

FY 2015 Proposed Fiscal Plan and Board Budget Process



February 10, 2014

Presentation Topics

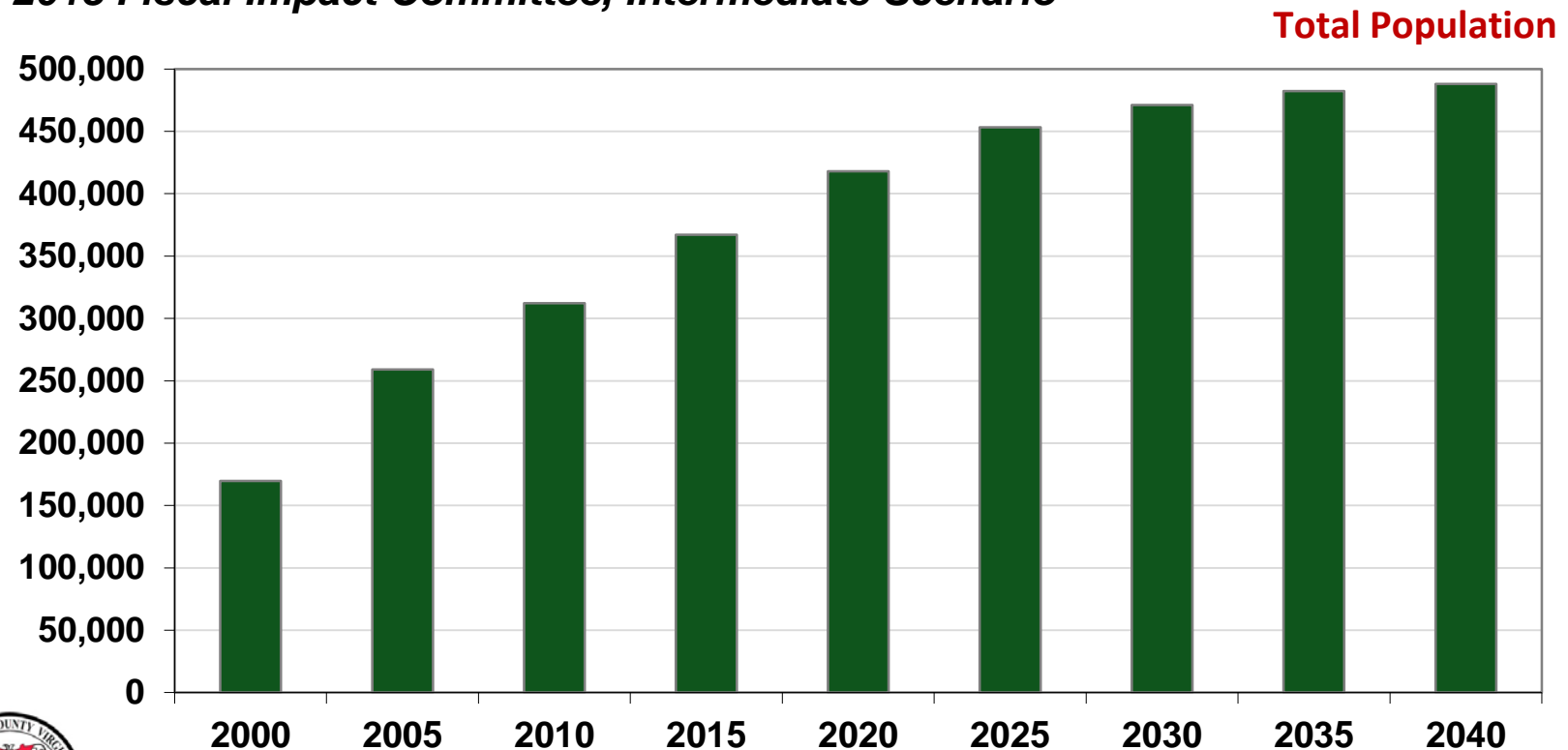
- Demographic and Economic Highlights
- How the Budget is Developed
- Assessments and Tax Rate
- Board Process for Budget Consideration
- How LCPS and County Budgets work together
- Highlights of Proposed Budget
- Highlights of Proposed Capital Program



