

COUNTY COUNCIL OF BEAUFORT COUNTY

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GARY KUBIC
COUNTY ADMINISTRATOR

BRYAN J. HILL
DEPUTY COUNTY ADMINISTRATOR

JOSHUA A. GRUBER
COUNTY ATTORNEY

SUZANNE M. RAINEY
CLERK TO COUNCIL

AGENDA COUNTY COUNCIL OF BEAUFORT COUNTY

Monday, May 21, 2012

4:00 p.m.

Large Meeting Room

Hilton Head Island Branch Library

11 Beach City Road, Hilton Head Island

Citizens may participate in the public comment periods and public hearings telephonically from Council Chambers of the Administration Building, Government Center, 100 Ribaut Road, Beaufort and **as well as Mary Field School, Daufuskie Island.**

1. CAUCUS - 4:00 P.M.
Discussion is not limited to agenda items.
Large Meeting Room
2. REGULAR MEETING - 5:00 P.M.
Large Meeting Room
3. CALL TO ORDER
4. PLEDGE OF ALLEGIANCE
5. INVOCATION
6. REVIEW OF MINUTES – May 7, 2012 ([backup](#))
7. PUBLIC COMMENT
8. PROCLAMATION
 - A. Emergency Medical Services Week
Ms. Donna Ownby, EMS Director
Mr. Howell Youmans, EMS Deputy Director
9. COUNTY ADMINISTRATOR'S REPORT
 - Mr. Gary Kubic, County Administrator
 - A. The County Channel / Broadcast Update ([backup](#))
 - B. Two-Week Progress Report ([backup](#))
 - C. Announcement / Center for Heirs' Property Preservation Public Seminar Hosted by Joshua Walden, Esquire ([backup](#))

Over



10. DEPUTY COUNTY ADMINISTRATOR'S REPORT

Mr. Bryan Hill, Deputy, County Administrator

A. Two-Week Progress Report ([backup](#))

B. Monthly Budget Summary ([backup](#))

C. Construction Project Updates

Mr. Rob McFee, Division-Director Engineering and Infrastructure

One Cent Sales Tax Referendum Projects:

U.S. Highway 278 Construction Project

Bluffton Parkway Phase 5A Roadway

Bluffton Parkway 5A Flyover Project (Status)

Capital Improvement Projects:

St. Helena Island Branch Library at Penn Center

11. CONSENT AGENDA – ITEMS A THROUGH D

A. REQUEST TO PURCHASE STATE CONTRACT ITEMS AND NON-COMPETITIVE ITEMS FROM APPROVED VENDORS FOR THE BEAUFORT COUNTY MIS DEPARTMENT AND BEAUFORT COUNTY SHERIFF'S OFFICE ([backup](#))

1. Consideration to award purchase of contracts to occur May 21, 2012

2. Contract amount: \$258,271

3. Vendors, funding and cost breakdown:

a. VMware Virtualization: Account #15080-54140, Communications Equipment, \$27,406; Account #15060-51160, Professional Services, \$20,330. Total cost \$47,736

b. HP Annual Maintenance for SAN: Account #15080-51110, Maintenance Contracts. Total cost \$55,044

c. In Car Video Replacements: Account #21052-52810, Data Processing Equipment. Total cost \$96,193

d. Computer Upgrades: Account #20151-52810, \$43,180 and Account #21052-52610, Data Processing Equipment, \$12,240, plus tax of \$3,878 for a total cost of \$59,298

4. Finance Committee discussion and recommendation to approve occurred May 14, 2012 / Vote 7:0

B. REQUEST TO PURCHASE FROM STATE AND NON-COMPETITIVE CONTRACTS FOR ITEMS OVER \$25,000 FOR BEAUFORT COUNTY MIS DEPARTMENT ([backup](#))

1. Consideration to award purchase of contracts to occur May 21, 2012

2. Contract amount: \$130,208

3. Vendors, projects, funding and cost breakdown

a. Pictometry of Rochester, New York: Imagery Software Update Project, Account #13350-51250, Aerial Photos. Total cost \$75,270

b. Graybar of Savannah, Georgia: UPS Refresh Project, Account #15060-54140, Communication Equipment. Total cost \$54,938

4. Finance Committee discussion and recommendation to approve occurred May 14, 2012 / Vote 7:0

C. REQUEST TO PURCHASE HOMELAND SECURITY GRANT ITEMS FROM THE GENERAL SERVICES ADMINISTRATION (GSA) CONTRACT FOR THE BEAUFORT COUNTY EMS DEPARTMENT ([backup](#))

1. Consideration to award purchase of contracts to occur May 21, 2012
2. Contract amount: \$56,917
3. Vendors, projects, funding and cost breakdown
 - a. Physio-Control of Richmond, Virginia: Lifepack 15 Monitor (RMAT) Project, Account #23206-54562, 2009 RMAT Grant. Total cost \$29,794
 - b. Magnum Power of Berlin, Wisconsin: Generator and Trailer Project, Account #23206-54562, 2009 RMAT Grant. Total cost \$27,123
4. Finance Committee discussion and recommendation to approve occurred May 14, 2012 / Vote 7:0

D. ENDORSEMENT OF \$250,000 APPROPRIATION TO MILITARY ENHANCEMENT COMMITTEE FOR BASE REALIGNMENT AND CLOSURE PROCESS IN 2013 AND 2015 ([backup](#))

1. Consideration of endorsement of funds to occur May 21, 2012
2. Finance Committee discussion and recommendation to approve occurred May 14, 2012 / Vote 6:1

12. PRESENTATION / FY 2012-2013 SCHOOL DISTRICT BUDGET PROPOSAL ([backup](#))

1. Consideration of first reading approval to occur May 21, 2012
2. Public hearing announcement – Monday, June 11, 2012, beginning at 6:00 p.m. in Council Chambers of the Administration Building, 100 Ribaut Road, Beaufort
3. Finance Committee discussion occurred May 16, 2012

13. PUBLIC HEARINGS

A. AN ORDINANCE TO SATISFY HISTORICAL COMMUNITY DEVELOPMENT BLOCK GRANT MORTGAGES ISSUED ON BEHALF OF BEAUFORT COUNTY ([backup](#))

1. Consideration of third and final reading to occur May 21, 2012
2. Second reading approval occurred May 7, 2012 / Vote 10:0
3. First reading occurred April 23, 2012 / Vote 10:0
4. Finance Committee discussion and recommendation to approve occurred April 16, 2012 / Vote 4:0

B. FY 2012-2013 COUNTY BUDGET PROPOSAL ([backup](#))

1. Consideration of second reading approval to occur May 21, 2012
2. Finance Committee discussion occurred May 14, 2012
3. First reading approval occurred May 7, 2012 / Vote 10:0
4. Finance Committee discussion occurred April 30, 2012
5. Finance Committee discussion occurred April 23, 2012
6. Finance Committee discussion occurred April 16, 2012
7. Finance Committee discussion occurred April 9, 2012
8. Finance Committee discussion occurred March 19, 2012
9. Finance Committee discussion occurred February 20, 2012
10. Council Retreat discussion occurred February 17, 2012
11. Finance Committee discussion occurred January 17, 2012

14. COMMITTEE REPORTS ([backup](#))

15. PUBLIC COMMENT

16. EXECUTIVE SESSION - Discussion of negotiations incident to proposed contractual arrangements and proposed purchase of property

17. ADJOURNMENT

Official Proceedings
County Council of Beaufort County
May 7, 2012

The electronic and print media was duly notified in accordance with the State Freedom of Information Act.

CAUCUS

A caucus of the County Council of Beaufort County was held at 4:00 p.m. on Monday, May 7, 2012 in the Executive Conference Room of the Administration Building, 100 Ribaut Road, Beaufort, South Carolina.

ATTENDANCE

Chairman Weston Newton and Councilmen Rick Caporale, Steven Baer, Gerald Dawson, Brian Flewelling, Herbert Glaze, William McBride, Stu Rodman, Gerald Stewart and Laura Von Harten. Vice Chairman D. Paul Sommerville absent.

DISCUSSION ITEMS

Topics discussed during caucus included: (i) The FY 2012/2013 County budget proposal; (ii) Messrs. Brad Samuel and Robert Collar's, representing the School Improvement Council, request to hold a joint Beaufort County School Board and Beaufort County Council meeting for the purpose of discussing issues concerning the School District budget; (iii) Daufuskie Island Improvement Council request to discuss the concept of establishing a Daufuskie Island ferry service special tax district; (iv) Median Landscaping Committee of the Greater Island Council request to discuss the concept of establishing a Maintenance of US 278 and southern portion of the county special tax district; (v) Status of the Lowcountry Economic Alliance; (vi) Beautification of US Highway 278 and concrete barrier wall; and (vii) A request from a group of citizens asking Council to support a resolution regarding campaign-finance reform.

REGULAR MEETING

The regularly scheduled meeting of the County Council of Beaufort County was held at 5:00 p.m. in Council Chambers of the Administration Building, 100 Ribaut Road, Beaufort, South Carolina.

ATTENDANCE

Chairman Weston Newton and Councilmen Rick Caporale, Steven Baer, Gerald Dawson, Brian Flewelling, Herbert Glaze, William McBride, Stu Rodman, Gerald Stewart and Laura Von Harten. Vice Chairman D. Paul Sommerville absent.

PLEDGE OF ALLEGIANCE

The Chairman led those present in the Pledge of Allegiance to the Flag.

INVOCATION

Councilman Rodman gave the Invocation.

REVIEW OF PROCEEDINGS OF THE REGULAR MEETING HELD APRIL 23, 2012

It was moved by Mr. Glaze, seconded by Mr. Flewelling, that Council approve the minutes of the regular meeting held April 23, 2012. The vote was: YEAS - Mr. Baer, Mr. Caporale, Mr. Dawson, Mr. Flewelling, Mr. Glaze, Mr. McBride, Mr. Newton, Mr. Rodman and Mr. Stewart. ABSTAIN – Ms. Von Harten. ABSENT - Mr. Sommerville. The motion passed.

PROCLAMATION

Public Works Week

The Chairman proclaimed May 20 through May 25, 2012 as Public Works Week to be celebrated throughout Beaufort County and urged citizens to take the time this week to acquaint themselves with Public Works' daily contributions to improve their lives. Mr. Eddie Bellamy, Public Works Director, accepted the proclamation.

PUBLIC COMMENT

The Chairman recognized Mrs. Jane Kenny, a resident of Bluffton, a taxpayer, and one of the leaders of the Bluffton Tea Party, read from a prepared statement: "I am here to express our concern about the proposed school budget. Once again the school system has failed to produce a balanced budget and they are going to want you to increase our taxes to cover an even higher deficit as presented last year. Beaufort County is the highest spending District of any large school district in South Carolina. Their per pupil cost is 35% higher than the state average and almost 100% higher than the average in North Carolina, our neighbor to the north, where their students consistently score higher on standardized tests. What is it about our School District? There is nothing unique about the student population that would account for these comparatively high spending levels. We have a well-paid superintendent. We have a very large professional staff. So what is the cause of this seemingly out-of-control spending? We can only conclude that our school system is administratively inept. The costly International Baccalaureate (IB) program is just one example of administrative incompetence. Back in 2010 the School Board commissioned an external cost benefit analysis of this program. The analyst recommended that the IB program be discontinued completely to stop the fiscal bleeding. At that time the IB program had been in Beaufort schools for 14 years. The analyst found that on every major measured cost benefits and outcomes the IB program failed. More than \$2.8 million down the drain. But the school administration ignored the recommendation. A continuing resolution

written by the staff at Hilton Head Island High School boldly outlines a plan for continuing the program 2011 through 2016. Throwing more money, millions more, at a proven failure is absurd. The IB program serves less than 1% of our students in a system where graduation rates barely reach 61%. Where children perform poorly at even the most basic subjects, stealing valuable resources from the entire student population of nearly 20,000. To continue a failing program for just 200 students is fiscally irresponsible and professional egregious. Since the power of the public purse is in your capable hands, sort of, we appeal to you to follow through on that cost benefit analysis. We appeal to you to pay attention to their recommendation and to discontinue the entire International Baccalaureate Program. This seems like a logical place to start the budget-cutting process that we will need to go through this year.”

Mr. Bert Walker, a resident of Bluffton, said he is also here in support of removing the International Baccalaureate (IB) program from Beaufort County schools. “You all have a copy of my message which contained the text of a petition presented to the Board of Education by a group of concerned citizens requesting the Board of Education remove the IB program from all schools in Beaufort County. Current research on the IB shows it to be a United Nations affiliated organization. Schools that apply for and are accepted into the IB Program are required by contract to accept that IBE-UNESCO will train the teachers, write the curriculum, compose the tests (which are all sent to Geneva for scoring), dictate the values, the attitudes, and the world views that are taught to our students. Much like Agenda 21, the goal is to establish international norms of personal behavior that are dictated by a handful of the world’s elite, who believe they know best how people ought to live and ought to be educated. The IBE is just another UN-sponsored organization attempting to indoctrinate our youth with UN principles and values that are diametrically opposed to American values and heritage. George Walker, IB former Director General states, “The program remains committed to changing children’s values so they think globally rather than in parochial national terms from their own countries’ viewpoint.” And, yet, we are told the IB has no political agenda. In my opinion allocating taxpayer dollars to fund a foreign, UN-affiliated organization, in which taxpayers have no say in the curriculum, the values, the attitudes being taught by that organization, is, at best, unethical and may well be illegal. In closing I implore this Council not to approve any Beaufort County school budget that contains funds for any IB Program.”

COUNTY ADMINISTRATOR’S REPORT

The County Channel / Broadcast Update

Mr. Gary Kubic, County Administrator, stated that The County Channel continues to produce its Beaufort History Moments. This latest episode focuses on the history and founding of the Town of Bluffton.

Graduation season is upon us. The County Channel is providing area colleges the chance to broadcast their ceremonies. The County Channel aired the USC-Beaufort Nurses Pinning Ceremony, and the full graduation. We will tape the Nurse’s ceremony for and the full commencement for Technical College of the Lowcountry later this week.

The County Channel has begun production on its 10th episode of the nature series “Coastal Kingdom.” This episode, “A Day at the Beach,” will focus on fish, crabs, birds, and crustaceans that inhabit our local beaches.

Two-Week Progress Reports / County Administrator and Deputy County Administrator

Mr. Kubic, County Administrator, presented his Two-Week Progress Report as well as the Deputy County Administrator’s, which summarized their activities from April 23, 2012 through May 4, 2012.

Current Budget Summary

Mr. Kubic, County Administrator, briefly went over what Council spent some time discussing in caucus regarding first reading of the FY 2012/2013 budget for Beaufort County. All of the budget information will be available on the county webpage. First reading is the initial step toward the development of a budget. We have two other readings to go, plus a public hearing. We will be modifying and working on the remaining questions and development of the budget during that time.

The revenue projection for FY 2013 is set at \$97,150,130 compared to our revenue projection for FY 2012 (last year) it was at \$96,303,492. Our projections are showing an increase of approximately \$846,000. We have set our salaries at a 98% level with a 2% factor of attrition. What that means is if a salary was \$1.00 per year, our appropriation would reflect .98 cents. That 2% attrition factor is what we measure and monitor every bi-weekly pay. Currently, we have reintroduced some of the requested capital improvements by our departments. What you have before you reflects the \$1,525,430 of equipment. You are going to see the areas where that equipment rests. That will be one of the topics that we will be focusing in on between Council and Administration. Building towards our goal of a 2% cost of living adjustment, this budget has a 1% factor built in. We will be pursuing how to get from 1% to 2%. A couple of things that you need to have in this process -- we have absorbed a workers’ compensation increase, a hospitalization increase, some maintenance items, Bluffton Parkway, the Disabilities and Special Needs new building that came on line, the Myrtle Park building (which is the southern office complex for the county) we will be purchasing within the next few weeks, Burton Wells Regional Park Phase II, The Coursen and Tate Park, eight months of the St. Helena Island Library at Penn Center operation, and four months of the Coroner in his new facility. The Daufuskie Island Ferry transportation is at a status quo. As a placeholder, we have introduced a \$250,000 allocation for the Military Enhancement Committee.

Mrs. Alicia Holland, Comptroller, presented a detail line item by department within the County. Our budget, at present, is at \$97,153,130 (complete with all benefits). The General Fund capital equipment proposed FY 2013 is \$1,525,430; general government direct subsidies \$1,234,129; public health direct subsidies \$1,735,785; public welfare direct subsidies \$435,000; and transfers \$2,590,000.

**AN ORDINANCE TO SATISFY HISTORICAL COMMUNITY DEVELOPMENT
BLOCK GRANT MORTGAGES ISSUED ON BEHALF OF BEAUFORT COUNTY**

This item comes before Council under the Consent Agenda. It was discussed at the April 16, 2012 Finance Committee meeting.

It was moved by Mr. Rodman, seconded by Mr. Stewart, that Council approve on second reading an ordinance authorizing the County Attorney to prepare and execute mortgage satisfaction documents for historical Community Development Block Grant mortgages issued on behalf of Beaufort County. The mortgage notes and amounts follow: Ms. Lillian Chisolm - \$10,865.88; Ms. Lillian Smalls - \$4,013.56; Ms. Carrie Bell Ladson - \$8,862.72; Mr. Abraham Kelly and Mrs. Annette Kelly - \$2,538.05; Mr. Alvin D. Jenkins and Mrs. Mary Ann Jenkins - \$12,208.40; Ms. Verneil Stafford - \$6,850.46; Ms. Bessie Mae Chisolm - \$4,168.46; and Ms. Albertha Jones - \$8,600.58. The vote was: YEAS - Mr. Baer, Mr. Caporale, Mr. Dawson, Mr. Flewelling, Mr. Glaze, Mr. McBride, Mr. Newton, Mr. Rodman, Mr. Stewart and Ms. Von Harten. ABSENT – Mr. Sommerville. The motion passed.

The Chairman announced that Council will hold a public hearing Monday, May 21, 2012 beginning at 6:00 p.m. in the large meeting of the Hilton Head Island Branch Library, 11 Beach City Road, Hilton Head Island, South Carolina.

**PROPOSED EASEMENTS ON COUNTY PROPERTY LOCATED AT 1408 PARIS
AVENUE, PORT ROYAL**

This item comes before Council under the Consent Agenda. It was discussed at the April 24, 2012 Public Facilities Committee meeting.

It was moved by Mr. Rodman, seconded by Mr. Stewart, that Council grant Easement No. 1, a 6' x 100' (+/-) utility easement to be used primarily for underground cable; Easement No. 2, a 10' x 25' access to the rear of a small telecommunications building owned by Century Link; and Easement No. 3, a 15' 90' (+/-) access easement that provides access across the rear of the county property Easement No. 2. The vote was: YEAS - Mr. Baer, Mr. Caporale, Mr. Dawson, Mr. Flewelling, Mr. Glaze, Mr. McBride, Mr. Newton, Mr. Rodman, Mr. Stewart and Ms. Von Harten. ABSENT – Mr. Sommerville. The motion passed.

HILTON HEAD ISLAND AIRPORT FAA GRANT #29 AMENDMENT

This item comes before Council under the Consent Agenda. It was discussed at the April 24, 2012 Public Facilities Committee meeting.

It was moved by Mr. Rodman, seconded by Mr. Stewart, that Council authorize the County Administrator to accept the FAA Grant #29 Amendment in the amount of \$155,622 for the Hilton Head Island Airport. The funding sources are as follows: FAA Grant #29 Amendment (95%), an amended State Grant (2.5% pending), and a local 2.5% match of \$4,096 which will come from the Airports Operating Budget. The vote was: YEAS - Mr. Baer, Mr. Caporale, Mr.

Dawson, Mr. Flewelling, Mr. Glaze, Mr. McBride, Mr. Newton, Mr. Rodman, Mr. Stewart and Ms. Von Harten. ABSENT – Mr. Sommerville. The motion passed.

HILTON HEAD ISLAND AIRPORT FY-12 FAA GRANT PRE-APPLICATION

This item comes before Council under the Consent Agenda. It was discussed at the April 24, 2012 Public Facilities Committee meeting.

It was moved by Mr. Rodman, seconded by Mr. Stewart, that Council approve submission of the FY-12 Grant Pre-application and subsequent FY-12 Grant Application for the Hilton Head Island Airport in the amount of \$778,522 which will be broken down as follows: FAA Grant (95% / 90% pending) \$717,134; State Grant (2.5% / 5% Pending) \$30,385; and Local Match of \$31,003 which will come from the Airport Operating Budget. The vote was: YEAS - Mr. Baer, Mr. Caporale, Mr. Dawson, Mr. Flewelling, Mr. Glaze, Mr. McBride, Mr. Newton, Mr. Rodman, Mr. Stewart and Ms. Von Harten. ABSENT – Mr. Sommerville. The motion passed.

HILTON HEAD ISLAND AIRPORT RUNWAY 03 TREE OBSTRUCTION REMOVAL DESIGN PHASE II

This item comes before Council under the Consent Agenda. It was discussed at the April 24, 2012 Public Facilities Committee meeting.

It was moved by Mr. Rodman, seconded by Mr. Stewart, that Council approve a contract with Talbert & Bright, Inc. in the amount of \$135,926.00 for Runway 03 Tree Obstruction Removal Design Phase II at the Hilton Head Island Airport. Funding for this project includes the amended FAA Grant #29 (95%), a State Grant (2.5% Pending), and Local Match (2.5%) of \$4,096 which will come from the Airports Operating Budget. The vote was: YEAS - Mr. Baer, Mr. Caporale, Mr. Dawson, Mr. Flewelling, Mr. Glaze, Mr. McBride, Mr. Newton, Mr. Rodman, Mr. Stewart and Ms. Von Harten. ABSENT – Mr. Sommerville. The motion passed.

