

BOILING
SPRING
LAKES
BUDGET

FY
2017

Adopted
financial plan
for July 1,
2016 to June
30, 2017



City of Boiling Spring Lakes

Boiling Spring Lakes, NC 28461

Honorable Mayor Caster and Board of Commissioners
City of Boiling Spring Lakes, N.C.

Re: FY 2017 Adopted Budget

Dear Mayor Caster and Members of the Board:

In accordance with Section 159-11 of the NC General Statutes, I am pleased to present the FY 2017 Adopted Budget for the City of Boiling Spring Lakes.

The budget is a sound financial plan and has been prepared with consideration given to the Board's goals and objectives as established at the February 2016 workshop. The five (5) top priorities, *in no particular order*, that were established are:

1. Renovation/construction of New Police Department Building
2. Safety and security of city employees
3. Paving/ resurfacing policy
4. Stormwater Management
5. Construction of New Spillway

All sections of the budget are in conformance with the Local Government Budget and Fiscal Control Act as amended. A balanced budget for the next fiscal year, or an interim budget, must be adopted by June 30, 2016.

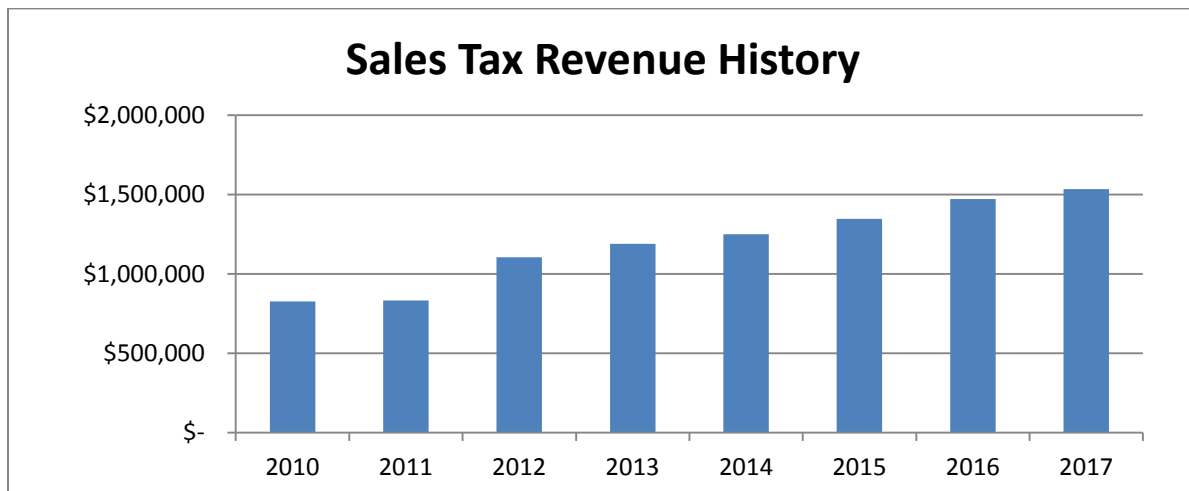
Pursuant to N.C.G.S. 159-12, a public hearing on the budget will be held on Tuesday, May 3, 2016 at 6:30 pm in the City Hall Board Meeting Room. This date was advertised with a public notice and copies of the budget will be made available to local news media, in the lobby of City Hall and on the City's website beginning on Monday April 25, 2016.

BUDGET OVERVIEW

The FY 2017 City of Boiling Spring Lakes budget is balanced and totals \$ 3,383,835 for General Fund and Powell Bill operations. This includes the use of \$ 440,935 from the undesignated fund balance which enters FY 2017 at a projected \$ 3,076,866.

REVENUES

Sales & Use Tax Revenue - The City's largest single source of revenue continues to be generated from *sales and use taxes*. This figure is \$1,524,000 and is approximately 50% of general fund revenues anticipated for the FY 2017. This figure is 5% more than what is anticipated to be collected in the revised current fiscal year budget. Sales tax revenue is anticipated to increase 6% statewide and the City will use that number for its budget increase for this line item. The chart below reflects the history of increases for this line item.



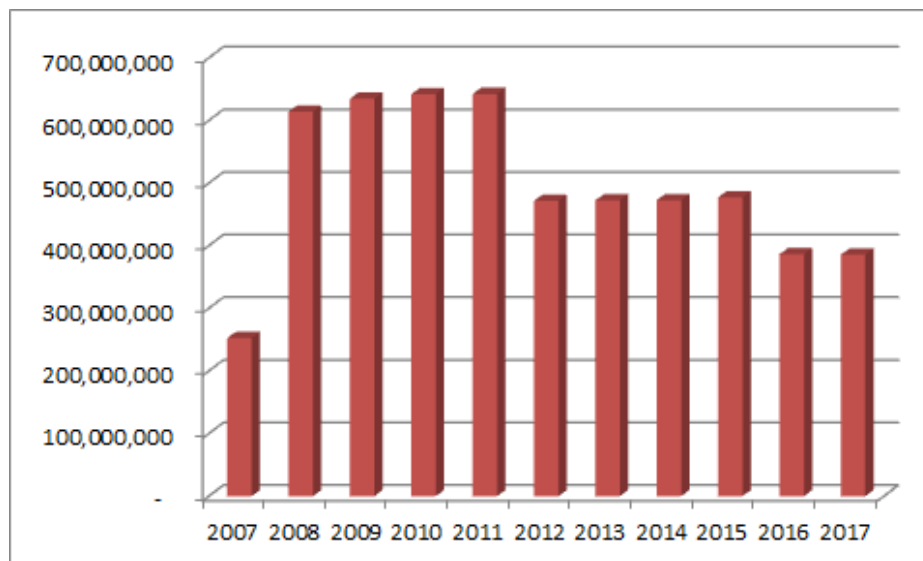
The NC Department of Revenue provides a “sales tax calculator” that assists local governments in estimating the amount of sales tax revenue that the government can expect based on national and statewide trends by county. The table below provides the estimate for FY 2017:

FY 16-17 Sales Tax and City Hold Harmless Calculator				
County in which your municipality is located:	Brunswick			
FY 14-15 Article 39 distributions at county level (from DOR distribution reports)	\$	16,044,661		
FY 14-15 Article 40 distributions at county level (from DOR distribution reports)	\$	8,756,958		
			County FY 15-16 to date	State FY 15-16 to date
Local Estimated Sales Tax Growth FY 14-15 to FY 15-16		3.9%	3.9%	4.6%
Local Estimated Sales Tax Growth FY 15-16 to FY 16-17		4.6%		
State Estimated Sales Tax Growth FY 14-15 to FY 15-16		5.0%		
State Estimated Sales Tax Growth FY 15-16 to FY 16-17		5.5%		
Estimated Local Non-Food Percentage		90.9%		
Statewide Non-Food Percentage		88.9%		
City distribution as a percent of county (ad valorem or per capita)			FY 15-16	FY 16-17
			3.40%	3.40%
Brunswick County Article 39	\$	16,670,403	\$	17,437,242
Brunswick County Article 40	\$	9,194,806	\$	9,700,521
Brunswick County Article 42	\$	8,335,201	\$	8,718,621
City Level Article 39	\$	566,794	\$	592,866
City Level Article 40	\$	312,623	\$	329,818
City Level Article 42	\$	283,397	\$	296,433
City Hold Harmless	\$	288,296	\$	305,311

Property Tax Revenue - The next highest revenue source is real property taxes.

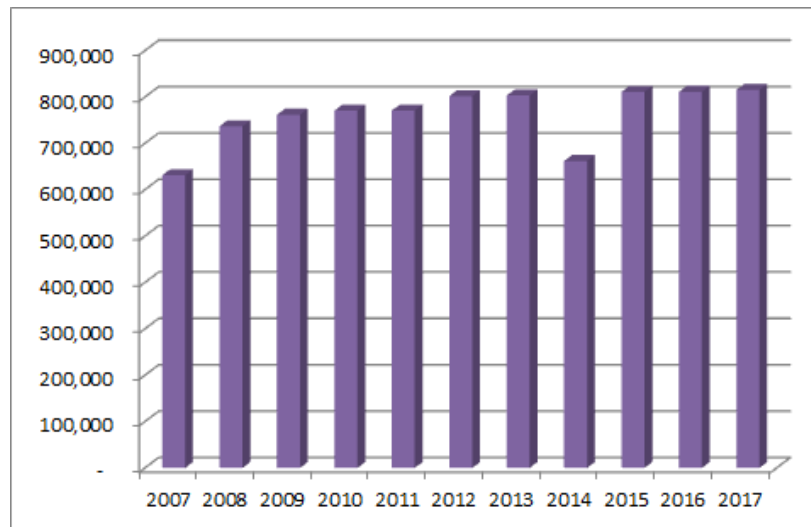
The City received in FY 2015 notification that the City's assessable base has fallen approximately 19% due to the reevaluation of property that was completed by Brunswick County in calendar year 2014 and effective January 1, 2015.

The chart below shows the valuation change from FY 2007 to the projected FY 2017 value:



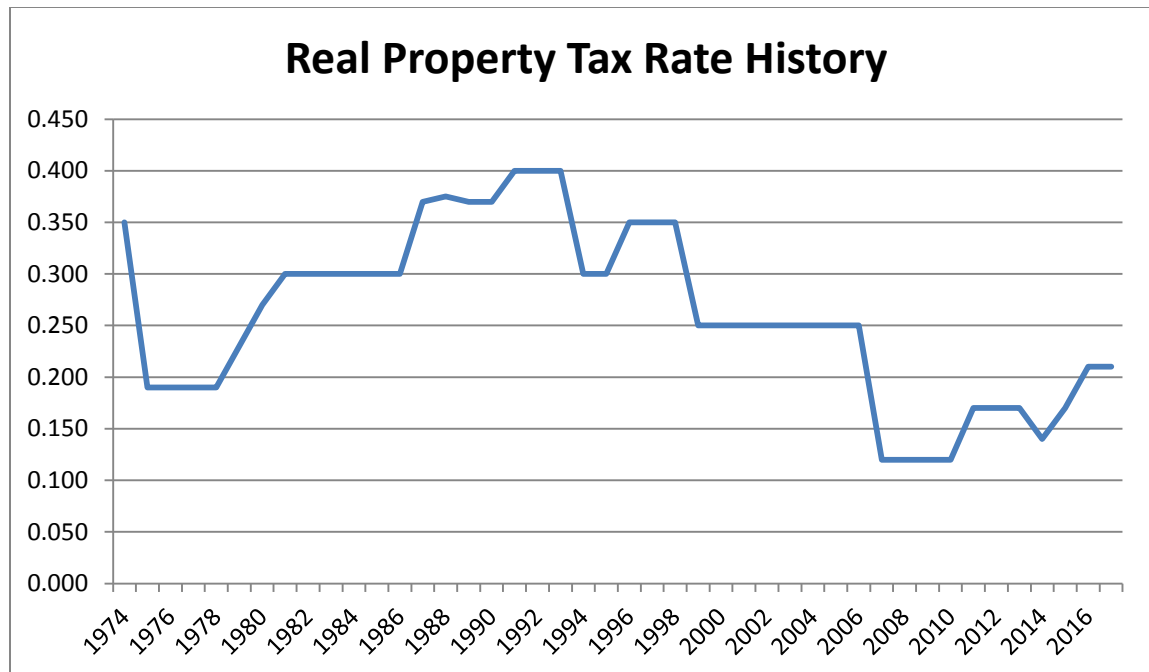
Constant Yield Tax Rate - This budget, as adopted, includes a tax rate of \$ 0.21 tax rate per \$ 100 of assessed valuation, the same from 2016. To generate the same amount of revenue from FY 2016 the

tax rate should be \$ 0.214 since the City's *net assessed valuation* decreased by \$ 707,522 which represents a loss of \$ 1,486 in property tax revenue.



