

Donald F. Andrews, Mayor

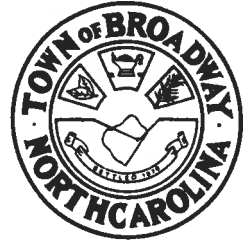
Laura Duval, Clerk

The Town of Broadway

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Broadway, North Carolina 27505

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Memo To: Mayor and Board of Commissioners

From: Bob Stevens, Town Manager

Date: May 24, 2010

Re: Budget Message

The budget for fiscal year 2010-2011 is being reduced for the third straight year. While the outlook for the economic future is looking better, unemployment is still high. This in turn results in lower sales tax revenues. Our 2010-2011 budget is being cut another 2%. Our only significant increase in spending is due to adding active reserves to our police department. This reserve force will allow our officers to train or have leave days without having to work for another officer in the future. I have budgeted \$6,000 for this change.

The tax rate will remain at .44. The only increase in fees will be the cost of garbage pick up, which will go up to \$9.50 per month from \$9.20. Our waste contract allows the company to apply a cost-of-living increase once a year. Also, we have included .10 cents to offset some of the cost of recycling.

Two large increases this year are health insurance, up 17%, and retirement rates which went from 4.80% for general employees to 6.77%. Law enforcement rates went from 5.27% to 6.41%. The insurance increase in dollars was \$7,353. Retirement rate increases accounted for \$5,790.

On the water/sewer side, the budget is up slightly by 2%. The major increase here is the amount that the water/sewer is repaying the General Fund on debt obligations. I have increased the repayment to \$15,000 up from \$5,000. Water purchase has been down so we reduced this line item by \$9,000.

Be assured the Town staff will continue to watch every dollar and look for efficiencies at every turn. I would like to thank our employees for their continued support and hard work. I commend the Mayor and Town Board for their leadership and also the support they have extended to us at Town Hall.

Bob

**ANNUAL BUDGET ORDINANCE
FOR FISCAL YEAR 2010-11**

BE IT ORDAINED by the Commissioners of the Town of Broadway, North Carolina in regular session assembled:

Section 1: The following amounts are hereby appropriated for the operation of the Town's government and its activities for the fiscal year beginning July 1, 2010 and ending June 30, 2011 according to the following summary and schedules.

<u>SUMMARY</u>	<u>REVENUES</u>	<u>APPROPRIATIONS</u>
General Fund	\$765,668	\$765,668
Utility Fund	345,652	345,652
TOTAL BUDGET	\$1,111,320	\$1,111,320

Section 2: That for said fiscal year there is hereby appropriated out of all funds:

**SCHEDULE A: GENERAL FUND
EXPENDITURES**

Governing Body	9,840
Administration	112,435
Finance	109,115
Maintenance	148,085
Police	250,556
Special Appropriations	135,637
TOTAL GENERAL FUND	765,668

**SCHEDULE B: UTILITY FUND
EXPENDITURES**

Water & Sewer	345,652
TOTAL UTILITY FUND	345,652
TOTAL ALL FUNDS	\$1,111,320

**SCHEDULE A: GENERAL FUND
REVENUES**

Ad Valorem Taxes	352,574
Local Option Sales Tax	190,000
State Sales & Use Tax	1,000
Cablevision	0
Powell Bill	35,000
Powell Bill Interest	2,500
Beverage Tax	5,000
Utility Franchise Tax	55,000
Police Fees	300
Sanitation Fees	71,250
Cemetery Lot Sales	5,000
Interest Income	5,000
Community Building Rent	5,500
Cell Tower Fee	15,152
Sale of Vehicles	0
Miscellaneous	2,000
Reimbursement –Water/Sewer	15,000
Centennial Funds – Fund Balance	1,300
Façade Funds – Fund Balance	1,592
Festival Funds – Fund Balance	2,500

TOTAL GENERAL FUND

765,668

**SCHEDULE B: UTILITY FUND
REVENUES**

Water & Sewer Revenue	329,052
Water Taps	1,800
Sewer Taps	1,800
Reconnect Fees	12,000
Interest Income	1,000

TOTAL UTILITY FUND

345,652

TOTAL ALL FUNDS

\$1,111,320

Section 3: There is hereby levied for the fiscal year ending June 30, 2011, the following rate of taxes on each \$100 assessed valuation of taxable property as listed as of January 1, 2010 for the purpose of raising the revenue from current year's property tax as set forth in the foregoing estimate of revenue, and in order to finance the foregoing appropriation.

TOTAL RATE PER \$100 VALUATION \$.44

Section 4: Water and sewer rates are hereby levied at the rate established and shown on the attached schedules.

Section 5: The Town Manager is authorized to transfer budgeted amounts within the departments but any revisions that alter total expenditures must be approved by the Town Commissioners through legislative action. All budget amendments must be reported in a public meeting of the Town Commissioners and made a matter of record in the minutes.

Section 6: Copies of the Budget Ordinance shall be furnished to the Town Clerk of the Town of Broadway to be kept on file by them for their direction in the collection of revenue and expenditure of amounts appropriated.

Adopted this the ____ day of June, 2010.

Donald F. Andrews, Mayor

ATTEST:

Laura K. Duval, Town Clerk

Jimmy Love, Town Attorney

Town of Broadway

RATE SCHEDULE FOR FISCAL YEARS 2009-2010

Proposed Water Utility Rates		
Monthly User Consumption Bracket	Water Charges (Inside)	Water Charges (Outside)
Ccg	\$/Ccg	\$/Ccg
0 to 4,999 gallons	4.00	8.00
Over 4,999 gallons.	4.20	8.40

Proposed Sewer Utility Rates		
Monthly User Consumption Bracket	Sewer Charges (Inside)	Sewer Charges (Outside)
Ccg	\$/Ccg	\$/Ccg
0 to 4,999 gallons	4.50	9.00
Over 4,999 gallons	4.80	9.60