



Ordinance Number: FY 2017-18  
Date Adopted: **Draft**  
Effective Date: July 1, 2017

**BUDGET ORDINANCE FY 2017-2018  
KURE BEACH, NORTH CAROLINA**

Be it ordained by the Town Council of Kure Beach, North Carolina:

**Section I.** Budget Adoption: There is hereby adopted the following operating budget for the Town of Kure Beach for the Fiscal Year beginning July 1, 2017 and ending June 30, 2018; the same being adopted by fund. Activity within each fund is listed as follows:

**GENERAL FUND**

**EXPENDITURES:**

Governing Body	\$ 38,505
Committees	120,010
Finance	150,786
Administration	407,848
Community Center	23,300
Elections	3,000
Emergency Management	100
Tax Collections	27,000
Legal Department	28,950
Police Department	1,308,960
Fire Department	701,867
Lifeguards	196,850
Parks & Recreation	146,027
Building Inspections	135,201
Streets & Sanitation	863,848
Debt Service	360,615
Transfer to Beach Protection Fund	46,450
Contingency	<u>48,100</u>
<b>TOTAL EXPENDITURES</b>	<b><u>\$4,607,417</u></b>

**GENERAL FUND (continued)**

**REVENUES:**

Property Tax (current & prior years)	\$2,491,300
Sales Tax	850,075
Franchise & Utility Tax	234,500
Garbage & Recycle Fees	382,350
TDA Funds	205,650
Motor Vehicle License Tax	9,500
ABC Revenue	14,600
Building Permits/Impact Fees/ CAMA Fees/Fire Inspections	61,600
Communication Tower Rent	79,125
Town Facility Rentals	15,000
Parks & Rec/Community Center/ Street Festival	31,500
Other Revenue	162,217
Other Financing Sources	<u>70,000</u>

**TOTAL REVENUES** **\$4,607,417**

**POWELL BILL FUND**

**EXPENDITURES:**

Street Maintenance & Repair	\$ <u>65,070</u>
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**TOTAL EXPENDITURES** **\$ 65,070**

**REVENUES:**

Powell Bill Allocation	\$ 65,000
Interest Income	<u>70</u>

**TOTAL REVENUES** **\$ 65,070**

**STORM WATER FUND**

**EXPENDITURES:**

Storm Water Operations \$ 630,094

**TOTAL EXPENDITURES** **\$ 630,094**

**REVENUES:**

Storm Water Monthly Fees \$ 223,000

Storm Water Building Fees 40,000

Interest Income 875

Other Financing Sources 35,000

Fund Balance Appropriated 331,219

**TOTAL REVENUES** **\$ 630,094**

**BEACH PROTECTION FUND**

**EXPENDITURES:**

Beach Protection Reserves \$ 47,090

**TOTAL EXPENDITURES** **\$ 47,090**

**REVENUES:**

Interest Income \$ 640

Transfer from General Fund 46,450

**TOTAL REVENUES** **\$ 47,090**

**FEDERAL ASSET FORFEITURE FUND**

**EXPENDITURES:**

Federal Asset Forfeiture Expenses \$ 50,000

**TOTAL EXPENDITURES** **\$ 50,000**

**FEDERAL ASSET FORFEITURE FUND (continued)**

**REVENUES:**

Fund Balance Appropriated	\$ 50,000
<b>TOTAL REVENUES</b>	<b><u>\$ 50,000</u></b>

**WATER AND SEWER FUND**

**EXPENDITURES:**

W/S Governing Body	\$ 17,505
W/S Legal Department	28,950
W/S Finance	186,200
W/S Administration	260,170
W/S Operations	<u>1,657,830</u>
<b>TOTAL EXPENDITURES</b>	<b><u>\$2,150,655</u></b>

**REVENUES:**

Water Charges	\$ 805,000
Sewer Charges	1,155,000
Tap & Reconnection Fees	37,200
Other Revenue	8,455
Other Financing Sources	<u>145,000</u>
<b>TOTAL REVENUES</b>	<b><u>\$2,150,655</u></b>

