



MOTION: GRAHAM

May 10, 2022  
Regular Meeting  
Resolution 22-24

SECOND: DEVINE

RE: Budgeting and Appropriating Funds for Fiscal Year (FY) 2023 Beginning July 1, 2022 through June 30, 2023

ACTION: APPROVED: Ayes: 7; Nays: 0

FIRST READ: April 26, 2022

SECOND READ: May 10, 2022

**Section 1.**

The City Manager has submitted to the City Council a proposed balanced FY 2023 budget necessary for the provision of City services.

A duly advertised public hearing was held on April 19, 2022.

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 2023 shall be \$114,954,755. City Council further resolves that an appropriation of \$114,954,755 be made in the General Fund. The full budget amounts are shown as follows:

Function

Board of Real Estate Assessors .....	\$ 350,000
City Council .....	235,392
City Manager.....	1,029,706
Clerk of the Council.....	161,476
Clerk of the Circuit Court .....	908,498
Commissioner of the Revenue.....	1,195,642
Commonwealth's Attorney.....	1,620,175
Courts .....	242,997
Diversity, Equity, and Inclusion.....	135,643
Economic Development.....	1,177,559
Fire .....	9,928,857
Finance .....	1,015,437
Historic Resources.....	191,595
HR .....	699,188
Insurance.....	1,035,600
IT .....	2,681,333
J&DR Services.....	118,274

Legal Services .....	476,190
Nondepartmental .....	112,510
Planning .....	807,203
Building .....	934,161
Parks, Recreation & Events .....	3,229,087
Police .....	10,526,127
Police – E911 .....	1,897,728
Public Facilities .....	3,101,504
Public Information .....	105,841
Public Works .....	7,938,229
Risk Management .....	120,154
Sheriff .....	3,012,079
Transportation Division.....	172,538
Treasurer .....	1,005,550
Voter Registrar .....	584,620
Schools .....	30,500,000
School Capital.....	4,000,000
Correction & Detention .....	4,828,979
Outside Agencies .....	2,829,341
Debt Service .....	9,751,212
Transfer to Capital .....	3,077,000
Transfer to Social Service.....	1,194,680
Transfer to Children's Services Act .....	1,000,000
Transfers - Others .....	772,000
OPEB Benefit Trust.....	150,000
Contingency .....	500,650
Attrition Savings .....	<u>(400,000)</u>
<b>TOTAL .....</b>	<b>\$ 114,954,755</b>

**The City Council further resolves** that the annual appropriation in the sum of \$53,878,002 for FY 2023 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 \$12,888,768 for FY 2023 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 \$7,637,911 for FY 2023 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 \$3,756,797 for FY 2023 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 \$1,320,821 for FY 2023 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 \$450,000 for FY 2023 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 \$95,000 for FY 2023 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 \$936,326 for FY 2023 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 \$5,582,748 for FY 2023 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 \$4,739,433 for FY 2023 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 \$5,646,420 for FY 2023 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 \$6,286,724 for FY 2023 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 \$9,983,358 for FY 2023 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 \$9,377,236 for FY 2023 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 \$765,569 for FY 2023 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 \$128,325 for FY 2023 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 2023 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 \$1,413,775 for FY 2023 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 \$1,442,574 for FY 2023 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 2023 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 \$266,984 for FY 2023 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 15<sup>th</sup> District Juvenile and Domestic Relations Court Services Unit.

**The City Council further resolves** that the annual appropriation in the sum of \$1,746,150 for FY 2023 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 appropriation in the sum of \$1,055,000 for FY 2023 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 2023 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 2023:

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, 2022 and shall expire June 30, 2023.

