

Fiscal Year 2019-2020 Proposed Budget



College Town. Lake Town. *Your Town.*

FY 2019-20 Proposed Budget

Jamie Justice, Town Manager & Piet Swart, Finance Director

May 14, 2019

Davidson Strategic Plan & Budget

- **FINISH!**
- FY20 is unusual year with revaluation
- Smaller growth rate in revenue than typical
- Absorb increased personnel-related costs
- Utilize Strategic Plan for the priorities
- Incremental approach to address service delivery needs
- Reassess with any changes from Continuum for FY21
- Voter-approved debt tentative impacts for FY22-23



Davidson Strategic Plan & Budget

Here are the focus areas in the proposed budget that helps us to FINISH the 2-year Strategic Plan:

- Land Use
 - Comprehensive plan, growth management priorities, tree ordinance & arborist, exit 30 landscape plan, staff focus
- Community Engagement
 - Increased communications, community dinners, 251 South property master planning
- Historic Preservation
 - Local District expansion, new landmarks, update ordinance, other tools, staff focus
- Greenways, Open Space, & Parks
 - GO bond projects, Beaty Street park, 251 South property



Davidson Strategic Plan & Budget

- Affordable Housing
 - Working on new affordable housing strategy with payments-in-lieu (PIL) funding, advance Community Land Trust, staff focus
- Economic Development
 - Historic preservation focus, Main Street grants, historic preservation tax credit outreach programs, fiscal impact analysis update
- Mobility/Transportation
 - Mobility Plan, GO bond projects, pedestrian crossings safety project, traffic calming
- Operations
 - Staffing, public safety, public facilities, infrastructure funding
- Partnerships
 - Grants, pedestrian crossings safety project, GO bond projects

