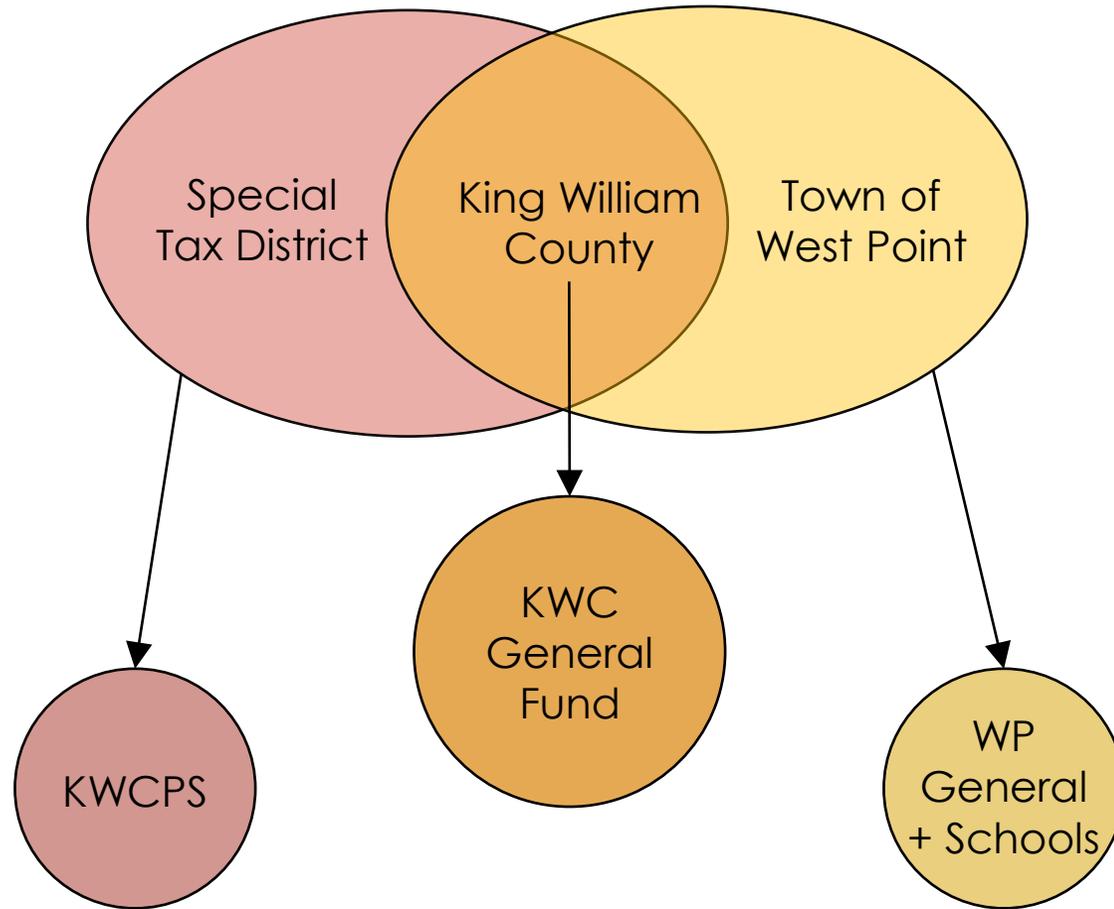


THE SPLIT LEVY IN KING WILLIAM COUNTY

Steve Hudgins



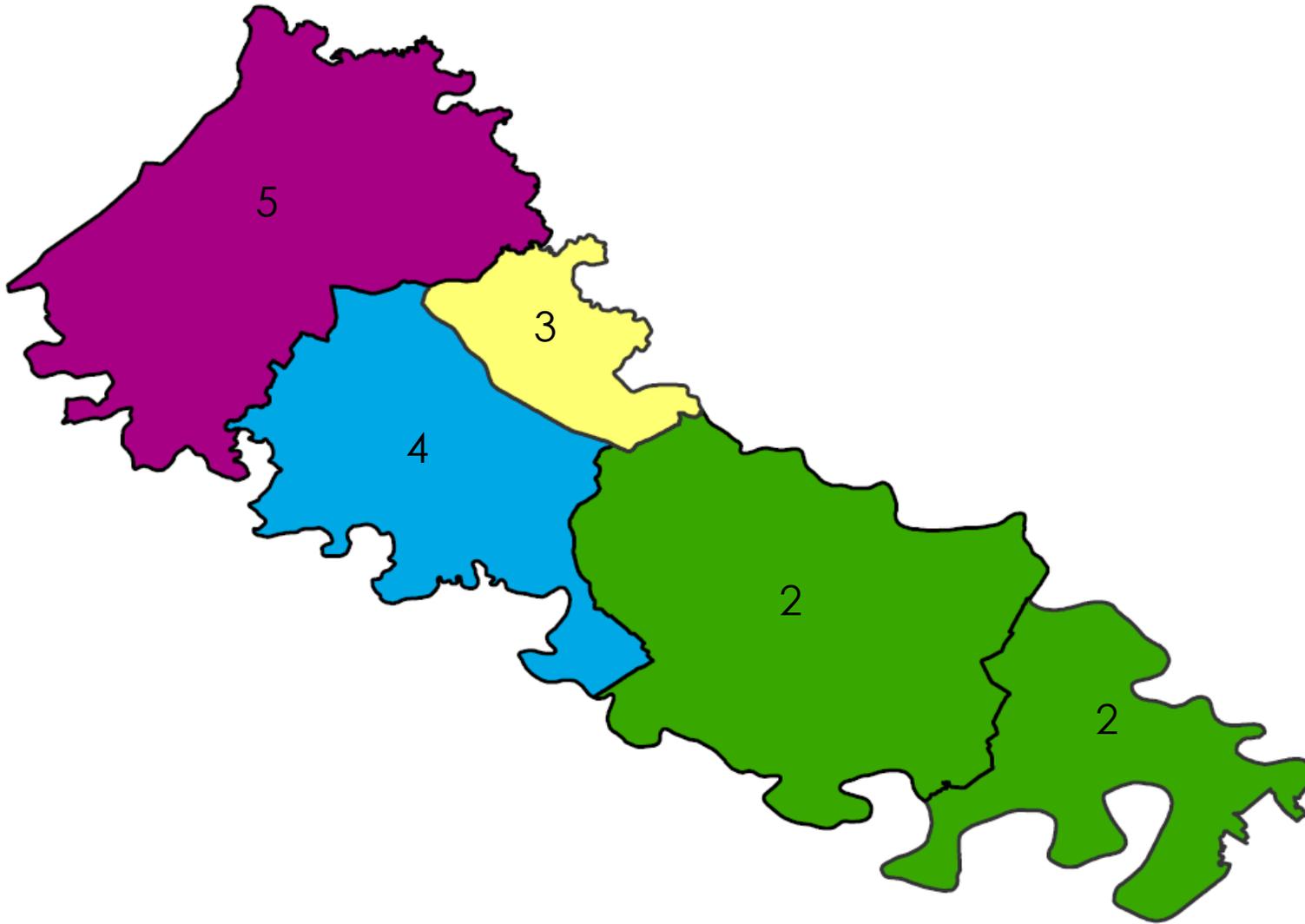
The Split Levy

- Legislation in July 2014 allowing the Town of West Point to maintain its own school division separate from King William County.
- A special tax district exists to fund King William County Public Schools from revenues sourced outside of the Town of West Point.
- West Point citizens pay taxes to the Town to fund the West Point school division as well as other Town services.



