

November 2018 Referendum Update

May 30, 2018



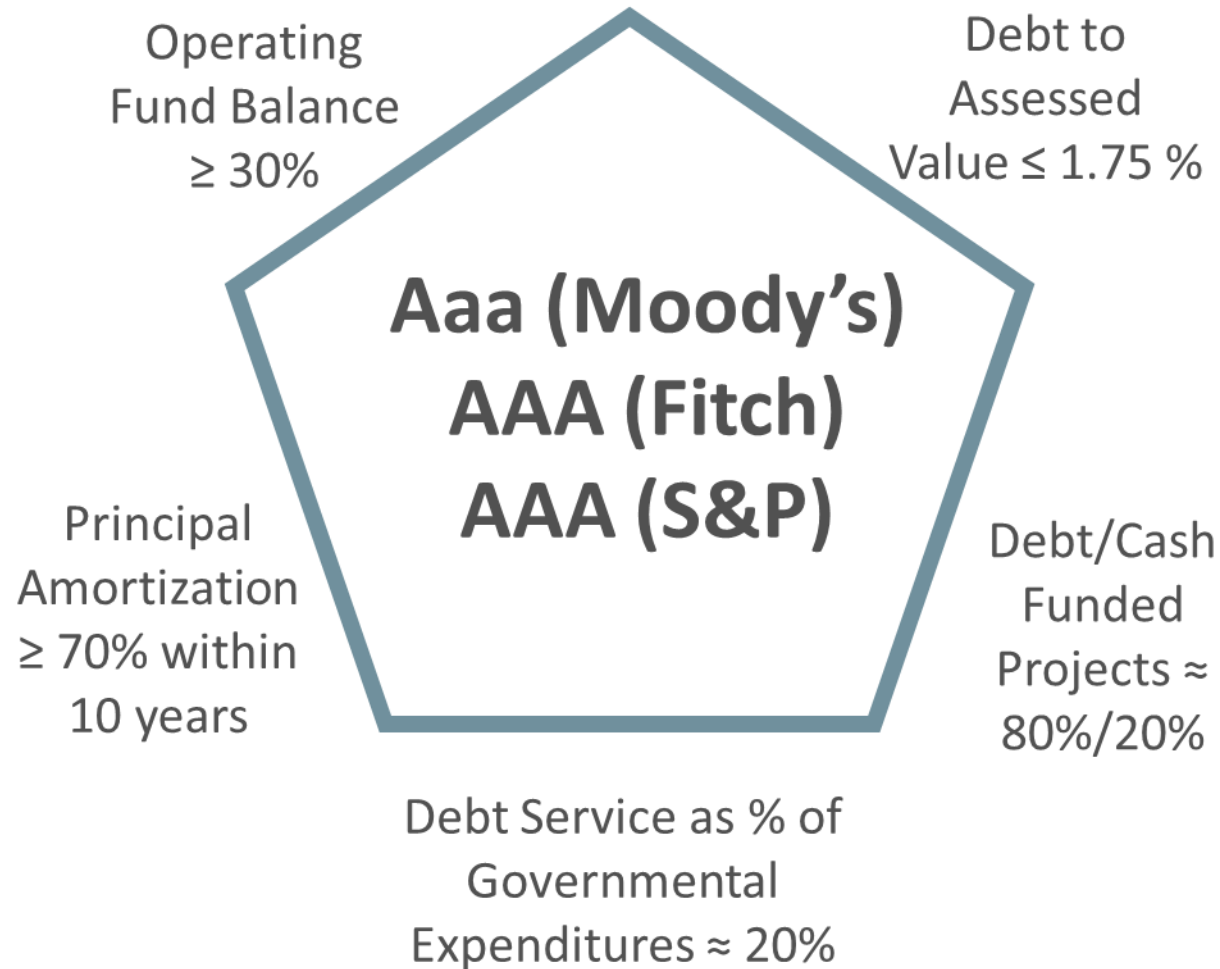
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	Referendum Calendar November 2018
Date	Event
May 15, 2018 BOE Meeting	Board of Education (BOE) “approved” Resolution requesting Board of Commissioners (BOC) to take steps to fund capital program
June 18, 2018 BOC Meeting	BOC adopts preliminary findings resolution
June 22, 2018	Publication of notice of intent to file an application with the Local Government Commission (LGC)
July 6, 2018	Application to the LGC due
July 23, 2018 BOC Meeting	Introduction of bond order by the BOC; file Sworn Statement of Debt with Clerk; set referendum date
July 27, 2018	Publication of bond order as introduced and notice of public hearing
August 6, 2018 BOC Meeting	BOC conducts public hearing regarding bond order, adopts bond order; adopts resolution calling for referendum
By August 9, 2018	Deliver certified copy of resolution calling for referendum to BOE
November 6, 2018	Referendum
December 3, 2018 BOC Meeting	Certification of results of referendum by the BOC

