

FY 2020 Budget Public Hearing



Frederick County, VA



Kris C. Tierney
County Administrator
March 27, 2019

Board Budget Priorities and Objectives

- ▶ Public Safety and Education needs are highest priorities
- ▶ Address capital needs with emphasis on transportation funding for schools and public safety
- ▶ Address critical staffing needs
- ▶ Implement succession plan
- ▶ Be aware of budget uncertainties including:
 - ▶ state funding
 - ▶ insurance
 - ▶ reassessment

Administrative Objectives

- ▶ Reduce operating costs and promote efficiencies where possible
- ▶ Prioritize funding requests for new initiatives
- ▶ Address staffing needs and succession planning
- ▶ Provide sufficient employee compensation to retain quality staff
- ▶ Ensure that critical county and school capital needs are met
 - ▶ Establish County Capital Fund

Projected General Fund Revenue Increases

FY 20 Projected Revenue	\$190,546,413
FY 19 Budgeted Revenue	<u>179,503,228</u>
	\$11,043,185
Natural Increase	\$6,832,294
Reassessment	3,313,270
Transient Occupancy Tax Increase*	280,000
Categorical	<u>617,621</u>
	\$11,043,185

*Restricted to Tourism related expenses only

Projected General Fund Expenditure Increases

FY 2019 Budget	\$181,468,228
FY 2020 Proposed Budget	197,546,413
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	\$16,078,185

Significant Increases

Capital *	\$4,700,000
School Debt	1,712,480
School Operating	4,070,491
Other General Fund	5,595,214
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	\$16,078,185

* Increase is proposed FY 20 funding of \$7 million less FY 19 funding of \$2.3 million.

55 General Fund Positions Requested

▶ Board of Supervisors	1 (Part-time)
▶ County Administrator	1
▶ Finance	1
▶ Information Technology	1 (Part-time Intern)
▶ Sheriff	23
▶ Fire and Rescue	23
▶ Public Safety Communications	1
▶ Maintenance	1
▶ Social Services	3

40 School Positions Requested

- ▶ Teachers 16
- ▶ Counselors 4
- ▶ Athletic Trainer 1
- ▶ Parent Liaison 1
- ▶ Principal 1
- ▶ Bookkeeper 1
- ▶ Senior Teachers 2
- ▶ Bus Drivers and Aides 14

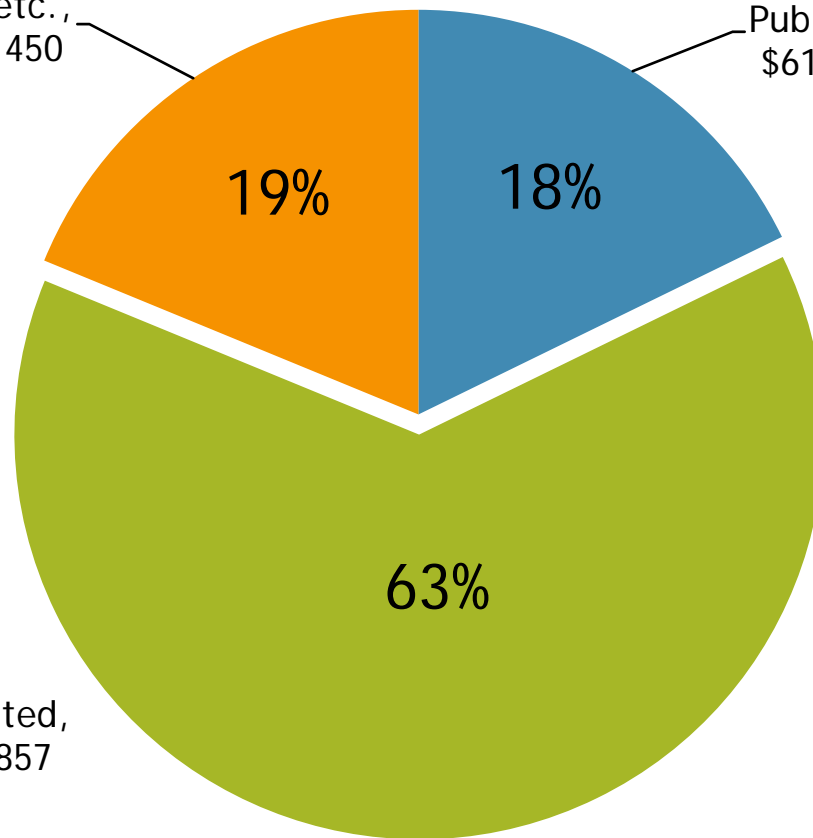
FY 2020 Advertised Budget – All Funds

\$343,449,409

Where Does It Go?

