

Delivering Tangible Results in an Evolving Landscape

FY 19 RECOMMENDED BUDGET

March 5, 2018
Work Session IV

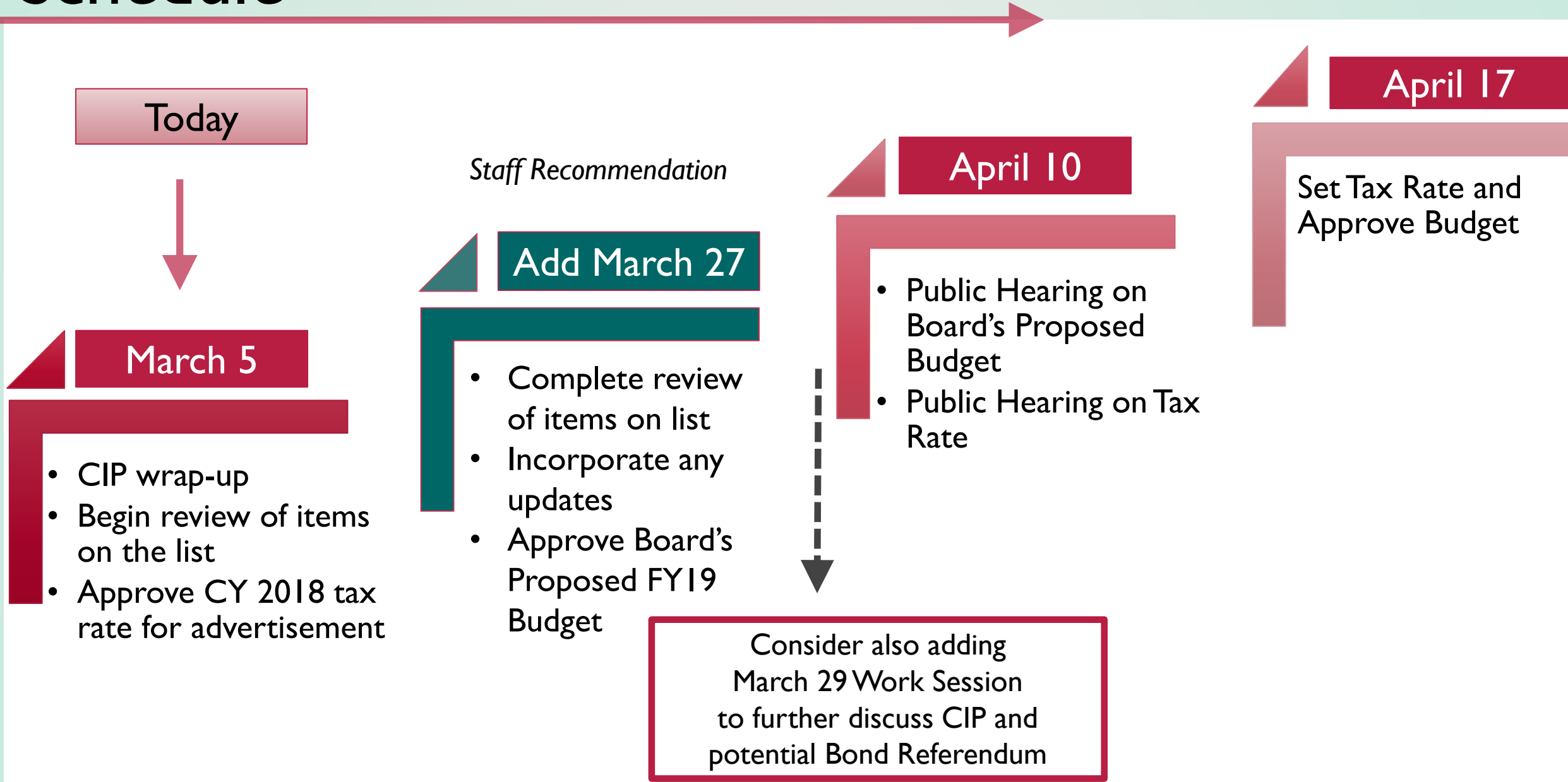


TODAY'S DESIRED OUTCOMES



- Review schedule and potential adjustments
- Complete review of FY 19 Capital Budget and Debt Management Chapter
- Begin Board discussion of the items on the list from previous work sessions
- Board approves proposed tax rate for advertisement

Schedule



CONSIDERATIONS OF FINALIZING PROPOSED BUDGET ON MARCH 27

Additional
time for
Board to

- Receive additional feedback from constituents during March town hall meetings, before Proposed FY 19 Budget is approved
- Further consider the items on list (including any additional items from March 1 and March 5 work sessions)

