



MOTION: GRAHAM

**May 25, 2021
Regular Meeting
Resolution 21-35**

SECOND: DEVINE

RE: Budgeting and Appropriating Funds for Fiscal Year (FY) 2022 Beginning July 1, 2021 through June 30, 2022

ACTION: APPROVED: Ayes: 7; Nays: 0

FIRST READ: April 27, 2021

SECOND READ: May 25, 2021

Section 1.

The City Manager has submitted to the City Council a proposed balanced FY 2022 budget necessary for the provision of City services.

A duly advertised public hearing was held on April 20, 2021 and held open through April 27, 2021, 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 annual GENERAL FUND budget for Fiscal Year 2022 shall be \$103,916,388. City Council further resolves that an appropriation of \$103,916,388 be made in the General Fund. The full budget amounts are shown as follows:

| <u>Function</u> | |
|----------------------------------|------------|
| City Council | \$ 220,843 |
| City Manager | 1,134,457 |
| Clerk of the Council | 141,241 |
| Clerk of the Circuit Court | 868,044 |
| Commissioner of the Revenue..... | 1,172,509 |
| Commonwealth's Attorney..... | 1,542,970 |
| Courts | 237,773 |
| Economic Development..... | 1,170,454 |
| Fire | 7,140,919 |
| Fire - EMS | 2,224,737 |
| Finance | 837,373 |
| Historic Resources..... | 163,336 |
| HR | 670,301 |
| Insurance..... | 961,000 |
| IT | 2,540,336 |

| | |
|---|------------------|
| J&DR Services | 118,274 |
| Legal Services | 443,333 |
| Nondepartmental | 114,000 |
| Planning | 838,177 |
| Building | 828,819 |
| Parks, Recreation & Events | 2,920,143 |
| Police | 9,458,306 |
| Police – E911 | 1,631,219 |
| Public Facilities | 2,737,813 |
| Public Information | 97,058 |
| Public Works | 7,578,287 |
| Risk Management | 120,843 |
| Sheriff | 2,686,320 |
| Transportation Division..... | 21,750 |
| Treasurer..... | 973,052 |
| Voter Registrar | 576,118 |
| Schools | 30,049,266 |
| Correction & Detention | 5,258,809 |
| Outside Agencies | 2,808,296 |
| Debt Service | 6,890,844 |
| Transfer to Capital | 2,699,419 |
| Transfer to Social Service..... | 880,000 |
| Transfer to Children's Services Act | 1,000,000 |
| Transfers - Others | 1,868,595 |
| OPEB Benefit Trust..... | 200,000 |
| Contingency | 511,354 |
| Attrition Savings | <u>(420,000)</u> |
| TOTAL \$ 103,916,388 | |

The City Council further resolves that the annual appropriation in the sum of \$7,104,796 for FY 2022 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 Board of Social Services.

The City Council further resolves that the annual appropriation in the sum of \$3,897,930 for FY 2022 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 \$1,091,656 for FY 2022 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 \$150,000 for FY 2022 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 \$250,000 for FY 2022 be made from the FREDERICKSBURG OPPORTUNITY FUND (Fund 0226) 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 FY 2022 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 \$895,000 for FY 2022 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 \$3,124,322 for FY 2022 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 \$4,199,103 for FY 2022 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 \$5,954,034 for FY 2022 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 \$8,622,271 for FY 2022 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 \$9,526,015 for FY 2022 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 \$666,415 for FY 2022 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 \$110,971 for FY 2022 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 2022 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 \$1,320,677 for FY 2022 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 \$1,497,449 for FY 2022 be made from the RAPPAHANNOCK AREA OFFICE ON YOUTH FUND (Fund 738) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council and the Rappahannock Area Office on Youth and Chaplin Group Home Commission.

The City Council further resolves that the annual appropriation in the sum of \$35,000 for FY 2022 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 2022 be made from the COURT SERVICES UNIT FUND (Fund 747) which monies are to be expended in accordance with law for purposes authorized and approved by the City Council and the 15th District Juvenile and Domestic Relations Court Services Unit.

The City Council further resolves that the annual appropriation in the sum of \$1,746,150 for FY 2022 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 2022 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 2022 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 2022:

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, 2021 and shall expire June 30, 2022.

Section 2. Operating Fund Revenues.

