

**ROCKINGHAM COUNTY
GENERAL FUND BUDGET PROJECTIONS**

		<u>2010-11 Adopted Budget</u>	<u>2011-12 Adopted Budget</u>		<u>2012-13 Budget Projections</u>
<u>Expenditures</u>					
General government					
Salaries & Benefits		7,107,980	7,872,473	4.00%	8,187,372
Operating Expenses		2,108,965	2,389,702	1.00%	2,413,599
Public safety					
Salaries & Benefits		13,564,753	13,991,363	4.00%	14,551,018
Operating Expenses		3,585,869	3,826,149	1.00%	3,864,410
Economic and physical development					
Salaries & Benefits		546,745	534,093	4.00%	555,457
Operating Expenses		1,040,304	940,156	1.00%	949,558
Human services					
Salaries & Benefits		14,681,635	14,348,518	4.00%	14,922,459
Operating Expenses		11,425,379	11,775,492	1.00%	11,893,247
Cultural and recreational					
Salaries & Benefits		1,302,856	1,299,584	4.00%	1,351,567
Operating Expenses		456,011	470,918	1.00%	475,627
Education	0.00%	17,936,270	17,936,270	0.00%	17,936,270
Capital Outlay					
Schools & RCC		1,376,525	1,376,525	0.50%	1,383,408
General Government		195,300	422,856	0.50%	424,970
Public Safety		501,154	795,974	0.50%	799,954
Human Services		39,095	24,455	0.50%	24,577
Economic and Physical development		16,667	16,667	0.50%	16,750
Cultural		1,500	26,000	0.50%	26,130
Other Financing Uses					
CR- Courthouse etc (5 cents)		2,298,009	3,043,066		3,063,750
Capital Projects					
Water & Sewer Subsidy		887,572	1,090,818	0.00%	1,090,818
TDA		164,826	178,932	0.00%	178,932
Debt Service		233,330	57,815	0.00%	57,815
Estimate for increase to Retirement contribution					
Estimate for increase to health ins cost					
Contingency		300,000	300,000	0.00%	300,000
Total expenditures		<u>79,770,745</u>	<u>82,717,826</u>		<u>84,467,688</u>
Percent Change					5.89%
<u>Revenue</u>					
Ad valorem taxes - Current Year		42,063,110	43,549,145		45,609,128
Other Ad Valorem Taxes		1,400,000	1,355,000	1.00%	1,368,550
Total Ad valorem	R1	<u>43,463,110</u>	<u>44,904,145</u>		<u>46,977,678</u>
Other taxes and licenses					
Art 39 1%		4,702,017	5,226,196		5,326,458
Art 40 1/2 %		2,955,149	3,282,970		3,409,074
Art 42 1/2 %					
Art 44 1/2%					
Hold Cites harmless		(1,413,141)	(1,519,474)		(1,611,873)
Other		201,150	229,511	0.00%	201,150
Other taxes and licenses	R2	<u>6,445,175</u>	<u>7,219,203</u>		<u>7,324,809</u>
Unrestricted intergovernmental	R3	<u>790,512</u>	<u>825,123</u>		<u>731,000</u>
Restricted intergovernmental					
Human Services		15,977,024	16,689,772	2.65%	17,131,674
Other		875,097	612,920	0.00%	612,920
Total Restricted Intergovernmental	R4	<u>16,852,121</u>	<u>17,302,692</u>		<u>17,744,594</u>
Permits and fees	R5	<u>1,063,675</u>	<u>1,117,227</u>	-5.00%	<u>1,061,366</u>
Sales and services					
Human Services		1,744,263	1,187,108	2.65%	1,218,540
Other		4,389,380	4,632,380	-7.00%	4,308,113
Total Sales & Service	R6	<u>6,133,643</u>	<u>5,819,488</u>		<u>5,526,653</u>
Deduct MH Revenue					
Investment earnings	R7	<u>351,000</u>	<u>100,000</u>	-25.00%	<u>75,000</u>
Miscellaneous					
Human Services	R8	81,657	85,000	2.65%	83,819
Other	R8	905,962	912,715	0.00%	905,962
Other Financing Sources	R9	883,890	1,236,808	0.00%	1,236,808
Total Misc		<u>1,871,509</u>	<u>2,234,523</u>		<u>2,226,589</u>
Subtotal Revenues		76,970,745	79,522,401		81,667,688
Fund Balance Appropriated		2,800,000	3,195,425		2,800,000
MH Fund Balance App					
Total Resources		<u>79,770,745</u>	<u>82,717,826</u>		<u>84,467,688</u>
Tax Base	0.00% 0.00%	6,071,000,000	6,446,022,809		6,621,467,048
Tax Rate		0.7150	0.6980		0.710
Tax Rate Increase					0.012
Dollar amount of rate increase					776,891
Tax per penny		588,295	623,913		642,296
Growth in Current year Property Tax					8.43%
Real Property collection Rate		97.75%	97.50%		97.75%
Vehicle Collection rate		89.0%	89.5%		89.5%

