

## WORK SESSION AGENDA REQUEST

**Sponsor:**

R. Holder Trumbo, Jr., Chairman, Scott District  
Supervisor

**Board of Supervisors Meeting Date:**

March 10, 2009

**Staff Lead:**

Ari Sky, Director

**Department:**

Budget Office

**Topic:**

Fiscal Year 2010 Budget Work Session

**Topic Description:**

Based on the budget review calendar for FY 2010, the Board of Supervisors has scheduled a work session to consider the County Administrator's Proposed Budget, Capital Improvements Program Plan and Tax Rates. Documents for this work session have already been provided to Board members.

**Requested Action of the Board of Supervisors:**

Convene a work session for the Board of Supervisors to discuss the merits of the Proposed Budget and allow the staff to respond to any related issues.

**Financial Impacts Analysis:**

As presented in the Proposed Budget and from any adjustments directed by the Board of Supervisors.

**Identify any other Departments, Organizations or Individuals that would be affected by this request:**

All County departments and agencies.

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# FY 2010 Proposed Budget Overview

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March 10, 2009

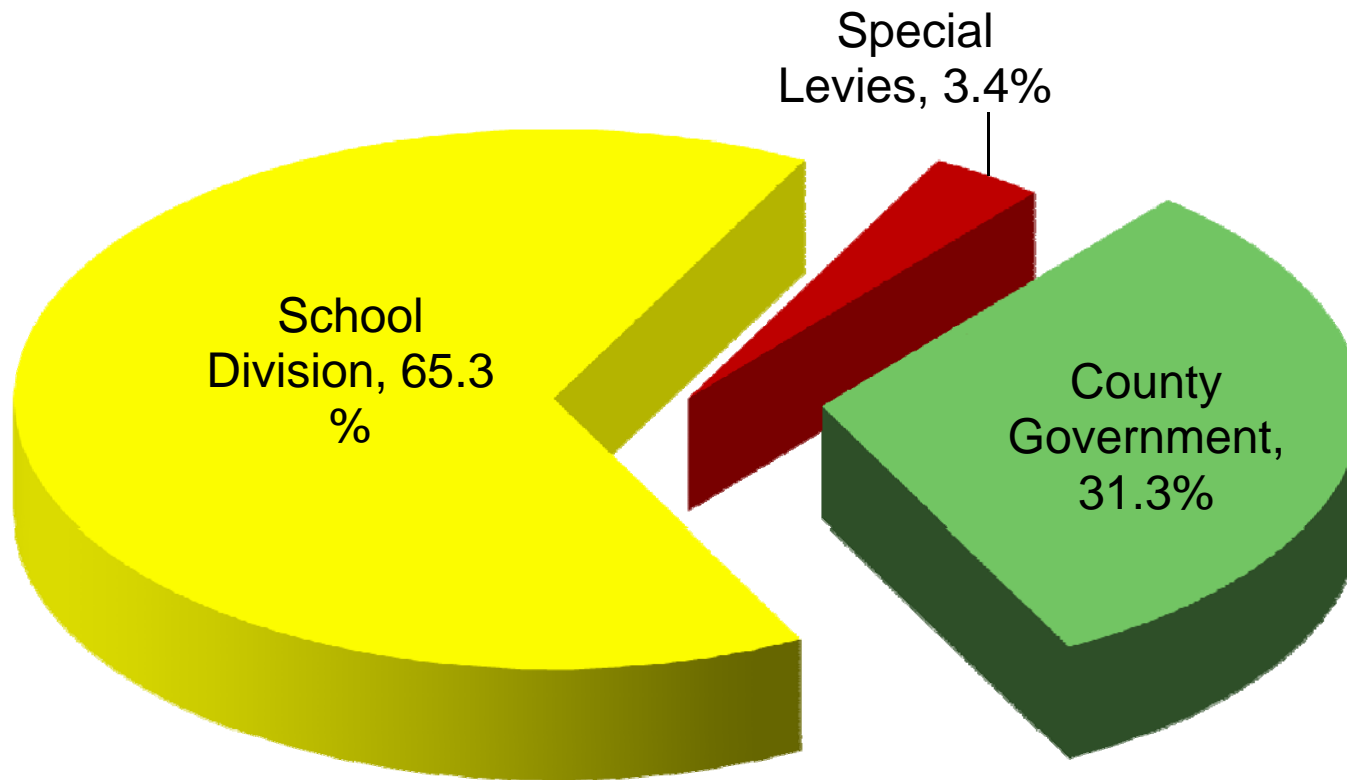
# Proposed Budget Summary

Description	FY 2010 Expenditures	FY 2010 Revenue	FY 2010 Local Funding
County Government	\$67,148,710	\$21,576,099	\$45,572,611
School Division Operating	130,058,404	45,158,592	84,899,812
Capital Projects	6,960,000	6,550,000	410,000
Debt Service	14,099,930	0	14,099,930
Internal Service Funds	24,057,227	24,057,227	0
Special Levies	5,963,277	873,782	5,089,495
Total Appropriations	\$248,287,548	\$98,215,700	\$150,071,848

# Expenditure Comparison

Description	FY 2009 Adopted	FY 2010 Proposed	FY 2009-2010 Change
County Government	\$70,530,930	\$67,148,710	(\$3,382,220)
School Division Operating	132,400,432	130,058,404	(2,342,028)
Capital Projects	410,000	6,960,000	6,550,000
Debt Service	14,858,364	14,099,930	(758,434)
Internal Service Funds	22,613,178	24,057,227	1,444,049
Special Levies	6,648,218	5,963,277	(684,941)
Total Appropriations	\$247,461,122	\$248,287,548	\$826,426

