

CAPITAL AREA WORKFORCE DEVELOPMENT

Fund Summary

		FY 2006	FY 2007	FY 2007	FY 2008
		Actual	Adopted	Current	Adopted
			Budget	Budget	Budget
Intergovernmental Revenues	\$	5,848,414	2,917,641	4,538,706	4,955,000
Fee & Other Revenues		15,425	-	6,700	-
Revenue Totals	\$	5,863,839	2,917,641	4,545,406	4,955,000
Personnel Services	\$	1,461,264	677,438	1,131,402	699,755
Operating Expenses		4,424,326	2,240,203	3,414,004	4,255,245
Expenditure Totals	\$	5,885,590	2,917,641	4,545,406	4,955,000
Number of FTEs		13.55	12.00	12.00	12.00

Fund Purpose and Goals

The Capital Area Workforce Development fund was established to account for U.S. Department of Labor and North Carolina Department of Commerce employment and training grant activities as they related to the federal Workforce Investment Act of 1998, and various other federal and state initiatives. The boards of commissioners of the counties of Wake and Johnston created the Capital Area Workforce Development Consortium in 1983. The Consortium plans and administers federal and state workforce programs; competitively procures services; conducts quality assurance; and reports outcome-based results of federal and state programs in partnership with the private-sector led Capital Area Workforce Development Board. The Capital Area Workforce Development Board is charged with implementing workforce investment activities throughout Wake and Johnston Counties. Generally these include (1) increasing occupational skill attainment to improve the quality of the workforce, (2) reducing welfare dependency and (3) enhancing the productivity and competitiveness of the regional economy. Capital Area WDB is responsible for grant administration, pro-

viding policy guidance and conducting oversight of all workforce activities.

Additionally, this Board's responsibilities include chartering and enhancing the area's JobLink Career Centers, which is part of the national network of one-stop career service centers; Administration of Incumbent Worker Training grant funds; and Partnering with economic development in providing assistance with new and expanding business and industry. Twenty-four boards serve North Carolina's 100 counties. Capital Area has the largest population of North Carolina's local workforce areas.

Federal and state block grants provide funding for universal workforce development services to the two counties' employers, adult and youth job applicants, dislocated workers and companies experiencing layoffs and closings.

CAPITAL AREA WORKFORCE DEVELOPMENT

Organizationally, Workforce Development is part of the County Manager's Office. Funding for these grants follows federal and state appropriations and is received throughout the year. Amendments to the project ordinance to include new funds are periodically presented to the Board of Commissioners.

Major Accomplishments

- Designed and implemented Capital Area Workforce Development Board Website (www.capitalareawdb.com)
- Opened first stand-alone JobLink Center, which includes a SAAVY youth center located in Clayton.
- Received recognition for 3 JobLink Centers received higher chartering status and received \$75,000 incentive funds.
- Of the 152 Hurricane Katrina enrollees, 52 are now gainfully employed and 6 former business owners have re-established their businesses here in our area.
- Offered over 170,000 services to individuals through our JobLink System
- Sponsored 2 career fairs serving over 900 customers and 115 employers.
- Designed a website for offenders (www.joblinkcc.com/keys)
- Received incentive funds for exceeding performance measures
- Assisted nine (9) businesses with dislocated worker services due to plant closures or layoffs.
- Twelve (12) local businesses were awarded incumbent worker grants to train their workers (total of 293 employees received training).

Issues for FY 2008

- Regional Planning
- Board Standards
- New Performance measures
- Strategic planning with Economic Development Region
- Board Strategic Goals
- Departmental Reorganization

Horizon Issues

- Fee for service planning
- Total integration and co-location of all partner agencies in JobLink Centers
- Involving K-12 in addressing known workforce shortage areas to identify future workforce trends