PRESENTATION / FY 2012-2013 COUNTY BUDGET PROPOSAL

It was moved by Mr. Rodman, seconded by Mr. Flewelling, that Council approve on first reading the proposed FY 2012 / 2013 budget at 40.21 mills County Operations, 3.87 mills Purchase of Real Property Program, and 4.44 mills County Debt Service. Additionally, Bluffton Fire District at 19.67 mills operating and 0.00 mills debt service, Burton Fire District at 55.87 mills operating and 5.53 mills debt service, Daufuskie Island Fire District at 31.74 mills operating and 0.00 mills debt service, Lady's Island/St. Helena Island Fire District 32.04 mills operating and 1.50 mills debt service, and Sheldon Fire District 32.22 mills operating and 2.18 mills debt service.

Mr. Rodman commented the process this year has moved along in a very professional manner. He is very pleased, as well as others, with the level of detail and the way that Administration has pulled all of this together during very difficult times, and would like to commend staff for that. We have moved from the line-item detail, which is a very complicated budget, to a summary

budget, consisting of four pages and which gives us a very good overview of the individual items. Council probably has the detail its will need now to take a look at most of the budget and see if they identify any particular items they want to have discussed in more detail. To the extent that we can bring those forward and talk about them at Finance Committee prior to our second reading, May 21, 2012, that would probably be helpful. The budget ordinance, itself, is more expansive this year. We made some changes to it to provide more detail in terms of breakout of the individual budgets of the elected officials, breakdown of the various aspects of where the county budget goes to various areas such as Detention Center, EMS, and so on. There is also included an expanded section on the authorization for the County Administrator to transfer funds. We were in discussion about that, and everyone is comfortable with that process we put together. There is also a section on Tax Anticipation Notes, which we did talk about at caucus; and, although we can leave it in tonight, there was a general consensus that we would probably divide this into two separate ordinances as we go forward at second reading. Everything has moved along very smartly; and, once this is finished, we will then move on to the Board of Education budget which will be forthcoming to Finance on May 16, 2012.

Mr. Baer said in caucus Council talked about not having an automatic approval of the Military Enhancement Committee budget until we see a business plan as well as adding some wording to that affect. This would allow Council to separately approve their business plan for them to spend that money that we pigeonhole here.

Mr. Newton stated the County has received a request from the Military Enhancement Committee, in anticipation of future Base Realignment and Closure (BRAC) process in the near term, for an allocation similar to that which was made in the 2004 / 2005 timeframe. If the maker of the motion, and the second would agree, the idea would be that under Section 4, subparagraph II, item M, adding an asterisk and text, following the General Government Subsidies: “\$250,000 is reserved to the General Fund as a placeholder for any appropriations to the Military Enhancement Committee.”

Mr. Rodman, as maker of the motion, and Mr. Flewelling, the second, agreed to add an asterisk following the General Government Subsidies, that would include, “\$250,000 is reserved to the General Fund as a placeholder for any appropriations to the Military Enhancement Committee.”

Mr. McBride realizes today is first reading approval, but he has some concerns about a couple of the elected officials’ budgets that Council was presented. These budgets included very little detail -- one or two sheets. Although he is going to support the budget on first reading tonight, unless we get more clarification on the detail of these other elected officials’ budget, he will not support it in the future.

Mr. Newton will support the budget tonight. All of us have some issues, as part of the budget development process, which we want to see worked through. He appreciates Mr. Kubic and his staff putting together a budget tracking our discussions at the retreat / annual planning meeting of a millage neutral budget in terms of county operations and no use of reserves. Given the significance of the reduction last year to get down from the \$104.0 million appropriation to the \$96.0 million / \$97.0 million range and recognizing the change in mill value in the county, this is

a yeoman's task. You all have done a good job. At the same time you have incorporated a desire for Council to recognize county employees for the first time in five years within the constraints of the revenues contemplated. This is a great presentation for first reading. Mr. Newton looks forward to the continued discussion.

Ms. Von Harten was wondering about additional employee increases, instead of 1%, perhaps going to 2%.

Mr. Newton said, "As Mr. Kubic explained, this is a baseline budget at this point in time. He is continuing to try to work on that." They have included all of the equipment requests and otherwise in this budget format as presented at this time. It requires then a tradeoff.

Ms. Von Harten would be willing to increase millage slightly. She was expecting throughout this budget process to get a three-tier solution -- one that was baseline, one perhaps a little bit more, and one that was maybe, even perhaps, slightly more so that we would have some choices.

Mr. Flewelling said each Council member is going to have particular questions on the budget. Ms. Von Harten, obviously, has one. Is it appropriate to send them directly to Mr. Rodman, who will then forward them to staff for further information during the Finance meeting.

Mr. Rodman said unless Mr. Kubic is uncomfortable with it, he would be comfortable with it going directly to Mr. Hill, Deputy County Administrator. A copy to Mr. Rodman is acceptable.

Mr. Newton said questions need to be vetted in a public setting through the Finance Committee rather than the budget being developed in a series of emails to the Deputy County Administrator.

Mr. Rodman said what he meant to say was that the questions could come to staff and then Council would listen to the responses at Finance.

Mr. Dawson thought Council asked, at its retreat /annual planning session, that when staff presents the budget, they present a budget with no millage increase and no use a fund balance as well as a budget proposal that shows the county administrator appropriating the things he needs and what millage increase that would require. This would allow Council the opportunity to compare what services are needed versus trying to operate within a revenue neutral budget.

Mr. Newton does not know if it was at the retreat/annual planning meeting or a Finance meeting. The directive at the retreat was limited it to no millage increase and no use of fund balance. As Mr. Newton understands Mr. Kubic's presentation to Finance Committee today, the latter is what this budget actually represents. At this time this baseline budget, including the various capital requests and otherwise, represents what is needed. If you recall at the Finance Committee meeting April 30, 2012 there was actually a 2% cost of living, but there were fewer dollars. For instance, higher education, and some of the capital expenditures were not included. Mr. Kubic, over the course of the last week, has worked the budget to include staff's recommended budget at this point in time – to fund both higher education institutions to the full appropriation (to the

previous year's level), all of the capital expenditure requests, as well as only a 1% cost of living, but their intention is to work towards that 2% cost of living.

Mr. Rodman remarked Council did talk about three scenarios; but in reality, the most aggressive one -- which is not invading reserves, not increasing millage, and having a 2% cost of living adjustment -- is where they are with the baseline budget with the exception of being 1% short in the cost of living adjustment. They are still working toward that. In effect, they have taken the most aggressive scenario and made it the baseline, which says we are very close to getting what everybody wanted at the time of the retreat.

Ms. Von Harten thinks there are some things where the level of service is decreasing such that people are unhappy and are voicing their opinions to her about their unhappiness. Specifically, libraries and hours of service. She knows we have had to reduce those. She is sure there are issues in other departments that she is not hearing about. She cannot image all of the Division Heads are just thrilled with this budget, because she is sure there are things that are being left undone that would probably benefit this county if we were to do them. She is just not privy to that information because we cannot communicate directly with the Division Heads on those matters. We have to rely on our County Administrator to be the go-between on these matters. There are things we are missing out on. And we don't know exactly what those are until the public lets us know. She encouraged the public to "let us know."

Mr. McBride realizes that Mr. Kubic is working toward the 2% cost of living adjustment for County employees. He would like to lend his total support to a minimum 2% COLA since we have not been able to address this in the last several years. He realizes Mr. Kubic is doing what he feels the majority of Council wants him to do insofar as no millage increase and no use of reserve; but sometime we are just squeezing the whole situation a little bit too much, not providing for those things that really should be providing for people in this county. He does not think anybody looks forward to paying increased taxes, but sometime we have to make those tough decisions that are best for everybody, not just for individuals who are able to email us three or four times a day. He believes Council is losing sight of the ball, sometimes, in trying to keep certain perimeters in place even before we start our budget process. At one time we had a designated millage for indigent care as well as continuing education. Several years ago we did away with that and rolled it into the general fund budget. You can see what is happening to those designated fund categories over the last couple of years. They are shrinking. It is time to start looking at having a designated millage for continuing education as well as indigent care in the future.

Mr. Baer suggested something, not for this year, but for next year, that some of his constituents have mentioned, *i.e.*, to put an item on the referendum for dedicated millage for certain things – libraries, parks and leisure services – and let the voters decide, the people who say we are not providing enough parks and leisure services. Put a mill or two on a referendum for parks and leisure services, same with libraries, same with other things. That way we will get an indication at the ballot box whether people really want to put their money where their wishes are.

The vote was: YEAS - Mr. Baer, Mr. Caporale, Mr. Dawson, Mr. Flewelling, Mr. Glaze, Mr. McBride, Mr. Newton, Mr. Rodman, Mr. Stewart and Ms. Von Harten. ABSENT – Mr. Sommerville. The motion passed.

COMMITTEE REPORTS

Community Services Committee

Disabilities and Special Needs Board

Gloria Bolino

The vote was: YEAS - Mr. Baer, Mr. Caporale, Mr. Dawson, Mr. Flewelling, Mr. Glaze, Mr. McBride, Mr. Newton, Mr. Rodman, Mr. Stewart and Ms. Von Harten. ABSENT – Mr. Sommerville. Ms. Bolino garnered the six votes required to serve as a member of the Disabilities and Special Needs Board.

Public Facilities Committee

Airports Board

Mr. Glaze, as Public Facilities Committee Chairman, nominated Mr. Carl Wedler, representing close proximity to Beaufort County (Lady's Island) Airport, to serve as a member on the Airports Board.

Burton Wells Regional Park, Phase II

Mr. Glaze, as Public Facilities Committee Chairman, announced that the Burton Wells Regional Park, Phase II, ribbon cutting ceremony will be held Friday, May 18, 2012 beginning at 9:00 a.m.

PUBLIC COMMENT

There were no requests to speak during public comment.

CALL FOR EXECUTIVE SESSION

It was moved by Mr. Dawson, seconded by Mr. Glaze, that Council go immediately into executive session for the purpose of receiving legal advice relating to pending and potential claims covered by the attorney-client privilege. The vote was: YEAS - Mr. Baer, Mr. Caporale, Mr. Dawson, Mr. Flewelling, Mr. Glaze, Mr. McBride, Mr. Newton, Mr. Rodman, Mr. Stewart and Ms. Von Harten. ABSENT – Mr. Sommerville. The motion passed.

EXECUTIVE SESSION

ADJOURNMENT

Council adjourned at 6:24 p.m.

COUNTY COUNCIL OF BEAUFORT COUNTY

By: _____
Wm. Weston J. Newton, Chairman

ATTEST _____
Suzanne M. Rainey, Clerk to Council

Ratified:

DRAFT



Currently Airing

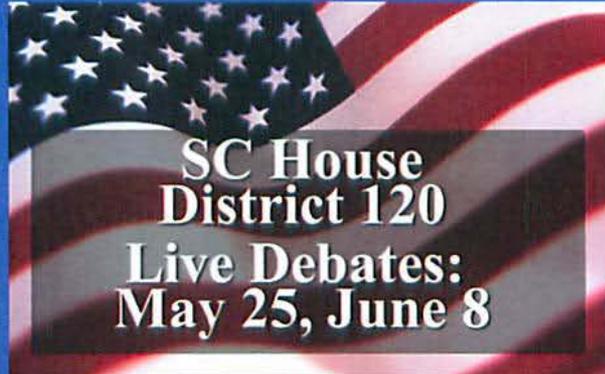


The County Channel was on-hand for the Technical College of the Low Country's Commencement Ceremony on Parris Island. Over 200 students were there to receive their diplomas, including students from Whale Branch Early College High School. The commencement speaker was Clifton Taulbert, an entrepreneur and Pulitzer Prize nominated author.

{NEXT SLIDE}



Upcoming Production



For the upcoming elections, the County Channel will be covering the debates for the new state house district seat, number 120. They will be held on the TCL New River Campus in the Angus Cotton Academic Building, May 25th and June 8th. These events will be aired live and available for replay on demand at the County Channel website.

{End County Channel Update}



Memorandum

DATE: May 18, 2012

TO: County Council

FROM: Gary Kubic, County Administrator

SUBJ: County Administrator's Progress Report

The following is a summary of activities that took place May 7, 2012 through May 18, 2012:

May 7, 2012

- Employee orientation
- Budget meeting with Alicia Holland, Controller
- Conference call with Attorney Reese Williams and Staff Attorney Josh Gruber
- County Caucus
- County Council meeting

May 8, 2012

- Meeting with Mark Roseneau, Director of Facilities Maintenance
- Conference call with John Payne, Chair of Military Enhancement Committee

May 9, 2012

- No scheduled appointments

May 10, 2012

- Penn Center Board of Trustees meeting re: St. Helena Library status report
- Meeting with representatives from Windmill Harbour, Town of Hilton Head Island and County staff re: Windmill Harbour traffic issues

May 11, 2012

- Meeting with Solicitor Duffie Stone

May 14, 2012

- Employee orientation
- Finance Committee meeting

May 15, 2012

- Meeting with Anne Christnovich, *Island Packet* reporter re: Building Codes

May 16, 2012

- Agenda review with Chairman, Vice Chairman and Executive Staff Re: draft review of May 21, 2012 Council agenda
- Meeting with Finance team re: Administrative version of the FY 2013 Budget revisions
- Finance Committee meeting

May 17, 2012

- Conference call with Linda O'Bryon, ETV President & CEO and Deputy County Administrator re: Beaufort facility
- County/ Town of Bluffton bimonthly meeting with Chairman Weston Newton, Mayor Lisa Sulka and Town Manager Anthony Barrett re: County / Town issues

May 18, 2012

- Burton Wells Regional Park, Phase II Ribbon-Cutting Ceremony



CENTER FOR HEIRS PROPERTY PRESERVATION

WILL PRESENT A PUBLIC SEMINAR

HOSTED BY JOSHUA WALDEN, ESQUIRE

WHEN: May 29, 2012 at 6:30 p.m.

**WHERE: Whale Branch Early College High School
169 Detour Road, Seabrook, SC 29940**

The Seminar will cover all aspects of heirs property with regard to ownership and development issues and will allow citizens the opportunity to ask questions of the Center's attorney regarding their heirs property.



PRESS RELEASE

Contact: Tish Lynn
Resource Development Coordinator
P: 843-745-7055
E: tlynn@heirsproperty.org

Need Help with Heirs' Property?

The Center for Heirs' Property Preservation Conducts a Free Heirs' Property Seminar in Beaufort

Beaufort, SC – May --, 2012: Do you need help with heirs' property? Find out all you need to know about heirs' property ownership from the experts at the Center for Heirs' Property Preservation.

Come to the Center's free educational seminar on Tuesday, May 29th from (start time to stop time) at the Whale Branch School – (add exact address). Learn about the rights, responsibilities and risks of owning heirs' property and steps you can take to protect it. To register, contact Jackie Wilson (*the Center*) at: (843) 745-7055 or Toll Free at the Center: 1 (866) 657-2676.

Since opening its doors in 2005, the Center has been providing a full range of free education and comprehensive legal services to heirs' property owners to help them understand their rights; resolve conflicts; come to a family agreement and obtain clear title to keep their land.

Heirs' property is land that has been passed down through the generations without the benefit of a Last Will and Testament. As a result, there is no clear title to the property and therefore all of the heirs own the family land "in common." With the increase in coastal development, this kind of ownership puts the land at high risk of being partitioned and lost forever.

The Center can help you! Come to this free seminar and find out how to protect your family land. To learn more about the Center, go to: www.heirsproperty.org.

The Center for Heirs' Property Preservation is celebrating six years of serving, supporting and empowering heirs' property (HP) owners and their communities. The Center accomplishes this mission by providing educational and legal services to (1) low-income heirs' property owners, (2) nonprofit organizations serving heirs' property owners, (3) attorneys and judges handling heirs' property cases, and (4) the community-at-large in Beaufort, Berkeley, Charleston, Colleton, Dorchester and Georgetown counties in South Carolina.

Since 2005, the Center has responded to the increasing need for HP education and legal services by providing advice and counsel to 1,153 applicants, and legal services to 308 clients; conducting 209 legal seminars and presentations to 5,893 persons, and also providing technical assistance to county government planners and local planning committees on HP as they worked on comprehensive plans for their communities. Working with volunteers from the Charleston School of Law and Trident Technical College, the Center has successfully cleared 74 titles. For more, go to: www.heirsproperty.org.



Memorandum

DATE: May 18, 2012
TO: County Council
FROM: Bryan Hill, Deputy County Administrator 
SUBJECT: Deputy County Administrator's Progress Report

The following is a summary of activities that took place May 7, 2012 through May 18, 2012:

May 5, 2012 (Saturday):

- Attend ICMA-SEI Leadership Program in Charlottesville, Virginia

May 6, 2012 (Sunday):

- Attend ICMA-SEI Leadership Program in Charlottesville, Virginia

May 7, 2012 (Monday):

- Attend ICMA-SEI Leadership Program in Charlottesville, Virginia

May 8, 2012 (Tuesday):

- Attend ICMA-SEI Leadership Program in Charlottesville, Virginia

May 9, 2012 (Wednesday):

- Attend ICMA-SEI Leadership Program in Charlottesville, Virginia

May 10, 2012 (Thursday):

- Attend ICMA-SEI Leadership Program in Charlottesville, Virginia

May 11, 2012 (Friday):

- Attend ICMA-SEI Leadership Program in Charlottesville, Virginia
- Return Travel to Bluffton, SC

May 14, 2012 (Monday):

- Meet with David Starkey, CFO
- Meet with Alicia Holland, Controller re: Budget
- Meet with Ebony Sanders, Assessor's Office
- Attend Finance Committee Meeting
- Meet with Todd Ferguson, Emergency Management

May 15, 2012 (Tuesday)--Bluffton:

- Bluffton Hours
- Work on Budget

May 16, 2012 (Wednesday):

- Agenda Review
- Meet with Chuck Atkinson, Building Codes Director
- Meet with Michael Rivers
- Meet with Gary Kubic, County Administrator and Alicia Holland, Controller re: Budget
- Attend Finance Committee Meeting

May 17, 2012 (Thursday)--Bluffton:

- Bluffton Hours
- Telephone conference with Ms. O'Bryon re: Available Space for Broadcasting
- Work on Budget
- Site Visit to Foreman Road

May 18, 2012 (Friday):

- Attend Burton Wells Park Phase II Ribbon Cutting Ceremony
- Meet with Phillip Foot, Emergency Services Director
- Meet with Tony Criscitiello, Planning Director
- Work on Budget

Budget FY 2012
As of 5/18/2012
Description

Actual 4 Year Comparison
For the Period Ending April 30th

May 18, 2012
Actual to Date
FY 2012

Adopted
Budget
FY 2012

Description	Organization	ORG	FY 2009	FY 2010	FY 2011	FY 2012	FY 2012	FY 2012	
	Taxes	41000	(71,196,185)	(70,367,106)	(70,303,136)	(70,374,324)	(70,374,324)	(72,130,243)	
	Licenses & Permits	42000	(1,864,899)	(1,574,953)	(1,545,546)	(1,931,118)	(1,991,831)	(2,567,500)	
	Intergovernmental	43000	(5,532,935)	(3,133,558)	(2,933,657)	(3,012,118)	(4,343,668)	(7,422,875)	
	Charges for Services	44000	(7,563,937)	(8,766,880)	(8,349,598)	(8,903,117)	(8,987,976)	(11,226,774)	
	Fines & Forfeitures	45000	(843,685)	(961,442)	(713,643)	(662,194)	(692,323)	(953,000)	
	Interest	46000	(187,416)	(120,045)	(102,738)	(130,260)	(130,318)	(141,000)	
	Miscellaneous	47000	(969,346)	(579,618)	(620,511)	(372,294)	(375,746)	(705,600)	
	Other Financing Sources	48000	(705,371)	(1,348,466)	(1,204,745)	(976,345)	(1,159,678)	(1,156,500)	
	General Fund Revenue		(88,863,774)	(86,852,068)	(85,773,574)	(86,361,770)	(88,055,864)	(96,303,492)	
General	Elected	COUNTY COUNCIL	11000	665,597	527,471	551,889	463,753	482,727	623,982
General	Elected	AUDITOR	11010	524,365	543,547	463,670	416,720	431,311	623,510
General	Elected	TREASURER	11020	871,041	702,849	686,619	595,975	611,486	645,070
General	Elected	TREASURER TAX BILLS & CC FEES	11021	-	1,294,803	464,872	318,053	318,053	481,000
General	Elected	CLERK OF COURT	11030	845,815	800,590	704,981	651,971	671,504	831,574
General	Elected	FAMILY COURT	11031	367,514	288,283	196,920	163,383	170,184	249,668
General	Elected	PROBATE COURT	11040	705,658	709,556	606,562	610,602	634,538	756,659
General	Elected	CORONER	11060	382,090	306,858	258,828	310,441	317,786	391,938
General	State	HILTON HEAD MAGISTRATE	11100	82,933	33,890	624	-	-	-
General	State	BEAUFORT MAGISTRATE	11101	500,817	568,148	551,763	619,966	655,210	606,062
General	State	BLUFFTON MAGISTRATE	11102	478,899	427,942	302,664	327,802	340,404	401,125
General	State	SHELDON MAGISTRATE	11103	44,356	53,589	54,431	55,183	58,912	66,618
General	State	ST HELENA MAGISTRATE	11104	79,487	69,550	71,049	45,327	45,763	82,508
General	State	MAGISTRATE BOND COURT	11105	68,152	71,323	66,431	76,537	82,879	90,681
General	State	MAGISTRATE AT-LARGE	11106	88,004	65,192	85,557	102,630	114,128	101,058
General	State	MASTER IN EQUITY	11110	256,744	259,166	238,689	238,083	247,795	295,937
General	Allocation	GEN GOVT DIRECT SUBSIDIES	11199	982,445	1,418,132	1,088,640	855,684	937,212	1,128,340
General	Admin	COUNTY ADMINISTRATOR	12000	394,775	780,940	539,349	401,229	418,994	567,747
General	Admin	HOUSING	12003	14,788	943	-	-	-	-
General	Admin	PUBLIC INFORMATION OFFICER	12005	235,261	306,550	79,578	70,217	70,662	85,218
General	Admin	BROADCAST SERVICES	12006	-	-	154,708	172,947	179,221	221,467
General	Admin	STAFF ATTORNEY	12010	582,357	475,918	454,092	481,066	488,575	497,661
General	Admin	INTERNAL AUDITOR	12015	43,814	93,332	30,398	47,000	48,885	66,091
General	State	PUBLIC DEFENDER	12020	165,242	-	-	-	-	-
General	Admin	VOTER REGISTRATION/ELECTIONS	12030	700,443	504,224	487,894	504,733	477,912	598,260
General	Admin	ELECTION WORKERS	12031	-	(1,050)	211	940	940	-
General	Admin	ASSESSOR	12040	1,975,490	2,048,021	1,571,322	1,427,703	1,484,121	2,053,520
General	Admin	REGISTER OF DEEDS	12050	551,361	469,182	386,586	369,691	382,443	469,563
General	Admin	RISK MANAGEMENT	12060	110,391	110,136	78,036	75,950	79,227	96,495
General	State	LEGISLATIVE DELEGATION	12080	70,651	70,144	56,021	56,086	58,368	67,535

