
Discussion Materials
Orange County, VA



Prepared By
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Member NYSE - SIPC

June 22, 2010

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Senior Vice President
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Goals and Objectives



Orange County, VA

- Develop a Series of meaningful **Peer Group Comparatives** and benchmarks with which to gain a perspective on the County's current and future financial position.

- Present a Detailed Analysis of the **County's Existing Debt Profile**;

- Apply the comparatives and benchmarks to a Series of Key Financial Ratios so as to Better Understand the County's Existing Debt Profile and Future **Debt Capacity**;

- Provide the County Staff and Board with an initial perspective on "**Debt Affordability**";

- Introduce a series of potential debt related **Financial Policies and Guidelines** for Board consideration.



Peer Comparatives



'Aa2' & 'Aa3' Counties

- National 'Aa2': 288 Credits
- National 'Aa3': 168 Credits
- Virginia 'Aa2':
 - Bedford County, VA
 - Botetourt County, VA
 - Culpeper County, VA
 - Fluvanna County, VA
 - Franklin County, VA
 - Frederick County, VA
 - Isle Of Wight County, VA
 - King George County, VA
 - Montgomery County, VA
 - Northumberland County, VA
 - Powhatan County, VA
 - Prince George County, VA
 - Pulaski County, VA
 - Spotsylvania County, VA
 - Stafford County, VA
- Virginia 'Aa3':
 - Appomattox County, VA
 - Carroll County, VA
 - Dinwiddie County, VA
 - Henry County, VA
 - Pittsylvania County, VA
 - Warren County, VA
 - Washington County, VA

Investment Grade Ratings Scale

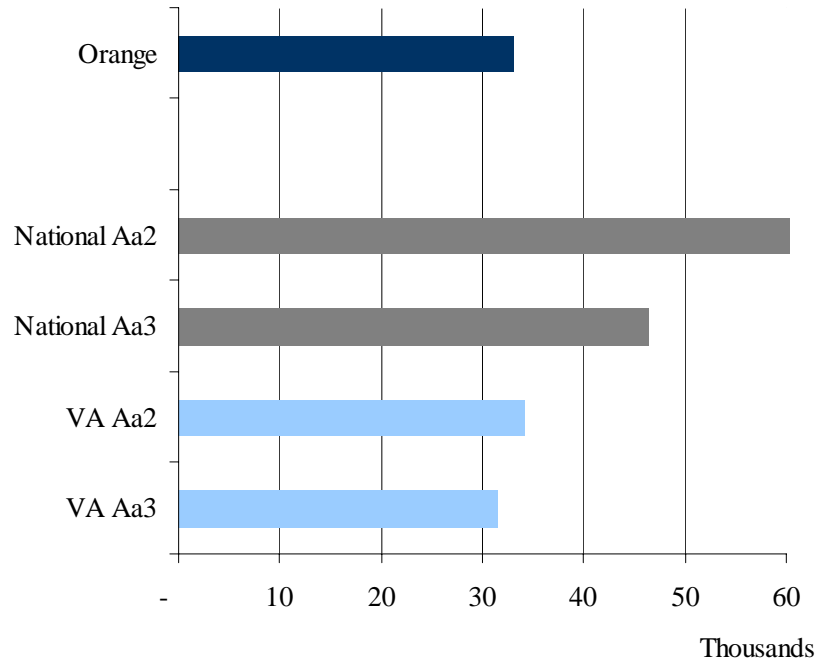
	Moody's	S&P	Fitch
Highest ↑ Lowest	Aaa	AAA	AAA
	Aa1	AA+	AA+
	Aa2	AA	AA
	Aa3	AA-	AA-
	A1	A+	A+
	A2	A	A
	A3	A-	A-
	Baa1	BBB+	BBB+
	Baa2	BBB	BBB
	Baa3	BBB-	BBB-

Peer Comparatives: Demographics



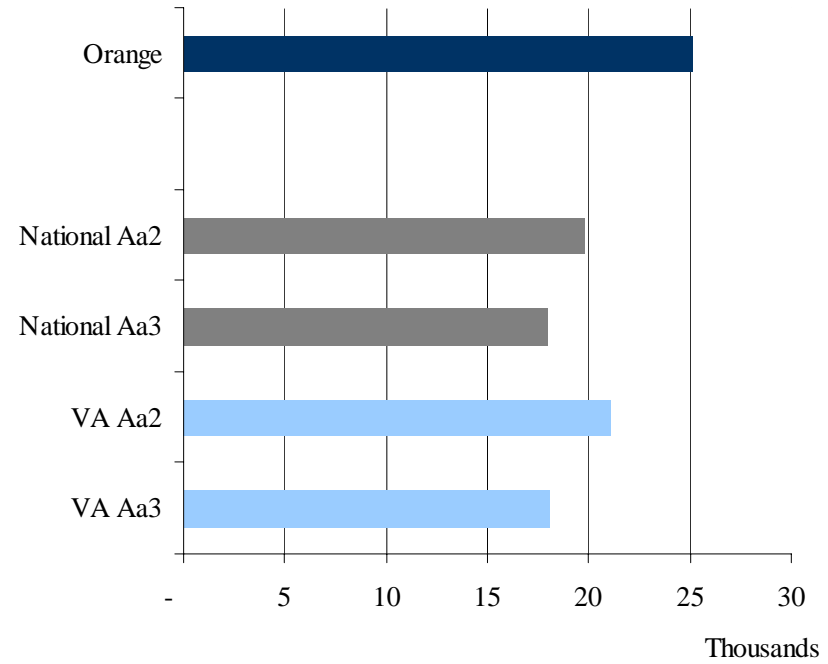
Orange County, VA

Population



Source: Orange County Audit and Moody's.

Per Capita Income

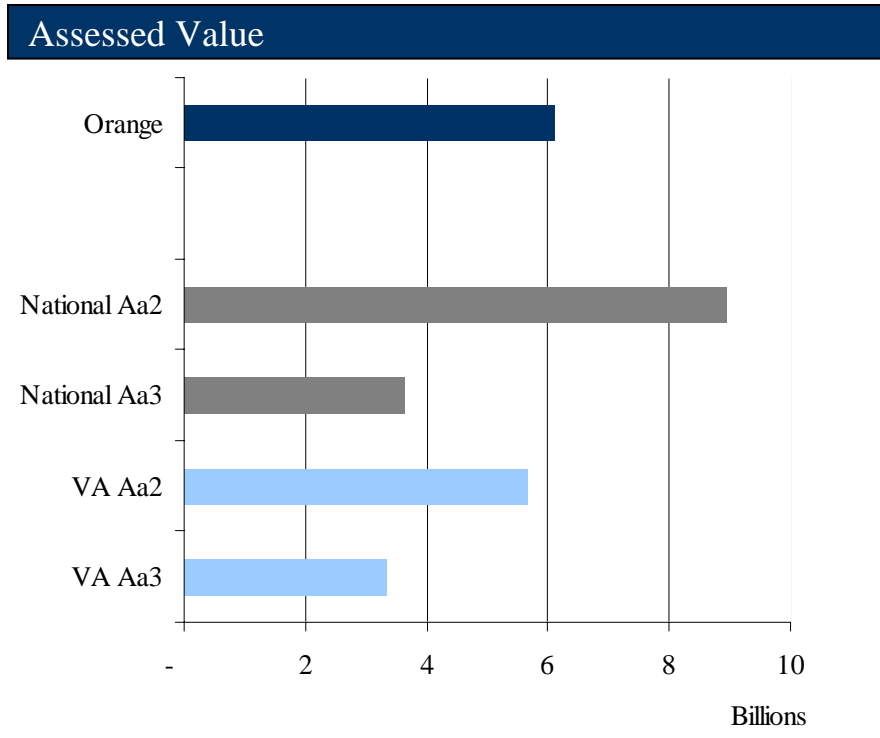


Source: Bureau of Economic Analysis for Orange and Moody's (2000 census).

Peer Comparatives: Tax Base



Orange County, VA



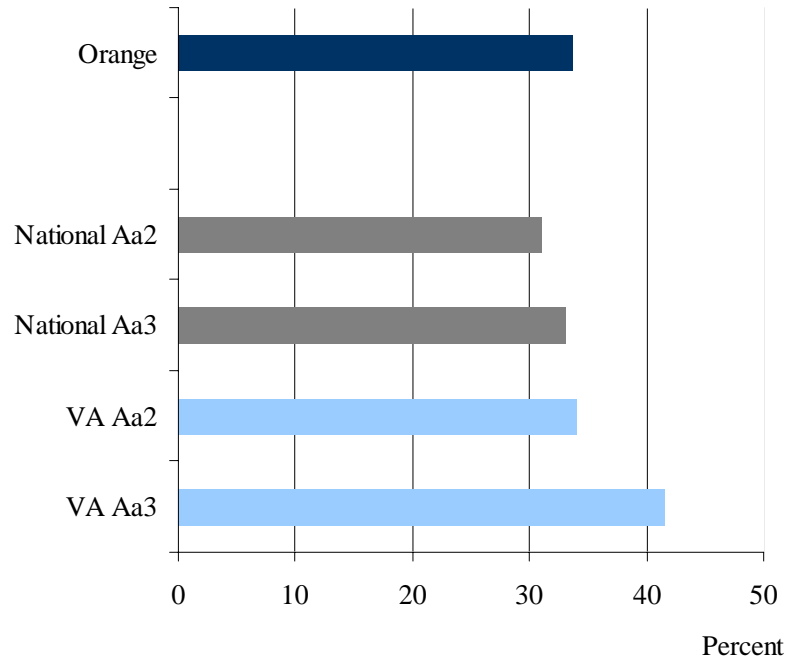
Source: Orange County Audit and Moody's.

