

STATE OF NORTH CAROLINA

COUNTY OF VANCE

The Vance County Board of Commissioners met in special session on Monday, June 23, 2014 at 5:00 p.m. in the Commissioners' Conference Room, Vance County Administration Building, 122 Young Street, Henderson, NC. Those Commissioners present were as follows: Chairperson Deborah F. Brown, Commissioners Archie B. Taylor, Jr., Dan Brummitt, Terry E. Garrison, Thomas S. Hester, Jr., Gordon Wilder, and Eddie L. Wright.

Absent: None.

Also present were County Manager Jerry L. Ayscue, Finance Director David C. Beck, County Attorney Jonathan S. Care, and Clerk to the Board Kelly H. Grissom.

Chairperson Deborah F. Brown gave the invocation.

The purpose of the special meeting was to address the following:

1. Adoption of FY 2014-15 budget ordinance
2. Authorization of year-end closeouts
3. Approval of appraisal company for 2016 property revaluations
4. Approval of lease agreements
5. Other items as needed
6. Enter into closed session to discuss a property matter

Adoption of FY 2014-15 Budget Ordinance. County Manager Jerry L. Ayscue stated that the Budget Ordinance is presented with a 1¢ property tax increase. The new rate is 79.2¢. The fire tax remains at 4¢ and the solid waste household fee remains the same at \$105.00 per household, per year. The General Fund budget is \$44,153,607. The total budget, including Other Funds, is \$53,064,344. The appropriation from Fund Balance includes funding for the Recreation Department in the amount of \$556,411, should the Board decide to manage that department in the future. The budget also includes salary adjustments at \$804 per full-time employee and .35¢ an hour per part-time employee. Mr. Ayscue stated that the Budget Ordinance has been prepared based on the consensus of the Board at its last budget session. Once the budget is approved, it will be distributed to department heads for their implementation.

Mr. Ayscue noted that health insurance premiums increased by 4.53%. There are also new positions in the budget - mostly in Social Services, one at 911, one at the Senior Center, reinstating the Planner position at Planning & Development, and expanding the Food & Nutrition Education Program Specialist position at Cooperative Extension. In addition, the management of the Recreation Department is included in the budget as well as the Youth Village request from the Juvenile Crime Prevention Council.

Commissioner Dan Brummitt stated that this budget is growing government. We are in a county that is not growing, and our citizens are struggling. The new positions are not necessary and will only grow the government more. There are other ways to find efficiencies within this budget and there were opportunities to have a flat budget. He stated that the County needs to work within its means, and he feels that this budget steps outside of that. He does not support the budget as presented.

Commissioner Eddie L. Wright stated that he cannot support the tax increase because it could be a burden for some citizens, but he does support the salary adjustment for employees.

Vote on the motion to approve the FY 2014-15 Budget Ordinance as presented was ayes - four (4); noes - three (3), with the dissenting votes being cast by Commissioners Dan Brummitt, Gordon Wilder, and Eddie L. Wright.

Chairperson Brown thanked the staff and fellow board members for their hard work during the budget process.

[illegible]

BE IT ORDAINED by the Board of Commissioners of Vance County, North Carolina, meeting in special session this 23rd day of June, 2014, 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, 2014, and ending June 30, 2015, 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
410 - Governing Body	197,258
430 - Elections	239,308
440 - Administration/Finance	831,719
450 - Tax Department	694,189
470 - Legal Services	22,870
480 - Register of Deeds	270,317
490 - Information Technology	130,582
491 - Economic Development Commission	207,792
500 - County Administration Building	140,760
501 - County Office Building	43,006
502 - Henry A. Dennis Building	46,495
503 - Vance Manor	897
504 - Senior Center	40,965
505 - Courthouse	307,629
506 - Social Services Building	106,666
510 - Sheriff's Office	4,142,113
514 - Justice Assistance Grant	6,500
517 - Sheriff's Interdiction Program	46,500
520 - Jail	3,167,554
525 - Environmental Services	40,600
530 - Fire and EMS	3,119,216
541 - Planning & Development	691,777
555 - Central Services	658,511
576 - Soil & Water Conservation	101,204
580 - Mental Health	189,492
590 - Public Health	328,655
590 - Animal Control	387,330
600 - Contributions to Other Agencies	1,420,677
601 - Smart Start Program - Cooperative Extension	56,477
602 - 4-H Pullet Chain	3,025
604 - Cooperative Extension - 4-H	14,700
605 - Cooperative Extension Services	124,385
607 - Veterans Service	59,509
609 - 4-H Robotics	3,800
610 - Social Services	10,966,599
611 - Program on Aging	637,167
613 - DSS - Vending/Foster Care Contributions	6,000
615 - Nutritional Meals Program	149,394
618 - Conflict Management - RESOLVE	6,575
619 - Youth Services - NYPUM	160,398
620 - Friends of Youth	54,967
621 - 911 Emergency Communications	1,232,209
622 - Farmers Market	31,593
681 - Schools - Current Expense	7,202,440
Schools - Teacher Supplements	1,030,000
Schools - Capital Outlay	526,000
683 - Community College - Current Expense	961,260
Community College - Capital Outlay	18,720
Nursing Center - Maria Parham Hospital	7,280

