



# CITY OF HENDERSONVILLE

---

FY25 BUDGET ADOPTION

June 06, 2024





COMMUNICATIONS OFFICE

FY25 Budget Video



## Our Vision



Hendersonville is a vibrant mountain city  
where the government and citizens  
work  
together for a high quality of life.



## Our Mission

The City of Hendersonville is  
committed  
to providing quality, efficient  
services to

all citizens and visitors.

# FY25 COUNCIL RANKED GOALS

Rank #1 - Public Safety

Rank #2 - Compensation, Benefits, and Staff

Development

Rank #3 - Strong Infrastructure

Rank #4 - Strategic Housing Plan

Rank #5 - Growth Management and Community Character

Rank #6 - Invest in Parks

Rank #7 - Enhance Sustainability Citywide

Rank #8 - Transportation Planning

Rank #9 - City Boards and Volunteers

Rank #10 - Support Downtown Businesses

The Fiscal Year 2024-2025 (FY25) budget was developed based upon information presented and discussed during our City Council and Staff Retreat on March 14 and 15, 2024.

At the Retreat, Council deliberated an **updated list of goals** for the City of Hendersonville. Council Members devised a plan for the City's future growth and strategized on working through competing interests and decision-making points.

Each goal area to the left is tracked in the City's strategic planning documents, which can be found online at:

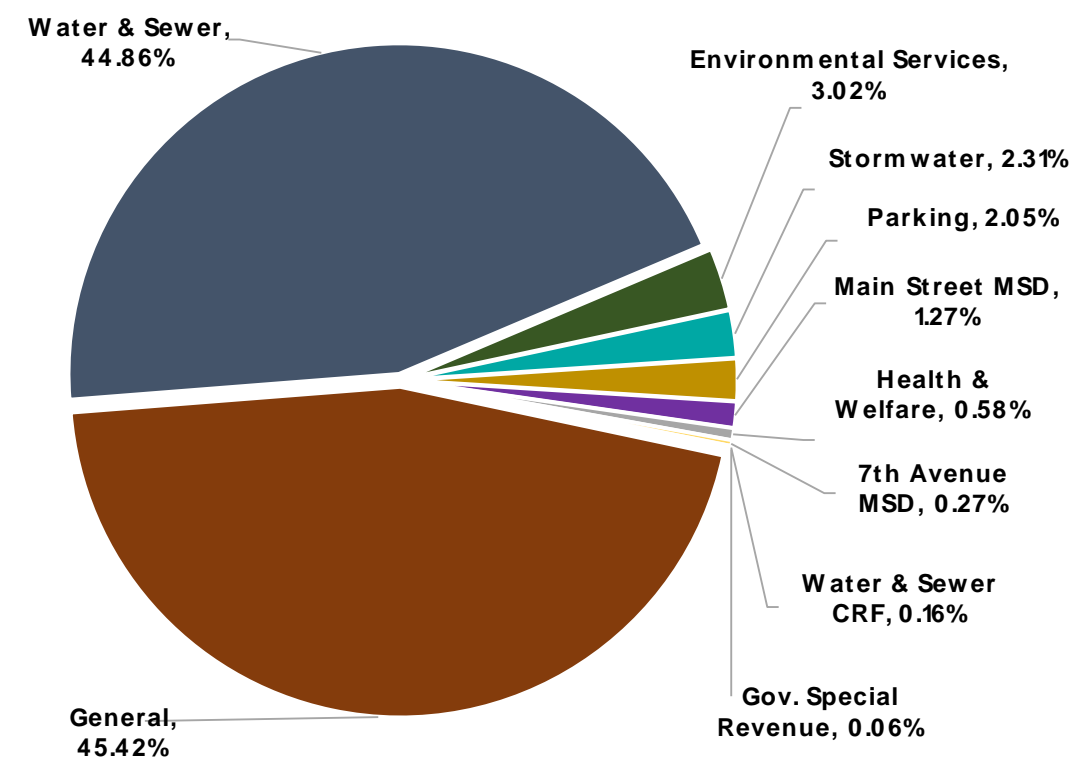
# FY25 BUDGET IN TOTAL

## FY25 MAJOR FUNDS SUMMARY

FUND	EXPENDITURES	REVENUES	FUND BALANCE APPROPRIATION
General	\$ 28,535,622	\$ 26,231,070	\$ 2,304,552
Water & Sewer	28,181,750	26,372,560	1,809,190
Environmental Services	1,894,100	1,894,100	-
Storm water	1,454,050	1,454,050	-
Parking	1,289,826	1,088,575	201,251
Main Street MSD	799,231	641,830	157,401
Health & Welfare	362,025	362,025	-
7th Avenue MSD	169,343	121,500	47,843
Water & Sewer CRF	100,000	100,000	-
Gov. Special Revenue	35,000	-	35,000
SUB-TOTAL	\$ 62,820,947	\$ 58,265,710	\$ 4,555,237

