THE BOARD OF COMMISSIONERS OF THE COUNTY OF CRAVEN MET IN REGULAR SESSION IN THE COMMISSIONERS' ROOM OF THE CRAVEN COUNTY ADMINISTRATION BUILDING, 406 CRAVEN STREET, NEW BERN, NORTH CAROLINA ON MONDAY, JUNE 19, 2006. THE MEETING CONVENED AT 8:30 A.M.

MEMBERS PRESENT:

Chairman Perry L. Morris
Vice Chairman Johnnie Sampson, Jr.
Commissioner Lee Kyle Allen
Commissioner George N. Brown, Jr.
Commissioner M. Renée Sisk
Commissioner Leon C. Staton
Commissioner Steve Tyson

STAFF PRESENT:

Harold Blizzard, County Manager
Ray H. Moser, Assistant County Manager
Richard F. Hemphill, County Finance Officer
Gwendolyn M. Bryan, Clerk to the Board
James R. Sugg, County Attorney

Following an invocation by Commissioner Brown and the Pledge of Allegiance, Commissioner Brown moved to approve the minutes of June 5, 2006 regular session, seconded by Commissioner Sampson and unanimously carried, with one correction to line 416, to reference Commissioner Morris rather than Commissioner Brown.

CONSENT AGENDA

Budget Amendments and Ordinance Update

Craven County Finance Officer, Rick Hemphill, submitted the following budget amendments and ordinance update for the Board's approval. Commissioner Brown moved for their approval, seconded by Commissioner Sisk and unanimously carried in a roll call vote.

Pass Through

REVENUES	AMOUNT	EXPENDITURES	AMOUNT
101-0564-348-10-00 Committee for Children	$(1,000.00)	101-0564-450-91-01 Committee for Children	$(1,000.00)
101-0564-348-15-00 Structured Day	$1,000.00	101-0564-450-91-05 Structured Day	$1,000.00

Justification: Unused Committee for Children JJDP funds are being transferred to Structured Day Reporting where they can be used.

Register of Deeds

101-1001-357-06-00 Fees	$4,500.00	101-1001-400-11-13 Reg of Deeds Supp Pension	$4,500.00
101-1001-357-60-00	$30,000.00	101-1001-400-45-02	$30,000.00
TOTAL	$34,500.00	TOTAL	$34,500.00

Justification: Register of Deeds fees are exceeding amounts budgeted and are needed to pay supplemental pension and state share of the excise fees.

Rescue Squads

101-2827-357-51-00	$750.00	101-2827-410-33-00	$675.00

Ft Barnwell Rescue		90% Collection	
101-2830-357-52-00	$1,000.00	101-2830-410-33-00	$900.00
Cove City		90% Collection	
		101-2801-410-40-03	$175.00
		Collection Contract	
TOTAL	$1,750.00	TOTAL	$1,750.00

Justification: Ft Barnwell Rescue, Cove City Rescue, receipts for ambulance are exceeding amount budgeted; 90% to squads, 10% collection fee.

CARTS RGP

101-7002-368-15-0	$(5,800.00)		
Pamlico RGP			
101-7002-368-13-0	$5,800.00		
Fr Genl Rural			
101-7026-348-43-00	$(5,800.00)	101-7026-450-39-51	$(5,800.00)
Pamlico		Pamlico	
101-7026-348-26-00	$5,800.00	101-7026-450-39-25	$5,800.00
Genl Rural Craven		Craven	

Justification: Pamlico County is relinquishing $5,800 of General Transportation funds to Craven County.

Transportation

101-7002-348-66-00	$18,000.00	101-7001-450-31-01	$18,000.00
Operations		Reg Veh Exp	
TOTAL	$18,000.00	TOTAL	$18,000.00

Justification: To cover gasoline expense/rev from state grant.

Convention Center

Convention Center	$47,000.00	Convention Center	$47,000.00
Multiple Revenues		Multiple Expense	
TOTAL	$47,000.00	TOTAL	$47,000.00

Justification: To cover exp through year end.

Schools

101-0000-345-03-00	$150,000.00	101-8500-480-98-01	$300,000.00
1st ½ Cent		Schools Debt Service	
101-00-345-05-0	$150,000.00		
2nd ½ Cent			

Justification: Budget an additional $300,000 from sales tax for schools debt service. Funds are exceeding amount budgeted.

