

FISCAL YEAR 2022 RECOMMENDED BUDGET

THE COUNTY OF LOUISA, VIRGINIA

March 15, 2021



Summary

- Total Budget: \$128.8M
- Operating Expenses: \$5.4M / +4.64%
- Revenues: \$4.7M / +3.9% (less Borrowed Funds)
- No tax rate increase: \$0.00M / +0.0%
- Operating Surplus: \$4.2M
- Capital Projects Total: \$7.4M

- Available Funding to meet Budget Needs
 - Unrestricted fund balance of \$8.27M
 - Long-Term Projects Capital Reserves of \$8.26M
 - Long-Term School Capital Reserves of \$2.49M



Budget Summary

	Fiscal Year		Inc./Dec.	% Chg.
	FY2021 Budget	FY2022 Proposed		
Revenues				
General Property Taxes	\$ 64,712,253	\$ 67,890,149	\$ 3,177,896	4.91%
Other Local Taxes	9,282,500	10,160,000	877,500	9.45%
Permits, Privilege Fees and Licenses	558,500	613,000	54,500	9.76%
Fines and Forfeitures	60,000	70,000	10,000	16.67%
Revenue from the Use of Money and Property	855,000	805,000	(50,000)	-5.85%
Charges for Services	5,423,274	5,069,616	(353,658)	-6.52%
Miscellaneous	190,000	190,000	-	0.00%
Recovered Costs	135,000	120,000	(15,000)	-11.11%
Intergovernmental	39,678,148	40,646,446	968,298	2.44%
CIP Bond Revenue/Borrowed Funds	8,500,000	-	(8,500,000)	-100.00%
TOTAL REVENUES	\$ 129,394,675	\$ 125,564,211	\$ (3,830,464)	-2.96%
Fund Balance - Usage of / (Surplus Added to)	\$ 1,357,221	\$ 3,190,410		
TOTAL RESOURCES	\$ 130,751,896	\$ 128,754,621		
Expenditures				
General Government Administration	\$ 3,800,511	\$ 4,038,254	\$ 237,743	6.26%
Judicial Administration	2,302,615	2,366,189	63,573	2.76%
Public Safety	14,889,279	16,438,589	1,549,309	10.41%
General Services	4,172,861	4,338,875	166,013	3.98%
Health and Welfare	10,611,151	11,517,251	906,099	8.54%
Education	70,521,547	73,145,485	2,623,938	3.72%
Parks, Recreation, and Cultural	1,691,623	1,647,804	(43,818)	-2.59%
Community Development	1,841,929	1,887,085	45,156	2.45%
Non-departmental	813,000	854,000	41,000	5.04%
Debt Service	5,318,694	5,106,250	(212,444)	-3.99%
Capital Projects	14,788,685	7,414,840	(7,373,845)	-49.86%
TOTAL EXPENDITURES	\$ 130,751,896	\$ 128,754,621	\$ (1,997,274)	-1.53%



Changes since Public Hearing Notice

-\$6,735,256 Budget Shown on Public Hearing Notice

(337,500) Health Insurance/Personnel @ 9.7% Increase - ER/EE increases
12,980 Add'l state revenue-Elections-State Funding

(7,059,776) Budget shown on County Administrator's Recommended Budget

20,049 Reduction in Outside Agency Funding per BOS Direction
1,110,274 Assesment Values Increased- RE Tax Revenues
(22,638) Comp Board Adjust (Clerk)/DHS-Adjust Insurance
2,500,000 Utility Design & Easement CIP - moved to FY21
261,681 LCPS Projection updates

-\$3,190,410 Surplus/Shortfall



Revenue Highlights

- General Property Revenue: 4.9% Increase (\$3.2M)
- Other Local Taxes: 9.45% Increase (878K)
- CSA Revenues (State): 16.9% Increase (\$275K)
- DHS Revenues (State): 3.2% Increase (\$140K)
- Local Sources (includes Meals Taxes & State Recordation Tax): -13.1% Decrease (\$253K)
- Revenue Recovery Fees: -6.5% Decrease (\$105K)
- LCPS: 1.5% Increase (\$452K)
- Total Revenue Increase: 3.9% (\$4.7M)



