



City of Eden



April 14, 2023

Dear Governing Board Members:

I present for your review and consideration the proposed budget for the Fiscal Year beginning July 1, 2023. I am able to report to you that the City will discharge all of its financial obligations for the current budget year in the proper manner. Last fiscal year the City dealt with global inflation at a 40-year high, while the high-end inflationary number has lessened, persistent “sticky” inflation remains as evidenced by interest rates, the costs of certain goods/services, and labor scarcity not seen in 50 years. Continuing provision has been made for the on-going potential of downside risk due to inflation; since inflation cannot be easily predicted, this contingency is a planning number that is designed to backstop overages related to inflation in operating lines (past the point where these lines have already been escalated).

This budget as presented is a spending plan for the fiscal year beginning July 1, 2023 and ending June 30, 2024. Pursuant to NCGS 159-8, the budget presented is balanced as required by law. In this budget the operating expenditures of the city reflect the impact of inflation, however; careful and precise expenditures are being provided for in order to enhance the public safety, improve the general welfare, and to continue to guard the public health. It should be noted that no new financing is a part of this budget, rather all the new items are being paid for on a PAYGO basis meaning “paid for as you go” rather than financed, this is the second year in which the City has enjoyed the benefits of PAYGO. The expenditures of note for this budget are enumerated below:

Public Safety

- 6 new police cars – to maintain the vehicle replacement plan for law enforcement
- Replacement of one K-9 officer
- New fire radios to account for narrow banding the radio frequency
- Renovation of Fire Station #4
- New roof for Fire Station #1
- Replacement of 1 emergency weather siren and based on sound propagation, funds to add 2 additional sirens to cover the northern and southern portions of the central area improving outdoor coverage of key recreational corridors

General Welfare

- Resurfacing streets: sections of Green, Jones, Shedd, Riverview, Turner and Monroe Streets; Short Morgan, Von Ruck and Peter Hill Roads; N. Hundley and Clarkway Drives, and Carolina Avenue.

- Small Area Plan – a small area plan to focus on the Spray neighborhoods including the downtown business district
- Festivals – funding two additional festivals and increasing municipal investment in festivals to reflect the increased cost of producing a positive festival experience including necessary investment in back-stage operations to improve efficiency of festival equipment
- Pocket Park – funding a pocket park proposed by the Strategic Planning Commission for the Boulevard area; re-appropriated funds from FY 22-23 for this purpose
- Funding the employee pay program for the fiscal year
- New roof for City Hall
- New playground for Freedom Park

Public Health

- Repair of additional sludge scrapers at the water treatment plant sedimentation basins
- Upgrade of variable frequency drives for pumps at the water treatment plant
- Conversion from gaseous chlorine to sodium hypochlorite at the water treatment plant and the wastewater treatment plant
- Rehabilitating a clarifier at the wastewater treatment plant
- Repair/replace influent gates at wastewater treatment plant
- Replacement of approximately 2,200 linear feet of waterline on Ray St, Riverview St, and Maryland Ave; to improve the drinking water supply system for residents
- Repairs to sanitary sewer collection system through the replacement of air release valves and rehabilitation of Railroad pump station
- All sanitary sewer collection system work related to the Environmental Protection Agency Administrative Order of Consent is being provided for as part of grant funds, a separate project budget accounts for these improvements apart from the annual budget.

This budget proposal includes that there be no property tax increase keeping the rate at \$0.6090 which marks the 15th year without an increase since 2008. A pass-thru fee increase is proposed of \$1.00 in the solid waste fee from \$20.75 to \$21.75 in order to pass-thru the cost of landfill disposal that was increased \$1.00 by Rockingham County Government. Updates to other rates and charges have been undertaken to bring these inline with costs county and regionwide.

The proposed general fund budget is \$20,119,300 with the ad valorem tax rate of \$0.6090 per \$100 of valuation.

The proposed water and sewer fund budget is \$12,394,600.

The proposed self-insurance fund budget is \$3,308,500.

