



KNIGHTDALE

start something

Town of Knightdale North Carolina

**Proposed Annual Balanced Budget
Per The Local Government Budget & Fiscal Control Act
NCGS 159-8**

**For the Fiscal Year Ending
June 30, 2022**



FY21 Accomplishments

- Fire Department Consolidation with Eastern Wake Fire Dept
- Purchase of new ladder truck and addition of new 10-man Fire company
- Creation of a Fire Capital Project Fund to address future growth



FY21 Accomplishments

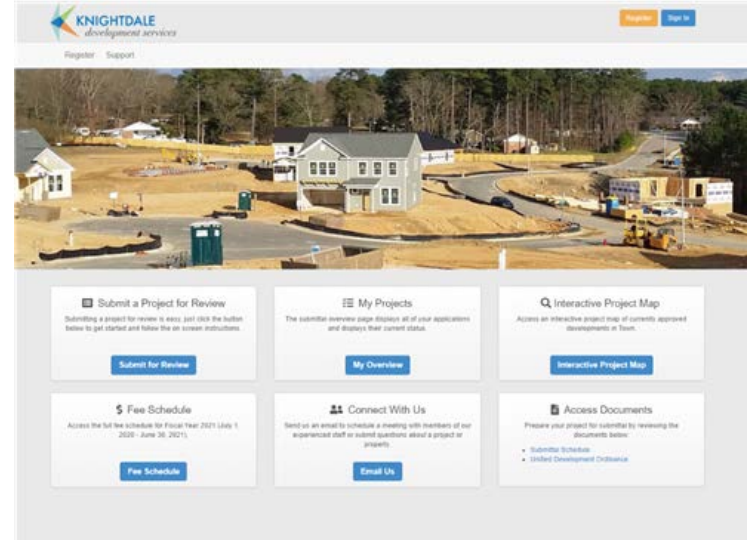


- Near completion of Wake Stone Athletic Park on Forestville Road
- Continuation of Mingo Creek Greenway Extension
- Re-opening of Environmental Park after extensive rehabilitation



FY21 Accomplishments

- New Plans and Permits online portal to streamline Development Services application processes
- Continued renovations in Town Hall to meet growing demands of staff and citizens



FY22 Budget Challenges and Focus

- Growth - Town continues to be among the fastest growing municipalities in North Carolina
- Financial Stewardship – Town is committed to fiscal responsibility
- Organizational Goals – Town has rolled out a strategic plan to achieve and implement its core values, strategic focus areas, and short-term and longer-term initiatives



FY22 Annual Operating Budget

(All Funds)

	Revenues & Other Sources	Expenditures & Other Uses
General Fund	\$21,953,231	\$21,953,231
Storm Water Fund	960,907	960,907
Capital Reserve Fund	535,460	535,460
Water & Sewer Fund	147,699	147,699
Total All Funds	\$23,597,297	\$23,597,297

