



**Town of Farmville
Board of Commissioners
Budget Workshop
May 8, 2012**

The Farmville Board of Commissioners met in special session on Tuesday, May 8, 2012 at 5:00 p.m. in the Farmville Municipal Building Courtroom with Mayor Robert L. Evans presiding. Present for the meeting were Commissioners Jamin Dixon, Richard Hicks, John Moore, David Shackelford and John Baker; Interim Town Manager Sam Noble and Town Clerk Amy Johnson.

Mayor Evans called the meeting to order at 5:00 p.m.

1. Johnsonfield Sewer Pump Station- Renovation Activities

Rich Moore, from McDavid Associates, updated the Board on the renovation activities of the Johnsonfield Sewer Pump Station. He stated the contingency funds available through the 24" sanitary sewer replacement project have been approved (by USDA) for use in making renovations to the Johnsonfield sewer pump station. Moore further stated that final plans and specifications have been prepared and final revisions are currently being completed for submittal to USDA for approval and authorization to advertise construction for public bidding.

2. 24" Sanitary Sewer Outfall Replacement Update

Rich Moore, from McDavid Associates, updated the Board on the 24" Sanitary Sewer Outfall Replacement project and stated it was nearing completion. Moore informed the Board once the As Built drawings and GIS activities are complete, final close-out will be processed.

3. Farmville Alternative Water Supply-Phase 1B, Non-USDA Capital Project Budget Ordinance Amendment

Van Lewis, from McDavid Associates, requested adoption of a Resolution for a Capital Project Budget Ordinance Amendment for Alternative Water Supply- Phase 1B- Non-USDA Eligible. Mr. Lewis stated the resolution was to reflect the additional \$34,000 in liquidated damages to be received from the contractor.

On motion by Commissioner Dixon, the Board adopted Resolution (2012) 1164, Capital Project Budget Ordinance Amendment for Alternative Water Supply- Phase 1B- Non-USDA Eligible. The motion carried unanimously.

4. Water Rate Increases

Rich Moore, from McDavid Associates, informed the Board that the prior adopted water rate increases resulted in an immediate 55% increase on two hog farming operations whose current water use is approximately 200,000 gallons per month. Moore stated in an effort to limit the impact of increase on the agriculture operations, it is recommended that a new rate category be established, "Agricultural Outside Town Limits." He further stated the impact would be a 6.61% increase which goes in line with the increase to other water customers.

The Board asked Rich to bring back the fixed cost on the amendment to the water rates.

5. Sewer Rate Increases

Rich Moore, from McDavid Associates, reported to the Board the re-evaluated sewer rates which incorporate budget projections for the upcoming year. Moore recommended a \$5.76 sewer increase per month which amounts to a 13.75% increase. He stated the primary need for the sewer increase in this year is the operating budget deficit that presently exists.

6. Presentation of FY 2012/2013 Budget

Interim Town Manager Sam Noble presented the proposed FY 2012/2013 Budget.

See Attachment A for list of potential budget changes/suggestions by the Board.

The Board agreed to schedule June 5, 2012 as the public hearing date on the budget.

Mayor Evans asked the Board for a motion to approve the use of the May Museum property and the serving of beer on the grounds by the Chamber of Commerce on June 14, 2012.

On motion by Commissioner Moore, the Board approved the use of the May Museum property and the serving of beer on the grounds by the Chamber. The motion carried unanimously.

On motion by Commissioner Moore, the meeting was adjourned at 9:14 p.m. The motion carried unanimously.

Robert L. Evans, Mayor

Attest:

Amy B. Johnson, Town Clerk