



FY2023-24
COUNTY MANAGER
RECOMMENDED BUDGET
Public Hearing
May 9, 2023
BOCC Business Meeting

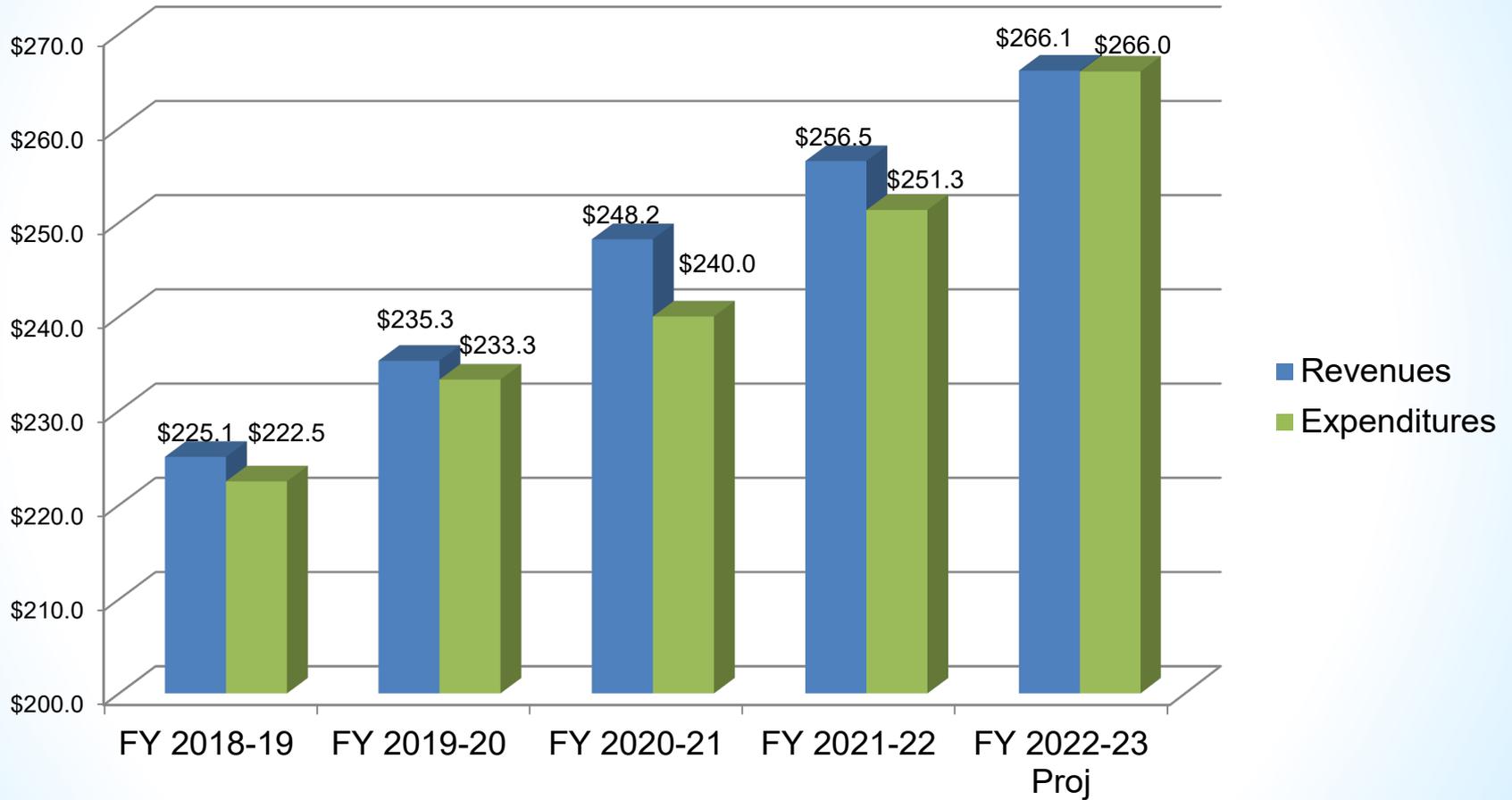
FY2023-24 RECOMMENDED BUDGET

BUDGET PRIORITIES

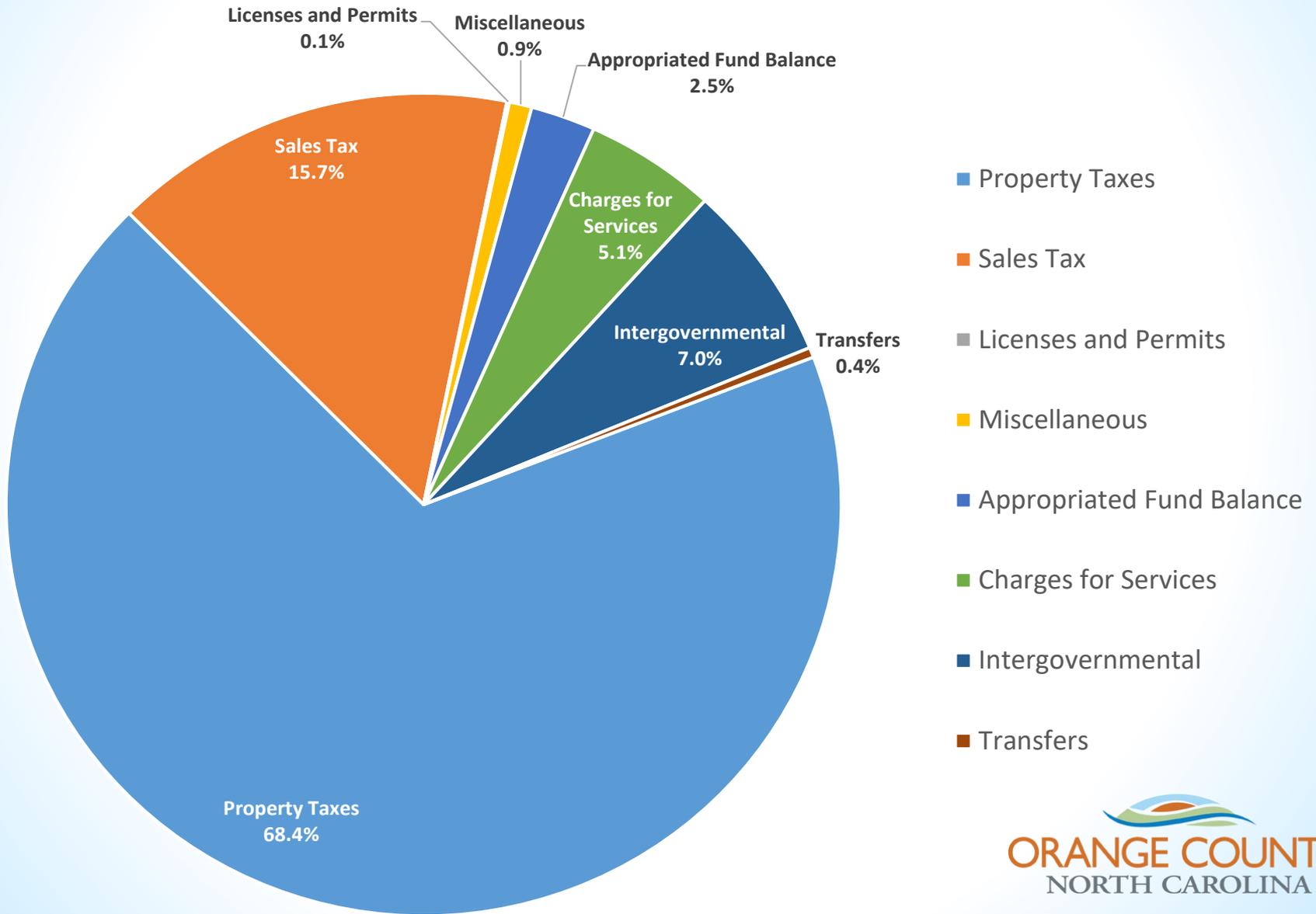
- Sustain and Improve Service Levels
- Retain County Workforce
- Support Public Schools
- Preserve Financial Stability

FY2023-24 RECOMMENDED BUDGET

Historical General Fund Revenues and Expenditures



FY2023-24 RECOMMENDED BUDGET REVENUES



FY2023-24 RECOMMENDED BUDGET

Revenue Assumptions

FY 2023-24 Projected Revenue: \$279,194,928

Property Tax Assumptions

Recommended Property Tax Increase:

\$0.0046 = \$1,038,676

One Penny = \$2,257,990

Current Tax Rate = \$0.8312 per \$100 valuation

Recommended Tax Rate = \$0.8358 per \$100 valuation

Total Property Tax Increase plus 2% natural growth = \$4.7 Million

FY2023-24 RECOMMENDED BUDGET

Revenue Assumptions

Sales Tax Assumptions

- 4-5% Growth over FY 2022-23 projection as economy normalizes to pre-Covid inflation rates.
- Third Quarter FY 2022-23 indicates 10-12% Growth over Prior Fiscal Year

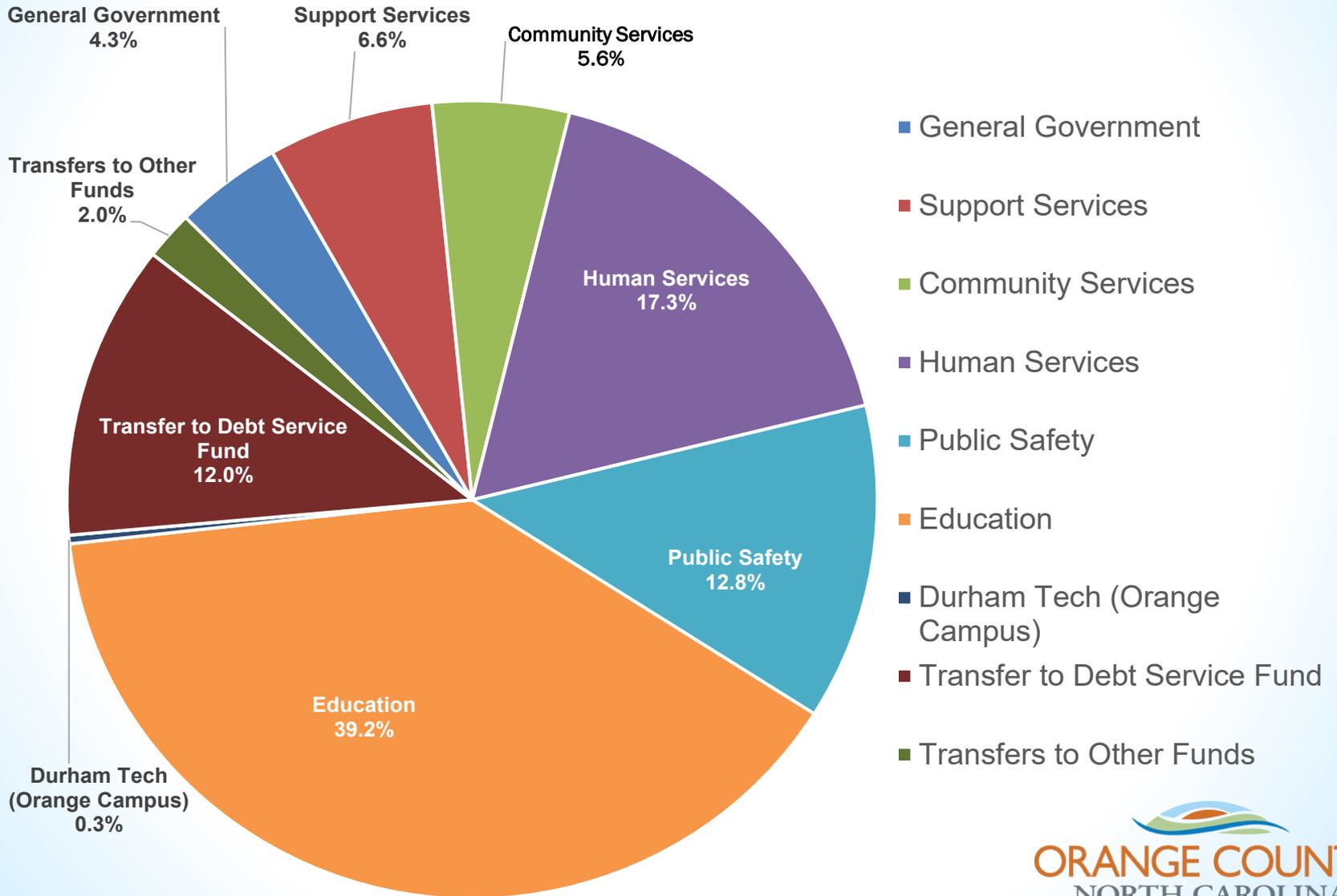
Total Sales Tax Increase= \$8.1 Million

FY2023-24 RECOMMENDED BUDGET

FY2022-23 to FY2023-24 Revenue Growth

	FY2022-23	FY2023-24	Dif + / (-)	%Growth
Real Property	\$172.4M	\$175.9M	\$3.5M	2%
Motor Vehicle	\$11.5M	\$12.7M	\$1.2M	10.4%
Sales Tax	\$35.6M	\$43.7M	\$8.1M	22.8%
Inter-governmental	\$18.4M	\$19.6M	\$1.2M	6.5%
Service Fees	\$14M	\$14.2M	\$0.2M	1.4%
Other Revenue	\$3.6M	\$6.1M	\$2.5M	69.4%
Total	\$255.5M	\$272.2M	\$16.7M	6.5%

FY2023-24 RECOMMENDED BUDGET EXPENDITURES



FY2023-24 RECOMMENDED BUDGET

Expenditure Assumptions

FY 2023-24 Projected Expenditures: \$279,194,928

Education Assumptions

- Education Current Expenses

Personnel Impacts

- Wage Adjustment Compensation
- Increase of Employer Health Insurance Contribution
- Increase of Employer Retirement Contribution Rate
- Increase Living Wage

