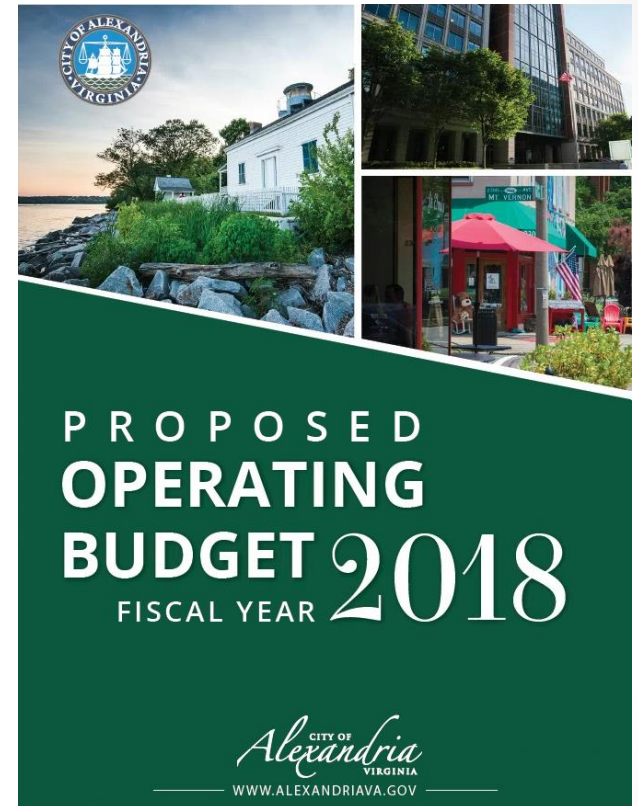




FY 2018 CITY MANAGER'S PROPOSED BUDGET

Joint Alexandria City Council &
School Board Work Session
March 8, 2017



Overall Budget Outlook

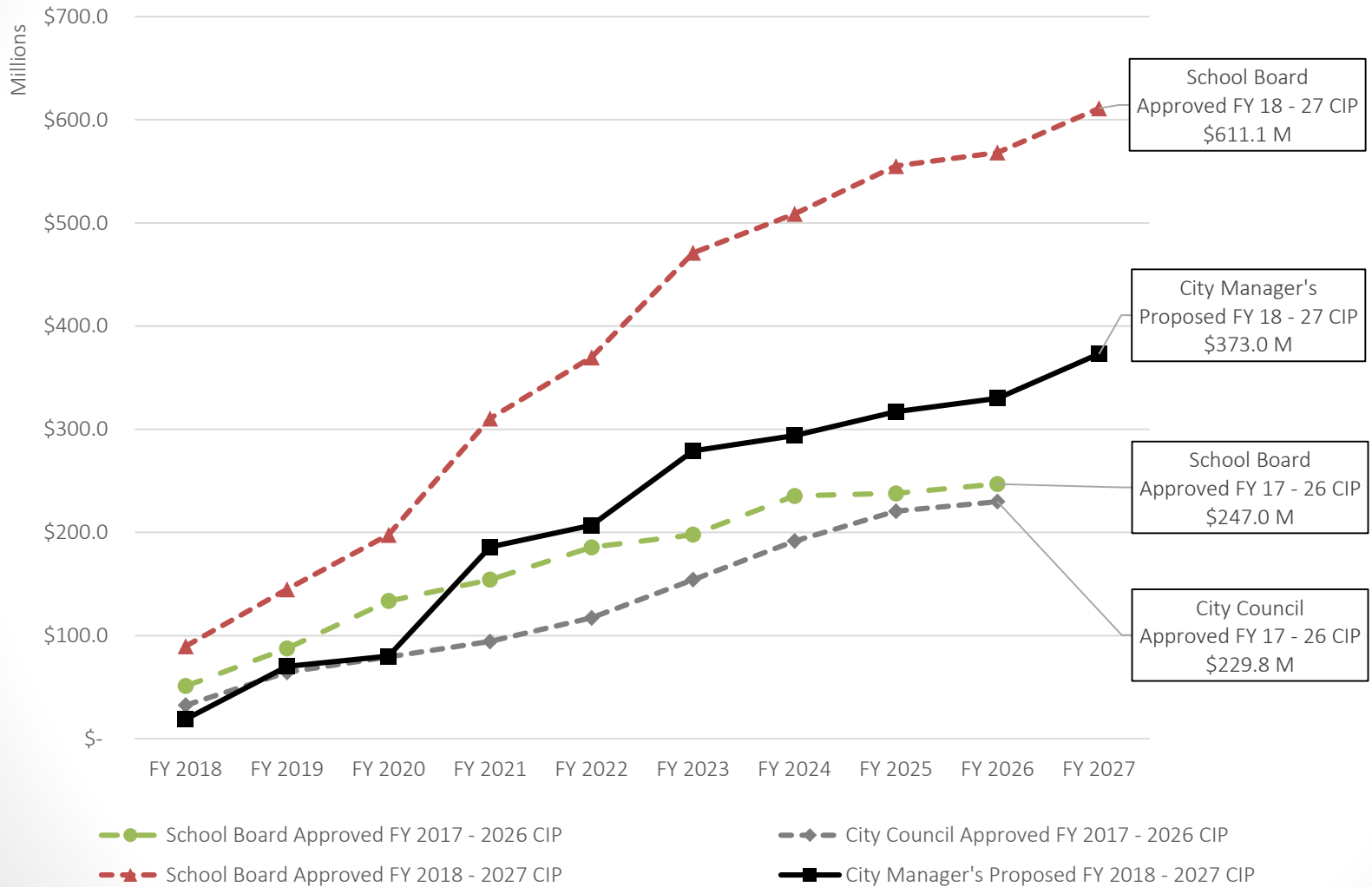
- Slow Growing Regional Economy
- Tax base growth of just 1.7%
- Federal government employment and policy changes
- High Office Vacancy Rate
- Revenue Growth of only 1.8%



