

## REVENUES

### OVERVIEW

The FY 2008 projected revenues reflect a continued growth in the local economy. On a national level, calendar year (CY) 2006 was a continued year of strength with interest rates remaining at historic lows and a return of positive earnings for companies with rising stock prices. Though certain sectors of the market continued to struggle, the strength of the economy was returning from several years of declining or stagnant growth. In the Washington Metropolitan area, the economy was strong but the region finally began to see a slowdown in the real estate market. After several years of double digit residential growth, many jurisdictions, including Arlington experienced flat or slightly declining residential values. This slowdown however has been offset by the continued strength in the commercial real estate market. CY 2007 is expected to be a year of continued strength with real estate growth returning to more stable historic growth levels.

### **Tax Revenues Continue Healthy Growth**

For FY 2008, many tax revenues show continued growth. Real estate tax revenue, which has experienced several years of double digit appreciation, has begun to experience the market correction that many experts have been predicting. Personal property tax, Business, Professional, and Occupational License (BPOL) tax, and transient occupancy taxes continue to grow at rates in excess of historical averages. The cooling real estate market has impacted residential valuations more than commercial. Commercial assessment growth is averaging 13.9 for CY 2007. Overall, Arlington has a diverse tax base, and the weakness in one area has historically been offset by strength in another. The estimates of the revenues forecast in the FY 2008 budget reflect conservative projections when compared to recent trends in several tax and non-tax categories.

### **Comparison between Budgeted Revenues and Expenditures**

County budget information compares budgeted revenues and expenditures from the current fiscal year to the adopted fiscal year. Most of the growth calculations in this section, derived from historical trends and other data, are calculated against revised estimates for the current year. This is especially important for real estate revenue since the County's assessment of real estate occurs each January 1 (half way through the current fiscal year). The value of real estate, determined in the middle of a fiscal year, has a significant impact on the current fiscal year's revenue (since the first payment is due in June, prior to the end of the current fiscal year) and drives the forecast for the subsequent fiscal year. Other tax revenues are revised in the current year if the tax receipts indicate higher/lower year-end projected revenue. This revenue surplus/deficit is typically not recognized in the budget until the Mid-Year or Third Quarter review is completed.

### **General Fund Revenues**

General Fund revenues (excluding fund balance) for FY 2008 are anticipated to increase by 4.5 percent over the FY 2007 adopted budget. Given that real estate taxes comprise 51 percent of General Fund revenues, the growth in real estate materially affects total revenue growth. While some increase in the real property base is the result of new construction, appreciation in values of existing real properties is the primary factor influencing the growth in the real estate tax revenue for calendar year 2007 and 2008.

## Fiscal Outlook

Overall, Arlington will continue to be fiscally sound and will benefit from its abundant economic, cultural and educational resources. Arlington's unemployment rate remains low and per capita income remains high in comparison to other counties and cities in the nation. Residential properties experience strong market activity due to Arlington's strategic location. Commercial office properties exhibit relatively low vacancy rates attributable to Arlington's commercial development near metro station areas.

### ECONOMIC INDICATORS

	CY 2004	CY 2005	CY 2006
Consumer Price Index (CPI-U)	2.8%	3.4%	3.2%
Employment Cost Index (private ind.)	3.8%	3.1%	2.9% est.
Unemployment – U.S. / Arlington	5.5% / 2.6%	5.1% / 2.5%	4.6% / 1.9%
Mortgage Rates (annual avg.) – 30 year fixed rate	5.84% & .7 pts	5.87% & .6 pts	6.41% & .5 pts
Federal Funds Rate (range)	1.00% - 2.25%	2.25% - 4.25%	4.25% - 5.25%
Retail Sales (based on 1% of Arlington tax revenue)	\$3.0 billion	\$3.2 billion	\$3.4 billion
Vacancy Rate - 4th Qtr. (incl. sublet)	10.7%	9.6%	N/A
Tourism - Occupancy	73%	75%	73%
Tourism - Average Hotel Room Rate	\$127.15	\$140.11	\$155.18

Sources: Federal Data, Virginia Employment Commission, Freddie Mac, Costar, Smith Travel Research

## TAX COMPETITIVENESS

Arlington County continues to have a tax structure that is competitive with the region and with the nation. The County's \$0.818 real estate tax rate in calendar year (CY) 2006 is one of the lowest in the Washington metropolitan area. Changes throughout the past several years have reduced the business license tax liability for many small and medium-sized businesses. Charts comparing tax rates and tax bills for various northern Virginia jurisdictions are found later in this section.

## FINANCIAL STANDING

Arlington is one of approximately 23 counties in the United States to be awarded a triple Aaa/AAA/AAA credit rating. In April 2006, the three primary rating agencies all reaffirmed the highest credit rating attainable for jurisdictions. Fitch, Inc. (AAA), Moody's Investors Services (Aaa), and Standard & Poor's (AAA) ratings validates that Arlington's financial position is outstanding and reflects the continued growth of high wage jobs in the technology, communications and financial services sectors and high per capita retail sales.

## PROPOSED TAX RATES, USER CHARGES AND PERMIT FEE CHANGES FOR FY 2008

The following changes are proposed for FY 2008 and are reflected in the Proposed Budget revenue totals.

### General Fund

In the General Fund, changes in several departments are reflected in the department revenue narratives and the General Fund total revenues. These include the following actions:

- ↓ In the Department of Environmental Services, decrease the Chain Bridge Road Service District tax rate \$.001 to \$0.053 for each \$100 of real estate assessment value. This tax is imposed to fund the repayment of the extension of a sanitary sewer line along Chain Bridge Road. This service district tax rate is in addition to the real estate tax rate.
- ↑ In the Department of Environmental Services, increase the household solid waste rate by \$35.44 to \$295.80 per year. The fee is charged per refuse unit and is set to recover the full cost of refuse collection and disposal, including administrative costs.
- ↑ In the Department of Human Services, increase the Madison Adult Day Health Care Center program fee from \$82/day to \$96/day.
- ↑ In the Department of Community Planning, Housing and Development, increase fees for use permits, sign permits, site plans, rezoning, variances, and zoning compliance letters.
- ↑ In the Department of Parks, Recreation and Cultural Resources, increase fees for swim tickets and pool memberships.

### Utilities Fund

- ↑ Increase the water/sewer rate \$1.20 per thousand gallons from \$8.00 to \$9.20. This is an estimated increase of \$84 per household annually (assumes 70,000 gallons of usage).
- ↓ Decrease the 2nd Road North Service District tax rate \$0.076 to \$0.147 for each \$100 of real estate assessment value. This tax is imposed to fund the repayment of the extension of a sanitary sewer line along 2nd Road North. This service district tax rate is in addition to the real estate tax rate.

### Special Assessment District Fund

- ↑ Increase the Rosslyn Business Service District tax rate \$0.004 from \$.078 to \$0.082 for each \$100 of real estate assessment value. This tax is imposed to fund additional services in the downtown Rosslyn area. This service district tax rate is in addition to the real estate tax rate.
- ↓ Decrease the Crystal City Business Improvement Service District tax rate \$0.006 from \$0.045 to \$0.039 for each \$100 of real estate assessment value to fund additional services in the downtown Crystal City area. This service district tax rate is in addition to the real estate tax rate.

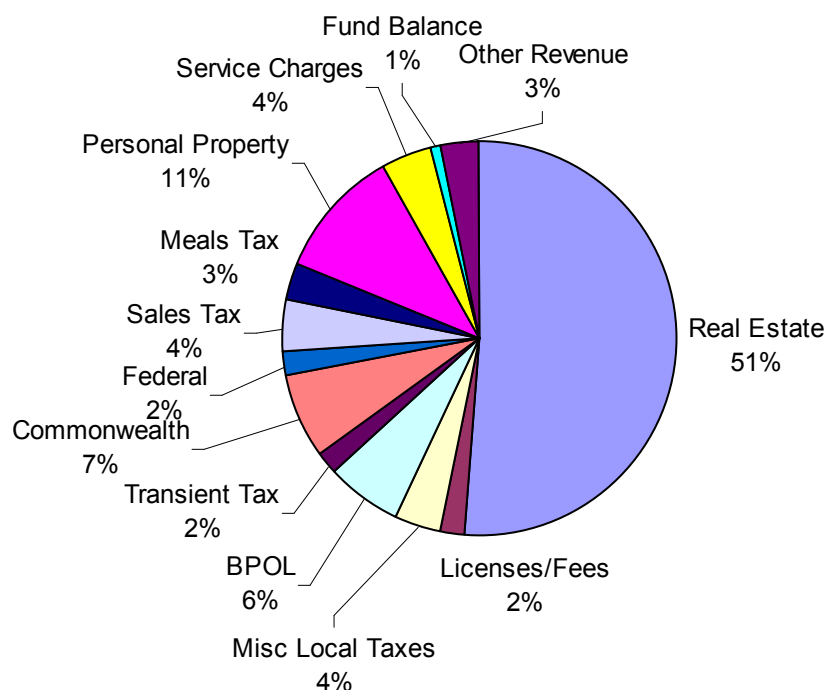
**GENERAL FUND REVENUE SUMMARY**

The FY 2008 General Fund budget is financed by a variety of revenue sources, which include local taxes, service charges, fees, and revenues from the Commonwealth of Virginia and the federal government. For FY 2008:

- General Fund revenues projected to total \$874.9 million, an increase of \$46.0 million (5.5%) over the adopted FY 2007 budget
- Local tax revenues projected to total \$710.7 million, an increase of \$43.8 million (6.6%) over the FY 2007 adopted budget
  - This includes the new communication sales tax, most of which was fee revenue in FY 2007 (\$7.2 million)
  - Local taxes are 81% of total General Fund revenue
- License, Permits, and Fee revenue projected to total \$12.1 million (10.5% decrease)
  - Primarily due to cable fee revenue becoming part of the new communication sales tax revenue (\$2.3 million)
- Service charge revenue projected to total \$35.2 million (5.4% decrease)
  - Primarily due to E-911 fee revenue becoming part of the new communications sales tax revenue (\$4.9 million)
- State revenue projected to total \$62.6 million (3.9% increase)
- Federal Government revenue projected to total \$19.5 million (17.9% decrease)
  - Primarily due to loss of the Local Public Assistance Cost Allocation Plan funding (\$5.5 million)
- FY 2007 fund balance carryover totaled \$8.3 million
- Other revenue projected to total \$26.5 million (\$6.5 million increase)
  - Primarily due to increased interest income (\$3.9 million) and the transfer from the Industrial Development Authority for the payment of debt on the taxable revenue bonds issued for the new Ballston skating facility (\$2.3 million)

The pie chart below illustrates the major sources of General Fund revenues.

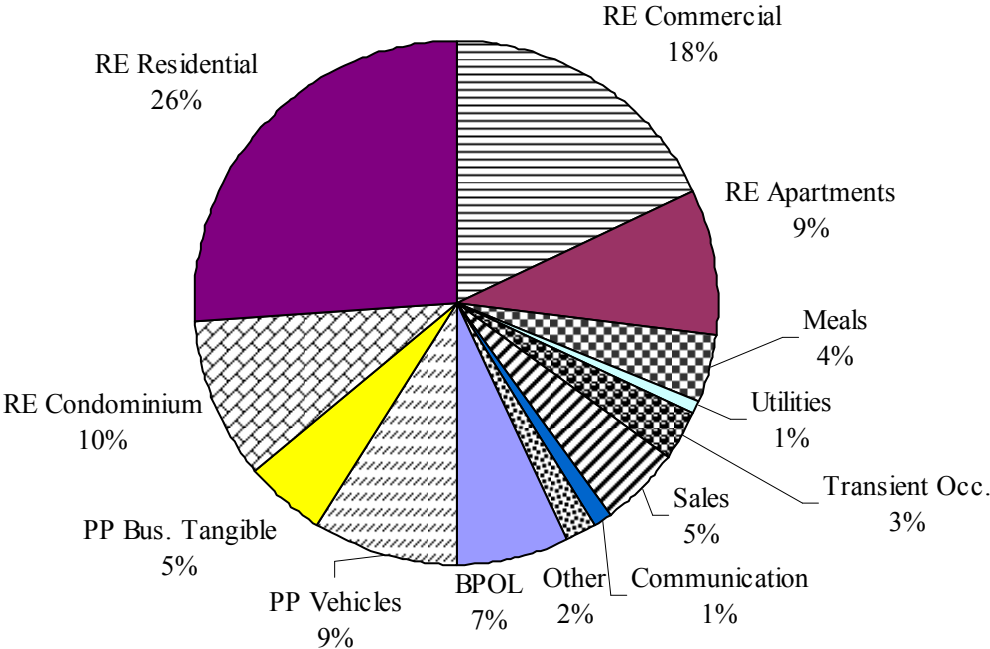
**FY 2008 General Fund Revenue Sources**



Local Taxes

The pie chart below illustrates the local taxes that the County collects. As demonstrated by the chart, real estate and personal property taxes are the largest tax categories. Together, they account for 76 percent of local tax revenue. A description of the local taxes and a discussion of the FY 2008 projections follow.

FY 2008 Local Taxes



## Real Estate Tax

Real estate tax revenues are the largest source of funds, generating \$447.5 million or 52 percent of all revenues for the FY 2008 budget (excluding fund balance) and 63 percent of all local tax revenues. The FY 2008 revenue projections reflect a CY 2007 real estate tax rate of \$0.818 for each \$100 of assessed property value (applying both to commercial and residential real estate).

Under current state statute, the real estate tax rate must be the same for all classes of real property. Arlington County prorates real estate taxes for the value increase on new construction, a policy adopted in FY 1986. Previously, a property owner paid real estate taxes based on the January 1 value of a structure. No additional tax was assessed if the building was completed during the course of the year. With proration, property owners pay a prorated share of the real estate tax increase during the calendar year, based on when the building is substantially completed.

For the proposed budget, the value of real property in the County excluding Public Service Corporations (PSCs) increased approximately 6.8 percent on average from CY 2006 to CY 2007. New construction added 2.2 percent to the tax base, while assessments of existing property increased 4.6 percent overall. The assessed value of the average single-family residence decreased by 0.8 percent, from \$541,800 to \$537,500. Therefore, at the adopted real estate tax rate of \$0.818, the average single family residential tax bill will decrease by about \$35 over CY 2006. The tax base of multi-family residential properties (rental apartments), including new construction, increased in assessed value by 25.6 percent. While some increase in assessed value of residential property is the result of new construction, renovation, and remodeling, the bulk of the assessment increase is the result of slightly higher market prices for homes in Arlington County. In the commercial sector, the value of office buildings increased by 7 percent with \$400 million attributed to new construction. Hotels and motels continue to increase at double digit rates with another year of 12.0 percent appreciation. The net effect of the 6.8 percent increase in assessed value is an increase in the FY 2007 re-estimated real estate tax revenue from the FY 2007 adopted budget level, since assessment growth was projected to be 5.0 percent.

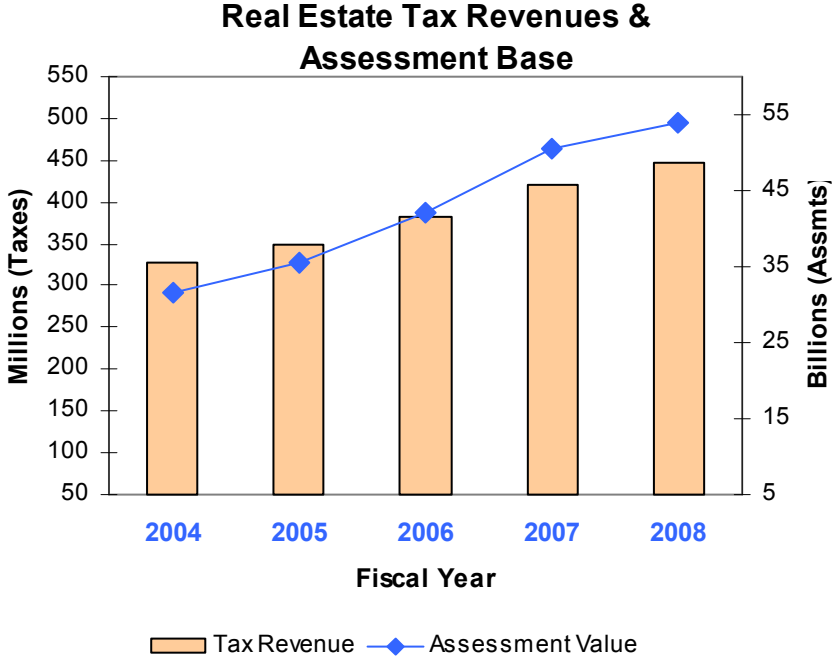
### CHANGE IN ASSESSED VALUE OF REAL ESTATE IN ARLINGTON COUNTY Calendar Year 2006 to Calendar Year 2007

(In millions, numbers may not add due to rounding)

	Single-Family		Apartment	Commercial	Total
	Houses	Condominium			
Percentage of CY 2007 Tax Base	42%	16%	14%	28%	100%
CY 2006 Tax Base	\$22,219	\$8,272	\$6,117	\$14,025	\$50,633
Assessed Value Change	\$419	(\$147)	\$1,335	\$723	\$2,330
CY 2007 Tax Base (Excluding New Growth)	\$22,638	\$8,125	\$7,452	\$14,748	\$52,963
Percent Change	1.9%	-1.8%	21.8%	5.2%	4.6%
New Construction	\$59	\$315	\$232	\$489	\$1,094
Percent Change	0.3%	3.8%	3.8%	3.5%	2.2%
CY 2007 With New Construction	\$22,697	\$8,440	\$7,684	\$15,237	\$54,057
Percent Change CY 2006 to CY 2007	2.2%	2.0%	25.6%	8.6%	6.8%

The FY 2007 adopted budget estimated a real estate tax base of \$53.0 billion for CY 2007 (including reassessment and new growth). Subsequently, the CY 2007 real estate tax base increased to \$54.1 billion. The adjustment to the tax base will increase real estate revenue in FY 2007 (June payment) by \$4.3 million. The projected tax base growth in CY 2008 is currently

estimated at 4 percent. This reflects a conservative continued growth estimate in the residential and commercial sectors.



