

REQUEST FOR BOARD ACTION

**HENDERSON COUNTY
BOARD OF COMMISSIONERS**

MEETING DATE: Tuesday, June 27, 2006
SUBJECT: FY 2007 Budget Ordinance
ATTACHMENTS: Yes

SUMMARY OF REQUEST:

Attached you will find two drafts of the FY 2007 Budget Ordinance, as well as a cover memo explaining the difference between the drafts.

BOARD ACTION REQUESTED:

Staff recommends adoption of one of the draft FY 2007 Budget Ordinances.

**HENDERSON COUNTY GOVERNMENT
OFFICE OF THE COUNTY MANAGER**

100 North King Street – Hendersonville, North Carolina 28792
Phone 828.697.4809 Fax 828.698.6014
www.hendersoncountync.org

MEMORANDUM

To: Board of Commissioners

From: Selena Coffey, Assistant County Manager

CC: Steve Wyatt, County Manager
Justin Hembree, Assistant County Manager
Russ Burrell, County Attorney
Carey McLelland, Finance Director

Date: June 20, 2006

Subject: Drafts of the FY 2007 Budget Ordinance

Please find attached two drafts of the FY 2007 Budget Ordinance for your review. The only difference in Drafts A and B is the method in which the Public Schools' funding is addressed. In Draft A, Schools capital funding is broken into three categories: Category I – Construction & Building Renovation; Category II – Furnishings & Equipment; and Category III – Buses & Motor Vehicles. In Draft B, capital funding is broken down by project in Addendum A. Again, this differentiation in the method for addressing capital is the only difference in these drafts.

Both ordinances as presented contain the following changes to the proposed budget, as directed by the Board of Commissioners at your last meeting:

- Adds \$100,000 for Blue Ridge Community College capital expense.
- Adds \$400,000 for the Public School System ongoing capital, with expenditures categorized as outlined in the first paragraph above.
- Adds \$250,845 to the EMS budget, with \$88,545 designated for the purchase of an ambulance, \$37,300 designated for capital and other equipment, and the remaining \$125,000 added to personnel categories.
- Adds \$80,000 to the Special Projects budget for the development of an Adequate Public Facilities Ordinance.
- Adds approximately \$45,000 in County funding for two Income Maintenance Supervisor positions. The Board had previously given direction to add funds for one position, but with reimbursements from the State, staff was able to provide two positions for this amount.

- Removes funding for the Purchasing Agent position from the Finance Department budget and makes a correction to a previously under-funded line item within the Finance budget.
- Removes \$45,000 in funding for the Agriculture Project.
- Removes debt service funding for the Mills River Elementary Project and makes adjustments to other debt service accounts as presented by the Finance Director at your last meeting.

The Budget Ordinance also provides for the following adjustments to the proposed budget:

- Increases indirect cost expenditures and revenues from \$827,475 to \$1,556,607, but includes no additional County dollars. This increase is due to the County being able to draw down significant dollars related to expenditures and interest paid to date on the new Human Services Building based on square footage to be occupied by Social Services. Staff just received this new information last week.
- Provides a 2% cost of living adjustment to the following elected officials' salaries: Tax Collector, Register of Deeds, and Sheriff.
- Adds \$26,135 for employee recognitions and incentives.
- Adds \$500,000 for the establishment of a Capital Reserve Fund.
- Adds \$100,000 as an insurance reserve.
- Balances the budget adjusting fund balance appropriated to \$515,000.

As you will notice, staff has suggested some changes to the overall document, outside of obvious formatting changes:

- Section 4, bullets 1 through 7 (page 2), formalize provisions that have been previously assumed by other County Managers, but not formally adopted through the Budget Ordinance.
- Section 4, bullets 8 and 9 (page 2), set out provisions that were previously located in another section of past Budget Ordinances.
- The final set of bullets in Section 4 (page 2) addresses Commissioners' previous discussions regarding the County Manager's authority to execute change orders for County construction projects.
- Section 5 (page 4) explicitly sets out authority for the County Manager to authorize budget transfers between departments and funds with an official report to the Board of Commissioners.

Finally, staff has drafted new provisions specific to the Public School System under Section 19 (page 9):

- Provision 1 directs the Finance Director to provide current expense monthly allocations to the school system in 1/12 allotments. This is a change to the previous ordinances in that the school system will no longer be required to provide a reimbursement certificate for its monthly disbursements.

- Provision 2, added by the County Attorney, establishes a provision restricting the use of Article 40 and 42 sales taxes from being used for debt service on the Sugarloaf Elementary School.
- Provision 3 freezes \$900,000 in school capital budgeted through lottery proceeds, until the County receives those proceeds from the State.

Please contact me should you have questions regarding these drafts.

Thank you.