All Other inc.
Admin, Pub Wks,
Parks, Landfill,
Airport, etc.,
\$64,528,450

Public Safety,
\$61,031,102



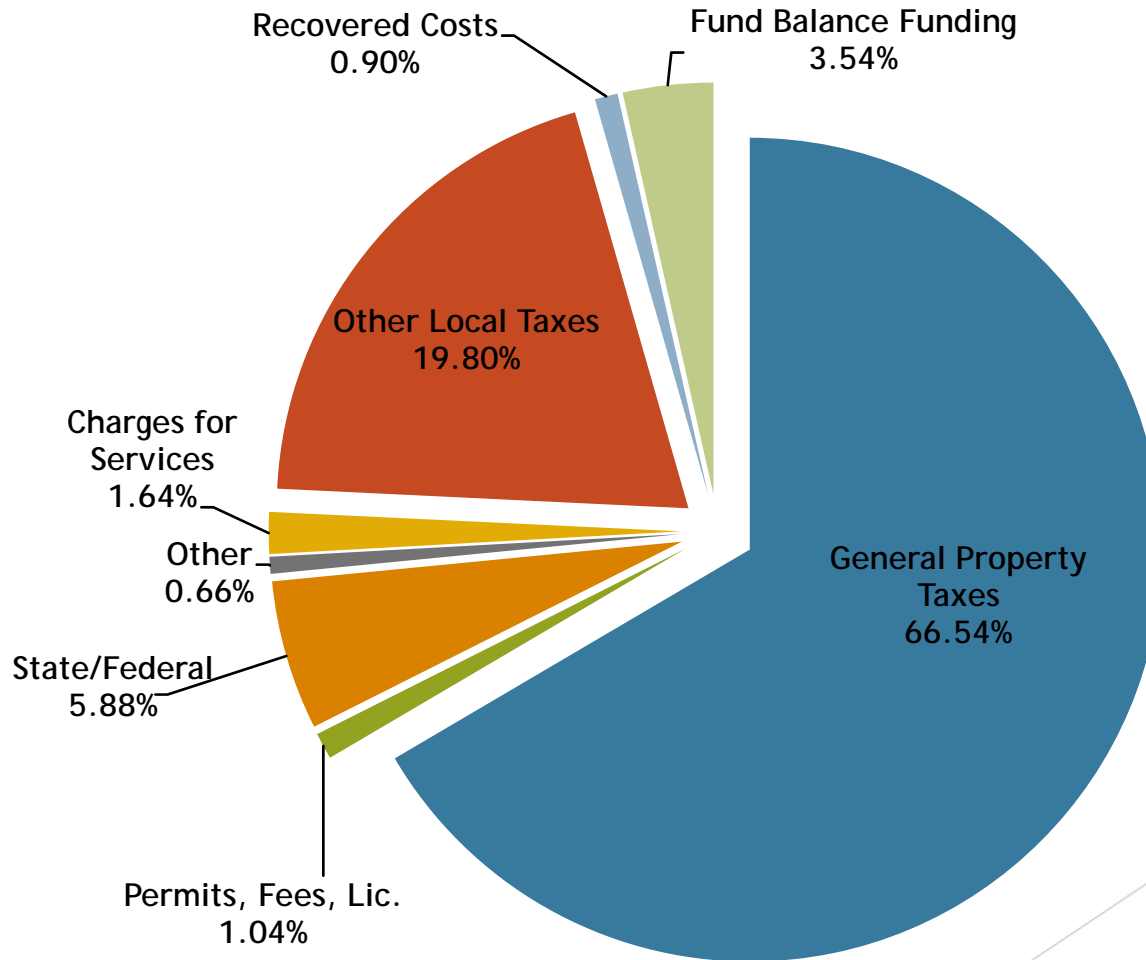
School Related,
\$217,889,857

General Fund Revenues – FY 2019 to FY 2020

Category	FY 2019	FY 2020	Difference
General Property Taxes	\$123,179,515	\$131,452,356	\$8,272,841
Other Local Taxes	36,959,731	39,112,454	2,152,723
Permits/Privilege Fees	1,838,386	2,050,249	211,863
Fines/Forfeitures	323,270	357,000	33,730
Use of Money/Property	526,810	771,517	244,707
Charges for Services	3,061,899	3,230,476	168,577
Misc. Revenues	180,090	181,096	1,006
Recovered Costs	1,618,949	1,780,902	161,953
State	11,814,578	11,605,363	-209,215
Federal	0	5,000	5,000
Fund Balance	1,965,000	7,000,000	5,035,000
Total	\$181,468,228	\$197,546,413	\$16,078,185

