

Item Title: Wake County Public School System Capital Program Reallocations and Appropriations

Specific Action Requested:

That the Board of Commissioners approves the following actions to replace temporary funding for Parkside Elementary and North Ridge Elementary with permanent, limited obligation bond funding:

- 1. Reallocate \$9 million in appropriated fund balance from North Ridge Elementary back to the Debt Service Fund and appropriate \$9 million from the Series 2018A Limited Obligation Bond funding for North Ridge Elementary.**
- 2. Reallocate \$10 million in the Seven-Year Capital Improvement Program from Parkside Elementary to CIP 2013 Life Cycle Replacements and appropriate \$10 million of Series 2018A Limited Obligation Bond funding for Parkside Elementary in the Seven Year Capital Improvement Program.**

Item Summary:

Purpose: The Board of Commissioners is statutorily responsible to fund the school system's capital projects, and approves all appropriations and reallocations of funds.

Background: In early 2018, the Board of Education requested accelerated funding for partial construction at Parkside Elementary (Morrisville) and North Ridge Elementary (North Raleigh). To meet this request, County staff identified temporary funding sources that could be used until permanent limited obligation bond funding was secure. A total of \$19 million in temporary funding was ultimately identified and appropriated by the commissioners for the projects; \$10 million for Parkside Elementary was provided through a temporary reallocation of CIP 2013 Life Cycle Replacement Project funding, and \$9 million of Debt Service Fund fund balance was appropriated for North Ridge Elementary.

On May 21, 2018 the commissioners authorized the execution and delivery of Limited Obligation Bonds (LOBs) of the County for school and community college projects, including North Ridge and Parkside Elementary.

This item appropriates the permanent LOBs funding for North Ridge and Parkside and reallocates the temporary funds used to accelerate the projects back to their original sources and/or uses.

Board Goal: This action supports routine County business.

Fiscal Impact: The LOBs funding, associated closing costs and future debt service are incorporated in the County's FY 2019 Budget.

Attachments

1. Resolution
2. Budget Memo: 2018 Debt Service Fund