

SUMTER COUNTY BOARD OF COUNTY COMMISSIONERS
EXECUTIVE SUMMARY

SUBJECT: Cash Flow Analysis and Draft Budget Amendment (For Direction).

REQUESTED ACTION: For Direction

Meeting Type: Special Meeting **DATE OF MEETING:** 2/16/2021

CONTRACT: N/A Vendor/Entity: _____
Effective Date: Termination Date: _____
Managing Division / Dept: **Office of Management & Budget**

BUDGET IMPACT: 9,945,029
FUNDING SOURCE: General Fund and Secondary Trust Fund
Type: N/A **EXPENDITURE ACCOUNT:** Fund 106

HISTORY/FACTS/ISSUES:

The Regional Road Agreement obligates the gas taxes; however, the timing of work also impacts the cash flow requirements that can outpace the generation of gas taxes and road impact fees. As projects come under the estimates and the approved project budgets, the future reliance on other revenue sources such as the General Fund declines.

The heavy consumption of gas taxes and road impact fees limits these revenues to pursue other road capacity and road maintenance projects. Before the regional road agreement was approved, the demand for the use of gas taxes to meet road maintenance exceeding those revenues, and the General Fund was used to support road projects.

Attached is a proposed budget amendment utilizing the excess cash balance forward in the Secondary Trust Fund and the General Fund to first defray as much future General Fund support for the agreement, support additional projects that can achieve grant support (a local match is required), and the balance for supporting the implementation of the methodology of the pavement management program.

Attached is Fund 106 assuming the draft budget amendment was adopted.

Attached is a graphic of the cash flow requirements if the agreement obligations were due in FY 34/35.

Prepared by: **Bradley Arnold** **Grammarly Check**