



Ordinance Number: FY 2019-20
Date Adopted: June 17, 2019
Effective Date: July 1, 2019

**BUDGET ORDINANCE FY 2019-2020
KURE BEACH, NORTH CAROLINA**

Be it ordained by the Town Council of Kure Beach, North Carolina:

Section I. Budget Adoption: There is hereby adopted the following operating budget for the Town of Kure Beach for the Fiscal Year beginning July 1, 2019 and ending June 30, 2020; the same being adopted by fund. Activity within each fund is listed as follows:

GENERAL FUND

EXPENDITURES:

Governing Body	\$ 38,290
Committees	5,005
Finance	166,660
Administration	549,763
Community Center	23,300
Elections	3,300
Emergency Management	2,500
Tax Collections	28,800
Legal Department	34,679
Police Department	1,630,215
Fire Department	805,218
Lifeguards	207,174
Parks & Recreation	212,474
Building Inspections	199,788
Streets & Sanitation	897,657
Debt Service	716,925
Transfer to Beach Protection Fund	18,000
Contingency	<u>20,000</u>
TOTAL EXPENDITURES	<u>\$5,559,748</u>

GENERAL FUND (continued)

REVENUES:

Property Tax (current & prior years)	\$3,044,300
Sales Tax	960,500
Garbage & Recycle Fees	488,000
TDA Funds	260,000
Franchise & Utility Tax	240,000
Motor Vehicle License Tax	10,000
ABC Revenue	19,175
Building Permits/Impact Fees/ CAMA Fees/Fire Inspections	99,350
Communication Tower Rent	84,348
Town Facility Rentals	19,000
Parks & Rec/Community Center/ Street Festival	28,500
Other Revenue	161,575
Other Financing Sources	<u>145,000</u>
TOTAL REVENUES	<u>\$5,559,748</u>

POWELL BILL FUND

EXPENDITURES:

Street Maintenance & Repair	<u>\$ 66,450</u>
TOTAL EXPENDITURES	<u>\$ 66,450</u>

REVENUES:

Powell Bill Allocation	\$ 64,950
Interest Income	<u>1,500</u>
TOTAL REVENUES	<u>\$ 66,450</u>

STORM WATER FUND

EXPENDITURES:

Storm Water Operations \$ 335,225

TOTAL EXPENDITURES \$ 335,225

REVENUES:

Storm Water Monthly Fees \$ 230,000

Storm Water Building Fees 100,000

Interest Income 5,225

TOTAL REVENUES \$ 335,225

BEACH PROTECTION FUND

EXPENDITURES:

Beach Protection Reserves \$ 24,500

TOTAL EXPENDITURES \$ 24,500

REVENUES:

Interest Income \$ 6,500

Transfer from General Fund 18,000

TOTAL REVENUES \$ 24,500

FEDERAL ASSET FORFEITURE FUND

EXPENDITURES:

Federal Asset Forfeiture Expenses \$ 50,000

TOTAL EXPENDITURES \$ 50,000

FEDERAL ASSET FORFEITURE FUND (continued)

REVENUES:

Fund Balance Appropriated	\$ 50,000
TOTAL REVENUES	<u>\$ 50,000</u>

WATER AND SEWER FUND

EXPENDITURES:

W/S Governing Body	\$ 19,040
W/S Legal Department	34,679
W/S Finance	208,446
W/S Administration	312,913
W/S Operations	<u>1,849,312</u>
TOTAL EXPENDITURES	<u>\$2,424,390</u>

REVENUES:

Water Charges	\$ 917,050
Sewer Charges	1,301,100
Tap & Reconnection Fees	91,800
Other Revenue	24,440
Other Financing Sources	<u>90,000</u>
TOTAL REVENUES	<u>\$2,424,390</u>

SEWER EXPANSION RESERVE FUND (SERF)

EXPENDITURES:

Sewer Reserve	\$ <u>17,420</u>
TOTAL EXPENDITURES	<u>\$ 17,420</u>

SEWER EXPANSION RESERVE FUND (SERF) (continued)

REVENUES:

System Development Fees	\$ 14,800
Interest Income	<u>2,620</u>
TOTAL REVENUES	<u>\$ 17,420</u>

EXPENDITURES	ALL FUNDS	<u>\$8,477,733</u>
REVENUES	ALL FUNDS	<u>\$8,477,733</u>

Section II. Levy of Taxes: There is hereby levied, for the Fiscal Year 2019-2020, an Ad Valorem tax rate of 34 cents (\$0.34) per one hundred dollars (\$100) valuation of taxable property as listed for taxes as of January 1, 2019. This rate shall be levied entirely in the General Fund.

The tax rate is based on an estimated total valuation of property for the purposes of taxation of nine hundred three million four hundred forty-nine thousand seven hundred dollars (\$903,449,700) and an estimated collection rate of ninety-nine percent (99%).