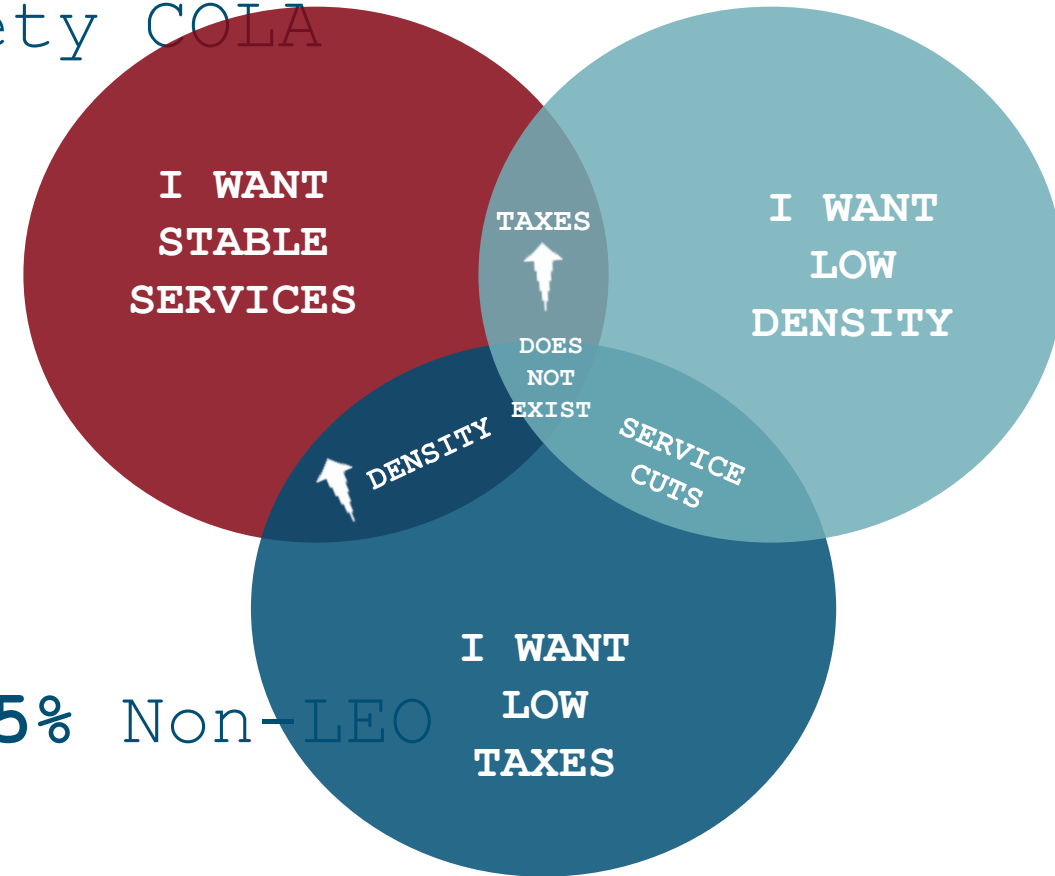
TOTAL IN BALANCE

\$62,820,947



# FY25 BUDGET IN TOTAL

- **5.0% City-wide COLA**
  - + Additional 5.0% Public Safety COLA
- No Merit Increases
- 2.0% 401k Match
- Health Insurance → **+6.20%**
- Retirement → **15.10%** LEO | **13.65%** Non-LEO
- **5 Recommended** Position Additions
  - 1 Downtown Police Officer, 4 Water & Sewer Positions





# FY25 GENERAL FUND

**TAX RATE**                      **\$ 0.52/\$100**

**REVENUES**                      \$    26,181,070 )

**EXPENDITURES**                \$    27,620,257

**OTHER FINANCING**            \$        865,365

**FUND BALANCE**

**APPROPRIATED**                \$    2,304,552

**FUND BALANCE**

**FY25 START**                    \$    10,709,093

**FUND BALANCE**

**FY25 END**                      \$        8,404,541

## REVENUES

- Rate = **\$0.52/\$100** (\$0.03/\$100 increase)

## EXPENDITURES

- **+1 FTE, \$74k**
  - Downtown Police Officer
- **Updated Salary Splits**
- **-\$840k** Operating budget
- **\$233k** Pay-Go Capital
- **\$530k** Vehicle & Equipment Loan
  - 8 HPD
- **+\$520k** Debt Service
  - City Hall & Ops, FS#1, Edwards Park, Ladder 1 & Engine 1, Vehicle & Equipment Loan

