

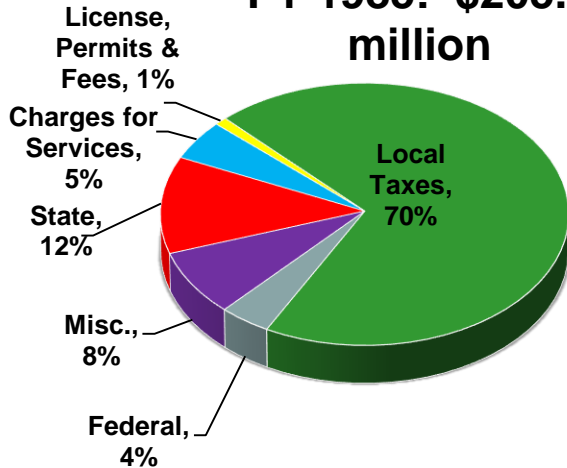
County Manager's FY 2017 Proposed Budget

Overview for the Public Hearing
On Tax and Fee Rates

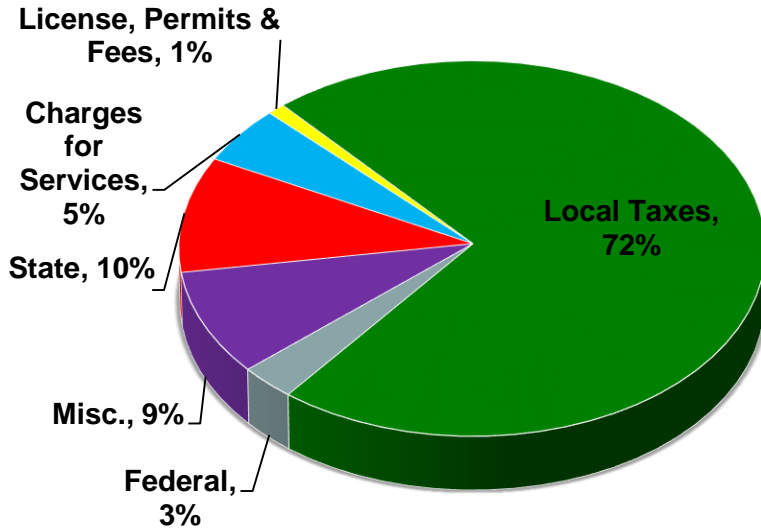
Public Tax & Fee Hearing - March 29 & 31, 2016

