

Town Of Lake Lure



2017 – 2018 Annual Budget

Public Hearing and Presentation to Town Council

June 13, 2017



2017-2018 Budget Overview

- Total Budget: \$6,743,700
- General Fund Budget: \$5,174,000
\$95,707 increase from last year
- Water and Sewer Fund Budget: \$1,218,700
\$45,650 increase from last year
- Electric Fund Budget: \$351,000
\$434,151 decrease from last year
- Proposed Tax Rate to Remain at \$0.276 per \$100 valuation
- One Cent on the Tax Rate Generates \$83,676

The Budget is Divided into Six Sections:

- **Introduction** – Contains the budget message and information about the Town's organization
- **Policy Document** – Gives a coherent statement of the organization-wide financial and programmatic policies and goals that address long-term concerns and issues
- **Financial Plan** – Describes all funds that are subject to appropriation as well as a summary of revenue sources and expenditures

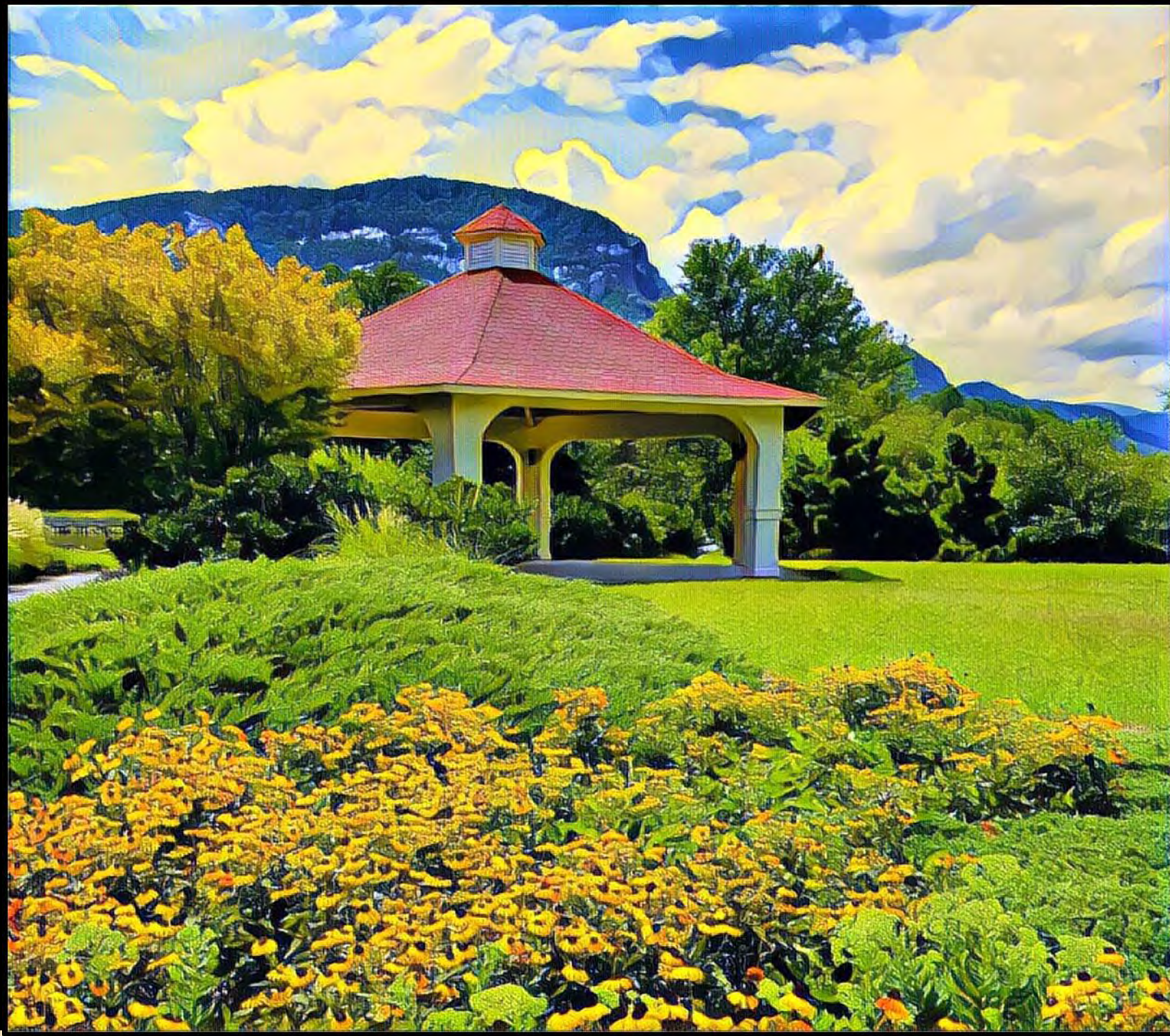
The Budget is Divided into Six Sections:

- **Operational Guide** – Describes the activities, services and functions carried out by each department of the Town
- **Capital Improvements Plan** – A flexible financial planning tool that forecasts the Town's equipment, building and infrastructure needs
- **Glossary**

Significant Impacts Shaping the Budget:

- **Capital Projects – Morse Park Restrooms, Firing Range Enhancement, Vehicle and Equipment Replacement, Street Paving and Marina Expansion**
- **Personnel Costs including cost of living adjustments, insurance and benefit costs, Salary Study implementation, longevity and the addition of one full-time employee in the Fire Department and two part-time employees.**
- **Rising cost of doing business (i.e. fuel, utilities)**

