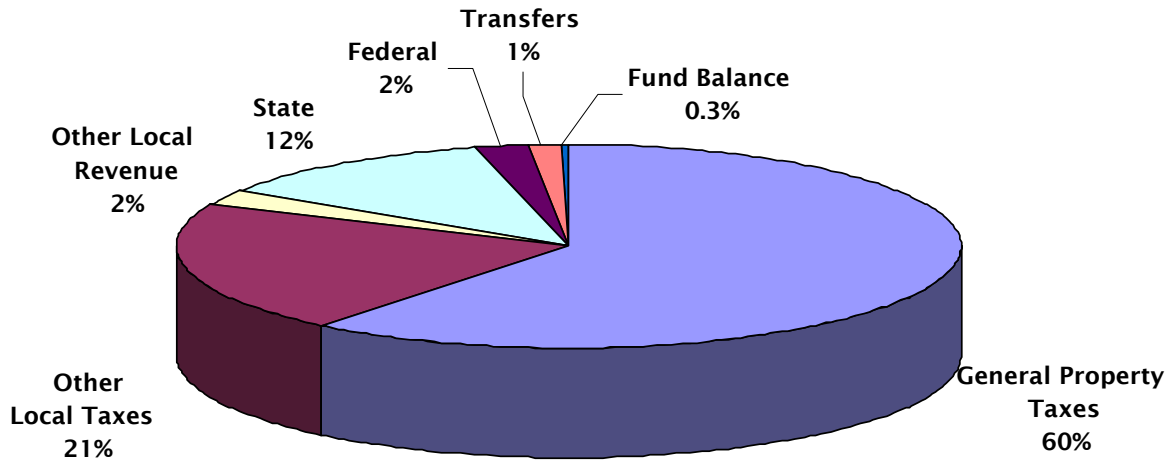


GENERAL FUND REVENUES

FY 06/07 Recommended
General Fund Revenues
\$198,294,882



GENERAL FUND REVENUE ESTIMATE - FY 2006/07 BUDGET
SUMMARY OF REVENUES BY CATEGORY

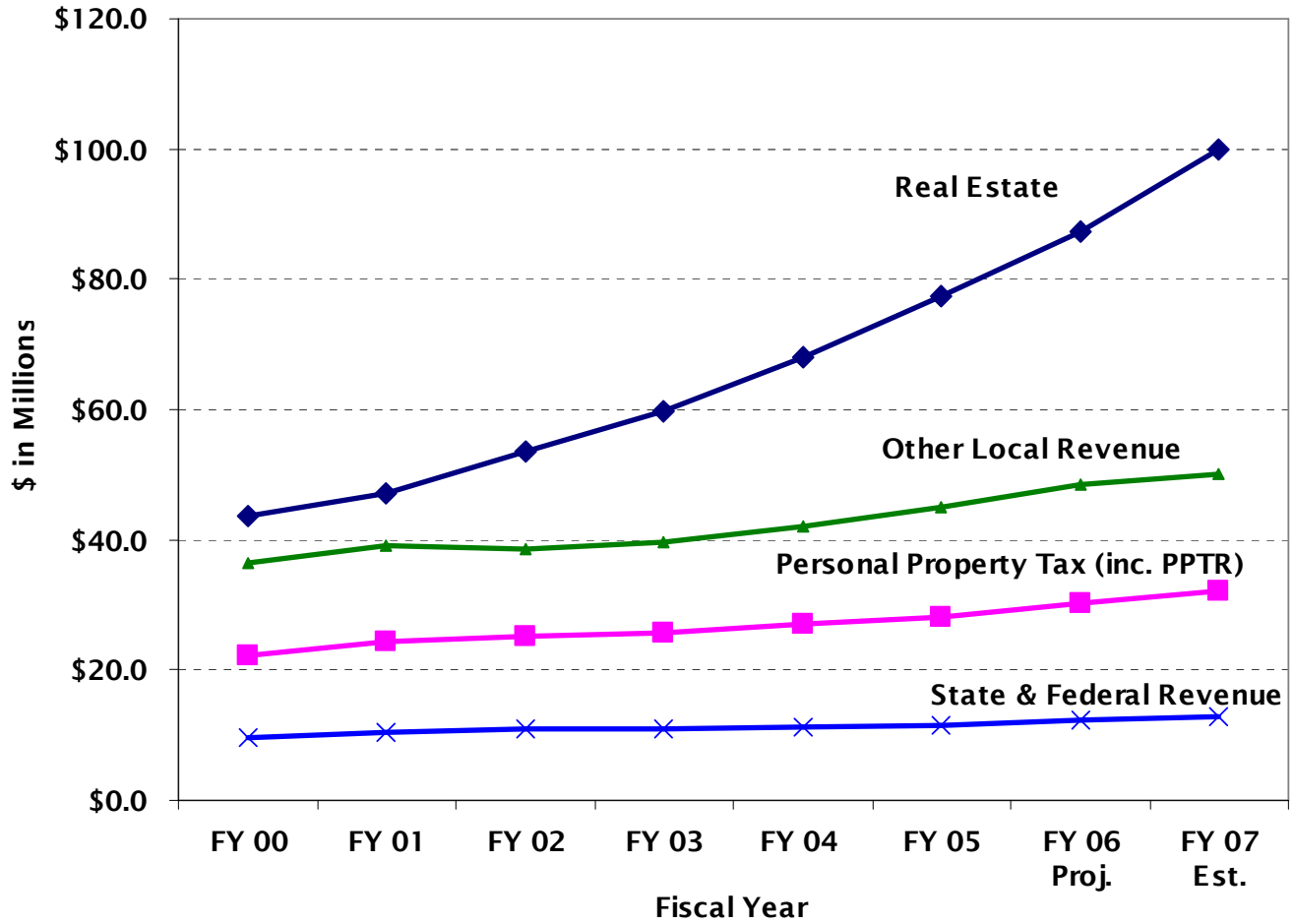
	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
General Property Taxes	\$94,192,803	\$104,144,558	\$104,144,558	\$120,680,100	\$120,680,100	\$16,535,542	15.9%
Other Local Taxes	37,606,840	37,734,900	37,734,900	41,447,600	41,447,600	3,712,700	9.8%
Permits And Fees	1,351,264	1,369,200	1,396,154	1,466,500	1,466,500	97,300	7.1%
Fines And Forfeitures	280,386	344,400	344,400	312,700	312,700	(31,700)	-9.2%
Use Of Money And Property	838,331	797,188	797,188	1,011,350	1,011,350	214,162	26.9%
Charges For Services	1,680,748	1,604,200	1,604,200	1,841,186	1,841,186	236,986	14.8%
Miscellaneous	9,330	19,300	19,300	7,650	7,650	(11,650)	-60.4%
Payments In Lieu Of Taxes	74,507	79,300	79,300	81,800	81,800	2,500	3.2%
Donations	3,940	200	4,000	4,000	4,000	3,800	1900.0%
Recovered Costs	185,585	192,148	265,248	181,703	181,703	(10,445)	-5.4%
LOCAL REVENUES	\$136,223,733	\$146,285,394	\$146,389,248	\$167,034,589	\$167,034,589	\$20,749,195	14.2%
Payments In Lieu Of Taxes-State	\$102,992	\$110,000	\$110,000	\$115,000	\$115,000	\$5,000	4.5%
Non-Categorical Aid-State	15,042,811	15,389,800	15,389,800	15,816,700	15,816,700	426,900	2.8%
Shared Expenses-State	1,860,430	1,863,500	1,863,500	1,989,024	1,989,024	125,524	6.7%
Categorical Aid-State	4,842,026	4,933,010	4,980,120	5,564,541	5,564,541	631,531	12.8%
Payments In Lieu Of Taxes-Federal	20,694	20,700	20,700	21,500	21,500	800	3.9%
Categorical Aid-Federal	3,972,807	4,348,089	4,348,089	4,526,000	4,526,000	177,911	4.1%