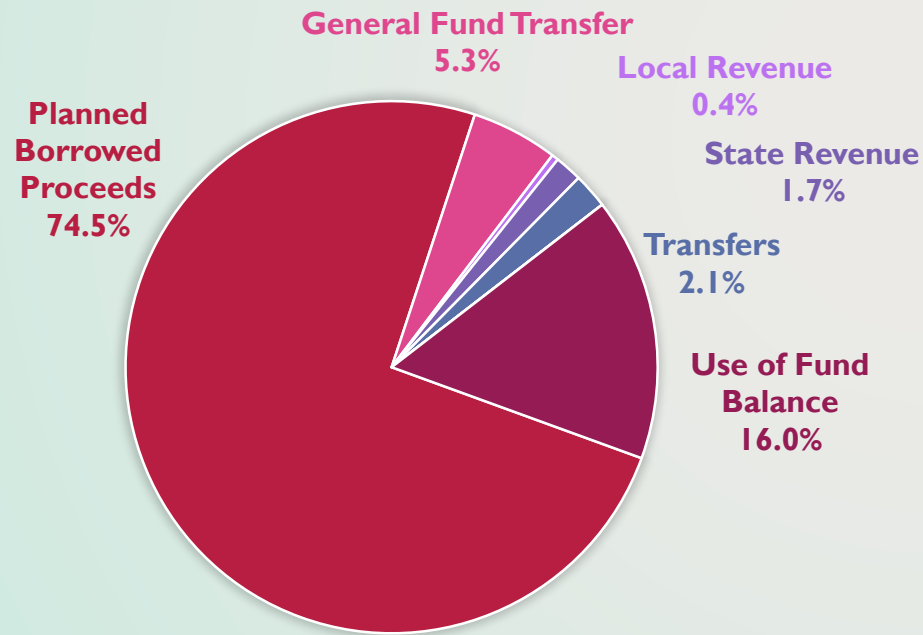
Additional
time for Staff
to

- Update projection revenues based on two additional months of actuals in FY18 and incorporate any updated state revenue projections
- Update projected expenditures based on any new information
- Collaborate with the School Division to review capital needs and determine if we can jointly achieve any further shared operational efficiencies

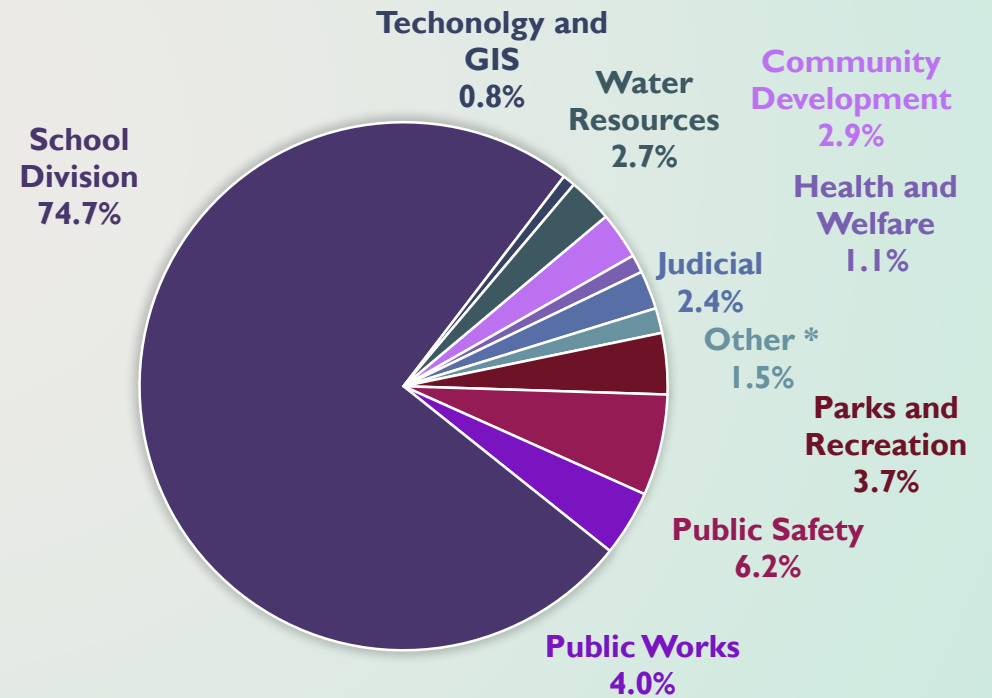
CAPITAL BUDGET – FIRST YEAR OF CIP

RECOMMENDED CAPITAL BUDGET: FY 19 \$57.7M

Revenues



Expenditures



* Cost of Issuance & Project Management Services

FY 19 CAPITAL BUDGET - HIGHLIGHTS

- Maintenance/Replacement of County Facilities and Parks
- High School Improvement Project funding begins in FY 19
 - Other potential Referendum Quality of Life projects funding would not begin until FY 20
- Water Resources – funded with available one-time money in FY 19
- Volunteer Fire Rescue Facilities Maintenance Pilot project
- Transportation Leveraging Program (*formerly Transportation Revenue Sharing*)
- Recommends two items be funded in FY 18 (current year):
 - Public Safety Tactical Robot
 - Public Safety Mobile Burn Building Training Center

