

# 2022 Proposed Budget Draft 3-23-2021



THE PLACE TO BE.  
CHRISTIANSBURG VA

# Budget Hearing

## Fiscal year 2020-2021 budget 3-23-2021 draft

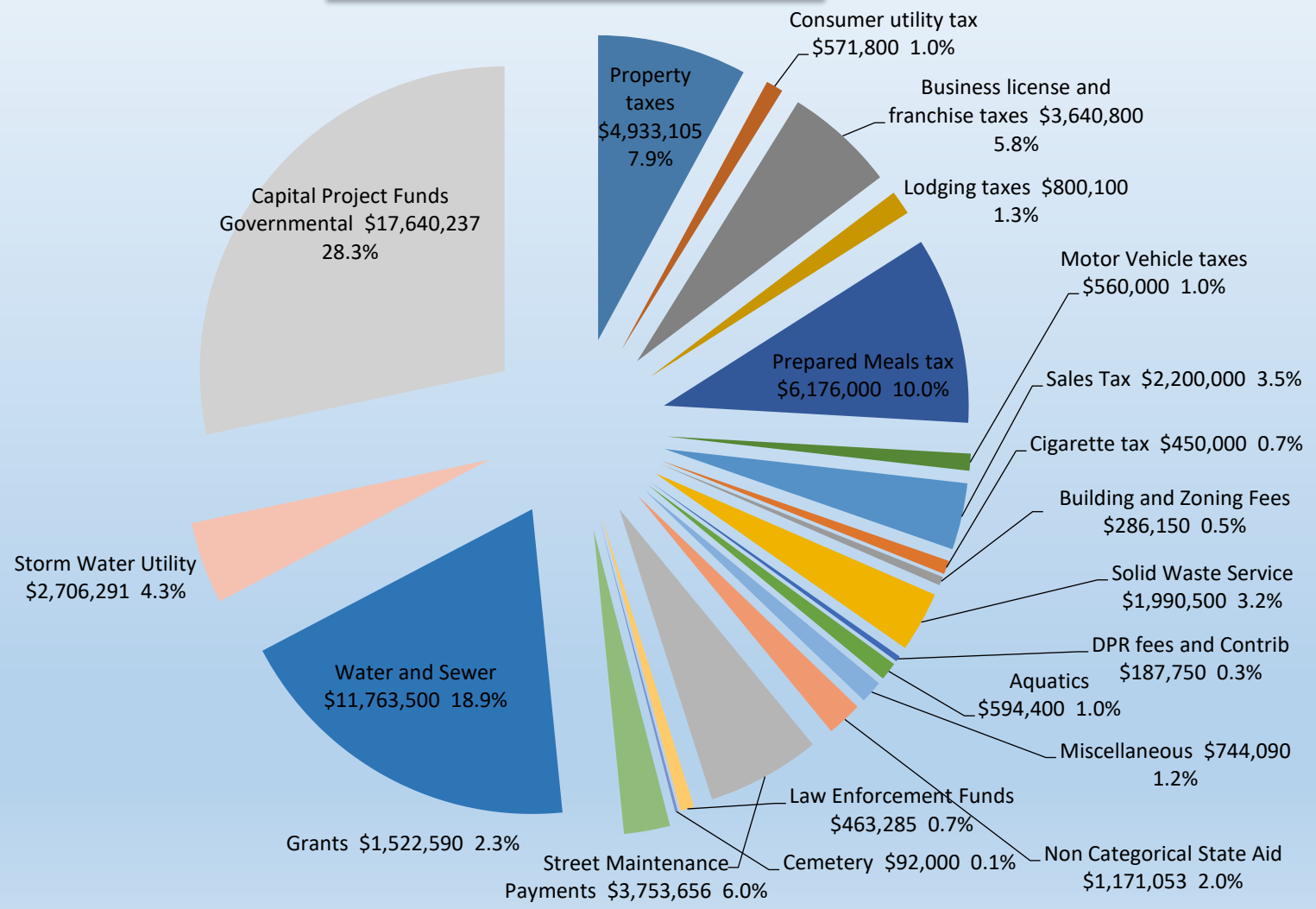
- As Required by our Budget Policy this is the first draft of the proposed budget for 2022
- We have now had several work sessions with Council regarding what to include and exclude from this draft as well as discussions regarding revenue projections.
- Economic outlook not as gloomy as last year but we have intentionally kept our revenue projections very conservative.
  - Meals tax revenues are at 85% of our pre-covid numbers
  - Lodging tax revenues are at 50% of our pre-covid numbers
  - Sales tax is based on the State's sales tax projection which is down about 3% from pre-covid numbers

