

## TOWN OF CARY

### CHANGES TO FISCAL YEAR 2008 PROPOSED CAPITAL BUDGET AND TEN YEAR PLAN

The FY 2008 proposed capital improvements budget, as modified by the changes identified below, is hereby submitted for final Cary Town Council adoption at its regularly scheduled meeting on June 28, 2007.

1. The FY 2008 proposed budget identified a \$2,998,854 utility fund transfer to the utility capital reserve fund. This figure represented the anticipated Morrisville utility rate differential receipts to be generated in FY 2008. As it is not a requirement that funds generated by the Morrisville rate differential be transferred to the utility capital reserve fund, an adjustment has been made to the FY 2008 adopted budget such that these funds will remain within the utility fund.
2. The utility fund transfer figure has been increased by \$1,091,499 in the FY 2008 adopted budget to incorporate the total transfer of all funds received from the Town of Morrisville upon the merger of their utility system with Cary's. These funds will be placed within unrestricted utility capital reserve fund balance and will be directed toward Morrisville merger related water and sewer capital projects. This adjustment brings the utility fund transfer to the capital reserve fund to \$4,381,668.
3. The FY 2008 proposed budget identified a \$684,000 general fund transfer to Fire capital projects. This figure has been increased by \$150,000 to provide for construction of a rear-entrance driveway from Highstone Crossing in to the back of the Fire Station #5 parking lot. The existing vehicle apron on High House Road provides for an exit from the station for emergency vehicles, but does not allow vehicles traveling westbound on High House Road to return to the station via this entrance. A Town request to NCDOT for permission to remove this apron has been denied. As such, Town engineers have concluded that a rear-entrance to the station will allow emergency and public vehicles to both exit and enter the station. As this station also serves as a police substation and public polling place, many vehicles other than Fire emergency vehicles are affected by the left-turn restriction placed by the vehicle apron. The additional appropriation of \$150,000 brings the total general fund transfer in support of fire capital projects to \$834,000.
4. The FY 2008 proposed budget included a \$50,000 vehicle license fee appropriation in support of the High House Road/Davis Drive Intersection project. This project is complete and does not require additional funding. As such, the project has been removed from the FY 2008 capital improvements budget allowing the \$50,000 to fall back to restricted general capital reserve fund balance.
5. The FY 2008 proposed capital improvements budget (CIB) included a \$1,000,000 2003 GO transportation debt appropriation for the TCAP – Walker Street Extension project. During the May 15, 2007, budget worksession, Town Council voted to move this project and its funding requirements to FY 2009 of the capital improvements plan. The FY 2008 adopted transportation CIB does not include the originally proposed \$1,000,000 in funding for this project. As such, the transportation debt appropriation figure for FY 2008 has been reduced by this amount. This first year request for funding now appears in FY 2009 and its funding need has been escalated by 5% to \$1,050,000 to address inflation. Construction funds have also been escalated by 5% to \$13,125,000 and appear in FY 2010 of the capital improvements plan.

6. The FY 2008 proposed capital improvements budget (CIB) included a \$9,000,000 2003 GO transportation debt appropriation for the TCAP – Chapel Hill Road Widening – NE Maynard to NW Maynard project. During the May 15, 2007, budget worksession, Town Council voted to move this project and its funding requirements to FY 2009 of the capital improvements plan. The FY 2008 adopted transportation CIB does not include the originally proposed \$9,000,000 in funding for this project. As such, the transportation debt appropriation figure for FY 2008 has been reduced by this amount. This first year request for funding now appears in FY 2009 and its funding need has been escalated by 5% to \$9,450,000 to address inflation. Construction funds have also been escalated by 5% to \$14,175,000 and appear in FY 2010 of the capital improvements plan.
7. During the June 5, 2007, budget worksession, Council voted to advance the appropriation of \$1,000,000 in design funds for the Reedy Creek Road project from FY 2010 to FY 2008. A total of \$5,500,000 appears in FY 2009 of the capital improvements plan for construction. The FY 2008 appropriation has been funded with 2003 GO transportation debt.
8. During the June 5, 2007, budget worksession, Council voted to appropriate \$865,000 in support of the TCAP – Digital Media Center project. This appropriation has been funded with 2003 GO parks debt.
9. The Town has received a developer payment in the amount of \$48,875 for greenway work related to the Glenkirk Greenway. Approval of this item as a part of the FY 2008 budget officially recognizes these funds. As such, an expenditure budget of \$48,875 will be established in the PR1094 Glenkirk Greenway capital project to allow for the expenditure of these developer agreement funds. This adjustment requires no additional appropriations to the FY 2008 capital improvements budget as the funds have been received from a developer for this purpose.
10. The design team for Cary Elementary has identified some areas within the building that are deteriorating and are recommending that these be taken care of in advance of the project bid to prevent further damage that might result in higher costs later. The estimated costs to begin addressing these issues are \$50,000 for temporary roof repairs and another \$50,000 to address ground water issues. In addition, the design team further recommends that the asbestos abatement work be accomplished in advance of bidding the project. While an investigation and evaluation is on-going, it is recommended that funds to begin addressing this issue in the amount of \$100,000 be appropriated at this time. This early work totaling \$200,000 would become part of the Cary Elementary capital project already established and be funded with general capital reserve unrestricted revenues.