Department	Amount
Corporate Campus	24,000
696 - Transfers to Other Funds	3,063,195
999 - Contingency	233,332
General Fund Expenditures - Grand Total	\$ 44,153,607

B. Revenues Anticipated:

Account	Amount
301-430100 - Current Year Taxes	20,903,969
301-430101 through 104 - Prior Year Taxes	1,333,000
301-430105 - Penalties and Interest	320,000
301-430107 - Future Taxes	40,000
301-430109 - Tax Foreclosures	3,000
315-431500 - Vehicle Rental Tax	26,500
325-432500 - Privilege License	6,500
329-432900 - Interest Earnings	6,000
332-433200 - Animal Control Fees	10,000
332-433201 - Animal Control Vaccine	7,500
332-433202 - Animal Control - Dog Taxes	300
332-433203 - Animal Control - Donations	3,500
332-433204 - Animal Control - Fines	1,500
332-433208 - Spay/Neuter Reimbursement	7,000
332-433209 - Rescue Pull Fees	12,500
332-437005 - Miscellaneous Revenues	1,000
332-500052 - Restitution	500
333-433207 - Cooperative Ext. - Farm Bureau Donation	2,500
333-433221 - Farmers Market Vendors	7,300
333-433222 - Farmers Market Facility Rentals	750
333-433307 - United Way - Consumer Science	500
333-433309 - Cooperative Extension - Pullet Chain	3,025
334-433401 - 4-H Service Fees	6,000
334-433403 - 4-H Miscellaneous Fees	50
334-433404 - 4-H Robotics	3,800
334-433405 - 4-H Farm Bureau Revenue	2,500
342-434201 - Planning Fees - Subdivisions	7,200
342-434203 - Board of Adjustment Fees	3,500
342-434204 - Zoning Permit Fees	25,000
342-434208 - Maps, Prints, etc.	1,000
345-434500 - Local Government Sales Tax - 1¢	3,700,000
345-434501 - 1 st 1/2¢ Sales Tax - 70% General Fund	1,570,000
345-434502 - 1 st 1/2¢ Sales Tax - 30% Capital Res. Schools	661,000
345-434503 - 2 nd 1/2¢ Sales Tax - 40% General Fund	710,000
345-434504 - 1 st 1/2¢ Sales Tax - 60% Capital Res. Schools	1,057,000
345-434507 - Hold Harmless - Cities (Deduction)	-535,000
346-434600 - Beer & Wine	125,000
346-434606 - Veterans Service Office	1,000
346-434609 - Civil License Revocation	3,750
346-434628 - Soil and Water Technician Funds	25,000
346-434629 - Soil & Water Conservation - State	3,600
347-434700 - ABC Revenue	8,000
347-434701 - ABC Funds (5¢/Bottle)	10,000
347-434702 - ABC Funds (Additional 5¢/Bottle)	10,000
348-434800 - Administrative - Social Services	4,380,004
348-434802 - MA/TANF Fraud Collections	1,000
348-434804 - Vender IV-E	6,000
348-434805 - IV-D Fees	1,000
348-434806 - IV-E Maximization	110,000
348-434807 - Food Stamp Fraud Collection	3,500
348-434808 - State Foster Care	50,000

Account	Amount
348-434810 - IV-E Foster Care	328,395
348-434811 - Individual LINKS	15,230
348-434815 - Day Care - State/Federal	1,784,977
348-434816 - Day Care - Smart Start	432,550
348-434826 - Duke Energy	17,500
348-434827 - Elderly & Disabled Transportation	45,448
348-434830 - Medicaid Transportation	400,000
348-434832 - CAP - Reimbursement (Medicaid)	72,000
349-434904 - SHIP	4,558
349-434919 - Older American Act Title III-B - COG	221,592
349-434924 - Nutritional Meals Program - Title III-C	121,000
350-435001 - Vending Machine Profits - DSS	3,000
350-435003 - Foster Children - Donations	1,500
350-435007 - Senior Center - Donations	6,000
350-435010 - Liquid Nutrition Sales	13,000
350-435015 - Project Income Title III-B & III-C	6,800
350-435027 - Water Aerobics - Senior Center	4,300
350-435066 - Christmas Projects - Children	1,500
353-435313 - Federal Owned Entitlement Land	53,000
356-435600 - Register of Deeds	156,000
356-435601 - Register of Deeds - Excise Tax	56,000
356-435602 - Register of Deeds - Automation Fund	19,000
356-435603 - Marriage Licenses	5,500
357-435710 - Inspection Fees	250,500
358-435800 - Jail Fees	15,250
358-435802 - Jail Telephone Income	35,000
358-435807 - Senior Center - Jail Meals	90,000
358-435816 - Inmate Copayment Fees - Jail	1,000
358-435818 - Jail Incentive - ESC & SSN	10,000
359-435901 - Sheriff's Fees	150,000
359-435903 - IV-D Contract - Sheriff	80,500
359-435906 - Concealed Weapon Permits	25,000
359-435908 - Clerk of Court - Sheriff	50
359-435912 - Officers' Fees	16,000
359-435913 - Fingerprinting/Transports	5,500
359-435916 - Substance Abuse Tax	100
359-435917 - Sheriff - Interdiction Funds	46,500
360-436000 - Ambulance Service Fees - Current Year	830,000
360-436001 - Ambulance Service Fees - Prior Years	630,000
360-436002 - Ambulance - Debt Setoff	132,654
367-436702 - Insurance Reimbursement	25,000
367-436710 - Tourism - Collections & Administration	25,000
367-436720 - Administrative Office of the Courts - Telephone	108
369-436900 - City of Henderson - Elections	40,683
369-436901 - City of Henderson - Tax Office	173,548
369-436904 - City of Henderson - 911	559,117
369-436913 - Payment - Purchase of Old Library	32,750
370-437000 - Rents	76,420
370-437001 - Sales of Tax Maps & Ordinances	75
370-437003 - CATV Franchise Revenue	170,000
370-437004 - False Alarms	200
370-437005 - Miscellaneous Revenues	7,500
370-437012 - United Way - Friends of Youth	2,500
370-437013 - United Way - Youth Services	5,500
370-437014 - Vending Proceeds - Finance	350
370-437020 - Smart Start - Grant	56,281
370-437024 - Vehicle Lease Proceeds	711,395
370-437026 - Road Signs	200
370-437099 - Sale of Fixed Assets	44,000