A number of factors influence the tax rate with the most significant being the assessable base of the City. As the assessable base increases two things may occur; additional revenues are generated or the tax rate is reduced. The inverse can occur like when the mandatory reevaluation by the County takes place. State law requires it to be done at least once every eight (8) years but Brunswick County has elected to perform a reevaluation every five (5) years.

CITY OF BOILING SPRING LAKES Tax Collection Calculations July 1 2016, Through June 30 2017			
	Gross Valuations	Exemptions	Net Taxable Value
FY 2015-2016	\$ 437,757,242	\$ 51,482,080	\$ 386,275,162
FY 2016-2017	\$ 390,857,872	\$ 5,290,232	\$ 385,567,640
Current Tax Rate			\$ 0.21
Gross Tax Collections Available			\$ 809,692
Less: Allowance for Uncollectable		5%	\$ 40,485
AD Valorum Taxes-Current Year			\$ 769,207



Increases in the City's tax base are projected to be relatively flat, with an estimated thirty five (35) homes being constructed with this trend expected to continue for the next year or two. Other revenue sources such as interest income, a variety of State Collected Local Revenues and local permits and fees are forecasted for modest growth in the foreseeable future.

EXPENDITURES

Expenditure estimates were compiled and formulated by the Budget Officer (City Manager) based upon written requests and justification submitted by the various department heads. Each department's request was given consideration based on current and prior year expenditures, adopted work program, inflationary trends and a review of each departmental operation.

All revenue estimates in the budget are partially based upon recommendations provided by the NC League of Municipalities, current contracts, and figures provided by department heads that have revenue collection responsibility and actual revenues received during the current fiscal year.

As a result of the continuing economic conditions expenditures are being budgeted very conservatively in an attempt to insure that they do not exceed, to any great extent, anticipated revenues.

The budget does include a three percent (3%) Cost of Living Adjustment (COLA) increase for City employees. The Cape Fear Council of Governments (CFGOG) has been reviewing the City's job descriptions and current salaries and comparing them to competing local governments. Based on that report and cost of living adjustments will be made within the allotted funds after approval of the final report by the Board of Commissioners..

Workers Compensation is projected to be increase due to several claims that have been filed in the past few years after a 15% increase in the previous year. Property & Liability insurance rates are estimated to increase by some 5%. Budgeted expenditures for Capital Improvements are detailed by fund for the next fiscal year. Health insurance was budgeted to increase by 10% and the City will be looking at continuing to modify our insurance by providing e a Health Savings Account (HSA) option for city employees to better control costs.

HIGHLIGHTS

I. General Fund Revenues:

- The General Fund revenues are greater than current year revised budget by \$ 73,493 including a one-time anticipated sale of the old excavator.
- One Cent (\$.01) on property tax rate generates approximately \$ 37,000.
- Sales & Use Tax revenue is projected to increase by 5%
- Thirty five (35) new homes are projected to be constructed in FY 2017.
- No increase in User fees, Building Inspections fees, or Other Fees are Adopted.
- Approximately \$ 154,000 from fund balance will be used to balance the FY 2017 budget primarily as a result of purchasing a \$ 192,000 excavator to replace the current older machine that is in failing condition.

II. General Fund Expenditures:

The total full time work force is projected thirty (30) full-time employees.

- Police-13 (including one Animal Control Officer)
 - Animal Control - 1
 - Inspections/Code Enforcement-2
 - Public Works-5
 - Buildings & Grounds-3
 - Administration-4
 - Community Center/Parks & Recreation-3
- Employee health insurance is projected to increase by ten percent (10%). Rate experience has been very good this past year but the full expense of the Affordable Care Act will cost the City nearly \$ 6,000 in new taxes and fees that are now required to be paid plus the cost of additional mandated insurance benefits.

III. General Fund Operating Expenses and Capital Outlay.

Items of Note:

The table below summarizes significant items for the FY 2017 budget:

Dept.	Item	Estiamted Cost	Funding Source
PW	New Excavator	\$ 154,371	Fund Balance
PW	Eden Road Reconstruction	\$ 250,000	Fund Balance
Powell Bill	Tuscarora Road Extension Phase I Engineering	\$ 15,000	Powell Bill
Dams/Lakes	Engineering services for Stormwater Management Ordinance	\$ 30,000	General Fund
Dams/Lakes	Automated Gates	\$ 16,500	General Fund
Admin.	UDO Update	\$ 15,000	General Fund
Admin.	Webpage Upgrade	\$ 15,264	General Fund
City Wide	COLA (3%)	\$ 48,152	General Fund
Animal Control	In-Car Camara	\$ 4,900	General Fund
Police	Two (2) Replacement Vehicles	\$ 68,000	General Fund
Parks & Recreation	Muse Park Fencing/Upgrade	\$ 18,000	Capital Improvement Fund
Parks & Recreation	Exercise Equipment Replacement	\$ 12,300	General Fund
Totals		\$ 647,487	

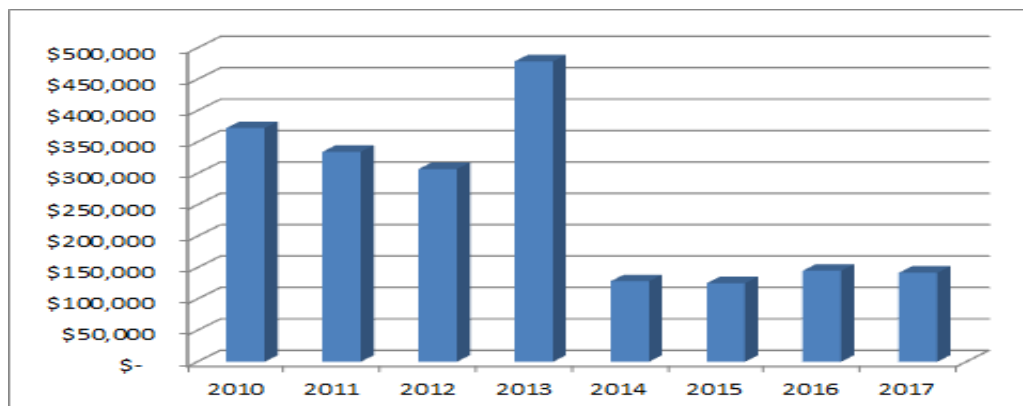
Explanations:

- **PW/Excavator** – Staff is proposing the replacement of the current excavator used by Public Works for wide variety of projects but most drainage improvements. I am proposing to use \$ 154,000 of the undesignated fund balance to pay for this purchase as opposed to borrowing funds for this purchase.
- **PW/Eden Road Reconstruction** – Staff is proposing as was discussed by the BOC at their workshop the reconstruction of Eden Road. Based on comments from the BOC at the preliminary budget workshop held on April 15, 2016 this will be funded from undesignated fund balance as opposed to debt service.
- **Powell Bill/Tuscarora Road Phase I Engineering** – This project will involve initial engineering to fully look at the potential costs associated with reestablishing the connection for Tuscarora with Eden Road that was eliminated with the construction of the land bridge by the US Army Corp of Engineers when the Sunny Point Railroad was rebuilt in the 1980's.
- **Dams/Lakes/Stormwater Management Ordinance** – Funds have been included for the necessary engineering services to lead to the BOC adoption of a Stormwater Management Ordinance that would regulate on new construction land development to avoid flooding issues on the lot and on adjoining properties.
- **Dam/Lakes/Automated Gates** – Staff is proposing the automation of two of the four gates on the existing spillway so that they can be maintained on the Big Lake without the use of the current electric wrench. The use of electric wrenches in wet weather is extremely dangerous.

Only in extreme weather conditions would the other two gates need to be adjusted to lower the lake for weather events.

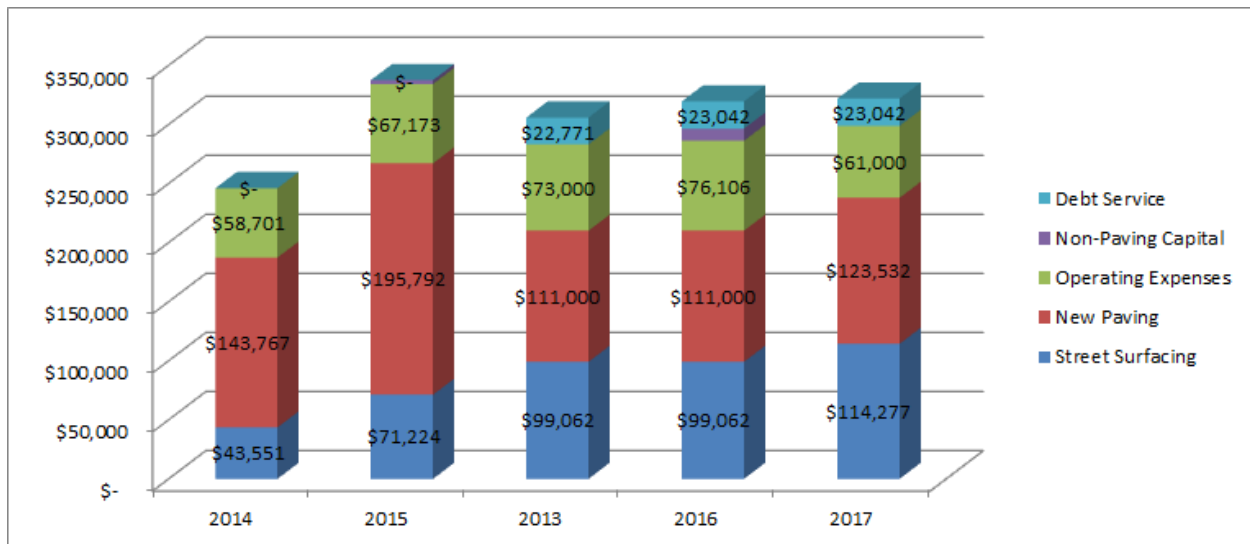
- **Admin/UDO Update** – At the completion by CFCOG of the Land Use update staff is proposing that the document that implements the Land Use plan be updated by CFCOG. This cost is offset by an anticipated \$ 15,000 grant by the State of NC.
- **Admin/Website Update** – Staff is proposing that the City’s primary tool for communication with out citizens to be updated and made more user friendly. The upgrade will also allow for the interaction with social media (Facebook, Twitter, etc.) that will push information out to the citizens when posed to the webpage. VC3 offers a subscription product that allows for this to be paid on a monthly basis and includes all support and an automatic upgrade to the website after four (4) years. This price includes a one time set cost of \$ 9,936.00.
- **City Wide/COLA** – A total of three (3%) percent has been included in the budget.
- **Animal Control/In-Car Camera** – Staff is proposing the purchase and installation of an in-car camera for the pickup that is used for both animal control activity and routine police business. The Animal Control officer is a certified police officer.
- **Police/Vehicle Replacement** – Funds have been included for the replacement of two (2) vehicles.
- **Parks & Recreation/Muse Park** – Funds from the Capital Improvement Fund have been allocated to install and/or replace fencing at Muse Park for the basketball and tennis court areas.
- **Parks & Recreation/Exercise Equipment Replacement** – This will be the final year of the current cycle for equipment replace and will see the replacement of one (1) treadmill and two (2) stationary exercise bikes. We will take about 3 years off and then begin another cycle of replacement of equipment.

