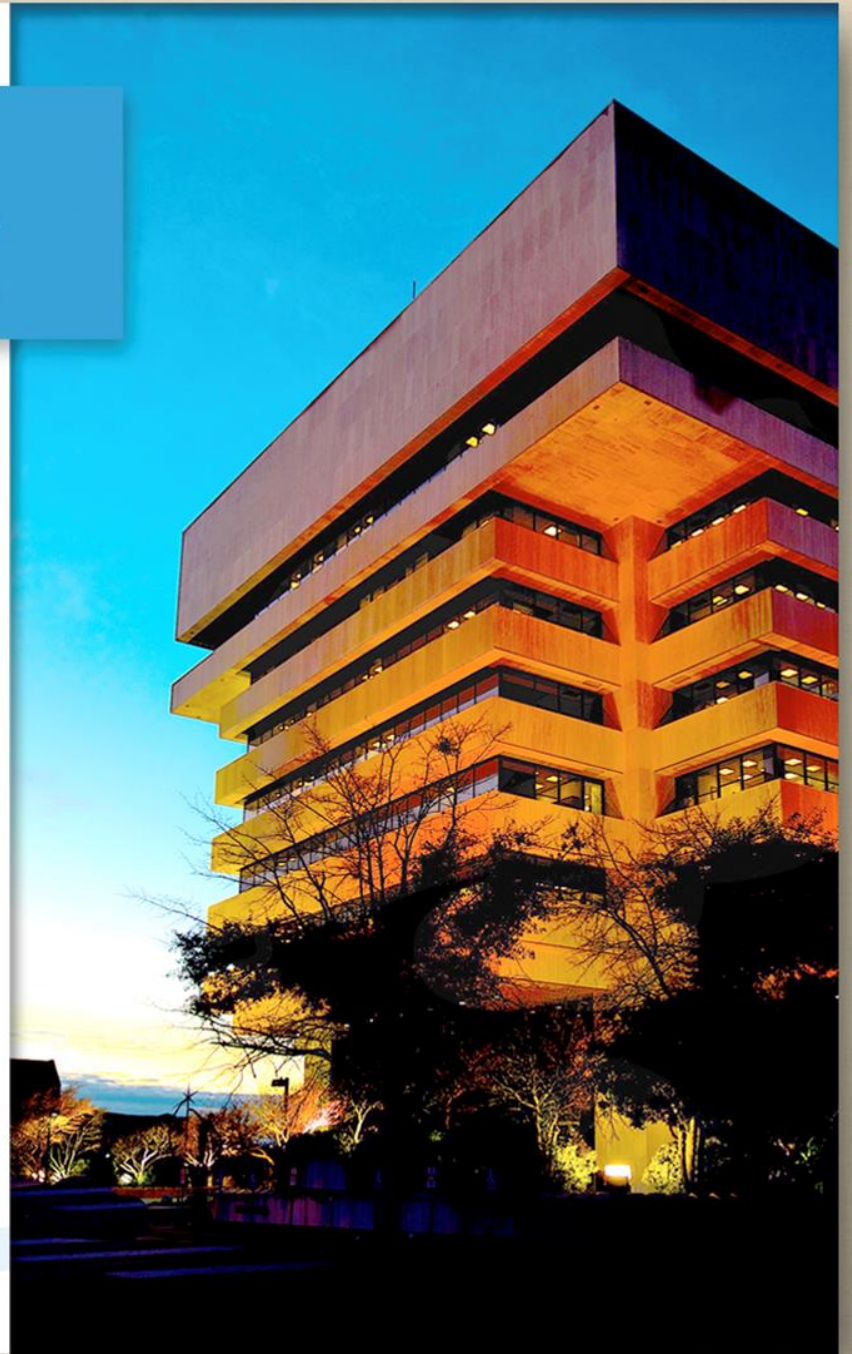


HAMPTON VA

# State Budget Update

Hampton City Council  
March 23, 2016  
FY17 Budget



# Overview

- Background
- Education
- Public Safety
- Economic Development
- Fort Monroe
- Other
- Conclusion

