



# FY2024

## ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Year Ended June 30, 2024





# County of Prince William, Virginia

## Annual Comprehensive Financial Report

for the Fiscal Year Ended June 30, 2024

### **BOARD OF COUNTY SUPERVISORS\***

**Deshundra Jefferson**, *Chair (at large)*  
**Kenny A. Boddye**, *Vice Chair, Occoquan District*  
**Victor S. Angry**, *Neabsco District*  
**Andrea O. Bailey**, *Potomac District*  
**Margaret Angela Franklin**, *Woodbridge District*  
**Tom Gordy**, *Brentsville District*  
**Yesli Vega**, *Coles District*  
**Bob Weir**, *Gainesville District*

### **COUNTY EXECUTIVE**

**Christopher Shorter**

*\*As of June 30, 2024*

## **Chief Financial Officer**

**Michelle L. Attreed**

## **DEPUTY FINANCE DIRECTORS**

Timothy M. Leclerc

Rocio Lamb

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# PRINCE WILLIAM COUNTY



INTRODUCTORY SECTION

## INTRODUCTORY SECTION

Letter of Transmittal

Certificate of Achievement for Excellence in Financial Reporting

Organization of the County Government





**The Board of County Supervisors**

Deshundra Jefferson, Chair

Kenny A. Boddy, Vice Chair

Victor S. Angry

Andrea O. Bailey

Margaret Angela Franklin

Tom Gordy

Yesli Vega

Bob Weir

**December 16, 2024**

**Madam Chair, Members of the Board of County Supervisors,  
And Residents of the County of Prince William, Virginia:**

We are pleased to present the Annual Comprehensive Financial Report (ACFR) of the County of Prince William (the "County") for the fiscal year ended June 30, 2024. The report presents fairly the financial position of the County, including its discretely presented component units in all material respects and demonstrates compliance with applicable legal and contractual provisions. This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. A comprehensive internal control framework designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient, reliable information for the preparation of the County's financial statements in conformity with U.S. generally accepted accounting principles (GAAP) is in place to provide a reasonable basis for making these representations. Because the cost of internal controls should not outweigh the benefits, the County's comprehensive framework of internal controls, by design, provides reasonable, rather than absolute, assurance that the financial statements are free from material misstatement. As management, we assert, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements are audited by Cherry Bekaert LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2024, are free of material misstatement. The independent audit included examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded that there is a reasonable basis for rendering an unmodified opinion that the County's financial statements are fairly presented in conformity with GAAP for the fiscal year ended June 30, 2024. The independent auditor's report is the first component of the financial section of this report.

The independent audit of the County's financial statements is part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of major federal award programs. The results of the Single Audit are reported in the compliance report, issued subsequent to the ACFR.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal complements the MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the independent auditor's report.

## Profile of the Government

Prince William County, located in Northern Virginia, approximately 35 miles southwest of Washington, D.C., encompasses an area of 348 square miles, of which 18.8 percent is federally owned land. As the second most populous jurisdiction in Virginia, the 2020 U.S. Census placed the County's population at an estimated 482,204 persons or 158,525 households. The County comprises almost 7.6 percent of the greater Washington-Metropolitan region's population, which stands at close to 6.4 million persons according to the 2020 U.S. Census.

Prince William's location in the Metropolitan Washington, D.C. area and the availability of excellent transportation options in the region is a catalyst for growth in the County, which continues to provide numerous economic advantages. Interstate 95 and U.S. Highway 1 connect the County with Washington, D.C. to the north and Richmond, Virginia to the south. Interstate 66 connects the western portion of the County with Washington, D.C. to the east and Interstate 81 to the west. Route 234/Prince William Parkway links Interstate 66 in the west with 7,000 acres designated for industrial and commercial growth. Prince William Parkway provides easy access to Interstate 95 and prime development locations through the eastern portion of the County. The County has several freight and passenger rail service alternatives available to its citizens and businesses. CSX and Norfolk Southern Railway provide freight service to the County. Amtrak passenger trains provide inter-city service to points up and down the eastern seaboard from stations in the Town of Quantico and the City of Manassas. The Virginia Railway Express provides passenger service to and from the District of Columbia from four stations within the County. Dulles International Airport, Reagan National Airport, and Manassas Regional Airport provide air transportation within easy access of the County. Within the County's boundaries are the independent cities of Manassas and Manassas Park and the incorporated towns of Dumfries, Haymarket, Occoquan, and Quantico. The cities and towns elect their own mayors and councils but rely on the County government for some services.



The County exercises local governing powers granted to it by the Virginia General Assembly. Since 1972, the County has operated under the County Executive form of government, as provided in Section 15.2-500 et seq. VA Code Ann. The governing policy-determining body of the County is an eight-member Board of County Supervisors (Board). Residents in each of the County's seven magisterial districts elect one member of the Board to serve a term of four years. The eighth member of the Board, elected at-large by County residents, serves a four-year term as Chair. The Chair and current board members took office in January 2024, following an election held on November 7, 2023, and serve until December 31, 2027.

The County provides a full range of local government services including police, fire and rescue, court administration, education, planning, development, economic development and tourism services, libraries, parks and recreational services, health and social services, public improvements, and general administration. The County's School Board and Adult Detention Center both have a financial benefit/burden relationship with the County and are reported as discretely presented component units, with the School Board issuing separately audited financial statements. A legally separate water and sewer service authority, the Prince William County Service Authority, provides sanitation services. User charges and bond financings are the primary funding sources for the Service Authority's operations and capital needs. The Authority is solely responsible for its outstanding debt and is not a component unit of the County. Local and commuter transportation services, OmniLink, OmniRide and the Virginia Railway Express (VRE), are managed and operated by the Potomac & Rappahannock Transportation Commission (PRTC), a joint venture between Prince William and Stafford Counties and the Cities of Manassas, Manassas Park, and Fredericksburg. Note (1A) in the notes to the financial statements discloses additional information on discretely presented component units and all other related organizations, joint ventures, and jointly governed entities.

The County's annual Adopted Budget for all governmental and enterprise funds serves as the foundation for financial planning, stewardship and control and is an integral part of the County's system for results-oriented government. The Board-adopted Principles of Sound Financial Management and the Financial and Program Planning Ordinance outline pertinent policies governing the budgeting process. During July through November, all agencies and departments are required to report on prior fiscal year performance, including achievement of adopted agency/department outcomes and service levels to the Office of Management and Budget (OMB) for review, analysis, and recommendations. Agency and department directors meet with staff from OMB and the Office of Executive Management (OEM) to review prior year performance and upcoming fiscal year goals, objectives, activities, outcomes, and service levels. If needed, agencies and departments are required to submit budget requests and updates to performance targets to OMB in early December. The County Executive presents a proposed budget to the Board on or before March 1 of each year for the fiscal year beginning July 1. After an extensive review and deliberation process and a minimum of two public hearings to receive resident input, the Board makes its decisions on the proposed budget and adopts a budget by April 30. The education component of the budget must be adopted on or before May 15, and the non-education component must be adopted before July 1 of each year in accordance with the Code of Virginia.

The County's Annual Comprehensive Financial Report (ACFR) is required by the Principles of Sound Financial Management and the Code of Virginia and demonstrates accountability to both residents and bondholders. The ACFR is prepared in accordance with accounting requirements promulgated by the Governmental Accounting Standards Board (GASB), and in accordance with the *Uniform Financial Reporting Manual*, issued by the Commonwealth of Virginia Auditor of Public Accounts (APA) and the guidelines established by the Government Finance Officers Association (GFOA) in its Certificate of Achievement for Excellence in Financial Reporting Award Program. The ACFR provides both detailed and summary level reports on the financial and economic state of Prince William County.

## Local Economy

Prince William County's fundamental strengths rest on a community of residents with a rich cultural identity and an enviable standard of living, marked by the County's proximity to high quality employment opportunities, education, healthcare and leisure activities. The County demographer<sup>1</sup> estimates the population at 496,322 as of second quarter 2024, a nearly three percent increase over the 2020 U.S. Census total of 482,204. Population growth is expected to rise steadily, supported by County services that promote high quality living standards, a generally stable and diverse labor force, and capacity to expand residential development. By 2050, the Metropolitan Washington Council of Governments (COG) projects the County's population will grow to almost 580,000. As the most diverse jurisdiction in Virginia and the 10<sup>th</sup> most diverse in the United States, Prince William County represents a "melting pot" of diverse cultures, races, religions, and ethnicities. According to the U.S. Census Bureau's 2022 American

<sup>1</sup> Source: Prince William County GIS: <https://demographics-pwcgov.hub.arcgis.com/pages/population-estimates>

Community Survey<sup>2</sup>, approximately 26.3 percent of the population are of Hispanic or Latino origin, 37.1 percent of residents are white, 20.0 percent are black or African American, and 9.7 percent are Asian. Approximately 26.2 percent of the County's population is under the age of 18, while 17.1 percent is 60 or above. Prince William County continues to maintain its family-oriented tradition, reflected by 27.9 percent of households containing married-couple families with children under 18 years old. An estimated 47.2 percent of employed residents work within Prince William County, while 44.0 percent are employed outside the County. The mean travel time to work is 37.1 minutes. Prince William County's median household income of \$131,047 is 45.7 percent above the statewide median of \$89,931 and 7.9 percent higher than the Washington D.C. metropolitan region median of \$121,469.

In the early days of fiscal year 2024, a U.S. recession of some form leading into the end of the prior calendar year seemed nearly inevitable as a long line of financial markets pundits leaned into the theory that monetary policy works with long and variable lags. Many believed the consequences of an aggressive interest rate hiking campaign by the Federal Reserve to quash inflation would surely begin to extract a toll on consumption and the labor market. But despite the Federal Reserve's monetary policy stance, which some market observers have defined as restrictive given the current rate of inflation, the economy has continued to grow at a healthy pace. Such has been the plight when attempting to understand the economic impacts throughout the post-pandemic cycle. While the pace of hiring and economic growth has gradually decelerated, recession calls have largely been scrapped as inflation has fallen without the rapid economic slowdown and higher unemployment forecast by many economists. But despite relatively positive sentiment emanating from economists and investors, a state of well-being is often cultivated through a lens of subjective interpretation. The simple fact is not all Americans are prospering, as evidence of a two-track economy has slowly emerged. Depleted savings, increased reliance on revolving credit, rising auto loan defaults, an increase in the duration of unemployment, and more Americans working multiple jobs are early signs of economic weakness that deserve consideration when assessing the breadth of a downturn in future economic activity.

The County's leadership team is committed to not deviate from practices that place Prince William County in an elite class of municipalities, maintaining ratings of Aaa/AAA/AAA from the three major credit rating agencies, as staff navigates an evolving economic climate. Identifying the County's strengths and vulnerabilities, combined with developing robust planning around various economic scenarios, engaging staff, and maintaining financial agility, will remain key areas of focus amid a period of slower economic growth, stubborn inflation, and potential market volatility.

The Prince William County economy is an important component of the Washington, D.C. metropolitan area economy, which is arguably one of the most dynamic in the world. Increasingly key to this dynamic economy is the abundance of technology infrastructure, namely low-cost electricity, and cable fiber, which has propelled Northern Virginia to the forefront of America's largest data center market. Currently, the Northern Virginia region is home to the highest number of data centers in the nation and the world. With the unpredictable nature of federal budgets, this rapidly flourishing industry is proving critical to diversifying the region's economy, which has historically relied on federal government spending to support growth. While Northern Virginia remains the world's largest data center market, development is starting to migrate south.

While the data center industry presents an opportunity for the County to diversify its revenue base, residential real estate tax collections remain the primary source of revenue receipts. Nearly 78 percent of the County's real estate tax base (including apartments) consists of residential housing. Slightly over 19 percent is comprised of commercial, industrial, agricultural, and public service properties and less than one percent is undeveloped land. As home values and investment in the community have increased, the Board of County Supervisors has been able to decrease the tax rate while sustaining the level and quality of services expected by residents. Below is a five-year history of the real estate tax rate per \$100 of assessed value. Notably, for FY 2025, the Board further lowered the real estate tax rate to \$0.92 per \$100 of assessed value, under the \$1 dollar mark.

<sup>2</sup> Source: [https://data.census.gov/profile/Prince\\_William\\_County,\\_Virginia?g=050XX00US51153](https://data.census.gov/profile/Prince_William_County,_Virginia?g=050XX00US51153)

| FY 2024 | FY 2023 | FY 2022 | FY 2021 | FY 2020 |
|---------|---------|---------|---------|---------|
| \$0.966 | \$1.03  | \$1.115 | \$1.125 | \$1.125 |

While mortgage rates have declined sharply since early July, housing affordability challenges, which show no signs of immediate relief for homebuyers, have remained persistent. At the time of this writing, Freddie Mac's Primary Mortgage Survey indicated the average 30-year fixed rate mortgage stood at 6.2%, a decline of approximately 1.0% from the 2024 high-mark set back in early May. Freddie Mac recently noted that "Mortgage rates have fallen more than half a percent over the last six weeks and are at their lowest level since February 2023. Rates continue to soften due to incoming economic data that is more sedate. But despite the improving mortgage rate environment, prospective buyers remain on the sidelines, as they negotiate a combination of high house prices and persistent supply shortages." Virginia Realtors' monthly Flash Survey indicated the organization's Buyer Activity Index decreased to 44 in June from 51 the prior month. Approximately 20% of realtors assessed buyer activity in their local market as "high" or "very high", while roughly 32% rated buyer activity as "low" or "very low". A separate index produced by Virginia Realtors that measures realtors' opinions about market performance three months forward decreased to 49 in June versus 51 in May. Approximately 25% of survey participants thought buyer activity over the next three months would be strong in their respective markets while 26% indicated buyer activity would decline.

| Category               | June 2024 | June 2023 | Increase/(Decrease) |
|------------------------|-----------|-----------|---------------------|
| Median Sold Price      | \$635,000 | \$550,000 | 15.5%               |
| Units Sold             | 541       | 560       | (3.4%)              |
| Active Listings        | 476       | 412       | 15.5%               |
| Average Days on Market | 10        | 11        | (9.1%)              |
| New Listings           | 547       | 507       | 7.9%                |

Source: MarketStats by Bright MLS

A leading indicator of housing market conditions is new building permit activity. From 2019 through 2023, permits issued for new construction have averaged 1,316 per year. Peak permit activity occurred in 2019, driven primarily by a surge in multi-family projects. On average, single-family permits issued represented nearly 41 percent of all activity for calendar years 2019 through 2023.

| Calendar Year  | Single Family | Townhouse | Condo/Apartment | Total |
|----------------|---------------|-----------|-----------------|-------|
| 2019           | 690           | 434       | 952             | 2,076 |
| 2020           | 738           | 581       | 164             | 1,483 |
| 2021           | 533           | 565       | 181             | 1,279 |
| 2022           | 373           | 432       | 126             | 931   |
| 2023           | 360           | 362       | 89              | 811   |
| 2024 (Jan-Jun) | 218           | 237       | 38              | 578   |

Source: Prince William Co. Development Services

Prince William County's commercial real estate sector profile remained relatively stable throughout FY 2024, led primarily by the industrial sector. According to Costar Realty Group (Costar), the vacancy rate on June 30, 2024, was 3.5 percent, a slight increase of 0.2 percent from year-end fiscal 2023. Total rentable building area (RBA) remained in a range of 55.4 - 56.2 million square feet. Virginia Realtors Q2 2024 commercial real estate report summarized the Commonwealth's office, retail and industrial markets as follows: "The office market in Virginia continues to adapt to changing demand conditions as hybrid work schedules are translating to smaller office footprints in some job markets around the state. Absorption continues to trend negative, and construction has been sluggish...Virginia's retail market had a solid second quarter. Absorption was positive, rents are climbing, and vacancy inched downward...Virginia's industrial market had a relatively slow second quarter. Absorption was flat overall, with several key regional markets experiencing negative absorption."

Personal Property Tax, the most significant single revenue source following Real Estate Tax, generated a substantial increase over the prior fiscal year, rising approximately 22.7 percent. Revenue growth was propelled by elevated values for new and used vehicles during tax year 2023, driven by inflationary impacts and lean, but improving, new-vehicle inventory levels. Furthermore, an increase in new taxable business tangible property, led by continued growth in the data center industry, also contributed to the gain. Local Sales Tax rose over the previous fiscal year, increasing approximately 2.6 percent. Robust and consistent spending behavior within the County, a strong labor market, and a relatively healthy level of aggregate consumer savings for higher income earners all combined to support the trajectory of local sales tax receipts. Business, Professional and Occupational License (BPOL) Tax and Food and Beverage Tax outperformed original expectations as well, increasing roughly 12.4 percent and 9.7 percent, respectively. The same factors that drove sales tax collections buttressed BPOL and Food and Beverage Tax collections.

Prince William County's labor market retained a relatively healthy profile during FY 2024, highlighted in part by a modest increase in the unemployment rate to 2.9% from 2.8% at the end of the prior fiscal year. Over the final quarter of FY 2024, data published by the Bureau of Labor Statistics indicated the labor force increased to 260,727 from 258,139 and the number of employed residents rose by 1,220. The total number of unemployed citizens increased by 1,368. While the availability of granular data to assess the health of the County's job market at a sector level is limited, a leading indicator that can be utilized to measure labor market conditions are initial claims for unemployment insurance. During the quarter, average initial claims per month decreased to 422 versus a per month average of 491 over the prior quarter. Considering the trajectory of claims over the quarter, a reasonable conclusion can be made that evidence of broad-based labor market weakness has remained subdued.

According to data from the Bureau of Labor Statistics' Quarterly Census of Employment and Wages, at-place employment in Prince William County grew 3.4 percent to 141,104 in the 1<sup>st</sup> quarter of 2024 from 136,495 versus one year prior. Establishments of employment in the County decreased 8.8 percent to 10,558 in the 1<sup>st</sup> quarter of 2024 compared to 11,580 the previous year. By comparison, Washington D.C. Metropolitan area establishments contracted by 3.1 percent and statewide establishments shrank by 9.5 percent over the same period. The largest employers in the County are Prince William County Schools, Prince William County Government, the U.S. Department of Defense, Walmart, and Sentara Healthcare/Potomac Hospital Corporation. Average weekly wages in Prince William County rose 2.8 percent to \$1,134 during the 1<sup>st</sup> quarter of 2024 versus \$1,103 for the same period one year prior. In contrast, average weekly wages in the Washington D.C. Metropolitan area increased 5.6 percent to \$1,986 from \$1,880, while Virginia weekly wages increased 5.2 percent to \$1,554 from \$1,477 over the same time frame.

With the core of Prince William County's general fund revenues supported by residential property tax, personal property tax and sales tax, the County depends heavily on its housing stock and consumer spending to maintain its prosperity and levels of local government services. While the County's economy has demonstrated buoyancy in the post-pandemic period, a high level of uncertainty remains around the future path of economic growth against a backdrop of stubborn inflation and a softening labor market. County leadership continues to closely monitor economic conditions in both the nation and the Commonwealth, as well as regionally and locally. County leadership has also evaluated the County's liquidity to meet its obligations and believes sufficient liquidity exists without the need to access external funding for operations. County staff are confident that strong financial policies and practices and a sufficient general fund balance position Prince William County to effectively manage the uncertainty of current and future economic conditions.

## **Long-Term Financial Planning**

The County adopted its Principles of Sound Financial Management in 1988, with the most recent update to these long-standing Principles occurring in July 2024. The Principles establish a foundation for the fiscal strength and stability of Prince William County government and provide overarching guidance for prudent fiscal management. In 1989, the Board also codified a Financial and Program Planning Ordinance. The purpose of this ordinance was to provide a framework for planning government services, allocating resources to those services, and providing accountability for achievement of budgeted service levels. Adhering to these Principles and the Ordinance has

enhanced the County's image and credibility with the public, investors, and credit rating agencies. In fact, each year the County Executive reports on the County's compliance with the Principles to the Board.

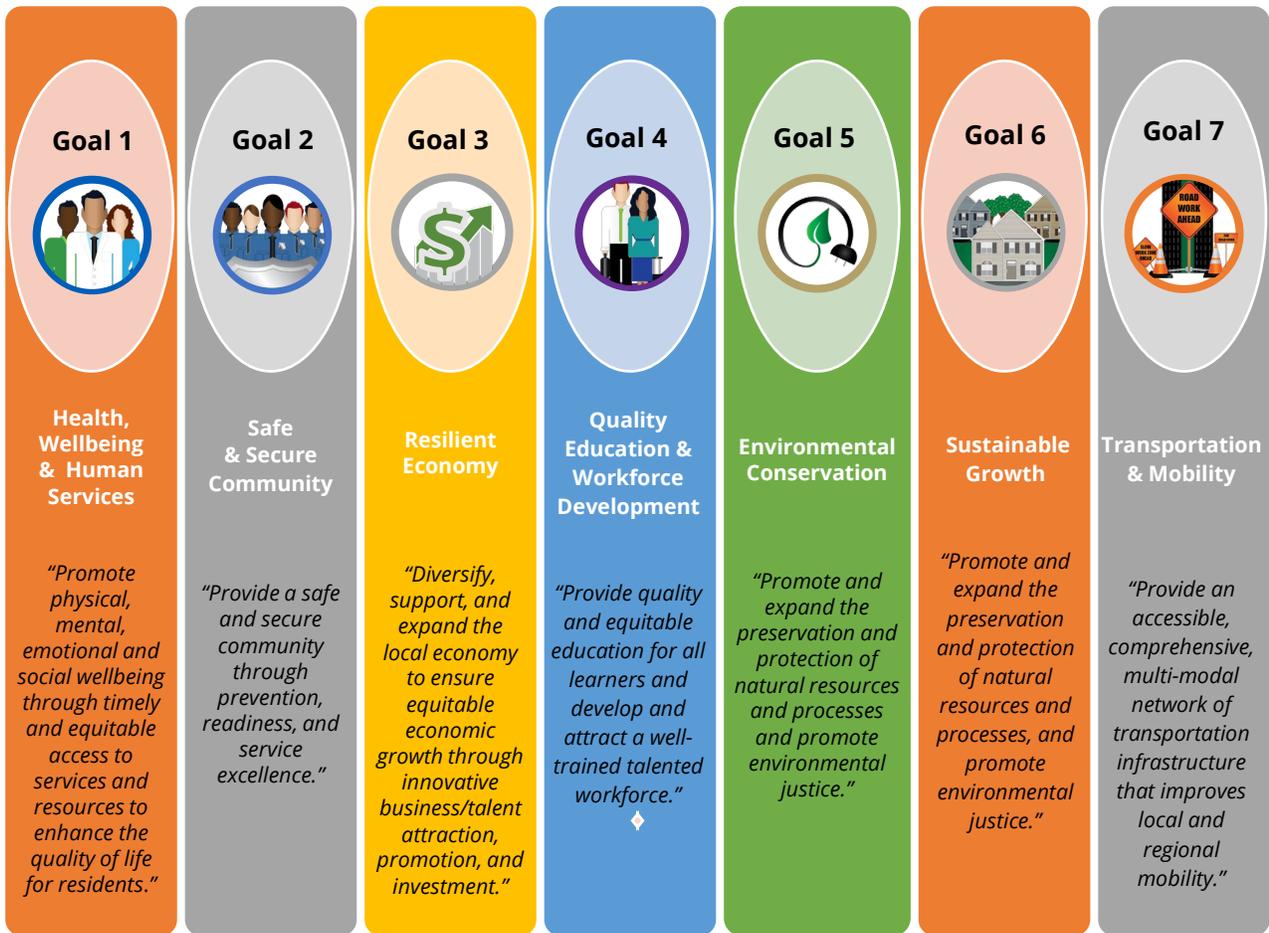
Credit ratings link strongly to the financial management of a local government and the economic climate. The County seeks to consistently maintain a strong financial position as evidenced by its "AAA/Aaa" status from the three major credit rating agencies, a distinction only 53 counties hold nationwide and a measure that less than one percent of the roughly 19,000 local governments throughout the country have achieved. The triple-AAA/Aaa ratings are also reflective of the County's position as a key economic engine in the Washington-metropolitan area. The County's superior bond ratings and outstanding credit affirms its status as a fiscally responsible and sound local government.

A significant factor in the County's "AAA" bond rating from Fitch Ratings, "Aaa" bond rating from Moody's Investors Service and "AAA" bond rating by S&P Global Ratings is the Board's and management's consistency in implementing and adhering to multi-year financial plans, a practice that requires regular long-term financial planning of operating and capital requirements for general government and enterprise operations. As outlined in the Financial Planning and Program Ordinance and the Principles of Sound Financial Management, five-year revenue and expenditure projections are presented to the Board during the annual budget process. This projection process helps the Board gauge the multi-year impacts of fiscal decisions and weigh the corresponding implications of tax rates and other revenue sources. A five-year budget plan prepared by the Prince William County Schools combined with the five-year budget plan prepared by the County give a total picture of the General Fund requirements. The Board approved the most recent five-year budget plan in April 2024 for fiscal year 2025 to fiscal year 2029. Integral to the establishment of five-year plans is the County-School Revenue Sharing Agreement, originally adopted by the Board of County Supervisors and the County School Board in 1998. The current Agreement splits the County's General Revenues, 57.23 percent to the School System and 42.77 percent to the County.

The Adopted Budget implements the Board's policy guidance and works to achieve the community's Vision and Strategic Goals. The Board's adopted vision acknowledges that individuals, families, and businesses make a calculated decision to locate in the County. However, the reasons they come and the expectations they bring with them for how the County should evolve are wide-ranging. The Vision set forth in the County's Strategic Plan states:

***"Prince William County is a diverse community striving to be healthy, safe, and caring with a thriving economy and a protected natural environment."***

The Board has identified that accountability, communication and engagement, equity & inclusion, innovation, and integrity are essential and consistent factors that families, individuals, and businesses rely upon when choosing to locate in the County and are therefore guiding values used in the development of their Strategic Plan. The adopted strategic goal areas included in the 2021-2024 Strategic Plan (adopted in July 2021) are Health, Wellbeing, & Human Services, Safe & Secure Community, Resilient Economy, Quality Education & Workforce Development, Environmental Conservation, Sustainable Growth, and Transportation & Mobility—with objectives, action strategies, and key performance indicators for each goal area. This Plan is used to guide decisions about resource allocation in the FY 2025 through FY 2029 annual budgets. The goal statements associated with each of these seven goal areas are as follows:



For the past several decades, the County has independently conducted regular community surveys to gauge resident satisfaction with existing services, including overall satisfaction with the quality of life and identify areas for improvement. More than half of residents surveyed assigned top scores to the quality of services provided by the County and the overall quality of life within the County. Results of these surveys help the County make decisions and achieve the strategic vision of being a healthy, safe, and caring community with a thriving economy and a protected natural environment.

Each year, the County prepares a six-year Capital Improvements Program (CIP), adopted by the Board, and included in the Adopted Budget. The CIP specifies the capital improvements and construction projects scheduled for funding over the next six years to maintain or enhance the County's capital assets and delivery of services. The County's adopted policy documents, including the Strategic Plan, the Comprehensive Plan, and the Principles of Sound Financial Management guide the development of the CIP.

Capital improvement projects over the next six years for the County government total approximately \$1.35 billion. The major projects address transportation, community development, human services, public safety and technology infrastructure and improvements, all key focus areas of the County's Strategic Plan. The fiscal year 2024-2030 CIP provides \$779.2 million for transportation roadway and sidewalk improvement projects; \$88.8 million for human services projects, namely a new Crisis Receiving Center, Juvenile Services Center, an eastern Homeless Navigation Center; \$16.4 million for countywide space initiatives, technology improvements, underground tank replacements, Woodbridge Library/Senior Center and environmental sustainability efforts; \$282.9 million for public safety projects, including \$27.8 million for the expansion of the Public Safety Training Center, \$210.7 million for the renovation and expansion of the Judicial Center, \$18.4 million for a new Fire & Rescue Station 27, and \$26.0 million for

renovations/rebuilds at existing fire & rescue stations; \$180.2 million for community development projects, including \$57.9 million for various parks and recreation projects such as improvements/expansions at Howison Park, Doves Landing Park, Neabsco District Park, Fuller Heights Park, Locust Shade Park, Hellwig Park, and the Potomac Heritage National Scenic Trail as well as other greenway and park facility improvements; \$52.6 million for landfill related capping and lining projects; \$36.5 million for watershed management projects; and \$33.2 million for various building and facility capital maintenance projects. ci

The fiscal year 2025 capital projected expenditures for the County government are estimated at \$233.1 million. Funding sources for County projects include the general fund and capital reserve, debt, American Rescue Plan Act (ARPA) and other state/federal revenues, fire levy, stormwater management and solid waste fees, proffers, recordation tax revenue designated for transportation, Northern Virginia Transportation Authority (NVTa) and other miscellaneous sources.

The School Division also prepares a multi-year CIP, a management tool for planning future facility projects, including school additions and renovations, and new school facilities. The School Division's final CIP totals approximately \$962.7 million for fiscal years 2025 to 2029.

## Relevant Financial Policies

As outlined in the Principles of Sound Financial Management, current expenditures are funded with current revenues and other resources. The County does not balance the current budget at the expense of meeting future years' expenditures, nor shall unassigned General Fund balance be used to finance current operations, except in emergencies. Furthermore, the County is required to maintain healthy reserves, with a 2 percent of general fund revenue "Revenue Stabilization Reserve" requirement and a 7.5 percent of general fund revenue "Unassigned Fund Balance" requirement, both designed to position the County with sufficient working capital and a margin of safety to withstand local and regional emergencies, economic shocks, and unexpected declines in revenues without borrowing. A new "Data Center Revenue Stabilization Reserve" was established by the Board in 2024, designed to shelter the County from declines in tax revenues from the fast-growing data center industry. In addition, the Principles require the County maintain a capital reserve with a minimum balance of two percent of the current capital projects fund appropriations included in the Adopted Six-Year Capital Improvement Program. This reserve is designed to provide working capital and a margin of safety to withstand unexpected, but necessary, project cost overruns without additional borrowing. Finally, the County maintains a \$3 million "Economic Development Opportunity Fund Reserve" providing a source of working capital that can be used to incentivize economic development in key targeted industries. This reserve supports the Board's "Resilient Economy" strategic goal of growing the commercial tax base.

## Major Initiatives

The County's major initiatives focus on achieving its Strategic Goals. Some of the highlighted initiatives of the Strategic Goal areas are as follows:



**Health, Wellbeing and Human Services** – The FY 2025 Adopted Budget supports vital services for vulnerable families and individuals, including the financing and operating costs for the newly acquired Crisis Receiving Center (CRC) which will provide capacity and access for adolescents and adults experiencing mental health and substance use crises, thereby reducing time to treatment.

The FY 2025 Adopted Budget creates an affordable housing/dwelling unit program pursuant to developing a housing ordinance for affordable dwelling units and creating a housing trust fund for executing the ordinance. The budget includes staffing for the new office in the Office of Housing and Community Development as well as annual contributions to the affordable housing trust reserve for future use. The FY 2025 contribution to the affordable housing trust reserve is \$5.5 million and the total contributions programmed in the adopted five-year plan is \$26.0 million. Community partner organizations serving the County are also supported with \$4.1 million in the FY 2025 Adopted Budget. Capital improvement funding is provided in the Six-Year CIP for the Juvenile Service Center to include the construction of a new 41,000 square-foot services facility and a new 19,000 square-foot youth shelter.

The new facilities will be constructed in two phases, with the services facility as phase one and the youth shelter as phase two. The new facilities will be co-located on the same site, which will allow for greater collaboration among staff and increase operational efficiencies by combining shared services, e.g., food, laundry, maintenance, and medical. The Six-Year CIP also includes funding to support the capital build-out of the CRC. The CRC will provide adult behavioral health crisis services, including 16 short-term crisis beds and 16 23-hour observation recliners, The CRC will provide youth behavioral crisis services, including eight crisis beds and eight 23-hour recliners. The CRC includes additional square footage to fully expand youth services in the future. Finally, funding is included for a new eastern end, approximately 30,000 square feet, Homeless Navigation Center (HNC). The HNC will provide overnight, temporary, emergency sheltering and wrap-around services for up to 50 adults experiencing homelessness. A homeless Drop-In Center program will also be part of the programming. The new facility will provide for increased cooperation and coordination between community partners to address individuals' needs, thereby decreasing the number of people experiencing homelessness.

Wellbeing is largely impacted by one's quality of life and the Strategic Plan calls for the County to enhance multi-generational community enrichment and community engagement that contribute to a healthy community. Parks and recreation facilities are an essential service in Prince William County and are often a standard indicator for measuring quality of life. The abundance, variety, and quality of recreational offerings often correlates with how a community ranks on livability in citizen satisfaction surveys. In addition to fostering physical and emotional well-being, communities leverage parks and recreation facilities to tell a community's story, create a sense of place, and bridge social divides. The Prince William County Department of Parks & Recreation (DPR) manages 5,000+ acres of parkland comprised of more than 80 park properties and 60+ miles of trails. DPR operates a diverse portfolio of recreational facilities, services, and programs, hosting many patrons annually and providing unique leisure experiences for residents of all ages, abilities, and recreational interests. During 2022-2023, the Board allocated over \$17 million of ARPA funding to various park related capital projects. Completed or substantially completed during FY 2024 were several ARPA funded projects including a shelter replacement at Birchdale Park Playground, parking lot paving at Catharpin Park, and improvements to Splashdown Waterpark and Brittany Park as well as the Occoquan Greenway Segment 3 Bridge, a locally funded project.

Parks are so important to residents that voters approved a \$41 million park bond referendum on November 5, 2019, along with the mobility bond referendum. \$20 million was approved for countywide trail, open space, and accessibility projects. \$6 million each was approved for Fuller Heights Park expansion, improvements to Howison Park and the construction of a new community park -- Neabsco. Finally, \$3 million was approved for the construction of artificial turf fields at Hellwig Park. The debt service for these planned park bond projects is planned in the County's Adopted Budget and Five-Year Plan.



**Safe & Secure Community** - The Board's ongoing commitment to keeping the community safe and secure is evident in the FY 2025 Adopted Budget. The budget includes the creation of a new Office of Youth Services to coordinate community-based prevention, intervention, and diversion services in collaboration with both the County's Community Safety Initiative and Prince William County Schools.

Services will be provided to disconnected and low-, moderate-, and at-risk youth. This office was created in response to the Juvenile Justice Improvement Project Report accepted by the Board in December 2021. \$6.4 million is included for the Police Department staffing plan. This initiative provides twenty sworn positions consisting of thirteen Police Officers, three Master Police Officers, one Police Sergeant, two Police First Sergeants, one Police Lieutenant, and three civilian positions. Total budgeted expenditures include vehicles, one-time equipment, training, and technology costs associated with these positions. There are an additional twenty sworn officers, and three civilian positions programmed in FY 2026 of the Five-Year Plan. The FY 2025 Budget also includes funding for one-time capital equipment and facility upgrades critical for the continuity of the Adult Detention Center operations. Facility upgrades and the replacement of aging capital components and equipment include Central HVAC upgrades, IT Server Room Waterproofing, Cooling Tower Motor Replacement, Flooring Replacement, Maintenance Equipment Replacement, and Transport Van. Approximately \$12.1 million is included for apparatus and vehicle replacements as well as sinking fund contributions for the fire and rescue system and funding is included to hire and train ten full-time equivalent positions to staff the medic unit at the new Fire and Rescue Station 27, slated to open in July 2026. Lastly,

\$15.4 million is included in the FY 2025 Adopted Budget to incorporate the articles contained in the ratified Collective Bargaining Agreement (CBA) with Prince William County Police Association (PWCPA) and the International Association of Fire Fighters (IAFF). The County's bargaining representatives began negotiations with the representatives of both the IAFF and the PWCPA in June 2023. In early October 2023, the County reached a tentative CBA with both the IAFF and the PWCPA. The PWCPA ratified their CBA on October 19, 2023 and the IAFF ratified their CBA on October 26, 2023. The BOCS ratified both CBAs on January 16, 2024.



**Resilient Economy** – Prince William County has become a hub of steady economic growth and business stability, driven by a well-crafted, multifaceted economic development strategy. This approach supports a dynamic, resilient, and diverse economy that broadens the commercial tax base, creates sustainable, well-paying jobs, and enhances quality of life for all residents. With over 10,000 businesses operating locally, the County has seen a remarkable 30% increase in business growth over the past decade. Since 2014, Prince William County has also added more than 24,000 jobs, bringing the total number of local employment opportunities to over 140,000.

*Our Strategic Targeted Industry Program Approach* - The Department of Economic Development and Tourism (the Department) leads the County's economic growth strategy, with a focus on attracting and retaining companies within key "targeted industries"—sectors identified for their high potential economic impact based on current and projected market trends. These targeted industries include, but are not limited to, life sciences and biotechnology; medical networks; information communication technology; federal government contracting; corporate facilities; retail and destination tourism; and supply chain logistics and last-minute distribution.

Through this targeted approach, the Department has successfully attracted and supported companies making significant capital investments and creating thousands of well-paying jobs in the County. From July 2014 to July 2024, the Department collaborated with companies to complete 283 projects, of which 207 (81%) were in targeted industries. These companies collectively committed approximately \$16.9 billion in investments and planned to add over 9,536 jobs to the County's economy.

*Nurturing Life Sciences and Biotechnology* - Over the past decade, Prince William County has cultivated a thriving ecosystem for life sciences, establishing itself as an emerging hub within the Greater DC metro area. This journey began in 2014, when the Department initiated efforts to attract and support life sciences companies, ultimately overseeing 63 projects involving new locations and expansions. These initiatives represent approximately \$476 million in committed investments and over 701 new jobs added to the local economy.

Recognizing the region's need for accessible wet laboratory space for early-stage companies, the County launched the Prince William Science Accelerator in 2014. This 9,000-square-foot public-private facility in Innovation Park, Manassas, offers nine fully built-out wet lab spaces, tailored to meet each tenant's needs in an innovative environment conducive to entrepreneurial research and product development. Refurbished in 2024 and repositioned as Endeavor 234, the incubator space now supports eight promising start-ups.

As the life sciences ecosystem continued to expand, the demand for additional wet lab space increased, particularly among Endeavor 234 graduates. In response, the County partnered with Holladay Properties to open the Northern Virginia Bioscience Center in 2022—a 30,000-square-foot facility designed to provide advanced commercial wet lab space for early-stage life sciences ventures. Currently, the NOVA Bioscience Center is home to four tenants, including two Endeavor 234 alumni, collectively leasing fifty percent of the facility. Through these strategic developments, Prince William County has nurtured a robust life sciences ecosystem poised for continued growth and innovation in the years to come.

*Catching the Innovation: Placemaking Picks Up the Pace* - Innovation Park's journey as a center of life sciences and technology began with its founding in the late 1990s, anchored by George Mason University's Science and Technology Campus. This partnership laid the foundation for a dynamic, collaborative environment, combining the university's research strengths with the County's vision for economic development. Initially, the park's primary goal

was to promote high-impact research and attract companies in fields like life sciences, biotechnology, and information technology, leveraging Mason's expertise as a launchpad.

Over time, the park's growth accelerated, drawing major players such as American Type Culture Collection, Corning Life Sciences, and the Mason/NIH BSL-3 Biomedical Research Laboratory. As Innovation Park evolved, new clusters emerged, including a forensic science and criminal justice cluster anchored by the FBI Northern Virginia Resident Agency and the Virginia Department of Forensic Science's Northern Laboratory. Today, more than 50 companies operate within Innovation Park, collectively employing approximately 3,500 people. Since 2014, the Department has played a key role in supporting this growth, facilitating projects with 97 companies that announced approximately \$7 billion in intended investment and over 1,500 new jobs at Innovation Park.

Now, the next phase of Innovation Park is underway with the construction of Innovation Town Center and University Village, a master-planned, mixed-use community that includes two million square feet of commercial space and 2,662 residential units. Beginning with the construction of student housing, this project fulfills a long-held vision to create a vibrant, integrated community around the George Mason University campus. This new phase cements Innovation Park's role as a centerpiece of Prince William County's commitment to placemaking, blending commercial, residential, and academic elements into a cohesive community for work, learning, and innovation.

*Engineering a Data Center Backbone* - Data centers are attracted to the County due to ample developable land, reliable power and water access, and a strategic location outside major disaster zones. Today, Prince William County plays a pivotal role in the Northern Virginia data center market—the largest in the world. As of August 2024, the County was home to 48 data center buildings encompassing 9.2 million square feet of operational space, with an additional 11 buildings under construction, representing approximately three million square feet of future data center capacity. Since 2014, data center companies have announced investments totaling approximately \$16.3 billion, creating nearly 1,932 new jobs.

Recognizing the growing importance of this sector, the County has designated nearly 9,700 acres as a Data Center Opportunity Zone Overlay District, aimed at supporting continued data center expansion. In a proactive move to align development with future needs, the County has also initiated a zoning text amendment process to review and refine these zone boundaries. This commitment underscores the County's role as a critical infrastructure hub, meeting the ever-increasing demands of the digital economy and positioning itself as a leader in the global data center industry.

*Positioning Government Contracting Growth* - Prince William County's strategic location, just 20 miles from Washington, D.C., offers unique opportunities for growth, especially for companies in the federal contracting sector. Proximity to major federal agencies, contractors, and military installations like Marine Corps Base Quantico and Fort Belvoir, along with access to attractive, cost-competitive office real estate—particularly along the I-95/US 1 Corridor—makes the County an ideal destination for federal contracting operations.

Since 2014, the Department has supported 24 federal contracting projects, with companies announcing plans to invest approximately \$373 million and create around 888 new jobs. These assets position Prince William County as a prime location for growth, providing federal contractors with the infrastructure, resources, and access needed to thrive.

*Building Programs for a Resilient Business Community* - While Prince William County celebrates its success in attracting targeted industries, it understands that creating a strong, resilient, and inclusive economy also requires a focus on broader community-building and placemaking efforts. To achieve this, the County has identified redevelopment, small businesses, and entrepreneurship as essential drivers of economic vitality.

Since 2019, the Department has developed dedicated programs to support these areas, helping to transform underutilized spaces, empower local entrepreneurs, and foster a thriving small business environment. These

initiatives are designed not only to strengthen the local economy but also to create vibrant, interconnected communities where businesses and residents alike can flourish.

The Department's Redevelopment and Revitalization program is strategically focused on creatively re-imagining and revitalizing the County's built environment, aligning with the vision set forth in the County's comprehensive plan. Redevelopment and revitalization require vision, commitment, coordination, and strategic partnership to breathe new life into established areas, such as the I-95/US Route 1 Corridor, Sudley Road/I-66 Corridor, Opportunity Zones, Small Area Plans, and a Mixed-use Zoning District. These projects present unique placemaking opportunities that go beyond economic growth; they enrich the community by enhancing existing infrastructure, amenities, and public spaces. In doing so, these redevelopment efforts increase tax revenues, create jobs, and ultimately contribute to a higher quality of life for all County residents.

Completed projects include:

- Belmont Logistics – Woodbridge (2024)
- Sprouts Supermarket – Manassas (2023)
- Amazon Fresh – Manassas (2023)
- 95 East Distribution Center – Woodbridge (2023)

Ongoing projects include:

- Quartz District (mixed-use town center) – Dale City
- Riverside Crossing (mixed-use town center) – North Woodbridge
- Potomac Shores (mixed-use town center) with VRE Station House and parking garage – Dumfries
- I-95 Commerce Center – Dumfries

Prince William County has made affordable housing a priority, recognizing it as essential to sustainable economic development and community well-being. By focusing on affordable housing, the County is ensuring that workers across income levels can live closer to their jobs, reducing commute times, improving quality of life, and enhancing productivity.

This commitment to affordable housing strengthens the County's ability to attract and retain a diverse workforce, which fuels business growth and competitiveness by providing companies with access to the skilled talent they need to thrive. By prioritizing affordable housing, Prince William County is investing in economic resilience, social equity, and a vibrant community that benefits both businesses and residents.

Recent projects include:

- Park Landing – Woodbridge
- The Landing @ Mason's Bridge – Woodbridge
- Jefferson Plaza - Woodbridge

In 2019, the Department launched its Small Business Development program, prioritizing education, resources, and community building for Prince William County's small business ecosystem. Through a collaborative agreement with the Mason Small Business Development Center (SBDC), the program delivers no-cost educational workshops, expert counseling, and essential resources to equip small business owners with the tools they need to thrive. To date, the Mason SBDC has provided 4,533 counseling sessions to local entrepreneurs, fostering over \$50 million in capital formation and creating 694 new jobs.

Building on this foundation, the Department expanded its support in 2020 by recruiting a dedicated Small Business Development Manager focused on working closely with local businesses. The Department is now adding a second manager to enhance outreach and assistance. Since the program's inception, the Department has directly supported 2,493 small business owners in their efforts to start, sustain, and grow, contributing to a robust and connected business community.

High-growth startups drive innovation and economic development, and the IGNITE Startup Grant exemplifies Prince William County's commitment to fostering entrepreneurial growth. Launched as a pilot in 2020 with Coronavirus Aid, Relief, and Economic Security (CARES) Act funding, the IGNITE program awarded \$600,000 to local startups across 2021 and 2022. Building on this success, the program was relaunched in 2023 with new funding from ARPA and a strategic award tier of up to \$100,000 for startups demonstrating successful performance metrics. In 2024, more than \$400,000 was granted through the program to eligible entrepreneurs and the IGNITE program has since become a cornerstone in establishing a vibrant entrepreneurial ecosystem within the County, supporting novel technologies and sound business practices as foundational elements of economic development.

*Attracting Visitors with Destination Marketing* - Tourism plays a key role in the County's economy, boosting local revenue and enhancing the quality of life for current and future residents, as well as workforce. This sector enriches the community with amenities, recreational options, and attractions that bolster regional appeal, making Prince William County a Top 10 locality in Virginia for visitor spending.

According to a 2022 Tourism Economics study for the Virginia Tourism Corporation, Prince William County ranks 8<sup>th</sup> out of 133 Virginia municipalities, with travel-related expenditures generating over \$674 million and supporting more than 5,300 jobs. This robust tourism sector continues to exceed revenue projections, with transient occupancy tax revenues reaching \$5.52 million in fiscal year 2023 and \$5.13 million in fiscal year 2024, reinforcing the sector's contribution to the County's long-term growth and prosperity. Attractions such as the National Museum of the Marine Corps, Manassas National Battlefield Park, Jiffy Lube Live Amphitheater, and Potomac Mills Mall draw hundreds of thousands of visitors annually, supporting a tourism economy poised for significant growth over the next decade.

The expansion of tourism directly aligns with the County's strategic goals to create vibrant community spaces and recreational options, which contribute to a high quality of life. Projected growth across segments like military and government travel, business tourism, sports events, leisure, and social occasions will continue to attract both visitors and long-term residents. With a lodging capacity of 54 hotels offering over 5,000 rooms and three more hotels scheduled to open by 2025, the County is prepared to meet the rising demand. Future investments in attractions will not only serve visitors but also enhance amenities for residents, strengthening community identity and engagement.

Outdoor and cultural offerings are central to the County's community-oriented approach to tourism. Prince William County's outdoor assets include over 38 square miles of public green space—the largest in the Washington, DC metropolitan area—featuring 155 miles of trails, golf courses, state parks, and scenic water recreation options. Arts and cultural attractions, like the Hylton Performing Arts Center and a flourishing craft beverage scene with over 23 wineries, distilleries, and breweries, provide diverse entertainment that enriches both the visitor experience and local lifestyle.

The County's expanding role as a sports tourism destination, highlighted by recent major events such as the 2024 Ladies Professional Golf Association (LPGA) Solheim Cup and youth sports tournaments, promotes community-building and boosts local spending. Exceptional transportation infrastructure, including proximity to two major international airports and convenient access via interstates and rail, enhances the County's accessibility and appeal to both residents and tourists.

Prince William County's forward-looking tourism strategy is also bolstered by recent developments: an agritourism and arts overlay district, new investments in the lodging, dining, and retail sectors, and plans for large-scale attractions like a \$400 million+ gaming emporium in Dumfries. Additionally, nearly a dozen new event venues make the County a prime location for weddings, meetings, and social occasions, attracting event-based tourism that supports local businesses.



**Quality Education & Workforce Development** - Over the years, the Board of County Supervisors has demonstrated a steadfast commitment to a quality public school system in Prince William County. The School Board has adopted a vision where “Every student will graduate on-time with the knowledge, skills and habits of mind necessary to create a thriving future for themselves and their community” with a commitment to (1) learning and achievement for all, (2) positive climate and culture, (3) family and community engagement and (4) organizational coherence. The School Division is organized to focus on meeting the needs of its students and employees while managing 100 schools and education centers, along with numerous administrative and support facilities, serving students in grade pre-kindergarten through twelve. Governed by an eight-member elected School Board, Prince William County Schools is the second largest of 131 school divisions in Virginia and the 34<sup>th</sup> largest school division in the country and employs over 16,000 teachers, administrators, and support personnel. The current School Board members were elected in November 2023 and serve a four-year term beginning January 1, 2024. The September 2024 student enrollment count for all Prince William County Schools is 90,709 students, down 482 students from FY 2024 to FY 2025.

The School Division's FY 2025 Adopted Budget includes \$81 million to address compensation across the school system, \$20 million for operating costs associated with new students and new schools, \$4 million for school repairs and renovations, and \$48 million in strategic investments in all four commitments. These investments include many new full-time positions such as teacher assistants, reading specialists, administrative interns, social workers, contracted school security officers, community safety officers, bus service attendants, data analysts, telehealth coordinator, assistant directors of student activities, and a parent liaison as well as magnetometer security staffing supplements, case management stipends, international faculty, and 800 MHz radio replacements.

The School System remains committed to providing a world-class education to its students and is a state leader in producing better student achievement results at a lower taxpayer cost. As testament to the quality of education received by students in Prince William County, 92 schools earned Virginia accreditation for the 2023-2024 school year based on recent performance measures, according to Virginia Department of Education (VDOE). Three schools received accreditation with conditions. Schools can achieve academic benchmarks for each indicator by using their current performance, their pooled three-year average, or by showing significant improvement over the prior year. Based on their performance, schools are awarded a designation of accredited, accredited with conditions, or accreditation denied. Two Prince William County elementary schools earned VDOE's Highest Achievement Award for 2024-2025 under their Exemplar School Recognition Program, an honor held by only 92 of the Commonwealth's 1,823 schools, and five high schools earned the Continuous Improvement Award. VDOE also recognized 13 Prince William County Public Schools (PWCS) as 2024 Virginia Purple Star schools, including eight first-time designees and five renewals. These newly designated schools join 39 existing PWCS Purple Star schools, bringing the total to 47. The Virginia Purple Star Designation is awarded to military-friendly schools that have demonstrated a major commitment to students and families connected to our nation's military. This impressive achievement means that nearly half of all County schools now hold the Purple Star Designation. The U.S. Department of Education named one elementary school in Prince William County a 2024 National Blue Ribbon School. The National Blue Ribbon Schools Program recognizes public and private elementary, middle, and high schools based on their overall academic excellence or their progress in closing achievement gaps among students and is an achievement held by only 356 schools across the nation and eight in Virginia for 2024.

The Virginia Department of Wildlife Resources (DWR) recognized 13 Prince William County schools for the 2023-2024 school year as Virginia Naturally Schools. As the Commonwealth's official environmental education school recognition program, DWR's Virginia Naturally School program honors exemplary efforts undertaken to increase environmental awareness and stewardship among K-12 students. In addition, the U.S. Department of Education recognized two County elementary schools as 2024 Green Ribbon Schools, the only two schools in Virginia chosen for this award based on high achievement in the three U.S. Department of Education Green Ribbon Schools (ED-GRS) Pillars: reducing environmental impact and cost, improving health and wellness, and providing effective environmental education.

The School Division's 94.3% on-time graduation rate for 2023-2024 exceeds both the state and national averages. 61.4% of Advanced Placement exams taken by Prince William County students during the 2023-2024 school year yielded a score of three or higher. In fact, the School System's 2024 graduates were awarded more than \$123 million in scholarships, a \$4 million increase over the scholarships awarded to the class of 2023. The School Division also reported positive gains in Standards of Learning (SOL) pass rates, outperforming state averages for 2023-2024.

The School Division opened the first three-story elementary school in Prince William County for the 2023-2024 school year, Innovation Elementary School. The beautiful, state-of-the-art school in the Brentsville magisterial district, serves students in Pre-K through fifth grade and reduces overcrowding in the Sudley corridor of Prince William County. Construction was also completed on the Independent Hill Garage, the School Division's newest fleet facility located on Joplin Road, and a new practice field turf was installed at Brentsville High School. Roof replacements were completed at Forest Park and Osbourn Park High Schools and a roof replacement is in progress at Rippon Middle School. Renovation projects completed include construction at Hylton High School, Parkside Middle School, Signal Hill Elementary School, and Bristow Run Elementary School. Renovations at Cedar Point and Swans Creek Elementary Schools are currently in progress and expected to be completed by fall 2025. Upcoming renovations include Graham Park Middle School and Brentsville Transportation Center. Minor projects are also scheduled for Gar-Field, Osbourn Park, and Woodbridge High Schools. Currently under construction is a new Woodbridge area elementary school. Emerging projects over the next five years include a 30-classroom addition to The Nokesville School, a new Potomac Shores area elementary school, additions to Pennington Traditional School and Washington-Reid Elementary School, renovations at Ann Ludwig School, replacement of the Global Welcome Center, and a new 14<sup>th</sup> high school. Other projects included in the School Division's CIP include Division-wide security upgrades, HVAC projects, LED lighting replacements, and solar installations as well as window replacements at Parkside Middle School, a roof replacement at Bull Run Middle School, and renovations at Fred M. Lynn Middle School and Vaughan Elementary School. In September 2024, the School Board celebrated the groundbreaking on a replacement building for Occoquan Elementary School. Once complete (scheduled for beginning of 2026, the new modern facility will be the County's first "Net-Zero" school, featuring solar arrays on the roof and site canopies, an HVAC mechanical system using geothermal wells, and natural daylight optimized to all learning spaces with solar glare control.

The Association of School Business Officials International (ASBO) awarded Prince William County Public Schools (PWCS) the Certificate of Excellence in Financial Reporting (COE) for the fiscal year 2023. This award represents a significant achievement and recognizes that the County's School System meets the program's high standards for financial reporting and transparency.



**Environmental Conservation** – The County's 2021–2024 Strategic Plan promotes the preservation and protection of the natural environment as the foundation for public health, welfare, and quality of life. Approximately \$1.2 million was included in the FY 2025 Adopted Budget for investment in watershed improvements. This initiative addresses the County's Municipal Separate Storm Sewer System (MS4)

permit requirements for permit cycle deadlines in 2028. The deadline to comply with required reductions in nitrogen, phosphorous, and sediments has accelerated eighteen months from December 30, 2029 to June 30, 2028. County watershed capital projects included in the CIP are stream restorations, best management practices, stormwater management facility retrofits, culvert modifications, channel improvements, and drainage improvements to reduce flooding and erosion problems and/or improve water quality within countywide watersheds. Design and construction for watershed improvement projects occur on a phased basis as specific projects are identified in watershed studies, and through the inspection process or based on complaints received. Planned and ongoing projects for FY 2025-2030 are in the Bull Run Watershed, Broad Run Watershed, Neabsco Creek Watershed, Occoquan River Watershed, Powells Creek Watershed, and Quantico Creek Watershed. One-time funding is also included for Phase 2 of the Flood Resiliency Assessment to implement the findings and start detailed analysis and studies of areas needing action and further development as identified in the initial risk assessment of the existing stormwater system.



**Sustainable Growth** – It is vital that future growth be planned in a sustainable manner while also preserving the County's rich and diverse cultural history. An important objective in the County's 2021-2024 Strategic Plan is to promote the sustainable consumption of energy and natural resources to ensure the health of current and future generations. The FY 2025 Adopted Budget includes funding for a new Environmental Program Manager in the Office of Environmental & Energy Sustainability. This newly created position will begin to implement the County's Community Energy and Sustainability Master Plan. The primary focus of the position will be on creating and maintaining the Adaptive Management system for analyzing progress towards the Climate Mitigation and Resiliency goals, including assessment of greenhouse gas emissions, renewable and fossil energy mix, and climate resiliency metrics for major projects in the County.



**Transportation & Mobility** – Transportation is an important issue for the residents of Prince William County. The Department of Transportation coordinates local, regional, and state efforts to improve the flow of traffic and the ways County residents and visitors get around, including implementing measures that protect drivers and pedestrians. As the population of the region continues to grow, the County finds ways to fund and/or build the needed transportation infrastructure within the community. Transportation initiatives completed or substantially completed during fiscal year 2024 include the widening of Balls Ford Road from two lanes to four lanes from Groveton Road to Route 234 Business; construction of an interchange at the intersection of Prince William Parkway and Brentsville Road; improvements to Fuller Road and Fuller Heights Road; widening of Neabsco Mills Road from two lanes to four lanes from Route 1 to Dale Boulevard; improvements to the section of Route 1 (Featherstone to Marys Way) from a four-lane undivided highway to a six-lane undivided highway; extension of University Boulevard from its current terminus at Edmonston Drive to Sudley Manor Drive; improvements at the intersection of Prince William Parkway and University Boulevard; and construction of the 1,400 space Potomac/Neabsco Mills commuter parking garage.

Prince William County is a member of the Northern Virginia Transportation Authority (NVTA), an authority created by the General Assembly in 2002. This nine-member authority; made up of the Counties of Prince William, Arlington, Fairfax, and Loudoun as well as the Cities of Alexandria, Fairfax, Falls Church, Manassas, and Manassas Park; offers a common voice for Northern Virginia on transportation and other issues that confront the region. The NVTA is tasked with preparing an unconstrained long-range regional transportation plan (the most recent is the TransAction 2040 Plan) for Planning District 8, including transportation improvements of regional significance. As a result of fees and taxes imposed by legislation passed by the General Assembly, the NVTA receives earmarked revenue for projects dedicated to relieving congestion in Northern Virginia and participating jurisdictions are privy to a portion of such revenues. NVTA transportation funding is split into two categories -- projects with regional congestion relief benefits constitute 70 percent of the NVTA funds and the remaining 30 percent of NVTA funds are transferred directly to participating localities for urban or secondary road construction, capital improvements that reduce congestion, projects included in TransAction 2040 or its future updates and/or for public transportation purposes. In the fiscal years 2025-2030 CIP, the County's allocated 70 percent and 30 percent funding, totaling \$366.4 million, has been programmed to support NVTA eligible County-managed road projects.

Transportation remains a top priority for residents and businesses alike as more than 73 percent of voters approved a \$355 million mobility bond referendum on November 5, 2019. All approved mobility referendum projects (Devlin Road widening, Minnieville Road/Prince William Parkway interchange, Old Bridge Road/Route 123 intersection, Route 28 Bypass and Summit School Road/Telegraph Road improvements) have funding to complete design and/or begin right-of-way acquisitions. The debt service to construct these mobility bond projects is planned in the County's Adopted Budget and Five-Year Plan. Funding for the Minnieville Road/Prince William Parkway interchange project was substituted with NVTA 30% funding in lieu of debt issuance.

The \$779.2 million transportation CIP for fiscal years 2025-2030 aims to further advance the transportation & mobility strategic goals by including \$83.5 million for the extension of University Boulevard from Devlin Road to Wellington Road; \$150.7 million for improvements to Route 1 from Brady's Hill Road to Route 234; \$273.4 million for a new Route 28 Bypass; \$19.3 million for improvements to Old Bridge Road and its intersections at Gordon Boulevard and Occoquan Road; \$31.2 million for the intersection of Prince William Parkway and Old Bridge Road; \$0.8 million

for sidewalk improvements to Old Bridge Road from Oakwood Drive to Forest Hill Road; \$31.2 million for the extension of Summit School Road and widening of Telegraph Road; \$57.1 million for the widening of Devlin Road; \$3.2 million for improvements to the Long Park intersection; \$9.4 million for the Rollins Ford Road roundabout; \$74.9 million for an interchange at Minnieville Road and Prince William Parkway; \$25.5 million for North Woodbridge mobility improvements at Annapolis Way and Marina Way; \$2.1 million for Ellicott Street (Occoquan Greenway Connector); \$5.0 million for Van Buren Road North extension; \$1.1 million for sidewalk improvements to Sudley Manor Drive; \$1.2 million for the expansion of the Horner Road Park & Ride lot; \$1.5 million for sidewalk improvements to Old Carolina Road from Walter Robinson Lane to Heathcoat Boulevard; \$1.3 million for sidewalk improvements to Prince William Parkway; \$0.4 million for various magisterial district transportation projects; \$0.2 million for Token Forest Drive sidewalk improvements; \$0.2 million for the Pageland Lane right turn lane; and \$6.0 million for mobility, connectivity and traffic safety.

## **Awards and Acknowledgments**

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to Prince William County for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023. This was the 43<sup>rd</sup> consecutive year that the County has received this prestigious award. To earn a Certificate of Achievement, the County must publish an easily readable and efficiently organized comprehensive annual financial report consistent with GFOA's reporting guidelines. A Certificate of Achievement is valid for a period of one year only. We believe that the FY 2024 Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements and will be submitted to the GFOA to determine its eligibility for a certificate as well.

Prince William County received the GFOA's Distinguished Budget Presentation Award for its annual budget for the fiscal year beginning July 1, 2023. This was the 38<sup>th</sup> consecutive year that the County has received this prestigious award. To receive this award, the governmental unit must publish a budget document that meets program criteria as a policy document, as a financial plan, as an operations guide and as a communications device.

The results of the County's Award for Outstanding Achievement in Popular Annual Financial Reporting for the fiscal year ended June 30, 2023 are still pending with GFOA. However, we believe it continues to meet the Award for Outstanding Achievement program's requirements. This award program is designed to encourage local governments to extract information from their Annual Comprehensive Financial Report to produce high quality popular annual financial reports specifically designed to be readily accessible and easily understandable to the public and other interested parties without a background in public finance.

Many staff members in the Finance Department's Financial Reporting and Control Division prepared this report and we thank them for their efforts. This report satisfies both generally accepted accounting principles and applicable legal requirements. Staffs' hard work, professional dedication, and continuing efforts to improve the quality of this report are a direct benefit to all that read and use it, such as bondholders, the investment community, businesses, taxpayers, and grantor agencies. We would also like to acknowledge the cooperation and assistance of the County's departments and agencies throughout the year in the efficient administration of the County's financial operations. This Annual Comprehensive Financial Report reflects the County's commitment to the residents of Prince William County, the Board of County Supervisors, and the financial community to provide information in conformance with the highest standards of financial accountability and stewardship.

In Service,



A handwritten signature in black ink that reads "Chris Shorter".

Christopher J. Shorter  
County Executive

A handwritten signature in black ink that reads "Michelle L. Attreed".

Michelle L. Attreed  
Chief Financial Officer





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**County of Prince William  
Virginia**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2023

*Christopher P. Morill*

Executive Director/CEO

## Organization of Prince William County Government

Since 1972, the County has operated under the County Executive form of government, as provided in Section 15.2-500 et seq. VA Code Ann. The policy-determining body of the County is an eight-member Board of County Supervisors. Residents in each of the County's seven magisterial districts elect one member of the Board to serve a term of four years. The eighth member of the Board, elected at-large by County residents, serves a four-year term as Chair.

The Chair and magisterial district board members took office in January 2024, following an election held on November 7, 2023, and serve a four-year term until December 31, 2027.

|  |   |
|--|---|
| <b>Chair, At-Large</b><br>Deshundra Jefferson          | <b>Occoquan District</b><br>Kenny A. Boddye, Vice Chair |
| <b>Neabsco District</b><br>Victor S. Angry             | <b>Potomac District</b><br>Andrea O. Bailey             |
| <b>Woodbridge District</b><br>Margaret Angela Franklin | <b>Brentsville District</b><br>Tom Gordy                |
| <b>Coles District</b><br>Yesli Vega                    | <b>Gainesville District</b><br>Bob Weir                 |

The Board appoints a County Executive to act as the County government's chief administrative officer. The County Executive serves at the pleasure of the Board, implements its policies, provides organizational leadership for addressing major issues, directs business and administrative procedures, and recommends department heads for appointment by the Board. The Board also appoints a County Attorney to provide legal guidance to the government.

An eight-member School Board is responsible for the operation of public schools in the County. The members are elected and serve a term of four years. The Board appropriates funds from the County's General Fund for the local share of the cost of operating the public schools. Operations of the School Board, however, are independent of the Board and the County administration as prescribed by Virginia law. A Superintendent, appointed by the School Board, administers the operations of the County's public schools.

The Board also appoints the members of several separate boards and authorities to administer the operations of certain services.

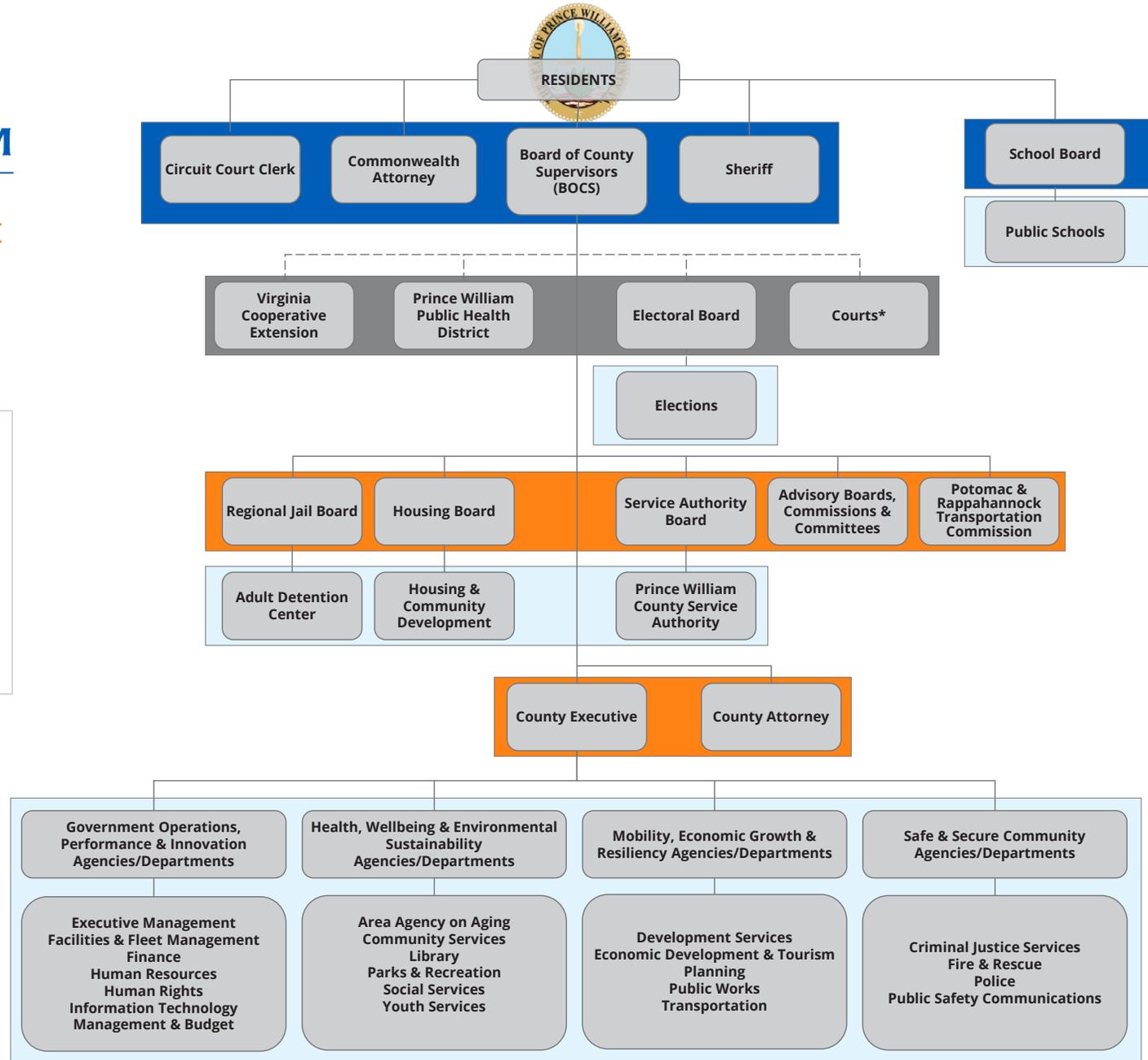
Along with the Board, County residents elect three constitutional officers -- the Clerk of the Circuit Court for a term of eight years, and the Sheriff and Commonwealth's Attorney each for terms of four years. The Virginia General Assembly appoints the Judges of the Circuit Court, the General District Court, and the Juvenile and Domestic Relations District Court. Unlike most other Virginia counties, County residents do not elect a Treasurer and a Commissioner of the Revenue. The Chief Financial Officer, appointed by

the Board based on a recommendation of the County Executive, carries out the responsibilities of these officers.

The administrative offices of the County are located at the McCoart Administrative Building, One County Complex Court, Prince William, Virginia, 22192. The County's central telephone number is (703) 792-6000. TTY users may call (703) 792-4733 or the Virginia Relay Center at (800) 828-1120. The County's official home page is located at [www.pwcva.gov](http://www.pwcva.gov).

# PRINCE WILLIAM COUNTY

## Organization Chart



### Legend

- Elected Officials/Constitutional Officers
- State Agencies and Services
- Appointed by BOCS
- County Agencies and Departments

### Notes:

- \* Circuit Court Judges, General District Court, Juvenile & Domestic Relations Court, Juvenile Court Service Unit, and Magistrates
- Dotted lines are state and local services not directly accountable to the BOCS

FY2025 Budget - Org Chart



**PRINCE  
WILLIAM**  
— **COUNTY**



## FINANCIAL SECTION

Report of Independent Auditors  
Management's Discussion and Analysis  
Basic Financial Statements  
Required Supplementary Information  
Supplementary Information



## Report of Independent Auditor

To the Board of County Supervisors  
County of Prince William, Virginia

### Report on the Audit of the Financial Statements

#### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Prince William, Virginia (the "County"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Specifications for Audits of Counties, Cities, and Towns* (the "Specifications"), issued by the Auditor of Public Accounts of the Commonwealth of Virginia. Our responsibilities under those standards and Specifications are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Specifications will always detect a material misstatement when it exists.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Specifications we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the Introductory and Statistical Sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2024, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering County's internal control over financial reporting and compliance.

*Cherry Bekaert LLP*

Tysons Corner, Virginia  
December 16, 2024



## Management's Discussion and Analysis June 30, 2024 (amounts expressed in millions)

Prince William County's 2024 fiscal performance continues to demonstrate the successful adherence to its Principles of Sound Financial Management and to achieve the goals defined in the Strategic Plan. This report provides accountability to the County residents on the goals and objectives of the Strategic Plan adopted by the Board of County Supervisors. This section of the Annual Comprehensive Financial Report presents our discussion and analysis of the County's financial performance during the fiscal year that ended on June 30, 2024. Please read it in conjunction with the transmittal letter at the front of this report and the County's financial statements, which follow this section. All amounts in the discussion and analysis, unless otherwise indicated, are expressed in millions of dollars. Throughout this section of the report, the primary government is referred to as the "County", and the "Total Reporting Entity" is the County and component units combined. Due to the material relationship between the County and its component units (School Board and Adult Detention Center), the Total Reporting Entity information more accurately reflects the comprehensive financial operations of Prince William County.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of this annual report consists of four parts – Management's Discussion and Analysis (MD&A), the Basic Financial Statements, other Required Supplementary Information, and an optional supplemental information section that presents combining statements for nonmajor governmental funds, internal service funds, fiduciary funds, and discretely presented component units; budget and actual schedules for the nonmajor governmental funds; and debt obligation schedules. The basic financial statements present different views of the County:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the County's overall financial position.
- The remaining statements are fund financial statements that focus on individual operations of the County government, reporting in more detail than the government-wide statements.
  - The governmental funds statements reflect how general government services, like public safety, are financed in the short-term as well as what remains for future spending.
  - Proprietary fund statements offer short-term and long-term financial information about the activities the government operates like businesses, such as the landfill.
  - Fiduciary fund statements provide information about the financial relationships in which the County acts solely as a trustee or agent for the benefit of others, to whom the resources belong,

### FINANCIAL HIGHLIGHTS

- The total reporting entity, which includes component units, has positive net position of \$2,137 at June 30, 2024, which represents an increase of \$341 or 19.0 percent from the prior year.
- The total cost of the County's governmental programs increased by \$204, or 11.8 percent, to \$1,934 during fiscal year 2024, while the County's total revenues increased \$157, up 8.3 percent, to \$2,051.
- Net position of governmental activities increased to 77, or 337.5 percent, from an unfavorable \$32 in the prior year. The County's total costs in governmental activities increased \$204 or 12.0 percent from prior year, while program revenues decreased by \$40 or 9.3% and tax revenues increased by \$190 or 13.3%.
- At June 30, 2024, the County had \$1,070 of debt outstanding, including \$906 related to assets recorded by its component units and other entities. Accordingly, liabilities and deferred inflows of the County's governmental activities at June 30, 2024 were less than assets and deferred outflows by \$77 (net position).
- Total net position of the County's business-type activities increased by \$8 to \$81 or 9.6% as revenues exceeded expenses this year.
- At the end of the current year, the unassigned fund balance was \$124, 38.9 percent of the total general fund's fund balance. The unassigned fund balance increased 11.9 percent from the prior year. The increase is primarily attributable to an increase in general fund revenues during the fiscal year.
- General fund revenues exceeded budget by \$42; alternatively, expenditure savings of \$30 under budget helped to provide additional available resources to fund the County's reserves in accordance with the Principles of Sound Financial Management for future appropriation.
- As of January 1, 2024, (the assessment date pertinent to real estate taxes supporting fiscal year 2024) the total assessed values of taxable property increased by 13.7 percent compared to the prior year, with residential values accounting for 72.0 percent of the total assessed values. Real estate taxes contributed 45.9 percent of the total revenues for the primary government of the County during fiscal year 2024.

such as the County’s pension and other post-employment benefit plans; the special welfare program; and the community service board payees, and housing federal self-sufficiency payee programs for certain recipients of welfare, mental health and housing services.

The financial statements also include note disclosures that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this financial section are arranged and related to one another. In addition to these required elements, the financial statements include a supplemental information section with combining statements that provide details about the County’s nonmajor governmental funds, internal service funds, fiduciary funds and discretely presented component units, each of which are combined and presented in single columns in the basic financial statements.

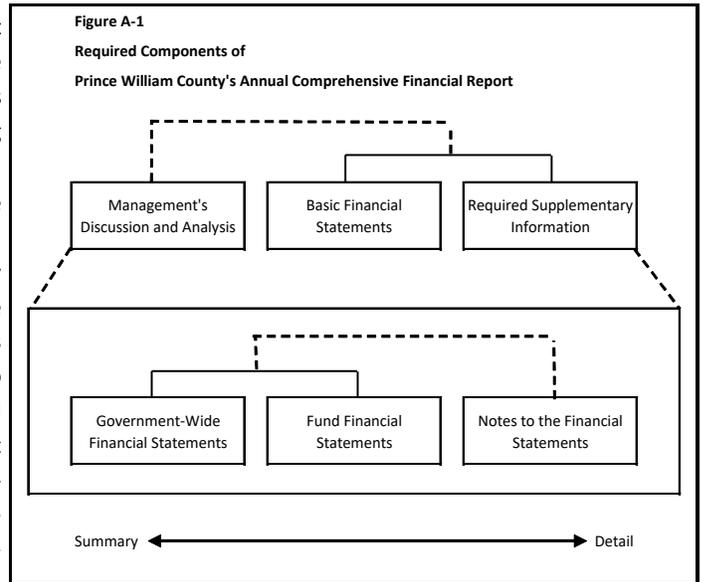


Figure A-2 summarizes the major features of the County’s financial statements, including the scope and the types of financial information presented. The remainder of this overview section of management’s discussion and analysis explains the structure and contents of each of the statements.

**Figure A-2**  
**Major Features of the County’s Government-wide and Fund Financial Statements**

|   | Government-Wide Statements   | Fund Statements  |  |   |
|---|--|--|--|---|
|   |  | Governmental Funds   | Proprietary Funds  | Fiduciary Funds   |
| <b>Scope</b>  | Entire County government (except fiduciary funds) and the County’s component units                           | The activities of the County that are not proprietary or fiduciary, such as police, fire, and community development  | Activities the County operates in a manner similar to private businesses such as, the Landfill, Innovation Technology Park, and Parks & Recreation                                 | Instances in which the County is the trustee or agent for someone else’s resources, such as the retirement plan for County employees          |
| <b>Required Financial Statements</b>                                | <ul style="list-style-type: none"> <li>Statement of Net Position</li> <li>Statement of Activities</li> </ul> | <ul style="list-style-type: none"> <li>Statement of Net Position</li> <li>Statement of Revenues, Expenditures, and Changes in Fund Balances</li> </ul>                                     | <ul style="list-style-type: none"> <li>Statement of Net Position</li> <li>Statement of Revenues, Expenses, and Changes in Net Position</li> <li>Statement of Cash Flows</li> </ul> | <ul style="list-style-type: none"> <li>Statement of Fiduciary Net Position</li> <li>Statement of Changes in Fiduciary Net Position</li> </ul> |
| <b>Basis of Accounting and Measurement Focus</b>                    | Accrual accounting and economic resources measurement focus  | Modified accrual basis of accounting and current financial resources measurement focus   | Accrual basis of accounting and economic resources measurement focus   | Accrual basis of accounting and economic resources measurement focus  |
| <b>Type of Deferred Outflow/Inflow, Asset/Liability Information</b> | All assets and liabilities, both financial and capital, and short-term and long-term                         | Only assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets included  | All assets and liabilities, both financial and capital, and short-term and long-term   | All assets and liabilities, both short-term and long-term; the County’s funds do not currently contain capital assets although they could     |
| <b>Type of Inflow/Outflow Information</b>                           | All revenues and expenses during the year, regardless of when cash is received or paid                       | Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter | All revenues and expenses during the year, regardless of when cash is received or paid   | All revenues and expenses during the year, regardless of when cash is received or paid  |

**Fund Financial Statements**

The fund financial statements provide more detailed information about the County’s most significant funds—not the County as a whole. Funds are accounting tools the County establishes to control and manage money for specified purposes (e.g., Streets & Roads capital projects fund) or to show that it is properly using specific revenues, such as, taxes and grants (e.g., Transportation Districts or Housing special revenue funds).

The County's funds are organized into three broad categories:

- **Governmental Funds**—Most of the County's basic services are included in various governmental funds, which focus on:
  - 1) How cash and other financial assets can readily be converted to cash flow in and out; and
  - 2) The balances left at year-end that are available for spending.

Consequently, the financial statements of the governmental funds provide a detailed view that focuses on fiscal accountability and the financial resources currently available to support the County's programs in the near future. Because this information does not encompass the additional long-term focus of the government-wide statements, a detailed reconciliation provides additional information that explains the relationship (or differences) between the statements.

The County's governmental fund balances are categorized into five classifications based upon constraints imposed upon the use of the resources – non-spendable, restricted, committed, assigned and unassigned.

- **Proprietary Funds**—Services for which the County charges customers a fee, for the purpose of recovering costs, are generally reported in proprietary funds.
  - The County's enterprise funds are the same as its business-type activities; but provide more detail and additional information.
  - The County uses internal service funds to report activities that provide supplies and services for the County's other programs and activities—such as the County's Intra-County Services Fund.
- **Fiduciary Funds**—The County is the trustee, or fiduciary, for its employee's pension plans. The County is also responsible for other assets through a trust arrangement that can be used only for the trust beneficiaries. As the fiduciary, the County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. These activities are excluded from the County's government-wide financial statements, because the County cannot use these assets to finance its own operations.

#### **Government-Wide Statements**

The government-wide statements are derived from the fund financial statements, and report information about the County as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the government's assets and deferred outflows of resources, as well as its liabilities and deferred inflows of resources. All of the revenues and expenses related to the current fiscal year are accounted for in the Statement of Activities regardless of when cash is received or paid.

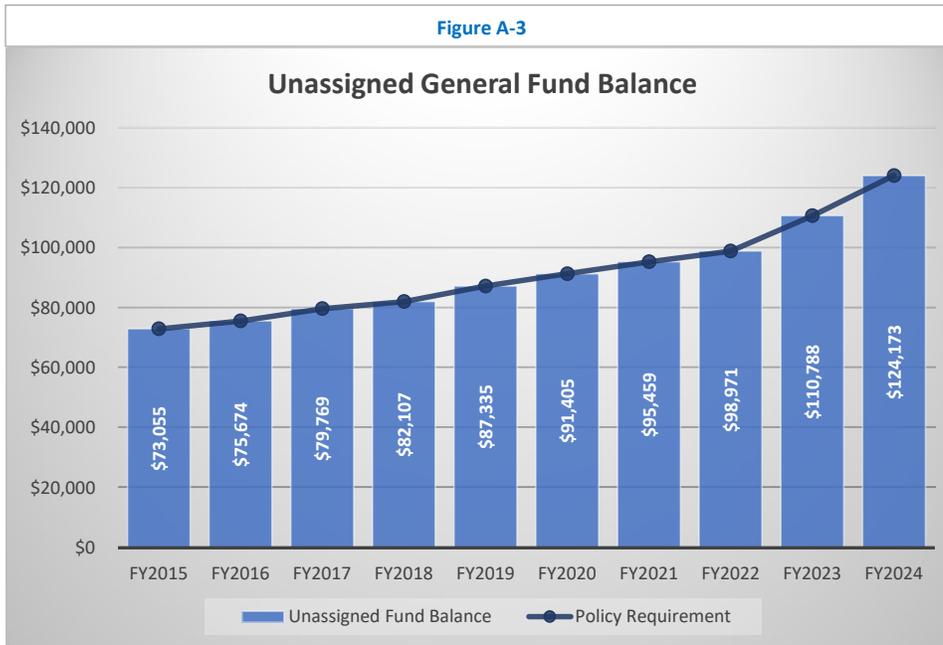
The two government-wide statements report the change in the County's net position. Net position, the difference between the County's assets, deferred outflows, liabilities and deferred inflows, is one way to measure the County's financial health. Over time, significant increases or decreases in the County's net position are an indicator of improving or deteriorating financial health, respectively. To assess the overall health of the County, one must consider additional factors, such as changes in the County's property tax base, economic environment, and financial policies in place to preserve the health of the County during economic downturns.

The government-wide financial statements of the County are divided into three distinct categories:

- **Governmental Activities**—Most of the County's basic services are included here, such as police, fire, public works, transportation, community development, and general government administration. Property and other taxes and state and federal grants are the primary funding source of these activities. Additionally, the County's internal service funds, such as, Fleet Management, Construction Crew, and Data Processing are predominantly used to provide goods and services to the funds and departments of the County and are included in governmental activities.
- **Business-Type Activities**—The County's Landfill, Innovation Technology Park, and Parks and Recreation enterprise operations comprise the County's business-type activities. The County charges fees to customers to cover the costs of these operations.
- **Component Units**—The County includes two other entities in its report—the Prince William County School Board and the Adult Detention Center. Although legally separate, these entities are considered to be “discretely presented component units” because the County is financially accountable for their operations. The financial data of these entities are reported in separate columns from the primary government in the government-wide financial statements.

## FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Board adopted its Principles of Sound Financial Management (Principles) in 1988 and amended its Principles in July 2024. Following these Principles has enhanced the County's image and credibility with the public, credit rating agencies, and investors. Section 1.02 of the Principles requires a General Fund unassigned fund balance of 7.5 percent of the current year's General Fund revenues, a level that has been maintained since 2006. The purpose of the unassigned fund balance is to provide the County with sufficient working capital, and to maintain a margin of safety to address emergency needs or unexpected declines in revenue. The County has done an excellent job achieving and maintaining its minimum fund balance requirement since establishment. Figure A-3 shows the County's unassigned General Fund balance as compared to the policy requirement.



Additions to the unassigned fund balance come from a combination of revenues over projections and current year expenditure savings.

### Governmental Funds

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. As the County completed the year, its governmental funds reported a combined fund balance of \$597, an increase of \$138 with the combined fund balance in the prior year.

- The County's General Fund balance increased \$46.6, or 17.1 percent, while revenues increased \$178 or 12.1 percent to \$1,656. The increase primarily was fueled by increases in general property and other local taxes which increased by 12.2 and 4.7 respectively. The general property tax increase was due to increases in assessed values of residential real estate from the prior year, while the increase in other local taxes was mainly due to the food and beverage taxes. This increase was offset by higher expenditure increases year over year.
- The Capital Projects Streets & Roads fund balances, which tends to fluctuate from one year to the next due to the accumulation and subsequent expenditure of funds for major capital improvement projects, increased by \$21 or 48.9 percent during the current year due to the expenditure of funds on numerous projects.
- The financial results as detailed in the governmental funds demonstrate the County's accountability to its strategic goal areas of Health, Wellbeing, & Human Services, Safe & Secure Community, Resilient Economy, Quality Education & Workforce Development, Environmental Conservation, Sustainable Growth, and Transportation & Mobility aligned to address the impact of population growth and increased needs of the community.
  - ◆ Debt service costs decreased slightly by \$2 or 1.5 percent during fiscal year 2024 to \$142. The County continued its mobility goal of alleviating congestion by investing \$133 in the construction of various streets and roads during fiscal year 2024. Upon completion, these road projects will be transferred to and become assets of the Commonwealth of Virginia.
  - ◆ The County's general fund support to the School Board was \$703 compared with \$677 in the prior year. This represents a 3.9 percent increase as the County dedicated funding to reduce class sizes.

### Proprietary Funds

Unrestricted net position of the Landfill decreased slightly by \$3.9 in fiscal year 2024. Unrestricted net position of the nonmajor funds increased \$3 with increases in revenues of Parks and Recreation offset by an increase in contractual services costs. Charges for services decrease by \$3 while operating expenses remained relatively flat year over year. See the Statement of Cash Flows, for the proprietary funds for more detailed information.

## General Fund Budgetary Highlights

Over the course of the year, the Board of County Supervisors revised the County’s budget several times. These budget amendments predominantly fall into two categories:

- Amendments to appropriations approved shortly after the beginning of the year to reflect budget re-appropriations from the prior year.
- Increases in appropriations based on supplemental funding sources.

After these adjustments, budgetary expenditures were \$30 lower than the final budget amounts and budgetary revenues exceeded the final budget by \$42. These two factors, combined with the effect of transfers to other funds, resulted in a increase in the total fund balance of the General Fund, of \$47 during the fiscal year. The most significant revenue variances were related to other local taxes (\$23 higher than final budget) and general property taxes (\$34 higher than final budget) resulting from increases in assessed values. Actual expenditures were lower in all categories, most notably public safety and health and welfare. Spending in response to the pandemic has wound down in these areas.

## FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

### Net Position

The total reporting entity net position increased from the prior year balance of \$1,796 by \$341 or 19.0 percent to \$2,137.

### Governmental Activities

Net position of the County’s governmental activities increased \$109 or 340.6 percent to \$77 during the year. The surplus net position of the primary government results largely from the County’s increased revenues for real and personal property taxes. While debt is reflected as an obligation of the primary government of the County, the related assets are recorded by the entities to which the capital projects are donated. These donations are planned as part of the County’s capital improvement program to further its quality education and workforce development, transportation and mobility, safe and secure community, and sustainable growth strategic goals, and thereby increase services and improve the quality of life in Prince William County.

As of June 30, 2024, the County has \$1,070 of outstanding bonded debt (compared with \$976 as of June 30, 2023) of which \$961 is related to assets donated to other entities as follows:

- \$890; Prince William County School Board
- \$56; Commonwealth of Virginia
- \$19; Prince William County Adult Detention Center

This represents 89.9 percent of the County’s total general obligation and other long-term debt. Because the County does not retain ownership of the related assets which, therefore, are not presented on the County’s Statement of Net Position, this debt liability (less any unspent proceeds) reduces the County’s total net position and represents a less favorable picture as compared to governments that do not extensively fund the capital assets of other entities.

Consequently, the debt used to finance the purchase or construction of assets recorded by other entities results in a deficit in net position of governmental activities of the County. Additionally, as discussed in the analysis of the County’s governmental funds, revenues and expenditures of the County’s governmental activities increased compared to those of the prior year.



**Table A-1**  
**Net Position**

|                                       | Governmental Activities |              | Business-Type Activities |            | Total Primary Government |              | Total Reporting Entity<br>(Including Component<br>Units) |              |
|---------------------------------------|-------------------------|--------------|--------------------------|------------|--------------------------|--------------|--|--------------|
|                                       | 2024                    | 2023         | 2024                     | 2023       | 2024                     | 2023         | 2024   | 2023         |
| Current assets and other              | \$ 1,178                | 1,276        | 73                       | 61         | 1,251                    | 1,337        | 2,263  | 2,142        |
| Capital assets                        | 826                     | 746          | 50                       | 53         | 876                      | 799          | 2,851  | 2,758        |
| <b>Total assets</b>                   | <b>2,004</b>            | <b>2,022</b> | <b>123</b>               | <b>114</b> | <b>2,127</b>             | <b>2,136</b> | <b>5,114</b>   | <b>4,900</b> |
| <b>Deferred outflows of resources</b> | <b>125</b>              | <b>143</b>   | <b>1</b>                 | <b>1</b>   | <b>126</b>               | <b>144</b>   | <b>440</b>   | <b>394</b>   |
| Other liabilities                     | 597                     | 806          | 5                        | 8          | 602                      | 814          | 871  | 1,022        |
| Non-current liabilities               | 1,390                   | 1,307        | 37                       | 33         | 1,427                    | 1,340        | 2,364  | 2,206        |
| <b>Total liabilities</b>              | <b>1,987</b>            | <b>2,113</b> | <b>42</b>                | <b>41</b>  | <b>2,029</b>             | <b>2,154</b> | <b>3,235</b>   | <b>3,228</b> |
| <b>Deferred inflows of resources</b>  | <b>65</b>               | <b>84</b>    | <b>1</b>                 | <b>1</b>   | <b>66</b>                | <b>85</b>    | <b>182</b>   | <b>270</b>   |
| Net position:                         |                         |              |                          |            |                          |              |  |              |
| Net investment in capital assets      | 662                     | 669          | 48                       | 49         | 710                      | 718          | 2,767  | 2,678        |
| Restricted                            | 180                     | 148          | 39                       | 29         | 219                      | 177          | 362  | 362          |
| Unrestricted                          | (765)                   | (849)        | (6)                      | (5)        | (771)                    | (854)        | (992)  | (1,244)      |
| <b>Total net position</b>             | <b>\$ 77</b>            | <b>(32)</b>  | <b>81</b>                | <b>73</b>  | <b>158</b>               | <b>41</b>    | <b>2,137</b>   | <b>1,796</b> |

**Business-Type Activities:**

The net position of the County’s business-type activities increased 11.5 percent to \$81 in fiscal year 2024 compared to \$73 in the prior year. The results of the County’s business-type activities are attributable to the activities discussed in the analysis of the County’s proprietary funds.

The changes in the governmental activities net position and the business-type net position of the County combined to create an overall increase in net position of the primary government of \$117 during fiscal year 2024.

The component units (Prince William County School Board and Adult Detention Center) are a significant portion of the total reporting entity, the assets of which represent 58.4 percent of the total reporting entity. Component unit net position increased 12.8 percent to \$1,979 during 2024, with an increase in funding of from the County as well as increased funding from the State. The net position of the primary government of \$158 combined with the net position of the component units of \$1,979 resulted in total net position for the total reporting entity of \$2,137.

**Changes in Net Position**

Table A-2 and the narrative that follows consider the operations of governmental and business-type activities separately. See Figures A-5, A-6 and A-7 for the revenue percentages and net costs for governmental activities.

Revenues for the County’s governmental activities increased by \$150 or 8.1 percent to \$2,012, and total expenses increased 11.2 percent to \$1,903, which, after considering the effect of transfers, resulted in a \$108 increase in net position during the current year, compared to \$163 increase in the prior year.

Tax revenues account for 73.4 percent of revenues related to governmental activities (see Figure A-5). Tax revenues increased by \$145 or 10.9 percent, driven mainly to an increase in real estate tax revenues from \$869 in fiscal year 2023 to \$941 in fiscal year 2024. The increased assessed value of property continues to push real estate tax revenues higher during fiscal year 2024. Increased levels of support received from both the state and federal government coupled with gains on investment market values helped to mitigate the impact of the rising costs of vital services provided by the County. These outcomes are attributable to a more positive real estate market than the County has experienced over the past few fiscal years, with residential real estate values, which make up 72.0 percent of total assessments. Commercial and industrial values increased by 45.7 percent , while apartment real estate values were relatively flat year over year.

**Table A-2  
Changes in Net Position**

|   | Governmental Activities |              | Business-Type Activities |           | Total Primary Government |              | Total Reporting Entity<br>(Including Component Units) |              |
|---|-------------------------|--------------|--------------------------|-----------|--------------------------|--------------|---|--------------|
|   | 2024                    | 2023         | 2024                     | 2023      | 2024                     | 2023         | 2024  | 2023         |
| <b>Program revenues:</b>  |                         |              |                          |           |                          |              |   |              |
| Charges for services  | \$ 59                   | 57           | 36                       | 31        | 95                       | 88           | 129   | 118          |
| Operating grants and contributions                              | 180                     | 220          | -                        | -         | 180                      | 220          | 461   | 527          |
| Capital grants and contributions                                | 151                     | 153          | -                        | -         | 151                      | 153          | 151   | 176          |
| <b>General revenues:</b>  |                         |              |                          |           |                          |              |   |              |
| Taxes:  |                         |              |                          |           |                          |              |   |              |
| Real property   | 941                     | 869          | -                        | -         | 941                      | 869          | 941   | 869          |
| Personal property   | 291                     | 229          | -                        | -         | 291                      | 229          | 291   | 229          |
| Other taxes   | 244                     | 233          | -                        | -         | 244                      | 233          | 244   | 233          |
| Payment from primary government                                 | -                       | -            | -                        | -         | -                        | -            | 1,012   | 828          |
| Grants and contributions not<br>restricted to specific programs | 79                      | 78           | -                        | -         | 79                       | 78           | 710   | 655          |
| Unrestricted investment (losses) earnings                       | 65                      | 18           | 2                        | -         | 67                       | 18           | 97  | 20           |
| Miscellaneous   | 2                       | 5            | 1                        | 1         | 3                        | 6            | 12  | 15           |
| <b>Total revenues</b>   | <b>2,012</b>            | <b>1,862</b> | <b>39</b>                | <b>32</b> | <b>2,051</b>             | <b>1,894</b> | <b>4,048</b>  | <b>3,670</b> |
| <b>Expenses:</b>  |                         |              |                          |           |                          |              |   |              |
| General government administration                               | 106                     | 138          | -                        | -         | 106                      | 138          | 106   | 138          |
| Judicial administration   | 39                      | 33           | -                        | -         | 39                       | 33           | 39  | 33           |
| Public safety   | 432                     | 386          | -                        | -         | 432                      | 386          | 432   | 386          |
| Public works  | 23                      | 145          | 24                       | 23        | 47                       | 168          | 47  | 168          |
| Health and welfare  | 177                     | 156          | -                        | -         | 177                      | 156          | 177   | 156          |
| Education   | 859                     | 685          | -                        | -         | 859                      | 685          | 859   | 685          |
| Parks, recreational, and cultural                               | 68                      | 36           | 7                        | 6         | 75                       | 42           | 75  | 42           |
| Community development   | 153                     | 77           | -                        | 2         | 153                      | 79           | 153   | 79           |
| Interest on long-term debt                                      | 46                      | 43           | -                        | -         | 46                       | 43           | 46  | 43           |
| Component units   | -                       | -            | -                        | -         | -                        | -            | 1,773   | 1,605        |
| <b>Total expenses</b>   | <b>1,903</b>            | <b>1,699</b> | <b>31</b>                | <b>31</b> | <b>1,934</b>             | <b>1,730</b> | <b>3,707</b>  | <b>3,335</b> |
| Excess/(deficiency)in net position<br>before transfers          | 109                     | 163          | 8                        | 1         | 117                      | 164          | 341   | 335          |
| Transfers   | -                       | -            | -                        | -         | -                        | -            | -   | -            |
| Increase/(decrease) in net position                             | 109                     | 163          | 8                        | 1         | 117                      | 164          | 341   | 335          |
| Net position, beginning of year                                 | (32)                    | (195)        | 73                       | 72        | 41                       | (123)        | 1,796   | 1,461        |
| Net position, end of year                                       | 77                      | (32)         | 81                       | 73        | 158                      | 41           | 2,137   | 1,796        |

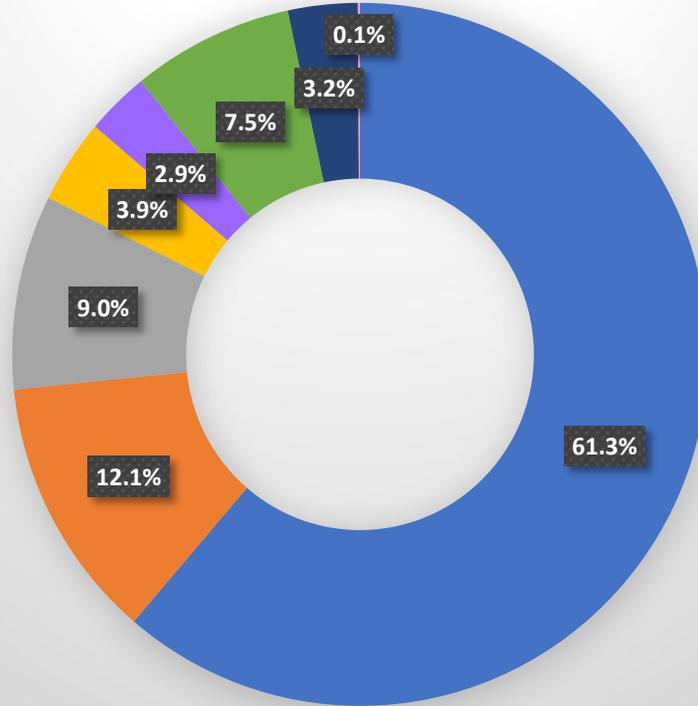
The County generally uses the positive net position to finance the continuing operations of the Landfill, Innovation Technology Park and Parks and Recreation Enterprise Funds.

The total reporting entity net position increased by \$341 in fiscal year 2024. Factors impacting the change in net position include total revenues of \$4,048 (10.3 percent higher than fiscal year 2023) which exceeded total expenses of \$3,707, (11.2 percent higher than expenses of the prior year).

The County's Primary Government total revenues increased to \$2,051 (see Table A-2). The County's total revenue is divided into three major sources: 73.4 percent of every dollar raised comes from some type of tax; 20.4 percent of revenues come from federal, state, and local aid; charges for services comprise 2.9 percent and the remaining 3.3 percent is from other sources.

The total cost of all County programs and services increased by \$204 or 11.8 percent to \$1,934. The County's expenses cover a range of services, with 66.8 percent related to public safety and education (see Table A-2). Quality education, workforce development, and safe and secure community are significant goal areas in the Strategic Plan.

Figure A-5

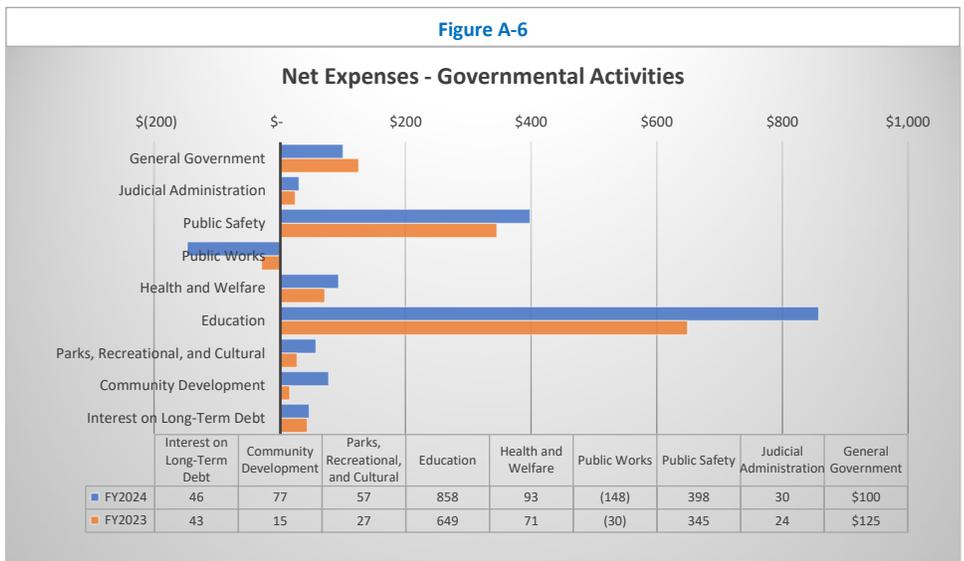


- Property taxes, 61.3%
- Other taxes, 12.1%
- Operating grants and contributions, 9.0%
- Grants and contributions not restricted to specific programs, 3.9%
- Charges for services, 2.9%
- Capital grants and contributions, 7.5%
- Unrestricted investment earnings / (losses), 3.2%
- Miscellaneous, 0.1%

Personal property tax revenues produced a 27.4 percent increase from \$228 in fiscal year 2023 to \$291 in fiscal year 2024. The food and beverage tax increased 9.7% accounted for nearly all of the increase in ‘Other taxes’ as shown in Table A-2. Operating grants and contributions remained flat year over year, while capital grants and contributions decreased slightly by 1.3 percent. Investment gains incurred in fiscal year 2024 were \$67, up from \$18 in fiscal year 2023.

Education remains the biggest expense for governmental activities. The School Board receives 57.23 percent of general revenues per the revenue-sharing agreement with the County. The Board of County Supervisors created the class size reduction grant to assist the School Board in complying with maximum class sizes permitted under Virginia law. The grant provided up to one million dollars in addition to the revenue sharing agreement with the County. Student enrollment as of September 2024, as reported to the Virginia Department of Education, for all Prince William County Schools is 90,709 students, increasing by 1,504 students, from fiscal year 2023.