Debt and Capital Model Developed Around Context of Policies and Targets



Policies and targets are consistent when benchmarked against Aaa/AAA/AAA governments by rating agencies

Action Items Coming Out of May 14 Work Session

1. 2013 bond referenda accomplishments
2. Clarify if ballot questions can be shortened
3. History of debt/capital tax increases
4. Show effect of “Referendum Adjusted” CIP Proposal on County policies and guidelines

Action Item #1 – 2013 Bond Accomplishments

New Schools			Major Renovations		
School Name	Level	Location	School Name	Level	Location
Abbots Creek	Elementary	Raleigh	Green	Elementary	Raleigh
Bryan Road	Elementary	Garner	Lincoln Heights	Elementary	Lincoln Heights
Scotts Ridge	Elementary	Apex	Brooks	Elementary	Raleigh
Horton's Creek	Elementary	Cary	Rolesville	Elementary	Rolesville
Beaverdam	Elementary	Raleigh	Garner	High	Garner
White Oak	Elementary	Apex	<ul style="list-style-type: none"> CIP 2013 provided for construction of 15 new schools, 5 major renovations, start-up costs at 5 schools, life cycle replacements, educational equipment replacement, technology and security 13 new schools and 2 major renovations have been completed; remaining 2 new schools and 3 major renovations will be completed by 2018-19 school year 		
Pleasant Grove	Elementary	Morrisville			
Rogers Lane	Elementary	Raleigh			
Oakview	Elementary	Holly Springs			
Buckhorn Creek	Elementary	Holly Springs			
Pine Hollow	Middle	Raleigh			
Apex Friendship	Middle	Apex			
River Bend	Middle	Raleigh			
Green Level	High	Cary			
South Garner	High	Garner			

Action Item #2 – Ballot Language WCPSS

**red text indicates language changed or altogether omitted in revised proposed version*

Schools – Prior Language:

Shall the order adopted on August 6, 2018, authorizing SCHOOL BONDS of the County of Wake, North Carolina in an amount not to exceed \$_____ plus interest, for the purpose of providing funds, **together with any other available funds**, to construct, renovate, expand, improve and equip school buildings and other school facilities **in said County**, including **the acquisition of land, easements and rights-of-way in connection therewith**, and providing that additional taxes may be levied in an amount sufficient to pay the principal of and interest on the Bonds be approved?

Schools – Revised Proposed Language:

Shall the order adopted on August 6, 2018, authorizing SCHOOL BONDS of the County of Wake, North Carolina in an amount not to exceed \$_____ plus interest, for the purpose of providing funds to construct, renovate, expand, improve and equip school buildings and other school facilities, including **associated real estate costs**, and providing that additional taxes may be levied in an amount sufficient to pay the principal of and interest on the Bonds be approved?

