



# **FY 2020 Proposed Budget Overview**

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**March 5, 2019**



# PROPOSED BUDGET OVERVIEW

## *FY 2020 BUDGET PROCESS*

**FY 2020 Proposed Budget is based on the FY 2020 Projected Budget planned with the FY 2019 Adopted Budget.**

*What does this mean?*

Since FY 2015, the County budget process has followed a two-year budgeting process. All County departments and Constitutional Offices, contributory agencies, and Schools submit for both years of the budget in the first year.

*How does the second year change?*

Changes are made in the second year due to revenue adjustments, new state or federal mandates, or a service failure that constitutes an emergency.



# PROPOSED BUDGET OVERVIEW

## *FY20 PLANNED BUDGET ENHANCEMENTS*

**With the level of increase in FY 2019 adopted budget, the FY 2020 planned budget had a limited number of enhancements in a few key areas:**

- Additional Career Staffing for Fire and Rescue
  - 1.2 cent increase in F&R Levy (only tax increase)
  - Funds 6.0 FTE Techs and 3.0 FTE Captains
    - Shifts 12/5 Stations to 12/7 and Second Command Officer
  - Reclass 1 LT to Captain and 2 Techs to LTs
- \$2.13 million increase for School Division transfer
  - Plus approx. \$400k for school security held in Sheriff's budget
- 3.0 FTE in General Fund, 1.0 FTE since removed
  - 1.0 FTE Crime Analyst in Sheriff's Office
  - 1.0 FTE DSS Adult Services Program Worker



# PROPOSED BUDGET OVERVIEW

## *FY20 PLANNED BUDGET ENHANCEMENTS*

- First of 3 year plan to address County Compression – County staff
- 1.4% COLA for County staff
  - Partially offset by increase in employee health insurance premiums



# PROPOSED BUDGET OVERVIEW

## *CHANGES FROM FY20 PLANNED BUDGET*

- Increased revenue projections & expenditure adjs., allowed for the following adjustments
- BOS approved mid-FY 2019
  - Medicaid expansion - \$110k
  - Riverside Preserve \$12.5k & Fauquier County App \$39k
- Additional \$1.0 million to the Schools
  - Total FY20 funding increase would be \$3.54 million
  - \$1.4 million less than revised FY20 funding request
- Increase County compensation increase to 2.0%
  - 1.4% COLA and 0.6% merit increase
  - Budget still maintains employee health insurance premium increase
- 1.0 FTE Information Security Analyst - \$105k
  - Assist with critical system monitoring and cyber security initiatives



# PROPOSED BUDGET OVERVIEW

## *CHANGES FROM FY20 PLANNED BUDGET*

### Fire and Rescue Levy adjustments:

- Establishment of second set of personal protective gear for volunteer and career staff
  - Joint volunteer and career review of all gear and need assessment
  - Plan would require one-time funding to purchase necessary # of gear
  - Plan would also shift all maintenance costs (cleaning, maint., & repair) to outside contractor
- One-time cost (funded FY19 bump from tax increase): \$553k
- On-going costs, covers all gear (new and existing):
  - Volunteers - \$143k
  - DFREM - \$71k
- Annual physicals for Volunteers to County clinic - \$40k
  - Funding within existing budget, Clinic already covers new volunteers



# PROPOSED BUDGET OVERVIEW

## *PLANNED AND PROPOSED TAX RATE CHANGES*

FY 2020 Proposed Budget maintains the planned tax increase in Fire and Rescue Levy, no other increases included in County Administrator's Budget.

	Tax Year 2018	Tax Year 2019	Change
<b>Overall Real Estate Tax Rate:</b>	<b>\$0.982</b>	<b>\$0.994</b>	<b>\$0.012</b>
Real Estate – General	\$0.855	\$0.855	\$0.00
Real Estate – Fire & Rescue	\$0.121	\$0.133	\$0.012
Real Estate – Conservation Easement District	\$0.006	\$0.006	\$0.00

For the average homeowner, this is a \$45/year increase based on average residential assessment of \$378,000.



# STATE BUDGET UPDATE

County Administrator's Proposed Budget maintains same assumptions as FY20 Projected Budget – no additional State revenues for General Fund.

