board of Trustees directed staff to return with a budget amendment at a future meeting which would allow three (3) of the projects to proceed and one (1) to be delayed. Attached please find the proposed adjustments/amendments to the 2022 Budget, along with descriptions of the changes.

Exhibit A is the attachment to the Budget resolution that explains the proposed changes to the 2022 Budget. For reference, Exhibit A lists the projected revenues, expenses, and fund balances for all Town funds. This budget amendment proposes changes to three (3) funds: the General Fund, Parks & Recreation Fund, and the Conservation Trust Fund.

Many of the funding proposals remain the same as shown in the attached presentation slides. However, in an effort to eliminate the need to utilize the \$300,000 in funding originally intended for the Streets Capital Fund, staff proposes the following to help fund the US 36/Broadway Improvements and Multi-Modal Trail:

- 1) Utilize \$75,000 in available fund balance from the Parks & Recreation Fund to assist in funding the trail portion of the project. The fund's three-month reserve would still be met.
- 2) Utilize \$75,000 in available fund balance from the Conservation Trust Fund to assist in funding the trail portion of the project. This would leave approximately \$30,000 in the remaining fund balance.
- 3) Utilize \$150,000 in available fund balance from the General Fund which was originally intended to be added to the assigned amount for ineligible flood expenses and potential future clawbacks. This would still leave an unutilized balance of \$650,000 which would continue to be increased as future budgets allow and are approved.
- 4) Additionally, staff continues to apply for and research other funding sources. Any outside funding awarded can be utilized in lieu of the options discussed.

V. LEGAL ISSUES: None.

VI. CONFLICTS OR ENVIRONMENTAL ISSUES: N/A

VII. SUMMARY AND ALTERNATIVES: The alternative would be to propose changes to the funding appropriations or to not pass this resolution. If additional funding is not appropriated, the Town could not proceed with the projects as currently budgeted.

VIII. PROPOSED MOTION: "I move to approve, Resolution 2022-37, a Resolution of the Town of Lyons providing additional appropriation during Fiscal Year 2022 for unanticipated 2022 expenditures for the Town of Lyons, Colorado"

Attachments: Resolution 2022-37
Exhibit A
Budget Amendment/Project Shortfall Presentation