General Fund Revenue By Source

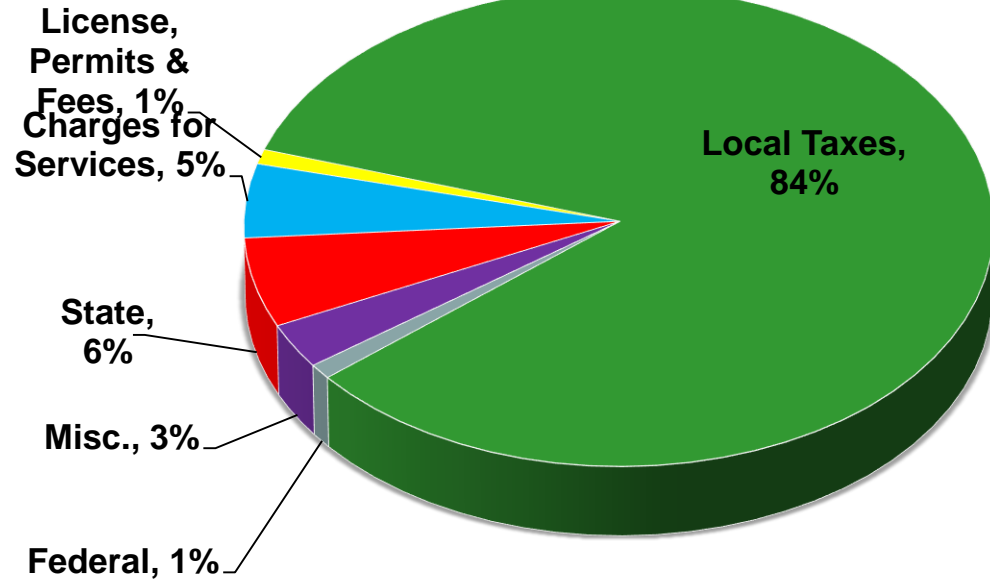
FY 1985: \$205.2 million



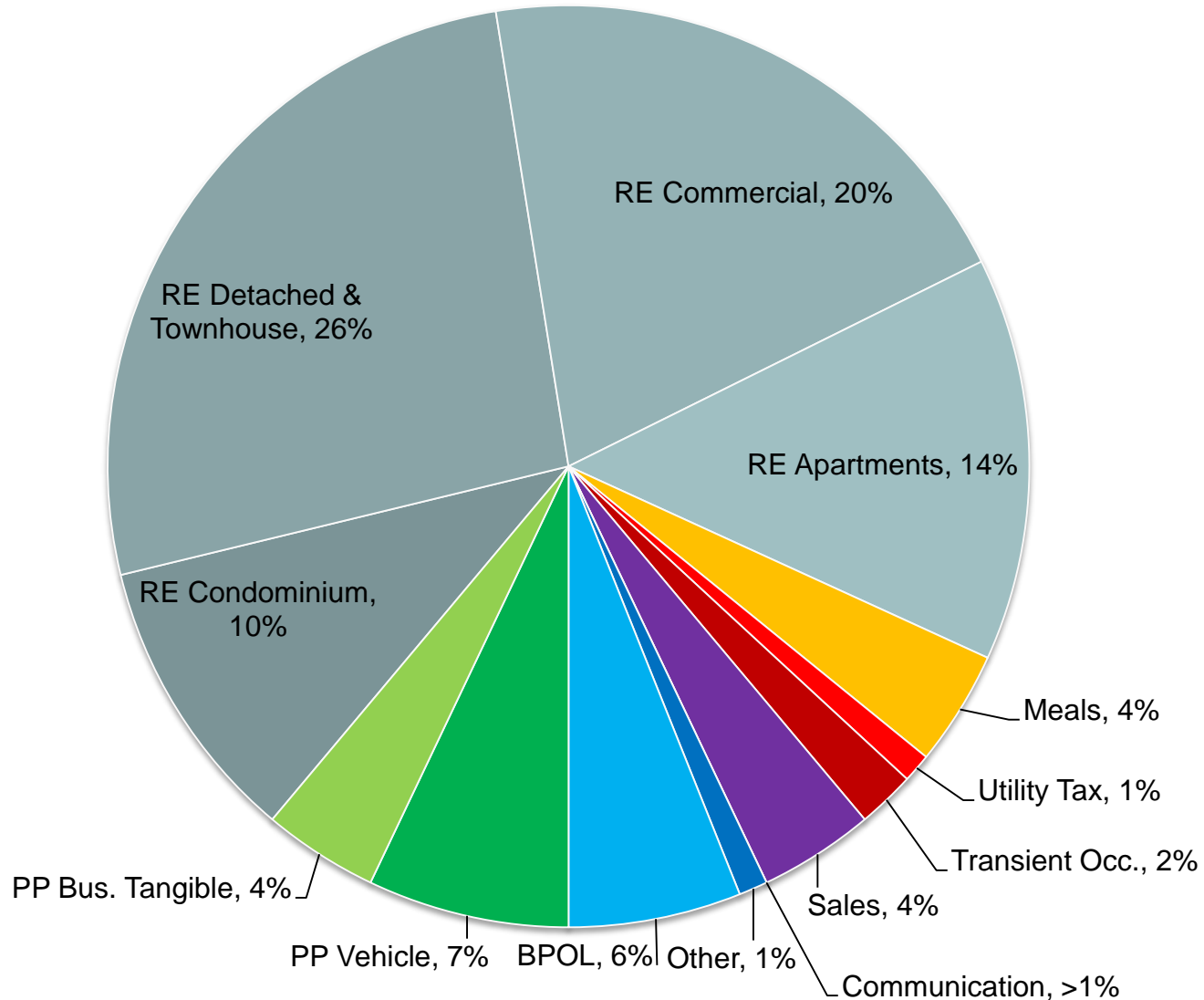
FY 2000: \$502.3 million



FY 2017: \$1.2 billion



Local Tax Revenue by Source



• Tax Rates

- Real Estate Tax Rate – proposed budget includes the base tax rate of \$0.983/\$100 of assessed value
 - The advertised base tax rate is \$0.983 – no change from CY 2015

