

STATE OF NORTH CAROLINA

COUNTY OF VANCE

The Vance County Board of Commissioners met in special session on Tuesday, June 21, 2011 at 4:30 p.m. in the Commissioners' Conference Room, Vance County Administration Building, 122 Young Street, Henderson, NC. Those Commissioners present were as follows: Chairman Eddie L. Wright, Commissioners Terry E. Garrison, R. Dan Brummitt, Thomas S. Hester, Jr., J. Timothy Pegram, and Gordon Wilder.

Absent: Commissioner Deborah F. Brown.

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

County Manager Jerry L. Ayscue gave the invocation.

The purpose of the special meeting was as follows:

1. Hold Public Hearing for CDBG Grant Application
2. Adopt FY 2011-12 Budget Ordinance
3. Authorize Year-End Closeouts
4. Other Items as Needed

Public Hearing. As advertised, at 4:30 p.m., a public hearing was held to gain citizen input regarding a CDBG grant application. Mr. Timmy Baynes, Council of Governments Director, stated that the public hearing is a requirement of the NC Community Development Block Grant Economic Development Program (CDBG-ED). A second public hearing will be scheduled at a later date to receive comments on the actual application.

Mr. Baynes explained that the CDBG-ED program is one component of the North Carolina Small Cities Community Development Block Program. This program provides funds to local governments to develop viable communities "by providing decent housing and a suitable living environment and expanding economic opportunities, principally for persons of low and moderate income. The County must comply with all of the program regulations and must have closed out all previous grants satisfactorily in order to apply for new funds.

CDBG Funds provided for this program are intended to help prospective companies with the renovation and upfit of a vacant building. CDBG programs also require that the company commit to creating or retaining 60% of the jobs for low to moderate income persons. CDBG funds provided to the company by a local unit of government will be in the form of a forgiven loan. The loan has a term of five years with no principal or interest payments provided that the company retains the jobs pledged for the five year term.

A number of certification and plans will be required to obtain a release of funds, and these documents will be prepared for the County Commissioners for their approval and signature.

Generally, this program requires a local funding match of at least 25% of the determined need except in the 27 most distressed counties as defined in the Article 3J Tax Credit Act and current 21st Century Communities.

The maximum allowable amount for a grant is \$750,000 and depends on the number of jobs the company has committed to creating and retaining.

As there was no one present who wished to speak on the matter, Chairman Eddie L. Wright declared the public hearing closed.

Adoption of FY 2011-2012 Budget Ordinance. County Manager Jerry L. Ayscue stated that the Ordinance was presented with no property tax increase. The rate remains the same at 78.2¢. The fire tax remains at 2.6¢. The solid waste household fee was increased to \$105.00 per household, per year.

Motion was made by Commissioner Thomas S. Hester, Jr., seconded by Commissioner J. Timothy Pegram, vote unanimous, to adopt the FY 2011-12 Budget Ordinance as presented.

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

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

SECTION I GENERAL FUND (10)

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

A. Expenditures Authorized by Departments:

Department	Amount
4100 - Governing Body	\$ 189,315
4300 - Elections	208,117
4400 - Administration/Finance	721,940
4500 - Tax Department	515,453
4600 - Community Improvement	59,876

