



**FY2018-19**  
**COUNTY MANAGER**  
**RECOMMENDED BUDGET**

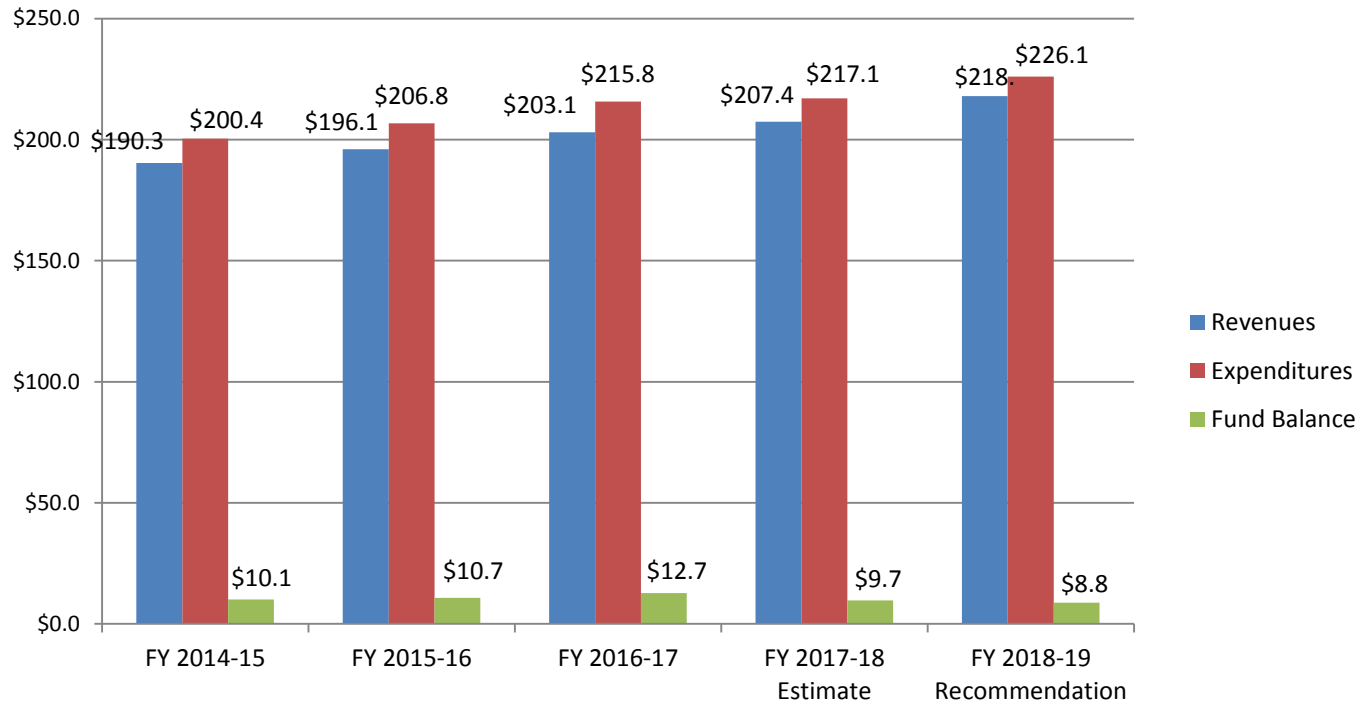
# FY2018-19 RECOMMENDED BUDGET

## CONTINUATION BUDGET