- Compensation Board Funded Offices and State Supported Local Offices provided 3% compensation increase effective July 1
  - Equates to additional revenue for County to offset amount County already funds over the State salary minimums for these positions
  - Comp Board will release their estimates on March 8
- School Division's Proposed Budget assumes \$2.68 million
  - \$503k: Regional SPED School
  - \$398k: School Counselors (directed funding to reduce ratio counselors to students)
  - \$1.8 million: Primarily increases in basic aid and sales tax
- Final State budget reduces amount by \$231k – raise funding starts 9/1
  - 2% compensation increase for SOQ positions, no match requirement



# STATE BUDGET UPDATE

- Additional School Security grant funding
  - More \$ for equipment and training
  - More \$ to support SRO positions – equivalent to 44 additional positions across Commonwealth
- LCI Adjustment for Land Use, Beginning FY21
  - Budget amendment did not make it into Conference Report
- School Construction Loans
  - \$30 million – to 1<sup>st</sup> priority list (project list is 10+ years old)
  - \$5 million – interest rate subsidies for LCI between 0.0 - 0.4
- Broadband grant dollars increased
  - Up from \$4 million/year (FY19) to \$19 million available in FY20
  - Did not maintain the wording that removed need to be partnered with a provider



# FAUQUIER COUNTY TAX RATES

Description	Tax Year 2018	Advertised Tax Year 2019
<b>Overall Real Estate Tax Rate:</b>	<b>\$0.982</b>	<b>\$0.994</b>
Real Estate – General	\$0.855	\$0.855
Real Estate – Fire & Rescue	<b>\$0.121</b>	<b>\$0.133</b>
Real Estate – Conservation Easement District	\$0.006	\$0.006
Stormwater Management Fee <sup>1</sup>	\$13.640	\$13.640
Marshall Electric Light and Business Improvement District Levy	\$0.005	\$0.005
Personal Property – General	\$4.650	\$4.650
Personal Property – Fire & Rescue	\$0.250	\$0.250
Business Furniture, Fixtures, & Equipment	\$2.300	\$2.300
Motor Homes & Campers	\$1.500	\$1.500
Motor Vehicle Carriers (30+ Passengers)	\$1.000	\$1.000
Mobile Homes	\$0.987	\$1.001
Machinery & Tools	\$2.300	\$2.300
Aircraft <sup>2</sup>	\$0.001	\$0.001
Specially Equipped Handicap Vehicles	\$0.050	\$0.050

<sup>1</sup>The Stormwater Management Fee is a countywide special assessment, on a per parcel basis with the exception of any parcels excluded by act of the Board of Supervisors.

<sup>2</sup>Aircraft stored at the Warrenton-Fauquier Airport are subject to a special maintenance fee assessment.



# PROPOSED TAX RATES IN THE REGION

Jurisdiction	Tax Year 2018	Tax Year 2019	2018-2019 Change
Albemarle County	\$0.839	\$0.854	\$0.015
Alexandria City <sup>1</sup>	\$1.13	\$1.13	\$0.000
Arlington County <sup>1,3</sup>	\$1.006	\$1.021	\$0.015
Culpeper County <sup>3,4</sup>	\$0.610	TBD	TBD
Fairfax County <sup>2,3</sup>	\$1.189	\$1.184	(\$0.005)
Fauquier County <sup>3</sup>	\$0.982	\$0.994	\$0.012
Frederick County	\$0.610	TBD	TBD
Loudoun County <sup>2</sup>	\$1.090	\$1.055	(\$0.035)
Prince William County <sup>1,3</sup>	\$1.208	\$1.208	\$0.000
Rappahannock County <sup>3</sup>	\$0.065	\$0.067	\$0.002
Spotsylvania County <sup>2,4</sup>	\$0.833	\$0.833	\$0.000
Stafford County <sup>4</sup>	\$0.990	TBD	TBD

<sup>1</sup>Proposing not to adjust tax rate based on reassessment, maintain or increase current tax rate.

<sup>2</sup>Proposing to adjust tax rate based on reassessment. Tax bill will increase.

<sup>3</sup>Includes jurisdiction-wide special tax levies.

<sup>4</sup>Culpeper, Stafford, and Spotsylvania conduct reassessments biennially.



