



AGENDA

Henderson City Council Special Called Meeting

Monday, 15 June 2015, 6:00 p.m.

R. G. (Chick) Young, Jr. Council Chambers, Municipal Building

134 Rose Avenue

Henderson, North Carolina

Mayor and City Council Members

Mayor James D. O'Geary, Presiding

Councilmember James C. Kearney, Sr.

Councilmember Sara M. Coffey

Councilmember Michael C. Inscoe

Councilmember D. Michael Rainey

Councilmember Brenda Peace-Jenkins

Councilmember Garry D. Daeke

Councilmember Fearldine A. Simmons

Councilmember George M. Daye

City Officials

Edward A. Wyatt, Interim City Manager

D. Rix Edwards, City Attorney

Esther J. McCrackin, City Clerk

I. CALL TO ORDER

II. ROLL CALL

III. PUBLIC HEARING

- a)* Conduct Budget Public Hearing and Consideration of Citizen Input and the FY2015-16 Recommended Annual Fee Schedule. (CAF 15-62-A)

- Public Hearing

IV. ADJOURNMENT



**FY 15-16 BUDGET
BUDGET WORK SESSION UPDATE**

15 June 2015

TO: The Honorable James D. "Pete" O'Geary and Members of the City Council

FR: Ed Wyatt, Interim City Manager

RE: CAF: 15-62-A
**Conduct Budget Public Hearing and Consideration of Citizen Input and the
FY 2015-16 Recommended Annual Fee Schedule**

Ladies and Gentlemen:

Recommendation:

- Conduct Budget Public Hearing and Consideration of Citizen Input and the FY 2015-16 Recommended Annual Fee Schedule

Executive Summary:

Consensus Achieved

The FY15-16 Recommended Budget was presented to City Council during a Special Called Meeting on Monday, May 18, 2015. Subsequent to the Budget's presentation, City Council met in a budget work session on May 21, 2015. A consensus of Council was achieved at the May 21 budget work session. A summary of the changes made to the Recommended Budget are provided below:

- Regional Water Fund
 - The recommended 5% rate increase was maintained at 5%.
 - There were no changes made to this fund.
- Water Fund
 - The recommended 4% rate increase was maintained at 4%.
 - There were no changes made to this fund.
- Sewer Fund
 - The recommended 9% rate increase was maintained at 9%.
 - There were no changes made to this fund.
- General Fund

**FY 15-16 BUDGET
BUDGET WORK SESSION UPDATE**



- There were no recommended increases in the property tax and sanitation fee rates, and Council's consensus on the Budget did not change this recommendation. The changes made to the Fund are as follows:
 - Provide a \$52,000 increase for demolition.
 - Increase fund balance revenue by \$10,000 for demolition.
 - Shift \$10,000 in street resurfacing funds to demolition.
 - Increase Powell Bill revenue by \$10,000 (based on current year allocation and anticipated increase as a result of new legislation).
 - Reduce the health insurance budgets for each department based on the final rates. These rates were provided subsequent to the Recommended Budget being presented. The majority of these savings (\$22,000) contributed to the \$52,000 needed for demolition. The remaining balance of this savings (\$1,500) was added to the Governing Body's budget for a \$1,700 discrepancy in the FICA/Medicare matrix calculation.
 - Adjust the revenue budget for County reimbursements for the Youth Services, Aycock Aquatics Center and Recreation programs. A correction to the revenue calculation resulted in an increase in County reimbursements in the amount of \$9,100. \$200 was added to the Governing Body's budget to correct the remaining discrepancy in the FICA/Medicare matrix calculation and Sales Tax revenue was decreased by \$8,900 to bring that projection to a more conservative estimate.
- All Other Funds
 - There were no changes made to the following funds' recommended budgets:
 - 70: Capital Reserve Utilities Fund; 72: Capital Reserve General Fund; and 73: Capital Reserve Economic Development Fund.

Recommended Fee Changes

The chart below represents fee changes requested by Department Directors and recommended by the Interim City Manager. If changes that have no financial impact were requested or recommended, they are bulleted below the chart.

