

VIRGINIA:

At a recessed meeting of the Board of Supervisors of the County of Northampton, Virginia, held in the Board Room of the County Administration Building, 16404 Courthouse Road, Eastville, Virginia, on the 29th day of May, 2012, at 5:30 p.m.

Present:

Oliver H. Bennett, Chairman                      Willie C. Randall, Vice Chairman  
Richard L. Hubbard                                      Larry LeMond  
Laurence J. Trala

The meeting was called to order by the Chairman.

Public Hearing:

Chairman Bennett called to order a public hearing on the estimated revenues, projected expenditures and supporting tax rates of the Fiscal Year 2013 Budget:

Tax Rates for Tax Year 2012 are proposed to be set as follows:

	<u>Tax Year 2011 (Current)</u>	<u>Tax Year 2012 (Proposed)</u>
Real Estate:	\$.49 per \$100 assessed value	\$.55 per \$100 assessed value
Mobile Homes:	\$.49 per \$100 assessed value	\$.55 per \$100 assessed value
Tangible Pers. Property	\$4.10 per \$100 assessed value	\$4.10 per \$100 assessed value
Aircraft	\$4.10 per \$100 assessed value	\$4.10 per \$100 assessed value
Boats	\$.99 per \$100 assessed value	\$.99 per \$100 assessed value
Machinery & Tools	\$2.25 per \$100 assessed value	\$2.25 per \$100 assessed value
Farm Mach. & Equip.	\$1.43 per \$100 assessed value	\$1.43 per \$100 assessed value
Heavy Construction	\$2.86 per \$100 assessed value	\$2.86 per \$100 assessed value
Solar Installations	\$0.49 per \$100 assessed value	\$.49 per \$100 assessed value

The County Administrator presented the following powerpoint presentation to the Board:

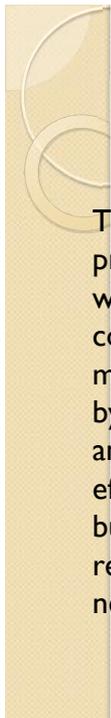


# **Northampton County, VA**

## **Annual Operating Budget**

### **Fiscal Year 2013**

July 1, 2012 – June 30, 2013



## **MISSION STATEMENT**

The mission of the Northampton County Government is to provide the necessary services to protect the health, safety, welfare, environment and quality of life of our citizens consistent with the communities' values and priorities. This mission is accomplished by encouraging citizen involvement, by preserving the County's fiscal stability, traditional values and unity of our people through the implementation of effective and efficient government programs; consensus building; managing the County's natural, cultural, and historic resources; planning for the future; and representing citizen needs and desires to other levels of government.

# LONG TERM GOALS

## ECONOMIC DEVELOPMENT

Create an environment where businesses are welcome and services are available to help them be prosperous

## EDUCATION

Facilitate the development of a quality educational environment that provides for high-quality education and job readiness skills for all County residents.

## HEALTH CARE

Provide and support adequate health care facilities, services and coverage for all citizens of the County, to the extent possible.

## INFRASTRUCTURE

Develop an infrastructure system that improves our quality of life.

# Budget Comparison

Fund Expenditures	FY12 Adopted Budget	FY13 Proposed Budget	FY13-FY12 Variance	FY13-FY12 % Change
General Fund	\$22,910,375	\$24,758,432	\$1,848,057	8%
Less Transfers	(\$12,602,080)	(\$13,525,182)	\$923,102	7%
<b>Net General Fund</b>	<b>\$10,308,295</b>	<b>\$11,233,250</b>	<b>\$924,955</b>	<b>9%</b>
Social Services Fund	\$3,294,231	\$2,755,201	-\$539,030	-16%
Less Transfers	(\$77,500)	(\$77,500)	\$0	0%
<b>Net Social Services</b>	<b>\$3,216,731</b>	<b>\$2,677,701</b>	<b>-\$539,030</b>	<b>-17%</b>
<b>ES Regional Jail Fund</b>	<b>\$3,493,095</b>	<b>\$3,666,886</b>	<b>\$173,791</b>	<b>5%</b>
School Cap Projects Fund	\$0	\$155,952	\$155,952	100%
Purch. of Devpt. Rights	\$25,012	\$0	-\$25,012	-100%
General Debt Service	\$5,272,775*	\$2,160,211	-\$3,112,564	-59%
School Debt Service	\$1,343,087	\$1,343,087	\$0	0%
Public Utilities Fund	\$141,637	\$198,586	\$56,949	40%
School Operating Funds	\$19,992,540	\$22,341,848	\$2,349,308	11.75%
<b>Net Grand Total</b>	<b>\$43,793,172</b>	<b>\$43,777,521</b>	<b>-\$15,651</b>	<b>-.04%</b>

\*Includes \$2,309,815 from state as reimbursement on jail construction costs; placed in debt service contingency account as future revenue (actually received an additional \$344,581 in interest costs from state so final revenue receipt was \$2,654,396.20)

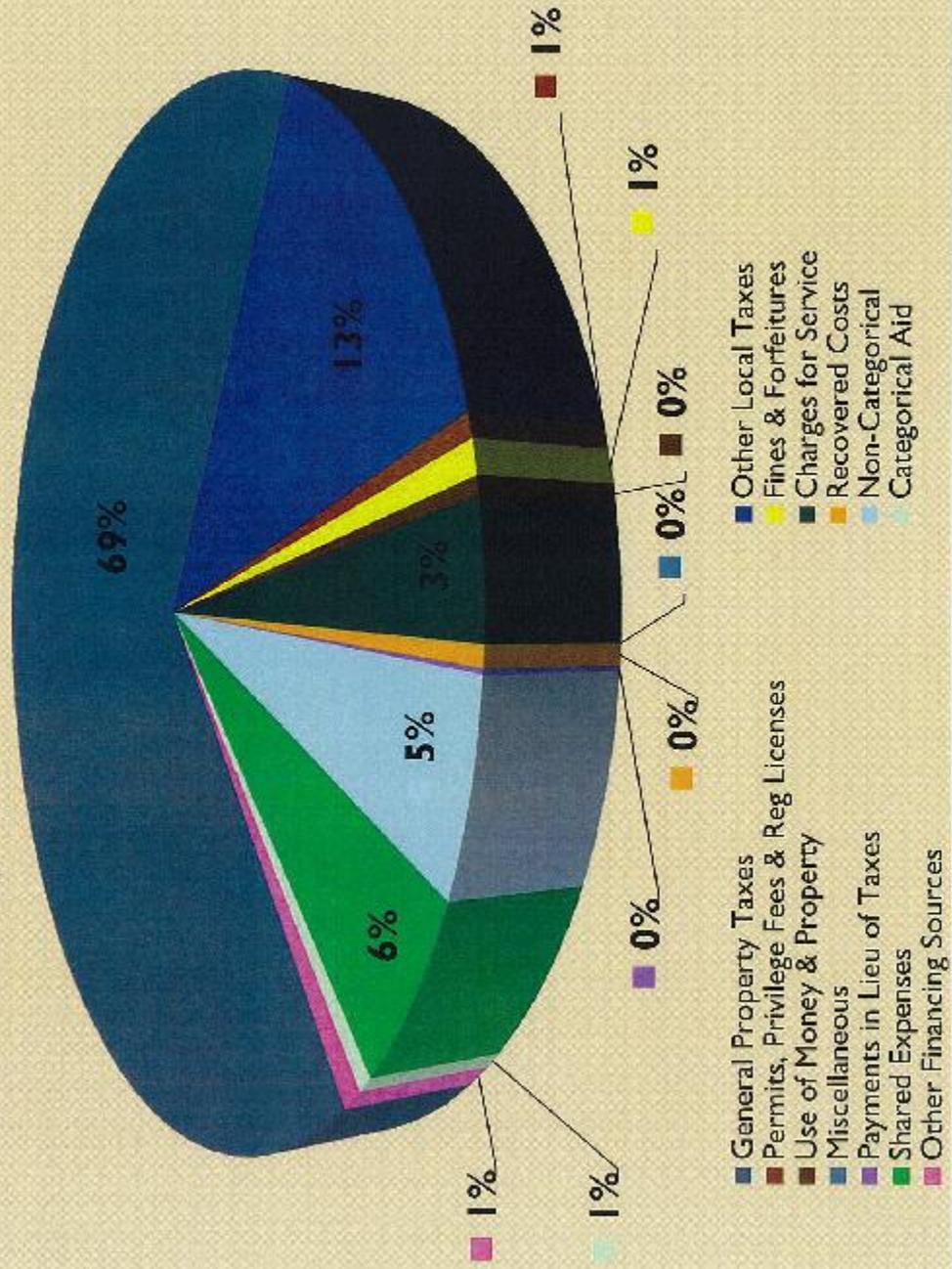
## School Funds Detail-Budget Comparison

