

TOWN OF CARRBORO RECOMMENDED BUDGET FY 2020-21



MAY 26, 2020



COVID – 19 PANDEMIC

- Economic and Revenue Impact FY 2020 and FY 2021
 - Reduced consumer consumption
 - Record unemployment claims
 - Loss of jobs
 - Permanent reduction of businesses
- Impossible to make solid predictions
- Too many unknown factors
 - How long mitigation efforts necessary
 - Types of fiscal support from state and federal government
 - How long for economic recovery
 - Lack of data and comparable events to inform current public health crisis



FY 2020-21 GOALS



- Survive COVID-19...physically and financially
- Implement the Board's strategic priorities
- Control costs while improving services
- Develop a balanced budget



COVID -19 IMPACT ON 2020-21 BUDGET



- No employee wage adjustments, except OCLW
- No new General Fund employees, except 1.5 employees for stormwater
- Few new program initiatives funded
- Limited conferences, training, and travel
- Reduced revenue estimates for:
local sales tax, Intergovernmental tax
revenues, Rec & Park fees, and
investment earnings



FY 2020-21 RECOMMENDED BUDGET

Fund	Budget
General Fund	\$25,047,981
Special Revenue Fund	\$2,324,517
Stormwater Enterprise Fund	\$994,475
Parking Enterprise Fund	\$346,300
Capital Fund	\$42,100,375
Total All Funds	\$70,813,648





COVID19 IMPACT - GENERAL FUND REVENUES

	FY 2018/19 Actual	FY 2019/20 YE Projection	FY 2019/20 Budget	FY 2020/21 Recommended Budget	Change (\$)	Change (%)
Property Tax	\$13,113,521	\$13,209,540	\$12,978,367	\$13,156,500	\$178,133	1.37%
Local Sales Tax	\$4,880,681	\$4,071,035	\$4,649,090	\$4,242,202	(\$406,888)	(8.75%)
Other Taxes/Licenses	\$1,630,839	\$1,554,729	\$1,610,441	\$1,603,045	(\$7,396)	(0.46%)
Intergov't Rev	\$2,180,635	\$1,962,701	\$2,045,898	\$2,027,836	(\$18,062)	(0.88%)
Sales & Services	\$253,024	\$144,349	\$273,050	\$131,250	(\$141,800)	(51.93%)
All Other Revenue	\$1,867,896	\$1,732,944	\$1,519,409	\$1,605,199	\$85,790	5.65%
Total Revenues	\$23,926,596	\$22,675,298	\$23,076,255	\$22,766,032	(\$310,223)	(1.34%)



GENERAL FUND REVENUE BUDGET

	FY 2018/19 Actual	FY 2019/20 Budget	FY 2020/21 Recommended Budget	Change (\$)	Change (%)
Property Tax	\$13,113,521	\$12,978,367	\$13,156,500	\$178,133	1.37%
Local Sales Tax	\$4,880,681	\$4,649,090	\$4,242,202	(\$406,888)	-8.75%
All Other Revenue	\$5,932,394	\$5,448,798	\$5,367,330	(\$81,468)	-1.50%
Fund Balance		\$1,500,753	\$2,281,949	\$781,196	52.05%
Total Revenues	\$23,926,596	\$24,577,008	\$25,047,981	\$470,973	1.92%





PROPERTY TAX REVENUE

	FY 2018/19 Actual	FY 2019/20 Budget	FY 2020/21 Recommended Budget	Change (\$)	Change (%)
Assessed Valuation	\$2,389,985,868	\$2,269,860,965	\$2,269,860,965	-	-
General Fund Tax Rate	\$0.5894	\$0.5894	\$0.5894	-	-
General Fund Revenue	\$13,113,521	\$12,978,367	\$13,156,500	\$178,133	1.4%
Affordable Housing Tax Rate	\$0.005	\$0.01	\$0.01	\$0.000	-
Affordable Housing Revenue	\$110,071	\$225,000	\$223,500	(\$1,500)	(0.67%)
Total Tax Rate	\$0.5944	\$0.5994	\$0.5994	\$0.000	-
Total Revenue	\$13,223,592	\$13,203,367	\$13,380,000	\$176,633	1.34%
Collection Rate	99.44%	95.00%	95.00%	N/A	N/A





LOCAL SALES TAX REVENUE

Fiscal Year	Amount	Change (\$)	Change (%)
FY 2009-10 Actual	\$3,039,932	(\$97,904)	(3.1%)
FY 2010-11 Actual	\$3,113,356	\$73,424	2.4%
FY 2011-12 Actual	\$3,308,060	\$194,704	6.3%
FY 2012-13 Actual	\$3,427,678	\$119,618	3.6%
FY 2013-14 Actual	\$3,567,123	\$139,445	4.0%
FY 2014-15 Actual	\$3,897,200	\$330,077	9.3%
FY 2015-16 Actual	\$4,105,283	\$208,083	5.3%
FY 2016-17 Actual	\$4,345,612	\$240,329	5.9%
FY 2017-18 Actual	\$4,557,933	\$212,321	4.9%
FY 2018-19 Budget	\$4,475,980	\$81,953	1.8%
FY 2019-20 Budget	\$4,649,090	\$173,110	3.9%
FY 2020-21 Budget	\$4,242,202	(\$406,888)	(8.75%)