Fee	Current	Recommended
Governing Body		
Public Records Request - Copies	NEW	varies
Municipal Election Filing Fee	\$5.00	1% of the annual salary of the office being sought
Planning		
Review by Technical Review Committee	\$200.00	\$0
Special Use Permit	\$350.00	\$450.00
Variances	\$350.00	\$450.00
Exempt Plat	\$60.00	\$100.00
Solar Farm Inspection	NEW	\$1,000



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Police		
Peddler Permit Fee (30-days or less)	\$1.00	\$10.00
Peddler Permit Fee (31-days or more)	\$5.00	\$25.00
Display Badge	\$1.10	\$2.00
Regional Water		
Potable Water (Used Rate) – per million gallons	\$2,008.00	\$2,108.00
Potable Water (Fixed Rate) – per million gallons	\$1,284.00	\$1,348.00
Sanitation		
Additional 96 gallon roll-out container	\$4.22	\$5.00
Sewer Collection		
10,000 cubic ft or less (inside city)	\$13.74 minimum plus \$4.89 per 100 cu. ft., plus For the next utilization tier	\$14.98 minimum plus \$5.33 per 100 cu. ft., plus For the next utilization tier
Over 10,000 cubic ft (inside city)	\$3.50 per 100 cu. ft.	\$3.82 per 100 cu. ft.
10,000 cubic ft or less (outside city)	\$34.34 minimum plus \$12.24 per 100 cu. ft., plus For the next utilization tier	\$37.43 minimum plus \$13.34 per 100 cu. ft., plus For the next utilization tier
Over 10,000 cubic ft (outside city)	\$8.80 per cu. ft.	\$9.59 per cu. ft.
Capacity Usage Fee	\$0.80/gallon	\$0.87/gallon
Water Distribution – Water Rates		
First 500 cubic ft. (minimum fee – inside city)	\$10.42, plus	\$10.84, plus
Next 3,500 cubic ft. (inside city)	\$2.36 per 100 cubic ft., plus	\$2.45 per 100 cubic ft., plus
Over 4,000 cubic ft. (inside city)	\$1.78 per 100 cubic ft.	\$1.85 per 100 cubic ft.
First 500 cubic ft. (minimum fee – outside city)	\$26.06, plus	\$27.10, plus
Next 3,500 cubic ft. (outside city)	\$5.90 per 100 cubic ft., plus	\$6.14 per 100 cubic ft., plus
Over 4,000 cubic ft. (outside city)	\$4.45 per 100 cubic ft.	\$4.63 per 100 cubic ft.
Water Distribution – Irrigation		
First 500 cubic ft. (minimum fee – inside city)	\$10.42, plus	\$10.84, plus
Over 500 cubic ft. (inside city)	\$2.36 per 100 cubic ft.	\$2.45 per 100 cubic ft.
First 500 cubic ft. (minimum fee – outside city)	\$26.06, plus	\$27.10, plus
Over 500 cubic ft. (outside city)	\$5.90 per 100 cubic ft.	\$6.14 per 100 cubic ft.
Water Distribution – Large Quantity Water Rates		
First 100,000 cubic ft. (inside city)	\$1.34 per 100 cubic ft., plus	\$1.39 per 100 cubic ft., plus
Over 100,000 cubic ft. (inside city)	\$1.07 per 100 cubic ft.	\$1.11 per 100 cubic ft.
First 100,000 cubic ft. (outside city)	\$3.30 per 100 cubic ft., plus	\$3.43 per 100 cubic ft., plus
Over 100,000 cubic ft. (outside city)	\$2.66 per 100 cubic ft.	\$2.77 per 100 cubic ft.
Water Distribution – Bulk Water		
Inside Rate	\$8.24 service connection (includes first 500 gallons)	\$8.57 service connection (includes first 500 gallons)
Outside Rate	\$14.27 service connection (includes first 500 gallons)	\$14.84 service connection (includes first 500 gallons)
Capacity Usage Fee	\$0.52/gallon (gallons are determined by type of establishment)	\$0.54/gallon (gallons are determined by type of establishment)
Water Distribution – Fire Hydrants		
Fire Hydrant Meter Deposit 3"	New	\$1,500.00
Fire Hydrant Meter Deposit 5/8"	New	\$300.00
Minimum Rental Charge, per	New	
Day	New	\$20.00
Week	New	\$100.00
Month	New	\$300.00
6 Months	New	\$1,300.00
Year	New	\$2,000.00
Fire Hydrant – Category A		
Inside Rate		
Per 10,000 sq. feet - Minimum (A1)	\$2.93	\$3.05
300,000 - 1,000,000 sq. feet (A1+A2)	\$1.61	\$1.67