EMERGENCY 911

Fund Summary

		FY 2006 Actual	FY 2007 Adopted Budget	FY 2007 Current Budget	FY 2008 Adopted Budget
Taxes	\$	945,734	983,549	983,549	917,688
Charges for Services		566,894	567,825	567,825	560,312
Investment Earnings		8,483	-	-	-
Revenue Totals	\$	1,521,111	1,551,374	1,551,374	1,478,000
Personal Services	\$	-	-	-	-
Operating Expenses		1,133,959	1,551,374	1,551,374	1,478,000
Expenditure Totals	\$	1,133,959	1,551,374	1,551,374	1,478,000
Number of FTEs		-	-	-	-

Fund Purpose and Goals

The 911 fund collects revenue from a 25 cent surcharge on telephone bills. Funds must be used to maintain or enhance the County's 911 system. The majority of funds pay for the processing of 911 calls, while remaining funds are used for system improvements. The adopted budget includes no changes to the surcharge rate.

FIRE TAX DISTRICT

Fire Tax District Budget Revenues and Expenditures

	FY 2006 Actual	FY 2007 Adopted Budget	FY 2007 Current Budget	FY 2008 Adopted Budget
Revenues				
Fire Tax Revenue	\$			
Operating	-	13,573,000	13,573,000	14,078,000
Operating--Debt Service	-	579,262	579,262	551,235
Capital	-	3,360,738	3,360,738	3,535,765
Subtotal--Tax Revenue	16,399,148	17,513,000	17,513,000	18,165,000
Appropriated Fund Balance	-	550,000	550,000	-
Fund Balance Transfer to Capital	-	150,000	150,000	-
Interest	204,024	-	-	-
Total Revenues	16,603,172	18,213,000	18,213,000	18,165,000
Expenditures				
Department Appropriations				
Personnel and Operating	-	12,924,616	13,206,478	13,752,145
Contingent Expansions	-	207,594	-	-
Department Debt Service	-	579,262	579,262	551,235
Subtotal	12,992,691	13,711,472	13,785,740	14,303,380
Fixed Costs				
CAD Fire Costs	3,760	3,560	3,560	6,862
800 MHz Fire Costs	145,287	266,639	266,639	238,389
NC Forestry--Wildfire Prevention	51,032	55,000	55,000	61,534
Equipment and Fixed Assets				
Turnout Gear Program	-	250,000	250,000	-
Small Capital Program	347,739	255,591	181,323	-
Air Bottle Replacement	-	100,000	100,000	-
Contingencies and Grant Matches	-	50,000	50,000	-
Other	24,204	10,000	10,000	-
Reserve for Future Appropriation	-	-	-	18,835
Subtotal Operating	13,564,713	14,702,262	14,702,262	14,629,000
Appropriation to Capital	3,526,481	2,888,738	2,888,738	2,791,000
Fund Balance Transfer to Capital		150,000	150,000	-
Transfer to Debt Service Fund	472,000	472,000	472,000	745,000
Subtotal Capital	3,998,481	3,510,738	3,510,738	3,536,000
Total Expenditures	\$ 17,563,194	18,213,000	18,213,000	18,165,000

FIRE TAX DISTRICT

Fire Tax District Purpose and Goals

The County contracts with 19 departments to provide fire suppression and emergency services in the fire tax district. Fourteen departments are non-profit corporations and five are municipal fire departments. The fire tax district includes most of the unincorporated area of the County and the Town of Wendell. The departments use a combination of full-time staff, part-time staff, and compensated volunteers. Besides providing essential fire protection services, the departments also respond to a significant number of medical first responder calls, prepare for technical rescues, and provide fire prevention services in their districts. The 19 departments also strive to maintain high insurance ratings to save property owners on fire insurance premiums.

Major Accomplishments

- Continued implementation of Long-Range Business Plan – Completed countywide purchase specifications for service vehicles; updated countywide purchase specifications for brush vehicles.
- Funded implementation of volunteer duty crews at Fairview and Swift Creek Fire Departments and increased funding for volunteer duty crew at Bay Leaf Fire Department.
- Provided financial support for Feed-the-Firefighter Foundation.
- Updated Fire Commission's Service Level Goals – The updated goals state that four personnel must arrive on the first arriving unit within prescribed response time goals.
- Increased funding to provide accidental death and dismemberment insurance for all members of contracting fire departments.

