

TOWN OF CARY

CHANGES TO FISCAL YEAR 2016 RECOMMENDED BUDGET

Operating Budget

General Fund

1. Increase property tax revenues by \$278,886 to reflect final assessed value projection.
2. To reflect the annexation of the Holly Brook neighborhood: 1) increase property tax revenues by \$84,065; 2) increase Solid Waste fee revenue by \$16,704; and 3) increase expenses in Facilities Management by \$11,130 for purchasing of carts and streetlight utility bills.
3. Decrease property tax revenues by \$2,308,632 to reflect a decrease in the proposed property tax rate from 38¢ to 37¢.
4. Increase interest earnings by \$47,080 to reflect current rates of return.
5. Increase electricity sales tax revenue by \$1,903,630 to reflect current estimate and projection.
6. Increase beer and wine tax revenues by \$56,978 to reflect FY 2015 distribution and projection.
7. Reduce sales tax revenue by \$288,169 to reflect current estimate and projection.
8. Reduce recycling revenue by \$44,000 to reflect current market pricing from the sale of recycled goods. The current contract ends July 31, 2015. The Town has issued an RFP for a new contract.
9. Increase both revenue and expense by \$475,000 for bond sale proceeds and expenses.
10. Adjust Tennis expenses and revenues for the tennis tournament scheduled for September that is included on Staff Report going before Council on June 25, 2015. Increase expenses by \$93,003 and increase revenues by \$77,800.
11. Appropriate \$130,898 from fund balance from Federal Drug Forfeiture funds to pay expenses related to backfilling for two sworn Police Officers currently serving on federal task forces. The project's equitable sharing agreement permits the Town to use forfeiture funds to pay the salary and benefits for officers identified as their replacements for as long as they are serving on the task forces. The recommended budget included the authorization and full funding for these two positions.
12. Decrease the expansion funding for gigabit fiber workload by \$153,208.
13. Increase Technology Services funding by \$101,273, and add one position, for implementation of an open data program.
14. Increase the North Carolina Retirement System contribution expense by \$75,391 to reflect an expected legislative change in the required rate.
15. Increase the retiree health expense across all General Fund divisions by \$292,390. A corresponding adjustment will be recorded in the Health and Dental Fund.
16. Increase contract services in the Finance-Purchasing by \$2,888. The Town has received notice from the courier services vendor that the current contract will increase by 5.25%.
17. Reduce fuel expenses by a total of \$358,195 throughout all Town divisions to reflect final consumption and price calculations.
18. Reduce class & pay and market adjustment budget by \$45,872 due to the outcome of the class and pay study effective July 1, 2015.
19. Eliminate the \$50,000 expansion item in Planning for a parking standards study.
20. Eliminate the \$4,800 expansion item in Planning for an online collaboration tool.
21. Eliminate the \$9,000 expansion item in Public Works for lease of an asphalt recycler.
22. Reduce travel and training funds in the Town Manager's office by \$2,200.
23. Reduce contracted services funding in Technology Services by \$35,273.
24. Make technical corrections that increase expenses by \$37,713.

Utility Fund

1. Increase interest earnings by \$37,000 to reflect increasing interest rates and current rates of return.
2. Increase the North Carolina Retirement System contribution expense by \$15,039 to reflect an expected legislative change in the required rate.
3. Increase the retiree health expense across all Utility Fund divisions by \$36,716. A corresponding adjustment will be recorded in the Health and Dental Fund.
4. Increase the appropriations from fund balance to sewer capital projects by \$82,000 for the replacement of a 1.5 ton crane to be utilized by the Utility System Maintenance group.
5. Reduce fuel expenses by a total of \$96,721 throughout all Utility Fund divisions to reflect final consumption and price calculations.

Fleet Fund

1. Increase interest earnings by \$340 to reflect increasing interest rates and current rates of return.
2. Increase the North Carolina Retirement System contribution expense by \$4,178 to reflect an expected legislative change in the required rate.
3. Increase the retiree health expense by \$2,948. A corresponding adjustment will be recorded in the Health and Dental Fund.
4. Increase fuel expenses by a total of \$1,382 to reflect final consumption and price calculations.

Capital Budget

General

1. Increase interest earnings by \$47,100 in the General Capital Reserve Fund to reflect increasing interest rates and current rates of return.
2. Increase transportation development fee revenue in the General Capital Reserve Fund by \$11,165 to reflect updated revenue estimates.
3. Increase vehicle license fee revenue in the General Capital Reserve Fund by \$10,805 to reflect updated revenue estimates.
4. Reduce Powell Bill revenue within the General Capital Reserve Fund by \$59,200 to reflect updated revenue estimates.
5. Reduce appropriations to the FY 2016 Sidewalk and Pedestrian Improvements project by \$820,000 and the Storm Drainage Town properties project by \$100,000 and eliminate the \$380,000 of funding for the Fiber Network Extension to CAWTF – NC 55 and Jenks Road to CAWTF project in order to fund the following three projects:
 - Morrisville Parkway and Carpenter-Upchurch Road Intersection Improvements \$1,200,000
 - Meeting Place Pocket Park \$ 75,000
 - Ritter Park Shade Structure \$ 25,000

Utility

1. Increase interest earnings by \$68,480 in the Utility Capital Reserve Fund to reflect increasing interest rates and current rates of return.
2. Increase water development fee revenue in the Utility Capital Reserve Fund by \$424,879 to reflect updated revenue estimates.
3. Increase sewer development fee revenue in the Utility Capital Reserve Fund by \$574,309 to reflect updated revenue estimates.
4. Appropriate an additional \$82,000 of the Utility Fund's fund balance for the purchase of a 1.5 ton crane replacement to be utilized by the Utility System Maintenance division. This item is scheduled for replacement and should have been included in the recommended budget.