<u>ORDINANCE:</u>

SCHOOLS ROOF CONSTRUCTION
Fund 380

This ordinance is hereby amended in the following amounts for expenditures for the Schools Roof Construction Project.

Expenditures:

Multiple Schools/Maintenance Building	$2,020,004.00
TOTAL	$2,020,004.00

The following revenues are hereby estimated for the Schools Roof Construction Project.

Revenues:

County Reserve Fund 371	$1,075,676.00
Schools Debt Service Fund 275	$ 933,328.00
TOTAL	$2,020,004.00

This ordinance is hereby amended this 19th day of June, 2006.

Tax Releases

Craven County Tax Administrator, Ronnie Antry, submitted the following tax releases for the Board's approval. Commissioner Brown moved for their approval, seconded by Commissioner Sisk and unanimously carried in a roll call vote.

Credits

TAXPAYER NAME	**TICKET #**	**AMOUNT**
A & B INDUSTRIES, INC NOT IN BUSINESS 01/01/2005	2005-0000002	$57.01
CLARK, D I & LINDA G BRIDGETON ANNEXATION – DUE TO PAY ONLY ONE MONTH	2006-0090071	$2,042.35
CRUZ, LEOBARDO MEJTA DID NOT OWN 01/01/2005	2005-0012393	$43.49
FELIX, ANGELA M DOUBLE LISTED ON ACCT #31578	2005-0017199	$63.78
FELIX, ANGELA M DOUBLE LISTED ON ACCT #31578	2004-0091455	$154.16
HALL, BETTIE DOUBLE LISTED ON ACCT #22647	2005-0090241	$126.87
HOLLAR, GARY L DOUBLE BILLED WITH SAME ACCT #4366	2006-0090073	$712.25
JOHNSON, ROGER B ESTATE NOT IN BUSINESS 01/01/2005	2005-0028393	$12.73
JOHNSON, ROGER B ESTATE NOT IN BUSINESS 01/01/2004	2004-0090764	$14.04
JOHNSON, ROGER B ESTATE NOT IN BUSINESS 01/01/2003	2003-0027015	$13.69
SLADE INC – GEORGE JR NOT IN BUSINESS 01/01/2001	2001-0090759	$24.39
SLADE INC – GEORGE JR NOT IN BUSINESS 01/01/2002	2002-0045577	$21.84
SLADE INC – GEORGE JR	2003-0090787	$19.82

OUT OF BUSINESS 01/01/2003		
SLADE INC – GEORGE JR NOT IN BUSINESS 01/01/2004	2004-0091048	$18.38
SLADE INC – GEORGE JR NOT IN BUSINESS 01/01/2005	2005-0047917	$18.45
STILLEY, DENNIS RAY DID NOT OWN 01/01/2005	2005-0049829	$72.24
STILLEY, DENNIS RAY DID NOT OWN 01/01/2004	2004-0048391	$77.13

17 – CREDIT MEMO (S) $3,492.62

Sheriff's Department Retention and Disposition Schedule

The Sheriff's Department requested that the Board adopt the most recent Records Retention and Disposition Schedule for County Sheriffs' Offices produced by the North Carolina Department of Cultural Resources in April 2006, and to authorize the Chairman's signature. Commissioner Brown moved to authorize the Chairman's signature and to adopt the Records Retention and Disposition Schedule, as requested, seconded by Commissioner Sisk and unanimously carried in a roll call vote.

Correction to May 1, 2006 Minutes

The Board was requested to approve a correction to lines 111-115 of the previously approved May 1, 2006 regular session minutes, where a paragraph was inadvertently deleted. Commissioner Brown moved to approve the correction to the May 1, 2006 minutes, seconded by Commissioner Sisk and unanimously carried in a roll call vote.

Sudan Temple Parking Lot Agreement

The Board was requested to adopt the lease agreement with the Sudan Temple for the parking lot adjacent to the Craven County Administration Building and to authorize the Chairman to sign the agreement. Commissioner Brown moved to adopt the lease agreement between Craven County and the Sudan Temple for the parking lot adjacent to the Administration Building and to authorize the Chairman's signature. Commissioner Sisk seconded the motion, which unanimously carried in a roll call vote.

