

**Vance County, North Carolina
FY 2011-12 Budget Ordinance**

BE IT ORDAINED by the Board of Commissioners of Vance County, North Carolina, meeting in special session this 21st of June, 2011, that revenues and expenditures are hereby appropriated for the operation of Vance County government and its related activities, including the Public Schools and Community College, for the fiscal year beginning July 1, 2011, and ending June 30, 2012, according to the following summaries and schedules:

SECTION I GENERAL FUND (10)

The General Fund contains the majority of revenues and expenditures for the operations of Vance County government. All general ad valorem tax proceeds are directed into this Fund and are either expended within or transferred into other appropriate funds in an identifiable manner consistent with generally accepted governmental accounting principles.

A. Expenditures Authorized by Departments:

| Department | Amount |
|--|------------|
| 4100 - Governing Body | \$ 189,315 |
| 4300 - Elections | 208,117 |
| 4400 - Administration/Finance | 721,940 |
| 4500 - Tax Department | 515,453 |
| 4600 - Community Improvement | 59,876 |
| 4700 - Legal Services | 22,190 |
| 4800 - Register of Deeds | 368,121 |
| 4900 - Information Technology | 158,303 |
| 4910 - Economic Development Commission | 342,025 |
| 5000 - County Administration Building | 119,821 |
| 5010 - County Office Building | 61,673 |
| 5020 - Henry A. Dennis Building | 45,838 |
| 5030 - Vance Manor | 830 |
| 5040 - Senior Center | 37,570 |
| 5050 - Courthouse | 309,483 |
| 5060 - Social Services Building | 111,864 |

| Department | Amount |
|---|-------------------|
| 5100 - Sheriff's Department | 3,670,692 |
| 5140 - Justice Assistance Grant | 20,000 |
| 5200 - Jail | 3,041,576 |
| 5230 - CJPP Multi-County Program | 271,837 |
| 5250 - Environmental Services | 49,840 |
| 5300 - Fire and EMS | 2,133,840 |
| 5410 - Planning & Development | 617,402 |
| 5550 - Central Services | 638,515 |
| 5760 - Soil and Water Conservation | 108,289 |
| 5800 - Mental Health | 179,238 |
| 5900 - Public Health | 330,291 |
| 5990 - Animal Control | 276,300 |
| 6000 - Contributions to Other Agencies | 1,286,207 |
| 6010 - Smart Start Program - Coop. Extension | 54,489 |
| 6020 - 4-H Pullet Chain | 1,835 |
| 6030 - Extension - General | 6,350 |
| 6040 - Cooperative Extension - 4-H | 16,200 |
| 6050 - Cooperative Extension Service | 141,219 |
| 6070 - Veteran Services | 62,558 |
| 6100 - Social Services | 10,019,361 |
| 6110 - Program on Aging | 604,467 |
| 6130 - DSS - Vending/FC Contributions | 1,900 |
| 6150 - Nutritional Meals Program | 137,877 |
| 6180 - Conflict Management - RESOLVE | 36,895 |
| 6190 - Youth Services - NYPUM | 159,991 |
| 6200 - Friends of Youth | 44,591 |
| 6210 - 911 Emergency Communications | 1,198,941 |

| Department | Amount |
|---|-----------------------------|
| 6810 - Schools - Current Expense | 7,202,440 |
| Schools - Capital Outlay | 425,000 |
| Schools - Teacher Supplements | 1,030,000 |
| 6830 - Community College - Current Expense | 926,260 |
| Community College - Capital Outlay | 18,720 |
| Nursing Center - Maria Parham Hospital | 7,280 |
| 6960 - Transfers to Other Funds | 2,823,645 |
| 9990 - Contingency | 100,000 |
| <i>General Fund Expenditures - Grand Total</i> | <i>\$ 40,916,465</i> |

B. Revenues Anticipated:

| Account | Amount |
|--|----------------------|
| 301-100 - Current Year Taxes | \$ 18,780,058 |
| 301-101 through 104 - Prior Year Taxes | 1,295,000 |
| 301-105 - Penalties and Interest | 295,000 |
| 315-500 - Vehicle Rental Tax | 16,500 |
| 325-500 - Privilege License | 7,000 |
| 329-900 - Interest Earnings | 25,000 |
| 332-200 - Animal Control Fees | 9,500 |
| 332-201 - Animal Control Vaccine | 4,250 |
| 332-202 - Animal Control - Dog Taxes | 1,000 |
| 332-203 - Animal Control Donations | 2,500 |
| 332-204 - Animal Control - Fines | 1,600 |
| 332-205 - Animal Control - Misc. Revenues | 1,500 |
| 333-302 - Coop. Ext. - Misc. Income - General | 5,000 |
| 333-305 - Coop. Ext. - Master Gardeners | 675 |
| 333-307 - United Way - Consumer Science | 440 |
| 333-308 - Coop. Ext. - Farmers Market | 10,000 |