Account	Amount
380-438001 - Friends of Youth	24,032
380-438003 - Emergency Shelter Care	16,364
380-438009 - JCPC Administration Assistance	6,300
380-438011 - Conflict Management - State	5,978
380-438020 - Rural Grant Program - KARTS	79,394
380-438022 - Justice Assistance Grant	6,500
380-438023 - Federal Grant - Vests	7,686
380-438030 - Youth Services - OJJDP	102,042
380-438039 - 911 Grant	18,000
380-438050 - Wellness Grant	1,810
380-438059 - 911 Employee Supplement Grant	15,056
397-439717 - Transfer from Facilities Fees	44,217
397-439743 - Transfer from Fire Tax	234,878
397-439745 - Transfer from Room Occupancy Tax	45,000
397-439760 - Transfer from Capital Reserve - Schools	226,000
397-439761 - Transfer from Capital Reserve - General	11,000
397-439771 - Transfer from ETS - Wireless	88,660
399-439900 - Fund Balance Appropriated	556,411
General Fund Revenues - Grand Total	\$ 44,153,607

SECTION II WATER ENTERPRISE FUND (16)

This fund will provide the necessary accounting for a long-term county water system. Appropriations for FY 2014-15 are for initial costs in establishing the program and represent a full year for Phase 1A and partial year for Phases 2A and 2B.

A. Expenditures Authorized:

Account	Amount
Telephone/Postage	5,500
Utilities	13,350
Advertising	5,500
Departmental Supplies	28,875
Special Contracted Services	40,896
Contracted Services	46,800
Insurance/Bonds	1,500
Purchased Water	66,385
Bank Service Charges	250
Bad Debt Expense	5,000
Debt Service Reserve	21,000
Capacity Fee - City	52,875
System Maintenance	28,125
Permits	870
Depreciation Expense	23,400
Transfer to Debt Service General	188,979
Total Expenditures - Water Fund	\$ 529,305

B. Revenues Anticipated:

Account	Amount
Investment Earnings	20
Refunds and Reimbursements - City	14,266
Water Revenues - Metered	239,000
Water Revenues - Non-metered	80,640
Reconnection Fees	3,200
NSF Check Fees	1,600
Late Payment Fees	1,600
Transfer from General Fund	188,979
Total Revenues - Water Fund	\$ 529,305

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 significantly inadequate as related to actual costs borne by the County.

A. Expenditures Authorized:

Account	Amount
Part-time Salary	4,860
FICA	372
Maintenance/Repair - Equipment	1,750
Office Supplies	200
Departmental Supplies	10,000
Workers' Compensation	89
Insurance/Bonds	200
NC Department of Corrections Rent	16,500
Facilities - Courthouse	44,217
Total Expenditures - Facilities Fees	\$ 78,188

B. Revenues Anticipated:

Account	Amount
Investment Earnings	188
Court Fees	78,000
Total Revenues - Facilities Fees	\$ 78,188

SECTION IV **DEBT SERVICE FUND (20)**

This Fund contains long-term indebtedness owned by the County and the Vance County Water District. For the most part, it does not include bonded indebtedness for provision of public school facilities which is incorporated into Fund 21 (Debt Service Fund - Schools).

A. Expenditures Authorized:

Account/Debt Satisfaction Date	Amount
Aycock Recreation Complex (2016)	146,562
Northern Vance High School Sewer Line (2016)	66,769
Dabney Elementary School Sewer Line - Ruin Creek (2017)	71,636
Bond Principal - Courthouse (2019)	455,000
Bond Interest - Courthouse (2019)	63,875
Lease Payment - Jail Renovations (2019)	200,000
Lease Payment Interest - Jail Renovations (2019)	39,300
Lease Payment Principal - VGCC	39,370
Lease Payment Interest - VGCC	17,814
Bond Interest - Water	188,979
Lease Principal - Jail & EMS	18,190
Lease Interest - Jail & EMS	1,410
Total Expenditures - Debt Service	\$ 1,308,905

B. Revenues Anticipated:

Account	Amount
Investment Earnings	5
Transfer from General Fund	808,985
Transfer from Water Fund	188,979
Transfer from Capital Reserve - Schools	71,636
Transfer from Capital Reserve - General	239,300
Total Revenues - Debt Service	\$ 1,308,905

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. Also contained in this fund are revenues and expenditures for Qualified Zone Academy Bonds, Qualified School Construction Bonds, and lease-purchase payments. Sales tax and lottery proceeds earmarked legislatively for school construction and capital outlay are used to fund these needs.

