



City of South Daytona

Office of the City Manager / Department of Finance

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MEMORANDUM

To: James L. Gillis, Jr., City Manager

From: Jason E. Oliva, Finance Director

Re: **Resolution No. 2025-09**, A Resolution of the City of South Daytona, Florida, Amending Resolution No. 2025-01, Setting Forth Appropriation for Current Expenses and Capital Outlay for the Following Funds: General Fund, Capital Projects (Cell Tower), Capital Project (ARPA) Fund, and Stormwater Fund As Required by the City of South Daytona, Florida, During and for the Fiscal Year Beginning October 1, 2024 and Ending September 30, 2025; Adopting the Operating and Capital Budgets for the City of South Daytona; Providing for Severance; Providing for Conflicting Resolutions; and Providing an Effective Date.

Date: March 6, 2025

Summary/Highlight: The current fiscal year budget was created and approved prior to the devastating effects of Hurricane Milton on October 10, 2024. After that storm, the City's priorities have changed to focus on making those stormwater improvements necessary to reduce the likelihood of future flooding. As such, a budget amendment is necessary to reflect the City's efforts in improving our stormwater system.

The changes proposed are revisions to the Fiscal Year 24-25 budget that are needed to recognize grant agreements, capital outlays and other expenses that have been approved by the council in response to our new focus of stormwater improvements after the approval of the final FY 2024-25 budget. Keep in mind that this is not the mid-year budget amendment, this is an amendment strictly for those stormwater improvements that are now the focus of this council and manager.

Fiscal Impact: Since the grant revenue and expenses were not budgeted in Fiscal Year 24-25, there will be increases to the Fiscal Year 24-25 budget. The resolution amends the budget to reflect needed changes with the increase to each fund as follows:

General Fund	\$ 1,048,720
Capital Projects Fund(Cell Tower)	1,250,000
Capital Projects Fund (ARPA)	40,000
Stormwater Fund	1,048,720
	<u>\$ 3,387,440</u>

General Fund: The change in the General Fund is an increase in interfund transfers to provide money for stormwater projects. Transfer from reserves committed for disaster recovery will be increased by \$1,048,720. The estimated reserve balance committed for disaster recovery and mitigation at the end of Fiscal Year 2025 will be approximately \$1,056,200.

Capital Project Fund (Cell Tower): At the October 08, 2024, the City Council meeting an agreement was approved for an ECHO grant award of \$600,000 for the Reed Canal Park Prehistoric Playground Expansion. The revenue changes needed for this project are an increase in grant revenues, interest revenue, and a transfer from reserves in the amount of \$620,000. The estimated balance of money reserved for capital related to the cell tower at the end of Fiscal Year 2025 will be approximately \$1.9 million. The expenditure increases for the project include budgeting for the playground in the amount of \$1.22 million and adding a capital contingency of \$30,000 to cover unanticipated costs.

Capital Project Fund (ARPA): On November 19, 2024, the Volusia County Council approved four stormwater projects for funding in the City of South Daytona. On December 10, 2024, the City Council approved a Community Development Block Grant – Disaster Recovery (CDBG-DR) for the following projects: Lantern Park Stormwater Pond, Sherwood Forest Stormwater Pond, Aspen Stormwater Pond Expansion, and Stevens Canal Bank Stabilization. The changes in the budgeted revenues for these projects include an increase in interest earnings which will allow for a contingency to be added to the budget. The estimated balance of money reserved for capital related to ARPA at the end of Fiscal Year 2025 will be approximately \$1,740,000. The change in the budget for expenditure includes a decrease in improvement to sewer lines in the amount of \$350,000, and an increase of \$350,000 for the City portion of the Lantern Park Stormwater Pond. There is no City portion required for the Stevens Canal Bank Stabilization project. The City is still seeking grant funding to assist with the required City contribution for the Sherwood Forest Stormwater Pond Project which is \$3,375,000. The City is also seeking grant funding to assist with the required City contribution of \$3,000,000 for the Aspen Stormwater Pond Expansion Project.

Stormwater Fund: On November 12, 2024, the City Council approved a work authorization in the amount of \$148,500 to evaluate the City's stormwater system to reduce the flooding caused by Hurricane Ian and Hurricane Milton. On December 10, 2024, the City Council approved purchasing permanently housed generators in the amount of \$610,220 to run stormwater pumps in the event of a power outage for the pump stations located at the Lantern Park Pond, Windle Lane Pond, Reed Canal Park Pond and Park of Honor. On March 11, 2025, the City Council will consider approving a contract for the expansion of the Blue Villa Stormwater Pond. The increases to the revenues for the Stormwater Fund budget for these projects is an increase to non-operating revenue for a transfer of \$1,048,720 from the general fund committed for disaster recovery. The change in the expenditure in the stormwater budget is an increase of \$148,500 to contractual services for the engineering study, an increase to stormwater improvements of \$290,000 for the Blue Villa Stormwater Pond Expansion project and an increase of \$610,220 for equipment additional for the purchase of the generators.

