Work Session Northampton County March 2, 2015

Present: Robert Carter, Fannie Greene, Chester Deloatch, Joseph Barrett, and Virginia

Spruill

Others Present: Kimberly Turner, Dot Vick and Michelle Nelson

Chairwoman Greene called the meeting to order.

A motion was made by Robert Carter and seconded by Joseph Barrett that the agenda be approved as printed. *Question Called:* All present voting yes. Motion carried.

Mrs. Greene turned the meeting over to County Manager, Kimberly Turner. Ms. Turner provided some information from a previous meeting with the Board of Education with their finance requests, as well as a five year facility report.

The Board of Education has suggested three options. Ms. Turner noted that Option 3 for \$3.5 Million includes some upgrades to Northampton County's Wellness Center. The Board has not discussed moving forward with Phase 2 of the Wellness Center. Ms. Turner asked the Board if they wanted to move forward with Phase 2, and if not, that would eliminate Option 3.

PLEASE SEE SCANNED DOCUMENTS WHICH ARE HEREBY MADE A PART OF THESE MINUTES:

		Northampto	on County Schoo	Northampton County School Configuration Scenarios	enarios		
					Rec	Recurring	
Option 2A		Projected One time Capacity Need expence		Additional Transportation Expenses	Bus Savings (recurring)	sible Utility ngs rring	Total costs with recurring utility Cost
Gaston Elementary (Prek-5) + modular	(Prek-5) + modular	302	.00 [1]		<u> </u>	\$51,164.02	\$508,240.98
Gaston Middle (9-12)	2)	527	527 \$399,700.00 [3]	\$98,850.00 [4]			\$498,550.00
Central (PreK-5)		292					\$0.00
Northampton HS (6-8)	i-8)	438	\$11,600.00 [5]	\$46,500.00 [6]			\$58,100.00
Conway Middle (Pre	Conway Middle (PreK -5) + modular un	489	40		•	\$78,745.90 [8]	\$571,254.10
Totals		2048	\$1,627,860.00	\$145,350.00	\$7,155.00	\$129,909.92	\$1,636,145.08
Option 2B			2 2 2				
Gaston Elementary (Prek-5) + modular	(Prek-5) + modular	302	\$566,560.00 [9]		\$7,155.00 [10]	\$51,164.02	\$508,240.98
Gaston Middle (6-8)		438	[11]	\$87,000.00 [12]			\$87,000.00
Central (PreK-5)		292					
Northampton HS (9-12)	-12)	527					
Conway Middle (PreK -5) + modular un	eK -5) + modular un	489	\$650,000.00			\$78,745.90	\$571,254.10
Totals		2048	\$1,216,560.00	\$87,000.00	\$7,155.00	\$129,909.92	\$1,166,495.08
max capacity [14]	,						
Option 3							
558 Gaston Middle School (9-12)	ool (9-12)	527	\$399,700.00	\$98,850.00			\$498,550.00
367 Gaston Elementary (1-8)+	(1-8)+ 41	408	\$566,560.00			\$51,164.02	\$515,395.98
Squire (Pk, K)		100					
595 Conway (1-8)		480					
Willis Hare (Pk-K)		130					
384 Central Elementary (Pk-8)+	(Pk-8)+ 19	403	\$2,580,000.00				\$2,580,000.00
(hs campus closed)				\$270,380.69		\$270,380.69	\$0.00
Totals		2048	\$3,546,260.00	\$369,230.69		\$321,544.71	\$3,593,945.98
					The state of the s	-	0000
	The second second second second						rage
							-
SALARIES \$	100,349.75						
	7,676.76						
REMENT	15,263,20					1	1
4	123,289,70						

Commissioner Carter asked if Mrs. Vick could talk the Board through what the Auditor presented at the morning meeting. Mrs. Vick explained that the figure of \$6,215,497 in the Auditor's presentation was misleading. In Exhibit C that Mrs. Vick passed out, there is a figure of \$9,987,152; \$3,771,655 is the amount that the Local Government says the County has to pull out and subtract from the total Fund Balance. That is money that they have earmarked. There are also other funds by statute that have to come out of the money that is left.