IV. Debt Service. General fund and Powell Bill debt service is budgeted at \$ 141,729. The chart below shows the total debt by the City since FY 2010 with FY 2013 being high due to the advance repayment of an installment loan for street paving:



V. Powell Bill Fund:

- Estimating Revenues at \$310,000 is .03% from the current year due to passage of the legislation by the General Assembly to stabilize this funding source from fluctuations in gas tax revenue. The amount of revenues will go up in future years.
- Expenditures
 - \$ 15,000 for Phase I engineering for the reconnection of Tuscarora Road
 - \$ 31,500 for stone roads for Meadowood and Foxcroft.
 - \$ 112,532 for paving of streets to be recommended to the Board of Commissioners in FY 2017.

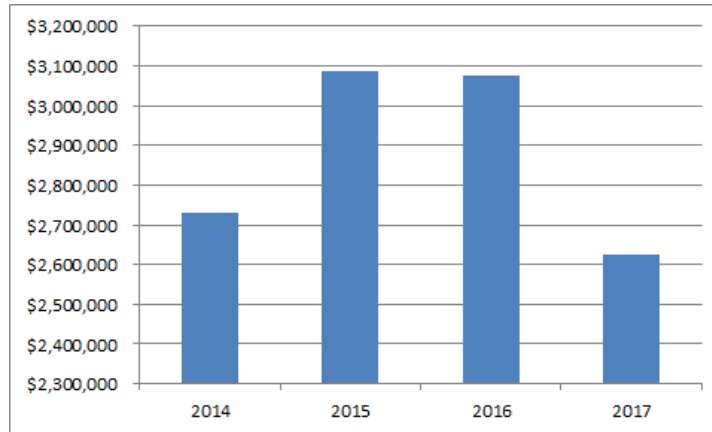


VI. Capital Improvement Fund

- Created in FY 2013 from unrestricted funds from the former Water Fund this fund begins FY 2017 with a balance of \$ 45,615
- The City proposes the following expenditures in FY 2017 from this fund:
 - \$ 18,000 – Fencing and basketball court improvements for Muse Park

VII. Fund Balances

- General/Powell Bill Fund: It is projected the City will finish FY 2017 with an estimated fund balance of \$ 2,667,004 which represents 69% of budgeted expenditures. It is important to point out that NCGS 159-8(a) restricts portions of the fund balance from expenditure and any surplus funds from Powell Bill expenditures are also restricted. Typically approximately \$ 600,000 of the fund balance may not be available making the “unassigned fund balance” closer to \$ 2,000,000. The chart below illustrates the total ending fund balance (including potential restricted funds) for the past several years:



- Capital Improvement Fund: Created in FY 2013 this new fund will end the year with \$ 27,615 fund balance.

Summary

I believe the FY 2017 Boiling Spring Lakes budget reflects the Board's service priorities for the citizens, meets the Board's stated goals and objectives, and is responsive to City-wide needs while reflecting a conservative approach to municipal revenues and expenditures.

On behalf of the City, I am pleased to present this budget of the City of Boiling Spring Lakes for the next fiscal year to the Mayor and Board of Commissioners.

We look forward to working with the Board in the delivery of City services to our citizens in the most professional, businesslike, economical and environmentally sensible manner possible.

Respectfully submitted,

Jeffrey E. Repp
City Manager

BUDGET SUMMARY

		ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
REVENUES						
AD VALOREM						
	Current Year	\$ 703,679	\$ 813,033	\$ 848,292	\$ 853,840	\$ 856,292
	Prior Year	\$ 35,531	\$ 41,909	\$ 23,512	\$ 46,353	\$ 30,422
	Penalties & Interest	\$ 265	\$ 2,258	\$ 771	\$ 1,847	\$ 771
Sub-Total		\$ 739,475	\$ 857,200	\$ 872,575	\$ 902,040	\$ 887,485
OTHER TAXES						
	Privilege licenses	\$ 5,261	\$ 150	\$ -	\$ 165	\$ -
	Dog Tax	\$ 1,780	\$ 1,910	\$ 2,000	\$ 990	\$ 1,000
Sub-Total		\$ 7,041	\$ 2,060	\$ 2,000	\$ 1,155	\$ 1,000
TOTAL - TAXES		\$ 746,516	\$ 859,260	\$ 874,575	\$ 903,195	\$ 888,485
UNRESTRICTED INTERGOVERNMENTAL						
	Local Option Sales Tax	\$ 1,250,485	\$ 1,399,261	\$ 1,409,014	\$ 1,480,676	\$ 1,524,428
	Franchise Tax	\$ 136,381	\$ 165,319	\$ 172,625	\$ 172,625	\$ 172,625
	Telecommunications Sales Tax	\$ 73,847	\$ 72,352	\$ 85,267	\$ 74,000	\$ 74,000
	Video Programming Tax	\$ 67,338	\$ 70,454	\$ 66,108	\$ 70,000	\$ 70,000
	Beer/Wine Excise Tax	\$ 24,907	\$ 28,034	\$ 24,900	\$ 26,398	\$ 28,000
	ABC Profit Distribution	\$ 18,938	\$ 36,118	\$ 22,900	\$ 26,040	\$ 35,000
Sub-Total		\$ 1,571,896	\$ 1,771,538	\$ 1,780,814	\$ 1,849,739	\$ 1,904,053
RESTRICTED INTERGOVERNMENTAL						
	Grant Revenue	\$ 18,336	\$ 14,896	\$ 15,000	\$ 21,484	\$ 34,400
	Governor Highway Grant	\$ 39,966	\$ 23,514	\$ 4,100	\$ 10,346	\$ -
	Powell Bill	\$ 299,053	\$ 303,559	\$ 303,559	\$ 307,823	\$ 310,000
	Mosquito Control	\$ -	\$ 870	\$ -	\$ 1,210	\$ 1,210
	NCDOT Right of Way	\$ 4,324	\$ 4,324	\$ 4,324	\$ 4,324	\$ 4,506
	Police Equipment Grant	\$ -	\$ 1,077	\$ -	\$ -	\$ -
	ABC Revenue for Police	\$ 161	\$ 887	\$ 200	\$ 542	\$ 542
Sub-Total		\$ 361,840	\$ 349,127	\$ 327,183	\$ 345,729	\$ 350,658
PERMITS & FEES						
	Building Permits & Insp Fees	\$ 42,507	\$ 50,136	\$ 37,675	\$ 59,632	\$ 45,150
	Street License Fees	\$ 21,000	\$ 23,250	\$ 20,250	\$ 33,000	\$ 26,250
PERMIT & FEES-TOTAL		\$ 63,507	\$ 73,386	\$ 57,925	\$ 92,632	\$ 71,400
SALES & SERVICES						
	Rents & Concessions	\$ 14,029	\$ 14,450	\$ 14,520	\$ 21,430	\$ 19,200
	Impound Fees	\$ -	\$ -	\$ -	\$ -	\$ -
	Planning Fees	\$ -	\$ -	\$ -	\$ 200	\$ -
	Assessment - Tax lien	\$ -	\$ 17,963	\$ 3,914	\$ (184)	\$ -
	Community Ctr Revenue	\$ -	\$ -	\$ -	\$ -	\$ -
	Programs & Rentals	\$ 82,213	\$ 94,839	\$ 80,000	\$ 87,647	\$ 80,000
	Memberships	\$ 17,204	\$ 17,686	\$ 17,500	\$ 12,097	\$ 15,500
	Gifts & Donations	\$ 7,638	\$ 4,619	\$ 1,000	\$ 6,129	\$ 1,000
SALES & SERVICES-TOTAL		\$ 121,084	\$ 149,557	\$ 116,934	\$ 127,319	\$ 115,700
INVESTMENT EARNINGS						
	Powell Bill	\$ -	\$ -	\$ -	\$ -	\$ -
	Other	\$ 6	\$ 11	\$ -	\$ 123	\$ 10
INVESTMENT-TOTAL		\$ 6	\$ 11	\$ -	\$ 123	\$ 10
MISCELLANEOUS REVENUE						
	Sales & Gas Tax Refunds	\$ 11,918	\$ 11,559	\$ 17,450	\$ 13,250	\$ 10,850
	Sale/Fixed Assets	\$ 50	\$ 3,609	\$ 3,514	\$ 4,912	\$ 34,451
	Xpress Pay Income	\$ 128	\$ 381	\$ 200	\$ 485	\$ 420
	Advertising Fees	\$ 23	\$ 82	\$ -	\$ 66	\$ 8
	Bike Runs	\$ 731	\$ 884	\$ -	\$ 695	\$ -
	Spring Fling	\$ -	\$ 431	\$ -	\$ -	\$ -
	Small Fry Fishing Tour.	\$ 3,367	\$ 2,724	\$ 800	\$ 2,723	\$ 800
	Burning Violations	\$ -	\$ -	\$ -	\$ -	\$ -
	BC Senior Resource	\$ 285	\$ 138	\$ -	\$ 200	\$ -
	Fitness on Demand	\$ -	\$ 3,469	\$ 3,000	\$ 1,498	\$ 2,000
	Audit Adjustment	\$ 9,734	\$ (860)	\$ -	\$ -	\$ -
	Contributions	\$ -	\$ 2,795	\$ -	\$ -	\$ -
	Miscellaneous	\$ 6,718	\$ 6,435	\$ 5,000	\$ 5,212	\$ 5,000
MISCELLANEOUS REVENUE-TOTAL		\$ 32,954	\$ 31,647	\$ 29,964	\$ 29,041	\$ 53,529
REVENUES-TOTAL		\$ 2,897,803	\$ 3,234,526	\$ 3,187,395	\$ 3,347,778	\$ 3,383,835