Fee Change for Home Health Services

Health Director, Wanda Sandelé, requested that the following changes in Home Health rates be approved, effective July 1, 2006 in order to maintain fees at or above Medicaid rates. The Board of Health recommended these new rates at their June 12, 2006 meeting. Commissioner Brown moved to approve the new Home Health rates, seconded by Commissioner Sisk and unanimously carried in a roll call vote.

Skilled Nursing Visit:	Current	$102	Requested	$110
Home Health Aide	Current	$47	Requested	$50

SOLID WASTE MATTERS

Assistant County Manager, Ray Moser, introduced Rusty Cotton, the new Solid Waste Supervisor. He presented the proposed franchise agreement with the Craven County haulers, to be effective July 1, 2006 for a term of three years. He explained the process that the Solid Waste Department had taken to notify the public of the increase in the sticker fee from $2.00 to $2.50 beginning July 1, 2006 and provisions that have been made to allow the citizens to exchange old stickers during the period of transition. Commissioner Sisk moved to authorize the Chairman to execute the proposed Solid

Waste Franchise Agreement, seconded by Commissioner Brown and unanimously carried in a roll call vote.

HEALTH DEPARTMENT MATTERS

Health Director, Wanda Sandelé, made a presentation concerning pandemic influenza, during which she outlined the goals in planning for a pandemic, as well as pandemic preparedness activities. She stressed the importance of a public education campaign which should be initiated prior to a pandemic event to establish desirable habits that will enhance prevention and containment efforts.

PRESENTATION OF PROPOSED AIRPORT ZONING AND HEIGHT ORDINANCE FOR CONSIDERATION

The Board considered the adoption of a proposed zoning ordinance, which was the subject of a public hearing on June 5. Commissioner Allen moved to adopt option number four, which was the focus of the June 5 discussion, seconded by Commissioner Sampson. During discussion, Commissioner Tyson advocated for adoption of option number one as opposed to option number four, to initially address the most immediate needs affecting the airport. He advocated talking further with citizens before adopting any more stringent controls. Commissioner Brown presented a substitute motion to adopt option number one, seconded by Commissioner Tyson. The motion carried with five (5) “Ayes”, there being two (2) “Nays” from Commissioners Allen and Sisk. Planning Director, Don Baumgardner, reminded the Board that the current moratorium on development in the proposed zoned areas will expire on July 15, 2006 and asked that the Board establish an effective date for the ordinance. Commissioner Brown moved to establish July 1, 2006 as the effective date of the ordinance, seconded by Commissioner Sisk and unanimously carried.

APPOINTMENTS

Recreation and Parks Advisory Board

The Board considered a request for appointments and reappointments from Recreation Director, Jan Parker, for the Recreation and Parks Advisory Board, as follows: Jeff Cannon (reappointment), Donald Ipock (reappointment), Mike Marks (reappointment). Mr. Brad White was recommended for appointment to replace Clyde Swindell, who is no longer eligible to continue serving. Dora Freeman was recommended to replace Cathy Warmack, who resigned. In addition, Mrs. Rachel Parnell was recommended to replace Bobby Baker, whose term expired and has remained vacant. Commissioner Brown moved to make all appointments as requested by the Recreation Director, seconded by Commissioner Allen and unanimously carried.

Upcoming Appointments

Upcoming appointments for July were presented to the Board for the Craven Regional Airport Authority, Eastern Carolina Workforce Development Board and the EMS Advisory Council. These appointments were deferred until the Board’s next meeting.

TOWNSHIP SEVEN DEVELOPMENT MORATORIUM

County Manager, Harold Blizzard, asked for a motion to rescind the moratorium on development in Township 7 to coincide with the effective date of the Zoning and Height Control Ordinance. Commissioner Brown moved to rescind the moratorium, July 1, 2006, upon the effective date of the zoning ordinance, seconded by Commissioner Sisk and unanimously carried.

At 10:00 a.m. the Board was declared in recess and reconvened at 10:10 a.m.

PRESENTATION OF THE FY 2006-2007 BUDGET ORDINANCE FOR CONSIDERATION

County Manager, Harold Blizzard, presented the proposed FY 2006-2007 Craven County Budget, which follows, for consideration. Commissioner Allen moved to approve the budget ordinance, as presented, seconded by Commissioner Staton and unanimously carried in a roll call vote.