Action Item #2 – Ballot Language WTCC

**red text indicates language changed or altogether omitted in revised proposed version*

Wake Tech – Prior Language:

Shall the order adopted on August 6, 2018, authorizing COMMUNITY COLLEGE BONDS of the County of Wake, North Carolina in an amount not to exceed \$_____ plus interest, for the purpose of providing funds, **together with any other available funds**, to construct, renovate, expand, improve and equip community college facilities for Wake Technical Community College, including **the acquisition of land, easements and rights-of-way in connection therewith**, and providing that additional taxes may be levied in an amount sufficient to pay the principal of and interest on the Bonds be approved?

Wake Tech – Revised Proposed Language:

Shall the order adopted on August 6, 2018, authorizing COMMUNITY COLLEGE BONDS of the County of Wake, North Carolina in an amount not to exceed \$_____ plus interest, for the purpose of providing funds to construct, renovate, expand, improve and equip community college facilities for Wake Technical Community College, including **associated real estate costs**, and providing that additional taxes may be levied in an amount sufficient to pay the principal of and interest on the Bonds be approved?

Action Item #2 – Ballot Language PROS

**red text indicates language changed or altogether omitted in revised proposed version*

PROS – Prior Language:

Shall the order adopted on August 6, 2018, authorizing PARKS, RECREATION AND OPEN SPACE BONDS of the County of Wake, North Carolina in an amount not to exceed \$_____ plus interest, for the purpose of providing funds, **together with any other available funds**, for improving and expanding the existing parks and recreational facilities of said County and acquiring and constructing new parks and recreational facilities **of said County**, including facilities developed jointly with other governmental entities, and including the acquisition of open space land and other land for recreational use, the acquisition of rights of way and the furnishing of incidental facilities and equipment in connection therewith, and providing that additional taxes may be levied in an amount sufficient to pay the principal of and interest on the Bonds be approved?

PROS – Revised Proposed Language:

Shall the order adopted on August 6, 2018, authorizing PARKS, RECREATION AND OPEN SPACE BONDS of the County of Wake, North Carolina in an amount not to exceed \$_____ plus interest, for the purpose of providing funds for improving and expanding existing parks and recreational facilities and acquiring and constructing new parks and recreational facilities, including facilities developed jointly with other governmental entities, and including the acquisition of open space land and other land for recreational use, the acquisition of rights of way and the furnishing of incidental facilities and equipment in connection therewith, and providing that additional taxes may be levied in an amount sufficient to pay the principal of and interest on the Bonds be approved?

Action Item #3 – History of Tax Increases by Purpose

Referendum	Purpose	Program Amount (in millions)	Bond Amount (in millions)	Tax for Capital and Debt Service (in cents)	% Voter Approval	Voter Turnout	% Voter Turnout
June 1993	Libraries	\$ 10	\$ 10	0.00	55.7%	46,319	18.5%
	Parks	\$ 10	\$ 10	0.00	50.5%		
	Wake Tech	\$ 30	\$ 30	0.00	51.3%		
	WCPSS	\$ 300	\$ 200	0.00	56.3%		
June 1996	WCPSS	\$ 400	\$ 250	0.00	79.0%	40,773	13.5%
June 1999	WCPSS	\$ 940	\$ 650	13.00	35.0%	90,741	24.5%
November 2000	Open Space	\$ 15	\$ 15	0.00	76.6%	275,112	68.8%
	Public Safety	\$ 20	\$ 20	0.00	57.8%		
	WCPSS	\$ 550	\$ 500	0.00	77.9%		
October 2003	Libraries	\$ 35	\$ 35	0.00	67.5%	87,724	20.9%
	WCPSS	\$ 550	\$ 450	0.00	64.2%		
November 2004	Open Space	\$ 26	\$ 26	0.00	73.8%	359,429	78.0%
	Wake Tech	\$ 40	\$ 40	0.00	74.8%		
November 2006	WCPSS	\$ 1,056	\$ 970	2.70	53.2%	207,800	40.5%
October 2007	Libraries	\$ 45	\$ 45	0.30	70.0%	56,032	10.9%
	Open Space	\$ 50	\$ 50	0.30	71.4%		
	Wake Tech	\$ 115	\$ 92	0.75	67.5%		
November 2012	Wake Tech	\$ 210	\$ 200	0.00	72.9%	488,599	74.6%
October 2013	WCPSS	\$ 940	\$ 810	4.40	57.7%	98,889	15.4%