The following table shows the projected revenue generated by a real estate tax rate of \$0.818 per \$100 of assessed value in FY 2008. The FY 2008 budget for real estate tax revenues are net of \$3.0 million in tax refunds and \$4.0 million for the County’s tax relief program for the elderly and disabled.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Real Estate Taxes	393,744,667	422,082,428	449,888,669	7%
Delinquent Penalty & Interest	732,270	630,000	630,000	-
Tax Refunds	(3,263,693)	(2,600,000)	(3,000,000)	15%
<b>Total</b>	<b>\$391,213,244</b>	<b>\$420,112,428</b>	<b>\$447,518,669</b>	<b>7%</b>

**FY 2007 REVISED - REAL ESTATE TAX REVENUES**

Description	Percent Change	Assessed Value	Tax Rate	Tax Levy	Percent Collected	Total for Tax Year	Total for Fiscal Year
<b>REAL ESTATE</b>							
County Property, CY 2005		\$42,275,421,900					
Net Change in Assessments	19.77%	<u>8,357,252,000</u>					
County Property as of January 1, 2006		\$50,632,673,900	\$0.818	\$414,175,273	99.6%	\$412,518,571	
PSC Property in Tax Year 2005		\$140,181,891					
PSC Estimated Net Change in Assessments	0.00%	<u>0</u>					
PSC Property in Tax Year 2006		\$140,181,891	\$0.818	\$1,146,688	100.0%	<u>\$1,146,688</u>	
Total Taxable Base, Fall 2006		\$50,772,855,791				\$413,665,259	
Taxes Due October 5, 2006							\$206,832,630
Less Tax Relief for Elderly and Disabled							<u>(1,800,000)</u>
REVENUE FOR FISCAL YEAR 2006 - FALL							\$205,032,630
County Property as of January 1, 2006		\$50,632,673,900					
Net Change in Assessments	6.76%	<u>3,424,354,900</u>					
County Property as of January 1, 2007		\$54,057,028,800	\$0.818	\$442,186,496	99.6%	\$440,417,750	
PSC Property in Tax Year 2006, prior to Fall adjustment		\$140,181,891	\$0.818	\$1,146,688	100.0%	<u>\$1,146,688</u>	
Total Taxable Base, Spring 2007		\$54,197,210,691				\$441,564,437	
Taxes Due June 15, 2007							\$220,782,219
Less Tax Relief for Elderly and Disabled							<u>(1,900,000)</u>
ESTIMATED REVENUE FOR FISCAL YEAR 2007 - SPRING							\$218,882,219
Delinquent Tax Collection, Interest, Penalty, & Refunds							\$631,559
<b>TOTAL ESTIMATED ASSESSMENT TAX REVENUE FOR FISCAL YEAR 2007</b>							<b>\$423,914,848</b>

**FY 2008 PROPOSED - REAL ESTATE TAX REVENUES**

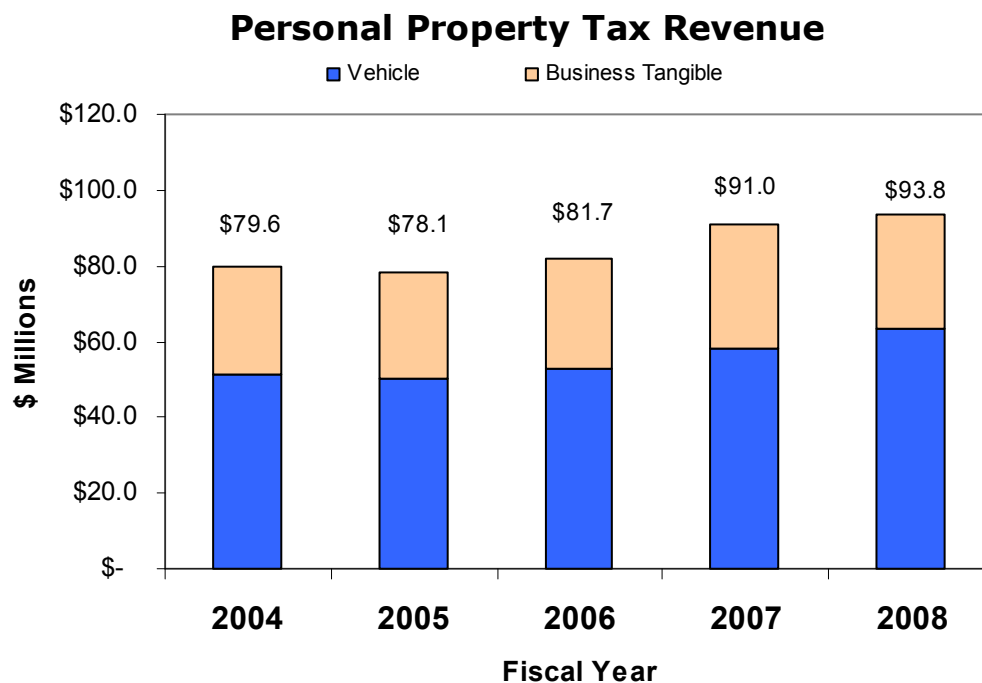
Description	Percent Change	Assessed Value	Tax Rate	Tax Levy	Percent Collected	Total for Tax Year	Total for Fiscal Year
<b>REAL ESTATE</b>							
County Property as of CY 2006 Land Book		\$50,632,673,900					
Net Change in Assessments	6.8%	<u>3,424,354,900</u>					
County Property as of January 1, 2007		\$54,057,028,800	\$0.818	\$442,186,496	99.60%	\$440,417,750	
PSC Property in Tax Year 2006		\$140,181,891					
PSC Estimated Net Change in Assessments	0.0%	<u>0</u>					
PSC Property in Tax Year 2007		\$140,181,891	\$0.818	\$1,146,688	100.0%	<u>\$1,146,688</u>	
Total Taxable Base, Fall 2007		\$54,197,210,691				\$441,564,437	
Taxes Due October 5, 2007							\$220,782,219
Less Tax Relief for Elderly and Disabled							<u>(2,000,000)</u>
ESTIMATED REVENUE FOR FISCAL YEAR 2008 - FALL							\$218,782,219
County Property as of January 1, 2007		\$54,057,028,800					
Net Change in Assessments	4.0%	<u>2,162,281,152</u>					
County Property as of January 1, 2008		\$56,219,309,952	\$0.818	\$459,873,955	99.60%	\$458,034,460	
PSC Property in Tax Year 2007, prior to Fall adjustment		\$140,181,891	\$0.818	\$1,146,688	100.0%	<u>\$1,146,688</u>	
Total Taxable Base, Spring 2008		\$56,359,491,843				\$459,181,147	
Taxes Due June 15, 2008							\$229,590,574
Less Tax Relief for Elderly and Disabled							<u>(2,000,000)</u>
ESTIMATED REVENUE FOR FISCAL YEAR 2008 - SPRING							\$227,590,574
Delinquent Tax Collection, Interest, Penalty, & Refunds							\$1,145,877
<b>TOTAL ESTIMATED ASSESSMENT TAX REVENUE FOR FISCAL YEAR 2008</b>							<b>\$447,518,669</b>

## PERSONAL PROPERTY TAX

This tax is levied on the tangible property of individuals and businesses. For individuals, personal property tax is primarily assessed on automobiles. For businesses, examples of tangible property include machines, furniture, computer equipment, fixtures, and tools. Personal property taxes are projected to generate 11.0 percent of the General Fund revenues (excluding fund balance) for FY 2008. The personal property tax rate was increased for CY 2006 from \$4.40 to \$5.00 per \$100 of assessed valuation.

### Personal Property and Business Tangible Assessments

For the CY 2006 tax book, the assessed value of personal property in the County (excluding PSCs) totals approximately \$1.9 billion. The make-up of the County-assessed portion of the personal property tax base reflects a slight increase in the average assessed value over CY 2005. The total number of personal property vehicles increased slightly along with the average vehicle value. Business tangible assessments showed a slight decline from CY 2005 to CY 2006. It is projected that CY 2007 vehicle assessments will increase slightly while business tangible assessments will remain flat.



### Vehicle Assessment

Vehicles in Arlington County are assessed using the average loan value from the National Automobile Dealers Association (N.A.D.A.) Used Car Guide, whereas other neighboring jurisdictions (except for Loudoun County) use the average trade-in value. This results in a lower assessment (about 10 percent less or at an approximate rate of \$4.50) for vehicles in Arlington County. If vehicles are in the County for only part of the year, the tax is prorated for the time located in Arlington.

The estimated average assessed value (average loan value) for vehicles billed by the County for CY 2007 is estimated to be \$7,308. The table on the following page shows the ten-year history for average assessed value, tax rate, and average tax payment per vehicle.

**PERSONAL PROPERTY TAX PAID BY TYPICAL HOUSEHOLD\***  
(Assumes 2.0 Cars Per Household)

Calendar Year	Assessed Value	Tax Rate	Tax Payment
1998	\$5,311	\$4.40	\$467
1999	\$5,581	\$4.40	\$491
2000	\$5,986	\$4.40	\$527
2001	\$6,287	\$4.40	\$553
2002	\$6,405	\$4.40	\$564
2003	\$6,702	\$4.40	\$590
2004	\$6,970	\$4.40	\$613
2005	\$6,601	\$4.40	\$581
2006	\$6,819	\$5.00	\$682
<b>2007</b>	<b>\$7,308</b>	<b>\$5.00</b>	<b>\$731</b>

\*Does not reflect state rebates of the Personal Property Tax Relief Act (prior to CY 2006) or the State’s fixed block grant distribution (CY 2006 & CY 2007).

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Personal Property Taxes	81,344,760	90,550,726	93,797,848	4%
Penalty & Interest	1,742,038	1,475,000	1,475,000	-
Tax Refunds - Personal Property	(1,343,397)	(1,000,000)	(1,500,000)	50%
<b>Total</b>	<b>\$81,743,400</b>	<b>\$91,025,726</b>	<b>\$93,772,848</b>	<b>3%</b>

In June 2004, the State General Assembly adopted their budget (SB 5005) which fundamentally changed the Personal Property Tax Relief Act (PPTRA) enacted in 1998. Beginning in CY 2006, Arlington no longer will be reimbursed for 70% of vehicle taxes for automobiles assessed below \$20,000. Rather, the State will reimburse Arlington County a fixed amount (\$31.3 million) annually as a fixed block grant for vehicle tax reductions.

The State requires localities to distribute the fixed block grant to qualifying vehicle value below \$20,000. The State allows localities wide discretion in determining how the money should be spread among the qualifying vehicle value range. For CY 2006, the County Board adopted a method of distribution of the state funds that provide 100% tax relief to all qualified assessed vehicle value below \$3,000. For assessed vehicle value between \$3,001 and \$20,000, the taxpayer paid 60% of the tax liability with the State block grant funds contributing the remaining 40%.

For CY 2007, the County Board will again need to decide how to allocate the State’s fixed payment based on the assessment projections for vehicles in the County. With a projected growth in the vehicle tax base, the amount of relief that was provided in CY 2006 will have to be reduced for CY 2007. Preliminary analysis of the current vehicle personal property tax base would require that the

40% relief provided to vehicle value from \$3,001 - \$20,000 be reduced to 33.3%. This reduction assumes the current relief method is employed and there is a nominal set-aside to provide relief to clean fuel vehicles.

The following table illustrates the amount of tax the car owner is responsible for and the portion of the total tax paid by the state grant monies in FY 2007.

## FY 2007 State Block Grant Funding Distribution

(tax examples at various assessment levels)

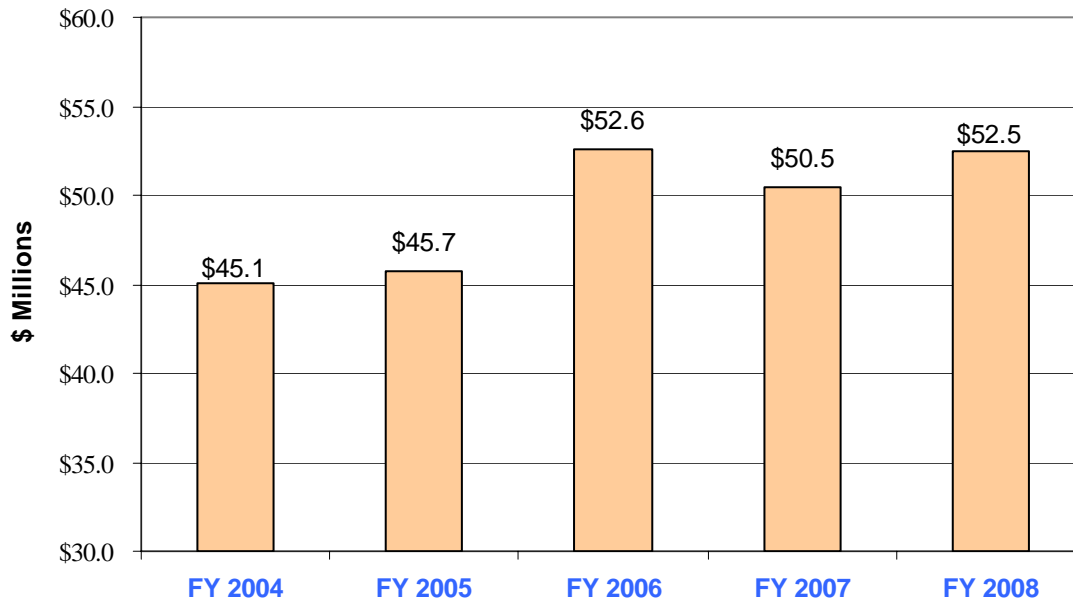
VEHICLE ASSESSMENT	CUMULATIVE % OF CARS AFFECTED	TOTAL TAX		PORTION PAID BY STATE	PORTION PAID BY TAXPAYER	% OF TAX BILL PAID BY TAXPAYER
\$1,000	14%	\$50		\$50	\$0	0%
\$2,000	25%	\$100		\$100	\$0	0%
\$3,000	34%	\$150		\$150	\$0	0%
\$4,000	41%	\$200		\$170	\$30	15%
\$5,000	47%	\$250		\$190	\$60	24%
\$6,000	52%	\$300		\$210	\$90	30%
\$7,000	56%	\$350		\$230	\$120	34%
\$8,000	60%	\$400		\$250	\$150	38%
\$9,000	64%	\$450		\$270	\$180	40%
\$10,000	67%	\$500		\$290	\$210	42%
\$11,000	70%	\$550		\$310	\$240	44%
\$12,000	73%	\$600		\$330	\$270	45%
\$13,000	77%	\$650		\$350	\$300	46%
\$14,000	80%	\$700		\$370	\$330	47%
\$15,000	82%	\$750		\$390	\$360	48%
\$16,000	84%	\$800		\$410	\$390	49%
\$17,000	86%	\$850		\$430	\$420	49%
\$18,000	88%	\$900		\$450	\$450	50%
\$19,000	89%	\$950		\$470	\$480	51%
\$20,000	91%	\$1,000		\$490	\$510	51%
\$21,000	92%	\$1,050		\$490	\$560	53%

**BUSINESS, PROFESSIONAL AND OCCUPATIONAL LICENSE (BPOL) TAX**

(State Code Section §58.1-3700, et al / County Code Section §11-57 thru §11-84)

These taxes are levied on entities doing business in the County and are in the form of fixed fees or a percentage of gross receipts. For the first year of business, a firm is required to obtain a business license within 75 days of operation. The business license tax is based on the previous year's gross receipts (except in the case of new businesses which must estimate their receipts until they have been in business a full calendar year). All licenses that are paid based on estimates are subject to adjustment when the actual receipts are known. Effective in 2001, the due date for filing and renewal of business license changed from January 31 to March 1. A comparison of selected BPOL rates for Arlington and neighboring jurisdictions can be found at the end of this Revenue section.