STATE & FEDERAL REVENUES	\$25,841,760	\$26,665,099	\$26,712,209	\$28,032,765	\$28,032,765	\$1,367,666	5.1%
TOTAL REVENUES	\$162,065,493	\$172,950,493	\$173,101,457	\$195,067,354	\$195,067,354	\$22,116,861	12.8%
Transfers	2,024,743	2,053,629	2,056,629	2,689,537	2,689,537	635,908	31.0%
REVENUES and TRANSFERS	\$164,090,235	\$175,004,122	\$175,158,086	\$197,756,891	\$197,756,891	\$22,752,769	13.0%
Fund Balance Appropriations:		1,595,405	7,091,306	537,991	537,991	(1,057,414)	-66.3%
TOTAL REVS, TRANSFERS, FUND BAL:	\$164,090,235	\$176,599,527	\$182,249,392	\$198,294,882	\$198,294,882	\$21,695,355	12.3%



REVENUE OVERVIEW

Reliance on Real Estate Taxes

General property taxes continue to make up the largest portion of General Fund revenues. Of these revenues, real estate taxes are the largest category. The County's increasing reliance on real estate taxes to fund budget needs can be seen in the graph below. While other major sources of revenue have remained relatively flat, real estate tax receipts have grown steadily, more than doubling since FY 00/01. In that same time period, all other sources of revenue increased by only 28.8%.



LOCAL REVENUES

The largest source of local revenue for Albemarle County consists of general property taxes and other local taxes.

General Property Taxes

General property taxes are *ad valorem* taxes based on the assessed value of real and personal property owned by businesses, individuals, and public service corporations. Both real and personal property are assessed at 100% valuation with tax rates being applied per \$100 of assessed value. General property taxes consist of real estate, public service, personal property, mobile home, and machinery and tools taxes.