Balanced
Budget per
State Law



FY22 Annual Operating Budget

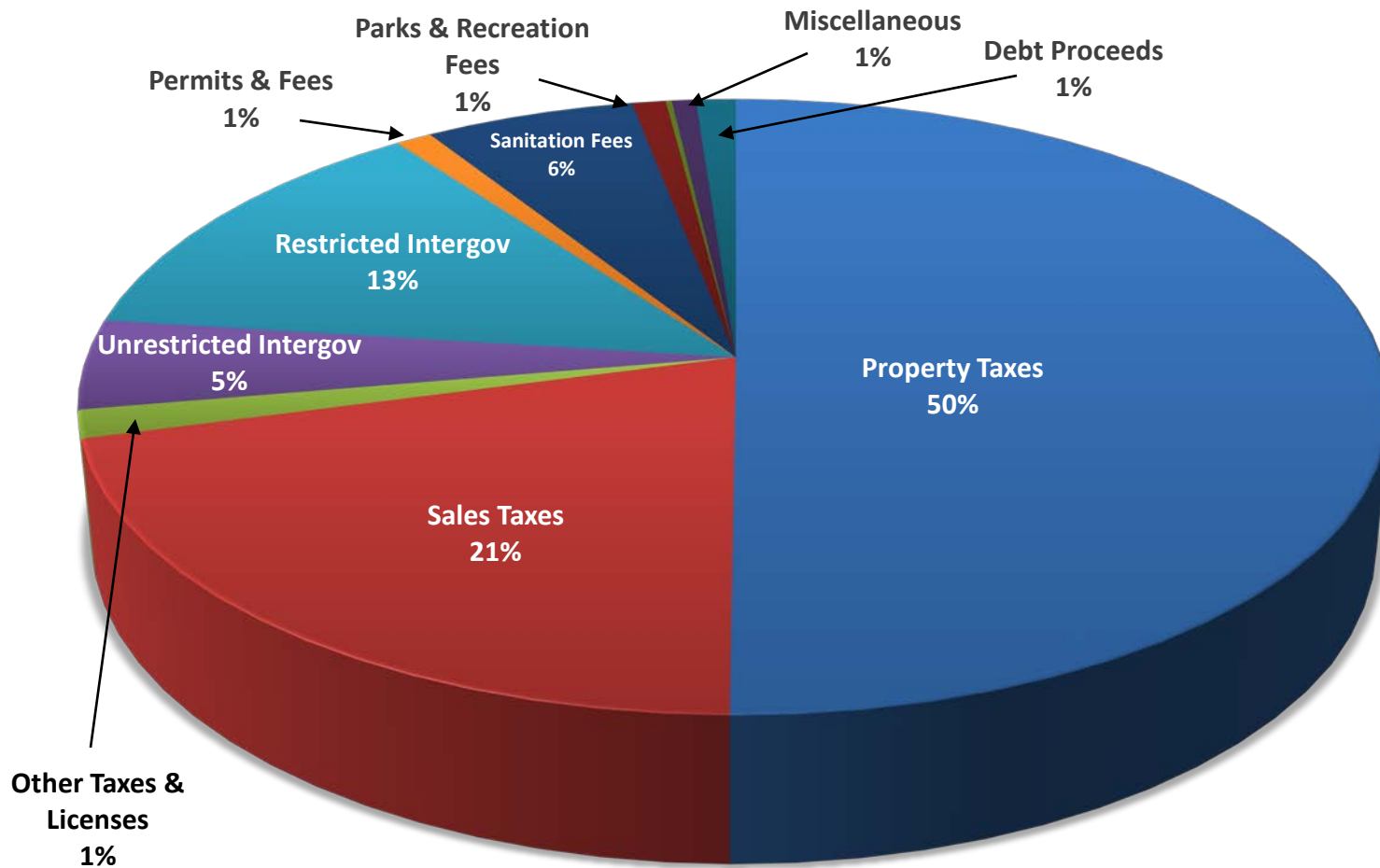
(General Fund and Storm Water Fund)

	Current FY2021 Adopted	FY2022 Proposed	\$ Change	% Change
GENERAL FUND				
Salaries & Benefits	\$ 10,512,947	\$ 11,371,975	\$ 859,028	8.2%
Operating	5,866,919	6,465,624	598,705	10.2%
Capital	1,471,145	1,671,500	200,355	13.6%
Debt Service	1,729,891	1,818,632	88,741	5.1%
Interfund Transfers	600,000	625,500	25,500	4.3%
TOTAL GENERAL FUND	\$ 20,180,902	\$ 21,953,231	\$ 1,772,329	8.8%
STORM WATER FUND				
Salaries & Benefits	\$ 265,325	\$ 349,030	\$ 83,705	31.5%
Operating	278,053	304,377	26,324	9.5%
Capital	486,500	307,500	(179,000)	-36.8%
TOTAL STORM WATER FUND	\$ 1,029,878	\$ 960,907	\$ (68,971)	-6.7%