Mrs. Vick's best guess is \$4.5 Million Unassigned which is available for the Board to appropriate. However, there is eight percent (or more) that needs to be taken out which is required by law. The Board asked Mrs. Vick to do some calculating to take out 12 percent.

Mrs. Vick brought up School Sales Tax/School Debt. They are not getting enough sales tax according to Article 40 and 42 to make their debt payment each year.

<u>PLEASE SEE SCANNED DOCUMENTS WHICH ARE</u> <u>HEREBY MADE A PART OF THESE MINUTES:</u>

Exhibit C

NORTHAMPTON COUNTY, NORTH CAROLINA

BALANCE SHEET - GOVERNMENTAL FUNDS JUNE 30, 2014

	_	1,500 19,630		Major				Nonmajor		
		General Fund		S Building oject Fund	Infr	Enviva astructure Project	Go	Other vernmental Funds	G	Total overnmental Funds
Assets:	1.		8 2							
Cash and cash equivalents	\$	7,559,365	\$	284,634	\$	(=)	\$	339,505	\$	8,183,504
Taxes receivable, net		1,287,420		-		·		106,166		1,393,586
Accounts receivable, net		2,458,976		-		619,949		18,710		3,097,635
Due from other funds		1,651,551		-		-		304,489		1,956,040
Due from other governments	-	484,515							_	484,515
Total assets	\$	13,441,827	\$	284,634	\$	619,949	\$	768,870	\$	15,115,280
Liabilities, Deferred Inflows of										
Resources, and Fund Balances:										
Liabilities:										
Accounts payable and accrued liabilities	\$	820,824	\$	-	\$	3,303	\$	14,101	\$	838,228
Due to other funds		304,489	-	429,754	200	606,795		532,081		1,873,119
Total liabilities		1,125,313		429,754	G - 181	610,098		546,182		2,711,347
Deferred Inflows of Resources:										
Taxes receivable		1,287,420				<u>u</u>		106,166		1,393,586
Ambulance fees receivable		949,894		_						949,894
Prepaid taxes		92,049								92,049
Total deferred inflows of resources	_	2,329,363		-			_	106,166	_	2,435,529
Fund Balances:										
Restricted:				0						
Stabilization by State statute		3,771,655).V	7		619,949		323,199		4,714,803
Restricted for Register of Deeds		52,805	,	-		-				52,805
Restricted for debt service		61,624		2				_		61,624
Restricted for public safety		126,506		-		-		49,705		176,211
Committed:		- de						,		,
Committed for capital outlay						_		136,889		136,889
Committed for education		-		_		-		50,994		50,994
Committed for economic and physical development		_						3,791		3,791
Committed for public safety		-		-				756		756
Committed for tax revaluation		299,469		-						299,469
Assigned:		5								
Assigned for debt service		-		-		:=:		64,776		64,776
Assigned for economic and physical development		-		1				24,649		24,649
Assigned for revolving loan		9,963	1.	-		-		-		9,963
Assigned for subsequent year's expenditure		687,267	1	15		. 		-		687,267
Unassigned		4,977,863	7)	\cdot (145,120)	-	(610,098)		(538,237)	_	3,684,408
Total fund balances	_	9,987,152		(145,120)		9,851		116,522		9,968,405
Total liabilities, deferred inflows of resources,										
and fund balances	\$	13,441,828	\$	284,634	\$	619,949	\$	768,870		
Amounts reported for governmental activities in the Sta	atemen	t of Net Posi	tion ar	e different b	ecause	:				
Capital assets used in governmental activities are not fi							unds.			20,517,082
Long-term debt, accrued interest, and compensated abs	ences	are not due ar	nd pay	able in the co	urrent	period and,				
therefore, are not reported in the funds.		•								(24,068,302)
Deferred inflows of resources for taxes and ambulance	fees re	ceivable								2,343,480
Net position of governmental activities (Exhibit A)									\$	8,760,665
						15				

The accompanying notes are an integral part of the financial statements.

