



MEMORANDUM

TO: Timothy J. Baroody, City Manager
FROM: Donna Leahy, Budget Analyst
Robyn Shugart, Director of Finance
DATE: April 20, 2023 (for April 25, 2023 City Council Meeting)
SUBJECT: Fiscal Year (FY) 2024 Operating and Capital Budget Resolution

ISSUE

The City Council is asked to approve the FY 2024 Operating and Capital budget.

RECOMMENDATION

Staff recommends approval of the attached resolution on first reading. Second reading is scheduled to take place on May 9, 2023.

DISCUSSION

This resolution is the main budget resolution for the City for FY 2024.

Public Hearing

A public hearing was held on the budget on April 18, 2023. Comments were heard from the public regarding partner agency allocations.

FY 2024 Operating and Capital Budget

The FY 2024 Recommended Budget anticipates continued positive growth in revenues. The local and regional economy has remained resilient despite inflationary impacts and changes to the way we live post-pandemic. The budget reflects increased projections in consumption-related taxes including sales tax, meals tax, lodging tax, admissions tax, and business license tax. In addition to robust organic revenue growth this budget relies on a \$.04 real estate tax increase, moving from \$0.86 to \$0.90 per \$100 in valuation (a roughly 4.7% increase). This will generate approximately \$1.8 million in new general fund revenue. There is also a recommended Lodging Tax fee increase from 6% to 8% generating an estimated additional \$560,000. The FY 2024 budget also includes some updates to Parks and Recreation fees and EMS fees.

The attached budget is a responsible plan for FY 2024 that responds to increases in operating costs and advances several major capital projects, most notably the Wastewater Treatment Plant upgrade, Public Safety Computer Aided Dispatch System Replacement, stormwater projects, and design and engineering for the new Fire Station. An average 9.5% increase in pay is included for non-public safety employees; the average for public safety employees would

exceed 10%. The FY 2024 Recommended Budget includes the full year debt service payments for General Government projects.

General Fund

The General Fund budget of **\$121,434,445** is an increase of \$6,479,690, or 5.6% from the FY 2023 original General Fund appropriation of \$114,954,755.

General Fund Expenditures

The major proposition changes from the original FY 2024 City Manager's Recommended Budget to the amended FY 2024 City Manager's Recommended Budget are:

- Increase in Real Estate Tax rate from \$.86 to \$.90 per \$100 in valuation
- Update on employee compensation calculation. The Recommended Budget included increased compensation for all employees averaging 7.14%. The new compensation calculation includes an average 9.5% increase in pay for non-public safety employees. The average for public safety employees would exceed 10%
- Increased partner agency allocations of \$62,000
- A new ½ year Medic position at \$48,584.

General Fund Revenues

The FY 2024 revenue forecast includes the recommended General Fund revenue increase of 4 cents to the real estate tax rate, from \$0.86 to \$0.90 per \$100 in valuation. This change is estimated to raise \$1,824,000 in new revenue in the General Fund. Since FY 2017, two cents per \$100 valuation on the real estate tax rate has been assigned to the City's Stormwater Management Fund.

The revenue forecast also includes increases in Emergency Medical Service Fees; Parks, Recreation, and Events fees; and Transient Occupancy – Lodging – Tax (from 6% to 8%).

Staff recommends that the overall General Fund revenues, not including the use of fund balance, be forecast for \$117,055,992. As of April 19, 2023, the date of this memo, updates to the state's two-year budget have not been finalized. Any changes that are not reflected in the FY 2024 Budget will be discussed in future work sessions with City Council.

Use of Fund Balance

The use of General Fund balance is **\$4,378,453**. Of that total, \$3,696,165 is the amount used from the fund balance committed for capital projects. An additional \$682,288 is a use of fund balance in FY 2024 for the Jail Stabilization Fund to assist in paying the City's FY 2024 operating and debt service costs for the regional correction institutions.

General Fund Contingency

The General Fund Contingency in the recommended budget was \$550,000. As a balancing entry from the other changes in the budget, the General Fund contingency is now proposed to be \$552,043.

