Balance Sheet
Governmental Funds
At June 30, 2013

	General	New Court Construction Fund	Other Governmental Funds	Total Governmental Funds
Assets:				
Cash and cash equivalents	$ 29,010,643	$ 28,974,214	$ 7,994,610	$ 65,979,467
Receivables (net of allowances for uncollectibles):				
Property taxes	744,845	-	-	744,845
Accounts	86,675	-	-	86,675
Accrued revenue	323,158	113	73,727	396,998
Inventory, at cost	27,171	-	-	27,171
Prepaid items	332,069	-	1,190	333,259
Due from other governments	3,097,943	-	2,492,447	5,590,390
Total assets	$ 33,622,504	$ 28,974,327	$ 10,561,974	$ 73,158,805
Liabilities:				
Reconciled overdraft	$ -	$ -	$ 141,636	$ 141,636
Accounts payable	1,000,940	1,583,876	580,203	3,165,019
Accrued liabilities	1,164,083	229,733	75,643	1,469,459
Amounts held for others	1,542,760	-	-	1,542,760
Unearned revenue	51,326	-	20,000	71,326
Total liabilities	$ 3,759,109	$ 1,813,609	$ 817,482	$ 6,390,200
Deferred Inflows of Resources:				
Unavailable revenue - property taxes	$ 2,287,985	$ -	$ -	$ 2,287,985
Fund Balances:				
Nonspendable	$ 359,240	$ -	$ 1,190	$ 360,430
Restricted	-	-	290,342	290,342
Committed	7,786,761	24,740,700	2,371,890	34,899,351
Assigned	858,372	2,420,018	7,081,070	10,359,460
Unassigned	18,571,037	-	-	18,571,037
Total fund balances	$ 27,575,410	$ 27,160,718	$ 9,744,492	$ 64,480,620
Total liabilities, deferred inflows of resources and fund balances	$ 33,622,504	$ 28,974,327	$ 10,561,974	$ 73,158,805

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

ADOPTED OPERATING AND CAPITAL BUDGET FY 2015
GLOSSARY

Annual Capital Budget – The City adopts an annual capital budget that covers the City's capital project funds, including Public Education (Fund 301); Public Works (Fund 302); Water (Fund 303); Wastewater (Fund 304); Public Facilities (Fund 305); Public Safety (Fund 306); and Transit (Fund 309). The Annual Capital Budget also constitutes the first year of the City's Capital Improvements Plan.

Annual Operating Budget – The City adopts an annual operating budget that covers all of the City's operating funds.

Appropriation – The legal authority to spend money or enter into obligations to spend money under state law.

Balanced Budget – The City adopts a balanced budget in which current expenditures for all funds are matched by current revenues or appropriated fund balances.

Basis of Accounting – The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The measurement focus for governmental funds is current financial resources, whereby only current assets and current liabilities are generally included on the balance sheet. The enterprise funds are accounted for on a flow of economic resources measurement focus, whereby all assets and all liabilities are included on the statement of net assets. The different methods of accounting flow from these considerations.

> *Modified Accrual* – for Governmental Funds, the revenues are recognized in the period in which they become measurable and available. Expenditures, other than accrued interest on long-term debt, are recorded when the fund liability is incurred.
>
> *Full Accrual* – for Enterprise Funds, the revenues are recognized when earned and expenses are recorded when liabilities are incurred without regard to the receipt or disbursement of cash.

Capital Fund –The City procures major capital assets through capital funds. The capital funds are budgeted through the capital budget process. These funds include Public Education, Public Works, Public Facilities, Public Safety, Water, Sewer, and Transit. The City also created special capital funds to construct the new school buildings.

Capital Improvements Plan – The Capital Improvements Plan is a five-year listing of major capital projects by capital fund. The CIP does not appropriate funds, and may be re-evaluated and amended as conditions warrant.

Capital Outlay – Capital outlay represents spending on assets that generally last longer than one year and is over $1,000 in value (exception: computer software). These are purchased through the capital outlay line items in the budget. Major capital assets, which are generally greater than $75,000 and last longer than three years, will generally be budgeted through the capital budget process.

Central Rappahannock Regional Library – The Central Rappahannock Regional Library is a regional library set up under an agreement in accordance with state law to serve the City of Fredericksburg, Stafford County, and Spotsylvania County. The CRRL also contractually serves Westmoreland County.

