

# Budget Committee Minutes

**To:** Mike Chalk, Chairman *MC*  
**From:** Ren Wiles, Finance Director *Ren Wiles*  
**CC:**  
**Date:** January 20, 2009  
**Re:** Meeting of 12-17-08

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Attending: Mike Chalk, Tim Poirier, Seth Lawless, Ren Wiles

The Committee met at 6:00 pm, before the regularly scheduled town council meeting.

The finance director gave the committee an update of the town's revenues to date and the expected impact of the nationwide financial hardships. Sales tax to date is 24.97% of the budget, through approx. 25% of the year. Property tax is lagging. At this time last year, we had realized 4 of the 6 weeks of collections exceeding \$100K. To date, we have had only 2.

The finance director also shared Tables 7 and 9 of the recently published CAFR. Table 7 was redone in response to reviewer comments. The revised chart shows that ultimately, Wake County collects approximately 99.80% of the taxes levied. This is expected to promote better budgeting of property tax revenues.

Table 9 shows the top 10 taxpayers, currently and 8 years ago. Next year, the town will be able to show current years and 9 years ago – a 10 year span. This table shows the changes that have taken place in the town over the last 9 years: loss of small manufacturing, increase in retail, top 10 representing a smaller % of the town's tax base.

Exhibits attached

Microsoft Excel - Daily Property tax tracking.xls

File Edit View Insert Format Tools Data Window Help

ADLI

	A	B	C	D	X	Y	Z	AA	AB	AC	AD	AE
1	Town of Kingsbridge											
2	Daily Property tax analysis											
3												
4												
5					11/16/08	11/17/08	11/24/08	12/1/08	12/8/08	12/15/08	12/22/08	12/29/08
6			Weekly	Weekly	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
7			Averages	Totals	11/16/08	11/21/08	11/28/08	12/5/08	12/12/08	12/19/08	12/26/08	1/2/09
8	Monday	58,194.95	7,293,487.97		24,552.72	737,994.89	4,050.40	8,375.67	7,688.17	393,256.78		
9	Tuesday	50,314.97	547,055.25			4,970.81	7,510.64	11,405.13	10,353.25	42,168.77		
10	Wednesday	6,347.18	152,372.76		6,089.89	6,185.00	6,259.66	3,170.38	15,480.90			
11	Thursday	50,348.80	237,099.75		36,795.85	24,039.29		15,690.69	15,769.92			
12	Friday	21,429.63	471,451.77		329,467.51	4,072.29		7,291.71	9,600.15			
13												
14												
15					\$410,890.26	\$778,061.33	\$ 17,849.52	\$45,569.59	\$ 64,928.07	\$435,365.55	\$ -	\$ -
16	Prorata projection			All-in-revenue								
17	Total tax revenue budgeted			5,007,162.05								
18	Total to date			4,351,557.00								
19				2,401,684.09								
20												
21	Today's date		12/17/2008	46.36%								
22			7/1/08									
23												
24												
25												
26												
27												
28												

Ready

5:28 PM



TOWN OF KNIGHTDALE, NORTH CAROLINA  
**Property Tax Levies and Collections**  
*Last Ten Fiscal Years*

Table 7

Fiscal Year	Net Levy	Current Year's Taxes Collected	Percent of Net Levy Collected	Collections- Prior Years*	Total Collections and Credits**	Percent of Total Tax Collections To Net Levy	Ad Valorem Taxes Receivable Balance-June 30	Percent Delinquent Taxes To Net Levy
2008	\$3,708,082	\$3,595,606	96.97%	\$ -	\$3,595,606	96.97%	\$167,022	4.50%
2007	3,201,115	3,106,828	97.05%	77,796	3,184,624	99.48%	16,491	0.52%
2006	2,953,293	2,876,888	97.41%	64,254	2,941,142	99.59%	12,151	0.41%
2005	2,515,619	2,452,297	97.48%	57,444	2,509,741	99.77%	5,878	0.23%
2004	2,267,754	2,214,679	97.66%	49,123	2,263,802	99.83%	3,952	0.17%
2003	2,119,988	2,042,922	96.36%	73,324	2,116,246	99.82%	3,742	0.18%
2002	1,945,779	1,899,278	97.61%	42,809	1,942,087	99.81%	3,692	0.19%
2001	1,790,250	1,746,105	97.53%	40,811	1,786,916	99.81%	3,334	0.19%
2000	1,533,856	1,491,975	97.27%	38,787	1,530,762	99.80%	3,094	0.20%
1999	1,360,277	1,323,555	97.30%	34,510	1,358,065	99.84%	2,212	0.16%



\* -- Prior year collections have been restated to show the collections by YEAR OF LEVY, as suggested by the Government Finance Officers Association. This presentation will better show how long it takes to approach 100% collection.

\*\* -- See the Schedule of Ad Valorem Taxes Receivable for details of FY 2008 collection of delinquent taxes.

Town of Knightdale  
 Budget Review  
 as of 12-17-08

Property Tax Collections to date  
 CY, PY, Penalties, etc. \$ 2,401,684.00

Tax Collections at this same period last year  
 2,231,005.00

Increase 170,679.00

% change 7.65%

Local Option Sales Tax	FY08	FY09
Rec'd on or about		
July Sales 15-Oct	127,930.42	145,770.19
August Sales 15-Nov	157,296.46	149,632.18
Sept Sales 15-Dec	121,043.38	150,277.60
	<hr/>	<hr/>
	\$ 406,270.26	\$ 445,679.97
		24.97% of budgeted amount

Electric portion of Franchise Tax  
 Before TOK "audit" of records  
 rec'd 12-17-07 47,732.29

First distribution with updated  
 information rec'd 12-15-08 93,287.22

Increase 45,554.93

% increase 95.44%

Comparable to # of accounts found by Planning Dept Staff.

Local Option Sales Tax.

Conservative budgeting in the spring looks like it will be keeping us in line with our adopted budget.

Increase in the meat of the franchise tax is as expected. This has been budgeted for already.

Property taxes are going into their highest cash flow time. This analytic could turn around based on a few days collections.

HOLD COURSE.