Countywide Tax District

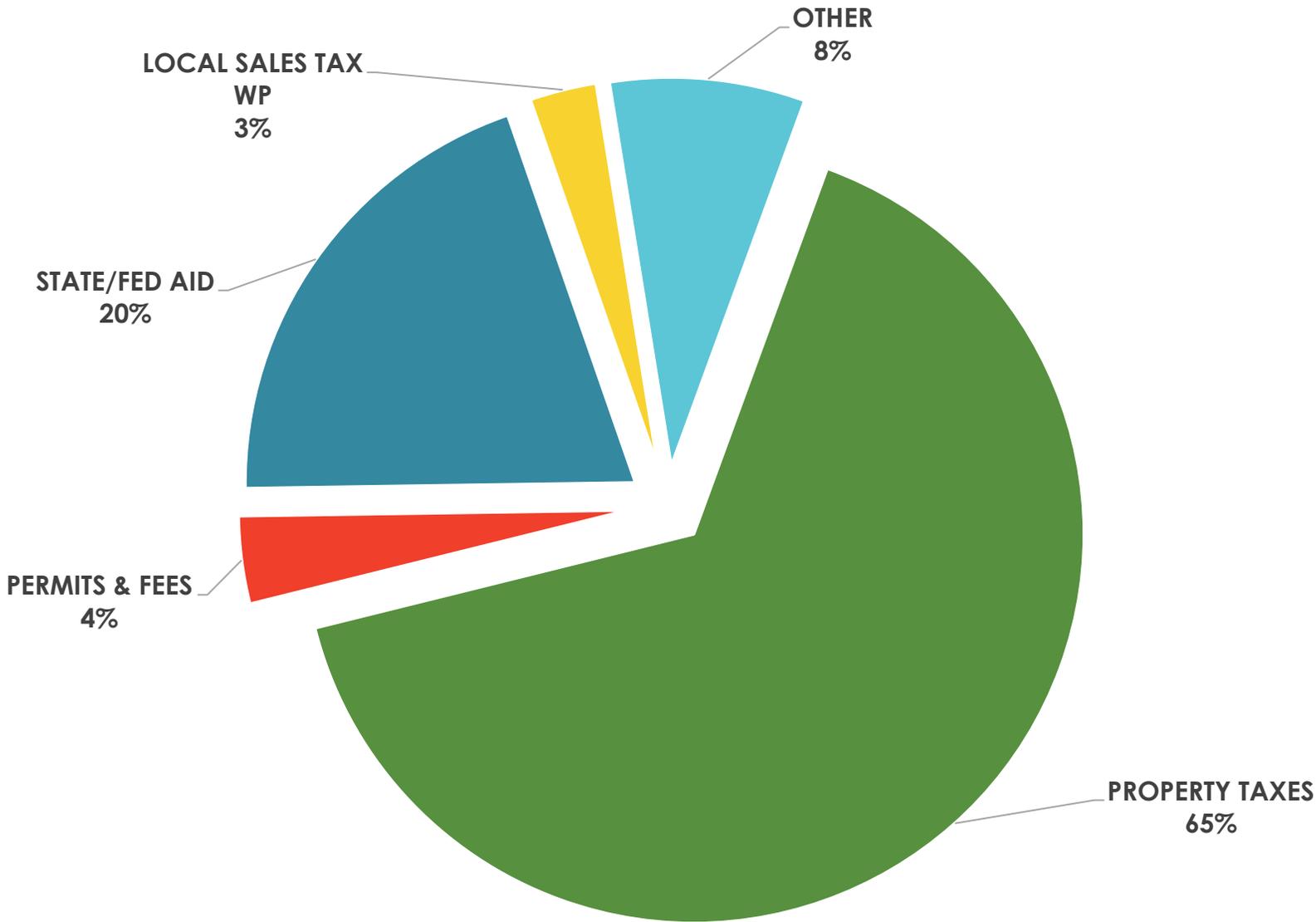
- Districts 1-5
- Supports services throughout the county
- Revenues flow into the General Fund and may *not* be used for KWCPS expenses



School Division Tax District

- Districts 2-5
- Special Tax District to support KWCPS
- Revenues pay for KWCPS expenses and make up the “restricted” general fund.

