



TOWN NEWS

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SCAN ME



FISCAL YEAR 2023-2024

BUDGET WORKSHOP MAY 25, 2023



TOPICS TO BE DISCUSSED:

- Budget Timeline
- Forecasted Revenues
- Planned Expenses
- Capital Projects
- Summary



BUDGET PROCESS:





Fundamentals of Municipal Services:

4 attributes of solvency need to be reviewed and reconciled annually to ensure the Town can balance sometimes competing needs.

1. *cash solvency* – the ability to pay bills,
2. *budget solvency* – the ability to balance the budget,
3. *Long-range solvency* – the ability to pay future costs, and
4. *Service solvency* - the ability to provide needed and desired levels of services.



REVENUES

FISCAL YEAR 2023-2024

CAREFREE'S REVENUE MODEL:

CORE SERVICES



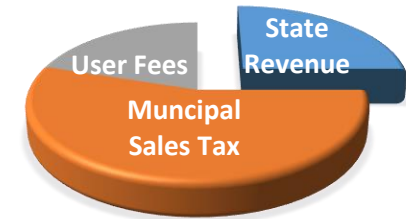
Local Revenues (75% - 80%):

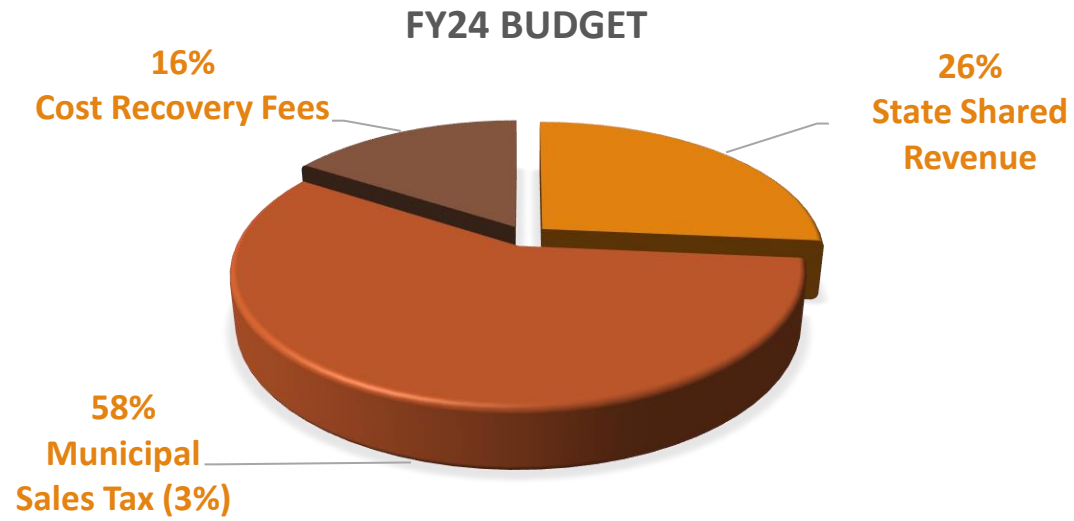
- Local sales tax
- User Fees



State Shared Revenues (20-25%):

