AGENDA

City of Fredericksburg, Virginia

Hon. Mary Katherine Greenlaw, Mayor
Hon. William C. Withers, Jr., Vice-Mayor, Ward Two
Hon. Kerry P. Devine, At-Large
Hon. Matthew J. Kelly, At-Large
Hon. Jason N. Graham, Ward One
Hon. Timothy P. Duffy, Ph.D., Ward Three
Hon. Charlie L. Frye, Jr., Ward Four

Wednesday, May 20, 2020
6:00 p.m.
Mary Katherine Greenlaw, Presiding

The City Council Meeting will hold an e-meeting pursuant to and in compliance with City Council Ord. 20-05. The public is encourage to access the meeting though the broadcast on Cox Channel 84 and Verizon Channel 42. The meetings can also be viewed on our www.regionalwebtv.com/fredcc or Facebook live at www.facebook.com/FXBGgov

Agenda

1. Call To Order
   "This Meeting is being held electronically by ‘Go to Meeting’ application, pursuant to City Council Ordinance 20-05, An Ordinance to Address Continuity of City Government during the Pendency of a Pandemic Disaster.

   The members participating are: [List members by name]

   Members of the public have been invited to access this meeting by public access television Cox Channel 84, Verizon Channel 42, online at www.regionalwebtv.com/fredcc on Facebook Live at facebook.com/FXBGgov

2. Invocation
   Councilor Matthew J. Kelly

3. Pledge Of Allegiance
   Mayor Mary Katherine Greenlaw

4. Comments From The Public
   Citizens who wish to participate in the public comment period will be able to send...
Mary Katherine Greenlaw, Presiding
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4. Invocation
5. City Manager Agenda
   A. Resolution 20-31, Second Read, Appropriating Funds For The Fredericksburg City Public Schools For Fiscal Year 2021
      Documents:
      5A SCHOOL BUDGET.PDF
6. Presentations
   A. COVID-19 Brief – Acting Director Dr. Donald Stern, Rappahannock Area Health District
7. Adjournment
MEMORANDUM

TO: Timothy J. Baroody, City Manager
FROM: Brenna Erford, Budget Manager
DATE: May 7, 2020 (for May 20, 2020 City Council Meeting)
RE: School Budget Appropriation Resolution

ISSUE
The City Council is asked to consider an appropriation for the budget for the Fredericksburg City Public Schools for FY 2021.

RECOMMENDATION
Staff recommends approval of the attached resolution on first reading. A public hearing on this item was held on May 12, 2020.

{Update May 14, 2020 for May 20, 2020 City Council Meeting – Staff recommends approval on second reading.}

BACKGROUND
The budget for the Fredericksburg City Public Schools must be appropriated by May 15 or thirty days after the General Assembly approves the Commonwealth’s budget. At this time of this memo the state budget was not ratified, and as such the countdown to deadline for approval of the school budget has not yet begun.

Given that economic conditions resulting from the COVID-19 pandemic may create the need for enhanced cash flow or reserves, the City recommends adoption of the FY 2021 FCPS operating and capital budget while appropriating the FY 2021 operating budget at 75 percent (75%) of total annual expenditures. This is intended to allow agility in the City government’s delivery of program and services in response to COVID-19 and its resulting economic impacts.

The City will be conducting a mid-year review of the budget, in conjunction with the Fredericksburg City Public Schools, to update budget conditions and complete the appropriations process.

School Operating Fund
Due to the City’s extreme financial hardship, the School Board has proposed a reduced City contribution of $29,199,266, which is a reduction of $1,260,944 over FY 2020 and a reduction of $1,848,362 over the original approved FY2021 School Board budget.

The School Board anticipates an increase to state revenue in FY2021 due to the re-benchmarking of Basic Aid revenue that remained in the budget approved by the General Assembly on April 24th, an
increased Average Daily Membership (ADM), and the decreased Local Composite Index (LCI). The total School Operating budget for FY 2021 is **$47,995,070**.

**School Grants Fund**  
Most of the originally projected increases to the grants fund have either been removed from the state budget or reclassified by the state as unallotments. The level of funding proposed is level with FY 2020. The School Grants Fund is recommended for approval as submitted by the School Board, and there are no transfers from the General Fund in support of this fund. The total for this fund is **$5,596,277**.

**School Capital Fund**  
Due to the City’s extreme financial hardship, capital projects that are not related to safety concerns or ongoing maintenance have been deferred to a future year. The School Capital Fund is recommended for approval as submitted by the School Board, and there are no transfers from the General Fund in support of this fund. The total for this fund is **$700,000**.

**FISCAL IMPACT**  
The attached resolution appropriates a total of $54,291,347 in three separate funds, and represents the full FY 2021 school budget.

Attachment: Appropriation Resolution
MOTION: May 20, 2020
Regular Meeting
Resolution No. 20-31
SECOND: Appropriating Funds for the Fredericksburg City Public Schools for Fiscal Year 2021
ACTION: APPROVED: AYES: 0; NAYS: 0
FIRST READ: May 12, 2020
SECOND READ: 

As part of the City’s annual budget process, the City Council approves appropriations for the Fredericksburg City Public Schools (FCPS). FCPS initially submitted a proposed budget to the City of Fredericksburg for Fiscal Year 2021 on March 2, 2020. In light of the COVID-19 public health emergency and related economic recession, the School Board, with additional guidance from the Commonwealth, amended their recommendations and submitted a new budget for the City Council’s consideration on May 4, 2020. A joint work session on this proposed budget was conducted on May 5, 2020. The City Council held a public hearing, in accordance with social distancing guidelines, on the revised FCPS budget on May 12, 2020.

The City Council now wishes to adopt the FY 2021 Fredericksburg City Public Schools budget.

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 FCPS operating and capital budget while appropriating the FY 2021 operating budget at 75 percent (75%) of total annual expenditures to allow agility in the City government’s delivery of program and services in response to COVID-19 and its resulting economic impacts. The City will be conducting a mid-year review of the budget, in conjunction with the Fredericksburg City Public Schools, to update budget conditions and complete the appropriations process.

In compliance 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, the City Council resolves that the annual School Board budget for the School Operating Fund (Fund 205) shall be $47,995,070 for Fiscal Year 2021. City Council further resolves that an appropriation of $35,996,302 be made in the School Operating Fund.

City Council further resolves that the annual appropriation in the sum of $5,596,277 for Fiscal Year 2021 be made from the School Grants Fund (Fund 211); and the annual appropriation in the sum of $700,000 for Fiscal Year 2021 be made from the School Capital Fund (Fund 301).

Appropriated monies shall be expended in accordance with law for purposes authorized and approved by the Fredericksburg City School Board. The appropriations listed above shall take effect on July 1, 2020, and shall expire on June 30, 2021.
Section 2

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

**School Operating Fund**
- City Appropriation: $29,199,266
- Other Local Sources: $244,000
- Fund Balance: $1,500,000
- Recovered Costs: $25,000
- Aid from the Commonwealth: $17,026,804

Total: $47,995,070

**School Grants Fund**
- Title I: $1,098,585
- Head Start: $1,119,060
- School Lunch Program: $1,310,614
- Other Grant Revenue: $2,068,018

Total: $5,596,277

**School Capital Fund**
- General Fund Transfers: $-
- School Proffers: $-
- Fund Balance: $700,000

Total: $700,000

**Votes:**
- **Ayes:**
- **Nays:**
- **Absent from Vote:**
- **Absent from Meeting:**

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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. 20-31 duly adopted at a meeting of the City Council meeting held May 20, 2020 at which a quorum was present and voted.

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Tonya B. Lacey, MMC
Clerk of Council