No Change Recommended

- Stormwater Tax Rate – \$0.013/\$100 (of assessed value)
- Commercial Transportation Tax Rate – \$0.125/\$100
- Personal Property & Business Tangible Tax – \$5.00/\$100
- Business License Tax Rates – no changes to various rates

- Business Improvement Districts – proposed budget assumes flat tax rates for all BIDs; fully funds the proposed business plan for each.

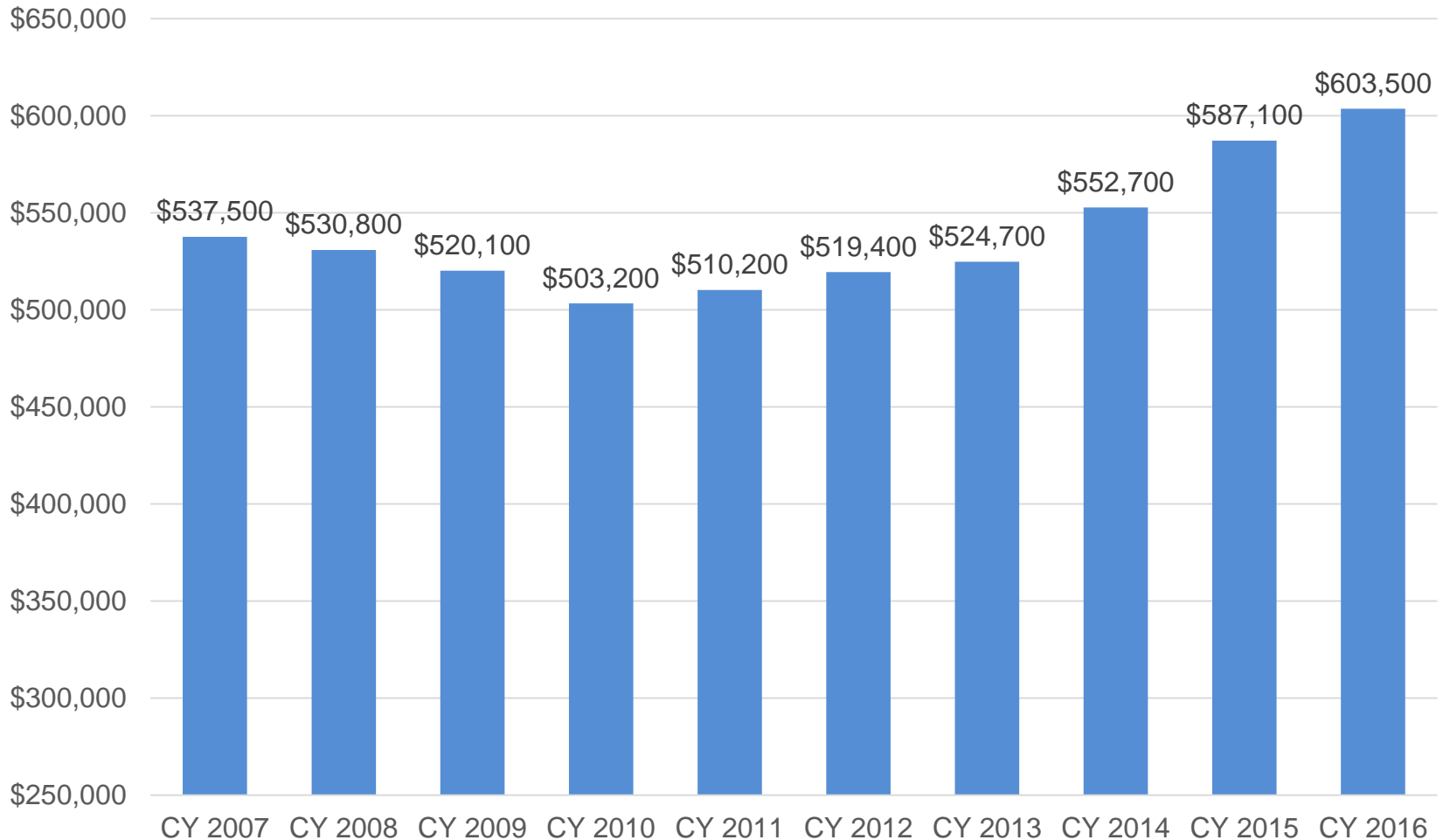
- Fees

- Increase various Parks & Recreation fees
- Increase ambulance transport fees to Fairfax County rates
- Increase the household solid waste rate by \$36.24 to \$307.38/year
- Library Fees – set all fees to \$0.30/day some fees lowered / some increased

- Other Funds

- Utilities Fund - No change to water/sewer rate of \$13.27 per thousand gallons.