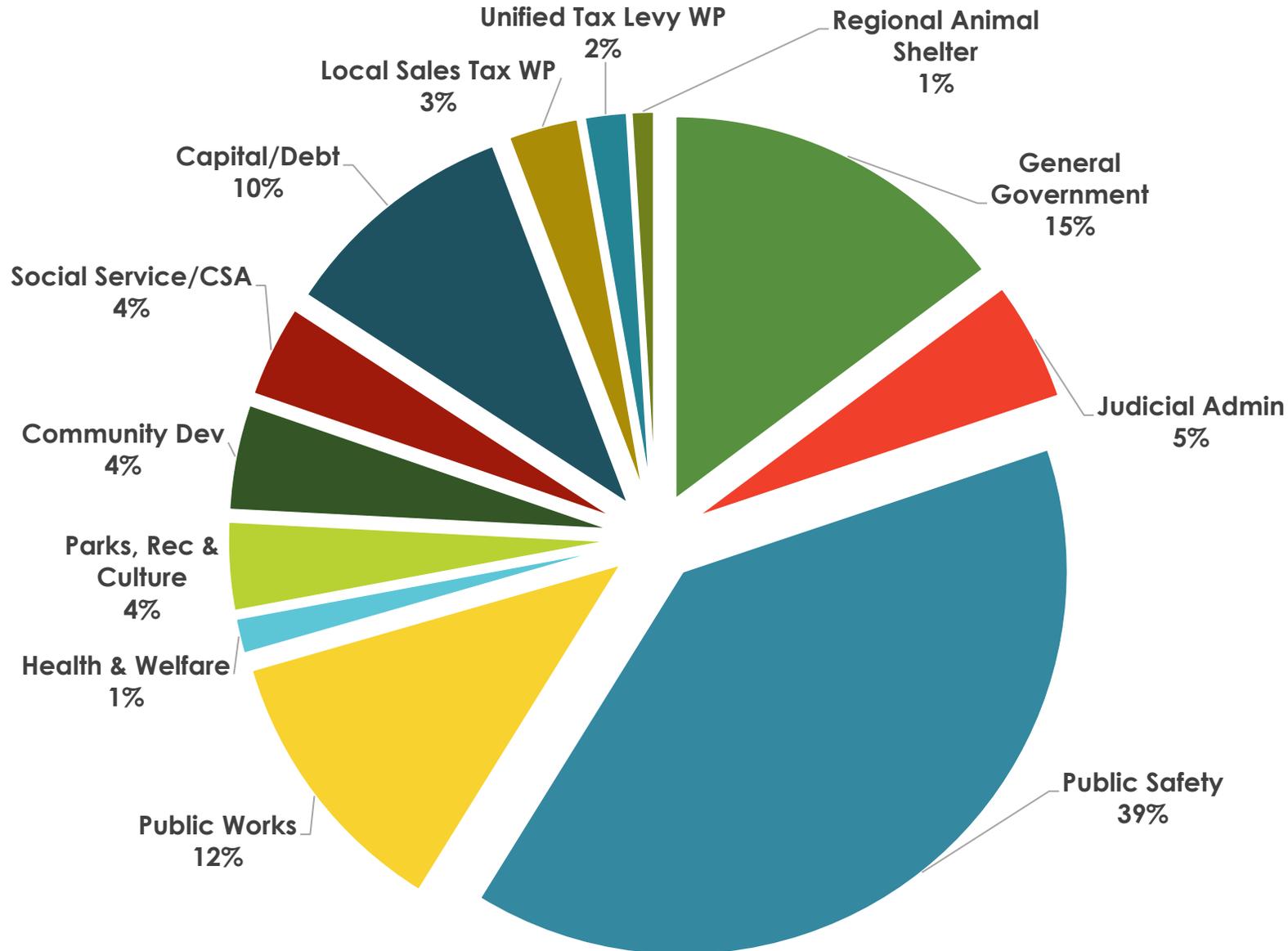
COUNTYWIDE FUNDING SOURCE-GENERAL FUND



Countywide Funding Sources

- Property Taxes
 - Real Estate – \$0.38
 - Personal Property – \$1.65
 - Mines and Minerals – \$0.38
 - Machinery and Tools - \$1.00
 - Public Service Corporation - \$0.38
 - Mobile Home - \$0.38
- State and Federal Aid
- Permits and Fees