**Business, Professional and Occupational License Tax**



	FY 2006 Actual	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
BPOL Taxes	53,823,990	52,400,000	54,400,000	4%
Penalty & Interest	490,454	500,000	500,000	-
Tax Refunds - BPOL	(1,746,385)	(2,400,000)	(2,400,000)	-
<b>Total</b>	<b>\$52,568,059</b>	<b>\$50,500,000</b>	<b>\$52,500,000</b>	<b>4%</b>

**LOCAL SALES TAX**

(State Code Section §58.1-605 & 606 / County Code Section §27-6)

Beginning September 1, 2004, the State increased the sales tax 0.5 percent from 3.5 percent to 4.0 percent on all non-food items (excludes Arlington 1.0 percent local option). Of the new 0.5 percent sales tax, one-half will go to the Arlington County School system directly and the other one-half will stay with the State. The revenue distributed to the School’s will be based on school age population and Standards of Quality (SOQ) funding formulas determined by the state.

Effective July 1, 2006 the tax rate on food was reduced an additional 0.5 percent to 2.0 percent (State portion). An additional reduction of 0.5 percent is scheduled to occur on July 1, 2007. Food items are defined under the Food Stamp Act of 1977 (7 U.S.C. § 2012) to be food for home consumption by humans. This includes most grocery food items and cold prepared foods. Excluded from the definition of food are alcoholic beverages, tobacco and prepared hot foods sold for immediate consumption. The food tax described above does not include the local option 1.0 percent.

In Arlington, the total non-food sales tax is currently 5.0 percent, 1.0 percent is a local option tax which is returned to localities by the Commonwealth and supports general fund expenditures. Sales tax revenue for FY 2008 is estimated at four percent above the FY 2007 adopted budget.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Sales Tax	\$33,115,455	\$33,859,087	\$35,129,970	4%

**TRANSIENT OCCUPANCY TAX (TOT)**

(State Code Section §58.1-3819, 3822 & 3833.3B / County Code Section §40, et al)

A 5.25% local tax is levied on the amount paid for hotel and motel rooms (0.25 percent is dedicated to the promotion of tourism). The FY 2008 projections reflect continued growth based on recent hotel trends. The FY 2008 revenues are projected to increase eight percent over FY 2007 adopted budget. The 0.25 percent dedicated tax to the promotion of tourism is estimated to generate \$1.0 million in revenue in FY 2008 and is reported separately in the Travel and Tourism Promotion Fund section. There is currently a sunset provision in the state code for the .25% dedicated tax to tourism. The law is scheduled to sunset January 1, 2009.

In the spring of 2002, the General Assembly passed enabling legislation allowing Arlington to increase its transient occupancy tax an additional 2% provided the funds are dedicated to the construction of a visitor and convention center. The County is required to have a site selected prior to initiating the new tax. The site selection process is currently under way, and it is anticipated that a recommendation will be brought forward for County Board action later this year. The potential revenue that would be received from this tax increase to fund the construction of a new convention and visitor’s center is \$6,200,000 in the first twelve months the tax is in effect. Funds derived from the additional 2% transient occupancy tax are not included in the adopted budget.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
<b>Transient Occupancy Tax</b>	\$18,512,163	\$18,495,000	\$20,003,561	8%

### MEALS TAX

(State Code Section §58.1-3833 & 3840 / County Code Section §65, et al)

The restaurant meals tax was enacted effective June 1, 1991. The tax of 4.0 percent is charged on most prepared foods offered for sale. The tax is in addition to the 5.0 percent sales tax. Meals taxes have been common in most Virginia cities and a number of Virginia counties for many years. Airline catering services are assessed at a rate of 2.0 percent.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
<b>Meals Tax</b>	\$25,734,571	\$26,834,292	\$28,840,618	7%

### OTHER LOCAL TAXES

The chart below lists other sources of local taxes.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Car Rental	5,416,995	4,600,000	4,600,000	-
Bank Stock	1,714,466	1,200,000	1,435,000	20%
Recordation	7,809,210	6,860,755	6,000,000	-13%
Cigarette	2,971,784	3,000,000	3,000,000	-
Estate	69,773	75,000	80,000	7%
Short-Term Rental	69,128	65,000	65,000	-
Commercial Utility	9,944,398	9,500,000	9,750,000	3%
Consumption	775,033	775,000	775,000	-
Communication	-	-	7,246,221	-
<b>Total</b>	<b>\$28,770,787</b>	<b>\$26,075,755</b>	<b>\$32,951,221</b>	<b>26%</b>

### Car Rental Tax

(State Code Section §58.1-2402)

The local car rental tax is collected by the state and remitted to localities where the rental transaction occurred. Arlington local car rental tax is 4.0 percent which is in addition to the State's 6.0 percent. In 2005, the State General Assembly increased the state tax portion from 4.0 percent to 6.0 percent. The revenue increase from the additional 2.0 percent tax increase was dedicated to the Virginia Public Building Authority for the Statewide Agencies Radio System (STARS).

**Bank Stock Tax**

(State Code Section §58.1-1208 - 1211 / County Code Section §28, et al)

The bank stock tax is a franchise tax on the net capital gains of banks and trust companies. The tax is assessed at a rate of \$0.80 per \$100 of capital.

**Recordation Tax**

(State Code Section §58.1-3800 / County Code Section §27-1)

The local recordation tax is assessed at the rate of \$0.0833 per \$100 of value for all transactions including the recording of deeds, deeds of trust, mortgages, leases, contracts, and agreements admitted to record by the Circuit Court Clerk's Office. In Virginia, localities can charge up to one-third of the state rate. Recordation tax revenues fluctuate due to the volume of mortgage refinancing as a result of lower or higher interest rates.

For the State's FY 2004 – FY 2006 biennium revenue budget signed by the Governor June 3, 2004, the recordation tax was increased \$0.10 to \$0.25 per \$100 effective September 1, 2004. With the State's legislation change, Arlington's locally imposed recordation tax increased \$0.033 to \$0.0833 per \$100 of transaction value. The FY 2008 budget reflects \$3,601,441 in recordation tax revenue (\$0.05 per \$100) to fund General fund expenses and \$2,398,559 (\$0.033 per \$100) to be earmarked for affordable housing.

**Cigarette Tax**

(State Code Section §58.1-3831 / County Code Section §39, et al)

The local cigarette tax on every pack of 20 cigarettes sold in Arlington County is \$0.30. For the State's FY 2004 – FY 2006 biennium revenue budget signed by the Governor June 3, 2004, the state cigarette tax was increased from \$0.025 to \$0.20 per pack beginning September 1, 2004 and to \$0.30 per pack beginning July 1, 2005.

With the state's legislative change, Arlington had the local authority to increase the local cigarette tax to the new state levels. In July 2004, the Arlington County Board adopted an ordinance increasing the local cigarette tax commensurate with the state. Arlington's tax on a package of cigarettes prior to September 2004 was \$0.05. Beginning September 1, 2004 the local tax rate was increased to \$0.20 per pack and on July 1, 2005 (FY 2006) Arlington's cigarette tax rate increased to \$0.30 per package of 20 cigarettes.

**Estate Tax**

(State Code Section §58.1-3805 / County Code Section §27-19)

The local estate tax was introduced in FY 1992. The tax is charged for the processing of estates by the Circuit Court Clerk's Office. At one-third of the State's estate tax rate of \$0.10 per \$100, the County rate is \$0.033 per \$100 of estate value.

**Short-term Rental Tax**

(State Code Section §58.1-3510 / County Code Section §64, et al)

A person is engaged in the short-term rental business if not less than 80 percent of the gross rental receipts of such business in any year arises from transactions involving rental periods between 31 and 92 consecutive days, including all extensions and renewals to the same person or a person affiliated with the lessor. The rate of the tax is one percent on the gross receipts of such business.

**Commercial Utility Tax**

(State Code Section §58.1-3814 / County Code Section §63, et al)

Arlington charges a utility tax on commercial users of electricity and natural gas. Unlike other localities, Arlington does not charge this tax to residential consumers. This tax is based on kilowatt hours (kWh) for electricity and hundred cubic feet (CCF) for natural gas delivered monthly to commercial consumers. The state froze utility tax rates in 2002 to allow supply companies to convert locality taxation from a percentage of cost to a tax rate per unit of utility consumed. This cap was lifted in January 2004, allowing the County future flexibility on this local tax revenue.

For the FY 2006 adopted budget the commercial utility tax rate for gas and electricity was increased 30%. The new rate for commercial and industrial consumers of natural gas was increased from \$0.05017/CCF to \$.06522/CCF and the new rate for commercial consumers of electricity was increased from \$0.004989/kWh to \$.00649/kWh. These taxes were increased to fund, in part, the FY 2006 Pay-As-You-Go capital program. The incremental amount generated in FY 2008 (\$2,200,000) is again set aside for Pay-As-You-Go capital funding.

**Consumption Tax**

(State Code Section §58.1-2900 & 2904 / County Code Section §63, et al)

The deregulation of electric and gas utilities, enacted during the 1999 and 2000 General Assembly, eliminated the Business, Professional, and Occupational License (BPOL) tax on electric and natural gas companies and created a new tax charged to consumers based on usage. This consumption tax is collected by the utilities and remitted back to localities.

**Communications Tax**

(State Code Section §58.1-651)

Effective January 1, 2007, the State adopted a communications sales tax that is imposed on customers of communication services at the rate of 5% of the sales price of the service. This tax was adopted as part of the 2006 House Bill 568 (Acts of Assembly 2006, Chapter 780) and replaces many of the prior state and local communications taxes and fees with a centrally administered communications sales and use tax.

Prior to January 2007, communication companies providing service throughout the state of Virginia were required to collect local taxes and fees on communication services at rates that varied from locality to locality. In addition, there were a number of telecommunications services that were not subject to state or local fee/taxation. In order to create a uniform and expanded tax base, the

state adopted the communications sales tax. This new tax replaces the following state and local taxes and fees in Virginia.

- Local consumer utility tax on landline and wireless telephone service
- Local E-911 tax on landline telephone service (Arlington County's E-911 fee of \$3.00/line/month)
- Virginia Relay Center surcharge on landline telephone service for the costs of a telephone relay service for the hearing impaired
- Local business, professional, and occupational license (BPOL) tax on telephone and telegraph companies exceeding .5% (Arlington County collected an additional 2% tax)
- Local cable television franchise fees (existing cable franchise agreement remains in place until the current agreement expires)
- Local video programming excise tax
- Local consumer utility tax on cable television

## LICENSES, PERMITS, AND FEES

Revenues in this category are levied to offset the cost of licensing certain trades, inspecting various types of construction, and providing related services.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Motor Vehicle Decal Fees	3,482,431	3,500,000	3,500,000	-
Cable TV Franchise Fees	2,279,185	2,346,221	-	-100%
Building Permits	2,718,961	3,038,123	3,016,000	-1%
Electrical Permits	885,851	793,488	982,000	24%
Plumbing Permits	637,944	485,161	709,000	46%
Site Plan Fees	1,062,812	500,000	700,000	40%
Right-of-Way Fees	1,184,673	900,000	900,000	-
Other	2,440,585	1,965,435	2,299,979	17%
<b>Total</b>	<b>\$14,692,442</b>	<b>\$13,528,428</b>	<b>\$12,106,979</b>	<b>-11%</b>

### Decal Fees

An annual license tag fee of \$24 is imposed for all applicable motor vehicles. This annual fee compares similarly to charges by the surrounding jurisdictions. From CY 2005 to CY 2006 the number of vehicles remained relatively stable. This trend is projected to continue in FY 2008. Projected revenues for FY 2008 total \$3.5 million.

### Cable TV Franchise Fees

Beginning in January 2007, the County's cable franchise fee with Comcast & Verizon will be collected by the State under the newly imposed communications sales tax. The current agreements will continue; however, the State will now remit the revenue to Arlington as a tax and be included with other communications tax revenue (see local tax revenue section).

### Building Permit Fees

Building permits are calculated on a square footage basis and fluctuate based on the number of projects. Electrical permits are charged on all electrical work in homes, commercial and apartment projects such as services, outlets, lights and motors. Plumbing permits are required for water and sewer service, all plumbing fixtures and gas installations for new construction, repairs, alterations and additions. Mechanical permits are charged for boilers, cooking appliances, heating and air conditioning systems, ventilation and smoke control systems. Electrical, plumbing, and site plan permit fee revenue increases in FY 2008 are due to increased activity.

### Right-of-Way Fees

Revenues from the right-of-way fees are based on the current rate imposed by the state at \$0.64/line/month. This fee covers the use of highway and street right-of-way by certificated providers of telecommunication services and is charged to the ultimate end user.

**Other**

Most of the "other" license and permit revenue is generated by the Department of Community, Planning, Housing and Development. Included are elevator certificate fees, building plan reviews, and occupancy permits. For FY 2008, revenue increases due to fee and activity increases.

**FINES, INTEREST, RENTS**

These revenues include fines, interest, building rent, lease agreements, paid parking, rental and sale of surplus.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Fines/Tickets	8,900,948	8,140,000	8,300,500	2%
Interest	11,319,517	7,600,000	11,500,000	51%
Courthouse Plaza	926,377	900,000	900,000	-
Paid Parking	680,778	830,665	1,040,431	25%
Other Revenue	449,418	393,590	473,352	20%
<b>Total</b>	<b>\$22,277,037</b>	<b>\$17,864,255</b>	<b>\$22,214,283</b>	<b>24%</b>

**Fines/Tickets**

This category is comprised of traffic moving violations, parking tickets, arrest fees, court reporter's costs, and miscellaneous court costs. Fines are also collected on infractions that occur at Reagan National Airport.

**Interest**

Interest is earned on County general and bond funds, which are invested on a short-term basis until needed to pay for County expenditures. Interest earned varies due to changing balances and interest rates. Since January 2005 interest rates have more than doubled, increasing the projections for interest earnings on various County portfolio investments.

**Courthouse Plaza**

The County receives payments from Vornado Realty (formerly Charles E. Smith) for the land under 2100, 2110 and 2150 Courthouse Road. The County shares in the net profit on the buildings operations.

**Paid Parking**

Parking revenue is generated by the monthly charge paid to park in the various government buildings.

**Other**

Rentals, sales of surplus, and lease agreements are included in this revenue category.

## CHARGES FOR SERVICES

This category encompasses revenues received for a variety of County services. Service charges are structured so that the users of a particular service are the ones to pay for a majority of its costs, as opposed to using general tax dollars to fund services that benefit a small segment of the population. The chart below highlights the major sources of revenues.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Refuse/Recycling Fee	8,039,584	8,370,574	9,509,970	14%
Parking Meters	3,947,562	4,071,830	4,071,830	-
Court Costs	2,276,197	2,637,113	3,000,000	14%
Falls Church Reimbursement	1,851,077	2,135,733	2,214,391	4%
Recreation Fees	4,588,342	4,746,114	4,999,933	5%
Ambulance Service Fees	1,807,366	1,150,000	1,788,842	56%
E 9-1-1 Surcharge	4,756,682	4,900,000	-	-100%
Other	9,711,884	9,181,475	9,611,064	5%
<b>Total</b>	<b>\$36,978,694</b>	<b>\$37,192,839</b>	<b>\$35,196,030</b>	<b>-5%</b>

For FY 2008, the combined residential customer rate for refuse collection, disposal and recycling is proposed to increase \$35.44 from \$260.36 to \$295.80 per year. The County's policy for the refuse rate is recovery of 100 percent of disposal and collection costs. In FY 2008, the solid waste fee will generate approximately \$9.5 million in revenues based on the current number of households served by the refuse collection and recycling programs.

The change in revenue for court costs reflects the amount of court-related activity. The Falls Church reimbursement represents a charge for services provided by the County which includes fire, emergency medical services, sheriff, court and judicial services. Recreation fees include charges for summer and holiday camp programs, senior adult programs, competitive swimming, and membership to the Thomas Jefferson Community Center and for use of athletic fields. Ambulance service fees reflect uniform fee based on services provided implemented in FY 2006.

The decrease in E-911 revenue from FY 2007 to FY 2008 is based on the state's repeal of Arlington's locally imposed fee of \$3.00/line/month. Beginning January 2007, the County's E-911 fee is included in the newly imposed communications sales tax. The State will now remit the revenue to Arlington as a tax and be included with other communications tax revenue (see local tax revenue section).

Major revenue sources in the "Other" category and their FY 2008 revenues are: fees from human services programs (\$2.0 million); reimbursement from the Utilities Fund for administrative functions of County staff agencies (\$1.4 million); library fines and fees (\$0.5 million); engineering service charges (\$0.7 million); and Arlington Transit (ART) fares (\$1.1 million).