**HENDERSON COUNTY, NORTH CAROLINA
BUDGET ORDINANCE
FISCAL YEAR 2006-2007**

BE IT ORDAINED by the Henderson County Board of Commissioners, meeting this 27th day of June 2007:

SECTION 1 – GENERAL FUND REVENUES

It is estimated that the revenues and fund balances of the General Fund, as listed below, will be available during the fiscal year beginning July 1, 2006, and ending June 30, 2007, to meet the appropriations as set forth in Section 4. All fees, commissions, and sums paid to or collected in any fund by any County official, officer, or agent for any service performed for such official, officer, or agent in his official capacity shall accrue solely to the benefit of the County and become County funds.

**HENDERSON COUNTY
GENERAL FUND BUDGET SUMMARY**

Ad Valorem Taxes	\$ 52,656,110
Local Option Sales Taxes	21,599,294
Other Taxes & Licenses	1,640,620
Unrestricted Intergovernmental Revenue	41,500
Restricted Intergovernmental Revenue	16,477,686
Permits & Fees	2,134,000
Sales & Services	5,978,534
Investment Earnings	450,000
Other Revenues	2,574,099
Transfers from Other Funds	267,057
Fund Balance Appropriated	515,000
TOTAL GENERAL FUND REVENUES:	\$ 104,333,900

SECTION 2 – AD VALOREM TAX LEVY

There is hereby levied for the fiscal year 2006-2007, an ad valorem property tax on all property having a situs in Henderson County as listed for taxes as of January 1, 2006, at a rate of **fifty-six and one-half cents (\$.565)** per one hundred dollars (\$100) of assessed value of such property, pursuant to and in accordance with the Machinery Act of Chapter 105 of the North Carolina General Statutes and other applicable laws. This rate is based on an estimated total valuation of **\$ 9,360,115,000** of taxable property and a collection rate of 97%.

SECTION 3 – LEVY OF PRIVILEGE LICENSE AND OTHER TAXES

There is hereby levied, all County Privilege License Taxes as authorized by North Carolina General Statutes, and such other taxes, as provided in the ordinances and resolutions duly adopted by the Board of Commissioners.

SECTION 4 – GENERAL FUND APPROPRIATIONS

The following General Fund amounts are hereby appropriated to the County Manager for the operation of the Henderson County Government and its departments and agencies for the fiscal year beginning July 1, 2006 and ending June 30, 2007. Other fund amounts as set forth in Sections 6 through 20 are also appropriated as presented in this section. In administering the program authorized under this ordinance, the County Manager is authorized to make transfers pursuant to Section 5. Appropriations for land and new buildings included in this Ordinance may be expended only after release by the Board of Commissioners.

The County Manager or his designee is hereby authorized to execute the necessary agreements within funds included in the Budget Ordinance for the following purposes, and on the following terms and conditions:

- 1) Form grant agreements with public and non-profit agencies;
- 2) Leases of normal and routine business equipment;
- 3) Consultant, professional, or maintenance service agreements up to an anticipated contract amount of \$50,000;
- 4) Purchase of apparatus, supplies, and materials where formal bids are not required by law;
- 5) Agreements for acceptance of State and Federal grant funds;
- 6) Construction or repair work where formal bids are not required by law; and
- 7) County departments shall not enter into contracts requiring formal bid procedures without having met with and received written approval from the County Manager.
- 8) The County Finance Director is hereby directed to release board-approved non-profit contributions in quarterly installments upon the execution of the funding agreement required by the County.
- 9) The Finance Director may advance funds with the permission of the County Manager to the Sheriff's Department for their use as drug flash money, provided that these funds are returned to the Finance Director as soon as possible.

The County Manager (or the Manager's designee) is hereby authorized to execute necessary agreements with regard to on-going construction projects undertaken by the County, without the requirement of consultation with the Board of Commissioners, in the following circumstances:

- 1) The Manager may approve any and all non-emergency change orders which do not increase the construction budget for the project by more than 25% of the then-unallocated budgeted amount for "contingencies" in the particular project budget.
- 2) Any change order approved by the County Manager involving a change of more than \$10,000.00 to the construction budget shall be reported to the Board of Commissioners, as an information-only item within the County Manager's monthly report.
- 3) In emergencies, change orders greater than those authorized above may be approved by the County Manager after consultation with and with the approval of the Chairman of the Board of

Commissioners. In any such case, a report of the same shall be made to the Board of Commissioners at their next regularly-scheduled meeting.

