



MEMORANDUM

TO: Timothy J. Baroody, City Manager
FROM: Tripp Lawrence, Assistant Finance Director
RE: Amending the Fiscal Year 2023 Budget for Fredericksburg City Public Schools to Appropriate Funds for Capital Projects
DATE: January 2, 2023 (for the January 10, 2023 Meeting)

ISSUE

Shall City Council approve a FY 2023 Budget Amendment at the request of the School Board for use of School Fund balance for Capital Projects? These revenues are expected to fund routine maintenance and athletic improvements. The Fredericksburg City School Board approved this resolution at its September 12, 2022 School Board meeting.

RECOMMENDATION

Yes. Staff recommends approval on second reading. First reading was approved December 13, 2022.

BACKGROUND

The School Board, at their September 12, 2022 meeting, amended their budget and requested that City Council adopt a resolution amending the overall City budget for \$250,000 in use of fund balance. The total amount of the request is \$250,000.

The City Schools are currently reevaluating their FY 2023 capital needs, but generally expect these funds to be spent in two categories: (1) routine maintenance and (2) athletic improvements. Routine maintenance could include building repairs such as flooring, roofing and HVAC or boiler repairs. Athletic improvements could include replacing the sod on the football practice field and other general athletic improvements. Capital spending related to the health and safety of students will be prioritized.

The School Board agenda item from September 12, 2022 is attached for additional information.

FISCAL IMPACT

The total appropriation requested is \$250,000. No additional or new City funds are requested from City Council as part of the attached resolution.

Attachment: Resolution
School Board Agenda Item from September 12, 2022



January 10, 2023
Regular Meeting
Resolution 22-92

MOTION:

SECOND:

RE: Amending the Fiscal Year 2023 Budget for Fredericksburg City Public Schools to Appropriate Funds for Capital Projects

ACTION: APPROVED: AYES: ; NAYS:

FIRST READ: December 13, 2022 **SECOND READ:** _____

The Fredericksburg City School Board approved a resolution amending the School Budget on Monday, September 12, 2022 and requested that City Council approve and appropriate these funds.

The City Schools' Fund Balance is expected to fund routine maintenance and athletic improvements, including building repairs, replacing sod on the football practice field, and other general athletic improvements.

Therefore, City Council resolves that the following appropriation amending the FY 2023 budget in the School Fund be made:

School Fund (Fund 2050)

Fund Balance

Sources

Use of Fund Balance	2050 361010	\$ 250,000
Total		<u>\$ 250,000</u>

Uses

Transfer to Capital Fund	2050 492200	\$ 250,000
Total		<u>\$ 250,000</u>

Capital Fund (3010)

Transfer from Operating Fund

Sources

Transfer from Operating Fund	3010 341050	\$ 250,000
Total		<u>\$ 250,000</u>

Uses

Contingency	3010 499100	\$ 250,000
Total		<u>\$ 250,000</u>

Vote

Ayes:

Nays:

Absent from Vote:

Absent from Meeting:

Clerk's Certificate

I certify that I am Clerk of Council of the City of Fredericksburg, Virginia, and that the foregoing is a true copy of Resolution No. 22-92, adopted at a meeting of the City Council held January 10, 2023 at which a quorum was present and voted.

Tonya B. Lacey, MMC
Clerk of Council



Agenda Item Details

Meeting	Sep 12, 2022 - Regular School Board Meeting - Revised (September 12, 2022)
Category	7. Action Items
Subject	D. FY23 budget Appropriations for DEQ Clean Bus Program Grant and Capital Spending
Type	Action
Recommended Action	The Superintendent recommends that the School Board approve the FY23 budget Appropriations for DEQ Clean Bus Program Grant and Capital Spending.

FCPS has received a DEQ Clean Bus Program grant award for 10 electric buses in the amount of \$2,597,240. The total project cost is \$3,220,910. FCPS will need to use \$923,670 in fund balance to pay for the remainder of the cost. \$300,000 will be funded by fund balance in the operating fund that will be transferred to the special revenue fund. \$623,670 will be funded by fund balance in the special revenue fund. All amounts need to be appropriated for use in FY23.

FCPS also needs to appropriate \$250,000 for capital projects in FY23. This will be funded by surplus funds in the operating fund in FY22. All amounts need to be appropriated for use in FY23.

[2023 03 Supplements and Appropriations.pdf \(69 KB\)](#)

Motion & Voting

The Superintendent recommends that the School Board approve the FY23 budget Appropriations for DEQ Clean Bus Program Grant and Capital Spending.

Motion by Jennifer Boyd, second by Matt Rowe.

Motion Carries Unanimously

Aye: Jarvis Bailey, Jennifer Boyd, Malvina Kay, Kathleen Pomeroy, Jannan Holmes, Matt Rowe



**Fiscal Year 2023 Budget Appropriations
September 12, 2022**

Department of Environmental Quality Clean Bus Program Grant Award

FCPS has received a DEQ Clean Bus Program grant award for 10 electric buses in the amount of \$2,597,240. The total project cost is \$3,220,910. FCPS will need to use \$923,670 in fund balance to pay for the remainder of the cost. \$300,000 will be funded by fund balance in the operating fund that will be transferred to the special revenue fund. \$623,670 will be funded by fund balance in the special revenue fund. All amounts need to be appropriated for use in FY23.

OPERATING FUND:

Sources:

Use of Fund Balance	2050	361010	\$ 300,000
			<u>\$ 300,000</u>

Uses:

Transfer to Special Revenue Fund	2050	492090	\$ 300,000
			<u>\$ 300,000</u>

SPECIAL REVENUE FUND:

Sources:

Transfer from Operating Fund	2110	341050	\$ 300,000
Use of Fund Balance	2110	361010	623,670
DEQ Clean Bus Grant	G66034CB	366034	S0319 2,597,240
			<u>\$ 3,520,910</u>

Uses:

Motor Vehicle & Equipment Replacement	G66034CB	481050	S0319 \$ 3,520,910
			<u>\$ 3,520,910</u>

Use of Fund Balance for Capital Projects

FCPS will need to appropriate \$250,000 for capital projects in FY23. This will be funded by surplus funds in the operating fund in FY22. All amounts need to be appropriated for use in FY23.

OPERATING FUND:

Sources:

Use of Fund Balance	2050	361010	\$ 250,000
			<u>\$ 250,000</u>

Uses:

Transfer to Capital Fund	2050	492200	\$ 250,000
			<u>\$ 250,000</u>

CAPITAL FUND:

Sources:

Transfer from Operating Fund	3010	341050	\$ 250,000
			<u>\$ 250,000</u>

Uses:

Contingency	3010	499100	\$ 250,000
			<u>\$ 250,000</u>