Average Single Family Home Assessment CY 2007 – CY 2016



Tax & Fee Burden on Average Household

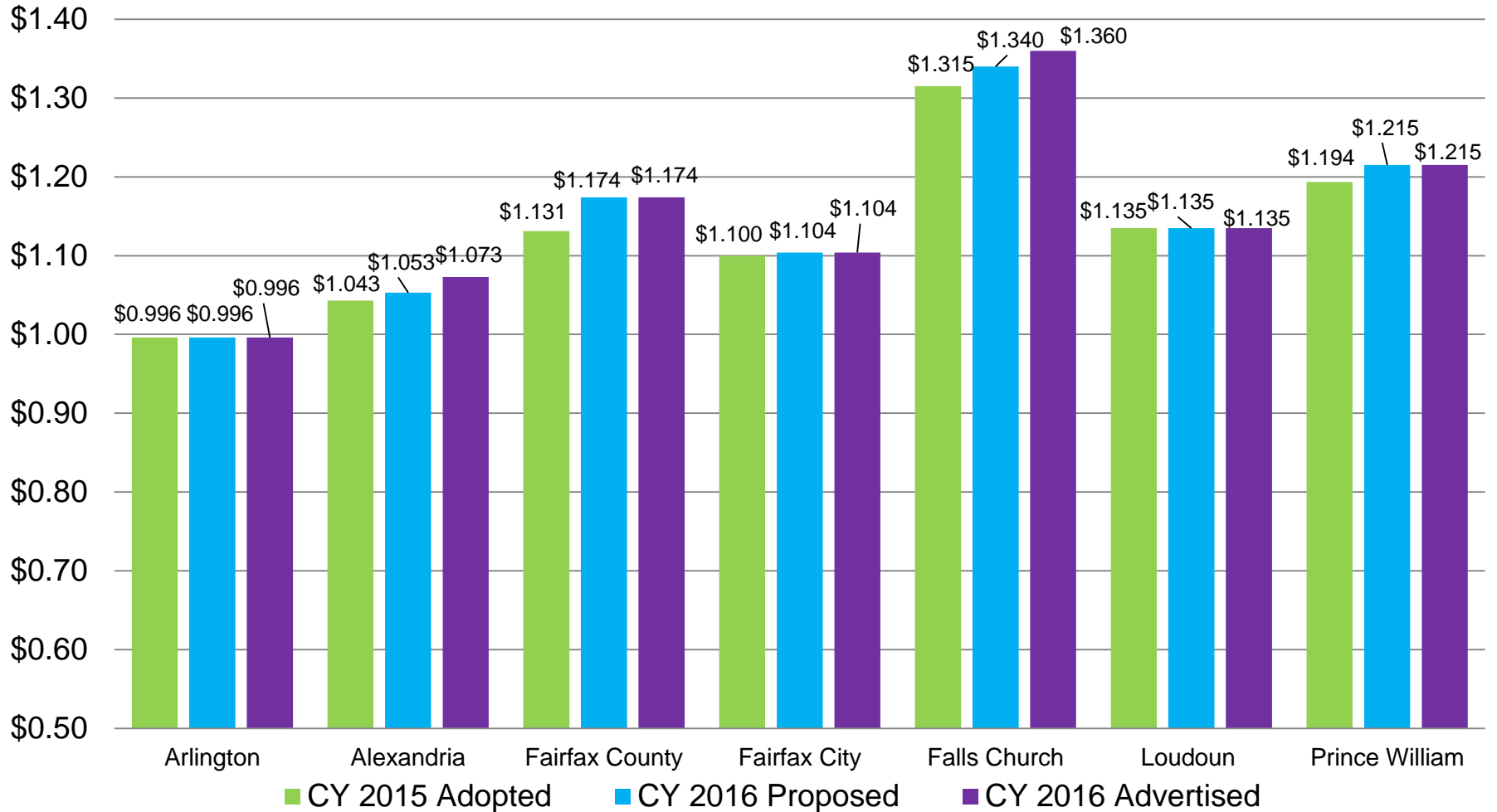
Summary of Residential Taxes and Fees

Average Homeowner Impact	CY 2012	CY 2013	CY 2014	CY 2015	CY 2016 (FY 2017)	CY 2016 (FY 2017)
					Current tax rate	1/2 Cent Rate Reduction
Average Assmt	519,400	524,700	552,700	587,100	\$603,500	\$603,500
Tax Rate (Inc. Sanitary Dist)	\$0.971	\$1.006	\$0.996	\$0.996	\$0.996	\$0.991
Real Estate Tax	\$5,043	\$5,278	\$5,505	\$5,848	\$6,011	\$5,981
Personal Property*	368	410	459	454	474	474
Annual Decal Fee*	66	66	66	66	66	66