GENERAL FUND BUDGET SUMMARY

Governing Body	\$ 339,522
Dues & Non-Profit Contributions	327,275
County Manager	389,302
Administrative Services	308,222
Human Resources	376,934
Elections	566,326
Finance	570,263
Assessor	1,182,324
Tax Collections	635,560
Legal	560,977
Register of Deeds	1,253,243
Engineering & Facility Services – Central Services Division	2,342,685
Engineering & Facility Services – Garage Division	673,160
Court Facilities	165,000
Information Technology	1,035,335
Sheriff	9,816,876
Detention Facility	3,676,372
Emergency Services – Emergency Management Division	204,239
Emergency Services – Fire Marshal Division	298,175
Building Services	1,101,183
Project Management	25,569
Emergency Services – Emergency Medical Services Division	3,185,604
Code Enforcement – Animal Control Division	633,414
Criminal Justice Partnership Program (CJPP)	84,952
Rescue Squad	89,800
Code Enforcement – Property Addressing Division	129,839
Forestry Services	46,919
Soil & Water Conservation District	236,734
Engineering & Facility Services – Utilities Division	176,937
Planning	651,773
Code Enforcement	289,674
Cooperative Extension	393,294
Assessor – Land Records Division	357,492
HOME Program	110,000
Economic Development	597,101
Public Health	2,080,873
Public Health – Programs Divisions	2,858,969
Public Health – Environmental Health Division	1,029,373
Home & Community Care Block Grant (H&CCBG)	622,672
Social Services – Foster Care Home	674,410
Mental Health Services	528,342
Rural Operating Assistance Program (ROAP)	142,093
Social Services	10,978,771
Social Services – Smart Start Program	370,884
Social Services – N.C. Fast	17,035
Social Services – Federal & State Programs	11,386,663
Social Services – General Assistance Division	41,425

Juvenile Justice Grant	202,985
Veterans Services	24,644
Public Library	2,848,683
Recreation	1,131,364
Public School System	
<i>Current Expense</i>	17,705,127
<i>Capital Expense: Category I-Construction & Building Renovation</i>	1,774,000
<i>Capital Expense: Category II-Furnishings & Equipment¹</i>	875,000
<i>Capital Expense: Category III-Buses & Motor Vehicles</i>	190,000
Blue Ridge Community College	
<i>Operational Expense</i>	2,019,122
<i>Capital Expense</i>	100,000
Public Schools Debt Service	6,908,910
Community College Debt Service	1,834,327
General Debt Service	3,142,944
Special Projects	313,135
Transfers to Other Funds	1,700,074
TOTAL GENERAL FUND APPROPRIATIONS:	\$ 104,333,900

SECTION 5 – AUTHORIZED TRANSFER OF APPROPRIATIONS

The County Manager is hereby authorized to transfer appropriations within a fund as contained herein under the following conditions:

- a) The Manager may transfer amounts between objects of expenditure within a department without limitation and without a report being required.
- b) The Manager may transfer amounts up to \$50,000 between departments within the same fund with an official report on such transfers provided to the Board of Commissioners.
- c) The Manager may transfer amounts up to \$50,000 from any appropriation within the general fund to a separate fund with an official report on such transfers provided to the Board of Commissioners.
- d) The Manager may modify the budget for pass-through monies, additional funding, or any Federal or State program prior approved by the Board, without a report being required.

¹ Includes special appropriation for Sugarloaf and Dana Elementary FF&E as requested by the Board of Education.

SECTION 6 – CAPITAL RESERVE FUND (21)

The following is hereby appropriated and revenues estimated to be available in the **CAPITAL RESERVE** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 500,000
Appropriations	\$ 500,000

SECTION 7 – FIRE DISTRICTS FUND (23)

The following is hereby appropriated and revenues estimated to be available in the **FIRE DISTRICTS** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 5,087,305
Appropriations	\$ 5,087,305

Fire District Tax Rates: Tax Rates for these special tax districts listed are as follows:

District	Rate
Bat Cave	.090
Blue Ridge	.095
Dana	.100
Edneyville	.095
Etowah-Horse Shoe	.085
Fletcher	.095
Gerton	.115
Green River	.075
Mills River	.065
Mountain Home	.105
Saluda	.090
Valley Hill	.008
Valley Hill II	.008

SECTION 8 – REVALUATION RESERVE FUND (25)

The following is hereby appropriated and revenues estimated to be available in the **REVALUATION RESERVE** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 635,711
Appropriations	\$ 635,711

SECTION 9 – TRAVEL & TOURISM FUND (26)

The following is hereby appropriated and revenues estimated to be available in the **TRAVEL & TOURISM** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 829,000
Appropriations	\$ 829,000

SECTION 10 – CDBG: SCATTERED SITE HOUSING FUND (27)

The following is hereby appropriated and revenues estimated to be available in the **CDBG: 2006 SCATTERED SITE HOUSING PROGRAM** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 400,000
Appropriations	\$ 400,000

SECTION 11 – EMERGENCY COMMUNICATIONS (E911) FUND (28)

The following is hereby appropriated and revenues estimated to be available in the **EMERGENCY COMMUNICATIONS (E911)** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 583,400
Appropriations	\$ 583,400

SECTION 12 – MILLS RIVER WATERSHED PROTECTION FUND (31)

The following is hereby appropriated and revenues estimated to be available in the **MILLS RIVER WATERSHED PROTECTION** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 255,034
Appropriations	\$ 255,034

SECTION 13 – MUD CREEK WATERSHED RESTORATION FUND (32)

The following is hereby appropriated and revenues estimated to be available in the **MUD CREEK WATERSHED RESTORATION** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 427,100
Appropriations	\$ 427,100