# Allocation of Local Funding

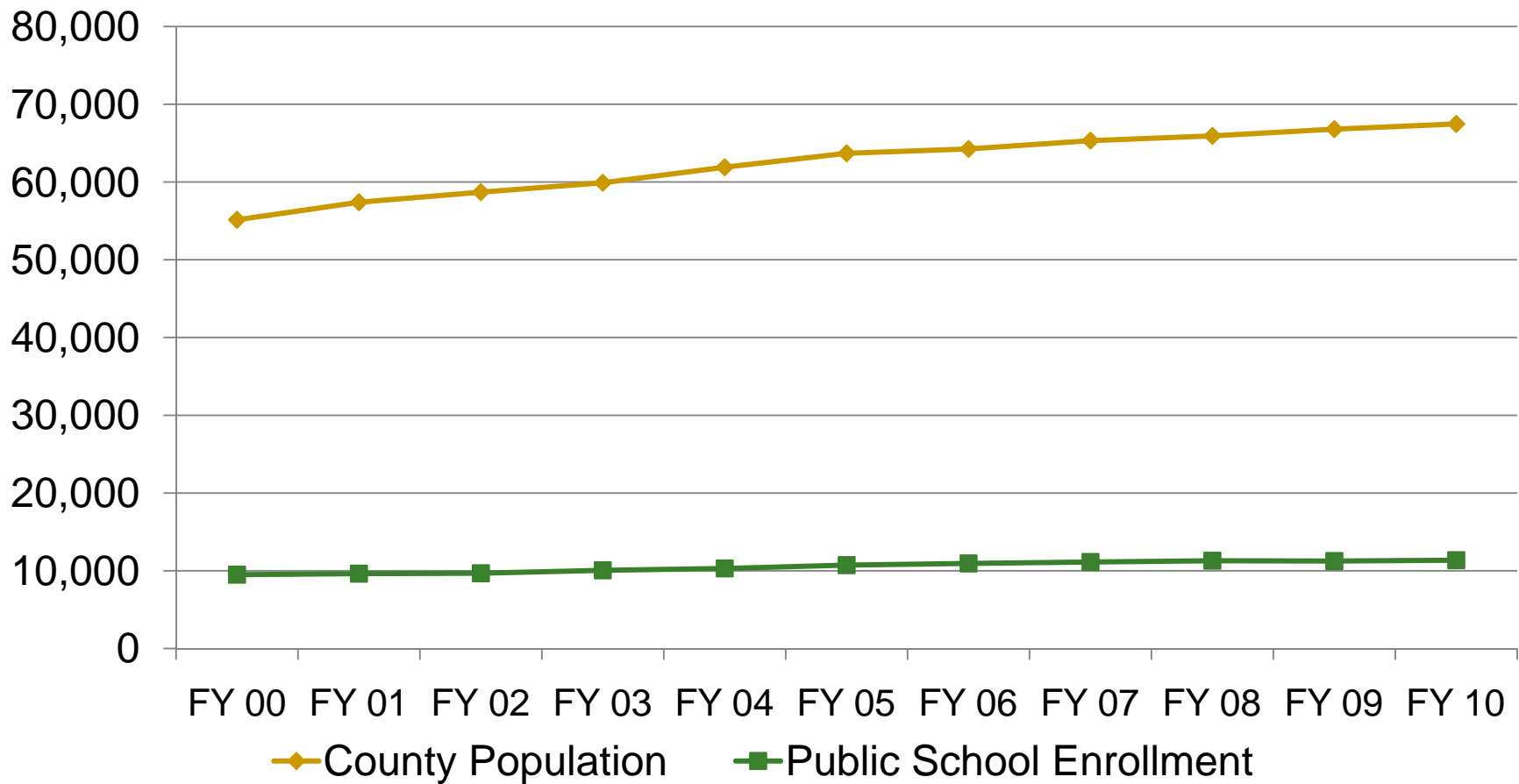


# Local Funding Comparison

Description	FY 2009 Adopted	FY 2010 Proposed	FY 2009-2010 Change
County Government	\$45,846,186	\$45,572,611	(\$273,575)
School Division Operating	84,139,838	84,899,812	759,974
Capital Projects	410,000	410,000	0
Debt Service	14,858,364	14,099,930	(758,434)
Internal Service Funds	0	0	0
Special Levies	5,768,684	5,089,495	(679,189)
Total Appropriations	\$151,023,072	\$150,071,848	(\$951,224)

