

City Council Meeting

April 8, 2019



Greenville
NORTH CAROLINA

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Item 13

Preview of the City's 2019-2020
proposed General Fund budget



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GENERAL FUND BUDGET PREVIEW

PROPOSED BUDGET DRAFT 2019-20

City of Greenville's Mission Statement:

To Provide All Citizens With High-Quality Services in an Open, Inclusive, Professional Manner, Ensuring a Community of Excellence Now and in the Future.

FY2019-20 PROPOSED BUDGET BUDGET GOALS

- Support Council's Identified Strategic Goals and Objectives
- Strengthen the City's Core Services
- Promote Excellence Through the Employee Pay Program
- Support Deferred Maintenance / Infrastructure Needs
- Position City for Future Economic Development Opportunities
- Maintain Stable Financial Position



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**PROPOSED GENERAL FUND BUDGET
DRAFT 2019-20**

BUDGET HIGHLIGHTS

PROPOSED GENERAL FUND BUDGET DRAFT 2019-20

BUDGET HIGHLIGHTS

- Maintains Current Tax Rate at 52 ¢
- Provides an Average 2.7% Merit / Market Increase for Employees
- Includes Funding for an Additional 3.0 Fire / Rescue Positions (Station #7 staffing)
- Allocates Funding for Street Improvement Projects at \$2.5 Million
- Provides \$1.28 Million in Funding for Facility Improvement Projects
- Appropriates \$300,000 to Commercial / Industrial Site Development
- Provides Funding for Employer-Share Retirement Increases



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**PROPOSED GENERAL FUND BUDGET
DRAFT 2019-20**

GENERAL FUND DRAFT REVENUES

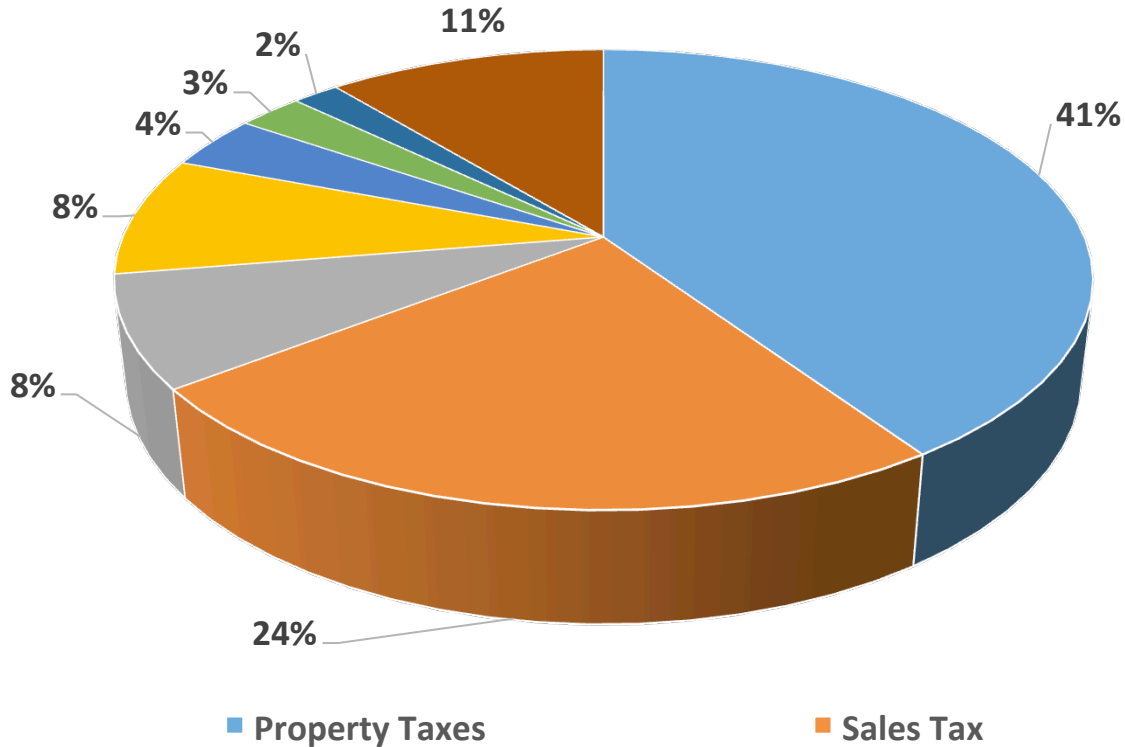


2019-20 GENERAL FUND DRAFT REVENUES

2019-20 Budget Plan	\$	85,888,414
Budget Adjustment		(244,745)
2019-20 Draft Budget	\$	85,643,669
% Change		-0.28%