| Account | Amount |
|---|---------------|
| 333-309 - Coop. Ext. - Pullet Chain | 1,835 |
| 334-401 - Service Fees - 4-H | 16,200 |
| 334-403 - Miscellaneous Fees - 4-H | 500 |
| 342-201 - Planning Fees - Subdivisions | 3,950 |
| 342-202 - Planning Fees | 8,750 |
| 342-203 - Board of Adjustment Fees | 2,000 |
| 345-500 - Local Government Sales Tax - 1¢ | 3,440,000 |
| 345-501 - 1st ½¢ Sales Tax - 70% General Fund | 1,349,160 |
| 345-502 - 1st ½¢ Sales Tax - 30% Cap. Res. School | 578,210 |
| 345-503 - 2nd ½¢ Sales Tax - 40% General Fund | 644,000 |
| 345-504 - 1st ½¢ Sales Tax - 60% Cap. Res. School | 966,000 |
| 346-600 - Beer & Wine | 115,200 |
| 346-606 - Veteran Services | 2,000 |
| 346-607 - CJPA Funds | 271,837 |
| 346-608 - Jail Inmates Per Diem | 67,500 |
| 346-609 - Civil License Revocation | 5,500 |
| 346-629 - Soil & Water Conservation - State | 3,600 |
| 346-636 - Sales Taxes - City Hold Harmless | (440,000) |
| 347-700 - ABC Revenue | 50,000 |
| 347-701 - ABC Funds (5¢/Bottle) | 6,195 |
| 347-702 - ABC Funds (Additional 5¢/Bottle) | 5,405 |
| 348-800 - Administrative - Social Services | 3,500,000 |
| 348-802 - MA/TANF Fraud Collections | 1,800 |
| 348-805 - IV-D Fees | 1,000 |
| 348-806 - IV-E Maximization | 75,000 |
| 348-807 - Food Stamp Fraud Collection | 1,200 |
| 348-808 - State Foster Care | 50,000 |
| 348-809 - Special Adoptions | 14,000 |

| Account | Amount |
|---|---------------|
| 348-810 - AFDC Foster Care | 140,000 |
| 348-812 - AFDC - IV-D | 5,000 |
| 348-815 - Day Care - State/Federal | 1,925,765 |
| 348-816 - Day Care - Smart Start | 343,092 |
| 348-825 - Progress Energy | 8,470 |
| 348-827 - Elderly & Disabled Transportation | 40,000 |
| 348-829 - Supplemental EDTAP | 21,000 |
| 348-830 - Medicaid Transportation | 355,000 |
| 348-832 - CAP - Reimbursement (Medicaid) | 130,000 |
| 348-833 - Medicaid At Risk | 20,000 |
| 348-840 - Work First - EDTAP | 6,830 |
| 348-841 - Work First - Supplemental | 2,400 |
| 348-852 - Health Network | 20,000 |
| 349-901 - Incentive - IV-D | 105,000 |
| 349-904 - SHIIP | 3,090 |
| 349-905 - ARRA | 3,745 |
| 349-919 - Older American Act Title III-B - COG | 225,109 |
| 349-924 - Nutritional Meals Program - Title III-C | 121,000 |
| 350-001 - Vending Machine Profits - DSS | 400 |
| 350-002 - Indigent Assistance - Donations | 400 |
| 350-003 - Foster Children - Donations | 1,500 |
| 350-007 - Donations - Senior Center | 1,500 |
| 350-010 - Liquid Nutrition Sales | 7,000 |
| 350-015 - Project Income Title III-B & III-C | 10,000 |
| 350-026 - Aging Donations | 500 |
| 353-303 - Emergency Management - Federal | 18,000 |
| 353-313 - Federal Owned Entitlement Land | 45,000 |
| 356-600 - Register of Deeds | 146,000 |