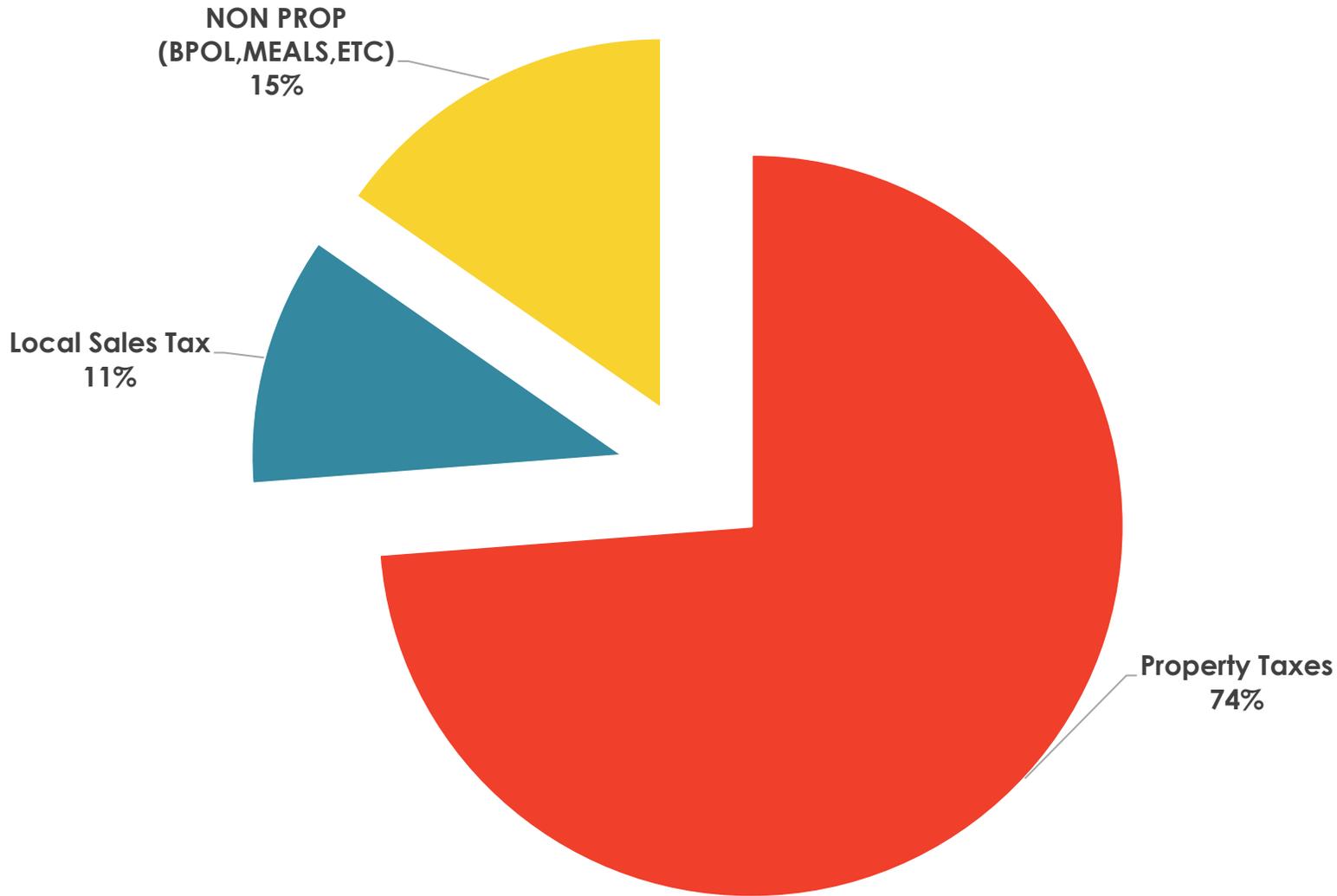
COUNTYWIDE EXPENSES-GENERAL FUND



Countywide Expenditures

- Public Safety
- County Capital Projects and Debt Service
- General Government
- Social Services/CSA
- Judicial Administration
- Community Development*
- Public Works
- Parks and Recreation
- Health and Welfare
- Regional Animal Shelter