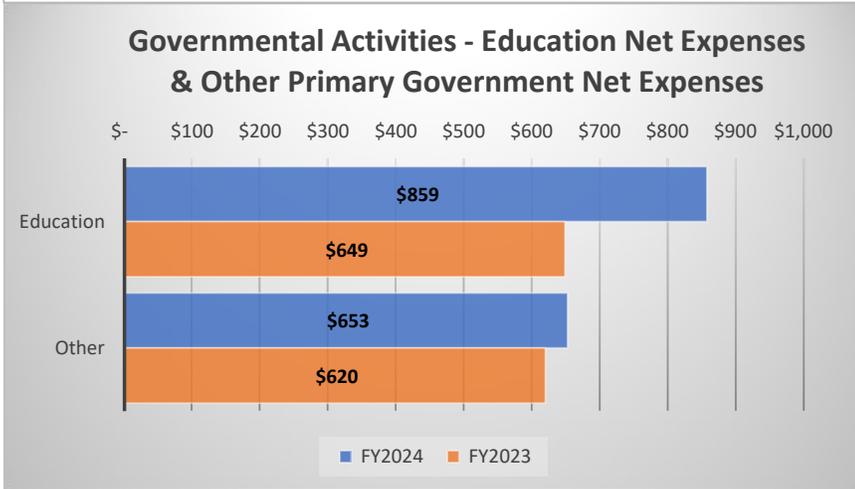
Figure A-6



Net expenses for Public Works decreased by \$118. General Government saw reductions in net expenses year over year, while Public Safety, Education, Parks & Recreation, Community Development and Health & welfare increased year over year partially due to the County’s compensation policy changes implemented in fiscal year 2023.

Other functions and programs remained relatively consistent with prior year levels. Figures A-6 and A-7 present the net cost (total cost less fees generated by the activities and intergovernmental aid) of each of the County’s nine functions/programs. The net cost reflects the financial burden that was placed on the County’s taxpayers by each of these functions.

Figure A-7



The cost of all governmental activities this year was \$1,903. Some of the costs were paid by:

Other governments and organizations that subsidized certain programs with grants and contributions of \$331.

Those who directly benefited from the programs by paying charges for services \$59.

**Business-Type Activities**

Revenues of the County’s business-type activities increased by \$7 to \$39 and expenses of \$31 stayed the same year over year (refer to Table A-2). Factors contributing to these results include:

- Charges for services of \$36, increased for Landfill, and remained relatively flat for Parks and Recreation

and Innovation Park.

- Expenses remained flat year over year across all business-type activities.
- These conditions contributed to a net income before transfers of \$8, increase of \$7 from fiscal year 2023.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of fiscal year 2024, the total reporting entity had invested \$2,851 in a broad range of capital assets, including land, buildings, improvements, machinery and equipment, library collections, infrastructure, right-to-use assets and construction in progress (see Table A-3). This amount represents a net increase (including additions and deductions) of \$93 or 3.4 percent, over fiscal year 2023. The Primary Government had invested \$876 in capital assets, net of accumulated depreciation. Accumulated depreciation remained stable between fiscal year 2023 and 2024.

More detailed information about the County’s capital assets is presented in Note 8 to the financial statements.

**Major Capital Asset Additions**

This year’s major County capital asset additions included the following:

- The County’s capital project activities for fiscal year 2024 included \$14 expended for building and improvement sites and \$6 for equipment.
- The School Board reported capital asset increases of \$18, which included decreases to construction in progress projects of \$3, \$87 increase in buildings and improvements to sites with the completion of major renovations at 3 schools, \$4 increase in land for the purchase of new building sites.
- The Adult Detention Center (ADC) component unit’s assets had a minimal decrease of \$3 with the completion of improvement projects.

|  | Total Primary Government |            | Total Reporting Entity |              |
|--|--------------------------|------------|------------------------|--------------|
|  | 2024                     | 2023       | 2024                   | 2023         |
| Land and Construction in Progress  | \$ 305                   | 237        | 485                    | 417          |
| Buildings and other capital assets, net of depreciation and amortization | 571                      | 562        | 2,366                  | 2,341        |
| <b>Total Capital Assets</b>  | <b>\$ 876</b>            | <b>799</b> | <b>2,851</b>           | <b>2,758</b> |

## Long Term Debt And Other Obligations

At year-end the County's governmental activities had total debt and other obligations of \$1,527, of which, bonded debt outstanding represented \$1,070, all of which is backed by the full faith and credit of the government. Of the County's bonded debt, \$101 represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

The County's total debt and obligations increased to \$1,565 during the current fiscal year. The key components of the current year activities were the issuance of school-related debt totaling \$135, an increase of \$10 due to accounting report changes for subscription liabilities, while net pension and OPEB decreased by \$8 during the fiscal year. More detailed information about the County's long-term debt is presented in Note 12 to the financial statements.

## Bond Ratings

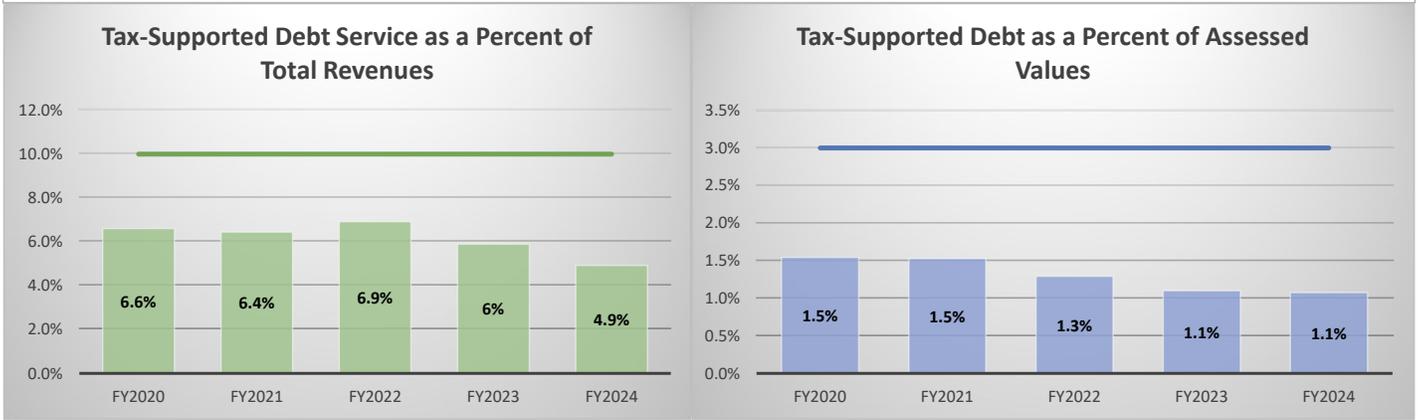
The County maintained ratings of AAA from Fitch Ratings, Aaa from Moody's Investors Services and AAA from S&P Global. These ratings are the highest ratings awarded to a local government and is an achievement held by less than one percent of local governments nationwide.

|   | Governmental Activities |              | Business-Type Activities |           | Total Primary Government |              |
|---|-------------------------|--------------|--------------------------|-----------|--------------------------|--------------|
|   | 2024                    | 2023         | 2024                     | 2023      | 2024                     | 2023         |
| General obligation bonds:                         |                         |              |                          |           |                          |              |
| Tax-exempt bonds                                  | \$ 819                  | 761          | -                        | -         | 819                      | 761          |
| Taxable bonds                                     | 150                     | 160          | -                        | -         | 150                      | 160          |
| Revenue tax-exempt bonds                          | 101                     | 55           | 2                        | 3         | 103                      | 58           |
| <b>Total bonded debt</b>                          | <b>1,070</b>            | <b>976</b>   | <b>2</b>                 | <b>3</b>  | <b>1,072</b>             | <b>979</b>   |
| Capital debt obligation                           | 26                      | 35           | -                        | -         | 26                       | 35           |
| Surplus distribution payable                      | 2                       | 2            | -                        | -         | 2                        | 2            |
| Lease & subscription liabilities                  | 48                      | 38           | -                        | -         | 48                       | 38           |
| Net pension & OPEB liabilities                    | 202                     | 210          | 3                        | 3         | 205                      | 213          |
| Unpaid losses and related liabilities             | 31                      | 29           | -                        | -         | 31                       | 29           |
| Compensated absences                              | 54                      | 52           | -                        | -         | 54                       | 52           |
| Unamortized premium                               | 94                      | 97           | -                        | -         | 94                       | 97           |
| Accrued closure liability                         | -                       | -            | 33                       | 27        | 33                       | 27           |
| <b>Total long-term debt and other obligations</b> | <b>\$ 1,527</b>         | <b>1,439</b> | <b>38</b>                | <b>33</b> | <b>1,565</b>             | <b>1,472</b> |

## Limitations on Debt

The Commonwealth imposes no legal debt limitation on counties. Except for VPSA general obligation issuances, a referendum must be approved by the voters prior to the issuance of new money general obligation bonds. The County established a self-imposed limit on its total bonded debt of 3% of the net assessed valuation of taxable property. The County includes general obligation bonds, appropriation debt supported by tax revenue, and School Board bonds in its determination of total bonded debt. Additionally, there are several limitations and restrictions contained in the various bond indentures. As of June 30, 2024, the amount of tax-supported debt outstanding represented 1.1 percent of the total assessed valuation of taxable real and personal property of \$105 billion at January 1, 2023, which is the valuation date to determine fiscal year 2024 tax revenues. Annual debt service payments during fiscal year 2024 represented 4.9 percent of total revenues in compliance with the County's Principles (as depicted in Figure A-8, below). See Table 14 in the Statistical Section for further explanation of the calculations.

Figure A-8



## ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The key economic factors affecting the County include the following:

- In response to the COVID-19 global pandemic, the federal government made funding available through the American Rescue Plan Act of 2021 (ARPA) to continue to aid localities in their response to the health crisis and economic recovery. Expenditures of this federal funding are subject to audit by the grantor under the Uniform Guidance, *Title 2 of the Code of Federal Regulations Part 200*, and the County is contingently liable to refund amounts received in excess of allowable expenditures. In the opinion of the County's management, no material refunds will be required as a result of expenditures disallowed by the grantor. See the results of the Single Audit in the County's Compliance Report for further information, which will be issued at a later date.
- The County is monitoring the economic impacts of the increasing inflation, having hit a 40-year high in recent months, and the possibility of an economic downturn. The impact of this on property values and associated tax revenues will continue to be monitored as the budget for the upcoming fiscal year is developed.
- The Board of County Supervisors decreased the real estate tax rate to \$0.0966 per \$100 of assessed value in fiscal year 2024.
- The real estate tax base has increased from \$82.8 billion supporting fiscal year 2023, to \$93.3 billion for fiscal year 2024, which is an increase of 12.6 percent.

## CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money received. Questions about this report or inquiries for additional information may be addressed to the Office of the Chief Financial Officer, 1 County Complex Court, Prince William, Virginia, 22192-9201 or [financedirectorsoffice@pwcva.gov](mailto:financedirectorsoffice@pwcva.gov).

## **BASIC FINANCIAL STATEMENTS**

**T**he Basic Financial Statements include all funds, discretely presented component units and notes to provide an overview of the financial position and results of operation for the County as a whole. They also serve as an introduction to the more detailed statements and schedules that follow.

COUNTY OF PRINCE WILLIAM, VIRGINIA

Statement of Net Position

June 30, 2024

(amounts expressed in thousands)

Exhibit 1

Page 1 of 2

|  | Primary Government         |                             |           |                    |                           |
|--|----------------------------|-----------------------------|-----------|--------------------|---------------------------|
|  | Governmental<br>Activities | Business-Type<br>Activities | Total     | Component<br>Units | Total<br>Reporting Entity |
| <b>ASSETS</b>  |                            |                             |           |                    |                           |
| Equity in pooled cash and investments                      | \$ 978,360                 | 28,174                      | 1,006,534 | 766,788            | 1,773,322                 |
| Cash held by other fiscal agents                           | -                          | -                           | -         | 2,130              | 2,130                     |
| Investments  | 23,485                     | -                           | 23,485    | -                  | 23,485                    |
| Property taxes receivable, net                             | 15,975                     | -                           | 15,975    | -                  | 15,975                    |
| Accounts receivable, net                                   | 31,216                     | 1,324                       | 32,540    | 8,089              | 40,629                    |
| Lease receivable   | 2,999                      | 159                         | 3,158     | -                  | 3,158                     |
| Interest receivable  | 10                         | -                           | 10        | -                  | 10                        |
| Due from other governmental units                          | 87,165                     | 47                          | 87,212    | 62,349             | 149,561                   |
| Due from primary government                                | -                          | -                           | -         | 31,594             | 31,594                    |
| Investment in direct financing leases                      | 2,027                      | -                           | 2,027     | -                  | 2,027                     |
| Inventory  | 804                        | 3,547                       | 4,351     | 7,719              | 12,070                    |
| Advances and prepaid items                                 | 1,375                      | 20                          | 1,395     | 16                 | 1,411                     |
| Net OPEB assets  | 5,475                      | -                           | 5,475     | 12,709             | 18,184                    |
| Restricted assets:   |                            |                             |           |                    |                           |
| Temporarily restricted:                                    |                            |                             |           |                    |                           |
| Restricted cash and temporary investments                  | 18,105                     | 39,729                      | 57,834    | 120,827            | 178,661                   |
| Restricted investments                                     | 1,250                      | -                           | 1,250     | -                  | 1,250                     |
| Water and sewer availability credit                        | 9,289                      | -                           | 9,289     | -                  | 9,289                     |
| Capital assets:  |                            |                             |           |                    |                           |
| Land and construction in progress                          | 271,530                    | 33,335                      | 304,865   | 180,628            | 485,493                   |
| Buildings and other capital assets, net<br>of depreciation | 554,685                    | 16,910                      | 571,595   | 1,793,932          | 2,365,527                 |
| Total assets   | 2,003,750                  | 123,245                     | 2,126,995 | 2,986,781          | 5,113,776                 |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                      |                            |                             |           |                    |                           |
| Loss on refundings   | 19,118                     | 4                           | 19,122    | -                  | 19,122                    |
| Deferred outflows related to pensions                      | 85,731                     | 904                         | 86,635    | 278,953            | 365,588                   |
| Deferred outflows related to OPEB                          | 20,022                     | 210                         | 20,232    | 34,851             | 55,083                    |
| Total deferred outflows of resources                       | 124,871                    | 1,118                       | 125,989   | 313,804            | 439,793                   |
| <b>LIABILITIES</b>   |                            |                             |           |                    |                           |
| Accounts payable   | 113,745                    | 744                         | 114,489   | 26,598             | 141,087                   |
| Wages and benefits payable                                 | 15,561                     | 196                         | 15,757    | 145,399            | 161,156                   |
| Due to other governmental units                            | 2,310                      | -                           | 2,310     | 1,524              | 3,834                     |
| Due to component units                                     | 31,594                     | -                           | 31,594    | -                  | 31,594                    |
| Accrued interest   | 14,212                     | 27                          | 14,239    | -                  | 14,239                    |
| Deposits and escrows                                       | 52,783                     | 56                          | 52,839    | -                  | 52,839                    |
| Prepaid taxes  | 118,507                    | -                           | 118,507   | -                  | 118,507                   |
| Unearned revenue   | 109,259                    | 2,984                       | 112,243   | 47,736             | 159,979                   |
| Retainage  | 1,391                      | -                           | 1,391     | 5,206              | 6,597                     |
| Noncurrent liabilities:                                    |                            |                             |           |                    |                           |
| Due within one year  | 137,245                    | 854                         | 138,099   | 41,742             | 179,841                   |
| Due in more than one year                                  | 1,389,843                  | 37,456                      | 1,427,299 | 937,563            | 2,364,862                 |
| Total liabilities  | 1,986,450                  | 42,317                      | 2,028,767 | 1,205,768          | 3,234,535                 |

The accompanying notes are an integral part of these financial statements.

COUNTY OF PRINCE WILLIAM, VIRGINIA  
**Statement of Net Position**  
June 30, 2024  
(amounts expressed in thousands)

Exhibit 1  
Page 2 of 2

|                                      | Primary Government         |                             |           | Component<br>Units | Total<br>Reporting Entity |
|--------------------------------------|----------------------------|-----------------------------|-----------|--------------------|---------------------------|
|                                      | Governmental<br>Activities | Business-Type<br>Activities | Total     |                    |                           |
| <b>DEFERRED INFLOWS OF RESOURCES</b> |                            |                             |           |                    |                           |
| Deferred inflows related to leases   | 2,953                      | 155                         | 3,108     | -                  | 3,108                     |
| Deferred inflows related to pensions | 45,258                     | 501                         | 45,759    | 84,904             | 130,663                   |
| Deferred inflows related to OPEB     | 16,802                     | 106                         | 16,908    | 31,056             | 47,964                    |
| Total deferred inflows of resources  | 65,013                     | 762                         | 65,775    | 115,960            | 181,735                   |
| <b>NET POSITION</b>                  |                            |                             |           |                    |                           |
| Net investment in capital assets     | 661,827                    | 47,799                      | 709,626   | 1,937,437          | 2,765,608 <sup>A</sup>    |
| Restricted for:                      |                            |                             |           |                    |                           |
| Capital projects                     | -                          | 38,960                      | 38,960    | 107,770            | 28,185 <sup>A</sup>       |
| Net OPEB assets                      | 5,475                      | -                           | 5,475     | 12,709             | 18,184                    |
| Special levy districts               | 45,779                     | -                           | 45,779    | -                  | 45,779                    |
| Development fee services             | 15,525                     | -                           | 15,525    | -                  | 15,525                    |
| Housing                              | 9,259                      | -                           | 9,259     | -                  | 9,259                     |
| Transient occupancy tax              | 11,964                     | -                           | 11,964    | -                  | 11,964                    |
| Grantor's / deed tax                 | 44,404                     | -                           | 44,404    | -                  | 44,404                    |
| Internal service fund                | 11,475                     | -                           | 11,475    | -                  | 11,475                    |
| Public safety                        | 5,411                      | -                           | 5,411     | -                  | 5,411                     |
| Grants                               | 9,525                      | -                           | 9,525     | -                  | 9,525                     |
| Donations                            | 12,215                     | -                           | 12,215    | -                  | 12,215                    |
| Water and sewer availability credit  | 9,289                      | -                           | 9,289     | -                  | 9,289                     |
| Education                            | -                          | -                           | -         | 140,068            | 140,068                   |
| Parks and Recreation                 | -                          | 769                         | 769       | -                  | 769                       |
| Unrestricted                         | (764,990)                  | (6,244)                     | (771,234) | (219,127)          | (990,361)                 |
| Total net position / (deficit)       | \$ 77,158                  | 81,284                      | 158,442   | 1,978,857          | 2,137,299                 |

<sup>A</sup> The sum of the columns does not equal the Total Reporting Entity column by a difference of \$909,666 because the debt related to the School Board (\$890,417) and the debt related to the Adult Detention Center (\$19,249) is reflected in the primary government's general governmental activities rows reducing the Net Investment in Capital Assets. The Total Reporting Entity column matches the asset with the debt and reports the net amount in the component unit on the Net Investment in Capital Assets. The Net Investment in Capital Assets also increased by School Board's unspent bond proceeds of (\$118,545) with a corresponding decrease in the Restricted Capital Projects row.

The accompanying notes are an integral part of these financial statements.

COUNTY OF PRINCE WILLIAM, VIRGINIA  
Statement of Activities  
For the Fiscal Year Ended June 30, 2024

Exhibit 2  
Page 1 of 2

(amounts expressed in thousands)

| Functions / Programs   | Expenses     | Program Revenues     |                                    |                                  | Net (Expense) Revenue                            |                          |
|--|--------------|----------------------|------------------------------------|----------------------------------|--|--------------------------|
|  |              | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Total Primary Government Governmental Activities | Business-Type Activities |
| <b>Primary Government:</b>   |              |                      |                                    |                                  |  |                          |
| <b>Governmental activities:</b>                                      |              |                      |                                    |                                  |  |                          |
| General government administration                                    | \$ 105,212   | 1,605                | 3,705                              | -                                | (99,902)   | -                        |
| Judicial administration  | 39,350       | 1,516                | 7,965                              | -                                | (29,869)   | -                        |
| Public safety  | 432,308      | 9,154                | 13,399                             | 11,931                           | (397,824)  | -                        |
| Public works   | 22,925       | 11,281               | 20,638                             | 139,445                          | 148,439  | -                        |
| Health and welfare   | 176,365      | 1,319                | 81,625                             | -                                | (93,421)   | -                        |
| Education  | 859,370      | -                    | 1,023                              | -                                | (858,347)  | -                        |
| Parks, recreational and cultural                                     | 67,606       | 8,568                | 1,606                              | 33                               | (57,399)   | -                        |
| Community development  | 153,371      | 25,945               | 50,507                             | -                                | (76,919)   | -                        |
| Interest on long-term debt   | 46,135       | -                    | -                                  | -                                | (46,135)   | -                        |
| Total governmental activities  | 1,902,642    | 59,388               | 180,468                            | 151,409                          | (1,511,377)                                      | -                        |
| <b>Business-type activities:</b>                                     |              |                      |                                    |                                  |  |                          |
| Public works   | 24,158       | 27,619               | 152                                | -                                | -  | 3,613                    |
| Parks, recreational and cultural                                     | 6,847        | 7,155                | -                                  | -                                | -  | 308                      |
| Community development  | 181          | 1,467                | -                                  | -                                | -  | 1,286                    |
| Total business-type activities                                       | 31,186       | 36,241               | 152                                | -                                | -  | 5,207                    |
| <b>Total primary government</b>                                      | \$ 1,933,828 | 95,629               | 180,620                            | 151,409                          | (1,511,377)                                      | 5,207                    |
| <b>Component Units:</b>  |              |                      |                                    |                                  |  |                          |
| School Board   | \$ 1,717,147 | 31,914               | 262,108                            | 120                              | -  | -                        |
| Adult Detention Center   | 56,421       | 1,002                | 18,655                             | -                                | -  | -                        |
| <b>Total component units</b>   | \$ 1,773,568 | 32,916               | 280,763                            | 120                              | -  | -                        |
| <b>Total reporting entity</b>  | \$ 3,707,396 | 128,545              | 461,383                            | 151,529                          | (1,511,377)                                      | 5,207                    |
| <b>General revenues:</b>   |              |                      |                                    |                                  |  |                          |
| <b>Taxes:</b>  |              |                      |                                    |                                  |  |                          |
| Real property  |              |                      |                                    |                                  | \$ 941,486                                       | -                        |
| Personal property  |              |                      |                                    |                                  | 291,398  | -                        |
| Local sales  |              |                      |                                    |                                  | 95,687   | -                        |
| Consumer's utility   |              |                      |                                    |                                  | 14,658   | -                        |
| Business, professional and occupational licenses (BPOL)              |              |                      |                                    |                                  | 38,922   | -                        |
| Food and beverage  |              |                      |                                    |                                  | 45,096   | -                        |
| Recordation  |              |                      |                                    |                                  | 11,460   | -                        |
| Motor vehicle licenses   |              |                      |                                    |                                  | 12,610   | -                        |
| Other local taxes  |              |                      |                                    |                                  | 24,553   | -                        |
| Payments from primary government                                     |              |                      |                                    |                                  | -  | -                        |
| <b>Grants and contributions not restricted to specific programs:</b> |              |                      |                                    |                                  |  |                          |
| Federal revenues   |              |                      |                                    |                                  | 86   | -                        |
| State revenues   |              |                      |                                    |                                  | 68,151   | -                        |
| Local revenues   |              |                      |                                    |                                  | 9,529  | -                        |
| Investment income  |              |                      |                                    |                                  | 65,460   | 1,628                    |
| Miscellaneous  |              |                      |                                    |                                  | 1,692  | 841                      |
| Transfers  |              |                      |                                    |                                  | (354)  | 354                      |
| Total general revenues and transfers                                 |              |                      |                                    |                                  | 1,620,434  | 2,823                    |
| Change in net position   |              |                      |                                    |                                  | 109,057  | 8,030                    |
| <b>NET POSITION, beginning of year</b>                               |              |                      |                                    |                                  | (31,899)   | 73,254                   |
| <b>NET POSITION, end of year</b>                                     |              |                      |                                    |                                  | \$ 77,158  | 81,284                   |

The accompanying notes are an integral part of these financial statements.

**and Changes in Net Position**

| Primary<br>Government |                 | Total       |   |
|-----------------------|-----------------|-------------|---|
| Total                 | Component Units | Reporting   | Functions / Programs  |
|                       |                 |             | <b>Primary Government:</b>                                    |
|                       |                 |             | <b>Governmental activities:</b>                               |
| (99,902)              | -               | (99,902)    | General government administration                             |
| (29,869)              | -               | (29,869)    | Judicial administration                                       |
| (397,824)             | -               | (397,824)   | Public safety   |
| 148,439               | -               | 148,439     | Public works  |
| (93,421)              | -               | (93,421)    | Health and welfare  |
| (858,347)             | -               | (858,347)   | Education   |
| (57,399)              | -               | (57,399)    | Parks, recreational and cultural                              |
| (76,919)              | -               | (76,919)    | Community development   |
| (46,135)              | -               | (46,135)    | Interest on long-term debt                                    |
| (1,511,377)           | -               | (1,511,377) | Total governmental activities                                 |
|                       |                 |             | <b>Business-type activities:</b>                              |
| 3,613                 | -               | 3,613       | Public works  |
| 308                   | -               | 308         | Parks, recreational and cultural                              |
| 1,286                 | -               | 1,286       | Community development   |
| 5,207                 | -               | 5,207       | Total business-type activities                                |
| (1,506,170)           | -               | (1,506,170) | <b>Total primary government</b>                               |
|                       |                 |             | <b>Component Units:</b>                                       |
| -                     | (1,423,005)     | (1,423,005) | School Board  |
| -                     | (36,764)        | (36,764)    | Adult Detention Center  |
| -                     | (1,459,769)     | (1,459,769) | <b>Total component units</b>                                  |
| (1,506,170)           | (1,459,769)     | (2,965,939) | <b>Total reporting entity</b>                                 |
|                       |                 |             | General revenues:   |
|                       |                 |             | Taxes:  |
| 941,486               | -               | 941,486     | Real property   |
| 291,398               | -               | 291,398     | Personal property   |
| 95,687                | -               | 95,687      | Local sales   |
| 14,658                | -               | 14,658      | Consumer's utility  |
| 38,922                | -               | 38,922      | Business, professional and occupational licenses (BPOL)       |
| 45,096                | -               | 45,096      | Food and beverage   |
| 11,460                | -               | 11,460      | Recordation   |
| 12,610                | -               | 12,610      | Motor vehicle licenses  |
| 24,553                | -               | 24,553      | Other local taxes   |
| -                     | 1,012,366       | 1,012,366   | Payments from primary government                              |
|                       |                 |             | Grants and contributions not restricted to specific programs: |
| 86                    | 1,162           | 1,248       | Federal revenues  |
| 68,151                | 625,139         | 693,290     | State revenues  |
| 9,529                 | 5,726           | 15,255      | Local revenues  |
| 67,088                | 30,497          | 97,585      | Investment income   |
| 2,533                 | 9,057           | 11,590      | Miscellaneous   |
| -                     | -               | -           | Transfers   |
| 1,623,257             | 1,683,947       | 3,307,204   | Total general revenues and transfers                          |
| 117,087               | 224,178         | 341,265     | Change in net position  |
| 41,355                | 1,754,679       | 1,796,034   | <b>NET POSITION, beginning of year</b>                        |
| 158,442               | 1,978,857       | 2,137,299   | <b>NET POSITION, end of year</b>                              |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**Exhibit 3**

**Governmental Funds**

**Balance Sheet**

June 30, 2024

(amounts expressed in thousands)

|  | General Fund      | Streets &<br>Roads | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|-------------------|--------------------|-----------------------------------|--------------------------------|
| <b>ASSETS</b>  |                   |                    |                                   |                                |
| Equity in pooled cash and investments                                  | \$ 621,981        | 64,109             | 242,006                           | 928,096                        |
| Restricted cash and temporary investments                              | 22                | 18                 | 2,654                             | 2,694                          |
| Property taxes receivable, net   | 15,558            | -                  | 417                               | 15,975                         |
| Accounts receivable, net   | 17,454            | 299                | 8,501                             | 26,254                         |
| Due from other governmental units                                      | 30,162            | 55,526             | 1,476                             | 87,164                         |
| Investment in direct financing leases                                  | 2,027             | -                  | -                                 | 2,027                          |
| Inventory  | 369               | -                  | 21                                | 390                            |
| Lease receivable   | 3,009             | -                  | -                                 | 3,009                          |
| Total assets   | <u>\$ 690,582</u> | <u>119,952</u>     | <u>255,075</u>                    | <u>1,065,609</u>               |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES<br/>AND FUND BALANCE</b> |                   |                    |                                   |                                |
| <b>LIABILITIES</b>   |                   |                    |                                   |                                |
| Accounts payable   | \$ 87,771         | 13,048             | 8,534                             | 109,353                        |
| Wages and benefits payable   | 14,767            | -                  | 507                               | 15,274                         |
| Due to other governmental units  | 407               | 1,843              | 60                                | 2,310                          |
| Deposits and escrows   | 52,739            | -                  | 42                                | 52,781                         |
| Prepaid taxes  | 107,523           | -                  | 10,985                            | 118,508                        |
| Unearned revenue   | 96,804            | -                  | 12,455                            | 109,259                        |
| Retainage  | 22                | 18                 | 1,352                             | 1,392                          |
| Total liabilities  | <u>360,033</u>    | <u>14,909</u>      | <u>33,935</u>                     | <u>408,877</u>                 |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                   |                   |                    |                                   |                                |
| Deferred inflows related to unavailable taxes                          | 6,543             | -                  | 518                               | 7,061                          |
| Deferred inflows related to leases                                     | 2,953             | -                  | -                                 | 2,953                          |
| Deferred inflows related to unavailable settlements                    | -                 | -                  | 5,702                             | 5,702                          |
| Deferred inflows related to unavailable transportation revenues        | -                 | 41,996             | -                                 | 41,996                         |
| Deferred inflows related to direct financing arrangements              | 1,845             | -                  | -                                 | 1,845                          |
| Total deferred inflows of resources                                    | <u>11,341</u>     | <u>41,996</u>      | <u>6,220</u>                      | <u>59,557</u>                  |
| <b>FUND BALANCES</b>   |                   |                    |                                   |                                |
| Non-spendable  | 369               | -                  | 21                                | 390                            |
| Restricted   | 9,998             | -                  | 132,395                           | 142,393                        |
| Committed  | 147,441           | 63,047             | 82,578                            | 293,066                        |
| Assigned   | 37,227            | -                  | -                                 | 37,227                         |
| Unassigned   | 124,173           | -                  | (74)                              | 124,099                        |
| Total fund balances  | <u>319,208</u>    | <u>63,047</u>      | <u>214,920</u>                    | <u>597,175</u>                 |
| Total liabilities, deferred inflows of resources<br>and fund balances  | <u>\$ 690,582</u> | <u>119,952</u>     | <u>255,075</u>                    | <u>1,065,609</u>               |

The accompanying notes are an integral part of these financial statements.

Reconciliation of Balance Sheet of Governmental Funds to the Statement of Net Position

June 30, 2024

(amounts expressed in thousands)

|   |    |                    |
|---|----|--------------------|
| Fund balances--total governmental funds (Exhibit 3)   | \$ | 597,175            |
| <p>Amounts reported for governmental activities in the Statement of Net Position (Exhibit 1) are different because:</p>   |    |                    |
| Capital assets, net of accumulated depreciation and amortization, used in governmental activities are not financial resources and, therefore, are not reported in the funds (excludes \$14,949, related to Internal Service Fund assets, which is included in Internal Service Fund net position below).                |    | 811,266            |
| <p>Deferred outflows of resources are not financial resources and, therefore, are not reported in the funds:</p>  |    |                    |
| Deferred loss on refundings   |    | 19,118             |
| Deferred outflows related to pensions (excludes \$2,882 related to Internal Service Fund)   |    | 82,849             |
| Deferred outflows related to OPEB (excludes \$594 related to Internal Service Fund)   |    | 19,428             |
| <p>Deferred inflows of resources are not available to pay for current-period expenditures:</p>  |    |                    |
| Deferred inflows related to unavailable taxes   |    | 7,061              |
| Deferred inflows related to unavailable settlements   |    | 5,702              |
| Deferred inflows related to unavailable transportation revenues   |    | 41,996             |
| Deferred inflows related to direct financing arrangements   |    | 1,845              |
| Deferred inflows related to pensions (excludes \$1,594 related to Internal Service Fund)  |    | (43,664)           |
| Deferred inflows related to OPEBs (excludes \$308 related to Internal Service Fund)   |    | (16,494)           |
| <p>Internal Service Funds are used by management to charge costs of certain activities such as insurance, fleet operations, and data processing to individual funds. The assets and liabilities of the Internal Service Funds are included in governmental activities in the Statement of Net Position. (Exhibit 7)</p> |    |                    |
|   |    | 57,655             |
| <p>Interest on long-term debt is not accrued in governmental funds, but rather, is recognized as an expenditure when due (excluding \$204 related to Internal Service Fund)</p>   |    |                    |
|   |    | (14,008)           |
| <p>Sewer and water availability credits were not recognized in the governmental funds, but rather, are recognized as an expenditure when used</p>   |    |                    |
|   |    | 9,289              |
| <p>Assets are not due in the current period, and, therefore, are not reported in the funds:</p>   |    |                    |
| Lease receivables, including interest   |    |                    |
| Net OPEB assets   |    | 5,475              |
| <p>Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds (Note 9):</p>  |    |                    |
| Pension and OPEB obligations (excludes \$6,905 related to Internal Service Fund)  | \$ | (194,950)          |
| Bonds payable   |    | (179,183)          |
| School bonds payable  |    | (890,417)          |
| Capital debt liabilities  |    | (26,010)           |
| Lease liabilities   |    | (35,889)           |
| Software subscription liabilities (excludes \$9,110 related to Internal Service Fund)   |    | (2,988)            |
| Compensated absences (excludes \$2,223 related to Internal Service Fund)  |    | (52,184)           |
| Operating settlement - School Board   |    | (31,594)           |
| Premiums on bonds issued  |    | (94,320)           |
| Total long-term liabilities   |    | <u>(1,507,535)</u> |
| Net position of governmental activities (Exhibit 1)   | \$ | <u>77,158</u>      |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Exhibit 5

**Governmental Funds**

**Statement of Revenues, Expenditures and Changes in Fund Balances**

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | General<br>Fund   | Streets &<br>Roads | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|-------------------|--------------------|-----------------------------------|--------------------------------|
| <b>REVENUES:</b>                                   |                   |                    |                                   |                                |
| General property taxes                             | \$ 1,158,410      | -                  | 75,496                            | 1,233,906                      |
| Other local taxes                                  | 233,984           | -                  | 9,001                             | 242,985                        |
| Permits, privilege fees and regulatory licenses    | 1,783             | -                  | 25,530                            | 27,313                         |
| Fines and forfeitures                              | 2,453             | -                  | -                                 | 2,453                          |
| From use of money and property                     | 39,659            | 2,783              | 6,106                             | 48,548                         |
| Charges for services                               | 13,050            | -                  | 16,572                            | 29,622                         |
| Intergovernmental revenues:                        |                   |                    |                                   |                                |
| Federal  | 32,828            | 38,594             | 52,211                            | 123,633                        |
| State  | 151,887           | 54,993             | 4,669                             | 211,549                        |
| Local  | 9,529             | 49,678             | -                                 | 59,207                         |
| Donations  | 10,119            | -                  | 99                                | 10,218                         |
| Miscellaneous                                      | 1,942             | 2,362              | 3,912                             | 8,216                          |
| Total revenues                                     | <u>1,655,644</u>  | <u>148,410</u>     | <u>193,596</u>                    | <u>1,997,650</u>               |
| <b>EXPENDITURES:</b>                               |                   |                    |                                   |                                |
| Current:   |                   |                    |                                   |                                |
| General government administration                  | 102,905           | -                  | 1,119                             | 104,024                        |
| Judicial administration                            | 38,647            | -                  | -                                 | 38,647                         |
| Public safety                                      | 349,362           | -                  | 54,315                            | 403,677                        |
| Public works                                       | 9,067             | -                  | 308                               | 9,375                          |
| Health and welfare                                 | 166,923           | -                  | 584                               | 167,507                        |
| Education  | 703,395           | -                  | -                                 | 703,395                        |
| Parks, recreational and cultural                   | 68,189            | -                  | 376                               | 68,565                         |
| Community development                              | 12,726            | -                  | 67,764                            | 80,490                         |
| Debt service:                                      |                   |                    |                                   |                                |
| Principal retirement                               | 100,045           | -                  | -                                 | 100,045                        |
| Interest and other debt costs                      | 41,798            | -                  | -                                 | 41,798                         |
| Capital outlays                                    | -                 | 133,382            | 205,251                           | 338,633                        |
| Total expenditures                                 | <u>1,593,057</u>  | <u>133,382</u>     | <u>329,717</u>                    | <u>2,056,156</u>               |
| Excess (deficiency) of revenues under expenditures | 62,587            | 15,028             | (136,121)                         | (58,506)                       |
| <b>OTHER FINANCING SOURCES (USES):</b>             |                   |                    |                                   |                                |
| Transfers in                                       | 65,831            | 29,689             | 64,898                            | 160,418                        |
| Transfers out                                      | (81,961)          | (23,966)           | (51,963)                          | (157,890)                      |
| Issuance of debt                                   | -                 | -                  | 184,995                           | 184,995                        |
| Premium on debt                                    | -                 | -                  | 9,053                             | 9,053                          |
| Other miscellaneous financing sources              | 200               | -                  | 41                                | 241                            |
| Total other financing sources (uses), net          | <u>(15,930)</u>   | <u>5,723</u>       | <u>207,024</u>                    | <u>196,817</u>                 |
| Net change in fund balances                        | 46,657            | 20,751             | 70,903                            | 138,311                        |
| <b>FUND BALANCE, beginning of year</b>             | <u>272,551</u>    | <u>42,296</u>      | <u>144,017</u>                    | <u>458,864</u>                 |
| <b>FUND BALANCE, end of year</b>                   | <u>\$ 319,208</u> | <u>63,047</u>      | <u>214,920</u>                    | <u>597,175</u>                 |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance of Governmental Funds to the Statement of Activities**  
For the Fiscal Year Ended June 30, 2024  
(amounts expressed in thousands)

**Exhibit 6**  
**Page 1 of 2**

Net change in fund balances--total governmental funds (Exhibit 5) \$ 138,311

Amounts reported for governmental activities in the Statement of Activities (Exhibit 2) are different because:

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:

|  |                 |        |
|--|-----------------|--------|
| Add capital acquisitions (excludes \$7,691 related to assets included in Internal Service Fund net position below)                 | \$ 114,541      |        |
| Add donated equipment for public safety  | 115             |        |
| Add donated infrastructure for public works  | 12,067          |        |
| Add donated equipment for parks, recreation and cultural   | 33              |        |
| Subtract depreciation and amortization (excludes (\$4,142) related to assets included in Internal Service Fund net position below) | <u>(50,461)</u> | 76,295 |

In the Statement of Activities, only the gain / (loss) on capital assets is reported, while in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the capital asset disposal. (231)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the Funds:

|  |                 |          |
|--|-----------------|----------|
| Add revenues recognized for the water and sewer availability credits refunded        |                 | (111)    |
| Add amortized premiums   |                 | 11,648   |
| Add current year's deferred inflows related to direct financing arrangements         | 1,845           |          |
| Subtract prior year's deferred inflows related to direct financing arrangements      | <u>(2,690)</u>  | (845)    |
| Add current year's deferred inflows related to unavailable transportation revenue    | 41,996          |          |
| Subtract prior year's deferred inflows related to unavailable transportation revenue | <u>(57,881)</u> | (15,885) |
| Add current year's deferred inflows related to uncollectible tax billings (Note 3)   | 7,061           |          |
| Subtract prior year's deferred inflows related to uncollectible tax billings         | <u>(8,083)</u>  | (1,022)  |
| Add current year's deferred inflows related to unavailable settlements               | 5,702           |          |
| Subtract prior year's deferred inflows related to unavailable settlements            | <u>(3,135)</u>  | 2,567    |

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but the repayments reduce long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities (Note 9):

|                              |                  |          |
|------------------------------|------------------|----------|
| Add debt principal repayment | 100,045          |          |
| Subtract premium             | (9,053)          |          |
| Subtract issuance of debt    | <u>(184,995)</u> | (94,003) |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance of Governmental Funds to the Statement of Activities**  
For the Fiscal Year Ended June 30, 2024  
(amounts expressed in thousands)

**Exhibit 6**  
**Page 2 of 2**

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

|   |                  |          |
|---|------------------|----------|
| Amortized bond refunding losses   |                  | (2,885)  |
| Add prior year lease liabilities  | 29,374           |          |
| Subtract current year's lease liabilities   | <u>(35,889)</u>  | (6,515)  |
| Add prior year's subscription liabilities, restated (excludes \$5,322 for Internal Service Fund)    | 3,716            |          |
| Subtract current year's subscription liabilities (excludes \$9,110 for Internal Service Fund)       | <u>(2,990)</u>   | 726      |
| Add prior year operating settlement - School Board  | 17,938           |          |
| Subtract current year's operating settlement - School Board   | <u>(31,594)</u>  | (13,656) |
| Add prior year's net pension activities (excludes \$4,563 for Internal Service Fund)                | 121,915          |          |
| Subtract current year's net pension activities (excludes \$3,844 for Internal Service Fund)         | <u>(105,295)</u> | 16,620   |
| Add prior year's net OPEB activities (excludes \$1,523 for Internal Service Fund)                   | 40,046           |          |
| Subtract current year's net OPEB activities (excludes \$1,486 for Internal Service Fund)            | <u>(42,062)</u>  | (2,016)  |
| Add prior year's accrued interest liability (excludes \$115 for Internal Service Fund)              | 13,063           |          |
| Subtract current year's accrued interest liability (excludes \$204 for Internal Service Fund)       | <u>(14,008)</u>  | (945)    |
| Add prior year's compensated absences liability (excludes \$2,066 for Internal Service Fund)        | 50,122           |          |
| Subtract current year's compensated absences liability (excludes \$2,223 for Internal Service Fund) | <u>(52,184)</u>  | (2,062)  |

Internal Services funds are used by management to charge the costs of certain services to individual funds. The net revenue / (expense) of the internal service funds are reported with governmental activities:

|  |  |              |
|--|--|--------------|
| Add Internal Service Fund's change in net position (Exhibit 8) |  | <u>3,066</u> |
|--|--|--------------|

|   |  |                   |
|---|--|-------------------|
| Change in net position of governmental activities (Exhibit 2) |  | <u>\$ 109,057</u> |
|---|--|-------------------|

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**Proprietary Funds**

**Statement of Net Position**

June 30, 2024

(amounts expressed in thousands)

Exhibit 7

Page 1 of 2

|  | Business-Type Activities - Enterprise Funds |                   |         | Governmental<br>Activities -<br>Internal Service<br>Funds |
|--|---|-------------------|---------|---|
|  | Landfill                                    | Nonmajor<br>Funds | Total   |   |
| <b>ASSETS</b>  |   |                   |         |   |
| Current assets:  |   |                   |         |   |
| Equity in pooled cash and investments                      | \$ 10,521                                   | 17,653            | 28,174  | 50,264  |
| Restricted cash and temporary investments                  | 38,960                                      | 769               | 39,729  | 15,411  |
| Investments  | -   | -                 | -       | 23,485  |
| Accounts receivable, net                                   | 1,222                                       | 102               | 1,324   | 4,961   |
| Due from other governmental units                          | 47  | -                 | 47      | -   |
| Inventory  | 7   | 3,540             | 3,547   | 413   |
| Lease receivable   | 159   | -                 | 159     | -   |
| Advances and prepaid items                                 | -   | 20                | 20      | 1,375   |
| Total current assets                                       | 50,916                                      | 22,084            | 73,000  | 95,909  |
| Noncurrent assets:   |   |                   |         |   |
| Restricted investments                                     | -   | -                 | -       | 1,250   |
| Capital assets:  |   |                   |         |   |
| Land and construction in progress                          | 29,685                                      | 3,650             | 33,335  | 801   |
| Buildings and other capital assets,<br>net of depreciation | 15,865                                      | 1,045             | 16,910  | 14,148  |
| Total noncurrent assets                                    | 45,550                                      | 4,695             | 50,245  | 16,199  |
| Total assets   | 96,466                                      | 26,779            | 123,245 | 112,108   |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                      |   |                   |         |   |
| Loss on refunding  | -   | 4                 | 4       | -   |
| Deferred outflows related to pensions                      | 845   | 59                | 904     | 2,882   |
| Deferred outflows related to OPEB                          | 191   | 19                | 210     | 594   |
| Total deferred outflows of resources                       | 1,036                                       | 82                | 1,118   | 3,476   |
| <b>LIABILITIES</b>   |   |                   |         |   |
| Current liabilities:                                       |   |                   |         |   |
| Accounts payable   | 542   | 202               | 744     | 4,393   |
| Wages and benefits payable                                 | 101   | 95                | 196     | 286   |
| Accrued interest   | -   | 27                | 27      | 204   |
| Subscription liabilities                                   | -   | -                 | -       | 2,791   |
| Deposits and escrows                                       | -   | 56                | 56      | -   |
| Unearned revenues  | 2,892                                       | 92                | 2,984   | -   |
| Unpaid losses, related liabilities and IBNR                | -   | -                 | -       | 7,927   |
| Current portion of surplus distributions payable           | -   | -                 | -       | 150   |
| Current portion of bonds payable                           | -   | 822               | 822     | -   |
| Current portion of compensated absences                    | 29  | 3                 | 32      | 158   |
| Total current liabilities                                  | 3,564                                       | 1,297             | 4,861   | 15,909  |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**Proprietary Funds**

**Statement of Net Position**

June 30, 2024

(amounts expressed in thousands)

Exhibit 7

Page 2 of 2

|  | Business-Type Activities - Enterprise Funds |                   |               | Governmental<br>Activities -<br>Internal Service<br>Funds |
|--|---|-------------------|---------------|---|
|  | Landfill                                    | Nonmajor<br>Funds | Total         |   |
| <b>Noncurrent liabilities:</b>                   |   |                   |               |   |
| Accrued closure liability                        | 33,198                                      | -                 | 33,198        | -   |
| Subscription liabilities                         | -   | -                 | -             | 6,318   |
| Unpaid losses, related liabilities and IBNR      | -   | -                 | -             | 23,457  |
| Surplus distributions payable                    | -   | -                 | -             | 1,375   |
| Bonds payable, net of current portion            | -   | 1,628             | 1,628         | -   |
| Net pension liabilities                          | 1,504                                       | 107               | 1,611         | 5,132   |
| Net OPEB liabilities                             | 558   | 52                | 610           | 1,772   |
| Compensated absences                             | 381   | 28                | 409           | 2,064   |
| Total noncurrent liabilities                     | <u>35,641</u>                               | <u>1,815</u>      | <u>37,456</u> | <u>40,118</u>   |
| Total liabilities                                | <u>39,205</u>                               | <u>3,112</u>      | <u>42,317</u> | <u>56,027</u>   |
| <br><b>DEFERRED INFLOWS OF RESOURCES</b>         |   |                   |               |   |
| Deferred inflows related to leases               | 155   | -                 | 155           | -   |
| Deferred inflows related to pensions             | 467   | 34                | 501           | 1,594   |
| Deferred inflows related to OPEB                 | 98  | 8                 | 106           | 308   |
| Total deferred inflows of resources              | <u>720</u>                                  | <u>42</u>         | <u>762</u>    | <u>1,902</u>  |
| <br><b>NET POSITION</b>                          |   |                   |               |   |
| Net investments in capital assets                | 45,550                                      | 2,249             | 47,799        | 5,840   |
| Restricted for:                                  |   |                   |               |   |
| Capital projects                                 | 38,960                                      | -                 | 38,960        | -   |
| Golf Operations                                  | -   | 769               | 769           | -   |
| Self-Insurance Casualty Pool                     | -   | -                 | -             | 1,858   |
| Self-Insurance Workers' Compensation Association | -   | -                 | -             | 9,617   |
| Unrestricted                                     | (26,933)                                    | 20,689            | (6,244)       | 40,340  |
| Total net position                               | <u>\$ 57,577</u>                            | <u>23,707</u>     | <u>81,284</u> | <u>57,655</u>   |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**Exhibit 8**

**Proprietary Funds**

**Statement of Revenues, Expenses and Changes in Net Position**

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | <b>Business-Type Activities - Enterprise Funds</b> |                           |               | <b>Governmental</b>                                |
|---|--|---------------------------|---------------|--|
|   | <b>Landfill</b>                                    | <b>Nonmajor<br/>Funds</b> | <b>Total</b>  | <b>Activities -<br/>Internal Service<br/>Funds</b> |
| <b>OPERATING REVENUES:</b>                  |  |                           |               |  |
| Charges for services                        | \$ 27,619  | 8,622                     | 36,241        | 142,972  |
| From use of money and property              | 3  | -                         | 3             | -  |
| Intergovernmental revenues:                 |  |                           |               |  |
| Federal                                     | 31   | -                         | 31            | -  |
| State                                       | 121  | -                         | 121           | -  |
| Miscellaneous                               | 758  | -                         | 758           | 4,779  |
| Total operating revenues                    | <u>28,532</u>                                      | <u>8,622</u>              | <u>37,154</u> | <u>147,751</u>                                     |
| <b>OPERATING EXPENSES:</b>                  |  |                           |               |  |
| Personnel expenses                          | 5,876  | 1,719                     | 7,595         | 19,141   |
| Contractual services                        | 5,028  | 4,085                     | 9,113         | 30,126   |
| Materials / supplies                        | 4,312  | 774                       | 5,086         | 9,827  |
| Depreciation and amortization               | 2,865  | 168                       | 3,033         | 4,142  |
| Costs from sale of land                     | -  | 133                       | 133           | -  |
| Closure expenses                            | 5,756  | -                         | 5,756         | -  |
| Claims and premiums                         | -  | -                         | -             | 69,032   |
| OPEB costs                                  | -  | -                         | -             | 5,238  |
| Losses and loss adjustment expenses         | -  | -                         | -             | 8,572  |
| Other                                       | 321  | 24                        | 345           | 802  |
| Total operating expenses                    | <u>24,158</u>                                      | <u>6,903</u>              | <u>31,061</u> | <u>146,880</u>                                     |
| Operating income                            | <u>4,374</u>                                       | <u>1,719</u>              | <u>6,093</u>  | <u>871</u>   |
| <b>NON-OPERATING REVENUES / (EXPENSES):</b> |  |                           |               |  |
| Interest income and investment losses       | 762  | 866                       | 1,628         | 5,284  |
| Interest and other debt costs               | -  | (125)                     | (125)         | (213)  |
| Gain on sale of capital assets              | 80   | -                         | 80            | 6  |
| Total non-operating revenues                | <u>842</u>   | <u>741</u>                | <u>1,583</u>  | <u>5,077</u>                                       |
| Income before transfers                     | <u>5,216</u>                                       | <u>2,460</u>              | <u>7,676</u>  | <u>5,948</u>                                       |
| <b>TRANSFERS:</b>                           |  |                           |               |  |
| Transfers in                                | -  | 1,615                     | 1,615         | 499  |
| Transfers out                               | (1,261)  | -                         | (1,261)       | (3,381)  |
| Total transfers, net                        | <u>(1,261)</u>                                     | <u>1,615</u>              | <u>354</u>    | <u>(2,882)</u>                                     |
| Change in net position                      | 3,955  | 4,075                     | 8,030         | 3,066  |
| <b>NET POSITION, beginning of the year</b>  | <u>53,622</u>                                      | <u>19,632</u>             | <u>73,254</u> | <u>54,589</u>                                      |
| <b>NET POSITION, end of the year</b>        | <u>\$ 57,577</u>                                   | <u>23,707</u>             | <u>81,284</u> | <u>57,655</u>                                      |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**Proprietary Funds**

**Statement of Cash Flows**

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

Exhibit 9

Page 1 of 2

|   | <b>Business-Type Activities - Enterprise Funds</b> |                           |              | <b>Governmental<br/>Activities -<br/>Internal<br/>Service Funds</b> |
|---|--|---------------------------|--------------|---|
|   | <b>Landfill</b>                                    | <b>Nonmajor<br/>Funds</b> | <b>Total</b> |   |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                        |  |                           |              |   |
| Cash received from customers  | \$ 23,640  | 8,497                     | 32,137       | 151,803   |
| Cash received / (paid) from / (to) other entities                   | 962  | -                         | 962          | (3,189)   |
| Payments for claims and premiums                                    | -  | -                         | -            | (81,241)  |
| Payments to suppliers for goods and services                        | (9,663)  | (5,243)                   | (14,906)     | (39,817)  |
| Payments to employees for services                                  | (6,076)  | (1,701)                   | (7,777)      | (19,714)  |
| Payments of closure expenses  | (2)  | -                         | (2)          | -   |
| Net cash provided by operating activities                           | 8,861  | 1,553                     | 10,414       | 7,842   |
| <b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</b>            |  |                           |              |   |
| Surplus distributions paid  | -  | -                         | -            | (130)   |
| Proceeds from lease receivable                                      | (1)  | -                         | (1)          | -   |
| Transfers in  | -  | 1,615                     | 1,615        | 499   |
| Transfers out   | (1,261)  | -                         | (1,261)      | (3,381)   |
| Net cash provided / (used) by non-capital financing activities      | (1,262)  | 1,615                     | 353          | (3,012)   |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>    |  |                           |              |   |
| Acquisition of capital assets                                       | (889)  | (90)                      | (979)        | (7,703)   |
| Proceeds from the sale of capital assets                            | 80   | -                         | 80           | 6   |
| Principal paid on bonds, leases, subscriptions, and other debt      | -  | (797)                     | (797)        | 3,787   |
| Interest paid on bonds, leases, subscriptions, and other debt costs | -  | (134)                     | (134)        | (124)   |
| Net cash used by capital and related financing activities           | (809)  | (1,021)                   | (1,830)      | (4,034)   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                        |  |                           |              |   |
| Proceeds from maturities of investments                             | -  | -                         | -            | 45  |
| Purchases of investments  | -  | -                         | -            | (1,815)   |
| Interest and dividends received on investments                      | 762  | 850                       | 1,612        | 11,017  |
| Net cash used by investing activities                               | 762  | 850                       | 1,612        | 9,247   |
| Net increase in cash and cash equivalents                           | 7,552  | 2,997                     | 10,549       | 10,043  |
| <b>CASH AND CASH EQUIVALENTS, beginning of year</b>                 | 41,929   | 15,425                    | 57,354       | 55,632  |
| <b>CASH AND CASH EQUIVALENTS, end of year</b>                       | \$ 49,481  | 18,422                    | 67,903       | 65,675  |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**Proprietary Funds  
Statement of Cash Flows**

For the Fiscal Year Ended June 30, 2024  
(amounts expressed in thousands)

Exhibit 9

Page 2 of 2

|  | <u>Business-Type Activities - Enterprise Funds</u> |                           |              | <u>Governmental</u>                                |
|--|--|---------------------------|--------------|--|
|  | <u>Landfill</u>                                    | <u>Nonmajor<br/>Funds</u> | <u>Total</u> | <u>Activities -<br/>Internal<br/>Service Funds</u> |
| <b>RECONCILIATION OF OPERATING INCOME TO NET CASH<br/>PROVIDED / (USED) BY OPERATING ACTIVITIES:</b> |  |                           |              |  |
| Operating income   | \$ 4,374   | 1,719                     | 6,093        | 871  |
| Adjustments to reconcile operating income to net cash<br>provided by operating activities:           |  |                           |              |  |
| Depreciation and amortization  | 2,865  | 168                       | 3,033        | 4,142  |
| Change in assets:  |  |                           |              |  |
| (Increase) / decrease in:  |  |                           |              |  |
| Accounts receivable  | (913)  | (4)                       | (917)        | 444  |
| Due from other governmental units  | 52   | -                         | 52           | 419  |
| Inventory  | 7  | 95                        | 102          | (5)  |
| Lease Receivable   | (158)  | -                         | (158)        | -  |
| Advances and prepaid items   | -  | -                         | -            | (126)  |
| Change in deferred outflows of resources:  |  |                           |              |  |
| (Increase) / decrease in:  |  |                           |              |  |
| Loss on refunding  | -  | 1                         | 1            | -  |
| Deferred outflows related to pensions  | 197  | 5                         | 202          | 748  |
| Deferred outflows related to OPEB  | (29)   | (8)                       | (37)         | (87)   |
| Change in liabilities:   |  |                           |              |  |
| Increase / (decrease) in:  |  |                           |              |  |
| Accounts payable and personnel costs   | 29   | 32                        | 61           | 632  |
| Due to other funds   | -  | (344)                     | (344)        | -  |
| Unearned revenues  | (3,066)  | (150)                     | (3,216)      | -  |
| Deposits and escrows   | -  | 28                        | 28           | -  |
| Accrued closure liability  | 5,754  | -                         | 5,754        | -  |
| Unpaid losses, related liabilities and IBNR  | -  | -                         | -            | 2,221  |
| Other noncurrent liabilities   | (167)  | 19                        | (148)        | (556)  |
| Change in deferred inflows of resources:   |  |                           |              |  |
| Increase / (decrease) in:  |  |                           |              |  |
| Deferred inflows related to leases   | 155  | -                         | 155          | -  |
| Deferred inflows related to pensions   | (248)  | (10)                      | (258)        | (896)  |
| Deferred inflows related to OPEB   | 9  | 2                         | 11           | 35   |
| Total adjustments  | 4,487  | (166)                     | 4,321        | 6,971  |
| Net cash provided by operating activities  | \$ 8,861   | 1,553                     | 10,414       | 7,842  |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**Exhibit 10**

**Fiduciary Funds**

**Statement of Fiduciary Net Position**

June 30, 2024

(amounts expressed in thousands)

|  | <b>Other<br/>Post-Employment<br/>Benefits<br/>(OPEB) and Pension<br/>Trust Funds</b> | <b>Custodial<br/>Funds</b> |
|--|--|----------------------------|
| <b>ASSETS</b>                              |  |                            |
| Equity in pooled cash and investments      | \$ -   | 497                        |
| Cash held by other fiscal agents           | -  | 78                         |
| Restricted cash                            | 1,151  | -                          |
| Accounts receivable, net                   | -  | 2                          |
| Restricted investments:                    |  |                            |
| Money market mutual funds                  | 1,571  | -                          |
| Equity investments                         | 122,304  | -                          |
| Real asset investments                     | 2,591  | -                          |
| Fixed income investments                   | 71,096   | -                          |
| Diversified investments                    | 4,992  | -                          |
| Life insurance annuity                     | 23,475   | -                          |
| Total investments                          | <u>226,029</u>   | <u>-</u>                   |
| Total assets                               | <u>227,180</u>   | <u>577</u>                 |
| <b>LIABILITIES</b>                         |  |                            |
| Accounts payable                           | 4,512  | 6                          |
| Escrow and deposits                        | -  | 390                        |
| Total liabilities                          | <u>4,512</u>   | <u>396</u>                 |
| <b>NET POSITION</b>                        |  |                            |
| Net position restricted for pensions       | 85,165   | -                          |
| Net position restricted for OPEB           | 137,503  | -                          |
| Net position restricted for other purposes | -  | 181                        |
| Total net position                         | <u>\$ 222,668</u>  | <u>181</u>                 |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**Exhibit 11**

**Fiduciary Funds**

**Statement of Changes in Fiduciary Net Position**

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | <b>Other<br/>Post-Employment<br/>Benefits<br/>(OPEB) and Pension<br/>Trust Funds</b> | <b>Custodial<br/>Funds</b> |
|---|--|----------------------------|
| <b>ADDITIONS</b>                                  |  |                            |
| Contributions:                                    |  |                            |
| Member  | \$ 2,235   | -                          |
| Employer  | 10,332   | -                          |
| Total contributions                               | <u>12,567</u>  | <u>-</u>                   |
| Collections on behalf of individuals for programs | -  | 444                        |
| Sales taxes collected for other governments       | -  | 860                        |
| Investment income:                                |  |                            |
| Interest and dividends                            | 6,000  | 14                         |
| Net appreciation in fair value of investments     | 16,090   | -                          |
| Total investment loss                             | 22,090   | 14                         |
| Less: investment expenses                         | (319)  | -                          |
| Net investment income                             | <u>21,771</u>  | <u>14</u>                  |
| Total additions                                   | <u>34,338</u>  | <u>1,318</u>               |
| <b>DEDUCTIONS</b>                                 |  |                            |
| Pension and OPEB payments                         | 8,554  | -                          |
| Refund of members' contributions                  | 410  | -                          |
| Administrative expenses                           | 459  | -                          |
| Payments on behalf of individuals for programs    | -  | 431                        |
| Payments of sales taxes to other governments      | -  | 860                        |
| Total deductions                                  | <u>9,423</u>   | <u>1,291</u>               |
| Change in net position                            | 24,915   | 27                         |
| <b>NET POSITION, beginning of year</b>            | <u>197,753</u>   | <u>154</u>                 |
| <b>NET POSITION, end of year</b>                  | <u>\$ 222,668</u>  | <u>181</u>                 |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**Exhibit 12**

**Component Units**

**Page 1 of 2**

**Combining Balance Sheet**

June 30, 2024

(amounts expressed in thousands)

|   | <b>Prince William<br/>County School<br/>Board</b> | <b>Adult<br/>Detention<br/>Center</b> | <b>Total</b>     |
|---|---|---------------------------------------|------------------|
| <b>ASSETS</b>   |   |                                       |                  |
| Equity in pooled cash and investments                   | \$ 742,618  | 24,170                                | 766,788          |
| Cash held by other fiscal agents                        | -   | 2,130                                 | 2,130            |
| Accounts receivable, net                                | 6,355   | 1,734                                 | 8,089            |
| Due from other governmental units                       | 62,299  | 50                                    | 62,349           |
| Due from primary government                             | 31,594  | -                                     | 31,594           |
| Inventory   | 7,719   | -                                     | 7,719            |
| Advances and prepaid items                              | 16  | -                                     | 16               |
| Net OPEB assets   | 11,687  | 1,022                                 | 12,709           |
| Restricted assets:                                      |   |                                       |                  |
| Restricted cash and temporary investments               | 120,827   | -                                     | 120,827          |
| Capital assets:   |   |                                       |                  |
| Land and construction in progress                       | 180,597   | 31                                    | 180,628          |
| Buildings and other capital assets, net of depreciation | 1,700,859   | 93,073                                | 1,793,932        |
| <b>Total assets</b>                                     | <b>2,864,571</b>                                  | <b>122,210</b>                        | <b>2,986,781</b> |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                   |   |                                       |                  |
| Deferred outflows related to pensions                   | 272,203   | 6,750                                 | 278,953          |
| Deferred outflows related to OPEB                       | 33,813  | 1,038                                 | 34,851           |
| <b>Total deferred outflows of resources</b>             | <b>306,016</b>                                    | <b>7,788</b>                          | <b>313,804</b>   |
| <b>LIABILITIES</b>                                      |   |                                       |                  |
| Accounts payable  | 26,476  | 122                                   | 26,598           |
| Wages and benefits payable                              | 144,820   | 579                                   | 145,399          |
| Due to other governmental units                         | 1,524   | -                                     | 1,524            |
| Unearned revenues                                       | 47,736  | -                                     | 47,736           |
| Retainage   | 5,206   | -                                     | 5,206            |
| Noncurrent liabilities:                                 |   |                                       |                  |
| Due within one year                                     | 41,394  | 348                                   | 41,742           |
| Due in more than one year                               | 920,385   | 17,178                                | 937,563          |
| <b>Total liabilities</b>                                | <b>1,187,541</b>                                  | <b>18,227</b>                         | <b>1,205,768</b> |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                    |   |                                       |                  |
| Deferred inflows related to pensions                    | 81,373  | 3,531                                 | 84,904           |
| Deferred inflows related to OPEB                        | 29,252  | 1,804                                 | 31,056           |
| <b>Total deferred inflows of resources</b>              | <b>110,625</b>                                    | <b>5,335</b>                          | <b>115,960</b>   |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA****Component Units  
Combining Balance Sheet**

June 30, 2024

(amounts expressed in thousands)

**Exhibit 12****Page 2 of 2****NET POSITION**

|                                  |              |         |           |
|----------------------------------|--------------|---------|-----------|
| Net investment in capital assets | 1,844,333    | 93,104  | 1,937,437 |
| Restricted for:                  |              |         |           |
| Capital projects                 | 107,770      | -       | 107,770   |
| Net OPEB Asset                   | 11,687       | 1,022   | 12,709    |
| Food and nutrition services      | 84,839       | -       | 84,839    |
| Grants                           | 41,903       | -       | 41,903    |
| Student activities               | 9,827        | -       | 9,827     |
| Other purposes                   | 3,499        | -       | 3,499     |
| Unrestricted                     | (231,437)    | 12,310  | (219,127) |
| Total net position               | \$ 1,872,421 | 106,436 | 1,978,857 |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**Exhibit 13**

**Component Units**

**Page 1 of 2**

**Combining Statement of Activities**

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

| <b>Functions / Programs</b>  | <b>Program Revenues</b> |                             |   |   |
|------------------------------|-------------------------|-----------------------------|---|---|
|                              | <b>Expenses</b>         | <b>Charges for Services</b> | <b>Operating Grants and Contributions</b> | <b>Capital Grants and Contributions</b> |
| School Board:                |                         |                             |   |   |
| Instruction                  | \$ 1,093,376            | 3,089                       | 203,939                                   | 120                                     |
| Support services             | 616,141                 | 26,995                      | 53,171                                    | -                                       |
| Interest on long-term debt   | 938                     | -                           | -   | -                                       |
| Business-type activities     | 2,888                   | 1,830                       | -   | -                                       |
| Education foundation         | 3,804                   | -                           | 4,998                                     | -                                       |
| <b>School Board Total</b>    | <b>1,717,147</b>        | <b>31,914</b>               | <b>262,108</b>                            | <b>120</b>                              |
| Adult Detention Center       | 56,421                  | 1,002                       | 18,655                                    | -                                       |
| <b>Total component units</b> | <b>\$ 1,773,568</b>     | <b>32,916</b>               | <b>280,763</b>                            | <b>120</b>                              |

The accompanying notes are an integral part of these financial statements.

**Net (Expense) / Revenue and Changes in Net Position**

| School<br>Board     | Adult<br>Detention<br>Center | <u>Total Functions / Programs</u> |  |
|---------------------|------------------------------|-----------------------------------|--|
|                     |                              |                                   | School Board:                          |
| (886,228)           | -                            | (886,228)                         | Instruction                            |
| (535,975)           | -                            | (535,975)                         | Support services                       |
| (938)               | -                            | (938)                             | Interest on long-term debt             |
| (1,058)             | -                            | (1,058)                           | Business-type activities               |
| 1,194               | -                            | 1,194                             | Education foundation                   |
| <u>(1,423,005)</u>  | -                            | <u>(1,423,005)</u>                | School Board Total                     |
| -                   | (36,764)                     | (36,764)                          | Adult Detention Center                 |
| <u>(1,423,005)</u>  | <u>(36,764)</u>              | <u>(1,459,769)</u>                | <b>Total component units</b>           |
|                     |                              |                                   | General revenues:                      |
| \$ 975,843          | 36,523                       | 1,012,366                         | Payment from primary government        |
| 1,162               | -                            | 1,162                             | Federal revenues                       |
| 625,139             | -                            | 625,139                           | State revenues                         |
| -                   | 5,726                        | 5,726                             | Local revenues                         |
| 29,458              | 1,039                        | 30,497                            | Investment earnings                    |
| 9,008               | 49                           | 9,057                             | Miscellaneous                          |
| <u>1,640,610</u>    | <u>43,337</u>                | <u>1,683,947</u>                  | Total general revenues                 |
| 217,605             | 6,573                        | 224,178                           | Change in net position                 |
| <u>1,654,816</u>    | <u>99,863</u>                | <u>1,754,679</u>                  | <b>NET POSITION, beginning of year</b> |
| \$ <u>1,872,421</u> | <u>106,436</u>               | <u>1,978,857</u>                  | <b>NET POSITION - end of year</b>      |

The accompanying notes are an integral part of these financial statements.

**NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024**  
 (amounts expressed in thousands, except percentages, ratios and years)

**NOTE (1) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The County of Prince William, Virginia (the County) prepares its financial statements, commonly known as the Annual Comprehensive Financial Report (ACFR), in conformity with accounting principles generally accepted in the United States (GAAP). The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The accounting and financial reporting framework and significant accounting principles and practices utilized by the County are discussed in subsequent sections of this note. The remaining notes are organized to provide explanations, including required disclosures, of the County's financial activities for the fiscal year ended June 30, 2024.

**A. Principles Used to Determine the Reporting Entity**

The County is organized under the County Executive form of government, as provided for by Commonwealth of Virginia (the Commonwealth) law. Under this form of government, the policies concerning the financial and business affairs of the County are determined by the Board of County Supervisors (the Board). The Board is composed of eight elected members who serve four-year terms. The Board appoints a County Executive who is the government's chief administrative officer and executes the Board's policies and programs. The accompanying financial statements include the County's primary government and component units over which the County is financially accountable. Financial accountability is based primarily on operational or financial benefit/burden relationships with the County (as distinct from legal relationships).

Due to restrictions of the State Constitution relating to the issuance of municipal debt, the County created public trusts to finance County services with revenue bonds or other non-general obligation financing. Financing services provided by these public trusts are solely for the benefit of the County. Public trusts created to provide financing services are blended into the County's primary government although retaining separate legal identity. Component units that do not meet the criteria for blending are reported discretely.

Illustration 1-1 illustrates potential component units and the reporting method in the County's ACFR.

| <b>Illustration 1-1<br/>Potential Component Units</b>  |   |
|--|---|
| <b>The following are blended component units included due to a financial benefit/burden relationship where the two Boards are substantially the same:</b>  |   |
| Prince William Parkway District  | Exercise the powers and duties enumerated in the Code of Virginia related to the transportation improvement district.   |
| Route 234 Bypass District  | Authorized by the Code of Virginia and established by Board resolution. Set the appropriate tax rate to fund improvements within the district and act on transportation matters within the district                     |
| <b>The following separate legal entities are blended component units as the County has a financial benefit/burden relationship a majority of the Board is appointed by the County, and it is an integral part of the County's operations:</b>  |   |
| Self-Insurance Group Workers' Compensation Association   | Authorized by the Code of Virginia and licensed by the State Corporation Commission. Make available a long-term, stable source of cost-effective workers' compensation insurance protections for participating members. |
| Self-Insurance Group Casualty Pool   | Authorized by the Code of Virginia and licensed by the state Corporation Commission. Make available a long-term, stable source of cost-effective casualty insurance protection for participating members.               |
| Prince William Self-Insurance Group Workers' Compensation Association and the Prince William Self-Insurance Group Casualty Pool, issue separately audited financial statements. Copies of these financial statements may be obtained by writing to the Prince William County Finance Department, Office of Risk & Wellness Services, 4360 Ridgewood Center Drive, Suite 201, Prince William, Virginia 22192. |   |

(Amounts expressed in thousands)

**Illustration 1-1 (cont'd)  
Potential Component Units**

**The following are discretely presented component units that are separate from the County where the County can impose its will through the approval of each component unit's budget:**

|                                    |  |
|------------------------------------|--|
| Prince William County School Board | <p>Authorized by the Code of Virginia and established by Board resolution to provide educational services to the County's citizens. The School Board cannot issue bonded debt and receives a large portion of its operating funds from the County. The County makes policies government the school division.</p> <p>The School Board issues separately audited financial statements. Copies of these financial statements may be obtained by writing to the School Board's Finance Division, P.O. Box 389, Manassas, Virginia 20118 or at <a href="https://www.pwcs.edu/departments/finance/accounting/finance_reports">https://www.pwcs.edu/departments/finance/accounting/finance_reports</a>.</p> |
| Adult Detention Center (ADC)       | <p>Authorized by the Code of Virginia. Establish policy for operation of Prince William County-Manassas regional adult detention center, providing care and confinement for County and adjoining city prisoners. ADC does not issue separately audited financial statements.</p>   |

**The following are jointly governed organizations where none of the inclusion criteria were met:**

|  |  |
|--|--|
| District Home Board                                  | <p>Agreement between the five northern Virginia jurisdictions (Prince William County, Fairfax County, Loudoun County, Fauquier County, and City of Alexandria) pursuant to the Code of Virginia. Establishes policy for operations of two district homes.</p>  |
| Northern Virginia Health Center Commission           | <p>Board resolution created a commission for the operation of a nursing home pursuant to the Code of Virginia. Develops and establishes policies for the operation of a nursing home. Service agreement between five northern Virginia jurisdictions (Prince William County, Fairfax County, Loudoun County, Fauquier County, and City of Alexandria).</p> |
| Northern Virginia Special Education Regional Program | <p>Agreement between Prince William County Schools and the Cities of Manassas and Manassas Park to foster cooperation in the development and delivery of special education programs and other appropriate educational services.</p>  |
| Governor's School @ Innovation Park                  | <p>Agreement between Prince William County Schools and the Cities of Manssas and Manassas Park to deliver an advanced and intensive program in science, technology, engineering, and mathematics (STEM) for selected high school juniors and seniors.</p>  |
| Manassas Regional Airport                            | <p>Agreement between Prince William County and the City of Manassas for the establishment and operation of a regional airport.</p>   |

**The following are related organizations where none of the inclusion criteria were met:**

|  |  |
|--|--|
| Industrial Development Authority (IDA) | <p>Authorized by the Code of Virginia and established by Board resolution. Promotes industry and economic development by inducing businesses to locate or remain in the State and County. They do not have taxing authority but can issue tax-exempt conduit debt with the Board's approval to provide alternative financing arrangements for outside enterprises for the benefit of the County. These obligations are not County debt but are funded by revenues received from the benefitting enterprises. More information about the IDA can be found at <a href="https://www.pwcida.org/">https://www.pwcida.org/</a>.</p> |
| Service Authority                      | <p>Authorized by the Code of Virginia and established by Board resolution. Provides water and sewer utilities to the County residents and businesses. On December 11, 2012, the Service Authority assumed the County's remaining debt service balance due to the Upper Occoquan Sewage Authority, a regional joint venture that supplements the County's water and sewage capacity, and created a non-cash credit for the County to use to purchase</p>  |

(Amounts expressed in thousands)

**Illustration 1-1 (cont'd)**  
**Potential Component Units**

**The following are related organizations where none of the inclusion criteria were met: (cont'd)**

|  |  |
|--|--|
| Service Authority (cont'd)                                   | water and sewer availability or any Service Authority assets for sale. As of June 30, 2024, the County had a balance of \$9,289. More information about the IDA can be found at <a href="https://www.pwcida.org/">https://www.pwcida.org/</a> .  |
| Northern Virginia Criminal Justice Training Academy (NVCJTA) | Established by Board resolution to construct an Emergency Vehicle Operations Center in which the County has a 30% interest. In exchange for using the Center and taking advantage of the savings from refunding debt by the Loudoun County IDA, the County has agreed to pay a portion of their total debt service and portion of their operating expenses. The County has no role in managing the NVCJTA.   |
| Northern Virginia Transportation Authority (NVTA)            | Authorized by the Code of Virginia. NVTA is funded by a portion of the State's retail sales and use tax revenues, transient occupancy tax, and grantor's/deed tax. Thirty percent (30%) of these revenues are to be distributed to participating jurisdictions on a pro rata basis for local transportation projects. Seventy percent (70%) are to be used by the NVTA to fund regional transportation projects. More information about the NVTA can be found at <a href="https://thenovaauthority.org">https://thenovaauthority.org</a> . |

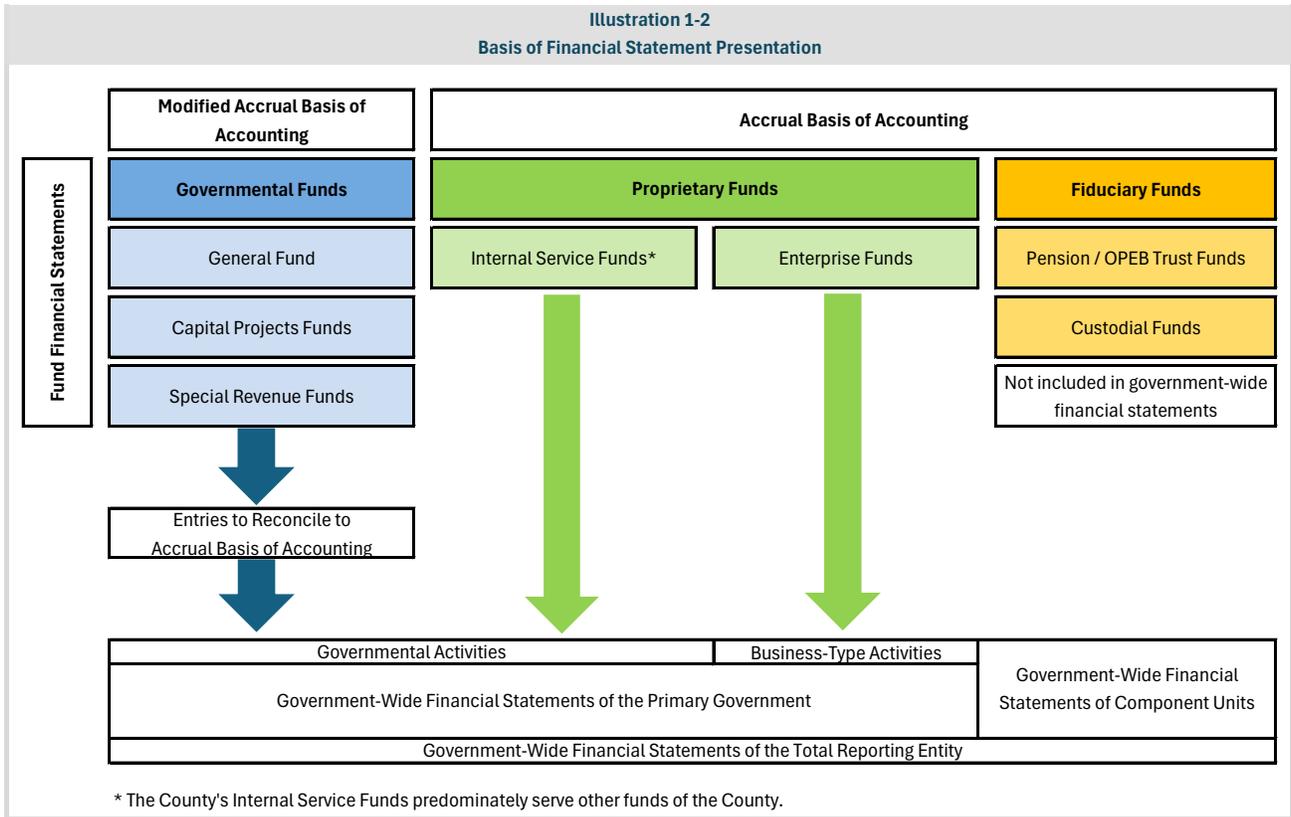
**The following are joint ventures where there is an ongoing financial responsibility, but no ongoing financial interest and no explicit and measurable equity interest is deemed to exist:**

|   |   |
|---|---|
| Potomac & Rappahannock Transportation Commission (PRTC) | Joint venture between Prince William County and Stafford County, the Cities of Manassas, Manassas Park, and Fredericksburg. Manages and operates OmniRide (regional) and OmniLink (County-wide) bus system as well as the Virginia Railway Express (VRE), the regional train system. Operations are funded by the State 2% Motor Fuel Tax. Each jurisdiction has a representative on the PRTC Board. The County also funds PRTC's lease payments. Copies of PRTC's financial statements may be obtained by writing to PRTC Finance Division, 14700 Ptoomac Mills Road, Woodbridge, Virginia 22192 or at <a href="https://www.omniride.com">https://www.omniride.com</a> . |
|---|---|

(Amounts expressed in thousands)

**B. Basis of Presentation**

The basic financial statements include both fund financial statements which are based on major individual funds, and government-wide financial statements, which are based on the County as a whole (see Illustration 1-2, below).



**Fund Financial Statements:**

At the most basic level, the financial transactions of the County are recorded in individual funds. Each fund is self-balancing set of accounts that comprise of assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance/net position (including reserves), revenues and expenditures/expenses related to a specific group of activities of the government. Emphasis is on major funds in the governmental or proprietary categories. GAAP sets forth minimum criteria for the determination of major funds. The nonmajor funds in each category are combined in a column in the fund financial statements and detailed combining schedules and individual fund statements. The following major funds are used by the County:

**Governmental Funds:**

The focus of governmental fund measurement in the fund financial statements is based on the determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the major governmental funds of the County:

- **General Fund** – The General Fund is the primary operating unit of the County and accounts for its numerous primary services including the County’s primary services (Police, Fire, Public Works, Community Development, Debt Service, etc.). It accounts for all financial resources and services of the general government, except those required to be accounted for in another fund.
- **Streets and Roads Capital Projects Fund** – The Streets and Roads Capital Projects Fund is used to account for the resources and expenditures related to the construction of sidewalks and roads within the County.

The governmental fund financial statements are presented using a current financial resources measurement focus and the modified accrual basis of accounting. This is the manner which GAAP has prescribed as the most appropriate to (a) demonstrate legal and covenant compliance, (b) demonstrate the source and use of liquid financial resources, and (c) demonstrate how the County’s actual experience conforms to the legally adopted budget. Since the governmental fund statements are presented on a different measurement focus and

(Amounts expressed in thousands)

basis of accounting than the governmental activities column on the government-wide financial statements, reconciliations are presented which briefly explain the adjustments necessary to reconcile the governmental fund financial statements to the government-wide financial statements.

*Proprietary Funds:*

The focus of proprietary fund measurement is based on the determination of operating income, changes in net position, financial position, and cash flows, which is similar to a business enterprise. The following is a description of the major proprietary fund of the County:

- Landfill Fund – The Prince William County Landfill provides refuse disposal services.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. The principal operating revenues of the Landfill Fund, the Innovation Technology Park Fund, Parks & Recreation Fund, and the internal service funds are charges to customers for sales and services. Operating expenses of the enterprise funds and internal service funds include the costs of providing services, such as personnel, contracting and supplies, as well as depreciation. Additionally, landfill closure costs are included in operating expenses of the Landfill Fund. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The County's enterprise funds, presented in the proprietary fund financial statements, are presented using the economic resources measurement focus and the accrual basis of accounting. The County's enterprise funds use the services of the internal service funds, and these transactions are not eliminated when producing the government-wide statements.

In addition to the major funds discussed above, the County reports on the following internal service fund types:

- The County operates a construction crew, an information technology program, and a fleet maintenance facility.
- In addition, the County operates four self-insurance funds – three for risk management services that provide insurance for workers' compensation, general liability, and other insurance needs of the County and the Adult Detention Center (ADC), and one that provides health insurance for eligible participating County employees.

The County's internal service funds (which typically provide services to other funds of the government) are presented in a consolidated column in the proprietary funds' financial statements. Since the principal users of these services are the County's governmental activities, the financial statements of the internal service funds are consolidated into the governmental activities' column in the government-wide financial statements. The effect of inter-fund activity has been eliminated from the government-wide financial statements. The excess revenues or expenses for the funds are allocated to the appropriate functional activity in the Government-Wide Statement of Activities.

*Fiduciary Funds:*

Fiduciary funds are used to account for assets held by the government acting as a trustee or custodian for entities external to the governmental unit. Trust funds and custodial funds are the two types of fiduciary funds. Fiduciary funds activities include resources held in a custodial capacity. They are presented using the economic resource measurement focus and the accrual basis of accounting.

- Supplemental Pension Plan (SPP) Trust Fund – The County accounts for a defined benefit trust to provide Supplemental Pension Plan benefits to sworn and uniformed police officers, fire fighters and Sheriff and Adult Detention Center personnel.
- Length of Service Award Program (LoSAP) Pension Trust Fund – The County accounts for a length of service award program that provides benefits for certified volunteer fire department and rescue squad members.
- Other Post-Employment Benefits (OPEB) Master Trust Fund – The County uses this fund to account for post-employment benefits other than pensions for eligible employees of the County and to account for post-employment benefits that provide death, disability, and healthcare benefits for public safety employees and volunteer fire department and rescue squad members.
- Custodial Funds – The County accounts for receipts and disbursements of monies for certain County welfare, mental health services and federal self-sufficiency program recipients as well as shares a portion of the sales taxes collected with the Towns of Dumfries, Quantico, Occoquan, and Haymarket.

The County's fiduciary funds are presented in the fund financial statements by type (OPEB and Pension trust funds, and custodial funds). Since by definition, assets of these funds are held for the benefit of a third party (pension participants, other post-employment benefit

(Amounts expressed in thousands)

participants, private parties, etc.) and cannot be used to satisfy obligations of the County, these funds are not incorporated into the government-wide financial statements. Separate financial statements are not issued for the SPP Trust Fund, LoSAP Trust Fund and OPEB Master Trust Fund.

#### *Government-Wide Financial Statements:*

The government-wide financial statements (Statement of Net Position and Statement of Activities) report information on all the non-fiduciary activities of the primary government and its component units. The focus of the government-wide financial statements is more on sustainability of the County as an entity and the change in aggregate financial position resulting from activities of the fiscal period. As a rule, the effect of inter-fund activity has been eliminated from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and other charges for support. Likewise, the primary government is reported separately from the County's discretely presented component units.

In the government-wide Statement of Net Position, the governmental and business-type activities columns are presented on a consolidated basis by column and are presented using the economic resources measurement focus and the accrual basis of accounting, which incorporates long-term assets as well as noncurrent liabilities. Inter-fund balances between governmental funds and inter-fund balances between enterprise funds are included in the government-wide statement of net position.

The government-wide Statement of Activities demonstrates the degree to which the direct expenses of a given functional category (public safety, public works, etc.) or business-type activity (landfill, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific functional category or business-type activity. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given functional category or business-type activity and 2) grants and contributions that are restricted to meet the operational or capital requirements of a particular functional category or business-type activity. Taxes and other items that are not properly included among program revenues are reported instead as general revenues.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

#### **C. Basis of Accounting**

The basis of accounting refers to the point at which revenues or expenditures / expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied. The government-wide financial statements, the proprietary fund financial statements, the fiduciary fund financial statements, and the component unit financial statements are presented on an accrual basis of accounting. The governmental fund financial statements are presented on a modified accrual basis of accounting.

*Accrual Basis of Accounting.* Revenues are recognized when earned and expenses are recognized when incurred.

*Modified Accrual Basis of Accounting.* Revenues are recorded when susceptible to accrual, meaning that to be considered revenue of the reporting period, the amount must be both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the County considers the availability period for all significant revenue sources to be 60 days after the end of the current fiscal period. Accordingly, real and personal property taxes are recorded as revenues and receivables when billed, net of allowances for uncollectible amounts.

Property taxes billed prior to fiscal year end, but not collected within 60 days after year-end, are reflected as deferred inflows of resources. Derived tax revenues, such as, sales and utility taxes that are collected by the Commonwealth or utility companies, and subsequently remitted to the County, are recognized as revenues and receivables when the underlying exchange transaction occurs, which is generally two months preceding receipt by the County. Licenses, permits and fines are recorded as revenues when received. Intergovernmental revenues, consisting primarily of Federal, State, and other grants for the purpose of funding specific expenditures, are recognized when earned or after all eligibility requirements have been satisfied, except for Streets and Roads Capital Projects Fund that considers the availability period for all significant revenue sources to be 60 days after the end of the current fiscal period. Revenues from general-purpose grants are recognized in the period to which the grant applies. Interest earnings are recorded as earned.

Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt is recognized when due.

(Amounts expressed in thousands)

#### **D. Budgets and Budgetary Accounting**

Budgets for all governmental funds of the Primary Government and discretely presented component units of the County are adopted by the Board annually on a non-GAAP basis which excludes the effects of fair value adjustments to the carrying amounts of investments (see Note 1.G).

Project length financial plans are adopted for all capital projects funds. However, the County's Capital Improvement Plan is a five-year plan identifying which projects the County is planning on initiating and the Board budgets and appropriates project length budgets for new capital projects for the first year of the Plan. In mid-February, the County Executive submits to the Board, a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.

The Board holds work sessions to review the proposed budget and conducts two public hearings to obtain taxpayer comments. The budget is legally adopted by the Board within the timelines stipulated by the Code of Virginia § 15.2-2503, as amended.

The Board appropriates the budget on an annual basis. During the year, several supplemental appropriations are necessary. The Board adopts resolutions for supplemental appropriations that increase or decrease the adopted budget. Departmental expenditures may not exceed Board approved appropriations, which lapse at the end of the year.

The Board appropriates available balances from one fiscal year to the next resulting from projected surplus revenues and budget savings generated during the year through departmental spending control efforts. The Board also authorizes the Director of Finance to administratively reduce the amount of available balances approved should the actual funds to support the appropriation be insufficient after completion of the County's year end closing cycle.

The budget is controlled at certain legal as well as administrative levels. The Code of Virginia requires the County to annually adopt a balanced budget. The Board's Annual Adopted Budget resolution places legal restrictions on expenditures at the department level (i.e., the level at which expenditures may not legally exceed appropriations). Management approves budget transfers of any amount between major expenditure categories within departments and in certain limited cases these are reviewed by the Board. Budget transfers of twenty thousand dollars or more between departments are approved by the Board. The Board approves resolutions for supplemental appropriations that increase or decrease (amend) the original budget. Only the Board can amend the budget. All budgets and appropriations lapse at the end of each fiscal year.

Annual transfers out are appropriated in the General and Special Revenue Funds for the component units of the County. Expenditures in all governmental funds of the County were within authorized budget limitations. Where required, the governmental fund financial statements provide budgetary comparison schedules that demonstrate compliance at the legal level of budgetary control.

#### **E. Cash and Investments**

For purposes of the Statement of Cash Flows, all cash on hand, deposits, and highly liquid investments with original maturities of three months or less, as well as the County's cash management pool, are grouped into equity in pooled cash and investments. These pooled cash and investments, as well as restricted cash and temporary investments, are cash and cash equivalents.

The County invests in an externally managed investment pool, the State Treasurer's Local Government Investment Pool (LGIP), which is not SEC-registered. The Treasury Board of the Commonwealth of Virginia has regulatory oversight of the LGIP, which is managed as a "2a-7 like pool". The portfolio securities are valued by the amortized cost method with maturities of thirteen months or less. The fair value of the County's position in the LGIP is the same as the value of the pool shares. The LGIP does not have any limitations or restrictions on participant withdrawals.

The County maintains a single cash and investment pool for use by all funds and component units, except for the SPP Trust Fund, certain enterprise and internal service funds, the School Board Student Activity Fund, the School Education Foundation, and the Community Services Board Payee Accounts. Each fund participates on a dollar equivalent and daily transaction basis. Interest is distributed monthly based on average daily cash balances. A "zero balance account" mechanism provides for daily sweeps of deposits made to the County's checking accounts, resulting in an instantaneous transfer to the investment account. Hence, the majority of the County's funds are always invested.

Bond proceeds are maintained to comply with the provisions of the Tax Reform Act of 1986 or as required by various bond indentures.

Investments are carried at fair value based on quoted market prices. Interest earnings are allocated monthly to the respective funds based on the percentage of each fund's average daily balance of cash investments in the total pool. See Note 2 for more information.

(Amounts expressed in thousands)

## **F. Fair Value Measurements**

Fair value was estimated for each class of financial instrument for which it was practical to estimate fair value. Fair value is defined as the price in the principal market that would be received for an asset to facilitate an orderly transaction between market participants on the measurement date. Market participants are assumed to be independent, knowledgeable, able, and willing to transact an exchange and not acting under duress. Fair value hierarchy disclosures are based on the quality of inputs used to measure fair value.

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs). Adjustments to transaction prices or quoted market prices may be required in illiquid or disorderly markets to estimate fair value. The three levels of the fair value hierarchy are defined as follows:

Level 1 – inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities traded in active markets.

Level 2 – inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, significant other observable inputs, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 – inputs to the valuation methodology are unobservable for the asset or liability and are based on the best available information.

## **G. Inventories and Prepaid Items**

Inventory is valued at cost for all governmental funds and at lower of cost or market for all other funds using the first-in, first-out method. Inventory in governmental funds, internal service funds, and enterprise funds consist of consumable supplies, except for inventory in Innovation Technology Park Fund, which consists of land held for sale to be sold to attract new businesses to the County that fulfill a specific target industry initiative. The cost is recorded as an expenditure / expense at the time individual inventory items are consumed. Reported inventories for governmental funds are offset equally by a non-spendable fund balance, which indicates they do not constitute available expendable resources, even though they are a component of assets.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide and fund financial statements. Items are expended / expensed in the period they are used.

## **H. Due from Other Funds, Component Units and Governmental Units**

Noncurrent portions of long-term inter-fund loans receivable (reported in due from accounts in the asset section) and amounts due from other governments are equally offset by a committed fund balance account, which indicates that they do not constitute available expendable resources and therefore are not available for appropriation.

## **I. Compensated Absences**

In governmental funds, the cost of vacation and sick pay benefits (compensated absences) is recognized when payments are made to employees. A liability for all governmental funds vested accrued vacation and sick pay benefits is recorded as noncurrent liabilities in the government-wide statement of net position. Proprietary funds accrue vacation and sick leave benefits in the period they are earned.

## **J. Self-Insurance and Health Insurance Long-Term Liabilities**

The County and the Adult Detention Center component unit participate in the Prince William Self-Insurance Group Casualty Pool (the Pool) and Workers' Compensation Association (the Association), which provide casualty insurance and workers' compensation protection for the members. Only the County and its component units are participants. The County provides three self-insured health insurance program options to its employees. Estimated liability for claims payable includes estimates of losses on claims reported and actuarial determinations of claims incurred but not reported.

## **K. Capital Assets**

The cost of capital assets acquired for general government purposes is recorded as an expenditure in the governmental funds and as an asset in the government-wide financial statements to the extent the County's capitalization threshold has been met. Capital assets acquired by proprietary funds are recorded as assets in both the government-wide financial statements and in the proprietary fund financial statements to the extent the County's capitalization threshold has been met. The County capitalizes assets (tangible) costing at least ten thousand dollars (\$10,000) not funded by a grant or five-thousand dollars (\$5,000) if grant funded and having an estimated useful life longer than one year. The County capitalizes right-to-use leases, right-to-use subscription information technology

(Amounts expressed in thousands)

arrangements, and software purchases costing at least one hundred thousand dollars (\$100,000).

Donated capital assets are recorded at acquisition value as of the date of donation.

Maintenance, repairs, and minor renovations are charged to operations when incurred. Expenditures that materially increase values, change capacities, or extend useful lives are capitalized. Upon sale or retirement, the cost and related accumulated depreciation is eliminated from the respective accounts, and any resulting gain or loss is included in the determination of change in net position for the period.

The County does not capitalize streets and roads as these are transferred to and become property of the Commonwealth of Virginia upon completion.

Capital assets of the primary government and the Adult Detention Center component unit are depreciated or amortized using the straight-line method over the estimated useful lives of purchased, donated, and leased assets as follows:

|                         |             |
|-------------------------|-------------|
| Infrastructure          | 10-50 years |
| Buildings               | 20-40 years |
| Improvements to sites   | 2-50 years  |
| Equipment               | 2-20 years  |
| Vehicles                | 3-10 years  |
| Library collections     | 5 years     |
| Other Intangible assets | 5-15 years  |

Right-to-use assets are amortized over the term of their arrangements.

Depreciation on the County's solid waste landfill liner system is calculated based on the percentage of the landfill liner's capacity used each year.

Impaired capital assets that are no longer used are reported at the lower of carrying value or fair value. An asset is considered impaired if both (a) the decline in service utility of the capital asset is large in magnitude and (b) the event or change in circumstance is outside the normal life of the capital asset.

For more information on capital assets, see Note 8.

#### **L. Leases**

Key estimates and judgments related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for leases.

**Lessors:** The County is a lessor in leases of real estate. The County recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the County initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received.

The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term. The lease term includes the non-cancellable period of the lease. The lease receipts included in the measurement of the lease receivable is comprised of fixed payments from the lessee.

The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

#### **M. Deferred Outflows / Inflows of Resources**

Deferred outflows of resources are reported in a separate section, immediately following assets, on the Statements of Net Position.

(Amounts expressed in thousands)

Deferred outflows of resources represent a consumption of net assets that benefit future period(s) and will be recognized in future periods as an expenditure/expense when they are used. Prince William County has the following deferred outflows of resources: deferred loss on refundings and deferred outflows related to pensions and OPEB.

Deferred inflows of resources are reported in a separate section, immediately following liabilities, on the Statements of Net Position. Deferred inflows represent an acquisition of net assets that will be used in future reporting periods and will be recognized as revenues in future periods. Prince William County has the following deferred inflows of resources: unavailable taxes, unavailable settlements, unavailable transportation revenues, direct financing arrangements, lease revenues, pensions, and OPEB.

#### **N. Pensions and OPEB**

For purposes of measuring the net pension liability and asset, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Prince William County's defined benefit pension plans and the additions to/deductions from the County's defined benefit pension plan's net fiduciary position have been determined on the same basis as they were reported by the Virginia Retirement System (VRS), SPP and LoSAP Plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. See Note 12 for more information.

For purposes of measuring the net OPEB liability and asset, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the County's VRS OPEB Plans and the additions to/ deductions from the Prince William County's OPEB Master Trust Fund net fiduciary position have been determined on the same basis as they were reported by the VRS, Prince William County Premium Plan, Prince William County Retiree Health Insurance Credit Plan (RHICP) and Prince William County Line of Duty Act (LODA) Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. See Note 13 for more information.

#### **O. Net Position**

Net Position is comprised of the following categories from most restrictive to least restrictive in nature presented in the government-wide, proprietary funds, and fiduciary funds statements:

- *Net investment in capital assets* represents capital assets, net of accumulated depreciation, offset by the outstanding debt related to capital assets.
- *Restricted net position* represents restricted assets offset by related liabilities and deferred inflows of resources related to those assets.
- *Unrestricted net position* is the residual classification for net position.

#### **P. Fund Balance**

Fund Balance is comprised of the following categories from most restrictive to least restrictive in nature presented in governmental funds including special revenue and capital projects funds statements:

- *Non-spendable fund balances* represent amounts that cannot be spent because they are not in spendable form or are legally or contractually required to be maintained intact.
- *Restricted fund balances* represent those portions of fund balance which have constraints placed upon their use by either external sources or imposed by law through constitutional provisions or enabling legislation for future use, such as, unspent bond proceeds, cash equivalents, grants, debt service, net pension and/or other post-employment benefits assets, and revenues from Special Revenue funds.
- *Committed fund balances* represent resources that have been legally designated by the Board of County Supervisors for a specific purpose, such as, various reserves. These funds can only be established, modified, or rescinded by the Board for a specific use in a separate legal action. They must be budgeted and appropriated by the Board before use.
- *Assigned fund balances* represent an assignment of fund balance occurring only through the encumbrance of funds for specific future transactions identified during the current fiscal year and are not related to transactions captured in restricted or committed fund balances. Balances shown as assigned represent encumbrances that would otherwise be unassigned if not previously

(Amounts expressed in thousands)

encumbered.

- *Unassigned fund balance* is the residual classification for governmental funds.

#### **Q. Encumbrances**

Encumbrance accounting, the recording of purchase orders, contracts, and other mandatory commitments for the expenditure of monies to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in all governmental funds. Department directors have the authority to approve such encumbrances. The County Executive has the authority to modify or rescind any fund balance assignment per §100.12(D)2. (a) of the County's Purchasing Regulations. Encumbrances outstanding at year-end are reported as restricted, committed, or assigned fund balance, depending on the source of funding and/or the specific constraints on the funds encumbered, since they do not constitute expenditures or liabilities. Encumbrances are re-appropriated each year by Board resolution. For more detailed information, see Note 10.

#### **R. Deferred Loss on Debt Refundings**

Losses resulting from advance or current refundings of debt in government-wide and proprietary statements are deferred and recognized over the shorter of the life of the new debt or the remaining life of the old debt. The amount is deferred and reported as a loss on refunding and is recognized as a component of interest expense.

### **NOTE (2) - CASH AND INVESTMENTS**

#### **A. Cash Deposits**

All cash of the County is maintained in accounts collateralized in accordance with the Virginia Security for Public Deposits Act (the Act), §2.2-4400 through 2.2-4411 of the Code of Virginia. Under the Act, qualified public depositories shall elect to secure deposits by either the pooled method or the dedicated method. Every qualified public depository shall deposit with a qualified escrow agent eligible collateral equal to or in excess of the required collateral. If any qualified public depository fails, the collateral pool becomes available to satisfy the claims of governmental entities. The Commonwealth Treasury Board is responsible for monitoring compliance with the collateralization and reporting requirements of the Act. Funds deposited in accordance with the requirements of the Act are considered fully secured and are not subject to custodial credit risk.

#### **B. Investments**

##### **1. County Investments**

Code of Virginia §2.2-4501 through 2.2-4600 authorizes the County to invest in obligations of the United States or agencies thereof; obligations of the Commonwealth or political subdivisions thereof; obligations of other states not in default; obligations of the International Bank for Reconstruction and Development (World Bank); the Asian Development Bank, the African Development Bank; "prime quality" commercial paper; negotiable certificates of deposits and negotiable bank notes; corporate notes; banker's acceptances; overnight, term and open repurchase agreements; money market mutual funds; the State Treasurer's Local Government Investment Pool (LGIP); non-negotiable certificates of deposit and deposits with federally insured banks and savings institutions that are qualified to accept public deposits. However, in some instances, the County's own investment policy is more stringent as to authorized investments as discussed below.