Ms. Turner passed out the projected 15/16 Budget—Expenditures and Revenues as projected.

- The difference of \$5,243,936 is the deficit. On the extreme side, she increased expenditures by five percent. That amount is short of meeting the budget.
- Included in this budget is Capital Outlay for the Schools of \$1.6 Million.
- Ms. Turner also brought up the Old DSS building and mentioned to the Board that if they have any funding that they can appropriate, it needs to go to that building.
 - The options of costs for the building range from \$1,000,000 to \$2.4 Million.
 - o Ms. Turner mentioned that she was looking into some grants for this building, but she has not been able to find any.

Vice-Chairman Barrett asked what the County's long-term debt is. Mrs. Vick stated that the debt payment per year by General Fund is \$1,458,469; the Enterprise debt portion is \$1,054,768.

It is a Board consensus to meet with the Board of Education to let them know that the Commissioners met to discuss their funding requests and share with them information from that discussion. The Commissioners won't be able to meet with the Board of Education until the 4th week in March.

Mrs. Vick announced that she will be giving the Board her letter of retirement, effective May 1st. Linda Sumner, a part-time employee in the Finance Department will be leaving also.

A motion was made by Chester Deloatch and seconded by Joseph Barrett to adjourn. <u>Question</u> <u>Called:</u> All present voting yes. <u>Motion carried.</u>

<u>PLEASE SEE SCANNED DOCUMENTS WHICH ARE</u> <u>HEREBY MADE A PART OF THESE MINUTES:</u> General Fund Budget (Operational) 2015/2016 Budget

	<u>Departments</u>	15-May	Suggested	Adj
		After Changes	Adjustments	Amount
	Commissioners	\$91,760.55		
Annual Control of the Control	Administration	\$246,305.85		
	Human Resources	\$212,065.35		·
	Retiree's Hosp.	\$257,651.10		
	Finance	\$637,262.85		
	Tax Department	\$636,224.00	668,035	31,81
	Land Records	\$184,977.45		31,01
4150	Legal	\$73,998.75		
	Court	\$20,055.00		
4168	Treatment for E. Comm.	\$246,580.95		
	Elections	\$197,491.35	207,491	10,00
4180	Register of Deeds	\$243,465.60	207,431	10,00
	Bldgs & Grounds	\$821,528.40		
4210	Mis	\$278,920.95		
4220	Central Garage	\$84,407.40		
	Bulk Fuel	\$29,706.60		
4270	Central Stores	\$11,655.00		
O/_C1500004	Sheriff	\$2,644,202.40		
4312	Sheriff School Res. Office	\$149,291.10		
95.000	Sheriff Execution Accounts	\$28,350.00		
4320		\$1,376,809.35		
100000000000000000000000000000000000000	Youth Detention	ALL AND ALL AN		Section of the sectio
	Emer. Communication	\$52,500.00		
	Radio Equipment on West End of County	\$998,576.25		
	Emer. Manag.	\$500,000.00		
	Fire Protection	\$137,074.35		
	Bldg Insp.	\$105,340.00		
	Medical Examiner	\$189,052.50		
	Ambulance	\$10,000.00		
	Contrib: Rescue	\$2,976,905.40		
	Animal Control	\$14,000.00		
		\$114,129.75		
	Tri-County Airport	\$12,600.00		
4531	Regional Airport	\$12,600.00		
		\$5,000.00		
	Drain-Watershed	\$4,000.00		
	Lake Gaston Weed	\$116,000.00		
Contract of	RR Partners	\$0.00		
	Enviva Incentive	\$400,000.00		
	Planning	\$184,272.75		
4920 I		\$195,899.55		
	SW Pick Up	\$157,500.00		No. of the latest the
4930		\$5,250.00		
	Four River	\$525.00		
	NC Northeast Commission	\$0.00		
4930 N	NC Chamber of Comm	\$10,500.00		

