

Spotsylvania County



FY 2020 End of Year Report
Preliminary, Unaudited Data
October 27, 2020



FY 2020 General Fund

• Property Taxes:	\$184.7m
• Other Local Taxes/Fees:	63.0m
• State/Federal Funding:	<u>48.7m</u>
• Revenues:	\$296.4m
• Local Funds to Education:	\$129.0m
• Public Safety:	59.0m
• General Gov't, Judicial, Public Works:	33.9m
• Health & Welfare:	25.9m
• Debt Service (net of refunding escrow):	10.0m
• Parks & Recreation:	7.3m
• Community Development:	<u>2.4m</u>
• Subtotal Expenditures:	\$267.9m
• Net Transfers Out:	<u>3.6m</u>
Expenditures & Net Transfers:	\$271.5m



**\$24.9m
add**

Preliminary End-of-Year Data



General Fund Balance

Revenue -	\$296.4m
Expenditures & net transfers -	<u>(271.5m)</u>
Surface add to fund balance ...	\$24.9m



Less:

• Recommended carry forward	(\$2.3m)*
• Potential Schools' carry forward	(5.5m)
• FY 2021 bgt use of FB	(5.0m)
• FY 2021 bgt use – freed local	(10.2m)
• Add to Schools' HI reserve	(8.0m)
• Changes in other policy reserves	<u>(2.2m)</u>
Other factors reducing avail. FB	(\$33.3m)

*Net of associated revenues



General Fund Balance

Real use of FB – all considerations = \$8.4m use

Relative to budgeted use of \$15.2M = \$6.8M add

What's it mean?

- Starting point (\$0.4m)
- Impact relative to budgeted use 6.8m
- Misc./rounding 0.2m
- **Ending available fund balance \$6.6m**



How'd We Get Here?

Starting point

- Fund balance – 6/30/19 \$4.3m
- Subsequent planned uses in FY 20 (3.0m)
- Restatement of ending balance (1.6m)
- **Revised starting point (\$0.4m)**

Revenue performance

- Interest earnings/gains \$2.0m
- Sales tax 1.7m
- Business license 0.8m
- DSS/CSA 0.7m



How'd We Get Here?

Revenue Performance - continued

• Bank stock taxes	\$0.7m
• Recordation tax	0.6m
• Transient occupancy	(0.2m)
• Meals tax	(0.3m)
• Parks & Rec registrations/fees	(0.3m)
• Public Service Corporation taxes	(0.4m)
• Communications sales tax	(0.4m)
• Grants	(0.6m)
• Real estate tax	(2.2m)



How'd We Get Here?

Revenue Performance- continued

- Miscellaneous \$1.2m
- **Revenue compared to budget** **\$3.3m** +

Expenditure Performance

- OPEB (savings here adds to reserve) \$1.9m
- Health insurance savings 1.8m
- Other personnel savings 1.7m
- Fire/Rescue savings 1.0m
- Information Services savings 0.8m
- Contingency savings 0.5m



How'd We Get Here?

Expenditure Performance- continued

• Bldgs/Grnds/Maintenance savings	\$0.4m	
• Parks & Recreation savings	0.4m	
• DSS/CSA expense savings	0.3m	
• Sheriff's Office savings	0.3m	
• HR savings	0.2m	
• Miscellaneous savings	<u>0.8m</u>	
• Expense savings*	\$10.1m	+

*Net of carryover



How'd We Get Here?

Transfers Performance

• Transfer from Sch. Op. – HI reserve	\$8.0m	
• Transfers from other funds	0.5m	
• Transfers out savings	<u>0.3m</u>	
• Transfers compared to budget	\$8.8m	+

Reserve Changes

• Increase Schools' HI reserve	\$8.0m	
• Increase County's OPEB reserve	1.9m	
• Other adjustments	<u>0.3m</u>	
• Changes to Use for Reserves	\$10.2m	-



How'd We Get Here?

FY 2021 Planned Use

- Adopted Budget use \$5.0m
- **FY 2021 Planned Use** **\$5.0m** -

Put It Together for EOY Fund Balance

- Revised starting point (\$0.4m)
- + Revenue adds compared to bgt. 3.3m
- + Expense savings (net carryover) 10.1m
- + Transfers from other funds 8.8m
- - Reserve adjustments (10.2m)
- - FY 2021 budgeted use (5.0m)
- = **Ending available fund balance** **\$6.6m**



General Fund Balance

Policy Reserves at End of FY 2020 -

General -

Fiscal Stability Reserve (11%)	\$51.0m
Budget Stabilization Reserve	5.0m

Specific -

Health Insurance Reserve	4.9m
Economic Opp. Reserve	2.0m
County OPEB Reserve	4.9m
Schools OPEB Reserve	5.2m
Schools Health Insurance Reserve	<u>12.8m</u>

\$85.9m

Amount > Reserve Requirements 6.6m

\$92.6m



Update on Certain Taxes

Tax	Pre-COVID Est.	COVID Est.	Actuals
FY 2020 ...			
Meals	\$9.6M	\$8.0M	\$9.4M
Sales	\$19.5M	\$19.2M	\$20.7M
Hotels	\$1.5M	\$1.0M	\$1.3M
BPOL	\$4.5M	n/a = \$4.5M	\$5.3M
Total	\$35.1M	\$32.7M	\$36.7M



Update on Certain Taxes

Tax	Budget	Based on 1 st Q*
FY 2021 ...		
Meals	\$8.0M	\$8.9M
Sales	\$19.0M	\$21.0M
Hotels	\$1.0M	\$1.2M
BPOL	\$4.5M	\$5.3M
Total	\$32.5M	\$36.4M

+\$3.9m

* Barring negative changes in the COVID situation



Carryover Process

- Process through which departments submit requests to carry over unexpended funding.
- Carryover is not meant to:
 - be a second “bite” at the budget process;
 - create contingency within a dept. budget;
 - serve as a “reward” to be spent in the subsequent year for having saved funds during the course of the prior year.
- Intent is to allow for the carryover and re-appropriation of obligations and/or restricted funds



Action Needed

- Approval of budget adjustment and appropriation for FY 2020 recommended carryover - County government funds only (\$4.2m; GF only = \$2.3m)
- Schools' carryover typically is requested after the audit is presented to the Board (\$5.5m)

Category	Total (all funds)	% of Total
Obligated in FY 2020	\$2,210,146	52.1%
Grant Funded or Restricted	\$2,030,833	47.9%
Total – All County Gov't Funds	\$4,240,979	