

**GENERAL FUND BASE BUDGET AND POTENTIAL ADDITIONS  
2004-2005**

Category	2004-2005 Base Budget	Priority Level I Options as Originally Presented	
<b>1. Personnel Costs -</b>		<b>1. Personnel Costs -</b>	
Base salaries and benefits	27,734,076	a. Potential costs of competitive employee pay adjustments effective October 1, 2004	690,000
		b. Web Programmer/Analyst (9 months)	53,500
		c. Information Systems Technician (9 months)	45,600
		d. Senior Planner for Current Development (9 months)	49,200
		e. Reallocation of Fire positions	(4,600)
		f. 3 High School Interns for summer	3,000
		g. Add Traffic Signal Technician, to be offset by increase in traffic signal fees from NC Dept. of Transportation	66,700
<b>Base Personnel Costs</b>	<b>27,734,076</b>	<b>Personnel Base Plus Priority I Options</b>	<b>28,637,476</b>
<b>2. Operating Costs -</b>		<b>2. Operating Costs -</b>	
Base operating costs excluding grants to other agencies	9,448,352	a. Aggregate increase in departmental operating costs	187,000
		b. Increase police ammunition budget to meet state-mandated training and qualification requirements	26,000
Mid-year increase authorized for Apple Chill	13,000	c. Handgun replacement for police	10,000
		d. Update aerial photography topographic GIS coverage	45,000
		e. Credit card processing fees	17,000
		f. Increased cost of road resurfacing materials	27,000
		g. Athletic field maintenance	20,000
<b>Base Operating Cost</b>	<b>9,461,352</b>	<b>Operating Base Plus Priority I Options</b>	<b>9,793,352</b>
<b>3. Capital Equipment -</b>	78,700	<b>3. Capital Equipment -</b>	
		a. Fire Department power rescue equipment	7,300
<b>Base Capital Equipment</b>	<b>78,700</b>	b. Replacement of one automatic defibrillator	3,000
		<b>Capital Equipment Plus Priority I Options</b>	<b>89,000</b>
<b>4. Debt Service -</b>		<b>4. Debt Service -</b>	
Payments on current bonds	2,485,000	a. Estimated payment on Town Operation Center design and site work	150,000
		b. Estimated payment on \$4 million issuance of new General Obligation debt - half year payment	202,500
<b>Base Debt Service</b>	<b>2,485,000</b>	<b>Debt Service Base Plus Priority I Options</b>	<b>2,837,500</b>
<b>5. Transfer for Capital Improvements -</b>	506,000	<b>5. Transfer for Capital Improvements -</b>	
Based on 15-year Capital Improvement Plan		a. Estimated sidewalk and bicycle Capital Improvements allocation that could be applied to debt service	(50,000)
		b. Proposed additions for Capital Improvement	610,000
<b>Base CIP Transfer</b>	<b>506,000</b>	<b>Transfer for CIP Plus Priority I Options</b>	<b>1,066,000</b>
<b>Total Base Costs</b>	<b>40,265,128</b>	<b>Total Base Plus Priority I Options</b>	<b>42,423,328</b>
<b>6. Special Programs and Service Contracts -</b>		<b>6. Special Programs and Service Contracts -</b>	
a. Hotel/Motel Allocations - 10% mandatory contribution to tourism and cultural agencies	58,000	a. Human service contracts, hotel/motel allocations and grants to other agencies	442,700
		b. Downtown Chapel Hill economic development consultant - next phase for lots 2 and 5	266,000
		c. Contract with new Economic Development entity	70,000
		d. Support of Public Art program	75,000
<b>Total Special Programs and Service Contracts</b>	<b>58,000</b>	<b>Total Special Programs and Service Contracts</b>	<b>911,700</b>
<b>Base Budget</b>	<b>40,323,128</b>	<b>Base Plus Priority I Options and Special Programs</b>	<b>43,335,028</b>
Estimated Total Revenue Available	39,230,054	Estimated Total Revenue Available	39,230,054
Council Reserve for 1-time Use	491,000	Council Reserve for 1-time Use	491,000
Normal Use of Fund Balance	800,000	Normal Use of Fund Balance	800,000
<b>7. Other Revenues</b>		<b>7. Other Revenues</b>	
		a. Stormwater Management Utility - First year impact	1,179,000
		b. Increase in traffic signal maintenance fees from NC Dept. of Transportation to offset cost of new position if added	66,700
		c. Increase UNC Development Application Fees	21,000
		d. 10% Increase in Commercial Garbage Rates	25,000
<b>Total Revenue</b>	<b>40,521,054</b>	<b>Total Revenue</b>	<b>41,812,754</b>
<b>Difference</b>	<b>197,926</b>	<b>Difference</b>	<b>(1,522,274)</b>