2019-20 GENERAL FUND DRAFT BUDGET REVENUES



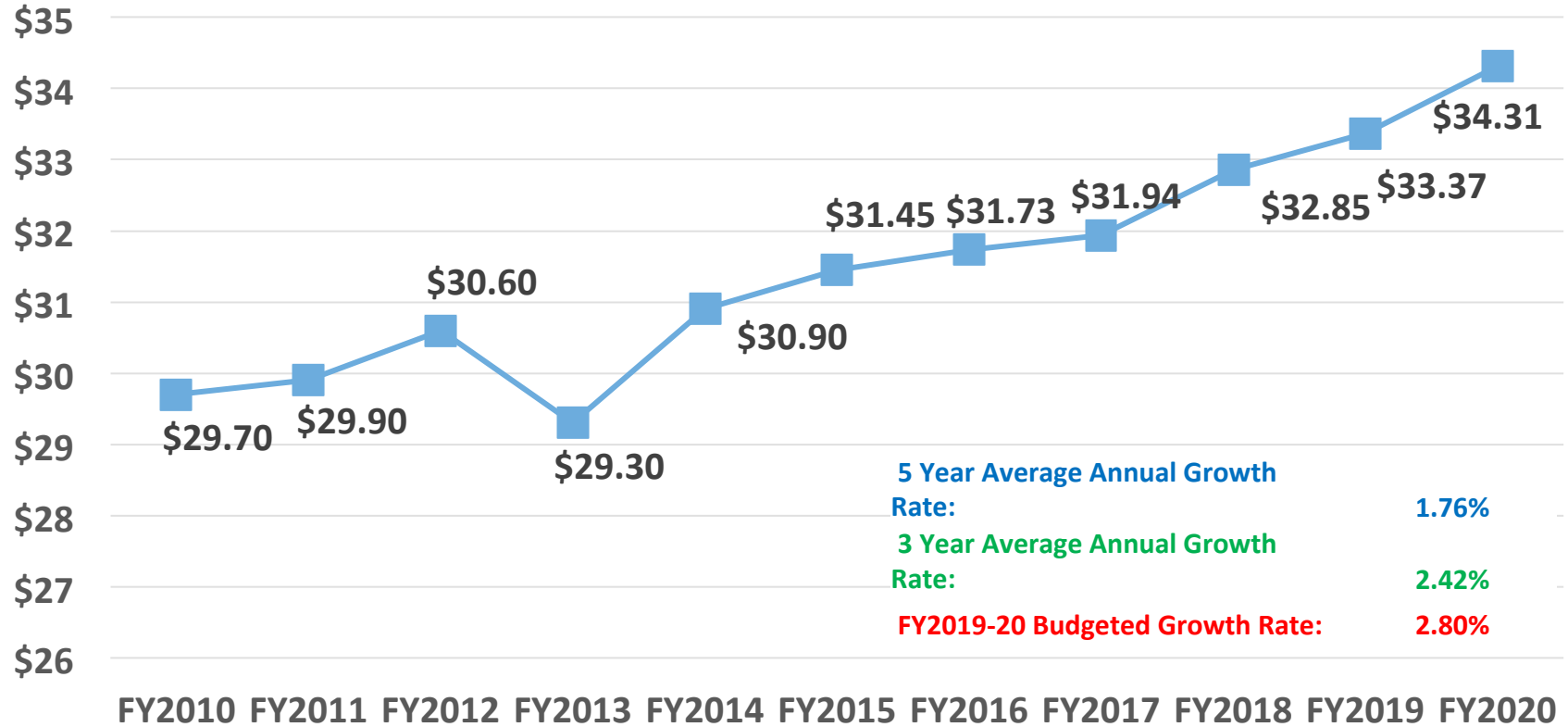
- 81% of Revenue**
- Property Taxes
 - Sales Taxes
 - GUC Transfers In
 - Utilities Franchise Tax