SECTION 14 – GENERAL CAPITAL PROJECTS FUND (40)

The following is hereby appropriated and revenues estimated to be available in the **GENERAL CAPITAL PROJECTS** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 38,695,910
Appropriations	\$ 38,695,910
Capital Projects:	
Human Services Building	\$ 12,195,910
Historic Courthouse Rehabilitation	\$ 10,000,000
Blue Ridge Community College Technology Center	\$ 16,100,000
Other Projects	\$ 400,000

SECTION 15 – SEWER CAPITAL PROJECTS FUND (42)

The following is hereby appropriated and revenues estimated to be available in the **SEWER CAPITAL PROJECTS** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 2,884,800
Appropriations	\$ 2,884,800
Projects:	
Mills River Sewer Project – Phase I	\$ 2,052,600
Mills River Sewer Project – Commercial District	\$ 498,800
Mills River Sewer Project – Elementary School Line	\$ 333,400

SECTION 16 – SCHOOLS CAPITAL PROJECTS FUND (43)

The following is hereby appropriated and revenues estimated to be available in the **SCHOOLS CAPITAL PROJECTS** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 28,569,512
Appropriations	\$ 28,569,512
Projects:	
Dana Elementary Project	\$ 12,660,674
Sugarloaf Elementary Project	\$ 15,300,000
Balfour Project	\$ 608,838

SECTION 17 – DEBT SERVICE FUND (50)

The following is hereby appropriated and revenues estimated to be available in the **DEBT SERVICE** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 164,363
Appropriations	\$ 164,363

SECTION 18 – SOLID WASTE ENTERPRISE FUND (60)

The following is hereby appropriated and revenues estimated to be available in the **SOLID WASTE ENTERPRISE** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 6,234,550
Appropriations	\$ 6,234,550

SECTION 19 – CANE CREEK SEWER ENTERPRISE FUND (61)

The following is hereby appropriated and revenues estimated to be available in the **CANE CREEK SEWER ENTERPRISE** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 853,803
Appropriations	\$ 853,803

SECTION 20 – JUSTICE ACADEMY SEWER FUND (63)

The following is hereby appropriated and revenues estimated to be available in the **JUSTICE ACADEMY SEWER** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 43,467
Appropriations	\$ 43,467

SECTION 21 – HENDERSON COUNTY PUBLIC SCHOOLS PROVISIONS

The following provisions apply to the appropriations to the Henderson County Public School System:

- 1) The Henderson County Finance Director is hereby directed to remit the appropriation to the Henderson County Public Schools for local current expense in monthly installments equivalent to one-twelfth (1/12) of the total county appropriation. The County Finance Director shall remit payment by the thirtieth (30th) of such month. Capital outlay for the Public Schools shall be reimbursed by the County in accordance to this ordinance, based on invoices received by the County Finance Director.
- 2) No portion of the funds received by Henderson County pursuant to Article 40 and Article 42 of Chapter 105 of the North Carolina General Statutes which are restricted to "capital school outlay purposes" as stated in N.C. Gen. Stat. §105-487 (or funds from other sources which are similarly restricted by the General Statutes) shall be used to pay any portion of debt service which is attributable to either construction costs or site acquisition costs for the Sugarloaf Road school.
- 3) The first \$900,000 of the total funds allocated for school capital expenditures shall be frozen, and shall be distributed to the Public School System only as proceeds from the North Carolina lottery are received by the County, with the distribution of this \$900,000 to occur on a "dollar-for-dollar" basis with such lottery proceeds.

SECTION 22 – ELECTED OFFICIALS PROVISIONS

- 1) The Board of Commissioners hereby sets the annual compensation rate for the Henderson County Board of Public Education members. The Chairman shall be compensated at an annual rate of \$3,500. Members of the Board, other than the Chair, shall be compensated at \$2,800 annually.
- 2) The Board of Commissioners hereby sets the annual compensation rate for the Henderson County Sheriff. The Sheriff shall be compensated at an annual rate of \$74,965. However, the Board reserves the right to adjust the official salary based on the Resolution passed by the Board in December 2001, which established base salaries for elected officials.
- 3) The Board of Commissioners hereby sets the annual compensation rate for the Henderson County Tax Collector. The Tax Collector shall be compensated at an annual rate of \$63,252.
- 4) The Board of Commissioners hereby sets the annual compensation rate for the Henderson County Register of Deeds. The Register of Deeds shall be compensated at an annual rate of \$55,051. However, the Board reserves the right to adjust the official salary based on the Resolution passed by the Board in December 2001, which established base salaries for elected officials.
- 5) The Board of Commissioners hereby establishes the Commission Chairman and Commissioners annual compensation rate. The Chairman shall be compensated at an annual rate of \$16,233. Members of the Board, other than the Chair, shall be compensated at \$10,078 annually. The Chairman and Members shall also receive an additional \$75 per special-called meeting.