A. Expenditures Authorized:

Account/Debt Satisfaction Date	Amount
Qualified Zone Academy Bonds - Schools (2026)	101,864
Qualified Zone Academy Bonds - Schools (2023)	77,487
New Elementary School - Principal (2030)	650,000
New Elementary School - Interest (2030)	389,903
Administrative Office Building - Schools (2016)	212,557
Qualified School Construction Bonds - Interest (2028)	261,622
Qualified School Construction Bonds (2028)	159,799
Qualified Zone Academy Bonds - Schools (2028)	133,334
Total Expenditures - Debt Service School Bond	\$ 1,986,566

B. Revenues Anticipated:

Account	Amount
Transfer from Capital Reserve - Schools (Sales Tax)	1,986,566
Total Revenues - Debt Service School Bond	\$ 1,986,566

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 remain at \$105.00 per household for FY 2014-15. It adds a fee to accept yard waste, effective October 1, 2014, at a rate to be set by the Board of Commissioners.

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	2,102,772
Total Expenditures - Solid Waste Management	\$ 2,102,772

B. Revenues Anticipated:

Account	Amount
City Businesses	5,500
Scrap Tire Fees	50,000
White Goods	14,813
Disposal Tax	20,500
Electronic Disposal Fees	2,800
Solid Waste Household User Fees	1,940,000
Yard Waste Fees	30,000
Warren County - Collection Site	33,500
Fund Balance Appropriated	5,659
Total Revenues - Solid Waste Management	\$ 2,102,772

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. Due to revisions in cost projections, the annual contribution from the General Fund to the Reappraisal Reserve Fund has been decreased for FY 2014-15.

A. Expenditures Authorized:

Account	Amount
Octennial Reserve - Year 2016	563,388
Total Expenditures - Reappraisal Reserve	\$ 563,388

B. Revenues Anticipated:

Account	Amount
Investment Earnings	480
Contributions from General Fund	37,000
Fund Balance Appropriated	525,908
Total Revenues - Reappraisal Reserve	\$ 563,388

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 Law Enforcement Officer	117,068

Fringe Benefits - Retiree Insurance	217,412
Total Expenditures - Retirement/Pension Reserve	\$ 334,480

B. Revenues Anticipated:

Account	Amount
Investment Earnings	300
General Fund - Separation Allowance	9,135
General Fund - Retiree Insurance Benefits	10,865
Fund Balance Appropriated	314,180
Total Revenues - Retirement/Pension Reserve	\$ 334,480

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. Taxes were increased in FY 2012-13 to provide an increase in departmental allocations and two day-time positions in each of the southern and northern portions of the County to improve fire response time. Funds are budgeted in the amount of \$1,375 per VFD in Vance County (and half each for the two in neighboring counties) to assist with the cost of financial reviews and/or audits.

A. Expenditures Authorized:

Account	Amount
Contracted Services - Financial Reviews/Audits	11,000
Administrative Fees	2,000
Kerr Lake/Golden Belt Merger - Substation Debt	33,900
Volunteer Assistance	138,378
Contributions to Fire Departments (\$60,600/\$30,300)	484,800
Rotating Capital Proceeds (Drewry/Epsom)	30,000
Total Expenditures - Special Fire Tax	\$ 700,078

B. Revenues Anticipated:

Account	Amount
Fire Tax - Current Year	635,000
Fire Tax - Prior Years	23,500
Fire Tax - Appropriated Fund Balance	41,578
Total Revenues - Special Fire Tax	\$ 700,078

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. The Fund is administered by the TDA Board of Directors with technical support from the County.

A. Expenditures Authorized:

Account	Amount
Operating Expenses - Tourism Development	286,638
Administrative Fees	25,000
Special Projects	65,200
Account	Amount
Rent	13,920
Transfer to General Fund	45,000
Total Expenditures - Room Occupancy Tax	\$ 435,758

B. Revenues Anticipated:

Account	Amount
Room Occupancy Tax Proceeds	305,000
Miscellaneous Revenues	2,000
Car Show Revenues	18,500
Fund Balance Appropriated	110,258
Total Revenues - Room Occupancy Tax	\$ 435,758

SECTION XI ECONOMIC DEVELOPMENT PROJECT FUND (47)

The County established this Fund as a condition of receiving an Economic Catalyst Grant from the North Carolina Rural Economic Development Center to purchase manufacturing equipment for Semprius, Inc. The company must reimburse the County over a five-year period and the funds must be restricted for future economic development projects.

