VIRGINIA: A SCHEDULED MEETING OF THE SURRY COUNTY BOARD OF SUPERVISORS HELD IN THE GENERAL DISTRICT COURTROOM OF THE SURRY COUNTY GOVERNMENT CENTER ON THURSDAY, MARCH 2, 2023, AT 7:00 PM.

PRESENT: SUPERVISOR ROBERT ELLIOTT, JR.
SUPERVISOR JUDY LYTTLE
SUPERVISOR WILLIAM (TIM) CALHOUN
SUPERVISOR BRENTON BYRD
SUPERVISOR BREYON PIERCE

ABSENT:

ALSO
PRESENT: MS. LOLA PERKINS, COUNTY ATTORNEY
MS. MELISSA ROLLINS, COUNTY ADMINISTRATOR
MR. DAVID HARRISON, DEPUTY COUNTY ADMINISTRATOR
MS. DOREATHA PIERCE, COUNTY ADMINISTRATION
MR. DELON BROWN, NETWORK ADMINISTRATOR, DIRECTOR OF IT
MR. HORACE WADE, PLANNING & COMMUNITY DEVELOPMENT DIRECTOR
MR. RAY PHELPS, CHIEF OF EMERGENCY SERVICES
MR. STEVEN MORRIS, DIRECTOR OF FINANCE
MS. LINDA GHOLSTON, WORKFORCE DEVELOPMENT
MR. DARRYL RAWLINGS, DIRECTOR OF PARKS AND RECREATION
MR. MATT WESTHEIMER, BUILDING OFFICIAL
SHERIFF CARLOS TURNER, SURRY COUNTY SHERIFF'S DEPARTMENT

INVOCATION

The invocation for tonight's meeting was given by Darryl Rawlings of Tree of Life Church.

CALL TO ORDER/MOMENT OF SILENCE/PLEDGE OF ALLEGIANCE/ADOPT AGENDA

The meeting was called to order by Chair, Robert Elliott, Jr., who then asked for a moment of silence. Following the moment of silence, he asked those present to stand and say the pledge of allegiance. Chair Elliott asked for the adoption of the presented agenda with a request to add a special recognition of a citizen of Surry County.

Supervisor Lyttle motioned to adopt the agenda as present along with the addition for special recognition of a Surry County citizen. Supervisor Byrd seconded the motion. The working agenda was adopted by a roll call vote.

SUPERVISOR ROBERT ELLIOTT, JR.	**AYE**
SUPERVISOR JUDY S. LYTTLE	**AYE**
SUPERVISOR WILLIAM "TIM" CALHOUN	**AYE**
SUPERVISOR BRENTON BYRD	**AYE**
SUPERVISOR BREYON PIERCE	**AYE**

CITIZEN RECOGNITION

On behalf of the Board, County Administrator, Melissa Rollins recognized Supervisor Judy Lyttle for her economic, political, and social achievements and service to Surry County in honor of Women's History Month. Chair, Robert Elliott, Jr. then presented Supervisor Lyttle with a gift and thanked her for her service. Ms. Rollins asked the Board to have a properly worded resolution presented to Supervisor Lyttle at a later date.

Supervisor Pierce made a motion to prepare a resolution to be presented to Supervisor Lyttle at a later date. Supervisor Calhoun seconded the motion. All present voted affirmatively. ***(Approved)***

Supervisor Lyttle shared her thanks and appreciation for her recognition.

CONSENT ITEMS

1. Approval of Draft BOS Minutes: February 2, 2023
2. Approval of Draft BOS Minutes: Work Session February 23, 2023
3. Approval of Draft BOS Minutes: Joint Meeting February 27, 2023
4. Approval of Accounts Payable for the Month of January 2023
5. Request for Public Hearing – Authorization for Sale of Property Located on Blue Heron Drive, Surry VA 23883, Parcel ID 15A-4-1.
6. Request for Public Hearing – Authorization for Sale of Property Located on Blue Heron Drive, Surry VA 23883, Parcel ID 15A-4-3.
7. Request for Public Hearing - Authorization for Granting of an Ingress-Egress Easement to SFT Forestland LLC over a portion of County-owned parcels known as 40-1 and 40-7-17.
8. Budget Amendment - Appropriation of Grant Funds - Genan Foundation - $117,000

Chair Elliott read the items listed for consent and asked Board members if any items needed to be pulled for discussion. There being none, Supervisor Byrd made a motion to approve the consent items as enumerated. Supervisor Lyttle seconded the motion. All present voted affirmatively. ***(Approved)***

PUBLIC HEARING

1. **<u>Surry County Comprehensive Plan Update</u>**

The Surry County Comprehensive Plan Amendment, as recommended by the Planning Commission, will amend the existing Comprehensive Plan (adopted in 2020). The Surry County 2040 Comprehensive Plan ("Plan") is used by County citizens, staff, the Planning Commission, and the Board of Supervisors as a guide for future decisions affecting the County including, but not limited to, decisions related to future land use, road networks, and zoning case actions. The Plan encompasses all of Surry County. The Plan does not rezone land, but it suggests ordinance amendments and other actions that will facilitate the implementation of the Plan after adoption by the Board of Supervisors.

Plan recommendations are to update the Future Land Use text to include data, information, mapping, policy analysis, and implementation measures concerning the future location of energy projects within the county.

I. Presentation by Staff – Horace Wade provided a summary of the Comprehensive Plan Update and introduced Ann Darby of Summit Design and Engineering.

Ann Darby gave a detailed presentation on the recommended updates to the Future Land Use text, including data, information, mapping, policy analysis, and implementation measures concerning the future location of energy projects within the county.

II. Open the Floor for Public Comments

Sam Edwards - Concerned with the restriction of landowner rights and believe these restrictions create a model for future infringement on homeowner's rights, whether it's Solar, an RV park, or a Meat Processing Plant; and if someone doesn't like any of these projects, they can gather enough people to prevent the projects from happening. Based on the consulting calculations he has acquired, too much is being restricted. In addition, Mr. Edward believes with an increase in historical sites in the County, the restriction of the half mile from historical sites will make it impossible for solar or any type of development. He stated, he doesn't believe Timber, Agriculture, and Tourism are a strong enough package for future growth in the County and as it continues to grow, it will need higher-paying Economic Development such as Solar.

Greg Crestwell, AES Clean Energy – Provided a little background on his organization; particularly, being the constructors of the Cavalier Solar Facility located here in Surry County and Isle of Wight County. He stated he believed the proposed Comprehensive Plan update contained several strategies that have merit and would agreeably assist Surry in maintaining growth for the energy industry while keeping its rural characteristics; and other revisions, he feared, had a sense of being more specific and prescriptive in nature, rather than in keeping the use guidelines in a traditional comprehensive plan. Mr. Crestwell proceeded with the discussion of a few of those points.

Michael Drewry, Dendron District – Shared that the guidelines of the Comprehensive Plan are much needed. He stated, during his tenure on the Board rezoning was inserted and he explained to the other board members that developers wouldn't like rezoning, however, it would protect the citizens. He asked the board to continue with the rezoning. He also stated that the mention of "small nuclear" in the update was vague.

III. Close the Public Hearing – Supervisor Elliott closed the public hearing.

IV. Comments from Board Members
1. Supervisor Calhoun – asked to abstain from voting on this item.
2. Supervisor Lyttle – stated she did not have a question but wasn't ready to vote on this item. She requested more time to digest all that had been proposed.
3. Supervisor Pierce – In agreement with Supervisor Lyttle, Supervisor Pierce stated that it was a lot of information to digest and to be sure to make an accurate decision, this item should be tabled until further action.
4. Supervisor Elliott granted the item to be tabled until further notice.

V. Closing Remarks by Staff – None

NEW BUSINESS

1. Virginia Outdoors Foundation Amenities and Improvement Grant for Surry County

   Parks and Recreation Center – David Harrison

The County is submitting a grant application to the Virginia Outdoors Foundation for funding to support amenities and site improvements at Surry County Parks and Recreation Center. The grant requires an endorsement via resolution. A community engagement meeting will be announced.

Supervisor Lyttle asked for the due date to submit the grant application, and Mr. Harrison responded, the 7th of March is the deadline; while a community meeting is being held on

March 6 to receive feedback from the community, the preliminary information is already written.

Supervisor Pierce asked will the suggestions from the community meeting be taken prior to submitting the application. Mr. Harrison responded, yes, there is flexibility and the money from the grant will go towards overall infrastructure plans. We will hear from the community on certain amenities and keep in constant communication with VOF and the community as to what the funds are being utilized for.

Ms. Melissa Rollins read the resolution for this item.

Supervisor Pierce motioned to approve the Designation of Surry County Parks and Recreation Facility as an open space to be preserved for recreation and conservation with the Virginia Outdoors Foundation. Supervisor Byrd seconded the motion. All present voted affirmatively. ***(Approved)***

2. Marina Management Agreement

Supervisor Lyttle motioned to table Marina Management Agreement until the next regularly scheduled meeting. Supervisor Byrd seconded the motion. All present voted affirmatively. ***(Approved)***

COUNTY ADMINISTRATORS REPORT

1. Resolution – Ervin Jones

   Ms. Melissa Rollins read the resolution recognizing Mr. Ervin Jones for his induction into the Norfolk State University Athletic Association "Hall of Fame Class of 2023" on February 17, 2023, along with his Norfolk State College football teammates.

   Mr. Jones shared his thanks and appreciation for his recognition.

2. EDA Update - Renee Chapline

3. Dominion Power Training Center – Linda Gholston

   The program consisted of eight Surry County High School seniors who completed a four-day training program with Dominion Energy. The program was coordinated through Surry County's Workforce Development Coordinator, Ms. Linda Gholston.

4. Mid-Year Financial Outlook

PUBLIC COMMENTS

Dr. Daniel Shay - New resident of Surry County. Stated that during the construction of their home, he encountered many positive welcoming experiences from residents and County Officials. He thanked the citizens and business owners for being so kind and helpful and enjoyed speaking to those he met on the ferry ride.

Fran Barnes, Historical Society, Program on March 13, Andrew Taylor will be taking Oral History from the County Residents.

Trevor Brinkman, Carsley – Veteran Surry County Teacher spoke in support of the School Board's Proposed Budget. He shared what he believed to be systemic problems that have disproportionately harmed dedicated veteran teachers at the published salary scale.

Michael Drewry – Stated there are two energy projects going on south of the black water and there is no one advocating for them. He shared that people are trespassing on their property and he's going to meet with representatives to figure out all that's going on. He also spoke of the Align Methane Project and stated that it is very confusing for people because there are two entities working in the same area.

BOARD COMMENT

Supervisor Byrd – Congratulated Ms. Lyttle and Mr. Jones for their service to the County. Asked Ms. Gholston to keep up the great work connecting students with opportunities for internship and career exploration. Thanked Mr. Brinkman for advocating for salary equity.

Supervisor Pierce – Congratulated all who were recognized. Shared a heartfelt memory of Mr. Jones as his Coach as a student at Surry High School. Reminded citizens to come out to meetings and county engagements to provide their input. Asked citizens to be aware and mindful of the tractors and heavy equipment on the road in the County.

Supervisor Calhoun – Applauded all who were recognized. Welcomed Dr. Shay to the County. Please invite your neighbors, family, and friends to the meetings.

Supervisor Lyttle – Very appreciative of her being honored. Assured the citizens that spoke tonight that the Board hear their concerns. Commended Mrs. Gholston on her work and collaboration with Dominion Energy. Thanked the new employees and her family for their attendance.

Supervisor Elliott – Shared in the same manner as other board members' comments, ditto to all applicable comments that were made, and congratulated all who were recognized. He stated it was an exciting time to serve Surry County as the board is contemplating a number of things to make Surry County a better place.

There was a moment of silence for the recent passing of Jean Stewart, who was a member of the Dendron Volunteer Fire Department.

REPORTS

1. Blackwater Regional Library Director's Report

2. Building Official's Report

FOR YOUR INFORMATION

1. LGIP Investment Letter

CLOSED SESSION

Ms. Lola Perkins, County Attorney, advised the need to convene into closed session as permitted by Virginia Code:

§ 2.2-3711(A)(1): To discuss appointments to the Economic Development Authority.

§2.2-3711(A)(8): To consult legal counsel regarding obligations related to the management of County property located in the Surry District.

Supervisor Calhoun made a motion to convene into a closed session. The motion was seconded by Supervisor Pierce and unanimously approved.

Supervisor Lyttle made a motion to return to open session. Supervisor Byrd seconded the motion.

The Board returned to open session and certifies by roll call vote that in the closed session just concluded, nothing was discussed except the matter or matters specifically identified in the motion to convene in closed session and lawfully permitted to be discussed under the provisions of the Virginia Freedom of Information Act cited in the motion.

All present voted affirmatively.