Action Item #4 – Referendum Adjusted affect on Policies

First a catch up on Board of Education (BOE) activity

- **April 26th Core Team Meeting - consensus reached on funding Schools via Referendum Adjusted CIP**
- **May 14th Wake County Board Work Session - staff recommends funding Schools via Referendum Adjusted CIP**
- **May 15th BOE meeting - three School CIP versions presented for consideration (Revised Baseline; Referendum Adjusted; Option 3)**
 - BOE adopted a resolution to request County funding based on Option 3
 - Option 3 was provided to County subsequent to BOE adoption on May 15th
 - Overall 7 year program total slightly less than Referendum Adjusted version
 - However, \$44 million was accelerated into the FY20 - FY21 two year bond program
- **County reran its financial model based on newest Referendum Adjusted and Option 3 versions**

WCPSS Referendum Adjusted

Program Area	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	Total FY20- FY25
(in millions)							
New Schools	17.9	121.8	200.3	116.6	297.6	140.1	894.3
Renovations	177.9	105.3	92.2	72.4	50.4	7.4	505.6
Other:							
Life Cycle	30.0	30.9	31.8	32.8	33.8	34.8	194.1
Environmental/ADA	4.1	4.2	4.4	4.5	4.6	4.8	26.6
Technology	29.1	29.9	30.8	31.7	32.7	33.7	187.9
Security	4.3	4.5	4.6	4.8	4.9	5.0	28.1
Mobiles	1.3	1.3	1.4	1.4	1.5	1.5	8.4
Property Acquisition	10.6	10.9	11.3	11.6	11.9	12.3	68.6
SNAP	15.0	16.0	15.0	16.0	16.0	16.5	94.5
Prgm. Management	9.5	9.0	10.7	9.0	12.4	8.2	58.8
Contingency	8.8	9.9	11.8	8.5	13.6	7.7	60.3
Total Other	112.7	116.6	121.8	120.3	131.4	124.5	727.3
Referendum Adjusted Totals	\$ 308.5	\$ 343.7	\$ 414.3	\$ 309.3	\$ 479.4	\$ 272.0	\$ 2,127.2
BOC Work Session Totals	\$ 307.7	\$ 343.1	\$ 408.7	\$ 313.2	\$ 473.6	\$ 273.5	\$ 2,119.8
Variance from Ref Adjusted	\$ 0.8	\$ 0.6	\$ 5.6	\$ (3.9)	\$ 5.8	\$ (1.5)	\$ 7.4

WCPSS Referendum Adjusted - Debt/Cash Allocations

	2020	2021	2022	2023	2024	2025
(in millions)						
DEBT						
WCPSS	265.8	281.8	352.0	244.6	413.2	203.9
Wake Tech	86.5	90.5	76.9	95.1	99.7	78.9
PROS	20.0	20.0	20.0	20.0	20.0	20.0
Human Services (LOBs)	0.0	15.0	0.0	55.0	0.0	0.0
Debt Capacity	\$ 372.3	\$ 407.3	\$ 448.9	\$ 414.7	\$ 532.9	\$ 302.8
CASH						
WCPSS	42.7	61.9	62.2	64.6	66.1	68.1
Wake Tech	10.0	10.0	7.5	7.5	7.5	7.5
Human Services	5.8	0.5	1.5	5.0	1.5	2.6
County Capital	34.5	31.0	36.1	29.8	50.8	22.9
Cash Capacity	\$ 93.0	\$ 103.4	\$ 107.3	\$ 106.9	\$ 125.9	\$ 101.1
Total Program	\$ 465.3	\$ 510.7	\$ 556.2	\$ 521.6	\$ 658.8	\$ 403.9

WCPSS Referendum Adjusted Requires 3.7¢ Tax Increase in FY20

- Reflective of changes since May 14th work session
- The 3.7 cents in FY20 still supports the 2 year bond program