Fund Expenditures	FY12 Adopted Budget	FY13 Proposed Budget	FY13-FY12 Variance	FY13-FY12 % Change
School General Operating Fund	\$16,671,486	\$17,367,229	\$695,743	4.18%
School Federal Grants Fund	\$2,435,858	\$4,111,596	\$1,675,738	68.8%
School Food Service Fund	\$885,196	\$863,023	(\$22,173)	-2.51%
Total School Op. Funds	\$19,992,540	\$22,341,848	\$2,349,308	11.75%

## GENERAL FUND



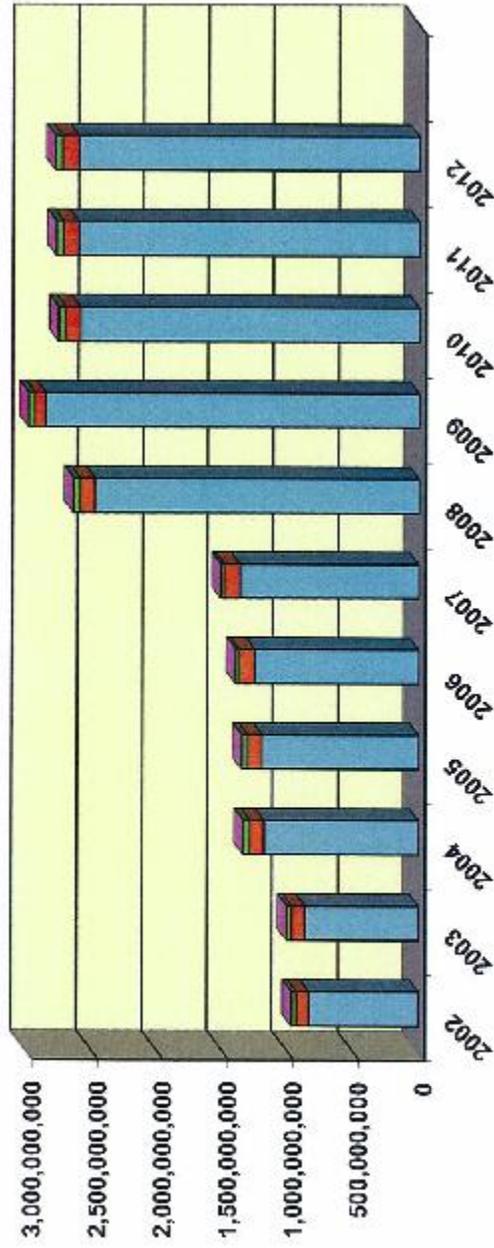
# General Fund Where the Money Comes From



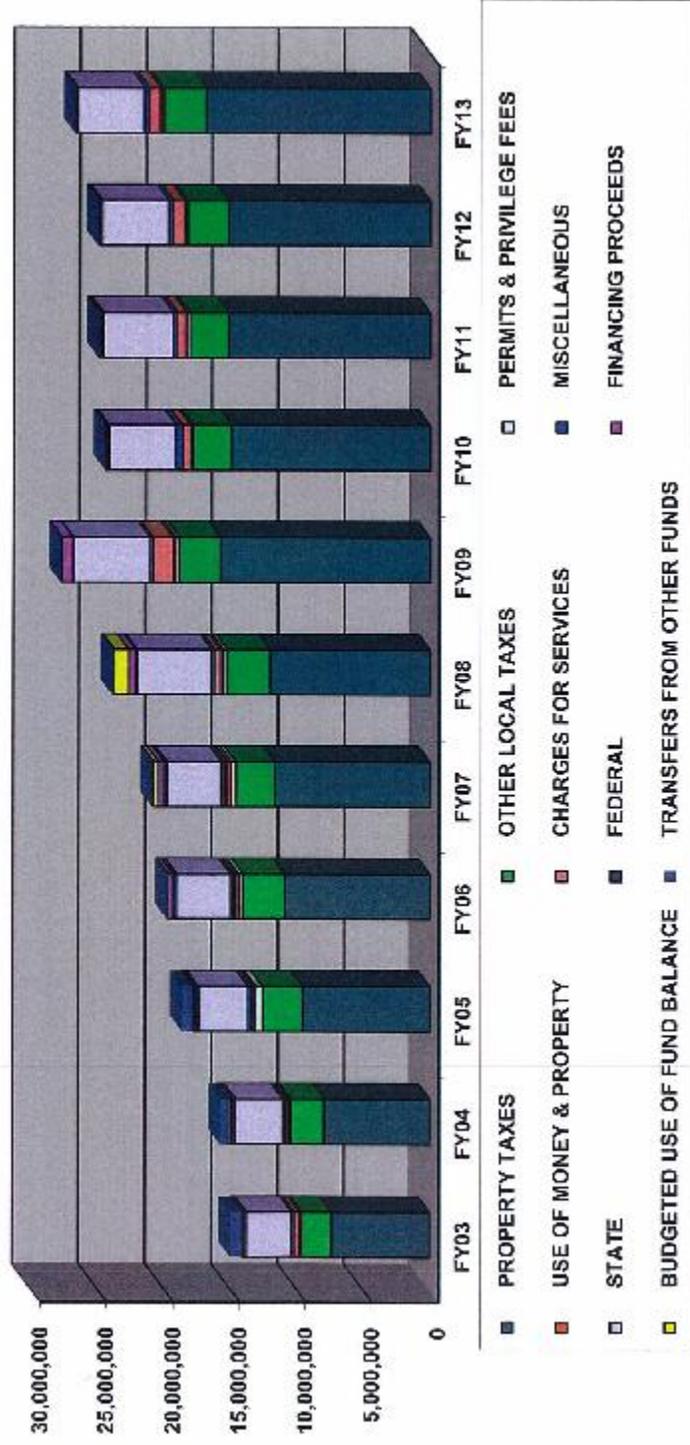
## Tax Rates Proposed for the FY13 Budget

	Tax Year 2011 Tax Rate Per Hundred	Tax Year 2012 (Proposed) Tax Rate Per Hundred
Real Estate	.49	.55
Mobile Homes	.49	.55
Solar Installations	.49	.49
Personal Property	4.10	4.10
Aircraft	4.10	4.10
Boats	.99	.99
Machinery & Tools	2.25	2.25
Farm Machinery & Equip.	1.43	1.43
Heavy Construction Equip.	2.86	2.86

## Taxable Assessed Property Values



## General Fund Revenues by Classification



## Revenue Changes in Detail

- There have been modest changes in our revenue streams, specifically the state has started to reverse its trend of reduction in local aid. The main change has been in the reduction of the amount of "Locality Contribution to State Aid" required from Northampton County. While the state did not eliminate this program, they scaled back the amount required, resulting in a net revenue gain of \$25,000 to the county. The state maintained their contributions for constitutional offices which is the first year we have not experienced a revenue loss since 2008 in that funding stream.
- There is continued growth in our local permits, licenses and charges for services as we continue to see activity increase for building permits and solid waste disposal. We are projecting a 15% increase for building permits (up by \$13,000) and 21% increase for solid waste (up by \$81,000).
- The sale of real estate has not rebounded in a material way and we are stagnant on associated recordation tax revenue.
- As a result of the new deputies which were funded in the FY12 budget and were tasked to generate motor vehicle fines to cover the cost of the positions, there has been an increase to cover the cost of the one position that has been fully activated and believe that when the second position comes fully on-line we will achieve a similar result.

## Revenue Changes in Detail

### Real Estate Taxes

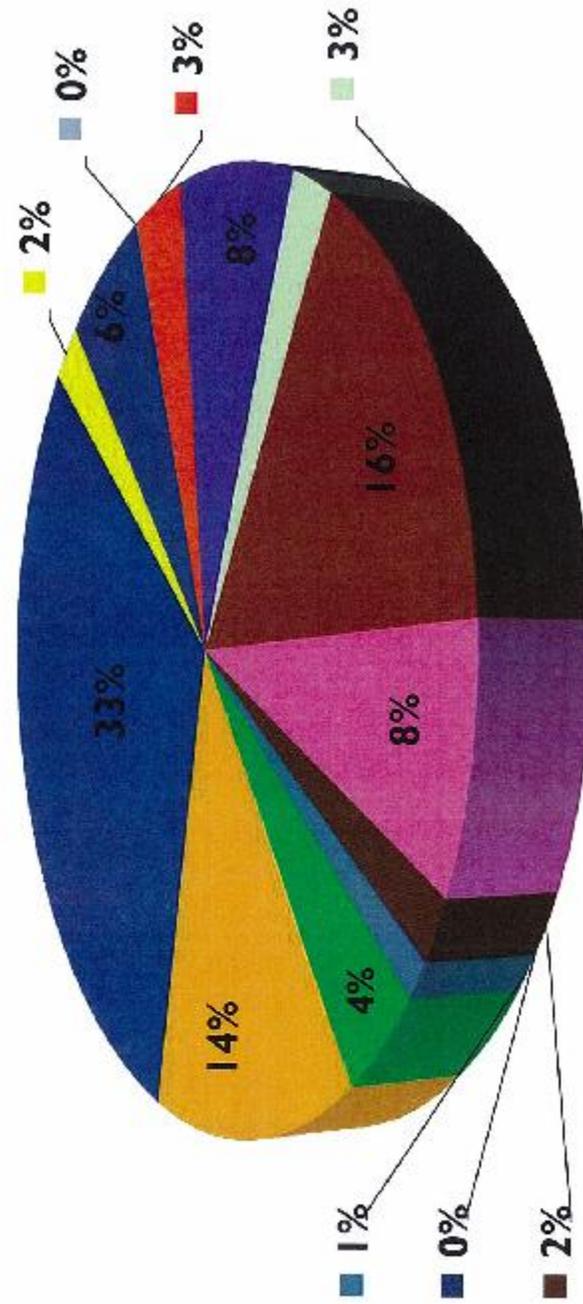
- This budget proposes a 6¢ tax increase in real estate taxes. Each penny generates \$245,565.20 in increased revenue.