Department	Amount
4700 - Legal Services	22,190
4800 - Register of Deeds	368,121
4900 - Information Technology	158,303
4910 - Economic Development Commission	342,025
5000 - County Administration Building	119,821
5010 - County Office Building	61,673
5020 - Henry A. Dennis Building	45,838
5030 - Vance Manor	830
5040 - Senior Center	37,570
5050 - Courthouse	309,483
5060 - Social Services Building	111,864
5100 - Sheriff's Department	3,670,692
5140 - Justice Assistance Grant	20,000
5200 - Jail	3,041,576
5230 - CJPP Multi-County Program	271,837
5250 - Environmental Services	49,840
5300 - Fire and EMS	2,133,840
5410 - Planning & Development	617,402
5550 - Central Services	638,515
5760 - Soil and Water Conservation	108,289
5800 - Mental Health	179,238
5900 - Public Health	330,291
5990 - Animal Control	276,300
6000 - Contributions to Other Agencies	1,286,207
6010 - Smart Start Program - Coop. Extension	54,489
6020 - 4-H Pullet Chain	1,835
6030 - Extension - General	6,350
6040 - Cooperative Extension - 4-H	16,200
6050 - Cooperative Extension Service	141,219
6070 - Veteran Services	62,558
6100 - Social Services	10,019,361
6110 - Program on Aging	604,467
6130 - DSS - Vending/FC Contributions	1,900
6150 - Nutritional Meals Program	137,877
6180 - Conflict Management - RESOLVE	36,895

Department	Amount
6190 - Youth Services - NYPUM	159,991
6200 - Friends of Youth	44,591
6210 - 911 Emergency Communications	1,198,941
6810 - Schools - Current Expense	7,202,440
Schools - Capital Outlay	425,000
Schools - Teacher Supplements	1,030,000
6830 - Community College - Current Expense	926,260
Community College - Capital Outlay	18,720
Nursing Center - Maria Parham Hospital	7,280
6960 - Transfers to Other Funds	2,823,645
9990 - Contingency	100,000
<i>General Fund Expenditures - Grand Total</i>	\$ 40,916,465

B. Revenues Anticipated:

Account	Amount
301-100 - Current Year Taxes	\$ 18,780,058
301-101 through 104 - Prior Year Taxes	1,295,000
301-105 - Penalties and Interest	295,000
315-500 - Vehicle Rental Tax	16,500
325-500 - Privilege License	7,000
329-900 - Interest Earnings	25,000
332-200 - Animal Control Fees	9,500
332-201 - Animal Control Vaccine	4,250
332-202 - Animal Control - Dog Taxes	1,000
332-203 - Animal Control Donations	2,500
332-204 - Animal Control - Fines	1,600
332-205 - Animal Control - Misc. Revenues	1,500
333-302 - Coop. Ext. - Misc. Income - General	5,000
333-305 - Coop. Ext. - Master Gardeners	675
333-307 - United Way - Consumer Science	440
333-308 - Coop. Ext. - Farmers Market	10,000
333-309 - Coop. Ext. - Pullet Chain	1,835
334-401 - Service Fees - 4-H	16,200
334-403 - Miscellaneous Fees - 4-H	500
342-201 - Planning Fees - Subdivisions	3,950
342-202 - Planning Fees	8,750

Account	Amount
342-203 - Board of Adjustment Fees	2,000
345-500 - Local Government Sales Tax - 1¢	3,440,000
345-501 - 1st ½¢ Sales Tax - 70% General Fund	1,349,160
345-502 - 1st ½¢ Sales Tax - 30% Cap. Res. School	578,210
345-503 - 2nd ½¢ Sales Tax - 40% General Fund	644,000
345-504 - 1st ½¢ Sales Tax - 60% Cap. Res. School	966,000
346-600 - Beer & Wine	115,200
346-606 - Veteran Services	2,000
346-607 - CJPA Funds	271,837
346-608 - Jail Inmates Per Diem	67,500
346-609 - Civil License Revocation	5,500
346-629 - Soil & Water Conservation - State	3,600
346-636 - Sales Taxes - City Hold Harmless	(440,000)
347-700 - ABC Revenue	50,000
347-701 - ABC Funds (5¢/Bottle)	6,195
347-702 - ABC Funds (Additional 5¢/Bottle)	5,405
348-800 - Administrative - Social Services	3,500,000
348-802 - MA/TANF Fraud Collections	1,800
348-805 - IV-D Fees	1,000
348-806 - IV-E Maximization	75,000
348-807 - Food Stamp Fraud Collection	1,200
348-808 - State Foster Care	50,000
348-809 - Special Adoptions	14,000
348-810 - AFDC Foster Care	140,000
348-812 - AFDC - IV-D	5,000
348-815 - Day Care - State/Federal	1,925,765
348-816 - Day Care - Smart Start	343,092
348-825 - Progress Energy	8,470
348-827 - Elderly & Disabled Transportation	40,000
348-829 - Supplemental EDTAP	21,000
348-830 - Medicaid Transportation	355,000
348-832 - CAP - Reimbursement (Medicaid)	130,000
348-833 - Medicaid At Risk	20,000
348-840 - Work First - EDTAP	6,830
348-841 - Work First - Supplemental	2,400
348-852 - Health Network	20,000
349-901 - Incentive - IV-D	105,000

