

BUDGET MESSAGE

Foxfire Village, North Carolina

Fiscal Year 2024-2025

The FY 2024-2025 Village budget has been prepared in accordance with NC G.S. 159 and in compliance with the NC Local Government Fiscal Control Act. It is presented for the Council's consideration.

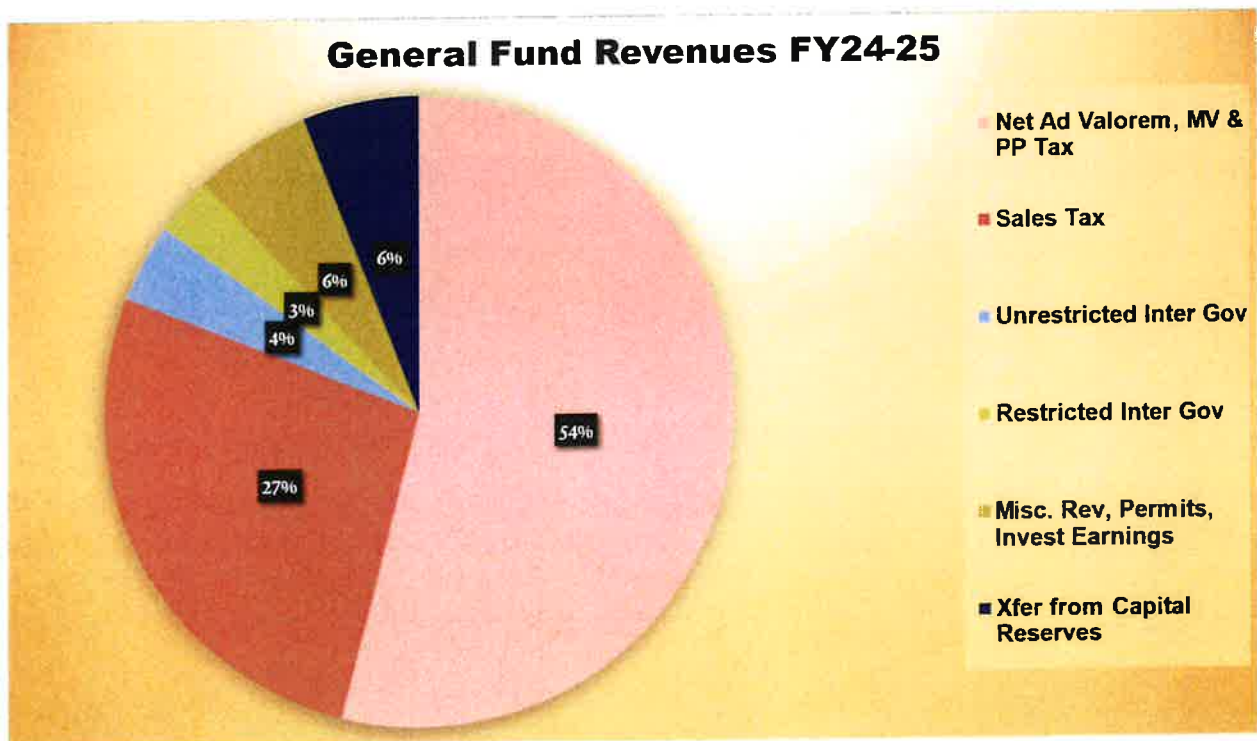
The FY 2024-2025 budget being presented is balanced. For both the Village General Fund and Water Fund the projected expenses are equal to the projected revenues.

The Village property tax rate for FY 2024-2025 will remain unchanged at 29 cents per \$100.00 of property value.

Other Information

- The Village will continue to use First Bank and North Carolina Capital Management Trust for its banking needs. These depository accounts are maintained for General Fund and Water Fund monies.
- The annual audit of Foxfire Village is contracted to be performed by Anderson, Smith & Wike PLLC, 220 East Washington St. Rockingham, NC 28380.
- The Village continues to operate debt free.
- Appointment of Council member Mary Gilroy as the designated Finance Officer and Budget Officer for FY 2024-2025.