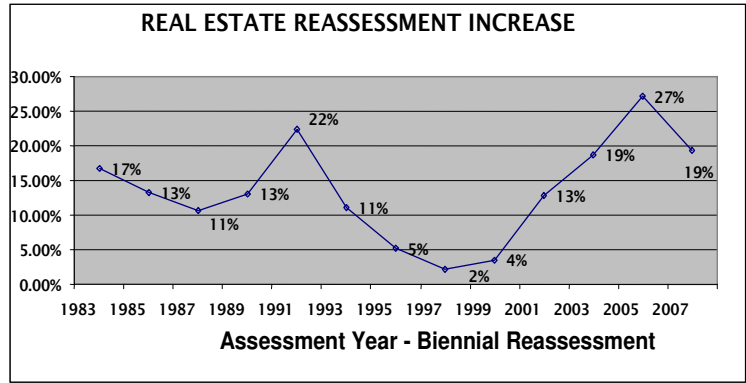
	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
CURRENT:							
Real Estate	\$76,796,611	\$85,988,974	\$85,988,974	\$99,350,600	\$99,350,600	\$13,361,626	15.5%
Public Service	1,468,572	1,616,900	1,616,900	1,964,600	1,964,600	347,700	0.0%
Local Personal Property	13,589,785	14,111,000	14,111,000	16,607,000	16,607,000	2,496,000	17.7%
Machinery & Tools	661,578	702,600	702,600	714,500	714,500	11,900	1.7%
Mobile Homes	77,680	78,284	78,284	79,200	79,200	916	1.2%
Subtotal Current	\$92,594,226	\$102,497,758	\$102,497,758	\$118,715,900	\$118,715,900	\$16,218,142	15.8%
PER PENNY: CURRENT:							
Real Estate, avg tax rate	0.76	0.74	0.74	0.74	0.74	0.00	0.0%
Real Estate, per penny	1,030,827	1,184,921	1,184,921	1,370,195	1,370,195	185,274	15.6%
Personal Property, inc PPTR, avg tax rate	4.28	4.28	4.28	4.28	4.28	0.00	0.0%
Personal Property, inc PPTR, per penny	66,491	68,464	68,464	75,518	75,518	7,054	10.3%
NON-CURRENT:							
Delinquent	\$682,592	\$671,800	\$671,800	\$984,200	\$984,200	312,400	46.5%
Penalty	640,904	670,000	670,000	675,000	675,000	5,000	0.7%
Interest & Fees	275,081	305,000	305,000	305,000	305,000	0	0.0%
Subtotal Non-Current	\$1,598,577	\$1,646,800	\$1,646,800	\$1,964,200	\$1,964,200	\$317,400	19.3%
TOTAL	\$94,192,803	\$104,144,558	\$104,144,558	\$120,680,100	\$120,680,100	\$16,535,542	15.9%

These taxes are projected to total \$120.7 million in FY 06/07, a 15.9% increase of \$16.5 million from the FY05/06 Adopted Budget, and comprise 60.0% of General Fund revenues. If the Personal Property Tax Relief (PPTR) payments from the State were collected and classified as local personal property taxes in FY 06/07, general property taxes would be recorded at \$135.7 million. Personal Property Taxes may be categorized as follows:

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Local Personal Property Tax	\$13,589,785	\$14,111,000	\$14,111,000	\$16,607,000	\$16,607,000	\$2,496,000	17.7%
State PPTR	14,206,627	14,489,000	14,489,000	15,000,000	15,000,000	\$511,000	3.5%
Total Current Personal Property Tax	\$27,796,412	\$28,600,000	\$28,600,000	\$31,607,000	\$31,607,000	\$3,007,000	10.5%

Real Estate Property Tax is the largest source of revenue for the County and is expected to generate about \$99.3 million, 50.4% of General Fund revenues. This is a 15.5%, \$13.4 million, increase over FY 05/06. Each penny on the real estate tax rates yields \$1.4 million in estimated collectable real estate tax revenues. The expected revenue reflects a deduction for an estimated land use deferral of \$14.1 million. The expected revenue includes \$10.1 million, one-half of the January 1, 2007 reassessment increase. It also includes \$2.7 million from estimated taxable new construction, divisions of property, and land use rollbacks. Real estate property taxes are paid in two installments due June 5 and December 5.

The estimated reassessment increase for 2007 is 19.4% for the biennium, equating to a 9.7% annual increase. Historically, reassessment increase percentages have been cyclical in nature. The chart to the right shows reassessment increases from 1983 to present.



Public Service tax is levied on the real estate and tangible personal property owned by railroads, utilities, pipelines, and other businesses required to register with the State Corporation Commission. Public Service tax is projected to increase slightly from FY 05/06. Each penny on the tax rate yields \$26,549 in tax revenues for FY 06/07.

Personal Property tax is levied on vehicles owned by individuals and businesses, as well as other tangible property owned by businesses. Personal property is subject to the Personal Property Tax Relief (PPTR) Act. PPTR is gradually shifting payment responsibility for non-business vehicles assessed at \$20,000 or less from individual owners to the state. Legislative changes in 2004 and 2005 limit the PPTR reimbursement at approximately \$15.0 million effective FY 06/07. This cap will result in a shifting of responsibility for payment of personal property tax from the state to individual taxpayers as the number of assessed vehicles increase. Combined personal property tax and PPTR payments are projected to increase \$3.0 million. The current tax rate is \$4.28 per \$100 of assessed value. Each penny on the personal property tax rate, including PPTR payments, yields \$75,518 in collectible tax revenues. Personal property taxes are generally paid in two installments due on June 5 and December 5..

Mobile Home taxes are levied on manufactured homes not classified as real estate that are owned by individuals and businesses. Mobile homes are assessed as tangible personal property, yet taxed at the real estate tax rate. Mobile home taxes are projected to total \$79,200, a 1.2% increase over the FY 05/06 budget. Each penny on the tax rate yields \$1,021 in collectable tax revenue for FY 06/07.

