

ANNUAL BUDGET ORDINANCE

Durham County

North Carolina

FY 2006-07

WHEREAS, the proposed budget for FY 2006-07 was submitted to the Board of Commissioners on May 22, 2006 by the Durham County Manager and filed with the Clerk to the Board on that date pursuant to G.S. 159-11;

WHEREAS, on June 12, 2006, the Durham County Board of Commissioners held a public hearing on the budget pursuant to G.S. 159-12;

WHEREAS, on June 26, 2006, the Durham County Board of Commissioners adopted a budget ordinance making appropriations and levying taxes in such sums as the Board of Commissioners considers sufficient and proper in accordance with G.S. 159-13;

BE IT ORDAINED by the Durham County Board of Commissioners that for the purpose of financing the operations of Durham County, North Carolina for the fiscal year beginning July 1, 2006 and ending June 30, 2007, there are hereby appropriated from taxes and other revenues the following by function and fund:

Section 1. Summary of Appropriations by Fund and Function - FY 2006-07

Function	General Fund	Swap Fund	Capital Financing Fund	Special Revenue Funds	Debt Service Fund	Enterprise Fund	Enterprise Debt Service Fund	Total Appropriation
General Government	\$27,906,398	---	---	---	---	---	---	\$27,906,398
Public Safety	\$46,774,859	---	---	\$4,178,854	---	---	---	\$50,953,713
Transportation	\$12,500	---	---	---	---	---	---	\$12,500
Environmental Protection	\$3,223,524	---	---	---	---	---	---	\$3,223,524
Economic and Physical Development	\$3,521,209	---	---	\$307,162	---	---	---	\$3,828,371
Human Services	\$391,013,235	---	---	---	---	---	---	\$391,013,235
Education	\$94,805,984	---	---	---	---	---	---	\$94,805,984
Cultural and Recreation	\$10,668,585	---	---	---	---	---	---	\$10,668,585
Utilities	---	---	---	---	---	\$9,359,608	---	\$9,359,608
Other	\$6,197,528	\$470,876	\$31,508,491	\$1,653,606	\$40,571,867	---	\$3,234,657	\$83,637,025
Total Appropriations	\$584,123,822	\$470,876	\$31,508,491	\$6,139,622	\$40,571,867	\$9,359,608	\$3,234,657	\$675,408,943

Section 2. Summary of Revenues by Fund and Revenue Category - FY 2006-07

Category	General Fund	Swap Fund	Capital Financing Fund	Special Revenue Funds	Debt Service Fund	Enterprise Fund	Enterprise Debt Service Fund	Total Appropriation
Taxes	\$199,969,438	---	\$29,230,536	\$4,186,974	---	---	---	\$233,386,948
Licenses and Permits	\$803,000	---	---	---	---	\$473	---	\$803,473
Intergovernmental	\$316,825,150	---	---	---	\$6,970,000	---	---	\$323,795,150
Contributions and Donations	\$1,770,648	---	---	---	---	---	---	\$1,770,648
Investment Income	\$1,308,562	---	\$30,000	\$11,620	\$50,000	\$2,000	---	\$1,402,182
Rental Income	\$1,521,000	---	\$415,555	---	\$26,400	---	---	\$1,962,955
Service Charges	\$40,200,642	---	---	\$1,274,211	\$246,321	---	---	\$41,721,174
Enterprise Charges	---	---	---	---	---	\$7,849,855	---	\$7,849,855
Sewer Connection Fees	\$603,000	---	---	---	---	\$496,880	---	\$1,099,880
Other Revenues	\$566,584	\$470,876	---	---	\$1	\$10,400	---	\$1,047,861
Other Financing Sources	\$20,555,798	---	\$1,832,400	\$666,817	\$33,279,145	\$1,000,000	\$3,234,657	\$60,568,817
Total Revenue	\$584,123,822	\$470,876	\$31,508,491	\$6,139,622	\$40,571,867	\$9,359,608	\$3,234,657	\$675,408,943

Section 3. For purpose of raising revenues to finance appropriations for the foregoing expenditures, the following ad valorem taxes are hereby levied on all property subject to ad valorem taxes within the county on January 1, 2006 at an anticipated collection rate of 98.2 percent. Rates are per \$100.00 of assessed valuation of taxable property.

District	Rate
Durham County-countywide	\$.8090

Section 4. For purpose of raising revenues to finance appropriations for the foregoing expenditures, the following ad valorem taxes are hereby levied on all property subject to ad valorem taxes within the county on January 1, 2006 at an anticipated collection rate of 98.06 percent. Rates are per \$100.00 of assessed valuation of taxable property.

District	Rate	District	Rate
Bahama Fire District	\$.0600	Lebanon Fire District	\$.0750
Bethesda Fire District	\$.0650	New Hope District	\$.0675
Eno Fire District	\$.0570	Parkwood Fire District	\$.1100
		Redwood Fire District	\$.1000

Section 5. There is hereby levied a tax at the rate shown below, per \$100.00 valuation of property listed for taxes as of January 1, 2006, for property located within the Durham County portion of the Durham-Wake Counties Research Triangle Park Research and Production Service District for the raising of revenue for said district. The anticipated collection rate is 98.06 percent.