Account	Amount
349-904 - SHIP	3,090
349-905 - ARRA	3,745
349-919 - Older American Act Title III-B - COG	225,109
349-924 - Nutritional Meals Program - Title III-C	121,000
350-001 - Vending Machine Profits - DSS	400
350-002 - Indigent Assistance - Donations	400
350-003 - Foster Children - Donations	1,500
350-007 - Donations - Senior Center	1,500
350-010 - Liquid Nutrition Sales	7,000
350-015 - Project Income Title III-B & III-C	10,000
350-026 - Aging Donations	500
353-303 - Emergency Management - Federal	18,000
353-313 - Federal Owned Entitlement Land	45,000
356-600 - Register of Deeds	146,000
356-601 - Register of Deeds - Excise Tax	60,000
356-602 - Register of Deeds - Automation Fund	130,628
357-710 - Inspection Fees	235,000
358-800 - Jail Fees	16,000
358-802 - Jail Telephone Income	33,500
358-807 - Senior Center - Jail Meals	84,000
358-814 - US Marshal's Office - Jail	40,000
358-816 - Inmate Copayment Fees - Jail	1,500
358-818 - Jail Incentive - ESC & SSN	10,000
358-820 - Client Meals - CJPP	6,000
359-901 - Sheriff's Fees	93,000
359-903 - IV-D Contract - Sheriff	64,300
359-906 - Concealed Weapons Permits	10,000
359-908 - Clerk of Court - Sheriff	50
359-912 - Officers' Fees	25,000
359-913 - Fingerprinting/Transports	4,800
359-918 - Sheriff - ICE	2,500
360-000 - Ambulance Service Fees - Current Year	745,000
360-001 - Ambulance Service Fees - Prior Years	570,000
360-002 - Ambulance - Debt Setoff	117,500
367-702 - Insurance Reimbursement	55,000
367-710 - Tourism - Collections & Administration	25,000

Account	Amount
367-720 - AOC Telephone	9,000
369-900 - City of Henderson - Elections	46,300
369-901 - City of Henderson - Tax Office	148,560
369-904 - City of Henderson - 911	516,490
369-915 - City Water Reimbursements	2,500
370-000 - Rents	120,000
370-001 - Sales of Tax Maps & Ordinances	1,000
370-003 - CATV Franchise Revenue	165,000
370-004 - False Alarms	500
370-005 - Miscellaneous Revenues	7,500
370-012 - United Way - FOY	1,000
370-013 - United Way - Youth Services	7,500
370-014 - Vending Proceeds - Finance	450
370-020 - Smart Start	54,489
370-099 - Sale of Fixed Assets	20,000
380-001 - Friends of Youth	22,500
380-003 - NCAY	12,500
380-009 - JCPC Administration Assistance	5,500
380-011 - Conflict Management - State	7,450
380-012 - Conflict Management - Counties	29,457
380-013 - Mentoring Grant	500
380-020 - RGP Grant - KARTS	35,112
380-022 - Justice Assistance Grant	20,000
380-023 - Federal Grant - Vests	3,685
380-030 - Youth Services - OJJDP	94,500
380-039 - 911 Grant	18,000
380-043 - REDC Grant - Sewer - Warrenton Road	33,421
380-044 - Gang Assessment Grant	25,000
380-050 - Wellness Grant	1,750
380-051 - Supplemental RGP Grant	30,888
380-052 - 911/EMA Exercise Grant	18,870
380-058 - 911/EMA Exercise Grant - 2010	27,500
397-717 - Transfer from Facilities Fees	74,920
397-743 - Transfer from Fire Tax	83,330
397-745 - Transfer from Room Occupancy Tax	100,000
397-760 - Transfer from CR - Schools	125,000
397-771 - Transfer from ETS - Wireless	88,509

