

An adjourned meeting of the Board of Supervisors of Albemarle County, Virginia, was held on April 16, 2019, at 3:00 p.m., Lane Auditorium, County Office Building, McIntire Road, Charlottesville, Virginia. This meeting was adjourned from April 9, 2019.

PRESENT: Mr. Norman G. Dill, Mr. Ned Gallaway, Ms. Ann Mallek, Ms. Diantha H. McKeel, Ms. Liz A. Palmer and Mr. Rick Randolph.

ABSENT: None.

OFFICERS PRESENT: County Executive, Jeff Richardson, County Attorney, Greg Kamptner, Clerk, Claudette Borgersen, and Senior Deputy Clerk, Travis O. Morris.

Agenda Item No. 1. Call to Order. The meeting was called to order at 3:05 p.m., by the Chair, Mr. Gallaway.

Mr. Gallaway introduced the presiding security officer, Officer Jordan DeLange, and County staff at the dais.

Agenda Item No. 2. Discussion and Adoption of Calendar Year 2019 Tax Rates.

The Executive Summary forwarded to the Board states that on February 15, 2019, the County Executive presented the Recommended FY 20 Operating and Capital Budget to the Board of Supervisors. On February 19, 2019, the Board held a Public Hearing on the County Executive's Recommended Budget and then had several public Work Sessions and Town Hall meetings. On March 4, 2019, the Board authorized the advertising of a \$0.854/\$100 real estate tax rate for the 2019 Tax Year. On April 9, 2019, the Board held a Public Hearing on the Board of Supervisors' Proposed Budget and a Public Hearing on the 2019 Tax Year tax rates.

The FY 20 Operating and Capital Budget for the Board's approval on April 16, 2019 totals \$456,895,261 and is based upon the proposed real estate tax rate of \$0.854 per \$100 of assessed value for the 2019 Tax Year. This is an increase of \$51,950 over the County Executive's Recommended Budget of \$456,843,311 and reflects changes made during the Board's work sessions and Board meetings. The revenue and expenditure changes totaling \$51,950 made to the County Executive's Recommended Budget are summarized on the following table:

**Revenue Adjustments**

Source	Fund	Amount
State Revenue	General Fund	\$25,150
Federal Revenue	Housing Assistance Fund	26,800
<b>Total Revenue Adjustments</b>		<b>\$51,950</b>

**Expenditure Adjustments**

Fund	Item	Amount
General Fund	Housing Generalist	\$67,784
	Fraud Investigator	78,499
	JAUNT Crozet Connex Route	79,264
	Police Officer	171,294
	Clerk of the Board Position (0.75 to 1.0 FTE)	16,632
	Ongoing Reserve for Contingencies	(150,000)
	One-time Reserve for Contingencies	(94,445)
	Transformational/Business Process Optimization Reserve	(42,078)
	County Office Building Security	(25,000)
	CSA Local Share	(50,000)
<b>Total Expenditure Adjustments</b>		<b>\$51,950</b>

The Board may make further adjustments to the Proposed Budget and the Calendar Year 2019 tax rate. If adjustments are desired, changes will be made within the attached Resolutions prior to their adoption. The real estate tax rate may not exceed the advertised rate of \$0.854 per \$100 of assessed value.

Adoption of the FY 20 Budget

Staff recommends that the Board adopt: 1) the attached Resolution to Set Calendar Year 2019 Tax Rates (Attachment A); and 2) the attached FY 20 Budget Resolution approving the FY 20 Operating and Capital Budget as recommended by the County Executive and amended by the Board of Supervisors (Attachment B). If adjustments are desired, changes will be made within the attached Resolutions prior to their adoption.

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Ms. Lori Allshouse, Director of the Office of Management and Budget, presented. She said she would present some slides and ask for Board approval of the 2019 tax rate and adoption of the FY 19 budget. She thanked the Board, staff, and the community for its work during the budget process.

Ms. Allshouse presented the following slide with information on the "Real Estate Tax Rate":

- Built on a Real Estate Tax Rate of \$0.854 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 4.0%.
- The *lowered tax rate*, or the tax rate that would levy the same amount of real estate tax as last year, would be \$0.807 per \$100 of assessed value.
- The *effective rate increase* or difference between the proposed rate and the lowered tax rate is 4.7 cents or 5.82%.
- Individual property taxes may increase at a percentage greater than or less than the above percentages.

