

# ORANGE COUNTY BOARD OF COMMISSIONERS

## AGENDA

BOCC Virtual Budget Work Session

June 8, 2021

Meeting – 7:00 p.m.

Due to current public health concerns, the Board of Commissioners is conducting a Virtual Budget Work Session on June 8, 2021 utilizing Zoom. Members of the Board of Commissioners will be participating in the meeting remotely. As in prior meetings, members of the public will be able to view and listen to the meeting via live streaming video at [orangecountync.gov/967/Meeting-Videos](http://orangecountync.gov/967/Meeting-Videos) and on Orange County Gov-TV on channels 1301 or 97.6 (Spectrum Cable).

- 7:00-8:15      1.      Discussion and Decisions on FY2021-22 Operating Budget
- Funding Decisions on the Operating Budget Amendment List
  - Funding Decisions on the Other Funds Budget Amendment List
  - Funding Decisions for Chapel Hill-Carrboro City Schools and Orange County Schools
    - Current Expense (Per Pupil)
- 8:15-8:45      2.      Discussion and Decisions on FY2021-26 Capital Investment Plan
- Funding Decisions on the Capital Investment Plan Amendment List
  - Accept FY2021-26 Capital Investment Plan and Approve the Intent to Adopt Capital Funding for FY2021-22
- 8:45-9:00      3.      Discussion and Decisions on FY2021-22 County Fee Schedule
- 9:00-9:30      4.      Discussion and Decisions on FY2021-22 Tax Rates
- i.      Ad Valorem Tax
  - ii.     Chapel Hill-Carrboro City Schools Special District Tax
  - iii.    Fire District Tax Rates
- 9:30-9:45      5.      **Break** (to allow Finance and Administrative Services to formulate Draft Resolution of Intent to Adopt FY2021-22 Operating Budget)
- 9:45-10:00     6.      Resolution of Intent to Adopt FY2021-22 Annual Operating Budget
- Approval of Resolution of Intent to Adopt FY2021-22 Annual Operating Budget at the Board of County Commissioners Business Meeting on June 15, 2021

Orange County Board of Commissioners' regular meetings and work sessions are available via live streaming video at <http://www.orangecountync.gov/967/Meeting-Videos> and Orange County Gov-TV on channels 1301 or 97.6 (Spectrum Cable).

**ORANGE COUNTY  
BOARD OF COMMISSIONERS  
ACTION AGENDA ITEM ABSTRACT  
Meeting Date: June 8, 2021**

**Action Agenda  
Items No. 1, 3, & 4**

**SUBJECT:** Discussion and Decisions on FY2021-22 Operating Budget, County Fee Schedule, and Tax Rates

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**DEPARTMENT:** County Manager and Finance and Administrative Services

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**ATTACHMENT(S):**

- A. FY2021-22 Operating Budget Amendment List  
*(Under Separate Cover - Any Updates to the list will be provided prior to the meeting)*

**INFORMATION CONTACT:**

Bonnie Hammersley, (919) 245-2300  
Travis Myren, (919) 245-2308  
Gary Donaldson, (919) 245-2453  
Paul Laughton, (919) 245-2152

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**PURPOSE:** To review, discuss and make decisions regarding the FY2021-22 Manager's Recommended Orange County Annual Operating Budget and approve a Resolution of Intent to Adopt the FY2021-22 Orange County Annual Operating Budget.

**BACKGROUND:** The County Manager presented the FY2021-22 Recommended Budget on May 4, 2021. Subsequently, the Board has conducted two public hearings to receive residents' comments regarding the proposed funding plan. In addition to the public hearings, the Board heard presentations and held discussions with representatives of the County fire districts, the local boards of education, representatives of the community college, and County Functional Leadership Teams as related to the proposed funding plan for FY2021-22.

