



Gaston County

Gaston County
Board of Commissioners
www.gastongov.com

Financial and Management Services - Budget Board Action

File #: 26-006

Commissioner Shehan - Financial and Management Services - Budget - To Appropriate General Fund Balance for Risk Insurance and Workers Compensation (\$2,147,263)

STAFF CONTACT

Scott Attaway - Financial and Management Services - 704-866-3152

BUDGET IMPACT

General Fund. Increase fund balance appropriations revenue by \$2,147,263 Increase Insurance and Professional Services expenditures by \$2,147,263

As of January 9, 2026 net General Fund fund balance appropriations for FY 2026 include.

Board-Approved Fund Balance Appropriations	\$	14,962,628
Carry forwards from FY 2024	\$	5,179,035
Carry forwards from FY 2025	\$	2,542,804
Year-to-date FY 2026 Net Fund Balance Appropriations	\$	22,684,467

BACKGROUND

As part of best-practice improvements adopted in the FY 2026 Budget, the County now records Risk Insurance costs (including premiums, claims, and related professional services) as expenditures when they are incurred and allocates those costs to the departments that generate the risk. This approach provides a clearer picture of the true cost of County operations, supports more data-informed risk management decisions, and improves transparency around the use of insurance resources. In prior years, these costs were recorded as liabilities during the year and reconciled to expenditures at year-end, which has required the use of Assigned Fund Balance for Risk Reserves to cover actual costs.

This Board Action appropriates General Fund fund balance to provide sufficient budget authority for insurance premiums, workers' compensation expenses, and other insurance-related services for the remainder of FY 2026 (January-June) Any unspent budget at fiscal year-end will be added to Assigned Fund Balance for Risk Reserves in accordance with the FY 2026 Adopted Budget Ordinance.

(Continued on Page 2)

DO NOT TYPE BELOW THIS LINE

I, Donna S. Buff, Clerk to the County Commission, do hereby certify that the above is a true and correct copy of action taken by the Board of Commissioners as follows.

NO.	DATE	M1	M2	JBailey	CBrown	CCloninger	AFraley	BHovis	TKelgher	SShehan	Vote
2026-019	01/27/2026	BH	SS	A	A	A	A	A	A	A	U

DISTRIBUTION:

Laserfiche Users

A=AYE, N=NAY, AB=ABSENT, ABS=ABSTAIN, U=UNANIMOUS

File # 26-006

Commissioner Shehan - Financial and Management Services - Budget - To Appropriate General Fund Balance for Risk Insurance and Workers Compensation **(\$2,147,263)**
Page 2

POLICY IMPACT

N/A

ATTACHMENTS

Budget Change Request (BCR)

GASTON COUNTY									
BUDGET CHANGE REQUEST (BCR)									
TO:	Matthew Rhoten, County Manager								
FROM:	<table><tr><td>BGT</td><td>Budget</td></tr><tr><td>Dept. Code</td><td>Department Name</td></tr><tr><td>Taylor Ricci</td><td>1/27/26</td></tr><tr><td>Department Director</td><td>Date</td></tr></table>	BGT	Budget	Dept. Code	Department Name	Taylor Ricci	1/27/26	Department Director	Date
BGT	Budget								
Dept. Code	Department Name								
Taylor Ricci	1/27/26								
Department Director	Date								

***Requires resolution by the Board of Commissioners**

** Decreases in expenditures and increases in revenue accounts require brackets. Increases in expenditures and decreases in revenue do not require brackets. Please note that transfers between funds require inter-fund transfer accounts.

This BCR appropriates General Fund fund balance and adds budget to Insurance and Professional Services for anticipated county-wide risk insurance and workers compensation expenditures, January-June 2026.