SECTION I

The following amounts are appropriated for expenditure in the General Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Commissioners	$ 475,078
Special Appropriations	$ 371,174
Administration	$ 560,867
Personnel	$ 399,365
Information Technology	$ 826,466
Finance	$ 714,471
Non Departmental	$ $710,024
Pass Through	$ 234,076
Contributions to Other Funds	$ 2,880,000
Elections	$ 258,414
Tax Assessor	$ 1,001,003
Tax Collector	$ 450,092
Register of Deeds	$ 1,204,868
Public Buildings	$ 1 ,847,413
Court Facilities	$ 646,710
Maintenance	$ 343,946
Central Maintenance Garage	$ 270,293
Sheriff	$ 4,493,412
Jail	$ 2,551,225
Communications	$ 483,992
CJPP	$ 99,223
Fire Marshall/ Emergency Management	$ 281,740
Inspections	$ 539,050
E 911 County/Wireless	$ 87,854
Medical Examiner	$ 69,000
Rescue Squads	$ 1,204,838
Solid Waste	$ 3,849,003
Planning	$ 491,807

SECTION I (continued)

Cooperative Extension	$ 317,279
Economic Development	$ 651,461
Health	$ 9,303,796
Mental Health	$ 271,827
Transportation – CARTS	$ 1,065,400
Elderly Handicap	$ 59,001

General Public Transportation	$ 128,539
Veterans Services	$ 117,542
Social Services	$ 22,358,364
Recreation	$ 725,014
Libraries	$ 1,187,454
Convention Center	$ 1,079,194
Craven County Schools	
Current Expense	$ 15,280,071
Current Expense – Technology	$ 150,000
Current Expense - Teacher Supplement	$ 122,000
Current Expense - Late List Penalty	$ 60,000
Current Expense - Payment in Lieu of Taxes	$ 70,000
Capital Outlay	$ 800,000
Transfer to Debt Service Fund	$ 3,312,000
Craven Community College	
Current Expense	$ 2,870,227
Capital Outlay	$ 75,000
Capital Outlay Parking Lot	$ 150,000
Debt Service Principal	$ 100,000
Debt Service Interest	$ 70,000
TOTAL	**$ 87,772,231**

SECTION II

It is estimated the following revenues will be available in the General Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Current Year's Property Taxes	$ 33,325,270
Prior Year's Property Taxes	335,000
Vehicle Property Taxes	4,308,369
Prior Year's Vehicle Property Taxes	330,000
Late Listing Penalty	60,000
Annual Fee (Solid Waste/Recycling)	1,256,688
In Lieu of Taxes	170,500
Penalty and Interest	247,333
Franchise Fees - (Cable T.V.)	255,000
Interest - Investments	750,400

Miscellaneous Revenue	109,800
Donations/Contributions	60,940
Beer & Wine State	165,000
One Cent Sales Tax	6,750,000
One Half Cent Sales Tax – Article 40	3,700,000

SECTION II (Continued)

One Half Cent Sales Tax – Article 42	3,670,000
One Half Cent Sales Tax –Article 44	3,200,000
Alcoholic Beverage Control	272,000
Grants – Other	115,000
State Grants	1,436,908
State Revenue	12,545,491
Court Fees	290,000
Sheriff Fees	125,000
First Party Payment for Services	123,287
Third Party Payment for Services	201,856
Fees for Services	6,117,494
Transfers In From Other Funds	1,159,770
Inter-Departmental	382,840
Inter-Governmental	692,434
Medicaid	2,239,770
Medicare	1,515,407
Medicaid Maximization	512,720
Federal Revenue	235,668
Fund Balance Appropriated	1,112,286
Total	**$87,772,231**

SECTION III

The following amount is appropriated to the Seized Property – Sheriff's Department Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Expense:

Miscellaneous	$18,863
Total	**$18,863**

It is estimated the following revenue will be available in the Seized Property – Sheriff's Department Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Fund Balance Appropriated	$ 3,363
Substance Abuse Tax – State	$ 15,000
Interest on Investments	$ 500
Total	**$ 18,863**

SECTION IV

The following amount is appropriated for the Enhanced 911 Project for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Enhanced 911 Operating Expenses	$ 305,285
Total	**$ 305,285**

It is estimated the following revenues will be available in the Enhanced 911 Project during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Interest	$ 4,100
Telephone Subscriber Charges	290,000
Fund Balance Appropriated	11,185
Total	**$ 305,285**