Issues for FY 2008

- The number of active volunteers continues to decline, and most fire departments are experiencing volunteer member shortages.
- Analyze potential station closure for Western Wake Fire Station #2 and negotiate coverage with Cary Fire Department if station is closed.
- Refine staffing and facility sections of Long-Range Business Plan.
- Analyze how departments use full-time, part-time, and volunteers to staff; determine if most cost-effective staffing patterns are used.

Horizon Issues

- The decline in volunteers and the increase in service demand is leading to a transition to increasing reliance on career personnel.
- Evaluate and, if approved, incorporate additional capital needs into Long-Range Business Plan. Such needs include new stations, service trucks, and breathing apparatus.
- Monitor and analyze impact of municipal annexation on fire service demand; Analyze how annexation plans affect fire tax district as a whole, and individual departments.

FIRE TAX DISTRICT

Summary of Appropriations by Department

Department	FY 2006 Actual	FY 2007 Adopted Budget	FY 2007 Current Budget	FY 2008 Adopted Budget
Bay Leaf	1,228,295	1,317,284	1,323,679	1,321,645
Durham Highway	795,276	670,769	674,673	676,143
Eastern Wake	1,278,227	1,343,069	1,352,002	1,418,801
Fairview	786,944	822,363	823,729	851,095
Falls	315,793	317,447	317,557	322,579
Garner	1,008,670	1,047,866	1,116,056	1,173,899
Hopkins	542,223	579,014	582,502	600,854
Rolesville	356,190	395,424	397,621	433,128
Stony Hill	624,054	777,946	778,810	839,589
Swift Creek	419,520	464,252	464,402	487,326
Wake Forest	299,003	309,000	309,000	332,732
Wake-New Hope	933,108	878,772	883,209	851,990
Wendell	992,462	1,017,524	1,024,956	1,197,479
Western Wake	650,830	621,010	621,787	607,760
Total- Rural	10,230,595	10,561,741	10,669,983	11,115,021
Apex	481,983	513,922	517,421	540,526
Fuquay-Varina	1,063,477	1,108,133	1,167,621	1,179,205
Holly Springs	275,083	301,905	330,444	352,424
Morrisville	604,972	657,094	661,627	734,999
Zebulon	336,581	361,083	363,644	381,205
Total- Municipal	2,762,096	2,942,137	3,040,757	3,188,360
TOTALS:	12,992,691	13,503,878	13,710,740	14,303,380

* FY 2008 Includes Department Debt Service

GRANTS AND DONATIONS

Fund Summary				
	FY 2006	FY 2007	FY 2007	FY 2008
	Actual	Adopted	Current	Recommended
		Budget	Budget	Budget
Intergovernmental Revenues	\$			3,836,380
Fee & Other Revenues				121,620
Transfer from General Fund				120,000
Revenue Totals	\$			4,078,000
Personnel Services	\$			1,351,138
Operating Expenses				2,726,862
Expenditure Totals	\$			4,078,000

Number of FTEs 23.65

Note: No prior history because fund established in the FY 2008 adopted budget.

Fund Purpose and Goals

Wake County receives non-recurring revenues from a number of sources, including grants, donations, and forfeiture funds. The purpose of the new Grants and Donations Fund is to budget all non-recurring revenues, and corresponding expenditures, in a multi-year fund. This will provide for more transparent tracking of grant-funded FTEs. Also, grants will be brought to the Board of Commissioners once and receive the appropriation necessary for the entire period of the grant, regardless of the project time span.

Recurring funding streams, including formula grants and block grants, also support Wake County services, particularly in the Human Services department. Because they are recurring, these funds will remain in the General Fund. The new fund will also be used to budget Business Investment Grants. When deemed beneficial to the County, the Board of

Commissioners provides monetary incentives to corporations meeting established criteria for investment and job creation within Wake County (see Business Investment Grant policy in the Process and Policies section). Since corporations may not meet the criteria within the same year the Commissioners appropriate funds, the Business Incentive Grants will be budgeted in this multi-year fund. When the recipient corporation meets the criteria, appropriation will then be available to make payments.

