

April 17, 2018

Delivering Tangible Results in an Evolving Landscape

PUBLIC HEARING – CALENDAR YEAR 2018 TAX RATE

APPROVAL OF FY 19 CAPITAL AND OPERATING BUDGET



REAL ESTATE TAX RATE

- Built on a Real Estate Tax Rate of \$0.839 per \$100 of assessed value.
- Total assessed value of real property, excluding additional assessments due to new construction, exceeds last year's total assessed value of real property by 2.2%.
- The *lowered tax rate*, or the tax rate that would levy the same amount of real estate tax as last year, would be \$0.8117 per \$100 of assessed value.
- The *effective rate increase* or difference between the proposed rate and the lowered tax rate is 2.73 cents or 3.36%
- Individual property taxes may increase at a percentage greater than or less than the above percentages.

PUBLIC HEARING CALENDAR YEAR 2018 TAX RATES



HEALTH CARE FUND EXPENDITURE UPDATE

- **Health Care Consultant has updated their claims utilization review and have informed the County that Health Care expenditures have significantly decreased in current plan year.**
- **These reduced costs are expected to extend into Plan Year 19. The decrease in expenditures are due to:**
 - **Cost benefits resulting by improved contractual medical discounts provided by Anthem**
 - **Reductions in medical claims and medical spending**
 - **Reduction in plan membership**
 - **Reduction in large claim activity**
 - **Increased employee participation in the Choice Health Savings Account (HSA) plan**
 - **Reductions in Hospital admissions**

HEALTH CARE FUND EXPENDITURE UPDATE, CONT.

- **With this updated information, staff is finalizing calculations for the impact in FY 19 for School Division, General Government, and other participants in the Fund.**
- **Final calculations and additional information pertaining to this change will be provided to the Board on May 9, as part of the FY 19 Resolution of Appropriations**
- **School Division anticipates the reductions in Health Care expenditures will support closing the School Division's FY 19 funding gap.**
- **General Government's cost reductions will be recommended to be placed in contingency reserve for future Board consideration.**

**STAFF RECOMMENDS THAT THE BOARD ADOPT THE
RESOLUTION TO SET CALENDAR YEAR 2018 TAX RATES
(ATTACHMENT A)**



**RESOLUTION TO SET
CALENDAR YEAR 2018 TAX RATES**

BE IT RESOLVED that the Board of Supervisors of Albemarle County, Virginia, does hereby set the County Levy for Calendar Year 2018 for general County purposes at:

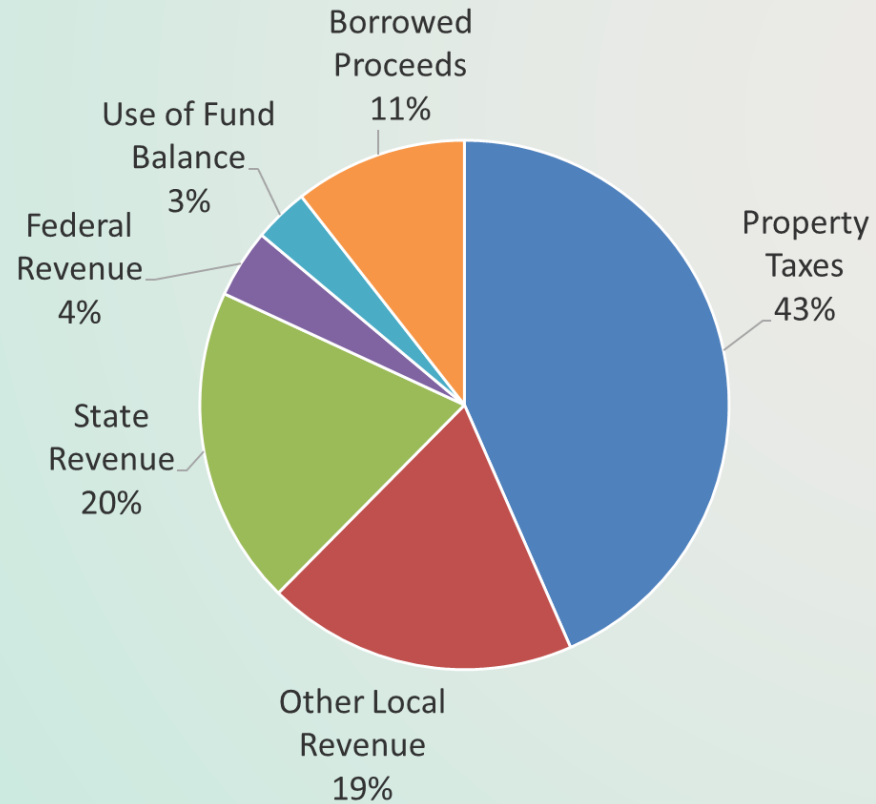
- Eighty-Three and Nine-Tenths Cents (\$0.839) on every One Hundred Dollars for assessed value of real estate;
- Eighty-Three and Nine-Tenths Cents (\$0.839) on every One Hundred Dollars for assessed value of manufactured homes;
- Eighty-Three and Nine-Tenths Cents (\$0.839) on every One Hundred Dollars for assessed value of public service property;
- Four Dollars and Twenty-Eight Cents (\$4.28) on every One Hundred Dollars for assessed value of personal property;
- Four Dollars and Twenty-Eight Cents (\$4.28) on every One Hundred Dollars for assessed value of business personal property with an original cost of less than Five Hundred Dollars (\$500.00); and
- Four Dollars and Twenty-Eight Cents (\$4.28) on every One Hundred Dollars for assessed value of machinery and tools; and

