

# CIP BUDGET FISCAL NOTE

**DATE OF COUNCIL CONSIDERATION:**

10/17/13

**CONTACT DEPARTMENT(S):**

Fleet Services

**SUBJECT:** Approve an ordinance authorizing acceptance of \$326,250 in grant funds from the Capital Area Council of Governments; amending the Fiscal Year 2013-2014 Fleet Services Operating Budget Special Revenue Fund (Ordinance No. 20130910-001) to appropriate these funds; and amending the Fiscal Year 2013-2014 Fleet Services Capital Budget (Ordinance No. 20130910-002) to transfer in \$326,250 from the Fiscal Year 2013-2014 Fleet Services Operating Budget Special Revenue Fund to replace Austin Water Utility vehicles with diesel-powered vehicles with lower emissions.

## CURRENT YEAR IMPACT:

Project Name:	Capital Equipment Purchase
Funding Source:	CAPCOG DERA Grant
Fund/Dept/Unit:	8870-7807-NEW
Current Budget	0
Unencumbered Balance	0
This Action	<u>326,250</u>
Estimated Available	326,250

**ANALYSIS / ADDITIONAL INFORMATION:** Capital Area Council of Governments (CAPGOG) has authorized the award of \$326,250 in grant funds to the City of Austin Fleet Services to fund the replacement of Austin Water Utility trucks with new diesel trucks with lower emissions. The Council obtained this grant funding from the U.S. Environmental Protection Agency's Diesel Emissions Reduction Act (DERA) program.

CAPCOG forecasts that replacing the older trucks will result in a reduction of 26.0 tons of Nitrogen Oxide (NOx) over the useful lives of the new vehicles. They also estimate annual health benefits exceeding \$37,000 with the cleaner trucks. This grant will also assist Fleet Services in establishing a City fleet less damaging to the environment.

The Austin Water Utility will fund the required match from its capital budget.