

City of Reidsville Fiscal Year 2022-2023 Budget

**AN ORDINANCE ESTABLISHING REVENUES
AND AUTHORIZING EXPENDITURES
FOR FISCAL YEAR 2022-2023
FOR THE CITY OF REIDSVILLE**

WHEREAS, the City Council of the City of Reidsville has prepared an operating budget for the City of Reidsville in compliance with Article 3, Chapter 159-7 of the General Statutes of the State of North Carolina, otherwise titled the Local Government Budget and Fiscal Control Act; and

WHEREAS, after a public hearing on said budget at 6:00 p.m. on June 14, 2022, and after receiving public comment, it is now the desire of the Mayor and City Council to adopt said budget;

NOW, THEREFORE, BE IT ORDAINED, by the Mayor and City Council of the City of Reidsville that:

Section 1. The following revenues are hereby established for the operation of the City of Reidsville and its activities for Fiscal Year 2022-2023:

General Fund Revenues

Property Tax	\$8,828,100
MSD Property Tax	38,000
Sales Tax	4,869,950
Other Tax	125,000
Permits & Fees	126,500
Unrestricted Intergovernmental	1,725,850
Restricted Intergovernmental	632,400
Miscellaneous	51,500
Grants and Donations	60,000
Investment Earnings	25,000
Service Fees	529,000
Payment and Transfers	1,900,000
Proceeds of Debt	0
Fund Balance	<u>0</u>
Sub-total	\$18,911,300

City of Reidsville Fiscal Year 2022-2023 Budget

Recreation Fund Revenues

Service Fees	\$265,100
Grants and Donations	35,000
Rent (Utility Reimbursements)	73,000
Payments and Transfers	<u>1,537,750</u>
Sub-total	\$1,910,850

Reidsville Downtown Corporation Revenues

Fundraisers/Rent	<u>\$20,000</u>
Sub-total	\$20,000

Combine Enterprise Fund

Service Fees - Water	\$4,069,000
Service Fees - Sewer	5,232,450
Investment Earnings	25,000
Payment and Transfers	<u>328,700</u>
Sub-total	\$9,655,150

Police Separation Trust Fund

Payment and Transfers	<u>\$203,000</u>
Sub-total	\$203,000

Internal Service (Garage) Fund Revenues

Service Fees (Internal)	<u>\$607,250</u>
Sub-total	\$607,250

City of Reidsville Fiscal Year 2022-2023 Budget

Insurance Reserve Fund

Service Fees (Internal)		<u>\$452,200</u>
	Sub-total	\$452,200
	Less Interfund Transfers	<u>(\$5,028,900)</u>
	Total	<u>\$26,730,850</u>

Section 2. The following expenditure totals are hereby authorized for the City of Reidsville and its activities for Fiscal Year 2022-2023:

General Fund Expenses

Governing Board		\$212,350
Administration		423,400
Personnel		334,900
Public Works Administration		294,950
Community Appearance		14,400
Finance		907,350
Information Technology		508,800
Public Buildings & Grounds		324,000
Police Department:		
Police Administration	1,393,450	
Police Detective Division	1,016,500	
Police Patrol Division	2,661,100	
Police Community Policing Division	<u>559,300</u>	
Combined Police Department		5,630,350
Fire		2,528,950
Code Enforcement		364,000
Street		2,291,900
Solid Waste Management		1,746,400
Cemetery		131,550
Planning		371,250
Economic Development		454,100
Community Affairs		1,643,150
Marketing		217,750
Main Street		148,000
Penn House		112,500
Engineering Services		<u>251,250</u>
	Sub-total	\$18,911,300

City of Reidsville Fiscal Year 2022-2023 Budget

Recreation Fund Expenses

Administration	\$231,150
Facilities	351,500
Teen Center	99,750
Athletics & Other Programs	344,750
Senior Citizens' Center	448,100
Lake Reidsville	422,600
Lake Hunt	<u>13,000</u>
Sub-total	\$1,910,850

Reidsville Downtown Corporation Fund Expenses \$20,000

Combined Enterprise Fund

Water Administration	\$1,193,000
Meter Reading	299,700
Water Plant	2,121,250
Water Distribution System	914,500
Park Ranger	87,400
Sewer Administration	1,075,700
Waste Water Treatment Plant	2,575,900
Sewer Collection System	709,600
Plants Maintenance	<u>678,100</u>
Sub-total	\$9,655,150

