
CHANGES TO FISCAL YEAR 2019 RECOMMENDED BUDGET

Operating Budget

General Fund

1. Increase FY 2019 budgeted revenue for the following sources by the noted amounts to reflect updated assumptions. As the Town continues to receive revenues after the Recommended Budget is presented, current fiscal year-end revenue estimates and subsequent fiscal year revenue projections are refined. Total revenue increase equals: \$425,440
 - a. \$94,819 ABC revenue
 - b. \$74,658 Utility Sales Tax revenue
 - c. \$25,000 Parks Scholarship donations
 - d. \$16,600 Donations including Teen Council and Legacy program donations
 - e. \$214,363 Reimbursement from the Transit Fund to the General Fund to pay for Indirect Costs
2. Increase FY 2019 budgeted expenditures in the following areas by the noted amounts to reflect updated assumptions. Total expenditure increase, including market and LGERS adjustments noted in items 14 and 15 below, equals: \$425,440
 - a. \$25,000 Offsetting expenditures of \$25,000 for the awarding of Parks Scholarships.
 - b. \$35,000 Address increased fees charged by Department of Motor Vehicle (DMV) to local governments for vehicle tax payment transactions
 - c. \$149,000 Operational transfer to CDBG Fund
 - d. \$43,250 Emergency Communications expenditures for Sheriff's Training and Standards Board certification requirements

Utility Fund

3. Increase FY 2019 budgeted revenue for the following sources by the noted amounts to reflect updated assumptions. Total revenue increase equals: \$9,498
 - a. \$9,498 Fund Balance Appropriation
4. Total expenditure increase, including market and LGERS adjustments noted in items 14 and 15 below, equals: \$9,498

Fleet Fund

5. Decrease FY 2019 budgeted revenues for the following sources by the noted amounts to reflect updated assumptions. Total revenue decrease equals: \$390
 - a. \$390 Labor
6. Total expenditure decrease, including market and LGERS adjustments noted in items 14 and 15 below, equals: \$390

Transit Fund

7. Add a section to the Ordinance specifying a 25% discount to Non-Profit organizations to be consistent with the Wake County Transit Plan.
8. Increase FY 2019 budgeted revenues in the following areas by the noted amounts to reflect updated assumptions. Total revenue increase equals: \$354,825
 - a. \$319,351 Wake County Transit Plan
 - b. \$33,748 PTDAPP Grant funds providing a transit intern position for one year
 - c. \$1,726 Appropriation from Transit Fund fund balance
9. Increase FY 2019 budgeted expenditures in the following areas by the noted amounts to reflect updated assumptions. Total expenditure increase, including market adjustment noted in items 14 and 15 below, equals: \$354,825
 - a. \$319,351 100% of two employees and their associated operating costs offset by Wake County Transit Plan grant
 - b. \$33,748 100% of one Transit intern position for one year

Health and Dental Fund

No adjustments.

Community Development Block Grant (CDBG) Fund

10. Increase FY 2019 budgeted revenues in the following areas by the noted amounts to reflect updated assumptions included in June 28, 2018 staff report. Total revenue increase equals: \$22,641
 - a. \$22,641 Annual Allotment of Federal Funds
11. Increase FY 2019 budgeted expenditures in the following areas by the noted amounts to reflect updated assumptions included in June 28, 2018 staff report. Total expenditure increase equals: \$22,641
 - a. \$22,641 To reflect Federal distribution projection provided

Emergency Communications (911) Fund

12. Increase FY 2019 budgeted revenues in the following areas by the noted amounts to reflect updated assumptions. Anticipated increase of funds from NC 911 Board is off-set by a decrease in use of appropriated fund balance to support anticipated expenditures. Total revenue increase equals: \$0
 - a. \$ 601 911 Combined System
 - b. \$(601) Appropriated Fund Balance
13. FY 2019 budgeted expenditures will not change to reflect updated assumptions. Total expenditure increase equals: \$0

Market Adjustment

The Town of Cary annually adjusts its pay charts to ensure they are reflective of changes in our labor market and Cary remains competitive with comparable municipalities. A market adjustment is not a cost of living adjustment; it is an adjustment to ensure future employees can be offered a competitive starting salary. In addition, it ensures that, for long-term employees, the maximum amount of their merit award can be given in their hourly rate rather than as a lump sum.

14. Change Section 18 of the ordinance to state that the market adjustment is 3.5% rather than 1.5%. The final adjustment was not determined at the time the recommended budget was submitted. Adjust FY 2019 budgeted expenditures by the noted amounts to reflect updated information.

- a. \$18,145 General Fund
- b. \$16,252 Utility Fund
- c. \$ (3,777) Fleet Fund
- d. \$ 1,726 Transit Fund

Local Government Employees' Retirement System (LGERS) contribution

The Town of Cary has chosen to participate in the Local Governmental Employees' Retirement System (LGERS) which provides benefits to employees of cities, towns, counties, boards, commissions, and other entities of local government in North Carolina. After the Town Manager's Recommended Budget was presented to Council, a review of the Town's LGERS contribution rate revealed that it included only the employer base contribution rate. The budgeted rate was adjusted to include the 0.05% Death Benefit rate.

15. Adjust FY 2019 budgeted expenditures by the noted amounts to reflect updated information.

- a. \$155,045 General Fund
- b. \$ (6,754) Utility Fund
- c. \$ 3,387 Fleet Fund

Capital Budget

General

16. Incorporate the following technical updates in Section 12 Other Transfers and Adjustments of the general capital ordinance. Items a and b add an additional \$316,000 to the ST1204 Carpenter Fire Station Road/CSX Grade Separation project. Item c adjusts funding sources within the indicated projects but does not increase or decrease either project's budget.
- a. Transfer an additional \$256,000 of 2017A General Obligation Bond proceeds from the completed ST1206 Green Level Church Road Widening project to the ST1204 Carpenter Fire Station Road/CSX Grade Separation project
 - b. Transfer \$60,000 of vehicle license fee funding from the completed ST1206 Green Level Church Road Widening project the ST1231 Cary Parkway/High House Road Intersection project
 - c. Transfer an additional \$90,000 of interlocal funds in WakeMed Soccer Park Small Projects to the PR1193 Cary Tennis Park project. Transfer an additional \$90,000 of PRCR payment in lieu funding from PR1193 to WakeMed Soccer Park Small projects

Utility

17. Incorporate the following technical updates in Section 9 Other Transfers and Adjustments of the utility capital ordinance. Each of these adjustments allows a portion of available funding within the noted project balances to be returned to fund balance for future use.
- a. Reduce the WT1252 Arthur Pierce Road Water Line project by an additional \$100,000 bringing total funds returning to fund balance to \$250,000
 - b. Reduce the WT1281 Tryon Road Water line Upsizing project by an additional \$100,000 bringing total funds returning to fund balance to \$160,000