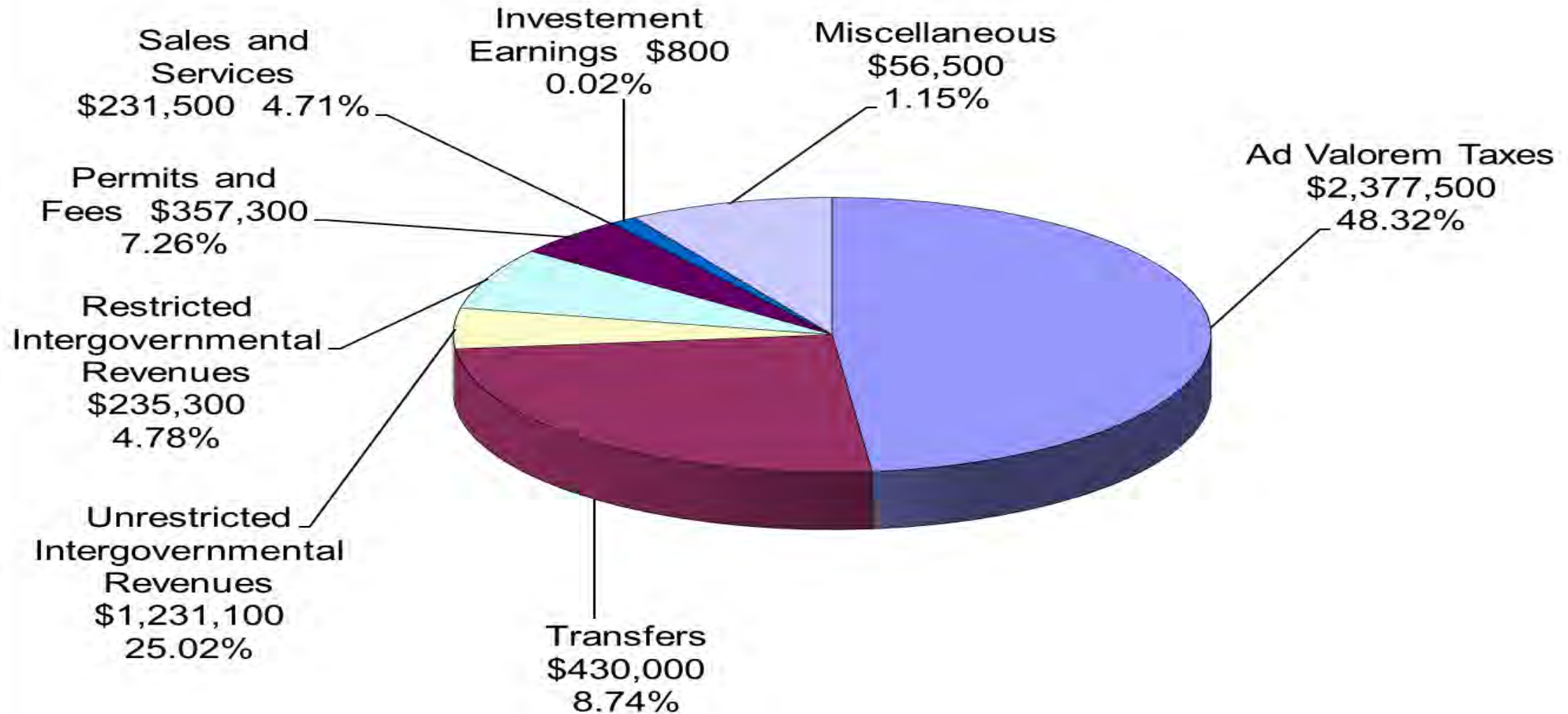
General Fund Revenue Highlights



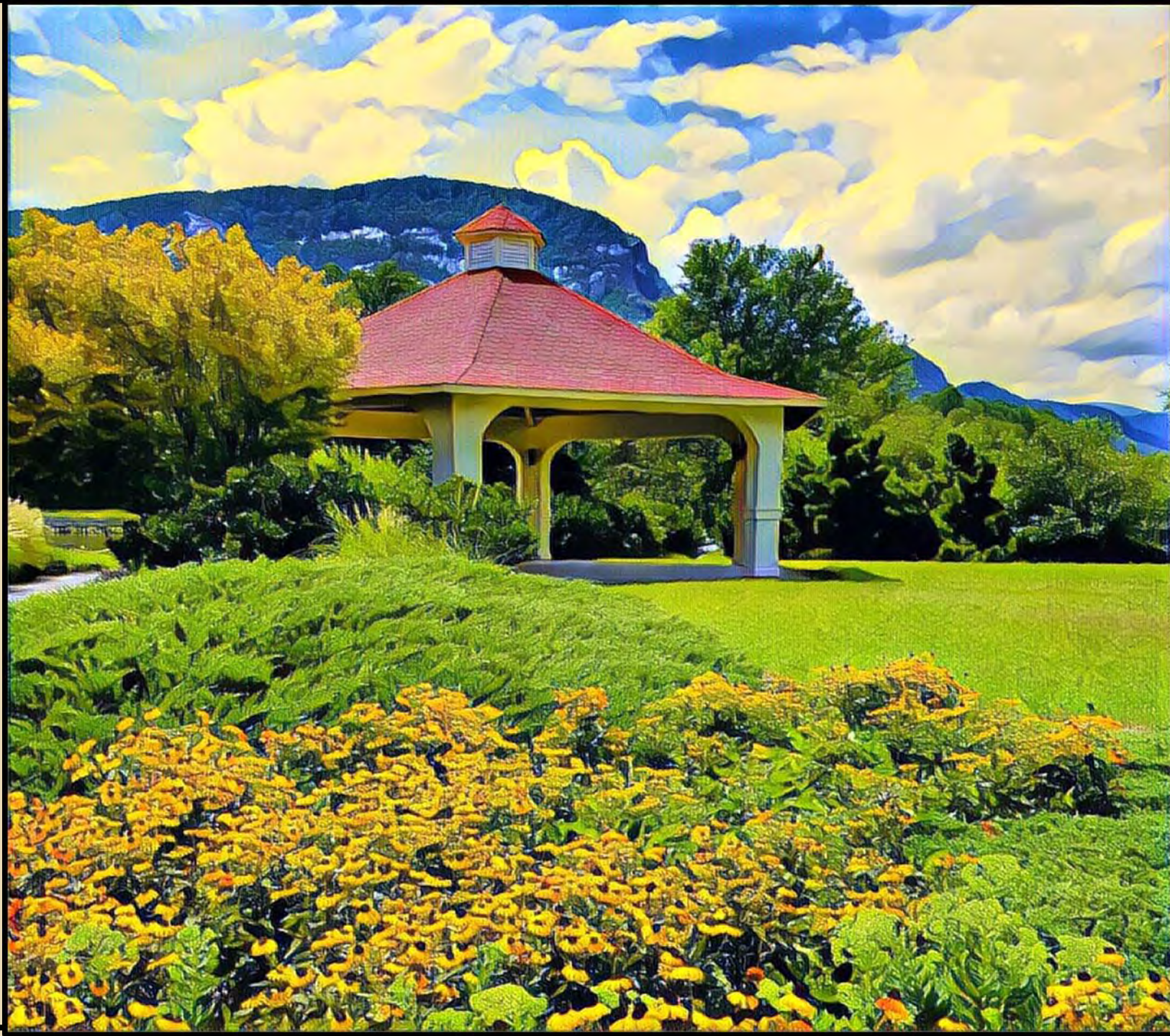
General Fund Revenues

- Tax Rate Remains at \$0.276 per \$100 valuation
- Ad Valorem Tax Revenue Decreased by ½ Percent.
- There is projected growth in Sales Tax (\$964,400) and Utilities Franchise Tax (\$235,000) Revenues.
- Boat Permit Revenues have increased to \$335,000.
- An appropriation of \$150,000 from the Fund Balance will be required.