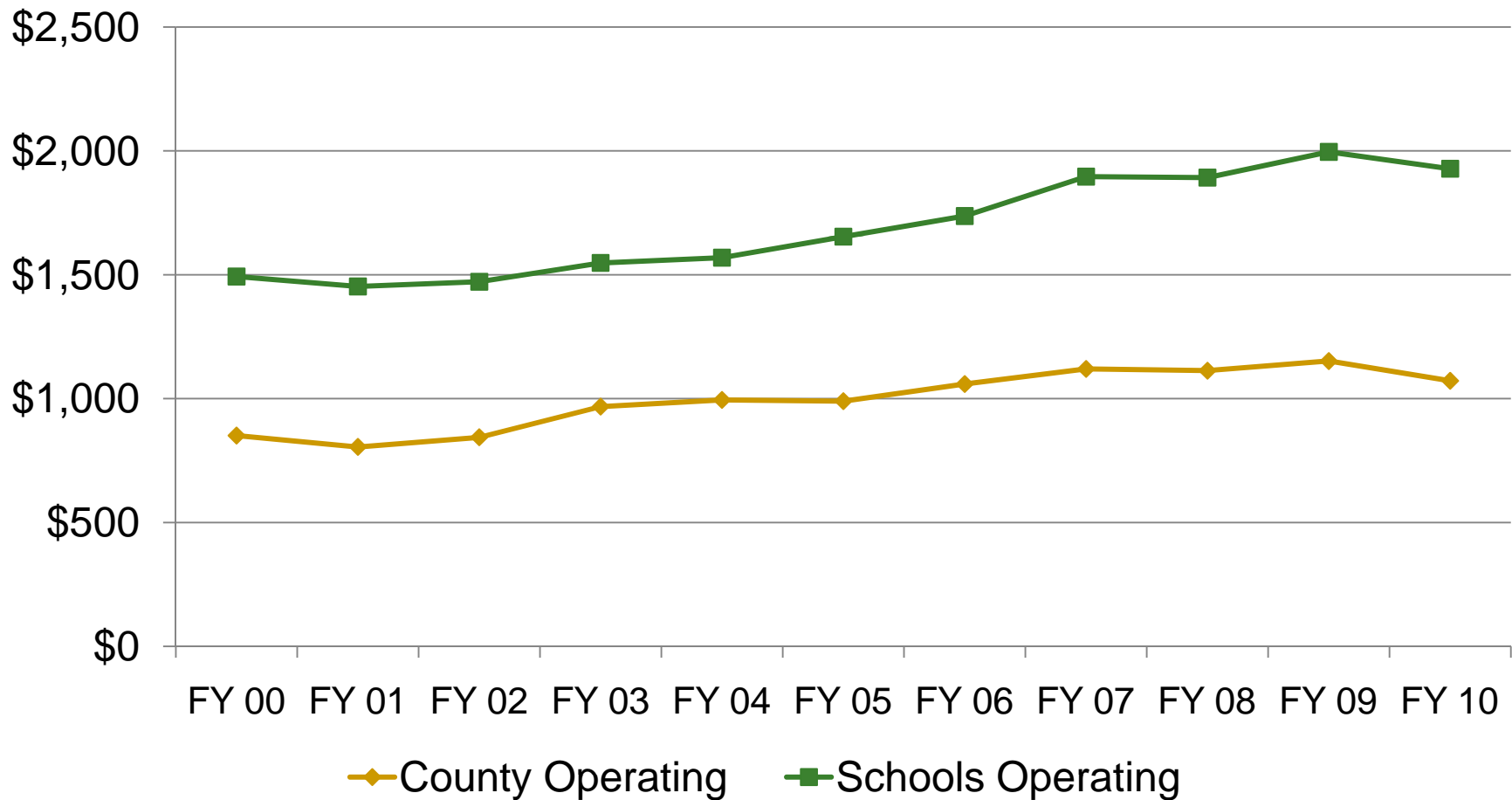
*Note: Local funding for the entire school system remained unchanged from FY 2009 at \$98,070,037.*

# County and Student Population Histories



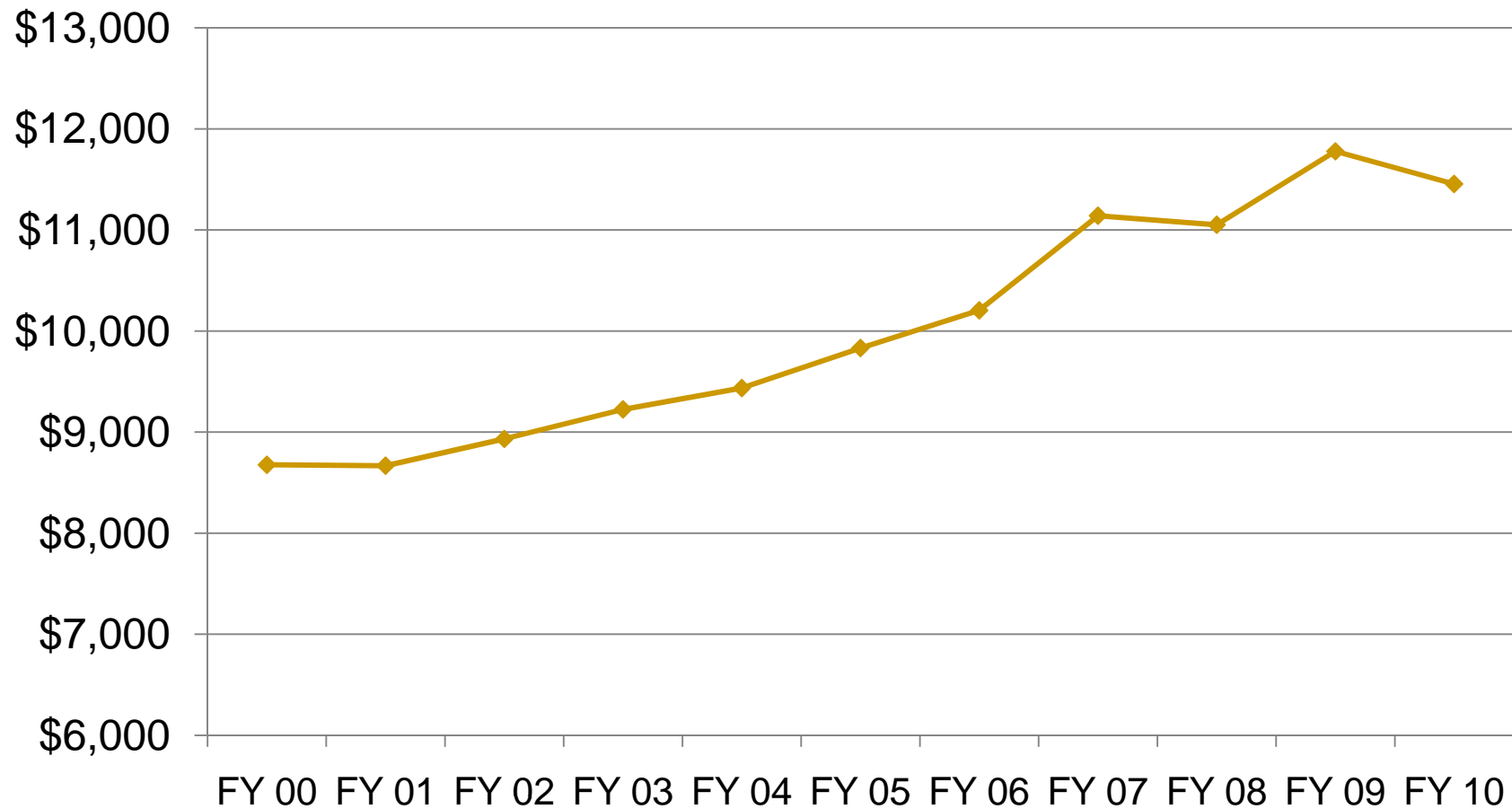
# County and Schools Expenditures per Capita

