

**MECKLENBURG COUNTY, NORTH CAROLINA
BUDGET ORDINANCE FISCAL YEAR 2016-2017**

The following ordinance was offered by Commissioner George Dunlap who moved its adoption:

**BE IT ORDAINED BY THE BOARD OF COMMISSIONERS OF
MECKLENBURG COUNTY, NORTH CAROLINA, THIS 21ST DAY OF JUNE 2016:**

Section I. That for the operation of Mecklenburg County's government and its subdivisions for the fiscal year beginning July 1, 2016 and ending June 30, 2017, the amounts in the following schedules are hereby appropriated:

General Fund		\$1,226,844,496
including appropriation for:		
Capital Reserve Fund	14,000,000	
Capital Project Pay Go Fund	36,117,180	
Technology Reserve Fund	15,000,000	
Vehicle Reserve Fund	1,000,000	
Debt Service Fund		307,660,307
including appropriation for:		
Capital Reserve Fund	10,000,000	
Law Enforcement Service District Fund		16,196,793
Fire Protection Service District Funds		
Charlotte ETJ Fire Protection Service District		3,569,446
Cornelius ETJ Fire Protection Service District		51,869
Davidson ETJ Fire Protection Service District		120,843
Huntersville ETJ Fire Protection Service District		716,261
Mint Hill ETJ Fire Protection Service District		324,214
Solid Waste Enterprise Fund		21,860,755
Storm Water Special Revenue Fund		15,547,437
Transit Sales Tax Special Revenue Fund		<u>48,000,000</u>
TOTAL APPROPRIATIONS		<u>\$1,640,892,421</u>

Section II. That it is estimated that the following revenues will be available during the fiscal year beginning July 1, 2016, and ending June 30, 2017, to meet the appropriations in Section I, as set forth in the following schedules:

General Fund		
Current Tax Levy	\$742,738,879	
Revenues – Other Sources	<u>484,105,617</u>	
Subtotal – General Fund		\$1,226,844,496
Debt Service Fund		
Current Tax Levy	\$240,781,200	
Revenues – Other Sources	<u>66,879,107</u>	
Subtotal – General Fund		307,660,307
Law Enforcement Service District Fund		
Current Tax Levy	\$15,358,342	
Revenues – Other Sources	<u>838,451</u>	
Subtotal – LESD Fund		16,196,793

Fire Protection Service District Funds		
Charlotte ETJ Fire Protection Service District		
Current Tax Levy	\$3,561,200	
Revenue – Other Sources	<u>8,246</u>	
Subtotal – Charlotte ETJ Fire Protection Service District		3,569,446
Cornelius ETJ Fire Protection Service District		
Current Tax Levy		51,869
Davidson ETJ Fire Protection Service District		
Current Tax Levy		120,843
Huntersville ETJ Fire Protection Service District		
Current Tax Levy		716,261
Mint Hill ETJ Fire Protection Service District		
Current Tax Levy		324,214
Solid Waste Enterprise Fund		
Revenue-Other Sources		21,860,755
Storm Water Special Revenue Fund		
Revenue-Other Sources		15,547,437
Transit Sales Tax Special Revenue Fund		
Non-Property Tax		<u>48,000,000</u>
ESTIMATED REVENUES		<u>\$1,640,892,421</u>

Section III. That there is hereby levied for the fiscal year beginning July 1, 2016 and ending June 30, 2017, the following rate of property tax on each one hundred dollars (\$100) of assessed valuation of taxable property, as listed for taxes as of January 1, 2016, for the purpose of raising the revenue for current year's taxes as set forth in the foregoing estimates of revenues, and in order to finance the foregoing appropriations:

Tax Rate 81.57¢
Based on Estimated Assessed Valuation of \$122,100,000,000

Section IV. There is also hereby levied for the fiscal year beginning July 1, 2016 and ending June 30, 2017, the following rate of property tax on each one hundred dollars (\$100) of assessed valuation of taxable property subject to taxation in the Law Enforcement Service District (the entire unincorporated area) as listed for taxes as of January 1, 2016, in addition to that levied throughout the County, for the purpose of raising the revenue for the Law Enforcement Service District as set forth in the foregoing estimates of revenues, and in order to finance the foregoing appropriations:

Law Enforcement Service District Tax Rate 21.14¢
Based on Estimated Assessed Valuation in the Law Enforcement Service District of \$7,413,329,069

Section V. There is also hereby levied for the fiscal year beginning July 1, 2016 and ending June 30, 2017, the following rate of property tax on each one hundred dollars (\$100) of assessed valuation of taxable property subject to taxation in the Fire Protection Service Districts as listed for taxes as of January 1, 2016, in addition to that levied throughout the County, for the purpose of raising the revenue for the Fire Protection Service Districts as set forth in the foregoing estimates of revenues, and in order to finance the foregoing appropriations:

Charlotte ETJ Fire Protection Service District Tax Rate 7.0¢

Based on Estimated Assessed Valuation in the Charlotte ETJ Fire Protection Service District of \$5,191,253,279

Cornelius ETJ Fire Protection Service District Tax Rate 5.7¢

Based on Estimated Assessed Valuation in the Cornelius ETJ Fire Protection Service District of \$92,854,548

Davidson ETJ Fire Protection Service District Tax Rate 5.5¢

Based on Estimated Assessed Valuation in the Davidson ETJ Fire Protection Service District of \$224,198,975

Huntersville ETJ Fire Protection Service District Tax Rate 5.0¢

Based on Estimated Assessed Valuation in the Huntersville ETJ Fire Protection Service District of \$1,461,756,771

Mint Hill ETJ Fire Protection Service District Tax Rate 8.0¢

Based on Estimated Assessed Valuation in the Mint Hill ETJ Fire Protection Service District of \$417,801,726

Section VI. The foregoing appropriations, schedules of expected revenues, and taxes levied, are based on the annual budget as hereby approved, a summary of which budget is attached as Schedule No. 1, and the terms of which budget are hereby specifically incorporated by reference.

Section VII. The total of all amounts encumbered for outstanding purchase orders and contracts at June 30, 2016 shall be carried forward in fund balance as the amount Reserved for Encumbrances and the corresponding appropriations for these encumbrances shall not lapse in order to properly account for the payment in the fiscal year paid.

Section VIII. The Management and Budget Director, as approved by the County Manager, is hereby authorized to transfer the unencumbered balance, or any portion thereof, from one appropriation to another appropriation within the same fund. Expenditures will be controlled for financial reporting purposes at the agency level and for operational purposes within organization units at the appropriation unit for all category levels (4000, 5000, 6000, 7000, 8000 and 9000 series of accounts). The original capital outlay appropriation by organization unit may not be increased by transfer by more than \$50,000 of local funds without specific Board action. The Management and Budget Director may authorize, at the request of the affected department head or his/her designee, the substitution of one capital outlay item for another within the appropriation limits set forth above. The Management and Budget Director may authorize non-locally funded changes in capital outlay resulting from Federal, State or other grant funding as requested by the affected department. The County Manager may delete positions as part of reorganization but the Board must approve all new permanent positions.

Section IX. The County Manager or her designee may award and execute contracts that are not required to be bid or which G.S. 143-131 allows to be let on informal bids so long as the budget or appropriate capital project ordinance or capital reserve fund contains sufficient appropriated but unencumbered funds for such purposes. On behalf of Mecklenburg County, the County Manager or her designee, may enter into and execute change orders or amendments to construction contracts when the appropriate capital project or capital reserve fund contains sufficient appropriated but unencumbered funds allocated for such construction projects. On behalf of Mecklenburg County, the County Manager or her designee, may execute contracts with outside agencies to properly document budgeted appropriations to such agencies where G.S. 153A-248(b), 259, 449 or any similar statutes require such contracts. On behalf of the Mecklenburg County Consolidated Human Services Agency ("Human Services Agency"), the County Manager or her designee, may award and execute contracts which are not

