

Council Questions Update for 1-26-2021 Council Meeting:

1. What happens to the budget surplus at year-end?

The budget surplus at year-end from day to day operations as well as the reserve fund are added together and become part of the audit bottom line. Example: County has 500k surplus and 475k reserve fund that \$975k is added to the final audit number regardless if the number was positive (surplus), break-even or negative (deficit) for that audit year in this case fiscal year 2020.

2. What happens to the additional borrowed money relative to the County borrowing?

The County borrowed 33.3M in November 2019 of which 19.7M was for 911 digital upgrade, 1.4M for voting machines and 12.2M was for Debt Service refinancing. The 911 digital upgrade borrowing was reduced from 20.7M to 19.7M for a \$1M of funds received and the borrowing was reduced.

The Dominion contract from December 2019 was for \$3.6M. The signing and delivery cost was \$2.8 the remaining amount was 800k for the support contract.

This means approximately 600,000 of unassigned borrowed money. The County having this money available for change orders and cash flow is much more beneficial to day to day operations than to return this on the borrowing. Especially with the State adding requirements to Elections which are not always funded.