

**MECKLENBURG COUNTY, NORTH CAROLINA
BUDGET ORDINANCE FISCAL YEAR 2017-2018**

The following ordinance was offered by Commissioner Bill James who moved its adoption:

**BE IT ORDAINED BY THE BOARD OF COMMISSIONERS OF
MECKLENBURG COUNTY, NORTH CAROLINA, THIS 20TH DAY OF JUNE 2017:**

Section I. That for the operation of Mecklenburg County's government and its subdivisions for the fiscal year beginning July 1, 2017 and ending June 30, 2018, the amounts in the following schedules are hereby appropriated:

General Fund		\$1,273,633,517
including appropriation for:		
Capital Reserve Fund	14,000,000	
Capital Project Pay Go Fund	37,540,800	
Technology Reserve Fund	12,417,000	
Vehicle Reserve Fund	1,832,000	
Debt Service Fund		314,229,128
including appropriation for:		
Capital Reserve Fund	10,000,000	
Law Enforcement Service District Fund		17,681,060
Fire Protection Service District Funds		
Charlotte ETJ Fire Protection Service District		4,225,915
Cornelius ETJ Fire Protection Service District		56,386
Davidson ETJ Fire Protection Service District		194,130
Huntersville ETJ Fire Protection Service District		833,754
Mint Hill ETJ Fire Protection Service District		318,348
Solid Waste Enterprise Fund		26,867,607
Storm Water Special Revenue Fund		16,189,520
Transit Sales Tax Special Revenue Fund		51,500,000
TOTAL APPROPRIATIONS		<u>\$1,705,729,365</u>

Section II. That it is estimated that the following revenues will be available during the fiscal year beginning July 1, 2017, and ending June 30, 2018, to meet the appropriations in Section I, as set forth in the following schedules:

General Fund		
Current Tax Levy	\$777,319,152	
Revenues – Other Sources	496,314,365	
Subtotal – General Fund		\$1,273,633,517
Debt Service Fund		
Current Tax Levy	\$243,415,200	
Revenues – Other Sources	70,813,928	
Subtotal – General Fund		\$314,229,128
Law Enforcement Service District Fund		
Current Tax Levy	\$16,481,060	
Revenues – Other Sources	1,200,000	
Subtotal – LESD Fund		\$17,681,060

Fire Protection Service District Funds	
Charlotte ETJ Fire Protection Service District	
Current Tax Levy	4,225,915
Cornelius ETJ Fire Protection Service District	
Current Tax Levy	56,386
Davidson ETJ Fire Protection Service District	
Current Tax Levy	194,130
Huntersville ETJ Fire Protection Service District	
Current Tax Levy	833,754
Mint Hill ETJ Fire Protection Service District	
Current Tax Levy	318,348
Solid Waste Enterprise Fund	
Revenue-Other Sources	26,867,607
Storm Water Special Revenue Fund	
Revenue-Other Sources	16,189,520
Transit Sales Tax Special Revenue Fund	
Non-Property Tax	51,500,000
ESTIMATED REVENUES	<u>\$1,705,729,365</u>

Section III. That there is hereby levied for the fiscal year beginning July 1, 2017 and ending June 30, 2018, 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, 2017, 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 <u>81.57¢</u> Based on Estimated Assessed Valuation of <u>\$126,400,000,000</u>

Section IV. There is also hereby levied for the fiscal year beginning July 1, 2017 and ending June 30, 2018, 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, 2017, 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 <u>21.46¢</u> Based on Estimated Assessed Valuation in the Law Enforcement Service District of <u>\$7,835,970,921</u>
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Section V. There is also hereby levied for the fiscal year beginning July 1, 2017 and ending June 30, 2018, 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, 2017, 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 8.0¢

Based on Estimated Assessed Valuation in the Charlotte ETJ Fire Protection Service District of \$5,390,197,526

Cornelius ETJ Fire Protection Service District Tax Rate 5.7¢

Based on Estimated Assessed Valuation in the Cornelius ETJ Fire Protection Service District of \$100,942,068

Davidson ETJ Fire Protection Service District Tax Rate 8.5¢

Based on Estimated Assessed Valuation in the Davidson ETJ Fire Protection Service District of \$233,049,200

Huntersville ETJ Fire Protection Service District Tax Rate 5.0¢

Based on Estimated Assessed Valuation in the Huntersville ETJ Fire Protection Service District of \$1,701,539,257