Section III. Salaries and Staffing: The following shall govern salary and wage compensation for Fiscal Year 2019-2020:

- A. Pay Plan. There is hereby adopted a pay plan that includes an across the board cost of living adjustment in the amount of 2.8% applicable to all full-time Town employees.

- B. Salary Adjustments. Each employee's salary shall be examined to ensure that the pay grade reflects the years of service, proficiency and quality of work. Merit raises are allotted at 1.5% this year for employees.

The number of full-time personnel is increased by two, one in the Police Department and one in the Building Inspections/Code Enforcement Department.

Section IV. The Budget Officer hereby authorized to transfer appropriations within a fund as contained herein under the following conditions as specified in North Carolina General Statute Chapter 159.

- A. The Budget Officer may transfer amounts between line item expenditures without limitation and without a report being required up to \$10,000 at any one time.

B. The Budget Officer may transfer amounts within departments and of the same fund and reported as part of the financial statements. He shall make an official report immediately to Council on such transfers.

C. The Budget Officer may not transfer amounts between funds without prior Council action.

Section V. Restricted Revenues: The Finance Officer is hereby directed to fund appropriations that have specified revenues prior to funding with General Fund monies. This is to include but not limited to Local, State and Federal grants.

Section VI. Encumbrances: All outstanding encumbrances from prior fiscal years are to be carried forward to Fiscal Year 2019-2020. All Project Ordinance appropriations are continued.

Section VII. Budget Control: The Town Council in approving the budget has utilized to the fullest extent possible its revenue sources. Over collections of revenues or unanticipated revenue sources cannot be expected during the year. It is therefore of utmost importance that Department Heads initiate steps to insure compliance with the budget as fixed herein and they are hereby directed to do so.

Section VIII. The Town Council hereby authorizes the New Hanover County Tax Administrator to bill and collect taxes for the Town, including the annual five dollars (\$5) motor vehicle license tax.

Section IX. Fees and Charges: There is hereby established, for Fiscal Year 2019-2020, various fees and charges as contained in the attached Fee Schedule. Changes from the Fiscal Year 2018-2019 Fee Schedule are as follows:

Ad Valorem Tax Rate (per \$100 of valuation)	Increase from \$0.33 to \$0.34
Residential Water – Monthly minimum gallons	Decrease from 2,500 to 2,000 gallons
Residential Water – per 100 gallons for monthly usage from 2,001 gallons to 7,000 gallons	Increase from \$0.45 to \$0.495
Residential Water – per 100 gallons for monthly usage from 7,001 gallons to 12,000 gallons	Increase from \$0.675 to \$0.7425
Residential Water – per 100 gallons for monthly usage in excess of 12,000 gallons	Increase from \$1.0125 to \$1.11375
Residential Sewer – Monthly minimum gallons	Decrease from 2,500 to 2,000 gallons
Residential Sewer – per 100 gallons for monthly usage from 2,001 gallons to 7,000 gallons	Increase from \$0.58 to \$0.638

Residential Sewer – per 100 gallons for monthly usage from 7,001 gallons to 12,000 gallons	Increase from \$0.87 to \$0.957
Residential Sewer – per 100 gallons for monthly usage in excess of 12,000 gallons	Increase from \$1.305 to \$1.4355
Commercial Water – Monthly minimum gallons	Decrease from 2,500 to 2,000 gallons
Commercial Water – per 100 gallons for monthly usage from 2,001 gallons to 70,000 gallons	Increase from \$0.694 to \$0.7634
Commercial Water – per 100 gallons for monthly usage in excess of 70,000 gallons	Increase from \$0.8675 to \$0.95425
Commercial Sewer – Monthly minimum gallons	Decrease from 2,500 to 2,000 gallons
Commercial Sewer – per 100 gallons for monthly usage from 2,001 gallons to 70,000 gallons	Increase from \$0.7125 to \$0.78375
Commercial Sewer – per 100 gallons for monthly usage in excess of 70,000 gallons	Increase from \$0.89063 to \$0.9797
Out of Town (EJT) Water – Monthly minimum gallons	Decrease from 2,500 to 2,000 gallons
Out of Town (EJT) Water – per 100 gallons for monthly usage from 2,001 gallons to 70,000 gallons	Increase from \$0.7875 to \$0.86625
Out of Town (EJT) Water – per 100 gallons for monthly usage in excess of 70,000 gallons	Increase from \$0.98438 to \$1.08282
Out of Town (EJT) Sewer – Monthly minimum gallons	Decrease from 2,500 to 2,000 gallons
Out of Town (EJT) Sewer – per 100 gallons for monthly usage from 2,001 gallons to 70,000 gallons	Increase from \$1.0125 to \$1.11375
Out of Town (EJT) Sewer – per 100 gallons for monthly usage in excess of 70,000 gallons	Increase from \$1.26563 to \$1.39219

This ordinance being duly passed and adopted this 17th day of June, 2019.

Craig Bloszinsky, Mayor

Nancy Avery, Town Clerk