



MOTION: DUFFY

**May 9, 2017
Regular Meeting
Resolution No. 17-34**

SECOND: DEVINE

RE: Appropriating Funds for Fiscal Year 2018 Beginning July 1, 2017 through June 30, 2018

ACTION: APPROVED: Ayes: 7; Nays 0

FIRST READ: April 25, 2017 SECOND READ: May 9, 2017

Section 1.

The City Manager has submitted to the City Council a proposed balanced Fiscal Year 2018 budget necessary for the provision of City services.

A duly advertised public hearing was held on April 18, 2017 at which comments from the public concerning the budget were heard.

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

Therefore, the City Council resolves that the following purposes be authorized and the annual appropriations for Fiscal Year 2018 be made from the GENERAL FUND:

<u>Function</u>	
City Attorney	\$376,169
City Council	247,480
City Manager's Office.....	928,164
Central Rappahannock Regional Library	1,435,471
Clerk of Council.....	114,662
Clerk of the Circuit Court.....	849,715
Commissioner of the Revenue.....	1,014,048
Commonwealth's Attorney	1,346,955
Community Planning & Building	1,520,126
Courts	321,774
Corrections	4,794,450
Economic Development.....	960,533
Fire	7,045,311
Fiscal Affairs	915,368
Human Resources.....	372,965
Information Technology.....	1,455,285

Insurance.....	1,413,000
Parks, Recreation & Events	2,682,593
Police	9,627,248
Public Facilities.....	2,630,681
Public Works	6,969,322
Regional Agencies.....	1,624,359
Registrar	226,191
Safety & Risk Management	117,811
Sheriff's Office	2,217,199
Transportation Division	154,080
Treasurer	838,927
Contingency.....	498,620
Attrition Savings	(250,000)
Transfer to EDA.....	95,000
Transfer to Parking Fund	50,000
Transfer to Arts Commission	35,000
Transfer to Riparian Land Stewardship Fund	10,500
Transfer to Regional Group Tourism.....	50,000
Transfer to Regional Consumer Marketing.....	121,000
Transfer to Victim Witness	40,000
Transfer to CDBG	15,000
Transfer to Grants Fund	85,500
Transfer to Capital.....	2,000,000
Transfer to Children's Services Act.....	675,275
Transfer to Storm Water.....	100,000
Transfer to Debt Service	8,149,008
Transfer to Social Services.....	1,040,000
Transfer to Schools	28,344,710
Transfer to Schools (Head Start).....	215,500
Total	93,475,000

The City Council further resolves that the annual appropriation in the sum of **\$5,642,469** for Fiscal Year 2018 be made from the SOCIAL SERVICES FUND (Fund 201) 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 **\$43,740,830** for Fiscal Year 2018 be made from the SCHOOL OPERATING FUND (Fund 205) 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 \$1,525,328 for Fiscal Year 2018 be made from the CITY GRANTS FUND (Fund 210) 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 \$5,141,035 for Fiscal Year 2018 be made from the SCHOOL GRANTS FUND (Fund 211) 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 \$95,000 for Fiscal Year 2018 be made from the ECONOMIC DEVELOPMENT AUTHORITY FUND (Fund 215) 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 \$95,000 for Fiscal Year 2018 be made from the BLIGHT ABATEMENT FUND (Fund 228) 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 \$562,099 for Fiscal Year 2018 be made from the STORM WATER MANAGEMENT FUND (Fund 229) 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 \$4,327,664 for Fiscal Year 2018 be made from the GENERAL OBLIGATION BOND FUND (Fund 401) 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 appropriation in the sum of \$4,256,850 for Fiscal Year 2018 be made from the EDUCATION BOND FUND (Fund 403) 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 appropriation in the sum of \$5,101,580 for Fiscal Year 2018 be made from the WATER ENTERPRISE FUND (Fund 501) 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 \$7,740,947 for Fiscal Year 2018 be made from the WASTEWATER ENTERPRISE FUND (Fund 502) 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 \$5,833,614 for Fiscal Year 2018 be made from the PUBLIC TRANSPORTATION FUND (Fund 503) 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 \$872,239 for Fiscal Year 2018 be made from the PARKING FUND (Fund 504) 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 \$1,232,480 for Fiscal Year 2018 be made from the RAPPAHANNOCK REGIONAL CRIMINAL JUSTICE ACADEMY FUND (Fund 736) 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 \$1,162,590 for Fiscal Year 2018 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 Board.

