



REVISED FY2021 PROPOSED BUDGET



Virtual City
Council Meeting
April 27, 2020

Revised FY2021 Budget

General Fund

	FY2020 Adopted	FY2021		Variance FY2020 vs FY2021	Percent Change
		March 9 Proposed	Revised Proposed		
Operating Revenues	\$93,292,076	\$96,271,373	\$91,127,197	(\$2,164,879)	-2.3%
Use of Reserves	5,999,800	7,260,605	6,809,300	809,500	13.5%
Total Revenues	\$99,291,876	\$103,531,978	\$97,936,497	(\$1,355,379)	-1.4%
School Transfer	\$43,363,277	\$44,791,527	\$42,863,277	(\$500,000)	-1.2%
General Government	40,821,243	41,944,309	38,772,078	(2,049,165)	-5.0%
WMATA	2,269,856	2,709,610	2,214,610	(55,246)	-2.4%
Debt Service	13,477,500	14,726,532	14,726,532	1,249,032	9.3%
Pension ROI	(640,000)	(640,000)	(640,000)	-	0.0%
Total Expenditures	\$99,291,876	\$103,531,978	\$97,936,497	(\$1,355,379)	-1.4%

Local Tax Revenue

	FY2020 Adopted	FY2021		Variance FY2020 vs FY2021	Percent Change
		March 9 Proposed	Revised Proposed		
Real Estate Tax	\$57,991,000	\$60,384,000	\$60,284,000	\$2,293,000	4.0%
Personal Property Tax	6,278,200	5,984,000	5,525,000	(753,200)	-12.0%
Sales Tax	4,979,000	5,500,000	4,950,000	(29,000)	-0.6%
Meals Tax	3,496,000	3,811,000	2,858,250	(637,750)	-18.2%
BPOL	4,369,000	4,596,000	2,987,400	(1,381,600)	-31.6%
Other Taxes	4,621,000	4,421,000	3,846,800	(774,200)	-16.8%

FY2021 Revenue Projections

Compared to March Proposed

REVENUE	PROJECTION
Real Property Tax	4%
Personal Property Tax	-10%
Sales Tax	-1%
Meals Tax	-20%
BPOL	-30%
Transient Occupancy Tax	-35%
Charges for Services	-15%
Fines & Forfeitures	-15%
Investment & Rent	-1%



Total Shortfall

Revenue Shortfall	\$1.36 million
<u>Mandated Increases</u>	<u>\$1.00 million</u>
Total Shortfall	\$2.36 million



FY2021 Balancing Measures

Reductions Relative to FY2020

- **Eliminate employee merit increases & police step increases** (hold to FY2020 level)
 - **Reduce School Board Transfer** (\$500,000)
 - **Freeze General Govt vacancies** (\$710,000)
 - **Suspend pay-as-you-go funds for capital projects**
 - **City Facilities Reinvestment** (\$175,000)
 - **Neighborhood Traffic Calming** (\$100,000)
 - **Sidewalks Improvements** (\$100,000)
- Re-evaluate in October, 2020**