SECTION V

The following amounts are appropriated for the Rhems Fire Department Fund for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Workers Compensation	$ 2,000
Insurance	1,000
Payment to District	170,181
Total	**$173,181**

It is estimated the following revenues will be available in the Rhems Fire Department Fund during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

District Ad Valorem Taxes	$110,261
(Rate of .0375; Valuation of $ 300,000,000.00)	
Sales Tax	53,420
Fund Balance Appropriated	9,500
Payment to District	212,762
Payment from Sandy Point	10,022
Total	**$ 228,784**

It is estimated the following revenues will be available in the Tri-Community Fire Department Fund during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

District Ad Valorem Taxes	$ 145,790
(Rate of .0350; Valuation of $425,000,000.00)	
Sales Tax	69,472
Sandy Point Appropriation	10,022
Fund Balance Appropriated	3,500
Total	**$228,784**

SECTION VIII

The following amounts are appropriated for the Little Swift Creek Fire Department Fund for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Workers Compensation	$ 3,200
Insurance	1,000
Payment to District	96,000
From Twp #1 Vanceboro	5,548
Capital Outlay – Reserve	2,321

Total	**$ 108,069**

It is estimated the following revenues will be available in the Little Swift Creek Fire Department Fund during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

District Ad Valorem Taxes	$ 69,391
(Rate of .0590; Valuation of $120,000,000.00)	
Sales Tax	33,130
From Township #1 Vanceboro	5,548
Total	**$ 108,069**

SECTION IX

The following amounts are appropriated for the Township No. 3 Fire Department Fund for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Workers Compensation - Cove City	$ 1,700
Insurance - Cove City	900
Payment to Cove City	49,106
Cove City Payment from Township #9	3,000
Payment to Dover	38,014
Workers Compensation - Fort Barnwell	2,200
Insurance - Fort Barnwell	900
Payment to Fort Barnwell	51,648
Total	**$ 147,468**

It is estimated the following revenues will be available in the Township No. 3 Fire Department Fund during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

District Ad Valorem Taxes	$ 97,447
(Rate of .0681; Valuation of $146,000,000.00)	
Sales Tax	47,021
Payment from Township #9 to Cove City	3,000

Total	**$**	**147,468**

SECTION X

The following amounts are appropriated for the Township No. 5 Fire Department Fund for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Workers Compensation	$	1,600
Insurance		1,000
Payment to District		191,756
Capital Reserve		3,118
Total		**$ 197,474**

It is estimated the following revenues will be available in the Township No. 5 Fire Department Fund during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

District Ad Valorem Taxes	$ 134,078
(Rate of .0570; Valuation of $240,000,000.00)	
Sales Tax	63,396
Total	**$ 197,474**

SECTION XI

The following amounts are appropriated for the Township No. 6 Fire Department Fund for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007

Workers Compensation	$	2,300
Insurance		1,000
Payment to District		228,564
Total		**$231,864**

It is estimated the following revenues will be available in the Township No. 6 Fire Department Fund during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

District Ad Valorem Taxes	$ 152,161
(Rate of .0675; Valuation of $230,000,000.00)	
Sales Tax	72,203

Fund Balance Appropriated	7,500
Total	**$231,864**

SECTION XII

The following amounts are appropriated for the Township No. 7 Fire Department Fund for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Workers Compensation	$ 3,500
Insurance	1,000
Payment to District	304,580
Total	**$ 309,080**

It is estimated the following revenues will be available in the Township No. 7 Fire Department Fund during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

District Ad Valorem Taxes	$ 199,793
(Rate of .027; Valuation of $755,000,000.00)	
Sales Tax	94,418
Fund Balance Appropriated	14,869
Total	**$ 309,080**

SECTION XIII

The following amounts are appropriated for the West of New Bern Fire Department Fund for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Workers Compensation	$ 3,100
Insurance	1,000
Payment to District	306,145
Total	**$ 310,245**

It is estimated the following revenues will be available in the West of New Bern Fire Department Fund during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

District Ad Valorem Taxes	$ 205,782
(Rate of .0362; Valuation of $580,000,000.00)	
Sales Tax	97,463
Fund Balance Appropriated	7,000
Total	**$ 310,245**

SECTION XIV

The following amounts are appropriated for the Township No. 9 Fire Department Fund for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Workers Compensation	$ 3,200
Insurance	1,000
Payment to District	165,000
Payment to Cove City	3,000
Total	**$ 172,200**

