

2024 Introduced Budget Overview September 26, 2023



Budget in Perspective

➤ Net Assessed Value (NAV) Growth

- Certified NAV is 10.25% (\$474.7M) higher for 2024.
- Average annual NAV growth was 10.8% from 2020 to 2023 (10.7% including 2024).

➤ Property Tax (Levy) Growth

- Certified Levy is 10.25% (\$5.22M) higher for 2024 due to constant \$1.10 tax rate.
- Net Levy collections are 9.52% (\$4.17M) higher for 2024.

➤ Local Income Tax (LIT) Growth

- Noblesville LIT allocation (i.e., share of 1% county LIT) is estimated to be 13.1% in 2024.
- Year-over-year LIT growth is 16.5% (\$5.47M) from 2023 to 2024.

Budget in Perspective

➤ Budget Growth

- \$15.4M total increase from base budget (15.3%); \$7.9M (or 7.9%) excluding one-time spending.
- 18.4% increase for Max Levy + LIT funds only; 7.5% excluding one-time spending.
- Nearly impossible to spend 100% of budget; expecting ~\$3.5M of reversions in 2024.

➤ Inflation Effects

- Significant uptick in inflation since mid-2022 is now flowing through to impact both City expenses and revenue.
- Adjusted for past inflation, real spending growth for the City is <4%.

➤ Strong Reserve Balances/Strategic Spend-down

- Balances shield city from future downturns and allow for strategic one-time spending on capital projects and major equipment purchases.
- Combined balances for General Fund/Rainy Day Fund are projected to be nearly \$26.8M by the end of 2023
- 2024 Budget continues to spend down these reserves (\$7.5M spend-down in 2024)
- Excluding one-time spending, revenues projected to exceed expenses by \$7.5M.

Budget Overview

	All Budgeted Funds	Operational Funds Only	Max Levy + LIT Funds Only
'23 Adopted Budget	\$105,099,027	\$87,545,952	\$81,416,219
'23 Revised Budget*	\$107,170,817	\$89,617,742	\$82,298,009
'24 Base Budget	\$100,767,110	\$81,949,815	\$75,659,243
'24 Introduced Budget	\$116,201,624	\$97,326,759	\$89,951,906
\$ Inc. from '24 Base	\$15,434,514	\$15,376,944	\$13,932,363
% Inc. from '24 Base	15.3%	18.7%	18.4%
% Inc. from '23 Adopted	14.7%	17.6%	17.1%
% Inc. from '23 Revised	14.4%	17.1%	16.9%
'24 Introduced Bud. Exc. One-Time Spend	\$108,701,624	\$89,826,759	\$82,534,151
\$ Inc. from '24 Base Exc. 1-time Spend	\$7,934,514	\$7,876,944	\$5,654,601
% Inc. From '24 Base Exc. 1-time Spend	7.9%	9.6%	7.5%
'24 One-Time Spend	\$7,500,000	\$7,500,000	\$7,057,755

**Includes Additional Appropriations through June 30*



Fund Balances Overview

	General Fund	Rainy Day Fund	General & RDF	Other Max Levy + LIT Funds	Total Max Levy + LIT Funds
Beginning 2024 Cash Balance	\$14,523,698	\$12,277,977	\$26,801,675	\$6,769,000	\$33,570,695
Budgeted Revenue	\$69,506,606	\$7,972,859	\$77,479,465	\$9,339,575	\$86,819,040
Introduced Budget	\$(80,217,717)	\$0	\$(80,217,717)	\$(9,734,189)	\$(89,951,906)
Estimated Reversions	\$2,845,792	\$0	\$2,845,792	\$261,392	\$3,107,184
Projected Surplus/Deficit	\$(7,865,319)	\$7,972,859	\$107,540	\$(133,222)	\$(25,682)
<i>Addback: One-time Spending</i>	<i>\$6,972,730</i>	<i>\$0</i>	<i>\$6,972,730</i>	<i>\$85,025</i>	<i>\$7,057,755</i>
<i>Proj Surp/Def Net One-Time</i>	<i>\$(892,589)</i>	<i>\$7,972,859</i>	<i>\$7,080,270</i>	<i>\$(67,269)</i>	<i>\$7,032,073</i>
Net Other Cashflows	\$6,972,730	\$(7,500,000)	\$(527,270)	\$85,025	\$(442,245)
Ending 2024 Cash Balance	\$13,631,109	\$12,750,856	\$26,381,945	\$6,720,803	\$33,102,768
Y/Y Cash Balance Change	\$(892,589)	\$472,859	\$(419,730)	\$(48,197)	\$(467,927)

Budgeted Revenue



2024 Tax Rates

➤ Property Tax

- \$1.10 for every \$100 of assessed property value
 - *Property owners in our largest tax district are paying a total rate of \$2.72 per \$100 AV in 2023*

➤ Local Income Tax (LIT)

- 1% Hamilton County income tax rate is distributed to the county and the taxing units
 - *All city residents are paying a 1.1% total Hamilton County income tax rate (0.1% retained by the county for public safety costs)*
 - *Of the 1% remaining, the city receives a 13.1% share of the total Hamilton County income tax distributed to taxing units*

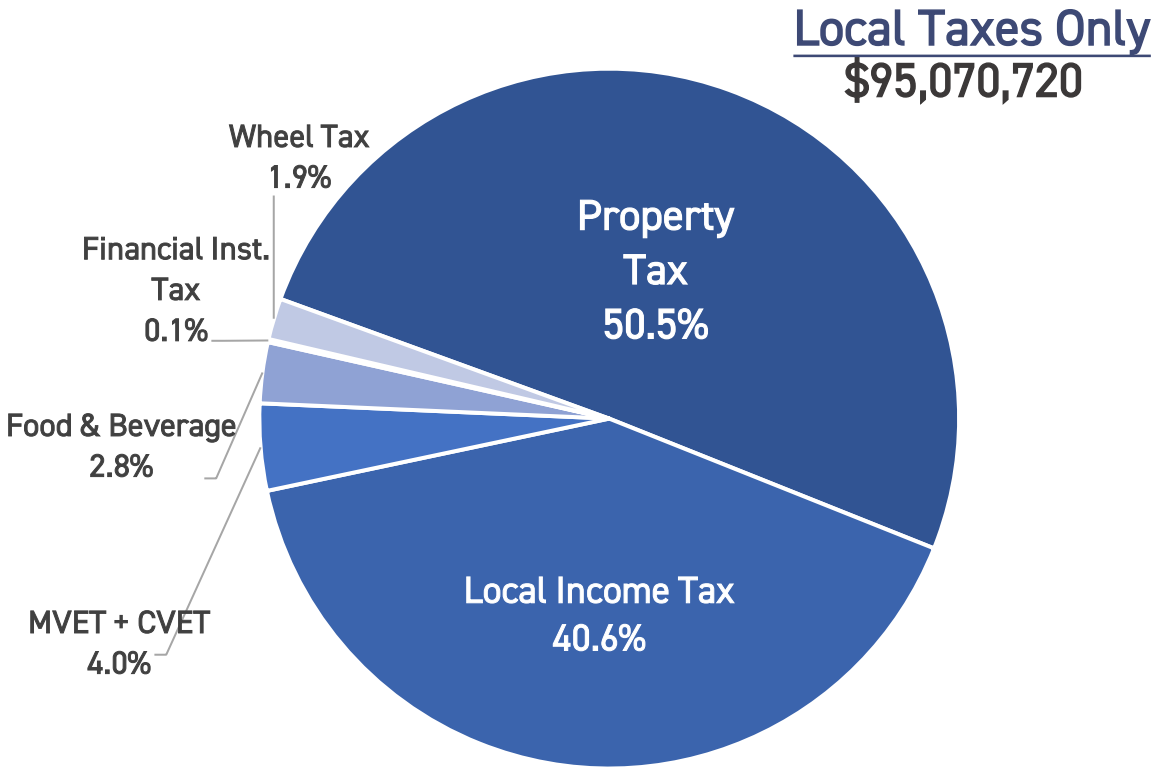
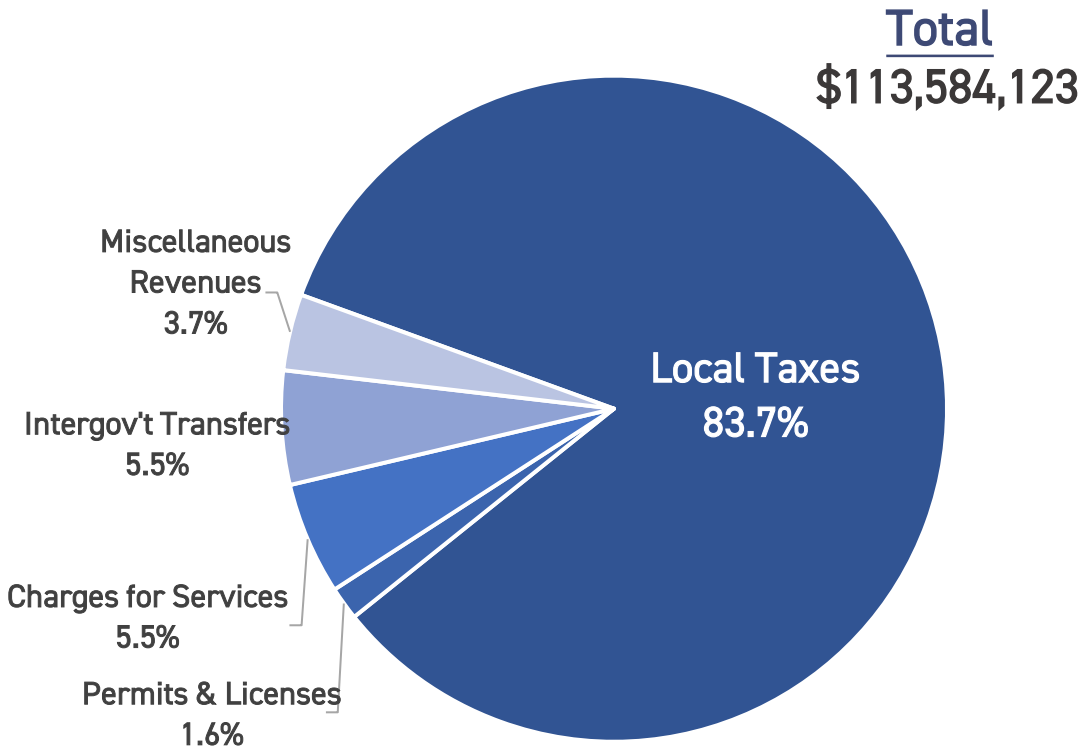
➤ Food & Beverage