FY2021 Balancing Measures

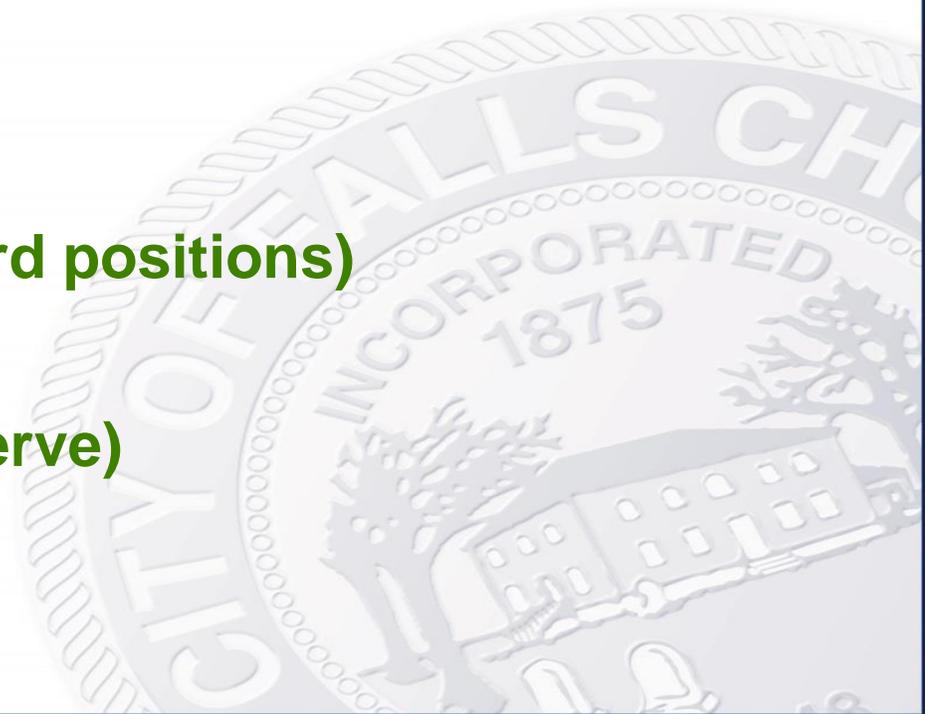
General Government

- Retirement contribution savings (\$160,000)
- Reduced recreation programs (\$200,000)
- Travel, training, profess development (\$ 93,000)
- Adult Correction Services (\$ 87,000)
- Departmental Cuts (\$228,000)
 - Examples: overtime, salaries for temporary personnel, repairs & maintenance, office supplies and equipment,

FY2021 Budget Highlights

Public Health & Safety

- ✓ **Emergency Management Coordinator**
(staff re-assignment)
- ✓ **Public Safety Aid positions**
(3 FTEs, re-assigning Crossing Guard positions)
- ✓ **Building Safety: 2 existing FTEs**
(**\$275,000 from Building Permit Reserve**)



FY2021 Budget Highlights

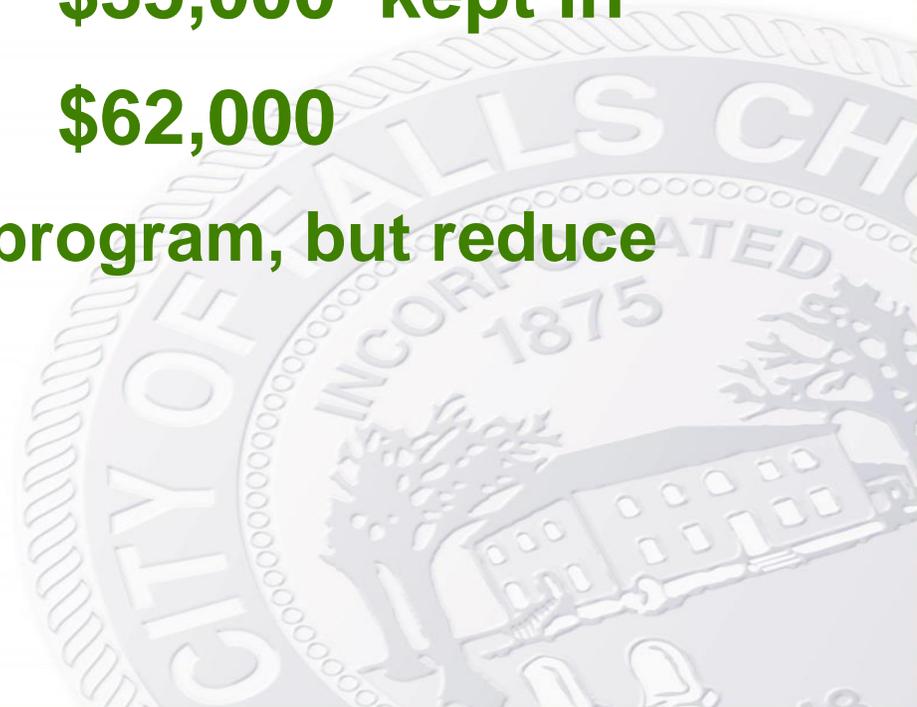
Inclusiveness and Social Sustainability

- ✓ Rent relief for seniors & persons with disability
\$18,000 kept in
- ✓ Rental assistance
\$11,000 kept in
- ✓ CDBG Funds for emergency rental assistance
\$39,000 awarded (new)
- Affordable housing
 - \$2 M State Grant **Currently On Hold**