FY 2020 Proposed General Fund Revenue

\$197,546,413



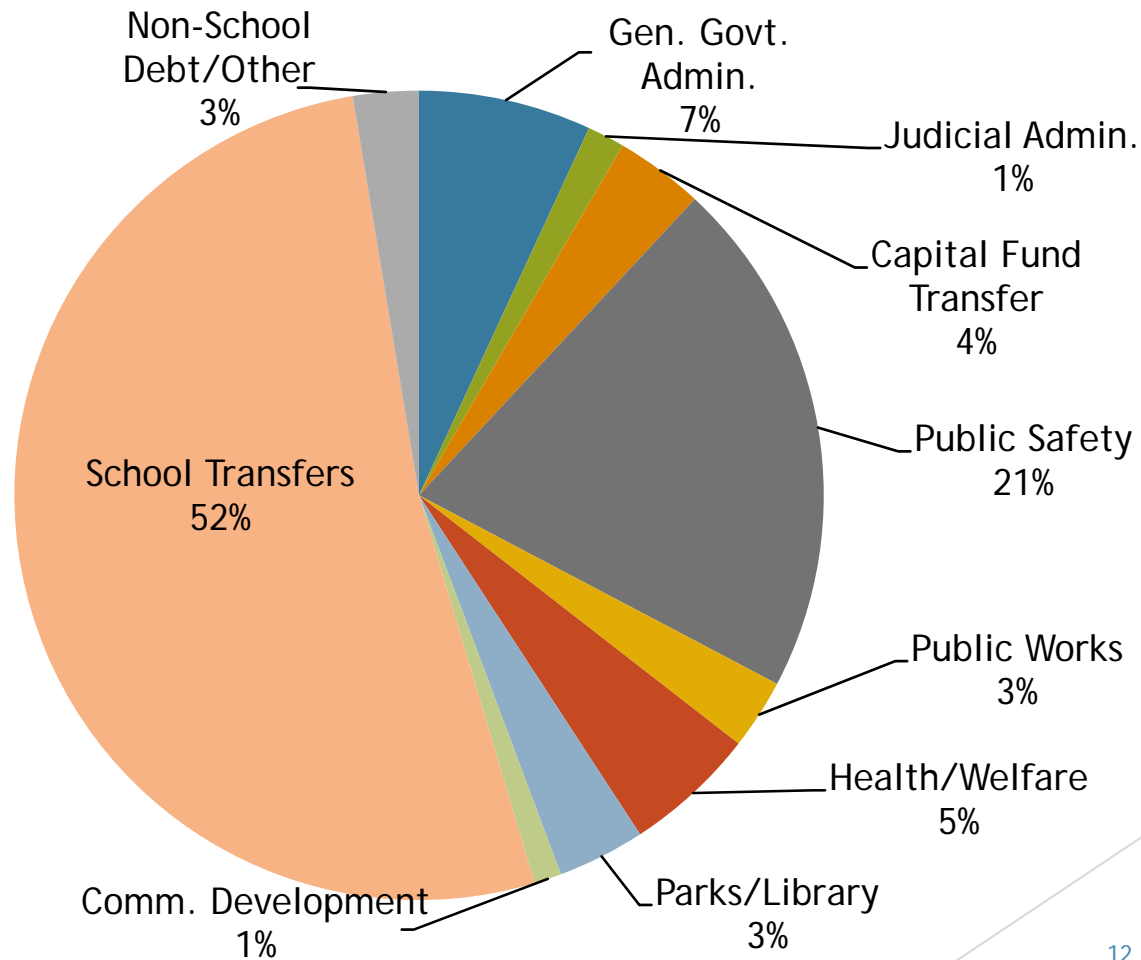
General Fund Expenditures – FY 2019 to FY 2020

Category	FY 2019	FY 2020	Difference
General Govt. Administration	\$12,592,449	\$13,625,766	\$1,033,317
Judicial Administration	2,827,315	2,954,433	127,118
Public Safety	37,455,164	41,059,834	3,604,670
Public Works	5,576,193	5,521,138	-55,055
Health/Welfare	9,787,663	10,447,486	659,823
Community College	81,080	81,308	228
Parks/Recreation/Cultural	7,456,468	6,907,675	-548,793
Planning & Development	2,063,301	2,153,643	90,342
School Transfers	99,210,494	102,693,465	3,482,971
County Debt/Merit/COLA/Contingency	4,418,101	5,101,665	683,564
Capital Fund Transfer	0	7,000,000	7,000,000
Total	\$181,468,228	\$197,546,413	\$16,078,185

FY 2020 Proposed General Fund Budget Expenditures

\$197,546,413

Where Does It Go?



Proposed General Fund Budget Summary

- ▶ capital items/projects funded by Capital Fund \$1,600,000
- ▶ outside agency funding increases by formula/agreement only
- ▶ Merit/COLA average 4% increase \$2,100,000
- ▶ Budgeted for 10% health insurance increase \$706,000
 - ▶ remainder of increase addressed through plan changes/increased premiums

Proposed General Fund Budget Summary continued

- ▶ Proposed New GF positions \$2,295,097
 - ▶ Assistant Chief
 - ▶ 6 Firefighter/EMT
 - ▶ 9 School Resources Officers
 - ▶ Child Protective Services Supervisor
 - ▶ Public Safety Communications Supervisor
 - ▶ Family Services Supervisor
 - ▶ Purchasing Manager
 - ▶ Deputy County Administrator
 - ▶ Part time Receptionist
 - ▶ Part time Geographic Information System Intern

Proposed General Fund Budget Summary continued

▶ Utilize Fund Balance to create Capital Fund	\$7,000,000
▶ School Operating Fund increase	\$4,070,491
▶ School Capital Fund transfer from County Capital Fund	\$4,000,000
▶ School Debt Fund increase	\$1,712,480
▶ General Fund Contingency	\$736,136

FY 20 Proposed County Capital Fund

- ▶ Creates a process and source for annual funding
 - ▶ Set aside funds greater than 20% of operating budget from unreserved fund balance
 - ▶ annual funding to be determined after year-end analysis
 - ▶ proposed FY20 funding \$7 million
- ▶ Eliminates traditional 57/43 split for capital
 - ▶ Budget process will determine annual transfer to School Capital Fund

