

FY 2025 BUDGET PUBLIC HEARING



Town Council Business Meeting
May 15, 2024

AGENDA

1.

Budget Highlights

2.

Questions & Answers

3.

Public Comment

BUDGET HIGHLIGHTS

- Total budget = \$156,259,106
- 4% increase over prior year
- Tax increase of 2 cents
- Property tax rate of 59.2 cents
- 6% of market cost of living adjustment

WHAT'S THE IMPACT OF THE 2 CENT INCREASE ON OUR PRIORITIES?

PRIORITY	FY 2025
Operations	\$ 500,000
Facilities	250,000
Streets	250,000
Fleet	<u>500,000</u>
Total General Fund	\$ 1,500,000

PRIORITY	FY 2025
Transit Operations	<u>\$ 488,000</u>
Total Transit Fund	\$ 488,000

BUDGET PRIORITIES

- Recruiting and retaining excellent employees.
- Providing high quality core service to residents.
- Stewardship of facilities, fleet, and infrastructure.
- Continuing our commitment to affordable housing and our community partners.

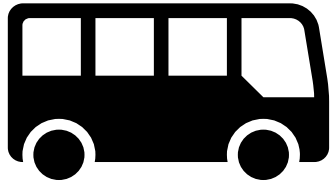
WHAT'S THE IMPACT OF THE 2 CENT INCREASE ON TAXPAYERS?

Property Valuation	Annual Impact
\$ 250,000	\$ 50
\$ 500,000	\$ 100
\$ 750,000	\$ 150
\$ 1,000,000	\$ 200
\$ 13,000,000	\$ 2,600
\$ 64,000,000	\$ 12,800

GENERAL FUND REVENUES

Revenue Source	Adopted FY2023-24	Estimated FY2023-24	Recommended FY2024-25
Property Taxes	\$ 41,128,500	\$ 40,685,000	\$ 42,835,000
Sales Taxes	21,993,943	22,108,800	22,993,152
Other Taxes	1,610,000	1,800,000	1,800,000
State Shared Revenues	7,817,600	8,213,894	8,313,708
Charges for Services	5,413,705	4,754,209	5,616,827
Licenses & Permits	3,112,660	3,270,834	3,462,693
Grants	775,748	787,944	749,862
Interest	100,000	1,000,000	750,000
Other Revenues	457,485	675,514	466,100
Approp. Fund Balance	2,469,359	2,321,597	2,422,658
Total	\$ 84,879,000	\$ 85,617,792	\$ 89,410,000

ENTERPRISE FUNDS HIGHLIGHTS



TRANSIT

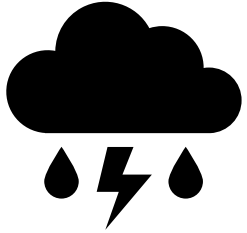
- 14% increase in overall budget
- 0.5 cent tax increase; UNC & Carrboro proportional increases to match partner split
- No new federal recovery money
- \$1.29 million fund balance appropriated



PARKING

- 9.5% decrease in overall budget
- Smaller transfer from Debt Fund as Rosemary Parking Deck opens and generates revenue to pay debt.

ENTERPRISE FUNDS HIGHLIGHTS



STORM WATER

- 7.3% increase in budget
- No proposed stormwater fee increase
- Future impact of NPDES permit requirements



PUBLIC HOUSING

- 4.3% increase in overall budget
- HUD contributions (48%), rent revenue (51%) and other income (1%)

IN SUMMARY...

This budget:

- Continues funding the priorities in the 5-year budget strategy & the Complete Community Framework
- Addresses the increased costs to carry out the services provided by Transit
- Bridges the gap to next year's revaluation, where we propose to use the expected tax growth to "right-size" our budget.

FY25 Proposed Budget Schedule

MAY
15

**Public
Hearing**

JUNE
5

**Council
Vote**

2024-25 Budget Development Page

www.townofchapelhill.org/budget