CALENDAR YEARS		2019		2020	2021		2022	2023		2024	2025
FISCAL YEARS		FY 19		FY 20	FY 21		FY 22	FY 23		FY 24	FY 25
BALLOT QUESTIONS											
WCPSS GO Bonds; Vote Every 2 Years	Vote Nov	New Tax Rate Set June	G.O Debt Avail		Vote Nov	New Tax Rate Set June	G.O Debt Avail		Vote Nov	New Tax Rate Set	G.O Debt Avail
WCPSS Tax Increases		2.20				0.85				1.50	
WCPSS Ballot Amounts			\$548 million				\$597 million			\$617 million	
WTCC GO Bonds; Vote Every 4 Years	Vote Nov	New Tax Rate Set June	G.O Debt Avail						Vote Nov	New Tax Rate Set	G.O Debt Avail
WTCC Tax Increases		1.15								0.35	
WTCC Ballot Amounts			\$349 million							\$179 million +	
PROS GO Bonds; Vote Every 6 Years	Vote Nov	New Tax Rate Set June	G.O Debt Avail								
PROS Tax Increases		0.35									
PROS Ballot Amounts			\$120 million								
Total Estimated Tax Increase		3.70			0.85			1.85			

WCPSS Referendum Adjusted – Policy Coverages Pushed to Limit With Little Margin for Error

- Fund Balance coverage ratio falls to 30.1% (minimum of 30% to maintain AAA)
- Debt to Assessed coverage ratio climbs to 1.72% (maximum of 1.75% to maintain AAA)

	2020		2021		2022		2023		2024		2025	
(in millions)												
Debt Capacity	\$	372.3	\$	407.3	\$	448.9	\$	414.7	\$	532.9	\$	302.8
Cash Capacity	\$	93.0	\$	103.4	\$	107.3	\$	106.9	\$	125.9	\$	101.1
Total Program	\$	465.3	\$	510.7	\$	556.2	\$	521.6	\$	658.8	\$	403.9

KEY RATIOS

Fund Balance Ratio	30.1%	31.4%	31.8%	31.3%	30.1%	30.2%
% Debt Paid in 10 Years	73%	72%	71%	70%	70%	70%
Debt/Capital Ratio	80%	79%	80%	79%	81%	75%
Debt/Assessed Value Ratio	1.59%	1.54%	1.57%	1.66%	1.72%	1.60%
Debt Service as a % Total Expenditures	19%	19%	20%	21%	21%	23%

WCPSS Adopted Option 3

Program Area	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	Total FY20- FY25
(in millions)							
New Schools	17.9	121.8	200.3	116.6	297.6	140.1	894.3
Renovations	207.9	117.1	44.3	72.4	50.4	7.4	499.5
Other:							
Life Cycle	30.0	30.9	31.8	32.8	33.8	34.8	194.1
Environmental/ADA	4.1	4.2	4.4	4.5	4.6	4.8	26.6
Technology	29.1	29.9	30.8	31.7	32.7	33.7	187.9
Security	4.3	4.5	4.6	4.8	4.9	5.0	28.1
Mobiles	1.3	1.3	1.4	1.4	1.5	1.5	8.4
Property Acquisition	10.6	10.9	11.3	11.6	11.9	12.3	68.6
SNAP	15.0	16.0	15.0	16.0	16.0	16.5	94.5
Prgm. Management	10.1	9.3	9.5	7.9	12.4	7.2	56.4
Contingency	9.7	10.2	10.3	8.5	13.6	7.6	59.9
Total Other	114.2	117.2	119.1	119.2	131.4	123.4	724.5
Option 3 Totals	\$ 340.0	\$ 356.1	\$ 363.7	\$ 308.2	\$ 479.4	\$ 270.9	\$ 2,118.3
Ref Adjusted Totals	\$ 308.5	\$ 343.7	\$ 414.3	\$ 309.3	\$ 479.4	\$ 272.0	\$ 2,127.2
Variance from Ref Adjusted	\$ 31.5	\$ 12.4	\$ (50.6)	\$ (1.1)	\$ -	\$ (1.1)	\$ (8.9)