# Economic Outlook

## Current Fiscal Year 2021-2022 Budget

	EXPECTED 2021	BUDGETED 2022	ACTUALS	
MEALS TAX	6,158,000	6,158,000	3,832,991	July to January
LODGING TAX	800,000	800,000	511,423	July to January
SALES TAX	2,100,000	2,200,000	1,336,010	July to December
BUSINESS AND OCCUPATIONAL LICENSING	2,620,600	2,620,800	2,620,600	July to March 19,2021

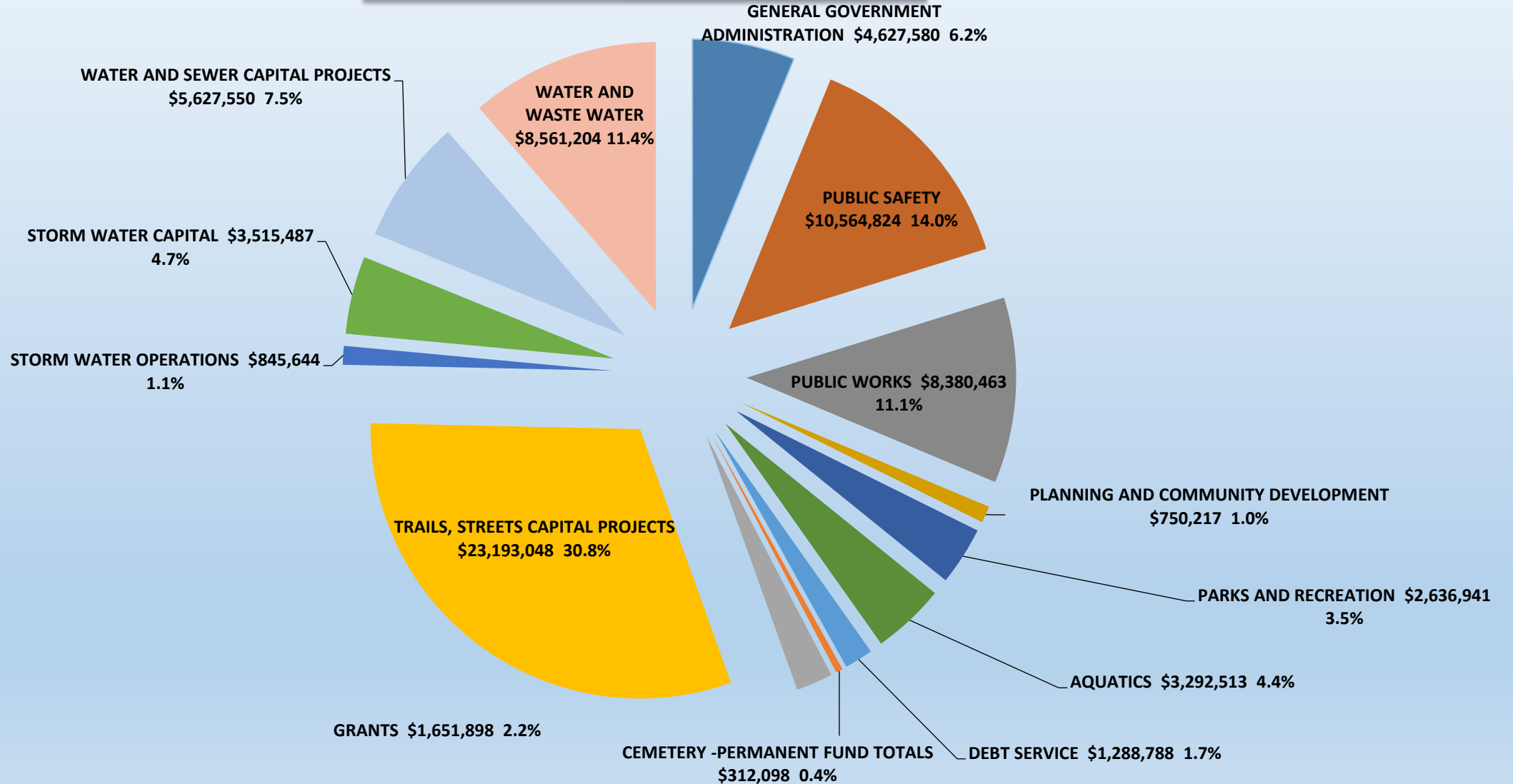
**BUDGET 2022 REVENUES**  
**\$62,247,307**  
**Where the funds come from**