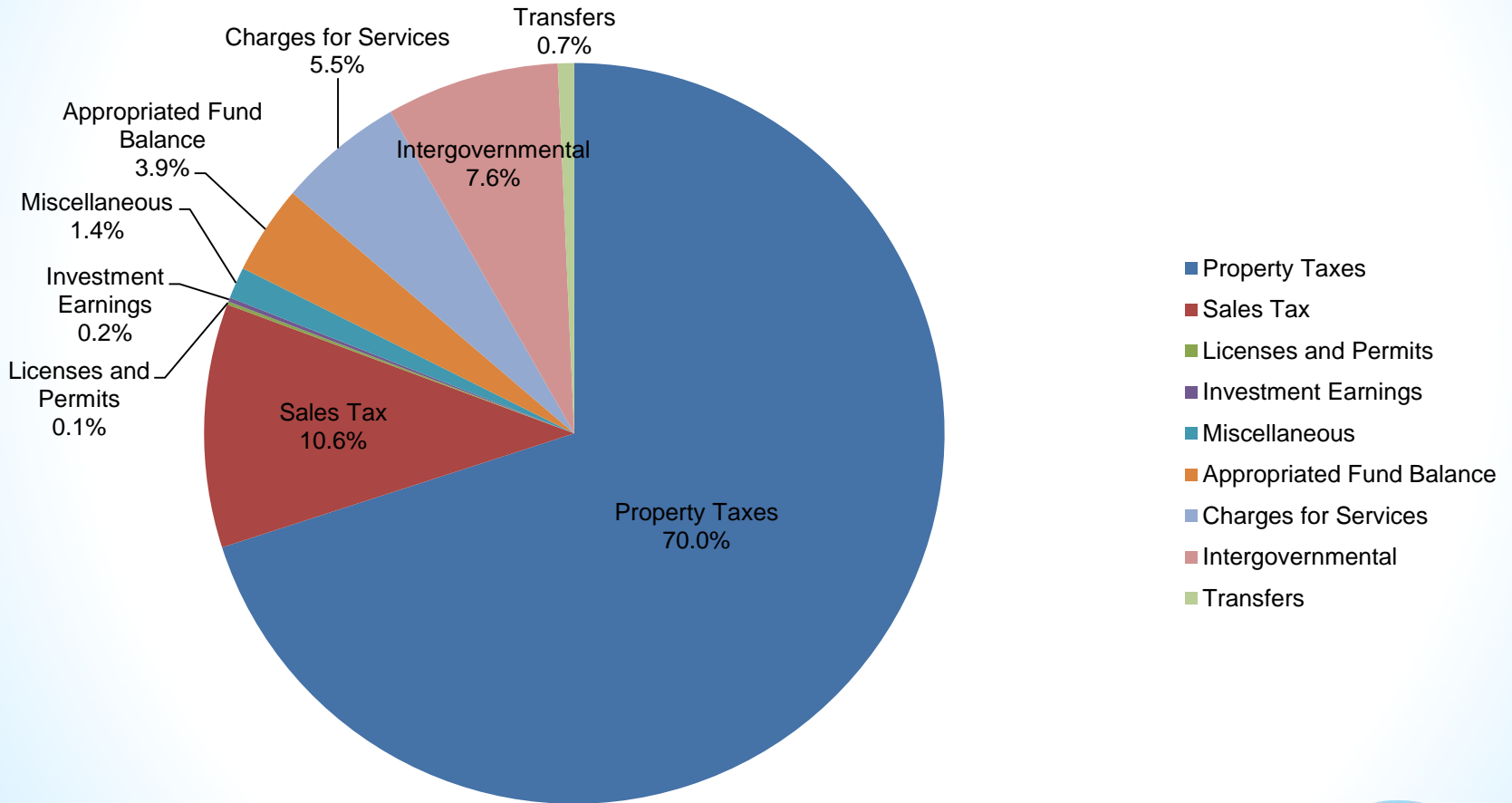
- DEBT SERVICE
- PERSONNEL COST
- CONTRACT OBLIGATIONS
- RESERVE LEVELS
- CHCCS AND ORANGE COUNTY SCHOOL FUNDING

