

CLEVELAND COUNTY BOARD OF COMMISSIONERS

June 2, 2009

The Cleveland County Board of Commissioners met in a regular session on this date, at the hour of 6:00 p.m., in the Commission Chamber of the Cleveland County Administrative Offices.

PRESENT: Jo Boggs, Chairwoman
Eddie Holbrook, Commissioner
Mary S. Accor, Commissioner
Ronald J. Hawkins, Commissioner
David C. Dear, County Manager
Robert Yelton, County Attorney
Kerri Melton, County Clerk
April Crotts, Deputy Clerk
Eddie Bailes, Assistant County Manager
Chris Green, Tax Administrator
Alexis Pearson, Human Resources Director
Chris Crepps, Finance Director
Nicholas Bissette, Cleveland Headline News
David Allen, The Star
Other individual names on file in the Clerk's Office

ABSENT: Johnny Hutchins, Vice-Chairman

CALL TO ORDER

Chairwoman Jo Boggs called the meeting to order and led the audience in the "Pledge of Allegiance" to the flag of the United States of America. Assistant County Manager Eddie Bailes provided the invocation for the meeting.

AGENDA ADOPTION

ACTION: Ronnie Hawkins made the motion, seconded by Mary Accor, and unanimously adopted by the Board, to *adopt the agenda as presented by the County Clerk with the following addition:*

6A. PROCLAMATION- JUNE 9TH JOE ROSE DAY

CONSENT AGENDA

APPROVAL OF MINUTES

There being no corrections, additions, or deletions to the Minutes of *May 19, 2009*, motion was made by Mary Accor, seconded by Ronnie Hawkins, and unanimously adopted by the Board, to *approve the minutes as written.*

FINANCE DEPARTMENT: BUDGET AMENDMENTS (BNA #087)

ACTION: Mary Accor made the motion, seconded by Ronnie Hawkins, and unanimously adopted by the Board, to *approve the following budget amendments:*

<u>Account Number</u>	<u>Department/Account Name</u>	<u>Increase</u>	<u>Decrease</u>
010.416.5.971.00	Legal/C/O Foreclosure Prop	\$34,171.50	
010.410.4.991.00	General/Fd Bal Appropriated	34,171.50	

Explanation of Revisions: To budget for the purchase of foreclosed property (Parcel #'s: 18628,18638,22052,17291,20597,71972). No upset bids were received on these properties.

ACCEPTANCE OF PROPERTY AT BROAD RIVER GREENWAY

County Manager David Dear explained that the purpose of this agenda item is to officially accept approximately 1,000 acres at the Broad River Greenway given to Broad River Greenway, Inc. by the North Carolina Department of Transportation. This property will be divided under the current ownership arrangement with the Town of Boiling Springs- 90% Cleveland County and 10% Town of Boiling Springs.

ACTION: Mary Accor made the motion, seconded by Ronnie Hawkins, and unanimously adopted by the Board, *to accept the property as described by Mr. Dear (copy of deed found on Pages _____ of Minute Book 31).*

REGULAR AGENDA

DR. ANITA WARE- EARLY COLLEGE HIGH SCHOOL

Dr. Ware described the first year of the Cleveland County Early College High School as "fantastic".

She described the Year One Accomplishments which included the following:

- Completed Five Interdisciplinary Investigations
- Completed over 20 hours of community service
- All 50 students passed all of their high school courses
- All 50 students passed all of their college courses earning fourteen hours of transferable college credit
- Twenty-three students passed World Civilization I & II earning six additional hours of transferable college credit
- 100% (50 students) passed the English I End of Course test after Retest 1
- 98% (49 students) passed the Algebra I End of Course test after Retest 2
- 100% (50 students) passed the Algebra II End of Course test
- 92% (47 students) passed the Physical Science End of Course test
- 90.4 Unofficial Performance Composite
- 98% Attendance rate

Dr. Ware explained that many of these students started below grade level and had poor attendance rates. All but one of the 50 students will be returning to Cleveland County Early College High School. The student not returning will be relocating to another county. Ms. Ware shared the cohort demographics for year one and year two noting that year two will include more students listed below grade level and more students who did not pass the 8th grade computer competency test.

Commissioners praised the work of Dr. Ware with Commissioner Accor calling her "an inspiration." Dr. Ware thanked Commissioners for supporting the school, "We felt it throughout this year." She is very excited for the new school facility. Cleveland County Early College High School has teamed up with North Shelby School for several learning and fundraising events. The events have been very successful.

CLEVELAND COUNTY JUVENILE CRIME PREVENTION COUNCIL (JCPC) ANNUAL PLAN FOR 2009-2010

Nelson Connor, JCPC Chairman, reviewed the following information regarding this year's plan. Each year, JCPC completes a comprehensive planning process where they look at the situation in Cleveland County as it relates to youth crime, risk factors and existing factors. He explained that eleven proposals were received requesting funding.

