



**BOARD OF SUPERVISORS
FINANCE AND AUDIT COMMITTEE**

View and participate in this meeting live online by following this link:
<https://va-goochlandcounty.civicplus.com/1154>

**FEBRUARY 07, 2023 @ 12:30 PM
ROOM 270
GOOCHLAND COUNTY ADMINISTRATION BUILDING
1800 SANDY HOOK RD., GOOCHLAND, VA 23063**

- I. CALL TO ORDER
- II. ELECTION OF OFFICERS
- III. APPROVAL OF MINUTES FROM JANUARY 3, 2022
- IV. FY2023 2ND QUARTER PROJECTIONS
- V. OTHER BUSINESS
- VI. PUBLIC COMMENT
- VII. ADJOURNMENT TO 12:30 PM MAY 2, 2023

**Goochland County
Finance and Audit Committee
Regular Meeting Action Minutes**

Full transcript can be found at: <https://va-goochlandcounty.civicplus.com/1154/County-Meetings>

**January 3, 2023 @ 12:30 PM
Administration Building
1800 Sandy Hook Road, Goochland VA 23063
Room 270**

View meeting archive at: <https://va-goochlandcounty.civicplus.com/1154/County-Meetings>

The Goochland County Finance and Audit Committee (FAAC) meeting was held on January 3, 2023, at 12:30 PM in the Room 270. Voting members present:

District 5 Supervisor, Ken Peterson, Chairman
District 4 Supervisor, Charlie Vaughters
District 2 Supervisor, Neil Spoonhower
County Administrator, Victor Carpenter
Director of Financial Services, Carla Cave

- I. Mr. Peterson called the meeting to order at 12:30 PM, confirmed a voting quorum, and reviewed the agenda.
- II. Mr. Peterson announced the purpose of the meeting is to discuss the new Goochland Elementary School and the funding. The goal of the meeting is to arrive at a consensus on a couple of questions:
 - Should we move forward, and if so when.
 - How much should we spend, and if so how much.
 - How will we pay for it without compromising the other County activities; like Public Safety.

Discussion on moving forward between the voting members continued considering is this the right time facing a recession and inflation. Agreement in moving forward, but there were different ideas on when due to the economic factors. Waiting could provide cost savings with contractors needing work, but there are risks around that as well. Funding is skeptical looking at close to historic residential revenues going down, personal property tax going down and potentially spending a lot more on one segment. There is a significant potential for the County to be in a really bad revenue situation. The argument that delays could cost multimillions of dollars was met with disagreement.

How much should we afford was discussed, without compromising the other areas of the County. Can the school still be built without the \$15,700,000 additional. If we do fund the full amount other projects will be sacrificed. Full funding will put upward pressure on taxes.

The school is currently projected to open August 2024. Using all \$9,000,000 bond premium for schools would only leave \$965,000 for public safety. The courthouse is on the list and is even older than the school, quite a bit older. The Judge has said if we don't build the courthouse, he has the authority to mandate we build a courthouse. The County Attorney confirmed the Judge can mandate we build a new courthouse. Currently if something happens they do not have enough room to protect themselves. Agreement this needs to be considered. The first bond issue was not for the courthouse. The second bond issue is intended to fund the courthouse. Although the first round could be used towards the courthouse. There is tremendous pressure on public safety with the County's growth. Over the last years there has been a drift higher in the number of students, but public safety demands have skyrocketed.

The County and schools will be working together to monitor the project. If other sources of revenues are found, like private sector funding, the County funds would be turned back.

- III. Other Business: None
- IV. Public Comment: Citizen spoke appreciating how hard everyone is working. The question was asked can you build a school for \$40,000,000 that would house 600 students? Then proceeded to say not looking for an answer, but thinks the answer is yes. If it is perceived as a slight of hand they do not think it bodes well for the future.
- V. Mr. Peterson adjourned to February 7, 2023, at 12:30 PM.



Board of Supervisors

1800 Sandy Hook Road
Goochland, VA 23063

Meeting: 02/07/23 02:00 PM

Department: Finance

Category: Other

Prepared By: Carla Cave

Department Head: Carla Cave

**SCHEDULED
INFORMATION ITEM**

(ID # 5625)

FY2023 SECOND QUARTER PROJECTION

Strat Goal 1	Efficient, effective, and transparent government; emphasis on customer service excellence	X
Strat Goal 2	Balanced development that contributes to the welfare of the community and preserves its rural character	
Strat Goal 3	Excellence in Financial Management	X
Strat Goal 4	High Quality Core Services including Education, Public Safety, and Community Health	
Strat Goal 5	Positive Work Environment with a Highly Qualified, Diverse Workforce	

Board Action Requested

No action requested

Summary of Information

The Board’s Operating Budget Policies call for a quarterly update of general fund revenues and expenditures to be provided to the Board and the public. Attached is a projection/estimate of FY2023 general fund expenditures, with categorical subtotals, along with an estimate of revenues to be received during the fiscal year.