General Fund Attrition Savings

Over the past several years, the City budget has included an allowance for turnover and attrition savings in the General Fund. The City utilizes a system where a negative number is created in the budget, which has the effect of reducing the total expenditures in the General Fund. Towards the end of the fiscal year, the staff transfers positive budget savings as they become available to the Attrition Savings line item until it reaches a zero balance.

The Attrition Savings line in the budget is \$450,000.

Personnel

New General Fund positions funded in the Budget include:

- Community Planning and Building, Building Inspector II (half year)
- Police Department, Deputy Chief
- Police Department, Officer (half year)
- Fire Department, Battalion Chief of Training & Special Operations
- Parks, Recreation, and Events, Maintenance Superintendent (half year)
- Information Technology, conversion of a part-time Administrative Support Specialist to full-time.

Overview of Other Main Operating Funds

City Grants Fund

The City Grants Fund is recommended for funding at **\$1,814,465**, which is a 37% increase from the original FY 2023 budget level of \$1,320,821. In FY 2024, staff has budgeted for items that in the past have been handled by mid-year appropriations.

Other major programs funded through the City Grants Fund include various Police and Fire Department grants, the Farmers Market, the Victim Witness Program, and the Community Development Block Grant Program.

Stormwater Management Fund

The City's Stormwater Management Fund is recommended for first reading funding at **\$1,007,063**. This is 7.6% higher than the FY 2023 Original budget of \$936,326.

This fund was created in FY 2017 to assist with tracking activities related to the management of stormwater in the City. The revenue for this fund is calculated as \$0.02 per \$100 valuation on the real estate tax rate.

Water Operating Fund & Wastewater Operating Fund

The Water Operating Fund is recommended for **\$9,154,532**, a 46% increase from the FY 2023 original funding level of \$6,286,724. This large increase is due to transfers for Water Capital Projects (including Internal System Improvements and Spotsylvania Shared Water Projects) and increased compensation and debt service expenditures. The Wastewater Operating Fund is recommended at **\$10,456,825**, a 4.7% increase from the FY 2023 original funding level of \$9,983,358.

This resolution contains the fee increase of 10% for water and 10% sewer effective July 1 that was proposed and publicly heard April 18, 2023.

The Budget includes the funding of four new positions: Lead Crew Member, two Crew Member II, and an Equipment Operator II.

Transit Operating Fund

The Transit Operating Fund is recommended on first reading for **\$8,440,962**. This is a 10% decrease from the FY 2023 original funding level of \$9,377,236.

In February 2022, FRED began fare free service on all routes, made possible through grant funding from the Virginia Department of Rail and Public Transportation's Transit Ridership Incentive Program. This fare free service is anticipated to increase ridership. This grant spans a three year time frame and Fredericksburg Regional Transit will reassess the program annually.

The Budget includes funding for the following full-time positions:

- Dispatcher
- Customer Service Representative
- Mechanic
- Administrative Support Specialist.

Parking Fund

The Parking Fund is recommended for first reading funding at **\$736,173**, a 3.8% decrease from the FY 2023 original budget of \$765,569. Utilization of the Sophia Street parking deck decreased in FY 2021 and began to rebound in FY 2022, continuing into FY 2023 and local revenue sources have increased. Gasoline Tax revenues have been adjusted down because of a decrease in projected operating capital expenditures from FY 2023 to FY 2024.

Social Services Fund

The Social Services Fund is recommended for FY 2024 funding at **\$8,177,888**, which includes \$1,806,661 of local funding. The majority of local funding is provided by a combination of the use of Social Services Fund Balance of \$275,531 and a transfer from the General Fund of \$1,484,476.

An upgrade of a part-time position, Family Services Specialist, to full-time has been recommended in FY 2024. This position would assist with the increasing caseload of in-home

(foster care prevention) cases. Two positions, another Family Services Specialist and a Human Service Aide III, are being converted from temporary over hires to permanent staff.

Children's Services Act Fund

The Children's Services Act Fund is recommended for FY 2024 for funding at **\$3,939,826**. This includes \$1,450,788 of local funding. The local funding is a combination of the use of the Children's Services Act Fund Balance of \$396,581 and \$1,054,207 in a transfer from the General Fund.

