

CITY OF HIGH POINT

AGENDA ITEM



Title: Adoption of FY 2019-2020 Annual Budget

From: Laura Mason Altizer,
Budget & Performance Manager

Meeting Date: June 3, 2019

Public Hearing: N/A

Advertising Date: N/A

Advertised By: N/A

Attachments: Budget ordinance, fee schedules

PURPOSE:

Consideration of an ordinance to adopt the FY 2019-2020 Annual Budget ordinance and associated fee schedule for the City of High Point.

BACKGROUND:

Staff has worked in conjunction with the City Council and the City Manager to prepare the FY 2019-2020 Annual Budget. The Proposed Budget was presented to the City Council on Thursday, May 16th. A budget worksession was held on Wednesday, May 29 and Thursday, May 30th. A public hearing on the Proposed Budget was held at the City Council meeting Monday, June 3rd.

Listed below are the ordinances and schedules necessary to adopt the 2019-2020 Budget:

- FY 2019-2020 Budget Ordinance
- Current Comprehensive Fee Schedule
- Proposed Changes for Electric and Water Sewer Fees (effective October 1, 2019)

BUDGET IMPACT: N/A

RECOMMENDATION / ACTION REQUESTED:

The Budget Department recommends and asks the Council to approve the budget ordinance.

CITY OF HIGH POINT, NORTH CAROLINA
Fiscal Year 2019-2020 Budget Ordinance

BE IT ORDAINED BY THE CITY OF HIGH POINT, NORTH CAROLINA:

Section 1. The following amounts are hereby appropriated for the operation and maintenance of the City's various governmental departments and divisions for the Fiscal Year beginning July 1, 2019 and ending June 30, 2020:

(1) That for said fiscal year there is hereby appropriated out of the GENERAL FUND for general governmental operations the sum of:

\$ 112,090,881

(2) That for said fiscal year there is hereby appropriated out of the SPECIAL GRANTS FUND for purposes outlined within the various grant provisions, the sum of:

\$ 3,991,544

(3) That for said fiscal year there is hereby appropriated out of the COMMUNITY DEVELOPMENT FUND for purposes outlined within the grant, the sum of:

\$ 3,153,396

(4) That for said fiscal year there is hereby appropriated out of the ECONOMIC DEVELOPMENT FUND, the sum of:

\$ 800,000

(5) That for said fiscal year there is hereby appropriated out of the GENERAL DEBT SERVICE FUND for the payment of debt service charges on general obligation debt, the sum of:

\$ 10,420,089

(6) That for said fiscal year there is hereby appropriated out of the GENERAL CAPITAL PROJECTS FUND for the purpose of construction and/or acquisition of certain long-lived assets, the sum of:

\$ 2,253,323

(7) That for said fiscal year there is hereby appropriated out of the CENTRAL SERVICES FUND the following, the sum of:

Fleet Services	\$ 11,978,869
Radio Repair Shop	2,219,075
Computer Replacement	<u>848,651</u>
	\$ <u>15,046,595</u>

(8) That for said fiscal year there is hereby appropriated out of the WATER and SEWER FUND the following:

Operations	\$ 31,088,839
Debt Service	16,419,196
Transfer to Capital Projects Fund	<u>8,383,550</u>
TOTAL WATER and SEWER FUND	\$ <u>55,891,585</u>

(9) That for said fiscal year there is hereby appropriated out of the WATER and SEWER CAPITAL PROJECTS FUND for the following, the sum of:

Water Sewer Capital Projects	\$ <u>8,383,550</u>
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(10) That for said fiscal year there is hereby appropriated out of the ELECTRIC FUND the following:

Operations	\$ 122,339,253
Capital Projects	8,221,500
Transfer to Capital Projects Fund	<u>1,050,000</u>
TOTAL ELECTRIC FUND	\$ <u>131,610,753</u>

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(11) That for said fiscal year there is hereby appropriated out of the ELECTRIC CAPITAL PROJECTS FUND for the following, the sum of:

Electric Capital Projects	\$ <u>1,050,000</u>
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(12) That for said fiscal year there is hereby appropriated out of the MASS TRANSIT FUND for the following, the sum of:

	\$ <u>4,524,137</u>
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(13) That for said fiscal year there is hereby appropriated out of the MASS TRANSIT CAPITAL PROJECTS FUND for the purpose of operating High Point's Transit System, the sum of:

	\$ <u>570,000</u>
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(14) That for said fiscal year there is hereby appropriated out of the PARKING FACILITIES FUND for the purpose of operating City parking facilities, the sum of:

	\$ <u>378,729</u>
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(15) That for said fiscal year there is hereby appropriated out of the SOLID WASTE FUND the following:

Operations	\$ 15,828,950
Capital Projects	2,216,000
Transfer to Capital Projects Fund	<u>25,000</u>
TOTAL SOLID WASTE FUND	\$ <u>18,069,950</u>

(16) That for said fiscal year there is hereby appropriated out of the LANDFILL CAPITAL PROJECTS FUND for the following, the sum of:

Solid Waste Capital Projects	\$ <u>25,000</u>
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(17) That for said fiscal year there is hereby appropriated out of the STORM WATER FUND the following:

Operations	\$ 3,217,632
Debt Service	1,371,329
Capital Projects	1,615,285
Transfer to Capital Projects Fund	<u>420,000</u>
TOTAL STORM WATER FUND	\$ <u>6,624,246</u>

(18) That for said fiscal year there is hereby appropriated out of the STORM WATER CAPITAL PROJECTS FUND for the following, the sum of:

Storm Water Capital Projects	\$ <u>420,000</u>
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(19) That for said fiscal year there is hereby appropriated out of the MARKET AUTHORITY FUND, the sum of:

	\$ <u>3,175,000</u>
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(20) That for said fiscal year there is hereby appropriated out of the INSURANCE RESERVE FUND, the sum of:

	\$ <u>19,691,335</u>
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Section 2. It is estimated that the following revenues will be available during fiscal year beginning July 1, 2019 and ending June 30, 2020:

General Fund	
Ad Valorem Taxes	\$ 61,815,760
Sales & Use Taxes	30,260,000
Intergovernmental Revenues	10,439,526
Licenses & Permits	3,329,650
Charges for Services	4,825,645
Miscellaneous	1,420,300
Total Revenues and Other Financing Sources	<u>\$ 112,090,881</u>
Grants Fund	
Intergovernmental Revenues	<u>\$ 3,991,544</u>
Community Development Fund	
Intergovernmental Revenues	<u>\$ 3,153,396</u>
Economic Development Fund	
Transfer From General Fund	\$ 75,000
Transfer From Electric Fund	400,000
Miscellaneous	25,000
Fund Balance Appropriated	300,000
Total Revenues and Other Financing Sources	<u>\$ 800,000</u>
General Debt Service Fund	
Ad Valorem Taxes	\$ 3,363,159
Miscellaneous	2,063,380
Transfer from Other Funds	4,993,550
Total Revenues and Other Financing Sources	<u>\$ 10,420,089</u>
General Capital Projects Fund	
Transfer from Other Funds	2,253,323
Total Revenues and Other Financing Sources	<u>\$ 2,253,323</u>
Central Services Fund	
Charges for Services	9,211,638
Miscellaneous Revenues	4,986,567
Fund Balance Appropriated	848,390
Total Revenues and Other Financing Sources	<u>\$ 15,046,595</u>
Water and Sewer Fund	
Charges for Services	\$ 53,726,141
Non-operating Revenues	1,248,689
Administrative Reimbursements	-
Retained Earnings Appropriated	916,755
Total Revenues and Other Financing Sources	<u>\$ 55,891,585</u>
Water and Sewer Capital Projects Fund	
Transfer from Water and Sewer Fund	<u>\$ 8,383,550</u>
Electric Fund	
Charges for Services	\$ 130,203,471
Non-operating Revenues	1,114,000
Retained Earnings Appropriated	293,282
Total Revenues and Other Financing Sources	<u>\$ 131,610,753</u>