SECTION 23 – UTILIZATION OF THE HENDERSON COUNTY BUDGET

This Ordinance and the Budget Document shall be the basis for the financial plan for the County of Henderson, North Carolina, during the 2006-2007 Fiscal Year. The County Manager shall administer the budget and insure that operation officials are provided guidance and information in sufficient detail to implement their portions of the budget.

The Finance Director shall establish records, which are in consonance with the budget, this Ordinance and regulating statutes of the State of North Carolina.

This Ordinance shall be effective upon its adoption.

Adopted this the 27th day of June 2006.

draft

William L. Moyer, Chairman
Henderson County Board of Commissioners

Attest:

draft

Elizabeth W. Corn, Clerk to the Board



**HENDERSON COUNTY, NORTH CAROLINA
BUDGET ORDINANCE
FISCAL YEAR 2006-2007**

BE IT ORDAINED by the Henderson County Board of Commissioners, meeting this 27th day of June 2007:

SECTION 1 – GENERAL FUND REVENUES

It is estimated that the revenues and fund balances of the General Fund, as listed below, will be available during the fiscal year beginning July 1, 2006, and ending June 30, 2007, to meet the appropriations as set forth in Section 4. All fees, commissions, and sums paid to or collected in any fund by any County official, officer, or agent for any service performed for such official, officer, or agent in his official capacity shall accrue solely to the benefit of the County and become County funds.

**HENDERSON COUNTY
GENERAL FUND BUDGET SUMMARY**

Ad Valorem Taxes	\$ 52,656,110
Local Option Sales Taxes	21,599,294
Other Taxes & Licenses	1,640,620
Unrestricted Intergovernmental Revenue	41,500
Restricted Intergovernmental Revenue	16,477,686
Permits & Fees	2,134,000
Sales & Services	5,978,534
Investment Earnings	450,000
Other Revenues	2,574,099
Transfers from Other Funds	267,057
Fund Balance Appropriated	515,000
TOTAL GENERAL FUND REVENUES:	\$ 104,333,900

SECTION 2 – AD VALOREM TAX LEVY

There is hereby levied for the fiscal year 2006-2007, an ad valorem property tax on all property having a situs in Henderson County as listed for taxes as of January 1, 2006, at a rate of **fifty-six and one-half cents (\$.565)** per one hundred dollars (\$100) of assessed value of such property, pursuant to and in accordance with the Machinery Act of Chapter 105 of the North Carolina General Statutes and other applicable laws. This rate is based on an estimated total valuation of **\$ 9,360,115,000** of taxable property and a collection rate of 97%.

SECTION 3 – LEVY OF PRIVILEGE LICENSE AND OTHER TAXES

There is hereby levied, all County Privilege License Taxes as authorized by North Carolina General Statutes, and such other taxes, as provided in the ordinances and resolutions duly adopted by the Board of Commissioners.

SECTION 4 – GENERAL FUND APPROPRIATIONS

The following General Fund amounts are hereby appropriated to the County Manager for the operation of the Henderson County Government and its departments and agencies for the fiscal year beginning July 1, 2006 and ending June 30, 2007. Other fund amounts as set forth in Sections 6 through 20 are also appropriated as presented in this section. In administering the program authorized under this ordinance, the County Manager is authorized to make transfers pursuant to Section 5. Appropriations for land and new buildings included in this Ordinance may be expended only after release by the Board of Commissioners.

The County Manager or his designee is hereby authorized to execute the necessary agreements within funds included in the Budget Ordinance for the following purposes, and on the following terms and conditions:

- 1) Form grant agreements with public and non-profit agencies;
- 2) Leases of normal and routine business equipment;
- 3) Consultant, professional, or maintenance service agreements up to an anticipated contract amount of \$50,000;
- 4) Purchase of apparatus, supplies, and materials where formal bids are not required by law;
- 5) Agreements for acceptance of State and Federal grant funds;
- 6) Construction or repair work where formal bids are not required by law; and
- 7) County departments shall not enter into contracts requiring formal bid procedures without having met with and received written approval from the County Manager.
- 8) The County Finance Director is hereby directed to release board-approved non-profit contributions in quarterly installments upon the execution of the funding agreement required by the County.
- 9) The Finance Director may advance funds with the permission of the County Manager to the Sheriff's Department for their use as drug flash money, provided that these funds are returned to the Finance Director as soon as possible.

The County Manager (or the Manager's designee) is hereby authorized to execute necessary agreements with regard to on-going construction projects undertaken by the County, without the requirement of consultation with the Board of Commissioners, in the following circumstances:

- 1) The Manager may approve any and all non-emergency change orders which do not increase the construction budget for the project by more than 25% of the then-unallocated budgeted amount for "contingencies" in the particular project budget.
- 2) Any change order approved by the County Manager involving a change of more than \$10,000.00 to the construction budget shall be reported to the Board of Commissioners, as an information-only item within the County Manager's monthly report.
- 3) In emergencies, change orders greater than those authorized above may be approved by the County Manager after consultation with and with the approval of the Chairman of the Board of

Commissioners. In any such case, a report of the same shall be made to the Board of Commissioners at their next regularly-scheduled meeting.