Multi-Purpose Stadium Fund

The Multi-Purpose Stadium Fund is included in the budget at **\$1,055,000**, which meets the City's funding commitment for the stadium of \$1,050,000 and includes a small amount in case there are fees or other costs associated with City events. The staff recommends the use of revenues derived from the stadium to meet this commitment.

Fredericksburg Opportunity Fund

The Fredericksburg Opportunity Fund is recommended for FY 2024 funding at **\$150,000**. This amount includes payments to the EDA for the Expo Center Performance Agreement (\$50,000) and Sports Tourism Support (\$100,000).

American Rescue Plan Act

The resolution includes \$773,400 in appropriations for the American Rescue Plan Act funds from the federal government. The appropriation includes:

- \$191,000 for the Public Works Department, replacement roll-out carts
- \$307,400 for the Information Technology Department, fiber network expansion
- \$275,000 for the Fire Department, Self-Contained Breathing Apparatus (SCBA) replacement.

Next Steps

The attached resolution adopts and appropriates the budget. City Council can adjust the budget for second reading, and City Council is able to amend the budget at any time during the fiscal year as conditions warrant.

Council was presented with a full proposed Capital Improvements Plan and has held meetings addressing proposed projects in March and April of 2023. A separate resolution to adopt the CIP for the full planning period will be brought before the City Council for consideration in May.

FISCAL IMPACT

The attached resolution budgets the General Fund by \$121,434,445. The budget resolution also includes the Capital Funds, Debt Service Funds, the City Grants Fund, the Social Services Fund, the Children's Services Act Fund, the Stormwater Management Fund, the Fredericksburg

Opportunity Fund, the Baseball Stadium Fund plus a variety of other Special Revenue Funds. It also includes the City's Enterprise Funds (Water, Wastewater, Transit, and Parking) and its fiscal agency funds.

cc: Mark Whitley, Assistant City Manager

Attachments: Fiscal Year (FY) 2024 Operating and Capital Budget Resolution

ITEM # 11 H



MOTION:

**April 25, 2023
Regular Meeting
Resolution 23-**

SECOND:

RE: Budgeting and Appropriating Funds for Fiscal Year (FY) 2024 Beginning July 1, 2023 through June 30, 2024

ACTION: APPROVED: Ayes: 0; Nays: 0

FIRST READ: _____ SECOND READ: _____

Section 1.

The City Manager has submitted to the City Council a proposed balanced FY 2024 budget necessary for the provision of City services.

A duly advertised public hearing was held on April 18, 2023.

The City Council has reviewed and made certain revisions to the budget.

Therefore, the City Council resolves that the annual GENERAL FUND budget for Fiscal Year 2024 shall be \$121,434,445. City Council further resolves that an appropriation of \$121,434,445 be made in the General Fund. The full budget amounts are shown as follows:

<u>Function</u>	
Board of Real Estate Assessors	\$ 0
Board of Zoning Appeals	1,900
City Council	245,350
City Manager	1,118,397
Clerk of the Council	174,745
Clerk of the Circuit Court	952,998
Commissioner of the Revenue	1,267,441
Commonwealth's Attorney	1,799,409
Courts	291,237
Diversity & Training	126,990
Economic Development	1,368,469
Fire	10,894,993
Finance	1,159,585
Historic Resources	236,110
HR	723,613
Insurance	1,103,300
IT	3,001,315

J&DR Services.....	137,979
Legal Services.....	542,465
Nondepartmental.....	116,560
Planning.....	900,047
Building.....	1,035,768
Parks, Recreation & Events.....	3,912,277
Police.....	11,855,880
Police – E911.....	2,105,722
Public Facilities.....	3,279,107
Public Information.....	148,763
Public Works.....	8,792,778
Risk Management.....	121,674
Sheriff.....	3,172,092
Transportation Division.....	156,138
Treasurer.....	1,105,249
Voter Registrar.....	562,290
Schools.....	30,750,000
School Capital.....	300,000
Correction & Detention.....	5,752,716
Outside Agencies.....	3,086,932
Debt Service.....	11,931,644
Transfer to Capital.....	3,396,165
Transfer to Social Services.....	1,484,566
Transfer to Children's Services Act.....	1,054,207
Transfers - Others.....	1,090,531
OPEB Benefit Trust.....	75,000
Contingency.....	552,043
Attrition Savings.....	(450,000)
TOTAL.....	\$ 121,434,445

The City Council further resolves that the annual appropriation in the sum of \$56,468,706 for FY 2024 be made from the SCHOOL OPERATING FUND (Fund 2050) which monies are to be expended in accordance with law for purposes authorized and approved by the Fredericksburg City School Board.