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Electric Capital Projects Fund	
Transfer from Electric Fund	\$ <u>1,050,000</u>
Mass Transit Fund	
Charges for Services	\$ 607,700
Intergovernmental Revenues	2,431,462
License and Permits	390,000
Transfer From Other Funds	305,500
Appropriated Fund Balance	789,475
Total Revenues and Other Financing Sources	\$ <u>4,524,137</u>
Mass Transit Capital Projects Fund	
Transfer From Other Funds	570,000
Total Revenues and Other Financing Sources	\$ <u>570,000</u>
Parking Facilities Fund	
Charges for Services	\$ 283,000
Transfer From Other Funds	95,729
Total Revenues and Other Financing Sources	\$ <u>378,729</u>
Solid Waste Fund	
Operating Revenue	\$ 15,656,450
Miscellaneous	222,500
Transfer from Landfill Maintenance Reserve Fund	2,191,000
Total Revenues and Other Financing Sources	\$ <u>18,069,950</u>
Landfill Capital Projects Fund	
Transfer from Solid Waste Fund	\$ <u>25,000</u>
Storm Water Fund	
Charges for Services	\$ 5,234,954
Miscellaneous	220,000
Retained Earnings Appropriated	1,169,292
Total Revenues and Other Financing Sources	\$ <u>6,624,246</u>
Storm Water Capital Projects Fund	
Transfer from Storm Water Fund	\$ <u>420,000</u>
Market Authority Fund	
Room Occupancy Taxes	\$ 425,000
Licenses & Permits	1,750,000
Transfer from General Fund	240,000
Transfer from Water-Sewer Fund	50,000
Transfer from Electric Fund	710,000
Total Revenues and Other Financing Sources	\$ <u>3,175,000</u>
Insurance Reserve Fund	
Insurance Premiums	19,671,335
Miscellaneous	20,000
Total Revenues and Other Financing Sources	\$ <u>19,691,335</u>

Section 3. There is hereby levied the following rates of tax on each one hundred dollars (\$100) valuation of taxable property, as listed for taxes as of January 1, 2019, for the purpose of raising the revenue from current year's property tax, as set forth in the foregoing estimates of revenue, and in order to finance the foregoing appropriations.

Rate per \$100 Valuation
General Fund \$.6475

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Such rates of tax are based on an estimated total valuation of property for purpose of taxation of **\$9,987,853,109** and an estimated rate of collections of **99.4%** during the current year.

Section 4. That the reserve for encumbrances at June 30, 2019, representing the unearned portion of contracts as of that date, shall be re-appropriated and distributed as it applied in order to properly account for the payment against which the fiscal year in which it is paid.

Section 5. That the unencumbered balances as of June 30, 2019 of those capital projects and operating encumbrances which were not completed in Fiscal Year 2018-2019 be reappropriated into the Fiscal Year 2019-2020 budget in order to allow completion.

Section 6. That the unencumbered balances in Grant funds which remain as of June 30, 2019 be reappropriated into the Fiscal Year 2019-2020 budget for the completion of their original purposes.

Section 7. That the landfill closure funds previously expended and established as a liability in the Landfill Development and Maintenance Capital Reserve Fund and which remain as of June 30, 2019 be appropriated in the Fiscal Year 2019-2020 budget for their intended purposes.

Section 8. The number of persons to be employed and the salaries and wages to be paid shall be those which are included in the detailed operation budgets; unless provision is made by the City Manager or City Council for employing additional persons.

Section 9. The City Manager is hereby authorized to approve transfers of appropriations within any fund. Transfers between funds and authorization for making expenditures from excess revenue shall be made by the City Council.

Section 10. Utility payments will be applied in the following order: Deposits, credit/collection fees, oldest bill first, miscellaneous fees/charges, and utility services.

Section 11. Copies of this ordinance shall be furnished to the City Clerk and the Director of Financial Services to be kept on file by him for his direction in the collection and disbursement of City funds.

Section 12. All ordinances or parts of ordinances in conflict with the provisions of this ordinance are hereby repealed.

Adopted this 5th day of June, 2019.

Attest: Lisa B. Vierling, MMC
City Clerk