V.

Agenda Item

County of Hanover

Board Meeting: November 12, 2014

Subject: Presentation - FY14 Comprehensive Annual Financial Report (CAFR)

Summary of Agenda Item: The County's fiscal year 2014 Comprehensive Annual Financial Report (CAFR) will be presented to the Board of Supervisors in accordance with the County's Audit Policy and Section 15.2-2511 of the Code of Virginia. The Departments of Finance and Management Services, County Administration and KPMG, LLP, the County's independent auditors, reviewed the CAFR and the County's results of operations and financial position for fiscal year 2014, the auditor's opinion and reports, and the results of the audit with the Finance Committee at their meeting on November 5, 2014. The County's fiscal year 2014 financial position remained in compliance with the Board's fund balance and debt policies.

County Administrator's Recommended Board Motion: No action requested

Summary of Audited Financial Statement Results and Trends

	FY 2013	FY 2014	Preliminary YE Projection*	Change vs. Preliminary
General Fund:				
Revenues	$ 200,002,275	$ 203,502,137	$ 203,478,518	$ 23,619
Expenditures and Transfers	201,401,001	197,092,819	198,214,282	(1,121,463)
Unassigned Fund Balance	25,200,284	25,644,215	25,638,293	5,922

** Excludes encumbrances and reappropriations*

Year-End Highlights: Total year revenues are approximately $4.0 million higher than the appropriated budget. Total year expenditures and transfers total approximately $197.1 million or 94.2% of the appropriated budget. The total operating balance was approximately $16.1 million which is primarily planned for use in the FY15 County and School budgets.

Fund Balance - Committed:				
Economic development	$ 500,000	$ 500,000	$ 500,000	$ -
Fund Balance - Restricted	$ 581,242	$ 975,241	$ 1,055,656	$ (80,415)
Fund Balance Assignments:				
Education	$ 1,000,000	$ 2,000,000	$ 2,000,000	$ -
Economic development	1,000,000	2,000,000	$ 2,000,000	-
Public Works-Stormwater	-	500,000	500,000	-
Other Services	937,300	1,193,479	1,193,479	-
Funding of Subsequent Fiscal Year's Adopted Budget	8,730,386	7,763,930	7,763,930	-
Funding of subsequent 5-year plans (Revenue Stabilization)	2,107,151	1,986,921	1,986,921	-
Capital projects	3,979,896	7,816,042	6,574,488	1,241,554
Total Assigned Fund Balances	17,754,733	23,260,372	22,018,818	1,241,554

Debt:				
Debt Service Expenditures (including schools)	20,214,341	19,764,306		
Outstanding debt (excld. Utility)	152,066,736	162,412,184		
Outstanding utility debt	26,279,126	24,563,569		
Financial Policy Compliance:				
General fund policy				
Unassigned fund balance (Policy >=10% of revenue)	12.6%	12.6%	12.6%	0.0%
County debt policy				
Debt to assessed value (Policy < 2.5%)	1.1%	1.1%		
Debt per capita (Policy < $2,083)	1,482	1,570		
Debt service to General Govt'l Exp (Policy < 10%)	6.9%	6.9%		
Debt payoff in 5 years (Policy > 25%)	> 25%	40.0%		
Debt payoff in 10 years (Policy > 50%)	> 50%	70.0%		
Utility debt policy				
Net Available Revenues Coverage	3.1	3.7		
Debt Covenant Coverage Test (> 1.0)	2.7	3.2		