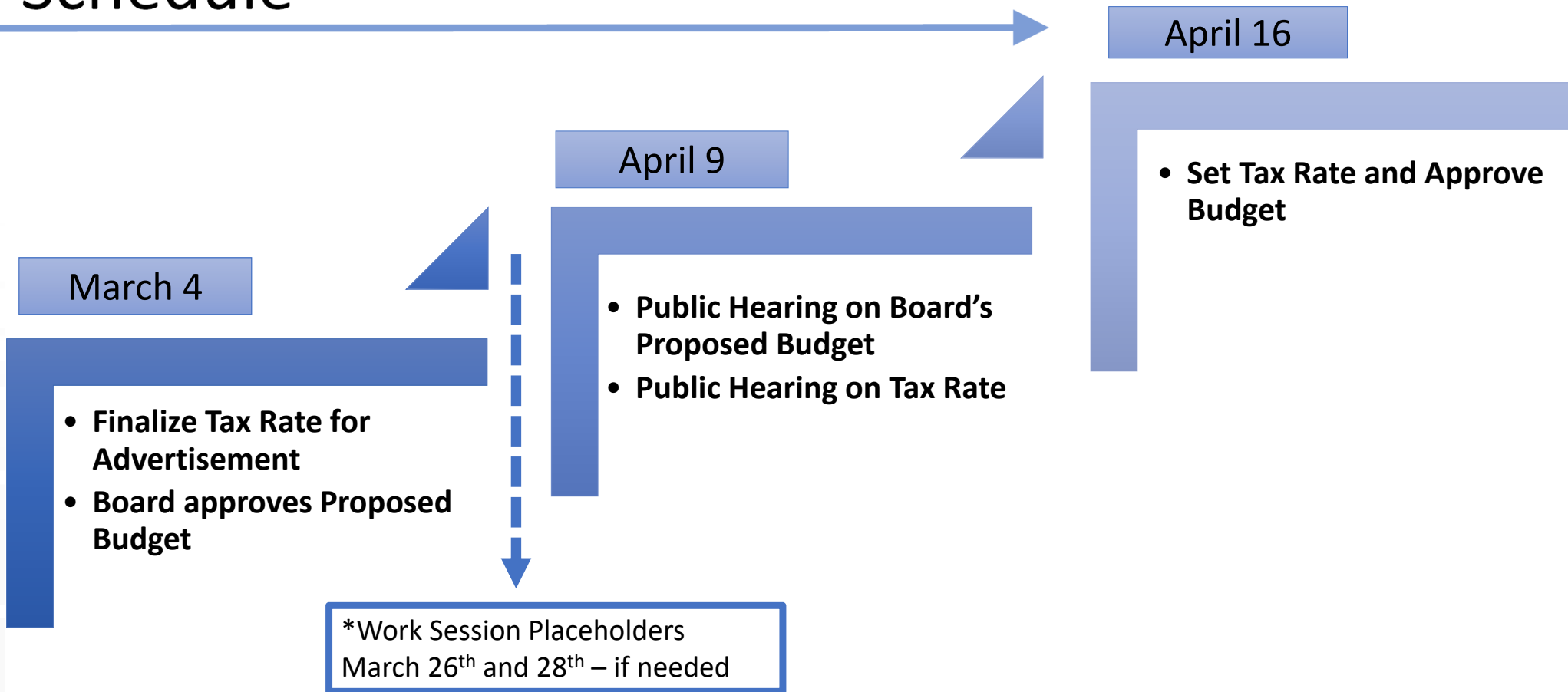


► Albemarle 2020

FY 20 Recommended Budget
March 4, 2019 Work Session 4



Schedule



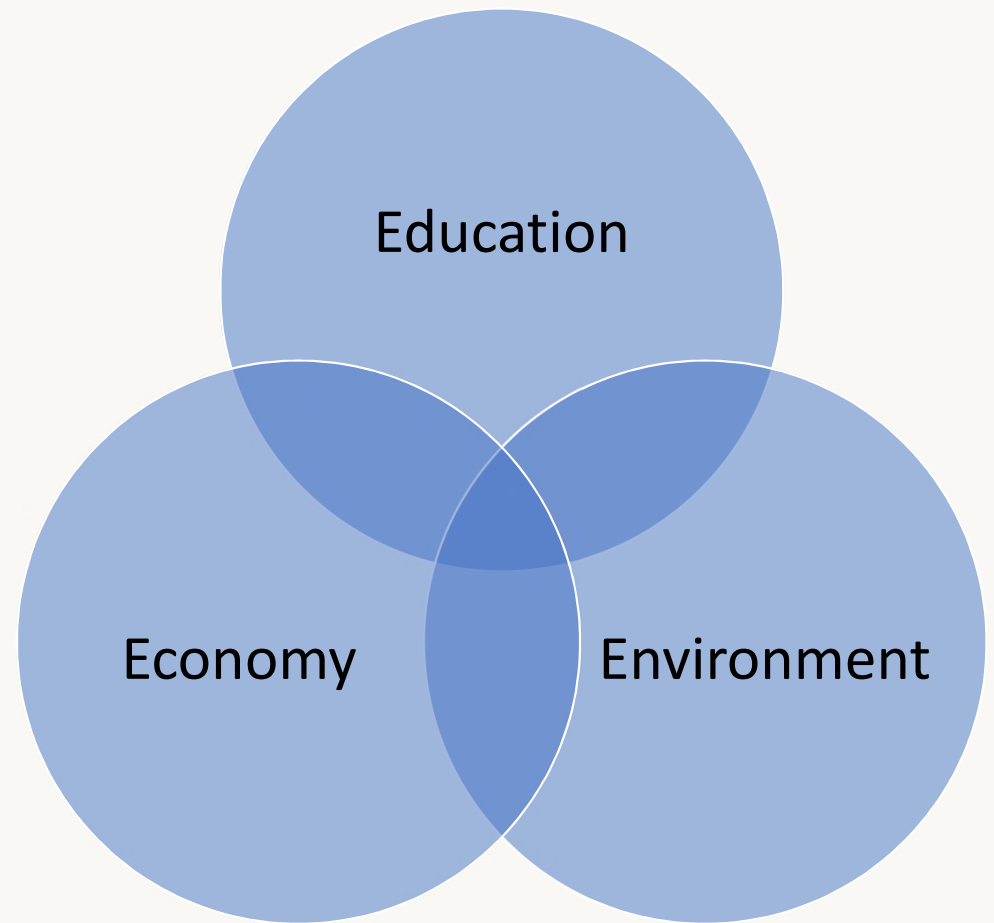
Today's Agenda

- Quick Recap
- Review potential adjustments to County Executive's Recommended Budget
- Approve Proposed FY 20 Budget
- Finalize Tax Rate for Advertising



Recap – Highlights Recommended FY 20 Budget

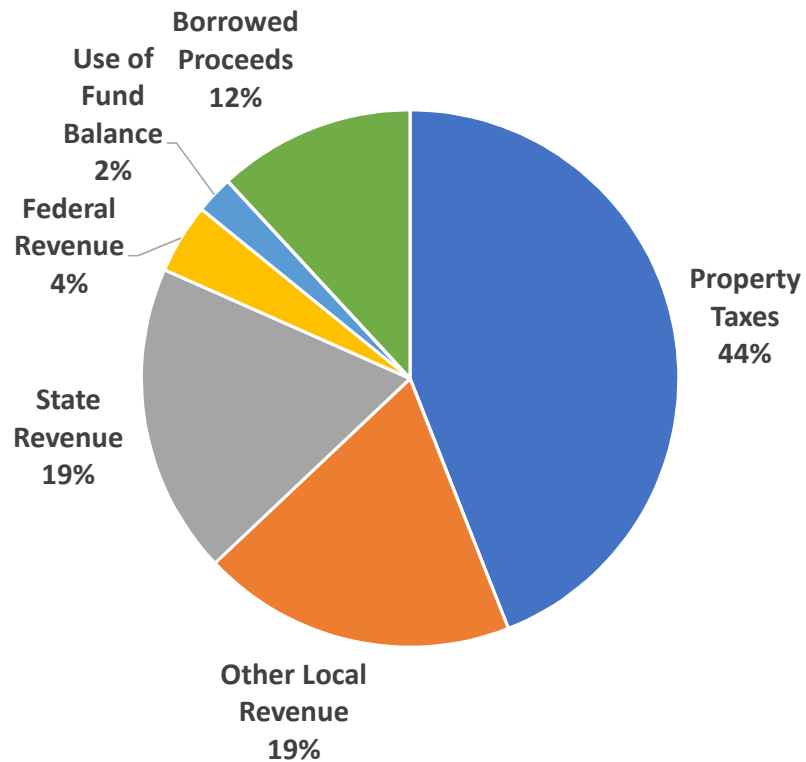
- Based on Board guidance obtained from the County's long range planning processes
- Sustained economic growth, balanced against an uncertain longer-term outlook
- Invests in 21st century infrastructure to further our vision
- Reinforces the foundation of government services
- Balanced on a recommended tax rate of \$0.854 per \$100 assessed value, an increase of 1.5 cents in CY 19, dedicated to the capital program



