FY2021-FY2022 Proposed Budget

Public Hearing: April 14, 2020

COVID-19 – Current Year

Revenue

- Monitoring impact and considering various relief options
- Capturing loss of revenue and additional costs to report to and apply for federal and state assistance

Expenditures

- Lower spending limits, additional approvals, suspension of certain programs
- Personnel and capital projects main focus
- Essential services only

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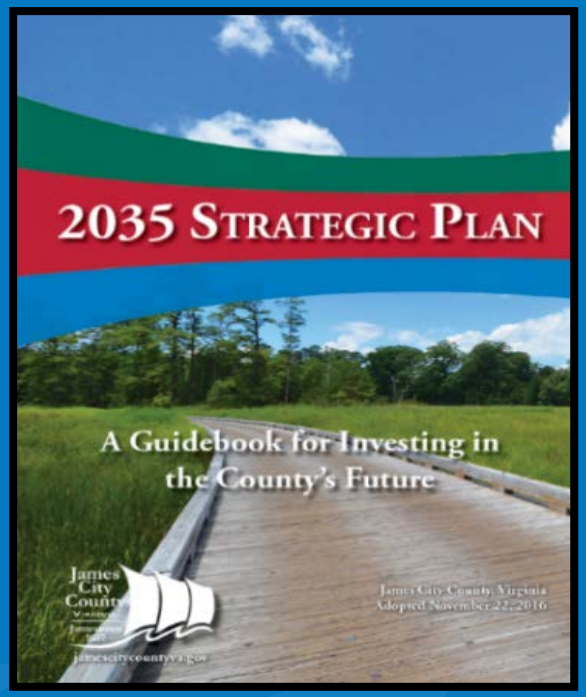
COVID-19 – FY2021 Budget

- The Proposed Budget was prepared prior to COVID-19
- $500,000 originally intended for employee compensation moved to contingency account
- <u>More adjustments are expected</u> as additional information comes in

Overview

- County has a <u>two-year</u> budget cycle
- FY2021 is the 1st year of the biennial budget
- Continues to incorporate Strategic Plan goals and initiatives



Total Budget Highlights

FY2021 Proposed Budget = $261.9M

- **$14.9M or 6.0% > FY2020 Budget**

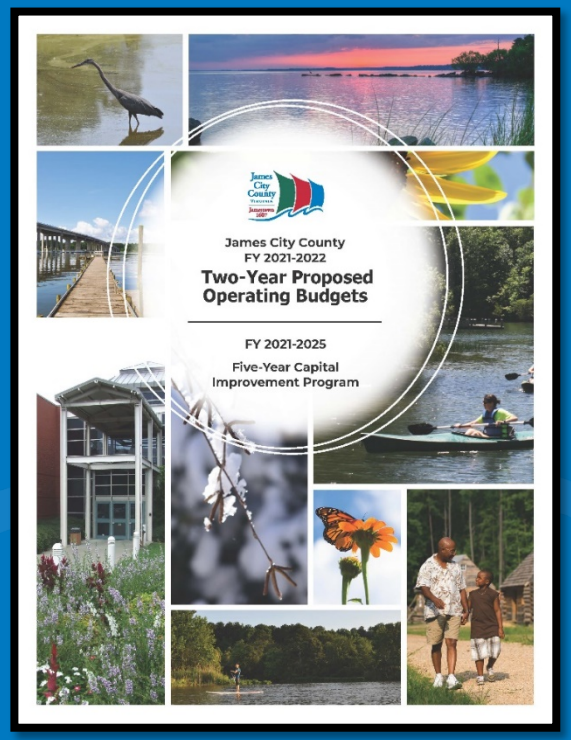
FY2022 Plan = $265.0M

- **$3.1M or 1.2% > FY2021 Proposed Budget**

Includes <u>all County Funds</u> (Operating and Capital) and JCSA

Compensation Adjustments

- Placeholder for potential mid-year salary increase
- Increased health insurance (cost-sharing with employees)
- Increased costs for employees' retirement and workers' compensation benefits



