

NOTIFICATION TO COUNTY MAYOR OF COMMITTEE MEETING BY MEMBERS OF MAURY COUNTY COMMISSION

The Special Called Budget Committee met on Tuesday, May 17, 2016 at approximately 4:30 PM in the Maury County Tom Primm County Commission Room with the following Committee Members present:

DAVIS BURKHALTER, SONNY SHACKELFORD, STEWART PARKER, GWYNNE EVANS, TOMMY WOLAVER AND DONNA COOK

OTHERS PRESENT: Gerald Adkison, Talvin Barner, Craig Harris, Don Morrow, Terry Potts, Eric Previti, Ricky Sims, Sue Stephenson, Gary Stovall, Scott Sumners, Debbie Turner, Linda Whiteside, Theresa Weber, and Media.

MINUTES OF MEETING

I. CALL TO ORDER:

Chairman Burkhalter called the meeting to order and Commissioner Parker offered the opening prayer. Commissioner Cook is going to be late so Commissioner Sumners is going to sit in for her until Commissioner Cook comes in. Chairman Burkhalter stated they are going to be hearing the General Purpose the Food and the Capital needs of the schools.

- II. FOOD SERVICE BUDGET:** Mr. Parkhurst presented the Food Service Budget. Mr. Parkhurst stated the Food Service Budget had a 3% increase in salary for all food service staff across the board. Mr. Parkhurst made his presentation. Mr. Parkhurst stated on revenues at school lunch for children \$725,000.00 and adults is \$165,000.00, Breakfast will be \$72,000.00 and Ala Carte Sales will be \$600,000.00 and other charges is \$20,000.00 and that will total this to be \$1,582,000.00 in that section. The next section is Miscellaneous Revenue and interest earned they are looking at about \$8,000.00 Commissioner Wolaver made a motion to approve under advisement. Seconded by Commissioner Shackelford. Mr. Parkhurst stated they would have miscellaneous refunds of \$25,000.00 and money received from the State is \$57,009.00 is the projection. Federal reimbursement for this next year they are looking at \$3,640,000.00 for lunches and receiving approximately \$477,299.00 off of this past years meals served and the breakfast reimbursement is \$1,370,000.00. The snacks were estimated at \$40,000.00 to serve out for this next year. There is a total of this amount of \$5,527,299.00 and adding all of those up there is a total of \$7,199,308.00 is the total revenue. Mr. Parkhurst stated on the expense side they are estimating \$74,000.00 in Workman's Comp. and the total personnel cost is going to be \$3,213,700.00. The operating cost which includes food and nonfood and other miscellaneous items will be \$3,829,799.00 which will give a total operation of \$7,117,499.00 and they are looking at having \$100,000.00 in large equipment purchases for next year and they have a maintenance staff member they are paying for in the general purpose side and they estimated \$47,100.00 given a total expenditure of \$7,264,599.00. The difference between the two is a negative of \$65,291.00. There were no lights. Chairman Burkhalter reminded everyone this is under advisement. All in favor. Motion Approved 6-0.

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- III. Delegations :** The first delegate signed up to speak was Johnny Langsdon and he lives at Wesley Place in Habersham. Mr. Langsdon stated that property tax is going to hit him hard. Mr. Langsdon stated he hoped the County Commission could find a happy medium between taxing and funding the school budget. Mr. Langsdon stated he was willing to stand up.
- IV. General Purpose Budget:** Schools Director Marczak covered the BEP Enhancement Act. Dr. Marczak stated they had double checked their numbers and found the numbers were accurate as per what the state has. Director Marczak stated what they found was under Governor Haslam's BEP Enhancement Act Maury County Schools total amount of money received was \$3,188,000.00. Dr. Marczak stated as part of his act there are earmarks for that money, the first is for salaries, the second is for 12 months of insurance and the third is for technology. Dr. Marczak stated what was approved by the board was employee raises in the total of \$1,981,649.00 and that equated to 3% raises for all classified employees and then a flat \$1,340.00 raise for all certificated employees. That is the schools increasing the salary scale. The other increase was in technology in the amount of total \$1,071,468.00 for Maury County Schools to begin the 1 to 1 Program. Dr. Marczak stated that almost every employee except for Dr. Marczak is getting a raise in next year's school budget Chairman Burkhalter asked Dr. Marczak how much did they raise the Maintenance of Effort this year. Dr. Marczak stated there was an increase of Maintenance of Effort of \$2,400,000.00 and that is to accommodate money the schools have already received. Mr. Bates stated they have adjusted the \$2,400,000.00 so the new amount is \$2,277,833.00. Mr. Bates stated they have adjusted the local property tax amount to equal what the County finance office is estimating for local property taxes under the current tax rate. Chairman Burkhalter made the announcement for the records that Commissioner Cook has joined the committee now. Commissioner Shackelford stated that he would be abstaining from the vote tonight because of the pending legislation of the State of Tennessee Legislature has passed and put before the Governor. Commissioner Sumners stated the Bill number is HB985 or SB466. Chairman Burkhalter stated he was going to make a ruling to leave it as is and if Commissioner Shackelford wants to dismiss himself that's okay and if Commissioner Evans wants to dismiss himself that would be okay. Commissioner Shackelford stated he didn't want to do anything wrong and he knows it has not passed the 10 days as far as it going into law. Chairman Burkhalter stated if anyone wants to abstain to let it be known before they vote. Commissioner Parker made a motion to approve. Seconded by Commissioner Cook. Chairman Burkhalter stated the schools are not asking for any more money. The increase in their budget is from the State. Commissioner Evans stated he was going to discuss this until the State tells him that he cannot. Commissioner Evans stated he will be voting on this. Commissioner Wolaver asked what the fund balance was. Ms. Burkins stated the budgeted fund balance was \$3,820,509.00. Ms. Burkins stated they are required to keep 3%. Chairman Burkhalter stated the motion was made by Commissioner Parker and seconded by Commissioner Cook that this budget be taken under advisement as presented. There were no lights. Chairman Burkhalter called for the vote. Commissioner Parker aye, Commissioner Wolaver Aye, Commissioner Evans,