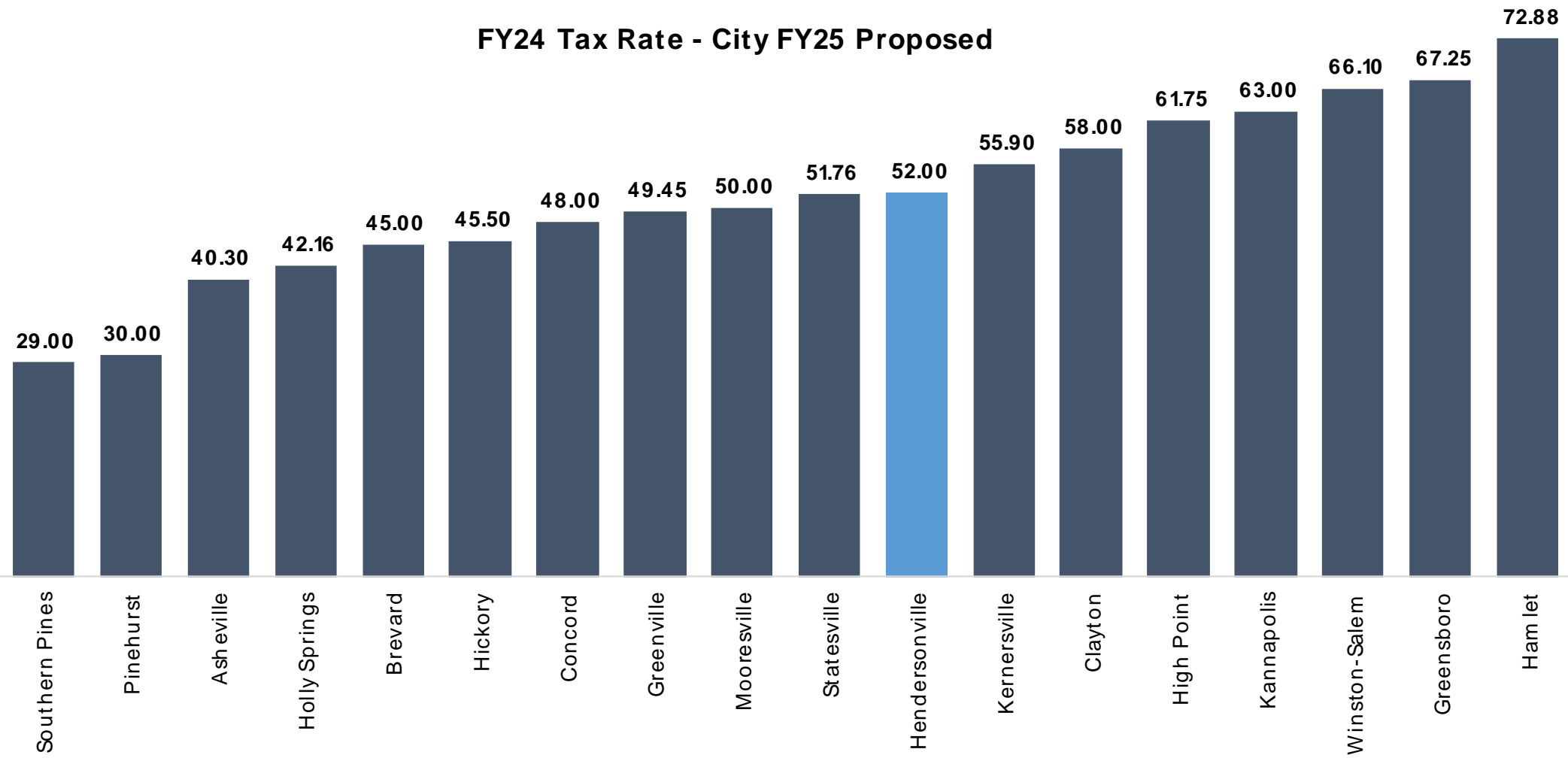
## FUND BALANCE

- Estimated Appropriation = \$226,005
- Estimated Available = \$10,483,087 | 23.12%
- Estimated Total = \$10,709,093

# FY25 GENERAL FUND

Setting the Right Tax Rate:  
**\$0.5156**

**Avg. =**





# FY25 GENERAL FUND

## Setting the Right Tax Rate:

Assessed Property Value	\$0.4900 Tax Rate	\$0.5200 Tax Rate	ANNUAL \$ Δ	MONTHLY \$Δ	ANNUAL % Δ
200,000	980	1,040	60.00	5.00	6.1%
400,000	1,960	2,080	120.00	10.00	6.1%
600,000	2,940	3,120	180.00	15.00	6.1%

- Impact of a recommended +\$0.03 / \$100 property tax increase:
  1. The owner of a \$200k property will pay +\$60 annually, or +\$5 monthly.
  2. The owner of a \$400k property will pay +\$120 annually, or +\$10 monthly.
  3. The owner of a \$600k property will pay +\$180 annually, or +\$15 monthly.

# FY25 MAIN STREET MSD FUND

## TAX RATE

\$ 0.21/\$100

REVENUES \$ (641,830)

EXPENDITURES \$ 799,231

OTHER FINANCING \$ -

## FUND BALANCE

APPROPRIATED \$ (157,401)

## FUND BALANCE

FY25 START \$ 226,067

## FUND BALANCE

FY25 END \$ 68,666

## REVENUES

- Rate = \$0.21/\$100 (No change)

## EXPENDITURES

- +\$58k - Personnel and Benefits
- \$316,619 - Operating Budget
- \$5,000 - Shrub Replacement on Main St.
- \$15,000 - Brick Sidewalk Replacement

## FUND BALANCE

- Estimated Appropriation = \$20,439
- Estimated Total = \$205,628

# FY25 7th AVE MSD FUND

## TAX RATE

\$ 0.21/\$100

REVENUES \$ (121,500)