required to be bid or which G.S. 143-131 allows to be let on informal bids so long as the budget contains sufficient appropriated but unencumbered funds for such purposes, and may execute contracts with outside agencies to properly document budgeted appropriations to such agencies where G.S. 122C-141, 142 or any similar statutes require such contracts. The County Manager or her designee may execute contracts on behalf of the Human Services Agency or the County, to render services, at not less than full cost, with the State, other political subdivisions of the State and outside agencies. The County Manager or her designee may execute contracts or other agreements with the State of North Carolina required by the State in connection with the receipt of revenues that are included in the estimate of revenues. The County Manager shall exercise her authority to designate individuals who are authorized to award and execute contracts only by a written memorandum of delegation filed with the Clerk to the Board, the County Attorney, and the Director of Finance, except that the County Manager may designate the Deputy County Manager or the Assistant County Managers without filing a written memorandum of delegation. Provided, however, equipment leases for fewer than 30 days, and purchase orders may be processed without the signature of the County Manager or her designee if processed in accordance with policies of the Finance Department.

Section X. That there is hereby appropriated to the Solid Waste Enterprise Fund all Residential Solid Waste Fees, user fees, tipping fees, revenues from sale of recyclables and other revenues attributable to the program.

A Residential Solid Waste Fee of \$20.50 per year is imposed under N.C.G.S. 153A-292 for the fiscal year beginning July 1, 2016 and ending June 30, 2017, on all mobile homes, single family and multi-family residences located in Mecklenburg County on January 1, 2016, as provided in the Residential Solid Waste Fee Ordinance. Such fees are to be added to the 2016 property tax bill, are payable in the same manner as property taxes, and, in the case of nonpayment, may be collected in any manner by which delinquent personal or real property taxes can be collected. The Residential Solid Waste Fee Ordinance provides additional details about this fee.

Section XI. That there is hereby appropriated to the Solid Waste Special Revenue Fund all Solid Waste Fees and other revenues attributable to the program, including but not limited to Discarded White Goods and Scrap Tire Disposal proceeds.

Section XII. That there is hereby appropriated to the Law Enforcement Service District Fund (a special revenue fund) revenues from the collection of the Law Enforcement Service District Ad Valorem tax at the rate stated in Section IV.

Section XIII. That there are hereby appropriated to the Fire Protection Service District Funds (special revenue funds) the revenues from the collection of the Fire Protection Service Districts Ad Valorem tax at the rates stated in Section V.

Section XIV. The Director of Finance is authorized to transfer as a loan from the General Fund to the Law Enforcement and Fire Protection Service District Funds, funds necessary to provide cash for operation until such time as revenues received from all sources are sufficient to provide funding for expenditures. Any such loan is to be paid back to the General Fund when cash balances allow for repayment.

Section XV. That there is hereby appropriated to the Technology Reserve Special Revenue Fund as a transfer from the General Fund, \$15,000,000. Funds appropriated can only be utilized for technology either in the current or subsequent fiscal years.

Section XVI. That there is hereby appropriated to the Capital Reserve Special Revenue Fund as a transfer from the General Fund, \$8 million. In addition, the Deferred Maintenance Capital Reserve Fund is hereby established to be included in the Capital Reserve Special Revenue Fund. A transfer of \$30 million is authorized into the Deferred Maintenance Capital Reserve Fund from the following sources: the General Fund; Pay-As-You Go funding; the Debt Service Fund; fees; and from Capital Reserve Fund Balance. The Deferred Maintenance Capital Reserve Fund annual budget for FY17 totals \$30 million to be expended on projects as approved by the County Manager or her designee. Funds appropriated can only be utilized for capital expenditures in the current or subsequent years.

Section XVII. That there is hereby appropriated to the Vehicle Reserve Special Revenue Fund as a transfer from the General Fund, \$1,000,000. Funds appropriated can only be utilized for purposes described in the Vehicle Replacement Reserve Fund Ordinance either in the current or subsequent fiscal years.

Section XVIII. The Capital Project Pay-Go Fund is funded by an appropriation of \$36,117,180 as a transfer from the General Fund. Funds appropriated can only be utilized for capital projects either in the current or subsequent fiscal years.