GRANTS AND DONATIONS

Summary by Source and Department

Department	Grants	Donations	Forfeitures	Business Investment Grants	Totals
Community Services	5,000	112,620		-	117,620
Environmental Services	152,400	-	-	-	152,400
General Services	-	9,000	-	-	9,000
Human Services*	2,458,534	-	-	-	2,458,534
Public Safety	741,129	-	-	-	741,129
Sheriff	455,591	-	-	-	455,591
CCBI	-	-	23,726	-	23,726
Other	-	-	-	120,000	120,000
Totals	3,812,654	121,620	23,726	120,000	4,078,000

* Human Services grants fund 23.65 FTEs

Planned Use of Funds in FY 2008

Revenue Source	Description	FY 2008 Budget
Grants		
Community Services		
NC Department of Environment and Natural Resources	This grant is part of a joint management agreement with NCSU, Progress Energy and Harris Lake County Park to provide public multi-use trails. The trails system will be designed for equestrian, mountain biking and hiking.	5,000
Environmental Services		
Falls Lake 319 Project	This grant takes an integrated approach to watershed management planning and implementation in selected watersheds of the Falls Lake Reservoir.	152,400

GRANTS AND DONATIONS

Planned Use of Funds in FY 2008

Revenue Source	Description	FY 2008 Budget
Human Services		
21st Century Learning Center	This federal grant funds comprehensive after school programs providing academic enrichment, youth development activities and services for families.	255,200
SuperSeed Expansion Grant	This grant funds a substance use prevention program targeting high-risk youth.	141,150
Community Action Plans for Hispanic/Latino Children 2005	The program funded by this grant strives to insure that children ages birth to 5 are prepared for school by helping families identify how to effectively use scarce resources to help their children.	106,600
Consultation and Support for Children with Special Needs	This grant provides prevention, intervention and therapeutic services and community consultation for children under age 5 with emotional or behavioral problems.	52,252
Intensive Home Visiting and Support in High Needs Communities	This grant provides case management to families with children under age 5 who live in southwestern or northeastern Wake County.	108,934
Family to Family	Wake County is an anchor site for the Annie E. Casey Foundation's Family to Family program and works with Family to Family to reduce racial disparities in child welfare.	336,700
Health and Wellness Trust Fund Grant	This grant-funded project strives to reduce the death rate from breast cancer in at-risk African American and Latino populations and in communities with existing health disparities.	260,000

GRANTS AND DONATIONS

Planned Use of Funds in FY 2008

Revenue Source	Description	FY 2008 Budget
Human Services		
Educate Our Women	This grant from the Susan G. Komen Foundation provides education and mammogram screening outreach services to African American and Latino women in eastern and southern Wake County.	46,272
Health Safety and Nutrition TA (Healthy Start I)	This grant funds child care health consultants to provide health, safety, and nutrition consultations to 150 one-star to three-star rated child care centers and homes.	290,375
Pediatric Surveillance Mentoring (Healthy Start II)	This grant-funded program monitors children's development to support healthy development and to promote school readiness.	186,624
Dental Outreach and Access (Rex Endowment)	This project expands dental outreach and access for children and pregnant women, targeting those at high risk for disease and the indigent uninsured.	147,086
Healthy Smiles (Rex Endowment)	This grant funds dental health outreach including screening and referrals, education and preventive services for families with children birth to five years old, and training for other professionals who serve those families.	139,443
Shelter + Care 2004	This grant supports the County's Cornerstone program, providing rental assistance for chronically homeless and disabled populations.	328,841
Homeless Veteran Services Officer Program	This federal grant funds a staff member to identify, outreach and engage homeless veterans into services and to assist them with obtaining benefits.	59,057