ALL OTHER REVENUE SOURCES

	FY 2018/19 Actual	FY 2019/20 Budget	FY 2020/21 Recommended Budget	Change (\$)	Change (%)
Intergovernmental	\$2,266,614	\$2,045,898	\$2,027,836	(\$18,062)	(0.88%)
Other Taxes & Licenses	\$1,630,840	\$1,610,441	\$1,603,045	(\$7,396)	(0.46%)
Fees & Permits	\$1,273,962	\$1,227,219	\$1,221,929	(\$5,290)	(0.43%)
Sales & Services	\$253,023	\$273,050	\$131,250	(\$141,800)	(51.93%)
All Other	\$507,955	\$292,190	\$383,270	\$91,080	31.17%
Total – All Other Revenue Sources	\$5,932,394	\$5,448,798	\$5,367,330	(\$81,468)	(1.50%)



PERSONNEL

Department	FY 2019-20 Positions	FY 2020-21 Recommended Positions	Change
General Government	20.00	20.00	-
Police	42.00	42.00	-
Fire & Rescue	37.00	37.00	-
Planning	15.50	14.50	(1.0)
Recreation & Parks	13.50	13.50	-
Public Works	37.00	37.00	-
TOTAL GENERAL FUND	165.00	164.00	(1.00)
Storm Water Utility	2.00	3.50	1.50
TOTAL STORM WATER UTILITY	2.00	3.50	1.50
TOWN TOTAL	167.00	167.50	0.50





STRATEGIC INITIATIVES

- ❖ Police Recruitment and Retention
- ❖ Comprehensive Plan
- ❖ Affordable Housing (1.5¢ property tax rate increase phased in over 3 years; delay the 3rd year until FY22)
- ❖ 203 S. Greensboro Project
- ❖ Town Facilities Renovations
- ❖ Governments Advancing Racial Equity (GARE)
- ❖ Community Climate Action Plan
- ❖ Bike/Pedestrian Capital Improvements
- ❖ Bike Plan Update





0.0% SALARY ADJUSTMENT

Additional Salary Cost*	\$0
Additional Benefits Cost**	\$192,235
Total Cost	\$192,235

* Proposed reclassification for the Police Officer I and Police Officer II positions

**FICA, Local Government Employee Retirement System, and Supplemental Retirement Program due to salary increases
July 1, 2020





PAST SALARY & HEALTH INSUR. ADJMTS.

Fiscal Year	Salary Adjustment	CPI	Employee & Children (Annual Cost)	Employee & Spouse (Annual Cost)	Family (Annual Cost)
2009-2010	None	4.3%	\$2,416.80	\$3,088.08	\$4,967.76
2010-2011	\$455 Lump Sum	1.4%	\$2,731.20	\$3,489.60	\$5,613.84
2011-2012	\$750 - \$1,250 Lump Sum	4.0%	\$2,953.80	\$3,774.24	\$6,071.76
2012-2013	3% COLA	3.2%	\$2,867.76	\$3,664.32	\$5,894.88
2013-2014	1.9% COLA	1.9%	\$2,867.76	\$3,664.32	\$5,894.88
2014-2015	2.0% COLA	1.9%	\$3,146.88	\$4,021.20	\$6,468.48
2015-2016	2.0% COLA	1.9%	\$3,524.76	\$4,504.32	\$7,245.24
2016-2017	1.5% Across-the-Board	(0.1%)	\$3,649.32	\$4,664.16	\$7,502.40
2017-2018	3.0% Across-the-Board	2.0%	\$4,142.00	\$4,666.00	\$6,162.00
2018-2019	3.0% Across-the-Board	1.8%	\$4,713.60	\$5,309.76	\$7,012.32
2019-2020	4.0% Across-the-Board	1.5%	\$5,017.08	\$5,651.76	\$7,463.76
2020-2021	None – due to COVID19	2.1%	\$5,518.80	\$6,216.84	\$8,210.16



LGERS RATES



LGERS RATES	POLICE	NON-POLICE
FY 2015-16	6.67%	7.15%
FY 2016-17	8.00%	7.25%
FY 2017-18	8.25%	7.56%
FY 2018-19	8.50%	7.75%
FY 2019-20	9.70%	8.95%
FY 2020-21	10.84%	10.20%
<i>FY 2021-22</i>	<i>12.10%</i>	<i>11.35%</i>



HEALTH INSURANCE PREMIUMS

Health Insurance	Amount
FY 2019-20 Budget	\$2,819,354
FY 2020-21 Budget	\$3,242,257
Premium Increase of %	15.0%





