

REQUEST FOR CITY COUNCIL CONSIDERATION

Meeting Date: June 7, 2021

Agenda Item: 7C	Prepared by: Randy Wright, Finance Director
Agenda Section: New Business: Ordinance. First Reading	Date: May 25, 2021
Subject: Ordinance to provide for the adoption of the Budget for FY 2022	Division: Finance

Background:

During December of 2020, staff began to develop budget alternatives and preliminary revenue and expenditure estimates for the budget period beginning July 1, 2021 and ending June 30, 2022. This information was assembled and presented to City Council for their review during the annual budget retreat held on May 10 and 11 of this year.

During the budget retreat, City Council reviewed the City Manager’s Budget and came to a consensus concerning the FY 2022 Budget. The budget document was then prepared to reflect the priorities, goals and policies presented in the budget retreat document.

This budget is City Council’s financial plan for the upcoming fiscal year. It outlines the parameters from which the administration will provide the projects and services prioritized by City Council. As such, it is one of City Council’s most important policy documents and is required to be adopted by ordinance.

This ordinance provides for adjustments to Water and Sewer User Fees based on increases from Grand Strand Water and Sewer as well as an increase in Tap Fees to reflect actual costs. These adjustments are necessary in order to maintain the fiscal health of the Water and Sewer Fund.

Recommended Action:

Adopt the ordinance on first reading

Reviewed by Department Head	Reviewed by City Manager	Reviewed by City Attorney

Council Action:
Motion By _____ 2nd By _____ To _____

ORDINANCE

**AN ORDINANCE TO PROVIDE
FOR THE ADOPTION OF A BUDGET,
ITS REVENUES, AND EXPENDITURES
FOR FISCAL YEAR 2022**

**BE IT ORDAINED BY THE MAYOR AND COUNCIL OF
THE CITY OF NORTH MYRTLE BEACH, SOUTH CAROLINA**

- Section 1.** That the attached Budget, prepared by the City Manager of the City of North Myrtle Beach, South Carolina, which Budget is incorporated and adopted herein and made a part hereof as “Exhibit A”, and is hereby adopted and established by the Mayor and Council of the City of North Myrtle Beach, as the Budget for the City for the Fiscal Year of 2022.
- Section 2.** That the Budget shall be for the period beginning July 1, 2021 and ending June 30, 2022, and that said Budget shall be for appropriations and expenditures for the several functions, agencies and departments, and the legal limit of expenditures for the City of North Myrtle Beach.
- Section 3.** The City Manager shall have authority to transfer funds within any of the above several categories and such transfers shall be entered on the books of account of the City.
- Section 4.** The sums appropriated and set forth in the detailed schedule for personal services shall be paid in accordance with the Pay Plan adopted by City Council, an official copy of which shall be maintained in the office of the City Manager and in the office of the Finance Director. It is the intention of City Council that salaries set forth in the Classification and Compensation Plan shall be paid bi-weekly. Bi-weekly payments shall be one twenty-sixth (1/26) of the annual salary. The City’s Classification and Pay Plan has been incorporated into the Budget document and is located in the Personnel Report section of the Budget document.
- Section 5.** All sums received by the City of North Myrtle Beach from any source whatsoever, unless by law designated for some special fund or purpose, may be used in meeting the disbursements in Section 2. Should the revenue received from all sources exceed the amount estimated, such excess shall be allocated in the appropriated fund, subject to further action of City Council.

Section 6. Effective July 1, 2021, the monthly base charge and volume charges for water service shall be based upon the following schedule of rates and charges:

<u>Water Meter Size (inches)</u>	<u>Minimum Volume Charge</u> <u>1,000 gal. Per ERU</u>	<u>Volume Charge-Commercial</u> <u>Per 1,000 Gallons</u>	
		<u>1-30</u>	<u>Over 30</u>
3/4	\$ 8.55	\$3.04	\$3.41
1	31.44	3.04	3.41
1-1/2	62.88	3.04	3.41
2	151.10	3.04	3.41
3	327.20	3.04	3.41
4	599.20	3.04	3.41
6	1,252.00	3.04	3.41
8	2,662.00	3.04	3.41
Irrigation Meter		3.41	3.41

Rate increases from Grand Strand Water and Sewer Authority are included in the water rates charged by the City of North Myrtle Beach.

Section 7. Effective July 1, 2021, the monthly base charge and volume charge for sewer service shall be based upon the following schedule of rates and charges:

<u>Water Meter Size(Inches)</u>	<u>Minimum Volume Charge</u> <u>1,000 Gallons Per ERU</u>	<u>Volume Charge</u> <u>Per 1,000 Gallons Used</u>
3/4	\$ 8.17	\$ 3.27
1	30.68	3.27
1-1/2	61.36	3.27
2	143.40	3.27
3	313.20	3.27
4	573.00	3.27
6	1,200.00	3.27
8	2,547.00	3.27

Rate increases from GSWSA are included in the sewer rates charged by the City of North Myrtle Beach.

Section 8. Effective October 1, 2021 the charge for water and wastewater Capital Recovery Fees per ERU will be based upon the following schedule:

<u>Type of Capital Recovery Fee</u>	<u>Charge Per ERU</u>
Water	\$3,520
Wastewater	2,955

Section 9. Water & Sewer Tap Fees will increase by 20% to reflect actual costs of the various taps.

Section 10. This Ordinance shall be effective July 1, 2021.

Section 11. This ordinance supersedes any other inconsistent ordinance.

DONE, RATIFIED AND PASSED, THIS _____ DAY OF _____, 2021.

ATTEST:

Mayor Marilyn Hatley

City Clerk

APPROVED AS TO FORM:

City Attorney

FIRST READING: 6-7-2021

SECOND READING: _____

REVIEWED:

City Manager

ORDINANCE: 21-24