Machinery and Tools tax is levied on equipment used by manufacturers in the manufacturing process. Machinery and Tools tax revenues are projected to increase \$11,900 from the FY 05/06 budget. Each penny on the tax rate yields \$1,669 in collectable tax revenue for FY 06/07.

Revenue Estimating

The total estimated fair market value of taxable real property on January 1, 2006 was \$13.6 billion before land use deferral. The following table displays total real property assessed values, net of land use deferral, for the 2005 calendar year and prior nine years broken out by type of property:

Albemarle County Real Property Assessed Values : 1996- 2005

Calendar Year	Residential	MultiFamily	Commercial & Industrial	Agricultural*	Public Utilities	Total
1996	3,338,621,500	226,942,300	682,269,210	575,513,530	222,883,000	5,046,229,540
1997	3,542,481,099	231,532,200	709,333,860	610,984,701	220,012,096	5,314,343,956
1998	3,715,345,832	233,799,500	758,677,860	624,024,103	226,553,878	5,558,401,173
1999	3,983,953,333	244,125,972	839,340,833	653,507,500	233,038,055	5,953,965,693
2000	4,130,357,430	238,967,200	897,137,900	645,307,450	245,487,567	6,157,257,547
2001	4,769,968,200	275,942,500	1,050,891,900	678,897,600	256,060,813	7,031,761,013
2002	4,979,602,800	277,068,800	1,093,298,100	732,885,500	231,603,670	7,314,458,870
2003	6,136,460,300	327,245,300	1,302,364,800	828,912,700	250,683,214	8,845,666,314
2004	6,404,387,200	357,488,600	1,343,841,100	900,512,000	218,500,000	9,224,728,900
2005	8,207,531,600	456,871,900	1,668,660,200	1,126,919,700	253,418,070	11,713,401,470

* Net Land Use Deferral

The chart below shows the process by which the new real estate tax assessment base for FY 06/07 is calculated. The January 1, 2007 reassessment fair market taxable values are increased by one-half of the estimated January 1, 2007 reassessment, estimated new construction, and rollback revenues generated by land being withdrawn from the Land Use Program. The estimated fair market value is reduced by the estimated land use deferral. Taxable new construction is estimated to be \$324.3 million compared to \$444.3 million estimated for last year. The land use deferral is estimated to be \$1,901.4 million, which reduces available tax revenues by \$13.5 million.

REAL PROPERTY TAXABLE BASE: 2006/2007

January 1, 2006 Estimated Fair Market Value of Taxable Real Estate	\$13,692,700,000
Plus One-Half of Estimated January 1, 2007 Reassessment	\$1,360,456,000
Plus Estimated Taxable New Construction	\$324,302,000
Plus Estimated Land Use Rollback	\$42,725,000
Estimated 2006/2007 Fair Market Value of Taxable Real Property	\$15,420,183,000
Less Estimated Land Use Deferrals	\$1,901,380,000
Estimated 2006/2007 Real Property Taxable Base	\$13,518,803,000

REAL TAXABLE PROPERTY

	Taxable Base	Collection Rate	Recommended Tax Rate	Net Revenue Per Penny	Projected Revenue
Real Property	\$13,518,803,000	99%	\$0.74	\$1,342,576	\$99,350,600
Public Service	\$265,486,500	100%	\$0.74	\$26,549	\$1,964,600
Mobile Homes	<u>\$11,996,700</u>	89%	\$0.74	<u>\$1,070</u>	<u>\$79,200</u>
Total	<u>\$13,796,286,200</u>			<u>\$1,370,195</u>	<u>\$101,394,400</u>

PERSONAL PROPERTY

	Taxable Base	Collection Rate	Recommended Tax Rate	Net Revenue Per Penny	Projected Revenue
Personal Property, inc PPTR	\$785,398,000	94%	\$4.28	\$73,848	\$31,607,000
Machinery & Tools	<u>\$16,693,900</u>	100%	\$4.28	<u>\$1,669</u>	<u>\$714,500</u>
Total	<u>\$802,091,900</u>			<u>\$75,518</u>	<u>\$32,321,500</u>

The Net Revenue Per Penny is based on Fiscal Year, not Calendar Year, tax rates and assessments.

Other Local Taxes:

Other local taxes include sales taxes, utility taxes, business taxes, motor vehicle licenses, recordation taxes, and prepared food and beverage taxes. These taxes are projected to generate about \$41.4 million in revenues for FY 06/07, an increase of \$3.7 million (9.8%) over the FY 05/06 budget. Combined, they represent 20.9% of the General Fund revenues. In FY 00/01, other local taxes made up 25.1% of all General Fund revenues. The graph below shows that the major revenue sources in this category have remained relatively flat.