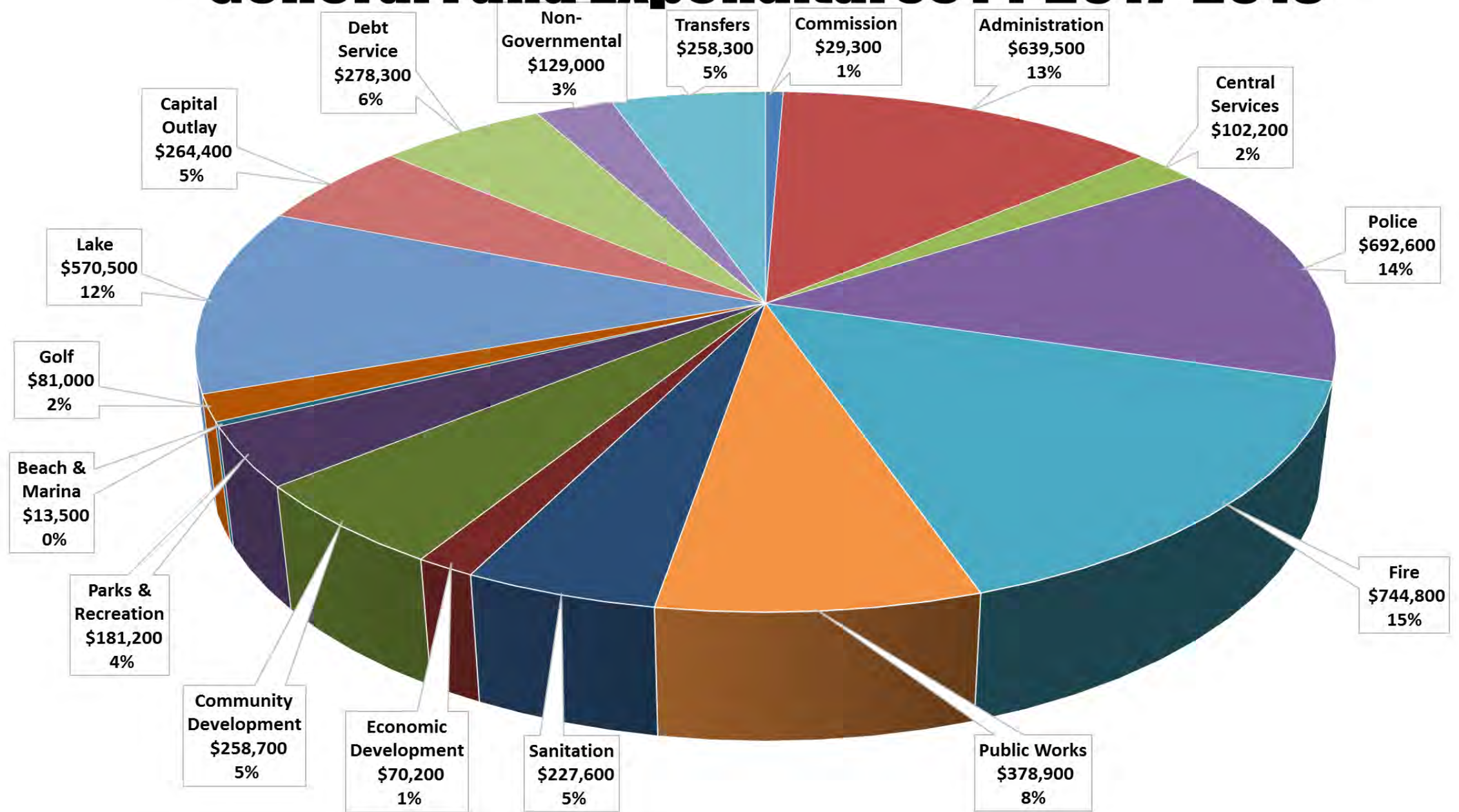
General Fund Revenues Proposed FY 2017-2018



General Fund Expenditure Highlights



General Fund Expenditures FY 2017-2018



Personnel

- **Cost of Living Adjustment**

One and a half percent (1.5%) increase effective 7/1/17.

- **Salary Study Implementation**

Implements full cost of salary study recommendations by 1/1/18.

- **Health Insurance**

Health Insurance costs projected to increase ten percent (10%) beginning 7/1/17.

- **Retirement**

NC Retirement System Division rates increased effective 7/1/17.

- **Staffing**

One new full-time firefighter position being recommended in the Fire Department.

One new part-time marketing and communications position being recommended in the Administration Department.

One new part-time grounds maintenance position being recommended in the Parks and Recreation Department.

Commission

- **Salaries and Wages for Town Council - \$14,210**
- **Funding for the Administrative work of Town Council**

Administration

- **Funds professional services including legal, auditing and accounting in the amount of \$64,500**
- **Allocates funding for the tax collection fee of \$14,000 charged by Rutherford County.**

Central Services

- **Supports the Town's technology and telecommunication functions.**

Police

- **Personnel Costs - \$610,000**
- **Operating Expenses - \$82,500**

Fire

- **One Additional Full-Time Employee - \$40,000**
- **Continues Funding for Volunteer Fire Departments in the amount of \$174,000.**

Public Works

- **Allocates Funding for New Equipment - \$15,600**

Sanitation

- **Contract Services Increase for Sanitation and Recycling**
- **Tipping Fee Increase through Rutherford County**

Economic Development

- **Part-Time Employee to Replace Contract Services - \$37,700**
- **Allocates Funding for Chamber of Commerce and EDA**

Community Development

- **Implements Three New Initiatives Identified in the Comprehensive Plan Update Calendar - \$25,000**

Parks and Recreation

- **Funds Request of \$10,000 for Flowering Bridge Committee**
- **Allocates Funding in Grounds Maintenance and Contractual Services for the World Equestrian Games.**
- **One Additional Part-Time Employee - \$14,500**

Beach and Marina

- **Funds the maintenance and repair of the beach and marina.**

Golf

- **Provides Contract Services for Operation of the Municipal Golf Course - \$81,000**

Lake Department

- **Allocates \$325,000 in Funding Silt Removal**
- **Requests \$3,000 in New Equipment**

Non-Governmental

- **Supports the Town's Insurance, Bonding, Unemployment and Administrative Fees.**

