



KING GEORGE COUNTY

FY2023-2024

Budget Work Session

May 5, 2023

Agenda

1. Call to Order
 - a. Invocation
 - b. Pledge of Allegiance
2. Public Comment
3. Budget Discussions
 - a. Schools Information
 - b. Revenue Projections for County and Schools
 - c. Expenditure Summary by Major Category
 - d. Discuss Possible Cuts and/or other Funding Options
 - e. Proposed Public Safety Step Increases – currently not in the Expenditure Summary
4. Next Steps
5. Adjourn

Composite Index

The Composite Index determines a school division's ability to pay education costs fundamental to the Commonwealths Standards of Quality (SOQ) with local funds. The Composite Index is calculated using three indicators of a locality's ability to pay:

- a. True Value of Real Property (weighted 50 percent)
- b. Adjusted Gross Income (weighted 40 percent)
- c. Taxable Retail Sales (weighted 10 percent)

King George County's Composite Index 38.05%

Budget Priorities & Associated Cost

<u>Initiative</u>	<u>Cost</u>	<u>Total Cost</u>
5% Compensation Increase (w/o New Positions)	\$1,243,046	\$1,243,046
Increases in Associated Budget Cost not list in salaries or in budget builder	\$62,428	\$1,305,474
Health Insurance Difference in increase (w/o New Positions)	\$364,695	\$1,670,169
Budget Builder Necessities	\$512,869	\$2,183,038*
7% Teachers 5% Staff Compensation Increase if State provides 7% (w/o New Positions)	\$111,368	\$2,294,406
Essential New Positions (w/Benefits)	\$758,927	3,053,333
<ul style="list-style-type: none"> -Work Based Learning and CTE Specialist -Clinic Assistant (Split between MS/HS) -School Social Worker -KGHS & KGMS ITL position 11 month -Bus Technician / Mechanic -KGHS Teacher - English, Art, CTE, Alt. Ed -Sealston Teacher-PE -KG Preschool Paraprofessional -KGHS Security Officer .3805% 		



King George County School Proposed Revenues FY2023-2024

Revenue Source	Adopted 22/23	Proposed 23/24
County Transfers	\$21,100,000* Not in Total	\$22,187,654* Based on Composite Index – not in total \$23,283,038 * Amount requested by the Schools
Miscellaneous Revenue	\$212,000	\$212,000
Charge for Services	\$721,000	\$721,000
State	\$33,100,565	\$34,468,798
Federal	\$3,113,638	\$3,174,563
TOTAL REVENUES	\$ 37,147,203	\$38,576,361



King George County

Proposed Revenues FY2023-2024

Revenue Source	Adopted 22/23	Proposed 23/24
General Property Taxes	\$39,489,798	\$40,259,232
Other Local Taxes	\$10,645,272	\$11,797,000
Licenses, Permits, Fees	\$9,089,828	\$8,892,284
Other Local Revenue	\$2,306,549	\$2,696,894
State	\$8,115,744	\$7,994,510
Federal	\$1,533,080	\$1,603,599
Non-Revenue Receipts	\$30,465	\$30,465
TOTAL REVENUES	\$ 71,210,736	\$73,273,984

Total Requested Expenditures FY2023-2024

<u>EXPENDITURES</u>	<u>ADOPTED 22/23</u>	<u>PROPOSED 23/24</u>
School Operating Fund (with Fed. Grants, and Cafeteria):	\$58,247,203	\$61,956,375
School Debt Service	\$4,526,579	\$4,508,316
Public Safety:	\$16,256,758	\$17,971,183
County Debt Service Fund:	\$2,776,940	\$3,470,969
Department of Social Services:	\$6,590,561	\$6,213,133
General Government:	\$5,987,754	\$7,028,893
Constitutional Officers:	\$2,938,635	\$3,085,790
Public Works:	\$3,134,033	\$3,346,260
Institutions:	\$1,222,626	\$1,546,278
Capital Improvement Fund:	\$4,177,480	\$2,568,863
Smoot Library:	\$733,690	\$809,108
Tourism Fund:	\$117,000	\$154,295
Health Department:	\$317,667	\$333,550
Parks and Rec:	\$1,331,012	\$1,775,548
Total Expenditures:	\$108,357,939	\$114,768,561

Budget Discussion - Cuts and Other Funding Solutions

- After receiving the revised numbers from the schools, the total Estimated Revenues equal **\$111,800,345**. The Requested Expenditures after revised numbers from the schools and cutting the Zoning Enforcement Officer, the 2 Bailiffs, and converting the 2 Proration Clerk positions to part time total **\$114,768,561**. This leaves a shortfall of **\$2,968,216**.
- Possibly fund the 7 replacement vehicles and the 1 new vehicle request from ARP funds or General Fund Balance. This would free **\$464,000** in operating fund request.
- Use of General Fund Balance for additional 1-time expenses: \$21,000 Sign Trailer SO, \$45,000 Meraki Equipment IT – Total **\$66,000**
- Suggested cuts from Board Members \$39,000 Infield Groomer P&R, \$13,799 Weather P&R, \$10,000 Doors Citizen Center – Total **\$62,799**

Budget Discussion - Cuts and Other Funding Solutions

- The total amount for these suggestions is **\$592,799** and would result in a new shortfall of **\$2,375,417**.
- The schools are requesting a total of **\$2,183,038** in new funding for FY24.
- Using the Composite Index of 38.05% for the School's General Fund budget request the result in new funding would be **\$1,087,654**.
- The request from the schools is **\$1,095,384** greater than the Composite Index Ability to pay for King George County.
- If the will of the board was to provide the additional funding in the amount based on the Composite Index, the shortfall would then be **\$1,208,033**.
- General Fund, Fund Balance could be used to help bridge this gap without raising taxes.

Additional Consideration

- In previous sessions, employee pay increases were discussed that did not include Public Safety because they are on a step plan.
- Consideration is requested to provide an additional 2% to the current steps for Public Safety to match the increases of other staff
- The funds, including fringes, that would be required to accomplish this total \$213,697, thus bringing the shortfall to \$1,421,730. The breakdown is as follows:
 - \$132,245 for the Sheriff's Office, E911, and Animal Control
 - \$81,452 for Fire and Rescue

Additional Consideration

- One additional consideration - if the state passes an additional 2% for the SOQ positions in June, the county may need to provide additional funds for their budget. This will need to be addressed by amending the budget after the State approves a budget.

Next Steps

- Board Direction