



MOTION: KELLY

June 23, 2020
Regular Meeting
Resolution No. 20-44

SECOND: DEVINE

RE: Budgeting and Appropriating Funds for Fiscal Year (FY) 2021 Beginning July 1, 2020 through June 30, 2021

ACTION: APPROVED: Ayes: 7; Nays 0

FIRST READ: June 9, 2020 SECOND READ: June 23, 2020

Section 1.

The City Manager has submitted to the City Council a proposed balanced FY 2021 budget necessary for the provision of City services.

A duly advertised public hearing was held on May 26, 2020 at which comments from the public concerning the budget were heard.

Given that economic conditions resulting from the COVID-19 pandemic may create the need for enhanced cash flow or reserves, the City deems it prudent and sound financial practice to adopt the FY 2021 operating and capital budget while appropriating the FY 2021 operating and capital budget at 75 percent (75%) of total annual revenue and expenditures. The City will conduct a mid-year review of the budget to revise revenue expectations as appropriate and complete the appropriations process.

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 2021 shall be \$94,324,942. City Council further resolves that an appropriation of \$70,743,707 be made in the General Fund. The full budget amounts are shown as follows:

<u>Function</u>	
City Council	220,142
City Manager.....	962,025
Clerk of the Council	116,121
Clerk of the Circuit Court.....	822,856
Commissioner of the Revenue.....	1,080,075
Commonwealth's Attorney.....	1,538,036
Courts	344,555
Economic Development.....	950,752
Fire	6,034,458
Fire - EMS.....	1,949,286
Finance	812,220
Historic Resources	87,395
HR	462,220

Insurance	961,000
IT	1,965,284
Legal Services	403,270
Nondepartmental	136,000
Planning	714,861
Building	712,338
Board of Zoning Appeals	1,100
Parks, Recreation & Events.....	2,818,538
Police	8,784,373
Police – E911.....	1,466,675
Public Facilities.....	2,812,733
Public Information	91,582
Public Works	7,194,000
Risk Management	122,826
Sheriff	2,423,080
Transportation Division.....	162,789
Treasurer	878,281
Voter Registrar	469,533
Schools.....	29,199,266
Correction & Detention.....	3,995,952
Outside Agencies	2,713,809
Debt Service.....	6,542,534
Transfer to Capital.....	1,633,554
Transfer to Social Service	920,976
Transfer to Children's Services Act.....	1,175,000
Transfers - Others.....	602,000
Contingency	793,447
Attrition Savings	(750,000)
TOTAL	\$94,324,942

The City Council further resolves that the annual SOCIAL SERVICES FUND (Fund 201) budget for Fiscal Year 2021 shall be **\$6,469,127**. City Council further resolves that an appropriation of **\$4,851,845** be made in the Social Services Fund, 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 CHILDREN’S SERVICES ACT FUND (Fund 0204) budget for Fiscal Year 2021 shall be **\$3,897,914**. City Council further resolves that an appropriation of **\$2,923,436** be made in the Children’s Services Act Fund, 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 CITY GRANTS FUND (Fund 0210) budget for Fiscal Year 2021 shall be **\$1,480,419**. City Council further resolves that an appropriation of **\$1,110,314**

be made in the City Grants Fund, 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 ECONOMIC DEVELOPMENT AUTHORITY FUND (Fund 0215) budget for Fiscal Year 2021 shall be **\$150,000**. City Council further resolves that an appropriation of **\$112,500** be made in the Economic Development Authority Fund, 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 FREDERICKSBURG OPPORTUNITY FUND (Fund 0226) budget for Fiscal Year 2021 shall be **\$75,000**. City Council further resolves that an appropriation of **\$56,250** be made in the Fredericksburg Opportunity Fund, 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 BLIGHT ABATEMENT FUND (Fund 0228) budget for Fiscal Year 2021 shall be **\$95,000**. City Council further resolves that an appropriation of **\$71,250** be made in the Blight Abatement Fund, 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 STORMWATER MANAGEMENT FUND (Fund 0229) budget for Fiscal Year 2021 shall be **\$863,505**. City Council further resolves that an appropriation be made in the Stormwater Management Fund of **\$647,629**, 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 GENERAL OBLIGATION BOND FUND (Fund 0401) budget for Fiscal Year 2021 shall be **\$2,910,701**. City Council further resolves that an appropriation of **\$2,183,026** be made in the General Obligation Bond Fund, which monies are to be expended in accordance with law for purposes authorized and approved by City Council.

