



Town of Waxhaw

Budget Work Session

June 11, 2018



Budgeting level set

LGBFCA calls for an Executive Budget

1. By law the Town Manager is the Budget officer
 1. Formulates and prepares budget
 2. Submits, via budget ordinance, a recommended “Executive Budget” to governing Board for review, adjustments and approval
2. The Board then takes that recommended budget and:
 1. Finalizes as a majority of the Board sees fit.
 2. Adopts the budget [which sets the tax rate] for the next fiscal year,
 3. Establishes legal limits for appropriations (required to appropriate for existing contracts)
 1. Appropriations by governing board may be budgeted at department, function, or project level as defined in the budget ordinance. The governing board may not budget at any greater level of specificity than that
3. During the fiscal year there will/may be the need to amend the adopted budget to recognize new revenues or move expenses,
 1. Requires the Manager to submit budget amendment ordinances to the Board for action.

**All Cities &
Towns are
governed by**

**"The Local
Government
Budget and
Fiscal Control
Act."**



FY 18/19 Budget Challenges

- ❑ Pay as you go model has delivered fundamental improvements
 - ❑ Over \$3M in investment in streets and sidewalks
 - ❑ Over \$2M in Parks and recreation improvements
 - ❑ Additional staff capacity to attack deficiencies in growth and transportation management

- ❑ Pay as you go model is longer sustainable with our current tax base
 - ❑ E.G. Reserve Fund at Policy
 - ❑ E.G. - As is we have no funding sources identified for parks

- ❑ Growth impacts everything in this budget and is not going away
 - ❑ Services, Staff Capacity, Capital Expenditures, Investment

Town	2017	• 2010	Pct. Change 10-17	Pct. Change 16-17
Waxhaw	15,147	9,907	52.9%	6.71%

- ❑ The Board has not re-established existing goals nor created new measurable goals



Budget Ordinance Discussion - Expenditures

Expenditures

- What policy areas do you wish to consider?
 - Small Transportation Fund for Congestion / Road Improvements?
 - Capital Improvement Plan Funding?
 - Salary?
 - Benefits?

- What service areas do you wish to modify? What is the objective and goal? What is impact?



“Budget Ordinance Discussion- Expenditures”

Operating Expenditures

- What departments do you wish to modify? What is the service impact?
 1. 7 departments have operating expenditure decrease:
 2. 5 departments have small increase
 3. 1 department is governed by state statute
 4. 2 departments have substantial increases:

Capital Expenditures

- 4 Departments have capital budgets? What departments do you wish to modify? What is the service impact?



Budget Ordinance Discussion - Income

Income

Fees

1. Sanitation - \$80 (Out)
2. Motor Vehicle fee - \$25 (restricted)

Ad valorem

1. Property Tax Levy - \$.36 - raised to \$.385