General Fund Revenues

	FY2020-21	FY2021-22
Property Taxes (Ad Valorem)	\$10,099,181	\$10,561,463
Sales Tax	3,360,000	4,357,575
Intergovernmental Restricted	2,477,275	2,729,951
Sanitation	1,265,925	1,270,000
Intergovernmental Unrestricted	959,000	995,000
Other Taxes & Licenses	320,475	310,475
Permits & Fees	296,000	220,470
Debt Proceeds	0	241,000
Recreation	287,500	203,800
Miscellaneous	131,000	145,600
Investment Earnings	110,000	35,000
Total	\$19,306,356	\$21,070,334

FY22 General Fund Revenues



Property Tax Rate

- Set at 42¢ per \$100 of Assessed Value
- Total Assessed Value = \$2,528,422,619
- Value of 1¢ = \$251,464 in additional revenue*
- Total Tax Revenue at 42¢ = \$10,561,463*

**Adjusted for 99.9% collections rate, prior-year collections, and penalty & interest charges*



Property Tax Rate Comparison

(Highest to Lowest in Current Year)

	FY21	FY20	FY19	FY18	FY17	FY16	FY15	FY14	FY13
Wake County	.6000	.7207	.6544	.6150	.6005	.6145	.5780	.5340	.5340
Zebulon	.5500	.5920	.5920	.5750	.5750	.5250	.5250	.5250	.5125
Garner	.4971	.5600	.5325	.5325	.5325	.5175	.5000	.4900	.4900
Wake Forest	.4950	.5200	.5200	.5200	.5200	.5200	.5200	.5100	.5100
Wendell	.4700	.4900	.4900	.4900	.4900	.4900	.4900	.4900	.4900
Rolesville	.4600	.4800	.4800	.4800	.4800	.4400	.4400	.4400	.4400
Holly Springs	.4216	.4825	.4325	.4325	.4325	.4350	.4350	.4350	.4350
Knightdale	.4200	.4300	.4300	.4300	.4300	.4300	.4300	.4300	.4100
Fuquay Varina	.3950	.4325	.4325	.4325	.4325	.3850	.3850	.3850	.3850
Apex	.3800	.4150	.4150	.3800	.3800	.3900	.3900	.3900	.3900
Morrisville	.3600	.3900	.3900	.3900	.3900	.4100	.3900	.3900	.3665
Raleigh	.3552	.4382	.4382	.4253	.4183	.4210	.4038	.3826	.3826
Cary	.3500	.3500	.3500	.3500	.3500	.3700	.3500	.3500	.3300

Property Tax Impact

Cost to Taxpayer	
Typical Home Value in Knightdale	\$263,781
Tax rate Per \$100 (No change recommended for FY22)	\$0.42
Knightdale Property Tax	\$1,108
Wake County Tax Rate (No change recommended for FY22)	\$0.60
Wake County Property Taxes	\$1,583
Total Town and County Tax on Typical Home	\$2,691

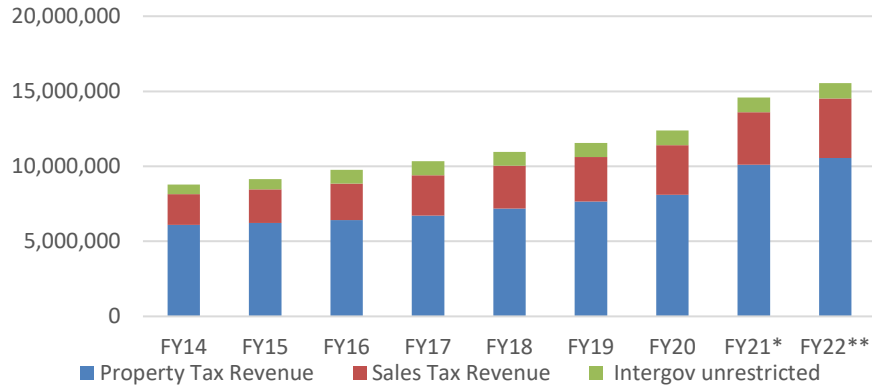
Typical Home Value
Wake County
\$358,493
Total Tax = \$3,657