SUPERVISOR ROBERT ELLIOTT, JR.	**AYE**
SUPERVISOR JUDY S. LYTTLE	**AYE**
SUPERVISOR WILLIAM "TIM" CALHOUN	**AYE**
SUPERVISOR BRENTON BYRD	**AYE**
SUPERVISOR BREYON PIERCE	**AYE**

Supervisor Lyttle made a motion to appoint Ms. Janet Monahan to the Economic Development Authority. Supervisor Pierce seconded the motion. All presented voted affirmatively. ***(Approved)***

Supervisor Lyttle made a motion to appoint Mr. Trenton Howell to the Economic Development Authority. Supervisor Pierce seconded the motion. All presented voted as follows: ***(Approved)***

SUPERVISOR ROBERT ELLIOTT, JR.	**AYE**
SUPERVISOR JUDY S. LYTTLE	**AYE**
SUPERVISOR WILLIAM "TIM" CALHOUN	**NAY**
SUPERVISOR BRENTON BYRD	**AYE**
SUPERVISOR BREYON PIERCE	**AYE**

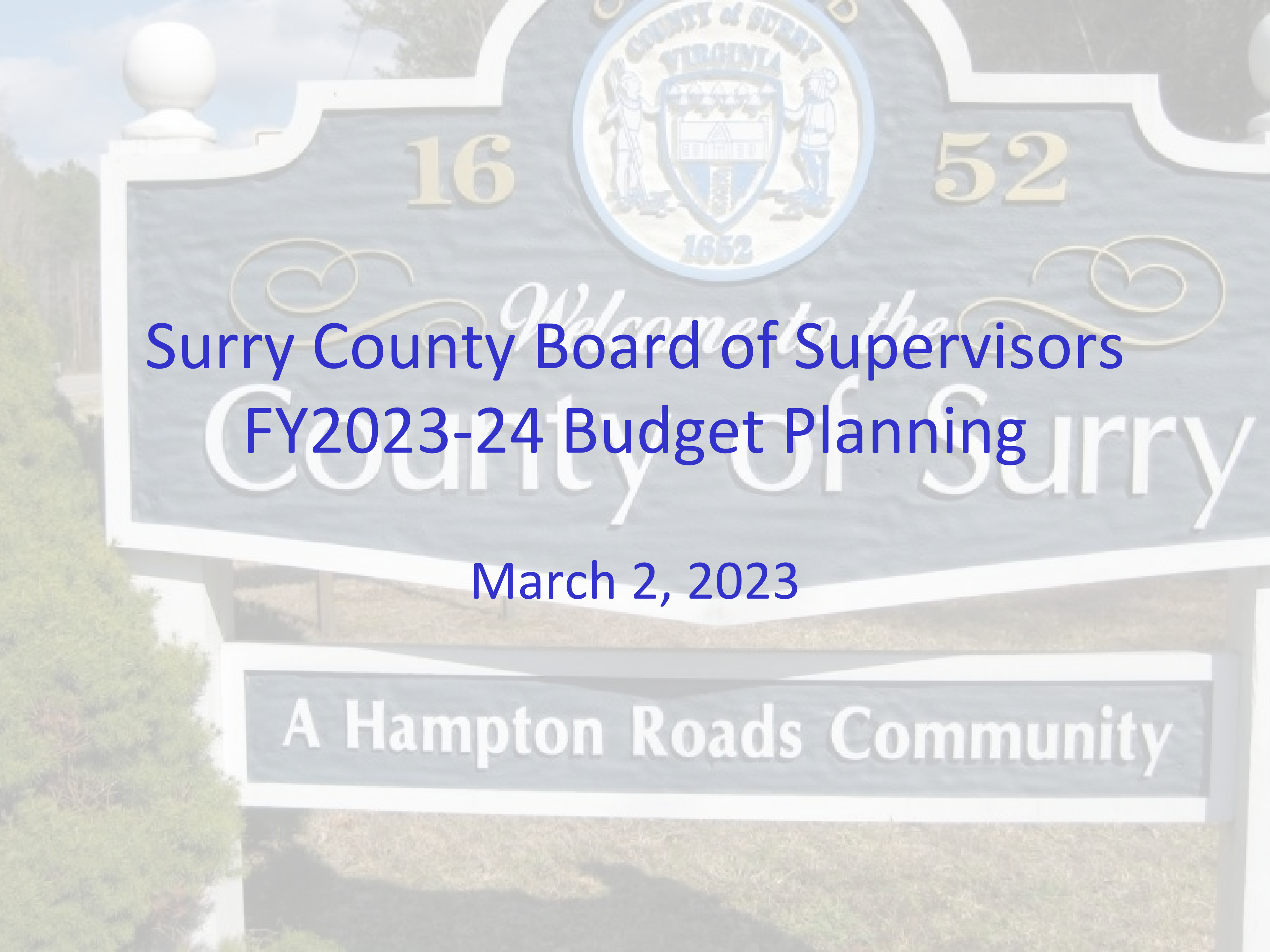
Supervisor Calhoun asked to make a comment and stated that the vacancy was in his district, and he was not notified of Mr. Howell. He stated that the board knew his request for this vacancy was Ms. Diane Cheek. He said he felt as if he was ostracized.

ADJOURNMENT

There being no further business before the Board, Supervisor Calhoun made a motion to adjourn. The motion was seconded by Supervisor Lyttle and unanimously approved.

The meeting adjourned at 9:37 P.M.

This meeting can be viewed in its entirety through the Surry County Government YouTube Channel: Surry County Government - YouTube



Surry County Board of Supervisors
FY2023-24 Budget Planning

March 2, 2023

Purpose

- Current status on budget development
- Tax rate and other key financial trends
- Guidance to County Administrator

Budget Considerations/Concerns

- Inflationary cost increases
- Wages and salaries
- Revenue projections
- Staff recruitment and retention
- Other considerations
  - Need for capital investments, facility improvements
  - Financing plan for CIP

Selected U.S. Inflation Forecasts for 2022 – 2024 (annual % change)						
Organization	Actual U.S. CPI				Forecast U.S. CPI	
	2019	2020	2021	2022	2023	2024
National Association Business Economics, December 2022	1.8%	1.3%	4.7%	8.0%	4.2%	
Moody's Analytics, February 2, 2023	1.8%	1.3%	4.7%	8.0%	4.0%	2.4%
Wells Fargo, U.S. Economic Outlook, February 8, 2023	1.8%	1.3%	4.7%	8.0%	3.4%	2.3%
KPMG Economics, February 2023	1.8%	1.3%	4.7%	8.0%	4.0%	2.4%
University of Michigan, November 17, 2022	1.8%	1.3%	4.7%	8.0%	4.5%	2.5%

U.S. LABOR MARKET OUTLOOK

- Unemployment Rate History & Forecasts (Official U-3):

Actual					Forecasts*	
2018	2019	2020	2021	2022	**2023**	**2024**
3.9%	3.7%	8.1%	5.4%	3.6%	**3.8% – 4.6%**	**4.3% – 4.6%**

- Labor market is projected to ease but still remain tight despite an economic softening.
- 1.9 job openings for every unemployed person in December 2022.
- Continued solid growth in wages, salaries, and benefits is projected: 4.2% in 2023 & 3.6% in 2024 (vs. 4.9% in 2022).**
- Talent war likely will continue due to aging workforce demographics, sluggish labor force participation rates, and accelerated retirements during the pandemic.

*Federal Reserve, Moody's Analytics, Conference Board, National Association for Business Economics, KPMG Economics, and Wells Fargo Economics
**Wells Fargo Economics, February 8, 2023

Budget Development Status

- Reviewing budget submissions
- Completed meetings with departments
- Fine tuning revenue estimates
- Budget scheduled to be presented to Board on April 6

Fiscal Stress – 2019/20

1=Highest Stress; 133=Lowest Stress

Locality	Fiscal Stress Score	Fiscal Stress Rank	Fiscal Stress Classification
Emporia	108.68	1	High
Hopewell	106.24	9	High
Sussex	102.87	27	Above Average
Colonial Heights	101.95	40	Above Average
Prince George	100.30	66	Above Average
Dinwiddie	99.93	74	Below Average
Isle of Wight	98.20	81	Below Average
New Kent	95.48	119	Low
Surry	94.49	123	Low
Average - All Counties	98.91	Avg. – All Cities	103.08

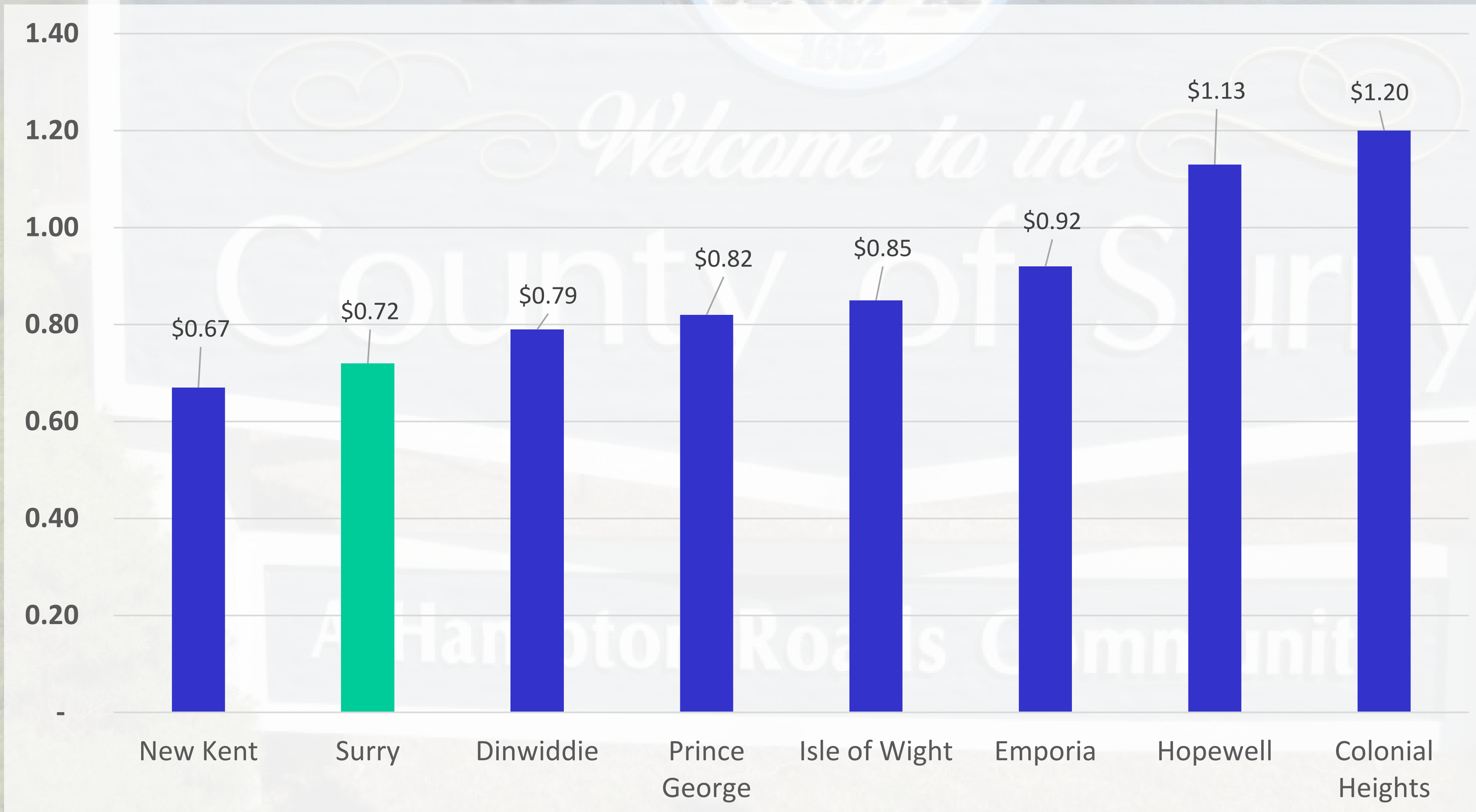
Source: Commission on Local Government

Population and Growth Rates

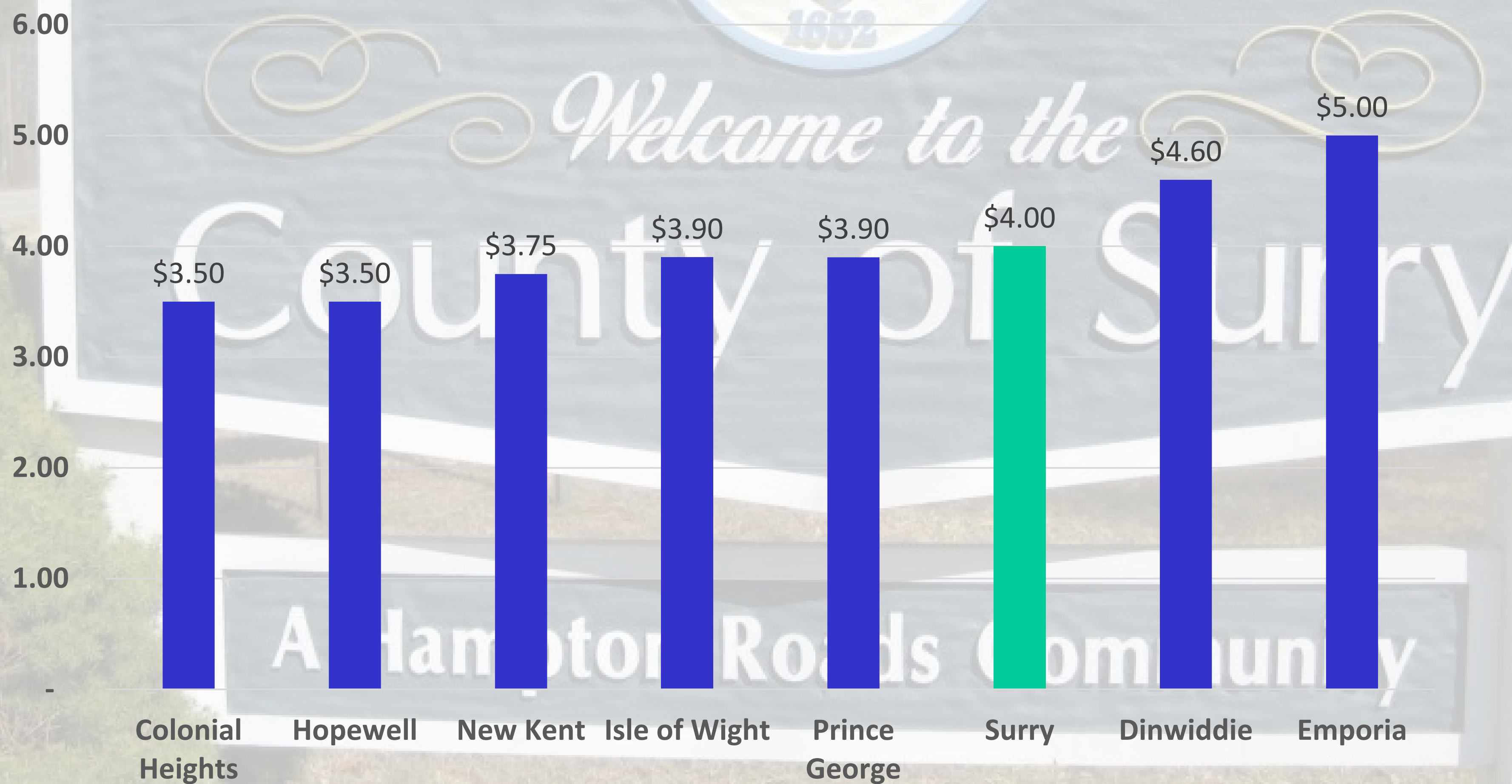
			Change since 2020		State Rank
Locality	**April 1, 2020 Census**	**July 1, 2022 Estimate**	*Numeric Change*	*Percent Change*	*Growth Rate*
New Kent	22,945	24,808	1,863	8.1%	1
Isle of Wight	38,606	39,950	1,344	3.5%	11
Dinwiddie	27,947	28,552	605	2.2%	23
Prince George	43,010	43,295	285	0.7%	45
Colonial Heights	18,170	18,040	-130	-0.7%	88
Surry	**6,561**	**6,492**	**-69**	**-1.1%**	**95**
Hopewell	23,033	22,657	-376	-1.6%	107
Emporia	5,766	5,657	-109	-1.9%	113
Sussex	10,829	10,388	-441	-4.1%	130
Virginia	**8,644,727**	**8,696,955**	**52,228**	**0.6%**	
Crater PDC	**551,486**	**568,080**	**16,594**	**3.0%**	
Hampton Roads PDC	**1,749,361**	**1,751,852**	**2,491**	**0.1%**	