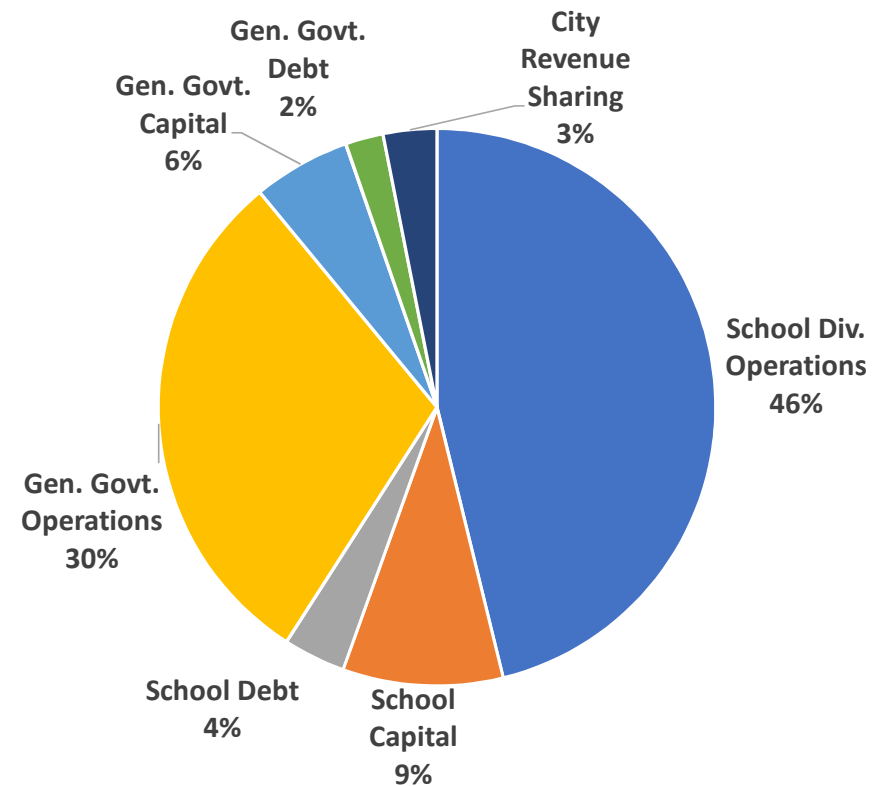
Government Services

Recap - FY 20 Recommended Total County Budget - \$456.8M

Where the money will come from

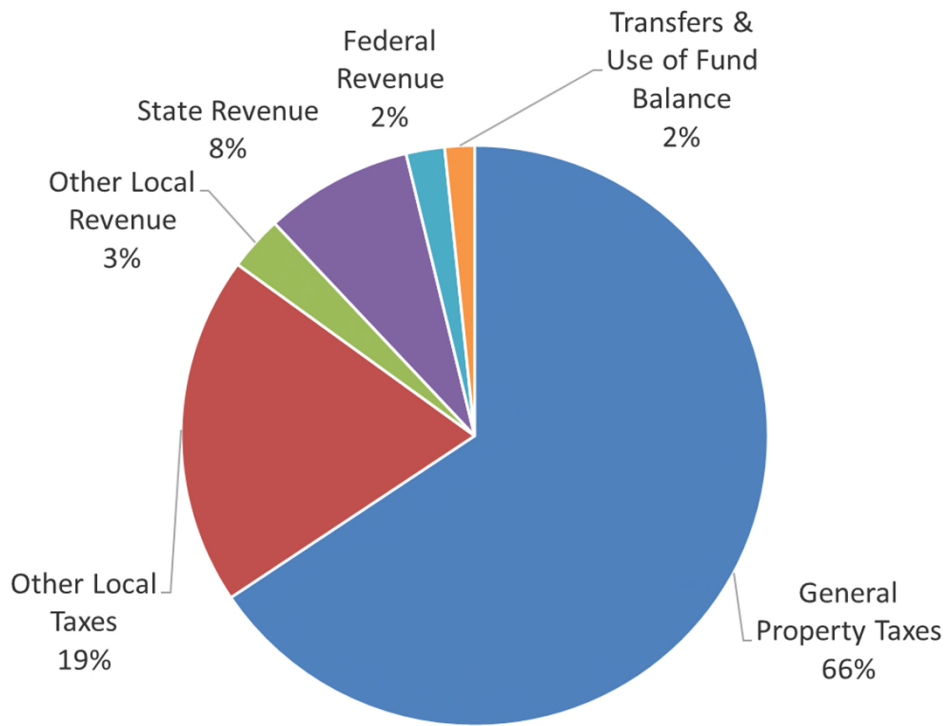


How the money will be spent

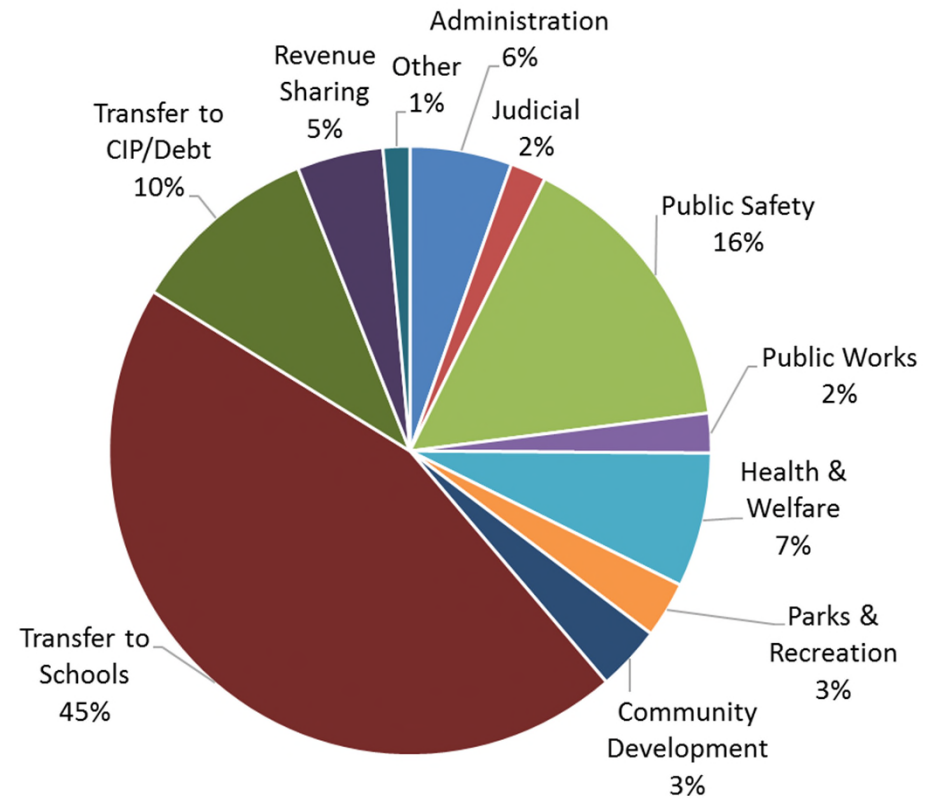


Recap - FY 20 Recommended General Fund - \$306.7M

Where the money will come from



How the money will be spent



Recap –
Positions included in
FY 20 Recommended
Budget:

15.5
net increase

Department	Position	Net FTE
Executive Leadership	Performance & Policy Analyst	1.0
Police	Police Officer	1.0
	Public Safety Freedom of Info. Act position	0.5
Social Services	Assistant Director	1.0
Clerk of the Circuit Court	Deputy Clerk	1.0
Sheriff	Sheriff's Deputies 2 <i>half-time to full-time</i>	1.0
Parks & Recreation	Facilities Maintenance Supervisor	1.0
	Park & Greenbelt Planner	1.0
Facilities & Environmental Services	Temp positions converted to ongoing	2.5
Community Development	Deputy Director	1.0
	Zoning Compliance position	1.0
	Chief of Housing	(1.0)
IT	Business Intelligence Manager	1.0
Finance	Land Use Administrator	1.0
	Purchase card Program Administrator	1.0
	Tax Accountant	1.0
Human Resources	Technical Trainer <i>half-time to full-time</i>	0.5