WCPSS Adopted Option 3 - Debt/Cash Allocations

	2020	2021	2022	2023	2024	2025
(in millions)						
DEBT						
WCPSS	291.1	294.2	301.4	243.5	413.2	202.9
Wake Tech	86.5	90.5	76.9	95.1	99.7	78.9
PROS	20.0	20.0	20.0	20.0	20.0	20.0
Human Services (LOBs)	0.0	15.0	0.0	55.0	0.0	0.0
Debt Capacity	\$ 397.6	\$ 419.7	\$ 398.3	\$ 413.6	\$ 532.9	\$ 301.8
CASH						
WCPSS	48.9	61.9	62.2	64.6	66.1	68.1
Wake Tech	10.0	10.0	7.5	7.5	7.5	7.5
Human Services	5.8	0.5	1.5	5.0	1.5	2.6
County Capital	34.5	31.0	36.1	29.8	50.8	22.9
Cash Capacity	\$ 99.2	\$ 103.4	\$ 107.3	\$ 106.9	\$ 125.9	\$ 101.1
Total Program	\$ 496.8	\$ 523.1	\$ 505.6	\$ 520.5	\$ 658.8	\$ 402.9

WCPSS Adopted Option 3 Requires 4.15¢ Tax Increase in FY20

- FY20 - FY21 bond program increased by total of \$44 million (\$37 million Debt; \$7 million PAYGO)
- Requires .45 cent addition to planned FY20 tax increase; from 3.7 cents to 4.15 cents (all Schools)

CALNDAR YEARS		2019		2020	2021		2022	2023		2024	2025
FISCAL YEARS		FY 19		FY 20	FY 21		FY 22	FY 23		FY 24	FY 25
BALLOT QUESTIONS											
WCPSS GO Bonds; Vote Every 2 Years	Vote Nov	New Tax Rate Set June	G.O Debt Avail		Vote Nov	New Tax Rate Set June	G.O Debt Avail		Vote Nov	New Tax Rate Set	G.O Debt Avail
WCPSS Tax Increases		2.65				0.85				0.85	
WCPSS Ballot Amounts			\$585 million				\$545 million			\$616 million	
WTCC GO Bonds; Vote Every 4 Years	Vote Nov	New Tax Rate Set June	G.O Debt Avail						Vote Nov	New Tax Rate Set	G.O Debt Avail
WTCC Tax Increases		1.15								0.20	
WTCC Ballot Amounts			\$349 million							\$179 million +	
PROS GO Bonds; Vote Every 6 Years	Vote Nov	New Tax Rate Set June	G.O Debt Avail								
PROS Tax Increases		0.35									
PROS Ballot Amounts			\$120 million								
Total Estimated Tax Increase		4.15				0.85				1.05	

WCPSS Adopted Option 3 – Policy Coverages Pushed to Limit & Requires a Higher Initial Tax Increase to Stay Within Policy

- Fund Balance coverage ratio falls to 30.0% (minimum of 30% to maintain AAA)
- Debt to Assessed coverage ratio climbs to 1.71% (maximum of 1.75% to maintain AAA)

	2020		2021		2022		2023		2024		2025	
(in millions)												
Debt Capacity	\$	397.6	\$	419.7	\$	398.3	\$	413.6	\$	532.9	\$	301.8
Cash Capacity	\$	99.2	\$	103.4	\$	107.3	\$	106.9	\$	125.9	\$	101.1
Total Program	\$	496.8	\$	523.1	\$	505.6	\$	520.5	\$	658.8	\$	402.9

KEY RATIOS

Fund Balance Ratio	30.0%	31.8%	32.5%	32.4%	31.0%	30.6%
% Debt Paid in 10 Years	73%	72%	71%	70%	70%	70%
Debt/Capital Ratio	80%	80%	78%	79%	81%	75%
Debt/Assessed Value Ratio	1.59%	1.55%	1.59%	1.67%	1.71%	1.59%
Debt Service as a % Total Expenditures	19%	19%	20%	21%	21%	23%

What Changes Can be Made to WCPSS CIP to Fund Their Request While Protecting County Policies?