VALUE OF PROPERTY	EXISTING RATE OF \$ .49 PER \$100	PROPOSED NEW RATE OF \$ .55 PER \$100	DIFFERENCE
\$ 40,000	\$ 196.00	\$ 220.00	\$ 24.00
\$ 60,000	\$ 294.00	\$ 330.00	\$ 36.00
\$ 80,000	\$ 392.00	\$ 440.00	\$ 48.00
\$ 100,000	\$ 490.00	\$ 550.00	\$ 60.00
\$ 120,000	\$ 588.00	\$ 660.00	\$ 72.00
\$ 140,000	\$ 686.00	\$ 770.00	\$ 84.00
\$ 160,000	\$ 784.00	\$ 880.00	\$ 96.00
\$ 180,000	\$ 882.00	\$ 990.00	\$ 108.00
\$ 200,000	\$ 980.00	\$ 1,100.00	\$ 120.00
\$ 220,000	\$ 1,078.00	\$ 1,210.00	\$ 132.00
\$ 240,000	\$ 1,176.00	\$ 1,320.00	\$ 144.00
\$ 260,000	\$ 1,274.00	\$ 1,430.00	\$ 156.00
\$ 280,000	\$ 1,372.00	\$ 1,540.00	\$ 168.00
\$ 300,000	\$ 1,470.00	\$ 1,650.00	\$ 180.00
\$ 320,000	\$ 1,568.00	\$ 1,760.00	\$ 192.00
\$ 340,000	\$ 1,666.00	\$ 1,870.00	\$ 204.00
\$ 360,000	\$ 1,764.00	\$ 1,980.00	\$ 216.00
\$ 380,000	\$ 1,862.00	\$ 2,090.00	\$ 228.00
\$ 400,000	\$ 1,960.00	\$ 2,200.00	\$ 240.00

Average Home Range for County

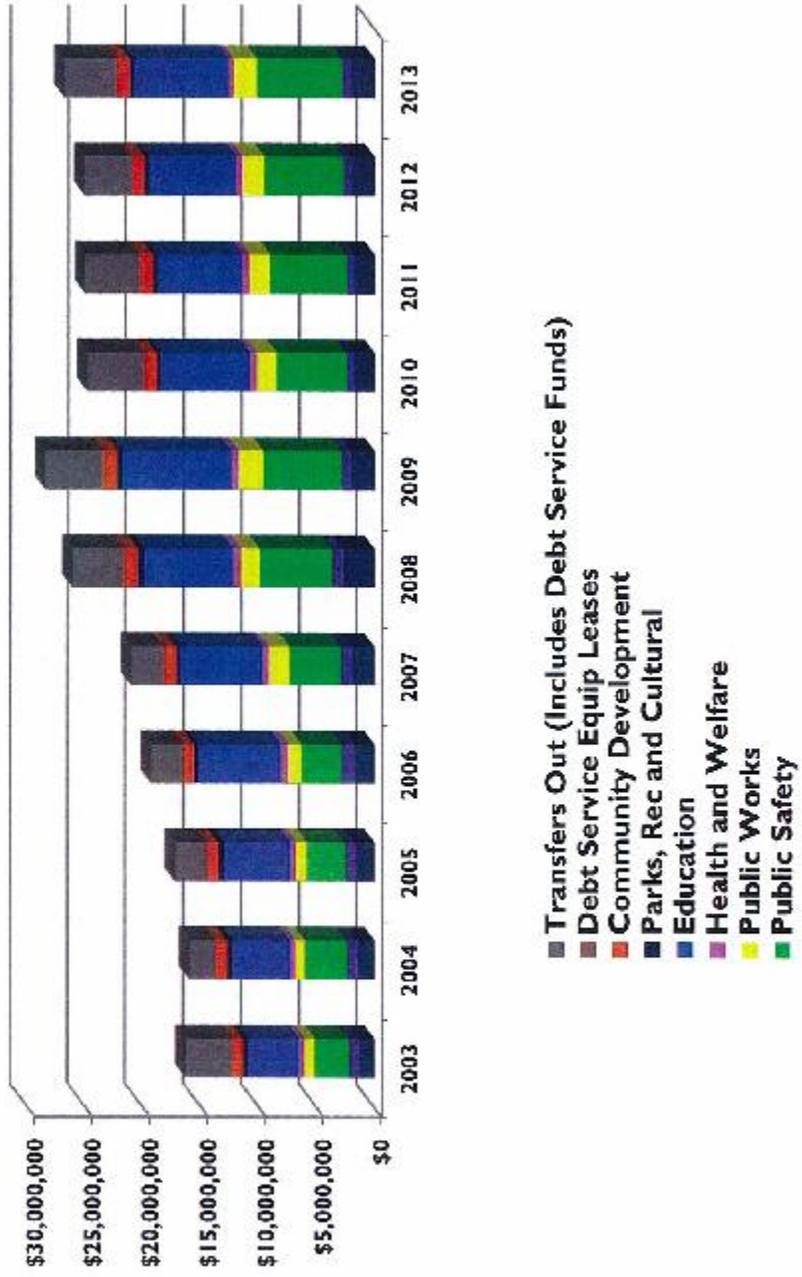
# General Fund

## Where the Money Goes



- General Government Administration
- Public Works
- Parks, Recreation & Culture
- Transfers Out-School Operations
- Transfers Out- Public Utility Fund
- Judicial Administration
- Health & Welfare
- Community Development
- Transfers Out-Social Services
- Non-Departmental
- Public Safety
- Education-Com College
- Transfers Out-Debt
- Transfers Out- Jail Operations