| Account | Amount |
|---|----------------|
| 356-601 - Register of Deeds - Excise Tax | 60,000 |
| 356-602 - Register of Deeds - Automation Fund | 130,628 |
| 357-710 - Inspection Fees | 235,000 |
| 358-800 - Jail Fees | 16,000 |
| 358-802 - Jail Telephone Income | 33,500 |
| 358-807 - Senior Center - Jail Meals | 84,000 |
| 358-814 - US Marshal's Office - Jail | 40,000 |
| 358-816 - Inmate Copayment Fees - Jail | 1,500 |
| 358-818 - Jail Incentive - ESC & SSN | 10,000 |
| 358-820 - Client Meals - CJPP | 6,000 |
| 359-901 - Sheriff's Fees | 93,000 |
| 359-903 - IV-D Contract - Sheriff | 64,300 |
| 359-906 - Concealed Weapons Permits | 10,000 |
| 359-908 - Clerk of Court - Sheriff | 50 |
| 359-912 - Officers' Fees | 25,000 |
| 359-913 - Fingerprinting/Transports | 4,800 |
| 359-918 - Sheriff - ICE | 2,500 |
| 360-000 - Ambulance Service Fees - Current Year | 745,000 |
| 360-001 - Ambulance Service Fees - Prior Years | 570,000 |
| 360-002 - Ambulance - Debt Setoff | 117,500 |
| 367-702 - Insurance Reimbursement | 55,000 |
| 367-710 - Tourism - Collections & Administration | 25,000 |
| 367-720 - AOC Telephone | 9,000 |
| 369-900 - City of Henderson - Elections | 46,300 |
| 369-901 - City of Henderson - Tax Office | 148,560 |
| 369-904 - City of Henderson - 911 | 516,490 |
| 369-915 - City Water Reimbursements | 2,500 |
| 370-000 - Rents | 120,000 |

| Account | Amount |
|--|----------------|
| 370-001 - Sales of Tax Maps & Ordinances | 1,000 |
| 370-003 - CATV Franchise Revenue | 165,000 |
| 370-004 - False Alarms | 500 |
| 370-005 - Miscellaneous Revenues | 7,500 |
| 370-012 - United Way - FOY | 1,000 |
| 370-013 - United Way - Youth Services | 7,500 |
| 370-014 - Vending Proceeds - Finance | 450 |
| 370-020 - Smart Start | 54,489 |
| 370-099 - Sale of Fixed Assets | 20,000 |
| 380-001 - Friends of Youth | 22,500 |
| 380-003 - NCAY | 12,500 |
| 380-009 - JCPC Administration Assistance | 5,500 |
| 380-011 - Conflict Management - State | 7,450 |
| 380-012 - Conflict Management - Counties | 29,457 |
| 380-013 - Mentoring Grant | 500 |
| 380-020 - RGP Grant - KARTS | 35,112 |
| 380-022 - Justice Assistance Grant | 20,000 |
| 380-023 - Federal Grant - Vests | 3,685 |
| 380-030 - Youth Services - OJJDP | 94,500 |
| 380-039 - 911 Grant | 18,000 |
| 380-043 - REDC Grant - Sewer - Warrenton Road | 33,421 |
| 380-044 - Gang Assessment Grant | 25,000 |
| 380-050 - Wellness Grant | 1,750 |
| 380-051 - Supplemental RGP Grant | 30,888 |
| 380-052 - 911/EMA Exercise Grant | 18,870 |
| 380-058 - 911/EMA Exercise Grant - 2010 | 27,500 |
| 397-717 - Transfer from Facilities Fees | 74,920 |
| 397-743 - Transfer from Fire Tax | 83,330 |

| Account | Amount |
|--|----------------------|
| 397-745 - Transfer from Room Occupancy Tax | 100,000 |
| 397-760 - Transfer from CR - Schools | 125,000 |
| 397-771 - Transfer from ETS - Wireless | 88,509 |
| 399-900 - Fund Balance Appropriated | 1,727,340 |
| General Fund Revenues - Grand Total | \$ 40,916,465 |

SECTION II WATER ENTERPRISE FUND (16)

This fund will provide the necessary accounting for a long-term county water system. Appropriations for FY 2011-12 are for initial costs in establishing the program and represent a partial year funding level.

A. Expenditures Authorized:

| Account | Amount |
|--|-------------------|
| Salary | \$ 37,500 |
| Part-Time Salaries | 17,800 |
| FICA | 4,233 |
| Group Insurance | 8,520 |
| Retirement | 2,617 |
| Telephone/Postage | 4,500 |
| Travel/Training | 5,700 |
| Departmental Supplies | 3,524 |
| Workers' Compensation | 1,260 |
| Contracted Services | 102,960 |
| Insurance/Bonds | 1,500 |
| Grant Supplies | 100 |
| Total Expenditures - Water Fund | \$ 190,214 |

B. Revenues Anticipated:

| Account | Amount |
|------------------------------------|-------------------|
| Investment Earnings | \$ 390 |
| Refunds and Reimbursements - City | 18,400 |
| Transfer from General Fund | 171,424 |
| <i>Total Revenues - Water Fund</i> | \$ 190,214 |

SECTION III FACILITIES FEES FUND (17)

Proceeds generated from court-assessed orders and legislatively established fees are directed into this Fund. Such proceeds are used in a legally compliant manner to assist in the provision of facilities for the court system of the State of North Carolina. Revenues are drastically inadequate as related to actual costs borne by the County.