Refuse Fee**	294	294	271	271	307	307
Water / Sewer Service	883	883	913	929	929	929
Residential Utility Tax	72	72	72	72	72	72
Total Residential Tax & Fees	\$6,726	\$7,003	\$7,286	\$7,640	\$7,859	\$7,829
Percent Change	3.0%	4.1%	4.0%	4.9%	2.9%	2.5%
Dollar Change	\$199	\$277	\$283	\$354	\$219	\$189
		monthly change	\$24	\$29	\$18	\$16

* For two car household

Jurisdiction Tax Rate Comparison

Total Rate Applied to Residential Properties



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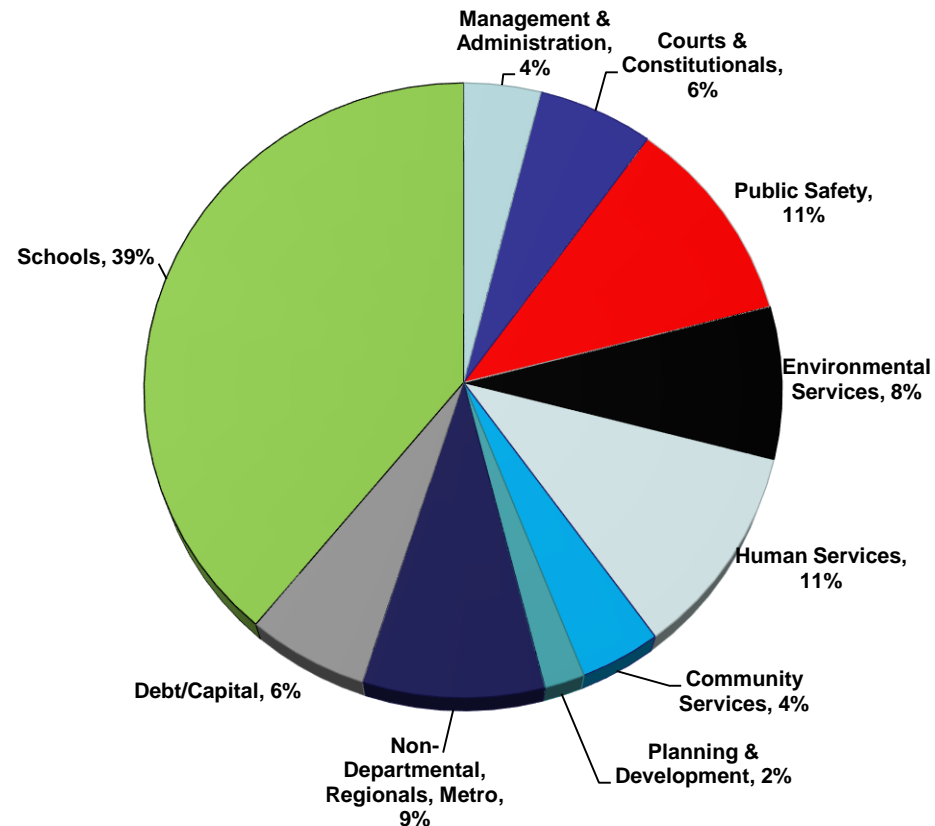
County Manager's FY 2017 Proposed Budget

