

A BUDGET WORK SESSION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF NEW KENT WAS HELD ON THE FIRST DAY OF MAY IN THE YEAR OF OUR LORD NINETEEN HUNDRED NINETY-FIVE IN THE LOWER CONFERENCE ROOM OF THE COUNTY OFFICE BUILDING BEGINNING AT 6:00 P.M. WITH ALL MEMBERS PRESENT EXCEPT MICHAEL D. SALMON, WHO ARRIVED LATE.

Mr. Boroughs called the meeting to order, which was a continuation from the April 18, 1995 meeting

IN RE: ROLL CALL

James H. Burrell	Aye
E. David Ringley	Aye
Marvin D. Bradby	Aye
Robert A. Boroughs	Aye
Michael D. Salmon	Arrived late

IN RE: EXECUTIVE SESSION

Mr. Bradby moved to go into executive session to discuss a personnel matter pursuant to §2.1-344(a)(1) of the Code of Virginia.

James H. Burrell	Aye
E. David Ringley	Aye
Marvin D. Bradby	Aye
Robert A. Boroughs	Aye
Michael D. Salmon	Arrived late

Mr. Burrell moved to go back into regular session.

James H. Burrell	Aye
E. David Ringley	Aye
Marvin D. Bradby	Aye
Robert A. Boroughs	Aye
Michael D. Salmon	Arrived late

Mr. Bradby certified that to the best of each member's knowledge (i) only public business matters lawfully exempted from open meeting requirements under Virginia law, and (ii) only such public business matters as were identified in the motion by which the executive meeting was convened were heard, discussed or considered in the executive meeting.

James H. Burrell	Aye
E. David Ringley	Aye
Marvin D. Bradby	Aye
Robert A. Boroughs	Aye
Michael D. Salmon	Arrived late

Mr. Salmon arrived after the executive session was finished.

IN RE: RESOLUTION R-22-95

Mr. Emerson, County Administrator, explained to the Board the need to re-endorse the resolution on the fire trucks and the athletic facility. In order to get the budget to balance, Mr. Emerson and Chairman, Michael D. Salmon discussed including, on a five year schedule at 5.75%, the financing of five school buses and five Sheriff's cars. This will lower the costs from \$262,500 to approximately \$61,000 which would be spent out of this year's budget. The fire trucks and the athletic facility expenses will continue to be paid for over a fifteen year period. Mr. Boroughs directed Mr. Emerson to write a letter to Mr. Adams, Superintendent of Schools, and inquire about refurbishing some of the older buses that they may try and replace next year. Mr. Dan Siegel, of Sands, Anderson, Marks & Miller, also addressed the Board about this resolution. The Board had previously approved a bond issue in the amount of \$1,250,000 for the fire trucks and the athletic facility. The new resolution will also include the Sheriff's cars and school buses which brings the total up to \$1,513,000. Carter Kaplan & Company have recommended the Board of Supervisors accept a proposal for the financing with First Union National Bank of Virginia and the lease purchase financing does not include issuance of any bonds but only the assignment of the County's lease obligations to the Bank. Mr. Siegel explained they are approving a Lease Purchase Agreement between the IDA and the County; the Ground Lease, which only needs to be acknowledged between the School Board and the IDA; and an Assignment Agreement where everybody assigns to First Union National Bank of Virginia. Mr. Boroughs moved to accept this resolution as presented regarding the lease agreement for the five school buses, 5 Sheriff's cars, the fire trucks and the athletic facilities.

James H. Burrell	Aye
E. David Ringley	Aye
Marvin D. Bradby	Aye
Robert A. Boroughs	Aye
Michael D. Salmon	Aye

Motion passed.

FOR RESOLUTION R-22-95 AS ADOPTED, SEE BOARD OF SUPERVISORS ORDER BOOK APPENDIX FIVE PAGES 351, 352 & 353.

