

ADOPTION OF FISCAL YEAR 2006 OPERATING AND CAPITAL BUDGETS

Agenda Item Title:

Adoption of Fiscal Year 2006 Operating and Capital Budgets

Specific Action Requested:

That the Board of Commissioners adopts the FY 2006 budget ordinances

Item Summary:

On May 16, 2005, the County Manager presented a recommended fiscal year 2006 General Fund budget totaling \$805,939,000, and budgets for other capital and operating funds.

On June 6, 2005, the Board of Commissioners held a public hearing and on June 13, 2005, the Board of Commissioners conducted a budget work session.

At the budget work session, the Board of Commissioners amended the recommended budget as follows:

- Decrease recommended appropriation to Wake County Public School System by \$ 3,300,000 and hold this amount in reserve.
- Increase appropriation to Wake County Public School System by \$ 2,857,000.
- Adjust the appropriation for the Mid-Eastern Athletic Conference tournament to \$200,000.

The attachments include all ordinances to implement the fiscal year 2005 operating and capital budgets as amended on June 13, 2005. The totals of each fund are:

Fund	Amount
General Fund	\$ 808,796,000
Debt Service	123,826,000
Revaluation Reserve	1,045,262
911 Fund	1,232,400
Risk Management	26,958,800
Solid Waste Management	21,085,249
Fire Tax District Fund	17,603,178
Major Facilities Fund	24,929,000
Affordable Housing Fund	3,883,463
Capital Improvement Fund	125,582,481

FISCAL YEAR 2006 BUDGET ORDINANCE

Operating Budget Ordinance for Fiscal Year 2006

BE IT ORDAINED by the Board of County Commissioners of Wake County, North Carolina:

Section 1: The following amounts are hereby appropriated in the General Fund for the operation of the County government and its activities for the fiscal year beginning July 1, 2005 and ending June 30, 2006:

General Government

Board of Commissioners	\$ 458,294
County Manager	1,162,850
County Attorney	1,091,318
Board of Elections	2,508,245
Budget & Management Services	548,776
Facilities Design & Construction	941,680
Finance	2,341,949
General Services Administration	22,905,530
Human Resources	1,470,492
Information Services	8,242,404
Planning	1,443,841
Register of Deeds	2,800,313
Revenue	4,460,604
Community Services	20,057,146
Environmental Services	8,101,201
Human Services	235,807,941
Public Safety	28,219,800
Education:	
Wake County Public Schools:	
Current Expense	245,139,744
Capital Outlay	<u>3,128,256</u>
Total	248,268,000
Community Use of Schools	410,000

Wake Technical Community College:	
Current Expense	11,613,000
Capital Outlay	1,161,000
Sheriff	48,991,816
Non-Departmental:	
Medical Examiner	200,000
Membership Agencies	433,683
Public Agencies	2,065,250
Non-Departmental Services	793,291
Reserve for Salary and Benefit Increases	5,864,576
Reserve for Future Appropriations	3,300,000
Transfers:	
Transfer to Capital Projects Fund	24,517,000
Transfer to Debt Service Fund	114,008,000
Transfer to Revaluation Reserve	975,000
Transfer to Risk Management	3,133,000
Contingency	<u>500,000</u>
Total General Fund Appropriation	\$ 808,796,000

Section 2: It is estimated that the following revenues will be available in the General Fund for the fiscal year beginning July 1, 2005 and ending June 30, 2006:

Ad Valorem Taxes	\$ 443,670,000
Sales Tax	137,811,000
Tax Penalties and Interest	1,375,000
Lease/Rental Vehicle Tax	2,200,000
Payment in Lieu of Taxes	1,148,000
Real Property Transfer (Excise) Tax	8,500,000

FISCAL YEAR 2006 BUDGET ORDINANCE

Section 8: It is estimated that the following revenue will be available in the 911 Special Revenue Fund for the fiscal year beginning July 1, 2005 and ending June 30, 2006:

911 Surcharge	\$1,232,400

Total 911 Special Revenue Fund Revenue	\$1,232,400

Section 9: The following is hereby appropriated in the Solid Waste Enterprise Fund for the fiscal year beginning July 1, 2005 and ending June 30, 2006:

Operating Expenses	\$21,085,249

Total Solid Waste Enterprise Fund Appropriation	\$21,085,249

Section 10: It is estimated that the following revenue will be available in the Solid Waste Enterprise Fund for the fiscal year beginning July 1, 2005 and ending June 30, 2006:

Disposal and License Fees	\$19,172,209
Intergovernmental Revenue	951,500
Miscellaneous	274,500
Interest Income	460,000
Fund Balance Appropriated	227,040

Total Solid Waste Enterprise Fund Revenue	\$21,085,249

Section 11: The following amount is hereby appropriated in the Risk Management Internal Service Fund for the fiscal year beginning July 1, 2005 and ending June 30, 2006:

Risk Management Expenses	\$26,958,800

Total Risk Management Internal Service Fund Appropriation	\$26,958,800

Section 12: It is estimated that the following revenue will be available in the Risk Management Internal Service Fund for the fiscal year beginning July 1, 2005 and ending June 30, 2006:

Transfer from the General Fund	\$3,133,000
Investment Earnings	150,000
Appropriation from Fund Balance	1,899,894
Employee/Employer Contributions	21,720,906
Other Sources	55,000

Total Risk Management Internal Service Fund Appropriation	\$26,958,800

Section 13: The following fee schedules are hereby amended to cover costs associated with service delivery:

Inspections, Development Plans, and Permits:	
Work Already Begun Without a Permit	New rates will be twice the cost indicated on the standard permit fee schedule.
Administrative and Consultative Fees	\$60
Re-inspection	\$60
Modular Units and Dwellings Moved On	Subject to current schedule for Single Family Dwellings
Demolition Permit	\$60

FISCAL YEAR 2006 BUDGET ORDINANCE

Planning:	
Zoning Applications	
Special Use Permits	\$375
Appeals	\$250
Sign Permits	\$50
Site Plan Review – Simple	\$100
Site Plan Review – GU/SUP	\$800
Subdivision Reviews	
Preliminary	\$1,000
Exempt	\$100
Minor	\$200
Final Review	\$300
Construction Plan	\$275
Letter of Credit	\$400
Hardship Variance	\$200
Road Inspection	\$100
Environmental Safety:	
Swimming Pool Permit Fee	\$275
New Fee for Field Consultation on Expanding Onsite Wastewater System	\$100
Remove Acreage Cap on Sedimentation and Erosion Plan Review Fee	20 Acres Cap Removed
Remove Acreage Cap on Sedimentation and Erosion Land Disturbance Fee	20 Acres Cap Removed
Stormwater Plan Preparation and Review Fee	\$400
Review of Stormwater Plan Re-submittals	\$150
Flood Certification Verification	\$50
Flood Certification Review	\$50
Well Permitting Fee	\$400
Public Safety:	
EMS Special Event Fee	\$105/hr per ambulance \$50/hr additional charge if 2 or more ambulances are requested
Revenue Department:	
Decal fee paid by municipalities	Elimination of 25 cents fee per decal

Section 14: There is hereby levied a tax at the rate shown below, per one hundred dollars (\$100.00) valuation of property listed for taxes as of January 1, 2005, located within the Wake County portion of the Durham-Wake Counties Research Triangle Park Research and Production Service District for the raising of revenue for said district. The estimated total of valuation of property for the special district for the purpose of taxation is as follows:

	Assessed Value	Tax Rate	Appropriation
Research & Production Service District	\$352,584,824	1.9261 cents	67,912

There is hereby appropriated to the Durham-Wake Counties Research Triangle Park Research and Production service district from the net proceeds of this tax the amount, \$67,912, for use by said district in such manner and for such expenditures as is permitted by law from the net proceeds of this tax, including a tax collection rate of two-tenths of one percent to be paid to Wake County for collecting the tax. In the event the actual net proceeds from the tax levy of the Research & Production Service District exceed the appropriated amount, the actual net proceeds from the tax shall constitute the appropriation from said tax levy.