EXPENDITURES		ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
GENERAL GOVERNMENT						
	Governing Body	\$ 47,811	\$ 168,226	\$ 48,490	\$ 169,678	\$ 49,694
	Administration	\$ 489,357	\$ 504,954	\$ 539,663	\$ 557,375	\$ 610,535
	Public Building	\$ 254,500	\$ 187,614	\$ 235,553	\$ 209,380	\$ 227,989
GENERAL GOVERNMENT-TOTAL		\$ 791,668	\$ 860,794	\$ 823,706	\$ 936,433	\$ 888,218
PUBLIC SAFETY						
	Police	\$ 768,158	\$ 972,517	\$ 931,407	\$ 921,122	\$ 991,134
	Animal Control	\$ 21,615	\$ 38,092	\$ 7,360	\$ 4,038	\$ 11,685
	Inspections	\$ 120,048	\$ 125,422	\$ 128,021	\$ 127,313	\$ 128,670
PUBLIC SAFETY-TOTAL		\$ 909,821	\$ 1,136,031	\$ 1,066,788	\$ 1,052,473	\$ 1,131,489
TRANSPORTATION						
	Streets	\$ 347,311	\$ 380,554	\$ 472,236	\$ 421,099	\$ 875,629
	Powell Bill	\$ 246,520	\$ 337,454	\$ 285,162	\$ 299,399	\$ 313,809
TRANSPORTATION-TOTAL		\$ 593,831	\$ 718,008	\$ 757,398	\$ 720,498	\$ 1,189,438
ENVIRONMENTAL PROTECTION						
	Sanitation	\$ 29,083	\$ 2,218	\$ -	\$ -	\$ -
HEALTH AND WELFARE						
	Mosquito Control	\$ 1,318	\$ 7,130	\$ 5,250	\$ 4,178	\$ 6,500
CULTURE AND RECREATION						
	Community Center	\$ 324,319	\$ 345,551	\$ 458,999	\$ 497,887	\$ 386,883
	Parks and Recreation/Special Ev	\$ 5,483	\$ 7,636	\$ 5,894	\$ 5,075	\$ 6,642
	Community Appearance	\$ 3,036	\$ 175	\$ 200	\$ 200	\$ 200
	Library Commissoin	\$ -	\$ -	\$ 1,000	\$ 1,000	\$ 1,400
	Dams and Lakes	\$ 90,532	\$ 50,548	\$ 36,510	\$ 56,153	\$ 90,289
CULTURE AND RECREATION-TOTAL		\$ 423,370	\$ 403,910	\$ 502,603	\$ 560,315	\$ 485,414
DEBT SERVICE						
	Principal	\$ 80,002	\$ 80,000	\$ 97,826	\$ 102,114	\$ 99,861
	Interest	\$ 48,201	\$ 45,040	\$ 46,907	\$ 42,890	\$ 41,867
DEBT SERVICE-TOTAL		\$ 128,203	\$ 125,040	\$ 144,733	\$ 145,004	\$ 141,729
TOTAL EXPENDITURES		\$ 2,877,294	\$ 3,253,131	\$ 3,300,478	\$ 3,418,901	\$ 3,842,788
BALANCE		\$ 20,509	\$ (18,605)	\$ (113,083)	\$ (71,123)	\$ (458,953)
OTHER FINANCING SOURCES/USES						
	Proceeds/Capital Lease	\$ -	\$ -	\$ -	\$ -	\$ -
	Transfer from Water Project	\$ -	\$ 364,946	\$ -	\$ -	\$ -
	Prior Year Balance			\$ 33,756	\$ -	\$ 440,953
	Transfer from Powell Bill Fund	\$ -	\$ -	\$ 25,000	\$ 25,000	\$ -
	Transfer to Capital Imp Fund	\$ 27,945	\$ 8,440	\$ 68,000	\$ 68,000	\$ 18,000
	Transfer to Spillway Cap Proj	\$ -	\$ -	\$ -	\$ -	\$ -
OTHER FINANCING TOTALS		\$ 27,945	\$ 373,386	\$ 126,756	\$ 93,000	\$ 458,953
EXCESS/DEFICIT		\$ 51,461	\$ 354,781	13,673	\$ 21,877	\$ (0)
Beginning Fund Balance		\$ 2,563,891	\$ 2,731,300	\$ 2,649,834	\$ 3,086,081	\$ 3,107,957
Ending Fund Balance		\$ 2,731,300	\$ 3,086,081	\$ 2,649,834	\$ 3,107,957	\$ 2,667,004
% of Total Expenditures		95%	95%	80%	91%	69%

General Fund Revenues

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
2007 & Prior Years Taxes	\$ 513	\$ 1,417		\$ 1,300	\$ 172
AD Valorem Taxes, Cur year	\$ 626,992	\$ 741,596	\$ 784,292	\$ 765,062	\$ 784,292
AD Valorem Taxes, Motor Vehicle	\$ 76,687	\$ 71,437	\$ 64,000	\$ 88,778	\$ 72,000
MV Tax Prior	\$ 10,862	\$ -	\$ -	\$ 603	\$ 250
Tax Lien-Water Assessment	\$ -	\$ 6,200	\$ 3,914	\$ (988)	\$ -
Tax Lien-Water Assessment-INT	\$ -	\$ 11,763	\$ -	\$ -	\$ -
Phase 1 W/O	\$ -	\$ -	\$ -	\$ 804	\$ -
Interest-Current Year 2010-2008	\$ 8,232	\$ 8,874	\$ 4,000	\$ 8,802	\$ 4,000
2009-2008 Prior Yr Taxes	\$ 24,156	\$ 40,492	\$ 23,512	\$ 44,450	\$ 30,000
Tax Lien-2009 Water Assessment	\$ -	\$ -	\$ -	\$ 9,496	\$ 3,140
Dog Tax	\$ 1,780	\$ 1,910	\$ 2,000	\$ 990	\$ 1,000
Interest-2007 & Prior	\$ 265	\$ 2,258	\$ 771	\$ 1,043	\$ 771
Adv. Cost	\$ 23	\$ 82	\$ -	\$ 66	\$ 8
Local Option Sales Tax	\$ 1,250,485	\$ 1,399,261	\$ 1,409,014	\$ 1,480,676	\$ 1,524,428
Telecommunication Sales Tax	\$ 73,847	\$ 72,352	\$ 85,267	\$ 74,000	\$ 74,000
Video Programming Sales Tax	\$ 67,338	\$ 70,454	\$ 66,108	\$ 70,000	\$ 70,000
Sub Contractors Permits	\$ 20,730	\$ 23,435	\$ 18,000	\$ 29,447	\$ 21,500
Licenses (Priv - Be - Wi)	\$ 5,261	\$ 150	\$ -	\$ 165	\$ -
Permits	\$ 16,977	\$ 21,451	\$ 14,925	\$ 22,285	\$ 17,800
Franchise Tax/ Utility tax	\$ 136,381	\$ 165,319	\$ 172,625	\$ 172,625	\$ 172,625
Sewer Permit Fees	\$ -	\$ 500	\$ 250	\$ -	\$ 250
Rents/Concessions	\$ 14,029	\$ 14,450	\$ 14,520	\$ 21,430	\$ 19,200
Reinspection Fees-Prmt	\$ 50	\$ 100	\$ 200	\$ 100	\$ 100
Lot Clearing & Drive way Permits	\$ 4,750	\$ 5,150	\$ 4,550	\$ 7,800	\$ 5,750
Mosquito Control	\$ 1,012	\$ 870	\$ -	\$ 1,210	\$ 1,210
Street License Fees	\$ 21,000	\$ 23,250	\$ 20,250	\$ 33,000	\$ 26,250
Beer/Wine Tax	\$ 24,907	\$ 28,034	\$ 24,900	\$ 26,398	\$ 28,000
Grant Revenue		\$ 14,896	\$ -	\$ 4,000	\$ 15,000
Police Equipment Grant	\$ 18,336	\$ 1,077	\$ 15,000	\$ 17,484	\$ 19,400
Governor Highway Grant	\$ 39,966	\$ 23,514	\$ 4,100	\$ 10,346	\$ -
Investment Earnings	\$ 6	\$ 11	\$ -	\$ 123	\$ 10
NC Sales Tax Refund	\$ 7,125	\$ 10,766	\$ 10,750	\$ 12,457	\$ 9,000
Xpress Pay Income (CC)	\$ 128	\$ 381	\$ 200	\$ 485	\$ 420
Miscellaneous Income	\$ 6,718	\$ 5,935	\$ 5,000	\$ 5,212	\$ 5,000
Contributions		\$ 2,795			
Bike Run (Spring)	\$ 211	\$ 50	\$ -	\$ 47	\$ -
911 Bike Run (Fall)	\$ 520	\$ 834	\$ -	\$ 648	\$ -
Spring Fling	\$ -	\$ 431	\$ -	\$ -	\$ -
Haunted Hay Ride	\$ -	\$ 261	\$ -	\$ -	\$ -
Comm Appear. Donations	\$ 2,880	\$ -	\$ -	\$ 11	\$ -
Sale of Fixed Assets	\$ 50	\$ 3,609	\$ 3,514	\$ 4,912	\$ 34,451
ABC Store - Law	\$ 161	\$ 887	\$ 200	\$ 542	\$ 542
ABC Store - Profit	\$ 18,938	\$ 36,118	\$ 22,900	\$ 26,040	\$ 35,000
Fund Balance Required for Water	\$ 27,945	\$ 364,946	\$ -	\$ -	\$ -
Fund Balance Appropriated	\$ 302	\$ -	\$ -	\$ -	\$ -
Community Center Rent	\$ 4,579	\$ 3,907	\$ 3,500	\$ 3,464	\$ 3,500
Community Center Memberships	\$ 17,204	\$ 17,686	\$ 17,500	\$ 12,097	\$ 15,500
Community Center Donations/Grant	\$ 7,638	\$ 4,619	\$ 1,000	\$ 6,129	\$ 1,000
Community Center Programs	\$ 77,634	\$ 90,932	\$ 76,500	\$ 84,183	\$ 76,500
Small Fry Fishing Tournament	\$ 3,367	\$ 2,724	\$ 800	\$ 2,723	\$ 800
Fitness on Demand Program P?R	\$ -	\$ 3,469	\$ 3,000	\$ 1,498	\$ 2,000
Planning Fees	\$ -	\$ -	\$ -	\$ 200	\$ -
BC Senior Resource	\$ 285	\$ 138	\$ -	\$ 200	\$ -
NC Dot-Right of Way/Mowing	\$ 4,324	\$ 4,324	\$ 4,324	\$ 4,324	\$ 4,506
TOTAL	\$ 2,624,604	\$ 3,305,115	\$ 2,881,386	\$ 3,056,667	\$ 3,079,375