- 1% of food and beverage sales within the City of Noblesville
 - *Patrons of Noblesville restaurants pay a 2% tax rate including Hamilton County food & beverage tax of 1%*

➤ City Surtax/Wheel Tax

- \$40 wheel tax on certain larger vehicles registered within the City of Noblesville
- \$25 motor vehicle license excise surtax on all other vehicles registered within City of Noblesville

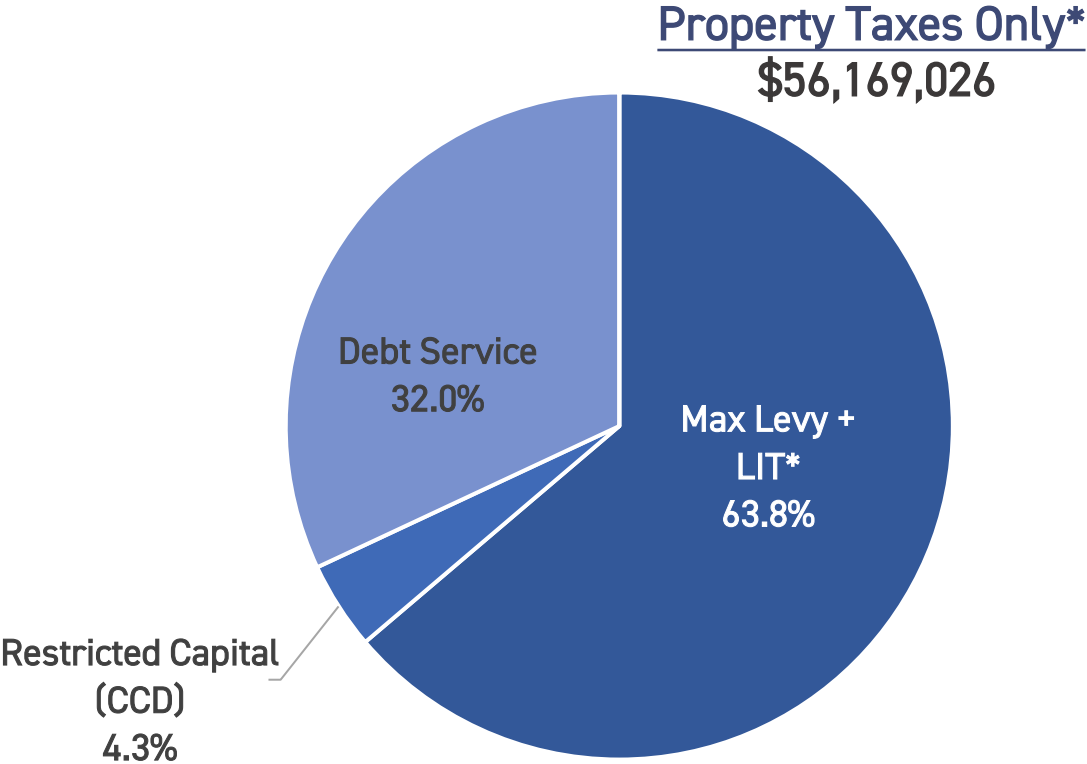
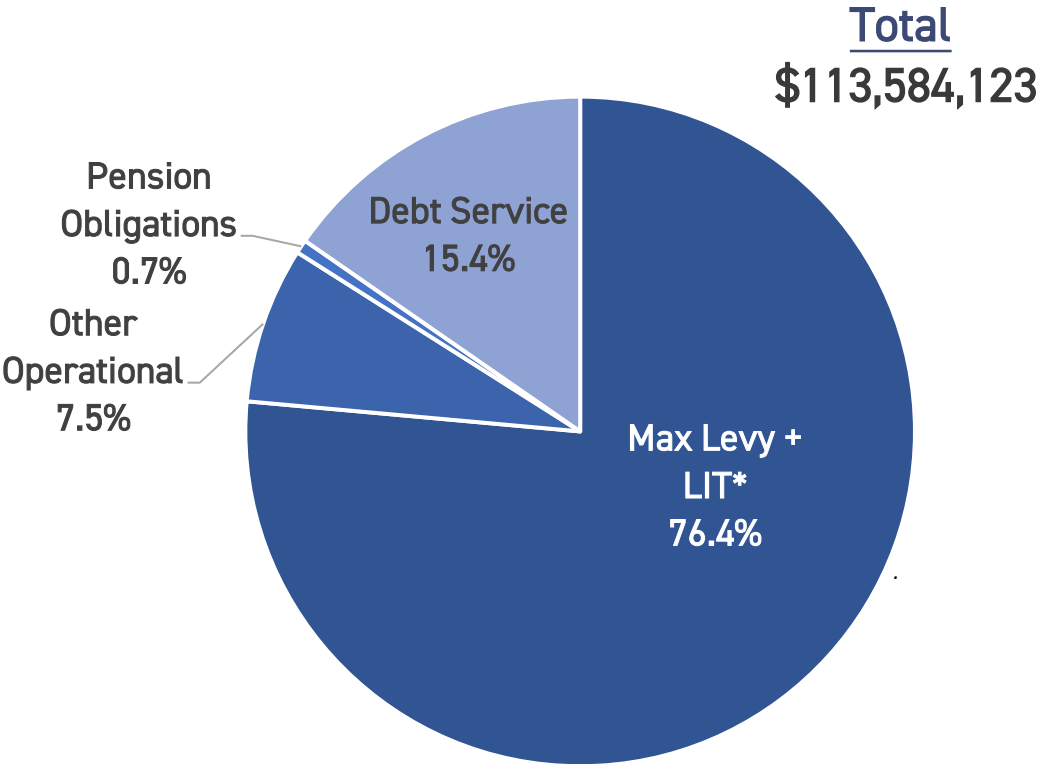
2024 Revenue by Source *(Budgeted Funds Only)*



NOTE:
Motor Vehicle Excise Tax (MVET)
Commercial Vehicle Excise Tax (CVET)