County developed a “Hybrid” option which:

- **Started with Referendum Adjusted as Baseline**
- **Adjusted debt/cash funding annually to better protect debt policies and guidelines**
- **Adjusted tax rate increases to better protect fund balance**
- **Adjusted annual School funding as necessary**
 - Funding delayed year to year
- **Total School funding remains at Referendum Adjusted level**

WCPSS Referendum Adjusted Hybrid

Program Area							Total FY20-
	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY25
(in millions)							
New Schools	17.9	121.8	200.3	116.6	297.6	140.1	894.3
Renovations	177.9	105.3	92.2	72.4	50.4	7.4	505.6
<i>School Adjustments</i>	-	-	(65.0)	30.0	(65.0)	100.0	0.0
Other:							
Life Cycle	30.0	30.9	31.8	32.8	33.8	34.8	194.1
Environmental/ADA	4.1	4.2	4.4	4.5	4.6	4.8	26.6
Technology	29.1	29.9	30.8	31.7	32.7	33.7	187.9
Security	4.3	4.5	4.6	4.8	4.9	5.0	28.1
Mobiles	1.3	1.3	1.4	1.4	1.5	1.5	8.4
Property Acquisition	10.6	10.9	11.3	11.6	11.9	12.3	68.6
SNAP	15.0	16.0	15.0	16.0	16.0	16.5	94.5
Prgm. Management	9.5	9.0	10.7	9.0	12.4	8.2	58.8
Contingency	8.8	9.9	11.8	8.5	13.6	7.7	60.3
<i>Other Adjustments</i>	(4.0)	4.0	-	-	-	-	0.0
Total Other	108.7	120.6	121.8	120.3	131.4	124.5	727.3
Hybrid Totals	\$ 304.5	\$ 347.7	\$ 349.3	\$ 339.3	\$ 414.4	\$ 372.0	\$ 2,127.2
Ref Adjusted Totals	\$ 308.5	\$ 343.7	\$ 414.3	\$ 309.3	\$ 479.4	\$ 272.0	\$ 2,127.2
Variance from Ref Adjusted	\$ (4.0)	\$ 4.0	\$ (65.0)	\$ 30.0	\$ (65.0)	\$ 100.0	\$ -

WCPSS Referendum Adjusted Hybrid - Debt/Cash Allocations

	2020	2021	2022	2023	2024	2025
(in millions)						
DEBT						
WCPSS	265.8	281.8	287.0	274.6	348.2	303.9
Wake Tech	86.5	90.5	76.9	95.1	99.7	78.9
PROS	20.0	20.0	20.0	20.0	20.0	20.0
Human Services (LOBs)	0.0	15.0	0.0	55.0	0.0	0.0
Debt Capacity	\$ 372.3	\$ 407.3	\$ 383.9	\$ 444.7	\$ 467.9	\$ 402.8
CASH						
WCPSS	38.7	65.9	62.2	64.6	66.1	68.1
Wake Tech	10.0	10.0	7.5	7.5	7.5	7.5
Human Services	5.8	0.5	1.5	5.0	1.5	2.6
County Capital	34.5	31.0	36.1	29.8	50.8	22.9
Cash Capacity	\$ 89.0	\$ 107.4	\$ 107.3	\$ 106.9	\$ 125.9	\$ 101.1
Total Program	\$ 461.3	\$ 514.7	\$ 491.2	\$ 551.6	\$ 593.8	\$ 503.9

WCPSS Referendum Adjusted Hybrid

- 3.7 cents in FY20 adjusted to 3.8 cents to support the 2 year bond program
- Policy coverages and guidelines are maintained with some future flexibility