FY2023-24 RECOMMENDED BUDGET

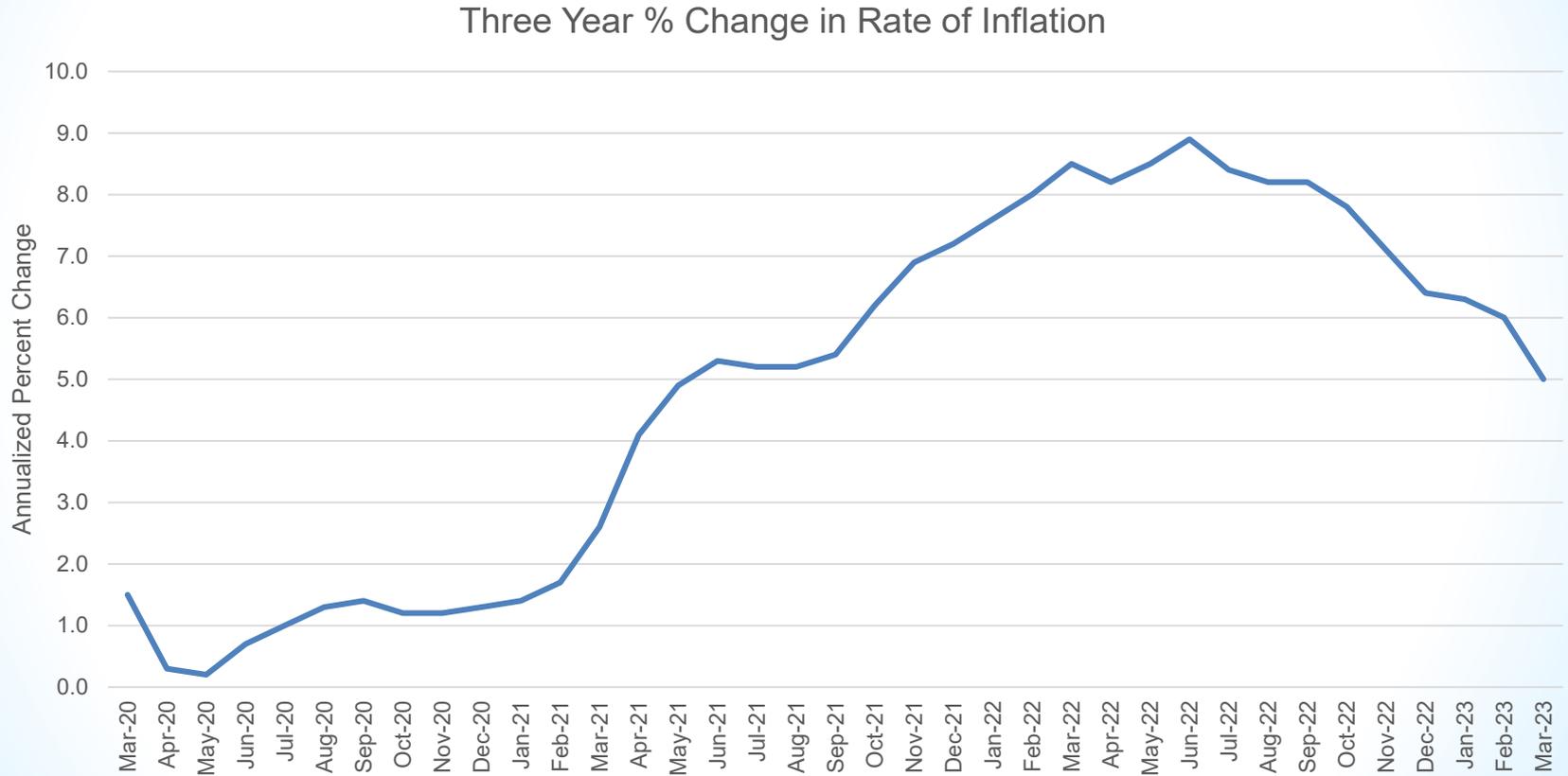
Expenditure Assumptions

Operating Impacts

- Inflationary Increases
- Employee Retention
- Transfer ARPA funded essential programs and positions to General Fund and/or other funding sources
- Allocate remaining ARPA Funds

FY2023-24 RECOMMENDED BUDGET

Three-Year % Change in Rate of Inflation



FY2023-24 RECOMMENDED BUDGET

K-12 EDUCATION

Chapel Hill-Carrboro City Schools	FY 2022-23 Current Expense	Continuation Request	Expansion Request	Manager Recommend	Recommend Increase
Current Expenses	\$ 55,007,882	\$ 63,447,882	\$ 66,157,882	\$ 60,158,538	\$ 5,150,656
Per Student	\$ 4,808	\$ 5,558	\$ 5,798	\$ 5,346	\$ 538
¹ Special District Tax	\$ 0.183	\$ 0.183	\$ 0.183	\$ 0.198	\$ 2,095,301

Orange County Schools	FY 2022-23 Current Expense	Continuation Request	Expansion Request	Manager Recommend	Recommend Increase
Current Expenses	\$ 38,570,900	\$ 40,789,900	\$ 49,207,500	\$ 42,784,038	\$ 4,213,138
Per Student	\$ 4,808	\$ 5,085	\$ 6,137	\$ 5,346	\$ 538

1 - An increase in the Special District Tax for CHCCS is recommended at \$0.015 to provide additional ongoing revenue

FY2023-24 RECOMMENDED BUDGET

EDUCATION

COUNTY APPROPRIATION PER STUDENT			
Year	Per Student	\$ Increase	% GF Revenue
FY2016-17	\$ 3,868.00	\$ 170.50	50.6%
FY2017-18	\$ 3,991.00	\$ 123.00	49.7%
FY2018-19	\$ 4,165.00	\$ 174.00	50.1%
