BMD – Who We Are?

- Financial Reporting
- Budget
- Debt Management and Capital Planning
- Purchasing and Contracts
- Payroll
- Accounts Payable
- Revenue Collection
Town of Chapel Hill Financial Condition

- Triple A
- Stable Outlook
- GFOA Awards
- Consistent Financial Results
Budget Process

- Council Retreat
- Goal Setting
- Public Input
- Department Requests
- Staff Review
- Council Review & Approval
Annual Budget Document

• Budget Message
• Introduction
• Projections
• Summaries
• General Fund
  • Summary
  • Major Functions
• Fund Budgets
Revenues

- Property Taxes: 39%
- State-Shared Revenues: 21%
- Charges for Services: 25%
- Transfers/Other Sources: 2%
- Grants: 4%
- Fund Balance: 4%
- Licenses/Permits: 2%
- Other Tax and Licenses: 2%
- Other Revenues: 1%
- The Town’s portion of the property tax is further divided into three segments; General Fund, Debt Service Fund and Transit Fund.

<table>
<thead>
<tr>
<th></th>
<th>FY17-18</th>
<th>FY18-19</th>
<th>FY19-20</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund</td>
<td>37.6</td>
<td>38.6</td>
<td>38.6</td>
</tr>
<tr>
<td>Debt Fund</td>
<td>8.2</td>
<td>8.2</td>
<td>9.8</td>
</tr>
<tr>
<td>Transit Fund</td>
<td>5.0</td>
<td>6.0</td>
<td>6.0</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>50.8</strong></td>
<td><strong>52.8</strong></td>
<td><strong>54.4</strong></td>
</tr>
</tbody>
</table>

One Penny on the Tax Rate = $828,000
Chapel Hill Property Bill

Town taxes represent 34% of the total taxes paid by a Chapel Hill taxpayer.

- **Town**: 34%
  - 54.4 cents per $100 valuation
- **County**: 54%
  - 86.79 cents per $100 valuation
- **Schools**: 12%
  - 20.18 cents per $100 valuation
Sales Tax Distribution

State Department of Revenue

Businesses

Counties

Towns
## Sales Tax Distribution in Orange County

**Total Rate 7.5%**

<table>
<thead>
<tr>
<th>Distribution Type</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>0.25% to County Based on Point of Sale</td>
<td></td>
</tr>
<tr>
<td>0.5% to County (TTA)</td>
<td></td>
</tr>
<tr>
<td>0.5% to County Based on Per Capita</td>
<td></td>
</tr>
<tr>
<td>1.5% to County Based on Point of Sale</td>
<td></td>
</tr>
<tr>
<td>4.75% to State</td>
<td></td>
</tr>
</tbody>
</table>

- **0.25% to County Based on Point of Sale**: For County only – not shared
- **0.5% to County (TTA)**: For Public Transit Systems thru TTA
- **0.5% to County Based on Per Capita**: For County shared with Municipalities Based on per capita distribution
- **1.5% to County Based on Point of Sale**: For County only – not shared
- **4.75% to State**: For Public Transit Systems thru TTA
Capital Improvement Plan

Needs Assessment
- Master Plans
- Facilities
- Infrastructure

CIP Process
- Projects
- Prioritization

Financing Plan
- Pay-go
- Debt
- Grants
Capital Financing

Pay-go
  - Small Projects
  - Recurring
  - Operating Budget

Installment Financing
  - Asset Secured
  - Flexible

G.O. Bonds
  - Full Faith & Credit
  - Electoral Debt
  - Lowest Rate
Town of Chapel Hill Fund Structure

**Annual Budget**
- General Fund
- Transit Fund
- Parking
- Housing
- Debt Service
- Stormwater

**Project/Grant Budget**
- Capital Projects
- Transit Grants
- Community Development Grants
- Affordable Housing Fund
- Capital Reserve Fund
Relative Size of Funds
FY2019-20 Budget

General Fund
($66.9M)

Transit
($24.8m)

Stormwater
($3.0m)

Housing
($2.2m)

Other Funds
($1.7m)

Parking
($2.0m)

Debt Service & Capital
($10.3m)

Internal Service
($2.6m)
Comprehensive Annual Financial Report (CAFR)

- Introduction
- Independent Auditor’s Report
- Managements Discussion & Analysis
- Financial Statements
- Statistical Section
- Single Audit Section
QUESTIONS