Peer Comparatives: Fund Balance



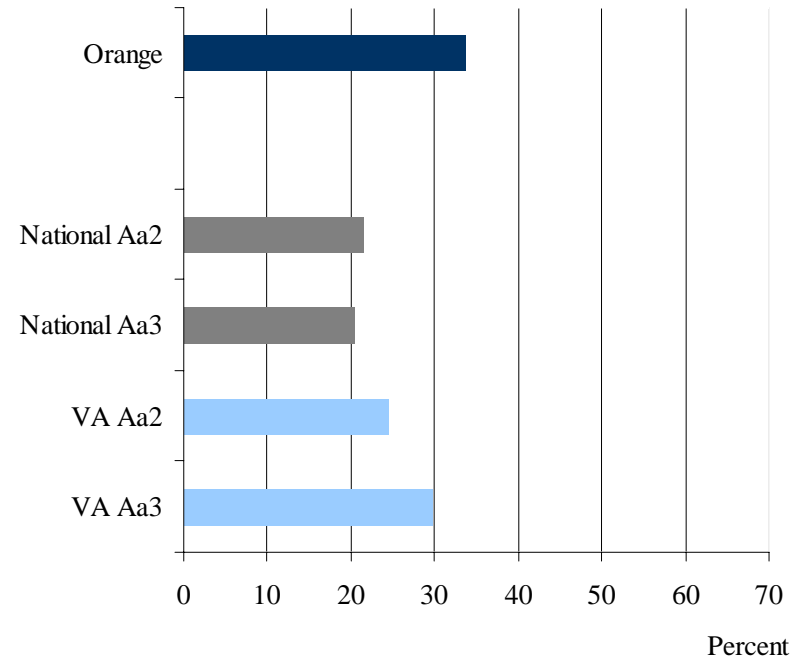
Orange County, VA

General Fund Balance as a % of Revenue



Source: Orange County Audit and Moody's.

Undesignated General Fund Balance as a % of Revenue



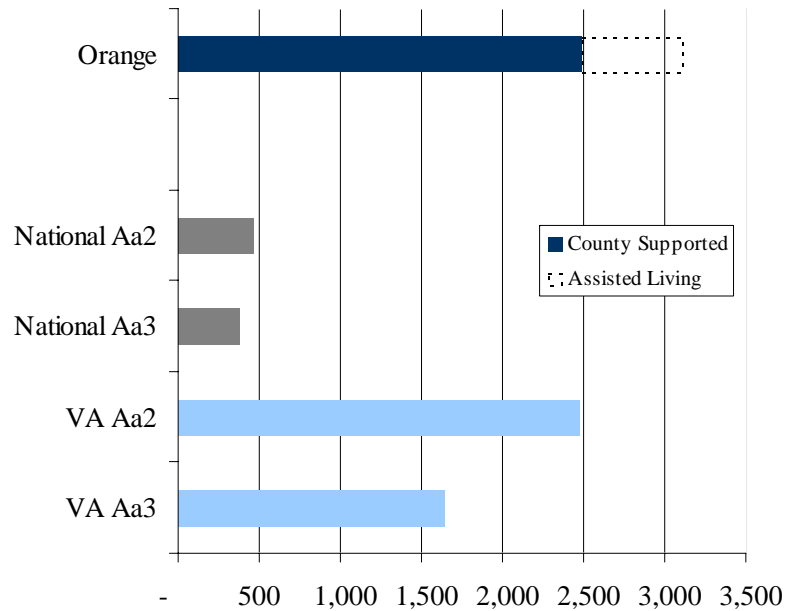
Source: Orange County Audit and Moody's. For Orange County, includes all Unreserved General Fund Balances.

Peer Comparatives: Debt Profile



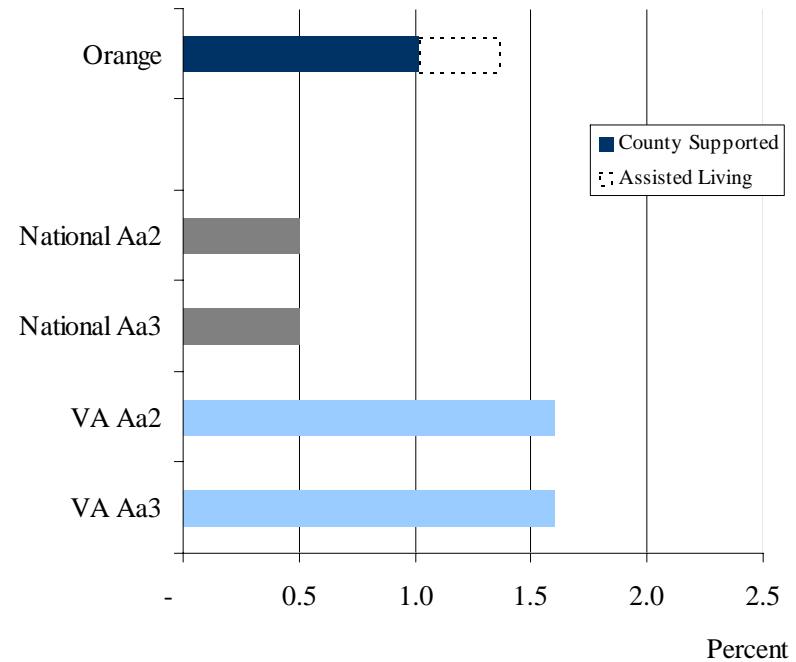
Orange County, VA

Debt Per Capita



Source: Bureau of Economic Analysis for Orange and Moody's (2000 census)

Debt to Assessed Value (%)



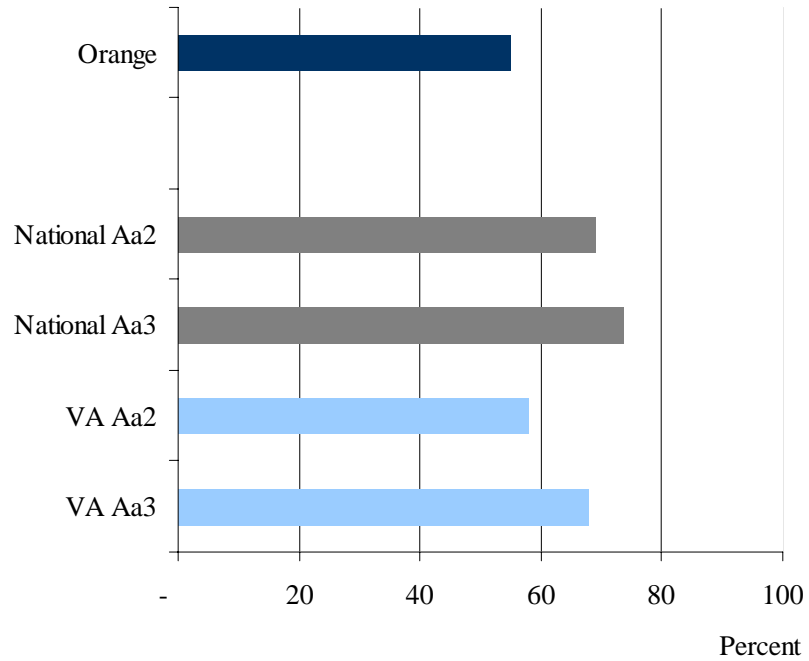
Source: Orange County Audit and Moody's.

Peer Comparatives: Debt Profile



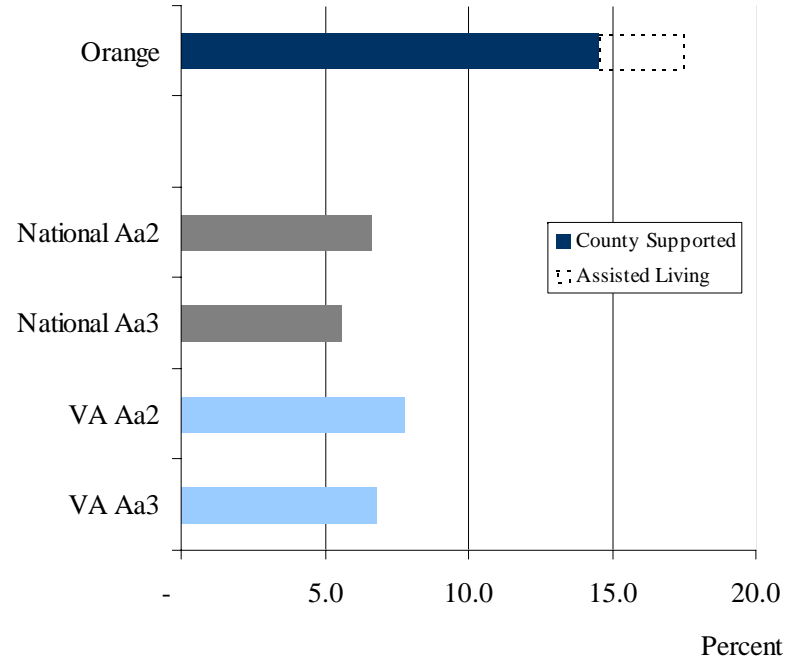
Orange County, VA

10-Year Payout Ratio (%)



Source: Orange County Audit and Moody's.

Debt Service vs. Expenditures (%)



Source: Orange County Audit and Moody's.