I commend and applaud each resident, volunteer, elected official, and employee for their hard work, sense of community, and togetherness during this past year and encourage their continued hard work as we begin the next fiscal year. I especially thank Mrs. Tammie McMichael and Mrs. Amy Winn for their assistance in the preparation of this budget.

Copies of the proposed budget are being made available to news media and copies for the public to view will be available at City Hall in the Office of the City Clerk. As provided by law, above and herein the budget is thus submitted this the 14th day of April, 2023 in the County of Rockingham, City of Eden.

Respectfully Submitted,

Jon M. Mendenhall
City Manager

**CITY OF EDEN, NORTH CAROLINA
2023-2024 BUDGET ORDINANCE**

BE IT ORDAINED by the City Council of the City of Eden, North Carolina in regular session assembled:

Section 1: The following amounts are hereby appropriated for the operation of the City of Eden government and its activities for the fiscal year beginning July 1, 2023, and ending June 30, 2024, according to the following summary and schedules.

Summary (Funds)	Estimated Revenues	Total Budget Appropriation
General	\$20,195,000	\$20,195,000
Self Insured Insurance	\$3,308,500	\$3,308,500
Water and Sewer	\$12,421,200	\$12,421,200
Runabout Travel	\$20,000	\$20,000
Municipal Service Tax District	\$12,300	\$12,300
 (Less inter-fund transfers)	 <u>\$2,700,600</u>	 <u>\$2,700,600</u>
 (Less Appropriated Fund Balances)	 <u>\$1,660,000</u>	 <u>\$1,660,000</u>
 (Less Pass Thru Funds – Ex. Runabout Travel)	 <u>\$810,100</u>	 <u>\$810,100</u>
 TOTAL	 <u>\$30,786,300</u>	 <u>\$30,786,300</u>

Section 2: That for said fiscal year there is hereby appropriated out of the General Fund the following:

<u>Code</u>	<u>Department</u>	<u>Appropriation</u>
10-4110	City Council	\$39,400
10-4120	Administrative & Legal Services	\$481,600
10-4130	Finance/Human Resources	\$345,700
10-4135	Marketing & Customer Service	\$415,000
10-4145	Information Technology	\$472,200
10-4190	Facilities & Grounds	\$813,000
10-4310	Police	\$6,270,200
10-4340	Fire	\$3,766,200
10-4350	Division of Design & Construction	\$36,600
10-4510	Streets	\$1,969,000
10-4515	Powell Bill	\$540,000
10-4710	Solid Waste	\$1,973,200
10-4910	Planning & Community Development	\$630,400
10-6120	Recreation	\$1,077,200
10-6920	Fleet Maintenance	\$340,600
10-9100	Special Appropriations	\$524,700
10-9990	Contingency	<u>\$500,000</u>
 TOTAL		 <u>\$20,195,000</u>

Section 3: It is estimated that the following General Fund Revenues will be available during the fiscal year beginning July 1, 2023, to meet the foregoing General Appropriations:

<u>Code</u>	<u>Revenue Source</u>	<u>Appropriation</u>
3189-11092	Ad Valorem: Prior Years – Rock Co.	\$137,300
3189-18000	Interest on Delinquent	\$21,500
3190-11000	Ad Valorem: Current Year	\$5,689,700
3190-12092	DMV-Vehicle Tax – Current Year	\$696,500
3190-12093	DMV-Vehicle Tax – Prior Year	\$200
3190-12094	Short Term Rental Vehicle Tax	\$3,000
3190-12095	Municipal Vehicle Tax	\$194,200
3190-15000	Dog License	\$800
3190-18000	Interest on Current Taxes	\$16,600
3190-18100	Interest on Current Taxes – DMV	\$6,700
3190-19097	Payment in Lieu of Annexation	\$636,000
3190-19098	DMV Collection Fees	(\$30,100)
3190-19100	Occupancy Tax	<u>\$80,000</u>

Tax Revenue Total \$7,452,400

<u>Code</u>	<u>Revenue Source</u>	<u>Appropriation</u>
3260-11000	Privilege License	\$700
3270-12000	Franchise Fees/State	\$104,800
3343-41000	Building Permits	\$41,000
3343-41100	Plumbing Permits	\$7,500
3343-41300	Mechanical Permits	\$15,500
3343-41400	Sign Permits	\$400
3343-41500	Electrical Permits	\$27,400
3434-48000	Fire Department Permits	\$1,800
3491-41100	Planning Zoning Permits	<u>\$900</u>