Section 15: The County Manager, or his designee, is hereby authorized to transfer appropriations within a Fund as contained herein under the following conditions:

- A) Subject to Section 15-C he may transfer amounts between appropriations within the same Fund. For transfers exceeding \$75,000 he shall make a report of the transfer to the Board of Commissioners at the next regularly scheduled meeting of the Board following the transfer.
- B) He may transfer amounts from the salary and benefits reserve to individual departmental appropriations following adoption of the budget in order to properly classify salary and benefit amount within departments.
- C) He may not transfer any amounts between funds except as provided in Section 15-D.

FISCAL YEAR 2006 BUDGET ORDINANCE

- D) He may transfer amounts from the Risk Management Internal Services Fund for departmental losses, damages, premiums, or liabilities.
- E) He may not transfer from the General Fund contingency or emergency reserve appropriations.

Section 16: The County Manager, or his designee, is hereby authorized to execute contractual documents under the following conditions:

- A) He may execute contracts for construction or repair projects that do not require formal competitive bid procedures.
- B) He may execute contracts for: (1) purchases of apparatus, supplies, and materials, or equipment which are within budgeted appropriations; (2) leases of personal property for a duration of one year or less and within departmental appropriations; and (3) services which are within appropriations.
- C) He may execute grant agreements to or from governmental units and other public, private, and non-profit organizations that are within budgeted appropriations, unless a grantor requires approval and execution by the Board of Commissioners.
- D) He may execute contracts, as the lessor or lessee of buildings, land, equipment, vehicles, heavy equipment and other property provided that such leases are of one-year duration or less and that funds therefore are within budgeted appropriations.
- E) He may, within budgeted appropriations, approve all change orders and amendments to contracts previously approved by the Board of Commissioners.

Section 17: The County Manager, or his designee, may authorize payment in an amount not to exceed \$100,000 in settlement of any liability claims against the County or against any of its officers or employees as provided by Resolution of May 20, 1985 and Resolutions of October 6, 2003. The County Manager shall make quarterly reports to the Board of Commissioners of any such payments.

Section 18: Funding is provided in Section 1 of this ordinance for a 4% compensation adjustment for the members of the Board of Commissioners, the members of the Wake County Board of Education, the

Sheriff, and the Register of Deeds, effective with the October, 2005 payroll.

Section 19: There is hereby levied a tax at the rate of sixty and four-tenths cents (60.4¢) per one hundred dollars (\$100.00) valuation of property listed as "Current Year Ad Valorem Tax" in Section 2 of this Ordinance.

This rate is based on an estimate total valuation of property, for the purpose of taxation, seventy-four billion, fifty-five million dollars (\$74,055,000,000), which is 100% of the total assessed property tax valuation, and upon a collection rate of 98.5%.

Section 20: The Revenue Administrator of Wake County is hereby authorized, empowered, and commanded to collect the taxes set forth in the tax records filed in the office of the Wake County Revenue Department in the amounts and from the taxpayers likewise therein set forth. Such taxes are hereby declared to be a first lien upon all real property of the respective taxpayers in the County of Wake, and this order shall be a full and sufficient authority to direct, require, and enable the Revenue Administrator to levy on and sell any real or personal property of such taxpayers, for and on account thereof, in accordance with law.

Section 21: Operating funds encumbered by the County as of June 30, 2005 are hereby appropriated to this budget. Multiple year grants unexpended by the County as of June 30, 2005 are hereby appropriated to this budget.