FY 2017 Budget Comments:

- Property taxes Adopted to remain the same at \$.21 \$ 100 of assessed valuation. \$ 0.01 of property tax generates approximately \$ 37,000
- Motor Vehicle tax revenue is expected to increase due to the new “Tax and Tag” program by the NC Department of Revenue.
- Sales & Use Tax Revenue projected to increase by 5%
- Sale of Fixed Assets includes \$ 30,000 for
- Budget assumes thirty five (35) new homes to be constructed

Governing Body

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
GOVERNING BODY					
GOVERNING BODY					
SALARIES	\$ 8,000	\$ 6,000	\$ 8,000	\$ 8,000	\$ 8,000
CITY ATTORNEY FEES	\$ 5,035	\$ 121,806	\$ 5,000	\$ 124,000	\$ 5,000
CITY AUDITOR FEES	\$ 20,500	\$ 22,500	\$ 23,400	\$ 23,400	\$ 24,300
CITY SHARE/SOCIAL SECURITY	\$ 612	\$ 459	\$ 612	\$ 612	\$ 612
RETREAT	\$ -	\$ -	\$ -	\$ -	\$ -
PER DIEM/TRAVEL/TRAINING	\$ 1,275	\$ 140	\$ 1,200	\$ 210	\$ 1,200
ORDINANCE- CODIFICATION	\$ 1,004	\$ 3,730	\$ 1,500	\$ 901	\$ 1,500
CONTRACTED SERVICES	\$ -	\$ 1,086	\$ -	\$ -	\$ -
COLLECTION FEES FOR TAXES	\$ 4,934	\$ 5,899	\$ 5,778	\$ 5,745	\$ 5,882
COLLECTION FEES FOR MOTOR V	\$ 263	\$ 2,415	\$ -	\$ 2,930	\$ 2,900
MISC	\$ 3,120	\$ 2,459	\$ 3,000	\$ 3,880	\$ 300
SCHOLARSHIP EXPENSES	\$ -	\$ 1,180	\$ -	\$ -	\$ -
NON-CAPITAL	\$ 3,068	\$ 552	\$ -	\$ -	\$ -
Totals	\$ 47,811	\$ 168,226	\$ 48,490	\$ 169,678	\$ 49,694

FY 2017 Budget Comments:

- **City Attorney fees** – Costs associated with the retention of legal services to represent the City in litigation. In FY 2015 and 2016 the noted increase is due to litigation associated with Spring Lake and the lawsuits brought against the City due to claims of inverse condemnation.
- **City Auditor Fees** – Costs associated with the annual audit required by the State of North Carolina and the Local Government Commission (LGC).
- **Collection of Real Property Taxes** – Brunswick County charges per agreement 0.75% for billing and collections services related to the City's real property tax bills.
- **Collection of MV Taxes** – The State of NC collects personal property taxes for vehicles at the same time as they require registration of vehicles. The funds are distributed to the County with a 4% collection fee charged with said charge minus any markup passed on to the municipalities.

Administration

Account Number	ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
	ADMINISTRATION					
10-420-00	ADMINISTRATION					
10-420-01	SALARIES- WATER PROJECT	\$ -	\$ -	\$ -	\$ -	\$ -
10-420-02	SALARIES	\$ 215,312	\$ 219,520	\$ 223,456	\$ 227,744	\$ 235,763
10-420-04	PROFESSIONAL SERVICES	\$ -	\$ 2,680	\$ 35,000	\$ 30,175	\$ 30,000
10-420-05	CITY SHARE/SOCIAL SECURITY	\$ 16,212	\$ 16,419	\$ 17,094	\$ 17,422	\$ 18,156
10-420-06	EMPLOYEES GROUP INS	\$ 27,738	\$ 27,697	\$ 31,610	\$ 30,943	\$ 25,041
10-420-07	RETIREMENT CITY SHARE	\$ 14,365	\$ 15,527	\$ 14,119	\$ 14,966	\$ 15,809
10-420-08	CITY CONT 401 (K) PLAN	\$ 9,958	\$ 10,790	\$ 10,584	\$ 10,584	\$ 10,903
10-420-09	UNEMPLOYMENT COMP	\$ 21,549	\$ 967	\$ 2,000	\$ 7,625	\$ 7,625
10-420-10	OTHER FRINGE BENEFITS	\$ 1,973	\$ 2,236	\$ 2,600	\$ 2,600	\$ 2,633
10-420-11	TELEPHONE/POSTAGE CITY HALL	\$ 6,540	\$ 8,503	\$ 9,500	\$ 8,808	\$ 9,500
10-420-12	VOLUNTEER APPRECIATION	\$ 737	\$ 574	\$ 750	\$ 1,394	\$ 750
10-420-13	ELECTRIC/WATER	\$ 10,866	\$ 12,012	\$ 11,700	\$ 11,700	\$ 11,700
10-420-14	TRAVEL/TRAINING	\$ 5,562	\$ 8,183	\$ 8,000	\$ 5,707	\$ 7,000
10-420-16	OFFICE EQUIP & MAINT	\$ 6,498	\$ 6,305	\$ 5,900	\$ 7,934	\$ 5,900
10-420-26	LEGAL ADVERTISING	\$ 2,497	\$ 3,422	\$ 2,000	\$ 1,228	\$ 2,000
10-420-31	FUEL,OIL,TIRES	\$ 799	\$ 815	\$ 800	\$ 897	\$ 800
10-420-32	OFFICE SUPPLIES	\$ 3,038	\$ 3,416	\$ 3,450	\$ 3,665	\$ 3,450
10-420-33	OFFICE SUPPLIES-WATER PROJECT	\$ -	\$ -	\$ -	\$ -	\$ -
10-420-35	EMERGENCY RESPONSE	\$ -	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750
	SAFETY SUPPLIES	\$ -	\$ -	\$ -	\$ -	\$ -
10-420-36	FIRE DEPT CONTINGENCY	\$ 5,500	\$ -	\$ -	\$ -	\$ 25,000
10-420-45	CONTRACTED SERVICES	\$ 17,081	\$ 27,335	\$ 25,000	\$ 28,546	\$ 37,936
10-420-53	DUES AND SUBSCRIPTIONS	\$ 8,700	\$ 9,129	\$ 10,650	\$ 10,650	\$ 15,978
10-420-54	CITY INSURANCE	\$ 53,874	\$ 42,889	\$ 43,000	\$ 46,156	\$ 47,964
10-420-55	WORKMANS COMP INS	\$ 49,386	\$ 68,637	\$ 69,000	\$ 71,178	\$ 86,535
10-420-56	WATER REFUND CHECKS	\$ -	\$ 782	\$ -	\$ (2,753)	\$ -
10-420-57	MISCELLANEOUS EXPENSE	\$ 6,400	\$ 6,293	\$ 5,500	\$ 5,739	\$ 5,500
10-420-58	BANK SERVICE CHARGES	\$ 3,766	\$ 3,847	\$ 3,600	\$ 956	\$ -
10-420-72	NON CAPITAL OUTLAY	\$ -	\$ 2,914	\$ -	\$ -	\$ -
10-420-59	XPRESS FEES	\$ 26	\$ 312	\$ 600	\$ 769	\$ 840
10-420-74	NON-CAPITAL OUTLAY	\$ 980	\$ -	\$ -	\$ 498	\$ -
10-420-74	CAPITAL OUTLAY	\$ -	\$ -	\$ -	\$ -	\$ -
10-420-75	DEBT SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -
10-420-76	DEBT SERVICE INT.	\$ -	\$ -	\$ -	\$ -	\$ -
10-420-77	PLANNING DEPT	\$ -	\$ -	\$ -	\$ 8,494	\$ -
10-420-78	WATER REFUND CHECKS		\$ 0	\$ 0	\$ 0	\$ 0
ADMINISTRATION TOTALS		\$ 489,357	\$ 504,954	\$ 539,663	\$ 557,375	\$ 610,535

FY 2017 Budget Comments:

- **Salaries** - Four (4) FTE & One (1) PTE included in this department.
- **Professional Services** – funds for an update to the Uniform Development Ordinance (UDO).
- **Emergency Response** – annual subscription fee for emergency notification software.
- **Contracted Services** – Includes 5 VOA and 8 telephone seats for hosted computer services, \$ 9,936 for one time website design.
- **Dues and Subscriptions** – membership fees for CFGOG, ICMA, NCLM and SOG. This line item also includes \$ 5,300 increase for new website subscription.
- **City Insurance** – covers property and equipment and is projected to rise by 5%.

- ***Workman's Compensation*** – mandated insurance to cover employee injuries while on the job. City received a \$ 9,000 refund in FY 2016 for fees charged in the prior fiscal year after auditing classifications assigned to employees.

Animal Control

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
ANIMAL CONTROL					
PART TIME SALARIES					
SALARIES	\$ -	\$24,809	\$0	\$0	\$0
CITY SHARE SOC SEC	\$ -	\$1,852	\$0	\$0	\$0
EMPLOYEES GRP INS		\$3,408	\$0	\$0	\$0
CITY CONT/EMPS RET		\$1,789	\$0	\$0	\$0
CITY CONT/401 (K) PLAN		\$1,211	\$0	\$0	\$0
PHONE / POSTAGE	\$ -	\$280	\$480	\$480	\$480
VEHICLE MAINTENANCE	\$ -	\$0	\$750	\$750	\$750
GAS, OIL, TIRES	\$ -	\$2,072	\$4,200	\$4,097	\$3,600
OFFICE SUPPLIES	\$ -	\$0	\$100	\$147	\$200
SUPPLIES/ CODE ENFORCEMENT	\$ -	\$424	\$500	\$595	\$600
UNIFORM ALLOWANCE	\$ -	\$820	\$600	\$600	\$450
CONTRACTED SERVICES	\$ -	\$217	\$275	\$275	\$250
MISC	\$ 1,383	\$1,210	\$455	\$455	\$455
NON-CAPITAL OUTLAY	\$ -	\$0	\$0	(\$187)	\$4,900
CAPITAL OUTLAY	\$ 20,232	\$0	\$0	\$0	\$0
	\$ 21,615	\$38,092	\$7,360	\$7,212	\$11,685

FY 2017 Budget Comments:

- **Salaries** – Personnel costs for this department have been budgeted in the Police budget due to the employee being a sworn police officer.
- **Capital Outlay** – For in-truck camera so that vehicle can be used for police activity.