**Tonight's Agenda:** Tonight's work session offers the Board an opportunity to discuss the recommended budget, including discussion and review of the Budget Amendment list. As soon as these discussions are completed, the Board will deliberate and make decisions regarding the FY2021-22 Annual Operating Budget and approve a Resolution of Intent to Adopt the FY 2021-22 Annual Operating Budget. The Board is scheduled to adopt the final FY2021-22 Annual Operating Budget for Orange County at its Business meeting on June 15, 2021.

**FINANCIAL IMPACT:** The financial impact is to be determined as the Board finalizes the FY2021-22 Annual Operating Budget.

**SOCIAL JUSTICE IMPACT:** There are no Social Justice Goal impacts associated with this item.

**ENVIRONMENTAL IMPACT:** There are no Orange County Environmental Responsibility Goal impacts associated with this item.

**RECOMMENDATION(S):** The Manager recommends the Board make decisions regarding the FY2021-22 Orange County Annual Operating Budget and approve a Resolution of Intent to Adopt the FY2021-22 Orange County Annual Operating Budget.

**ORANGE COUNTY  
BOARD OF COMMISSIONERS**

**ACTION AGENDA ITEM ABSTRACT**

**Meeting Date:** June 8, 2021

**Action Agenda  
Item No.   2**

**SUBJECT:** Discussion and Decisions on FY2021-26 Capital Investment Plan

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**DEPARTMENT:** County Manager and Finance and Administrative Services

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**ATTACHMENT(S):**

- A. FY2021-26 Capital Investment Plan  
Budget Amendment List  
*(Under Separate Cover - Any  
Updates to the list will be provided  
prior to the meeting)*

**INFORMATION CONTACT:**

Bonnie Hammersley, (919) 245-2300  
Travis Myren, (919) 245-2308  
Gary Donaldson, (919) 245-2453  
Paul Laughton, (919) 245-2152

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**PURPOSE:** To accept the FY2021-26 Capital Investment Plan and approve the Intent to Adopt Capital Funding for FY2021-22.

**BACKGROUND:** For over 20 years, the County has produced a Capital Investment Plan (CIP) that establishes a budget planning guide related to capital needs for the County as well as Schools. The current CIP consists of a 5-year plan that is evaluated annually to include year-to-year changes in priorities, needs, and available resources. Approval of the CIP commits the County to the first year funding only of the capital projects; all other years are used as a planning tool and serves as a financial plan.

**Capital Investment Plan – Overview**

The FY 2021-26 CIP includes County Projects, School Projects, and Proprietary Projects. The School Projects include Chapel Hill-Carrboro City Schools (CHCCS), Orange County Schools (OCS), and Durham Technical Community College – Orange County Campus projects. The Proprietary Projects include Water and Sewer, Solid Waste Enterprise Fund, and Sportsplex projects.

The CIP has been prepared anticipating moderate economic growth of approximately 2% in property tax growth and 4% sales tax growth over the next five years. Many of the projects in the CIP will rely on debt financing to fund the projects.

The items below include revisions made to the following Capital Projects since the presentation of the Manager's Recommended Capital Investment Plan on April 6, 2021:

- At the May 13, 2021 Budget Work Session, staff included a revised Schools Capital Projects Summary reflecting adjustments made in regards to changes to the FY 2021-22 budgeted average daily membership (ADM) percentages, based on changes made from the time of the original CIP presentation and the FY 2021-22 Manager's Recommended Operating Budget presentation. The impact of these numbers changed the CHCCS

percentage from 59.99% to 60.36%, and changed the OCS percentage from 40.01% to 39.64%.

**FINANCIAL IMPACT:** The Five Year Capital Investment Plan is a long-range financial planning tool with a financial impact in FY2021-22, if the first year of the CIP is approved by the Board of County Commissioners with the adoption of the Annual Operating Budget.

**SOCIAL JUSTICE IMPACT:** There are no Orange County Social Justice Goal impacts associated with this item.

**ENVIRONMENTAL IMPACT:** There are no Orange County Environmental Responsibility Goal impacts associated with this item.

**RECOMMENDATION(S):** The Manager recommends that the Board accept the Five Year Capital Investment Plan and approve the Intent to Adopt Capital Funding for FY2021-22.