- Income tax
- Sales tax
- HURF
- VLT



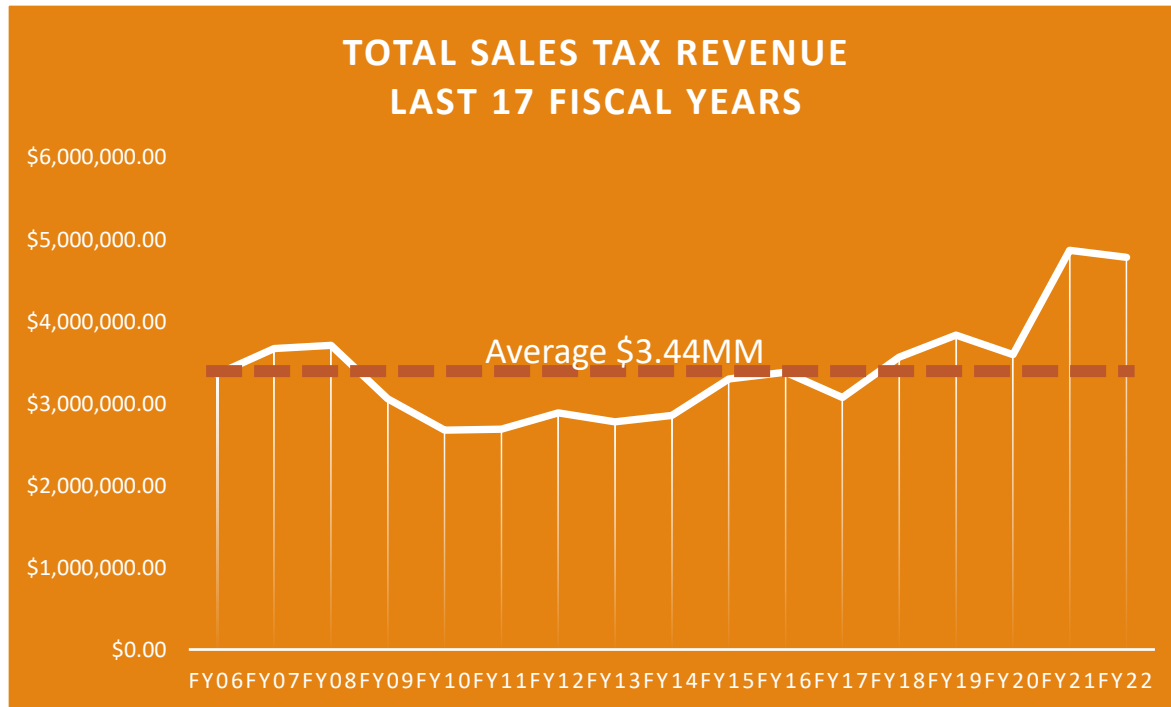


Revenue	FY24 Budget
State Shared Revenue*	\$2,017,829
Municipal Sales Tax (3%)	\$4,400,000
Cost Recovery Fees	\$1,216,640
TOTAL \$7,634,469	

