

## WAKE COUNTY PUBLIC SCHOOL SYSTEM

<b>Financial Summary</b>								
	<b>FY 2005</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>	<b>FY 2009</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>TOTAL</b>
<b>USES</b>								
WCPSS Plan 2004	\$ 155,100,000	155,300,000	160,100,000	9,400,000	-	-	-	<b>479,900,000</b>
WCPSS Future Projects	3,042,000	2,205,000	-	25,000	204,200,000	193,400,000	179,650,000	<b>582,522,000</b>
<b>TOTAL</b>	<b>\$ 158,142,000</b>	<b>157,505,000</b>	<b>160,100,000</b>	<b>9,425,000</b>	<b>204,200,000</b>	<b>193,400,000</b>	<b>179,650,000</b>	<b>1,062,422,000</b>
<b>FUNDING SOURCES</b>								
Bonds--Authorized	\$ 150,000,000	150,000,000	150,000,000	-	-	-	-	<b>450,000,000</b>
Debt--To be Authorized	-	-	-	-	175,000,000	175,000,000	175,000,000	<b>525,000,000</b>
Cash	3,042,000	2,205,000	4,500,000	3,525,000	23,000,000	12,000,000	4,650,000	<b>52,922,000</b>
State--Public School Building Fund	5,100,000	5,300,000	5,600,000	5,900,000	6,200,000	6,400,000	-	<b>34,500,000</b>
<b>TOTAL</b>	<b>\$ 158,142,000</b>	<b>157,505,000</b>	<b>160,100,000</b>	<b>9,425,000</b>	<b>204,200,000</b>	<b>193,400,000</b>	<b>179,650,000</b>	<b>1,062,422,000</b>
<b>New Operating Budget Impact</b>	<b>\$ 3,600,000</b>	<b>3,200,000</b>	<b>1,900,000</b>	<b>1,200,000</b>	*	*	*	<b>9,900,000</b>
<b>Total Operating Budget Impact</b>	<b>\$ 3,600,000</b>	<b>6,800,000</b>	<b>8,700,000</b>	<b>9,900,000</b>	<b>9,900,000</b>	<b>9,900,000</b>	<b>9,900,000</b>	<b>58,700,000</b>

\* The operating budget impact for all years may be revised once the school construction schedule has been finalized.

### Seven-Year CIP Summary

The FY 2005-2011 CIP includes \$1.06 billion to improve school facilities. Plan 2004 funds are primarily derived from bonds previously authorized by Wake County citizens and from the State Public School Building Fund. Beginning in FY 2009, future projects will largely be supported through debt that is yet to be authorized.

### History / Background

The Wake County Public School System (WCPSS) is the second largest local education agency in North Carolina and is projected to grow by about 3,000 students a year. By 2020, updated student population projections show an additional 55,000 students in the school system. WCPSS's Plan 2000 capital plan, one phase of an aggressive building program to provide facilities to accommodate projected growth is nearing conclusion. The next phase is Plan 2004, which addresses facilities needs through 2008 and includes funds to repair and renovate existing schools as well as for land acquisition, construction, and initial equipping of new schools. Wake County voters approved a bond referendum in November 2000 to support Plan 2000 and again in October 2003 to support Plan 2004.

#### Plan 2000

- A 31-member Citizens Advisory Committee for School Facilities Planning and Funding submitted its findings to the County in April 2000.
- Plan 2000 incorporated the recommendations of this committee into a new building program phase totaling \$550 million (\$500 million through general obligation bonds).
- Plan 2000 called for the construction of 14 new schools to accommodate the 111,000 students expected in County schools by 2004.
- Plan 2000 included extensive renovations to 32 schools and provided needed maintenance and repair to 61 other schools.
- The building plan also included funding for technology infrastructure, deferred maintenance, energy compliance, and code compliance.
- Plan 2000 included \$20 million for planning and design work for Plan 2004.

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### Plan 2004

- Enrollment is projected at approximately 124,000 students by 2008.
- The Board of Education presented a priority list of projects totaling \$867 million to the Board of Commissioners in April 2003. The Board of Education established its highest-priority projects and pared down the scope of Plan 2004 to a list of projects totaling \$550 million.
- The adopted Plan 2004 includes 13 new schools, one pre-kindergarten center, 16 comprehensive renovation projects, and re-roofing and repair projects at 61 campuses.
- At its November 17, 2003 meeting, the Board of Commissioners approved a resolution appropriating the Plan of Record on the books of the County in the amount of \$479.9 million. This amount represents new funds as follows:

Bond Proceeds	\$450,000,000
State Funding	21,900,000
Pay-As-You-Go Funds	8,000,000
Total New Funds	<u>\$479,900,000</u>

- The original Plan 2004 funding included \$479.9 million from the capital plan and \$26.9 million of savings from prior phases of the building program, for a total of \$506.8 million. As savings are recognized from Plan 2002 and early projects in Plan 2004, it is anticipated that sufficient funds will be identified to meet the total funding needs of \$550 million.