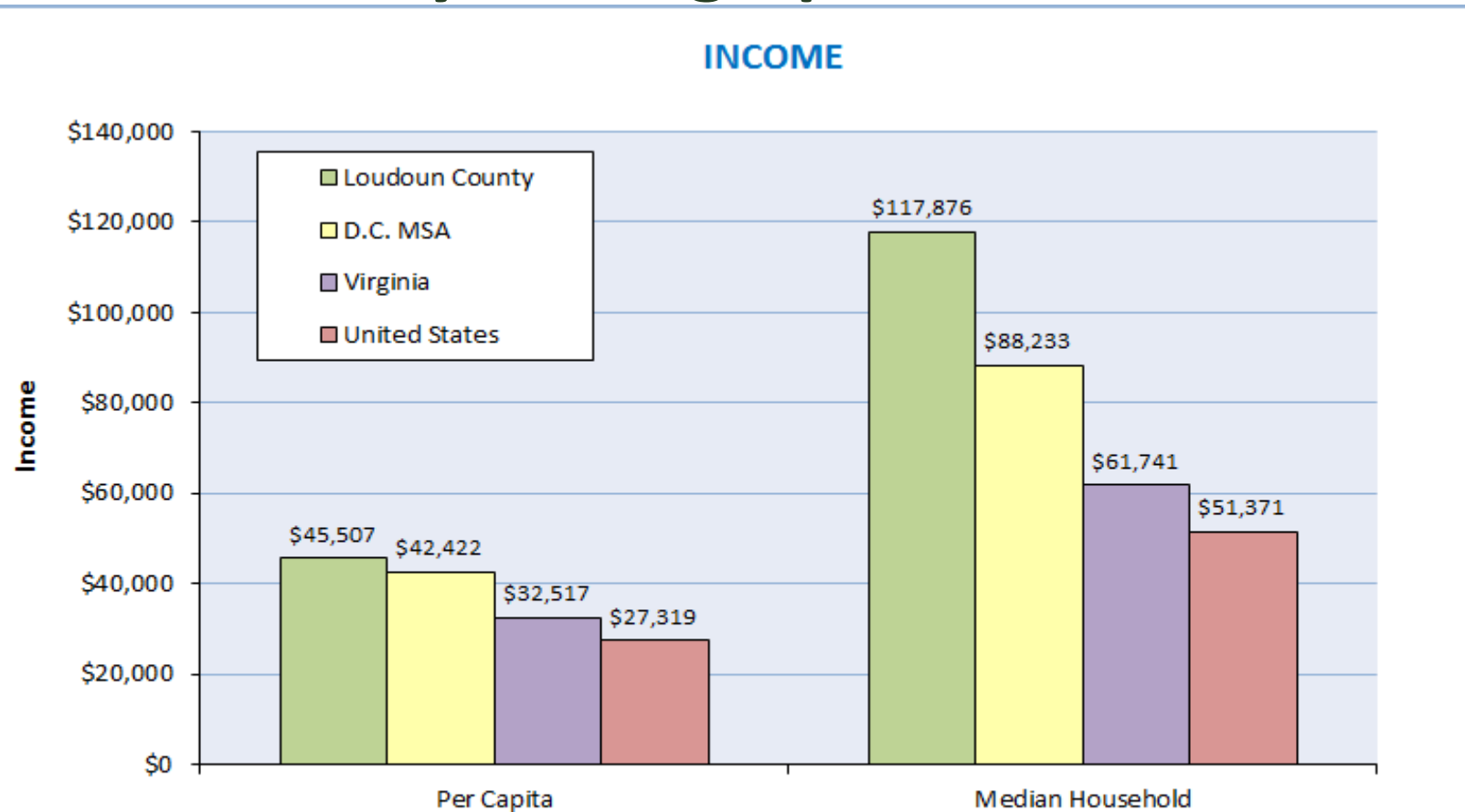
Loudoun County Demographics

Forecasted Population

2013 Fiscal Impact Committee, Intermediate Scenario



Loudoun County Demographics



Source: U.S. Census Bureau, 2012 American Community Survey One-Year Estimates.
Produced by: Loudoun County Department of Planning, November 2013.