Section 22: Funds provided by the State of North Carolina for disposal of white goods that are not spent as of June 30, 2005, are designated for future year expenditures on white goods programs and are hereby appropriated to the enterprise fund budget.

Section 23: The County Manager shall distribute copies of this Budget Ordinance as appropriate.

ADOPTED this the 20th day of June 2005.

FISCAL YEAR 2006 BUDGET ORDINANCE

Capital Improvement Plan Ordinance

BE IT ORDAINED by the Board of County Commissioners of Wake County, North Carolina:

Section 1: The following amounts are hereby appropriated in the County Capital Projects Fund for the construction and acquisition of capital assets for the fiscal year beginning July 1, 2005:

Automation	\$ 7,214,000
Community Capital Projects	500,000
County Building Improvements	6,109,000
Criminal Justice	14,868,000
Human Services Facilities	4,178,000
Libraries	14,082,000
Open Space	3,000,000
Parks and Recreation	1,250,000
Public Safety	1,310,000
Transfer to Affordable Housing Fund	1,000,000
Water/Sewer	380,000
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Total County Capital Projects Appropriation	\$ 53,891,000

Section 2: It is estimated that the following revenues will be available in the County Capital Projects Fund for the fiscal year beginning July 1, 2005:

Bonds: Authorized	\$ 22,082,000
Capital Fund Balance Appropriation	5,733,000
Transfer In: Ad Valorem Tax	24,517,000
Transfer In: Fire Capital Reimbursement	896,000
Water/Sewer Loan Repayments	663,000
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Total County Capital Projects Revenue	\$ 56,891,000

Section 3: The following amount is hereby appropriated in the Fire Capital Projects Subfund of the County Capital Projects Fund for the fiscal year beginning July 1, 2005:

Fire Expenditures	\$ 2,695,481
Reimbursement to the County Capital Projects Fund for 800 MHz Radios	896,000
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Total Fire Capital Appropriation	\$ 3,591,481

Section 4: It is estimated that the following revenue will be available in the Fire Capital Projects Subfund of the County Capital Projects Fund for the fiscal year beginning July 1, 2005:

Transfer In: Fire Tax District Fund	\$ 3,591,481
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Section 5: The following amount is hereby appropriated in the Major Facilities Capital Trust Subfund of the County Capital Projects Fund for the fiscal year beginning July 1, 2005:

Major Facilities Expenditures	\$ 900,000
Carolina Mudcats Restaurant Loan	139,000
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Total Major Facilities Capital Trust Subfund Appropriation	\$ 1,039,000

Section 6: It is estimated that the following revenue will be available in the Major Facilities Capital Trust Subfund of the County Capital Projects Fund for the fiscal year beginning July 1, 2005:

Hotel/Motel & Prepared Food and Beverage Tax	\$ 1,000,000
Loan Repayments	25,000
Interest Income	14,000
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Total Major Facilities Capital Trust Subfund Revenue	\$ 1,039,000

FISCAL YEAR 2006 BUDGET ORDINANCE

Section 7: The following amount is hereby appropriated in the Education Capital Projects Fund for the Wake County Public School System for the fiscal year beginning July 1, 2005:

Wake County Public Schools Plan 2004	\$ 60,096,000
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Section 8: It is estimated that the following revenues will be available in the Education Capital Projects Fund for the Wake County Public School System for the fiscal year beginning July 1, 2005:

Bonds: Authorized and Unissued	\$ 41,000,000
Capital Fund Balance Appropriation	19,096,000
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Total Education: WCPSS Revenue	\$ 60,096,000

Section 9: The following amount is hereby appropriated in the Education Capital Projects Fund for Wake Technical Community College for the fiscal year beginning July 1, 2005:

Ten-Year Master Plan	\$ 290,000
401 North Campus Buildings	1,000,000
Chapanoke Road Property	2,400,000
Furnishings	1,250,000
General Repairs and Renovations	125,000
Holding Hall Renovation	155,000
Individual Learning Center Relocation	680,000
Mechanical and Electrical Projects	380,000
Re-Roofing Projects	505,000
Technical Ed. Building Renovations	30,000
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Total Education: Wake Technical Community College Appropriation	\$ 6,815,000

Section 10: It is estimated that the following revenues will be available in the Education Capital Projects Fund for Wake Technical Community College for the fiscal year beginning July 1, 2005:

Bonds: Authorized	\$ 6,815,000
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Section 11: The following amount is hereby appropriated in the Solid Waste Capital Projects Fund for the fiscal year beginning July 1, 2005:

Solid Waste Expenditures	\$ 150,000
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Section 12: It is estimated that the following revenue will be available in the Solid Waste Capital Projects Fund for the fiscal year beginning July 1, 2005:

Solid Waste Capital Fund Balance	\$ 150,000
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Section 13: The Finance Director is hereby directed to maintain within the County Capital Projects Fund, the Education Capital Projects Funds, the Fire Capital Projects Funds, the Major Facilities Capital Projects Fund and the Solid Waste Capital Projects Fund sufficient specific detailed accounting records for each capital project authorized.

Section 14: The Finance Director is directed to report annually on the financial status of each capital project and on the total revenues received.

Section 15: The capital projects funds are appropriated pursuant to section 13.2 of Chapter 159 of the General Statutes of North Carolina; therefore, appropriations do not lapse at the end of the fiscal year and are available for duration of the project unless subsequently amended by Board action.

Section 16: The County Manager, or his designee, is authorized to transfer appropriations between elements within a capital projects fund in an amount not to exceed \$75,000 with an official report on such transfer presented at the next regular meeting of the Board of Commissioners.

FISCAL YEAR 2006 BUDGET ORDINANCE

Section 17: The County Manager shall distribute copies of this Capital Projects Ordinance as appropriate.

ADOPTED this the 20th day of June 2005

FISCAL YEAR 2006 BUDGET ORDINANCE

Fire District Special Revenue Fund Ordinance

BE IT ORDAINED by the Board of County Commissioners of Wake County, North Carolina:

Section 1: It is estimated that the following revenue will be available in the Fire Tax District Special Revenue Fund for the fiscal year beginning July 1, 2005 and ending June 30, 2006:

Ad valorem taxes	\$16,178,178
Fund balance appropriation	1,425,000
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Total Fire Tax District Special Revenue Fund Revenue	\$ 17,603,178

Section 2: The following amount is hereby appropriated in the Fire Tax District Special Revenue Fund for the fiscal year beginning July 1, 2005 and ending June 30, 2006:

Contracted Service	\$12,982,783
Other Operating Expenses	\$621,914
Transfer to Debt Service Fund	\$472,000
Transfer to Fire Tax District Capital Fund	\$3,526,481
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Total Fire Tax District Special Revenue Fund Appropriation	\$17,603,178

Section 3: There is hereby levied a tax at the rate of ten cents (\$0.10) per one hundred dollars (\$100.00) valuation of property listed for taxes as of January 1, 2005, located within the single special fire tax district for the raising of revenue for said special fire tax district. This rate is based on an estimated total valuation of property for the single special fire tax district, for the purpose of taxation, sixteen billion, four hundred seventy one million dollars, five hundred thirty six thousand, six hundred twenty five dollars (\$16,471,536,625) which is 100% of the total assessed property tax valuation, and upon a collection rate of 97.2% and upon a collection fee of 2.5%.

Section 4: There is no tax levied in the following fire tax districts: Alert, Bayleaf/Six Forks, Durham Highway, Falls, Furina, Garner, Hipex, Holly Springs, Hopkins, Morrisville, Rolesville, Stony Hill, Swift Creek, Ten Ten, Wake New Hope, Wakelon, Wakette, Wendell Holmes, Western Wake.

Section 5: Effective date of this amending ordinance is July 1, 2005.