DEBT MANAGEMENT INFORMATION

DEBT MANAGEMENT CHAPTER – PAGE 297

Chapter includes: Existing Debt, Debt Service Schedules, Policies, and Amortization Schedule

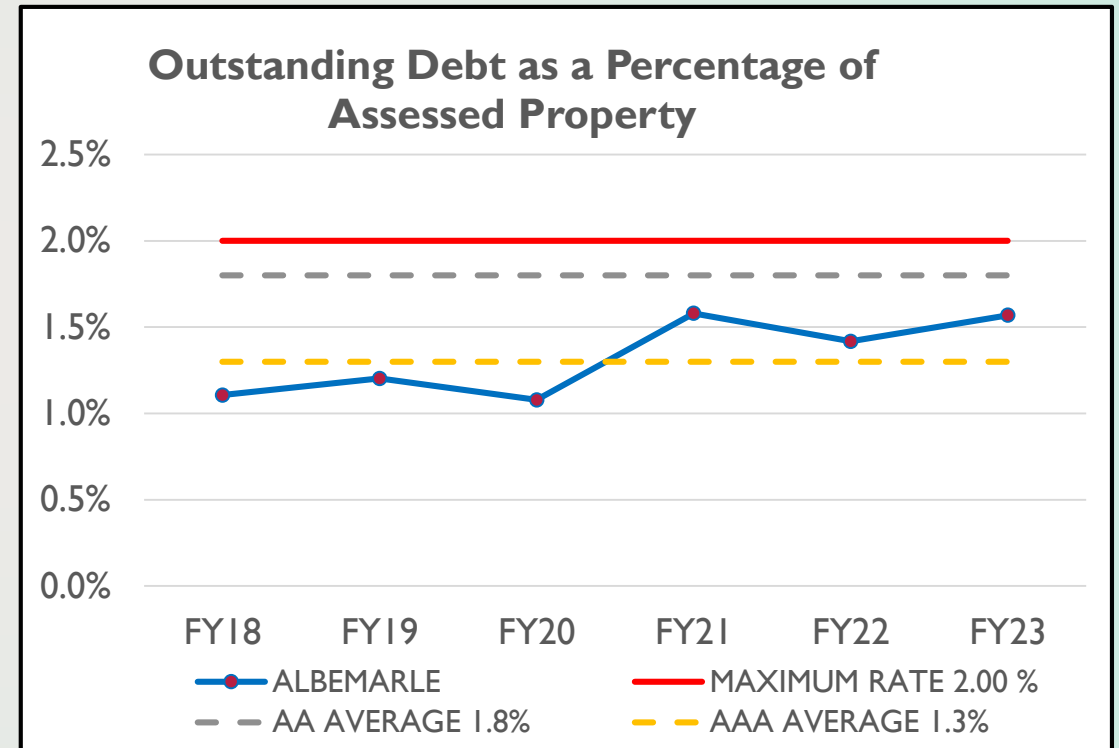
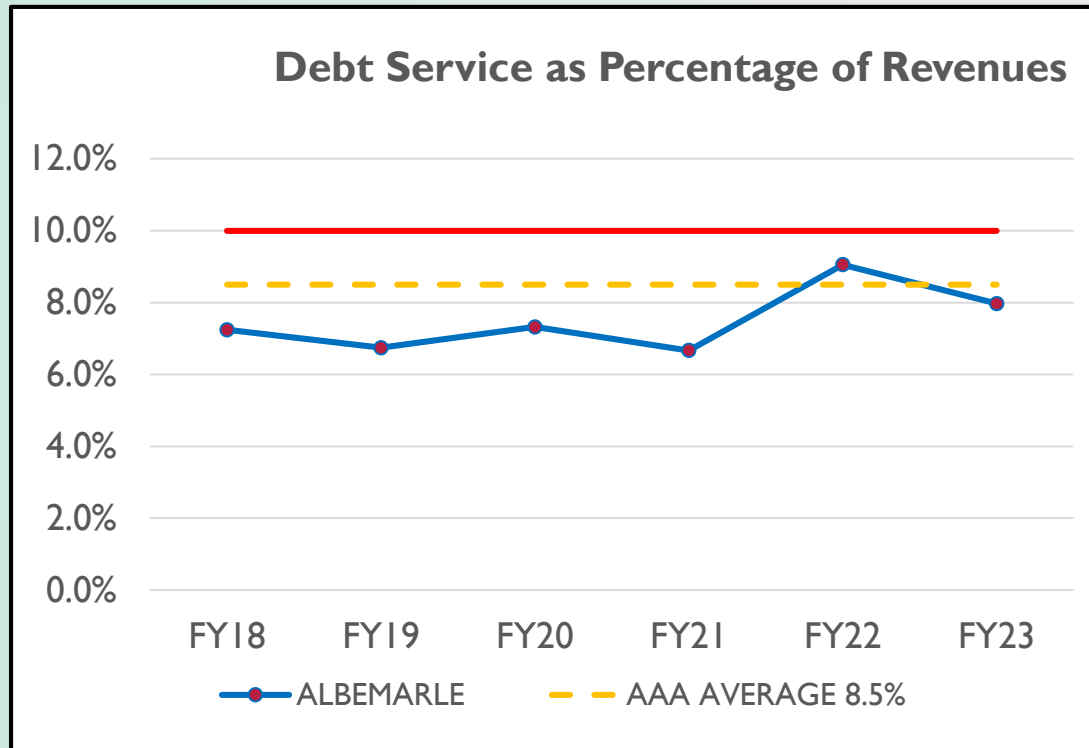
Existing Debt