Second quarter projections for FY2023 are conservative. Most departments were projected to stay at or near budget until more results are available for the third quarter projections.

Revenues are estimated to exceed the budget by approximately \$4 million primarily due to higher than budgeted personal property tax and interest earnings. Overall, revenues are projected to exceed operating expenditures by approximately \$8 million. Transfers out to other funds are estimated to be \$6 million, leaving a surplus of \$2 million to be returned to the general fund at year-end. Third quarter results will be presented in May 2023.

ATTACHMENTS:

- FY23 2ND QTR PROJECTIONS (PDF)

County of Goochland, Virginia
General Fund
FY23 Second Quarter Projections
Year Ended June 30, 2023

	FY23 Final Budget	FY23 Year-End Projected	Variance Final Budget	FY22 Audited Actuals	Variance FY23 Projected FY22 Actual	% Variance
REVENUES						
Total revenues	\$ 74,170,288	\$ 79,100,000	\$ 4,929,712	\$ 74,934,484	4,165,516	5.6%
EXPENDITURES						
Current:						
General government administration	6,454,350	6,350,000	104,350	5,977,043	372,957	6.2%
Judicial administration	2,366,612	2,180,000	186,612	2,102,943	77,057	3.7%
Public safety	20,063,341	19,400,000	663,341	16,022,906	3,377,094	21.1%
General services	3,615,058	3,600,000	15,058	3,130,371	469,629	15.0%
Health and welfare	4,617,786	4,431,493	186,293	4,302,118	129,375	3.0%
Education	25,863,687	25,350,000	513,687	25,006,893	343,107	1.4%
Parks and recreation	1,770,183	1,750,000	20,183	1,412,306	337,694	23.9%
Community development	2,646,423	2,225,000	421,423	1,998,178	226,822	11.4%
Nondepartmental	526,131	350,000	176,131	268,475	81,525	30.4%
Debt service:						
Principal retirement	3,276,000	3,276,000	-	1,543,970	1,732,030	112.2%
Interest and other fiscal charges	2,235,426	2,235,426	-	197,121	2,038,305	1034.0%
Total expenditures	73,434,997	71,147,919	2,287,078	61,962,324	9,185,595	14.8%
Excess (deficiency) of revenues over (under) exp	735,291	7,952,081	7,216,790	12,972,160	13,351,111	102.9%
OTHER FINANCING SOURCES (USES)						
Transfer to Capital Projects Fund	(5,500,000)	(5,500,000)	-	(6,178,440)	678,440	(5,500,000)
Transfer to Office of Children's Services Fund	(950,000)	(600,000)	(350,000)	(542,717)	(57,283)	(950,000)
Total transfers net	(6,450,000)	(6,100,000)	(350,000)	(6,721,157)	621,157	(6,450,000)
Net change in fund balance	(5,714,709)	1,852,081	6,866,790	6,251,003	(4,398,922)	(6,449,999)
Fund balance - beginning	\$ 47,631,897	\$ 47,631,897	-	\$ 41,380,894	6,251,003	\$ 47,626,208
Fund balance - ending	\$ 41,917,188	\$ 49,483,978	\$ 6,866,790	\$ 47,631,897	1,852,081	\$ 41,176,209
Nonspendable		256,000				
Restricted		50,215				
Revenue Stabilization		3,000,000				
Assigned		19,996,162				
Unassigned		26,181,601				
Projected Fund balance - ending		\$ 49,483,978				
FINANCIAL POLICY COMPLIANCE						
Target debt policy			10%			
Debt percentage of Gen Fund and School Op non-local Exp budget			6.9%			
Unused capacity to target			3.1%			
Target unassigned fund balance target			25%			
Actual unassigned fund balance			23.9%			
Exceed target (favorable variance)			-1.1%			
Revenue stabilization policy			3%			
Actual revenue stabilization			3.2%			

Attachment: FY23 2ND QTR PROJECTIONS (5625 : FY2023 Second Quarter Projection)