City Council – The City Council of the City of Fredericksburg is the legislative body that sets City laws and policies and oversees City operations. The City Council has seven members, including the Mayor, and are elected to staggered four-year terms. Regular meetings are held the second and fourth Tuesday of every month at 7:30 p.m. in City Hall, 715 Princess Anne Street.

City Manager – The City Manager is the chief executive officer of the City of Fredericksburg, and is appointed and serves at the pleasure of the City Council. The City Manager is responsible for developing the annual budget, and in overseeing the operations of the City.

Compensation Board – The Compensation Board of the Commonwealth of Virginia sets the state's compensation levels to local governments for Constitutional Officers, and also provides technical and other assistance to these officials in the performance of their duties. The City receives state assistance for the following offices from the Compensation Board: Commonwealth's Attorney, Clerk of the Circuit Court, Sheriff, Treasurer, and Commissioner of the Revenue.

Constitutional Officers – The Constitution of Virginia provides that cities and counties have certain offices that are elected by the citizens and serve terms of office. These officers are independent of the City Council; but their budgets are adopted and appropriated by the City Council. In the City, these offices include the Sheriff, the Clerk of the Circuit Court, the Commonwealth's Attorney, the Treasurer, the Commissioner of the Revenue, and the Voter Registrar.

Contingency – Contingency accounts are set aside in certain funds to meet unforeseen circumstances; in order to utilize contingency funds, the City Council must adopt a supplemental appropriation resolution.

Debt Service Funds – Debt service funds are set aside to pay the principal and interest on debt owed by the City. Balances are not kept in the debt service accounts of the City; rather, funds are transferred in year-to-year from other funds based on the debt retirement schedules of the City.

Depreciation – Expiration in the service life of capital assets attributable to deterioration, inadequacy, and obsolescence. Depreciation of capital assets is charged in the City's enterprise funds. The depreciation charges are set based upon a schedule that varies depending upon the type of asset (e.g. buildings last longer than vehicles).

Encumbrance – an obligation against City funds in the form of a purchase order or contract for goods that have not yet been delivered or services that have not yet been performed.

Enterprise Fund – Enterprise funds consist of City-owned utilities that are accounted for on an accrual basis similarly to most large business accounting. Unlike other governmental funds, depreciation is charged to capital assets in enterprise funds. The City currently has four major enterprise funds: Water, Sewer, Transit, and Parking.

Fiduciary (Fiscal Agent) Funds – These funds are funds that the City uses to account for resources that are held in trust for other government agencies or programs. This is done primarily as a way to lower administrative overhead costs and ease operations for these agencies or programs. The City includes these funds in their budget resolution, and in the City's annual audit.

Fiscal Year – The City designates a twelve-month period for accounting and budgeting purposes. The City's Fiscal Year is July 1 – June 30. The second half of the fiscal year is named when abbreviated. For example, Fiscal Year 2008 (or FY 2008) encompasses the period July 1, 2007 to June 30, 2008.

Fund – A fund is a balanced set of accounts. Government accounting information is organized into separate funds, each containing its own revenues, expenditures, and fund balances. Moving money from one fund to another requires a transfer.

Fund Balance – Fund balance is the balance remaining in a fund after all liabilities are subtracted from all assets for that fund. Positive fund balances may be designated for future use, left undesignated, or appropriated for subsequent expenditures. The City of Fredericksburg has a policy goal that the General Fund Undesignated Unreserved Fund Balance will not fall below 12% of the prior year's total General Fund revenues.

General Fund – The General Fund (Fund 100) is the main operations fund for the City, and accounts for all operations not accounted for in other funds. Most City operations, with the exception of Enterprise Funds) are accounted for in the General Fund. Funds are transferred from the General Fund to support other operational funds, including Public Schools, Social Services, and the Comprehensive Services Act Fund.

Governmental Fund – The General Fund and most other funds for the City are called governmental funds and are accounted for on a modified accrual basis. This accounting method recognizes revenues in the period in which they become measurable and available. The focus is on the measurement of currently available financial resources. The major difference between governmental funds and enterprise funds is that capital assets are recognized as expenditures in the year in which the purchase is made rather than being accounted for as an asset and depreciated over time.

Line Item – Line items group expenditures by object purchased – for example, Professional Services – Engineering or Office Supplies.