GENERAL FUND BUDGET SUMMARY

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Detention Facility	3,676,372
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Emergency Services – Fire Marshal Division	298,175
Building Services	1,101,183
Project Management	25,569
Emergency Services – Emergency Medical Services Division	3,185,604
Code Enforcement – Animal Control Division	633,414
Criminal Justice Partnership Program (CJPP)	84,952
Rescue Squad	89,800
Code Enforcement – Property Addressing Division	129,839
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Social Services	10,978,771
Social Services – Smart Start Program	370,884
Social Services – N.C. Fast	17,035
Social Services – Federal & State Programs	11,386,663

Social Services – General Assistance Division	41,425
Juvenile Justice Grant	202,985
Veterans Services	24,644
Public Library	2,848,683
Recreation	1,131,364
Public School System ¹	
<i>Current Expense: Reference Addendum A</i>	
<i>Capital Expense: Reference Addendum A</i>	
Blue Ridge Community College	
<i>Operational Expense</i>	2,019,122
<i>Capital Expense</i>	100,000
Public Schools Debt Service	6,908,910
Community College Debt Service	1,834,327
General Debt Service	3,142,944
Special Projects	313,135
Transfers to Other Funds	1,700,074
TOTAL GENERAL FUND APPROPRIATIONS:	\$ 104,333,900

SECTION 5 – AUTHORIZED TRANSFER OF APPROPRIATIONS

The County Manager is hereby authorized to transfer appropriations within a fund as contained herein under the following conditions:

- a) The Manager may transfer amounts between objects of expenditure within a department without limitation and without a report being required.
- b) The Manager may transfer amounts up to \$50,000 between departments within the same fund with an official report on such transfers provided to the Board of Commissioners.
- c) The Manager may transfer amounts up to \$50,000 from any appropriation within the general fund to a separate fund with an official report on such transfers provided to the Board of Commissioners.
- d) The Manager may modify the budget for pass-through monies, additional funding, or any Federal or State program prior approved by the Board, without a report being required.

¹ See attached breakdown of expenditures by project mandated by this budget ordinance, Addendum A, which is incorporated herein by reference.

SECTION 6 – CAPITAL RESERVE FUND (21)

The following is hereby appropriated and revenues estimated to be available in the **CAPITAL RESERVE** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 500,000
Appropriations	\$ 500,000

SECTION 7 – FIRE DISTRICTS FUND (23)

The following is hereby appropriated and revenues estimated to be available in the **FIRE DISTRICTS** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 5,087,305
Appropriations	\$ 5,087,305

Fire District Tax Rates: Tax Rates for these special tax districts listed are as follows:

District	Rate
Bat Cave	.090
Blue Ridge	.095
Dana	.100
Edneyville	.095
Etowah-Horse Shoe	.085
Fletcher	.095
Gerton	.115
Green River	.075
Mills River	.065
Mountain Home	.105
Saluda	.090
Valley Hill	.080
Valley Hill II	.080

SECTION 8 – REVALUATION RESERVE FUND (25)

The following is hereby appropriated and revenues estimated to be available in the **REVALUATION RESERVE** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 635,711
Appropriations	\$ 635,711

SECTION 9 – TRAVEL & TOURISM FUND (26)

The following is hereby appropriated and revenues estimated to be available in the **TRAVEL & TOURISM** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 859,000
Appropriations	\$ 859,000

SECTION 10 – CDBG: SCATTERED SITE HOUSING FUND (27)

The following is hereby appropriated and revenues estimated to be available in the **CDBG: 2006 SCATTERED SITE HOUSING PROGRAM** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 400,000
Appropriations	\$ 400,000

SECTION 11 – EMERGENCY COMMUNICATIONS (E911) FUND (28)

The following is hereby appropriated and revenues estimated to be available in the **EMERGENCY COMMUNICATIONS (E911)** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 583,400
Appropriations	\$ 583,400

SECTION 12 – MILLS RIVER WATERSHED PROTECTION FUND (31)

The following is hereby appropriated and revenues estimated to be available in the **MILLS RIVER WATERSHED PROTECTION** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 255,034
Appropriations	\$ 255,034

SECTION 13 – MUD CREEK WATERSHED RESTORATION FUND (32)

The following is hereby appropriated and revenues estimated to be available in the **MUD CREEK WATERSHED RESTORATION** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 427,100
Appropriations	\$ 427,100

SECTION 14 – GENERAL CAPITAL PROJECTS FUND (40)

The following is hereby appropriated and revenues estimated to be available in the **GENERAL CAPITAL PROJECTS** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 38,695,910
Appropriations	\$ 38,695,910
Capital Projects:	
Human Services Building	\$ 12,195,910
Historic Courthouse Rehabilitation	\$ 10,000,000
Blue Ridge Community College Technology Center	\$ 16,100,000
Other Projects	\$ 400,000