**GENERAL FUND BASE BUDGET AND POTENTIAL ADDITIONS  
2004-2005**

Category	2004-2005 Base Budget	Priority Level I Options as Originally Presented
		Tax rate equivalent of 3.5 cents

<b>Revised Recommended Budget</b>	
<b>1. Personnel Costs -</b>	
a. Potential costs of competitive employee pay adjustments effective November 1, 2004 @ 4%	615,000
b. Web Programmer/Analyst (6 months)	36,000
c. Information Systems Technician (9 months)	0
d. Senior Planner for Current Development (9 months)	0
e. Reallocation of Fire positions	0
f. 3 High School Interns for summer	0
g. Add Traffic Signal Technician, to be offset by increase in traffic signal fees from NC Dept. of Transportation	66,700
h. Council & Mayor Health Insurance to Full-Time Benefit	40,926
<b>Personnel Base Plus Revised Recommended Budget</b>	<b>28,492,702</b>
<b>2. Operating Costs -</b>	
a. Aggregate increase in departmental operating costs	0
b. Increase police ammunition budget to meet state-mandated training and qualification requirements	26,000
c. Handgun replacement for police	10,000
d. Update aerial photography topographic GIS coverage	42,500
e. Credit card processing fees	17,000
f. Increased cost of road resurfacing materials	0
g. Athletic field maintenance	20,000
h. Stormwater Fees on Town property	40,000
i. Decrease in Vehicle Replacement Charges (\$111,00 reduction in reserve for future years' purchases and \$40,000 reduction in lease purchase payments for \$192,000 in delayed purchases)	(151,000)
j. Animal Control cost increase	20,000
k. Police computer replacement fees for Mobile Data Units	60,000
l. Gasoline and diesel fuel increase	21,000
m. Increase in Transportation Planning Grant match	34,000
<b>Operating Base Plus Revised Recommended Budget</b>	<b>9,600,852</b>
<b>3. Capital Equipment -</b>	
a. Fire Department power rescue equipment	7,300
b. Replacement of one automatic defibrillator	3,000
<b>Capital Equipment Base Plus Revised Recommended Budget</b>	<b>89,000</b>
<b>4. Debt Service -</b>	
a. Estimated payment on Town Operation Center design and site work	150,000
b. Estimated payment on \$4 million issuance of new General Obligation debt - half year payment	202,500
c. Cell Tower Rental Fees applied to debt service	(55,000)
<b>Debt Service Base Plus Revised Recommended Budget</b>	<b>2,782,500</b>
<b>5. Transfer for Capital Improvements -</b>	
a. Estimated sidewalk and bicycle Capital Improvements allocation that could be applied to debt service	(50,000)
b. Proposed additions for Capital Improvement	290,000
c. Cell Tower Rental Fees from CIP Fund	55,000
<b>Base Transfer for CIP Plus Revised Recommended Budget</b>	<b>801,000</b>
<b>Total Base Plus Revised Recommended Budget</b>	<b>41,766,054</b>
<b>6. Special Programs and Service Contracts -</b>	
a. Human service contracts, hotel/motel allocations and grants to other agencies	442,700
b. Downtown Chapel Hill economic development consultant - next phase for lots 2 and 5	266,000
c. Contract with new Economic Development entity	70,000
d. Support of Public Art program	70,000
<b>Revised Total Special Programs and Service Contracts</b>	<b>906,700</b>
<b>Base Plus Revised Recommended Budget</b>	<b>42,672,754</b>
<b>Estimated Total Revenue Available</b>	<b>39,230,054</b>
<b>Council Reserve for 1-time Use</b>	<b>491,000</b>
<b>Normal Use of Fund Balance</b>	<b>800,000</b>
<b>7. Other Revenues</b>	
a. Stormwater Management Utility - First year impact	1,204,000
b. Increase in traffic signal maintenance fees from NC Dept. of Transportation to offset cost of new position if added	66,700
c. Increase UNC Development Application Fees	21,000
d. 10% Increase in Commercial Garbage Rates	25,000
e. FEMA Tipping Fees	208,000
f. Carol Woods Donation	125,000
g. Revised Sales Tax Estimate - additional amount	42,000
<b>Total Revenue</b>	<b>42,212,754</b>
<b>Difference</b>	<b>(460,000)</b>

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Tax rate equivalent of 1.04 cents
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