

City of Falls Church

FY2019 BUDGET & CAPITAL IMPROVEMENTS PROGRAM

April 23, 2018



Community Input

- 6 City Council Meetings**
- 2 Sunday Town Hall Meetings**
- 8 Staff Presentations**
- 18 City social media posts & press releases**
- 31 Public comments & letters**



Additional General Govt Items

- \$30k for Commercial District Improvements
 - Funded by hotel tax receipts
- \$50k for State EMS Grant
 - Appropriated to Volunteer Fire Department
- \$50k for State Fire Equipment Grant
 - Appropriated to Arlington Co for apparatus

FY2019 Budget Overview

Option 1

| | FY2018 | FY2019 | \$Change | %Change |
|---------------------------|---------------------|---------------------|--------------------|-------------|
| General Gov't | \$37,207,314 | \$37,952,691 | \$ 745,377 | 2.0% |
| School Transfer | 41,148,000 | 42,319,046 | 1,171,046 | 2.8% |
| WMATA | 954,819 | 1,187,500 | 232,681 | 24.4% |
| Debt Service | 6,445,512 | 9,198,000 | 2,752,488 | 42.7% |
| CIP Financing | 600,000 | 1,240,000 | 640,000 | 106.7% |
| Pension ROI | - | (640,000) | (640,000) | - |
| Interfund Transfers | 1,010,567 | 1,290,000 | 279,433 | 27.7% |
| Total Expenditures | \$87,366,212 | \$92,547,237 | \$5,181,025 | 5.9% |

FY2019 Budget Overview

Option 2

| | FY2018 | FY2019 | \$Change | %Change |
|---------------------------|---------------------|---------------------|--------------------|-------------|
| General Gov't | \$37,207,314 | \$37,952,691 | \$ 745,377 | 2.0% |
| School Transfer | 41,148,000 | 41,970,960 | 822,960 | 2.0% |
| WMATA | 954,819 | 1,187,500 | 232,681 | 24.4% |
| Debt Service | 6,445,512 | 9,198,000 | 2,752,488 | 42.7% |
| CIP Financing | 600,000 | 1,240,000 | 640,000 | 106.7% |
| Pension ROI | - | (640,000) | (640,000) | - |
| Interfund Transfers | 1,010,567 | 1,290,000 | 279,433 | 27.7% |
| Total Expenditures | \$87,366,212 | \$92,199,151 | \$4,832,939 | 5.5% |

Net Revenue Requirement

Option 1

| | FY2019 Revenue Impact | RE Cents | Median Homeowner Impact |
|--------------------------------|-----------------------|------------|-------------------------|
| Debt Service* | \$ 2,002,488 | 5.0 | \$338 |
| Operating Budget | (1,302,068) | (3.0) | (203) |
| WMATA** | 232,681 | 0.5 | 34 |
| Net Revenue Requirement | \$933,101 | 2.5 | \$169 |

Total Real Estate Tax Proposed: \$1.355

Median Home AV Growth: \$262 + 2.5 cents: \$169 = Total: \$431

*Debt service impact excludes cost of bond issuance funded with bond proceeds

**WMATA impact excludes use of NVTA 30% Funds

Net Revenue Requirement

Option 2

| | FY2019 Revenue Impact | RE Cents | Median Homeowner Impact |
|--------------------------------|-----------------------|-------------|-------------------------|
| Debt Service* | \$ 2,002,488 | 5.0 | \$338 |
| Operating Budget | (1,650,154) | (3.85) | (261) |
| WMATA** | 232,681 | 0.5 | 34 |
| Net Revenue Requirement | \$585,015 | 1.65 | \$111 |

Total Real Estate Tax Proposed: \$1.3465

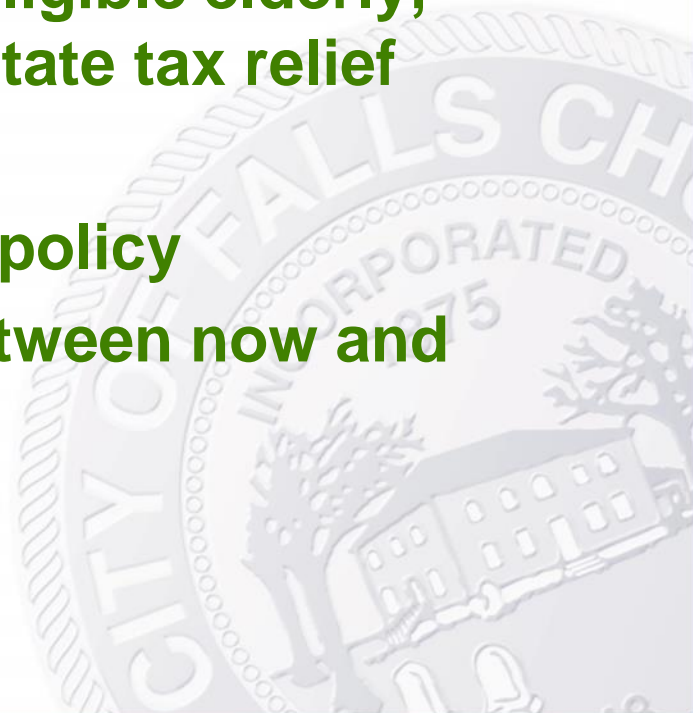
Median Home AV Growth: \$262 + 1.65 cents: \$111 = Total: \$373

*Debt service impact excludes cost of bond issuance funded with bond proceeds

**WMATA impact excludes use of NVTA 30% Funds

Property Tax Relief

- **\$45k of additional benefit in FY19 Budget**
- **\$327k budget allocation for eligible elderly, disabled, and Veteran real estate tax relief**
- **Will begin June 2019**
- **More public input sought on policy**
- **Ordinance to be reviewed between now and November, 2018**



Summary

| | Original | Option 1 | Option 2 |
|------------------------|-------------|-------------|--------------|
| Operating Budget | - 3 cents | - 3 cents | - 3.85 cents |
| Capital Program | + 6 cents | + 5 cents | + 5 cents |
| WMATA | + 2.5 cents | + .5 cents | + .5 cents |
| Total Increase | + 5.5 cents | + 2.5 cents | + 1.65 cents |
| RE Tax Rate | 1.385 cents | 1.355 cents | 1.3465 cents |
| School Transfer Growth | 2.8% | 2.8% | 2.0% |