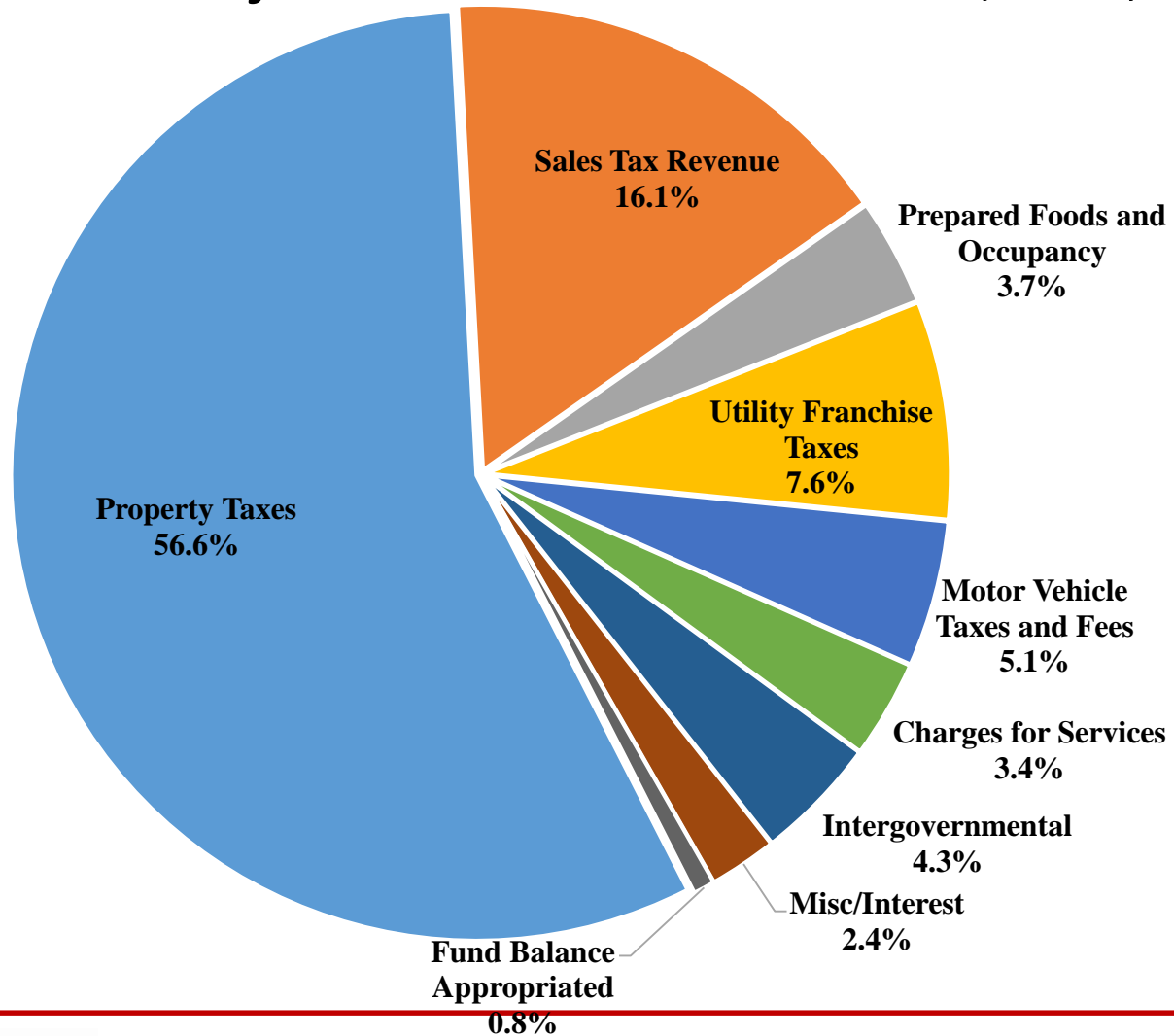


FY 19-20 Budget Overview

- This budget invests in our people & the resources we need to maintain the services we provide our citizens
- Adds new positions in Police, Fire, & Parks Departments
- 3.5% employee merit-based salary increase pool and 1% market adjustment
- Includes land use, historic preservation, and community engagement initiatives
- Property tax rate proposed at \$.29 per \$100 of value which is app. 1 penny above revenue neutral and app. 6 pennies below current rate
 - 1 penny = app. \$261,000
- Solid waste fee remains the same for one more year
- Fund Balance appropriated for comp plan, arborist and police vehicles, fiscal impact analysis update, and pedestrian crossings safety project
- Utilizes \$137,000 from public facilities capital project fund for 251 South Street acquisition debt service; does not add to this fund



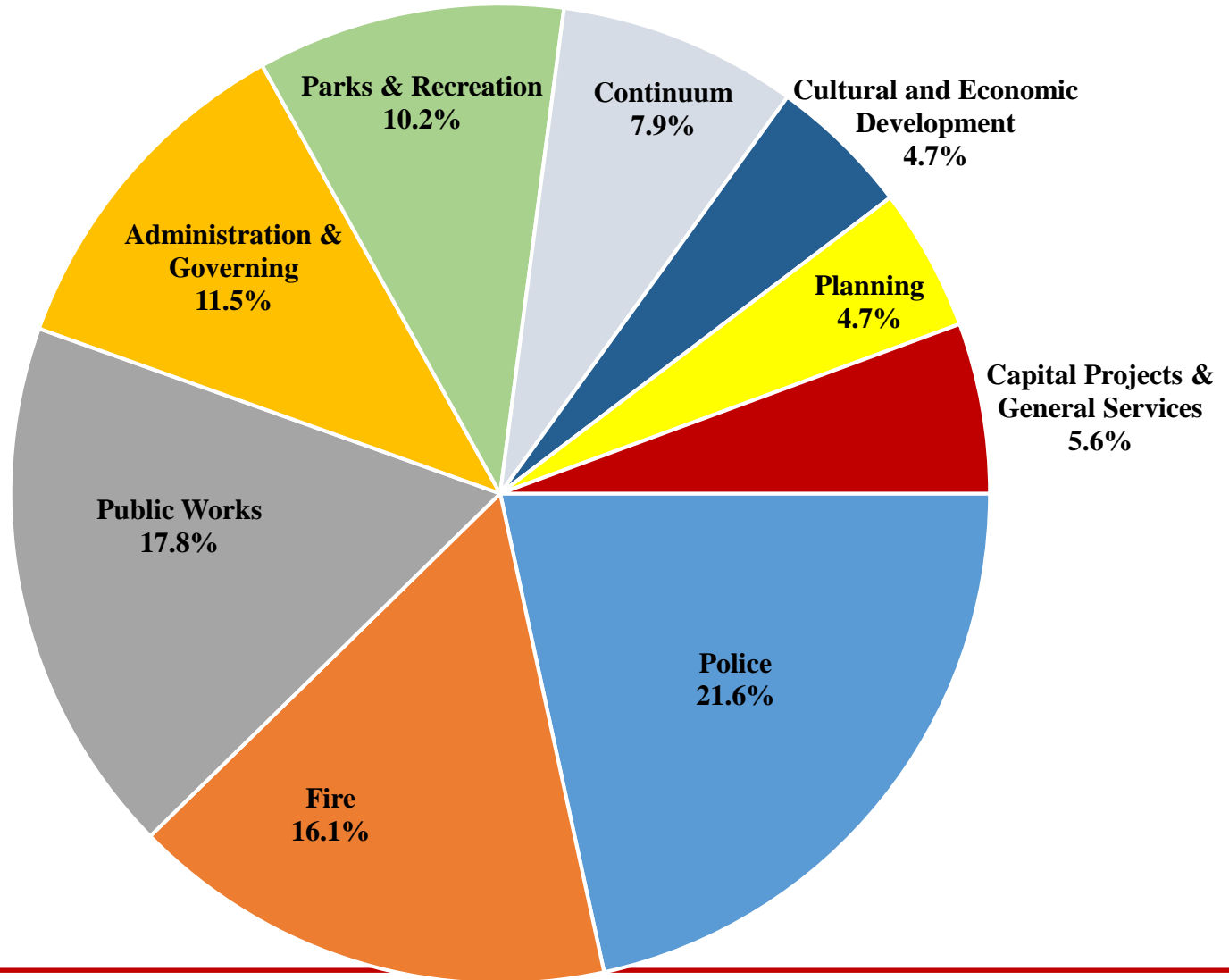
General Fund Projected Revenues –\$12,665,583



