

FY 2013 Budget and Public Hearing



Frederick County, Virginia



FY 2013 Budget Development Priorities

- VRS mandated increase to keep employees whole (funding source still being pursued)
- Fund increase in County share of Northwestern Regional Adult Detention Center
- Maintain current staffing levels
- Restructure health insurance costs



Presentation Topics

- Local Economy
- Fiscal Trends and Analysis
- Revenue Outlook
- Proposed fiscal plan

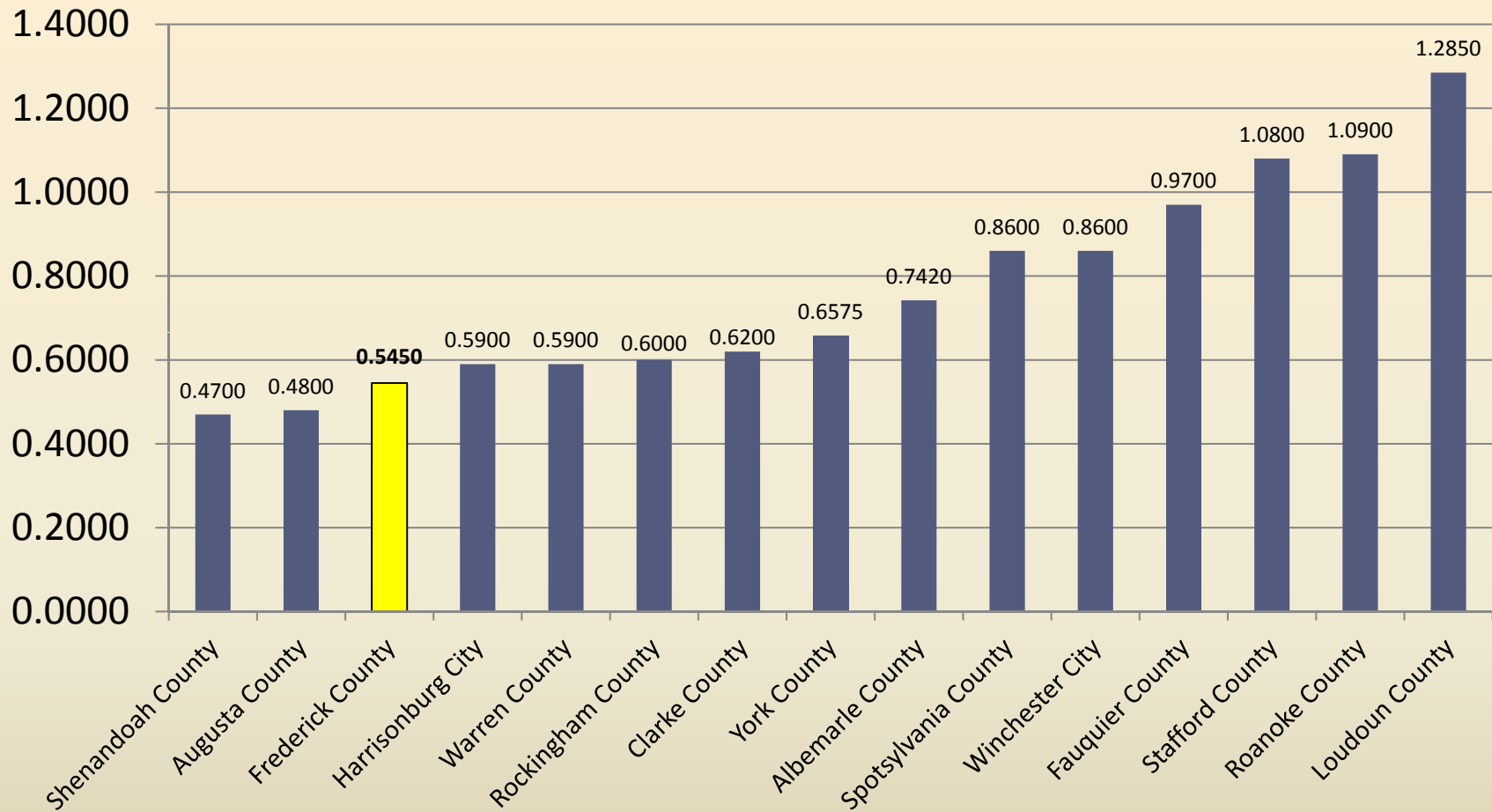


Local Economy

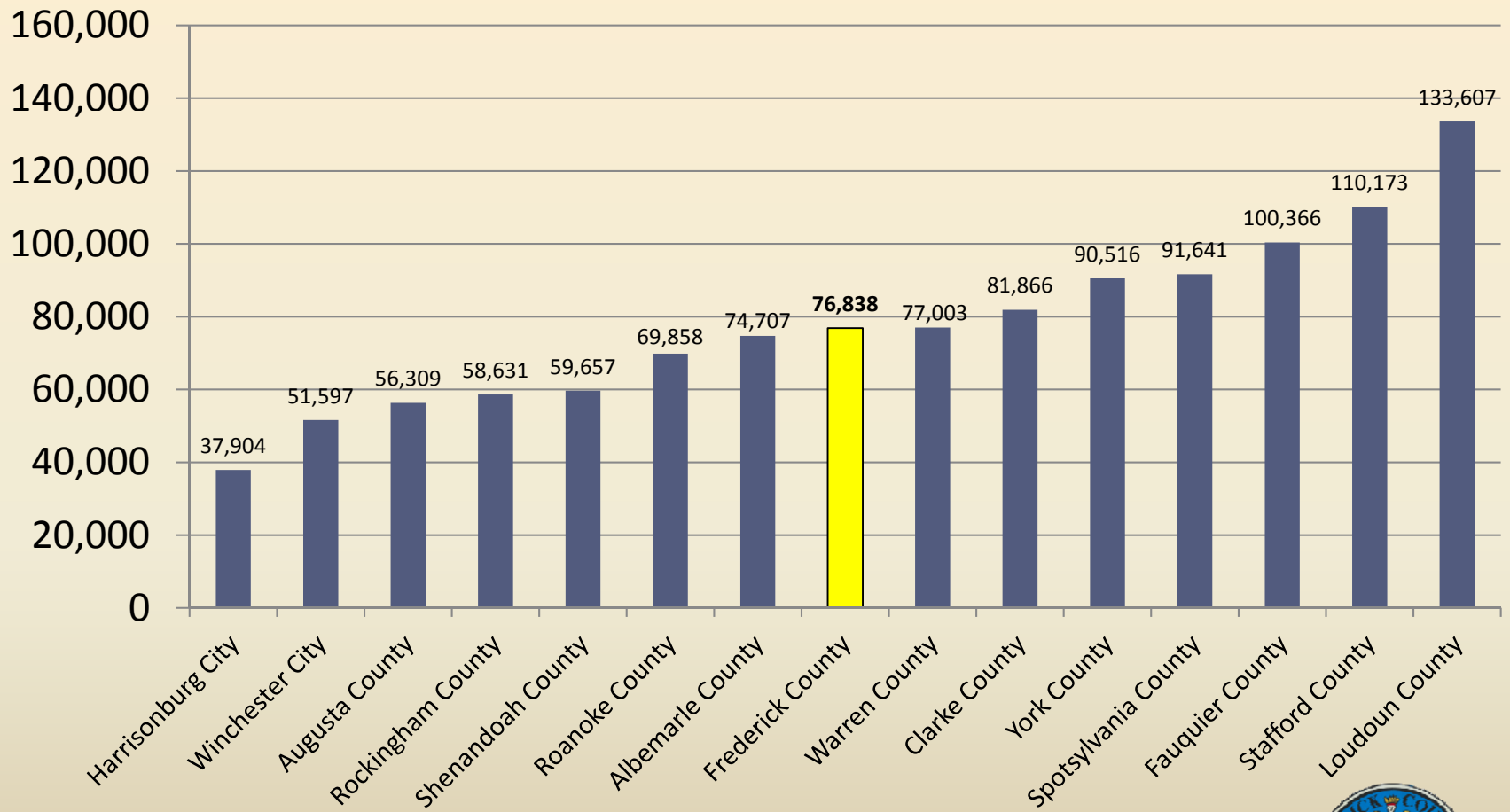
- Key positive economic indicators
 - Increase in Sales, Meals, and Lodging Taxes
 - Unemployment – below state average
 - Slight increase in construction-related permits