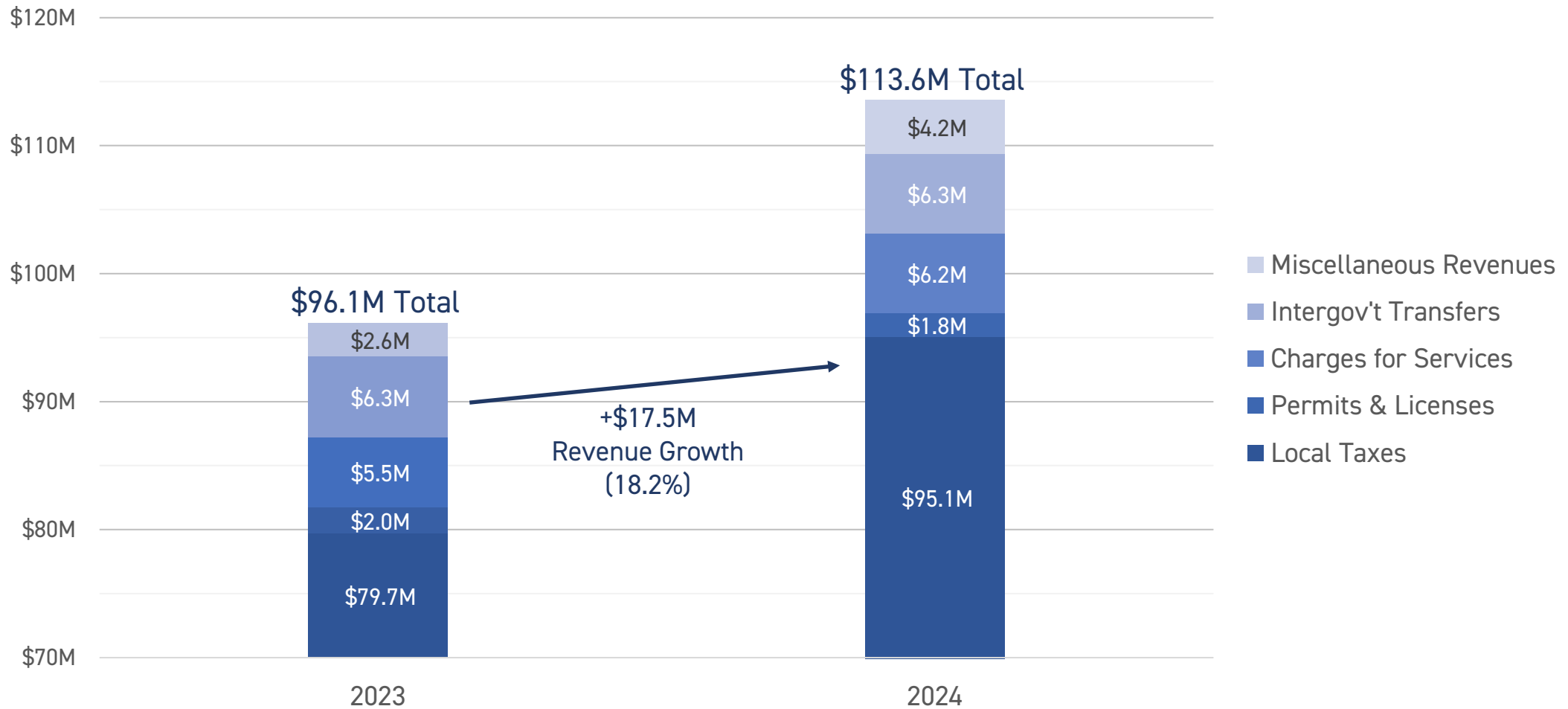
2024 Revenue by Fund Type *(Budgeted Funds Only)*



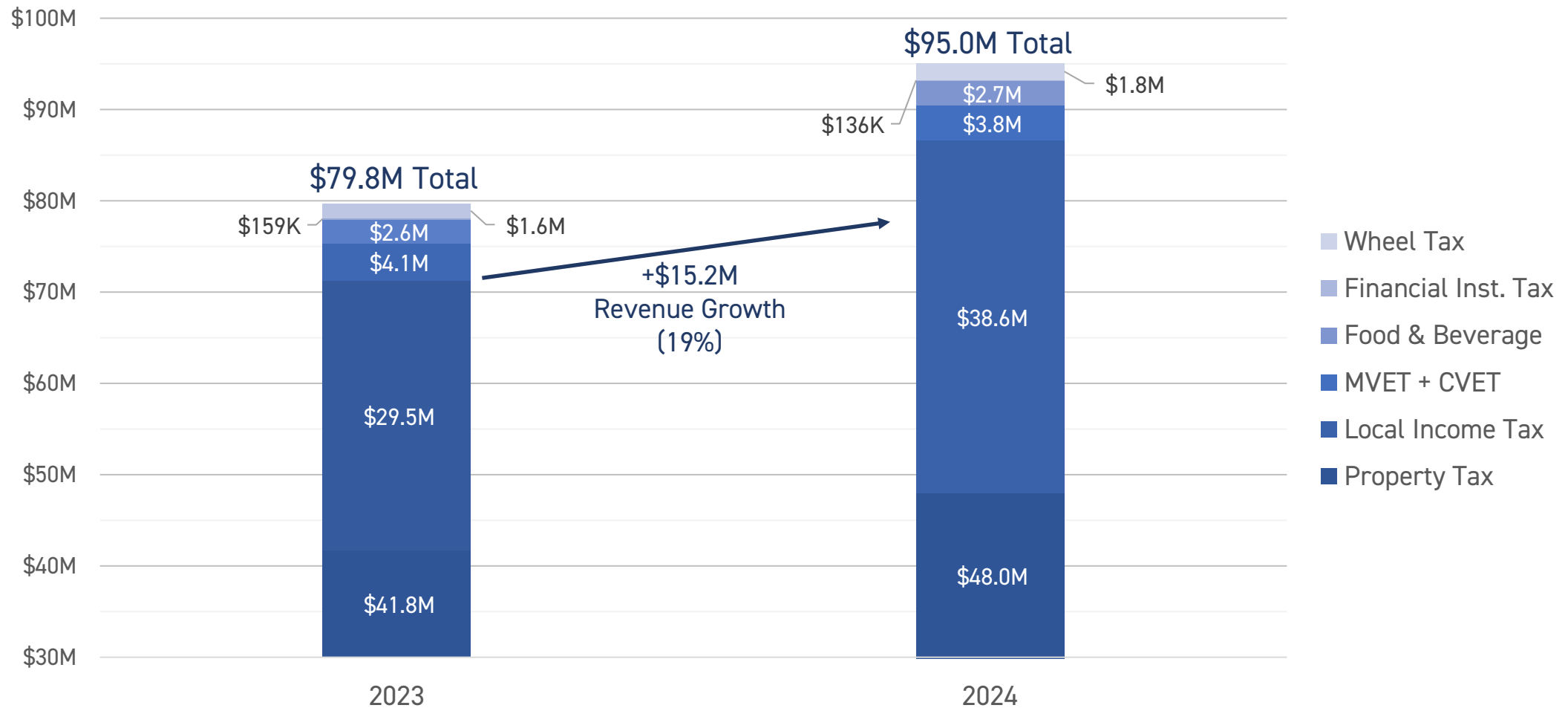
**Net of Circuit Breaker loss*
Note: MVH & Downtown Development Funds included in "Max Levy + LIT" category here for prior year(s) comparison only.



Revenue Growth by Type (*All Sources*)



Revenue Growth by Type (*Local Taxes Only*)