Recommendation: It is recommended that the City Council adopt the resolution amending the budget as presented.

RESOLUTION NO. 2025-09

A RESOLUTION OF THE CITY OF SOUTH DAYTONA, FLORIDA, AMENDING RESOLUTION NO. 2025-01, SETTING FORTH APPROPRIATION FOR CURRENT EXPENSES AND CAPITAL OUTLAY FOR THE FOLLOWING FUNDS: GENERAL FUND, CAPITAL PROJECT (CELL TOWER) FUND, CAPITAL PROJECT (ARPA) FUND, AND STORMWATER FUND, AS REQUIRED BY THE CITY OF SOUTH DAYTONA, FLORIDA, DURING AND FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2024 AND ENDING SEPTEMBER 30, 2025; ADOPTING THE OPERATING AND CAPITAL BUDGETS FOR THE CITY OF SOUTH DAYTONA; PROVIDING FOR SEVERANCE; PROVIDING FOR CONFLICTING RESOLUTIONS; AND PROVIDING AN EFFECTIVE DATE.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SOUTH DAYTONA, FLORIDA, AS FOLLOWS:

Section 1. That the following sums of money as provided in “Attachment A” be and the same are hereby appropriated sources of revenues of the City to the corporate purposes herein specified for the fiscal year beginning October 1, 2024, and ending September 30, 2025, pursuant to Section 200.065(2)(d), Florida Statutes, and hereby adopted as the budget for the City of South Daytona, Florida.

Section 2. If any section, subsection, sentence, clause, phrase, or portion of this Resolution, or application hereof, is for any reason held invalid or unconstitutional by any Court, such portion or application shall be deemed a separate, distinct, and independent provision, and such holding.

Section 3. That all resolutions made in conflict with this Resolution are hereby repealed.

Section 4. That this Resolution shall become effective immediately upon its adoption.

PASSED upon first and only reading at the regular meeting of the City Council held in the City of South Daytona, Florida, on the 11TH day of March 2025.

CITY OF SOUTH DAYTONA, FLORIDA

William C. Hall, Mayor

ATTEST: _____
James L. Gillis Jr, City Manager

APPROVED AS TO FORM AND LEGALITY:

Wade C. Vose, City Attorney

Resolution NO. 2025-09 Attachment A

Account Number	Account Description	Current Budget	Increase	Decrease	Revised Budget
GENERAL FUND					
REVENUES		12,321,008	1,048,720	-	13,369,728
	Non-Operating				
001-380-389-38994	Transfer From Reserves - Disaster Recovery	-	1,048,720	-	1,048,720
EXPENDITURES		12,321,008	1,048,720	-	13,369,728
	Interfund Transfers				
001 -580-581-90915	Transfer To Stormwater	-	1,048,720		1,048,720
CAPITAL PROJECT FUND (CELL TOWER)					
REVENUES		-	1,250,000	-	1,250,000
	Grants- Other Local Grants				
301-330-337-33770	Culture/Recreation Grants	-	600,000	-	600,000
	Interest				
301-360-361-36124	Interest - FL Star	-	30,000		30,000
	Non-Operating				
301 -380-389-38990	Transfer From Reserves	-	620,000	-	620,000
EXPENDITURES		-	1,250,000	-	1,250,000
	Contingency				
301-249-249-90995	Capital Contingency		30,000		30,000
	Parks				
301 -570-572-60634-00514	Reed Canal Park Prehistoric	-	1,220,000	-	1,220,000
CAPITAL PROJECT FUND (ARPA)					
REVENUES		3,264,892	40,000	-	3,304,892
	Interest				
302-360-361-36124	Interest - FL Star	-	40,000		40,000
EXPENDITURES		3,264,892	390,000	350,000	3,304,892
	Contingency				
302-249-249-90995	Capital Contingency	-	40,000		40,000
	Water & Sewer				
302 -530-539-60637 -ARPA	Improvements Sewer Line	750,000	-	350,000	400,000
	Stormwater				
302 -530-538-60631-00790	Lantern Park Transform 386 City Funds	-	350,000	-	350,000
STORMWATER FUND					
REVENUES		2,168,747	1,048,720	-	3,217,467
	Non-Operating				
411 -380-389-38101	Transfer From General Fund	-	1,048,720	-	1,048,720
EXPENDITURES		2,168,747	1,048,720	-	3,217,467
	Stormwater				
411 -530-538-30349	Other Contractual Services - Engineer Model	-	148,500	-	148,500
411 -530-538-60631	Improvements - Blue Villa Expansion	-	290,000	-	290,000
411 -530-538-60643	Equipment Additional - Generators	-	610,220	-	610,220