Section XIX. In accordance with North Carolina General Statute 115D-58.2, the Director of Finance is directed to provide, based on the appropriations herein, funds to Central Piedmont Community College as needed (with at least one transfer of funds during each month for which funds are requested) to meet the expenditures reflected in the approved budget. All unexpended and unencumbered funds at the end of the fiscal year shall be returned to Mecklenburg County within thirty (30) days after the close of the fiscal year.

Section XX. The appropriations to the Charlotte-Mecklenburg Board of Education have been allocated by purpose, function and project as defined in the uniform budget format, as shown on Schedule No 2. The Charlotte-Mecklenburg Board of Education must obtain the approval of the Board for any amendment to the Board of Education's budget which would (a) increase or decrease appropriation for capital outlay approved by the Board of Commissioners for such projects as listed in G.S. 115C-426(f)(1) or (2), or (b) increase or decrease the amount of other County appropriations allocated to a purpose or function by more than ten (10%) percent.

Section XXI. That there is hereby appropriated to the Debt Service Fund actual proceeds of revenues dedicated for debt service, specifically sales tax Articles 40 and 42 received and allocated for schools, and lottery, ABC and investment revenue along with property tax revenue. The total appropriation for this fund is \$307,660,307. Funds appropriated can only be utilized for debt service or pay-as-you-go capital in the current or subsequent fiscal years.

The Director of Finance is authorized to transfer as a loan from the General Fund to the Debt Service Fund, funds necessary to provide cash for operation until such time as revenues received from all sources are sufficient to provide funding for expenditures. The loan is to be paid back to the General Fund when cash balances allow for repayment.

Section XXII. The excess amount of all building development revenues over related expenditures resulting from such fees collected by Land Use and Environmental Services Agency as of June 30, 2016 are to be retained within fund balance and designated for Land Use and Environmental Services Code Administration operations for use at such time that revenues are not sufficient to provide funding for those expenditures.

Section XXIII. That before any portion of the \$125,000 unrestricted contingency appropriations (Schedule No.3) can be expended, the Board must authorize such expenditure. That before any portion of the \$390,000 restricted contingency appropriation for C.W. Williams can be expended, the Board must authorize such expenditures. That before any portion of the \$31,000 restricted contingency appropriation for Public Information can be expended, the Board must authorize such expenditures.

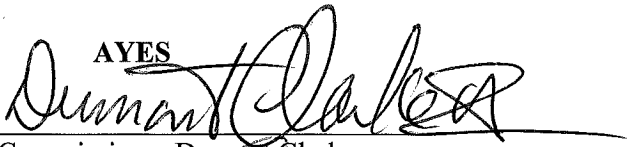
Section XXIV. That there is hereby appropriated to the Transit Sales Tax Special Revenue Fund to account for the proceeds of the one-half percent local government sales and use tax, such actual proceeds as received to be transferred by the Director of Finance to the City of Charlotte in accordance with the provisions of the Transit Governance Interlocal Agreement.

Section XXV. The fees submitted by the Park and Recreation department, the Health department and Land Use and Environmental Service department in support of their budget request are approved.

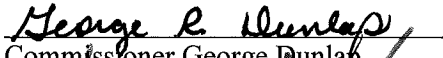
Section XXVI. The compensation and allowances for the members of the Board of County Commissioners shall be as provided in the annual budget, the details of which are shown attached in Schedule No. 4, and the terms of which budget are hereby specifically incorporated by reference.


The motion to adopt the foregoing ordinance was seconded by Commissioner Vilma D. Leake and carried on the following vote:


AYES

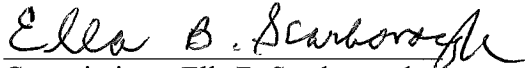

Commissioner Dumont Clarke


Commissioner Patricia "Pat" Cotham

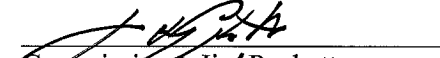

Commissioner George Dunlap



Commissioner Trevor M. Fuller

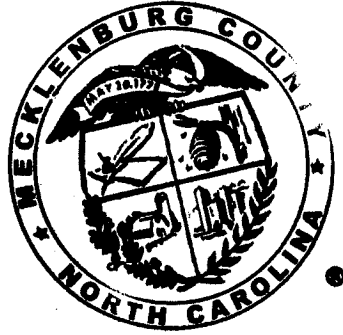

Commissioner Vilma D. Leake


Commissioner Ella B. Scarborough

NAYES


Commissioner Jim Puckett


Commissioner Matthew Ridenhour



*Note: Commissioner Bill James was absent.