# General Fund Expenditures by Function (inc. Jail)



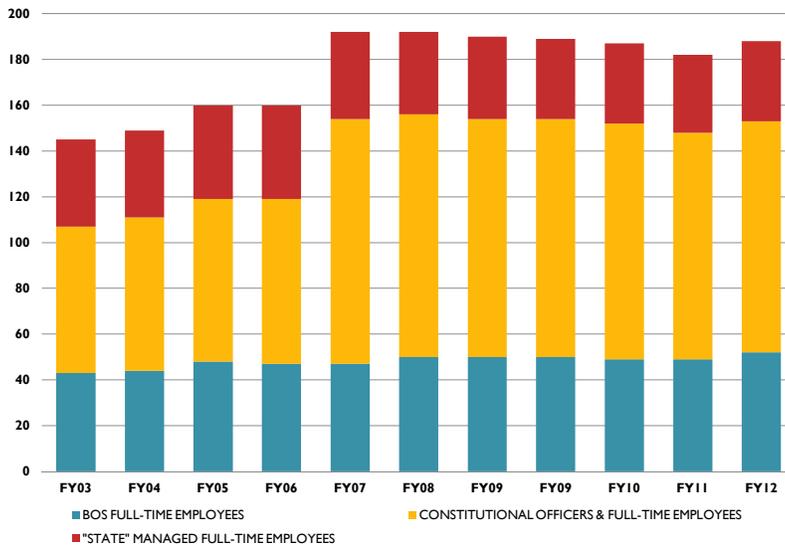
## General Fund Chart

	2012 Adopted Budget	2013 Budget Comm. Rec.	2013 Budget minus 2012 Adopted	%age Difference
Fund: 100 General				
Expenditures				
100-1101 - General,Board of Supervisors	\$25,119.58	\$45,647.00	\$20,527.42	82%
100-1201 - General,County Administrator	\$419,770.18	\$406,890.00	(\$12,880.18)	-3%
100-1204 - General,County Attorney	\$72,612.28	\$78,306.00	\$5,693.72	8%
100-1208 - General,Independent Auditor	\$45,450.00	\$47,586.00	\$2,136.00	5%
100-1209 - General,Commissioner of the Revenue	\$200,455.54	\$207,759.00	\$7,303.46	4%
100-1210 - General,General Reassessment	\$181,890.00	\$163,630.00	(\$18,260.00)	-10%
100-1213 - General,County Treasurer	\$267,623.37	\$270,605.00	\$2,981.63	1%
100-1220 - General,Finance	\$317,378.30	\$322,801.00	\$5,422.70	2%
100-1240 - General,Information Technology	\$220,523.40	\$265,440.00	\$44,916.60	20%
100-1301 - General,Electoral Board	\$158,140.35	\$148,471.00	(\$9,669.35)	-6%
100-1302 - General,Re-Districting/Census	\$0.00	\$0.00	\$0.00	
100-2101 - General,Circuit Court	\$24,932.00	\$27,012.00	\$2,080.00	8%
100-2102 - General,General District Court	\$5,952.00	\$6,940.00	\$988.00	17%
100-2103 - General,Magistrates	\$4,100.00	\$3,725.00	(\$375.00)	-9%
100-2104 - General,Juvenile & Domestic Relations Ct	\$2,785.00	\$4,660.00	\$1,875.00	67%
100-2106 - General,Clerk of the Circuit Court	\$282,294.17	\$290,952.00	\$8,657.83	3%
100-2107 - General,Victim Witness	\$19,831.08	\$20,017.00	\$185.92	1%
100-2201 - General,Commonwealth Attorney	\$260,919.47	\$272,363.00	\$11,443.53	4%
100-3102 - General,Sheriff	\$1,672,783.95	\$1,881,072.00	\$208,288.05	12%
100-3203 - General,Ambulance & Rescue	\$12,611.00	\$12,512.00	(\$99.00)	-1%
100-3204 - General,Fire Prevention	\$155,399.00	\$171,304.00	\$15,905.00	10%
100-3205 - General,Emergency Medical Services	\$964,197.02	\$1,164,723.00	\$200,525.98	21%
100-3302 - General,Care & Confinement	\$0.00	\$0.00	\$0.00	
100-3303 - General,Judicial Court Services	\$37,300.00	\$36,200.00	(\$1,100.00)	-3%

## General Fund Chart (cont')

	2012 Adopted Budget	2013 Budget Comm. Rec.	2013 Budget minus 2012 Adopted	%age Difference
100-3401 - General,Building Inspections	\$211,184.51	\$214,993.00	\$3,808.49	2%
100-3502 - General,Animal Control	\$126,966.84	\$102,377.00	(\$24,589.84)	-19%
100-3503 - General,Animal Control Contribution	\$25,200.00	\$33,138.00	\$7,938.00	32%
100-3505 - General,Emergency Services	\$249,066.00	\$246,892.00	(\$2,174.00)	-1%
100-4101 - General,Public Works Administration	\$78,142.40	\$82,102.00	\$3,959.60	5%
100-4204 - General,Solid Waste Services	\$1,244,665.55	\$1,305,110.00	\$60,444.45	5%
100-4302 - General,Facilities Management	\$536,162.20	\$585,921.00	\$49,758.80	9%
100-5101 - General,Local Health Department	\$353,319.00	\$353,319.00	\$0.00	0%
100-5205 - General,Chapter X Board (CSB)	\$57,855.00	\$57,855.00	\$0.00	0%
100-5301 - General,Welfare Administration	\$1,800.00	\$1,800.00	\$0.00	0%
100-5309 - General,Comprehensive Services Act	\$208,000.00	\$104,000.00	(\$104,000.00)	-50%
100-6501 - General,Community College	\$21,136.00	\$20,723.00	(\$413.00)	-2%
100-6505 - General,Other Education Expenses NCPS	\$0.00	\$0.00	\$0.00	
100-7101 - General,Parks & Recreation	\$146,821.77	\$158,404.00	\$11,582.23	8%
100-7107 - General,Harbors & Boat Ramps	\$69,922.32	\$41,612.00	(\$28,310.32)	-40%
100-7302 - General,Eastern Shore Regional Library	\$106,420.00	\$111,969.00	\$5,549.00	5%
100-7303 - General,Cape Charles Public Library	\$15,500.00	\$20,000.00	\$4,500.00	29%
100-8101 - General,Planning & Zoning	\$480,332.63	\$467,193.00	(\$13,139.63)	-3%
100-8102 - General,Community Development	\$54,027.00	\$60,933.00	\$6,906.00	13%
100-8104 - General,Code Compliance	\$122,923.01	\$124,718.00	\$1,794.99	1%
100-8105 - General,Economic Development	\$85,000.00	\$56,750.00	(\$28,250.00)	-33%
100-8106 - General,Wetlands Board	\$2,100.00	\$2,100.00	\$0.00	0%
100-8107 - General,Planning Commission	\$6,952.00	\$6,579.00	(\$373.00)	-5%
100-8108 - General,Other Economic Development	\$236,951.00	\$253,382.00	\$16,431.00	7%
100-8203 - General,Soil & Water Conservation	\$28,508.00	\$28,783.00	\$275.00	1%
100-8301 - General,Extension Service Administration	\$70,723.04	\$69,120.00	(\$1,603.04)	-2%
100-8305 - General,Extension Service-Johnson Grass	\$10,528.44	\$12,338.00	\$1,809.56	17%
100-9503 - General,General Insurance	\$117,021.00	\$107,879.00	(\$9,142.00)	-8%
100-9600 - General,Transfers Out	\$12,602,080.00	\$13,525,182.00	\$923,102.00	7%
100-9800 - General,Debt Service	\$183,259.00	\$120,485.00	(\$62,774.00)	-34%
100-9900 - General,Contingency	\$105,741.00	\$634,160.00	\$528,419.00	500%
Fund Total: General	(\$22,910,375.40 )	(\$24,758,432.00 )	(\$1,848,056.60 )	8%

## FULL-TIME COUNTY EMPLOYEES FY03 – FY13



## General Fund Personnel Changes

- New School Resource Officer
- Increased Part-Time Funding for Solid Waste to eliminate the 2-hour mid-day closure gap of the waste collection sites.

## General Fund

### EXPENDITURES – EMPLOYEE COMPENSATION

- The county's health insurance plan held steady with no rate increases and we have maintained the employer contribution rate at \$473.74 per month.
- There is no funding included in this budget for COLAs or Merit Increases for any county personnel.
- However, as a result of the Virginia Retirement System (VRS) changes, we have had significant increases both to the employer contribution which has risen from 7.86% to 10.18% and the employee contribution. Historically, the county has provided the 5% employee contribution but the employee is now required to pay that component themselves. The state has mandated as part of this transition that the locality provide a 5% pay increase to offset this change, which increases our required tax obligations on salary & wages.

## Expenditure Changes

- Creation of New Economic Development Department - total cost is \$181,985 – position is currently reflected under the Contingency Line at \$125,235 and operational is reflected under ED Department (100-8105) at \$56,750.
- Funding in Bd of Supervisors budget included to prepare and sell county property in Eastville (former home of Registrar, Maintenance, etc) – \$15,000
- Full funding of ambulance staffing for Emergency Medical Service
- Increased contributions to each fire company by \$3,000.
- Includes funding of \$7,000 for fire works for Cape Charles and increased support for Cape Charles library (\$4,500)