IN RE: BUDGET WORK SESSION

Mr. Emerson went over his letter written to the Board members in reference to the Fiscal Year 1995-96 Budget. This letter represented additional budget cuts he was recommending to the Board because the cuts submitted by the various departments were not sufficient to balance the budget. Mr. Emerson then went over this extensive list of additional cuts made to various departments where he felt they could reduce their budgets. There was discussion between the Board of Supervisors and Mr. Emerson on some of the proposed budget cuts. One of those items was cutting Selective Enforcement in the amount of \$10,000 from the Sheriff's Department. After a lengthy discussion, the Board directed the County Administrator to leave in the \$10,000 expense but also to show the same amount in the revenues. Sheriff Howard feels he will more than exceed the \$10,000 in collection of fines.

Mr. Emerson also asked they look at his letter addressed to Mr. Adams, Superintendent of Schools, as it relates to the budget for the schools. The two respective Chairmen, Board of Supervisors, Mr. Michael D. Salmon, and Mr. Jack King, School Board, Mr. Adams and myself met to discuss the budget requirements for the schools. In this letter Mr. Emerson broke down the amount budgeted last year, added the additional requests and subtracted the old debt service and money requested for school buses which will be handled under a lease purchase plan. There is still a difference of \$100,00 between the projected needs of the School and the amount of money discussed by the Board of Supervisors. Mr. Emerson then went on to explain to fund this additional money they would have to increase the real estate taxes by 2¢ which would add to the revenues \$111,000, enough to balance the budget. Mr. Emerson remarked, any

restoration of funds by the Board will only place the budget further out of balance. He further continued by saying the Board has the option of transferring funds from the General Fund to balance the budget. Mr. Emerson reminded the Board there will be some overages this year due to trash collection costing more than was anticipated and also the possibility of some revenues not performing as well as forecasted. Mr. Emerson said he would, in all honesty, not recommend they go to the General Fund for any additional monies to balance the budget. He asked the Board for direction on whether or not they support the cuts as proposed, the amount of money they wish to fund the School Board and the recommendation of a date for public hearing of the budget.

Mr. Salmon asked for a general discussion with the Board members in reference to revenues to make sure that they haven't understated the revenues for next year. Three of the major components of the revenues are real estate, personal property tax and business licenses. Mr. Emerson said they did not increase real estate revenues because it is not performing as it was forecasted. On personal property tax they dropped the number. For fiscal year 1994 the amount was \$1,645,864. They projected \$1,759,247 and collected the majority of this which is \$1,711,859. Business license (BPOL) was estimated at \$300,000 and they collected \$311,000 in 1994 and it is now projected at \$270,000. The Board members had a general discussion in relationship to these revenues. The Board made the following decisions: (1) Raise the BPOL tax to \$300,000; (2) fund the School Board \$11,250,679; (3) go with the cuts Mr. Emerson, County Administrator made; (4) advertise budget for public hearing on June 1st at 7:00 p.m. and (5) 911 going up 72¢ to \$2.32 per month. In reference to the Recreation support for the youth, they agreed to activate the Recreation Commission, let them look at the funding that is needed and make recommendations to the Board at a later time.

IN RE: EXECUTIVE SESSION

Mr. Salmon moved to go into executive session to discuss a personnel matter pursuant to § 2.1-344(a)(1) of the Code of Virginia.

James H. Burrell	Aye
E. David Ringley	Aye
Marvin D. Bradby	Aye
Robert A. Boroughs	Aye
Michael D. Salmon	Aye

Mr. Boroughs moved to go back into regular session.

James H. Burrell	Aye
E. David Ringley	Aye
Marvin D. Bradby	Aye
Robert A. Boroughs	Aye
Michael D. Salmon	Aye

Mr. Bradby certified that to the best of each member's knowledge (i) only public business matters lawfully exempted from open meeting requirements under Virginia law, and (ii) only such public business matters as were identified in the motion by which the executive meeting was convened were heard, discussed or considered in the executive meeting.

James H. Burrell	Aye
E. David Ringley	Aye
Marvin D. Bradby	Aye
Robert A. Boroughs	Aye

Michael D. Salmon Aye

IN RE: ADJOURNMENT

Mr. Salmon moved to adjourn the meeting.

James H. Burrell Aye

E. David Ringley Aye

Marvin D. Bradby Aye

Robert A. Boroughs Aye

Michael D. Salmon Aye