Account	Amount
399-900 - Fund Balance Appropriated	1,727,340
<i>General Fund Revenues - Grand Total</i>	\$ 40,916,465

SECTION II **WATER ENTERPRISE FUND (16)**

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

A. Expenditures Authorized:

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

B. Revenues Anticipated:

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

SECTION III **FACILITIES FEES FUND (17)**

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

A. Expenditures Authorized:

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

B. Revenues Anticipated:

Account	Amount
Investment Earnings	\$ 485
Court Fees	102,500
Fund Balance Appropriated	5,000
<i>Total Revenues - Facilities Fees</i>	<i>\$ 107,985</i>

SECTION IV DEBT SERVICE FUND (20)

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

A. Expenditures Authorized:

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

B. Revenues Anticipated:

Account	Amount

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

SECTION V DEBT SERVICE FUND - SCHOOLS (21)

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

B. Expenditures Authorized:

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

B. Revenues Anticipated:

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

SECTION VI SOLID WASTE ENTERPRISE FUND (30)

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

2. As authorized by Chapter 153A of the General Statutes of North Carolina, the following rules and regulations were established by the Board of

Commissioners on June 28, 1995 to govern the assessment of a solid waste household user fee to fund disposal and other related solid waste costs.

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

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

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

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

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

A. Expenditures Authorized:

Account	Amount
Operating Expenses - Solid Waste Management	\$ 2,111,500
Total Expenditures - Solid Waste Management	\$ 2,111,500

B. Revenues Anticipated:

Account	Amount
Investment Earnings	\$ 300
City Businesses	4,500
Leaf Disposal - City Reimbursement	1,000
Scrap Tire Fees	48,500
Recycling Proceeds	1,000
White Goods	20,000
Disposal Tax	22,000
Electronic Disposal Fees	5,000
Solid Waste Household User Fee	1,927,800
Recycling - DENR	5,000
Warren County - Collection Site	32,500
Total Revenues - Solid Waste Management	\$ 2,111,500

SECTION VII REAPPRAISAL RESERVE FUND (40)

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

A. Expenditures Authorized:

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

B. Revenues Anticipated:

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

SECTION VIII RETIREMENT/PENSION RESERVE (41)

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

A. Expenditures Authorized:

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

B. Revenues Anticipated:

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

SECTION IX SPECIAL FIRE TAX FUND (43)

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

A. Expenditures Authorized:

Account	Amount
Tax Refunds	\$ 500
Administrative Fees	2,000
Kerr Lake/Golden Belt Merger	31,330
Contributions to Fire Departments	400,000
Rotating Capital Proceeds	30,000
<i>Total Expenditures - Special Fire Tax</i>	<i>\$ 463,830</i>

B. Revenues Anticipated:

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

SECTION X ROOM OCCUPANCY TAX (45)

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

A. Expenditures Authorized:

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

B. Revenues Anticipated:

Account	Amount
Room Occupancy Tax Proceeds	\$ 310,000

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

SECTION XI CAPITAL RESERVE FUND - SCHOOLS (60)

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

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

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

1. Expenditures Authorized:

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

2. Reserves on Hand:

Account	Amount
Investment Earnings	\$ 1,650
Fund Balance Appropriated	1,143,385
<i>Total Reserves</i>	<i>\$ 1,145,035</i>

