



**Town of Cornelius**  
**FY 2017**  
**Manager's Recommended Budget**

*Anthony Roberts*

*Town Manager*

*May 2, 2016*

# **CMP Vision Statement**

Cornelius is a vibrant and inclusive small community on Lake Norman, dedicated to promoting the highest quality of life for all residents.

# Revenues

- ❖ Property Tax is the largest component of Town revenue
- ❖ FY 2017 values have stabilized since revaluation
- ❖ The Cornelius assessed value projected for FY 2017 is 5.2 billion which is an increase of 1.5%
- ❖ Sales tax and Franchise tax projected to increase by 3%
- ❖ Cornelius electric customers will have no rate increase (NC Statute will require 25-36 cents per year increase due to the REPS rider)

# Expenditures

## ❖ Personnel

- ❖ Merit Pool at average 3% (\$190k)
- ❖ Police Recruitment and Retention (\$80k)
- ❖ 1 New PARC Maintenance Position (\$40k)
- ❖ Mandated increase to State Retirement (\$31k)

## ❖ Operating

- ❖ Change in garbage collection costs (\$94k)
- ❖ VFD operating costs (\$75k)
- ❖ Maintenance for new park facilities (\$60k)
- ❖ Convert Attorney to contract (\$46k)
- ❖ Additional sidewalk maintenance (\$50k)
- ❖ Software maintenance for Records Management System (\$30k)

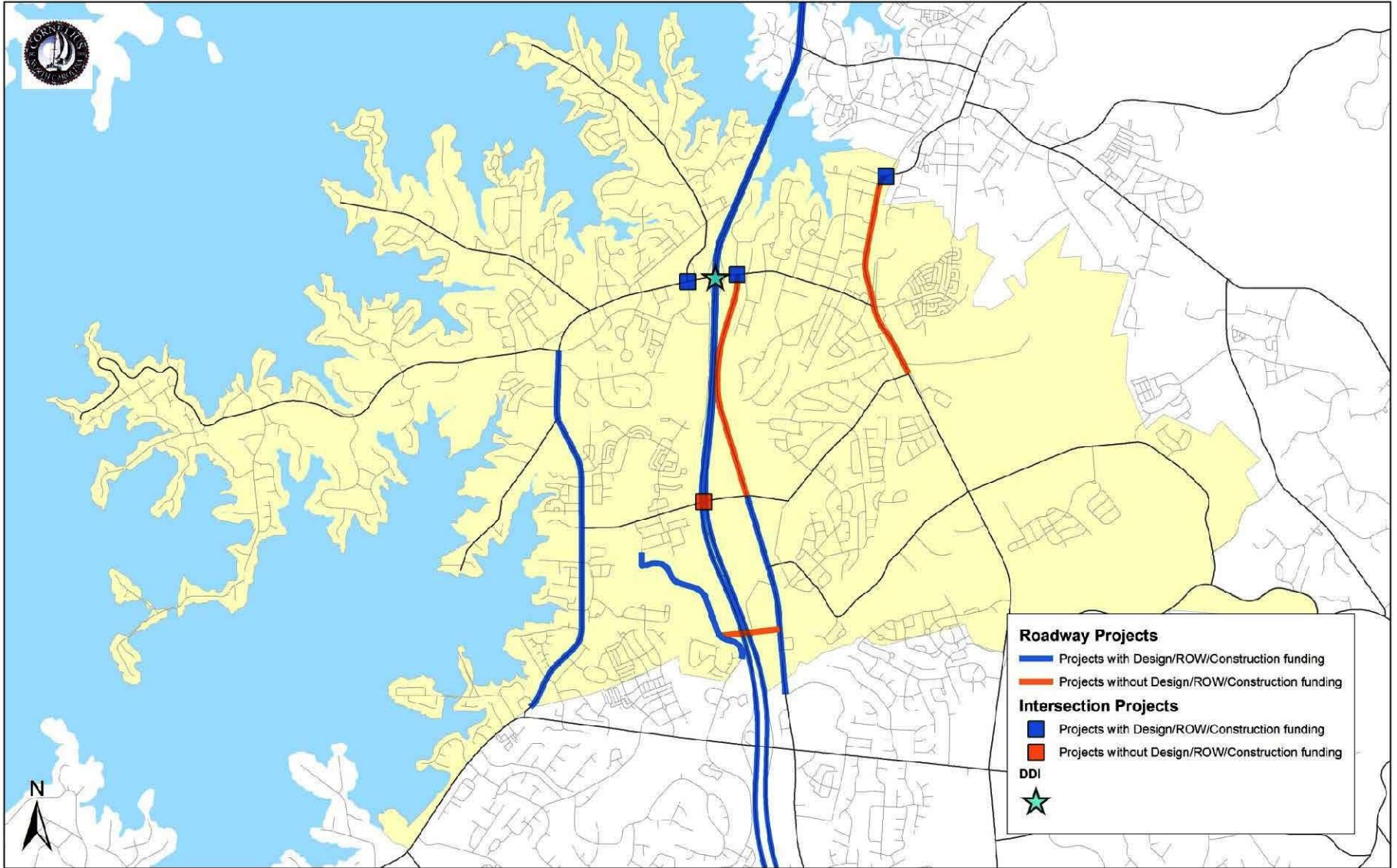
# Capital Funded in FY 2017

- ❖ Street resurfacing/stormwater (\$700k)
- ❖ DDI Aesthetics (\$697k)
- ❖ Bailey Rd park playground (\$255k)
- ❖ Hwy 21 Roundabout improvements (\$140k)
- ❖ ADA Compliance at Smithville and Bailey Rd. Park (\$100k)
- ❖ Planning/Design for Northcross Drive Ext (\$100k)
- ❖ Police car equipment and grants (\$91k)
- ❖ Police camera system (\$65k)
- ❖ Computer replacement (\$50k)
- ❖ Fire bailout/EMS equipment (\$33k)