# How is a Tax Dollar Spent in the FY 2020 Proposed Budget?



Judicial Administration, 0.41¢

Health & Welfare, 2.42¢  
Culture, 4.09¢

Public Works, 4.14¢

Comm/Ag/Econ Devo, 4.14¢

General Government, 6.62¢

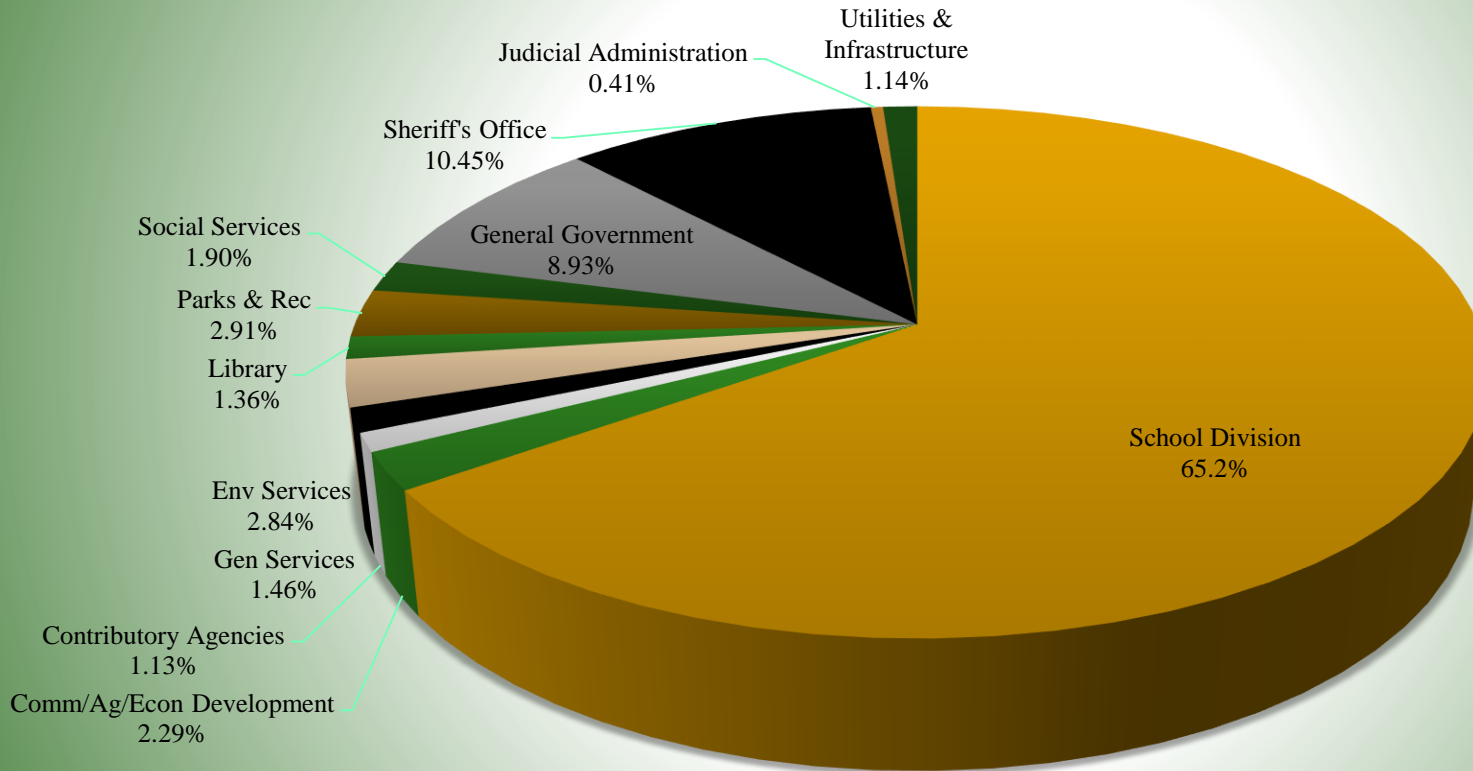
Public Safety, 19.25¢

School Division, 58.94¢