2019-20 GENERAL FUND DRAFT REVENUES

	Budget FY2018-19	Budget Draft FY2019-20
Property Taxes	\$33,722,500	\$34,306,950
Sales Tax	19,738,690	20,370,411
GUC Transfers In	6,731,296	6,639,369
Utilities Franchise Tax	7,000,000	7,100,000
Rescue Transport	3,368,346	3,205,109
Powell Bill - State Allocation	2,220,065	2,182,000
Motor Vehicle Taxes	1,508,522	1,568,863
Inspections	1,399,840	1,255,152
Recreation	1,231,826	1,243,876
Investment Earnings	500,000	850,000
All Other Revenues	6,192,916	5,953,939
Subtotal	83,614,001	84,675,669
Appropriated Fund Balance	1,379,935	968,000
TOTAL	\$84,993,936	\$85,643,669

CITY OF GREENVILLE HISTORICAL PROPERTY TAX REVENUE



CITY OF GREENVILLE HISTORICAL SALES TAX REVENUE

Year	Revenue	Change	% Change
Actual FY2012	\$ 14,694,476	\$ -	-
Actual FY2013	14,672,441	(22,035)	-0.15%
Actual FY2014	14,804,914	132,473	0.90%
Actual FY2015	16,588,707	1,783,793	12.05%
Actual FY2016	17,289,693	700,986	4.23%
Actual FY2017	18,469,673	1,179,981	6.82%
Actual FY2018	19,117,701	648,028	3.51%
Projected FY2019	20,163,534	1,045,833	5.47%
* Draft Budget FY2020	20,370,411	206,877	1.03%

*** Projected FY2016-17 Based on YTD Revenues Through January**



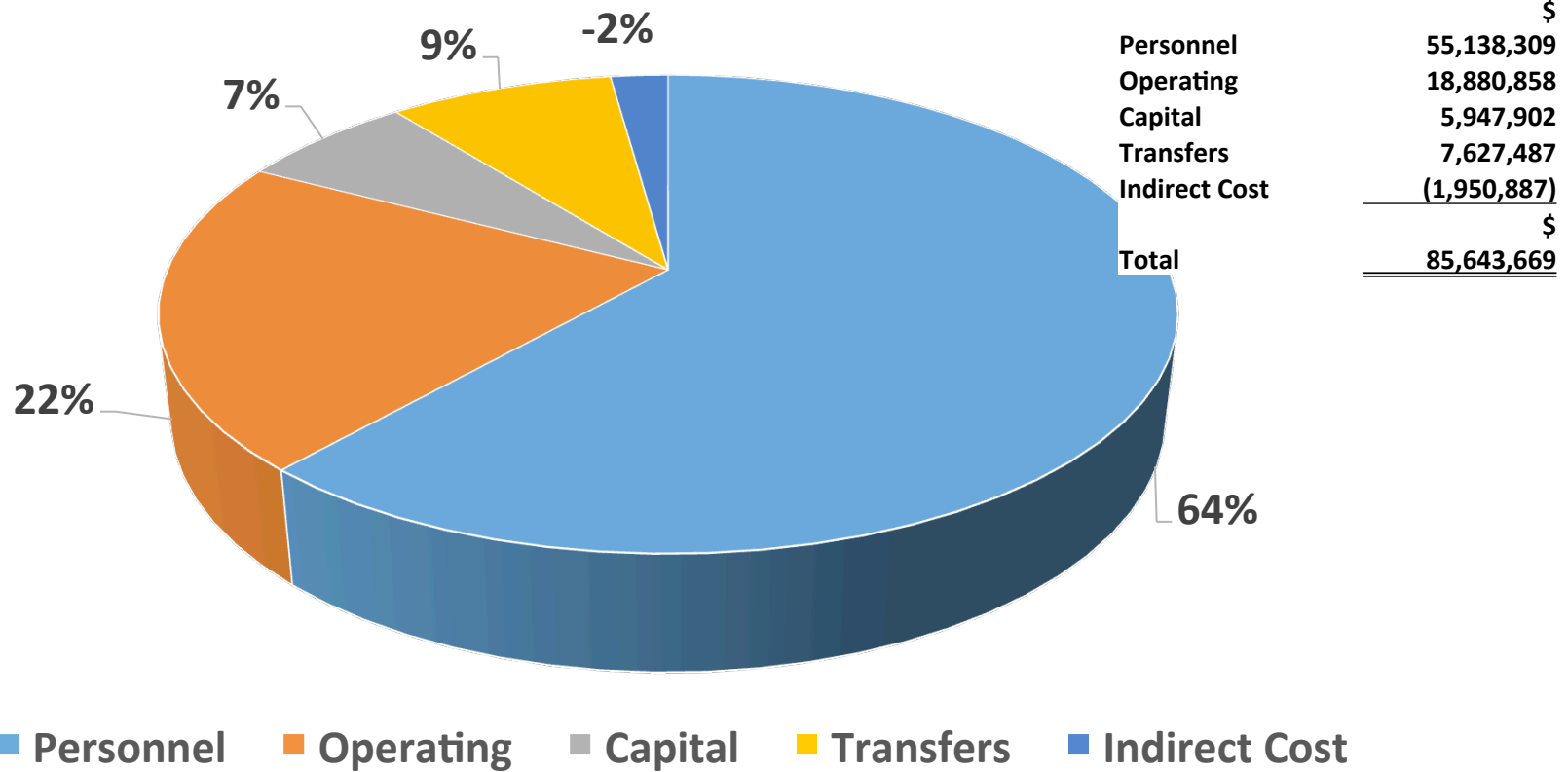
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**PROPOSED GENERAL FUND BUDGET
DRAFT 2019-20**

