



Brunswick County Board of Commissioners
ACTION AGENDA ITEM
June 20, 2022

Action Item # VIII. - 2.

From:
Steve Stone, County Manager

Administration - City of Boiling Spring Lakes Dam Projects Funding

Issue/Action Requested:

Request that the Board of Commissioners consider a request from the City of Boiling Spring Lakes to provide financial support of \$3,000,000 for the City's projects to replace and improve several dams that were destroyed by Hurricane Florence and if approved authorize Administration and the County Attorney to develop an interlocal agreement to provide funding of \$750,000 to the City in each of Fiscal Years 2024, 2025, 2026 and 2027.

Background/Purpose of Request:

The total estimated cost of the replacement of the all of damaged dams and the portion of Alton Lennon Drive that crosses over the top of the dam on Patricia Lake is currently projected at around \$52,000,000. Because of required upgrades of dam structures that are not eligible for FEMA funding FEMA is providing less than half of the total project cost. The City has obtained substantial State funding for the projects, but still is about \$18,000,000 or so shy of the total estimated cost. As of now, the City intends to finance around \$15,000,000, which will require a substantial property tax increase. A County contribution of \$3,000,000 will help keep the required property tax increase at a viable level. City officials have agreed that funding during the 4 named fiscal years will meet their project schedule needs and that the funding may be restricted for use only on the dam projects.

Fiscal Impact:

Budget Amendment Required, Reviewed By Director of Fiscal Operations

Appropriate Medicaid hold harmless and local option sales tax revenue and transfer to the reserve to provide financial support of \$3,000,000 for the City of Boiling Spring Lakes Dam Project Funding.

Approved By County Attorney:

Yes

County Manager's Recommendation:

Recommend that the Board of Commissioners consider a request from the City of Boiling Spring Lakes to provide financial support of \$3,000,000 for the City's projects to replace and improve several dams that were destroyed by Hurricane Florence and if approved authorize Administration and the County Attorney to develop an interlocal agreement to provide funding of \$750,000 to the City in each of Fiscal Years 2024, 2025, 2026 and 2027.

ATTACHMENTS:

Description

- ☐ Budget Amendment
- ☐ Budget Amendment