# FY 2020 LOCAL TAX FUNDING

*EXCLUDES SPECIAL LEVIES*



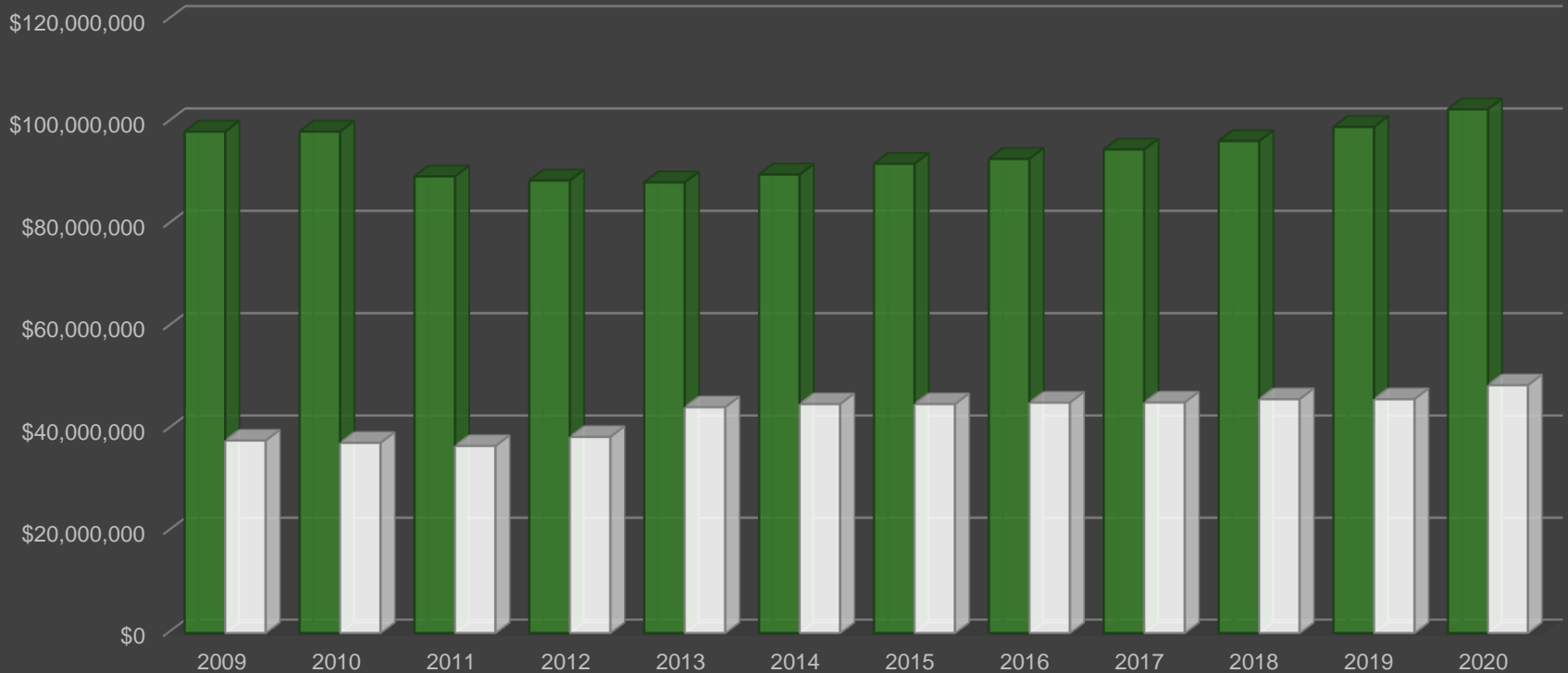
*<sup>1</sup>School Division funding includes consolidated services, but not other services provided such as SROs in Sheriff's budget, licensing fees for Bright and Munis in IT's budget, or other services provided by County departments.*