A. Expenditures Authorized:

| Account | Amount |
|---|-------------------|
| Part-time Salary | \$ 4,584 |
| FICA | 351 |
| Maintenance/Repair - Equipment | 1,800 |
| Departmental Supplies | 9,393 |
| Workers' Compensation | 15 |
| Insurance/Bonds | 422 |
| NCDOC Rent | 16,500 |
| Facilities - Courthouse | 59,255 |
| Facilities - Administrative Building | 15,665 |
| <i>Total Expenditures - Facilities Fees</i> | \$ 107,985 |

B. Revenues Anticipated:

| Account | Amount |
|---------------------|---------------|
| Investment Earnings | \$ 485 |

| Account | Amount |
|---|-------------------|
| Court Fees | 102,500 |
| Fund Balance Appropriated | 5,000 |
| <i>Total Revenues - Facilities Fees</i> | \$ 107,985 |

SECTION IV DEBT SERVICE FUND (20)

This Fund contains long-term indebtedness owned by the County. It does not include bonded indebtedness for provision of educational facilities which is incorporated into Fund 21 (Debt Service Fund - Schools).

A. Expenditures Authorized:

| Account | Amount |
|---|---------------------|
| Aycock Recreation Complex | \$ 168,165 |
| NVHS Sewer Line | 77,761 |
| Dabney Elem. School Sewer Line (Ruin Creek) | 81,000 |
| Bond Principal - Courthouse | 485,000 |
| Bond Interest - Courthouse | 87,525 |
| Lease Payment - Jail Renovations | 200,000 |
| Lease Payment Interest - Jail Renovations | 62,880 |
| <i>Total Expenditures - Debt Service</i> | \$ 1,162,331 |

B. Revenues Anticipated:

| Account | Amount |
|--------------------------------------|---------------------|
| Investment Earnings | \$ 1,400 |
| Transfer from General Fund | 817,051 |
| Transfer from CR - Schools | 81,000 |
| Transfer from CR - General | 262,880 |
| <i>Total Revenues - Debt Service</i> | \$ 1,162,331 |

SECTION V DEBT SERVICE FUND - SCHOOLS (21)

Revenues and expenditures for payment of principal and interest costs of general obligation bonds for public school system facilities are contained within this fund. Sales tax proceeds earmarked legislatively for school construction and capital outlay are used to fund these needs.

A. Expenditures Authorized:

| Account | Amount |
|---|---------------------|
| Qualified Zone Academy Bonds - Schools (2005) | \$ 101,864 |
| Qualified Zone Academy Bonds - Schools (2003) | 77,487 |
| Bond Principal - Schools (2003) | 365,000 |
| Bond Interest - Schools (2003) | 29,150 |
| New Elementary School - Interest | 465,368 |
| New Elementary School - Principal | 650,000 |
| Administrative Office Building - Schools | 234,993 |
| Qualified School Construction Bonds - Interest - 2011 | 195,310 |
| Qualified School Construction Bonds - Principal - 2011 | 261,622 |
| <i>Total Expenditures - Debt Service School Bond</i> | \$ 2,380,794 |

B. Revenues Anticipated:

| Account | Amount |
|---|---------------------|
| Transfer from Capital Res. - Schools (Sales Tax) | \$ 2,380,794 |
| <i>Total Revenues - Debt Service School Bond</i> | \$ 2,380,794 |

SECTION VI SOLID WASTE ENTERPRISE FUND (30)

1. Senate Bill 11 (The Solid Waste Management Act of 1989) provides for the use of an enterprise fund for solid waste disposal and related activities, effective July, 1990. All revenues and expenditures are budgeted within the fund which operates as a separate enterprise or operation. This Fund is supported primarily by solid waste household user fees which are \$105.00 per household for FY 2011-12.

2. As authorized by Chapter 153A of the General Statutes of North Carolina, the following rules and regulations were established by the Board of Commissioners on June 28, 1995 to govern the assessment of a solid waste household user fee to fund disposal and other related solid waste costs.

a) There will be a solid waste household user fee (SWHUF) assessed on all residential dwelling units in Vance County (including the areas inside the three municipalities).

b) The SWHUF shall be billed annually to the owners of residential dwelling units on the property tax bills and shall be collectable and payable in the same manner as the property tax.

c) The Vance County Tax Administrator is authorized to use the same collection procedures for the SWHUF as for property tax as defined in General Statutes 105-381.

3. Exemptions from the SWHUF may be granted to individuals for any residential dwelling that is not and will not be occupied, and that will not have electrical service at any time during the period of July 1 through June 30 of each fiscal year. In order to qualify for the exemption, the property owner must submit a "Solid Waste Household User Fee Exemption Form" to the Vance County Tax Office. The County shall have the right to inspect any residential dwelling unit to verify occupancy status for which an exemption has been requested.