The City Council further resolves that the annual appropriation in the sum of \$30,000 for Fiscal Year 2018 be made from the SPECIAL WELFARE REVENUE FUND (Fund 739) 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 \$1,949,468 for Fiscal Year 2018 be made from the CHILDREN'S SERVICES ACT FUND (Fund 741) 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 \$278,794 for Fiscal Year 2018 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 City of Fredericksburg Court Services Unit Board.

The City Council further resolves that the annual appropriation in the sum of \$1,951,836 for Fiscal Year 2018 be made from the CELEBRATE VIRGINIA SOUTH COMMUNITY DEVELOPMENT AUTHORITY FUND (Fund 753) 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 \$87,813 for Fiscal Year 2018 be made from the RIPARIAN LAND STEWARDSHIP FUND (Fund 801) 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 Fiscal Year 2018 be made from the OPEB TRUST FUND (Fund 805) 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 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 2018:

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, 2017 and shall expire June 30, 2018.

Section 2. Operating Fund Revenues.

It is estimated that revenues and other sources will be available during the fiscal year beginning on July 1, 2017 and ending on June 30, 2018 to meet the foregoing appropriations according to the following sources:

General Fund

Local Sources	\$83,777,900
The Commonwealth and Federal Government	6,127,100
Transfers from Other Funds	900,000
Fund Balance Committed/Assigned	2,275,000
Fund Balance Unassigned	395,000
Total	\$93,475,000

Social Services Fund – Operating

City Appropriation	\$1,040,000
Other Local Sources	82,406
Revenue from the Commonwealth	1,794,953
Revenue from the Federal Government	2,604,303
Fund Balance Unassigned	120,807
Total	\$5,642,469

School Operating Fund

City Appropriation	\$28,344,710
Transfer from the General Fund – Head Start	215,500
Other Local Sources	190,400

Aid from the Commonwealth	14,440,220
Fund Balance (Unassigned)	250,000
Fund Balance (Assigned for OWG Debt Service)	300,000
Total	\$43,740,830

City Grants – Other Miscellaneous

Other Local Sources	\$516,100
Revenue from the Commonwealth	296,341
Revenue from the Federal Government	293,815
Transfer from the General Fund	346,500
Fund Balance	72,572
Total	\$ 1,525,328

School Grants Fund

Cafeteria Sales	\$388,300
Aid from the Commonwealth	439,790
Aid from the Federal Government	4,312,945
Total	\$ 5,141,035

Economic Development Authority Fund

Transfer from General Fund	\$95,000
Total	\$95,000

Blight Abatement Fund

Fund Balance	\$95,000
Total	\$95,000

Storm Water Management Fund

Real Estate Property Tax	\$395,000
Other Local Sources	42,000
General Fund Transfer (General)	100,000
Fund Balance (Unassigned)	25,099
Total	\$562,099

Debt Service Funds

General Fund Transfer (General)	\$ 4,046,042
General Fund Transfer (Education)	4,102,966
R-Board Revenue	\$282,622
Fund Balance	153,884
Total	\$ 8,584,514

Water Fund

Local Sources	\$ 4,039,044
Fund Balance	1,062,536
Total	\$5,101,580

Wastewater Fund

Local Sources	\$6,005,675
Fund Balance	1,735,272
Total	\$7,740,947

Public Transportation Fund

Local Sources	\$ 2,053,148
Revenue from the Commonwealth	936,383
Revenue from the Federal Government.....	1,820,000
Fund Balance	1,024,083
Total	\$5,833,614

Parking Fund

Local Sources	\$557,000
Fund Balance	315,239
Total	\$872,239

Rappahannock Regional Criminal Justice Academy Fund

Academy Revenue.....	\$ 1,232,480
Total	\$ 1,232,480

Rappahannock Area Office on Youth Fund

Office on Youth Revenues	\$1,162,590
Total	\$1,162,590

Special Welfare Fund

Local Sources	\$ 30,000
Total	\$ 30,000

Children's Services Act Fund

General Fund Transfer.....	\$675,265
The Commonwealth and Federal Government	1,170,000
Fund Balance	104,193
Total	\$1,949,468

Court Services Unit Fund

CSU Revenues	\$278,794
Total	\$278,794

Celebrate Virginia South CDA Fund

CDA Assessments.....	\$1,951,836
Total	\$1,951,836

Riparian Lands Fund

Local Sources	\$39,400
General Fund Transfer.....	10,500

Fund Balance	37,913
Total	\$87,813

OPEB Trust Fund

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

Section 3. FY 2018 Capital Budget

The City Manager has submitted to the City Council a Fiscal Year 2018 capital budget for the City's various capital funds.