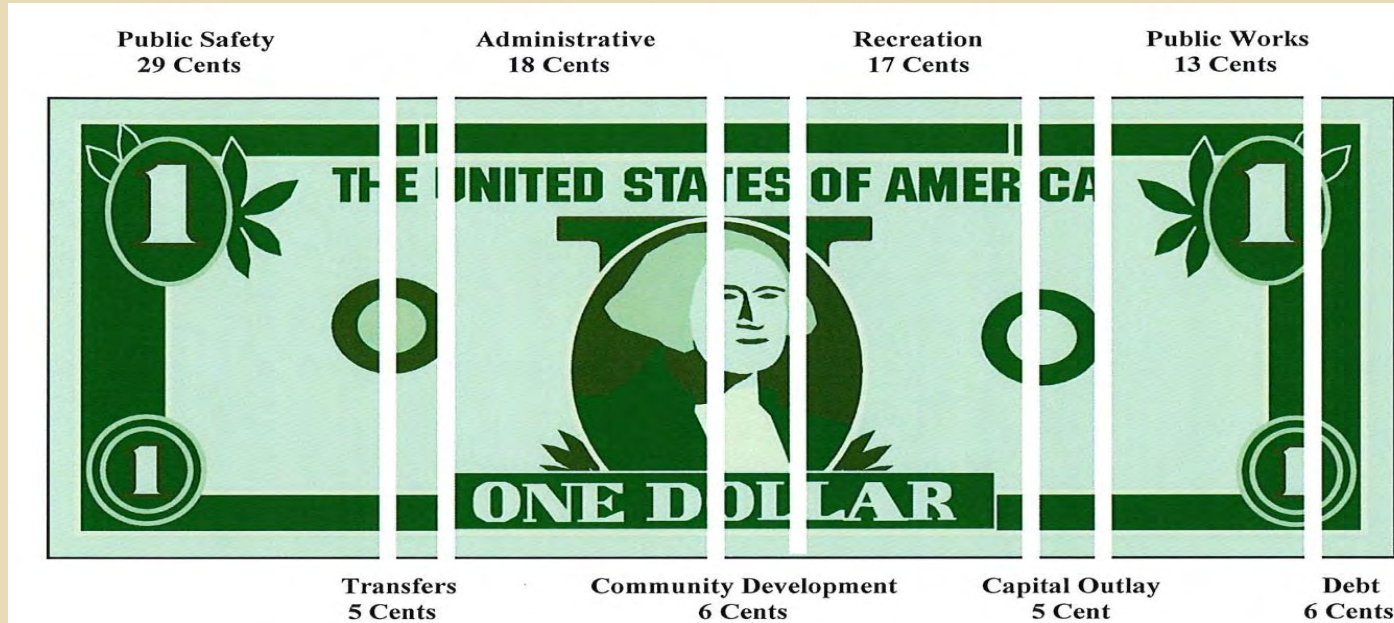
Capital Projects

- **Firing Range Enhancement - \$28,500**
- **Morse Park Recreation Plan - \$25,000**
- **Marina Bay Boardwalk (Engineering) - \$20,000**
- **Police Vehicle Replacement - \$40,000**
- **Police Radio Replacement (Two Units) - \$5,600**
- **Street Assessment Study - \$15,000**
- **Local Street Paving - \$68,500**
- **Cart Path Repair - \$5,000**
- **Main Beach House Repairs - \$11,300**

Debt Service

- **Allocates Funding for the Town's Debt Service Payments for Vehicles, Equipment, and Buildings - \$261,500**
- **New Debt is Proposed for the Construction of Morse Park Restrooms (\$94,000) and the Marina Expansion (\$160,000).**

What You Get For Your Lake Lure Tax Dollar



**In Lake Lure our tax rate is \$0.276 per \$100 of property valuation;
A \$300,000 home generates \$828 in annual property taxes:
This comes to \$69 per month for Town of Lake Lure taxes.**

What could you purchase for \$69 a month?

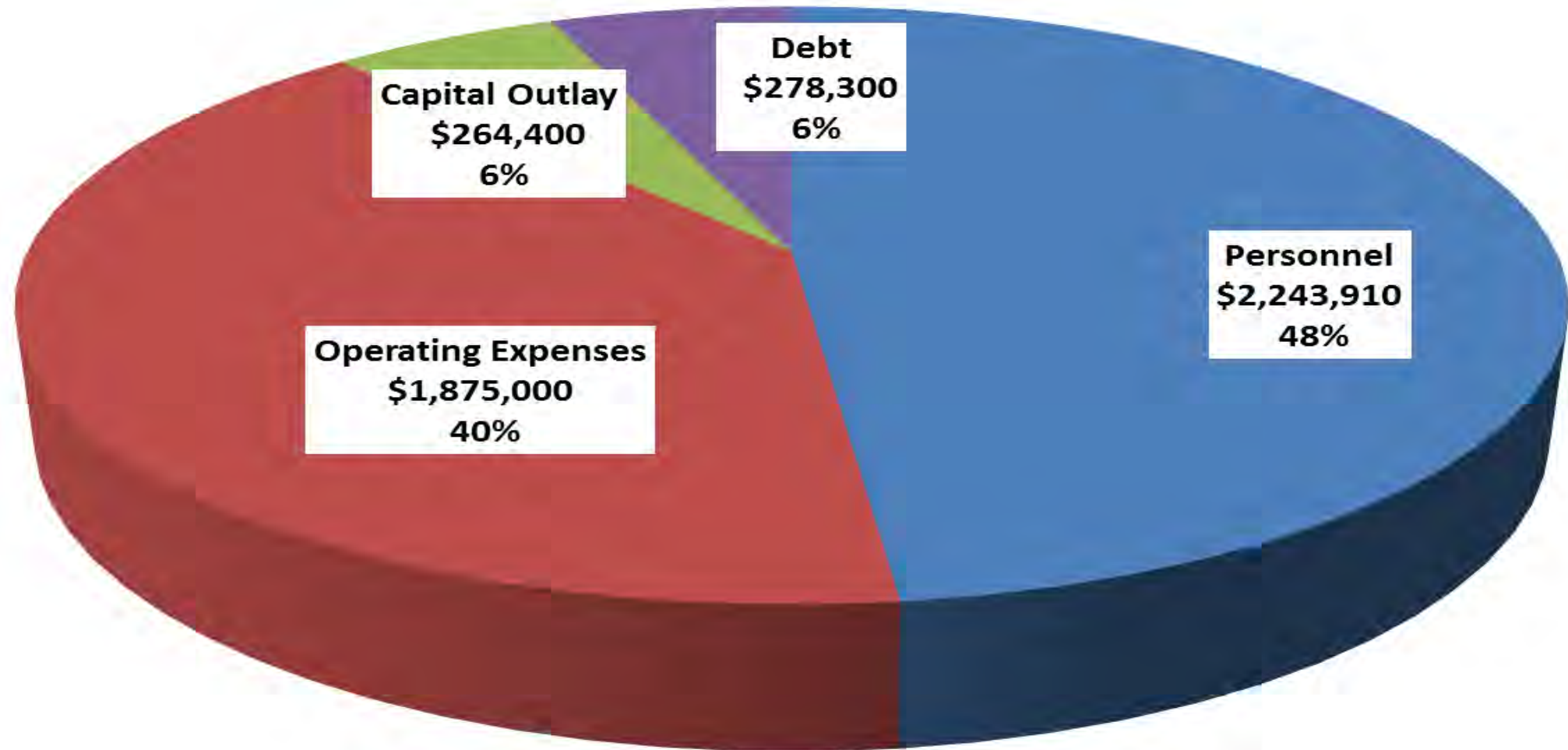
One of These. . .

One month of basic cable service
Two hardback books
One month at a gym
Four compact discs
Dinner for four
Two video games
Movie and snacks for four