Buildings & Grounds

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
PART TIME SALARIES	\$ 2,150	\$ 4,543	\$ 6,800	\$ 4,987	\$ 6,800
SALARIES	\$ 87,003	\$ 97,883	\$ 109,753	\$ 107,486	\$ 113,087
CITY SHARE/S.S.	\$ 6,684	\$ 7,501	\$ 8,916	\$ 8,604	\$ 9,171
EMPLOYEES GROUP INS.	\$ 20,932	\$ 22,891	\$ 17,725	\$ 17,585	\$ 20,305
RETIREMENT CITY SHARE	\$ 6,172	\$ 6,625	\$ 7,321	\$ 7,103	\$ 7,103
CITY CONT 401(K) PLAN	\$ 4,280	\$ 4,607	\$ 5,488	\$ 5,023	\$ 5,023
TELEPHONE	\$ 1,776	\$ 1,967	\$ 2,300	\$ 1,908	\$ 2,300
REPAIRS/ MAINT.P.D.	\$ 1,896	\$ 1,492	\$ 4,000	\$ 3,500	\$ 4,000
TRAVEL/TRAINING	\$ 30	\$ -	\$ 600	\$ 125	\$ 600
REPAIRS/ MAINT. CITY HALL	\$ 5,110	\$ 4,436	\$ 5,500	\$ 2,417	\$ 5,500
REPAIRS/ MAINT. C.C.	\$ 2,042	\$ 4,721	\$ 8,000	\$ 8,557	\$ 6,000
REPAIRS/ MAINT. GARAGE	\$ 577	\$ 1,004	\$ 4,500	\$ 928	\$ 4,500
LAWN CARE/ Equipment repair	\$ 7,457	\$ 5,231	\$ 9,000	\$ 3,139	\$ 9,000
LANDSCAPING	\$ 3,035	\$ 3,196	\$ 4,000	\$ 4,000	\$ 5,000
PARK REPAIR/MAINT.	\$ 4,122	\$ 4,209	\$ 5,000	\$ 1,479	\$ 5,000
FUEL, OIL, TIRES	\$ 6,823	\$ 4,849	\$ 7,500	\$ 4,000	\$ 7,500
OFFICE SUPPLIES	\$ 132	\$ -	\$ 400	\$ -	\$ 400
JANITORIAL SUPPLIES	\$ 3,431	\$ 2,957	\$ 4,000	\$ 3,000	\$ 4,000
UNIFORM ALLOWANCE	\$ 174	\$ 390	\$ 400	\$ -	\$ 500
CONTRACTUAL SERVICES	\$ 1,972	\$ 4,412	\$ 5,200	\$ 3,571	\$ 5,200
PEST/TERMITE CONTROL		\$ 1,509	\$ 1,650	\$ 1,329	\$ 1,500
MISC	\$ 97	\$ 40	\$ 500	\$ 16	\$ 500
NON CAPITAL OUTLAY	\$ 4,732	\$ 3,151	\$ 5,000	\$ 3,424	\$ 5,000
CAPITAL OUTLAY	\$ 83,873	\$ -	\$ 12,000	\$ 17,199	\$ -
TOTALS	\$ 254,500	\$ 187,614	\$ 235,553	\$ 209,380	\$ 227,989

FY 2017 Budget Comments:

- **Part Time Salaries** – One (1) seasonal employee.
- **Salaries** – Three (3) FTE and One (1) PTE (Janitor) included in this budget. Funds are included to increase the salary of one maintenance technician to the same level as the other.
- **Contracted Services** – One VOA and one telephone seat for hosted environment.
- **Pest/Termite** – This line item was created in FY 2015 and consolidates the cost for all city buildings into this one line item that were formerly in several different budgets.

Police

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
PART TIME SALARIES	\$ 2,599	\$ -	\$ 7,500	\$ 7,500	\$ 7,500
SALARIES	\$ 402,297	\$ 422,676	\$ 529,676	\$ 511,882	\$ 547,533
SEPARATION ALLOW.	\$ 15,334	\$ 8,257	\$ -	\$ -	\$ -
PROFESSIONAL SERV	\$ 1,730	\$ 12,572	\$ 1,500	\$ 1,000	\$ 1,500
CITY SHARE/SOC SEC	\$ 33,870	\$ 35,538	\$ 41,094	\$ 39,733	\$ 42,460
EMPLOYEES GRP INS	\$ 74,613	\$ 86,570	\$ 73,988	\$ 82,770	\$ 91,261
CITY CONT/EMPS RET	\$ 31,824	\$ 33,886	\$ 39,249	\$ 34,923	\$ 43,534
CITY CONT/401 (K) PLAN	\$ 21,644	\$ 22,257	\$ 26,484	\$ 25,594	\$ 27,377
RETIREE GRP INS	\$ 12,375	\$ 13,634	\$ 22,416	\$ 22,413	\$ 11,868
PHONE/POSTAGE	\$ 6,433	\$ 10,280	\$ 11,100	\$ 11,100	\$ 11,100
ELECTRIC, WATER	\$ 5,962	\$ 5,504	\$ 6,250	\$ 5,448	\$ 6,250
TRAINING/TRAVEL	\$ 6,542	\$ 6,494	\$ 7,000	\$ 7,000	\$ 8,000
EQUIPMENT - MAINTENANCE	\$ 122	\$ 506	\$ 1,500	\$ 1,500	\$ 1,500
VEHICLE- MAINTENANCE	\$ 6,891	\$ 8,397	\$ 9,000	\$ 14,728	\$ 11,000
GHSG - EQUIP	\$ 280	\$ -	\$ -	\$ -	\$ -
GHSG - SALARIES	\$ 40,943	\$ 44,616	\$ -	\$ 1,867	\$ -
GAS, OIL, TIRES	\$ 46,299	\$ 37,482	\$ 39,800	\$ 33,000	\$ 35,000
OFFICE SUPPLIES	\$ 1,425	\$ 1,477	\$ 1,850	\$ 1,842	\$ 1,850
UNIFORM ALLOW	\$ 12,176	\$ 11,615	\$ 7,500	\$ 7,700	\$ 8,000
CRIME PREVENTION	\$ 3,570	\$ 4,418	\$ 3,000	\$ 3,530	\$ 4,000
INTERVIEW ROOM UP	\$ 8,336	\$ -	\$ -	\$ -	\$ -
GCC BLOCK GRANT	\$ 10,000	\$ 20,001	\$ 15,000	\$ 15,000	\$ 19,400
CONTRACTED SERVICES	\$ 18,907	\$ 37,189	\$ 34,900	\$ 41,467	\$ 34,900
SPECIAL INVESTIGATIONS	\$ 776	\$ 903	\$ 1,600	\$ 2,100	\$ 2,100
MISCELLANEOUS EXPEN	\$ 786	\$ 1,594	\$ 1,500	\$ 1,727	\$ 1,500
NON CAPITAL OUTLAY	\$ 2,424	\$ 11,310	\$ 5,500	\$ 5,508	\$ 5,500
CAPITAL OUTLAY	\$ -	\$ 135,341	\$ 44,000	\$ 41,791	\$ 68,000
	\$ 768,158	\$ 972,517	\$ 931,407	\$ 921,122	\$ 991,134

FY 2017 Budget Comments:

- **Part Time Salaries** – Funds for part time officers to fill in for manpower shortages during the year.
- **Salaries** – Includes funding for thirteen (13) employees including one (1) administrative assistant and one (1) animal control officer.
- **Contracted Services** – Includes four (4) VOA and seven telephone seats for hosted environment.
- **Capital Outlay** - \$ 62,000 to replace two (2) of the high mileage older Crown Victorias with a new vehicles.

Building Inspections & Code Enforcement

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
INSPECTIONS					
SALARIES	\$ 87,382	\$ 85,910	\$ 85,648	\$ 86,067	\$ 87,538
CITY SHARE SOC SEC	\$ 6,656	\$ 6,558	\$ 6,552	\$ 6,584	\$ 6,697
EMPLOYEES GROUP INSURANCE	\$ 6,788	\$ 11,628	\$ 13,351	\$ 10,551	\$ 11,236
CITY SHARE RET,BLDG INSP	\$ 6,271	\$ 6,164	\$ 5,713	\$ 6,056	\$ 6,347
CONT 401 (K) BLDG INSP	\$ 4,342	\$ 4,205	\$ 4,282	\$ 4,283	\$ 4,377
BLDG INSP/PHONE / POSTAGE	\$ 700	\$ 1,305	\$ 1,400	\$ 1,400	\$ 1,400
TRAVEL/TRAINING	\$ 2,260	\$ 1,362	\$ 1,350	\$ 1,232	\$ 1,350
OFFICE EQUIPMENT	\$ 475	\$ -	\$ 500	\$ 500	\$ 500
VEHICLE MAINTENANCE	\$ 197	\$ 1,540	\$ 500	\$ 90	\$ 500
GAS, OIL, TIRES	\$ 1,009	\$ 926	\$ 1,350	\$ 538	\$ 1,350
OFFICE SUPPLIES	\$ 355	\$ 289	\$ 500	\$ 500	\$ 500
SUPPLIES/ CODE ENFORCEMENT	\$ 133	\$ -	\$ 500	\$ 63	\$ 500
UNIFORM ALLOWANCE	\$ 135	\$ 252	\$ 200	\$ 214	\$ 200
CONTRACTED SERVICES	\$ 3,106	\$ 5,283	\$ 5,925	\$ 9,234	\$ 5,925
MISC ESP - BLDG INSP	\$ 72	\$ -	\$ 250	\$ -	\$ 250
NON CAPITAL	\$ 167	\$ -	\$ -	\$ -	\$ -
Capital Outlay	\$ -	\$ -	\$ -	\$ -	\$ -
DEBT SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -
DEBT SERV INT.	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 120,048	\$ 125,422	\$ 128,021	\$ 127,313	\$ 128,670

FY 2017 Budget Comments:

- **Salaries** – Two (2) FTE are included in this budget.
- **Group Insurance** – One employee has been moved to Medicare with the other employee having city health insurance.
- **Contracted Services** –Includes funding for two (2) seats for VOA and telephone for the hosted IT environment.

Note: Expenses for this department are offset but building permit revenues the City receives. In FY 2017 that is estimated to be approximately \$ 42,000.

