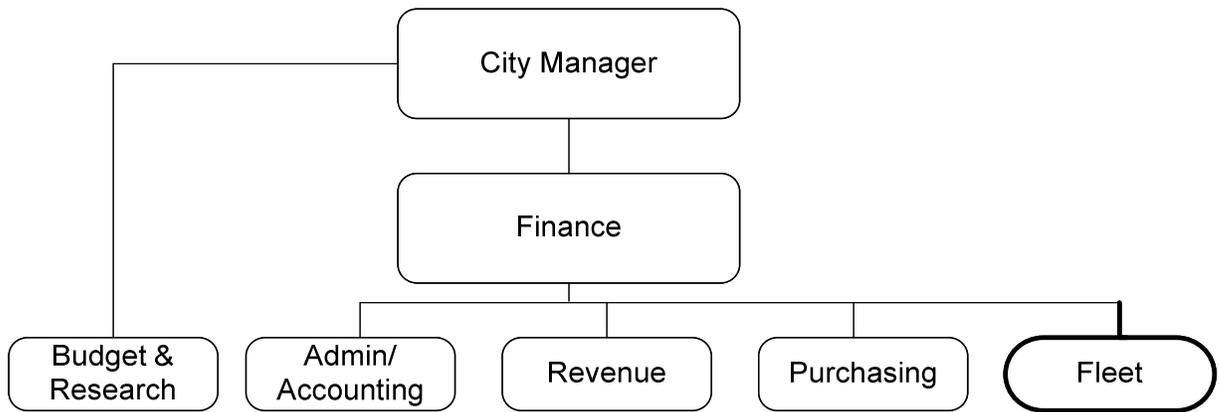


FLEET MAINTENANCE & REPLACEMENT FUND

Mission Statement

"The mission of the Fleet Management Fund is to provide necessary vehicles and equipment as well as repairs and maintenance on these vehicles and equipment to various departments and divisions within the City organization. This function is essential in order that the City may meet the needs of its citizens."



This internal service fund centralizes the expenditures for maintenance and replacement of vehicles for all participating departments. Each City department makes annual payments according to the types of vehicles leased.

FLEET REPLACEMENT FUND

City Focus Area:		All					
		FY 07-08 Actual	FY 08-09 Actual	FY 09-10 Actual	FY 10-11 Estimate	FY 10-11 Actual	Target
Departmental Goal:	To provide a variety of vehicles and equipment, as well as fuel, preventative maintenance and all necessary repairs to ensure that each department has the vehicular resources required to serve the needs of the citizens.						
Objective:	To provide each department/division with an adequate number of vehicles.						
Measure:	Total number of active vehicles and equipment	700	748	757	757	757	757
Measure:	Average # of vehicles/equipment available per day	665	705	715	719	714	719
Measure:	% of vehicles/equipment available per day	95%	94.2%	94.41%	95%	94%	95%
Objective:	To provide prompt turnaround time on vehicles and equipment.						
Measure:	Average # of work orders completed in 24-hours	3,740	2,857	2,471	2,580	2,565	2,795
Measure:	% of work orders completed in less than 24-hours	85%	59.7%	58.15%	60%	58%	65%
Objective:	To continually improve compliance of Preventative Maintenance program through aggressive follow-up with departments.						
Measure:	Average # of PM's completed in scheduled time window	1,149	1,509	1,329	1,349	1,503	1,349
Measure:	% of PM's completed in scheduled time window	77%	80%	86.7%	87%	81%	85%
Objective:	Move the City closer to a "green" fleet through the purchase of more fuel efficient vehicles in the coming years.						
Measure:	Total number of alternative fueled vehicles/equipment	189	214	406	409	409	409
Measure:	% of alternative fueled vehicles/equipment	27%	28.6%	54%	54%	54%	54%

This is a select representation from the goals, objectives, and performance measures managed by the Fleet Replacement Fund

Fleet Maintenance and Replacement Fund

BUDGET SUMMARY

	FY 09-10 Actual	FY 10-11 Adopted	FY 10-11 Adjusted	FY 11-12 Adopted	% Change FY 10-11 to FY 11-12
Expenditures by Section					
Finance	2,964,040	5,226,997	5,236,697	5,013,142	
Nondepartmental	-	9,450	-	-	
Debt Service	2,259,996	868,965	868,965	800,394	
Total	5,224,036	6,105,412	6,105,662	5,813,536	-4.8%
Expenditures by Category					
Personnel	572,813	616,917	616,917	576,688	
Benefits	168,126	191,708	191,708	181,975	
Operating	1,105,637	204,696	214,146	240,144	
Capital Outlay	1,073,576	1,121,250	1,121,250	2,594,335	
Nondepartmental	43,888	3,101,876	3,092,676	1,420,000	
Debt Service	2,259,996	868,965	868,965	800,394	
Total	5,224,036	6,105,412	6,105,662	5,813,536	-4.8%
Authorized Positions	14	14	14	13	(1)

