

March 10, 2003

The regularly scheduled meeting of the Cleveland County Budget Board was called to order this 10<sup>th</sup> day of March, 2003, in the conference room of the County Office Building by Chairman Leroy Krohmer. Roll was called by Dorinda Harvey, County Clerk/Secretary and those present were:

Leroy Krohmer, Chairman  
Dorinda Harvey, Secretary  
F. DeWayne Beggs, Member  
Saundra DeSelms, Member  
Bill Graves, Member  
Rhonda Hall, Member  
George Skinner, Member

Vice-Chairman Denise Heaver was absent at roll call.

Others present were: Roy Bugher, Pam Strawn, Tammy Howard, and Vickie Wilson.

After the reading of the minutes of the regular meeting of February 24, 2003, and there being no additions or corrections Rhonda Hall moved that the minutes be approved. George Skinner seconded the motion.

The vote was: Leroy Krohmer, yes; Dorinda Harvey, yes; F. DeWayne Beggs, yes; Saundra DeSelms, abstain; Bill Graves, yes; Rhonda Hall, yes; George Skinner, yes.

Motion carried.

Chairman Krohmer called for discussion with Vickie Wilson, Budget Maker on GASB 34, new accounting procedure. Mrs. Wilson stated that first of all she wanted everyone to know that the bill that would not make Budget Board Counties do GASB 34 came out of committee. Mrs. Wilson also stated that she spoke to the County's Bond Counsel and he suggested that Cleveland County go with GASB 34 on down the road if the County anticipated issuing any bonds. Mrs. Wilson's suggestion is if the Budget Board is considering going with GASB 34 that before going into budget that a bid be done to see how much it is going to cost so the Board can look at it from the business side and see if it is worth the money. When speaking with the County's Bond Counsel he stated that the only time he uses the county's financials for bond ratings and thing is when the County issues bonds for the County, not for the Industrial Authority. GASB 34 was discussed again as far as what the County would be required to do and Mrs. Wilson stated that the only big cost would be getting all of the County's assets valued. Mrs. Wilson went back over what the Auditor's Office is coming up with which is a special purpose financial statement, she does not know what it is but the Auditor says it will be a compliance audit also. Mrs. Wilson stated that the County would have an adverse opinion if it went for a regular financial audit. Mrs. Wilson continued saying that she thinks the law will go through but the County is dealing with the statutory requirement and then the financial world and that the County would not get an unqualified opinion which it has been getting for a qualified under a regular financial audit. She stated that the Auditor's Office is struggling with this also. The smaller counties at this

time do not have to do GASB 34 whether they have a budget board or not but Mrs. Wilson doesn't think budget board is not going to be an issue once that law goes through. This is what this County's Budget Board wants to do and what it wants to present to the user, the communities, bond counsel, etc what does this county want to do?

Saundra DeSelms stated that this is the third largest county and not to be doing GASB 34 might affect the county on down the line. The Board doesn't know what might happen in the future. It was discussed when the County needed to implement GASB 34. Mrs. Wilson stated that she was not trying to get this implemented by June 30, 2003, her recommendation would be to go out for bid and see what it is going to truly cost.

Saundra DeSelms and Rhonda Hall both agreed that it needed to be put in to next years budget and Mrs. Wilson also agreed.

Leroy Krohmer addressed the issue of the county roads having to be appraised and more discussion took place on GASB 34. (During this discussion Denise Heavner entered.)

Denise Heavner moved, seconded by Rhonda Hall, to approve the following Transfers of Appropriation:

- a. From District Attorney's Capital Outlay, A3, \$3,300.00, to District Attorney's Maintenance & Operation, A2.
- b. From General Government Maintenance & Operation, R2, \$11,886.00, to Sheriff's Board of Prisoners, B2B.
- c. From General Government Courthouse Security, R3BS, \$34,694.96, to Sheriff's Personal Services Full Time, B1A, \$33,126.30; Sheriff's Personal Services Part Time, B1B, \$1,140.67; and Sheriff's Maintenance & Operation, B2A, \$427.99.

The vote was: Leroy Krohmer, yes; Denise Heavner, yes; Dorinda Harvey, yes; F. DeWayne Beggs, yes; Saundra DeSelms, yes; Bill Graves, yes; Rhonda Hall, yes; George Skinner, yes. Motion carried.

Chairman Krohmer called for miscellaneous discussion and Denise Heavner stated that what the Budget Board approved in 1999, the years of service for accrual leave did not get put into the new county handbook (the one of 2002) the same way.

While waiting for Mike McDanel, Assistant District Attorney, to answer the above as to whether the Budget Board or the Commissioners needed to adjust the County handbook Mr. Krohmer stated that a special meeting of the Budget Board needed to be held on Monday, March 17, 2003, at 10:30 A.M.

Denise Heavner stated that Mike McDanel had no problem with changing the handbook and it did needed to go through a Commissioners meeting.

More discussion took place on GASB 34.

There being no further business to come before the Board, George Skinner moved that the meeting be adjourned. Dorinda Harvey seconded the motion.

The vote was: Leroy Krohmer, yes; Denise Heavner, yes; Dorinda Harvey, yes; F. DeWayne Beggs, yes; Saundra DeSelms, yes; Bill Graves, yes; Rhonda Hall, yes; George Skinner, yes. Motion carried.