

**FY 2024
MANAGER'S RECOMMENDED
BUDGET**

May 10, 2023

BUDGET HIGHLIGHTS

- Total budget = \$143,696,978
- 11% increase from prior year
- Tax increase of 5 cents
- Property tax rate of 57.2 cents
- 5% of market cost of living adjustment

GENERAL FUND REVENUES

Revenue Source	Adopted FY2022-23	Estimated FY2022-23	Recommended FY2023-24
Property Taxes	\$ 35,828,500	\$ 35,633,500	\$ 41,128,500
Sales Taxes	20,246,281	20,749,003	21,993,943
Other Taxes	1,337,000	1,614,000	1,610,000
State Shared Revenues	7,864,098	7,817,630	7,817,600
Charges for Services	4,815,824	5,040,154	5,417,705
Licenses & Permits	2,825,910	2,997,562	3,112,660
Grants	687,997	783,211	690,748
Other Revenues	420,000	626,994	549,350
Approp. Fund Balance	2,663,390	4,669,852	2,494,494
Total	\$ 76,689,000	\$ 79,931,906	\$ 84,815,000

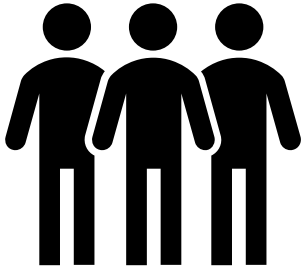
WHAT'S THE IMPACT OF THE 5 CENT INCREASE ON TAXPAYERS?

Property Valuation	Annual Impact of a 5 Cent Increase	Monthly Impact of a 5 Cent Increase
\$ 150,000	\$ 75	\$ 6.25
\$ 250,000	\$ 125	\$ 10.42
\$ 500,000	\$ 250	\$ 20.83
\$ 750,000	\$ 375	\$ 31.25
\$ 1,000,000	\$ 500	\$ 41.67
\$ 10,000,000	\$ 5,000	\$ 416.67

WHAT'S THE IMPACT OF THE 5 CENT INCREASE ON OUR PRIORITIES?

PRIORITY	FY 2024
Staffing	1,850,000
Operations	250,000
Facilities	250,000
Fleet	750,000
Parks Capital	971,000
Fire Capital	250,000
Affordable Housing	282,605
Greenways	500,000
TOTAL	5,103,605

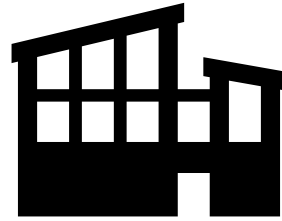
BUDGET FOCUS AREAS



PEOPLE



SERVICES



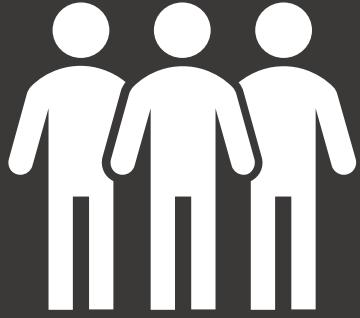
FACILITIES



FLEET



HOUSING



PEOPLE

RECRUITMENT
RETENTION
COMPENSATION
CAPACITY

\$1,850,000

- 5% Cost of Living Adjustment
- 2% Decrease in Health Insurance
- 11 New FT Positions & 2 Apprentices
- Continue Addressing Pay Compression
- Develop Dual Language Incentive Pay
- Develop Pay Progression Plans



SERVICES

CORE FUNCTIONS
OPERATIONS
SERVICES

\$250K

Cost Of Doing Business Increases

- Solid Waste tipping fees
- Right of way mowing
- Body worn cameras

Cost Of Expanding Services

- Library collections
- Human services agreements
- Zoom support for Boards
- Poet Laureate stipend



FACILITIES

MAINTENANCE
PAY/GO CAPITAL

\$250K

- Community Center Roof Replacement
- Post Office HVAC Replacements
- Small Roof Replacements
- Misc. Small Improvement Projects



FLEET

REPLACEMENT
MAINTENANCE
ELECTRIFICATION

\$750K

Nine Vehicle Replacements

- 4 Police vehicles
- Solid Waste front loader
- Parks crew truck
- Streets crew truck
- Construction crew truck

One Vehicle Purchase

- Community Arts & Culture



**PENNY FOR
PARKS CAPITAL**

\$971K

- Parks Master Plan
- Replace Basketball Goals
- Hargraves Park Site Assessment
- Pool Repairs
- Oakwood Tennis Court Replacement
- Neighborhood Park Playground Replacement Program