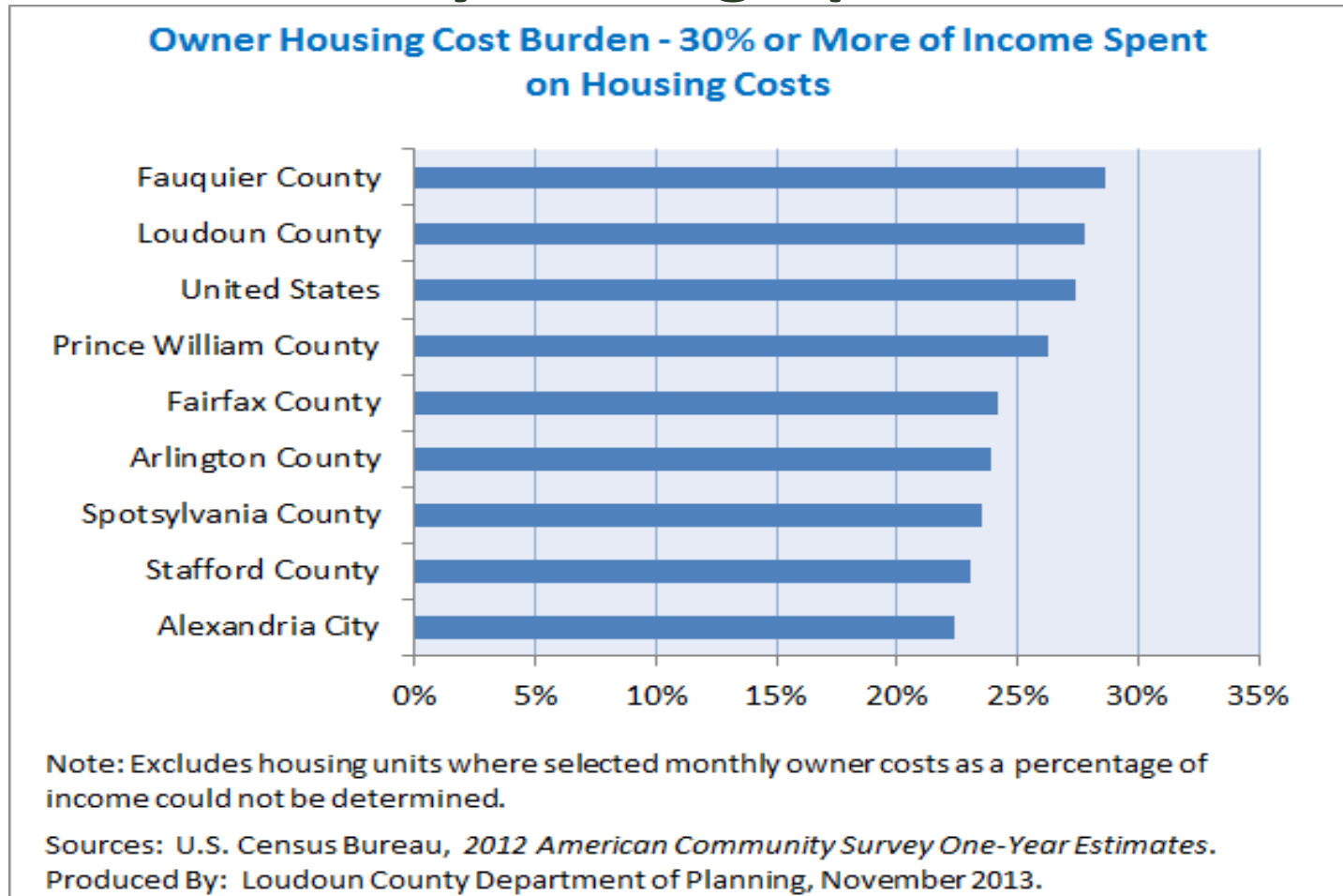


Loudoun County Demographics

- High labor force participation rate of 77% in 2012
- High wage earners
- Large number of households with multiple incomes:
 - Loudoun has 66.4% of its family households with two wage earners in the labor force compared to 51.4% of for the nation overall in 2012.



Loudoun County Demographics



Economic Environment

ECONOMIC REVIEW

- Positive economic outlook
- Low unemployment
- Expanded activity
 - Permits
 - Auto and retail sales
 - Home sales
 - New construction



FY 2015 Revenue Outlook

- Increase of \$69 million in local tax revenue from FY 14 to FY 15
- Increase of real property values of 8.3% from January 2013 to January 2014
- Growth in personal property, sales and BPOL revenues



How the Budget is Developed

- Fiscal Guidance from the Board
 - Estimate of funds available
 - Guide for County Administrator and Schools to aim for
 - Given in September 2013
- County Administrator Budget Development
 - Build budget to address needs within this guidance
 - If needs are greater, inform Board and tell why
 - September through January – Department-based