ACPS FY 2018 Funding

- Total City General Fund Increases by 3.5%
 - City services (+0.9%)
 - Real Estate tax rate proposed to increase (+2.7¢=+\$197 average household)
- General Fund
 - \$214.1 M General Fund transfer to ACPS, a \$7.5 M (+3.6%) increase
 - 99% of ACPS request funded
 - \$28.5 M ACPS debt service, a \$0.9 M increase
- 10-Year CIP
 - \$611.1 M requested = +\$291.2 M increase
 - \$373.0 M recommended = +\$143.2 M increase
 - \$203.0 M included in unfunded Supplemental CIP

ACPS Funding Comparison



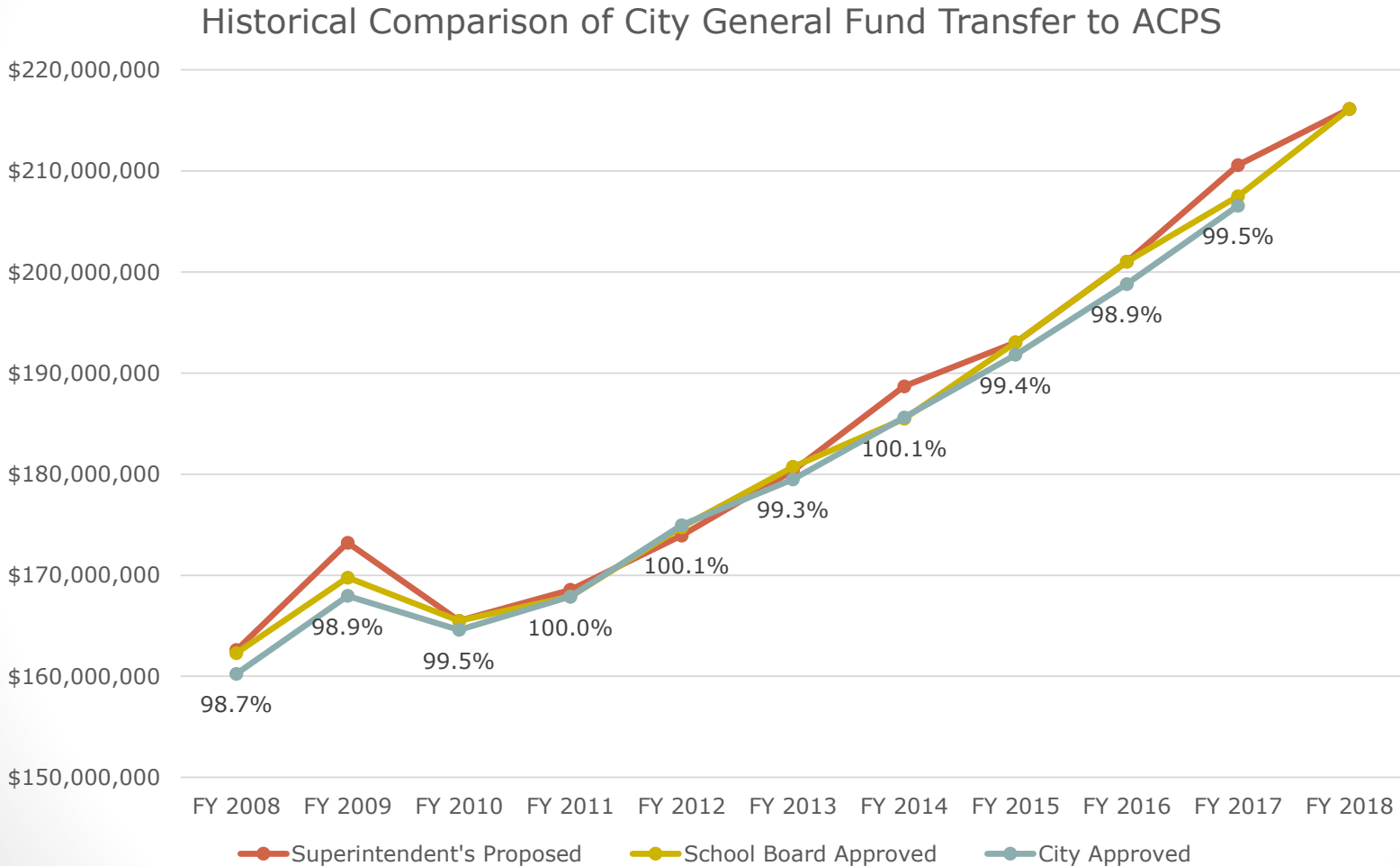


Cost to Fund Supplemental CIP for ACPS