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General Fund Proposed Expenditures –\$12,665,583



General Fund Summary

Projected Revenue	\$ 12,521,133	
Allocated Fund Balance	\$ 144,450	
Total Budgeted Revenue		\$ 12,665,583
General Fund Expenses		
Base Budget Estimate	\$ 11,921,931	
Add: Recommended Needs List	\$ 480,652	
Add: Capital Projects Reserve	\$ 263,000	
Net General Fund Expenditures		\$ 12,665,583
Surplus/(Deficit)		\$ -



Tax Impact

Property Value After Revaluation	Revenue Neutral Annual Taxes (\$281)	Proposed Annual Taxes (\$.29)	Proposed Annual Tax Increase	Proposed Monthly Tax Increase
\$100,000	\$281	\$290	\$9	\$0.75
\$200,000	\$562	\$580	\$18	\$1.50
\$300,000	\$843	\$870	\$27	\$2.25
\$400,000	\$1,124	\$1,160	\$36	\$3.00
\$500,000	\$1,405	\$1,450	\$45	\$3.75
\$750,000	\$2,108	\$2,175	\$67	\$5.62
\$1,000,000	\$2,810	\$2,900	\$90	\$7.50
Notes:				
Property taxes from 2019 to 2020 may vary based on change in property value after revaluation.				
Revenue Neutral Annual Taxes may result in an increase to taxes paid from 2019 to 2020.				



Needs List

- Each department submits new items for the upcoming budget year
- Management team assesses needs and recommends priorities guided by Strategic Plan
- Needs list strategy: Public safety positions incremental approach then level off; Historic Preservation step-up; Trees – arborist and exit 30 landscape plan; mobility – traffic calming, pedestrian crossings safety project; employee compensation market competitiveness
- See agenda attachment



Budget Process Next Steps

- Review all funds, CIP, fee schedule
- Budget and Economic Development expenditures public hearing at May 28, 2019 board meeting
- Review budget at May 28, 2019 board meeting
- Consider approval of Budget Ordinance at June 11, 2019 board meeting
- Citizen feedback opportunities:
 - Public hearing May 28th
 - email: budget@townofdavidson.org
 - Open Town Hall question
 - Town website



Discussion

Questions?

Any items for staff to research for the next budget discussion?

Board discussion

