

**SUMTER COUNTY BOARD OF COMMISSIONERS
EXECUTIVE SUMMARY**

SUBJECT: Short Term Loan to Secondary Trust Fund from County Transportation Trust via a Line of Credit

REQUESTED ACTION: **Approve short term loan to Secondary Trust from County Transportation Trust**

Work Session (Report Only) **DATE OF MEETING:** _____
 Regular Meeting Special Meeting

CONTRACT: N/A Vendor/Entity: _____
Effective Date: _____ Termination Date: _____
Managing Division / Dept: Financial Services

BUDGET IMPACT: Line of Credit not to exceed \$2,000,000
 Annual **FUNDING SOURCE:** County Transportation Trust
 Capital **EXPENDITURE ACCOUNT:** Secondary Trust
 N/A

HISTORY/FACTS/ISSUES:

On July 13, 2010, the BOCC authorized a short term loan by use of a line of credit from the General Fund to Secondary Trust in order to meet cash flow needs for the American Recovery and Reinvestment Act (ARRA) reimbursement type projects. This approval was originally intended to terminate 12/31/10.

Due to the actual award date of August 10, 2010 and estimated construction completion date of February 2, 2011 for the last ARRA project (C 476B), this approval must be extended. Rather than continued utilization of the General Fund Line of Credit (that will be closed 12/31/2010), we are proposing to do that same line of credit (short-term loan) with the County Transportation Trust (CTT). The period for this line of credit (short-term loan) will be from 1/1/2011 to 9/30/2011.

It is intended that Secondary Trust be used in the future for C-resurfacing where increase in lane width, shoulder additions, or other such improvements beyond simple overlays would occur.