KWCPS FUNDING SOURCES – SPECIAL TAX DISTRICT



Special Tax District Funding Sources

- Property Taxes
 - Real Property - \$0.48/\$100.00
 - Personal Property – \$2.00
 - Mines and Minerals – \$0.48
 - Machinery and Tools - \$1.25
 - Public Service Corporation - \$0.48
 - Mobile Home - \$0.48
 - Aircraft - \$1.30
- Sales Tax
- Non-Property Taxes and Fees

Local Sales Tax

Consumer Utility Tax

Utilities Gross Receipts Tax

Business Licenses Taxes (BPOL)

Motor Vehicle License Tax

Bank Net Capital Tax

Food and Beverage Tax

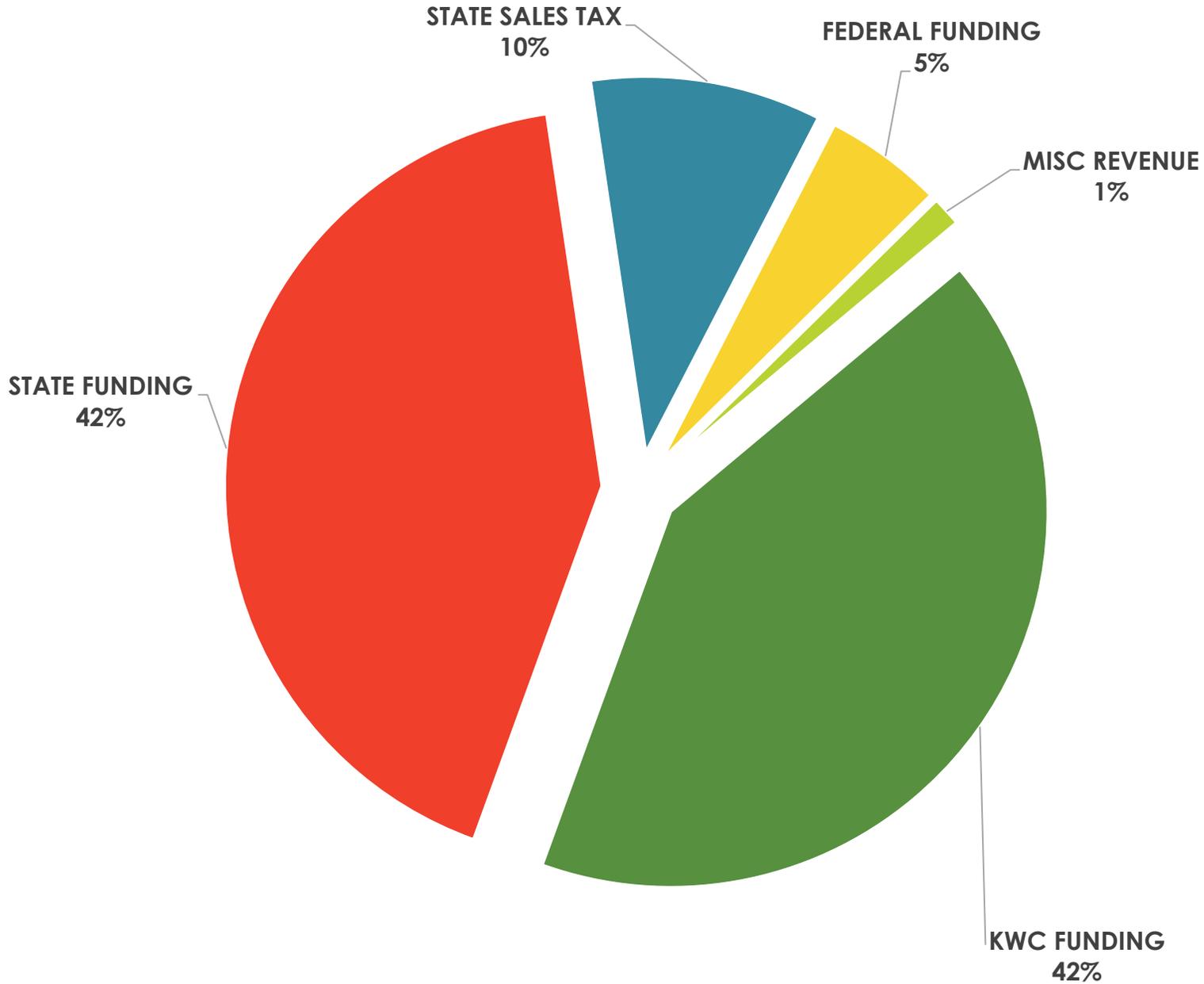
Rolling Stock Tax

Communication Services Sales Tax

Non-Property Taxes

- Collected outside of the Town limits and therefore eligible to be used for KWCPS expenses.
- Not separated from the Town by split levy legislation, but separated none the less due to the Town's authority to levy these taxes within the Town apart from the County.
- Historically used entirely for support of KWCPS under the principle that countywide revenues should pay for countywide expenses, D2-D5 revenues should pay for D2-D5 expenses.

KWCPS OPERATING EXPENSES-FUNDING SOURCES



Special Tax District Expenditures