Mr. Connor referenced the plan and recommended Commissioners approval of the plan:

- * Substance Abuse
- * Mental Health Needs
- * School Behavior
- * Peer Relationships
- * Family Needs – Parental Supervision, History of Domestic Violence and Family Criminality

The committee proposed that the following services, ranked in order, be used as funding priorities for the FY 2008-2009 and FY 2009-2010:

1. Community Services/Restitution
2. Parental Supervision/Family Support Services
3. Peer Relationship
4. Substance Abuse assessment/treatment
5. School Behavior
6. Mental Health

JCPC advertised request for proposals and received eleven proposals. The risk factors guided this committee in making recommendations to Commissioners regarding the approximate allocations of \$284,516 provided to Cleveland County by the North Carolina Department of Juvenile Justice and Delinquency Prevention **(subject to approval by the General Assembly)**. Recommendations for funding are:

- | | |
|----------|--|
| \$10,654 | Restitution and Community Service: Administered through Communities in Schools the program allows the juvenile an option to give back to the community as well as offer them a chance to be held accountable and to repair some of the harm caused by his or her conduct. Monetary restitution is a process that offenders are held accountable, either partially or fully, for the financial losses suffered by the victims of their crimes. |
| \$17,811 | Teen Court: Administered through Communities in Schools the program is designed to reduce likelihood of re-offense and educate youth about the Criminal Justice System. Offenders are screened through Juvenile Court Counselors. Jurors are peers, however, jurors do not know the offender. Misdemeanor cases will be heard. Offenders are required to plead guilty and accept the sentence which will take three months to complete. Local lawyers act as judges and cases are heard in a real courtroom. |
| \$90,593 | Roots and Wings – Parent/Youth Skill Development: Administered by the Cleveland County Health Department is a program that deals with high percentage of court involved youth and their families. They provide counseling and work on family dynamics throughout a 12 session program. |
| \$10,000 | Multi-systemic Therapy: Administered through Alexander Youth Network is a community based program which focuses on and works with court involved youth. An evidence based program with Master-leveled clinicians work in the homes of these youth. The goal is to track progress in school or work and avoid re-arrest. Statistics show that 50%-80% of youth who completed this program had no re-arrest five years out. |
| \$18,493 | Juvenile Mediation: Administered though Mediation Center of the Southern Piedmont is a program that serves youth referred by Juvenile Court and school resource officers. Through mediation the program teaches and encourages juveniles to deal with conflict in a positive manner, encourages young offenders to take responsibility for their actions, and helps victims develop a sense of justice being served. |
| \$56,570 | Roots and Wings – Substance Abuse Assessment: Administered by Cleveland County Health Department is a program that provides preliminary assessment to determine the level of substance abuse or risk for future substance use by adjudicated youth. |
| \$78,045 | CCAP – formally known as Cleveland Early Intervention Initiative – Phoenix Program: Administered by Cleveland County Schools is a program that provides a therapeutic alternative educational option to long-term suspended students and to students who are administratively placed in an alternative setting because of serious behavioral concerns. Life skill coordinators provide instruction and counseling to ensure successful re-enrollment in the regular school setting at the completion of the Phoenix program. |

\$2,350 Administration – Administered by the JCPC council comprised of various members delegated by statute and appointed by County Commissioners. The administration will oversee all aspects of programs providing services to youth of Cleveland County.

These allocations, require a 20% local match in the form of local cash and in-kind services. There will be no direct cost to Cleveland County.

There were three programs that applied but not recommended by the JCPC Allocations/Budget Committee. All three new requests were for programs that would provide services that were already being provided in Cleveland County. These programs were B.I.C.O.M Inc, FamilFirst and System of Care.

ACTION: Ronnie Hawkins made the motion, seconded by Mary Accor, and unanimously adopted by the Board, *to approve the plan as presented.* (copy found on Pages _____ of Minute Book 31)

RESOLUTION OPPOSING SENATE BILL 758 REGARDING TRANSFER OF SECONDARY ROAD FUNDING TO COUNTIES

ACTION: Mary Accor made the motion, seconded by Eddie Holbrook, and unanimously adopted by the Board, *to approve the following resolution regarding transfer of secondary road funding to counties:*

Number 18-2009

OPPOSING THE TRANSFER OF SECONDARY ROAD PROGRAM FUNDING

WHEREAS, legislation has been introduced (Senate Bill 758) that would transfer responsibility for maintenance of secondary roads from State to Counties beginning in 2011; and

WHEREAS, according to statistics compiled by the North Carolina Association of County Commissioners, there are 1024.24 miles of secondary roads in Cleveland County; and

WHEREAS, without the continuation of existing State revenue streams to pay for road upkeep and construction, Cleveland County would be forced to raise the property tax rate by 13.7 cents in order to keep up with the current level of funding needed to maintain our existing secondary roads; and

WHEREAS, Cleveland County residents, under present economic conditions, cannot afford a tax increase of that magnitude; and

WHEREAS, Cleveland County does not have the equipment or capital to take on this massive additional responsibility;

NOW, THEREFORE, BE IT RESOLVED that the Cleveland County Board of Commissioners strongly opposes SB 758, which, if ratified, would transfer responsibility for maintenance of secondary roads to Counties.

BE IT ALSO RESOLVED, that the Cleveland County Board of Commissioners strongly opposes any efforts by the General Assembly or NCDOT to shift any transportation costs formerly paid by the State to Counties.

Adopted, this 2nd day of June 2009.

PROCLAMATION- PROCLAIMING JUNE 9TH JOE ROSE DAY

On June 9, 2009, the Civil Air Patrol in Shelby will hold a cookout in recognition of Joe Rose.

Commissioner Hawkins asked that the Board approve a proclamation to be presented to Mr. Rose on that evening proclaiming June 9, 2009- Joe Rose Day. Mr. Rose has served the Civil Air Patrol for over 50 years and has instructed many young men and women in Cleveland County how to pilot- including County Manager David Dear and County Attorney Bob Yelton.