Other local taxes are excise taxes levied on the following categories:

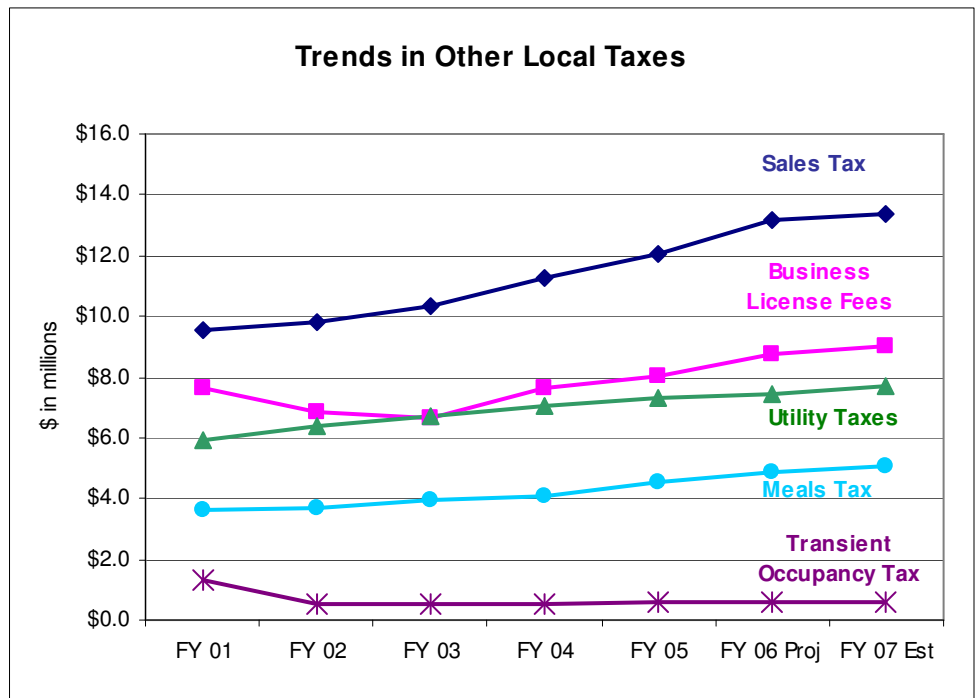
	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Penalty & Interest	\$75,322	\$84,000	\$84,000	\$82,500	\$82,500	(\$1,500)	-1.8%
Sales Tax	12,059,884	12,500,000	12,500,000	13,800,000	13,800,000	1,300,000	10.4%
Consumer Utility Tax	6,993,121	7,171,100	7,171,100	7,369,300	7,369,300	198,200	2.8%
Utility Consumption Tax	295,560	305,800	305,800	345,300	345,300	39,500	12.9%
Business License	8,026,344	8,208,000	8,208,000	9,122,500	9,122,500	914,500	11.1%
Short Term Rental	90,590	91,000	91,000	96,000	96,000	5,000	5.5%
Decals	2,092,304	2,175,000	2,175,000	2,100,000	2,100,000	(75,000)	-3.4%
Bank Franchise	271,172	240,000	240,000	250,000	250,000	10,000	4.2%
Clerk Fees	2,581,157	1,775,000	1,775,000	2,522,000	2,522,000	747,000	42.1%
Transient Occupancy	566,395	585,000	585,000	610,000	610,000	25,000	4.3%
Meals Tax	4,554,989	4,600,000	4,600,000	5,150,000	5,150,000	550,000	12.0%
TOTAL	\$37,606,840	\$37,734,900	\$37,734,900	\$41,447,600	\$41,447,600	\$3,712,700	9.8%

Sales and Use taxes are revenues received by the County from 1 cent of the 5.0 cent state sales tax generated within the County. Sales tax revenues are projected to total \$13.8 million, an 10.4% increase over the FY 05/06 budget.

Consumer Utility taxes are taxes collected by utility companies and remitted to the County from residential, industrial, and commercial users of telephone, gas, and electric services. The tax rate on residential telephone service is 20.0% of the first \$20. The commercial rate is 10.0% of the first \$3,000 and 2.0% on the excess. The basis for taxation of gas and electrical service has changed due to deregulation and is now based on usage. These taxes are projected to total \$7.4 million, a 2.8% increase over the FY 05/06 budget.

Business, Professional and Occupational License (BPOL) fees are revenues collected from businesses, professions, and occupations for the privilege of operating within the County. The fee to be paid by each business is calculated by multiplying the applicable rate by the business’s gross receipts from the previous calendar year. BPOL fees are projected to total \$9.1 million, an 11.1% increase over the FY 05/06 budget.

Motor Vehicle Licenses (County Decals) are registration fees collected from vehicle owners for the privilege of operating vehicles on County highways. License fees are based on weight and range from \$28.50 to \$30.00 for motor vehicles and \$9.00 to \$20.00 for trailers. Motorcycle registrations cost \$20.00. Motor vehicle registrations are projected to total \$2.1 million, a slight decrease from the FY 05/06 budget.



Bank Franchise Tax is collected from banks doing business in the County. The tax is based on equity capital allocated by branch deposits. Real estate tax is paid directly to localities based on local assessment practices.

Clerk Fees. The recordation tax is levied on transactions including the recording of deeds, deeds of trust, mortgages, leases, contracts and agreements admitted to record by the Clerk of the Circuit Court and remitted to the County. Overall, the fees collected by the Clerk are estimated to be \$2.5 million, a 42.1% increase over the FY 05/06 budget.