KWCPS Operations

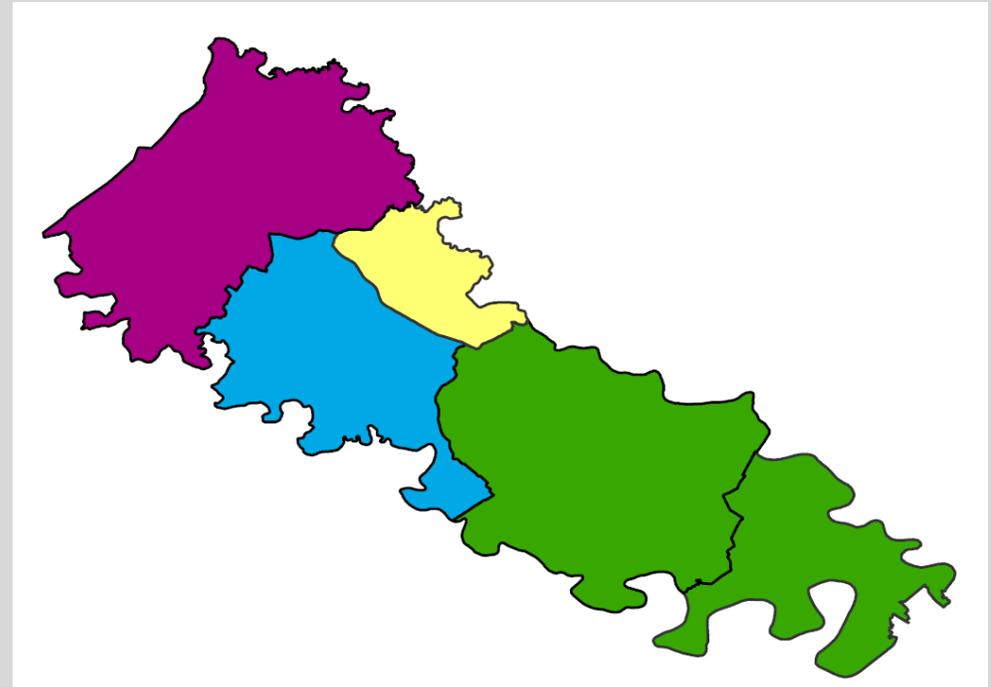
KWCPS Capital Projects

KWCPS Debt Service

Special Tax District Revenue Notes:

Reserve Funds vs. Restricted Funds

- Reserve funds are unexpended funds leftover at year end that were appropriated by the BOS to KWCPS.
- Restricted funds are revenues received within the special tax district above and beyond budget year appropriations.
- Neither may ever be used for expenses other than those associated with KWCPS



Split Levy Agreement

- Reconciles the fact that West Point provides certain services within the Town (besides the school system) that would otherwise fall to the County to provide, thereby reducing the extent and cost of Countywide services.
- Originally signed on December 5, 2013, and extended on August 28, 2018, King William County agrees to pay the Town of West Point a sum of money based largely upon the cost savings to the County of those services. The amount is adjusted annually based on the Consumer Price Index and is currently (FY22) \$162,171.00.
- In a separate agreement, the Town of West Point pays King William County \$40,000.00 for dispatch services the County provides to the Town.