Source: Weldon Cooper Center

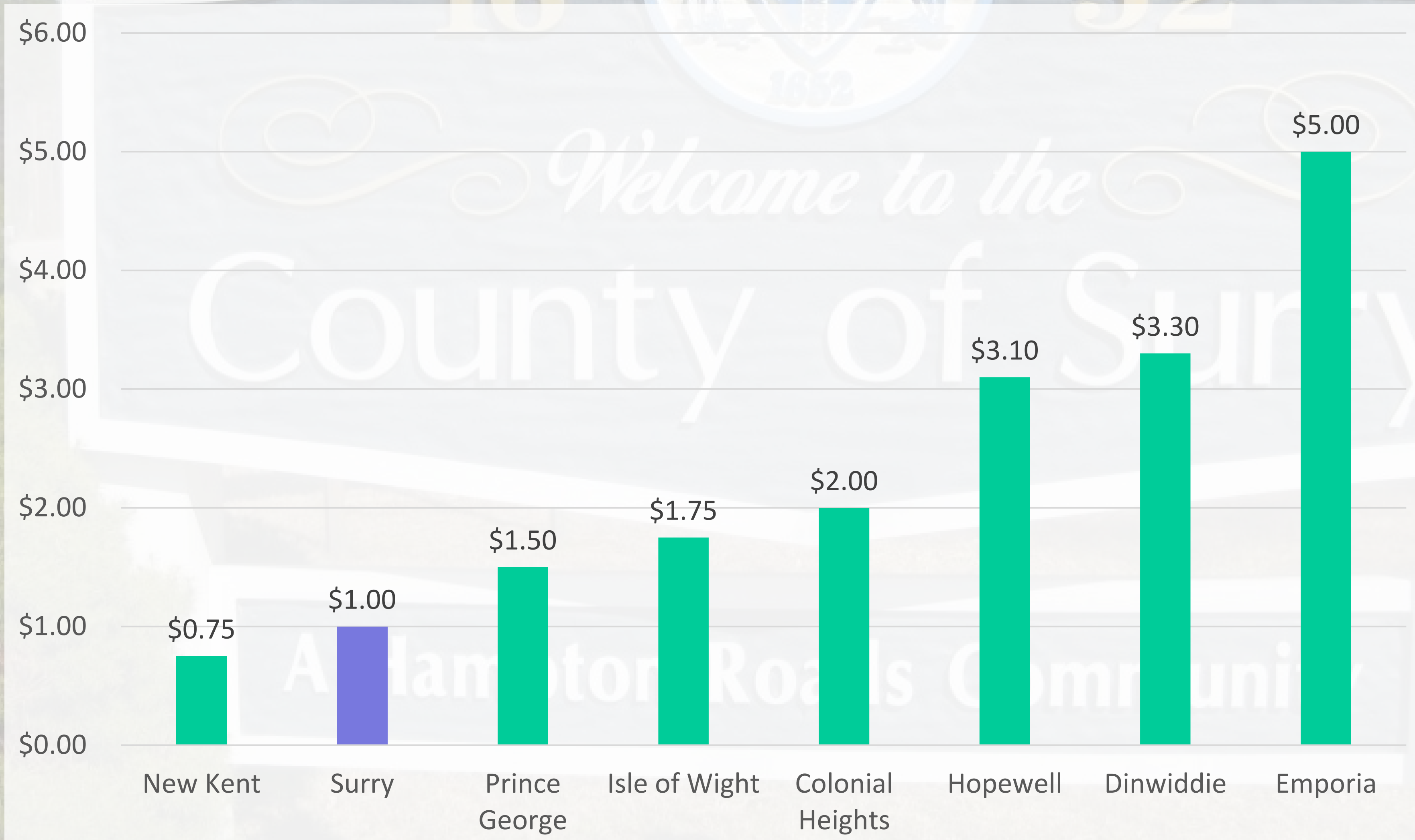
2023 Real Estate Tax Rate Per $100 of Assessed Value



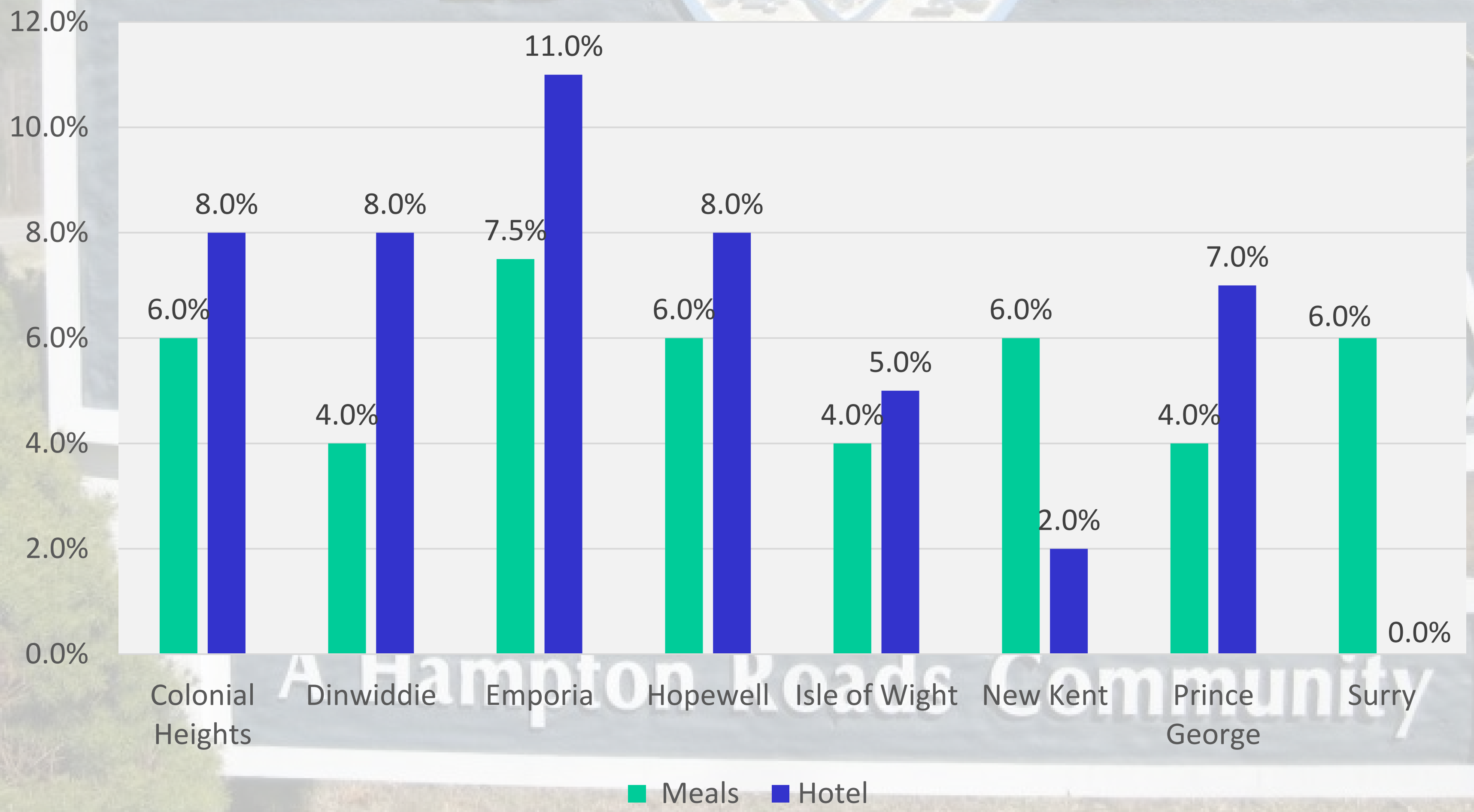
Personal Property Tax Rate
Vehicles and Business



Machinery & Tools Tax Rate

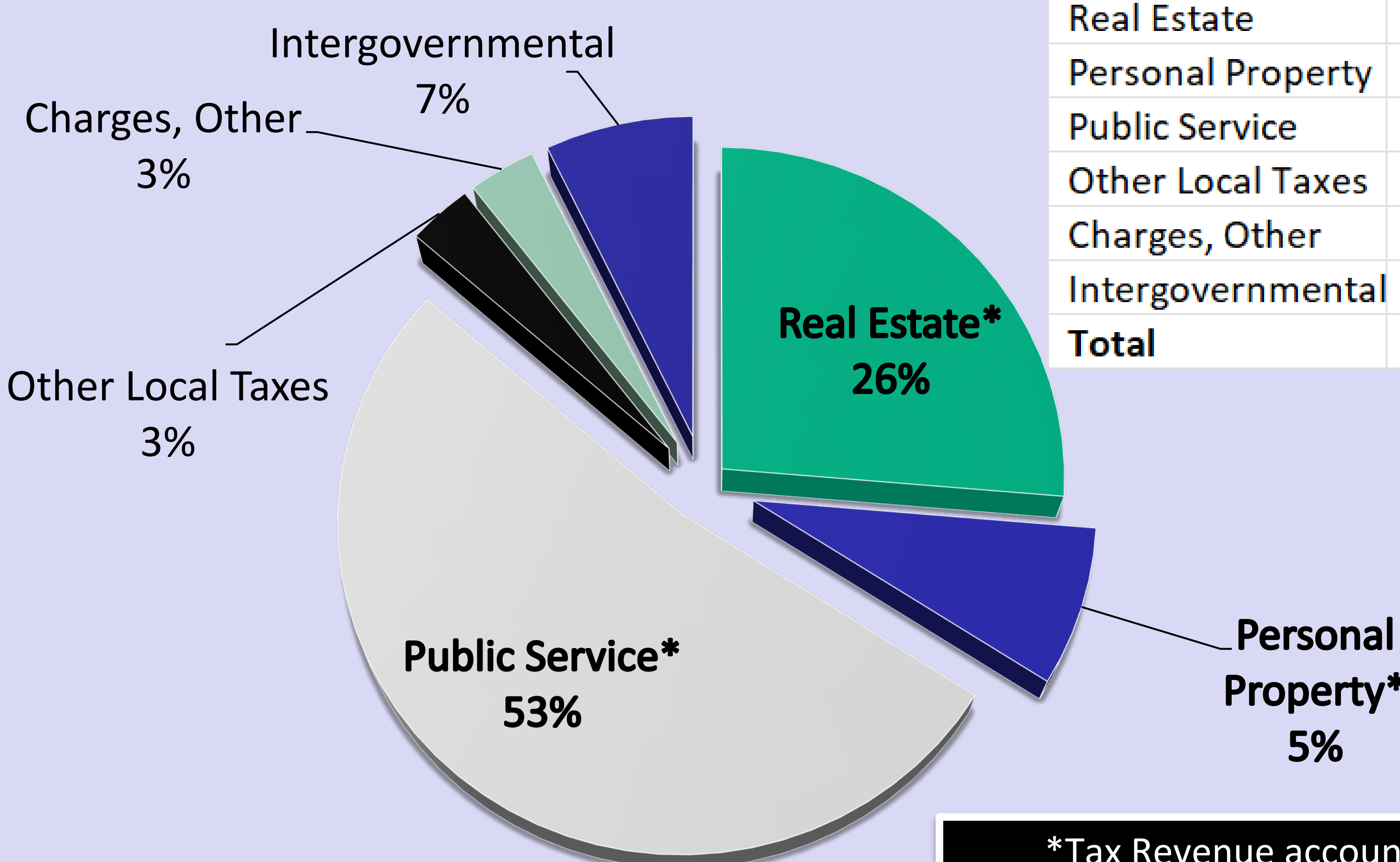


Meals and Hotel Tax Rates



Motor Vehicle License Fee
(Under 4,000 lb)

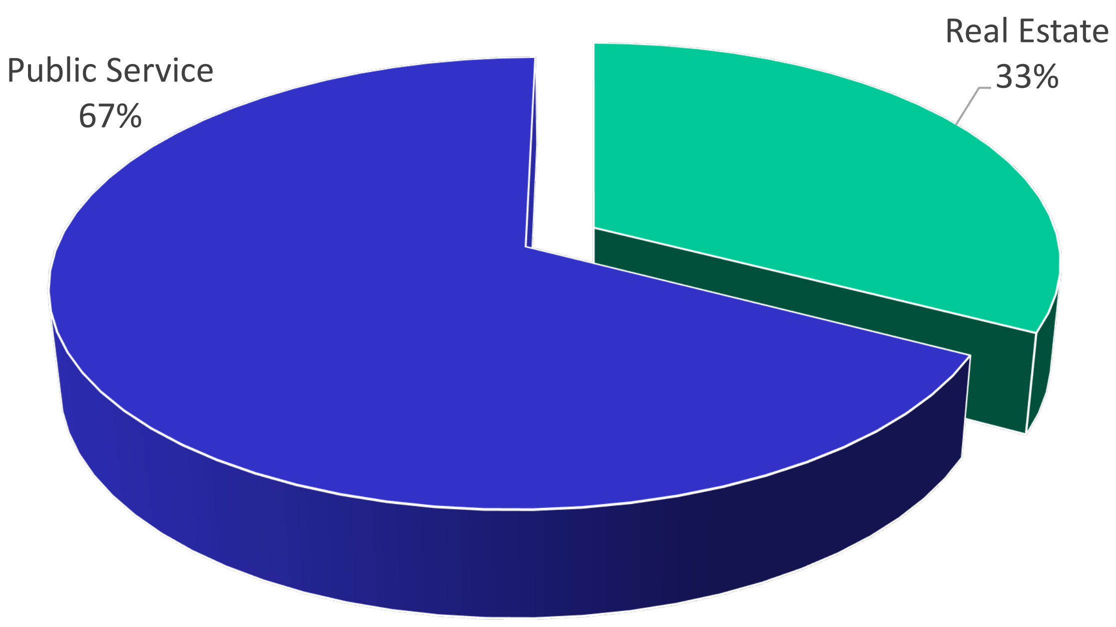
Revenue by Source



Real Estate	$	7,810,000
Personal Property		2,290,604
Public Service		15,539,000
Other Local Taxes		929,000
Charges, Other		970,631
Intergovernmental		2,133,213
Total	**$**	**29,672,448**

*Tax Revenue accounts for 90% of total revenue

Components of Tax Based on Real Estate Rate



Revenue Trends - FY2023

- We are in the process of fine-tuning revenue estimates, but initial projections show net expected total revenue ahead of budget by an estimated $975,000
- Public Service Corporation tax came in at budget projections
- Interest income increased due to rate hikes.