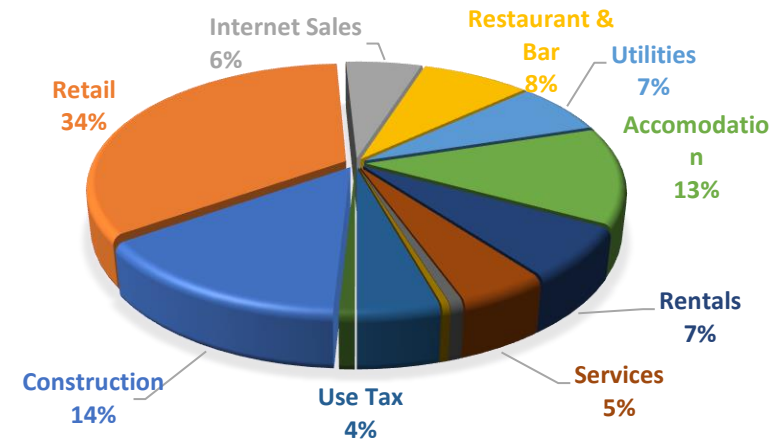
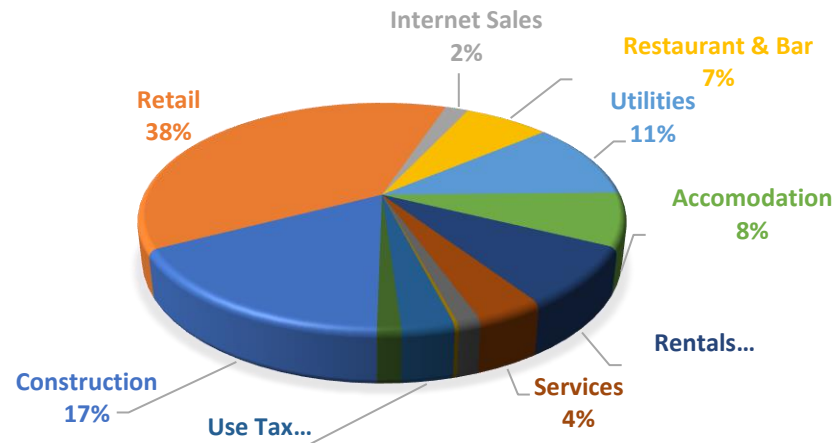
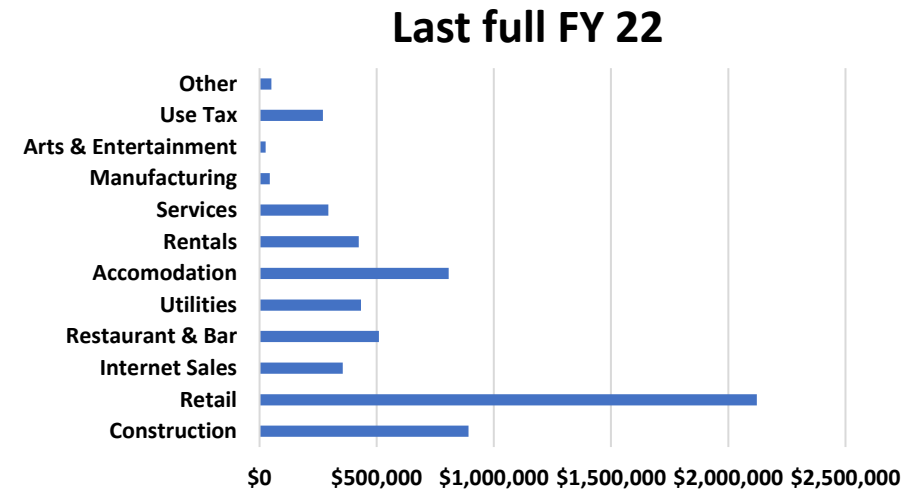
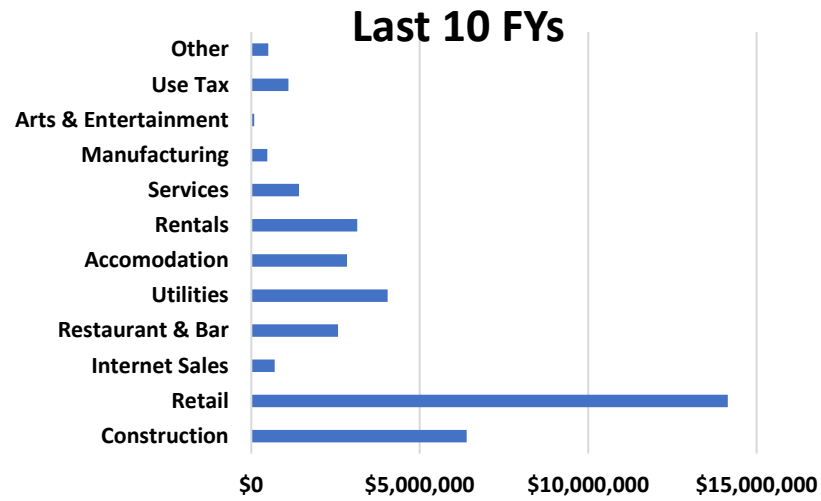
** One time revenue included associated with new flat tax.*

FORECASTED REVENUE FY 2023-2024

Local Trends in Municipal Sales Tax:

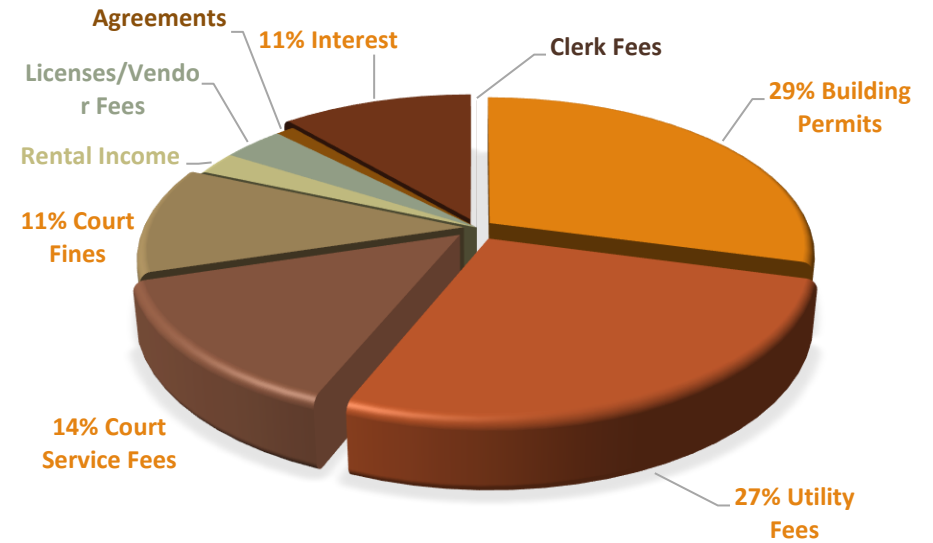


- In 2006, the Town's sales tax increased from 2% to 3% to offset the master contract for Rural Metro.
- Overall performance: since this time (17 years), the average total municipal sales tax collection was \$3.44 MM per year or about \$1.2MM per each 1%
- Short-term performance: the past 5 years, this total municipal sales tax collection averaged \$4.34 MM or about \$1.45 per 1%.
- Sales tax tracks with economic conditions and performance of local businesses.
- Threats to town sales tax base are closure of top producers and legislative initiatives to reduce municipal sales taxes.



Local Trends in Municipal Sales Tax:

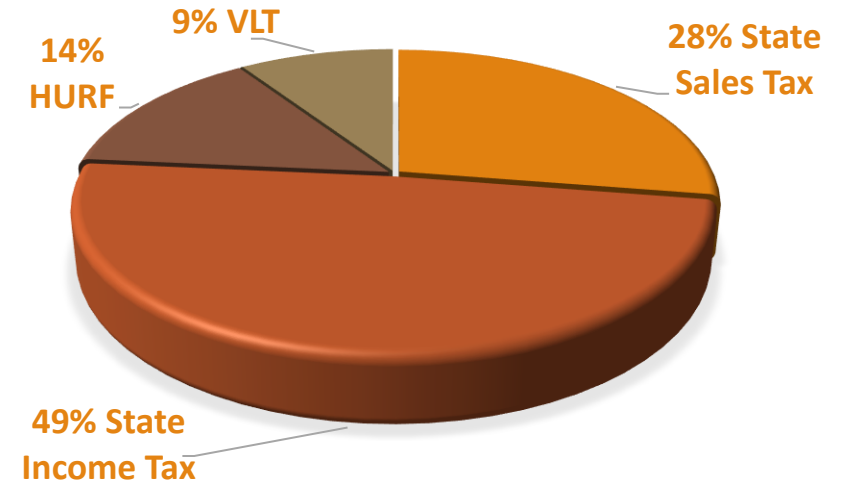
Cost Recovery Fees	FY22 Actual	FY23 Estimate	FY24 Budget
Building Permits	\$520,186	\$525,000	\$400,000
Utility Fees	\$351,138	\$345,799	\$370,000
Court Service Fees	\$178,105	\$185,234	\$192,640
Court Fines	\$179,447	\$166,906	\$156,000
Rental Income	\$44,302	\$33,000	\$33,000
Licenses/Vendor Fees	\$48,321	\$50,555	\$50,000
Agreements	\$25,000	\$25,000	\$15,000
Clerk Fees	\$40	\$100	\$100
Total	\$1,346,539	\$1,331,594	\$1,216,740



ANTICIPATED USER FEES:

Source	FY22 Act.	FY23 Est.	FY24 Budget
State Sales Tax	\$523,051	\$528,000	\$554,736
State Income Tax	\$490,938	\$712,000	*\$988,192
HURF	\$288,864	\$289,000	\$286,118
VLT	\$183,054	\$162,500	\$188,783
Totals	\$1,485,907	\$1,691,500	\$2,017,829

NOTE: State Income Tax is paid out from the income tax revenue which was received by the State DOR 2 years ago. Last year, a 2.5% flat income tax was approved. With this new flat tax, the previously shared revenue percentage was increased from 15% to 18%. Therefore, the 18% is being paid out from monies collected 2 years ago. This will result in an approximately \$300K boost in the current FY and a decrease in future FYs when the payment of the flat income tax aligns with the 18%.