ACTION: Mary Accor made the motion, seconded by Eddie Holbrook, and unanimously adopted by the Board, *to adopt the following proclamation:*

NUMBER 01-2009

**PROCLAIMING JUNE 9, 2009
AS "JOE ROSE DAY"
IN CLEVELAND COUNTY**

WHEREAS, Joe Rose moved to Cleveland County as a teenager in 1941 and attended Shelby High School; and,

WHEREAS, at the age of 16, Joe Rose began flying airplanes; and,

WHEREAS, Mr. Rose served in the Korean War as a tail-gunner on a B-29 surviving a crash landing in Okinawa where a crew member was killed in the crash; and,

WHEREAS, Joe Rose married his wife Iris and had three children; they have been married for over 50 years; and,

WHEREAS, Mr. Rose has given over 50 years of service to the Civil Air Patrol- Shelby Composite Squadron- a civilian auxiliary of the United States Air Force dedicated to volunteer public service in the interest of community, state and national welfare; and,

WHEREAS, during these years, Mr. Rose served as manager and flight instructor at the Shelby Airport; and,

WHEREAS, as a flight instructor, Mr. Rose served as a role model to so many sharing his love and passion for aviation to all those he instructed; and,

WHEREAS, through hard work and dedication as a flight instructor, Mr. Rose was appointed as an FAA Flight Instructor further demonstrating his outstanding accomplishments as a pilot; and,

WHEREAS, Mr. Rose is a member of Westwood Heights Baptist Church; and,

WHEREAS, during his long and productive career in Aviation, Mr. Rose has earned the respect and affection of people from all walks of life and all ages because of his knowledge, experience and wisdom.

NOW, THEREFORE, WE, THE CLEVELAND COUNTY BOARD OF COMMISSIONERS, proclaim June 9, 2009 as “**Joe Rose Day**” in Cleveland County, to honor this special man who has touched the lives of so many in Cleveland County, as we feel it so important for Mr. Rose to be publicly recognized for his service to the community!

ADOPTED THIS THE 2nd DAY OF June 2009.

PUBLIC HEARINGS

BUDGET: FISCAL YEAR 2009-2010

David Dear County Manager, reviewed the budget process, the budget ordinance, and the budget message by delivering a PowerPoint presentation regarding the proposed budget (*copy of presentation found on Page _____ of Minute Book 31, copy of budget message and ordinance found below*).

Chairwoman Boggs opened the public hearing (*notice of this hearing was accomplished in accordance with the mandates of NCGS 159-11 and 159-12 with a legal advertisement published in The Shelby Star on May 20 and May 27, 2009*).

Hearing no other comments, the Chairwoman declared the public hearing closed.

June 2, 2009

To the Cleveland County Board of Commissioners:

This proposed fiscal year 2009-2010 budget for Cleveland County has been prepared in accordance with the North Carolina Local Government Budget and Fiscal Control Act and General Statute 153A-82. The fiscal year 2009-2010 budgeted revenues and expenditures are balanced with a property tax rate of 57 cents per \$100 of property valuation. The budget will be open for public inspection on May 15, 2009 and a public hearing will be held on June 2, 2009.

The Board of Commissioners met on several occasions to discuss and evaluate budget and capital project priorities for fiscal year 2009-2010. We are facing economic conditions that we have not seen in decades. Because of your strong leadership and sound fiscal management, Cleveland County is in a position to ride out this economic downturn without any major impact to public services.

General Fund Budget

The projected tax base for fiscal year 2009-2010 is \$6,435,000,000. This is a projected increase of \$100,000,000 in value over the previous year, which translates into \$552,900 in new revenue at a 57 cents tax rate and a 97% collection rate. Sales tax revenues are projected to decrease by approximately \$2.5 million as spending decreases due to a lack of consumer confidence and an increase in unemployment. Overall service-related fee collections are expected to see a reduction in all departments. As fees for services decline, departments will be asked to work harder to control associated departmental expenses. With minimal increases in the property tax base, our current allocated funding levels will be difficult to sustain over time unless growth in the tax base and sales taxes increase to match our mandated spending requirements.

Human Services

The overall appropriation of county funding for the *Department of Social Services* is \$4,222,345 for an increase in funding of 11.46% over the previous year. This increase is primarily the result of a rise in the county's share of state-mandated costs. The implementation of the Northwoods document imaging software this past year has been successful and resulted in increased staff productivity. Because of the reduction in paperwork, employees are able to maintain larger caseloads without an increase in staffing.

The *Health Department* budget reflects an overall decrease of 3.46% for a total county appropriation of \$3,636,527. The Health Department is proposing to add one new federally funded Processing Assistant III to the Women/Infants/Children (WIC) department. This budget also reflects a reduction in force of four positions at the Health Department due to a decrease in grant funding or other budget constraints. These reductions include two Public Health Education Specialists (012.536.4221, 012.536.4218) and two Public Health Educator I positions (012.536.4220, 012.548.1272). It is noteworthy to mention that during this past year, the Health Department received recognition for achieving 100% compliance on all accreditation

benchmarks and was awarded full accreditation status by the N.C. Accreditation Board.

Landfill (Enterprise Fund)

The construction of a new landfill has been in the planning process for the past several years. Now that it is complete, it will be fully operational in June 2009. The current fee schedule for the landfill will remain unchanged.

Public Safety

The Emergency Medical Services department budget is allocated a total of \$5,333,565. Although this department budget reflects an increase of 5.14%, most of the funds are comprised of salaries, billing company fees, and minor equipment purchases. A new ambulance is also included in the budget.