General Fund Budget (Operational) 2015/2016 Budget

		<u>Departments</u>	15-May		Suggested	Adj
			After Changes		Adjustments	Amount
	930 Upper Plains		\$9,090.00			
	950 Cooperative E		\$280,040.25			
	960 Soil Conservat	ion	\$95,342.10			
	000 Caswell		\$409.50			
	000 Rest Home Co		\$525.00	\$1,200.00		
	110 Health Program		\$4,934,700.75			
	210 Mental Health		\$81,494.70			
	210 5 Cent Bottle	Гах	\$4,200.00			
	190 E & H		\$69,902.70			
	196 Block Grant		\$118,650.00			
5	196 Match-Block (\$6,300.00			
	CDBG Project-V	Well and Septic Tank Abandm	nt. \$10,500.00			
	311 DSS Co.'s Sha	re	\$2,098,338.90			
58	811 Aging		\$57,883.35			
	816 Faison Sen Ctr		\$0.00			
58	820 Veterans		\$53,586.75		-	
	CBA Programs		\$96,433.05			
	333 Co's Share BC	A	\$9,224.25			
	350 JCPC		\$2,520.00			
58	350 Food Bank		\$0.00			
58	350 RPO		\$6,071.10			
	Schools					
59	000 Current Expens	se	\$3,465,000.00			
	900 C.O.		\$1,600,000.00			
	900 Fines		\$60,000.00			
59	20 Halifax CC		\$15,750.00			
	20 RC Comm Col	1	\$15,750.00			
61	10 Library		\$144,699.45			
61	20 Recreation		\$254,807.70		267,548	12,74
61	21 Recreation Prg	ms	\$11,550.00			22,7
61	40 Museum		\$3,150.00			
	23 Cultural Recrea	ation	\$8,935.50			
	Insurance Savin	ngs	\$0.00			
98	300 Contingency		\$105,000.00		100,000	-5,00
98	00 Debt Service		\$1,531,392.45		200,000	3,00
98	00 Tax Revaluatio	n	\$52,500.00			
-	Total Expendi	tures	\$29,878,183.05			49,55
			1-7,000			43,33
	COLA		\$215,607.00			
			49,550			
			.,,550			
			\$30,143,340.05			
			300,110,010.03			
		Departments				

General Fund Budget (Operational) 2015/2016 Budget

	<u>Departments</u>		15-May		Suggested	Adj
			After Changes		Adjustments	Amount
	REVENUES					
	Advalorem Taxes		\$16.456.057.2			
	Proposed Tax Increase		\$16,456,057.2		17,010,614	
	Other Taxes & Lic.		\$0.0		\$0.00	
	Sales Tax		\$108,400.0		\$108,400.00	
	Intergov. Unrestricted		\$1,475,000.0		\$1,475,000.00	
	Categorial Grants		\$84,000.0		\$80,000.00	
	Intergov. Restricted		\$433,049.0 \$271,953.0		\$433,049.00	
	Health F/S Restric				\$250,000.00	
	Permits/Fees		\$1,555,920.0		\$1,555,920.00	
	Sheriff Special Account		\$195,150.0		\$200,000.00	
	Sales/Services	-	\$33,000.00		\$33,000.00	
	Health Sales/Services		\$1,162,682.00		\$1,472,682.00	310,00
	Miscellaneous		\$1,493,020.00		\$1,493,020.00	
	Investment Earnings		\$49,378.00		\$49,378.00	
	Fund Balance Approp		\$3,600.00		\$3,600.00	
	Health Fund Balance		\$0.00		0	
	Total Revenue		\$734,741.00		734,741	
	Total Revenue		\$24,055,950.20		24,899,404	843,45
			\$843,454.00			
			\$24,899,404.20)		
	Difference					
	Difference	 	-5822232.85	-6034199.85		-5,243,936
	Other Funds					
61	Entreprise		\$3,051,287.00	COLA	\$10,485.00	
66	Solid Waste		\$2,343,614.00		\$3,351.00	
251	Tourism Dev.		\$53,000.00		75,551.00	
			\$55,000.00			