Tax Rates of Surrounding and Similar Localities



Median Income of Surrounding and Similar Localities



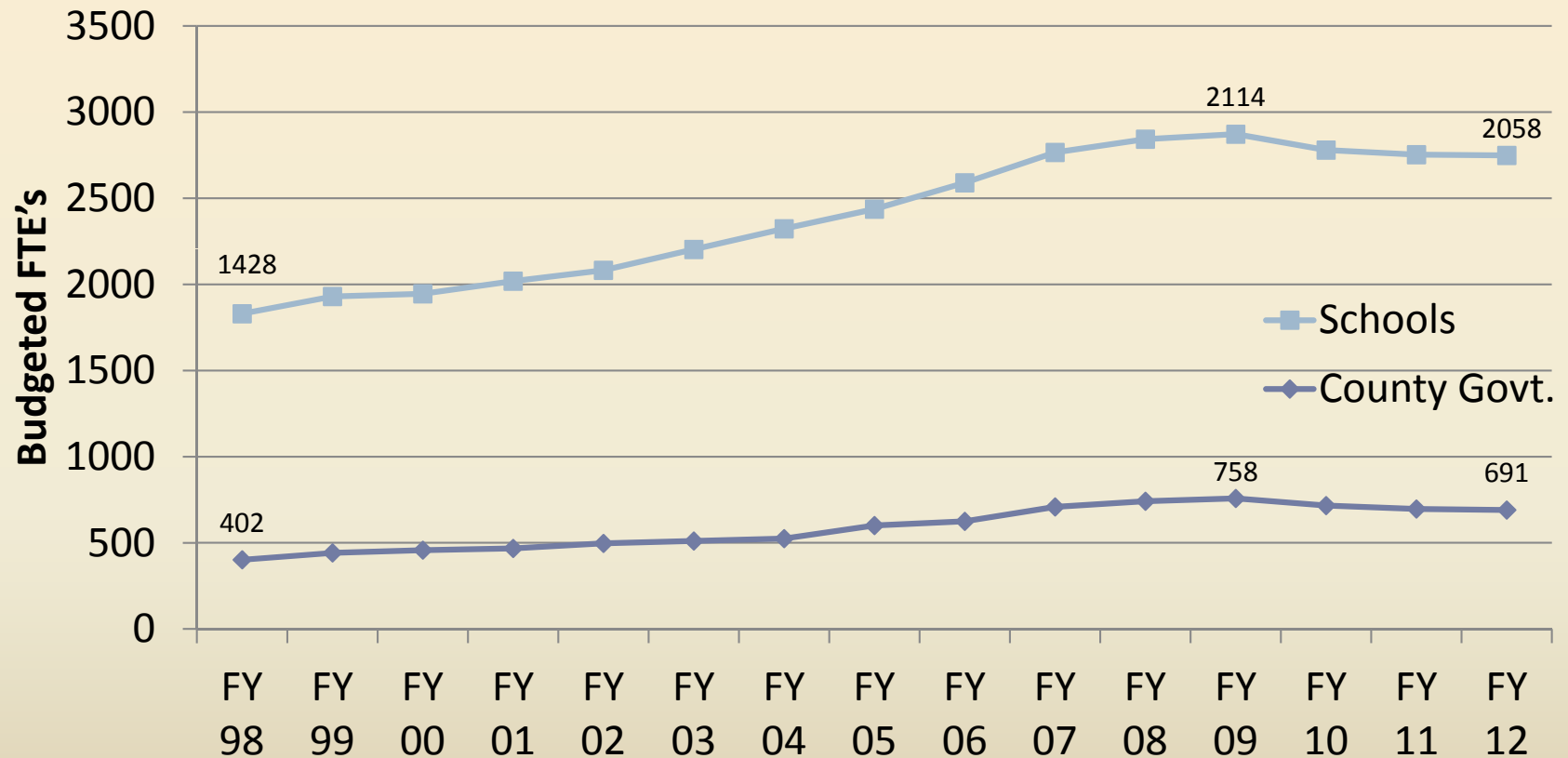
Fiscal Trends and Analysis

FREDERICK COUNTY, VIRGINIA



Fiscal and Organizational Management

FY 1998-FY 2012



FY 2013 Revenue Outlook

- Growth in Personal Property, Sales, and Lodging taxes
- No budget increase in property tax rates