4. Recognized residential solid waste haulers may be exempted from transfer station tipping fees by submission of information on their residential waste collection services to Vance County. It shall be incumbent upon the solid waste hauler to make this request. Furthermore, it shall be incumbent upon the County Manager, or the Tax Administrator in conjunction with the County Manager, to verify the request and approve exemption.

A. Expenditures Authorized:

| Account | Amount |
|--|---------------------|
| Operating Expenses - Solid Waste Management | \$ 2,111,500 |
| <i>Total Expenditures - Solid Waste Management</i> | <i>\$ 2,111,500</i> |

B. Revenues Anticipated:

| Account | Amount |
|------------------------------------|---------------|
| Investment Earnings | \$ 300 |
| City Businesses | 4,500 |
| Leaf Disposal - City Reimbursement | 1,000 |

| Account | Amount |
|--|---------------------|
| Scrap Tire Fees | 48,500 |
| Recycling Proceeds | 1,000 |
| White Goods | 20,000 |
| Disposal Tax | 22,000 |
| Electronic Disposal Fees | 5,000 |
| Solid Waste Household User Fee | 1,927,800 |
| Recycling - DENR | 5,000 |
| Warren County - Collection Site | 32,500 |
| <i>Total Revenues - Solid Waste Management</i> | \$ 2,111,500 |

SECTION VII REAPPRAISAL RESERVE FUND (40)

As required by law, the County funds an on-going reserve for the purpose of octennial revaluation of its property tax base. The estimated amount needed for the next revaluation is simply divided by the remaining years to determine annual appropriations.

A. Expenditures Authorized:

| Account | Amount |
|---|-------------------|
| Octennial Reserve - Year 2016 | \$ 350,149 |
| <i>Total Expenditures - Reappraisal Reserve</i> | \$ 350,149 |

B. Revenues Anticipated:

| Account | Amount |
|---|-------------------|
| Investment Earnings | \$ 240 |
| Contributions From General Fund | 87,000 |
| Fund Balance Appropriated | 262,909 |
| <i>Total Revenues - Reappraisal Reserve</i> | \$ 350,149 |

SECTION VIII RETIREMENT/PENSION RESERVE (41)

Generally accepted governmental accounting principles include a reserve for potential contingent liabilities. This Fund is established to provide reserve funding for payments for “separation allowances” for retired law enforcement officers and for insurance benefits for qualified retired county employees. The County currently funds these obligations on a “pay-as-you-go” basis.

A. Expenditures Authorized:

| Account | Amount |
|--|-------------------|
| Separation Allowance - Certified LEO | \$ 96,985 |
| Fringe Benefits - Retiree Insurance | 176,463 |
| <i>Total Expenditures - Retirement/Pension Reserve</i> | <i>\$ 273,448</i> |

B. Revenues Anticipated:

| Account | Amount |
|--|-------------------|
| Investment Earnings | \$ 250 |
| General Fund - Separation Allowance | 17,812 |
| General Fund - Retiree Insurance Benefits | 21,192 |
| Fund Balance Appropriated | 234,194 |
| <i>Total Revenues - Retirement/Pension Reserve</i> | <i>\$ 273,448</i> |

SECTION IX SPECIAL FIRE TAX FUND (43)

The County established a Special Fire Protection Service District, effective July 1, 2002. In doing so, a special fire tax was levied with proceeds to be received and distributed within this Fund. The District includes all of the County except for territory inside the corporate boundaries of the City of Henderson. The District includes the Golden Belt Fire District served by Vance County Fire & EMS.

A. Expenditures Authorized:

| Account | Amount |
|---------------------|--------|
| Tax Refunds | \$ 500 |
| Administrative Fees | 2,000 |

| Account | Amount |
|--|-------------------|
| Kerr Lake/Golden Belt Merger | 31,330 |
| Contributions to Fire Departments | 400,000 |
| Rotating Capital Proceeds | 30,000 |
| <i>Total Expenditures - Special Fire Tax</i> | \$ 463,830 |

B. Revenues Anticipated:

| Account | Amount |
|--|-------------------|
| Investment Earnings | \$ 180 |
| Fire Tax - Current Year | 405,000 |
| Fire Tax - Prior Years | 16,000 |
| Fire Tax - Appropriated Fund Balance | 42,650 |
| <i>Total Revenues - Special Fire Tax</i> | \$ 463,830 |

SECTION X ROOM OCCUPANCY TAX (45)

Effective January 1, 2002, the existing Room Occupancy Tax was increased from 3% to 6% and a Tourism Development Authority was formed by the County. Proceeds from this tourism tax are accounted for in this Fund.

