

*City Council Memorandum*

To: Mayor Fasnender & City Councilmembers
From: Chris Eitemiller, Finance Manager
Date: August 19, 2024
Item: City Hall Dome/HVAC Project Budget

Council Action Requested:

Approve resolution authorizing the amended budget for the City Hall Dome/HVAC Project.

Background Information:

To obtain reimbursement from the state of MN for grant-eligible expenses spent on this project, the City is required to provide the exact amount of City contribution expected to complete the financing package for the project. The total cost of the project has risen to \$5,018,977 from \$3,396,842.

Financial Impact:

The City's share of remaining costs will be \$2,498,799. This will consist of the remaining balance from our American Rescue Plan Act allocation (\$2,087,638), plus \$411,161 from the 2024 bond issue. Should costs increase any further, up to \$600,000 of bond proceeds would be available.

Committee Discussion:

N/A

Attachments:

- Updated resolution to adopt project budget

RESOLUTION _____

**A RESOLUTION AUTHORIZING THE BUDGET FOR
THE CITY HALL DOME/ HVAC PROJECT**

WHEREAS, the City has a need to restore the City Hall Dome, as well as other related capital needs; and

WHEREAS, the City has received a \$2 million State GO Bond grant for repairs, construction and other capital improvements necessary for renovation of the historic City Hall in Hastings. This appropriation includes money for repairs of the dome and roofing, HVAC improvements, repairs to the interior walls and exterior masonry of the building, site regrading and project management; and

WHEREAS, the City also received a \$212,187 Historical Society grant to help fund this project; and

WHEREAS, the City spent \$307,991 of City general revenues between 2018 and 2021 for masonry restoration and pre-design costs; and

WHEREAS, on the City has \$2,087,638 million available of the City's American Rescue Plan Act allocation to fund much of the estimated remaining project balance; and

WHEREAS, the City Council has approved the 2024 bond issuance plan that includes \$600,000 to fund the estimated remaining balance of this project.

WHEREAS, the City has the financial capability to provide any required funds necessary to fund any cash shortfalls in this project and that the source of City's funds for this purpose shall be the City's general fund.

NOW, THEREFORE BE IT RESOLVED, by the City Council of the City of Hastings, Minnesota; that the City Hall Dome/HVAC Project's Budget is hereby amended as follows:

SOURCE AND USE OF FUNDS FOR THE DOME PROJECT

Source of Funds

State GO Bond Funds	2,000,000
MN Historical Society Grant	212,187
City General Revenues (2018-19)	282,555
City General Revenues (2020-21)	25,436
Final City Contribution	2,498,799

Total Funding **5,018,977**

Use of Funds

Masonry Restoration	494,742
Pre-design & Design Costs	149,800
Construction	4,374,435

Total Project Costs **5,018,977**

And the estimated project budget is hereby adopted at \$5,018,977.
Adopted this 19th day of August 2024.

Mary Fasbender, Mayor

Attest:

Kelly Murtaugh, City Clerk