Revenue Trends - FY2023

- Personal property tax is ahead of projections due to increase in values for used vehicles as a result of supply chain shortages
- Sales tax revenue is ahead of projections; difficult to predict.
- Real Estate Tax Relief was $77,221 in 2018; program has been expanded and for 2022 the relief is now double that amount, at $156,029

Local Revenue Sources

Local Revenues Constitute 93% of the General Fund budget

Revenue Source	Appropriation	FY23 Collections at 01/31/2023	% of Budget at 01/31/2023	Projected
Real Property Taxes	$ 7,810,000	$ 7,246,049	92.78%	$ 7,702,110
Public Service Taxes	15,539,000	15,544,438	100.03%	15,544,438
Personal Property Taxes	2,290,604	2,102,473	91.79%	2,740,000
Penalties & Interest	125,000	53,995	43.20%	70,000
Other Local Taxes	929,000	662,329	71.29%	1,362,906
Permits, Fees & Licenses	82,000	86,081	104.98%	139,374
Court Fines & Forfeitures	35,000	34,269	97.91%	50,000
Use of Money & Property	177,626	158,565	89.27%	265,126
Charges for Services	74,950	56,706	75.66%	84,192
Miscellaneous	476,055	276,187	58.02%	555,204
Total from Local Sources	$ 27,539,235	$ 26,221,092	95.21%	$ 28,513,350

State/Federal Revenue Sources

State & Federal Revenues Constitute 7% of the General Fund

Revenue Source	Appropriation	FY23 Collections at 01/31/2023	% of Budget at 01/31/2023	Projected
Non-Categorical Aid	$ 737,907	$ 603,014	81.72%	$ 758,430
Shared Expenses	1,197,572	478,219	39.93%	1,197,572
Other Categorical Aid	197,734	276,492	139.83%	299,360
Federal Categorical Aid	-	623,699	N/A	623,699
Total from State/Fed Sources	$ 2,133,213	$ 1,981,424	92.88%	$ 2,879,061
TOTAL GENERAL FUND	$ 29,672,448	$ 28,202,515	95.05%	$ 31,392,411

Expenditure Trends - 2023

- Overall, departmental expenditures are on target

General Fund Expenditures

Function	FY2023 Appropriation	Expenditures As of 01/31/23	Percent Spent	Unspent Balance	Percent Unspent
Gen'l Govt Administration	3,295,713	1,647,571	50.0%	1,648,142	50.0%
Judicial Administration	838,459	449,450	53.6%	389,009	46.4%
Public Safety	4,420,702	2,356,946	53.3%	2,063,756	46.7%
Public Works	1,796,901	943,850	52.5%	853,051	47.5%
Other Agencies	334,873	85,521	25.5%	249,352	74.5%
Parks, Recreation & Cultural	651,691	364,131	55.9%	287,560	44.1%
Planning & Community Develop.	1,533,256	740,684	48.3%	792571.95	51.7%
Transfers Out	16,800,853	6,250,000	37.2%	10,550,853	62.8%
Total by Function	$ 29,672,448	$ 12,838,152	43.3%	$16,834,296	56.7%

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Revenue Trends - FY2024

- Real estate revenue expected to be impacted by limited scope reassessment
- Public Service corporation estimate will not be available until late March
- Personal Property tax revenue expected to decline by 15-20% due to move back towards normal vehicle values
- Interest income is expected to increase with Fed rate hikes

Expenditure Trends - 2024

- Personnel:
  - Health Insurance rates – remain level
  - Salary increases – TBD; State’s budget includes 5%
- Operating:
  - Inflation impacting operating costs, which have largely been held level for the past 5+ years
- Capital:
  - Continue to dedicate ongoing tax revenue to projects

Next Steps

- Guidance/Feedback from Board of Supervisors
- Contact County Administrator as issues/questions arise
- Staff will provide additional information as we navigate through the budget process
- Budget is scheduled to be presented to Board on April 6

Financial Status Update & Capital Planning Analysis

Surry County, Virginia

March 2, 2023

Davenport & Company
Member NYSE | FINRA | SIPC

Introduction

- Davenport & Company LLC ("Davenport"), in our role as Financial Advisor to the County of Surry (the "County"), was asked to update a Financial Review for the County's General Fund.

- At this time, the County is in the preliminary planning stages for the FY 2024 Budget and a series of upcoming capital projects.

- As further described on the following page, the over-arching goal of the discussion presented herein is to identify strategies to maintain and enhance the financial strength and stability of the General Fund, while also funding the County's important capital needs in a sustainable and financially responsible manner.

- Davenport will also provide a series of updates and recommendations with respect to Financial Policies and Financial Planning for the FY 2024 Budget.

Goals and Objectives

- As part of the discussion presented herein, Davenport intends to accomplish the following:

1. Review historical trends in General Fund revenues and expenditures;

2. Provide a Peer Comparative Analysis of key financial and demographic metrics between the County and neighboring localities;

3. Present a preliminary debt capacity and affordability analysis to evaluate the County's ability to fund its identified capital needs in a financially responsible manner (per FY 2023 – 2027 Adopted CIP); and,

4. Recommend updates / enhancements to Financial Policies for the County's consideration.

Historical Financials

Historical Financials - Key Observations

- The County has historically been well run from a financial perspective. The County has a history of producing annual operating surpluses, maintaining strong reserve levels, and cash funding a portion of its capital program.

- Fund Balance is arguably the most important financial metric when assessing the financial strength and stability of a local government such as the County.

- In FY 2022, the County's total Fund Balance increased.

- The County's financial metrics compare favorably to other well run local governments and neighboring peers.

Historical Financials - Key Observations (cont.)

- Unlike many of its peers, the County is unique in that its tax base and revenue stream are highly dependent on a single entity (i.e. the Dominion Surry Power Station, the "Power Plant").

- This dependence on a single entity makes Fund Balance an even more critical component of the County's finances.

- The County's high level of revenue dependence means that the County should consider (in concert with the FY 2024 Budget):

  1. Strengthening its adopted Fund Balance policies to safeguard the County's valuable reserves; and

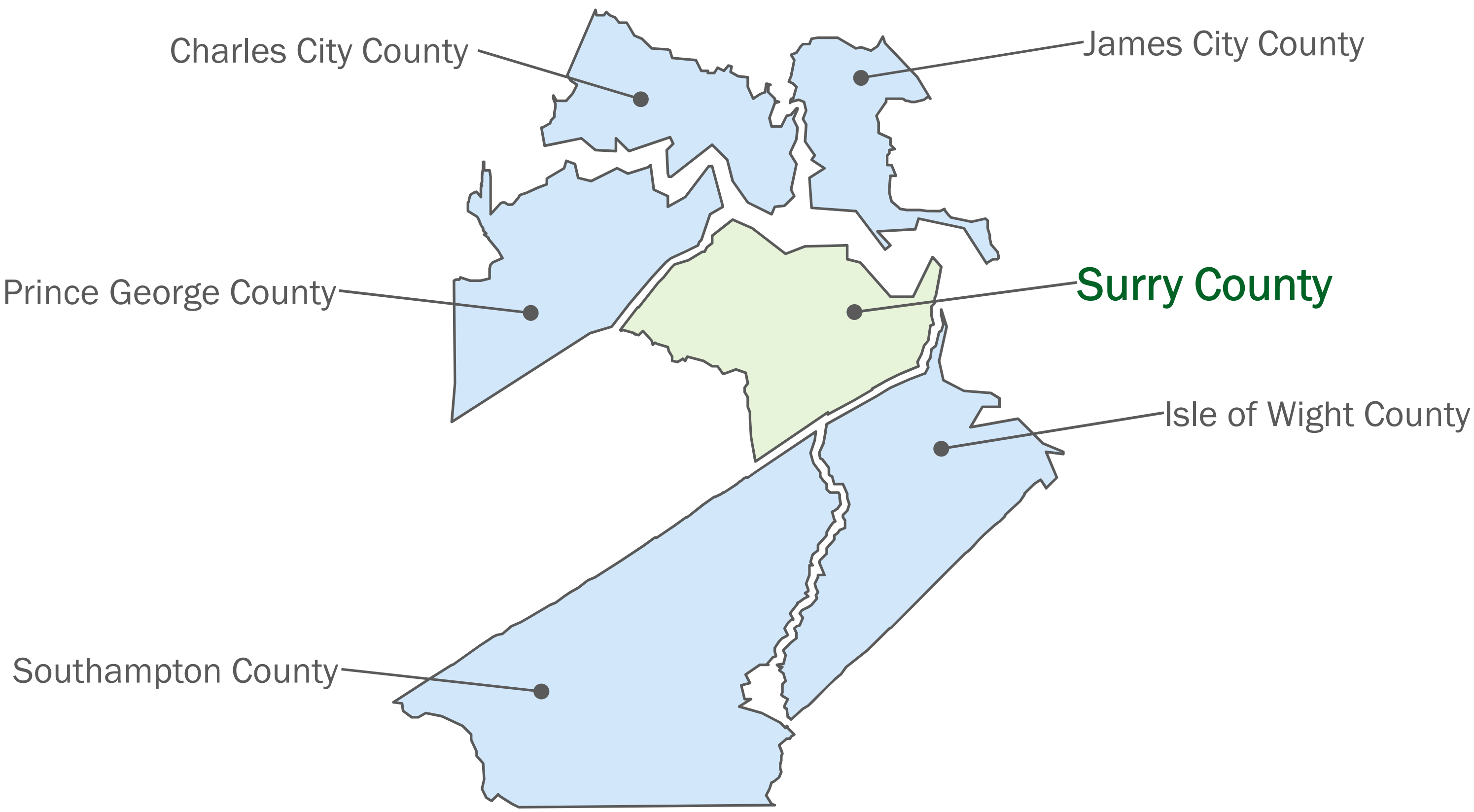
  2. Identifying additional revenue sources to sustainably fund future capital needs.

- The County has responsibly dedicated 2 cents of Real Estate Tax revenues towards cash funding anticipated capital projects.

Peer Comparative Group - Overview

- Davenport has served as Financial Advisor to all of Surry County's neighboring counties.

- The highlighted localities below will be used to analyze the County's financial standing relative to its peers.



Operating Overview | General Fund

		2018 Audited	2019 Audited	2020 Audited	2021 Audited	2022 Audited
1	**Revenues**					
2	General Property Taxes	$21,670,403	$21,600,237	$22,023,784	$23,138,148	$24,650,281
3	Other Local Taxes	780,408	1,126,200	1,118,145	1,057,335	1,445,077
4	Permits, Privilege Fees, and Regulatory Licenses	49,723	57,890	38,408	79,962	185,901
5	Fines and Forfeitures	34,210	59,254	31,272	35,900	42,752
6	Revenue from the Use of Money and Property	325,583	538,259	314,222	137,296	159,770
7	Charges for Services	97,301	266,638	229,217	225,173	243,449
8	Miscellaneous	157,052	100,120	158,822	145,039	221,791
9	Recovered Costs	95,520	23,781	35,967	58,622	65,545
10	Intergovernmental Revenue					
11	Commonwealth	2,345,813	2,393,823	2,629,458	2,606,002	2,762,364
12	Federal	929,239	921,798	1,107,833	2,081,867	1,192,346
13	**Total Revenues**	**$26,485,252**	**$27,088,000**	**$27,687,128**	**$29,565,344**	**$30,969,276**
14	Growth		2.28%	2.21%	6.78%	4.75%
15	**Expenditures**					
16	Current Operating:					
17	General Government Administration	$1,655,924	$1,815,006	$1,858,332	$2,030,298	$2,658,554
18	Judicial Administration	565,128	625,561	660,930	707,203	747,537
19	Public Safety	3,289,980	3,398,314	3,543,384	3,557,728	3,807,481
20	Public Works	1,407,940	1,554,097	1,564,133	1,650,682	1,596,296
21	Health and Welfare	2,301,035	2,433,879	3,029,935	3,573,667	3,024,030
22	Education	12,758,905	12,138,405	12,106,306	11,926,855	12,429,222
23	Parks, Recreation, and Cultural	597,532	692,578	628,855	515,986	468,228
24	Community Development	486,837	697,807	728,830	681,520	851,757
25	Capital Projects	171,970	23,976	0	0	0
26	Debt Service:					
27	Principal Retirement	1,125,000	1,055,000	1,165,000	1,225,000	1,510,000
28	Interest and Other Fiscal Charges	766,759	840,248	933,265	2,282,753	770,040
29	**Total Expenditures**	**$25,127,010**	**$25,274,871**	**$26,218,970**	**$28,151,692**	**$27,863,145**
30	Growth	6.00%	0.59%	3.74%	7.37%	-1.02%
31	**Revenues Over (Under) Expenditures**	**$1,358,242**	**$1,813,129**	**$1,468,158**	**$1,413,652**	**$3,106,131**
32						
33	**Other Sources (Uses)**					
34	Transfers In	$0	$0	$0	$96,450	$0
35	Transfers Out	(524,997)	(1,574,135)	(2,888,233)	(3,708,528)	(1,941,538)
36	Net Issuance of Bonds	0	0	0	1,450,000	0
37	**Total Other Sources (Uses)**	**($524,997)**	**($1,574,135)**	**($2,888,233)**	**($2,162,078)**	**($1,941,538)**
38						
39	**Change in Fund Balance**	**$833,245**	**$238,994**	**($1,420,075)**	**($748,426)**	**$1,164,593**
40						
41	**Fund Balance Beginning**	**$19,322,488**	**$20,155,733**	**$20,394,726**	**$18,974,651**	**$18,226,225**
42	**Fund Balance Ending**	**$20,155,733**	**$20,394,727**	**$18,974,651**	**$18,226,225**	**$19,390,818**

