



City of CHARLOTTE

MEMORANDUM

TO: Mayor Lewis and City Council Members

FROM: Gregg Guetschow, City Manager

SUBJECT: City Manager Report

DATE: July 6, 2018

Street Reconstruction Plan. DPW Director Amy Gilson and I have begun updating the Major Street Cash Flow Projection document that serves as the plan for street reconstruction projects for the next few years. Two significant factors have affected this plan since it was first developed. First, supplemental appropriations from the State have added additional revenues to the fund. Second, bid prices for the first two projects have been below estimates. Our revised projection shows an increase in cash-on-hand as of June 30, 2023 from \$392,000 to \$1,007,000. This increase occurs without our borrowing from internal or external sources. Further, cash-on-hand is projected never to fall below \$392,000 over the period. Based on this analysis, we will be developing recommendations for accelerating the project schedule and adding additional projects.

Emergency Purchase. City Code requires that I provide Council notice when an emergency purchase will exceed the spending authority staff is authorized to exercise. We have been experiencing some difficulties with the City Hall air conditioning system this year. In the course of exploring the cause of the problem, the contractor determined that one of the two compressors needed to be replaced. A rebuilt unit was located at a cost of around \$7000. As we were entering a period of projected high temperatures, I authorized proceeding with the purchase and installation of the compressor.