	Tax Rate	Appropriation
Research & Production Service District	\$.0187	\$307,162

There is hereby appropriated to the Durham-Wake Counties Research and Production Service District from the net proceeds of this tax the amount of \$307,162, for use in said district in such manner and for such expenditures as is permitted by law from the net proceeds of this tax. In the event the actual net proceeds from the tax levy of the Research and Production Service District exceed the appropriated amount, the actual net proceeds from the tax shall constitute the appropriation from said tax levy.

Section 6. Charges for services and fees by county departments, excluding those established by state statute, are levied in the amounts set forth in the attached Fee Schedules. (See Attachment 1)

Section 7. The following authorities shall apply to transfers and adjustments within the budget:

- a. The County Manager may authorize transfers within a function up to 15% cumulatively without report to the Board.
- b. The County Manager may transfer amounts up to \$20,000 between functions of the same fund with a report to the Board of Commissioners at the subsequent regular meeting of the Board.
- c. The Budget Officer may approve intradepartmental transfer requests between appropriation units and between departmental programs within the limits of the approved budget.
- d. The County Manager may enter into the following agreements within funds:
 - Form and execute grant agreements within budgeted appropriations;
 - Execute leases of up to \$15,000 for normal and routine business within budgeted appropriations;
 - Enter consultant, professional, maintenance, or other service agreements of up to \$40,000 within budgeted appropriations;
 - Approve renewals for service and maintenance contracts and leases;
 - Purchase of apparatus, supplies, materials or equipment and construction or repair work not requiring formal bids by law;
 - Reject any and all bids and readvertise to receive bids;
 - Waive any bonds or deposits, or performance and payment bonds requirements when authorized or permitted by applicable law.
- e. County Manager can transfer between functions, and/or funds for merit, pay plan adjustments, health benefits, and reclassifications.
- f. Transfers between funds and transfers from the contingency account may be executed **only** by the Board of Commissioners.

Section 8. In accordance with North Carolina General Statute 115D-54, the following appropriations are made to Durham Technical Community College. All accumulated and unexpended and unencumbered amounts at the end of the fiscal year shall be reported to Durham County within 30 days of the completion of the external audit.

Current Expense Fund	\$3,630,020
Capital Outlay Fund	<u>\$ 508,795</u>
Total Appropriation	\$4,138,815

Section 9. In accordance with G.S. 115C-429(b), the following appropriations are made to the Durham Public Schools. The budget resolution adopted by the Durham Public Schools Board of Education shall conform to the appropriations set forth in the budget ordinance.

The total local appropriation for Durham Public Schools for FY 2006-07 is as below:

Current Expense	\$ 88,127,705
Capital Outlay	<u>\$ 2,370,000</u>
Total Appropriation	\$90,497,705

- a. In addition, the Durham Public Schools budget should reflect local appropriations by purpose, function, and project. Once adopted, such resolution shall not be amended without the prior approval of the Board of Commissioners if the cumulative effect of such amendment would be to increase or decrease the amount of county appropriations allocated by purpose, function, or project by 15 percent or more.
- b. The Board of Commissioners and the County Manager shall be informed in writing of the audited fund balance amounts within 30 days of completion of the external audit.
- c. Transfers between capital outlay and current expense shall be approved by the Board of Commissioners.
- d. Durham Public Schools is authorized to use Public School Building Capital Funds and Public School Building Bond Funds for capital outlay requests, with the approval of the Board of Commissioners.

Funding (including debt service) exceeds the required merger agreement rate of \$1,960 per pupil.

Section 10. In addition, it is the intent of the Durham County Board of Commissioners in appropriating these funds that the Board of Education allocates sufficient funds to continue the teacher supplement at a rate of 12.5 percent for teachers with less than 10 years experience; 13.5 percent for teachers with 10-20 years experience; and 14.5% for teachers with 20 years or more experience.

Section 11. In accordance with G.S. 159-13.1, the following financial plans for intragovernmental service funds are hereby approved.

RISK MANAGEMENT FUND

Estimated Revenue	\$2,277,757
Estimated Expense	\$2,277,757

CAFETERIA PLAN FUND

Estimated Revenue	\$13,250,808
Estimated Expense	\$13,250,808

Section 12. In accordance with G.S. 159-14, the following trust funds are established and the proceeds are estimated as follows:

Law Enforcement Officers Trust Fund	\$146,051
George Linder Memorial Fund	\$250
Community Health Trust Fund	\$7,846,255

Section 13. This ordinance incorporates an amendment in the capital financing policy to designate County Contribution at 9.7% of dedicated revenues for pay-as-you-go projects instead of 20%.

Section 14. In accordance with G.S. 159-13, a copy of this ordinance shall be filed with the County Manager, the Finance Officer, the Clerk to the Board, and the County Tax Administrator.

Adopted this the 26th day of June 2006.