*(Adjusted for Inflation)*



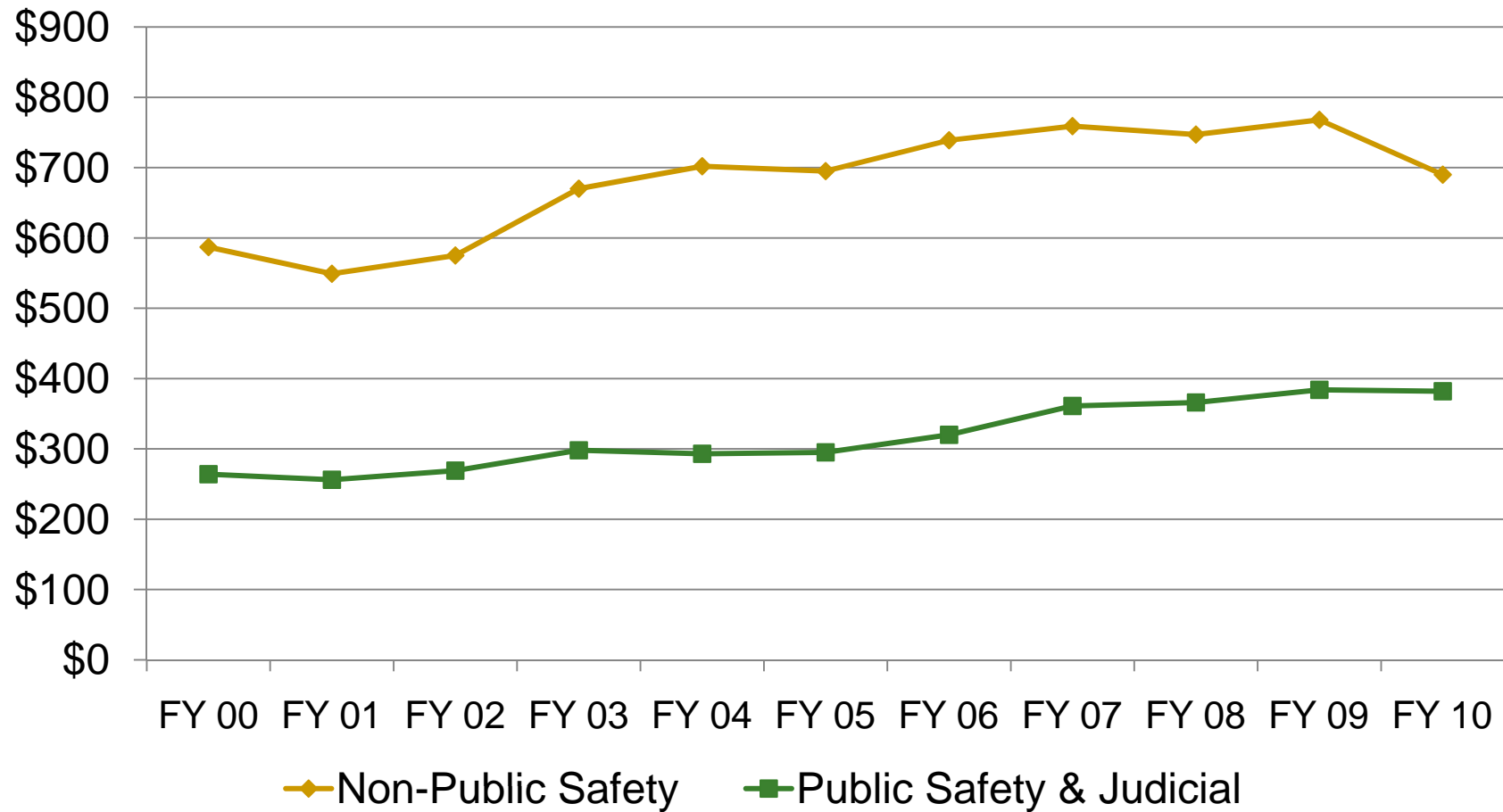
# School System Expenditures per Pupil

*(Adjusted for Inflation)*