EXPENDITURES \$ 169,343

OTHER FINANCING \$ —

## FUND BALANCE

APPROPRIATED \$ 47,843

## FUND BALANCE

FY25 START \$ 130,828

## FUND BALANCE

FY25 END \$ 82,985

## REVENUES

- Rate = \$0.21/\$100 (No change)

## EXPENDITURES

- +\$8,650 – Personnel & Benefits
- \$5,000 – Depot Design
- \$5,000 – 7<sup>th</sup> Ave Signage Updates
- \$49,465 – Operating Budget

## FUND BALANCE

- Estimated Appropriation = \$1,821 (increase)
- Estimated Total = \$132,649

# FY25 WATER & SEWER FUND

USER REVENUES + ~8.5%

REVENUES \$ (26,370,500)

EXPENDITURES \$ 27,476,750

OTHER FINANCING \$ 702,904

FUND BALANCE

APPROPRIATED \$ 1,809,190

FUND BALANCE

FY25 START \$ 9,593,288

FUND BALANCE

FY25 END \$ 7,784,098

## REVENUES

- Water Sale Rev. +8.0%
- Sewer Charge Rev. +9.0%
- **Lifeline tier** ( $\leq$  3,000gal) residential water
- **SDFs** → Effective Jan 1, 2025, at 25.0%
- Funding for **CIP priorities**
- **125%** Inside/Outside Water ( - 5.0%)

## EXPENDITURES

- **+4 FTE**
  - FIN 1, Facilities Maintenance 2, WTP 1
- **\$9.7M** Operating budget
- **\$1.18M** Pay-Go Capital
- **\$530k** Transfer for Vehicles
- **\$100k** Transfer to Capital Reserve Fund
- **+\$1.5M** Debt Service - French Board Intake

# FY25 PARKING FUND

## USER FEES

No Fee Change

REVENUES \$ (1,088,575)

EXPENDITURES \$ 1,289,826

OTHER FINANCING \$ —

## FUND BALANCE

APPROPRIATED \$ 201,251

## FUND BALANCE

FY25 START \$ 1,167

## FUND BALANCE

FY25 END \$ (200,084)

## REVENUES

- Parking Fee Revenues = +81%

## EXPENDITURES

- \$5,000 — Parking Lot Striping
- \$10,000 — De-Icer
- \$157,072 — Operating Budget
- \$812,200 — Debt Service

# FY25 STORMWATER FUND

USER FEES \$7.00 /m on th

REVENUES \$ (1,454,050)

EXPENDITURES \$ 1,347,404

OTHER FINANCING \$ 106,646

FUND BALANCE

APPROPRIATED \$ -

FUND BALANCE

FY25 START \$ -

FUND BALANCE

FY25 END \$ -

REVENUES

- Rate = \$7.00/Month/ERU (+\$1.00)
- Cap = \$350.00/Month/ERU (+\$50.00)
- Rate + Cap = +20.00%

EXPENDITURES

- \$100k - General Infrastructure
- \$50k - Green Infrastructure in ROW
- \$27.5k - Brush and Leaf Grinding
- \$310k - Operating Budget

FUND BALANCE

- Estimated Appropriation = \$121,952 (increase)
- Estimated Total = \$121,952

# FY25 ENVIRONMENTAL SERVICES FUND

USER FEES      \$25.00 /m on th

REVENUES      \$    (1,8 0 4 ,0 0 0 )

EXPEND ITURES      \$      1,8 9 4 ,10 0

OTHER FINANCING      \$      (9 0 ,10 0 )

FUND BALANCE

APPROPRIATED      \$                      –

FUND BALANCE

FY25 START      \$                      –

FUND BALANCE

FY25 END      \$                      –

## REVENUES

- Rate = No Change
- \$23.00/32gal
- \$25.00/96gal

## EXPENDITURES

- \$27.5k – Brush and Leaf Grinding
- \$265k – Tipping Fees
- \$50k – Vehicle and Equipment Loan
- +\$25k – Debt Service
  - Waste Truck and Leaf Machine