FIRE CAPITAL

\$250K

- Hose & Appliance Replacement
- Cascade Air Unit
- Polaris All Terrain Vehicle
- Rescue Tools & Equipment



GREENWAYS

\$500K

- Design the Campus to Campus Greenway
- Mobility & Greenways position



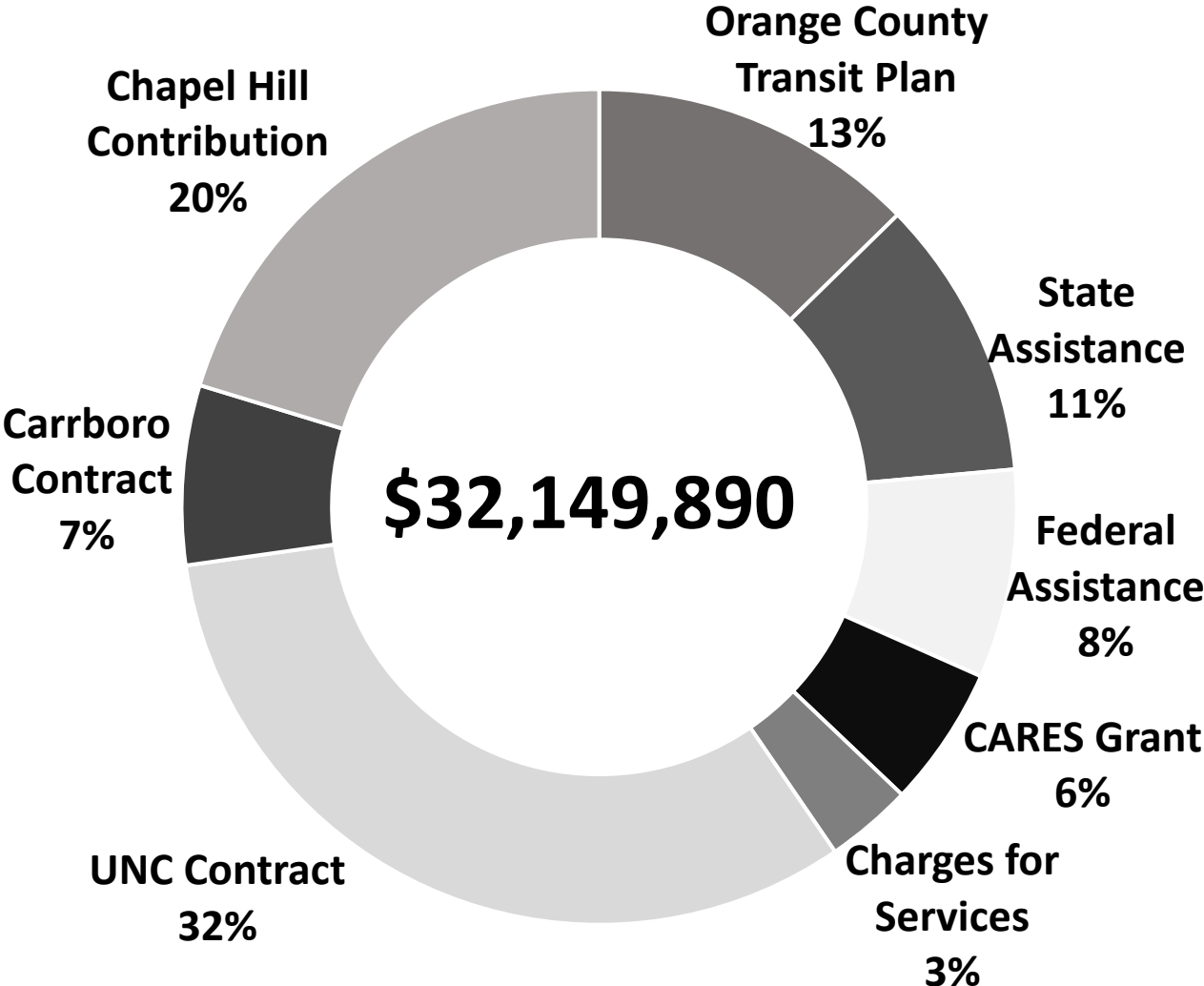
HOUSING

**AFFORDABLE
HOUSING
INITIATIVES**

- Bring Affordable Housing Development Reserve allocation to one penny \$282,605
- Affordable Housing Manager position