The City Council further resolves that the annual EDUCATION BOND FUND (Fund 0403) budget for Fiscal Year 2021 shall be **\$4,065,113**. City Council further resolves that an appropriation of **\$3,048,835** be made in the Education Bond Fund, 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 WATER ENTERPRISE FUND (Fund 501) budget for Fiscal Year 2021 shall be **\$6,531,735**. City Council further resolves that an appropriation of **\$4,898,801** be made in the Water Enterprise Fund, which monies are to be expended in accordance with law for purposes authorized and approved by City Council.

The City Council further resolves that the annual WASTEWATER ENTERPRISE FUND (Fund 0502) budget for Fiscal Year 2021 shall be **\$8,702,585**. City Council further resolves that an appropriation of **\$6,526,939** be made in the Wastewater Enterprise Fund, which monies are to be expended in accordance with law for purposes authorized and approved by City Council.

The City Council further resolves that the annual PUBLIC TRANSPORTATION FUND (Fund 0503) budget for Fiscal Year 2021 shall be \$7,224,831. City Council further resolves that an appropriation of \$5,418,623 be made in the Public Transportation Fund, which monies are to be expended in accordance with law for purposes authorized and approved by City Council.

The City Council further resolves that the annual PARKING FUND (Fund 0504) budget for Fiscal Year 2021 shall be \$711,543. City Council further resolves that an appropriation of \$533,657 be made in the Parking Fund, which monies are to be expended in accordance with law for purposes authorized and approved by City Council.

The City Council further resolves that the annual RIPARIAN LAND STEWARDSHIP FUND (Fund 0801) budget for Fiscal Year 2021 shall be \$99,382. City Council further resolves that an appropriation of \$74,537 be made in the Riparian Land Stewardship Fund, which monies are to be expended in accordance with law for purposes authorized and approved by City Council.

The City Council further resolves that the annual OPEB TRUST FUND (Fund 0805) budget for Fiscal Year 2021 shall be \$5,000. City Council further resolves that an appropriation of \$3,750 be made in the OPEB Trust Fund, 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 budget and appropriation of \$1,254,307 for Fiscal Year 2021 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 budget and appropriation of \$1,492,571 for Fiscal Year 2021 be made from the RAPPAHANNOCK AREA OFFICE ON YOUTH FUND (Fund 738) 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 budget and appropriation of \$35,000 for Fiscal Year 2021 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 budget and appropriation of \$267,214 for Fiscal Year 2021 be made from the COURT SERVICES UNIT FUND (Fund 747) 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 budget and appropriation of \$1,746,150 for Fiscal Year 2021 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 annual budget and appropriation of **\$1,055,000** for Fiscal Year 2021 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 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 up to \$250,000 of the General Fund Contingency during FY 2021 to amend the budget for additional salary or benefit expenditures throughout the General Fund, and shall report to the City Council after such action is taken.

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 2021:

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 \$10,000 given for a specific purpose.

The City Council further resolves that the appropriations made herein shall become available for expenditures July 1, 2020 and shall expire June 30, 2021.

Section 2. Operating Fund Revenues.