The City Council further resolves that the annual appropriation in the sum of \$15,820,398 for FY 2024 be made from the SCHOOL GRANTS FUND (Fund 2110) which monies are to be expended in accordance with law for purposes authorized and approved by the Fredericksburg City School Board.

The City Council further resolves that the annual appropriation in the sum of \$8,177,888 for FY 2024 be made from the SOCIAL SERVICES FUND (Fund 0201) which monies are to be expended

in accordance with law for purposes authorized and approved by the City Council and the City of Fredericksburg Board of Social Services.

The City Council further resolves that the annual appropriation in the sum of \$3,939,826 for FY 2024 be made from the CHILDREN'S SERVICES ACT FUND (Fund 0204) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council and the City of Fredericksburg Community Policy Management Team.

The City Council further resolves that the annual appropriation in the sum of \$1,814,465 for FY 2024 be made from the CITY GRANTS FUND (Fund 0210) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$605,250 for FY 2024 be made from the ECONOMIC DEVELOPMENT AUTHORITY FUND (Fund 0215) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council and the City Economic Development Authority.

The City Council further resolves that the annual appropriation in the sum of \$1,055,000 for FY 2024 be made from the MULTI-PURPOSE STADIUM FUND (Fund 0217) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$150,000 for FY 2024 be made from the FREDERICKSBURG OPPORTUNITY FUND (Fund 0226) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$60,000 for FY 2024 be made from the BLIGHT ABATEMENT FUND (Fund 0228) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$1,007,063 for FY 2024 be made from the STORMWATER MANAGEMENT FUND (Fund 0229) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$773,400 for FY 2024 be made from the COVID-19 RELIEF FUND (Fund 0230) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$5,268,166 for FY 2024 be made from the GENERAL OBLIGATION BOND FUND (Fund 0401) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$7,838,931 for FY 2024 be made from the EDUCATION BOND FUND (Fund 0403) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$9,154,532 for FY 2024 be made from the WATER ENTERPRISE FUND (Fund 0501) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$10,456,825 for FY 2024 be made from the WASTEWATER ENTERPRISE FUND (Fund 0502) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$8,440,962 for FY 2024 be made from the PUBLIC TRANSPORTATION FUND (Fund 0503) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$736,173 for FY 2024 be made from the PARKING FUND (Fund 0504) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$146,351 for FY 2024 be made from the RIPARIAN LAND STEWARDSHIP FUND (Fund 0801) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$5,000 for FY 2024 be made from the OPEB TRUST FUND (Fund 0805) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council.

The City Council further resolves that the annual appropriation in the sum of \$1,473,899 for FY 2024 be made from the RAPPAHANNOCK REGIONAL CRIMINAL JUSTICE ACADEMY FUND (Fund 0736) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council and the Rappahannock Regional Criminal Justice Academy Board.

The City Council further resolves that the annual appropriation in the sum of \$1,695,718 for FY 2024 be made from the RAPPAHANNOCK AREA OFFICE ON YOUTH FUND (Fund 0738) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council and the Rappahannock Area Office on Youth and Chaplin Group Home Commission.

The City Council further resolves that the annual appropriation in the sum of \$35,000 for FY 2024 be made from the SPECIAL WELFARE REVENUE FUND (Fund 0739) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council and the City of Fredericksburg Social Services Board.

The City Council further resolves that the annual appropriation in the sum of \$288,734 for FY 2024 be made from the COURT SERVICES UNIT FUND (Fund 0747) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council and the 15th District Juvenile and Domestic Relations Court Services Unit.