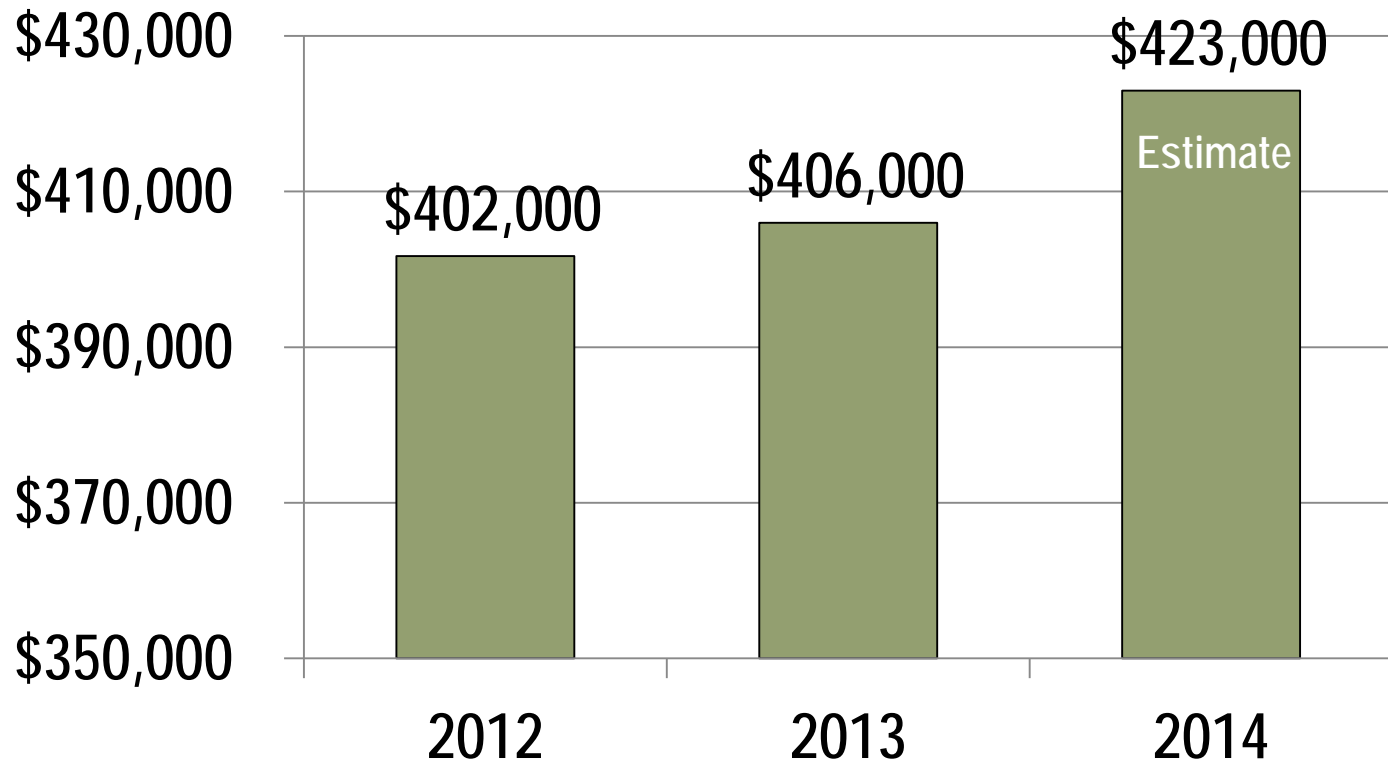
Assessments and Equalized Tax Rate

- Assessment Process
 - Fair Market value as of January 1, 2014
 - Based on recent sales, market data
 - Conducted by Commissioner of Revenue
- Tax Rate
 - Set by Board; rate per \$100 of assessed value
 - “Equalized Rate” – no change in tax bill from 2013 for average homeowner



Average Assessed Value

SINGLE FAMILY HOME



Board of Supervisors Process

- Provide Fiscal Guidance – September 2013
- Receive County Administrator's Presentation – Feb 5
- Meet with School Board – Feb 18
- Budget Public Hearings – Feb 26/27, March 1
- Work Sessions – Month of March
 - Work Session with School Board on March 3
- Budget Adoption – April 2, 2014



How County and LCPS Budgets Integrate

- Local Tax Funding is largest revenue source for LCPS
- Board gives LCPS a “lump sum”
 - Line items for LCPS set by School Board
- Fiscal Guidance from Board also affects anticipated transfer to LCPS
 - Goal is for School Board to meet Board guidance
- Board must consider all needs of County:
 - Schools, Public Safety, Human Services, Development, etc.



FY 2015 Proposed Fiscal Plan

- Equalized tax rate of \$1.155 meets BOS guidance and stated priorities
- Adheres to Board's adopted vision, goals and work plan
- Enhancements
 - Public safety
 - Community development
 - Resources required to open new facilities
- Enhancement requests that remain unfunded