## **Section 2. Operating Fund Revenues.**

It is estimated that revenues and other sources will be available during the FY beginning on July 1, 2022 and ending on June 30, 2023 to meet the foregoing budget according to the following sources:

### General Fund

Local Sources.....	\$ 99,060,105
Revenue from the Commonwealth .....	6,684,683
Revenue from the Federal Government .....	95,000
Transfers from Other Funds.....	1,687,967
Fund Balance (Committed Capital).....	7,077,000
Fund Balance (Unassigned).....	350,000
<b>Total .....</b>	<b>\$ 114,954,755</b>

Social Services Fund – Operating

Local Sources.....	\$ 45,277
Revenue from the Commonwealth .....	2,402,297
Revenue from the Federal Government.....	3,732,137
Transfer from the General Fund .....	1,194,680
Fund Balance.....	263,520
<b>Total .....</b>	<b>\$ 7,637,911</b>

Children’s Services Act Fund

Revenue from the Commonwealth .....	\$ 2,320,183
Revenue from the Federal Government.....	36,614
Transfer from the General Fund .....	1,000,000
Fund Balance .....	400,000
<b>Total .....</b>	<b>\$ 3,756,797</b>

School Operating Fund

Local Sources .....	\$ 328,925
Revenue from the Commonwealth .....	22,049,077
Transfer from the General Fund .....	30,500,000
Fund Balance .....	1,000,000
<b>Total .....</b>	<b>\$ 53,878,002</b>

City Grants – Other Miscellaneous

Local Sources.....	\$ 257,000
Revenue from the Commonwealth .....	489,595
Revenue from the Federal Government.....	371,624
Transfer from the General Fund .....	200,000
Fund Balance.....	2,602
<b>Total .....</b>	<b>\$ 1,320,821</b>

School Grants Fund

School Grants Revenue.....	\$12,888,768
<b>Total .....</b>	<b>\$ 12,888,768</b>

Economic Development Authority Fund

Transfer from the General Fund .....	\$450,000
<b>Total .....</b>	<b>\$ 450,000</b>

Blight Abatement Fund

Local Sources.....	\$20,000
Fund Balance .....	75,000
<b>Total .....</b>	<b>\$95,000</b>

Storm Water Management Fund

Real Estate Property Tax .....	\$926,326
Local Sources.....	10,000
<b>Total .....</b>	<b>\$936,326</b>

Covid-19 Relief Fund

Revenue from the Federal Government .....	\$5,582,747
<b>Total .....</b>	<b>\$5,582,747</b>

Debt Service Funds

Transfer from the General Fund (General) .....	\$4,458,676
Transfer from the General Fund (Education) .....	5,292,536
VPSA Credit .....	200,000
R-Board Revenue .....	280,757
Fund Balance (Committed) .....	153,884
<b>Total .....</b>	<b>\$10,385,853</b>

Water Fund

Local Sources.....	\$ 5,171,724
Transfer from Covid-19 Fund .....	25,000
Fund Balance.....	1,090,000
<b>Total .....</b>	<b>\$ 6,286,724</b>

Wastewater Fund

Local Sources.....	\$ 8,210,309
Transfer from Covid-19 Fund .....	55,000
Fund Balance .....	1,718,049
<b>Total .....</b>	<b>\$ 9,983,358</b>

Public Transportation Fund

Local Sources .....	\$ 557,682
Revenue from the Commonwealth .....	766,675
Revenue from the Federal Government.....	7,345,811
Fund Balance .....	707,068
<b>Total .....</b>	<b>\$ 9,377,236</b>

Parking Fund

Local Sources.....	\$ 607,569
Fund Balance .....	158,000
<b>Total .....</b>	<b>\$ 765,569</b>

Multi-Purpose Stadium Fund

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

Rappahannock Regional Criminal Justice Academy Fund

Academy Revenue ..... \$ 1,363,775  
Fund Balance ..... 50,000  
**Total** ..... **\$ 1,413,775**

Rappahannock Area Office on Youth and Chaplin Group Home Fund

Office on Youth Revenues..... \$ 1,337,067  
Fund Balance ..... \$ 105,507  
**Total** ..... **\$ 1,442,574**