A. Expenditures Authorized:

Account	Amount
Special Projects	513,194
Total Expenditures - Economic Dev. Project Fund	\$ 513,194

B. Revenues Anticipated:

Account	Amount
Lease Proceeds	182,873
Fund Balance Appropriated	330,321
Total Revenues - Economic Development Project Fund	\$ 513,194

SECTION XII 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 are 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 are then transferred into the Debt Service Fund-Schools and Capital Reserve Fund-General for the purpose of school debt 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.

Current Year Appropriations (FY 2014-15)

1. 1983 1/2¢ Sales Tax (30%)
a. Expenditures Authorized:

Account	Amount
Transfer to Debt Service - School Bonds	661,000
Total Expenditures	\$ 661,000

- b. Revenues Anticipated:

Account	Amount
Contribution from General Fund	661,000

Total Revenues	\$ 661,000
-----------------------	-------------------

2. 1986 1/2¢ Sales Tax (60%)
- a. Expenditures Authorized:

Account	Amount
Transfer to Regular Debt Service - School Sewer Lines	71,636
Transfer to Debt Service - School Bonds	948,836
Total Expenditures	\$ 1,020,472

- b. Revenues Anticipated:

Account	Amount
Contribution from General Fund	1,057,000
Less: Amount used for Office Building	-36,528
Total Revenues	\$ 1,020,472

3. Lottery Proceeds
- a. Expenditures Authorized:

Account	Amount
Transfer to Fund 21 - QSCBs and QZABs #3	394,955
Transfer to General Fund - School Security	101,000
Total Expenditures	\$ 495,955

- b. Revenues Anticipated:

Account	Amount
Lottery Proceeds	495,955
Total Revenues	\$ 495,955

4. Annual Payment for Office Building
- a. Expenditures Authorized:

Account	Amount
Transfer to Debt Service - Schools	212,557
Total Expenditures	\$ 212,557

- b. Revenues Anticipated:

Account	Amount
Vance County Schools - Administrative Building	125,000
Rental Income - Administrative Building	50,949
Investment Earnings	80
Sales Tax (1986 - 60%)	36,528
Total Revenues	\$ 212,557

5. Qualified School Construction Bond Interest Refund
- a. Expenditures Authorized:

Account	Amount
Transfer to Debt Service - School Bonds	159,798
Total Expenditures	\$ 159,798

- b. Revenues Anticipated:

Account	Amount
Qualified School Construction Bonds - Interest	159,798
Total Revenues	\$ 159,798

GRAND TOTALS

Account	Amount
Total Capital Reserve - Schools Expenditures	2,549,782
Total Capital Reserve - Schools Revenues	\$ 2,549,782

SECTION XIII 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
Transfer to Debt Service Fund (Jail)	239,300
Transfer to General Fund - Courthouse Painting	11,000
Total Expenditures - Capital Reserve Fund - General	\$ 250,300

B. Revenues Anticipated:

Account	Amount
Investment Earnings	18
Transfer from General Fund	239,282
Fund Balance Appropriated	11,000
Total Revenues - Capital Reserve Fund - General	\$ 250,300

SECTION XIV 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	478,618
Transfer to General Fund - 911 Addressing/Data Base	88,457

Special Projects	54,141
Total Expenditures - Emergency Telephone System - Wireless Fund	\$ 621,216

B. Revenues Anticipated:

Account	Amount
Investment Earnings	50
Surcharge - Combined	450,000
Fund Balance Appropriated	171,166
Total Revenues - Emergency Telephone System - Wireless Fund	\$ 621,216

SECTION XV 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
Water Fund (16)	188,979
Debt Service (20)	808,985
Reappraisal Reserve (40)	37,000
Retirement/Pension (41)	20,000
Schools (60) Admin Bldg Rent	50,949
Capital Reserve - Schools (60) Sales Tax Proceeds	1,718,000
Capital Reserve - General (61)	239,282
Total Contributions to Other Funds	\$ 3,063,195

SECTION XVI TOTAL BUDGET

GRAND TOTAL EXPENDITURES AUTHORIZED	\$ 53,064,344
GRAND TOTAL REVENUES ANTICIPATED	\$ 53,064,344

SECTION XVII BUDGET SUMMARY

Fund	Amount
(10) General Fund	44,153,607
(16) Water Enterprise Fund	529,305
(17) Facilities Fees Fund	78,188
(20) Debt Service Fund	1,308,905
(21) Debt Service - Schools Fund	1,986,566
(30) Solid Waste Enterprise Fund	2,102,772
(40) Reappraisal Reserve Fund	563,388
(41) Retirement/Pension Reserve Fund	334,480
(43) Fire Tax Fund	700,078
(45) Room Occupancy Tax Fund	435,758
(47) Economic Development Project Fund	513,194
(60) Capital Reserve - Schools Fund	2,549,782
(61) Capital Reserve - General Fund	250,300
Fund	Amount
(71) Emergency Telephone System Fund	621,216
Budget Subtotal	56,127,539
Less: Contributions from General Fund to Other Funds	-3,063,195
Budget Grand Total	\$ 53,064,344

SECTION XVIII 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
Capital Outlay	425,000
Building Security	101,000
Total Capital Outlay	\$ 526,000

B. Current Expense

Account	Amount
Current Expense	7,202,440
Teacher Supplements	1,030,000
Total Current Expense - Public Schools	\$ 8,232,440

Total Capital Outlay and Current Expense:

Account	Amount
Total Public School Appropriation (Excluding Bonds and Long-Term Indebtedness)	\$ 8,758,440

SECTION XIX 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 XX EMPLOYEE COMPENSATION

There are some limited reclassifications and position upgrades as part of organizational restructuring. Full-time employees working as of June 30, 2014 will receive an increase of \$804 to their annual salary base. Provisions are made for part-time employees to also receive a salary adjustment.