Budget FY 2012
As of 5/18/2012

Actual 4 Year Comparison
For the Period Ending April 30th

May 18, 2012
Actual to Date

Adopted
Budget

Description	Organization	ORG	FY 2009	FY 2010	FY 2011	FY 2012	FY 2012	FY 2012	
General	Admin	ZONING & DEVELOPMENT ADM	13330	205,551	201,263	161,934	153,533	158,831	204,643
General	Admin	PLANNING	13340	751,543	717,925	598,797	585,214	609,602	696,539
General	Admin	COMPREHENSIVE PLAN	13341	64,625	5,438	351,662	138,829	138,829	126,475
General	Admin	AUTOMATED MAPPING/GIS	13350	389,301	505,564	318,590	259,720	269,227	407,316
General	Admin	DIRECTOR OF COMMUNITY SERVICES	14000	218,970	149,591	107,679	103,486	106,888	127,785
General	Admin	STAFF SERVICES	14010	414,805	362,271	337,651	228,245	247,387	353,193
General	Admin	EMPLOYEE SERVICES	14020	696,139	807,194	788,277	797,788	809,046	872,760
General	Admin	RECORDS MANAGEMENT	14030	241,993	172,753	129,826	185,072	212,163	208,385
General	Admin	FINANCE DEPARTMENT	15010	520,401	457,499	463,699	494,218	513,571	593,166
General	Admin	PURCHASING	15040	196,601	214,268	187,627	175,987	182,019	235,383
General	Admin	BUSINESS LICENSES	15050	578,774	427,595	146,539	41,949	43,300	97,537
General	Admin	MANAGEMENT INFORMATION SYSTEMS	15060	1,671,925	2,081,799	1,757,842	1,662,755	1,700,590	2,360,307
General	Admin	MANAGEMENT INFORMATION SYSTEMS	15061	(175)	1,128	-	-	-	-
General	Admin	DIRECTOR OF PUBLIC SERVICES	17000	211,409	219,514	175,991	174,055	181,234	205,382
General	Fringe	GENERAL GOVT BENEFITS POOL	19199	-	-	1,945,808	1,758,925	1,935,175	2,177,360
Public Safety	Elected	SHERIFF	21051	5,493,434	5,781,456	6,044,474	5,137,713	5,343,929	6,567,860
Public Safety	Elected	SHERIFF	21052	10,092,232	9,754,816	10,536,852	8,747,886	9,035,964	10,655,494
Public Safety	Elected	SHERIFF	21053	-	-	-	477,145	494,515	555,457
Public Safety	Elected	SHERIFF	21055	992,259	1,128,687	1,095,272	933,738	973,058	1,302,274
Public Safety	Admin	EMERGENCY MANAGEMENT	23140	555,541	598,999	422,577	382,165	394,034	440,327
Public Safety	Admin	EMERGENCY MANAGEMENT	23141	22,653	-	-	-	-	-
Public Safety	Admin	EMERGENCY MANAGEMENT	23142	-	5,322	128,586	76,266	76,855	91,586
Public Safety	Admin	EMERGENCY MANAGEMENT - Comm	23150	3,764,006	3,456,960	3,452,535	4,211,527	4,403,989	4,602,211
Public Safety	Admin	EMERGENCY MANAGEMENT - DATA	23155	447,007	578,109	420,250	453,903	465,439	692,857
Public Safety	Admin	EMERGENCY MEDICAL SERVICE	23160	5,178,366	5,154,972	4,302,877	4,093,530	4,238,286	4,898,239
Public Safety	Admin	DETENTION CENTER	23170	5,621,965	5,462,062	4,676,770	4,198,095	4,370,554	5,433,000
Public Safety	Admin	TRAFFIC - Signal Management	23322	262,974	227,359	185,365	237,692	244,080	307,314
Public Safety	Admin	TRAFFIC - Signal Management	23323	-	103,478	96,599	107,360	107,360	116,000
Public Safety	Admin	BUILDING CODES	23360	1,259,095	1,114,927	810,935	566,721	592,038	624,837
Public Safety	Admin	BUILDING CODES ENFORCEMENT	23361	-	-	-	153,430	160,087	219,393
Public Safety	Fringe	PUBLIC SAFETY BENEFITS POOL	29299	-	-	2,477,814	4,158,289	4,585,056	5,372,376
Public Works	Admin	FACILITIES MANAGEMENT	33020	1,934,048	1,964,264	1,832,643	1,459,948	1,465,182	2,055,403
Public Works	Admin	BUILDINGS MAINTENANCE	33030	954,967	860,442	938,431	843,493	865,557	1,061,572
Public Works	Admin	GROUPS MAINTENANCE - NORTH	33040	1,127,639	1,128,775	920,188	1,025,468	1,052,708	1,759,275
Public Works	Admin	GROUPS MAINTENANCE - SOUTH	33042	986,390	956,601	770,341	479,609	497,908	-
Public Works	Admin	PUBLIC WORKS GEN SUPPORT	33300	734,479	831,772	592,444	575,582	589,584	709,671
Public Works	Admin	ROADS/DRAINAGE - NORTH	33301	874,423	861,083	741,996	660,145	677,420	801,181
Public Works	Admin	ROADS/DRAINAGE - SOUTH	33302	458,573	593,556	528,836	382,261	393,674	539,706
Public Works	Admin	PUBLIC WORKS ADMINISTRATION	33305	358,649	314,249	237,384	223,989	232,596	248,018
Public Works	Admin	ENGINEERING	33320	896,008	382,870	271,461	213,761	224,561	338,283

Budget FY 2012
As of 5/18/2012

Actual 4 Year Comparison
For the Period Ending April 30th

May 18, 2012
Actual to Date

Adopted
Budget

Description	Organization	ORG	FY 2009	FY 2010	FY 2011	FY 2012	FY 2012	FY 2012	
Public Works	Admin	SWR ADMINISTRATION	33390	932,469	3,847,017	3,143,351	3,430,652	3,473,903	4,744,454
Public Works	Admin	SWR	33391	139,674	-	-	-	-	-
Public Works	Admin	SWR	33392	187,915	-	-	-	-	-
Public Works	Admin	SWR HILTON HEAD	33393	819,609	87,137	90,819	85,074	88,031	100,693
Public Works	Admin	SWR BLUFFTON	33394	905,693	136,093	122,100	122,881	127,500	145,790
Public Works	Admin	SWR BURTON	33395	512,658	130,295	138,525	117,251	121,639	177,521
Public Works	Admin	SWR DAUFUSKIE	33396	284,016	33,931	203	-	-	49,356
Public Works	Admin	SWR ST HELENA	33397	414,371	121,582	114,062	121,674	126,758	163,455
Public Works	Admin	SWR SHELDON	33398	213,189	93,334	92,528	85,292	88,265	101,993
Public Works	Fringe	PUBLIC WORKS BENEFITS POOL	39399	52,140	-	1,415,125	1,089,883	1,205,300	1,429,893
Public Health	Admin	ANIMAL SHELTER & CONTROL	43180	803,811	754,526	633,956	659,475	680,978	774,061
Public Health	Admin	MOSQUITO CONTROL	43190	1,316,245	1,473,881	963,872	943,461	962,195	1,091,325
Public Health	Allocation	PUBLIC HEALTH DIRECT SUBSIDIES	44199	2,311,775	2,304,132	2,279,889	1,723,768	1,884,685	1,800,511
Public Health	Fringe	PUBLIC HEALTH BENEFITS POOL	49499	-	-	314,622	245,952	272,202	325,265
Public Welfare	Admin	VETERANS AFFAIRS	54050	188,758	167,816	117,720	117,045	122,966	143,034
Public Welfare	State	DEPT OF SOCIAL SERVICES	54060	171,053	163,714	226,375	161,108	167,692	195,700
Public Welfare	Allocation	PUBLIC WELFARE DIRECT SUBSIDIES	54299	477,181	480,820	493,330	431,443	437,443	540,000
Public Welfare	Fringe	PUBLIC WELFARE BENEFITS POOL	59599	-	-	35,776	23,852	26,230	29,572
Cultural	Admin	PALS CENTRAL ADMINISTRATION	63310	297,019	343,758	314,638	210,838	217,217	264,628
Cultural	Admin	PALS SUMMER PROGRAM	63311	103,333	97,009	104,438	94,600	94,600	120,450
Cultural	Admin	PALS AQUATICS PROGRAM	63312	941,011	984,026	872,980	804,521	825,765	924,044
Cultural	Admin	PALS HILTON HEAD PROGRAMS	63313	278,398	77,916	60,000	80,000	80,000	80,000
Cultural	Admin	PALS BLUFFTON PROGRAMS	63314	537,647	774,976	675,341	79,973	91,812	145,500
Cultural	Admin	PALS ATHLETIC PROGRAMS	63316	542,698	408,096	373,699	606,487	631,801	917,492
Cultural	Admin	PALS RECREATION CENTERS	63317	850,904	740,499	534,475	492,185	504,916	717,584
Cultural	Admin	LIBRARY ADMINISTRATION	64070	747,726	729,369	531,155	521,471	538,758	651,166
Cultural	Admin	LIBRARY BEAUFORT BRANCH	64071	571,706	560,946	424,953	409,526	426,001	512,347
Cultural	Admin	LIBRARY BLUFFTON BRANCH	64072	692,301	654,869	481,337	365,543	376,741	509,272
Cultural	Admin	LIBRARY HILTON HEAD BRANCH	64073	647,041	595,307	520,322	441,218	455,790	572,403
Cultural	Admin	LIBRARY LOBECO BRANCH	64074	173,842	177,077	92,885	102,430	106,250	128,087
Cultural	Admin	LIBRARY ST HELENA BRANCH	64075	83,541	74,767	78,329	75,666	78,678	91,919
Cultural	Admin	LIBRARY TECHNICAL SERVICES	64078	683,138	735,977	566,329	376,365	384,843	579,194
Cultural	Admin	LIBRARY SC ROOM	64079	93,182	92,402	81,566	80,538	83,534	99,178
Cultural	Fringe	CULTURAL & RECRE BENEFITS POOL	69699	-	-	854,218	667,368	735,035	834,815
General Fund Expenditures				76,939,104	77,430,209	75,937,854	70,786,704	73,819,064	89,118,554

Budget FY 2012
As of 5/18/2012

Actual 4 Year Comparison
For the Period Ending April 30th

May 18, 2012
Actual to Date

Adopted
Budget

Description	Organization	ORG	FY 2009	FY 2010	FY 2011	FY 2012	FY 2012	FY 2012
Transfers	Allocation	GENERAL FUND XFERS OUT	99100					
		Miscellaneous Grant	59200	8,333	-	-	-	-
		Daufuskie Ferry	59202	62,500	62,500	83,333	83,333	91,667
		Public Safety Grants	59206	8,040	-	61,180	2,472	2,472
		EMS Grants	59207	-	6,352	5,000	5,000	5,500
		Tire Recycling	59226	-	3,000	-	-	-
		Real Property	59209	-	-	-	333,859	333,859
		Dale Water Line	59229	-	-	34,939	-	-
		PALS Programs Fund	59231	-	-	2,999	-	-
		DSN Programs Fund	59241	1,464,308	1,553,497	1,350,510	1,132,917	1,246,208
		A&D Programs Fund	59261	420,556	408,720	303,803	249,739	274,713
		DNA Laboratory	59270	269,483	265,348	277,078	-	-
		Victims Assistance	59271	169,648	251,751	78,195	89,696	98,665
		School Resource Officer	59273	95,861	95,861	121,546	111,209	122,330
		Sheriff Grant	59274	19,933	6,311	22,679	4,005	4,406
		Sheriff's Vehicles	59277	-	500,000	-	-	-
		DNA Grant Fund	59280	-	-	-	22,097	22,097
		COSY Program	59281	35,000	108,333	108,333	136,667	148,333
		Debt Service Fund	59300	-	-	-	400,000	400,000
		LI Airport	59570	-	83,333	-	-	-
		HHI Airport	59580	-	125,000	12,500	-	-
		Public Defender	59651	240,000	544,469	419,028	250,000	275,000
		Sheriff's Trust	59663	-	-	20,000	15,000	15,000
		Total General Fund Transfers Out		2,793,662	4,014,475	2,901,123	2,835,994	3,040,250
Education	Education	Education Allocation	64399	3,930,250	3,930,250	3,930,250	3,333,333	4,000,000
		General Fund Expenditures (including Transfers and Education Allocation)		83,663,016	85,374,934	82,769,227	76,956,031	80,859,314
		Net (Surplus)/Deficit		(5,200,758)	(1,477,134)	(3,004,347)	(9,405,739)	(7,196,550)



COUNTY COUNCIL OF BEAUFORT COUNTY
PURCHASING DEPARTMENT

Building 2, 102 Industrial Village Road
Post Office Drawer 1228, Beaufort, SC 29901-1228
Phone: (843) 255-2353 Fax: (843) 255-9437

TO: Councilman Stewart H. Rodman, Chairman, Finance Committee

VIA: Gary Kubic, County Administrator *GKubic*
Sheriff P. J. Tanner, Beaufort County Sheriff *Witt*
Bryan Hill, Deputy County Administrator *BHill*
David Starkey, Chief Financial Officer *DStarkey*
Dan Morgan, MIS Director *DMorgan*

FROM: Dave Thomas, CPPO, Purchasing Director *DT*

SUBJ: Request to Purchase State Contract Items and Non-competitive Items from approved vendors for the Beaufort County MIS Department and the Beaufort County Sheriff's Office.

DATE: April 25, 2012

BACKGROUND: The Purchasing Department received requisitions from the Beaufort County MIS Department and the Sheriff's Office to purchase computer software and equipment. The first purchase request from the MIS department is to purchase the new VMware virtualization technology software, service, and equipment from Entre Solutions, a state contract vendor. This will allow MIS to upgrade our aging Voice over IP (VOIP) telephone environment. Cisco markets this technology as Cisco Unified Computing Servers (UCS). This purchase will allow MIS to run up to four virtual server environments on a single server platform. The second purchase request from MIS is to purchase an annual service contract for the County's Storage Area Network (SAN), which includes equipment upgrades directly from Hewlett Packard.

The first purchase request from the Sheriff's Office is to purchase twenty Flashback 2 "in car video systems" from L3 Communications, a state contract vendor. This purchase will allow the Sheriff's Office to replace some of the older video systems. The second purchase request from the Sheriff's Office is to purchase Hewlett Packard computer upgrades and service plans from New Century Systems, Inc, a state contract vendor. This purchase will replace twenty desktop computers, twenty six laptop computers, and provide a four year service plan for each computer.

<u>STATE CONTRACT/NON-COMPETITIVE VENDORS:</u>	<u>Cost</u>	<u>Project</u>
1. Entre Solutions, Savannah, GA	\$47,736	VMware Virtualization
2. Hewlett Packard, Roseville, CA	\$55,044	SAN Annual Maintenance
3. L3 Communications, Boonton, NJ	\$96,193	In Car Video Replacements
4. New Century Systems, Charlotte, NC	\$59,298	Computer Upgrades

FUNDING AND COST BREAKDOWN:

1. VMware Virtualization, Account # 15080-54140, Communications Equipment, \$27,406.
Account # 15080-51160, Professional Services, \$20,330. Total cost: \$47,736.
2. HP Annual Maintenance for SAN, Account # 15080-51110, Maintenance Contracts. Total: \$55,044
3. In Car Video Replacements, Account # 21052-52610, Data Processing Equipment. Total: \$96,193
4. Computer Upgrades, Account# 21051-52610, \$43,180 and 21052-52610, Data Processing Equipment, \$12,240, plus a tax of \$3,878 for a total cost of \$59,298.

RECOMMENDATION: The Finance Committee approve and recommend to County Council approval of the purchases from the aforementioned vendors for a total amount of \$258,271.

cc: Elizabeth Wooten, Richard Dimont



**COUNTY COUNCIL OF BEAUFORT COUNTY
PURCHASING DEPARTMENT**

Building 2, 102 Industrial Village Road
Post Office Drawer 1228, Beaufort, SC 29901-1228
Phone: (843) 255-2353 Fax: (843) 255-9437

TO: Councilman Stewart H. Rodman, Chairman, Finance Committee

VIA: Gary Kubic, County Administrator *GKubic*
Bryan Hill, Deputy County Administrator
David Starkey, Chief Financial Officer *DS*
Dan Morgan, MIS Director *for Dan Morgan* *Woot* (Mike Taylor)

FROM: Dave Thomas, CPPO, Purchasing Director *DT*

SUBJ: Request to Purchase from State and Non-competitive Contracts for Items over \$25,000 for Beaufort County's MIS Department.

DATE: May 9, 2012

BACKGROUND: The Purchasing Department received requisitions over \$25,000 from the MIS Department requesting to purchase items from State and Non-competitive contracts. The first purchase request from the MIS Department is to purchase Image software from Pictometry. This purchase will allow GIS to continue to use the imagery software in support of County Departments. This software collects the data used in support of disaster recovery and other data analysis projects. The second purchase request from MIS is to purchase from State contract the UPS refresh equipment and warranties from Graybar. This is in support of our UPS refresh project.

<u>STATE CONTRACT/NON-COMPETITIVE VENDORS:</u>	<u>Cost</u>	<u>Project</u>
1. Pictometry, Rochester, NY	\$75,270	Imagery Software Update
2. Graybar, Savannah, GA	\$54,938	UPS Refresh Project

FUNDING AND COST BREAKDOWN:

1. Imagery Software Update, Account # 13350-51250, Aerial Photos. Total \$75,270.
2. UPS Refresh Project, Account # 15060-54140, Communication Equipment. Total: \$54,938.

RECOMMENDATION: The Purchasing Department recommends that the Finance Committee approves, and recommends to County Council, approval of the purchases from the aforementioned vendors for a total amount of \$130,208.

cc: Elizabeth Wooten, Richard Dimont



**COUNTY COUNCIL OF BEAUFORT COUNTY
PURCHASING DEPARTMENT**

Building 2, 102 Industrial Village Road
Post Office Drawer 1228, Beaufort, SC 29901-1228
Phone: (843) 255-2353 Fax: (843) 255-9437

TO: Councilman Stewart H. Rodman, Chairman, Finance Committee

VIA: Gary Kubic, County Administrator *GKubic*
Bryan Hill, Deputy County Administrator
David Starkey, Chief Financial Officer *DS*
Donna Ownby, EMS Director *DO*

FROM: Dave Thomas, CPPO, Purchasing Director *DT*

SUBJ: Request to Purchase Homeland Security Grant Items from the General Administrative Services (GSA) Contract for the Beaufort County EMS Department.

DATE: May 9, 2012

BACKGROUND: The Purchasing Department received requisitions over \$25,000 from the EMS Department requesting to purchase items funded by the Homeland Security Grant from the General Services Administration (GSA) contract. The first purchase request from the EMS Department is to purchase a new Lifepack 15 Monitor/Defibrillator and equipment from Physio-Control. This purchase will allow EMS to use this Cardiac Monitor/Defibrillator within the Department and with the Regional Medical Assistance Team (RMAT). The second purchase request from the EMS Department is to purchase a trailer mounted portable generator for the Regional Medical Assistance Team that can be used within the EMS Department. Both purchases are from the GSA contract and are 100% reimbursable under the South Carolina Homeland security grant for the Regional Medical Assistance Team.

GSA CONTRACT VENDORS:

	<u>Cost</u>	<u>Project</u>
1. Physio-Control, Redmond, WA	\$29,794	Lifepack 15 Monitor (RMAT)
2. Magnum Power, Berlin, WI	\$27,123	Generator & Trailer (RMAT)

FUNDING AND COST BREAKDOWN:

1. Lifepack 15 Monitor, Account # 23206-54562, 2009 RMAT Grant. Total: \$29,794.
2. Generator and Trailer, Account # 23206-54562, 2009 RMAT Grant. Total \$27,123.