General Fund Revenues



GENERAL FUND REVENUES BY AMOUNT

• Net Ad Valorem, MV and PP Tax (54%)	\$992,543
• Sales Tax (27%)	\$500,000
• Unrestricted Intergovernmental (4%)	\$71,600
• Restricted Intergovernmental (3%)	\$50,000
• Misc. Revenue, Investment Earnings (5%)	\$100,000
• Permits and Fees (1%)	\$15,500
• Transfer from Capital Reserves (Streets) (6%)	\$114,000
• Total Budgeted Revenue	\$1,843,643

Real Property and Motor Vehicle Taxes

- The property valuation of \$329,960,000 used in this budget is based on estimates provided by the Moore County Tax Department. This is an increase over the FY 2023-2024 valuation of \$23,441,497 and generates an additional \$67,980 of projected revenue.
- Based on past experience, the budget assumes a collection rate of 98%.
- Revenue generated by real property and motor vehicle tax is estimated to be \$992,543 or 54% of general fund revenue.

Local Option Sales Tax

- Sales tax revenue is estimated at 27% of the budget or \$500,000. Because sales tax revenue is subject to economic conditions, this amount remains unchanged from FY 2023-2024.
- Moore County Tax department is conservatively estimating a sales tax revenue increase of 10% for this fiscal year based on the US Open.

Unrestricted Intergovernmental

- Telecommunications is estimated at the current amount of \$1,500.
- Utility Franchise Tax remains unchanged at \$50,000. These funds are weather sensitive.
- Local Video Revenue is estimated at \$20,000 a 10% increase over FY 2023-2024 budget. NC taxes downloads of e-books, music and streaming services.

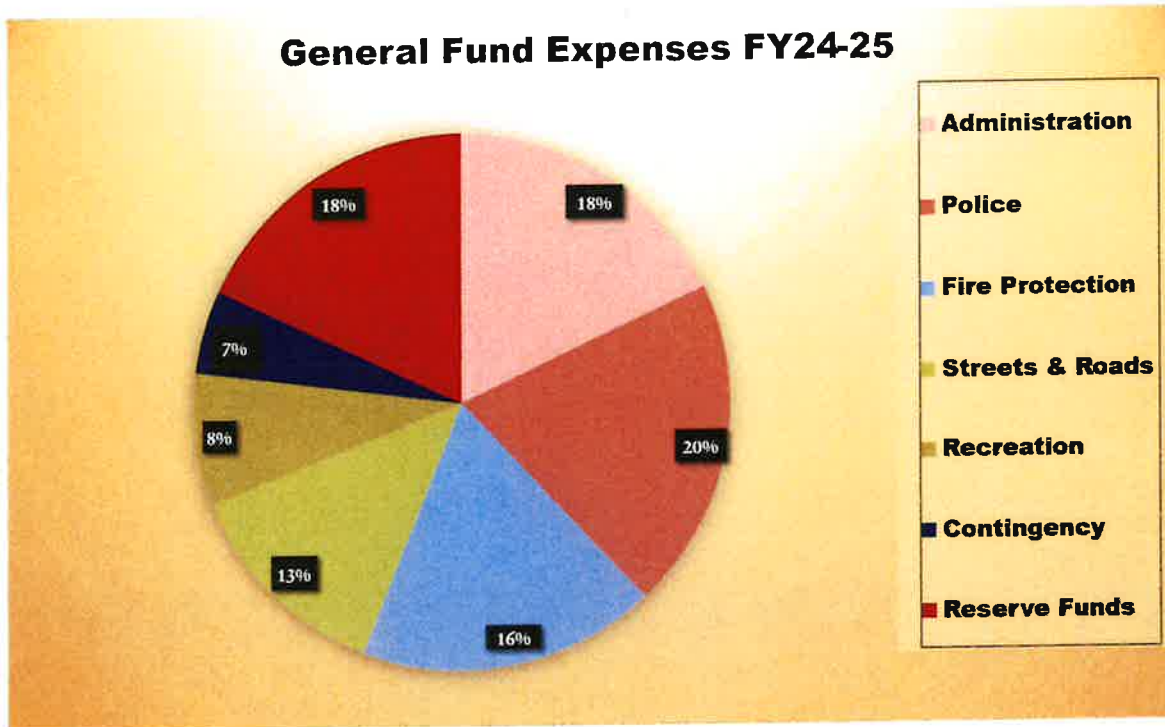
Restricted Intergovernmental

- Projected Powell Bill funds are estimated to remain unchanged from FY 2023-2024

Miscellaneous Revenue/Investment Earnings

- Interest on investments holding steady at \$100,000 subject to interest rates.
- Transfer from Capital Reserve of \$114,000 for streets.
- Building permits are estimated at \$15,000.