BE IT FURTHER RESOLVED that the Board of Supervisors orders the Director of Finance of Albemarle County to assess and collect County taxes on all taxable property, including all taxable real estate and all taxable personal property.

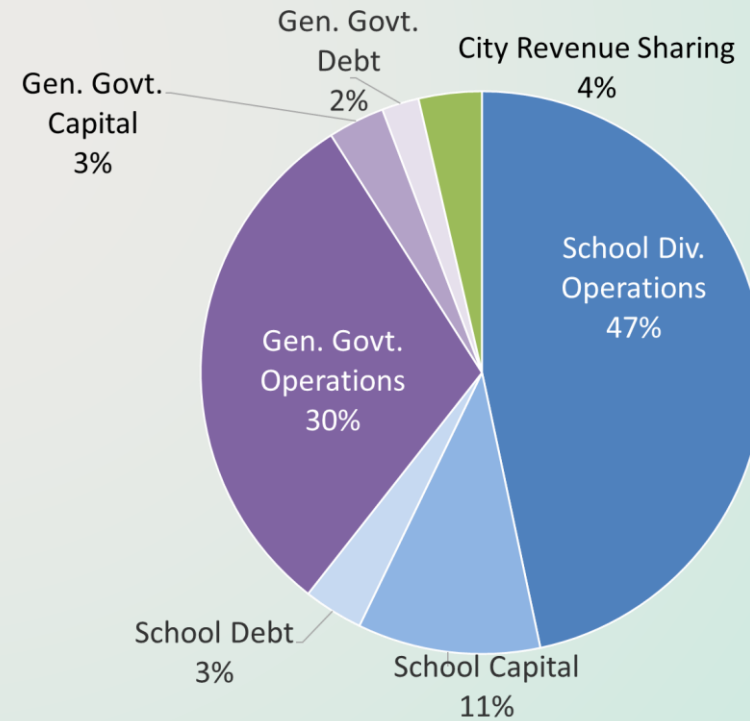
ADOPTION OF FY 19 CAPITAL AND OPERATING BUDGETS