It is estimated the following revenues will be available in the Township No. 9 Fire Department Fund during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

District Ad Valorem Taxes	$ 111,810
(Rate of .0713; Valuation of $160,000,000.00)	
Sales Tax	53,938
Fund Balance Appropriated	6,452
Total	**$ 172,200**

SECTION XV

The following amounts are appropriated for the Sandy Point Service District for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Transfer to Tri Community	10,022
Total	**$ 10,022**

It is estimated the following revenues will be available in the Sandy Point Service District

during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

District Ad Valorem Taxes	6,113
(Rate of .05670; Valuation of $11,000,000.00)	
Sales Tax	3,909
Total	**$ 10,022**

SECTION XVI

The following amount is appropriated for the Schools Debt Service for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Debt Service Expenses	$4,173,650
Total	**$4,173,650**

It is estimated the following revenues will be available in the Schools Debt Service Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Interest	$ 100,000
Sales Tax	3,312,000
State ADM	761,650
Total	**$ 4,173,650**

SECTION XVII

The following amount is appropriated for the County Reserve Fund for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Transfer to General County Projects	$95,000
Transfer to Community College	1,500,000
Transfer to Jail Project – Fund 368	505,000
Total	**$2,100,000**

It is estimated the following revenues will be available in the County Reserve Fund during the Fiscal Year beginning July 1, 2006 and ending July 1, 2007.

Interest on Investments	$100,000
Transfer from General Fund	2,000,000
Total	**$2,100,000**

SECTION XVIII

The following amount is appropriated for the Craven County Water Fund for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Water Operations Expense	$ 3,403,200
Total	**$ 3,403,200**

It is estimated the following revenues will be available in the Craven County Water Fund during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Penalty and Interest	$ 155,000
Interest on Investments	150,000
Fees	282,000
Water Sales	2,800,000
Rents	16,200
Total	**$ 3,403,200**

Any rates not listed remain unchanged from prior year.

SECTION XIX

The following amount is appropriated for expenditures in the Neuse River Water and Sewer – Debt Service Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Debt Service	$ 70,612
Total	**$ 70,612**

It is estimated the following revenue will be available in the Neuse River Water and Sewer –Debt Service Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Transfers in from Water Operating Fund	$ 70,612
Total	**$ 70,612**

SECTION XX

The following amount is appropriated for expenditures in the Number Six Township Water and Sewer – Debt Service Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Debt Service	$ 113,429
Total	**$ 113,429**

It is estimated the following revenue will be available in the Number Six Township Water and Sewer – Debt Service Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Transfers in from Water Operating Fund	$ 113,429
Total	**$ 113,429**

SECTION XXI

The following amount is appropriated for expenditures in the Northwest Craven Water and Sewer – Debt Service Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Debt Service	$ 442,057
Total	**$ 442,057**

It is estimated the following revenue will be available in the Northwest Craven Water and Sewer – Debt Service Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Transfers in From Water Operating Fund	$ 442,057
Total	**$ 442,057**

SECTION XXII

The following amount is appropriated to the Health Benefits Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Health Benefits	$ 3,283,838
Workers Compensation	$ 475,000
Auto Physical Damage	$ 50,000
Total	**$ 3,808,838**

It is estimated the following revenues will be available in the Health Benefits Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Health Benefits:

Interest	$ 40,000
Employer Contribution – Health	2,756,578
Employee Contribution - Health	177,120
Employer Contribution - Dental	219,240
Employee Contribution - Dental	90,900
Workers Compensation Fees	475,000
Regular vehicle Expense	50,000
Total	**$ 3,808,838**

The above revenues reflect the following rates, which are changed for Health Coverage:

Health – Employee	$ 377
Child Only	175
Family	424
Dental – Employee	30
Child Only	35
Family	45

SECTION XXIII

The following amount is appropriated to the Juvenile Justice and Delinquency Prevention (JJDP) - Juvenile Restitution Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Juvenile Restitution Expense	$ 44,000
Total	**$ 44,000**

It is estimated the following revenue will be available in the Community Based Alternatives (CBA) Juvenile Restitution Fund for the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

CBA - Juvenile Restitution	$ 44,000
Total	**$ 44,000**

SECTION XXIV

The following amount is appropriated for the Occupancy Tax Trust Fund for its operation during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Transfer to General Fund	791,478

City of Havelock		97,000
Total	**$**	**888,478**

It is estimated the following revenue will be available in the Occupancy Tax Trust Fund during the Fiscal Year beginning July 1, 2006 and ending June 30, 2007.