Average Assessed Value of a single family home in 2011 = \$206,533

Real Estate tax rate = .545 per \$100 of assessed value

Real Estate taxes paid on average assessed home in 2011 = \$1,125.60



FY 2013 Proposed Budget

FREDERICK COUNTY, VIRGINIA



FY 2013 Proposed Budget

FISCAL GUIDANCE

- 0% change in average homeowner's tax bill
- Uncertain State funding mandates
- Maintain 57%/43% split between Frederick County Public Schools and the General Government (local tax funding)



FY 2013 Proposed Budget

- No proposed reduction in services
- Balances affordability and service delivery
- No involuntary reduction in workforce
- No budgeted increases in taxes



Proposed Budget

GENERAL COUNTY GOVERNMENT

- Reductions in workforce have occurred since FY 2008-2009
- Fourth year of unbudgeted salary increases
- Continued unfunded requests:
 - Sheriff patrol vehicles, equipment & radios
 - Police K-9's
 - Fire & Rescue replacement vehicles



Proposed Budget

GENERAL COUNTY GOVERNMENT

- Continued unfunded requests:
 - Replace light poles at ball fields at both parks
 - Parks & Recreation replacement vehicles
 - Pool maintenance projects at both Clearbrook and Sherando
 - Restoration of previous fiscal years' outside agency reductions
 - Restoration of fire company capital