Public Works

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
PART TIME SALARIES			\$ 17,160	\$ 5,587	\$ 12,000
SALARIES	\$ 197,967	\$ 216,757	\$ 234,187	\$ 224,687	\$ 240,047
CITY SHARE/SOCIAL SECURITY	\$ 14,734	\$ 15,866	\$ 19,228	\$ 17,736	\$ 19,282
EMPLOYEES' GROUP INSURANCE	\$ 33,892	\$ 37,428	\$ 42,906	\$ 42,449	\$ 35,751
CITY CONT/EMPS RET	\$ 14,177	\$ 15,251	\$ 17,915	\$ 15,997	\$ 17,403
CITY CONT/401(K) PLAN	\$ 9,832	\$ 10,778	\$ 11,709	\$ 11,313	\$ 12,002
RETIREE GRP INS	\$ 8,472	\$ 9,116	\$ 11,200	\$ 11,200	\$ 12,000
STREET LIGHTS	\$ 21,138	\$ 19,891	\$ 21,500	\$ 20,000	\$ 20,000
TELEPHONE	\$ 4,351	\$ 5,067	\$ 4,872	\$ 6,000	\$ 4,450
PROPANE	\$ 5,091	\$ 2,536	\$ 3,000	\$ 2,000	\$ 2,500
ELECTRIC, WATER	\$ 3,947	\$ 4,863	\$ 4,800	\$ 4,800	\$ 4,800
TRAVEL/TRAINING	\$ 764	\$ 3,820	\$ 2,900	\$ 2,900	\$ 2,900
STREET SURFACING/MAINT.	\$ 17,250	\$ 545	\$ 20,250	\$ 1,534	\$ 26,250
OFFICE SUPPLIES	\$ 189	\$ 291	\$ 150	\$ 731	\$ 150
SHOP SUPPLIES	\$ 2,097	\$ 2,557	\$ 3,000	\$ 1,000	\$ 3,000
SAFETY SIGNS, MARKERS/REPLCE	\$ 5,903	\$ 4,230	\$ 4,000	\$ 3,311	\$ 2,500
UNIFORM ALLOWANCE	\$ 726	\$ 818	\$ 2,500	\$ 676	\$ 1,500
SAFETY SUPPLIES	\$ 59	\$ -	\$ 100	\$ 246	\$ 100
DEBRIS REMOVAL	\$ -	\$ -	\$ 1,500	\$ 1,000	\$ 1,000
CONTRACTED SERV. GARAGE	\$ 2,833	\$ 10,278	\$ 12,520	\$ 12,520	\$ 10,020
NC DOT RIGHT OF WAY	\$ 2,714	\$ -	\$ 4,239	\$ 309	\$ 4,239
DUES & SUBSCRIPTIONS	\$ -	\$ -	\$ 700	\$ 405	\$ 700
MISC EXPENSE	\$ 1,175	\$ 1,793	\$ 1,200	\$ 998	\$ 1,035
NON-CAPITAL OUTLAY-	\$ -	\$ 4,670	\$ 500	\$ 3,500	\$ -
CAPITAL OUTLAY		\$ 13,999	\$ 30,200	\$ 30,200	\$ 442,000
PUBLIC WORKS TOTALS	\$ 347,311	\$ 380,554	\$ 472,236	\$ 421,099	\$ 875,629

FY 2017 Budget Comments:

- **Part Time Salaries** – 1,040 hours budgeted for Equipment Operator. Employee is expected to work full time between May-November.
- **Salaries** – Five (5) FTE's (City Engineer; PW Supervisor & 3 Equipment Operators) included in this budget.
- **Street Lights** – Cost for 134 street lights on city streets at an average cost of \$ 12.16 per month per light. City upgraded nine (9) lights on Hwy 87 in FY 2014 to provide better illumination at highly traveled intersections.
- **Street Surfacing** – this line item represents that \$ 750 per new home that is charged for street connections. Road maintenance expenses are charged to this line item.
- **Contracted Services** – Includes two (2) VOA and telephone seats for hosted IT environment.
- **Capital Outlay** – Funds to replace the current excavator (\$ 192,000); reconstruction of Eden Drive (\$ 250,000).

Adopted New Excavator



Dams/Lakes

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
ENG SERVICES/DAMS					
ELECTRIC	\$ -	\$ -	\$ 1,510	\$ 1,510	\$ 2,500
EQUIP MAINTENANCE	\$ 34,750	\$ -	\$ 1,000	\$ 500	\$ 1,000
CONTRACTED SERVICE	\$ 34,750	\$ 41,790	\$ 25,000	\$ 50,000	\$ 61,289
LAKE EXPENSES	\$ 16,459	\$ 2,625	\$ 1,000	\$ 3,859	\$ 2,000
DAM REPAIRS	\$ 2,743	\$ -	\$ 4,500	\$ 3,200	\$ 4,000
WATER TESTING/LAKES	\$ 1,830	\$ 2,925	\$ 3,000	\$ 3,000	\$ 3,000
NON CAPITAL OUTLAY	\$ -	\$ 3,208	\$ -	\$ -	\$ 16,500
CAPITAL OUTLAY	\$ -	\$ -	\$ 500	\$ 100	\$ -
PORTABLE PUMP	\$ -	\$ -	\$ -	\$ -	\$ -
DAMS/LAKES TOTALS	\$ 90,532	\$ 50,548	\$ 36,510	\$ 62,169	\$ 90,289

FY 2017 Budget Comments:

- **Contracted Services** – Funds for annual aquatic vegetation control to city owned lakes (\$ 31,000) and engineering services for Stormwater Management Ordinance development (\$ 30,000).
- **Non-Capital Outlay** – Motorization of two gates at Sanford Dam so that manual manipulation of the gates will not be necessary.

Mosquito Control

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
PUBLIC HEALTH MOSQUITO CO					
TRAVEL/TRAINING	\$ 140	\$ 990	\$ 1,000	\$ 1,165	\$ 1,300
MAINT - EQUIPMENT	\$ -	\$ -	\$ 250	\$ 250	\$ 500
FUEL, OIL - EQUIPMENT	\$ 356	\$ 560	\$ 800	\$ 800	\$ 500
VEHICLE SUPPLIES	\$ -	\$ 41	\$ 100	\$ 100	\$ 100
CHEMICAL SUPPLIES	\$ 722	\$ 5,439	\$ 3,000	\$ 3,000	\$ 4,000
PERMIT FEES-NPDES	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100
MISCELLANEOUS EXPENSE	\$ -	\$ -	\$ -	\$ -	\$ -
CAPITAL OUTLAY	\$ -	\$ -	\$ -	\$ -	\$ -
TOTALS	\$ 1,318	\$ 7,130	\$ 5,250	\$ 5,415	\$ 6,500

FY 2017 Budget Comments:

- **Chemical Supplies** – Increase in dollars to provide additional spraying due to potential Zika threat.

Note: This budget is offset with approximately \$ 1,210 the City receives in grant revenue from Brunswick County.

Special Events

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
Contractual Service	\$ 240	\$ 594	\$ 594	\$ 594	\$ 594
Office Supplies	\$ -	\$ -	\$ -	\$ -	\$ 100
Bike Run (Spring)	\$ 1,103	\$ 550	\$ 700	\$ 700	\$ 700
Bike Run (911)	\$ 1,920	\$ 1,534	\$ 1,500	\$ 1,500	\$ 2,148
Spring Fling/Lake	\$ 1,077	\$ 1,548	\$ 1,200	\$ 1,200	\$ 1,200
Raft Race					
Golf Tournament					
Haunted Hay Ride	\$ 406	\$ 757	\$ 700	\$ 700	\$ 700
Battle of the Bands	\$ 737	\$ 943	\$ 700	\$ 700	\$ 700
Miscellaneous	\$ -	\$ 1,093			
Christmas Tree Lighting	\$ -	\$ 617	\$ 500	\$ 500	\$ 500
SPECIAL EVENTS TOTAL	\$ 5,483	\$ 7,636	\$ 5,894	\$ 5,894	\$ 6,642

FY 2017 Budget Comments:

No significant activities Adopted in this department.

Community Center/Parks & Recreation

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
COMMUNITY CENTER					
SEASONAL EMPLOYMENT					
SALARIES	\$ 102,490	107,342	110,741	104,456	114,052
PART TIME & TEMP HELP	\$ 40,526	\$ 47,748	\$ 52,394	\$ 60,729	\$ 57,121
PROFESSIONAL SERVICES	\$ -	\$ -	\$ -	\$ -	\$ 6,000
CITY SHARE/S.S.	\$ 10,572	\$ 11,470	\$ 12,480	\$ 12,608	\$ 12,562
EMPS GROUP INSURANCE	\$ 21,082	\$ 23,021	\$ 17,817	\$ 18,498	\$ 21,584
CITY SHARE/RETIREMENT	\$ 7,248	\$ 7,473	\$ 7,386	\$ 7,385	\$ 7,386
CITY SHARE/401(K)	\$ 4,917	\$ 5,196	\$ 5,537	\$ 5,223	\$ 5,537
TELEPHONE/POSTAGE	\$ 4,169	\$ 3,956	\$ 3,935	\$ 3,935	\$ 3,750
ELECTRIC, WATER	\$ 8,140	\$ 8,097	\$ 8,700	\$ 7,266	\$ 8,900
TRAVEL/TRAINING	\$ 1,668	\$ 1,208	\$ 2,000	\$ 1,033	\$ 3,200
MAINT OF EQUIPMENT	\$ 3,270	\$ 2,080	\$ 3,500	\$ 1,702	\$ 3,500
PARK EQUIPMENT	\$ 4,088	\$ 2,408	\$ 2,500	\$ 3,774	\$ 13,000
BUS RENTAL	\$ 6,805	\$ 3,653	\$ -	\$ 8,307	\$ -
ADVERTISING	\$ 668	\$ 559	\$ 1,500	\$ 1,500	\$ 2,000
GAS, OIL, TIRES	\$ 5,072	\$ 5,491	\$ 6,800	\$ 6,800	\$ 6,000
OFFICE SUPPLIES	\$ 1,814	\$ 1,859	\$ 2,000	\$ 2,000	\$ 2,000
JANITORIAL SUPPLIES	\$ 1,769	\$ 1,840	\$ 2,000	\$ 2,000	\$ 3,000
UNIFORM ALLOWANCE	\$ 1,287	\$ 312	\$ 1,500	\$ 2,200	\$ 1,500
CONTRACTED SERVICES	\$ 17,665	\$ 31,283	\$ 30,800	\$ 30,800	\$ 34,900
GRANTS/ DONATIONS	\$ 7,456	\$ 4,363	\$ 1,000	\$ 4,984	\$ 1,000
DUES & SUBSCRIPTIONS	\$ 1,605	\$ 1,017	\$ 1,200	\$ 1,200	\$ 2,000
MISC. EXPENSE	\$ 727	\$ 750	\$ 1,000	\$ 1,394	\$ 1,000
NON CAPITAL	\$ 1,841	\$ 11,465	\$ 8,600	\$ 10,170	\$ 4,400
CAPITAL OUTLAY/IMPS	\$ 36,866	\$ 21,026	\$ 131,526	\$ 155,841	\$ 24,000
PROGRAMS	\$ 32,574	\$ 41,934	\$ 44,083	\$ 44,083	\$ 48,490
PARKS/RECREATION TOTALS	\$ 324,319	\$ 345,551	\$ 458,999	\$ 497,887	\$ 386,883

FY 2017 Budget Comments:

- **Salaries** – Includes funding for three (3) FTE's.
- **Part Time Salaries** – Includes funding for eleven (11) seasonal/part time positions for summer camp, after school program and assistants at the Community Center.
- **Contracted Services** – Includes three (3) VOA, three (3) telephone and three (3) public access computers for the hosted IT environment.
- **Non Capital Outlay** - \$ 4,400 for two (2) stationary bikes.
- **Capital Outlay** – New treadmill \$ 6,000, 18,000 for Muse Park improvements primarily fencing around basketball and tennis courts.