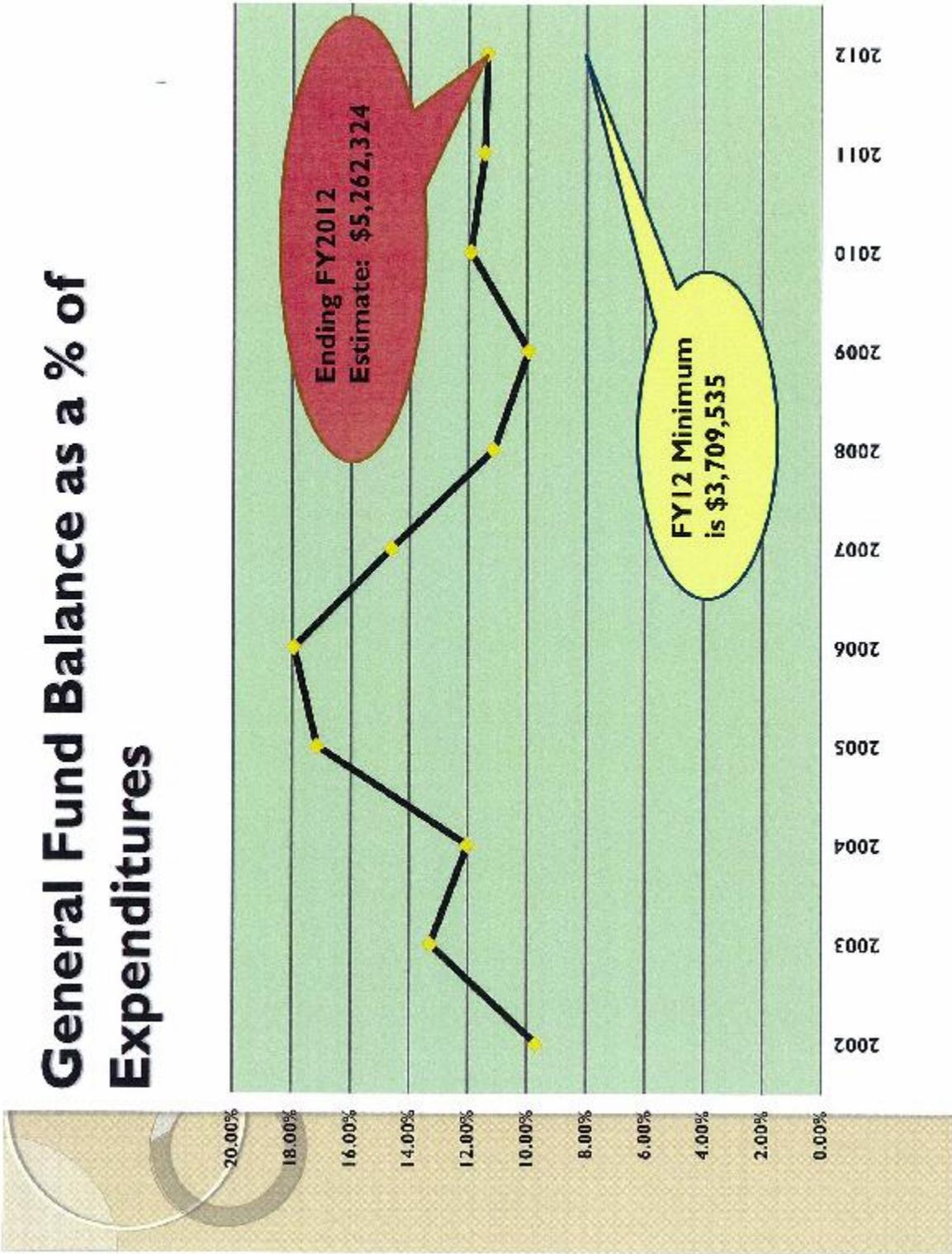
## Expenditure Changes (cont')

- Continues funding for Tall Ships event planning in the amount of \$45,000.
- Provides for Agenda software & iPads for Board meetings (\$10,230).
- Provides for pay-out of accrued benefits for 4 retirements (\$31,352) – funded under Contingency.
- Provides for contribution to Undesignated Fund Balance (\$214,098).
- Contingency includes a reserve of \$209,569 in anticipation of a potential tax reduction of \$.25 in the rates for Personal Property & Machinery and Tools.
- Creation of School Debt Service Reserve Account in the amount of \$252,229.

## Recommended for Lease-Purchase

<u>DEPARTMENT</u>	<u>ITEM</u>	<u>PAYMENT</u>	<u>TOTAL</u>
Economic Development	Vehicle (1)	\$6,000	\$18,000
Public Utilities	Vehicle (1)	\$5,000	\$15,000
Sheriff	Vehicles (3)	\$31,156	\$93,467
Solid Waste	Zero Turn Mower	\$3,333	\$10,000
Building Department	Vehicle (1)	\$7,856	\$23,567
<b>TOTAL (including interest)</b>		<b>\$58,183</b>	<b>\$169,629</b>
<i>Financing over three years (Assumes interest rate of 3%)</i>			
School	Buses (3)	\$57,353.94	\$263,828 <i>(includes interest)</i>
<i>Financing over five years (Assumes interest rate of 5%); funds included in Operating Contribution to the Schools This is Fifth Year of Scheduled Bus Replacement for the next round of buses.</i>			

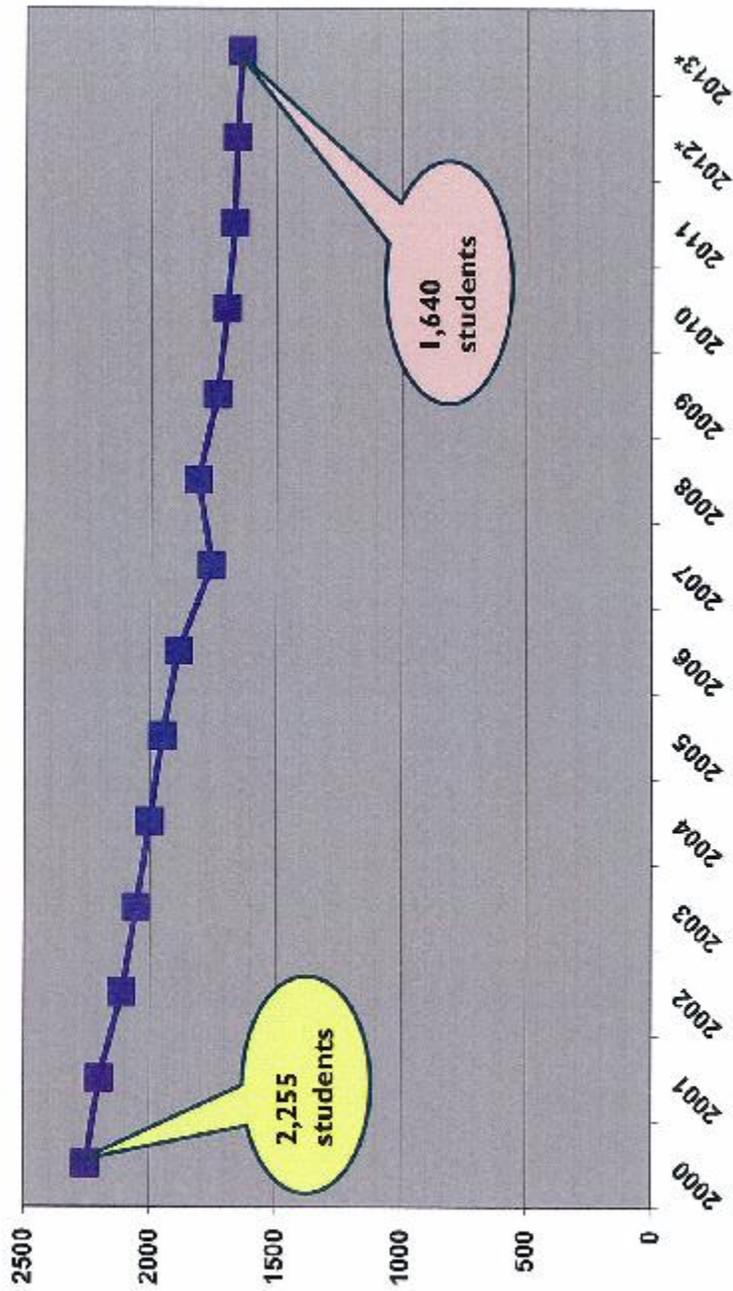
# General Fund Balance as a % of Expenditures



