

MEMORANDUM

TO: City Council
FROM: Alfred D. Lott, ICMA-CM, CPM
City Manager
SUBJECT: Ordinance O-6-19 Supplemental Appropriations to the Annual Budget for the Fiscal Year ending June 30, 2020.
DATE: August 1, 2019

Ordinance O-6-19 provides a supplemental appropriation for the fiscal year ending June 30, 2020 for the following purposes:

1. The City is contracting with Costello Construction, of Columbia MD, as the General Contractor for the new Ice Arena. After careful evaluation and review of all proposals submitted, it was determined that Costello Construction had submitted the most responsive and responsible bid in the amount of \$21,695,000. This is within the amount budgeted in the FY2019 Capital Improvements Program. Due to the uncertainty of the status of building the new Ice Arena, the project was delayed in fiscal year 2019.

Resolution R-52-19 was approved during a regular council meeting held on July 1, 2019, authorizing the construction of the new Ice Arena. An estimated appropriation of \$24,200,000 is required to fund the project. The project shall be funded by issuing General Obligation Bonds which will cover the required construction and bond issuance costs to fund the project in FY2020.

The following list provides a breakdown of the funding sources and uses:

CAPITAL PROJECTS FUND		

<u>ESTIMATED REVENUES</u>		
G.O. Bonds	[\$ -0-]	\$ 24,200,000
Total revenues	[\$5,561,600]	\$ 29,761,600

<u>APPROPRIATION BY ACTIVITY</u>		
Bowie Ice Arena	[\$ -0-]	\$ 24,200,000
Total appropriations	[\$5,561,600]	\$ 29,761,600

Council's approval of Ordinance O-6-19 providing supplemental appropriation to the annual budget for the fiscal year ending June 30, 2020 is requested.

ADL/hbm

ORDINANCE
OF THE COUNCIL OF THE CITY OF BOWIE, MARYLAND
AMENDING THE ADOPTED BUDGET FOR THE FISCAL
YEAR BEGINNING JULY 1, 2019, AND ENDING JUNE 30,
2020, AS EMBODIED IN ORDINANCE O-1-19, TO
APPROPRIATE FUNDS FOR THE CONSTRUCTION OF A
NEW ICE ARENA

WHEREAS, pursuant to the Local Government Article of the Annotated Code of Maryland and to Section 12 and Sections 41-48 of the Charter of the City of Bowie (“the City”), the City is empowered and required to establish an annual budget; and

WHEREAS, in accordance with Section 45 of the City Charter, no public money may be expended without having been appropriated by the City Council; and

WHEREAS, on or about May 20, 2019, following a public hearing, the City adopted Ordinance Number O-1-19, appropriating funds for the several objects and purposes for which the City was required to provide for the Fiscal Year beginning July 1, 2019 and ending June 30, 2020; and

WHEREAS, pursuant to § 5-205(b) of the Local Government Article a municipality may not expend funds not appropriated in its annual budget for the purpose for which they are to be spent; and

WHEREAS, pursuant to § 5-205(b) of the Local Government Article, a municipality may amend an adopted budget to expend funds not previously appropriated upon a 2/3 vote of the legislative body; and

WHEREAS, after the adoption of the budget for FY’20, the City Council determined that it was necessary and proper to build a new ice arena to replace the City’s currently failing facility; and

WHEREAS, the City Council desires to appropriate additional funds for the purpose of paying the certain costs associated with the design and construction of the new facility; and

Section 1. NOW, THEREFORE, BE IT ORDAINED AND ENACTED, by the Council of the City of Bowie, Maryland that the Budget for the Fiscal Year beginning July 1, 2019, and ending June 30, 2020, as adopted by Ordinance O-1-19 be and hereby is amended as follows:

CAPITAL PROJECTS FUND

ESTIMATED REVENUES

G.O. Bonds	[\$ -0-]	\$ 24,200,000
Total revenues	[\$5,561,600]	\$ 29,761,600

APPRORIATION BY ACTIVITY

Bowie Ice Arena	[\$ -0-]	\$ 24,200,000
Total appropriations	[\$5,561,600]	\$ 29,761,600

Section 2: BE IT FURTHER ORDAINED, that this Ordinance shall become effective thirty (30) days after its enactment by the Council of the City of Bowie, Maryland provided that a fair summary of this Ordinance is published at least once prior to the date of passage and at least once within ten (10) days after the date of passage in a newspaper having general circulation in the City.

INTRODUCED by the Council of the City of Bowie, Maryland, at a Regular Meeting on August 5, 2019

Asterisks * * *
[Brackets]

: Indicate matter retained in existing law but omitted herein
: [Indicate matter deleted from existing law]

PASSED by the Council of the City of Bowie, Maryland, at a Regular Meeting on
September 3, 2019.

Awilda Hernandez
City Clerk

By: _____
G. Frederick Robinson, Mayor

APPROVED AS TO FORM AND SUFFICIENCY:

Elissa D. Levan, City Attorney