



Law Enforcement Service District

April 18, 2017

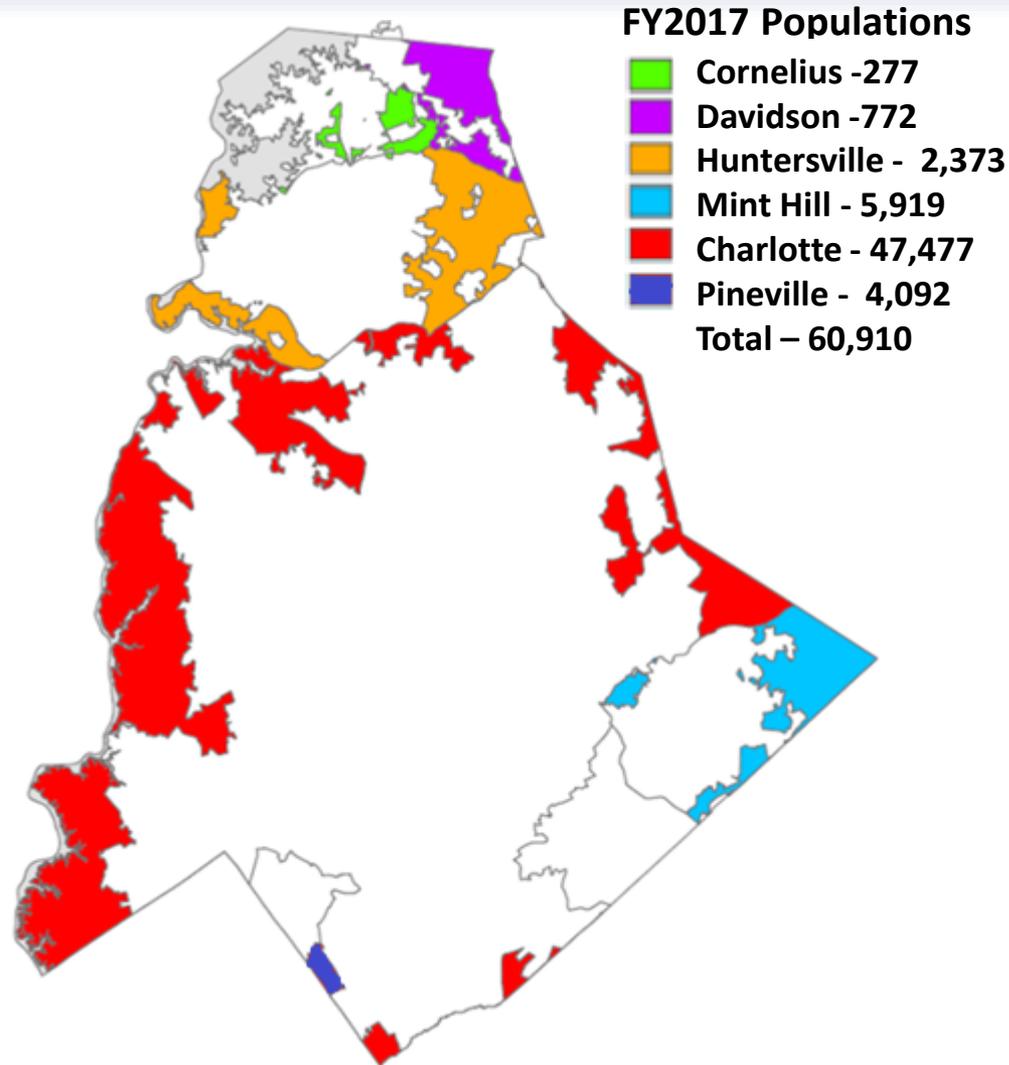


Purpose

- Share preliminary budget estimates for the Law Enforcement Service District (LESD)



Mecklenburg County Extra-Territorial Jurisdictions (ETJs)





Background

- The City and County both had police departments before 1996.
- LESD created in 1996 to fund law enforcement in unincorporated area through Charlotte-Mecklenburg Police Department (CMPD).



LESD Funding Formula

- Charlotte-Mecklenburg Police Department Budget (CMPD)
- LESD population percentage of total CMPD patrol area population
- Separate contract for Cornelius lake patrol



Charlotte-Mecklenburg Police Budget Assumption

- \$16.2M estimated increase in CMPD budget
 - Increase for personnel
 - 62 Sworn Positions
 - 15 Civilian Positions
- LESD population: 7.01% of total area patrolled by CMPD



FY2018 Preliminary Estimate

$$\begin{array}{c} \text{LESD} \\ \text{Population} \\ 60,910 \end{array} \div \begin{array}{c} \text{Charlotte} \\ \text{and LESD} \\ \text{Population} \\ 869,495 \end{array} = 7.01\%$$

$$\begin{array}{c} \text{CMPD} \\ \text{Budget} \\ 256,866,616 \end{array} \times 7.01\% = \begin{array}{c} \text{CMPD} \\ \text{Coverage} \\ \text{of LESD} \\ 17,994,060 \end{array} + \begin{array}{c} \text{Lake} \\ \text{Patrol} \\ 367,000 \end{array} = \begin{array}{c} \text{Total LESD} \\ \text{Cost} \\ 18,361,060 \end{array}$$