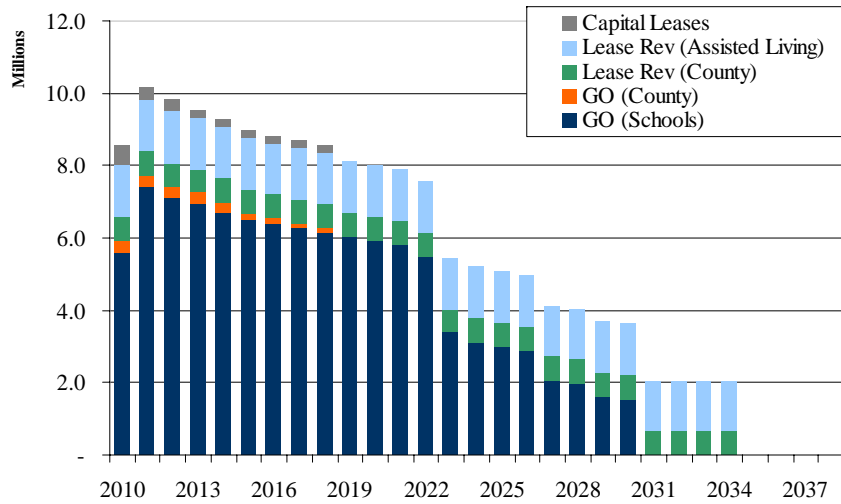
Existing Debt Profile

Existing Tax Supported Debt Service

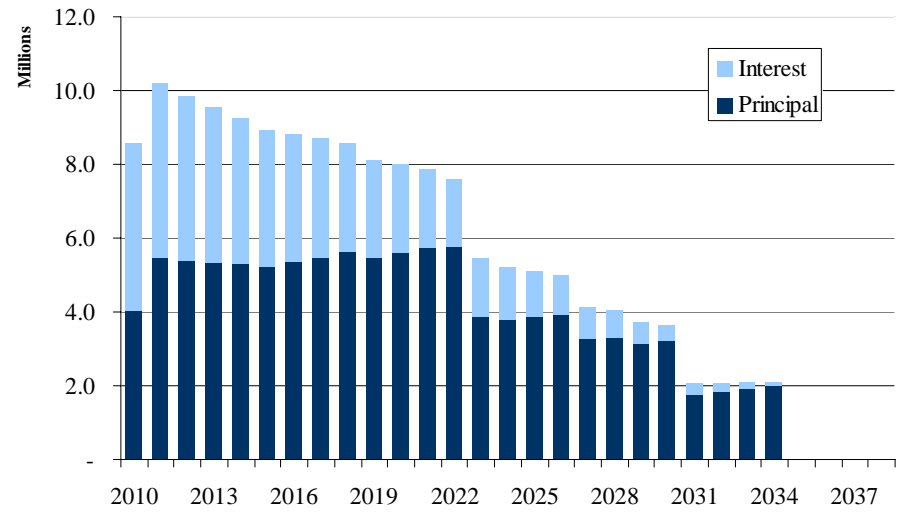


Orange County, VA

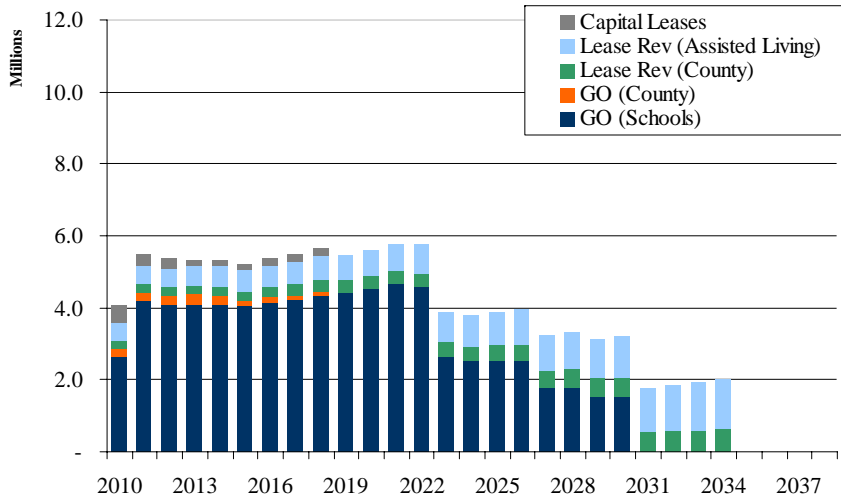
Debt Service by Type



Debt Service



Principal by Type



- Outstanding Tax Supported Debt:
 - With Assisted Living 105,804,087
 - Without Assisted Living 84,264,087

- Outstanding Tax Supported Debt By Credit:
- General Obligation 72,707,236
 - County Lease Revenue 9,780,000
 - Assisted Living Lease Rev. 21,180,000
 - Capital Leases 2,136,851

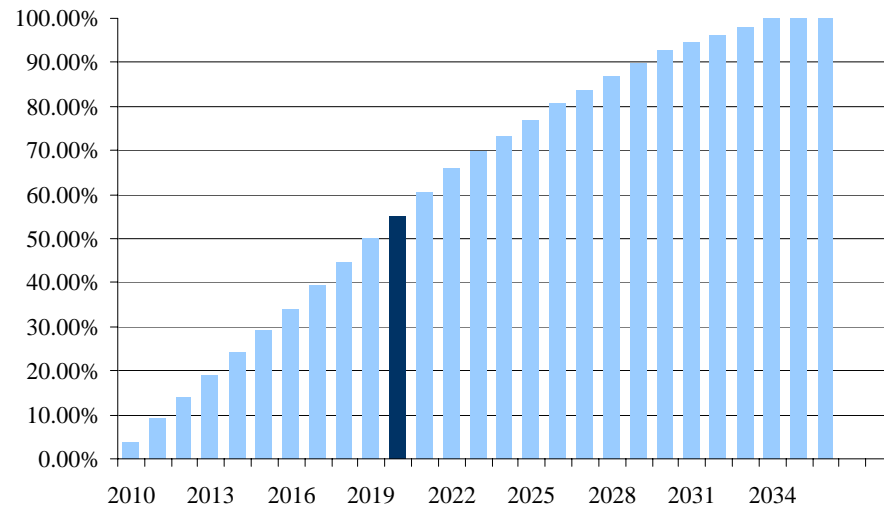
**As of 6/30/2009*

Payout Ratio



Orange County, VA

10-Year Payout Ratio



Total Existing Tax-Supported Debt Service

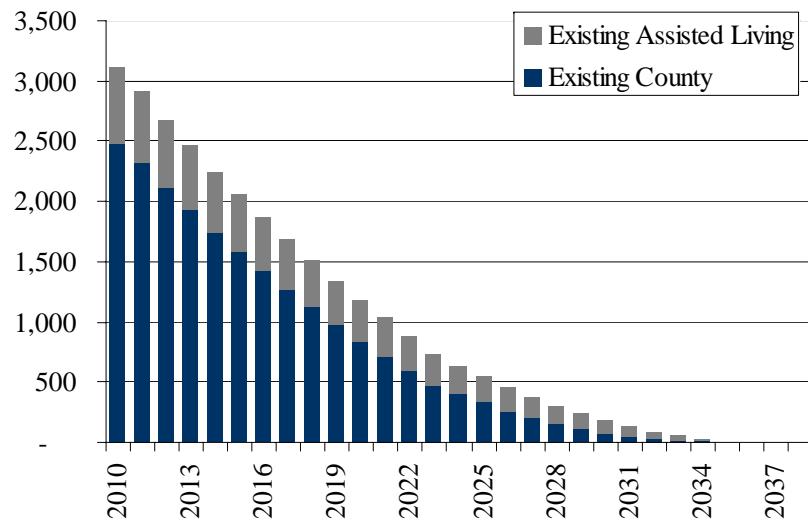
FY	Principal	Interest	Total	Payout Ratio
Total	105,804,087	52,699,271	158,503,358	
2010	4,054,245	4,514,252	8,568,497	3.83%
2011	5,486,460	4,713,786	10,200,247	9.02%
2012	5,374,397	4,451,453	9,825,850	14.10%
2013	5,327,197	4,205,063	9,532,260	19.13%
2014	5,324,001	3,960,912	9,284,913	24.16%
2015	5,226,700	3,715,858	8,942,558	29.10%
2016	5,357,293	3,464,190	8,821,483	34.17%
2017	5,483,530	3,198,368	8,681,897	39.35%
2018	5,635,328	2,928,426	8,563,754	44.68%
2019	5,465,456	2,653,855	8,119,311	49.84%
2020	5,611,590	2,388,593	8,000,183	55.15%
2021	5,773,046	2,113,815	7,886,861	60.60%
2022	5,754,840	1,825,416	7,580,256	66.04%
2023	3,871,990	1,587,178	5,459,168	69.70%
2024	3,802,620	1,401,522	5,204,142	73.29%
2025	3,867,594	1,216,151	5,083,745	76.95%
2026	3,937,800	1,035,281	4,973,081	80.67%
2027	3,255,000	869,412	4,124,412	83.75%
2028	3,325,000	716,374	4,041,374	86.89%
2029	3,135,000	568,138	3,703,138	89.85%
2030	3,210,000	422,203	3,632,203	92.89%
2031	1,760,000	311,513	2,071,513	94.55%
2032	1,840,000	231,075	2,071,075	96.29%
2033	1,920,000	147,038	2,067,038	98.10%
2034	2,005,000	59,400	2,064,400	100.00%

Existing Debt Ratios

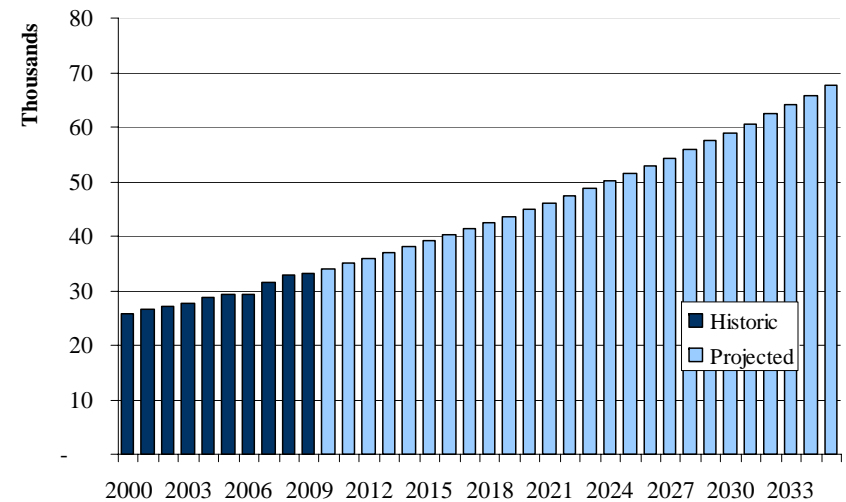


Orange County, VA

Debt Per Capita



Population Assumptions



- County Benchmarks (2009)

- National 'Aa2': 466
- VA 'Aa2': 2483
- National 'Aa3': 381
- VA 'Aa3': 1,645

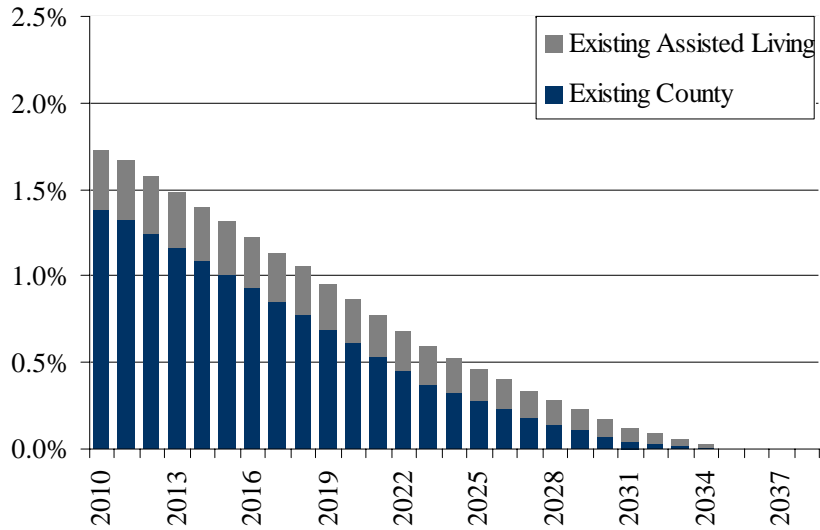
- 5-year average growth: 3.13%
- 10-year average growth: 2.78%
- Assumed growth: 2.78%