# Background

- December 17, 2015 – Governor Release Proposed Budget
- General Assembly passed budget on March 11, 2016
- Reconvened session to address any Governor vetoes is scheduled for April 20, 2016
- Specific impacts on Hampton are not yet known

# Education

- \$892.3 million increase in direct aid to K-12 education
  - \$73 million more than Governor's introduced budget
- \$5 million increase for Hampton City Schools above FY16 Council Approved Budget
- Provides additional funding flexibility for local schools via reinstatement of lottery fund distribution
- 2% salary adjustment for teachers effective December 1, 2016
  - Contingent on state meeting revenue projections
- 90% of VRS rate for teachers in FY17 and 100% in FY18

# Education (Cont'd)

- \$7.7 million for at-risk students via expanded school year programs, teacher improvement programs
- \$4.6 million increase for additional slots and increased per pupil funding for the Virginia Preschool Initiative (VPI)
- \$870,625 in FY17 and \$681,975 in FY18 for STEM education program at the Virginia Air & Space Center

# Public Safety

- 3.2% increase for HB599
  - \$208,750 estimated Hampton impact
- Fully funds Jail Per Diems
- Provides 50% reimbursement for security upgrade at Hampton Roads Regional Jail
  - Equates to approximately \$176,000 in avoided cost to Hampton

# Economic Development

- Go Virginia - \$35 million, mostly in FY2018
- \$2 million added to Enterprise Zone Program to avoid grant proration
- \$2.25 million for Brownfields Restoration remediation grants
- \$2.4 million for Jefferson Lab
- \$65 million in FY17 & \$55 million in FY18 for economic development incentive grants

# Fort Monroe Related Items

- Keeps PILOT flat at \$983,960
- Requires the City to remove liens from past underfunding of the PILOT in previous years in order to receive the money
- Ties transportation infrastructure improvements around Fort Eustis to the transfer of Army owned property at Fort Monroe
- Initiates transfer of Chamberlin Hotel property to the State asap



# Other

- Allows local treasurers under contract to Commonwealth Attorneys to continue collection efforts and split collections 50-50 with Commonwealth.
  - Grandfather clause removed
- 2% salary adjustment for state-supported local employees effective December 1, 2016
  - Contingent on state meeting revenue projections
- \$20 million for stormwater local assistance grants
- No tolls on existing roads without General Assembly approval
  - Tolls on new lanes and bridges or the conversion of HOV lanes to toll lanes will not require General Assembly approval

# Other (Cont'd)

- \$500,000 per year increase in CSA administration (first increase since FY2000)
- \$4.3 million each year for Local Social Services administration to address increased volume of work with Medicaid eligibility determinations and redeterminations
- \$4.735 million increase in Healthy Families funding
- \$3.5 million in FY17 and \$6.9 million in FY18 for 2019 Commemoration