Recap - Recommended FY 20 Budget
Includes Recommended Strategic Investment of \$6.3M in
FY 18 Undesignated Fund Balance

Putting it to work in FY 19

\$4.7M

- Econ. Development Fund - \$3.2M
- Housing Fund – \$700K
- Broadband Incentives – \$800K

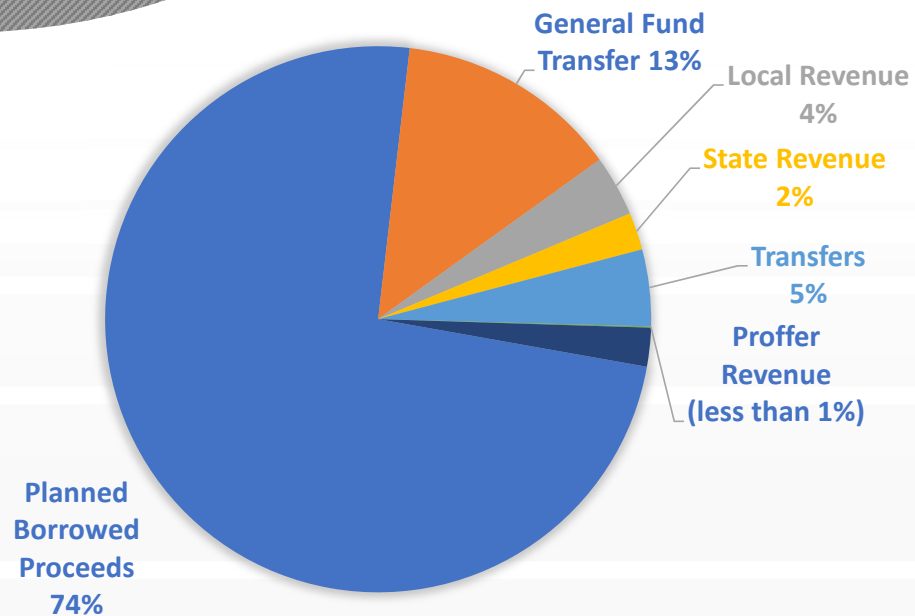
Putting it to work in FY 20

\$1.6M

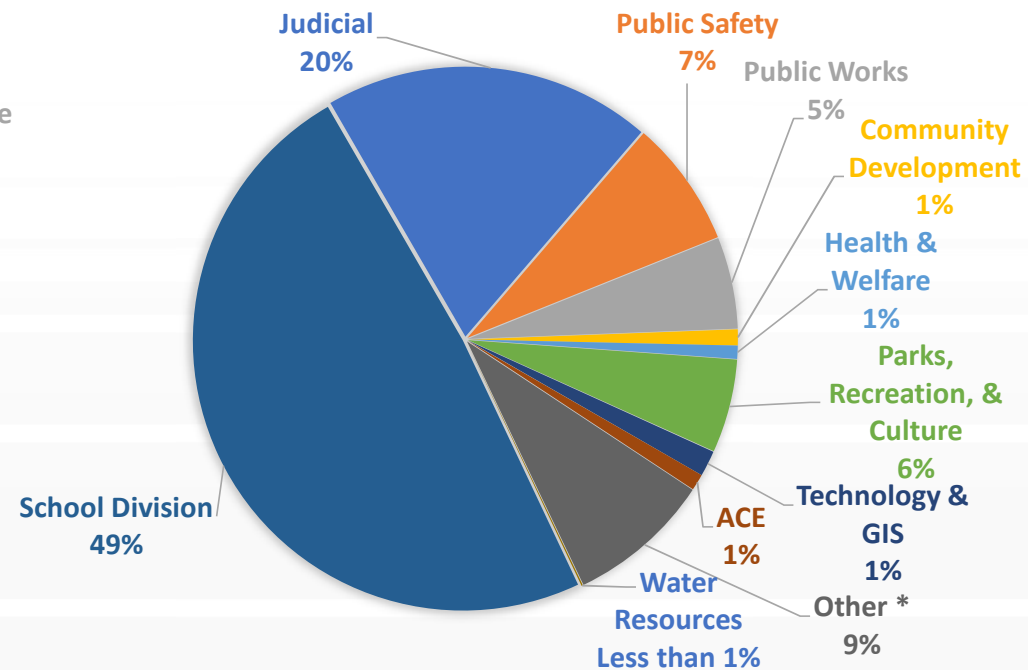
- Grants Leveraging – \$60K
- Innovation Fund – \$100K
- Business Process Optimization – \$250K
- Contingencies – \$237K
- CIP and Grant Support – \$150K
- Water Resources – \$187K
- Strategic Plan Priority Support Reserve - \$145k
- Start up costs for new positions - \$155k
- Other One-time Expenditures – \$337K