B. Current Year Appropriations (FY 2011-12)

1. 1983 ½¢ Sales Tax (30%)

a. Expenditures Authorized:

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

b. Revenues Anticipated:

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

2. 1986 ½¢ Sales Tax (60%)

a. Expenditures Authorized:

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

b. Revenues Anticipated:

Account	Amount
Contributions From General Fund	\$ 966,000
Total Revenues	\$ 966,000

3. Lottery Proceeds

a. Expenditures Authorized:

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

b. Revenues Anticipated:

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

4. Annual Payment for Office Building

a. Expenditures Authorized:

Account	Amount

Account	Amount
Transfer to Debt Service - Schools	\$ 234,993
<i>Total Expenditures</i>	\$ 234,993

b. Revenues Anticipated:

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

GRAND TOTALS

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

SECTION XII CAPITAL RESERVE FUND - GENERAL (61)

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

A. Expenditures Authorized:

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

B. Revenues Anticipated:

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

SECTION XIII EMERGENCY TELEPHONE SYSTEM - WIRELESS FUND (71)

Former Fund 70. In March of 1994, the County of Vance enacted a surcharge of \$1.00 per telephone line for the purpose of obtaining necessary funding to implement an Enhanced-911 Emergency Communications System.

Such surcharges were collected by Sprint Telephone Company (Century Link) and remitted monthly to the County. These funds were restricted in use by North Carolina General Statutes for specific purposes in the enhancement of emergency telecommunications for local governments and were accounted for in the Emergency Telephone System Fund.

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

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

A. Expenditures Authorized:

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

B. Revenues Anticipated:

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

SECTION XIV CONTRIBUTIONS FROM GENERAL FUND TO OTHER FUNDS

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

Other Funds	Amount
Debt Service	\$ 817,051
Reappraisal Reserve	87,000
Capital Reserve - Schools	1,544,210
Capital Reserve - General	262,880

Other Funds	Amount
Retirement/Pension	39,004
Debt Service - Schools	73,500
<i>Total Contributions to Other Funds</i>	\$ 2,823,645

SECTION XV **TOTAL BUDGET**

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

SECTION XVI **BUDGET SUMMARY**

Fund	Amount
(10) General Fund	\$ 40,916,465
(16) Water Enterprise Fund	190,214
(17) Facilities Fees Fund	107,985
(20) Debt Service Fund	1,162,331
(21) Debt Service - Schools Fund	2,380,794
(30) Solid Waste Enterprise Fund	2,111,500
(40) Reappraisal Reserve Fund	350,149
(41) Retirement/Pension Reserve Fund	273,448
(43) Fire Tax Fund	463,830
(45) Room Occupancy Tax Fund	580,841
(60) Capital Reserve - Schools Fund	3,185,860
(61) Capital Reserve - General Fund	413,101
(71) Emergency Telephone System Fund	933,008
<i>Budget Subtotal</i>	53,069,526
<i>Less: Contributions from General Fund to Other Funds</i>	- 2,823,645
Budget Grand Total	\$ 50,245,881

SECTION XVII **PUBLIC SCHOOLS**

A. Capital Outlay

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

amount will be distributed upon receipt and approval of school projects by the Board of County Commissioners.

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

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

B. Current Expense

Account	Amount
Current Expense	\$ 7,202,440
Teacher Supplements	1,030,000
<i>Total Current Expense - Public Schools</i>	\$ 8,233,440

Total Capital Outlay and Current Expense:

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

SECTION XVIII TOURISM DEVELOPMENT

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

SECTION XIX EMPLOYEE COMPENSATION

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

SECTION XX MILEAGE REIMBURSEMENT RATE

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

SECTION XXI METHOD OF LEVY

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

budget are left under the control of the County of Vance for appropriate use according to establishment of priorities and needs as determined by the governing body.