# SCHOOL FUND

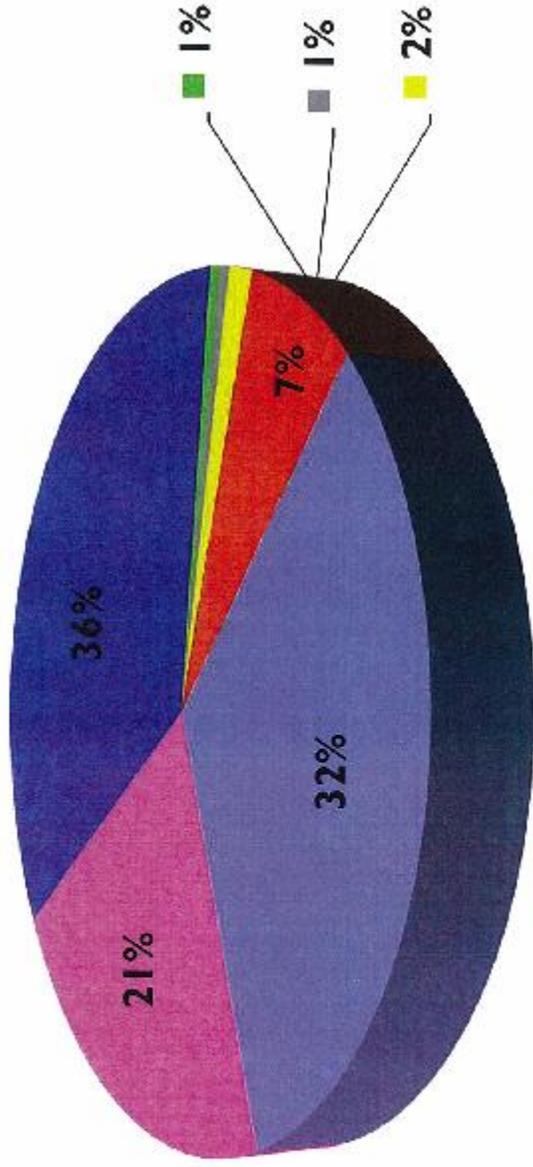


# School March 31 ADM



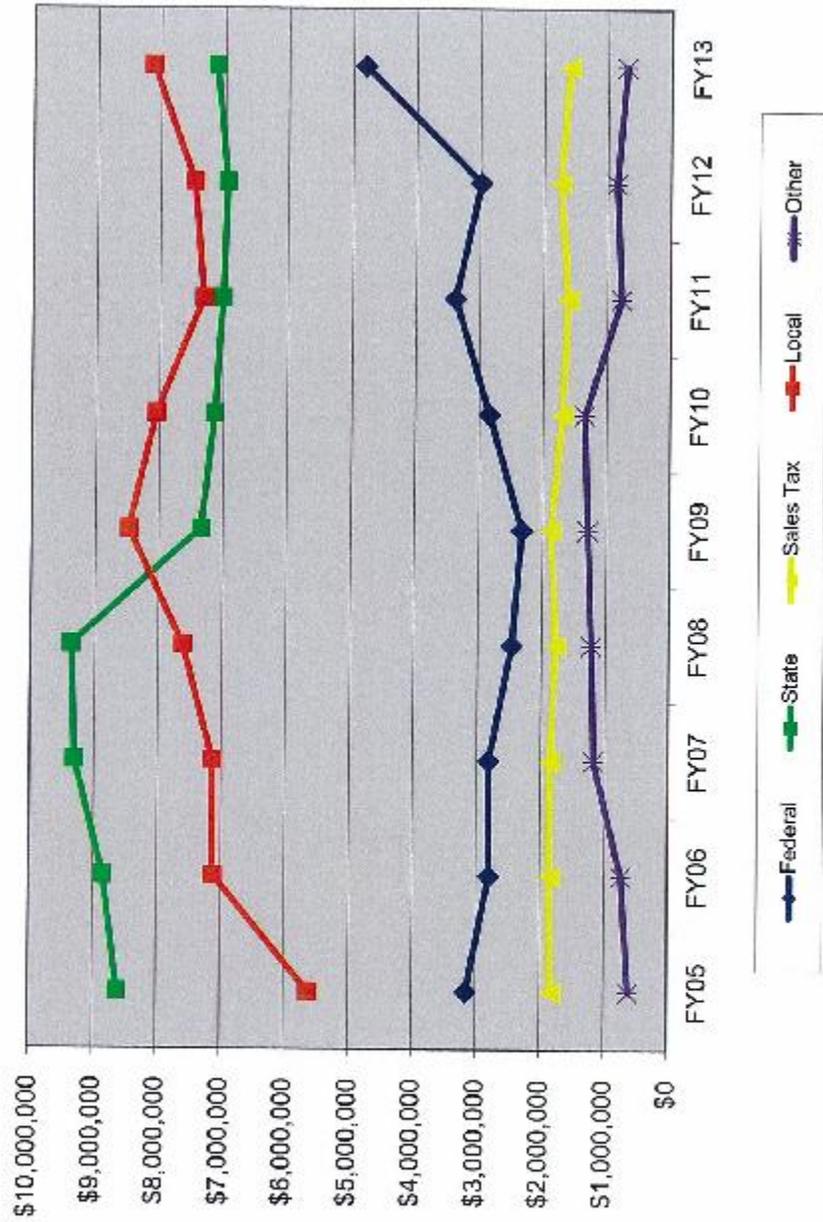


# School Operating Funds Where the Money Comes From

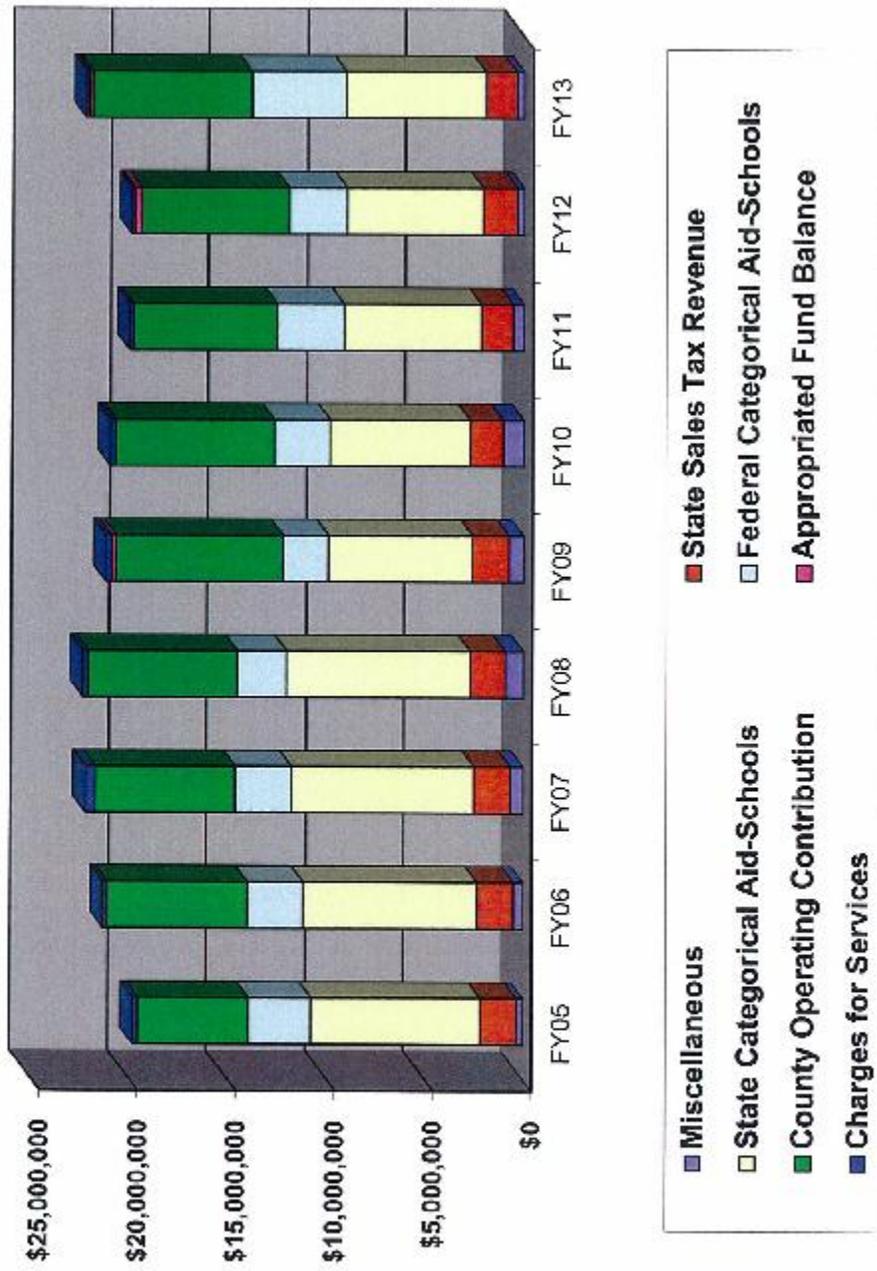


- Charges for Service
- Miscellaneous
- Sales Tax
- Categorical Aid-State
- Categorical Aid-Federal
- Transfers In-General Fund
- Non-Departmental-Transfer to Capital Proj Fund

