



TOWN OF CHAPEL HILL

Town Hall
405 Martin Luther King Jr.
Boulevard
Chapel Hill, NC 27514

Legislation Details (With Text)

File #: [23-0314] **Version:** 1 **Name:**
Type: Consent **Status:** Passed
File created: 4/4/2023 **In control:** Town Council
On agenda: 4/19/2023 **Final action:** 4/19/2023
Title: Recognize Proceeds from the \$8.25 Million Installment Purchase Contract for the Replacement of Transit Buses.

Sponsors:

Indexes:

Code sections:

Attachments: 1. AN ORDINANCE TO AMEND "THE ORDINANCE CONCERNING APPROPRIATIONS AND THE RAISING OF REVENUE FOR THE FISCAL YEAR BEGINNING JULY 1, 2022" (2023-04-19/O-4)

Date	Ver.	Action By	Action	Result
4/19/2023	1	Town Council	adopted	Pass

Recognize Proceeds from the \$8.25 Million Installment Purchase Contract for the Replacement of Transit Buses.

Staff:

Amy Oland, Director

Department:

Business Management

Overview: The adopted Chapel Hill Transit Capital Plan identifies the need to purchase at least seven replacement buses each fiscal year to maintain a reliable and efficient transit fleet. The Town has used grant funding to purchase 49 buses over the last five years. However, grant funding alone can't meet the full need so we must look at alternate funding sources. The Chapel Hill Transit Partners have agreed to share the financing cost of five 60' clean diesel buses and three 40' electric buses. Council approved the issuance of an RFP for debt financing at the January 25, 2023 business meeting. Council approved the bank selection and financing resolution at the March 8, 2023 business meeting. The financing transaction closed on March 23, 2023 and the final step in the process is for Council to recognize and appropriate the \$8,155,000 in financing proceeds.



Recommendation(s):

That the Council recognize the \$8,155,000 in financing proceeds and appropriate the \$8,100,000 for bus purchases and \$55,000 for costs of issuance in the Transit Fund budget.



Attachments:

- Budget Ordinance

AN ORDINANCE TO AMEND "THE ORDINANCE CONCERNING APPROPRIATIONS AND THE RAISING OF REVENUE FOR THE FISCAL YEAR BEGINNING JULY 1, 2022" (2023-04-19/O-4)

BE IT ORDAINED by the Council of the Town of Chapel Hill that the Budget Ordinance entitled "An Ordinance Concerning Appropriations and the Raising of Revenue for the Fiscal Year Beginning July 1, 2022" as duly adopted on June 8, 2022, be and the same is hereby amended as follows:

ARTICLE I

APPROPRIATIONS	Current Budget	Increase	Decrease	Revised Budget
TRANSIT FUND				
Other Expenses	\$ 43,606,781	\$ -	\$ -	\$ 43,606,781
Bus Purchases	-	8,100,000	-	8,100,000
Issuance Costs	-	55,000	-	55,000
	<u>\$ 43,606,781</u>	<u>\$ 8,155,000</u>	<u>\$ -</u>	<u>\$ 51,761,781</u>

ARTICLE II

REVENUES	Current Budget	Increase	Decrease	Revised Budget
TRANSIT FUND				
Other Revenues	\$ 43,606,781	\$ -	\$ -	\$ 43,606,781
Financing Proceeds	-	8,155,000	-	8,155,000
	<u>\$ 43,606,781</u>	<u>\$ 8,155,000</u>	<u>\$ -</u>	<u>\$ 51,761,781</u>

This the 19th day of April, 2023.

The Agenda will reflect the text below and/or the motion text will be used during the meeting.

By enacting the budget ordinance, Council recognizes and appropriates \$8,155,000 from installment financing proceeds for the purchase of eight transit buses.