Revenue:

Tourism Development Authority Occupancy Tax	$	888,478
Total	**$**	**888,478**

SECTION XXV

There is levied a tax rate of $.61 per $100.00 valuation of property listed as of January 1, 2006, for the purpose of raising revenues listed as current year's property tax in Section II of this Ordinance.

The rate of tax is based on an estimated valuation of property for the purpose of taxation of $6,295,000,000.00 and an estimated collection rate of 99.06% real property and 90.55% motor vehicles.

SECTION XXVI

The Budget Officer is authorized to make line item transfers within each department.

The Budget Officer is authorized to transfer between departments within the same fund amounts not to exceed $20,000.00.

The Budget Officer is authorized to loan dollars between funds for the purpose of maintaining a constant cash flow, provided that such funds are repaid in the scope of this Fiscal Year.

The Budget Officer is authorized to freeze any new/vacant positions until such time as the necessity and imperativeness can be ascertained and assuredness of available fiscal funding can be better determined.

The Budget Officer is further authorized to decide the time any capital improvements or capital outlay items in the budget may be processed

SECTION XXVI

Copies of this Budget Ordinance shall be furnished to the Finance Officer for direction in carrying out the duties of that office.

This Ordinance is hereby adopted this 19TH day of June, 2006.

COUNTY ATTORNEY'S REPORT

County Attorney, Jim Sugg, presented a request on behalf of Mr. Major Tripp concerning

the property for sighting the new jail, which the County had acquired from Mr. Tripp. Mr. Tripp requested that he be allowed to remove the house and outbuildings on the site which have become the property of the County with the purchase of the parcel. Mr. Sugg advised the Board that the buildings have no value to the County and that they, in fact, constitute a liability as the County will need to have them demolished and removed in preparation of the site for the construction of the new jail. He recommended that the Board consider a resolution approving exchange of property for consideration if Mr. Tripp will remove the buildings and clear their sites. Upon agreement of the Board, he stated that he would publish a ten day notice of the Board's intention so that the Board could vote on the request at its July 5 meeting. Commissioner Brown moved to direct the Attorney to publish the notice of intent allowing Mr. Tripp until May 23, 2007 to remove the buildings and clear the site. Commissioner Staton seconded the motion, which carried unanimously in a roll call vote. It was noted that the May 23, 2007 date was the deadline established by the purchase contract for Mr. Tripp's occupancy of the house.

COUNTY MANAGER'S REPORT

County Manager, Harold Blizzard, asked Finance Officer, Rick Hemphill, to present the results of the funding request to the Local Government Commission for the new elementary school project. Mr. Hemphill reported that the Local Government Commission had approved the borrowing and that the County will own the school and lease it back to the Board of Education for the period during which the debt remains outstanding. Commissioner Staton moved to accept the contract with the schools and authorize the Chairman's signature, seconded by Commissioner Sisk and unanimously carried. Commissioner Sisk moved to authorize the Chairman and the Finance Officer to execute the financing document, seconded by Commissioner Brown and unanimously carried. Commissioner Brown moved to approve award of bids contingent upon the County Attorney approving the contracts, seconded by Commissioner Staton and unanimously carried in a roll call vote.

COMMISSIONERS' REPORTS

Commissioner Allen reported that he will be attending a drug task force meeting in Birmingham, Alabama in July on behalf of NCACC Executive Director, David Thompson.

Commissioner Sampson commented on the confusion that many citizens are reporting in understanding the Medicaid D program. He also complained about gas prices.

Commissioner Morris discussed with the Board the concerns that Ketner Heights citizens have voiced relative to the removal of traffic lights in their vicinity. He stated that the County is taking the position that it will support whatever requests and endorse whatever position the City of Havelock takes. After a reminder that the next regular meeting of the Board will be held on July 5 at 7:00 p.m., which is the next business day after the July 4 holiday, he entertained a motion to adjourn.

Commissioner Sisk moved to adjourn at 10:45 a.m., seconded by Commissioner Brown and unanimously carried.

_____
Chairman Perry L. Morris
Craven County Board of Commissioners

_____
Gwendolyn M. Bryan
Clerk to the Board