GENERAL FUND DRAFT EXPENSE



2019-20 GENERAL FUND DRAFT BUDGET EXPENSE





2019-20 DRAFT GENERAL FUND BUDGET EXPENSE

	Original Budget FY2018-19	Budget Draft FY2019-20
Personnel	\$ 54,360,249	\$ 55,138,309
Operating	18,371,069	18,880,858
Capital	7,124,821	5,947,902
Transfers	7,088,684	7,627,487
Indirect Cost	(1,950,887)	(1,950,887)
TOTAL	\$ 84,993,936	\$ 85,643,669



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**PROPOSED GENERAL FUND BUDGET
DRAFT 2019-20**

PERSONNEL EXPENSE

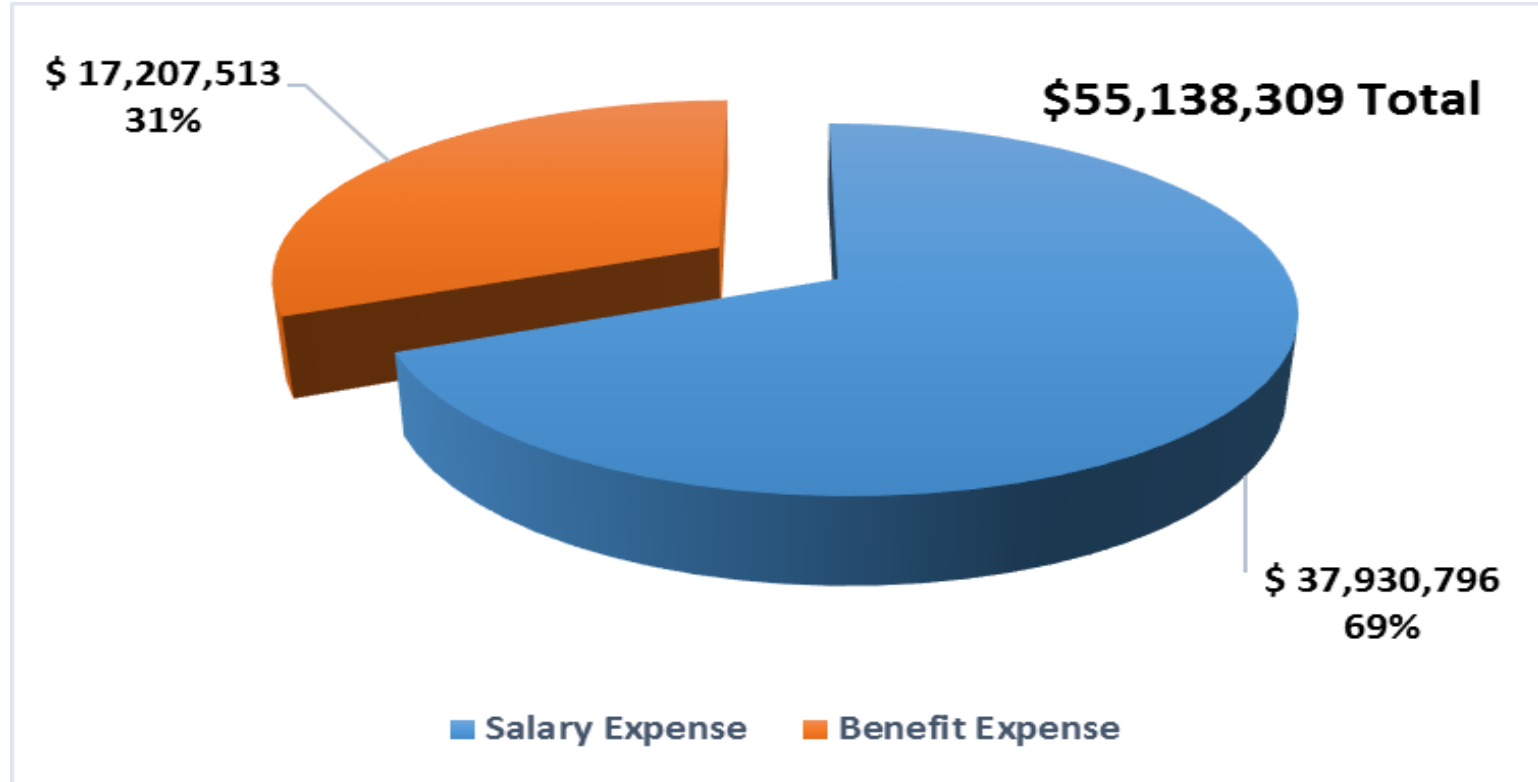


GENERAL FUND DRAFT PERSONNEL EXPENSE

- FY2018 Budget Draft Includes:
 - 2.7% Employee Wage Rate Increase: No Change from FY20 Financial Plan
 - \$593,594 increase in Employer Share Retirement Contribution
 - Maintained 4.0% Vacancy Rate
- FY2018 Budget Draft Does Not Include:
 - Any Additional Positions or Reclassifications Not in FY20 Financial Plan



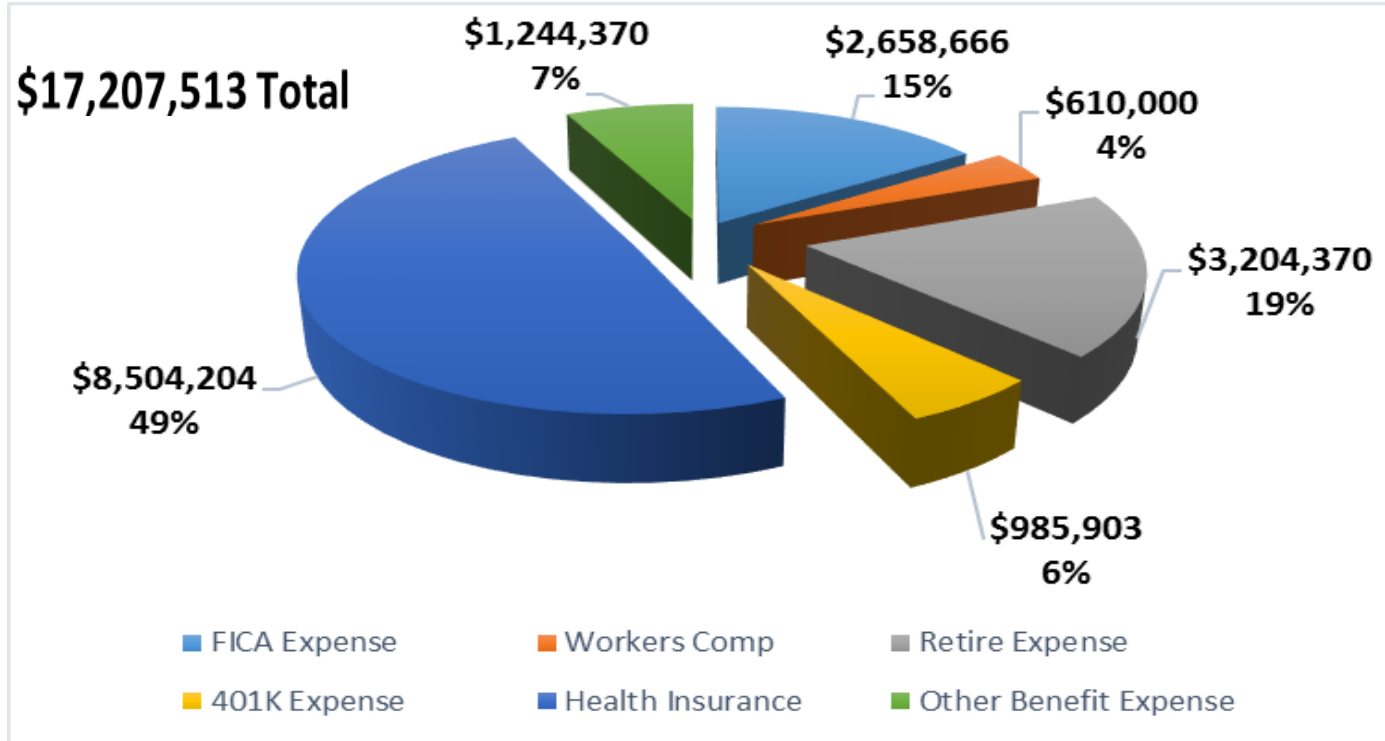
2019-20 GENERAL FUND DRAFT PERSONNEL EXPENSE





