

**GENERAL FUND - REVENUE AND COST ESTIMATES FOR 2005-06**

Category	Base Budget	Priority Options	Total
<p><b>Personnel Costs -</b>                      Base salaries and benefits plus full year cost of pay increase authorized for 9 months in 2004-05                      Estimated potential increases of 4.9% in medical insurance                      Estimated potential increases of 5% in workers compensation insurance</p>	28,313,900  143,740  40,300	<ul style="list-style-type: none"> <li>• Potential cost of competitive pay adjustments 746,000</li> <li>• Information systems GIS analyst (9 months) 62,000</li> <li>• Equipment Operator for vacuum flusher truck (3 months) - offset by revenues from the Stormwater Management Fund 11,400</li> <li>• Increase Recreation Specialist from part-time to full-time (Apple Chill) 8,720</li> <li>• Incentives to retain police officers (9 months) 70,000</li> <li>• Budget Analyst (9 months) 50,900</li> <li>• Increase Recreation Specialist from part-time to full-time (Special Olympics) 15,900</li> </ul> <p><b>Base plus priority options</b></p>	<p align="right"><b>29,462,860</b></p>
<p><b>Operating Costs -</b>                      Base operating costs excluding grants to other agencies except as noted below. Includes:                      Increase in Utilities \$67,000                      Decrease in Computer Use Charges (\$32,000)<sup>a</sup>                      Traffic Studies \$50,000 - offset by contractor fees                      Increase in Fuel costs \$85,000                      Decrease in Vehicle Replacement Charges (\$22,000)                      Potential increase in landfill tipping fees \$22,000                      Police Mobile Data Terminal connection fees \$20,000                      Investment - Downtown Economic Development Corporation - \$70,000                      Investment - Chapel Hill Public Arts Commission - \$125,000                      Economic Development Initiative \$104,000                      Annexion costs \$99,000                       Increase in Natural Gas prices 9,900                      School Resource Officers (144,780)                      Emissions Measurement Program 13,000</p>	10,366,300                       9,900 (144,780) 13,000	Level provided for human service contracts, hotel/ motel allocations and grants to other agencies  <ul style="list-style-type: none"> <li>• Online Inspections permits 7,500</li> <li>• Eliminate Rental Licensing costs (51,580)</li> <li>• First year costs for purchase of a vacuum flusher truck 29,700</li> <li>• Fire Department Equipment 48,610</li> <li>• Homelessness Initiative 18,450</li> <li>• New Fire Department 1-Ton Crew Cab Truck for daily department use (first year cost) 1,900</li> <li>• IFC Shelter 20,000</li> <li>• Chapel Hill Public Arts Commission 25,000</li> <li>• Human Services Advisory Board 19,000</li> <li>• ArtsCenter 10,000</li> </ul> <p><b>Base plus priority options</b></p>	422,700                         10,795,700
<p><b>Debt Service -</b>                      Payments on bonds 3,067,200                      Town Operations Center Debt Service 1,750,000</p>	3,067,200 1,750,000		<p align="right"><b>4,817,200</b></p>
<p><b>Capital Equipment -</b>                      Replacement Servers<sup>a</sup> 68,000</p>	68,000		<p align="right"><b>68,000</b></p>
<p><b>Transfer for Capital Improvements -</b>                      Based on 15-year Capital Improvement Plan:                      Projects under contract (\$290,000 in projects less \$60,000 budgeted in Cell Tower Rental Fees) 230,000</p>	230,000	<p><b>Transfer for Capital Improvements -</b>                      Based on 15-year Capital Improvement Plan:                      Projects not currently under contract  <b>Base plus priority options</b> 886,000</p>	<p align="right"><b>1,116,000</b></p>
<p><b>Total Base Costs</b> 43,857,560</p>	<p><b>43,857,560</b></p>	<p><b>Base plus priority options</b> 2,402,200</p>	<p align="right"><b>46,259,760</b></p>
<p><b>Estimated Total Revenue Available</b><sup>b</sup> 42,684,700  <b>Appropriated Fund Balance - Normal</b> 800,000  <b>Appropriated Fund Balance - One-time</b> 715,000                      Reduction in revenue for School Resource Officers (144,780)</p>	<p>42,684,700                      800,000                      715,000                      (144,780)</p>	<p><b>Estimated Total Revenue Available</b>  <b>Appropriated Fund Balance - Normal</b>  <b>Appropriated Fund Balance - One-time</b>  <b>Reduction in revenue for School Resource Officers</b>                      • Eliminate Rental Licensing Revenue (75,000)                      • Stormwater transfer for vacuum truck and driver 41,100                      • Additional Transfers to General Fund for indirect cost for potential raises in Transportation, Parking and Stormwater Management funds 48,800                      • New fees and changes to existing fees:                      Inspection fees and permits 92,000                      Planning fees and permits 40,000                      Parks and Recreation fees 33,500                      Business License fees 60,000                      Non-Profit and Governmental Garbage fees 15,000                      Commercial Garbage fees 136,000                      Compactor fees and yard waste container rental 10,000                      Engineering fees and permits 65,000                      Parking transfer of fee increases 34,400                      Library Out-of-County fee 5,000  <b>Total Fee Options</b> 505,800</p>	<p>42,684,700                      800,000                      715,000                      (144,780)                      (75,000)                      41,100                      48,800                      92,000                      40,000                      33,500                      60,000                      15,000                      136,000                      10,000                      65,000                      34,400                      5,000                      505,800</p> <p align="right"><b>(1,699,040)</b></p>
<p><b>Difference</b> 197,360</p>	<p><b>197,360</b></p>	<p><b>Difference</b></p>	<p align="right"><b>(1,699,040)</b></p>

1¢ = \$530,000