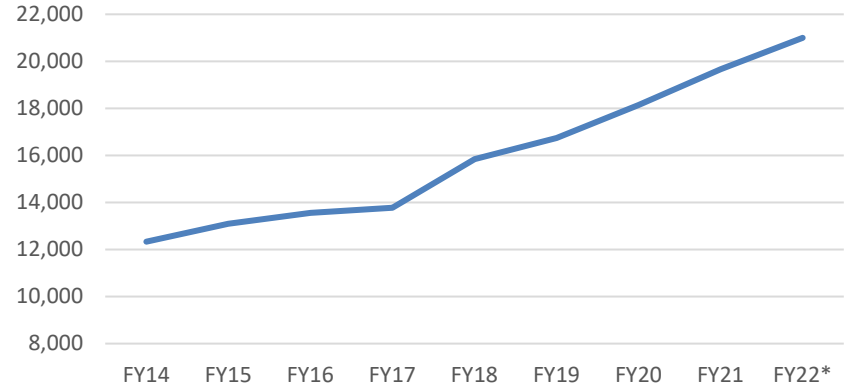
Note: Home value info per Zillow

General Fund Tax Revenue

Tax Revenues



Population Growth



Fiscal Year	Property Tax (Ad Valorem)	Sales Tax	Intergov Unrestricted (Franchise)	Total	Population
FY14	\$ 6,093,511	\$ 2,238,366	\$ 687,636	\$ 8,331,877	12,340
FY15	6,223,115	2,450,502	909,846	9,583,463	13,102
FY16	6,406,825	2,682,219	933,978	10,023,022	13,560
FY17	6,717,305	2,854,008	916,750	10,488,063	13,786
FY18	7,194,767	2,954,774	945,099	11,094,640	15,849
FY19	7,661,793	3,301,091	987,949	11,950,833	16,753
FY20	8,096,412	3,504,390	986,554	12,587,356	18,152
FY21*	10,100,000	3,950,000	1,035,000	15,085,000	19,671
FY22**	\$ 10,561,463	\$ 4,357,575	\$ 995,000	\$ 15,914,000	21,000*

* Projected

** Budgeted

FY22 Fee Schedule Changes

- Storm Water fee increases from \$4.25 to \$6.75 to address growth and capital infrastructure needs discussed at March Council meeting.
- No fee increases for trash and recycling due to renegotiated GFL contract. GFL now to service Town over a two-day period instead of current one day adding to improved customer service.
- Development Services Fee Schedule updated to reflect changing situations and the additional cost of providing services.
- Minor adjustments to Parks & Recreation fees with emphasis on reduced rates for Town residents versus non-taxpaying users of Town's programs and services.
- City of Raleigh announced a recommended 1.5% water rate increase.



FY22 Fee Schedule

(Development Services and Parks & Rec Changes)

Development Services	FY2020-2021	FY2021-2022
Annexation Petition	\$ -	\$ 500
Utility Allocation/Developer Agreement	-	500
Zoning Compliance Permit	75	100
Without Site Plan Review	250	-
With Site Plan Review (flat fee plus per acre fee)	50	-
With Site Plan Review (per acre fee)	-	-
Zoning Verification Letter	75	100
Final Plats		
Exempt	125	200
Recombination	125	200
Right-of-Way Dedication	125	200
Boundary Survey	125	200
Minor Subdivision/Family (plus per lot fee)	125	200
Additional Lot Fee	5	10
Site & Public Infrastructure Inspection Fees		
Subdivision Final Re-Inspection (per hour)	75	-
Subdivision Final Re-Inspection	-	400
Greenway (per linear foot)	-	1
Tree Protection Fence (per linear foot)	-	0.025
Building Permit Administration and Review	75	100
Trade Permit Administration Fee		
Residential and Commercial	20	25
Zoning Inspection Fees		
Residential & Minor Commercial (Upfit)		
Setback	50	25
Driveway/Sidewalk	-	25
Certificate of Occupancy	-	25
Commercial Construction - New or Major Alteration		
Setback	-	150
Other Additions or Alterations		
Inspection	50	-
Re-Inspection	75	-
Minor Additions & Demolition Permits	\$ 80	\$ -