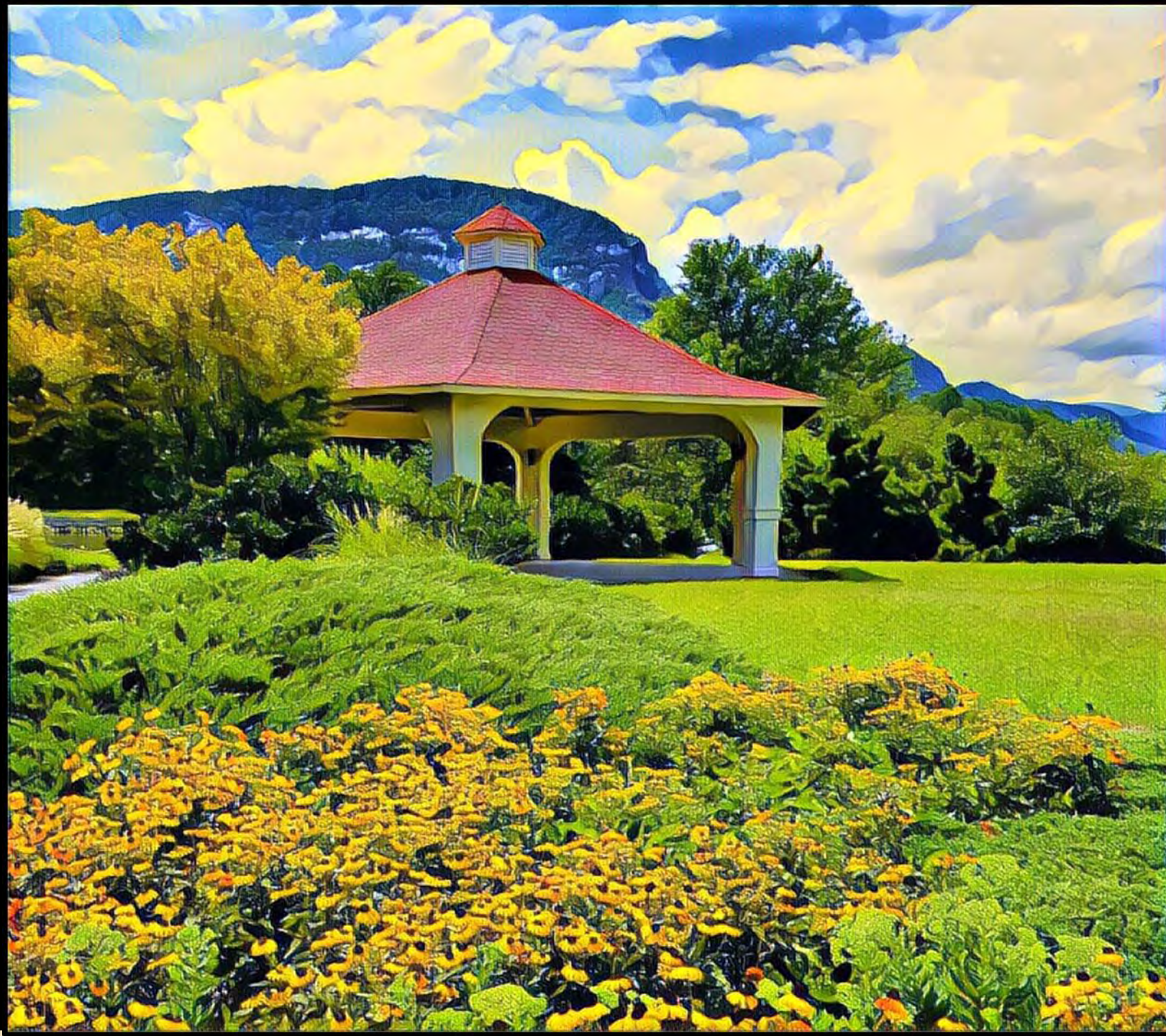
All of These. . .

24 Hour Police Protection
Planning and Zoning Services
Garbage Collection
24 Hour Fire Protection
Paved and Maintained Streets
Street Lighting
Snow and Ice Removal
Parks and Recreation
Right-of-Way Mowing