The City Council wishes to appropriate the funds necessary to move forward on these projects.

Therefore, the City Council resolves that the annual appropriation in the sum of **\$715,000** for Fiscal Year 2018 be made from the PUBLIC EDUCATION CAPITAL FUND (Fund 301) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council and the Fredericksburg City Public School Board, as follows:

School Bus Replacement.....	210,000
Computer Technology.....	200,000
School Bus Garage.....	105,000
School Equipment and Facilities	100,000
Hugh Mercer Roof Top Unit.....	100,000
Total Public Education Capital Fund	\$715,000

The City Council further resolves that the annual appropriation in the sum of **\$9,501,361** for Fiscal Year 2018 be made from the PUBLIC WORKS CAPITAL FUND (Fund 302) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council, as follows:

Asphalt & Concrete Repairs	\$1,791,861
Culvert Replacement.....	125,000
Downtown Streetscape Renovations	1,300,000
Fall Hill Avenue/Nobel Way Traffic Signal.....	300,000
Fall Hill Avenue Street Lights (Canal to I-95)	250,000
Riverfront Park.....	5,000,000
Route Three Signal Optimization.....	147,000
Salt Storage Facility	367,500

Stormwater Management Projects.....	200,000
VCR Trail Bridge.....	20,000
Total Public Works Capital Fund.....	\$9,501,361

The City Council further resolves that the annual appropriation in the sum of **\$1,254,000** for Fiscal Year 2018 be made from the WATER SYSTEM IMPROVEMENT FUND (Fund 303) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council, as follows:

Internal System Improvements.....	\$400,000
Rappahannock Raw Water Pump Station Improvements.....	542,000
Roof Replacement at Motts Treatment Plant.....	312,500
Total Water System Improvement Fund.....	\$1,254,500

The City Council further resolves that the annual appropriation in the sum of **\$750,000** for Fiscal Year 2018 be made from the WASTEWATER SYSTEM IMPROVEMENT FUND (Fund 304) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council, as follows:

Inflow and Infiltration Abatement.....	\$400,000
Snowden Pump Station and Force Main Improvements.....	100,000
WWTP – Rehab Oxidation Ditch.....	250,000
Total Wastewater System Improvement Fund.....	\$750,000

The City Council further resolves that the annual appropriation in the sum of **\$2,560,270** for Fiscal Year 2018 be and it is hereby made from the PUBLIC FACILITIES CAPITAL FUND (Fund 305) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council, as follows:

Technology Replacements.....	\$300,000
IT Resilience Plan Implementation.....	67,270
Enterprise Resource Planning System.....	1,500,000
Bass Ellison Building Improvements.....	44,000
Central Rappahannock Regional Library – Duct Work and Roof Repair.....	84,000
Central Rappahannock Regional Library – Parking Improvements.....	175,000
Executive Center Plaza Improvements.....	90,000
Memorial Park Tennis Court Improvements.....	90,000
Roof Repair – Dorothy Hart Community Center.....	60,000
Planning Area Plan Updates.....	150,000
Total Public Facilities Capital Fund.....	\$2,560,270

The City Council further resolves that the annual appropriation in the sum of **\$57,000** for Fiscal Year 2018 be made from the PUBLIC SAFETY CAPITAL FUND (Fund 306) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council, as follows:

Fire Station #2 Concrete Repair & Improvements	\$57,000
Total Public Safety Capital Fund	\$57,000

The City Council further resolves that the annual appropriation in the sum of **\$1,300,000** for Fiscal Year 2018 be made from the SCHOOL BOND FUNDED CAPITAL FUND (Fund 311) which monies are to be expended in accordance with law for purposes authorized and approved the City Council and the Fredericksburg City Public School Board, as follows:

Walker Grant Roof Replacement	\$1,300,000
Total School Bond Funded Capital Fund	\$1,300,000

The City Council further resolves that the annual appropriation in the sum of **\$250,000** for Fiscal Year 2018 be made from the NEW COURT CAPITAL FUND (Fund 315) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council, as follows:

Renwick Building Improvements	\$250,000
Total New Court Capital Fund.....	\$250,000

The City Council further resolves that the appropriations made herein shall become available for expenditures July 1, 2017 and shall expire June 30, 2018.