Tax Rate Impact	Average Residential Tax Bill	Increase Over Proposed Budget	Increase Over FY 2017
Proposed Budget	\$5,813	\$0	\$197
+ 0.6 Cents for Operating	\$5,844	\$32	\$228
+ 5 Cents for Capital	\$6,077	\$264	\$461
+ 8 Cents for Capital	\$6,235	\$423	\$619
+5.6 Cents for Both	\$6,109	\$296	\$493
+8.6 Cents for Both	\$6,267	\$454	\$651



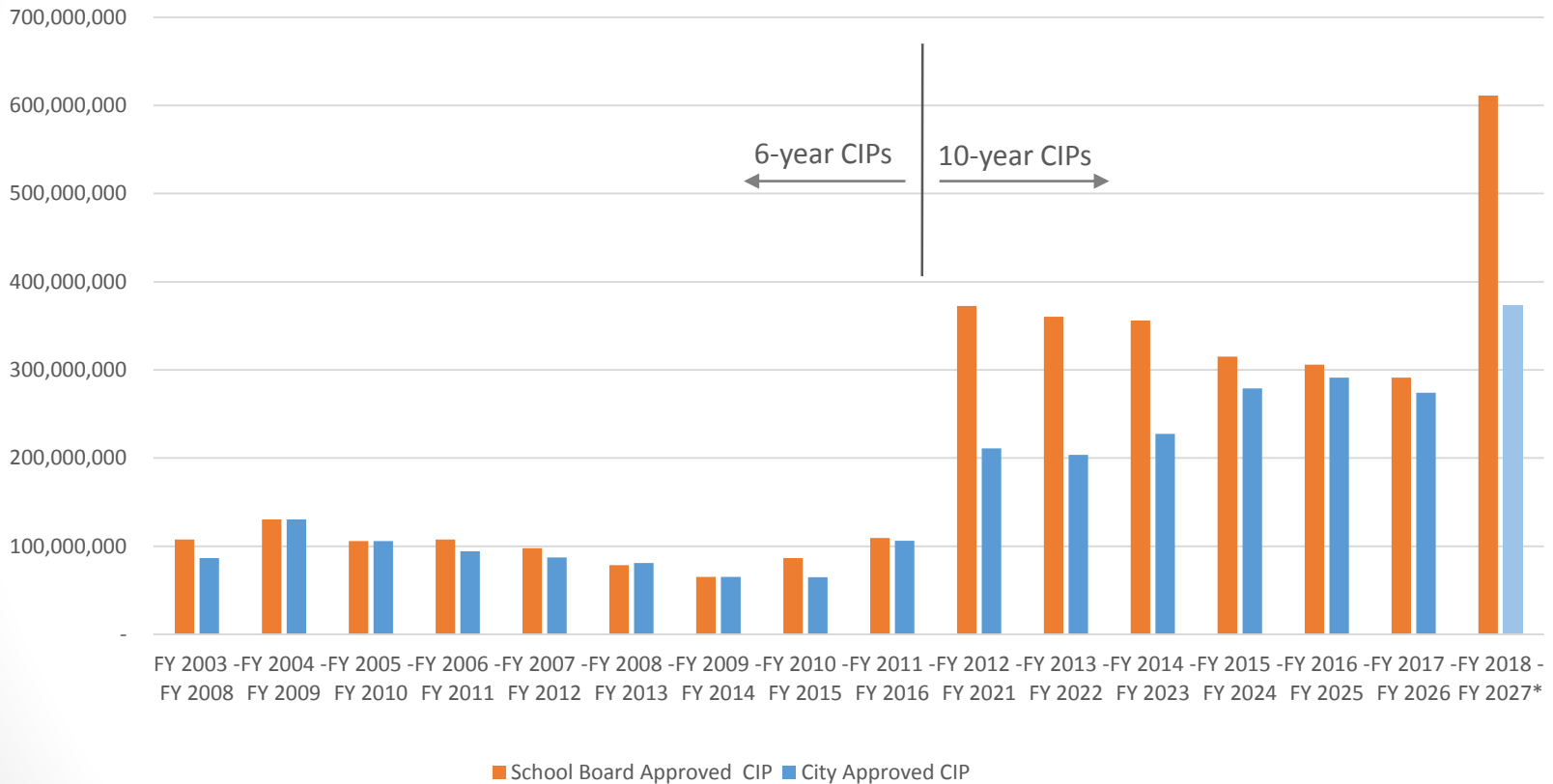
Historical Comparison of ACPS General Fund Transfer





Historical Comparison of ACPS CIP Funding

Total CIP - School Board Approved vs. City Council Approved



*FY 2018 - FY 2027 City amount reflects the City Manager's Proposed CIP