General Fund Expenses



4



5

GENERAL FUND EXPENSES BY AMOUNT

• Administration (18%)	\$323,013
• Police (20%)	\$371,300
• Fire Protection (16%)	\$329,500
• Streets & Roads (13%)	\$231,500
• Recreation (8%)	\$143,300
• Contingency (7%)	\$105,030
• Reserve Funds (18%)	\$340,000
• Total Budgeted Expenses	\$1,843,643

Administration

- Increase in overall Administration budget due to salaries, CPA agreement and website updates

Police and Fire

- Increase in police salaries to increase retention
- Reserve of \$50K for new vehicle purchase in FY 25/26
- Increase in fire protection; new County funding formula; West End FD funded by the Village at 8.75% of valuation plus \$17K for a truck loan payment

Streets and Roads

- Two paving projects for this year, Pine Tree Terrace at \$100,000 and removing the dip in the Village driveway for \$14,000.
- Partial striping on Noth and South Shamrock for increased safety

Pool

- Funded for operations but not repairs
- If performed, the repairs will be funded by a budget amendment from the General Fund

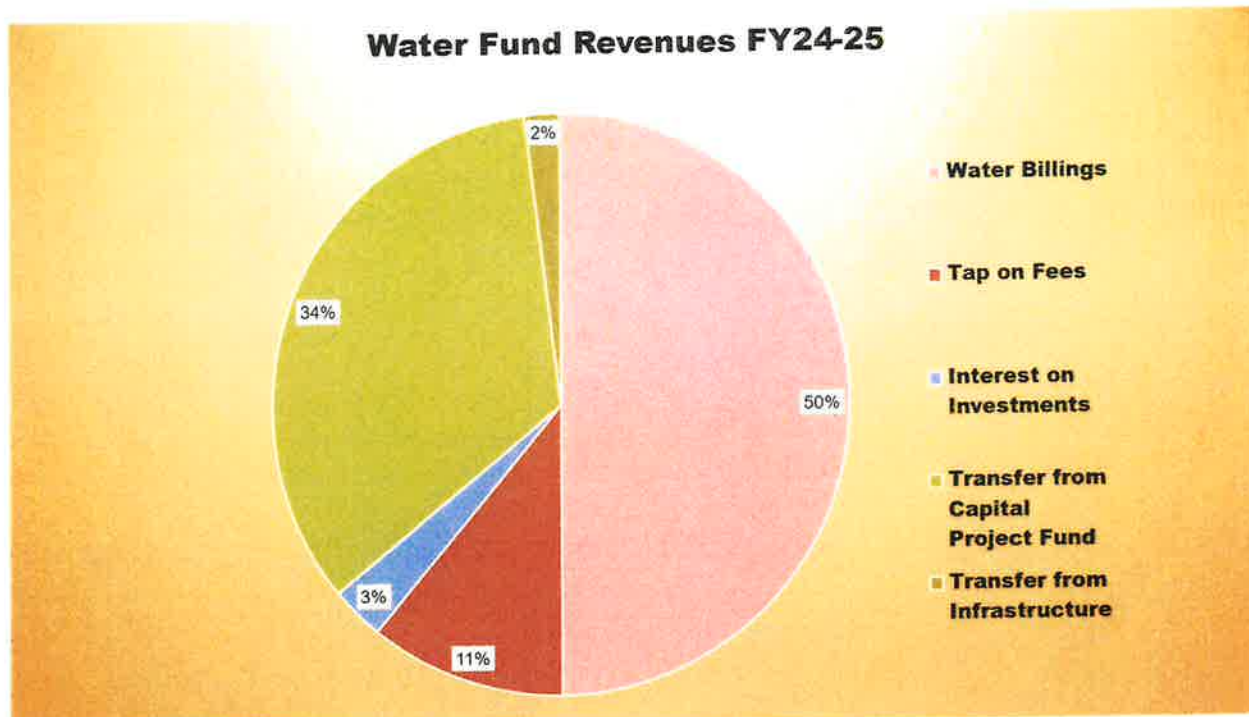
Park

- Funding in this budget to repair the two worst “wash-out” areas on the trail
- First step in a multi-year plan to repair the trails

Reserve and Contingency Funding

- | | |
|---------------------------------|-----------|
| • Capital Reserve | \$150,000 |
| • Police Reserve | \$50,000 |
| • Street Reserve | \$100,000 |
| • Separation Allowance Reserve | \$15,000 |
| • Employee Compensation Reserve | \$25,000 |
| • Contingency | \$105,030 |