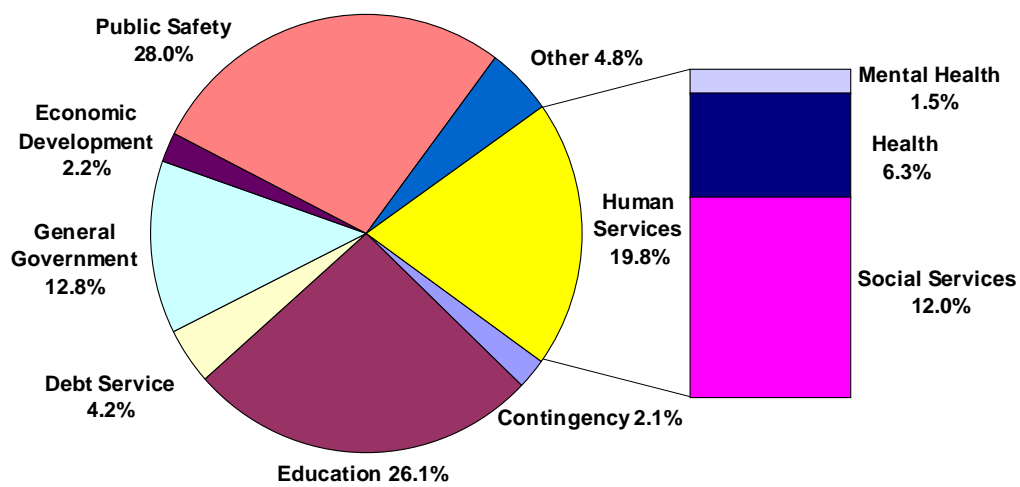
The Sheriff's Office and the Detention Center appropriation totals \$8,024,597 for an increase of 1.38%. This budget includes the addition of 10 new Sheriff's vehicles to replace current high mileage vehicles.

Volunteer Fire Service Districts

All fire service district tax rates will remain unchanged from last fiscal year. Fire departments continue to place an emphasis on the recruitment and retention of their volunteer members. Commissioners agreed to support this effort by paying for the retirement for qualified members of the volunteer fire departments and rescue squads.

Cleveland County Expenditures

FY 2009-2010 Primary Fund By Function



Tax Administration

This budget proposes no change in the current property tax rate of 57 cents per \$100 of valuation. The tax rates for the county-wide school district and the county fire district will also remain at 15 cents and 3 cents respectively. The early payment discount for taxpayers who pay during the month of August will remain at the current discount rate of one-half of 1%.

A new Paralegal position was added to the tax department last year to expedite the collection of delinquent property taxes. The addition of this position has been positive, resulting in increased collection rates.

Fees

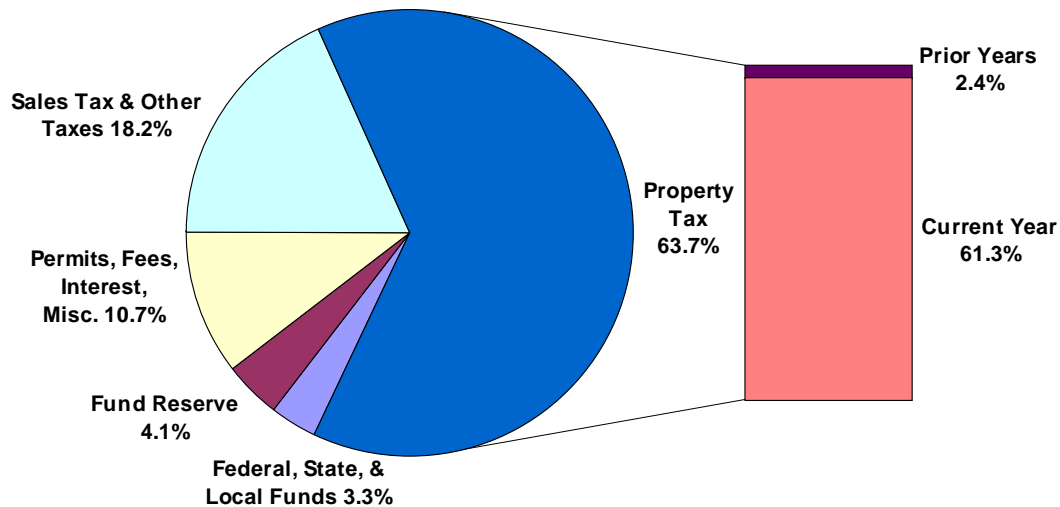
State law requires that all on-site wastewater pump systems be inspected every five years. The owner may also be required to have a certified on-site wastewater operator contract. Depending upon the size of pump system, the Health Department would be charging users \$125 to \$250 for the Environmental Health inspection fee. This fee would be comparable to fees charged by other counties for this service.

The Health Department is also proposing to increase the fee structure in the Animal Control department. A copy of the various fee types is included in the budget.

Due to increases in the Medicare allowable rate, proposed fees for ambulance transports by Emergency Medical Service (EMS) will increase proportionately. The new rates will still fall below similar fees charged by many of our neighboring counties.

Cleveland County Revenues

FY 2009-2010 Primary Fund By Source



Human Resources

In order to maintain a balanced budget, employee salaries will be frozen at current levels as of June 30, 2009. The budget does not include any pay increases for employees, including cost of living, merit, or standard rate increases.

We will continue to offer employees health insurance options with an opportunity to select either a Health Savings Account (HSA) or a traditional PPO. Our health insurance costs have stabilized due primarily to the savings of the HSA plan. For next year, the premiums paid by the county on behalf of the employees will rise by 9%.

The Wellness Program is a great benefit for employees that we began promoting several years ago. Employees are encouraged to make healthy choices which have a positive effect on their individual health as well as the overall stability of our health plan. In conjunction with our health plan, we have continued to promote our employee wellness clinic and pharmacy program as affordable options.

Our direct reimbursement dental plan has been operating effectively for many years. Our utilization has risen somewhat over this past year; therefore there is a small increase of one dollar per month in the individual premium paid by the county on behalf of the employees.

Public Schools

The current expenditures for the Cleveland County School System will remain the same as in the previous year. The total appropriation of \$27,262,213 equates to over \$1,661 of local funding per pupil. The increase in per pupil funding is due to an increase in the property tax base as well as a decrease in the number of students. Restricted capital projects funding will remain the same at a total of \$1.4 million.

