



Ordinance Number: FY 2021-22
Date Adopted:
Effective Date: July 1, 2021

**BUDGET ORDINANCE FY 2021-2022
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, 2021 and ending June 30, 2022; the same being adopted by fund. Activity within each fund is listed as follows:

GENERAL FUND

EXPENDITURES:

Governing Body	\$ 47,810
Committees	59,450
Finance	238,392
Administration	342,715
Community Center	21,500
Elections	3,700
Emergency Management	2,500
Tax Collections	30,600
Legal Department	82,400
Police Department	1,655,669
Fire Department	1,125,287
Lifeguards	270,628
Parks & Recreation	228,550
Building Inspections	209,913
Streets & Sanitation	1,411,617
Debt Service	679,765
Paid Parking Program	<u>200,000</u>

TOTAL EXPENDITURES \$6,610,496

GENERAL FUND (continued)

REVENUES:

Property Tax (current & prior years)	\$3,293,500
Sales Tax	1,305,000
Garbage & Recycle Fees	512,500
Paid Parking Program	352,040
TDA Funds	316,426
Franchise & Utility Tax	245,000
Communication Tower Rent	78,635
Building Permits/CAMA Fees/ Fire Inspections	76,050
Sales Tax Refund	46,000
Parks & Rec/Community Center/ Street Festival	30,050
ABC Revenue	14,925
Town Facility Rentals	14,000
Motor Vehicle License Tax	11,000
Beer & Wine Tax	9,600
Other Revenue	9,770
Other Financing Sources	<u>296,000</u>
TOTAL REVENUES	<u>\$6,610,496</u>

POWELL BILL FUND

EXPENDITURES:

Street Maintenance, Repair & Paving	<u>\$ 318,650</u>
TOTAL EXPENDITURES	<u>\$ 318,650</u>

REVENUES:

Powell Bill Allocation	\$ 61,450
Interest Income	125
Fund Balance Appropriated	<u>257,075</u>
TOTAL REVENUES	<u>\$ 318,650</u>

STORM WATER FUND

EXPENDITURES:

Storm Water Operations \$ 700,457

TOTAL EXPENDITURES **\$ 700,457**

REVENUES:

Storm Water Monthly Fees \$ 413,000

Storm Water Building Fees 60,000

Interest Income 260

Other Financing Sources 220,000

Fund Balance Appropriated 7,197

TOTAL REVENUES **\$ 700,457**

BEACH PROTECTION FUND

EXPENDITURES:

Beach Protection Reserves \$ 390

TOTAL EXPENDITURES **\$ 390**

REVENUES:

Interest Income \$ 390

TOTAL REVENUES **\$ 390**

FEDERAL ASSET FORFEITURE FUND

EXPENDITURES:

Federal Asset Forfeiture Expenses \$ 25,000

TOTAL EXPENDITURES **\$ 25,000**

FEDERAL ASSET FORFEITURE FUND (continued)

REVENUES:

Fund Balance Appropriated	\$ 25,000
TOTAL REVENUES	<u>\$ 25,000</u>

WATER AND SEWER FUND

EXPENDITURES:

W/S Governing Body	\$ 19,445
W/S Legal Department	15,200
W/S Finance	289,256
W/S Administration	294,165
W/S Operations	<u>2,183,867</u>
TOTAL EXPENDITURES	<u>\$2,801,933</u>

REVENUES:

Water Charges	\$ 915,000
Sewer Charges	1,400,000
Tap & Reconnection Fees	46,800
Other Revenue	13,553
Other Financing Sources	220,000
Fund Balance Appropriated	<u>206,580</u>
TOTAL REVENUES	<u>\$2,801,933</u>

SEWER EXPANSION RESERVE FUND (SERF)

EXPENDITURES:

Sewer Reserve	\$ 9,090
TOTAL EXPENDITURES	<u>\$ 9,090</u>

SEWER EXPANSION RESERVE FUND (SERF) (continued)

REVENUES:

System Development Fees	\$ 8,880
Interest Income	<u>210</u>
TOTAL REVENUES	<u>\$ 9,090</u>

EXPENDITURES **ALL FUNDS** **\$10,466,016**

REVENUES **ALL FUNDS** **\$10,466,016**

Section II. Revenue-Neutral Tax Rate: As required by N.C.G.S., Section 159-11(e), in each year that a general reappraisal of real property is conducted, a statement of the revenue-neutral tax rate must be presented for comparison purposes. In regard to the January 1, 2021 reappraisal, the revenue-neutral tax rate, adjusted for growth, has been calculated at 25.58 cents (\$0.2558) per one hundred dollars (\$100) valuation.

Section III. Levy of Taxes: There is hereby levied, for Fiscal Year 2021-2022, an Ad Valorem tax rate of 26.58 cents (\$0.2658) per one hundred dollars (\$100) valuation of taxable property as listed for taxes as of January 1, 2021. 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 one billion two hundred forty-eight million seventy-two thousand five hundred dollars (\$1,248,072,500) and an estimated collection rate of ninety-nine percent (99%).

Section IV. Salaries and Staffing: The following shall govern salary and wage compensation for Fiscal Year 2021-2022:

A. Pay Plan. There is hereby adopted a pay plan that includes an across the board cost of living adjustment in the amount of 1.3% 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 3.0% this year for employees.

The number of full-time personnel is increased by two in the Fire Department.

Section V. 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 VI. 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 VII. Encumbrances: All outstanding encumbrances from prior fiscal years are to be carried forward to Fiscal Year 2021-2022. All Project Ordinance appropriations are continued.

Section VIII. 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 ensure compliance with the budget as fixed herein and they are hereby directed to do so.

Section IX. 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 X. Fees and Charges: There is hereby established, for Fiscal Year 2021-2022, various fees and charges as contained in the attached Fee Schedule. Changes from the Fiscal Year 2020-2021 Fee Schedule are as follows:

Ad Valorem Tax Rate	Decrease from \$0.34 to \$0.2658
Residential Storm Water Fee	Increase from \$10.00 to \$15.00
Commercial Storm Water Fees	Increase by 50%

This ordinance being duly passed and adopted this 21st day of June, 2021.

Craig Bloszinsky, Mayor

Mandy Sanders, Town Clerk