



# City Manager's FY2024 Proposed Budget

April 3, 2023



# Agenda

- General Fund – Retreat Priorities
- Noteworthy Expenditure Changes
- Noteworthy Revenue Changes
- How did we balance?
  - Uses of Fund Balance
  - Supplemental Cuts
- Potential Decision Points/Changes
- Capital Investment Plan
- Enterprise Fund Overview
- Next Steps
- Furnishing Feedback



# General Fund – Retreat Priorities

- Affordability (maintain current level of service with a lowered rate)
- First Priority - NCTC Debt Service and Cash Flow
- Second Priority - Unfreeze police positions
- Third Priority - Additional Registrar Funding



# Current Level of Service

- Assumes Council is satisfied with the current level of service
  - Wage adjustment to continue services
  - Some increases to goods and services due to inflationary pressures
  - Meets school funding obligation



# Noteworthy Expenditure Changes

- Compensation and Benefits - \$1,943,000
  - 5% increase planned for full year - \$902,000
  - Mid Year 2023 adjustments \$680,000
  - 2023 original 3% adjustment only funded for ½ year \$361,000
- Increase to School Funding Formula- \$1,400,000
- Transfer to CIP Increase for Nature's Crossing - \$520,000
- Increased Street Maintenance expenditures (offset by revenue) - \$270,000



## Noteworthy Expenditure Changes (continued)

- New economic development incentive (Waynesboro Place)- \$130,000
- Migrate Tyler software from city hosted to Tyler Hosted - \$125,000
- Comprehensive Plan Update - \$100,000
- Waynesboro First Aid Crew Contribution - \$75,000



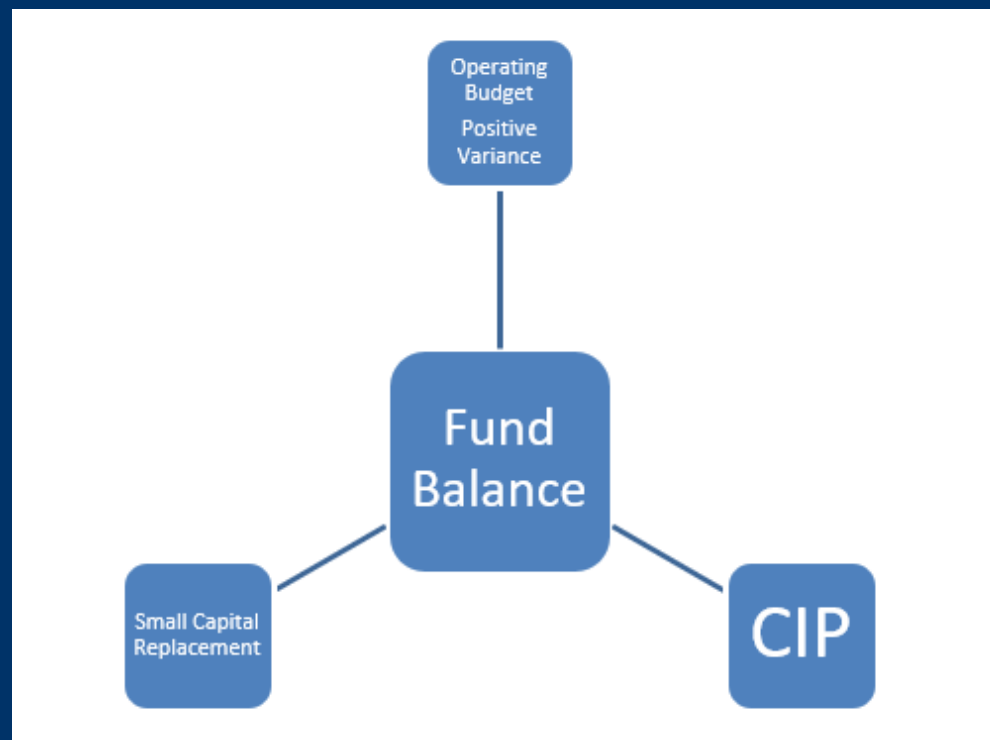
# Noteworthy Revenue Changes

- Real Estate Tax Revenue - \$1,800,000
  - \$1,300,000 – 5 cents more than equalized tax rate – used to pay for raise of \$780,000 of the \$902,000 recommended compensation adjustment and transfer to CIP for NCTC of \$520,000
  - \$300,000 – New Construction values
  - \$200,000 – 1% increase allowed under lowered tax rate calculation
- Sales and Meals Tax - \$1,500,000
- Personal Property - \$436,000
- VDOT Urban Maintenance Funds - \$270,000





