



FY 2018 COUNTY ADMINISTRATOR'S RECOMMENDED BUDGET

March 27, 2017

Mark K. Reeter, County Administrator

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OVERVIEW OF BUDGET RECOMMENDATIONS

GENERAL FUND REVENUE SUMMARY			
FY 2018 COUNTY ADMINISTRATOR'S RECOMMENDED BUDGET			
Description	FY17 Adopted	FY18 Recommended	FY17 to FY18
REAL PROPERTY	11,991,563	12,263,522	2%
SALES TAX	1,190,000	1,230,000	3%
MEAL TAX	275,000	363,000	32%
MACHINERY AND TOOLS	1,330,000	1,552,000	17%
CONSUMER UTILITY	230,000	200,000	-13%
PERMITS AND FEES	197,500	298,500	51%
OTHER	1,604,537	1,648,050	3%
PERSONAL PROPERTY	2,549,200	2,668,000	5%
BUSINESS LICENSE	315,000	350,000	11%
FUND BALANCE	232,475	515,845	122%
OTHER STATE AID	551,050	618,550	12%
COMPENSATION BOARD	1,263,000	1,296,280	3%
PPTRA	1,204,000	1,204,000	0%
TOTAL	\$ 22,933,325	\$ 24,207,747	6%



OVERVIEW OF BUDGET RECOMMENDATIONS

GENERAL FUND EXPENDITURES SUMMARY FY 2018 COUNTY ADMINISTRATOR'S RECOMMENDED BUDGET			
Description	FY17 Adopted	FY18 Recommended	FY17 to FY18
GENERAL GOVERNMENT	1,535,145	1,542,840	1%
JUDICIAL ADMINISTRATION	591,980	677,351	14%
PUBLIC SAFETY	4,998,465	4,973,320	-1%
PUBLIC WORKS	1,660,120	1,579,442	-5%
HEALTH & WELFARE	918,656	892,218	-3%
PARKS, RECREATION & CULTURAL	566,410	583,225	3%
COMMUNITY DEVELOPMENT	398,665	539,551	35%
NON-DEPARTMENTAL	132,424	419,820	217%
CONTINGENCY	105,000	105,000	0%
EDUCATION	10,590,250	8,783,744	-17%
TRANSFER TO WEST POINT	376,050	383,015	2%
CAPITAL/DEBT SERVICE (COUNTY & SCHOOLS)	1,060,160	3,728,221	252%
TOTAL	\$ 22,933,325	\$ 24,207,747	6%



OVERVIEW OF BUDGET RECOMMENDATIONS

- The Recommended Budget reflects a relatively flat operational budget with many departments and agencies receiving level funding into FY 2018.
 - Retain the established tax rate valuations
 - Project revenue growth with input from the Commissioner of Revenue, review of historical trends, and incorporating legislative and economic factors
 - Address Capital needs with a myriad of funding sources
 - Increase funding to King William County Public Schools for fixed operational costs (VRS and health insurance)
 - Incorporate the cost to perform the reassessment on real properties in FY 2018
 - Address Information Technology service needs



MAJOR OPERATING EXPENDITURE HIGHLIGHTS

○ ***King William County Public Schools***

- Operational funding for Schools represents 36% of the General Fund for FY 2018.
- Capital funding for Schools represents 71% of the Debt Service funded by the County.
- Increase operational funding to Schools for Virginia Retirement System and health insurance increases (+\$415,000 in County funds).
- Total commitment to the Schools is \$11,088,862 or a 4.7% increase over FY 2017.

○ ***Constitutional Officers***

- 2% salary increase (estimate) for Constitutional Officers
- Compensation Board will increase reimbursement rate to the County by the 2%

○ ***Staffing Adjustments***

- Commonwealth Attorney's Office has requested the County match the V-Stop grant funds plus benefits for a full-time Assistant Commonwealth Attorney (+\$60,949 in County funds).
- Clerk of the Circuit Court has requested a part-time position to be fully funded plus FICA from the Compensation Board (+\$20,861 State; No County funds).
- Increase Public Works/General Properties Department budget to allow for temporary seasonal hourly employees (+\$15,000 in County funds).



MAJOR OPERATING EXPENDITURE HIGHLIGHTS

- ***Information Technology Support and Services***
 - Include funding to contract with a new service provider (+\$55,200 in County funds).
 - Incorporate replacement schedule costs for computer/servers/peripherals (+\$19,500 in County funds).