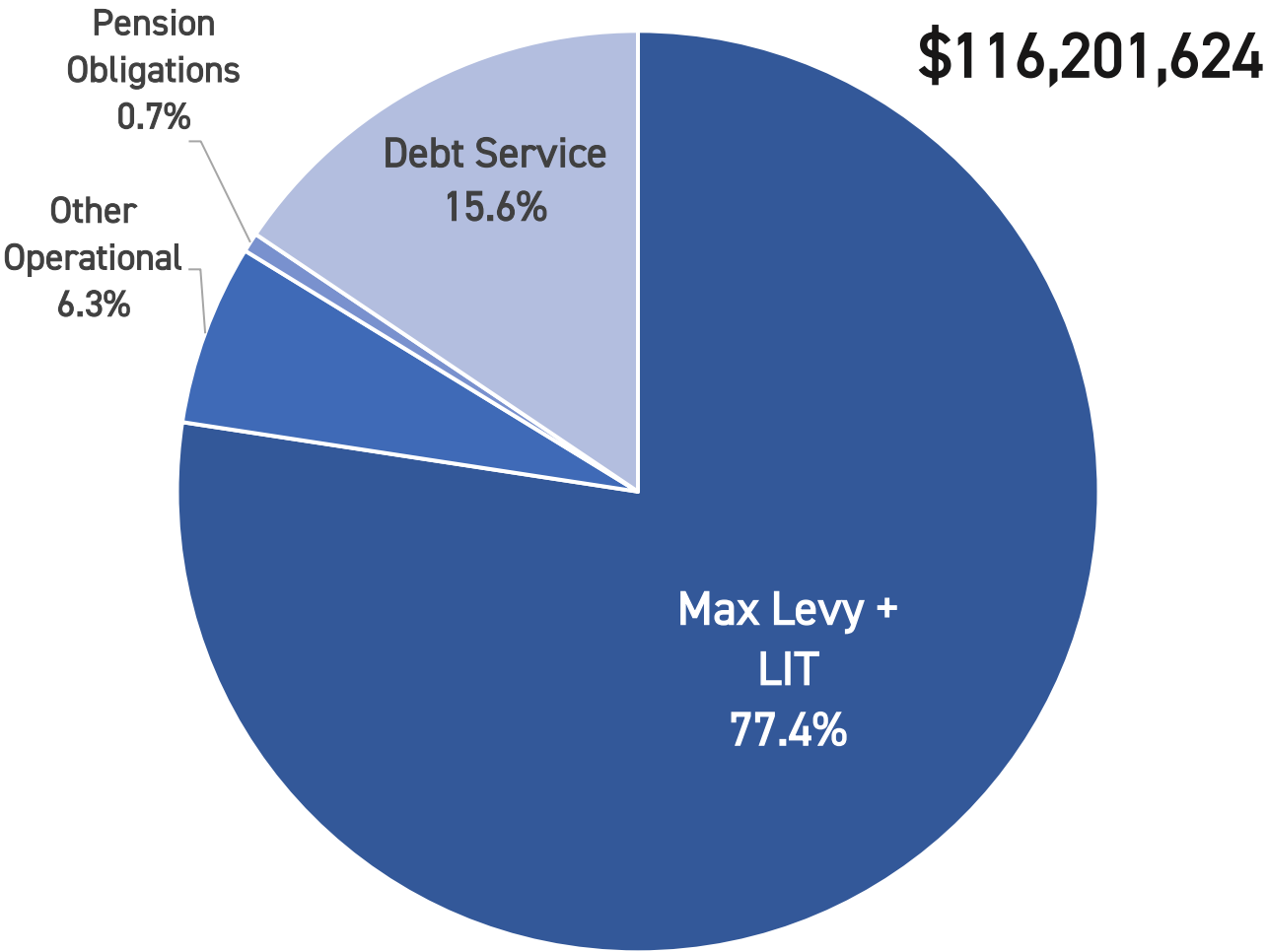


Budgeted Expenditures



2024 Appropriations by Fund Type

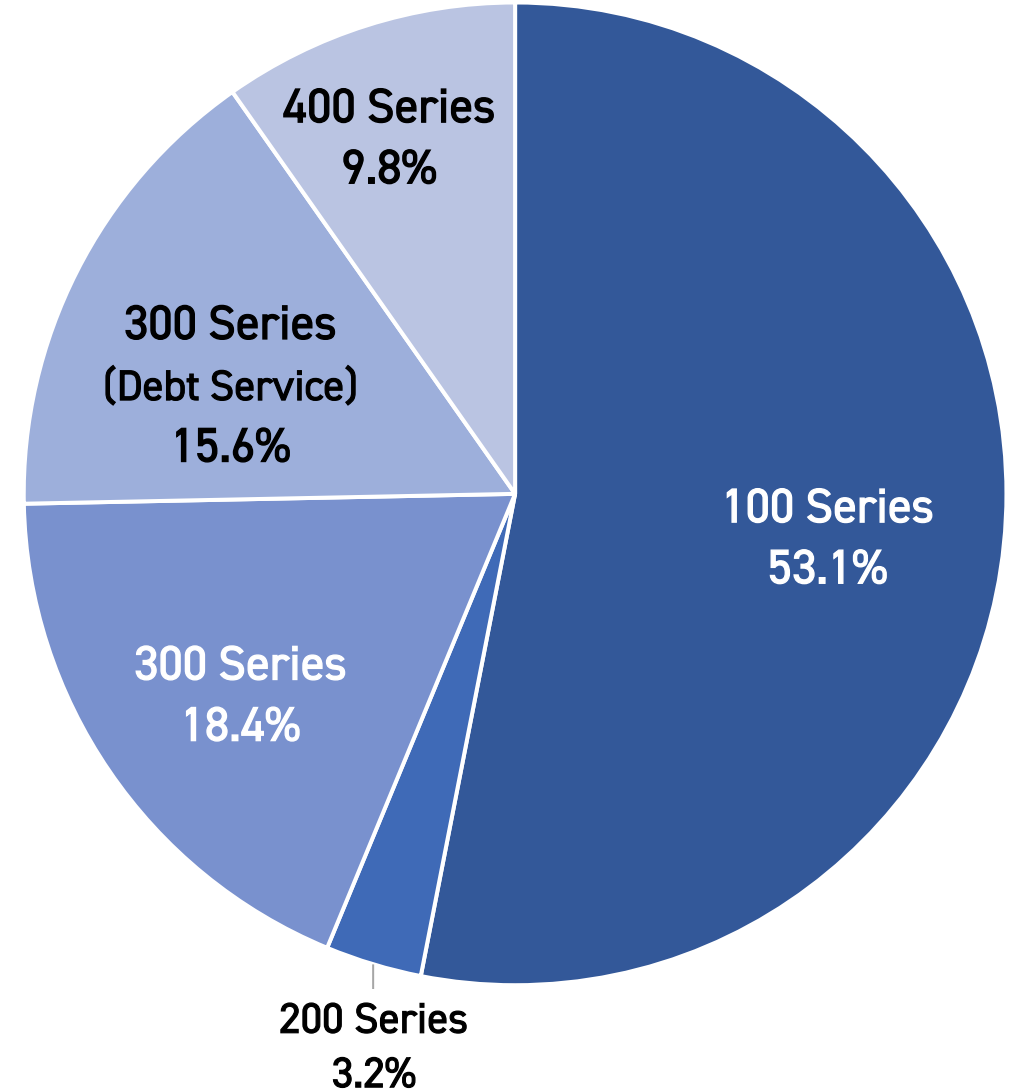
All Budgeted Funds



2024 Appropriations by Expense Category

All Budgeted Funds

\$116,201,624

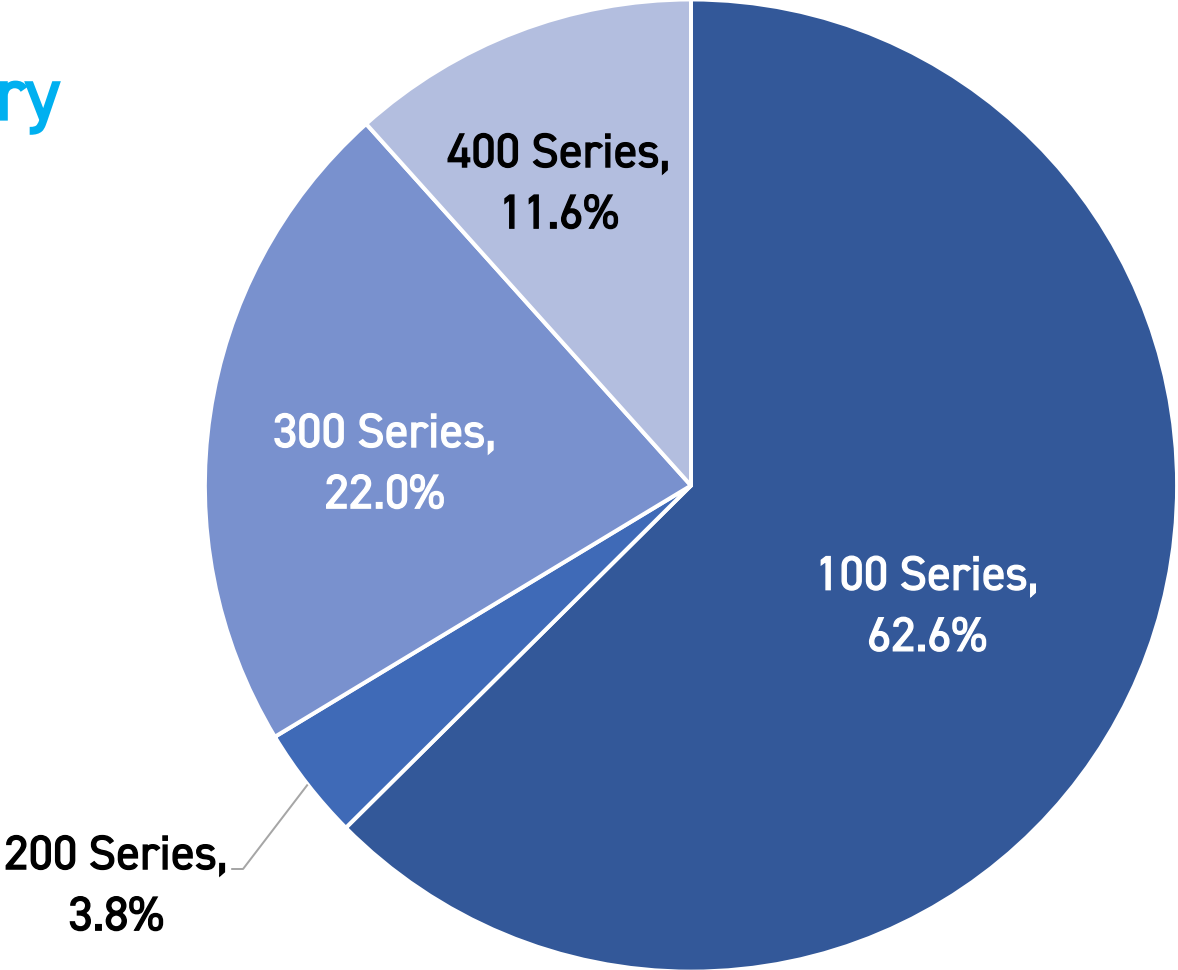


Series 100 *Personal Services*
Series 200 *Supplies*
Series 300 *Services & Other Charges*