FY2019-20	\$ 4,352.25	\$ 187.25	49.5%
FY2020-21	\$ 4,367.00	\$ 14.75	49.4%
FY2021-22	\$ 4,367.00	\$ -	48.7%
FY2022-23	\$ 4,808.00	\$ 441.00	47.1%
FY2023-24	\$ 5,346.00	\$ 538.46	48.1%

FY2023-24 RECOMMENDED BUDGET

EDUCATION

Durham Technical Community College	FY2023-24 Base Budget	FY2023-24 Request	County Manager Recommend	Recommended Increase
Current Expenses	\$ 809,405	\$ 1,087,198	\$ 890,346	\$ 80,941
Capital Outlay	\$ 75,000	\$ 75,000	\$ 75,000	\$ -
Innovation Hub*	\$	\$ 20,000	\$ 20,000	\$ 20,000
Back to Work Initiative*	\$ 50,000	\$ 100,000	\$ 100,000	\$ 50,000
Durham Tech Promise*	\$ 200,000	\$ 200,000	\$ 200,000	\$ -
Small Business Center Coordinator*	\$ 70,000	\$ 70,000	\$ 70,000	\$ -

** Funded in Article 46, outside of the General Fund*

FY2023-24 RECOMMENDED BUDGET

OUTSIDE AGENCIES

Outside Agencies (501.c3)	FY2022-23 Approved	FY2023-24 Request	Outside Agency Fund Recommend	Department Budget Recommend
Agencies Funded	58	56	42	6
Total	\$ 1,854,691	\$ 2,436,822	\$ 1,037,016	\$ 937,656

- In FY 2023-24, the integral agencies awarded \$100K+ or majority of funding is Outside Agency funds are moved into department budgets to improve coordination, accountability and client outcomes.
- An additional \$45,000 is recommended for Arts and Tourism related Outside Agencies in the Visitors Bureau Fund, to be administered by the Orange County Arts Commission and The Visitors Bureau.

