

OLD TOWN SERVICE DISTRICT

FUNCTION: Old Town Service District
DEPARTMENT:
DIVISION OR ACTIVITY:

BUDGET COMMENTS:

The City Council established the Old Town Service District in 2000 which levies special assessment taxes against properties located in Old Town Fairfax; the original sunset date for the Old Town Service District is June 30, 2020. As a result of the COVID19 impact, the FY 2021 and FY 2022 special district tax rate was reduced to zero cents per \$100 of assessed value of real property and improvements. Taxes collected pursuant to this ordinance are levied for and used to provide additional government services not being offered uniformly throughout the entire City including, but not limited to, economic and business development and promotional activities intended to foster business retention; business recruitment and developer recruitment; physical improvements to public facilities which are unique to the downtown area; and planning for the acquisition and development of public spaces needed for the downtown area. Past facility improvements in the Old Town Service District include, but are not limited to, the construction of a new library, the undergrounding of overhead utility lines and road improvements throughout the Old Town Service District.

Annual debt service (principal debt of approximately \$23 million) relating to the financing of the library, which opened in January 2008, is offset by reallocating payments due for library operating costs (due to the County of Fairfax) from the County of Fairfax to the financing institution. The library is owned and operated by the County of Fairfax; however, because of the library's location in the heart of the City of Fairfax, the City is a major beneficiary.

Financing of the Old Town Service District's undergrounding of overhead utility lines and road improvements (totaling approximately \$16 million) is supported in part by revenue generated from the Old Town District special assessment and increased revenues realized and anticipated from the ongoing redevelopment of the downtown area.

The FY 2022 adopted budget reflects a decrease of \$355,052 (100.0%) from the FY 2021 adopted budget. Notable adjustments include:

- **Old Town Improvements and Expenses, a decrease of \$355,052 (100.0%)**
 - Decrease in Old Town District expenses in FY 2022.

FY 2022 Adopted Budget - City of Fairfax, Virginia

**City of Fairfax, Virginia
FY 2022 Old Town Service District
Budget Summary**

	FY 2020 Actual	FY 2021 Budget	FY 2021 Estimate	FY 2022 Adopted	Variance to Budget \$	Variance to Budget %
Fund Balance - Beginning	\$ 155,777	\$ 187,330	\$ 225,308	\$ -		
Revenues						
Old Town Sidewalk Widening	40,523	-	-	-	-	0.00%
Transfer from General Fund	100,554	-	-	-	-	0.00%
Total Revenues	\$ 141,077	\$ -	\$ -	\$ -	\$ -	0.00%
Expenses						
Old Town Redevelopment	\$ 71,546	\$ -	\$ -	\$ -	\$ -	0.00%
Old Town Improvements and Expenses	-	355,052	225,308	-	(355,052)	-100.00%
Total Expenses	\$ 71,546	\$ 355,052	\$ 225,308	\$ -	\$ (355,052)	-100.00%
Adjustments for Accrual Activity	\$ -	\$ (167,722)	\$ -	\$ -		
Available Fund Balance - Ending	\$ 225,308	\$ -	\$ -	\$ -		

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