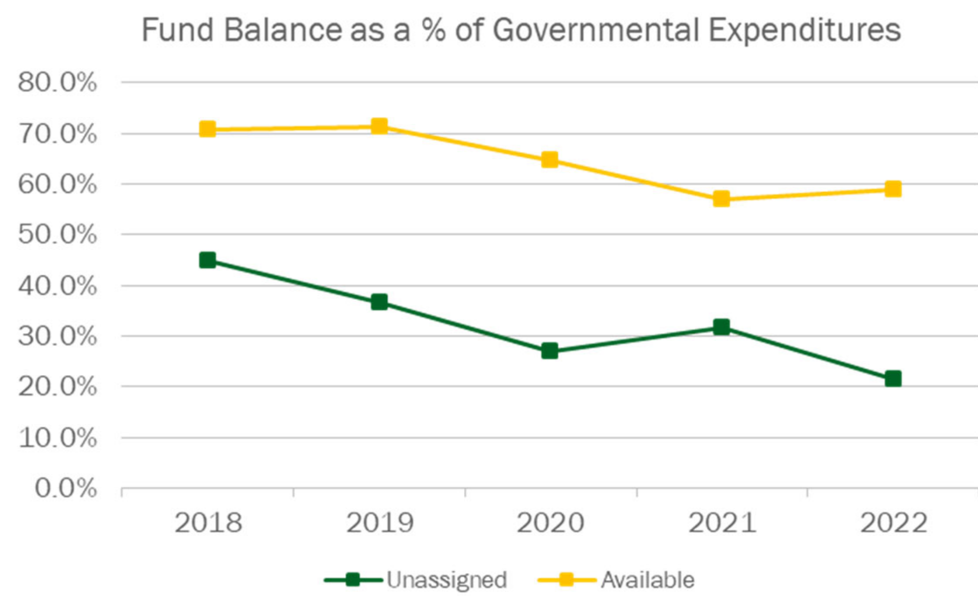
FY 2022 Net increase in Fund Balance of roughly $1.1 million.

Source: 2018-2022 Audits.

General Fund Balance Trends

- Historically, the County has demonstrated healthy reserve levels.

- **The County should consider enhancing its existing Fund Balance policies to ensure it maintains substantial reserves especially given the high level of dependence on a single tax payer.**



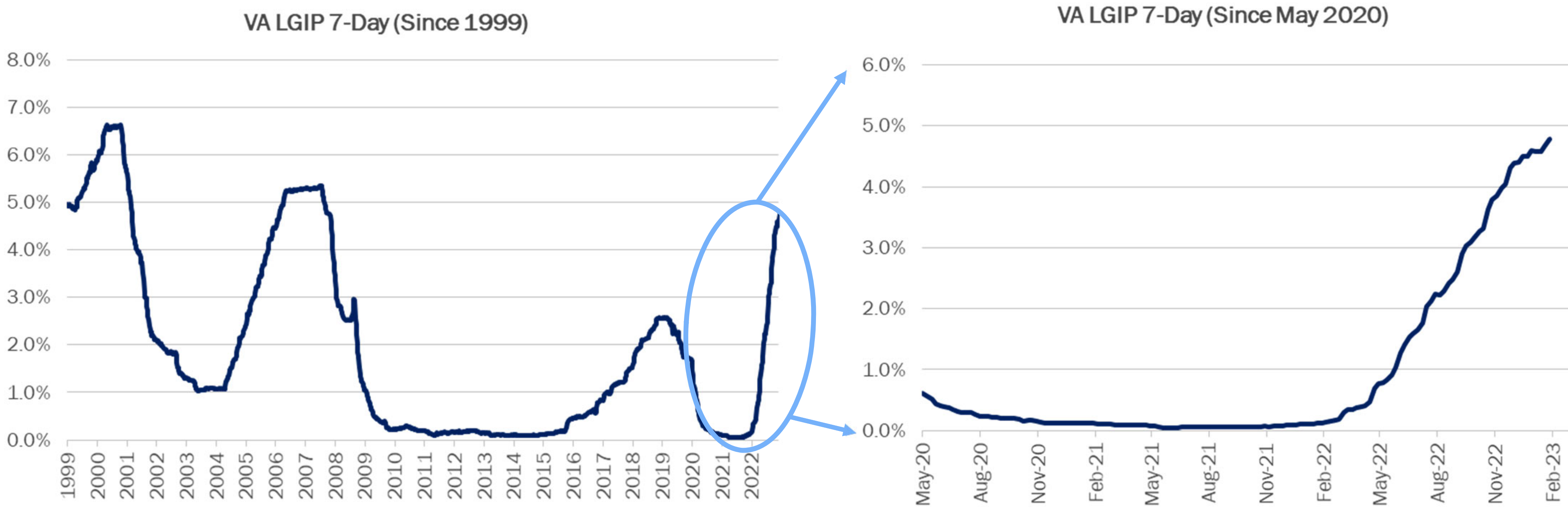
	Fiscal Year	2018	2019	2020	2021	2022
1	Governmental Expenditures	$28,500,289	$28,624,054	$29,271,466	$31,994,733	$32,946,715
2						
3	General Fund Balance					
4	Committed	$7,372,426	$9,900,350	$11,093,362	$8,130,065	$12,313,115
5	Unassigned	12,783,307	10,494,377	7,881,289	10,096,160	7,077,703
6	Total Available	$20,155,733	$20,394,727	$18,974,651	$18,226,225	$19,390,818
7						
8	General Fund Balance Ratios					
9	Unassigned as a % of Expenditures	44.9%	36.7%	26.9%	31.6%	21.5%
10	Available as a % of Expenditures	70.7%	71.3%	64.8%	57.0%	58.9%

Note: General Government Expenditures are calculated by General Fund Expenditures plus School Operating Expenditures less Local Government Revenue as shown on previous page.

Source: 2018-2022 Audits,.

Reinvestment Rate Trends | LGIP 7-Day Rate

- Given the current interest rate environment, the county has the potential to generate substantial interest earnings on its Fund Balance.

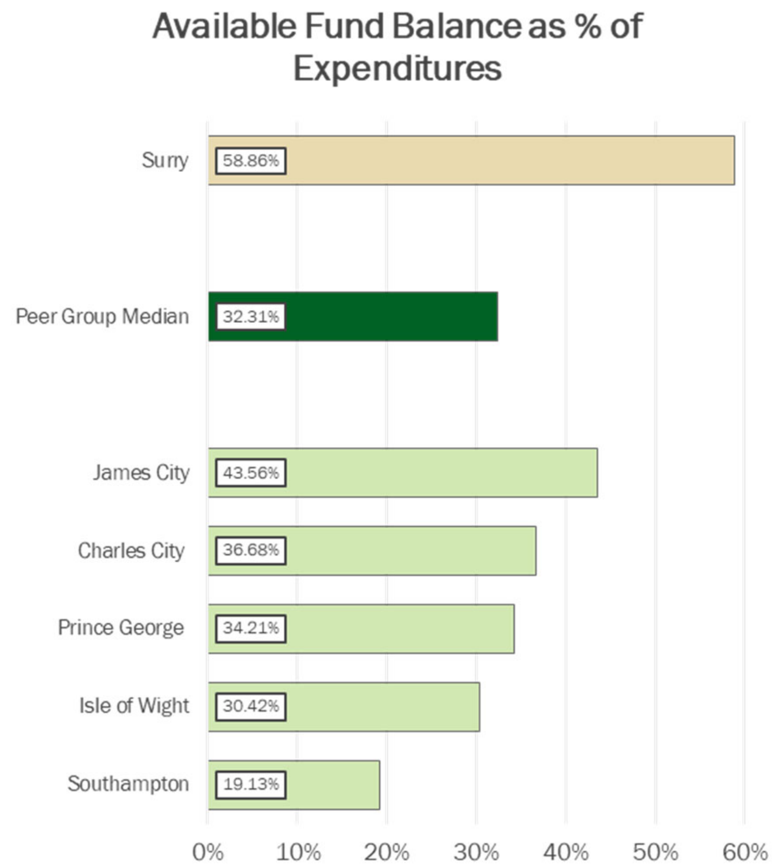


Short-term reinvestment rates have increased to levels last seen over a decade ago.

The above charts show VA LGIP 7 Day rate data as of February 16, 2023.

Peer Comparative – Available Fund Balance as % of Expenditures

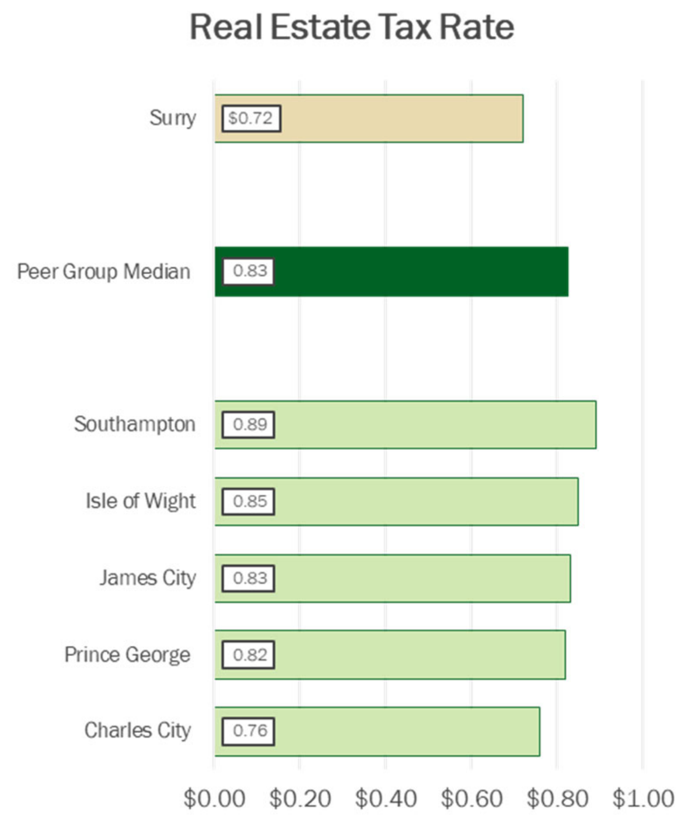
Locality	Available Fund Balance as a % of Expenditures
Surry	58.86%
Peer Group Median	32.31%
James City	43.56%
Charles City	36.68%
Prince George	34.21%
Isle of Wight	30.42%
Southampton	19.13%



Real Estate Tax Rate – Peer Comparative

- The County's Real Estate Tax Rate is competitive with its neighbors.

Locality	Real Estate Tax Rate
Surry	$0.72
Peer Group Median	0.83
Southampton	0.89
Isle of Wight	0.85
James City	0.83
Prince George	0.82
Charles City	0.76



Source: County Audits / Budgets / Websites.

Assessed Value Trends

- Despite a roughly 15% increase in Taxable Property excluding Public Service values, total Assessed Value in the County grew approximately 3% as a result of a slight decline in Public Service Assessed Values.

- The County's next reassessment is expected to take effect in FY 2024.

	A		B		C = A + B	
Fiscal Year	Public Service Assessed Value and Personal Property (1)	*Growth*	Real Property Assessed Value	*Growth*	Total Assessed Value	*Growth*
2018	$1,983,912,919		$927,483,200		$2,911,396,119	
2019	1,951,900,468	*-2%*	949,954,600	*2%*	2,901,855,068	*0%*
2020	1,997,767,048	*2%*	960,993,500	*1%*	2,958,760,548	*2%*
2021	2,112,648,814	*6%*	964,999,000	*0%*	3,077,647,814	*4%*
2022	2,066,387,391	***-2%***	1,112,727,900	***15%***	3,179,115,291	***3%***

(1) Includes Machinery and Tools, and Aircraft Assessed Values.

Source: County Audits.

Real Estate Tax Rate – Historic Trend

- The County reduced its Real Estate Tax Rate from 77¢ to 72¢ in FY 2023.

Fiscal Year	Tax Rate (per $100 of AV)
2014	0.73
2015	0.73
2016	0.71
2017	0.71
2018	0.71
2019	0.71
2020	0.71
2021	0.71
2022	0.77
2023	0.72

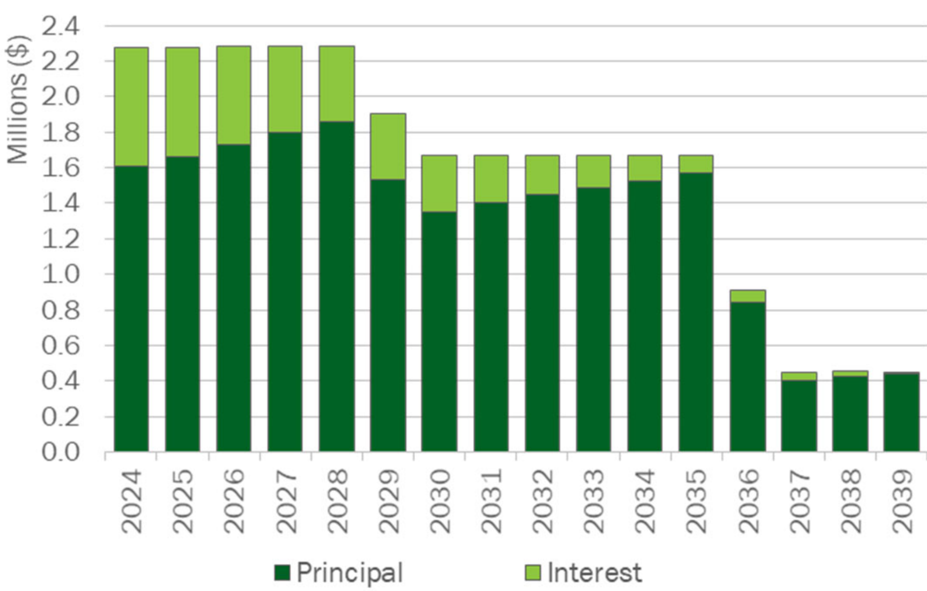
Source: Information from County Staff and County Audits.

