



Budget Workshop #3 Preview

BUDGET, GOVERNANCE AND INTERGOVERNMENTAL RELATIONS COMMITTEE

APRIL 3, 2023

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Workshop Plan

Budget Workshop Topics		
Workshop 1: February 9	Workshop 2: March 9	Workshop 3: April 6
✓ Capital Affordability	✓ Economic Outlook and Revenue Forecast	FY 2024 Revaluation Process
✓ Existing Bond Project Updates	✓ Compensation, Staffing, and Healthcare	Revaluation Impacts and Staying in Place Strategies
✓ 2024-2028 Bond Outlook	✓ Financial Partners and Municipal Service Districts	CATS Budget Outlook
✓ City Facility Program	Water and Stormwater Budget Outlook	Water and Stormwater Budget Outlook
✓ Corridors of Opportunity		Aviation Budget Outlook

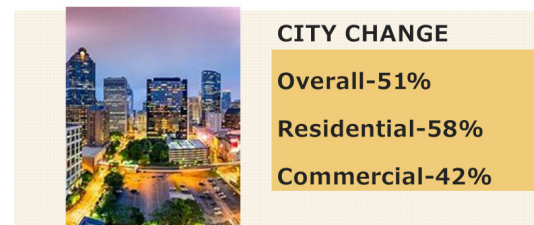
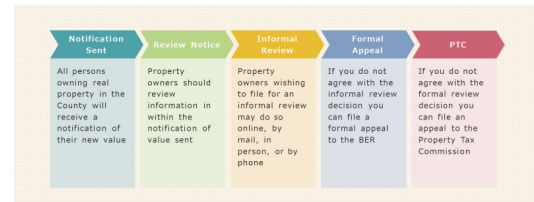
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Presentation 1: FY 2024 Revaluation Process

What Does The Process Look Like?

Key Themes:

- County Assessor Ken Joyner will present:
 - An overview of the revaluation process
 - Citywide results
 - Appeals information, and
 - Key dates and deadlines



Presentation 2: Revaluation Impacts and Staying in Place Strategies

Snapshot of Anti-Displacement Efforts

Key Themes:

- What a “revenue-neutral tax rate” means
- What revaluation means to tax bills for Charlotte households
- Overview of anti-displacement programs
- Overview of tax relief programs

Current/Ongoing	Under Evaluation	Upcoming Efforts
<ul style="list-style-type: none"> NOAH investments Emergency repair and home rehab House Charlotte down payment assistance Staying in Place pilot program Large-scale displacement event protocol 	<ul style="list-style-type: none"> Property tax assistance grant Expand the Acquire, Rehab, Resell program ADU pilot program Wrap-around services in city-supported housing Sustainable emergency rental assistance program 	<ul style="list-style-type: none"> HTF tune-up (e.g., land acquisition) UDO affordable housing bonuses/allowances HIRE Charlotte framework to create/fill good paying jobs NEST recommendations and anti-displacement strategy

Primary Existing Tax Relief Programs

- State-Authorized Programs
- 5,774 approved FY2023 applications across all three programs in city limits

Elderly Homestead Exemption	Circuit Breaker Deferral	Disabled Veterans Exemption
<ul style="list-style-type: none"> Reduces taxable value by greater of \$25,000 or 50% 65 years and older or totally disabled Income limit of \$38,800 	<ul style="list-style-type: none"> Caps property taxes at 4 or 5% of income and defers payment of remaining balance 65 years and older or totally disabled Income limit of \$50,700 	<ul style="list-style-type: none"> Reduces taxable value of home by \$45,000 No age or income limit

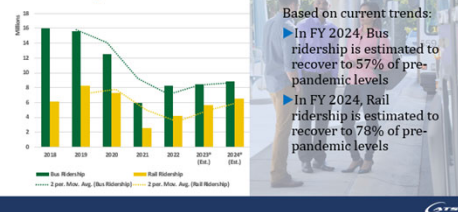
Program eligibility determined by the State

Presentation 3: CATS Budget Outlook

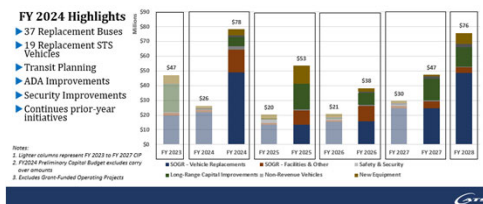
Key Themes:

- Increased operating investments in:
 - Route safety and security
 - Employees
 - Maintenance and asset preservation
- Accelerating CIP investments in bus and STS vehicle replacement
- No fare increase planned for FY24

Ridership Trends



FY 2024 – FY 2028 CIP Expenditures



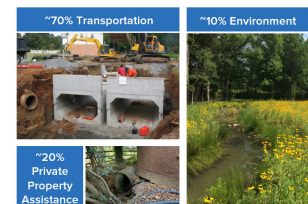
Presentation 4: Water and Stormwater Budget Outlook

Key Themes:

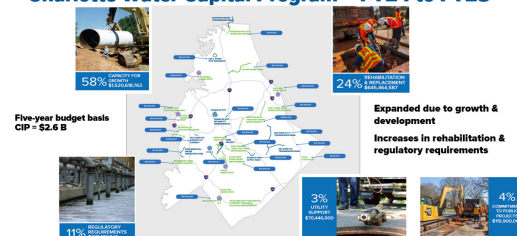
- Storm Water Services continues to resolve the 5-year repair list from FY20
- Both Charlotte Water & Storm Water Services continue to maintain their existing systems while responding to new growth
- Thoughtful financial planning results in proposed rate increases which:
 - Address inflation, particularly in the CIP
 - Meet financial targets to sustain AAA credit ratings
 - Reflect the importance of service affordability

FY 2024 – FY 2028 Proposed STW CIP

- Five-year budget basis CIP = \$470 million
- Supports Storm Water Services' mission to improve waterways & convey rainwater safely
- Supports City Council's Strategic Priorities



Charlotte Water Capital Program – FY24 to FY28



Presentation 5: Aviation Budget Outlook

Key Themes:

- Fast Facts will be provided that entail the Airport's Economic Impact.
- The Airport's five year CIP Plan for FY2024 to FY2028 will be discussed.
- Benchmark findings will be presented that compare CLT's Cost Per Enplaned Passenger (CPE) with other domestic airports.