### Project Accomplishments in FY 2004

- Heritage Elementary opened but used as swing space for Jones Dairy Elementary in Wake Forest.
- Cedar Fork Elementary opened as swing space for Northwoods Elementary. In 2003, Cedar Fork served as swing space for Kingswood Elementary.
- Turner Creek Elementary is scheduled to open as a new year-round elementary in Western Wake County.
- Heritage Middle opened as a new year-round middle school in Wake Forest.
- Salem Middle opened to its own school population.

### Operating Impact

The school system provides the cost of operating and staffing the facilities and includes these costs in the annual budget that it requests from the County. The non-instructional operating costs (i.e. facility maintenance housekeeping and utilities) have recently been estimated to be \$4.25 per square foot. Personnel costs associated with increased enrollment are not calculated here since many of these costs occur whether or not the new school is built.

## WAKE TECHNICAL COMMUNITY COLLEGE

<b>Financial Summary</b>								
	<b>FY 2005</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>	<b>FY 2009</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>TOTAL</b>
<b>USES</b>								
<b>Future Projects</b>	\$ 5,000,000	35,000,000	-	-	-	-	-	40,000,000
<b>FUNDING SOURCES</b>								
<b>Debt--To be Authorized</b>	\$ 5,000,000	35,000,000	-	-	-	-	-	40,000,000
<b>New Operating Budget Impact</b>	\$ 433,000	433,000	-	-	-	-	-	866,000
<b>Total Operating Budget Impact</b>	\$ 433,000	866,000	866,000	866,000	866,000	866,000	866,000	5,629,000

<b>Seven-Year CIP Summary</b>
<p>The FY 2005-2011 CIP includes \$40 million for improvements and expansion for Wake Technical Community College (Wake Tech). Approximately 75% of the funding will be used for land acquisition, construction, and other costs related to the College's future North Wake Campus. Of the remaining funds, most are allocated for proposed renovation projects include renovating a portion of Holding Hall to house the Facilities Administration Staff, re-roofing multiple buildings, and undertaking needed mechanical and engineering projects.</p>

<b>History / Background</b>
<p>As part of the 1993 bond referendum, Wake County funded the construction of two new buildings (a new bookstore and a new automotive education center) for Wake Tech totaling \$30 million. Since that time Wake Tech had not submitted a capital funding request. Wake Tech has been allocated approximately \$33 million in State bond funds – \$6 million for renovation and \$27 for new construction. At its May 3, 2004 meeting, the Board of Commissioners received a presentation from the college, detailing its capital plans for its current site and the future North Wake campus. Funding to support a portion of their request will be included as part of the County's next bond referendum in the Fall of 2004.</p> <p>NCGS §115D-32 requires the County to provide adequate funds to meet Wake Tech's needs for the following items:</p> <ul style="list-style-type: none"> <li>• Plant Fund – Acquisition of land; construction of buildings; alterations and additions to buildings; purchase of automobiles, buses, trucks and other motor vehicles; purchase or rental of all equipment necessary for the maintenance of buildings and grounds and operation of plants; and purchase of all furniture and equipment not provided for administrative and instructional purposes.</li> <li>• Current Expense Fund <ul style="list-style-type: none"> <li>○ Plant operation and maintenance, to include salaries of plant maintenance staff, maintenance and replacement of all furniture and vehicles funded with local dollars.</li> <li>○ Support services, to include costs of insurance for the facility, motor vehicles, workers' compensation for those employees paid with local dollars, tort claims awarded against the institution due to the negligence of institutional employees, costs of bonding employees against misuse of local dollars, and all legal fees incurred in connection with local administration and operation of the institution.</li> </ul> </li> </ul>

## WAKE TECHNICAL COMMUNITY COLLEGE

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### **Operating Impact**

During FY 2005, Wake Tech will add 98,729 square feet to the current campus site. The cost to the County for these expansions is approximately \$730,000, estimated using Wake Tech's plant operations and maintenance cost of \$7.40 per square foot. This increase in operating costs is funded as part of the FY 2005 operating budget for Wake Tech.

The facilities being funded at the North Campus with state bond funds will comprise approximately 117,000 square feet. The opening of these facilities is targeted for January 2006, which would increase the operations cost to the County at that time. Utilizing the \$7.40/square foot cost estimate, the impact in FY 2006 would be \$433,000 and would be \$866,000 in the following years.