SECTION XXII TAX RATE

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

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

SECTION XXIII DISPENSATION

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

Adopted this 21st day of June, 2011.

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

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Year-End Closeouts. Mr. Ayscue requested authorization to perform the year-end closeout. He stated that in order to finalize the County’s FY 2010-11 books and conduct appropriate closeout transactions, it is necessary to obtain Board approval for the required budget actions.

Motion was made by Commissioner Dan Brummitt, seconded by Commissioner Thomas S. Hester, Jr., vote unanimous, to authorize the staff to perform the necessary FY 2010-11 year-end budgeting and accounting transactions.

Commissioner Dan Brummitt asked that the Board address, at some point in time, the time frame in which the budget is conducted next year.

Appearing below is the FY 2010-11 Year-End Closeout Budget Amendment:

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Budget Amendment #37
Year End Close-Out

Expenditure	Code	Increase	Increase
FICA Expense	10-430-500005		1,315
Travel & Training	10-440-500014		2,735
Maintenance Equipment	10-440-500016		3,010
Equipment Rental	10-440-500021		1,740
Office Supplies	10-440-500032		5,310
Contracted Services	10-440-500045		6,155
Non-Capitalized Assets	10-440-500085		1,200
Bank Service Charges	10-440-500088		930
Contracted Services	10-450-500045		38,600
Capital Outlay	10-450-500074		48,130
Non-Capitalized Assets	10-450-500085		540
Special Contracted Services	10-470-500044		22,270
Group Insurance	10-490-500006		615
Retirement	10-490-500007		570
Departmental Supplies	10-490-500033		38,200
Capital Outlay	10-490-500074		25,875
Non-Capitalized Assets	10-490-500085		550
Non-Capitalized Assets	10-491-500085		555
Special Project Vescom	10-491-500094		100,000
Part Time Salaries	10-500-500002		6,680
Utilities	10-500-500013		10,400
Maint Building & Grounds	10-500-500015		19,600
Maint Building & Grounds	10-504-500015		6,300
Non-Capitalized Assets	10-504-500085		1,180
Contracted Services	10-506-500045		3,735
Non-Capitalized Assets	10-510-500085		400
Capital Outlay	10-510-500074		306,650
Sheriff's Interdiction	10-517-500033		250
Part Time Salaries	10-520-500002		10,000
Planning Grant	10-525-500176		1,680
Mobile Home Removal	10-525-500176		2,735
Lease Purchase Principal	10-530-500153		55,400
Lease Purchase Principal	10-530-500154		11,400
Non-Capitalized Assets	10-530-500085		3,100
Part Time Salaries	10-530-500002		258,500
FICA Expense	10-530-500005		17,900
Non-Capitalized Assets	10-541-500085		1,500
Lease Purchase Principal	10-555-500153		85,550
Telephone & Postage	10-555-500011		9,700
Advertising	10-555-500026		4,250
Special Contracted Services	10-555-500044		35,455
Capital Outlay	10-555-500074		28,700
Fringe Benefits Retirees	10-555-500109		5,700
Utilities	10-599-500013		2,450
Maint Building & Grounds	10-599-500015		8,800
Auto Supplies	10-599-500031		8,675
Departmental Supplies	10-599-500033		11,000
Uniforms	10-599-500036		1,850
Contracted Services	10-599-500045		1,350
Health Care Drugs Medicine	10-599-500046		14,900
Non-Capitalized Assets	10-599-500088		3,515
Bank Service Charges	10-599-500088		900
Armory/Farmer's Market			
Maintenance	10-600-500204		1,220
Recreation City	10-600-500214		6,325
Recreation Aquatics	10-600-500217		12,205
KARTS County Match	10-600-500220		14,860
DOT-KARTS RGP Grant	10-600-500228		15,115