GRANTS AND DONATIONS

Planned Use of Funds in FY 2008

Revenue Source	Description	FY 2008 Budget
Public Safety		
Metropolitan Medical Response System 2005	Homeland Security funding major incident planning and coordination with area medical systems	55,960
Metropolitan Medical Response System 2006	Homeland Security funding major incident planning and coordination with area medical systems	232,200
Homeland Security 2005 National Incident Management System	Homeland Security funding for National Incident Management System Training	8,825
Homeland Security 2005 Urban Search and Rescue	Homeland Security funding for Urban Search and Rescue Teams	183,769
Homeland Security 2005 VIPER	Homeland Security funding to make Wake County's 800 MHz system interoperable with surrounding Counties	95,621
Homeland Security 2005 Buffer Zone Protection Program	Homeland Security funding for critical infrastructure protection	128,301
WakeMed Evaluation Grant	Grant from WakeMed (funding by the U.S. Health Resources and Services Administration) for a one-year evaluation of a patient-tracking information system	36,453
Sheriff		
Byrne Justice Assistance Grant (2006)	Federal Funds received for surveillance equipment for Drugs & Vice unit and Intelligence/Gang unit.	182,391
Byrne Justice Assistance Grant (2007)	Federal Funds to be used for targeting systems in Firearms Education Training Center	<u>273,200</u>
Subtotal, Grants		3,812,654

GRANTS AND DONATIONS

Planned Use of Funds in FY 2008

Revenue Source	Description	FY 2008 Budget
Donations		
Community Services		
Emily Dickinson Donation	Private citizen donations	8,970
Abbott Donation	Private citizen donations	93,410
Historic Oakview Donation	Private citizen donations	10,240
General Services		
Energy Camp	Grant for educating children on energy conservation	<u>9,000</u>
Subtotal, Donations		121,620
Forfeitures		
City-County Bureau of Identification		
Forfeitures--USDOJ	Awarded funds from the US Department of Justice for CCBI participation and assistance	439
Forfeitures--US Treasury	Awarded funds from the US Department of the Treasury for CCBI participation and assistance	17,023
Forfeitures--NC Courts	Awarded funds from court dispositions	881
Forfeitures--NC Controlled Substance	Awarded funds from the participation and assistance in drug-related criminal investigations	<u>5,383</u>
Subtotal, Forfeitures		23,726
Business Investment Grants		
Lenovo	Grant to Lenovo based on company investing \$48 million in new facilities and equipment by January 1, 2008	<u>120,000</u>
Subtotal, Business Investment Grants		120,000
FUND TOTAL		\$ 4,078,000

HOUSING AND COMMUNITY REVITALIZATION

Fund Summary

		FY 2006	FY 2007	FY 2007	FY 2008
		Actual	Adopted	Current	Adopted
			Budget	Budget	Budget
Intergovernmental Revenues	\$	3,003,067	2,987,403	2,912,464	2,636,818
Fee & Other Revenues		246,715	416,541	416,541	382,182
Transfer from General Fund		104,000	104,000	104,000	104,000
Transfer from County Capital Projects		1,000,000	1,000,000	1,000,000	1,000,000
Revenue Totals	\$	4,353,782	4,507,944	4,433,005	4,123,000
Personal Services	\$	423,858	434,860	424,087	436,207
Operating Expenses		2,547,657	4,073,084	4,008,918	3,686,793
Capital Outlay		138,483	-	-	-
Expenditure Totals	\$	3,109,998	4,507,944	4,433,005	4,123,000
Number of FTEs		7.50	7.50	7.50	7.50

Fund Purpose and Goals

Affordable housing continues to be a great need in Wake County. Human Services' Housing and Community Revitalization (HCR) program receives federal and county funds to mitigate this need. The HCR Fund has three primary revenue sources: federal Community Development Block (CDBG) grant funds, federal Home Investment Partnership Program (HOME) funds, and Wake County capital funds. In addition, the Fund receives federal Emergency Shelter Grant and Housing Opportunities for Persons with AIDS funds. Finally, the HCR fund earns program income on its CDBG, HOME, and County funds.

Every five years, HCR creates a five-year action plan which it submits to the federal government. The most recent five-year action plan was approved by the Board of Commissioners in April 2005. In addition, HCR annually creates a one-year action plan to pursue the goals outlined in the five-year plan.

Since the demand for affordable housing in Wake County exceeds the production capability of the HCR program budget, the five-year plan establishes priorities for spending. These are:

- Homeowners earning less than \$30,000 per year;
- Renters earning less than \$30,000 per year;
- Homeless individuals and families;
- Non-homeless individuals and families with special needs.