CLEVELAND COUNTY SCHOOL FUNDING WORKSHEET (ACCRUAL BASIS) March 18, 2009						
FISCAL YEAR	2010 <i>projected</i>	2009 <i>estimate</i>	2008	2007	2006	2005
Current Expense	10,408,213	10,408,213	9,908,213	9,808,213	9,808,213	9,808,213
Capital Outlay	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Special Capital Projects	1,400,000	1,400,000	1,400,000	1,300,000	1,100,000	866,000
Supplemental Tax	9,875,000	9,805,000	9,215,690	9,091,504	8,972,776	8,743,152
Fines & Forfeitures	500,000	531,000	640,742	561,027	488,464	498,141
Sales Tax	3,079,000	3,519,000	4,022,266	4,035,765	3,828,164	3,634,624
Total Funding	27,262,213	27,663,213	27,186,911	26,796,509	26,197,617	25,550,130
Student Population	16,411	16,768	16,957	17,089	17,217	17,609
Per Pupil Funding	1,661.22	1,649.76	1,603.29	1,568.06	1,521.61	1,450.97
Annual Amount Change	11.45	46.48	35.23	46.44	70.64	13.74
Annual Percentage Change	0.69%	2.90%	2.25%	3.05%	4.87%	0.96%

Community College

The budget includes an allocation of \$1,340,129 in current expenditures for the Cleveland Community College. This appropriation includes increased funding for utilities and maintenance for the Bailey Allied Health Building. Funding for additional capital projects will remain unchanged.

Capital Projects

This budget addresses several capital projects. These projects are summarized as follows:

- 1 Conference Center/Early College High School/Continuing Education facility - Collaborating with the Cleveland County Schools and the Cleveland Community College to construct a multi-purpose facility. An architect has been selected and we expect to break ground by the end of this year.
- 2 Shelby Middle School – Working with the School Board to prepare for a new Shelby Middle School. After the selection of a location, the goal is to break ground in early 2010.
- 3 Public Safety Communication System – This project has been in the planning stage for over five years. With the efforts of the County Commissioners and staff, this state of the art 800 MHz communication system will be used by our local public safety agencies to improve interoperability locally and with other State and Federal agencies.
- 4 Jail Annex Expansion – Construction is under way for this 152 bed expansion project with an estimated completion date of October 2010.
- 5 EMS Base – South Cleveland – Completed the final payment in April to purchase the existing Number Three Volunteer Fire Station. We are converting this facility into an EMS base station with plans to move in some time in May. The mobile unit on site will be transferred to Polkville. The EMS unit located in the Polkville town hall will move into the mobile unit during the summer of 2009.
- 6 County Landfill – The new landfill will be operational June 2009. In addition, we are working on a contractual arrangement to convert methane gas into a new energy source by the end of 2009.
- 7 Industrial Park - West – Working in a joint venture with the City of Shelby to develop an industrial park west of the City. The land has been acquired by the City and is in the design phase. The City is working to make this site certified by the NC Department of Commerce. Efforts will also include the exploration of funding sources to construct a shell building in the park.
- 8 Fuel Facility – Working with the City of Shelby on a joint project to save taxpayers by constructing a fuel facility for public vehicles on Grover Street.

Medicaid

The county obligation for Medicaid will end effective June 30, 2009. The Article 44 half-cent sales tax currently collected on behalf of the counties will be fully accruable to the State as of October 1, 2009. Even after this date, counties will continue to be required to replace municipal sales tax losses, including growth. In addition, counties will also continue to be responsible for Medicaid administration.

Economic Development/Tourism

The budget appropriates \$242,000 to the Cleveland 20/20 Economic Development Partnership to be used in the recruitment of new businesses, as well as existing corporate expansions. We continue to receive calls and visits from potential businesses considering locating to our area. We will also explore new and innovative ways to be more marketable to current and future businesses.

We have continued our efforts emphasizing local travel and tourism within our community. Travel, like many other industries, is down but we need to be positioned to take advantage of the opportunity to promote our community once the economy begins to recover. This budget is allocating \$90,000 for travel and tourism with a majority of funding coming from the local

occupancy tax.

Conclusion

With unemployment at a 25 year high, our economy is in a state of turmoil. Retail sales have continued to decline and local housing starts are currently only at around 5 per month. Despite declining revenues, this budget focuses on controlling public expenditures at current levels. We are exploring all avenues to manage costs while providing exceptional quality services. Based on your direction and leadership, we will continue to operate without any increase in property taxes in the near future.

We look forward to continuing our focus on the recruitment of new businesses and the retention of our current businesses. Creating and retaining jobs for our citizens will help stabilize our local economy as well as assist with maintaining a stable tax rate. I would like to thank Chris Crepps, Finance Director and his staff for their outstanding work in assisting with the preparation of this budget. Our county departments and staff will continue to work diligently to contain costs while providing exceptional public services. As long as we continue managing our resources wisely, we can weather this economic storm and remain financially strong.

BE IT ORDAINED BY THE BOARD OF COMMISSIONERS OF CLEVELAND COUNTY:

SECTION I. FUND ESTIMATED REVENUES. It is estimated that the revenues and fund balances of the funds and departments as listed below will be available during the fiscal year beginning July 1, 2009 and ending June 30, 2010 to meet the functional appropriations as set forth in Section II. All fees, commissions, and other sums paid to or collected by any County Officer, or agent in their capacity, shall accrue to the benefit of the County and become County funds.