Water Fund Revenue



7

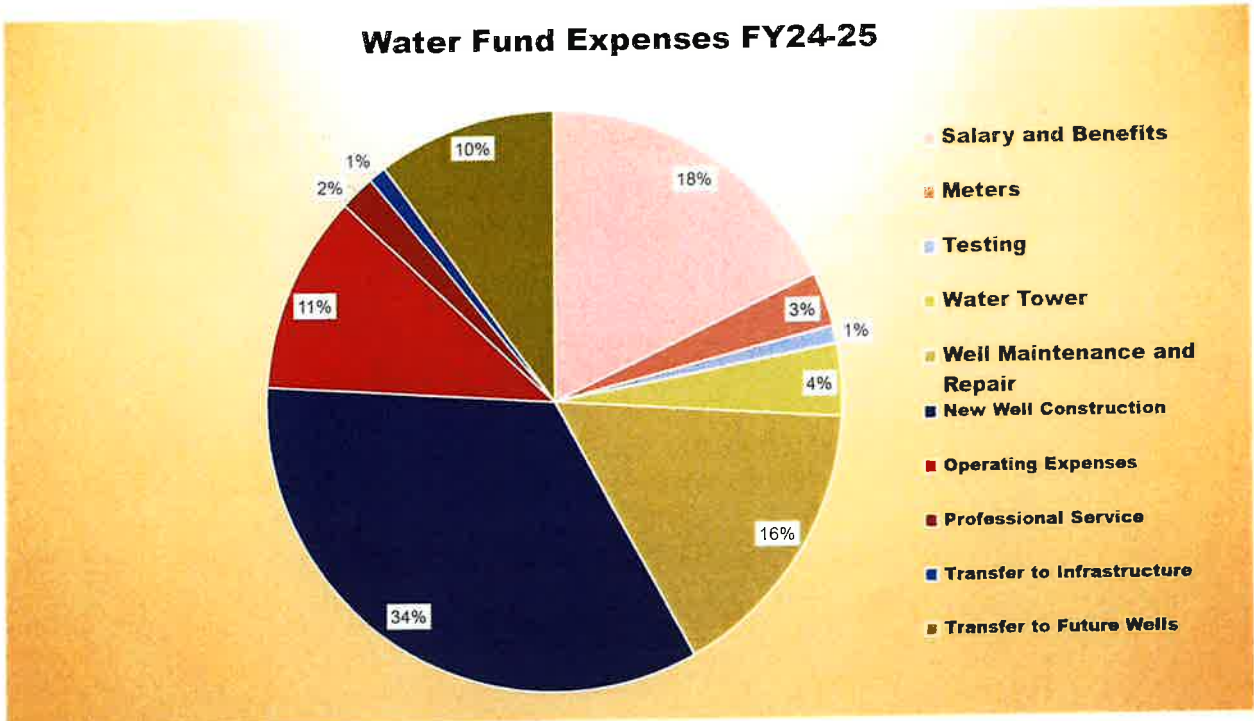
WATER FUND REVENUES BY AMOUNT

• Water Billings (50%)	\$331,000
• Tap on Fees (11%)	\$70,000
• Interest on Investments (3%)	\$20,000
• Transfer from Capital Project Fund (34%)	\$223,686
• Transfer from Infrastructure (2%)	\$11,000
• Total Budgeted Revenues	\$655,686

Water Fund Revenues

- Fund revenues are forecast for a very small increase.
- Water billings and tap on fees comprise 61% of water fund revenues
- Over time, tap on fees are expected to decrease as fewer lots are available in the Village for new home construction
- Interest on investment was decreased based on the transfer of funds into the Capital Project Fund for the new well

Water Fund Expenses



WATER FUND EXPENSES BY AMOUNT

9

• Salary & Benefits (18%)	\$116,200
• Meters (3%)	\$20,000
• Testing (1%)	\$6,800
• Water Tower(4%)	\$27,800
• Well Maint & Repair (16%)	\$102,450
• Operating Expenses (11%)	\$73,550
• Professional Service (2%)	\$10,200
• Transfer to Infrastructure (1%)	\$10,000
• Transfer to Future Wells (10%)	\$65,000
• New Well Construction (34%)	\$223,68
Total Budgeted Expenses	\$655,686

Water Fund Expenses

- New well construction accounts for 1/3 of FY 2024-2025 expense
- Higher priority given to well maintenance and repair than previous years
- Continued transfer to reserves for future wells and infrastructure

Respectfully submitted

Mary Gilroy
 Director of Finance/Budget Officer