

**ACTION ITEM
BOARD OF SUPERVISORS**

DATE: May 19, 2009

TO: Board of Supervisors

FROM: Maria Perrotte *MP*
Chief Financial Officer

ISSUE: Administer a Utilities Payment in Lieu of Taxes (P.I.L.O.T.) Program

STAFF RECOMMENDATION: Approval

BUDGET IMPACT: \$600,000

ATTACHMENTS: (2)

[1] Background Report [2] Reso/Ord/Proc # R09-220

[] [] Reso/Ord/Proc #

[] [] Reso/Ord/Proc #

REVIEW: [X] County Administrator's Office *[Signature]*

[X] Legal *[Signature]*

[X] Utilities *[Signature]*

[X] Consent Agenda

[] Discussion Item

[] New Business

[] Other Business

[] Presentation

[] Public Hearing

[] Unfinished Business

PRESENTATION BY: N/A

ELECTION DISTRICT: N/A

BACKGROUND REPORT

During the FY10 budget process, the Board directed the County Administrator to bring to the Board a Utilities Payment in Lieu of Taxes (P.I.L.O.T.) program. This payment will be assessed at \$600,000 per year. The amount is consistent with an estimate of what would be paid if the Utilities System were assessed and charged real estate tax.

Due to fluctuating assessments and tax rates, future changes to the annual payment will be based on the change in equivalent dwelling units in the Utilities System.

The FY10 budget included \$600,000 in the General Fund from the P.I.L.O.T..

PROPOSED

BOARD OF SUPERVISORS
COUNTY OF STAFFORD
STAFFORD, VIRGINIA

RESOLUTION

At a regular meeting of the Stafford County Board of Supervisors (the Board) held in the Board Chambers, Stafford County Administration Center, Stafford, Virginia, on the 19th day of May, 2009:

MEMBERS:

George H. Schwartz, Chairman
Harry E. Crisp II, Vice Chairman
M. S. "Joe" Brito
Mark Dudenhefer
Paul V. Milde III
Cord A. Sterling
Robert "Bob" Woodson

VOTE:

On motion of , seconded by , which carried by a vote of , the following was adopted:

AUTHORIZE THE COUNTY ADMINISTRATOR TO ADMINISTER
A UTILITIES PAYMENT IN LIEU OF TAXES (P.I.L.O.T.) PROGRAM

WHEREAS, the Board requested the County Administrator to develop a Utilities Payment in Lieu of Taxes (P.I.L.O.T.) program; and

WHEREAS, the Board set the P.I.L.O.T. amount at \$600,000 annually; and

WHEREAS, the FY10 County budget includes this amount as revenue;

NOW, THEREFORE, BE IT RESOLVED by the Stafford County Board of Supervisors on this the 19th day of May, 2009 that the County Administrator be and he hereby is authorized to administer a Utilities P.I.L.O.T. program and to collect from the Utilities Fund, a P.I.L.O.T. in the amount of \$600,000 annually, with the amount to be changed annually, based on the change in equivalent dwelling units in the Utilities System.

AJR:NAC:do