CALENDAR YEARS		2019		2020	2021		2022	2023		2024	2025
FISCAL YEARS		FY 19		FY 20	FY 21		FY 22	FY 23		FY 24	FY 25
BALLOT QUESTIONS											
WCPSS GO Bonds; Vote Every 2 Years	Vote Nov	New Tax Rate Set June	G.O Debt Avail		Vote Nov	New Tax Rate Set June	G.O Debt Avail		Vote Nov	New Tax Rate Set	G.O Debt Avail
WCPSS Tax Increases		2.30				0.85				1.40	
WCPSS Ballot Amounts			\$548 million				\$562 million			\$652 million	
WTCC GO Bonds; Vote Every 4 Years	Vote Nov	New Tax Rate Set June	G.O Debt Avail					Vote Nov	New Tax Rate Set	G.O Debt Avail	
WTCC Tax Increases		1.15							0.35		
WTCC Ballot Amounts			\$349 million							\$179 million +	
PROS GO Bonds; Vote Every 6 Years	Vote Nov	New Tax Rate Set June	G.O Debt Avail								
PROS Tax Increases		0.35									
PROS Ballot Amounts			\$120 million								
Total Estimated Tax Increase		3.80			0.85			1.75			

WCPSS Referendum Adjusted Hybrid – Better Aligns with County Policies & Allows for Future Flexibility

- Fund Balance coverage ratio protected (minimum of 30% to maintain AAA)
- Debt to Assessed coverage ratio protected (maximum of 1.75% to maintain AAA)

	2020		2021		2022		2023		2024		2025	
(in millions)												
Debt Capacity	\$	372.3	\$	407.3	\$	383.9	\$	444.7	\$	467.9	\$	402.8
Cash Capacity	\$	89.0	\$	107.4	\$	107.3	\$	106.9	\$	125.9	\$	101.1
Total Program	\$	461.3	\$	514.7	\$	491.2	\$	551.6	\$	593.8	\$	503.9

KEY RATIOS

Fund Balance Ratio	30.5%	31.6%	32.0%	31.7%	30.7%	31.0%
% Debt Paid in 10 Years	73%	72%	71%	70%	70%	70%
Debt/Capital Ratio	80%	79%	78%	80%	79%	80%
Debt/Assessed Value Ratio	1.59%	1.54%	1.57%	1.65%	1.69%	1.58%
Debt Service as a % Total Expenditures	20%	19%	20%	21%	21%	22%

Decision Matrix

Schools 7 yr CIP Funding

Schools Funding - FY19

Schools Funding - FY20 thru FY25

Total Schools Funding - FY19 thru FY25

Total Referenda - Fall 2018

Schools Referendum (2 yr)

Wake Tech Referendum (4 yr)

PROS Referendum (6 yr)

Total Referenda - Fall 2018 Ballot

Tax Impact

Projected Tax Increase - FY20

Further Considerations

Core Team Consensus (April 26)

BOE Adopted (May 15)

Policy Coverages to Maintain AAA - Low

Policy Coverages to Maintain AAA - Adequate

Referendum Adjusted	Option 3	Referendum Adjusted Hybrid
\$328 million	\$328 million	\$328 million
\$2.117 billion	\$2.109 billion	\$2.117 billion
\$2.445 billion	\$2.437 billion	\$2.445 billion
\$548 million	\$586 million	\$548 million
\$349 million	\$349 million	\$349 million
\$120 million	\$120 million	\$120 million
\$1.017 billion	\$1.055 billion	\$1.017 billion
3.70¢	4.15¢	3.80¢

X

X

X

X

X

Staff Recommendation

- **Approve School's total funding request, including Referendum Adjusted Hybrid CIP plan**
 - FY20 tax increase at 3.8 cents
 - County policies are protected
- **Fulfills County's Statutory Responsibility to Fund Schools at a reasonable level sufficient to meet their needs**
 - Year to year funding adjustments to be made by Schools
 - Overall requested level of support is met

Board Discussion & Feedback