Bond proceeds shall be invested in accordance with the requirements and restrictions outlined in bond documents. Bond proceeds shall be invested in the Virginia State Non-Arbitrage Program (SNAP) (or its equivalent) or in individual portfolios that aid local governments in the investment of bond proceeds and the preparation of rebate calculations in compliance with treasury arbitrage rebate regulations in accordance with the Code of Virginia requirements and the County's own investment policy.

The County and its discretely presented component units' investments are subject to interest rate, credit, custodial and concentration of credit risks as described below:

**Interest Rate Risk** – As a means of limiting its exposure to fair value losses arising from increasing interest rates, the County's investment policy states that at the time of purchase, the weighted average maturity of the portfolio as a whole may not exceed five (5) years. Further, the County may not directly invest in securities maturing in more than ten (10) years from the date of purchase (unless the investment is maturity matched to long term cash flow requirements).

The weighted average maturity for the PWSIG Workers' Compensation Association and Casualty Pool portfolios may not exceed three (3) years except where to the extent that assets are purchased specifically for collateral deposits with the Commonwealth of Virginia as

(Amounts expressed in thousands)

required by the SCC. The final maturity of any individual security may not exceed five (5) years from the time of purchase, except where an asset is matched to a specific obligation of the PWSIG.

Illustration 2-1 reflects the fair value and weighted average maturity (WAM) of the County’s investments as of June 30, 2024.

| <b>Illustration 2-1</b>  |                     |  |
|--|---------------------|--|
| <b>Fair Value and Weighted Average Maturity of Investments</b> |                     |  |
| <b>June 30, 2024</b>   |                     |  |
| <b>Investment Type</b>   | <b>Fair Value</b>   | <b>Weighted Average Maturity (Years)</b> |
| <b>Primary Government, School Board, and ADC</b>               |                     |  |
| Money Markets and Money Market Mutual Funds:                   |                     |  |
| Local Government Investment Pool (LGIP)                        | \$ 339,287          | 0.003                                    |
| State Non-Arbitrage Program (SNAP)                             | 119,847             | 0.003                                    |
| First American Funds Money Market                              | 11,085              | 0.003                                    |
| Other Money Market   | 912                 | 0.003                                    |
| NOW Accounts   | 48,803              | 0.003                                    |
| Commercial Paper   | 4,961               | 0.148                                    |
| Certificate of Deposits  | 10,784              | 0.425                                    |
| U.S. Treasury Notes  | 31,977              | 1.827                                    |
| U.S. Government Agency Securities                              | 807,440             | 3.600                                    |
| Corporate Bonds  | 267,384             | 2.181                                    |
| Municipal Bonds  | <u>322,851</u>      | 3.784                                    |
| Total Primary Government, School Board, and ADC                | <u>1,965,331</u>    |  |
| Total Reporting Entity Investments                             | <u>\$ 1,965,331</u> | 2.431                                    |

WAM expresses investment time horizons, the time when investments become due and payable, in years, weighted to reflect the dollar size of the individual investments within an investment type. The portfolio’s WAM is derived by dollar-weighting the WAM for each investment type. For purposes of the WAM calculation, the County assumes that all its investments will be held to maturity.

**Credit Risk** – State statutes authorize the County to invest in various instruments as described above. The County’s Investment Policy provides for investment in obligations of other states and political subdivisions outside of the Commonwealth of Virginia rated at least AA by two Nationally Recognized Statistical Rating Organizations (NRSROs). County policy permits investment in negotiable certificates of deposit issued by domestic banks and domestic offices of foreign banks provided a minimum of two of the following ratings are present: at least P-1 by Moody’s Investors Service, at least A-1 by Standard and Poor’s, or at least F1 by Fitch Ratings. The County may also invest in corporate notes provided a minimum of two of the following ratings are present: at least Aa by Moody’s Investors Service, at least AA by Standard and Poor’s, or at least AA by Fitch Ratings. Furthermore, the County will only invest in money market or mutual funds with a rating of AAA by at least one NRSRO; “prime quality” commercial paper that has received at least two of the following ratings: at least Prime-1 by Moody’s Investors Service, at least A1 by Standard & Poor’s, or at least F1 Fitch Ratings Inc., provided that at the time of any such investment the issuing corporation has a net worth of at least \$50 million and the net income of the issuing corporation, or its guarantor, has averaged \$3 million per year for the previous five years and all existing senior bonded indebtedness of the issuer, or its guarantor, is rated A or its equivalent by at least two of the following: Moody’s Investors Service, Standard & Poor’s or Fitch Ratings Inc.; and banker’s acceptances with U.S. banks or domestic offices of international banks provided that the bank’s assets exceed \$500 million or \$1 billion respectively.

Bond proceeds must be invested in accordance with the requirements and restrictions outlined in bond documents. As such, bond proceeds, per County policy, are exempt from portfolio composition, individual issuers, and maturity limitations set forth in the Investment Policy.

It is the PWSIG’s policy to invest in obligations issued or guaranteed by the U.S. government, an agency thereof, or U.S. Government Sponsored Enterprises (GSEs); repurchase agreements collateralized by obligations issued or guaranteed by the U.S. Government, an agency thereof, or GSEs; non-negotiable certificates of deposit and time deposits of Virginia banks and savings institutions federally insured to the maximum extent possible and collateralized under the Virginia Security for Public Deposits Act; municipal debt with a rating of at least AA by one NRSRO, and a rating of at least AA by two NRSROs for municipal issuers outside of the Commonwealth of Virginia; negotiable certificates of deposit and negotiable bank deposit notes of domestic banks and domestic offices of foreign banks with a rating

(Amounts expressed in thousands)

of at least P-1 by Moody’s Investors Service, and A-1 by Standard and Poor’s; bankers’ acceptances with major U.S. banks and domestic offices of international banks must have a rating of at least A-1 by Standard and Poor’s and P-1 by Moody’s Investors Service and the bank’s assets exceed \$500 million or \$1 billion respectively; “prime quality” commercial paper rated by at least two of the following: P-1 by Moody’s Investors Service, A-1 by Standard & Poor’s or F-1 by Fitch Ratings Inc; corporate notes with at least two of the following ratings: Aa by Moody’s Investor’s Services and AA by Standard & Poor’s; money market, mutual funds or the LGIP with a minimum credit rating of AAA by at least one NRSRO.

During the year, the County invested funds as authorized by the Code of Virginia §2.2-4501 through 2.2-4600 and in accordance with the respective investment policies.

The County’s investment ratings as of June 30, 2024, are presented in illustration 2-2.

| <b>Illustration 2-2</b>   |                                |  |
|---|--------------------------------|--|
| <b>Primary Government, School Board, and ADC Investment Credit Risk</b> |                                |  |
| <b>June 30, 2024</b>  |                                |  |
| <b>Investment Type</b>  | <b>Credit Quality (Rating)</b> | <b>Credit Exposure as a % of Total Investments</b> |
| Money Markets and Money Market Mutual Funds:                            |                                |  |
| Local Government Investment Pool (LGIP)                                 | AAA                            | 17.26%   |
| State Non-Arbitrage Program (SNAP)                                      | AAA                            | 6.10%  |
| First American Funds Money Market                                       | AAA                            | 0.56%  |
| Other Money Market  | AAA                            | 0.05%  |
| NOW Accounts  | Not applicable                 | 2.48%  |
| Commercial Paper  | A-1+                           | 0.25%  |
| Certificate of Deposits   | Not applicable                 | 0.55%  |
| U.S. Treasury Notes   | AA or higher                   | 1.63%  |
| U.S. Government Agency Securities                                       | AA or Higher                   | 41.08%   |
| Corporate Bonds   | AA+ or Higher                  | 13.61%   |
| Municipal Bonds   | A+ or Higher                   | 16.43%   |
|   |                                | <b>100.00%</b>                                     |

**Custodial Credit Risk** – Custodial risk is the risk that in the event of the failure of the counter party, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. However, the County’s investment policy requires that all securities purchased by the County be properly and clearly labeled as an asset of Prince William County, collateralized, and held in safekeeping by a third-party custodial bank or institution in compliance with §2.2-4515 of the Code of Virginia. Therefore, the County has no custodial credit risk.

**Concentration of Credit Risk** – To minimize credit risk, the County’s Investment Policy seeks to diversify its portfolio by limiting the percentage of the portfolio that may be invested in any one type of instrument at the time of purchase as follows: 100% for U.S. Government/Treasury Obligations, 100% for Federal Agencies/GSEs (not to exceed 40% for any one agency); 35% for any municipal issuance outside of the Commonwealth of Virginia (not to exceed 5% in any one issuer); 35% for “prime quality” commercial paper (not to exceed 5% in any one issuer); 40% for negotiable certificates of deposit (not to exceed 5% for any one issuer); 40% for bankers’ acceptances (not to exceed 5% for any one issuer); 30% for repurchase agreements (not to exceed 30% with the County’s primary bank and 10% with any other institution/dealer); 60% for money market funds (not to exceed 20% in any one money market fund); 35% for corporate notes (not to exceed 5% for any one issuer); 40% for non-negotiable certificates of deposit (not to exceed 15% for any one issuer); and no more than 50% in Local Government Investment Pools (LGIP).

The PWSIG Investment Policy seeks to diversify its portfolio by security type and by issuer by limiting the percentage of the portfolio that may be invested at the time of purchase in any one type of instrument as follows: 100% for U.S. Treasury and Agency securities; 50% municipal debt (not to exceed 10% per Virginia Issuer, 5% in any non-Virginia issuer and no more than 10% of non-Virginia issuance); 50% for repurchase agreements (not to exceed 20% per issuer); 30% for bankers’ acceptances, negotiable certificates of deposit and / or negotiable bank deposit notes (not to exceed 5% per issuer); 35% for commercial paper (not to exceed 5% per issuer); 40% for non-negotiable certificates of deposit (not to exceed 10% per issuer); 25% for corporate notes (not to exceed 10% per issuer) and 80% for money market funds/investment pools (not to exceed 40% per issuer).

(Amounts expressed in thousands)

2. *Supplemental Pension Plan Investments*

§51.1-803 of the Code of Virginia authorizes the County’s Supplemental Pension Plan to invest its funds with the care, skill, prudence and diligence under the circumstances then prevailing that a prudent person acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of like character and with the same aims. Such investments are not subject to custodial credit risk.

The County’s Supplemental Pension Plan’s investments are subject to interest rate, credit and concentration of credit risk as described below:

**Interest Rate Risk** – In accordance with state statute and the policy of the Supplemental Pension Plan (SPP), investments of the Plan are diversified to minimize the risk of large losses unless under the circumstances it is clearly not prudent to do so. The SPP contains primarily mutual fund type assets of varying characteristics. The specific content of each fund can change daily and is managed by the director / manager of each fund. Consequently, the ability to quantify interest rate risk at the SPP level is not possible.

Illustration 2-3 reflects the fair value and the duration of the County’s SPP fixed income investments as of June 30, 2024. Weighted-average maturity expresses investment time horizons, the time when investments become due and payable, in years, weighted to reflect the dollar size of the individual investments within an investment type. Duration is a measure of a fixed income’s cash flows using present values, weighted for cash flows as a percentage of the investment’s full price. Modified duration estimates the sensitivity of a bond’s price to interest rate changes.

**Illustration 2-3**  
**Supplemental Pension Plan Fair Value and Weighted Average Maturity/Duration of Investments**  
**June 30, 2024**

| Investment Type  | Fair Value       | Weighted-Average<br>Maturity(a)/ Modified<br>Duration (b) (Years) |
|--|------------------|---|
| <b>SPP Trust Fund Investments:</b>                     |                  |   |
| Money Market Mutual Funds                              | \$ 869           | 0.101 (a)   |
| U.S. Treasury Notes                                    | 6,437            | 8.89 (b)  |
| US Government Agency Securities                        | 7,399            | 6.62 (b)  |
| Corporate Bonds  | 1,267            | 4.90 (b)  |
| Tactical Asset Allocation Funds                        | 2,591            | Not applicable  |
| Equity Mutual Funds                                    | 37,070           | Not applicable  |
| Real Assets  | 4,992            | Not applicable  |
| Total Supplemental Pension Plan Trust Fund Investments | <u>\$ 60,625</u> |   |

**Credit Risk** – The SPP investment policy is silent as to credit risk. The Board of Trustees is ultimately responsible for making the decisions that affect its investments. An independent investment advisor assists with the attainment of the Plan’s objectives and monitors the SPP’s compliance with stated investment policies. During the year, funds were invested in accordance with the investment policy statement.

(Amounts expressed in thousands)

The SPP's investment rating as of June 30, 2024, is presented in Illustration 2-4.

| <b>Illustration 2-4</b>                      |                                |  |
|--|--------------------------------|--|
| <b>Supplemental Pension Plan Credit Risk</b> |                                |  |
| <b>June 30, 2024</b>                         |                                |  |
| <b>Investment Type</b>                       | <b>Credit Quality (Rating)</b> | <b>Credit Exposure as a % of Total Investments</b> |
| <b>SPP Trust Fund Investments:</b>           |                                |  |
| Money Market Mutual Funds                    | AAA                            | 1.43%  |
| U.S. Treasury Notes                          | AAA                            | 10.62%   |
| US Government Agency Securities              | AAA                            | 12.20%   |
| Corporate Bonds                              | A1 or higher                   | 2.09%  |
| Tactical Asset Allocation Funds              | Not rated                      | 4.27%  |
| Equity Mutual Funds                          | Not rated                      | 61.15%   |
| Real Assets                                  | Not rated                      | 8.23%  |
|  |                                | 100.00%  |

**Concentration of Credit Risk** – The long-term objective of the SPP is to achieve a total return equivalent to or greater than the SPP's long-term benefit obligation over the time horizon. The Board of Trustees has adopted an asset allocation policy designed to achieve a return equal to or greater than the long-term objective. The excess return over the long-term objective is designed both to reduce the probability of missing the target return over the long-term and to provide for any future growth or benefit enhancements desired.

The Board of Trustees will seek to limit the overall level of risk, as defined by tracking error or the standard deviation of excess return, relative to the comparison benchmark and volatility, as measured by standard deviation, consistent with the chosen asset allocation policy.

Illustration 2-5 shows permissible asset classes, with target investment percentages.

| <b>Illustration 2-5</b>                         |                      |                                   |                   |
|---|----------------------|-----------------------------------|-------------------|
| <b>Statement of Investment Policy</b>           |                      |                                   |                   |
| <b>Supplemental Pension Plan Concentrations</b> |                      |                                   |                   |
| <b>June 30, 2024</b>                            |                      |                                   |                   |
| <b>Asset Class</b>                              | <b>Policy Target</b> |                                   | <b>Actual</b>     |
|   | <b>Percent</b>       | <b>Policy Range Percent (+/-)</b> | <b>Percentage</b> |
| <b>SPP Trust Fund Investments:</b>              |                      |                                   |                   |
| Diversified                                     | 5%                   | 5%                                | 5%                |
| Equity  | 60%                  | 10%                               | 61%               |
| Real Assets                                     | 10%                  | 5%                                | 8%                |
| Fixed Income                                    | 25%                  | 5%                                | 25%               |
| Cash Equivalents                                | 0%                   | 0%                                | 1%                |
|   | 100%                 |                                   | 100.00%           |

For Domestic Equity, International Equity and Real Assets the maximum weighting, on a fair value basis, in any one company for active Investment Managers is 5% of the portfolio value. Real Assets include investments in Real Estate Investment Trusts (REITs), timber, commodities, multiple limited partnerships (primarily energy investments) and agriculture holdings. For domestic fixed income, international fixed income, hedge funds and cash equivalents the maximum weighting, on a fair value basis, in any one security for active Investment Managers is 2% of the portfolio value. This does not apply to U.S. government and agency issues. It is desirable to rebalance the portfolio periodically to minimize deviations from the asset allocation mix. The Plan shall be rebalanced in the event any individual asset class allocation differs from the permissible range described in the asset allocation.

**Concentrations** – As of June 30, 2024, the SPP's investments were in money market, bond and equity mutual funds and therefore not subject to concentration of credit risk.

(Amounts expressed in thousands)

3. *Prince William County Volunteer Fire and Rescue Personnel Length of Service Award Program (LoSAP) Investments*

The County has appointed a Board of Trustees to oversee certain policies and procedures related to the operation and administration of the LoSAP Trust and has the authority to invest the funds in the best interest of the Trust to satisfy the purpose of the Trust. Illustration 2-6 reflects the fair value of the County’s LoSAP Trust investments as of June 30, 2024.

| <b>Illustration 2-6</b>   |                      |  |
|---|----------------------|--|
| <b>LoSAP Fair Value and Weighted Average Maturity/Duration of Investments</b> |                      |  |
| <b>June 30, 2024</b>  |                      |  |
| <b>Investment Type</b>  | <b>Fair Value</b>    | <b>Weighted-Average Maturity<br/>(a) / Modified<br/>Duration (b) (Years)</b> |
| <b>LoSAP Trust Fund Investments:</b>  |                      |  |
| Money Market Mutual Funds   | 58                   | 0.003  |
| Life Insurance Funds - Mass Mutual Annuity                                    | \$ <u>23,475</u>     | Not Applicable   |
|   | <u><u>23,533</u></u> |  |

**Concentration of Credit Risk** – As of June 30, 2024, the LoSAP Trust’s investments were 100% invested in an insurance annuity fund and are not subject to concentration of credit risk.

4. *Other Post-Employment Benefits (OPEB) Master Trust Investments*

The County has appointed a Finance Board (Trustees) pursuant to the Code of Virginia §15.2-1547 to oversee certain policies and procedures related to the operation and administration of the OPEB Master Trust. The Finance Board has the authority to implement the investment policy and guidelines in the best interest of the Trust to best satisfy the purposes of the Trust.

§51.1-803 of the Code of Virginia authorizes the County’s OPEB Master Trust to invest its funds with the care, skill, prudence and diligence under the circumstances then prevailing that a prudent person acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of like character and with the same aims. Such investments are not subject to custodial credit risk.

(Amounts expressed in thousands)

Illustration 2-7 reflects the fair value of the County's OPEB Master Trust fixed income investments as of June 30, 2024. Weighted- average maturity expresses investment time horizons, the time when investments become due and payable, in years, weighted to reflect the dollar size of the individual investments within an investment type. Duration is a measure of a fixed income's cash flows using present values, weighted for cash flows as a percentage of the investment's full price. Modified duration estimates the sensitivity of a bond's price to interest rate changes.

| <b>Illustration 2-7</b>  |                   |  |
|--|-------------------|--|
| <b>Other Post-Employment Benefits (OPEB) Master Trust Fair Value and Weighted Average Maturity/Duration of Investments</b> |                   |  |
| <b>June 30, 2024</b>   |                   |  |
| <b>Investment Type</b>   | <b>Fair Value</b> | <b>Weighted-Average Maturity(a)/ Modified Duration (b) (Years)</b> |
| <b>Other Post-Employment Benefits (OPEB) Master Trust Fund Investments:</b>  |                   |  |
| Money Market Mutual Funds  | \$ 644            | 0.003(a)   |
| Equity Mutual Funds  | 85,234            | Not applicable   |
| <b>Bond Funds</b>  |                   |  |
| Baird Core Plus Bond   | \$ 15,031         | 5.90(b)  |
| DoubleLine Core Fixed Income   | 5,922             | 5.95(b)  |
| iShares Core total US Aggregate  | 10,841            | 6.09(b)  |
| iShares 5-10 Year IG Corporate Bond  | 2,741             | 6.06(b)  |
| MainStay MacKay High Yield Corp Bond Fund  | 2,309             | 3.60(b)  |
| PGIM Total Return Bond   | 12,423            | 6.05(b)  |
| Voya Intermediate Bond   | 6,726             | 6.40(b)  |
| Total Bond Funds   | <u>55,993</u>     |  |
| Total OPEB Master Trust Fund Investments   | <u>\$ 141,871</u> |  |

The OPEB Master Trust's rating and credit exposure as of June 30, 2024, is shown in illustration 2-8.

| <b>Illustration 2-8</b>   |                                |  |
|---|--------------------------------|--|
| <b>Other Post-Employment Benefits Master Trust (OPEB) Credit Risk</b> |                                |  |
| <b>June 30, 2024</b>  |                                |  |
| <b>Investment Type</b>  | <b>Credit Quality (Rating)</b> | <b>Credit Exposure as a % of Total Investments</b> |
| <b>OPEB Master Trust Fund Investments:</b>                            |                                |  |
| Money Market Mutual Funds   | AAA                            | 0.45%  |
| Equity Mutual Funds   | Not rated                      | 60.09%   |
| <b>Bond Funds</b>   |                                |  |
| Baird Core Plus Bond  | AA                             | 10.59%   |
| DoubleLine Core Fixed Income  | A                              | 4.17%  |
| iShares Core total US Aggregate                                       | AA                             | 7.64%  |
| iShares 5-10 Year IG Corporate Bond                                   | A                              | 1.93%  |
| MainStay MacKay High Yield Corp                                       | B                              | 1.63%  |
| PGIM Total Return Bond  | AA                             | 8.76%  |
| Voya Intermediate Bond  | A                              | 4.74%  |
|   |                                | <u>100.00%</u>                                     |

(Amounts expressed in thousands)

**Concentration of Credit Risk** – The Permissible asset classes, with target investment percentages are shown in illustration 2-9.

**Illustration 2-9**  
**Statement of Investment Policy**  
**Other Post-Employment Benefits (OPEB) Master Trust Fund Concentrations**  
**June 30, 2024**

| Asset Class                                | Policy Target<br>Percent | Policy Range<br>Percent | Actual Percent |
|--|--------------------------|-------------------------|----------------|
| <b>OPEB Master Trust Fund Investments:</b> |                          |                         |                |
| Domestic Equity                            | 39%                      | 19% - 59%               | 51%            |
| International Equity                       | 21%                      | 1% - 41%                | 9%             |
| Other Growth Assets                        | 0%                       | 0% - 20%                | 0%             |
| Fixed Income                               | 40%                      | 20% - 60%               | 39%            |
| Other Income Assets                        | 0%                       | 0% - 20%                | 0%             |
| Real Assets                                | 0%                       | 0% - 20%                | 0%             |
| Cash Equivalents                           | 0%                       | 0% - 20%                | 1%             |
|  | <u>100%</u>              |                         | <u>100.00%</u> |

No more than the greater of 5% or weighting in the relevant index (Russell 3000 Index for U.S. issues and MSCI ACWI ex-U.S. for non- U.S. issues) of the total equity portfolio valued at market may be invested in the common equity of any one corporation; ownership of the shares of one company shall not exceed 5% of those outstanding; and not more than 40% of equity valued at market may be held in any one sector, as defined by the Global Industry Classification Standard (GICS). Fixed income securities of any one issuer shall not exceed 5% of the total bond portfolio at time of purchase. The 5% limitation does not apply to issues of the U.S. Treasury or other Federal Agencies. Alternatives may consist of non-traditional asset classes such as hedge funds, private equity, real estate and commodities, when deemed appropriate. The total allocation to this category may not exceed 30% of the overall portfolio. For purposes of asset allocation targets and limitations, single strategy hedge funds will be categorized under the specific asset class of the fund. On June 30, 2024, the OPEB Master Trust Fund's investments were in money market, bond and equity mutual funds and therefore not subject to concentration of credit risk. There are no investments other than those issued or explicitly guaranteed by the U.S. Government that represent 5% or more of the OPEB Master Trust fiduciary net position.

(Amounts expressed in thousands)

5. *Reconciliation of Cash and Investments*

Reconciliation of total cash and investments to the government-wide financial statements on June 30, 2024, is shown in Illustration 2- 10.

**Illustration 2-10**  
**Reconciliation of Cash and Investments to Government-Wide Financial Statements**  
**June 30, 2024**

|  |   |                            |                      |                         |                            |
|--|---|----------------------------|----------------------|-------------------------|----------------------------|
| <b>Investments</b>                           |   |                            |                      |                         |                            |
|  | Primary Government and Component Units                |                            |                      |                         | \$ 1,965,331               |
|  | SPP Trust Fund  |                            |                      |                         | 60,625                     |
|  | LoSAP Trust Fund                                      |                            |                      |                         | 23,533                     |
|  | OPEB Master Trust Fund                                |                            |                      |                         | <u>141,871</u>             |
|  | <b>Total Investments</b>                              |                            |                      |                         | <b>2,191,360</b>           |
| <b>Add:</b>                                  | Cash on hand  |                            |                      |                         | 41                         |
|  | Deposits  |                            |                      |                         | <u>15,204</u>              |
|  | <b>Total Cash and Investments</b>                     |                            |                      |                         | <b>2,206,605</b>           |
| <b>Less:</b>                                 | SPP Trust Fund's cash and investments                 |                            |                      |                         | (61,776)                   |
|  | LoSAP Trust Fund cash and investments                 |                            |                      |                         | (23,533)                   |
|  | OPEB Master Trust Fund cash and investments           |                            |                      |                         | (141,871)                  |
|  | Custodial Funds equity in pooled cash and investments |                            |                      |                         | <u>(577)</u>               |
|  | <b>Total Reporting Entity cash and investments</b>    |                            |                      |                         | <b>\$ <u>1,978,848</u></b> |
|  |   | <b>Governmental</b>        | <b>Business-</b>     |                         | <b>Total</b>               |
|  |   | <b>Activities</b>          | <b>Type</b>          | <b>Component</b>        | <b>Reporting</b>           |
|  |   |                            |                      | <b>Units</b>            | <b>Entity</b>              |
|  |   |                            | <b>Total</b>         |                         |                            |
| <b>Primary Government, School Board, ADC</b> |   |                            |                      |                         |                            |
|  | Equity in Pooled Cash and Investments                 | \$ 978,360                 | 28,174               | 1,006,534               | 766,788                    |
|  | Cash held by other fiscal agents                      | -                          | -                    | -                       | 2,130                      |
|  | Investments   | 23,485                     | -                    | 23,485                  | -                          |
|  | Restricted Cash and Temporary Investments             | 18,105                     | 39,729               | 57,834                  | 120,827                    |
|  | Restricted Investments                                | <u>1,250</u>               | -                    | <u>1,250</u>            | -                          |
|  | <b>Total Cash and Investments</b>                     | <b>\$ <u>1,021,200</u></b> | <b><u>67,903</u></b> | <b><u>1,089,103</u></b> | <b><u>889,745</u></b>      |
|  |   |                            |                      | <b>889,745</b>          | <b>1,978,848</b>           |

*Fair Value Measurements*

Fair value was estimated for each class of financial instrument for which it was practical to estimate fair value. Fair value is defined as the price in the principal market that would be received for an asset to facilitate an orderly transaction between market participants on the measurement date. Market participants are assumed to be independent, knowledgeable, able and willing to transact an exchange and not acting under duress. Fair value hierarchy disclosures are based on the quality of inputs used to measure fair value.

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Adjustments to transaction prices or quoted market prices may be required in illiquid or disorderly markets to estimate fair value. The three levels of the fair value hierarchy are defined as follows:

Level 1 – inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities traded in active markets.

Level 2 – inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability and market-corroborated inputs.

Level 3 – inputs to the valuation methodology are unobservable for the asset or liability and are significant to the fair value measurement. Fair values of the County's investment portfolio are estimated using unadjusted prices obtained by its investment manager from third

(Amounts expressed in thousands)

party pricing services, where available. For securities where the County is unable to obtain fair values from a pricing service or broker, fair values are estimated using information obtained from the County’s investment manager.

The County has evaluated the various types of securities in its investment portfolio to determine an appropriate fair value hierarchy level based upon trading activity and the observability of market inputs. The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the County believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair values of certain financial instruments could result in a different fair value measurement at the reporting date. Due to the relatively short-term nature of cash and cash equivalents their carrying amounts are reasonable estimates of fair value.

Illustration 2-11 shows the fair value levels used by the County to value investments.

| <b>Illustration 2-11</b>                                     |           |                               |               |                  |          |
|--|-----------|-------------------------------|---------------|------------------|----------|
| <b>Fair Value - Primary Government, School Board and ADC</b> |           |                               |               |                  |          |
| <b>June 30, 2024</b>   |           |                               |               |                  |          |
|  |           | Fair Value Measurement Using: |               |                  |          |
|  |           | Total                         | Level 1       | Level 2          | Level 3  |
| <b>Primary Government, School Board, ADC</b>                 |           |                               |               |                  |          |
| Investments by Fair Value                                    |           |                               |               |                  |          |
| US Treasury Notes  | \$        | 31,977                        | 31,977        | -                | -        |
| US Government Agency   |           | 807,440                       | -             | 807,440          | -        |
| Corporate Bonds  |           | 267,384                       | -             | 267,384          | -        |
| Municipal Bonds  |           | 322,851                       | -             | 322,851          | -        |
|  |           | <u>1,429,652</u>              | <u>31,977</u> | <u>1,397,675</u> | <u>-</u> |
| Investments by Amortized Cost                                |           |                               |               |                  |          |
| LGIP   |           | 339,287                       |               |                  |          |
| SNAP   |           | 119,847                       |               |                  |          |
| PFM Money Market   |           | 11,085                        |               |                  |          |
| Other Money Market Accounts                                  |           | 912                           |               |                  |          |
| Commercial Paper   |           | 4,961                         |               |                  |          |
| Certificate of deposits                                      |           | 10,784                        |               |                  |          |
|  |           | <u>486,876</u>                |               |                  |          |
| Cash and Cash Equivalents Now Accounts                       |           | 48,803                        |               |                  |          |
| <b>Total</b>   | <b>\$</b> | <b><u>1,965,331</u></b>       |               |                  |          |

(Amounts expressed in thousands)

Illustration 2-12 shows the fair value levels used in the SPP Trust Fund, LoSAP Trust Fund and OPEB Master Trust Fund to value investments.

**Illustration 2-12**  
**Fair Value - Primary Government, School Board and ADC**  
**June 30, 2024**

|  | Fair Value Measurement Using: |               |               |              |
|--|-------------------------------|---------------|---------------|--------------|
|  | Total                         | Level 1       | Level 2       | Level 3      |
| <b>Fair Value - SPP Trust Fund</b>         |                               |               |               |              |
| Investments by Fair Value                  |                               |               |               |              |
| US Treasury Notes                          | \$ 6,437                      | 6,437         | -             | -            |
| US Government Agency                       | 7,399                         | -             | 7,399         | -            |
| Corporate Bonds                            | 1,267                         | -             | 1,267         | -            |
| Tactical Asset Allocation Funds            | 2,591                         | 2,591         | -             | -            |
| Equity Mutual Funds                        | 37,070                        | 37,070        | -             | -            |
| Real Assets                                | 4,992                         | -             | -             | 4,992        |
|  | <u>59,756</u>                 | <u>46,098</u> | <u>8,666</u>  | <u>4,992</u> |
| Investments by Amortized Cost              |                               |               |               |              |
| Money Market Mutual Funds                  | 869                           |               |               |              |
|  | <u>60,625</u>                 |               |               |              |
| <b>Fair Value - LoSAP Trust Fund</b>       |                               |               |               |              |
| Investments by Amortized Cost              |                               |               |               |              |
| Money Market Mutual Funds                  | 58                            |               |               |              |
| Life Insurance Funds - Mass Mutual Annuity | 23,475                        |               |               |              |
|  | <u>23,533</u>                 |               |               |              |
| <b>Fair Value - OPEB Master Trust Fund</b> |                               |               |               |              |
| Investments by Fair Value                  |                               |               |               |              |
| Equity Mutual Funds                        | 85,234                        | 85,234        | -             | -            |
| Bond Mutual Funds                          | 55,993                        | -             | 55,993        | -            |
|  | <u>141,227</u>                | <u>85,234</u> | <u>55,993</u> | <u>-</u>     |
| Investments by Amortized Cost              |                               |               |               |              |
| Money Market Mutual Funds                  | 644                           |               |               |              |
|  | <u>141,871</u>                |               |               |              |
| <b>Total</b>                               | <u>\$ 226,029</u>             |               |               |              |

(Amounts expressed in thousands)

Restricted cash and investments consist of a closure fund required by the Virginia Resource Authority (VRA) for the Landfill, unspent debt proceeds required to be used for capital projects, and retainages as depicted in Illustration 2-13.

| <b>Illustration 2-13</b>                           |  |                               |
|--|--|-------------------------------|
| <b>Restricted Cash and Investments</b>             |  |                               |
| <b>June 30, 2024</b>                               |  |                               |
|  | <b>Restricted Cash &amp; Temporary<br/>Investments</b> | <b>Restricted Investments</b> |
| <b>Primary Government</b>                          |  |                               |
| <b>General Fund:</b>                               |  |                               |
| Retainage  | \$ 22  | \$ -                          |
| Total General Fund                                 | <u>22</u>  | <u>-</u>                      |
| <b>Streets &amp; Roads Capital Projects Funds:</b> |  |                               |
| Retainage  | 18   | -                             |
| Total Capital Projects Funds                       | <u>18</u>  | <u>-</u>                      |
| <b>Nonmajor Governmental Funds:</b>                |  |                               |
| Bonds  | 1,302  |                               |
| Retainage  | 1,352  | -                             |
| Total Other Governmental Funds                     | <u>2,654</u>   | <u>-</u>                      |
| <b>Enterprise Funds:</b>                           |  |                               |
| Landfill VRA Closure Fund                          | 38,960   | -                             |
| Nonmajor Enterprise Funds                          | 769  | -                             |
| Total Enterprise Funds                             | <u>39,729</u>  | <u>-</u>                      |
| <b>Internal Service Funds:</b>                     |  |                               |
| PWSIG  | 15,411   | -                             |
| Insurance Pool Collateral                          | -  | 1,250                         |
| Total Internal Service Funds                       | <u>15,411</u>  | <u>1,250</u>                  |
| Total Primary Government                           | <u>57,834</u>  | <u>1,250</u>                  |
| <b>Component Units</b>                             |  |                               |
| <b>School Board:</b>                               |  |                               |
| School Bonds                                       | 118,545  | -                             |
| Education Foundation                               | 2,282  | -                             |
| Total School Board                                 | <u>120,827</u>   | <u>-</u>                      |
| Total Component Units                              | <u>120,827</u>   | <u>-</u>                      |
| Total Reporting Entity                             | <u>\$ 178,661</u>                                      | <u>\$ 1,250</u>               |

**NOTE (3) - PROPERTY TAXES AND ACCOUNTS RECEIVABLE**

The County's real estate and personal property taxes are levied respectively of July 1, 2024, based on assessed values as of January 1, 2024, for all property located in the County. Real estate taxes are due in two installments: July 15, 2024, and December 5, 2024, and personal property taxes are due October 7, 2024. Real and personal property taxes are recorded as receivables and revenue, net of estimated uncollectible amounts, on their respective due dates. Any real and personal property taxes due but not collected within 60 days after the fiscal year-end are reflected as deferred inflows of resources. Penalties and interest are assessed on taxes unpaid by their due dates.

Assessed values are established at 100% of appraised fair value. The personal property tax is limited to vehicles and all business property. A valuation of all property is completed annually. The assessed value of real and personal property on January 1, 2023, upon which July 1, 2023, levy was based, was approximately \$95 billion.

Current real estate and personal property tax collections for the year ended June 30, 2024, were 91.8% and 98.9%, respectively of the July 1, 2023, tax levy. Real property taxes attach an enforceable lien on property if not paid on the due date. Collections received on or before June 30, 2024, related to property taxes due on July 15, 2024, of the following fiscal year are recorded as deferred inflows of resources on June 30, 2024.

(Amounts expressed in thousands)

The County calculates its allowance for uncollectible accounts using historical collection data. Taxes receivable as of June 30, 2024, is detailed in Illustration 3-1.

| <b>Illustration 3-1</b>          |                   |                                    |                   |
|----------------------------------|-------------------|------------------------------------|-------------------|
| <b>Property Taxes Receivable</b> |                   |                                    |                   |
| <b>June 30, 2024</b>             |                   |                                    |                   |
|                                  | <b>Gross Tax</b>  | <b>Allowance for Uncollectible</b> | <b>Net Tax</b>    |
|                                  | <b>Receivable</b> | <b>Accounts</b>                    | <b>Receivable</b> |
| Real estate taxes                | \$ 9,915          | 5,237                              | 4,678             |
| Personal property taxes          | 22,651            | 11,354                             | 11,297            |
| <b>Total</b>                     | <b>\$ 32,566</b>  | <b>16,591</b>                      | <b>15,975</b>     |

Accounts receivables are recorded net of allowance for uncollectible accounts as shown in Illustration 3-2 as of June 30, 2024.

| <b>Illustration 3-2</b>                |                  |                        |               |                     |
|--|------------------|------------------------|---------------|---------------------|
| <b>Accounts Receivable</b>             |                  |                        |               |                     |
| <b>June 30, 2024</b>                   |                  |                        |               |                     |
|  | <b>Primary</b>   | <b>Component Units</b> |               | <b>Reporting</b>    |
|  |                  | <b>Government</b>      | <b>School</b> |                     |
|  |                  | <b>Board</b>           |               | <b>Entity Total</b> |
| Accrued interest                       | \$ 7,201         | -                      | -             | 7,201               |
| Enterprise operations                  | 1,915            | -                      | -             | 1,915               |
| Utility / consumption taxes            | 4,054            | -                      | -             | 4,054               |
| Transient occupancy taxes              | 2,147            | -                      | -             | 2,147               |
| Stormwater management fees             | 168              | -                      | -             | 168                 |
| Other post-employment benefits         | 4,488            | -                      | -             | 4,488               |
| Other                                  | 14,588           | 6,355                  | 1,734         | 22,677              |
| Total accounts receivable              | 34,561           | 6,355                  | 1,734         | 42,650              |
| Allowance for doubtful accounts        | (2,021)          | -                      | -             | (2,021)             |
| <b>Total Accounts Receivables, Net</b> | <b>\$ 32,540</b> | <b>6,355</b>           | <b>1,734</b>  | <b>40,629</b>       |

**NOTE (4) – LEASES**

*Leases Receivable:* The County leases land and a building to third parties. The balance of these leases is reported in Governmental Activities as of June 30, 2024, and are detailed in Illustration 4-1.

| <b>Illustration 4-1</b>                     |                   |               |                 |                 |                        |                   |                 |                |
|---|-------------------|---------------|-----------------|-----------------|------------------------|-------------------|-----------------|----------------|
| <b>Governmental Funds Lease Receivables</b> |                   |               |                 |                 |                        |                   |                 |                |
| <b>June 30, 2024</b>                        |                   |               |                 |                 |                        |                   |                 |                |
|   | <b>Lease Term</b> |               | <b>Discount</b> | <b>Original</b> | <b>Balance at June</b> | <b>Due Within</b> | <b>Revenues</b> |                |
|   | <b>Beginning</b>  | <b>Ending</b> |                 |                 |                        |                   | <b>Rate</b>     | <b>Balance</b> |
| Land (Cell Tower)                           | 7/1/2021          | 11/30/2026    | 0.52%           | \$ 124          | 84                     | 41                | 37              | 1              |
| Land (Cell Tower)                           | 7/1/2021          | 11/30/2031    | 1.03%           | 167             | 150                    | 18                | 19              | 2              |
| Land (Cell Tower)                           | 7/1/2021          | 10/31/2028    | 3.57%           | -               | 181                    | 41                | 42              | 4              |
| Building                                    | 7/1/2021          | 11/7/2038     | 1.33%           | 168             | -                      | -                 | -               | -              |
| Building                                    | 6/1/2023          | 7/31/2026     | 2.91%           | 2,700           | 1,851                  | 874               | 876             | 65             |
| Land  | 7/1/2022          | 2/22/2041     | 1.64%           | 755             | 725                    | 30                | 41              | 10             |
| Land  | 7/25/2023         | 7/24/2028     | 2.70%           | -               | 8                      | 2                 | 2               | -              |
|   |                   |               |                 | <b>\$ 3,914</b> | <b>2,999</b>           | <b>1,006</b>      | <b>1,017</b>    | <b>82</b>      |

(Amounts expressed in thousands)

The County has real estate leases as a lessor for which the lease payments received are variable based on a percentage of gross revenue received on communication sites. Total inflows of resources recognized during the reporting period for variable payments not included in the lease receivable were \$274 for the year ended June 30, 2024.

*Lease Payable:* The County has entered into lease agreements for office and building space with interest at rates ranging from 0.18% to 3.68% depending on the term of lease agreement. Illustration 4-2 is a summary by function of the lease liabilities related to these agreements as of June 30, 2024.

| <b>Illustration 4-2<br/>Governmental Funds Lease Liabilities<br/>June 30, 2024</b> |                     |                    |                                 |                            |
|--|---------------------|--------------------|---------------------------------|----------------------------|
|  | <b>Commencement</b> | <b>Termination</b> | <b>Balance at June 30, 2024</b> | <b>Due Within One Year</b> |
| <b>Building leases:</b>  |                     |                    |                                 |                            |
| General government administration  | 7/1/2021            | 3/31/2031          | \$ 30,765                       | 5,416                      |
| Public works   | 7/1/2021            | 1/31/2026          | 2,850                           | 1,787                      |
| Health and welfare   | 7/1/2021            | 9/30/2023          | 65                              | 52                         |
| Community development  | 7/1/2021            | 5/31/2023          | 2,209                           | 724                        |
| <b>Total lease liabilities</b>   |                     |                    | <b>\$ 35,889</b>                | <b>7,979</b>               |

The future minimum principal and interest lease payments as of June 30, 2024, were as follows:

| <b>Governmental Activities</b> |                  |                 |               |
|--------------------------------|------------------|-----------------|---------------|
| <b>Fiscal Year</b>             | <b>Principal</b> | <b>Interest</b> | <b>Total</b>  |
| 2025                           | \$ 7,979         | 608             | 8,587         |
| 2026                           | 6,849            | 509             | 7,358         |
| 2027                           | 4,538            | 421             | 4,959         |
| 2028                           | 3,460            | 349             | 3,809         |
| 2029                           | 3,043            | 282             | 3,325         |
| 2030-2034                      | 10,020           | 545             | 10,565        |
|                                | <b>\$ 35,889</b> | <b>2,714</b>    | <b>38,603</b> |

**NOTE (5) - SOFTWARE-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAs)**

*SBITA Payable:* The County has entered into arrangements to utilize various subscription-based information technology software licenses. The agreements are presented with interest rates ranging from 1.60% to 2.76% depending on the terms of the agreement and the incremental borrowing rate at the commencement of the agreement term.

Illustration 5-1 is a summary by function of the SBITA liabilities related to these agreements as of June 30, 2024.

| <b>Illustration 5-1<br/>Governmental Funds SBITA Liabilities<br/>June 30, 2024</b> |                     |                    |                                 |                            |
|--|---------------------|--------------------|---------------------------------|----------------------------|
|  | <b>Commencement</b> | <b>Termination</b> | <b>Balance at June 30, 2024</b> | <b>Due Within One Year</b> |
| <b>Software-Based Information Technology Agreements:</b>                           |                     |                    |                                 |                            |
| General government administration  | 7/1/2022            | 4/30/2029          | \$ 9,109                        | 2,791                      |
| Public safety  | 7/1/2022            | 6/30/2031          | 2,418                           | 688                        |
| Parks & Recreation   | 7/1/2022            | 6/30/2026          | 571                             | 276                        |
| <b>Total SBITA liabilities</b>   |                     |                    | <b>\$ 12,098</b>                | <b>3,755</b>               |

(Amounts expressed in thousands)

The future minimum principal and interest agreement payments as of June 30, 2024, were as follows:

| <b>Governmental Activities</b> |                  |                 |               |
|--------------------------------|------------------|-----------------|---------------|
| <b>Fiscal Year</b>             | <b>Principal</b> | <b>Interest</b> | <b>Total</b>  |
| 2025                           | \$ 3,755         | 233             | 3,988         |
| 2026                           | 3,734            | 138             | 3,872         |
| 2027                           | 2,531            | 65              | 2,596         |
| 2028                           | 1,262            | 30              | 1,292         |
| 2029                           | 389              | 18              | 407           |
| 2030-2034                      | 427              | 15              | 442           |
|                                | <u>\$ 12,098</u> | <u>499</u>      | <u>12,597</u> |

**NOTE (6) - DUE FROM AND TO**

Illustration 6-1 details the amounts due to other governmental units as of June 30, 2024.

| <b>Illustration 6-1</b>                 |                           |                     |                         |              |
|---|---------------------------|---------------------|-------------------------|--------------|
| <b>Due to Other Governmental Units</b>  |                           |                     |                         |              |
| <b>June 30, 2024</b>                    |                           |                     |                         |              |
|   | <b>Federal Government</b> | <b>Commonwealth</b> | <b>Other Localities</b> | <b>Total</b> |
| <b>Primary Government:</b>              |                           |                     |                         |              |
| General Fund                            | \$ 54                     | -                   | 353                     | 407          |
| Streets and Roads Capital Projects Fund | -                         | -                   | 1,843                   | 1,843        |
| Nonmajor Governmental Funds             | 16                        | 44                  | -                       | 60           |
| <b>Total Governmental Funds</b>         | <b>70</b>                 | <b>44</b>           | <b>2,196</b>            | <b>2,310</b> |
| <b>Total Primary Government</b>         | <b>70</b>                 | <b>44</b>           | <b>2,196</b>            | <b>2,310</b> |
| <b>Component Units:</b>                 |                           |                     |                         |              |
| School Board                            | 1,524                     | -                   | -                       | 1,524        |
| <b>Total Component Units</b>            | <b>1,524</b>              | <b>-</b>            | <b>-</b>                | <b>1,524</b> |
| <b>Total Reporting Entity</b>           | <b>\$ 1,594</b>           | <b>44</b>           | <b>2,196</b>            | <b>3,834</b> |

(Amounts expressed in thousands)

Amounts due from other governmental units as of June 30, 2024, are detailed in Illustration 6-2.

| <b>Illustration 6-2</b>                  |                           |                     |                         |                |
|--|---------------------------|---------------------|-------------------------|----------------|
| <b>Due from Other Governmental Units</b> |                           |                     |                         |                |
| <b>June 30, 2024</b>                     |                           |                     |                         |                |
|  | <b>Federal Government</b> | <b>Commonwealth</b> | <b>Other Localities</b> | <b>Total</b>   |
| <b>Primary Government:</b>               |                           |                     |                         |                |
| General Fund                             | \$ 2,982                  | 27,152              | 28                      | 30,162         |
| Streets and Roads Capital Projects Fund  | 15,182                    | 7,680               | 32,664                  | 55,526         |
| Nonmajor Governmental Funds              | 1,410                     | 67                  | -                       | 1,477          |
| <b>Total Governmental Funds</b>          | <b>19,574</b>             | <b>34,898</b>       | <b>32,692</b>           | <b>87,165</b>  |
| <b>Proprietary Funds:</b>                |                           |                     |                         |                |
| Landfill Enterprise Fund                 | -                         | -                   | 47                      | 47             |
| <b>Total Proprietary Funds</b>           | <b>-</b>                  | <b>-</b>            | <b>47</b>               | <b>47</b>      |
| <b>Total Primary Government</b>          | <b>19,574</b>             | <b>34,898</b>       | <b>32,739</b>           | <b>87,212</b>  |
| <b>Component Units:</b>                  |                           |                     |                         |                |
| School Board                             | 39,251                    | 23,048              | -                       | 62,299         |
| Adult Detention Center                   | 3                         | -                   | 47                      | 50             |
| <b>Total Component Units</b>             | <b>39,254</b>             | <b>23,048</b>       | <b>47</b>               | <b>62,349</b>  |
| <b>Total Reporting Entity</b>            | <b>\$ 58,828</b>          | <b>57,946</b>       | <b>32,786</b>           | <b>149,561</b> |

Receivables/payables transactions between the primary government and component units are generally made for the purpose of providing operational support for the receiving fund. As of June 30, 2024, amounts reported as due from the primary government and due to the School Board component unit were \$31,594.

(Amounts expressed in thousands)

**NOTE (7) – TRANSFERS**

Interfund transfers are used to provide funding for operations and capital projects. Transfers move revenue from the fund the appropriated budget requires to collect it to the fund that the appropriated budget requires to extend it as well as use unrestricted revenues collected in the General Fund to fund operations accounted for in other funds in accordance with the adopted budget. Illustration 7-1 details the transfers between funds for the year ended June 30, 2024.

| Illustration 7-1<br>Inter-fund Transfers<br>For the Year Ended June 30, 2024 |                   |  |  |
|--|-------------------|--|--|
| <b>Transfer to General Fund from:</b>  |                   | <b>Transfer from General Fund to:</b>                                |  |
| Streets & Roads - Capital Projects Fund                                      | \$ 23,891         | \$ 74,398  | Streets & Roads – Capital Projects Fund                                |
| Nonmajor Governmental Funds  | 37,298            | 5,948  | Nonmajor Governmental Funds  |
| Landfill - Enterprise Fund   | 1,261             | -  | Landfill - Enterprise Fund   |
| Nonmajor Enterprise Funds  | -                 | 1,615  | Nonmajor Enterprise Funds  |
| Internal Service Funds   | 3,381             | -  | Internal Service Funds   |
| <b>Total General Fund Transfers In</b>                                       | <b>65,831</b>     | <b>81,961</b>  | <b>Total General Fund Transfers Out</b>                                |
| <b>Transfer to Streets &amp; Roads - Capital Projects Fund from:</b>         |                   | <b>Transfer from Streets &amp; Roads - Capital Projects Fund to:</b> |  |
| General Fund   | 28,089            | 23,891   | General Fund   |
| Nonmajor Governmental Funds  | 1,600             | 75   | Nonmajor Governmental Funds  |
| <b>Total Streets &amp; Roads - Capital Projects Fund Transfers In</b>        | <b>29,689</b>     | <b>23,966</b>  | <b>Total Streets &amp; Roads - Capital Projects Fund Transfers Out</b> |
| <b>Transfer to Nonmajor Governmental Funds from:</b>                         |                   | <b>Transfer from Nonmajor Governmental Funds to:</b>                 |  |
| General Fund   | 52,257            | 37,298   | General Fund   |
| Streets & Roads - Capital Projects Fund                                      | -                 | 14,166   | Streets & Roads - Capital Projects Fund                                |
| Nonmajor Governmental Funds  | 12,566            | -  | Nonmajor Governmental Funds  |
| Internal Service Funds   | 75                | 499  | Internal Service Funds   |
| <b>Total Nonmajor Governmental Funds Transfers In</b>                        | <b>64,898</b>     | <b>51,963</b>  | <b>Total Nonmajor Governmental Fund Transfers Out</b>                  |
| <b>Transfers to Landfill Enterprise Fund from:</b>                           |                   | <b>Transfers from Landfill Enterprise Fund to:</b>                   |  |
| General Fund   | -                 | 1,261  | General Fund   |
| <b>Total Landfill Enterprise Fund Transfers In</b>                           | <b>-</b>          | <b>1,261</b>   | <b>Total Landfill Enterprise Fund Transfers Out</b>                    |
| <b>Transfers to Nonmajor Enterprise Fund from:</b>                           |                   | <b>Transfers from Nonmajor Enterprise Fund to:</b>                   |  |
| General Fund   | 1,615             | -  | General Fund   |
| <b>Total Nonmajor Enterprise Funds Transfers In</b>                          | <b>1,615</b>      | <b>-</b>   | <b>Total Nonmajor Enterprise Funds</b>                                 |
| <b>Transfers to Internal Service Funds from:</b>                             |                   | <b>Transfers from Internal Service Funds to:</b>                     |  |
| General Fund   | -                 | 3,381  | General Fund   |
| Nonmajor Governmental Funds  | 499               | -  | Nonmajor Governmental Funds  |
| <b>Total Internal Service Funds Transfers In</b>                             | <b>499</b>        | <b>3,381</b>   | <b>Total Internal Service Funds Transfers Out</b>                      |
| <b>Total Primary Government Transfers In</b>                                 | <b>\$ 162,532</b> | <b>\$ 162,532</b>  | <b>Total Primary Government Transfers Out</b>                          |

(Amounts expressed in thousands)

**NOTE (8) - CAPITAL ASSETS**

Illustration 8-1 summarizes the changes in capital assets of the governmental activities for the year ended June 30, 2024.

| <b>Illustration 8-1</b>                                    |                   |                         |                         |                  |
|--|-------------------|-------------------------|-------------------------|------------------|
| <b>Governmental Activities – Changes in Capital Assets</b> |                   |                         |                         |                  |
|  | June 30, 2023     | Additions/<br>Transfers | Deletions/<br>Transfers | June 30, 2024    |
| <b>Governmental Activities</b>                             |                   |                         |                         |                  |
| Capital assets not being depreciated:                      |                   |                         |                         |                  |
| Land   | \$ 159,786        | 17,173                  | (24)                    | 176,935          |
| Construction in progress                                   | 44,636            | 86,768                  | (36,809)                | 94,595           |
| <b>Total capital assets not being depreciated</b>          | <b>204,422</b>    | <b>103,941</b>          | <b>(36,833)</b>         | <b>271,530</b>   |
| Capital assets being depreciated/amortized:                |                   |                         |                         |                  |
| Buildings and improvements to sites                        | 419,722           | 14,918                  | (10)                    | 434,630          |
| Equipment  | 107,292           | 5,872                   | (1,199)                 | 111,965          |
| Vehicles   | 87,206            | 8,817                   | (1,680)                 | 94,343           |
| Infrastructure   | 258,957           | 12,067                  | -                       | 271,024          |
| Intangibles  | 60,942            | 1,045                   | -                       | 61,987           |
| Library collections  | 15,005            | 2,237                   | (1,529)                 | 15,713           |
| Right-to-use leased assets                                 | 44,351            | 14,790                  | (303)                   | 58,838           |
| Right-to-use software subscription assets                  | 20,126            | 7,612                   | -                       | 27,738           |
| <b>Total depreciable capital assets</b>                    | <b>1,013,601</b>  | <b>67,358</b>           | <b>(4,721)</b>          | <b>1,076,238</b> |
| Less accumulated depreciation/amortization for:            |                   |                         |                         |                  |
| Buildings and improvements to sites                        | (166,359)         | (13,397)                | -                       | (179,756)        |
| Equipment  | (87,879)          | (9,050)                 | 1,199                   | (95,730)         |
| Vehicles   | (56,294)          | (8,154)                 | 1,678                   | (62,770)         |
| Infrastructure   | (82,341)          | (5,736)                 | -                       | (88,077)         |
| Intangibles  | (46,572)          | (3,134)                 | -                       | (49,706)         |
| Library collections  | (12,110)          | (1,238)                 | 1,529                   | (11,819)         |
| Right-to-use leased assets                                 | (15,709)          | (8,362)                 | 90                      | (23,981)         |
| Right-to-use software subscription assets                  | (4,182)           | (5,532)                 | -                       | (9,714)          |
| <b>Total accumulated depreciation/amortization</b>         | <b>(471,446)</b>  | <b>(54,603)</b>         | <b>4,496</b>            | <b>(521,553)</b> |
| <b>Total depreciable capital assets, net</b>               | <b>542,155</b>    | <b>12,755</b>           | <b>(225)</b>            | <b>554,685</b>   |
| <b>Capital assets, net</b>                                 | <b>\$ 746,577</b> | <b>116,696</b>          | <b>(37,058)</b>         | <b>826,215</b>   |

Depreciation and amortization expense was charged to the following functions of the governmental activities:

|   |                  |
|---|------------------|
| General government administration                 | \$ 13,493        |
| Judicial administration                           | 849              |
| Public safety                                     | 8,307            |
| Public works                                      | 1,786            |
| Health and welfare                                | 245              |
| Parks, recreational and cultural                  | 4,240            |
| Community development                             | 21,541           |
| Capital assets held by the internal service funds | 4,142            |
| <b>Total</b>                                      | <b>\$ 54,603</b> |

(Amounts expressed in thousands)

Illustration 8-2 summarizes the changes in capital assets of the business-type activities for the year ended June 30, 2024.

| <b>Illustration 8-2</b>                                     |                      |                                 |                                 |                      |
|---|----------------------|---------------------------------|---------------------------------|----------------------|
| <b>Business-type Activities – Changes in Capital Assets</b> |                      |                                 |                                 |                      |
|   | <b>June 30, 2023</b> | <b>Additions/<br/>Transfers</b> | <b>Deletions/<br/>Transfers</b> | <b>June 30, 2024</b> |
| <b>Business-Type Activities:</b>                            |                      |                                 |                                 |                      |
| Capital assets not being depreciated:                       |                      |                                 |                                 |                      |
| Land  | \$ 31,554            | -                               | -                               | 31,554               |
| Construction in progress                                    | 1,007                | 774                             | -                               | 1,781                |
| <b>Total capital assets not being depreciated</b>           | <b>32,561</b>        | <b>774</b>                      | <b>-</b>                        | <b>33,335</b>        |
| Capital assets being depreciated:                           |                      |                                 |                                 |                      |
| Buildings and improvements to sites                         | 78,223               | -                               | -                               | 78,223               |
| Equipment   | 10,706               | 150                             | (19)                            | 10,837               |
| Vehicles  | 3,249                | 55                              | (177)                           | 3,127                |
| Infrastructure  | 1,566                | -                               | -                               | 1,566                |
| <b>Total depreciable capital assets</b>                     | <b>93,744</b>        | <b>205</b>                      | <b>(196)</b>                    | <b>93,753</b>        |
| Less accumulated depreciation for:                          |                      |                                 |                                 |                      |
| Buildings and improvements to sites                         | (65,808)             | (1,890)                         | -                               | (67,698)             |
| Equipment   | (5,679)              | (856)                           | 19                              | (6,516)              |
| Vehicles  | (2,012)              | (209)                           | 177                             | (2,044)              |
| Infrastructure  | (507)                | (78)                            | -                               | (585)                |
| <b>Total accumulated depreciation</b>                       | <b>(74,006)</b>      | <b>(3,033)</b>                  | <b>196</b>                      | <b>(76,843)</b>      |
| <b>Total depreciable capital assets, net</b>                | <b>19,738</b>        | <b>(2,828)</b>                  | <b>-</b>                        | <b>16,910</b>        |
| <b>Capital assets, net</b>                                  | <b>\$ 52,299</b>     | <b>(2,054)</b>                  | <b>-</b>                        | <b>50,245</b>        |

(Amounts expressed in thousands)

Illustration 8-3 summarizes the changes in capital assets of the Adult Detention Center component unit activities for the year ended June 30,2024.

| <b>Illustration 8-3</b>  |               |                         |                         |               |
|--|---------------|-------------------------|-------------------------|---------------|
| <b>Adult Detention Center Component Unit – Changes in Capital Assets</b> |               |                         |                         |               |
|  | June 30, 2023 | Additions/<br>Transfers | Deletions/<br>Transfers | June 30, 2024 |
| <b>Adult Detention Center:</b>   |               |                         |                         |               |
| Capital assets not being depreciated:                                    |               |                         |                         |               |
| Land   | \$ 31         |                         |                         | 31            |
| Total capital assets not being depreciated                               | 31            | -                       | -                       | 31            |
| Capital assets being depreciated:  |               |                         |                         |               |
| Buildings and improvements to sites                                      | 131,541       | -                       | -                       | 131,541       |
| Equipment  | 3,369         | 1,283                   | (124)                   | 4,528         |
| Vehicles   | 815           | 31                      |                         | 846           |
| Total depreciable capital assets   | 135,725       | 1,314                   | (124)                   | 136,915       |
| Less accumulated depreciation for:                                       |               |                         |                         |               |
| Buildings and improvements to sites                                      | (36,907)      | (3,340)                 | -                       | (40,247)      |
| Equipment  | (2,168)       | (758)                   | 124                     | (2,802)       |
| Vehicles   | (732)         | (61)                    |                         | (793)         |
| Total accumulated depreciation   | (39,807)      | (4,159)                 | 124                     | (43,842)      |
| Total depreciable capital assets, net                                    | 95,918        | (2,845)                 | -                       | 93,073        |
| Capital assets, net  | \$ 95,949     | (2,845)                 | -                       | 93,104        |

Illustration 8-4 summarizes the construction in progress of governmental activities.

| <b>Illustration 8-4</b>   |    |                      |                     |                    |
|---|----|----------------------|---------------------|--------------------|
| <b>Construction in Progress</b>                                 |    |                      |                     |                    |
| <b>June 30, 2024</b>  |    |                      |                     |                    |
|   |    | Amount<br>Authorized | Expended<br>to Date | Project<br>Balance |
| <b>PRIMARY GOVERNMENT</b>                                       |    |                      |                     |                    |
| Neabsco-Potomac Commuter Garage                                 | \$ | 53,074               | 39,995              | 13,079             |
| Crisis Receiving and Stabilization Center                       |    | 34,282               | 10,127              | 24,155             |
| Public Safety Training Center                                   |    | 29,400               | 1,304               | 28,096             |
| Judicial Center Renovation                                      |    | 21,668               | 2,812               | 18,856             |
| Fire & Rescue Station 27  |    | 19,875               | 1,179               | 18,696             |
| Judicial Center Expansion                                       |    | 16,283               | 260                 | 16,023             |
| Fire & Rescue Vehicles  |    | 14,925               | 14,925              | -                  |
| Potomac Heritage National Scenic Trail - Powells Creek Crossing |    | 9,500                | 104                 | 9,396              |
| Emergency Operation Center                                      |    | 8,600                | 1,935               | 6,665              |
| Howison Park Improvements                                       |    | 6,013                | 141                 | 5,872              |
| Long Park Improvements  |    | 5,550                | 1,884               | 3,666              |
| Countwide Space Project   |    | 5,000                | 491                 | 4,509              |
| Other Improvements and Equipment                                |    | 4,184                | 1,788               | 2,396              |
| Hellwig Park Artificial Turf                                    |    | 3,563                | 316                 | 3,247              |
| Potomac Heritage National Scenic Trail - Featherstone Segment   |    | 3,498                | 879                 | 2,619              |
| Courthouse Security System                                      |    | 3,309                | 3,216               | 93                 |
| Juvenile Services Center  |    | 3,000                | 186                 | 2,814              |
| Gar-field Fuel Tank Replacement                                 |    | 3,000                | 4                   | 2,996              |
| Lake Ridge Park Cotton Mill Trail Improvements                  |    | 2,500                | 107                 | 2,393              |
| Dove's Landing Park Improvements                                |    | 2,481                | 17                  | 2,464              |
| Mike Pennington Scenario Based Training Center                  |    | 2,204                | 1,008               | 1,196              |
| Homeless Navigation Center-East                                 |    | 2,000                | 1,725               | 275                |

(Amounts expressed in thousands)

Illustration 8-4 (cont'd)  
Construction in Progress  
June 30, 2024

|   | Amount<br>Authorized | Expended<br>to Date | Project<br>Balance |
|---|----------------------|---------------------|--------------------|
| <b>PRIMARY GOVERNMENT (cont'd)</b>  |                      |                     |                    |
| Locust Shade Maintenance Building Improvements                            | \$ 1,700             | 489                 | 1,211              |
| Cloverdale ADA Site Improvements (Phase I)                                | 1,652                | 1,522               | 130                |
| Catharpin Park Splashpad and Picnic Shelter                               | 1,558                | 37                  | 1,521              |
| Occoquan Greenway   | 1,204                | 940                 | 264                |
| Potomac Heritage National Scenic Trail - Neabsco Creek Wetlands Boardwalk | 1,204                | 628                 | 576                |
| Sharron Baucom Dale City Recreation Center Park Enhancements              | 1,097                | 64                  | 1,033              |
| Pat White Elevator  | 1,006                | 994                 | 12                 |
| Long Park Sanitary Sewer Replacement                                      | 1,002                | 2                   | 1,000              |
| Park Entry Sign Refreshes   | 1,000                | 32                  | 968                |
| IT equipment  | 976                  | 648                 | 328                |
| Joseph Reading Park Improvements  | 850                  | 7                   | 843                |
| Broad Run Greenway  | 780                  | 332                 | 448                |
| Catharpin Park Parking Lot Paving   | 750                  | 366                 | 384                |
| Veterans Park Shelter Replacement   | 650                  | 52                  | 598                |
| Neabsco Greenway  | 637                  | 370                 | 267                |
| Judicial Center Building Management System Replacement                    | 616                  | 389                 | 227                |
| Veterans Park Improvements Phase II                                       | 600                  | 192                 | 408                |
| Fuller Heights Park Expansion   | 600                  | 54                  | 546                |
| Braemar Park Improvements   | 575                  | 48                  | 527                |
| Valley View Park Septic Tank Replacement                                  | 555                  | 8                   | 547                |
| Broad Run Greenway Improvements   | 550                  | 16                  | 534                |
| Potomac Heritage National Scenic Trail-Rippon Landing                     | 505                  | 366                 | 139                |
| Cloverdale Comfort Station Improvements                                   | 500                  | 409                 | 91                 |
| Covered Storage - Parks   | 450                  | 81                  | 369                |
| Ellis Baron Park  | 450                  | 84                  | 366                |
| Valley View Trail Improvements  | 400                  | 70                  | 330                |
| Splanshdown Waterpark Improvements  | 400                  | 355                 | 45                 |
| Howison Park Improvements   | 397                  | 370                 | 27                 |
| Cloverdale Park Improvements  | 352                  | 347                 | 5                  |
| Belmont Park Improvements   | 347                  | 4                   | 343                |
| Fire Station 23 Fire Alarm System Upgrade                                 | 344                  | 4                   | 340                |
| Indoor Sports & Events Center   | 310                  | 306                 | 4                  |
| Nokesville Park Diamond Baseball Field Enhancements                       | 300                  | 14                  | 286                |
| Fairmont Park Improvements  | 266                  | 190                 | 76                 |
| Fire Station 24 Fire Alarm System Upgrade                                 | 263                  | 3                   | 260                |
| Fire Station 20 Fire Alarm System Upgrade                                 | 263                  | 3                   | 260                |
| Jenkins Park Shelter and Trail Improvements                               | 250                  | 67                  | 183                |
| Ali Krieger Site Improvements   | 250                  | 36                  | 214                |
| Fire Station 16 Fire Alarm System Upgrade                                 | 243                  | 3                   | 240                |
| Marumsco Acres Park ADA Access  | 225                  | 8                   | 217                |
| Catharpin Baseball ADA Sidewalk Improvements                              | 160                  | 141                 | 19                 |
| Waterworks Picnic Area Upgrades   | 150                  | 5                   | 145                |
| Potomac Heritage National Scenic Trail - Heritage Harbor                  | 100                  | 6                   | 94                 |
| Pat White Fire Alarm Renovation   | 85                   | 70                  | 15                 |
| Catharpin Park - Phase 2  | 60                   | 23                  | 37                 |
| Orchard Bridge Park Field Improvements                                    | 51                   | 37                  | 14                 |
|   | <b>\$ 280,592</b>    | <b>94,595</b>       | <b>185,997</b>     |

Construction in progress for business-type activities as of June 30, 2024, is \$1,781. This amount was recorded in the Landfill enterprise fund and represents capital improvements at the Landfill complex, including the construction and installation of landfill liners and wetland mitigation to improve the landfill and protect public health, ground water and the environment.

(Amounts expressed in thousands)

Illustration 8-5 summarizes the changes in capital assets of the School Board component unit activities for the year ended June 30, 2024.

| Illustration 8-5<br>School Board Component Unit – Changes in Capital Assets |                     |                         |                         |                  |
|---|---------------------|-------------------------|-------------------------|------------------|
|   | June 30, 2023       | Additions/<br>Transfers | Deletions/<br>Transfers | June 30, 2024    |
| <b>School Board:</b>  |                     |                         |                         |                  |
| Capital assets not being depreciated:                                       |                     |                         |                         |                  |
| Land  | \$ 120,727          | 3,638                   | -                       | 124,365          |
| Construction in progress  | 59,135              | 60,217                  | (63,120)                | 56,232           |
| <b>Total capital assets not being depreciated</b>                           | <b>179,862</b>      | <b>63,855</b>           | <b>(63,120)</b>         | <b>180,597</b>   |
| Capital assets being depreciated/amortized:                                 |                     |                         |                         |                  |
| Buildings and improvements to sites   | 2,228,399           | 61,785                  | -                       | 2,290,184        |
| Equipment   | 56,206              | 5,213                   | (420)                   | 60,999           |
| Vehicles  | 119,312             | 621                     | (5,064)                 | 114,869          |
| Intangibles   | 5,840               | -                       | -                       | 5,840            |
| Library collections   | 4,304               | 773                     | (467)                   | 4,610            |
| Right-to-use leased Assets  | 31,886              | 11,834                  | -                       | 43,720           |
| <b>Total depreciable capital assets</b>                                     | <b>2,445,947</b>    | <b>80,226</b>           | <b>(5,951)</b>          | <b>2,520,222</b> |
| Less accumulated depreciation/amortization for:                             |                     |                         |                         |                  |
| Buildings and improvements to sites   | (643,207)           | (43,225)                | -                       | (686,432)        |
| Equipment   | (44,731)            | (2,164)                 | 332                     | (46,563)         |
| Vehicles  | (63,104)            | (8,170)                 | 4,755                   | (66,519)         |
| Intangibles   | (5,287)             | (332)                   | -                       | (5,619)          |
| Library collections   | (2,111)             | (922)                   | 467                     | (2,566)          |
| Right-to-use leased Assets  | (3,736)             | (7,928)                 | -                       | (11,664)         |
| <b>Total accumulated depreciation/amortization</b>                          | <b>(762,176)</b>    | <b>(62,741)</b>         | <b>5,554</b>            | <b>(819,363)</b> |
| <b>Total depreciable capital assets, net</b>                                | <b>1,683,771</b>    | <b>17,485</b>           | <b>(397)</b>            | <b>1,700,859</b> |
| <b>Capital assets, net</b>  | <b>\$ 1,863,633</b> | <b>81,340</b>           | <b>(63,517)</b>         | <b>1,881,456</b> |

**NOTE (9) - CONDUIT DEBT, LONG-TERM LIABILITIES / DEFERRED OUTFLOWS OF RESOURCES**

The following debt was issued during fiscal year 2024:

On September 26, 2023, the Board of County Supervisors approved Resolution No. 23-483 to authorize the issuance of one or more General Obligation School Bonds of the County sold by the Virginia Public School Authority (VPSA) in an aggregate amount not to exceed \$285,625 to finance various capital Schools improvement projects. On November 9, 2023, the County sold the VPSA Special Obligation School Financing Bonds Series VPSA 2023 in the amount of \$135,815 par.

On November 17, 2023, the County entered an Installment Purchase Contract with the Industrial Development Authority of Prince William County (IDA) as security for the IDA’s issuance of \$32,800 tax-exempt par amount and \$16,380 federally taxable par amount of the IDA of Prince William County, VA Facilities Revenue Bonds, Series 2023A&B. The Authorization of the Installment Purchase Contract was approved by the Board on September 26, 2023, by Resolution Number 23-471. The bond proceeds provided funds for land, buildings, and cost of issuance for three County projects: the Crises Receiving Center, County Administrative Facilities, and the Public Safety Training Center. Payments due under the terms of the Installment Purchase Contract are subject to annual appropriation. The County has assumed all responsibilities for continuing disclosure.

Unless otherwise noted, the County offers its debt through public sales. Official Statements describing the terms, collateral, and remedies are prepared in conjunction with each sale and are reviewed by the County Attorney prior to the issuance of debt. Depending on the type of debt, different remedies may be pursuable under Virginia law. The County’s Official Statements can be found on the Municipal Securities Rulemaking Board’s website at <https://emma.msrb.org/>.

**Bonds Payable:**

The majority of the County’s bonds payable are general obligations of the County and are secured by its full faith and credit. Some of the County’s bonds are subject to arbitrage, and as such, actuarial calculations are made, and liabilities are recorded annually.

The Commonwealth imposes no legal debt limitation on counties. Except for VPSA general obligation issuances, a referendum must be

(Amounts expressed in thousands)

approved by the voters prior to the issuance of new money general obligation bonds. The County established a self-imposed limit on its total bonded debt of 3% of the net assessed valuation of taxable property. The County includes general obligation bonds, appropriation debt supported by tax revenue, and School Board bonds in its determination of total bonded debt. Additionally, there are several limitations and restrictions contained in the various bond indentures. The County follows all such limitations and restrictions.

The County's general obligation bonds, which also include, the County's Build America Bonds (BABs), Qualified School Construction Bonds (QSCBs), and refunding bonds are subject to the State Aid Intercept Provision as per §15.2-2659 of the Code of Virginia, 1950, as amended, which in the event of the County defaulting, provides the Commonwealth the ability to step in and work with the County to make the bondholders whole.

Revenue bonds issued through the Prince William County Industrial Development Authority (IDA) are subject to terms that allow the IDA's Revenue Bond Trustees to accelerate all outstanding bond payments immediately due and payable without advance notice if a default occurs.

The annual debt service requirements of general obligation and lease revenue bonds outstanding in governmental funds as of June 30, 2024, including interest payments, are shown in Illustration 9-1. Refer to Schedule 42 for information related to maturity dates and interest rates for these obligations.

| <b>Illustration 9-1</b>   |                |                     |                 |                  |
|---|----------------|---------------------|-----------------|------------------|
| <b>Governmental Activities – Debt Service Requirements – General Obligation and Revenue Bonds</b> |                |                     |                 |                  |
|   |                | <b>Principal</b>    | <b>Interest</b> | <b>Total</b>     |
| <b>Designated for Roads, Parks &amp; Other General</b>  |                |                     |                 |                  |
| <b>County Projects:</b>   |                |                     |                 |                  |
| Fiscal Year Ending June 30:   |                |                     |                 |                  |
|   | 2025           | \$ 18,245           | 6,476           | 24,721           |
|   | 2026           | 15,325              | 5,700           | 21,025           |
|   | 2027           | 15,300              | 5,039           | 20,339           |
|   | 2028           | 13,610              | 4,447           | 18,057           |
|   | 2029           | 13,550              | 3,923           | 17,473           |
|   | 2030 thru 2034 | 54,443              | 13,411          | 67,854           |
|   | 2035 thru 2039 | 31,943              | 5,750           | 37,693           |
|   | 2040 thru 2044 | 16,767              | 1,548           | 18,315           |
|   | Subtotal       | <u>179,183</u>      | <u>46,294</u>   | <u>225,477</u>   |
| <b>Designated for School Board Projects:</b>  |                |                     |                 |                  |
| Fiscal Year Ending June 30:   |                |                     |                 |                  |
|   | 2025           | 77,705              | 33,932          | 111,637          |
|   | 2026           | 75,315              | 30,326          | 105,641          |
|   | 2027           | 72,245              | 26,931          | 99,176           |
|   | 2028           | 68,605              | 23,217          | 91,822           |
|   | 2029           | 65,360              | 20,190          | 85,550           |
|   | 2030 thru 2034 | 283,922             | 64,828          | 348,750          |
|   | 2035 thru 2039 | 179,912             | 25,664          | 205,576          |
|   | 2040 thru 2044 | 67,353              | 5,347           | 72,700           |
|   | Subtotal       | <u>890,417</u>      | <u>230,435</u>  | <u>1,120,852</u> |
|   | Total          | <u>\$ 1,069,600</u> | <u>276,729</u>  | <u>1,346,329</u> |

(Amounts expressed in thousands)

The annual debt service requirements of all bonds outstanding in business-type activities as of June 30, 2024, including interest payments, are shown in Illustration 9-2. Refer to Schedule 43 for information related to maturity dates and interest rates for these obligations.

| <b>Illustration 9-2</b>   |    |                     |                 |              |
|---|----|---------------------|-----------------|--------------|
| <b>Business-type Activities – Debt Service Requirements – Revenue Bonds</b> |    |                     |                 |              |
| <b>Fiscal Year Ending June 30, 2024</b>                                     |    | <b>Principal</b>    | <b>Interest</b> | <b>Total</b> |
| 2025  | \$ | 725                 | 90              | 815          |
| 2026  |    | 765                 | 53              | 818          |
| 2027  |    | 670                 | 17              | 687          |
| Subtotal  |    | <u>2,160</u>        | <u>160</u>      | <u>2,320</u> |
| Add: unamortized premium on issuance of revenue bonds                       |    | <u>290</u>          |                 |              |
| Total   | \$ | <u><u>2,450</u></u> |                 |              |

The County’s capital debt obligations are issued through the Virginia Resource Authority (VRA), who has the authority to declare all outstanding bond payments immediately due and payable without advance notice if a default occurs. The principal and interest on the VRA capital debt are not subject to acceleration upon the event of a default. These obligations are also subject to the State Aid Intercept Provision as per §15.2-2659 of the Code of Virginia, 1950, as amended, which if the County defaults, the Commonwealth can step in to work with the County to make creditors whole. Additionally, the County participates in some leasehold interest leasing agreements attached to some of the County’s facilities. In the event the County defaults on its obligations under this type of lease, the creditor has the right to accelerate the payment of all unpaid principal and interest balances immediately as a remedy.

Illustration 9-3 presents a summary of minimum capital debt obligations. Refer to Schedule 43 for information related to maturity dates and interest rates for these obligations.

| <b>Illustration 9-3</b>                 |    |                      |                     |                      |
|---|----|----------------------|---------------------|----------------------|
| <b>Capital Debt Obligations</b>         |    |                      |                     |                      |
| <b>Fiscal Year Ending June 30, 2024</b> |    | <b>Principal</b>     | <b>Interest</b>     | <b>Total</b>         |
| 2025                                    | \$ | 8,160                | 1,057               | 9,217                |
| 2026                                    |    | 6,100                | 694                 | 6,794                |
| 2027                                    |    | 5,105                | 419                 | 5,524                |
| 2028                                    |    | 2,395                | 237                 | 2,632                |
| 2029                                    |    | 2,385                | 121                 | 2,506                |
| 2030                                    |    | 1,865                | 32                  | 1,897                |
| Total                                   | \$ | <u><u>26,010</u></u> | <u><u>2,560</u></u> | <u><u>28,570</u></u> |

(Amounts expressed in thousands)

**Changes in Long-Term Liabilities:**

Changes in long-term liabilities of governmental activities for the year ended June 30, 2024, are shown in Illustration 9-4.

| <b>Illustration 9-4</b>   |                     |                  |                   |                       |                  |                 |
|---|---------------------|------------------|-------------------|-----------------------|------------------|-----------------|
| <b>Governmental Activities – Changes in Long-Term Liabilities</b> |                     |                  |                   |                       |                  |                 |
| <b>June 30, 2024</b>  |                     |                  |                   |                       |                  |                 |
|   | <b>Beginning</b>    |                  |                   |                       | <b>Due in</b>    | <b>Due</b>      |
|   | <b>Balance</b>      | <b>Additions</b> | <b>Reductions</b> | <b>Ending Balance</b> | <b>More Than</b> | <b>Within</b>   |
|   |                     |                  |                   |                       | <b>One Year</b>  | <b>One Year</b> |
| <b>General obligation bonds:</b>                                  |                     |                  |                   |                       |                  |                 |
| Designated for Roads, Parks and Other                             |                     |                  |                   |                       |                  |                 |
| General County projects   | \$ 146,787          | 49,180           | (16,784)          | 179,183               | 160,938          | 18,245          |
| Designated for School Board projects                              | 829,398             | 135,815          | (74,796)          | 890,417               | 812,712          | 77,705          |
| Subtotal general obligation bonds                                 | 976,185             | 184,995          | (91,580)          | 1,069,600             | 973,650          | 95,950          |
| Unamortized premium on issuance of general obligation bonds       | 92,351              | 9,053            | (10,501)          | 90,903                | 82,231           | 8,672           |
| General obligation bonds, net                                     | 1,068,536           | 194,048          | (102,081)         | 1,160,503             | 1,055,881        | 104,622         |
| Capital debt obligations  | 34,475              | -                | (8,465)           | 26,010                | 17,850           | 8,160           |
| Unamortized premium on issuance of capital debt obligations       | 4,564               | -                | (1,147)           | 3,417                 | 2,327            | 1,090           |
| Capital debt obligations, net                                     | 39,039              | -                | (9,612)           | 29,427                | 20,177           | 9,250           |
| Surplus distribution payable                                      | 1,655               | 226              | (356)             | 1,525                 | 1,375            | 150             |
| Lease liabilities (Note 4)  | 29,374              | 13,483           | (6,968)           | 35,889                | 27,910           | 7,979           |
| Subscription liabilities (Note 5)                                 | 9,038               | 5,591            | (2,531)           | 12,098                | 8,343            | 3,755           |
| Net pension liabilities (Note 12)                                 | 162,716             | 81,379           | (94,483)          | 149,612               | 149,612          | -               |
| Net OPEB liabilities (Note 13)                                    | 47,025              | 17,321           | (12,103)          | 52,243                | 52,243           | -               |
| Unpaid losses and related liabilities (Note 14)                   | 29,163              | 64,856           | (62,635)          | 31,384                | 23,457           | 7,927           |
| Compensated absences  | 52,190              | 42,152           | (39,935)          | 54,407                | 50,845           | 3,562           |
| <b>Total</b>  | <b>\$ 1,438,736</b> | <b>419,056</b>   | <b>(330,704)</b>  | <b>1,527,088</b>      | <b>1,389,843</b> | <b>137,245</b>  |

Long-term liabilities of governmental activities are generally liquidated by the General Fund. 4.03% of compensated absences were paid for using internal service funds during fiscal year 2024.

Changes in long-term liabilities of business-type activities for the year ended June 30, 2024, are shown in illustration 9-5.

| <b>Illustration 9-5</b>  |                          |                  |                   |                       |                  |                   |
|--|--------------------------|------------------|-------------------|-----------------------|------------------|-------------------|
| <b>Business-Type Activities – Changes in Long-Term Liabilities</b> |                          |                  |                   |                       |                  |                   |
| <b>June 30, 2024</b>   |                          |                  |                   |                       |                  |                   |
|  | <b>Beginning Balance</b> | <b>Additions</b> | <b>Reductions</b> | <b>Ending Balance</b> | <b>Due in</b>    | <b>Due Within</b> |
|  |                          |                  |                   |                       | <b>More Than</b> | <b>One Year</b>   |
|  |                          |                  |                   |                       | <b>One Year</b>  | <b>One Year</b>   |
| Revenue bonds  | \$ 2,860                 | -                | (700)             | 2,160                 | 1,435            | 725               |
| Unamortized premium on issuance of revenue bonds                   | 387                      | -                | (97)              | 290                   | 193              | 97                |
| Revenue bonds, net   | 3,247                    | -                | (797)             | 2,450                 | 1,628            | 822               |
| Accrued closure liabilities (Note 11)                              | 27,444                   | 5,754            | -                 | 33,198                | 33,198           | -                 |
| Net pension liabilities (Note 12)                                  | 1,739                    | 821              | (949)             | 1,611                 | 1,611            | -                 |
| Net OPEB liabilities (Note 13)                                     | 630                      | 46               | (66)              | 610                   | 610              | -                 |
| Compensated absences   | 411                      | 463              | (433)             | 441                   | 409              | 32                |
| <b>Total</b>   | <b>\$ 33,471</b>         | <b>7,084</b>     | <b>(2,245)</b>    | <b>38,310</b>         | <b>37,456</b>    | <b>854</b>        |

(Amounts expressed in thousands)

Changes in long-term liabilities of the component units for the year ended June 30, 2024, are shown in illustration 9-6.

| <b>Illustration 9-6</b>                                   |                   |                  |                   |                |                  |                 |
|---|-------------------|------------------|-------------------|----------------|------------------|-----------------|
| <b>Component Units – Changes in Long-Term Liabilities</b> |                   |                  |                   |                |                  |                 |
| <b>June 30, 2024</b>                                      |                   |                  |                   |                |                  |                 |
|   | <b>Beginning</b>  |                  |                   | <b>Ending</b>  | <b>Due in</b>    | <b>Due</b>      |
|   | <b>Balance</b>    | <b>Additions</b> | <b>Reductions</b> | <b>Balance</b> | <b>More Than</b> | <b>Within</b>   |
|   |                   |                  |                   |                | <b>One Year</b>  | <b>One Year</b> |
| <b>School Board:</b>                                      |                   |                  |                   |                |                  |                 |
| Pollution remediation                                     | \$ 646            | 1,707            | (1,305)           | 1,048          | -                | 1,048           |
| Subscription liabilities                                  | 27,652            | 11,834           | (7,567)           | 31,919         | 23,829           | 8,090           |
| Claims liabilities  | 16,526            | 123,686          | (120,076)         | 20,136         | 7,520            | 12,616          |
| Net pension liabilities (Note 12)                         | 656,520           | 403,970          | (325,293)         | 735,197        | 735,197          | -               |
| Net OPEB liabilities (Note 13)                            | 125,884           | 38,067           | (35,655)          | 128,296        | 128,296          | -               |
| Compensated absences                                      | 43,338            | 20,296           | (18,451)          | 45,183         | 25,543           | 19,640          |
| <b>Total School Board component unit</b>                  | <b>870,566</b>    | <b>599,560</b>   | <b>(508,347)</b>  | <b>961,779</b> | <b>920,385</b>   | <b>41,394</b>   |
| <b>Adult Detention Center:</b>                            |                   |                  |                   |                |                  |                 |
| Net pension liabilities (Note 12)                         | 12,506            | -                | (1,758)           | 10,748         | 10,748           | -               |
| Net OPEB liabilities (Note 13)                            | 3,794             | 2,801            | (4,228)           | 2,367          | 2,367            | -               |
| Compensated absences                                      | 4,492             | 2,707            | (2,788)           | 4,411          | 4,063            | 348             |
| <b>Total Adult Detention Center component unit</b>        | <b>20,792</b>     | <b>5,508</b>     | <b>(8,774)</b>    | <b>17,526</b>  | <b>17,178</b>    | <b>348</b>      |
| <b>Total</b>  | <b>\$ 891,358</b> | <b>605,068</b>   | <b>(517,121)</b>  | <b>979,305</b> | <b>937,563</b>   | <b>41,742</b>   |

#### Defeasance of Long-Term Debt:

In the current and prior years, the County defeased certain bonds, some of which have been called and repaid. Accordingly, the trust account assets and the liability for the defeased bonds were not included in the County's financial statements. For the fiscal year ended June 30, 2024, \$49,565 in principal of bonds outstanding is considered defeased by the County.

#### A. Component Unit Debt

The Code of Virginia establishes the School Board as a legal entity holding title to all school assets but having no taxing authority. The County must issue debt through bond referendum, Virginia Public School Authority or Literary Fund.

Therefore, the School Board assets are included in the component unit column while the debts related to those assets are included in the Primary Government – Governmental Activities column on Exhibit 1. On June 30, 2024, the County has outstanding debt of \$890,417 reflected in the Primary Government – Governmental Activities column on Exhibit 1 as a reduction to the unrestricted net position of the County.

Similarly, assets of the Adult Detention Center are included in the component unit column, while the debts related to those assets are included in the Primary Government – Governmental Activities column on Exhibit 1. On June 30, 2024, the County has outstanding debt of \$19,249 reflected in the Primary Government – Governmental Activities column on Exhibit 1 as a reduction to the unrestricted net position of the County, respectively that relates to the Adult Detention Center.

To assist the readers in understanding this relationship and to reflect the total entity's financial condition more accurately, a total Reporting Entity column has been added to match the asset and related debt information.

#### **NOTE (10) - FUND BALANCES / NET POSITION**

##### *Fund Balance Classification:*

The County considers restricted amounts to have been spent first when both restricted and unrestricted fund balance is available. When amounts from multiple fund balance classifications are eligible to be expended, the County considers the amounts to be spent first from the category with the most stringent constraints and last from the category with the least stringent constraints.

Illustration 10-1 details the fund balances of the County's Governmental funds and Adult Detention Center (ADC) component unit on June 30, 2024. For further information about each classification of fund balance, see Note 1.

(Amounts expressed in thousands)

**Illustration 10-1**  
**Fund Balances**  
**June 30, 2024**

|  | <b>Governmental Funds</b> |                            |                                    |                                 |
|--|---------------------------|----------------------------|------------------------------------|---------------------------------|
|  | <b>General Fund</b>       | <b>Streets &amp; Roads</b> | <b>Nonmajor Governmental Funds</b> | <b>Total Governmental Funds</b> |
| <b>Nonspendable Fund Balance:</b>            |                           |                            |                                    |                                 |
| Inventory                                    | \$ 369                    | -                          | 21                                 | 390                             |
| <b>Total Nonspendable Fund Balance</b>       | <b>369</b>                | <b>-</b>                   | <b>21</b>                          | <b>390</b>                      |
| <b>Restricted Fund Balance:</b>              |                           |                            |                                    |                                 |
| Grants                                       | 9,524                     | -                          | -                                  | 9,524                           |
| General government administration            | -                         | -                          | 56,580                             | 56,580                          |
| Public safety                                | -                         | -                          | 37,801                             | 37,801                          |
| Public works                                 | -                         | -                          | 10,947                             | 10,947                          |
| Health and welfare                           | -                         | -                          | 11,521                             | 11,521                          |
| Parks  | 474                       | -                          | -                                  | 474                             |
| Community development                        | -                         | -                          | 15,546                             | 15,546                          |
| <b>Total Restricted fund balance</b>         | <b>9,998</b>              | <b>-</b>                   | <b>132,395</b>                     | <b>142,393</b>                  |
| <b>Committed Fund Balance:</b>               |                           |                            |                                    |                                 |
| Capital reserve                              | 87,687                    | -                          | -                                  | 87,687                          |
| Revenue stabilization reserve                | 33,113                    | -                          | -                                  | 33,113                          |
| Data center revenue stabilization reserve    | 5,640                     | -                          | -                                  | 5,640                           |
| Economic development opportunity fund (EDOF) | 5,347                     | -                          | -                                  | 5,347                           |
| General government administration            | 3,932                     | -                          | 39,951                             | 43,883                          |
| Judicial administration                      | 321                       | -                          | 401                                | 722                             |
| Public safety                                | -                         | -                          | 26,795                             | 26,795                          |
| Public works                                 | 20,028                    | 63,047                     | -                                  | 83,075                          |
| Health and welfare                           | -                         | -                          | 10,957                             | 10,957                          |
| Education                                    | 31,707                    | -                          | -                                  | 31,707                          |
| Parks, recreational, and cultural            | 4,649                     | -                          | 3,392                              | 8,041                           |
| Community development                        | 5,013                     | -                          | 1,082                              | 6,095                           |
| Mark to Market Adjustment                    | (49,996)                  | -                          | -                                  | (49,996)                        |
| <b>Total Committed Fund Balance</b>          | <b>147,441</b>            | <b>63,047</b>              | <b>82,578</b>                      | <b>293,066</b>                  |
| <b>Assigned Fund Balance:</b>                |                           |                            |                                    |                                 |
| General government administration            | 14,502                    | -                          | -                                  | 14,502                          |
| Judicial administration                      | 718                       | -                          | -                                  | 718                             |
| Public safety                                | 4,304                     | -                          | -                                  | 4,304                           |
| Public works                                 | 928                       | -                          | -                                  | 928                             |
| Health and welfare                           | 13,282                    | -                          | -                                  | 13,282                          |
| Parks, recreational, and cultural            | 2,718                     | -                          | -                                  | 2,718                           |
| Community development                        | 775                       | -                          | -                                  | 775                             |
| <b>Total Assigned Fund Balance</b>           | <b>37,227</b>             | <b>-</b>                   | <b>-</b>                           | <b>37,227</b>                   |
| <b>Total Unassigned Fund Balance</b>         | <b>124,173</b>            | <b>-</b>                   | <b>(74)</b>                        | <b>124,099</b>                  |
| <b>Total Fund Balance</b>                    | <b>\$ 319,208</b>         | <b>63,047</b>              | <b>214,920</b>                     | <b>597,175</b>                  |

Illustration 10-2 details the encumbrances of the County's Governmental funds and Adult Detention Center (ADC) component unit on June 30, 2024.

(Amounts expressed in thousands)

**Illustration 10-2  
Encumbrances  
June 30, 2024**

| Governmental Funds     |                    |                                |  |                          |
|------------------------|--------------------|--------------------------------|--|--------------------------|
| Capital Projects Funds |                    |                                |  |                          |
| General Fund           | Streets &<br>Roads | Nonmajor Governmental<br>Funds |  | Total Governmental Funds |
| \$ 43,111              | 63,702             | 105,894                        |  | 212,707                  |

**NOTE (11) – LANDFILL / CLOSURE AND POST CLOSURE CARE COST**

State and federal laws and regulations require the County to place a final cover on its Independent Hill landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and post closure care costs as an operating expense in each period based on landfill capacity used as of each financial statement date. The \$33,198 reported as landfill closure and post closure care liability on June 30, 2024, represents the cumulative amount reported to date based on the use of 100% of the Phase I landfill, and 57.0% of Phases II and III of the landfill, which are the only remaining disposal phases in the southern portion of the landfill. The total landfill capacity for the southern portion, which includes Phases I, II, and III for post closure is 72.08%.

The total maximum exposure liability for closure and post closure care for Phases II and III of the landfill is estimated at \$60,156 as of June 30, 2024. The County has paid \$3,525 of closure costs as of June 30, 2024. The County will recognize the remaining total estimated cost of closure and post closure care for the southern portion of the landfill of \$23,433 as the remaining estimated capacity of the southern portion of the landfill is filled. These amounts are based on what it would cost to perform all closure and post closure care in 2024. The County expects to complete filling the southern portion of the landfill site in the year 2033 and to close the remaining phases of the southern portion of the landfill by 2038. The northern portion of the landfill is estimated to be closed around 2060-2065. The total current cost of landfill closure and post closure care is an estimate and subject to changes resulting from inflation, deflation, technology, or changes in applicable laws or regulations.

**NOTE (12) - DEFINED BENEFIT PENSION PLANS**

**1. Prince William County Pension Plans**

The County maintains three pension plans for its employees:

- Virginia Retirement System (VRS) Pension Plan
- Prince William County Supplemental Plan for Sworn and Uniformed Public Safety Personnel (Supplemental Pension Plan)
- Prince William County Volunteer Fire and Rescue Personnel Length of Service Award Program (LoSAP)

(Amounts expressed in thousands)

The aggregate amount of net pension liability, related deferred outflows of resources, deferred inflows of resources, and pension expense for the County's pension plans as of June 30, 2024, with measurement date of June 30, 2023, are summarized in Illustration 12- 1 below.

**Illustration 12-1**  
**Prince William County Defined Benefit Pension Plans**  
**Net Pension Liability and Related Amounts**  
**June 30, 2024**

| <b>MEASUREMENT DATE 6/30/23</b>            | <b>Net Pension Liability</b> | <b>Deferred Outflows of Resources</b> | <b>Deferred Inflows of Resources</b> | <b>Pension Expense</b> |
|--|------------------------------|---------------------------------------|--------------------------------------|------------------------|
| Virginia Retirement System                 | \$ 153,959                   | 86,482                                | 47,835                               | 42,630                 |
| Supplemental Pension Plan                  | 71                           | 5,358                                 | 1,455                                | 1,540                  |
| Length of Service Award Program            | 7,941                        | 1,546                                 | -                                    | 779                    |
| <b>Total Pension</b>                       | <b>\$ 161,971</b>            | <b>93,386</b>                         | <b>49,290</b>                        | <b>44,949</b>          |
| <b>Primary Government:</b>                 |                              |                                       |                                      |                        |
| Governmental Funds                         | \$ 144,480                   | 82,849                                | 43,664                               | 39,830                 |
| Intra-County Services                      | 5,001                        | 2,808                                 | 1,553                                | 1,434                  |
| Health Insurance                           | 131                          | 74                                    | 41                                   | 38                     |
| <b>Total Governmental Funds</b>            | <b>149,612</b>               | <b>85,731</b>                         | <b>45,258</b>                        | <b>41,302</b>          |
| Landfill                                   | 1,504                        | 845                                   | 467                                  | 431                    |
| Non-Major Proprietary Funds                | 107                          | 59                                    | 34                                   | 31                     |
| <b>Total Proprietary Funds</b>             | <b>1,611</b>                 | <b>904</b>                            | <b>501</b>                           | <b>462</b>             |
| <b>Total Primary Government (A)</b>        | <b>151,223</b>               | <b>86,635</b>                         | <b>45,759</b>                        | <b>41,764</b>          |
| <b>Component Unit:</b>                     |                              |                                       |                                      |                        |
| Adult Detention Center (B)                 | 10,748                       | 6,750                                 | 3,531                                | 3,185                  |
| <b>Total Pension - County Funded (A+B)</b> | <b>\$ 161,971</b>            | <b>93,385</b>                         | <b>49,290</b>                        | <b>44,949</b>          |
| School District's Pensions Plans (C)*      | \$ 735,197                   | 272,203                               | 81,373                               | 92,838                 |
| <b>Total Component Units (B+C)</b>         | <b>745,945</b>               | <b>278,953</b>                        | <b>84,904</b>                        | <b>96,023</b>          |
| <b>Total Reporting Entity (A+B+C)</b>      | <b>\$ 897,168</b>            | <b>365,588</b>                        | <b>130,663</b>                       | <b>137,787</b>         |

Note: Amounts are allocated to the funds based on proportion of pension contributions paid.

\*Please see Schools separately issued financial statements for further information and Illustration 12-25.

(Amounts expressed in thousands)

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 33

Fiduciary Funds

Combining Statement of Fiduciary Net Position - Pension Trust Funds

June 30, 2024

(amounts expressed in thousands)

|                                      | Supplemental<br>Pension Plan<br>Trust Fund | Length of<br>Service Award<br>Program<br>(LoSAP)<br>Trust Fund | Total<br>Pension<br>Trust Funds |
|--------------------------------------|--|--|---------------------------------|
| <b>ASSETS</b>                        |  |  |                                 |
| Restricted cash                      | \$ 1,151                                   | -  | 1,151                           |
| Restricted investments:              |  |  |                                 |
| Money market mutual funds            | 869  | 58   | 927                             |
| Equity investments                   | 37,070                                     | -  | 37,070                          |
| Real asset investments               | 2,591                                      | -  | 2,591                           |
| Fixed return investments             | 15,103                                     | -  | 15,103                          |
| Diversified investments              | 4,992                                      | -  | 4,992                           |
| Life insurance annuity               | -  | 23,475   | 23,475                          |
| Total investments                    | 60,625                                     | 23,533   | 84,158                          |
| Total assets                         | 61,776                                     | 23,533   | 85,309                          |
| <b>LIABILITIES</b>                   |  |  |                                 |
| Accounts payable                     | 64   | 80   | 144                             |
| Total liabilities                    | 64   | 80   | 144                             |
| <b>NET POSITION</b>                  |  |  |                                 |
| Net position restricted for pensions | 61,712                                     | 23,453   | 85,165                          |
| Total net position                   | \$ 61,712                                  | 23,453   | 85,165                          |

(Amounts expressed in thousands)

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 34

Fiduciary Funds

Combining Statement of Changes in Fiduciary Net Position - Pension Trust Funds

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | Supplemental<br>Pension Plan<br>Trust Fund | Length of<br>Service Award<br>Program<br>(LoSAP)<br>Trust Fund | Total<br>Pension<br>Trust Funds |
|--|--|--|---------------------------------|
| <b>ADDITIONS</b>                                 |  |  |                                 |
| Contributions:                                   |  |  |                                 |
| Member   | \$ 2,235                                   | -  | 2,235                           |
| Employer   | 2,235                                      | 2,164  | 4,399                           |
| Total contributions                              | 4,470                                      | 2,164  | 6,634                           |
| Investment income:                               |  |  |                                 |
| Interest and dividends                           | 1,527                                      | 666  | 2,193                           |
| Net depreciation in fair value of<br>investments | 3,728                                      | -  | 3,728                           |
| Total investment income                          | 5,255                                      | 666  | 5,921                           |
| Less: investment expenses                        | (116)                                      | -  | (116)                           |
| Net investment income                            | 5,139                                      | 666  | 5,805                           |
| Total additions                                  | 9,609                                      | 2,830  | 12,439                          |
| <b>DEDUCTIONS</b>                                |  |  |                                 |
| Pension payments                                 | 2,902                                      | 1,349  | 4,251                           |
| Refund of members' contributions                 | 410  | -  | 410                             |
| Administrative expenses                          | 169  | 290  | 459                             |
| Total deductions                                 | 3,481                                      | 1,639  | 5,120                           |
| Change in net position                           | 6,128                                      | 1,191  | 7,319                           |
| <b>NET POSITION, beginning of year</b>           | 55,584                                     | 22,262   | 77,846                          |
| <b>NET POSITION, end of year</b>                 | \$ 61,712                                  | 23,453   | 85,165                          |

(Amounts expressed in thousands)

**A. County's Virginia Retirement System (VRS)**

**Plan Description and Administration.** The County and the Adult Detention Center component unit contribute to the Virginia Retirement System (VRS), a multi-employer, agent pension plan administered by the Virginia Retirement System (the "System"), along with plans for other employer groups in the Commonwealth of Virginia.

Professional and non-professional employees of the School Board are also covered by the VRS. Professional employees participate in a VRS statewide teacher cost-sharing pool, and non-professional employees participate as a separate group in the multi-employer, agent retirement system. The Prince William County Public Schools retirement plans are reported separately in their audited financial statements which can be found here: [https://www.pwcs.edu/departments/finance/accounting/finance\\_reports](https://www.pwcs.edu/departments/finance/accounting/finance_reports). Copies of these financial statements may be obtained by writing to the School Board's Finance Division at P.O. Box 389, Manassas, Virginia 20108.

All full-time, salaried permanent employees of the County are automatically covered by a VRS Retirement Plan upon employment. This plan is administered by the Virginia Retirement System (the System) along with plans for other employer groups in the Commonwealth of Virginia. Members earn one month of service credit for each month they are employed and for which they and their employer pay contributions to VRS. Members are eligible to purchase prior service, based on specific criteria as defined in the Code of Virginia, as amended. Eligible prior service that may be purchased includes prior public service, active military service, certain periods of leave, and previously refunded service.