General Fund Highlights

- **FY2021 Proposed Budget = $216.0M**
  - $4.2M or 2.0% > FY2020 Budget
- **FY2022 Plan = $219.4M**
  - $3.4M or 1.6% > FY2021 Proposed Budget
- **Addition of 4 Positions, Effective January 1, 2021**
- **Proposes <u>No Change</u> in the Real Estate Tax Rate**
- **Estimated Costs to Provide Services > Revenue Projection**
  - Requests of $11.8M are not funded

Requests vs. Proposed – Personnel

Department	FY2021 Requests	FY2021 Proposed	Difference Requests vs. Proposed	# of FTE Positions Requested	# of FTE Positions Proposed
General Administration	$2,820,492	$2,749,503	($70,989)	-	-
Court Services	3,771,116	3,748,534	(22,582)	-	-
Public Safety	26,004,077	25,425,653	(578,424)	9	-
Financial Administration	4,601,709	4,515,947	(85,762)	3	1
Information Resources Mgmt.	2,809,178	2,656,910	(152,268)	2	-
Community Development	2,986,357	2,937,775	(48,582)	1	1
General Services	7,361,642	6,719,564	(642,078)	7	2
Parks and Recreation	6,046,075	5,608,909	(437,166)	2	-
Nondepartmental	(200,000)	(200,000)	-	-	-
Grand Total	**$ 56,200,646**	**$ 54,162,795**	**($ 2,037,851)**	**24**	**4**

Requested vs. Proposed – Non-personnel

Department	FY2021 Requests	FY2021 Proposed	Difference Request vs. Proposed
General Administration	$ 1,606,368	$ 468,094	($ 1,138,274)
Court Services	832,705	671,201	(161,504)
Public Safety	3,710,301	3,480,821	(229,480)
Financial Administration	580,488	500,808	(79,680)
Information Resources Mgmt.	2,320,644	1,995,925	(324,719)
Community Development	262,870	262,870	-
General Services	6,535,157	6,246,787	(288,370)
Parks and Recreation	1,699,375	1,408,256	(291,119)
Outside Agencies Contributions	12,707,989	12,563,874	(144,115)
Nondepartmental	1,373,972	1,373,874	-
Contribution to Schools	112,830,471	112,830,471	-
Transfer to Capital Projects	15,709,700	8,654,000	(7,055,700)
Transfer to Debt Service	5,700,000	5,700,000	-
Contributions to Other Funds	5,712,126	5,712,126	-
Grand Total	**$ 171,582,166**	**$ 161,869,205**	**($ 9,712,961)**

General Fund - Revenue

General Fund – Revenue Summary

Revenue Source	FY20 Adopted (in millions)	FY21 Proposed (in millions)	FY22 Plan (in millions)
General Property Taxes	$ 137.1	$ 140.6	$ 142.4
Other Local Taxes	28.1	28.5	29.5
Licenses, Permits and Fees	9.4	9.4	9.6
State (Commonwealth)	28.6	29.2	29.5
Other	8.6	8.3	8.4
Total	$ 211.8	$ 216.0	$ 219.4

Real Estate – Biennial Reassessment

- General reassessment resulted in a <u>1.8% overall increase</u>
- Change notices sent for 51% of the taxable parcels

Other Local Taxes

Historic Triangle 1% Sales Tax

- Estimated to increase by $50,000 in FY2021
- Allocated entirely to CIP

Cigarette Tax

- New for FY2022
- Revenues estimated to be $900,000
- Allocated entirely to CIP

Other Revenue Highlights

Recycling Program

- Transitioned to a fee for service in FY2020
- Estimated revenue adjusted to $850,000 in FY2021 to reflect current level of participation

Proposed fee increases that if approved, would be effective January 2021:

- Parks & Recreation
- Planning and Building Safety Permits
- Stormwater

All Funds Summary

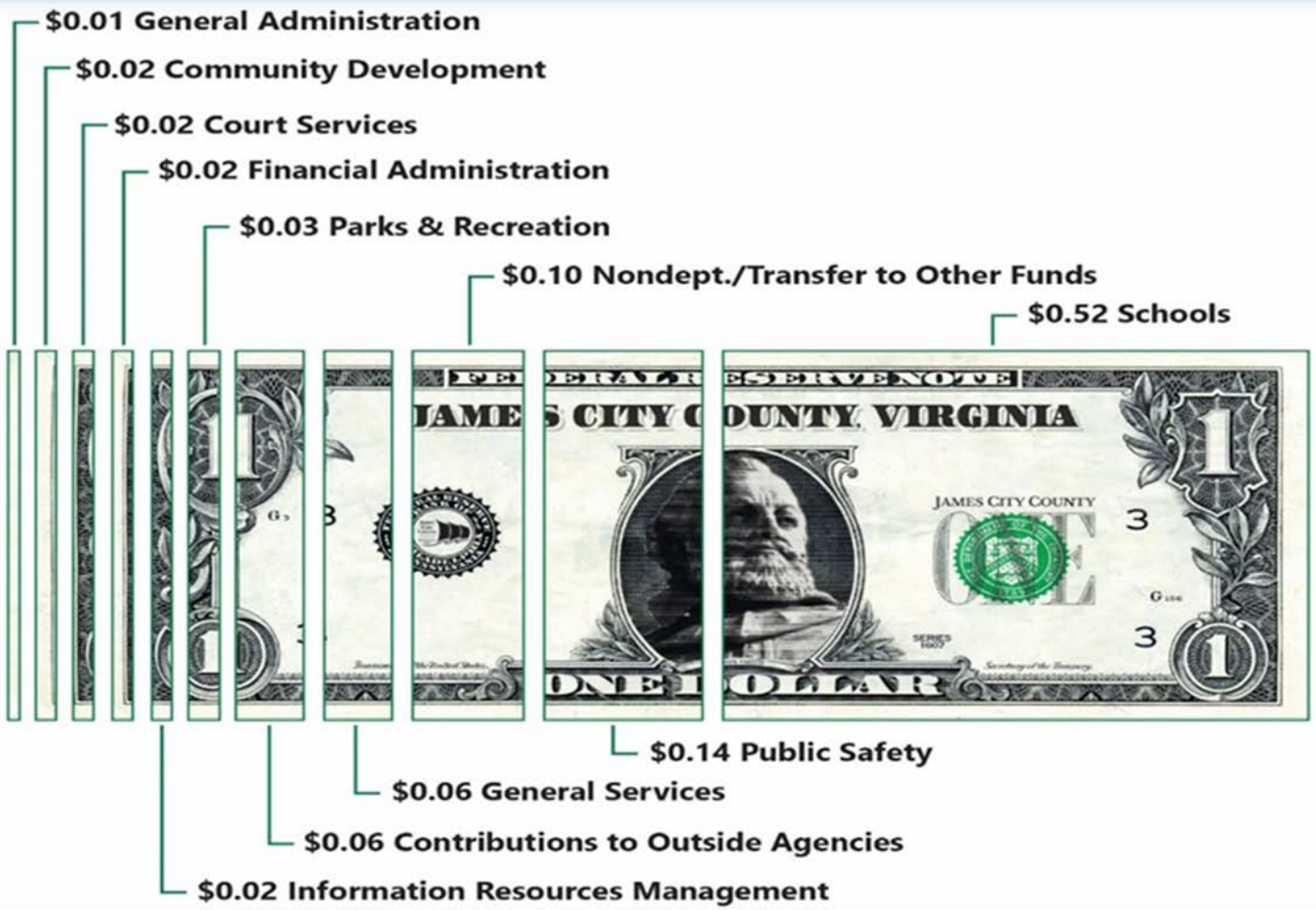
Fund	FY20 Adopted (in millions)	FY21 Proposed (in millions)	FY22 Plan (in millions)
General Fund	$ 211.8	$ 216.0	$ 219.4
Capital Projects Fund	15.7	17.7	26.0
Debt Service Fund	19.8	18.4	19.1
VA Public Assistance Fund	5.8	5.9	6.0
Housing & Neighborhood Development Fund	2.7	2.8	2.9
Colonial Community Corrections Fund	1.2	1.2	1.2
Special Projects/Grants Fund	2.5	2.8	2.7
Tourism Investment Fund	2.6	2.6	2.6
James City Service Authority (Water/Sewer)	21.3	30.2	21.7
Less: Interfund Transfers	(36.4)	(35.7)	(36.6)
Total	$ 247.0	$ 261.9	$ 265.0