SECTION XXI 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 XXII 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

General Fund
Fund 10

		<u><i>Increase</i></u>	<u><i>Increase</i></u>
Professional Services	10410-500010		5,000
Travel/Training	10410-500014		15,000
Advertising	10410-500026		2,500
Departmental Supplies	10410-500033		250
Insurance & Bonds	10410-500054		800
FICA Expense	10430-500005		1,600
Telephone & Postage	10430-500011		2,750
Regular Salaries	10440-500001		2,500
Part-Time Salaries	10440-500002		3,100
Retirement	10440-500007		150
Office Supplies	10440-500032		2,000
Contracted Services	10440-500045		750
Bank Service Charges	10440-500088		9,000
Travel/Training	10450-500014		3,000
Special Contracted Services	10450-500044		65,000
Contracted Services	10450-500045		35,000
Regular Salaries	10460-500001		4,655
Special Contracted Services	10470-500044		35,000
Maintenance Equipment	10480-500016		1,000
Supplemental Retirement	10480-500108		1,000
Travel/Training	10491-500014		3,000
Unemployment Insurance	10491-500038		3,744
Industrial Park Maintenance	10491-500196		450
Regular Salaries	10500-500001		700
Utilities	10500-500013		1,500
Maintenance Building & Grounds	10500-500015		15,000
Utilities	10501-500013		750
Part-Time Salaries	10504-500002		138
Travel/Training	10505-500014		1,300
Maintenance Building & Grounds	10505-500015		4,000
Maintenance Building & Grounds	10506-500015		3,100
Workmen's Comp Insurance	10506-500037		1,088
Contracted Services	10506-500045		35,000
Part-Time Salaries	10510-500002		6,117
Office Supplies	10517-500032		475
Sheriff's Interdiction Funds	10517-500033		16,500
Non-Capitalized Assets	10517-500085		4,500
Part-Time Salaries	10520-500002		282,040
FICA Expense	10520-500005		11,633
Health Care-Drugs-Medicine	10520-500046		94,500
Food & Provisions	10520-500047		44,875
Medical Examiner	10525-500174		16,000
Regular Salaries	10530-500001		25,250
Part-Time Salaries	10530-500002		5,558
Overtime	10530-500003		20,965
FICA Expense	10530-500005		2,029
Retirement	10530-500007		6,016
Maintenance Building & Grounds	10530-500015		22,000
Maintenance Vehicles	10530-500017		80,000
Equipment Rental	10530-500021		8,300
Workmen's Comp Insurance	10530-500037		25,208
Unemployment Insurance	10530-500038		6,874
Contracted Services	10530-500045		18,000
Non-Capitalized Assets	10530-500085		12,293
EMS Medicaid Admin Fee	10530-500141		7,769
Fuel	10530-500186		9,400

Physicals	10530-500190	6,122
Ambulance Supplies	10530-500334	28,500
Insurance & Bonds	10540-500054	294
Miscellaneous Expense	10555-500070	6,600
Fringe Benefits-Retirees	10555-500109	5,000
Telephone & Postage	10576-500011	450
Travel/Training	10576-500014	350
Auto Supplies	10576-500031	250
Departmental Supplies	10576-500033	275
Food & Provisions	10576-500047	250
Workmen's Comp Insurance	10576-500037	274
Dues & Subscriptions	10576-500053	345
Insurance & Bonds	10576-500054	327
\$0.05 Btl Alcohol-12 Steps	10580-500392	3,200
Add'l .05 Btl Alcohol-Rehab	10580-500393	4,000
Maintenance Building & Grounds	10590-500015	4,500
Overtime	10599-500003	7,551
Advertising	10599-500026	1,275
Auto Supplies	10599-500031	2,400
Health Care-Drugs-Medicine	10599-500046	2,000
National Guard Armory	10600-500200	3,200
JCPC Administrative	10600-500255	11,500
Travel/Training	10601-500014	2,000
Advertising	10601-500026	350
Departmental Supplies	10601-500033	200
Workmen's Comp Insurance	10601-500037	72
Contracted Services	10601-500045	2,250
Part-Time Salaries	10605-500002	1,680
FICA Expense	10605-500005	128
Family & Consumer Science	10605-500150	460
Regular Salaries	10607-500001	1,200
Telephone & Postage	10607-500011	2,500
Office Supplies	10607-500032	750
Contracted Services	10607-500045	250
Part-Time Salaries	10610-500002	41,058
Overtime	10610-500003	12,812
Travel/Training	10610-500014	15,000
State Foster Home Fund	10610-500018	30,000
IV-E Foster Care	10610-500024	200,000
Medical Transportation	10610-500243	85,000
Contracted Services	10611-500045	17,500
Donations Foster Children	10613-500061	450
Vending Machines	10613-500069	2,500
Overtime	10621-500003	8,200
Travel/Training	10621-500014	3,300
Unemployment Insurance	10621-500038	1,563
Contracted Services	10621-500045	12,000
Non-Capitalized Assets	10621-500085	7,625
Disaster Expenditures	10621-500526	550
Departmental Supplies	10622-500033	1,500
Regular Salaries	10629-500001	360,851
Part-Time Salaries	10629-500002	91,569
Longevity Pay	10629-500004	3,050
FICA Expense	10629-500005	34,211
Group Insurance	10629-500006	92,640
Retirement	10629-500007	25,728
Regular Salaries	10630-500001	160,446