**Summary of Significant Accounting Policies.** The Virginia Retirement System (VRS) Prince William County Retirement Plan is a multi-employer, agent plan. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the County Retirement Plan and the additions to/deductions from the County Retirement Plan's net fiduciary position have been determined on the same basis as they were reported by the Virginia Retirement System (VRS). For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Benefits Provided.** The System administers three different benefit structures for covered employees – Plan 1, Plan 2, and a Hybrid Retirement Plan. Each of these benefit structures has different eligibility criteria. The specific information for each plan and the eligibility for covered groups within each plan are discussed in Illustration 12-2.

**Illustration 12-2**

**Prince William County - Virginia Retirement System (VRS) Pension Plan VRS Retirement Plan Provisions**

| VRS Plan 1   | VRS Plan 2             | Hybrid Retirement Plan   |
|--|------------------------|--|
| <b>About the Plans</b>   |                        |  |
| <p>Plan 1 is a defined benefit plan. The retirement benefit is based on a member's age, service credit and average final compensation at retirement using a formula.</p> | <p>Same as Plan 1.</p> | <p>The Hybrid Retirement Plan combines the features of a defined benefit plan and a defined contribution plan.</p> <ul style="list-style-type: none"> <li>• The defined benefit is based on a member's age, service credit and average final compensation at retirement using a formula.</li> <li>• The benefit from the defined contribution component of the plan depends on the member and County contributions made to the plan and the investment performance of those contributions.</li> <li>• In addition to the monthly benefit payment payable from the defined benefit plan at retirement, a member may start receiving distributions from the balance in the defined contribution account, reflecting the contributions, investment gains or losses, and any required fees.</li> </ul> |

(Amounts expressed in thousands)

**Illustration 12-2 (cont'd)**  
**Prince William County - Virginia Retirement System (VRS) Pension Plan VRS Retirement Plan Provisions**

| VRS Plan 1  | VRS Plan 2  | Hybrid Retirement Plan   |
|---|---|--|
| <b>Eligible Members</b>   |   |  |
| <p><i>Eligible Members:</i><br/>           Employees are in Plan 1 if their membership date is before July 1, 2010, and were vested as of January 1, 2013, and they have not taken a refund.</p> <p><i>Hybrid Opt-In Election:</i><br/>           VRS non-hazardous duty covered Plan 1 members were allowed to make an irrevocable decision to opt into the Hybrid Retirement Plan during a special election window held January 1 through April 30, 2014. The Hybrid Retirement Plan's effective date for eligible Plan 1 members who opted in was July 1, 2014.</p> <p>If eligible deferred members returned to work during the election window, they were also eligible to opt into the Hybrid Retirement Plan.</p> <p>Members who were eligible for an optional retirement plan (ORP) and had prior service under Plan 1 were not eligible to elect the Hybrid Retirement Plan, and remain as Plan 1 or ORP.</p> | <p><i>Eligible Members:</i><br/>           Employees are in Plan 2 if their membership date is on or after July 1, 2010, (and for school division employees have not taken a refund) or their membership date is before July 1, 2010, and they were not vested as of January 1, 2013.</p> <p><i>Hybrid Opt-In Election:</i><br/>           Eligible Plan 2 members were allowed to make an irrevocable decision to opt into the Hybrid Retirement Plan during a special election window held January 1 through April 30, 2014. The Hybrid Retirement Plan's effective date for eligible Plan 2 members who opted in was July 1, 2014.</p> <p>If eligible deferred members returned to work during the election window, they were also eligible to opt into the Hybrid Retirement Plan.</p> <p>County members who were eligible for an optional retirement plan (ORP) and have prior service under Plan 2 were not eligible to elect the Hybrid Retirement Plan and remain as Plan 2 or ORP.</p> | <p><i>Eligible Members:</i><br/>           Employees are in the Hybrid Retirement Plan if their membership date is on or after January 1, 2014. This includes:</p> <ul style="list-style-type: none"> <li>• County employees*</li> <li>• School division employees</li> <li>• Members in Plan 1 or Plan 2 who elected to opt into the plan during the election window held January 1- April 30, 2014; the plan's effective date for opt-in members was July 1, 2014.</li> </ul> <p><i>*Non-Eligible Members:</i><br/>           Some employees are not eligible to participate in the Hybrid Retirement Plan. They include:</p> <ul style="list-style-type: none"> <li>• County employees who are covered by enhanced benefits for hazardous duty employees.</li> </ul> <p>Those County employees eligible for an optional retirement plan (ORP) must elect the ORP plan or the Hybrid Retirement Plan. If these members have prior service under Plan 1 or Plan 2, they are not eligible to elect the Hybrid Retirement Plan and must select Plan 1 or Plan 2 (as applicable) or ORP.</p> |

(Amounts expressed in thousands)

**Illustration 12-2 (cont'd)**

**Prince William County - Virginia Retirement System (VRS) Pension Plan VRS Retirement Plan Provisions**

| <b>VRS Plan 1</b>   | <b>VRS Plan 2</b>      | <b>Hybrid Retirement Plan</b>  |
|---|------------------------|--|
| <b>Retirement Contributions</b>   |                        |  |
| <p>Employees contribute 5% of their compensation each month to their member contribution account through a pretax salary reduction. Member contributions are tax-deferred until they are withdrawn as part of a retirement benefit or as a refund. The County and Schools make a separate actuarially determined contribution to VRS for all covered employees. VRS invests both member, County, and School contributions to provide funding for the future benefit payment.</p>  | <p>Same as Plan 1.</p> | <p>A member's retirement benefit is funded through mandatory and voluntary contributions made by the member, the County, and Schools to both the defined benefit and the defined contribution components of the plan. Mandatory contributions are based on a percentage of the employee's creditable compensation and are required from both the member, the County, and Schools. Additionally, members may choose to make voluntary contributions to the defined contribution component of the plan, the County, and Schools is required to match those voluntary contributions according to specified percentages.</p>   |
| <b>Service Credit</b>   |                        |  |
| <p>Service credit includes active service. Members earn service credit for each month they are employed in a covered position. It also may include credit for prior service the member has purchased or additional service credit the member was granted. A member's total service credit is one of the factors used to determine their eligibility for retirement and to calculate their retirement benefit. It also may count toward eligibility for the health insurance credit in retirement, if the County and Schools offers the health insurance credit.</p> | <p>Same as Plan 1.</p> | <p><b>Defined Benefit Component:</b><br/>Under the defined benefit component of the plan, service credit includes active service. Members earn service credit for each month they are employed in a covered position. It also may include credit for prior service the member has purchased or additional service credit the member was granted. A member's total service credit is one of the factors used to determine their eligibility for retirement and to calculate their retirement benefit. It also may count toward eligibility for the health insurance credit in retirement, if the County and Schools offers the health insurance credit.</p> <p><b>Defined Contributions Component:</b><br/>Under the defined contribution component, service credit is used to determine vesting for the County and Schools contribution portion of the plan.</p> |

(Amounts expressed in thousands)

Illustration 12-2 (cont'd)

Prince William County - Virginia Retirement System (VRS) Pension Plan VRS Retirement Plan Provisions

| VRS Plan 1  | VRS Plan 2             | Hybrid Retirement Plan  |
|---|------------------------|---|
| <b>Vesting</b>  |                        |   |
| <p>Vesting is the minimum length of service a member needs to qualify for a future retirement benefit. Members become vested when they have at least five years (60 months) of service credit. Vesting means members are eligible to qualify for retirement if they meet the age and service requirements for their plan. Members also must be vested to receive a full refund of their member contribution account balance if they leave employment and request a refund.</p> <p>Members are always 100% vested in the contributions that they make.</p> | <p>Same as Plan 1.</p> | <p><i>Defined Benefit Component:</i><br/>Defined benefit vesting is the minimum length of service a member needs to qualify for a future retirement benefit. Members are vested under the defined benefit component of the Hybrid Retirement Plan when they reach five years (60 months) of service credit. Plan 1 or Plan 2 members with at least five years (60 months) of service credit who opted into the Hybrid Retirement Plan remain vested in the defined benefit component.</p> <p><i>Defined Contributions Component:</i><br/>Defined contribution vesting refers to the minimum length of service a member needs to be eligible to withdraw the County and Schools contributions from the defined contribution component of the plan.</p> <p>Members are always 100% vested in the contributions that they make.</p> <p>Upon retirement or leaving covered employment, a member is eligible to withdraw a percentage of County and Schools contributions to the defined contribution component of the plan, based on service.</p> <ul style="list-style-type: none"> <li>• After two years, a member is 50% vested and may withdraw 50% of County and Schools contributions.</li> <li>• After three years, a member is 75% vested and may withdraw 75% of County and Schools contributions.</li> <li>• After four or more years, a member is 100% vested and may withdraw 100% of County and Schools contributions.</li> </ul> <p>Distributions not required, except as governed by law until age 73.</p> |

(Amounts expressed in thousands)

**Illustration 12-2 (cont'd)**

**Prince William County - Virginia Retirement System (VRS) Pension Plan VRS Retirement Plan Provisions**

| VRS Plan 1  | VRS Plan 2  | Hybrid Retirement Plan  |
|---|---|---|
| <b>Calculating the Benefit</b>  |   |   |
| The basic benefit is determined using the average final compensation, service credit and plan multiplier. An early retirement reduction is applied to this amount if the member is retiring with a reduced benefit. In cases where the member has elected an optional form of retirement payment, an option factor specific to the option chosen is then applied.   | See definition under Plan 1.  | <i>Defined Benefit Component:</i><br>See definition under Plan 1.<br><br><i>Defined Contribution Component:</i><br>The benefit is based on contributions made by the member and any matching contributions made by the County and Schools, plus net investment earnings on those contributions.   |
| <b>Average Final Compensation</b>   |   |   |
| A member's average final compensation is the average of the 36 consecutive months of highest compensation as a covered employee.  | A member's average final compensation is the average of the 60 consecutive months of highest compensation as a covered employee.  | Same as Plan 2. It is used in the retirement formula for the defined benefit component of the plan.   |
| <b>Service Retirement Multiplier</b>  |   |   |
| <i>VRS:</i> The retirement multiplier is a factor used in the formula to determine a final retirement benefit. The retirement multiplier for non-hazardous duty members is 1.70%.<br><br><i>Sheriffs and regional jail superintendents:</i> The retirement multiplier for sheriffs and regional jail superintendents is 1.85%.<br><br><i>County hazardous duty employees:</i> The retirement multiplier of eligible County hazardous duty employees other than sheriffs and regional jail superintendents is 1.70% or 1.85% as elected by the County. | <i>VRS:</i> Same as Plan 1 for service earned, purchased or granted prior to January 1, 2013. For non-hazardous duty members the retirement multiplier is 1.65% for service credit earned, purchased or granted on or after January 1, 2013.<br><br><i>Sheriffs and regional jail superintendents:</i> Same as Plan 1.<br><br><i>County hazardous duty employees:</i> Same as Plan 1. | <i>Defined Benefit Component:</i><br><i>VRS:</i> The retirement multiplier for the defined benefit component is 1.00%.<br><br>For members who opted into the Hybrid Retirement Plan from Plan 1 or Plan 2, the applicable multipliers for those plans will be used to calculate the retirement benefit for service credited in those plans.<br><br><i>Sheriffs and regional jail superintendents:</i> Not applicable.<br><br><i>County hazardous duty employees:</i> Not applicable.<br><br><i>Defined Contribution Component:</i><br>Not applicable. |

(Amounts expressed in thousands)

**Illustration 12-2 (cont'd)**

**Prince William County - Virginia Retirement System (VRS) Pension Plan VRS Retirement Plan Provisions**

| VRS Plan 1  | VRS Plan 2   | Hybrid Retirement Plan   |
|---|--|--|
| <b>Normal Retirement Age</b>  |  |  |
| <p>VRS: Age 65.</p> <p><i>County hazardous duty employees:</i><br/>Age 60.</p>  | <p>VRS: Normal Social Security retirement age.</p> <p><i>County hazardous duty employees:</i><br/>Same as Plan 1.</p>  | <p><i>Defined Benefit Component:</i><br/>VRS: Same as Plan 2.</p> <p><i>County hazardous duty employees:</i><br/>Not applicable.</p> <p><i>Defined Contribution Component:</i><br/>Members are eligible to receive distributions upon leaving employment, subject to restrictions.</p>   |
| <b>Earliest Unreduced Retirement Eligibility</b>  |  |  |
| <p>VRS: Age 65 with at least five years (60 months) of service credit or at age 50 with at least 30 years of service credit.</p> <p><i>County hazardous duty employees:</i><br/>Age 60 with at least five years of service credit or age 50 with at least 25 years of service credit.</p> | <p>VRS: Normal Social Security retirement age with at least five years (60 months) of service credit or when their age and plus service credit equals 90.</p> <p><i>County hazardous duty employees:</i><br/>Same as Plan 1.</p> | <p><i>Defined Benefit Component:</i><br/>VRS: Normal Social Security retirement age and have at least five years (60 months) of service credit or when their age plus service credit equals 90.</p> <p><i>County hazardous duty employees:</i><br/>Not applicable.</p> <p><i>Defined Contribution Component:</i><br/>Members are eligible to receive distributions upon leaving employment, subject to restrictions.</p> |
| <b>Earliest Reduced Retirement Eligibility</b>  |  |  |
| <p>VRS: Age 55 with at least five years (60 months) of service credit or age 50 with at least 10 years of service credit.</p> <p><i>County hazardous duty employees:</i><br/>Age 50 with at least five years of service credit.</p>   | <p>VRS: Age 60 with at least five years (60 months) of service credit.</p> <p><i>County hazardous duty employees:</i><br/>Same as Plan 1.</p>  | <p><i>Defined Benefit Component:</i><br/>VRS: Age 60 with at least five years (60 months) of service credit.</p> <p><i>County hazardous duty employees:</i><br/>Not applicable.</p> <p><i>Defined Contribution Component:</i><br/>Members are eligible to receive distributions upon leaving employment, subject to restrictions.</p>  |

(Amounts expressed in thousands)

**Illustration 12-2 (cont'd)**

**Prince William County - Virginia Retirement System (VRS) Pension Plan VRS Retirement Plan Provisions**

| VRS Plan 1   | VRS Plan 2  | Hybrid Retirement Plan  |
|--|---|---|
| <b>Cost of Living Adjustment (COLA) in Retirement</b>  |   |   |
| <p>The Cost-of-Living Adjustment (COLA) matches the first 3% increase in the Consumer Price Index for all Urban Consumers (CPI-U) and half of any additional increase (up to 4%) up to a maximum COLA of 5%.</p> <p><i>Eligibility:</i><br/>For members who retire with an unreduced benefit or with a reduced benefit with at least 20 years of service credit, the COLA will go into effect on July 1 after one full calendar year from the retirement date.</p> <p>For members who retire with a reduced benefit and who have less than 20 years of service credit, the COLA will go into effect on July 1 after one calendar year following the unreduced retirement eligibility date.</p> <p><i>Exceptions to COLA Effective Dates:</i><br/>The COLA is effective July 1 following one full calendar year (January 1 to December 31) under any of the following circumstances:</p> <ul style="list-style-type: none"> <li>• The member is within five years of qualifying for an unreduced retirement benefit as of January 1, 2013.</li> <li>• The member retires on disability.</li> <li>• The member retires directly from short-term or long-term disability.</li> <li>• The member is involuntarily separated from employment for causes other than job performance or misconduct and is eligible to retire under the Workforce Transition Act or the Transitional Benefits Program.</li> <li>• The member dies in service and the member's survivor or beneficiary is eligible for a monthly death-in-service benefit.</li> <li>• The COLA will go into effect on July 1 following one full calendar year (January 1 to December 31) from the date the monthly benefit begins.</li> </ul> | <p>The Cost-of-Living Adjustment (COLA) matches the first 2% increase in the CPI-U and half of any additional increase (up to 2%), for a maximum COLA of 3%.</p> <p><i>Eligibility:</i><br/>Same as Plan 1.</p> <p><i>Exceptions to COLA Effective Dates:</i><br/>Same as Plan 1.</p> | <p><i>Defined Benefit Component:</i><br/>Same as Plan 2.</p> <p><i>Defined Contribution Component:</i> Not applicable.</p> <p><i>Eligibility:</i><br/>Same as Plan 1 and Plan 2.</p> <p><i>Exceptions to COLA Effective Dates:</i><br/>Same as Plan 1 and Plan 2.</p> |

(Amounts expressed in thousands)

| Illustration 12-2 (cont'd)   |  |  |
|--|--|--|
| Prince William County - Virginia Retirement System (VRS) Pension Plan VRS Retirement Plan Provisions   |  |  |
| VRS Plan 1   | VRS Plan 2   | Hybrid Retirement Plan   |
| <b>Disability Coverage</b>   |  |  |
| Members who are eligible to be considered for disability retirement and retire on disability, the retirement multiplier is 1.70% on all service, regardless of when it was earned, purchased or granted.   | Members who are eligible to be considered for disability retirement and retire on disability, the retirement multiplier is 1.65% on all service, regardless of when it was earned, purchased or granted. | Employees of the County and Schools (including Plan 1 and Plan 2 opt-ins) participate in the Virginia Local Disability Program (VLDP) unless the County or Schools provide an employer-paid comparable program for its members.<br><br>Hybrid members (including Plan 1 and Plan 2 opt-ins) covered under VLDP are subject to a one-year waiting period before becoming eligible for non-work-related disability benefits. |
| <b>Purchase of Prior Service</b>   |  |  |
| Members may be eligible to purchase service from previous public employment, active duty military service, an eligible period of leave or VRS refunded service as service credit in their plan. Prior service credit counts toward vesting, eligibility for retirement and the health insurance credit. Only active members are eligible to purchase prior service. Members also may be eligible to purchase periods of leave without pay. | Same as Plan 1.  | <i>Defined Benefit Component:</i><br>Same as Plan 1, with the following exception:<br>Hybrid Retirement Plan members are ineligible for ported service.<br><br><i>Defined Contribution Component:</i><br>Not applicable.   |

**Employees Covered by Benefit Terms.** As of June 30, 2023, actuarial valuation, the following County employees were covered by benefit terms of the pension plan in Illustration 12-3.

| Illustration 12-3  |        |
|--|--------|
| Prince William County - Virginia Retirement System (VRS) Pension Plan<br>Plan Membership as of the Valuation Date of June 30, 2023 |        |
| Retirees and their beneficiaries currently receiving benefits  | 2,812  |
| Inactive members:  |        |
| Vested inactive members  | 923    |
| Non-vested inactive members  | 1,717  |
| Inactive members active elsewhere in VRS   | 794    |
| Total inactive members   | 3,434  |
| Active employees   | 4,447  |
| Total covered members  | 10,693 |

(Amounts expressed in thousands)

**Contributions.** The VRS contribution requirement for active employees is governed by §51.1-145 of the Code of Virginia, as amended, but may be impacted as a result of funding options provided to political subdivisions by the Virginia General Assembly.

Employees are required to contribute 5.00% of their compensation toward their retirement. The County's contractually required employer contribution rate for the fiscal year ended June 30, 2024, was 15.74% of the covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2021. This rate, when combined with employee contributions, was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the VRS pension plans from the County were \$60,514 and \$52,826 for the years ended June 30, 2024, and June 30, 2023, respectively.

**Net Pension Liability.** The County's net pension liability (NPL) is calculated separately for each employer and represents the County's total pension liability determined in accordance with GAAP, less the County's fiduciary net position. For the County, the NPL was measured as of June 30, 2023. The total pension liability used to calculate the NPL was determined by an actuarial valuation performed as of June 30, 2024, rolled forward to the measurement date of June 30, 2023.

**Actuarial Assumptions.** The total pension liability for employees in the County's VRS pension plan was based on an actuarial valuation as of June 30, 2022, using the Entry Age Normal actuarial cost method and the assumptions displayed in Illustration 12-4, applied to all periods included in the measurement date of June 30, 2023.

**Illustration 12-4**  
**Prince William County - Virginia Retirement System Pension Plan**  
**Actuarial Methods and Assumptions as of the Valuation Date of June 30, 2022**

|                           |  |
|---------------------------|--|
| Actuarial Cost Method     | Entry Age Normal   |
| Amortization Method       | Level percent closed   |
| Asset Valuation Method    | 5-year smoothed market   |
| Investment Rate of Return | 6.75%, net of pension plan investment expense, including inflation   |
| Inflation                 | 2.50%  |
| Payroll Growth Rate       | 3.50%-5.35%, includes inflation  |
| Cost-of Living Increase   | 2.50% Plan 1; 2.25% all other members  |
| <b>General Employees:</b> |  |
| Salary Increase           | 3.50%-5.35%, includes inflation  |
| Mortality Rates           | 20% of deaths are assumed to be service-related  |
| <b>Mortality:</b>         |  |
| Pre-Retirement            | Pub-2010 Amount Weighted Safety Employee Rates projected generationally; 95% of rates for males; 105% of rates for females set forward 2 years               |
| Post-Retirement           | Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 110% of rates for males; 105% of rates for females set forward 3 years       |
| Post-Disablement          | Pub-2010 Amount Weighted General Disabled Rates projected generationally; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years |

(Amounts expressed in thousands)

**Illustration 12-4 (cont'd)**  
**Prince William County - Virginia Retirement System Pension Plan**  
**Actuarial Methods and Assumptions as of the Valuation Date of June 30, 2022**

**Public Safety Employees with Hazardous Duty Benefits:**

|                  |  |
|------------------|--|
| Salary Increase  | 3.50% - 4.75%, including inflation   |
| Mortality Rates  | 70% of deaths are assumed to be service related  |
| Mortality:       |  |
| Pre-Retirement   | Pub-2010 Amount Weighted Safety Employee Rates projected generationally with a Modified MP-2020 Improvement Scale; 95% of rates for males; 105% of rates for females set forward 2 years               |
| Post-Retirement  | Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally with a Modified MP-2020 Improvement Scale; 110% of rates for males; 105% of rates for females set forward 3 years       |
| Post-Disablement | Pub-2010 Amount Weighted General Disabled Rates projected generationally with a Modified MP-2020 Improvement Scale; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years |

The actuarial assumptions used in the June 30, 2022, valuation was based on the results of an actuarial experience study for the period from July 1, 2016, through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective July 1, 2021.

**Changes in Assumptions and Benefit Terms.** Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

**Actuarial Assumptions – General Employees**

|   |  |
|---|--|
| Mortality Rates (Pre-retirement, post-retirement healthy, and disabled) | Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP- 2020 |
| Retirement Rates  | Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age             |
| Withdrawal Rates  | Adjusted rates to better fit experience at each year age and service through 9 years of service  |
| Disability Rates  | No change  |
| Salary Scale  | No change  |
| Line of Duty Disability   | No change  |
| Discount Rate   | No change  |

(Amounts expressed in thousands)

**Actuarial Assumptions Public Safety Employees with Hazardous Duty Benefits**

|   |   |
|---|---|
| Mortality Rates (Pre-retirement, post-retirement healthy, and disabled) | Update to PUB2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020 |
| Retirement Rates  | Adjusted rates to better fit experience and changed final retirement age from 65 to 70  |
| Withdrawal Rates  | Decreased rates   |
| Disability Rates  | No change   |
| Salary Scale  | No change   |
| Line of Duty Disability   | No change   |
| Discount Rate   | No change   |

**Long-Term Expected Rate of Return.** The long-term expected rate of return on pension System investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension System investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in Illustration 12-5.

**Illustration 12-5**  
**Prince William County - Virginia Retirement System Pension Plans**  
**Long-Term Expected Rate of Return**  
**For the Year Ended June 30, 2024**

| Asset Class (Strategy)               | Target Allocation                    | Arithmetic Long-Term<br>Expected Rate of Return | Weighted Average<br>Long-Term Expected<br>Rate of Return |
|--------------------------------------|--------------------------------------|---|--|
| Public Equity                        | 34.00%                               | 6.14%   | 2.09%  |
| Fixed Income                         | 15.00%                               | 2.56%   | 0.38%  |
| Credit Strategies                    | 14.00%                               | 5.60%   | 0.78%  |
| Real Assets                          | 14.00%                               | 5.02%   | 0.70%  |
| Private Equity                       | 16.00%                               | 9.17%   | 1.47%  |
| MAPS - Multi-Asset Public Strategies | 4.00%                                | 4.50%   | 0.18%  |
| PIP - Private Investment Partnership | 2.00%                                | 7.18%   | 0.14%  |
| Cash                                 | 1.00%                                | 1.20%   | 0.01%  |
| <b>Total</b>                         | <b>100.00%</b>                       |   | <b>5.75%</b>   |
|                                      | Inflation                            |   | 2.50%  |
|                                      | Expected arithmetic nominal return * |   | <b>8.25%</b>   |

\* The above allocation provides a one-year expected return of 8.25%. However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the System, stochastic projections are employed to model future returns under various economic conditions. These results provide a range of returns over various time periods that ultimately provide a median return of 7.14%, including expected inflation of 2.50%. On June 15, 2023, the VRS Board elected a long-term rate of return of 6.75%, which was roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14%, including expected inflation of 2.50%.

(Amounts expressed in thousands)

**Discount Rate.** The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that System member contributions will be made per the VRS Statutes, and the employer contributions will be made in accordance with the VRS funding policy at rates equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees and the member rate. Consistent with the phased-in funding provided by the General Assembly for state and teacher employer contributions; political subdivisions were also provided with an opportunity to use an alternate employer contribution rate. For the year ended June 30, 2023, the alternate rate was the employer contribution rate used in FY 2012 or 100% of the actuarially determined employer contribution rate from the June 30, 2022, actuarial valuations, whichever was greater. From July 1, 2023, on, participating employers are assumed to continue to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total pension liability.

**Changes in Net Pension Liability.** Illustration 12-6 presents the changes in net position liabilities from June 30, 2022 to June 30, 2023, which is the measurement date for the fiscal year ended June 30, 2024.

| <b>Illustration 12-6</b>   |                                    |   |                                  |
|--|------------------------------------|---|----------------------------------|
| <b>Prince William County - Virginia Retirement System Pension Plan</b> |                                    |   |                                  |
| <b>Changes in Net Pension Liability</b>                                |                                    |   |                                  |
|  | <b>Total Pension<br/>Liability</b> | <b>Plan Fiduciary<br/>Net Position-<br/>Increase (Decrease)</b> | <b>Net Pension<br/>Liability</b> |
| Balances on June 30, 2022 for FY 2023                                  | \$ 1,676,112                       | 1,509,532   | 166,580                          |
| Changes for the year:  |                                    |   |                                  |
| Service cost   | 45,653                             | -   | 45,653                           |
| Interest   | 113,520                            | -   | 113,520                          |
| Differences between expected<br>and actual experience                  | (5,035)                            | -   | (5,035)                          |
| Contributions - employer   | -                                  | 52,960  | (52,960)                         |
| Contributions - employee   | -                                  | 16,801  | (16,801)                         |
| Net investment income  | -                                  | 97,921  | (97,921)                         |
| Benefit payments, including refunds<br>of employee contributions       | (79,985)                           | (79,985)  | -                                |
| Administrative expenses  | -                                  | (962)   | 962                              |
| Other changes  | -                                  | 39  | (39)                             |
| Net changes  | 74,153                             | 86,774  | (12,621)                         |
| Balances on June 30, 2023 for FY 2024                                  | \$ 1,750,265                       | 1,596,306   | 153,959                          |

(Amounts expressed in thousands)

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate.** Illustration 12-7 presents the net pension liability of the County measured as of June 30, 2023, for the fiscal year ended as of June 30, 2024, using the discount rate of 6.75%, as well as the County's net pension liability if calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate.

| <b>Illustration 12-7</b>  |                                   |  |                                   |
|---|-----------------------------------|--|-----------------------------------|
| <b>Prince William County - Virginia Retirement System Pension Plan</b>      |                                   |  |                                   |
| <b>Sensitivity of Net Pension Liability to Changes in the Discount Rate</b> |                                   |  |                                   |
| <b>June 30, 2024</b>  |                                   |  |                                   |
|   | <b>1.00% Decrease<br/>(5.75%)</b> | <b>Current Discount Rate<br/>(6.75%)</b> | <b>1.00% Increase<br/>(7.75%)</b> |
| County's Net Pension Liability  | \$ 388,523                        | 153,959                                  | (39,248)                          |

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** For the fiscal year ended June 30, 2024, and measured as of June 30, 2023, the County recognized pension expense of \$42,630. On June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to pension from the sources displayed in Illustration 12-8.

| <b>Illustration 12-8</b>   |   |  |
|--|---|--|
| <b>Prince William County - Virginia Retirement System Pension Plan</b>           |   |  |
| <b>Deferred Outflows and (Inflows) of Resources</b>                              |   |  |
| <b>June 30, 2024</b>   |   |  |
|  | <b>Deferred Outflows of<br/>Resources</b> | <b>Deferred Inflows of<br/>Resources</b> |
| Differences between expected and actual experience                               | \$ 3,070                                  | 24,827                                   |
| Change in actuarial assumptions  | 22,898                                    | -  |
| Net difference between projected and actual earnings on pension plan investments | -   | 23,008                                   |
| Employer contributions subsequent to the measurement date                        | <u>60,514</u>                             | <u>-</u>                                 |
| Total  | <u>\$ 86,482</u>                          | <u>47,835</u>                            |

\$60,514 reported as deferred outflows of resources related to pensions resulting from the County's contributions to the VRS subsequent to the measurement date will be recognized as a reduction of the net pension liability for the fiscal year ended June 30, 2025.

(Amounts expressed in thousands)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future reporting periods as displayed in Illustration 12-9.

| <b>Illustration 12-9</b>   |                           |
|--|---------------------------|
| <b>Prince William County - Virginia Retirement System Pension Plan</b> |                           |
| <b>Amortization of Deferred Outflows and (Inflows) of Resources</b>    |                           |
| <b>Fiscal Year Ending June 30,</b>                                     |                           |
| 2025   | \$ (10,169)               |
| 2026   | (28,649)                  |
| 2027   | 16,615                    |
| 2028   | 336                       |
| 2029   | -                         |
| Thereafter   | -                         |
| <b>Total</b>   | <b>\$ <u>(21,867)</u></b> |

**Pension Plan Data.** Information about the VRS Political Subdivision Retirement Plan is also available in the separately issued VRS 2023 Annual Report. A copy of the 2023 VRS Annual Report may be downloaded from the VRS website at [varetire.org/pdf/publications/2023-annual-report.pdf](http://varetire.org/pdf/publications/2023-annual-report.pdf), or by writing to the System’s Chief Financial Officer at P.O. Box 2500, Richmond, VA 23218-2500.

**Prince William County Supplemental Pension Plan for Sworn & Uniformed Public Safety**

**Plan Description and Administration.** The Supplemental Pension Plan is a single employer defined benefit pension plan administered by the Plan’s Board of Trustees. Terms and provisions of the Plan may be recommended for amendment to the Board of County Supervisors by the Plan’s Board of Trustees. The Supplemental Pension Plan was amended per Resolutions No. 20-540 on July 21, 2020, and 21-297 on May 18, 2021, by the Board of County Supervisors. The plan does not issue a stand-alone financial report.

Each police officer and uniformed Fire & Rescue Department personnel employed by the County prior to July 1, 1985, is eligible to participate in the Plan as of July 1, 1985, if they were covered by and participating in the VRS and elected to participate in the Plan. Each police officer and uniformed Fire & Rescue Department personnel, hired after June 30, 1985, becomes a participant on his or her date of employment. The Supplemental Pension Plan provides retirement and death benefits to plan members and beneficiaries. The 2019 Plan amendment extended Plan benefits to sworn and uniformed employees of the Sheriff’s Office and the Prince William-Manassas Regional Adult Detention Center effective on the later of the employee’s date of hire or July 1, 2019.

**Benefits Provided.** The Plan is designed to provide a benefit upon the retirement of participants, the amount of which considers the length of service and the compensation paid by the County to such employees with recognition given to the benefits that will be provided by the VRS. The normal retirement date is the earlier of the participant’s 55th birthday or the completion of 25 years of credited service. Benefits, at the participants’ irrevocable election, are i) the larger of 1.5% of the participant’s final average annual compensation times credited service or 1.65% of the participant’s final average compensation in excess of \$1.2 multiplied by the years of credited service; ii) for Participants whose most recent date of hire is prior to January 1, 2018 and who have Credited Service on or after March 30, 2001, a guaranteed monthly benefit of \$0.64 thousand for 180 months; for Participants whose most recent date of hire is on or after January 1, 2018 and who retire with at least twenty-five (25) years of Credited Service, a guaranteed monthly benefit of \$0.64 thousand for 180 months; for Participants with Credited Service on or after July 1, 2021, the benefit shall be applied by substituting \$0.79 thousand for \$0.64 thousand; or iii) a lump sum benefit of the participant’s contribution with interest plus the employer’s contributions during the period of employment. Final average compensation for participants hired or rehired before July 1, 2010, is the highest compensation received during the 36 consecutive calendar months producing the highest average, or if the participant has less than 36 consecutive months of credited service, it is the average annual compensation received during the entire period of credited service prior to the termination of employment. Final average compensation for participants hired after June 30, 2010, is the highest compensation received during the 60 consecutive calendar months producing the highest average or if the participant has less than 60 consecutive months of credited service, it is the average annual compensation received during the entire period of credited service prior to the termination of employment.

Participants shall vest 100% in the benefit provided under the Plan upon attainment of the participant’s normal retirement date. Participants are considered vested and eligible for early retirement after 20 years of credited service. Early retirement benefits at the participants’ election are i) for Participants whose most recent date of hire is prior to January 1, 2018 and who have Credited Service on or after March 30, 2001, a guaranteed monthly benefit of \$0.32 thousand for 180 months; for Participants whose most recent date of hire is on or after January 1, 2018 and who retire with at least twenty-five (25) years of Credited Service, a guaranteed monthly benefit of \$0.32 thousand for 180 months; for Participants with Credited Service on or after July 1, 2021, the benefit shall be applied by substituting \$0.395 thousand for \$0.32 thousand; or ii) the withdrawal benefit plus an employer match equal to 100% multiplied by the

(Amounts expressed in thousands)

ratio of number of completed years of service at early retirement to 25 years. Any participant or spouse receiving a monthly benefit for at least one year is eligible for the pension increase each July 1st. For participants hired before July 1, 2010, the benefit will be increased by 100% of the first 3% increase in the cost-of-living index plus 50% of the increase in the cost-of-living index in excess of 3%. Increases in the cost-of-living index in excess of 7% are not recognized, for a maximum increase under the Plan of 5%. For participants hired after June 30, 2010, the benefit will be increased by 100% of the first 2% increase in the cost-of-living index plus 50% of the increase in the cost-of-living index in excess of 2%. Increases in the cost- of-living index in excess of 6% are not recognized, for a maximum increase under the Plan of 4%. Increases do not apply to supplemental benefits or early retirement pensions.

**Employees Covered by Benefit Terms.** The Supplemental Pension Plan membership covered by the benefit terms as of the July 1, 2021 actuarial valuation, is presented in Illustration 12-10.

| <b>Illustration 12-10</b>                                     |       |
|---|-------|
| <b>Prince William County - Supplemental Pension Plan</b>      |       |
| <b>Plan Membership as of June 30, 2021</b>                    |       |
| Retirees and their beneficiaries currently receiving benefits | 204   |
| Inactive members not currently receiving benefits:            |       |
| Vested inactive members                                       | 556   |
| Non-vested inactive members                                   | 139   |
| Total inactive members  | 695   |
| Active employees  | 1,684 |
| Total covered members   | 2,583 |

**Contributions.** The Plan’s Board of Trustees establishes rates based on an actuarially determined rate recommended by an independent actuary. The County is not required to contribute the difference between the actuarially determined rate and the contribution rate of plan members to the Plan Trust Fund. However, as specified in the County’s Principles of Sound Financial Management, the County intends to make the entire recommended contribution amount each year. For the year ended June 30, 2024, the average contribution rate was 1.47% of annual payroll.

This rate, when combined with employee contributions, is expected to finance the costs of benefits earned by the employee during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the Supplemental Pension Plan by the County were \$2,278 and \$2,163 for the years ended June 30, 2024, and June 30, 2023, respectively.

**Net Pension Liability.** The County’s net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of July 1, 2021, using actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2022. Pension liabilities were calculated using sworn police and fire participants’ data as of June 30, 2021 and including Sheriff or ADC participants who entered the plan on July 1, 2020, with no prior service credits. The discount rate assumption used in the valuation at June 30, 2021, was 6.75%.

(Amounts expressed in thousands)

**Actuarial Assumptions.** The total pension liability for employees in the Supplemental Pension Plan was based on an actuarial valuation as of July 1, 2021, using the Entry Age Normal actuarial cost method and the assumptions displayed in Illustration 12-11, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2023.

**Illustration 12-11**  
**Prince William County - Supplemental Pension Plan**  
**Actuarial Valuation Methods and Assumptions as of June 30, 2021**

|                           |   |
|---------------------------|---|
| Actuarial Cost Method     | Aggregate   |
| Amortization Method       | Level percentage of projected payroll   |
| Asset Valuation Method    | Asset smoothing method. Spreading the investment gains or losses in excess of the assumed rate over a 5-year period   |
| Investment Rate of Return | 6.75%, net of pension plan investment expense   |
| Salary Increase           | 4.50%, including inflation  |
| Inflation                 | 3.00%   |
| Mortality Rates           | RP-2000 Combined Healthy table with Blue Collar adjustment with generational projection by Scale AA. 20% of active participant deaths are assumed to be line-of-duty. |

**Changes in Assumptions and Benefit Terms.** There were no changes to the actuarial assumptions related to the net pension liability that was measured as of June 30, 2023.

**Long-Term Expected Rate of Return.** Historical long term average returns have been used as a reasonable expectation of returns. The returns presented here are nominal, 20-year arithmetic means of the corresponding benchmark, less 2.8% to account for expected rate of inflation. Based on the 65.0% Equity, 10.0% Real Assets, and 25.0% Fixed Income policy target allocation of the Plan, we are comfortable with a long-term net return of 6.75%. For the short term, we assumed that the current volatility in the markets could persist and assigned a 50% discount to long-term expectations.

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of June 30, 2024, (see the discussion of the pension plan’s investment policy) are summarized in Illustration 12-12.

**Illustration 12-12**  
**Prince William County - Supplemental Pension Plan**  
**Long-Term Expected Rate of Return**  
**For the Year Ended June 30, 2024**

| Asset Class                      | Target Allocation | Benchmark Index         | Long Term Real Annualized Return* |
|----------------------------------|-------------------|-------------------------|-----------------------------------|
| Domestic Equity                  | 40.0%             | Russell 3000            | 9.2%                              |
| International Equity Developed   | 17.0%             | Blended Developed       | 5.3%                              |
| International Equity Emerging    | 8.0%              | MSCI Emerging Markets   | 7.7%                              |
| Real assets                      | 10.0%             | NCREIF NFI-ODCE         | 4.6%                              |
| Fixed Income US Investment Grade | 25.0%             | Bloomberg Int. Gov/Cred | 0.5%                              |
|                                  | <u>100.0%</u>     |                         | 5.8%                              |

\*For illustrative purposes, historical long-term average returns have been used as a reasonable expectation of returns. The returns presented here are nominal, 20-year arithmetic means of the corresponding benchmark, less 2.5% to account for expected rate of inflation. Based on the 65.0% Equity, 10.0% Real Assets, and 25.0% Fixed Income policy target allocation of the Plan, we are comfortable with a long-term net return of 6.75%. For the short term, we assumed that the current volatility in the markets could persist and assigned a 50% discount to long-term expectations.

**Money-Weighted Rate of Return.** For the year ended June 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 9.33%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

**Discount Rate.** The discount rate used to measure the total pension liability was 6.75% for the measurement date as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that County contributions will be made at rates equal to the member rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on the Plan’s investments was applied to all periods of projected benefit payments to determine the total pension liability.

(Amounts expressed in thousands)

**Changes in Net Pension Liability.** Illustration 12-13 presents the changes in net pension liability from June 30, 2022 to June 30, 2023, which is the measurement date for the fiscal year ended June 30, 2024.

| <b>Illustration 12-13</b>  |    |                                    |  |                                  |
|--|----|------------------------------------|--|----------------------------------|
| <b>Prince William County - Supplemental Pension Plan</b>         |    |                                    |  |                                  |
| <b>Changes in Net Pension Liability</b>                          |    |                                    |  |                                  |
|  |    | <b>Total Pension<br/>Liability</b> | <b>Plan Fiduciary<br/>Net Position -<br/>Increase (Decrease)</b> | <b>Net Pension<br/>Liability</b> |
| Balances on June 30, 2022 for FY 2023                            | \$ | 51,935                             | 50,265   | 1,670                            |
| Changes for the year:  |    |                                    |  |                                  |
| Service cost   |    | 2,913                              | -  | 2,913                            |
| Interest   |    | 3,408                              | -  | 3,408                            |
| Differences between expected and<br>actual experience            |    | 306                                | -  | 306                              |
| Contributions - employer   |    | -                                  | 2,029  | (2,029)                          |
| Contributions - employee   |    | -                                  | 2,029  | (2,029)                          |
| Net investment income  |    | -                                  | 4,345  | (4,345)                          |
| Benefit payments, including refunds of<br>employee contributions |    | (2,907)                            | (2,907)  | -                                |
| Administrative expenses  |    | -                                  | (177)  | 177                              |
| Net changes  |    | 3,720                              | 5,319  | (1,599)                          |
| Balances on June 30, 2023 for FY 2024                            | \$ | 55,655                             | 55,584   | 71                               |

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate.** Illustration 12-14 presents the net pension liability of the County measures as of June 30, 2021, for the fiscal year ending June 30, 2023, using the discount rate of 6.75% for the measurement date as of June 30, 2021. Therefore, both discount rates are used in the sensitivity analysis to calculate the County's net pension liability one percentage point lower (5.75%) and one percentage point higher (7.75%) from the current discount rate (6.75%).

| <b>Illustration 12-14</b>   |    |                                   |                         |                                   |
|---|----|-----------------------------------|-------------------------|-----------------------------------|
| <b>Prince William County - Supplemental Pension Plan</b>                    |    |                                   |                         |                                   |
| <b>Sensitivity of Net Pension Liability to Changes in the Discount Rate</b> |    |                                   |                         |                                   |
| <b>Fiscal Year Ended:</b>   |    | <b>1.00% Decrease<br/>(5.75%)</b> | <b>Rate<br/>(6.75%)</b> | <b>1.00% Increase<br/>(7.75%)</b> |
| June 30, 2024   | \$ | 1,934                             | (1,870)                 | (5,385)                           |
| June 30, 2023   | \$ | 3,836                             | 71                      | (3,391)                           |

(Amounts expressed in thousands)

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** For the fiscal year ended June 30, 2024, and measured as of June 30, 2023, the County recognized pension expense of \$1,540. On June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the sources displayed in Illustration 12-15.

| <b>Illustration 12-15</b>   |   |  |
|---|---|--|
| <b>Prince William County - Supplemental Pension Plan</b>                            |   |  |
| <b>Deferred Outflows and (Inflows) of Resources</b>                                 |   |  |
| <b>June 30, 2024</b>  |   |  |
| <b>MEASUREMENT DATE 6/30/23</b>   | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
| Differences between expected and actual experience                                  | \$ 262                                    | 1,455                                    |
| Changes of assumptions  | 297                                       | -  |
| Net difference between projected and actual earnings<br>on pension plan investments | 2,521                                     | -  |
| Employer contributions subsequent to the measurement date                           | <u>2,278</u>                              | -  |
| Total   | <u>\$ 5,358</u>                           | <u>1,455</u>                             |

The \$2,278 reported as deferred outflows of resources related to pensions resulting from the County's contributions to the Plan subsequent to the measurement date, June 30, 2023, will be recognized as a reduction of the net pension liability for the fiscal year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as displayed in Illustration 12-16.

| <b>Illustration 12-16</b>   |                 |
|---|-----------------|
| <b>Prince William County - Supplemental Pension Plan</b>          |                 |
| <b>Amortization of Deferred Outflow and (Inflow) of Resources</b> |                 |
| <b>Fiscal Year Ending June 30,</b>                                |                 |
| 2024  | \$ 481          |
| 2025  | 74              |
| 2026  | 1,710           |
| 2027  | (336)           |
| 2028  | (152)           |
| Thereafter  | <u>(152)</u>    |
| Total   | <u>\$ 1,625</u> |

**Fiduciary Net Position.** The components of the net pension liability / (asset) for the Supplemental Pension Plan as of June 30, 2024, are shown in Illustration 12-17.

| <b>Illustration 12-17</b>                                |                                    |  |  |   |
|--|------------------------------------|--|--|---|
| <b>Prince William County - Supplemental Pension Plan</b> |                                    |  |  |   |
| <b>Supplemental Pension Plan Net Pension Liability</b>   |                                    |  |  |   |
| <b>Fiscal Year as of:</b>                                | <b>Total Pension<br/>Liability</b> | <b>Plan Fiduciary<br/>Net Position</b> | <b>Net Pension<br/>Liability / (Asset)</b> | <b>Net Position as % of Total<br/>Pension Liability</b> |
| June 30, 2024  | \$ 59,841                          | 61,711                                 | (1,870)                                    | 103.12%   |
| June 30, 2023  | \$ 55,655                          | 55,584                                 | 71   | 99.87%  |

(Amounts expressed in thousands)

**A. Prince William County Volunteer Fire and Rescue Personnel Length of Service Award Program LoSAP)**

**Plan Description and Administration.** The LoSAP plan is a single employer defined benefit pension plan that provides benefits for certified volunteer fire department and rescue squad members and is administered by the LoSAP’s Board of Trustees. The benefit provisions, and the contributions required to pay them, are established, and may be amended by the Board of County Supervisors and additionally, administered by the LoSAP’s Board of Trustees. The LoSAP was authorized by the Board of County Supervisors on October 22, 1991 and became effective July 1, 1997. The LoSAP plan was amended and restated by the Board of County Supervisors on May 10, 2016, via Resolution No. 16-464 to update the LoSAP plan documents, governance structure, and other structural changes to the plan. However, there was no change in eligibility requirements or benefits. The LoSAP Pension Trust Plan does not issue a stand-alone financial report.

Certified active-duty fire department and rescue squad volunteers are eligible to participate in LoSAP upon attainment of the minimum age of 21 years, and a minimum of ten months of service credit (30 hours per month), or a minimum of 360 hours of service credit. Each certified active-duty fire department and rescue squad volunteer becomes a participant on July 1 coinciding with or the next following year when all the eligibility requirements are met. The LoSAP plan provides retirement and death benefits to plan members and beneficiaries.

**Benefits Provided.** LoSAP is designed to provide a benefit upon the retirement of participants, the amount of which considers the length of service. Normal retirement date is first day of the month coinciding with or next following attainment of age 60. Benefits are \$10 monthly times years of service with a 50% joint and survivor annuity. Normal Retirement Benefit accrues based on service to date. The LoSAP plan also provides a pre-retirement death benefit or disability benefit after a minimum service of five years. The pre-retirement death benefit provides a life annuity to the surviving spouse equal to 50% of the accrued benefit. For non- married participants, a life annuity to a named beneficiary equal to 25% of the accrued benefit. Additional death benefit for active members, \$10 is provided to designated beneficiary. The disability benefit provides an immediate annuity equal to 100% of the accrued benefit.

Participants shall vest upon termination after five years of service, a percentage, ranging from 50% for five years of service to 100% for ten or more years of service, of the accrued benefit, deferred to normal retirement date.

**Employees Covered by Benefit Terms.** The LoSAP plan membership covered by the benefit terms as of the July 1, 2023, actuarial valuation, is presented in Illustration 12-18.

| <b>Illustration 12-18</b>                                     |       |
|---|-------|
| <b>Prince William County - LoSAP Plan</b>                     |       |
| <b>Plan Membership as of July 1, 2023</b>                     |       |
| Retirees and their beneficiaries currently receiving benefits | 315   |
| Inactive members not currently receiving benefits:            |       |
| Vested inactive members                                       | 1,262 |
| Total inactive members  | 1,262 |
| Active participants   | 306   |
| Total covered members   | 1,883 |

**Contributions.** The LoSAP Board of Trustees recommends the contribution amount based on an actuarially determined contributions calculated by an independent actuary for approval by the County’s Board of Supervisors during the Budget approval process each year. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year and is expected to finance the costs of benefits earned by the employee during the year. However, specified in the County’s Principles of Sound Financial Management, the County intends to make the entire contribution amount each year. The County paid contributions on behalf of each of the Volunteer Fire and Rescue Companies according to their respective actuarial valuations. Contributions to the LoSAP plan by the County were \$1,522 and \$1,561 for the years ended June 30, 2024, and June 30, 2023, respectively.

**Net Pension Liability.** The County’s net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of July 1, 2023, using actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

**Actuarial Assumptions.** The total pension liability for employees in the LoSAP plan was based on an actuarial valuation as of July 1, 2023,

(Amounts expressed in thousands)

using the Entry Age Normal actuarial cost method and the assumptions displayed in Illustration 12-19, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

**Illustration 12-19**  
**Prince William County- LoSAP Plan**  
**Actuarial Valuation Methods and Assumptions as of July 1, 2023**

|   |  |
|---|--|
| Actuarial Cost Method   | Entry Age Normal   |
| Amortization Method   | Level dollar, including inflation  |
| Asset Valuation Method  | Fair Value   |
| Investment Rate of Return   | 3.00%  |
| Discount Rate   | 3.00%  |
| Tax-exempt, high-quality general obligation municipal bond index rate (20-year) | N/A  |
| Salary Increase   | N/A *  |
| Inflation   | 2.50%  |
| Retirement age  | Low to Medium Rates between Ages 60 and 69; 100% at age 67   |
| Mortality Rates   | Society of Actuaries Public Safety (Above-Median Income) Mortality Table adjusted by Scale MP-2021 |
| Disability rates  | N/A  |
| Withdrawal rates  | 10.00%-17.50% depending on age   |

\* Salary has no impact on the funding since employees do not contribute a portion of their salary to fund the LoSAP plan.

**Changes in Assumptions and Benefit Terms.** There were no changes to the actuarial assumptions related to the net pension liability that was measured as of June 30, 2024.

**Long-term Expected Rate of Return.** On June 30, 2024, the LoSAP Trust Fund's investments were 100% invested in a general investment account at Mass Mutual with a guaranteed 3.00% investment return.

**Money-Weighted Rate of Return.** For the fiscal year ending June 30, 2024, the annual money-weighted rate of return of LoSAP plan's investments, net of pension plan investment expense, as of the measurement date of June 30, 2024, was 3.00%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

**Discount Rate.** The discount rate is the single rate that reflects the long-term expected rate of return of the LoSAP plan's investments expected to be used to finance the payment of benefits, to the extent that the LoSAP plan's fiduciary net position is projected to be sufficient to make projected benefit payments and the LoSAP plan's assets are expected to be invested using a strategy to achieve that return. However, in the case where the LoSAP plan's fiduciary net position does not sufficiently cover the projected benefit payments within the period, a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another scale is used instead of the long-term expected rate of return. It is the County's intension to pay the full recommended actuarial contribution amount each year.

The discount rate to measure the total pension liability was estimated to be 3.00%. The projection of cash flows used to determine the discount rate assumed that the County's contributions will be made each year as recommended by the actuarially determined contribution amount.

(Amounts expressed in thousands)

**Changes in Net Pension Liability.** Illustration 12-20 presents the changes in net pension liability from June 30, 2022 to June 30, 2023, which is the measurement date for the fiscal year ended June 30, 2024.

| <b>Illustration 12-20</b>                                     |                                |  |                              |
|---|--------------------------------|--|------------------------------|
| <b>Prince William County - LoSAP Plan</b>                     |                                |  |                              |
| <b>Changes in Net Pension Liability</b>                       |                                |  |                              |
|   | <b>Total Pension Liability</b> | <b>Plan Fiduciary Net Position - Increase (Decrease)</b> | <b>Net Pension Liability</b> |
| Balances on June 30, 2022 for FY 2023                         | \$ 29,489                      | 20,779   | 8,710                        |
| Changes for the year:   |                                |  |                              |
| Service cost  | 356                            | -  | 356                          |
| Interest  | 886                            | -  | 886                          |
| Differences between expected and actual experience            | 60                             | -  | 60                           |
| Contributions - employer                                      | -                              | 1,561  | (1,561)                      |
| Net investment income   | -                              | 621  | (621)                        |
| Benefit payments, including refunds of employee contributions | (625)                          | (625)  | -                            |
| Administrative expenses                                       | -                              | (111)  | 111                          |
| Net changes   | 677                            | 1,446  | (769)                        |
| Balances on June 30, 2023 for FY 2024                         | \$ 30,166                      | 22,225   | 7,941                        |

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate.** Illustration 12-21 presents the net pension liability of the County measured as of Jun 30, 2024, for the fiscal year ended June 30, 2024, using the discount rate of 3.00%, as well as the County's net position liability calculated using a discount rate that is one percentage point lower (2.00%) and one percentage point higher (4.00%) than the current rate.

| <b>Illustration 12-21</b>   |    |                               |                                      |                               |
|---|----|-------------------------------|--------------------------------------|-------------------------------|
| <b>Prince William County - LoSAP Plan</b>                                   |    |                               |                                      |                               |
| <b>Sensitivity of Net Pension Liability to Changes in the Discount Rate</b> |    |                               |                                      |                               |
| <b>Measurement Date</b>   |    | <b>1.00% Decrease (2.00%)</b> | <b>Current Discount Rate (3.00%)</b> | <b>1.00% Increase (4.00%)</b> |
| June 30, 2024   | \$ | 13,423                        | 7,353                                | 2,681                         |
| June 30, 2023   | \$ | 14,038                        | 7,941                                | 3,256                         |

(Amounts expressed in thousands)

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** For the fiscal year ended June 30, 2024, and measured as of June 30, 2024, the County recognized pension expense of \$779 and deferred outflows of resources and deferred inflows of resources related to pensions from the sources displayed in Illustration 12-22.

| <b>Illustration 12-22</b><br><b>Prince William County - LoSAP Plan</b><br><b>Deferred Outflows and (Inflows) of Resources</b><br><b>June 30, 2024</b> |                                   |                                  |
|---|-----------------------------------|----------------------------------|
|   | Deferred Outflows<br>of Resources | Deferred Inflows<br>of Resources |
| Differences between expected and actual experience  | \$ 24                             | -                                |
| Change in actuarial assumptions   |                                   | -                                |
| Employer contributions subsequent to the measurement date   | <u>1,522</u>                      | <u>-</u>                         |
| Total   | <u>\$ 1,546</u>                   | <u>-</u>                         |

\$1,522 was contributed to the LoSAP plan subsequent to the measurement date of June 30, 2024, and is reported as a deferred outflow of resources, which will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as displayed in Illustration 12-23.

| <b>Illustration 12-23</b><br><b>Prince William County - LoSAP Plan</b><br><b>Amortization of Deferred Outflow and (Inflow) of Resources</b> |    |           |
|---|----|-----------|
| Fiscal Year Ending June 30,   |    |           |
| 2025  | \$ | 8         |
| 2026  |    | 7         |
| 2027  |    | 6         |
| 2028  |    | 3         |
| 2029  |    | -         |
| Thereafter  |    | -         |
| Total   | \$ | <u>24</u> |

**Fiduciary Net Position.** The components of the net pension liability for the LoSAP Pension Plan as of June 30, 2024, are shown in Illustration 12-24.

| <b>Illustration 12-24</b><br><b>Prince William County - LoSAP Plan</b><br><b>LoSAP Plan Net Position Liability</b> |                            |                                |                          |   |
|--|----------------------------|--------------------------------|--------------------------|---|
| Measurement Date   | Total Pension<br>Liability | Plan Fiduciary Net<br>Position | Net Pension<br>Liability | Net Position as % of<br>Total Pension Liability |
| June 30, 2024  | \$ 30,806                  | 23,453                         | 7,353                    | 76.13%  |
| June 30, 2023  | \$ 30,166                  | 22,225                         | 7,941                    | 73.68%  |

(Amounts expressed in thousands)

**D. Prince William County’s 401(a) Money Purchase Plan**

**Plan Description and Administration.** The 401(a) Money Purchase Plan (the Plan) is a defined contribution plan to provide County employees an additional way to save for retirement. On September 17, 2019, the Board of County Supervisors established a Board of Trustees per Resolution No. 19-444, adopted Bylaws, and appointed Trustees to serve as the investment fiduciary responsible for the selection and retention of professional advisors for the Plan’s portfolio. The Director of Finance and the Human Resources Benefits Manager serve as non-rotating Trustees for the Plan in addition to four current employees and one retiree, who are nominated by the County Executive to the Board of County Supervisors to each serve a three-year term. Empower administers the Plan under the purview of the Trustees, who have administrative oversight and to ensure the proper administration of the Plan. In fiscal year 2024, the County contributed \$1,886 towards County employee’s 401(a) accounts.

**Benefits Provided.** All full-time and part-time active employees who work at least 15 hours per week are eligible to participate in the Plan. Employees have a one-time, irrevocable opportunity to enroll upon commencement of employment. The Plan includes a 0.5% contribution from employees’ gross salary on a pre-tax basis and receive an equal County match. Contributions may increase and decrease each fiscal year if approved by the Board of County Supervisors.

Employees who separate service with the County and withdraw funds from their account prior to age 59 ½ may incur an additional 10% tax penalty. Upon separation from the County, employees may elect to have their leave payout rolled into the Plan. As of July 2021, employees can borrow funds from their account in the Plan for any reason for as little as \$1,000 or up to 50% of their contributions. However, the employee must repay the loan via payroll deductions no later than 5 years with after-tax dollars. Additionally, the loan incurs interest at a rate of 1% above the prime rate and is deposited in the employee’s account.

**E. Prince William County Schools (PWCS) Pension Plans**

Prince William County Schools, a component unit of the County, also participates the VRS Pension plans. The aggregate amount of net pension liability related deferred outflows of resources and deferred inflows of resources, and pension expense for the Schools’ pension plans are summarized in Illustration 12-25.

| <b>Illustration 12-25</b><br><b>Prince William County Schools - Virginia Retirement System Plans</b><br><b>Net Pension Liability and Related Amount</b><br><b>June 30, 2024</b> |                                  |                                   |                                     |                    |
|---|----------------------------------|-----------------------------------|-------------------------------------|--------------------|
|   | Net Pension<br>(Asset) Liability | Deferred Outflows<br>of Resources | Deferred<br>Inflows of<br>Resources | Pension<br>Expense |
| <b>Virginia Retirement System Plans</b>   |                                  |                                   |                                     |                    |
| VRS Pension Plans – For Non-Professional  | 10,019                           | 10,567                            | 4,033                               | 5,346              |
| VRS Pension Plans – For Professional Group  | 725,179                          | 261,636                           | 77,340                              | 87,492             |
| Total Schools’ Pension Plans  | \$ 735,198                       | 272,203                           | 81,373                              | 92,838             |

**Schools' Virginia Retirement System (VRS) Plans - Professional Group & Non-Professional Group**

**Plan Descriptions and Administration.** All full-time, salaried permanent (professional) employees of public-school divisions are automatically covered by VRS Teacher Retirement Plan upon employment.

The VRS administers three different benefit structures for covered employees in both employee groups: Plan 1, Plan 2, and the Hybrid Retirement Plan (Hybrid Plan). Each of these benefit structures have different eligibility criteria. The specific information for each plan and the eligibility for covered groups within each plan are outline in detail in Illustration 12-2, with the exception of the following Provision which is different for school division employee.

(Amounts expressed in thousands)

**Employees Covered by Benefit Terms.** As of the June 30, 2022 actuarial valuations, the following employees of the non-professional group were covered by the benefit terms of the pension plan as displayed by Illustration 12-26.

| <b>Illustration 12-26</b>  |       |
|--|-------|
| <b>Schools' VRS Pension Plan – For Non-Professional Group</b>        |       |
| <b>Plan Membership as of the Valuation Date of June 30, 2022</b>     |       |
| Inactive members or their beneficiaries currently receiving benefits | 1,070 |
| Inactive members:  |       |
| Vested inactive members  | 329   |
| Non-vested inactive members  | 705   |
| Inactive members active elsewhere in VRS                             | 301   |
| Total inactive members   | 1,335 |
| Active members   | 1,745 |
| Total covered employees  | 4,150 |

**Contributions.** The contribution requirement for active employees is governed by §51.1-145 of the Code of Virginia, as amended, but may be impacted as a result of funding options provided to the non-professional and professional groups by the Virginia General Assembly. Employees are required to contribute 5.0% of their compensation toward their retirement.

**Non-professional group.** The non-professional group's contractually required contribution rate for the year ended June 30, 2024, was 6.53% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2022. This rate, when combined with employee contributions, was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contribution to the pension plan from the non-professional group were \$4,807 and \$4,137 for the years ended June 30, 2024, and June 30, 2023, respectively.

**Professional group.** Each professional group's contractually required contribution rate for the year ended June 30, 2024, was 16.62% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2022. The actuarially determined rate, when combined with employee contributions was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contribution to the pension plan from the professional group were \$129,391 and \$119,545 for the years ended June 30, 2024, and June 30, 2023, respectively.

**Actuarial Assumptions.** The total pension liability for general employees in the non-professional and professional group was based on an actuarial valuation as of June 30, 2022, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2023.

|  |  |
|--|--|
| Inflation  | 2.5%   |
| Salary increases, including inflation (non-professional) | 3.5% - 5.35%   |
|  | Salary increases, including inflation (professional)             |
|  | 3.5% - 5.95%   |
| Investment rate of return                                | 6.75%, net pension plan investment expense, including inflation* |

(Amounts expressed in thousands)

Mortality rates:

|                              | <b>Non-hazardous Duty for Non-professional Group</b>   | <b>Professional Group</b>  |
|------------------------------|--|--|
| Pre-Retirement:              | 15% of deaths are assumed to be service related. Pub-2010 Amount Weighted Safety Employee Rates projected generationally; 95% of rates for males; 105% of rates for females set forward 2 years. | 15% of deaths are assumed to be service related. Pub-2010 Amount Weighted Teachers Employee Rates projected generationally; 110% of rates for males. |
| Post-Retirement:             | Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 110% of rates for males; 105% of rates for females set forward 3 years.  | Pub-2010 Amount Weighted Teachers Healthy Retiree Rates projected generationally; males are forward 1 year; 105% of rates for females.               |
| Post-Disablement:            | Pub-2010 Amount Weighted General Disabled Rates projected generationally; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years.                                    | Pub-2010 Amount Weighted Teachers Disabled Rates projected generationally; 110% of rates for males and females.                                      |
| Beneficiaries and Survivors: | Pub-2010 Amount Weighted Safety Contingent Annuitant Rates projected generationally; 110% of rates for males and females set forward 2 years.  | Pub-2010 Amount Weighted Teachers Contingent Annuitant Rates projected Generationally.   |
| Mortality Improvement:       | Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates.   | Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates.   |

The actuarial assumptions used in the June 30, 2022, valuation was based on the results of an actuarial experience study for the period from July 1, 2016, through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2021.

|   | <b>Non-hazardous Duty for Non-professional Group</b>   | <b>Professional Group</b>   |
|---|--|---|
| Mortality Rates (Pre-retirement, post-retirement healthy, and disabled) | Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality improvement Scale MP-2020. | Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality improvement Scale MP-2020.            |
| Retirement Rates:   | Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age.            | Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age from 75 to 80 for all. |
| Withdrawal Rates:   | Adjusted rates to better fit experience at each year age and service through 9 years of service.   | Adjusted rates to better fit experience at each year age and service through 9 years of service.  |
| Disability Rates:   | No change  | No change   |
| Salary Scale:   | No change  | No change   |
| Line of Duty Disability:  | No change  | No change   |

(Amounts expressed in thousands)

**Long-Term Expected Rate of Return.** The long-term expected rate of return on pension VRS investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension VRS investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in Illustration 12-27.

**Illustration 12-27**  
**Prince William County Schools - Virginia Retirement System Pension Plans**  
**Long-Term Expected Rate of Return**  
**For the Year Ended June 30, 2024**

| Asset Class (Strategy)               | Target Allocation                    | Arithmetic Long-Term<br>Expected Rate of Return | Weighted Average<br>Long-Term Expected<br>Rate of Return |
|--------------------------------------|--------------------------------------|---|--|
| Public Equity                        | 34.00%                               | 6.14%   | 2.09%  |
| Fixed Income                         | 15.00%                               | 2.56%   | 0.38%  |
| Credit Strategies                    | 14.00%                               | 5.60%   | 0.78%  |
| Real Assets                          | 14.00%                               | 5.02%   | 0.70%  |
| Private Equity                       | 16.00%                               | 9.17%   | 1.47%  |
| MAPS - Multi-Asset Public Strategies | 4.00%                                | 4.50%   | 0.18%  |
| PIP - Private Investment Partnership | 2.00%                                | 7.18%   | 0.14%  |
| Cash                                 | 1.00%                                | 1.20%   | 0.01%  |
| <b>Total</b>                         | <b>100.00%</b>                       |   | <b>5.75%</b>   |
|                                      | Inflation                            |   | 2.50%  |
|                                      | Expected arithmetic nominal return * |   | <b>8.25%</b>   |

\* The above allocation provides a one-year return of 8.25%. However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the system, stochastic projections are employed to model future returns under various economic conditions. These results provide a range of returns over various time periods that ultimately provide a median return of 7.14%, including expected inflation of 2.50%. On June 15, 2023, the VRS Board elected a long-term rate of return of 6.75%, which was roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14%, including expected inflation of 2.50%.

**Discount Rate.** The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made per the VRS Statutes and the employer contributions will be made in accordance with the VRS funding policy at rates equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees and the member rate. Through the fiscal year ending June 30, 2023, the rate contributed by the school division for the VRS Teacher Retirement Plan will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly which was 112% of the actuarially determined contribution rate. Beginning July 1, 2023, school divisions are assumed to continue to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total pension liability.

**Net Pension Liability.** On June 30, 2024, the professional group reported a liability of \$725,179 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022 and rolled forward to the measurement date of June 30, 2023. The professional group's proportion of the net pension liability was based on the professional group's actuarially determined employer contributions to the pension plan for the year ended June 30, 2024, relative to the total of the actuarially determined employer contributions for all participating employers. On June 30, 2023, the professional group's proportion was 7.17% as compared to 6.86% on June 30, 2022.

(Amounts expressed in thousands)

The non-professional net pension liability was measured as of June 30, 2023, for the fiscal year ended June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of June 30, 2022, using updated actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2023.

**Changes in Net Pension Liability – Non-Professional Group.** Illustration 12-28 presents the change in the net pension liability from June 30, 2022 to June 30, 2023, which is the measurement date for the fiscal year ended June 30, 2024.

| <b>Illustration 12-28</b>                                     |                                |  |                              |
|---|--------------------------------|--|------------------------------|
| <b>Schools' VRS Pension Plan – For Non-Professional Group</b> |                                |  |                              |
| <b>Changes in Net Pension Liability</b>                       |                                |  |                              |
|   | <b>Total Pension Liability</b> | <b>Plan Fiduciary Net Position - Increase (Decrease)</b> | <b>Net Pension Liability</b> |
| Balances on June 30, 2022 for FY 2023                         | \$ 259,006                     | 255,341  | 3,665                        |
| Changes for the year:   |                                |  |                              |
| Service cost  | 5,484                          | -  | 5,484                        |
| Interest  | 17,426                         | -  | 17,426                       |
| Differences between expected and actual experience            | 6,603                          | -  | 6,603                        |
| Contributions – employer                                      | -                              | 3,836  | (3,836)                      |
| Contributions - employee                                      | -                              | 3,121  | (3,121)                      |
| Net investment income   | -                              | 16,359   | (16,359)                     |
| Benefit payments, including refunds of employee contributions | (12,654)                       | (12,654)   | -                            |
| Administrative expenses                                       | -                              | (164)  | 164                          |
| Other changes   | -                              | 7  | (7)                          |
| Net changes   | <u>16,859</u>                  | <u>10,505</u>  | <u>6,354</u>                 |
| Balances on June 30, 2023 for FY 2024                         | <u>\$ 275,865</u>              | <u>265,846</u>   | <u>10,019</u>                |

**Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate– Non-Professional Group.** Illustration 12-29 presents the net pension liability / (asset) of the non-professional group measured as of June 30, 2023, for the fiscal year ended June 30, 2024, using the discount rate of 6.75%, as well as the non-professional group's net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75%) and one percentage point higher (7.75%) than the current rate.

| <b>Illustration 12-29</b>   |                               |                                      |                               |
|---|-------------------------------|--------------------------------------|-------------------------------|
| <b>Schools' VRS Pension Plan – For Non-Professional Group</b>                         |                               |                                      |                               |
| <b>Sensitivity of Net Pension Liability / (Asset) to Changes in the Discount Rate</b> |                               |                                      |                               |
|   | <b>1.00% Decrease (5.75%)</b> | <b>Current Discount Rate (6.75%)</b> | <b>1.00% Increase (7.75%)</b> |
| Schools' Non-Professional Group's Net Pension Liability / (Asset)                     | \$ 45,191                     | 10,019                               | (19,025)                      |

(Amounts expressed in thousands)

Illustration 12-30 presents the professional group’s proportionate share of the net pension liability measured as of June 30, 2023, for the fiscal year ended June 30, 2024, using the discount rate of 6.75%, as well as the professional group’s proportionate share of the net pension liability calculated using a discount rate that is one percentage point lower (5.75%) and one percentage point higher (7.75%) than the current rate.

| <b>Illustration 12-30</b>   |                                   |  |                                   |
|---|-----------------------------------|--|-----------------------------------|
| <b>Schools’ VRS Pension Plan – For Professional Group</b>   |                                   |  |                                   |
| <b>Sensitivity of Net Pension Liability to Changes in the Discount Rate</b>   |                                   |  |                                   |
|   | <b>1.00% Decrease<br/>(5.75%)</b> | <b>Current Discount Rate<br/>(6.75%)</b> | <b>1.00% Increase<br/>(7.75%)</b> |
| Schools' Professional Group's Proportionate Share of the VRS Teacher Employee Retirement Plan Net Pension Liability | \$ 1,285,483                      | 725,179                                  | 264,562                           |

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – Non-Professional Group.** For the year ended June 30, 2024, the non-professional group recognized pension benefit of \$5,346. On June 30, 2024, the non-professional group reported deferred outflows of resources and deferred inflows of resources related to pensions from the sources displayed in Illustration 12-31.

| <b>Illustration 12-31</b>  |    |   |  |
|--|----|---|--|
| <b>Schools’ VRS Pension Plan – For Non-Professional Group</b>                    |    |   |  |
| <b>Deferred Outflows and (Inflows) of Resources</b>                              |    |   |  |
| <b>June 30, 2024</b>   |    |   |  |
|  |    | <b>Deferred Outflows of<br/>Resources</b> | <b>Deferred Inflows of<br/>Resources</b> |
| Differences between expected and actual experience                               | \$ | 5,029                                     | 4,033                                    |
| Change in actuarial assumptions  |    | 731                                       |  |
| Net difference between projected and actual earnings on pension plan investments |    | -   | -  |
| Employer contributions subsequent to the measurement date                        |    | 4,807                                     | -  |
| Total  | \$ | <u>10,567</u>                             | <u>4,033</u>                             |

\$4,807 reported as deferred outflows of resources related to pensions resulting from PWCS’ non-professional group contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expenses in future reporting periods displayed in Illustration 12-32.

| <b>Illustration 12-32</b>   |    |              |
|---|----|--------------|
| <b>Schools’ VRS Pension Plan – For Non-Professional Group</b>       |    |              |
| <b>Amortization of Deferred Outflows and (Inflows) of Resources</b> |    |              |
| <b>Fiscal Year Ending June 30,</b>                                  |    |              |
| 2025  | \$ | 561          |
| 2026  |    | (2,671)      |
| 2027  |    | 3,702        |
| 2028  |    | 135          |
| 2029  |    | -            |
| Thereafter  |    | -            |
| Total   | \$ | <u>1,727</u> |

(Amounts expressed in thousands)

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – Professional Group.**

For the year ended June 30, 2024, PWCS recognized pension expense of \$87,492 related to the professional group. Since there was a change in proportionate share between measurement dates, a portion of the pension expense was related to deferred amounts from changes in proportion and from differences between employer contributions and the proportionate share of employer contributions.

On June 30, 2024, the professional group’s reported deferred outflows of resources and deferred inflows of resources related to pensions from the sources displayed in Illustration 12-33.

| <b>Illustration 12-33</b>  |   |  |
|--|---|--|
| <b>Schools’ VRS Pension Plan – For Professional Group</b>  |   |  |
| <b>Deferred Outflows and (Inflows) of Resources</b>  |   |  |
|  | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows of<br/>Resources</b> |
| Differences between expected and actual experience   | \$ 62,293                                 | 28,300                                   |
| Change in actuarial assumptions  | 32,875                                    |  |
| Net difference between projected and actual earnings<br>on pension plan investments                              | -   | 47,151                                   |
| Changes in proportion and differences between Employer<br>Contributions and proportionate share of contributions | 37,076                                    | 1,889                                    |
| Employer contributions subsequent to the measurement date  | 129,392                                   | -  |
| <b>Total</b>   | <b>\$ 261,636</b>                         | <b>77,340</b>                            |

The measurement date and reported as deferred outflows of resources related to pensions, will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future reporting periods presented in Illustration 12-34.

| <b>Illustration 12-34</b>   |  |                  |
|---|--|------------------|
| <b>Schools’ VRS Pension Plans – For Professional Group</b>          |  |                  |
| <b>Amortization of Deferred Outflows and (Inflows) of Resources</b> |  |                  |
| <b>Fiscal Year Ending June 30,</b>                                  |  |                  |
| 2025  |  | \$ 351           |
| 2026  |  | (30,158)         |
| 2027  |  | 65,299           |
| 2028  |  | 19,412           |
| 2029  |  | -                |
| Thereafter  |  | -                |
| <b>Total</b>  |  | <b>\$ 54,904</b> |

**Pension Plan Data.** Detailed information about the VRS Teacher Retirement Plan’s Fiduciary Net Position is available in the separately issued VRS 2023 *Annual Comprehensive Financial Report* (Annual Report). A copy of the 2023 VRS Annual Report may be downloaded from the VRS website at [varetire.org/pdf/publications/2023-annualreport.pdf](http://varetire.org/pdf/publications/2023-annualreport.pdf), or by writing to the System’s Chief Financial Officer at P.O. Box 2500, Richmond, VA 23218-2500.

**NOTE (13) – OTHER POST-EMPLOYMENT BENEFIT (OPEB) PLANS AND (OPEB) MASTER TRUST FUND**

**Prince William County Other Post-Employment Benefit Plans (OPEB)**

The County maintains five OPEB plans for its employees: two Virginia Retirement System (VRS) plans, and three plans that participate in the OPEB Master Trust Fund:

- VRS OPEB Group Life Insurance Program (GLI) Plan
- VRS Health Insurance Credit Program (HIC) Plan

(Amounts expressed in thousands)

- OPEB Master Trust Plans:
  - Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan)
  - Prince William County Post-Retirement Medical Benefits Retiree Health Insurance Credit Plan (County RHICP)
  - Prince William County Line of Duty Act Plan (LODA Plan)

The aggregate amount of the County's net OPEB (asset) liability, related deferred outflows of resources and deferred inflows of resources, and OPEB expense for the County's OPEB plans are summarized in Illustration 13-1 below.

| <b>Illustration 13-1</b>  |                                       |   |  |                     |
|---|---------------------------------------|---|--|---------------------|
| <b>Prince William County's Other Post-Employment Benefit (OPEB) Plans</b> |                                       |   |  |                     |
| <b>Net OPEB Liability (Asset) and Related Amounts</b>                     |                                       |   |  |                     |
| <b>June 30, 2024</b>  |                                       |   |  |                     |
|   | <b>Net OPEB Liability<br/>(Asset)</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows of<br/>Resources</b> | <b>OPEB Expense</b> |
| <b>MEASUREMENT DATE 6/30/2023</b>   |                                       |   |  |                     |
| <b>Virginia Retirement System Plans:</b>                                  |                                       |   |  |                     |
| VRS Group Life Insurance Program  | 17,988                                | 8,458                                     | 2,963                                    | 1,188               |
| VRS Retiree Health Insurance Credit                                       | 4,652                                 | 1,636                                     | 195                                      | 596                 |
| <b>MEASUREMENT DATE 6/30/2024</b>   |                                       |   |  |                     |
| <b>OPEB Master Trust Fund Plans:</b>                                      |                                       |   |  |                     |
| County Premium Plan   | 13,356                                | 6,379                                     | 1,998                                    | 1,836               |
| County RHICP  | 19,224                                | 2,261                                     | 4,506                                    | 5,671               |
| Total OPEB – County Funded  | \$ 55,220                             | 18,734                                    | 9,662                                    | 9,291               |
| <b>MEASUREMENT DATE 6/30/2024</b>   |                                       |   |  |                     |
| <b>OPEB Master Trust Fund Plan*:</b>                                      |                                       |   |  |                     |
| County LODA Plan  | \$ (6,497)                            | 2,536                                     | 9,050                                    | 1,027               |
| <b>Primary Government:</b>  |                                       |   |  |                     |
| Governmental Funds (F)  | \$ (5,475)                            | 2,135                                     | 7,624                                    | 865                 |
| <b>Component units:</b>   |                                       |   |  |                     |
| Adult Detention Center (E)  | (1,022)                               | 401                                       | 1,426                                    | 162                 |
| Subtotal Governmental Funds from LODA Plan                                | \$ (6,497)                            | 2,536                                     | 9,050                                    | 1,027               |
| <b>Primary Government:</b>  |                                       |   |  |                     |
| Governmental Funds  | \$ 50,471                             | 17,293                                    | 8,870                                    | 8,586               |
| Intra-County Services   | 1,665                                 | 551                                       | 288                                      | 272                 |
| Health Insurance  | 107                                   | 43  | 20                                       | 22                  |
| Subtotal Governmental Funds (from all other OPEB Plans (A))               | 52,243                                | 17,887                                    | 9,178                                    | 8,880               |
| Total Government Funds A+F excluding net OPEB assets) = H                 | 52,243                                | 20,022                                    | 16,802                                   | 9,745               |

(Amounts expressed in thousands)

**Illustration 13-1 (cont'd)**  
**Prince William County's Other Post-Employment Benefit (OPEB) Plans**  
**Net OPEB Liability (Asset) and Related Amounts**  
**June 30, 2024**

|   | Net OPEB Liability<br>(Asset) | Deferred Outflows<br>of Resources | Deferred Inflows of<br>Resources | OPEB Expense |
|---|-------------------------------|-----------------------------------|----------------------------------|--------------|
| <b>Primary Government-Business-Type</b>                         |                               |                                   |                                  |              |
| Landfill  | 558                           | 191                               | 98                               | 95           |
| Non-Major Proprietary Funds                                     | 52                            | 19                                | 8                                | 10           |
| Total Proprietary Funds (B)                                     | 610                           | 210                               | 106                              | 105          |
| Total Primary Government (H+B)                                  | 52,853                        | 20,232                            | 16,908                           | 9,850        |
| <b>Component units:</b>   |                               |                                   |                                  |              |
| Adult Detention Center (C)                                      | 2,367                         | 637                               | 378                              | 306          |
| Total OPEB - County Funded (H+B+C)                              | \$ 55,220                     | 20,869                            | 17,286                           | 10,156       |
| <b>School Board's OPEB Plans **</b>                             |                               |                                   |                                  |              |
| School Board Premium  | \$ (11,687)                   | 4,952                             | 18,837                           | 4,627        |
| Other School Board Pension Plans                                | 128,296                       | 28,861                            | 10,415                           | 10,514       |
| Total Component Units (D)                                       | 116,609                       | 33,813                            | 29,252                           | 15,141       |
| Total Component Unit***<br>(C+D+E excluding net OPEB Asset)     | 130,663                       | 34,851                            | 31,056                           | 15,609       |
| Total Reporting Entity (Sum A thru F, excluding net OPEB asset) | \$ 171,829                    | 55,083                            | 47,964                           | 25,459       |

Note: Amounts are allocated based on proportion of OPEB contributions paid.

\*OPEB plan net assets cannot be netted against the net OPEB liabilities of other OPEB plans.

\*\* Please see Schools separately issued financial statements for further information and Illustration 14-47 below.

\*\*\* Total Component Unit's Net OPEB Assets is \$12,709

**A. County's Virginia Retirement System (VRS) – OPEB Plans County's VRS Plans Overview:**

**Plan Description and Administration.** The County and the Adult Detention Center (ADC) component unit contribute to the Virginia Retirement System (VRS) Group Life Insurance (GLI) Program, a multi-employer, cost-sharing, defined benefit employee and Other Post-Employment Benefits (OPEB) plan. The County also participates in the Retiree Health Insurance Credit (HIC) Program OPEB Plan, a multiple-employer, agent defined benefit OPEB plan. Both, the GLI and HIC Programs, are administered by the VRS, along with pensions and other OPEB plans, for public employer groups in the Commonwealth of Virginia. All full-time, salaried permanent employees of the County and ADC are automatically covered by the VRS GLI and HIC Programs upon employment.

Professional and non-professional employees of the School Board are also covered by the VRS. Professional employees participate in a VRS statewide teacher cost-sharing pool, and non-professional employees participate as a separate group in the multi-employer, agent system. The Prince William County Public Schools OPEB plans are reported separately in their audited financial statements which can be found at [https://www.pwcs.edu/departments/finance/accounting/finance\\_reports](https://www.pwcs.edu/departments/finance/accounting/finance_reports). Copies of these financial statements may be obtained by writing to the School Board's Finance Division at P.O. Box 389, Manassas, Virginia 20108.

Under the VRS HIC Program, members earn one month of service credit toward the benefit for each month they are employed and for which the County pays contributions to VRS. The retiree health insurance credit is a tax-free reimbursement in an amount set by the General Assembly for each year of service credit against qualified health insurance premiums retirees pay for single coverage, excluding any portion covering the spouse or dependents. The credit cannot exceed the amount of the premiums and ends upon the retiree's death.

(Amounts expressed in thousands)

**1. County's Virginia Retirement System (VRS) - Group Life Insurance (GLI) Program Other Post-Employment Benefits (OPEB) Plan**

**Plan Description and Administration.** All full-time, salaried permanent employees of the state agencies, teachers and employees of participating political subdivisions are automatically covered by the VRS Group Life Insurance Program upon employment. This plan is administered by the Virginia Retirement System (the System), along with pensions and other OPEB plans, for public employer groups in the Commonwealth of Virginia.

In addition to the Basic Group Life Insurance benefit, members are also eligible to elect additional coverage for themselves as well as a spouse or dependent children through the Optional Group Life Insurance Program. For members who elect the optional group life insurance coverage, the insurer bills employers directly for the premiums. Employers deduct these premiums from members' paychecks and pay the premiums to the insurer. Since this is a separate and fully insured program, it is not included as part of the Group Life Insurance Program OPEB.

**Summary of Significant Accounting Policies.** For purposes of measuring the net GLI Program OPEB liability, deferred outflows of resources and deferred inflows of resources related to the GLI Program OPEB, and GLI Program OPEB expense, information about the fiduciary net position of the VRS GLI Program OPEB and the additions to/deductions from the VRS GLI Program OPEB's net fiduciary position have been determined on the same basis as they were reported by VRS. In addition, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Benefits Provided.** The specific information for GLI Program, including eligibility, coverage and benefits is set out in the table below:

| <b>County's VRS GROUP LIFE INSURANCE PROGRAM PROVISIONS</b>   |
|---|
| <p><b>Eligible Employees</b><br/>The Group Life Insurance Program was established July 1, 1960, for state employees, teachers and employees of political subdivisions that elect the program. Basic group life insurance coverage is automatic upon employment. Coverage ends for employees who leave their position before retirement eligibility or who take a refund of their accumulated retirement member contributions and accrued interest.</p>  |
| <p><b>Benefit Amounts</b><br/>The benefits payable under the Group Life Insurance Program has several components.</p> <ul style="list-style-type: none"> <li>• Natural Death Benefit – The natural death benefit is equal to the employee's covered compensation rounded to the next highest thousand and then doubled.</li> <li>• Accidental Death Benefit – The accidental death benefit is double the natural death benefit.</li> <li>• Other Benefit Provisions – In addition to the basic natural and accidental death benefits, the program provides additional benefits provided under specific circumstances. These include: <ul style="list-style-type: none"> <li>○ Accidental dismemberment benefit</li> <li>○ Safety belt benefit</li> <li>○ Repatriation benefit</li> <li>○ Felonious assault benefit</li> <li>○ Accelerated death benefit option</li> </ul> </li> </ul> |
| <p><b>Reduction in benefit Amounts</b><br/>The benefit amounts provided to members covered under the Group Life Insurance Program are subject to a reduction factor. The benefit amount reduces by 25% on January 1 following one calendar year of separation. The benefit amount reduces by an additional 25% on each subsequent January 1 until it reaches 25% of its original value.</p>   |
| <p><b>Minimum Benefit Amount and Cost-of-Living Adjustment (COLA)</b><br/>For covered members with at least 30 years of creditable service, there is a minimum benefit payable under the Group Life Insurance Program. The minimum benefit was set at \$8,000 by statute in 2015. This will be increased annually based on the VRS Plan 2 cost-of-living adjustment calculation. The minimum benefit adjusted for the COLA was \$9,254 as of June 30, 2024.</p>   |

(Amounts expressed in thousands)

**Contributions.** The contribution requirements for the GLI Program are governed by §51.1-506 and §51.1-508 of the Code of Virginia, as amended, but may be impacted as a result of funding provided to state agencies and school divisions by the Virginia General Assembly. The total rate for the GLI Program was 1.34% of covered employee compensation. This was allocated into an employee and an employer component using a 60/40 split. The employee component was 0.80% (1.34% X 60%) and the employer component was 0.54% (1.34% X 40%). Employers may elect to pay all or part of the employee contribution, however the employer must pay all the employer contribution. Each employer’s contractually required employer contribution rate for the year ended June 30, 2024, was 0.54% of covered employee compensation. This rate was the final approved General Assembly rate which was based on an actuarially determined rate from an actuarial valuation as of June 30, 2021. The actuarially determined rate, when combined with employee contributions, was expected to finance the costs of benefits payable during the year, with an additional amount to finance any unfunded accrued liability. The County elects to pay the employee component with the employer component of the contribution. Contributions to the GLI Program from the County were \$5,373 and \$4,313 for the years ended June 30, 2024, and June 30, 2023, respectively.

**OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Group Life Insurance Program OPEB.** On June 30, 2024, the County reported a liability of \$17,988 for its proportionate share of the Net GLI OPEB Liability. The Net GLI OPEB Liability was measured as of June 30, 2022, and the total GLI OPEB liability used to calculate the Net GLI OPEB Liability was determined by an actuarial valuation performed as of June 30, 2021, and rolled forward to the measurement date of June 30, 2022. The County’s proportion of the Net GLI OPEB Liability was based on the County’s actuarially determined employer contributions to the Group Life Insurance Program for the year ended June 30, 2023, relative to the total of the actuarially determined employer contributions for all participating employers. On June 30, 2023, the County’s proportion was 1.49982% as compared to 1.50009% on June 30, 2022.

For the year ending June 30, 2024, the County recognized GLI OPEB expense of \$1,188. Since there was a change in proportionate share between measurement dates, a portion of the GLI OPEB expense was related to deferred amounts from changes in proportion.

On June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to the GLI OPEB from the sources displayed in Illustration 13-2.

**Illustration 13-2**  
**County’s Virginia Retirement System – Group Life Insurance (GLI) Program Other Post-Employment Benefits (OPEB) Plan**  
**Deferred Outflows and (Inflows) of Resources**  
**June 30, 2024**

|   | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|---|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience                            | \$ 1,797                             | 546                                 |
| Change in actuarial assumptions   | 384                                  | 1,246                               |
| Net difference between projected and actual earnings on OPEB plan investments | -                                    | 723                                 |
| Changes in Proportionate Share  | 904                                  | 448                                 |
| Employer contributions subsequent to the measurement date                     | 5,373                                | -                                   |
| <b>Total</b>  | <b>\$ 8,458</b>                      | <b>2,963</b>                        |

(Amounts expressed in thousands)

\$5,373 reported as deferred outflows of resources related to the GLI OPEB resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the Net GLI OPEB Liability in the Fiscal Year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the GLI OPEB will be recognized in the GLI OPEB expense in future reporting periods as shown in Illustration 13-3.

| <b>Illustration 13-3</b>   |               |
|--|---------------|
| <b>County's Virginia Retirement System – Group Life Insurance (GLI) Program Other Post-Employment Benefits (OPEB) Plan</b> |               |
| <b>Amortization of Deferred Outflows and (Inflows) of Resources</b>  |               |
| <b>Fiscal Year Ending June 30,</b>   |               |
| 2025   | \$ 176        |
| 2026   | (539)         |
| 2027   | 379           |
| 2028   | (71)          |
| 2029   | 177           |
| Thereafter   | -             |
| Total  | <u>\$ 122</u> |

**Actuarial Assumptions.** The total GLI OPEB liabilities were based on actuarial valuations as of June 30, 2022, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2023, as displayed in Illustration 13-4.

| <b>Illustration 13-4</b>  |  |
|---|--|
| <b>County's Virginia Retirement System - Group Life Insurance (GLI) Program</b> |  |
| <b>Other Post -Employment Benefits (OPEB) Plan</b>                              |  |
| <b>Actuarial Methods and Assumptions</b>  |  |
| Valuation Date  | June 30, 2022  |
| Actuarial Cost Method   | Entry Age Normal   |
| Investment Rate of Return   | 6.75% net investment expense, including inflation*   |
| Inflation   | 2.50%  |
| Healthcare Trend Rate   | N/A - the benefit is not based on healthcare costs but rather on compensation  |
| <b>General Employees:</b>   |  |
| Payroll Growth  | 3.50%-5.35%, includes inflation  |
| Mortality   |  |
| Pre-Retirement  | Pub-2010 Amount Weighted Safety Employee Rates projected generationally; males set forward 2 years; 105% of rates for females set forward 3 years.                       |
| Post-Retirement   | Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 95% of rates for males set forward 2 years; 95% of rates for females set forward 1 year. |
| Post-Disablement  | Pub-2010 Amount Weighted General Disabled Rates projected generationally; 110% of rates for males set forward 3 years; 110% of rates for females set forward 2 years.    |

(Amounts expressed in thousands)

**Illustration 13-4 (cont'd)**  
**County's Virginia Retirement System - Group Life Insurance (GLI) Program**  
**Other Post -Employment Benefits (OPEB) Plan**  
**Actuarial Methods and Assumptions**

**Public Safety Employees with Hazardous Duty Benefits:**

|                  |   |
|------------------|---|
| Payroll Growth   | 3.50%-4.75%, includes inflation   |
| Mortality        |   |
| Pre-Retirement   | Pub-2010 Amount Weighted Safety Employee Rates projected generationally; 95% of rates for males; 105% of rates for females set forward 2 years.               |
| Post-Retirement  | Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 110% of rates for males; 105% of rates for females set forward 3 years.       |
| Post-Disablement | Pub-2010 Amount Weighted General Disabled Rates projected generationally; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years. |

\*Administrative expenses as a percent of the fair value of assets for the last experience study were found to be approximately 0.06% of the assets for all of the VRS plans. This would provide an assumed investment return rate for GASB purposes of slightly more than the assumed 6.75%. However, since the difference was minimal, and a more conservative 6.75% investment return assumption provided a projected plan net position that exceeded the projected benefit payments, the long-term expected rate of return on investments was assumed to be 6.75% to simplify preparation of the OPEB liabilities.

**Actuarial Assumptions – General Employees**

|   |  |
|---|--|
| Mortality Rates (Pre-retirement, post-retirement healthy, and disabled) | Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP- 2020           |
| Retirement Rates  | Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age from 75 to 80 for all |
| Withdrawal Rates  | Adjusted rates to better fit experience at each year age and service through 9 years of service  |
| Disability Rates  | No change  |
| Salary Scale  | No change  |
| Line of Duty Disability   | No change  |
| Discount Rate   | No change  |

(Amounts expressed in thousands)

**Actuarial Assumptions Public Safety Employees with Hazardous Duty Benefits**

|   |   |
|---|---|
| Mortality Rates (Pre-retirement, post-retirement healthy, and disabled) | Update to PUB2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020 |
| Retirement Rates  | Adjusted rates to better fit experience and changed final retirement age from 65 to 70  |
| Withdrawal Rates  | Decreased rates   |
| Disability Rates  | No change   |
| Salary Scale  | No change   |
| Line of Duty Disability   | No change   |
| Discount Rate   | No change   |

**Net GLI OPEB Liability (NOL).** The County’s net OPEB liability for the GLI Program represents the program’s total OPEB liability, less the associated fiduciary net position. As of the measurement date of June 30, 2023, net OPEB liability amounts for the GLI Program are displayed in Illustration 13-5.

| <b>Illustration 13-5</b><br><b>County’s Virginia Retirement System – Group Life Insurance (GLI) Program Other Post-Employment Benefits (OPEB) Plan</b><br><b>Net OPEB Liability</b> |    |                         |                                |                       |  |
|---|----|-------------------------|--------------------------------|-----------------------|--|
| Fiscal Year Ended:  |    | Total OPEB<br>Liability | Plan Fiduciary<br>Net Position | Net OPEB<br>Liability | Net Position as % of<br>Total OPEB Liability |
| June 30, 2024   | \$ | 58,599                  | 40,611                         | 17,988                | 69.3%  |

(Amounts expressed in thousands)

**Long-Term Expected Rate of Return.** The long-term expected rate of return on the VRS investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of VRS investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in Illustration 13-6.

**Illustration 13-6**  
**County's Virginia Retirement System – Group Life Insurance (GLI) Program Other Post-Employment Benefits (OPEB) Plan**  
**Long-Term Expected Rate of Return**  
**For the Year Ended June 30, 2024**

| Asset Class (Strategy)               | Target Allocation                    | Arithmetic Long-Term<br>Expected Rate of Return | Weighted Average<br>Long-Term Expected<br>Rate of Return* |
|--------------------------------------|--------------------------------------|---|---|
| Public Equity                        | 34.00%                               | 6.14%   | 2.09%   |
| Fixed Income                         | 15.00%                               | 2.56%   | 0.38%   |
| Credit Strategies                    | 14.00%                               | 5.60%   | 0.78%   |
| Real Assets                          | 14.00%                               | 5.02%   | 0.70%   |
| Private Equity                       | 16.00%                               | 9.17%   | 1.47%   |
| MAPS - Multi-Asset Public Strategies | 4.00%                                | 4.50%   | 0.18%   |
| PIP - Private Investment Partnership | 2.00%                                | 7.18%   | 0.14%   |
| Cash                                 | 1.00%                                | 1.20%   | 0.01%   |
| Total                                | <u>100.00%</u>                       |   | <u>5.75%</u>  |
|                                      | Inflation                            |   | <u>2.50%</u>  |
|                                      | Expected arithmetic nominal return * |   | <u>8.25%</u>  |

\* The above allocation provides a one-year return of 8.25%. However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the System, stochastic projections are employed to model future returns under various economic conditions. These results provide a range of returns over various time periods that ultimately provide a median return of 7.14%, including expected inflation of 2.50%. On June 15, 2023, the VRS Board elected a long-term rate of return of 6.75%, which was roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14%, including expected inflation of 2.50%.

**Discount Rate.** The discount rate used to measure the total GLI OPEB liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that member contributions and the County will be made in accordance with the VRS funding and policy at rates equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees. Through the fiscal year ending June 30, 2023, the rates contributed by the County for the GLI OPEB Program will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly, which was 100% of the actuarially determined contribution rate. From July 1, 2023 on, employers are assumed to continue to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the GLI OPEB's fiduciary net position was projected to be available to make all projected future benefit payments of eligible employees. Therefore the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total GLI OPEB Liability.

(Amounts expressed in thousands)

**Sensitivity of the Proportionate Share of the Net GLI OPEB Liability to Changes in the Discount Rate.** Illustration 13-7 presents the County’s proportionate share of the net GLI OPEB liability using the discount rate of 6.75%, as well as the County’s proportionate share of the net GLI OPEB liability calculated using a discount rate that is one percentage point lower (5.75%) and one percentage point higher (7.75%) than the current rate.

| <b>Illustration 13-7</b>   |                                   |  |                                   |
|--|-----------------------------------|--|-----------------------------------|
| <b>County’s Virginia Retirement System – Group Life Insurance (GLI) Program Other Post-Employment Benefits (OPEB) Plan</b> |                                   |  |                                   |
| <b>Sensitivity of Net OPEB Liability Discount Rate</b>   |                                   |  |                                   |
| <b>Fiscal Year Ended:</b>  | <b>1.00% Decrease<br/>(5.75%)</b> | <b>Current Discount Rate<br/>(6.75%)</b> | <b>1.00% Increase<br/>(7.75%)</b> |
| June 30, 2024  | \$ 26,663                         | 17,988                                   | 10,973                            |

**Sensitivity of Proportionate Share of the Net GLI OPEB Liability to Changes in Healthcare Costs.** There is no valuation health care cost trend assumption for the VRS GLI Program because the benefit provided to participants is not dependent on medical claims costs, but rather is based on each participant’s compensation

**GLI Fiduciary Net Position.** Detailed information about the Group Life Insurance Program’s Fiduciary Net Position is available in the separately issued VRS 2023 *Annual Comprehensive Financial Report* (Annual Report). A copy of the 2023 VRS Annual Report may be downloaded from the VRS website at <https://www.varetire.org/pdf/publications/2023-annual-report.pdf>, or by writing to the System’s Chief Financial Officer at P.O. Box 2500, Richmond, VA 23218-2500.

**2. County’s Virginia Retirement System (VRS) – Retiree Health Insurance Credit (HIC) Program Other Post-Employment Benefits (OPEB) Plan**

**Plan Description and Administration.** The County’s VRS Retiree Health Insurance Credit (HIC) Program Other Post-Employment Benefits (OPEB) Plan is a multiple-employer, agent defined benefit plan that provides a credit toward the cost of health insurance coverage for retired County employees. The VRS Retiree Health Insurance Credit Program was established pursuant to § 51.1-1400 et seq. of the Code of Virginia, as amended, and which provides the authority under which benefit terms are established or may be amended. All full-time, salaried permanent employees of the County are automatically covered under the VRS HIC OPEB Plan upon employment. This plan is administered by VRS, along with pension and other OPEB plans, for public employer groups in the Commonwealth of Virginia. Members earn one month of service credit toward the benefit for each month they are employed and for which their employer pays contributions to VRS. The retiree health insurance credit is a tax-free reimbursement in an amount set by the General Assembly for each year of service credit against qualified health insurance premiums retirees pay for single coverage, excluding any portion covering the spouse or dependents. The credit cannot exceed the amount of the premiums and ends upon the retiree’s death.

**Summary of Significant Accounting Policies.** For purposes of measuring the net County’s VRS HIC OPEB liability, deferred outflows of resources and deferred inflows of resources related to the County’s VRS HIC OPEB, and the County’s VRS HIC OPEB expense, information about the fiduciary net position of the County’s VRS HIC Plan; and the additions to/deductions from the County’s VRS HIC Plan’s net fiduciary position have been determined on the same basis as they were reported by VRS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

(Amounts expressed in thousands)

**Benefits Provided.** The specific information about the County’s HIC OPEB, including eligibility, coverage and benefits is set out in the table below:

| <b>County’s VRS RETIREE HEALTH INSURANCE CREDIT PROGRAM PROVISIONS</b>   |
|--|
| <p><b>Eligible Employees</b><br/>The County VRS Retiree Health Insurance Credit Program was established July 1, 1993, for retired County employees of employers who elect the benefit and who retire with at least 15 years of service credit.</p> <p>Eligible employees are enrolled automatically upon employment. They include:</p> <ul style="list-style-type: none"> <li>• Full-time permanent salaried employees of the County who are covered under the VRS pension plan.</li> </ul>  |
| <p><b>Benefit Amounts</b><br/>The County’s VRS Retiree Health Insurance Credit Program provides the following benefits for eligible employees:</p> <ul style="list-style-type: none"> <li>• <i>At Retirement</i> – For employees who retire, the monthly benefit is \$1.50 per year of service per month with a maximum benefit of \$45.00 per month.</li> <li>• <i>Disability Retirement</i> – For employees who retire on disability or go on long-term disability under the Virginia Local Disability Program (VLDP), the monthly benefit is \$45.00 per month.</li> </ul>                        |
| <p><b>County VRS Retiree Health Insurance Credit Program Notes:</b></p> <ul style="list-style-type: none"> <li>• The monthly Health Insurance Credit benefit cannot exceed the individual premium amount.</li> <li>• No health insurance credit for premiums paid and qualified under LODA; however, the employee may receive the credit for premiums paid for other qualified health plans.</li> <li>• Employees who retire after being on long-term disability under VLDP must have at least 15 year of service credit to qualify for the Retiree Health Insurance Credit as a retiree.</li> </ul> |

**Employees Covered by Benefit Terms.** As of the June 30, 2023, actuarial valuation, employees covered by the benefit terms of the VRS HIC OPEB Plan are displayed in Illustration 13-8.

| <b>Illustration 13-8</b><br><b>County’s Virginia Retirement System Retiree Health Insurance Credit (HIC) Program</b><br><b>Other Post-Employment Benefits (OPEB) Plan</b><br><b>Plan Membership as of the Valuation Date of June 30, 2022</b> |       |
|---|-------|
| Inactive plan members or their beneficiaries currently receiving benefits   | 1,465 |
| Inactive members:   |       |
| Vested inactive members   | 91    |
| Total inactive members  | 1,556 |
| Active employees  | 4,641 |
| Total covered members   | 6,197 |

**Contributions.** The contributions requirement for active employees is governed by §51.1-1402(E) of the Code of Virginia, as amended, but may be impacted as a result of funding options provided to the County by the Virginia General Assembly. The County’s contractually required employer contribution rate for the year ended June 30, 2024, was 0.19% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2021. The actuarially determined rate was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions from the County to the VRS HIC Program were \$672 and \$584 for the years ended June 30, 2024 and June 30, 2023, respectively.