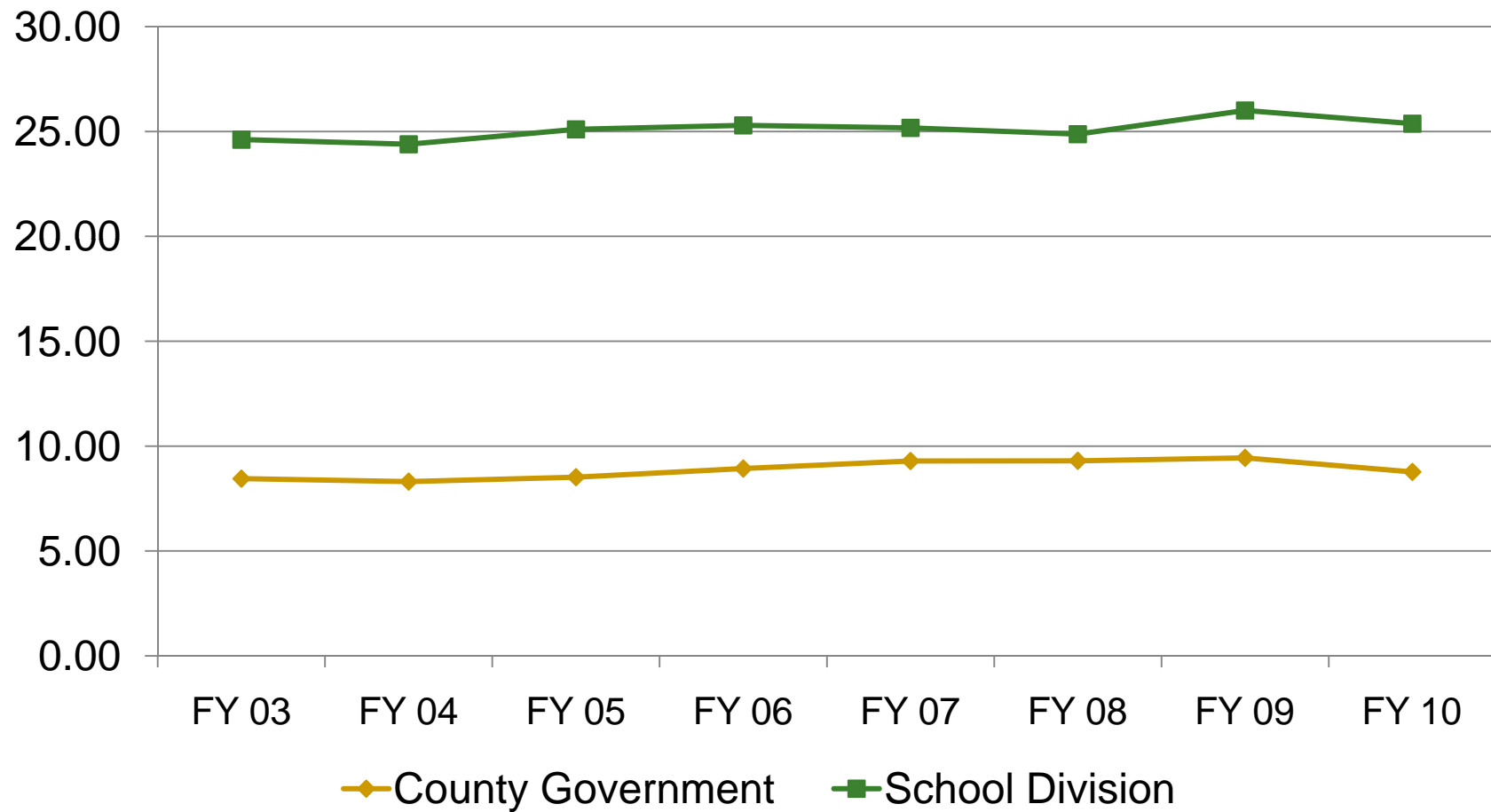


# County Expenditures per Capita

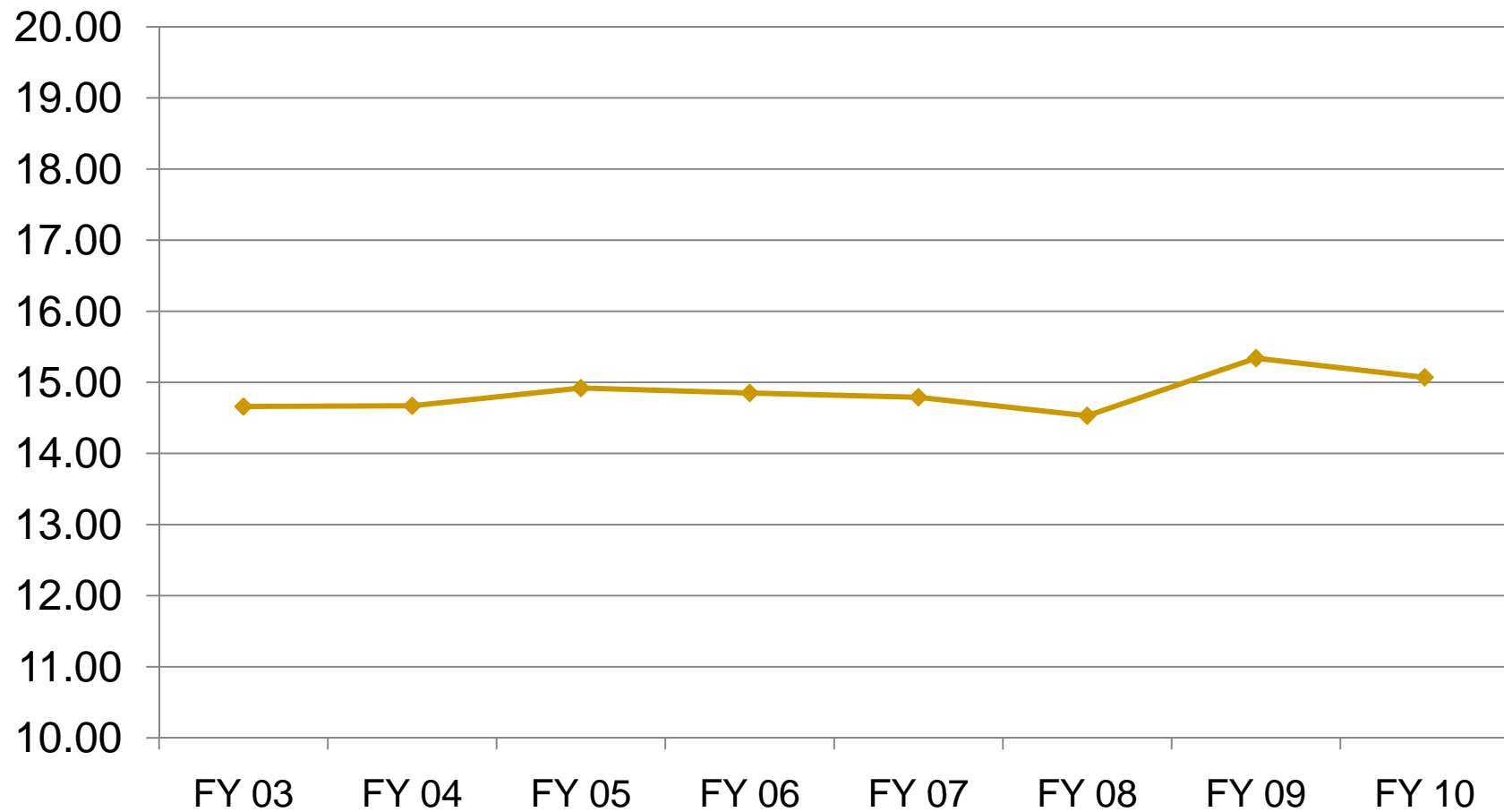