FY2023-24 RECOMMENDED BUDGET

FIRE DISTRICTS

FIRE DISTRICT	CURRENT TAX RATE	REQUESTED INCREASE	RECOMMENDED TAX RATE
Cedar Grove	\$0.0763	\$0.0137	\$0.09
Chapel Hill	\$0.1387	\$0.00	\$0.1387
Damascus	\$0.1180	\$0.01	\$0.1280
Efland	\$0.0828	\$0.02	\$0.1028
Eno	\$0.0998	\$0.00	\$0.0998
Little River	\$0.0639	\$0.01	\$0.0739
New Hope	\$0.1156	\$0.0101	\$0.1257
Orange Grove	\$0.0727	\$0.01	\$0.0827
Orange Rural	\$0.0949	\$0.01	\$0.1049
South Orange	\$0.0909	\$0.00	\$0.0909
Southern Triangle	\$0.1180	\$0.01	\$0.1280
White Cross	\$0.1234	\$0.015	\$0.1384

FY2023-24 RECOMMENDED BUDGET

COUNTY EMPLOYEE COMPENSATION

	% Increase	Total
¹ Compensation Adjustment	6%	\$4,400,000
² Living Wage Adjustment	3%	\$36,000
Health & Dental Insurance	5%	\$540,000
Retirement Increase	6%	\$460,000

1- Compensation adjustment includes Merit and 401K adjustments of 6%

2- Living Wage Increase living wage for temporary employees from \$15.85 per hour to \$16.60 per hour

FY2023-24 RECOMMENDED BUDGET

COUNTY POSITIONS – GF AND OTHER FUNDS

Fund	FTE Status	GF Cost
General Fund	22.0 FTE	\$85,902
Debt Service	1.0 FTE	\$0
Inspections	1.0 FTE	\$0
Visitors Bureau	1.0 FTE	\$0
Solid Waste	5.0 FTE	\$0
Total	30.0 FTE	\$85,902

Food Council FTE converted to Food Security Coordinator contract position in Cooperative Extension – 25% NC A&T revenue

FY2023-24 RECOMMENDED BUDGET

AMERICAN RESCUE PLAN USE ACT (ARPA)

FY2023-24 Recommended ARPA Projects	Amount
Emergency Housing Assistance (EHA)	\$2,148,849
Long-term Homeowner's Assistance	\$250,000
ARPA Reporting Coordinator Contract	\$66,886
Total	\$2,465,735*

* The American Rescue Plan Act (ARPA) funds have been fully allocated with the recommended amount.



FY2023-24 RECOMMENDED BUDGET

BUDGET PUBLIC HEARINGS	DATE
Budget and Capital Investment Plan (CIP)	May 9 & June 1
BUDGET WORK SESSION SCHEDULE	DATE
Schools, Durham Tech, and Outside Agencies	May 11
Fire District, Public Safety and Human Services	May 18
Support Services, General Government and Community Services	May 23
Budget Amendments and Resolution of Intent to Adopt	June 8
BOCC REGULAR MEETING	DATE
FY2023-24 Operating and CIP Budget Adoption	June 20

FY2023-24 RECOMMENDED BUDGET

DOCUMENT AVAILABILITY

- Clerk to Board of Commissioners
- County Budget Office
- Orange County Library
- Chapel Hill Public Library
- Orange County Website - <http://orangecountync.gov>

FY2023-24 RECOMMENDED BUDGET MISSION STATEMENT

Orange County exists to provide governmental services needed by our Residents or mandated by the State of North Carolina.

To provide these quality services efficiently, we must;

- Serve the Residents of Orange County – Our Residents Come First;
- Depend on the energy, skills, and dedication of all our employees and volunteers;
- Treat all our Residents and Employees with fairness, respect, and understanding.

Orange County Residents Come First