**Net HIC OPEB Liability (NOL).** The County’s net VRS HIC OPEB liability was measured as of June 30, 2023. The total VRS HIC OPEB liability was determined by an actuarial valuation performed as of June 30, 2022, using updated actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2023.

(Amounts expressed in thousands)

**Actuarial Assumptions.** The total VRS HIC OPEB liability was based on actuarial valuations as of June 30, 2022, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2023 as displayed in Illustration 13-9.

| <b>Illustration 13-9</b><br><b>County's Virginia Retirement System Retiree Health Insurance Credit (HIC) Program</b><br><b>Other Post-Employment Benefits (OPEB) Plan</b><br><b>Actuarial Methods and Assumptions</b> |   |
|---|---|
| Valuation Date  | June 30, 2022   |
| Actuarial Cost Method   | Entry Age Normal  |
| Investment Rate of Return   | 6.75% net investment expense, including inflation*  |
| Inflation   | 2.50%   |
| Healthcare Trend Rate   | N/A - the benefit is not based on healthcare costs but rather on compensation   |
| <b>General Employees:</b>   |   |
| Payroll Growth  | 3.50%-5.35%, includes inflation   |
| Mortality   |   |
| Pre-Retirement  | Pub-2010 Amount Weighted Safety Employee Rates projected generationally; 95% of rates for males; 105% of rates for females set forward 2 years.               |
| Post-Retirement   | Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 110% of rates for males; 105% of rates for females set forward 3 years.       |
| Post-Disablement  | Pub-2010 Amount Weighted General Disabled Rates projected generationally; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years. |
| <b>Public Safety Employees with Hazardous Duty Benefits:</b>  |   |
| Payroll Growth  | 3.50%-4.75%, includes inflation   |
| Mortality   |   |
| Pre-Retirement  | Pub-2010 Amount Weighted Safety Employee Rates projected generationally; 95% of rates for males; 105% of rates for females set forward 2 years.               |
| Post-Retirement   | Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 110% of rates for males; 105% of rates for females set forward 3 years.       |
| Post-Disablement  | Pub-2010 Amount Weighted General Disabled Rates projected generationally; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years. |

The actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2021.

**Changes in Assumptions and Benefit Terms.** Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

(Amounts expressed in thousands)

**Actuarial Assumptions – General Employees**

|   |  |
|---|--|
| Mortality Rates (Pre-retirement, post-retirement healthy, and disabled) | Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020            |
| Retirement Rates  | Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age from 75 to 80 for all |
| Withdrawal Rates  | Adjusted rates to better fit experience at each year age and service through 9 years of service  |
| Disability Rates  | No change  |
| Salary Scale  | No change  |
| Line of Duty Disability   | No change  |
| Discount Rate   | No change  |

**Actuarial Assumptions Public Safety Employees with Hazardous Duty Benefits**

|   |   |
|---|---|
| Mortality Rates (Pre-retirement, post-retirement healthy, and disabled) | Update to PUB2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020 |
| Retirement Rates  | Adjusted rates to better fit experience and changed final retirement age from 65 to 70  |
| Withdrawal Rates  | Decreased rates   |
| Disability Rates  | No change   |
| Salary Scale  | No change   |
| Line of Duty Disability   | No change   |
| Discount Rate   | No change   |

(Amounts expressed in thousands)

**Long-Term Expected Rate of Return.** The long-term expected rate of return on the VRS investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of VRS investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in Illustration 13-10.

**Illustration 13-10**  
**County’s Virginia Retirement System – Retiree Health Insurance Credit (HIC) Program**  
**Other Post-Employment Benefits (OPEB) Plan**  
**Long-Term Expected Rate of Return**  
**For the Year Ended June 30, 2024**

| Asset Class (Strategy)               | Target Allocation                    | Arithmetic Long-Term<br>Expected Rate of Return | Weighted Average<br>Long-Term Expected<br>Rate of Return* |
|--------------------------------------|--------------------------------------|---|---|
| Public Equity                        | 34.00%                               | 6.14%   | 2.09%   |
| Fixed Income                         | 15.00%                               | 2.56%   | 0.38%   |
| Credit Strategies                    | 14.00%                               | 5.60%   | 0.78%   |
| Real Assets                          | 14.00%                               | 5.02%   | 0.70%   |
| Private Equity                       | 16.00%                               | 9.17%   | 1.47%   |
| MAPS - Multi-Asset Public Strategies | 4.00%                                | 4.50%   | 0.18%   |
| PIP - Private Investment Partnership | 2.00%                                | 7.18%   | 0.14%   |
| Cash                                 | 1.00%                                | 1.20%   | 0.01%   |
| Total                                | <u>100.00%</u>                       |   | <u>5.75%</u>  |
|                                      | Inflation                            |   | <u>2.50%</u>  |
|                                      | Expected arithmetic nominal return * |   | <u>8.25%</u>  |

\* The above allocation provides a one-year expected return of 8.25%. However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the System, stochastic projections are employed to model future returns under various economic conditions. These results provide a range of returns over various time periods that ultimately provide a median return of 7.14%, including expected inflation of 2.50%. On June 15, 2023, the VRS Board elected a long-term rate of return of 6.75%, which was roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14%, including expected inflation of 2.50%.

**Discount Rate.** The discount rate used to measure the total VRS HIC OPEB liability was 6.75%. The projection of cash flows used to determine the discount rates assumed that contributions will be made in accordance with the VRS funding policy at rates equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees and the member rate. Through the fiscal year ending June 30, 2023, the rates contributed by the County for the VRS HIC OPEB will be subject to the portion of the VRS Board- certified rates that are funded by the Virginia General Assembly, which was 100% of the actuarially determined contribution rate. From July 1, 2023, on, employers are assumed to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the VRS HIC OPEB fiduciary net position was projected to be available to make all projected future benefit payments of eligible employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total VRS HIC OPEB liability.

(Amounts expressed in thousands)

**Changes in Net VRS HIC OPEB Liability.** Illustration 13-11 presents the change in the net OPEB liability from June 30, 2022 to June 30, 2023, which is the measurement date for the fiscal year ended June 30, 2024.

| <b>Illustration 13-11</b>   |                                 |  |                               |
|---|---------------------------------|--|-------------------------------|
| <b>County's Virginia Retirement System</b>  |                                 |  |                               |
| <b>Retiree Health Insurance Credit (HIC) Program Other Post-Employment Benefits (OPEB) Plan</b> |                                 |  |                               |
| <b>Changes in Net OPEB Liability</b>  |                                 |  |                               |
|   | <b>Total OPEB<br/>Liability</b> | <b>Plan Fiduciary<br/>Net Position -<br/>Increase<br/>(Decrease)</b> | <b>Net OPEB<br/>Liability</b> |
| Balances on June 30, 2022 for FY 2023   | \$ 9,231                        | 4,754  | 4,477                         |
| Changes for the year:   |                                 |  |                               |
| Service cost  | 179                             | -  | 179                           |
| Interest  | 614                             | -  | 614                           |
| Differences between expected and actual experience  | 249                             | -  | 249                           |
| Contributions - employer  | -                               | 584  | (584)                         |
| Net investment income   | -                               | 286  | (286)                         |
| Benefit payments, including refund of employee contributions                                    | (616)                           | (616)  | -                             |
| Administrative expenses   | -                               | (7)  | 7                             |
| Other costs   | -                               | 4  | (4)                           |
| Net changes   | 426                             | 251  | 175                           |
| Balances on June 30, 2023 for FY 2024   | \$ 9,657                        | 5,005  | 4,652                         |

**Sensitivity of the Net VRS HIC OPEB Liability to Changes in the Discount Rate.** Illustration 13-12 presents the County VRS HIC's net OPEB liability measured as of June 30, 2023, for the fiscal year ended June 30, 2024, using the discount rate of 6.75%, as well as the County's net OPEB liability calculated using a discount rate that is one percentage point lower (5.75%) and one percentage point higher (7.75%) than the current rate.

| <b>Illustration 13-12</b>   |                                   |  |                                   |
|---|-----------------------------------|--|-----------------------------------|
| <b>County's Virginia Retirement System</b>  |                                   |  |                                   |
| <b>Retiree Health Insurance Credit (HIC) Program Other Post-Employment Benefits (OPEB) Plan</b> |                                   |  |                                   |
| <b>Sensitivity of Net OPEB Liability Discount Rate</b>  |                                   |  |                                   |
| <b>Fiscal Year Ended:</b>   | <b>1.00% Decrease<br/>(5.75%)</b> | <b>Current Discount Rate<br/>(6.75%)</b> | <b>1.00% Increase<br/>(7.75%)</b> |
| June 30, 2024   | \$ 5,703                          | 4,652                                    | 3,761                             |

**Sensitivity of the Net VRS HIC OPEB Liability to Changes in Healthcare Costs.** There is no valuation health care cost trend assumption for the VRS HIC Program because the benefit provided to participants is not dependent on medical claims costs, but rather is based on each participant's insurance premiums paid.

(Amounts expressed in thousands)

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to VRS Health Insurance Credit Program OPEB.** For the year ended June 30, 2024, the County recognized VRS HIC OPEB expense of \$596. On June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to the County VRS HIC OPEB Plan as displayed in Illustration 13-13.

| <b>Illustration 13-13</b><br><b>County's Virginia Retirement System</b><br><b>Retiree Health Insurance Credit (HIC) Program Other Post-Employment Benefits (OPEB) Plan</b><br><b>Deferred Outflows and (Inflows) of Resources</b><br><b>June 30, 2024</b> |                                      |                                     |
|---|--------------------------------------|-------------------------------------|
|   | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
| Differences between expected and actual experience  | \$ 363                               | 132                                 |
| Change in actuarial assumptions   | 601                                  | 15                                  |
| Net difference between projected and actual earnings on OPEB plan investments   | -                                    | 48                                  |
| Employer contributions subsequent to the measurement date   | 672                                  | -                                   |
| Total   | \$ 1,636                             | 195                                 |

\$672 of the reported as VRS HIC's deferred outflows of resources is related to the County's contributions made subsequent to the measurement date and will be recognized as a reduction of the Net VRS HIC's OPEB Liability in the Fiscal Year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the VRS HIC OPEB Plan will be recognized in the VRS HIC OPEB expense in future reporting periods displayed in Illustration 13-14.

| <b>Illustration 13-14</b><br><b>County's Virginia Retirement System</b><br><b>Retiree Health Insurance Credit (HIC) Program Other Post-Employment Benefits (OPEB) Plan</b><br><b>Amortization of Deferred Outflows and (Inflows) of Resources</b> |    |     |
|---|----|-----|
| Fiscal Year Ending June 30,   |    |     |
| 2025  | \$ | 121 |
| 2026  |    | 97  |
| 2027  |    | 230 |
| 2028  |    | 130 |
| 2029  |    | 111 |
| Thereafter  |    | 80  |
| Total   | \$ | 769 |

**VRS HIC Fiduciary Net Position.** Information about the VRS Political Subdivision Health Insurance Credit Program is available in the separately issued VRS 2023 *Annual Comprehensive Financial Report*. A copy of the 2023 VRS Annual Report may be downloaded from the VRS website at [varetire.org/pdf/publications/2023-annual-report.pdf](http://varetire.org/pdf/publications/2023-annual-report.pdf), or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA 23218-2500.

(Amounts expressed in thousands)

**B. County's Other Post-Employment Benefits (OPEB) Master Trust Plans**

**Plan Descriptions and Administration.** The Prince William County Other Post-Employment Benefits (OPEB) Master Trust Fund, administered by Prince William County (the County) and the OPEB Master Trust Fund Finance Board (the Trustees), was established by the County Board on June 23, 2009, by Resolution No. 09-544 to provide funding for benefit payments on behalf of retirees and Consolidated Omnibus Budget Reconciliation Act (COBRA) participants. On June 30, 2009, funds were transferred to establish separate trust fund accounts for the four single- employer, defined benefit OPEB plans operating under the OPEB Master Trust:

- Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan)
- Prince William County Post-Retirement Medical Benefits Retiree Health Insurance Credit Plan (County RHICP)
- Prince William County Line of Duty Act Plan (LODA Plan)

The County participates in the County Premium Plan, County RHICP, and LODA Plan. The County Board approves the terms of their participating OPEB Master Trust Plans, and the Trustees administer the activity of the plans. The Trustees are comprised of three members: two finance directors representing the employer and one citizen member. The County does not issue separate stand- alone financial reports for their plans.

Contributions and earnings on the contributions to the OPEB Master Trust are irrevocable and can only be used by the Trust. All OPEB Trust plan assets are dedicated to providing OPEB benefits to plan members in accordance with benefit terms. OPEB plan assets are legally protected from the creditors of the County, Schools and the OPEB Trust Board and are legally protected from creditors of any plan members.

Illustration 13-15 is a summary of the Statement of Fiduciary Net Position of the Master Trust Fund Plans. See the proceeding discussion for further information on each plan.

| <b>Illustration 13-15</b>  |                                    |                     |                  |  |  |
|--|------------------------------------|---------------------|------------------|--|--|
| <b>Prince William County – OPEB Master Trust Fund Statement of Fiduciary Net Positions</b> |                                    |                     |                  |  |  |
| <b>June 30, 2024</b>   |                                    |                     |                  |  |  |
|  | <b>County<br/>Premium<br/>Plan</b> | <b>County RHICP</b> | <b>LODA Plan</b> | <b>School Board<br/>Premium<br/>Plan</b> | <b>Total OPEB<br/>Master<br/>Trust</b> |
| <b>Assets:</b>   |                                    |                     |                  |  |  |
| Restricted investments   | \$ 26,642                          | 27,535              | 28,448           | 59,246                                   | 141,871                                |
| Total assets   | <u>26,642</u>                      | <u>27,535</u>       | <u>28,448</u>    | <u>59,246</u>                            | <u>141,871</u>                         |
| <b>Liabilities:</b>  |                                    |                     |                  |  |  |
| Accounts payable   | 1,054                              | 2,313               | 993              | 8  | 4,368                                  |
| Total liabilities  | <u>1,054</u>                       | <u>2,313</u>        | <u>993</u>       | <u>8</u>                                 | <u>4,368</u>                           |
| <b>Net position:</b>   |                                    |                     |                  |  |  |
| Net position restricted for OPEB   | 25,588                             | 25,222              | 27,455           | 59,238                                   | 137,503                                |
| Total net position   | <u>\$ 25,588</u>                   | <u>25,222</u>       | <u>27,455</u>    | <u>59,238</u>                            | <u>137,503</u>                         |

(Amounts expressed in thousands)

Illustration 13-16 is a summary of the Statement of Changes in Fiduciary Net Position of the Master Trust Fund Plans.

| <b>Illustration 13-16</b><br><b>Prince William County – OPEB Master Trust Fund</b><br><b>Statement of Changes in Fiduciary Net Position</b><br><b>For the year ended June 30, 2024</b> |                        |                 |               |                              |                            |
|--|------------------------|-----------------|---------------|------------------------------|----------------------------|
|  | County<br>Premium Plan | County<br>RHICP | LODA<br>Plan  | School Board<br>Premium Plan | Total OPEB<br>Master Trust |
| <b>Additions:</b>  |                        |                 |               |                              |                            |
| Employer contributions   | \$ 1,528               | 2,437           | 1,968         | 1,501                        | 7,434                      |
| <b>Total contributions</b>   | <b>1,528</b>           | <b>2,437</b>    | <b>1,968</b>  | <b>1,501</b>                 | <b>7,434</b>               |
| <b>Investment income:</b>  |                        |                 |               |                              |                            |
| Total investment income (loss)   | 3,025                  | 2,707           | 3,570         | 6,868                        | 16,170                     |
| Less: investment expense   | (38)                   | (34)            | (45)          | (87)                         | (204)                      |
| <b>Net investment income</b>   | <b>2,987</b>           | <b>2,673</b>    | <b>3,525</b>  | <b>6,781</b>                 | <b>15,966</b>              |
| <b>Total additions</b>   | <b>4,515</b>           | <b>5,110</b>    | <b>5,493</b>  | <b>8,282</b>                 | <b>23,400</b>              |
| <b>Deductions:</b>   |                        |                 |               |                              |                            |
| Benefit payments   | 1,050                  | 2,310           | 943           | 1,501                        | 5,804                      |
| <b>Total deductions</b>  | <b>1,050</b>           | <b>2,310</b>    | <b>943</b>    | <b>1,501</b>                 | <b>5,804</b>               |
| <b>Change in net position:</b>   | <b>3,465</b>           | <b>2,800</b>    | <b>4,550</b>  | <b>6,781</b>                 | <b>17,596</b>              |
| Net position, beginning of year  | 22,123                 | 22,422          | 22,905        | 52,457                       | 119,907                    |
| <b>Net position, end of year</b>   | <b>\$ 25,588</b>       | <b>25,222</b>   | <b>27,455</b> | <b>59,238</b>                | <b>137,503</b>             |

**Long-Term Expected Rate of Return.** All OPEB Master Trust Plans' assets are commingled for investment purposes. However, only the assets for each Plan can be used to pay for the benefits of that specific Plan. The long-term expected rate of return on the County's OPEB Master Trust Plan's investments is derived using an economic building block approach that projects economic and corporate profit growth and takes into consideration the fundamental factors driving long-term real economic growth, expectations for inflation, productivity, and labor force growth. The target asset allocation and best estimate of geometric rates of return for each major asset class are summarized in Illustration 13-17.

(Amounts expressed in thousands)

**Illustration 13-17**  
**Prince William County – OPEB Master Trust Fund**  
**Long-Term Expected Rate of Return**  
**For the Year Ended June 30, 2024**

| Asset Class                           | Target Allocation | Capital Market Assumptions        | Expected Long-term Rate of Return* |
|---------------------------------------|-------------------|-----------------------------------|------------------------------------|
| OPEB Master Trust Fund Investments:   |                   |                                   |                                    |
| Domestic Equity                       | 40.0%             | 7.5%                              | 5.0%                               |
| International Developed Equity        | 15.0%             | 7.1%                              | 4.6%                               |
| International Emerging Markets Equity | 5.0%              | 7.4%                              | 4.9%                               |
| Core Bonds                            | 20.0%             | 4.7%                              | 2.2%                               |
| Investment Grade Corporate Debt       | 10.0%             | 5.4%                              | 2.9%                               |
| Emerging Markets Debt                 | 5.0%              | 6.0%                              | 3.5%                               |
| High Yield                            | 5.0%              | 6.8%                              | 4.3%                               |
|                                       | <u>100.0%</u>     |                                   |                                    |
|                                       |                   | Inflation                         | 2.5%                               |
|                                       |                   | Long-Term Expected Rate of Return | <u>6.8%</u>                        |

\*Net of inflation

**Money Weighted Rate of Return.** The annual money-weighted rate of return on OPEB plan investments calculated as the internal rate of return, net of plan investment expenses, is 12.61%. The money-weighted rate of return expresses investment performance, net of investment expenses, and adjusted for the changing amounts actually invested.

**1. Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan)**

**Plan Descriptions and Administration.** The Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan) covers eligible retired employees and Consolidated Omnibus Budget Reconciliation Act (COBRA) eligible employees of the County, including all departments and agencies. The County Premium Plan provides limited health, dental and vision insurance benefits to eligible retirees and their eligible family members. To receive the subsidy, the participant must be eligible to retire or eligible for COBRA coverage and have coverage under the medical plan prior to termination. All employees who are retiree eligible or COBRA eligible have access to medical coverage. Dependents, including surviving spouses, are permitted access to medical coverage. No access to medical coverage is permitted after age 65. Eligible employees must elect coverage immediately upon retirement. Employees who terminate prior to retirement eligibility are not eligible for the County Premium Plan. Terminated employees can elect COBRA coverage for up to eighteen months if previously enrolled in the County Premium Plan. Terminated plan members and beneficiaries are required to pay 100% of published blended premium rates to the County.

**Employees Covered by Benefit Terms.** Illustration 13-18 summarizes the membership in the OPEB Master Trust Fund – County Premium Plan as of January 1, 2024, the latest actuarial valuations for the County.

**Illustration 13-18**  
**Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan)**  
**Plan Membership as of the Valuation Date of January 1, 2024**

|                                     |              |
|-------------------------------------|--------------|
| Active employees                    | 3,818        |
| Inactive members receiving benefits | 249          |
| Total covered members               | <u>4,067</u> |

**Contributions.** Contribution requirements are established and may be amended by the County Board at any time via approved resolution. The County Board must provide 30 days' notice to establish new requirements or amend existing requirements including contributions to the Plan per Article X of the Trust Agreement. The County intends to contribute the entire annually actuarially determined contribution and invoices the Plan to recover the claims and administrative costs paid for during the fiscal year.

The County contributed \$1,528 to the OPEB Master Trust's County Premium Plan for the year ended June 30, 2024. The contribution

(Amounts expressed in thousands)

amounts was determined using the actuarial valuations performed as of January 1, 2024 and valuation rolled forward to June 30, 2024. The actuarially determined contribution amount was derived with the expectation of financing costs for members benefits earned during the current fiscal year and include an additional amount to finance any unfunded accrued liability, if needed.

**Net County Premium Plan OPEB Liability (NOL).** The County’s net OPEB liability was measured as of June 30, 2024. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of January 1, 2024, using actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

The components of the net position liability for the County Premium Plan of the OPEB Master Trust Fund as of June 30, 2024 are shown in Illustration 13-19.

| <b>Illustration 13-19</b>  |    |                             |                                    |                           |  |
|--|----|-----------------------------|------------------------------------|---------------------------|--|
| <b>Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan)</b> |    |                             |                                    |                           |  |
| <b>Net OPEB Liability</b>  |    |                             |                                    |                           |  |
| <b>Fiscal Year Ended:</b>  |    | <b>Total OPEB Liability</b> | <b>Plan Fiduciary Net Position</b> | <b>Net OPEB Liability</b> | <b>Net Position as % of Total OPEB Liability</b> |
| June 30, 2024  | \$ | 38,945                      | 25,589                             | 13,356                    | 65.71%   |

**Actuarial Assumptions.** The total OPEB liability for employees in the County’s Premium Plan in the Master Trust Fund was calculated using the actuarial valuation performed as of January 1, 2024, using the Entry Age Normal actuarial cost method and the assumptions displayed in Illustration 13-20, applied to all periods included in the measurement year and rolled forward to the measurement date of June 30, 2024.

| <b>Illustration 13-20</b>  |   |
|--|---|
| <b>Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan)</b> |   |
| <b>Actuarial Methods and Assumptions</b>   |   |
| Valuation Date   | January 1, 2024   |
| Actuarial Cost Method  | Entry Age Normal  |
| Amortization Method  | Level Percentage of Projected Payroll, closed                                     |
| Remaining Amortization Period  | 14 years  |
| Asset Valuation Method   | Fair Value of Assets  |
| Investment Rate of Return  | 6.75%, net of expenses  |
| Inflation  | 2.60%   |
| Payroll Growth   | 3.00%   |
| Healthcare Cost Trend Rates  | 7.5% base; 4.04% ultimate (pre-Medicare); does not provide post-Medicare coverage |

**Changes in Assumptions and Benefit Terms.** Changes to the actuarial assumptions related to the net position liability that was measured as of June 30, 2024 are as follows:

|  |  |
|--|--|
| Mortality Rates (Pre-retirement, post- retirement healthy, and disabled) | Pub-2010 General Employees Headcount-Weighted Mortality Projected with Fully Generational MP2021 Mortality Improvement Scale |
| Disability Rate for Sworn Officers                                       | Increased from 60% to 70%  |

**Discount Rate.** The discount rate used to measure the total OPEB liability for the County’s Premium Plan was 6.75%. The projection of cash flows used to determine the discount rate assumed that the County intends to contribute the full contribution amount actuarially determined and charge the Trust to recover any payments made for claims, net of retiree and COBRA insured premiums, made by the County during the current fiscal year. Since the Plan’s current target allocation is 60% equity and 40% fixed income, the discount rate is realized. The returns presented below are calculated using geometric return projections based on long-term capital market assumptions. As a result, the Trust’s fiduciary net position was projected to be available to make all projected benefit payments for eligible members. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total OPEB liability.

(Amounts expressed in thousands)

**Changes in the Net County Premium Plan OPEB Liability.** Illustration 13-21 presents the changes in net OPEB liability from June 30, 2024 to June 30, 2023.

| <b>Illustration 13-21</b>  |                             |  |                           |
|--|-----------------------------|--|---------------------------|
| <b>Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan)</b> |                             |  |                           |
| <b>Changes in Net OPEB Liability</b>   |                             |  |                           |
|  | <b>Total OPEB Liability</b> | <b>Plan Fiduciary Net Position - Increase (Decrease)</b> | <b>Net OPEB Liability</b> |
| Balances on June 30, 2023 for FY 2023  | \$ 29,850                   | 22,124   | 7,726                     |
| Changes for the year:  |                             |  |                           |
| Service cost   | 1,526                       | -  | 1,526                     |
| Interest   | 1,979                       | -  | 1,979                     |
| Differences between expected and actual experience   | 6,241                       | -  | 6,241                     |
| Changes in assumptions   | 399                         | -  | 399                       |
| Contributions - employer   | -                           | 1,528  | (1,528)                   |
| Net investment income  | -                           | 2,987  | (2,987)                   |
| Benefit payments, including refund of employee contributions                                     | (1,050)                     | (1,050)  | -                         |
| Net changes  | 9,095                       | 3,465  | 5,630                     |
| Balances on June 30, 2024 fo FY 2024   | \$ 38,945                   | 25,589   | 13,356                    |

**Sensitivity of the Net County Premium Plan OPEB Liability to Changes in the Discount Rate.** Illustration 13-22 presents the net OPEB liability of the County Premium Plan using the discount rate of 6.75%, as well as the net OPEB liability calculated using a discount rate that is one percentage point lower (5.75%) and one percentage point higher (7.75%) than the current rate.

| <b>Illustration 13-22</b>  |                               |                                      |                               |
|--|-------------------------------|--------------------------------------|-------------------------------|
| <b>Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan)</b> |                               |                                      |                               |
| <b>Sensitivity of Net OPEB Liability to Changes in the Discount Rate</b>                         |                               |                                      |                               |
| <b>June 30, 2024</b>   |                               |                                      |                               |
|  | <b>1.00% Decrease (5.75%)</b> | <b>Current Discount Rate (6.75%)</b> | <b>1.00% Increase (7.75%)</b> |
| County's Net OPEB liability  | \$ 16,842                     | 13,356                               | 10,233                        |

**Sensitivity of the Net County Premium Plan OPEB Liability to Changes in the Healthcare Cost Trend Rate.** Illustration 13-23 presents the net OPEB liability of the County Premium Plan using the current Healthcare Cost Trend Rate of 7.50% base with an 4.04% ultimate Medicare coverage and it is not applicable to post-Medicare coverage as well as the net OPEB liability (asset) calculated using a healthcare cost trend rate that is one percentage point lower (3.04%) and one percentage point higher (5.04%) than the current rate.

| <b>Illustration 13-23</b>  |                             |                              |                               |
|--|-----------------------------|------------------------------|-------------------------------|
| <b>Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan)</b> |                             |                              |                               |
| <b>Sensitivity of Net OPEB Liability (Asset) to Changes in the Medical Trend Rate</b>            |                             |                              |                               |
| <b>June 30, 2024</b>   |                             |                              |                               |
|  | <b>1.00% Decrease 3.04%</b> | <b>Medical Trend (4.04%)</b> | <b>1.00% Increase (5.04%)</b> |
| County's Net OPEB Liability  | \$ 9,332                    | 13,356                       | 18,086                        |

(Amounts expressed in thousands)

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the County Premium Plan.** For the year ended June 30, 2024, the County Premium Plan recognized OPEB expense of \$1,836. On June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the sources presented in Illustration 13-24.

| <b>Illustration 13-24</b>  |   |  |
|--|---|--|
| <b>Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan)</b> |   |  |
| <b>Deferred Outflows and (Inflows) of Resources</b>  |   |  |
| <b>June 30, 2024</b>   |   |  |
|  | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
| Differences between expected and actual experience   | \$ 6,029                                  | 758                                      |
| Change in actuarial assumptions  | 350                                       | 864                                      |
| Net difference between projected and actual earnings on OPEB plan                                | -   | 376                                      |
| <b>Total</b>   | <b>\$ 6,379</b>                           | <b>1,998</b>                             |

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in the County Premium Plan's OPEB expense in future reporting periods displayed by Illustration 13-25.

| <b>Illustration 13-25</b>  |                 |
|--|-----------------|
| <b>Prince William County Post-Retirement Medical Benefits Premium Plan (County Premium Plan)</b> |                 |
| <b>Amortization of Deferred Outflows and (Inflows) of Resources</b>                              |                 |
| <b>Fiscal Year Ending June 30,</b>   |                 |
| 2025   | \$ (168)        |
| 2026   | 1,332           |
| 2027   | 326             |
| 2028   | 479             |
| 2029   | 755             |
| Thereafter   | 1,657           |
| <b>Total</b>   | <b>\$ 4,381</b> |

**2. Prince William County Post-Retirement Medical Benefits Retiree Health Insurance Credit (County RHICP) Plan**

**Plan Description and Administration.** The Prince William County Post-Retirement Medical Benefits Retiree Health Insurance Credit Plan (County RHICP) covers eligible employees or former employees of the County including all departments and agencies. The RHICP provides \$0.0055 per month, per year of service (maximum 30 years) paid for life towards the purchase of a medical insurance plan. Disabled employees receive the full 30-year allowance. However, employees disabled in-service, where the County pays the entire cost of insurance, do not receive the subsidy. The medical insurance plan can be the County Premium Plan or any health plan of the retiree's choosing. To receive the subsidy, the retiree must have 15 years of service with the County and must be receiving a pension payment from the VRS or the County Supplemental Pension Plan. Terminated vested employees are allowed. The health insurance credit cannot be used for spousal coverage. The retirees are granted the option to participate by paying 100% of their monthly health insurance premium towards the County Premium Plan less \$0.0055 times years of service for a maximum health insurance credit rate of \$0.165 from the County.

(Amounts expressed in thousands)

**Employees Covered by Benefit Terms.** Illustration 13-26 summarizes the membership in the County RHICP as of January 1, 2024 the latest actuarial valuations for the County.

| <b>Illustration 13-26</b>   |              |
|---|--------------|
| <b>Prince William County Post-Retirement Medical Benefits Retiree Health Insurance Credit (County RHICP) Fund</b> |              |
| <b>Plan Membership as of the Valuation Date of January 1, 2024</b>  |              |
| Active employees  | 5,134        |
| Inactive members receiving benefits   | 1,250        |
| Total covered members   | <u>6,384</u> |

**Contributions.** Contribution requirements are established and may be amended by the County Board at any time via approved resolution. The County Board must provide 30 days' notice to establish new requirements or amend existing requirements including contributions to the Plan per Article X of the Trust Agreement. The County intends to contribute the entire annually actuarially determined contribution and invoices the Plan to recover the claims and administrative costs paid for during the fiscal year.

The County contributed \$3,067 to the County RHICP for the year ended June 30, 2024. The contribution amounts were determined using the actuarial valuations performed as of January 1, 2024 and rolled forward to June 30, 2024. The actuarially determined contribution amount was derived with the expectation of financing costs for members benefits earned during the current fiscal year and include an additional amount to finance any unfunded accrued liability, if needed.

**Net County RHICP OPEB Liability (NOL).** The County's net OPEB liability was measured as of June 30, 2024. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation performed as of January 1, 2024, using actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024. The components of the net OPEB liability for the OPEB Master Trust's County RHICP are shown in Illustration 13-27.

| <b>Illustration 13-27</b>   |    |                             |                                    |                           |  |
|---|----|-----------------------------|------------------------------------|---------------------------|--|
| <b>Prince William County Post-Retirement Medical Benefits Retiree Health Insurance Credit (County RHICP) Fund</b> |    |                             |                                    |                           |  |
| <b>Net OPEB Liability</b>   |    |                             |                                    |                           |  |
| <b>Fiscal Year Ended:</b>   |    | <b>Total OPEB Liability</b> | <b>Plan Fiduciary Net Position</b> | <b>Net OPEB Liability</b> | <b>Net Position as % of Total OPEB Liability</b> |
| June 30, 2024   | \$ | 44,446                      | 25,222                             | 19,224                    | 56.75%   |

**Actuarial Assumptions.** The total OPEB liability for employees in the County's RHICP was calculated using the actuarial valuation performed as of January 1, 2024, using the Entry Age Normal actuarial cost method and the assumptions displayed in Illustration 13-28, applied to all periods included in the measurement year and rolled forward to the measurement date of June 30, 2024.

| <b>Illustration 13-28</b>   |  |
|---|--|
| <b>Prince William County Post-Retirement Medical Benefits Retiree Health Insurance Credit (County RHICP) Fund</b> |  |
| <b>Actuarial Methods and Assumptions</b>  |  |
| Valuation Date  | January 1, 2024  |
| Actuarial Cost Method   | Entry Age Normal   |
| Amortization Method   | Level Percentage of Projected Pay, closed                                  |
| Remaining Amortization Period   | 14 years, closed   |
| Asset Valuation Method  | Fair Value of Assets   |
| Investment Rate of Return   | 6.75%, net of expenses   |
| Inflation   | N/A  |
| Payroll Growth  | 3.00%  |
| Healthcare Cost Trend Rates   | Not applicable - This Plan does not depend on healthcare cost trend rates. |

(Amounts expressed in thousands)

**Changes in Assumptions and Benefit Terms.** Changes to the actuarial assumptions related to the net position liability that was measured as of June 30, 2024 are as follows:

|   |  |
|---|--|
| Mortality Rates (Pre-retirement, post-retirement healthy, and disabled) | Pub-2010 General Employees Headcount-Weighted Mortality Projected with Fully Generational MP2021 Mortality Improvement Scale |
| Disability Rate for Sworn Officers                                      | Increased from 60% to 70%  |

**Discount Rate.** The discount rate used to measure the total OPEB liability for the County’s RHICP was 6.75%. The projection of cash flows used to determine the discount rate assumed that the County intends to contribute the full contribution amount actuarially determined and charge the Trust to recover any payments made for claims, net of retiree and COBRA insured premiums, made by the County during the current fiscal year. Since the Plan’s current target allocation is 60% equity and 40% fixed income, the discount rate is realized. The returns presented below are calculated using geometric return projections based on long-term capital market assumptions. As a result, the Trust’s fiduciary net position was projected to be available to make all projected benefit payments for eligible members. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total OPEB liability.

**Changes in Net County RHICP OPEB Liability.** Illustration 13-29 presents the changes in net pension liability from June 30, 2024 to June 30, 2024.

| <b>Illustration 13-29</b>   |                             |  |                           |
|---|-----------------------------|--|---------------------------|
| <b>Prince William County Post-Retirement Medical Benefits Retiree Health Insurance Credit (County RHICP) Fund</b> |                             |  |                           |
| <b>Changes in Net OPEB Liability</b>  |                             |  |                           |
|   | <b>Total OPEB Liability</b> | <b>Plan Fiduciary Net Position - Increase (Decrease)</b> | <b>Net OPEB Liability</b> |
| Balances on June 30, 2023 for FY 2023   | \$ 43,605                   | 22,422   | 21,183                    |
| Changes for the year:   |                             |  |                           |
| Service cost  | 902                         | -  | 902                       |
| Interest  | 2,865                       | -  | 2,865                     |
| Changes in benefit terms  | 3,689                       | -  | 3,689                     |
| Differences between expected and actual experience  | (3,877)                     | -  | (3,877)                   |
| Changes in assumptions  | (428)                       | -  | (428)                     |
| Contributions - employer  | -                           | 2,437  | (2,437)                   |
| Net investment income   | -                           | 2,673  | (2,673)                   |
| Benefit payments, including refund of employee contributions  | (2,310)                     | (2,310)  | -                         |
| Net changes   | 841                         | 2,800  | (1,959)                   |
| Balances on June 30, 2024 for FY 2024   | \$ 44,446                   | 25,222   | 19,224                    |

(Amounts expressed in thousands)

**Sensitivity of the Net County RHICP OPEB Liability to Changes in the Discount Rate.** Illustration 13-30 presents the net OPEB liability of the County using the discount rate of 6.75%, as well as the County's net OPEB liability calculated using a discount rate that is one percentage point lower (5.75%) and one percentage point higher (7.75%) than the current rate.

| <b>Illustration 13-30</b>   |                                   |  |                                   |
|---|-----------------------------------|--|-----------------------------------|
| <b>Prince William County Post-Employment Medical Benefits Retiree Health Insurance Credit (County RHICP) Fund</b> |                                   |  |                                   |
| <b>Sensitivity of Net OPEB Liability to Changes in the Discount Rate</b>  |                                   |  |                                   |
| <b>June 30, 2024</b>  |                                   |  |                                   |
|   | <b>1.00% Decrease<br/>(5.75%)</b> | <b>Current Discount Rate<br/>(6.75%)</b> | <b>1.00% Increase<br/>(7.75%)</b> |
| County's Net OPEB Liability   | \$ 24,672                         | 19,224                                   | 14,661                            |

**Sensitivity of the Net County RHICP OPEB Liability to Changes in the Healthcare Cost Trend Rate.** There is no valuation health care cost trend assumption for the Prince William County Credit Plan because the benefit provided to participants is not dependent on medical claims costs, but rather is equal to \$6.50 per month per year of service, up to a maximum of 30 years.

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the County RHICP.** For the year ended June 30, 2024, the County recognized OPEB expense of \$5,671. On June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the sources displayed in Illustration 13-31.

| <b>Illustration 13-31</b>   |   |  |
|---|---|--|
| <b>Prince William County Post-Retirement Medical Benefits Retiree Health Insurance Credit (County RHICP) Fund</b> |   |  |
| <b>Deferred Outflows and (Inflows) of Resources</b>   |   |  |
| <b>June 30, 2023</b>  |   |  |
|   | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred<br/>Inflows of<br/>Resources</b> |
| Differences between expected and actual experience  | \$ 1,938                                      | 3,836  |
| Change in actuarial assumptions   | 246   | 670  |
| Net difference between projected and actual earnings on OPEB plan investments                                     | 77  | -  |
| Total   | \$ 2,261                                      | 4,506  |

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in the County RHICP's OPEB expense in future reporting periods as shown in Illustration 13-32.

| <b>Illustration 13-32</b>  |            |
|--|------------|
| <b>Prince William County Post-Employment Retirement Medical Benefits Retiree Health Insurance Credit (County RHICP) Fund</b> |            |
| <b>Amortization of Deferred Outflows and (inflows) of Resources</b>  |            |
| <b>Fiscal Year Ending June 30,</b>   |            |
| 2025   | \$ (334)   |
| 2026   | 411        |
| 2027   | (497)      |
| 2028   | (479)      |
| 2029   | (218)      |
| Thereafter   | (1,128)    |
| Total  | \$ (2,245) |

(Amounts expressed in thousands)

### 3. Prince William County Line of Duty Act (LODA) Plan

**Plan Descriptions and Administration.** The County’s Line of Duty Act (LODA) is authorized by the Code of Virginia §9.1-400 et seq. On June 5, 2012, the Board of County Supervisors authorized Resolution No. 12-588, pursuant to paragraph B2 of Item 258 of the Commonwealth Appropriations Act, to make an irrevocable election not to participate in the Commonwealth Line of Duty Act Fund on July 1, 2012. The County has assumed all responsibility for existing, pending or prospective claims for benefits approved and associated administrative costs made by the State Comptroller on behalf of Prince William County. On June 17, 2014, the Board of County Supervisors authorized Resolution No. 14-391 establishing the Line of Duty Act sub-account to fund covered employees and authorized annual contributions to the OPEB Master Trust Fund. The beginning liability for fiscal year 2014 was also transferred to the OPEB Master Trust Fund.

The County LODA Plan provides death, disability and healthcare benefits for public safety employees and volunteer firefighters who hold specified hazardous duty positions and who die or who become permanently disabled in the line of duty. The LODA Plan includes a \$100 life insurance benefit for death occurring as a direct or proximate result of duties, a \$25 death benefit for death by presumptive clause within five years of retirement, and lifetime medical benefits for the disabled employee and their surviving spouse with certified children covered to age 26, comparable to the medical coverage held by the deceased or disabled employee or volunteer at the time of the qualifying incident.

To be eligible to receive LODA benefits, the disabled or deceased employee or volunteer must be certified by the Virginia Department of Human Resource Management. To be eligible for the healthcare benefit portion of the plan, the employee or volunteer must subscribe to healthcare coverage under a medical plan prior to the date of incident. Eligible employees and/or family members are enrolled in a state-sponsored group healthcare plan or reimbursed for their healthcare premiums. Surviving spouses who remarry or children who marry and have access to other medical insurance coverage are no longer eligible for the healthcare benefits under the LODA Plan.

Certified LODA retirees and their beneficiaries are required to pay 0% of the Commonwealth premium rate state sponsored group healthcare plans. County employees covered by benefit terms. Illustration 13-33 summarizes the membership in the OPEB Master Trust Fund – County LODA Plan as of January 1, 2020, the latest actuarial valuations for the County.

**Employees Covered by Benefit Terms.** Illustration 13-33 summarizes the membership in the OPEB Master Trust Fund – County LODA Plan as of January 1, 2024 the latest actuarial valuations for the County.

| <b>Illustration 13-33</b>  |              |
|--|--------------|
| <b>Prince William County Line of Duty Act (LODA) Trust Fund Plan</b> |              |
| <b>Plan Membership as of the Valuation Date of January 1, 2024</b>   |              |
| Active employees   | 2,204        |
| Inactive members receiving benefits                                  | 50           |
| Total covered members  | <u>2,254</u> |

**Contributions.** Contribution requirements are established and may be amended by the County Board at any time via approved resolution. The County Board must provide 30 days’ notice to establish new requirements or amend existing requirements including contributions to the Plan per Article X of the Trust Agreement. The County intends to contribute the entire annually actuarially determined contribution and invoices the LODA Plan to recover the premiums, life insurance payout and administrative costs paid for during the fiscal year.

The County contributed \$1,968 to the LODA Plan for the year ended June 30, 2024. The contribution amounts were determined using the actuarial valuations performed as of January 1, 2024 and valuation rolled forward to June 30, 2024. The actuarially determined contribution amount were derived with the expectation of financing costs for members benefits earned during the current fiscal year and include an additional amount to finance any unfunded accrued liability, if needed.

**Net OPEB Asset.** The County’s net OPEB asset was measured as of June 30, 2024. The total OPEB asset used to calculate the net OPEB asset was determined by an actuarial valuation performed as of January 1, 2024, using actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

Illustration 13-34 shows the net OPEB asset for the OPEB Master Trust’s County LODA Plan was measured as of June 30, 2024.

(Amounts expressed in thousands)

**Illustration 13-34**  
**Prince William County Line of Duty Act (LODA) Trust Fund Plan**  
**Net OPEB Asset**

| Fiscal Year Ended: |    | Total OPEB<br>Liability | Plan Fiduciary<br>Net Position | Net OPEB<br>Asset | Net Position as %<br>of Total OPEB<br>Asset |
|--------------------|----|-------------------------|--------------------------------|-------------------|---|
| June 30, 2024      | \$ | 20,958                  | 27,455                         | (6,497)           | 131.00%                                     |

**Actuarial Assumptions.** The total OPEB liability for employees in the County’s LODA Plan was calculated using the actuarial valuation performed as of January 1, 2024, using the Entry Age Normal actuarial cost method and the assumptions displayed in Illustration 13-35, applied to all periods included in the measurement year and rolled forward to the measurement date of June 30, 2024.

**Illustration 13-35**  
**Prince William County Line of Duty Act (LODA) Trust Fund Plan**  
**Actuarial Methods and Assumptions**

|                               |   |
|-------------------------------|---|
| Valuation Date                | January 1, 2024   |
| Actuarial Cost Method         | Entry Age Normal  |
| Amortization Method           | Level Percentage of Projected Pay, closed                                   |
| Remaining Amortization Period | 19 years, closed  |
| Asset Valuation Method        | Fair Value of Assets  |
| Investment Rate of Return     | 6.75%, net of expenses  |
| Inflation                     | 2.60%   |
| Payroll Growth                | 3.00%   |
| Healthcare Cost Trend Rates   | 7.5% base; 4.04% ultimate (pre-Medicare); Virginia LODA and Medicare Part B |

**Changes in Assumptions and Benefit Terms.** Changes to the actuarial assumptions related to the net position liability that was measured as of June 30, 2024 are as follows:

|   |  |
|---|--|
| Mortality Rates (Pre-retirement, post-retirement healthy, and disabled) | Pub-2010 General Employees Headcount-Weighted Mortality Projected with Fully Generational MP2021 Mortality Improvement Scale |
|---|--|

**Discount Rate.** The discount rate used to measure the total OPEB liability for the County’s LODA Plan was 6.75%. The projection of cash flows used to determine the discount rate assumed that the County intends to contribute the full contribution amount actuarially determined and charge the Trust to recover any payments made for claims, net of retiree and COBRA insured premiums, made by the County during the current fiscal year. Since the Plan’s current target allocation is 60% equity and 40% fixed income, the discount rate is realized. The returns presented below are calculated using geometric return projections based on long- term capital market assumptions. As a result, the Trust’s fiduciary net position was projected to be available to make all projected benefit payments for eligible members. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total OPEB liability.

(Amounts expressed in thousands)

**Changes in Net LODA OPEB Asset (NOA).** Illustration 13-36 presents the changes in net pension asset from June 30, 2023 to June 30, 2024.

| <b>Illustration 13-36</b>  |                                 |  |                           |
|--|---------------------------------|--|---------------------------|
| <b>Prince William County Line of Duty Act (LODA) Trust Fund Plan</b> |                                 |  |                           |
| <b>Changes in Net OPEB Asset</b>                                     |                                 |  |                           |
|  | <b>Total OPEB<br/>Liability</b> | <b>Plan Fiduciary Net<br/>Position - Increase<br/>(Decrease)</b> | <b>Net OPEB<br/>Asset</b> |
| Balances on June 30, 2023 for FY 2023                                | \$ 21,880                       | 22,905   | (1,025)                   |
| Changes for the year:  |                                 |  |                           |
| Service cost   | 1,983                           | -  | 1,983                     |
| Interest   | 1,444                           | -  | 1,444                     |
| Differences between expected and actual experience                   | (4,061)                         | -  | (4,061)                   |
| Changes in assumptions   | 655                             | -  | 655                       |
| Contributions - employer   | -                               | 1,968  | (1,968)                   |
| Net investment income  | -                               | 3,525  | (3,525)                   |
| Benefit payments, including refund of employee contributions         | (943)                           | (943)  | -                         |
| Net changes  | (922)                           | 4,550  | (5,472)                   |
| Balances on June 30, 2024 for FY 2024                                | \$ 20,958                       | 27,455   | (6,497)                   |

**Sensitivity of the Net LODA OPEB Asset to Changes in the Discount Rate.** Illustration 13-37 presents the net OPEB asset of the County LODA Plan using the discount rate of 6.75%, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate.

| <b>Illustration 13-37</b>  |                                   |  |                                   |
|--|-----------------------------------|--|-----------------------------------|
| <b>Prince William County Line of Duty Act (LODA) Trust Fund Plan</b> |                                   |  |                                   |
| <b>Sensitivity of Net OPEB Asset to Changes in the Discount Rate</b> |                                   |  |                                   |
| <b>June 30, 2024</b>   |                                   |  |                                   |
|  | <b>1.00% Decrease<br/>(5.75%)</b> | <b>Current Discount<br/>Rate (6.75%)</b> | <b>1.00% Increase<br/>(7.75%)</b> |
| County's Net OPEB (Asset)  | \$ (4,210)                        | (6,497)                                  | (8,436)                           |

**Sensitivity of the Net LODA OPEB Asset to Changes in the Healthcare Cost Trend Rate.** Illustration 13-38 presents the net OPEB asset of the County LODA plan using the current Healthcare Cost Trend Rate of 7.50% base with 4.04% ultimate, Virginia LODA premiums and the Medicare B premiums, as well as the net OPEB asset calculated using a healthcare cost trend rate that is one percentage point lower (3.04%) and one percentage point higher (5.04%) than the current rate.

| <b>Illustration 13-38</b>   |                                   |  |                                   |
|---|-----------------------------------|--|-----------------------------------|
| <b>Prince William County Line of Duty Act Plan (LODA Plan)</b>                    |                                   |  |                                   |
| <b>Sensitivity of Net OPEB Asset to Changes in the Healthcare Cost Trend Rate</b> |                                   |  |                                   |
| <b>June 30, 2024</b>  |                                   |  |                                   |
|   | <b>1.00% Decrease<br/>(3.04%)</b> | <b>Current Discount Rate<br/>(4.04%)</b> | <b>5.04% Increase<br/>(4.94%)</b> |
| County's Net OPEB Asset   | \$ (9,411)                        | (6,497)                                  | (2,931)                           |

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the LODA Plan.** For the year ended June 30, 2024, the County recognized OPEB expense of \$1,027. On June 30, 2024, the County reported deferred outflows of resources

(Amounts expressed in thousands)

and deferred inflows of resources related to OPEB from the sources displayed in Illustration 13-39.

| <b>Illustration 13-39</b>  |   |  |
|--|---|--|
| <b>Prince William County Line of Duty Act (LODA) Trust Fund Plan</b>             |   |  |
| <b>Deferred Outflows and (Inflows) of Resources</b>                              |   |  |
| <b>June 30, 2024</b>   |   |  |
|  | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
| Differences between expected and actual experience                               | \$ 378                                    | 8,333                                    |
| Change in actuarial assumptions  | 2,158                                     | -  |
| Net difference between projected and actual earnings on OPEB<br>plan investments | -   | 717                                      |
| <b>Total</b>   | <b>\$ 2,536</b>                           | <b>9,050</b>                             |

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in the County LODA Plan's OPEB expense in future reporting periods as shown in Illustration 13-40.

| <b>Illustration 13-40</b>  |                   |
|--|-------------------|
| <b>Prince William County Line of Duty Act (LODA) Trust Fund Plan</b> |                   |
| <b>Amortization of Deferred Outflows and (Inflows) of Resources</b>  |                   |
| <b>Fiscal Year Ending June 30,</b>                                   |                   |
| 2025   | \$ (841)          |
| 2026   | (84)              |
| 2027   | (1,116)           |
| 2028   | (972)             |
| 2029   | (574)             |
| Thereafter   | (2,927)           |
| <b>Total</b>   | <b>\$ (6,514)</b> |

**NOTE (14) – SELF INSURANCE**

The County and Adult Detention Center are exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; the health of and injuries to its employees; and natural disasters.

The Prince William County Self-Insurance Group Casualty Pool (the Pool) provides coverage to the County and the Adult Detention Center. The Casualty Pool has a \$1,000 (one million) per occurrence retention of coverage, except ambulances and fire trucks, \$10,000 (ten thousand per occurrence retention of coverage), and it purchases commercial excess insurance with a \$10,000 (ten million) per occurrence and \$20,000 (twenty million) annual aggregate limit, except for automobile liability coverage, which has a \$10,000 (ten million) annual aggregate limit and public official liability which has a \$10,000 (ten million) aggregate limit. The Prince William County Self-Insurance Group Workers' Compensation Association (the Association) provides coverage to the County and the Adult Detention Center. The Association has a \$1,750 (one million seven hundred and fifty thousand) per occurrence retention, and it purchases commercial excess coverage which provides statutory limits for workers' compensation claims of the \$1,750 (one million seven hundred fifty thousand) per occurrence and a \$1,000 (one million) maximum limit of indemnity per occurrence and aggregate limit for employers' liability coverage.

The County's Self-Insurance Group Casualty Pool, Workers' Compensation and Other Self-Insurance plans are fully funded. Losses are charged to operations as incurred. The liability for unpaid losses for self-insurance is determined using case-basis evaluations and a provision for incurred but not reported losses that is based upon actuarial projections. Actuarial projections of ultimate losses are based on a composite of the self-insurance members' experience and property and casualty insurance industry data, which is used to supplement the limited historical experience and includes the effects of inflation and other factors. Claims liabilities include allocated loss

(Amounts expressed in thousands)

adjustment expenses and are reported net of estimated claims. Due to the limited historical experience of the Prince William Self-Insurance Group Casualty Pool, Workers' Compensation and Other Self-Insurance, there exists a significant range of variability around the best estimate of the ultimate cost of settling all unpaid claims. Accordingly, the amount of liability for unpaid losses and related expenses and the related provisions included in financial statements may be more or less than the actual cost of settling all unpaid claims. Adjustments to claim liabilities are made continually, based on subsequent developments and experience, and are included in operations as made.

The County's pre-65 retirees with over fifteen (15) years of service and permanent employees are eligible to enroll in one of three health insurance plans and a dental plan. All three health insurance plans include comprehensive medical, preventive care, vision, and prescription drug coverage. Three of the health insurance plans are self-insured with a \$250 (two hundred and fifty thousand) specific individual stop loss limit. The dental plan is also self-insured. The basis for estimating incurred but not reported (IBNR) claims at year-end is an annual analysis performed by the plan's administrator. The County also offers fully insured HMO and vision options to employees. The County expended \$57,000 (fifty seven million) claims and administration in fiscal year 2024.

All the County's Self-Insurance plans also have excess reinsurance administered by a commercial insurance carrier. This is to prevent settlements from exceeding our insurance coverage at any time. In fiscal years 2024, 2023 and 2022, settlements did not exceed our insurance coverage in each of our Self-Insurance plans in each fiscal year.

Illustration 14-1 presents a reconciliation of the changes in the aggregate liabilities for claims for the current and prior fiscal years. These claims liabilities are included in accrued liabilities in the accompanying statement of fund net position (Exhibit 7 and Schedule 28).

| <b>Illustration 14-1</b>   |                                  |                      |  |                          |              |
|--|----------------------------------|----------------------|--|--------------------------|--------------|
| <b>Prince William County Self-Insurance</b>  |                                  |                      |  |                          |              |
| <b>Other Self Insurance, Casualty Pool, Workers' Compensation Association and Health Insurance</b> |                                  |                      |  |                          |              |
| <b>Changes in the Aggregate Liabilities for Claims</b>   |                                  |                      |  |                          |              |
|  | <b>Other Self-<br/>Insurance</b> | <b>Casualty Pool</b> | <b>Workers'<br/>Compensation<br/>Association</b> | <b>Health Insurance*</b> | <b>Total</b> |
| Unpaid claims June 30, 2022  | 190                              | 914                  | 18,861   | 4,067                    | 24,032       |
| Total claims incurred, fiscal year 2023  | 1                                | 1,263                | 9,882  | 54,304                   | 65,450       |
| Total claims paid, fiscal year 2023  | (148)                            | (1,320)              | (4,452)  | (54,399)                 | (60,319)     |
| Unpaid claims June 30, 2023  | 43                               | 857                  | 24,291   | 3,972                    | 29,163       |
| Total claims incurred, fiscal year 2024  | -                                | 503                  | 7,353  | 57,000                   | 64,856       |
| Total claims paid, fiscal year 2024  | (1)                              | (546)                | (5,804)  | (56,284)                 | (62,635)     |
| Unpaid claims June 30, 2024  | \$ 42                            | 814                  | 25,840   | 4,688                    | 31,384       |

\*Health Insurance column excludes certain fully insured HMO, vision premiums, flexible spending benefits and retiree insurance credit expenses.

**NOTE (15) - COMMITMENTS AND CONTINGENCIES**

**Legal Matters**

The County is liable with respect to lawsuits and other claims that arise in the ordinary course of business and in most cases, the outcome of these matters is not currently estimable. However, it is the opinion of the County that these matters will not have a material adverse effect on the County's financial position.

**Grant Funding**

The County receives grant funding primarily from the federal government, which benefits initiatives across various County functional programs. Expenditures funded with grant funding are subject to audit by the grantor. The County is contingently liable to refund the amounts received in excess of allowable expenditures. It is the opinion of the County that no material refunds will be required as a result of expenditures disallowed by the grantors.

**Virginia Railway Express**

In May 2005, NVTC and PRTC entered a lease obligation on behalf of VRE in the amount of \$25,100 for the acquisition of 11 cab cars. As of June 30, 2024, the outstanding balance on the lease was approximately \$1,867.

In fiscal year 2008, VRE entered into an agreement with the Federal Railroad Administration (FRA) for a loan of up to \$72.5 million to

(Amounts expressed in thousands)

purchase 50 Gallery railcars. In fiscal year 2009, the terms were amended to include ten additional Gallery railcars. A series of sixteen promissory notes were originally authorized and during fiscal year 2012 the balance on the individual notes were combined into a consolidated note. The note was secured by the revenues of VRE and the railcars. In fiscal year 2018, VRE entered into a financing agreement with the Virginia Resources Authority (VRA) for the purposes of refunding the FRA consolidated promissory note and reducing VRE's debt service costs. As required by the authorizing resolutions of the commissions and jurisdictions, the VRA refunding loan did not extend the term of the original borrowing and achieved net present value debt service savings of not less than three percent. The FRA note was refunded in full from the proceeds from the VRA financing, and VRE has pledged its revenues to the repayment of the principal, premium, and interest on the local bond purchased by VRA. The VRA Bond payable amount on June 30, 2024, was \$143,645.

The County, through its membership in the PRTC, has joined with other jurisdictions through a Master Agreement to bear certain costs associated with operating and ensuring the rail service as well as servicing the debt issued by NVTC. The Master Agreement requires that the County's governmental officers charged with preparing its annual budget include an amount equal to its share of the costs of the VRE. Each jurisdiction's share is determined by a formula set out in the Master Agreement. The County's share of this cost in fiscal year 2024 was \$4,925 and was provided by a direct transfer of funding in the Northern Virginia Transportation Authority (NVTA) 30% funds to the VRE. More information about VRE can be found at <https://www.vre.org>.

### **NOTE (16) – SUBSEQUENT EVENTS**

#### **Bonds:**

On October 31, 2024, the County sold Virginia Public School Authority Special Obligation Financing Bonds, Series 2024, in the par amount of \$133,940, with a true interest cost of 3.41%. The sale of the bonds was approved by the Board of County Supervisors on October 8, 2024, by Resolution No. 24-670. The proceeds of the bonds provided funds for various Schools capital improvement projects.

On November 14, 2024, the County sold Industrial Development Authority of Prince William County Facilities Revenue Bonds, Series 2024A, in the par amount of \$14,890, with a true interest cost of 2.78%. The sale of the bonds was approved by the Board of County Supervisors on October 8, 2024, by Resolution No. 24-662. The proceeds of the bonds provided funds for the acquisition of the site located at 13505 Telegraph Road that is a key site for the proposed development of The Landing project. The Board of County Supervisors approved the purchase agreement for the acquisition of the site on November 28, 2023 (Resolution No. 23-589).



# PRINCE WILLIAM COUNTY

**REQUIRED SUPPLEMENTARY INFORMATION**  
**(UNAUDITED)**

COUNTY OF PRINCE WILLIAM, VIRGINIA

General Fund

Schedule 1

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

Page 1 of 5

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | Budgeted Amounts |           | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|--|------------------|-----------|-----------------|---|
|  | Original         | Final     |                 |   |
| <b>BUDGETARY REVENUES:</b>   |                  |           |                 |   |
| FROM LOCAL SOURCES:  |                  |           |                 |   |
| GENERAL PROPERTY TAXES:  |                  |           |                 |   |
| Real property taxes  | \$ 840,520       | 840,520   | 847,817         | 7,297   |
| Real and personal property taxes of public<br>service corporations | 19,743           | 19,743    | 22,453          | 2,710   |
| Personal property taxes  | 252,073          | 253,006   | 277,845         | 24,839  |
| Penalties and interest   | 10,809           | 10,810    | 10,295          | (515)   |
| Total general property taxes                                       | 1,123,145        | 1,124,079 | 1,158,410       | 34,331  |
| OTHER LOCAL TAXES:   |                  |           |                 |   |
| Short term rental taxes  | 755              | 755       | 1,389           | 634   |
| Local sales taxes  | 93,730           | 93,730    | 95,688          | 1,958   |
| Food & beverage taxes  | 32,143           | 32,143    | 45,096          | 12,953  |
| Consumer's utility taxes   | 14,500           | 14,500    | 14,658          | 158   |
| Consumption taxes  | 1,700            | 1,700     | 2,389           | 689   |
| Bank stock taxes   | 2,000            | 2,000     | 3,055           | 1,055   |
| Motor vehicle license taxes  | 12,500           | 12,500    | 12,610          | 110   |
| Recordation taxes  | 10,800           | 10,800    | 11,460          | 660   |
| Business, professional and occupational license taxes              | 34,000           | 34,000    | 38,922          | 4,922   |
| Cigarette taxes  | 4,635            | 4,635     | 3,585           | (1,050)   |
| Transient occupancy taxes  | 4,485            | 4,485     | 5,132           | 647   |
| Total other local taxes  | 211,248          | 211,248   | 233,984         | 22,736  |
| PERMITS, PRIVILEGE FEES AND REGULATORY LICENSES:                   |                  |           |                 |   |
| Animal licenses  | 140              | 246       | 235             | (11)  |
| Fire protection permits  | 1,150            | 141       | 209             | 68  |
| Health protection permits  | 176              | 176       | 151             | (25)  |
| Cable franchise fees   | 1,150            | 1,150     | 1,051           | (99)  |
| Permits and other licenses   | 74               | 74        | 137             | 63  |
| Total permits, privilege fees and regulatory licenses              | 2,690            | 1,787     | 1,783           | (4)   |
| FINES AND FORFEITURES:   |                  |           |                 |   |
|  | 3,186            | 3,186     | 2,453           | (733)   |
| FROM USE OF MONEY AND PROPERTY:                                    |                  |           |                 |   |
| Use of money   | 19,741           | 19,741    | 14,328          | (5,413)   |
| Use of property  | 2,042            | 2,042     | 2,242           | 200   |
| Total revenues from use of money and property                      | 21,783           | 21,783    | 16,570          | (5,213)   |
| CHARGES FOR SERVICES:  |                  |           |                 |   |
| Court costs  | 1,849            | 1,849     | 1,504           | (345)   |
| Correction and detention   | 1,101            | 1,101     | 309             | (792)   |
| Commonwealth's Attorney  | 89               | 89        | 12              | (77)  |
| Parks and recreation   | 8,541            | 8,649     | 8,302           | (347)   |
| Mental health and developmental disabilities                       | 740              | 740       | 1,008           | 268   |
| Welfare and social services  | 195              | 222       | 160             | (62)  |
| Library  | 282              | 282       | 266             | (16)  |
| Public safety  | 914              | 914       | 943             | 29  |
| Facilities and fleet management                                    | 179              | 179       | 129             | (50)  |
| Other charges  | 385              | 385       | 417             | 32  |
| Total charges for services   | 14,275           | 14,410    | 13,050          | (1,360)   |
| Total revenues from local sources                                  | 1,376,327        | 1,376,493 | 1,426,250       | 49,757  |

COUNTY OF PRINCE WILLIAM, VIRGINIA

General Fund

Schedule 1

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

Page 2 of 5

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | Budgeted Amounts |         | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|--|------------------|---------|-----------------|---|
|  | Original         | Final   |                 |   |
| <b>THE FEDERAL GOVERNMENT:</b>   |                  |         |                 |   |
| Payments in lieu of taxes  | 75               | 75      | 86              | 11  |
| Aging programs   | 1,530            | 1,566   | 1,706           | 140   |
| United States Department of Agriculture                                | 110              | 110     | 116             | 6   |
| Welfare programs   | 18,118           | 21,377  | 21,692          | 315   |
| Mental health, developmental disabilities and substance abuse programs | 3,119            | 6,379   | 4,467           | (1,912)   |
| Homeland Security grants   | 290              | 636     | 781             | 145   |
| Expenditure reimbursement for social services                          | 1,019            | 1,019   | 196             | (823)   |
| Other  | 58               | 2,045   | 3,784           | 1,739   |
| Total revenues from the federal government                             | 24,319           | 33,207  | 32,828          | (379)   |
| <b>THE COMMONWEALTH:</b>   |                  |         |                 |   |
| <b>NONCATEGORICAL AID:</b>   |                  |         |                 |   |
| Personal property tax relief act                                       | 54,289           | 54,289  | 54,289          | -   |
| Communications sales and use taxes                                     | 13,610           | 13,610  | 12,408          | (1,202)   |
| Anti-Annexation public safety  | 10,035           | 10,035  | 11,816          | 1,781   |
| Mobile home taxes  | 36               | 36      | 52              | 16  |
| Rental car taxes   | 1,575            | 1,575   | 1,313           | (262)   |
| Rolling stock taxes  | 90               | 90      | 89              | (1)   |
| Total noncategorical aid   | 79,635           | 79,635  | 79,967          | 332   |
| <b>SHARED EXPENDITURES:</b>  |                  |         |                 |   |
| Commonwealth's Attorney  | 1,924            | 1,924   | 2,511           | 587   |
| Sheriff  | 2,094            | 2,094   | 2,266           | 172   |
| Finance  | 803              | 803     | 853             | 50  |
| Registrar  | 92               | 92      | 524             | 432   |
| Clerk of the Court   | 2,091            | 2,471   | 2,578           | 107   |
| Transportation   | -                | -       | 747             | 747   |
| Total shared expenditures  | 7,004            | 7,384   | 9,479           | 2,095   |
| <b>CATEGORICAL AID:</b>  |                  |         |                 |   |
| Public safety  | 2,078            | 2,931   | 2,646           | (285)   |
| Fire programs  | 1,635            | 1,635   | 2,556           | 921   |
| Economic development   | -                | 250     | -               | (250)   |
| Library  | 252              | 360     | 360             | -   |
| Public assistance and welfare administration                           | 21,613           | 22,835  | 22,174          | (661)   |
| Public health  | 303              | 303     | 298             | (5)   |
| Total categorical aid  | 25,881           | 28,314  | 28,034          | (280)   |
| <b>OTHER CATEGORICAL AID:</b>  |                  |         |                 |   |
| Aging program  | 478              | 561     | 504             | (57)  |
| Community services   | 24,957           | 37,673  | 29,448          | (8,225)   |
| Juvenile detention   | 2,926            | 6,031   | 2,986           | (3,045)   |
| Criminal justice services  | 1,029            | 1,057   | 1,244           | 187   |
| Police extraditions  | 30               | 30      | 8               | (22)  |
| Sheriff extraditions   | 25               | 25      | 4               | (21)  |
| Victim / witness program   | 517              | 767     | 91              | (676)   |
| Other  | 119              | 119     | 122             | 3   |
| Total other categorical aid  | 30,081           | 46,263  | 34,407          | (11,856)  |
| Total revenues from the Commonwealth                                   | 142,601          | 161,596 | 151,887         | (9,709)   |
| <b>LOCAL GOVERNMENTS:</b>  |                  |         |                 |   |
| City of Manassas   | 7,043            | 7,118   | 7,438           | 320   |
| City of Manassas Park  | 2,151            | 2,151   | 2,091           | (60)  |
| Total revenues from local governments                                  | 9,194            | 9,269   | 9,529           | 260   |

COUNTY OF PRINCE WILLIAM, VIRGINIA

General Fund

Schedule 1

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

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(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |           | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|---|------------------|-----------|-----------------|---|
|   | Original         | Final     |                 |   |
| <b>DONATIONS:</b>                                   |                  |           |                 |   |
| Donations - Proffers                                | 950              | 7,790     | 9,779           | 1,989   |
| Donations - Other                                   | 180              | 227       | 340             | 113   |
| Total donations                                     | 1,130            | 8,017     | 10,119          | 2,102   |
| <b>MISCELLANEOUS:</b>                               |                  |           |                 |   |
| Expenditure refunds                                 | 831              | 939       | 896             | (43)  |
| Other   | 1,716            | 928       | 1,046           | 118   |
| Total miscellaneous revenues                        | 2,547            | 1,867     | 1,942           | 75  |
| Total budgetary revenues                            | 1,556,118        | 1,590,449 | 1,632,555       | 42,106  |
| <b>BUDGETARY EXPENDITURES:</b>                      |                  |           |                 |   |
| <b>GENERAL GOVERNMENTAL ADMINISTRATION:</b>         |                  |           |                 |   |
| Board of County Supervisors                         | 6,417            | 5,983     | 5,458           | 525   |
| County Attorney                                     | 6,293            | 5,711     | 5,711           | -   |
| Executive Management                                | 23,948           | 19,465    | 19,453          | 12  |
| Finance   | 29,479           | 27,815    | 27,752          | 63  |
| Human Rights  | 972              | 979       | 953             | 26  |
| Board of Registration / Elections                   | 4,074            | 4,484     | 4,400           | 84  |
| Mailroom and Print Shop                             | 764              | 865       | 830             | 35  |
| Facility and Fleet Management                       | 47,346           | 38,388    | 38,348          | 40  |
| Contingency reserve                                 | 616              | 328       | -               | 328   |
| Total general governmental administration           | 119,909          | 104,018   | 102,905         | 1,113   |
| <b>JUDICIAL ADMINISTRATION:</b>                     |                  |           |                 |   |
| Commonwealth's Attorney                             | 11,191           | 11,531    | 11,176          | 355   |
| Sheriff   | 17,100           | 17,301    | 17,048          | 253   |
| Juvenile and Domestic Relations Court               | 503              | 503       | 502             | 1   |
| Clerk of Court / Judges Chambers                    | 7,870            | 8,497     | 8,315           | 182   |
| General District Court                              | 1,804            | 1,753     | 1,490           | 263   |
| Magistrates   | 119              | 119       | 116             | 3   |
| Total judicial administration                       | 38,587           | 39,704    | 38,647          | 1,057   |
| <b>PUBLIC SAFETY:</b>                               |                  |           |                 |   |
| Public Works - Development                          | 3,118            | 3,034     | 3,029           | 5   |
| Police  | 141,128          | 145,442   | 144,354         | 1,088   |
| Juvenile Court Services Unit                        | 2,013            | 1,836     | 1,620           | 216   |
| Adult Detention Center                              | 41,402           | 41,374    | 37,070          | 4,304   |
| Correction and detention of youth                   | 9,418            | 9,579     | 9,449           | 130   |
| Criminal Justice Services                           | 7,107            | 7,484     | 7,481           | 3   |
| Public Safety Communications                        | 16,222           | 16,157    | 15,335          | 822   |
| Fire and Rescue                                     | 127,844          | 133,007   | 130,701         | 2,306   |
| Northern Virginia Criminal Justice Training Academy | 323              | 337       | 323             | 14  |
| Total public safety                                 | 348,575          | 358,250   | 349,362         | 8,888   |
| <b>PUBLIC WORKS:</b>                                |                  |           |                 |   |
| Public Works  | 3,000            | 6,363     | 3,237           | 3,126   |
| Transportation                                      | 5,270            | 5,928     | 5,169           | 759   |
| Property and Miscellaneous Insurance                | 11,017           | 1,622     | 661             | 961   |
| Total public works                                  | 19,287           | 13,913    | 9,067           | 4,846   |

COUNTY OF PRINCE WILLIAM, VIRGINIA

General Fund

Schedule 1

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

Page 4 of 5

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |           | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|---|------------------|-----------|-----------------|---|
|   | Original         | Final     |                 |   |
| <b>HEALTH AND WELFARE:</b>  |                  |           |                 |   |
| Social Services   | 76,278           | 80,309    | 80,138          | 171   |
| Public Health   | 5,355            | 5,321     | 4,741           | 580   |
| Community Services Board  | 81,032           | 82,420    | 72,835          | 9,585   |
| Aging   | 9,192            | 9,679     | 9,209           | 470   |
| Total health and welfare  | 171,857          | 177,729   | 166,923         | 10,806  |
| <b>EDUCATION:</b>   |                  |           |                 |   |
| Schools   | 810,232          | 704,014   | 703,395         | 619   |
| <b>PARKS, RECREATIONAL AND CULTURAL:</b>  |                  |           |                 |   |
| Parks and recreation  | 46,241           | 44,901    | 44,573          | 328   |
| Library   | 23,289           | 23,814    | 23,616          | 198   |
| Total parks, recreational and cultural  | 69,530           | 68,715    | 68,189          | 526   |
| <b>COMMUNITY DEVELOPMENT:</b>   |                  |           |                 |   |
| Planning  | 6,168            | 2,781     | 2,779           | 2   |
| Economic and community development  | 9,967            | 9,605     | 8,673           | 932   |
| Extension and continuing education  | 1,279            | 1,433     | 1,274           | 159   |
| Total community development   | 17,414           | 13,819    | 12,726          | 1,093   |
| <b>DEBT SERVICE:</b>  |                  |           |                 |   |
| Principal retirement  | 92,730           | 100,045   | 100,045         | -   |
| Interest and other debt costs   | 50,283           | 42,602    | 41,798          | 804   |
| Total debt service  | 143,013          | 142,647   | 141,843         | 804   |
| Total budgetary expenditures  | 1,738,404        | 1,622,809 | 1,593,057       | 29,752  |
| Excess / (deficiency) of budgetary revenues over /<br>(under) expenditures budgetary expenditures | (182,286)        | (32,360)  | 39,498          | 71,858  |
| <b>OTHER FINANCING SOURCES / (USES):</b>  |                  |           |                 |   |
| <b>TRANSFERS IN FROM:</b>   |                  |           |                 |   |
| Special revenue funds   | 37,291           | 37,298    | 37,298          | -   |
| Capital projects funds  | 18,977           | 23,891    | 23,891          | -   |
| Internal service funds  | 2,000            | 3,381     | 3,381           | -   |
| Enterprise funds  | 1,261            | 1,261     | 1,261           | -   |
| Total transfers in  | 59,529           | 65,831    | 65,831          | -   |
| <b>TRANSFERS OUT TO:</b>  |                  |           |                 |   |
| Special revenue funds   | (4,748)          | (5,948)   | (5,948)         | -   |
| Capital projects funds  | (40,879)         | (74,398)  | (74,398)        | -   |
| Enterprise funds  | (1,615)          | (1,615)   | (1,615)         | -   |
| Total transfers out   | (47,242)         | (81,961)  | (81,961)        | -   |
| <b>NON-REVENUE RECEIPTS:</b>  |                  |           |                 |   |
| Insurance claims and recoveries   | -                | -         | 10              | 10  |
| Sale of surplus property  | 320              | 360       | 190             | (170)   |
| Total non-revenue receipts  | 320              | 360       | 200             | (160)   |
| Total other financing sources   | 12,607           | (15,770)  | (15,930)        | (160)   |
| Net change in budgetary fund balance  | (169,679)        | (48,130)  | 23,568          | 71,698  |
| <b>BUDGETARY FUND BALANCE, beginning of year</b>  | 356,654          | 356,654   | 356,654         | -   |
| <b>BUDGETARY FUND BALANCE, end of year</b>  | \$ 186,975       | 308,524   | 380,222         | 71,698  |

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |         | 2024<br>Actuals | Variance With                              |
|---|------------------|---------|-----------------|--|
|   | Original         | Final   |                 | Final Budget<br>Favorable<br>(Unfavorable) |
| <b>Reconciliation of Budgetary Basis to GAAP Basis:</b> |                  |         |                 |  |
| From use of money and property (Schedule 1)             | \$ 21,783        | 21,783  | 16,570          | (5,213)                                    |
| Current year fair value adjustment                      | -                | -       | 23,089          | 23,089                                     |
| From use of money and property (Exhibit 5)              | 21,783           | 21,783  | 39,659          | 17,876                                     |
| Cumulative fair value adjustments of prior periods      |                  |         | (84,103)        | (84,103)                                   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | 186,975          | 308,524 | 380,222         | 71,698                                     |
| Total adjustments                                       | -                | -       | (61,014)        | (61,014)                                   |
| <b>FUND BALANCE, end of year</b>                        | \$ 186,975       | 308,524 | 319,208         | 10,684                                     |



# PRINCE WILLIAM — COUNTY

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 2A

**Changes in Net Pension Liability and Related Ratios - Post-Employment Benefit Plans (UNAUDITED)**

Page 1 of 2

**Virginia Retirement System - All Pension Plans**

**Changes in the County's Net Pension Liability and Related Ratios - Last 10 Fiscal Years**

Last Ten Fiscal Years

(amounts expressed in thousands, except percentages and years)

| Fiscal Year  | 2023         | 2022      | 2021      | 2020      | 2019      |
|--|--------------|-----------|-----------|-----------|-----------|
| <b>Total pension liability</b>   |              |           |           |           |           |
| Service cost   | \$ 45,654    | 44,387    | 41,062    | 39,422    | 35,162    |
| Interest   | 113,519      | 110,266   | 98,993    | 92,310    | 88,053    |
| Changes of benefit terms   | -            | -         | -         | -         | -         |
| Differences between expected and actual experience                                 | (5,035)      | (30,830)  | (10,237)  | 33,766    | 7,503     |
| Changes of assumptions   | -            | -         | 64,281    | -         | 40,798    |
| Benefit payments including refunds of member contributions                         | (79,985)     | (73,804)  | (69,129)  | (63,844)  | (59,907)  |
| Net change in total pension liability  | 74,153       | 50,019    | 124,970   | 101,654   | 111,609   |
| Total pension liability - beginning  | 1,676,112    | 1,626,093 | 1,501,123 | 1,399,469 | 1,287,860 |
| Total pension liability - ending (a)   | \$ 1,750,265 | 1,676,112 | 1,626,093 | 1,501,123 | 1,399,469 |
| <b>Plan fiduciary net position</b>   |              |           |           |           |           |
| Contributions - employer   | \$ 52,960    | 45,826    | 44,968    | 38,018    | 35,323    |
| Contributions - member   | 16,801       | 16,005    | 15,375    | 15,122    | 13,922    |
| Net investment income  | 97,921       | (1,778)   | 330,609   | 22,732    | 75,210    |
| Benefit payments, including refunds of member contributions                        | (79,985)     | (73,804)  | (69,129)  | (63,844)  | (59,907)  |
| Administrative expense   | (962)        | (945)     | (810)     | (770)     | (736)     |
| Other  | 39           | 33        | 31        | (28)      | (47)      |
| Net change in plan fiduciary net position  | 86,774       | (14,663)  | 321,044   | 11,230    | 63,765    |
| Plan fiduciary net position - beginning  | 1,509,532    | 1,524,195 | 1,203,151 | 1,191,921 | 1,128,156 |
| Plan fiduciary net position - ending (b)   | \$ 1,596,306 | 1,509,532 | 1,524,195 | 1,203,151 | 1,191,921 |
| County's net pension liability - ending (a)-(b)                                    | \$ 153,959   | 166,580   | 101,898   | 297,972   | 207,548   |
| Plan fiduciary net position as a percentage of the total pension liability (b)/(a) | 91.20%       | 90.06%    | 93.73%    | 80.15%    | 85.17%    |
| Covered payroll  | \$ 352,740   | 327,933   | 320,018   | 306,566   | 280,007   |
| County's net pension liability as a percentage of covered payroll                  | 43.65%       | 50.80%    | 31.84%    | 97.20%    | 74.12%    |
| Expected average remaining service years of all participants                       | N/A          | N/A       | N/A       | N/A       | N/A       |
| See Note 12 Illustration 12-5 for expected arithmetic nominal rate of return       | 8.25%        | 7.83%     | 7.39%     | 7.14%     | 7.63%     |

**Notes to Schedule:**

*Projected benefit payments.* Calculations assume that the County will continue to make all required actuarially determined contributions. Based on that assumption, the plan's fiduciary net position is expected to make all future benefit payments of current plan members.

*Changes of benefit terms.* There have been no changes in benefit terms.

*Changes of assumptions.* Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

| Largest 10- Non- Hazardous Duties                                       |  |
|---|--|
| Mortality Rates (Pre-retirement, post-retirement healthy, and disabled) | Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020  |
| Retirement Rates  | Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age.  |
| Withdrawal Rates  | Adjusted rates to better fit experience at each year age and service through 9 years of service.   |
| Disability Rates  | No Change  |
| Salary Scale  | No Change  |
| Line of Duty Disability   | No Change  |
| Discount Rate   | No Change  |
| Largest 10- Hazardous Duties  |  |
| Mortality Rates (Pre-retirement, post-retirement healthy, and disabled) | Update to PUB2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020. |
| Retirement Rates  | Adjusted rates to better fit experience and changed final retirement age from 65 to 70.  |
| Withdrawal Rates  | Decreased rates.   |
| Disability Rates  | No Change  |
| Salary Scale  | No Change  |
| Line of Duty Disability   | No Change  |
| Discount Rate   | No Change  |

| 2018                        | 2017      | 2016      | 2015      | 2014      | Fiscal Year  |
|-----------------------------|-----------|-----------|-----------|-----------|--|
| Total pension liability     |           |           |           |           |  |
| 33,491                      | 30,983    | 29,376    | 28,708    | 28,205    | Service cost   |
| 84,034                      | 78,978    | 75,010    | 71,222    | 67,389    | Interest   |
| -                           | 21,630    | -         | -         | -         | - Changes of benefit terms   |
| (2,509)                     | 2,494     | 1,128     | (757)     | -         | Differences between expected and actual experience                                 |
| -                           | (8,860)   | -         | -         | -         | - Changes of assumptions   |
| (55,297)                    | (50,666)  | (47,001)  | (43,108)  | (38,578)  | Benefit payments including refunds of member contributions                         |
| 59,719                      | 74,559    | 58,513    | 56,065    | 57,016    | Net change in total pension liability  |
| 1,228,141                   | 1,153,582 | 1,095,069 | 1,039,004 | 981,988   | Total pension liability - beginning  |
| 1,287,860                   | 1,228,141 | 1,153,582 | 1,095,069 | 1,039,004 | Total pension liability - ending (a)   |
| Plan fiduciary net position |           |           |           |           |  |
| 32,552                      | 30,826    | 32,010    | 30,571    | 30,488    | Contributions - employer   |
| 13,721                      | 12,645    | 12,336    | 11,628    | 11,385    | Contributions - member   |
| 78,483                      | 116,130   | 16,623    | 41,324    | 122,481   | Net investment income  |
| (55,297)                    | (50,666)  | (47,001)  | (43,108)  | (38,578)  | Benefit payments, including refunds of member contributions                        |
| (671)                       | (665)     | (579)     | (558)     | (651)     | Administrative expense   |
| (72)                        | (104)     | (8)       | (8)       | 7         | Other  |
| 68,716                      | 108,166   | 13,381    | 39,849    | 125,132   | Net change in plan fiduciary net position  |
| 1,059,440                   | 951,274   | 937,893   | 898,044   | 772,912   | Plan fiduciary net position - beginning  |
| 1,128,156                   | 1,059,440 | 951,274   | 937,893   | 898,044   | Plan fiduciary net position - ending (b)   |
| 159,704                     | 168,701   | 202,308   | 157,176   | 140,960   | County's net pension liability - ending (a)-(b)                                    |
| 87.60%                      | 86.26%    | 82.46%    | 85.65%    | 86.43%    | Plan fiduciary net position as a percentage of the total pension liability (b)/(a) |
| 271,552                     | 255,547   | 242,735   | 242,757   | 230,499   | Covered payroll  |
| 58.81%                      | 66.02%    | 83.35%    | 64.75%    | 61.15%    | County's net pension liability as a percentage of covered payroll                  |
| N/A                         | N/A       | N/A       | N/A       | N/A       | Expected average remaining service years of all participants                       |
| 7.63%                       | 12.21%    | 1.77%     | 4.60%     | 15.85%    | See Note 12 Illustration 12-5 for expected arithmetic nominal rate of return       |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Schedule of County Contribution - Post-Employment Benefit Plans (UNAUDITED)**  
**Virginia Retirement System - All Pension Plans**  
**Schedule of County Contributions - Last 10 Fiscal Years**  
Last Ten Fiscal Years  
(amounts expressed in thousands, except percentages, ratios and years)

Schedule 2B  
Page 1 of 2

| Fiscal Year  | 2024       | 2023    | 2022    | 2021    | 2020    |
|--|------------|---------|---------|---------|---------|
| Actuarially determined contribution                                  | \$ 60,514  | 52,826  | 45,866  | 45,001  | 38,018  |
| Contributions in relation to the actuarially determined contribution | 60,514     | 52,826  | 45,866  | 45,001  | 38,018  |
| Contribution deficiency (excess)                                     | \$ -       | -       | -       | -       | -       |
| Covered payroll  | \$ 403,458 | 352,740 | 327,933 | 320,018 | 306,566 |
| Contributions as a percentage of covered payroll <sup>1</sup>        | 15.00%     | 14.98%  | 13.99%  | 14.06%  | 12.40%  |

<sup>1</sup> Contribution rates are set and contributed based on pensionable earnings only.

**Notes to Schedule:**

*Valuation date.* Actuarially determined contribution rates are calculated as of the beginning of the fiscal year (July 1) for the two years immediately following the fiscal year. Actuarial valuations are performed every year.

*Methods and assumptions used in calculations of actuarially determined contributions:*

|                               |                                   |
|-------------------------------|-----------------------------------|
| Actuarial cost method         | Entry Age                         |
| Amortization method           | Level percent of pay, closed      |
| Remaining amortization period | up to 22 years                    |
| Asset valuation method        | 5-year smoothed fair value        |
| Investment rate of return     | 6.75%, net of investment expenses |
| Salary increases:             |                                   |
| Non-Hazardous Duty            | 3.50% - 5.35%                     |
| Hazardous Duty                | 3.50% - 4.75%                     |
| Inflation                     | 2.50%                             |
| Cost-of-living adjustments    | 2.25% - 2.50%                     |

| 2019    | 2018    | 2017    | 2016    | 2015    | 2014    | Fiscal Year   |
|---------|---------|---------|---------|---------|---------|---|
| 35,323  | 32,552  | 30,826  | 32,010  | 30,571  | 30,488  | Actuarially determined contribution                           |
| 35,323  | 32,552  | 30,826  | 32,010  | 30,571  | 30,488  | Contributions in relation to the                              |
| -       | -       | -       | -       | -       | -       | actuarially determined contribution                           |
|         |         |         |         |         |         | Contribution deficiency (excess)                              |
| 280,007 | 265,226 | 255,547 | 242,735 | 242,757 | 230,499 | Covered payroll   |
| 12.62%  | 12.27%  | 12.06%  | 13.19%  | 12.59%  | 13.23%  | Contributions as a percentage of covered payroll <sup>1</sup> |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 3A

**Changes in Net Pension Liability (Asset) and Related Ratios - Post-Employment Benefit Plans (UNAUDITED)**

Page 1 of 2

**Prince William County Supplemental Plan for Police Officers and Uniformed Fire and Rescue**

**Personnel (Supplemental Pension Plan)**

**Changes in the County's Net Pension (Asset) Liability and Related Ratios - Last 10 Fiscal Years**

Last Ten Fiscal Years

(amounts expressed in thousands, except percentages and years)

| Fiscal Year  | 2024       | 2023    | 2022    | 2021     | 2020    |
|--|------------|---------|---------|----------|---------|
| Total pension liability  |            |         |         |          |         |
| Service cost   | \$ 2,930   | 2,913   | 2,954   | 2,647    | 2,701   |
| Interest   | 3,645      | 3,408   | 2,934   | 2,863    | 2,664   |
| Changes of benefit terms   | -          | -       | 4,026   | -        | -       |
| Differences between expected and actual experience   | -          | 306     | -       | (1,760)  | (469)   |
| Changes of assumptions   | 923        | -       | -       | -        | 694     |
| Benefit payments, including refunds of member contributions                                  | (3,312)    | (2,907) | (2,895) | (2,509)  | (2,778) |
| Net change in total pension liability  | 4,186      | 3,720   | 7,019   | 1,241    | 2,812   |
| Total pension liability - beginning  | 55,654     | 51,934  | 44,915  | 43,674   | 40,862  |
| Total pension liability - ending (a)   | \$ 59,840  | 55,654  | 51,934  | 44,915   | 43,674  |
| Plan fiduciary net position  |            |         |         |          |         |
| Contributions - employer   | \$ 2,235   | 2,029   | 1,953   | 2,030    | 1,921   |
| Contributions - member   | 2,235      | 2,029   | 1,953   | 2,030    | 1,921   |
| Net investment income  | 5,139      | 4,345   | (6,278) | 10,951   | 812     |
| Benefit payments, including refunds of member contributions                                  | (3,312)    | (2,907) | (2,895) | (2,509)  | (2,779) |
| Administrative expense   | (170)      | (177)   | (200)   | (182)    | (143)   |
| Net change in plan fiduciary net position  | 6,127      | 5,319   | (5,467) | 12,320   | 1,732   |
| Plan fiduciary net position - beginning  | 55,583     | 50,264  | 55,731  | 43,411   | 41,679  |
| Plan fiduciary net position - ending (b)   | \$ 61,710  | 55,583  | 50,264  | 55,731   | 43,411  |
| County's net pension (asset) liability - ending (a)-(b)                                      | \$ (1,870) | 71      | 1,670   | (10,816) | 263     |
| Plan fiduciary net position as a percentage of the total pension (asset) liability (b) / (a) | 103.13%    | 99.87%  | 96.78%  | 124.08%  | 99.40%  |
| Covered payroll  | \$ 155,186 | 140,924 | 135,641 | 140,944  | 133,390 |
| County's net pension (asset) liability as a percentage of covered payroll                    | -1.21%     | 0.05%   | 1.23%   | -7.67%   | 0.20%   |
| Expected average remaining service years of all participants                                 | 7          | 9       | 9       | 9        | 7       |
| Annual money-weighted rate of return   | 9.33%      | 7.69%   | -10.88% | 25.90%   | 1.87%   |

**Notes to Schedule:**

*Changes of benefit terms.* None

*Changes of assumptions.* The mortality, termination, disability, and salary scale assumptions were updated to reflect the "Locals: Top 10, Hazardous Duty" assumptions used in the Virginia Retirement System (VRS)

*Projected benefit payments.* Calculations assume that the County will continue to make all required actuarially determined contributions. Based on that assumption, the plan's fiduciary net position is expected to make all future benefit payments of current plan members.

| 2019    | 2018    | 2017    | 2016    | 2015    | Fiscal Year  |
|---------|---------|---------|---------|---------|--|
|         |         |         |         |         | Total pension liability  |
| 2,043   | 2,005   | 1,946   | 1,747   | 1,747   | Service cost   |
| 2,631   | 2,478   | 2,417   | 2,301   | 2,260   | Interest   |
| -       | -       | -       | -       | -       | - Changes of benefit terms   |
| (281)   | -       | (1,070) | -       | (1,365) | Differences between expected and actual experience   |
| -       | -       | -       | -       | -       | - Changes of assumptions   |
| (2,248) | (2,294) | (2,591) | (2,149) | (1,980) | Benefit payments, including refunds of member contributions                                  |
| 2,145   | 2,189   | 702     | 1,899   | 662     | Net change in total pension liability  |
| 38,717  | 36,528  | 35,826  | 33,927  | 33,265  | Total pension liability - beginning  |
| 40,862  | 38,717  | 36,528  | 35,826  | 33,927  | Total pension liability - ending (a)   |
|         |         |         |         |         | Plan fiduciary net position  |
| 1,372   | 1,294   | 1,199   | 1,137   | 1,083   | Contributions - employer   |
| 1,372   | 1,294   | 1,199   | 1,137   | 1,083   | Contributions - member   |
| 1,924   | 2,469   | 3,905   | 119     | (339)   | Net investment income  |
| (2,247) | (2,294) | (2,591) | (2,148) | (1,980) | Benefit payments, including refunds of member contributions                                  |
| (71)    | (90)    | (93)    | (116)   | (83)    | Administrative expense   |
| 2,350   | 2,673   | 3,619   | 129     | (236)   | Net change in plan fiduciary net position  |
| 39,329  | 36,656  | 33,037  | 32,908  | 33,144  | Plan fiduciary net position - beginning  |
| 41,679  | 39,329  | 36,656  | 33,037  | 32,908  | Plan fiduciary net position - ending (b)   |
| (817)   | (612)   | (128)   | 2,789   | 1,019   | County's net pension (asset) liability - ending (a)-(b)                                      |
| 102.00% | 101.58% | 100.35% | 92.22%  | 97.00%  | Plan fiduciary net position as a percentage of the total pension (asset) liability (b) / (a) |
| 95,289  | 89,833  | 83,241  | 78,968  | 75,229  | Covered payroll  |
| -0.86%  | -0.68%  | -0.15%  | 3.53%   | 1.35%   | County's net pension (asset) liability as a percentage of covered payroll                    |
| 7       | 7       | 7       | 8       | 8       | Expected average remaining service years of all participants                                 |
| 4.88%   | 6.80%   | 11.75%  | -0.03%  | -1.12%  | Annual money-weighted rate of return   |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 3B

Schedule of County Contribution - Post-Employment Benefit Plans (UNAUDITED)

Page 1 of 2

Prince William County Supplemental Plan for Police Officers and Uniformed Fire and Rescue Personnel (Supplemental Pension Plan)

Schedule of County Contributions - Last 10 Fiscal Years

Last Ten Fiscal Years

(amounts expressed in thousands, except percentages, ratios and years)

| Fiscal Year  | 2024       | 2023    | 2022    | 2021    |
|--|------------|---------|---------|---------|
| Actuarially determined contribution                                  | \$ 1,816   | 1,649   | 1,533   | 1,593   |
| Contributions in relation to the actuarially determined contribution | 2,278      | 2,163   | 2,521   | 2,030   |
| Contribution deficiency (excess)                                     | \$ (462)   | (514)   | (988)   | (437)   |
| Covered payroll  | \$ 155,186 | 140,924 | 135,641 | 140,944 |
| Contributions as a percentage of covered payroll <sup>1</sup>        | 1.47%      | 1.53%   | 1.86%   | 1.44%   |

<sup>1</sup>The rates shown are as a percentage of pensionable covered payroll. Contribution rates are set and contributed based on pensionable earnings only. These amounts were recalculated for prior fiscal years to pensionable earnings per GASB 67.

**Notes to Schedule:**

*Valuation date.* Actuarially determined contribution rates are calculated as of the beginning of each fiscal year (July 1). Actuarial valuations are performed every year.

*Methods and assumptions used to determine contribution rates:*

|                               |   |
|-------------------------------|---|
| Actuarial cost method         | Aggregate   |
| Amortization method           | Aggregate   |
| Remaining amortization period | The benefits are funded as a level percent of payroll over the expected future working lifetime of current active participants.                                       |
| Asset valuation method        | 5-year smoothed market  |
| Inflation                     | 3.00%   |
| Salary increases              | 4.50%, including inflation  |
| Investment rate of return     | 6.75%, net of pension plan investment expense, including inflation  |
| Retirement age                | Rates vary by participant age and service   |
| Mortality                     | RP-2000 Combined Healthy Table with Blue Collar adjustment with generational projection by scale AA. 20% of active participant deaths are assumed to be line-of-duty. |

| 2020    | 2019   | 2018   | 2017   | 2016   | 2015   | Fiscal Year                         |
|---------|--------|--------|--------|--------|--------|-------------------------------------|
| 1,534   | 1,096  | 1,087  | 1,007  | 1,137  | 1,083  | Actuarially determined contribution |
| 1,921   | 1,372  | 1,294  | 1,199  | 1,137  | 1,083  | Contributions in relation to the    |
| (387)   | (276)  | (207)  | (192)  | -      | -      | actuarially determined contribution |
|         |        |        |        |        |        | Contribution deficiency (excess)    |
| 133,390 | 95,289 | 89,833 | 83,241 | 78,968 | 75,229 | Covered payroll                     |
| 1.44%   | 1.44%  | 1.44%  | 1.44%  | 1.44%  | 1.44%  | Contributions as a percentage of    |
|         |        |        |        |        |        | covered payroll <sup>1</sup>        |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 4A

**Changes in Net Pension Liability and Related Ratios - Post-Employment Benefit Plans (UNAUDITED)**

Page 1 of 2

**Prince William County Volunteer Fire and Rescue Personnel Length of Service Award Program (LoSAP)**

**Changes in the County's Net Pension Liability and Related Ratios - Last 10 Fiscal Years**

Last Ten Fiscal Years

(amounts expressed in thousands, except percentages and years)

| Fiscal Year  | 2024      | 2023   | 2022   | 2021   | 2020   |
|--|-----------|--------|--------|--------|--------|
| Total pension liability  |           |        |        |        |        |
| Service cost   | \$ 338    | 357    | 370    | 432    | 429    |
| Interest   | 905       | 886    | 873    | 854    | 839    |
| Differences between expected and actual experience                                 | (308)     | 60     | (173)  | 39     | (202)  |
| Changes of assumptions   | 375       | -      | 53     | (20)   | (80)   |
| Benefit payments, including refunds of member contributions                        | (671)     | (625)  | (695)  | (567)  | (489)  |
| Net change in total pension liability  | 639       | 678    | 428    | 738    | 497    |
| Total pension liability - beginning  | 30,167    | 29,489 | 29,061 | 28,323 | 27,826 |
| Total pension liability - ending (a)   | \$ 30,806 | 30,167 | 29,489 | 29,061 | 28,323 |
| Plan fiduciary net position  |           |        |        |        |        |
| Contributions - employer   | \$ 1,522  | 1,561  | 1,525  | 1,536  | 1,156  |
| Net investment income  | 666       | 670    | 582    | 547    | 517    |
| Benefit payments, including refunds of member contributions                        | (671)     | (625)  | (695)  | (567)  | (489)  |
| Administrative expense   | (290)     | (160)  | (148)  | (155)  | (79)   |
| Net change in plan fiduciary net position  | 1,227     | 1,446  | 1,264  | 1,361  | 1,105  |
| Plan fiduciary net position - beginning  | 22,226    | 20,780 | 19,516 | 18,155 | 17,050 |
| Plan fiduciary net position - ending (b)   | \$ 23,453 | 22,226 | 20,780 | 19,516 | 18,155 |
| County's net pension liability - ending (a)-(b)                                    | \$ 7,353  | 7,941  | 8,709  | 9,545  | 10,168 |
| Plan fiduciary net position as a percentage of the total pension liability (b)/(a) | 76.13%    | 73.68% | 70.47% | 67.16% | 64.10% |
| County's net pension liability as a percentage of covered payroll*                 | N/A       | N/A    | N/A    | N/A    | N/A    |
| Expected average remaining service years of all participants                       | 0.90      | 0.98   | 1.08   | 1.13   | 1.32   |
| Annual money-weighted rate of return   | 3.00%     | 3.01%  | 3.02%  | 3.00%  | 3.00%  |

\* All volunteer fire and rescue personnel are not compensated.

**Notes to Schedule:**

*Changes of benefit terms.* There have been no changes in benefit terms.

*Changes of assumptions.* There have been no changes in assumptions.

*Projected benefit payments.* Calculations assume that the County will continue to make all required actuarially determined contributions. Based on that assumption, the plan's fiduciary net position is expected to make all future benefit payments of current plan members.

| 2019   | 2018   | 2017   | 2016   | 2015   | Fiscal Year  |
|--------|--------|--------|--------|--------|--|
|        |        |        |        |        | Total pension liability  |
| 522    | 235    | 252    | 286    | 290    | Service cost   |
| 838    | 958    | 930    | 911    | 885    | Interest   |
| (335)  | (168)  | (291)  | (471)  | (392)  | Differences between expected and actual experience                                 |
| (330)  | 11,019 | 22     | 70     | -      | Changes of assumptions   |
| (505)  | (447)  | (397)  | (362)  | (345)  | Benefit payments, including refunds of member contributions                        |
| 190    | 11,597 | 516    | 434    | 438    | Net change in total pension liability  |
| 27,636 | 16,039 | 15,523 | 15,089 | 14,651 | Total pension liability - beginning  |
| 27,826 | 27,636 | 16,039 | 15,523 | 15,089 | Total pension liability - ending (a)   |
|        |        |        |        |        | Plan fiduciary net position  |
| 941    | 798    | 811    | 853    | 940    | Contributions - employer   |
| 488    | 463    | 428    | 409    | 372    | Net investment income  |
| (505)  | (447)  | (397)  | (362)  | (345)  | Benefit payments, including refunds of member contributions                        |
| (46)   | (54)   | (62)   | (37)   | (34)   | Administrative expense   |
| 878    | 760    | 780    | 863    | 933    | Net change in plan fiduciary net position  |
| 16,172 | 15,412 | 14,632 | 13,769 | 12,836 | Plan fiduciary net position - beginning  |
| 17,050 | 16,172 | 15,412 | 14,632 | 13,769 | Plan fiduciary net position - ending (b)   |
| 10,776 | 11,464 | 627    | 891    | 1,320  | County's net pension liability - ending (a)-(b)                                    |
| 61.27% | 58.52% | 96.09% | 94.26% | 91.25% | Plan fiduciary net position as a percentage of the total pension liability (b)/(a) |
| N/A    | N/A    | N/A    | N/A    | N/A    | County's net pension liability as a percentage of covered payroll*                 |
| 2.11   | 2.41   | 2.60   | 2.97   | 3.39   | Expected average remaining service years of all participants                       |
| 2.98%  | 3.00%  | 2.94%  | 2.95%  | 2.90%  | Annual money-weighted rate of return   |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 4B

**Schedule of County Contribution - Post-Employment Benefit Plans (UNAUDITED)**

Page 1 of 2

**Prince William County Volunteer Fire and Rescue Personnel Length of Service Award Program (LoSAP)**

**Schedule of County Contributions - Last 10 Fiscal Years**

Last Ten Fiscal Years

(amounts expressed in thousands, except percentages, ratios and years)

| Fiscal Year  | 2024     | 2023  | 2022  | 2021  | 2020  |
|--|----------|-------|-------|-------|-------|
| Actuarially determined contribution                                  | \$ 1,522 | 1,561 | 1,524 | 1,536 | 1,156 |
| Contributions in relation to the actuarially determined contribution | 1,522    | 1,561 | 1,524 | 1,536 | 1,156 |
| Contribution deficiency (excess)                                     | \$ -     | -     | -     | -     | -     |
| Covered payroll  | N/A      | N/A   | N/A   | N/A   | N/A   |
| Contributions as a percentage of covered payroll                     | N/A      | N/A   | N/A   | N/A   | N/A   |

**Notes to Schedule:**

*Valuation date.* Actuarially determined contribution rates are calculated as of the beginning of each fiscal year (July 1). Actuarial valuations are performed every year.