It is estimated that revenues and other sources will be available during the FY beginning on July 1, 2021 and ending on June 30, 2022 to meet the foregoing budget according to the following sources:

General Fund

| | |
|---|-----------------------|
| Local Sources..... | \$ 91,026,900 |
| The Commonwealth and Federal Government | 6,624,648 |
| Transfers from Other Funds..... | 1,933,993 |
| Fund Balance Committed/Assigned..... | 4,330,847 |
| Fund Balance (Unassigned)..... | 0 |
| Total | \$ 103,916,388 |

Social Services Fund – Operating

| | |
|--|---------------------|
| City Appropriation..... | \$ 880,000 |
| Other Local Sources | 64,179 |
| Revenue from the Commonwealth | 2,319,436 |
| Revenue from the Federal Government..... | 3,445,852 |
| Fund Balance..... | 395,329 |
| Total | \$ 7,104,796 |

Children's Services Act Fund

| | |
|---|---------------------|
| General Fund Transfer | \$ 1,000,000 |
| The Commonwealth and Federal Government | 2,479,807 |
| Fund Balance | 418,123 |
| Total | \$ 3,897,930 |

City Grants – Other Miscellaneous

| | |
|--|---------------------|
| Other Local Sources | \$ 158,500 |
| Revenue from the Commonwealth | 251,203 |
| Revenue from the Federal Government..... | 475,345 |
| Transfer from the General Fund | 196,595 |
| Fund Balance..... | 10,013 |
| Total | \$ 1,091,656 |

Economic Development Authority Fund

| | |
|----------------------------------|-------------------|
| Transfer from General Fund | \$150,000 |
| Total | \$ 150,000 |

Fredericksburg Opportunity Fund

| | |
|--------------------|-------------------|
| Fund Balance..... | \$ 250,000 |
| Total | \$ 250,000 |

Blight Abatement Fund

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

Storm Water Management Fund

| | |
|--------------------------------|------------------|
| Real Estate Property Tax | \$875,000 |
| Other Local Sources | 20,000 |
| Total | \$895,000 |

Debt Service Funds

| | |
|---|--------------------|
| General Fund Transfer (General) | \$2,845,625 |
| General Fund Transfer (Education) | 4,045,219 |
| R-Board Revenue | 278,697 |
| Fund Balance..... | 153,884 |
| Total | \$7,323,425 |

Water Fund

| | |
|--------------------|---------------------|
| Local Sources..... | \$ 4,877,700 |
| Fund Balance..... | 1,076,334 |
| Total | \$ 5,954,034 |

Wastewater Fund

| | |
|--------------------|---------------------|
| Local Sources..... | \$ 7,142,075 |
| Fund Balance..... | 1,480,196 |
| Total | \$ 8,622,271 |

Public Transportation Fund

| | |
|--|---------------------|
| Local Sources | \$ 1,506,164 |
| Revenue from the Commonwealth | 671,209 |
| Revenue from the Federal Government..... | 6,648,642 |
| Fund Balance..... | 700,000 |
| Total | \$ 9,526,015 |

Parking Fund

| | |
|--------------------|-------------------|
| Local Sources..... | \$ 508,000 |
| Fund Balance..... | 158,415 |
| Total | \$ 666,415 |

Multi-Purpose Stadium Fund

| | |
|--------------------|---------------------|
| Local Sources..... | \$ 1,055,000 |
| Total | \$ 1,055,000 |

Rappahannock Regional Criminal Justice Academy Fund

| | |
|---------------------------|---------------------|
| Academy Revenue | \$ 1,270,677 |
| Surplus Fund Balance..... | 50,000 |
| Total | \$ 1,320,677 |

Rappahannock Area Office on Youth and Chaplin Group Home Fund

| | |
|-------------------------------|---------------------|
| Office on Youth Revenues..... | \$ 1,497,449 |
| Total | \$ 1,497,449 |

Special Welfare Fund

| | |
|--------------------|------------------|
| Local Sources..... | \$ 35,000 |
| 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 |
| General Fund Transfer | 55,000 |
| Fund Balance..... | 3,000 |
| Total | \$ 110,971 |

OPEB Trust Fund

| | |
|--------------------|-----------------|
| Fund Balance..... | \$ 5,000 |
| Total | \$ 5,000 |

Section 3. FY 2022 Capital Budget

The City Manager has submitted to the City Council a FY 2022 capital budget for the City’s various capital funds.

Therefore, the City Council resolves that the annual appropriation in the sum of \$9,513,800 for FY 2022 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. The budgeted projects are as follows:

Rolling Stock

| | |
|-------------------------|---------|
| Leaf Vacuum Truck | 204,000 |
|-------------------------|---------|

Stormwater Management

| | |
|---------------------------|-----------|
| Canal Improvements..... | 50,000 |
| Culvert Replacements..... | 218,800 |
| Pond D Improvements | 2,350,000 |

Other Public Works Projects

| | |
|---|-----------|
| Historic Assets..... | 36,000 |
| Historic District Improvements – Colonial Lights..... | 1,800,000 |
| Neighborhood Enhancements | 50,000 |
| Pedestrian Bridge Replacements..... | 1,000,000 |