Special Welfare Fund

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

Court Services Unit Fund

CSU Revenues ..... \$ 266,984  
**Total** ..... **\$ 266,984**

Celebrate Virginia South CDA Fund

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

Riparian Lands Fund

Local Sources..... \$ 52,971  
Transfer from the General Fund ..... 72,000  
Fund Balance ..... 3,354  
**Total** ..... **\$ 128,325**

OPEB Trust Fund

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

**Section 3. FY 2023 Capital Budget**

The City Manager has submitted to the City Council a FY 2023 capital budget for the City's various capital funds.



**The City Council resolves** that the annual appropriation in the sum of \$56,030,000 for FY 2023 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 \$12,301,664 for FY 2023 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:

<b><u>Rolling Stock</u></b>	
Asphalt Truck .....	\$ 225,000
<b><u>Stormwater Management</u></b>	
Canal Improvements.....	48,000
Culvert Replacements.....	150,000
Pond D Improvements .....	2,600,000
Stream Restoration .....	4,600,000
Dam Repair.....	1,252,464
<b><u>Other Public Works Projects</u></b>	
Wheeled Refuse Cart Phase 1 .....	300,000
Riverfront Park Stage & Bathroom .....	1,500,000
<b><u>Transportation</u></b>	
Annual Asphalt & Concrete Repair Program .....	750,000
Downtown Traffic Engineering .....	200,000
Fall Hill/Washington Avenue .....	600,000
Mary Washington Connector.....	53,200
Stafford Avenue Reconstruction/Traffic Calming.....	23,000
<b>Total Public Works Capital Fund .....</b>	<b>\$12,301,664</b>

**The City Council further resolves** that the annual appropriation in the sum of \$6,030,000 for FY 2023 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 .....	\$ 200,000
Water Meter Replacement .....	5,255,000
Internal System Improvements .....	400,000
Pressure Release Valve Replacement / Rehab .....	95,000
Spotsylvania Shared Water Projects .....	80,000
<b>Total Water System Improvement Fund .....</b>	<b>\$6,030,000</b>

**The City Council further resolves** that the annual appropriation in the sum of \$107,245,000 for FY 2023 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:

Sewer & Water Master Plan .....	\$ 200,000
WWTP Upgrade & Consolidation.....	101,020,000
Route 2 & 17 Pump Station Improvements.....	30,000
WWTP Capital Maintenance .....	260,000
Sewer Systems Improvements.....	4,435,000
Spotsylvania Shared Wastewater Projects .....	1,300,000
<b>Total Wastewater System Improvement Fund .....</b>	<b>\$107,245,000</b>

**The City Council further resolves** that the annual appropriation in the sum of \$3,035,350 for FY 2023 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:

**Information Technology**

Cybersecurity .....	\$ 82,500
ERP – Additional Modules.....	54,850
Fiber Network Expansion .....	268,000
IT Disaster Plan Implementation .....	150,000
Technology Replacements .....	325,000

**Parks, Recreation & Events**

Bankside Trail.....	150,000
Memorial Park Improvements.....	90,000
Park Plan Development.....	90,000

**Community Planning & Building**

Planning Area Updates.....	100,000
Comprehensive Plan Update .....	150,000
Downman House.....	150,000

**Public Facilities**

Energy Retrofit Initiatives .....	200,000
Executive Plaza Visitor’s Center .....	1,000,000
PD UPS Replacement .....	150,000
Public Safety IT System Replacement.....	75,000
<b>Total Public Facilities Capital Fund .....</b>	<b>\$3,035,350</b>

**The City Council further resolves** that the annual appropriation in the sum of \$14,726,186 for FY 2023 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:

Ambulance, Dive Vehicle & Fire Apparatus .....	\$ 100,000
Animal Shelter Renovation .....	95,000
New Fire Station .....	14,000,000
Public Safety Body Cameras, Tasers, & Interview Room .....	174,435
Public Safety Radio Replacements.....	156,751
SCBA Replacement.....	200,000
<b>Total Public Safety Capital Fund.....</b>	<b>\$14,726,186</b>