The City Council further resolves that the annual appropriation in the sum of \$1,517,158 for FY 2024 be made from the CELEBRATE VIRGINIA SOUTH COMMUNITY DEVELOPMENT AUTHORITY FUND (Fund 0753) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council and the Celebrate Virginia South Community Development Authority.

The City Council further resolves that the City Manager is authorized to make line-item changes within budget program totals and such changes shall be reported to the City Council by way of periodic financial reports. The City Manager is also authorized to utilize the \$250,000 General Fund Pay Plan Reserve (10093100 498990) during FY 2024 to amend the budget for additional salary or benefit expenditures throughout the General Fund.

The City Council further resolves that at the close of the fiscal year the City Manager is authorized to maintain appropriations for encumbrances and grants.

The City Council further resolves that the City Manager is authorized to increase budgets and appropriations for the following items of non-budgeted restricted revenue that may occur during FY 2024:

1. Insurance recoveries received for damages to City properties for which City funds have been expended to make repairs.
2. Defaulted builder and developer securities to be used for uncompleted projects.
3. Asset forfeiture funds.
4. Donations under \$25,000 given for a specific purpose.

The City Council further resolves that the appropriations made herein shall become available for expenditures July 1, 2023 and shall expire June 30, 2024.

Section 2. Operating Fund Revenues.

It is estimated that revenues and other sources will be available during the FY beginning on July 1, 2023 and ending on June 30, 2024 to meet the foregoing budget according to the following sources:

<u>General Fund</u>	
Local Sources.....	\$ 108,628,401
Revenue from the Commonwealth	7,094,816
Revenue from the Federal Government	110,000

Transfers from Other Funds.....	1,222,775
Fund Balance (Committed Capital)	3,696,165
Fund Balance (Assigned)	682,288
Total	\$ 121,434,445

School Operating Fund

Local Sources	\$ 572,075
Revenue from the Commonwealth	23,896,631
Transfer from the General Fund	30,750,000
Fund Balance	1,250,000
Total	\$ 56,468,706

School Grants Fund

School Grants Revenue	\$15,820,398
Total	\$ 15,820,398

Social Services Fund – Operating

Local Sources.....	\$ 46,654
Revenue from the Commonwealth	2,451,444
Revenue from the Federal Government.....	3,919,783
Transfer from the General Fund	1,484,476
Fund Balance.....	275,531
Total	\$ 8,177,888

Children’s Services Act Fund

Revenue from the Commonwealth	\$ 2,446,180
Revenue from the Federal Government.....	42,858
Transfer from the General Fund	1,054,207
Fund Balance	396,581
Total	\$ 3,939,826

City Grants – Other Miscellaneous

Local Sources.....	\$ 284,200
Revenue from the Commonwealth	548,907
Revenue from the Federal Government.....	735,064
Transfer from the General Fund	220,076
Fund Balance.....	26,218
Total	\$ 1,814,465

Economic Development Authority Fund

Contributions from the City	\$150,000
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Transfer from the General Fund 455,250
Total **\$ 605,250**

Multi-Purpose Stadium Fund

Local Sources..... \$ 1,055,000
Total **\$ 1,055,000**

Fredericksburg Opportunity Fund

Local Sources..... \$ 50,000
Fund Balance..... 100,000
Total **\$ 150,000**

Blight Abatement Fund

Local Sources..... \$10,000
Fund Balance 50,000
Total **\$60,000**

Storm Water Management Fund

Real Estate Property Tax \$920,000
Transfer from the General Fund 24,019
Fund Balance..... 63,044
Total **\$1,007,063**

Covid-19 Relief Fund

Revenue from the Federal Government \$773,400
Total **\$773,400**

Debt Service Funds

Transfer from the General Fund (General) \$4,800,247
Transfer from the General Fund (Education) 7,131,397
VPSA Credit 220,764
R-Board Revenue 282,047
Fund Balance (Committed) 153,884
Fund Balance 518,758
Total **\$13,107,097**

Water Fund

Local Sources..... \$ 5,652,877
Fund Balance..... 3,501,655
Total **\$ 9,154,532**

