



FY 2014 CARRYOVER REVIEW

September 2, 2014

County of Fairfax, Virginia

FY 2014 Carryover: Summary

- Revenue balance of \$8.28 million or 0.23 percent of General Fund Revenues
 - Too close on a base of \$3.61 billion
 - Fluctuations throughout the year resulting from weakness of recovery/ economic growth
 - Continued uncertainty for FY 2015 and beyond
- Disbursement balance of \$63.16 million or 1.71 percent of General Fund Disbursements
 - Encumbrances of \$34.55 million
 - Unencumbered carryover of \$1.84 million, primarily the Incentive Reinvestment Initiative
- Remaining balance of \$26.03 million
- Available balance (including revenues and disbursements) of \$34.31 million

FY 2014 Carryover: Summary Continued

- Focus on non-recurring priority items
 - Accelerations of future year requirements improving the FY 2016 Budget Outlook - \$10.25 million
 - Voting machines, PSHQ one-time costs and second year of the Transitional Reinsurance Program
 - Reduces the FY 2016 shortfall by \$12.85 million
 - County Investments - \$14.79 million
 - IT and capital projects including turf fields, Events Center at WAF, Laurel Hill Adaptive Reuse project and the first contribution to the new Infrastructure Sinking Reserve Fund
 - Other Requirements - \$1.51 million cost / \$4.00 million transfer in
 - Primarily contribution to the Revenue Stabilization Fund and the Impact of Full Day Mondays on the School Health program
 - Offset by available balance from CSB - \$4.0 million transferred back to the General Fund
- Reserve of \$11.22 million net available for the Board for future non-recurring priorities
- Sequestration Reserve of \$7.70 also remains in place

FY 2015 Revenue Update

- Currently projecting that FY 2015 revenues will be down a net \$5.0 million from budget estimates
- Bank Franchise Tax Refund
 - Statewide refund - Fairfax County's portion is \$2.5 million.
- Recordation Taxes down \$3.0 million
 - Assumes the same level of receipts as FY 2014 which were down significantly due a drop in home sales and a sharp decline in refinancing activity
- Growth for Sales Tax and BPOL uncertain
 - FY 2014 receipts fell 0.9% and 2.7%, respectively
 - FY 2015 growth projected at 1.0% and 1.5%, respectively