V I R G I N I A:

At a joint meeting of the Washington County Board of Supervisors and Washington County School Board held Thursday, March 21, 2002, at 7:00 p.m., at the Washington County School Board Office in Abingdon, Virginia, the following were present:

PRESENT:

Board of Supervisors

Joe W. Derting, Chairman
John B. Roberts, Sr., Vice Chairman
Jack H. Barker
Bobby D. Ingle
Phillip B. McCall
Anthony S. Rector
Dulcie M. Mumpower

Mark K. Reeter, County Administrator
Christianne E. Parker, Assistant County Administrator
Mark W. Seamon, Accounting & Purchasing Manager

Mr. Derting arrived at 7:15 p.m.
Mr. Ingle left the meeting at 8:50 p.m.

School Board

Ms. Elizabeth Lowe, Chair
Mr. Bill Brooks, Vice Chair
Mr. Buckey Boone
Dr. Ron Ely
Ms. Kathryn Roark
Mr. Tom Musick
Mr. Jimmy Wallace

Dr. Alan Lee, Superintendent
Mr. Stephen Clear, Clerk
Mr. Jim Rector

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1. The School Board meeting was called to order by Ms. Elizabeth Lowe, Board Chair.

   The Board of Supervisors meeting was called to order by Mr. John B. Roberts, Sr., Vice-Chairman

2. Determination of a Quorum.

3. Mr. Jim Rector led the pledge of allegiance.

4. Upon motion by Dr. Ely, seconded by Mr. Musick, by 7-0 vote, the meeting agenda was approved as amended.

   Upon motion of Mr. Ingle, second by Mr. Barker, by 6-0 vote, the meeting agenda was approved as amended.

5. Ms. Pat Akridge, Insurance Consultant with Akridge Insurance Services, Inc., presented renewal information for the 2003 health insurance. Requests for proposals were sent to twenty-two carriers/agents, and the top three financial responses were from: The Local Choice (Renewal), $7,590.816; B B & T Piedmont Administrators (Self Insured), $7,733,539; and John Deere Health Plans (Self Insured), $7,853.683.

   Their recommendations were as follows:

   - Renew with The Local Choice for the 2003 Fiscal Year.
   - Review and consider current plan versus new plan offerings:
     Key Advantage Cost Alliance
     KeyShare Value Alliance
   - For Fiscal Year 2003, if additional dollars are available, increase employer contribution.
   - Review and consider only transitioning to KeyShare/Value Alliance plans in future years should an unacceptable rate increase be presented.
   - Continue to review and monitor program on an on-going basis.
   - By moving in this direction, you regain control of your medical plan, which is a major item in your budget.

   This will be brought before the Board on April 4 for resolution.

6. Mr. Stephen Clear presented a preliminary estimate of state funds for the Board of Supervisors' and School Board's information.

7. Dr. Alan Lee presented the proposed action of the Washington County Schools to balance the 2002-2003 Budget.

   Fixed Expenditures:

• Hospitalization Insurance	$385,850
• Debt Service (Capital Improvements)	423,000
• Liability & Property Insurance	100,000
• Tech. Improvement – E-Rate	130,000
• Retiree Health Credit	171,540
• Utilities & Fuel	40,000
TOTAL	$1,250,390
• Youth Census	30,000
TOTAL	$1,280.390

   Considered to be Necessary:

• Four Additional School Buses	208,000
• Summer School	60,000
TOTAL FIXED & NECESSARY	$1,548,390
• State Funds Increase	-214,525
TOTAL WORKING BUDGET TARGET	**$1,333,865**

- Group Life Insurance Premiums -215,000
- Projected Retirement Savings -359,600

BALANCE $ 759,265

- Budget proposals to decrease funding needs, which will not impact income or employment, were made to the Board of Supervisors and the School Board as well as ideas which will impact income or employment.
- Salary increases were not calculated into this proposal.

Appreciation of the Board of Supervisors was expressed for their past contributions and efforts for the school system, and they were asked to take these proposals into consideration when deciding on allocation of local funds.

8. Upon motion by Mr. Brooks, seconded by Dr. Ely, by 7-0 vote, the School Board Meeting adjourned.

Upon motion of Mr. Barker, second by Mr. McCall, by 6-0 vote, the Board of Supervisors Meeting recessed until March 26, 2002, for the purpose of receiving revenue projections from Fred Parker, Treasurer and Melvin Ritchie, Commissioner of the Revenue.

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Prepared by:

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Naoma A. Cook, Recording Clerk

Approved by the Washington County Board of Supervisors:

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Joe W. Derting, Chairman