FY 2015 Proposed Fiscal Plan

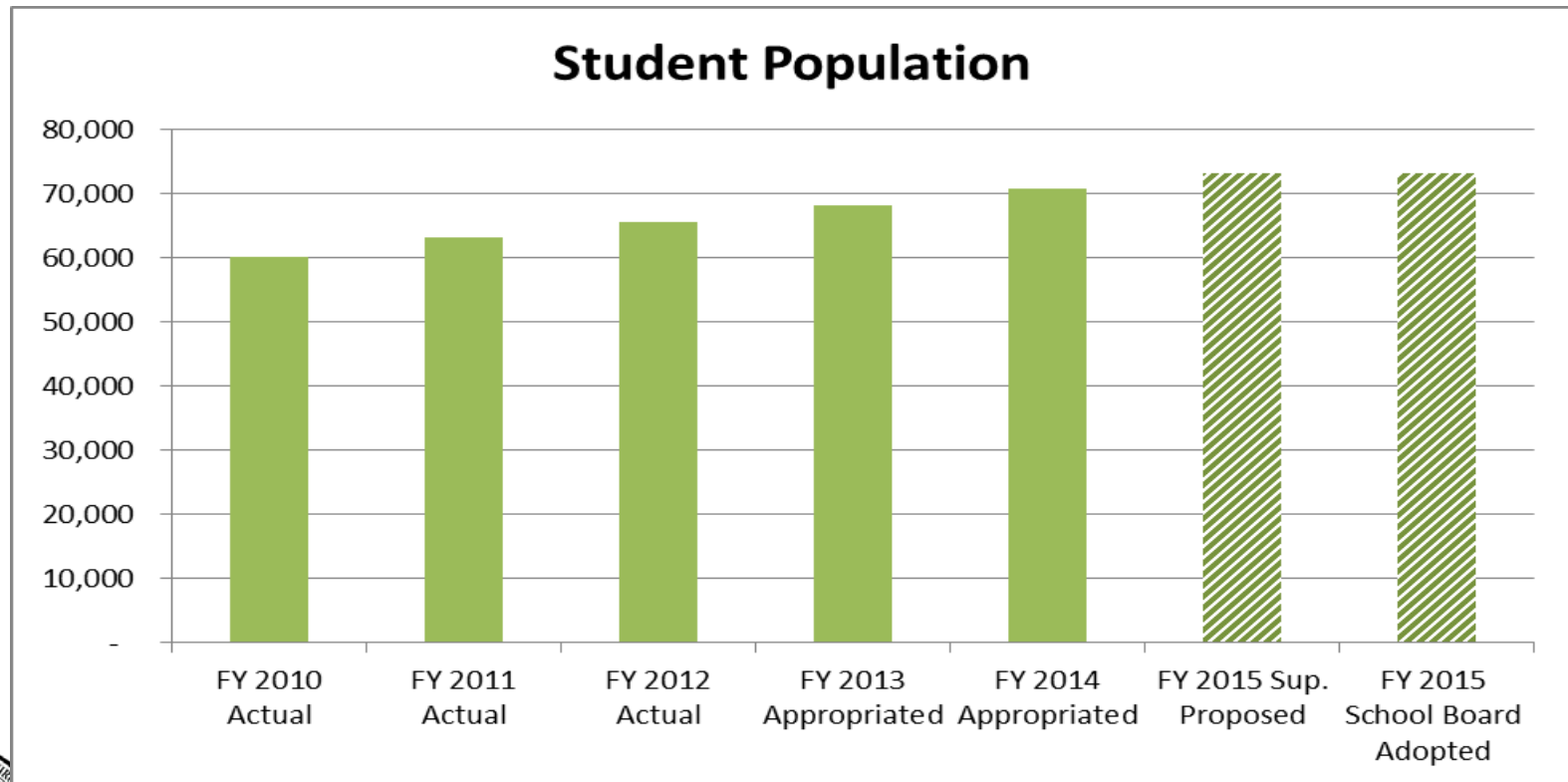
LOUDOUN COUNTY PUBLIC SCHOOLS

- Increase of 2,375 Students
- Opening of 3 new schools
- At equalized rate, including all other revenue sources, LCPS will receive **\$66.7 million** in additional revenue from FY 2014 to FY 2015
 - Approximate 8% increase
 - **Increase** in local transfer: \$45.5 million