These populations were selected by the Housing Committee of the Human Services Board for the following reasons: they have the greatest demand for housing; the market generally is not producing housing for them; and this coordinates with other efforts such as the Ten Year Plan to End Homelessness.

HOUSING AND COMMUNITY REVITALIZATION

To address the housing and community development needs of these population groups, Housing and Community Revitalization administers the following programs throughout Wake County in the unincorporated areas and all municipalities outside Raleigh, Holly Springs and Cary.

Housing Production: Wake County solicits proposals from for-profit and nonprofit developers for the production of affordable housing. Each rental development is required to serve families whose household incomes are at or below 40 percent of the median family income. Developers repay the loans over a 20-30 year period. Support services are provided as needed. HCR estimates that it will serve approximately 130 families in FY 2008 through rental unit production.

Housing Rehabilitation: HCR makes loans to help homeowners and investor-owners repair their sub-standard houses. The loans are amortized at a 0-3% interest rate over 15 years. Loans are deferred for elderly, disabled and very-low-income families. This program operates on a scattered site basis and provides loans for 15 families per year.

Public Facilities and Infrastructure Improvements: HCR makes grants to towns and non-profit corporations for public facilities improvements and rehabilitation of buildings used for public purposes. These improvements provide access to public services; increase the viability of neighborhoods, and complement housing rehabilitation and new construction. HCR estimates that it will serve approximately 113 families in FY 2008 through public facility improvements.

Major Accomplishments

During FY 2007, HCR completed the following projects, which are funded by the program's three primary funding sources (CDBG, HOME, and CIP):

Community Development Block Grant

- Repaired the homes of 13 low-income families.
- Made 18 emergency grants to very-low income families to help with emergency repairs to their homes.
- Completed a feasibility study and cost estimate for repairs to the Consolidated School Gymnasium in Fuquay-Varina.

- Completed repairs to the Riley Hill Family Life Center where approximately 500 families receive services through various programs offered at the facility.
- Completed drainage improvements on Rand Mill Road in Garner assisting four families.
- Completed a sidewalk in Barbee Street in Zebulon providing safe pedestrian travel for at least 50 families.
- Completed the Garner Police Substation in downtown Garner
- Completed the North Allen Street Sidewalk in Wake Forest providing safe pedestrian travel for 375 families.

HOME

- 4 families become homeowners with down payment assistance through the American Dream Down payment Initiative.
- 20 low income senior citizens have affordable housing at Cedar Spring in Wendell.
- Completed Oak Hollow in Raleigh - housing for 10 homeless families that have a family member with a mental illness.
- Completed Waterbrook Apartments in Raleigh - 80 units for low-income seniors

County Capital Funds

- Completed Carlton Place Apartments in Raleigh - 80 units of housing for low-income families.

Issues for FY 2008

- As part of the one-year action plan presented to the Board of Commissioners in May 2007, HCR outlines the outcomes that it expects to achieve in FY 2008, which includes plans to:
- Help 15 homeowners repair substandard housing and help 10 homeowners with emergency repairs
- Install sidewalks in Apex and Zebulon
- Pave a road in Wendell
- Provide funds to support the repair of the Davis Armory in Zebulon for use as a community center
- Provide funds for a new housing affordability study to document affordable housing need in Wake County