# FY2018-19 RECOMMENDED BUDGET

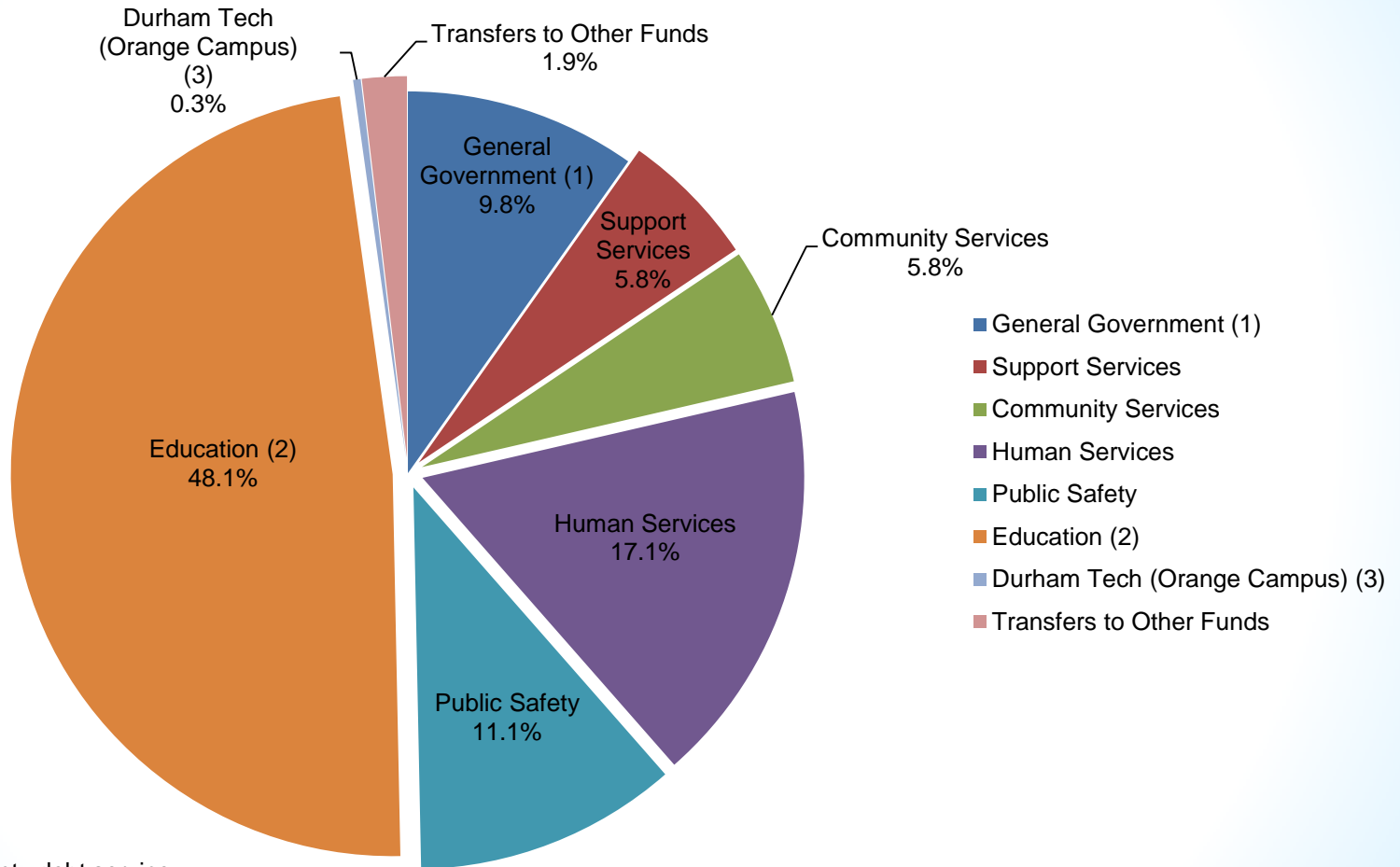
## BUDGETED EXPENDITURES & REVENUES



# FY2018-19 RECOMMENDED BUDGET BUDGETED REVENUES



# FY2018-19 RECOMMENDED BUDGET BUDGETED EXPENDITURES



(1) Includes County debt service

(2) Includes CHCCS and OCS current expenses, debt service, short-and-long range capital, health and safety contracts.

(3) Includes Durham Technical Community College's current and recurring capital expenses.