*Methods and assumptions used to determine contribution rates:*

|                               |  |
|-------------------------------|--|
| Actuarial cost method         | Prior to 7/1/2018, Aggregate, Level Dollar; Starting with 7/1/2018, Entry Age Normal, Level Dollar |
| Amortization method           | Level dollar amortization  |
| Remaining amortization period | Level Dollar over the expected working lifetime of current active participants                     |
| Asset valuation method        | Fair Value   |
| Inflation                     | 2.5%   |
| Salary increases              | Not Applicable to Volunteers   |
| Investment rate of return     | 3.00%  |
| Retirement age                | Low to Medium Rates between Ages 60 and 69; 100% at age 70   |
| Mortality                     | Society of Actuaries Public Safety (Above-Median Income) Mortality Table adjusted by Scale MP-2020 |

| 2019 | 2018 | 2017 | 2016 | 2015 | Fiscal Year                         |
|------|------|------|------|------|-------------------------------------|
| 941  | 798  | 811  | 853  | 940  | Actuarially determined contribution |
| 941  | 798  | 811  | 853  | 940  | Contributions in relation to the    |
| -    | -    | -    | -    | -    | actuarially determined contribution |
|      |      |      |      |      | Contribution deficiency (excess)    |
| N/A  | N/A  | N/A  | N/A  | N/A  | Covered payroll                     |
| N/A  | N/A  | N/A  | N/A  | N/A  | Contributions as a percentage of    |
|      |      |      |      |      | covered payroll                     |

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 5A

Schedule Changes in the County's Proportionate Share of Net OPEB Liability and Related Ratios -  
Post-Employment Benefit Plans (UNAUDITED)

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Virginia Retirement System - Group Life Insurance Program (GLI)

Changes in the County's Proportionate Share of Net OPEB Liability and Related Ratios - Last 10 Fiscal Years

Last Ten Fiscal Years

(amounts expressed in thousands, except percentages and years)

| Fiscal Year  | 2023      | 2022     | 2021     | 2020     | 2019     |
|--|-----------|----------|----------|----------|----------|
| Prince William County's Proportion of the Net GLI OPEB Liability   | 1.49982%  | 1.50009% | 1.54687% | 1.48218% | 1.43243% |
| Prince William County's Proportionate Share of the Net GLI OPEB Liability  | \$ 17,988 | 18,063   | 18,010   | 24,735   | 23,309   |
| Employer's Payroll   | 352,740   | 327,933  | 320,018  | 306,566  | 280,808  |
| Prince William County's Proportionate Share of the Net GLI OPEB Liability (Asset) as a Percentage of its Covered Payroll | 5.10%     | 5.51%    | 5.63%    | 8.07%    | 8.30%    |
| Plan Fiduciary Net Position as a Percentage of the Total GLI OPEB Liability  | 69.30%    | 67.21%   | 67.45%   | 52.64%   | 52.00%   |

**Notes to Schedule:**

*Projected benefit payments.* Calculations assume that the County will continue to make all required actuarially determined contributions. Based on that assumption, the plan's fiduciary net position is expected to make all future benefit payments of current plan members.

*Changes of benefit terms.* There have been no changes in benefit terms.

*Changes of assumptions.* There have been no changes in assumptions.

| 2018     | 2017     | 2016* | 2015* | 2014* | Fiscal Year  |
|----------|----------|-------|-------|-------|--|
| 1.39846% | 1.35566% |       |       |       | Prince William County's Proportion of the Net GLI OPEB Liability   |
| 21,239   | 20,400   |       |       |       | Prince William County's Proportionate Share of the Net GLI OPEB Liability  |
| 271,552  | 255,547  |       |       |       | Employer's Payroll   |
| 7.82%    | 7.98%    |       |       |       | Prince William County's Proportionate Share of the Net GLI OPEB Liability (Asset) as a Percentage of its Covered Payroll |
| 51.22%   | 48.86%   |       |       |       | Plan Fiduciary Net Position as a Percentage of the Total GLI OPEB Liability  |

\*Information for FY 2016 and earlier is not available.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Schedule of County Contribution - Post-Employment Benefit Plans (UNAUDITED)**  
**Virginia Retirement System - Group Life Insurance Program**  
**Schedule of County Contributions - Last 10 Fiscal Years**  
Last Ten Fiscal Years  
(amounts expressed in thousands, except percentages, ratios and years)

| Fiscal Year                         | 2024       | 2023    | 2022    | 2021    | 2020    |
|-------------------------------------|------------|---------|---------|---------|---------|
| Contractually required contribution | \$ 5,372   | 4,313   | 4,746   | 4,287   | 1,586   |
| Contributions in relation to the    |            |         |         |         |         |
| contractually required contribution | 5,372      | 4,313   | 4,746   | 4,287   | 1,586   |
| Contribution deficiency (excess)    | \$ -       | -       | -       | -       | -       |
| Covered payroll                     | \$ 404,036 | 352,740 | 327,933 | 320,018 | 306,566 |
| Contributions as a percentage of    |            |         |         |         |         |
| covered payroll <sup>1</sup>        | 1.33%      | 1.22%   | 1.45%   | 1.34%   | 0.52%   |

<sup>1</sup> Contribution rates are set and contributed based on pensionable earnings only.

| 2019    | 2018    | 2017    | 2016    | 2015    | Fiscal Year  |
|---------|---------|---------|---------|---------|--|
| 1,460   | 1,383   | 1,300   | 1,288   | 1,223   | Contractually required contribution                              |
|         |         |         |         |         | Contributions in relation to the                                 |
| 1,460   | 1,383   | 1,300   | 1,288   | 1,223   | contractually required contribution                              |
| -       | -       | -       | -       | -       | Contribution deficiency (excess)                                 |
| 280,808 | 265,909 | 255,547 | 250,061 | 242,930 | Covered payroll  |
| 0.52%   | 0.52%   | 0.51%   | 0.52%   | 0.50%   | Contributions as a percentage of<br>covered payroll <sup>1</sup> |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Changes in Net OPEB Liability and Related Ratios - Post-Employment Benefit Plans (UNAUDITED)**  
**Virginia Retirement System - Health Insurance Credit Plan**  
**Changes in the County's Net OPEB Liability and Related Ratios - Last 10 Fiscal Years**  
Last Ten Fiscal Years  
(amounts expressed in thousands, except percentages and years)

Schedule 6A  
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| Fiscal Year   | 2023       | 2022    | 2021    | 2020    | 2019    |
|---|------------|---------|---------|---------|---------|
| Total OPEB liability  |            |         |         |         |         |
| Service cost  | \$ 179     | 233     | 195     | 188     | 177     |
| Interest on total OPEB liability  | 614        | 579     | 540     | 521     | 509     |
| Differences between expected and actual experience                                | 249        | (176)   | 41      | 149     | 113     |
| Changes in benefit terms  |            |         | -       | (2)     | -       |
| Changes of assumptions  |            | 552     | 182     | -       | 197     |
| Benefit payments  | (616)      | (618)   | (591)   | (566)   | (500)   |
| Net change in total OPEB liability  | 426        | 570     | 367     | 290     | 496     |
| Total OPEB liability - beginning  | 9,231      | 8,661   | 8,294   | 8,004   | 7,508   |
| Total OPEB liability - ending (a)   | \$ 9,657   | 9,231   | 8,661   | 8,294   | 8,004   |
| Plan fiduciary net position   |            |         |         |         |         |
| Contributions - employer  | \$ 584     | 537     | 523     | 498     | 460     |
| Net investment income   | 287        | 7       | 1,003   | 76      | 233     |
| Benefit payments, including refunds of member contributions                       | (616)      | (618)   | (591)   | (566)   | (500)   |
| Administrative expense  | (4)        | (8)     | (12)    | (6)     | (5)     |
| Other   | -          | 77      | -       | -       | -       |
| Net change in plan fiduciary net position   | 251        | (5)     | 923     | -       | 188     |
| Plan fiduciary net position - beginning   | 4,754      | 4,759   | 3,836   | 3,836   | 3,648   |
| Plan fiduciary net position - ending (b)  | \$ 5,005   | 4,754   | 4,759   | 3,836   | 3,836   |
| County's net OPEB liability - ending (a)-(b)                                      | \$ 4,652   | 4,477   | 3,902   | 4,458   | 4,168   |
| Plan fiduciary net position as a percentage of the total OPEB liability (b) / (a) | 51.83%     | 51.50%  | 54.95%  | 46.26%  | 47.93%  |
| Covered payroll   | \$ 352,740 | 327,933 | 320,018 | 306,566 | 280,007 |
| County's net OPEB liability as a percentage of covered payroll                    | 1.32%      | 1.37%   | 1.22%   | 1.45%   | 1.49%   |
| Expected average remaining service years of all participants                      | N/A        | N/A     | N/A     | N/A     | N/A     |
| See Note 13 Illustration 13-10 for expected arithmetic nominal rate of return     | 8.25%      | 7.83%   | 7.39%   | 7.14%   | 7.63%   |

**Notes to Schedule:**

*Projected benefit payments.* Calculations assume that the County will continue to make all required actuarially determined contributions. Based on that assumption, the plan's fiduciary net position is expected to make all future benefit payments of current plan members.

*Changes of benefit terms.* There have been no changes in benefit terms.

*Changes of assumptions.* There have been no changes in assumptions.

| 2018    | 2017    | 2016* | 2015* | 2014* | Fiscal Year   |
|---------|---------|-------|-------|-------|---|
|         |         |       |       |       | Total OPEB liability  |
| 169     | 161     |       |       |       | Service cost  |
| 493     | 487     |       |       |       | Interest on total OPEB liability  |
|         |         |       |       |       | Differences between expected and actual experience                                |
| 63      | -       |       |       |       | Changes in benefit terms  |
| -       | -       |       |       |       | Changes of assumptions  |
| -       | (149)   |       |       |       | Benefit payments  |
| (513)   | (337)   |       |       |       | Net change in total OPEB liability  |
| 212     | 162     |       |       |       | Total OPEB liability - beginning  |
| 7,296   | 7,134   |       |       |       | Total OPEB liability - ending (a)   |
| 7,508   | 7,296   |       |       |       |   |
|         |         |       |       |       | Plan fiduciary net position   |
| 437     | 411     |       |       |       | Contributions - employer  |
| 248     | 358     |       |       |       | Net investment income   |
|         |         |       |       |       | Benefit payments, including refunds of member contributions                       |
| (513)   | (337)   |       |       |       | Administrative expense  |
| (6)     | (6)     |       |       |       | Other   |
| (18)    | 18      |       |       |       | Net change in plan fiduciary net position   |
| 148     | 444     |       |       |       | Plan fiduciary net position - beginning   |
| 3,500   | 3,056   |       |       |       | Plan fiduciary net position - ending (b)  |
| 3,648   | 3,500   |       |       |       |   |
| 3,860   | 3,796   |       |       |       | County's net OPEB liability - ending (a)-(b)                                      |
| 48.59%  | 47.97%  |       |       |       | Plan fiduciary net position as a percentage of the total OPEB liability (b) / (a) |
| 271,552 | 255,547 |       |       |       | Covered payroll   |
| 1.42%   | 1.49%   |       |       |       | County's net OPEB liability as a percentage of covered payroll                    |
| N/A     | N/A     |       |       |       | Expected average remaining service years of all participants                      |
| 7.09%   | 11.71%  |       |       |       | See Note 13 Illustration 13-10 for expected arithmetic nominal rate of return     |

\*Information for FY 2016 and earlier is not available.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Schedule of County Contribution - Post-Employment Benefit Plans (UNAUDITED)**  
**Virginia Retirement System - Health Insurance Credit Plan**  
**Schedule of County Contributions - Last 10 Fiscal Years**  
 Last Ten Fiscal Years  
 (amounts expressed in thousands, except percentages, ratios and years)

| Fiscal Year  | 2024       | 2023    | 2022    | 2021    | 2020    |
|--|------------|---------|---------|---------|---------|
| Contractually required contribution  | \$ 672     | 584     | 523     | 522     | 498     |
| Contributions in relation to the net position restricted for contractually required contribution | 672        | 584     | 523     | 522     | 498     |
| Contribution deficiency (excess)   | \$ -       | -       | -       | -       | -       |
| Covered payroll  | \$ 373,158 | 352,740 | 327,933 | 320,018 | 306,566 |
| Contributions as a percentage of covered payroll <sup>1</sup>                                    | 0.18%      | 0.17%   | 0.16%   | 0.16%   | 0.16%   |

<sup>1</sup>Contribution rates are set and contributed based on pensionable earnings only.

**Notes to Schedule:**

*Changes of benefit terms.* There have been no changes in benefit terms.

*Methods and assumptions used in calculations of actuarially determined contributions:*

|                               |                                   |
|-------------------------------|-----------------------------------|
| Actuarial cost method         | Entry Age Normal                  |
| Amortization method           | Level Percent of payroll, Closed  |
| Remaining amortization period | up to 22 years                    |
| Asset valuation method        | Fair Value                        |
| Investment rate of return*    | 6.75%, net of investment expenses |
| Projected salary increases:*  |                                   |
| Non-Hazardous Duty            | 3.50 – 4.75%                      |
| Hazardous Duty                | 3.50 – 5.35%                      |
| *Includes inflation at        | 2.50%                             |

| 2019    | 2018    | 2017    | 2016    | 2015    | Fiscal Year                         |
|---------|---------|---------|---------|---------|-------------------------------------|
| 460     | 437     | 411     | 376     | 357     | Contractually required contribution |
|         |         |         |         |         | Contributions in relation to the    |
|         |         |         |         |         | net position restricted for         |
| 460     | 437     | 411     | 376     | 357     | contractually required contribution |
| -       | -       | -       | -       | -       | Contribution deficiency (excess)    |
| 280,007 | 271,552 | 255,547 | 220,911 | 212,264 | Covered payroll                     |
|         |         |         |         |         | Contributions as a percentage of    |
| 0.16%   | 0.16%   | 0.16%   | 0.17%   | 0.17%   | covered payroll <sup>1</sup>        |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Changes in Net OPEB Liability and Related Ratios -**  
**Post-Employment Benefit Plans (UNAUDITED)**

Schedule 7A  
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**OPEB Master Trust Fund - County Premium Plan**  
**Changes in the County's Net OPEB Liability and Related Ratios - Last 10 Fiscal Years**

Last Ten Fiscal Years

(amounts expressed in thousands, except percentages and years)

| Fiscal Year   | 2024       | 2023    | 2022    | 2021    | 2020    |
|---|------------|---------|---------|---------|---------|
| Total OPEB liability  |            |         |         |         |         |
| Service cost  | \$ 1,526   | 1,468   | 1,250   | 1,202   | 1,163   |
| Interest on total OPEB liability  | 1,979      | 1,840   | 1,849   | 1,736   | 1,705   |
| Differences between expected and actual experience                                | 6,241      | (19)    | (280)   | 214     | 1,230   |
| Changes of assumptions  | 399        |         | (299)   | -       | (1,664) |
| Benefit payments  | (1,050)    | (1,429) | (1,672) | (1,400) | (2,097) |
| Net change in total OPEB liability  | 9,095      | 1,860   | 848     | 1,752   | 337     |
| Total OPEB liability - beginning  | 29,850     | 27,990  | 27,142  | 25,390  | 25,053  |
| Total OPEB liability - ending (a)   | \$ 38,945  | 29,850  | 27,990  | 27,142  | 25,390  |
| Plan fiduciary net position   |            |         |         |         |         |
| Contributions - employer  | \$ 1,528   | 1,513   | 1,479   | 1,475   | 1,428   |
| Net investment income   | 3,025      | 1,857   | (3,444) | 5,663   | 1,313   |
| Benefit payments, including refunds of member contributions                       | (1,050)    | (1,429) | (1,672) | (1,400) | (2,097) |
| Asset adjustment  | -          | -       | -       | -       | -       |
| Administrative expense  | (38)       | (39)    | (43)    | -       | -       |
| Net change in plan fiduciary net position   | 3,465      | 1,902   | (3,680) | 5,738   | 644     |
| Plan fiduciary net position - beginning   | 22,124     | 20,222  | 23,902  | 18,164  | 17,520  |
| Plan fiduciary net position - ending (b)  | \$ 25,589  | 22,124  | 20,222  | 23,902  | 18,164  |
| County's net OPEB liability - ending (a)-(b)                                      | \$ 13,356  | 7,726   | 7,768   | 3,240   | 7,226   |
| Plan fiduciary net position as a percentage of the total OPEB liability (b) / (a) | 65.71%     | 74.12%  | 72.25%  | 88.06%  | 71.54%  |
| Covered payroll   | \$ 404,036 | 373,158 | 327,933 | 320,018 | 306,566 |
| County's net OPEB liability as a percentage of covered payroll                    | 3.31%      | 2.07%   | 2.37%   | 1.01%   | 2.36%   |
| Expected average remaining service years of all participants                      | 8          | 8       | 8       | 8       | 8       |
| Annual money-weighted rate of return  | 12.61%     | 8.55%   | -13.58% | 26.05%  | 6.53%   |

**Notes to Schedule:**

*Changes of benefit terms.* There have been no changes in benefit terms.

*Changes of assumptions.* The healthcare cost trend assumption was updated based on the 2024 Getzen model released by the SOA. The timing of decrements is assumed to occur in the middle of the year rather than the beginning of the year.

| 2019    | 2018    | 2017    | 2016* | 2015* | Fiscal Year   |
|---------|---------|---------|-------|-------|---|
|         |         |         |       |       | Total OPEB liability  |
| 1,119   | 1,285   | 1,234   |       |       | Service cost  |
| 1,608   | 1,785   | 1,673   |       |       | Interest on total OPEB liability  |
| (37)    | (4,473) | 34      |       |       | Differences between expected and actual experience                                |
| -       | (428)   | -       |       |       | Changes of assumptions  |
| (1,228) | (777)   | (1,261) |       |       | Benefit payments  |
| 1,462   | (2,608) | 1,680   |       |       | Net change in total OPEB liability  |
| 23,591  | 26,199  | 24,519  |       |       | Total OPEB liability - beginning  |
| 25,053  | 23,591  | 26,199  |       |       | Total OPEB liability - ending (a)   |
|         |         |         |       |       | Plan fiduciary net position   |
| 1,521   | 1,954   | 1,884   |       |       | Contributions - employer  |
| 1,244   | 1,310   | 1,285   |       |       | Net investment income   |
| (1,228) | (777)   | (1,261) |       |       | Benefit payments, including refunds of member contributions                       |
| -       | -       | (1,609) |       |       | Asset adjustment  |
| -       | -       | (3)     |       |       | Administrative expense  |
| 1,537   | 2,487   | 296     |       |       | Net change in plan fiduciary net position   |
| 15,983  | 13,496  | 13,200  |       |       | Plan fiduciary net position - beginning   |
| 17,520  | 15,983  | 13,496  |       |       | Plan fiduciary net position - ending (b)  |
| 7,533   | 7,608   | 12,703  |       |       | County's net OPEB liability - ending (a)-(b)                                      |
| 69.93%  | 67.75%  | 51.51%  |       |       | Plan fiduciary net position as a percentage of the total OPEB liability (b) / (a) |
| 280,007 | 271,552 | 292,195 |       |       | Covered payroll   |
| 2.69%   | 2.80%   | 4.35%   |       |       | County's net OPEB liability as a percentage of covered payroll                    |
| 8       | 8       | 8       |       |       | Expected average remaining service years of all participants                      |
| 6.79%   | 7.84%   | 10.17%  |       |       | Annual money-weighted rate of return  |

\*Information for FY 2016 and earlier is not available.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Schedule of County Contribution - Other Post-Employment Benefit Plans (UNAUDITED)**  
**OPEB Master Trust Fund - County Premium Plan**  
**Schedule of County Contributions - Last 10 Fiscal Years**  
Last Ten Fiscal Years  
(amounts expressed in thousands, except percentages, ratios and years)

| Fiscal Year   | 2024       | 2023    | 2022    | 2021    | 2020    |
|---|------------|---------|---------|---------|---------|
| Actuarially determined contribution                                     | \$ 2,970   | 1,513   | 1,479   | 1,475   | 1,428   |
| Contributions in relation to the<br>actuarially determined contribution | 1,528      | 1,513   | 1,479   | 1,475   | 1,428   |
| Contribution deficiency (excess)  | \$ 1,442   | -       | -       | -       | -       |
| Covered payroll   | \$ 404,036 | 352,740 | 327,933 | 320,018 | 306,566 |
| Contributions as a percentage of<br>covered payroll <sup>1</sup>        | 0.38%      | 0.43%   | 0.45%   | 0.46%   | 0.47%   |

<sup>1</sup> The rates shown are as a percentage of total covered payroll.

**Notes to Schedule:**

*Changes of benefit terms.* There have been no changes in benefit terms.

*Methods and assumptions used to determine contribution rates:*

|                               |  |
|-------------------------------|--|
| Valuation Date                | 1/1/2024   |
| Actuarial cost method         | Projected Unit Credit                                    |
| Amortization method           | Level Percentage of Projected Payroll, closed            |
| Remaining amortization period | 14 years, closed   |
| Asset valuation method        | Market Value of Assets                                   |
| Investment rate of return     | 6.75%, net of expenses                                   |
| Payroll growth rate           | 3.00%  |
| Inflation                     | 2.60%  |
| Healthcare cost trend rate    | The trend for 2024 is 7.5%. The ultimate trend is 4.04%. |

*Changes of assumptions.* The healthcare cost trend assumption was updated based on the 2024 Getzen model released by the SOA. The timing of decrements is assumed to occur in the middle of the year rather than the beginning of the year.

| 2019    | 2018    | 2017    | 2016    | 2015    | Fiscal Year   |
|---------|---------|---------|---------|---------|---|
| 1,521   | 1,500   | 1,884   | 1,623   | 1,567   | Actuarially determined contribution                                     |
| 1,521   | 1,954   | 1,884   | 1,623   | 1,567   | Contributions in relation to the<br>actuarially determined contribution |
| -       | (454)   | -       | -       | -       | Contribution deficiency (excess)  |
| 280,007 | 271,552 | 292,195 | 280,308 | 256,956 | Covered payroll   |
| 0.54%   | 0.72%   | 0.64%   | 0.58%   | 0.61%   | Contributions as a percentage of<br>covered payroll <sup>1</sup>        |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 8A

**Changes in Net OPEB Liability and Related Ratios - Post-Employment Benefit Plans (UNAUDITED)**

Page 1 of 2

**OPEB Master Trust Fund - County Retiree Health Insurance Credit Plan**

**Changes in the County's Net OPEB Liability and Related Ratios - Last 10 Fiscal Years**

Last Ten Fiscal Years

(amounts expressed in thousands, except percentages and years)

| Fiscal Year  | 2024       | 2023    | 2022    | 2021    | 2020    |
|--|------------|---------|---------|---------|---------|
| Total OPEB liability   |            |         |         |         |         |
| Service cost   | \$ 902     | 902     | 803     | 803     | 744     |
| Interest on total OPEB liability   | 2,865      | 2,784   | 2,604   | 2,533   | 2,443   |
| Changes of Benefit Terms   | 3,687      |         |         |         |         |
| Differences between expected and actual experience                                 | (3,877)    | (412)   | 2,577   | (180)   | 874     |
| Changes of assumptions   | (427)      | -       | 393     | -       | (640)   |
| Benefit payments   | (2,309)    | (2,247) | (2,193) | (2,085) | (2,047) |
| Net change in total OPEB liability   | 841        | 1,027   | 4,184   | 1,071   | 1,374   |
| Total OPEB liability - beginning   | 43,605     | 42,578  | 38,394  | 37,323  | 35,949  |
| Total OPEB liability - ending (a)  | \$ 44,446  | 43,605  | 42,578  | 38,394  | 37,323  |
| Plan fiduciary net position  |            |         |         |         |         |
| Contributions - employer   | \$ 2,437   | 2,366   | 2,291   | 2,137   | 2,091   |
| Net investment income  | 2,672      | 1,601   | (3,013) | 4,587   | 1,054   |
| Benefit payments, including refunds of member contributions                        | (2,309)    | (2,247) | (2,194) | (2,085) | (2,047) |
| Asset adjustment   |            | -       | -       | -       | -       |
| Net change in plan fiduciary net position  | 2,800      | 1,720   | (2,916) | 4,639   | 1,098   |
| Plan fiduciary net position - beginning  | 22,422     | 20,702  | 23,618  | 18,979  | 17,881  |
| Plan fiduciary net position - ending (b)   | \$ 25,222  | 22,422  | 20,702  | 23,618  | 18,979  |
| County's net OPEB liability - ending (a)-(b)                                       | \$ 19,224  | 21,183  | 21,876  | 14,776  | 18,344  |
| Plan fiduciary net position as a percentage of the total OPEB liability (b) / ( a) | 56.75%     | 51.42%  | 48.62%  | 61.51%  | 50.85%  |
| Covered payroll  | \$ 404,036 | 352,740 | 327,933 | 320,018 | 306,566 |
| County's net OPEB liability as a percentage of covered payroll                     | 4.76%      | 6.01%   | 6.67%   | 4.62%   | 5.98%   |
| Expected average remaining service years of all participants                       | 8          | 8       | 8       | 8       | 8       |
| Annual money-weighted rate of return   | 12.61%     | 8.55%   | -13.58% | 26.05%  | 6.53%   |

**Notes to Schedule:**

*Changes of benefit terms.* The retiree credit increased from \$5.50 per year of service to \$6.50 per year of service for anyone who retires on or after July 1, 2024.

*Changes of assumptions.* The following changes in actuarial assumptions were made effective June 30, 2024:

The timing of decrements is assumed to occur in the middle of the year rather than the beginning of the year.

| 2019    | 2018    | 2017    | 2016* | 2015* | Fiscal Year  |
|---------|---------|---------|-------|-------|--|
|         |         |         |       |       | Total OPEB liability   |
| 744     | 755     | 755     |       |       | Service cost   |
| 2,368   | 2,335   | 2,254   |       |       | Interest on total OPEB liability   |
|         |         |         |       |       | Differences between expected and actual experience                                 |
| (52)    | (245)   | (163)   |       |       | Changes of assumptions   |
| -       | (443)   | -       |       |       | Benefit payments   |
| (1,957) | (1,867) | (1,647) |       |       | Net change in total OPEB liability   |
| 1,103   | 535     | 1,199   |       |       | Total OPEB liability - beginning   |
| 34,846  | 34,311  | 33,112  |       |       | Total OPEB liability - ending (a)  |
| 35,949  | 34,846  | 34,311  |       |       |  |
|         |         |         |       |       | Plan fiduciary net position  |
| 1,977   | 2,311   | 2,267   |       |       | Contributions - employer   |
| 1,007   | 1,115   | 1,479   |       |       | Net investment income  |
|         |         |         |       |       | Benefit payments, including refunds of member contributions                        |
| (1,957) | (1,867) | (1,647) |       |       | Asset adjustment   |
| -       | -       | 1,609   |       |       | Net change in plan fiduciary net position  |
| 1,027   | 1,559   | 3,708   |       |       | Plan fiduciary net position - beginning  |
| 16,854  | 15,295  | 11,587  |       |       | Plan fiduciary net position - ending (b)   |
| 17,881  | 16,854  | 15,295  |       |       |  |
| 18,068  | 17,992  | 19,016  |       |       | County's net OPEB liability - ending (a)-(b)                                       |
|         |         |         |       |       | Plan fiduciary net position as a percentage of the total OPEB liability (b) / ( a) |
| 49.74%  | 48.37%  | 44.58%  |       |       |  |
| 280,007 | 271,552 | 292,195 |       |       | Covered payroll  |
|         |         |         |       |       | County's net OPEB liability as a percentage of covered payroll                     |
| 6.45%   | 6.63%   | 6.51%   |       |       |  |
| 8       | 8       | 8       |       |       | Expected average remaining service years of all participants                       |
| 6.79%   | 7.84%   | 10.17%  |       |       | Annual money-weighted rate of return   |

\*Information for FY 2016 and earlier is not available.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Schedule of County Contribution - Post-Employment Benefit Plans (UNAUDITED)**  
**OPEB Master Trust Fund - County Retiree Health Insurance Credit Plan**  
**Schedule of County Contributions - Last 10 Fiscal Years**  
 Last Ten Fiscal Years  
 (amounts expressed in thousands, except percentages, ratios and years)

**Schedule 8B**  
**Page 1 of 2**

| <b>Fiscal Year</b>   | <b>2024</b> | <b>2023</b> | <b>2022</b> | <b>2021</b> | <b>2020</b> |
|--|-------------|-------------|-------------|-------------|-------------|
| Actuarially determined contribution                                  | \$ 3,067    | 2,366       | 2,291       | 2,137       | 2,091       |
| Contributions in relation to the actuarially determined contribution | 3,067       | 2,366       | 2,291       | 2,137       | 2,091       |
| Contribution deficiency (excess)                                     | \$ -        | -           | -           | -           | -           |
| Covered payroll  | \$ 404,036  | 352,740     | 327,933     | 320,018     | 306,566     |
| Contributions as a percentage of covered payroll <sup>1</sup>        | 0.76%       | 0.67%       | 0.70%       | 0.67%       | 0.68%       |

<sup>1</sup>The rates shown are as a percentage of total covered payroll.

**Notes to Schedule:**

*Changes of benefit terms.* The retiree credit increased from \$5.50 per year of service to \$6.50 per year of service for anyone who retires on or after July 1, 2024.

*Methods and assumptions used to determine contribution rates:*

|                               |   |
|-------------------------------|---|
| Valuation Date                | 1/1/2024                                      |
| Actuarial cost method         | Projected Unit Credit                         |
| Amortization method           | Level Percentage of Projected Payroll, closed |
| Remaining amortization period | 14 years, closed                              |
| Asset valuation method        | Market Value of Assets                        |
| Investment rate of return     | 6.75%, net of OPEB Trust investment expense   |
| Payroll growth rate           | 3.00%   |
| Inflation                     | Not applicable                                |
| Healthcare cost trend rate    | Not applicable                                |

*Changes of assumptions:* The timing of decrements is assumed to occur in the middle of the year rather than the beginning of the year.

| 2019    | 2018    | 2017    | 2016    | 2015    | Fiscal Year   |
|---------|---------|---------|---------|---------|---|
| 1,977   | 1,967   | 2,267   | 2,061   | 2,023   | Actuarially determined contribution                                     |
| 1,977   | 2,311   | 2,267   | 2,061   | 2,023   | Contributions in relation to the<br>actuarially determined contribution |
| -       | (344)   | -       | -       | -       | Contribution deficiency (excess)  |
| 280,007 | 271,552 | 292,195 | 280,308 | 256,956 | Covered payroll   |
| 0.71%   | 0.85%   | 0.78%   | 0.74%   | 0.79%   | Contributions as a percentage of<br>covered payroll <sup>1</sup>        |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 9A

**Changes in Net OPEB Liability and Related Ratios - Post-Employment Benefit Plans (UNAUDITED)**

Page 1 of 2

**OPEB Master Trust Fund - County Line of Duty Act Plan**

**Changes in the County's Net OPEB Liability and Related Ratios - Last 10 Fiscal Years**

Last Ten Fiscal Years

(amounts expressed in thousands, except percentages and years)

| Fiscal Year   | 2024       | 2023    | 2022    | 2021    | 2020    |
|---|------------|---------|---------|---------|---------|
| Total OPEB liability  |            |         |         |         |         |
| Service cost  | \$ 1,983   | 1,908   | 1,795   | 1,726   | 1,113   |
| Interest on total OPEB liability  | 1,445      | 1,296   | 1,213   | 1,082   | 1,367   |
| Differences between expected and actual experience                                | (4,061)    | (55)    | (1,317) | (51)    | (5,869) |
| Changes of assumptions  | 655        |         | 1,122   | -       | 12      |
| Benefit payments  | (944)      | (993)   | (926)   | (793)   | (763)   |
| Net change in total OPEB liability  | (922)      | 2,156   | 1,887   | 1,964   | (4,140) |
| Total OPEB liability - beginning  | 21,880     | 19,724  | 17,837  | 15,873  | 20,013  |
| Total OPEB liability - ending (a)   | \$ 20,958  | 21,880  | 19,724  | 17,837  | 15,873  |
| Plan fiduciary net position   |            |         |         |         |         |
| Contributions - employer  | \$ 1,968   | 1,896   | 1,830   | 1,875   | 1,788   |
| Net investment income   | 3,570      | 2,092   | (3,597) | 4,988   | 1,144   |
| Benefit payments, including refunds of member contributions                       | (943)      | (993)   | (926)   | (793)   | (763)   |
| Administrative expense  | (45)       | (44)    | (44)    | (39)    | -       |
| Net change in plan fiduciary net position   | 4,550      | 2,951   | (2,737) | 6,031   | 2,169   |
| Plan fiduciary net position - beginning   | 22,905     | 19,954  | 22,691  | 16,660  | 14,491  |
| Plan fiduciary net position - ending (b)  | \$ 27,455  | 22,905  | 19,954  | 22,691  | 16,660  |
| County's net OPEB liability - ending (a)-(b)                                      | \$ (6,497) | (1,025) | (230)   | (4,854) | (787)   |
| Plan fiduciary net position as a percentage of the total OPEB liability (b) / (a) | 131.00%    | 104.68% | 101.17% | 127.21% | 104.96% |
| Covered payroll   | \$ 155,186 | 140,924 | 135,641 | 140,944 | 135,139 |
| County's net OPEB liability (asset) as a percentage of covered payroll            | -4.19%     | -0.73%  | -0.17%  | -3.44%  | -0.58%  |
| Expected average remaining service years of all participants                      | 13         | 12      | 12      | 12      | 12      |
| Annual money-weighted rate of return  | 12.61%     | 8.55%   | -13.58% | 26.05%  | 6.53%   |

**Notes to Schedule:**

*Changes of benefit terms.* There have been no changes in benefit terms.

*Changes of assumptions.* The following changes in actuarial assumptions were made effective June 30, 2024:

The healthcare cost trend assumption was updated based on the 2024 Getzen model released by the SOA.

Medicare Part B premiums are assumed to increase 4.0% annually.

The timing of decrements is assumed to occur in the middle of the year rather than the beginning of the year.

| 2019    | 2018    | 2017   | 2016* | 2015* | Fiscal Year   |
|---------|---------|--------|-------|-------|---|
|         |         |        |       |       | Total OPEB liability  |
| 1,071   | 1,087   | 1,044  |       |       | Service cost  |
| 1,270   | 1,002   | 920    |       |       | Interest on total OPEB liability  |
| (188)   | 907     | 45     |       |       | Differences between expected and actual experience                                |
| -       | 1,695   | -      |       |       | Changes of assumptions  |
| (750)   | (810)   | (815)  |       |       | Benefit payments  |
| 1,403   | 3,881   | 1,194  |       |       | Net change in total OPEB liability  |
| 18,610  | 14,729  | 13,535 |       |       | Total OPEB liability - beginning  |
| 20,013  | 18,610  | 14,729 |       |       | Total OPEB liability - ending (a)   |
|         |         |        |       |       | Plan fiduciary net position   |
| 1,526   | 1,476   | 1,424  |       |       | Contributions - employer  |
| 1,034   | 1,071   | 1,169  |       |       | Net investment income   |
| (750)   | (810)   | (815)  |       |       | Benefit payments, including refunds of member contributions                       |
| -       | -       | -      |       |       | Administrative expense  |
| 1,810   | 1,737   | 1,778  |       |       | Net change in plan fiduciary net position   |
| 12,681  | 10,944  | 9,166  |       |       | Plan fiduciary net position - beginning   |
| 14,491  | 12,681  | 10,944 |       |       | Plan fiduciary net position - ending (b)  |
| 5,522   | 5,929   | 3,785  |       |       | County's net OPEB liability - ending (a)-(b)                                      |
| 72.41%  | 68.14%  | 74.30% |       |       | Plan fiduciary net position as a percentage of the total OPEB liability (b) / (a) |
| 112,846 | 106,195 | 83,241 |       |       | Covered payroll   |
| 4.89%   | 5.58%   | 4.55%  |       |       | County's net OPEB liability (asset) as a percentage of covered payroll            |
| 12      | 12      | 12     |       |       | Expected average remaining service years of all participants                      |
| 6.79%   | 7.84%   | 10.17% |       |       | Annual money-weighted rate of return  |

\*Information for FY 2016 and earlier is not available.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Schedule of County Contribution - Post-Employment Benefit Plans (UNAUDITED)**  
**OPEB Master Trust Fund - County Line of Duty Act Plan**  
**Schedule of County Contributions - Last 10 Fiscal Years**  
Last Ten Fiscal Years  
(amounts expressed in thousands, except percentages, ratios and years)

|  | Fiscal Year | 2024    | 2023    | 2022    | 2021    | 2020    |
|--|-------------|---------|---------|---------|---------|---------|
| Actuarially determined contribution                                  | \$          | 2,274   | 1,941   | 1,830   | 1,875   | 1,788   |
| Contributions in relation to the actuarially determined contribution |             | 1,968   | 1,896   | 1,830   | 1,875   | 1,788   |
| Contribution deficiency (excess)                                     | \$          | 306     | 45      | -       | -       | -       |
| Covered payroll  | \$          | 155,186 | 140,924 | 135,641 | 140,944 | 135,139 |
| Contributions as a percentage of covered payroll <sup>1</sup>        |             | 1.27%   | 1.35%   | 1.35%   | 1.33%   | 1.32%   |

<sup>1</sup>The rates shown are as a percentage of total covered payroll.

**Notes to Schedule:**

*Changes of benefit terms.* There have been no changes in benefit terms.

*Methods and assumptions used to determine contribution rates:*

|                               |  |
|-------------------------------|--|
| Valuation Date                | 1/1/2024   |
| Actuarial cost method         | Projected Unit Credit                                    |
| Amortization method           | Level Percentage of Projected Payroll, closed            |
| Remaining amortization period | 19 years, closed   |
| Asset valuation method        | Market Value of Assets                                   |
| Investment rate of return     | 6.75%, net of OPEB Trust investment expense              |
| Payroll growth rate           | 3.50%  |
| Inflation                     | 2.60%  |
| Healthcare cost trend rate    | The trend for 2024 is 7.5%. The ultimate trend is 4.04%. |

*Changes of assumptions.* The healthcare cost trend assumption was updated based on the 2024 Getzen model released by the SOA.

*Medicare Part B premiums are assumed to increase 4.0% annually.*

*The timing of decrements is assumed to occur in the middle of the year rather than the beginning of the year.*

| 2019    | 2018    | 2017   | 2016   | 2015   | Fiscal Year   |
|---------|---------|--------|--------|--------|---|
| 1,526   | 1,472   | 1,424  | 1,529  | 1,474  | Actuarially determined contribution                                     |
| 1,526   | 1,476   | 1,424  | 1,529  | 1,474  | Contributions in relation to the<br>actuarially determined contribution |
| -       | (4)     | -      | -      | -      | Contribution deficiency (excess)  |
| 112,846 | 106,195 | 83,241 | 79,081 | 95,795 | Covered payroll   |
| 1.35%   | 1.39%   | 1.71%  | 1.93%  | 1.54%  | Contributions as a percentage of<br>covered payroll <sup>1</sup>        |

COUNTY OF PRINCE WILLIAM, VIRGINIA  
**Changes in Net OPEB Liability and Related Ratios - Post-Employment Benefit Plans (UNAUDITED)**  
**OPEB Master Trust Fund - Schools Premium Plan**  
**Changes in the County's Net OPEB Liability and Related Ratios - Last 10 Fiscal Years**  
Last Ten Fiscal Years  
(amounts expressed in thousands, except percentages and years)

Schedule 10A  
Page 1 of 2

| Fiscal Year   | 2024        | 2023     | 2022    | 2021     | 2020     |
|---|-------------|----------|---------|----------|----------|
| Total OPEB liability  |             |          |         |          |          |
| Service cost  | \$ 2,039    | 1,962    | 2,238   | 2,152    | 2,913    |
| Interest on total OPEB liability  | 2,645       | 2,553    | 2,670   | 2,578    | 3,903    |
| Changes of benefit terms  |             |          | -       | -        | -        |
| Differences between expected and actual experience                                | (15,895)    | (1,130)  | 492     | (1,782)  | (22,626) |
| Changes of assumptions  | (905)       |          | (3,891) | -        | (220)    |
| Benefit payments/refunds  | (1,501)     | (2,003)  | (1,914) | (1,756)  | (3,045)  |
| Net change in total OPEB liability  | (13,617)    | 1,382    | (405)   | 1,192    | (19,075) |
| Total OPEB liability - beginning  | 40,770      | 39,388   | 39,793  | 38,601   | 57,676   |
| Total OPEB liability - ending (a)   | \$ 27,153   | 40,770   | 39,388  | 39,793   | 38,601   |
| Plan fiduciary net position   |             |          |         |          |          |
| Contributions - employer  | \$ 1,501    | -        | 1,800   | 1,800    | 1,800    |
| Net investment income   | 6,781       | 4,100    | (7,567) | 10,736   | 2,478    |
| Benefit payments/refunds  | (1,501)     | -        | -       | -        | -        |
| Administrative expense  | -           | -        | -       | (15)     | -        |
| Net change in plan fiduciary net position   | 6,781       | 4,100    | (5,767) | 12,521   | 4,278    |
| Plan fiduciary net position - beginning   | 52,457      | 48,357   | 54,124  | 41,603   | 37,325   |
| Plan fiduciary net position - ending (b)  | \$ 59,238   | 52,457   | 48,357  | 54,124   | 41,603   |
| School's net OPEB liability - ending (a)-(b)                                      | \$ (32,085) | (11,687) | (8,969) | (14,331) | (3,002)  |
| Plan fiduciary net position as a percentage of the total OPEB liability (b) / (a) | 218.16%     | 128.67%  | 122.77% | 136.01%  | 107.78%  |
| Covered payroll   | \$ 778,031  | 719,230  | 703,886 | 668,814  | 655,997  |
| School's net OPEB liability as a percentage of covered payroll                    | -4.12%      | -1.62%   | -1.27%  | -2.14%   | -0.46%   |
| Expected average remaining service years of all participants                      | 6           | 6        | 6       | 8        | 8        |
| Annual money-weighted rate of return  | 12.61%      | 8.55%    | -13.58% | 26.05%   | 6.53%    |

**Notes to Schedule:**

*Projected benefit payments.* Calculations assume that the County will continue to make all required actuarially determined contributions. Based on that assumption, the plan's fiduciary net position is expected to make all future benefit payments of current plan members.

*Changes of benefit terms.* There have been no changes in benefit terms.

*Changes of assumptions.* The healthcare cost trend assumption was updated based on the 2024 Getzen model released by the SOA. *The timing of active decrements was updated from beginning of year to middle of year.*

| 2019    | 2018     | 2017    | 2016* | 2015* | Fiscal Year   |
|---------|----------|---------|-------|-------|---|
|         |          |         |       |       | Total OPEB liability  |
| 2,801   | 3,015    | 2,624   |       |       | Service cost  |
| 3,709   | 4,652    | 4,691   |       |       | Interest on total OPEB liability  |
| -       | -        | -       |       |       | Changes of benefit terms  |
| (594)   | (18,166) | -       |       |       | Differences between expected and actual experience                                |
| -       | -        | -       |       |       | Changes of assumptions  |
| (3,060) | (3,042)  | (3,329) |       |       | Benefit payments/refunds  |
| 2,856   | (13,541) | 3,986   |       |       | Net change in total OPEB liability  |
| 54,820  | 68,361   | 64,375  |       |       | Total OPEB liability - beginning  |
| 57,676  | 54,820   | 68,361  |       |       | Total OPEB liability - ending (a)   |
|         |          |         |       |       | Plan fiduciary net position   |
| 1,800   | 1,000    | 1,000   |       |       | Contributions - employer  |
| 2,248   | 2,340    | 2,619   |       |       | Net investment income   |
| -       | -        | -       |       |       | Benefit payments/refunds  |
| (2)     | (7)      | -       |       |       | Administrative expense  |
| 4,046   | 3,333    | 3,619   |       |       | Net change in plan fiduciary net position   |
| 33,279  | 29,946   | 26,327  |       |       | Plan fiduciary net position - beginning   |
| 37,325  | 33,279   | 29,946  |       |       | Plan fiduciary net position - ending (b)  |
| 20,352  | 21,541   | 38,415  |       |       | School's net OPEB liability - ending (a)-(b)                                      |
|         |          |         |       |       | Plan fiduciary net position as a percentage of the total OPEB liability (b) / (a) |
| 64.71%  | 60.71%   | 43.81%  |       |       |   |
| 615,455 | 599,822  | 576,721 |       |       | Covered payroll   |
|         |          |         |       |       | School's net OPEB liability as a percentage of covered payroll                    |
| 3.31%   | 3.59%    | 6.66%   |       |       |   |
| 7       | 8        | 8       |       |       | Expected average remaining service years of all participants                      |
| 6.79%   | 7.84%    | 10.17%  |       |       | Annual money-weighted rate of return  |

\*Information for FY 2016 and earlier is not available.

COUNTY OF PRINCE WILLIAM, VIRGINIA  
 Schedule of County Contribution - Post-Employment Benefit Plans (UNAUDITED)  
 OPEB Master Trust Fund - Schools Premium Plan  
 Schedule of County Contributions - Last 10 Fiscal Years  
 Last Ten Fiscal Years  
 (amounts expressed in thousands, except percentages, ratios and years)

| Fiscal Year  | 2024       | 2023    | 2022    | 2021    | 2020    |
|--|------------|---------|---------|---------|---------|
| Actuarially determined contribution  | 1,501      | 2,002   | 3,714   | 3,556   | 4,845   |
| Contributions in relation to the actuarially determined contribution       | 1,501      | 2,002   | 3,714   | 3,556   | 4,845   |
| Other contributions in relation to the actuarially determined contribution |            | -       | -       | -       | -       |
| Contribution deficiency (excess)   | \$ -       | -       | -       | -       | -       |
| Covered payroll  | \$ 778,031 | 719,230 | 703,886 | 668,814 | 655,997 |
| Contributions as a percentage of covered payroll <sup>1</sup>              | 0.19%      | 0.28%   | 0.53%   | 0.53%   | 0.74%   |

<sup>1</sup>The rates shown are as a percentage of total covered payroll.

**Notes to Schedule:**

*Changes of benefit terms.* There have been no changes in benefit terms.

*Methods and assumptions used to determine contribution rates:*

|                               |   |
|-------------------------------|---|
| Valuation Date                | 4/1/2022                                      |
| Actuarial cost method         | Entry Age Normal                              |
| Amortization method           | Level Percentage of Projected Payroll, closed |
| Remaining amortization period | 26  |
| Asset valuation method        | Fair Value                                    |
| Investment rate of return     | 6.75%, net of OPEB Trust investment expense   |
| Payroll growth rate           | 3.00%   |
| Inflation                     | 2.60%   |
| Healthcare cost trend rate    | Not available                                 |

*Changes of assumptions.* There have been no changes in assumptions.

| 2019    | 2018    | 2017    | 2016  | 2015  | Fiscal Year   |
|---------|---------|---------|-------|-------|---|
| 4,860   | 4,041   | 4,328   | 3,412 | 4,700 | Actuarially determined contribution   |
| 4,860   | 4,041   | 4,328   | 3,412 | 4,700 | Contributions in relation to the<br>actuarially determined contribution       |
| -       | -       | -       | -     | -     | Other contributions in relation to the<br>actuarially determined contribution |
| -       | -       | -       | -     | -     | Contribution deficiency (excess)  |
| 615,455 | 599,822 | 576,721 | N/A   | N/A   | Covered payroll   |
| 0.79%   | 0.67%   | 0.75%   | N/A   | N/A   | Contributions as a percentage of<br>covered payroll <sup>1</sup>              |



# PRINCE WILLIAM — COUNTY

## Nonmajor Governmental Funds and Capital Projects Special Revenue Funds

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes. The County has the following special revenue funds:

### *FIRE & RESCUE LEVY SPECIAL REVENUE FUND*

The Fire & Rescue Levy Special fund is used to account for the fire and rescue services. Revenues are principally derived from tax levy and interest earnings. Expenditures consist of the cost of delivering fire and rescue services.

### *TRANSPORTATION DISTRICTS*

The Transportation Districts receives revenues from special tax levies, user fees, and interest earnings. These revenues are used primarily to pay debt service payments incurred in construction of streets and roads.

### *STORMWATER MANAGEMENT DISTRICT / GYPSY MOTH AND FOREST PEST MANAGEMENT*

The Stormwater Management District / Gypsy Moth and Forest Pest Management Levy receives revenues from permits and development fees, charges for services, Federal and State grants, interest earnings and special tax levies. Expenditures consist of the cost of promoting storm water drainage and construction projects, maintaining water quality and protecting the environment.

### *DEVELOPMENT FEE SERVICES*

Development Fee Services receives revenues from permits, privilege fees, and regulatory licenses related to land and building development. Expenditures consist primarily of the cost of conducting review, inspection, and planning services.

### *HOUSING AUTHORITIES*

Housing receives revenue primarily from Federal housing grants that are used to develop affordable housing opportunities for County residents.

### *COMMUNITY DEVELOPMENT AUTHORITIES*

Community Development Authorities receives revenue from special assessments collected by the County and distributed to Board established special taxing districts. Expenditures consist of public improvements including roads, utility infrastructure and water and sanitary sewer facilities, etc. within the boundaries of the Community Development Authorities.

### *EMERGENCY MEDICAL SERVICE*

Emergency Medical Services receives revenue from ambulatory transport charges associated with fire and rescue emergency services delivery.

#### *TRANSIENT OCCUPANCY TAX*

Transient Occupancy Tax receives revenue from a 2.0% tax on the charge for the occupancy of any room or space in the County. As a member of the Northern Virginia Transportation Authority (NVTA), State statute has earmarked these revenues to be used for public transportation purposes only.

#### *GRANTOR'S / DEED TAX*

Grantor's / Deed Tax receives revenue from a fee imposed on each deed, instrument or writing by which lands, tenements, or other real property located in the County is sold or otherwise conveyed to a purchaser. As a member of NVTA, State statute has earmarked these revenues to be used for public transportation purposes only.

#### *COVID-19 RESPONSE*

Covid-19 Response receives general allocation of Coronavirus State and Local Fiscal Recovery Funds (CSLRF) from the U.S. Treasury Department to aid in the County's response and recovery from the COVID-19 pandemic.

#### *OPIOID SETTLEMENT*

Opioid Settlement receives revenue from drug distributors and a manufacturer. At least 30% of the funds received must be spent on community-based opioid abuse prevention, treatment and recovery efforts.

#### *OTHER*

Other special revenue funds receives revenues for the benefit of the Animal Shelter, such as fees for animal-friendly license plates.

### **Capital Projects Funds**

Capital projects funds are used to account for construction projects.

#### *OTHER CAPITAL PROJECTS*

Other Capital Projects Fund is used to account for the resources and expenditures related to construction projects such as libraries and parks, facilities to be used by police, detention and fire and rescue agencies, and storm water management ponds and channels.

#### **EDUCATION CAPITAL PROJECTS FUND**

Education Capital Projects Fund is used to account for the resources obtained exclusively for the construction of school building and other school projects (proceeds from bonds). Such resources are immediately provided to the School Board Component Unit in support of these projects.



# PRINCE WILLIAM — COUNTY

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Nomajor Governmental Funds - Special Revenue Funds and Capital Project Funds**  
**Combining Balance Sheet**  
 June 30, 2024  
 (amounts expressed in thousands)

|  | Special Revenue Funds |                             |   |                             |         |   |                                  |                               |  |
|--|-----------------------|-----------------------------|---|-----------------------------|---------|---|----------------------------------|-------------------------------|--|
|  | Fire & Rescue<br>Levy | Transportation<br>Districts | Stormwater<br>Management<br>District/Gypsy<br>Moth and<br>Forest Pest<br>Management | Development<br>Fee Services | Housing | Community<br>Development<br>Authorities | Emergency<br>Medical<br>Services | Transient<br>Occupancy<br>Tax |  |
|  |                       |                             |   |                             |         |   |                                  |                               |  |
| <b>ASSETS:</b>   |                       |                             |   |                             |         |   |                                  |                               |  |
| Equity in pooled cash and investments                              | \$ 44,201             | 1,886                       | 13,147  | 15,794                      | 8,129   | 328                                     | 3,514                            | 11,212                        |  |
| Restricted cash and temporary investments                          | -                     | -                           | -   | -                           | -       | -                                       | -                                | -                             |  |
| Property taxes receivable, net                                     | 346                   | 48                          | 12  | -                           | -       | 11                                      | -                                | -                             |  |
| Accounts receivable, net   | 273                   | 8                           | 136   | 355                         | 1       | -                                       | 107                              | 752                           |  |
| Due from other governmental units                                  | -                     | -                           | -   | -                           | 1,422   | -                                       | -                                | -                             |  |
| Inventory  | -                     | -                           | 21  | -                           | -       | -                                       | -                                | -                             |  |
| Total assets   | \$ 44,820             | 1,942                       | 13,316  | 16,149                      | 9,552   | 339                                     | 3,621                            | 11,964                        |  |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b> |                       |                             |   |                             |         |   |                                  |                               |  |
| <b>LIABILITIES:</b>  |                       |                             |   |                             |         |   |                                  |                               |  |
| Accounts payable   | \$ 1,110              | -                           | 187   | 255                         | 222     | -                                       | 613                              | -                             |  |
| Wages and benefits payable   | -                     | -                           | 78  | 356                         | 44      | -                                       | 18                               | -                             |  |
| Due to other governmental units                                    | -                     | -                           | 44  | -                           | -       | -                                       | -                                | -                             |  |
| Deposits and escrows   | 1                     | -                           | -   | -                           | -       | -                                       | -                                | -                             |  |
| Prepaid taxes  | 8,397                 | 284                         | 1,986   | -                           | -       | 318                                     | -                                | -                             |  |
| Unearned revenues  | -                     | -                           | 1,694   | 13                          | 27      | -                                       | -                                | -                             |  |
| Retainages   | -                     | -                           | -   | -                           | -       | -                                       | -                                | -                             |  |
| Total liabilities  | 9,508                 | 284                         | 3,989   | 624                         | 293     | 318                                     | 631                              | -                             |  |
| <b>DEFERRED INFLOWS OF RESOURCES:</b>                              |                       |                             |   |                             |         |   |                                  |                               |  |
| Deferred inflows related to unavailable taxes                      | 501                   | -                           | 17  | -                           | -       | -                                       | -                                | -                             |  |
| Deferred inflows related to unavailable settlements                | -                     | -                           | -   | -                           | -       | -                                       | -                                | -                             |  |
| Total deferred inflows of resources                                | 501                   | -                           | 17  | -                           | -       | -                                       | -                                | -                             |  |
| <b>FUND BALANCES:</b>  |                       |                             |   |                             |         |   |                                  |                               |  |
| Non-spendable  | -                     | -                           | 21  | -                           | -       | -                                       | -                                | -                             |  |
| Restricted   | 34,811                | 1,658                       | 9,289   | 15,525                      | 9,259   | 21                                      | 2,990                            | 11,964                        |  |
| Committed  | -                     | -                           | -   | -                           | -       | -                                       | -                                | -                             |  |
| Unassigned   | -                     | -                           | -   | -                           | -       | -                                       | -                                | -                             |  |
| Total fund balances  | 34,811                | 1,658                       | 9,310   | 15,525                      | 9,259   | 21                                      | 2,990                            | 11,964                        |  |
| Total liabilities, deferred inflows of resources and fund balances | \$ 44,820             | 1,942                       | 13,316  | 16,149                      | 9,552   | 339                                     | 3,621                            | 11,964                        |  |

| Special Revenue Funds  |                      |                      |       | Capital Projects Funds |           |         |
|--|----------------------|----------------------|-------|------------------------|-----------|---------|
| Grantor's /<br>Deed Tax  | Covid-19<br>Response | Opioid<br>Settlement | Other | Other                  | Education | Total   |
| 44,191   | 9,736                | 2,324                | 252   | 87,292                 | -         | 242,006 |
| -  | -                    | -                    | -     | 2,654                  | -         | 2,654   |
| -  | -                    | -                    | -     | -                      | -         | 417     |
| 213  | 48                   | 6,607                | 1     | -                      | -         | 8,501   |
| -  | -                    | -                    | -     | 54                     | -         | 1,476   |
| -  | -                    | -                    | -     | -                      | -         | 21      |
| 44,404   | 9,784                | 8,931                | 253   | 90,000                 | -         | 255,075 |
| <b>ASSETS:</b>   |                      |                      |       |                        |           |         |
| Equity in pooled cash and investments                              |                      |                      |       |                        |           |         |
| Restricted cash and temporary investments                          |                      |                      |       |                        |           |         |
| Property taxes receivable, net                                     |                      |                      |       |                        |           |         |
| Accounts receivable, net   |                      |                      |       |                        |           |         |
| Due from other governmental units                                  |                      |                      |       |                        |           |         |
| Inventory  |                      |                      |       |                        |           |         |
| Total assets   |                      |                      |       |                        |           |         |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b> |                      |                      |       |                        |           |         |
| <b>LIABILITIES:</b>  |                      |                      |       |                        |           |         |
| -  | 93                   | -                    | -     | 6,054                  | -         | 8,534   |
| -  | -                    | 11                   | -     | -                      | -         | 507     |
| -  | -                    | -                    | -     | 16                     | -         | 60      |
| -  | -                    | -                    | 41    | -                      | -         | 42      |
| -  | -                    | -                    | -     | -                      | -         | 10,985  |
| -  | 9,765                | 956                  | -     | -                      | -         | 12,455  |
| -  | -                    | -                    | -     | 1,352                  | -         | 1,352   |
| -  | 9,858                | 967                  | 41    | 7,422                  | -         | 33,935  |
| <b>DEFERRED INFLOWS OF RESOURCES:</b>                              |                      |                      |       |                        |           |         |
| -  | -                    | -                    | -     | -                      | -         | 518     |
| -  | -                    | 5,702                | -     | -                      | -         | 5,702   |
| -  | -                    | 5,702                | -     | -                      | -         | 6,220   |
| <b>FUND BALANCES:</b>  |                      |                      |       |                        |           |         |
| -  | -                    | -                    | -     | -                      | -         | 21      |
| 44,404   | -                    | 2,262                | 212   | -                      | -         | 132,395 |
| -  | -                    | -                    | -     | 82,578                 | -         | 82,578  |
| -  | (74)                 | -                    | -     | -                      | -         | (74)    |
| 44,404   | (74)                 | 2,262                | 212   | 82,578                 | -         | 214,920 |
| 44,404   | 9,784                | 8,931                | 253   | 90,000                 | -         | 255,075 |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Nonmajor Governmental Funds - Special Revenue Funds and Capital Projects Funds**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
For the Fiscal Year Ended June 30, 2024  
(amounts expressed in thousands)

Schedule 12  
Page 1 of 2

|   | Special Revenue Funds |                             |  |                             |              |   |                                  |                               |  |
|---|-----------------------|-----------------------------|--|-----------------------------|--------------|---|----------------------------------|-------------------------------|--|
|   | Fire & Rescue<br>Levy | Transportation<br>Districts | Stormwater<br>Management<br>District/Gypsy | Development<br>Fee Services | Housing      | Community<br>Development<br>Authorities | Emergency<br>Medical<br>Services | Transient<br>Occupancy<br>Tax |  |
|   |                       |                             | Moth and<br>Forest Pest<br>Management      |                             |              |   |                                  |                               |  |
| <b>REVENUES:</b>                                  |                       |                             |  |                             |              |   |                                  |                               |  |
| General property taxes                            | \$ 64,283             | 2,328                       | 2,237                                      | -                           | -            | 6,648                                   | -                                | -                             |  |
| Other local taxes                                 | -                     | -                           | -  | -                           | -            | -                                       | -                                | 3,093                         |  |
| Permits, privilege fees and regulatory licenses   | -                     | -                           | 362  | 25,168                      | -            | -                                       | -                                | -                             |  |
| From use of money and property                    | 1,884                 | 61                          | 497  | 727                         | 10           | -                                       | 127                              | 449                           |  |
| Charges for services                              | -                     | 18                          | 10,772                                     | 1,014                       | 777          | -                                       | 3,991                            | -                             |  |
| Intergovernmental revenues:                       |                       |                             |  |                             |              |   |                                  |                               |  |
| Federal   | -                     | -                           | -  | -                           | 43,538       | -                                       | -                                | -                             |  |
| State   | -                     | -                           | -  | -                           | 889          | -                                       | 5                                | -                             |  |
| Donations   | -                     | -                           | -  | -                           | -            | -                                       | -                                | -                             |  |
| Miscellaneous                                     | 70                    | -                           | 1  | 4                           | 25           | -                                       | -                                | -                             |  |
| Total revenues                                    | 66,237                | 2,407                       | 13,869                                     | 26,913                      | 45,239       | 6,648                                   | 4,123                            | 3,542                         |  |
| <b>EXPENDITURES:</b>                              |                       |                             |  |                             |              |   |                                  |                               |  |
| General government administration                 | -                     | -                           | -  | -                           | -            | -                                       | -                                | -                             |  |
| Public safety                                     | 31,576                | -                           | -  | 19,782                      | -            | -                                       | 2,321                            | 150                           |  |
| Public works                                      | -                     | 308                         | -  | -                           | -            | -                                       | -                                | -                             |  |
| Health and welfare                                | -                     | -                           | -  | -                           | -            | -                                       | -                                | -                             |  |
| Parks, recreation and cultural                    | -                     | -                           | -  | -                           | -            | -                                       | -                                | -                             |  |
| Community development                             | -                     | -                           | 7,593                                      | 8,300                       | 44,380       | 6,621                                   | -                                | -                             |  |
| Capital outlay                                    | -                     | -                           | -  | -                           | -            | -                                       | -                                | -                             |  |
| Total expenditures                                | 31,576                | 308                         | 7,593                                      | 28,082                      | 44,380       | 6,621                                   | 2,321                            | 150                           |  |
| Excess (deficiency) of revenues over expenditures | 34,661                | 2,099                       | 6,276                                      | (1,169)                     | 859          | 27                                      | 1,802                            | 3,392                         |  |
| <b>OTHER FINANCING SOURCES / (USES):</b>          |                       |                             |  |                             |              |   |                                  |                               |  |
| Transfers in from:                                |                       |                             |  |                             |              |   |                                  |                               |  |
| General fund                                      | -                     | -                           | -  | 5,670                       | 278          | -                                       | -                                | -                             |  |
| Special revenue funds                             | -                     | -                           | -  | -                           | -            | -                                       | -                                | -                             |  |
| Capital projects                                  | -                     | -                           | -  | -                           | -            | -                                       | -                                | -                             |  |
| Transfers out to:                                 |                       |                             |  |                             |              |   |                                  |                               |  |
| General fund                                      | (27,408)              | (2,071)                     | (1,417)                                    | (2,377)                     | (183)        | (15)                                    | (3,827)                          | -                             |  |
| Capital projects                                  | (5,800)               | -                           | (3,166)                                    | -                           | -            | -                                       | -                                | -                             |  |
| Internal service funds                            | (98)                  | -                           | (19)                                       | (382)                       | -            | -                                       | -                                | -                             |  |
| Issuance of debt                                  | -                     | -                           | -  | -                           | -            | -                                       | -                                | -                             |  |
| Premium on debt                                   | -                     | -                           | -  | -                           | -            | -                                       | -                                | -                             |  |
| Sale of surplus property                          | 15                    | -                           | -  | 26                          | -            | -                                       | -                                | -                             |  |
| Total other financing sources / (uses)            | (33,291)              | (2,071)                     | (4,602)                                    | 2,937                       | 95           | (15)                                    | (3,827)                          | -                             |  |
| Net change in fund balances                       | 1,370                 | 28                          | 1,674                                      | 1,768                       | 954          | 12                                      | (2,025)                          | 3,392                         |  |
| <b>FUND BALANCE, beginning of year</b>            | <b>33,441</b>         | <b>1,630</b>                | <b>7,636</b>                               | <b>13,757</b>               | <b>8,305</b> | <b>9</b>                                | <b>5,015</b>                     | <b>8,572</b>                  |  |
| <b>FUND BALANCE, end of year</b>                  | <b>\$ 34,811</b>      | <b>1,658</b>                | <b>9,310</b>                               | <b>15,525</b>               | <b>9,259</b> | <b>21</b>                               | <b>2,990</b>                     | <b>11,964</b>                 |  |

| Special Revenue Funds   |                      |                      |       | Capital Projects Funds |           |           |   |
|-------------------------|----------------------|----------------------|-------|------------------------|-----------|-----------|---|
| Grantor's /<br>Deed Tax | Covid-19<br>Response | Opioid<br>Settlement | Other | Other                  | Education | Total     |   |
| -                       | -                    | -                    | -     | -                      | -         | 75,496    | <b>REVENUES:</b>                                  |
| 5,908                   | -                    | -                    | -     | -                      | -         | 9,001     | General property taxes                            |
| -                       | -                    | -                    | -     | -                      | -         | 25,530    | Other local taxes                                 |
| 1,787                   | 496                  | -                    | 11    | 57                     | -         | 6,106     | Permits, privilege fees and regulatory licenses   |
| -                       | -                    | -                    | -     | -                      | -         | 16,572    | From use of money and property                    |
| -                       | 7,030                | -                    | -     | 1,643                  | -         | 52,211    | Charges for services                              |
| -                       | -                    | 800                  | 10    | 2,965                  | -         | 4,669     | Intergovernmental revenues:                       |
| -                       | -                    | -                    | 9     | 90                     | -         | 99        | Federal   |
| -                       | -                    | 926                  | -     | 2,886                  | -         | 3,912     | State   |
| 7,695                   | 7,526                | 1,726                | 30    | 7,641                  | -         | 193,596   | Donations   |
|                         |                      |                      |       |                        |           |           | Miscellaneous                                     |
|                         |                      |                      |       |                        |           |           | Total revenues                                    |
|                         |                      |                      |       |                        |           |           | <b>EXPENDITURES:</b>                              |
| -                       | 1,119                | -                    | -     | -                      | -         | 1,119     | General government administration                 |
| -                       | 479                  | -                    | 7     | -                      | -         | 54,315    | Public safety                                     |
| -                       | -                    | -                    | -     | -                      | -         | 308       | Public works                                      |
| -                       | 584                  | -                    | -     | -                      | -         | 584       | Health and welfare                                |
| -                       | 376                  | -                    | -     | -                      | -         | 376       | Parks, recreation and cultural                    |
| -                       | 870                  | -                    | -     | -                      | -         | 67,764    | Community development                             |
| -                       | -                    | 504                  | -     | 62,595                 | 142,152   | 205,251   | Capital outlay                                    |
| -                       | 3,428                | 504                  | 7     | 62,595                 | 142,152   | 329,717   | Total expenditures                                |
| 7,695                   | 4,098                | 1,222                | 23    | (54,954)               | (142,152) | (136,121) | Excess (deficiency) of revenues over expenditures |
|                         |                      |                      |       |                        |           |           | <b>OTHER FINANCING SOURCES / (USES):</b>          |
| -                       | -                    | -                    | -     | 46,309                 | -         | 52,257    | Transfers in from:                                |
| -                       | -                    | -                    | -     | 12,566                 | -         | 12,566    | General fund                                      |
| -                       | -                    | -                    | -     | 75                     | -         | 75        | Special revenue funds                             |
| -                       | -                    | -                    | -     | -                      | -         | (37,298)  | Capital projects                                  |
| -                       | (3,600)              | -                    | -     | (1,600)                | -         | (14,166)  | Transfers out to:                                 |
| -                       | -                    | -                    | -     | -                      | -         | (499)     | General fund                                      |
| -                       | -                    | -                    | -     | 49,180                 | 135,815   | 184,995   | Capital projects funds                            |
| -                       | -                    | -                    | -     | 2,716                  | 6,337     | 9,053     | Internal service funds                            |
| -                       | -                    | -                    | -     | -                      | -         | 41        | Issuance of debt                                  |
| -                       | (3,600)              | -                    | -     | 109,246                | 142,152   | 207,024   | Premium on debt                                   |
| 7,695                   | 498                  | 1,222                | 23    | 54,292                 | -         | 70,903    | Sale of surplus property                          |
| 36,709                  | (572)                | 1,040                | 189   | 28,286                 | -         | 144,017   | Total other financing sources / (uses)            |
| 44,404                  | (74)                 | 2,262                | 212   | 82,578                 | -         | 214,920   | Net change in fund balances                       |
|                         |                      |                      |       |                        |           |           | <b>FUND BALANCE, beginning of year</b>            |
|                         |                      |                      |       |                        |           |           | <b>FUND BALANCE, end of year</b>                  |

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 13

Special Revenue Fund - Fire & Rescue Levy

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |          | 2024<br>Actuals | Variance With<br>Final Budget |
|---|------------------|----------|-----------------|-------------------------------|
|   | Original         | Final    |                 | Favorable<br>(Unfavorable)    |
| <b>BUDGETARY REVENUES:</b>                              |                  |          |                 |                               |
| General property taxes                                  | \$ 64,141        | 64,141   | 64,283          | 142                           |
| From use of money and property                          | 2,000            | 2,000    | 1,277           | (723)                         |
| Miscellaneous   | -                | -        | 70              | 70                            |
| Total budgetary revenues                                | 66,141           | 66,141   | 65,630          | (511)                         |
| <b>BUDGETARY EXPENDITURES:</b>                          |                  |          |                 |                               |
| Public safety   | 53,667           | 42,831   | 31,576          | 11,255                        |
| Total budgetary expenditures                            | 53,667           | 42,831   | 31,576          | 11,255                        |
| <b>OTHER FINANCING SOURCES / (USES):</b>                |                  |          |                 |                               |
| Transfers out to:                                       |                  |          |                 |                               |
| General fund  | (27,408)         | (27,408) | (27,408)        | -                             |
| Capital projects funds                                  | (5,800)          | (5,800)  | (5,800)         | -                             |
| Internal service funds                                  | (98)             | (98)     | (98)            | -                             |
| Sale of surplus property                                | -                | -        | 15              | 15                            |
| Total other financing sources / (uses), net             | (33,306)         | (33,306) | (33,291)        | 15                            |
| Net change in budgetary fund balance                    | (20,832)         | (9,996)  | 763             | 10,759                        |
| <b>BUDGETARY FUND BALANCE, beginning of year</b>        | 41,307           | 41,307   | 41,307          | -                             |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | \$ 20,475        | 31,311   | 42,070          | 10,759                        |
| <b>Reconciliation of Budgetary Basis to GAAP Basis:</b> |                  |          |                 |                               |
| From use of money and property (Schedule 13)            | \$ 2,000         | 2,000    | 1,277           | (723)                         |
| Current year fair value adjustment                      | -                | -        | 607             | 607                           |
| From use of money and property (Schedule 12)            | 2,000            | 2,000    | 1,884           | (116)                         |
| Cumulative fair value adjustments of prior periods      | -                | -        | (7,866)         | (7,866)                       |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | 20,475           | 31,311   | 42,070          | 10,759                        |
| Total adjustments                                       | -                | -        | (7,259)         | (7,259)                       |
| <b>FUND BALANCE, end of year</b>                        | \$ 20,475        | 31,311   | 34,811          | 3,500                         |

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 14

Special Revenue Fund - Transportation Districts

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |         | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|---|------------------|---------|-----------------|---|
|   | Original         | Final   |                 |   |
| <b>BUDGETARY REVENUES:</b>                              |                  |         |                 |   |
| General property taxes                                  | \$ 2,449         | 2,449   | 2,328           | (121)   |
| From use of money and property                          | 7                | 7       | 35              | 28  |
| Charges for services                                    | -                | -       | 18              | 18  |
| Total budgetary revenues                                | 2,456            | 2,456   | 2,381           | (75)  |
| <b>BUDGETARY EXPENDITURES:</b>                          |                  |         |                 |   |
| Public works  | 434              | 450     | 308             | 142   |
| Total budgetary expenditures                            | 434              | 450     | 308             | 142   |
| <b>OTHER FINANCING USES:</b>                            |                  |         |                 |   |
| Transfers out to:                                       |                  |         |                 |   |
| General fund  | (2,071)          | (2,071) | (2,071)         | -   |
| Total other financing uses                              | (2,071)          | (2,071) | (2,071)         | -   |
| Net change in budgetary fund balance                    | (49)             | (65)    | 2               | 67  |
| <b>BUDGETARY FUND BALANCE, beginning of year</b>        | 1,870            | 1,870   | 1,870           | -   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | \$ 1,821         | 1,805   | 1,872           | 67  |
| <b>Reconciliation of Budgetary Basis to GAAP Basis:</b> |                  |         |                 |   |
| From use of money and property (Schedule 14)            | \$ 7             | 7       | 35              | 28  |
| Current year fair value adjustment                      | -                | -       | 26              | 26  |
| From use of money and property (Schedule 12)            | 7                | 7       | 61              | 54  |
| Cumulative fair value adjustments of prior periods      | -                | -       | (240)           | (240)   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | 1,821            | 1,805   | 1,872           | 67  |
| Total adjustments                                       | -                | -       | (214)           | (214)   |
| <b>FUND BALANCE, end of year</b>                        | \$ 1,821         | 1,805   | 1,658           | (147)   |

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 15

Special Revenue Fund - Stormwater Management District/Gypsy Moth and Forest Pest Management

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |         | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|---|------------------|---------|-----------------|---|
|   | Original         | Final   |                 |   |
| <b>BUDGETARY REVENUES:</b>                              |                  |         |                 |   |
| General property taxes                                  | \$ 1,632         | 1,632   | 2,237           | 605   |
| Permits, privilege fees and regulatory licenses         | 350              | 350     | 362             | 12  |
| From use of money and property                          | 130              | 130     | 316             | 186   |
| Charges for services                                    | 10,394           | 10,394  | 10,772          | 378   |
| Intergovernmental revenues:                             |                  |         |                 |   |
| Federal   | -                | 160     | -               | (160)   |
| Miscellaneous   | -                | 40      | 1               | (39)  |
| Total budgetary revenues                                | 12,506           | 12,706  | 13,688          | 982   |
| <b>BUDGETARY EXPENDITURES:</b>                          |                  |         |                 |   |
| Community development                                   | 9,342            | 9,181   | 7,593           | 1,588   |
| Total budgetary expenditures                            | 9,342            | 9,181   | 7,593           | 1,588   |
| <b>OTHER FINANCING USES:</b>                            |                  |         |                 |   |
| Transfers out from:                                     |                  |         |                 |   |
| General fund  | (1,417)          | (1,417) | (1,417)         | -   |
| Capital projects funds                                  | (3,166)          | (3,166) | (3,166)         | -   |
| Internal service funds                                  | (19)             | (19)    | (19)            | -   |
| Total other financing uses                              | (4,602)          | (4,602) | (4,602)         | -   |
| Net change in budgetary fund balance                    | (1,438)          | (1,077) | 1,493           | 2,570   |
| <b>BUDGETARY FUND BALANCE, beginning of year</b>        | 8,753            | 8,753   | 8,753           | -   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | \$ 7,315         | 7,676   | 10,246          | 2,570   |
| <b>Reconciliation of Budgetary Basis to GAAP Basis:</b> |                  |         |                 |   |
| From use of money and property (Schedule 15)            | \$ 130           | 130     | 316             | 186   |
| Current year fair value adjustment                      | -                | -       | 181             | 181   |
| From use of money and property (Schedule 12)            | 130              | 130     | 497             | 367   |
| Cumulative fair value adjustments of prior periods      | -                | -       | (1,117)         | (1,117)   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | 7,315            | 7,676   | 10,246          | 2,570   |
| Total adjustments                                       | -                | -       | (936)           | (936)   |
| <b>FUND BALANCE, end of year</b>                        | \$ 7,315         | 7,676   | 9,310           | 1,634   |

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 16

Special Revenue Fund - Development Fee Services

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |         | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|---|------------------|---------|-----------------|---|
|   | Original         | Final   |                 |   |
| <b>BUDGETARY REVENUES:</b>                              |                  |         |                 |   |
| Permits, privilege fees and regulatory licenses         | \$ 25,199        | 25,199  | 25,168          | (31)  |
| From use of money and property                          | 55               | 55      | 487             | 432   |
| Charges for services                                    | 1,390            | 1,390   | 1,014           | (376)   |
| Miscellaneous   | 25               | 25      | 4               | (21)  |
| Total budgetary revenues                                | 26,669           | 26,669  | 26,673          | 4   |
| <b>BUDGETARY EXPENDITURES:</b>                          |                  |         |                 |   |
| Public safety   | 20,999           | 20,988  | 19,782          | 1,206   |
| Community development                                   | 8,441            | 8,401   | 8,300           | 101   |
| Total budgetary expenditures                            | 29,440           | 29,389  | 28,082          | 1,307   |
| <b>OTHER FINANCING SOURCES / (USES):</b>                |                  |         |                 |   |
| Transfers in from:                                      |                  |         |                 |   |
| General fund  | 4,470            | 5,670   | 5,670           | -   |
| Transfers out to:                                       |                  |         |                 |   |
| General fund  | (2,377)          | (2,377) | (2,377)         | -   |
| Internal service funds                                  | (382)            | (382)   | (382)           | -   |
| Sale of surplus property                                | -                | -       | 26              | 26  |
| Total other financing sources, net                      | 1,711            | 2,911   | 2,937           | 26  |
| Net change in budgetary fund balance                    | (1,060)          | 191     | 1,528           | 1,337   |
| <b>BUDGETARY FUND BALANCE, beginning of year</b>        | 14,645           | 14,645  | 14,645          | -   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | \$ 13,585        | 14,836  | 16,173          | 1,337   |
| <b>Reconciliation of Budgetary Basis to GAAP Basis:</b> |                  |         |                 |   |
| From use of money and property (Schedule 16)            | \$ 55            | 55      | 487             | 432   |
| Current year fair value adjustment                      | -                | -       | 240             | 240   |
| From use of money and property (Schedule 12)            | 55               | 55      | 727             | 672   |
| Cumulative fair value adjustments of prior periods      | -                | -       | (888)           | (888)   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | 13,585           | 14,836  | 16,173          | 1,337   |
| Total adjustments                                       | -                | -       | (648)           | (648)   |
| <b>FUND BALANCE, end of year</b>                        | \$ 13,585        | 14,836  | 15,525          | 689   |

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 17

Special Revenue Fund - Housing

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |          | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|---|------------------|----------|-----------------|---|
|   | Original         | Final    |                 |   |
| <b>BUDGETARY REVENUES:</b>                              |                  |          |                 |   |
| From use of money and property                          | \$ -             | -        | 7               | 7   |
| Charges for services                                    | 7,970            | 1,470    | 777             | (693)   |
| Intergovernmental revenues:                             |                  |          |                 |   |
| Federal   | 36,756           | 52,413   | 43,538          | (8,875)   |
| State   | -                | 948      | 889             | (59)  |
| Miscellaneous   | 145              | -        | 25              | 25  |
| Total budgetary revenues                                | 44,871           | 54,831   | 45,236          | (9,595)   |
| <b>BUDGETARY EXPENDITURES:</b>                          |                  |          |                 |   |
| Community development                                   | 45,841           | 65,341   | 44,380          | 20,961  |
| Total budgetary expenditures                            | 45,841           | 65,341   | 44,380          | 20,961  |
| <b>OTHER FINANCING SOURCES / (USES):</b>                |                  |          |                 |   |
| Transfers in from:                                      |                  |          |                 |   |
| General fund  | 278              | 278      | 278             | -   |
| Transfers out to:                                       |                  |          |                 |   |
| General fund  | (183)            | (183)    | (183)           | -   |
| Total other financing sources, net                      | 95               | 95       | 95              | -   |
| Net change in budgetary fund balance                    | (875)            | (10,415) | 951             | 11,366  |
| <b>BUDGETARY FUND BALANCE, beginning of year</b>        | 8,318            | 8,318    | 8,318           | -   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | \$ 7,443         | (2,097)  | 9,269           | 11,366  |
| <b>Reconciliation of Budgetary Basis to GAAP Basis:</b> |                  |          |                 |   |
| From use of money and property (Schedule 17)            | \$ -             | -        | 7               | 7   |
| Current year fair value adjustment                      | -                | -        | 3               | 3   |
| From use of money and property (Schedule 12)            | -                | -        | 10              | 10  |
| Cumulative fair value adjustments of prior periods      | -                | -        | (13)            | (13)  |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | 7,443            | (2,097)  | 9,269           | 11,366  |
| Total adjustments                                       | -                | -        | (10)            | (10)  |
| <b>FUND BALANCE, end of year</b>                        | \$ 7,443         | (2,097)  | 9,259           | 11,356  |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 18

**SPECIAL REVENUE FUND - Community Development Authorities**

**Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual**

**(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)**

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | Budgeted Amounts |       | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|--|------------------|-------|-----------------|---|
|  | Original         | Final |                 |   |
| <b>BUDGETARY REVENUES:</b>                       |                  |       |                 |   |
| General property taxes                           | \$ 5,558         | 6,758 | 6,648           | (110)   |
| Total budgetary revenues                         | 5,558            | 6,758 | 6,648           | (110)   |
| <b>BUDGETARY EXPENDITURES:</b>                   |                  |       |                 |   |
| Community development                            | 5,550            | 6,743 | 6,621           | 122   |
| Total budgetary expenditures                     | 5,550            | 6,743 | 6,621           | 122   |
| <b>OTHER FINANCING USES:</b>                     |                  |       |                 |   |
| Transfers out to:                                |                  |       |                 |   |
| General fund                                     | (8)              | (15)  | (15)            | -   |
| Total other financing uses                       | (8)              | (15)  | (15)            | -   |
| Net change in budgetary fund balance             | -                | -     | 12              | 12  |
| <b>BUDGETARY FUND BALANCE, beginning of year</b> | 9                | 9     | 9               | -   |
| <b>BUDGETARY FUND BALANCE, end of year</b>       | \$ 9             | 9     | 21              | 12  |

**Note to Schedule:**

GAAP basis equals Budgetary basis.

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 19

Special Revenue Fund - Emergency Medical Services

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |         | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|---|------------------|---------|-----------------|---|
|   | Original         | Final   |                 |   |
| <b>BUDGETARY REVENUES:</b>                              |                  |         |                 |   |
| From use of money and property                          | \$ -             | -       | 75              | 75  |
| Charges for services                                    | 5,762            | 5,762   | 3,991           | (1,771)   |
| Intergovernmental revenues:                             |                  |         |                 |   |
| State   | -                | -       | 5               | 5   |
| Total budgetary revenues                                | 5,762            | 5,762   | 4,071           | (1,691)   |
| <b>BUDGETARY EXPENDITURES:</b>                          |                  |         |                 |   |
| Public safety   | 2,658            | 3,011   | 2,321           | 690   |
| Total budgetary expenditures                            | 2,658            | 3,011   | 2,321           | 690   |
| <b>OTHER FINANCING USES:</b>                            |                  |         |                 |   |
| Transfers out to:                                       |                  |         |                 |   |
| General fund  | (3,827)          | (3,827) | (3,827)         | -   |
| Total other financing uses                              | (3,827)          | (3,827) | (3,827)         | -   |
| Net change in budgetary fund balance                    | (723)            | (1,076) | (2,077)         | (1,001)   |
| <b>BUDGETARY FUND BALANCE, beginning of year</b>        | 5,473            | 5,473   | 5,473           | -   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | \$ 4,750         | 4,397   | 3,396           | (1,001)   |
| <b>Reconciliation of Budgetary Basis to GAAP Basis:</b> |                  |         |                 |   |
| From use of money and property (Schedule 19)            | \$ -             | -       | 75              | 75  |
| Current year fair value adjustment                      | -                | -       | 52              | 52  |
| From use of money and property (Schedule 12)            | -                | -       | 127             | 127   |
| Cumulative fair value adjustments of prior periods      | -                | -       | (458)           | (458)   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | 4,750            | 4,397   | 3,396           | (1,001)   |
| Total adjustments                                       | -                | -       | (406)           | (406)   |
| <b>FUND BALANCE, end of year</b>                        | \$ 4,750         | 4,397   | 2,990           | (1,407)   |

COUNTY OF PRINCE WILLIAM, VIRGINIA  
 Special Revenue Fund - Transient Occupancy Tax

Schedule 20

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual  
 (UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024  
 (amounts expressed in thousands)

|   | Budgeted Amounts |        | 2024<br>Actuals | Variance With                              |
|---|------------------|--------|-----------------|--|
|   | Original         | Final  |                 | Final Budget<br>Favorable<br>(Unfavorable) |
| <b>BUDGETARY REVENUES:</b>                              |                  |        |                 |  |
| Other local taxes                                       | \$ 1,400         | 1,400  | 3,093           | 1,693                                      |
| From use of money and property                          | -                | -      | 294             | 294  |
| Total budgetary revenues                                | 1,400            | 1,400  | 3,387           | 1,987                                      |
| <b>BUDGETARY EXPENDITURES:</b>                          |                  |        |                 |  |
| Public safety   | 150              | 150    | 150             | -  |
| Total budgetary expenditures                            | 150              | 150    | 150             | -  |
| Net change in budgetary fund balance                    | 1,250            | 1,250  | 3,237           | 1,987                                      |
| <b>BUDGETARY FUND BALANCE, beginning of year</b>        | 9,043            | 9,043  | 9,043           | -  |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | \$ 10,293        | 10,293 | 12,280          | 1,987                                      |
| <b>Reconciliation of Budgetary Basis to GAAP Basis:</b> |                  |        |                 |  |
| From use of money and property (Schedule 20)            | \$ -             | -      | 294             | 294  |
| Current year fair value adjustment                      | -                | -      | 155             | 155  |
| From use of money and property (Schedule 12)            | -                | -      | 449             | 449  |
| Cumulative fair value adjustments of prior periods      | -                | -      | (471)           | (471)                                      |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | 10,293           | 10,293 | 12,280          | 1,987                                      |
| Total adjustments                                       | -                | -      | (316)           | (316)                                      |
| <b>FUND BALANCE, end of year</b>                        | \$ 10,293        | 10,293 | 11,964          | 1,671                                      |

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 21

Special Revenue Fund - Grantor's / Deed Tax

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |        | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|---|------------------|--------|-----------------|---|
|   | Original         | Final  |                 |   |
| <b>BUDGETARY REVENUES:</b>                              |                  |        |                 |   |
| Other local taxes                                       | \$ -             | -      | 5,908           | 5,908   |
| From use of money and property                          | -                | -      | 1,188           | 1,188   |
| Total budgetary revenues                                | -                | -      | 7,096           | 7,096   |
| Net change in budgetary fund balance                    | -                | -      | 7,096           | 7,096   |
| <b>BUDGETARY FUND BALANCE, beginning of year</b>        | 39,456           | 39,456 | 39,456          | -   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | \$ 39,456        | 39,456 | 46,552          | 7,096   |
| <b>Reconciliation of Budgetary Basis to GAAP Basis:</b> |                  |        |                 |   |
| From use of money and property (Schedule 21)            | \$ -             | -      | 1,188           | 1,188   |
| Current year fair value adjustment                      | -                | -      | 599             | 599   |
| From use of money and property (Schedule 12)            | -                | -      | 1,787           | 1,787   |
| Cumulative fair value adjustments of prior periods      | -                | -      | (2,747)         | (2,747)   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | 39,456           | 39,456 | 46,552          | 7,096   |
| Total adjustments                                       | -                | -      | (2,148)         | (2,148)   |
| <b>FUND BALANCE, end of year</b>                        | \$ 39,456        | 39,456 | 44,404          | 4,948   |

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 22

Special Revenue Fund - COVID-19 Response

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |          | 2024<br>Actuals | Variance With                              |
|---|------------------|----------|-----------------|--|
|   | Original         | Final    |                 | Final Budget<br>Favorable<br>(Unfavorable) |
| <b>BUDGETARY REVENUES:</b>                              |                  |          |                 |  |
| From use of money and property                          | \$ -             | -        | 370             | 370  |
| Intergovernmental revenues:                             |                  |          |                 |  |
| Federal   | -                | 2,226    | 7,030           | 4,804                                      |
| Total budgetary revenues                                | -                | 2,226    | 7,400           | 5,174                                      |
| <b>BUDGETARY EXPENDITURES:</b>                          |                  |          |                 |  |
| General government administration                       | 2,430            | 3,153    | 1,119           | 2,034                                      |
| Public safety   | 436              | 8,540    | 479             | 8,061                                      |
| Health and welfare                                      | 3                | 4,245    | 584             | 3,661                                      |
| Parks, recreation and cultural                          | -                | 429      | 376             | 53   |
| Community development                                   | 2,961            | 4,530    | 870             | 3,660                                      |
| Total budgetary expenditures                            | 5,830            | 20,897   | 3,428           | 17,469                                     |
| <b>OTHER FINANCING USES:</b>                            |                  |          |                 |  |
| Transfers out:  |                  |          |                 |  |
| Capital projects funds                                  | -                | (3,600)  | (3,600)         | -  |
| Total other financing uses, net                         | -                | (3,600)  | (3,600)         | -  |
| Net change in budgetary fund balance                    | (5,830)          | (22,271) | 372             | 22,643                                     |
| <b>BUDGETARY FUND BALANCE, beginning of year</b>        | 2,172            | 2,172    | 2,172           | -  |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | \$ (3,658)       | (20,099) | 2,544           | 22,643                                     |
| <b>Reconciliation of Budgetary Basis to GAAP Basis:</b> |                  |          |                 |  |
| From use of money and property (Schedule 22)            | \$ -             | -        | 370             | 370  |
| Current year fair value adjustment                      | -                | -        | 126             | 126  |
| From use of money and property (Schedule 12)            | -                | -        | 496             | 496  |
| Cumulative fair value adjustments of prior periods      | -                | -        | (2,744)         | (2,744)                                    |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | (3,658)          | (20,099) | 2,544           | 22,643                                     |
| Total adjustments                                       | -                | -        | (2,618)         | (2,618)                                    |
| <b>FUND BALANCE, end of year</b>                        | \$ (3,658)       | (20,099) | (74)            | 20,025                                     |

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 23

Special Revenue Fund - Opioid Settlement

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual  
(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | Budgeted Amounts |       | 2024<br>Actuals | Variance With<br>Final Budget |
|--|------------------|-------|-----------------|-------------------------------|
|  | Original         | Final |                 | Favorable<br>(Unfavorable)    |
| <b>BUDGETARY REVENUES:</b>                       |                  |       |                 |                               |
| Intergovernmental revenues:                      |                  |       |                 |                               |
| State  | \$ -             | 2,060 | 800             | (1,260)                       |
| Miscellaneous                                    | -                | -     | 926             | 926                           |
| Total budgetary revenues                         | -                | 2,060 | 1,726           | (334)                         |
| <b>BUDGETARY EXPENDITURES:</b>                   |                  |       |                 |                               |
| Community development                            | 193              | 2,186 | 504             | 1,682                         |
| Total budgetary expenditures                     | 193              | 2,186 | 504             | 1,682                         |
| Net change in budgetary fund balance             | (193)            | (126) | 1,222           | 1,348                         |
| <b>BUDGETARY FUND BALANCE, beginning of year</b> | 1,040            | 1,040 | 1,040           | -                             |
| <b>BUDGETARY FUND BALANCE, end of year</b>       | \$ 847           | 914   | 2,262           | 1,348                         |

**Note to Schedule:**

GAAP basis equals Budgetary basis.

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 24

Special Revenue Fund - Other

Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual

(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Budgeted Amounts |       | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|---|------------------|-------|-----------------|---|
|   | Original         | Final |                 |   |
| <b>BUDGETARY REVENUES:</b>                              |                  |       |                 |   |
| From use of money and property                          | \$ -             | -     | 7               | 7   |
| Intergovernmental revenues:                             |                  |       |                 |   |
| State   | 10               | 10    | 10              | -   |
| Donations   | -                | -     | 9               | 9   |
| Total budgetary revenues                                | 10               | 10    | 26              | 16  |
| <b>BUDGETARY EXPENDITURES:</b>                          |                  |       |                 |   |
| Public safety   | 10               | 10    | 7               | 3   |
| Total budgetary expenditures                            | 10               | 10    | 7               | 3   |
| Net change in budgetary fund balance                    | -                | -     | 19              | 19  |
| <b>BUDGETARY FUND BALANCE, beginning of year</b>        | 207              | 207   | 207             | -   |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | \$ 207           | 207   | 226             | 19  |
| <b>Reconciliation of Budgetary Basis to GAAP Basis:</b> |                  |       |                 |   |
| From use of money and property (Schedule 24)            | \$ -             | -     | 7               | 7   |
| Current year fair value adjustment                      | -                | -     | 4               | 4   |
| From use of money and property (Schedule 12)            | -                | -     | 11              | 11  |
| Cumulative fair value adjustments of prior periods      | -                | -     | (18)            | (18)  |
| <b>BUDGETARY FUND BALANCE, end of year</b>              | 207              | 207   | 226             | 19  |
| Total adjustments                                       | -                | -     | (14)            | (14)  |
| <b>FUND BALANCE, end of year</b>                        | \$ 207           | 207   | 212             | 5   |



# PRINCE WILLIAM — COUNTY

## **Nonmajor Proprietary Funds**

### *INNOVATION TECHNOLOGY PARK FUND*

Innovation Technology Park Fund provides land for economic development purposes.

### *PARKS & RECREATION FUND*

The Prince William Department of Parks and Recreation provides recreational service to the County residents at the golf course, Waterworks and Splashdown Water Parks.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 25

**Nonmajor Proprietary Funds**

Page 1 of 2

**Combining Statement of Net Position**

June 30, 2024

(amounts expressed in thousands)

|   | <b>Innovation<br/>Technology<br/>Park</b> | <b>Parks &amp;<br/>Recreation</b> | <b>Total</b>  |
|---|---|-----------------------------------|---------------|
| <b>ASSETS</b>   |   |                                   |               |
| Current assets:   |   |                                   |               |
| Equity in pooled cash and investments                   | \$ 17,341                                 | 312                               | 17,653        |
| Restricted cash and temporary investments               | -   | 769                               | 769           |
| Accounts receivable, net                                | 85  | 17                                | 102           |
| Inventory   | 3,422                                     | 118                               | 3,540         |
| Advances and prepaid items                              | -   | 20                                | 20            |
| Total current assets                                    | <u>20,848</u>                             | <u>1,236</u>                      | <u>22,084</u> |
| Noncurrent assets:                                      |   |                                   |               |
| Capital assets:   |   |                                   |               |
| Land and construction in progress                       | 1,084                                     | 2,566                             | 3,650         |
| Buildings and other capital assets, net of depreciation | -   | 1,045                             | 1,045         |
| Total noncurrent assets                                 | <u>1,084</u>                              | <u>3,611</u>                      | <u>4,695</u>  |
| Total assets  | <u>21,932</u>                             | <u>4,847</u>                      | <u>26,779</u> |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                   |   |                                   |               |
| Loss on refundings                                      | -   | 4                                 | 4             |
| Deferred outflows related to pensions                   | -   | 59                                | 59            |
| Deferred outflows related to OPEB                       | -   | 19                                | 19            |
| Total deferred outflows of resources                    | <u>-</u>                                  | <u>82</u>                         | <u>82</u>     |
| <b>LIABILITIES</b>                                      |   |                                   |               |
| Current liabilities:                                    |   |                                   |               |
| Accounts payable  | -   | 202                               | 202           |
| Wages and benefits payable                              | -   | 95                                | 95            |
| Accrued interest  | -   | 27                                | 27            |
| Deposits and escrows                                    | 47  | 9                                 | 56            |
| Unearned revenues                                       | -   | 92                                | 92            |
| Current portion of bonds payable                        | -   | 822                               | 822           |
| Current portion of compensated absences                 | -   | 3                                 | 3             |
| Total current liabilities                               | <u>47</u>                                 | <u>1,250</u>                      | <u>1,297</u>  |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 25

**Nonmajor Proprietary Funds**

Page 2 of 2

**Combining Statement of Net Position**

June 30, 2024

(amounts expressed in thousands)

|                                       | <b>Innovation<br/>Technology<br/>Park</b> | <b>Parks &amp;<br/>Recreation</b> | <b>Total</b> |
|---------------------------------------|---|-----------------------------------|--------------|
| <b>Noncurrent liabilities:</b>        |   |                                   |              |
| Bonds payable, net of current portion | -   | 1,628                             | 1,628        |
| Net pension liabilities               | -   | 107                               | 107          |
| Net OPEB liabilities                  | -   | 52                                | 52           |
| Compensated absences                  | -   | 28                                | 28           |
| Total noncurrent liabilities          | -   | 1,815                             | 1,815        |
| Total liabilities                     | 47  | 3,065                             | 3,112        |
| <b>DEFERRED INFLOWS OF RESOURCES</b>  |   |                                   |              |
| Deferred inflows related to pensions  | -   | 34                                | 34           |
| Deferred inflows related to OPEB      | -   | 8                                 | 8            |
| Total deferred inflows of resources   | -   | 42                                | 42           |
| <b>NET POSITION</b>                   |   |                                   |              |
| Net investments in capital assets     | 1,084                                     | 1,165                             | 2,249        |
| Restricted for Golf Activities        | -   | 769                               | 769          |
| Unrestricted                          | 20,801                                    | (112)                             | 20,689       |
| Total net position                    | \$ 21,885                                 | 1,822                             | 23,707       |

Nonmajor Proprietary Funds

Combining Schedule of Revenues, Expenditures and Changes in Net Position

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | Innovation<br>Technology<br>Park | Parks &<br>Recreation | Total         |
|--|----------------------------------|-----------------------|---------------|
| <b>OPERATING REVENUES:</b>                     |                                  |                       |               |
| Charges for services                           | \$ 1,467                         | 7,155                 | 8,622         |
| Total operating revenues                       | <u>1,467</u>                     | <u>7,155</u>          | <u>8,622</u>  |
| <b>OPERATING EXPENSES:</b>                     |                                  |                       |               |
| Personnel expenses                             | -                                | 1,719                 | 1,719         |
| Contractual services                           | 26                               | 4,059                 | 4,085         |
| Materials / supplies                           | -                                | 774                   | 774           |
| Depreciation and amortization                  | -                                | 168                   | 168           |
| Costs from sale of land                        | 133                              | -                     | 133           |
| Other  | 22                               | 2                     | 24            |
| Total operating expenses                       | <u>181</u>                       | <u>6,722</u>          | <u>6,903</u>  |
| Operating income                               | <u>1,286</u>                     | <u>433</u>            | <u>1,719</u>  |
| <b>NON-OPERATING REVENUES / (EXPENSES):</b>    |                                  |                       |               |
| Interest income                                | 756                              | 110                   | 866           |
| Interest and other debt costs                  | -                                | (125)                 | (125)         |
| Total non-operating revenues / (expenses), net | <u>756</u>                       | <u>(15)</u>           | <u>741</u>    |
| Income before transfers                        | <u>2,042</u>                     | <u>418</u>            | <u>2,460</u>  |
| <b>TRANSFERS:</b>                              |                                  |                       |               |
| Transfers in from:                             |                                  |                       |               |
| General fund                                   | 35                               | 1,580                 | 1,615         |
| Total transfers                                | <u>35</u>                        | <u>1,580</u>          | <u>1,615</u>  |
| Change in net position                         | 2,077                            | 1,998                 | 4,075         |
| <b>NET POSITION, beginning of the year</b>     | <u>19,808</u>                    | <u>(176)</u>          | <u>19,632</u> |
| <b>NET POSITION, end of the year</b>           | <u>\$ 21,885</u>                 | <u>1,822</u>          | <u>23,707</u> |



# PRINCE WILLIAM — COUNTY

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 27

**Nomajor Proprietary Funds**

Page 1 of 2

**Combining Statement of Cash Flows**

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | <b>Business-Type Activities - Enterprise Funds</b> |                                   |                                     |
|---|--|-----------------------------------|-------------------------------------|
|   | <b>Innovation<br/>Technology<br/>Park</b>          | <b>Parks &amp;<br/>Recreation</b> | <b>Total<br/>Nonmajor<br/>Funds</b> |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                        |  |                                   |                                     |
| Cash received from customers  | \$ 1,495   | 7,002                             | 8,497                               |
| Payments to suppliers for goods and services                        | (50)   | (5,193)                           | (5,243)                             |
| Payments to employees for services                                  | -  | (1,701)                           | (1,701)                             |
| Net cash provided by operating activities                           | 1,445  | 108                               | 1,553                               |
| <b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</b>            |  |                                   |                                     |
| Transfers in  | 35   | 1,580                             | 1,615                               |
| Net cash provided by non-capital financing activities               | 35   | 1,580                             | 1,615                               |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>    |  |                                   |                                     |
| Acquisition of capital assets                                       | -  | (90)                              | (90)                                |
| Principal paid on bonds, leases, subscriptions, and other debt      | -  | (797)                             | (797)                               |
| Interest paid on bonds, leases, subscriptions, and other debt costs | -  | (134)                             | (134)                               |
| Net cash used by capital and related financing activities           | -  | (1,021)                           | (1,021)                             |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                        |  |                                   |                                     |
| Interest and dividends received on investments                      | 740  | 110                               | 850                                 |
| Net cash used by investing activities                               | 740  | 110                               | 850                                 |
| Net increase in cash and cash equivalents                           | 2,220  | 777                               | 2,997                               |
| <b>CASH AND CASH EQUIVALENTS, beginning of year</b>                 | 15,121   | 304                               | 15,425                              |
| <b>CASH AND CASH EQUIVALENTS, end of year</b>                       | \$ 17,341  | 1,081                             | 18,422                              |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 27

**Proprietary Funds**

Page 2 of 2

**Statement of Cash Flows**

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | <b>Business-Type Activities - Enterprise Funds</b> |                    |                 |
|--|--|--------------------|-----------------|
|  | <b>Innovation</b>                                  |                    | <b>Total</b>    |
|  | <b>Technology</b>                                  | <b>Parks &amp;</b> | <b>Nonmajor</b> |
|  | <b>Park</b>  | <b>Recreation</b>  | <b>Funds</b>    |
| <b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED / (USED) BY OPERATING ACTIVITIES:</b> |  |                    |                 |
| Operating income   | \$ 1,286   | 433                | 1,719           |
| Adjustments to reconcile operating income to net cash provided by operating activities:          |  |                    |                 |
| Depreciation and amortization  | -  | 168                | 168             |
| Change in assets:  |  |                    |                 |
| (Increase) / decrease in:  |  |                    |                 |
| Accounts receivable  | -  | (4)                | (4)             |
| Inventory  | 131  | (36)               | 95              |
| Change in deferred outflows of resources:  |  |                    |                 |
| (Increase) / decrease in:  |  |                    |                 |
| Loss on refunding  | -  | 1                  | 1               |
| Deferred outflows related to pensions  | -  | 5                  | 5               |
| Deferred outflows related to OPEB  | -  | (8)                | (8)             |
| Change in liabilities:   |  |                    |                 |
| Increase / (decrease) in:  |  |                    |                 |
| Accounts payable and personnel costs   | -  | 32                 | 32              |
| Due to other funds   | -  | (344)              | (344)           |
| Unearned revenues  | -  | (150)              | (150)           |
| Deposits and escrows   | 28   | -                  | 28              |
| Other noncurrent liabilities   | -  | 19                 | 19              |
| Change in deferred inflows of resources:   |  |                    |                 |
| Increase / (decrease) in:  |  |                    |                 |
| Deferred inflows related to pensions   | -  | (10)               | (10)            |
| Deferred inflows related to OPEB   | -  | 2                  | 2               |
| Total adjustments  | 159  | (325)              | (166)           |
| Net cash provided by operating activities  | \$ 1,445   | 108                | 1,553           |



# PRINCE WILLIAM — COUNTY

## Internal Service Funds

Internal Service Funds provide for the financing of goods or services on a cost-reimbursement basis by one department or agency to other departments or agencies of the County. The County has the following internal service funds:

### *Intra-County Services*

The Construction Crew provides roads and sidewalk construction and maintenance on County property; Data Processing provides computer operations and software applications; and Fleet Management provides fleet operations and maintenance services.