Existing Debt Ratios

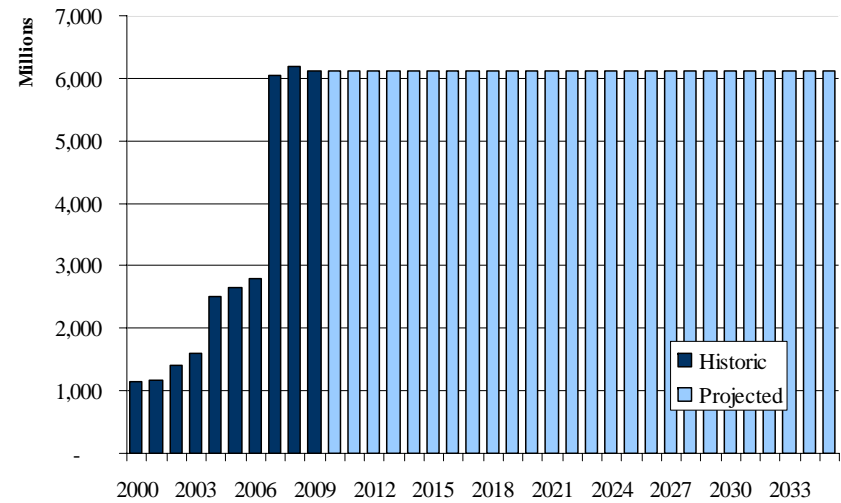


Orange County, VA

Debt to Assessed Value



Assessed Value Assumptions



County Benchmarks (2009)

- National 'Aa2': 0.50%
- VA 'Aa2': 1.60%
- National 'Aa3': 0.50%
- VA 'Aa3': 1.60%

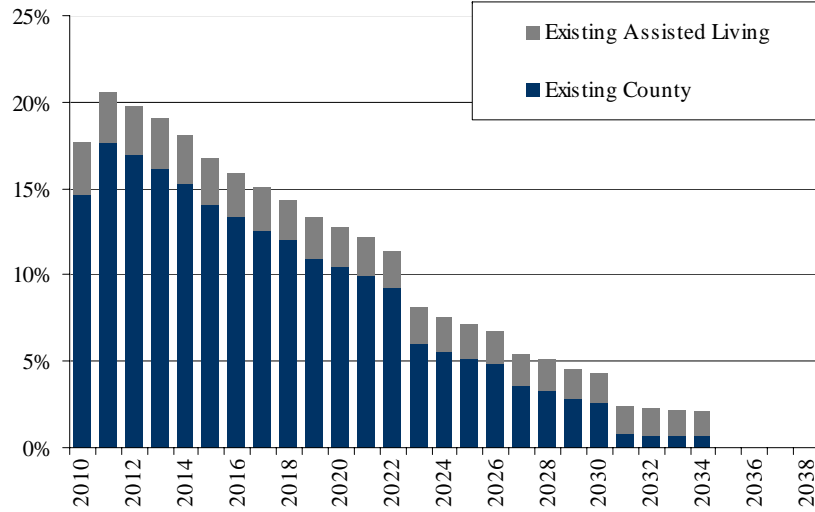
- 5-year average growth: 23.35%
- 10-year average growth: 20.57%
- Assumed growth: 0%

Existing Debt Ratios

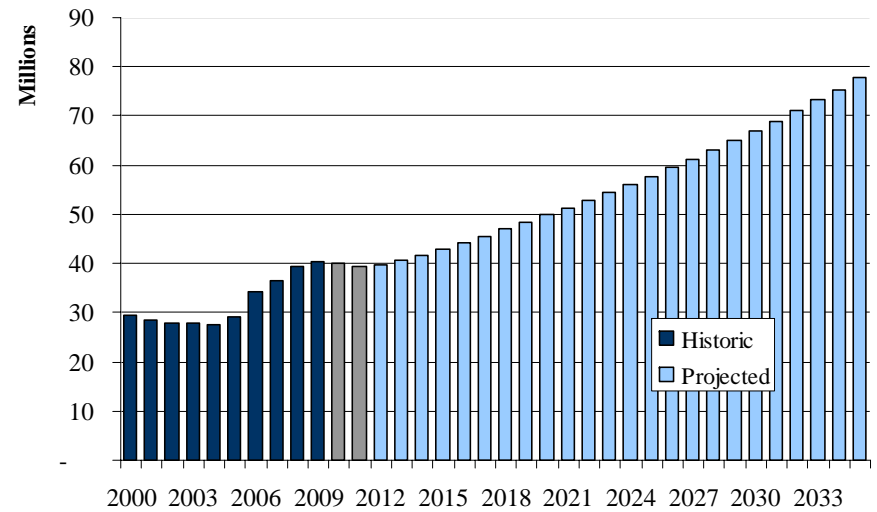


Orange County, VA

Debt Service vs. Expenditures



Governmental Expenditure Assumptions



County Benchmarks (2009)

- National 'Aa2': 6.6%
- VA 'Aa2': 7.8%
- National 'Aa3': 5.6%
- VA 'Aa3': 6.8%

- 5-year average growth: 8.48%
- 10-year average growth: 3.52%
- Assumed growth:
 - FY 10: -1.01%
 - FY 11: -1.69%
 - FY 12: 1.0%
 - FY 13: 2.0%
 - FY 14 & Beyond: 3.0%



Debt Capacity & Debt Affordability

Debt Affordability – Existing Debt



Orange County, VA

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
Debt Service Requirements						Revenue Available for Debt Service						Debt Service Cash Flow Surplus (Deficit)				
FY	Existing County Debt Service	Existing School Debt Service	Existing Assisted Living Debt Service	Potential Debt Service	Total	2011 Budget Appropriation	Local Reimbursement for MS Bonds	VPSA Refunded Bonds	Interest Earnings on Old Bonds	Lease Revenue From Nursing Home	Total Revenues Available	Surplus/ (Deficit)	Use of Surplus	Adjusted Surplus/ (Deficit)	Estimated Incremental Tax Equivalent	Cumulative Surplus
2010																
2011	1,359,441	7,418,531	1,422,275	-	10,200,247	6,971,988	355,963	1,350,021	100,000	1,422,275	10,200,247	-	-	-	--	-
2012	1,302,239	7,097,904	1,425,706	-	9,825,850	6,971,988	-	-	-	1,425,706	8,397,694	(1,428,156)	-	(1,428,156)	3.0e	-
2013	1,165,983	6,943,097	1,423,181	-	9,532,260	6,971,988	-	-	-	1,423,181	8,395,169	(1,137,092)	-	291,064	--	291,064
2014	1,166,182	6,694,031	1,424,700	-	9,284,913	6,971,988	-	-	-	1,424,700	8,396,688	(888,225)	-	539,931	--	830,995
2015	992,000	6,531,027	1,419,531	-	8,942,558	6,971,988	-	-	-	1,419,531	8,391,519	(551,039)	-	877,117	--	1,708,112
2016	994,729	6,410,635	1,416,119	-	8,821,483	6,971,988	-	-	-	1,416,119	8,388,106	(433,377)	-	994,779	--	2,702,892
2017	990,346	6,271,808	1,419,744	-	8,681,897	6,971,988	-	-	-	1,419,744	8,391,731	(290,166)	-	1,137,990	--	3,840,881
2018	990,340	6,154,138	1,419,275	-	8,563,754	6,971,988	-	-	-	1,419,275	8,391,263	(172,491)	-	1,255,665	--	5,096,546
2019	662,138	6,037,224	1,419,950	-	8,119,311	6,971,988	-	-	-	1,419,950	8,391,938	272,626	-	1,700,782	--	6,797,328
2020	663,325	5,922,858	1,414,000	-	8,000,183	6,971,988	-	-	-	1,414,000	8,385,988	385,804	-	1,813,960	--	8,611,289
2021	663,450	5,803,667	1,419,744	-	7,886,861	6,971,988	-	-	-	1,419,744	8,391,731	504,870	-	1,933,026	--	10,544,315
2022	661,588	5,501,331	1,417,338	-	7,580,256	6,971,988	-	-	-	1,417,338	8,389,325	809,069	-	2,237,225	--	12,781,540
2023	664,013	3,381,362	1,413,794	-	5,459,168	6,971,988	-	-	-	1,413,794	8,385,781	2,926,613	-	4,354,769	--	17,136,309
2024	660,975	3,134,032	1,409,134	-	5,204,142	6,971,988	-	-	-	1,409,134	8,381,122	3,176,980	-	4,605,136	--	21,741,445
2025	662,244	3,013,761	1,407,741	-	5,083,745	6,971,988	-	-	-	1,407,741	8,379,728	3,295,983	-	4,724,139	--	26,465,584
2026	662,588	2,901,112	1,409,381	-	4,973,081	6,971,988	-	-	-	1,409,381	8,381,369	3,408,288	-	4,836,444	--	31,302,028
2027	662,006	2,053,465	1,408,941	-	4,124,412	6,971,988	-	-	-	1,408,941	8,380,928	4,256,516	-	5,684,672	--	36,986,701
2028	660,500	1,968,911	1,411,963	-	4,041,374	6,971,988	-	-	-	1,411,963	8,383,950	4,342,576	-	5,770,732	--	42,757,433
2029	663,675	1,630,988	1,408,475	-	3,703,138	6,971,988	-	-	-	1,408,475	8,380,465	4,677,325	-	6,105,481	--	48,862,914
2030	660,725	1,558,741	1,412,738	-	3,632,203	6,971,988	-	-	-	1,412,738	8,384,725	4,752,522	-	6,180,678	--	55,043,592
2031	661,875	-	1,409,638	-	2,071,513	6,971,988	-	-	-	1,409,638	8,381,625	6,310,113	-	7,738,269	--	62,781,860
2032	661,900	-	1,409,175	-	2,071,075	6,971,988	-	-	-	1,409,175	8,381,163	6,310,088	-	7,738,244	--	70,520,104
2033	660,800	-	1,406,238	-	2,067,038	6,971,988	-	-	-	1,406,238	8,378,225	6,311,188	-	7,739,344	--	78,259,447
2034	663,575	-	1,400,825	-	2,064,400	6,971,988	-	-	-	1,400,825	8,372,813	6,308,413	-	7,736,569	--	85,996,016
2035	-	-	-	-	-	6,971,988	-	-	-	-	6,971,988	6,971,988	-	8,400,144	--	94,396,159
2036	-	-	-	-	-	6,971,988	-	-	-	-	6,971,988	6,971,988	-	8,400,144	--	102,796,303
2037	-	-	-	-	-	6,971,988	-	-	-	-	6,971,988	6,971,988	-	8,400,144	--	111,196,447
2038	-	-	-	-	-	6,971,988	-	-	-	-	6,971,988	6,971,988	-	8,400,144	--	119,596,590
														Total Tax Effect	3.0e	
														Total	-	

