Fairfax County Leadership

BOARD OF SUPERVISORS
Sharon Bulova, Chairman
John C. Cook  Braddock District
John W. Foust  Dranesville District
Catherine M. Hudgins  Hunter Mill District
Jeffrey C. McKay  Lee District
Penelope A. Gross, Vice Chairman  Mason District
Daniel G. Storck  Mount Vernon District
Linda Q. Smyth  Providence District
Pat Herrity  Springfield District
Kathy L. Smith  Sully District

COUNTY ADMINISTRATION
Bryan J. Hill, County Executive
Tisha Deeghan  Deputy County Executive
David J. Molchany  Deputy County Executive
David M. Rohrer  Deputy County Executive
Robert A. Stalzer  Deputy County Executive
Joseph M. Mondoro  Chief Financial Officer

From left to right: Daniel G. Storck (Mount Vernon District); John C. Cook (Braddock District); Catherine M. Hudgins (Hunter Mill District); Jeffrey C. McKay (Lee District); Sharon Bulova (Chairman, At-Large); Penelope A. Gross (Mason District, Vice Chairman); John W. Foust (Dranesville District); Kathy L. Smith (Sully District); Linda Q. Smyth (Providence District); and Pat Herrity (Springfield District).

Fairfax County At a Glance

Population: 1,154,258
(2019 projection)

Households: 411,158
(2019 projection)

Land and Water Area: 407 square miles

Median Household Income: $115,717
(U.S. Census Bureau, 2016 American Community Survey)

Bond Rating: Triple-AAA
(Only 90 out of 26,000+ Local and State Governments are rated AAA by Moody’s, Standard and Poor’s, and Fitch)
The FY 2019 Advertised Budget Plan:
*Focuses on priority requirements in FY 2019*
*Expands County and School cooperation and collaboration*
*Incorporates One Fairfax into decision-making process*
*Initiates multi-year Strategic Planning effort*

- Revenue growth in FY 2019 at the current Real Estate Tax rate is projected at 2.82 percent—which would provide $131 million for County and School priorities
- With no change to the Real Estate tax rate, the County would be unable to meet the Schools funding request, compensation would be partially funded, and limited funding would be available for priorities such as Diversion First, Gang Prevention, the Opioid Epidemic, and School Readiness initiatives
- A Real Estate Tax rate increase of 2.5 cents (from $1.13 to $1.155 per $100 of assessed value) is recommended
- The average tax bill would be increased by approximately $268 at the proposed tax rate
- The additional revenue generated allows for an overall increase for the County and Schools of 4.38%
- County positions are increased by a net of 77 positions
- A balance of $3.88 million is available for the Board’s consideration

### FY 2019 Advertised Budget Summary

<table>
<thead>
<tr>
<th>Available Revenue Increase</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenue Increase at Current Real Estate Tax Rate</td>
<td>$130.72</td>
</tr>
<tr>
<td>Revenue due to 2.5 cent Real Estate Tax Rate Increase</td>
<td>$61.60</td>
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<tr>
<td>Net Impact of Transfers In</td>
<td>$0.11</td>
</tr>
<tr>
<td><strong>Total Available</strong></td>
<td><strong>$192.43</strong></td>
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</table>

<table>
<thead>
<tr>
<th>FY 2019 Requirements</th>
<th></th>
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</thead>
<tbody>
<tr>
<td><strong>Schools Support</strong></td>
<td><strong>$95.10</strong></td>
</tr>
<tr>
<td>School Operating Transfer</td>
<td>$88.35</td>
</tr>
<tr>
<td>School Debt Service Transfer</td>
<td>$4.25</td>
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<tr>
<td>School Construction</td>
<td>$2.50</td>
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<tr>
<td><strong>County Requirements</strong></td>
<td><strong>$84.71</strong></td>
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<tr>
<td>Employee Pay and Benefits</td>
<td>$55.72</td>
</tr>
<tr>
<td>Capital and Debt</td>
<td>$3.02</td>
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<tr>
<td>Public Safety</td>
<td>$7.48</td>
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<tr>
<td>Human Services</td>
<td>$8.78</td>
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<tr>
<td>Community Development</td>
<td>$11.36</td>
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<tr>
<td>Cost of County Operations</td>
<td>$1.75</td>
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<tr>
<td>Reductions/Savings</td>
<td>($3.40)</td>
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<tr>
<td><strong>Reserve Adjustments</strong></td>
<td><strong>$8.74</strong></td>
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<tr>
<td><strong>Total Uses</strong></td>
<td><strong>$188.55</strong></td>
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<tr>
<td><strong>Available for Other Critical Requirements</strong></td>
<td><strong>$3.88</strong></td>
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</table>
FY 2019 Proposed Spending Priorities