# FY2018-19 RECOMMENDED BUDGET ASSUMPTIONS

- Tax Growth = 3.0%
- Sales Tax Growth = 2.4%
- General Fund Reserve = 16%

# FY2018-19 RECOMMENDED BUDGET

Phase In Tax Rate Increase \$0.0142 to \$0.8519

| Tax Rate  | Phase In | Upfront |
|-----------|----------|---------|
| FY2018-19 | .0142    | .0502   |
| FY2019-20 | .0140    |         |
| FY2020-21 | .0235    |         |
| FY2021-22 | .0278    |         |
| Total     | .0795    | .0502   |

*\$0.01 on county tax rate = \$1,838,250*

*\$0.0142 on county tax rate = \$2,610,315*

# FY2018-19 RECOMMENDED BUDGET

## \$0.0142 Tax Rate Increase Impact

| Property Value | FY2017-18 Tax Rate (\$0.8377) | FY2018-19 Tax Rate (\$0.8519) | Increase |
|----------------|-------------------------------|-------------------------------|----------|
| \$100,000      | \$837.70                      | \$851.90                      | \$14.20  |
| \$200,000      | \$1,675.40                    | \$1,703.80                    | \$28.40  |
| \$300,000      | \$2,513.10                    | \$2,555.70                    | \$42.60  |
| \$400,000      | \$3,350.80                    | \$3,407.60                    | \$56.80  |
| \$500,000      | \$4,188.50                    | \$4,259.50                    | \$71.00  |



# FY2018-19 RECOMMENDED BUDGET REQUEST COMPILATION

| Entity                      | Requested Increase  | Funded             | Unfunded           | Tax Rate (Unfunded) |
|-----------------------------|---------------------|--------------------|--------------------|---------------------|
| County Departments          | \$2,294,636         | \$1,654,225        | \$640,411          | \$0.0035            |
| Education (Current Expense) | \$7,250,580         | \$4,211,823        | \$3,038,757        | \$0.0165            |
| Outside Agencies            | \$462,750           | \$35,432           | \$427,318          | \$0.0023            |
| <b>Total</b>                | <b>\$10,007,966</b> | <b>\$5,901,480</b> | <b>\$4,106,486</b> | <b>\$0.0223</b>     |

# FY2018-19 RECOMMENDED BUDGET

## COUNTY DEPARTMENTS

### EMPLOYEE COMPENSATION PACKAGE

|                            | %                          | County Cost        | Total              |
|----------------------------|----------------------------|--------------------|--------------------|
| Wage Adjustment            | 2%                         | \$980,000          | \$980,000          |
| Health & Dental            | 5.9%-Health<br>2.5%-Dental | \$875,521          | \$875,521          |
| Living Wage <sub>1,2</sub> | N/A                        | \$27,190           | \$27,190           |
| <b>Total</b>               |                            | <b>\$1,882,711</b> | <b>\$1,882,711</b> |

*1- Increase living wage for temporary employees to \$14.25 on July 1, 2018*

*2- Increase living wage for non-competitive contracts = \$37,150*

# FY2018-19 RECOMMENDED BUDGET

## COUNTY DEPARTMENTS

### FUNCTIONAL LEADERSHIP TEAMS

#### COMMUNITY SERVICES

- ✓ Increase Solid Waste Program Fee \$4 to \$132 per year

#### GENERAL GOVERNMENT

- ✓ Food Council Coordinator - 1.0 FTE (*contingent on cost share*)
- ✓ EMS Billing Collections – 1.0 FTE (additional revenue)
- ✓ Racial Equity Training (REI) – 1<sup>st</sup> year of 3 year plan (fund reallocation)

#### HUMAN SERVICES

- ✓ Dental Hygienist – 1.0 FTE (new revenue and fund reallocation)
- ✓ Implement pilot for “Local Housing Voucher” program

#### PUBLIC SAFETY

- ✓ Criminal Justice Resources - 0.5 FTE (Contingent on new ABC revenue)

# FY2018-19 RECOMMENDED BUDGET

## EDUCATION

| Chapel Hill Carrboro City Schools (CHCCS) |        |        |        |
|---|--------|--------|--------|
| Orange County Schools (OCS)               |        |        |        |
| Average Daily Membership (ADM)            |        |        |        |
|   | CHCCS  | OCS    | TOTAL  |
| ADM                                       | 12,474 | 7,345  | 19,819 |
| Out of District                           | (242)  | (103)  | (345)  |
| Charter Students                          | 155    | 769    | 924    |
| Total                                     | 12,387 | 8,011  | 20,398 |
| %ADM                                      | 60.73% | 39.27% | 100%   |