A. GENERAL FUND ESTIMATED REVENUES

		\$94,791,180	
		<i>Less Transfers In:</i> (\$13,363,347)	\$81,427,833
Primary		\$58,012,202	
		<i>Less Transfers In:</i> (\$1,469,097)	\$56,543,105
<u>Ad Valorem Tax:</u>	Current Year	\$35,579,115	
	(57.0 Cents per \$100 value) X (\$6,435,000,000 total value) X (97% collection)		
	Prior Years	\$1,083,285	
	Advertising/Penalties	\$300,000	
<u>Other Taxes:</u>	Sales		
	Tax 1 Cent (Article 39)	\$4,605,000	
	Two 1/2 Cents (Art 40 & 42)	\$3,470,000	
	Third 1/2 Cent (Art 44)	\$250,000	
	State Telecommunications Tax	\$350,000	
	Occupancy Tax	\$196,000	
	Gross Receipts Tax	\$23,000	
	Excise Stamps Tax	\$250,000	
<u>Intergovernmental:</u>	Revenues from Federal Government:		
	Forfeited Property--Federal	\$125,421	
	Grant-Emergency Management	\$14,400	
	Revenues from State Government:		
	Grants-Third Party (Pass-Thru)	\$831,005	
	Grant--J.C.P.C. Admin.	\$2,350	
	Grant--Crim. Just. Part. Prog.	\$106,196	
	Forfeited Property--State	\$85,840	
	Grant-Soil Conservation Match	\$27,315	
	Grant-Veterans' Services Match	\$2,000	
	Grant-State Aid to Libraries	\$157,000	
	Revenues from Local Agencies:		
	School Resource Officers	\$233,335	
	County Library System	\$11,000	
	Payment in Lieu of Taxes	\$12,000	
	Sheriff: Court Arrest Fees	\$50,000	
	Detention/Jail: Housing of State Prisoners	\$130,000	
	Detention/Jail: Court Fees	\$35,000	
	Detention/Jail: License Revocation	\$10,000	
<u>Permits/Fees:</u>	Register of Deeds	\$425,000	
	Sheriff	\$140,000	
	Inspections	\$200,000	
	Planning & Zoning	\$30,000	

	County Library System	\$30,000
	Old Courthouse (Museum)	\$30,000
<i>Interest:</i>	Interest on Investments	\$750,000

SECTION I. FUND ESTIMATED REVENUES.
A. GENERAL FUND ESTIMATED REVENUES

(continued)
(continued)

<i>Sales/Services:</i>	Rents	\$1,474,000
	Contracted Revenues	
	Municipal Tax Collection	\$250,000
	Municipal Elections	\$173,434
	Local Fees & Medicaid	
	Emergency Med Serv	\$2,400,000
	Volunteer Rescue	\$15,000
	Electronic Maintenance	\$15,000
	Cooperative Extension	\$27,385
<i>Miscellaneous:</i>	ABC Per Bottle & Profit Distribution	\$75,000
	Sale of Used Assets	\$25,000
	Vending/Payphone Commissions	\$44,000
	Contributions & Donations	\$70,900
	Other Miscellaneous	\$20,000
<i>Other Sources:</i>	School Capital Reserve Fund (Transfer)	\$1,400,000
	Emergency Telephone Fund (Transfer)	\$69,097
	ROD Automation E & P	\$56,363
	Fund Balance Appropriated	\$2,352,761

Social Services & Public Assistance

\$22,870,944

Less Transfers In: (\$6,945,018) \$15,925,926

	Grants-Federal and State Govts	\$15,870,092
	Local Fees	\$55,834
	Primary Fund (Transfer)	\$6,945,018

Public Health

\$11,848,900

Less Transfers In: (\$3,905,680) \$7,943,220

	Grants-Federal and State Govts	\$1,785,216
	Local Fees & Medicaid	\$6,158,004
	Primary Fund (Transfer)	\$3,636,527
	Other Funds (Transfer)	\$269,153

Employee Wellness

\$726,350

Less Transfers In: (\$568,552) \$157,798

	Local Fees	\$157,798
	Health Insurance Fund (Transfer)	\$568,552

Court Facilities

\$324,232

Less Transfers In: (\$100,000) \$224,232

	Departmental Fees	\$224,232
	Primary Fund (Transfer)	\$100,000

Workers' Compensation

\$400,000

Less Transfers In: (\$375,000) \$25,000

	Interest on Investments	\$25,000
	Primary Fund (Transfer)	\$100,000
	Other Funds (Transfer)	\$275,000

Health Insurance

\$608,552

\$608,552

	Fund Balance Appropriated	\$608,552
--	---------------------------	-----------

SECTION I. FUND ESTIMATED REVENUES.

(continued)

B. SPECIAL REVENUE FUND ESTIMATED REVENUES

\$13,940,017

Less Transfers In: (\$11,000) \$13,929,017

School Property Taxes

\$9,362,925

\$9,362,925

	Ad Valorem Tax: Current Year	\$9,362,925
--	------------------------------	-------------

(15.0 Cents per \$100 value) X (\$6,435,000,000 total value) X (97% collection)

