

# **FY24 Budget Workshop #1 Financial Snapshot**

**April 10, 2023**



# FY24 General Fund Budget Assumptions

- **Salary/wage baseline budget increased by 7.6%**
- **PEBA has no rate increase built-in past FY23, but we are assuming 1% increase in FY24**
- **Health Insurance budgeted increase of 7.5% at 1/1/24**
- **Fuel budgeted increase of 14.4% in FY24**
- **Risk Charges budgeted increase 9.4% in FY24**

# FY24 General Fund Revenue Assumptions

- **General Fund – Revenue Assumptions**
  - **Property Tax budgeted increase of 7.6%**
  - **Business License and Permits increase of 6.8%**
  - **Transfers in from other funds increase total of 33.9%**
    - **H-Tax increase of 43%**
  - **Other Revenues including interest earnings budgeted increase of 62.5%**
  - **Overall increase of 9.7%**

# FY24 General Fund Expenditure Assumptions

- **General Fund – Expenditure Assumptions**
  - **Net increase of 22 FTEs (Police – 10, Fire - 5, PRT – 4, Economic Development – 3, Public Works – 2, Engineering – 1, Communications – 1, IT – 1) offset by 5 unfilled positions**
  - **4% COLA Adjustment on 1/1/24, (\$321k increase per 1%)**
  - **CIP – \$12.3M FY24 (reduced from \$13.3M in FY23)**
  - **Transfer out to Solid Waste Fund increases by \$1M to \$4.4M in FY24**
  - **Capital Outlay FY24 \$4.9M for vehicle and equipment replacement**
  - **New Debt Service – City Hall, NIB Round 2 (issue late FY 24, payment starts in FY25)**

# FY24 Hospitality Tax Assumptions

- **Hospitality Tax Fund**
  - **Assume revenues growth of 9.9%**
  - **CIP budgeted at \$5.4M for FY24**
  - **Assume GCC operating subsidy of \$650k**
  - **Assumes Zoo operating subsidy of \$200k**
  - **General Fund operating subsidy increases by \$2.9M to \$9.6M**

# FY24 Parking Fund Assumptions

- **Parking Fund**
  - **Revenues – exploring an increase in maximum daily rates and monthly rates**
  - **Expenses**
    - **CIP and other capital outlay - \$1.7M**
    - **Current Debt service declines by \$2.8M in FY24**
    - **General Fund operating subsidy increases 13%**

# FY24 Local A-Tax Assumptions

- **Local ATax Fund**
  - **Revenues – 24% annual growth**
    - **Continues revenue share (0.7% of 3%) with VisitGreenvilleSC**
    - **Maintains \$75k annual transfer for Arts in Public Places and \$350k of annual capital funding agreement for Fluor Field**
    - **No additional CIP investments in Convention Center**
    - **Furniture replacement at Tate Plaza at \$74k**

# FY24 Budget Calendar

| Date*           | Item  |
|-----------------|---|
| February –April | Department Budget meetings / OMB Review                     |
| April 10        | Budget Workshop #1  |
| April 17        | Budget Workshop #2  |
| May 22          | Budget Public Hearing, 1 <sup>st</sup> Reading of Ordinance |
| June 12         | Adoption of Annual Operating Budget                         |

\*dates subject to change



# Discussion