The Fleet Maintenance and Replacement Fund budget for FY 2012 is approximately 5% lower than FY 2011 adopted. This is due primarily to a change in the accounting and budgeting for the reserve for replacement in the Nondepartmental category. The Fleet budget does include all replacement vehicles deferred in FY 2011. Funding is also provided for rolling stock improvements including 65 DVR cameras for installation in police vehicles for FY 2012.

As of July 1, 2011, the Fleet Maintenance and Replacement Fund will no longer maintain approximately 200 pieces of rolling stock for the Cape Fear Public Utility Authority. Because of this reduction, one vacant position is being eliminated from the budget.

Technology Replacement Fund

This internal service fund provides for the scheduled replacement of computers and other technology hardware in order to fully realize the benefits of improving technology and assures that the organization's workforce has the tools available to maximize productivity. The fund also provides for cloud computing services.

BUDGET SUMMARY

	FY 09-10 Actual	FY 10-11 Adopted	FY 10-11 Adjusted	FY 11-12 Adopted	% Change FY 10-11 to FY 11-12
Technology Replacement	270,679	412,700	335,279	217,500	
Technology Services	-	-	190,421	900,000	
Reserve for Replacement	-	40,555	15,555	-	
Total	270,679	453,255	541,255	1,117,500	146.5%

Projected lease payments will provide for the replacement of scheduled equipment, servers for DVR cameras and 48 mobile data terminals with associated peripherals for police vehicles, as well as an additional IT server and provision for repairs. The increase in the Technology Replacement Fund budget over FY 2011 adopted is due to the addition of cloud computing services provided to the City.

Debt Service Fund

This service/reserve fund was established in FY 2004-05 to set aside resources to meet current and future debt service requirements on general long-term debt.

BUDGET SUMMARY

	FY 09-10 Actual	FY 10-11 Adopted	FY 10-11 Adjusted	FY 11-12 Adopted	% Change FY 10-11 to FY 11-12
Water & Sewer Bond Principal	3,606,532	3,025,000	3,025,000	2,985,000	
Water & Sewer Installment Principal	820,000	850,000	850,000	885,000	
Water & Sewer Bond Interest	703,161	592,112	592,112	426,708	
Water & Sewer Installment Interest	791,120	758,320	758,320	724,320	
Water & Sewer Fiscal Agent Fees	72,317	61,680	61,680	51,845	
Bond Principal	1,883,468	2,300,000	2,300,000	2,000,000	
Installment Principal	3,501,333	3,579,615	3,579,615	3,894,458	
Bond Interest	866,472	2,415,694	2,403,694	1,156,981	
Installment Interest	3,604,738	4,499,130	4,499,130	4,569,627	
Fiscal Agent Fees	56,340	14,410	26,410	28,657	
Allocated Costs	124,000	124,316	124,316	124,316	
Total	16,029,481	18,220,277	18,220,277	16,846,912	-7.5%

The Debt Service Fund will reserve \$16,846,912 to cover current and future debt obligations associated with the Capital Improvement Program in the General Fund for FY 2011-12. This is a reduction over FY 2011 adopted and is the result of a deferral of debt issuance for several projects until FY 2013. The fund reflects General Obligation and Installment Financing debt in the amount of \$5,072,873 that cannot be transferred to the Cape Fear Public Utility Authority however, offsetting revenue from the Authority will cover this obligation until it is retired.

Convention Center Operations Fund

This operating fund was established in FY 2007-08 to set aside resources to meet operating expenditures associated with the construction and operation of the Convention Center.

BUDGET SUMMARY

	FY 10-11 Adopted	FY 11-12 Adopted	% Change FY 10-11 to FY 11-12
Operating	2,179,010	3,393,744	
Debt Service	1,431,000	4,224,125	
Fiscal Agent Fees	4,950	-	
Total	3,614,960	7,617,869	110.7%

The Convention Center Operations Fund budget for FY 2011-12 includes operating and debt service costs associated with the convention center and parking facility. This budget also funds personnel expenditures for food and beverage operations, general administrative costs, parking facility expenditures, and utilities. Funding for the continued management by SMG, marketing by the Convention and Visitors Bureau (CVB), and the ongoing coordination and management involved by City staff is also included.