2017-2018 General Fund - Categorical Expense



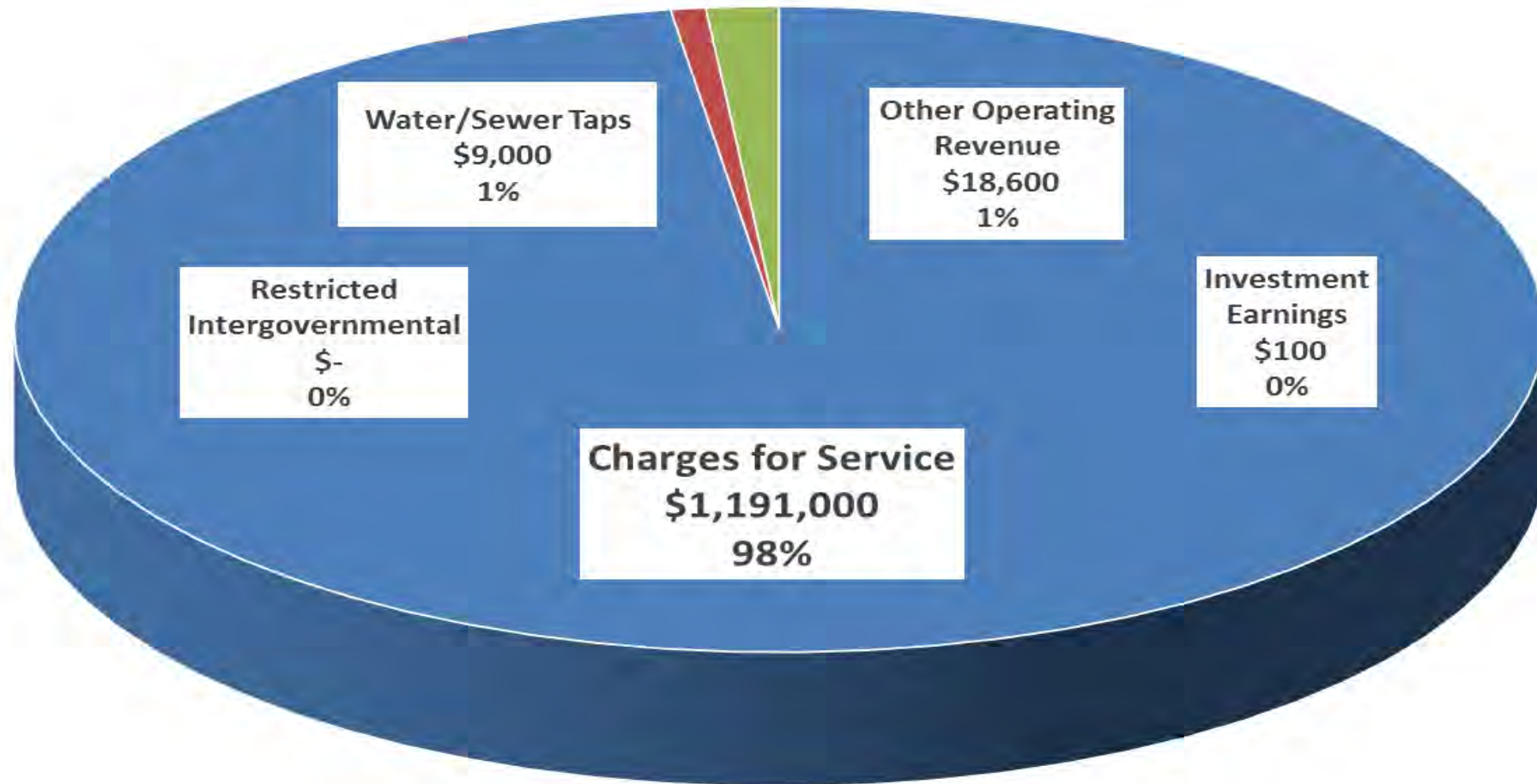
Water and Sewer Fund Revenue Highlights



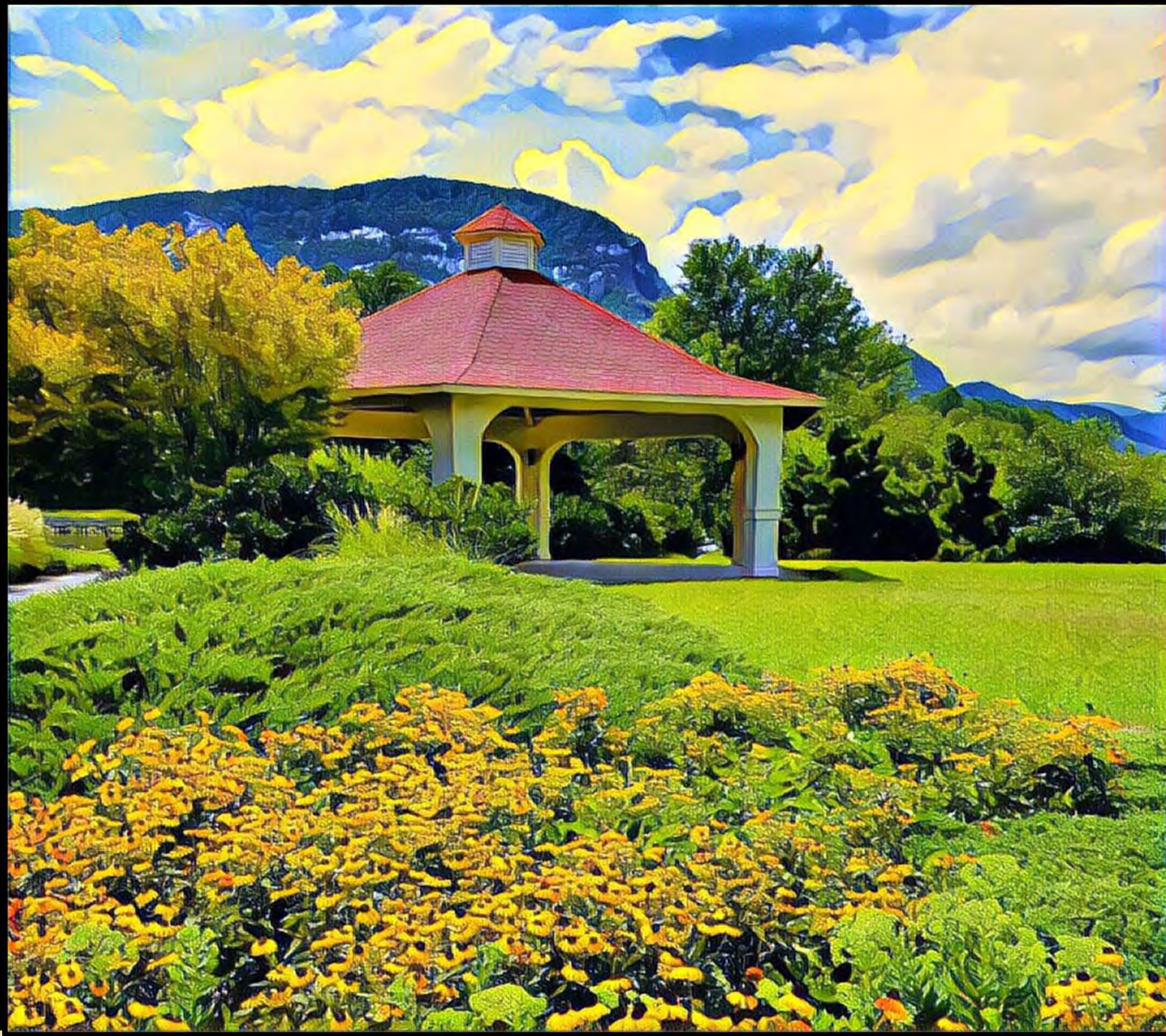
Water and Sewer Fund Revenues

- Operating revenues are budgeted at \$1,218,700
- This amount represents a \$45,650 increase in revenues budgeted last year.
- Proposes no adjustment to existing water and sewer rates.
- Water and Sewer charges accounts for 98% of water and sewer fund revenue.

Water and Sewer Fund Proposed Revenues FY 2017-2018



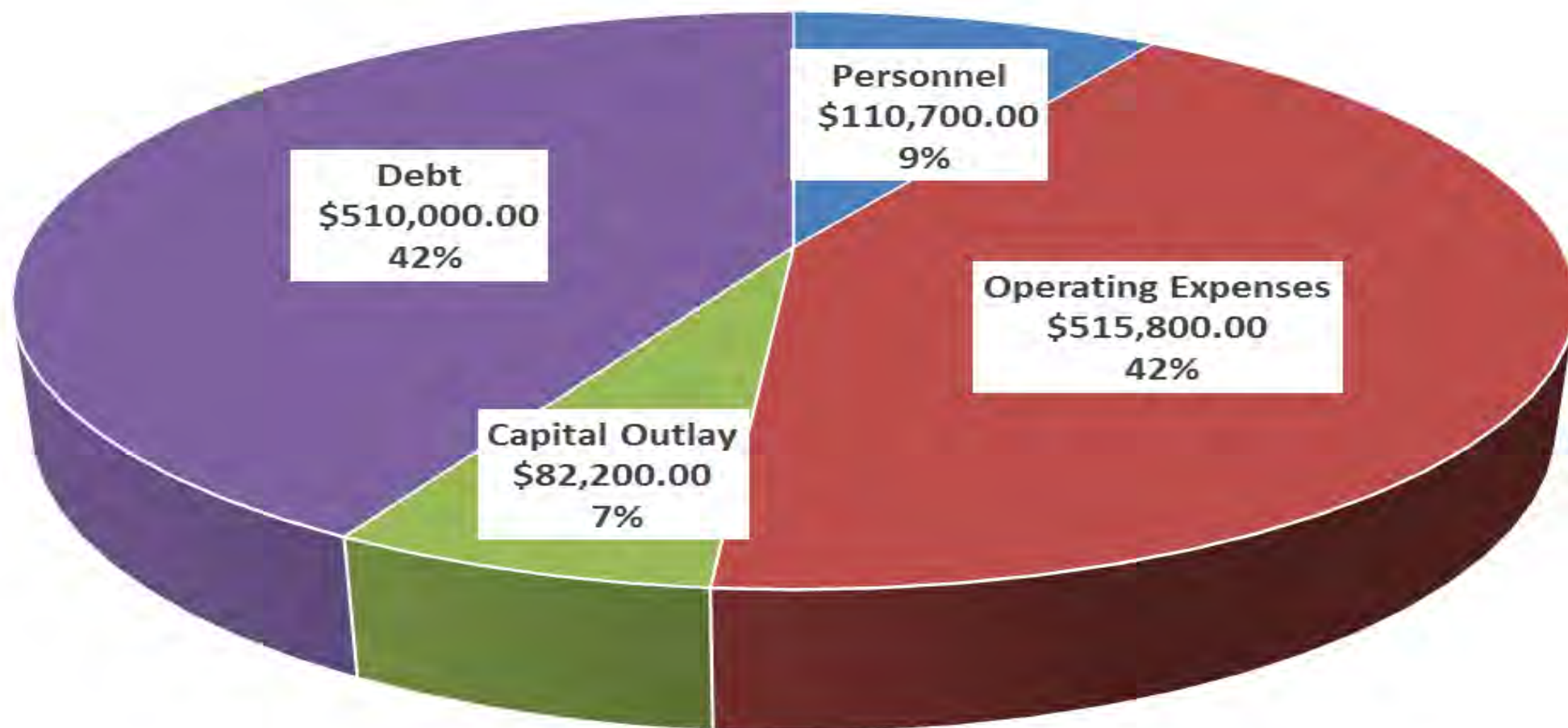
**Water and Sewer
Fund
Expenditure
Highlights**



