

Budget Committee Agenda May 3rd, 2016 5:30 pm

Members Present: Ron Woody, Chairman; Steve Kelley; Carolyn Granger; Darryl Meadows; Junior Hendrickson

Members Absent: None

Additional: Kaley Walker, Director of Accounts and Budgets; Gene McClure, Wastewater Director

Meeting Convened: Meeting called to order by Chairman Woody @ 5:30 PM

2016 Budget Amendments

Resolution 05-16-11 amending the General Purpose School Fund

Motion to recommend to full commission: Hendrickson
2nd: Meadows
On a **Voice Vote** motion **passed**.

Resolution 05-16-12 amending the School Cafeteria Fund

Motion to recommend to full commission: Kelley
2nd: Meadows
On a **Voice Vote** motion **passed**.

Resolution 05-16-13 amending the School Transportation Fund

Motion to recommend to full commission: Kelley
2nd: Hendrickson
On a **Voice Vote** motion **passed**.

Resolution 05-16-14 amending the School Before and After School Program

Motion to recommend to full commission: Meadows
2nd: Hendrickson
On a **Voice Vote** motion **passed**.

Resolution 05-16-15 amending the School Capital Projects Fund
Additional revenue is from insurance company for bus wreck, expenditure is to purchase a replacement bus. Cost of \$15,559 from fund balance.

Motion to recommend to full commission: Hendrickson
2nd: Kelley
On a **Voice Vote** motion **passed**.

2017 Budget Presentation

A worksheet has been received from the retirement provider (TCRS) for the county showing a reduction of 4.43% of contribution from the county. The rate has moved down from 8.45% to a minimum 4.02%. TCRS also added that they want counties to contribute more than this minimum, as that will ensure financial solvency for the future when stock returns are not so good. The committee discussed also slowing adjusting the percentage of health insurance that is born by the employee. Currently employees pay 5% of their single health insurance.

204 Wastewater Enterprise Fund:

This fund supports the operations of the wastewater facility. It is overseen by the Public Utility Board. The budget must be approved by the County Commission, and debt issuances must be approved by the County Commission and signed for by the County Executive.

This fund is supported by user fees for wastewater services as well as sewer tap hook ups. User charges account for \$1,000,000.

Revenue: \$1,100,000

Expenditures under operations include salaries, benefits and materials for operations. Director McClure stated there are no planned line extensions for the next 5 years or so, but an addition to the plant may be needed if the plateau park industrial park comes to fruition. There is \$55,000 for paving at the plant.

Expenditures: \$1,081,976

Motion to recommend the revenue of 1,100,000 and appropriation of 1,081,976: Kelley

2nd: Meadows

Hendrickson – Yes

Meadows – Yes

Granger – Yes

Kelley – Yes

Motion **passed.**

Beginning Fund Balance	\$1,462,919	In compliance with:
Revenues	\$1,110,000	Fund Balance Policy ----- Yes
Appropriation	\$1,081,976	
Ending Fund Balance	\$1,480,943	
Effect on Fund Balance	\$18,024	

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The county has three capital funds one each for General Government, Highway and Education. Each of these uses sub funds to provide additional segregation of funds.

Fund 171 – General Capital Projects Fund:

This fund supports; capital improvements to be made to facilities, vehicle replacement and administration of large grants. It is broken into subfunds to monitor the several separate projects and separate revenue streams while maintaining separation of cash. The committee has a preliminary review of each of the subfunds.

Revenues – This fund currently receives 5 cents in property tax. There is also a \$100,000 transfer in from the general fund from the restriction for Courthouse and Jail Maintenance, and a \$25,000 transfer in from the General Fund to repay the OFI subfund for improvements at the Ag building, \$140,000 from 116 for convenience center capital projects and \$70,000 from the 123 for recycling center capital projects.