Local Composite Index – the Local Composite Index is the Commonwealth of Virginia's funding formula for state aid to local school districts. The formula measures the wealth of a community against the total population and school enrollment. Higher scores indicate that a community needs less school assistance; while lower scores indicate that a community needs more school assistance. The City of Fredericksburg's Local Composite Index score is high relative to other localities; and the City receives less state aid on a per pupil basis as a result.

Parking Fund – The Parking Fund is an enterprise fund that has been created to account for the capital contributions and the operations of the Sophia Street Parking Garage, which opened in November 2005 in downtown Fredericksburg.

PRTC – the Potomac and Rappahannock Transportation Commission. The City and several other jurisdictions are members of the PRTC, and as a result are able to charge a motor fuels tax of 2% of receipts. The motor fuels tax is dedicated first to the needs of the Virginia Railway Express and the PRTC administration; the City may then use surplus amounts to meet transportation needs in the community.

Program Change Proposal – An internal City term for a major budget proposal more than $10,000 in value that alters or could potentially alter service levels. These are reviewed by an internal committee of senior-level managers for recommendations on inclusion in the City Manager's Recommended Budget. Examples of a Program Change Proposals include new positions or new equipment. Replacing existing capital equipment, on the other hand, would not be considered through the Program Change Proposal process because it does not alter existing service levels.

Rappahannock Juvenile Detention Center – The regional jail facility that houses juvenile inmates awaiting trail, in transition between facilities, or serving short sentences and not sent to state prison. The regional facility serves the City of Fredericksburg and the Counties of Stafford, Spotsylvania, and King George.

Rappahannock Regional Jail – The regional jail facility that houses adult inmates either awaiting trail, in transition between facilities, or serving short sentences and not sent to state prison. The regional facility serves the City of Fredericksburg and the Counties of Stafford, Spotsylvania, and King George.

Resolution – an official act of the City Council; the City adopts and amends its budget via resolution. Resolutions appropriating funds, such as budget resolutions, require two readings (or approvals) before taking effect.

Special Revenue Fund – Special revenue funds are used to account for special revenues requiring separate accounting because of legal or regulatory provisions or administrative action. Examples include grant funds and special tax district revenues.

Transfer – Transfers move money between funds, between projects, or between line items. The City Manager has authority to move funds between line item objects. The City Council transfers funds through an appropriation resolution between funds or between capital projects.

Transit Fund – The City Transit Fund supports the operations of the FREDericksburg Regional Transit System. The fund is largely supported by federal and state grant funds as well as contributions from local communities.

VRE – VRE stands for the Virginia Railway Express, which is a commuter rail service that serves the Washington, D.C. area. There are two service lines: one originates in downtown Fredericksburg and ends in Washington, while the other runs from Manassas to Washington.

VRS – VRS stands for the Virginia Retirement System, which is the statewide pension plan for state employees and local employees for localities that have joined the system. Both the City of Fredericksburg and the Fredericksburg City Schools are members of the VRS. The VRS sets retirement contributions as a percentage of salary every two years based upon an assessment of the City's retirement benefit liabilities and accrued system assets. For the Fredericksburg City Schools, these contribution rates are subject to General Assembly approval, as the state partially funds retirement benefits for school employees.

MOTION: **KELLY**

SECOND: **PAOLUCCI**

May 27, 2014
Regular Meeting
Resolution No. 14-45

RE: **APPROPRIATING FUNDS FOR THE FREDERICKSBURG CITY PUBLIC SCHOOLS FOR FISCAL YEAR 2015**

ACTION: **APPROVED: Ayes 7; Nays 0**

FIRST READ: **May 27, 2014**; **SECOND READ:** **May 27, 2014**

WHEREAS, the Fredericksburg City Public Schools has submitted a proposed budget to the City of Fredericksburg for Fiscal Year 2015; and

WHEREAS, the City Council has reviewed this proposal and made certain revisions as necessary; and

WHEREAS, a public hearing was held on the budget on April 15, 2014; and

WHEREAS, the City must comply with the Code of Virginia §22.1-93, which requires that the governing body of a municipality prepare and approve an annual budget for educational purposes by May fifteen or thirty days after the receipt by the municipality of the estimates of state funds, whichever shall occur later.