# FY2018-19 RECOMMENDED BUDGET

## EDUCATION

| CHCCS - OPERATIONS           | FY 2017-18<br>Approved Budget | Request             | Recommended         | Recommended<br>Increase |
|------------------------------|-------------------------------|---------------------|---------------------|-------------------------|
| Allocation                   | 60.10%                        | 60.74%              | 60.73%              | 0.63%                   |
| Current Expense              | \$47,884,018                  | \$51,912,608        | \$50,946,280        | \$3,062,262             |
| Charter Students             | \$646,503                     | \$687,528           | \$645,575           | (\$928)                 |
| Health & Safety<br>Contracts | \$1,945,320                   | \$0                 | \$2,063,888         | \$118,568               |
| <b>Total</b>                 | <b>\$50,475,841</b>           | <b>\$52,600,136</b> | <b>\$53,655,743</b> | <b>\$3,179,902</b>      |
| <b>Per Pupil</b>             | <b>\$3,991</b>                | <b>\$4,244</b>      | <b>\$4,165</b>      | <b>\$174</b>            |

| OCS - OPERATIONS             | FY 2017-18<br>Approved<br>Budget | Requested           | Recommended         | Recommended<br>Increase |
|------------------------------|----------------------------------|---------------------|---------------------|-------------------------|
| Allocation                   | 39.90%                           | 39.30%              | 39.27%              | -0.63%                  |
| Current Expense              | \$29,752,879                     | \$32,004,264        | \$30,162,930        | \$410,051               |
| Charter Students             | \$2,462,447                      | \$3,392,027         | \$3,202,885         | \$740,438               |
| Health & Safety<br>Contracts | \$1,408,680                      | \$0                 | \$1,494,540         | \$85,860                |
| <b>Total</b>                 | <b>\$33,624,006</b>              | <b>\$35,396,291</b> | <b>\$34,860,355</b> | <b>\$1,236,349</b>      |
| <b>Per Pupil</b>             | <b>\$3,991</b>                   | <b>\$4,387</b>      | <b>\$4,165</b>      | <b>\$174</b>            |

# FY2018-19 RECOMMENDED BUDGET

## EDUCATION

| CHCCS - CAPITAL           | Requested Increase | Recommended Increase | Recommended Appropriation |
|---------------------------|--------------------|----------------------|---------------------------|
| Recurring Capital         | \$18,900           | \$18,900             | \$1,821,900               |
| Long Range Capital        | \$71,134           | \$71,134             | \$2,388,792               |
| Deferred Maintenance Plan | \$0                | \$1,821,900          | \$1,821,900               |
| <b>Total</b>              | <b>\$90,034</b>    | <b>\$1,911,934</b>   | <b>\$6,032,592</b>        |

| OCS - CAPITAL             | Requested Increase | Recommended Increase | Recommended Appropriation |
|---------------------------|--------------------|----------------------|---------------------------|
| Recurring Capital         | (\$18,900)         | (\$18,900)           | \$1,178,100               |
| Long Range Capital        | \$5,993            | \$5,993              | \$1,544,671               |
| Deferred Maintenance Plan | \$0                | \$1,178,100          | \$1,178,100               |
| <b>Total</b>              | <b>(\$12,907)</b>  | <b>\$1,165,193</b>   | <b>\$3,900,871</b>        |

# FY2018-19 RECOMMENDED BUDGET

## EDUCATION

| YEAR      | County Appropriation |             | % of General Fund Revenue |
|-----------|----------------------|-------------|---------------------------|
|           | Per Pupil            | \$ Increase |                           |
| FY2013-14 | \$3,269              | \$102       | 49.0%                     |
| FY2014-15 | \$3,571              | \$302       | 50.7%                     |
| FY2015-16 | \$3,697.50           | \$126.50    | 49.7%                     |
| FY2016-17 | \$3,868              | \$170.50    | 50.6%                     |
| FY2017-18 | \$3,991              | \$123       | 49.7%                     |
| FY2018-19 | \$4165               | \$174       | 50.1%                     |

# FY2018-19 RECOMMENDED BUDGET EDUCATION

| DURHAM TECHNICAL COMMUNITY COLLEGE |           |
|------------------------------------|-----------|
| Current Expense                    | \$655,144 |
| Orange Connect*                    | \$200,000 |
| Capital Outlay                     | \$75,000  |