# Debt

- ❖ The Town plans to issue debt on the following items in FY 17
  - ❖ \$1,350,000 Public Works facility
  - ❖ \$231,000 Police patrol vehicles
  - ❖ \$80,000 Public Works equipment
  - ❖ \$56,000 PARC trucks

# Active NCDOT Roadway Projects



## Active NCDOT Roadway Projects

<u>Project</u>	<u>EST. Construction Commencement</u>	<u>Non-Town Funds Roadway</u>	<u>Type of Funds</u>	<u>Town Funds Roadway</u>	<u>Town Funds Betterment</u>	<u>Total Funds</u>
Northcross Dr. Ext.	FFY18	\$5,720,000 \$2,000,000	STP-DA BA	\$2,511,577	TBD**	\$10,231,577
Hwy 21 Roundabout	FFY19	\$2,006,000 \$6,700,000	CMAQ BA	\$502,000	\$750,000	\$9,958,000
Torrence Chapel/West Catawba Ave Intersection Improvement	FFY19	\$5,000,000	BA	\$1,000,000*	TBD**	\$6,000,000
Hwy 115/Davidson/Potts Intersections Improvement	FFY19	\$6,000,000	BA	\$0	TBD**	\$6,000,000
West Catawba Ave Phase II	FFY20	\$28,000,000	Traditional STI funds	\$1,200,000	\$2,630,000	\$31,830,000
Hwy 21 Widening (A) (Northcross Ctr. Ct. to Westmoreland)	FFY20	\$23,200,000	Traditional STI funds	\$0	\$1,341,818	\$24,541,818
Hwy 73 Widening (Beatties Ford Rd to West Catawba)	FFY23	\$20,100,000	Traditional STI funds	\$0	TBD**	\$20,100,000
Hwy 73 Widening (West Catawba to Northcross)	FFY23	\$28,100,000	Traditional STI funds	\$0	TBD**	\$28,100,000
Hwy 115 Corridor Improvement (Washam Potts to Potts)	Future****	\$0	N/A	TBD***	\$1,400,000	\$1,400,000
Westmoreland Interchange	Future****	\$0	N/A	TBD***	TBD**	\$0
Bailey Rd. Flyover	Future****	\$0	N/A	TBD***	TBD**	\$0
Hwy 21 Widening (B) (Westmoreland to Catawba)	Future****	\$0	N/A	TBD***	TBD**	\$0
Hwy 115 Widening (Hwy 73 to Washam Potts)	Future****	\$0	N/A	TBD***	TBD**	\$0
		\$126,826,000		\$5,213,577	\$6,121,818	\$138,161,395

\*Contingency if pending cost estimates exceed \$5M of Bonus Allocation Funds.

\*\*At this time, betterments are not programmed; however, as design development progresses, it may be determined that betterments are appropriate.

\*\*\*P4.0 process to determine if Town funding is appropriate.

\*\*\*\*Construction estimated to commence greater than 5 years from now.

Projects with Funding						
Projects without Funding						
Subtotal Town Funds (Roadway + Betterments)		\$11,335,395				



# FY 2017 Budget – Summary

- ❖ Recommended Tax Rate: 26 cents
  - ❖ Additional 2 cents dedicated to transportation capital reserve (~\$1,020,000 in FY 17)
  
- ❖ Total General Fund Budget: \$21,275,561
  
- ❖ Fund Balance \$630,352
  - ❖ \$792,052 General Fund
  - ❖ (\$161,700) Powell Bill
  - ❖ \$630,352 Contribution to Total Fund Balance

# Annual Tax Increase Scenarios

Home Tax Value	Current Cornelius Tax Bill at 24 Cents	Annual Cornelius Tax Bill at 25 Cents	Annual Cornelius Tax Bill at 26 Cents
\$100,000	\$240	\$250	\$260
\$300,000	\$720	\$750	\$780
\$500,000	\$1,200	\$1,250	\$1,300
\$750,000	\$1,800	\$1,875	\$1,950
\$1,000,000	\$2,400	\$2,500	\$2,600
\$2,000,000	\$4,800	\$5,000	\$5,200

\*One penny generates approximately \$510,000

\*Two pennies generates approximately \$1,020,000

# Calendar

- ❖ Public Hearing– May 16, 2016
- ❖ Continue Public Hearing – June 6, 2016
- ❖ Continue Public Hearing – June 20, 2016
- ❖ Adopt Budget & Set Tax Rate–June 20, 2016