Series 300 *Debt Service*
Series 400 *Capital Outlay*

2024 Appropriations by Expense Category

Operational Funds Only

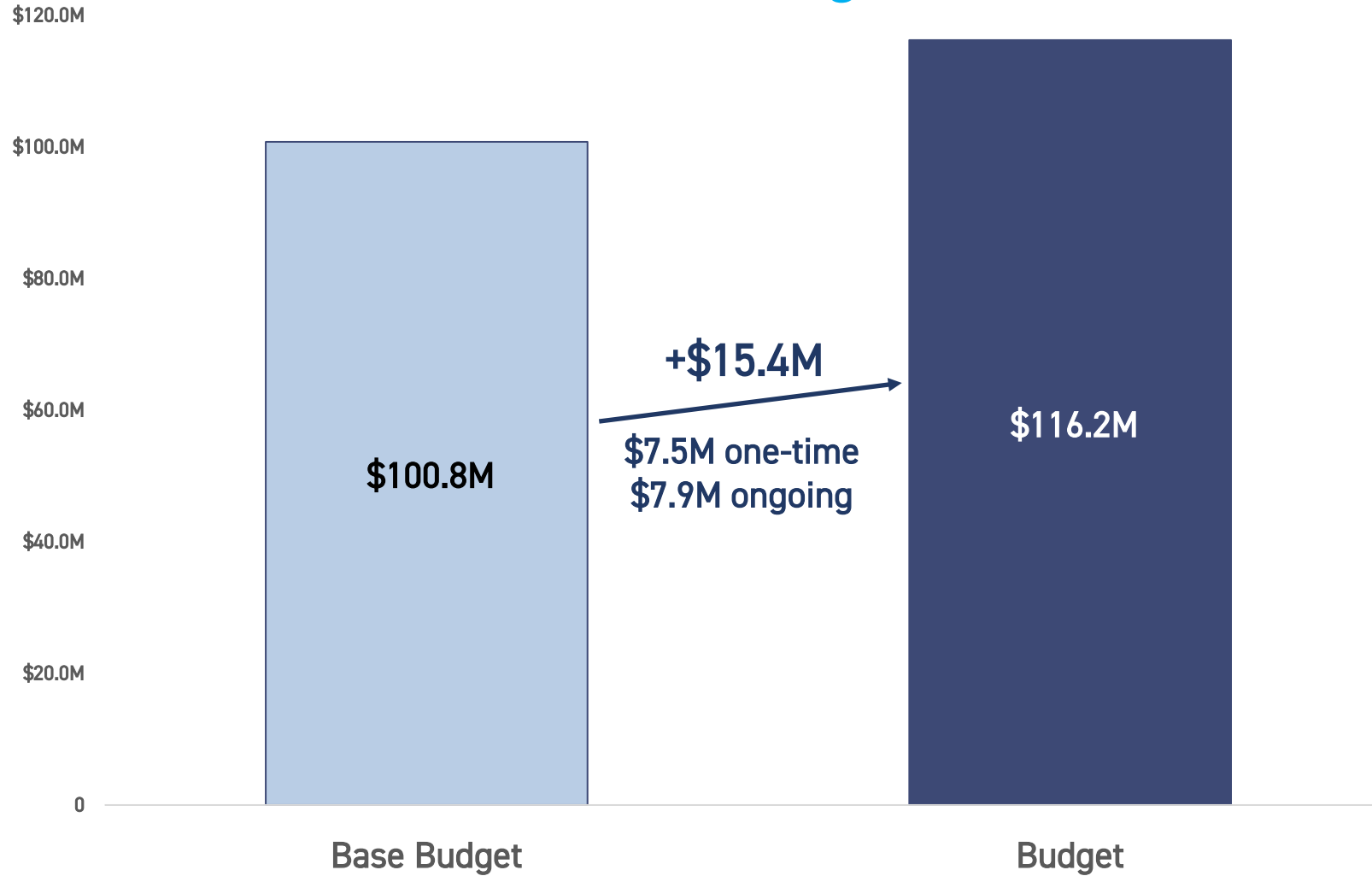
\$97,326,759



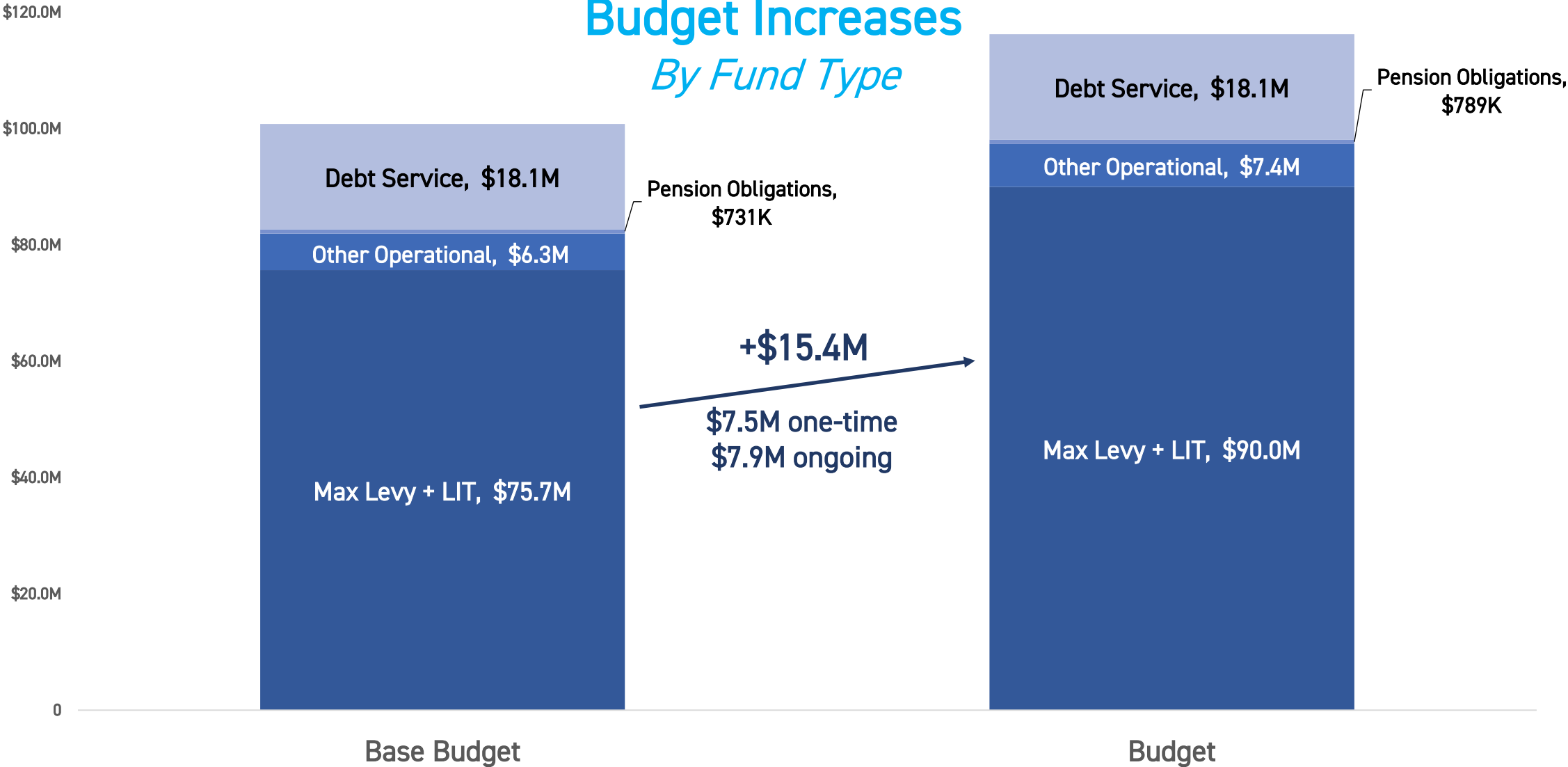
- Series 100 *Personal Services*
- Series 200 *Supplies*
- Series 300 *Services & Other Charges*
- Series 400 *Capital Outlay*