Balance at the end of FY 17

• Schools	\$132.1M
• Gen Government	<u>\$74.9M</u>
Total:	\$207.0M

The County intends to maintain a 10 year payout ratio at or above 60% at end of each adopted five-year CIP

DEBT CAPACITY POLICY GUIDELINES



CURRENT ITEMS ON LIST FOR BOARD DISCUSSION

- **Unfunded position requests:**

- Finance (5.0 full-time equivalents - FTE)
- Information Technology (1.5 FTE)
- Sheriff's Office (2.0 FTE)
- Police (4.0 FTE)
- Fire Rescue (11.0 FTE)
- FES – Maintenance Mechanic (1.0 FTE)
- Social Services (4.0 FTE)

- **Agency Budget Review Team (ABRT)
Reviewed Agencies**

- Legal Aid Justice Center (3 programs)
- MACAA (2 programs)
- Sin Barreras – Without Borders (1 program)
- Consider reallocating Charlottesville Opera funding to Paramount Theater
- Virginia Cooperative Extension Service 4-H program: increasing part-time hours
- Consider potential use of FY 18's unexpended Fuel Reserve fund in FY 19

SET TAX RATE (CAP) FOR ADVERTISING

REAL ESTATE PROPERTY TAXES

- **FY 19 Budget's recommended tax rate is current rate, or \$0.839 per \$100 of assessed value**
- **"Lowered" or "Effective" Tax Rate would be \$0.8117 per \$100 of assessed value**
- **Each penny on the real estate tax rate yields ~\$1.8 M in estimated collectable real estate tax revenues**
- **Tax Relief for Elderly/Disabled Program - \$950K**

- **Expected to generate 52% of General Fund revenues**
- **A \$7.5M or 5.2% increase over FY18**
 - **\$4.5 M due to appreciation**
 - **Based on 2.2% increase in CY 2018 reassessments, and assumption of additional 2.0% increase in CY 2019 reassessments**
 - **\$3 M due to growth (new construction and land divisions)**

MOTION TO ADVERTISE THE 2018 TAX RATES FOR PUBLIC HEARING

I move that the Board advertise the following rate for public hearing for the 2018 tax year:

\$____/\$100 (rate the Board determines) of assessed value for real estate, public service property, and manufactured homes.

MOTION TO ADVERTISE THE 2018 TAX RATES FOR PUBLIC HEARING

I move that the Board advertise the following rates for public hearing for the 2018 tax year:

\$____/\$100 (rate the Board determines) of assessed value for real estate, public service property, and manufactured homes;

\$4.28/\$100 of assessed value for personal property;

\$4.28/\$100 of assessed value for machinery and tools.

Schedule



March 27

- Complete review of items on list
- Approve Board's Proposed FY 19 Budget

March 29

- If Board Desires*
- Discuss potential Bond Referendum

April 10

- Public Hearing on Board's Proposed Budget
- Public Hearing on Tax Rate

April 17

Set Tax Rate and Approve Budget