School Capital Proposed Funding \$4 Million

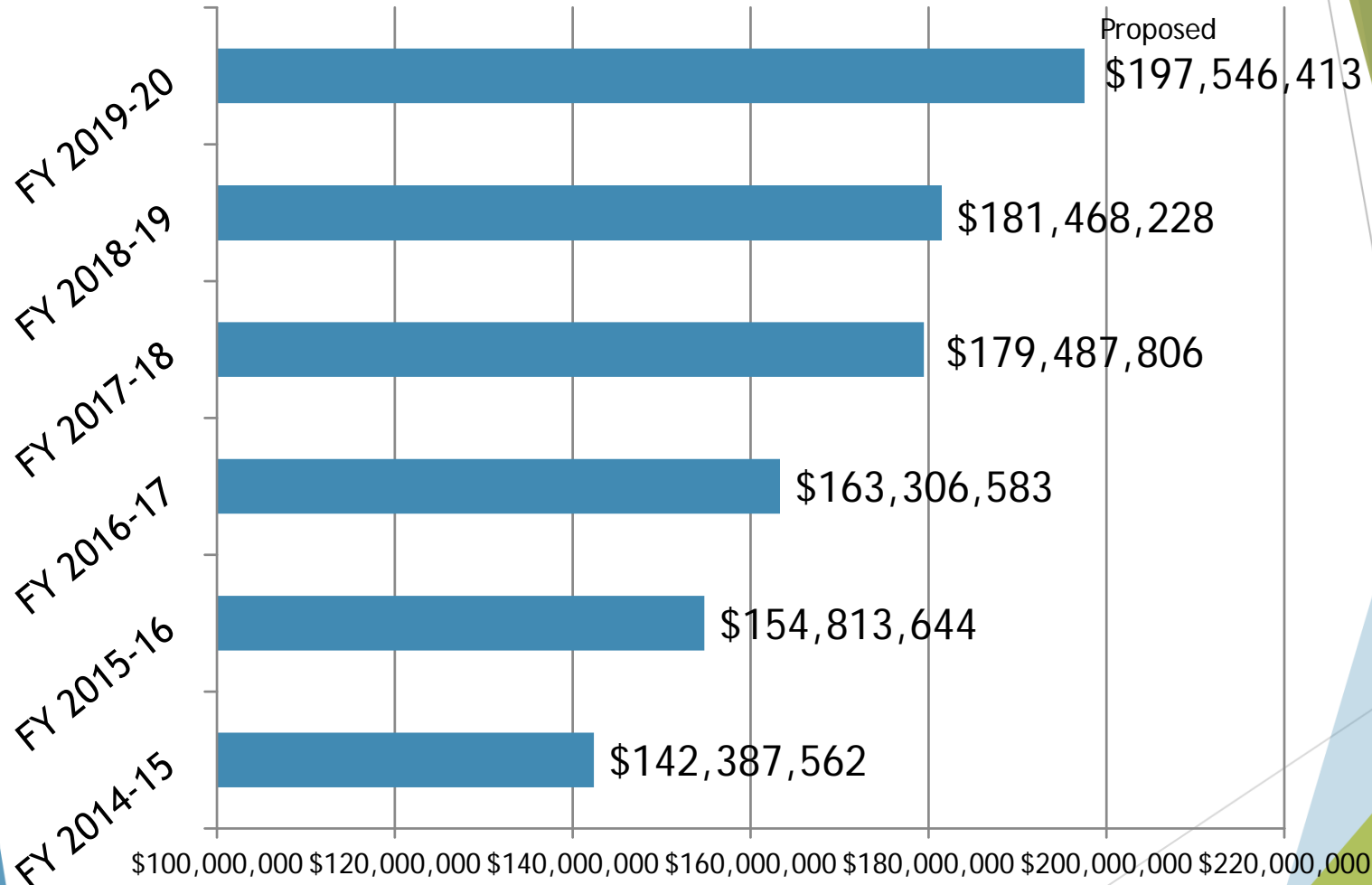
- ▶ CAPP – Includes roof for JWMS and Stonewall and possible JWHS heat pump if bids don't exceed budget
- ▶ 8 Replacement Buses
- ▶ JWHS Stage lighting and sound systems
- ▶ New and Replacement Chromebooks/WAN Equipment
- ▶ Millbrook MS4 Improvement (Separate Storm Sewer System)
- ▶ Sherando water heater

Pending School Board approval

County Capital Proposed Funding \$1.6 Million

- ▶ Reassessment rugged field data devices
- ▶ Sheriff cargo van for prisoner transportation
- ▶ Fire and Rescue Washers/Extractors
- ▶ Air Conditioning unit for Public Safety Building
- ▶ Bowman Library HVAC upgrade
- ▶ Parks and Rec Mower
- ▶ Parks and Rec field study

General Fund Budgets - History



School Operating Fund Revenues FY 2019 to FY 2020

Category	FY 2019	FY 2020	Change
Miscellaneous Revenue	\$987,326	\$1,430,716	\$443,390
State	79,523,124	82,992,357	3,469,233
Federal	5,570,556	5,113,311	-457,245
General Fund Transfer	82,374,674	86,445,165	4,070,491
Total	\$168,455,680	\$175,981,549	\$7,525,869