Fairfax County Public Schools
- Proposed County Transfers total $2.26 billion—an increase of $95.10 million or 4.38% over FY 2018
- School Operating transfer meets School Board’s request after accounting for increased state revenues
- Begins to address increased capital needs with the assumption of an annual increase of $25 million in School bonds

Employee Compensation
- Full County Compensation Plan is funded, including 2.25% Market Rate Adjustment, Performance/Merit/Longevity increases
- Required benefit adjustments are funded

Capital and Debt Service
- Meets debt service requirements
- No increases for the County’s capital paydown program have been included—adjustments will be made as part of the FY 2018 Third Quarter Review

Public Safety
- Priorities funded include staffing for South County Police Station, Diversion First Initiative, Gang Prevention Initiative, replacement of expiring SAFER grant funds for Fire and Rescue, increased contribution to Volunteer Fire and Rescue Association
FY 2019 Proposed Spending Priorities

Human Services

- Priorities funded include Opioid Task Force, Early Childhood Care slots, expansion of Opportunity Neighborhoods and Nurse Family Partnership Program, new School-Age Child Care rooms, nursing services for medically fragile students, support for Area Agency on Aging Grants

Community Development

- Priorities funded include Metro, Fairfax First Initiative, Fairfax Connector and Virginia Railway Express (VRE) requirements, increased support for Parks

Cost of County Operations/Reductions & Savings

- Priorities funded include service enhancements in Tax Administration, IT software support, basic requirements for facility costs
- Also includes reductions based on trends in Personnel Services and Operating Expenses in several agencies

Reserves

- 10% of FY 2019 disbursement increases held in reserve
- Total reserves estimated at 8.19% of General Fund disbursements in FY 2019 (of 10% Target)
- Revenue Stabilization expected to be fully funded at 5% in FY 2019
The General Fund in the FY 2019 Advertised Budget

Where It Comes From...

FY 2019 Revenues
$4.29 billion

- Real Estate Taxes, $2,802.54 mil (65.3%)
- Personal Property Taxes*, $623.43 mil (14.5%)
- Local Taxes, $521.31 mil (12.1%)
- Revenue from the Commonwealth*, $97.25 mil (2.3%)
- Charges for Services, $81.87 mil (1.9%)
- Permits, Fees and Regulatory Licenses, $53.01 mil (1.2%)
- Revenue from the Use of Money and Property, $49.16 (1.2%)
- Revenue from the Federal Government, $35.68 mil (0.8%)
- Recovered Costs/Other Revenue, $16.64 mil (0.4%)
- Fines and Forfeitures, $12.18 mil (0.3%)

* For presentation purposes, Personal Property Taxes that are reimbursed by the Commonwealth as a result of the Personal Property Tax Relief Act of 1998 are included in the Personal Property Taxes category.

Where It Goes...

Schools remain at 52.8% of the General Fund budget—the same level as FY 2018

- Fairfax County Public Schools, $2,264.25 mil (52.8%)
- Public Safety, $510.38 mil (11.9%)
- Health and Welfare, $465.58 mil (10.9%)
- Nondepartmental, $393.28 mil (9.2%)
- Transfers to Other Funds, $159.04 mil (3.7%)
- County Debt Service, $149.05 mil (3.5%)
- Central Services, $85.13 mil (2.0%)
- Public Works, $78.84 mil (1.8%)
- Parks and Libraries, $55.95 mil (1.3%)
- Community Development, $53.70 mil (1.2%)
- Judicial Administration, $40.06 mil (0.9%)
- Legislative-Executive, $32.83 mil (0.8%)
## FY 2019 Proposed Taxes and Fees