*(Adjusted for Inflation)*



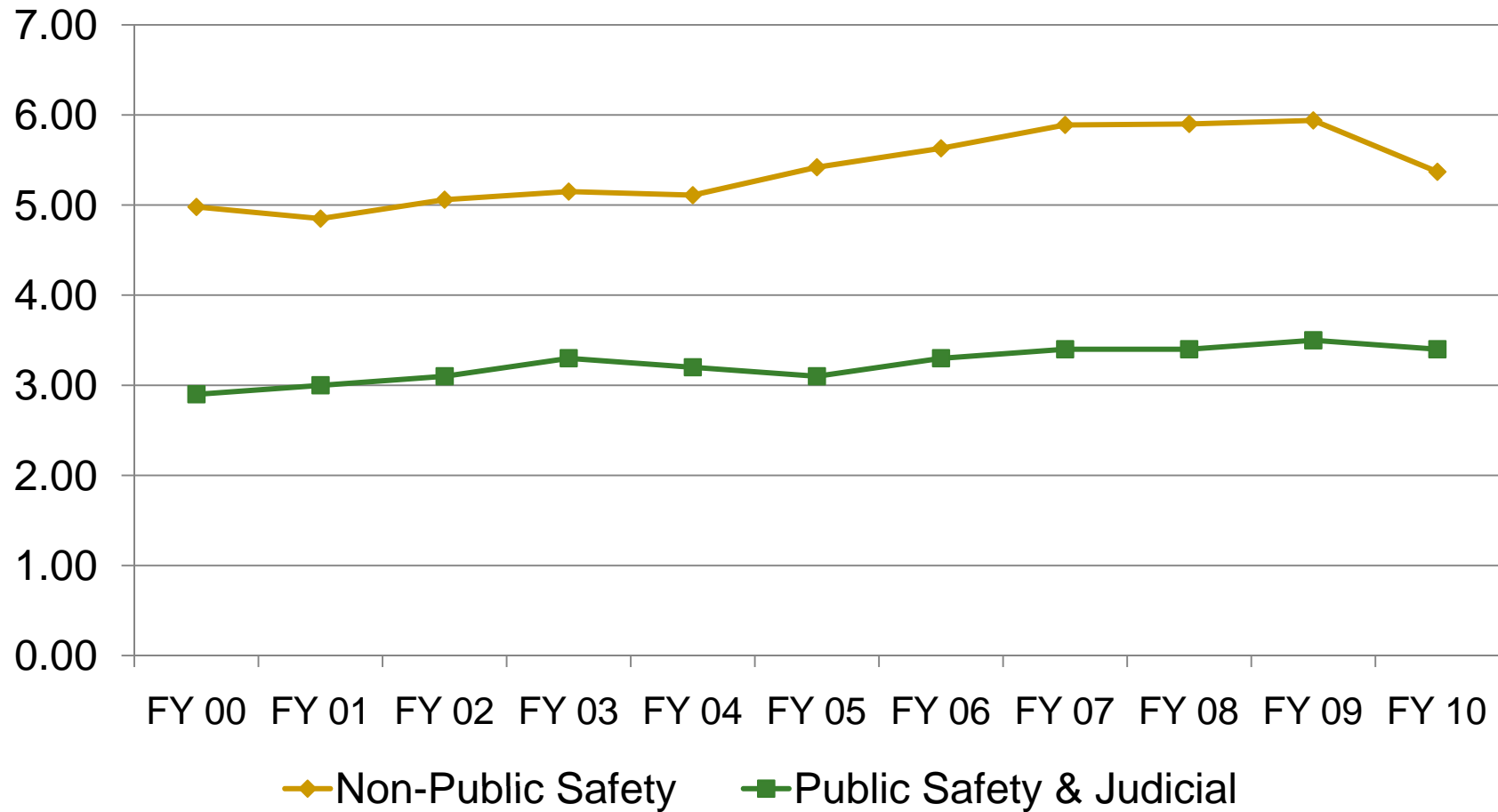
# County and Schools FTEs per 1,000 Residents