Existing Debt Profile

Existing Tax-Supported Debt Service

- The County's Existing Tax-Supported Debt Service is shown as of 06/30/2023 (FY 2024).

- The County pays off its debt quickly, with a 10 Year Payout Ratio of 75%.



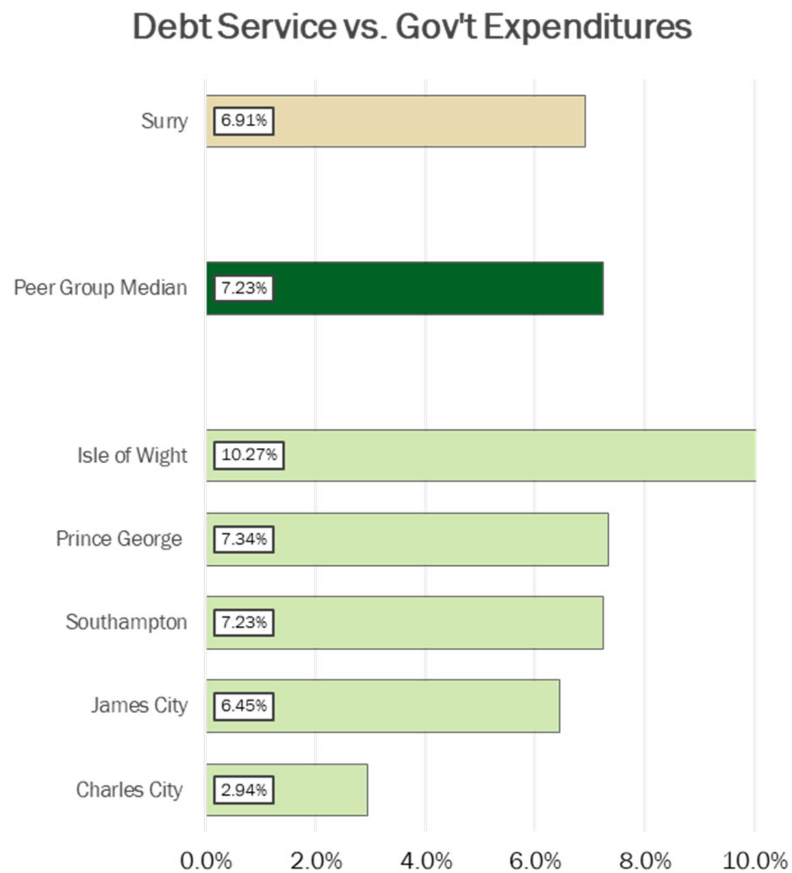
Total Tax-Supported Debt Service

FY	Principal	Interest	Total
Total	$21,075,000	$4,486,007	$25,561,007
2024	1,610,000	667,944	2,277,944
2025	1,660,000	612,024	2,272,024
2026	1,730,000	552,167	2,282,167
2027	1,795,000	489,997	2,284,997
2028	1,855,000	425,660	2,280,660
2029	1,535,000	365,201	1,900,201
2030	1,350,000	315,098	1,665,098
2031	1,400,000	268,179	1,668,179
2032	1,445,000	222,582	1,667,582
2033	1,485,000	181,485	1,666,485
2034	1,525,000	141,314	1,666,314
2035	1,570,000	99,265	1,669,265
2036	845,000	65,066	910,066
2037	405,000	44,034	449,034
2038	425,000	26,916	451,916
2039	440,000	9,075	449,075

Source: 2022 Audit / Davenport Debt Model.

Peer Comparative – Debt Service vs. Expenditures

Locality	Debt Service as % of Gov't Expenditures
Surry	6.91%
Peer Group Median	7.23%
Isle of Wight	10.27%
Prince George	7.34%
Southampton	7.23%
James City	6.45%
Charles City	2.94%

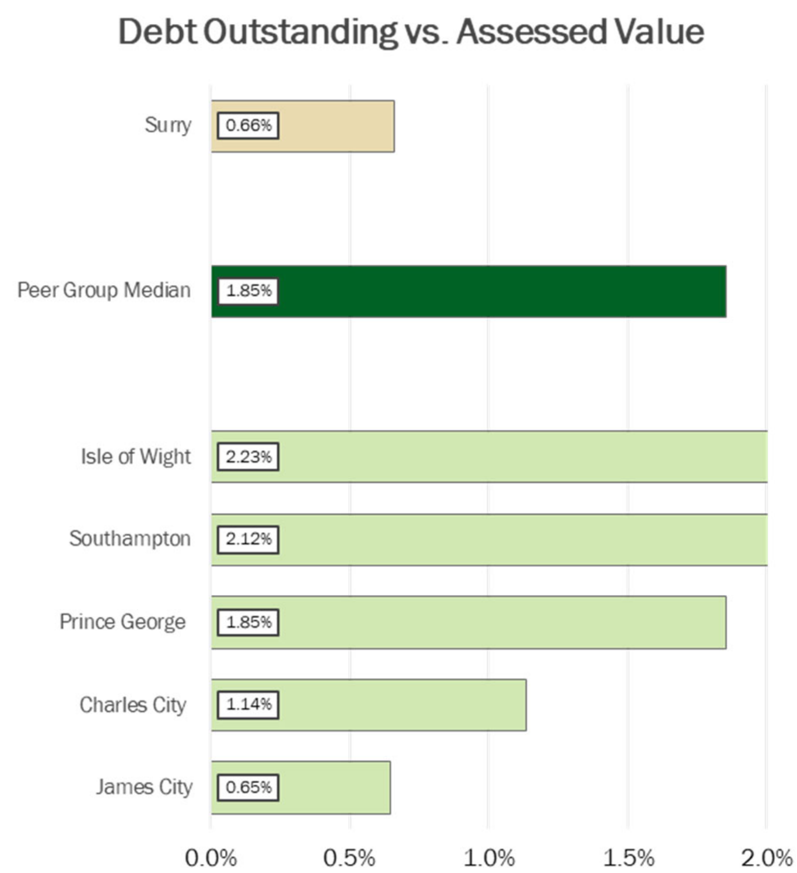


Note: General Government Expenditures are calculated by General Fund Expenditures plus School Operating Expenditures less Local Government Revenue.

Source: Most readily available County Audits.

Peer Comparative –Debt Outstanding vs. A/V

Locality	Debt as % of Assessed Value
Surry	0.66%
Peer Group Median	1.85%
Isle of Wight	2.23%
Southampton	2.12%
Prince George	1.85%
Charles City	1.14%
James City	0.65%



Source: Most readily available County Audits.

Capital Funding Analysis

Capital Funding Analysis - Overview

- According to the FY 2023 – FY 2027 Adopted CIP, the County has identified approximately $16 million of capital needs.

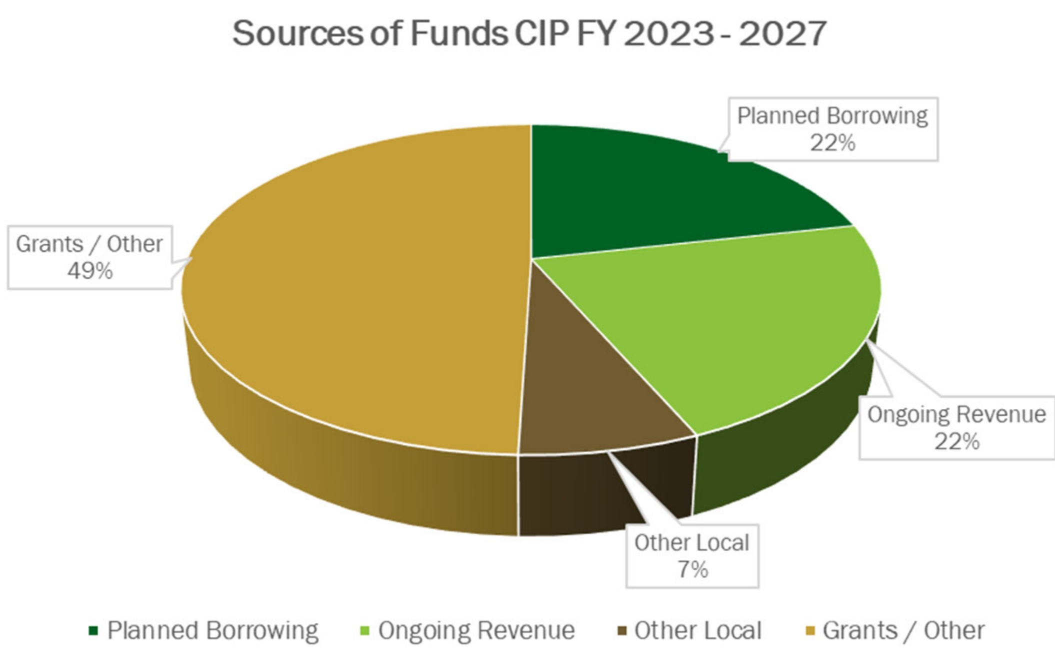
- These projects consist of various maintenance projects, public safety, economic / community development (Parks, Recreations, & Cultural), and education.

- Davenport has undergone the following analysis to prepare the County for various scenarios given anticipated future capital needs.

- The breakout of funding sources per the FY 2023 – FY 2027 Adopted CIP are outlined on the following page.

Capital Improvement Plan – Sources of Funds Overview

- As shown below, the County's CIP utilizes substantial Grant funding at approximately 50%. Roughly 22% of the CIP is planned to be debt funded as shown below.



Funding Source		Amount	Percentage of Total (FY 2023 - 2027)
Planned Borrowing	$	3,457,213	21.5%
Ongoing Revenue		3,528,082	22.0%
Other Local		1,128,500	7.0%
Grants / Other		7,955,000	49.5%
Total	$	16,068,795	

Source: County CIP.

Capital Funding Analysis – Scenarios

- The analysis herein assesses the County's ability to incur additional debt by evaluating the impact borrowings may have on key financial metrics as well as any required additional revenues (over and above budget).

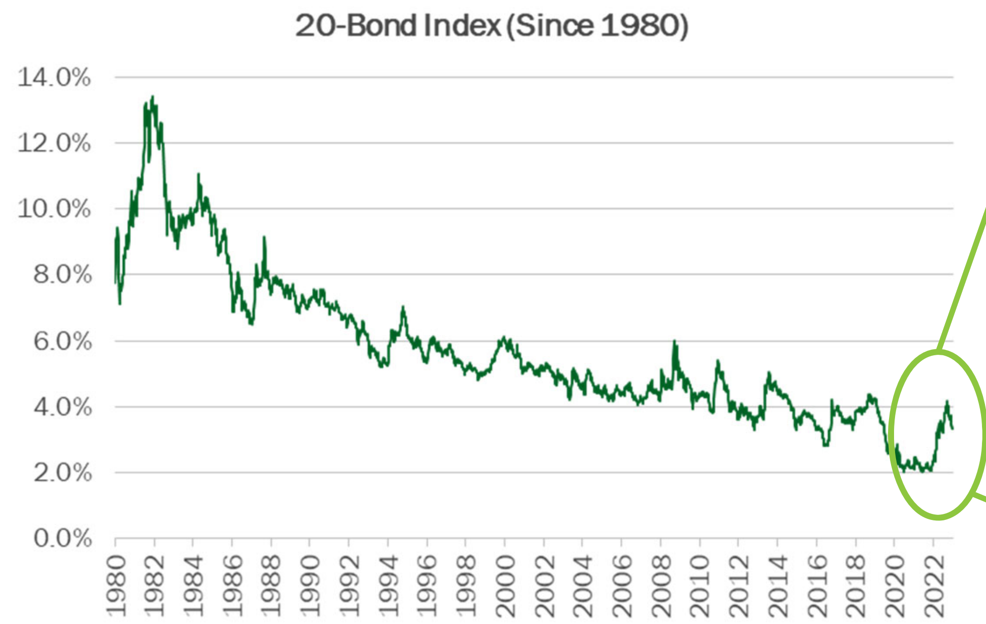
- The following scenarios have been analyzed to provide perspective on the County's ability to finance the "Planned Borrowing" projects listed in the CIP, as well as some contingency for any additional costs / identified projects:

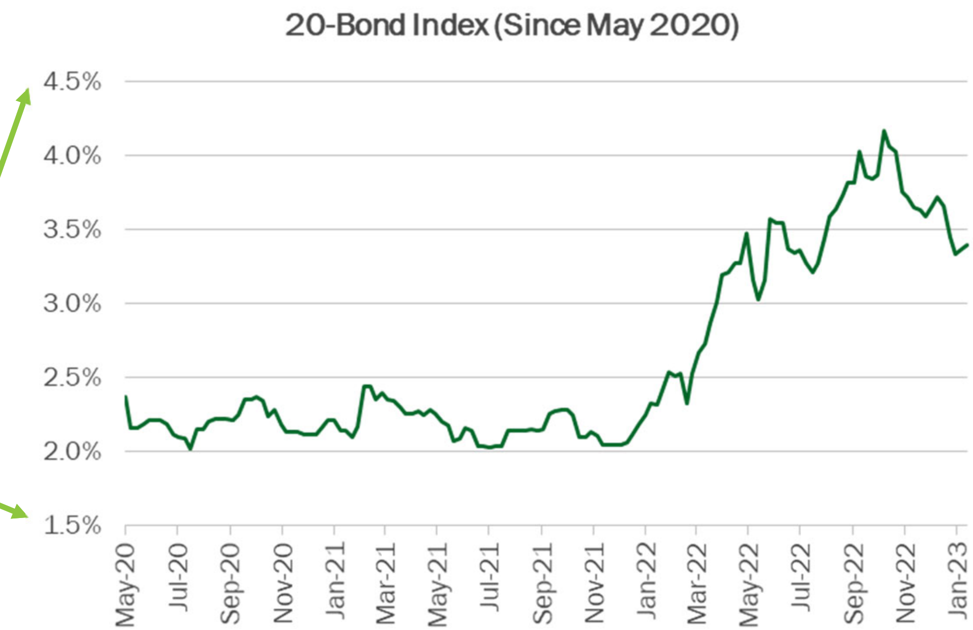
Scenario 1: $4 million - (Capital Projects, $4 million)

Scenario 2: $6 million - (Capital Projects, $4 million) + (Contingency, $2 million)

Scenario 3: $8 million - (Capital Projects, $4 million) + (Contingency, $4 million)

Interest Rate Environment | Tax-Exempt





Interest rates increased during calendar year 2022, however, they still remain at historically favorable levels.