FORECASTED STATE SHARED REVENUE:



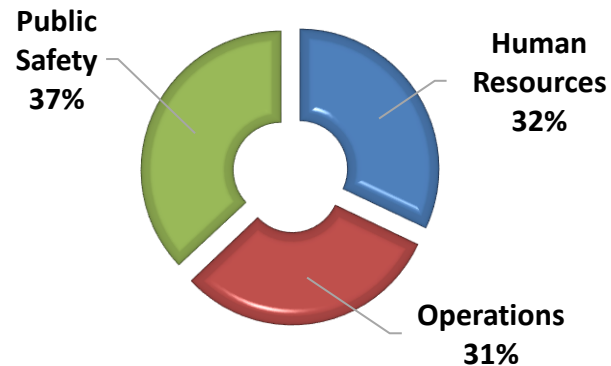
Invoice

OPERATIONAL EXPENSES

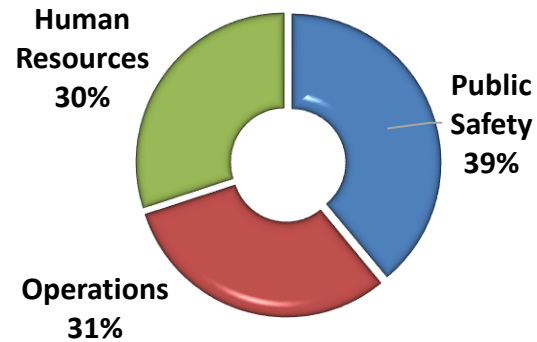
FISCAL YEAR 2023-2024

General Fund – Operational Budget

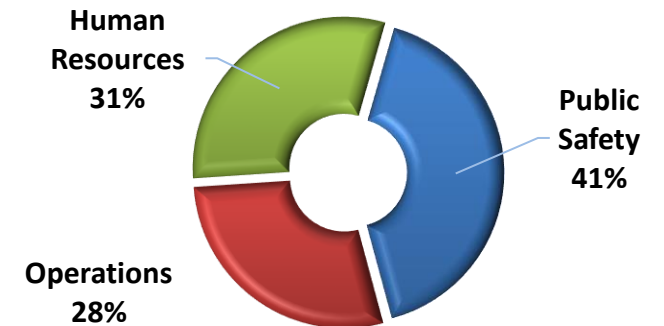
Actual FY22



Estimated FY23

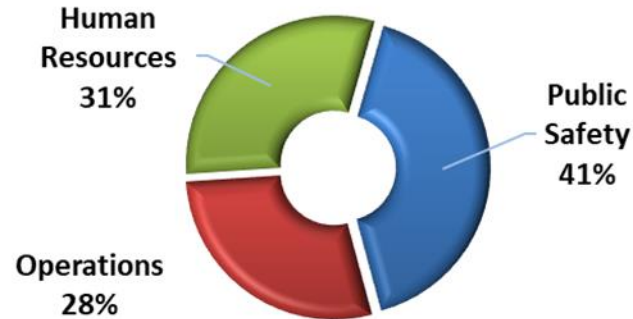


Budgeted FY24



Budgeted FY24

Category	TOTALS
Public Safety	\$2,805,849
Operations	\$1,908,435
Human Resources	\$2,067,843
Subtotal	\$6,782,127
Contingency	200,000
TOTAL	\$6,982,127



Law Enforcement ServicesT	FY 2022 Act.	FY 2023 Est.	FY 2024 Budget
MCSO Contract	\$476,599	\$499,287	\$583,349
County Jail Services	\$5,970	\$15,532	\$16,500
Town Prosecutor Contract CF	\$21,040	\$22,290	\$23,000
Town Prosecutor Contract CC	\$23,030	\$24,000	\$25,000
Animal Control	\$2,833	\$1,867	\$2,000
TOTAL	\$529,472	\$562,976	\$649,849