RECOMMENDATION: The Purchasing Department recommends that the Finance Committee approves, and recommends to County Council, approval of the purchases from the aforementioned vendors for a total amount of \$56,917.

cc: Elizabeth Woolen, Richard Dimont

Rec 4.4.12
cc



M E C

MILITARY ENHANCEMENT
COMMITTEE

April 4, 2012

The Honorable Weston Newton
Chairman, Beaufort County Council
P.O. Drawer 1228
Beaufort, SC 29901

Dear Chairman Newton:

This letter is to request \$250,000 in funding for the Military Enhancement Committee. This committee is the governing body through which the local governments in Beaufort County and the business community partner on advocating to keep and grow our three military installations.

The MEC is typically most active during Base Realignment and Closure proceedings and has successfully worked to maintain the three installations. In recent months, the Secretary of Defense has requested Congress to authorize BRAC rounds in 2013 and 2015.

Our three local installations have an annual combined economic impact of more than \$1.2 billion for our county. Our other major economic driver is tourism, which is significantly impacted by graduations at Parris Island. Marine Corps graduations account for nearly half of all visitors to northern Beaufort County.

Leaders in North Carolina, and other neighboring states, are well underway in efforts to defend *their* installations from the threat of BRAC. South Carolina is well behind our neighbors, and competitors, but has begun to take strides towards catching up. In February, Governor Haley stood up the Military Base Task Force. The MEC has also continued its efforts to stay informed on the issues facing our installations, but the time has come to *increase* those efforts to include local public relations and potentially lobbying efforts in Washington.

We will be approaching all our local governments for financial support in maintaining and enhancing these important economic drivers in Beaufort County and our community's role in our national defense. We will also be engaging our local business community for financial and community support of our efforts.

We appreciate your support in this endeavor. If you need any more information, please don't hesitate to contact me.

Sincerely,

Blakely Williams
President & CEO

Beaufort Regional Chamber of Commerce and staff support for the Military Enhancement Committee

Month End Report: Projected 2012-2015

Beaufort Regional Chamber of Commerce
Military Enhancement Committee

DRAFT Operating Budget
 June 2012 - May 2015

	% of Budget	2005 Projected	2005 Received	2012-2015 Projections	Notes
Revenues					
Carryover	5%	\$ 32,245	\$ 31,282	\$ 49,392	
Government Support	78%	507,711	532,711	360,000	
State of SC	31%	200,000	225,000	-	
Beaufort County	41%	267,711	267,711	250,000	
City of Beaufort	2%	10,000	10,000	50,000	
Town of Port Royal	1%	5,000	5,000	20,000	
Town of Bluffton	1%	5,000	5,000	20,000	
Town of Hilton Head	3%	20,000	20,000	20,000	
Private Sector Support	16%	106,763	107,263	105,000	
Business Contributions	14%	91,198	91,698	90,000	
Personal Contributions	1%	5,520	5,520	5,000	
Golf Tournament	2%	10,045	10,045	10,000	
Doubtful Accounts	0%	-	-	-	
Interest Income	0%	3,420	4,429	-	
Total Revenues	100%	\$ 650,139	\$ 675,685	\$ 514,392	
Expenses					
Headquarters	16%	\$ 103,420	\$ 86,278	\$ 61,000	
Internet	0%	1,200	1,050	-	
Postage	0%	1,000	606	1,000	
Printing	1%	6,000	3,478	5,000	
Rent	1%	7,820	7,739	-	
Staff Support	13%	80,000	68,337	50,000	
Supplies	1%	5,000	3,730	5,000	
Telephone	0%	2,400	1,338	-	
Public Affairs	13%	81,126	68,860	179,000	
Advertising	3%	16,700	13,693	75,000	
Collateral Materials	3%	17,000	13,157	15,000	
PR Events	2%	10,000	4,443	35,000	
Professional Services	5%	30,006	30,006	54,000	
Website	1%	7,420	7,561	-	
Conferences	1%	8,500	7,602	8,500	
Travel	5%	29,000	22,222	25,000	
Air	2%	13,500	7,128	-	
Auto	1%	6,000	4,973	-	
Food	0%	2,500	2,516	-	
Lodging	1%	7,000	7,604	-	
Fundraising	0%	1,000	-	1,000	
Consulting	51%	325,000	264,623	325,000	Rhoads \$284,000 based on 2007 contract over 3 years including travel, etc
Studies	10%	65,250	30,238	30,000	
Contingency	3%	20,000	-	-	
Total Expenses	100%	\$ 633,296	\$ 479,822	\$ 629,500	
Net Surplus/(Deficit)		\$ 16,843	\$ 195,862	\$ (115,108)	

Military Enhancement Committee



What is the MEC?

- Members appointed by local governments; the Beaufort Regional Chamber of Commerce and the SC Military Base Task Force
- Committee in existence since 1989 for first Base Closure & Realignment Commission (BRAC)
- Funded by contributions from local/regional governments and businesses.



Current MEC Members

Chair

John Payne

S.C. Military Task Force representative

Jon Rembold

appointed by the Chamber

Vice-Chair

Jack Snider

appointed by City of Beaufort

Skeet Von Harten

appointed by Beaufort County

Ross Roberts

appointed by Beaufort County

Treasurer

Jimmy Boozer

appointed by Town of Port Royal

Alice Howard

appointed by the Chamber



Recent MEC Action!

Aggressively campaigned to support F-35 squadrons at MCAS Beaufort



- \$75+ million in construction work to date.
- Another \$280 million planned over the next 18 months in preparation for the F-35



BRAC Base Realignment & Closure Process

- **More than 350 installations closed** in five BRAC rounds: 1989, 1991, 1993, 1995 and most recent 2005.
 - Navy Shipyard Charleston (closed).
 - Myrtle Beach Air Force Base (closed).
 - Naval Air Station at Cecil Field in Jacksonville, FL. (closed).



Defense Secretary requests BRACs for 2013 and 2015

- Goal: Save money, improve efficiencies, reshape the military
- No details announced. Expecting similar process used in prior BRACs.
- State and local support plays a significant role.



What's at stake for Beaufort County?

- **Beaufort's role in National Defense**
- **\$1.2 Billion Annual Economic Impact**
 - **Marine Corps Air Station** – \$966 million annually
 - **MCRD Parris Island Recruit graduations** account for roughly HALF the tourism in northern Beaufort County! (additional \$300 million annually in tourism)
 - **Naval Hospital Beaufort** – provides medical and dental support to PI recruits, Air Station, dependents and retirees
 - **Jobs** - Approximately 8500 active duty & civilian jobs at 3 local installations
 - **Military Retiree population**—Commissary, Base Exchange, Medical, and military community



In our favor...

- **MCAS Beaufort** is well protected from encroachment / development
 - MCAS, Beaufort County, Open Land Trust Partnership
 - 3,000+ acres protected
- Training Ranges
 - Townsend Bombing Range expansion
- F-35 Training Center



In our favor...

- **Parris Island** – No encroachment issues; vast historical value; training ranges; extensive milcon



- **Naval Hospital Beaufort** – required for medical care to Parris Island recruits



Our challenges...

- North Carolina already mobilized as a STATE to fight BRAC
 - South Carolina starting to organize its Military Task Force
- Uncertain politics at the state, federal levels
- Lack of current funding for DC-based consultants



MEC Strategy

- Regional Information Campaign
 - Support and Awareness
 - Elected Officials/Businesses/Citizens
- State Level Support
 - Governor
 - General Assembly
 - Key State Agencies
- Congress and DoD Information & Influence
 - DC Representation



MEC Strategy Timeline

- Engage Community/Develop awareness
- Solicit Funding Support
- Interview and hire Washington DC firm
- Coordinate State/Local Campaign Kick-off
 - Governor Base visit
 - Other Elected Official Base visit
- Proactively Engage Federal Process
- Challenges:
 - Election Year
 - Sequestration



2005 Funding Support

– Government:

• State:	\$225,000
• Beaufort County:	\$267,711
• City of Beaufort:	\$10,000
• Town of Port Royal:	\$5,000
• Town of Bluffton:	\$5,000
• Town of Hilton Head:	\$20,000

– Private Sector:

• Businesses:	\$91,698
• Personal:	\$5,520
• Fund Raising:	\$10,045



2013 Proposed Support

– Government:

• State:	???
• Beaufort County:	\$250,000
• City of Beaufort:	\$50,000
• Town of Port Royal:	\$20,000
• Town of Bluffton:	\$20,000
• Town of Hilton Head:	\$20,000

– Private Sector:

• Businesses	\$TBD
• Personal	\$TBD
• Fund Raising	\$TBD



Thank You!





FY 2012-2013 BUDGET OVERVIEW

County Council Finance Committee
May 16, 2012

Dr. Valerie Truesdale, Superintendent
Phyllis White, Chief Operational Services Officer



ACADEMIC ACCOMPLISHMENTS AND INITIATIVES

Academic Achievements

College and Career Readiness

Academic Achievements

- Number of Middle School Students Taking High School Credit Math Courses:
 - 2008 - 293
 - 2012 - 701
- Percentage of Schools Rated Average, Good or Excellent:
 - 2006 - 41%
 - 2011 - 93%
- Number of At Risk Schools
 - 2006 - 4
 - 2011 - 0
- Number of Excellent Schools
 - 2006 - 0
 - 2011 - 4
- Palmetto Gold and Silver Awards:
 - 2006 - 3
 - 2011 - 34
- Palmetto Finest Award Winners in 2012 - 2

College and Career Readiness

- We have seen great success in college readiness by focusing intensely on advisement and using a one-to-one technology initiative. 83% of seniors at Whale Branch Early College High School have college or military acceptance letters in hand.
- We propose enhancing technology access for students in the 2012-13 school year.

College and Career Readiness Initiative

Total Number of Students Participating in Early College Credit Opportunities
(ECCO) Courses

	BCHS	BHS	BLHS	HHHS	WBECHS	Total Students
2009-10	54	128	17	1	n/a	200
2010-11	43	104	16	4	88	255
2011-12	36	106	20	26	183	371

Tech for Kids *or* Tech for Teaching

- The Whale Branch model is Tech for Kids: each student was issued a laptop mini-computer two years ago. Since WBECHS is a Title One school, this initiative was feasible.
- Our analysis indicates we cannot expand a 1:1 initiative to all highs or all middles and high schools but we can provide access to secondary students and enhance technology integration into learning using class sets of iPads on carts.

Initiative Approval

- We are asking the Board of Education to allow us to continue to analyze the feasibility of expanding **Tech for Teaching** in the 2012-13 school year. We hope to expand to Tech for Kids in future years but want to wait to see progress with electronic textbooks, tablets and other devices. Electronic math texts are approved for South Carolina's schools for 2012-13.
- Our focus will be on increasing student access to technology in middle schools and ninth grade academies initially.

Title One vs. Non-Title One Schools

- Funding for high poverty schools ($\geq 50\%$ free and reduced lunch) is available from Title One Funds. Specifically, we will support Title One middle and high schools with either class sets of iPads on carts or at Whale Branch, continue with the one-to-one initiative.
- Because of having stimulus funds for two years, we have Title One carryover funds that should be expended on one-time expenditures in 2012-13.
- Non-Title One middle and high school classrooms will be supported with iPad carts in specific subjects. The funding will be through general fund and state funds.



Evaluation During 2012-13

- Analyze level of enhanced instructional integration during 2012-2013 with iPads and laptops on carts before determining expansion to other schools.

HISTORICAL FINANCIAL INFORMATION

Revenue

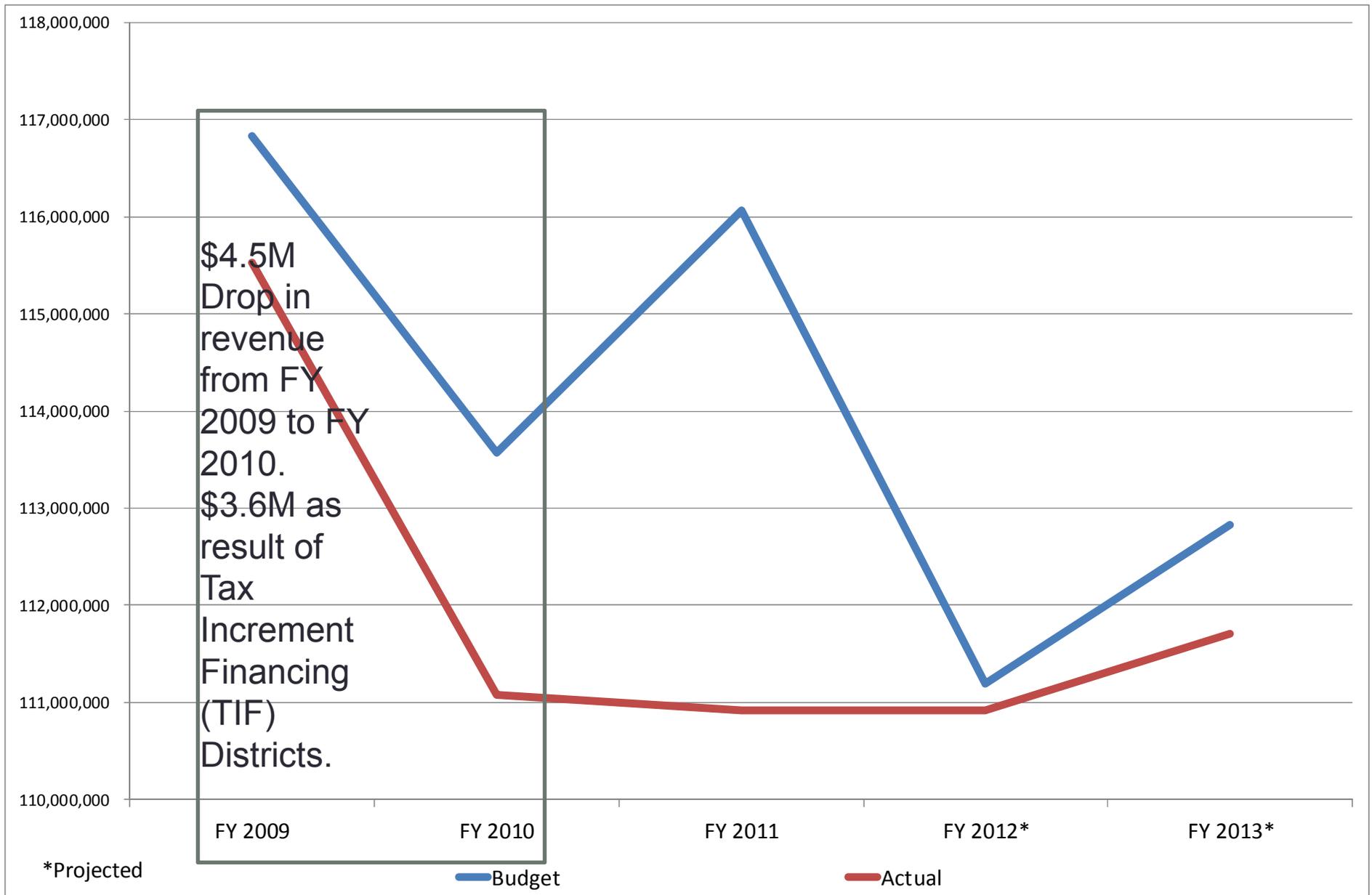
Collection Rates

Cost Reductions

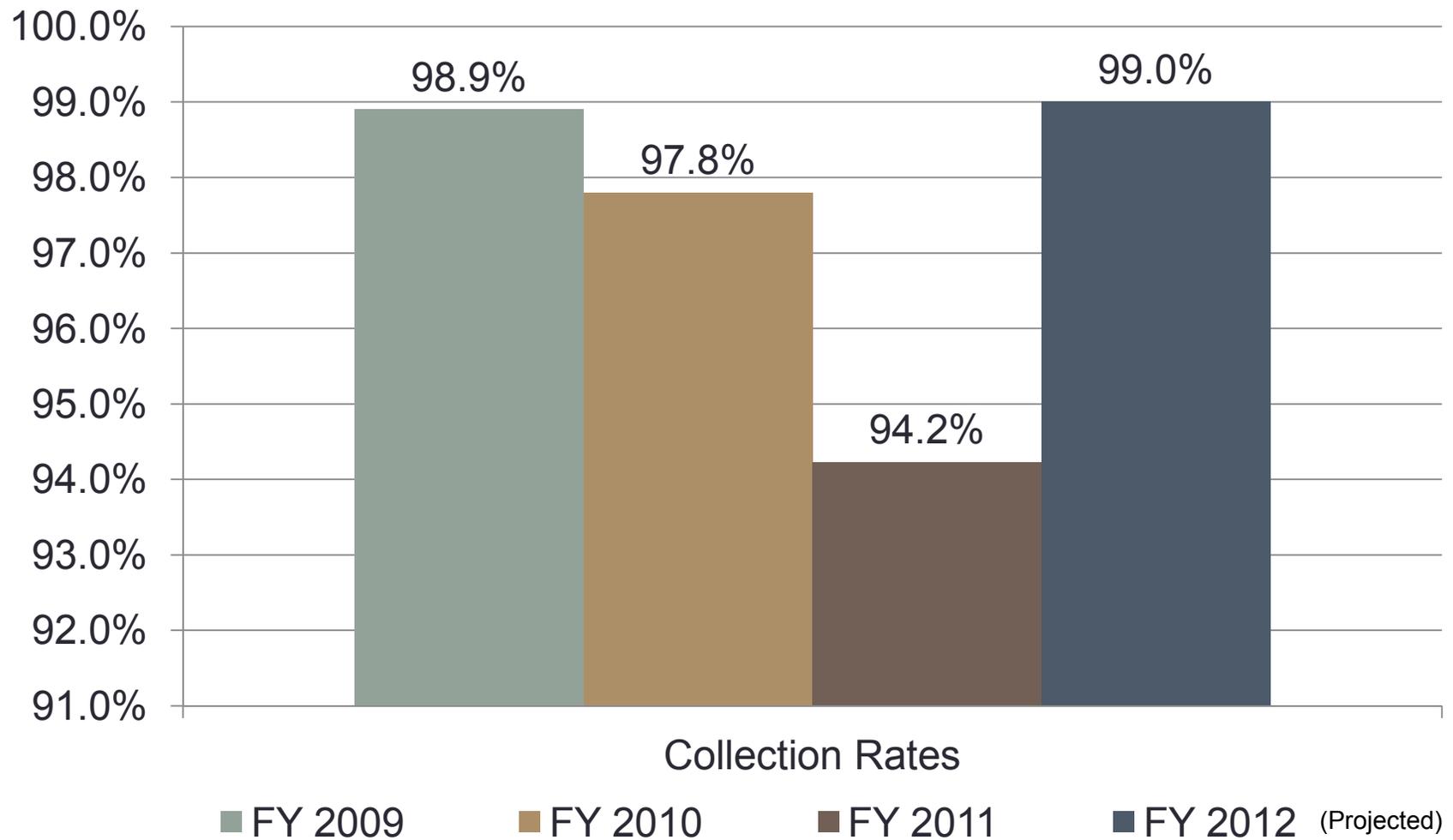
Fund Balance



Local Tax Revenue Budget vs. Actual

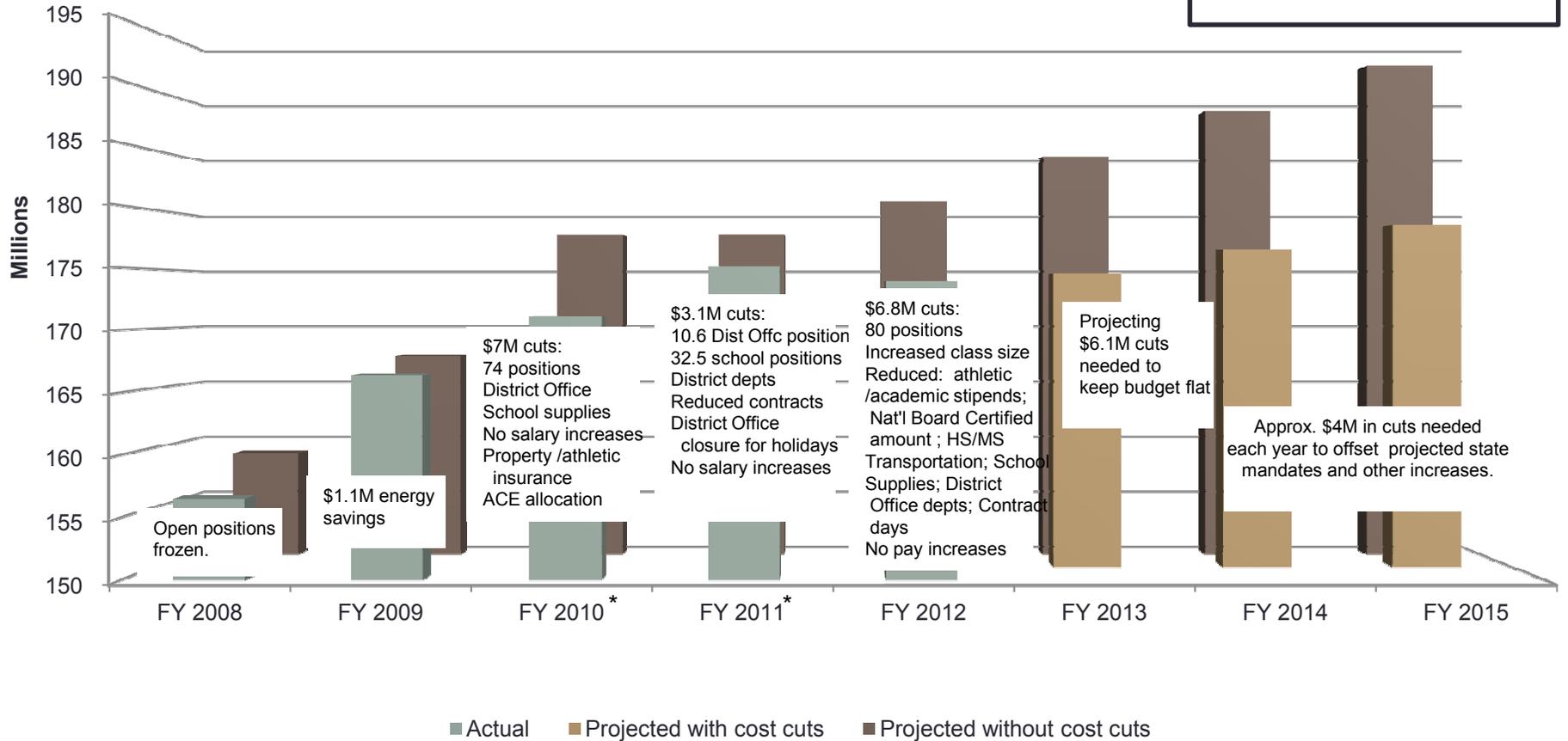


Tax Collection Rates – Budget to Actual



Cost Reductions Actual and Projected Expenditures FY 2008 through 2015

Typical annual cost increases:
 Benefit increases \$.9-2M
 Step increase \$1.4M
 1% Salary increase \$1.2M
 Contractual increases \$.9M
 Utility rate increases (4M sq. ft.) \$.4M
 Riverview Charter School typically \$.3M
 - \$1M for FY 2013



