

FY19-20 Draft General Fund Budget as of March 5, 2019

REVENUES: Total Revenues \$42,731,578

FY20 estimated revenues from all sources increased by 3.5% or \$1,425,458 from the FY19 Budgeted amounts.

Local Revenues:

FY20 Local Revenues increased 4.77% or \$1,449,922 from the FY19 budgeted amount. The following estimates were drivers of the increase from FY19 budgeted to FY20 estimated amounts:

- 2.8% or \$482,518 increase in Real Estate Tax revenue from FY19 budgeted. Total FY20 Real Estate Tax revenue of \$17,819,027 yields a per penny tax rate equivalent of \$247,486.
- 12.7% or \$108,292 increase in Public Service Tax revenue from FY19 budgeted.
- 3.9% or \$220,996 increase in Personal Property and Mobile Home tax revenues from FY19 budgeted.
- 30.1% or \$375,740 increase in Local Sales Tax from FY19 budgeted to FY20 as provided by the State.
- 76.3% or \$145,000 increase in Interest on Investments from FY19 budgeted.

State Revenues:

FY20 State Revenues, without inclusion of updated State Compensation Board Reimbursement amounts, decreased slightly by 0.7% or (\$45,827) from the FY19 budgeted amount. The following were notable estimates that affected the overall decrease:

- -58.4% or (\$77,000) decrease in Wireless E-911 Funds from FY19 budgeted.
- Other changes in various grant funds to be received in FY20 from FY19 budgeted.

Federal Revenues:

FY20 Federal Revenues increased slightly 4.30% or \$42,208 from the FY19 budgeted amount. The following was a notable estimate that affected the overall increase:

- 6.3% or \$42,208 increase in Public Assistance and Welfare. Estimate is provided by the Department of Social Services.

Non-Revenue Receipts and Year Ending Balance:

FY20 Non-Revenue Receipts increased 255.1% or \$1,137,984 from the FY19 budgeted amount primarily due to a lesser amount of bond proceeds being budgeted for and realized in FY19 (\$446,008) than in FY20 (\$1,578,992) related to the Nelson Memorial Library expansion project.

Year Ending Balance declined -40.1% or (\$1,162,940) and includes:

- Estimated Unexpended FY19 Recurring Contingency of \$725,259
- Estimated Unexpended FY19 Non-recurring funds of \$802,021 (Includes use of \$390,180 for Extra Piney River Water/Sewer debt).
- Continuation of School Resource Officer Reserve of \$207,132

EXPENDITURES: Total Expenditures \$42,731,578

FY20 estimated expenditures, before school funding, increased by 5.7% or \$1,508,866 from the FY19 Budgeted amounts. Funding for schools was included at the same level as FY19 pending a formal request from the School Board. Including this level funding, Total FY20 Expenditures increased 3.5% or \$1,425,459. The following are notable components of proposed expenditures:

County Departmental Operations: decreased -0.2% or (\$29,684) from FY19 budgeted to FY20. Staff reductions in departmental operations was (\$333,810) from the FY20 requested amount. Departmental Operations Includes:

- Funding for 2 Sheriff's Vehicles and Equipment and 2 AWD Vehicles for Building Inspections
- New Positions funded: PT Recreation Field/Trail Maintenance
- 8.8% Regional Jail Increase
- 5.6% Increase for Commonwealth Attorney – Assistant Commonwealth Attorney mandated by State for localities with Law Enforcement Officers wearing body cameras or an agreement in lieu of as determined by the County and Commonwealth Attorney. Funding includes PT (24hrs per week) and salary adjustments for current employees as proposed by Commonwealth Attorney.
- (14.8%) Decrease in cost of Employee Benefits proposed. Includes- 5% decrease in Health Insurance premiums and 33% of 2016 pay study or 3% salary adjustment
- Discontinuance of the Transfer to Broadband Fund of \$100,000
- Increase in Paid EMS Program due to expenses related to Nelson Station II
- Various departmental increases and decreases

Agencies: Level funded with a decrease of (3.1%) or (\$45,981) in total Non-departmental expenditures recommended.

Blue Ridge Tunnel Project: Includes approximately 25% of Phase 2 expenditures and 100% of Phase 3 expenditures that are offset by state VDOT grant funds on the revenue side.

Capital Outlay, Projects, and Non-Recurring Expenses: Includes an increase of 1.1% or (\$67,299) from FY19 budgeted to FY20 and includes:

- Various E-911 related expenditures including full CAD replacement and upgrade of the Microwave Network.
- Emergency services vehicles
- Library expansion project to be completed in FY20, which is offset by bond financing proceeds on the revenue side.

Contingency Reserves:

- School Resource Officer Reserve of \$207,132
- Contingency from Recurring Revenue of \$1,434,696 – includes unallocated prior year funds, FY20 expenditure cuts by staff and excess revenue over expenditures for FY20.
- Contingency from Non-Recurring Revenue of \$1,527,280 –includes estimated Unexpended FY19 Recurring Contingency of \$725,259, and estimated Unexpended FY19 Non-recurring funds of \$802,021 (Includes use of \$390,180 for Extra Piney River Water/Sewer debt.)