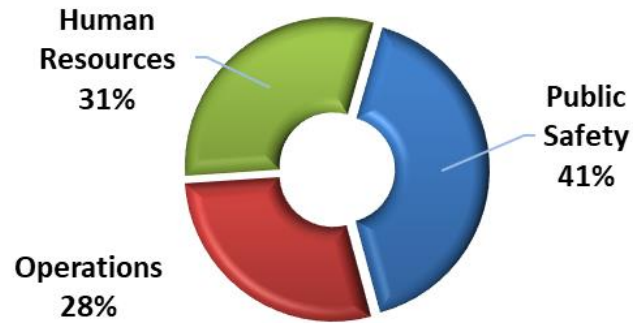
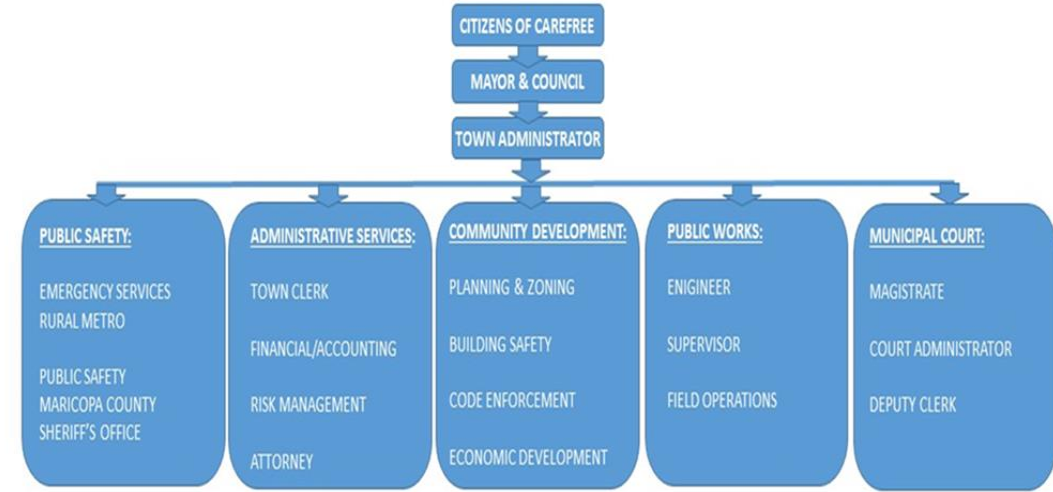
Fire & EMS	FY 2022 Act.	FY 2023 Est.	FY 2024 Budget
Replacement/Maintenance Equip.	\$16,755	\$14,838	\$79,000
Fuel	\$6,876	\$6,264	\$12,000
Office Equipment Maintenance	\$1,419	\$2,500	\$10,000
Vehicle Maintenance	\$3,337	\$5,000	\$15,000
Capital (Brush Truck Grant)		\$88,500	\$159,000
Contract for Services	\$1,553,421	\$1,857,000	\$1,857,000
Building Maintenance	\$4,534	\$22,105	\$24,000
Total	\$1,586,342	\$1,996,207	\$2,156,000

Public Safety	FY 2022 Act.	FY 2023 Est.	FY 2024 Budget
Law Enforcement Services	\$529,472	\$562,976	\$649,849
Fire & EMS	\$1,586,342	\$1,996,207	\$2,156,000
Total	\$2,115,814	\$2,559,183	\$2,805,849

General Fund – Public Safety

Budgeted FY24

Category	TOTALS
Public Safety	\$2,805,849
Operations	\$1,908,435
Human Resources	\$2,067,843
Subtotal	\$6,782,127
Contingency	200,000
TOTAL	\$6,982,127



Department	FTE's	FY 21-22 Act.	FY 22-23 Est.	FY 23-24 Budget
Administration	5	\$666,793	\$683,340	\$712,025
Community Development	5	\$594,579	\$623,456	\$635,243
Public Works	5	\$461,598	\$495,719	\$522,471
Court	2	\$181,849	\$190,433	\$198,104
TOTAL	17	\$1,904,819	\$1,992,948	\$2,067,843
			+4.4%	+3.6%

- 4.5% increase in health insurance
- 4.7% COLA based upon local CIP labor index

General Fund – HR

Budgeted FY24

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Public Safety	\$2,805,849
Operations	\$1,908,435
Human Resources	\$2,067,843
Subtotal	\$6,782,127
Contingency	200,000
TOTAL	\$6,982,127



TOWN ADMINISTRATION	FY22 Act.	FY23 Est.	FY24 Budgeted
Management	\$174,218	\$243,483	\$214,210
Town Clerk	\$62,035	\$83,901	\$68,483
Communications	\$29,000	\$30,000	\$30,000
TOTAL	\$265,253	\$357,384	\$312,693