The 20-year interest rates above show the Bond Buyer's "20-Bond Index" which consists of 20 tax-exempt bonds with an average rating of 'Aa2'/'AA' (Moody's / S&P) that mature in 20 years. The 20-Bond Index serves as a general indicator of prevailing interest rates for tax-exempt borrowers. Updated as of 02/02/2023.

Capital Funding Analysis – Borrowing Overview

- For each Scenario described on the previous pages, the following assumptions were used for planning order of magnitude estimates:
  - 20-year repayment term;
  - Fixed 5.0% interest rate; and
  - Level Annual Debt Service.

- All scenarios assume the County's financing occurs in calendar year 2023 with principal and interest beginning the subsequent calendar year (i.e. FY 2024).

- All scenarios assume the County maintains and budgets for its current FY 2024 debt service payment ($2,277,944).

- In order to quantify revenues required over and above the budget, Davenport measured the impact in equivalent pennies on the Real Estate Tax Rate. The value of 1¢ on the Real Estate Tax rate is assumed to equal approximately $321,000. No growth in the value of 1¢ is contemplated in this analysis.

Capital Funding Analysis – Summary

- The estimates below do not incorporate any grant revenues or additional funding sources outside the cost of borrowing (please see Appendix A for detailed Penny Analyses):

	Scenario 1	Scenario 2	Scenario 3
Loan Type	Direct Bank Loan		
Estimated Interest Rate	5.00%		
Project Size	$4 million	$6 million	$8 million
Loan Structure	20 Year Level Debt Service		
Final Maturity / Term	FY 2043 (20 Years)		
Approximate Avg. Annual Payment	$320 Thousand	$480 Thousand	$640 Thousand
Real Estate Tax Rate Equivalent Impact	1.0¢	1.5¢	2.0¢
(Max) Debt Service vs. Expenditures Potential Policy (12%)	7.58% (FY 2024)	8.05% (FY 2024)	8.52% (FY 2024)
(Max) Outstanding Debt vs. Assessed Value Current Policy (3%)	0.77% (FY 2024)	0.83% (FY 2024)	0.90% (FY 2024)

Financial Policy Recommendations

Financial Policy Recommendations

- **Davenport recommends the County update / enhance its formal financial policies.**

- The County's current adopted policies are as follows:

  - "The County's current financial policy has established a committed fund balance of 25% of General Fund and School Fund appropriated expenditures (net of transfers)"

  - "Net debt ratio as a percentage of assessed value shall not exceed 3%"

- Additionally, the County should consider formally adopting the following policies:

  1. **Unassigned Fund Balance** –Minimum Unassigned Fund Balance vs. Expenditures of 15% (Approximately $5 million per FY 2022 Audit)

  2. **Funding Capital Projects** – 2 cents of Real Estate Tax revenue to be dedicated towards cash funding capital projects.

  3. **Debt levels** – Maximum Debt Service vs. Expenditures of 12%

Next Steps

Next Steps

Davenport would propose the following next steps:

▪ Thursday, March 2	Board of Supervisors Meeting: - Davenport to present the Financial Update & Capital Planning Analysis.
▪ Balance of Spring	County adopts FY 2024 Operating Budget and updated financial policies.
▪ Balance of Spring / Summer	The County borrows for anticipated capital projects.

Appendix

Appendix A – Penny Impact Analysis

Scenario 1

Penny Impact Analysis - $4 million

- The $4 million dollar borrowing requires approximately the equivalent of 1 cent in the real estate tax rate.

	A	B	C	D	E = D - C	F	G	H = G + D
Fiscal Year	Existing Debt Service	Total Proposed Debt Service	Total Capital Requirements	FY2024 Debt Service Level	Additional Revenue Required	Incremental Equivalent Real Estate Tax Increase	Revenue from Real Estate Tax Increase	Total Available Revenues
2024	2,277,944	320,970	**2,598,915**	2,277,944	320,971	*1.0¢*	321,000	2,598,944
2025	2,272,024	320,970	**2,592,994**	2,277,944	315,050	-	321,000	2,598,944
2026	2,282,167	320,970	**2,603,137**	2,277,944	325,193	-	321,000	2,598,944
2027	2,284,997	320,970	**2,605,968**	2,277,944	328,024	-	321,000	2,598,944
2028	2,280,660	320,970	**2,601,631**	2,277,944	323,687	-	321,000	2,598,944
2029	1,900,201	320,970	**2,221,171**	2,277,944	--	-	321,000	2,598,944
2030	1,665,098	320,970	**1,986,068**	2,277,944	--	-	321,000	2,598,944
2031	1,668,179	320,970	**1,989,149**	2,277,944	--	-	321,000	2,598,944
2032	1,667,582	320,970	**1,988,552**	2,277,944	--	-	321,000	2,598,944
2033	1,666,485	320,970	**1,987,456**	2,277,944	--	-	321,000	2,598,944
2034	1,666,314	320,970	**1,987,285**	2,277,944	--	-	321,000	2,598,944
2035	1,669,265	320,970	**1,990,235**	2,277,944	--	-	321,000	2,598,944
2036	910,066	320,970	**1,231,036**	2,277,944	--	-	321,000	2,598,944
2037	449,034	320,970	**770,005**	2,277,944	--	-	321,000	2,598,944
2038	451,916	320,970	**772,886**	2,277,944	--	-	321,000	2,598,944
2039	449,075	320,970	**770,045**	2,277,944	--	-	321,000	2,598,944
2040	0	320,970	**320,970**	2,277,944	--	-	321,000	2,598,944
2041	0	320,970	**320,970**	2,277,944	--	-	321,000	2,598,944
2042	0	320,970	**320,970**	2,277,944	--	-	321,000	2,598,944
2043	0	320,970	**320,970**	2,277,944	--	-	321,000	2,598,944

Scenario 1

Penny Impact Analysis - $4 million (cont.)

	I	J = C	K = I - J
Fiscal Year	Total Available Revenues	Total Proposed Debt Service	Surplus/(Deficit)
2024	2,598,944	2,598,915	29
2025	2,598,944	2,592,994	5,950
2026	2,598,944	2,603,137	(4,193)
2027	2,598,944	2,605,968	(7,024)
2028	2,598,944	2,601,631	(2,687)
2029	2,598,944	2,221,171	377,773
2030	2,598,944	1,986,068	612,876
2031	2,598,944	1,989,149	609,795
2032	2,598,944	1,988,552	610,392
2033	2,598,944	1,987,456	611,488
2034	2,598,944	1,987,285	611,659
2035	2,598,944	1,990,235	608,709
2036	2,598,944	1,231,036	1,367,908
2037	2,598,944	770,005	1,828,939
2038	2,598,944	772,886	1,826,058
2039	2,598,944	770,045	1,828,899
2040	2,598,944	320,970	2,277,974
2041	2,598,944	320,970	2,277,974
2042	2,598,944	320,970	2,277,974
2043	2,598,944	320,970	2,277,974

Scenario 2

Penny Impact Analysis - $6 million

- The $6 million dollar borrowing requires approximately the equivalent of 1.5 cents in the real estate tax rate.

	A	B	C	D	E = D - C	F	G
Fiscal Year	Existing Debt Service	Total Proposed Debt Service	Total Capital Requirements	FY2024 Debt Service Level	Additional Revenue Required	Incremental Equivalent Real Estate Tax Increase	Revenue from Real Estate Tax Increase
2024	2,277,944	481,456	2,759,400	2,277,944	481,456	1.5¢	481,500
2025	2,272,024	481,456	2,753,479	2,277,944	475,535	-	481,500
2026	2,282,167	481,456	2,763,622	2,277,944	485,678	-	481,500
2027	2,284,997	481,456	2,766,453	2,277,944	488,509	-	481,500
2028	2,280,660	481,456	2,762,116	2,277,944	484,172	-	481,500
2029	1,900,201	481,456	2,381,656	2,277,944	103,712	-	481,500
2030	1,665,098	481,456	2,146,553	2,277,944	--	-	481,500
2031	1,668,179	481,456	2,149,635	2,277,944	--	-	481,500
2032	1,667,582	481,456	2,149,037	2,277,944	--	-	481,500
2033	1,666,485	481,456	2,147,941	2,277,944	--	-	481,500
2034	1,666,314	481,456	2,147,770	2,277,944	--	-	481,500
2035	1,669,265	481,456	2,150,720	2,277,944	--	-	481,500
2036	910,066	481,456	1,391,521	2,277,944	--	-	481,500
2037	449,034	481,456	930,490	2,277,944	--	-	481,500
2038	451,916	481,456	933,371	2,277,944	--	-	481,500
2039	449,075	481,456	930,531	2,277,944	--	-	481,500
2040	0	481,456	481,456	2,277,944	--	-	481,500
2041	0	481,456	481,456	2,277,944	--	-	481,500
2042	0	481,456	481,456	2,277,944	--	-	481,500
2043	0	481,456	481,456	2,277,944	--	-	481,500

Scenario 2

Penny Impact Analysis - $6 million (cont.)

	I	*J = C*	*K = I - J*
Fiscal Year	Total Available Revenues	Total Proposed Debt Service	Surplus/(Deficit)
2024	2,759,444	2,759,400	44
2025	2,759,444	2,753,479	5,965
2026	2,759,444	2,763,622	(4,178)
2027	2,759,444	2,766,453	(7,009)
2028	2,759,444	2,762,116	(2,672)
2029	2,759,444	2,381,656	377,788
2030	2,759,444	2,146,553	612,891
2031	2,759,444	2,149,635	609,809
2032	2,759,444	2,149,037	610,407
2033	2,759,444	2,147,941	611,503
2034	2,759,444	2,147,770	611,674
2035	2,759,444	2,150,720	608,724
2036	2,759,444	1,391,521	1,367,923
2037	2,759,444	930,490	1,828,954
2038	2,759,444	933,371	1,826,073
2039	2,759,444	930,531	1,828,913
2040	2,759,444	481,456	2,277,988
2041	2,759,444	481,456	2,277,988
2042	2,759,444	481,456	2,277,988
2043	2,759,444	481,456	2,277,988

Scenario 3

Penny Impact Analysis - $8 million

- The $8 million dollar borrowing requires approximately the equivalent of 2 cents in the real estate tax rate.

	A	B	C	D	E = D - C	F	G	H = G + D
Fiscal Year	Existing Debt Service	Total Proposed Debt Service	Total Capital Requirements	FY2024 Debt Service Level	Additional Revenue Required	Incremental Equivalent Real Estate Tax Increase	Revenue from Real Estate Tax Increase	Total Available Revenues
2024	2,277,944	641,941	2,919,885	2,277,944	641,941	2.0¢	642,000	2,919,944
2025	2,272,024	641,941	2,913,964	2,277,944	636,020	-	642,000	2,919,944
2026	2,282,167	641,941	2,924,107	2,277,944	646,163	-	642,000	2,919,944
2027	2,284,997	641,941	2,926,938	2,277,944	648,994	-	642,000	2,919,944
2028	2,280,660	641,941	2,922,601	2,277,944	644,657	-	642,000	2,919,944
2029	1,900,201	641,941	2,542,142	2,277,944	264,198	-	642,000	2,919,944
2030	1,665,098	641,941	2,307,039	2,277,944	29,095	-	642,000	2,919,944
2031	1,668,179	641,941	2,310,120	2,277,944	32,176	-	642,000	2,919,944
2032	1,667,582	641,941	2,309,523	2,277,944	31,579	-	642,000	2,919,944
2033	1,666,485	641,941	2,308,426	2,277,944	30,482	-	642,000	2,919,944
2034	1,666,314	641,941	2,308,255	2,277,944	30,311	-	642,000	2,919,944
2035	1,669,265	641,941	2,311,205	2,277,944	33,261	-	642,000	2,919,944
2036	910,066	641,941	1,552,006	2,277,944	--	-	642,000	2,919,944
2037	449,034	641,941	1,090,975	2,277,944	--	-	642,000	2,919,944
2038	451,916	641,941	1,093,856	2,277,944	--	-	642,000	2,919,944
2039	449,075	641,941	1,091,016	2,277,944	--	-	642,000	2,919,944
2040	0	641,941	641,941	2,277,944	--	-	642,000	2,919,944
2041	0	641,941	641,941	2,277,944	--	-	642,000	2,919,944
2042	0	641,941	641,941	2,277,944	--	-	642,000	2,919,944
2043	0	641,941	641,941	2,277,944	--	-	642,000	2,919,944

Scenario 3

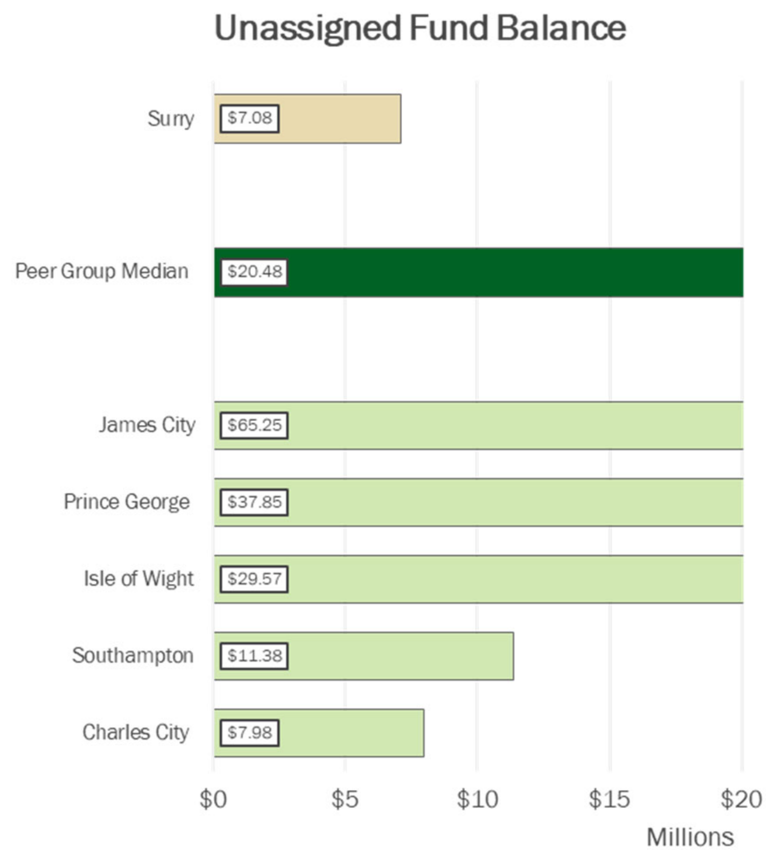
Penny Impact Analysis - $8 million (cont.)