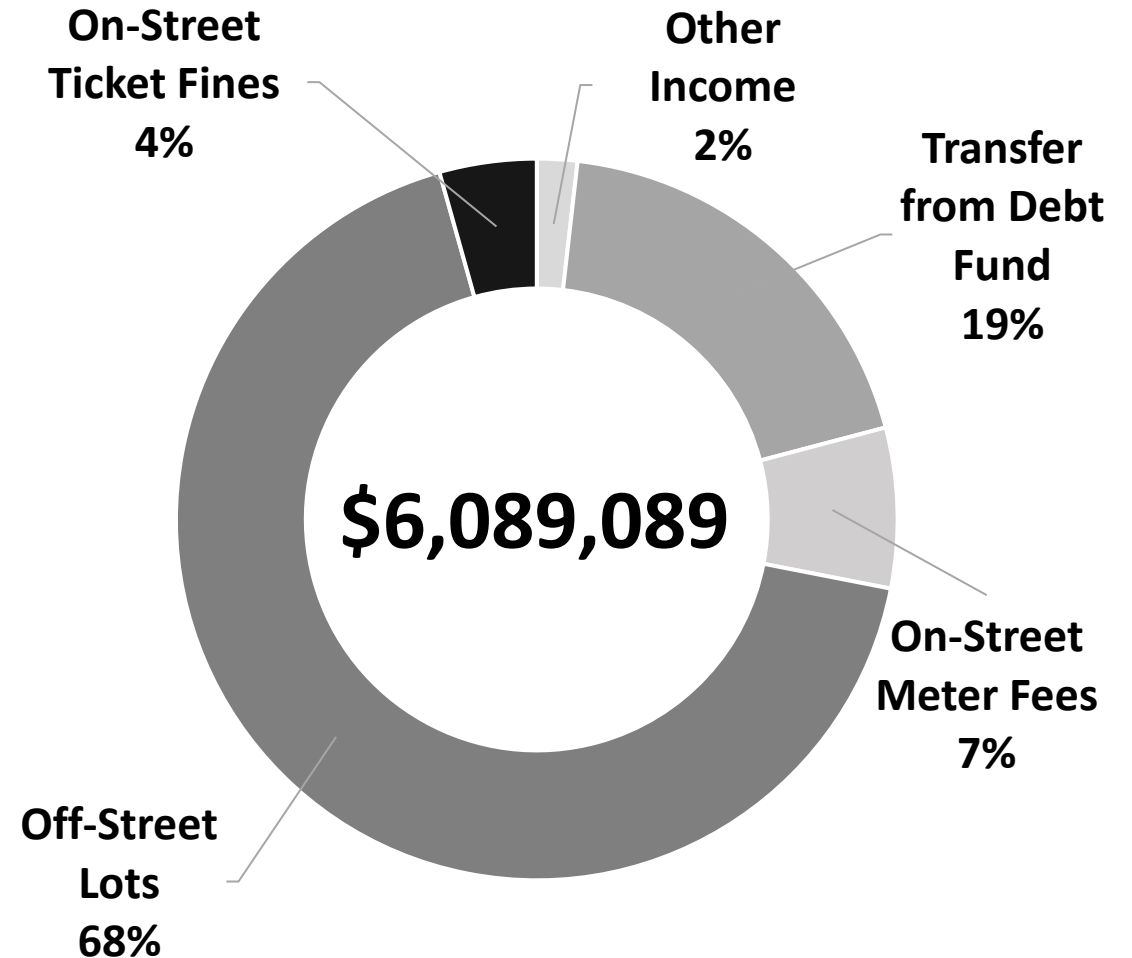
Transit Fund Revenues

- 2.2% increase in overall budget
- No tax increase; flat contribution for UNC & Carrboro
- \$400K increase in federal & state assistance
- \$530K lapsed salary adjustment to balance budget