## REVENUE FROM THE COMMONWEALTH

Arlington receives funds from the Commonwealth of Virginia for a variety of state-mandated and supported functions and services. The County also receives a portion of some revenues collected by the state. The chart below highlights the total amount received from the Commonwealth of Virginia and details the sources that comprise the total.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Highway Aid	15,264,565	14,900,000	15,198,000	2%
Law Enforcement	7,696,280	7,251,914	7,696,280	6%
Health Reimbursement	3,322,085	3,434,780	3,481,104	1%
Social Services	4,577,702	4,283,597	4,336,547	1%
Mental Health	5,290,920	5,302,858	5,474,090	3%
Sheriff / Detention	7,157,908	6,948,453	7,349,903	6%
Prisoner Expense	1,283,536	1,478,741	1,263,883	-15%
Commuter Assistance	3,384,259	3,240,460	3,160,460	-2%
Comprehensive Services Act	2,843,655	2,209,917	3,166,216	43%
Jail Construction	1,809,521	1,800,000	1,800,000	-
Other	10,381,350	9,346,645	9,635,049	3%
<b>Total</b>	<b>\$63,011,781</b>	<b>\$60,197,365</b>	<b>\$62,561,532</b>	<b>4%</b>

The County receives highway aid as a result of Arlington's decision not to join the Commonwealth's secondary road system in 1932. The County assumed maintenance responsibilities for the secondary roads in Arlington, and receives state highway aid for that function. These funds are derived primarily from the Commonwealth's collection of new car sales and gasoline taxes, and other vehicle related fees and taxes. In addition to highway aid, the County is reimbursed for approximately 48 percent of its costs for maintaining traffic signals on state roads. The state traffic signal funds total approximately \$0.9 million for FY 2008 and are included in the "other" category.

Law enforcement aid is provided to the County to partially fund salaries of law enforcement officers and to provide funds for their training in order to comply with the Code of Virginia Section 9.1-165. Arlington receives a percentage of law enforcement aid ("599") funding each year based on population, crime rates, and social service rates. Calculations to determine the distribution of "599" funds are performed biennially by the Department of Criminal Justice Services.

Prisoner expense reimbursement revenue was adjusted down to reflect historical revenue received from the state for prisoners housed in the County facility. The Comprehensive Services Act (CSA) is a consolidation of court and social service programs targeted at preventing out-of-home placements for troubled youths and totals \$3.2 million. The sharp increase in CSA funding is a result of conservative budgeting in FY 2007 due to funding level uncertainties and higher anticipated funding for FY 2008.

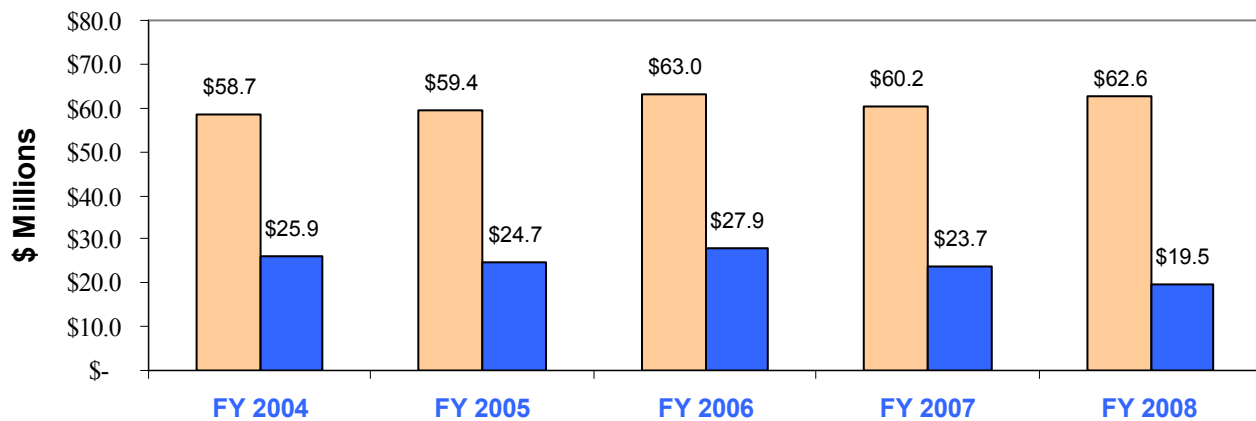
The County also receives a reimbursement for a portion of the costs to construct the Arlington Regional Jail. The regional jail reimbursement to the County will continue until FY 2013. Other major revenues that the County receives from the Commonwealth include support for health and mental health/retardation programs. Other revenues from the Commonwealth include Compensation Board funding for support of elected officials who perform state-mandated and local functions, such as the Commissioner of the Revenue, Treasurer, Sheriff, Commonwealth's Attorney, Circuit Court Clerk, and the General Registrar.

**REVENUE FROM THE FEDERAL GOVERNMENT**

The federal government provides funding for employment assistance, housing programs, drug enforcement, aid to the elderly, and other programs. The Workforce Investment Act (WIA)/Job Training Partnership Act (JTPA) funding is based on unemployment data and poverty levels and are based on the current year’s allocation by the state. In FY 2008, Arlington’s allocation of HUD/HOME funds increased from FY 2007. Revenue of approximately \$10.0 million from the federal government for social service programs is passed through from the state budget to Arlington County. For FY 2008, there is a decrease of approximately \$5.5 million due to the loss in federal funding appropriations from the Local Public Assistance Cost Allocation Plan (LPACAP) that supported a variety of human service initiatives. Since some of the federal social service programs are 100 percent reimbursable, revenue will change with changes in caseloads. Revenue to maintain U.S. Marshal prisoners is generated through an agreement with the U.S. Marshal’s Office to house federal prisoners in the Arlington County Detention Facility when bed space is available. The remaining federal revenue includes payments for grant funding through the Older Americans Act, mental health reimbursements and other miscellaneous grant and reimbursement funding.

**State and Federal Government Revenue  
(\$ millions)**

State Aid Federal Aid



	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
WIA / JTPA	667,511	1,161,703	1,444,637	24%
HUD / HOME	463,065	1,133,313	1,413,031	25%
Social Services	10,871,474	9,902,809	9,982,986	1%
LPACAP	5,916,582	5,499,583	-	-100%
Substance Abuse	814,892	847,535	1,007,360	19%
US Marshal Prisoners	1,554,062	1,137,004	1,550,000	36%
Other	7,653,563	4,026,048	4,065,641	1%
<b>Total</b>	<b>\$27,941,149</b>	<b>\$23,707,995</b>	<b>\$19,463,655</b>	<b>-18%</b>

### MISCELLANEOUS REVENUE

These include revenue sources that do not fall under any other category and include one-time or pass through funds. Included in these payments are the sale of land & buildings and cable revenue from Comcast Cable of Maryland, Inc. for administrative reimbursements and pass-through payments to the Arlington Community Television (ACT) as part of the cable television agreement. The other category includes various revenue to the Department of Human Services for a lease agreement with Cherrydale Nursing Center, Comprehensive Health Investment Project (CHIP) of Virginia, Teens Against Tobacco, and other County departmental funding including Department of Environmental Services reimbursements.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Sale of Land and Buildings	584,248	25,000	50,000	100%
Cable TV Administration	190,464	190,000	190,000	-
Affordable Housing Investment Fund	5,450,021	-	-	-
Cable TV ACT Payments	581,267	586,555	586,555	-
Bond Premiums	1,644,345	-	-	-
Proceeds from Lease Purchases	5,581,901	-	-	-
Other	823,486	619,460	769,786	24%
<b>Total</b>	<b>\$14,855,731</b>	<b>\$1,421,015</b>	<b>\$1,596,341</b>	<b>12%</b>

### TRANSFERS FROM OTHER FUNDS

Transfers to the General Fund include the Automotive Fund transfer to cover its share of insurance costs, funding for the Chesapeake Bay program, funding for the administration of the business improvement districts (Rosslyn and Crystal City), and transfers to the Departments of Economic Development and Parks & Recreation from the Rosslyn Trust & Agency account. In FY 2008, the Industrial Development Authority (IDA) will transfer \$2.3 million to the County from the collection of user fees in the new Ballston skating facility to pay the debt on the taxable revenue bonds which the County issued in CY 2006.

### PRIOR YEAR FUND BALANCE

Funds unspent (under-expenditures or increased revenues) from previous fiscal years have been used to support one-time expenses in subsequent year's budgets. For FY 2007, \$7.3 million of FY 2006 revenue has been set aside to fund PAYG capital projects. The County Manager's FY 2008 proposes that \$8.3 million be set-aside for similar one-time PAYG projects from FY 2007 revenue receipts in excess of budget.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
<b>Transfers</b>	<b>\$378,912</b>	<b>\$787,754</b>	<b>\$2,713,896</b>	<b>245%</b>
<b>Prior Year Adjusted Balance</b>	<b>\$49,000,595</b>	<b>\$7,283,814</b>	<b>\$8,300,000</b>	<b>14%</b>

**TOTAL GENERAL FUND REVENUES**

Below is a summary of the revenue categories previously described, as well as total revenues for the General Fund in Fiscal Years 2006, 2007 and 2008.

<b>General Fund Revenues</b>	<b>FY 2006 Actuals</b>	<b>FY 2007 Adopted</b>	<b>FY 2008 Proposed</b>	<b>% Change '07 to '08</b>
Real Estate Tax	391,213,244	420,112,428	447,518,669	7%
Personal Property Tax	81,743,400	91,025,726	93,772,848	3%
BPOL Tax	52,568,059	50,500,000	52,500,000	4%
Local Sales Tax	33,115,455	33,859,087	35,129,970	4%
Recordation Tax	7,809,210	6,860,755	6,000,000	-13%
Cigarette Tax	2,971,784	3,000,000	3,000,000	-
Transient Occupancy Tax	18,512,163	18,495,000	20,003,561	8%
Commercial Utility Tax	9,944,398	9,500,000	9,750,000	3%
Meals Tax	25,734,571	26,834,292	28,840,618	7%
Communication Tax	-	-	7,246,221	-
Other Taxes	8,045,396	6,715,000	6,955,000	4%
<b>Total Local Taxes</b>	<b>\$631,657,680</b>	<b>\$666,902,288</b>	<b>\$710,716,887</b>	<b>7%</b>
Decal Fees	3,482,431	3,500,000	3,500,000	-
Licenses, Permits & Fees	11,210,011	10,028,428	8,606,979	-14%
Fines, Interest, Rents	22,277,037	17,864,255	22,214,283	24%
Charges for Service	36,978,694	37,192,839	35,196,030	-5%
Commonwealth	63,011,781	60,197,365	62,561,532	4%
Federal Government	27,941,149	23,707,995	19,463,655	-18%
Miscellaneous Revenue	14,855,731	1,421,015	1,596,341	12%
Transfers	378,912	787,754	2,713,896	245%
<b>Total Non-Tax Revenue</b>	<b>\$180,135,746</b>	<b>\$154,699,651</b>	<b>\$155,852,716</b>	<b>1%</b>
<b>TOTAL (excluding prior year balance)</b>	<b>\$811,793,426</b>	<b>\$821,601,939</b>	<b>\$866,569,603</b>	<b>5%</b>
Prior Year Adjusted Balance	49,000,595	7,283,814	8,300,000	14%
<b>TOTAL (including prior year balance)</b>	<b>\$860,794,021</b>	<b>\$828,885,753</b>	<b>\$874,869,603</b>	<b>6%</b>

**TRAVEL AND TOURISM PROMOTION FUND (Fund 202)**

The FY 2008 revenue budget for the Travel and Tourism Promotion Fund reflects a ten percent increase in projected transient occupancy tax revenues from the FY 2007 adopted budget. Funds are used to market and promote tourism in Arlington County. During FY 2003, a federal recovery grant totaling \$400,000 was awarded. The grant funds will be paid out over five years and are being used toward the cost associated with the build-out and the rent related to the Visitors' Center located in Pentagon Row. For FY 2008, the reimbursed revenue for lease costs is estimated to be \$78,000. The General Fund transfer supports the personnel costs associated with the Arlington Convention and Visitors Service, which was transferred from the General Fund in FY 1992.

	<b>FY 2006 Actuals</b>	<b>FY 2007 Adopted</b>	<b>FY 2008 Proposed</b>	<b>% Change '07 to '08</b>
Transient Occupancy Tax	970,793	910,000	1,000,178	10%
Miscellaneous	3,641	2,500	2,500	-
Federal Grants	-	78,000	78,000	-
Transfer In	247,000	247,000	247,000	-
<b>Total</b>	<b>\$1,221,434</b>	<b>\$1,237,500</b>	<b>\$1,327,678</b>	<b>7%</b>

**UTILITIES FUND (Fund 503)**

For FY 2008, the Utilities Fund revenues total \$68,979,380. The revenues for this enterprise (self-supporting) fund are derived from water/sewer service charges, water service connection fees, sewage treatment service charges, interest earnings, and other fees for service.

Water/sewer service charges are the largest source of revenue for the Utilities Fund and are derived from quarterly utility bills paid by residents and monthly or quarterly bills paid by commercial establishments. The water/sewer rate is proposed to increase \$1.14 to \$9.20 per thousand gallons for FY 2008.

Water service connection fees, which are paid by new water users to connect to the water system, recover 100 percent of costs. The fee amount is based on the size of the pipe being connected into the water system.

Sewage treatment charges are revenue received for operations and maintenance cost reimbursement from neighboring jurisdictions (Falls Church, Alexandria, and Fairfax County) and federal government installations (Pentagon, Reagan National Airport, Columbia Island Marina and Fort Myer) that use the County sewage system, but supply their own water.

	<b>FY 2006 Actuals</b>	<b>FY 2007 Adopted</b>	<b>FY 2008 Proposed</b>	<b>% Change '07 to '08</b>
Interest	97,588	50,000	100,000	100%
Appliance Recycling Fee	23,450	2,500	10,000	300%
Utility Marking Fee	114,895	100,000	100,000	-
Water Sewer Service	52,362,162	56,969,609	65,241,380	15%
Water Service Connection Fees	535,442	400,000	350,000	-13%
Sewage Treatment	4,178,179	2,821,000	3,170,000	12%
Flow Test Fees	15,100	8,000	8,000	-
Late Charges & Turn On Fees	-	-	-	-
Miscellaneous Revenue	5,054	-	-	-
<b>Total</b>	<b>\$57,331,870</b>	<b>\$60,351,109</b>	<b>\$68,979,380</b>	<b>14%</b>

**ROSSLYN SPECIAL ASSESSMENT DISTRICT FUND (Fund 204)**

In December, 2002, the Arlington County Board established a service district in the downtown Rosslyn area. The purpose of the district is to provide supplemental services to those already provided by county government. Each year an additional real estate tax levy is approved to fund the additional services and programs within the district's boundaries. The Rosslyn Business Improvement Corporation, an organization whose board of directors and committee membership includes owners and tenants of properties in the district as well as County and neighborhood representatives, submit a work program and budget for Arlington County Board consideration.

For the FY 2008 budget, the additional real estate tax rate is proposed to increase to \$.082 for each \$100 of real estate assessment value. This is an increase of \$.004 from the adopted FY 2007 rate for the Rosslyn business improvement district.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
<b>Service District Taxes</b>	\$1,941,177	\$2,052,435	\$2,400,000	17%

**CRYSTAL CITY SPECIAL ASSESSMENT DISTRICT FUND (Fund 205)**

In April 2006, the Arlington County Board established a service district in the downtown Crystal City area. The purpose of the district is to provide supplemental services to those already provided by county government. Each year an additional real estate tax levy is approved to fund the additional services and programs within the district's boundaries. The Crystal City Business Improvement Corporation, an organization whose board of directors and committee membership includes owners and tenants of properties in the district as well as County representatives, submits a work program and budget for Arlington County Board consideration.

For the FY 2008 budget, the additional real estate tax rate is proposed to decrease to \$.039 for each \$100 of real estate assessment value. This is a decrease of \$.006 from the adopted FY 2007 rate for the Crystal City business improvement district.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
<b>Service District Taxes</b>	\$0	\$1,701,000	\$1,786,050	5%

**COMMUNITY DEVELOPMENT FUND (Fund 206)**

The FY 2008 revenue budget for the Community Development Fund is used to address low- and moderate-income housing needs and other community projects. The Community Development Block Grant (CDBG) program was established as a separate special revenue fund in FY 1987 to comply with requirements of the federal Department of Housing and Urban Development (HUD).

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
<b>Federal Aid - CDBG</b>	\$2,320,255	\$1,816,925	\$1,816,925	-

**SECTION 8 HOUSING ASSISTANCE FUND (Fund 208)**

This program provides vouchers for housing to eligible Arlington County residents. The federal funds are used for the administrative costs of the program, as well as for the rental subsidy payments.  
1992.

