



Gaston County

Gaston County
Board of Commissioners
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Finance Board Action

File #: 23-180

Commissioner Worley - Finance - To Appropriate and Transfer an Additional \$1,532,207 from CIF Fund Balance to the Gaston County School System's Capital Budget for Costs Associated with the Construction of Grier Middle School; and Approve the Reimbursement Declaration

STAFF CONTACT

Tiffany Murray - Finance - 704-866-3032

BUDGET IMPACT

Appropriate \$1,532,207 from the CIF fund balance and transfer it to the School Bond Advance project account in the Capital Improvements Fund.

BUDGET ORDINANCE IMPACT

Minimal impact to the budget ordinance.

BACKGROUND

Gaston County and the Gaston County School System have begun preparing for the second issuance (\$80,000,000) of the \$250,000,000 bond referendum approved in May 2018. These funds will be used to construct a replacement school for Grier Middle School as well as additional school facility additions, renovations, and repairs.

Beam Construction was awarded the contract to build the new Grier Middle School. The company has identified expenses totaling \$1,532,207 related to the construction of the school that is needed to begin the site work as soon as the current school year ends. The \$19,257,480 already advanced will be encumbered for other renovation projects. Waiting until the new debt is issued will result in an approximate 6-week delay in the start of construction. This Board Action, if approved, temporarily appropriates \$1,532,207 from the CIF fund balance, and transfers it to the school budget in the Capital Improvements Fund. The \$1,532,207 will be reimbursed to the County when the \$80,000,000 in bonds are sold.

This Board Action also revises the reimbursement resolution to include the \$1,532,207 in school projects bringing the total reimbursement from the bond issuance to \$20,789,687.

POLICY IMPACT

N/A

ATTACHMENTS

Budget Change Request (BCR), Grier Start Costs Listing, Reimbursement Declaration

DO NOT TYPE BELOW THIS LINE

I, Donna S. Buff, Clerk to the County Commission, do hereby certify that the above is a true and correct copy of action taken by the Board of Commissioners as follows:

NO.	DATE	M1	M2	CBrown	CCloninger	AFraley	BHovis	KJohnson	TKeigher	RWorley	Vote
2023-137	04/25/2023	BH	KJ	A	A	A	A	A	AB	A	U

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A=AYE, N=NAY, AB=ABSENT, ABS=ABSTAIN, U=UNANIMOUS

GASTON COUNTY BUDGET CHANGE REQUEST (BCR)					
TO:	Dr. Kim S. Eagle, County Manager				
FROM:	<table style="width: 100%; border: none;"> <tr> <td style="border: 1px solid black; width: 30%; text-align: center; padding: 5px;">FIN</td> <td style="border: 1px solid black; width: 70%; text-align: center; padding: 5px;">Finance</td> </tr> <tr> <td style="text-align: center; padding: 5px;">Dept. Code</td> <td style="text-align: center; padding: 5px;">Department Name</td> </tr> </table>	FIN	Finance	Dept. Code	Department Name
FIN	Finance				
Dept. Code	Department Name				
	<table style="width: 100%; border: none;"> <tr> <td style="border: 1px solid black; width: 60%; text-align: center; padding: 5px;">Tiffany Murray</td> <td style="border: 1px solid black; width: 40%; text-align: center; padding: 5px;">4/6/2023</td> </tr> <tr> <td style="text-align: center; padding: 5px;">Department Director</td> <td style="text-align: center; padding: 5px;">Date</td> </tr> </table>	Tiffany Murray	4/6/2023	Department Director	Date
Tiffany Murray	4/6/2023				
Department Director	Date				

Dr. Kim S. Eagle, County Manager

FIN	Finance
Dept. Code	Department Name

Tiffany Murray	4/6/2023
Department Director	Date

☐ Line-Item Transfer Within Department & Fund
☐ Project Transfer Within Department & Fund
☐ Line-Item Transfer Between Departments

☒ Line-Item Transfer Between Funds*
☒ Additional Appropriation of Funds*

**Requires resolution by the Board of Commissioners*

*Requires resolution by the Board of Commissioners

[illegible]

** Decreases in expenditures and increases in revenue accounts require brackets. Increases in expenditures and decreases in revenue do not require brackets. Please note that transfers between funds require inter-fund transfer accounts.

This Board Action and Budget Change Request temporarily appropriates \$1,532,207 from the CIF and transfers it to the school budget in the Capital Improvements Funds for the bond project cost related to the Grier Middle School construction. These funds will allow the construction to start as soon as the current school year ends. The \$1,532,207 will be reimbursed to the County when the \$80,000,000 in bonds are sold.



Gaston County Schools
943 Osceola Street
Gastonia, NC 28053

April 5, 2023

RE: Grier Middle School Replacement

Estimate of Projected Cost

• Mobilization	\$5,200
• Bonds, Permits & Fees	\$341,218
• Supervision	\$20,155
• Construction Fencing	\$29,640
• Scheduling	\$6,240
• Surveying	\$10,400
• Temporary Const. Fac./ Equipment	\$7,561
• Abatement	\$45,000
• Structure Demolition	\$85,000
• Erosion/Grading/Utilities	\$903,543
• Segmental Wall	\$78,250
• Steel Reinforcing (Rebar)	\$0
• Misc. Submittal's & SD's	\$0
• Total	\$1,532,207

Respectfully,

Jason Clontz

Project Manager






**DECLARATION OF OFFICIAL INTENT
TO REIMBURSE CERTAIN EXPENDITURES**

I, Tiffany Murray, Director of Finance of the County of Gaston, North Carolina (the "County"), having been designated by the Board of Commissioners for the County pursuant to a resolution passed by said Board on April 13, 2006 as a person authorized to declare official intent on behalf of the County to reimburse certain expenditures with the proceeds of debt to be issued or incurred by the County, DO HEREBY DECLARE, on behalf of the County, as follows:

1. This declaration of official intent is made pursuant to Treasury Regulation Section 1.150-2, promulgated by the United States Department of Treasury, to declare expressly the intention of the County to reimburse itself with the proceeds of debt to be hereafter issued or incurred by the County for certain expenditures paid by the County within sixty days after payment of the original expenditure.
2. The expenditures for which the County reasonably expects to reimburse itself with the proceeds of debt to be hereafter issued or incurred by the County include costs to provide additional school facilities by erecting additional school buildings and other school plant facilities, enlarging, reconstructing, renovating, and replacing existing school buildings and other school plant facilities and acquiring any necessary land, furnishings, equipment, and appurtenant facilities therefore pursuant to an order authorizing \$250,000,000 School Bonds that was approved by the voters of the County at a referendum held on May 8, 2018 (the "Project").
3. \$20,789,687.00 is the maximum principal amount of debt reasonably expected to be hereafter issued or incurred for the purpose of paying costs of the Project. Such amount is a portion of the authorized and unissued School Bonds described above.

WITNESS my hand this 2nd day of May 2023.



Tiffany Murray
Finance Director