

Issue Analysis Form



Date: April 24, 2018
Item: Action on – 2018-19 Real Property Tax Rate
Lead Department(s): County Finance
Contact Person(s): Betsy Drewry

Description and Current Status

The board held a public hearing on all proposed FY 2018-19 tax rates on April 10, 2018. Following the public hearing the board approved all proposed tax rates **except the real property rate which was tabled until April 24, 2018.**

The County Administrator proposed the Fiscal Year 2018-2019 budget at the February 27, 2018 board meeting and recommended a 5 cent increase in the Real Property Tax Rate for school capital projects. **However an updated elementary school project timeline revealed that significant spending for this project will not occur until FY2020, and that the potential real property tax rate increase can be deferred until FY2020.**

No other increase or change in established tax rates was recommended.

Approval of Real Property Tax Rate tabled on April 10, 2018:

ORIGINAL RECOMMENDATION:

Real Property: \$0.91 per \$100.00 of assessed value [5¢ increase]

REVISED RECOMMENDATION:

Real Property: \$0.86 per \$100.00 of assessed value [no increase]

Approved on April 10, 2018

Personal Property: \$4.25 per \$100.00 of assessed value [no change]

Machinery & Tools: \$1.50 per \$100.00 of assessed value [no change]

Mobile Home / Tangible Personal Property: \$0.86 per \$100.00 of assessed value [no change]

Real property taxes are due December 5, 2018 and June 5, 2019 and Personal property taxes are due June 5, 2018.

Requested Board Action:

Consideration and adoption of the FY2019 real property tax rate.

- | | | |
|--|---|--|
| Does this require IDA action? | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| Does this require BZA action? | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| Does This require Planning Commission Action? | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| Does this require Board of Supervisors action? | <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No |
| Does this require a public hearing? | <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No |
| If so, before what date? [at least 7 days prior to public hearing] | <input type="checkbox"/> Yes | <input type="checkbox"/> No |

Fiscal Impact Statement

The County Administrator's Proposed budget recommended an increase in the Real Property tax rate of 5 cents per \$100 of assessed value to fund school capital projects.

The overall General Fund budget, considering all revenue changes, is expected to increase by \$2,491,376, or 4.65%. Excluding the \$1,250,000 generated from the 5 cent real estate tax increase, the General Fund budget would increase by \$1,241,376 or 2.32%.

An updated elementary school project timeline revealed that significant spending for this project will not occur until FY2020, and that the potential real property tax rate increase can be deferred until FY2020.

County Impact

On April 10 the County held a public hearing on the tax rates and advertised such public hearing at least seven(7) days prior to the public hearing to comply with Code of Virginia § 58.1-3007.

Notes

Board of Supervisors
County of Prince George, Virginia

Resolution

At a regular meeting of the Board of Supervisors of the County of Prince George held in the Boardroom, Third Floor, County Administration Building, 6602 Courts Drive, Prince George, Virginia this 24th day of April, 2018:

Present:

Vote:

Alan R. Carmichael, Jr., Chairman
Donald R. Hunter, Vice-Chairman
Floyd M. Brown, Jr.
Marlene J. Waymack
T. J. Webb

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On motion of _____, seconded by _____, which carried unanimously, the following Resolution was adopted:

RESOLUTION; ESTABLISHMENT OF 2018 TAX
LEVIES FOR REAL PROPERTY

BE IT RESOLVED That the Board of Supervisors of the County of Prince George this 24th day of April, 2018 hereby establishes the following levies for the Real Property Tax for Fiscal Year 2019 beginning July 1, 2018 and ending June 30, 2019 pursuant to Section 58.1-3001 of the Code of Virginia (1950, as amended).

<u>Class of Property</u>	<u>Rate per \$100 of Assessed Valuation</u>
1. Real Property	\$0.86

A Copy Teste:

Percy C. Ashcraft
County Administrator