After reviewing the information on the slide, Ms. Allshouse invited discussion and asked for the Board's approval of the resolution for the proposed CY19 tax rate.

Mr. Gallaway invited Board discussion.

Ms. Mallek commented that she has heard from many citizens who said that this was fine, the Board needs to do this, and many who are struggling to make it happen. She added that each Supervisor has the same concern and they try to do the best they could.

Mr. Gallaway noted that the tax rate increase comes on the heels of the 2016 bond referendum vote – the first referendum and opportunity for voters to weigh in in the last 40 years. He noted that in the Rio District, the referendum passed with 76% approval and the County average was 73%.

Ms. Palmer **moved** that the Board adopt the proposed resolution to set the Calendar Year 2019 tax rates, as presented. The motion was **seconded** by Ms. McKeel.

Roll was called and the motion carried by the following recorded vote:

AYES: Ms. McKeel, Ms. Palmer, Mr. Dill, Mr. Gallaway and Ms. Mallek.

NAYS: None.

DISSENTS: Mr. Randolph.

**(The adopted resolution is set out below:)**

#### **RESOLUTION TO SET CALENDAR YEAR 2019 TAX RATES**

**BE IT RESOLVED** that the Board of Supervisors of Albemarle County, Virginia, does hereby set the County Levy for Calendar Year 2019 for general County purposes at:

- (1) Eighty-Five and Four-Tenths Cents (\$0.854) on every One Hundred Dollars for assessed value of real estate;
- (2) Eighty-Five and Four-Tenths Cents (\$0.854) on every One Hundred Dollars for assessed value of manufactured homes;
- (3) Eighty-Five and Four-Tenths Cents (\$0.854) on every One Hundred Dollars for assessed value of public service property;
- (4) Four Dollars and Twenty-Eight Cents (\$4.28) on every One Hundred Dollars for assessed value of personal property;
- (5) Four Dollars and Twenty-Eight Cents (\$4.28) on every One Hundred Dollars for assessed value of business personal property that is not classified as machinery and tools, merchants' capital, or short-term rental property, with an original cost of less than Five Hundred Dollars (\$500.00); and
- (6) 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.

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Agenda Item No. 3. Discussion and Adoption of the FY 20 Operating and Capital Budget.

Ms. Allshouse presented a slide with pie charts demonstrating the Albemarle County FY20 budget revenues and expenditures, which both equaling \$456,895,261. She noted that today was the tenth budget related discussion held by the Board. On March 20, the Board approved the FY20 proposed budget to include the County Executive's recommended budget and amendments made by the Board of Supervisors throughout the work sessions.

Ms. Allshouse presented a slide with amendments that were proposed by the Board:

- Capital:
  - Revise Capital Budget to re-prioritize initial phase of Biscuit Run Park in place of Hedgerow Park
- Operating:
  - Add two positions in the Department of Social Services (Housing Generalist and Fraud Investigator)
  - Add an additional Police Officer position
  - Add funding for the Crozet Connex Route
  - Increase a currently approved FTE position in the Clerk to the Board of Supervisors Office from .75 FTE to 1.0 FTE

Ms. Allshouse said that staff recommends the Board adopt the proposed FY20 Budget Resolution.

Ms. Mallek **moved** that the Board adopt the budget, as shown in Attachment B. She was **seconded** by Ms. McKeel.

Roll was called and the motion carried by the following recorded vote:

AYES: Ms. McKeel, Ms. Palmer, Mr. Randolph, Mr. Dill, Mr. Gallaway and Ms. Mallek.  
 NAYS: None.

**(The adopted resolution is set out below:)**

**FY 2020  
 BUDGET RESOLUTION**

**BE IT RESOLVED by the Board of Supervisors of Albemarle County, Virginia:**

- 1) That the budget for the County for the Fiscal Year beginning July 1, 2019 is made up of the County Executive's Recommended Budget document and the amendments made by the Board of Supervisors.
- 2) That the budget for the County for the Fiscal Year beginning July 1, 2019 is summarized as follows:

<b>General Government - General Fund</b>	
Administration	\$16,787,788
Judicial	5,904,732
Public Safety	48,055,493
Public Works	6,444,941
Health & Welfare (including PVCC)	22,003,379
Parks, Recreation, and Culture	9,146,376
Community Development	10,697,465
Nondepartmental	187,746,513
<b>Total General Fund</b>	<b>\$306,786,687</b>