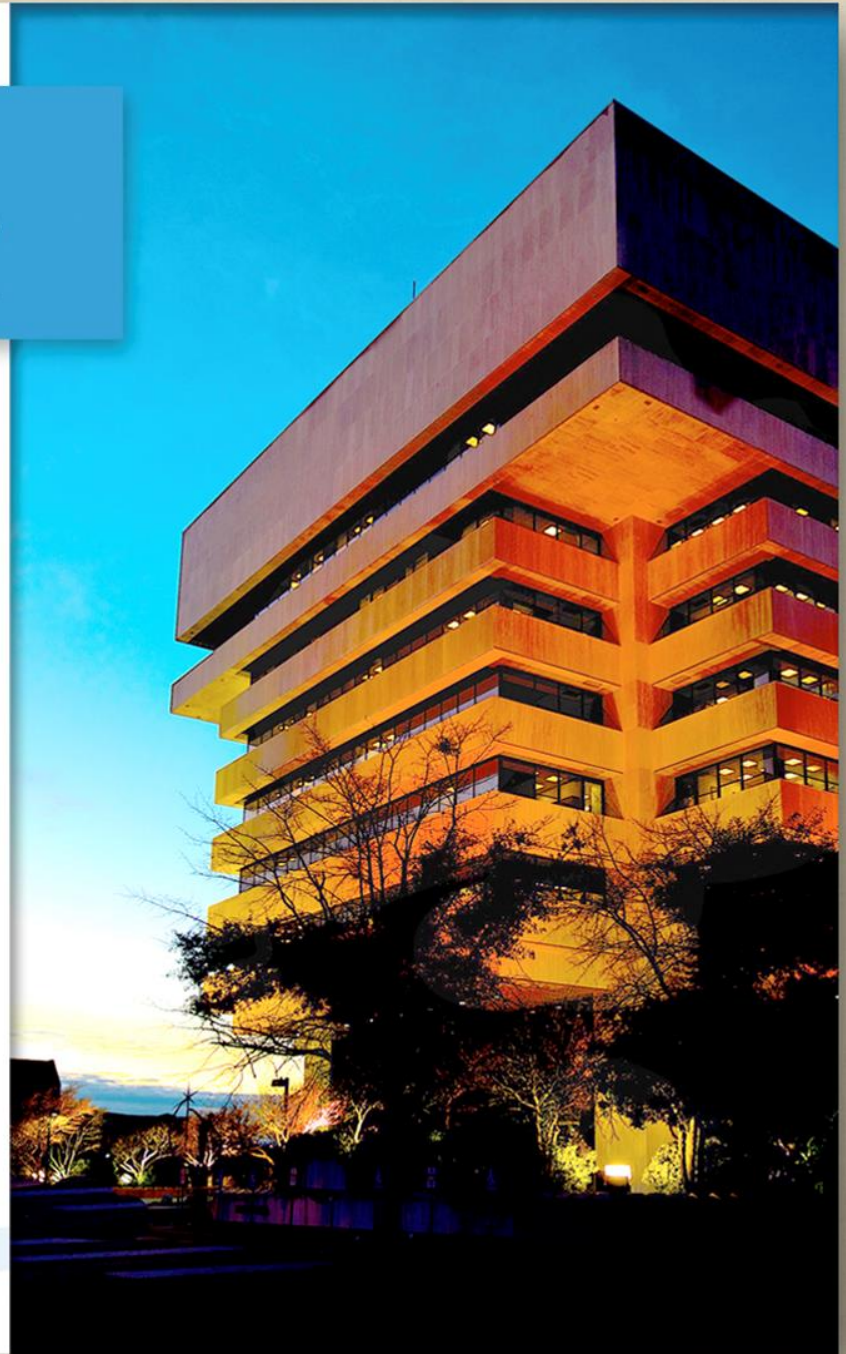
# Conclusion

- Should see positive net impact on revenues
- Includes other positive investments that could benefit Hampton
- Approved budget is important step in the right direction after years of declining state support
- A lot of work still needs to be done to get Virginia localities back to where they were before the recession

HAMPTON VA

# Public Input Update

Hampton City Council  
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FY17 Budget



# Input on annual budget

- In-person meeting March 8: About a half dozen citizens plus some Council
- Online evening chat March 13: 67 people watched live, 32 watched it later; 40 comments
- Online noon chat March 22: 102 people watched live; 26 replays later that day; 39 comments

# Input on annual budget

- No themes or common threads. People talked about a variety of concerns, not necessarily related to the annual budget:
- Schools and school maintenance funds, crime, employee salaries, mosquito control, street repairs, youth violence prevention, neighborhood services, economic development, the former Virginia School for the Deaf and Blind, re-use of the old courthouse, Fort Monroe, street lights, litter and limited pool availability for swim teams.

# Input on annual budget

- For those who missed the chats, transcripts are posted at:  
[Hampton.gov/lvalue](http://Hampton.gov/lvalue)

# Key Upcoming Dates

## ~ City Budget ~

- April 15: Manager recommends budget to Council
  - Copies on-line & in libraries
- April 27, 2016: Budget Briefing/Public Hearing
- May 4: Public Hearing & 1<sup>st</sup> Reading:
- May 11: 2<sup>nd</sup> Reading & Adopt the budget