NOW, THEREFORE, BE IT RESOLVED, that the annual appropriation in the sum of **$39,933,296** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$4,571,500** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED that the annual appropriation in the sum of **$270,000** for Fiscal Year 2015 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..... $ 270,000

Total Public Education Capital Fund ..... $ 270,000

BE IT FURTHER RESOLVED, that the appropriations listed above shall take effect on July 1, 2014, and shall expire on June 30, 2015.

Section 2

It is estimated that revenues will be available during the fiscal year beginning on July 1, 2013 and ending on June 30, 2014 to meet the foregoing appropriations according to the following sources:

School Operating Fund

City Appropriation	$ 26,355,000
Transfer from the General Fund – Head Start	215,500
Other Local Sources	400,305
Aid from the Commonwealth	12,962,491
Total	**$ 39,933,296**

School Grants Fund

Cafeteria Sales	$ 460,000
Other Local Sources	137,000
Aid from the Commonwealth	427,000
Aid from the Federal Government	3,547,500
Total	**$ 4,571,500**

Public Education Capital Fund

Transfer from the General Fund	$ 270,000
Total Public Education Capital Fund	**$ 270,000**

Votes:
Ayes: Greenlaw, Ellis, Devine, Howe, Kelly, Paolucci, Solley
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. 14-45 duly adopted at a meeting of the City Council meeting held May 27, 2014 at which a quorum was present and voted.

Tonya B. Lacey, CMC
Clerk of Council

MOTION: **SOLLEY**

SECOND: **DEVINE**

May 27, 2014
Regular Meeting
Resolution No. 14-46

RE: **APPROPRIATING FUNDS FOR FISCAL YEAR BEGINNING JULY 1, 2014 THROUGH JUNE 30, 2015**

ACTION: **APPROVED: Ayes: 6; Nays: 1**

FIRST READ: May 27, 2014 **SECOND READ:** May 27, 2014

Section 1.

WHEREAS, the City Manager has submitted to the City Council a proposed balanced Fiscal Year 2015 budget necessary for the provision of City services; and,

WHEREAS, a duly advertised public hearing was held on April 15, 2014, at which comments from the public concerning the budget were heard; and

WHEREAS, the City Council has reviewed and made certain revisions to the budget, it is necessary to appropriate sufficient funds to cover the remainder of said budget.

NOW, THEREFORE, BE IT ORDAINED by the City Council of the City of Fredericksburg, Virginia, that the following purposes be authorized and the annual appropriations be made for Fiscal Year 2015 be made from the GENERAL FUND:

Function	
City Council	$ 209,850
Clerk of Council	107,705
City Manager	701,280
Legal Services	367,742
Human Resources	349,810
Independent Auditor	68,100
Postage Machine & Copy Machine	23,350
Commissioner of the Revenue	987,220
Real Estate Assessor	7,000
Board of Equalization	0
Treasurer	797,787
Fiscal Affairs	695,455
Information Systems	1,136,380
Insurance Program	872,990
Safety and Risk Management	103,985
Registrar	217,252
Circuit Court	97,855

General District Court	30,450
Special Magistrate Court	3,000
Juvenile & Domestic Relations Court	17,800
Clerk of the Circuit Court	792,622
Sheriff	2,101,085
Juvenile Court Services	71,700
Jury Expenses	29,000
Court Appointed Attorney	13,000
Commonwealth's Attorney	1,229,286
Police Department	7,806,396
Auxiliary Police	8,800
Fire Department	4,808,675
Volunteer Fire Company	0
Rescue Services	257,040
Emergency Medical Services	1,144,322
Hazardous Materials	41,480
Correction & Detention	4,095,695
Building & Development Services	880,030
Animal Control	105,295
Medical Examiner	1,200
E911 Communications	1,226,056
Public Works Engineering & Administration	815,130
Public Works Street Maintenance	1,335,140
Public Works Drainage	272,720
Public Works Street Lights	395,000
Public Works Snow Removal	146,195
Public Works Industrial Park Rail Spur	15,500
Public Works Traffic Engineering	909,965
Public Works Shop and Garage	1,291,545
Public Works Graphics	91,830
Public Works Tree Purchase	65,000
Public Works Street Sanitation	816,540
Public Works Refuse Collection	683,740
Public Works Refuse Disposal	337,450
Public Works Recycling Collection	122,225
Public Facilities – General	2,130,973
Health Department	414,280
Rappahannock Area Community Services Board	201,005
Contributions – Other Agencies	366,245
Colleges	43,325
Parks & Recreation Administration	652,277
Parks & Recreation Supervision	710,061
Parks & Recreation Maintenance	1,138,337
Parks & Recreation Aquatics	141,930