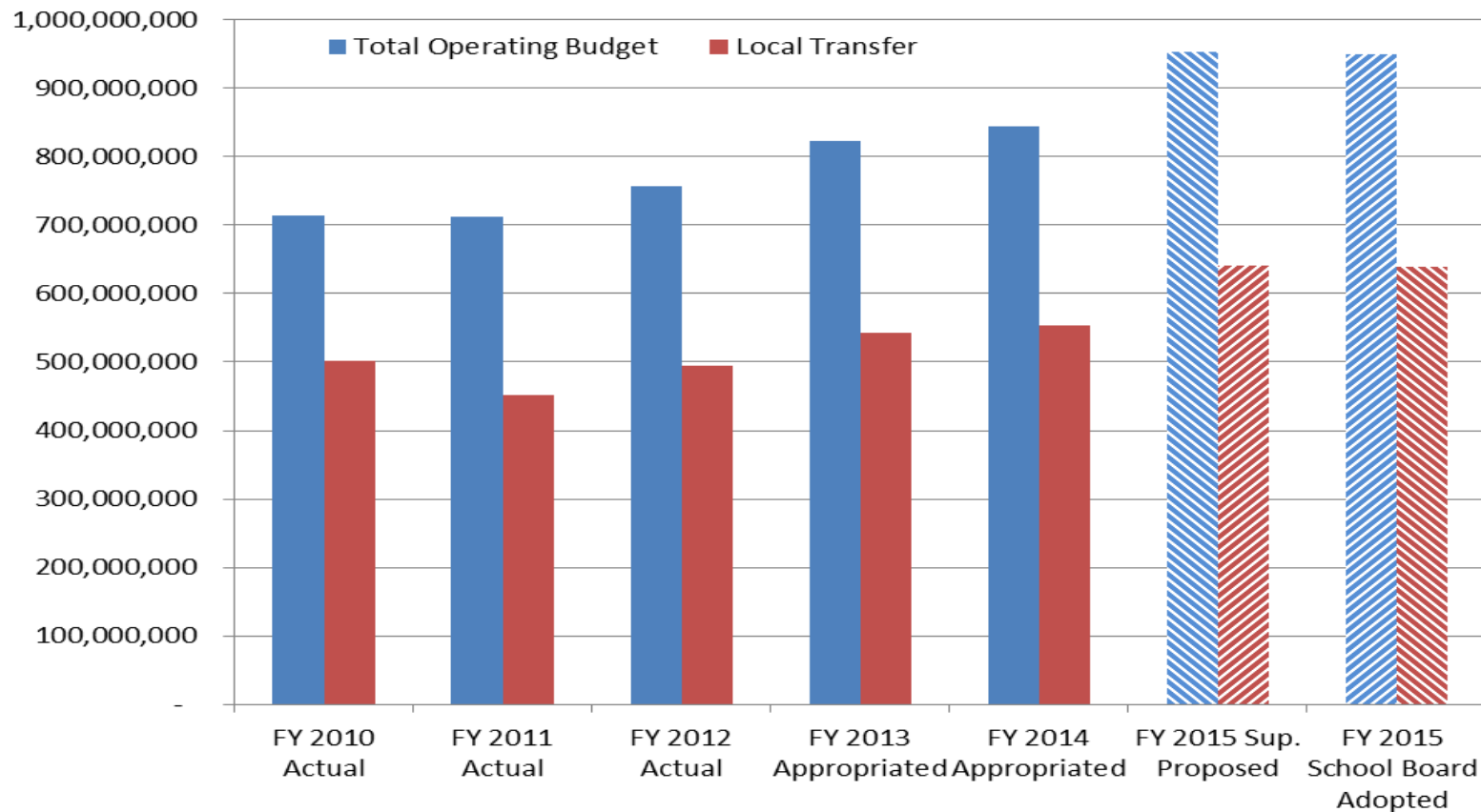
FY 2015 Proposed Fiscal Plan

LOUDOUN COUNTY PUBLIC SCHOOLS

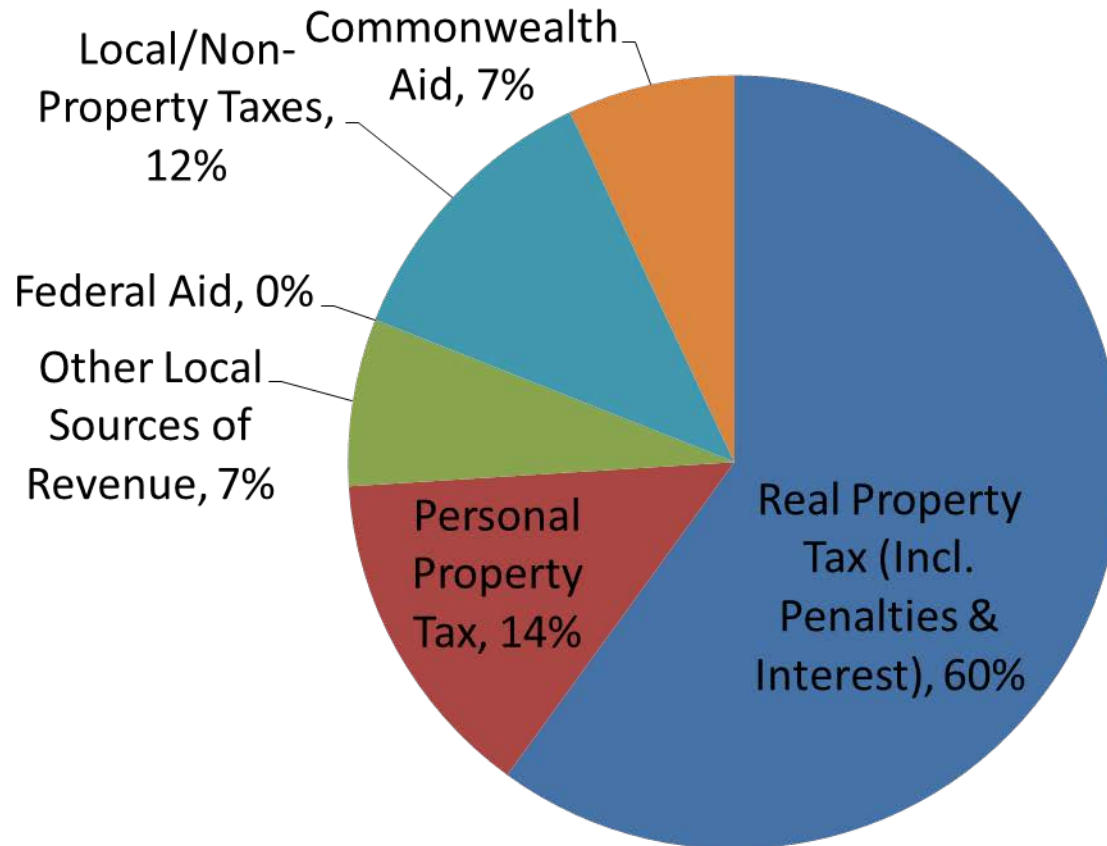


FY 2015 Proposed Fiscal Plan

LCPS Operating Budget and Local Transfer History

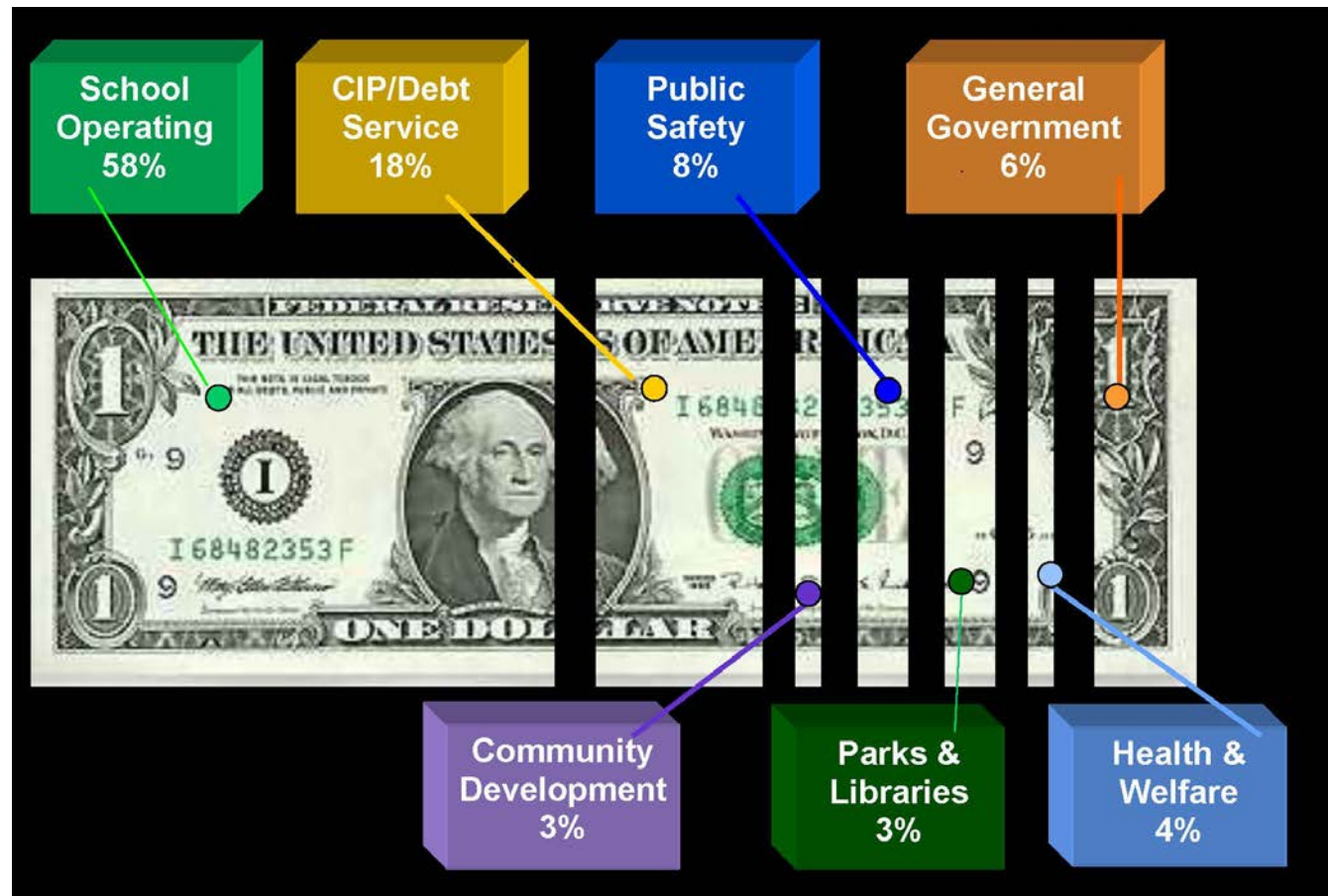


General Revenue Sources



FY 2015 Proposed Fiscal Plan

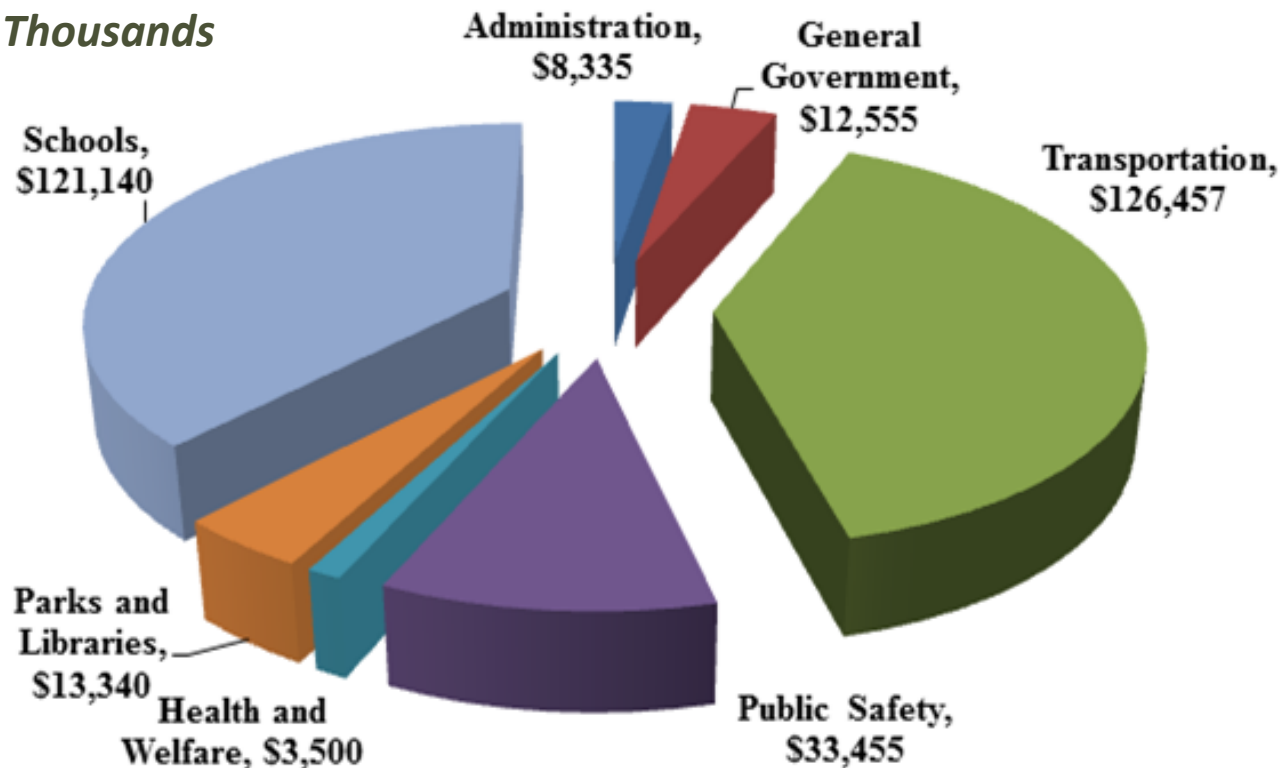
WHERE DOES \$1 GO?



FY 2015 Proposed Fiscal Plan

FY 2015 CAPITAL BUDGET

In Thousands



FY 2015 Proposed Fiscal Plan

FY 2015 CAPITAL BUDGET: GENERAL GOVERNMENT

\$198 million

- Transportation
 - \$40 million for Dulles Rail