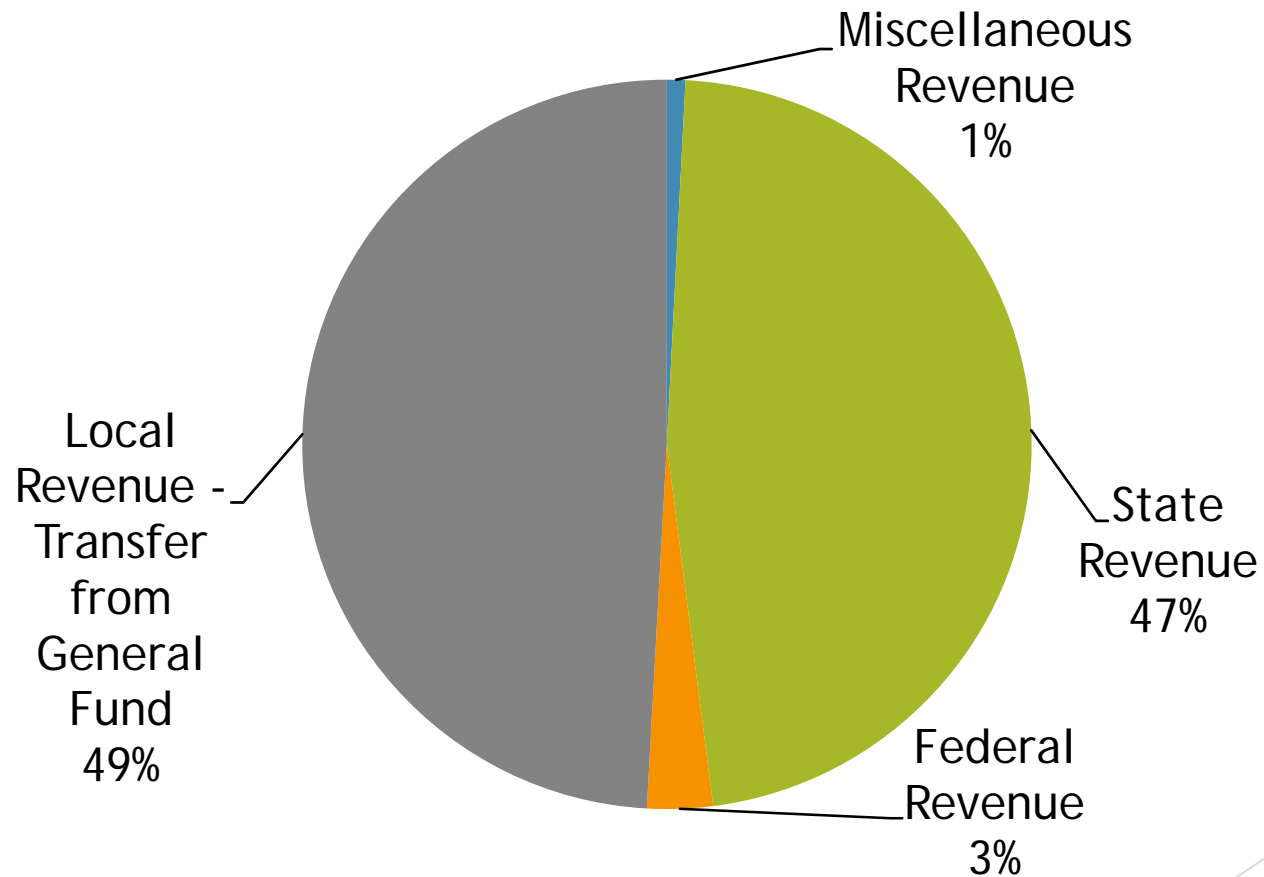
School Funding

School Fund	FY 19	FY 20	Increase
School Operating	168,455,680	175,981,549	7,525,869
School Debt	14,966,405	16,726,869	1,760,464
School Capital	2,300,000	4,000,000	1,700,000
TOTAL	185,722,805	196,708,418	10,986,333