Library Commission

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
DONATIONS	\$ -	\$ -	\$ -	\$ -	\$ -
MISCELLANEOUS EXPENSE	\$ -	\$ -	\$ 1,000	\$ 1,000	\$ 1,400
LIBRARY COMMISSION TOTAL	\$ -	\$ -	\$ 1,000	\$ 1,000	\$ 1,400

FY 2017 Budget Comments:

The Board of Commissioners created this new commission in 2014-2015 for the purpose of fostering library services for city residents. The commission works with the County library board and is hoping to eventually establish a satellite branch of the county system in the City.

Appearance Committee

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
DONATIONS	\$ 2,880	\$ -	\$ -	\$ -	\$ -
MISCELLANEOUS EXPENSE	\$ 156	\$ 175	\$ 200	\$ 200	\$ 200
COMM APPEAR COMMISSION TOTAL	\$ 3,036	\$ 175	\$ 200	\$ 200	\$ 200

FY 2017 Budget Comments:

No significant activities Adopted in this department.

Debt Service

ACCOUNT NUMBER	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
DEBT SERVICE					
	\$ 80,002	\$ 80,000	\$ 97,826	\$ 102,114	\$ 99,861
	\$ 48,201	\$ 45,040	\$ 46,907	\$ 42,890	\$ 41,867
TOTAL	\$ 128,203	\$ 125,040	\$ 144,733	\$ 145,004	\$ 141,729
ADMINISTRATION					
10-420-75	\$ 80,000	\$ 80,000	\$ 80,001	\$ 80,001	\$ 80,001
10-420-76	\$ 48,203	\$ 45,040	\$ 41,961	\$ 41,961	\$ 38,686
POLICE					
10-510-75	\$ -	\$ -	\$ -	\$ -	\$ -
10-510-76	\$ -	\$ -	\$ -	\$ -	\$ -
PUBLIC WORKS					
10-560-75	\$ -	\$ -	\$ -	\$ -	\$ -
10-560-76	\$ -	\$ -	\$ -	\$ -	\$ -
PARKS/RECREATION					
10-630-75	\$ -	\$ -	\$ -	\$ -	\$ -
10-630-76	\$ -	\$ -	\$ -	\$ -	\$ -
POWERLL BILL					
20-560-75	\$ -	\$ -	\$ 17,825	\$ 22,113	\$ 19,860
20-560-76	\$ -	\$ -	\$ 4,946	\$ 929	\$ 3,181

FY 2017 Budget Comments:

- Administration – Principal and interest payments associated with Installment Purchase agreement in the amount of \$ 1,600,000 for City Hall. This was a 20-year loan @ 3.94% and will be fully repaid on March 12, 2029.
- Powell Bill – There are two debt issues for this fund; Durapatcher and Adopted Eden Road Reconstruction.
 - **Durapatcher** – In FY 2016 the City purchased 2-man Durapatcher to patch potholes as opposed to contracting that service out each year. This was a 7-year loan with a principal amount of \$ 149,017 and interest rate of 2.5% fixed. Last payment will be on 12/01/2021.

Powell Bill Revenues

ACCOUNT NUMBER	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
INVESTMENT EARNINGS	\$ -	\$ -	\$ -	\$ -	\$ -
SALES TAX REFUND	\$ 4,793	\$ 793	\$ 6,700	\$ 6,700	\$ 1,850
MISCELLANEOUS INCOME		\$ 246			
STATE STREET AID ALLOCATION	\$ 299,053	\$ 303,559	\$ 303,559	\$ 307,823	\$ 310,000
SALE OF FIXED ASSETS					
PROCEEDS CAPITAL LOAN					
FUND BALANCE APPROPRIATED	\$ -	\$ -	\$ 25,000	\$ -	\$ 25,000
TOTAL INCOME	\$ 303,846	\$ 304,598	\$ 335,259	\$ 314,523	\$ 336,850

FY 2017 Budget Comments:

- City is anticipating receiving slightly less state-shared revenue from the Powell Bill due to the passage of *Senate Bill 20 IRC Update/Motor Fuel Tax Changes*. The gas tax, which had been set at 37.5 cents per gallon, immediately fell to 36 cents on Wednesday, a day after the bill's passage. It will fall to 35 cents in January and 34 cents in July 2016. Going forward, it will be adjusted once a year, instead of twice each year, and tied to new formula that focuses on population growth and inflation.

Powell Bill Expenditures

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
PROFESSIONAL SERVICES	\$ -	\$ 1,500	\$ -	\$ -	\$ 15,000
STREET SURFACING & MAINT	\$ 43,551	\$ 71,224	\$ 99,062	\$ 99,062	\$ 114,277
MAINTENANCE-EQUIPMENT	\$ 26,199	\$ 35,301	\$ 33,500	\$ 33,500	\$ 30,000
PAVING PROJECTS	\$ 143,767	\$ 195,792	\$ 111,000	\$ 111,000	\$ 123,532
FUEL, OIL, TIRES/GRADER	\$ 30,715	\$ 21,818	\$ 35,000	\$ 35,000	\$ 25,000
STREET DEPT SUPPLIES	\$ 1,787	\$ 2,054	\$ 2,500	\$ 2,500	\$ 2,500
STREET CULVERTS	\$ -	\$ -	\$ 2,000	\$ 2,000	\$ 2,500
SANDBAGS/CEMENT/MATERIAL					
SAFETY SUPPLIES	\$ 501	\$ -	\$ 1,500	\$ 1,500	\$ 1,000
POWELL BILL SURVEY	\$ -	\$ 6,500	\$ 600	\$ 600	\$ -
NON CAPITAL OUTLAY	\$ -	\$ 3,265	\$ -	\$ 1,006	\$ -
NON CAPITAL OUTLAY	\$ -	\$ -	\$ -	\$ 9,283	\$ -
DEBT SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -
DEBT SERVICE INT.	\$ -	\$ -	\$ -	\$ -	\$ -
POWELL BILL EXPENDITURE TOTAL	\$ 246,520	\$ 337,454	\$ 285,162	\$ 295,451	\$ 313,809

FY 2017 Budget Comments:

- **Professional Services** – Engineering services for Phase I of the Tuscarora Road extension project to connect this road with Eden Road over the Sunny Point Railroad.
- **Street Surfacing & Maintenance** – Funds for stone associated with
- **Paving Projects** – Expenses associated with paving of unimproved roads.

Note: With the repayment of the Street Repaving Bond in FY 2013 financial resources are now available for an annual program. With the inclusion of several former “orphan” roads into the City street system and formal acceptance of these roads in the Powell Bill funded street formula the City will begin creating a stone base to bring these roads up to a passable standard. In FY 2016 Argonne and Fieldcrest will be worked on and over the next two FY’s other orphan roads will be improved. In FY 2017 the City will place stone on Meadwood and Foxcroft.

As was the case in FY 2016 the City Engineer will forward a recommendation for street paving during the fiscal year based on the amount approved by the Board of Commissioners.

Capital Improvement Fund Revenues

ACCOUNT NUMBER	ACTUAL FY 2014	ADOPTED FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
INVESTMENT EARNINGS	\$ -	\$ -	\$ -	\$ -	\$ -
PRIOR YEAR BALANCE	\$ 150,000	\$ 122,055	\$ 113,615	\$ 113,615	\$ 45,615
FUND BALANCE APPROPRIATED	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL INCOME	\$ 150,000	\$ 122,055	\$ 113,615	\$ 113,615	\$ 45,615

FY 2017 Budget Comments:

This fund was created in FY 2013 with unrestricted proceeds from the Water Fund. It is restricted to capital improvements, excluding equipment and vehicles, to city lands and facilities.

Capital Improvement Fund Expenditures

ACCOUNT	ACTUAL FY 2014	ACTUAL FY 2015	ADOPTED FY 2016	REVISED FY 2016	PROPOSED FY 2017
CAPITAL OUTLAY	\$ -	\$ -	\$ -	\$ -	\$ -
TRANFER TO GENERAL FUND	\$ 27,945	\$ 8,440	\$ 68,000	\$ 68,000	\$ 18,000
DEBT SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -
DEBT SERVICE INT.	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ 27,945	\$ 8,440	\$ 68,000	\$ 68,000	\$ 18,000
Beginning Balance	\$ 150,000	\$ 122,055	\$ 113,615	\$ 113,615	\$ 45,615
Ending Balance	\$ 122,055	\$ 113,615	\$ 45,615	\$ 45,615	\$ 27,615

FY 2017 Budget Comments:

Funds are transferred from this permanent fund to the General Fund to cover eligible expenses.

- **Capital Outlay** – In FY 2017 staff is Adopted the use of \$ 18,000 for improvements to Muse Park.

Staff Adopted in FY 2015 that funds be used to build the Alton Lennon “T” Fishing Dock (\$ 7,450) and reseal the parking lots at City Hall/PD and Community Center (\$ 30,000). Actual cost for resealing the parking lots came in at \$ 7,735 and staff Adopted the balance of the allocation be reserved to match a State of NC grant for a fishing pier on North Lake. Funding for this program at the state level was zeroed out in the Governor’s budget and the City is waiting to see if funding will be restored in this years budget which will not be know until after 7/1/15.

In FY 2016 the Parks and Recreation department has requested \$ 38,000 for a playground at the Community Center. They also would like to use this amount as local match for a State of NC PARTF grant to include the program with other improvements in the vicinity of the Community Center.

In FY 2014 funds were used to replace park equipment at Schneider’s Park and expand the existing floating dock at Alton Lennon Park to make it ADA accessible.