Part-Time Salaries	10630-500002	21,933
FICA Expense	10630-500005	13,941
Group Insurance	10630-500006	24,812
Retirement	10630-500007	11,344
CR-Schools	10696-500066	300,000
Transfer to Econ Development	10696-500193	15,000
Ad Valorem Tax-Current Yr	10301-430100	1,301,630
Ad Valorem Tax-1st Prior	10301-430101	11,780
Ad Valorem Tax-2nd Prior	10301-430102	85,345
Ad Valorem Tax-3rd Prior	10301-430103	65,000
Ad Valorem Tax-All Others	10301-430104	14,500
Penalties and Interest	10301-430105	100,000
Interest Earnings-NCVTS	10329-432906	2,300
Farm Bureau Donation	10333-433207	3,000
4-H Farm Bureau Revenue	10334-433405	3,400
Zoning Permit Fees	10342-434204	15,500
ABC Revenue-\$0.05 Btl	10347-434701	1,750
ABC Revenue-Add'l \$.05 Btl	10347-434702	1,750
IV-D Incentive	10349-434901	63,131
Nutritional Meals Program	10349-434924	30,710
Donations Senior Citizens	10350-435007	17,000
Sheriff Interdiction Funds	10359-435917	25,500
Insurance Reimbursement	10367-436702	86,750
H.L. Perry Library Reimbursement	10367-436704	576,007
VC Housing Authority Reimbursement	10367-436705	213,540
Economic Development Donations	10370-437016	11,620
Friends of Youth-DJJP	10380-438001	5,000
JCPC Administrative	10380-438009	16,000
Exercise Funding 2010	10380-438058	27,500

		<u>Decreases</u>	<u>Decreases</u>
Capital Outlay	10430-500074		5,000
Regular Salaries	10490-500001		10,000
Insurance & Bonds	10491-500054		2,500
Maintenance Building & Grounds	10504-500015		2,000
FICA Expense	10510-500005		18,000
Group Insurance	10510-500006		64,000
Retirement	10510-500007		14,000
401-K	10510-500009		18,000
Contracted Services	10605-500045		15,000
Rescue Pull Fees	10332-433209	25,000	
911 Exercise Grant	10380-438052	20,000	
Transfer from CR-School	10397-439760	93,190	
Transfer from CRS ADM Funds	10397-439762	7,810	
Totals		<u>2,532,713</u>	<u>2,532,713</u>

Water Fund
Fund 16

		<u>Increase</u>	<u>Increase</u>
Contracted Services	16665-500045		30,000
Purchased Water	16665-500079		45,000
Fund Balance Appropriated	16399-439900	75,000	

		<u><i>Decrease</i></u>	<u><i>Decrease</i></u>
Totals		<u>75,000</u>	<u>75,000</u>

Fire Tax Fund
Fund 43

		<u><i>Increase</i></u>	<u><i>Increase</i></u>
Rotating Capital Payment	43354-500320		30,000
Fire Tax-Current Year	43303-430300	30,000	

		<u><i>Decrease</i></u>	<u><i>Decrease</i></u>
Totals		<u>30,000</u>	<u>30,000</u>

Room Occupancy Tax Fund
Fund 45

		<u><i>Increase</i></u>	<u><i>Increase</i></u>
Telephone & Postage	45413-500011		350
Utilities	45413-500013		1,000
Miscellaneous Expense	45413-500070		75
Administration Fees	45413-500083		800
Rent	45413-500102		12,500
Room Occupancy Tax	45314-431400	14,725	

		<u><i>Decrease</i></u>	<u><i>Decrease</i></u>
Totals		<u>14,725</u>	<u>14,725</u>

Capital Reserve School Fund
Fund 60

		<u><i>Increase</i></u>	<u><i>Increase</i></u>
		<u><i>Decrease</i></u>	<u><i>Decrease</i></u>
Transfer to General Fund ADM	60681-500300		7,810
Transfer GF-Capital Outlay	60681-500301		93,190
Lottery Proceeds	60367-438502	93,190	
Fund Balance Appropriated	60399-439900	7,810	
Totals		<u>-101,000</u>	<u>-101,000</u>

Capital Reserve General Fund
Fund 61

		<u><i>Increase</i></u>	<u><i>Increase</i></u>
Transfer to General Fund	61660-500300		75,000
Fund Balance Appropriated	61399-439900	75,000	