General Fund - Expenditures

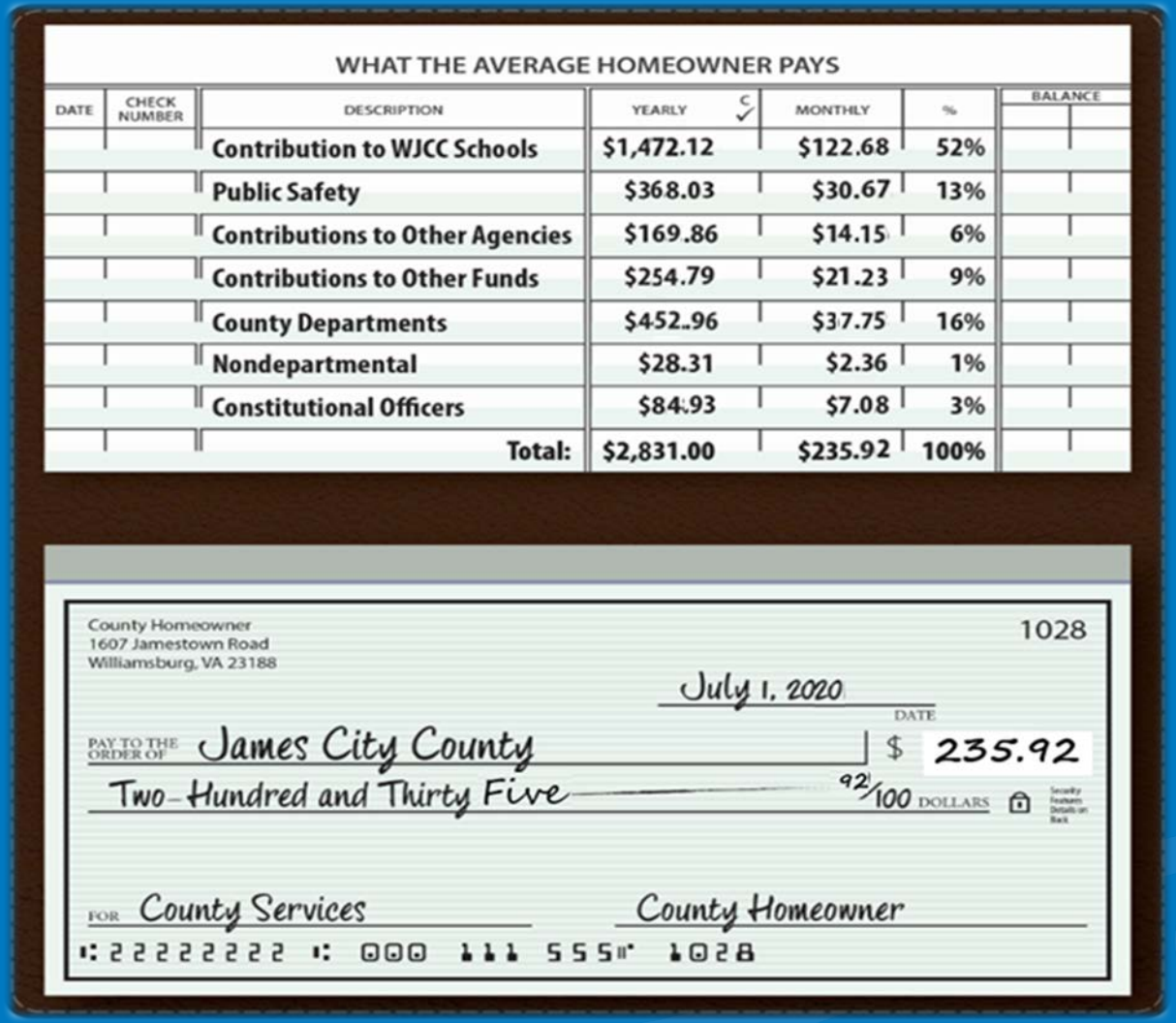
General Fund – Expenditure Summary

Function	FY20 Adopted (in millions)	FY21 Proposed (in millions)	FY22 Plan (in millions)
General Administration	$ 2.8	$ 3.2	$ 3.2
Financial Administration	4.9	5.0	5.1
Court Services	4.2	4.4	4.3
Public Safety	29.0	28.9	29.3
Information Resources Management	4.4	4.7	4.7
Community Development	3.1	3.2	3.3
General Services	13.0	13.0	13.1
Parks & Recreation	6.6	7.0	7.1
WJCC School Contribution	110.5	112.8	114.4
Contributions to Outside Agencies	12.1	12.5	12.5
Nondept./Transfers to Other Funds	21.2	21.3	22.4