Transient Occupancy Taxes are assessed on the use of rooms in hotels, motels, boarding houses and travel campgrounds by visitors. The authority to levy these taxes varies greatly among jurisdictions. Counties, through general law, have been limited to a maximum tax rate of 2.0%. However, the 1996 General Assembly granted Albemarle County (along with several other counties) special enabling legislation to levy a transient occupancy rate up to a maximum of 5.0%; however, the additional revenues generated from the incremental 3.0% may only be used for tourism or travel-related projects that increase tourism. The FY 06/07 projection reflects only the 2.0% transient tax revenues that can be used for general purposes. The 3.0% transient tax required to be used for tourism is directly deposited into the Tourism Fund. The projected General Fund portion of these revenues is estimated at \$610,000, a \$25,000 (4.3%) increase over the FY 04/05 budget.

Meal Taxes are taxes assessed at 4 percent on the sales price of prepared food and beverages sold in the County. The Albemarle County meals tax was passed by a county-wide referendum during the November 1997 election and became effective on January 1, 1998. Revenues from meals taxes are projected to be \$5.2 million, an increase of \$0.6 million (12.0%) over the FY 05/06 budget.

Permits and Fees

Permits and fees are revenues collected from permits and privilege fees required by the County. The revenue from permits is intended to offset the cost of processing applications for land use and zoning adjustments and code inspections provided by the County after the permit is obtained. The majority of permits are development-related. The total revenue from permits, fees and licenses is projected to be \$1.5 million, a 7.1% increase over the FY 05/06 budget. These taxes represent 0.7% of the General Fund revenues.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Inspection related fees	\$840,986	\$876,500	\$871,500	\$930,000	\$930,000	53,500	6.1%
Other development fees	465,196	440,900	445,900	478,100	\$478,100	37,200	8.4%
Animal License	10,904	11,500	11,500	14,200	\$14,200	2,700	23.5%
Land Use	8,155	9,300	9,300	10,500	\$10,500	1,200	12.9%
Solicitors	280	100	100	100	\$100	0	0.0%
Fire/Rescue	18,893	23,400	50,354	26,000	\$26,000	2,600	11.1%
Courts	6,850	7,500	7,500	7,600	7,600	100	1.3%
TOTAL	\$1,351,264	\$1,369,200	\$1,396,154	\$1,466,500	\$1,466,500	\$97,300	7.1%

Fines and Forfeitures

Fines and Forfeitures are revenues collected by the County for court and parking fines as a result of violations of County ordinances and regulations. Fines are projected to total \$312,700 in FY 06/07, a slight decrease from the FY 05/06 budget, and represent 0.2% of the General Fund revenues.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Fines And Forfeitures	\$280,386	\$344,400	\$344,400	\$312,700	\$312,700	(\$31,700)	-9.2%
TOTAL	\$280,386	\$344,400	\$344,400	\$312,700	\$312,700	(\$31,700)	-9.2%

Revenue from the Use of Money and Property

Revenue from the use of money and property is earned by the County from the investment of funds, the sale of surplus property, and the rental of County facilities. Overall revenues are expected to increase by \$214,162 over the FY 05/06 budget. This category represents 0.5% of the General Fund revenues.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Interest	\$343,304	\$220,000	\$220,000	\$375,000	\$375,000	\$155,000	70.5%
Sale of Surplus	10,224	24,000	24,000	16,000	16,000	(8,000)	-33.3%
Rent	484,803	553,188	553,188	620,350	620,350	67,162	12.1%
TOTAL	\$838,331	\$797,188	\$797,188	\$1,011,350	\$1,011,350	\$214,162	26.9%

Charges for Services

Charges for Services are revenues generated by the services performed by County personnel. The estimated FY 06/07 revenue is \$1.8 million, a 14.8% increase from the FY 05/06 budget, and represents 0.9% of the General Fund revenues.

Major categories include:

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Fees of Clerk	\$697,693	\$600,000	\$600,000	\$775,000	\$775,000	\$175,000	29.2%
Police & Sheriff	397,305	390,700	392,900	434,500	434,500	43,800	11.2%
Administration Fees	212,068	219,000	219,000	230,486	230,486	11,486	5.2%
Parks & Recreation	258,703	249,600	249,600	284,800	284,800	35,200	14.1%
Service & Sales	50,090	82,400	82,400	48,300	48,300	(34,100)	-41.4%
Court Fees	64,889	62,500	60,300	68,100	68,100	5,600	9.0%
TOTAL	\$1,680,748	\$1,604,200	\$1,604,200	\$1,841,186	\$1,841,186	\$236,986	14.8%

Excess Fees of the Clerk are revenues collected by the local Clerk of the Circuit Court and returned to the State. The State keeps two-thirds of the revenues and returns one-third to the locality after deducting the amount needed to operate the Clerk of the Circuit Court’s Office. Excess fees are expected to total \$775,000, a \$175,000 (29.2%) increase from the FY 05/06 budget.

Police Department and Sheriff’s Department Service Fees are revenues collected by the County when uniformed law enforcement officers are hired for security purposes at private events or other functions. Service fees are balanced by reimbursable overtime expenses in the Police Department and Sheriff’s budgets. Fee income is expected to total \$434,500, an 11.2% increase from the FY 05/06 budget.