Museums	95,975
Central Rappahannock Regional Library	1,282,875
Planning	745,545
Community Development	138,870
Board of Zoning Appeals	1,400
Architectural Review Board	2,000
Clean and Green Commission	3,000
Economic Development & Tourism	996,728
Transfer to School Fund	26,355,000
Transfer to Capital	1,919,795
Transfer to Debt Service Funds - Education	3,316,100
Transfer to Debt Service Funds - Courthouse	2,140,062
Transfer to Debt Service Funds - Other	2,318,193
Transfer to Public Assistance	1,039,810
Transfer to Victim Witness Program (City Grants Fund)	58,000
Transfer to City Grants Fund (Regional Tourism)	121,000
Transfer to City Grants Fund (Other)	155,695
Transfer to CSA	675,275
Transfer to School Grants – Head Start	215,500
Transfer to City Grants (Arts)	30,000
Transfer to EDA Fund	30,000
Attrition Savings	(250,000)
Contingency	622,136
Total General Fund	**$86,516,065**

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$4,581,815** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$1,361,040** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$30,000** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$50,000** for Fiscal Year 2015 be made from the REGIONAL TRANSPORTATION FUND (Fund 222) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$50,000** for Fiscal Year 2015 be made from the COURTHOUSE MAINTENANCE FUND (Fund 208) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$4,458,255** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$3,316,100** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$3,777,620** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$6,463,165** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$5,710,518** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$714,915** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$1,620,805** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$721,645** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$1,876,647** for Fiscal Year 2015 be made from the COMPREHENSIVE 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$236,043** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$1,951,836** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of **$136,050** for Fiscal Year 2015 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; and

BE IT FURTHER RESOLVED, 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; and

BE IT FURTHER RESOLVED, that the appropriations made herein shall become available for expenditures July 1, 2014 and shall expire June 30, 2015.

Section 2. Operating Fund Revenues.

It is estimated that revenues and other sources will be available during the fiscal year beginning on July 1, 2014 and ending on June 30, 2015 to meet the foregoing appropriations according to the following sources:

General Fund

Local Sources	$ 77,290,220
The Commonwealth and Federal Government	5,357,570
Transfers from Other funds	635,000

Fund Balance (Designated)	2,408,275
Fund Balance (Undesignated Unreserved)	825,000
Total	**$ 86,516,065**

Social Services Fund – Operating

City Appropriation	$ 1,039,810
Other Local Sources	52,110
Revenue from the Commonwealth	1,791,071
Revenue from the Federal Government	1,645,646
Balance Forward	53,178
Total	**$ 4,581,815**

City Grants – Other Miscellaneous

Local Sources	$ 509,800
Revenue from the Commonwealth	182,530
Revenue from the Federal Government	265,510
Transfer from the General Fund	344,695
Balance Forward	58,805
Total	**$ 1,361,040**

Economic Development Authority Fund

Transfer from General Fund	$ 30,000
Total	**$ 30,000**

Regional Transportation Fund

Local Sources	$ 50,000
Total	**$ 50,000**

Courthouse Maintenance Fund

Local Sources	$ 50,000
Total	**$ 50,000**

Debt Service Funds

General Fund Transfer (General)	$ 2,318,193
General Fund Transfer (Education)	3,316,100
General Fund Transfer (Court Debt)	2,140,062
Total	**$ 7,774,355**

Water Fund

Local Sources	$ 3,092,555
Balance Forward	685,065
Total	**$ 3,777,620**

Wastewater Fund

Local Sources	$ 5,094,760
Balance Forward	1,368,405
Total	**$ 6,463,165**

Public Transportation Fund

Local Sources	$ 2,351,178
Revenue from the Commonwealth	821,183
Revenue from the Federal Government	1,607,205
Balance Forward	930,952
Total	**$ 5,710,518**

Parking Fund

Local Sources	$ 561,835
Balance Forward	153,080
Total	**$ 714,915**

Rappahannock Regional Criminal Justice Academy Fund

Academy Revenue	$ 1,620,805
Total	**$ 1,620,805**

Rappahannock Area Office on Youth Fund

Office on Youth Revenues	$ 721,645
Total	**$ 721,645**

Comprehensive Services Act Fund

Local Sources	$ 675,275
The Commonwealth and Federal Government	1,131,380
Balance Forward	69,992
Total	**$ 1,876,647**