Public Budget Hearing - March 29 & 31, 2016

General Fund Budget Facts

- Proposed Total General Fund budget of \$1.19 billion
 - 2.8% increase over FY 2016
- County Operating Budget (excluding Schools) totals \$727.5 million
- Schools – Transfer of \$464.9 million
 - Ongoing funding increases \$10.8 million (2.4%)

**FY 2017 Proposed Budget
General Fund Expenditures
(Percent)**



- Public Safety (\$1.6 million of on-going & \$0.4 million of one-time funds)
 - Fire – addition of 8.0 firefighters for the two remaining fire suppression units
 - Police – addition of 6.0 patrol officers
 - Sheriff – addition of 4.0 uniformed officers and 1.0 administrative position
 - One-time funds for equipment of new staff and monies to assist in identifying enhancements to the courts facility

- Workforce Investment (\$6.3 million)
 - Merit-based compensation increase for all pay plans
 - Open ranges replace grade and step plan
 - Increasing maximum of each range by 1.75%
 - All permanent employees paid a minimum of \$14.50 per hour
 - Increases to Live-Where-You-Work program, employee clinic hours, tuition reimbursement program, and new parent leave
- Infrastructure (\$0.4 million)
 - Streetlight repair
 - Residential concrete maintenance

Schools

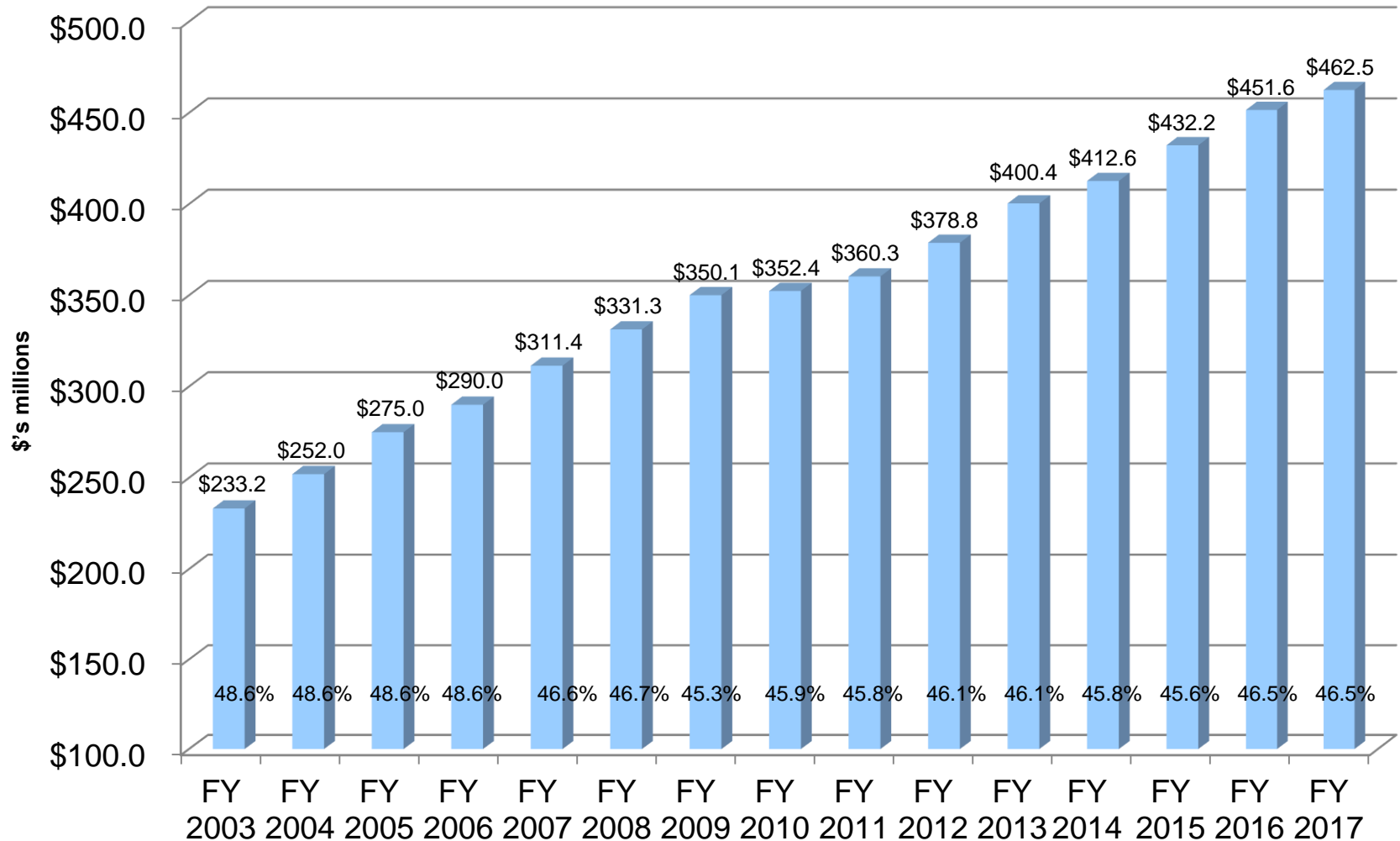
- Ongoing funding \$462.5 million, up \$10.8 million or 2.4%
- One-time funding of \$2.4 million
- Local tax revenue sharing remains at FY 2016 level at 46.5% Schools / 53.5% County
- Above revenue sharing County provides other services to the Schools costing more than \$7 million each year
 - Includes School resource officers, School health nurses and clinic aides and crossing guards