# School Division FTEs per 100 Pupils



# County FTEs per 1,000 Residents

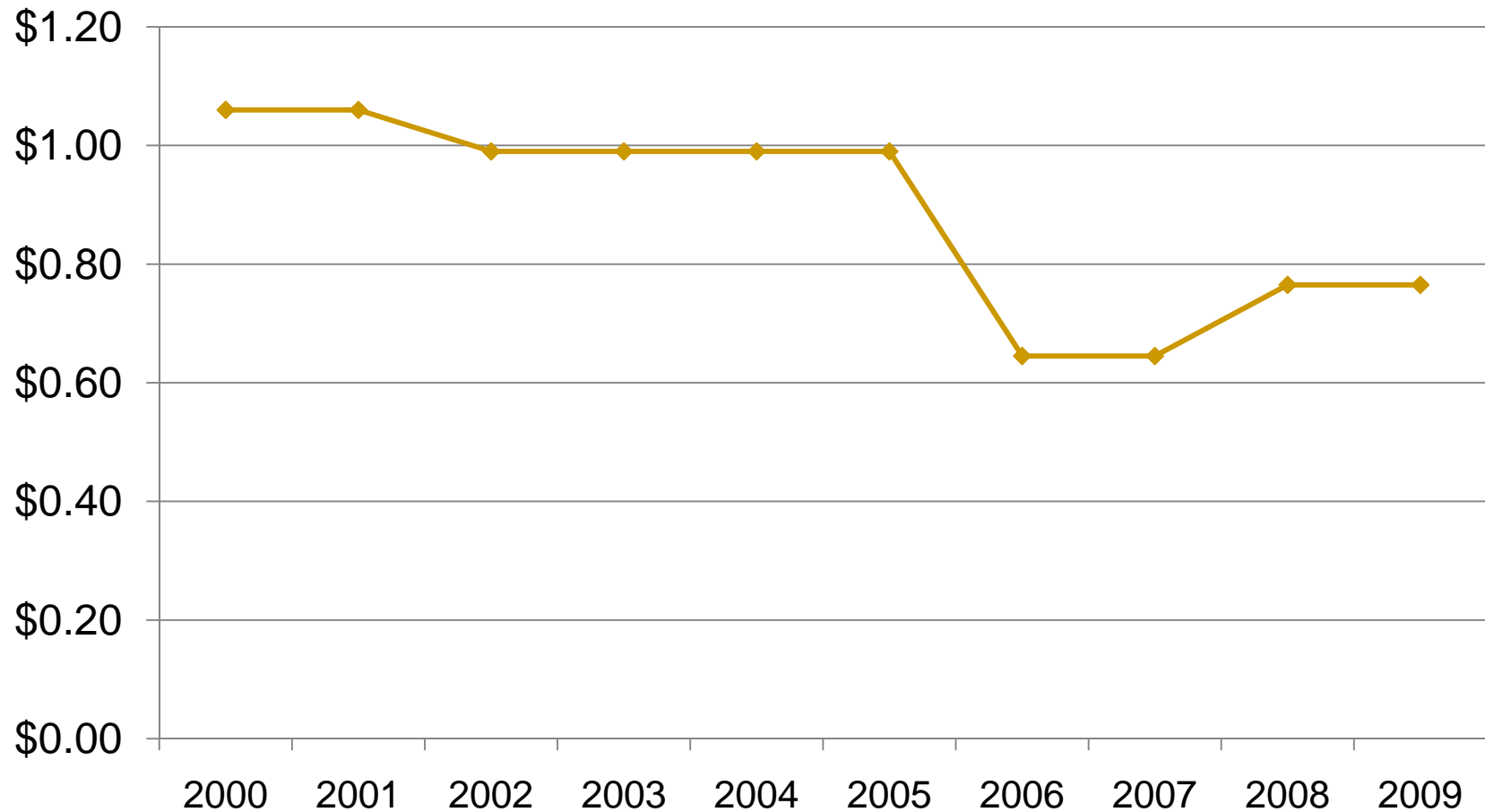


# 2007-2009 Tax Rates

Description	Tax Year 2007	Tax Year 2008	Tax Year 2009 (Proposed)
Real Estate – General	\$0.60	\$0.72	\$0.725
Real Estate – Fire & Rescue	\$0.035	\$0.035	\$0.035
Real Estate – PDR Fund	\$0.01	\$0.01	\$0.005
Personal Property – General	\$4.65	\$4.65	\$4.65
Personal Property – Fire & Rescue	\$0.25	\$0.25	\$0.25
Motor Homes & Campers	\$1.50	\$1.50	\$1.50
Mobile Homes	\$0.645	\$0.765	\$0.765
Machinery & Tools	\$4.65	\$4.65	\$4.65
Aircraft	\$0.001	\$0.001	\$0.001
Handicap Vehicles	\$0.05	\$0.05	\$0.05

# Combined Real Property Tax Rate

*Rates per \$100 Assessed Value*



# General Fund Revenue

Description	FY 2009 Adopted	FY 2010 Proposed	FY 2009-2010 Change
Local Revenue	\$137,063,166	\$132,452,579	(\$4,610,587)
State Revenue	22,167,512	22,232,468	64,956
Federal Revenue	2,360,906	2,346,668	(14,238)
Intragovernmental Revenue	643,838	615,929	(27,909)
Use of Fund Balance	0	3,155,987	3,155,987
Total General Fund	\$162,235,422	\$160,803,631	(\$1,431,791)

*Note: Use of Fund Balance includes \$2.7 million in anticipated FY 09 School Division fund balance.*

# General Fund Expenditures

Description	FY 2009 Adopted	FY 2010 Proposed	FY 2009-2010 Change
General Government	\$10,785,610	\$10,335,220	(\$450,390)
Judicial Administration	3,018,337	3,039,727	21,390
Public Safety	18,038,597	18,091,530	52,933
Public Works	7,609,884	7,844,597	234,713 <sup>1</sup>
Health & Welfare	9,480,082	9,244,031	(236,051)
Culture	5,842,264	5,316,821	(525,443)
Community Development	4,399,253	4,032,029	(367,224)
Non-Departmental	4,334,498	4,185,029	(149,469)
Transfers	98,726,897	98,703,469	(23,428)
<b>Total General Fund</b>	<b>\$162,235,422</b>	<b>\$160,792,453</b>	<b>(\$1,442,969)</b>

<sup>1</sup>Includes \$501,611 increase in Environmental Services from transferring balance of convenience site operating expenses to General Fund.

# General Fund Operating Expenditures

Description	FY 2009 Adopted	FY 2010 Proposed	FY 2009-2010 Change
Personnel Expenses	\$37,406,745	\$37,519,288	\$112,543 <sup>1</sup>
Operations & Maintenance	22,292,497	21,209,839	(1,082,658)
Capital Outlays	663,308	479,441	(183,867)
Reserves & Contingencies	1,991,552	1,950,711	(40,841)
Total Operating Expenditures	\$62,354,102	\$61,159,279	(\$1,194,823)

<sup>1</sup>Includes increases of \$195,293 in health insurance and \$209,961 in retirement expenses over FY 2009.