### *Self-insurance*

Three self-insurance programs provide the County with liability, property damage, casualty and workers' compensation insurance.

### *Health Insurance*

The Health Insurance Fund provides self-insurance medical and dental coverage for employees and fully insured HMO and vision coverage. Flexible spending benefits and an additional insurance credit for retirees is also a component of this fund.

COUNTY OF PRINCE WILLIAM, VIRGINIA  
Internal Service Funds  
Combining Statement of Net Position  
June 30, 2024  
(amounts expressed in thousands)

Schedule 28  
Page 1 of 2

|   | Intra-County Services | Other Self-Insurance | Self-Insurance Casualty Pool | Self-Insurance Workers' Compensation Association | Health Insurance | Total   |
|---|-----------------------|----------------------|------------------------------|--|------------------|---------|
| <b>ASSETS</b>   |                       |                      |                              |  |                  |         |
| Current assets:   |                       |                      |                              |  |                  |         |
| Equity in pooled cash and investments                                       | \$ 15,275             | 268                  | -                            | -  | 34,721           | 50,264  |
| Restricted cash and temporary investments                                   | -                     | -                    | 1,361                        | 14,050   | -                | 15,411  |
| Investments   | -                     | -                    | 1,024                        | 22,461   | -                | 23,485  |
| Accounts receivable, net  | 202                   | 1                    | 5                            | 265  | 4,488            | 4,961   |
| Inventory   | 413                   | -                    | -                            | -  | -                | 413     |
| Advances and prepaid items  | 225                   | -                    | 397                          | 52   | 701              | 1,375   |
| Total current assets  | 16,115                | 269                  | 2,787                        | 36,828   | 39,910           | 95,909  |
| Noncurrent assets:  |                       |                      |                              |  |                  |         |
| Restricted investments  | -                     | -                    | 500                          | 750  | -                | 1,250   |
| Capital assets:   |                       |                      |                              |  |                  |         |
| Land and construction in progress   | 801                   | -                    | -                            | -  | -                | 801     |
| Buildings and other capital assets,<br>net of depreciation and amortization | 14,148                | -                    | -                            | -  | -                | 14,148  |
| Total noncurrent assets   | 14,949                | -                    | 500                          | 750  | -                | 16,199  |
| Total assets  | 31,064                | 269                  | 3,287                        | 37,578   | 39,910           | 112,108 |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                       |                       |                      |                              |  |                  |         |
| Deferred outflows related to pensions                                       | 2,808                 | -                    | -                            | -  | 74               | 2,882   |
| Deferred outflows related to OPEB   | 551                   | -                    | -                            | -  | 43               | 594     |
| Total deferred outflows of resources  | 3,359                 | -                    | -                            | -  | 117              | 3,476   |
| <b>LIABILITIES</b>  |                       |                      |                              |  |                  |         |
| Current liabilities:  |                       |                      |                              |  |                  |         |
| Accounts payable  | 1,093                 | -                    | 253                          | 958  | 2,089            | 4,393   |
| Wages and benefits payable  | 286                   | -                    | -                            | -  | -                | 286     |
| Accrued interest  | 204                   | -                    | -                            | -  | -                | 204     |
| Subscription liabilities  | 2,791                 | -                    | -                            | -  | -                | 2,791   |
| Unpaid losses, related liabilities and IBNR                                 | -                     | 42                   | 481                          | 2,716  | 4,688            | 7,927   |
| Current portion of surplus distribution payables                            | -                     | -                    | 25                           | 125  | -                | 150     |
| Current portion of compensated absences                                     | 158                   | -                    | -                            | -  | -                | 158     |
| Total current liabilities   | 4,532                 | 42                   | 759                          | 3,799  | 6,777            | 15,909  |
| Noncurrent liabilities:   |                       |                      |                              |  |                  |         |
| Subscription liabilities  | 6,318                 | -                    | -                            | -  | -                | 6,318   |
| Unpaid losses, related liabilities and IBNR                                 | -                     | -                    | 333                          | 23,124   | -                | 23,457  |
| Surplus distribution payables   | -                     | -                    | 337                          | 1,038  | -                | 1,375   |
| Net pension liabilities   | 5,001                 | -                    | -                            | -  | 131              | 5,132   |
| Net OPEB liabilities  | 1,665                 | -                    | -                            | -  | 107              | 1,772   |
| Compensated absences  | 2,064                 | -                    | -                            | -  | -                | 2,064   |
| Total noncurrent liabilities  | 15,048                | -                    | 670                          | 24,162   | 238              | 40,118  |
| Total liabilities   | 19,580                | 42                   | 1,429                        | 27,961   | 7,015            | 56,027  |
| <b>DEFERRED INFLOWS OF RESOURCES</b>  |                       |                      |                              |  |                  |         |
| Deferred inflows related to pensions  | 1,553                 | -                    | -                            | -  | 41               | 1,594   |
| Deferred inflows related to OPEB  | 288                   | -                    | -                            | -  | 20               | 308     |
| Total deferred inflows of resources   | 1,841                 | -                    | -                            | -  | 61               | 1,902   |

COUNTY OF PRINCE WILLIAM, VIRGINIA  
Internal Service Funds  
Combining Statement of Net Position  
June 30, 2024  
(amounts expressed in thousands)

|  | Intra-<br>County<br>Services | Other<br>Self-<br>Insurance | Self-<br>Insurance<br>Casualty<br>Pool | Self-<br>Insurance<br>Workers'<br>Compensation<br>Association | Health<br>Insurance | Total  |
|--|------------------------------|-----------------------------|--|---|---------------------|--------|
| <b>NET POSITION</b>                              |                              |                             |  |   |                     |        |
| Net investment in capital assets                 | 5,840                        | -                           | -                                      | -   | -                   | 5,840  |
| Restricted for:                                  |                              |                             |  |   |                     |        |
| Self-Insurance Casualty Pool                     | -                            | -                           | 1,858                                  | -   | -                   | 1,858  |
| Self-Insurance Workers' Compensation Association | -                            | -                           | -                                      | 9,617   | -                   | 9,617  |
| Unrestricted                                     | 7,162                        | 227                         | -                                      | -   | 32,951              | 40,340 |
| Total net position                               | \$ 13,002                    | 227                         | 1,858                                  | 9,617   | 32,951              | 57,655 |

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 29

Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Fund Net Position

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Intra-County Services | Other Self-Insurance | Self-Insurance Casualty Pool | Self-Insurance Workers' Compensation Association | Health Insurance | Total         |
|---|-----------------------|----------------------|------------------------------|--|------------------|---------------|
| <b>OPERATING REVENUES:</b>                  |                       |                      |                              |  |                  |               |
| Charges for services                        | \$ 58,989             | -                    | 3,054                        | 6,099  | 74,830           | 142,972       |
| Miscellaneous                               | 403                   | -                    | -                            | -  | 4,376            | 4,779         |
| Total operating revenues                    | 59,392                | -                    | 3,054                        | 6,099  | 79,206           | 147,751       |
| <b>OPERATING EXPENSES:</b>                  |                       |                      |                              |  |                  |               |
| Personnel expenses                          | 18,429                | -                    | -                            | -  | 712              | 19,141        |
| Contractual services                        | 25,228                | -                    | 1,100                        | 792  | 3,006            | 30,126        |
| Materials / supplies                        | 9,782                 | -                    | -                            | -  | 45               | 9,827         |
| Depreciation and amortization               | 4,142                 | -                    | -                            | -  | -                | 4,142         |
| Claims and premiums                         | 96                    | -                    | 1,013                        | 694  | 67,229           | 69,032        |
| OPEB costs                                  | -                     | -                    | -                            | -  | 5,238            | 5,238         |
| Losses and loss adjustment expenses         | -                     | -                    | 503                          | 7,353  | 716              | 8,572         |
| Other                                       | 786                   | -                    | -                            | -  | 16               | 802           |
| Total operating expenses                    | 58,463                | -                    | 2,616                        | 8,839  | 76,962           | 146,880       |
| Operating income / (loss)                   | 929                   | -                    | 438                          | (2,740)  | 2,244            | 871           |
| <b>NON-OPERATING REVENUES / (EXPENSES):</b> |                       |                      |                              |  |                  |               |
| Interest income and investment losses       | 1,381                 | 10                   | 182                          | 2,117  | 1,594            | 5,284         |
| Interest and other debt costs               | (213)                 | -                    | -                            | -  | -                | (213)         |
| Gain on sale of capital assets              | 6                     | -                    | -                            | -  | -                | 6             |
| Total non-operating revenues, net           | 1,174                 | 10                   | 182                          | 2,117  | 1,594            | 5,077         |
| Income / (loss) before transfers            | 2,103                 | 10                   | 620                          | (623)  | 3,838            | 5,948         |
| <b>TRANSFERS:</b>                           |                       |                      |                              |  |                  |               |
| Transfers in from:                          |                       |                      |                              |  |                  |               |
| Special revenue funds                       | 401                   | -                    | -                            | -  | 98               | 499           |
| Transfers out to:                           |                       |                      |                              |  |                  |               |
| General fund                                | (1,381)               | -                    | -                            | -  | (2,000)          | (3,381)       |
| Total transfers                             | (980)                 | -                    | -                            | -  | (1,902)          | (2,882)       |
| Change in net position                      | 1,123                 | 10                   | 620                          | (623)  | 1,936            | 3,066         |
| <b>NET POSITION, beginning of year</b>      | <b>11,879</b>         | <b>217</b>           | <b>1,238</b>                 | <b>10,240</b>                                    | <b>31,015</b>    | <b>54,589</b> |
| <b>NET POSITION, end of year</b>            | <b>\$ 13,002</b>      | <b>227</b>           | <b>1,858</b>                 | <b>9,617</b>                                     | <b>32,951</b>    | <b>57,655</b> |



# PRINCE WILLIAM — COUNTY

COUNTY OF PRINCE WILLIAM, VIRGINIA  
Internal Service Funds  
Combining Statement of Cash Flows  
For the Fiscal Year Ended June 30, 2024  
(amounts expressed in thousands)

Schedule 30  
Page 1 of 2

|  | Intra-County Services | Other Self-Insurance | Self-Insurance Casualty Pool | Self-Insurance Workers' Compensation Association | Health Insurance | Total    |
|--|-----------------------|----------------------|------------------------------|--|------------------|----------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                     |                       |                      |                              |  |                  |          |
| Cash received from customers                                     | \$ 59,056             | -                    | 3,054                        | 6,044  | 83,649           | 151,803  |
| Cash received / (paid) from / (to) other entities                | 822                   | -                    | -                            | -  | (4,011)          | (3,189)  |
| Payments for claims and premiums                                 | -                     | (1)                  | (1,559)                      | (6,498)  | (73,183)         | (81,241) |
| Payments to suppliers for goods and services                     | (37,349)              | -                    | (1,146)                      | 77   | (1,399)          | (39,817) |
| Payments to employees for services                               | (18,897)              | -                    | -                            | -  | (817)            | (19,714) |
| Net cash provided / (used) by operating activities               | 3,632                 | (1)                  | 349                          | (377)  | 4,239            | 7,842    |
| <b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</b>         |                       |                      |                              |  |                  |          |
| Surplus distributions paid                                       | -                     | -                    | (18)                         | (112)  | -                | (130)    |
| Transfers in   | 401                   | -                    | -                            | -  | 98               | 499      |
| Transfers out  | (1,381)               | -                    | -                            | -  | (2,000)          | (3,381)  |
| Net cash used by non-capital financing activities                | (980)                 | -                    | (18)                         | (112)  | (1,902)          | (3,012)  |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b> |                       |                      |                              |  |                  |          |
| Acquisition of capital assets                                    | (7,703)               | -                    | -                            | -  | -                | (7,703)  |
| Proceeds from the sale of capital assets                         | 6                     | -                    | -                            | -  | -                | 6        |
| Principal paid on subscriptions                                  | 3,787                 | -                    | -                            | -  | -                | 3,787    |
| Interest paid on subscriptions costs                             | (124)                 | -                    | -                            | -  | -                | (124)    |
| Net cash used by capital and related financing activities        | (4,034)               | -                    | -                            | -  | -                | (4,034)  |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                     |                       |                      |                              |  |                  |          |
| Proceeds from maturities of investments                          | -                     | -                    | 25                           | 20   | -                | 45       |
| Purchases of investments   | -                     | -                    | (15)                         | (1,800)  | -                | (1,815)  |
| Interest and dividends received on investments                   | 1,381                 | 10                   | 113                          | 7,946  | 1,567            | 11,017   |
| Net cash provided by investing activities                        | 1,381                 | 10                   | 123                          | 6,166  | 1,567            | 9,247    |
| Net increase / (decrease) in cash and cash equivalents           | (1)                   | 9                    | 454                          | 5,677  | 3,904            | 10,043   |
| <b>CASH AND CASH EQUIVALENTS, beginning of year</b>              | 15,276                | 259                  | 907                          | 8,373  | 30,817           | 55,632   |
| <b>CASH AND CASH EQUIVALENTS, end of year</b>                    | \$ 15,275             | 268                  | 1,361                        | 14,050   | 34,721           | 65,675   |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Internal Service Funds**  
**Combining Statement of Cash Flows**  
For the Fiscal Year Ended June 30, 2024  
(amounts expressed in thousands)

Schedule 30  
Page 2 of 2

|   | Intra-County Services | Other Self-Insurance | Self-Insurance Casualty Pool | Self-Insurance Workers' Compensation Association | Health Insurance | Totals |
|---|-----------------------|----------------------|------------------------------|--|------------------|--------|
| <b>NET CASH PROVIDED / (USED) BY OPERATING ACTIVITIES:</b>  |                       |                      |                              |  |                  |        |
| Operating income / (loss)   | \$ 929                | -                    | 438                          | (2,740)  | 2,244            | 871    |
| Adjustments to reconcile operating income / (loss) to net cash provided / (used) by operating activities: |                       |                      |                              |  |                  |        |
| Depreciation and amortization   | 4,142                 | -                    | -                            | -  | -                | 4,142  |
| Change in assets:   |                       |                      |                              |  |                  |        |
| (Increase) / decrease in:   |                       |                      |                              |  |                  |        |
| Accounts receivable   | 67                    | -                    | -                            | (55)   | 432              | 444    |
| Due from other governmental units   | 419                   | -                    | -                            | -  | -                | 419    |
| Inventory   | (5)                   | -                    | -                            | -  | -                | (5)    |
| Advances and prepaid items  | -                     | -                    | (17)                         | 24   | (133)            | (126)  |
| Change in deferred outflows of resources:   |                       |                      |                              |  |                  |        |
| (Increase) / decrease in:   |                       |                      |                              |  |                  |        |
| Deferred outflows of resources related to pensions  | 650                   | -                    | -                            | -  | 98               | 748    |
| Deferred outflows of resources related to OPEB  | (68)                  | -                    | -                            | -  | (19)             | (87)   |
| Change in liabilities:  |                       |                      |                              |  |                  |        |
| Increase / (decrease) in:   |                       |                      |                              |  |                  |        |
| Accounts payable and personnel costs  | (1,269)               | -                    | (29)                         | 845  | 1,085            | 632    |
| Unpaid losses, related liabilities and IBNR   | -                     | (1)                  | (43)                         | 1,549  | 716              | 2,221  |
| Other noncurrent liabilities  | (442)                 | -                    | -                            | -  | (114)            | (556)  |
| Change in deferred inflows of resources:  |                       |                      |                              |  |                  |        |
| Increase / (decrease) in:   |                       |                      |                              |  |                  |        |
| Deferred inflows of resources related to pensions   | (819)                 | -                    | -                            | -  | (77)             | (896)  |
| Deferred inflows of resources related to OPEB   | 28                    | -                    | -                            | -  | 7                | 35     |
| Total adjustments   | 2,703                 | (1)                  | (89)                         | 2,363  | 1,995            | 6,971  |
| Net cash provided / (used) by operating activities  | \$ 3,632              | (1)                  | 349                          | (377)  | 4,239            | 7,842  |



# PRINCE WILLIAM — COUNTY

## Fiduciary & Custodial Funds

**F**iduciary funds are used to report assets held in a trustee or agency on behalf of others. Such funds cannot be used to support the County's programs. The County uses fiduciary funds to report the financial activities related to: pensions, other post-employment benefits (OPEB) obligations, and the related assets held to fund those obligations, as well as for trust arrangements with private organizations.

**C**ustodial funds are used to account for assets held by the County on behalf of individuals, or collected on behalf of other governments and paid to the other government.

- The Special Welfare Fund, the Community Service Board Payees Fund, and the Housing FSS Recipients Fund are used to account for receipts and disbursements of monies for certain County welfare, mental health services and the Family Self-Sufficiency (FSS) program recipients.
- Sales Tax Due to Towns Fund is used to record the portion of sales taxes collected by the County that are due to the Towns of Dumfries, Quantico, Occoquan, and Haymarket within the County. The Towns' portions are paid on a monthly basis.

Fiduciary Funds

Combining Statement of Fiduciary Net Position - Pension and Other Post-Employment Benefits (OPEB) Master Trust Funds

June 30, 2024

(amounts expressed in thousands)

|                                      | Pension<br>Trust Funds | OPEB Master<br>Trust Fund | Total   |
|--------------------------------------|------------------------|---------------------------|---------|
| <b>ASSETS</b>                        |                        |                           |         |
| Restricted cash                      | \$ 1,151               | -                         | 1,151   |
| Restricted investments:              |                        |                           |         |
| Money market mutual funds            | 927                    | 644                       | 1,571   |
| Equity investments                   | 37,070                 | 85,234                    | 122,304 |
| Real asset investments               | 2,591                  | -                         | 2,591   |
| Fixed income investments             | 15,103                 | 55,993                    | 71,096  |
| Diversified investments              | 4,992                  | -                         | 4,992   |
| Life insurance annuity               | 23,475                 | -                         | 23,475  |
| Total investments                    | 84,158                 | 141,871                   | 226,029 |
| Total assets                         | 85,309                 | 141,871                   | 227,180 |
| <b>LIABILITIES</b>                   |                        |                           |         |
| Accounts payable                     | 144                    | 4,368                     | 4,512   |
| Total liabilities                    | 144                    | 4,368                     | 4,512   |
| <b>NET POSITION</b>                  |                        |                           |         |
| Net position restricted for pensions | 85,165                 | -                         | 85,165  |
| Net position restricted for OPEB     | -                      | 137,503                   | 137,503 |
| Total net position                   | \$ 85,165              | 137,503                   | 222,668 |

Fiduciary Funds

Combining Statement of Changes in Fiduciary Net Position - Pension and Other Post-Employment Benefits (OPEB) Master Trust Funds

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Pension<br>Trust Funds | OPEB Master<br>Trust Fund | Total          |
|---|------------------------|---------------------------|----------------|
| <b>ADDITIONS</b>                              |                        |                           |                |
| Contributions:                                |                        |                           |                |
| Member  | \$ 2,235               | -                         | 2,235          |
| Employer                                      | 4,399                  | 5,933                     | 10,332         |
| Total Contributions                           | <u>6,634</u>           | <u>5,933</u>              | <u>12,567</u>  |
| Investment income:                            |                        |                           |                |
| Interest and dividends                        | 2,193                  | 3,807                     | 6,000          |
| Net depreciation in fair value of investments | 3,728                  | 12,362                    | 16,090         |
| Total investment income                       | <u>5,921</u>           | <u>16,169</u>             | <u>22,090</u>  |
| Less: investment expenses                     | (116)                  | (203)                     | (319)          |
| Net investment income                         | <u>5,805</u>           | <u>15,966</u>             | <u>21,771</u>  |
| Total additions                               | <u>12,439</u>          | <u>21,899</u>             | <u>34,338</u>  |
| <b>DEDUCTIONS</b>                             |                        |                           |                |
| Pension and OPEB payments                     | 4,251                  | 4,303                     | 8,554          |
| Refund of members' contributions              | 410                    | -                         | 410            |
| Administrative expenses                       | 459                    | -                         | 459            |
| Total deductions                              | <u>5,120</u>           | <u>4,303</u>              | <u>9,423</u>   |
| Change in net position                        | 7,319                  | 17,596                    | 24,915         |
| <b>NET POSITION, beginning of year</b>        | <u>77,846</u>          | <u>119,907</u>            | <u>197,753</u> |
| <b>NET POSITION, end of year</b>              | <u>\$ 85,165</u>       | <u>137,503</u>            | <u>222,668</u> |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 33

**Fiduciary Funds**

**Combining Statement of Fiduciary Net Position - Pension Trust Funds**

June 30, 2024

(amounts expressed in thousands)

|                                      | <b>Supplemental<br/>Pension Plan<br/>Trust Fund</b> | <b>Length of<br/>Service Award<br/>Program<br/>(LoSAP)<br/>Trust Fund</b> | <b>Total<br/>Pension<br/>Trust Funds</b> |
|--------------------------------------|---|---|--|
| <b>ASSETS</b>                        |   |   |  |
| Restricted cash                      | \$ 1,151  | -   | 1,151                                    |
| Restricted investments:              |   |   |  |
| Money market mutual funds            | 869   | 58  | 927                                      |
| Equity investments                   | 37,070  | -   | 37,070                                   |
| Real asset investments               | 2,591   | -   | 2,591                                    |
| Fixed return investments             | 15,103  | -   | 15,103                                   |
| Diversified investments              | 4,992   | -   | 4,992                                    |
| Life insurance annuity               | -   | 23,475  | 23,475                                   |
| Total investments                    | 60,625  | 23,533  | 84,158                                   |
| Total assets                         | 61,776  | 23,533  | 85,309                                   |
| <b>LIABILITIES</b>                   |   |   |  |
| Accounts payable                     | 64  | 80  | 144                                      |
| Total liabilities                    | 64  | 80  | 144                                      |
| <b>NET POSITION</b>                  |   |   |  |
| Net position restricted for pensions | 61,712  | 23,453  | 85,165                                   |
| Total net position                   | \$ 61,712   | 23,453  | 85,165                                   |

Fiduciary Funds

Combining Statement of Changes in Fiduciary Net Position - Pension Trust Funds

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | Supplemental<br>Pension Plan<br>Trust Fund | Length of<br>Service Award<br>Program<br>(LoSAP)<br>Trust Fund | Total<br>Pension<br>Trust Funds |
|--|--|--|---------------------------------|
| <b>ADDITIONS</b>                                 |  |  |                                 |
| Contributions:                                   |  |  |                                 |
| Member   | \$ 2,235                                   | -  | 2,235                           |
| Employer   | 2,235                                      | 2,164  | 4,399                           |
| Total contributions                              | 4,470                                      | 2,164  | 6,634                           |
| Investment income:                               |  |  |                                 |
| Interest and dividends                           | 1,527                                      | 666  | 2,193                           |
| Net depreciation in fair value of<br>investments | 3,728                                      | -  | 3,728                           |
| Total investment income                          | 5,255                                      | 666  | 5,921                           |
| Less: investment expenses                        | (116)                                      | -  | (116)                           |
| Net investment income                            | 5,139                                      | 666  | 5,805                           |
| Total additions                                  | 9,609                                      | 2,830  | 12,439                          |
| <b>DEDUCTIONS</b>                                |  |  |                                 |
| Pension payments                                 | 2,902                                      | 1,349  | 4,251                           |
| Refund of members' contributions                 | 410  | -  | 410                             |
| Administrative expenses                          | 169  | 290  | 459                             |
| Total deductions                                 | 3,481                                      | 1,639  | 5,120                           |
| Change in net position                           | 6,128                                      | 1,191  | 7,319                           |
| <b>NET POSITION, beginning of year</b>           | 55,584                                     | 22,262   | 77,846                          |
| <b>NET POSITION, end of year</b>                 | \$ 61,712                                  | 23,453   | 85,165                          |

Fiduciary Funds

Combining Statement of Fiduciary Net Position - Other Post-Employment Benefits (OPEB) Master Trust Fund

June 30, 2024

(amounts expressed in thousands)

|                                  | County OPEB<br>Premium Plan<br>Trust Fund | County OPEB<br>Retiree Health<br>Insurance<br>Credit Plan<br>Trust Fund | County OPEB<br>LODA<br>Trust Fund | Schools<br>OPEB Premium<br>Plan Trust Fund | Total OPEB<br>Master<br>Trust Fund |
|----------------------------------|---|---|-----------------------------------|--|------------------------------------|
| <b>ASSETS</b>                    |   |   |                                   |  |                                    |
| Restricted investments           | \$ 26,642                                 | 27,535  | 28,448                            | 59,246                                     | 141,871                            |
| Total assets                     | <u>26,642</u>                             | <u>27,535</u>   | <u>28,448</u>                     | <u>59,246</u>                              | <u>141,871</u>                     |
| <b>LIABILITIES</b>               |   |   |                                   |  |                                    |
| Accounts payable                 | 1,054                                     | 2,313   | 993                               | 8  | 4,368                              |
| Total liabilities                | <u>1,054</u>                              | <u>2,313</u>  | <u>993</u>                        | <u>8</u>                                   | <u>4,368</u>                       |
| <b>NET POSITION</b>              |   |   |                                   |  |                                    |
| Net position restricted for OPEB | 25,588                                    | 25,222  | 27,455                            | 59,238                                     | 137,503                            |
| Total net position               | <u>\$ 25,588</u>                          | <u>25,222</u>   | <u>27,455</u>                     | <u>59,238</u>                              | <u>137,503</u>                     |

Fiduciary Funds

Combining Statement of Changes in Fiduciary Net Position - Other Post-Employment Benefits (OPEB) Master Trust Fund

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | County OPEB<br>Premium Plan<br>Trust Fund | County OPEB<br>Retiree Health<br>Insurance<br>Credit Plan<br>Trust Fund | County OPEB<br>LODA Trust Fund | Schools<br>OPEB Premium<br>Plan Trust Fund | Total OPEB<br>Master<br>Trust Fund |
|--|---|---|--------------------------------|--|------------------------------------|
| <b>ADDITIONS</b>                                 |   |   |                                |  |                                    |
| Contributions:                                   |   |   |                                |  |                                    |
| Employer   | \$ 1,528                                  | 2,437   | 1,968                          | -  | 5,933                              |
| Investment income:                               |   |   |                                |  |                                    |
| Interest and dividends                           | 712                                       | 637   | 841                            | 1,617                                      | 3,807                              |
| Net depreciation in fair value<br>of investments | 2,313                                     | 2,069   | 2,729                          | 5,251                                      | 12,362                             |
| Total investment income                          | 3,025                                     | 2,706   | 3,570                          | 6,868                                      | 16,169                             |
| Less: investment expenses                        | (38)                                      | (33)  | (45)                           | (87)                                       | (203)                              |
| Net investment income                            | 2,987                                     | 2,673   | 3,525                          | 6,781                                      | 15,966                             |
| Total additions                                  | 4,515                                     | 5,110   | 5,493                          | 6,781                                      | 21,899                             |
| <b>DEDUCTIONS</b>                                |   |   |                                |  |                                    |
| OPEB payments                                    | 1,050                                     | 2,310   | 943                            | -  | 4,303                              |
| Total deductions                                 | 1,050                                     | 2,310   | 943                            | -  | 4,303                              |
| Change in net position                           | 3,465                                     | 2,800   | 4,550                          | 6,781                                      | 17,596                             |
| <b>NET POSITION, beginning of year</b>           | 22,123                                    | 22,422  | 22,905                         | 52,457                                     | 119,907                            |
| <b>NET POSITION, end of year</b>                 | \$ 25,588                                 | 25,222  | 27,455                         | 59,238                                     | 137,503                            |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 37

**Fiduciary Funds**

**Combining Statement of Fiduciary Net Position - Custodial Funds**

June 30, 2024

(amounts expressed in thousands)

|  |    | Community |               | Sales Tax      |        |     |
|--|----|-----------|---------------|----------------|--------|-----|
|  |    | Special   | Service Board | Housing        | Due To |     |
|  |    | Welfare   | Payees        | FSS Recipients | Towns  |     |
|  |    |           |               |                | Total  |     |
| <b>ASSETS</b>                              |    |           |               |                |        |     |
| Equity in pooled cash and investments      | \$ | 73        | -             | 424            | -      | 497 |
| Cash held by other fiscal agents           |    | -         | 78            | -              | -      | 78  |
| Accounts receivable, net                   |    | -         | -             | 2              | -      | 2   |
| Total assets                               |    | 73        | 78            | 426            | -      | 577 |
| <b>LIABILITIES</b>                         |    |           |               |                |        |     |
| Accounts payable                           |    | 6         | -             | -              | -      | 6   |
| Escrow and deposits                        |    | -         | -             | 390            | -      | 390 |
| Total liabilities                          |    | 6         | -             | 390            | -      | 396 |
| <b>NET POSITION</b>                        |    |           |               |                |        |     |
| Net position restricted for other purposes |    | 67        | 78            | 36             | -      | 181 |
| Total net position                         | \$ | 67        | 78            | 36             | -      | 181 |

COUNTY OF PRINCE WILLIAM, VIRGINIA

Schedule 38

Fiduciary Funds

Combining Statement of Changes in Fiduciary Net Position - Custodial Funds

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|   | Special<br>Welfare | Community<br>Services<br>Board<br>Payees | Housing<br>FSS Recipients | Sales Tax<br>Due To<br>Towns | Total |
|---|--------------------|--|---------------------------|------------------------------|-------|
| <b>ADDITIONS</b>                                  |                    |  |                           |                              |       |
| Collections on behalf of individuals for programs | \$ 57              | 387                                      | -                         | -                            | 444   |
| Sales taxes collected for other governments       | -                  | -  | -                         | 860                          | 860   |
| Investment Income:                                |                    |  |                           |                              |       |
| Interest and dividends                            | -                  | -  | 14                        | -                            | 14    |
| Total investment income                           | -                  | -  | 14                        | -                            | 14    |
| Total additions                                   | 57                 | 387                                      | 14                        | 860                          | 1,318 |
| <b>DEDUCTIONS</b>                                 |                    |  |                           |                              |       |
| Payments on behalf of individuals for programs    | 48                 | 383                                      | -                         | -                            | 431   |
| Payment of sales taxes to other governments       | -                  | -  | -                         | 860                          | 860   |
| Total deductions                                  | 48                 | 383                                      | -                         | 860                          | 1,291 |
| Change in net position                            | 9                  | 4  | 14                        | -                            | 27    |
| <b>NET POSITION, beginning of year</b>            | 58                 | 74                                       | 22                        | -                            | 154   |
| <b>NET POSITION, end of year</b>                  | \$ 67              | 78                                       | 36                        | -                            | 181   |



**PRINCE  
WILLIAM  
— COUNTY**

## **DISCRETELY PRESENTED COMPONENT UNIT**

### **Adult Detention Center**

**T**he Adult Detention Center derives revenues from the County and charges for services. The Adult Detention Center statements includes revenues and expenditures for the general operation and capital projects of the Prince William-Manassas regional adult detention center as well as accounts for the fiduciary activities of the inmates' accounts.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Discretely Presented Component Unit - Adult Detention Center**  
**Combining Balance Sheet**  
June 30, 2024  
(amounts expressed in thousands)

Schedule 39

|                                       | <b>Governmental Fund Types</b> |                             | <b>Total</b>  |
|---------------------------------------|--------------------------------|-----------------------------|---------------|
|                                       | <b>General<br/>Operating</b>   | <b>Capital<br/>Projects</b> |               |
| <b>ASSETS</b>                         |                                |                             |               |
| Equity in pooled cash and investments | \$ 20,121                      | 4,049                       | 24,170        |
| Cash held by other fiscal agents      | 2,130                          | -                           | 2,130         |
| Accounts receivable, net              | 1,734                          | -                           | 1,734         |
| Due from other governmental units     | 50                             | -                           | 50            |
| Total assets                          | <u>24,035</u>                  | <u>4,049</u>                | <u>28,084</u> |
| <b>LIABILITIES AND FUND BALANCE</b>   |                                |                             |               |
| <b>LIABILITIES:</b>                   |                                |                             |               |
| Accounts payable                      | 122                            | -                           | 122           |
| Wages and benefits payable            | 579                            | -                           | 579           |
| Total liabilities                     | <u>701</u>                     | <u>-</u>                    | <u>701</u>    |
| <b>FUND BALANCES:</b>                 |                                |                             |               |
| Assigned                              | 1,354                          | 1,084                       | 2,438         |
| Unassigned                            | 21,980                         | 2,965                       | 24,945        |
| Total fund balances                   | <u>23,334</u>                  | <u>4,049</u>                | <u>27,383</u> |
| Total liabilities and fund balances   | <u>\$ 24,035</u>               | <u>4,049</u>                |               |

Amounts reported for governmental activities in the Statement of Net Position are different because:

|   |    |                |
|---|----|----------------|
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. | \$ | 93,104         |
| Assets used in governmental activities are not financial resources, therefore, are not reported in the funds:             |    |                |
| Net OPEB assets   |    | 1,022          |
| GASB 68 and 75 requires that deferred inflows and outflows of resources be reported:                                      |    |                |
| Deferred outflows related to pensions   |    | 6,750          |
| Deferred outflows related to OPEB   |    | 1,038          |
| Deferred inflows related to pensions  |    | (3,531)        |
| Deferred inflows related to OPEB  |    | (1,804)        |
| Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:        |    |                |
| Current year net pension liabilities  |    | (10,748)       |
| Current year net OPEB liabilities   |    | (2,367)        |
| Compensated absences  |    | (4,411)        |
| Net position of governmental activities (Exhibit 12)  | \$ | <u>106,436</u> |



# PRINCE WILLIAM — COUNTY

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**Discretely Presented Component Unit - Adult Detention Center**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | Governmental Fund Types |                  | Total         |
|--|-------------------------|------------------|---------------|
|  | General Operating       | Capital Projects |               |
| <b>REVENUES:</b>                             |                         |                  |               |
| From use of money and property               | \$ 1,039                | -                | 1,039         |
| Charges for services                         | 1,002                   | -                | 1,002         |
| Intergovernmental revenues:                  |                         |                  |               |
| Federal                                      | 1,281                   | -                | 1,281         |
| State  | 17,374                  | -                | 17,374        |
| Local  | 42,249                  | -                | 42,249        |
| Miscellaneous                                | 49                      | -                | 49            |
| Total revenues                               | <u>62,994</u>           | <u>-</u>         | <u>62,994</u> |
| <b>EXPENDITURES:</b>                         |                         |                  |               |
| Public safety                                | 55,577                  | 1,262            | 56,839        |
| Total expenditures                           | <u>55,577</u>           | <u>1,262</u>     | <u>56,839</u> |
| Excess of revenues over/(under) expenditures | 7,417                   | (1,262)          | 6,155         |
| <b>OTHER FINANCING SOURCES / (USES):</b>     |                         |                  |               |
| Transfers in                                 | -                       | 3,476            | 3,476         |
| Transfers out                                | (3,476)                 | -                | (3,476)       |
| Total other financing sources / (uses)       | <u>(3,476)</u>          | <u>3,476</u>     | <u>-</u>      |
| Net change in fund balances                  | 3,941                   | 2,214            | 6,155         |
| <b>FUND BALANCES, beginning of year</b>      | <u>19,393</u>           | <u>1,835</u>     |               |
| <b>FUND BALANCES, end of year</b>            | <u>\$ 23,334</u>        | <u>4,049</u>     |               |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Discretely Presneted Component Unit - Adult Detention Center**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
For the Fiscal Year Ended June 30, 2024  
(amounts expressed in thousands)

|  | <u>Total</u>           |
|--|------------------------|
| Net change in fund balances  | \$ 6,155               |
| <p>Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets.</p>   |                        |
| Add capital acquisitions   | 1,314                  |
| Subtract depreciation and amortization expense   | (4,160)                |
| <p>Assets used in governmental activities are not financial resources, are not reported in the funds:</p>  |                        |
| Add current year's net OPEB assets   | 1,022                  |
| Subtract prior year's net OPEB assets  | (174)                  |
| <p>GASB 68 and 75 requires reporting deferred inflows and outflows of resources:</p>   |                        |
| Add current year's deferred outflows related to pensions   | 6,750                  |
| Add current year's deferred outflows related to OPEB   | 1,038                  |
| Subtract prior year's deferred outflows related to pensions  | (8,765)                |
| Subtract prior year's deferred outflows related to OPEB  | (1,640)                |
| Subtract current year's deferred inflows related to pensions   | (3,531)                |
| Subtract current year's deferred inflows related to OPEB   | (1,804)                |
| Add prior year's deferred inflows related to pensions  | 5,628                  |
| Add prior year's deferred inflows related to OPEB  | 1,474                  |
| <p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:</p> |                        |
| Subtract current year's pensions   | (10,748)               |
| Subtract current year's OPEB   | (2,367)                |
| Subtract current year's compensated absences liability   | (4,411)                |
| Add prior year's pensions  | 12,506                 |
| Add prior year's OPEB  | 3,794                  |
| Add prior year's compensated absences liability  | 4,492                  |
| Change in Adult Detention Center net position (Exhibit 13)   | \$ <u><u>6,573</u></u> |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

Schedule 41

**Discretely Presented Component Unit - Adult Detention Center (General Operating Fund)**

**Schedule of Budgetary Revenues, Budgetary Expenditures and Changes in Budgetary Fund Balance - Budget and Actual  
(UNAUDITED - BUDGET PREPARED ON A NON-GAAP BASIS)**

For the Fiscal Year Ended June 30, 2024

(amounts expressed in thousands)

|  | Budgeted Amounts |         | 2024<br>Actuals | Variance With<br>Final Budget<br>Favorable<br>(Unfavorable) |
|--|------------------|---------|-----------------|---|
|  | Original         | Final   |                 |   |
| <b>BUDGETARY REVENUES:</b>                       |                  |         |                 |   |
| From use of money and property                   | \$ -             | -       | 1,039           | 1,039   |
| Charges for services                             | 486              | 486     | 1,002           | 516   |
| Intergovernmental revenues:                      |                  |         |                 |   |
| Federal  | 293              | 1,248   | 1,281           | 33  |
| State  | 14,449           | 14,449  | 17,374          | 2,925   |
| Local:   |                  |         |                 |   |
| Manassas   | 5,417            | 5,417   | 5,364           | (53)  |
| Manassas Park                                    | 713              | 713     | 362             | (351)   |
| Prince William County                            | 41,402           | 41,402  | 36,523          | (4,879)   |
| Miscellaneous                                    | 62               | 62      | 49              | (13)  |
| Total revenues                                   | 62,822           | 63,777  | 62,994          | (783)   |
| <b>BUDGETARY EXPENDITURES:</b>                   |                  |         |                 |   |
| Public safety - Adult Detention                  | 60,939           | 58,457  | 55,577          | 2,880   |
| Total budgetary expenditures                     | 60,939           | 58,457  | 55,577          | 2,880   |
| <b>OTHER FINANCING USES:</b>                     |                  |         |                 |   |
| Transfers out to:                                |                  |         |                 |   |
| Capital projects funds                           | (116)            | (3,476) | (3,476)         | -   |
| Total other financing uses                       | (116)            | (3,476) | (3,476)         | -   |
| Net change in budgetary fund balance             | 1,767            | 1,844   | 3,941           | 2,095   |
| <b>BUDGETARY FUND BALANCE, beginning of year</b> | 19,393           | 19,393  | 19,393          | -   |
| <b>BUDGETARY FUND BALANCE, end of year</b>       | \$ 21,160        | 21,237  | 23,334          | 2,095   |

**Note:**

GAAP basis equals Budgetary basis.

## DEBT OBLIGATIONS

The schedules of bonds and other long-term debt detail the maturity dates and variable interest rates of the governmental funds' and enterprise funds' general obligation bonds, revenue bonds, notes payable, school bonds, and state literary funds.

COUNTY OF PRINCE WILLIAM, VIRGINIA  
 Governmental Funds  
 Schedule of Bonds and Other Long-Term Debt  
 June 30, 2024  
 (amounts expressed in thousands)

| Description                     | Authorized | Issued  | Date Issued | Total Outstanding at June 30, 2024 |                   |                                     |                   |                           | Total Outstanding (Not Matured) at June 30, 2024 | Interest Rate (%) | Maturing Annually |                |
|---------------------------------|------------|---------|-------------|------------------------------------|-------------------|-------------------------------------|-------------------|---------------------------|--|-------------------|-------------------|----------------|
|                                 |            |         |             | General County Related Debt        | Road Related Debt | Adult Detention Center Related Debt | Park Related Debt | School Board Related Debt |  |                   | Amount            | Fiscal Year    |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
| <b>General Obligation</b>       |            |         |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
| <b>Bonds and Revenue Bonds:</b> |            |         |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
| 2006 Referendum                 |            |         |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
|                                 | \$ 101,110 | 28,635  | 31-Jul-13   | \$ -                               | 1,250             | -                                   | 180               | -                         | 1,430  | 3.00              | 1,430             | 2025           |
|                                 | -          | 61,805  | 29-Jul-15   | 6,025                              | 8,035             | -                                   | 1,390             | -                         | 15,450   | 5.00              | 3,090             | 2025 thru 2026 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 3.00              | 3,090             | 2027 thru 2028 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 3.00              | 3,090             | 2031           |
| Total 2006 Referendum           | \$ 101,110 | 90,440  |             | \$ 6,025                           | 9,285             | -                                   | 1,570             | -                         | 16,880   |                   |                   |                |
| Revenue Bonds                   |            |         |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
| Tax-Exempt Bonds:               |            |         |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
|                                 | \$ 30,985  | 23,355  | 1-Mar-16    | \$ 13,995                          | -                 | -                                   | -                 | -                         | 13,995   | 5.00              | 1,170             | 2025 thru 2027 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.00              | 1,165             | 2028           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 4.00              | 1,165             | 2029 thru 2032 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 3.50              | 1,165             | 2033 thru 2036 |
|                                 | 54,590     | 44,770  | 29-Oct-20   | 22,710                             | -                 | 15,325                              | -                 | -                         | 38,035   | 5.00              | 2,245             | 2025 thru 2028 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.00              | 2,240             | 2029           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.00              | 2,235             | 2030 thru 2035 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 3.00              | 2,235             | 2036           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 2.00              | 2,235             | 2037 thru 2040 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 2.13              | 2,230             | 2041           |
|                                 | 36,500     | 32,800  | 25-Oct-23   | 32,800                             | -                 | -                                   | -                 | -                         | 32,800   | 5.00              | 830               | 2031           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.00              | 2,460             | 2032 thru 2037 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.00              | 2,455             | 2038 thru 2039 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.00              | 2,460             | 2040 thru 2043 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 4.25              | 2,460             | 2044           |
| Taxable Bonds:                  | 17,000     | 16,380  | 25-Oct-23   | 16,380                             | -                 | -                                   | -                 | -                         | 16,380   | 5.00              | 2,460             | 2025 thru 2029 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.00              | 2,455             | 2030           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.00              | 1,625             | 2031           |
| Total Revenue Bonds             | \$ 139,075 | 117,305 |             | \$ 85,885                          | -                 | 15,325                              | -                 | -                         | 101,210  |                   |                   |                |
| School Bonds                    |            |         |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
|                                 | \$ 48,795  | 48,795  | 13-May-04   | -                                  | -                 | -                                   | -                 | 2,435                     | 2,435  | 5.10              | 2,435             | 2025           |
|                                 | 62,320     | 62,320  | 12-May-05   | -                                  | -                 | -                                   | -                 | 6,230                     | 6,230  | 5.10              | 3,115             | 2025           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 4.35              | 3,115             | 2026           |
|                                 | 61,605     | 61,605  | 11-May-06   | -                                  | -                 | -                                   | -                 | 9,240                     | 9,240  | 4.60              | 3,080             | 2025 thru 2026 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.10              | 3,080             | 2027           |
|                                 | 64,975     | 64,975  | 10-May-07   | -                                  | -                 | -                                   | -                 | 12,980                    | 12,980   | 4.50              | 3,245             | 2025 thru 2026 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.10              | 3,245             | 2027 thru 2028 |
|                                 | 45,890     | 45,890  | 15-May-08   | -                                  | -                 | -                                   | -                 | 11,465                    | 11,465   | 5.10              | 2,295             | 2025 thru 2027 |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.10              | 2,290             | 2028           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 4.60              | 2,290             | 2029           |
|                                 | 51,020     | 51,020  | 15-May-09   | -                                  | -                 | -                                   | -                 | 15,300                    | 15,300   | 5.05              | 2,550             | 2025           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 4.05              | 2,550             | 2026           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.05              | 2,550             | 2027           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 4.30              | 2,550             | 2028           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 5.05              | 2,550             | 2029           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 4.43              | 2,550             | 2030           |
|                                 | 91,910     | 82,545  | 23-Sep-14   | -                                  | -                 | -                                   | -                 | 37,125                    | 37,125   | 5.00              | 4,125             | 2025           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 3.00              | 4,125             | 2026           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 2.50              | 4,125             | 2027           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 3.00              | 4,125             | 2028           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 3.25              | 4,125             | 2029           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 3.25              | 4,125             | 2030           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 3.00              | 4,125             | 2032           |
|                                 |            |         |             |                                    |                   |                                     |                   |                           |  | 3.00              | 4,125             | 2034 thru 2035 |

| Description   | Authorized          | Issued           | Date Issued | Total Outstanding at June 30, 2024 |                   |                                     |                   |                           | Total Outstanding (Not Matured) at June 30, 2024 | Interest Rate (%) | Maturing Annually |                |
|---|---------------------|------------------|-------------|------------------------------------|-------------------|-------------------------------------|-------------------|---------------------------|--|-------------------|-------------------|----------------|
|   |                     |                  |             | General County Related Debt        | Road Related Debt | Adult Detention Center Related Debt | Park Related Debt | School Board Related Debt |  |                   | Amount            | Fiscal Year    |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
| <b>General Obligation Bonds and Revenue Bonds (cont'd):</b>             |                     |                  |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
| School Bonds (cont'd)   |                     |                  |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
|   | 108,990             | 98,485           | 29-Jul-15   | -                                  | -                 | -                                   | -                 | 39,400                    | 39,400   | 5.00              | 4,925             | 2025 thru 2026 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 3.00              | 4,925             | 2027 thru 2031 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 3.13              | 4,925             | 2032           |
|   | 139,480             | 120,220          | 29-Mar-16   | -                                  | -                 | -                                   | -                 | 78,130                    | 78,130   | 5.00              | 6,010             | 2025 thru 2030 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 3.00              | 6,010             | 2031 thru 2037 |
|   | 219,695             | 77,660           | 9-Mar-17    | -                                  | -                 | -                                   | -                 | 50,465                    | 50,465   | 5.00              | 3,885             | 2025 thru 2027 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 4.00              | 3,885             | 2028 thru 2029 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 3.00              | 3,880             | 2030 thru 2031 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 3.13              | 3,880             | 2032 thru 2034 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 3.25              | 3,880             | 2035 thru 2036 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 3.38              | 3,880             | 2037           |
|   | 245,340             | 115,895          | 24-May-18   | -                                  | -                 | -                                   | -                 | 81,130                    | 81,130   | 5.00              | 5,795             | 2025 thru 2030 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 4.00              | 5,795             | 2031 thru 2033 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 3.13              | 5,795             | 2034 thru 2035 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 3.38              | 5,795             | 2036 thru 2038 |
|   | 378,500             | 109,155          | 29-Oct-19   | -                                  | -                 | -                                   | -                 | 87,315                    | 87,315   | 5.00              | 5,460             | 2025 thru 2031 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 5.00              | 5,455             | 2032           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 3.00              | 5,455             | 2033 thru 2040 |
|   | 119,450             | 106,510          | 15-Oct-20   | -                                  | -                 | -                                   | -                 | 90,525                    | 90,525   | 4.00              | 5,325             | 2025 thru 2031 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 1.38              | 5,325             | 2032           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 1.50              | 5,325             | 2033           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 1.63              | 5,325             | 2034           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 1.75              | 5,325             | 2035 thru 2036 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 1.88              | 5,325             | 2037 thru 2038 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 2.00              | 5,325             | 2039 thru 2041 |
|   | 325,000             | 58,855           | 21-Oct-21   | -                                  | -                 | -                                   | -                 | 52,965                    | 52,965   | 4.00              | 2,945             | 2025 thru 2033 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 3.00              | 2,940             | 2034           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 1.85              | 2,940             | 2035           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 1.90              | 2,940             | 2036           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 2.00              | 2,940             | 2037           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 2.05              | 2,940             | 2038           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 2.10              | 2,940             | 2039           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 2.15              | 2,940             | 2040           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 2.20              | 2,940             | 2041           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 2.25              | 2,940             | 2042           |
|   | 185,695             | 42,400           | 10-Nov-22   | -                                  | -                 | -                                   | -                 | 40,280                    | 40,280   | 5.00              | 2,120             | 2025 thru 2037 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 4.38              | 2,120             | 2038 thru 2039 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 4.50              | 2,120             | 2040 thru 2041 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 4.63              | 2,120             | 2042 thru 2043 |
|   | 285,625             | 135,815          | 9-Nov-23    | -                                  | -                 | -                                   | -                 | 135,815                   | 135,815  | 5.00              | 6,795             | 2025 thru 2027 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 5.00              | 6,790             | 2028 thru 2038 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 4.25              | 6,790             | 2039 thru 2040 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 4.63              | 6,790             | 2041 thru 2042 |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 4.75              | 6,790             | 2043 thru 2044 |
| Taxable - Local Build America Bonds                                     | 60,765              | 56,445           | 13-May-10   | -                                  | -                 | -                                   | -                 | 28,210                    | 28,210   | 5.07              | 4,030             | 2025           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 5.17              | 4,030             | 2026           |
|   |                     |                  |             |                                    |                   |                                     |                   |                           |  | 5.56              | 4,030             | 2027 thru 2031 |
| Taxable-Direct Payment Qualified School Construction Bonds <sup>A</sup> | 9,800               | 9,685            | 8-Jul-10    | -                                  | -                 | -                                   | -                 | 1,710                     | 1,710  | -                 | 570               | 2025 thru 2027 |
| <b>Total School Bonds</b>   | <b>\$ 2,504,855</b> | <b>1,348,275</b> |             | <b>\$ -</b>                        | <b>-</b>          | <b>-</b>                            | <b>-</b>          | <b>780,720</b>            | <b>780,720</b>                                   |                   |                   |                |

<sup>A</sup> - Qualified School Construction Bonds (QSCB) are authorized by the federal government through the American Recovery and Reinvestment Act (ARRA) of 2009. The bonds provided reimbursement of interest paid by a credit from the US Treasury via VPSA.

| Description   | Authorized   | Issued    | Date Issued | Total Outstanding at June 30, 2024 |                   |                                     |                   |                           |  | Interest Rate (%) | Maturing Annually |                |
|---|--------------|-----------|-------------|------------------------------------|-------------------|-------------------------------------|-------------------|---------------------------|--|-------------------|-------------------|----------------|
|   |              |           |             | General County Related Debt        | Road Related Debt | Adult Detention Center Related Debt | Park Related Debt | School Board Related Debt | Total Outstanding (Not Matured) at June 30, 2024 |                   | Amount            | Fiscal Year    |
|   |              |           |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
| <b>General Obligation Bonds and Revenue Bonds (cont'd):</b> |              |           |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
| <b>Refunding Bonds:</b>                                     |              |           |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
| Tax-Exempt Bonds:   | \$ 59,000    | 35,550    | 29-Feb-12   | \$ -                               | 17,327            | -                                   | 718               | -                         | 18,045   | 5.00              | 6,610             | 2025           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 3,695             | 2026           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 3,690             | 2027           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 2,025             | 2028 thru 2029 |
|   | 115,000      | 50,940    | 29-Mar-16   | -                                  | -                 | -                                   | -                 | 44,790                    | 44,790   | 5.00              | 8,275             | 2025           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 8,310             | 2026           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 8,350             | 2027           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 6,055             | 2028           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 8,385             | 2029           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 5,415             | 2030           |
|   | 640,140      | 24,465    | 18-Jun-20   | -                                  | 5,090             | -                                   | -                 | -                         | 5,090  | 5.00              | 710               | 2025           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 715               | 2026           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 725               | 2027           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 730               | 2028           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 735               | 2029           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 735               | 2030           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 740               | 2031           |
| Taxable Bonds:  | 378,500      | 34,610    | 29-Oct-19   | -                                  | -                 | -                                   | -                 | 33,480                    | 33,480   | 1.97              | 295               | 2025           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 2.16              | 305               | 2026           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 2.21              | 310               | 2027           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 2.30              | 2,625             | 2028           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 2.40              | 295               | 2029           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 2.50              | 3,270             | 2030           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 2.60              | 8,770             | 2031           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 2.70              | 8,625             | 2032           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 2.75              | 6,175             | 2033           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 2.80              | 2,810             | 2034           |
|   | 640,140      | 72,220    | 18-Jun-20   | 9,313                              | 24,732            | -                                   | 3,913             | 31,427                    | 69,385   | 0.94              | 960               | 2025           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 1.09              | 2,380             | 2026           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 1.30              | 2,350             | 2027           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 1.41              | 2,325             | 2028           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 1.57              | 5,355             | 2029           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 1.62              | 5,255             | 2030           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 1.72              | 6,185             | 2031           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 1.77              | 5,060             | 2032           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 1.82              | 13,955            | 2033           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 1.87              | 9,625             | 2034           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 1.92              | 8,040             | 2035           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 1.97              | 7,895             | 2036           |
| Total Refunding Bonds                                       | \$ 1,832,780 | 217,785   |             | \$ 9,313                           | 47,149            | -                                   | 4,631             | 109,697                   | 170,790  |                   |                   |                |
| Total General Obligation Bonds and Revenue Bonds            | \$ 4,577,820 | 1,773,805 |             | \$ 101,223                         | 56,434            | 15,325                              | 6,201             | 890,417                   | 1,069,600  |                   |                   |                |
| <b>Capital Debt:</b>  |              |           |             |                                    |                   |                                     |                   |                           |  |                   |                   |                |
| Refunding VRA - Spriggs Road                                | \$ 10,100    | 10,095    | 27-Jun-12   | \$ -                               | 1,990             | -                                   | -                 | -                         | 1,990  | 4.83              | 995               | 2025           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 4.82              | 995               | 2026           |
| Refunding COP   | 50,000       | 35,205    | 26-Mar-13   | 2,621                              | -                 | 3,924                               | 45                | -                         | 6,590  | 5.00              | 3,510             | 2025           |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 5.00              | 1,540             | 2026 thru 2027 |
| Refunding VRA - Spicer Fire Station                         | 880          | 880       | 5-Nov-14    | 95                                 | -                 | -                                   | -                 | -                         | 95   | 5.13              | 95                | 2025           |
| Refunding VRA - River Oaks Fire Station                     | 2,330        | 2,330     | 5-Nov-14    | 690                                | -                 | -                                   | -                 | -                         | 690  | 5.13              | 230               | 2025 thru 2026 |
|   |              |           |             |                                    |                   |                                     |                   |                           |  | 4.82              | 230               | 2027           |

COUNTY OF PRINCE WILLIAM, VIRGINIA  
 Governmental Funds  
 Schedule of Bonds and Other Long-Term Debt  
 June 30, 2024  
 (amounts expressed in thousands)

| Description  | Authorized   | Issued       | Date Issued | Total Outstanding at June 30, 2024 |                   |                                     |                   |                           | Total Outstanding (Not Matured) at June 30, 2024 | Interest Rate (%)                            | Maturing Annually                                  |  |
|--|--------------|--------------|-------------|------------------------------------|-------------------|-------------------------------------|-------------------|---------------------------|--|--|--|--|
|  |              |              |             | General County Related Debt        | Road Related Debt | Adult Detention Center Related Debt | Park Related Debt | School Board Related Debt |  |  | Amount   | Fiscal Year                                  |
|  |              |              |             |                                    |                   |                                     |                   |                           |  |  |  |  |
| Refunding Bonds (cont'd)   |              |              |             |                                    |                   |                                     |                   |                           |  |  |  |  |
| Capital Debt (cont'd)  |              |              |             |                                    |                   |                                     |                   |                           |  |  |  |  |
| Refunding VRA - Antioch Fire Station   | 2,215        | 2,215        | 5-Nov-14    | 735                                | -                 | -                                   | -                 | -                         | 735  | 5.13<br>4.84                                 | 245<br>245   | 2025 thru 2026<br>2027                       |
| Refunding VRA - Roads  | 6,245        | 6,245        | 5-Nov-14    | -                                  | 2,075             | -                                   | -                 | -                         | 2,075  | 5.13<br>4.82                                 | 690<br>695   | 2025 thru 2026<br>2027                       |
| Refunding VRA - Birchdale Fire Station   | 2,140        | 2,140        | 5-Nov-14    | 1,060                              | -                 | -                                   | -                 | -                         | 1,060  | 5.13<br>4.84                                 | 215<br>210   | 2025 thru 2026<br>2027 thru 2029             |
| Refunding VRA - Roads  | 3,010        | 3,010        | 5-Nov-14    | -                                  | 1,495             | -                                   | -                 | -                         | 1,495  | 5.13<br>4.81<br>4.83<br>4.84                 | 300<br>300<br>300<br>295                           | 2025 thru 2026<br>2027<br>2028<br>2029       |
| Refunding VRA - Roads  | 29,925       | 18,855       | 5-Nov-14    | -                                  | 11,280            | -                                   | -                 | -                         | 11,280   | 5.13<br>5.13<br>4.83<br>4.82<br>4.82<br>3.43 | 1,880<br>1,885<br>1,885<br>1,885<br>1,880<br>1,865 | 2025<br>2026<br>2027<br>2028<br>2029<br>2030 |
| Total Capital Debt   | \$ 106,845   | \$ 80,975    |             | \$ 5,201                           | \$ 16,840         | \$ 3,924                            | \$ 45             | \$ -                      | \$ 26,010  |  |  |  |
| Total General Obligation, Revenue Bonds, Capital Debt and Other Long-Term Debt | \$ 4,684,665 | \$ 1,854,780 |             | \$ 106,424                         | \$ 73,274         | \$ 19,249                           | \$ 6,246          | \$ 890,417                | \$ 1,095,610                                     |  |  |  |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**Enterprise Funds**  
**Schedule of Bonds and Other Long-Term Debt**  
June 30, 2024  
(amounts expressed in thousands)

Schedule 43

| Description  | Authorized      | Issued       | Date Issued | Parks & Recreation | Total Outstanding at June 30, 2024               |      | Interest Rate (%) | Maturing Annually |             |
|--|-----------------|--------------|-------------|--------------------|--|------|-------------------|-------------------|-------------|
|  |                 |              |             |                    | Total Outstanding (Not Matured) at June 30, 2024 |      |                   | Amount            | Fiscal Year |
| <b>Revenue Bonds:</b>                              |                 |              |             |                    |  |      |                   |                   |             |
| Refunding Bonds                                    | \$ 5,410        | 4,810        | 29-Oct-20   | \$ 2,160           | 2,160  | 5.00 | 725               | 2025              |             |
|  |                 |              |             |                    |  | 5.00 | 765               | 2026              |             |
|  |                 |              |             |                    |  | 5.00 | 670               | 2027              |             |
| Total Revenue Bonds                                | \$ <u>5,410</u> | <u>4,810</u> |             | \$ <u>2,160</u>    | <u>2,160</u>                                     |      |                   |                   |             |
| Total Bonds, Capital Debt and Other Long-Term Debt | \$ <u>5,410</u> | <u>4,810</u> |             | \$ <u>2,160</u>    | <u>2,160</u>                                     |      |                   |                   |             |



STATISTICAL SECTION

**STATISTICAL SECTION**  
(Unaudited)



## STATISTICAL SECTION

This section of Prince William County’s Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County’s overall financial health.

Unless otherwise noted, the information in these schedules is derive from the Annual Comprehensive Financial Reports for the relevant year.

|  | <b>Page</b> |
|--|-------------|
| <b>Financial Trends</b>  | 266         |
| These schedules contain trend information to help the reader understand how the County’s financial performance and well-being have changed over time.  |             |
| <b>Revenue Capacity</b>  | 278         |
| These schedules contain information to help the reader assess the County’s most significant local revenue source, the real estate tax, as well as other revenue sources.   |             |
| <b>Debt Capacity</b>   | 286         |
| These schedules present information to help the reader assess the affordability of the County’s current levels of outstanding debt and the County’s ability to issue additional debt in the future.                    |             |
| <b>Demographic and Economic Information</b>  | 293         |
| These schedules offer demographic and economic indicators to help the reader understand the environment within which the County’s financial activities take place.   |             |
| <b>Operating Information</b>   | 300         |
| These schedules contain service and infrastructure data to help the reader understand how the information in the County’s financial report relates to the services the County provides and the activities it performs. |             |
| <b>Other Statistical Tables</b>  | 306         |
| These schedules present other information useful to certain readers of the County’s financial statements.  |             |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 1 - Net Position by Component**

Last Ten Fiscal Years

Page 1 of 2

(accrual basis of accounting; amounts expressed in thousands)

|   | 2014         | 2015         | 2016<br>as restated <sup>c</sup> | 2017<br>as restated <sup>d</sup> | 2018         | 2019<br>as restated <sup>e</sup> |
|---|--------------|--------------|----------------------------------|----------------------------------|--------------|----------------------------------|
| <b>Governmental activities:</b>               |              |              |                                  |                                  |              |                                  |
| Net Investment in capital assets              | \$ 432,016   | \$ 459,442   | \$ 442,098                       | \$ 485,264                       | \$ 505,044   | \$ 539,411                       |
| Restricted                                    | 140,516      | 159,366      | 170,299                          | 140,373                          | 95,769       | 97,235                           |
| Unrestricted                                  | (620,271)    | (753,856)    | (885,739)                        | (994,204)                        | (1,010,760)  | (924,368)                        |
| Total governmental activities net position    | \$ (47,739)  | \$ (135,048) | \$ (273,342)                     | \$ (368,567)                     | \$ (409,947) | \$ (287,722)                     |
| <b>Business-type activities:</b>              |              |              |                                  |                                  |              |                                  |
| Net Investment in capital assets              | \$ 37,943    | \$ 44,021    | \$ 32,870                        | \$ 40,381                        | \$ 38,545    | \$ 39,852                        |
| Restricted                                    | --           | --           | --                               | --                               | --           | --                               |
| Unrestricted                                  | 3,818        | (5,808)      | 6,280                            | 9,522                            | 12,147       | 22,939                           |
| Total business-type activities net position   | \$ 41,761    | \$ 38,213    | \$ 39,150                        | \$ 49,903                        | \$ 50,692    | \$ 62,791                        |
| <b>Primary government:</b>                    |              |              |                                  |                                  |              |                                  |
| Net Investment in capital assets              | \$ 469,959   | \$ 503,463   | \$ 474,968                       | \$ 525,645                       | \$ 543,589   | \$ 579,263                       |
| Restricted                                    | 140,516      | 159,366      | 170,299                          | 140,373                          | 95,769       | 97,235                           |
| Unrestricted                                  | (616,453)    | (759,664)    | (879,459)                        | (984,682)                        | (998,613)    | (901,429)                        |
| Total primary government net position         | \$ (5,978)   | \$ (96,835)  | \$ (234,192)                     | \$ (318,664)                     | \$ (359,255) | \$ (224,931)                     |
| <b>Component units:<sup>a</sup></b>           |              |              |                                  |                                  |              |                                  |
| Net Investment in capital assets              | \$ 1,247,771 | \$ 1,326,687 | \$ 1,416,258                     | \$ 1,522,452                     | \$ 1,572,907 | \$ 1,689,674                     |
| Restricted                                    | 50,515       | 66,882       | 198,106                          | 173,810                          | 231,206      | 104,459                          |
| Unrestricted                                  | 114,162      | (737,984)    | (700,164)                        | (860,881)                        | (823,297)    | (732,730)                        |
| Total component units net position            | \$ 1,412,448 | \$ 655,585   | \$ 914,200                       | \$ 835,381                       | \$ 980,816   | \$ 1,061,403                     |
| <b>Total reporting entity:</b>                |              |              |                                  |                                  |              |                                  |
| Net Investment in capital assets <sup>b</sup> | \$ 1,121,735 | \$ 1,222,302 | \$ 1,891,226                     | \$ 1,367,824                     | \$ 2,215,208 | \$ 1,501,676                     |
| Restricted <sup>b</sup>                       | 168,908      | 183,503      | 368,405                          | 163,665                          | 130,578      | 201,694                          |
| Unrestricted                                  | 115,827      | (847,055)    | (1,579,623)                      | (1,014,772)                      | (1,724,225)  | (866,898)                        |
| Total reporting entity net position           | \$ 1,406,470 | \$ 558,750   | \$ 680,008                       | \$ 516,717                       | \$ 621,561   | \$ 836,472                       |

<sup>a</sup> Component unit net position represents a significant portion of net position for the total reporting entity.

<sup>b</sup> The sum of the rows does not equal the amount reported for the total reporting entity because certain debt related to the School Board, and the Adult Detention Center Component Units is reflected in the primary government's general governmental activities. See Exhibit 1 for further details.

<sup>c</sup> FY 2016 figures were adjusted and restated in FY 2017. FY 2017 figures were restated in FY 2018.

<sup>d</sup> FY 2017 figures were not adjusted and restated for Convention and Visitors Bureau since the merger occurred July 1, 2018.

<sup>e</sup> FY 2019 figures were adjusted and restated in FY 2020.

TABLE 1 - Net Position by Component

Page 2 of 2

| 2020                | 2021                | 2022                | 2023                | 2024                |   |
|---------------------|---------------------|---------------------|---------------------|---------------------|---|
|                     |                     |                     |                     |                     | Governmental activities:                      |
| \$ 547,230          | \$ 541,191          | \$ 594,573          | \$ 669,445          | \$ 661,827          | Net Investment in capital assets              |
| 110,355             | 126,398             | 136,758             | 147,820             | 180,321             | Restricted                                    |
| (931,915)           | (951,452)           | (926,368)           | (849,164)           | (764,990)           | Unrestricted                                  |
| <u>\$ (274,330)</u> | <u>\$ (283,863)</u> | <u>\$ (195,037)</u> | <u>\$ (31,899)</u>  | <u>\$ 77,158</u>    | Total governmental activities net position    |
|                     |                     |                     |                     |                     | Business-type activities:                     |
| \$ 39,222           | \$ 44,730           | \$ 48,421           | \$ 49,057           | \$ 47,799           | Net Investment in capital assets              |
| --                  | --                  | --                  | 29,054              | 39,729              | Restricted                                    |
| 28,721              | 27,218              | 23,690              | (4,857)             | (6,244)             | Unrestricted                                  |
| <u>\$ 67,943</u>    | <u>\$ 71,948</u>    | <u>\$ 72,111</u>    | <u>\$ 73,254</u>    | <u>\$ 81,284</u>    | Total business-type activities net position   |
|                     |                     |                     |                     |                     | Primary government:                           |
| \$ 586,452          | \$ 585,921          | \$ 642,994          | \$ 718,502          | \$ 709,626          | Net Investment in capital assets              |
| 110,355             | 126,398             | 136,758             | 176,874             | 220,050             | Restricted                                    |
| (903,194)           | (924,234)           | (902,678)           | (854,021)           | (771,234)           | Unrestricted                                  |
| <u>\$ (206,387)</u> | <u>\$ (211,915)</u> | <u>\$ (122,926)</u> | <u>\$ 41,355</u>    | <u>\$ 158,442</u>   | Total primary government net position         |
|                     |                     |                     |                     |                     | Component units: <sup>a</sup>                 |
| \$ 1,809,830        | \$ 1,862,670        | \$ 1,906,046        | \$ 1,959,583        | \$ --               | Net Investment in capital assets              |
| 80,492              | 142,111             | 237,960             | 184,766             | (66,350)            | Restricted                                    |
| (714,995)           | (626,918)           | (557,621)           | (389,670)           | 1,978,857           | Unrestricted                                  |
| <u>\$ 1,175,327</u> | <u>\$ 1,377,863</u> | <u>\$ 1,586,385</u> | <u>\$ 1,754,679</u> | <u>\$ 1,912,507</u> | Total component units net position            |
|                     |                     |                     |                     |                     | Total reporting entity:                       |
| \$ 1,566,473        | \$ 2,512,932        | \$ 2,595,767        | \$ 2,706,832        | \$ 2,765,608        | Net Investment in capital assets <sup>b</sup> |
| 143,811             | 204,168             | 327,991             | 332,893             | 362,052             | Restricted <sup>b</sup>                       |
| (741,344)           | (1,551,152)         | (1,460,299)         | (1,243,691)         | (990,361)           | Unrestricted                                  |
| <u>\$ 968,940</u>   | <u>\$ 1,165,948</u> | <u>\$ 1,463,459</u> | <u>\$ 1,796,034</u> | <u>\$ 2,137,299</u> | Total reporting entity net position           |

COUNTY OF PRINCE WILLIAM, VIRGINIA

TABLE 2 - Changes in Net Position

Last Ten Fiscal Years

(accrual basis of accounting; amounts expressed in thousands)

|  | 2015                | 2016<br>as restated <sup>b</sup> | 2017<br>as restated <sup>b</sup> | 2018                  | 2019<br>as restated <sup>c</sup> |
|--|---------------------|----------------------------------|----------------------------------|-----------------------|----------------------------------|
| <b>Primary Government:</b>                                   |                     |                                  |                                  |                       |                                  |
| Expenses   |                     |                                  |                                  |                       |                                  |
| Governmental activities:                                     |                     |                                  |                                  |                       |                                  |
| General government administration                            | \$ 34,865           | \$ 40,258                        | \$ 50,059                        | \$ 47,002             | \$ 47,572                        |
| Judicial administration                                      | 20,581              | 21,960                           | 22,458                           | 21,557                | 23,677                           |
| Public safety  | 243,870             | 270,610                          | 295,806                          | 292,517               | 335,421                          |
| Public works   | 88,390              | 96,977                           | 81,479                           | 112,634               | 107,447                          |
| Health and welfare   | 81,711              | 88,726                           | 92,898                           | 95,658                | 100,931                          |
| Education  | 513,087             | 672,297                          | 554,522                          | 589,737               | 468,667                          |
| Parks, recreational and cultural                             | 37,150              | 78,278                           | 50,250                           | 49,000                | 57,677                           |
| Community development  | 64,674              | 37,307                           | 66,559                           | 71,037                | 65,623                           |
| Interest on long-term debt                                   | 45,104              | 47,263                           | 54,176                           | 51,305                | 49,473                           |
| Pension  | (12,502)            | --                               | --                               | --                    | --                               |
| Total governmental activities expenses                       | <u>1,116,930</u>    | <u>1,353,676</u>                 | <u>1,268,207</u>                 | <u>1,330,447</u>      | <u>1,256,488</u>                 |
| Business-type activities:                                    |                     |                                  |                                  |                       |                                  |
| Landfill   | 17,337              | 16,613                           | 16,195                           | 14,745                | 14,749                           |
| Nonmajor enterprise funds                                    | --                  | --                               | --                               | --                    | --                               |
| Parks, recreational and cultural                             | 14,865              | 6,427                            | 6,445                            | 6,943                 | 6,336                            |
| Innovation technology park                                   | 405                 | 340                              | 458                              | 268                   | 590                              |
| Community development  | --                  | --                               | --                               | --                    | --                               |
| Total business-type activities expenses                      | <u>32,607</u>       | <u>23,380</u>                    | <u>23,098</u>                    | <u>21,956</u>         | <u>21,675</u>                    |
| Total primary government expenses                            | <u>\$ 1,149,537</u> | <u>\$ 1,377,056</u>              | <u>\$ 1,291,305</u>              | <u>\$ 1,352,403</u>   | <u>\$ 1,278,163</u>              |
| Program Revenues   |                     |                                  |                                  |                       |                                  |
| Governmental activities:                                     |                     |                                  |                                  |                       |                                  |
| Charges for services:  |                     |                                  |                                  |                       |                                  |
| General government administration                            | \$ 568              | \$ 2,263                         | \$ 1,969                         | \$ 1,996              | \$ 1,925                         |
| Judicial administration                                      | 4,238               | 1,939                            | 1,982                            | 1,695                 | 2,030                            |
| Public safety  | 13,249              | 11,113                           | 24,005                           | 14,572                | 15,514                           |
| Public works   | 8,725               | 8,796                            | 8,523                            | 8,533                 | 8,748                            |
| Health and welfare   | 1,477               | 6,635                            | 977                              | 1,332                 | 1,543                            |
| Education  | --                  | --                               | --                               | 641                   | --                               |
| Parks, recreational and cultural                             | 580                 | 8,695                            | 8,992                            | 8,302                 | 8,123                            |
| Community development  | 20,194              | 15,527                           | 12,164                           | 18,382                | 17,551                           |
| Operating grants and contributions                           | 79,740              | 85,699                           | 89,962                           | 96,631                | 101,515                          |
| Capital grants and contributions                             | 49,298              | 76,627                           | 56,635                           | 80,752                | 77,737                           |
| Total governmental activities program revenues               | <u>178,069</u>      | <u>217,294</u>                   | <u>205,209</u>                   | <u>232,836</u>        | <u>234,686</u>                   |
| Business-type activities:                                    |                     |                                  |                                  |                       |                                  |
| Charges for services:  |                     |                                  |                                  |                       |                                  |
| Landfill   | 18,805              | 19,660                           | 19,568                           | 19,879                | 20,381                           |
| Parks, recreational and cultural                             | 11,927              | 5,472                            | 5,222                            | 4,654                 | 4,524                            |
| Community development  | 64                  | 1,132                            | 4,312                            | 978                   | 3,408                            |
| Capital grants and contributions                             | --                  | --                               | --                               | --                    | --                               |
| Total business-type activities program revenues              | <u>30,796</u>       | <u>26,264</u>                    | <u>29,102</u>                    | <u>25,511</u>         | <u>28,313</u>                    |
| Total primary government program revenues                    | <u>\$ 208,865</u>   | <u>\$ 243,558</u>                | <u>\$ 234,311</u>                | <u>\$ 258,347</u>     | <u>\$ 262,999</u>                |
| Net (Expense)/Revenue  |                     |                                  |                                  |                       |                                  |
| Governmental activities                                      | \$ (938,861)        | \$ (1,136,382)                   | \$ (1,062,998)                   | \$ (1,097,611)        | \$ (1,021,802)                   |
| Business-type activities                                     | (1,811)             | 2,884                            | 6,004                            | 3,555                 | 6,638                            |
| Total primary government net (expense)/revenue               | <u>\$ (940,672)</u> | <u>\$ (1,133,498)</u>            | <u>\$ (1,056,994)</u>            | <u>\$ (1,094,056)</u> | <u>\$ (1,015,164)</u>            |
| General Revenues and Other                                   |                     |                                  |                                  |                       |                                  |
| Changes in Net Position                                      |                     |                                  |                                  |                       |                                  |
| Governmental activities:                                     |                     |                                  |                                  |                       |                                  |
| Taxes  |                     |                                  |                                  |                       |                                  |
| Real property  | \$ 599,802          | \$ 628,960                       | \$ 650,851                       | \$ 679,762            | \$ 713,059                       |
| Personal property  | 104,060             | 114,750                          | 128,280                          | 137,198               | 150,269                          |
| Local sales  | 59,709              | 60,551                           | 63,022                           | 64,566                | 68,710                           |
| Consumers utility  | 13,974              | 13,977                           | 14,196                           | 14,417                | 14,443                           |
| Telecommunications sales and use tax                         | --                  | --                               | --                               | --                    | --                               |
| Food and beverage  | --                  | --                               | --                               | --                    | --                               |
| Business, professional and occupational license              | 24,744              | 25,065                           | 25,341                           | 26,554                | 26,945                           |
| Recordation  | 8,868               | 10,613                           | 11,149                           | 9,839                 | 10,687                           |
| Motor vehicle licenses                                       | 8,053               | 8,260                            | 8,409                            | 8,845                 | 8,987                            |
| Other local taxes  | 3,425               | 3,721                            | 4,030                            | 4,025                 | 13,215                           |
| Short term rental, bank stock, public utility gross receipts | 3,292               | 3,350                            | 3,733                            | 4,102                 | 4,431                            |
| Grants and contributions not restricted to specific programs | 82,278              | 85,327                           | 81,728                           | 81,058                | 80,200                           |

TABLE 2 - Changes in Net Position  
Page 2 of 4

| 2020<br>as restated <sup>d</sup> | 2021                  | 2022                  | 2023                  | 2024                  |  |
|----------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|--|
|                                  |                       |                       |                       |                       | <b>Primary Government:</b>                                   |
|                                  |                       |                       |                       |                       | Expenses   |
|                                  |                       |                       |                       |                       | Governmental activities:                                     |
| \$ 51,328                        | \$ 95,112             | \$ 87,723             | \$ 138,072            | \$ 105,212            | General government administration                            |
| 26,943                           | 29,253                | 30,826                | 32,976                | 39,350                | Judicial administration                                      |
| 323,824                          | 375,682               | 303,227               | 386,346               | 432,308               | Public safety  |
| 102,006                          | 93,970                | 98,907                | 144,493               | 22,925                | Public works   |
| 111,427                          | 136,895               | 139,577               | 155,569               | 176,365               | Health and welfare   |
| 633,749                          | 694,445               | 660,808               | 685,309               | 859,370               | Education  |
| 56,706                           | 51,025                | 67,560                | 36,130                | 67,606                | Parks, recreational and cultural                             |
| 76,709                           | 90,729                | 76,136                | 77,383                | 153,371               | Community development  |
| 49,964                           | 49,053                | 46,526                | 43,134                | 46,135                | Interest on long-term debt                                   |
| --                               | --                    | --                    | --                    | --                    | Pension  |
| <u>1,432,656</u>                 | <u>1,616,164</u>      | <u>1,511,290</u>      | <u>1,699,412</u>      | <u>1,902,642</u>      | Total governmental activities expenses                       |
|                                  |                       |                       |                       |                       | Business-type activities:                                    |
| 16,922                           | 20,122                | 19,730                | 23,767                | 24,158                | Landfill   |
| --                               | --                    | 5,304                 | --                    | --                    | Nonmajor enterprise funds                                    |
| 5,038                            | 4,293                 | --                    | 5,975                 | 6,847                 | Parks, recreational and cultural                             |
| 756                              | 746                   | --                    | --                    | --                    | Innovation technology park                                   |
| --                               | --                    | --                    | 1,529                 | 181                   | Community development  |
| <u>22,716</u>                    | <u>25,161</u>         | <u>25,034</u>         | <u>31,271</u>         | <u>31,186</u>         | Total business-type activities expenses                      |
| <u>\$ 1,455,372</u>              | <u>\$ 1,641,325</u>   | <u>\$ 1,536,324</u>   | <u>\$ 1,730,683</u>   | <u>\$ 1,933,828</u>   | Total primary government expenses                            |
|                                  |                       |                       |                       |                       | Program Revenues   |
|                                  |                       |                       |                       |                       | Governmental activities:                                     |
|                                  |                       |                       |                       |                       | Charges for services:  |
| \$ 1,988                         | \$ 1,643              | \$ 1,764              | \$ 1,737              | \$ 1,605              | General government administration                            |
| 1,930                            | 2,133                 | 1,724                 | 1,361                 | 1,516                 | Judicial administration                                      |
| 13,958                           | 11,937                | 15,380                | 14,239                | 9,154                 | Public safety  |
| 8,957                            | 8,983                 | 9,178                 | 10,354                | 11,281                | Public works   |
| 1,252                            | 1,082                 | 2,102                 | 1,159                 | 1,319                 | Health and welfare   |
| --                               | --                    | --                    | --                    | --                    | Education  |
| 5,951                            | 2,716                 | 5,087                 | 7,939                 | 8,568                 | Parks, recreational and cultural                             |
| 16,976                           | 16,801                | 19,224                | 19,732                | 25,945                | Community development  |
| 112,289                          | 185,504               | 159,259               | 220,784               | 180,468               | Operating grants and contributions                           |
| 75,846                           | 110,246               | 124,577               | 152,601               | 151,409               | Capital grants and contributions                             |
| <u>239,147</u>                   | <u>341,045</u>        | <u>338,295</u>        | <u>429,906</u>        | <u>391,265</u>        | Total governmental activities program revenues               |
|                                  |                       |                       |                       |                       | Business-type activities:                                    |
|                                  |                       |                       |                       |                       | Charges for services:  |
| 19,797                           | 20,094                | 20,141                | 21,713                | 27,619                | Landfill   |
| 3,566                            | 3,290                 | 4,401                 | 4,484                 | 7,155                 | Parks, recreational and cultural                             |
| 3,050                            | 5,660                 | 848                   | 4,863                 | 1,467                 | Community development  |
| --                               | --                    | 97                    | 103                   | 152                   | Capital grants and contributions                             |
| <u>26,413</u>                    | <u>29,044</u>         | <u>25,487</u>         | <u>31,163</u>         | <u>36,393</u>         | Total business-type activities program revenues              |
| <u>\$ 265,560</u>                | <u>\$ 370,089</u>     | <u>\$ 363,782</u>     | <u>\$ 461,069</u>     | <u>\$ 427,658</u>     | Total primary government program revenues                    |
|                                  |                       |                       |                       |                       | Net (Expense)/Revenue  |
| \$ (1,193,509)                   | \$ (1,275,119)        | \$ (1,172,995)        | \$ (1,269,506)        | \$ (1,511,377)        | Governmental activities                                      |
| 3,697                            | 3,883                 | 453                   | (108)                 | 5,207                 | Business-type activities                                     |
| <u>\$ (1,189,812)</u>            | <u>\$ (1,271,236)</u> | <u>\$ (1,172,542)</u> | <u>\$ (1,269,614)</u> | <u>\$ (1,506,170)</u> | Total primary government net (expense)/revenue               |
|                                  |                       |                       |                       |                       | General Revenues and Other                                   |
|                                  |                       |                       |                       |                       | Changes in Net Position                                      |
|                                  |                       |                       |                       |                       | Governmental activities:                                     |
|                                  |                       |                       |                       |                       | Taxes  |
| \$ 754,989                       | \$ 787,059            | \$ 839,452            | \$ 868,571            | \$ 941,486            | Real property  |
| 162,528                          | 175,182               | 203,679               | 228,713               | 291,398               | Personal property  |
| 72,342                           | 80,140                | 88,032                | 93,246                | 95,687                | Local sales  |
| 14,408                           | 13,266                | 15,278                | 15,408                | 14,658                | Consumers utility  |
| --                               | 14,443                | --                    | --                    | --                    | Telecommunications sales and use tax                         |
| --                               | --                    | --                    | 41,127                | 45,096                | Food and beverage  |
| 28,236                           | 29,882                | 32,910                | 34,636                | 38,922                | Business, professional and occupational license              |
| 13,016                           | 20,067                | 17,466                | 11,138                | 11,460                | Recordation  |
| 9,086                            | 12,550                | 12,814                | 12,947                | 12,610                | Motor vehicle licenses                                       |
| 12,311                           | 14,499                | 16,744                | 24,893                | 24,553                | Other local taxes  |
| 4,006                            | 5,213                 | 5,614                 | --                    | --                    | Short term rental, bank stock, public utility gross receipts |
| 81,030                           | 77,581                | 77,339                | 78,379                | 77,766                | Grants and contributions not restricted to specific programs |

COUNTY OF PRINCE WILLIAM, VIRGINIA

TABLE 2 - Changes in Net Position (cont'd)

Last Ten Fiscal Years

(accrual basis of accounting; amounts expressed in thousands)

|   | 2015         | 2016<br>as restated <sup>b</sup> | 2017<br>as restated <sup>b</sup> | 2018         | 2019<br>as restated <sup>c</sup> |
|---|--------------|----------------------------------|----------------------------------|--------------|----------------------------------|
| <b>Primary Government (cont'd):</b>                             |              |                                  |                                  |              |                                  |
| General Revenues and Other                                      |              |                                  |                                  |              |                                  |
| Changes in Net Position (cont'd)                                |              |                                  |                                  |              |                                  |
| Governmental activities (cont'd):                               |              |                                  |                                  |              |                                  |
| Investment earnings/(losses)                                    | 20,548       | 26,736                           | 11,123                           | 13,727       | 43,026                           |
| Gain on disposition of capital assets                           | --           | 17                               | 649                              | 161          | 745                              |
| Donations   | --           | --                               | --                               | --           | --                               |
| Miscellaneous   | 19,304       | 12,480                           | 24,112                           | 8,322        | 12,200                           |
| Special item - transfer of volunteer fire and rescue operations | --           | 2,929                            | 13,026                           | --           | --                               |
| Transfers   | 465          | 792                              | (4,377)                          | 4,010        | (2,890)                          |
| Total governmental activities                                   | 948,524      | 997,530                          | 1,035,274                        | 1,056,588    | 1,144,029                        |
| Business-type activities:                                       |              |                                  |                                  |              |                                  |
| Investment earnings/(losses)                                    | 389          | 533                              | --                               | 57           | 1,494                            |
| Gain/(loss) on disposition of capital assets                    | --           | --                               | --                               | --           | --                               |
| Miscellaneous   | 979          | 933                              | 1,215                            | 1,187        | 1,077                            |
| Transfers   | (465)        | (792)                            | 4,377                            | (4,010)      | 2,890                            |
| Total business-type activities                                  | 903          | 674                              | 5,592                            | (2,766)      | 5,461                            |
| Total primary government  | \$ 949,427   | \$ 998,204                       | \$ 1,040,866                     | \$ 1,053,822 | \$ 1,149,490                     |
| Change in Net Position  |              |                                  |                                  |              |                                  |
| Governmental activities   |              |                                  |                                  |              |                                  |
| Cumulative effect of restatement- Gov't Activities              | \$ 9,661     | \$ (138,852)                     | \$ (27,724)                      | \$ (41,666)  | \$ 122,227                       |
|   | (96,970)     | --                               | (15,068)                         | --           | --                               |
| Business-type activities  |              |                                  |                                  |              |                                  |
| Cumulative effect of restatement - Business-type Activities     | (908)        | 10,542                           | 11,596                           | 789          | 12,099                           |
|   | (2,640)      | --                               | --                               | --           | --                               |
| Total primary government  | \$ (90,857)  | \$ (128,310)                     | \$ (31,196)                      | \$ (40,877)  | \$ 134,326                       |
| <b>Component Units:<sup>a</sup></b>                             |              |                                  |                                  |              |                                  |
| Expenses  |              |                                  |                                  |              |                                  |
| School Board  | \$ 1,046,510 | \$ 1,059,657                     | \$ 1,149,263                     | \$ 1,163,792 | \$ 1,183,841                     |
| Adult Detention Center  | 42,366       | 48,241                           | 44,712                           | 43,365       | 43,742                           |
| Convention & Visitors Bureau                                    | 1,288        | 1,275                            | 1,178                            | --           | --                               |
| Total component unit expenses                                   | 1,090,164    | 1,109,173                        | 1,195,153                        | 1,207,157    | 1,227,583                        |
| Program Revenues  |              |                                  |                                  |              |                                  |
| Charges for services  | 23,795       | 24,429                           | 25,735                           | 26,138       | 25,457                           |
| Operating grants and contributions                              | 158,349      | 168,110                          | 179,935                          | 182,304      | 182,964                          |
| Capital grants and contributions                                | 116          | 124                              | 119                              | 123          | 128                              |
| Total component unit program revenues                           | 182,260      | 192,663                          | 205,789                          | 208,565      | 208,549                          |
| General Revenues and Other                                      |              |                                  |                                  |              |                                  |
| Changes in Net Position   |              |                                  |                                  |              |                                  |
| Payment from primary government                                 | 615,939      | 783,479                          | 672,345                          | 717,067      | 633,538                          |
| Grants and contributions not<br>restricted to specific programs | 373,325      | 381,856                          | 401,967                          | 419,099      | 452,149                          |
| Investment earnings/(losses)                                    | 3,125        | 3,489                            | 2,603                            | 2,700        | 8,669                            |
| Gain on disposition of capital assets                           | 4            | (1)                              | --                               | --           | --                               |
| Miscellaneous   | 3,216        | 3,734                            | 5,523                            | 5,447        | 4,631                            |
| Total general revenues and<br>other changes in net position     | 995,609      | 1,172,557                        | 1,082,438                        | 1,144,313    | 1,098,987                        |
| Total component unit change in net position                     | \$ (756,863) | \$ 256,047                       | \$ 93,074                        | \$ 145,721   | \$ 79,953                        |

<sup>a</sup> The Park Authority Component Unit was dissolved and became the County Department of Parks and Recreation (now Parks, Recreation and Tourism) effective FY 2013. The Convention and Visitors Bureau became a component unit of the County effective FY 2013, but was dissolved and incorporated into the Parks & Recreation department in FY 2018.

<sup>b</sup> FY 2016 figures were adjusted and restated in FY 2017. FY 2017 figures were restated in FY 2018.

<sup>c</sup> FY 2019 figures were adjusted and restated in FY 2020.

<sup>d</sup> FY2020 figures were adjusted and restated due to GASB 84 implementation in FY2021.

**TABLE 2 - Changes in Net Position (cont'd)**  
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| 2020<br>as restated <sup>d</sup> | 2021                | 2022                | 2023                | 2024                |   |
|----------------------------------|---------------------|---------------------|---------------------|---------------------|---|
|                                  |                     |                     |                     |                     | <b>Primary Government (cont'd):</b>                             |
|                                  |                     |                     |                     |                     | General Revenues and Other                                      |
|                                  |                     |                     |                     |                     | Changes in Net Position (cont'd)                                |
|                                  |                     |                     |                     |                     | Governmental activities (cont'd):                               |
| 38,443                           | 15,825              | (48,810)            | 18,346              | 65,460              | Investment earnings/(losses)                                    |
| --                               | --                  | 277                 | --                  | --                  | Gain on disposition of capital assets                           |
| --                               | --                  | 237                 | --                  | --                  | Donations   |
| 15,919                           | 30,526              | 835                 | 5,522               | 1,692               | Miscellaneous   |
| --                               | --                  | --                  | --                  | --                  | Special item - transfer of volunteer fire and rescue operations |
| 587                              | 3,205               | (46)                | (282)               | (354)               | Transfers   |
| <u>1,206,903</u>                 | <u>1,279,440</u>    | <u>1,261,823</u>    | <u>1,432,646</u>    | <u>1,620,434</u>    | Total governmental activities                                   |
|                                  |                     |                     |                     |                     | Business-type activities:                                       |
| 1,060                            | 104                 | (1,671)             | 207                 | 1,628               | Investment earnings/(losses)                                    |
| --                               | 990                 | 57                  | --                  | --                  | Gain/(loss) on disposition of capital assets                    |
| 982                              | 990                 | 1,278               | 762                 | 841                 | Miscellaneous   |
| (587)                            | (3,205)             | 46                  | 282                 | 354                 | Transfers   |
| <u>1,455</u>                     | <u>(1,121)</u>      | <u>(290)</u>        | <u>1,251</u>        | <u>2,823</u>        | Total business-type activities                                  |
| <u>\$ 1,208,358</u>              | <u>\$ 1,262,902</u> | <u>\$ 1,261,533</u> | <u>\$ 1,433,897</u> | <u>\$ 1,623,257</u> | Total primary government  |
|                                  |                     |                     |                     |                     | Change in Net Position  |
| \$ 13,394                        | \$ 4,321            | \$ 88,828           | \$ 163,140          | \$ 109,057          | Governmental activities   |
| --                               | 594                 | --                  | --                  | --                  | Cumulative effect of restatement- Gov't Activities              |
| 5,152                            | 2,762               | 163                 | 1,143               | 8,030               | Business-type activities  |
| --                               | --                  | --                  | --                  | --                  | Cumulative effect of restatement - Business-type Activities     |
| <u>\$ 18,546</u>                 | <u>\$ 7,677</u>     | <u>\$ 88,991</u>    | <u>\$ 164,283</u>   | <u>\$ 117,087</u>   | Total primary government  |
|                                  |                     |                     |                     |                     | <b>Component Units: <sup>a</sup></b>                            |
|                                  |                     |                     |                     |                     | Expenses  |
| \$ 1,296,560                     | \$ 1,380,099        | \$ 1,394,559        | \$ 1,551,715        | \$ 1,717,147        | School Board  |
| 51,908                           | 56,297              | 71,738              | 53,500              | 56,421              | Adult Detention Center  |
| --                               | --                  | --                  | --                  | --                  | Convention & Visitors Bureau                                    |
| <u>1,348,468</u>                 | <u>1,436,396</u>    | <u>1,466,297</u>    | <u>1,605,215</u>    | <u>1,773,568</u>    | Total component unit expenses                                   |
|                                  |                     |                     |                     |                     | Program Revenues  |
| 18,009                           | 5,785               | 16,989              | 30,396              | 32,916              | Charges for services  |
| 185,517                          | 295,190             | 332,983             | 306,140             | 280,763             | Operating grants and contributions                              |
| 119                              | 127                 | 130                 | 22,737              | 120                 | Capital grants and contributions                                |
| <u>203,645</u>                   | <u>301,102</u>      | <u>350,102</u>      | <u>359,273</u>      | <u>313,799</u>      | Total component unit program revenues                           |
|                                  |                     |                     |                     |                     | General Revenues and Other                                      |
|                                  |                     |                     |                     |                     | Changes in Net Position   |
| 774,951                          | 826,798             | 807,843             | 828,394             | 1,012,366           | Payment from primary government                                 |
| 471,510                          | 491,034             | 522,564             | 576,451             | 632,027             | Grants and contributions not restricted to specific programs    |
| 7,117                            | 3,162               | (16,938)            | 2,326               | 30,497              | Investment earnings/(losses)                                    |
| 11                               | --                  | --                  | --                  | --                  | Gain on disposition of capital assets                           |
| 5,158                            | 6,451               | 8,788               | 9,424               | 9,057               | Miscellaneous   |
| <u>1,258,747</u>                 | <u>1,327,445</u>    | <u>1,322,257</u>    | <u>1,416,595</u>    | <u>1,683,947</u>    | Total general revenues and other changes in net position        |
| <u>\$ 113,924</u>                | <u>\$ 202,536</u>   | <u>\$ 206,062</u>   | <u>\$ 170,653</u>   | <u>\$ 224,178</u>   | Total component unit change in net position                     |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 3 - Fund Balances, Governmental Funds**

Last Ten Fiscal Years

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(modified accrual basis of accounting; amounts expressed in thousands)

|                                     | 2015              | 2016              | 2017              | 2018              | 2019              |
|-------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| <b>General Fund:</b>                |                   |                   |                   |                   |                   |
| Non-spendable                       | \$ 178            | \$ 142            | \$ 178            | \$ 288            | \$ 396            |
| Restricted                          | 13,224            | 12,833            | 10,350            | 9,941             | 9,524             |
| Committed                           | 58,692            | 105,707           | 92,852            | 89,315            | 88,951            |
| Assigned                            | 29,847            | 7,733             | 9,123             | 12,096            | 9,025             |
| Unassigned                          | 73,055            | 76,747            | 79,769            | 82,107            | 87,335            |
| Total General Fund                  | <u>\$ 174,996</u> | <u>\$ 203,162</u> | <u>\$ 192,272</u> | <u>\$ 193,747</u> | <u>\$ 195,231</u> |
| <b>Streets &amp; Roads:</b>         |                   |                   |                   |                   |                   |
| Non-spendable                       | \$ 221            | \$ 331            | \$ 297            | \$ 296            | \$ 301            |
| Restricted                          | --                | --                | --                | --                | --                |
| Committed                           | 28,643            | 50,546            | 59,278            | 34,639            | 33,636            |
| Assigned                            | --                | --                | --                | --                | --                |
| Unassigned                          | --                | --                | --                | --                | --                |
| Total Streets & Roads               | <u>\$ 28,864</u>  | <u>\$ 50,877</u>  | <u>\$ 59,575</u>  | <u>\$ 34,935</u>  | <u>\$ 33,937</u>  |
| <b>Nonmajor Governmental Funds:</b> |                   |                   |                   |                   |                   |
| Non-spendable                       | \$ 11             | \$ 2,167          | \$ 34             | \$ 18             | \$ 23             |
| Restricted                          | 103,383           | 101,851           | 76,440            | 71,233            | 73,575            |
| Committed                           | 28,140            | 80,720            | 77,439            | 63,963            | 71,175            |
| Assigned                            | --                | --                | --                | --                | --                |
| Unassigned                          | --                | --                | --                | --                | --                |
| Total Nonmajor Governmental Funds   | <u>\$ 131,534</u> | <u>\$ 184,738</u> | <u>\$ 153,913</u> | <u>\$ 135,214</u> | <u>\$ 144,773</u> |

TABLE 3 - Fund Balances, Governmental Funds

| 2020              | 2021              | 2022              | 2023              | 2024              |                                     |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------------------------|
|                   |                   |                   |                   |                   | <b>General Fund:</b>                |
| \$ 262            | \$ 297            | \$ 294            | \$ 269            | \$ 369            | Non-spendable                       |
| 9,445             | 9,505             | 11,780            | 11,200            | 9,998             | Restricted                          |
| 118,703           | 142,265           | 152,750           | 123,142           | 147,441           | Committed                           |
| 9,217             | 16,940            | 27,253            | 27,152            | 37,227            | Assigned                            |
| 91,405            | 95,459            | 98,971            | 110,788           | 124,173           | Unassigned                          |
| <u>\$ 229,032</u> | <u>\$ 264,466</u> | <u>\$ 291,048</u> | <u>\$ 272,551</u> | <u>\$ 319,208</u> | Total General Fund                  |
|                   |                   |                   |                   |                   | <b>Streets &amp; Roads:</b>         |
| \$ 301            | \$ --             | \$ --             | \$ --             | \$ --             | Non-spendable                       |
| --                | --                | --                | --                | --                | Restricted                          |
| 37,594            | 37,310            | 32,173            | 42,296            | 63,047            | Committed                           |
| --                | --                | --                | --                | --                | Assigned                            |
| --                | --                | --                | --                | --                | Unassigned                          |
| <u>\$ 37,895</u>  | <u>\$ 37,310</u>  | <u>\$ 32,173</u>  | <u>\$ 42,296</u>  | <u>\$ 63,047</u>  | Total Streets & Roads               |
|                   |                   |                   |                   |                   | <b>Nonmajor Governmental Funds:</b> |
| \$ 68             | \$ 2,196          | \$ 27             | \$ 23             | \$ 21             | Non-spendable                       |
| 84,991            | 96,327            | 107,418           | 116,284           | 132,395           | Restricted                          |
| 55,105            | 52,341            | 32,164            | 28,286            | 82,578            | Committed                           |
| --                | --                | --                | --                | --                | Assigned                            |
| (29)              | --                | (2,039)           | (576)             | (74)              | Unassigned                          |
| <u>\$ 140,135</u> | <u>\$ 150,864</u> | <u>\$ 137,570</u> | <u>\$ 144,017</u> | <u>\$ 214,920</u> | Total Nonmajor Governmental Funds   |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 4 - Changes in Fund Balances, Governmental Funds**

Last Ten Fiscal Years

(modified accrual basis of accounting; dollar amounts expressed in thousands)

|   | 2014             | 2015               | 2016<br>as restated <sup>a</sup> | 2017               | 2018               | 2019             |
|---|------------------|--------------------|----------------------------------|--------------------|--------------------|------------------|
| <b>REVENUES:</b>  |                  |                    |                                  |                    |                    |                  |
| General property taxes                                    | \$ 667,497       | \$ 703,097         | \$ 703,952                       | \$ 780,642         | \$ 818,357         | \$ 862,399       |
| Other local taxes   | 116,157          | 122,065            | 125,537                          | 129,880            | 132,348            | 147,417          |
| Permits, privilege fees and regulatory licenses           | 17,389           | 17,057             | 2,295                            | 19,867             | 19,141             | 20,156           |
| Fines and forfeitures                                     | 3,252            | 3,168              | 2,952                            | 2,732              | 3,050              | 3,456            |
| From use of money and property                            | 14,434           | 12,456             | 14,702                           | 1,477              | 4,112              | 28,750           |
| Charges for services                                      | 27,886           | 28,806             | 14,379                           | 33,420             | 32,621             | 31,821           |
| Intergovernmental revenues:                               |                  |                    |                                  |                    |                    |                  |
| Federal   | 51,378           | 48,313             | 19,322                           | 65,147             | 54,902             | 55,060           |
| State   | 137,111          | 141,743            | 122,798                          | 153,173            | 137,416            | 144,857          |
| Local   | 7,435            | 9,679              | 7,302                            | 6,947              | 47,101             | 60,272           |
| Donations   | 1,897            | 1,723              | --                               | 731                | --                 | --               |
| Miscellaneous   | 11,592           | 18,083             | 14,038                           | 23,819             | 12,011             | 12,528           |
| <b>Total revenues</b>                                     | <b>1,056,028</b> | <b>1,106,190</b>   | <b>1,027,277</b>                 | <b>1,217,835</b>   | <b>1,261,059</b>   | <b>1,366,716</b> |
| <b>EXPENDITURES:</b>                                      |                  |                    |                                  |                    |                    |                  |
| General government administration                         | 34,966           | 37,651             | 39,108                           | 44,340             | 42,300             | 45,704           |
| Judicial administration                                   | 19,190           | 19,681             | 20,174                           | 21,292             | 21,052             | 22,512           |
| Public safety   | 232,492          | 241,360            | 188,460                          | 272,018            | 279,766            | 327,582          |
| Public works  | 31,441           | 30,857             | 31,420                           | 31,269             | 32,063             | 33,523           |
| Health and welfare  | 76,549           | 80,840             | 85,237                           | 89,166             | 96,955             | 104,378          |
| Education   | 466,249          | 508,016            | 425,142                          | 551,880            | 591,463            | 473,433          |
| Parks, recreational and cultural                          | 28,507           | 31,085             | 43,943                           | 44,186             | 47,160             | 49,645           |
| Community development                                     | 53,185           | 53,879             | 10,503                           | 58,165             | 58,932             | 58,519           |
| Debt service:   |                  |                    |                                  |                    |                    |                  |
| Principal retirement                                      | 72,969           | 76,750             | 77,784                           | 86,849             | 93,220             | 97,685           |
| Interest and other debt costs                             | 42,546           | 42,476             | 45,231                           | 47,888             | 48,688             | 48,358           |
| Capital outlays <sup>b</sup>                              | 76,086           | 85,565             | --                               | 94,440             | 122,321            | 114,778          |
| <b>Total noncapital expenditures</b>                      | <b>--</b>        | <b>--</b>          | <b>--</b>                        | <b>--</b>          | <b>--</b>          | <b>--</b>        |
| Capitalized capital outlays <sup>c</sup>                  | --               | --                 | --                               | --                 | --                 | --               |
| <b>Total expenditures</b>                                 | <b>1,134,180</b> | <b>1,208,160</b>   | <b>967,002</b>                   | <b>1,341,493</b>   | <b>1,433,920</b>   | <b>1,376,117</b> |
| Excess (deficiency) of revenues over (under) expenditures | (78,152)         | (101,970)          | 60,275                           | (123,658)          | (172,861)          | (9,401)          |
| <b>OTHER FINANCING SOURCES (USES):</b>                    |                  |                    |                                  |                    |                    |                  |
| Transfers in  | 73,278           | 54,852             | 120,687                          | 85,749             | 91,372             | 116,454          |
| Transfers out   | (93,780)         | (54,508)           | (149,036)                        | (90,895)           | (88,194)           | (118,600)        |
| Issuance of debt  | --               | --                 | --                               | --                 | --                 | --               |
| Bonds, notes and leases                                   | 88,625           | 82,545             | --                               | 77,660             | 115,895            | --               |
| Refunding bonds   | --               | 35,675             | 2,935                            | --                 | --                 | --               |
| Premium on sale of bonds                                  | 10,309           | 7,247              | --                               | 6,554              | 11,371             | --               |
| Premium from refunding bonds                              | --               | 6,219              | 189                              | --                 | --                 | --               |
| Payments to escrow agent                                  | --               | (41,508)           | (3,068)                          | --                 | --                 | --               |
| Loan payables   | --               | --                 | --                               | --                 | --                 | 21,153           |
| Insurance recoveries                                      | 9                | 10                 | 12                               | 61                 | 26                 | 13               |
| Sale of surplus property                                  | 851              | 422                | 2,094                            | 599                | 282                | 426              |
| <b>Total other financing sources (uses)</b>               | <b>79,292</b>    | <b>90,954</b>      | <b>(26,187)</b>                  | <b>79,728</b>      | <b>130,752</b>     | <b>19,446</b>    |
| <b>Net change in fund balances</b>                        | <b>\$ 1,140</b>  | <b>\$ (11,016)</b> | <b>\$ 34,088</b>                 | <b>\$ (43,930)</b> | <b>\$ (42,109)</b> | <b>\$ 10,045</b> |
| Debt service as a percentage of noncapital expenditures   | 10.35%           | 10.12%             | 13.24%                           | 10.33%             | 10.32%             | 10.61%           |

<sup>a</sup> FY 2016 figures were adjusted and restated in FY 2017.