Section 6: The County Manager shall distribute copies of this ordinance as appropriate.

ADOPTED this the 20th day of June 2005.

FISCAL YEAR 2006 BUDGET ORDINANCE

Major Facilities Fund Ordinance

BE IT ORDAINED by the Wake County Board of Commissioners, that the following budget ordinance for the Major Facilities Fund is hereby adopted:

Section 1: It is estimated that the following revenues will be available to fund those projects described in Section 2:

Occupancy Tax	\$ 11,340,000
Prepared Food & Beverage Tax	<u>13,589,000</u>
 Total	 \$ 24,929,000

Section 2: The following amounts are appropriated for projects and administration of the tax collection efforts:

City of Raleigh Hold-back from Occupancy Tax Proceeds	680,000
Town of Cary Hold-back from Occupancy Tax Proceeds	549,990
Allocation to the Greater Raleigh Convention & Visitors Bureau	2,997,200
Allocation to the City of Raleigh for Discretionary Projects	1,000,000
Debt Service on Five County Stadium	991,000
Allocation for Construction of the New Convention Center	8,763,621
Operating Support for the Centennial Authority	1,444,376
Debt Service on the RBC Center Construction	5,208,422

Reserve for Future Projects	1,546,521
Transfer to General Fund, Admin. Fee for Occupancy Tax	340,200
Transfer to General Fund, Admin. Fee for Prepared Food & Beverage Tax	407,670
Transfer to County's CIP Fund for Discretionary Projects	<u>1,000,000</u>
 Total	 \$ 24,929,000

Section 3: The Finance Director is hereby directed to maintain within the Major Facilities Fund sufficient specific detailed accounting records for each project authorized and to report annually on the financial status of this Fund.

Section 4: In the event that the actual proceeds from the tax levy of the occupancy and food/beverage taxes exceed the appropriated amount, the actual net proceeds as distributed according to the enabling legislation shall constitute the appropriation from said levy.

Section 5: Copies of this ordinance shall be filed with the County Manager and Finance Director.

ADOPTED this the 20th day of June 2005.

FISCAL YEAR 2006 BUDGET ORDINANCE

Affordable Housing Project Ordinance

BE IT ORDAINED by the Board of County Commissioners of Wake County, that pursuant to section 13.2 of Chapter 159 of the General Statutes of North Carolina, the following project ordinance is hereby adopted:

Section 1: Projects are authorized as described in section 3, and involve a variety of affordable housing activities, including the Community Development Block Grant (CDBG) and HOME programs, funded from the U.S. Department of Housing and Urban Development, and other county and grant supported affordable housing initiatives.

Section 2: It is estimated that the following revenues will be available to complete those projects described in section 3:

Federal Shared Revenues	\$ 2,831,910
Program Income	51,553
Transfer from the County's CIP Fund	1,000,000
Total	<u>\$ 3,883,463</u>

Section 3: The following amounts are appropriated for the projects of the affordable housing project fund:

Fiscal Year 2006 HOME Program	\$ 989,513
Fiscal Year 2006 CDBG Program	1,842,397
Affordable Housing Activities	1,051,553
Total	<u>\$ 3,883,463</u>

Section 4: The Finance Director is hereby directed to maintain, within the Affordable Housing Project fund sufficient detailed accounting records for each grant or project authorized.

Section 5: The Finance Director is directed to report annually on the financial status of each grant and the revenue received.

Section 6: The County Manager is authorized to transfer appropriations between projects within the Affordable Housing Fund.

Section 7: Upon its adoption, this Affordable Housing project Ordinance will become part of a multi-year special revenue fund for affordable housing projects, which include Community Development and HOME grants, State and County affordable housing programs funded in previous years.

Section 8: Copies of this Affordable Housing Project Ordinance shall be filed with the County Manager and the Finance Director.

ADOPTED this the 20th day of June, 2005.