Recap - Recommended FY 20 – 24 CIP \$207.6M*

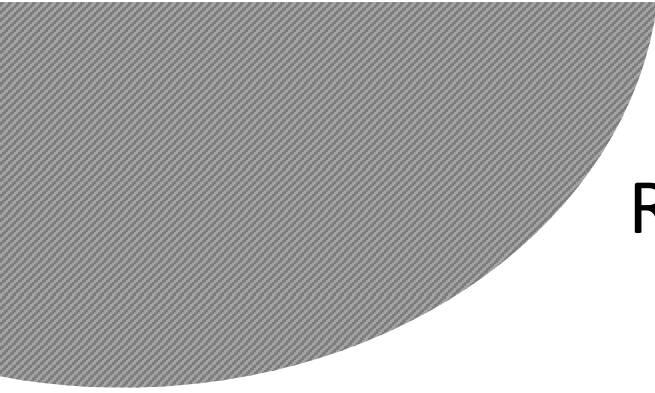
Where the money
will come from



How the money
will be spent



*Assumes a Real Estate tax rate increase of 1.5 Cents in CY 19 and 1.5 Cents in CY 20



Recap - Transfer to the School Fund: \$138.2 M

Increase of \$6.9 M, or 5.2%

Includes an additional \$50k for operational expenses associated with the GO Bond funding of Western Albemarle High School Environmental Studies Academy

School Board's Funding Request's Gap is
\$426,574



- Previous Direction Provided

- Revise Capital Budget to reprioritize initial phase of Biscuit Run Park in place of Hedgerow Park
- Continue to hold the \$2 M Advancing Strategic Priorities Capital Reserve for future consideration

- Adjustments to FY 20 Recommended Budget discussed at Feb 28, 2019 Work Session

- For discussion today



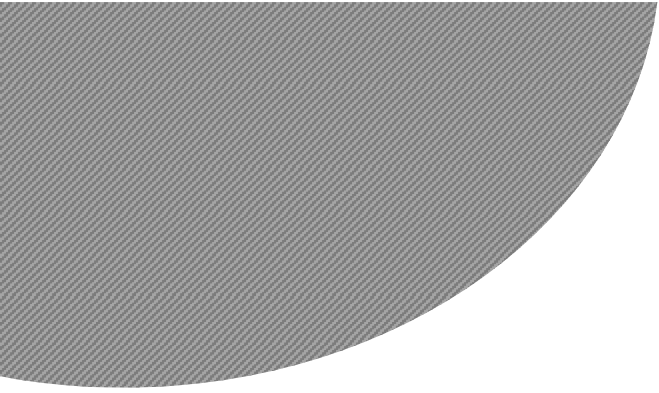
Adjustments to FY 20 Recommended Budget Discussed at Feb 28, 2019 Work Session

Item	Net Ongoing Cost	One-time Cost	Net Total
Housing Generalist (Dept of Social Services)	35,774	5,210	40,984
Fraud Investigator (Dept of Social Services)	48,139	5,210	53,349
JAUNT: Crozet Connex	79,264	0	79,264
Police Officer	87,269	84,025	171,294
School Resource Officer	60,654	84,024	144,678
Total	311,100	178,469	489,569

Potential Funding Options

- Children's Services Act (CSA)
 - Reduce \$1.90 M General Fund costs to \$1.85 M (\$50k reduction)
 - Based on continued service and reimbursement trends
 - CSA Fund maintains adequate fund balance that could address an unanticipated increase in FY 20
- Customer service and security enhancements at County Office Building (COB) McIntire
 - Reduce ongoing amount from \$150k to \$125k (\$25k reduction)
- Transformational / Business Process Optimization Reserve:
 - Reduce ongoing amount from \$250k to \$164k (\$86k reduction)
- Reserve for Contingencies
 - Reduce ongoing amount from \$300k to \$150k (\$150k reduction)
 - Reduce one-time amount from \$237k to \$59k (\$178k reduction)