ROCKINGHAM COUNTY
GENERAL FUND BUDGET PROJECTIONS
NOTES ON ASSUMPTIONS MADE

EXPENDITURE ASSUMPTIONS

Salary & Benefits

A 4% increase is included in the FY 2013 budget projection and consists of the following items:

- * In Fiscal Year (FY) 2012, a 2% Cost of Living (COLA) increase was awarded to county employees to be effective in January 2012. This equated to a 1% increase in budgeted expenditures for FY 2012. In FY 2013 the remaining 1% must be added to the budget in order to fund the full effect of the FY 2012 COLA increase.
- ** As of December 2011, the Consumer Price Index (CPI) has increased over the prior year by 3%; therefore, this percentage increase has been included in the projection as a place holder for any possible discussions on COLA for FY 2013.

Operating Expenses

A 1% increase has been built into the projection to account for general price increases and as a place holder for any additional budget requests that may be presented by the departments later in the budget process. These possible requests are unknown at this time, but this increase would provide some projection of expenditure increase if any are later deemed to be necessary or required FY 2013 expenditures

Capital Outlay

An overall increase of .5% is included in the FY 2013 budget projection in order to account for normal price increases.

No additional Capital Expenditures or additional Debt Service have been included in this version of the FY 2013 budget projection. Knowing that there are several items currently under discussion that could impact this category, expect to see these items change with future versions of this worksheet if decisions are made over the next few months to incur additional debt for current capital needs.

REVENUE ASSUMPTIONS

Ad Valorem Taxes

Factors affecting projected revenue

- * The estimated tax base for FY 2013 has been adjusted to agree with the annual report filed by the Tax Department reporting actual values through December each year. The report for December 2011 is nearing completion and we are comfortable with the values included on the draft report.
- ** No growth percentage in the tax base is projected at this time. This could change during the budget process as we receive updated values from the Tax Department.
- *** The revenue estimate is the balance of revenue needed after all of the above expenditure assumptions have been calculated and all other revenue adjustments have been made. Once the amount of revenue need is determined and the tax base estimated, then the calculation of the tax rate is performed.

Other Ad Valorem Taxes

This is basically collections of prior year delinquent taxes, penalties and interest on delinquent payments. A 1% growth is projected and is based on the current revenue activity

Other Taxes and Licenses

Sales Taxes make up the majority of this category (Articles 39, 40, 42 and 44). Due to various formulas in the calculations of each article, restrictions place on certain articles for school capital needs and the requirement of the County to hold the Cities "harmless" at the time that sales tax revenues were reduced when the State picked up the County Medicaid costs, projecting a flat rate of change to this category is not possible. The month to month distributions of each article of sales tax is kept and the trend over the most recent twelve months is projected out for the remainder of the fiscal year and then an assumption is made on what the trend will be over the twelve months that make up the next fiscal year of the County.

- * For the twelve months ended November 2011, the County is seeing a 2.75% increase in Article 39 tax distribution (point of origin) and a 7.6% increase in Article 40 tax distribution (per capita).
- ** This projection assumes that Article 39 will see a 3% increase and Article 40 will see a 5% increase in FY 2013. The net of these calculations including setting aside the restricted portions and reducing for the city hold harmless amounts is reflected in the numbers on the FY 2013 projection.

Restricted Intergovernmental-Human Services

The current allocation percentage of Restricted Intergovernmental Revenue to the Human Services functions has been applied to the projected FY 2013 projected expenditures.

Permits and Fees

Projection is based on current activity levels of these revenue streams.

Sales & Services

Reduction in this revenue source is due to the following items:

- * The County is no longer receiving Jail Fees from the NC Department of Correction.
- ** The County has not realized the anticipated revenue from the new State Misdemeanor Program. The program officially began in NC on January 1, 2012 and it is still too early to be able to provide a firm revenue estimate on this program. For this projection, the estimate has been drastically reduced; however, it will need to be monitored the remainder of this year and adjusted as more data becomes available.

Investment Earnings

Projection is based on current activity levels of this revenue stream. There is no indication of a significant recovery that would allow for higher earnings on investments at this time.