**The City Council further resolves** that the annual appropriation in the sum of \$150,000 for FY 2023 be made from the COURT FACILITIES CAPITAL FUND (Fund 0315) 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:

Renwick Improvements .....	\$ 150,000
<b>Total Court Facilities Capital Fund.....</b>	<b>\$ 150,000</b>

**The City Council further resolves** that the appropriations made herein shall become available for expenditures July 1, 2022 and shall expire June 30, 2023.

#### **Section 4. Capital Fund Revenues**

It is estimated that revenues and other sources will be available during the FY beginning on July 1, 2022 and ending on June 30, 2023 to meet the foregoing budget according to the following sources:

Public Education Capital Fund (Fund 3010 & Fund 3110)

General Fund Transfer .....	\$ 4,000,000
Debt Issuance.....	\$ 50,500,000
Proffer .....	\$ 500,000
Fund Balance (Capital Fund) .....	1,030,000
<b>Total Public Education Capital Fund .....</b>	<b>\$ 56,030,000</b>

Public Works Capital Fund (Fund 0302)

Local Sources.....	\$ 714,700
Revenue from the Commonwealth (Grants) .....	3,881,162
Revenue from the Commonwealth (VDOT).....	11,500
Revenue from the Federal Government.....	1,200,000
Transfer from the General Fund .....	1,183,464
Transfer from the Stormwater Management Fund .....	180,176
Transfer from the Covid-19 Fund .....	525,000
Debt Issuance.....	4,305,662
Fund Balance (Committed Capital).....	300,000

**Total Public Works Capital Fund..... \$ 12,301,664**

Water System Improvement Fund (Fund 0303)

Transfer from the Operating Fund..... \$ 775,000  
Debt Issuance..... 5,255,000  
**Total Water Capital Improvement Fund ..... \$ 6,030,000**

Wastewater System Improvement Fund (Fund 0304)

Local Sources (Recovered Cost WWTP Expansion)..... \$ 5,000,000  
Revenue from the Commonwealth (Grants) ..... 19,000,000  
Revenue from the Commonwealth (DEQ WQIF) ..... 34,970,000  
Transfer from the Covid-19 Fund ..... 3,000,000  
Transfer from the Operating Fund..... 1,000,000  
Debt Issuance..... 44,275,000  
**Total Wastewater System Improvement Fund ..... \$ 107,245,000**

Public Facilities Capital Fund (Fund 0305)

Local Sources (Recovered Cost Public Facilities Capital) ..... \$ 1,000,000  
Revenue from the Commonwealth (Grants) ..... 150,000  
Transfer from the General Fund ..... 1,367,350  
Transfer from the Covid-19 Fund..... 368,000  
Fund Balance (Committed Capital) ..... 150,000  
**Total Public Safety Capital Improvement Fund ..... \$ 3,035,350**

Public Safety Capital Fund (Fund 0306)

Transfer from the General Fund ..... \$ 526,186  
Transfer from the Covid-19 Fund ..... 200,000  
Debt Issuance..... 14,000,000  
**Total Public Safety Capital Improvement Fund ..... \$ 14,726,186**

Court Facilities Capital Fund (Fund 0315)

Fund Balance (Committed Capital) ..... \$ 150,000  
**Total Public Safety Capital Improvement Fund ..... \$ 150,000**

**Votes:**

**Ayes:** Greenlaw, Frye, Devine, Duffy, Gerlach, Graham, Kelly

**Nays:** None

**Absent from Vote:** None

**Absent from Meeting:** None

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***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. 22-24, adopted at a meeting of the City Council held May 10, 2022, at which a quorum was present and voted.*



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***Tonya B. Lacey, MMC  
Clerk of Council***