Wastewater Fund

Local Sources..... \$ 9,031,415

Fund Balance	1,425,410
Total	\$ 10,456,825

Public Transportation Fund

Local Sources	\$ 647,092
Revenue from the Commonwealth	1,479,772
Revenue from the Federal Government.....	5,128,751
Fund Balance	1,185,347
Total	\$ 8,440,962

Parking Fund

Local Sources.....	\$ 616,950
Fund Balance	119,223
Total	\$ 736,173

Riparian Lands Fund

Local Sources.....	\$ 52,971
Transfer from the General Fund	91,186
Fund Balance	2,194
Total	\$ 146,351

OPEB Trust Fund

Fund Balance	\$ 5,000
Total	\$ 5,000

Rappahannock Regional Criminal Justice Academy Fund

Academy Revenue	\$ 1,423,899
Fund Balance	50,000
Total	\$ 1,473,899

Rappahannock Area Office on Youth and Chaplin Group Home Fund

Office on Youth Revenues.....	\$ 1,459,097
Fund Balance	\$ 236,621
Total	\$ 1,695,718

Special Welfare Fund

Local Sources.....	\$ 25,000
Fund Balance	10,000
Total	\$35,000

Court Services Unit Fund

CSU Revenues	\$ 250,960
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Fund Balance.....	37,774
Total	\$ 288,734

<u>Celebrate Virginia South CDA Fund</u>	
CDA Assessments	\$1,517,158
Total	\$1,517,158

Section 3. FY 2024 Capital Budget

The City Manager has submitted to the City Council a FY 2024 capital budget for the City’s various capital funds.

The City Council resolves that the annual appropriation in the sum of \$4,550,000 for FY 2024 be made from the SCHOOL CAPITAL FUND (Fund 3010 & 3110) which monies are to be expended in accordance with law for purposes authorized and approved by the Fredericksburg City School Board.

The City Council further resolves that the annual appropriation in the sum of \$2,585,800 for FY 2024 be made from the PUBLIC WORKS CAPITAL FUND (Fund 0302) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council. The budgeted projects are as follows:

<u>Public Works Equipment Replacement</u>	\$ 225,000
<u>Stormwater Management</u>	
Canal Maintenance & Improvements.....	30,000
Culvert Replacement & Repair	650,000
<u>Other Public Works Projects</u>	
Wheeled Refuse Cart Phase 2	191,000
<u>Transportation</u>	
Annual Asphalt & Concrete Repair Program	700,000
Mary Washington Connector.....	212,800
Stafford Avenue Reconstruction.....	577,000
Total Public Works Capital Fund	\$2,585,800

The City Council further resolves that the annual appropriation in the sum of \$2,705,021 for FY 2024 be made from the WATER SYSTEM IMPROVEMENT FUND (Fund 0303) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council. The budgeted projects are as follows:

Sewer & Water Master Plan	\$ 150,000
Internal System Improvements	350,000
Pressure Release Valve Replacement / Rehab	180,000

Spotsylvania Shared Water Projects	2,025,021
Total Water System Improvement Fund	\$2,705,021

The City Council further resolves that the annual appropriation in the sum of \$61,602,986 for FY 2024 be made from the WASTEWATER SYSTEM IMPROVEMENT FUND (Fund 0304) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council. The budgeted projects are as follows:

Annual Manhole Sewer System Rehab.....	\$175,000
Annual Sewer Cleaning & Inspection.....	375,000
Sewer & Water Master Plan	150,000
WWTP Upgrade & Consolidation.....	59,510,000
Route 2 & 17 Pump Station Improvements.....	85,000
Sanitary Sewer Systems Improvements	600,000
Spotsylvania Shared Wastewater Projects	707,986
Total Wastewater System Improvement Fund	\$61,602,986

The City Council further resolves that the annual appropriation in the sum of \$7,625,585 for FY 2024 be made from the PUBLIC FACILITIES CAPITAL FUND (Fund 0305) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council. The budgeted projects are as follows:

<u>Information Technology</u>	
Cybersecurity	\$ 95,791
ERP – Additional Modules.....	190,970
Fiber Network Expansion	370,060
IT Disaster Resilience	180,000
Computer Aided Dispatch.....	4,850,000
Technology Replacements	273,764
<u>Parks, Recreation & Events</u>	
Alum Spring Park.....	100,000
Dixon Park	125,000
Memorial Park.....	390,000
Old Mill Park.....	75,000
<u>Community Planning & Building</u>	
Planning Area Updates.....	200,000
Downman House.....	100,000
<u>Public Works</u>	
City Hall Renovation.....	75,000
City Shop Improvements.....	225,000
Fredericksburg Area Museum.....	150,000
Parking Garage	225,000
Total Public Facilities Capital Fund	\$7,625,585

The City Council further resolves that the annual appropriation in the sum of \$2,635,980 for FY 2024 be made from the PUBLIC SAFETY CAPITAL FUND (Fund 0306) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council. The budgeted projects are as follows:

New Fire Station	\$2,000,000
Public Safety Body Cameras and Tasers	185,229
Public Safety Radio Replacements.....	175,751
SCBA Replacement.....	275,000
Total Public Safety Capital Fund.....	\$2,635,980

The City Council further resolves that the annual appropriation in the sum of \$150,000 for FY 2024 be made from the FXBGO TRANSIT CAPITAL FUND (Fund 0309) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council. The budgeted projects are as follows:

FXBGO Central Parking Lot.....	\$ 150,000
Total Transit Capital Fund.....	\$ 150,000

The City Council further resolves that the appropriations made herein shall become available for expenditures July 1, 2023 and shall expire June 30, 2024.

Section 4. Capital Fund Revenues

It is estimated that revenues and other sources will be available during the FY beginning on July 1, 2023 and ending on June 30, 2024 to meet the foregoing budget according to the following sources:

Public Education Capital Fund (Fund 3010 & Fund 3110)

General Fund Transfer	\$ 300,000
ESSER Grant Funds	2,000,000
Fund Balance (Operating Fund)	2,250,000
Total Public Education Capital Fund	\$ 4,550,000

Public Works Capital Fund (Fund 0302)

Local Sources.....	\$ 303,000
Motor Fuels Tax	288,500
Revenue from the Commonwealth (VDOT Grants)	212,800
Revenue from the Commonwealth (VDOT Revenue Sharing).....	288,500
Transfer from the General Fund	1,122,000
Transfer from the Stormwater Management Fund	180,000
Transfer from the Covid-19 Fund	191,000

Total Public Works Capital Fund..... \$ 2,585,800

Water System Improvement Fund (Fund 0303)

System Revenues \$ 750,854
Fund Reserves 1,954,167
Total Water Capital Improvement Fund \$ 2,705,021

Wastewater System Improvement Fund (Fund 0304)

Local Sources (Recovered Cost WWTP Expansion)..... \$ 2,000,000
Revenue from the Commonwealth (DEQ WQIF) 19,050,000
Revenue from the Commonwealth (State Appropriated Funds) 12,000,000
Revenue from the Commonwealth (ENRCPP Grant) 13,580,000
Revenue from the Federal Government (Clean Water Revolving Fund) 11,880,000
2022 (A) Debt Funded 589,630
System Revenues 1,418,356
Fund Reserves 1,085,000
Total Wastewater System Improvement Fund \$ 61,602,986

Public Facilities Capital Fund (Fund 0305)

Local Sources (Recovered Cost Public Facilities Capital) \$ 430,000
Transfer from the General Fund 2,038,185
Transfer from the Covid-19 Fund..... 307,400
2022 (A) Debt Funded 4,850,000
Total Public Facilities Capital Improvement Fund \$ 7,625,585

Public Safety Capital Fund (Fund 0306)

Local Sources..... \$ 125,000
Transfer from the General Fund 235,980
Transfer from the Covid-19 Fund 275,000
2022(A) Debt Funded..... 2,000,000
Total Public Safety Capital Improvement Fund \$ 2,635,980

FXBGO Transit Capital Fund (Fund 0309)

Fund Balance (Committed Capital) \$ 150,000
Total Transit Capital Fund \$ 150,000

- Votes:**
- 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. 23-, adopted at a meeting of the City Council held April 25, 2023, at which a quorum was present and voted.

Tonya B. Lacey, MMC
Clerk of Council