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Aye, Commissioner Cook Aye, Chairman Burkhalter Aye. Commissioner Shackelford, Abstain. The motion carried 5-0 with 1 abstain.

- V. **Capital Outlay Requests:** Mr. Breeden presented the Capital Outlay request. Mr. Breeden stated they fall into three categories and each one of those fall into capital projects. Mr. Breeden stated they are looking at the next school. Mr. Breeden stated to get ready for that they are going to need property and plans and that is what that money would be for. The second part of this is under major maintenance items capital outlay. The school board did hire a group called EMG to do a third party assessment to do on all the facilities. Their summary is in the packet. Mr. Breeden stated they presented the board with three different lists. One was the whole \$29,000,000.00 in the first year and the other one was half and it is \$16,000,000.00 and the last one was about \$9,000,000.00 and the board voted to ask for \$16,000,000.00 and understanding that does not take care of everything that would just start working on this list. The figure is \$16,597,163.00 and that is to addressing the issues in the EMG report which is \$16,000,000.00 of the \$29,000,000.00 that they identified as needs. The request for buses is 7 buses. Four of those buses are regular 90 passenger buses. Three of buses are Special Education buses but in addition the board is asking for 7 additional buses so they can decrease the walk zone in the 2017/2018 school year. This would reduce the walk zones from a mile and ½ radius around the school to a 0 radius around the school. Mr. Breeden stated that represents the request for Capital Outlay budget for the 2016/2017 budget year. Chairman Burkhalter stated he would like to see something to take under advisement. Chairman Burkhalter stated he was going to ask this committee if they want to take it all or a portion under advisement. Commissioner Parker made a motion to take it all under advisement. Seconded by Commissioner Evans. Commissioner Shackelford stated the motion was to take all this under advisement. Commissioner Shackelford stated the buses is something that should be done out of the 189 fund. Commissioner Shackelford stated he would like to see some way to test the utilization around a particular school on the mile ½ walk zone. Commissioner Harris asked Mr. Breeden if they are going to tear some of the schools down why are spending significant amounts of money on them if that could be near term plan. Mr. Bates stated this would be something the school board would be working through. Mr. Bates stated they do not want to have to come back to a \$29,500,000.00 list overnight. Mr. Bates stated it is the goal to not ever have to present this big of a to-do list again. Commissioner Parker stated he would be ready to issue the debt for the whole offering if he knew over the next three years it would be allocated. Commissioner Sumners asked Mr. Breeden how the commission prepares for when the Schools bring in additional requests next year and the year after that. Mr. Breeden stated the cost would be \$50,000,000.00 over the next five years. Commissioner Cook stated they are looking at taking on a project manager who is going to be looking at all of the County buildings and the facilities in the space that is already in existing buildings. Commissioner Cook stated it would be a wonderful thing if they could work together as a county government and the school system for the project manager to look at the schools facilities as well. Mr. Bates stated there is a \$29,000,000.00 list and what they are talking about is electrical and plumbing which is about \$3,000,000.00 at Baker and they are talking about plumbing and electrical which

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is about \$3,000,000.00 which is about \$6,000,000.00. Mr. Bates stated if you take the \$6,000,000.00 out of the \$29,000,000.00 that is a \$23,000,000.00 to do list. Mr. Bates stated what the school board is dealing with is not a \$16,000,000.00 list and this is what they requested for funding this year. Mr. Bates stated that EMG recommended to do all the \$29,000,000.00 immediately. Mr. Bates stated they are looking at an installment towards the \$29,000,000.00 list. Mr. Bates stated they are going to try and make those dollars stretch as much as possible. Mr. Bates stated this is an old to do list and they need to be working on some of the growth issues. Commissioner Sumners asked Mr. Bates if they were using the \$2,400,000.00 of their fund balance to start this. Mr. Bates replied yes. Commissioner Sumners asked if there was a fund they have in their budget for preventive maintenance. Mr. Bates stated the preventive maintenance plan is in place. Chairman Burkhalter called for a roll call vote. Commissioner Parker Aye, Commissioner Cook Aye, Commissioner Evans Aye, Chairman Burkhalter Aye, Commissioner Shackelford, Aye, Motion Approved 6-0 to take this under advisement.

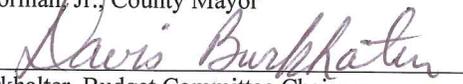
VI. ADJOURNMENT:

A. There was a Motion made to adjourn the meeting at approximately 7:35 PM.

APPROVED


Charlie Norman, Jr., County Mayor

SIGNED


Davis Burkhalter, Budget Committee Chairman