	<b>FY 2006 Actuals</b>	<b>FY 2007 Adopted</b>	<b>FY 2008 Proposed</b>	<b>% Change '07 to '08</b>
Federal Section 8	16,025,459	14,148,922	14,973,584	6%
HOPWA Grant	124,283	140,000	179,000	28%
Shelter Plus Care	89,652	180,312	180,312	-
Interest Income	172,522	31,247	48,420	55%
Miscellaneous	49,275	-	-	-
<b>Total</b>	<b>\$16,461,191</b>	<b>\$14,500,481</b>	<b>\$15,381,316</b>	<b>6%</b>

**AUTOMOTIVE EQUIPMENT FUND (Fund 609)**

The Automotive Equipment Division of the Department of Environmental Services operates as an internal service fund and supports the County's automotive fleet.

	<b>FY 2006 Actuals</b>	<b>FY 2007 Adopted</b>	<b>FY 2008 Proposed</b>	<b>% Change '07 to '08</b>
Sales of Surplus Equipment	306,063	237,900	251,380	6%
Subrogation / Third Party	137,663	63,000	63,000	-
Miscellaneous	-	22,100	22,100	-
Lease Purchase	-	-	-	-
Transfer In	350,418	178,665	-	-100%
<b>Total</b>	<b>\$794,144</b>	<b>\$501,665</b>	<b>\$336,480</b>	<b>-33%</b>

**PRINTING FUND (Fund 611)**

Revenues in this internal service fund are received from outside agencies and the Arlington County Public Schools for printing and photocopying services, as well as a General Fund transfer for non-billable services.

	<b>FY 2006 Actuals</b>	<b>FY 2007 Adopted</b>	<b>FY 2008 Proposed</b>	<b>% Change '07 to '08</b>
Services to Outside Agencies	43,585	40,000	23,100	-42%
Transfer In	168,312	182,704	182,704	-
<b>Total</b>	<b>\$211,897</b>	<b>\$222,704</b>	<b>\$205,804</b>	<b>-8%</b>

**JAIL INDUSTRIES FUND (Fund 612)**

The Jail Industries Fund was created in FY 1995 to track and report the activities of a program within the new Detention Facility which trains inmates in park maintenance, printing services and catering services. Revenues accrue from charges to outside agencies for services provided.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
<b>Service Fees</b>	\$3,566	\$5,100	\$5,100	-

**GENERAL CAPITAL PROJECTS FUND (Fund 313)**

The General Capital Project Fund accounts for the capital projects for general government functions which are financed under the County's Pay-As-You-Go (PAYG) Capital Program. The program areas include local parks and recreation, transportation, community conservation, government facilities, and regional contributions. In FY 2007, funding sources for the County's PAYGo budget included FY 2006 carryover funds, and the continuing revenue stream from the incremental increases to ambulance fees and commercial utility tax (\$2.6 million). For FY 2008, it is proposed that the \$2,600,000 million in base funding be increased to \$3,774,215 and an additional \$8,300,000 of one-time funds be added from projected FY 2007 fund balance.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Project Receipts	1,848,964	-	-	-
Miscellaneous Revenue	125,891	-	-	-
Cable TV	477,408	-	-	-
State Grant - Misc.	376,713	-	-	-
SLEP Grant	1,100,783	-	-	-
Federal Grants - Misc.	314,009	-	-	-
LPACAP	970,201	-	-	-
Proceeds for Lease Purchase	195,000	-	-	-
Transfer In	11,416,003	10,868,000	12,074,215	11%
<b>Total</b>	<b>\$16,824,972</b>	<b>\$10,868,000</b>	<b>\$12,074,215</b>	<b>11%</b>

**UTILITIES CAPITAL PROJECTS FUND (Fund 519)**

The Utilities Capital Projects Fund accounts for capital projects for the sanitary sewer system, water distribution system, and wastewater treatment plant. The projects are funded through interest earnings from fund balance, hook-up charges paid by developers for connection into the County water distribution and sanitary sewer systems, and transfers from the Utilities Operating Fund. Sewage treatment charges are revenues received from neighboring jurisdictions (Falls Church, Alexandria, and Fairfax County) for reimbursement of a portion of the upgrade costs at the Water Pollution Control Plant.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Interest	387,172	140,000	175,000	25%
Water / Sewer Hook-up	6,468,543	4,300,000	4,325,000	1%
Sewage Treatment Charges	512,304	295,000	360,000	22%
Miscellaneous	367,809	-	-	-
Proceeds from VRA Loan	7,364,605	-	-	-
Transfer In	9,945,333	9,316,000	9,525,000	2%
Utilized Fund Balance	-	-	-	-
<b>Total</b>	<b>\$25,045,766</b>	<b>\$14,051,000</b>	<b>\$14,385,000</b>	<b>2%</b>

### BALLSTON GARAGE (Fund 540)

Revenues received from the Ballston Garage Fund are used to offset costs of operating the garage. Interest accrues from earnings on the fund balance. Parking revenues are payments by the users of the public parking facility, which are collected by the County's contract operator. In FY 2007, the eighth level of the parking garage was completed. For FY 2008, the operations of the eighth floor operation are included in the chart below.

	FY 2006 Actuals	FY 2007 Adopted	FY 2008 Proposed	% Change '07 to '08
Interest	483,562	164,475	253,128	54%
Parking Revenue	3,586,806	3,490,364	3,787,712	9%
Utilized Fund Balance	-	1,437,037	926,782	-36%
<b>Total</b>	<b>\$4,070,368</b>	<b>\$5,091,876</b>	<b>\$4,967,622</b>	<b>-2%</b>

## RESIDENTIAL TAXATION AND FEE TRENDS

During each budget cycle, tax and fee rate changes are reviewed in light of the costs of providing services to County residents. The following section is a brief analysis of the residential tax burden in Arlington County and other area jurisdictions. Generally, Arlington's tax rates are the lowest, or are very competitive with other Washington metropolitan area jurisdictions.

### Real Estate Tax

Using the current tax rate of \$0.818 per \$100 of assessed valuation, the real estate tax bill of the average residential family home will decrease by \$35 to \$4,397 for calendar year (CY) 2007 (portion of FY 2007 and FY 2008). The average assessment for a single-family home decreased by 0.8 percent from \$541,800 to \$537,500 for CY 2007.

#### REAL ESTATE TAX PAYMENT Average Single Family Home

Calendar Year	Average Assessed Value	Tax Rate	Tax Payment	Tax Payment Increase
1998	\$186,130	\$0.998	\$1,858	\$24
1999	\$191,350	\$0.998	\$1,910	\$52
2000	\$202,770	\$1.023	\$2,074	\$164
2001	\$224,390	\$1.023	\$2,296	\$222
2002	\$269,500	\$0.993	\$2,676	\$380
2003	\$316,000	\$0.978	\$3,090	\$414
2004	\$369,600	\$0.958	\$3,541	\$451
2005	\$458,200	\$0.878	\$4,023	\$482
2006	\$541,800	\$0.818	\$4,432	\$409
<b>Proposed 2007</b>	<b>\$537,500</b>	<b>\$0.818</b>	<b>\$4,397</b>	<b>-\$35</b>

### Personal Property Tax

For residents, vehicles are generally the item for which the personal property tax is paid. For CY 2006, the personal property tax rate was increased from \$4.40 per \$100 of assessed valuation to \$5.00. The valuation method uses the average loan value, which is approximately ten percent lower than the trade-in value, and results in an effective personal property tax rate to \$4.50. The chart below illustrates the calendar year average assessed value through the sixth certified personal property book (December) which represents approximately 97% of the actual year end vehicle assessments.

**PERSONAL PROPERTY TAX PAID BY TYPICAL HOUSEHOLD\***  
(Assumes 2.0 Cars Per Household)

Calendar Year	Average Assessed Value	Tax Rate	Tax Payment
1998	\$5,311	\$4.40	\$467
1999	\$5,581	\$4.40	\$491
2000	\$5,986	\$4.40	\$527
2001	\$6,287	\$4.40	\$553
2002	\$6,405	\$4.40	\$564
2003	\$6,702	\$4.40	\$590
2004	\$6,970	\$4.40	\$613
2005	\$6,601	\$4.40	\$581
2006	\$6,819	\$5.00	\$682
<b>Proposed 2007</b>	<b>\$7,308</b>	<b>\$5.00</b>	<b>\$731</b>

\* Does not reflect state rebates of PPTRA (prior to CY 2006) or the State's fixed block grant distribution (CY 2006 & CY 2007).

**Refuse Collection and Disposal Fees**

The annual residential charge for refuse collection and disposal is proposed to increase to \$295.80 and includes cardboard recycling. This rate achieves the County's objective of 100 percent recovery of household refuse collection and disposal costs and part of the leaf collection costs. Arlington's rate continues to be competitive in the Washington metropolitan area.

Fiscal Year	Refuse/Recycling Fee
1999	\$168.60
2000	\$197.64
2001	\$219.48
2002	\$219.48
2003	\$227.92
2004	\$232.60
2005	\$245.64
2006	\$248.76
2007	\$260.36
<b>Proposed 2008</b>	<b>\$295.80</b>

**Water/Sewer Service Fees**

As costs have risen, additional funding is required to sustain the self-supporting Utilities Fund. The water/sewer rate is proposed to increase by \$1.14 to \$9.20 per thousand gallons in FY 2008. Arlington's rate continues to be competitive in the Washington metropolitan area.

Fiscal Year	Water/Sewer Service Rate*	Average Annual Residential Cost
1999	\$4.19	\$293.30
2000	\$4.19	\$293.30
2001	\$4.46	\$312.20
2002	\$4.58	\$320.60
2003	\$4.70	\$329.00
2004	\$5.30	\$371.00
2005	\$6.20	\$434.00
2006	\$7.13	\$499.10
2007	\$8.00	\$560.00
<b>Proposed 2008</b>	<b>\$9.20</b>	<b>\$644.00</b>

\*Per Thousand Gallons; average usage equals 70,000 gallons per year.

### Major Residential Taxes and Fees

The following chart summarizes the major residential taxes and fees for Arlington County for the average household. The chart uses the adopted tax and fee rates for CY 2004 – CY 2006 and the proposed tax and fee rates for CY 2007.

#### Summary of Major Residential Taxes and Fees

	CY 2004	CY 2005	CY 2006	Proposed CY 2007	% Change '06 to '07
Real Estate Tax	\$3,541	\$4,023	\$4,432	\$4,397	-1%
Personal Property*	613	581	682	731	17%
Annual Decal Fee	24	24	24	24	0%
Refuse Fee	246	249	260	296	4%
Water / Sewer Service	434	499	560	644	12%
<b>Total</b>	<b>\$4,858</b>	<b>\$5,376</b>	<b>\$5,958</b>	<b>\$6,092</b>	<b>11%</b>

\* Assumes 2 cars per household. Does not reflect state rebates for PPTRA or the State's fixed block grant distribution.

The following chart compares the major residential taxes and fees for the Northern Virginia jurisdictions for the average household using Calendar Year 2006 rates and assessments.

**Calendar Year 2006 Regional Comparison  
Average Annual Local Taxes/Fees Per Household**

	Arlington County	Fairfax County	City of Fairfax	City of Alexandria	City of Falls Church	Prince William County	Loudoun County
Real Estate <sup>1</sup>	\$4,432	\$5,418	\$3,847	\$4,416	\$5,472	\$4,425	\$4,822
Personal Property <sup>2</sup>	682	623	517	648	642	505	573
Residential Consumer Utility <sup>3</sup>	-	265	144	130	240	144	97
<b>Subtotal</b>	<b>\$5,114</b>	<b>\$6,306</b>	<b>\$4,508</b>	<b>\$5,193</b>	<b>\$6,355</b>	<b>\$5,073</b>	<b>\$5,492</b>
Water/Sewer <sup>4</sup>	\$560	\$424	\$410	\$601	\$668	\$612	\$421
Solid-Waste/Recycling <sup>5</sup>	260	315	n/a	237	n/a	275	300
Decal Fee	24	-	25	25	25	24	25
<b>TOTAL</b>	<b>\$5,958</b>	<b>\$7,046</b>	<b>\$4,942</b>	<b>\$6,057</b>	<b>\$7,047</b>	<b>\$5,984</b>	<b>\$6,238</b>
Amount more (less) than Arlington		\$1,088 18.3%	(\$1,016) -17.0%	\$99 1.7%	\$1,089 18.3%	\$26 0.4%	\$280 4.7%

<sup>1</sup> Represents the annual real estate tax bill based on each locality's tax rate at an average single family home value of \$541,800.

<sup>2</sup> Estimate based upon 2.0 cars per household, and assumes the same average vehicle value (however, given that Arlington and Loudoun uses a lower assessment valuation, the actual average vehicle value for Fairfax County and Cities of Alexandria and Falls Church may be higher). Taxes do not reflect the State's fixed block grant to localities and the adopted method of distribution.

<sup>3</sup> Average household utility tax bills are based on the ceiling tax rate.

<sup>4</sup> Rate for City of Falls Church represents the residents who live inside the City and pay Falls Church water and sewer rates. Residents living outside the City pay Falls Church water and Fairfax sewer rates. Adjusted average usage to 70,000/gallons/year from prior year assumptions of 80,000/gallons/year.

<sup>5</sup> Residents in Falls Church pay for the solid-waste/recycling fee as part of their real estate taxes. Loudoun & Prince William Counties do not offer this service. Instead, residents pay private haulers, such as BFI, directly. The amounts shown represent the average fees charged by private haulers.

**COMPARISON OF NORTHERN VIRGINIA JURISDICTIONS' REAL ESTATE TAX BILL <sup>(1)</sup>  
FOR THE AVERAGE SINGLE-FAMILY HOME <sup>(2)</sup>**

	TAX YEAR 2005			TAX YEAR 2006			CHANGE FROM 2005 TO 2006			PERCENT CHANGE		
	Tax Rate	Average Assessed Value	Tax Payment	Tax Rate	Average Assessed Value	Tax Payment	Change in Tax Rate	Change in Average Assessed Value	Change in Tax Payment	Change in Tax Rate	Change in Average Assessed Value	Change in Tax Payment
Arlington	\$0.878	\$458,200	\$4,023	\$0.818	\$541,200	\$4,427	(\$0.06)	\$83,000	\$404	(6.8%)	18.1%	10.0%
Alexandria	\$0.915	\$441,823	\$4,043	\$0.815	\$526,852	\$4,294	(\$0.10)	\$85,029	\$251	(10.9%)	19.2%	6.2%
Falls Church	\$1.030	\$539,700	\$5,559	\$1.010	\$628,700	\$6,350	(\$0.02)	\$89,000	\$791	(1.9%)	16.5%	14.2%
Fairfax City	\$0.840	\$413,084	\$3,470	\$0.710	\$504,000	\$3,578	(\$0.13)	\$90,916	\$108	(15.5%)	22.0%	3.1%
Fairfax County	\$1.000	\$444,766	\$4,448	\$0.890	\$540,746	\$4,813	(\$0.11)	\$95,980	\$365	(11.0%)	21.6%	8.2%
Loudoun County	\$1.040	\$403,430	\$4,196	\$0.890	\$536,100	\$4,771	(\$0.15)	\$132,670	\$576	(14.4%)	32.9%	13.7%
Prince William Co.	\$0.9685	\$326,800	\$3,165	\$0.8071	\$410,928	\$3,317	(\$0.1614)	\$84,128	\$152	(16.7%)	25.7%	4.8%

<sup>1</sup> Real Estate tax bill is calculated at each jurisdiction's current real estate tax rate per \$100 of the jurisdiction's average single-family home value.

<sup>2</sup> Home value is based on all residential property including single family detached, semi-detached dwellings, condominiums, cooperatives, and townhouse residences.

