

Proposal FY 2014 Gloucester County Budget

Brenda G. Garton, County Administrator
March 5, 2013

Key Principles and Priorities

- Present a balanced budget.
- Continue to address critical capital needs with dedicated funding stream for vehicle and equipment replacement.
- Provide funding to implement new pay scale and address parity and compression issues.
- Incorporate local funding to support state proposed wage increases for school staff.

Key Principles and Priorities

- Propose funding streams to address critical capital needs to protect existing capital assets.
- Support funding for the new Page Middle School.
- Propose a tax structure which is as fair and equitable as possible.
- Provide financial assistance to the Utility Fund.
- Reduce services to citizens' as little as possible.

Key Principles and Priorities

- Address increased needs in the Social Services area.
- Support Board initiatives, priorities, programs, directives, and capital approvals.
- Maintain fairness in expected cuts and new revenues.
- Leave some vacant positions unfilled or unfunded.
- Begin to address critical staffing needs in high demand areas.

Key Principles and Priorities

- Protect training and professional growth and development for existing employees.
- Protect funding to local civic organizations.
- Maintain an adequate Contingency Fund for unanticipated or emergency expenses.
- Use fund balance only to fund one-time capital needs.

Critical Concerns

- Capital needs
- County classification and compensation
- School operations

Capital Needs

- County Administrator's Capital Improvements Plan Advisory Committee
 - Level fund the debt payment stream
 - Fund \$6.8 million in projects in FY 2014
 - Use excess fund balance to cash fund \$1.1 million
 - Issue new debt of \$5.0 million for School HVAC and roofs
 - Apply for recreation grants for Woodville Park

Classification and Compensation Study

- Study performed by Evergreen Solutions
- Results presented to Board of Supervisors on February 19th
 - Adjust pay scales
 - Bring employees to new minimum where needed
 - Address compression and parity issues

School Operating Needs

- Does not fund the entire increase in local funding requested by Superintendent of Schools
- Maintains practice of sharing a fixed percentage of increased revenues
- Additional School Resource Officers
- Address 2% salary increase

FY 2014 Proposed Budget

General Fund	\$	27,136,829
Education Funds	\$	56,146,166
Social Service Funds	\$	5,111,835
Capital Funds	\$	36,936,179
Debt Fund	\$	4,941,091
Enterprise Funds	\$	7,574,348
Total Budget	\$	137,846,448

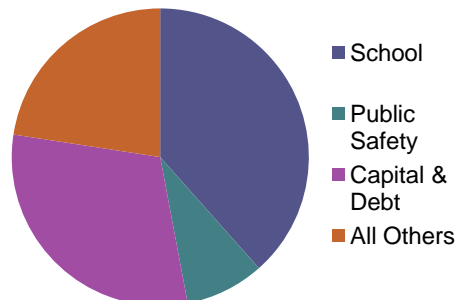
FY 2014 Revenue Outlook

Increased Property Taxes = \$266,890
 Increased Other Local Taxes = \$334,583
 Increases in all other areas = \$51,806

Total \$653,279

Your Priorities for FY 2014

- School Operating = \$52,989,459 or 38.4%
- Public Safety = \$11,853,228 or 8.6%
- Capital and Debt = \$41,877,270 or 30.4%
- All Other Needs = \$31,126,491 or 22.6%

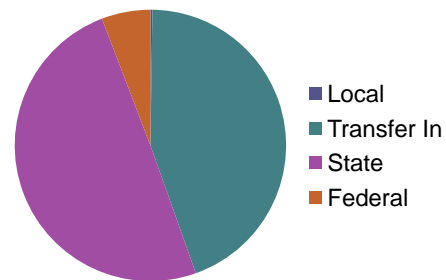


School Operating Fund

	FY 13 Adopted	FY 14 Proposed	\$ Change	% Change
Local	89,488	127,589	38,101	42.6%
Transfer	22,341,889	23,487,641	1,145,752	5.1%
State	26,751,612	26,297,046	(454,566)	-1.7%
Federal	3,323,284	3,077,183	(246,101)	-7.4%
	52,506,273	52,989,459	483,186	0.9%

School Operating Fund

	FY 14	% of Total
Local	127,589	0%
Transfer In	23,487,641	44%
State	26,297,046	50%
Federal	3,077,183	6%
	52,989,459	



Social Service Funds

- Serving over 11,500 County citizens with impacts of poverty and other social concerns
- Includes various child welfare and adult service programs
 - In-home adult services program
- Increase in the Transfer to Social Services Fund of \$138,668
- No change in Transfer to Comprehensive Services Fund

Capital Fund

- Capital Improvements Plan Advisory Committee
- Use \$1.8 million over 2 years to cash fund various projects
- Encourage grant applications for park projects
- Issue \$5.0 million in new debt for school HVAC and roof projects
- Continue using \$.30 on personal property for replacement capital
- Level fund Debt Fund

School Construction Fund

- Fund Balance at June 30, 2013 = \$9.9 million
 - Includes unspent \$6.0 million Series 2011 School Bond
 - Includes unspent \$0.5 million Series 2011 School Bond
 - Includes unspent insurance recoveries
- Includes \$1.0 million VDOT grant proceeds
- Includes \$2.7 million in insurance recoveries that will be received on a reimbursement basis
- Includes new \$12.0 million borrowing

Debt Fund

- Included is federal reimbursement of \$251,638 for Series 2011 School Bonds interest
- Federal spending cuts could reduce reimbursement by 7.6% or \$19,125
- Level funds transfer to Debt Fund
- Does not include debt service on the new \$12.0 million debt for Page Middle School
- Does not include debt service on new \$5.0 million debt for school HVAC and roof needs

Utility Fund

- Average increase in water and sewer service rates of 5%
- Includes transfer from General Fund of \$296,500 for payment on Series 2011 Bond
- Includes transfer from General Fund of \$397,743 to address other Utility Fund needs

Property Tax Rates

	FY 2012 (Current)	Proposed Budget	Suggested Advertising
Real Estate	\$.65	\$.69	\$.71
Mobile Home	\$.65	\$.69	\$.71
Public Service Corporation	\$.65	\$.69	\$.71
Tangible Personal Property	\$2.95	\$2.95	\$3.25
Boats Not Used Solely for Business Purposes	\$1.00	\$2.95	\$3.25
Boats Used for Business Purposes Only	\$1.00	\$2.95	\$3.25

Capital Improvements Plan

- CIP Advisory Committee meets
- Makes recommendation to Board of Supervisors
- Public Hearing
- Board considers comments and makes revisions if necessary
- First year incorporated into County Budget
- Plan adopted

Budget Calendar

- Possible Budget Work Session – March 21st
- Budget Public Hearing – March 25th
- Joint Work Session with School Board – March 28th – Location TBD
- Possible Budget Work Session – April 3rd
- Possible Budget Work Session – April 11th
- Budget Adoption – April 16th

Questions

- FY 2014 County Administrator's Proposed budget will be posted on the County's web site by Wednesday afternoon
- www.gloucesterva.info