<sup>b</sup> The Capital outlay balance does not agree with Exhibit 5 due to a recommended reporting change from the GFOA to report capital and noncapital outlays separately. The reporting change is reflected in FY24 only.

<sup>c</sup> Capital acquisitions is reported separately from capital outlay. This balance should agree to the same reported in Exhibit 6.

| 2020             | 2021             | 2022             | 2023              | 2024              |  |
|------------------|------------------|------------------|-------------------|-------------------|--|
| \$ 914,031       | \$ 961,162       | \$ 1,047,023     | \$ 1,093,850      | \$ 1,233,906      | <b>REVENUES:</b>   |
| 153,405          | 175,617          | 188,856          | 233,396           | 242,985           | General property taxes                                       |
| 19,847           | 20,888           | 23,651           | 24,928            | 27,313            | Other local taxes  |
| 2,705            | 1,788            | 1,757            | 1,927             | 2,453             | Permits, privilege fees and regulatory licenses              |
| 20,978           | 69               | (56,927)         | 5,419             | 48,548            | Fines and forfeitures  |
| 28,460           | 22,619           | 29,050           | 29,666            | 29,622            | From use of money and property                               |
|                  |                  |                  |                   |                   | Charges for services   |
|                  |                  |                  |                   |                   | Intergovernmental revenues:                                  |
| 62,046           | 141,499          | 99,805           | 146,744           | 123,633           | Federal  |
| 148,932          | 159,701          | 169,519          | 199,213           | 211,549           | State  |
| 48,273           | 50,810           | 44,641           | 84,067            | 59,207            | Local  |
| --               | --               | 3,671            | 10,915            | 10,218            | Donations  |
| 18,930           | 30,890           | 6,923            | 9,075             | 8,216             | Miscellaneous  |
| <u>1,417,607</u> | <u>1,565,043</u> | <u>1,557,969</u> | <u>1,839,200</u>  | <u>1,997,650</u>  | Total revenues   |
|                  |                  |                  |                   |                   | <b>EXPENDITURES:</b>   |
| 46,519           | 78,209           | 90,571           | 105,555           | 104,024           | General government administration                            |
| 26,039           | 27,290           | 29,725           | 34,035            | 38,647            | Judicial administration                                      |
| 315,061          | 367,510          | 316,689          | 356,425           | 403,677           | Public safety  |
| 31,800           | 7,372            | 6,998            | 7,575             | 9,375             | Public works   |
| 111,455          | 130,729          | 138,638          | 157,364           | 167,507           | Health and welfare   |
| 506,729          | 567,166          | 554,502          | 677,245           | 703,395           | Education  |
| 50,559           | 50,535           | 57,363           | 64,325            | 68,565            | Parks, recreational and cultural                             |
| 62,978           | 75,827           | 71,369           | 68,338            | 80,490            | Community development  |
|                  |                  |                  |                   |                   | Debt service:  |
| 93,610           | 101,010          | 123,658          | 102,575           | 100,045           | Principal retirement   |
| 47,675           | 45,426           | 44,538           | 41,340            | 41,798            | Interest and other debt costs                                |
| 226,895          | 248,188          | 182,160          | 272,557           | 224,092           | Capital outlays <sup>b</sup>                                 |
| --               | --               | --               | --                | 1,941,615         |  |
| --               | --               | --               | --                | 114,541           | Capitalized capital outlay <sup>c</sup>                      |
| <u>1,519,320</u> | <u>1,699,262</u> | <u>1,616,211</u> | <u>1,887,334</u>  | <u>2,056,156</u>  | Total expenditures   |
| <u>(101,713)</u> | <u>(134,219)</u> | <u>(58,242)</u>  | <u>(48,134)</u>   | <u>(58,506)</u>   | Excess (deficiency) of revenues over<br>(under) expenditures |
|                  |                  |                  |                   |                   | <b>OTHER FINANCING SOURCES (USES):</b>                       |
| 100,632          | 89,049           | 86,870           | 115,876           | 160,418           | Transfers in   |
| (91,718)         | (80,527)         | (86,536)         | (114,645)         | (157,890)         | Transfers out  |
| 240,450          | 151,280          | 58,855           | 42,400            | 184,995           | Issuance of debt   |
| --               | --               | --               | --                | --                | Bonds, notes and leases                                      |
| (817)            | --               | --               | --                | --                | Refunding bonds  |
| --               | 17,468           | 6,087            | 2,409             | 9,053             | Premium on sale of bonds                                     |
| 19,646           | --               | --               | --                | --                | Premium from refunding bonds                                 |
| (133,805)        | --               | --               | --                | --                | Payments to escrow agent                                     |
| --               | --               | --               | --                | --                | Loan payables  |
| 14               | 18               | 16               | 17                | 241               | Insurance recoveries   |
| 432              | 1,915            | 1,101            | 254               | 196,817           | Sale of surplus property                                     |
| <u>134,834</u>   | <u>179,203</u>   | <u>66,393</u>    | <u>46,311</u>     | <u>393,634</u>    | Total other financing sources (uses)                         |
| <u>\$ 33,121</u> | <u>\$ 44,984</u> | <u>\$ 8,151</u>  | <u>\$ (1,823)</u> | <u>\$ 335,128</u> | Net change in fund balances                                  |
| 9.30%            | 8.62%            | 10.41%           | 7.63%             | 7.31%             | Debt service as a percentage of<br>noncapital expenditures   |

**COUNTY OF PRINCE WILLIAM, VIRGINIA****TABLE 5 - Changes in Net Position, Supplemental Retirement Plan**

Last Ten Fiscal Years

Page 1 of 2

(amounts expressed in thousands)

|                                       | 2015            | 2016          | 2017            | 2018            | 2019            |
|---------------------------------------|-----------------|---------------|-----------------|-----------------|-----------------|
| <b>Additions</b>                      |                 |               |                 |                 |                 |
| Member contributions                  | \$ 1,083        | \$ 1,137      | \$ 1,199        | \$ 1,294        | \$ 1,372        |
| Employer contributions                | 1,083           | 1,137         | 2,010           | 2,092           | 2,313           |
| Investment income (net of expenses)   | <u>(339)</u>    | <u>119</u>    | <u>4,341</u>    | <u>2,933</u>    | <u>2,416</u>    |
| Other Income                          | --              | --            | --              | --              | --              |
| Total additions to plan net position  | <u>1,827</u>    | <u>2,393</u>  | <u>7,550</u>    | <u>6,319</u>    | <u>6,101</u>    |
| <b>Deductions</b>                     |                 |               |                 |                 |                 |
| Pension payments                      | 1,883           | 2,004         | 2,837           | 2,639           | 2,623           |
| Refund of members' contribution       | 97              | 144           | 151             | 102             | 129             |
| Administrative expenses               | <u>83</u>       | <u>116</u>    | <u>163</u>      | <u>148</u>      | <u>118</u>      |
| Other expenses                        |                 |               |                 |                 |                 |
| Total deductions to plan net position | <u>2,063</u>    | <u>2,264</u>  | <u>3,151</u>    | <u>2,889</u>    | <u>2,870</u>    |
| <b>Change in net position</b>         | <u>\$ (236)</u> | <u>\$ 129</u> | <u>\$ 4,399</u> | <u>\$ 3,430</u> | <u>\$ 3,231</u> |

TABLE 5 - Changes in Net Position, Supplemental Retirement Plan

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|    | 2020                | 2021                 | 2022                  | 2023                | 2024                |                                       |
|----|---------------------|----------------------|-----------------------|---------------------|---------------------|---------------------------------------|
|    |                     |                      |                       |                     |                     | <b>Additions</b>                      |
| \$ | 1,921               | \$ 2,030             | \$ 1,953              | \$ 2,029            | \$ 2,235            | Member contributions                  |
|    | 3,077               | 3,566                | 1,953                 | 2,029               | 2,235               | Employer contributions                |
|    | <u>1,329</u>        | <u>11,487</u>        | <u>(6,278)</u>        | <u>4,346</u>        | <u>5,139</u>        | Investment income (net of expenses)   |
|    | --                  | 12                   | --                    | --                  | --                  | Other Income                          |
|    | <u>6,327</u>        | <u>17,095</u>        | <u>(2,372)</u>        | <u>8,404</u>        | <u>9,609</u>        | Total additions to plan net position  |
|    |                     |                      |                       |                     |                     | <b>Deductions</b>                     |
|    | 2,923               | 2,855                | 2,466                 | 2,638               | 2,902               | Pension payments                      |
|    | 345                 | 222                  | 429                   | 269                 | 410                 | Refund of members' contribution       |
|    | <u>222</u>          | <u>337</u>           | <u>200</u>            | <u>177</u>          | <u>169</u>          | Administrative expenses               |
|    |                     |                      |                       |                     |                     | Other expenses                        |
|    | <u>3,490</u>        | <u>3,414</u>         | <u>3,095</u>          | <u>3,084</u>        | <u>3,481</u>        | Total deductions to plan net position |
| \$ | <u><u>2,837</u></u> | <u><u>13,681</u></u> | <u><u>(5,467)</u></u> | <u><u>5,320</u></u> | <u><u>6,128</u></u> | <b>Change in net position</b>         |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 6 - General Governmental Revenues by Source<sup>a</sup>**

Last Ten Fiscal Years

Page 1 of 2

(modified accrual basis of accounting; dollar amounts expressed in thousands)

| Fiscal Year           | Taxes <sup>b</sup> | Licenses, Fees & Permits | Fines & Forfeitures | Use of Money & Property <sup>c</sup> |
|-----------------------|--------------------|--------------------------|---------------------|--------------------------------------|
| 2015                  | \$ 825,162         | \$ 17,057                | \$ 3,168            | \$ 16,747                            |
| 2016                  | \$ 869,840         | \$ 18,039                | \$ 2,953            | \$ 21,495                            |
| 2017                  | \$ 910,522         | \$ 19,867                | \$ 2,732            | \$ 6,471                             |
| 2018                  | \$ 950,705         | \$ 19,141                | \$ 3,050            | \$ 9,539                             |
| 2019                  | \$ 1,018,777       | \$ 20,156                | \$ 3,456            | \$ 41,465                            |
| 2020                  | \$ 1,076,413       | \$ 19,847                | \$ 2,705            | \$ 30,157                            |
| 2021                  | \$ 1,082,490       | \$ 20,887                | \$ 1,788            | \$ 3,373                             |
| 2022                  | \$ 1,181,590       | \$ 23,651                | \$ 1,757            | \$ (57,234)                          |
| 2023                  | \$ 1,327,191       | \$ 24,928                | \$ 1,927            | \$ 5,415                             |
| 2024                  | \$ 1,531,180       | \$ 27,313                | \$ 2,453            | \$ 84,330                            |
| Change<br>2015 - 2024 | 85.56%             | 60.13%                   | -22.57%             | 403.55%                              |

<sup>a</sup> Includes revenues of the General Fund, Special Revenue Funds, Capital Projects Funds and the School Board and Adult Detention Center Component Units.

<sup>b</sup> Tax revenues exclude reimbursements from the Commonwealth under the Personal Property Tax Relief Act (PPTRA)

<sup>c</sup> Fluctuations in revenue from the use of money can be primarily attributed to favorable or unfavorable market conditions.

<sup>d</sup> The State reimbursed the County for personal property tax for non-business use vehicles under the PPTRA. The State reimbursement is classified as inter-governmental revenue. The PPTRA reimbursement is set at the fiscal year 2008 dollar amount of \$54.3M.

**TABLE 6A - General Governmental Tax Revenues by Source**

Last Ten Fiscal Years

(modified accrual basis of accounting; dollar amounts expressed in thousands)

| Fiscal Year           | Real Estate | Personal Property <sup>a</sup> | Public Service | Total General <sup>b</sup> Property Taxes |
|-----------------------|-------------|--------------------------------|----------------|---|
| 2015                  | \$ 581,640  | \$ 100,093                     | \$ 18,650      | \$ 700,383                                |
| 2016                  | \$ 610,844  | \$ 110,676                     | \$ 19,954      | \$ 741,474                                |
| 2017                  | \$ 632,422  | \$ 123,696                     | \$ 21,204      | \$ 777,322                                |
| 2018                  | \$ 660,476  | \$ 131,700                     | \$ 22,101      | \$ 814,277                                |
| 2019                  | \$ 695,169  | \$ 143,557                     | \$ 21,674      | \$ 860,400                                |
| 2020                  | \$ 733,071  | \$ 156,474                     | \$ 22,683      | \$ 912,228                                |
| 2021                  | \$ 764,351  | \$ 171,063                     | \$ 22,429      | \$ 957,843                                |
| 2022                  | \$ 816,928  | \$ 201,846                     | \$ 24,197      | \$ 1,042,971                              |
| 2023                  | \$ 839,182  | \$ 228,061                     | \$ 22,320      | \$ 1,089,563                              |
| 2024                  | \$ 924,121  | \$ 282,531                     | \$ 24,064      | \$ 1,230,716                              |
| Change<br>2015 - 2024 | 58.88%      | 182.27%                        | 29.03%         | 75.72%                                    |

<sup>a</sup> Personal property tax revenues exclude reimbursements from the Commonwealth under the PPTRA.

<sup>b</sup> Excludes administration fees and interest related to property taxes. These revenues are included in "All Other" column.

TABLE 6 - General Governmental Revenues by Source<sup>a</sup>  
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| Inter-Governmental <sup>d</sup> |           |              |               |              |                       |  | Fiscal Year |
|---------------------------------|-----------|--------------|---------------|--------------|-----------------------|--|-------------|
| Charges for Services            | PPTRA     | All Others   | Miscellaneous | Total        |                       |  |             |
| \$ 51,847                       | \$ 54,288 | \$ 757,092   | \$ 23,207     | \$ 1,748,568 | 2015                  |  |             |
| \$ 49,818                       | \$ 54,288 | \$ 801,685   | \$ 18,945     | \$ 1,837,063 | 2016                  |  |             |
| \$ 57,324                       | \$ 54,288 | \$ 857,810   | \$ 31,588     | \$ 1,940,602 | 2017                  |  |             |
| \$ 57,256                       | \$ 54,288 | \$ 878,004   | \$ 17,773     | \$ 1,989,756 | 2018                  |  |             |
| \$ 55,244                       | \$ 54,288 | \$ 966,701   | \$ 17,863     | \$ 2,177,950 | 2019                  |  |             |
| \$ 45,753                       | \$ 54,288 | \$ 966,280   | \$ 23,985     | \$ 2,219,428 | 2020                  |  |             |
| \$ 26,383                       | \$ 54,288 | \$ 1,235,020 | \$ 39,217     | \$ 2,463,446 | 2021                  |  |             |
| \$ 35,522                       | \$ 54,288 | \$ 2,450,780 | \$ 29,457     | \$ 3,719,811 | 2022                  |  |             |
| \$ 46,113                       | \$ 54,288 | \$ 2,839,431 | \$ 38,368     | \$ 4,337,661 | 2023                  |  |             |
| \$ 49,448                       | \$ 54,289 | \$ 3,148,293 | \$ 38,321     | \$ 4,935,627 | 2024                  |  |             |
| -4.63%                          | 0.00%     | 315.84%      | 65.13%        | 182.27%      | Change<br>2015 - 2024 |  |             |

| Sales Tax | Utility Taxes | BPOL Tax  | All Other <sup>b</sup> | Total        | Fiscal Year           |
|-----------|---------------|-----------|------------------------|--------------|-----------------------|
| \$ 59,709 | \$ 13,974     | \$ 24,744 | \$ 26,352              | \$ 825,162   | 2015                  |
| \$ 60,551 | \$ 13,977     | \$ 25,065 | \$ 28,773              | \$ 869,840   | 2016                  |
| \$ 63,022 | \$ 14,196     | \$ 25,341 | \$ 30,641              | \$ 910,522   | 2017                  |
| \$ 64,566 | \$ 14,417     | \$ 26,554 | \$ 30,891              | \$ 950,705   | 2018                  |
| \$ 68,710 | \$ 14,443     | \$ 26,945 | \$ 48,279              | \$ 1,018,777 | 2019                  |
| \$ 72,341 | \$ 14,408     | \$ 28,236 | \$ 49,200              | \$ 1,076,413 | 2020                  |
| \$ 80,140 | \$ 13,266     | \$ 29,882 | \$ 55,647              | \$ 1,136,778 | 2021                  |
| \$ 88,032 | \$ 15,278     | \$ 32,910 | \$ 56,687              | \$ 1,235,878 | 2022                  |
| \$ 93,246 | \$ 15,408     | \$ 34,636 | \$ 16,686              | \$ 1,249,540 | 2023                  |
| \$ 95,688 | \$ 14,658     | \$ 38,922 | \$ 12,410              | \$ 1,392,395 | 2024                  |
| 60.26%    | 4.89%         | 57.30%    | -52.91%                | 68.74%       | Change<br>2015 - 2024 |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 7 - Assessed Value and Actual Value of Taxable Real Property**

Last Ten Fiscal Years

(tax rates per \$100 of assessed value; amounts expressed in thousands)

| Fiscal Year | Residential <sup>a</sup> | Apartments <sup>a</sup> | Commercial & Industrial <sup>a</sup> | Public Service <sup>a</sup> |
|-------------|--------------------------|-------------------------|--------------------------------------|-----------------------------|
| 2015        | \$39,073,111             | \$2,525,672             | \$6,802,104                          | \$1,531,397                 |
| 2016        | \$41,983,238             | \$2,856,819             | \$7,179,333                          | \$1,678,330                 |
| 2017        | \$43,393,628             | \$3,020,162             | \$7,406,620                          | \$1,782,650                 |
| 2018        | \$44,665,855             | \$3,047,465             | \$8,185,594                          | \$1,826,020                 |
| 2019        | \$46,722,672             | \$3,243,286             | \$9,258,196                          | \$1,804,079                 |
| 2020        | \$48,810,816             | \$3,416,858             | \$9,638,310                          | \$1,888,134                 |
| 2021        | \$51,343,233             | \$3,712,614             | \$10,570,898                         | \$1,890,494                 |
| 2022        | \$55,749,465             | \$3,946,600             | \$10,848,981                         | \$1,993,711                 |
| 2023        | \$63,300,359             | \$4,640,249             | \$12,929,788                         | \$2,023,556                 |
| 2024        | \$68,105,611             | \$4,994,234             | \$18,833,034                         | \$2,323,493                 |

<sup>a</sup> Net of tax-exempt property:

|      |             |      |             |
|------|-------------|------|-------------|
| 2015 | \$3,761,235 | 2020 | \$4,839,651 |
| 2016 | \$3,901,930 | 2021 | \$4,959,366 |
| 2017 | \$4,113,361 | 2022 | \$5,914,501 |
| 2018 | \$4,323,692 | 2023 | \$6,587,098 |
| 2019 | \$4,445,054 | 2024 | \$6,802,316 |

<sup>b</sup> See Table 8, Direct and Overlapping Property Tax Rates.

**TABLE 7A - Commercial to Total Assessment Ratio, Construction, and Bank Deposits**

Last Ten Fiscal Years

(dollar amounts expressed in millions)

| Fiscal | Commercial as a Percent of Total Taxable |                                      | New Construction <sup>a</sup> |        |  |
|--------|--|--------------------------------------|-------------------------------|--------|--|
|        | Commercial to Total                      | Commercial & Public Service to Total | Permits                       | Value  |  |
| 2015   | 13.6%                                    | 16.6%                                | \$ 1,401                      | \$ 261 |  |
| 2016   | 13.3%                                    | 16.4%                                | \$ 1,295                      | \$ 224 |  |
| 2017   | 13.3%                                    | 16.5%                                | \$ 1,399                      | \$ 339 |  |
| 2018   | 14.1%                                    | 17.3%                                | \$ 1,310                      | \$ 245 |  |
| 2019   | 15.1%                                    | 18.1%                                | \$ 1,086                      | \$ 218 |  |
| 2020   | 15.1%                                    | 18.0%                                | \$ 1,339                      | \$ 255 |  |
| 2021   | 15.6%                                    | 18.4%                                | \$ 1,444                      | \$ 313 |  |
| 2022   | 14.9%                                    | 17.7%                                | \$ 1,157                      | \$ 312 |  |
| 2023   | 15.6%                                    | 18.0%                                | \$ 5,372                      | \$ 312 |  |
| 2024   | 19.9%                                    | 22.4%                                | \$ 4,708                      | \$ 354 |  |

<sup>a</sup> Building Development Division, Department of Public Works.

<sup>b</sup> Includes deposits in commercial banks, savings banks and credit unions at June 30 for year shown. 2014-2023, Federal Deposit Insurance Corporation, (commercial and savings bank deposits) and National Credit Union Administration (credit union deposits).

TABLE 7 - Assessed Value and Actual Value of Taxable Real Property  
Page 2 of 2

| Vacant Land & Other <sup>a</sup> | Total Taxable Assessed Value | Total Direct Tax Rate <sup>b</sup> | Estimated Actual Taxable Value | Assessed Value as a Percentage of Actual Value |
|----------------------------------|------------------------------|------------------------------------|--------------------------------|--|
| \$161,172                        | \$50,093,456                 | \$1.22120                          | \$57,663,419                   | 86.87%   |
| \$166,961                        | \$53,864,681                 | \$1.19360                          | \$60,222,753                   | 89.44%   |
| \$161,469                        | \$55,764,529                 | \$1.19500                          | \$61,527,421                   | 90.63%   |
| \$166,147                        | \$57,891,081                 | \$1.20670                          | \$65,844,401                   | 87.92%   |
| \$185,978                        | \$61,214,211                 | \$1.20750                          | \$70,023,101                   | 87.42%   |
| \$186,227                        | \$63,940,345                 | \$1.20750                          | \$71,962,896                   | 88.85%   |
| \$195,932                        | \$67,713,170                 | \$1.20750                          | \$78,565,047                   | 86.19%   |
| \$190,994                        | \$72,729,751                 | \$1.19750                          | \$88,602,546                   | 82.09%   |
| \$250,732                        | \$83,144,684                 | \$1.10750                          | \$100,257,663                  | 82.93%   |
| \$265,422                        | \$94,521,794                 | \$1.04050                          | \$106,358,611                  | 88.87%   |

| New Construction <sup>a</sup> |          |                            |
|-------------------------------|----------|----------------------------|
| Non-Residential               |          |                            |
| Permits                       | Value    | Bank Deposits <sup>b</sup> |
| 225                           | \$ 145   | \$ 4,378                   |
| 136                           | \$ 137   | \$ 4,492                   |
| 177                           | \$ 546   | \$ 4,535                   |
| 125                           | \$ 124   | \$ 4,625                   |
| 108                           | \$ 788   | \$ 4,838                   |
| 67                            | \$ 312   | \$ 5,715                   |
| 73                            | \$ 169   | \$ 6,952                   |
| 58                            | \$ 317   | \$ 7,200                   |
| 1,181                         | \$ 1,304 | \$ 6,989                   |
| 1,156                         | \$ 1,100 | \$ 6,704                   |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 8 - Direct and Overlapping Real Estate Tax Rates**

Last Ten Fiscal Years

Page 1 of 2

(tax rates per \$100 of assessed value)

| Type of Tax                                       | 2015              | 2016              | 2017              | 2018              | 2019              |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| <b>PRINCE WILLIAM COUNTY</b>                      |                   |                   |                   |                   |                   |
| <i>Countywide Tax Levies:</i>                     |                   |                   |                   |                   |                   |
| Real Estate - General Fund                        | \$ 1.14800        | \$ 1.12200        | \$ 1.12200        | \$ 1.12500        | \$ 1.12500        |
| Fire and Rescue Levy (Countywide)                 | \$ 0.07070        | \$ 0.06910        | \$ 0.07050        | \$ 0.07920        | \$ 0.08000        |
| Mosquito & Forest Pest Management<br>(Countywide) | \$ 0.00250        | \$ 0.00250        | \$ 0.00250        | \$ 0.00250        | \$ 0.00250        |
| Total Direct Tax Rate                             | <u>\$ 1.22120</u> | <u>\$ 1.19360</u> | <u>\$ 1.19500</u> | <u>\$ 1.20670</u> | <u>\$ 1.20750</u> |
| Service District Levies -                         |                   |                   |                   |                   |                   |
| Bull Run  | \$ 0.14710        | \$ 0.13770        | \$ 0.13770        | \$ 0.13110        | \$ 0.12630        |
| Lake Jackson                                      | \$ 0.16500        | \$ 0.16500        | \$ 0.16500        | \$ 0.16500        | \$ 0.16500        |
| Transportation District Levies -                  |                   |                   |                   |                   |                   |
| Prince William Parkway                            | \$ 0.20000        | --                | --                | --                | --                |
| 234-Bypass  | \$ 0.02000        | \$ 0.02000        | \$ 0.02000        | \$ 0.02000        | \$ 0.02000        |
| <b>OVERLAPPING GOVERNMENTS</b>                    |                   |                   |                   |                   |                   |
| <i>Real Estate Tax Levy:</i>                      |                   |                   |                   |                   |                   |
| Town of Dumfries                                  | \$ 0.23330        | \$ 0.18990        | \$ 0.18990        | \$ 0.18990        | \$ 0.18990        |
| Town of Haymarket                                 | \$ 0.13900        | \$ 0.12900        | \$ 0.14600        | \$ 0.14600        | \$ 0.14600        |
| Town of Occoquan                                  | \$ 0.11000        | \$ 0.11000        | \$ 0.12000        | \$ 0.12000        | \$ 0.12000        |
| Town of Quantico                                  | \$ 0.20000        | \$ 0.20000        | \$ 0.20000        | \$ 0.20000        | \$ 0.20000        |

\* Data not available.

**TABLE 8 - Direct and Overlapping Real Estate Tax Rates**  
Page 2 of 2

| 2020                                    | 2021             | 2022             | 2023              | 2024              | Type of Tax                                       |
|---|------------------|------------------|-------------------|-------------------|---|
| <b>PRINCE WILLIAM COUNTY</b>            |                  |                  |                   |                   |   |
| <i>Countywide Tax Levies:</i>           |                  |                  |                   |                   |   |
| \$1.12500                               | \$1.12500        | \$1.11500        | \$ 1.03000        | \$ 0.96600        | Real Estate - General Fund                        |
| \$0.08000                               | \$0.08000        | \$0.08000        | \$ 0.07500        | \$ 0.07200        | Fire and Rescue Levy (Countywide)                 |
| \$0.00250                               | \$0.00250        | \$0.00250        | \$ 0.00250        | \$ 0.00250        | Mosquito & Forest Pest Management<br>(Countywide) |
| <u>\$1.20750</u>                        | <u>\$1.20750</u> | <u>\$1.19750</u> | <u>\$ 1.10750</u> | <u>\$ 1.04050</u> | Total Direct Tax Rate                             |
| <i>Service District Levies -</i>        |                  |                  |                   |                   |   |
| \$0.12300                               | \$0.12300        | \$0.12300        | \$ 0.09500        | \$ 0.09500        | Bull Run  |
| \$0.16500                               | \$0.16500        | \$0.16500        | \$ 0.15000        | \$ 0.15000        | Lake Jackson                                      |
| <i>Transportation District Levies -</i> |                  |                  |                   |                   |   |
| --                                      | --               | --               | --                | --                | Prince William Parkway                            |
| \$0.02000                               | \$0.02000        | \$0.02000        | \$ 0.02000        | \$ 0.02000        | 234-Bypass  |
| <b>OVERLAPPING GOVERNMENTS</b>          |                  |                  |                   |                   |   |
| <i>Real Estate Tax Levy:</i>            |                  |                  |                   |                   |   |
| \$0.18990                               | \$0.18990        | \$0.18990        | \$ 0.18990        | \$ 0.01899        | Town of Dumfries                                  |
| \$0.13600                               | \$0.13600        | \$0.13600        | \$ 0.11700        | \$ 0.11700        | Town of Haymarket                                 |
| \$0.12000                               | \$0.12000        | \$0.12000        | \$ 0.12000        | \$ 0.11600        | Town of Occoquan                                  |
| \$0.20000                               | \$0.20000        | \$0.20000        | \$ 0.20000        | \$ 0.20000        | Town of Quantico                                  |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 9 - Principal Real Property Tax Payers**

Current Year and Nine Years Ago

(dollar amounts expressed in thousands)

| Taxpayer                           | 2024                   |      |  | 2015                   |      |  |
|------------------------------------|------------------------|------|--|------------------------|------|--|
|                                    | Taxable Assessed Value | Rank | Percentage of Total County Taxable Assessed Value <sup>a</sup> | Taxable Assessed Value | Rank | Percentage of Total County Taxable Assessed Value <sup>a</sup> |
| VIRGINIA ELECTRIC & POWER COMPANY  | \$ 2,180,001           | 1    | 2.31%  | \$ 767,489             | 1    | 1.43%  |
| AMAZON DATA SERVICES INC           | 1,552,960              | 2    | 1.64%  |                        |      |  |
| NORTHERN VIRGINIA ELECTRIC CO-OP   | 946,517                | 3    | 1.00%  | 276,856                | 3    | 0.52%  |
| MANUCHER VENTURES LLC              | 762,809                | 4    | 0.81%  |                        |      |  |
| BOURZOU VENTURES LLC               | 619,638                | 5    | 0.66%  |                        |      |  |
| ABTEEN VENTURES LLC                | 522,022                | 6    | 0.55%  |                        |      |  |
| GCDC PURCHASER LLC                 | 462,170                | 7    | 0.49%  |                        |      |  |
| STACK INNOVATION HOLDINGS LLC      | 436,722                | 8    | 0.46%  |                        |      |  |
| WASHINGTON GAS LIGHT COMPANY       | 422,567                | 9    | 0.45%  | 102,796                | 6    | 0.19%  |
| 9604 HORNBAKER ROAD PRIME LLC      | 375,339                | 10   | 0.40%  |                        |      |  |
| MALL OF THE POTOMAC MILLS, LLC     |                        |      |  | 514,705                | 2    | 0.96%  |
| VERIZON SOUTH, INC                 |                        |      |  | 154,434                | 4    | 0.29%  |
| HARBOR STATION COMMUNITIES, LLC    |                        |      |  | 107,521                | 5    | 0.20%  |
| STELLER CHATSWORTH, LLC            |                        |      |  | 102,565                | 7    | 0.19%  |
| KIR SMOKETOWN STATION LP           |                        |      |  | 92,041                 | 8    | 0.17%  |
| WOODBRIIDGE STATION APARTMENTS LLC |                        |      |  | 88,236                 | 9    | 0.16%  |
|                                    |                        |      |  | 82,452                 | 10   | 0.15%  |
|                                    | \$ <u>8,280,744</u>    |      | <u>8.77%</u>   | \$ <u>2,289,095</u>    |      | <u>4.26%</u>   |

<sup>a</sup> See Table 7 for a ten-year listing of Taxable Assessed Values.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 10 - Real Property Tax Levies and Collections**

Last Ten Fiscal Years

(dollar amounts expressed in thousands)

| Fiscal Year | Total Adjusted<br>Tax Levy <sup>a</sup> | Collected within the<br>Fiscal Year of the Levy |                       |                                       | Total Collections to Date |                                 |  |
|-------------|---|---|-----------------------|---------------------------------------|---------------------------|---------------------------------|--|
|             |   | Amount  | Percentage of<br>Levy | Collections in<br>Subsequent<br>Years | Amount                    | Percentage of<br>Levy Collected |  |
| 2015        | \$ 603,171                              | \$ 601,267                                      | 99.7%                 | \$ 1,487                              | \$ 602,754                | 99.9%                           |  |
| 2016        | \$ 630,485                              | \$ 629,017                                      | 99.8%                 | \$ 358                                | \$ 629,375                | 99.8%                           |  |
| 2017        | \$ 653,759                              | \$ 651,883                                      | 99.7%                 | \$ 1,096                              | \$ 652,979                | 99.9%                           |  |
| 2018        | \$ 682,368                              | \$ 681,108                                      | 99.8%                 | \$ 613                                | \$ 681,721                | 99.9%                           |  |
| 2019        | \$ 714,169                              | \$ 712,882                                      | 99.8%                 | \$ 834                                | \$ 713,716                | 99.9%                           |  |
| 2020        | \$ 754,389                              | \$ 745,087                                      | 98.8%                 | \$ 1,131                              | \$ 746,219                | 98.9%                           |  |
| 2021        | \$ 793,370                              | \$ 786,135                                      | 99.1%                 | \$ 3,047                              | \$ 789,182                | 99.5%                           |  |
| 2022        | \$ 837,960                              | \$ 835,402                                      | 99.7%                 | \$ 675                                | \$ 836,077                | 99.8%                           |  |
| 2023        | \$ 907,491                              | \$ 820,549                                      | 90.4%                 | \$ 71,669                             | \$ 892,218                | 98.3%                           |  |
| 2024        | \$ 991,712                              | \$ 959,264                                      | 96.7%                 | \$ --                                 | \$ 959,264                | 96.7%                           |  |

<sup>a</sup> Total tax levy includes gross real estate and public service taxes less adjustments to tax due made prior to payment.

COUNTY OF PRINCE WILLIAM, VIRGINIA

TABLE 11 - Ratios of Outstanding Debt by Type, Primary Government and Component Units

Last Ten Fiscal Years

Page 1 of 2

(dollar amounts expressed in thousands)

|  | 2015              | 2016                | 2017                | 2018                | 2019                |
|--|-------------------|---------------------|---------------------|---------------------|---------------------|
| <b>Primary Government</b>                      |                   |                     |                     |                     |                     |
| <i>Governmental Activities:</i>                |                   |                     |                     |                     |                     |
| General Obligation Bonds <sup>a</sup>          |                   |                     |                     |                     |                     |
| General Government                             | \$ 126,438        | \$ 197,564          | \$ 181,934          | \$ 167,369          | \$ 152,782          |
| School Board-Related                           | 628,638           | 793,235             | 815,195             | 865,535             | 796,785             |
| Park Related                                   | 9,069             | 14,421              | 13,606              | 11,816              | 10,833              |
| IDA Revenue Bonds                              | 3,345             | 2,290               | 1,175               | --                  | --                  |
| IDA Loan                                       | --                | --                  | --                  | --                  | 21,153              |
| Literary Fund Loans                            | 2,000             | --                  | --                  | --                  | --                  |
| Real Property Leases                           |                   |                     |                     |                     |                     |
| General Government                             | 110,324           | 96,720              | 86,026              | 77,630              | 65,985              |
| Adult Detention Center                         | 19,955            | 18,230              | 15,596              | 13,890              | 12,202              |
| Park Related                                   | 644               | 395                 | 268                 | 235                 | 203                 |
| Equipment Leases                               | 539               | 110                 | --                  | --                  | --                  |
| Lease liabilities                              | --                | --                  | --                  | --                  | --                  |
| Subscription liabilities                       | --                | --                  | --                  | --                  | --                  |
| <i>Business-Type Activities:</i>               |                   |                     |                     |                     |                     |
| Parks & Recreation Revenue Bonds               | 10,555            | 9,965               | 9,355               | 8,725               | 6,090               |
| Parks & Recreation Equipment Leases            | 295               | 99                  | --                  | --                  | --                  |
| <b>Total Primary Government</b>                | <b>\$ 911,802</b> | <b>\$ 1,133,029</b> | <b>\$ 1,123,155</b> | <b>\$ 1,145,200</b> | <b>\$ 1,066,033</b> |
| Percentage of Personal Income <sup>b</sup>     | 3.55%             | 4.27%               | 4.05%               | 3.98%               | 3.56%               |
| Per Capita <sup>b</sup>                        | 2,065             | 2,519               | 2,462               | 2,490               | 2,298               |
| <b>Total Reporting Entity Outstanding Debt</b> | <b>\$ 911,802</b> | <b>\$ 1,133,029</b> | <b>\$ 1,123,155</b> | <b>\$ 1,145,200</b> | <b>\$ 1,066,033</b> |
| Less: Self-Supporting Revenue and Other Bonds  | 10,850            | 10,064              | 9,355               | 8,725               | 6,090               |
| <b>Net Tax-Supported Debt</b>                  | <b>\$ 900,952</b> | <b>\$ 1,122,965</b> | <b>\$ 1,113,800</b> | <b>\$ 1,136,475</b> | <b>\$ 1,059,943</b> |

<sup>a</sup> Includes general obligation bonds associated with School Board-related Debt and Park related debt; See Exhibit 1.

<sup>b</sup> See Table 16 for personal income and population data.

<sup>c</sup> Parks & Recreation revenue bonds are presented net of unamortized premium and unamortized deferred loss on refunding. See Illustration 9-5 in the Notes to the Financial Statements for details.

**TABLE 11 - Ratios of Outstanding Debt by Type, Primary Government and Component Units**  
Page 2 of 2

|    | 2020                    | 2021                    | 2022                    | 2023                    | 2024                    |   |
|----|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|---|
|    |                         |                         |                         |                         |                         | <b>Primary Government</b>                     |
|    |                         |                         |                         |                         |                         | <i>Governmental Activities:</i>               |
|    |                         |                         |                         |                         |                         | General Obligation Bonds <sup>a</sup>         |
| \$ | 140,868                 | \$ 171,372              | \$ 155,304              | \$ 139,742              | \$ 172,983              | General Government                            |
|    | 845,159                 | 879,359                 | 862,595                 | 829,398                 | 890,417                 | School Board-Related                          |
|    | 9,893                   | 8,839                   | 8,201                   | 7,045                   | 6,201                   | Park Related                                  |
|    | --                      | --                      | --                      | --                      | --                      | IDA Revenue Bonds                             |
|    | 21,153                  | 21,153                  | --                      | --                      | --                      | IDA Loan                                      |
|    | --                      | --                      | --                      | --                      | --                      | Literary Fund Loans                           |
|    |                         |                         |                         |                         |                         | Real Property Leases                          |
|    | 57,591                  | 45,898                  | 37,401                  | 28,822                  | 22,041                  | General Government                            |
|    | 10,533                  | 8,877                   | 7,225                   | 5,576                   | 3,924                   | Adult Detention Center                        |
|    | 171                     | 140                     | 109                     | 77                      | 45                      | Park Related                                  |
|    | --                      | --                      | --                      | --                      | --                      | Equipment Leases                              |
|    | --                      | --                      | --                      | --                      | 35,889                  | Lease liabilities                             |
|    | --                      | --                      | --                      | --                      | 12,098                  | Subscription liabilities                      |
|    |                         |                         |                         |                         |                         | <i>Business-Type Activities:</i>              |
|    | 5,410                   | 4,155                   | 3,525                   | 2,860                   | 2,160                   | Parks & Recreation Revenue Bonds <sup>c</sup> |
|    | --                      | --                      | --                      | --                      | --                      | Parks & Recreation Equipment Leases           |
| \$ | <u>1,090,778</u>        | <u>1,139,793</u>        | <u>1,074,360</u>        | <u>1,013,520</u>        | <u>1,145,758</u>        | Total Primary Government                      |
|    | 3.41%                   | 3.56%                   | 3.09%                   | 2.80%                   | 3.04%                   | Percentage of Personal Income <sup>b</sup>    |
|    | 2,331                   | 2,333                   | 2,181                   | 2,061                   | 2,376                   | Per Capita <sup>b</sup>                       |
| \$ | <u>1,090,778</u>        | <u>1,139,793</u>        | <u>1,074,360</u>        | <u>1,013,520</u>        | <u>1,145,758</u>        | Total Reporting Entity Outstanding Debt       |
|    | <u>5,410</u>            | <u>4,155</u>            | <u>3,525</u>            | <u>2,860</u>            | <u>2,160</u>            | Less: Self-Supporting Revenue and Other Bonds |
| \$ | <u><u>1,085,368</u></u> | <u><u>1,135,638</u></u> | <u><u>1,070,835</u></u> | <u><u>1,010,660</u></u> | <u><u>1,143,598</u></u> | Net Tax-Supported Debt                        |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 12 - Ratios of General Bonded Debt Outstanding**

Last Ten Fiscal Years

(amounts expressed in thousands, except percentage and per capita)

| Fiscal Year | General Obligation Bonds <sup>a</sup> | Solid Waste System Revenue Bonds | Total        | Percentage of Estimated Actual Taxable Value of Property <sup>b</sup> | Per Capita <sup>c</sup> |
|-------------|---------------------------------------|----------------------------------|--------------|---|-------------------------|
| 2015        | \$ 764,145                            | \$ --                            | \$ 764,145   | 1.33%   | \$ 1,730                |
| 2016        | \$ 1,005,220                          | \$ --                            | \$ 1,005,220 | 1.67%   | \$ 2,234                |
| 2017        | \$ 1,010,735                          | \$ --                            | \$ 1,010,735 | 1.64%   | \$ 2,216                |
| 2018        | \$ 1,044,720                          | \$ --                            | \$ 1,044,720 | 1.59%   | \$ 2,271                |
| 2019        | \$ 960,400                            | \$ --                            | \$ 960,400   | 1.37%   | \$ 2,070                |
| 2020        | \$ 995,920                            | \$ --                            | \$ 995,920   | 1.38%   | \$ 2,128                |
| 2021        | \$ 1,059,570                          | \$ --                            | \$ 1,059,570 | 1.35%   | \$ 2,197                |
| 2022        | \$ 1,026,100                          | \$ --                            | \$ 1,026,100 | 1.16%   | \$ 2,083                |
| 2023        | \$ 976,185                            | \$ --                            | \$ 976,185   | 0.97%   | \$ 1,985                |
| 2024        | \$ 1,069,601                          | \$ --                            | \$ 1,069,601 | 1.01%   | \$ 2,218                |

<sup>a</sup> Includes general obligation bonds associated with School Board-related and Adult Detention Center-related debt; excludes Literary Fund loans, if any. See also Table 11.

<sup>b</sup> See Table 7 for property value data.

<sup>c</sup> See Table 16 for population data.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 13 - Direct and Overlapping Governmental Activities Debt (based on assessed values)**

June 30, 2024

(dollar amounts expressed in thousands)

|   | Outstanding on<br>June 30, 2024 | Percent<br>Applicable to<br>County | Amount<br>Applicable to<br>County | Percent of<br>Assessed Value <sup>b</sup> |
|---|---------------------------------|------------------------------------|-----------------------------------|---|
| <b>Direct:</b>  |                                 |                                    |                                   |   |
| Net Tax Supported Debt <sup>a</sup>   | \$ 1,143,598                    | 100.00%                            | \$ 1,143,598                      | 1.3754%                                   |
| <b>Overlapping:</b>   |                                 |                                    |                                   |   |
| Town of Dumfries  | 14,250                          | 100.00%                            | 14,250                            | 0.0171%                                   |
| Town of Haymarket   | *                               | *                                  | *                                 | *   |
| Town of Occoquan  | *                               | *                                  | *                                 | *   |
| Town of Quantico  | *                               | *                                  | *                                 | *   |
| Heritage Hunt Commercial Community<br>Development Authority Special Assessment<br>Bonds Series 1999 B | 483                             | 100.00%                            | 483                               | 0.0006%                                   |
| Virginia Gateway Community Development<br>Authority Refunding Bond Series 1999 and<br>2003 B          | 5,310,000                       | 100.00%                            | 5,310                             | 0.0064%                                   |
| Cherry Hill Community Development Authority<br>Special Assessment Bonds Series 2015                   | 67,320                          | 32.32%                             | 21,758                            | 0.0262%                                   |
| Northern Virginia Transportation Commission -<br>Virginia Railway Express <sup>c</sup>                | *                               | *                                  | *                                 | *   |
| Northern Virginia Criminal Justice Training<br>Academy (NVCJTA) <sup>c</sup>                          | *                               | *                                  | *                                 | *   |
| <b>Total Overlapping Governmental Activities Debt</b>   | <b>\$ 87,363</b>                | <b>47.85%</b>                      | <b>\$ 41,801</b>                  | <b>0.0503%</b>                            |
| <b>Total Direct and Overlapping Governmental<br/>Activities Debt</b>                                  | <b>\$ 1,230,961</b>             | <b>96.30%</b>                      | <b>\$ 1,185,399</b>               | <b>1.4257%</b>                            |

<sup>a</sup> From Table 11.

<sup>b</sup> Assessed value of taxable property is from Table 7.

<sup>c</sup> Amount applicable determined on basis other than assessed value of taxable property.

\* Data not available at the time of report issuance.

COUNTY OF PRINCE WILLIAM, VIRGINIA

TABLE 14 - Debt Ratio Information

Last Ten Fiscal Years

Page 1 of 2

(dollar amounts expressed in thousands)

The issuance of bonds by Virginia counties is not subject to statutory limitation. However, counties generally are prohibited from issuing general obligation bonds unless the issuance of such bonds has been approved by public referendum. This referendum requirement does not apply to bonds for capital projects for school purposes sold to the Literary Fund or the Virginia Public School Authority.

The Board of County Supervisors also has established self-imposed limits which provide that tax supported debt should not exceed 3% of the net assessed valuation of taxable property in the County, and that annual debt service should not exceed 10% of annual governmental revenues. The County's standing with respect to its self-imposed limits is below.

|   | 2015          | 2016          | 2017          | 2018          | 2019          |
|---|---------------|---------------|---------------|---------------|---------------|
| General Government <sup>a</sup>                   |               |               |               |               |               |
| Principal   | \$ 76,750     | \$ 78,093     | \$ 86,849     | \$ 93,220     | \$ 97,685     |
| Interest <sup>b</sup>                             | 42,476        | 46,072        | 47,888        | 48,688        | 48,358        |
| Debt Service on Net Tax-Supported Debt            | \$ 119,226    | \$ 124,165    | \$ 134,737    | \$ 141,908    | \$ 146,043    |
| Total Government Expenditures <sup>c</sup>        | \$ 1,557,703  | \$ 1,610,616  | \$ 1,734,264  | \$ 1,731,969  | \$ 1,867,084  |
| Ratio of Debt Service to Expenditures             | 7.7%          | 7.7%          | 7.8%          | 8.2%          | 7.8%          |
| Total Revenues <sup>d</sup>                       | \$ 1,611,230  | \$ 1,496,700  | \$ 1,649,319  | \$ 1,802,191  | \$ 2,067,001  |
| Ratio of Debt Service to Revenues                 | 7.4%          | 8.3%          | 8.2%          | 7.9%          | 7.1%          |
| Net Tax-Supported Debt <sup>e</sup>               | \$ 900,952    | \$ 1,122,965  | \$ 1,113,800  | \$ 1,136,475  | \$ 1,059,943  |
| Assessed Value of Taxable Property <sup>f</sup>   | \$ 54,623,175 | \$ 58,854,961 | \$ 61,335,721 | \$ 63,755,919 | \$ 67,613,073 |
| Ratio of Net Tax-Supported Debt to Assessed Value | 1.6%          | 1.9%          | 1.8%          | 1.8%          | 1.6%          |

<sup>a</sup> Includes debt service expenditures of the General Fund, Special Revenue Funds (excluding the PRTC lease), Capital Projects Funds, and the School Board and Adult Detention Center Component Units.

<sup>b</sup> Excludes bond issuance and other costs.

<sup>c</sup> Total expenditures excluding capital projects from Table 22.

<sup>d</sup> Includes revenues from the General Fund, Special Revenue Funds and the School Board and Adult Detention Center Component Units.

<sup>e</sup> From Table 11.

<sup>f</sup> From Table 7 and Table 21.

**TABLE 14 - Debt Ratio Information**  
**Page 2 of 2**

|    | 2020       | 2021          | 2022          | 2023          | 2024           |   |
|----|------------|---------------|---------------|---------------|----------------|---|
| \$ | 93,610     | \$ 101,010    | \$ 123,658    | \$ 102,575    | \$ 100,045     | General Government <sup>a</sup>                   |
|    | 47,675     | 45,426        | 44,538        | 41,340        | 41,798         | Principal   |
| \$ | 141,285    | \$ 146,436    | \$ 168,196    | \$ 143,915    | \$ 141,843     | Interest <sup>b</sup>                             |
|    |            |               |               |               |                | Debt Service on Net Tax-Supported Debt            |
| \$ | 1,962,416  | \$ 2,084,360  | \$ 2,238,422  | \$ 2,394,583  | \$ 2,578,589   | Total Government Expenditures <sup>c</sup>        |
|    | 7.2%       | 7.0%          | 7.5%          | 6.0%          | 5.5%           | Ratio of Debt Service to Expenditures             |
| \$ | 2,139,662  | \$ 2,271,858  | \$ 2,430,571  | \$ 2,384,087  | \$ 2,879,798   | Total Revenues <sup>d</sup>                       |
|    | 6.6%       | 6.4%          | 6.9%          | 6.0%          | 4.9%           | Ratio of Debt Service to Revenues                 |
| \$ | 1,085,368  | \$ 1,135,638  | \$ 1,070,835  | \$ 1,010,660  | \$ 1,143,598   | Net Tax-Supported Debt <sup>e</sup>               |
| \$ | 70,811,690 | \$ 74,307,125 | \$ 82,833,973 | \$ 94,269,475 | \$ 106,421,652 | Assessed Value of Taxable Property <sup>f</sup>   |
|    | 1.5%       | 1.5%          | 1.3%          | 1.1%          | 1.1%           | Ratio of Net Tax-Supported Debt to Assessed Value |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 15 - Revenue Bond Coverage for Solid Waste System Revenue Bonds**

Last Ten Fiscal Years

(dollar amounts expressed in thousands)

| Fiscal Year | System Revenues <sup>a</sup> | Operating Expenses and Transfers <sup>b</sup> | Closure Payment | Net Revenue Available for Debt Service | Debt Service Payments <sup>c</sup> |          | Total | Coverage <sup>d</sup> |
|-------------|------------------------------|---|-----------------|--|------------------------------------|----------|-------|-----------------------|
|             |                              |   |                 |  | Principal                          | Interest |       |                       |
| 2015        | \$ 19,735                    | \$ 12,673                                     | \$ 2,386        | \$ 4,676                               | \$ --                              | \$ --    | \$ -- | n/a <sup>e</sup>      |
| 2016        | \$ 20,455                    | \$ 11,200                                     | \$ 1,484        | \$ 7,771                               | \$ --                              | \$ --    | \$ -- | n/a <sup>e</sup>      |
| 2017        | \$ 20,416                    | \$ 12,710                                     | \$ 1,951        | \$ 5,755                               | \$ --                              | \$ --    | \$ -- | n/a <sup>e</sup>      |
| 2018        | \$ 21,033                    | \$ 12,870                                     | \$ 657          | \$ 7,506                               | \$ --                              | \$ --    | \$ -- | n/a <sup>e</sup>      |
| 2019        | \$ 22,679                    | \$ 14,801                                     | \$ 2,612        | \$ 5,266                               | \$ --                              | \$ --    | \$ -- | n/a <sup>e</sup>      |
| 2020        | \$ 21,449                    | \$ 13,864                                     | \$ 2,863        | \$ 4,722                               | \$ --                              | \$ --    | \$ -- | n/a <sup>e</sup>      |
| 2021        | \$ 20,860                    | \$ 11,664                                     | \$ 2,603        | \$ 6,593                               | \$ --                              | \$ --    | \$ -- | n/a <sup>e</sup>      |
| 2022        | \$ 20,245                    | \$ 13,615                                     | \$ 4,962        | \$ 1,668                               | \$ --                              | \$ --    | \$ -- | n/a <sup>e</sup>      |
| 2023        | \$ 32,132                    | \$ 23,236                                     | \$ 6,451        | \$ 2,445                               | \$ --                              | \$ --    | \$ -- | n/a <sup>e</sup>      |
| 2024        | \$ 38,782                    | \$ 22,626                                     | \$ 3,033        | \$ 13,123                              | \$ --                              | \$ --    | \$ -- | n/a <sup>e</sup>      |

<sup>a</sup> Includes "Total Operating Revenues", "Grants from the Commonwealth," and "Interest and Miscellaneous Income" from the Statement of Revenues, Expenses and Changes in Fund Net Position.

<sup>b</sup> Includes "Total Operating Expenses" (exclusive of "Depreciation" and "Closure Expense"), and "Transfers", from the Statement of Revenues, Expenses, and Changes in Fund Net Position.

<sup>c</sup> Principal, accreted value of and interest (including other debt costs) paid during the fiscal year on bonded indebtedness of the Solid Waste System.

<sup>d</sup> Required coverage is 1.15.

<sup>e</sup> Principal on Solid Waste Revenue Bonds was retired during FY 2014.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**  
**TABLE 16 - Demographic and Economic Statistics**  
 Last Ten Years

| Year | Population <sup>a</sup> | Personal Income <sup>b</sup><br>(in thousands) | Per Capita<br>Income <sup>b</sup> | Fall School<br>Enrollment <sup>c</sup> | Average<br>Civilian Labor<br>Force <sup>d</sup> | Average<br>Unemployment<br>Rate <sup>d</sup> |
|------|-------------------------|--|-----------------------------------|--|---|--|
| 2015 | 441,627                 | \$25,526,460                                   | \$49,762                          | 86,641                                 | 234,238   | 4.4%   |
| 2016 | 449,864                 | \$26,373,844                                   | \$50,769                          | 87,823                                 | 237,291   | 3.7%   |
| 2017 | 456,126                 | \$27,520,527                                   | \$52,157                          | 89,378                                 | 243,231   | 3.5%   |
| 2018 | 459,966                 | \$28,565,133                                   | \$53,655                          | 90,595                                 | 246,394   | 2.9%   |
| 2019 | 463,867                 | \$29,767,221                                   | \$55,297                          | 90,876                                 | 250,974   | 2.5%   |
| 2020 | 467,935                 | \$31,773,057                                   | \$58,552                          | 92,270                                 | 247,971   | 9.6%   |
| 2021 | 482,204                 | \$33,838,564                                   | \$62,083                          | 92,271                                 | 242,644   | 4.5%   |
| 2022 | 492,576                 | \$34,799,313                                   | \$63,701                          | 90,135                                 | 247,241   | 2.8%   |
| 2023 | 491,693                 | \$36,199,969                                   | \$64,695                          | 89,205                                 | 263,603   | 2.7%   |
| 2024 | 482,204                 | \$37,751,353                                   | \$68,802                          | 90,709                                 | 260,963   | 2.9%   |

<sup>a</sup> US Census for 2020, other years are Annual Population Estimates from Prince William County Geographic Information Systems (<http://www.pwcgov.org/government/dept/doit/gis>)

<sup>b</sup> Bureau of Economic Analysis (BEA), U.S. Department of Commerce. Includes cities of Manassas and Manassas Park (data as of June 30).  
 2022 data estimated based upon ten-year growth rates on BEA data from 2020

<sup>c</sup> Fall Membership by Division, by Grade for Prince William County Schools, Virginia Department of Education

<sup>d</sup> Bureau of Labor Statistics, LAUS data

**TABLE 16A - Comparative Demographic Statistics**  
 2010 & 2020 U.S. Census Bureau Data

|  | 2010                     |                          | 2020              |           |               |
|--|--------------------------|--------------------------|-------------------|-----------|---------------|
|  | Prince William<br>County | Prince William<br>County | Washington<br>MSA | Virginia  | United States |
| <b>Population<sup>a</sup>:</b>           |                          |                          |                   |           |               |
| Median age                               | 33.5                     | 35.4                     | 37.2              | 37.8      | 38.5          |
| Percent school age                       | 23.1%                    | 19.8%                    | 18.2%             | 16.1%     | 16.5%         |
| Percent working age                      | 61.9%                    | 62.6%                    | 63.6%             | 61.9%     | 61.0%         |
| Percent 65 and over                      | 6.8%                     | 10.8%                    | 12.2%             | 16.3%     | 16.8%         |
| <b>Education<sup>b</sup>:</b>            |                          |                          |                   |           |               |
| High school or higher                    | 87.6%                    | 89.2%                    | 93.3%             | 90.3%     | 88.5%         |
| Bachelor's degree or higher              | 36.9%                    | 41.9%                    | 66.9%             | 39.5%     | 32.9%         |
| <b>Income<sup>b</sup>:</b>               |                          |                          |                   |           |               |
| Median family income                     | \$102,117                | \$107,707                | \$105,224         | \$76,398  | \$64,994      |
| Percent below poverty level              | 4.4%                     | 4.9%                     | 9.8%              | 102.0%    | 11.6%         |
| <b>Housing:</b>                          |                          |                          |                   |           |               |
| Number persons / household <sup>a</sup>  | 3.1                      | 3.2                      | 2.2               | 2.6       | 2.6           |
| Percent owner occupied <sup>b</sup>      | 73.2%                    | 73.1%                    | 42.8%             | 66.7%     | 64.4%         |
| Owner occupied median value <sup>b</sup> | \$316,600                | \$390,500                | \$640,833         | \$282,800 | \$229,800     |

<sup>a</sup> U.S. Bureau of the Census Bureau, 2010 and 2020 Census Data.

<sup>b</sup> U.S. Bureau of the Census Bureau, 2010 and 2020 American Community Survey-1 Year Estimates.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 17 - Principal Employers**

Current Year and Ten Years Ago

| Employer <sup>a</sup>                | 2024               |      |                                  | 2015               |      |                                  |
|--------------------------------------|--------------------|------|----------------------------------|--------------------|------|----------------------------------|
|                                      | Ownership          | Rank | Number of Employees <sup>b</sup> | Ownership          | Rank | Number of Employees <sup>b</sup> |
| Prince William County School Board   | Local Government   | 1    |                                  | Local Government   | 1    | 1000 and over                    |
| U.S. Department of Defense           | Federal Government | 2    |                                  | Federal Government | 2    | 1000 and over                    |
| County of Prince William             | Local Government   | 3    |                                  | Local Government   | 3    | 1000 and over                    |
| Wal Mart                             | Private            | 4    |                                  | Private            | 5    | 1000 and over                    |
| Sentara Healthcare                   | Private            | 5    |                                  | Private            | 7    | 1000 and over                    |
| Morale Welfare and Recreation        | Federal Government | 6    |                                  | Federal Government | 6    | 1000 and over                    |
| Wegmans Store #07                    | Private            | 7    |                                  | Private            | 9    | 500 to 999                       |
| Target Corp                          | Private            | 8    |                                  |                    |      |                                  |
| The Fishel Company                   | Private            | 9    |                                  |                    |      |                                  |
| M J Morgan Group                     | Private            | 10   |                                  |                    |      |                                  |
| U.S. Federal Bureau of Investigation |                    |      |                                  | Federal Government | 4    | 1000 and over                    |
| Northern Virginia Community College  |                    |      |                                  | State Government   | 8    | 500 to 999                       |
| Minnieland Private Day School        |                    |      |                                  | Private            | 10   | 500 to 999                       |

a All data provided by the Virginia Employment Commission (1st Quarter, 2024 & 2015).

b Prince William County is prohibited from publishing the actual number of employees per the Confidential Information Protection and Statistical Efficiency Act of 2002 - Title V of Public Law 107-347.



# PRINCE WILLIAM — COUNTY

COUNTY OF PRINCE WILLIAM, VIRGINIA

TABLE 18 - Full-Time Equivalent County Government Employees by Function

Last Ten Fiscal Years

Page 1 of 4

| Function                                    | Full-Time Equivalent Employees as of June 30 |                 |                 |                 |                 |
|---|--|-----------------|-----------------|-----------------|-----------------|
|   | 2015   | 2016            | 2017            | 2018            | 2019            |
| <b>Primary Government</b>                   |  |                 |                 |                 |                 |
| <b>General Government</b>                   |  |                 |                 |                 |                 |
| Board of Supervisors                        | 25.00  | 25.00           | 25.00           | 26.00           | 26.00           |
| County Attorney                             | 27.00  | 27.00           | 28.00           | 28.00           | 28.00           |
| Audit Services                              | 1.00   | 1.00            | 1.00            | --              | --              |
| Office of Executive Management <sup>b</sup> | 25.00  | 26.00           | 26.00           | 26.00           | 28.00           |
| Office of Management & Budget <sup>b</sup>  | 11.00  | 12.00           | 13.00           | 13.00           | 12.00           |
| Human Resources <sup>b</sup>                | 23.50  | 23.50           | 26.50           | 26.50           | 26.50           |
| Technology and Support Services             | 87.88  | 88.88           | 91.88           | 91.88           | 94.88           |
| Finance                                     | 156.00                                       | 158.00          | 159.00          | 161.00          | 162.00          |
| Board of Equalization                       |  |                 |                 |                 |                 |
| Human Rights                                | 5.00   | 5.00            | 5.00            | 6.00            | 7.00            |
| Board of Registration/Elections             | 13.00  | 14.00           | 14.00           | 14.00           | 14.00           |
| Facilities & Fleet Management               | --   | --              | --              | --              | --              |
| <b>Judicial Administration</b>              |  |                 |                 |                 |                 |
| Commonwealth Attorney                       | 44.00  | 44.00           | 45.00           | 50.00           | 50.00           |
| Sheriff                                     | 94.50  | 96.50           | 100.50          | 102.50          | 102.50          |
| Juvenile and Domestic Relations Court       | 8.00   | 6.00            | 6.00            | 6.00            | 6.00            |
| Clerk of Court/Judges Chambers              | 55.00  | 56.00           | 58.00           | 58.00           | 58.00           |
| General District Court                      | 1.00   | 1.00            | 1.00            | 1.00            | 1.00            |
| Law Library                                 | 1.00   | 1.00            | 1.00            | 1.00            | --              |
| <b>Public Safety</b>                        |  |                 |                 |                 |                 |
| Public Works - Development                  |  |                 |                 |                 |                 |
| Police                                      | 820.00                                       | 847.00          | 854.00          | 871.00          | 886.00          |
| Correction and Detention of Youth           |  |                 |                 |                 |                 |
| Criminal Justice Services                   | 39.60  | 39.60           | 42.60           | 43.60           | 44.60           |
| Public Safety Communications                | 103.00                                       | 109.00          | 113.00          | 112.00          | 113.00          |
| Fire Service                                | 589.70                                       | 614.70          | 662.70          | 722.70          | 751.70          |
| Contingency Reserve - Homeland Security     |  |                 |                 |                 |                 |
| <b>Public Works</b>                         |  |                 |                 |                 |                 |
| Public Works                                | 238.54                                       | 237.17          | 241.76          | 247.72          | 250.72          |
| Transportation                              | 50.80  | 42.80           | 43.80           | 44.80           | 44.80           |
| Solid Waste                                 | 59.72  | 60.72           | 60.72           | 60.72           | 62.72           |
| Fleet Management                            | 35.15  | 35.15           | 35.15           | 35.15           | 35.15           |
| Small Project Construction                  | 15.11  | 14.98           | 14.39           | 14.43           | 14.43           |
| Upper Occoquan Sewage Authority             |  |                 |                 |                 |                 |
| <b>Health &amp; Welfare</b>                 |  |                 |                 |                 |                 |
| Social Services                             | 306.46                                       | 322.26          | 331.26          | 352.26          | 359.76          |
| Public Health                               | 3.60   | 3.60            | 3.60            | 3.60            | 3.60            |
| Community Services Board                    | 294.21                                       | 293.96          | 316.26          | 331.76          | 345.76          |
| At-Risk Youth and Family Services           | 6.00   | --              | --              | --              | --              |
| Office on Aging                             | 32.14  | 32.14           | 32.28           | 32.28           | 31.28           |
| <b>Parks, Recreational and Cultural</b>     |  |                 |                 |                 |                 |
| Library                                     | 179.51                                       | 208.48          | 208.16          | 208.16          | 208.16          |
| Parks & Recreation                          | 391.68                                       | 396.58          | 408.57          | 411.16          | 416.62          |
| Tourism <sup>a</sup>                        | --   | --              | --              | 8.47            | 7.20            |
| <b>Planning/Community Development</b>       |  |                 |                 |                 |                 |
| Development Services                        | 107.00                                       | 112.00          | 112.00          | 113.00          | 116.00          |
| Office of Planning                          | 29.00  | 29.00           | 29.00           | 29.00           | 30.00           |
| Economic and Community Development          | 13.00  | 13.00           | 13.00           | 13.00           | 14.00           |
| Housing & Community Development             | 24.00  | 24.00           | 24.00           | 24.00           | 24.00           |
| Extension and Continuing Education          | 7.14   | 7.14            | 6.87            | 6.87            | 5.11            |
| <b>Total Primary Government</b>             | <b>3,923.24</b>                              | <b>4,028.16</b> | <b>4,154.00</b> | <b>4,296.56</b> | <b>4,380.49</b> |

TABLE 18 - Full-Time Equivalent County Government Employees by Function  
Page 2 of 4

| Full-Time Equivalent Employees as of June 30 |                 |                 |                 |                 | Function                                    |
|--|-----------------|-----------------|-----------------|-----------------|---|
| 2020   | 2021            | 2022            | 2023            | 2024            |   |
| <b>Primary Government</b>                    |                 |                 |                 |                 |   |
| <b>General Government</b>                    |                 |                 |                 |                 |   |
| 26.00  | 26.00           | 26.00           | 26.00           | 28.00           | Board of Supervisors                        |
| 29.00  | 29.00           | 29.00           | 33.00           | 34.00           | County Attorney                             |
| --   | --              | --              | --              | --              | Audit Services                              |
| 29.00  | 26.00           | 29.00           | 31.00           | 34.00           | Office of Executive Management <sup>b</sup> |
| 12.00  | 12.00           | 12.00           | 12.00           | 13.00           | Office of Management & Budget <sup>b</sup>  |
| 29.50  | 31.50           | 32.50           | 34.50           | 39.00           | Human Resources <sup>b</sup>                |
| 105.88                                       | 104.88          | 104.88          | 104.88          | 95.00           | Technology and Support Services             |
| 170.00                                       | 172.00          | 176.00          | 185.00          | 206.00          | Finance                                     |
|  |                 |                 |                 |                 | Board of Equalization                       |
| 6.25   | 7.00            | 7.00            | 6.00            | 6.00            | Human Rights                                |
| 15.00  | 17.00           | 17.00           | 17.00           | 17.00           | Board of Registration/Elections             |
| --   | 154.47          | 163.47          | 162.47          | 170.47          | Facilities & Fleet Management               |
| <b>Judicial Administration</b>               |                 |                 |                 |                 |   |
| 50.00  | 50.00           | 59.00           | 67.00           | 74.00           | Commonwealth Attorney                       |
| 106.50                                       | 107.50          | 110.50          | 114.50          | 114.50          | Sheriff                                     |
| 6.00   | 2.00            | 2.00            | 2.00            | 2.00            | Juvenile and Domestic Relations Court       |
| 61.00  | 61.00           | 65.00           | 71.00           | 71.00           | Clerk of Court/Judges Chambers              |
| 3.00   | 3.00            | 5.00            | 5.00            | 3.00            | General District Court                      |
| --   | --              | --              | --              | --              | Law Library                                 |
| <b>Public Safety</b>                         |                 |                 |                 |                 |   |
|  |                 |                 |                 |                 | Public Works - Development                  |
| 901.00                                       | 901.00          | 909.00          | 923.40          | 926.20          | Police                                      |
|  |                 |                 |                 | 401.40          | Correction and Detention of Youth           |
| 44.60  | 47.60           | 50.60           | 50.60           | 50.50           | Criminal Justice Services                   |
| 118.00                                       | 121.00          | 120.00          | 123.00          | 123.00          | Public Safety Communications                |
| 759.70                                       | 760.70          | 774.70          | 777.70          | 779.70          | Fire Service                                |
|  |                 |                 |                 |                 | Contingency Reserve - Homeland Security     |
| <b>Public Works</b>                          |                 |                 |                 |                 |   |
| 238.17                                       | 123.86          | 202.00          | 204.00          | 205.00          | Public Works                                |
| 47.80  | 47.80           | 47.80           | 51.00           | 53.00           | Transportation                              |
| 65.72  | 65.72           | --              | --              | --              | Solid Waste                                 |
| 44.41  | --              | --              | --              | --              | Fleet Management                            |
| 12.43  | 16.42           | --              | --              | --              | Small Project Construction                  |
|  |                 |                 |                 |                 | Upper Occoquan Sewage Authority             |
| <b>Health &amp; Welfare</b>                  |                 |                 |                 |                 |   |
| 390.76                                       | 402.23          | 428.23          | 440.23          | 440.23          | Social Services                             |
| 3.60   | 3.60            | 3.60            | 8.60            | 8.60            | Public Health                               |
| 348.76                                       | 382.76          | 393.76          | 431.01          | 435.51          | Community Services Board                    |
| --   | --              | --              | --              | --              | At-Risk Youth and Family Services           |
| 33.75  | 34.00           | 34.00           | 34.00           | 34.00           | Office on Aging                             |
| <b>Parks, Recreational and Cultural</b>      |                 |                 |                 |                 |   |
| 208.14                                       | 208.14          |                 | 208.14          | 207.86          | Library                                     |
| 432.12                                       | 432.62          | 435.94          | 447.60          | 444.14          | Parks & Recreation                          |
| 9.00   | 8.50            | 5.00            | 6.00            | --              | Tourism <sup>a</sup>                        |
| <b>Planning/Community Development</b>        |                 |                 |                 |                 |   |
| 117.00                                       | 118.00          | 120.00          | 130.00          | 142.00          | Development Services                        |
| 31.00  | 31.00           | 31.00           | 32.00           | 35.00           | Office of Planning                          |
| 17.00  | 20.00           | 20.00           | 20.00           | 20.00           | Economic and Community Development          |
| 24.00  | 25.00           | 25.00           | 26.50           | 27.00           | Housing & Community Development             |
| 5.11   | 7.71            | 7.71            | 7.71            | --              | Extension and Continuing Education          |
| <u>4,501.20</u>                              | <u>4,561.01</u> | <u>4,446.69</u> | <u>4,792.84</u> | <u>5,240.11</u> | <b>Total Primary Government</b>             |

COUNTY OF PRINCE WILLIAM, VIRGINIA

TABLE 18 - Full-Time Equivalent County Government Employees by Function (cont'd)

Last Ten Fiscal Years

Page 3 of 4

| Function                                  | Full-Time Equivalent Employees as of June 30 |                  |                  |                  |                  |
|---|--|------------------|------------------|------------------|------------------|
|   | 2015   | 2016             | 2017             | 2018             | 2019             |
| <b>Component Units</b>                    |  |                  |                  |                  |                  |
| <b>Education</b>                          |  |                  |                  |                  |                  |
| School Board                              | 10,562.00                                    | 10,713.65        | 11,008.73        | 11,354.30        | 11,538.00        |
| <b>Public Safety</b>                      |  |                  |                  |                  |                  |
| Adult Detention Center                    | 348.40                                       | 349.40           | 351.20           | 377.40           | 422.40           |
| <b>Parks, Recreational and Cultural</b>   |  |                  |                  |                  |                  |
| Park Authority <sup>a</sup>               | --   | --               | --               | --               | --               |
| Convention & Visitors Bureau <sup>a</sup> | 8.00   | 8.00             | 7.00             | --               | --               |
| <b>Total Reporting Entity</b>             | <u>16,856.64</u>                             | <u>17,115.21</u> | <u>17,537.93</u> | <u>18,046.26</u> | <u>18,359.89</u> |

Sources: Primary Government and ADC data taken from the PWC Adopted Fiscal Plan; School Board and Park Authority data is obtained directly

<sup>a</sup>The Park Authority was dissolved and became County Department of Parks & Recreation effective FY 2013. The Convention and Visitors Bureau became a component unit of the County effective FY 2013, but was dissolved and incorporated into the Parks & Recreation department in FY 2018.

<sup>b</sup>Beginning fiscal year 2012, the Human Resources and the Office of Management & Budget are shown as separate functions.

TABLE 18 - Full-Time Equivalent County Government Employees by Function (cont'd)  
Page 4 of 4

| Full-Time Equivalent Employees as of June 30 |                  |                  |                  |                  | Function                                  |
|--|------------------|------------------|------------------|------------------|---|
| 2020   | 2021             | 2022             | 2023             | 2024             |   |
|  |                  |                  |                  |                  | <b>Component Units</b>                    |
|  |                  |                  |                  |                  | <b>Education</b>                          |
| 11,954.00                                    | 11,968.00        | 12,138.00        | 12,852.00        | 13,333.00        | School Board                              |
|  |                  |                  |                  |                  | <b>Public Safety</b>                      |
| 450.40                                       | 446.40           | 440.40           | 439.40           | 401.40           | Adult Detention Center                    |
|  |                  |                  |                  |                  | <b>Parks, Recreational and Cultural</b>   |
| --   | --               | --               | --               | --               | Park Authority <sup>a</sup>               |
| --   | --               | --               | --               | --               | Convention & Visitors Bureau <sup>a</sup> |
| <u>18,925.60</u>                             | <u>18,996.41</u> | <u>19,047.09</u> | <u>20,107.24</u> | <u>18,974.51</u> | <b>Total Reporting Entity</b>             |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 19 - Operating Indicators by Function**

Last Ten Fiscal Years

| Function  | Fiscal Year |         |         |         |         |         |         |         |         |         |
|---|-------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
|   | 2015        | 2016    | 2017    | 2018    | 2019    | 2020    | 2021    | 2022    | 2023    | 2024    |
| <b>Judicial Administration<sup>1</sup></b>                |             |         |         |         |         |         |         |         |         |         |
| Land Records Instruments Recorded                         | 73,232      | 76,868  | 96,302  | 82,909  | 78,898  | 94,710  | 155,991 | 103,971 | 60,609  | 55,740  |
| Civil Cases Concluded                                     | 9,161       | 2,760   | 2,841   | 2,641   | 5,270   | 3,841   | 3,205   | 3,100   | 3,124   | 3,897   |
| Criminal Cases Concluded                                  | 5,825       | 5,023   | 4,905   | 4,853   | 4,904   | 4,259   | 3,001   | 4,263   | 4,026   | 4,214   |
| <b>Public Safety</b>                                      |             |         |         |         |         |         |         |         |         |         |
| <u>Fire &amp; Rescue:</u> <sup>2</sup>                    |             |         |         |         |         |         |         |         |         |         |
| Fire Incidents  | 6,142       | 6,263   | 8,070   | 9,069   | 8,619   | 9,084   | 8,886   | 9,368   | 9,536   | *       |
| EMS Incidents   | 27,423      | 28,925  | 29,532  | 29,730  | 30,922  | 30,315  | 31,508  | 40,489  | 40,949  | *       |
| <u>Police:</u> <sup>3</sup>                               |             |         |         |         |         |         |         |         |         |         |
| Criminal Arrests  | 12,532      | 11,408  | 8,610   | 10,937  | 12,166  | 12,664  | 8,291   | 7,573   | 8,249   | *       |
| Calls for Service Handled                                 | 226,520     | 225,850 | 217,306 | 228,639 | 245,584 | 239,830 | 160,898 | 166,939 | 173,663 | *       |
| <u>Jail:</u> <sup>4</sup>                                 |             |         |         |         |         |         |         |         |         |         |
| Inmate Population   | 1,060       | 965     | 1,040   | 1,061   | 920     | 528     | 561     | 442     | 467     | 539     |
| <b>Public Works<sup>5</sup></b>                           |             |         |         |         |         |         |         |         |         |         |
| Facilities Constructed                                    | --          | 2       | --      | 2       | --      | 2       | --      | 1       | 1       | --      |
| <b>Health &amp; Welfare</b>                               |             |         |         |         |         |         |         |         |         |         |
| Total CSB Clients Served <sup>6</sup>                     | 8,949       | 9,506   | 9,762   | 9,832   | 10,135  | 9,275   | 10,696  | 11,294  | 11,705  | 11,255  |
| Children Services Act Residential Placements <sup>7</sup> | 95          | 104     | 118     | 139     | 127     | 102     | 83      | 65      | 59      | 71      |
| <b>Parks, Recreational and Cultural</b>                   |             |         |         |         |         |         |         |         |         |         |
| Participant Visits <sup>8</sup>                           | 3,398       | 3,399   | 3,255   | 3,654   | 3,497   | 1,898   | 1,045   | 1,893   | 1,731   | 1,998   |
| Library Patrons (Library Card Holders) <sup>9</sup>       | 314,723     | 318,175 | 337,904 | 346,268 | 298,497 | 292,194 | 303,531 | 317,535 | 344,334 | 386,825 |
| <b>Planning/Community Development<sup>10</sup></b>        |             |         |         |         |         |         |         |         |         |         |
| Non-Residential Permits                                   | 1,350       | 1,355   | 1,228   | 1,202   | 1,212   | 1,008   | 1,030   | 1,030   | 1,181   | 1,156   |
| Residential Permits                                       | 4,605       | 5,224   | 5,163   | 5,203   | 4,701   | 4,814   | 6,347   | 6,347   | 5,372   | 4,708   |

<sup>1</sup>Office of the Clerk of the Circuit Court

<sup>2</sup>Annual Fiscal Plan - Office of the Chief Program

<sup>3</sup>Annual Fiscal Plan - Police Operations Program

<sup>4</sup>Adult Detention Center

<sup>5</sup>Facilities Construction Management, Department of Public Works

<sup>6</sup>Community Services Board

<sup>7</sup>Department of Social Services

<sup>8</sup>Department of Parks and Recreation

<sup>9</sup>Prince William County Library

<sup>10</sup>Building Development Division, Department of Public Works

\* Data not available at the time of report issuance.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 20 - Capital Asset Statistics by Function**

Last Ten Fiscal Years

| Function                                | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|------|------|------|------|------|------|------|------|------|------|
| <b>General Government</b>               |      |      |      |      |      |      |      |      |      |      |
| Administrative buildings                | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    |
| <b>Judicial Administration</b>          |      |      |      |      |      |      |      |      |      |      |
| Courthouse complex                      | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| <b>Public Safety</b>                    |      |      |      |      |      |      |      |      |      |      |
| Police stations                         | 2    | 2    | 2    | 3    | 3    | 3    | 3    | 3    | 3    | 3    |
| Fire stations                           | 21   | 21   | 21   | 21   | 21   | 21   | 21   | 21   | 21   | 21   |
| <b>Public Works</b>                     |      |      |      |      |      |      |      |      |      |      |
| Fleet/fuel facilities                   | 3    | 3    | 4    | 4    | 5    | 5    | 3    | 3    | 3    | 3    |
| <b>Health &amp; Welfare</b>             |      |      |      |      |      |      |      |      |      |      |
| Senior centers                          | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Group homes/clinics                     | 5    | 5    | 5    | 5    | 5    | 5    | 5    | 6    | 6    | 6    |
| Housing/shelters                        | 5    | 5    | 5    | 5    | 5    | 5    | 5    | 5    | 5    | 5    |
| <b>Parks, Recreational and Cultural</b> |      |      |      |      |      |      |      |      |      |      |
| Athletic fields <sup>a</sup>            | 301  | 281  | 283  | 288  | 210  | 268  | 268  | 268  | 273  | 275  |
| Aquatics & fitness center               | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Baseball stadium                        | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Community centers                       | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    |
| Hiking and fitness trails (in miles)    | 43   | 43   | 45   | 45   | 59   | 59   | 59   | 59   | 61   | 62   |
| Indoor gymnasiums <sup>a</sup>          | 36   | 69   | 69   | 69   | 33   | 33   | 33   | 33   | 34   | 34   |
| Indoor ice rinks                        | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Marinas                                 | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Miniature golf courses                  | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 1    | 1    |
| Nature areas                            | 8    | 8    | 8    | 8    | 8    | 8    | 8    | 8    | 8    | 8    |
| Outdoor basketball courts               | 27   | 27   | 27   | 27   | 27   | 27   | 27   | 27   | 28   | 29   |
| Outdoor swimming pools                  | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    |
| Outdoor volleyball courts               | 9    | 11   | 17   | 18   | 18   | 18   | 18   | 18   | 18   | 15   |
| Picnic shelters                         | 63   | 68   | 78   | 77   | 72   | 77   | 77   | 77   | 78   | 80   |
| Playgrounds                             | 36   | 37   | 37   | 37   | 43   | 43   | 43   | 45   | 47   | 48   |
| Regulation golf courses                 | 4    | 4    | 4    | 4    | 3    | 3    | 3    | 3    | 3    | 3    |
| Skateboard/BMX courses                  | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 4    |
| Tennis & racquetball courts             | 28   | 29   | 29   | 29   | 28   | 29   | 29   | 37   | 44   | 53   |
| Waterparks                              | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Regional and community libraries        | 4    | 6    | 6    | 6    | 6    | 7    | 7    | 7    | 6    | 6    |
| Neighborhood libraries                  | 6    | 5    | 5    | 5    | 5    | 5    | 5    | 5    | 6    | 6    |

Sources: Various county departments.

Note: No capital asset indicators are available for the planning/community development function.

<sup>a</sup> Includes School Board school facilities programmed by the Parks Department.

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 21 - Personal Property Tax Rates and Assessments<sup>a</sup>**

Last Ten Fiscal Years

Page 1 of 2

(tax rates per \$100 of assessed value; amounts expressed in thousands)

|   | 2015               | 2016               | 2017                | 2018               | 2019               |
|---|--------------------|--------------------|---------------------|--------------------|--------------------|
| <b>Personal Property Tax Rates</b>  |                    |                    |                     |                    |                    |
| Personal Property Class:  |                    |                    |                     |                    |                    |
| General Class   | \$ 3.70000         | \$ 3.70000         | \$ 3.70000          | \$ 3.70000         | \$ 3.70000         |
| Heavy Equipment and Machinery   | \$ 3.70000         | \$ 3.70000         | \$ 3.70000          | \$ 3.70000         | \$ 3.70000         |
| Computer Equipment & Peripherals  | \$ 1.25000         | \$ 1.25000         | \$ 1.25000          | \$ 1.25000         | \$ 1.25000         |
| Farmers Machinery and Tools   | \$ 0.00001         | \$ 0.00001         | \$ 0.00001          | \$ 0.00001         | \$ 0.00001         |
| Aircraft (small scheduled)  | \$ 0.00001         | \$ 0.00001         | \$ 0.00001          | \$ 0.00001         | \$ 0.00001         |
| Aircraft (all other aircraft)   | \$ 0.00001         | \$ 0.00001         | \$ 0.00001          | \$ 0.00001         | \$ 0.00001         |
| Mining & Manufacturing Tools  | \$ 2.00000         | \$ 2.00000         | \$ 2.00000          | \$ 2.00000         | \$ 2.00000         |
| Mobile Homes  | \$ 1.14800         | \$ 1.12200         | \$ 1.12200          | \$ 1.12500         | \$ 1.12500         |
| Research & Development  | \$ 1.00000         | \$ 1.00000         | \$ 1.00000          | \$ 1.00000         | \$ 1.00000         |
| Van Pool Vans   | \$ 0.00001         | \$ 0.00001         | \$ 0.00001          | \$ 0.00001         | \$ 0.00001         |
| Emergency Volunteer Vehicles  | \$ 0.00001         | \$ 0.00001         | \$ 0.00001          | \$ 0.00001         | \$ 0.00001         |
| Auxiliary Volunteer Fire Vehicles   | \$ 0.00001         | \$ 0.00001         | \$ 0.00001          | \$ 0.00001         | \$ 0.00001         |
| Vehicles Modified for Disabled  | \$ 0.00001         | \$ 0.00001         | \$ 0.00001          | \$ 0.00001         | \$ 0.00001         |
| Watercraft-Recreation Use Only  | \$ 0.00001         | \$ 0.00001         | \$ 0.00001          | \$ 0.00001         | \$ 0.00001         |
| Watercraft-Weighing 5 tons or more  | \$ 0.00001         | \$ 0.00001         | \$ 0.00001          | \$ 0.00001         | \$ 0.00001         |
| Camping Trailers and Motor Homes<br>Owned by Certain Elderly and<br>Handicapped Persons | \$ 0.00001         | \$ 0.00001         | \$ 0.00001          | \$ 0.00001         | \$ 0.00001         |
| <b>Personal Property Assessments<sup>c</sup></b>  |                    |                    |                     |                    |                    |
| Locally Assessed Value  | \$4,526,613        | \$4,986,744        | \$ 5,568,159        | \$5,861,397        | \$6,395,587        |
| Public Service Value <sup>b</sup>   | \$ 3,106           | \$ 3,536           | \$ 3,033            | \$ 3,440           | \$ 3,274           |
| Total Personal Property Assessments   | <u>\$4,529,719</u> | <u>\$4,990,280</u> | <u>\$ 5,571,192</u> | <u>\$5,864,837</u> | <u>\$6,398,862</u> |

<sup>a</sup> Fiscal year values represent the assessed value for the prior January 1 (e.g. fiscal year 2024 values are based on the January 1, 2023 assessment).

<sup>b</sup> Public Service property is valued by the State Corporation Commission and the Department of Taxation at prevailing assessment ratios.

<sup>c</sup> The estimated market value of personal property is assumed to equal 100% of the assessed value.

TABLE 21 - Personal Property Tax Rates and Assessments<sup>9</sup>

| 2020                               | 2021               | 2022                 | 2023                 | 2024                 |  |
|------------------------------------|--------------------|----------------------|----------------------|----------------------|--|
| <b>Personal Property Tax Rates</b> |                    |                      |                      |                      |  |
| Personal Property Class:           |                    |                      |                      |                      |  |
| \$ 3.70000                         | \$ 3.70000         | \$ 3.70000           | \$ 3.70000           | \$ 3.70000           | General Class                                    |
| \$ 3.70000                         | \$ 3.70000         | \$ 3.70000           | \$ 3.70000           | \$ 3.70000           | Heavy Equipment and Machinery                    |
| \$ 1.35000                         | \$ 1.50000         | \$ 1.65000           | \$ 2.15000           | \$ 2.15000           | Computer Equipment & Peripherals                 |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           | Farmers Machinery and Tools                      |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           | Aircraft (small scheduled)                       |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           | Aircraft (all other aircraft)                    |
| \$ 2.00000                         | \$ 2.00000         | \$ 2.00000           | \$ 2.00000           | \$ 2.00000           | Mining & Manufacturing Tools                     |
| \$ 1.12500                         | \$ 1.11500         | \$ 1.03000           | \$ 0.96600           | \$ 0.96600           | Mobile Homes                                     |
| \$ 1.00000                         | \$ 1.00000         | \$ 1.00000           | \$ 1.00000           | \$ 1.00000           | Research & Development                           |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           | Van Pool Vans                                    |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           | Emergency Volunteer Vehicles                     |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           | Auxiliary Volunteer Fire Vehicles                |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           | Vehicles Modified for Disabled                   |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           | Watercraft-Recreation Use Only                   |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           | Watercraft-Weighing 5 tons or more               |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           | Camping Trailers and Motor Homes                 |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           | Owned by Certain Elderly and Handicapped Persons |
| \$ 0.00001                         | \$ 0.00001         | \$ 0.00001           | \$ 0.00001           | \$ 0.00001           |  |
| \$6,867,508                        | \$8,602,122        | \$ 10,097,632        | \$ 11,120,213        | \$ 11,895,502        | Locally Assessed Value                           |
| \$ 3,837                           | \$ 3,912           | \$ 6,590             | \$ 4,578             | \$ 4,356             | Public Service Value <sup>b</sup>                |
| <u>\$6,871,345</u>                 | <u>\$8,606,034</u> | <u>\$ 10,104,222</u> | <u>\$ 11,124,791</u> | <u>\$ 11,899,858</u> | Total Personal Property Assessments              |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 22 - General Governmental Expenditures by Function<sup>a</sup>**

Last Ten Fiscal Years

(amounts expressed in thousands)

| Fiscal Year | General Government | Judicial Administration | Public Safety | Public Works | Health & Welfare | Education    |
|-------------|--------------------|-------------------------|---------------|--------------|------------------|--------------|
| 2015        | \$ 37,651          | \$ 19,681               | \$ 257,076    | \$ 30,857    | \$ 80,840        | \$ 927,408   |
| 2016        | \$ 39,122          | \$ 20,175               | \$ 276,656    | \$ 31,633    | \$ 85,237        | \$ 945,468   |
| 2017        | \$ 44,340          | \$ 21,292               | \$ 311,046    | \$ 31,269    | \$ 89,166        | \$ 1,000,063 |
| 2018        | \$ 42,300          | \$ 21,052               | \$ 254,657    | \$ 32,063    | \$ 96,955        | \$ 1,036,942 |
| 2019        | \$ 45,704          | \$ 22,512               | \$ 341,278    | \$ 33,523    | \$ 104,378       | \$ 1,065,482 |
| 2020        | \$ 46,519          | \$ 26,039               | \$ 361,849    | \$ 31,800    | \$ 111,455       | \$ 1,115,516 |
| 2021        | \$ 78,209          | \$ 27,290               | \$ 387,274    | \$ 7,372     | \$ 130,729       | \$ 1,180,688 |
| 2022        | \$ 90,571          | \$ 29,725               | \$ 388,792    | \$ 6,998     | \$ 138,638       | \$ 1,286,770 |
| 2023        | \$ 105,555         | \$ 34,035               | \$ 325,462    | \$ 7,575     | \$ 157,364       | \$ 1,488,014 |
| 2024        | \$ 104,024         | \$ 38,647               | \$ 423,447    | \$ 9,375     | \$ 167,507       | \$ 1,544,691 |

<sup>a</sup> Includes expenditures of the General Fund, Special Revenue Funds, Capital Projects Funds and the School Board and Adult Detention Component Units excluding inter-entity expenditures between primary government and component units.

<sup>b</sup> Includes principal retirement, interest and other debt costs, and intergovernmental rebate.

**TABLE 22A - Capital Projects Expenditures by Function<sup>a</sup>**

Last Ten Fiscal Years

(amounts expressed in thousands)

| Fiscal Year | General Government | Judicial Administration | Public Safety | Public Works | Education  | Parks, Recreation, & Cultural |
|-------------|--------------------|-------------------------|---------------|--------------|------------|-------------------------------|
| 2015        | \$ 379             | \$ 142                  | \$ 3,502      | \$ 57,318    | \$ 128,605 | \$ 22,370                     |
| 2016        | \$ 147             | \$ 11                   | \$ 10,409     | \$ 64,141    | \$ 133,195 | \$ 18,743                     |
| 2017        | \$ 3,511           | \$ 365                  | \$ 34,487     | \$ 47,833    | \$ 155,581 | \$ 3,885                      |
| 2018        | \$ 1,324           | \$ 632                  | \$ 26,941     | \$ 80,010    | \$ 96,351  | \$ 6,459                      |
| 2019        | \$ 6,432           | \$ 1,100                | \$ 45,243     | \$ 80,386    | \$ 144,499 | \$ 6,140                      |
| 2020        | \$ 10,259          | \$ 350                  | \$ 14,506     | \$ 58,780    | \$ 171,038 | \$ 9,150                      |
| 2021        | \$ 13,803          | \$ 3,166                | \$ 15,855     | \$ 87,368    | \$ 117,934 | \$ 3,010                      |
| 2022        | \$ 11,419          | \$ 294                  | \$ 6,864      | \$ 83,301    | \$ 188,501 | \$ 6,300                      |
| 2023        | \$ 33,172          | \$ 287                  | \$ 31,712     | \$ 139,448   | \$ 123,792 | \$ 7,143                      |
| 2024        | \$ 11,105          | \$ 199                  | \$ 9,807      | \$ 133,382   | \$ 129,870 | \$ 3,446                      |

<sup>a</sup> Includes expenditures for capital projects in the Capital Projects Funds of the Primary Government and the School Board and Adult Detention Center Component Units.

TABLE 22 - General Governmental Expenditures by Function<sup>a</sup>

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|    | Parks, Recreation,<br>& Cultural | Community<br>Development | Capital Projects | Debt<br>Service <sup>b</sup> | Total        | Fiscal Year |
|----|----------------------------------|--------------------------|------------------|------------------------------|--------------|-------------|
| \$ | 31,085                           | \$ 53,879                | \$ 214,170       | \$ 119,226                   | \$ 1,771,873 | 2015        |
| \$ | 34,797                           | \$ 53,363                | \$ 229,154       | \$ 124,165                   | \$ 1,839,770 | 2016        |
| \$ | 44,186                           | \$ 58,165                | \$ 251,255       | \$ 134,737                   | \$ 1,985,519 | 2017        |
| \$ | 47,160                           | \$ 58,932                | \$ 219,906       | \$ 141,908                   | \$ 1,951,875 | 2018        |
| \$ | 49,645                           | \$ 58,519                | \$ 287,672       | \$ 146,043                   | \$ 2,154,756 | 2019        |
| \$ | 50,559                           | \$ 62,978                | \$ 272,511       | \$ 141,285                   | \$ 2,234,927 | 2020        |
| \$ | 50,535                           | \$ 75,827                | \$ 249,594       | \$ 146,436                   | \$ 2,333,954 | 2021        |
| \$ | 57,363                           | \$ 71,369                | \$ 305,719       | \$ 168,196                   | \$ 2,544,141 | 2022        |
| \$ | 64,325                           | \$ 68,338                | \$ 396,454       | \$ 143,915                   | \$ 2,791,037 | 2023        |
| \$ | 68,565                           | \$ 80,490                | \$ 468,503       | \$ 141,843                   | \$ 3,047,092 | 2024        |

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|    | Community<br>Development | Health & Welfare | Total      | Fiscal Year |
|----|--------------------------|------------------|------------|-------------|
| \$ | 1,854                    | \$ --            | \$ 214,170 | 2015        |
| \$ | 2,508                    | \$ --            | \$ 229,154 | 2016        |
| \$ | 5,538                    | \$ 55            | \$ 251,255 | 2017        |
| \$ | 7,829                    | \$ 360           | \$ 219,906 | 2018        |
| \$ | 3,545                    | \$ 327           | \$ 287,672 | 2019        |
| \$ | 8,300                    | \$ 128           | \$ 272,511 | 2020        |
| \$ | 8,456                    | \$ --            | \$ 249,594 | 2021        |
| \$ | 8,874                    | \$ 165           | \$ 305,719 | 2022        |
| \$ | 10,066                   | \$ 351           | \$ 345,971 | 2023        |
| \$ | 27,196                   | \$ 10,622        | \$ 325,627 | 2024        |

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 23 - Miscellaneous Statistical Data**

June 30, 2024

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|  |  |
|--|--|
| <b>Date of County Organization:</b>                              | March 25, 1731   |
| <b>Form of Government:</b>                                       | County Executive (as provided for by the Code of Virginia) |
| <b>Area:</b>   | 348 Square Miles   |
| <b>Number of general County personnel (full-time equivalent)</b> | 3,242  |
| <b>Services of Primary Government:</b>                           |  |
| Fire protection:   |  |
| Number of stations   | 22   |
| Number of career employees                                       | 811  |
| Number of volunteers   | 591  |
| Police protection:   |  |
| Number of stations   | 3  |
| Number of police officers  | 707  |
| Public Safety Communications:                                    |  |
| Number of employees  |  |
| Recreation (Parks & Recreation Department):                      |  |
| Acres developed or reserved for County parks                     | n/a  |
| <b>Services not included in the Primary Government:</b>          |  |
| Education (School Board Component Unit):                         |  |
| Number of public elementary, middle, and other schools           | 85   |
| Number of public high schools                                    | 13   |
| Fall Membership, fiscal year 2024                                | 90,709   |
| Number of personnel (full-time equivalent)                       | 13,333   |
| Correctional Operations (ADC Component Unit)                     |  |
| Capacity of main jail, central jail, and modular jail            | 530  |
| Capacity of work-release center                                  | 9  |
| Number of personnel (full-time equivalent)                       | 330  |

**Other statistical data:**

## Elections:

|   |         |
|---|---------|
| Registered voters at last general election    | 319,000 |
| Number of votes cast in last general election | 120,000 |
| Percent voting in last general election       | 38%     |

## Water and Wastewater Treatment

*(provided by Prince William County Service Authority):*

|                               |       |
|-------------------------------|-------|
| Miles of water mains          | 1,375 |
| Miles of sanitary sewer mains | 1,192 |

*Gas, electricity and telephone are furnished by private corporations. Water and sewage treatment for serviceable areas not covered by the Service Authority is provided by other private corporations.*

**COUNTY OF PRINCE WILLIAM, VIRGINIA**

**TABLE 24 - Schedule of Surety Bonds**

June 30, 2024

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**Travelers Casualty & Surety Company** (Provided by the Commonwealth of Virginia for Constitutional Officers)

Crime/Faithful Performance of Duty Blanket Bond

*(Insured: Prince William County, Prince William County - Manassas Regional Adult Detention Center)*

Honesty Blanket Bond

*(Insured: Same as Above)*

Public Official Bond - Michelle L. Attreed, Director of Finance / CFO

Public Official Bond - Phyllis Jennings, Director of Social Services

Public Official Bond - Christopher Shorter, County Executive

**Travelers Casualty & Surety Company** (Provided by the Commonwealth of Virginia for Constitutional Officers)

Surety Bond - Michelle L. Attreed, Director of Finance / CFO

Surety Bond - Jacqueline C. Smith, Clerk of the Court

Surety Bond - Glendell Hill, Sheriff

Surety Bond - George Hurlock, Acting Jail Superintendent





**Prince William County, Virginia**

Department of Finance  
1 County Complex Court  
Prince William, VA 22192  
703-792-6700

[pwcva.gov/finance](http://pwcva.gov/finance)



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