2019-20 GENERAL FUND DRAFT PERSONNEL EXPENSE

BENEFIT EXPENSE





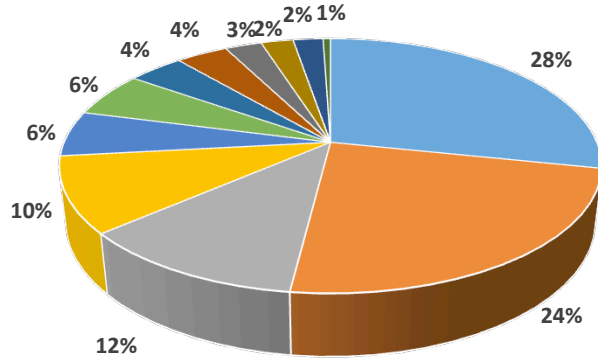
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**PROPOSED GENERAL FUND
BUDGET DRAFT 2019-20**

OPERATING EXPENSE



2019-20 GENERAL FUND DRAFT OPERATING EXPENSE



- Public Works
- Police
- Recreation & Parks
- Fire/Rescue
- Financial Services
- Information Technology
- City Manager's Office
- Other Post Employment Benefits
- Other Departments
- Human Resources
- Community Development
- Contingency

Operating Expense by Department	
Public Works	\$ 5,362,716
Police	4,410,293
Recreation & Parks	2,210,689
Fire/Rescue	1,826,347
Financial Services	1,096,567
Information Technology	1,083,689
City Manager's Office	753,966
Other Post Employment Benefits	700,000
Other Departments	496,205
Human Resources	435,614
Community Development	404,772
Contingency	100,000
Total	\$ 18,880,858



2019-20 GENERAL FUND DRAFT OPERATING EXPENSE

Discretionary Budget	\$ 9,717,177	51.5%
Fixed Cost Budget	9,163,681	48.5%
Total	\$ 18,880,858	100.0%



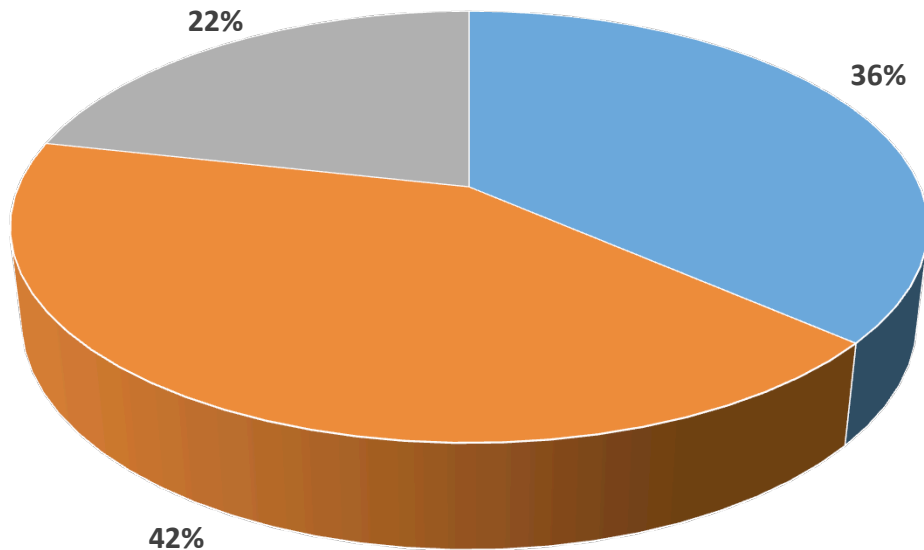
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**PROPOSED GENERAL FUND
BUDGET DRAFT 2019-20**