	I	J = C	K = I - J
Fiscal Year	Total Available Revenues	Total Proposed Debt Service	Surplus/(Deficit)
2024	2,919,944	2,919,885	59
2025	2,919,944	2,913,964	5,980
2026	2,919,944	2,924,107	(4,163)
2027	2,919,944	2,926,938	(6,994)
2028	2,919,944	2,922,601	(2,657)
2029	2,919,944	2,542,142	377,802
2030	2,919,944	2,307,039	612,905
2031	2,919,944	2,310,120	609,824
2032	2,919,944	2,309,523	610,421
2033	2,919,944	2,308,426	611,518
2034	2,919,944	2,308,255	611,689
2035	2,919,944	2,311,205	608,739
2036	2,919,944	1,552,006	1,367,938
2037	2,919,944	1,090,975	1,828,969
2038	2,919,944	1,093,856	1,826,088
2039	2,919,944	1,091,016	1,828,928
2040	2,919,944	641,941	2,278,003
2041	2,919,944	641,941	2,278,003
2042	2,919,944	641,941	2,278,003
2043	2,919,944	641,941	2,278,003

Appendix B – Peer Comparatives

Peer Comparative – Unassigned Fund Balance

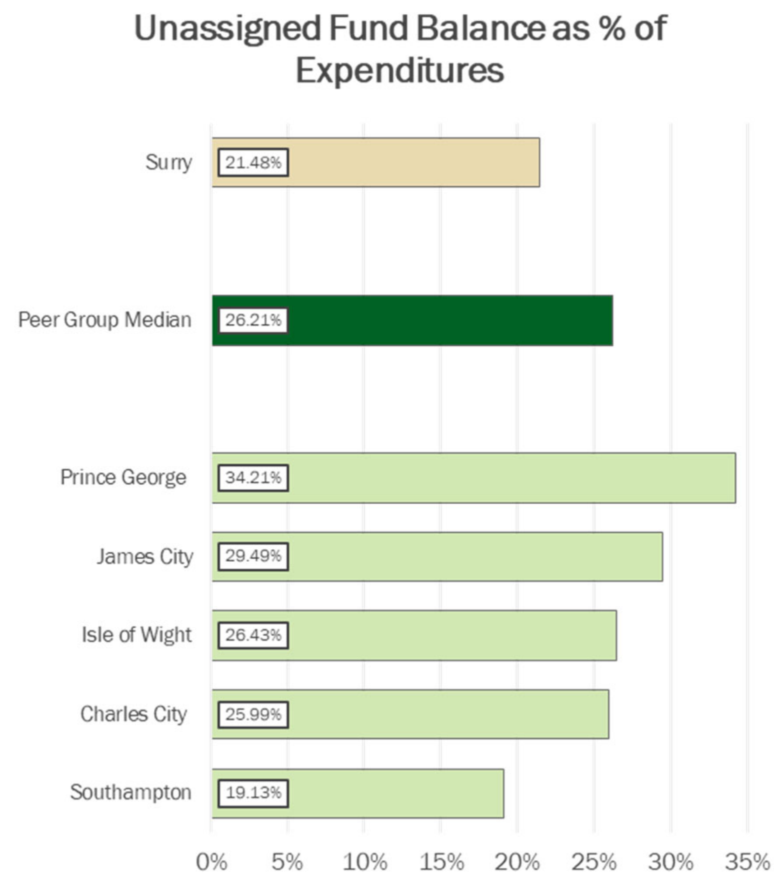
Locality	Unassigned Fund Balance
Surry	$7,077,703
Peer Group Median	20,477,260
James City	65,248,514
Prince George	37,849,167
Isle of Wight	29,574,561
Southampton	11,379,959
Charles City	7,983,770



Source: Most readily available County Audits.

Peer Comparative – Unassigned Fund Balance as % of Expenditures

Locality	Unassigned Fund Balance as a % of Expenditures
Surry	21.48%
Peer Group Median	26.21%
Prince George	34.21%
James City	29.49%
Isle of Wight	26.43%
Charles City	25.99%
Southampton	19.13%

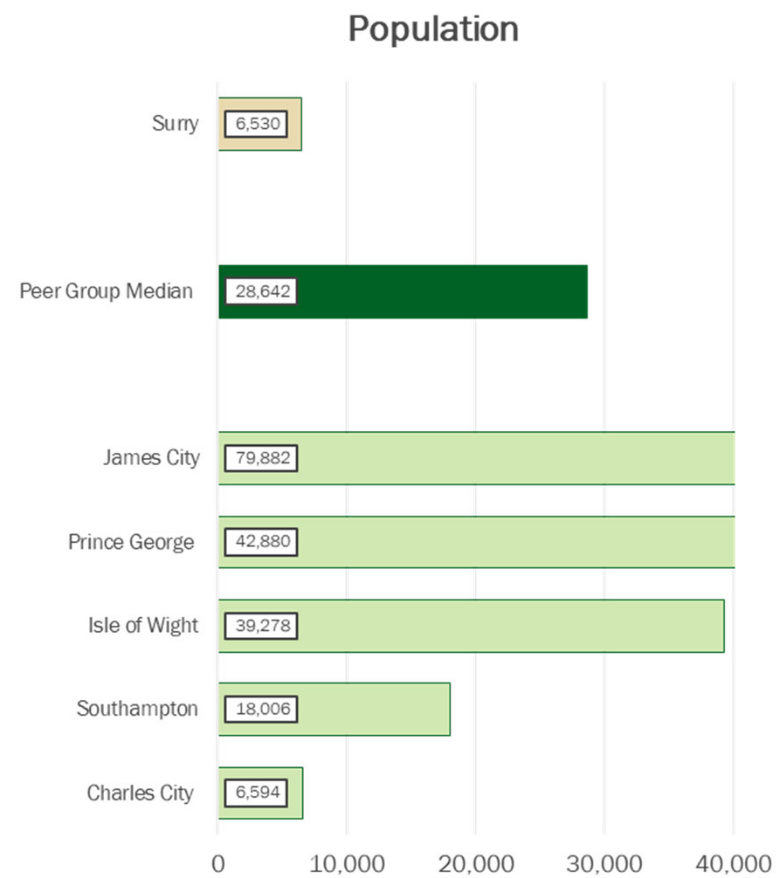


Note: General Government Expenditures are calculated by General Fund Expenditures plus School Operating Expenditures less Local Government Revenue.

Source: Most readily available County Audits.

Peer Comparative – Population

Locality	Population
Surry	6,530
Peer Group Median	28,642
James City	79,882
Prince George	42,880
Isle of Wight	39,278
Southampton	18,006
Charles City	6,594



Source: 2021 U.S. Census Bureau.

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blackwater regional library

Franklin, Isle of Wight, Southampton, Surry, and Sussex
www.blackwaterlib.org

Director's Report
January 2023

Central/System-wide Updates

- One current vacancy (PT Page position at SM) as of 2.6.23
- Winter Reading Program launched this month and appears to be successful
- BRL is a partner in Dolly Parton’s Imagination Library launch in Isle of Wight County (kick-off event 2/18, Smithfield Center)
- 15 trainings completed system-wide
- Over 13,000 visits to library locations in January

Love Your Library Month

Impact in the Community

StoryTime at Hubs Vine in Franklin

Craft Program with Wakefield Seniors Group

Other Outreach Events

- Franklin High School Teen Book Club
- StoryTimes at local pre-schools and at Hardy & Windsor Elementary Schools

19 Outreach events reaching nearly 400 people in January

blackwater regional library

Franklin, Isle of Wight, Southampton, Surry, and Sussex

www.blackwaterlib.org

City of Franklin

- Programs out in the community at businesses, daycares, and more!
- Marked increase in one-on-one help with patrons coming in looking for assistance with eBooks and other downloadable resources
- Family programs such as Full STEAM Ahead, PAWS to Read and more
- Pop-Up Library starting monthly at Hayden Village Center

Isle of Wight County

- Carrollton Library hosted a variety of programs, including an after-hours Family Fort Night for area families; and introduced a new book club offering
- Smithfield branch had a variety of programs for all ages including the BookSTEAM program, which connects a STEAM project to a notable children's title.
- Windsor branch had a head start on Black History Month with an out of this world StoryTime about Mae Jemison, the first female African-American astronaut.
- Outreach efforts in the community ranged from multiple IOWCS classroom visits to My Pumpkin Patch Preschool in Windsor to "My Book Club" program that put books in the hands of nearly 100 preschoolers.

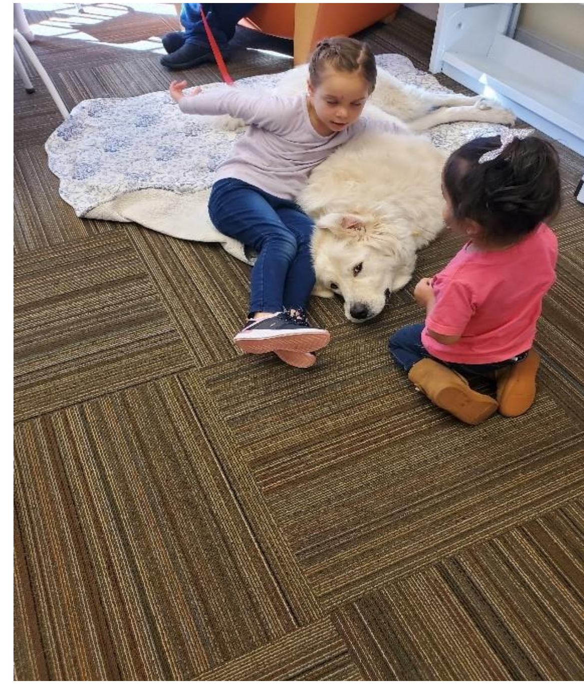
Between Outreach and In-House programming, 56 programs reaching over 1000 persons were delivered in IOW County in January

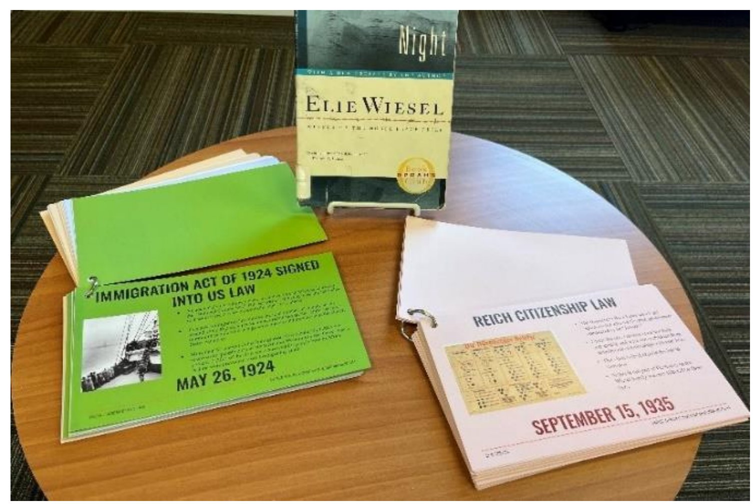
Southampton County

- Popular programs continued with wooden Snowman craft for adults and STEAM night for children
- Library hosted SCPS Pre-K students for a special StoryTime
- Noted local author Latorial Faison coming to Courtland Branch on 2/16 for an event

Surry County

- This month, in partnership with our local PBS station, the Surry branch held showings of The U.S. and the Holocaust, a film by Ken Burns in honor of Holocaust Remembrance Day on 1.27.23. The National Holocaust Museum sent interactive timelines and postcards for patrons to interact with and learn from.
- Surry hosted its first PAWS to Read program, which was a great success.
- Both branches hosted pinecone decorating programs and had a good response.





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Sussex County

- Wakefield staff provided crafting program for local seniors group
- Wakefield branch hosted popular Craftsy program, featuring Valentine Gnomes
- Friends of the Waverly Library hosted a fundraiser where attendees a Paint Night, which was a fun experience for all.

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Resource Highlight

https://www.blackwaterlib.org/genealogy/

SURRY COUNTY
BUILDING OFFICIAL'S OFFICE

MONTHLY REPORT

Building Permits Issued for the Month of **FEBRUARY 2023**

Total Permits Issued for Surry County Va.

TYPE	*NUMBER*	*VALUE*	*FEES*
New Construction	**0**	**$ -**	**$ -**
Manufactured Homes.Doublewide			
S-F Dwelling			
Two Family Dwelling	0	$ -	$ -
Singlewide Mobile Homes	0	$ -	$ -
Commercial	0	$ -	$ -
Additions/Renovations	**7**	**$ 216,987.90**	**$ 1,824.62**
Garage	0	$ -	$ -
Additions	5	$ 172,000.00	$ 957.74
Commercial Addition	2	$ 44,987.90	$ 866.88
Renovations	0	$ -	$ -
Storage Building/Shed	0	$ -	$ -
Electrical	**7**	**$ 25,762.00**	**$ 1,092.42**
Plumbing	**2**	**$ 10,000.00**	**$ 351.90**
Mechanical	**6**	**$ 29,635.00**	**$ 1,070.55**
Demolition	**8**	**$ 44,000.00**	**$ 1,183.20**
TOTAL	**$ 30.00**	**$ 326,384.90**	**$ 5,522.69**

INSPECTIONS **60**

Number of inspections performed

Plans Reviewed within 10 business Day **100%**

Inspections conducted within 24 hrs. **100%**