Expenditure Highlights - Operating

- 9.7% increase in Health Insurance – County and School
- 2% staff compensation increase
- Additional positions included; Custodian & Assistant County Attorney
- Sheriff/FEMS – Add'l 1M for staffing, salary compression, maintenance contracts
- Volunteer Fire/EMS: Add'l \$71K; Maint. of Vehicles/Equip/Buildings, Insurance
- CSA/DHS: \$788K increase in Services Costs; offset partially with state/federal funding
- Debt: Decreased \$162K due to decreased loan balances
- LCPS: \$2.6M Increase - Salary, Health Insurance, personnel costs, Supplies, Technology, and Other Insurance Cost Increases
- Outside Agencies:
 - Increase \$376K, includes \$213K increase for CVRJ & RJC
 - Region 10 – Discussions still underway



Expenditure Highlights – Capital

- Louisa Wastewater Plant Ammonia-Nitrogen Upgrade: \$334K
- Bowler's Mill Dam Improvements: \$250K
- Sheriff Vehicle Replacements: \$565K
- FEMS Apparatus Replacements: \$750K
- Building/Space Improvements - \$1M
- Aquatic Facility: \$400K
- Transportation Enhancements (Regional Business Park): \$750K
- LCPS: \$1.6M for buses, technology, equipment
- Moved Several Capital projects from FY22 CIP; included in different years



Fund Balance Detail

<i>Audited Fund Balance</i>	61,649,240
<i>Cash Flow Requirements</i>	(12,000,000)
<i>NAPS Fund</i>	(15,800,000)
<i>Other Assigned Funds</i>	(2,156,559)
<i>OPEB / Accrued Leave Liabilities</i>	(15,562,936)
<i>FY21 Usage and Transfers</i>	(7,660,479)
<i>FY21 Pending Usage & Transfers</i>	<u>(200,000)</u>
<i>Available Fund Balance</i>	<u><u>8,269,266</u></u>
<i>Recommended - FY22</i>	<u><u>(3,190,410)</u></u>
<i>Impact of FY22 Proposed Budget</i>	<u><u>5,078,856</u></u>



Current Tax Rates



**Orange County charges an \$.11 Fire & EMS District fee per \$100 assessed value



Projections

As of 3/15/2021	FY2021 Budget	FY2022 Requested	FY2023 Projected	FY2024 Projected	FY2025 Projected	FY2026 Projected
Total Revenues	\$ 129,394,675	\$ 125,564,211	\$ 127,905,328	\$ 160,214,988	\$ 132,445,221	\$ 135,011,456
Total Operational Expenses	\$ 115,963,211	\$ 121,339,781	\$ 125,036,270	\$ 129,294,020	\$ 132,152,865	\$ 135,046,220
Operating Surplus	\$ 13,431,464	\$ 4,224,430	\$ 2,869,058	\$ 30,920,968	\$ 292,356	\$ (34,764)
Requested CIP expenses	\$ 14,788,685	\$ 7,414,840	\$ 8,171,720	\$ 35,482,525	\$ 6,542,319	\$ 10,813,085
Surplus/Shortfall	\$ (1,357,221)	\$ (3,190,410)	\$ (5,302,662)	\$ (4,561,557)	\$ (6,249,963)	\$ (10,847,849)
Tax Rate Increase/Decrease						
Reserves/GF Balance Usage		\$ 3,190,410	\$ 5,302,662	\$ 4,561,557	\$ 5,964,371	
Total Needed		\$ -	\$ -	\$ 0	\$ (285,592)	\$ (10,847,849)



Next Steps

- State revenues are not finalized.
 - Department of Education Funding
 - Compensation Board funding
 - Children's Services Act
 - DHS funding
- Outside Agency & Capital Project discussions
- Salary Increases/Add'l Positions
- Health Insurance – Funding of employee portion
- Cigarette Tax – Do we want to proceed?



Important Upcoming Dates

- April 5: Public Hearing (Assessment)
- April 19: Budget Adoption
- May 3: Budget Appropriation