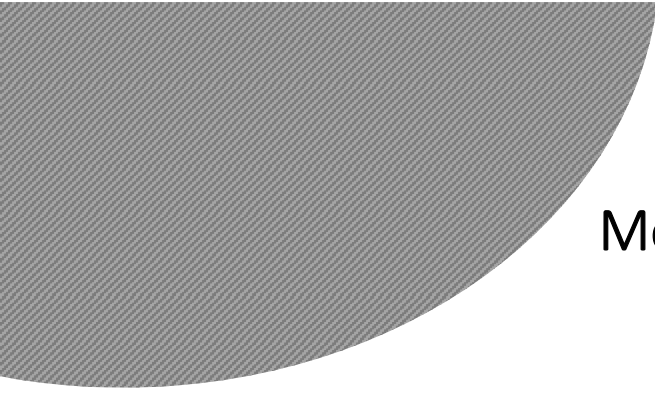




Board Discussion

Does the Board desire to make any adjustments to the FY 20
Recommended Budget?

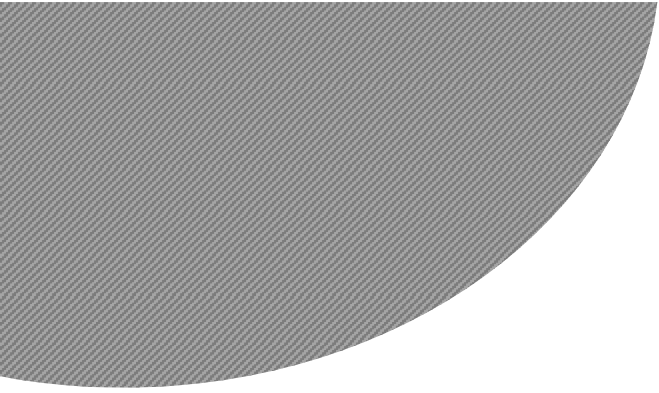




Motion to Approve the Proposed FY 20 Budget

I move that the Board authorize staff to advertise for public hearing the FY 20 proposed budget which includes the County Executive's Recommended Budget and the amendments made by the Board of Supervisors.





Set Tax Rates for Advertising



Real Estate Property Taxes

- FY 20 Recommended Budget includes a recommended rate of \$0.854 per \$100 of assessed value, an increase of 1.5 cents in CY 19, dedicated to the capital program/debt service
- Each penny on the real estate tax rate yields ~\$1.9M in estimated collectable real estate tax revenues
- “Lowered” or “Effective” Tax Rate would be \$0.807 per \$100 of assessed value
- Tax Relief for Elderly/Disabled Program
\$1.0M Total (7.4% increase)

CIP Tax Rate Scenarios

	Current		Scenario 1		Scenario 2		Scenario 3		Scenario 4	
	<i>tax rate increase</i>	<i>revenues (in millions)</i>	<i>tax rate increase</i>	<i>revenues (in millions)</i>	<i>tax rate increase</i>	<i>revenues (in millions)</i>	<i>tax rate increase</i>	<i>revenues (in millions)</i>	<i>tax rate increase</i>	<i>revenues (in millions)</i>
CY 19	1.5	\$ 17.10	2	\$ 22.80	2	\$ 22.80	3	\$ 34.20	3	\$ 34.20
CY 20	1.5	\$ 14.10	1.5	\$ 14.10	0.9	\$ 8.51	1.5	\$ 14.10	0	\$ -
<i>total cummulative revenues in CIP 20 - 24</i>	3	\$ 31.20	3.5	\$ 36.90	2.9	\$ 31.30	4.5	\$ 48.30	3	\$ 34.20

Notes:

- Based solely on current value of a penny for FY 19 and projected value of a penny amounts for FY 20 – 24
- Tax rates shown do not include operating impacts from CIP
- The totals for each scenario include the first half of the year tax rate all going to CIP as well in the year it is received.
 - For example, if 1.5 cents is approved in CY 19, there is approximately \$1.5M included in FY 19 for modeling purposes.

Motion to Advertise the 2019 Tax Rates for Public Hearing

I move that the Board advertise the following rates for public hearing for the 2019 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 tangible personal property;

\$4.28/\$100 of assessed value for miscellaneous and incidental tangible personal property employed in a trade or business that is not otherwise classified as machinery and tools, merchants' capital, or short-term rental property, and that has an original cost of less than \$500; and

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



Next Steps