ONE CENT SALES TAX - point of origin

	July	August	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	YTD
08-09	533,342.89	394,185.38	420,366.72	487,668.31	390,907.22	365,080.11	557,848.89	410,761.96	397,593.74	377,452.46	420,083.88	438,875.86	5,194,167.42
09-10	439,744.47	393,733.39	370,838.75	379,752.28	457,113.42	345,459.03	464,861.08	369,435.02	399,482.82	406,593.52	390,162.65	432,357.19	4,849,533.62
10-11	459,100.64	451,132.05	421,052.74	378,041.33	403,852.05	416,939.60	388,299.08	421,174.39	408,378.75	406,147.90	449,569.81	429,185.69	5,032,874.03
11-12	2.75% 486,871.20	431,702.11	403,216.43	407,936.81	441,605.12	428,305.24	398,977.30	432,766.69	419,809.17	417,316.97	461,932.98	440,988.30	5,171,318.51
12-13	3.00% 601,477.34	444,653.17	416,312.92	420,174.91	454,853.27	441,287.60	410,946.62	445,739.39	432,197.44	429,536.48	476,790.97	464,217.95	5,326,458.06

City Hold Harmless

	July	August	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	YTD
08-09					53,972.34	52,040.77	72,952.15	53,630.81	52,416.10	45,355.92	55,962.26	53,325.78	439,656.13
09-10	58,914.80	56,060.35	50,483.70	50,209.03	129,178.20	123,549.96	140,686.26	111,981.84	115,682.67	124,422.29	126,029.20	129,938.94	1,217,137.24
10-11	131,560.67	129,638.83	123,814.58	119,052.58	118,740.62	111,349.82	158,117.12	107,069.58	116,094.25	133,476.61	136,853.51	112,202.09	1,497,970.26
11-12	155,691.51	134,383.68	135,901.16	131,535.24	107,827.76	117,328.72	143,870.02	116,046.73	120,713.39	132,290.87	139,741.60	119,639.40	1,559,769.89
12-13	0.707936 161,229.79	136,343.51	136,277.78	162,130.38	116,739.51	123,195.18	157,153.52	121,849.07	126,749.06	139,605.21	146,979.68	126,621.37	1,611,873.03

ART. 40 1/2 CENT TAX - per capita

	July	August	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	YTD
08-09	383,957.60	324,793.04	317,608.66	320,230.65	280,639.54	276,090.89	397,767.86	294,598.25	274,458.34	256,458.09	298,108.68	288,231.71	3,712,943.31
09-10	314,918.23	296,639.94	275,090.13	266,708.76	304,419.12	272,565.06	323,656.96	260,731.14	271,072.86	280,203.55	288,635.53	296,457.36	3,453,098.64
10-11	306,313.96	302,138.52	288,060.19	271,063.96	275,722.24	264,306.61	337,161.92	261,418.68	271,931.27	298,011.43	312,543.44	269,511.89	3,458,184.11
11-12	7.60% 349,111.39	312,438.18	312,286.45	305,020.72	274,108.14	284,383.81	362,788.23	281,285.50	282,558.05	320,660.30	336,296.74	289,694.76	3,720,981.40
12-13	5.00% 366,566.96	328,060.09	327,900.77	320,271.76	287,813.55	298,813.61	380,925.84	296,350.82	307,227.95	336,693.31	359,111.58	304,494.53	3,907,030.47

ART. 42 1/2 CENT TAX - point of origin

	July	August	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	YTD
08-09	381,734.35	322,972.14	315,531.31	317,844.82	278,412.80	274,034.23	395,563.24	292,412.49	272,086.90	254,173.92	295,875.49	285,816.71	3,686,458.40
09-10	312,620.66	294,515.61	272,972.59	264,352.68	221,553.23	166,965.66	225,581.46	178,296.68	193,272.07	197,829.19	188,362.92	209,814.00	2,726,136.75
10-11	222,312.96	218,239.73	203,350.05	182,403.36	194,400.07	199,127.35	186,861.80	202,378.19	196,604.44	195,977.72	217,071.34	206,766.05	2,425,493.06
11-12	234,751.64	207,189.93	193,063.70	195,170.15	210,993.79	208,834.61	191,509.11	207,723.21	201,412.40	200,312.14	221,727.63	211,874.38	2,481,162.89
12-13	240,709.12	213,433.52	199,350.20	201,683.98	216,329.67	211,903.85	197,264.38	219,954.91	207,464.77	206,321.51	226,379.67	218,024.61	2,556,699.87

ARTICLE 44 1/2 CENT SALES TAX

	July	August	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	YTD
09-10	92,360.50	79,400.05	72,069.08	76,077.32	9,365.07	(16,261.64)	(2,421.47)	(16,509.09)	(4,012.12)	(2,645.01)	(7,216.51)	115.89	280,322.07
10-11	3,383.00	478.21	365.96	1,014.19	(4,660.48)	(14,311.28)	(6,867.93)	388.16	108.12	(2,555.80)	(266.42)	2,528.16	(20,396.11)
11-12	(116.05)	324.39	60.17	659.96	26,737.63								27,666.10
12-13													