2024 Introduced Budget vs. Base

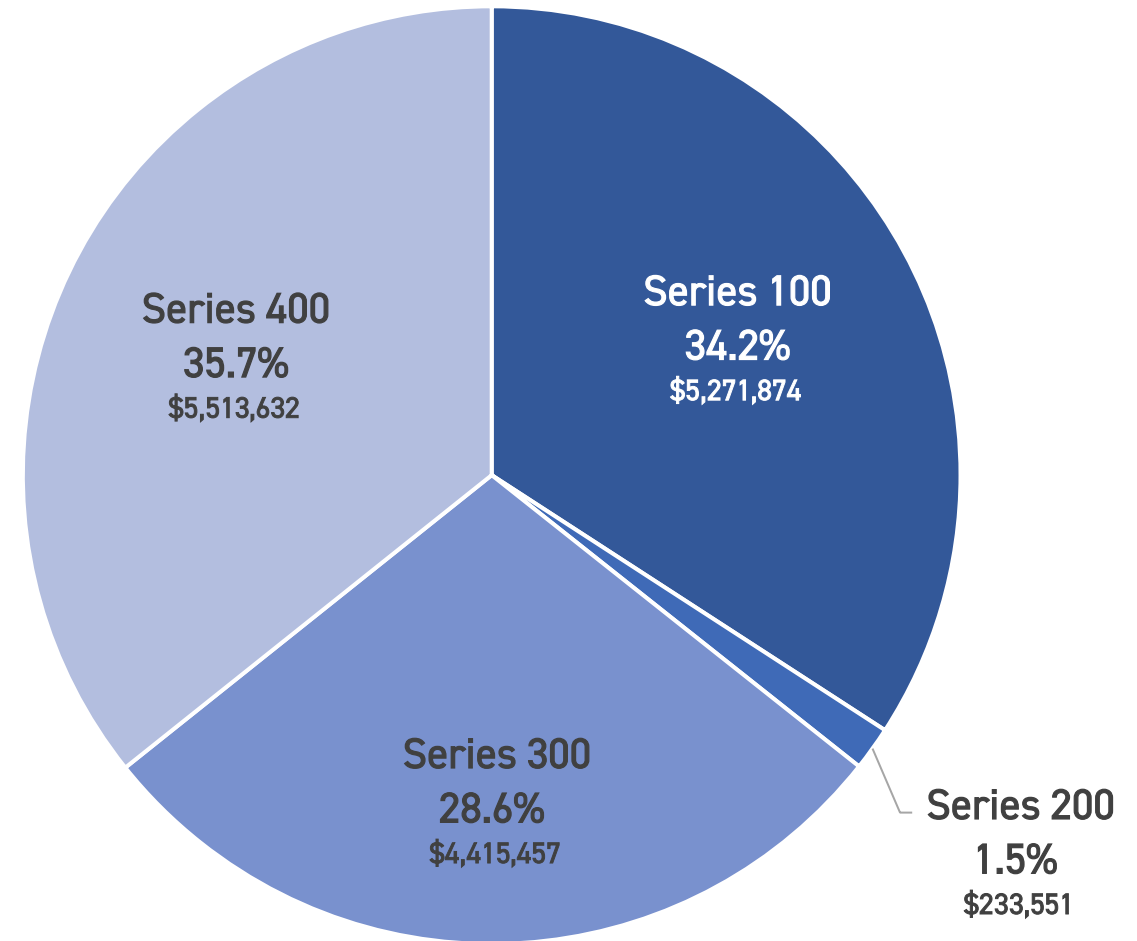


Budget Increases *By Fund Type*



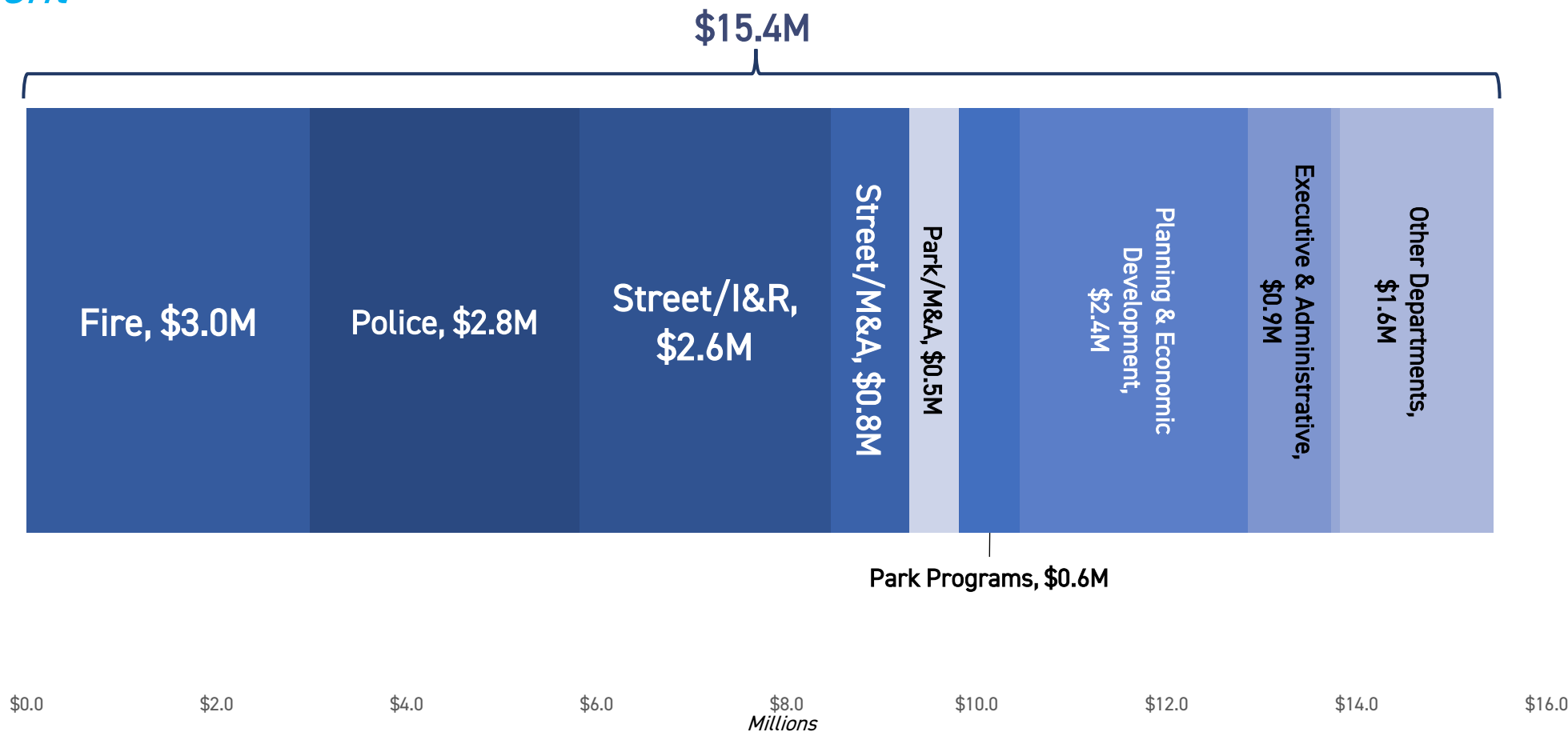
Budget Increases over 2024 Base: *by Expense Category*

\$15,434,514



Series 100 *Personal Services*
Series 200 *Supplies*
Series 300 *Services & Other Charges*
Series 400 *Capital Outlay*