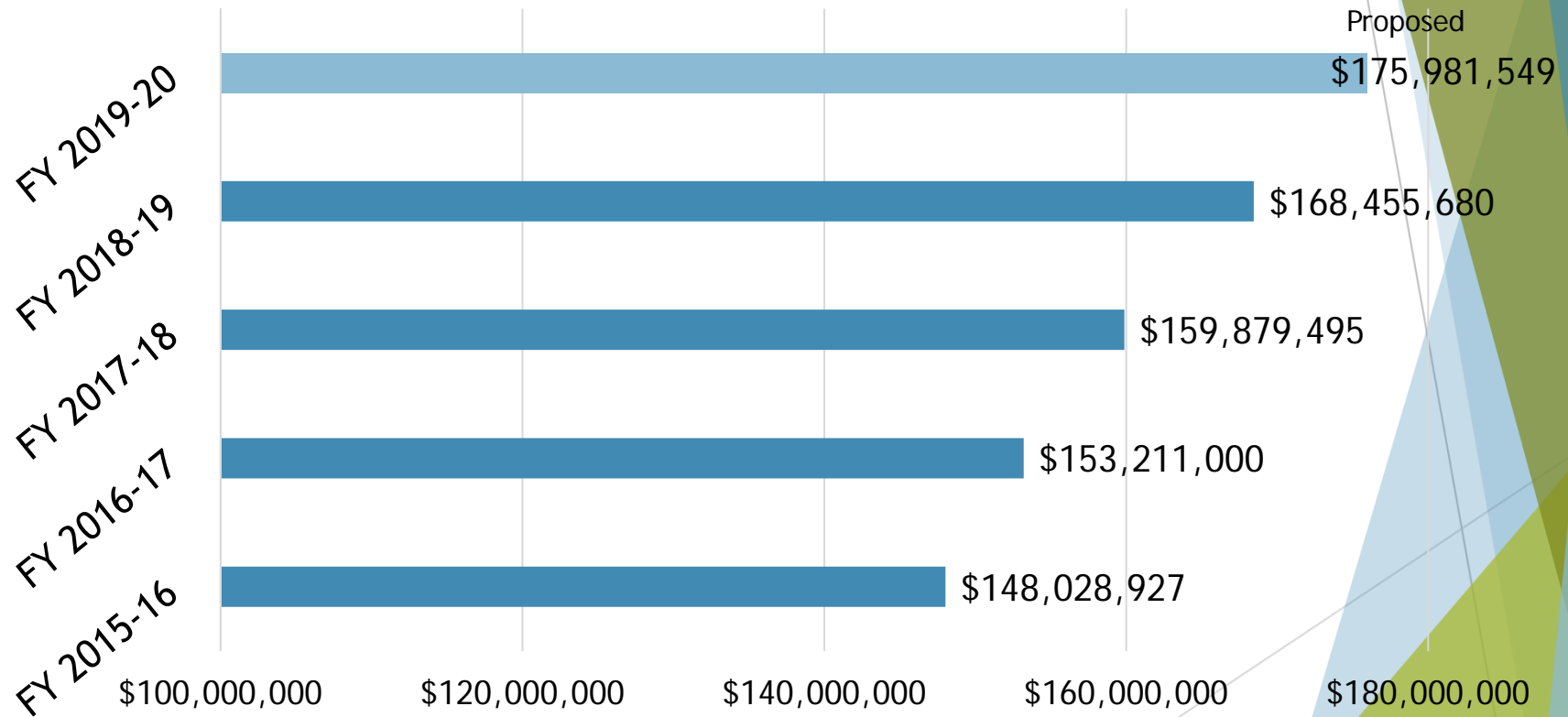
Does not include carry forward funding

School Operating Fund Revenues

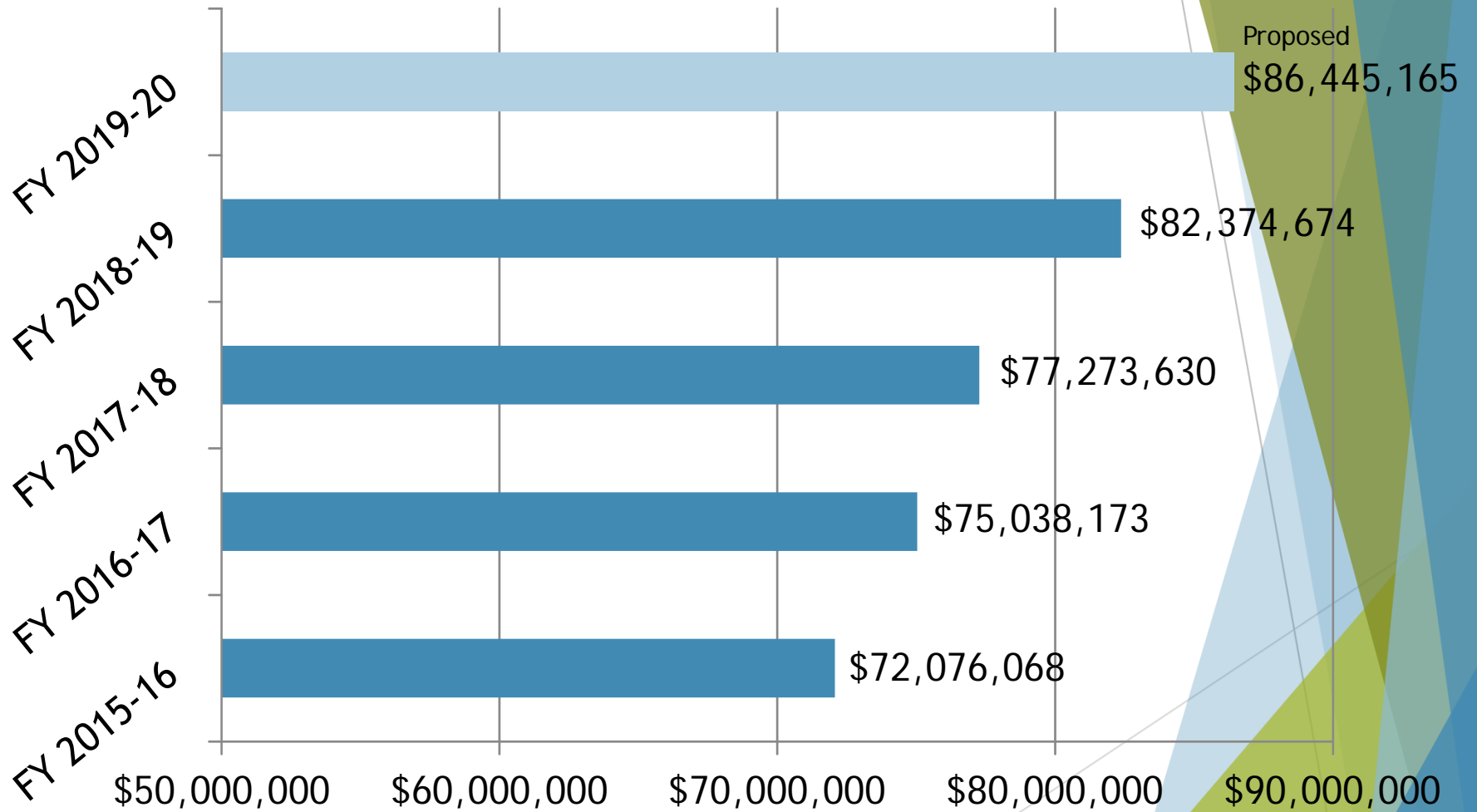
\$175,981,549



Adopted School Operating Fund Budgets - History