Transportation

| | |
|--|-----------|
| Annual Asphalt & Concrete Repair Program | 950,000 |
| Downtown Pedestrian Enhancement | 2,550,000 |
| VCR Bridge over Hazel Run | 305,000 |

| | |
|--|--------------------|
| Total Public Works Capital Fund | \$9,513,800 |
|--|--------------------|

The City Council further resolves that the annual appropriation in the sum of \$5,650,000 for FY 2022 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:

| | |
|--|--------------------|
| Water Meter Replacement | 4,000,000 |
| Motts Run Water Plant Expansion | 1,000,000 |
| Internal System Improvements | 350,000 |
| Telegraph Hill Loop | 200,000 |
| Pressure Release Valve Replacement / Rehab | 100,000 |
| Total Water System Improvement Fund | \$5,650,000 |

The City Council further resolves that the annual appropriation in the sum of \$16,185,000 for FY 2022 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:

| | |
|---|---------------------|
| WWTP Upgrade | \$15,000,000 |
| WWTP Capital Maintenance | 660,000 |
| Sewer Systems Improvements..... | 400,000 |
| NPS Farrell Lane Sewer Line Work..... | 125,000 |
| Total Wastewater System Improvement Fund | \$16,185,000 |

The City Council further resolves that the annual appropriation in the sum of \$1,025,437 for FY 2022 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:

| | |
|---|--------------------|
| <u>Information Technology</u> | |
| Cybersecurity | 91,000 |
| ERP – Additional Modules..... | 63,250 |
| Fiber Network Expansion | 47,500 |
| IT Disaster Plan Implementation | 67,095 |
| Technology Replacements | 231,592 |
| <u>Parks, Recreation & Events</u> | |
| Downman House..... | 50,000 |
| <u>Community Planning & Building</u> | |
| CP&B Planning Area Updates..... | 150,000 |
| <u>Public Facilities</u> | |
| Energy Retrofit Initiatives | 200,000 |
| Executive Plaza – Electrical Upgrades..... | 125,000 |
| Total Public Facilities Capital Fund | \$1,025,437 |

The City Council further resolves that the annual appropriation in the sum of \$1,605,871 for FY 2022 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 | \$325,000 |
| Animal Shelter Renovation | 95,000 |
| Fire Station 1 Renovation | 150,000 |
| New Fire Station | 675,000 |
| Police Body Cameras | 92,953 |
| OEMS Grant | 130,589 |
| Public Safety Radio Replacements..... | 137,329 |
| Total Public Safety Capital Fund..... | \$1,605,871 |

The City Council further resolves that the appropriations made herein shall become available for expenditures July 1, 2021 and shall expire June 30, 2022.

Section 4. Capital Fund Revenues

It is estimated that revenues and other sources will be available during the FY beginning on July 1, 2021 and ending on June 30, 2022 to meet the foregoing budget according to the following sources:

Public Works Capital Fund

| | |
|--|---------------------|
| Local Revenue | \$ 218,800 |
| General Fund Transfer | 1,073,700 |
| Stormwater Management Fund Transfer | 100,000 |
| Debt Issuance..... | 3,811,300 |
| Revenue from the Commonwealth (Grants) | 1,175,000 |
| Revenue from the Commonwealth (VDOT)..... | 3,135,000 |
| Total Public Works Capital Fund..... | \$ 9,513,800 |

Water Capital Improvement Fund

| | |
|---|---------------------|
| Transfer from Operating | \$ 1,000,000 |
| Debt Issuance..... | 4,650,000 |
| Total Water Capital Improvement Fund | \$ 5,650,000 |

Wastewater System Improvement Fund

| | |
|--|----------------------|
| Transfer from Operating Fund | \$ 1,185,000 |
| Debt Issuance..... | 15,000,000 |
| Total Wastewater Capital Improvement Fund | \$ 16,185,000 |

Public Facilities Capital Fund

| | |
|---|---------------------|
| Transfer from the General Fund | \$ 825,437 |
| Prior Year Capital Fund Balance..... | 150,000 |
| Proffer | 35,000 |
| Revenue from the Commonwealth (Grants) | 15,000 |
| Total Public Facilities Capital Improvement Fund | \$ 1,025,437 |

Public Safety Capital Fund

| | |
|---|---------------------|
| General Fund Transfer | \$ 800,282 |
| Revenue from the Commonwealth (OEMS Grant) | 130,589 |
| Debt Issuance | 675,000 |
| Total Public Safety Capital Improvement Fund | \$ 1,605,871 |

Votes:

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

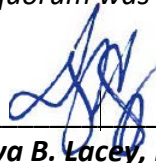
Nays: None

Absent from Vote: None

Absent from Meeting: None

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. 21-35, adopted at a meeting of the City Council held May 25, 2021, at which a quorum was present and voted.



Tonya B. Lacey, MMC
Clerk of Council