Proposed Budget

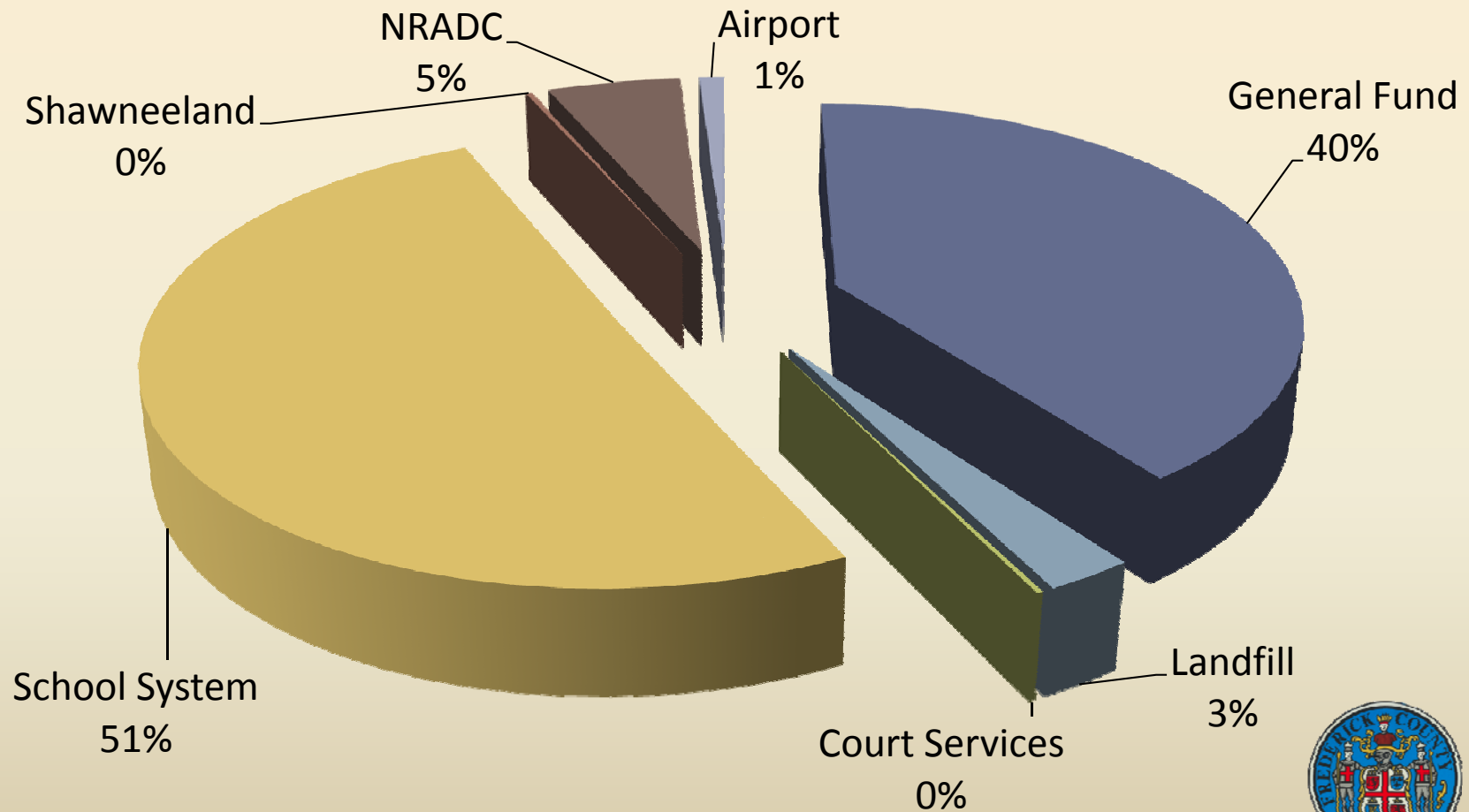
FREDERICK COUNTY PUBLIC SCHOOLS

- Student population for FCPS expected to increase by 127 students for a total of 13,156
- Cost per pupil for FY 2011 was \$9,802 and is projected to be \$10,144 for FY 2012
- Increase of \$760,794 in local transfer to School Operating Fund