Budget Summary By Fund
FY 2016 - 2017

Fund	Appropriation	Fund Balance	Federal Aid	State Aid	Other Revenue	Prior Year's Taxes	Sales Taxes	Current Year's Taxes
General Fund	\$ 1,226,844,496	\$ 47,007,474	\$ 113,025,376	\$ 29,765,080	\$ 117,375,437	\$ 4,825,000	\$ 172,117,250	\$ 742,738,879
Solid Waste Disposal Enterprise Fund	21,860,755	400,123		1,654,721	19,805,911			
Storm Water Special Revenue Fund	15,547,437				15,547,437			
Transit Sales Tax	48,000,000						48,000,000	
Charlotte ETJ - District 1	3,569,446	8,246						3,561,200
Cornelius ETJ - District 2	51,869							51,869
Davidson ETJ - District 3	120,843							120,843
Huntersville ETJ - District 4	716,261							716,261
Mint Hill ETJ - District 5	324,214							324,214
Debt Service Fund	307,860,307	838,451	2,025,025		14,571,203		50,282,879	240,781,200
Law Enforcement Service District	16,196,793							16,368,342
TOTALS	\$ 1,640,892,421	\$ 48,254,294	\$ 115,050,401	\$ 31,409,801	\$ 167,299,988	\$ 4,825,000	\$ 270,400,129	\$ 1,003,652,808

2016-2017 Tax Rate per \$100 of Assessed Value:

General Fund:

Yield of 1¢ Tax Rate	\$12,210,000
Gross	-152,625
Less: 2% Allowance for Uncollectibles	\$12,057,375
NET	
2016-2017 Tax Rate	\$1.57 ¢
2016-2017 Est. Assessed Valuation	\$122,100,000,000

2016-2017 Tax Rate per \$100 of Assessed Value:

Law Enforcement Service District:

Yield of 1¢ Tax Rate	\$741,333
Gross	-14,827
Less: 2% Allowance for Uncollectibles	\$726,506
NET	
2016-2017 Tax Rate	21.14 ¢
2016-2017 Est. Assessed Valuation	\$7,413,329,069

2016-2017 Tax Rate per \$100 of Assessed Value:

Cornelius ETJ Fire District 2

Yield of 1¢ Tax Rate	\$9,285
Gross	-186
Less: 2% Allowance for Uncollectibles	\$9,100
NET	
2016-2017 Tax Rate	5.70 ¢
2016-2017 Est. Assessed Valuation	\$92,854,548

2016-2017 Tax Rate per \$100 of Assessed Value:

Charlotte ETJ Fire District 1

Yield of 1¢ Tax Rate	\$519,125
Gross	-10,382
Less: 2% Allowance for Uncollectibles	\$508,743
NET	
2016-2017 Tax Rate	7.00 ¢
2016-2017 Est. Assessed Valuation	\$5,191,253,279

2016-2017 Tax Rate per \$100 of Assessed Value:

Huntersville ETJ Fire District 4

Yield of 1¢ Tax Rate	\$146,176
Gross	-2,924
Less: 2% Allowance for Uncollectibles	\$143,252
NET	
2016-2017 Tax Rate	5.00 ¢
2016-2017 Est. Assessed Valuation	\$1,461,756,771

2016-2017 Tax Rate per \$100 of Assessed Value:

Davidson ETJ Fire District 3

Yield of 1¢ Tax Rate	\$22,419
Gross	-448
Less: 2% Allowance for Uncollectibles	\$21,971
NET	
2016-2017 Tax Rate	5.50 ¢
2016-2017 Est. Assessed Valuation	\$224,198,975

2016-2017 Tax Rate per \$100 of Assessed Value:

Mint Hill ETJ Fire District 5

Yield of 1¢ Tax Rate	\$41,780
Gross	-1,253
Less: 3% Allowance for Uncollectibles	\$40,527
NET	
2016-2017 Tax Rate	8.00 ¢
2016-2017 Est. Assessed Valuation	\$41,780,1726

2016-2017 Tax Rate per \$100 of Assessed Value:

Mint Hill ETJ Fire District 5

Yield of 1¢ Tax Rate	\$41,780
Gross	-1,253
Less: 3% Allowance for Uncollectibles	\$40,527
NET	
2016-2017 Tax Rate	8.00 ¢
2016-2017 Est. Assessed Valuation	\$41,780,1726

**MECKLENBURG COUNTY, NORTH CAROLINA
CHARLOTTE-MECKLENBURG BOARD OF EDUCATION PROPOSED BUDGET
FISCAL YEAR 2016-2017**

5000	Instructional Services	
5100	Regular Instructional	\$ 156,892,590
5200	Special Populations	10,269,781
5300	Alternative Programs	10,912,562
5400	School Leadership Services	37,368,193
5500	Co-Curricular	4,016,894
5800	School-Based Support	20,411,806
	Subtotal Instructional Services	<u>\$ 239,871,826</u>
6000	System-Wide Support Services	
6100	Support and Development	\$ 5,900,871
6200	Special Population Support and Development	2,020,602
6300	Alternative Programs Support and Development	1,508,201
6400	Technology Support	12,831,636
6500	Operational Support	69,290,888
6600	Financial and Human Resource Services	16,137,894
6700	Accountability	4,172,677
6800	System-wide Pupil Support	3,641,694
6900	Policy, Leadership and Public Relations	12,096,090
	Subtotal System-Wide Support Services	<u>\$ 127,600,553</u>
7000	Ancillary Services	
7100	Community Services	\$ -
7200	Nutrition Services	721,207
	Subtotal Ancillary Services	<u>\$ 721,207</u>
8000	Non-Programmed Charges	
8100	Payments to Charter Schools	\$ 44,717,470
8300	Debt Service	582,736
	Subtotal Non-Programmed Charges	<u>\$ 45,300,206</u>
	TOTAL OPERATING EXPENDITURES	<u><u>\$ 413,493,792</u></u>
9000	Capital Outlay	
9100	Category I Projects	\$ 4,209,616
9200	Category II Projects	750,384
9300	Category III Projects	-
	TOTAL CAPITAL OUTLAY	<u><u>\$ 4,960,000</u></u>

Note: The information presented above is preliminary and will be finalized once the Board of Education approves the FY2017 Budget. Appropriations are being made in the format in this schedule since this is the format used by the Board of Education in its budget request made to the County.

MECKLENBURG COUNTY, NORTH CAROLINA
CONTINGENCY
FISCAL YEAR 2016-2017

Schedule No. 3

DATE			DATE			ADOPTED BUDGET
6/21/2016	RESTRICTED CONTINGENCY		6/21/2016	UNRESTRICTED CONTINGENCY		
	C.W. Williams	390,000		Contingency	125,000	
	Public Information	31,000				
6/21/2016		421,000			125,000	546,000

CW Williams:

- 1) Identification of collection, tracking and reporting system for proposed performance measure data.
- 2) Agreed upon performance measures and targets between the County Manager's Office and CW Williams.
- 3) Apply and competitively compete for a community service grant moving forward.
- 4) Must submit 1st quarter data that reflects performance and validated by the County Manager's Office.

Public Information:

- 1) Contingent upon the production and broadcast of debates by the League of Women Voters of Charlotte-Mecklenburg.

**Mecklenburg County, North Carolina
Board of County Commissioners
Compensation & Allowances
Fiscal Year 2016-2017**

Salaries	
(1) Chairman at \$33,388 and (8) Commissioners at \$26,710 each	\$247,068
Auto Allowance	
(1) Chairman at \$4,380 and (8) Commissioners at \$4,020 each	\$36,540
Technology Allowance	
(9) Commissioners at \$4,410 each	\$39,690
Expense Allowance	
(9) Commissioners at \$8,250 each	\$74,250
Total Compensation and Allowances	\$397,548