

**TOWN OF FAIRVIEW
BUDGET ORDINANCE FISCAL YEAR 2009-2010**

BE IT ORDAINED by the Governing Board of the Town of Fairview, North Carolina:

SECTION 1: It is estimated that the following revenues will be available in the General Fund for the fiscal year beginning July 1, 2009 and ending June 30, 2010:

Current Year Ad Valorem Property Tax	\$ 56,250
Motor Vehicle Taxes	3,000
Prior Year Ad Valorem Property Tax	500
Interest & Penalties	500
Utility Franchise Tax	125,000
Sales Tax Distributions	16,000
Zoning Fees	5,000
Investment Earnings	<u>7,500</u>
	\$213,750

SECTION 2: The following appropriations are hereby made in the General Fund for the operation of the town government and its activities for the fiscal year beginning July 1, 2009 and ending June 30, 2010:

General Government	\$ 25,835
Election Expense	2,500
Legal	10,000
Administration	16,262
Finance	25,393
Property Tax Administration	12,259
Public Safety	60,000
Planning & Zoning	51,501
Cultural Arts / Grants	5,000
Contingency	<u>5,000</u>
	\$213,750

SECTION 3: Levy of Taxes

There is hereby levied a revenue neutral tax at the rate of .0151 cents (.00151) per one hundred dollars (\$100) valuation of property as listed for taxes as of January 1, 2009, for the purpose of raising the revenue listed as "Current Year Ad Valorem Property Tax" in the General Fund in Section 1 of this ordinance. The rate is based on total valuation of property for the purposes of taxation of \$392,928,791 and an estimated rate of collection of 94.81%.

SECTION 4: Revenue Neutral Rate Disclosure

General Statute 159-11(e) requires that in the year in which a general reappraisal of real property has been conducted, the revenue neutral tax rate be published. By state law, the revenue neutral rate is defined as "the rate that is estimated to produce revenue for the next fiscal year equal to the revenue that would have been produced for the next fiscal year by the current tax rate if no reappraisal had occurred" and then adjusted for the average annual growth in the tax base and for annexations and deannexations. Union County reappraised real property in 2008. The Finance Director for the Town of Fairview has calculated the revenue neutral tax rate as .0151 cents per \$100 of assessed value.

SECTION 5: The Finance Officer is hereby authorized to transfer appropriations as contained herein under the following conditions:

- a) They may transfer amounts between line item expenditures within a department without limitation and without a report being prepared.

- b) They may transfer amounts up to \$1,000 between departments, including contingency appropriations within the same fund. They must make an official report on such transfers at the next regular meeting of the Governing Board.

SECTION 6: Copies of this Budget Ordinance shall be furnished to the Clerk to the Governing Board and the Finance Officer to be kept on file by them for direction in the disbursement of funds.

Adopted this the 15th day of June, 2009.

Richard Williams, Mayor