- ***Economic Development***
 - Include funding for the River Access Tourism Initiative (+\$5,000 in County funds).
 - Include funding for the Broadband Research Initiative (+\$225,000 in County funds).

- ***Property Reassessment***
 - Include funding to initiate the 2018 reassessment of real property (+\$195,000 in County funds).

- ***Employee Benefits***
 - Health insurance costs increasing 3.2% in FY 2018 (+\$16,976 in County funds).
 - Virginia Retirement System costs remaining level (8.11%) (No new County funds).
 - Group Life Insurance costs remaining level (0.131%) (No new County funds).
 - Worker's Compensation experience modifier dropped from 1.93 to 1.43 creating a 24% savings (\$15,916 savings).



MAJOR OPERATING EXPENDITURE HIGHLIGHTS

- The County Administrator's Recommended Budget for FY 2018 includes one full-time position and one part-time positions. In addition, temporary seasonal hourly staff are being requested in the Public Works/General Properties Department.

Department	Dollar Increase	Justification
Public Works/General Properties Dept.	\$15,000	Address the seasonal needs for temporary hourly staff
Commonwealth Attorney's Office	\$70,000* (*+\$35,000 Base Salary County Contribution +\$35,000 VSTOP Grant)	Full-time Asst. Commonwealth Attorney
Clerk of the Circuit Court's Office	\$20,861	Part-time Deputy Clerk



MAJOR OPERATING REVENUE HIGHLIGHTS

- *Real Estate Tax* - \$11,898,522
 - Retain the established tax rates. (\$0.92/100)
- *Personal Property Tax* - \$2,466,500
 - The rate is proposed to remain the same:
 - \$3.65 per \$100 of assessed value for County residents
 - \$1.65 per \$100 of assessed value for Town residents
- *Meals Tax* - \$363,000
- *Sales Tax* - \$1,230,000
- *State Revenue* - \$3,118,830
 - Revenue from Shared Expenses for Constitutional Officers is projected to total \$1.29 million in Fiscal 2018; Finance Department staff will monitor any adjustments that need to be made, if any need to be made.



FY 2018 CAPITAL IMPROVEMENTS

○ *Capital Debt Financing*

- Hamilton Holmes Middle School – Projected \$12,750,000 incorporating both Proffer Cash (expansion related) for design and long term debt for construction

○ *Fire and Rescue Equipment*

- Fire and rescue related equipment funded with Grant monies, Station internal savings, EMS Revenue Billing, and General Funds (\$605,000)

○ *King William County Park*

- Replace playground equipment and move location for better access and safety and drainage evaluation study (\$106,500)

○ *Vehicle Replacement*

- Sheriff's Office, General Properties Dept., Planning and Zoning Dept. (6 vehicles total; \$165,000)

○ *Regional Animal Shelter*

- Building addition or separate structure for animal isolation area (VDAC) (\$100,000)



FY 2018 CAPITAL IMPROVEMENTS

○ *Software and Equipment*

- Sheriff's Office transition to IDNetworks system from DaPro for computer-assisted dispatch (CAD) and records management program; Servers, computers, peripherals (\$248,000)

○ *Broadband Initiative*

- Placeholder for broadband initiative as identified by the Economic Development Authority (\$225,000)

○ *Miscellaneous*

- Zero Turn Mower for General Properties Department (\$19,000)
- Lighting Replacement – Ongoing project (\$20,645)
- Voting Machines – Ongoing commitment (\$22,200)

○ *King William County Public Schools*

- School Buses and Service vehicles, Information Technology infrastructure and security, Computer Technology, Classroom/Cafeteria Furniture, HVAC units (\$753,000)
- Hamilton Holmes Middle School Project – financing and cost still to be determined



OTHER OPERATING FUNDS

- The budget document also covers other governmental operation funds.
 - Social Services
 - Children's Services Act (CSA)
 - Regional Animal Shelter (RAS)
 - EMS Revenue Billing
 - Parks and Recreation Programs
 - Water Utility
 - Sewer Utility



WHAT'S NOT INCLUDED

- No adjustment to tax rates
- No across-the-board salary adjustments (both school and non-school)
- No new teaching positions
- No new 100% County-funded full-time positions



NEXT – HEARINGS & WORK SESSIONS

- April 3 – Budget and Tax Rate Public Hearings (7:00 PM-Board Meeting Room)
- April 10 – Budget Work Session Meeting (7:00 PM-Board Meeting Room)
- April 14 – Budget Work Session Meeting (9:00 AM-Board Meeting Room)



Thank You