FY 19 TOTAL COUNTY BUDGET

Revenues \$432,240,800



Expenditures \$432,240,800



CHANGES TO THE FY19 RECOMMENDED BUDGET INCLUDED IN THE FY 19 BUDGET

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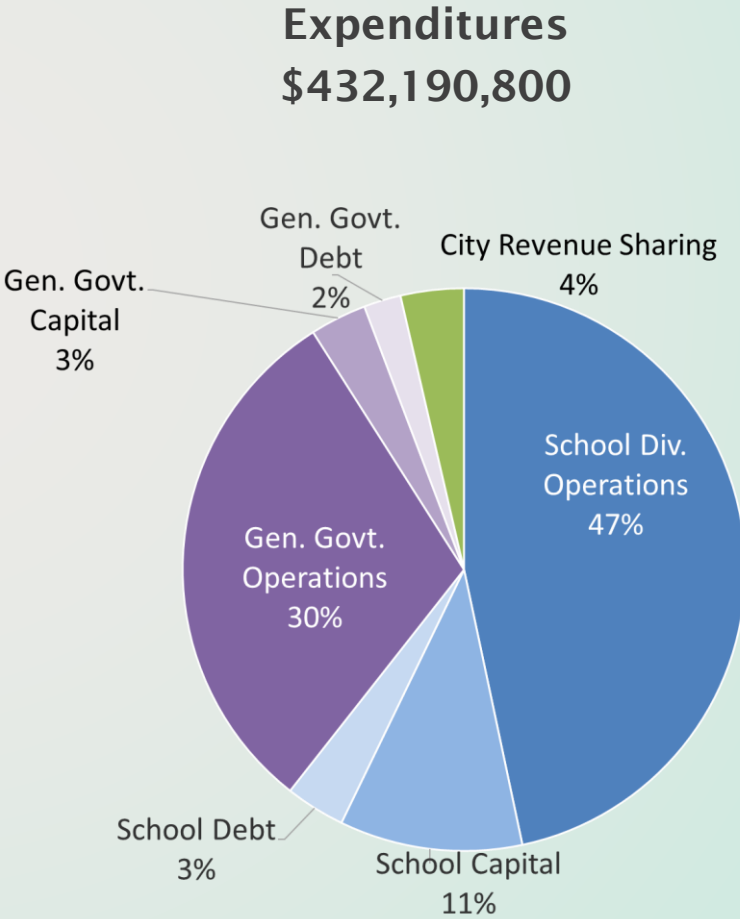
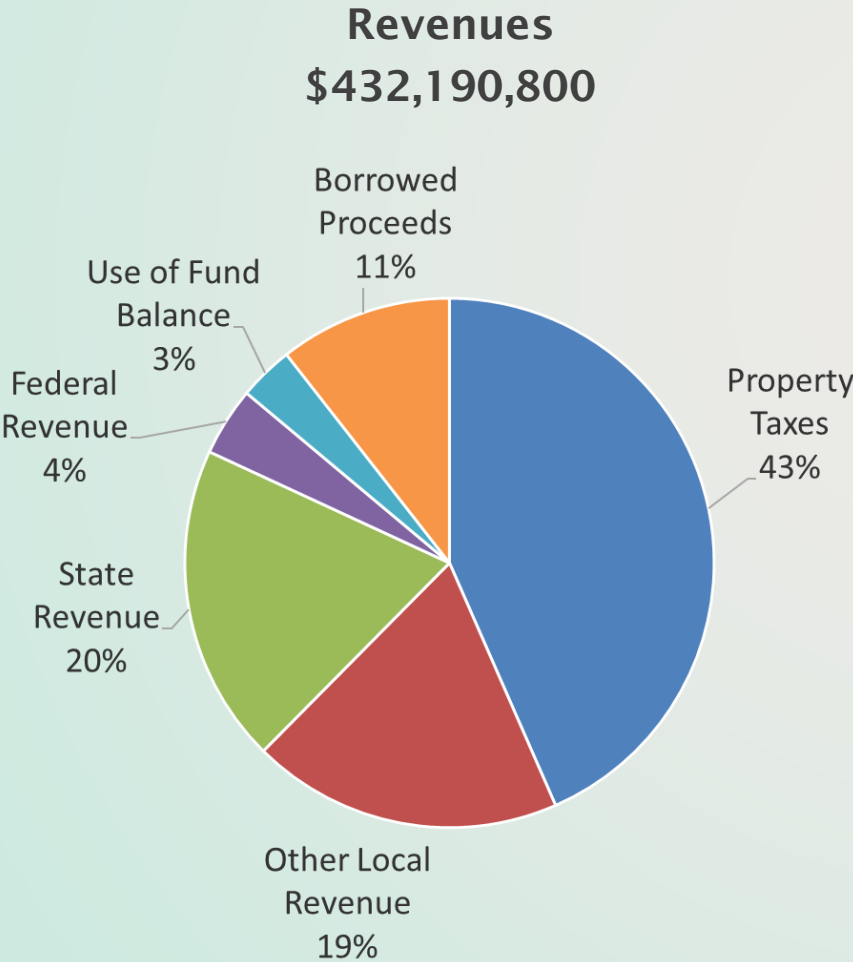
Revenue Adjustments by Source	Fund	Amount
Local Revenue	General Fund	956,290
Use of Fund Balance	Capital Projects Fund	105,736
Borrowed Proceeds	Capital Projects Fund	2,678,400
Total Revenue Adjustments		3,740,426

Expenditure Adjustments by Fund	Item	Amount
General Fund	City Health Insurance Savings	(63,945)
	Police Records Clerk	52,027
	Emergency Medical Services Instructor	90,822
	Information Technology Office Associate from Part Time to Full Time	26,512
	Sheriff's Deputy	34,000
	Therapeutic Docket	55,000
	Open Transfer Station Early	16,667
	Reserve for Contingencies	180,893
School Fund	School Division Expenses	468,450
Capital Projects Fund	High School Center #1 Land Acquisition Costs	2,880,000
Total Expenditure Adjustments		3,740,426

RECOMMENDED CHANGE TO FY 19 PROPOSED BUDGET: JABA MEMORY CARE CONTINGENCY

- FY 19 Proposed Budget includes \$50,000 in one-time funding for a JABA Memory Care Contingency that was recommended to be provided contingent upon JABA's fundraising efforts.
- JABA has provided an update to staff that showed they are on track to meet their fundraising goal and the intent of this contingency.
- **Recommendation:** Appropriate this funding in FY 18 at a subsequent Board meeting and remove it from the FY 19 budget.

FY 19 TOTAL COUNTY BUDGET INCLUDING JABA ADJUSTMENT



**Staff recommends the Board adopt the FY 19 Budget Resolution
that includes the adjustment for JABA Memory Care**

**B1- Amended
Blue Sheet**

NEXT STEP - MAY 9 FY 19 RESOLUTION OF APPROPRIATIONS

- **Will include Health Care Expenditure Adjustments**
- **Will include two Resolution options for Board's Consideration:**
 - **Option 1 –will be in same categorical format as in previous years**
 - **Option 2 – will provide funding as a lump sum appropriation for the School Division and appropriations in functional area categories for General Government**

NEXT STEPS