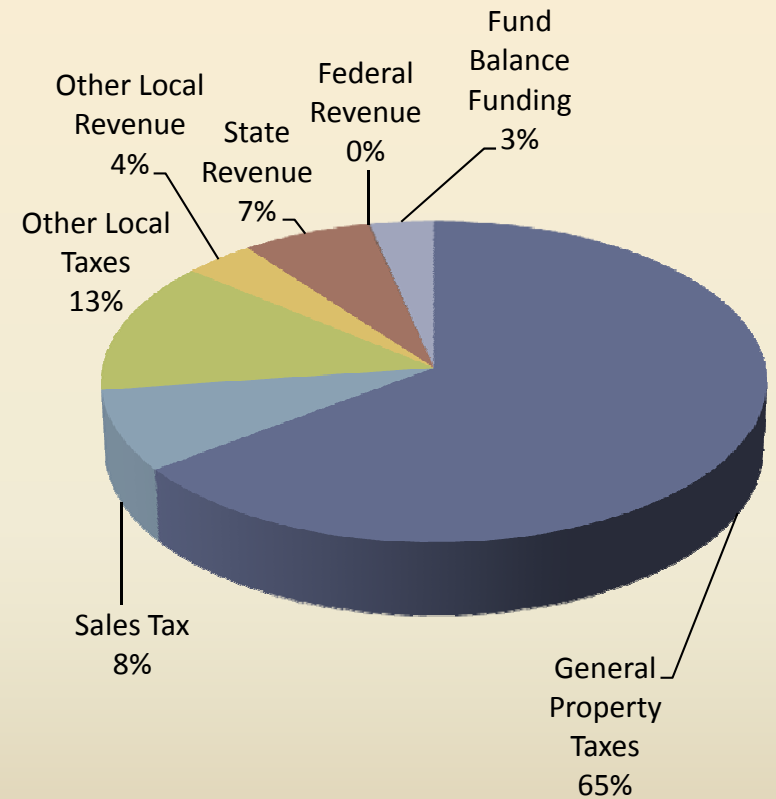
Proposed Budget - \$240,827,942

FREDERICK COUNTY, VIRGINIA



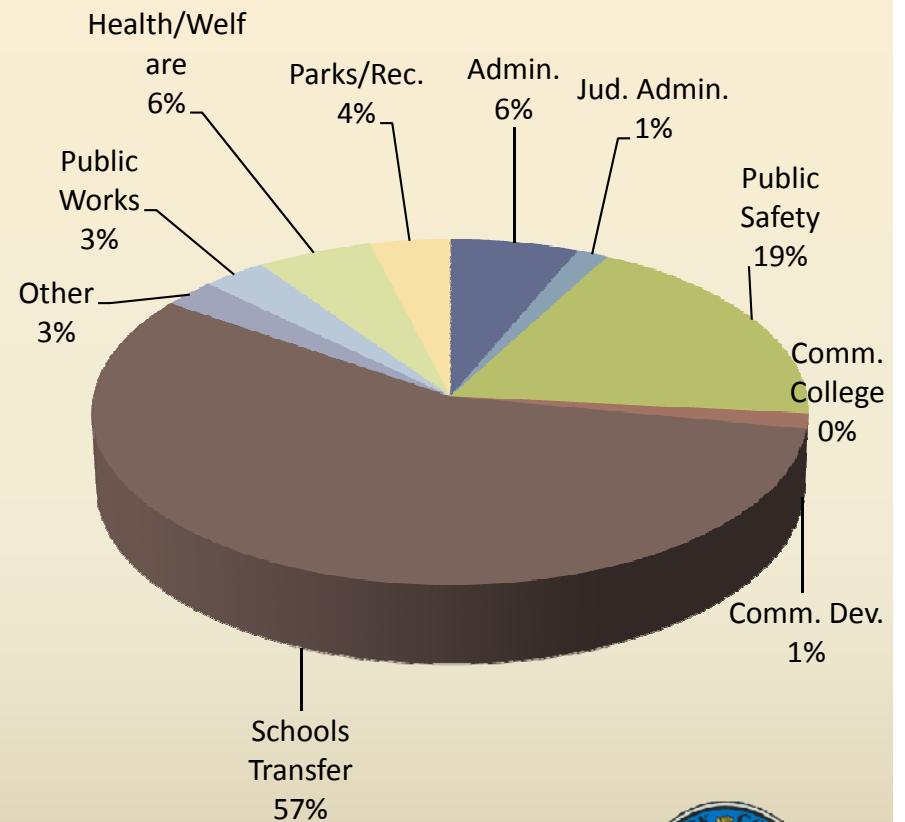
General Fund Budget – Revenues

	<u>FY 2012</u>	<u>FY 2013</u>	<u>Change</u>
Property Taxes	\$ 80,085,000	\$ 82,285,000	\$2,200,000
Sales Tax	\$ 8,800,000	\$10,335,682	\$1,535,682
Other Local Taxes	\$ 16,832,609	\$ 16,809,969	(\$22,640)
Other Local Revenue	\$ 7,321,122	\$ 4,742,864	(\$2,578,258)
State Revenue	\$ 8,481,207	\$ 8,602,449	\$ 121,242
Federal Revenue	\$ 30,000	\$ 108,340	\$78,340
Fund Balance Funding	\$ 4,300,000	\$ 4,300,000	\$ 0
Total Revenues	\$125,849,938	\$127,184,304	\$1,334,366



General Fund Budget – Expenditures

	<u>FY 2012</u>	<u>FY 2013</u>	<u>Change</u>
Administration	\$7,835,455	\$8,038,431	\$202,976
Judicial Admin.	\$2,043,138	\$1,981,018	(\$62,120)
Public Safety	\$23,548,177	\$23,703,369	\$155,192
Public Works	\$3,986,893	\$3,999,351	\$12,458
Health/Welfare	\$7,228,685	\$7,228,685	\$0
Comm. College	\$56,493	\$56,493	\$0
Parks/Rec.	\$4,972,994	\$5,001,656	\$28,662
Comm. Dev.	\$1,782,527	\$1,829,636	\$47,109
School Transfers	\$71,263,819	\$72,024,613	\$760,794
Other .	\$3,131,757	\$3,321,052	\$189,295
Total Expenditures	\$125,849,938	\$127,184,304	\$1,334,366