Budget Increases over 2024 Base: *by Department*



Budget Increases: *Ongoing Spending*

Pay Adjustments:	\$3.0M	5% Civilian (Higher for Sworn*) COLA increases
New Positions:	\$2.0M	20 new full-time positions (including 2 Fire and 10 Police)
Services Cost Increases:	\$1.7M	Software licenses, vehicle leases, contractual services
Economic Dev. Ongoing Expenses:	\$1.0M	Ongoing support for Innovation Mile & other major Eco. Dev. Projects
Supply Cost Increases:	<u>\$0.2M</u>	Fuel, utilities (water, sewer, gas, electric), other misc. supply costs
	\$7.9M	Total Ongoing Spending Increases

*Final COLA to be determined by Union Meet & Confer Negotiations

Budget Increases: *One-Time Spending*

Major Road Improvement Projects:	\$3.6M
Facility Improvements for City Hall & Other Buildings:	\$1.0M
Public Safety One-Time Supplies & Facility Improvements:	\$1.3M
Economic Development One-Time Costs for Major Projects:	\$1.0M
Other Miscellaneous Departmental One-Time Costs:	<u>\$0.6M</u>
Total One-Time Spending:	\$7.5M

***Note:** Projects funded from One-Year Bond excluded from above.*



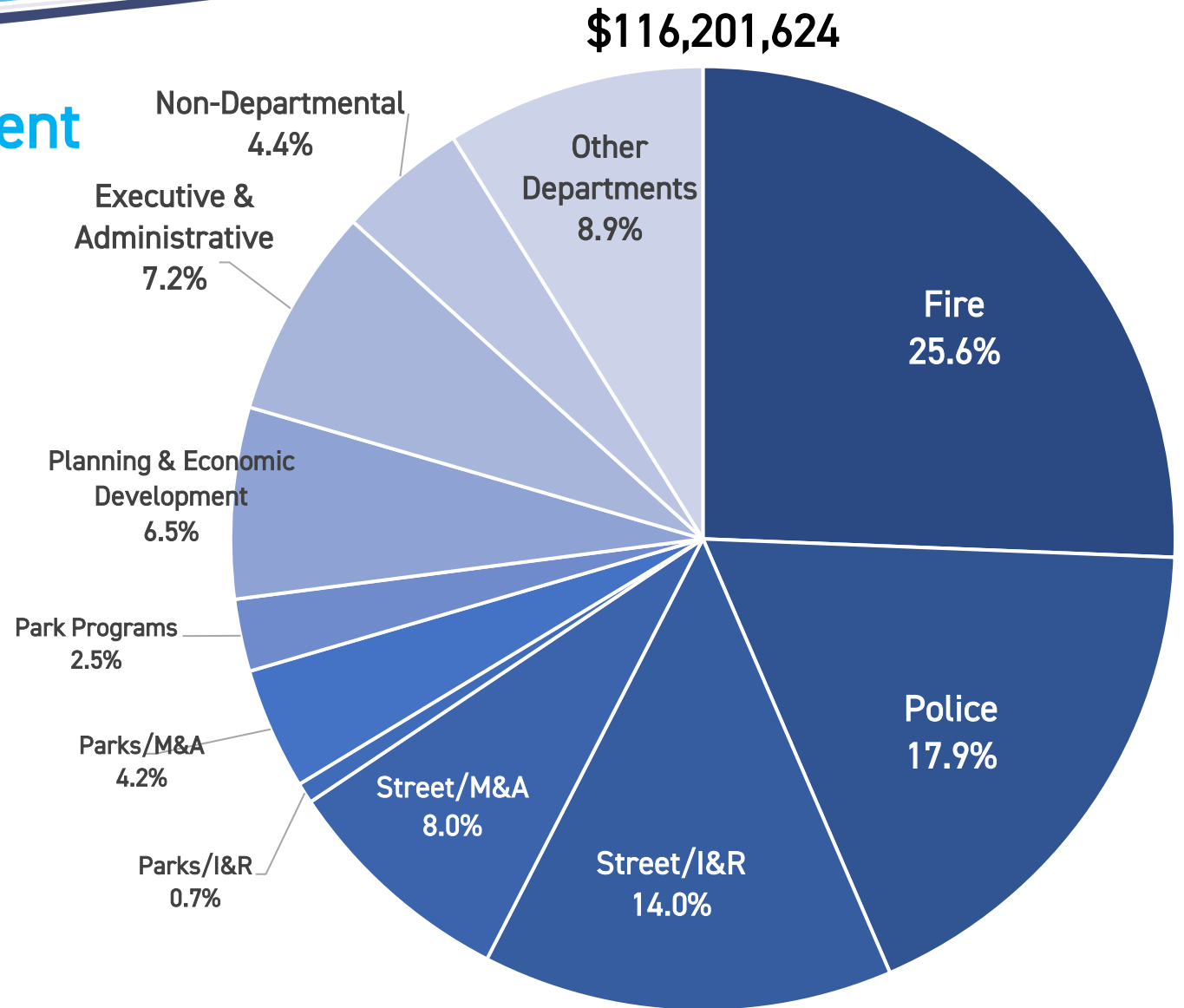
2024 Appropriations by Department

All Civil City Funds

Executive and Administrative	
Mayor's Office	1.8%
Finance & Accounting	1.6%
Information Technology	2.1%
Human Resources	0.6%
Legal Services	0.8%
Clerk	0.3%

Planning and Economic Development	
Planning	2.0%
Economic Dev. Operations	0.9%
Economic Dev. Programs & Projects	3.6%

Other Departments	
Maintenance	3.3%
Court	0.4%
Council	0.4%
Cemetery	0.1%
Board of Works	2.6%
Engineering	2.0%



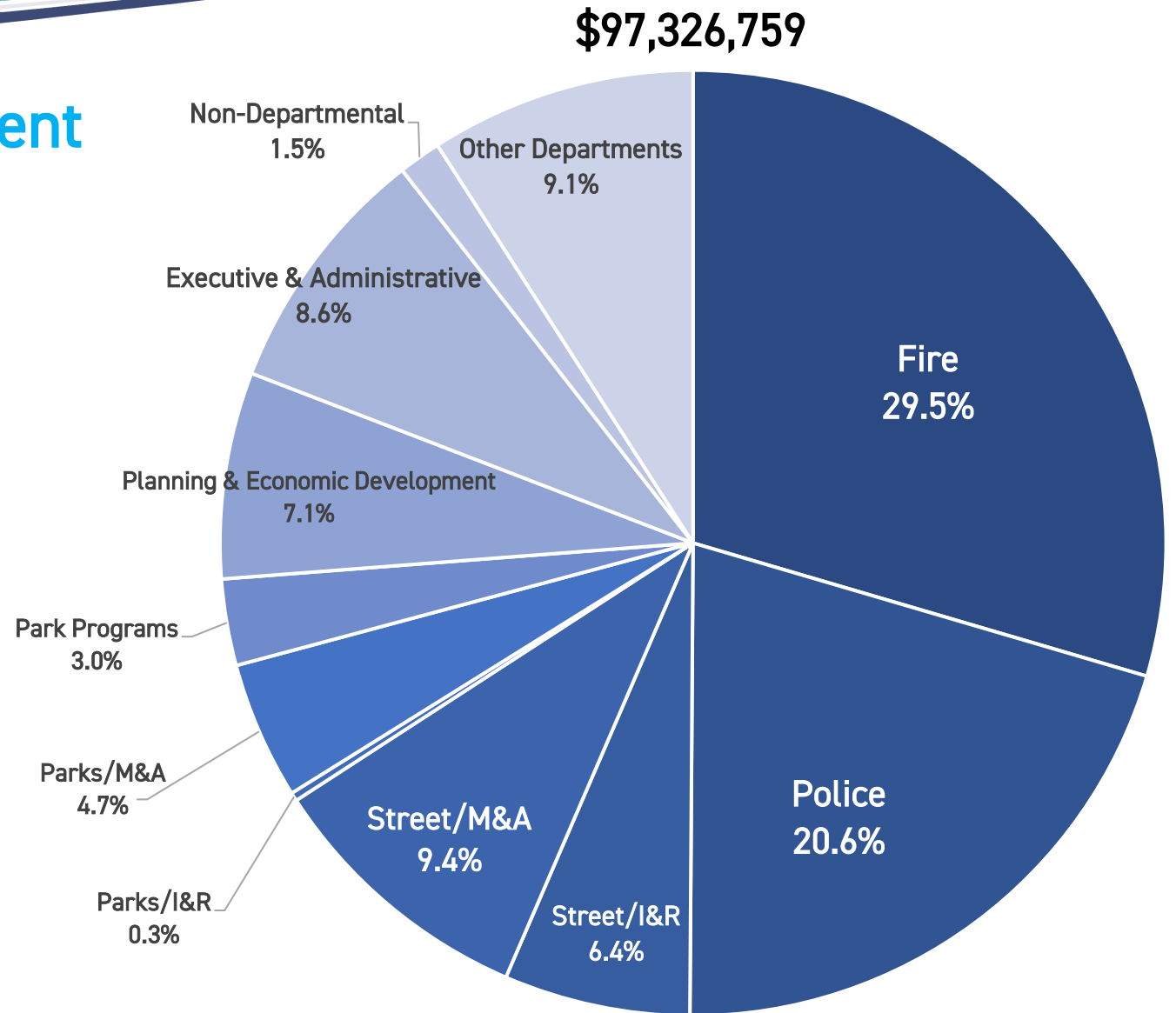
2024 Appropriations by Department

Operational Funds Only

Executive and Administrative	
Mayor's Office	2.2%
Finance & Accounting	1.9%
Information Technology	2.5%
Human Resources	0.7%
Legal Services	1.0%
Clerk	0.4%