# APPROPRIATIONS 2021-2022 BUDGETS

## \$75,248,255

### What the funds are spent on



# Proposed Budget Fiscal Year 2021-22 Budget

- Includes a Proposed water rate increase for 2022 that was deferred from 2021
  - The 2022 scheduled rate change is from \$8.00 monthly for 1,000 gallons to \$9.00 per month for 1,000 gallons and increase the rate for every 1,000 gallons up to 50,000 gallons from \$10.00 to \$11.00; Gallons in excess of 50,000 will be increase from \$7.50 to \$8.25 per 1,000 gallons within corporate limits
- There are no other proposed fee increases
- Our projected Unassigned fund balance is very strong going into this budget cycle.
- All funds except the cemetery have operating revenues in excess of expenditures to use toward capital expenditures.

# Proposed Budget Fiscal Year 2021-2022 Budget

- The proposed budget includes the construction of the Regional Park and related costs and debt service.
- 4 new full-time positions:
  - One firefighter
  - One EMS technician
  - One administrative person for the new regional park to be hired in January 2022
  - One maintenance supervisor for the regional park to be hired in May of 2022.
- The proposed budget also includes a 2% merit pool for employees (\$206,250) and 1% Cost of living increase (\$103,500) to be awarded in November 2021. (Annual cost is \$275,000 and \$138,000 respectively.)

# Fiscal Year 2021-22 Budget

## MAJOR CAPITAL PROJECTS:

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- Several of these projects have been under design for awhile and are now reaching construction stage.
- Tower Road signal engineering and design and construction in 2018-2022
- Arbor Drive Signal engineering and design and construction 2018-2022
- Annual paving and primary extension paving and street reconstruction
- Roanoke Street Sidewalks
- Truman Wilson/Regional Park Development
- Hickok Street Improvements
- Industrial Park storm water improvements
- Buffalo Tank Replacement
- Arrowhead and Cambria Basin
- Pedestrian improvements on North and South Franklin
- Trail lighting
- Replacement of pac units at Aquatic center
- Roanoke Street water line replacement
- Upgrade water pump stations
- Design and engineering of upgrades to the WWTP
- College street drainage study and design for improvements



# Fiscal Year 2021-22 Budget – Community Support

DESCRIPTION	AMOUNT
COMMUNITY SUPPORT	
NRV Area on Aging	4,719
Wonder Universe and Children's Museum	20,000
Boys & Girls Club	10,000
Boy Scouts of America	5,000
Children's Trust NRVCAC	7,000
Christiansburg Library/Montgomery Regional Library	15,000
Montgomery County Christmas Store	5,000
Good Samaritan Hospice	5,000
Habitat for Humanity	-
Literacy Volunteers of the NRV	1,655
Montgomery County Emergency Assistance Program	3,500
Montgomery Museum	18,000
New River Community Action/ Family Shelter Inc.	3,500
New River Community Action/ To Our House	2,100
New River Community Action/Homeless intervention	8,869
NRV Cares Children's Advocacy	5,000
ACCE	50,000
United Way of Montgomery Radford and Floyd	10,000
Salvation Army	10,000
TOTAL COMMUNITY GRANT SUPPORT	184,343

# Draft Fiscal Year 2021-2022 Budget – Assigned Reserves

Rescue Truck Reserve	25,000
Recreational Reserve	250,000
Street Maintenance	50,000
Public Works Complex	50,000
Aquatics Maintenance	50,000
Retaining Wall Reserve	180,000
Software Reserve	200,000
Treatment plant reserve	200,000
Emergency Services Bldg	100,000
<b>TOTAL</b>	<b>1,105,000</b>

# Draft Fiscal Year 2021-22 Budget

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- Use of assigned reserves in the proposed draft are \$750,000 and use of unassigned reserves for capital projects is \$6,672,674
- Projected Unassigned Fund Balance of \$14,936,700 (39.20%). This is within our adopted Fund Balance policy (a minimum of 30% of operating expenses with a target of 35-40%).
- A total budget of \$75,248,255 (\$39,603,021) operating and \$35,645,233 capital).
- We have not included any expected amounts for Recovery funds as approved by Congress recently.

# Budget 2021-2022

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## Next steps:

Hold budget work sessions with Council as needed

Hold public hearing on the water rate increases

Hold public hearing on the budget

Consider comments from the public hearings, make adjustments to budget as deemed appropriate.

Final budget approval

# Budget 2021-2022

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**QUESTIONS?**