

Item Title: FY 2019 Adopted Ordinance Corrections

Specific Action Requested:

That the Board of Commissioners approves budget corrections to the FY 2019 Adopted General Fund and Grants and Donations Fund ordinances as described below.

Item Summary:

Purpose: In compliance with the *North Carolina Local Government Budget and Fiscal Control Act* (G.S. 159, Article 3), Wake County is required to maintain a balanced budget covering the fiscal year beginning July 1 and ending June 30 for all governmental and proprietary funds except funds authorized by project ordinances.

Background: This item corrects the FY 2019 Adopted Wake County budget. Amendments in revenue and personnel are required. The FY19 General Fund budget ordinance was adopted with Appropriated Fund Balance supporting the expanded Housing affordability program at \$3,687,562; this amount and labeling was incorrect. The corrected ordinance details the commitment of fund balance to specific purposes, including drug prevention programming, affordable housing projects and one-time expenses.

The Personnel Ordinance is also corrected to reflect the move of some positions to different funds, and two instances of position reductions due to reduced grant funding or the end of a contract period.

Board Goal: This Board action supports routine County business.

Fiscal Impact: The fiscal impact of the requested amendments for each of the funds listed below are described in detail in this item summary and the attached budget memos.

Additional Information:

FINANCIAL CORRECTIONS

General Fund Appropriated Fund Balance

The FY19 General Fund budget ordinance was adopted with Appropriated Fund Balance supporting the expanded Housing affordability program at \$3,687,562; this amount and labeling was incorrect.

As discussed at the May 30, 2018 Work Session, after Beacon Ridge Multi-Family Affordable Housing Development was funded on May 7, 2018, \$2,054,000 of ABC Fund Balance remained to fund future Housing capital. A sum of \$633,562 ABC Appropriated Fund Balance is committed for the Integrated Program for Prevention of Drug Overdose & Tobacco. Additionally, \$1,000,000 of General Fund Fund Balance is committed for one-time general fund expenditures. The following table reflects correction of dollar figures and characterization of line items to more accurately define the origination and use of funds. A fully revised General Fund Ordinance is included as an attachment.

Section 2: GENERAL FUND REVENUES. (A) It is estimated that the following revenues will be available in the General Fund for the fiscal year beginning July 1, 2018 and ending June 30, 2019:			
Adopted Ordinance		Revised Ordinance	
Ad Valorem Taxes	\$964,988,120	Ad Valorem Taxes	\$964,988,120
Sales Tax	200,303,874	Sales Tax	200,303,874
Lease/Rental Vehicle Tax	2,550,000	Lease/Rental Vehicle Tax	2,550,000
Payment in Lieu of Taxes	1,222,003	Payment in Lieu of Taxes	1,222,003
Real Property Transfer (Excise) Tax	13,000,000	Real Property Transfer (Excise) Tax	13,000,000
Federal Shared Revenues	12,629,224	Federal Shared Revenues	12,629,224
State Shared Revenues	50,482,819	State Shared Revenues	50,482,819
Local Shared Revenues	4,075,850	Local Shared Revenues	4,075,850
Licenses and Permits	5,611,504	Licenses and Permits	5,611,504
Charges for Services	63,110,927	Charges for Services	63,110,927
Investment Earnings	1,220	Investment Earnings	1,220
Miscellaneous	361,097	Miscellaneous	361,097
Transfers from Other Funds	2,759,362	Transfers from Other Funds	2,759,362
Intra-fund Transfers	1,000,000	Intra-fund Transfers	1,000,000
Appropriated Fund Balance		Appropriated Fund Balance	
Committed for Behavioral Health	3,517,140	Appropriation of Behavioral Health Reserves	3,517,140
Committed for Housing	3,687,562	Appropriation of ABC Reserves for Housing	2,054,000
		Appropriation of ABC Reserves for Integrated Program for Prevention of Drug Overdose & Tobacco	633,562
		Appropriation of One-time General Fund Fund Balance	1,000,000
Committed for Reappraisal Reserve	1,340,000	Appropriation of Reappraisal Reserve	1,340,000
Restricted for Future Appropriations of Register of Deeds Automation Funds	393,298	Restricted for Future Appropriations of Register of Deeds Automation Funds	393,298
TOTAL GENERAL FUND REVENUES	\$1,331,034,000	TOTAL GENERAL FUND REVENUES	\$1,331,034,000

\$3,687,562

PERSONNEL CORRECTIONS

The following items require amendments in FTE authorization in Human Services. A fully revised Personnel Ordinance is included as an attachment.

A. Integrated Program for Prevention of Drug Overdose & Tobacco: The funding for the program was transferred from the General Fund to the Grants and Donations Fund as part of the FY19 Adopted Budget. However, the position authority for 2.000 was not transferred. Since the positions transfer crosses funds, Board Approval is required.

B - D. The FY18 end-of-year budget revisions approved by the Board on June 18, 2018, modified personnel authorizations that impact the FY 2019 authorization. This action will adjust the FY 2019 ordinance in accordance with FY 2018 action.

B. Casey Family Program and Title IV-B Family Reunification: The Casey Family Program in the Grants and Donations Fund will receive reduced federal funding equivalent to 0.250 FTE. The Title IV-B Family Reunification program was created, and revenue supports funding of 0.250 FTE. FTE authorization transferred from Grants and Donations to the General Fund.

C. Juntos 4-H Program: 1.000 FTE in the Juntos 4-H Program was abolished. The program is a four-year sub-contract due to expire in September 2018.

D. Ryan White Title III Program: 1.000 FTE in the Ryan White Title III Program was abolished. The program experienced federal and state reductions.

		Human Services: General Fund	Human Services: Grants and Donations Fund
	Adopted as of June 4, 2018	1,581.984	17.000
A.	Integrated Program for Prevention of Drug Overdose & Tobacco	(2.000)	2.000
B.	Casey Family Program		(0.250)
	Title IV-B Family Reunification	0.250	
C.	Juntos 4-H Program		(1.000)
D.	Ryan White Title III Program		(1.000)
	Total Adjustments	(1.750)	(0.250)
	Final Adopted Authorization	1,580.234	16.750

Attachments:

1. Budget Memo: Non-Departmental
2. Budget Memo: Human Services
3. Budget Memo: Grants and Donations Fund
4. Revised General Fund Ordinance
5. Revised Personnel Ordinance