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 \$410,242,870

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, 2017 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 \$24.00 per year is imposed under N.C.G.S. 153A-292 for the fiscal year beginning July 1, 2017 and ending June 30, 2018, on all mobile homes, single family and multi-family residences located in Mecklenburg County on January 1, 2017, as provided in the Residential Solid Waste Fee Ordinance. Such fees are to be added to the 2017 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 and Register of Deeds Special Revenue Fund, \$12,417,000. 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. A transfer of \$30 million is authorized into the Deferred Maintenance Capital Reserve Special Revenue 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 FY2018 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, \$1,832,000. 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 \$37,540,800 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 \$314,229,128. 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, 2017 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. Revenues currently collected within the Dog Parks Capital Reserve Fund, Latta Plantation Park Equestrian Center Capital Reserve Fund, St. Mary's Chapel Capital Reserve Fund, Jetton Park Capital Reserve Fund, Neighborhood Pools Capital Reserve Fund, Special Revenue Fund for McDowell Park, Mecklenburg County Aquatic Center Capital Reserve Fund, Colonel Beatty Park Capital Reserve Fund, Mallard Creek Recreation Center Capital Reserve Fund, Boat Launch Facilities Capital Reserve Fund, Ray's Splashplanet/Irwin Creek Recreation Center Capital Reserve Fund, Liz Hair Nature Walk Capital Reserve Fund, Outdoor Recreation Programs Capital Reserve Fund, and Freedom Park Capital Reserve Fund Ordinance are hereby collected within the general operating fund, that these capital reserve and special revenue funds are hereby terminated, and that any unobligated balances are hereby transferred to the Recreation Facilities Capital Reserve Fund.

Section XXIV. 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 \$322,000 restricted contingency appropriation for Supportive Housing can be expended, the Board must authorize such expenditures. That before any portion of the \$248,000 restricted contingency appropriation for HIV Prevention can be expended, the Board must authorize such expenditures. That before any portion of the \$258,000 restricted contingency appropriation for Smoking Cessation can be expended, the Board must authorize such expenditures.

Section XXV. 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.

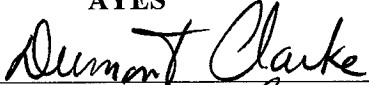
Section XXVI. The fees submitted by the Park and Recreation department, the Health department and Land Use and Environmental Service department in support of their budget request are approved.

Section XXVII. 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.

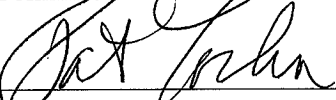
The motion to adopt the foregoing ordinance was seconded by Commissioner Matthew Ridenhour and carried on the following vote:

AYES

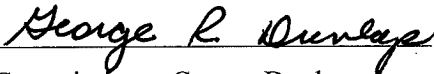
NAYES-NONE



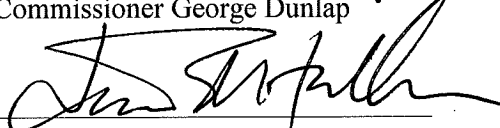
Commissioner Dumont Clarke



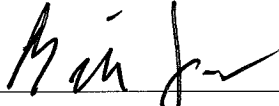
Commissioner Patricia "Pat" Cotham



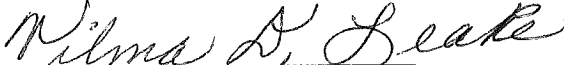
Commissioner George Dunlap



Commissioner Trevor M. Fuller




Commissioner Bill James



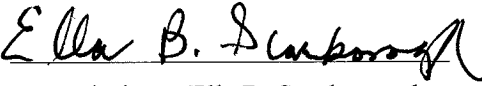
Commissioner Vilma D. Leake



Commissioner Jim Puckett



Commissioner Matthew Ridenhour



Commissioner Ella B. Scarborough

**Budget Summary By Fund
FY 2017 - 2018**

Schedule 1

Fund	Appropriation	Fund Balance	Federal Aid	State Aid	Other Revenue	Prior Year's Taxes	Sales Taxes	Current Year's Taxes
General Fund	\$ 1,273,633,517	\$ 44,805,096	\$ 111,186,999	\$ 30,273,207	\$ 120,912,073	\$ 4,609,000	\$ 184,528,000	\$ 777,319,152
Solid Waste Disposal Enterprise Fund	26,867,607	1,410,453		1,709,541	23,747,613			
Storm Water Special Revenue Fund	16,189,520				16,189,520			
Transit Sales Tax	51,500,000						51,500,000	
Charlotte ETJ - District 1	4,225,915							4,225,915
Cornelius ETJ - District 2	56,386							56,386
Davidson ETJ - District 3	194,130							194,130
Huntersville ETJ - District 4	833,754							833,754
Mint Hill ETJ - District 5	318,348							318,348
Debt Service Fund	314,229,128		2,025,025		15,088,903		53,700,000	243,415,200
Law Enforcement Service District	17,681,060	1,200,000						16,481,060
TOTALS	\$ 1,705,729,365	\$ 47,415,539	\$ 113,212,024	\$ 31,982,748	\$ 175,938,109	\$ 4,609,000	\$ 289,728,000	\$ 1,042,843,945

2017-2018 Tax Rate per \$100 of Assessed Value:

Law Enforcement Service District:	
Yield of 1¢ Tax Rate	
Gross	\$783,597
Less: 2% Allowance for Uncollectibles	-15,672
NET	\$767,925
2017-2018 Tax Rate	21.46 ¢
2017-2018 Est. Assessed Valuation	\$7,835,979,921

2017-2018 Tax Rate per \$100 of Assessed Value:

General Fund:	
Yield of 1¢ Tax Rate	
Gross	\$12,640,000
Less: 1% Allowance for Uncollectibles	-126,400
NET	\$12,513,600
2017-2018 Tax Rate	81.57 ¢
2017-2018 Est. Assessed Valuation	\$126,400,000,000

2017-2018 Tax Rate per \$100 of Assessed Value:

Charlotte ETJ Fire District 1	
Yield of 1¢ Tax Rate	
Gross	\$539,020
Less: 2% Allowance for Uncollectibles	-10,780
NET	\$528,239
2017-2018 Tax Rate	8.00 ¢
2017-2018 Est. Assessed Valuation	\$5,390,197,526

2017-2018 Tax Rate per \$100 of Assessed Value:

Cornelius ETJ Fire District 2	
Yield of 1¢ Tax Rate	
Gross	\$10,094
Less: 2% Allowance for Uncollectibles	-202
NET	\$9,892
2017-2018 Tax Rate	5.70 ¢
2017-2018 Est. Assessed Valuation	\$100,942,068

2017-2018 Tax Rate per \$100 of Assessed Value:

Davidson ETJ Fire District 3	
Yield of 1¢ Tax Rate	
Gross	\$23,305
Less: 2% Allowance for Uncollectibles	-466
NET	\$22,839
2017-2018 Tax Rate	8.50 ¢
2017-2018 Est. Assessed Valuation	\$233,049,200

2017-2018 Tax Rate per \$100 of Assessed Value:

Huntersville ETJ Fire District 4	
Yield of 1¢ Tax Rate	
Gross	\$170,154
Less: 2% Allowance for Uncollectibles	-3,403
NET	\$166,751
2017-2018 Tax Rate	5.00 ¢
2017-2018 Est. Assessed Valuation	\$1,701,539,257

2017-2018 Tax Rate per \$100 of Assessed Value:

Mint Hill ETJ Fire District 5	
Yield of 1¢ Tax Rate	
Gross	\$41,024
Less: 3% Allowance for Uncollectibles	-1,231
NET	\$39,794
2017-2018 Tax Rate	8.00 ¢
2017-2018 Est. Assessed Valuation	\$410,242,870

**MECKLENBURG COUNTY, NORTH CAROLINA
CHARLOTTE-MECKLENBURG BOARD OF EDUCATION PROPOSED BUDGET
FISCAL YEAR 2017-2018**

5000	Instructional Services	
5100	Regular Instructional	\$ 177,537,224
5200	Special Populations	11,525,908
5300	Alternative Programs	10,187,514
5400	School Leadership Services	23,021,673
5500	Co-Curricular	4,621,747
5800	School-Based Support	10,634,282
	Subtotal Instructional Services	<u>\$ 237,528,348</u>
6000	System-Wide Support Services	
6100	Support and Development	\$ 6,074,490
6200	Special Population Support and Development	1,578,894
6300	Alternative Programs Support and Development	1,344,616
6400	Technology Support	12,804,632
6500	Operational Support	78,974,579
6600	Financial and Human Resource Services	19,400,757
6700	Accountability	4,171,145
6800	System-wide Pupil Support	4,147,538
6900	Policy, Leadership and Public Relations	12,510,113
	Subtotal System-Wide Support Services	<u>\$ 141,006,764</u>
7000	Ancillary Services	
7100	Community Services	\$ -
7200	Nutrition Services	
	Subtotal Ancillary Services	<u>\$ -</u>
8000	Non-Programmed Charges	
8100	Payments to Charter Schools	\$ 49,626,851
8300	Debt Service	582,736
	Subtotal Non-Programmed Charges	<u>\$ 50,209,587</u>
	TOTAL OPERATING EXPENDITURES	<u><u>\$ 428,744,699</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 their 2017-2018 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 2017-2018

DATE	RESTRICTED CONTINGENCY	DATE	UNRESTRICTED CONTINGENCY	ADOPTED BUDGET
6/20/2017	Supportive Housing HIV Prevention Smoking Cessation	6/20/2017	Contingency	
	322,000 248,000 258,000			125,000
6/20/2017		6/20/2017		953,000
				828,000

Supportive Housing: Funding held until a future policy discussion regarding County's role in Supportive Housing, with input from County Manager and Staff.

HIV Prevention: Funding held until a future policy discussion regarding HIV Epidemic and how best to utilize funds.

Smoking Cessation: Funding held until a future policy discussion regarding Smoking Cessation Plan and how best to utilize funds.

**REVISED Mecklenburg County,
North Carolina Board of County
Commissioners Compensation &
Allowances
Fiscal Year 2017-2018**

Salaries	
(1) Chairman at \$34,390 and (8) Commissioners at \$27,511 each	\$254,480
Auto Allowance	
(1) Chairman at \$4,511 and (8) Commissioners at \$4,141 each	\$37,636
Technology Allowance	
(9) Commissioners at \$4,542 each	\$40,881
Expense Allowance	
(9) Commissioners at \$8,498 each	\$76,478
Total Compensation and Allowances	\$409,475