**CALENDAR YEAR 2006 TAX RATES IN THE WASHINGTON METROPOLITAN AREA**

<b>Tax</b>	<b>Arlington County</b>	<b>City of Alexandria</b>	<b>City of Falls Church</b>	<b>City of Fairfax</b>	<b>Fairfax County</b>	<b>Loudoun County</b>	<b>Pr. William County</b>
Local Real Estate Tax Rate	\$0.818	\$0.815	\$1.01	\$0.71	\$0.89	\$0.89	\$0.8071
Special Taxing Districts	\$ .045 - \$.223	-	-	-	\$0.001-\$0.22	\$0.14-\$0.30	\$0.02-\$0.20
State Tax Rate	-	-	-	-	-	-	-
<b>Personal Property</b>							
Vehicle Rate	\$5.00	\$4.75	\$4.71	\$3.79	\$4.57	\$4.20	\$3.70
Effective Vehicle Rate	\$4.50	\$4.75	\$4.71	\$3.79	\$4.57	\$3.78	\$3.70
Business Rate	\$5.00	\$4.50	\$4.71	\$3.79	\$4.57	\$4.20	\$3.70
Newly Registered Vehicle Tax (state)	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%
Local Vehicle Registration-Decal	\$24	\$25	\$25	\$25	\$0	\$25	\$24
<b>Car Rental Tax</b>							
State	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%
Local	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	1.0%
<b>Gasoline Tax</b>							
Per Gallon	\$0.175	\$0.175	\$0.175	\$0.175	\$0.175	\$0.175	\$0.175
Retail Sales	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%
<b>Sales Tax</b>							
State (see note)	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%
Local	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%
Meals Tax	4.0%	3.0%	4.0%	2.0%	-	-	-
Transient Occupancy Tax	5.25%	5.5% plus \$1.00 per night/room	5.00%	4.00%	4.00%	5.00%	5.00%
<b>BPOL</b>							
Business Services	\$0.35	\$0.35	\$0.36	\$0.27	\$0.19	\$0.17	\$0.21
Professionals	\$0.36	\$0.58	\$0.52	\$0.40	\$0.31	\$0.33	\$0.33
Contractors	\$0.16	\$0.16	\$0.16	\$0.16	\$0.11	\$0.13	\$0.13
Retail	\$0.20	\$0.20	\$0.19	\$0.20	\$0.17	\$0.17	\$0.17
Repair Services	\$0.35	\$0.35	\$0.36	\$0.27	\$0.19	\$0.16	\$0.21
<b>Recordation Tax</b>							
State (see note)	\$0.25	\$0.25	\$0.25	\$0.25	\$0.25	\$0.25	\$0.25
Local (see note)	\$0.0833	\$0.0833	\$0.0833	\$0.0833	\$0.0833	\$0.0833	\$0.0833
<b>Grantor's Tax</b>							
State	\$0.50	\$0.50	\$0.50	\$0.50	\$0.50	\$0.50	\$0.50
Local	\$0.50	\$0.50	\$0.50	\$0.50	\$0.50	\$0.50	\$0.50
<b>Bank Stock Tax</b>							
State	\$0.20	\$0.20	\$0.20	\$0.20	\$0.20	\$0.20	\$0.20
Local	\$0.80	\$0.80	\$0.80	\$0.80	\$0.80	\$0.80	\$0.80
<b>Cigarette Tax, per 20 Cigarettes</b>							
State (see note)	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30
Local	\$0.30	\$0.70	\$0.65	\$0.50	\$0.05	-	-
<b>Utility Tax on Commercial Users</b>							
Electricity	\$1.15 plus \$0.00649/kWh	\$0.97 plus \$0.004610/kWh	\$0.92 plus \$0.004807/kWh	\$1.72 plus \$0.010112/kWh max=\$75.00	\$1.15 plus \$0.00594/kWh max=\$1,000	\$0.005393/kWh max=\$72.00	\$2.29 plus \$0.013487/kWh max=\$100/mo.
Telephone - Land Line	-	25% /1st \$150	20%,1st \$50	15% /1st \$500	22.2%/1st\$1600	8% /1st \$900	20% /1st \$500
Cellular	-	10% to max \$3.00/month		10% to max \$3.00/month	10% to max \$3.00/month	9%/1st \$30	10% to max \$3.00/month
Gas	\$0.845 plus \$0.06522/CCF	\$1.42 plus \$0.050213/CCF	\$0.676 plus \$0.04098/CCF	\$1.27 plus \$0.05295/CCF max=\$75.00	\$0.845 plus \$0.04794/CCF max=\$300	\$0.676 per mo. + \$0.0304/CCF max=\$72.00	\$3.35 plus \$0.085/CCF max=\$100/mo.
Water	-	15% /1st \$150	8%	15% /1st \$500	-	-	-
<b>Utility Tax on Residential Users</b>							
Electricity	-	\$1.12 plus \$0.12075/kWh max=\$2.40	\$0.70 plus \$0.007535/kWh max=\$5.00	\$1.05 plus \$0.01136/kWh max=\$2.25	\$0.56 plus \$0.00605/kWh max=\$4.00	\$0.006804/kWh max=\$2.70	\$1.40 plus \$0.01509/kWh max=\$3.00
Telephone - Land Line	-	25% on local	10% /1st \$50	15% /1st \$15	22.2%/1st \$50	9% /1st \$30	20% /1st \$15
Cellular	-	10% to max \$3.00/month		10% to max \$3.00/month	10% to max \$3.00/month	9%/1st \$30	10% to max \$3.00/month
Gas	-	\$1.28 plus \$0.124444/CCF max=\$2.40	\$0.70 plus \$0.0039/CCF max=\$5.00	\$1.05 plus \$0.05709/CCF max=\$2.25	\$0.56 plus \$0.05259/CCF max=\$4.00	\$0.63 plus \$0.06485/CCF max=\$2.70	\$1.60 plus \$0.06/CCF max=\$3.00
Water	-	15% /1st \$15	10% /1st \$50	15% /1st \$15	-	-	-

**CALENDAR YEAR 2006 TAX RATES IN THE WASHINGTON METROPOLITAN AREA**

<b>Tax</b>	<b>Arlington County</b>	<b>City of Alexandria</b>	<b>City of Falls Church</b>	<b>City of Fairfax</b>	<b>Fairfax County</b>	<b>Loudoun County</b>	<b>Pr. William County</b>
Estate Tax	\$0.033	-	-	-	-	-	-
E-911 Tax, Per Line, Per Month							
State	-	-	-	-	-	-	-
Local	\$3.00	\$0.50	\$1.00	\$0.88	\$3.00	\$2.00	\$1.75
Wireless E-911 Tax							
State	\$0.75	\$0.75	\$0.75	\$0.75	\$0.75	\$0.75	\$0.75

**NOTES**

**REAL ESTATE TAX RATE:** Virginia jurisdictions tax on 100% of each \$100 of assessed valuation each year. In Arlington, there are two special taxing districts that add to the base rate for funding sanitary sewer lines. There are also two special taxing district in the Rosslyn and Crystal City business districts to fund additional services and programs within the district's boundaries. In Alexandria, one cent (\$0.01) of the real estate tax rate goes to fund the acquisition of open space and \$.01 is dedicated to affordable housing. In Fairfax, Prince William and Loudoun counties, special taxing districts add to the base rate for funding items which may include: community centers, leaf collection, gypsy moth control, fire and rescue, and roads. Two of Loudoun County's special tax districts are County-wide (for gypsy moth & fire and rescue) which adds \$0.0497 to the base tax rate (fire and rescue does not apply to Town of Quantico).

**EFFECTIVE VEHICLE PERSONAL PROPERTY TAX RATE COMMERCIAL AND CONSUMER:** Vehicles in Arlington County and Loudoun County are assessed using the average loan value from the N.A.D.A. Used Car Guide. Other neighboring jurisdictions use the average trade-in value. This results in a lower assessment (about 10% less ) for vehicles or an effective rate in Arlington of approximately \$4.50 and \$3.78 in Loudoun County. All vehicles including those of businesses are included in this category. In Alexandria the vehicle rate for the physically disabled is \$3.55.

**BUSINESS TANGIBLE PERSONAL PROPERTY:** The City of Alexandria and Counties of Loudoun and Prince William charge rates of \$4.50, \$2.75 and \$2.00 respectively for machinery and tools. In addition, Prince William County has other rates: the tax rate for Programmable Computer Equipment and Peripherals rate is \$1.25; Research and Development rate is \$1.00.

**LOCAL VEHICLE REGISTRATION:** Effective for tax years beginning July 2000, Arlington County charges an annual decal fee of \$24 for all applicable motor vehicles. Beginning in FY 2007, Fairfax County eliminated their decal fee and decal sticker.

**CAR RENTAL:** Effective July 1, 1992, the locality portion of the Virginia car rental tax was increased from 2.5% to 4.0% of gross proceeds. Effective July 1, 2004 the state increased its portion of the car rental tax to 6% with the additional 2% dedicated to the Virginia Public Building Authority for the Statewide Agencies Radio System (STARS).

**SALES TAX:** On June 3, 2004 the Governor sign HB 5018 which is the revenue budget for the FY 2004 - FY 2006 biennium. As part of this bill, the sales tax was increased 1/2 percent from 3.5% to 4.0%. One-half of this rate change will go to the Schools in the various jurisdictions. This new state sales tax rate became effective September 1, 2004. Effective July 1, 2006 the tax rate on food is reduced an additional 0.5 percent to 2.0 percent (State portion). An additional reduction of 0.5 percent is scheduled to occur on July 1, 2007. Food items are defined under the Food Stamp Act of 1977 (7 U.S.C. § 2012) to be food for home consumption by humans. This includes most grocery food items and cold prepared foods. Excluded from the definition of food are alcoholic beverages, tobacco and prepared hot foods sold for immediate consumption. The food tax described above does not include the local option 1.0

**MEALS TAX:** The meals tax is paid in addition to sales tax. In 1991, Arlington instituted a 4% restaurant meals tax on most prepared foods offered for sale.

**TRANSIENT OCCUPANCY TAX:** This tax is paid in addition to sales tax. In 1991, Arlington County approved a 0.25% increase on the total room rate, dedicating proceeds to the Travel and Tourism Promotion Fund. In the Spring of 2002, the General Assembly passed enabling legislation allowing Arlington to increase its transient occupancy tax an additional 2% provided the funds are dedicated to the construction of a visitor and convention center. The County is required to have a site selected prior to initiating the new tax. Alexandria charges \$1.00/room/day. Loudoun County charges 5.0% of which 2.0% goes to the General Fund and 3.0% goes to the TOT Fund.

**BPOL TAX:** For CY 1997 Virginia jurisdictions changed the BPOL thresholds to comply with state law so that businesses with gross receipts under \$10,000 would not pay BPOL tax, and businesses with gross receipts between \$10,000 and \$100,000 would pay a flat fee of \$50 or less. Beginning CY 2001, the date for filing changes from January 31 to March 1. Effective January 1, 2001, the BPOL on electric and natural gas is eliminated and replaced with a consumption tax.

**RECORDATION TAX:** The tax rate is per \$100. In Virginia, localities can impose a tax of up to one third of the state rate. The state rate increased from \$0.15 per \$100 of recorded value to \$0.25 effective September 1, 2004. Arlington's rate is now \$0.0833 (1/3 of the state rate).

**GRANTOR'S TAX (§58.1-802):** This is a tax on the grantor and is imposed at a rate of \$1.00 per \$1,000. In Virginia, both the state and the locality receive 50% of the tax.

**BANK STOCK TAX:** This is a franchise tax on the net capital gains of banks and trust companies. In Virginia, the rate is \$1.00 per \$100 of taxable value as of January 1. In Northern Virginia, localities receive 80% of this collection and the State receives 20%.

**CIGARETTE TAX:** On June 3, 2004 the Governor signed HB 5018 which is the revenue budget for the FY 2004 - FY 2006 biennium. As part of this bill, the state increased the state imposed cigarette tax from \$0.025 to \$0.20 effective September 1, 2004 and \$0.30 effective July 1, 2005.

**UTILITIES TAX:** Arlington County does not charge utility taxes on residential consumers. Effective July 1, 2005 the commercial utility tax rates for electricity and natural gas were increased from \$.004989/kWh and \$.05017/CCF respectively.

**ESTATE TAX:** In Arlington County, the estate tax is added to the existing State Estate Tax, and is charged for the processing of estates by the Circuit Court Clerk's Office at a rate per \$100.

**E 911 TAX:** This tax is charged on applicable telephone lines at a monthly rate. Proceeds in Virginia can only be used for the operation and maintenance of the E-911 system, including the cost of dispatchers. Effective for FY 2005, Arlington's rate increased from \$1.75 to \$3.00 with the incremental increase going to fund the debt service and equipment upgrades in the new Emergency Operations Center. The state of Virginia assesses an E-911 tax on a wireless phones of \$0.75/phone.

**CALENDAR YEAR 2006 SELECTED BUSINESS, PROFESSIONAL, AND OCCUPATIONAL LICENSE TAX RATES\***

	Arlington County	City of Alexandria	City of Falls Church	Fairfax City	Fairfax County	Loudoun County	Prince William County
<b>FINANCIAL, REAL ESTATE, AND PROFESSIONAL SERVICES</b>							
Professional Occupations	0.36	0.58	0.52	0.40	0.31	0.33	0.33
Real Estate Occupations	0.36	0.58	0.50	0.40	0.31	0.33	0.33
Renting	0.43	0.35	0.53	0.23	0.26	0.16	0.00
	0.28	0.50	0.38	0.50	Com Res		
<b>REPAIR, PERSONAL, AND BUSINESS SERVICES</b>							
Special Occupational	0.36	0.35	0.36	0.27	0.31	0.33	N/A
Personal Services	0.35	0.35	0.36	0.27	0.19	0.23	0.21
Business Services	0.35	0.35	0.36	0.27	0.19	0.17	0.21
Repair Services	0.35	0.35	0.36	0.27	0.19	0.16	0.21
Amusements	0.25	0.36	0.36	0.27	0.26	0.21	0.21
Parking Lots	0.36	0.35	0.36	0.27	0.19	0.17	0.21
<b>RETAIL SALES</b>							
Retail Merchants	0.20	0.20	0.19	0.20	0.17	0.17	0.17
Restaurants	0.20	0.20	0.19	0.20	0.17	0.17	0.17
Filling Stations	0.10	0.20	0.19	0.20	0.17	0.17	0.17
<b>CONTRACTING AND CONSTRUCTING</b>							
Contractors	0.16	0.16	0.16	0.16	0.11	0.13	0.13
Builders/Developers	0.16	0.16	0.16	0.16	0.05	0.13	0.13
Wholesalers	0.08	0.05	0.08	0.05	0.04	0.05	0.05

\* Based on each \$100 of gross receipts, unless otherwise noted.

\*\* Based on each \$100 of gross purchases.

\*\*\* Based on each \$100 of gross expenditures.

SIX-YEAR REVENUE SUMMARY							
CODE	DESCRIPTION	FY 2003 ACTUAL	FY 2004 ACTUAL	FY 2005 ACTUAL	FY 2006 ACTUAL	FY 2007 ADOPTED	FY 2008 PROPOSED
<b>FUND: 001 GENERAL</b>							
REVENUE CATEG: LOCAL TAXES							
101	REAL ESTATE TAXES	289,369,815	325,091,976	353,351,252	393,744,667	422,082,428	449,888,669
105	REAL ESTATE PENALTY	458,990	456,985	818,620	721,300	610,000	610,000
106	REAL ESTATE INTEREST	8,627	(5,169)	9,415	10,970	20,000	20,000
	TAX REFUNDS - REAL ESTATE	-	-	-	(3,263,693)	(2,600,000)	(3,000,000)
	<b>SUBTOTAL</b>	<b>289,837,433</b>	<b>325,543,791</b>	<b>354,179,286</b>	<b>391,213,244</b>	<b>420,112,428</b>	<b>447,518,669</b>
121	PERSONAL PROP CURRENT TAXES	78,606,577	76,421,176	75,565,444	50,271,052	59,298,579	62,545,701
12102	STATE REIMBURSEMENT				31,280,437	31,252,147	31,252,147
123	PERSONAL PROPERTY PENALTY	1,778,135	1,470,990	1,207,011	1,418,407	1,250,000	1,250,000
125	PERSONAL PROPERTY INTEREST	260,436	(49,114)	47,080	116,901	225,000	225,000
	TAX REFUNDS - PERSONAL PROP	-	-	-	(1,343,397)	(1,000,000)	(1,500,000)
	<b>SUBTOTAL</b>	<b>81,661,867</b>	<b>79,602,097</b>	<b>78,051,224</b>	<b>81,743,400</b>	<b>91,025,726</b>	<b>93,772,848</b>
131	BPOL TAXES CURRENT	42,706,298	44,608,566	45,483,633	53,823,990	52,400,000	54,400,000
133	BPOL TAXES PENALTY	461,715	452,806	272,597	359,692	400,000	400,000
134	BPOL TAXES INTEREST	38,145	29,119	(57,262)	130,762	100,000	100,000
137	BUS. LIC. WRITTEN OFF	-	(29)	76	-	-	-
	TAX REFUNDS - BPOL	-	-	-	(1,746,385)	(2,400,000)	(2,400,000)
	<b>SUBTOTAL</b>	<b>43,206,157</b>	<b>45,090,463</b>	<b>45,699,044</b>	<b>52,568,059</b>	<b>50,500,000</b>	<b>52,500,000</b>
140	CAR RENTAL GROSS RECEIPTS TAX	4,285,596	4,687,693	4,486,018	5,416,995	4,600,000	4,600,000
141	LOCAL SALES TAX	27,752,102	29,371,091	30,969,494	33,115,455	33,859,087	35,129,970
143	BANK STOCK TAX	1,049,928	1,269,547	1,480,360	1,714,466	1,200,000	1,435,000
144	RECORDATION TAX	3,781,826	3,619,361	7,089,601	7,809,210	6,860,755	6,000,000
145	CIGARETTE TAX	642,660	691,269	1,925,743	2,971,784	3,000,000	3,000,000
146	TRANSIENT TAX	13,905,740	14,977,887	17,236,935	18,512,163	18,495,000	20,003,561
147	COMMERCIAL UTILITY TAX	7,609,033	7,632,495	7,802,051	9,944,398	9,500,000	9,750,000
148	SHORT TERM RENTAL	56,520	38,885	67,756	69,128	65,000	65,000
149	MEALS TAX	20,045,524	21,928,701	23,844,071	25,734,571	26,834,292	28,840,618
151	ESTATE TAX	69,917	68,152	75,672	69,773	75,000	80,000
152	CONSUMPTION TAX	785,330	741,733	772,573	775,033	775,000	775,000
153	COMMUNICATION TAX	-	-	-	-	-	7,246,221
	<b>TOTAL LOCAL TAXES</b>	<b>79,984,175</b>	<b>85,026,815</b>	<b>95,750,273</b>	<b>106,132,977</b>	<b>105,264,134</b>	<b>116,925,370</b>
		494,689,632	535,263,166	573,679,827	631,657,680	666,902,288	710,716,887