*\*Funded by Article 46 Sales Tax*



# FY2018-19 RECOMMENDED BUDGET OUTSIDE AGENCIES

| APPLICATION SCORE | % REQUESTED INCREASED FUNDING |
|-------------------|-------------------------------|
| 100 – 90          | 30%                           |
| 89 – 80           | 15%                           |
| 79 – 70           | 10%                           |
| 69 – 0            | 0%                            |

✓ *Advisory Board scoring was used to recommend funding amounts*

# FY2018-19 RECOMMENDED BUDGET OUTSIDE AGENCIES

| Outside Agencies  | Agency Request | Recommend Appropriation | Recommend Increase |
|-------------------|----------------|-------------------------|--------------------|
| Existing Agencies | \$1,739,606    | \$1,401,173             | \$35,432           |
| New Agencies      | \$88,885       | \$0                     | \$0                |
| Total             | \$1,828,491    | \$1,401,173             | \$35,432           |

✓ *\$1,401,173 is consistent with the target established by the BOCC to allocate 1.2% of general fund expenses, not including education, to outside agencies.*

# FY2018-19 RECOMMENDED BUDGET

## FIRE DISTRICTS

| FIRE DISTRICT     | CURRENT TAX RATE | REQUESTED TAX RATE INCREASE | RECOMMENDED TAX RATE |
|-------------------|------------------|-----------------------------|----------------------|
| Cedar Grove       | \$0.0810         | \$0.00                      | \$0.0810             |
| Chapel Hill       | \$0.1491         | \$0.00                      | \$0.1491             |
| Damascus          | \$0.1030         | \$0.00                      | \$0.1030             |
| Efland            | \$0.0678         | \$0.00                      | \$0.0678             |
| Eno               | \$0.0868         | \$0.01                      | \$0.0968             |
| Little River      | \$0.0492         | \$0.01                      | \$0.0592             |
| New Hope          | \$0.0994         | \$0.00                      | \$0.0994             |
| Orange Grove      | \$0.0681         | \$0.00                      | \$0.0681             |
| Orange Rural      | \$0.0915         | \$0.00                      | \$0.0915             |
| South Orange      | \$0.0968         | \$0.00                      | \$0.0968             |
| Southern Triangle | \$0.1030         | \$0.00                      | \$0.1030             |
| White Cross       | \$0.1137         | \$0.00                      | \$1.137              |

# FY2018-19 RECOMMENDED BUDGET

| <b>BUDGET TIMELINE</b>  | <b>DATE</b>     |
|---|-----------------|
| Recommended Budget Presentation                                       | May 1           |
| <b>BUDGET PUBLIC HEARINGS</b>   | <b>DATE</b>     |
| Budget and Capital Investment Plan (CIP)                              | May 10 & May 17 |
| <b>BUDGET WORK SESSION SCHEDULE</b>                                   | <b>DATE</b>     |
| Schools and Outside Agencies  | May 24          |
| Fire District, Public Safety, Support Services and General Government | May 31          |
| Human Services and Community Services                                 | June 7          |
| Budget Amendments and Resolution of Intent to Adopt                   | June 12         |
| <b>BOCC REGULAR MEETING</b>   | <b>DATE</b>     |
| FY2018-19 Operating and CIP Budget Adoption                           | June 19         |

# **FY2018-19 RECOMMENDED BUDGET**

## **BUDGET DOCUMENT AVAILABILITY**

- Clerk to Board of Commissioners**
- County Finance & Administrative Services Office**
- Orange County Library**
- Chapel Hill Public Library**
- Carrboro/McDougle Branch Library**
- Orange County Website - <http://orangecountync.gov>**

# FY2018-19 RECOMMENDED BUDGET

## MISSION STATEMENT

Orange County exists to provide governmental services requested by our Residents or mandated by the State of North Carolina.

To provide these quality services efficiently, we must;

- Serve the Residents of Orange County – Our Residents Come First;
- Depend on the energy, skills, and dedication of all our employees and volunteers;
- Treat all our Residents and Employees with fairness, respect, and understanding.

*Orange County Residents Come First*