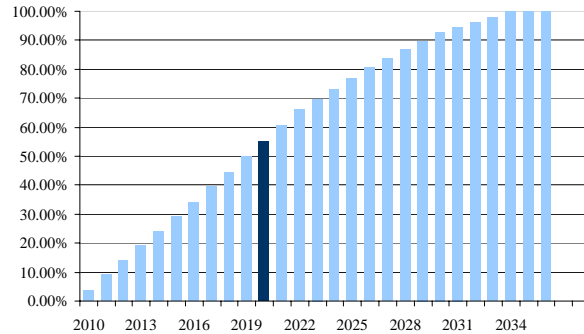
Future Annual deficits that must be funded in order to fully fund exiting debt service obligations

Observations

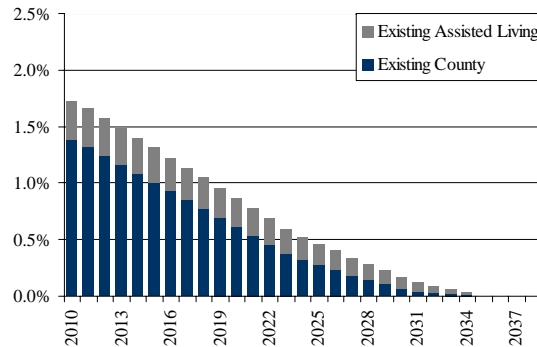


Observations

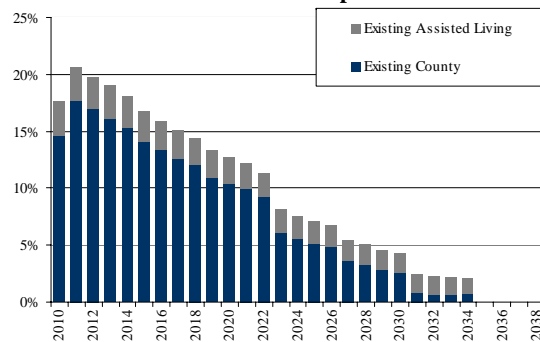
10-Year Payout Ratio



Debt to Assessed Value



Debt Service vs. Expenditures

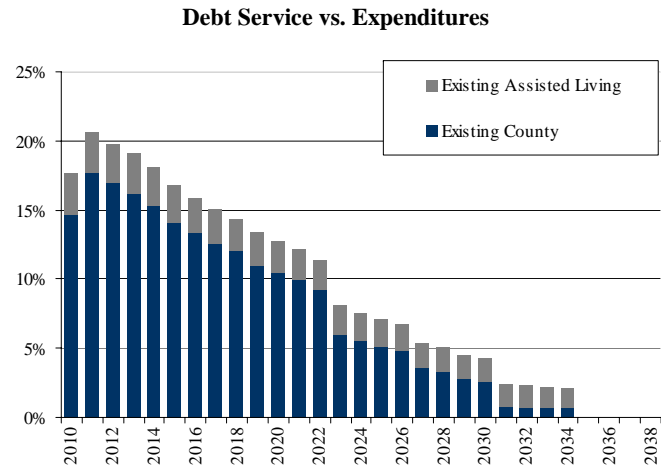


Observations

- The County’s existing Debt Ratios are generally in-line with the peer groups with the exception of debt service vs. expenditures.
- Provided that the Assisted Living Facility continues to fund its share of the Lease – Revenue Debt, the County’s Debt Ratios can be measured without the inclusion of that debt.



Observations



Observations

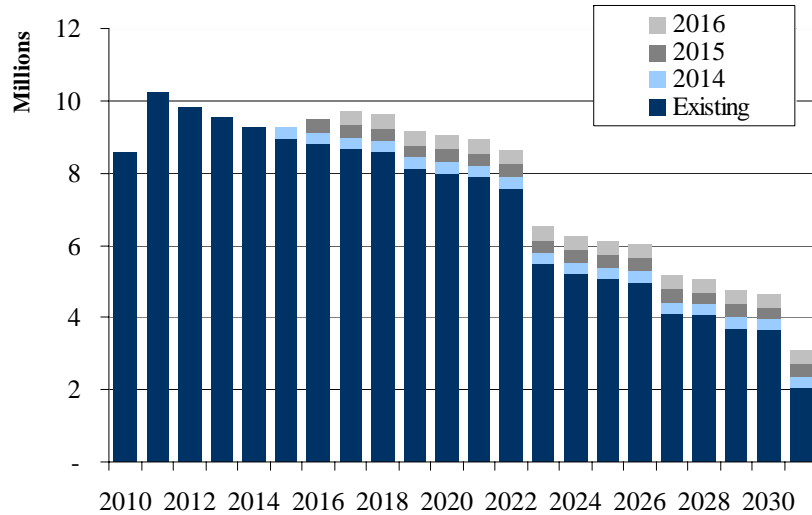
- Generally accepted Municipal finance practices limit debt service to expenditures to 15% unless specific circumstances dictate otherwise.
- Going forward, as the County assesses its capital needs, future debt issuance decisions will need to consider the debt service vs. expenditure ratio.

Debt Capacity

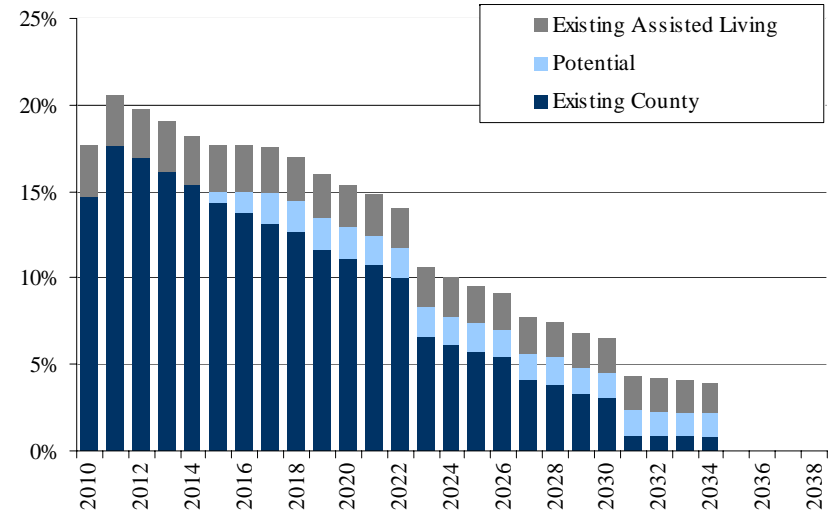


Orange County, VA

Existing and Potential Debt Service



Debt Service vs. Expenditures



- Proposed Debt:
 - 2014: 4,000,000
 - 2015: 4,250,000
 - 2016: 4,750,000

- Borrowing Assumptions:
 - Term: 20 years
 - Structure: Level Debt Service

- Future Debt Capacity has been calculated based upon Orange County's debt service vs. expenditures ratio.
- Assumes Maximum Debt Service to Expenditures of 15% on a going forward basis.
- After potential issuance 10-year payout ratio would be approximately 66.1%

