



INTER-OFFICE MEMORANDUM

June 5, 2023

SUBJECT: APPROVAL OF RESOLUTION: FY2023 BUDGETARY AMENDMENT

FROM: Jay C. Stowe, Managing Director/CEO

TO: JEA Board of Directors

BACKGROUND

JEA’s District Energy System Capital Budget was approved in September prior to October 1st of the new fiscal year. JEA’s District Energy System Capital budgets for Fiscal Year 2023 were approved by the City of Jacksonville in September of 2022. JEA is seeking a budgetary amendment to the District Energy System capital budget to accomadate the additional projected expenses for the Fiscal Year. Please reference amended Schedule B.

DISCUSSION

The District Energy System Fiscal Year 2023 Capital Budget is exceeding the original budget of \$6.936M. The amended amount is \$9.868M to accommodate the following additional capital Projects:

- Metropolitan Loft (SBA) Chiller Water Extension (\$664k)
- Hogan’s Creek Tower Upgrade (\$525k)
- Shipyards Segment A Chilled Water Extension (\$400k)
- Future Expansion (\$300k)
- Hogan’s Creek Pant Expansion (\$200k)

In addition, it includes active capital project increases:

- Jags Performance Facility (\$441k)
- Capital Admin Overhead (\$237k)
- New Headquarters & Ed Ball Building (\$165k)

RECOMMENDATION

Staff recommends that the Board approve the attached Resolution 2022-##, which authorizes the Managing Director/CEO to make a budgetary amendment in the third quarter of the fiscal year to increase the District Energy Capital Budget to \$9.868M. This includes authorizing the Managing Director/CEO to update Schedule B with amended budget values, seek legislative approval for the budget amendment through the City of Jacksonville Office of General Counsel, and notify the City Council President of intent to, reason for, and action of seeking legislative approval.

Jay C. Stowe, Managing Director/CEO

JCS/TBP/JEO/LAW