Proposed Budget

ADVERTISED TAX RATES/FEEES

- Property Taxes – Rates per \$100 of assessed value
 - Real Estate - \$0.545
 - Personal Property - \$4.86
 - Antique Vehicles - \$0.00
 - Mobile Homes - \$0.545
 - Aircraft - \$0.01
 - Business Equipment - \$4.86
 - Machinery & Tools - \$2.00
 - Contract Carrier Classified Vehicles - \$2.00
- Vehicle License Taxes
 - Vehicles other than motorcycles - \$25 each
 - Motorcycles - \$10 each



Proposed Budget

ADVERTISED TAX RATES/FEEES

- Business and Professional Occupational License Taxes
 - Contracting, and persons constructing for their own account for sale - \$0.16 per \$100 of gross receipts
 - Retail Sales - \$0.20 per \$100 of gross receipts
 - Financial, real estate, and professional services - \$0.58 per \$100 of gross receipts
 - Repair, personal, and business services - \$0.36 per \$100 of gross receipts
 - Wholesale merchants - \$0.05 per \$100 of purchases
 - All other Business and Professional Occupational License Taxes will remain unchanged, all as currently set forth in Articles XVI, XVII, and XVIII of Chapter 155 of the County Code
 - Meals Tax – 4% of gross receipts
 - Transient Occupancy Tax – 2% of gross receipts
- Meals Tax & Transient Occupancy Tax are both capped by the state



Proposed Budget

ADVERTISED TAX RATES/FEEES

- Shawneeland Sanitary District Taxes
 - Unimproved Lots - \$180 per lot
 - Improved Lots - \$530 per lot
- Lake Holiday Sanitary District Taxes
 - Buildable Lots - \$678 per lot
 - Unbuildable Lots – \$264 per lot
- Star Fort Subdivision Taxes/Fees – \$60 per lot
- Street Light Fees – Oakdale Crossing, Green Acres, and Fredericktowne - \$60 Annually



Proposed Budget

ADVERTISED TAX RATES/FEES

- Sanitary Landfill Fees
 - Commercial/Industrial - \$45 per ton
 - Construction Demolition Debris - \$42 per ton
 - Municipal Solid Waste - \$12 per ton
 - Municipal Sludge - \$24 per ton
- All other taxes and fees imposed by Frederick County will remain unchanged, all as currently set forth in the County Code, otherwise previously adopted by the Board of Supervisors, or authorized pursuant to state law.



Summary Of Other Funds

Fund	FY 2012 Adopted	FY 2013 Proposed	Change
NRADC	\$16,425,072	\$17,380,185	\$955,113
Landfill Fund	\$8,307,530	\$8,226,180	(\$81,350)
Division of Court Services	\$1,107,584	\$588,809	(\$518,775)
Shawneeland Sanitary District	\$777,700	\$766,702	(\$10,998)
Airport Authority Operating	\$3,159,728	\$3,159,728	\$0



Proposed FY 2013 Landfill Capital Projects

- Complete Construction Demolition Debris cell – 10 acres x \$150,000 per acre - **\$1,500,000**
- Partial Closure Construction Demolition Debris cells – 7 acres x \$100,000 - **\$700,000**
- New Equipment Building (40 x 80 @ \$40/sq. ft.) - **\$128,000**
- Upgrade Pumps/Liner – Permit 40 Lagoon - **\$150,000**



VRS Update

- During the last Assembly session, the House and Senate enacted legislation that requires local government employees to pay the 5 percent VRS member contribution beginning July 1. Local employers must give a 5 percent salary increase to offset the annual contribution. Depending on legislation and implementation, this VRS mandate could cost the non-school funds \$403,297. The Governor submitted an amendment that would allow this change to be phased-in over five years. The Governor's amendment will be taken up at the veto session on April 18, 2012.