A. Expenditures Authorized:

| Account | Amount |
|--|-------------------|
| Operating Expenses - Tourism Development | \$ 399,306 |
| Visitors Center Grant | 68,335 |
| Rent | 13,200 |
| Transfer to General Fund | 100,000 |
| <i>Total Expenditures - Room Occupancy Tax</i> | \$ 580,841 |

B. Revenues Anticipated:

| Account | Amount |
|-----------------------------|------------|
| Room Occupancy Tax Proceeds | \$ 310,000 |

| Account | Amount |
|--|-------------------|
| Investment Earnings | 185 |
| Visitor Center - Investment Earnings | 75 |
| Miscellaneous Revenues | 500 |
| Car Show Revenues | 20,000 |
| Transfer from General Fund | 66,667 |
| Fund Balance Appropriated | 183,414 |
| Total Revenues - Room Occupancy Tax | \$ 580,841 |

SECTION XI CAPITAL RESERVE FUND - SCHOOLS (60)

The Capital Reserve Fund - Schools, established by resolution of the Board of Commissioners for the purpose of construction, renovation of facilities, and other capital improvements for schools, is included in the budget. Proceeds will be received from 1983 half cent Sales Tax (30%) and 1986 half cent Sales Tax (60%) into the General Fund and paid to Capital Reserve - Schools according to such resolution as adopted by the Board of Commissioners. In turn, such funds will then be transferred into the Debt Service Fund- Schools for the purpose of school bond repayment.

Any amendments that increase or decrease expenditures from the Capital Reserve Fund by five percent (5%) or more for each line item must be approved by the Vance County Board of Commissioners. Funds may be obligated or expended from the Special Accumulative Funds as contained in this Ordinance only with prior approval of the Vance County Board of Commissioners.

A. Fund Balance (FY 1984-85 through FY 2010-11)

1. Expenditures Authorized:

| Account | Amount |
|---|---------------------|
| Transfer to Debt Service - School Bonds | \$ 384,476 |
| Transfer to General Fund - Schools Capital Outlay | 125,000 |
| Special Capital Projects | 635,559 |
| Total Expenditures | \$ 1,145,035 |

2. Reserves on Hand:

| Account | Amount |
|---------------------------|---------------------|
| Investment Earnings | \$ 1,650 |
| Fund Balance Appropriated | 1,143,385 |
| Total Reserves | \$ 1,145,035 |

B. Current Year Appropriations (FY 2011-12)

1. 1983 ½¢ Sales Tax (30%)

a. Expenditures Authorized:

| Account | Amount |
|---|-------------------|
| Transfer to Debt Service - School Bonds | \$ 578,210 |
| Total Expenditures | \$ 578,210 |

b. Revenues Anticipated:

| Account | Amount |
|--------------------------------|-------------------|
| Contribution From General Fund | \$ 578,210 |
| Total Revenues | \$ 578,210 |

2. 1986 ½¢ Sales Tax (60%)

a. Expenditures Authorized:

| Account | Amount |
|--|-------------------|
| Transfer to Regular Debt Service - School Sewer Lines | \$ 81,000 |
| Transfer to Debt Service - School Bonds | 885,000 |
| Total Expenditures | \$ 966,000 |

b. Revenues Anticipated:

| Account | Amount |
|---------------------------------|------------|
| Contributions From General Fund | \$ 966,000 |

| Account | Amount |
|-----------------------|-------------------|
| Total Revenues | \$ 966,000 |

3. Lottery Proceeds

a. Expenditures Authorized:

| Account | Amount |
|--|-------------------|
| Transfer to Fund 21 - Qualified School Construction Bonds | \$ 261,622 |
| Total Expenditures | \$ 261,622 |

b. Revenues Anticipated:

| Account | Amount |
|-------------------------|-------------------|
| Lottery Proceeds | \$ 261,622 |
| Total Revenues | \$ 261,622 |

4. Annual Payment for Office Building

a. Expenditures Authorized:

| Account | Amount |
|---|-------------------|
| Transfer to Debt Service - Schools | \$ 234,993 |
| Total Expenditures | \$ 234,993 |

b. Revenues Anticipated:

| Account | Amount |
|--|-------------------|
| Vance County Schools - Admin Building | \$ 125,000 |
| Rental Income - Admin Building | 73,500 |
| Fund Balance Appropriated | 36,493 |
| Total Revenues | \$ 234,993 |

GRAND TOTALS

| Account | Amount |
|---|--------------|
| <i>Total Capital Reserve - Schools Expenditures</i> | \$ 3,185,860 |
| <i>Total Capital Reserve - Schools Revenues</i> | \$ 3,185,860 |

SECTION XII CAPITAL RESERVE FUND - GENERAL (61)

This Fund reserves funds for the purpose of improvement, repair, construction, purchase, installment and/or lease-purchase, or renovation of general county facilities and related capital outlay. Such funds must be appropriated to specific projects prior to encumbrance as required in GS 159-22. Contributions from the General Fund are comprised of Local Government Sales Taxes.