Section 4. Capital Fund Revenues

It is estimated that revenues and other sources will be available during the fiscal year beginning on July 1, 2017 and ending on June 30, 2018 to meet the foregoing appropriations according to the following sources:

Public Education Capital Fund

Transfer from the General Fund	\$515,000
Other Local Revenues	100,000

Fund Balance 100,000
Total Public Education Capital Fund..... \$715,000

Public Works Capital Fund

Local Revenue \$250,000
Motor Fuels Tax..... 360,000
State Funding.....2,448,861
Prior Year Capital Fund Balance 242,500
General Fund Transfer..... 850,000
Debt Issuance..... 5,350,000
Total Public Works Capital Fund..... \$ 9,501,361

Water Capital Improvement Fund

Transfer from Operating Fund..... \$350,000
Transfer from Operating Fund (Availability Fees)300,000
Fund Balance 604,500
Total Water Capital Improvement Fund..... \$ 1,254,500

Wastewater System Improvement Fund

Transfer from Operating Fund..... \$125,000
Transfer from Operating Fund (Availability Fees)500,000
Fund Balance 125,000
Total Wastewater Capital Improvement Fund..... \$ 750,000

Public Facilities Capital Fund

Other Local Revenues \$33,000
Commonwealth & Federal Funds 14,220
Transfer from the General Fund..... 635,000
Fund Balance 378,050
Debt Issuance1,500,000
Total Public Facilities Capital Improvement Fund..... \$2,560,270

Public Safety Capital Fund

Local Revenues..... \$22,000
Fund Balance 35,000
Total Public Safety Capital Improvement Fund\$57,000

School Bond Funded Capital Fund

Debt Issuance\$1,300,000
Total School Bond Funded Capital Fund.....\$1,300,000

New Court Capital Fund

Fund Balance\$250,000
Total New Court Capital Fund.....\$250,000

Votes:

Ayes: Greenlaw, Withers, Devine, Duffy, Ellis, Frye, 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. 17-34 duly adopted at the City Council meeting held May 9, 2017 at which a quorum was present and voted.



Tonya B. Lacey
Clerk of Council

Balance Sheet
 Governmental Funds
 At June 30, 2016

	General	Original Walker-Grant Construction Fund	Other Governmental Funds	Total Governmental Funds
Assets:				
Cash and cash equivalents	\$ 25,610,346	\$ 10,961,695	\$ 13,259,233	\$ 49,831,274
Receivables (net of allowances for uncollectibles):				
Property taxes	705,090	-	-	705,090
Accounts	104,450	-	-	104,450
Accrued revenue	312,974	-	75,646	388,620
Inventory, at cost	27,097	-	-	27,097
Prepaid items	360,598	-	581	361,179
Due from other governments	2,961,587	-	2,312,957	5,274,544
Total assets	\$ 30,082,142	\$ 10,961,695	\$ 15,648,417	\$ 56,692,254
Liabilities:				
Accounts payable	\$ 809,702	\$ 244,092	\$ 1,150,342	\$ 2,204,136
Accrued liabilities	1,438,076	41,441	263,829	1,743,346
Amounts held for others	1,100,512	-	-	1,100,512
Unearned revenue	29,014	-	166,250	195,264
Total liabilities	\$ 3,377,304	\$ 285,533	\$ 1,580,421	\$ 5,243,258
Deferred Inflows of Resources:				
Unavailable revenue - property taxes	\$ 1,000,383	\$ -	\$ -	\$ 1,000,383
Fund Balances:				
Nonspendable	\$ 387,695	\$ -	\$ 581	\$ 388,276
Restricted	327,422	-	-	327,422
Committed	4,347,210	10,655,001	6,149,362	21,151,573
Assigned	1,306,350	21,161	7,918,053	9,245,564
Unassigned	19,335,778	-	-	19,335,778
Total fund balances	\$ 25,704,455	\$ 10,676,162	\$ 14,067,996	\$ 50,448,613
Total liabilities, deferred inflows of resources and fund balances	\$ 30,082,142	\$ 10,961,695	\$ 15,648,417	\$ 56,692,254

The accompanying notes to the financial statements are an integral part of this statement.