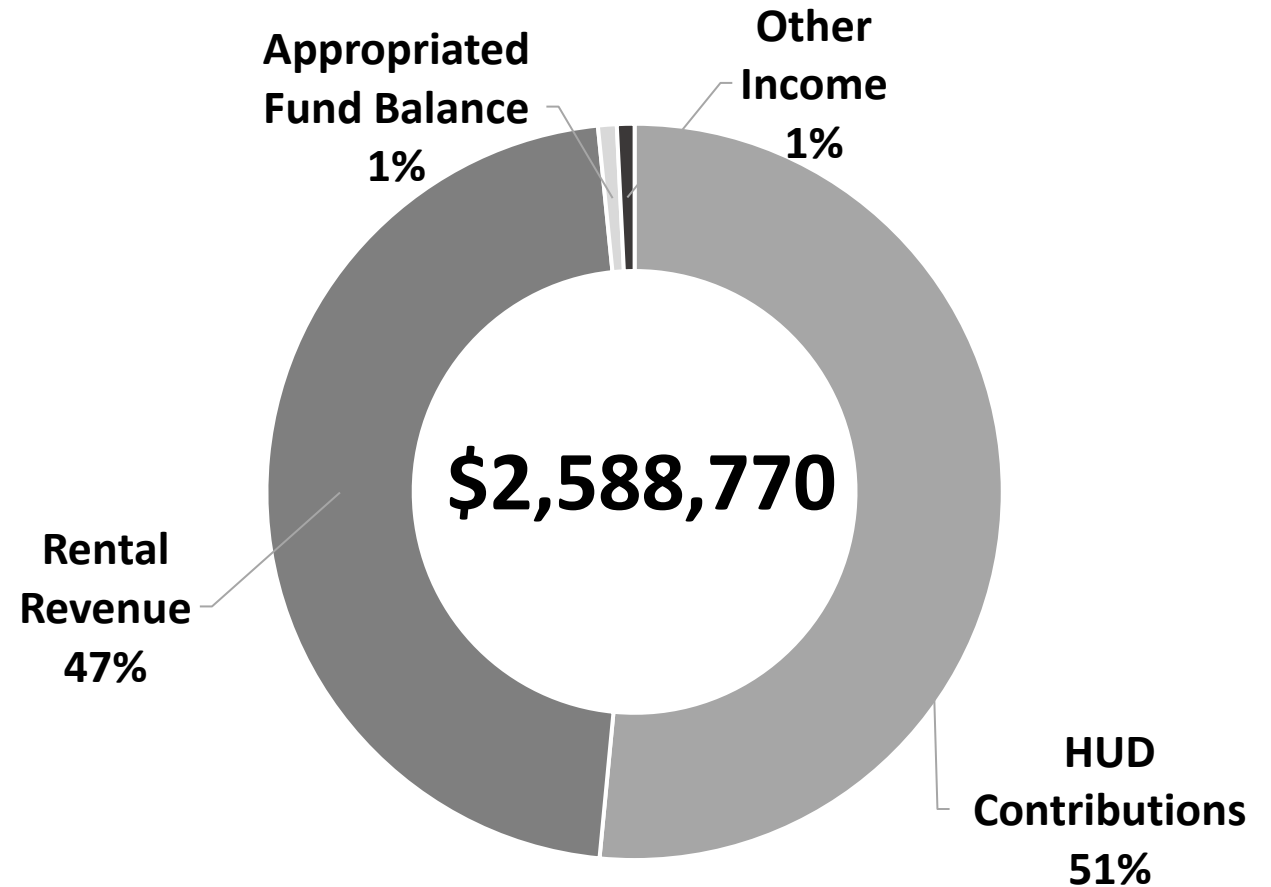
Parking Fund Revenues

- 0.5% decrease in total budget
- Budget balanced with \$1.2 million Transfer from Debt Service Fund