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# Budget Reductions and Revenue Enhancements to Date

Description	FY 2010 Savings	FTE
County Government Reductions	\$2,862,000	23.24
School System – FY 09 Fund Balance	2,700,000	----
PDR Program	675,000	----
Land Use Fees (Revenue)	20,000	----
Total Reductions	\$6,257,000	23.24

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# Additional Proposed Reductions & Revenue Enhancements

Description	FY 2010 Savings	FTE
County Government Reductions	\$463,000	4.60
Household Recycling Fee (Revenue)	330,000	----
Airport Enterprise Fund Balance	30,000	----
General Fund Balance	426,000	----
Total Reductions	\$1,249,000	4.60

***FY 2010 reductions and revenue total \$7,506,000.***

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# Developments Since Proposed Budget

- Personal property tax estimate revised downward by \$1.7 million.
  - General Assembly adopted budget restoring majority of reductions included in Governor's proposal.
  - Additional information is becoming available regarding the Federal recovery act.
  - Bethel Academy district to be included in adopted budget.
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# Personal Property Tax

- Several jurisdictions are considering rate increases to offset vehicle depreciation:
    - Clarke County (\$4.00 to \$5.02)
    - Frederick County (\$4.20 to \$4.90)
    - Madison County (\$2.80 to \$2.95)
    - Orange County (\$2.79 to \$3.27)
    - Stafford County (\$2.20 to \$2.76)
    - Spotsylvania County (\$5.00 to \$6.33)
    - Warren County (\$3.15 to \$4.00)
  - Culpeper, Loudoun, Prince William & Rappahannock: No increases proposed.
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# Personal Property Tax

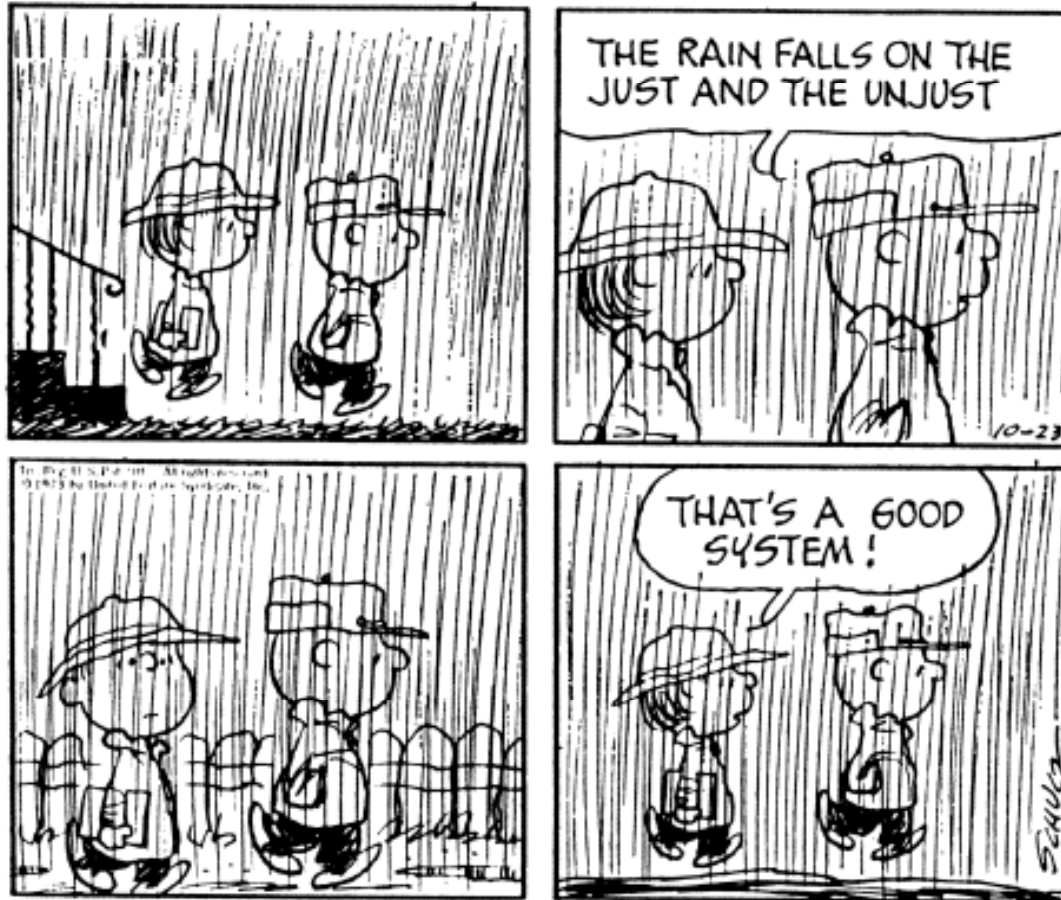
- \$0.27 increase in personal property tax rate, from \$4.65 to \$4.92, would recover \$1.7 million in FY 10 revenue.
  - At \$4.92, the average vehicle owner would experience a 10% reduction in the personal property tax bill per vehicle, or roughly \$15 per year.
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# Personal Property Tax

## *Sample FY 2009-2010 Tax Levies*

Vehicle	Assessment			Tax Bill		
	2008	2009	Change	FY 09 (\$4.65 rate)	FY 10 (\$4.65 rate)	FY 10 (\$4.92 rate)
2003 Chevrolet Suburban	\$12,575	\$7,575	(39.7%)	\$228	\$137	\$145
2003 Toyota Camry	\$9,675	\$8,125	(16.0%)	\$175	\$147	\$155
2006 Ford F 150	\$11,550	\$6,900	(40.3%)	\$209	\$125	\$132
2006 Honda Civic	\$10,625	\$9,375	(11.8%)	\$193	\$170	\$180
2006 Ford Taurus SE	\$7,900	\$6,550	(17.1%)	\$143	\$119	\$126

# A Closing Thought....



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# FY 2010 Budget Schedule

Date	Event
March 10, 2009, 2:00 PM	Budget Worksession
March 12, 4:00 PM	Joint Worksession with School Board
March 24, 2:00 PM 7:00 PM	Budget Worksession Public Hearing
March 26, 2:00 PM	Budget Worksession
March 31, 4:00 PM	Adoption of Budget and Tax Rates

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March 10, 2009