School Capital Reserve		\$2,836,514	\$2,836,514
Sales Tax: Two 1/2 Cents (Art. 40 & 42)	\$2,236,514		
Grants-Public School Bldg. Cap. Fds.	\$600,000		
Revaluation		\$25,800	
	<i>Less Transfers In:</i>	(\$11,000)	\$14,800
Primary Fund (Transfer)	\$11,000		
Fund Balance Appropriated	\$14,800		
Emergency Telephone		\$330,901	\$330,901
E911 Subscriber Fees	\$330,901		
County Fire Service District		\$1,383,877	\$1,383,877
Ad Valorem Tax: Current Year	\$829,350		
(3.0 Cents per \$100 value) X (\$2,850,000,000 total value) X (97% collection)			
District Revenues	\$554,527		
C. DEBT SERVICE FUND ESTIMATED REVENUES		\$3,825,526	
	<i>Less Transfers In:</i>	(\$3,825,526)	\$0
Debt Service		\$3,825,526	
	<i>Less Transfers In:</i>	(\$3,825,526)	\$0
Primary Fund (Transfer)	\$2,389,012		
School Capital Reserve Fund (Transfer)	\$1,436,514		
D. CAPITAL PROJECT FUND ESTIMATED REVENUES		\$3,682,000	
	<i>Less Transfers In:</i>	(\$3,291,000)	\$391,000
Capital Projects		\$1,841,000	
	<i>Less Transfers In:</i>	(\$1,841,000)	\$0
Capital Reserve Fund (Transfer)	\$1,841,000		
Capital Reserve		\$1,841,000	
	<i>Less Transfers In:</i>	(\$1,450,000)	\$391,000
County Funds	\$1,450,000		
Fund Balance Appropriated	\$391,000		
E. ENTERPRISE FUND ESTIMATED REVENUES			\$5,975,785
Solid Waste Landfill		\$5,975,785	
Grants and Shared Taxes-State Govt	\$220,000		
Local Fees and User			
Fees	\$5,624,498		
Sale of Recyclables/Other	\$131,287		
SECTION I TOTAL (FUND ESTIMATED REVENUES)		\$122,214,508	
	<i>Less Transfers In:</i>	(\$20,490,873)	\$101,723,635

SECTION II. FUND APPROPRIATIONS. It is hereby affirmed that the appropriations of the funds and departments as listed below will be sufficient to meet the County's normal operating obligations.

A. GENERAL FUND APPROPRIATIONS		\$94,791,180	
	<i>Less Transfers</i>		
	<i>Out:</i>	(\$15,340,069)	\$79,451,111
General Government		\$25,110,502	
	<i>Less Transfers</i>		
	<i>Out:</i>	(\$15,240,109)	\$9,870,393
10.411 Commissioners (Governing Body)	\$427,549		
10.412 County Manager's Office	\$446,137		
10.413 Finance/Purchasing	\$611,550		
Property Tax			
10.415 Administration	\$1,412,053		
10.416 Legal	\$64,200		
10.418 Elections	\$365,273		
Register of			
10.419 Deeds	\$362,564		

10.421	Information Technology		\$479,025	
	Human			
10.423	Resources		\$349,108	
10.426	Building Maintenance		\$1,428,351	
10.428	Municipal Elections		\$173,434	
10.430	Municipal Grants		\$147,048	
10.432	Grants--Third Party (Pass Thru)		\$831,005	
10.433	Grant--J.C.P.C. Administration		\$2,550	
10.497	Transportation Admin. of Clev. Cty.		\$39,464	
10.613	Communities in Schools		\$58,500	
10.619	ROD Automation E & P		\$22,000	
10.981	Transfers Out To:		\$14,631,557	
	Social Services	\$4,222,345		
	Public			
	Assistance	\$2,722,673		
	Public Health	\$3,636,527		
	Courts	\$100,000		
	Workers' Comp.	\$100,000		
	Revaluation	\$11,000		
	Debt Service	\$2,389,012		
	Capital Reserve	\$1,450,000		
	Emergency &			
10.998	Contingency		\$1,200,000	
13.660	Employee Wellness		\$726,350	
14.417	Court Facilities		\$324,232	
60.650	Workers' Compensation		\$400,000	
65.981	Employee Wellness (Transfer)		\$608,552	

**Public
Safety**

\$16,245,791 \$16,245,791

10.439	Grant--Criminal Justice Partnership		\$106,196	
10.440	School Resource Officers		\$277,149	
10.441	Sheriff		\$5,639,881	
	Forfeited Property--			
10.442	Federal		\$125,421	
10.443	Forfeited Property--State		\$85,840	
10.444	Detention/Jail		\$2,384,716	
10.445	Emergency Management		\$275,557	
10.446	Emergency Medical Services		\$5,333,565	
	Volunteer			
10.447	Rescue		\$151,530	
10.448	Communications		\$950,926	
10.449	Electronic Maintenance		\$393,108	
10.450	Building Inspections		\$410,700	
	Coroner / Medical			
10.451	Examiner		\$90,347	
10.453	Hazardous Materials		\$20,855	

**SECTION II. FUND APPROPRIATIONS.
A. GENERAL FUND APPROPRIATIONS**

**(continued)
(continued)**

Economic & Physical Development

\$1,281,562 \$1,281,562

	Planning &			
10.491	Zoning		\$314,085	
10.492	Economic Development/Tourism		\$517,382	
10.495	Cooperative Extension		\$294,475	
10.496	Forestry Management		\$66,932	
10.498	Soil Conservation		\$88,688	

Human Services

\$35,822,368

			<i>Less Transfers</i>	
			<i>Out:</i>	
				(\$99,960)
10.560	Mental Health (Pathways)		\$891,758	\$35,722,408
10.591	Veterans' Service Officer		\$70,731	
10.617	Council on Aging (Senior Center)		\$140,035	
	Social Svcs. & Public			
11.000	Asst.		\$22,770,984	
11.000	Transfers Out To Other Funds		\$99,960	
12.000	Public Health		\$11,848,900	