A. Expenditures Authorized:

| Account | Amount |
|--|------------|
| Special Projects | \$ 150,221 |
| Transfer to Debt Service - Jail | 262,880 |
| <i>Total Expenditures-Capital Reserve Fund-General</i> | \$ 413,101 |

B. Revenues Anticipated:

| Account | Amount |
|--|------------|
| Investment Earnings | \$ 425 |
| Transfer from General Fund | 262,880 |
| Fund Balance Appropriated | 149,796 |
| <i>Total Revenues - Capital Reserve Fund - General</i> | \$ 413,101 |

SECTION XIII EMERGENCY TELEPHONE SYSTEM - WIRELESS FUND (71)

Former Fund 70. In March of 1994, the County of Vance enacted a surcharge of \$1.00 per telephone line for the purpose of obtaining necessary funding to implement an Enhanced-911 Emergency Communications System. Such surcharges were collected by Sprint Telephone Company (Century Link) and remitted monthly to the County. These funds were restricted in use by North Carolina General Statutes for specific purposes in the enhancement of emergency telecommunications for local governments and were accounted for in the

Emergency Telephone System Fund.

Former Fund 71. The State of North Carolina enacted a surcharge on wireless (cellular) telephones of 80¢ per phone, with 40% or 32¢ directed to local governments whose 911 centers can process wireless calls. Only 30% of an expenditure could be comprised of wireless funds unless stated otherwise in regulations. In May 2001, Governor Mike Easley withheld \$1,000,000 statewide of wireless surcharge monies for the purpose of balancing the State budget. The action by the Governor resulted in a one-time loss of about \$5,500 for Vance County. A separate accounting fund was established for these monies and was entitled “Emergency Telephone System - Wireless Fund.”

Current Fund 71. The General Assembly reorganized the surcharge programs into one single fund, changing the collection and distribution methodologies and restricting the use of funds. This action was effective January 1, 2008. Therefore, Funds 70 and 71 were combined into Fund 71. New regulations have been developed which also include a revised funding allocation formula, resulting in lower funding levels for Vance County.

A. Expenditures Authorized:

| Account | Amount |
|--|-------------------|
| Emergency Communications | \$ 524,627 |
| Special Projects | 319,872 |
| Transfer to General Fund | 88,509 |
| <i>Total Expenditures - Emergency Telephone System - Wireless Fund</i> | \$ 933,008 |

B. Revenues Anticipated:

| Account | Amount |
|--|-------------------|
| Investment Earnings | \$ 600 |
| Surcharge - Combined | 353,243 |
| Fund Balance Appropriated | 579,165 |
| <i>Total Revenues - Emergency Telephone System - Wireless Fund</i> | \$ 933,008 |

SECTION XIV CONTRIBUTIONS FROM GENERAL FUND TO OTHER FUNDS

(These monies are transferred from the General Fund to other funds and are *deducted* in final computations inasmuch as they are included in other funds.)

| Other Funds | Amount |
|---|---------------------|
| Debt Service | \$ 817,051 |
| Reappraisal Reserve | 87,000 |
| Capital Reserve - Schools | 1,544,210 |
| Capital Reserve - General | 262,880 |
| Retirement/Pension | 39,004 |
| Debt Service - Schools | 73,500 |
| <i>Total Contributions to Other Funds</i> | \$ 2,823,645 |

SECTION XV TOTAL BUDGET

| | |
|--|----------------------|
| GRAND TOTAL EXPENDITURES AUTHORIZED | \$ 50,245,881 |
| GRAND TOTAL REVENUES ANTICIPATED | \$ 50,245,881 |

SECTION XVI BUDGET SUMMARY

| Fund | Amount |
|--------------------------------------|---------------|
| (10) General Fund | \$ 40,916,465 |
| (16) Water Enterprise Fund | 190,214 |
| (17) Facilities Fees Fund | 107,985 |
| (20) Debt Service Fund | 1,162,331 |
| (21) Debt Service - Schools Fund | 2,380,794 |
| (30) Solid Waste Enterprise Fund | 2,111,500 |
| (40) Reappraisal Reserve Fund | 350,149 |
| (41) Retirement/Pension Reserve Fund | 273,448 |
| (43) Fire Tax Fund | 463,830 |
| (45) Room Occupancy Tax Fund | 580,841 |

| Fund | Amount |
|---|----------------------|
| (60) Capital Reserve - Schools Fund | 3,185,860 |
| (61) Capital Reserve - General Fund | 413,101 |
| (71) Emergency Telephone System Fund | 933,008 |
| <i>Budget Subtotal</i> | 53,069,526 |
| <i>Less: Contributions from General Fund to Other Funds</i> | - 2,823,645 |
| Budget Grand Total | \$ 50,245,881 |