# How did we balance?



# Potential Uses of Fund Balance

- Supplemental Sheet (page 12 of Recommended Budget) - \$586,726
  - Highway Maintenance Equipment
  - Replacement Vehicles and Mowers
  - Various Equipment and Facility Maintenance
- Total Fund Balance Need= \$586,726
  - \$460,098 unassigned fund balance
  - \$76,096 IT reserve
  - \$50,000 Fleet reserve
- Total Unassigned Fund Balance = \$1,406,000
  - Leaves approx. \$946,000 for CIP Plan



# Supplemental Requests Not Funded

- Located on Page 12-13 of CM recommended budget
  - Refund Authorized but Frozen Police Officer Positions(4)
  - Last Phase of Compensation Study
  - Fire Fighters (9) – Consider with SAFER
  - Police Vehicles (DCJS Grant)
  
  - Registrar Assistant



# Capital Investment Plan

DEPARTMENT	PROPOSED FUNDING SOURCE	OUTLAY/RESERVE	PROJECT DESCRIPTION	COST
<b>PUBLIC SAFETY</b>				
JAIL	LOCAL FUNDING	OUTLAY	MIDDLE RIVER REGIONAL JAIL DEBT PAYMENT	269,587
JAIL	LOCAL FUNDING	RESERVE	MIDDLE RIVER REGIONAL JAIL RESERVE	229,492
FIRE DEPARTMENT	LOCAL FUNDING	OUTLAY	FIRE TRUCK REPLACEMENT FUND	925,000
EMERGENCY MANAGEMENT	LOCAL FUNDING	OUTLAY	REGIONAL RADIO	1,960,292
<b>PARKS AND RECREATION</b>				
PARK PROJECTS	GRANT	OUTLAY	CROZET TUNNEL CONNECTOR TRAIL	950,000
PARK PROJECTS	GRANT/LOCAL	OUTLAY	GREENWAY PHASE III	91,563
<b>ECONOMIC DEVELOPMENT</b>				
ECONOMIC DEVELOPMENT	GRANT/LOCAL	OUTLAY	MUSEUM OF NATURAL HISTORY	400,000
ECONOMIC DEVELOPMENT	GRANT/LOCAL	OUTLAY	NATURE'S CROSSING AND TECHNOLOGY CENTER	520,000
<b>COMMUNITY DEVELOPMENT</b>				
COMMUNITY DEVELOPMENT	GRANT	OUTLAY	EAST MAIN STREET SCAPE	400,000
COMMUNITY DEVELOPMENT	GRANT	OUTLAY	VARIOUS PROJECTS (CDBG)	172,162
COMMUNITY DEVELOPMENT	LOCAL	OUTLAY	ADMINISTRATIVE SPACE AND ADA UPGRADES	2,000,000



# Enterprise Fund Rates

- 9.0% proposed increase in water rates.
- 3% proposed increase in sewer
- Stormwater Utility Fee to increase from \$4.70/ERU to \$4.84/ERU per month
- \$2.50 per month proposed increase in monthly refuse collection rates



## Residential 5/8" using 10K gallons/bi-monthly

Current	Sewer	Water	Total
Base	29.02	18.06	47.08
Consumption	89.60	53.63	143.23
Total	118.62	71.69	190.31
Proposed	Sewer	Water	Total
Base	29.89	19.69	49.58
Consumption	92.30	58.50	150.80
Total	122.19	78.19	200.38
Change per bill	3.57	6.50	10.07
Change per year	21.42	38.98	60.41



# Additional Considerations

- General Assembly adjourns without adopting a budget and without fully resolving school funding
- Motor Vehicle Tax Recoupling



# Next Steps

- April 10, 2023 – Lowered Tax Rate Public Hearing
- April 12, 2023 – Tentative Budget Work Session (Council Prioritization)
- April 24, 2023 – Budget, Rate, and Fee Public Hearings – Potential Ordinance Introduction
- May 8, 2023 – Potential Ordinance Adoption
- June 2023 – Fund Balance Appropriation (CIP)
- July 2023 – Fund Balance Appropriation (non-CIP)





# Furnishing Feedback

- Confirming Alignment
- Identifying Misalignment
- Seeking Clarification



# Conclusion

