

AT A RETREAT OF THE BOARD OF SUPERVISORS OF THE COUNTY OF JAMES CITY, VIRGINIA, HELD ON THE 20TH DAY OF JANUARY 2006, AT 3:00 P.M. AT THE CONFERENCE ROOM IN BUILDING C, 101 MOUNTS BAY ROAD, JAMES CITY COUNTY, VIRGINIA.

A. ROLL CALL

Bruce C. Goodson, Chairman, Roberts District
John J. McGlennon, Vice Chairman, Jamestown District
Jay T. Harrison, Sr., Berkeley District
James O. Icenhour, Jr., Powhatan District
M. Anderson Bradshaw, Stonehouse District

Sanford B. Wanner, County Administrator
Leo P. Rogers, County Attorney

B. RETREAT

I. Budget Guidance FY 2007-FY 2008

Ms. Suzanne R. Mellen, Assistant Manager of Financial and Management Services, provided the Board with an overview of the revenue report and projected growth for FY 2007-08 based on projected growth in meal, property, lodging, and sales taxes. The staff presentation included a projected increase in the real estate tax rate in FY 2008 to partially fund the added operating costs of opening four new school buildings.

Mr. John E. McDonald, Director of Financial and Management Services reported on expenditures. Forecasts for both years were presented for the County's General Fund for four expenditure categories: Schools, Capital Projects, Debt Service and non-School Operating. The impacts of that spending plan on the draft operating budget submittals proposed by the School Superintendent and the impact of an estimated \$1 50 million in debt over the next four years were discussed.

2. Employee Compensation and the FY 2007-08 Budget

Ms. Carol M. Luckam, Human Resource Manager, presented the Board with the employee compensation report, including recommendations for a four percent performance increase, recalibration of salaries every four years, and new benefits for employees. The Board expressed interest in preparing a budget that included a four percent performance increase for employees, funding for an implementation of recalibration of salaries, and funding for a retiree health insurance credit and a deferred compensation match.

3. Stormwater Management Funding

Mr. John T. P. Horne, Development Manager, provided the Board with an overview of stormwater utility.

Board and staff discussed reimbursement of fees paid by homeowners and the possibility of having business owners pay for stormwater utility. The Board expressed an interest in further studying a stormwater utility.

Mr. Wanner said that he will bring an appropriation to the Board for a study in 2006

4. 2007 Commemoration and Related Matters

Mr. Sanford B. Wanner, County Administrator, gave the Board a report on Jamestown 2007 Commemoration support. He stated that the Board has invested \$7 million to 2007 in monetary investments and staff time.

The Board and staff discussed the possibility of transient occupancy taxes levied going toward sponsorship of the Jamestown 2007 Commemoration.

5. Budget for 2007-2008

The Board and staff discussed school funding in FY 2007-08, stating that \$2 million of the FY 2006 excess may go to one-time expenditures and options that could be presented. The Board requested that the County Administrator build one budget with no tax increase and another with a 1.5-cent increase for FY 2008.

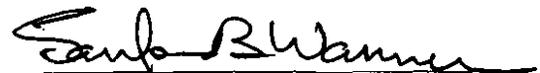
Mr. Wanner stated that the FY 2008 planning would include a Fiscal Year 2006 tax rate of \$0.785 with assessment up, as well as a tax rate of \$0.80 with assessment down.

C. ADJOURNMENT

Mr. Bradshaw made a motion to adjourn

On a roll call vote, the vote was: AYE: Harrison, Icenhour, McGlennon, Bradshaw, Goodson (5)
NAY: (0).

At 5:04 p.m. Mr. Goodson adjourned the Board until 4 p.m. on January 24, 2006.



Sanford B. Wanner
Clerk to the Board