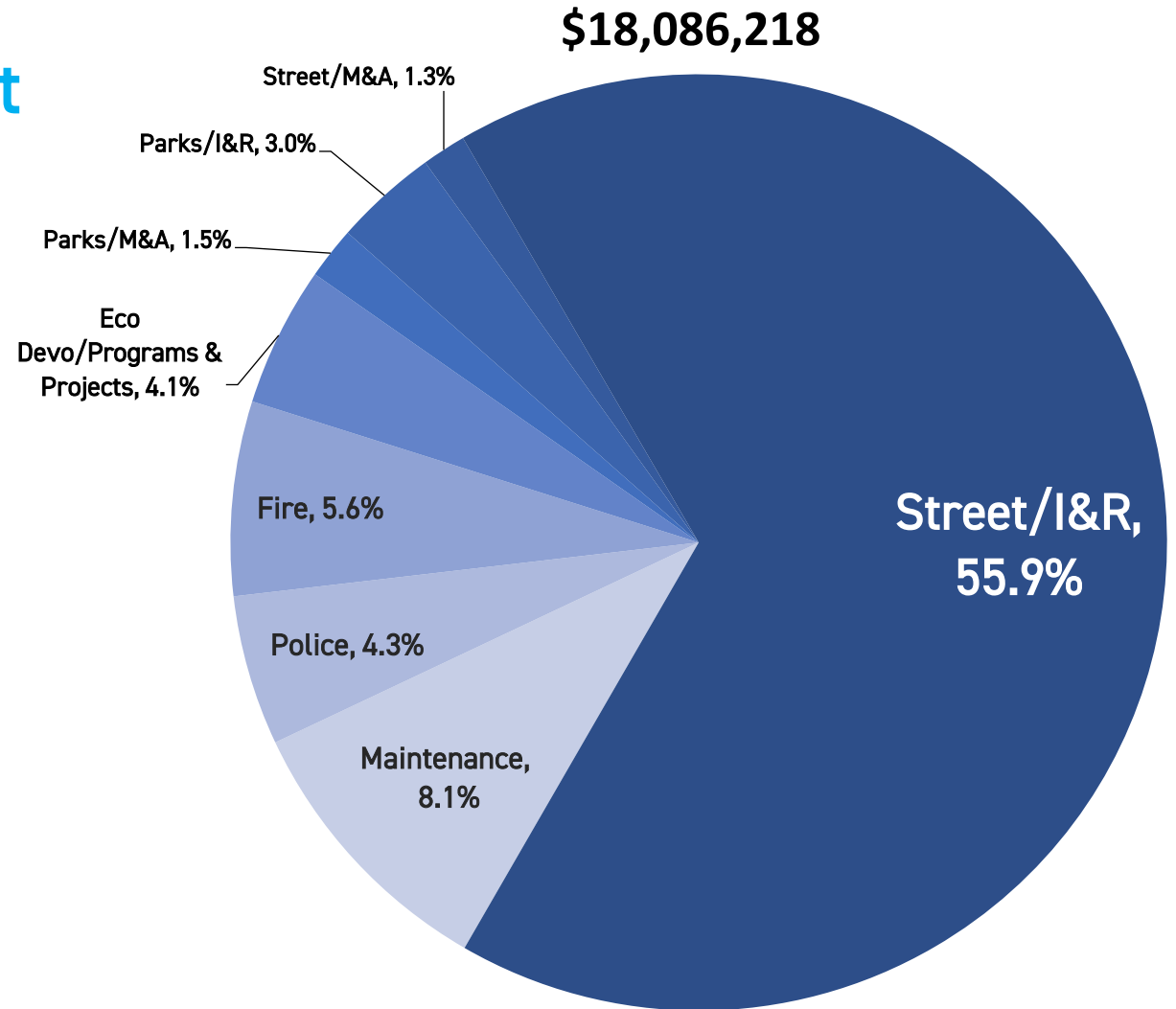
Planning and Economic Development	
Planning	2.3%
Economic Dev. Operations	1.1%
Economic Dev. Programs & Projects	3.6%

Other Departments	
Maintenance	2.5%
Court	0.5%
Council	0.5%
Cemetery	0.1%
Board of Works	3.1%
Engineering	2.4%



2024 Appropriations by Department

Property Tax Debt Levy Funds Only
(Includes Long-Term and Short-Term Debts)



Note:

Does not include debt service paid from non-property tax sources

Capital Funding



2024 Capital Project Funding

Capital Project Appropriations <i>2024 Budget - Introduced</i>	
Fund	Amount
<i>Operational Funds:</i>	
101 General	\$3,537,059
106 MVH – Ongoing	\$2,650,000
108 Park – Ongoing	\$256,600
112 Downtown Development	\$200,000
257 LOIT for Roads – Ongoing	\$1,000,000
Operational Funds Sub-Total	\$7,643,659
<i>Debt Proceed Funds:</i>	
250 DP/Annual Capital Improvement Projects Series A	\$5,400,000
251 DP/Annual Capital Improvement Projects Series B	\$5,440,845
Total	\$18,484,504

2024 Capital Projects – Budgeted Funds Only

8 th Street & Christian Street Improvements (including Maple Avenue)	\$400,000
Fire Station Capital Investment Priority Assessment	\$500,000
Forest Park/Fox Prairie Bunker Rehabilitation	\$390,000
Garage and Large Asset Maintenance/Preservation	\$250,000
Little Chicago Road Trail	\$588,700
Logan Street & Clinton Street Brick Rehabilitation	\$200,000
Logan Street Corridor (Lakeview Drive to State Road 19)	\$300,000
Logan Street Drainage	\$2,000,000
Miscellaneous Small Parks Capital Maintenance Projects	\$256,600
New Public Safety Building	\$2,497,059
Old Town Sidewalk Program	\$290,000
Pleasant Street Phase II	\$1,500,000
Pleasant Street Phase III	\$1,500,000
Public Safety Firearms Training Range	\$250,000
State Road 38 & Logan Street Roundabout	\$460,000
Surface Transportation Rehabilitation	\$3,650,000
Trail Maintenance	\$260,000
Visitor Center Structural Work	\$400,000
Total Capital Projects Investment from Budgeted Funds	\$15,692,359
Unallocated Capital Project Funding	\$2,792,145
Total Project Funding	\$18,484,504



Other Notable Items



Other Notable Items

Health Self-Insurance – Employer Premiums:

\$10,507,512

Civil City share (93% of total cost). The City covers 80% of the cost of healthcare premiums. Total includes Civil City paid premiums for medical, dental, vision, and Medicare Supplement coverage for both current (\$8.7M) and retired employees (\$1.8M).

Property & Casualty Self-Insurance Contribution:

\$1,207,451

Civil City share (72% of total cost). Base increase of \$135,000 to further bolster P&C Self-Insurance Fund.

Park Program Subsidy:

\$200,000

Included in the Parks Department operating budget (within Fund 108) to support the Park Program Fund (Fund 110) should expenditures for programs, including golf, exceed revenues.

Parking Subsidy:

\$300,000

Included in the Police Department operating budget (within Fund 101) to support the Parking Meter Fund (Fund 111) to prevent forecasted negative fund balance.

Contingency Appropriations:

\$960,000

Amounts budgeted across several funds for costs unknown at the time of budget adoption. Provides for local flexibility as new opportunities and/or unexpected costs present themselves during the budget year. Excludes \$150K personal services contingency for mid-year pay adjustments, if necessary.

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