*Opened new schools

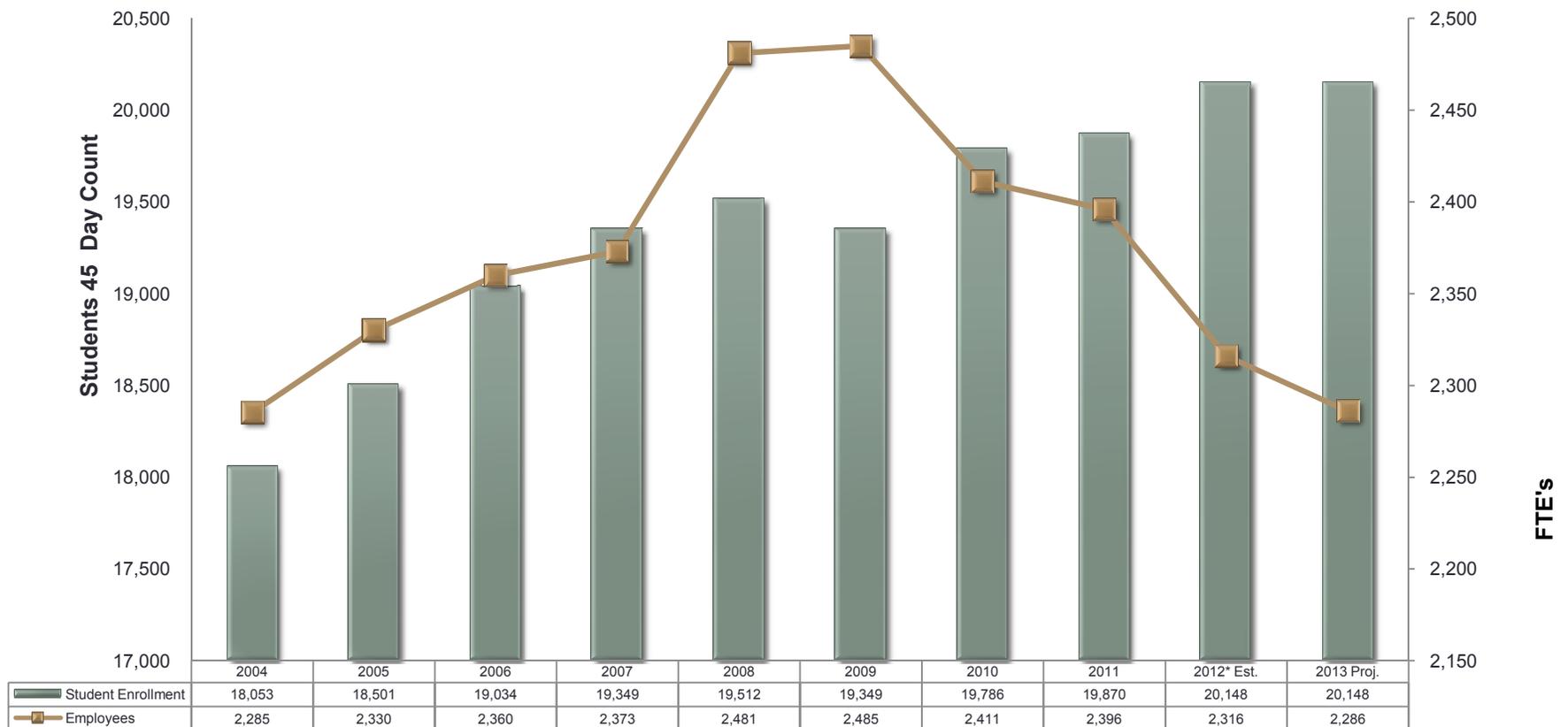
Each year the school district is faced with \$4-6M of cost increases that are mandated by the State or are contractual obligations. This chart demonstrates the District's budget if cost cutting not implemented. Over a four year period, the District has cut over \$18M in costs to absorb annual mandated increases.

2011-2012 List of Reductions Taken

Item Number	Description	Amount	Board-Approved Reductions-2/18/11
4	Nurse Assistant	27,494	27,494
6	Academy for Career Excellence (content teacher)	84,442	84,442
8	Parenting Program	135,574	135,574
9	ADEPT stipends	70,500	70,500
10-11	Reduction of National Board Certified Local Supplements by 1/3 (\$2000 to \$1354)	355,800	104,800
12	Constrain Special Revenue Activities	630,000	630,000
13	Reduce Supply Allocations to Schools (10%)	321,960	321,960
14	Reduce District Special Education, School to Work and Student Services Coordinators (10 to 4)	504,270	504,270
15	Reduce Career Development Facilitators (by 6)	257,000	257,000
16	Reduce Math and Science Coaches (28 to 12)	1,115,472	1,115,472
17	Increase K-8 staffing formula by 1 student	1,323,000	1,323,000
18	Increase 9-12 staffing formula by 1 student	819,000	819,000
19	Reduce Literacy Coaches (30 to 16)	1,060,150	1,060,150
20	Close one or more schools (\$700-900K per school)	800,000	-
21	Reduction in Teacher Assistant days (190 to 182 days)	235,200	150,000
22	Freeze Administrators' Salaries	100,000	100,000
23	Extra-Curricular Activities		
a	Athletic Equipment Allocation - reduce by 5%	21,100	21,100
b	Athletic Stipends - reduce by 5%	62,789	62,789
c	Athletic Insurance - elimination	199,584	-
d	Academic Stipends*** - reduce by 5%	32,435	32,435
e	High School Transportation Allocations-(5%)	425,840	21,292
f	Middle School Transportation Allocations-(5%)	131,159	6,558
g	Band/Strings/Chorus	500,000	-
	Teacher Step Increase		1,300,000
	All non-salary accounts/supplies (5%)		\$ 500,000
	Total Reductions		\$ 6,847,836
	Number of Positions Eliminated		80

Student Enrollment to Employees Ratio

Beaufort County School District
Student Enrollment to Full Time Employees



Number of staff in FY 2013 will be almost equal to FY 2004 while number of pupils has increased by 2,095.

Efficiency Ratios

Category	FY 2009	FY 2010	FY 2011	Projected FY 2012	Actual FY 2012	Projected FY 2013
Total Staff (exclusive of board members)	2,474	2,400	2,385	2,305	2,327	2,286
Students	19,349	19,669	19,870	19,983	20,148	20,148
Total Efficiency*	7.82	8.19	8.33	8.67	8.66	8.83
Certified Staff Efficiency**	12.33	12.86	13.00	13.20	13.33	13.6

The higher the ratio, the more efficient the operations.

*Number of students per staff member

**Number of students per certified staff member

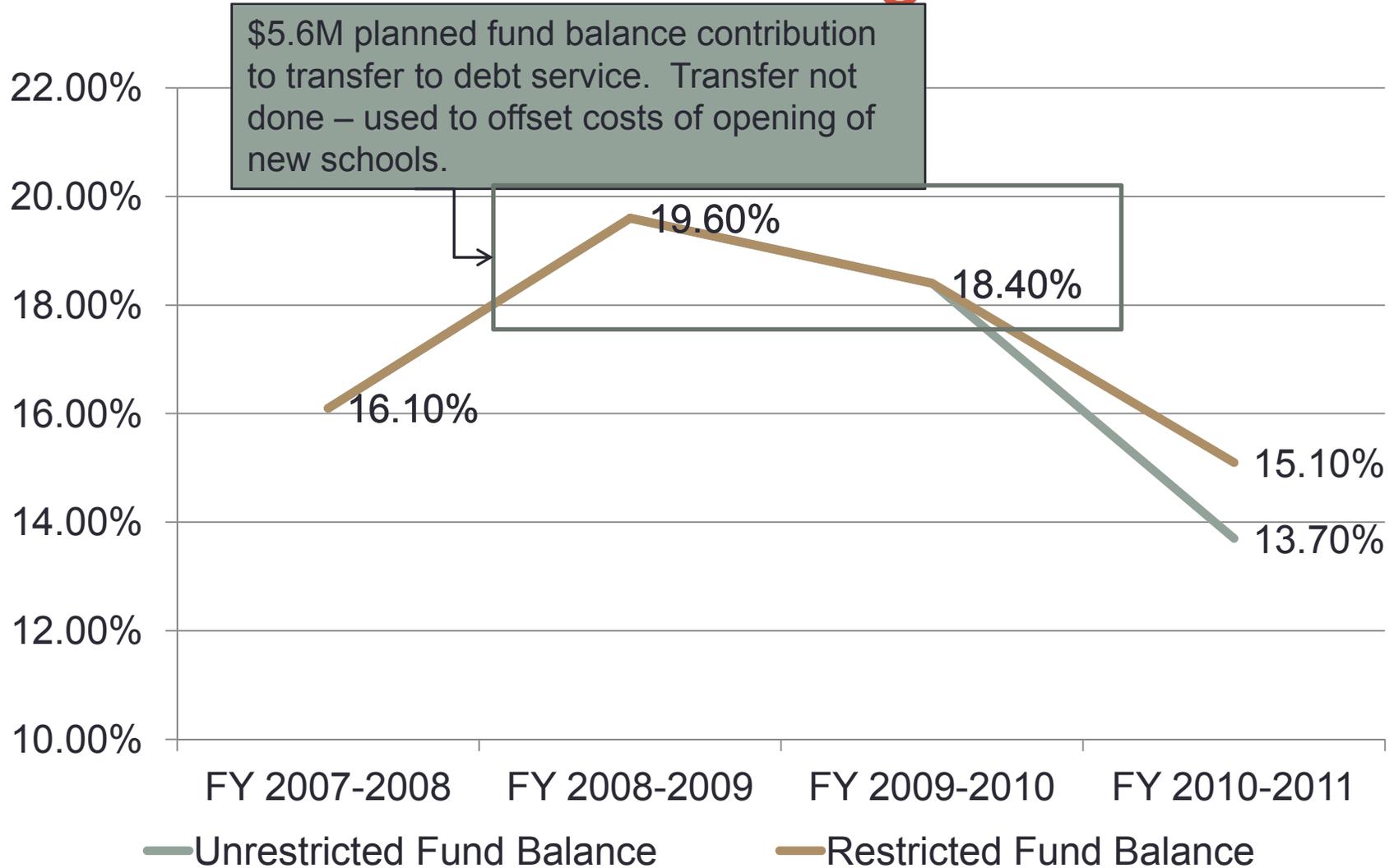
Historical Information

	2009-10	2009-10		2010-11	2010-11	
	Final	Audited		Approved	Audited	
<u>Revenues by Source</u>	<u>Budget</u>	<u>Actual*</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual**</u>	<u>Variance</u>
Local Revenue*	114,479,803	112,584,924	(1,894,879)	116,261,002	112,240,330	(4,020,672)
State Revenue	52,041,724	53,046,111	1,004,387	53,453,397	54,735,328	1,281,931
Federal Revenue	400,000	890,018	490,018	400,000	435,446	35,446
Other Financing Sources	<u>2,962,953</u>	<u>3,387,344</u>	<u>424,391</u>	<u>2,962,953</u>	<u>3,289,280</u>	<u>326,327</u>
Total Revenue and Other Financing Sources	169,884,480	169,908,397	23,917	173,077,352	170,700,384	(2,376,968)
Total Expenditures/Other Financing Uses	<u>171,425,974</u>	<u>171,138,865</u>	<u>(287,109)</u>	<u>175,859,167</u>	<u>175,641,081</u>	<u>(218,086)</u>
Revenues Over/Under Expenditures	(1,541,494)	(1,230,468)	311,026	(2,781,815)	(4,940,697)	(2,158,882)
			-			
Beginning Fund Balance	32,635,167	32,635,167	-	31,404,699	31,404,699	
Use of Fund Balance	<u>(1,541,494)</u>	<u>(1,230,468)</u>	<u>311,026</u>	<u>(2,781,815)</u>	<u>(4,940,697)</u>	<u>(2,158,882)</u>
Ending Fund Balance	31,093,673	31,404,699	311,026	28,622,884	26,464,002	(2,158,882)

*Estimated \$1.2M use of fund balance during budget preparations

**Estimated \$4M use of fund balance during budget preparations

Fund Balance Percentages



Fund Balance

- BCSD has second highest rating for SC school districts
- Current policy (GASB 54 version adopted June 2011) is a desired target of an unassigned fund balance of 14-15% of next year's expenditures
- Best practice calls for 60 days' operating funds on hand. BCSD has 55 days' reserve on hand.
- BCSD has been dependent on tax anticipation notes (TAN) since 2001

Fund Balance

- District has budgeted the use of reserves over past three years.
- District has used reserves as operating revenue over past two years. Insurance proceeds of \$2.65M will prevent occurring in current year.
- Recent bond ratings stated that ongoing use of reserves for operational purposes could lead to a downgrade



FY 2012-2013 BUDGET OVERVIEW

Budget Highlights

Challenges

Current Status

Budget Highlights

- State revenue has remained flat since 2006
- State revenue has decreased 86% since 2004
- Local (tax) revenue has decreased by \$4.5M since 2009 (4% decrease) – rollback occurred with TIF issue - Millage rate decreased since 2009 generating less revenue
- Millage rate has remained the same for three years (since 2010)
- Enrollment has increased 12% since 2004 (from 18,053 to 20,148)

Budget Highlights

- Budget cuts totaling \$16.9M have been made since 2010 to offset mandated increases by State and other contractual requirements with an additional \$6M needed for FY 2013 to reach a flat budget
- Six new schools and a charter school have opened since 2010 during this decrease in local revenue
- Number of employees has decreased by 8% since 2008 with enrollment increasing over 3% (169 positions to date with possible 45 more expected for 2012-13)
- District has been dependent on an annual tax anticipation note for 11 years (since 2001)

Overall Challenges

- Revenue remains flat – operating on less local revenue than 4 years ago
- Expenditures continue to increase – District must comply with state mandated increases
- Biggest opportunity for reductions is positions – staffing formula is now stretched

Expenditure Challenges

- State mandated 2% certified staff salary increase (without identified revenue) in Senate version - \$2M
 - State mandated teacher step increase (not finalized but very probable) - \$1.3M
 - Riverview Charter School enrollment increase (114 students as a result of lawsuit) = \$1M
 - Other contractual obligations = \$500K
 - State mandated health benefit increases = \$500K
 - Property insurance increase = \$164K
- Total = \$5.5M

What are we doing to meet these challenges?

- Continuing energy conservation - energy consumption continues to be lower than 2006 using controls and motion sensors – estimated cost savings of greater than \$10M; building LEED certified schools
- Consolidating/closing schools
- Selling under-utilized property – sold 3 parcels with more anticipated
- Renting out buildings – generating \$563K in rental income
- Reducing staff (199 positions over past 4 years)
- Increasing class sizes
- Reducing supply allocations
- Negotiating and rebidding contracts
- Actively pursuing donations
- Applying for and receiving grants

FY 2012-2013 Proposed Budget

Expenditures:			
Current Year (FY 2012) Budget	\$ 173,970,150		
Current Estimated Expenditures for FY 2013 Budget		Current Estimated Revenue for FY 2013 Budget:	
Increases:			
Senate Version as of 5/11/12: 2% Teacher Salary incr.; step increase for teachers/admin.; 2% for all others	3,993,000	Two mill increase (est. revenue)	115,420,449
Increase for workers' compensation	150,000	State	56,924,286
Mandated Benefits Increase	500,000	EFA - Senate	1,305,340
Riverview Increase per lawsuit	1,000,000	Per Pupil Charge (Tuition)	1,276,464
Property Insurance increase	163,534	Penalties and Interest	800,000
JROTC Increase	50,000	Federal - Erate/Impact Aid	900,000
1% Cost of Living Increase for Classified Staff	220,000	Other Local (includes rental income)	563,500
College and Career Readiness Technology Initiative	<u>1,800,000</u>		
Total Increases	7,876,534		
Reductions :			
SPES, SHECC, utilities, supplies, telecommunications	(778,046)		
Shift of Special Education teachers to EIA funding	(1,000,000)		
Shift 3 Literacy Coaches to At Risk Funding	(224,239)		
Reductions in Staffing Allocations - 30 positions:	(1,709,475)		
Reduction in District Office non-salary budgets	<u>(156,234)</u>		
Total Reductions	(3,867,994)		
Total Estimated Expenditures for FY 2013	\$ 177,978,690	Total Est. Revenue - FY 2013	\$ 177,190,039
Current Year (FY 2012) Expenditure Budget	\$ 173,970,150	Total Est. Expenditures - FY 2013	\$ 177,978,690
Difference between Current Budget and FY 2013	\$ 4,008,540	Shortfall in Revenue	\$ (788,651)

Impact of Proposed Budget

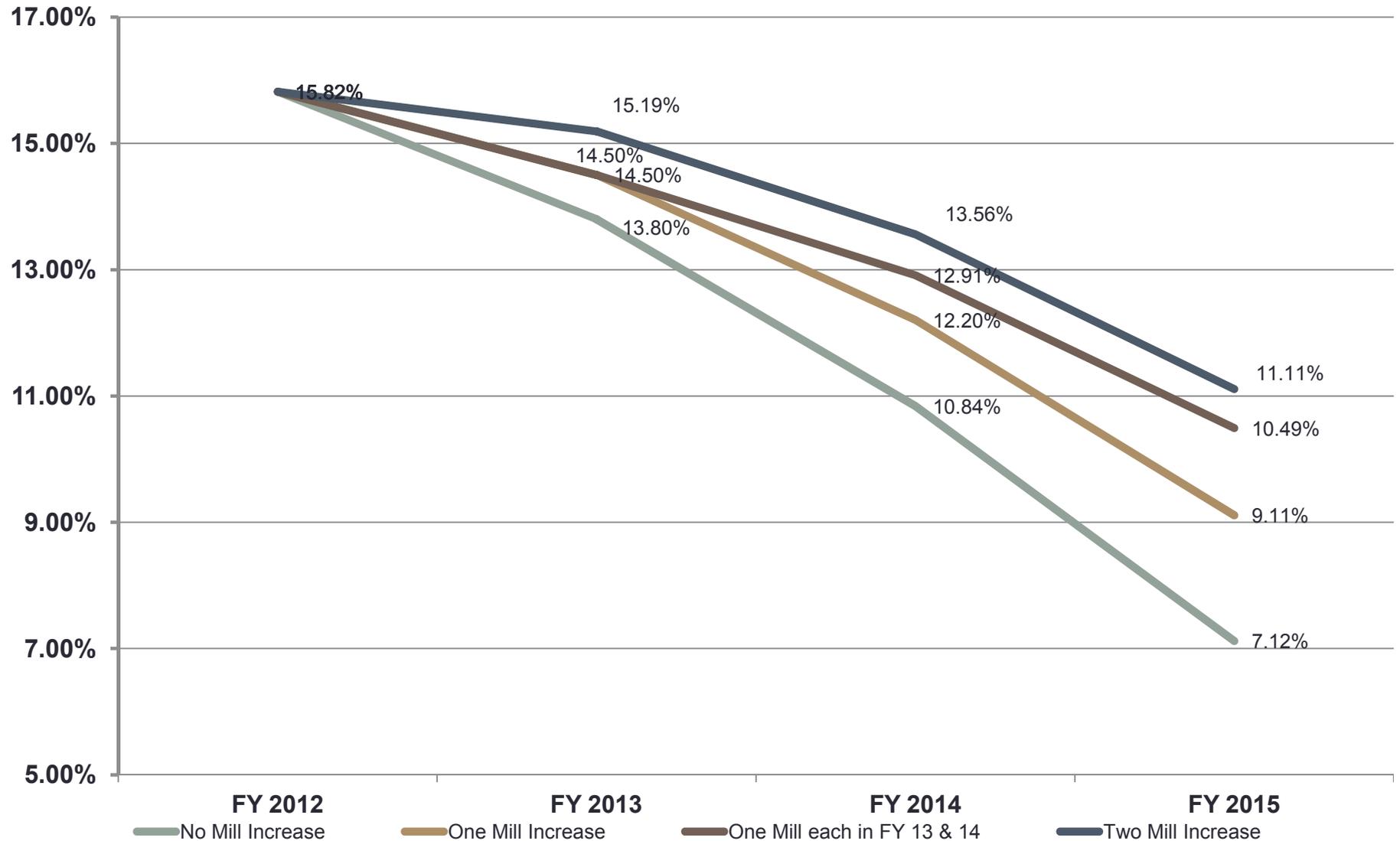
Includes insurance settlement of \$2.65M; (\$.9M) without or 14.67%

	<u>FY 2011-2012</u>	<u>FY 2012-2013</u>	<u>FY 2013-2014</u>	<u>FY 2014-2015</u>	<u>FY 2015-2016</u>
Mill Rate (Estimated)	90.26	92.26	95.86	95.86	95.86
Revenues	175,710,509	177,190,039	177,780,188	180,101,937	183,746,188
Expenditures	<u>173,970,150</u>	<u>177,978,690</u>	<u>180,178,690</u>	<u>184,178,690</u>	<u>188,178,690</u>
Increase (Decrease) of Fund Balance	1,740,359	(788,651)	(2,398,502)	(4,076,753)	(4,432,502)
Beginning Fund Balance	<u>26,421,262</u>	<u>28,161,621</u>	<u>27,372,970</u>	<u>24,974,468</u>	<u>20,897,715</u>
Ending Fund Balance	<u>28,161,621</u>	27,372,970	24,974,468	20,897,715	16,465,213
Fund Balance %	15.82%	15.19%	13.56%	11.11%	

Key Elements

Two mill increase in FY 2013 - reassessment is revenue neutral

Projected Fund Balance Percentages



ORDINANCE NO. _____

AN ORDINANCE AUTHORIZING THE COUNTY ATTORNEY TO PREPARE AND EXECUTE MORTGAGE SATISFACTION DOCUMENTS FOR HISTORICAL COMMUNITY DEVELOPMENT BLOCK GRANT MORTGAGES ISSUED ON BEHALF OF BEAUFORT COUNTY

WHEREAS, between the years 1987 and 1988, Beaufort County, through the Beaufort County Development Corporation, issued mortgages to several property owners located within the geographic boundaries of Beaufort County securing loans for the purposes of installing indoor plumbing and other related home improvements projects that had been provided for through a Community Development Block Grant; and

WHEREAS, mortgages identified herein provided for varying lengths of repayment periods with no single mortgage extending beyond a twenty year repayment plan; and

WHEREAS, Beaufort County believes that it has received all monies due and owing to it under said mortgages and therefore believes it to be in the best interest of the property owners that a document indicating that the mortgages identified herein have been satisfied and that said document be recorded in the Office of the Beaufort County Register of Deeds.