Administration Fees are earned for operational and construction related services rendered to the Jail, Juvenile Facility, and Emergency Communications Center. Fee income is expected to total \$230,486, a 5.2% increase over the FY 05/06 budget.

Parks & Recreation Fees are earned from operation of the County parks and community centers as well as various recreation programs. Fee income is expected to total \$284,800, a 14.1% increase from the FY 05/06 budget.

Charges for Sales and Services include revenues from the sale of publications, maps, and information reports generated by County personnel. Revenues are projected to total \$48,300, a 41.4% decrease from the FY 05/06 budget.

Court Fees are miscellaneous fees collected on court convictions; include court security fees and fingerprinting.

Miscellaneous

Miscellaneous revenue is revenue collected by the County that is not classified in any other category. Miscellaneous revenues are expected to total \$7,650, a 60.4% decrease from the FY 05/06 budget.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Miscellaneous	\$9,330	\$19,300	\$19,300	\$7,650	\$7,650	(\$11,650)	-60.4%
TOTAL	\$9,330	\$19,300	\$19,300	\$7,650	\$7,650	(\$11,650)	-60.4%

Payments in Lieu of Taxes – Local

Payments in lieu of taxes are received from tax exempt organizations in lieu of property taxes. The expected revenues are estimated at \$81,800, a 3.2% increase over the FY 05/06 budget.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Payments in lieu of taxes	\$74,507	\$79,300	\$79,300	\$81,800	\$81,800	\$2,500	3.2%
TOTAL	\$74,507	\$79,300	\$79,300	\$81,800	\$81,800	\$2,500	3.2%

Donations

The County is projecting to receive \$4,000 in donations for FY 06/07.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Donations	\$3,940	\$200	\$4,000	\$4,000	\$4,000	\$3,800	1900.0%
TOTAL	\$3,940	\$200	\$4,000	\$4,000	\$4,000	\$3,800	1900.0%

Recovered Costs

Recovered costs are reimbursements from other governmental entities or insurance companies for costs incurred by the County on their behalf. Recovered costs are projected to total \$181,703 for FY 06/07, a 5.4% decrease from the FY 05/06 budget, and represents less than one percent of the General Fund revenues.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Recovered costs	\$185,585	\$192,148	\$265,248	\$181,703	\$181,703	(\$10,445)	-5.4%
TOTAL	\$185,585	\$192,148	\$265,248	\$181,703	\$181,703	(\$10,445)	-5.4%

STATE REVENUES

Payments in Lieu of Taxes - State

Payments in lieu of taxes are payments received from the State for service charges incurred by the University of Virginia in lieu of property taxes. The contribution for FY 06/07 is estimated to be \$115,000, a 4.5% increase from the FY 05/06 budget.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Payments In Lieu Of Taxes-State	\$102,992	\$110,000	\$110,000	\$115,000	\$115,000	\$5,000	4.5%
TOTAL	\$102,992	\$110,000	\$110,000	\$115,000	\$115,000	\$5,000	4.5%

Non-Categorical Aid – State

State non-categorical aid revenues are those revenues raised by the State and shared with the County. The use of such revenues is at the discretion of the County. Ratios, rate and distribution formulas are subject to change each year by the General Assembly. ABC revenue represents two-thirds of the profits of the Alcoholic Beverage Commission and is distributed quarterly to counties based upon the 2000 official census population figures. Wine taxes also are distributed based on the 2000 census; 44.0% of these revenues go to the localities. Included in this category is a 4.0% tax on leased vehicles. Overall, non-categorical revenues are projected to total \$15.8 million, a 2.8% increase over the FY 05/06 budget, representing 8.0% of the General Fund Revenues.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Alcohol related	\$100,448	\$147,300	\$147,300	\$225,000	\$225,000	\$77,700	52.7%
Leased Vehicles	490,614	525,300	525,300	529,600	529,600	4,300	0.8%
PPTR	14,409,861	14,672,000	14,672,000	15,000,000	15,000,000	328,000	2.2%
SPCA Sterilization Fund	1,955	2,100	2,100	2,100	2,100	0	0.0%
Mobile Home titling	39,933	43,100	43,100	60,000	60,000	16,900	39.2%
TOTAL	\$15,042,811	\$15,389,800	\$15,389,800	\$15,816,700	\$15,816,700	\$426,900	2.8%

Shared Expenses – State

State shared expenses include revenues collected by the County for the State’s share of activities that are considered to be a shared State/Local responsibility. This revenue represents funding for the Constitutional Officers and is determined by the Compensation Board on an annual basis. These funds are projected to increase \$125,524 over the FY 05/06 budget. This category represents 1.0% of the General Fund revenues.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Commonwealth Attorney	\$415,056	\$408,000	\$408,000	\$446,724	\$446,724	\$38,724	9.5%
Clerk of Circuit Court	346,248	351,200	351,200	370,600	370,600	19,400	5.5%
Sheriff	608,479	623,000	623,000	658,000	658,000	35,000	5.6%
Medical Examiner	990	1,200	1,200	1,300	1,300	100	8.3%
Registrar	55,084	49,900	49,900	58,000	58,000	8,100	16.2%
Director of Finance	434,573	430,200	430,200	454,400	454,400	24,200	5.6%
TOTAL	\$1,860,430	\$1,863,500	\$1,863,500	\$1,989,024	\$1,989,024	\$125,524	6.7%