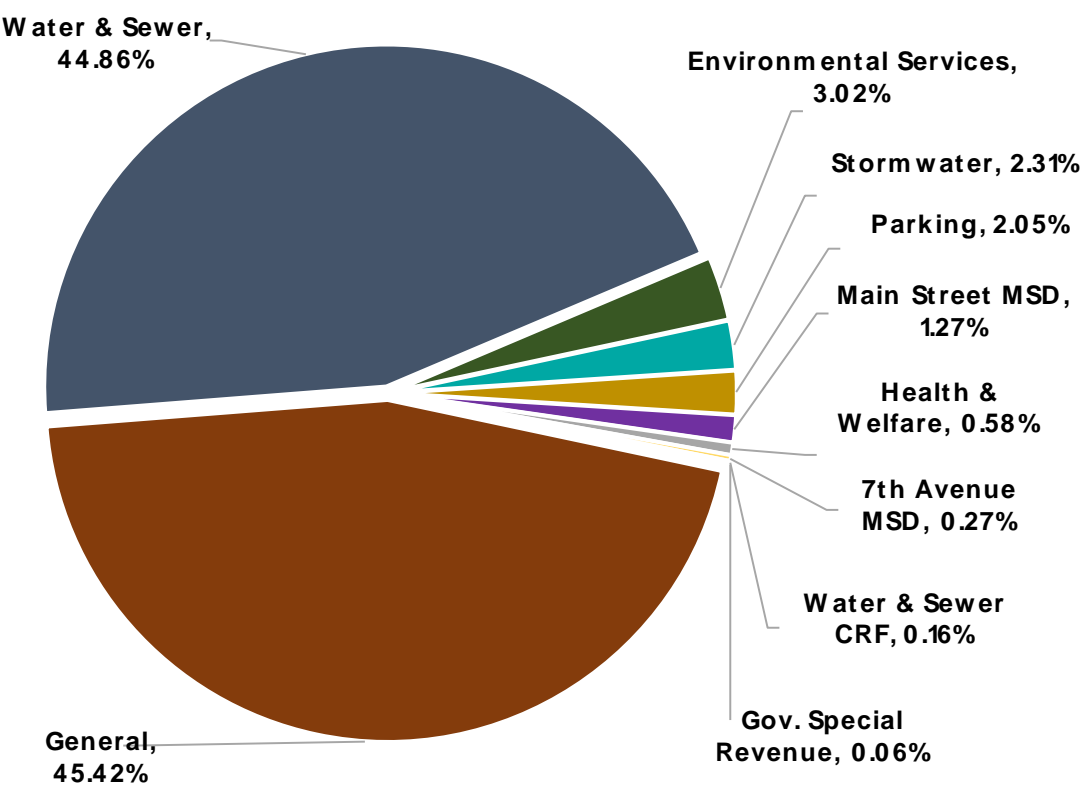
# FY25 BUDGET IN TOTAL


## FY25 MAJOR FUNDS SUMMARY

FUND	EXPENDITURES	REVENUES	FUND BALANCE APPROPRIATION
General	\$ 28,535,622	\$ 26,231,070	\$ 2,304,552
Water & Sewer	28,181,750	26,372,560	1,809,190
Environmental Services	1,894,100	1,894,100	-
Storm water	14,540,050	14,540,050	-
Parking	12,898,260	10,885,575	2,012,510
Main Street MSD	799,231	641,830	157,401
Health & Welfare	362,025	362,025	-
7th Avenue MSD	169,343	121,500	47,843
Water & Sewer CRF	100,000	100,000	-
Gov. Special Revenue	35,000	-	35,000
SUB-TOTAL	\$ 62,820,947	\$ 58,265,710	\$ 4,555,237

TOTAL IN BALANCE

\$62,820,947





THANK YOU  
COUNCIL & STAFF