Licenses & Permits Total \$200,000

<u>Code</u>	<u>Revenue Source</u>	<u>Appropriation</u>
3350-00200	Donations & Fees – Pottery Festival	\$4,000
3350-02100	Riverfest	\$61,000
3350-02200	Oink & Ale Festival	\$11,500
3350-02300	Shaggin' on Fieldcrest	\$10,000
3350-02400	Touch-A-Truck	\$2,000
3350-02500	Grown & Gathered	\$13,000
3350-02700	Winterfest	\$4,000
3412-43000	Vending Machine Proceeds	\$3,000
3412-43100	Vending Machine Proceeds-PW	\$4,900
3434-49000	Fire on Behalf Payments	\$19,000
3434-51000	Fire Dept Rental – Draper Rural	\$200
3612-48000	Freedom Park Concessions	\$13,700
3612-48100	Bridge Street Center Concessions	\$400
3612-48200	East Eden Center Concessions	\$800
3612-48300	East Eden Pool Concessions	\$8,300
3612-48700	Splash Pad Concessions	\$19,300
3612-48800	Splash Pad Admissions	\$29,600
3612-86000	Pool Admissions	\$20,500
3612-86100	Building Use	\$28,900
3612-86200	Field Use & Lights	\$3,500
3831-49000	Interest: Checking	\$8,600
3831-49500	Interest: NC Cash Mgt. Trust	\$322,000
3831-49700	Interest: Powell Bill Funds	\$10,000
3831-49900	Eden PD/Forfeiture Interest	\$200
3839-89000	Miscellaneous Revenue	\$5,000
3984-90000	Transfer from ARPA Fund	\$1,161,700
3991-99100	Fund Balance Appropriated	<u>\$1,160,000</u>

Use of Money & Property Total \$2,925,100

<u>Code</u>	<u>Revenue Source</u>	<u>Appropriation</u>
3231-31000	Local Option Sales Taxes	\$1,619,900
3232-31000	½ Cent Sales Taxes	\$1,133,300
3233-31000	½ Cent Sales Taxes	\$771,500
3234-31000	½ Cent Sales Taxes	\$311,000
3234-31001	State Hold Harmless Payment	\$1,229,000
3234-31002	Solid Waste Disposal Tax Distribution	\$12,000
3270-13000	Peg Channel Grant	\$26,000
3322-31000	Wine & Beer Taxes	\$61,300
3324-31000	Utilities Franchise Taxes	\$885,100
3325-33000	Powell Bill: State Street Aid	\$510,000
3335-32000	County Grants: Fire Department	\$2,400
3336-33000	Police School Resource Officers	\$315,100
3431-73000	Project Safe Rockingham County	\$20,100
3434-52000	Draper Rural Fire Tax	\$4,100
3612-48400	Recreation Grant-Sr. Center	\$5,000
3612-48410	HCCBG Grant-Sr. Center	\$33,500
3612-48420	Senior Center General Purpose Grant	\$7,400
3837-89000	ABC Revenues	\$224,500
3837-89100	ABC Revenues: Law Enforcement	<u>\$9,200</u>