SECTION 15 – SEWER CAPITAL PROJECTS FUND (42)

The following is hereby appropriated and revenues estimated to be available in the **SEWER CAPITAL PROJECTS** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 2,884,800
Appropriations	\$ 2,884,800
Projects:	
Mills River Sewer Project – Phase I	\$ 2,052,600
Mills River Sewer Project – Commercial District	\$ 498,800
Mills River Sewer Project – Elementary School Line	\$ 333,400

SECTION 16 – SCHOOLS CAPITAL PROJECTS FUND (42)

The following is hereby appropriated and revenues estimated to be available in the **SCHOOLS CAPITAL PROJECTS** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 28,569,512
Appropriations	\$ 28,569,512
Projects:	
Dana Elementary Project	\$ 12,660,674
Sugarloaf Elementary Project	\$ 15,300,000
Balfour Project	\$ 608,838

SECTION 17 – DEBT SERVICE FUND (50)

The following is hereby appropriated and revenues estimated to be available in the **DEBT SERVICE** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 164,363
Appropriations	\$ 164,363

SECTION 18 – SOLID WASTE ENTERPRISE FUND (60)

The following is hereby appropriated and revenues estimated to be available in the **SOLID WASTE ENTERPRISE** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 6,234,550
Appropriations	\$ 6,234,550

SECTION 19 – CANE CREEK SEWER ENTERPRISE FUND (61)

The following is hereby appropriated and revenues estimated to be available in the **CANE CREEK SEWER ENTERPRISE** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 853,803
Appropriations	\$ 853,803

SECTION 20 – JUSTICE ACADEMY SEWER FUND (63)

The following is hereby appropriated and revenues estimated to be available in the **JUSTICE ACADEMY SEWER** Fund for the fiscal year beginning July 1, 2006 and ending June 30, 2007.

Revenues	\$ 43,467
Appropriations	\$ 43,467

SECTION 21 – HENDERSON COUNTY PUBLIC SCHOOLS PROVISIONS

The following provisions apply to the appropriations to the Henderson County Public School System:

- 1) The Henderson County Finance Director is hereby directed to remit the appropriation to the Henderson County Public Schools for local current expense in monthly installments equivalent to one-twelfth (1/12) of the total county appropriation. The County Finance Director shall remit payment by the fifteenth (15th) of such month. Capital outlay for the Public Schools shall be reimbursed by the County in accordance to this ordinance, based on invoices received by the County Finance Director.
- 2) No portion of the funds received by Henderson County pursuant to Article 40 and Article 42 of Chapter 105 of the North Carolina General Statutes which are restricted to "capital school outlay purposes" as stated in N.C. Gen. Stat. §105-487 (or funds from other sources which are similarly restricted by the General Statutes) shall be used to pay any portion of debt service which is attributable to either construction costs or site acquisition costs for the Sugarloaf Road school.
- 3) The first \$900,000 of the total funds allocated for school capital expenditures shall be frozen, and shall be distributed to the Public School System only as proceeds from the North Carolina lottery are received by the County, with the distribution of this \$900,000 to occur on a "dollar-for-dollar" basis with such lottery proceeds.

SECTION 22 – ELECTED OFFICIALS PROVISIONS

- 1) The Board of Commissioners hereby sets the annual compensation rate for the Henderson County Board of Public Education members. The Chairman shall be compensated at an annual rate of \$3,500. Members of the Board, other than the Chair, shall be compensated at \$2,800 annually.
- 2) The Board of Commissioners hereby sets the annual compensation rate for the Henderson County Sheriff. The Sheriff shall be compensated at an annual rate of \$74,965. However, the Board reserves the right to adjust the official salary based on the Resolution passed by the Board in December 2001, which established base salaries for elected officials.
- 3) The Board of Commissioners hereby sets the annual compensation rate for the Henderson County Tax Collector. The Tax Collector shall be compensated at an annual rate of \$63,252.
- 4) The Board of Commissioners hereby sets the annual compensation rate for the Henderson County Register of Deeds. The Register of Deeds shall be compensated at an annual rate of \$55,051. However, the Board reserves the right to adjust the official salary based on the Resolution passed by the Board in December 2001, which established base salaries for elected officials.
- 5) The Board of Commissioners hereby establishes the Commission Chairman and Commissioners annual compensation rate. The Chairman shall be compensated at an annual rate of \$16,233. Members of the Board, other than the Chair, shall be compensated at \$10,078 annually. The Chairman and Members shall also receive an additional \$75 per special-called meeting.

SECTION 23 – UTILIZATION OF THE HENDERSON COUNTY BUDGET

This Ordinance and the Budget Document shall be the basis for the financial plan for the County of Henderson, North Carolina, during the 2006-2007 Fiscal Year. The County Manager shall administer the budget and insure that operation officials are provided guidance and information in sufficient detail to implement their portions of the budget.