SIX-YEAR REVENUE SUMMARY							FY 2008
CODE	DESCRIPTION	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	PROPOSED
		ACTUAL	ACTUAL	ACTUAL	ACTUAL	ADOPTED	
REVENUE CATEG: LICENSES, PERMITS, & FEES							
210	CABLE TV FRANCHISE FEES	1,765,692	1,945,461	2,128,092	2,279,185	2,346,221	-
211	HOME IMPROVE. CONTRACTORS LIC.	1,211	1,025	2,060	1,284	1,845	1,600
215	CONCEALED WEAPONS	4,207	3,051	2,776	2,983	3,140	2,560
219	USE PERMITS	64,860	71,265	110,360	90,100	96,000	103,000
220	RIGHT OF WAY FEES	1,134,659	1,062,342	891,344	1,184,673	900,000	900,000
221	HIGHWAY PERMITS	223,986	198,110	188,434	610,016	363,556	470,000
222	BUILDING PERMITS	1,998,701	2,179,445	2,617,256	2,718,961	3,038,123	3,016,000
223	ELECTRICAL PERMITS	479,150	573,505	649,553	885,851	793,488	982,000
224	PLUMBING PERMITS	432,680	363,169	472,989	637,944	485,161	709,000
225	MECHANICAL PERMITS	230,061	297,376	318,900	417,178	328,500	464,000
226	OCCUPANCY PERMITS	297,541	264,053	238,113	334,988	313,000	300,000
227	SMALL APPLIANCES	22,548	18,995	24,702	31,903	35,468	33,000
228	SIGN PERMITS	23,647	17,026	21,095	16,828	25,000	27,000
231	MECHANICAL CERTIFICATE FEES	18,475	18,530	15,440	7,142	18,500	11,000
240	MOTOR VEHICLE LICENSE TAGS	3,450,218	3,405,567	3,456,567	3,482,431	3,500,000	3,500,000
242	ELEVATOR CERTIFICATE FEES	130,067	137,831	169,085	207,055	197,207	229,000
243	SITE PLAN FEES	276,663	167,943	377,202	1,062,812	500,000	700,000
244	TRANSFER FEES	6,221	6,498	6,492	6,660	6,500	6,500
245	ZONING ADVERTISING	66,092	68,243	24,450	49,495	88,000	104,300
247	VARIANCES	65,331	74,268	74,505	51,229	62,000	81,500
248	ZONING COMPLIANCE LETTERS	20,540	22,625	31,335	23,780	20,000	32,600
251	BUILDING PLANS/WALK-THROUGH	187,814	202,715	252,522	260,095	218,800	250,000
252	SUBDIVISION PLAT REVIEW	15,667	18,372	26,996	15,960	20,000	16,000
255	PARKING NOTICE REVIEW FEE	325	-	-	-	-	-
259	MISLICENSES, PERMITS & FEES	197,408	127,104	404,410	313,889	167,919	167,919
TOTAL REV CATEG		11,113,764	11,244,520	12,504,677	14,692,442	13,528,428	12,106,979
REVENUE CATEG: FINES							
301	FINES	2,866,582	3,191,557	3,069,330	2,185,171	2,136,000	2,095,000
302	PARKING TICKETS	6,013,590	6,163,889	5,307,020	6,676,164	6,000,000	6,200,000
305	CIVIL PENALTIES	2,100	1,900	51,114	39,613	4,000	5,500
TOTAL REV CATEG		8,882,272	9,357,346	8,427,464	8,900,948	8,140,000	8,300,500
REVENUE CATEG: INTEREST, RENTS & SURPLUS SALES							
311	INTEREST ON GENERAL FUND	2,111,125	1,942,247	1,118,263	5,238,417	3,600,000	5,500,000
312	INTEREST ON BOND FUNDS	1,087,543	1,067,181	2,322,276	6,081,099	4,000,000	6,000,000
320	COURTHOUSE PLAZA	1,161,294	1,464,764	87,992	926,377	900,000	900,000
321	RENTALS & SALES OF SURPLUS	132,129	107,188	105,634	91,823	130,762	107,816
322	PAID PARKING	847,452	943,867	948,861	680,778	830,665	1,040,431
335	DES LEASE AGREEMENTS	223,720	265,431	380,785	357,594	262,828	365,536
TOTAL REV CATEG		5,563,264	5,790,678	4,963,812	13,376,090	9,724,255	13,913,783

SIX-YEAR REVENUE SUMMARY							
CODE	DESCRIPTION	FY 2003 ACTUAL	FY 2004 ACTUAL	FY 2005 ACTUAL	FY 2006 ACTUAL	FY 2007 ADOPTED	FY 2008 PROPOSED
REVENUE CATEG: CHARGES FOR SERVICES							
399	SHERIFF FEES-SHERIFF	16,338	16,338	16,338	16,338	-	-
400	INMATE MEDICAL COSTS	3,771	5,090	5,813	5,729	5,440	5,440
401	COURT COSTS	2,081,971	1,911,287	2,192,298	2,276,197	2,637,113	3,000,000
402	COMMONWEALTH'S ATTORNEY FEES	5,343	4,362	5,309	5,740	5,000	5,000
403	A S A P ENTRANCE FEES	355,475	379,533	376,973	446,449	399,361	441,910
404	IMPOUNDED VEHICLES STORAGE FEE	87,806	82,214	56,919	44,736	71,000	50,000
405	FALLS CHURCH REIMBURSEMENT	1,447,575	1,659,438	1,648,028	1,851,077	2,135,733	2,214,391
406	AMBULANCE SERVICE FEES	546,817	429,984	847,277	1,807,366	1,150,000	1,788,842
407	JAIL SERVICE CHARGES	11,940	8,622	2,807	10,279	2,100	1,350
408	DOG POUND FEES	49,719	49,240	45,836	52,601	50,000	50,000
409	SIDEWALK FRONTAGE ASSESSMENTS	135,086	80,381	88,140	88,575	190,000	125,000
410	PARKING METER CHARGES	3,402,940	3,471,469	3,707,799	3,947,562	4,071,830	4,071,830
411	ENGINEERING SERVICES CHARGES	732,637	872,062	951,779	687,975	731,429	713,929
412	REFUSE/RECYCLING FEES	7,357,880	7,513,426	7,946,512	8,039,584	8,370,574	9,509,970
413	MULCH FEES	67,700	66,325	91,895	86,035	67,000	67,000
414	RECYCLED MATERIALS SALES	188,157	204,809	332,480	277,172	117,000	117,000
415	MENTAL HEALTH CLINIC CHARGES	604,295	965,605	1,405,476	1,804,186	1,687,452	1,687,452
416	DRUG & ALCOHOL PROG. PAYMENTS	53,802	56,687	29,917	39,622	56,813	56,813
417	MADISON CENTER CHARGES	224,555	182,083	155,124	159,394	168,025	198,189
418	PRESCRIPTION MEDICINE PROGRAM	-	2,539	881	-	500	500
420	RECREATION INSTRUCTION SRVCS.	1,572,470	1,741,097	1,974,845	1,900,573	1,899,277	1,935,095
421	SUPPLEMENTAL RECREATION FEES	2,262,559	2,437,062	2,615,560	2,687,769	2,846,837	3,064,838
422	LIBRARY FEES & FINES	429,331	459,591	468,016	491,462	478,250	527,886
423	OLDER AMERICANS ACT PROGS.	33,405	39,837	40,701	40,030	40,800	40,800
424	GROUP HOME CHARGES ARGUS	10,576	10,830	5,202	5,990	8,000	8,000
426	APPLIANCE PICK UP FEE	77,830	78,585	70,210	71,675	73,000	73,000
429	BOOKLET SALES	6,893	611	521	664	600	600
430	INDIRECT ADMIN CHARGES	990,624	1,116,619	1,123,807	1,351,029	1,281,850	1,351,029
431	HEALTH SERVICES FEES	3,598	5,002	4,283	3,172	4,100	4,100
432	E-911 SURCHARGE	3,324,078	3,149,708	4,677,408	4,756,682	4,900,000	-
443	WIRELESS E-911 SURCHARGE	316,896	448,775	555,728	534,209	525,132	540,000
445	GIS PROGRAM REVENUES	12,942	12,673	17,365	8,885	12,000	12,000
447	SERVICES TO OUTSIDE AGENCIES	597,304	228,111	182,740	259,080	201,000	226,000
449	MISC SERVICE CHARGES	805,484	1,039,807	902,875	1,357,446	967,019	1,103,241
450	ARLINGTON TRANSIT (ART)	114,683	528,324	733,233	743,009	890,734	1,060,825
453	COURT HOUSE SECUR.-COURT FEE	274,772	323,906	311,524	313,969	319,500	314,000
455	CHESAPEAKE BAY FEE	52,566	58,475	76,500	78,055	65,000	55,000
460	PROJECT RECEIPTS	383,605	212,472	115,711	177,556	60,000	50,000
471	PUBLIC HEALTH FEES	596,150	648,917	789,074	631,043	768,370	788,000
472	CREDIT CARD FEES - TREAS.	(53,440)	(43,289)	(77,147)	(80,223)	(65,000)	(63,000)
TOTAL REV CATEG		29,186,132	30,458,607	34,495,756	36,978,694	37,192,839	35,196,030

SIX-YEAR REVENUE SUMMARY							
CODE	DESCRIPTION	FY 2003 ACTUAL	FY 2004 ACTUAL	FY 2005 ACTUAL	FY 2006 ACTUAL	FY 2007 ADOPTED	FY 2008 PROPOSED
REVENUE CATEG: MISCELLANEOUS REVENUE							
501	SALE OF LAND & BUILDINGS	3,355,926	-	3,500	584,248	25,000	50,000
505	COUNTY STORE REVENUE	-	60	-	-	-	-
508	PERMITS DEPOSIT ACCT	24,336	-	-	-	-	-
509	MISCELLANEOUS REVENUES	1,345,007	720,761	1,728,814	806,135	597,460	749,786
515	ARLINGTON HEALTH FOUNDATION	40,188	-	-	-	-	-
525	CABLE TV ADMINISTRATION	175,202	179,844	184,461	190,464	190,000	190,000
570	AHIF	3,967,410	1,214,366	9,131,609	5,450,021	-	-
595	CABLE TV PAYMENTS	475,884	501,437	539,730	581,267	586,555	586,555
	TOTAL REV CATEG	<b>9,383,953</b>	<b>2,616,468</b>	<b>11,588,114</b>	<b>7,612,134</b>	<b>1,399,015</b>	<b>1,576,341</b>
REVENUE CATEG: REVENUE FROM COMMONWEALTH							
611	A B C PROFITS	441,503	468,007	227,482	227,482	400,000	227,482
612	MOTOR VEHICLE CARRIERS TAX	24,858	13,813	14,886	13,962	10,000	10,000
613	TAX ON DEEDS-GRANTOR'S TAX	1,232,018	1,257,868	1,925,734	1,783,539	1,500,000	1,650,000
621	COMMONWEALTH'S ATTORNEY	929,577	850,749	1,027,009	1,096,650	973,144	1,015,443
622	SHERIFF	6,544,548	6,628,420	6,785,905	7,157,908	6,948,453	7,349,903
623	COMMISSIONER OF THE REVENUE	461,209	438,028	444,840	462,291	470,558	478,000
624	TREASURER	516,435	514,158	515,442	536,078	471,850	530,000
625	REGISTRAR/ELECTORAL BOARD	65,462	64,224	146,358	85,140	82,427	85,724
626	LAW ENFORCEMENT AID	7,189,476	7,217,260	7,142,280	7,696,280	7,251,914	7,696,280
628	DCJS FORFEITED ASSETS	1,995	23,081	184,408	80,674	-	-
629	VICTIM WITNESS GRANT	152,610	132,334	162,652	241,390	153,314	153,287
631	HIGHWAY AID	12,904,394	15,188,266	14,134,844	15,264,565	14,900,000	15,198,000
632	TRANSIT AID	110,000	150,000	175,000	175,000	1,102,558	1,127,558
633	JUVENILE DETENTION-ARGUS	377,408	377,408	377,408	377,408	377,408	377,408
634	JUVENILE & DOMESTIC RELATIONS	581,098	547,513	591,070	614,616	585,063	639,665
635	PRISONER EXPENSE REIMBURSE.	954,616	1,540,020	1,486,885	1,283,536	1,478,741	1,263,883
638	COMP COMM CORRECTIONS ACT	277,480	292,414	315,911	218,683	373,322	376,601
640	COMMUTER ASSISTANCE GRANTS	2,344,862	2,610,948	2,565,310	3,384,259	3,240,460	3,160,460
641	HEALTH REIMBURSEMENTS	3,186,801	3,376,004	3,304,237	3,322,085	3,434,780	3,481,104
642	LIBRARY SUPPLEMENTS	223,653	216,239	210,307	212,748	210,989	220,714
643	FIRE PROGRAMS	253,909	253,909	-	705,923	253,909	253,909
644	HIGHWAY SAFETY GRANTS	6,608	-	21,349	12,338	-	-
645	MENTAL HEALTH/RETARDATION	4,948,878	4,914,302	5,098,646	5,290,920	5,302,858	5,474,090
646	SUBSTANCE ABUSE	916,807	933,708	961,624	1,126,359	1,037,033	1,037,033
647	SOCIAL SERVICES	3,527,591	3,991,464	4,120,450	4,577,702	4,283,597	4,336,547
648	SIGNAL REIMBURSEMENT	1,054,699	1,048,760	741,525	942,534	914,118	868,296
649	MISC STATE GRANTS	527,402	1,190,465	1,943,517	990,439	275,840	413,431
651	JAIL CONSTRUCTION REIMBURS.	1,807,203	1,807,884	1,808,660	1,809,521	1,800,000	1,800,000
652	STATE EMERGENCY MGMT GRANTS	-	-	-	322,988	-	-
654	AT RISK FUNDING/CSA	1,907,986	2,502,341	2,838,816	2,843,655	2,209,917	3,166,216
655	DEPARTMENT OF AGING	144,709	144,297	153,840	155,112	155,112	170,498
	TOTAL REV CATEG	<b>53,615,793</b>	<b>58,693,884</b>	<b>59,426,395</b>	<b>63,011,781</b>	<b>60,197,365</b>	<b>62,561,532</b>