Court Services Unit Fund

Local Sources	$ 138,397
The Commonwealth of Virginia	86,276
Balance Forward	11,370
Total	**$ 236,043**

Celebrate Virginia South CDA Fund

Local Sources	$ 1,951,836
Total	**$ 1,951,836**

Riparian Lands Fund

Local Sources	$ 136,050
Total	**$ 136,050**

Section 3. FY 2015 Capital Budget

WHEREAS, the City Manager has submitted to the City Council a Fiscal Year 2015 capital budget for the City's various capital funds; and

WHEREAS, the City Council wishes to appropriate the funds necessary to move forward on these projects;

NOW, THEREFORE, BE IT FURTHER RESOLVED, that the annual appropriation in the sum of $2,955,000 for Fiscal Year 2015 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:

Lafayette Boulevard at Kenmore Roundabout	$ 75,000
Pavement Rehabilitation	1,710,000
Princess Anne Street Improvements	65,000
Riverfront Park	225,000
Rappahannock Canal Repairs	75,000
Stormwater Management Plan	175,000
Twin Lakes Sidewalk Project	630,000
Total Public Works Capital Fund	**$ 2,955,000**

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of $4,865,100 for Fiscal Year 2015 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	$ 300,000
Motts Run Water Treatment Plant Improvements	2,000,000
College Heights Water System Upgrades	2,365,100
System Assessment	200,000
Total Water System Improvement Fund	**$ 4,865,100**

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of $5,083,850 for Fiscal Year 2015 be made from the WASTEWATER SYSTEM IMPROVEMENT FUND (Funds 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	$ 250,000
City Share of FMC Plant Improvements	1,815,000
System Assessment	150,000
William Street Sewerline Replacement	1,474,000
Normandy Village Wastewater Improvements	937,850
Charles Street Wastewater Improvements	457,000
Total Wastewater System Improvement Fund	**$ 5,083,850**

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of $9,190,000 for Fiscal Year 2015 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:

Public Facilities Repairs and Maintenance	$ 100,000
Technology Replacements	270,000
Public Safety System Refresh	85,000
Elevator Repairs	180,000
Maintenance Upgrades and Repairs	150,000
HVAC Replacements	75,000
Executive Plaza Repairs	50,000
Comprehensive Plan Update	130,000
Baseball Project Parking Facility	8,000,000
Parks Repairs and Maintenance	75,000
Roof Replacement	75,000
Total Public Facilities Capital Fund	**$ 9,190,000**

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of $874,795 for Fiscal Year 2015 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 Equipment – Engine	$	650,000
Self-Contained Breathing Apparatus Replacement		89,295
Police Camera System		46,000
Public Safety Radio System Study and Upgrade		55,000
911 Communications Center Improvements		34,500
Total Public Safety Capital Fund	**$**	**874,795**

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of $85,000 for Fiscal Year 2015 be made from the NEIGHBORHOOD LIGHTING AND SIDEWALK CAPITAL FUND (Fund 310) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council, as follows:

Various Sidewalk and Lighting Projects	$	85,000
Total Neighborhood Lighting and Sidewalk Capital Fund	**$**	**85,000**

BE IT FURTHER RESOLVED, that the annual appropriation in the sum of $3,430,663 for Fiscal Year 2015 be made from the NEW COURT CONSTRUCTION FUND (Fund 315) which monies are to be expended in accordance with law for the purposes authorized and approved by the City Council, as follows:

New Court Construction	$	3,430,663
Total New Court Construction Fund	**$**	**3,430,663**

BE IT FURTHER RESOLVED, that the appropriations made herein shall become available for expenditures July 1, 2014 and shall expire June 30, 2015.