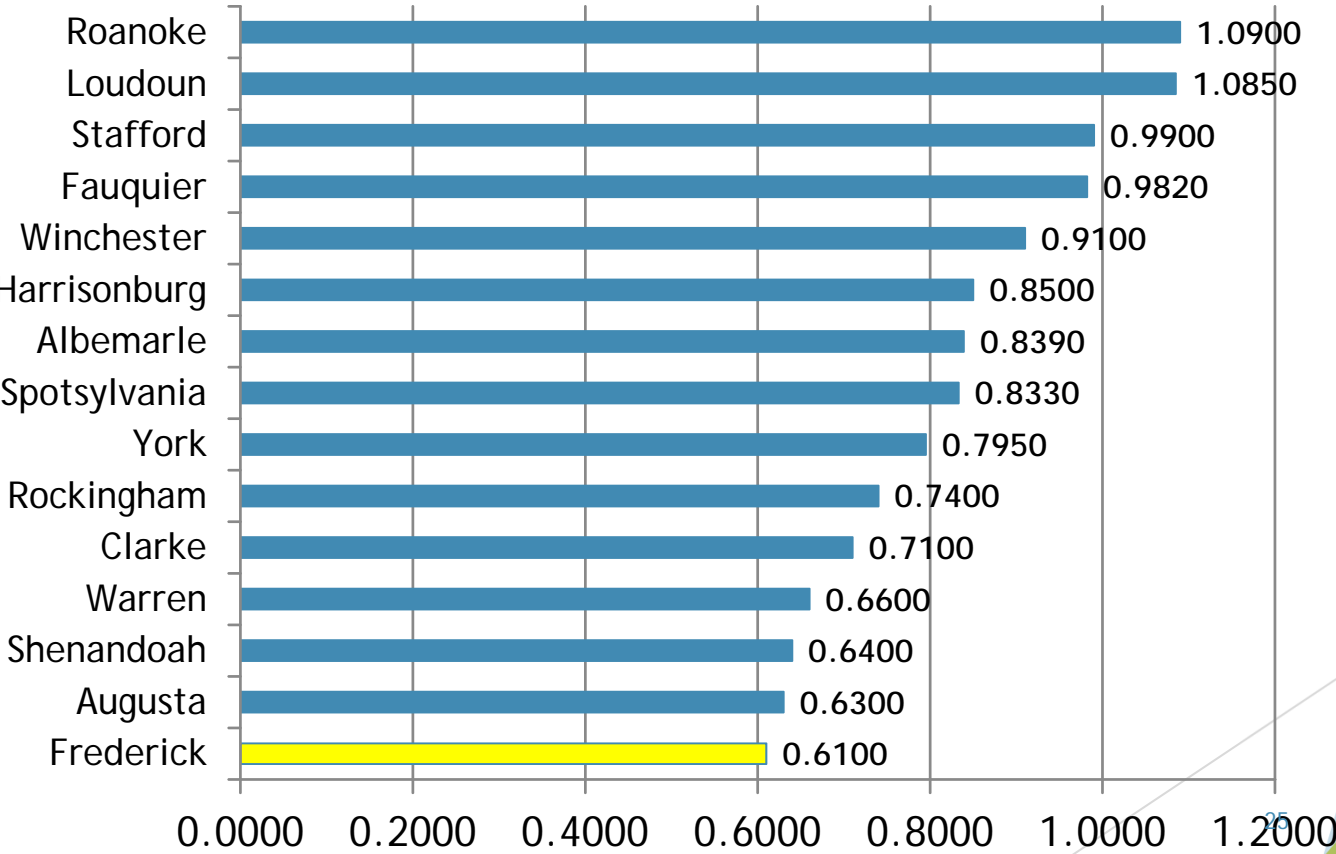


Transfer to School Operating Fund History



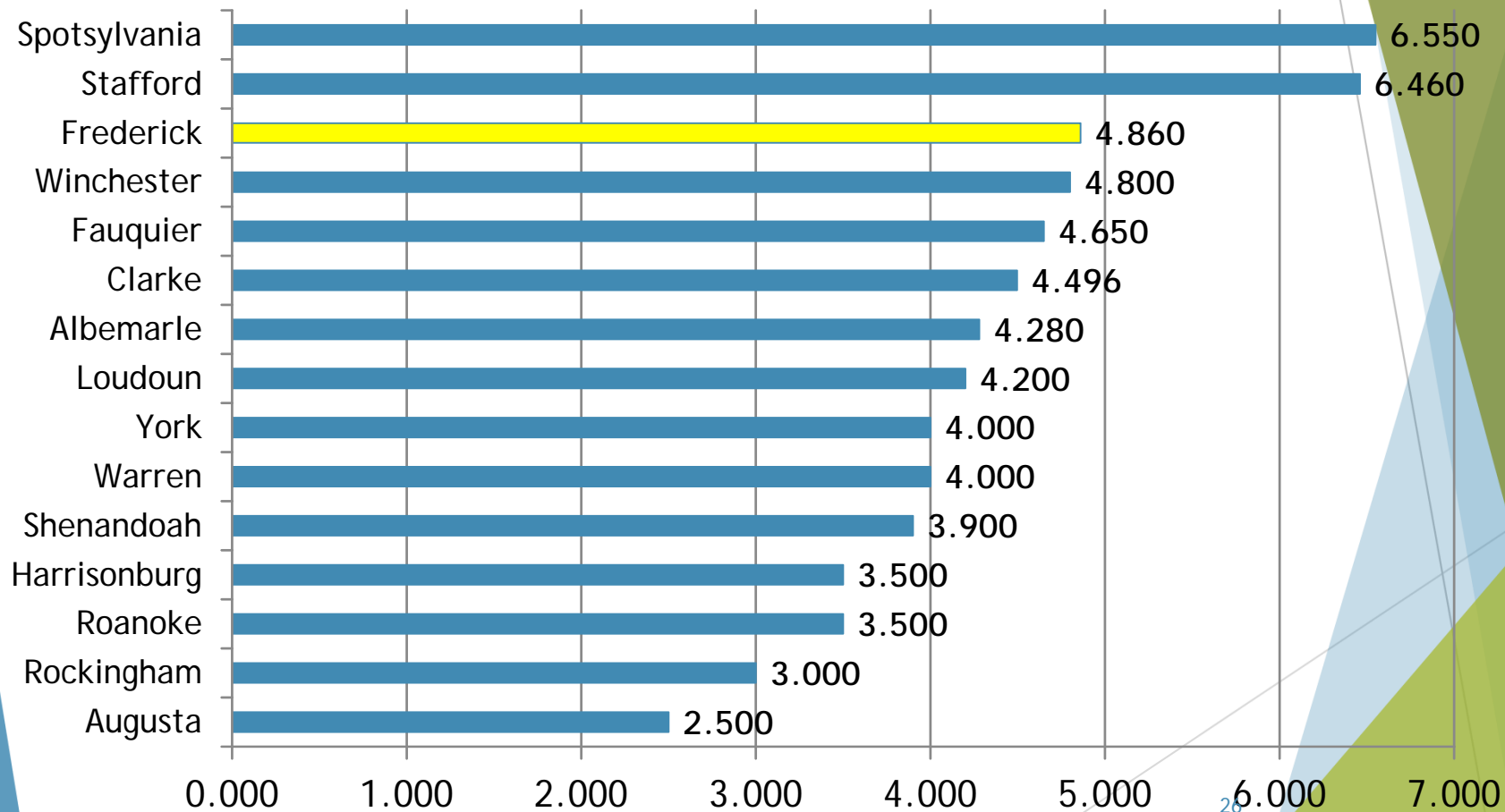
Current (2018) Real Estate Tax Rates of Surrounding and Similar Localities