Debt Affordability – Existing and Potential Debt



Orange County, VA

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
Debt Service Requirements						Revenue Available for Debt Service						Debt Service Cash Flow Surplus (Deficit)				
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2010																
2011	1,359,441	7,418,531	1,422,275	-	10,200,247	6,971,988	355,963	1,350,021	100,000	1,422,275	10,200,247	-	-	-	--	-
2012	1,302,239	7,097,904	1,425,706	-	9,825,850	6,971,988	-	-	-	1,425,706	8,397,694	(1,428,156)	-	(1,428,156)	3.0e	-
2013	1,165,983	6,943,097	1,423,181	-	9,532,260	6,971,988	-	-	-	1,423,181	8,395,169	(1,137,092)	-	291,064	--	291,064
2014	1,166,182	6,694,031	1,424,700	-	9,284,913	6,971,988	-	-	-	1,424,700	8,396,688	(888,225)	-	539,931	--	830,995
2015	992,000	6,531,027	1,419,531	320,970	9,263,528	6,971,988	-	-	-	1,419,531	8,391,519	(872,009)	-	556,147	--	1,387,142
2016	994,729	6,410,635	1,416,119	662,001	9,483,484	6,971,988	-	-	-	1,416,119	8,388,106	(1,095,378)	-	332,778	--	1,719,920
2017	990,346	6,271,808	1,419,744	1,043,154	9,725,051	6,971,988	-	-	-	1,419,744	8,391,731	(1,333,320)	-	94,836	--	1,814,756
2018	990,340	6,154,138	1,419,275	1,043,154	9,606,907	6,971,988	-	-	-	1,419,275	8,391,263	(1,215,645)	-	212,511	--	2,027,267
2019	662,138	6,037,224	1,419,950	1,043,154	9,162,465	6,971,988	-	-	-	1,419,950	8,391,938	(770,527)	-	657,629	--	2,684,896
2020	663,325	5,922,858	1,414,000	1,043,154	9,043,337	6,971,988	-	-	-	1,414,000	8,385,988	(657,349)	-	770,807	--	3,455,703
2021	663,450	5,803,667	1,419,744	1,043,154	8,930,015	6,971,988	-	-	-	1,419,744	8,391,731	(538,283)	-	889,873	--	4,345,575
2022	661,588	5,501,331	1,417,338	1,043,154	8,623,410	6,971,988	-	-	-	1,417,338	8,389,325	(234,085)	-	1,194,071	--	5,539,646
2023	664,013	3,381,362	1,413,794	1,043,154	6,502,322	6,971,988	-	-	-	1,413,794	8,385,781	1,883,459	-	3,311,615	--	8,851,262
2024	660,975	3,134,032	1,409,134	1,043,154	6,247,295	6,971,988	-	-	-	1,409,134	8,381,122	2,133,827	-	3,561,983	--	12,413,244
2025	662,244	3,013,761	1,407,741	1,043,154	6,126,899	6,971,988	-	-	-	1,407,741	8,379,728	2,252,829	-	3,680,985	--	16,094,230
2026	662,588	2,901,112	1,409,381	1,043,154	6,016,234	6,971,988	-	-	-	1,409,381	8,381,369	2,365,134	-	3,793,920	--	19,887,520
2027	662,006	2,053,465	1,408,941	1,043,154	5,167,566	6,971,988	-	-	-	1,408,941	8,380,928	3,213,363	-	4,641,519	--	24,529,039
2028	660,500	1,968,911	1,411,963	1,043,154	5,084,527	6,971,988	-	-	-	1,411,963	8,383,950	3,299,423	-	4,727,579	--	29,256,618
2029	663,675	1,630,988	1,408,475	1,043,154	4,746,291	6,971,988	-	-	-	1,408,475	8,380,465	3,634,171	-	5,062,327	--	34,318,945
2030	660,725	1,558,741	1,412,738	1,043,154	4,675,357	6,971,988	-	-	-	1,412,738	8,384,725	3,709,368	-	5,137,524	--	39,456,469
2031	661,875	-	1,409,638	1,043,154	3,114,666	6,971,988	-	-	-	1,409,638	8,381,625	5,266,959	-	6,695,115	--	46,151,584
2032	661,900	-	1,409,175	1,043,154	3,114,229	6,971,988	-	-	-	1,409,175	8,381,163	5,266,934	-	6,695,090	--	52,846,674
2033	660,800	-	1,406,238	1,043,154	3,110,191	6,971,988	-	-	-	1,406,238	8,378,225	5,268,034	-	6,696,190	--	59,542,864
2034	663,575	-	1,400,825	1,043,154	3,107,554	6,971,988	-	-	-	1,400,825	8,372,813	5,265,259	-	6,693,415	--	66,236,279
2035	-	-	-	-	722,183	6,971,988	-	-	-	-	6,971,988	6,249,804	-	7,677,960	--	73,914,239
2036	-	-	-	381,152	381,152	6,971,988	-	-	-	-	6,971,988	6,590,835	-	8,018,991	--	81,933,230
2037	-	-	-	-	-	6,971,988	-	-	-	-	6,971,988	6,971,988	-	8,400,144	--	90,333,374
2038	-	-	-	-	-	6,971,988	-	-	-	-	6,971,988	6,971,988	-	8,400,144	--	98,733,517
														Total Tax Effect	3.0e	
												Total	-			

Future Annual deficits that must be funded in order to fully fund exiting and potential debt service obligations



Appendix

Governmental Funds – Historic Financials



Orange County, VA

Governmental Funds

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues										
General property taxes	15,672,480	15,985,943	17,737,805	18,608,288	28,630,362	21,705,461	23,602,447	25,565,511	28,258,629	30,505,130
Other local taxes	2,970,172	3,519,140	3,900,642	4,636,324	4,924,159	5,568,688	6,280,508	5,185,596	6,288,756	5,738,877
Permits, privilege fees and regulatory licenses	184,327	287,435	364,980	366,971	465,707	675,005	623,031	550,158	306,181	178,415
Fines and forfeitures	4,938	2,224	2,096	11,151	1,049	1,102	1,422	1,956	407	260
Revenue from use of money and property	622,118	607,679	427,588	841,844	484,998	630,817	1,285,767	1,414,945	2,089,726	1,006,373
Charges for services	666,504	758,442	732,674	1,101,903	1,419,993	1,611,450	2,003,316	2,143,200	2,046,676	1,810,104
Miscellaneous	270,369	217,186	250,355	304,424	221,720	297,771	1,508,103	195,531	676,056	720,399
Recovered costs	16,234	46,374	80,030	148,211	299,298	219,577	286,981	60,490	171,527	163,170
Intergovernmental:										
Local government	0	0	0	0	0	0	36,269	0	0	0
Commonwealth	3,785,132	5,326,096	6,132,571	6,093,544	5,895,673	6,174,105	6,966,667	6,692,331	7,004,007	7,288,382
Federal	1,565,720	1,242,429	2,167,139	2,277,068	1,617,530	2,829,826	3,052,524	3,097,288	2,469,225	2,139,213
Total Revenues	25,757,994	27,992,948	31,795,880	34,389,728	43,960,489	39,713,802	45,647,035	44,907,006	49,311,190	49,550,323
Expenditures										
General government administration	1,139,228	1,247,076	1,488,064	1,541,731	1,659,099	1,979,038	2,268,798	2,621,032	2,936,254	3,334,401
Judicial administration	792,978	923,268	939,362	950,529	965,949	1,099,273	1,174,246	1,283,875	1,407,439	1,485,689
Public safety	3,027,863	3,461,309	3,567,000	3,906,290	4,324,133	5,524,201	6,294,257	8,253,771	8,476,543	9,046,350
Public works	1,056,079	1,053,114	1,264,432	1,390,671	1,438,725	1,714,695	2,061,668	613,288	697,084	932,482
Health and welfare	2,404,772	2,757,452	3,178,928	3,035,056	3,458,184	3,516,108	3,492,498	3,774,708	4,482,198	4,550,477
Education	21,750	17,410	10,327	14,304,597	12,994,395	12,380,334	15,352,687	15,406,279	17,148,492	17,726,509
Parks, recreation, and cultural	885,703	1,090,027	1,184,210	1,523,280	1,692,525	1,891,866	2,145,518	2,514,024	2,650,633	1,750,969
Community development	1,097,519	843,658	828,212	1,215,602	963,910	1,077,812	1,362,168	2,146,077	1,681,742	1,541,267
Nondepartmental	37,581	20,143	12,993	9,916	20,485	22,496	75,188	1,386	1,929	70,641
Capital projects	501,744	1,334,088	3,584,611	22,058,313	21,895,739	6,330,765	5,611,190	2,447,742	12,756,559	17,978,293
Debt Service										
Principal	370,224	310,417	255,190	3,438,996	3,351,197	2,003,081	3,320,548	2,825,416	3,011,120	3,528,930
Interest and other fiscal charges	247,329	224,986	206,618	2,660,482	2,875,970	2,675,684	2,554,408	2,914,272	2,574,325	2,849,764
Bond issue costs	0	0	0	0	0	0	0	0	636,298	161,844
Total Expenditures	11,582,770	13,282,948	16,519,947	56,035,463	55,640,311	40,215,353	45,713,174	44,801,870	58,460,616	64,957,616
Excess of Revenues Over / (Under) Expenditures	14,175,224	14,710,000	15,275,933	(21,645,735)	(11,679,822)	(501,551)	(66,139)	105,136	(9,149,426)	(15,407,293)
Other Financing Sources / (Uses)										
Transfers in	668,708	1,346,420	1,294,372	3,349,787	3,140,289	4,996,596	6,090,826	6,891,911	9,288,064	8,694,491
Transfers out	(14,885,439)	(15,293,376)	(16,920,770)	(3,349,787)	(3,140,289)	(4,996,596)	(6,090,826)	(9,979,866)	(11,774,040)	(11,896,447)
Bonds issued	0	0	1,300,000	28,046,200	0	0	15,214,434	0	5,220,000	30,550,000
Premium on bonds issued	0	0	0	0	0	0	773,145	0	280,267	2,847,298
Refunding of bonds	0	0	0	0	0	0	(15,000,000)	0	32,879,968	0
Discount on lease revenue and refunding bonds	0	0	0	0	0	0	0	0	(724,544)	0
Payment to bond escrow agent	0	0	0	0	0	0	0	0	(10,359,432)	0
Total Other Financing Sources / (Uses)	(14,216,731)	(13,946,956)	(14,326,398)	28,046,200	0	0	987,579	(3,087,955)	24,810,283	30,195,342
Net Change in Fund Balance	(41,507)	763,044	949,535	6,400,465	(11,679,822)	(501,551)	921,440	(2,982,819)	15,660,857	14,788,049
Debt Service as a percentage of Non-capital Expenditures	5.57%	4.48%	3.57%	17.95%	18.45%	13.81%	14.65%	13.55%	13.61%	13.92%

General Fund – Historic Financials (Actual)