MAJOR FACILITIES

Fund Summary

		FY 2006 Actual	FY 2007 Adopted Budget	FY 2007 Current Budget	FY 2008 Adopted Budget
Occupancy Tax Proceeds	\$	12,134,712	12,403,900	12,403,900	14,243,000
Prepared Food & Beverage Tax Proceeds		14,426,928	14,926,100	14,926,100	16,590,000
Other Revenues		338,988			-
Appropriated Fund Balance			-	-	3,772,000
Revenue Totals	\$	26,900,628	27,330,000	27,330,000	34,605,000
City of Raleigh Hold-back from the Occupancy Tax Proceeds	\$	680,004	680,000	680,000	680,000
Town of Cary Hold-back from the Occupancy Tax Proceeds		588,534	601,600	601,600	691,000
Allocation to the Greater Raleigh Convention & Visitors Bureau		3,189,919	3,255,200	3,255,200	3,701,000
Allocation to the City of Raleigh for Discretionary Projects		1,000,000	1,000,000	1,000,000	1,000,000
Transfer to Debt Service on Five County Stadium		991,000	991,000	991,000	991,000
Allocation for Construction of the New Convention Center		9,883,765	10,361,800	10,361,800	12,625,000
Operating Support for the Centennial Authority		1,537,034	1,585,700	1,585,700	1,786,000
North Carolina Museum of Art		-	-	-	6,000,000
Debt Service on the RBC Center Construction		5,121,635	5,206,200	5,206,200	5,206,000
Transfer to Reserve for Future Projects			1,828,500	1,828,500	-
Transfer to the General Fund, Admin. Fee for Occupancy Tax		364,041	372,000	372,000	428,000
Transfer to General Fund, Admin fee for Prepared Food & Bev.		431,920	448,000	448,000	497,000
Transfer to the County's CIP Fund for Discretionary Projects		1,000,000	1,000,000	1,000,000	1,000,000
Expenditure Totals	\$	24,787,852	27,330,000	27,330,000	34,605,000

Fund Purpose and Goals

Occupancy and Prepared Food and Beverage taxes are levied, according to State statutes, to participating governmental agencies and jurisdictions for the purpose of promoting tourism in the County. The fund was created in 1992 with proceeds from 6% occupancy taxes. In 1993 the fund began collecting 1% prepared food and beverage taxes. The

distribution of tax proceeds planned for fiscal year 2008 is in the table above and in accordance with various interlocal agreements.

Major projects have been funded in the past via interlocal agreements between the City of Raleigh and Wake County. These projects include

MAJOR FACILITIES

the RBC Center, Exploris Museum and IMAX Theater, the Raleigh Convention Center renovation, Five County Stadium, BTI Performing Arts Center, SAS Soccer Complex, NC Museum of Natural Sciences, American Tobacco Trail Park and Yates Mill Pond Park. The ninth amendment to the interlocal agreement between the City of Raleigh and Wake County allocates 85% of funds not committed to other projects to the construction of the new convention center. The remaining 15% is currently being held in reserve for future projects.

The thirteenth amendment to the interlocal agreement between the City of Raleigh and Wake County identifies six projects to be funded from the 15% being held for future projects. A summary of the projects along with anticipated funding amounts is included below.

The thirteenth amendment also authorized capital funding for the RBC Center. The funding is contingent upon funding and contract agreements with North Carolina State University and the Carolina Hurricanes

Issues for FY 2008

In FY08 proceeds from the taxes are expected to grow by approximately 10% for the Prepared Food and Beverage Tax and by nearly 11% for the Occupancy Tax over the FY07 budget. The projected growth is based on the projections for year 2007. Prepared Food and Beverage Tax is expected to grow by 5% and Occupancy Tax by 5.5%.

MAJOR FACILITIES CAPITAL TRUST FUND

Fiscal Year	NC Art Museum	Cary Aquatics Center *	NC Museum of Natural Sciences *	St. Augustine's College Track *	NC Ballet *	Falls Whitewater Park *	RBC Center *
2007	5,100,000	500,000	-	100,000	50,000	150,000	
2008	900,000	500,000	200,000	100,000	100,000	-	1,000,000
2009	1,000,000	500,000	200,000	100,000	100,000	-	1,000,000
2010	1,000,000	500,000	200,000	100,000	-	-	1,000,000
2011	1,000,000	700,000	200,000	100,000	-	-	1,000,000
2012	1,000,000	700,000	200,000	100,000	-	-	1,000,000
2013	1,000,000	1,000,000	200,000	100,000	-	-	1,000,000
2014	1,000,000	1,000,000	200,000	100,000	-	-	1,000,000
2015	1,000,000	1,000,000	200,000	100,000	-	-	1,000,000
2016	1,000,000	1,000,000	700,000	100,000	-	-	1,000,000
2017	1,000,000	1,000,000	700,000	-	-	-	1,000,000
2018	-	1,600,000	1,000,000	-	-	-	2,000,000
2019	-	-	2,000,000	-	-	-	2,000,000
2020	-	-	-	-	-	-	5,000,000
2021	-	-	-	-	-	-	6,000,000
2022	-	-	-	-	-	-	1,000,000
TOTAL	15,000,000	10,000,000	6,000,000	1,000,000	250,000	150,000	26,000,000

*Appropriations have not yet been made and are pending executed funding agreements.