SECTION XVII PUBLIC SCHOOLS

A. Capital Outlay

Appropriations to Capital Outlay - Schools are allocated by project pursuant to NCGS 115C-419B. Any amendments that increase or decrease expenditures among line items within the Capital Outlay appropriation by more than ten percent (10%) from the amount contained in this Budget Ordinance or by subsequent action must receive prior approval by the Board of Commissioners. \$125,000 of Capital Outlay appropriations to the Schools is committed by the Schools to be applied to the annual payments for the Administrative Office Building at 1724 Graham Avenue, Henderson, NC. The Schools will transfer that portion of the allocation from Capital Outlay to Current Expense annually in order to comply with established governmental accounting principles for schools. The reserved amount will be distributed upon receipt and approval of school projects by the Board of County Commissioners.

No Capital Outlay funds may be expended until itemization of such funds is approved by the Board of Commissioners.

| Account | Amount |
|--------------------------------------|-------------------|
| <i>Total Capital Outlay - County</i> | \$ 425,000 |

B. Current Expense

| Account | Amount |
|---------------------|--------------|
| Current Expense | \$ 7,202,440 |
| Teacher Supplements | 1,030,000 |

| Account | Amount |
|---|--------------|
| <i>Total Current Expense - Public Schools</i> | \$ 8,233,440 |

Total Capital Outlay and Current Expense:

| Account | Amount |
|--|--------------|
| Total Public School Appropriation (Excluding Bonds and Long-Term Indebtedness) | \$ 8,657,440 |

SECTION XVIII TOURISM DEVELOPMENT

The County of Vance established a Tourism Development Authority, effective January 1, 2002. Room Occupancy Tax proceeds generated from the six percent (6%) tax are controlled by the Vance County Tourism Development Authority, with fiscal accounting of such funds performed by the County Finance Director. Such funds are included in this budget ordinance for accounting purposes although under the direct control of the Tourism Development Authority.

SECTION XIX EMPLOYEE COMPENSATION

Adjustments to base salaries have been excluded due to extreme economic conditions. The third and final phase of The Maps Study has been further delayed.

SECTION XX MILEAGE REIMBURSEMENT RATE

The County rate of reimbursement for private vehicle mileage expense in the conduct of official business is set at the maximum level allowed by the Internal Revenue Service.

SECTION XXI METHOD OF LEVY

The tax levy is based on the single levy method. Under this method all taxes are levied for the General Fund, except the Special Fire Tax, which in turn will generate the required revenues in other funds through contributions to those funds. Other revenues will also be received in the General Fund and will comprise the Contributions to Other Funds. The method of a single tax levy is considered appropriate for numerous reasons: (1) the consolidation of tax revenues and most other revenues in the General Fund is beneficial to a sound investment program; (2) it normally reduces the cost of preparing tax bills, accounting for tax collections, and maintaining the general ledgers of the various other funds; and (3) all excess amounts of revenue not required to finance the budget are left under the control of the County of Vance for appropriate use according to establishment of priorities and needs as determined by the governing body.

SECTION XXII TAX RATE

An ad valorem tax rate of 78.2¢ per \$100.00 at full valuation is hereby set as the official tax rate for the County of Vance for FY 2011-12. This rate is based on a total estimated valuation of \$2,574,000,000 and an estimated rate of collection of 93.30% which is the actual tax collection rate for FY 2009-10.

Special Fire Tax. The establishment of a Special Fire Protection Service District outside the corporate boundaries of the City of Henderson was officially approved by the Vance County Board of Commissioners on June 27, 2002, to be effective as of July 1, 2002. Implementation of such a district allows a special fire tax to be assessed according to NCGS 153A-307. The official tax rate for the defined Special Fire Protection Service District in Vance County will be 2.6¢ per \$100 of full valuation for FY 2011-12. This rate is based on a total estimated valuation of \$1,669,550,000 with an estimated collection rate of 93.30% which does not exceed the estimated tax collection rate for FY 2009-10 for the Special Fire Protection Service District.

SECTION XXIII DISPENSATION

Copies of this Budget Ordinance shall be furnished to the Finance Director and to the County Manager as Budget Officer of Vance County for direction in executing official duties as prescribed by law.

Adopted this 21st day of June, 2011.

Eddie L. Wright _____ (signed)
Eddie L. Wright, Chairman
Vance County Board of Commissioners