B

L. Ayscue stated that the Properties Committee has reviewed the three RFPs that were received to perform the upcoming property revaluation. The three responses were received as follows:

	Person Appraisal Service	Shackleford & Associates	Tyler Technologies
Digital Images	\$26,000	*	*
Informal hearings after 20 days	*	*	\$500/person-workday (four hours or more)
Formal appeals after 20 days	*	*	\$650/person-workday (four hours or more)
Appraisal	\$435,500	\$440,000	\$364,000
Total Appraisal	\$461,500 (negotiable)	\$440,000	\$364,000 plus

*included in total cost

During the Board's June regular meeting, Tax Administrator Porcha Brooks recommended that Pearson Appraisal Service be selected. The consensus of the Properties Committee, although not unanimous, is to follow the Tax Administrator's recommendation and employ Pearson Appraisal Service.

Motion was made by Commissioner Thomas S. Hester, Jr. to approve Pearson Appraisal Service as the appraisal company for the 2016 property revaluations. This motion was seconded by Commissioner Eddie L. Wright.

Commissioner Dan Brummitt stated that his lack of support of Pearson Appraisal Service is based on the performance from the last revaluation. He feels that the other individuals that submitted an RFP are both suitable to do the job.

Commissioner Terry E. Garrison asked if the statement of work that will be issued to Pearson Appraisal Service is the exact same as it was eight years ago? County Attorney Jonathan S. Care stated that the answer to that question is No. An RFP was not solicited eight years ago as it was this time. The RFP outlines specific requirements and gives the County options to select the appraiser and maintain the right to approve or ask to have all appraisers removed from the job. The County gets to choose the initial set of appraisers. Based upon the Tax Administrator working with Pearson over the past several years, the County has gained an insight into which appraisers we would like working for us. Additionally, based upon the computer system that we are using now versus the one that was used eight years ago, a new Schedule of Values will have to be prepared. This should eliminate the issues that we encountered during the last revaluation.

Vote on the motion to approve Pearson Appraisal Service as the appraisal company for 2016 property revaluations was ayes - six (6); noes - one (1), with the dissenting vote being cast by Commissioner Dan Brummitt.

Lease Agreements. County Manager Jerry L. Ayscue explained that as required, we have advertised for public notice to enter into three lease agreements as follows: with the Kerr Tar Regional Council of Governments (COG), who rents office space in the Schools Central Office on Graham Avenue, FGV Partnership for Children, Inc. (Smart Start), who rents office space in the old mental health building on Charles Rollins Road, and Alliance Rehabilitative Care, Inc. (ARC), who occupies the old Scott Parker Complex on County Home Road.

The lease agreements with COG and Smart Start will be for a three-year lease beginning in July 2013 and ending in June 2016. The lease agreement with ARC is also a three-year lease beginning in July 2014 and ending in June 2017.

After brief discussion, motion was made by Commissioner Dan Brummitt to approve the lease agreements with Kerr Tar Council of Governments, FGV Partnership for Children, Inc.,

REO Property. County Attorney Jonathan S. Care noted that during a previous meeting, the Board of Commissioners approved the public sale process for a tax foreclosure property on Spring Valley Lake Road known as Ward Land. The property was advertised for upset bids and none were received. The Board is now free to sell the property or reject the offer. This should be done by resolution.

Motion was made by Commissioner Dan Brummitt to approve the following resolution accepting the bid for the property known as Ward Land located on Spring Valley Lake Road, Henderson, NC. This motion was seconded by Commissioner Gordon Wilder and unanimously approved.

WHEREAS, the Vance County Board of County Commissioners received an offer for the purchase and sale of County owned real property, which is more particularly described below:

Ward Land, Henderson, North Carolina 27537, Vance County Tax Department Parcel Number 0599 01009.

WHEREAS, pursuant to NCGS 160A-269, a notice was published in the *Daily Dispatch* on **May 9, 2014**, stating that said offer had been received and that any person wishing to submit an upset bid should do so within 10 days; and

WHEREAS, no upset bids were received within the statutorily prescribed time period;

THEREFORE, BE IT RESOLVED by the Vance County Board of Commissioners, pursuant to NCGS 160A-269 that:

The bid submitted by ***T.M. Roberson, II and wife, Allison Roberson*** in the amount of **\$2,000.00** subject to the terms and conditions contained in the submitted bid, attached hereto as Exhibit “A”, is hereby accepted for the property described herein and the Board’s Chairperson shall execute the documents necessary to complete the transfer of title to such property.

Adopted this the 23rd day of June, 2014.

Deborah F. Brown (signed)
Deborah F. Brown, Chairperson
Vance County Board of Commissioners

ATTEST:

Kelly H. Grissom (signed)
Kelly H. Grissom, Clerk to the Board

[illegible]

At this time, motion was made by Commissioner Dan Brummitt, seconded by Commissioner Gordon Wilder, vote unanimous, to enter into closed session to discuss a property matter.

Upon return to open session, and as there was no further business, at 6:05 p.m., motion was made by Commissioner Gordon Wilder, seconded by Commissioner Thomas S. Hester, Jr., vote unanimous, that the meeting be adjourned.

Approved and signed August 4, 2014.

Chairperson