**SEWER EXPANSION RESERVE FUND (SERF)**

**EXPENDITURES:**

Sewer Reserve	\$ <u>30,330</u>
<b>TOTAL EXPENDITURES</b>	<b><u>\$ 30,330</u></b>

**SEWER EXPANSION RESERVE FUND (SERF) (continued)**

**REVENUES:**

User Fees	\$ 30,000
Interest Income	<u>330</u>
<b>TOTAL REVENUES</b>	<b><u>\$ 30,330</u></b>

<b>EXPENDITURES</b>	<b>ALL FUNDS</b>	<b><u>\$7,580,656</u></b>
<b>REVENUES</b>	<b>ALL FUNDS</b>	<b><u>\$7,580,656</u></b>

**Section II.** Levy of Taxes: There is hereby levied, for the Fiscal Year 2017-2018, an Ad Valorem tax rate of 28.5 cents (\$0.285) per one hundred dollars (\$100) valuation of taxable property as listed for taxes as of January 1, 2017. This rate shall be levied entirely in the General Fund.

The tax rate is based on an estimated total valuation of property for the purposes of taxation of eight hundred eighty-two million nine hundred twenty-five thousand seventy-five dollars (\$882,925,075) and an estimated collection rate of ninety-eight and three-quarter percent (98.75%).

**Section III.** Revenue-Neutral Tax Rate: As required by N.C.G.S., Section 159-11(e), in each year that a general reappraisal of real property has been conducted, a statement of the revenue-neutral tax rate must be presented for comparison purposes. In regard to the January 1, 2017 reappraisal, the revenue-neutral tax rate, adjusted for growth, has been calculated at 27.13 cents (\$0.2713) per one hundred dollars (\$100) valuation.

**Section IV.** Salaries: The following shall govern salary and wage compensation for Fiscal Year 2017-2018:

A. Pay Plan. There is hereby adopted a pay plan that includes an across the board cost of living adjustment in the amount of 1.5% applicable to all Town employees.

B. Salary Adjustments. Each employee's salary shall be examined to ensure that the pay grade reflects the years of service, proficiency and quality of work. Merit raises are allotted at 2.5% this year for employees.

**Section V.** The Budget Officer hereby authorized to transfer appropriations within a fund as contained herein under the following conditions as specified in North Carolina General Statute Chapter 159.

A. The Budget Officer may transfer amounts between line item expenditures without limitation and without a report being required up to \$10,000 at any one time.

B. The Budget Officer may transfer amounts within departments and of the same fund and reported as part of the financial statements. He shall make an official report immediately to Council on such transfers.

C. The Budget Officer may not transfer amounts between funds without prior Council action.

**Section VI.** Restricted Revenues: The Finance Officer is hereby directed to fund appropriations that have specified revenues prior to funding with General Fund monies. This is to include but not limited to Local, State and Federal grants.

**Section VII.** Encumbrances: All outstanding encumbrances from prior fiscal years are to be carried forward to Fiscal Year 2017-2018. All Project Ordinance appropriations are continued.

**Section VIII.** Budget Control: The Town Council in approving the budget has utilized to the fullest extent possible its revenue sources. Over collections of revenues or unanticipated revenue sources cannot be expected during the year. It is therefore of utmost importance that Department Heads initiate steps to insure compliance with the budget as fixed herein and they are hereby directed to do so.

**Section IX.** The Town Council hereby authorizes the New Hanover County Tax Administrator to bill and collect taxes for the Town, including the annual five dollars (\$5) motor vehicle license tax.

**Section X. Fees and Charges:** There is hereby established, for Fiscal Year 2017-2018, various fees and charges as contained in the attached Fee Schedule. Changes from the Fiscal Year 2016-2017 Fee Schedule are as follows:

Residential Garbage Collection Fee – per cart after the first cart	Increase from \$6.00 to \$12.00
Trash Pickup - Minimum	Increase from \$10.00 to \$15.00
Trash Pickup – ¼ Load	Increase from \$30.00 to \$45.00
Trash Pickup – ½ Load	Increase from \$60.00 to \$90.00
Trash Pickup – ¾ Load	Increase from \$90.00 to \$135.00
Trash Pickup – Full Load	Increase from \$120.00 to \$180.00
Trash Pickup - Appliance	Increase from \$10.00 to \$15.00

This ordinance being duly passed and adopted this 20<sup>th</sup> day of June, 2017.

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Emilie Swearingen, Mayor

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Nancy Avery, Town Clerk