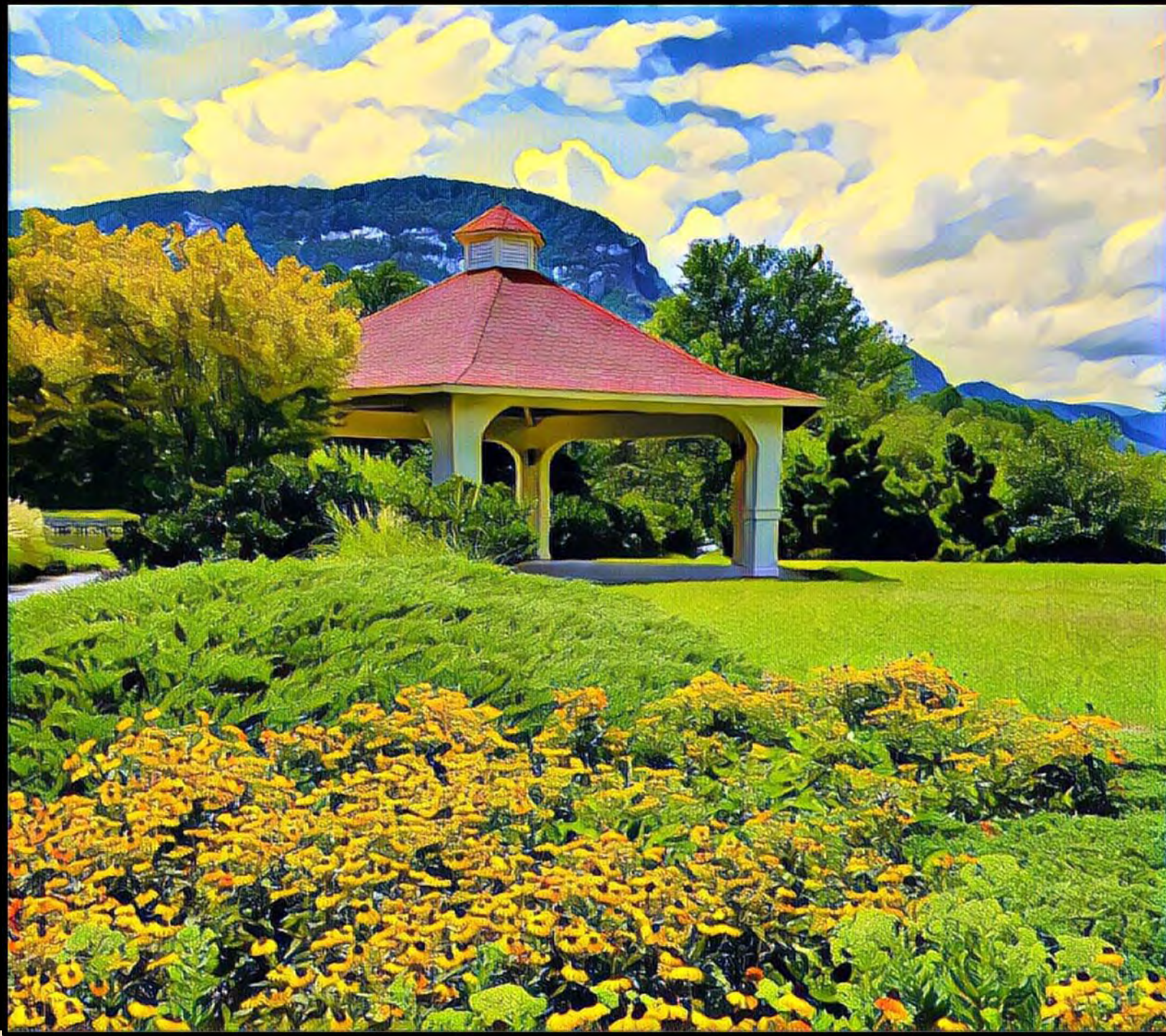
Water and Sewer Fund

- **Allocates \$119,945 in existing Debt Service payments and \$390,000 in Debt Service for the Greenline Project.**
- **Allocates \$113,500 for Contract Services to operate the Wastewater Treatment Plant.**
- **Funds four projects in the amount of \$82,200 in Capital Outlay.**
- **The Water and Sewer Fund will reimburse the General Fund for \$15,000 for shared expenses.**