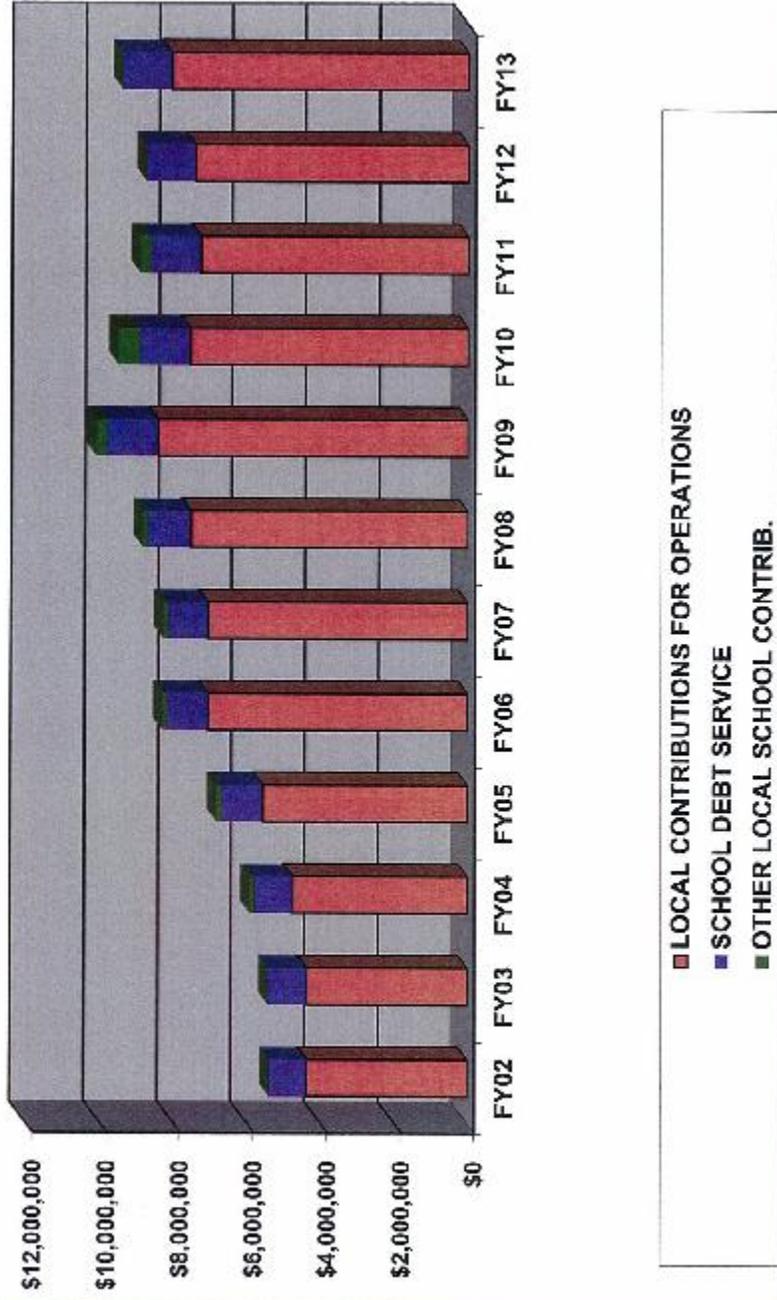
# School Operating Funds Revenues by Type



# School Operating Funds – Revenues by Type

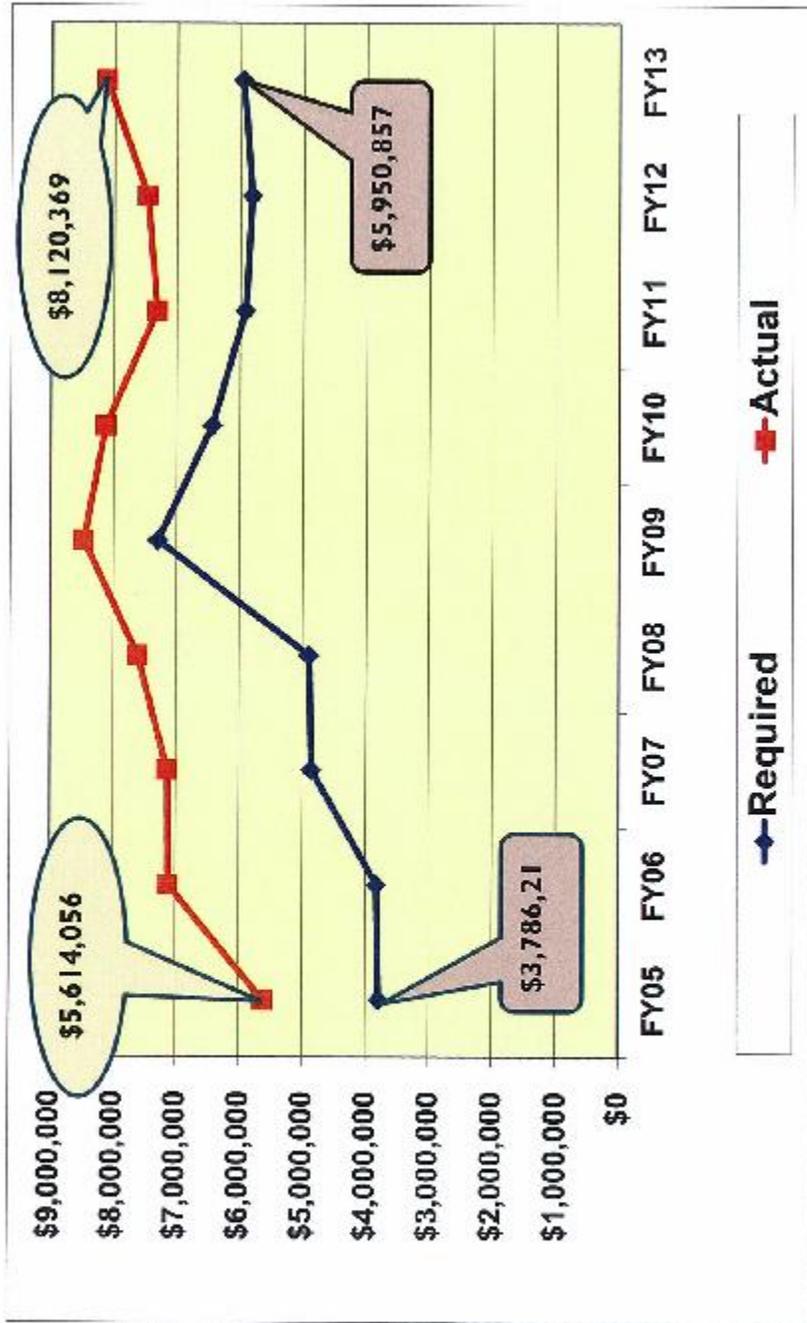


# Local School Contributions



# School Operations

## Required Local Effort vs. Actual Local Effort

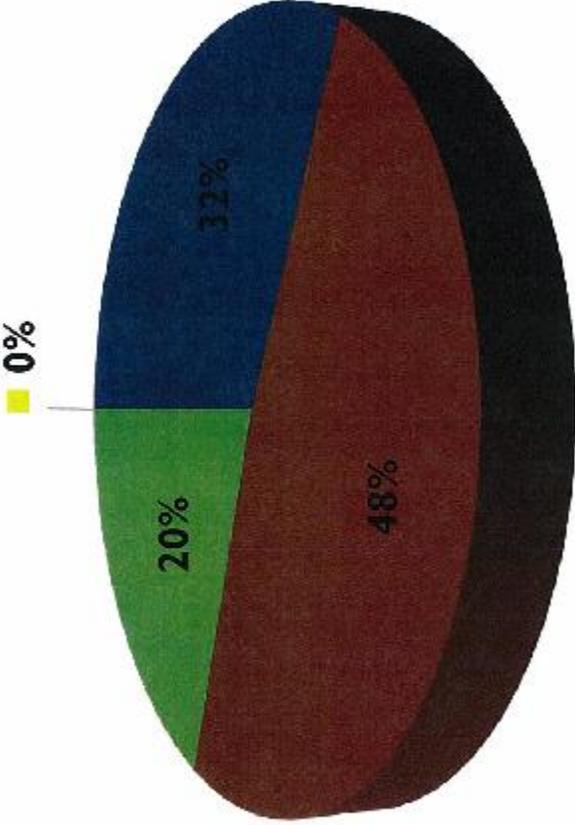


# SOCIAL SERVICES FUND





# Social Services Fund Where the Money Comes From



- Miscellaneous
- Categorical Aid-Federal
- Categorical Aid-State
- Other Financing Sources

## Social Services Fund

- Provides services to children & families (foster care, at-risk of foster care, residential special ed., at-risk of residential special ed.) which prevent dependency and encourage self-sufficiency; preserve and restore family stability.
- Significant legislative changes occurred in the administration of the Comprehensive Services Act (CSA) which will impact the level and financial obligations required of localities in coming year.