NOW, THEREFORE, BE IT ORDAINED at a meeting duly assembled of Beaufort County Council that the following mortgages be deemed satisfied and that the Beaufort County Attorney is hereby authorized to prepare and cause to be recorded sufficient documentation to identify the satisfaction of the following mortgage notes and amounts:

- Ms. Lillian Chisolm - \$10,865.88
- Ms. Lillian Smalls - \$4,013.56
- Ms. Carrie Bell Ladson - \$8,862.72
- Mr. Abraham Kelly and Mrs. Annette Kelly - \$2,538.05
- Mr. Alvin D. Jenkins and Mrs. Mary Ann Jenkins - \$12,208.40
- Ms. Verneil Stafford - \$6,850.46
- Ms. Bessie Mae Chisolm - \$4,168.46
- Ms. Albertha Jones - \$8,600.58

DONE this ____ day of _____, 2012.

COUNTY COUNCIL OF BEAUFORT COUNTY

BY: _____
Wm. Weston J. Newton, Chairman

APPROVED AS TO FORM:

Joshua A. Gruber, Staff Attorney

ATTEST:

Suzanne M. Rainey, Clerk to Council

First Reading: April 23, 2012

Second Reading: May 7, 2012

Public Hearing:

Third and Final Reading:

Budget FY 2012 As of 5/18/2012			Actual Year to Date Comparison For the Period Ending April 30th			May 18, 2012 Actual to Date	Adopted Budget	Proposed Budget	Employee Count
Description	Organization	ORG	FY 2011	FY 2012	FY 2012	FY 2012	FY 2013		
	Taxes	41000	(70,303,136)	(70,374,324)	(70,374,324)	(72,130,243)	(72,323,941)		
	Licenses & Permits	42000	(1,545,546)	(1,931,118)	(1,991,831)	(2,567,500)	(2,680,000)		
	Intergovernmental	43000	(2,933,657)	(3,012,118)	(4,343,668)	(7,422,875)	(8,000,000)		
	Charges for Services	44000	(8,349,598)	(8,903,117)	(8,987,976)	(11,226,774)	(11,175,589)		
	Fines & Forfeitures	45000	(713,643)	(662,194)	(692,323)	(953,000)	(860,000)		
	Interest	46000	(102,738)	(130,260)	(130,318)	(141,000)	(175,100)		
	Miscellaneous	47000	(620,511)	(372,294)	(375,746)	(705,600)	(675,500)		
	Other Financing Sources	48000	(1,204,745)	(976,345)	(1,159,678)	(1,156,500)	(1,260,000)		
	General Fund Revenue		(85,773,574)	(86,361,770)	(88,055,864)	(96,303,492)	(97,150,130)		
General	Elected	COUNTY COUNCIL	11000	551,889	463,753	482,727	623,982	572,735	15
General	Elected	AUDITOR	11010	463,670	416,720	431,311	623,510	600,704	10
General	Elected	TREASURER	11020	686,619	595,975	611,486	645,070	677,760	12 *
General	Elected	TREASURER TAX BILLS & CC FEES	11021	464,872	318,053	318,053	481,000	340,000	-
General	Elected	CLERK OF COURT	11030	704,981	651,971	671,504	831,574	822,751	13
General	Elected	FAMILY COURT	11031	196,920	163,383	170,184	249,668	232,615	4 *
General	Elected	PROBATE COURT	11040	606,562	610,602	634,538	756,659	760,699	13
General	Elected	CORONER	11060	258,828	310,441	317,786	391,938	435,571	3
General	State	HILTON HEAD MAGISTRATE	11100	624	-	-	-	-	-
General	State	BEAUFORT MAGISTRATE	11101	551,763	619,966	655,210	606,062	742,215	14
General	State	BLUFFTON MAGISTRATE	11102	302,664	327,802	340,404	401,125	372,615	7
General	State	SHELDON MAGISTRATE	11103	54,431	55,183	58,912	66,618	71,640	-
General	State	ST HELENA MAGISTRATE	11104	71,049	45,327	45,763	82,508	104,923	-
General	State	MAGISTRATE BOND COURT	11105	66,431	76,537	82,879	90,681	97,515	1
General	State	MAGISTRATE AT-LARGE	11106	85,557	102,630	114,128	101,058	140,092	-
General	State	MASTER IN EQUITY	11110	238,689	238,083	247,795	295,937	297,848	4
General	Allocation	GEN GOVT DIRECT SUBSIDIES	11199	1,088,640	855,684	937,212	1,128,340	1,234,129	-
General	Admin	COUNTY ADMINISTRATOR	12000	539,349	401,229	418,994	567,747	493,119	3
General	Admin	HOUSING	12003	-	-	-	-	-	-
General	Admin	PUBLIC INFORMATION OFFICER	12005	79,578	70,217	70,662	85,218	85,158	-
General	Admin	BROADCAST SERVICES	12006	154,708	172,947	179,221	221,467	223,431	4
General	Admin	STAFF ATTORNEY	12010	454,092	481,066	488,575	497,661	400,063	2
General	Admin	INTERNAL AUDITOR	12015	30,398	47,000	48,885	66,091	63,371	1
General	State	PUBLIC DEFENDER	12020	-	-	-	-	-	-
General	Admin	VOTER REGISTRATION/ELECTIONS	12030	487,894	504,733	477,912	598,260	634,703	9
General	Admin	ELECTION WORKERS	12031	211	940	940	-	-	-
General	Admin	ASSESSOR	12040	1,571,322	1,427,703	1,484,121	2,053,520	2,069,589	38
General	Admin	REGISTER OF DEEDS	12050	386,586	369,691	382,443	469,563	472,834	9
General	Admin	RISK MANAGEMENT	12060	78,036	75,950	79,227	96,495	103,691	2
General	State	LEGISLATIVE DELEGATION	12080	56,021	56,086	58,368	67,535	69,304	2

Budget FY 2012 As of 5/18/2012			Actual Year to Date Comparison For the Period Ending April 30th			May 18, 2012 Actual to Date	Adopted Budget	Proposed Budget	Employee Count
Description	Organization	ORG	FY 2011	FY 2012	FY 2012	FY 2012	FY 2013		
General	Admin	ZONING & DEVELOPMENT ADM	13330	161,934	153,533	158,831	204,643	161,054	3
General	Admin	PLANNING	13340	598,797	585,214	609,602	696,539	698,539	11
General	Admin	COMPREHENSIVE PLAN	13341	351,662	138,829	138,829	126,475	7,100	-
General	Admin	AUTOMATED MAPPING/GIS	13350	318,590	259,720	269,227	407,316	420,926	5
General	Admin	DIRECTOR OF COMMUNITY SERVICES	14000	107,679	103,486	106,888	127,785	136,040	1
General	Admin	STAFF SERVICES	14010	337,651	228,245	247,387	353,193	-	4
General	Admin	EMPLOYEE SERVICES	14020	788,277	797,788	809,046	872,760	676,856	6
General	Admin	RECORDS MANAGEMENT	14030	129,826	185,072	212,163	208,385	401,975	6
General	Admin	FINANCE DEPARTMENT	15010	463,699	494,218	513,571	593,166	600,202	9
General	Admin	PURCHASING	15040	187,627	175,987	182,019	235,383	234,987	3
General	Admin	BUSINESS LICENSES	15050	146,539	41,949	43,300	97,537	67,127	1 *
General	Admin	MANAGEMENT INFORMATION SYSTEMS	15060	1,757,842	1,662,755	1,700,590	2,360,307	2,229,809	16
General	Admin	MANAGEMENT INFORMATION SYSTEMS	15061	-	-	-	-	-	-
General	Admin	DIRECTOR OF PUBLIC SERVICES	17000	175,991	174,055	181,234	205,382	205,747	2
General	Fringe	GENERAL GOVT BENEFITS POOL	19199	1,945,808	1,758,925	1,935,175	2,177,360	2,736,232	-
Public Safety	Elected	SHERIFF	21051	6,044,474	5,137,713	5,343,929	6,567,860	6,536,306	79
Public Safety	Elected	SHERIFF	21052	10,536,852	8,747,886	9,035,964	10,655,494	11,018,434	133
Public Safety	Elected	SHERIFF	21053	-	477,145	494,515	555,457	641,414	5
Public Safety	Elected	SHERIFF	21055	1,095,272	933,738	973,058	1,302,274	1,161,829	13
Public Safety	Admin	EMERGENCY MANAGEMENT	23140	422,577	382,165	394,034	440,327	452,120	5
Public Safety	Admin	EMERGENCY MANAGEMENT	23141	-	-	-	-	-	-
Public Safety	Admin	EMERGENCY MANAGEMENT	23142	128,586	76,266	76,855	91,586	16,558	-
Public Safety	Admin	EMERGENCY MANAGEMENT - Comm	23150	3,452,535	4,211,527	4,403,989	4,602,211	5,462,586	43
Public Safety	Admin	EMERGENCY MANAGEMENT - DATA	23155	420,250	453,903	465,439	692,857	534,032	5
Public Safety	Admin	EMERGENCY MEDICAL SERVICE	23160	4,302,877	4,093,530	4,238,286	4,898,239	4,728,752	72
Public Safety	Admin	DETENTION CENTER	23170	4,676,770	4,198,095	4,370,554	5,433,000	5,473,854	86
Public Safety	Admin	TRAFFIC - Signal Management	23322	185,365	237,692	244,080	307,314	440,809	3
Public Safety	Admin	TRAFFIC - Signal Management	23323	96,599	107,360	107,360	116,000	126,900	-
Public Safety	Admin	BUILDING CODES	23360	810,935	566,721	592,038	624,837	638,407	11
Public Safety	Admin	BUILDING CODES ENFORCEMENT	23361	-	153,430	160,087	219,393	218,468	4
Public Safety	Fringe	PUBLIC SAFETY BENEFITS POOL	29299	2,477,814	4,158,289	4,585,056	5,372,376	5,437,391	-
Public Works	Admin	FACILITIES MANAGEMENT	33020	1,832,643	1,459,948	1,465,182	2,055,403	1,872,952	2
Public Works	Admin	BUILDINGS MAINTENANCE	33030	938,431	843,493	865,557	1,061,572	1,099,344	16
Public Works	Admin	GROUNDS MAINTENANCE - NORTH	33040	920,188	1,025,468	1,052,708	1,759,275	2,103,038	41
Public Works	Admin	GROUNDS MAINTENANCE - SOUTH	33042	770,341	479,609	497,908	-	-	-
Public Works	Admin	PUBLIC WORKS GEN SUPPORT	33300	592,444	575,582	589,584	709,671	627,496	12
Public Works	Admin	ROADS/DRAINAGE - NORTH	33301	741,996	660,145	677,420	801,181	814,177	16
Public Works	Admin	ROADS/DRAINAGE - SOUTH	33302	528,836	382,261	393,674	539,706	464,388	9
Public Works	Admin	PUBLIC WORKS ADMINISTRATION	33305	237,384	223,989	232,596	248,018	294,241	5
Public Works	Admin	ENGINEERING	33320	271,461	213,761	224,561	338,283	509,877	5 *

Budget FY 2012 As of 5/18/2012			Actual Year to Date Comparison For the Period Ending April 30th			May 18, 2012 Actual to Date	Adopted Budget	Proposed Budget	Employee Count
Description	Organization	ORG	FY 2011	FY 2012	FY 2012	FY 2012	FY 2012	FY 2013	
Public Works	Admin	SWR ADMINISTRATION	33390	3,143,351	3,430,652	3,473,903	4,744,454	3,878,125	14
Public Works	Admin	SWR	33391	-	-	-	-	-	-
Public Works	Admin	SWR	33392	-	-	-	-	-	-
Public Works	Admin	SWR HILTON HEAD	33393	90,819	85,074	88,031	100,693	99,594	-
Public Works	Admin	SWR BLUFFTON	33394	122,100	122,881	127,500	145,790	165,731	-
Public Works	Admin	SWR BURTON	33395	138,525	117,251	121,639	177,521	149,527	-
Public Works	Admin	SWR DAUFUSKIE	33396	203	-	-	49,356	7,200	-
Public Works	Admin	SWR ST HELENA	33397	114,062	121,674	126,758	163,455	185,151	-
Public Works	Admin	SWR SHELDON	33398	92,528	85,292	88,265	101,993	107,588	-
Public Works	Fringe	PUBLIC WORKS BENEFITS POOL	39399	1,415,125	1,089,883	1,205,300	1,429,893	1,588,488	-
Public Health	Admin	ANIMAL SHELTER & CONTROL	43180	633,956	659,475	680,978	774,061	829,219	14
Public Health	Admin	MOSQUITO CONTROL	43190	963,872	943,461	962,195	1,091,325	1,372,938	11
Public Health	Allocation	PUBLIC HEALTH DIRECT SUBSIDIES	44199	2,279,889	1,723,768	1,884,685	1,800,511	1,737,785	-
Public Health	Fringe	PUBLIC HEALTH BENEFITS POOL	49499	314,622	245,952	272,202	325,265	546,849	-
Public Welfare	Admin	VETERANS AFFAIRS	54050	117,720	117,045	122,966	143,034	181,207	3
Public Welfare	State	DEPT OF SOCIAL SERVICES	54060	226,375	161,108	167,692	195,700	170,700	-
Public Welfare	Allocation	PUBLIC WELFARE DIRECT SUBSIDIES	54299	493,330	431,443	437,443	540,000	435,000	-
Public Welfare	Fringe	PUBLIC WELFARE BENEFITS POOL	59599	35,776	23,852	26,230	29,572	41,014	-
Cultural	Admin	PALS CENTRAL ADMINISTRATION	63310	314,638	210,838	217,217	264,628	377,150	4
Cultural	Admin	PALS SUMMER PROGRAM	63311	104,438	94,600	94,600	120,450	114,500	-
Cultural	Admin	PALS AQUATICS PROGRAM	63312	872,980	804,521	825,765	924,044	1,127,382	11
Cultural	Admin	PALS HILTON HEAD PROGRAMS	63313	60,000	80,000	80,000	80,000	80,000	-
Cultural	Admin	PALS BLUFFTON PROGRAMS	63314	675,341	79,973	91,812	145,500	122,000	-
Cultural	Admin	PALS ATHLETIC PROGRAMS	63316	373,699	606,487	631,801	917,492	772,649	5
Cultural	Admin	PALS RECREATION CENTERS	63317	534,475	492,185	504,916	717,584	563,272	9
Cultural	Admin	LIBRARY ADMINISTRATION	64070	531,155	521,471	538,758	651,166	570,113	9
Cultural	Admin	LIBRARY BEAUFORT BRANCH	64071	424,953	409,526	426,001	512,347	529,861	9
Cultural	Admin	LIBRARY BLUFFTON BRANCH	64072	481,337	365,543	376,741	509,272	492,296	6
Cultural	Admin	LIBRARY HILTON HEAD BRANCH	64073	520,322	441,218	455,790	572,403	526,888	9
Cultural	Admin	LIBRARY LOBECO BRANCH	64074	92,885	102,430	106,250	128,087	132,851	3
Cultural	Admin	LIBRARY ST HELENA BRANCH	64075	78,329	75,666	78,678	91,919	591,072	1
Cultural	Admin	LIBRARY TECHNICAL SERVICES	64078	566,329	376,365	384,843	579,194	475,996	6
Cultural	Admin	LIBRARY SC ROOM	64079	81,566	80,538	83,534	99,178	98,850	2
Cultural	Fringe	CULTURAL & RECRE BENEFITS POOL	69699	854,218	667,368	735,035	834,815	857,963	-
General Fund Expenditures				75,937,854	70,786,704	73,819,064	89,118,554	90,298,001	

Budget FY 2012 As of 5/18/2012		Actual Year to Date Comparison For the Period Ending April 30th			May 18, 2012 Actual to Date	Adopted Budget	Proposed Budget	Employee Count	
Description	Organization	ORG	FY 2011	FY 2012	FY 2012	FY 2012	FY 2013		
Transfers	Allocation	GENERAL FUND XFERS OUT	99100						
		Miscellaneous Grant	59200	-	-	-	-		
		Daufuskie Ferry	59202	83,333	83,333	91,667	100,000	100,000	
		Public Safety Grants	59206	61,180	2,472	2,472	-	-	
		EMS Grants	59207	5,000	5,000	5,500	6,000	-	
		Tire Recycling	59226	-	-	-	-	-	
		Real Property	59209	-	333,859	333,859	333,859	-	
		Dale Water Line	59229	34,939	-	-	-	-	
		PALS Programs Fund	59231	2,999	-	-	-	-	
		DSN Programs Fund	59241	1,350,510	1,132,917	1,246,208	1,359,500	1,700,000	
		A&D Programs Fund	59261	303,803	249,739	274,713	299,687	350,000	
		DNA Laboratory	59270	277,078	-	-	-	-	
		Victims Assistance	59271	78,195	89,696	98,665	107,635	119,290	
		School Resource Officer	59273	121,546	111,209	122,330	133,451	142,839	
		Sheriff Grant	59274	22,679	4,005	4,406	4,806	-	
		Sheriff's Vehicles	59277	-	-	-	-	-	
		DNA Grant Fund	59280	-	22,097	22,097	-	-	
		COSY Program	59281	108,333	136,667	148,333	140,000	140,000	
		Debt Service Fund	59300	-	400,000	400,000	400,000	-	
		LI Airport	59570	-	-	-	-	-	
		HHI Airport	59580	12,500	-	-	-	-	
		Public Defender	59651	419,028	250,000	275,000	300,000	300,000	
		Sheriff's Trust	59663	20,000	15,000	15,000	-	-	
		Total General Fund Transfers Out		2,901,123	2,835,994	3,040,250	3,184,938	2,852,129	
Education	Education	Education Allocation	64399	3,930,250	3,333,333	4,000,000	4,000,000	4,000,000	
		General Fund Expenditures (including Transfers and Education Allocation)		82,769,227	76,956,031	80,859,314	96,303,492	97,150,130	
		Net (Surplus)/Deficit		(3,004,347)	(9,405,739)	(7,196,550)	-	-	914

* Cost allocation/ additional FTE/ other revenue sources

General Fund

(complete with all benefits)

	APPROP	4/30/2012	
	<u>FY 2012</u>	<u>FY 2012</u>	<u>PROPOSED</u>
			<u>FY2013</u>
Salaries	29,840,685	23,803,709	31,427,388
Benefits	15,729,090	12,235,595	15,846,308
Purchased Services	16,258,680	13,069,426	15,577,125
Supplies	2,982,729	2,584,798	3,053,021
Capital Equipment	908,825	201,558	950,262
Subsidies	7,782,851	6,630,061	7,725,914
Contingencies	73,609	-	20,000
Credit Card Fees	461,000	298,408	340,000
	74,037,469	58,823,555	74,940,018
 Sheriff	 19,326,977	 15,540,961	 19,620,112
General Fund Transfers	2,939,046	2,591,515	2,590,000
	\$ 96,303,492	\$ 76,956,031	\$ 97,150,130

Note: The FY 2013 Budget Reading on May 7, 2012 was prior to fringe benefits being pooled. The above numbers reflect the pooling of fringe benefits.