COMMUNITY DEVELOP.	FY22 Act.	FY23 Est.	FY24 Budgeted
Planning and Zoning	\$10,082	\$55,050	\$110,875
Building Safety	\$128,140	\$108,310	\$202,850
Econ Dev/Marketing	\$20,936	\$27,888	\$52,500
Code Enforcement	\$39,412	\$4,040	\$6,320
TOTAL	\$198,570	\$195,288	\$372,545

PUBLIC FACILITY	FY22 Act.	FY23 Est.	FY24 Budgeted
Engineering	\$15,887	\$28,042	\$167,350
Public Works	\$420,892	\$498,241	\$648,536
TOTAL	\$436,779	\$526,283	\$815,886

MUNICIPAL COURT	FY22 Act.	FY23 Est.	FY24 Budgeted
Court	\$68,805	\$70,645	\$81,041

RISK MANAGEMENT	FY22 Act.	FY23 Est.	FY24 Budgeted
Legal	\$202,433	\$95,000	\$160,000
Risk Management	\$82,661	\$106,143	\$130,000
TOTAL	\$285,094	\$201,143	\$290,000

General Fund - Operations

CAPITAL EXPENSES



CAPITAL IMPROVEMENT PROJECTS

FISCAL YEAR 2023-2024



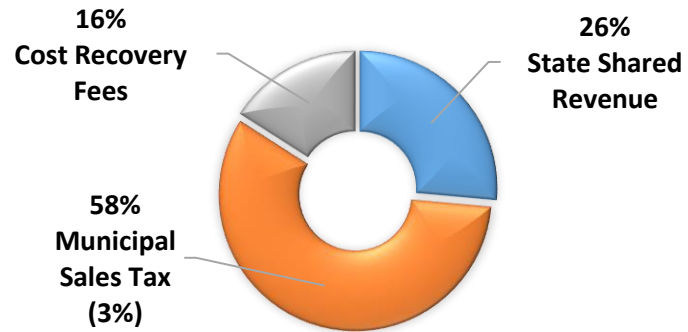
Capital Projects	FY24
Drainage (Flood Control District)	\$487,000
Pedestrian (Crosswalk MAG)	\$405,000
Town Center Improvements	\$600,000
Street Maintenance Project	\$2,940,000
Water Infrastructure (Original Carefree System)	\$2,000,000
Fire Apparatus Replacement (CDS Appropriation)	\$950,000

Potential Capital Reserve Funding \$4,360,000

CAPITAL IMPROVEMENT PROJECTS:

FY 2023-2024 BUDGET DASHBOARD

FORECASTED REVENUES



Category	Totals
State Shared Revenue	\$2,017,829
Municipal Sales Tax (3%)	\$4,400,000
Cost Recovery Fees	\$1,216,640
TOTAL	\$7,634,469

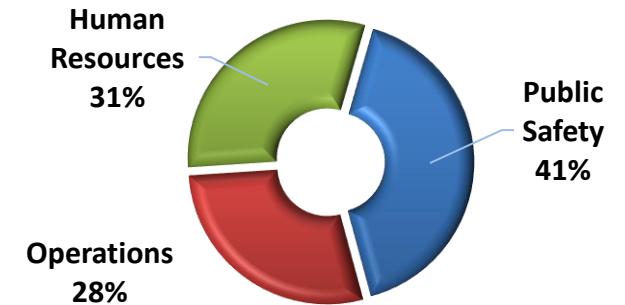
* includes one-time revenue



CAPITAL RESERVES
\$9 MM
RAINY DAY FUND
\$2.5 MM

Capital Projects	FY24
Drainage (Flood Control District)	\$487,000
Pedestrian (Crosswalk MAG)	\$405,000
Town Center Improvements	\$600,000
Street Maintenance Project	\$2,940,000
Water Infrastructure (Original Carefree System)	\$2,000,000
Fire Apparatus Replacement (CDS Appropriation)	\$950,000
SubTotal	\$7,382,000
Anticipated Funding Sources	FY24
Grant Funding	\$1,652,000
Utility Cap Fund	\$120,000
Highway User Funding	\$1,250,000
Capital Reserve Funding	\$4,360,000
Subtotal	\$7,382,000

ANTICIPATED EXPENSES



Category	Totals
Public Safety	\$2,805,849
Operations	\$1,908,435
Human Resources	\$2,067,843
Subtotal	\$6,782,127
Contingency	\$200,000
Total	\$6,982,127



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Comments