Total	$ 211.8	$ 216.0	$ 219.4

Where Does Your Money Go?



Average Homeowner Scenario



WHAT THE AVERAGE HOMEOWNER PAYS

DATE	CHECK NUMBER	DESCRIPTION	YEARLY	MONTHLY	%	BALANCE
		Contribution to WJCC Schools	$1,472.12	$122.68	52%	
		Public Safety	$368.03	$30.67	13%	
		Contributions to Other Agencies	$169.86	$14.15	6%	
		Contributions to Other Funds	$254.79	$21.23	9%	
		County Departments	$452.96	$37.75	16%	
		Nondepartmental	$28.31	$2.36	1%	
		Constitutional Officers	$84.93	$7.08	3%	
		Total:	$2,831.00	$235.92	100%	

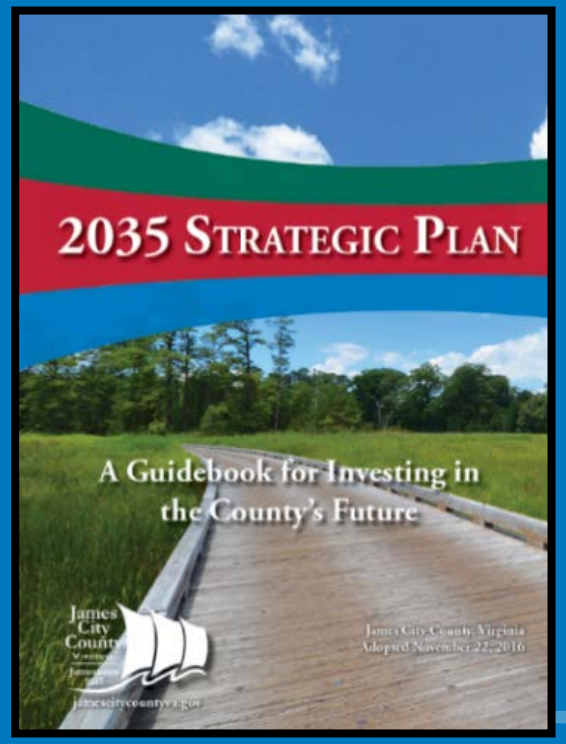
Average assessed value of a home in James City County as of 2020:

$337,000

x 0.0084 Tax Rate

= $2,831 in Annual Real Estate Taxes

Strategic Plan



Strategic Plan Goals

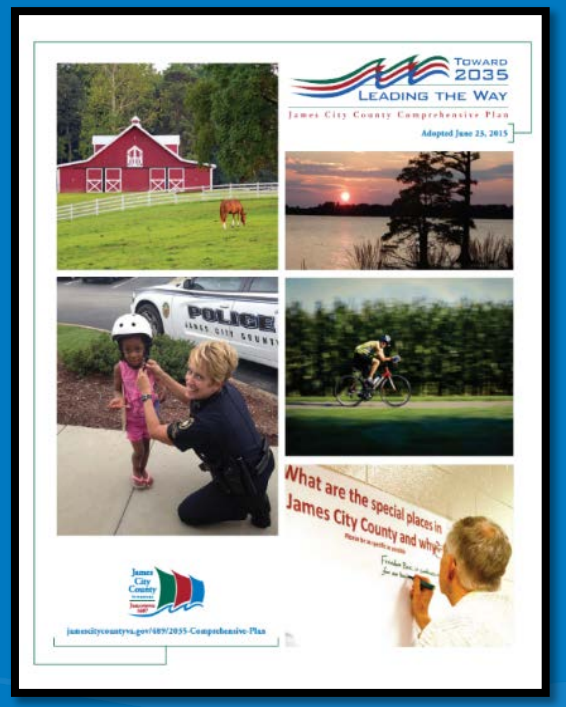
- Modern Infrastructure, Facilities, and Technology Systems
- Protected Community Character and an Enhanced Built Environment
- Expanding and Diversifying Local Economy
- Exceptional Public Services
- High Quality Education
- Fiscally Efficient Government
- Sustainable Long-Term Water supply

Modern Infrastructure, Facilities and Technology Systems

- **$2.2 million dedicated to:**
  - Stormwater projects in Grove, Toano and Ware Creek
  - Watershed Management Plans at Powhatan, Yarmouth, and Diascund

Protected Community Character and an Enhanced Built Environment

Transportation Funding $1.45M



Comprehensive Plan update – *Engage 2045*

Expanding and Diversifying Local Economy

- Navien Inc., Manufacturing facility investment = $77.5M

- Continued Improvements to:
  - James City County Marina in FY2022
  - Ambler House in FY2023
  - Jamestown Beach in FY2024

Exceptional Public Services

- Replacement of the Computer-Aided Dispatch System - FY2021
- Replacement of cardiac monitors in FY2021 and FY2022
- Construction of 6th fire station in FY2022
- Replacement of the Records Management System in FY2021

High Quality Education

- **$7.2M in FY2021 Includes:**
  - Warhill High School auxiliary gym and emergency shelter
  - Maintenance and refurbishment projects

- **Future Funding Includes:**
  - Expansion of all three high schools
  - New preschool

Fiscally Efficient Government

Compensation Adjustment

- Dependent on COVID-19 impact
- $500,000 currently in contingency account

Employee Benefits

- Increased costs for health insurance shared with employees
- Funds the increased costs for retirement and workers' compensation benefits

  (unfunded mandates)

James City Service Authority

Strategic Goals

- Sustainable Water Supply
- Modern Infrastructure, Facilities and Technology Systems

Major Highlights

- Results from the Comprehensive Rate Study are reflected in the FY2021-FY2022 budgets
- Move from quarterly billing to monthly billing
- Proposed bond issuance of $9M for capital projects

Upcoming Budget Meetings

- **Worksession - April 21 at 4:00 p.m.**
  James City County Government Center, 101-F Mounts Bay Rd.
- **Community Meeting - April 23 at 12:30 p.m.**
  Virtual (Broadcast Live Channel 48, Social Media, Phone)
- **Worksession - April 28 at 4:00 p.m.**
  James City County Government Center, 101-F Mounts Bay Rd.
- **Regular Mtg./Budget Adoption - May 12 at 5:00 p.m.**
  James City County Government Center, 101-F Mounts Bay Rd.

Proposed FY2021-FY2022 Budget

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