Parks & Recreation	FY2020-2021	FY2021-2022
Pool Summer Pass Family Non-resident	\$ 150	\$ 160
Pool Summer Pass Senior Non-resident	50	60
Adult Sports Softball (Men's League) Non-resident	-	60
Adult Sports Softball (Co-ed) Non-resident	-	60
Adult Sports Basketball (Men's League) Resident	55	40
Adult Sports Basketball (Men's League) Non-resident	-	60

Parks & Recreation Additions	Residents	Non-residents
Adult Sports Basketball (Co-ed)	30	50
Gym Rental (athletic events per hour)	50	60
Gym Rental (non-athletic events per hour)	100	110
Knightdale Elementary School Field Rental		
T-Ball/Kickball (per hour)	15	20
Little League Baseball/Softball (per hour)	15	20
Multipurpose Field (per hour)	\$ 15	\$ 20

Complete list of Fees are included in Attachment A of Budget Ordinance

General Fund Other Financing Sources

Other Financing Sources	FY2020-21	FY2021-22
Transfer from Capital Reserve Fund	\$490,000	\$535,460
Debt Proceeds	0	241,000
Appropriated Fund Balance (AFB)	384,546	347,437
Total Other Financing Sources	\$874,546	\$1,123,897

AFB used to
Balance
Budget



General Fund Expenditures

(As Listed in Budget Ordinance)

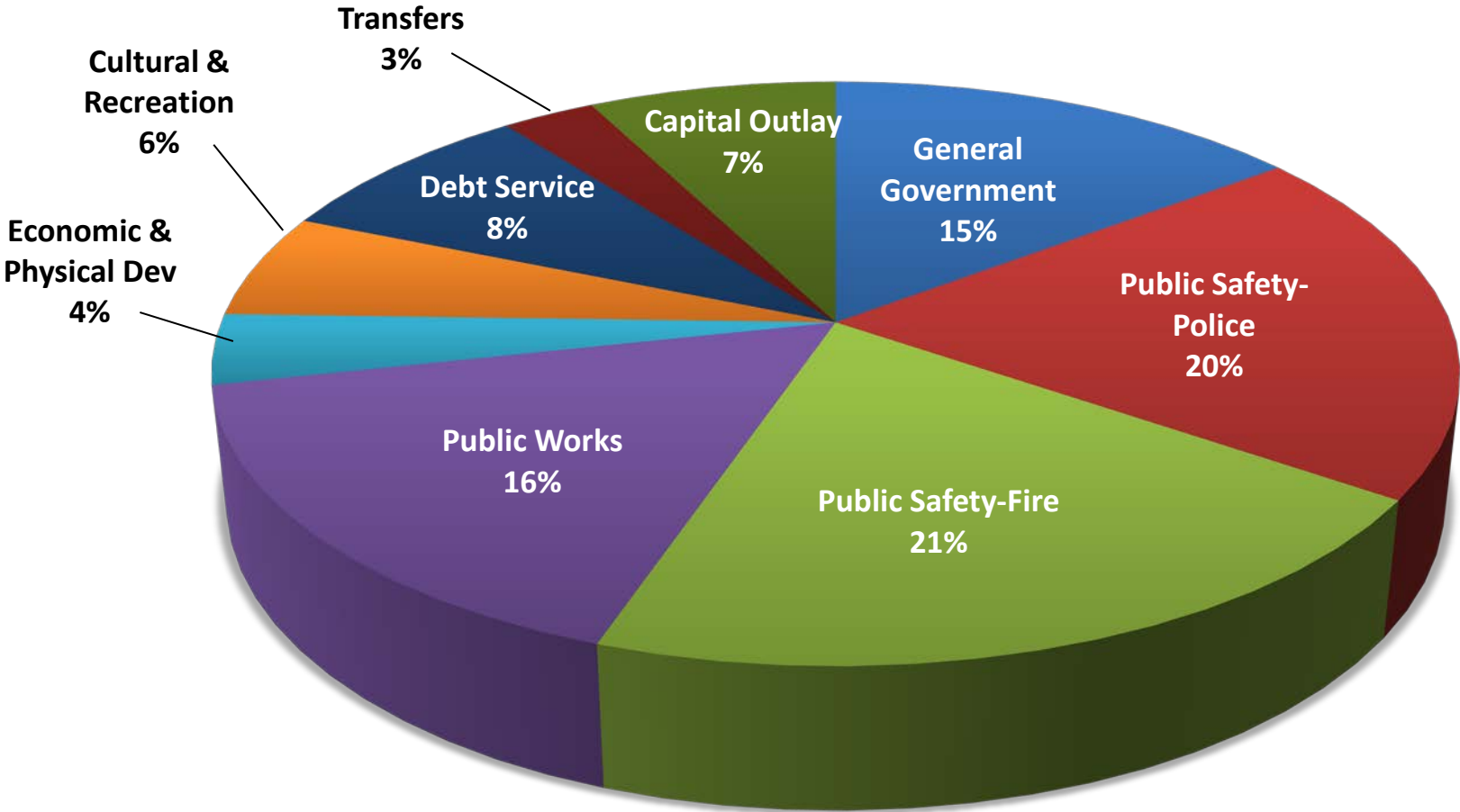
	FY2020-2021	FY2021-2022
Administration	\$1,126,945	\$1,186,775
Legislative	212,254	307,287
Human Resources	413,643	584,352
Finance	820,008	808,608
Information Technology	515,204	645,256
Police	4,406,544	4,632,940
Fire	4,349,010	4,598,391
Public Works	3,618,694	4,177,728
Development Services	770,697	1,121,872
Parks, Recreations, and Cultural Programs	1,618,012	1,445,890
Debt Service	1,729,891	1,818,632
Interfund Transfer Out	600,000	625,500
Total	\$20,180,902	\$21,953,231