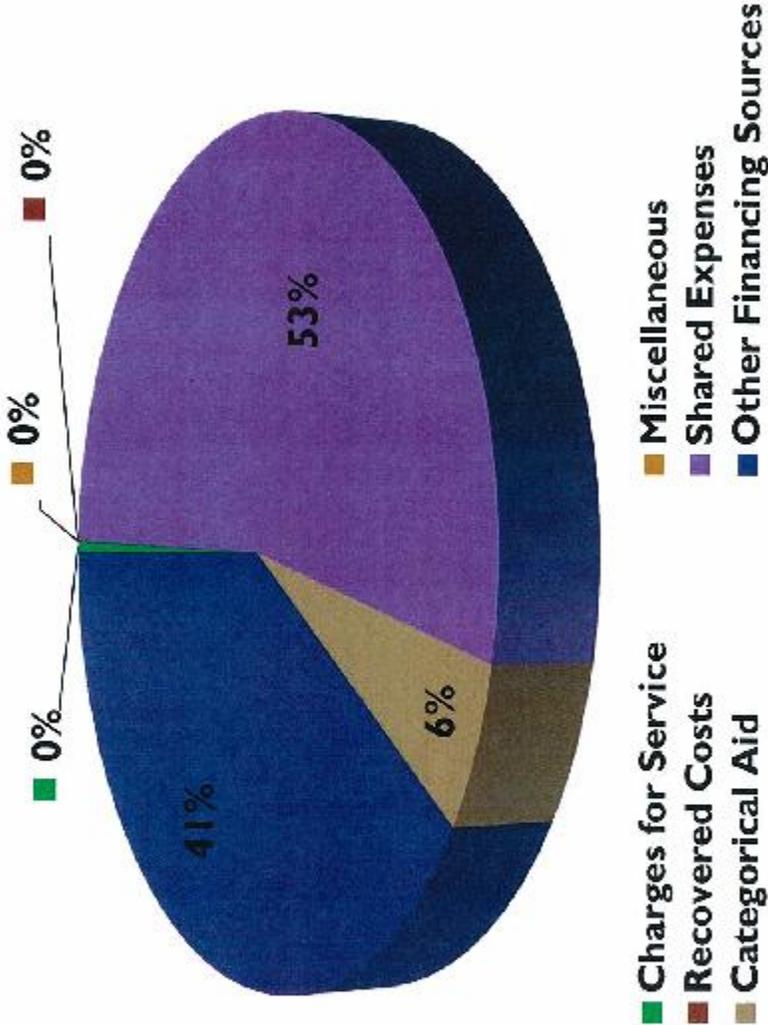
## EASTERN SHORE REGIONAL JAIL FUND





# Eastern Shore Regional Jail Fund

## Where the Money Comes From



## Changes in Detail

- Projected loss of revenue from Accomack County for prisoner housing (\$48,500)
- Increased VRS contribution by locality (both at the employer rate as well as the transition of employee taking over coverage of employee contribution & the required 5% salary increase to offset this change).
- Comp Board is full funding the minimum staffing requirement of 59 positions.

## PUBLIC UTILITIES FUND

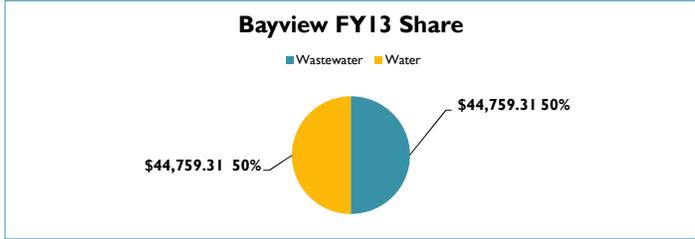


### CHANGES IN FUND

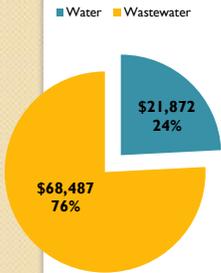
- New Public Utilities Operator to handle Bayview operations full-time.

# PUBLIC UTILITIES FUND

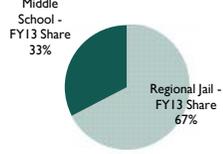
### Bayview FY13 Share



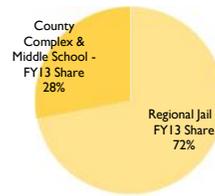
### County FY 13 Share



### Water



### Wastewater



Questions?

The Chairman asked if there were any present desiring to speak.

Mr. Pat Coady commended the Board for setting economic development as its top strategic goal and said that he was impressed with the Board's willingness to risk a tax increase at the beginning of the economic recovery. He did ask the Board to be "strong stewards" of the funds you will be receiving, noting that he was in favor of the proposed personal property and machinery & tools tax reductions.

Mr. John Chandler of Bayshore Concrete Products in Cape Charles noted that BCP has a 51-year history in the County and employs 150 persons. He distributed a business model showing the cost of doing business in Northampton County vs. other localities and requested that the Board consider further reductions to the machinery & tools tax rate from \$2.25 to the farm machinery rate of \$1.43, noting that Bayshore has invested in excess of \$10 million in equipment in the last five years.

Mr. G. F. Hogg, Jr. read the following comments:

Granville Hogg  
3125 Bluff Court  
Cape Charles, Virginia

1) There are two components that determine the amount of Taxes due. One component is set by the Board the other by the Commissioner of the Revenue. It is reasonable for the Board to inquire what the assessed value is in order to determine the amount of revenue that will potentially be available. How value is determined is the end result that determines taxes due. If taxes due are higher than surrounding areas business and mobile personal property will relocate outside the county.

When the cost of keeping comparable equipment in Northampton County is significantly in excess of neighboring areas, Northampton will get "ZERO". It is a business decision. The men from Bayshore have told you they can deliver their product cheaper if it is produced at a plant away from Northampton County.

2) I was not able to find the detailed budget "on Line" until 4:00 this afternoon, so I am not fully knowledgeable of the numbers presented. I note that various departments are requesting increases in salaries. I recognize the School Board does with its allocation whatever it wants, however if you were a school employee would you feel there is a difference in treatment. If

schools are limited in salary increases why aren't all County Workers in the same category? We are one county employing all these people.

3) I was not able to determine where money was coming from to purchase various facilities, what department and line number. I believe the Finance department will be able to help with that. I have not seen a budget to renovate the newly acquired facilities to meet current building codes and proposed uses.

It is noted that the Trash Collection sites have fences around them, there is a paved surface, there is a building, electricity, and water at the site. and the amount of land used is under 2 acres. The estimated cost of improvements is \$200,000.00.

What is the reasoning behind acquiring additional property for a Trash Collection site when the recent purchase of the land south of Eastville could serve the Trash Collection Station as well as the proposed County Maintenance Building and save approx. \$200,000?

The site has a fence around it, it is paved, it has a building, it has water, it has electricity, it has better access to U.S. 13 and U.S. Bus 13. It is not located between two restaurants. Its access is better and more remote to the MAIN THOROUGHFARE serving the HISTORIC COURT RECORDS AND SCHOOL FACILITIES.

By using this opportunity, there is no need to remove additional land from the Real Estate tax rolls.

Finally how do you anticipate offsetting the savings generated by using the Verizon property for two county purposes and maintaining the tax revenue that would be gained from keeping other land on the tax roll?

\* \* \* \* \*

Mr. Rick Recker of Franktown said that the proposed tax increase was too much and urged the Board to make additional cuts.

A letter from Robert C. Richardson was read into the record as follows:

May 29, 2012

Northampton County Board of Supervisors

Subject: Proposed 2012-2013 Budget

Mr. Chairman and Member of the Board

I am Robert C. Richardson from Seaview.

The proposed budget will raise expenditures by just short of one million dollars. That proposal is completely outrageous in today's economic situation. The taxpayers and property owners of Northampton County cannot continue to support the hemorrhaging of tax funds in the county. Because of the continuing recession from 2007 I respectfully request that the Board take the following actions to address the possibility of bankrupting the county.

1. Reduce the Administrative budget by 25%
2. Reduce all other budgets by 15%
3. Suspend the tax exemption for Northampton/Accomack hospital
4. Require all budget requests to be justified by documented evidence supporting a compelling need for each request.

Thank you,

Robert C. Richardson  
6365 Riverside Lane  
Cape Charles, VA 23310

\* \* \* \* \*

Dr. Walter Clemons, Division Superintendent, stated that "we are moving in the right direction and look forward to the continuing support from the School Board and the Board of Supervisors".

There being no further speakers, the public hearing was closed.

Mr. Randall stated that the increased taxes are primarily to support the school system.

Mr. Hubbard questioned the need for another full-time building inspector and suggested that this position could possibly be combined with Code Compliance. Additionally, he was uncertain of the need for another full-time public utilities operator. Also, there is possibly a need for seed money for economic development.

Closed Session

Motion was made by Mr. Trala, seconded by Mr. Randall, that the Board enter Closed Session in accordance with Section 2.2-3711 of the Code of Virginia of 1950, as amended:

Paragraph 7: Consultation with legal counsel and briefings by staff members, consultants, or attorneys pertaining to actual or probable litigation, and consultation with legal counsel employed or retained by the Board of Supervisors regarding specific legal matters requiring the provision of legal advice by such counsel. *Bayview Citizens for Social Justice*

All members were present and voted “yes.” The motion was unanimously passed.

After Closed Session, the Chairman reconvened the meeting and said that the Board had entered the closed session for that purpose as set out in paragraph 7 of Section 2.1-3711 of the Code of Virginia of 1950, as amended. Upon being polled individually, each Board member confirmed that this was the only matter of discussion during the closed session.

Recess:

Motion was made by Mr. Randall, seconded by Mr. LeMond, that the meeting be recessed until 5:00 p.m., Tuesday, June 5, 2012 in the Main Conference Room of the County Administration Building, 16404 Courthouse Road, Eastville, Virginia, to conduct another budget work session. All members were present and voted “yes.” The motion was unanimously passed.

The meeting was recessed.

\_\_\_\_\_CHAIRMAN

\_\_\_\_\_ COUNTY ADMINISTRATOR