



VILLAGE OF MISENHEIMER
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June, 2021

FY 2021/2022 BUDGET MEMORANDUM

PROPOSED BUDGETED REVENUE RECAP:

Ad Valorem Taxes	29,000
Unrestricted Intergovernmental Revenues	229,250
Restricted Intergovernmental Revenues	47,954
Sales and Services	254,616
Investment Earnings	1,600
Miscellaneous	1,900
Fund Balance Appropriation	<u>48,380</u>

GRAND TOTAL **\$612,700**

PROPOSED BUDGETED EXPENDITURES RECAP:

General Government	123,810
Public Safety/Law Enforcement	411,711
Zoning	3,000
Solid Waste & Recycling	24,492
Cultural & Recreational	1,750
Transportation: Restricted	35,000
Capital Grant Project-Carolina Thread Trail	<u>12,937</u>

GRAND TOTAL **\$612,700**

2021 Stanly County Property Revaluation-Revenue-Neutral Tax Rate:

The general reappraisal of real property for the Village of Misenheimer and Stanly County became effective January 1, 2021. State law requires that units of local government, including public authorities, publish a revenue-neutral tax rate in the budget immediately following the completion of the general reappraisal of real property. The purpose of the revenue-neutral tax rate is to provide citizens with comparative information. The FY 21/22 operating budget follows the general reappraisal of real property for the Village of Misenheimer. The revenue-neutral tax rate, as defined by G.S. 159-11(e), is the rate that is estimated to produce revenue for the current year if no reappraisal had occurred. The rate is adjusted by a growth factor equal to the average annual percentage increase in the tax base due to improvements since the last general appraisal performed in 2017. The reappraisal produced a tax base of \$14,800,000 for the Village of Misenheimer. The tax levy for the current fiscal year is \$ 32,560 and the growth factor since the last general reappraisal is 2.0 percent. Using the formula mandated by state law, the revenue-neutral tax rate for the Village of Misenheimer is 21 cents. The proposed property tax rate for FY 21/22 is 22 cents, which represents no change from the property tax rate for FY 20/21.

The following Revenue related items are included in the Proposed FY 21/22 Budget:

- The property tax rate will remain at .22 per \$100 of real property for FY 21/22.
- The rate to apportion to the Richfield-Misenheimer Fire Department for fire and rescue will remain at .07 of the total .22 property tax rate proposed for FY 21/22.
- The Village is eligible to receive NCDOT Powell Bill funds during FY 21/22 as the .15 mile of Colony Apartment Road was acquired by the Village from NCDOT's maintenance responsibilities during FY 11/12.
- Pfeiffer University signed a 5-year police services contract on July 8, 2019 with the base contract starting at \$240,000 increasing 3% each fiscal year. This year the revenue is expected to be \$254,616.

The following Personnel related items are included in the Proposed FY 21/22 Budget:

- Pay increases are budgeted for FY 21/22 with the primary focus of bringing police salaries in alignment with peer communities. There will be a 10% increase for all positions. These increases were implemented to attract and retain qualified personnel during a time of police officer shortages and to align with peer communities.
- The 401(k) plan employer contribution will remain at 5% for employees eligible to participate in the 401(k) plan.
- Health, Dental, Life, & Accidental Death & Dismemberment (AD&D) insurance renews December 1, 2021. The FY 21/22 Budget assumes a 10% increase in health insurance premiums and a 7% increase in dental insurance premiums upon renewal on December 1, 2021.
- The NC Local Government Employee Retirement System (LGERS) employer contributions will increase for FY 21/22 (LOCG=11.35% from 10.15% plus a .21% death benefit and LOCL-Local LEO=12.10% from 10.90% plus a .14% death benefit).
- A \$1,500.00 stipend is budgeted for Zoning Duties.

▪ **The following Expenditures of note were included in the Proposed FY 21/22 Budget:**

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| • Body Cameras with Evidence Storage | \$12,000 |
| • Guns | \$ 5,000 |
| • Village Office Renovation, Painting & Furniture | \$25,000 |
| • Crosswalk (2) Lighting | \$ 6,000 |

▪ **The following Powell Bill fund expenditures are Proposed for FY 21/22 Budget:**

- \$35,000 - Railroad crossing at Wesley Chapel Road

Grant money:

- The budget includes a project ordinance to account for the Carolina Thread Trail Grant Funds. The revenue shown in the project ordinance is held by the Village of Misenheimer for the benefit of Misenheimer, Richfield and New London.

A Public Hearing will be held on Monday, June 21, 2021 at 6 PM to review, discuss and approve the FY 21/22 Budget.