2017-2018 Water and Sewer Fund Combined - Categorical Expense



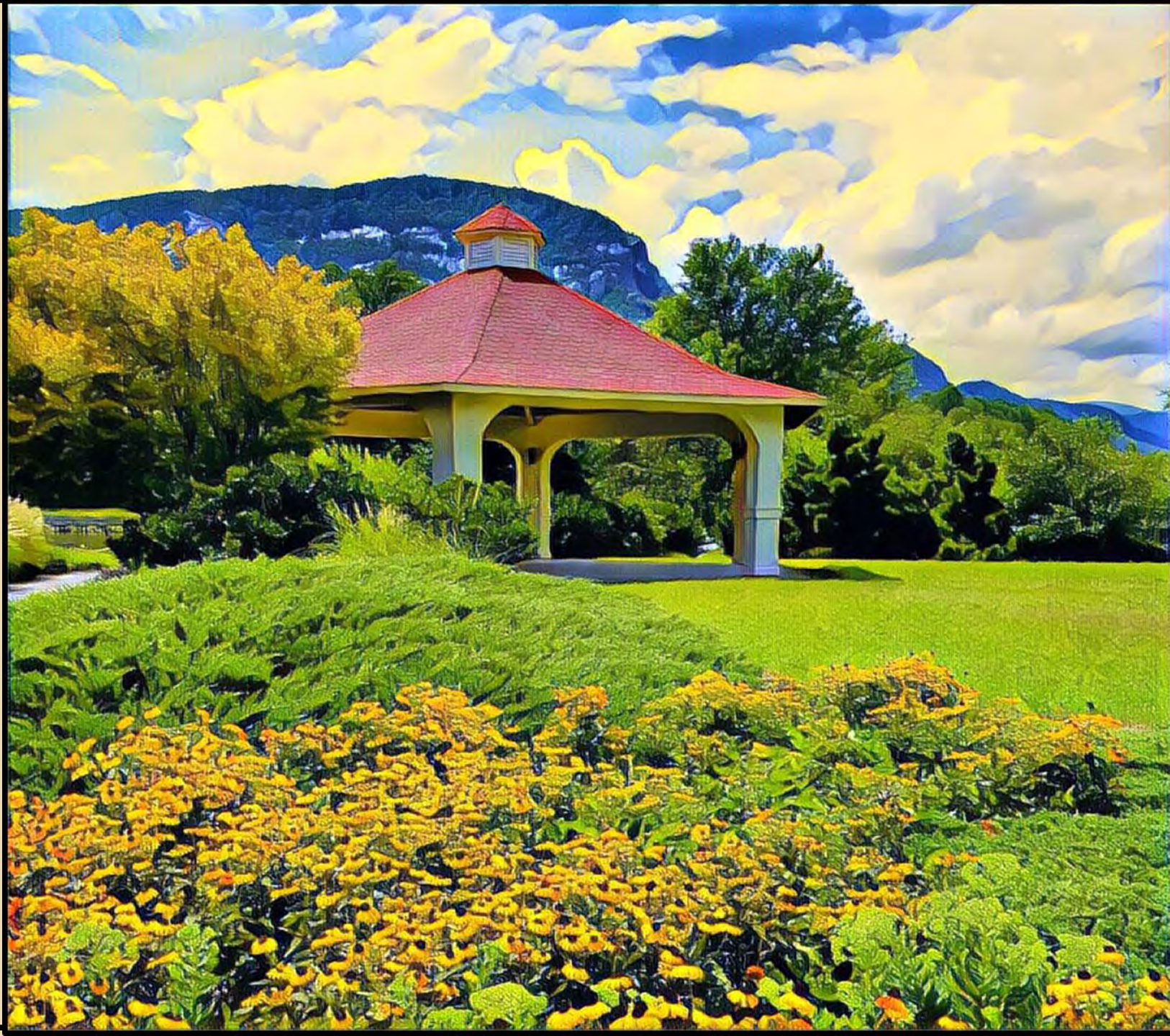
Electric Fund Revenue Highlights



Electric Fund Revenues

- Operating revenues are budgeted at \$351,000
- Without considering Transfers, this amount represents a \$224,151 decrease in revenues budgeted last year.
- Charges for Service accounts for all but \$1,000 of electric revenue.
- The Electric Fund will reimburse the General Fund \$15,000 for shared expenses.

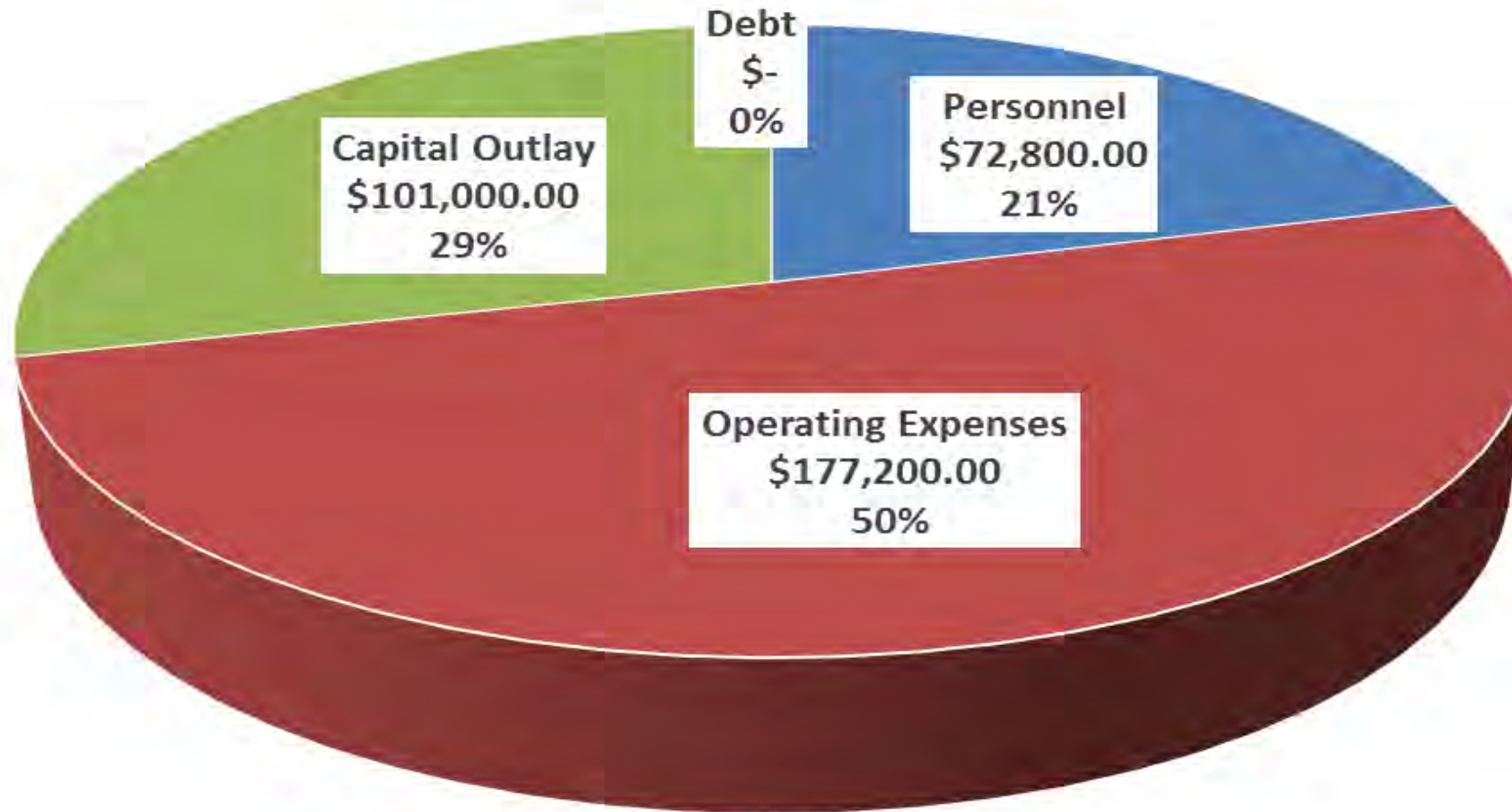
**Electric
Fund
Expenditure
Highlights**



Electric Fund Expenditures

- **Allocates \$50,000 in funding for the Repair and Maintenance of the Hydroelectric Dam.**
- **Funds Five projects in the amount of \$101,000 in Capital Outlay.**
- **The Electric Fund will transfer \$14,800 and any remaining revenues at year-end into Fund Equity to continue to build a reserve.**

2017-2018 Electric Fund Categorical Expense



Budget Calendar

- **May 24 – June 13**
Budget Review by Town Council
- **June 13**
Public Budget Hearing of Proposed Budget
- **June 13 – June 27**
Additional Time for Review and Amendments
- **June 27**
Adoption of Final Budget

Budget Document Availability

- **Filed with the Town Clerk at Town Hall**
- **Regular Meetings of the Town Council**
- **Budget Document is available on our Website at:**

www.townoflakelure.com

Town of Lake Lure



2017-2018 Annual Budget Questions?

