

Response to Questions on the FY 2006 Advertised Budget Plan

Request By: Chairman Connolly

Question: Show the fiscal impact of the proposed real estate tax rate reductions of other local jurisdictions.

Response: The chart below shows the fiscal impact of the FY 2006 proposed real estate tax rate reductions for surrounding jurisdictions. The real estate tax rate reduction will decrease revenue by \$179.0 million in Fairfax County; \$62.8 million in Prince William County; \$26.3 million in Loudoun County; \$21.6 million in Arlington County; and \$11.2 million in the City of Alexandria.

Jurisdiction	Proposed Real Estate Tax Rate	Real Estate Tax Reduction from FY 2005 Rate	Value of a Penny (millions)	General Fund Impact (millions)	FY 2006 General Fund Revenue (millions)	General Fund Growth over FY 2005
City of Alexandria	\$0.955	\$0.04	\$2.8	(\$11.2)	\$466.4	7.1%
Arlington County	\$0.908	\$0.05	\$4.3	(\$21.6)	\$783.9	9.1%
Fairfax County	\$1.03	\$0.10	\$17.9	(\$179.0)	\$3,018.6	8.9%
Loudoun County	\$1.07	\$0.0375	\$7.0	(\$26.25)	\$781.2	16.7%
Prince William	\$0.924	\$0.146	\$4.3	(\$62.78)	\$750.5	12.6%