Categorical Aid – State

State categorical aid includes revenues received from and designated by the Commonwealth for a specific use by the County. Categorical aid revenues include: social services revenues; housing improvement funds; HB 599 police funds; Emergency Medical Service (EMS) funds; Fire Service Program (FSP) Funds; recordation fees (distributed for transportation and/or education purposes); and specific purpose grants. Some revenues are received on a reimbursable basis and are principally provided through the Department of Social Services. Categorical aid revenues are projected to total \$5.6 million, a 12.8% increase over the FY 05/06 budget, and represents 2.8% of General Fund revenues.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Social Services	\$1,992,990	\$1,833,553	\$1,833,553	\$2,375,541	\$2,375,541	\$541,988	29.6%
Recordation Tax	478,980	505,000	505,000	480,000	480,000	(25,000)	-5.0%
Law Enforcement	2,068,288	2,228,717	2,228,717	2,350,000	2,350,000	121,283	5.4%
EMS & Fire Service	0	146,700	146,700	149,000	149,000	2,300	1.6%
Misc. Grants	5,000	5,000	52,110	5,000	5,000	0	0.0%
Misc. State Revenue	99,149	0	0	0	0	0	
Medicaid Reimbursement	197,619	214,040	214,040	205,000	205,000	(9,040)	-4.2%
TOTAL	\$4,842,026	\$4,933,010	\$4,980,120	\$5,564,541	\$5,564,541	\$631,531	12.8%

FEDERAL REVENUES

Payments in Lieu of Taxes – Federal

The Federal Government makes payments in lieu of taxes to the County for tax-exempt park lands located within the County. The total payment will be approximately \$21,500 for FY 06/07.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Payments In Lieu Of Taxes-Federal	\$20,694	\$20,700	\$20,700	\$21,500	\$21,500	\$800	3.9%
TOTAL	\$20,694	\$20,700	\$20,700	\$21,500	\$21,500	\$800	3.9%

Categorical Aid - Federal

Federal categorical aid includes revenues received from and designated by the Federal Government for a specific use by the County. Such revenues usually are received on a reimbursable basis. Major categories reflect federal reimbursements for social services programs, and grants for law enforcement programs. Overall, federal categorical aid is projected to total \$4.5 million, a 4.1% increase of \$0.2 million. This category represents 2.3% of the General Fund revenues.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Social Services	\$3,751,617	\$3,991,049	\$3,991,049	\$4,221,000	\$4,221,000	\$229,951	5.8%
Grants	0	4,400	4,400	0	0	(4,400)	-100.0%
Law Enforcement (COPS)	27,969	138,600	138,600	100,000	100,000	(38,600)	-27.8%
Medicaid Reimbursement	193,220	214,040	214,040	205,000	205,000	(9,040)	-4.2%
TOTAL	\$3,972,807	\$4,348,089	\$4,348,089	\$4,526,000	\$4,526,000	\$177,911	4.1%

TRANSFERS

Transfers are made to offset General Fund eligible expenses to administer or conduct programs, which are funded from dedicated special revenues or grant funds. The School Resource Officer and HUD family service coordinator programs are funded by grant monies transferred to the General Fund. Similarly, expenditures in the General Fund for the benefit of Tourism and E-911 operations are also offset by transfers as is the Housing Office's administrative costs for managing HUD Section 8 Housing Rental assistance funds. This category is projected to total \$2.7 million, a 31.0% increase over the FY 05/06 budget.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Emerg. Comm. Center	\$1,108,760	\$1,147,000	\$1,147,000	\$1,681,000	\$1,681,000	\$534,000	46.6%
SEC 8 Reimb	261,847	312,837	312,837	282,137	282,137	(30,700)	-9.8%
Safe & Drug Free Schools	20,000	20,000	20,000	20,000	20,000	0	0.0%
School Resource Officer	122,299	130,300	130,300	183,400	183,400	53,100	40.8%
Contribution Fund	508,769	0	3,000	0	0	0	
Tourism	0	443,492	443,492	510,000	510,000	66,508	15.0%
Other Funds	3,067	0	0	13,000	13,000	13,000	
TOTAL	\$2,024,742	\$2,053,629	\$2,056,629	\$2,689,537	\$2,689,537	\$635,908	31.0%

FUND BALANCE

Fund balance reflects the use of County savings for one-time expenditures or emergency needs. The use of \$0.5 million in fund balance revenues in FY 06/07 reflects the use of one-time reserve funds. Fund Balance is used to fund one-time costs associated with recommended strategic initiatives.

	FY 04/05 ACTUAL	FY 05/06 BUDGET	FY 05/06 REVISED	FY 06/07 PROJECTED	FY 06/07 RECOMM	FY07 / FY06 REC-BUD	FY07 / FY06 REC/BUD
Fund Balance	\$0	\$1,595,405	\$7,091,306	\$537,991	\$537,991	(\$1,057,414)	-66.3%
TOTAL	\$0	\$1,595,405	\$7,091,306	\$537,991	\$537,991	(\$1,057,414)	-66.3%