Frederick County Budgeted Revenue \$63 million

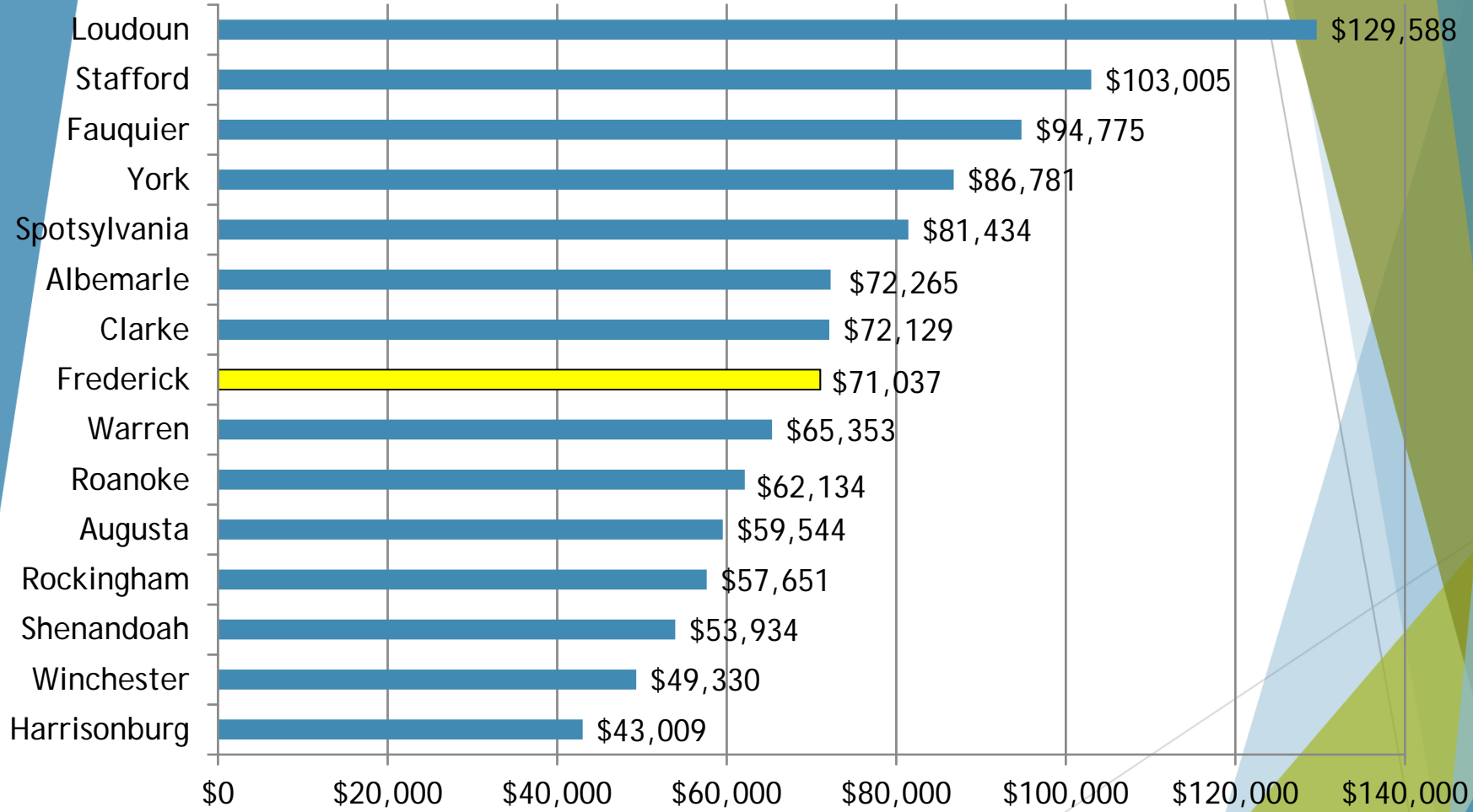


Current (2018) Personal Property Tax Rates of Surrounding and Similar Localities

Frederick County Budgeted Revenue \$55 Million



Median Household Income of Surrounding and Similar Localities



FY 2020 Budget Adoption

April 10, 2019