General Fund Expenditures

(Capital Outlay Segregated)

	FY2020-2021	FY2021-2022
Fire	\$4,349,010	\$4,535,891
Police	4,079,644	4,369,440
Public Works	3,197,939	3,587,228
Debt Service	1,729,891	1,818,632
Parks & Recreations	1,368,012	1,270,890
Administration	841,945	926,775
Development Services	725,197	851,872
Finance	745,008	808,608
Interfund Transfers	600,000	625,500
Information Technology	447,214	595,256
Human Resources	413,643	584,352
Legislative	212,254	307,287
Capital Outlay	1,471,145	1,671,500
Total	\$20,180,902	\$21,953,231

FY22 General Fund Expenditures (By Functional Area)

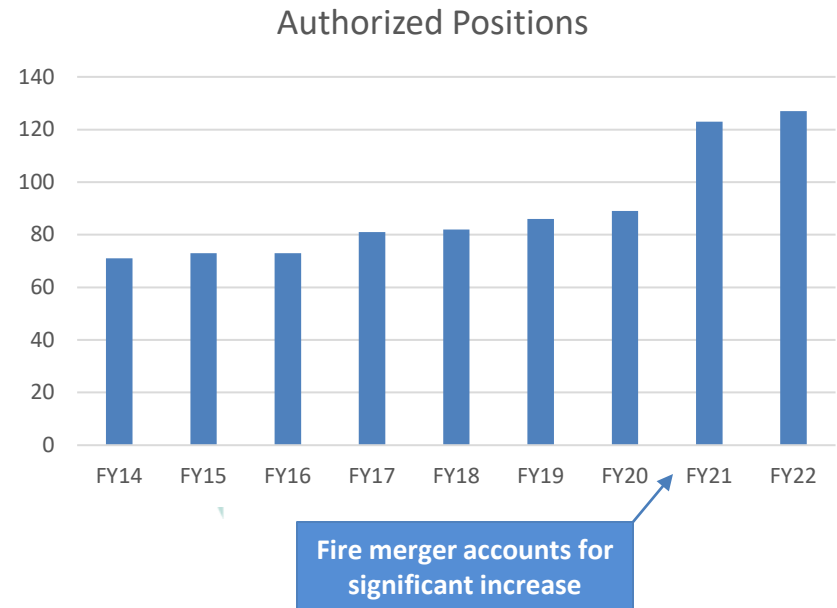


FY22 Full-Time Positions

General and Storm Water Funds

FY21 Positions: 118	Positions Added During FY21	FY22 New Positions
	Maintenance Worker I (1)	Senior Planner (1)
	Maintenance Worker II (1)	Construction Inspector (1)
	Police Officer (3)	Administrative Assistant (1)
	Human Resources Technician (1)	Maintenance Worker I (1)
	Positions Eliminated During FY21	
	Recreation Program Supervisor (1)	
	TOTAL Positions: 123	TOTAL Positions: 127

- 127 total positions budgeted
- Total \$11,721,005 for salaries and benefits or 49.7% of total operating budget
- Includes 2% for merit
- Medical premiums saw a 10% decrease by leveraging a larger workforce



FY22 Expected Capital Spending General Fund

Mission Critical		
Town Hall - Elevator Replacement	\$	120,000
Comprehensive Transportation Plan		225,000
Fire Department Utility Truck & Upfit		62,500
Ongoing Police Vehicle Refresh		248,000
Landscape Specific Truck		63,000
Street Repaving Projects		247,500
Automated Leaf Collection Truck		241,000
Forklift		12,000
Rotary Cutter ROW Mower		27,000
	Mission Critical \$	1,246,000
Operation Enhancements		
Town Hall Renovations	\$	140,000
Standard Specifications Manual		30,000
Public Art		15,000
Performance Dashboards - Power BI		50,000
Harper Park - Inclusive Playground		175,000
CelleBrite Investigative Tool		15,500
	Operation Enhancements \$	425,500
Total Capital Investment	\$	1,671,500

FY22 Expected Capital Spending Storm Water Fund

Project Description	Estimated Cost
Storm Water Master Plan/Basin Modeling	\$100,000
Regional Storm Water Initiatives	100,000
Tracked Skid Steer	67,500
Truck (new personnel)	40,000
Total	\$307,500



Ongoing Major Capital Projects

(As authorized thru separate ordinances)

Project Description	Budgeted	Spent to Date
Wake Stone Athletic Park	\$4,500,000	\$4,473,323
Mingo Creek Greenway Extension	2,572,000	131,879
Fire Capital Projects Fund	2,433,363	1,793,998
Total	\$9,505,363	\$6,399,200

Anticipated major capital projects to address public safety expansion needs



Outstanding Debt

Outstanding Principal at 6/30/21	\$11,664,010
Debt Service for FY22 (Principal and Interest)	\$1,998,106
Percentage of FY22 Operating Expenditures	8.50%
Debt Policy Limit to 11% of Operating Expenditures	\$2,595,703
Remaining Debt Budget Capacity at 7/1/2021	\$597,597

Capacity
anticipated to be
needed for future
public safety
initiatives



American Rescue Plan Act (ARPA)

- As a result of the COVID-19 pandemic, Knightdale will receive Federal ARPA funding in the anticipated amount of \$5.22 million
- Funds will be segregated in a separate special revenue fund
- To date, no ARPA funds have been received or budgeted
- Council will approve recommended spending/budgets once Federal guidelines are clearly defined and needs identified
- Focus areas for funding include urgent COVID-19 response efforts, replacement of lost public sector revenues, to support economic stabilization, and investment in specific capital initiatives
- Funds need to be “earmarked” by 2024 and spent by 2026