Adopted County Transfer to Schools

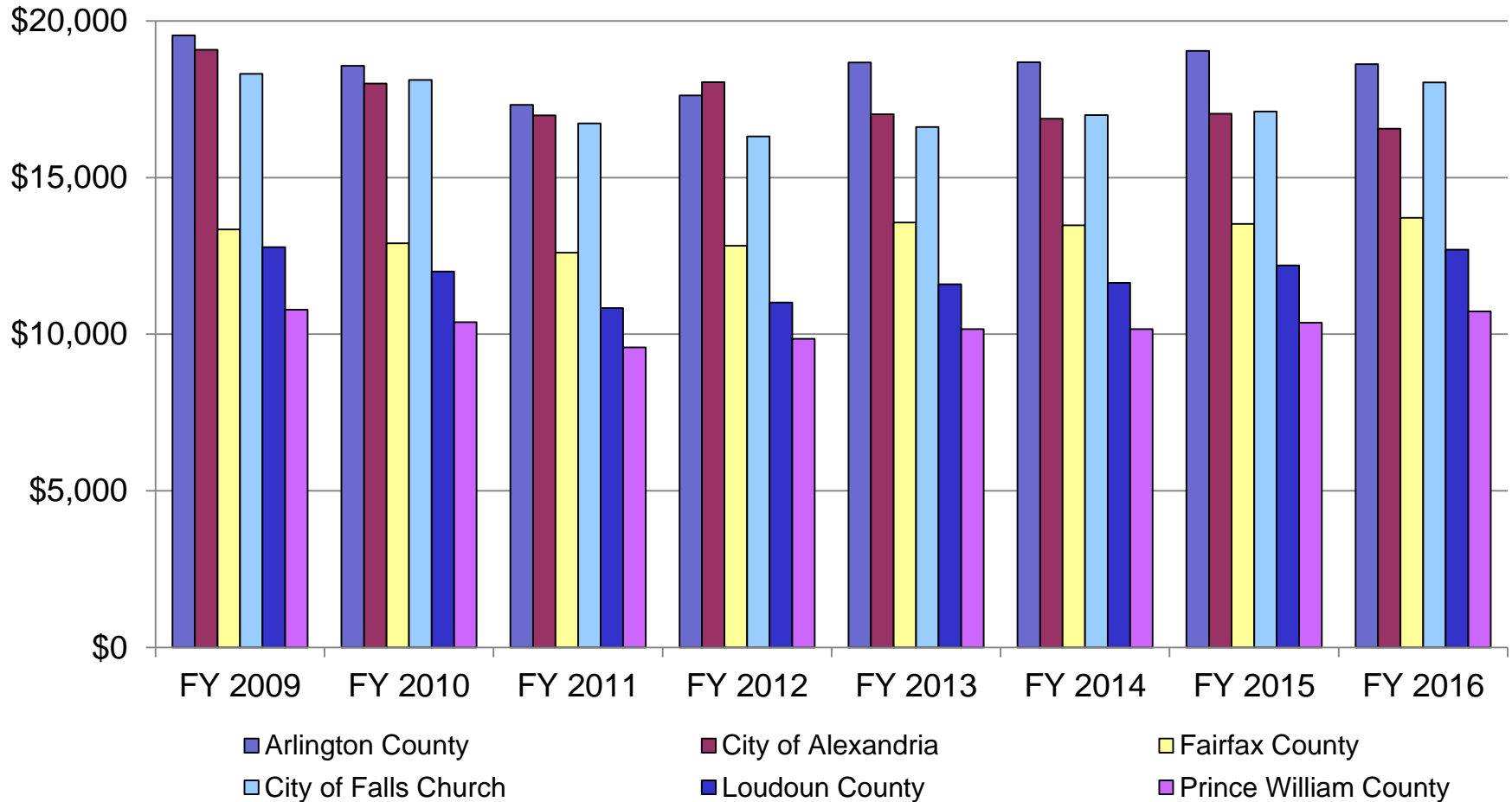
(from ongoing tax revenues)



Transfer to Schools



Cost per Student



- **Additional One-time Funds Included (\$22.1 million)**
 - The majority of one-time funds are from prior year savings discussed during FY 2015 closeout
- **Use of One-time Funds:**
 - Economic Development - \$1.5 million
 - Housing Grants - \$3.7 million
 - Library Pop-Up Space - \$0.25 million
 - Public Safety - \$0.4 million
 - Inauguration & Elections - \$0.6 million
 - Affordable Housing Investment Fund (AHIF) - \$8.2 million
 - Maintenance Capital - \$1.7 million
 - Economic & Revenue Stabilization Reserve - \$3.0 million
 - Miscellaneous one-time investments - \$0.25 million

 - Schools - \$2.4 million

Funding Above County Board Guidance: \$6.2 million

- Reduce the Tax Rate by ½ cent
 - Reduction cost = \$3.5 million

Balance of Funding Available (\$2.7 million)

- Share with School adhering to Principles of Revenue Sharing (\$1.3 million)
- Add Fire medic unit to address peak demand in the daytime (\$332k)
- Expand the streaming of public meetings (\$100k)
- Expand hours of School Health Clinic Aides (\$142k)
- Unallocated balance of \$900k to address other priorities identified during the budget process

Tax & Fee Burden on Average Household

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Budget Process

- Feb. 18 County Manager Worksession/Overview of Proposed Budget
- Feb. 20 Proposed Budget released & online
- Feb. 23 County Manager presentation
County Board action on tax and fee advertisements
- Feb. 25 Superintendent proposes budget to School Board
- Mar. 3 County Board work sessions begin and continue through mid-April
- Mar. 29 Public hearing on tax rates/fees and budget
- Mar. 31 Public hearing on tax rates/fees and budget
- April 19 Budget adoption

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