General Fund

Capital Equipment

	APPROP	4/30/2012	
	<u>FY 2012</u>	<u>FY 2012</u>	<u>PROPOSED</u>
			<u>FY2013</u>
Treasurer	-	-	7,500
Coroner	38,000	27,270	37,410
Magistrate	-	-	7,000
Broadcast Services	17,000	-	-
Voter Registration	-	30	35,000
Register of Deeds	13,625	-	6,283
Management Information Systems	575,000	88,884	263,500
Sheriff	452,552	89,757	279,594
EMS	175,000	178	30,000
Detention Center	-	-	111,000
Traffic & Transportation Engineering	50,000	26,903	101,300
Codes Enforcement	200	-	-
Public Works	40,000	58,292	119,269
Mosquito Control	-	-	148,000
PALS	-	-	84,000
	1,361,377	291,314	1,229,856

General Fund

General Government Direct Subsidies

	APPROP	4/30/2012	
	<u>FY 2012</u>	<u>FY 2012</u>	<u>FY2013</u>
General Gov't Direct Subsidies	\$ 1,128,340	\$ 855,684	\$ 1,234,129
Military Enhancement Committee	-	-	250,000
LCOG	97,340	81,117	93,129
LCOG/Home Consortium	56,000	46,667	56,000
Solicitor	800,000	666,667	810,000
Economic Development	150,000	40,400	-
Small Business Development	25,000	20,833	25,000
	1,128,340	855,684	1,234,129

General Fund

Public Health Direct Subsidies

	APPROP	4/30/2012	
	<u>FY 2012</u>	<u>FY 2012</u>	<u>FY2013</u>
Public Health Direct Subsidies	\$ 1,800,511	\$ 1,723,768	\$ 1,737,785
SC Dept of Health & Human Svcs	621,260	621,260	587,534
A Community Caring	81,000	67,500	77,000
Beaufort Jasper Hampton Comp Health	925,000	770,833	900,000
Beaufort County Health Department	173,251	154,175	173,251
Coastal Empire Mental Health	-	110,000	-
	1,800,511	1,723,768	1,737,785

General Fund

Public Welfare Direct Subsidies

	APPROP	4/30/2012	
	<u>FY 2012</u>	<u>FY 2012</u>	<u>FY2013</u>
Public Welfare Direct Subsidies	\$ 540,000	\$ 431,443	\$ 435,000
Clemson Extension Service	-	5,000	-
Beaufort Soil/Water Conservation	-	18,000	18,000
Lowcountry Reg Transport Authority	240,000	240,000	-
CAPA	-	28,000	-
CODA	-	14,000	-
Hope Haven of the Lowcountry	-	14,000	-
Beaufort/Jasper EOC	-	5,000	-
Senior Services of Beaufort County	-	50,000	-
Literacy Volunteers of the Lowcountry	-	9,000	-
Together for Beaufort	300,000	48,443	417,000
	540,000	431,443	435,000

General Fund Transfers

	APPROP	4/30/2012	PROPOSED
	<u>FY 2012</u>	<u>FY 2012</u>	<u>FY2013</u>
DSN Programs	1,359,500	1,132,917	1,700,000
Alcohol & Drug Programs	299,687	249,739	350,000
Debt Service	400,000	400,000	-
Rural & Critical Lands	333,859	333,859	-
Public Defender	300,000	250,000	300,000
Sheriff	245,892	244,479	262,129
COSY Program	140,000	136,667	140,000
All Other Transfers	<u>106,000</u>	<u>88,333</u>	<u>100,000</u>
Total General Fund Transfers	3,184,938	2,835,994	2,852,129

FY 2012-2013 BEAUFORT COUNTY BUDGET

To provide for the levy of tax for corporate Beaufort County for the fiscal year beginning July 1, 2012 and ending June 30, 2013, to make appropriations for said purposes, and to provide for budgetary control of the County's fiscal affairs.

BE IT ORDAINED BY COUNTY COUNCIL OF BEAUFORT COUNTY:

SECTION 1. TAX LEVY

The County Council of Beaufort County hereby appropriates the funds as detailed in Sections 4, 5 and 6 of this Ordinance. Further, that the County Council of Beaufort County hereby establishes the millage rates as detailed in Sections 2 and 3 of this Ordinance. However, the County Council of Beaufort County reserves the right to modify these millage rates at its August 27, 2012 meeting.

SECTION 2. MILLAGE

The County Auditor is hereby authorized and directed to levy in Fiscal Year 2012-2013 a tax of 48.52 mills on the dollar of assessed value of property within the County, in accordance with the laws of South Carolina. These taxes shall be collected by the County Treasurer, as provided by law, and distributed in accordance with the provisions of this Ordinance and subsequent appropriations hereafter passed by the County Council of Beaufort County.

County Operations	40.21
Purchase of Real Property Program	3.87
County Debt Service	4.44

SECTION 3. SPECIAL DISTRICT TAX LEVY

The County Auditor is hereby authorized and directed to levy, and the County Treasurer is hereby authorized and directed to collect and distribute the mills so levied, as provided by law, for the operations of the following special tax districts:

Bluffton Fire District Operations	19.67
Bluffton Fire District Debt Service	0.00
Burton Fire District Operations	55.87
Burton Fire District Debt Service	5.53
Daufuskie Island Fire District Operations	31.74
Daufuskie Island Fire District Debt Service	0.00
Lady's Island/St. Helena Island Fire District Operations	32.04
Lady's Island/St. Helena Island Fire District Debt Service	1.50
Sheldon Fire District Operations	32.22
Sheldon Fire District Debt Service	2.18

SECTION 4. COUNTY OPERATIONS APPROPRIATION

An amount of \$97,150,130 is appropriated to the Beaufort County General Fund to fund County operations and subsidized agencies as follows:

I. Elected Officials and State Appropriations:

A. Sheriff	\$22,224,595
B. Magistrate	\$ 1,737,818
C. Clerk of Court	\$ 1,230,290
D. Treasurer	\$ 1,121,135
E. Probate Court	\$ 892,720
F. Auditor	\$ 743,197
G. County Council	\$ 721,919
H. Coroner	\$ 480,500
I. Master-in-Equity	\$ 345,723
J. Public Defender	\$ 300,000
K. Social Services	\$ 170,700
L. Legislative Delegation	\$ 86,966

Management of these individual accounts shall be the responsibility of the duly elected official for each office. At no time shall the elected official exceed the budget appropriation identified above without first receiving an approved supplemental appropriation by County Council.

II. County Administration Operations:

A. Public Works	\$13,800,230
B. Emergency Management	\$ 7,043,084
C. Detention Center	\$ 6,560,274
D. Administration	\$ 6,352,088
E. EMS	\$ 5,835,122
F. Education Allocation	\$ 4,000,000
G. Library	\$ 3,932,960
H. Parks and Leisure Services	\$ 3,624,883
I. Community Services	\$ 3,097,446
J. Assessor	\$ 2,473,250
K. Public Health	\$ 1,735,785
L. Mosquito Control	\$ 1,543,971
M. General Government Subsidies	\$ 1,234,129 *
N. Building Codes and Enforcement	\$ 1,011,110
O. Animal Shelter	\$ 985,538
P. Employee Services	\$ 984,452
Q. Planning	\$ 811,668
R. Voter Registration	\$ 718,643
S. Traffic Engineering	\$ 612,577
T. Register of Deeds	\$ 546,461
U. Zoning	\$ 190,896

* \$250,000 is reserved to the General Fund as a placeholder for any appropriations to the Military Enhancement Committee.

The detailed Operations budget containing line-item accounts by department and/or agency is hereby adopted as part of this Ordinance.

SECTION 5. COUNTY OPERATIONS REVENUES

The appropriation for County Operations will be funded from the following revenues sources:

- A. \$72,323,941 to be derived from tax collections;
- B. \$ 2,680,000 to be derived from fees for licenses and permits;
- C. \$ 8,000,000 to be derived from Intergovernmental revenue sources;
- D. \$11,175,589 to be derived from charges for services;
- E. \$ 860,000 to be derived from fines and forfeitures' collections;
- F. \$ 175,100 to be derived from interest on investments;
- G. \$ 675,500 to be derived from miscellaneous revenue sources;
- H. \$ 1,260,000 be derived from inter-fund transfers;

Additional operations of various County departments are funded by Special Revenue sources. The detail of line-item accounts for these funds is hereby adopted as part of this Ordinance.

SECTION 6. PURCHASE OF DEVELOPMENT RIGHTS AND REAL PROPERTY PROGRAM

The revenue generated by a 3.87 mill levy is appropriated for the County's Purchase of Development Rights and Real Property Program.

SECTION 7. COUNTY DEBT SERVICE APPROPRIATION

The revenue generated by a 4.44 mill levy is appropriated to defray the principal and interest payments on all County bonds and on the lease-purchase agreement authorized to cover other Capital expenditures.

SECTION 8. BUDGETARY ACCOUNT BREAKOUT

The foregoing County Operation appropriations have been detailed by the County Council into line-item accounts for each department. The detailed appropriation by account and budget narrative contained under separate cover is hereby adopted as part of this Ordinance. The Fire Districts, as described in Section 3 of this Ordinance, line-item budgets are under separate cover but are also part and parcel of this Ordinance.

SECTION 9. OUTSTANDING BALANCE APPROPRIATION

The balance remaining in each fund at the close of the prior fiscal year, where a reserve is not required by State or Federal law, is hereby transferred to the Unreserved Fund Balance of that fund.

SECTION 10. AUTHORIZATION TO TRANSFER FUNDS

In the following Section where reference is made to "County Administrator" it is explicit that this refers to those funds under the particular auspices of the County Administrator requiring his approval as outlined in section 4 subpart II.

Transfers of monies/budgets among operating accounts, capital accounts, funds, and programs must be authorized by the County Administrator or his designee, upon the written request of the Department Head. Any transfer in excess of \$25,000 for individual expenditures or in excess of \$50,000 cumulatively during any current fiscal year is to be authorized by County Council, or its designee.

Transfer of monies/budgets within operating accounts, capital accounts, funds, and programs must be authorized by the County Administrator or his designee, upon written request of the Department Head. The County Administrator, or his designee, may also transfer funds from any departmental account to their respective Contingency Accounts. All transfers among and within accounts in excess of \$25,000 for individual expenditures and in excess of \$50,000 cumulatively during any current fiscal year are to be reported to County Council through the Finance Committee on a quarterly basis.

SECTION 11. ALLOCATION OF FUNDS

The County Administrator is responsible for controlling the rate of expenditure of budgeted funds in order to assure that expenditures do not exceed funds on hand. To carry out this responsibility, the County Administrator is authorized to allocate budgeted funds.

SECTION 12. MISCELLANEOUS RECEIPTS ABOVE-ANTICIPATED REVENUES

Revenues other than, and/or in excess of, those addressed in Sections 4, 5 and 6 his Ordinance, received by Beaufort County, and all other County agencies fiscally responsible to Beaufort County, which are in excess of anticipated revenue as approved in the current budget, may be expended as directed by the revenue source, or for the express purposes for which the funds were generated without further approval of County Council. All such expenditures, in excess of \$10,000, shall be reported, in written form, to the County Council of Beaufort County on a quarterly basis. Such funds include sales of products, services, rents, contributions, donations, special events, insurance and similar recoveries.

SECTION 13. TRANSFERS VALIDATED

All duly authorized transfers of funds heretofore made from one account to another, or from one fund to another during Fiscal Year 2013, are hereby approved.

SECTION 14. EFFECTIVE DATE

This Ordinance shall be effective July 1, 2013. Approved and adopted on third and final reading this _____ day of June, 2012.

COUNTY COUNCIL OF BEAUFORT COUNTY

BY: _____
Wm. Weston J. Newton, Chairman

APPROVED AS TO FORM:

Joshua A. Gruber, Staff Attorney

ATTEST:

Suzanne M. Rainey, Clerk to Council

First Reading: May 7, 2012

Second Reading:

Public Hearing:

Third and Final Reading:

Committee Reports
May 21, 2012

A. COMMITTEES REPORTING

1. Finance

- ① Minutes are provided from the May 14 meeting. Action is required. See main agenda items 11A, 11B, 11C and 11D. ([backup](#))
- ② Minutes are provided from the May 16 meeting. Action is required. See main agenda item 12. ([backup](#))
- ③ Tax Equalization Board

<i>Nominate</i>	<i>Name</i>	<i>Position/Area/Expertise</i>	<i>Reappoint/Appoint</i>	<i>Votes Required</i>
05.21.12	Paul Jernigan	At-large	Appoint	6/11 (1 st term)

2. Public Facilities

- ① Airports Board

<i>Nominated</i>	<i>Name</i>	<i>Position/Area/Expertise</i>	<i>Reappoint/Appoint</i>	<i>Votes Required</i>
05.07.12	Carl Wedler	Close proximity LI Airport	Appoint	6/11 (1 st term)

B. COMMITTEE MEETINGS

1. Community Services

William McBride, Chairman
Gerald Dawson, Vice Chairman
➔ Next Meeting – Monday, June 18 at 4:00 p.m., BIV#2

2. Executive

Weston Newton, Chairman
➔ Next Meeting - To be announced.

3. Finance

Stu Rodman, Chairman
Rick Caporale, Vice Chairman
➔ Next Meeting – Monday, June 18 at 2:00 p.m., BIV#2

4. Governmental

Jerry Stewart, Chairman
Laura Von Harten, Vice Chairman
➔ Next Meeting – Monday, June 4 at 4:00 p.m., ECR

5. Natural Resources

Paul Sommerville, Chairman
Brian Flewelling, Vice Chairman
➔ Next Meeting – Monday, June 4 at 2:00 p.m., ECR

6. Public Facilities

Herbert Glaze, Chairman
Steven Baer, Vice Chairman
➔ Next Meeting – Tuesday, May 22 at 4:30 p.m., ECR

7. Transportation Advisory Group

Weston Newton, Chairman
Stu Rodman, Vice Chairman
➔ Next Meeting – To be announced.

FINANCE COMMITTEE

May 14, 2012

The electronic and print media was duly notified in accordance with the State Freedom of Information Act.

The Finance Committee met on Monday, May 14, 2012 at 1:30 p.m., in the Conference Room, Building 2, Beaufort Industrial Village, 102 Industrial Village Road, Beaufort, S.C.

ATTENDANCE

Finance Committee Members: Chairman Stu Rodman, Vice Chairman Rick Caporale, and members Steven Baer, Brian Flewelling, William McBride, Paul Sommerville and Jerry Stewart were present. Non-Committee members Gerald Dawson and Laura Von Harten were also present.

County staff: Paul Andres, Airports Director; Joshua Gruber, County Attorney; Bryan Hill, Deputy County Administrator; Alicia Holland, Comptroller; Gary Kubic, County Administrator; Dan Morgan, MIS/GIS Director; Donna Ownby, EMS Director; David Starkey, Chief Financial Officer, and Dave Thomas, Purchasing Director.

Media: Joe Croley, Hilton Head Island-Bluffton Chamber of Commerce.

Public: Jimmy Boozer, Military Enhancement Committee; Franky Denmark, Beaufort Regional Chamber of Commerce Business and Convention Center; Jayson Gardner, Government Affairs Manager, Beaufort Regional Chamber of Commerce Business and Convention Center; Alice Howard, Military Enhancement Committee; Jon Rembold, Military Enhancement Committee and Chairman of the Beaufort Regional Chamber of Commerce Business and Convention Center; Jack Snider, Vice Chairman, Military Enhancement Committee; Susan Thompson, Hilton Head Island – Bluffton Chamber of Commerce; Skeet Von Harten, Military Enhancement Committee; Rob Well, Beaufort Regional Chamber of Commerce Business and Convention Center; Blakely Williams, President, Beaufort Regional Chamber of Commerce Business and Convention Center; and John Williams, Public Relations.

Councilman Rodman chaired the meeting.

ACTION ITEMS

1. Military Enhancement Committee Funding Request

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Mr. Jack Snider, Vice Chairman, Military Enhancement Committee, presented the Committee with a PowerPoint Presentation. The presentation included the purpose of the Military Enhancement Committee (MEC), its current members, and recent action of the

Committee. He also reviewed the Base Realignment and Closure (BRAC) process and the most recent Defense Secretary's for 2013 and 2015 BRAC's. He went over what is at stake for Beaufort County, what is in our favor, and local challenges. He gave an overview of the Committee's strategy and the timeline for implementing that strategy. He also reviewed the current funding proposal and an outline of 2005 funding. The Military Enhancement Committee is asking Beaufort County for funding in the amount of \$250,000.

Military Enhancement Committee member Skeet Von Harten spoke before the Committee. He informed the Committee he had been involved with all BRAC processes and spoke about the things that have happened over the years. He said Council needs to demonstrate the support and idea to the people they represent that our military facilities are good for the nation and good for us in a secondary way. Economics comes second to the national defense in regard to the military bases.

Committee Chairman Stu Rodman suggests the Committee to endorse the program and then have the MEC come back before the Committee to discuss the amount needed in a particular budget.

It was moved by Mr. Stewart, seconded by Mr. Sommerville, that Finance Committee approve and recommend Council endorse appropriating funding over the next three years to support the Military Enhancement Committee in the Base Realignment and Closure (BRAC) process.

Mr. Baer stated he would be more comfortable with \$80,000 a year, over three years. It makes it easier on our budget. He is philosophically opposed to taking money out of our budget for lobbyists. He is in favor of the effort, but uncomfortable with the methodology.

The vote was: YEAS –Mr. Caporale, Mr. Flewelling, Mr. McBride, Mr. Rodman, Mr. Sommerville and Mr. Stewart. NAYS – Mr. Baer. The motion passed.

Recommendation: Council endorse a \$250,000 appropriation to the Military Enhancement Committee over the next three years for the Base Realignment and Closure (BRAC) process in 2013 and 2015.

2. Consideration of Contract Award – Request to Purchase State Contract Items and Non-competitive Items from approved vendors for the Beaufort County MIS Department and Beaufort County Sheriff's Office

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Mr. Dave Thomas, Purchasing Director, reviewed this item with Committee. The Purchasing Department received requisitions from the Beaufort County MIS Department and the Sheriff's Office to purchase computer software and equipment. The first purchase request from the MIS Department is to purchase the new VMware virtualization technology software, service, and equipment from Entire Solutions, a state contract vendor. This will allow

MIS to upgrade our aging Voice over IP (VOIP) telephone environment. Cisco markets this technology as Cisco Unified Computing Servers (UCS). The purchase will allow MIS to run up to four virtual server environments on a single server platform. The second purchase request from MIS is to purchase an annual service contract for the County's Storage Area Network (SAN), which includes equipment upgrades directly from Hewlett Packard.

The first purchase request from the Sheriff's Office is to purchase twenty Flash 2 "in car video systems: from L3 Communications, a state contract vendor. This purchase will allow the Sheriff's Office to replace some of the older video systems. The second purchase request from the Sheriff's Office is to purchase Hewlett Packard computer upgrades and service plans from New Century Systems, Inc., a state contract vendor. This purchase will replace twenty desktop computers, twenty six laptop computers and provide a four year service plan for each computer.

The funding and cost breakdown follows:

- VMware Virtualization, Account #15080-54140, Communications Equipment, \$27,406, Account #15080-51160, Professional Services, \$20,330. Total Cost: \$47,735
- HP Annual Maintenance from SAN, Account #15060-51110, Maintenance Contract. Total: \$55,044.
- In Car Video Replacements, Account #21052-52610, Data Processing Equipment. Total: \$96,193
- Computer Upgrades, Account #21051-52610, \$43,180 and Account #21052-52610, Data Processing Equipment, \$12,240, plus a tax of \$3,878 for a total cost of \$59,298

It was moved by Mr. Flewelling, seconded by Mr. Sommerville, that Finance Committee approve and recommend Council award purchase of contracts from the aforementioned vendors in the amount of \$258,271. The vote was: YEAS – Mr. Baer, Mr. Caporale, Mr. Flewelling, Mr. McBride, Mr. Rodman, Mr. Sommerville and Mr. Stewart. The motion passed.

Recommendation: Council award purchase of contracts to the following vendors in the total amount of \$258,271: (i) VMware Virtualization - Account #15080-54140, Communications Equipment, \$27,406; Account #15080-51160, Professional Services, \$20,330. Total cost: \$47,735; (ii) HP Annual Maintenance from SAN - Account #15060-51110, Maintenance Contracts. Total cost: \$55,044; (iii) In Car Video Replacements - Account #21052-52610, Data Processing Equipment. Total cost: \$96,193; (iv) Computer Upgrades - Account #21051-52610, \$43,180 and Account #21052-52610, Data Processing Equipment, \$12,240, plus a tax of \$3,878 for a total cost of \$59,298.

3. Consideration of Contract Award – Request to Purchase from State and Non-competitive Contracts for items over \$25,000 for Beaufort County MIS Department

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Mr. Dave Thomas, Purchasing Director, reviewed this item with Committee. The Purchasing Department received requisitions over \$25,000 from the MIS Department requesting to purchase items from State and Non-competitive contracts. The first purchase request from the MIS Department is to purchase Image Software from Pictometry. This purchase will allow GIS to continue to use the imagery software in support of County Departments. The software collects the data used in support of disaster recovery and other data analysis projects. The second purchase request from the MIS Department is to purchase from State Contract the UPS refresh equipment and warranties from Graybar. This is in support of our UPS refresh project. Funding and cost breakdown in as follows:

- Pictometry, Imagery Software Update, \$75,270
- Graybar, UPS Refresh Project, \$54,936

It was moved by Mr. Baer, seconded by Mr. Flewelling, that Finance Committee approve and recommend Council award purchase of contracts to the aforementioned vendors in the amount of \$130,208. The vote was: YEAS – Mr. Baer, Mr. Caporale, Mr. Flewelling, Mr. McBride, Mr. Rodman, Mr. Sommerville and Mr. Stewart. The motion passed.