The Finance Director shall establish records, which are in consonance with the budget, this Ordinance and regulating statutes of the State of North Carolina.

This Ordinance shall be effective upon its adoption.

Adopted this the 27th day of June 2006.

draft

William L. Moyer, Chairman
Henderson County Board of Commissioners

Attest:

draft

Elizabeth W. Corn, Clerk to the Board

**FY 2006-07 BUDGET ORDINANCE: ADDENDUM A
PUBLIC SCHOOLS BUDGET BY CATEGORY**

Current Expense	\$ 17,705,127
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Capital Expense - General Preventative Maintenance	\$ 580,700
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Capital Expense - Category I: Construction & Building Renovation	\$ 1,193,300
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ADA

Balfour	Replace fire alarm system	\$ 40,000
Total ADA		\$ 40,000

Building Repair / Refurbishment

Central Office	Replace windows, auditorium	\$ 25,000
Flat Rock	Refinish gym bleachers	\$ 15,000
Marlow	Window sill repair	\$ 20,000
Upward	Install hot water in kitchen	\$ 7,000
West	Renovate cafeteria - 1/2 project	\$ 100,000
West	Install hot water heaters in gym/café	\$ 15,000
Total Building Repair / Refurbishment		\$ 182,000

Carpeting & Vinyl Tile

Apple Valley	B146, B140, B144, B152	\$ 20,000
Atkinson	201, 202, 203, 204	\$ 20,000
Balfour	Classrooms upstairs main building	\$ 25,000
Bruce Drysdale	Workroom - Room 264	\$ 2,500
Central Office	Carpet hall - upstairs	\$ 15,000
East	Tile: D Hall, E Hall, Auditorium	\$ 30,000
Edneyville	Tile teacher workroom in lower and upper building	\$ 5,000
Etowah	Rooms 301, 302, 309	\$ 15,000
Flat Rock	Media center, office area, tile E-5	\$ 40,000
Hendersonville Elementary	Room 211, tile art room	\$ 5,000
Hendersonville High	Tile 3rd floor hallway	\$ 10,000
Hillandale	Tile and carpet mobile unit 7	\$ 5,000
Mills River	Mobile unit 30 and 31	\$ 5,000
North Henderson	Tile Z hall classrooms / Band room	\$ 35,000
Rugby	Media center, E202	\$ 20,000
Upward	Hall baseboard replacement, carpet offices, 208, 101	\$ 35,000
West	Y hall, Z3, Z2, Z1	\$ 40,000
Total Carpeting & Vinyl Tile		\$ 327,500

Ceiling Repair

Apple Valley	Replace tile in commons, lunchroom, auditorium	\$ 14,500
East	Repair ceiling in auditorium	\$ 7,500
N. Henderson	Replace tile in commons, lunchroom, auditorium	\$ 14,500
Total Ceiling Repair		\$ 36,500

HVAC		
Balfour	Roof top units for building 3	\$ 60,000
Balfour	Boiler building 2 / Burner building 1	\$ 30,000
Edneyville	Install 2 new burners	\$ 20,000
Hendersonville High	Upgrade heating system-auditorium	\$ 25,000
Marlow	AC repair	\$ 20,000
Total HVAC		\$ 155,000

Painting		
Balfour	Room 24,25,27	\$ 8,300
Central Office	Board room	\$ 5,000
East	Auditorium, D hall, E hall, main entrance	\$ 10,000
Flat Rock	Media center	\$ 5,000
Hendersonville Elementary	Classrooms 101, 102, 104, 105	\$ 8,000
N. Henderson	Concession area restroom-Cafeteria	\$ 7,500
Rugby	Media center	\$ 5,000
Upward	Outside doors and railing	\$ 1,000
Total Painting		\$ 49,800

Paving / Concrete Repair		
Bruce Drysdale	Play area / back parking	\$ 20,000
East	Parking around baseball area / D Parking	\$ 50,000
Etowah	Blacktop play area	\$ 20,000
Flat Rock	Lunch room / service area	\$ 30,000
West	Resurface parking lot at Z building	\$ 25,000
Total Paving / Concrete Repair		\$ 145,000

Refinish Gym Floors		
West	Re-sand and refinish gym floor - old and new gym	\$ 25,000
Total Refinish Gym Floors		\$ 25,000

Re-Key		
West	Interior door locks	\$ 2,500
Total Re-Key		\$ 2,500

Roof Repairs		
Balfour	Main building	\$ 75,000
Hendersonville High	Roof at old gym	\$ 50,000
Hillandale	Main building	\$ 75,000
Total Roof Repairs		\$ 200,000

Site Prep / Utilities / Environmental		
West	Rework drainage around field house	\$ 30,000
Total Site Prep / Utilities / Environmental		\$ 30,000

Capital Expense - Category II: Furnishings & Equipment	\$ 875,000
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Capital Expense - Category III: Buses & Motor Vehicles	\$ 190,000
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TOTAL FUNDING	\$ 20,544,127
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