Section 4. Capital Fund Revenues

It is estimated that revenues and other sources will be available during the fiscal year beginning on July 1, 2014 and ending on June 30, 2015 to meet the foregoing appropriations according to the following sources:

Public Works Capital Fund

Fines and Forfeitures (Weight Enforcement)	$	25,000
Surplus Motor Fuels Taxes (Paving Program)		900,000
Bond Proceeds		630,000
RSTP Funding		65,000
CMAQ Funding		75,000
Balance Forward		525,000
Transfer from the General Fund		735,000
Total Public Works Capital Fund	**$**	**2,955,000**

Water Capital Improvement Fund

Availability Fees	$	300,000
Bond Proceeds		4,240,100
Balance Forward		325,000
Total Water Capital Improvement Fund	**$**	**4,865,100**

Wastewater System Improvement Fund

Availability Fees	$	400,000
Bond Proceeds		4,683,850
Total Wastewater System Improvement Fund	**$**	**5,083,850**

Public Facilities Capital Fund

Transfer from the General Fund	$	690,000
Public Facilities Capital Fund Balance		500,000
Bond Proceeds		8,000,000
Total Public Facilities Capital Improvement Fund	**$**	**9,190,000**

Public Safety Capital Fund

Transfer from the General Fund	$	224,795
Balance Forward		650,000
Total Public Safety Capital Improvement Fund	**$**	**874,795**

Neighborhood Lighting and Sidewalk Capital Fund

Motor Fuels Tax	$	85,000
Total Neighborhood Lighting and Sidewalk Capital Fund	**$**	**85,000**

New Court Construction Fund

Balance Forward (Bond Proceeds)..... $ 3,430,663

Total New Court Construction Fund ..... $ 3,430,663

Votes:
Ayes: Greenlaw, Ellis, Devine, Howe, Paolucci, Solley
Nays: Kelly
Absent from Vote: None
Absent from Meeting: None

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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. 14-46 duly adopted at the City Council meeting held May 27, 2014 at which a quorum was present and voted.

Tonya B. Lacey, CMC
Clerk of Council

MOTION: **DEVINE**

SECOND: **SOLLEY**

May 27, 2014
Regular Meeting
Ordinance No. 14-26

RE: **SETTING THE REAL ESTATE TAX RATE AT $0.79 PER EVERY $100.00 OF ASSESSED VALUE OF REAL ESTATE FOR FISCAL YEAR 2015**

ACTION: **APPROVED: Ayes 5; Nays 2**

FIRST READ: May 27, 2014 **SECOND READ:** May 27, 2014

IT IS HEREBY ORDAINED by the City Council of the City of Fredericksburg, Virginia as follows:

Section 1: Purpose and Intent.

The purpose of this ordinance is to set the rate of taxation on all taxable real property within the City for the fiscal year beginning on July 1, 2014, and continuing each year thereafter until modified by Council. The authority to levy such tax and to set a tax rate is set forth in Article X, Section 4, of the Virginia Constitution; Chapters 30 and 32 of Title 58.1 of the Code of Virginia (§58.1-3000, et seq.); (§58.1-3200, et seq.); and Section 22 of the Charter of the City of Fredericksburg.

Section 2. Real Property Tax Levied.

For the fiscal year beginning July 1, 2014, and continuing for each fiscal year thereafter until modified by Council, there is hereby imposed and levied on all real estate and improvements thereon in the City not exempt from taxation a tax of seventy nine cents ($0.79) for every one hundred dollars ($100.00) of assessed value thereof, for general City and school purposes.

Section 3. Effective Date.

This ordinance shall be effective July 1, 2014.

Approved as to form:

Kathleen Dooley, City Attorney

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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 Ordinance No. 14-26 duly adopted at a meeting of the City Council meeting held May 27, 2014 at which a quorum was present and voted.

Tonya B. Lacey, CMC
Clerk of Council

MOTION: **KELLY**

SECOND: **SOLLEY**

May 27, 2014
Regular Meeting
Ordinance No. 14-27

RE: **AMENDING THE REFUSE COLLECTION, WATER AND SEWER AND EMS TRANSPORT SERVICE FEES, RATES, AND CHARGES**

ACTION: **APPROVED: Ayes 7; Nays 0**

FIRST READ: **May 27, 2014** **SECOND READ:** **May 27, 2014**

SEC. I. **Introduction, purpose and authority.**

The City Council engaged the services of Municipal and Financial Services Group to perform a study of the water and sewer fees and charges, including consumption charges, connection fees, and availability fees. This report was completed and presented to City Council in a public meeting on January 24, 2012. Public water and sewer facilities, processes, equipment and personnel costs are sustained by revenues from the fees generated by the system, not by general revenues. The conclusion of the study is that water and sewer fees and charges must be increased in order to cover current operating and capital costs, and that the structure for assessing connection and availability fees should be modified in the interests of administrative convenience, and fairness. Upon consideration of the study, the Council has determined that recommended fee increases and changes in fee structures are reasonable, fair, and equitable. The rate increases are recommended to be phased in over time and below represents the recommended amount for year two.