Education

\$15,148,342 \$15,148,342

10.600	Cleveland County Schools		\$13,808,213		
	Current Expense	\$10,408,213			
	Capital Outlay	\$3,400,000			
10.604	Cleveland Community College		\$1,340,129		
	Current Expense	\$1,340,129			
Cultural				\$1,110,246	\$1,110,246
10.611	Libraries	\$1,015,890			
	County Library System		\$955,870		
	Kings Mtn City Library		\$60,020		
10.612	Broad River Greenway		\$64,356		
	Old Courthouse				
10.614	(Museum)		\$30,000		
Debt Service (small lease purchase agreements)				\$72,369	\$72,369
10.800	Debt Service		\$72,369		
<u>B. SPECIAL REVENUE FUND APPROPRIATIONS</u>				\$13,940,017	
			<i>Less Transfers</i>		
			<i>Out:</i>	(\$2,905,611)	\$11,034,406
<u>Education</u>				\$12,199,439	
			<i>Less Transfers</i>		
			<i>Out:</i>	(\$2,836,514)	\$9,362,925
20.600	School Property Taxes		\$9,362,925		
21.105	Local Option Sales Taxes (Transfer)		\$2,236,514		
21.106	State Corporate Income Taxes (Transfer)		\$600,000		
<u>General Government</u>				\$25,800	\$25,800
25.431	Revaluation		\$25,800		
<u>Public Safety</u>				\$1,714,778	
			<i>Less Transfers</i>		
			<i>Out:</i>	(\$69,097)	\$1,645,681
26.454	Emergency Telephone		\$261,804		
26.454	Transfer Out To Other Funds		\$69,097		
28.452	Volunteer Fire Departments		\$1,383,877		
SECTION II. FUND APPROPRIATIONS.					(continued)
<u>C. DEBT SERVICE FUND APPROPRIATIONS</u>				\$3,825,526	\$3,825,526
<u>Debt Service</u>				\$3,825,526	\$3,825,526
30.800	Debt Service		\$3,825,526		
<u>D. CAPITAL PROJECT FUND APPROPRIATIONS</u>				\$3,682,000	
			<i>Less Transfers</i>		
			<i>Out:</i>	(\$1,841,000)	\$1,841,000
<u>Capital Projects</u>				\$3,682,000	
			<i>Less Transfers</i>		
			<i>Out:</i>	(\$1,841,000)	\$1,841,000
40.210	General Projects		\$1,841,000		
	Capital Projects				
41.209	(Transfer)		\$1,841,000		
<u>E. ENTERPRISE FUND APPROPRIATIONS</u>				\$5,975,785	
			<i>Less Transfers</i>		
			<i>Out:</i>	(\$404,193)	\$5,571,592
<u>Environmental</u>				\$5,975,785	
			<i>Less Transfers</i>		
			<i>Out:</i>	(\$404,193)	\$5,571,592
54.472	Solid Waste Capital Projects		\$500,000		
54.473	Solid Waste Disposal		\$3,304,281		

54.473	Transfer Out To Other Funds	\$404,193
54.474	Solid Waste Collections	\$1,767,311

SECTION II TOTAL (FUND APPROPRIATIONS)		\$122,214,508
	<i>Less Transfers</i>	
	<i>Out:</i>	(\$20,490,873) \$101,723,635

SECTION III. BUDGET CARRY FORWARDS. The County Manager shall have authorization to include in this Budget Ordinance the prior year budget amounts remaining for purchase order encumbrances, grants, donations, and ongoing projects as determined by the County Finance Director.

SECTION IV. BUDGET CHANGES. The County Manager shall have authorization to make budget changes between any and all operating funds and departments as long as the total Fund Estimated Revenues and total Fund Appropriations remain at the level, including all subsequent budget amendments, approved and adopted by the County Board of Commissioners.

SECTION V. PROPERTY TAX RATES. The County-wide property tax rate shall be 57 cents per \$100 valuation for purposes of the General Fund and 15 cents per \$100 valuation for purposes of the School Property Taxes Fund; thus, the combined County-wide property tax rate shall be 72 cents per \$100 valuation. Further, the property tax rate for the County Fire Service District shall be 3 cents per \$100 valuation and derived revenues shall be used to benefit volunteer fire departments in the district.

ACTION: Ronnie Hawkins made the motion, seconded by Eddie Holbrook and unanimously adopted by the board to, *to adopt the budget as presented by the County Manager.*

COMMISSIONER REPORTS

Commissioner Hawkins:

Commissioner Hawkins praised David Dear and his staff for their work on the budget. "Look at surrounding counties, most of them cannot do these capital projects that we are doing. This is due to the leadership of Mr. Dear."

David Ozmore will be leaving the Cleveland County YMCA to take a position in New Orleans. Mr. Hawkins expressed regret for his leaving because he has served on many committees throughout the county. Most importantly, he is the Chair of the Kings Mountain Gateway Trails project.

On Thursday, June 4th, The Hawkins will be sponsoring a dinner at Life Enrichment Center in Kings Mountain. He encouraged Commissioners to attend as his guests.

YMCA Kings Mountain- Moon over Kings Mountain will be held on Saturday. Commissioner Hawkins again invited Commissioners to be his guest.

Commissioner Accor:

Commissioner Accor attended a 4 1/2 day training session at New York University. A session was held on relationships with the media. Ms. Accor said that she is fortunate for the great relationship Commissioners have with the local media.

Just recently, a new proposal has been presented in the North Carolina House. This proposal

would shift funding of state inmates from the state to counties. Commissioner Accor suggested that Chairwoman Boggs contact Tim Moore to tell him that Cleveland County is adamantly opposed to this proposal.

ADJOURN

There being no further business to come before the Board at this time, Ronnie Hawkins made the motion, seconded by Mary Accor, and unanimously adopted by the Board, *to adjourn the meeting*. The next regular meeting of the Commission is scheduled for *Tuesday, June 16, 2009 at 6:00 p.m.* in this Commission Chamber.

*Rebecca Jo Powell Boggs, Chairwoman
Cleveland County Board of Commissioners*

*Kerri Melton, Clerk
Cleveland County Board of Commissioners*