FY2021 Budget Highlights

Small Town Character

- ✓ **Eliminate Library Fines** **\$35,000 kept in**
- ✓ **Downtown improvements** **\$62,000**
 - **Keep the Hotel Tax funded program, but reduce based on new forecast.**



FY2021 Budget Highlights

WMATA Subsidy

	FY2020	FY2021	Change
Net Local Subsidy	\$1,840,000	\$1,995,000	\$155,000
<u>Sources:</u>			
Local Revenue	1,476,000	1,476,000	-
NVTA 30%	364,000	519,000	155,000
Local Debt	-	-	-

FY2021 Budget

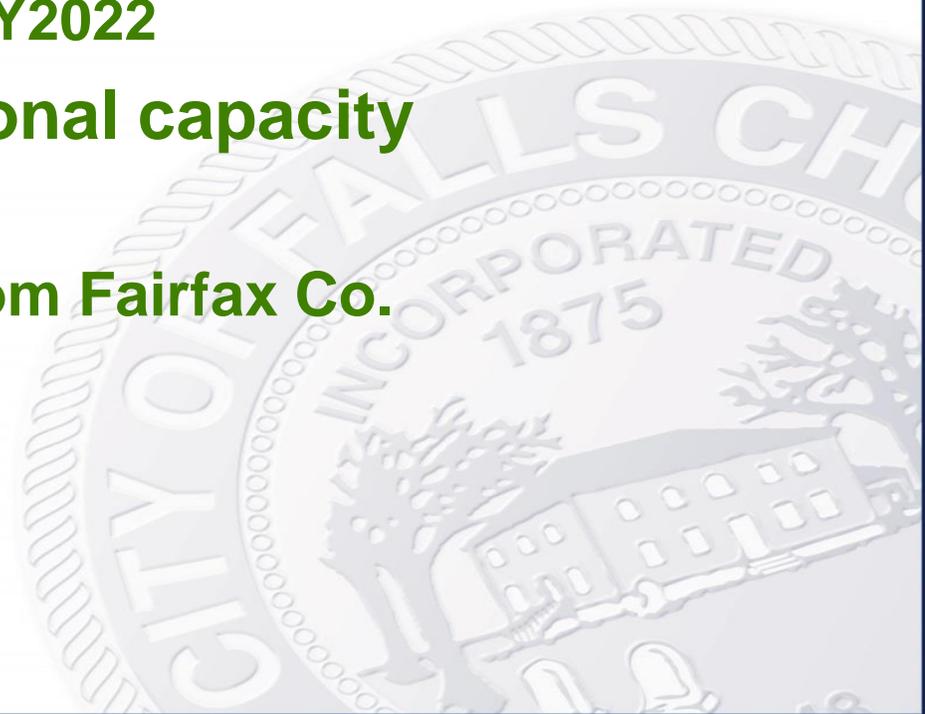
Stormwater Fund

- Consider rate increase in fall, 2020
- Proceed with projects paid for with existing stormwater funds immediately
- Stormwater Task Force
 - Recommendations presented in March
- \$14M for flood mitigation projects **on hold**
 - Debt financed
 - Requires 10% to 15% rate increase each year for next 6 years
 - Current rate: \$18.36 per 200 ft impervious surface
 - Current rate: \$230 for median homeowner

FY2021 Budget

Sanitary Sewer Fund

- **No rate increase since 2016**
- **Sewer rate increase Defer to FY2022**
- **Continue to plan for for additional capacity**
 - **West Falls Church project**
 - **Purchase additional capacity from Fairfax Co.**



Schedule

April 27: 1st Reading of FY2021 Budget, and Tax Rate Ordinance

May 11: Public Hearing of FY2021 Budget, and Tax Rate Ordinance

May 26: Public Hearing, 2nd Reading & Adoption of FY2021 Budget, Tax Rate Ordinance

Public Information & Comment

- Find Budget Presentations and data
www.fallschurchva.gov/budget
- Send comments to
budget@fallschurchva.gov