Expenditure	Code	Increase	Increase
Save A Lot Building Reuse	10-600-500248		48,000
Kittrell US #1 Sewer Grant	10-600-500249		40,000
Central Children Home	10-600-500257		16,800
CDBG COG	10-600-500265		870
Community Bullying Grant	10-600-500270		1,605
Contracted Services	10-601-500045		13,100
Regular Salaries	10-607-500001		530
Part Time Salaries	10-607-500002		385
Non-Capitalized Assets	10-607-500085		1,040
Non-Capitalized Assets	10-610-500085		16,140
Non-Capitalized Assets	10-611-500085		5,700
Liquid Nutrition	10-615-500049		500
Travel & Training	10-620-500014		300
Other Supplies & Materials	10-620-500034		3,350
Capital Outlay	10-621-500074		950
Non-Capitalized Assets	10-621-500085		9,600
Regular Salaries	10-629-500001		356,033
Part Time Salaries	10-629-500002		60,935
Longevity Pay	10-629-500004		2,500
FICA Expense	10-629-500005		30,048
Group Insurance	10-629-500006		88,742
Retirement	10-629-500007		23,161
Regular Salaries	10-630-500001		146,790
Part Time Salaries	10-630-500002		21,884
FICA Expense	10-630-500005		12,905
Group Insurance	10-630-500006		22,137
Retirement	10-630-500007		9,483
Animal Shelter Fees	10-332-433200	3,000	
Animal Shelter Vaccine	10-332-433201	2,900	
Animal Control Dog Tax	10-332-433202	1,300	
Animal Control Fines	10-332-433204	2,300	
Cat Medication Donation	10-332-433205	2,800	
Misc. Revenues	10-332-437005	2,580	
Master Gardener	10-333-433305	1,373	
Fed Flood Control	10-353-435313	23,237	
Inspection Fees	10-357-435710	12,000	
Sheriff ICE US Customs	10-359-435918	23,900	
Ambulance Fees Debt Setoff	10-360-436002	25,000	
FOY United Way	10-370-437012	600	
Road Signs	10-370-437026	1,600	
Scholarships	10-370-437028	2,000	
Sale of Fixed Assets	10-370-437099	10,000	
Justice Assistance Grant	10-380-438022	11,618	
Kittrell US #1 Sewer Grant	10-380-438049	40,000	
Abandoned Mobile Home	10-342-437525	1,025	
Lease Proceeds	10-370-437024	275,990	
KARTS RGP Grant	10-380-438020	15,115	
Save A Lot Building Reuse	10-380-438054	48,000	
Community Bullying Grant	10-380-438070	1,605	
911 City Reimbursement	10-369-436904	10,550	
Library Reimbursement	10-367-436704	561,419	
Vance Co. Housing Reimb	10-367-436705	213,199	
Ad Valorem Tax Current	10-301-430100	430,000	
Ad Valorem Tax 1 st Prior Yr	10-301-430101	50,000	
Ad Valorem Tax 2 nd Prior Yr	10-301-430102	48,000	
Penalties & Interest	10-301-430105	43,000	
Decreases	Code	Decreases	Decreases
Other Supplies & Materials	10-430-500034	1,315	

Contracted Services	10-480-500045	115,268	
Special Contracted Services	10-520-500044	10,000	
Building Demolition	10-525-500172	3,500	
Asbestos/Storage Tanks	10-525-500173	1,000	
Capital Outlay	10-530-500085	150,000	
New Personnel	10-530-500337	4,700	
Workers Comp Insurance	10-541-500037	1,500	
VIPER Radio Purchase	10-555-500137	82,000	
Lease Purchase Principal	10-599-500153	1,000	
Lease Purchase Interest	10-599-500154	90	
Insurance - Aycock Gym	10-600-500054	1,460	
Regular Salaries	10-601-500001	13,100	
Regular Salaries	10-610-500001	16,140	
Regular Salaries	10-611-500001	5,700	
Maintenance Equipment	10-621-500016	10,550	
Reg. of Deeds Automation	10-356-435602		115,268
911 Code Red Hospital	10-370-437025		3,333
Contingency	10-999-500099	58,885	
TOTALS		\$ 2,340,319	\$ 2,340,319