Police Separation Trust Fund \$203,000

Internal Service (Garage) Fund \$607,250

Insurance Reserve Fund \$452,200

Less Interfund Transfers (\$5,028,900)

Total \$26,730,850

City of Reidsville Fiscal Year 2022-2023 Budget

- Section 3.** There is hereby levied a tax at the rate of \$.739 per one hundred dollar (\$100) valuation of property as listed as of January 1, 2022 for the purpose of raising the revenue listed as “Property Tax” in the General Fund revenues of this ordinance. This rate is based on an estimated total valuation of property for the purpose of taxation of \$1,205,450 and an estimated collection rate of 98.83%.
- Section 4.** There is hereby levied a special tax on the property in the downtown tax district of \$.25 per one hundred dollar (\$100) valuation for the purposes of revenue listed as “MSD Property Taxes” in the General Fund revenues of this ordinance.
- Section 5.** The water rates charged are unchanged from the current fiscal year.
- Section 6.** The sewer rates charged are unchanged from the current fiscal year.
- Section 7.** No current rate schedule for the City is unchanged from the current fiscal year.
- Section 8.** The City Manager, as chief administrative officer and as budget officer, shall be authorized to carry out the activities as approved in this adopted annual budget in accordance with all applicable state and local laws, ordinances and regulations.

Adopted this the 14th day of June, 2022.

Donald L. Gorham
Mayor

ATTEST:

Angela G. Stadler, CMC/NCCMC
City Clerk

RESOLUTION OF UNDERSTANDINGS ACCOMPANYING THE BUDGET ADOPTION FOR FISCAL YEAR 2022-2023

WHEREAS, the City Council of the City of Reidsville has adopted an annual operating budget for Fiscal Year 2022-2023, which raises revenues and authorizes expenditures for the operation of the City; and,

WHEREAS, during deliberations on said budget, certain understandings were reached concerning the operation of the City, and it is the intention of the Mayor and City Council to outline those understandings;

NOW, THEREFORE, BE IT RESOLVED by the Mayor and City Council of the City of Reidsville that the following understandings are hereby defined:

Unfunded Needs – It is recognized that this budget, while responsible and appropriate, may not be adequate to fund all the needs of the fiscal year. Several variables could result in the need to request the use of fund balance during the year. Any large, unexpected maintenance and repair issues would likewise cause the need to use fund balance or reserves in the utility funds.

COVID-19 Pandemic Economic Impact - The budget was completed based on calculations of revenues and expenses that could be greatly impacted by the continuing COVID-19 pandemic. As such, the proposed budget may have to be amended throughout the fiscal year.

City Employment – City employment is established at a level of 194 full-time positions.

Employee Benefits – Benefits currently existing for full-time employees and retirees will remain unchanged. Group health and dental insurance has been secured through the Municipal Insurance Trust administered by the NC League of Municipalities. Premiums will increase by 3% for both employees/retirees and dependents.

Wellness Program – The City Council has agreed to continue providing a wellness program for City employees, retirees and covered dependents. Participation in the Wellness Plan allows participants to lower their deductible by \$250 a year.

Cost of Living Adjustment – The City’s budget for 2022-2023 will provide a 3% per employee increase in full-time employee salaries. Performance appraisals will continue without being tied to performance pay. In addition, salary increases resulting from a promotion and those resulting by the accomplishment of steps in the career ladder will be honored.

Pay and Classification Study – The pay plan study for the Public Works Department has been implemented and incorporated into the 2022-2023 fiscal year budget. The third year of the study will be completed to assess the pay of the “all other” employees (excluding the Fire Department that was adjusted during the 2021-2022 fiscal year).

Fee Schedule – There are no changes to the fee schedule presented with the budget.

Capital – The 2022-2023 budget does not include any capital purchases; expenditure budgetary savings in the 2021-2022 fiscal year will be used to make some capital purchases while other capital needs will be considered after the close of the 2021-2022 fiscal year once excess revenues are finalized.

Debt Service/Lease Purchase – There are no new debt issuances included in the 2022-2023 budget.

This the 14th day of June, 2022.

Donald L. Gorham, Mayor

ATTEST:

Angela G. Stadler, CMC/NCCMC, City Clerk