REVALUATION RESERVE

Fund Summary

		FY 2006 Actual	FY 2007 Adopted Budget	FY 2007 Current Budget	FY 2008 Adopted Budget
Transfer from General Fund	\$	975,000	1,100,000	1,100,000	1,100,000
Investment Income		70,257	76,688	76,688	34,000
Appropriated Fund Balance		10,243	632,835	348,873	-
Revenue Totals	\$	1,055,500	1,809,523	1,525,561	1,134,000
Contracted Services	\$	1,206,557	1,542,500	1,525,561	826,327
Other Operating Expenses		254,908	267,023	-	307,673
Expenditure Totals	\$	1,461,465	1,809,523	1,525,561	1,134,000
Number of FTEs		-	-	-	-

Fund Purpose and Goals

Chapter 105, Section 286 of the North Carolina General Statutes requires counties to reappraise taxable real property at least every eight years. Wake County's last revaluation was effective January 1, 2000, and the next revaluation will be effective January 1, 2008. To pay for these revaluations, Chapter 153A, Section 150 requires the County to establish a revaluation reserve fund. This law requires an eight-year budget to be adopted immediately following the effective date of a revaluation in order to fund the next such revaluation. The budget includes the total projected amount needed for the revaluation and eight annual amounts that the County will set aside during the years of the octennium. State law further provides for the annual review of the budget to determine whether there is a material change in the cost projected for the next revaluation, with amendments to the plan adopted by the Board of Commissioners as deemed appropriate. Amounts deposited into the revaluation reserve fund may not be used for any purpose other than the revaluation of real property.

Major Accomplishments

- The department continues to work to refine the module that assists in the revaluation process, Computer-Aided Mass Appraisal (CAMA). The development of this module is being funded from the Revaluation Reserve Fund and is scheduled for completion in time for the 2008 revaluation process.

Fund Financial Summary

- Fund balance at June 30, 2006 was \$2.2 million.
- The County transferred \$975,000 annually into the fund from FY 2001 through FY 2006. The transfer increased to \$1.1 million FY 2007 and will remain at that amount in FY 2008, providing a total of \$8.1 million over the eight-year period for the 2008 Revaluation. Additionally, these funds are projected to generate approximately \$447,000 in interest

REVALUATION RESERVE

Projected Revenue and Expenditures for the 2001 - 2008 Octennium Revaluation					
		FY01-06	FY 2007	FY 2008	FY 2009
		Actual	Projected	Projected	Projected
Transfer from General Fund	\$	5,850,000	1,100,000	1,100,000	See note
Investment Income		325,943	87,395	34,000	
Revenue Totals		6,175,943	1,187,395	1,134,000	-
Contracted Services	\$	4,911,421	1,542,500	1,585,000	507,200
Other Operating Expenses		191,953	467,023	407,673	40,411
Expenditure Totals		5,103,374	2,009,523	1,992,673	547,611
<i>Annual Surplus (Deficit)</i>		<i>1,072,569</i>	<i>(822,128)</i>	<i>(858,673)</i>	<i>(547,611)</i>
Prior Year Ending Fund Balance		1,112,310	2,184,879	1,362,751	504,078
Fund Balance at June 30	\$	2,184,879	1,362,751	504,078	(43,533)

Note: The FY09 General Fund Transfer will be designated towards the subsequent Revaluation. As such, it is not shown here. The Revaluation Reserve Fund is a multi-year fund. The difference between the budgeted and the projected expenditures is due to drawing down funds from previous appropriations for FY08 expenditures.