Orange County, VA

General Fund								
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual
	2002	2003	2004	2005	2006	2007	2008	2009
Revenues								
General property taxes	17,737,805	18,608,288	28,630,362	21,705,461	23,602,447	25,565,511	28,258,629	30,505,130
Other local taxes	3,900,642	4,636,324	4,924,159	5,568,688	6,280,508	5,185,596	6,288,756	5,738,877
Permits, privilege fees and regulatory licenses	364,980	366,971	465,707	675,005	623,031	550,158	306,181	178,415
Fines and forfeitures	2,096	11,151	1,049	1,102	1,422	1,956	407	260
Revenue from use of money and property	426,797	287,985	240,407	471,246	870,364	1,287,329	1,274,021	716,128
Charges for services	518,067	834,432	1,016,384	1,252,843	1,500,670	2,139,504	2,042,829	1,805,677
Miscellaneous	250,355	300,240	200,328	233,582	558,664	100,346	667,430	603,602
Recovered costs	80,030	148,211	299,298	219,577	286,981	60,490	171,527	163,170
Intergovernmental:								
Local government	-	-	-	-	36,269	-	-	-
Commonwealth	5,667,447	5,640,587	5,476,045	5,650,086	6,435,232	6,177,256	6,334,787	6,441,488
Federal	323,258	1,096,687	401,581	1,558,926	1,722,521	1,739,945	715,341	632,152
Total Revenues	29,271,477	31,930,876	41,655,320	37,336,516	41,918,109	42,808,091	46,059,908	46,784,899
Expenditures								
General government administration	1,488,064	1,541,731	1,659,099	1,979,038	2,268,798	2,621,032	2,936,254	3,334,401
Judicial administration	939,362	950,529	965,949	1,099,273	1,174,246	1,282,028	1,405,644	1,483,072
Public safety	3,567,000	3,906,290	4,324,133	5,524,201	6,294,257	8,208,248	8,472,602	9,045,700
Public works	364,628	369,577	415,110	512,856	628,063	613,288	697,084	932,482
Health and welfare	1,289,637	1,149,053	1,426,294	1,276,536	1,284,220	1,500,370	1,990,661	1,941,227
Education	15,437,225	14,304,597	12,994,395	12,380,334	15,352,687	15,406,279	17,148,492	17,291,390
Parks, recreation, and cultural	1,184,210	1,523,280	1,692,525	1,891,866	2,145,518	2,514,024	2,650,633	1,750,969
Community development	828,212	1,215,602	963,910	1,077,812	1,362,168	2,146,077	1,681,742	1,541,267
Nondepartmental	12,993	9,916	20,485	22,496	75,188	1,386	1,929	70,641
Capital projects	1,646,325	1,833,348	478,669	2,116,246	2,737,451	256,061	-	-
Debt Service								
Principal	255,190	1,565,265	1,901,197	2,003,081	3,320,548	-	-	-
Interest and other fiscal charges	206,618	1,761,065	2,252,414	2,119,529	2,554,408	-	-	-
Bond issue costs	-	-	-	-	-	-	-	-
Total Expenditures	27,219,464	30,130,253	29,094,180	32,003,268	39,197,552	34,548,793	36,985,041	37,391,149
Excess of Revenues Over / (Under) Expenditures	2,052,013	1,800,623	12,561,140	5,333,248	2,720,557	8,259,298	9,074,867	9,393,750
Other Financing Sources / (Uses)								
Transfers in	-	1,427,310	-	327,956	97,276	38,488	32,500	55,856
Transfers out	(1,493,872)	(1,881,805)	(3,140,289)	(3,239,913)	(5,993,550)	(9,290,600)	(9,529,445)	(11,627,873)
Bonds issued	-	-	-	-	15,214,434	-	-	-
Premium on bonds issued	-	-	-	-	773,145	-	-	-
Refunding of bonds	-	-	-	-	(15,000,000)	-	-	-
Discount on lease revenue and refunding bonds	-	-	-	-	-	-	-	-
Payment to bond escrow agent	-	-	-	-	-	-	-	-
Total Other Financing Sources / (Uses)	(1,493,872)	(454,495)	(3,140,289)	(2,911,957)	(4,908,695)	(9,252,112)	(9,496,945)	(11,572,017)
Net Change in Fund Balance	558,141	1,346,128	9,420,851	2,421,291	(2,188,138)	(992,814)	(422,078)	(2,178,267)
General Fund Balance								
Unreserved / Undesignated	7,882,214	9,124,931	18,777,478	21,195,769	8,706,975	7,049,375	5,953,110	3,320,392
Other	180,897	284,308	52,612	55,612	10,356,268	10,983,321	11,981,829	12,436,280
Total General Fund Balance	8,063,111	9,409,239	18,830,090	21,251,381	19,063,243	18,032,696	17,934,939	15,756,672
Unreserved / Undesignated Fund Balance % of Revenues	26.93%	28.58%	45.08%	56.77%	20.77%	16.47%	12.92%	7.10%
Total Fund Balance % of Revenues	27.55%	29.47%	45.20%	56.92%	45.48%	42.12%	38.94%	33.68%

General Fund – Historic Financials (Budget)



Orange County, VA

General Fund	Final Budget	Final Budget	Final Budget	Final Budget	Final Budget	Final Budget	Final Budget	Final Budget
	2002	2003	2004	2005	2006	2007	2008	2009
Revenues								
General property taxes	18,050,610	18,300,120	19,907,979	21,284,621	21,247,580	23,801,943	26,967,015	29,241,617
Other local taxes	3,754,750	4,390,427	4,470,925	4,621,585	5,301,335	5,118,000	6,116,860	6,314,000
Permits, privilege fees and regulatory licenses	256,500	312,900	371,700	424,950	543,800	625,000	425,950	490,619
Fines and forfeitures	3,000	38,000	2,500	1,500	1,000	1,000	1,000	1,000
Revenue from use of money and property	608,073	362,653	399,432	392,432	377,572	606,872	788,000	1,310,268
Charges for services	448,050	519,550	992,674	1,239,367	1,551,024	3,087,299	2,653,135	2,073,154
Miscellaneous	83,861	106,849	94,641	227,390	306,874	453,138	226,888	393,110
Recovered costs	18,081	80,702	157,048	223,739	233,512	45,555	138,658	157,082
Intergovernmental:								
Local government	-	-	-	-	-	-	-	-
Commonwealth	5,248,156	5,177,955	4,951,702	6,715,496	6,802,880	6,484,888	6,862,690	6,880,295
Federal	648,138	229,949	951,000	2,372,865	3,061,530	1,158,913	444,304	348,789
Total Revenues	29,119,219	29,519,105	32,299,601	37,503,945	39,427,107	41,382,608	44,624,500	47,209,934
Expenditures								
General government administration	1,681,980	1,704,122	1,868,574	2,145,924	2,693,530	3,581,400	3,258,353	3,493,683
Judicial administration	989,225	1,068,825	1,027,532	1,112,498	1,254,305	1,359,199	1,448,395	1,540,713
Public safety	3,385,531	4,241,529	4,613,412	5,865,790	7,287,632	8,508,118	8,769,476	9,458,641
Public works	362,457	388,484	410,027	573,639	635,800	644,832	940,520	1,013,143
Health and welfare	869,512	1,183,461	1,540,272	1,267,110	1,291,508	1,562,154	2,156,477	2,030,403
Education	15,528,722	18,694,167	14,218,005	14,260,166	16,323,580	16,166,165	17,724,605	18,418,852
Parks, recreation, and cultural	1,231,827	1,653,811	1,814,038	2,103,842	2,288,321	2,791,615	3,147,053	2,084,162
Community development	785,130	1,415,226	1,083,708	1,173,592	1,486,479	2,309,930	1,840,372	1,683,740
Nondepartmental	528,712	103,239	2,300	103,554	68,116	1,384	93,091	140,240
Capital projects	2,498,502	2,237,189	1,931,208	4,460,033	3,551,435	488,534	-	-
Debt Service								
Principal	336,256	341,256	1,900,976	2,135,176	3,466,595			
Interest and other fiscal charges	86,100	82,114	2,252,868	1,987,599	2,454,260			
Bond issue costs	-	-	-	-	-	-	-	-
Total Expenditures	28,283,954	33,113,423	32,662,920	37,188,923	42,801,561	37,413,331	39,378,342	39,863,577
Excess of Revenues Over / (Under) Expenditures	835,265	(3,594,318)	(363,319)	315,022	(3,374,454)	3,969,277	5,246,158	7,346,357
Other Financing Sources / (Uses)								
Transfers in	0	1,510,925	0	2,932,196	4,903,573	4,505,993	32,500	55,856
Transfers out	(1,940,936)	(2,638,527)	(1,290,646)	(3,513,446)	(2,811,555)	(8,475,270)	(9,543,574)	(11,627,924)
Bonds issued	0	0	0	0	1,279,119	0	0	0
Premium on bonds issued	0	0	0	0	0	0	0	0
Refunding of bonds	0	0	0	0	0	0	0	0
Discount on lease revenue and refunding bonds	0	0	0	0	0	0	0	0
Payment to bond escrow agent	0	0	0	0	0	0	0	0
Total Other Financing Sources / (Uses)	(1,940,936)	(1,127,602)	(1,290,646)	(581,250)	3,371,137	(3,969,277)	(9,511,074)	(11,572,068)
Net Change in Fund Balance	(1,105,671)	(4,721,920)	(1,653,965)	(266,228)	(3,317)	-	(4,264,916)	(4,225,711)
General Fund Balance								
Unreserved / Undesignated	7,882,214	9,124,931	18,777,478	21,195,769	8,706,975	7,049,375	5,953,110	3,320,392
Other	180,897	284,308	52,612	55,612	10,356,268	10,983,321	11,981,829	12,436,280
Total General Fund Balance	8,063,111	9,409,239	18,830,090	21,251,381	19,063,243	18,032,696	17,934,939	15,756,672
Unreserved / Undesignated Fund Balance % of Revenues	27.07%	30.91%	58.14%	56.52%	22.08%	17.03%	13.34%	7.03%
Total Fund Balance % of Revenues	27.69%	31.88%	58.30%	56.66%	48.35%	43.58%	40.19%	33.38%