 - \$80 million for Road Projects
 - Belmont Ridge Rd, Gloucester Pkwy, Riverside Pkwy
- Dulles Multi-Purpose Center – Phase III
- Courts, Fire Station



FY 2015 Proposed Fiscal Plan

FY 2015 CAPITAL BUDGET: LOUDOUN COUNTY PUBLIC SCHOOLS

\$121 million

- \$35 million for Dulles North Elementary
- \$53.5 million for Dulles North Middle School
- \$6 million for the design funding of Advanced Technology Academy
- \$26.5 million for renovation of Broad Run High School



Public Input

PUBLIC HEARINGS

- Wednesday, February 26 – 3 p.m. and 6 p.m. at the Loudoun County Government Center
- Thursday, February 27 - 6 p.m. (if needed) at the Loudoun County Government Center
- Saturday, March 1 - 9 a.m. at the Loudoun County Public Schools Administration Building



Public Input

PUBLIC HEARINGS

- Call in advance to sign up or sign up at the public hearing to speak at the public hearing by calling 703-777-0200 or 703-777-0204.
- Call the Board of Supervisors comment line 703-777-0115.
- Written comments are welcomed. Please send to the Board of Supervisors, 1 Harrison St., SE, MSC #1, Leesburg, VA 20175 or email to loudounbudget@loudoun.gov.



www.loudoun.gov/budget

UP-TO-DATE INFORMATION ON FY2015 PROPOSED FISCAL PLAN