**Solid Waste Fund
Fund 30**

Expenditures	Code	Decrease	Increase
Regular Salaries	30-608-500001		1,600
Departmental Supplies	30-608-500033	1,600	
Totals		\$ 1,600	\$ 1,600

**Vance County Tourism
Development Authority
Fund 45**

Expenditures	Code	Decrease	Increase
Group Insurance	45-413-500006		595
Retirement	45-413-500007		105
Administrative Fees	45-413-500083		16,200
Special Projects	45-413-500062	16,900	
Totals		\$ 16,900	\$ 16,900

**Emergency Telephone
System - Wireless
Fund 71**

Expenditures	Code	Decrease	Increase
Non-Capitalized Assets	71-751-500085		20,545
Special Projects	71-751-500062	20,545	
Totals		\$ 20,545	\$ 20,545

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Register of Deeds Resolution. Mr. Ayscue explained that the Register of Deeds has determined the need for duplication and automation of 21 microfilm tapes of cancellations of deeds of trust which are currently stored in the Register of Deeds Office. Such duplication and automation requires records to be taken to the office of Logan Systems, Inc. in Greensboro for a

time period not to exceed June 22, 2011 to July 29, 2011. General Statutes only allow register of deeds to approve removal of public records for a maximum of 24 hours. Longer absences need to be approved by the Board of Commissioners.

Motion was made by Commissioner Terry E. Garrison, seconded by Commissioner Dan Brummitt, vote unanimous, to approve the following resolution authorizing documents to be removed from the register of deeds office for the purpose of duplication and automation.

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RESOLUTION
by the
Vance County Board of Commissioners
To Authorize Documents to be Removed Off-site from Register of Deeds Office
for Purpose of Duplication and Automation

WHEREAS, the register of deeds is an elected official with primary duties deemed to be a major custodian of records in county government, including maintenance and protection of such records; and

WHEREAS, Vance County Register of Deeds Carolyn Pecora has determined the need for duplication and automation of twenty-one (21) microfilm tapes of cancellations of deeds of trust which are currently stored in the Vance County Register of Deeds Office (books 455, 462, 477, 488, 497, 512, 522, 533, 545, 560, 572, 577, 582, 587, 608, 628, 632, 639, 651, 672, and 683); and

WHEREAS, such duplication and automation requires said records to be taken to the office of Logan Systems, Inc., in Greensboro, N.C., for a time period not to exceed June 22, 2011 through July 29, 2011; and

WHEREAS, North Carolina General Statutes 153A-436(b) only allows a register of deeds to approve removal of public records for a maximum of twenty-four hours, with a longer absence to be approved only by the board of county commissioners.

NOW THEREFORE BE IT RESOLVED, that the Vance County Board of Commissioners does approve the request of duly elected Vance County Register of Deeds Carolyn Pecora for the removal from the Vance County Register of Deeds Office of twenty-one (21) microfilm tapes containing cancellations of deeds of trusts as contained in books 455, 462, 477, 488, 497, 512, 522, 533, 545, 560, 572, 577, 582, 587, 608, 628, 632, 639, 651, 672, and 683 for the period of June 22, 2011 through July 29, 2011 by Logan Systems, Inc., with said documents to be transported by Logan Systems staff to and from its Greensboro office for the purpose of duplication and automation of said documents.

This, the twenty first day of June, 2011.

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

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Chairman Wright thanked the County Manager, the Finance Director, and the Department Heads for the superb job that was done on this year's budget.

As there was no further business, at 4:50 p.m., motion was made by Commissioner Terry E. Garrison, seconded by Commissioner Thomas S. Hester, Jr., vote unanimous, that the meeting be adjourned.

Approved and signed August 1, 2011.

Eddie L. Wright (signed)
Eddie L. Wright, Chairman