FY2018 Law Enforcement Service District estimated cost = \$18,361,060

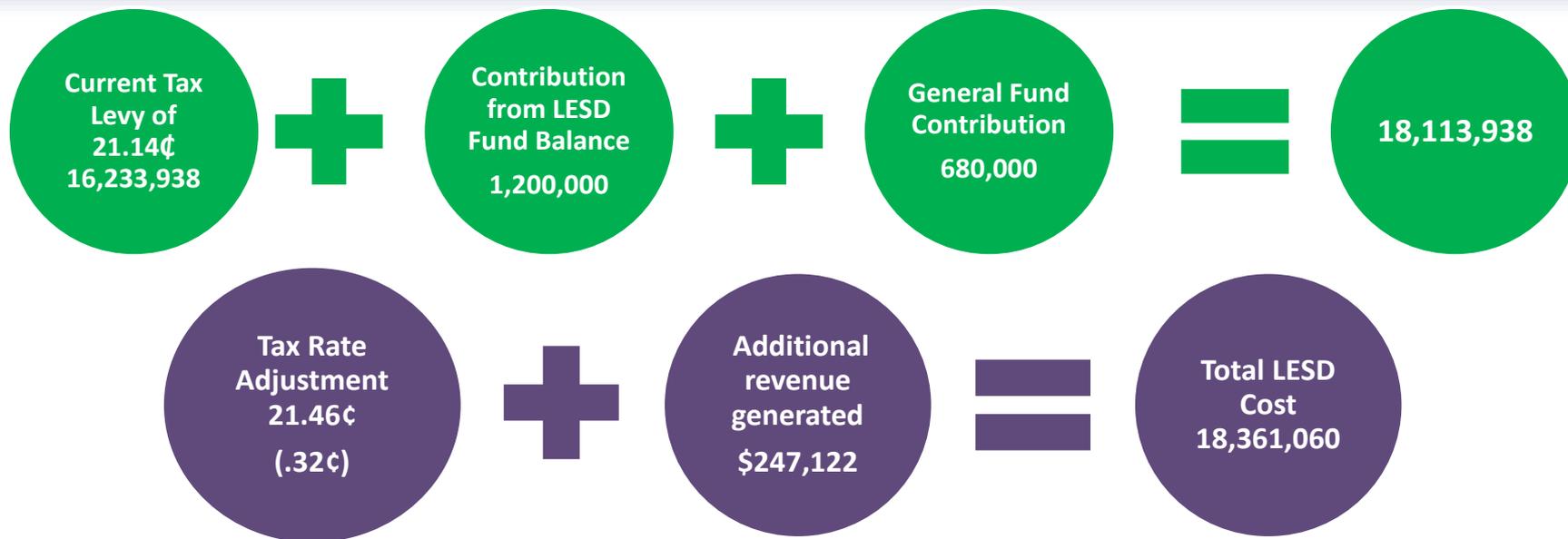


Law Enforcement Service District FY2018 Cost Drivers

Cost drivers for FY2018 Law Enforcement Service District Budget Increase	Amount
Due to population increase	\$ 347,523
Due to CMPD budget increase	1,136,745
	\$ 1,484,267



Law Enforcement Service District FY2018 Estimated Revenue



FY2018 LESD Revenue: \$18,361,060

- Tax Rate Increase of .32 cents is required to fully fund estimate
- Tax Rate Levy (21.46 cents per \$100 value): 16,479,674
 - Revenue growth at 21.14 cents= \$875,596 (5.7% increase)
 - Revenue growth at 21.46 cents = \$1.1M (7.3% increase)
- LESD Fund Balance Contribution: 1.2M (\$ 1,201,452 projected for year ending 2017)
- General Fund Contribution: 680,000



Law Enforcement Service District Assessed Value & Tax Levy

	FY2014	FY2015	FY2016	FY2017	FY2018
Assessed Valuation	\$6,496,000,000	\$6,896,577,887	\$7,158,257,036	\$7,413,329,069	\$7,835,970,921
Tax Rate	19.37¢	19.37¢	21.14¢	21.14¢	21.46¢
Rate Increase	-	-	1.77¢	-	.32¢
Tax levy	\$12,119,422	\$13,131,498	\$14,838,995	\$15,358,342	\$16,479,674
General Fund (Lake Patrol)	\$680,000	\$680,000	\$680,000	\$680,000	\$680,000
LESD Fund Balance	\$1,000,000	\$686,401	\$150,000	\$838,451	\$1,200,000



Service Districts Fund Balance Strategy

- Appropriate fund balance to stabilize tax rates
- Any fund balance appropriation is subject to BOCC approval



Summary of Law Enforcement Service District FY2018 Budget Estimate

- Increase in CMPD Budget for additional employees is likely
- LESD FY2018 estimated budget is \$18,361,060
- Use of LESD Fund Balance: \$1,200,000
- A .32¢ tax rate increase is required to fully fund estimate
- The Manager's Recommended Budget will include a final recommendation for funding the LESD



Law Enforcement Service District

April 18, 2017