Source: County Audits

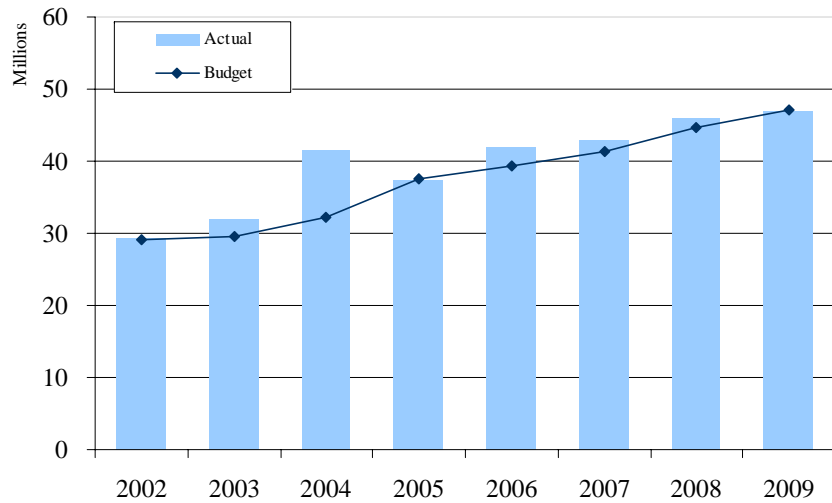
DAVENPORT & COMPANY

General Fund Revenues & Expenditures



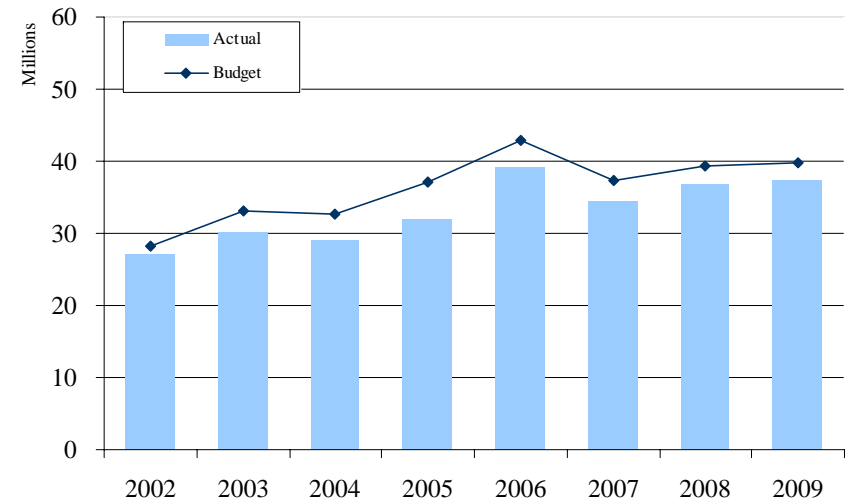
Orange County, VA

General Fund Revenues



Fiscal Year	Revenues				
	Actual	Budget	Change	% Change	% of Budget
2002	29,271,477	29,119,219	152,258	0.5%	100.5%
2003	31,930,876	29,519,105	2,411,771	8.2%	108.2%
2004	41,655,320	32,299,601	9,355,719	29.0%	129.0%
2005	37,336,516	37,503,945	(167,429)	-0.4%	99.6%
2006	41,918,109	39,427,107	2,491,002	6.3%	106.3%
2007	42,808,091	41,382,608	1,425,483	3.4%	103.4%
2008	46,059,908	44,624,500	1,435,408	3.2%	103.2%
2009	46,784,899	47,209,934	(425,035)	-0.9%	99.1%

General Fund Expenditures



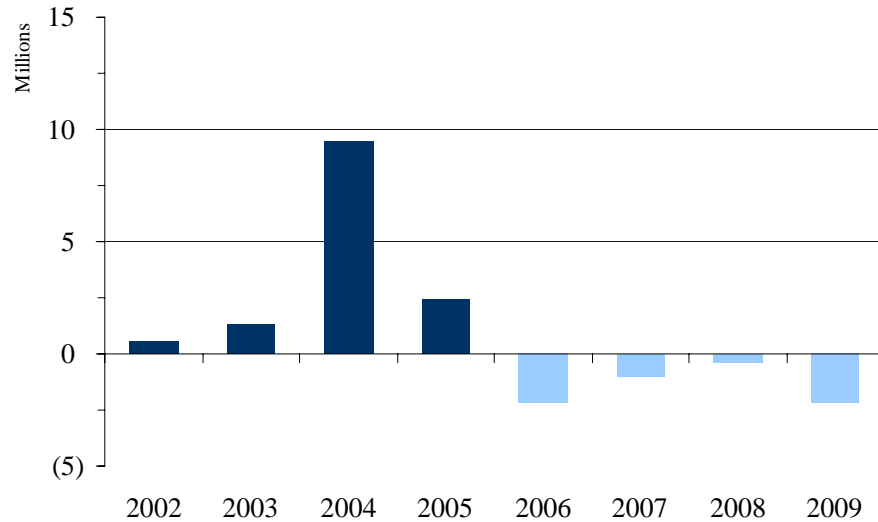
Fiscal Year	Expenditures				
	Actual	Budget	Change	% Change	% of Budget
2002	27,219,464	28,283,954	(1,064,490)	-3.8%	96.2%
2003	30,130,253	33,113,423	(2,983,170)	-9.0%	91.0%
2004	29,094,180	32,662,920	(3,568,740)	-10.9%	89.1%
2005	32,003,268	37,188,923	(5,185,655)	-13.9%	86.1%
2006	39,197,552	42,801,561	(3,604,009)	-8.4%	91.6%
2007	34,548,793	37,413,331	(2,864,538)	-7.7%	92.3%
2008	36,985,041	39,378,342	(2,393,301)	-6.1%	93.9%
2009	37,391,149	39,863,577	(2,472,428)	-6.2%	93.8%

General Fund: Net Change in Fund Balance



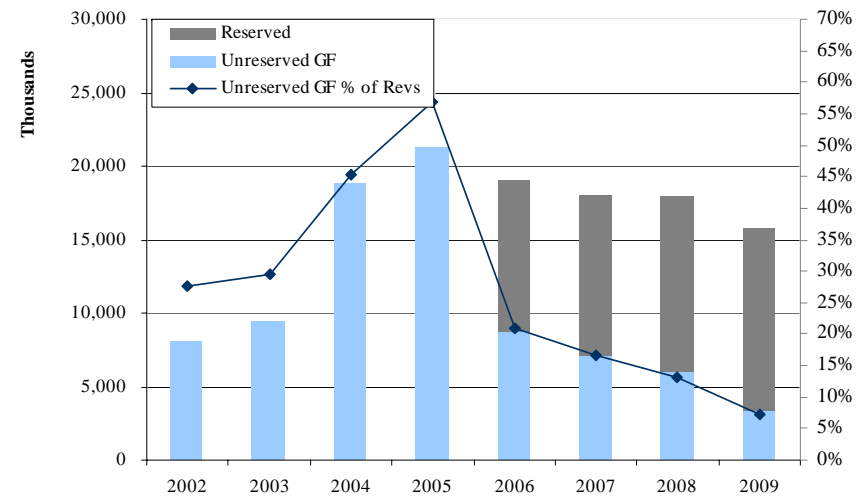
Orange County, VA

General Fund: Net Change in Fund Balance



Fiscal Year	Revs.	Net Change in F/B			Change
		Exps.	Other		
2002	29,271,477	27,219,464	(1,493,872)		558,141
2003	31,930,876	30,130,253	(454,495)		1,346,128
2004	41,655,320	29,094,180	(3,140,289)		9,420,851
2005	37,336,516	32,003,268	(2,911,957)		2,421,291
2006	41,918,109	39,197,552	(4,908,695)		(2,188,138)
2007	42,808,091	34,548,793	(9,252,112)		(992,814)
2008	46,059,908	36,985,041	(9,496,945)		(422,078)
2009	46,784,899	37,391,149	(11,572,017)		(2,178,267)

General Fund Balance

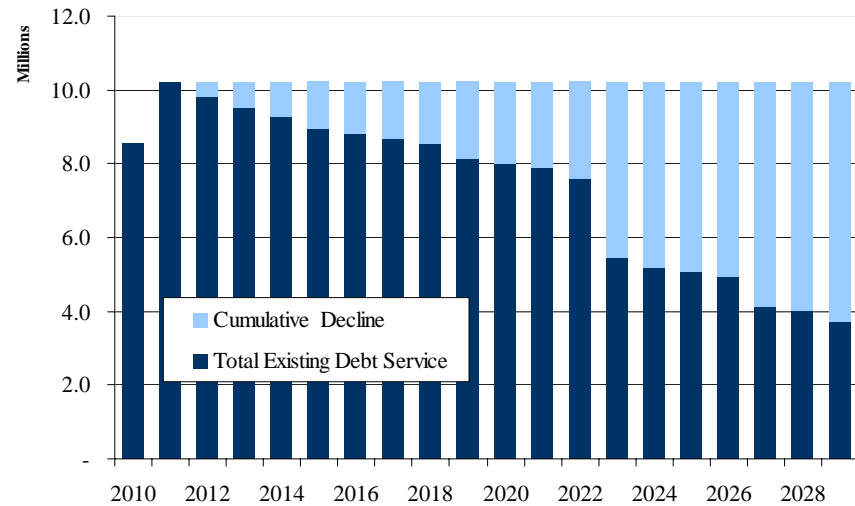


Fiscal Year	Unreserved GF		Reserved GF		Total General Fund		Gen. Fund Revenues
	Value	% of Revenues	Value	% of Revenues	Value	% of Revenues	
2002	8,063,111	27.55%	-	0.00%	8,063,111	27.55%	29,271,477
2003	9,409,239	29.47%	-	0.00%	9,409,239	29.47%	31,930,876
2004	18,830,090	45.20%	-	0.00%	18,830,090	45.20%	41,655,320
2005	21,251,381	56.92%	-	0.00%	21,251,381	56.92%	37,336,516
2006	8,763,365	20.91%	10,299,878	24.57%	19,063,243	45.48%	41,918,109
2007	7,106,515	16.60%	10,926,181	25.52%	18,032,696	42.12%	42,808,091
2008	6,010,892	13.05%	11,924,047	25.89%	17,934,939	38.94%	46,059,908
2009	3,358,235	7.18%	12,398,437	26.50%	15,756,672	33.68%	46,784,899

Decline in Debt Service



Decline in Debt Service



FY	Total Existing Debt Service	Cumulative Decline
2010	8,568,497	n/a
2011	10,200,247	n/a
2012	9,825,850	374,397
2013	9,532,260	667,986
2014	9,284,913	915,334
2015	8,942,558	1,257,689
2016	8,821,483	1,378,764
2017	8,681,897	1,518,349
2018	8,563,754	1,636,493
2019	8,119,311	2,080,935
2020	8,000,183	2,200,063
2021	7,886,861	2,313,386
2022	7,580,256	2,619,990
2023	5,459,168	4,741,078
2024	5,204,142	4,996,105
2025	5,083,745	5,116,501
2026	4,973,081	5,227,166
2027	4,124,412	6,075,835
2028	4,041,374	6,158,873
2029	3,703,138	6,497,109
2030	3,632,203	4,936,294
2031	2,071,513	6,496,985
2032	2,071,075	6,497,422
2033	2,067,038	6,501,460
2034	2,064,400	6,504,097