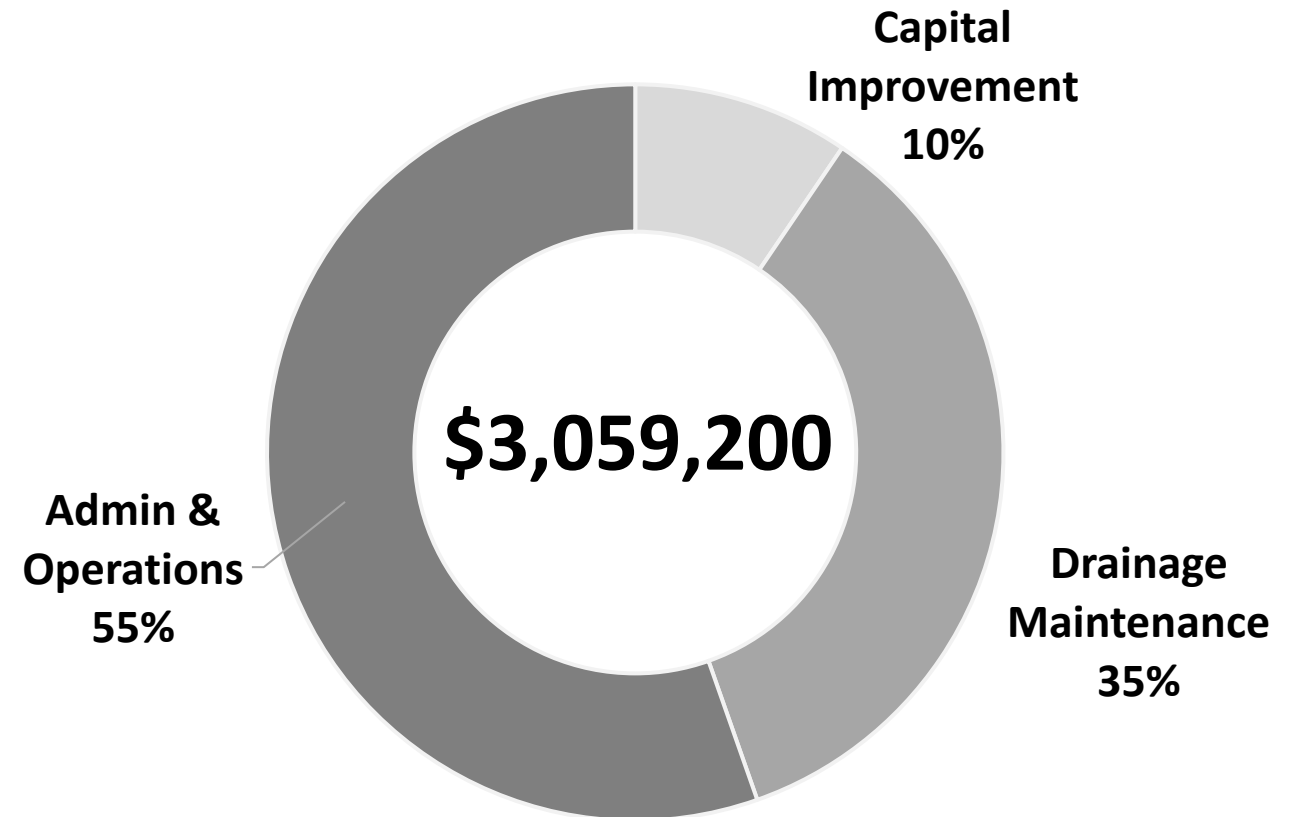
Public Housing Fund Revenues

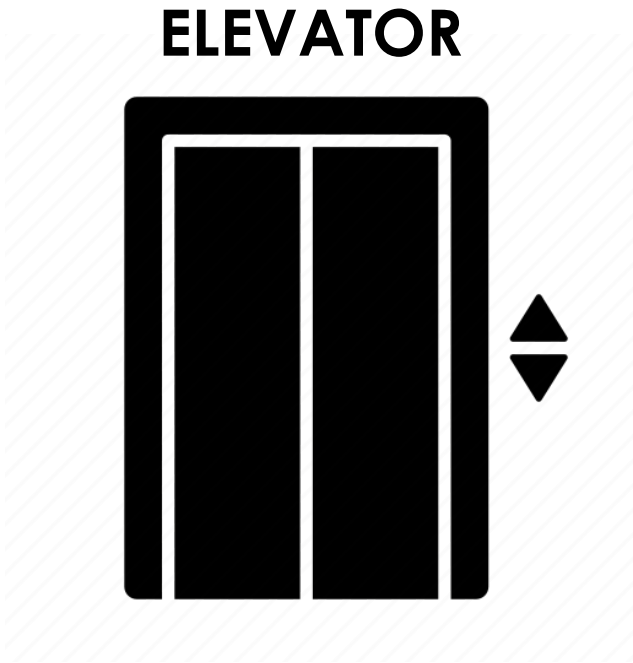
- 7% increase in budget
- 51% of expenses covered with HUD Operating Subsidy
- 47% of expenses covered with tenant rents
- 2% of expenses covered with appropriated fund balance & other income



Stormwater Fund Expenses

- 1.6% increase in budget
- No stormwater fee increase proposed
- Future impact of NPDES permit requirements





- Have not had significant tax increase in years
- Cost of doing Town business has gone up and Council has some big, bold goals
- Prioritizes our employees and the core services they provide

BUDGET CALENDAR

May 10	Presentation of Manager's Recommended Budget
May 17	Budget Work Session
May 24	Budget Public Hearing
May 31	Budget Work Session
June 7	Budget Work Session (if needed)
June 14	Proposed Budget Adoption

2023-24 Budget Development Page

www.townofchapelhill.org/budget