# SCHOOL DIVISION FUNDING

## SCHOOLS OPERATING BUDGET FUNDING LOCAL VS. STATE FUNDING FY 2009 - FY 2020

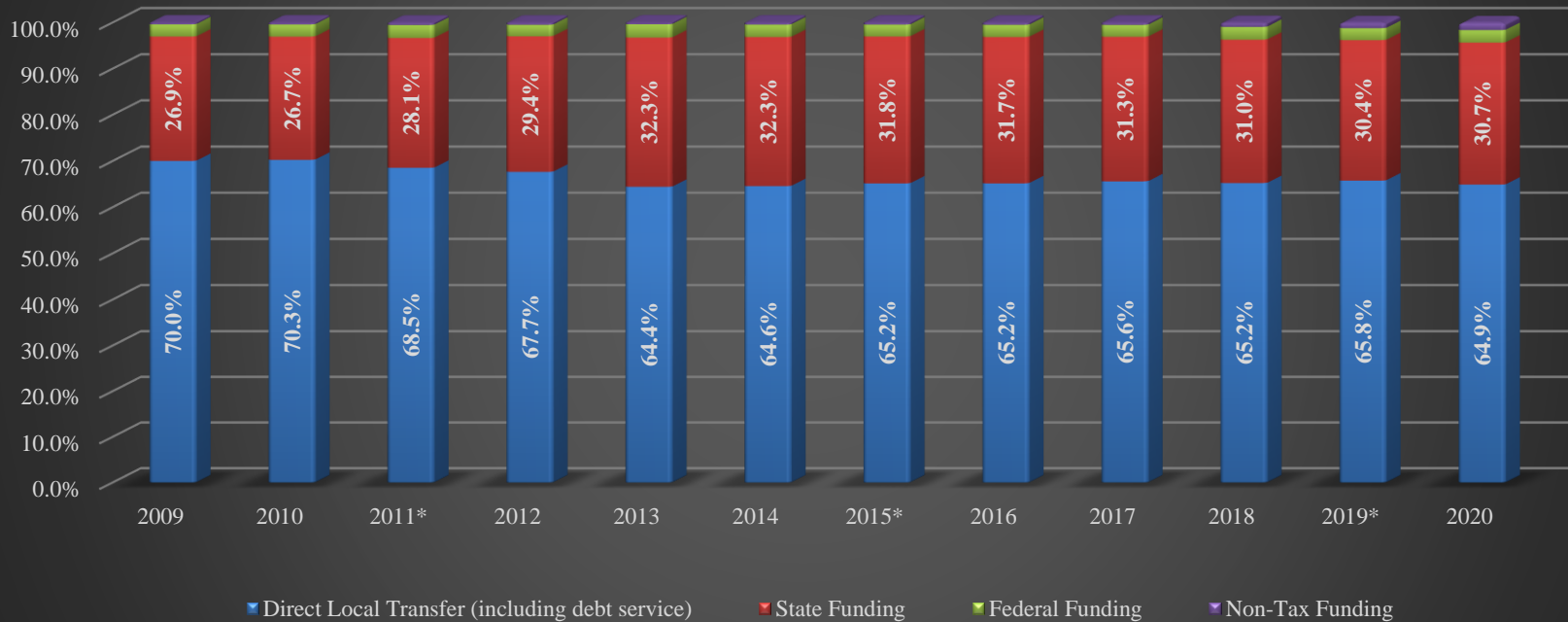
■ Direct Local Transfer (including debt service) ■ State Funding





# SCHOOL DIVISION FUNDING

School Division State and County Funding  
as of % of Total School Division Operating Revenues  
excluding Consolidated Services



\*Budget adopted following a reassessment cycle.



# FY 2020-2024 CAPITAL IMPROVEMENT PROGRAM

- Proposed CIP closely aligns with previously adopted CIP and Strategic Plan
  - Primary changes are due to timing or BOS action on a project
  - Created Placeholder based on Feb 14 discussion on Middle Schools
    - Central: \$3 million (cash) FY20 and \$27 million (debt) FY21
    - Southern: \$1 million (cash) FY22 and \$9 million (debt) FY23
- Proposed CIP totals \$64.5 million during plan years
- Additional \$195.6 million in future years designation
  - Cash funding estimated at 20.2% with 58.6% funded through General Fund sources
- March 7 budget work session will focus on CIP



# FY 2020 BUDGET CALENDAR

Date	Time	Discussion	Location	Event
<b>Tuesday, March 5</b>	4:30 p.m.	Overview	Warren Green Building	Work Session
<b>Tuesday, March 5</b>	5:30 p.m.	BOS/School Board Liaison Committee	Warren Green Building	Liaison Committee
<b>Thursday, March 7</b>	4:30 p.m.	Capital Improvement Program	Warren Green Building	Work Session
<b>Tuesday, March 12</b>	4:30 p.m.	TBD	Warren Green Building	Work Session
<b>Tuesday, March 12</b>	7:00 p.m.	Budget Public Hearing	Fauquier High School - Auditorium	Public Hearing
<b>Thursday, March 14</b>	4:00 p.m.	School Division Budget Proposal	Warren Green Building	BOS/School Board Joint Work Session
<b>Tuesday, March 19</b>	2:00 p.m.	Mark-up/Mark-down	Warren Green Building	Work Session
<b>Thursday, March 21</b>	4:00 p.m.	Budget Adoption	Warren Green Building	Budget Adoption



# QUESTIONS & DISCUSSION