ECONOMIC DEVELOPMENT

- Funding for the CTDA (from hotel/motel tax) = \$160,050
- Revolving Loan Fund
 - Moved \$300K to the Emergency Loan Fund
 - 3 Active loans with an outstanding principle of \$68,490
 - Est. \$278,515 available for new loans in FY 2020-21
- Energy Efficiency Revolving Loan Fund
 - 5 Active Loans with an outstanding principle of \$29,243
 - Est. \$118,260 available for new loans in FY 2020-21
- Emergency Loan/Grant Fund
 - \$475K available for grants/loans to small businesses for COVID-19 relief
 - CTDA provided \$175,000
 - As of 4/16/20, ten loans approved for a total of \$167,220





COMMUNITY FUNDING

	FY 2019-2020 Budget	FY 2020-2021 Budget	Change (%)
Arts Center	\$20,000	\$20,000	0%
Human Services Grants *	\$249,000	\$274,000	10%
Community Dinner	\$1,000	\$1,000	0%
El Centro Hispano	\$42,970	\$42,970	0%
DACA	-	\$10,000	100%
Orange County Food Council	\$8,750	\$8,750	0%

* \$21,000 in funding transferred to Affordable Housing Fund in FY20





AFFORDABLE HOUSING FUND



Community Home Trust	\$ 74,518
Home Consortium Match	\$ 14,057
Partnership to End Homelessness	\$ 35,232
Deferred Loan Program	\$ 10,000
Critical Home Repair	\$ 61,050
Rental/Deposit Assistance	\$ 31,703
Acquisition/Development	\$100,000
Affordable Housing Advisory Board	\$ 500
Contingency	\$ 10,940
TOTAL	\$338,000



RECREATION, PARKS AND CULTURAL

- Community Events
 - ❑ Carrboro Day - \$11,000
 - ❑ July 4th - \$20,000
 - ❑ Open Streets - \$5,000
 - ❑ Music Festival— \$47,500 *
 - ❑ Film Festival – \$21,150 *
 - ❑ Poetry Alive - \$8,250 *
 - ❑ Freight Train Blues - \$21,500 *

** Funded 100% by the Carrboro Tourism Development Authority
(\$98,400 Total Funding)*





CHAPEL HILL TRANSIT OPERATIONS

Fiscal Year	Amount
2018-19 Actual	\$1,808,940
2019-20 Adopted Budget	\$2,002,600
2020-21 Recommendation	\$2,029,600





SIDEWALKS & GREENWAYS

- Jones Creek Greenway (\$850,250)
- Morgan Creek Greenway (\$2,068,500)
- S. Greensboro Street Sidewalk (\$1,750,119)
- Sidewalk Repairs (\$190,000)





COMMUNITY CLIMATE ACTION PLAN

- Energy Efficiency Revolving Loan Fund
 - Weatherization for Low Income Housing
 - Solar
- Green Neighborhoods Initiative
- Organic Waste Collection and Composting
 - Bin Sales
 - Multifamily Pilot
- Food Choice Events
- EV Charging Station Partnership
- Ecosystem Protection and Enhancement Projects
- Municipal and Community Green House Gas Emissions Inventory





VEHICLE & EQUIPMENT PURCHASES

Department	Vehicle/Equipment	Cost Est.
Police	6 Vehicles @ \$56,000	\$336,000
Fire	Tanker Truck	\$300,000
Fire	Ford Hybrid Explorer	\$49,000
PW	Ford Explorer	\$32,000
PW	Ford Ranger	\$32,000
PW	Boom Truck	\$155,000
	TOTAL	\$904,000





DEBT SERVICE

Project	Debt Issue	FY 2018-19 Actual	FY 2019-20 Budget	FY 2020-21 Budget
Vehicle/Equipment	Varies/Year	\$371,929	\$671,368	\$547,216
Long-Term Debt				
Sidewalks and Greenway GO Bonds 2013	\$4,600,000	\$327,500	\$322,136	\$317,500
Fire Station #2	\$3,250,000	\$251,740	\$251,740	\$240,517
<i>Total Long-Term Debt</i>	<i>\$7,850,000</i>	<i>\$579,240</i>	<i>\$573,876</i>	<i>\$558,017</i>
TOTAL ALL DEBT	N/A	\$951,169	\$1,245,244	\$1,105,233





ENTERPRISE FUNDS

■ Stormwater

- Funded with Stormwater Fees
- Add 1.5 employees in FY21
- Multi-year fund to track capital projects related to stormwater



■ Parking

- New Fund for FY21
- Maintenance and improvements for various Town parking lots
- Leases for non-Town owned parking
- 100% funded from the General Fund in 2021





BUDGET DEVELOPMENT SCHEDULE

- May 26: Manager Submits Recommended Budget
- May 26: Board Holds 1st Budget Work Session
- June 2: Public Hearing on Recommended Budget
- June 2: 2nd Budget Work Session (optional)
- June 23: Board Adopts FY 2020-2021 Budget





QUESTIONS?

