



City of Fayetteville, Arkansas

113 West Mountain Street
Fayetteville, AR 72701
(479) 575-8323

Legislation Text

File #: 2024-1885

Budget Adjustment to recognize revenue from the e-scooter program in the amount of \$30,000 and increase the related expense budget.

A RESOLUTION TO APPROVE A BUDGET ADJUSTMENT IN THE AMOUNT OF \$30,000.00 RECOGNIZING REVENUE RECEIVED FROM THE E-SCOOTER PROGRAM

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF FAYETTEVILLE, ARKANSAS:

Section 1: That the City Council of the City of Fayetteville, Arkansas hereby approves a budget adjustment, a copy of which is attached to this Resolution, in the amount of \$30,000.00 recognizing revenue received from the e-scooter program and increasing the related expense budget.



MEETING OF MAY 7, 2024

TO: Mayor Jordan and City Council

THRU: Chris Brown, Public Works Director
Susan Norton, Chief of Staff
Matt Casey, Engineering Design Manager

FROM: Matt Mihalevich, Active Transportation Manager

SUBJECT: **Budget Adjustment to recognize revenue from the e-scooter program in the amount of \$30,000 and increase the related expense budget.**

RECOMMENDATION:

Approval of a Budget Adjustment to recognize revenue from the e-scooter program in the amount of \$30,000 and increase the related expense budget.

BACKGROUND:

Fayetteville began permitting shared e-scooters in 2019 shortly after an e-scooter ordinance (6205) was adopted. In 2020, e-scooter permit revenues started at \$27,200 per year. 2021 and 2022 revenues increased to \$60,400 per year. In 2023, the revenues increased to \$93,744 due to an increase in the number of e-scooters operating. The program continues to see high usage rates and revenue is anticipated to be at least \$60,000 going forward into the future.

Historically, this project has used revenue from the e-scooter companies to fund half of the Mobility Coordinator's salary and \$15,000 to make improvements to the trail system and on-street bicycle network, including construction of scooter/bike parking, safety campaigns for all users, promotional materials and other mobility program related enhancements and maintenance.

DISCUSSION:

This request is to continue to dedicate \$30,000 of the revenue to the Mobility Coordinator position and increase the funds available for implementing infrastructure enhancements from \$15,000 to \$30,000 to account for increasing construction expenses and needs for parking. Based on historical records, e-scooter revenues will be more than sufficient to cover these expenses.

YEAR	REVENUE
2020	27,200
2021	60,400
2022	60,400
2023	93,745
Grand Total	\$241,745

Increasing active transportation and mobility opportunities for our residents and visitors is a primary goal of many of the adopted plans. This project addresses these goals by using revenue generated from the e-scooters to enhance the safety and user experience of the active transportation system for all users in Fayetteville.

BUDGET/STAFF IMPACT:

By recognizing \$30,000 of the expected \$60,000 in revenue from the e-scooter program, staff will be able to use these funds for upgrades to the active transportation system.

ATTACHMENTS: SRF (#3), BA (#4)