

Revenue from the Commonwealth

General Operating Fund

BUDGET SUMMARY

	<u>FY 04 Adopted</u>	<u>FY 04 Projected</u>	<u>FY 05 Adopted</u>	<u>FY 06 Adopted</u>
<u>Non-Categorical Aid:</u>				
Recordation Tax Distribution	\$ 489,844	\$ 430,000	\$ 430,000	\$ 430,000
HB 599 Payments	1,092,322	1,102,396	1,262,322	1,262,322
State Car Tax Reimbursement	9,770,000	9,300,000	9,550,000	9,550,000
ABC Profits	28,201	85,000	48,924	52,078
Wine Tax	29,560	60,000	32,616	32,616
Car Rental Sales Tax	7,500	31,248	15,000	15,000
Mobile Home Tax Com.	20,000	10,000	12,500	12,500
Rolling Stock Tax	45,805	45,805	45,805	45,805
	<u>11,483,232</u>	<u>11,064,449</u>	<u>11,397,167</u>	<u>11,400,321</u>
<u>Shared Expenses (Categorical):</u>				
Sales Tax for Education	5,703,245	5,703,245	6,963,981	7,257,761
Share of Expenses for:				
Treasurer	149,740	147,952	152,373	155,263
Commissioner of the Revenue	130,711	129,193	132,261	134,771
General Registrar	45,564	44,981	53,557	53,557
Sheriff	590,329	584,183	624,183	626,634
Commonwealth's Attorney	388,271	383,885	408,980	413,519
Clerk of the Circuit Court	356,480	351,919	369,919	373,483
Medical Examiner	300	600	300	300
	<u>7,364,640</u>	<u>7,345,958</u>	<u>8,705,554</u>	<u>9,015,288</u>
<u>Categorical Aid:</u>				
Commission for the Arts	5,000	5,000	5,000	5,000
Emergency Medical Services	30,746	30,746	30,746	30,746
Wireless Board	125,600	125,600	153,417	85,379
	<u>161,346</u>	<u>161,346</u>	<u>189,163</u>	<u>121,125</u>
Total	\$ <u>19,009,218</u>	\$ <u>18,571,753</u>	\$ <u>20,291,884</u>	\$ <u>20,536,734</u>

BUDGET COMMENTS

Description

This budget provides for revenue received from the Commonwealth of Virginia in three categories - Non-Categorical Aid, Shared Expenses (Categorical), and Categorical Aid. **Non-Categorical Aid** includes revenues which are raised by the State and shared with the local government. The use of such revenues is at the discretion of the local government. **Shared Expenses (Categorical)** includes revenues received from the Commonwealth for the State's share of expenditures in activities that are considered to be joint responsibilities. **Categorical Aid** includes revenues received from the Commonwealth, which are designated by the Commonwealth for a specific use by the local government.

Change

State revenues in support of local spending have flattened due to budget difficulties at the State level. The exception is the State's continuing assumption of personal property tax payments. This is the State's "No Car Tax" initiative and it has the following impact on local taxpayers:

	FY 04 <u>Adopted</u>	FY 05 <u>Adopted</u>	FY 06 <u>Adopted</u>
Local Collections	\$ 8,680,000	\$ 9,800,000	\$ 10,950,000
From the Commonwealth	<u>9,770,000</u>	<u>9,550,000</u>	<u>9,550,000</u>
	<u>\$ 18,450,000</u>	<u>\$ 19,350,000</u>	<u>\$ 20,500,000</u>

This estimate may become the base amount for FY 2006 based on amendments to the State Code. These changes will be revisited by the General Assembly prior to implementation in FY 2006. The State sales tax for education consists of 1.0 percent of the State sales tax collected around the State and distributed to localities in proportion to their school-age population. The school age population is determined by a special census every three years, and the latest was completed in August 2002. These funds are forwarded by the County to the Williamsburg-James City County Schools each year, although they could be retained and used to pay for school debt service. An increase in the State sales tax adopted by the 2004 General Assembly accounts for much of the difference between FY 2004 and FY 2005.