<u>Less Transfers to Other Funds</u>	<u>(176,549,373)</u>
<b>Net General Government - General Fund</b>	<b>\$130,237,314</b>

<b>School Division - School Fund</b>	
School Fund	\$195,330,868
<u>Less Transfer to Other Funds</u>	<u>(4,322,351)</u>
<b>Net School Division - School Fund</b>	<b>\$191,008,517</b>

<b>School Division - Special Revenue Funds</b>	
School Special Revenue Funds	\$20,375,787
<u>Less Transfer to Other Funds</u>	<u>(427,475)</u>
<b>Net School Division - Special Revenue Funds</b>	<b>\$19,948,312</b>

<b>General Government - Other Funds</b>	
Computer Maintenance and Replacement Fund	\$502,759
Commonwealth's Attorney Commission Fund	60,000
Victim Witness Grant Fund	172,901
Regional Firearms Training Center – Operations Fund	217,562
Regional Firearms Training Center – Capital Fund	90,000
Criminal Justice Grant Fund	731,081
Water Resources Fund	1,377,205
Courthouse Maintenance Fund	30,173
Old Crozet School Fund	88,225

Vehicle Replacement Fund	1,305,182
Bright Stars Fund	1,603,170
Children Services Act Fund	9,570,204
Martha Jefferson Health Grant Fund	4,000
Housing Assistance Fund	3,448,866
General Fund School Reserve Fund	1,024,735
Charlottesville Albemarle Convention and Visitor's Bureau Fund	1,959,134
Darden Towe Park Fund	318,288
Tourism Fund	1,798,830
Proffer Funds	180,757
Economic Development Authority Fund	911,972
Economic Development Fund	500,000
<b>Total General Government - Other Funds</b>	<b>\$25,895,044</b>
<u>Less Transfer to Other Funds</u>	<u>(5,115,353)</u>
<b>Net General Government - Other Funds</b>	<b>\$ 20,779,691</b>

<b>Capital Projects Funds</b>	
General Government CIP Fund	\$25,762,669
Water Resources CIP Fund	186,575
School Projects CIP Fund	42,479,000
<b>Total Capital Projects Funds</b>	<b>\$68,428,244</b>
<u>Less Transfer to Other Funds</u>	<u>(49,671)</u>
<b>Net Capital Projects Funds</b>	<b>\$68,378,573</b>

<b>Debt Service Funds</b>	
General Government Debt Service Fund	\$10,060,730
School Division Debt Service Fund	16,482,124
<b>Total Debt Service Funds</b>	<b>\$26,542,854</b>

**TOTAL COUNTY BUDGET** **\$456,895,261**

- 3) That the budget for the County for the Fiscal Year beginning July 1, 2019 as described in 1) and 2) above is approved.

Ms. Allshouse then reviewed next steps in the budget process:

- April 25 – School Board Adopts School Division Budget
- May 1 – Board of Supervisors Approves FY 20 Resolution of Appropriations
- July 1 – Start of FY20

Ms. McKeel added that the Board was planning to hold a joint session on May 9, 2019 with the School Division around the Capital Improvement Program (CIP), which would be a very important meeting.

Agenda Item No. 4. From the Board: Committee Reports and Matters Not Listed on the Agenda.

Ms. Mallek said she would forward her notes to the Board from the spectacular lectures she attended at last week's Tom Tom Festival, including those from a housing discussion moderated by Mr. Chip Boyles of the Thomas Jefferson Planning District Commission, an event that had great practical solutions and was highly informative.

Ms. Palmer added that she also attended the housing presentation and spoke with Mr. Tim Keller of Preservation Piedmont and Chair of the County Planning Commission, who stated that when they approve new developments, they need to consider that often they take down old houses in historic areas and older neighborhoods where most of the affordable housing was located, and that affordable housing is then lost.

Agenda Item No. 5. From the County Executive: Report on Matters Not Listed on the Agenda.

There were none.

Agenda Item No. 6. Adjourn to April 17, 2019, 1:00 p.m., Lane Auditorium.

At 3:15 p.m., with no further business to come before the Board, Mr. Gallaway adjourned its meeting to April 17, 2019 at 1:00 p.m. in Lane Auditorium.

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Chairman

Approved by Board
Date 07/03/2019
Initials CKB