The Council adopts this ordinance pursuant to its authority under §15.2-2143 and §15.2-2119 of the Code of Virginia (1950), as amended. Public notice has been duly made and public hearings held in accordance with the requirements of the Code of Virginia.

The City disposes of any municipal solid waste at the R-Board Landfill. In order to cover the increased cost of daily operation of the landfill, the tonnage rate for municipal solid waste being charged to the member localities must be increased. The increased cost to the City will be approximately $112,000 in FY 2015 therefore the refuse collection fees are being increased accordingly to cover the additional cost of municipal solid waste disposal.

The Council adopts this ordinance pursuant to its authority under §15.2-931 of the Code of Virginia (1950), as amended. Public notice has been duly made and public hearings held in accordance with the requirements of the Code of Virginia.

The City of Fredericksburg adopted an ordinance on February 27, 2007 to authorize the charging of fees for the provision of emergency medical transportation services. As part of the FY 2015 budget the City of Fredericksburg intends to increase the emergency medical

transportation services rate in order to create additional revenue to support the increased demand on service and to the support the addition of three additional ALS Medic providers.

The Council adopts this ordinance pursuant to its authority under §32.1-111.14(B) of the Code of Virginia (1950), as amended. Public notice has been duly made and public hearings held in accordance with the requirements of the Code of Virginia.

SEC. II. **Amending water and sewer fees and charges.**

NOW, THEREFORE, BE IT ORDAINED that the City's *Water and Wastewater Rates and Charges*, regulations promulgated and published by the Director of Public Works, are hereby amended to incorporate the following changes.

1. Metered water service.

For metered water service, the bi-monthly service charge currently consists of a meter fee based upon a nominal meter size and a consumption fee based upon metered consumption. Both components of such charge are hereby increased, as follows:

Bi-monthly Fixed Fee – Water		
Meter Size	Current	Effective July 1, 2014
0.625"	9.67	11.64
0.750"	12.75	15.34
1"	25.17	30.29
1.25" & 1.5"	55.89	67.26
2"	100.69	121.18
3"	238.63	287.20
4"	402.88	484.87
6"	906.46	1,090.94
8"	1,544.98	1,859.42

Bi-Monthly Consumption Fee – Water		
Unit	Current	Effective July 1, 2014
Per 1000 Gallons	2.18	2.27

2. Sanitary sewer service rates.

The bi-monthly sanitary sewer service charge currently consists of a meter fee based upon a nominal water meter size and a consumption fee based upon metered water consumption. Both components of the charge are hereby increased, as follows:

Bi-monthly Fixed Fee – Sewer		
Meter Size	Current	Effective July 1, 2014
5/8"	14.76	17.92
¾"	19.45	23.62
1"	38.40	46.63
1 ¼" & 1 ½"	86.26	104.73
2"	153.56	186.45
3"	363.95	441.88
4"	614.42	745.99
6"	1,382.36	1,678.36
8"	2,269.30	2,755.23

Bi-Monthly Consumption Fee – Sewer		
Unit	Current	Effective July 1, 2014
Per 1000 Gallons	4.42	4.55

3. **Refuse collection fee**.

The bi-monthly refuse collection fee is charged per account and the charge is based on the type of customer serviced. Both components of the charge are hereby increased, as follows:

Bi-monthly Refuse Collection Fee		
Customer Type	Current	Effective July 1, 2014
High Density	$28.20	$33.40
Residential	$34.50	$40.90

4. **Emergency medical transportation fee.**

The emergency medical transportation fee is charged by transport and the charge is based on the level of service the patient requires during transport to the hospital. All components of the charge are hereby increased, as follows:

Service Cost Per Transport		
	Current	Effective July 1, 2014
Basic Life Support	$400	$500
Advanced Life Support – Level 1	$500	$650
Advanced Life Support – Level 2	$675	$800
Ground Transportation – per loaded mile	$10.00	$12.00

SEC. III. **Effective date.**

This ordinance shall take effect July 1, 2014.

Approved as to form:

Kathleen Dooley, City Attorney

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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 Ordinance No. 14-27 duly adopted the City Council meeting held May 27, 2014 at which a quorum was present and voted.

Tonya Lacey, CMC
Clerk of Council