CAPITAL EXPENDITURES



CAPITAL EXPENDITURES



■ Capital Improvements ■ Street Improvements ■ Facility Improvements

Capital Improvements	\$	2,167,902
Street Improvements		2,500,000
Facility Improvements		<u>1,280,000</u>
Total	\$	<u>5,947,902</u>

% of Overall Budget **6.9%**



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**PROPOSED GENERAL FUND
BUDGET DRAFT 2019-20**

OTHER TRANSFERS

2019-20 GENERAL FUND BUDGET OTHER TRANSFERS

Debt Service Fund	\$ 4,819,754
Sheppard Memorial Library	1,308,057
Housing Fund	319,125
Transit Fund	790,551
Capital Reserve Fund	390,000
Total	<u>\$ 7,627,487</u>



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PROPOSED BUDGET DRAFT 2019-20

SUMMARY

PROPOSED GENERAL FUND BUDGET DRAFT 2019-20

BUDGET HIGHLIGHTS

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PROPOSED GENERAL FUND BUDGET DRAFT 2019-20

NEXT STEPS

- **Updated Property Tax Valuation from Pitt County**
- **New Sales Tax projection based on additional month of collection history (Monitor SB 650)**
- **Proposed Pay Incentives for Public Safety Recruitment and Retention**

PROPOSED GENERAL FUND BUDGET DRAFT 2019-20

BUDGET CALENDAR

- April 8, 2019 City Council Budget Preview
- April 22, 2019 Joint City Council-Greenville Utilities Commission Meeting
- May 1, 2019 Proposed City, GUC, SML, and CVA Budgets Distributed to City Council
- May 6, 2019 Proposed City Budget Presented to Council
- May 9, 2019 Proposed GUC, SML, & CVA Presented to Council
- May 17, 2019 Public Display of Balanced Budgets
- June 10, 2019 Public Hearing- Fiscal Year 2017-18 Budget
- June 13, 2019 Adoption of Fiscal Year 2017-18 Budget

Item 14

Budget ordinance amendment #9 to the 2018-2019 City of Greenville budget (Ordinance #18-038) and Special Grants Revenue (Ordinance #11-003)



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CITY OF GREENVILLE
BUDGET ORDINANCE AMENDMENT #9

CITY OF GREENVILLE

BUDGET ORDINANCE AMENDMENT #9

Budget Ordinance Amendment #9 Includes Adjustments to the Following Funds:

- General Fund**
- Sheppard Library Fund**
- Public Transportation Fund**
- Grants Special Revenue Fund**

CITY OF GREENVILLE
BUDGET ORDINANCE AMENDMENT #9

Description	Impacted	Amount
To recognize funds received from City employees as well as citizens for the 2019 United Way campaign.	General Fund	\$ 1,370
To recognize adjustments made to Sheppard Memorial Library budget as approved by their board on March 20, 2019.	Sheppard Memorial Library	\$ 9,364
To recognize funding received within the Public Transportation (Transit) Fund for Greyhound Bus ticket sales.	Transit Fund	\$ 23,257
To recognize funding received from the US Department of Housing and Urban Development for the LEAD & Healthy Homes Grant.	Grants Special Revenue Fund	\$ 1,600,000

CITY OF GREENVILLE
BUDGET ORDINANCE AMENDMENT #9 SUMMARY

City of Greenville Operating Fund Budget per Amendment #9:

Fund	Budget	%
General	\$ 84,831,109	61.4%
Debt Service	5,463,492	4.0%
Public Transportation (Transit)	3,280,234	2.4%
Fleet Maintenance	4,431,156	3.2%
Sanitation	7,843,096	5.7%
Stormwater	6,408,592	4.6%
Housing	1,824,405	1.3%
Health Insurance	13,562,600	9.8%
Vehicle Replacement	4,332,161	3.1%
Facilities Improvement	3,870,765	2.8%
Capital Reserve	2,413,473	1.7%
Total	\$ 138,261,083	100%

CITY OF GREENVILLE
BUDGET ORDINANCE AMENDMENT #9
SUMMARY

RECOMMENDATION

Approve budget ordinance amendment #9 to the 2018-2019 City of Greenville Operating Budget (Ordinance #18-038), Sheppard Memorial Library Fund (Ordinance #18-038), and Grants Special Revenue Fund (Ordinance #11-003)

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