Recommendation: Council award purchase of contracts to the following vendors in the total amount of \$130,208: (I) Micrometry - Imagery Software Update Project, Account #13350-51250, Aerial Photos. Total cost \$75,270; and (ii) Graybar - UPS Refresh Project, Account #15060-54140, Communication Equipment. Total cost \$54,936.

4. Consideration of Contract Award – Request to Purchase Homeland Security Grant Items from the General Administrative Services (GSA) Contract for the Beaufort County EMS Department

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Mr. Dave Thomas, Purchasing Director, reviewed this item with Committee. The Purchasing Department received requisitions over \$25,000 from the EMS Department requesting to purchase items funded by the Homeland Security Grant from the General Services Administration (GSA) Contract. The first purchase request from the EMS Department is to purchase a new Lifepack 15 Monitor/Defibrillator and equipment from Physio-Control. This purchase will allow EMS to use the Cardiac Monitor/Defibrillator within the Department and with the Regional Medical Assistance Team (RMAT). The second purchase request from the EMS Department is to purchase a trailer mounted portable generator for the Regional Medical Assistance Team that can be used within the EMS Department. Both purchases are from the GSA contract and are 100% reimbursable under the South Carolina Homeland security grant for the Regional Medical Assistance Team. Funding and cost breakdowns are as follows:

- Physio-Control, Lifepack 15 Monitor, Account #23206-54562, 2009 RMAT Grant, Total: \$29,794
- Magnum Power, Generator and Trailer, Account #23206-54562, 2009 RMAT Grant, Total: \$27,123

It was moved by Mr. Flewelling, seconded by Mr. Stewart, that Finance Committee approve and recommend Council award purchase of contracts to the aforementioned vendors in the amount of \$56,917. The vote was: YEAS – Mr. Baer, Mr. Caporale, Mr. Flewelling, Mr. McBride, Mr. Rodman, Mr. Sommerville and Mr. Stewart. The motion passed.

Recommendation: Council award purchase of contracts to the following vendors in the amount of \$56,917: (i) Physio-Control, Lifepack 15 Monitor, Account #23206-54562, 2009 RMAT Grant, in the amount of \$29,794; and (ii) Magnum Power, Generator and Trailer, Account #23206-54562, 2009 RMAT Grant, in the amount of \$27,123.

5. Consideration of Reappointments and Appointments – Tax Equalization Board

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

It was moved by Mr. Sommerville, seconded by Mr. McBride, the Finance Committee approve and recommend to County Council nomination of Mr. R. Paul Jernigan, representing at-large, to serve as a member of the Tax Equalization Board. The vote was: YEAS – Mr. Baer, Mr. Caporale, Mr. Flewelling, Mr. McBride, Mr. Rodman, Mr. Sommerville and Mr. Stewart. The motion passed.

Recommendation: Council nominate Mr. R. Paul Jernigan, representing at-large, to serve as a member of the Tax Equalization Board.

INFORMATION ITEMS

6. Consideration of Contract Award – Request to Purchase a 2013 Ford Explorer from State Contractor for Beaufort County Solid Waste Department from Benson Ford (< \$50,000)

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Mr. Dave Thomas, Purchasing Director, reviewed this item with Committee. The Purchasing Department received requisitions from the Solid Waste Department requesting to purchase a 2013 Ford Explorer from State contract. The replacement vehicle is for the Solid Waste Director whose current vehicle was damaged beyond repair in an auto accident. The cost to replace the vehicle will be covered in full by the insurance company. The state contract is Benson Ford, Mercury in Easley, South Carolina. The total cost is \$26,128 which will come from Account #333690-5400, Vehicle Purchases, which will be fully covered by insurance.

It was moved by Mr. Stewart, seconded by Mr. Sommerville, that Finance Committee approve the purchase of a 2013 Ford Explorer from Benson, Ford, Mercury in the amount of

\$26,128. The vote was: YEAS – Mr. Baer, Mr. Caporale, Mr. Flewelling, Mr. McBride, Mr. Rodman, Mr. Sommerville and Mr. Stewart. The motion passed.

Status: The Finance Committee awarded a contract for purchase of a 2013 Ford Explorer from state contract vendor, Benson, Ford, Mercury, in the amount of \$26,128 to be fully covered by the insurance company.

7. Designated Marketing Organizations' Budget Proposals – Hilton Head Island – Bluffton Chamber of Commerce

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Ms. Susan Thomas, Hilton Head Island – Bluffton Chamber of Commerce and Visitor and Convention Bureau, presented the Committee with a PowerPoint Presentation regarding the marketing plan for the Bluffton-Daufuskie Island area for FY 2012/2013. The Presentation included data and information relative to the US travel economy from years 2000 to 2010, total yearly visitors to Hilton Head Island, hotel percentages over prior years, lodging metrics, and future trends.

Discussions followed between Committee members and Chamber staff.

Status: This item was for informational purposes only.

8. Designated Marketing Organizations' Budget Proposals – Beaufort Regional Chamber of Commerce

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Ms. Blakely Williams, President, and Jason Gardner Government Affairs Manager of the Beaufort Regional Chamber of Commerce Business and Convention Center provided the Committee with a PowerPoint Presentation regarding their marketing budget for FY 2012/2013. The Presentation provided the Committee with an overview of the Chambers vision, mission, community support, board of directors, ex-officio members, and the Tourism, Travel and Convention Division Tourism Advisor Committee. She also provided information relative to financial report, tourism revenues, tourism expenses, and their current campaign. Information regarding future initiatives followed.

Discussion followed between Committee members and Chamber staff.

Status: This item was for informational purposes only.

9. Discussion / FY 2013 County Budget and General Fund Balance Policy Proposal

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Chairman Stu Rodman presented the Committee with a handout outlining the status of the County Budget before second reading. It provided an outline of current status, open issues, elected official budgets, and fire districts budgets.

He stated we are looking at no increase in operating millage, no increase in debt millage, and one mill increase for Rural and Critical Lands Program debt. We are also looking at no reserve reduction and at a 1% cost of living adjustment (COLA) which he feels needs to be raised if possible. He also spoke about the summary budget which provided the line items of the overall budget. Council needs to determine whether or not they have any major disagreements with the components of the budget. If so, that needs to be on the table. Also, regarding administration, he wanted to know if there are any cuts within the budget that Council should be aware of.

Mr. Caporale inquired about the pressures of the departments regarding minimization and restraints of their budgets.

Mr. Hill, Deputy County Administrator, stated administration has not pressured anyone to holding the line on their budget. We have not pressured departments not to spend, but they all know the possibility is always there if our revenue numbers do not come in as projected. The Finance Team have elaborated that we are flat with revenue as compared with the prior year.

Mr. Rodman inquired as to staff's projections as to whether or not the 1% COLA can be increased in the budget.

Mr. Hill said 1% is what is currently folded into the budget. Between today and second reading, staff will see if there is a possibility of increasing it.

Mr. Rodman wanted to know if major pieces such as revenue, no millage increase, and no reserve usage are voted on at second reading, if line items within can be maneuvered without forcing Council to have to have another reading.

Mr. McBride, as parliamentarian, replied that that is his understanding. The bottom line needs to remain the same.

Ms. Von Harten expressed her interest in the Charles Linn Brown Gym (Greene Street) and extension of hours.

Mr. Hill replied there is a service agreement on his desk that allows for 15 hours a week, commencing July 1, 2012 and lasting one year. An evaluation period will happen thereafter.

Mr. Dawson said trying to do this with no millage increase and no reduction in our reserves; he feels Council needs to be mindful that it is common practice to look at cuts that affect the poor and the less fortunate. He asked the Committee to be mindful of those who are poor or less fortunate. He said we may have to look into a reserve reduction before making some of those cuts.

Mr. Caporale stated his agreement, but he would be more favorable of a millage increase rather than a reduction in reserves.

Mr. Stewart stated a line item in the budget that will be zeroed out is economic development. He does not feel it to be realistic when we want to diversify the tax base and bring jobs into the County.

Mr. Rodman added it is on his list of items that Council needs to make sure they do not pass over lightly.

Mr. McBride said we came out of the retreat / annual planning meeting with the projection of a no millage increase and no use of the fund balance. He never felt that would be chiseled in stone or tied around our necks. We have loyal and good employees, who we need to look out for. He felt the 2% COLA to be a minimum. If our State Senate is looking at a 3% COLA, then what comes out of legislation will most likely be more than 2%. We need the flexibility to treat our employees fairly and let them know they are appreciated.

Mr. Stewart stated the Senate added \$40 million back into the Local Government Aid. We have yet to see what that means for each County, but he feels we can assume we would get more than \$550,000. He also expressed his concern relative to emergency services and equipment. We need to be careful that we do not continue to cut the budget and not maintain our fleet and services that we have.

Mr. Josh Gruber, County Attorney, spoke about the previous request for clarification of whether a line item increase or decrease within the overall budget would justify the need to go back to Council for further readings. He said as long as the changes occur under the administration's portion of the budget and do not affect an elected officials' budget, then he feels it would be fine.

Mr. Baer inquired about the engineering line item and the high percentage increase.

Mr. Hill replied that salaries were allocated to Sales Tax, \$10 motorized money (TAG). As those numbers are going down, we are slowly taking them off of those grants and putting them back in the General Fund.

Mr. Baer said since it was shown that the military creates much tourism north of the Broad River, he wanted to know if some of the Military Enhancement Committee funding could come from Accommodations Tax or Hospitality Tax sources.

Mr. Hill said the Finance Team will look at the ordinance to clarify the possibility.

Mr. Rodman continued providing an overview of his spreadsheet by going over the fire districts. In total they have approximately \$8 million in reserves, which would be enough for 4.5 months of operations. They were looking at a 2.5% COLA for FY-2013. Do we end up taking the increase for the COLA out of the individual district's reserves or do we have a millage increase? Bluffton and Burton both have large reserves. Lady's Island/St. Helena, Sheldon and Daufuskie Fire have very small reserves. We generally look at the individual Council member(s) where the district falls under to tell Council, as a whole, what they would like to do in their district. He said closure needs to happen in the next few weeks. Staff also needs to take a look at the issue and speak with each district and their preference.

Mr. Caporale feels that Bluffton Fire has done a great job and deserves every consideration for going that extra mile.

Mr. Rodman wanted to know if anyone has any heartburn about using high reserves to keep taxes low. No committee members spoke in disagreement. Regarding the three districts that do not have high reserves, is Council comfortable with a small millage increase to cover the district?

Mr. Flewelling said Daufuskie Island Fire District would have to bust the cap.

Mr. Hill stated there is a 3.1% cap for them to have a 2% COLA. They will go over the cap and does not believe the reserves would cover the remaining needed.

Mr. Rodman directed the Deputy Administrator to speak with the districts and touch base with the individual council member regarding how to handle the district's budget.

Mr. Stewart asked that the County Attorney to look into the rules and regulation regarding breaking the cap.

Mr. Rodman also stated that at some point in time we need to discuss the possibility of merging the fire districts.

Mr. Baer said the County's debt service millage will decrease from 4.57 to 4.44. That is .13 mils which generates nearly \$200,000. The MEC, if we split it over three years, it would generate another \$100,000 to \$125,000. That is over \$300,000 combined. It will take over \$500,000 to provide another 1% COLA.

Mr. Rodman clarified that what Mr. Baer is talking about is a millage switch.

10. Open Items

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Mr. Rodman reviewed the Committee open issues. He went over the Debt Reserve Policy, which Council adopted by resolution April 23, 2012. Mr. Starkey, Chief Financial Officer, put together a policy where the concept was that over a period of time we would build up to a couple months of reserves on the balance sheet. He then presented the Committee with a spreadsheet demonstrating the current and proposed Operating Reserve Policy amounts for both the County and the School District. He feels that if we are at 20% and have a good rating, then that should be the policy. The School District can be a lesser amount, due to the difference in responsibility following a hurricane. He said there is concern in the event of a hurricane of whether or not we will have enough cash on hand to handle appropriate needs. He spoke about cash on hand projection and how we go down to negative when we are at highest risk of trying to recover from a hurricane. He feels we need to borrow money in Tax Anticipation Notes (TAN) before the hurricane season in the event of a disaster. It can either be built up to keep all year, or only keep in on hand for the four months.

Mr. Stewart stated we need to distinguish between what is available and what is unrestricted in the event of a hurricane. Also, if we do a TAN, there is a cost associated that will hit the debt side of our budget. Rather than doing that, he would prefer us to increase the millage slightly for the amount we would be paying in interest, build up the reserve fund, and use it there. That would keep us from using it to pay interest on monies we will pay back and may not use. He feels the logistics needs to be looked at further.

Mr. Baer suggested getting an insurance policy for cash flow during the gap. He feels it might be less than the interest we would be paying with the other method.

Mr. Rodman reviewed other open issues. He stated Council needs to make sure top/high priority items are not left out of the budget. An example of such provided was the Transfer Facility. He also spoke about the Airport budget and line of credit. He spoke briefly about the possibility of the Airports having it own line of credit and the benefits of such. Mr. Paul Andres, Airports Director, spoke before the Committee and stated at this point in time for next year the Airports do not need anything from the General Fund. He said out years are less clear due to different components of the master plan.

Mr. Baer requested a five year projection for the airports. Mrs. Alicia Holland stated the Airports Board was provided with the five-year projection within the last few months. She will provide Council with the document. She added that due to the lack of a master plan, the Beaufort County Airport (Lady's Island) has a one-year projection on the capital side.

Discussion regarding past practices involving the line of credit between Committee member and the Chief Financial Officer followed.

Mr. Rodman spoke about the elected officials' budgets and the status of those. He said a review of the Sheriff's budget is needed. He also said there has been discussion of the lack of need for a deputy coroner therefore that needs to be discussed. The Committee has yet to look at the Solicitor's budget.

Status: This item was for informational purposes only.

11. Discussion / Budget Items Referred from Airports Board

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Chairman Stu Rodman reviewed items that came out of the Airports Board meeting. This included the allocation of Airport related revenues to the Airports which included Aircraft and Hangar property taxes. He also spoke about the allocation of costs for county activities at the Lady's Island Airport to include the use by Mosquito Control and the Lady's Island/St. Helena Island Fire District. Lastly he brought up the issue of establishing a revolving line of credit for the Hilton Head Island Airport, which was previously discussed.

Status: This item was for informational purposes only and will be discussed in more detail at a later meeting.

FINANCE COMMITTEE

May 16, 2012

The electronic and print media was duly notified in accordance with the State Freedom of Information Act.

The Finance Committee met on Wednesday, May 16, 2012 at 4:00 p.m., in the Executive Conference Room, Administration Building, 100 Ribaut Road, Beaufort, S.C.

ATTENDANCE

Finance Committee Members: Chairman Stu Rodman, Vice Chairman Rick Caporale, and members Steven Baer, Brian Flewelling, William McBride, Paul Sommerville and Jerry Stewart were present. Non-Committee members Gerald Dawson and Herbert Glaze were also present.

County staff: Bryan Hill, Deputy County Administrator; Alicia Holland, Comptroller; Gary Kubic, County Administrator; David Starkey, Chief Financial Officer, and Dave Thomas, Purchasing Director.

Media: Joe Croley, Hilton Head Island-Bluffton Chamber of Commerce.

School District: Tonya Crosby, Financial Services Officer; Kris Grey, Hilton Head High School and Beaufort County Teacher of the Year; Valerie Truesdale, Superintendent; Fred Washington, Chairman, Board of Education; Phyllis White, Chief Operational Services Officer; George Wilson, Vice Chairman, Board of Education.

Public: Mary Lou Lineberger, Jane Kenny, and Bert Walker.

Councilman Rodman chaired the meeting.

ACTION ITEMS

1. FY 2013 Budget Proposal / Beaufort County School District

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Mr. Fred Washington, Board of Education Chairman, said the Board of Education (Board) focuses on more than budgets. In order to properly educate all of the students in Beaufort County, there are a number of obstacles that the body has to overcome. An inordinate amount of time has been spent on developing partnerships to help remove barriers and lead the School District (District) to a better position to educate. He reassured Council and the community that they have people, who are committed to finding other partners ,to help reduce costs and improve outcomes.

Dr. Valerie Truesdale, Superintendent, presented the Committee a progress report. She also introduced Ms. Kris Gray, Hilton Head Island High School teacher and Beaufort County School District Teacher of the Year. She provided the Committee the District's academic achievements, and an overview of college and career readiness.

Ms. Gray spoke regarding the program to strengthen math and science. She stated the purpose of the program was to work with both science and math teachers from kindergarten through high school. They partnered with the University of South Carolina to learn how to better teach math and science to these students. Technology and manipulatives have been incorporated into the process. Most importantly teachers get to work together.

Dr. Truesdale reviewed with the Committee the District's Tech for Kids and Tech for Teaching, and their feasibility of expanding the Tech for Teaching Program in 2012-2013. The approval of this initiative lies in the Board. She also informed the Committee that last night the District signed a Memorandum of Agreement with Embry Riddle Aeronautical University, whose staff will be teaching classes on campus at Battery Creek High School next fall. She also provided information on Title One versus Non-Title One Schools.

Mrs. Phyllis White, School District Chief Operational Services Officer, presented the financial aspects of the District budget to Committee. The presentation provided Committee an overview of the following:

- Historical Financial Information
 - Local Tax Revenue Budget vs. Actual
 - Tax Collection Rates Budget to Actual
 - Cost Reductions – Actual / Projected Expenditures
 - List of Reductions Taken
 - Student Enrollment to Employees Ratio
 - Efficiency Ratios
 - Historical Spreadsheet that outlines source and the final/audited budget
 - Fund Balance Percentages
 - Fund Balance Overview

Mrs. White also presented the Committee an overview of the FY 2012/2013 budget. Highlights of the budget included the following:

- State revenue has remained flat since 2006
- State revenue has decreased 86% since 2004
- Local (tax) revenue has decreased by \$4.5 million since 2009 (4% decrease) – rollback occurred with TIF issue - Millage rate decreased since 2009 generating less revenue
- Millage rate has remained the same for three years (since 2010)
- Enrollment has increased 12% since 2004 (from 18,053 to 20,148)

- Budget cuts totaling \$16.9 million have been made since 2010 to offset mandated increases by State and other contractual requirements with an additional \$6M needed for FY 2013 to reach a flat budget
- Six new schools and a charter school have opened since 2010 during this decrease in local revenue
- Number of employees has decreased by 8% since 2008 with enrollment increasing over 3% (169 positions to date with possible 45 more expected for 2012-13)
- District has been dependent on an annual tax anticipation note for 11 years (since 2001)

Mrs. White stated the District has been faced with many challenges. (1) Revenues remaining flat. This caused the District to operate on less local revenue than four years ago. (2) Expenditures continue to increase. This causes challenges in that the District still must comply with state mandated increases. (3) Biggest opportunity for reductions is positions. This causes a challenge of the staffing formula being stretched. She also reviewed the expenditure challenges of the District which included the following and totals \$5.5 million.

- State mandated 2% certified staff salary increase (without identified revenue) in Senate version - \$2.0 million
- State mandated teacher step increase (not finalized but very probable) - \$1.3M
- Riverview Charter School enrollment increase (114 students as a result of lawsuit) = \$1M
- Other contractual obligations = \$500,000
- State mandated health benefit increases = \$500,000
- Property insurance increase = \$164,000

She reviewed what the District has been doing to meet these challenges which included the following:

- Continuing energy conservation - energy consumption continues to be lower than 2006 using controls and motion sensors – estimated cost savings of greater than \$10.0 million; building LEED certified schools
- Consolidating/closing schools
- Selling under-utilized property – sold three parcels with more anticipated
- Renting out buildings – generating \$563,000 in rental income
- Reducing staff (199 positions over past 4 years)
- Increasing class sizes
- Reducing supply allocations
- Negotiating and rebidding contracts
- Actively pursuing donations
- Applying for and receiving grants

Mrs. White provided the Committee a spreadsheet demonstrating the proposed budget, the impact of the proposed budget, and the projected fund balance percentages.

She stated the Board will not certify the proposed budget until 2:00 p.m. on Friday May 18, 2012 which causes a timing issue in getting the ordinance to Council to be placed on the agenda for the May 21 County Council Meeting.

Discussion between the Committee and the District followed.

It was moved by Mr. McBride, seconded by Mr. Sommerville, that Finance Committee approve and recommend Council approve on first reading, by title only, the School District's FY 2012 /2013 Budget. The vote was: YEAS –Mr. Baer, Mr. Caporale, Mr. Flewelling, Mr. McBride, Mr. Rodman, Mr. Sommerville and Mr. Stewart. The motion passed.

Recommendation: Council approve on first reading, by title only, the School District's FY 2012/2013 budget.

2. Joint Use of School Facilities

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Committee Chairman Stu Rodman stated this item came out of the County's retreat/annual planning meeting as an initiative, and opened the item up for discussion.

Mr. Fred Washington, Board of Education Chairman, stated during the Joint Initiative Committee of Council and Board of Education, this item was discussed. One of the small steps that we tried to work with was the St. Helena Island Elementary School gym.

When we begin talking about joint uses, it needs to begin at the policy level. It is something where the elected officials need to meet and agree in concept, then have administrative staff talk about the details. He is a proponent of joint use.

Mr. Rodman felt letting the administrative staffs figure out a good policy first and then bringing it forward for consideration, would be better than having Council and the School Board do so.

Mr. Washington stated we need to be aware of the limitations, etc., but feels it is something that should be pursued.

Status: This item was intended for informational purposes only.

3. Off Agenda Discussion

Notification: To view video of full discussion of this meeting please visit http://beaufort.granicus.com/ViewPublisher.php?view_id=2

Discussion: Committee Chairman Stu Rodman reviewed with Committee open issues relative to the New River TIF, Operating Reserve Policy, and open issues relative to the County's budget.

Status: This item was intended for informational purposes only.

DRAFT