



REQUEST FOR BOARD ACTION

ITEM NO. 6

DATE OF MEETING: January 4, 2016

REQUESTED BY: Katherine C. Brafford, Finance Director

SHORT TITLE: Approval of a FY 2015-2016 Budget Ordinance Amendment to Update the Amount of the Economic Development Tax Incentive Which was Budgeted for Acme Smoked Fish.

BACKGROUND: On June 22, 2015 the Board of Commissioners adopted a Budget Ordinance for FY 2015-2016. When compiling the budget, the County had been provided an amount totaling \$43,712 as the economic development tax incentive that Acme Smoked Fish (Acme) would be entitled to. The calculation of this incentive payment was based on the January 2015 tax valuation for Acme which was provided by the County's tax assessor (\$11,383,286), and was additionally based on the tax rate in effect at that time (\$.512). The revised January 2015 tax valuation, which has been provided by the County's tax assessor, totals \$16,724,199 and, based on the current tax rate of \$.685, yields a tax value of \$114,560.76 and a resulting incentive payment due of 75% of this amount, or \$85,920.57. Therefore, an additional \$42,209 needs to be budgeted. We are requesting to take these funds from the Contingency budget.

SPECIFIC ACTION REQUESTED: To consider approving a budget ordinance amendment to budget the additional economic development incentive payment for Acme Smoked Fish.

The foregoing Ordinance, upon motion of Commissioner _____ and second by
Commissioner _____, and having been submitted to a roll call vote and received the
following votes: YES Votes: _____ NO Votes: _____ ABSTAIN: _____
was approved _____ denied _____ on this the 4th day of January 2016

George R. Brown, Jr., Chairman

ATTEST:

Melissa Pedersen, Clerk to the Board

BUDGET ORDINANCE AMENDMENT TITLE: Budget Economic Development Incentive Payment - Acme Smoked Fish

Introduced by: Randell Woodruff, County Manager Date: 2016-01-04 Item #: _____

Fund: General Department: _____ Division: _____



PENDER COUNTY, NORTH CAROLINA

FY 2015-2016 Budget Amendment # 2016-55 Date Approved: _____
 Appropriations

REVENUES		EXPENDITURES	
Increase: <input type="checkbox"/>	Decrease: <input type="checkbox"/>	Increase: <input checked="" type="checkbox"/>	Decrease: <input checked="" type="checkbox"/>
Account # and Title	Amount	Account # and Title	Amount (leave off \$ sign)
		652-402000: Industrial Incentive	\$42,209.00
		10-999: Contingency	\$-42,209.00
Total:		Total:	\$0.00

Reason and Justification for Request:
 To update the budgeted appropriation for the economic development incentive with Acme Smoked Fish. Information provided to the county in May of 2015 indicated that the tax incentive that should be included in the FY 2015-2016 budget was \$43,712, based on a January 2015 tax value of \$11,383,286 which had been provided to Rick Benton by the Tax Office, and based on the tax rate in effect at that time (\$.512). Revised figures provided by the Tax Office indicate that the January 2015 tax value is now \$16,724,199, which results in the tax incentive, based on the current tax rate of \$.685, being \$85,920.57. An additional \$42,209 is thereby needed in order to cover this tax incentive payout.

Dept Mgr. Approval: Date: Finance Officer Approval: Date: Budget Officer Approval: Date:

Board Approval (When Applicable) Item # Date of Minutes

Email to Finance

Revision 8.5 (1/13/15)

Print Department - Copy