Other Agencies Revenues Total \$7,180,400

<u>Code</u>	<u>Revenue Source</u>	<u>Appropriation</u>
3350-00100	Historic Preservation Book Sales	\$500
3412-41000	Other Administrative Revenues	\$1,500
3431-41000	Police Revenue: Dog Fines	\$2,900
3431-41100	Police Security Charges	\$40,000
3431-41200	Police Security Fringe Benefit Charges	\$10,400
3431-41300	Court Costs	\$5,000
3431-41400	Parking Violations	\$200
3431-41500	Police Fingerprinting Supplies	\$500
3431-41700	Police Revenue	\$6,500
3431-84000	Police Department Restitution	\$5,400
3434-41000	Outside Fire Protection Charges	\$6,300
3451-41100	Street Dept. Revenue: Driveways	\$2,900
3451-81000	Street Mowing	\$9,500
3491-40000	Planning Dept. Nuisance Fees	\$38,500
3491-41000	Planning Department Applications	\$700
3491-41600	Planning: Code Compliance Ins.	\$200
3491-81000	Planning Department Sale of Materials	\$200
3612-41000	County User's Fees	\$300
3612-41100	League Entrance Fees	\$1,700
3612-41200	Recreation Dept. Revenue: Lesson	\$500
3612-41400	Prowler Sports	\$26,000
3612-86400	Recreation Dept. Miscellaneous	\$16,700
3612-87000	Fuel Purchases – County Agencies	<u>\$7,000</u>

Charges for Current Services \$183,400

<u>Code</u>	<u>Revenue Source</u>	<u>Appropriation</u>
3471-41100	Residential Fees – Solid Waste	\$1,626,300
3471-41101	Commercial Fees – Solid Waste	\$617,700
3471-81000	Sale of Materials/Scrap	\$5,700
3471-81100	Recycling Income – Solid Waste	\$600
3471-81200	Sale of Compost/Mulch–Solid Waste	\$1,200
3471-81400	Demolition – Abatement	<u>\$2,200</u>

Total Solid Waste Revenue \$2,253,700

General Fund Revenue Total \$20,195,000

Section 4: That for said fiscal year there is hereby appropriated out of the Self-Insured Insurance Fund the following:

<u>Code</u>	<u>Department</u>	<u>Appropriation</u>
4140-18300	Group Insurance Fixed Cost	\$1,280,800
4140-29900	Group Insurance Additional Charges	\$35,500
4140-30000	Claims	\$1,992,200
Self Insured Insurance Fund Total		<u>\$3,308,500</u>

Section 5: It is estimated that the following Self-Insured Insurance Fund Revenues will be available during the fiscal year beginning July 1, 2023 and ending June 30, 2024, to meet the foregoing Self-Insured Insurance Fund Appropriations:

<u>Code</u>	<u>Revenue Source</u>	<u>Appropriation</u>
3351-01000	Charges to Other Funds/GF	\$2,365,800
3351-03000	Charges to Other Funds/W/S	\$604,200
3831-49000	Interest – Checking	\$28,000
3839-83000	Refunds	<u>\$310,500</u>
Self Insured Insurance Fund Total		<u>\$3,308,500</u>

Sections 4 and 5 of this Budget Ordinance hereby authorize City payment of individual premiums in excess of that set forth in City Code § 10-6.3 for said fiscal year only. This authorization in no way creates any benefit or right in property whatsoever of any individual employee or retiree to City payment of premiums for any future year above that prescribed in City Code § 10-6.3.

Section 6: That for said fiscal year there is hereby appropriated out of the Water & Sewer Fund the Following:

<u>Code</u>	<u>Department</u>	<u>Appropriation</u>
7110	Water Resources	\$851,800
7115	Billing & Collections	\$427,300
7120	Water Filtration	\$2,130,400
7125	Collection & Distribution	\$1,966,600
7130	Wastewater Treatment	\$1,766,600
8120	Water Construction	\$200,000
8130	Sewer Construction	\$399,200
9920	Special Appropriations	\$4,179,300
9990	Contingency	<u>\$500,000</u>
Water & Sewer Fund Total		<u>\$12,421,200</u>

Section 7: It is estimated that the following Water & Sewer Fund Revenues will be available during the fiscal year beginning July 1, 2023 and ending June 30, 2024 to meet the foregoing Water & Sewer Fund Appropriations:

<u>Code</u>	<u>Revenue Source</u>	<u>Appropriation</u>
3362-51200	Sale of Water	\$4,899,000
3363-51300	Sewer Service Charges	\$4,944,100
3711-58000	Miscellaneous Returned Checks	\$2,000
3713-53000	Pre-Treatment Charges	\$48,800
3714-42000	Water Service Application Fees	\$17,200
3714-51000	W/S Meter Tampering Fees	\$100
3714-52000	Reconnection Charges	\$266,500
3714-52200	Water Taps	\$17,800
3714-52300	Sewer Taps	\$4,000
3831-49000	Interest: Checking	\$21,000
3831-49500	Interest: NCCMT	\$163,800
3834-86000	Rent of Equipment	\$65,600
3835-81000	Sale of Materials	\$400
3839-89000	Miscellaneous Revenues	\$5,400
3984-90000	Transfer from ARPA Fund	\$1,465,500
3991-99100	Fund Balance Appropriated	\$500,000
Water & Sewer Fund Total		<u>\$12,421,200</u>

Section 8: That for said fiscal year there is hereby appropriated out of the Runabout Travel Fund the following:

<u>Code</u>	<u>Department</u>	<u>Appropriation</u>
9100-31200	Runabout Travel Expense	<u>\$20,000</u>
Runabout Travel Fund Total		<u>\$20,000</u>

Section 9: It is estimated that the following Runabout Travel Fund Revenues will be available during the fiscal year beginning July 1, 2023 and ending June 30, 2024 to meet the foregoing appropriations:

<u>Code</u>	<u>Revenue Source</u>	<u>Appropriation</u>
3612-84000	Runabout Travel Fees	<u>\$20,000</u>
Runabout Travel Fund Total		<u>\$20,000</u>

Section 10: That for said fiscal year there is hereby appropriated out of the Municipal Services Tax District Fund the following:

<u>Code</u>	<u>Department</u>	<u>Appropriation</u>
4150-29900	MSD Tax – Leaksville	\$9,600
4150-29901	MSD Tax – Draper	\$2,100
4150-29902	MSD Tax – Boulevard	<u>\$600</u>
Municipal Service Tax District Fund Total		<u>\$12,300</u>

Section 11: It is estimated that the following Municipal Services Tax District Fund Revenues will be available during the fiscal year beginning July 1, 2023 and ending June 30, 2024 to meet the foregoing appropriations:

<u>Code</u>	<u>Revenue Source</u>	<u>Appropriation</u>
3190-19100	MSD Tax – Boulevard	\$600
3190-19200	MSD Tax – Leaksville	\$9,000
3190-19300	MSD Tax – Draper	\$2,000
3831-49000	Interest Checking Account	\$300
3831-49500	Interest NCCMT Account	\$400
Municipal Service Tax District Fund Total		<u>\$12,300</u>

Section 12: There is hereby levied for the fiscal year ending June 30, 2024 the following rate of taxes on each one hundred dollars (\$100) assessed valuation of taxable property as listed as of January 2023 for the purpose of revenue, and in order to finance foregoing appropriations:

A General Fund (for the general expense incident to the proper government of City of Eden, North Carolina) tax rate of \$0.609 per hundred dollars (\$100) of assessed valuation. Such rates are based on an estimated total appraised value of property for the purpose of taxation of approximately \$946,759,770 with an assessment ratio of 100% of appraised value. Estimated collection rate of 98.68%.

A Municipal Service District tax rate of \$0.100 per hundred dollars (\$100) of assessed valuation for the Leaksville, Draper, and Boulevard municipal service tax districts.

Section 13: The Tax and Service Rates section of the FY 2023-2024 budget sets forth the applicable fees for the fiscal year beginning July 1, 2023 and ending June 30, 2024.

Section 14: The Personnel section of the FY 2023-2024 budget sets forth the grade and positions classification plan for the fiscal year beginning July 1, 2023 and ending June 30, 2024.

Section 15: Copies of this Budget Ordinance shall be furnished to the Director of Finance & Personnel and City Manager of the City of Eden, to be kept on file by them for their direction in the collection of revenues and expenditures of amounts appropriated.


Section 16: The City Manager, by authority of this ordinance, may transfer/reallocate between & within departments up to a maximum of ten percent (10%) of the moneys appropriated within any of the above stated funds, including any transfers/reallocations between funds.

Adopted this the 16th day of May, 2023.



 Neville Hall
 Mayor

ATTEST:



 Deanna Hunt
 City Clerk

