

FORSYTH COUNTY

BOARD OF COMMISSIONERS

MEETING DATE: NOVEMBER 28, 2016

AGENDA ITEM NUMBER: 9-A&B

SUBJECT:

- A. AMENDMENT TO THE FY 2016-2017 BUDGET ORDINANCE TO APPROPRIATE UNRESERVED FUND BALANCE**
- B. ADOPTION OF THE 2016 PAY-GO CAPITAL PROJECTS ORDINANCE**

COUNTY MANAGER'S RECOMMENDATION OR COMMENTS: Recommend Approval

SUMMARY OF INFORMATION:

The results of the FY 2016 year-end audit created \$7,470,876 in available funds. The purpose of this Budget Ordinance Amendment is to appropriate available Unreserved Fund Balance for the creation of the 2016 Pay-Go Capital Projects Ordinance (\$2,800,876), to transfer funds for Special Appropriations to Old Salem for the Boys School Project (\$1,500,000), to transfer funds for Creative Corridors (\$150,000), to transfer funds for a Property Abatement Project in the Housing Department (\$60,000), to transfer funds for an ArcFlash project in General Services (\$160,000), and to provide funds to shore up the Employee Health Benefits Internal Service Fund (\$2.8 million).

Available Pay-Go funds in excess of those necessary for projects identified in the FY 2017 Budget Ordinance are also being set-aside in a Budget Reserve for possible use for other Pay-Go projects such as new elections equipment and/or other projects. Pay-Go funds are used whenever possible for three primary reasons: debt avoidance, projects with positive return on investment, and capital projects. For the 2016 Pay-Go Capital Projects Ordinance, each project, unless previously authorized to proceed, will be brought back before the Board for authorization prior to starting the project.

Funds are also being set aside in a Budget Reserve within the 2016 Pay-Go Capital Projects Ordinance for possible use towards the purchase of new elections equipment and/or other projects.

Projects

Commissioners' Meeting Room Technology Refresh	\$ 200,000
LED Lighting Project - Interagency Communications	\$ 80,000
Budget Reserve	<u>\$2,520,876</u>
Total	<u>\$2,800,876</u>

The \$2.8 million transfer to the Employee Health Benefits Internal Service Fund is necessary for increased claims costs over the past two fiscal years.

ATTACHMENTS: Yes No

SIGNATURE: J. Audley Watts, Jr. /ah
COUNTY MANAGER

DATE: November 16, 2016

**FORSYTH COUNTY, NORTH CAROLINA
AMENDMENT TO
2016-2017 BUDGET ORDINANCE**

FROM: BUDGET & MANAGEMENT

MEETING DATE: November 28, 2016

EXPLANATION:

The results of the FY2016 year-end audit created \$7,470,876 in available funds. The purpose of this Budget Ordinance Amendment is to appropriate available Unreserved Fund Balance for the creation of the 2016 Pay-Go Capital Projects Ordinance (\$2,800,876), to transfer funds for Special Appropriations to Old Salem for the Boys School Project (\$1,500,000), to transfer funds for Creative Corridors (\$150,000), to transfer funds for a Property Abatement Project in the Housing Department (\$60,000), to transfer funds for an ArcFlash project in General Services (\$160,000), and to provide funds to shore up the Employee Health Benefits Internal Service Fund (\$2.8 million).

Available Pay-Go funds in excess of those necessary for projects identified in the FY 2017 Budget Ordinance are also being set-aside in a Budget Reserve for possible use for other Pay-Go projects such as new elections equipment and/or other projects. Pay-Go funds are used whenever possible for three primary reasons: debt avoidance, projects with positive return on investment, and capital projects. For the 2016 Pay-Go Capital Projects Ordinance, each project, unless previously authorized to proceed, will be brought back before the Board for authorization prior to starting the project.

**BE IT ORDAINED BY THE FORSYTH COUNTY BOARD OF COMMISSIONERS THAT THE
2016-2017 BUDGET ORDINANCE IS HEREBY AMENDED AS FOLLOWS:**

INCREASE:	<u>SECTION 1. REVENUES</u> Unreserved Fund Balance Utilized	<u>\$7,470,876</u>
INCREASE:	<u>SECTION 2. APPROPRIATIONS.</u> <u>GENERAL FUND</u> Non-Departmental-Other Services & Adjustments Special Appropriations - Old Salem Boys School Special Appropriations - Creative Corridors Housing - Property Abatement Project General Services - ArcFlash Project Transfer to 2016 Pay-Go CPO	\$2,800,000 \$1,500,000 \$ 150,000 \$ 60,000 \$ 160,000 <u>\$2,800,876</u> <u>\$7,470,876</u>
INCREASE:	<u>SECTION 9. EMPLOYEE HEALTH BENEFITS</u> <u>INTERNAL SERVICE FUND</u> Estimated Revenues and Expenses	<u>\$2,800,000</u>

NATURE OF TRANSACTION:

- Additional Revenue Available
- Transfer within Accounts of Same fund
- Other: Appropriation of Fund Balance for 2016 Pay-Go CPO Set-up

**APPROVED BY BOARD OF COUNTY
COMMISSIONERS AND ENTERED ON
MINUTES DATED _____
AGENDA ITEM NUMBER _____**

**2016 Pay-Go
Capital Projects Ordinance**

Be It Ordained by the Forsyth County Board of Commissioners:

Section 1. Revenue.

The following revenues are hereby made available by a transfer from the General Fund to the 2016 Pay-Go Capital Projects Ordinance.

Transfer from the General Fund	<u>\$2,800,876</u>
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Section 2. Authorization for Projects and Appropriation of Funds.

Be It Ordained that the following projects are hereby authorized in concept and the following amounts are hereby appropriated for capital renovations and/or purchase of equipment for the following projects, subject to review by the County Manager, compliance with applicable bidding laws, and final award or authorization by the Forsyth County Board of Commissioners of specific contracts for each project as required by law or the Budget Ordinance; and the County Manager, Clerk to the Board and County Chief Financial Officer are hereby authorized to execute the necessary documents to carry out these purposes, subject to the limitations herein, a pre-audit certificate thereon by the County Chief Financial Officer, if applicable, and the approval as to form and legality by the County Attorney.

<u>Projects</u>	<u>Cost</u>
Commissioners' Meeting Room Technology Refresh	\$ 200,000
LED Lighting Project - Interagency Communications	\$ 80,000
Budget Reserve	<u>\$2,520,876</u>
Total	<u>\$2,800,876</u>

Section 3. Effective Date.

This ordinance shall become effective upon adoption.

Adopted this 28th day of November 2016.