FY 15-16 BUDGET **BUDGET WORK SESSION UPDATE**

1,000,000 sq. feet and above (A1 + A2 + A3)	\$.70	\$.73
Outside Rate		
Per 10,000 sq. feet - Minimum (B1)	\$5.98	\$6.22
300,000 – 1,000,000 sq. feet (B1 +B2)	\$3.24	\$3.37
1,000,000 sq. feet and above (B1 + B2 + B3)	\$2.27	\$2.36
Fire Hydrant – Category B		
Inside Rate		
Per 10,000 sq. feet - Minimum (A1)	\$5.36	\$5.57
300,000 – 1,000,000 sq. feet (A1 + A2)	\$2.23	\$2.32
1,000,000 sq. feet and above (A1 + A2 + A3)	\$1.16	\$1.21
Outside Rate		
Per 10,000 sq. feet - Minimum (B1)	\$10.95	\$11.39
300,000 – 1,000,000 sq. feet (B1 +B2)	\$4.45	\$4.62
1,000,000 sq. feet and above (B1 + B2 + B3)	\$2.23	\$2.32
Fire Hydrant – Category C		
Inside Rate		
Per 10,000 sq. feet - Minimum (A1)	\$8.29	\$8.62
300,000 – 1,000,000 sq. feet (A1 + A2)	\$3.84	\$3.99
1,000,000 sq. feet and above (A1 + A2 + A3)	\$1.81	\$1.88
Outside Rate		
Per 10,000 sq. feet - Minimum (B1)	\$16.93	\$17.61
300,000 – 1,000,000 sq. feet (B1 +B2)	\$7.71	\$8.02
1,000,000 sq. feet and above (B1 + B2 + B3)	\$4.49	\$4.67
Fire Hydrant – Subdivision outside of City limits	\$1.76	\$1.83
Recreation		
Youth Athletics Registration Fee (County Resident) - Football, Volleyball, Soccer & Basketball	\$25.00	\$30.00
Youth Athletics Registration Fee (Non- Resident) - Football, Volleyball, Soccer & Basketball	\$45.00	\$60.00
Henderson Rec Players Tickets	\$7.00	\$10 .00
District Tournament Daily Pass for Students	\$2.00	\$3.00
District Tournament Daily Pass for Adults	\$4.00	\$5.00
State Tournament Daily Pass for Students	\$2.00	\$5.00
State Tournament Daily Pass for Adults	\$5.00	\$7.00
State Tournament Pass for Entire Tournament	\$15.00	\$20.00
Swim Teams & Clubs – County (per lane, per hour)	New	\$8.00
Swim Teams & Clubs – Non-County (per lane, per hour)	\$9.00	\$12.00
Swim Lessons		
Parent Tot Ages 6 months – 3 years	New	\$30.00
Preschool Ages 3-5 – 6 30 minute sessions	New	\$30.00
Ages 6-12 – 6 60 minutes sessions	New	\$48.00
Adults/Beginners 15+ - 6 30 minute sessions	New	\$30.00
Water Aerobics (per class – 5 per week)		
Non-Member	New	\$2.00
Member	New	\$1.00
Aycock Recreation Complex - Non-Profit Private Team – County	\$22.00	\$30.00
Aycock Lobby – County	New	\$25.00
Aycock Lobby – Non-County	New	\$30.00
Summer Day Camp – per week (8-11 year olds)	\$30.00	\$50.00
Aquatics Club - Winter/Spring	New	\$160.00
Aquatics Club - Summer	New	\$225.00

- Other notable changes include:
 - Removing all fees associated with Business Privilege License



FY 15-16 BUDGET BUDGET WORK SESSION UPDATE

- Remove the \$15.00 fee "Supply ice water in coolers w/cups per dugout per game (Non-County)"
- Change the fee structure for "Swim Lessons" and "Water Aerobics"
- Remove the "refundable fee" from fire hydrant rentals (previously adopted on May 11, 2015)
 - Replaced with a deposit and minimum rental charge
- Adding a Customer Service section and moving associated fees that used to be listed in the Finance Section
 - Changing the term from "reconnection" to "service" for the fee associated with servicing water and sewer customers

Discussion that warrants additional changes should be made before adoption of the budget ordinance or postponed for further discussion. The latter indicates that associated fees will remain the same until Council approves otherwise.

Budget Ordinance and Fee Schedule

The Budget Ordinance and its appended Fee Schedule will be prepared to reflect the consensus achieved by City Council on May 21. There will be no additional changes made unless the Public Hearing warrants further discussion and requested changes by the Council.

Sequence of Actions

Subsequent to conducting the Public Hearing and considering comments made by the public, if no further budget meetings are necessary, the final budget ordinance will be considered Monday, June 22, 2015

- i. NC General Statutes require the adoption of a balanced budget not later than June 30. The FY15-16 Budget becomes effective on July 1, 2015.