SIX-YEAR REVENUE SUMMARY							
CODE	DESCRIPTION	FY 2003 ACTUAL	FY 2004 ACTUAL	FY 2005 ACTUAL	FY 2006 ACTUAL	FY 2007 ADOPTED	FY 2008 PROPOSED
REVENUE CATEG: REVENUE FROM FEDERAL GOVERNMENT							
714	WORKFORCE INVESTMENT ACT (WIA)	2,007,504	1,752,898	968,513	667,511	1,161,703	1,444,637
719	HUD RENTAL REHAB/HOME	1,956,106	1,339,616	826,821	463,065	1,133,313	1,413,031
721	DRUG ENFORCEMENT REIMBURS.	-	-	4,131	-	15,000	4,000
722	U S MARSHAL PRISONERS	1,523,711	1,039,431	1,560,562	1,554,062	1,137,004	1,550,000
724	FBI REIMBURSEMENT	362,088	118,265	167,481	436,275	-	-
725	OLDER AMERICANS ACT	452,465	506,914	531,572	842,091	548,462	449,671
729	DEPT OF JUSTICE-FED GRANT	340,436	-	2,739	-	-	-
730	HIDTA GRANT	129,636	157,226	167,005	104,149	198,064	206,716
741	FEDERAL HEALTH REIMB	274,856	290,136	222,199	210,061	118,360	118,360
742	HEALTH & HUMAN SERVICE	-	40,000	189,211	545,290	252,160	252,160
745	MENTAL HEALTH / M. R.	2,245,464	1,741,430	472,132	642,240	680,464	802,943
746	SUBSTANCE ABUSE	1,279,233	791,728	830,240	814,892	847,535	1,007,360
747	SOCIAL SERVICES	13,615,145	14,267,932	10,737,905	10,871,474	9,902,809	9,982,986
748	WIC PROGRAM FUNDS	416,329	533,858	423,527	310,151	428,278	407,721
749	MISC FEDERAL GRANTS	4,470,782	3,279,891	2,681,076	2,467,621	1,785,260	1,824,070
751	LPACAP	-	-	4,958,611	5,916,582	5,499,583	-
752	FEDERAL EMERGENCY MGMT GRANTS	-	-	-	2,095,684	-	-
	TOTAL REV CATEG	29,073,752	25,859,326	24,743,726	27,941,149	23,707,995	19,463,655
REVENUE CATEG: NON REVENUE RECEIPTS							
805	OTHER	1,575,203	2,212,334	4,344,542	1,644,345	-	-
807	PROCEEDS FROM FNMA LOAN	10,000,000	-	-	-	-	-
808	PROCEEDS FROM LEASE PURCH.	2,367,311	1,179,948	3,962,112	5,581,901	-	-
847	TREASURERS CASH OVER & SHORT	1,265	1,449	(29)	(51)	-	-
848	TREASURER'S RETURNED CHECKS	20,311	18,306	18,127	17,403	22,000	20,000
850	PRIMARY ELECTION FEES ACCOUNT	6,068	-	-	-	-	-
	TOTAL REV CATEG	13,970,159	3,412,038	8,324,751	7,243,597	22,000	20,000
REVENUE CATEG: TRANS FROM OTHER FUNDS & BAL							
950	TRANSFER IN	5,618,402	-	-	-	-	-
981	TRANSFER FROM OTHER FUNDS	939,376	511,805	3,125,186	378,912	787,754	2,713,896
989	GEN FUND ADJ BAL-PREV. YR	15,839,137	11,273,773	11,203,957	49,000,595	7,283,814	8,300,000
	TOTAL REV CATEG	22,396,915	11,785,578	14,329,143	49,379,507	8,071,568	11,013,896
	<b>TOTAL GENERAL FUND</b>	<b>677,875,635</b>	<b>694,481,610</b>	<b>752,483,665</b>	<b>860,794,021</b>	<b>828,885,753</b>	<b>874,869,603</b>

SIX-YEAR REVENUE SUMMARY		FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008
CODE	DESCRIPTION	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ADOPTED	PROPOSED
<b>FUND: 002 TOURISM AND TRAVEL PROMOTION</b>							
146	TRANSIENT OCCUPANCY	702,602	765,563	866,306	970,793	910,000	1,000,178
505	COUNTY STORE REVENUE	7,476	2,216	6,563	3,641	2,500	2,500
749	MISC. FEDERAL GRANT	88,648	399	86,053	-	78,000	78,000
980	TRANSFER FROM GENERAL FUND	247,000	247,000	247,000	247,000	247,000	247,000
989	UTILIZED PRIOR YEAR REVENUES	-	-	-	-	-	-
	<b>TOTAL FUND</b>	<b>1,045,726</b>	<b>1,015,178</b>	<b>1,205,922</b>	<b>1,221,434</b>	<b>1,237,500</b>	<b>1,327,678</b>
<b>FUND: 003 UTILITIES OPERATING</b>							
311	INTEREST	73,762	(2,860)	38,732	97,588	50,000	100,000
426	APPLIANCE FEE RECYCLING	-	-	7,323	23,450	2,500	10,000
444	UTILITY MARKING FEE	89,926	99,623	121,566	114,895	100,000	100,000
482	WATER SEWER SERVICE	34,574,773	38,086,344	44,779,175	52,362,162	56,969,609	65,241,380
484	WATER SERVICE CONNECTIONS	450,990	520,993	547,212	535,442	400,000	350,000
486	SEWAGE TREAT. SERVICE CHARGES	2,910,760	3,196,805	3,415,872	4,178,179	2,821,000	3,170,000
488	FLOW TEST FEES	12,883	9,500	14,375	15,100	8,000	8,000
489	LATE CHARGE & TURN ON FEE	44,000	27,000	18,000	-	-	-
509	MISCELLANEOUS REVENUES	-	65,416	480	4,769	-	-
749	MISC. FEDERAL REVENUE	98,440	35,494	-	-	-	-
	MISC. OTHER	24,990	-	-	284	-	-
	<b>TOTAL FUND</b>	<b>38,280,524</b>	<b>42,038,314</b>	<b>48,942,734</b>	<b>57,331,870</b>	<b>60,351,109</b>	<b>68,979,380</b>
<b>FUND: 004 ROSSLYN SPECIAL ASSESSMENT DISTRICT</b>							
101	REAL ESTATE CURRENT TAXES	-	981,915	995,783	1,941,177	2,052,435	2,400,000
	<b>TOTAL FUND</b>	<b>-</b>	<b>981,915</b>	<b>995,783</b>	<b>1,941,177</b>	<b>2,052,435</b>	<b>2,400,000</b>
<b>FUND: 005 CRYSTAL CITY SPECIAL ASSESSMENT DISTRICT</b>							
101	REAL ESTATE CURRENT TAXES	-	-	-	-	1,701,000	1,786,050
	<b>TOTAL FUND</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,701,000</b>	<b>1,786,050</b>
<b>FUND: 006 COMMUNITY DEVELOPMENT</b>							
718	FEDERAL AID - CDBG	2,555,763	2,951,298	2,069,122	2,320,255	1,816,925	1,816,925
	<b>TOTAL FUND</b>	<b>2,555,763</b>	<b>2,951,298</b>	<b>2,069,122</b>	<b>2,320,255</b>	<b>1,816,925</b>	<b>1,816,925</b>
<b>FUND: 008 SECTION 8 HOUSING</b>							
311	INTEREST	16,885	17,001	29,341	172,522	31,247	48,420
509	MISCELLANEOUS REVENUES	-	-	-	34,218	-	-
727	SECTION 8 HOUSING	13,879,341	13,698,638	14,111,284	16,025,459	14,148,922	14,973,584
749	MISC FEDERAL REVENUE	176,135	186,634	318,193	228,992	320,312	359,312
	<b>TOTAL FUND</b>	<b>14,072,361</b>	<b>13,902,273</b>	<b>14,458,818</b>	<b>16,461,191</b>	<b>14,500,481</b>	<b>15,381,316</b>

SIX-YEAR REVENUE SUMMARY

CODE	DESCRIPTION	FY 2003 ACTUAL	FY 2004 ACTUAL	FY 2005 ACTUAL	FY 2006 ACTUAL	FY 2007 ADOPTED	FY 2008 PROPOSED
<b>FUND: 009 AUTOMOTIVE EQUIPMENT</b>							
321	RENTALS & SALES OF SURPLUS	408,047	286,958	351,427	306,063	237,900	251,380
414	RECYCLED MATERIALS SALES	549	-	416	-	-	-
448	SERVICES TO OUTSIDE AGENCIES	50,373	4,539	-	-	22,100	22,100
509	MISCELLANEOUS/SUBROGATION	3,073	54,559	10,030	52,197	3,000	3,000
512	THIRD PARTY RECOVERY	66,980	118,575	104,552	85,466	60,000	60,000
808	PROCEEDS FROM LEASE PURCHASE	222,995	-	1,936,484	-	-	-
961	EXPENDITURE CREDIT	600	-	-	-	-	-
980	TRANSFER FROM GENERAL FUND	219,390	244,384	192,459	350,418	178,665	-
	<b>TOTAL FUND</b>	<b>972,007</b>	<b>709,015</b>	<b>2,595,368</b>	<b>794,144</b>	<b>501,665</b>	<b>336,480</b>
<b>FUND: 011 PRINTING</b>							
446	SERVICES TO OUTSIDE AGENCIES	43,396	37,811	39,394	43,585	40,000	23,100
808	LEASE PURCHASE	45,500	-	-	-	-	-
980	TRANSFER FROM GENERAL FUND	105,822	125,156	144,655	168,312	182,704	182,704
	<b>TOTAL FUND</b>	<b>194,718</b>	<b>162,967</b>	<b>184,049</b>	<b>211,897</b>	<b>222,704</b>	<b>205,804</b>
<b>FUND: 012 JAIL INDUSTRIES</b>							
449	FEE FOR SERVICES	5,178	3,625	3,684	3,566	5,100	5,100
	<b>TOTAL FUND</b>	<b>5,178</b>	<b>3,625</b>	<b>3,684</b>	<b>3,566</b>	<b>5,100</b>	<b>5,100</b>
<b>FUND: 013 CAPITAL</b>							
301	FINES	-	-	-	42,928	-	-
446	SERVICES TO OUTSIDE AGENCIES	73,910	-	-	-	-	-
460	DEVELOPERS STREET LIGHTS	340,920	998,336	1,901,808	292,078	-	-
461	DEVELOPER/PROJECT RECEIPTS	461,936	78,400	921,984	1,556,886	-	-
509	MISCELLANEOUS	125,166	11,000	21,700	6,024	-	-
520	CABLE TV - PEG	335,320	327,052	335,228	346,964	-	-
521	CABLE TV - INET	134,253	372,960	126,032	130,444	-	-
570	HOUSING FUND CONTINGENT LOAN	-	-	5,500,000	-	-	-
599	GIFTS & DONATIONS	-	-	-	76,939	-	-
640	STATE TRANSPORTATION GRANTS	-	-	-	21,954	-	-
649	MISC STATE GRANTS	162,088	60,598	55,285	13,576	-	-
660	VA TRANS DEPT GRANTS	78,063	449,714	4,911,720	341,183	-	-
732	STATE & LOCAL EMERG. PREP. (SLEP)	6,696,068	2,864,425	2,442,272	1,100,783	-	-
749	MISC FEDERAL GRANTS	4,065	83,406	409,395	314,009	-	-
751	LPACAP	-	-	3,279,799	970,201	-	-
801	PROCEEDS FROM BOND SALES	118,402	-	-	-	-	-
805	JAIL SETTLEMENT	200,000	200,000	-	-	-	-
808	PROCEEDS FROM LEASE PURCHASE	-	-	-	195,000	-	-
980	TRANSFERS IN-GENERAL FUND	14,335,759	9,205,000	17,587,502	11,416,003	10,868,000	12,074,215
	<b>TOTAL FUND</b>	<b>23,065,950</b>	<b>14,650,891</b>	<b>37,492,725</b>	<b>16,824,973</b>	<b>10,868,000</b>	<b>12,074,215</b>

SIX-YEAR REVENUE SUMMARY							
CODE	DESCRIPTION	FY 2003 ACTUAL	FY 2004 ACTUAL	FY 2005 ACTUAL	FY 2006 ACTUAL	FY 2007 ADOPTED	FY 2008 PROPOSED
<b>FUND: 019 UTILITIES CONSTRUCTION</b>							
311	INTEREST ON GENERAL FUND	583,373	301,178	163,417	387,172	140,000	175,000
312	INTEREST ON BOND FUNDS	-	40,998	47,956	-	-	-
460	PROJECT RECEIPTS	42,831	9,268	-	-	-	-
485	WATER SEWER HOOK-UP CHARGES	3,325,681	3,575,011	4,539,488	6,468,543	4,300,000	4,325,000
486	SEWAGE TREATMENT SERVICE CHRG	2,350,402	2,337,076	4,451,658	512,304	295,000	360,000
509	MISCELLANEOUS	80	(360)	200	4,800	-	-
649	MISCELLANEOUS STATE REVENUES	99,046	470,845	-	363,009	-	-
805	OTHER	-	6,200,000	-	-	-	-
814	PROCEEDS FROM VRA LOAN	-	8,749,767	16,184,083	7,364,605	-	-
953	TRANSFER FROM FUND 003	5,242,413	4,270,155	6,963,467	9,945,333	9,316,000	9,525,000
989	UTILIZED FUND BALANCE	-	-	-	-	-	-
	<b>TOTAL FUND</b>	<b>11,643,826</b>	<b>25,953,938</b>	<b>32,350,269</b>	<b>25,045,766</b>	<b>14,051,000</b>	<b>14,385,000</b>
<b>FUND: 040 BALLSTON GARAGE</b>							
312	INTEREST	135,636	59,388	161,250	483,562	164,475	250,000
428	PARKING REVENUES	2,346,968	4,021,351	3,765,054	3,586,806	3,490,364	3,552,712
429	MCI PAYMENTS	1,658,314	-	-	-	-	-
989	UTILIZED FUND BALANCE	-	-	-	-	1,437,037	1,124,910
	<b>TOTAL FUND</b>	<b>4,140,918</b>	<b>4,080,739</b>	<b>3,926,304</b>	<b>4,070,368</b>	<b>5,091,876</b>	<b>4,927,622</b>

SIX-YEAR REVENUE SUMMARY		FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008
CODE	DESCRIPTION	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ADOPTED	PROPOSED
<b>SCHOOL OPERATING FUND</b>							
400	CHARGES FOR SERVICES	2,779,353	3,129,735	5,237,385	1,669,162	1,880,500	1,902,500
500	CARRYOVER AND OTHER	-	-	-	582,663	2,461,915	2,461,915
692	VIRGINIA SALES TAX	12,704,260	13,222,628	15,409,432	16,479,190	18,641,068	17,643,706
690	COMMONWEALTH	19,234,670	19,524,078	21,820,546	22,127,380	24,513,176	25,587,093
700	FEDERAL FUNDS	-	-	64,272	66,825	-	-
808	PROCEEDS FROM LEASE PURCHASE	-	-	-	5,470,548	-	-
900	TRANSFERS IN	207,392,205	218,592,534	229,653,042	247,842,236	267,798,249	280,648,453
	TOTAL FUND	242,110,488	254,468,975	272,184,677	294,238,004	315,294,908	328,243,667
<b>SCHOOL CSA FUND</b>							
600	COMMONWEALTH	2,037,902	1,779,260	1,646,260	1,580,448	1,842,500	1,842,500
900	TRANSFERS IN	1,961,309	1,680,252	1,630,401	1,551,189	1,907,500	1,807,500
	TOTAL FUND	3,999,211	3,459,512	3,276,661	3,131,637	3,750,000	3,650,000
<b>COMMUNITY ACTIVITIES FUND</b>							
400	CHARGES FOR SERVICES	3,675,702	4,007,354	4,285,029	4,474,837	4,718,888	5,153,214
600	COMMONWEALTH	-	-	-	1,800	-	-
900	TRANSFERS IN	7,199,138	8,012,630	8,039,092	8,516,322	9,569,133	9,161,259
	TOTAL FUND	10,874,840	12,019,984	12,324,121	12,992,959	14,288,021	14,314,473
<b>CAFETERIA FUND</b>							
400	CHARGES FOR SERVICES	1,957,492	2,271,618	2,325,126	2,696,032	2,336,905	2,368,449
600	COMMONWEALTH	71,705	71,854	72,170	73,330	95,631	66,239
700	FEDERAL FUNDS	2,713,605	2,923,313	3,005,349	2,891,370	3,289,480	3,279,556
900	TRANSFERS IN	-	-	-	-	144,086	90,048
	TOTAL FUND	4,742,802	5,266,785	5,402,645	5,660,732	5,866,102	5,804,292
<b>SCHOOL CONSTRUCTION AND CAPITAL FUND</b>							
500	CARRYOVER AND OTHER	-	-	-	-	6,584,043	3,480,810
600	COMMONWEALTH	630,005	585,244	597,920	594,373	571,676	553,736
808	PROCEEDS FROM LEASE PURCHASE	-	-	1,195,000	-	-	-
900	TRANSFERS IN	4,232,768	6,781,545	10,312,197	9,977,526	6,303,387	9,574,033
	TOTAL FUND	4,862,773	7,366,789	12,105,117	10,571,899	13,459,106	13,608,579
<b>SPECIAL GRANTS</b>							
400	CHARGES FOR SERVICES	2,102,383	1,999,035	3,079,036	3,246,113	3,029,250	3,029,250
600	COMMONWEALTH	2,596,583	2,215,938	2,221,211	2,274,569	2,362,563	2,421,037
700	FEDERAL FUNDS	9,589,820	10,945,758	11,284,580	10,642,936	10,556,331	10,556,331
900	TRANSFERS IN	825,253	1,023,302	-	-	-	-
	TOTAL FUND	15,114,039	16,184,033	16,584,827	16,163,618	15,948,144	16,006,618
<b>SCHOOL DEBT SERVICE FUND</b>							
500	CARRYOVER AND OTHER	-	-	-	-	-	-
900	TRANSFERS IN	18,213,390	22,104,233	22,862,049	25,425,752	25,708,630	28,422,848
	TOTAL FUND	18,213,390	22,104,233	22,862,049	25,425,752	25,708,630	28,422,848
TOTAL SCHOOLS <sup>(1)</sup>		299,917,543	320,870,311	344,740,097	368,184,601	394,314,911	410,050,477

<sup>(1)</sup> The FY 2005 Adopted, FY 2006 Adopted, FY 2007 Adopted and FY 2008 Proposed school revenue amounts do not include the schools \$4,000,000 reserve fund and do not include the \$1.4 million set aside at FY 2006 close-out in a retiree health liability reserve.