Total Revenues: 1,035,000

Expenditures –

AMB: This sub fund was added last year to account for ambulance capital purchases. The request this year includes 1 new ambulance and health equipment, and replacement vehicle. **\$197,000**

BAL: This subfund is used to receive all tax revenue prior to it being allocated to specific projects. As new projects arise, the money to fund them may come from the fund balance within this subfund. This subfund is used to purchase computers, servers and office equipment. This subfund has requests for a sheriff serve, accounting software upgrade and trustee fees for the fund. **\$100,000**

CCC: This sub fund is used for capital related to the Convenience Centers in the County. It is supported by a transfer from the operating fund Solid Waste (116). This budget includes cameras, and site development at Blue Springs and Pumphouse. **\$140,000**

CHJ: The revenue is a transfer in from the General Fund (101) from a restriction for capital improvements and maintenance in jails or courthouses. It is a transfer of \$75,000. Requested expenditures include: Boiler, CH Cameras, Jail Cameras, Courtroom Painting and a biometric screener. **\$355,000**

OES: this subfund was set up for projects related to the Office of Emergency Services. This year's request is to purchase SCBA equipment and a new server/computers. **\$42,000**

OFI: this sub fund is for other facility improvements that are not jail or courthouse related. The animal shelter has requested roof repair/replacement and a new area for dog socialization. **\$12,000**

RCY: this sub fund is for projects at the Recycling Center. Revenue comes from a transfer from operations of the Recycling Fund (123). Requested projects are paving at the center, a hydraulic fluid filter system and solid waste equipment. **\$100,000**

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REC: this subfund handles the capital projects related to recreation. Requested this year are mowers, cottage improvements, replacement truck and grant match for the nation resource trust grant and replacing the bridge to the old caney creek campground. **\$335,000**

SPC: this sub fund is used for capital improvements at the Swan Pond Sports Complex. Appropriations are for phase 2 of the build out as well as contingency money for phases one and two. **\$276,000**

VEH: requests include Sheriff, Animal Control, codes and jail. **\$316,200**

Motion to recommend the revenue of \$1,035,000 which includes property tax of 5 pennies (\$590,000) and appropriation of \$1,873,200: Meadows

2nd: Granger

On a **voice vote** motion **passed**.

Total Appropriation: \$1,873,200

Beginning Fund Balance	\$1,497,119	In compliance with:
Revenues	\$ 1,035,000	Fund Balance Policy ----- Yes
Appropriation	\$1,873,200	
Budget Ending Fund Balance	\$658,919	
Effect on Fund Balance	(\$838,200)	

Other Special Revenue: Fire and Animal Control Fund 121

There is enough fund balance in the fire and animal control fund to function for one more year with the current funding level and operations, however the county must take a stance on the future of fire protection for rural residents and businesses. Is it with a full time, fully funded countywide fire department or is it with multiple volunteer fire departments?

Budget Committee requested the fire board to review the budget and recommend a stance for the county to take on fire protection. There are a few options: raise the property tax to support current fire operations, reduce full time fire positions or reduce contributions to the volunteer fire departments. Commissioner Granger and Hendrickson are on both fire and budget, and will bring back the fire board recommendation to the next budget committee.

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General Fund (101) Revenue:

The committee reviewed all revenues which are very similar to the prior year revenues. The property tax rate is the same. Potential changes in revenues in the future include a reduction of the TVA impact money received for counties where construction has occurred in the prior two (2) years, payments from the utilities in the Industrial Park on contract and Hall Income Tax. With the current revenues and expenditures, the general fund is out of balance \$2.5M.

Local:

Local taxes:	\$10,476,350
Permits, Fines, Fees:	\$1,340,775
Fees in Lieu of Salary:	\$2,336,00

State: \$2,145,936

Federal: \$126,667

Other: \$500

Motion to recommend revenue of \$16,426,728: Granger

2nd: Kelley

On a **voice vote** motion **passed**.

Motion to adjourn @ 7:30PM: Granger

2nd: Hendrickson

On a **voice vote** motion **passed**.

Minutes submitted by Director Walker