RESTRICTED 1/2 CENT SALES TAX

	July	August	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	YTD
08-09	344,227.89	291,221.20	284,601.38	286,776.09	251,239.54	247,247.81	356,668.30	263,826.97	245,589.64	229,441.78	266,957.90	257,959.54	3,325,758.03
09-10	282,047.87	265,701.35	246,310.59	238,624.24	237,016.76	214,726.99	254,652.00	200,891.96	210,873.34	227,363.73	222,533.51	236,172.59	2,836,914.92
10-11	242,014.89	237,416.37	224,670.63	212,779.87	215,477.66	206,808.93	266,693.21	200,612.20	212,185.16	236,687.67	246,838.41	209,720.69	2,711,905.69
11-12	278,421.81	247,404.18	244,163.05	239,068.37	208,660.74	220,827.26	202,074.26	219,403.47	226,226.38	260,115.03	262,317.46	226,185.84	2,908,771.03
12-13	0.79 289,620.04	257,785.19	255,744.03	251,407.02	224,294.57	232,918.11	271,121.82	230,373.64	239,637.80	262,620.78	276,427.03	237,608.74	3,054,656.38

UNRESTRICTED 1/2 CENT SALES TAX

July	August	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June
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08-09	421,464.06	356,543.98	348,538.59	351,299.38	307,812.80	302,877.32	436,662.80	323,183.77	300,955.60	281,190.23	327,026.27	316,088.88	4,073,643.68
09-10	345,491.03	325,454.20	301,752.13	292,437.20	288,955.59	224,803.73	294,586.42	238,135.86	253,471.59	250,669.01	254,464.94	272,098.77	3,342,320.47
10-11	286,612.03	282,961.88	266,739.61	240,687.45	254,644.65	256,625.03	257,330.51	263,184.67	256,350.55	257,301.48	282,776.37	266,557.25	3,171,771.48
11-12	305,441.22	272,223.93	261,187.10	261,122.50	276,441.19	268,201.27	271,322.08	269,606.24	265,783.97	270,857.41	295,713.11	275,473.24	3,293,373.26
12-13	317,658.04	283,708.42	271,506.95	270,548.69	281,648.55	277,498.64	281,058.00	278,932.09	275,044.92	280,394.04	306,064.21	285,013.41	3,409,073.96

TOTAL UNRESTRICTED

	July	August	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	
08-09	1,229,987.50	967,819.79	997,223.74	1,028,472.09	740,707.02	682,867.79	1,021,773.06	760,734.00	728,449.71	721,642.49	777,378.60	790,534.03	10,447,589.82
09-10	818,681.20	742,527.29	694,176.26	698,057.77	626,255.88	430,451.16	616,339.77	479,079.95	533,259.62	530,195.23	511,381.88	574,632.91	7,255,038.92
10-11	617,535.00	604,933.31	564,343.73	500,690.39	535,095.60	547,903.53	480,644.54	577,677.64	548,743.17	527,416.97	595,226.25	586,069.01	6,686,279.14
11-12	636,504.86	569,866.75	528,562.54	538,184.03	636,956.18	579,277.89	620,829.36	586,316.18	664,679.74	655,883.70	618,904.50	696,822.13	6,932,587.98
12-13	667,903.58	693,018.09	651,642.09	658,693.23	617,782.31	695,561.09	634,851.10	602,822.40	650,493.30	671,325.31	636,178.60	613,609.98	7,123,659.00

GRAND TOTAL

	July	August	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	
08-09	1,574,215.39	1,259,040.99	1,281,825.12	1,315,248.18	991,946.56	930,115.59	1,378,441.36	1,024,560.97	974,039.35	951,084.27	1,044,336.50	1,048,493.57	13,773,347.85
09-10	1,100,729.06	1,008,228.64	940,466.85	936,682.01	863,272.64	645,178.15	870,991.77	679,971.91	744,132.96	757,558.96	733,915.39	810,805.50	10,091,953.84
10-11	859,549.89	842,349.68	789,014.36	713,470.26	750,573.26	754,712.46	747,337.75	778,289.84	760,928.33	764,104.64	842,064.66	795,789.70	9,398,184.83
11-12	914,926.67	817,270.93	772,725.59	777,252.40	845,616.92	801,705.24	803,602.62	805,714.66	782,906.22	805,988.74	881,215.95	823,016.07	9,841,359.01
12-13	957,523.63	850,803.28	807,286.12	810,000.25	842,256.88	828,479.70	831,973.02	833,196.06	820,131.10	833,846.09	911,603.64	861,115.72	10,178,315.37