It is estimated that revenues and other sources will be available during the Fiscal Year beginning on July 1, 2020 and ending on June 30, 2021 to meet the foregoing budget according to the following sources:

General Fund

Local Sources	\$80,477,225
The Commonwealth and Federal Government.....	9,289,231
Transfers from Other Funds	930,000
Fund Balance Committed/Assigned.....	1,633,554
Fund Balance (Assigned – Pandemic Response).....	1,994,932
Total	\$94,324,942

Social Services Fund – Operating

City Appropriation	\$920,976
Other Local Sources	57,680
Revenue from the Commonwealth	2,363,196
Revenue from the Federal Government.....	2,988,887
Fund Balance	138,388
Total	\$6,469,127

Children’s Services Act Fund

General Fund Transfer.....	\$ 1,175,000
The Commonwealth and Federal Government.....	2,479,808
Fund Balance	243,106
Total	\$3,897,914

City Grants – Other Miscellaneous

Other Local Sources	\$287,000
Revenue from the Commonwealth	249,741
Revenue from the Federal Government.....	502,013
Transfer from the General Fund	247,000
Fund Balance	194,665
Total	\$1,480,419

Economic Development Authority Fund

Transfer from General Fund.....	\$150,000
Total	\$150,000

Fredericksburg Opportunity Fund

Fund Balance	\$75,000
Total	\$75,000

Blight Abatement Fund

Other Local Sources	\$20,000
Fund Balance	\$75,000
Total	\$95,000

Storm Water Management Fund

Real Estate Property Tax	\$818,505
Other Local Sources	45,000
Fund Balance (Unassigned)	0
Total	\$863,505

Debt Service Funds

General Fund Transfer (General)	\$2,477,421
General Fund Transfer (Education)	4,065,113
R-Board Revenue	279,396
Fund Balance	153,884
Total	\$6,975,814

Water Fund

Local Sources	\$4,978,635
Fund Balance	1,553,100
Total	\$6,531,735

Wastewater Fund

Local Sources	\$7,362,585
Fund Balance	1,340,000
Total	\$8,702,585

Public Transportation Fund

Transit Sources	\$6,412,050
Fund Balance	812,781
Total	\$7,224,831

Parking Fund

Local Sources	\$579,013
Fund Balance	132,530
Total	\$711,543

Multi-purpose Stadium Fund

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

Rappahannock Regional Criminal Justice Academy Fund

Academy Revenue	\$1,204,358
Surplus Fund Balance	\$49,949
Total	\$1,254,307

Rappahannock Area Office on Youth and Chaplin Group Home Fund

Office on Youth Revenues	\$1,492,571
Total	\$1,492,571

Special Welfare Fund

Local Sources	\$35,000
Total	\$35,000

Court Services Unit Fund

CSU Revenues	\$267,214
Total	\$267,214

Celebrate Virginia South CDA Fund

CDA Assessments.....	\$1,746,150
Total	\$1,746,150

Riparian Lands Fund

Local Sources	\$43,400
General Fund Transfer.....	55,000
Fund Balance	982
Total	\$99,382

OPEB Trust Fund

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

Section 3. FY 2021 Capital Budget

The City Manager has submitted to the City Council a FY 2021 capital budget for the City’s various capital funds.

Therefore, the City Council resolves that the annual PUBLIC WORKS CAPITAL FUND (Fund 302) budget for Fiscal Year 2021 shall be **\$14,096,000.** City Council further resolves that an appropriation of **\$10,572,000** be made in 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:

Rolling Stock

Front End Loader (financed or lease-purchase)	200,000
Street Sweeper (financed or lease-purchase)	270,000

Stormwater Management

Learning Lane Stormwater.....	200,000
Culvert Replacements	150,000
Pond D	200,000

Trails & Parks

Pathway Improvements.....	30,000
Pedestrian Bridges	196,000

Transportation

Annual Asphalt & Concrete Repair Program	850,000
Gateway Boulevard Extension	12,000,000
Total Public Works Capital Fund	\$14,096,000

The City Council further resolves that the annual WATER SYSTEM IMPROVEMENT FUND (Fund 0303) budget for Fiscal Year 2021 shall be **\$1,553,100.** City Council further resolves that an

appropriation of \$1,164,825 be made in the Water System Improvement Fund, 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:

Internal System Improvements	\$650,000
Motts Run SCADA	250,000
Water Meter Replacements	150,000
Motts Run Plant Expansion	503,100
Total Water System Improvement Fund	\$1,553,100

The City Council further resolves that the annual WASTEWATER SYSTEM IMPROVEMENT FUND (Fund 0304) budget for Fiscal Year 2021 shall be **\$11,961,927**. City Council further resolves that an appropriation of **\$8,971,445** be made in the Wastewater System Improvement Fund, 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 Systems Improvements.....	\$405,000
Pump Station Upgrades.....	150,000
Celebrate Virginia Pump Station.....	150,000
Kenmore Avenue Relocation	275,300
Snowden Pump Station Renovation.....	950,000
NPS Farrell Lane Sewer Line Work	187,000
Replace Route 2 / 17 Pump Station.....	160,000
WWTP Oxidation Ditch Renovation.....	1,050,000
Massaponax Expansion/Consolidation.....	8,634,627
Total Wastewater System Improvement Fund	\$11,961,927

The City Council further resolves that the annual PUBLIC FACILITIES CAPITAL FUND (Fund 0305) budget for Fiscal Year 2021 shall be **\$1,853,550**. City Council further resolves that an appropriation of **\$1,390,163** be made in the Public Facilities Capital Fund, 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:

Information Technology

Cybersecurity.....	47,500
NG911 Implementation.....	1,186,250
Technology Replacements	391,300

Parks, Recreation & Events

Alum Springs Park	100,000
Old Mill Park Parking Lot.....	85,000
Playground Equipment.....	43,500
Total Public Facilities Capital Fund.....	\$1,853,550

The City Council further resolves that the annual PUBLIC SAFETY CAPITAL FUND (Fund 0306) budget for Fiscal Year 2021 shall be **\$392,249**. **City Council further resolves that an appropriation \$294,187** be made in the Public Safety Capital Fund, 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:

Animal Shelter Renovation.....	\$92,223
Police Body Cameras	112,697
LifePak Replacements.....	50,000
Public Safety Radios.....	137,329
Total Public Safety Capital Fund.....	\$392,249

The City Council further resolves that the appropriations made herein shall become available for expenditures July 1, 2020 and shall expire June 30, 2021.

Section 4. Capital Fund Revenues

It is estimated that revenues and other sources will be available during the FY beginning on July 1, 2020 and ending on June 30, 2021 to meet the foregoing budget according to the following sources:

Public Works Capital Fund

Local Revenue.....	\$225,000
Prior Year Capital Fund Balance.....	281,995
General Fund Transfer.....	574,005
Stormwater Management Fund Transfer.....	150,000
Debt Issuance	12,000,000
Debt Issuance (equipment).....	365,000
Motor Fuels Tax (used for transportation projects)	500,000
Total Public Works Capital Fund.....	\$14,096,000

Water Capital Improvement Fund

Transfer from Operating.....	\$1,553,100
Total Water Capital Improvement Fund	\$1,553,100

Wastewater System Improvement Fund

Transfer from Operating Fund	\$1,900,000
Debt Issuance	10,061,927
Total Wastewater Capital Improvement Fund	\$11,961,927

Public Facilities Capital Fund

Transfer from the General Fund	667,300
State Funding.....	1,186,250
Total Public Facilities Capital Improvement Fund	\$1,853,550

Public Safety Capital Fund

General Fund Transfer.....	\$392,959
Total Public Safety Capital Improvement Fund	\$392,959

Votes:

Ayes: Greenlaw, Withers, Devine, Duffy, Frye, Graham, Kelly

Nays: None

Absent from Vote: None

Absent from Meeting: None

Clerk's Certificate

I, the undersigned, certify that I am Clerk of Council of the City of Fredericksburg, Virginia, and that the foregoing is a true copy of Resolution No. 20-44 duly adopted at the City Council meeting held June 23, 2020 at which a quorum was present and voted.



Tonya B. Lacey, MMC
Clerk of Council