<table>
<thead>
<tr>
<th>Type</th>
<th>Unit</th>
<th>FY 2017 Actual Rate</th>
<th>FY 2018 Actual Rate</th>
<th>FY 2019 Recommended Rate</th>
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<tbody>
<tr>
<td><strong>GENERAL FUND TAX RATES</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Real Estate</td>
<td>$100/Assessed Value</td>
<td>$1.13</td>
<td>$1.13</td>
<td>$1.155</td>
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<tr>
<td>Personal Property</td>
<td>$100/Assessed Value</td>
<td>$4.57</td>
<td>$4.57</td>
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<tr>
<td><strong>NON-GENERAL FUND TAX RATES</strong></td>
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<tr>
<td>REFUSE RATES</td>
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<tr>
<td>Refuse Collection (per unit)</td>
<td>Household</td>
<td>$345</td>
<td>$345</td>
<td>$350</td>
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<tr>
<td>Refuse Disposal (per ton)</td>
<td>Ton</td>
<td>$62</td>
<td>$64</td>
<td>$66</td>
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<tr>
<td>Leaf Collection</td>
<td>$100/Assessed Value</td>
<td>$0.015</td>
<td>$0.013</td>
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<tr>
<td>SEWER CHARGES</td>
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<tr>
<td>Sewer Base Charge</td>
<td>Quarterly</td>
<td>$24.68</td>
<td>$27.62</td>
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<td></td>
<td>Sewer Availability Charge</td>
<td>Residential</td>
<td>$7,750</td>
<td>$8,100</td>
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<tr>
<td>Sewer Service Charge</td>
<td>Per 1,000 Gallons</td>
<td>$6.68</td>
<td>$6.75</td>
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<td>COMMUNITY CENTERS</td>
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<tr>
<td>McLean Community Center</td>
<td>$100/Assessed Value</td>
<td>$0.023</td>
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<td>Reston Community Center</td>
<td>$100/Assessed Value</td>
<td>$0.047</td>
<td>$0.047</td>
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<td>OTHER</td>
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<tr>
<td>Stormwater Services District</td>
<td>$100/Assessed Value</td>
<td>$0.0275</td>
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<td>Route 28 Corridor</td>
<td>$100/Assessed Value</td>
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<td>Dulles Rail Phase I</td>
<td>$100/Assessed Value</td>
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<td>Dulles Rail Phase II</td>
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<td>Integrated Pest Management Program</td>
<td>$100/Assessed Value</td>
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<td>Commercial Real Estate Tax for Transportation</td>
<td>$100/Assessed Value</td>
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<td>Tysons Service District</td>
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<td>Reston Service District</td>
<td>$100/Assessed Value</td>
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<td>$0.021</td>
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Rates *italicized and in bold* are proposed to be adjusted in FY 2019.
FY 2019 Budget Schedule

February 20, 2018  County Executive presents FY 2019 Advertised Budget Plan
February 27, 2018  Joint Board of Supervisors/School Board Budget Committee Meeting
March 6, 2018  Board of Supervisors advertises FY 2019 tax rates
March 20, 2018  Board of Supervisors advertises FY 2018 Third Quarter Review
April 10-12, 2018  Board of Supervisors holds Public Hearings on FY 2019 Budget, FY 2018 Third Quarter Review, and FY 2019-FY 2023 Capital Improvement Program
April 24, 2018  Board of Supervisors marks-up FY 2019 Budget, adopts FY 2019-FY 2023 Capital Improvement Program and FY 2018 Third Quarter Review
May 1, 2018  Board of Supervisors adopts FY 2019 Adopted Budget
May 15-16, 2018  School Board holds public hearings on FY 2019 budget
May 24, 2018  School Board adopts FY 2019 Approved Budget
July 1, 2018  FY 2019 Budget Year Begins

How to Become Involved:

Sign up to speak at one of the public hearings, by calling the Clerk to the Board’s Office at (703) 324-3151, TTY 703-324-3903, or access the form to sign up to speak at www.fairfaxcounty.gov/bosclerk/speakers-form

The public can send written testimony or communicate with the Clerk’s Office by email at: clerktothebos@fairfaxcounty.gov

Fairfax County is committed to nondiscrimination on the basis of disability in all county programs, services and activities. Reasonable accommodations will be provided upon request. For information, call the Department of Management and Budget, 703-324-2391, TTY 711.

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www.fairfaxcounty.gov/budget