



CITY COUNCIL AGENDA
April 11, 2014

Final Budget Approval

<u>TYPE OF ITEM</u>	<u>SUBJECT</u>
1. ORDINANCE	Amendment to City Code – Cigarette Tax Ordinance Change (2 nd of 2 readings)
2. RESOLUTION	Establishing 2014 tax year Personal Property Tax Relief Percentage (1 st of 1 reading)
3. ORDINANCE	Annual Tax Levy (2 nd of 2 readings)
4. ORDINANCE	Annual Budget Appropriation for FY 2015 (2 nd of 2 readings) <ul style="list-style-type: none">a. Motion to amend, second and a vote on the amendments made since first reading on April 7b. Final vote to adopt the budget for FY 2015

**CITY OF CHARLOTTESVILLE, VIRGINIA
CITY COUNCIL AGENDA**



Agenda Date:	April 11, 2014
Action Required:	Approval of Ordinance (2 nd of 2 Readings)
Presenter:	Leslie Beauregard, Director, Budget and Performance Management
Staff Contacts:	Leslie Beauregard, Director, Budget and Performance Management Jason Vandever, City Treasurer Bernard Wray, Director of Finance
Title:	Amendment to City Code Sec. 30-451, Cigarette Tax Ordinance Change

Background:

The City currently levies a \$0.35 per pack tax on all cigarettes sold within the City. The current rate has been in place since fiscal year 2008. Wholesalers and merchants purchase the stamps from the City Treasurer and affix them to each pack as proof that the tax has been paid. In FY13 the budget for this revenue source was set at \$585,000. As part of the FY15 budget, an increase of \$0.20 per pack was proposed, raising the tax rate to \$0.55 per pack. The City estimates that this change will bring in an additional \$265,000 in revenue.

Discussion:

In establishing the recommended rate increase, City staff carefully evaluated the possible effects of a rate increase, and benchmarked the City's rate to other comparable localities. The City's current rate of \$0.35 is well under the state average of \$0.44, and this change will bring Charlottesville's rate more in line with state averages.

Community Engagement:

There have been several opportunities for the community to provide input into the budget with several public hearings on the budget and a few minutes reserved at the end of each budget worksession for public comment and input. In addition, this ordinance change requires a separate public hearing, held on April 7, 2014, which was advertised via a legal ad, in the Daily Progress with information on the public hearing and the tax rate change, on March 29, 2014.

Alignment with City Council's Vision and Priority Areas:

One effect of raising the City's cigarette tax will be to discourage the use of cigarettes by making the use of cigarettes more expensive. This will help achieve City Council's goal of becoming one of America's Healthiest Cities.

Budgetary Impact:

Staff estimates that the rate change will generate an additional \$265,000 in revenue and is included in the City Council's Adopted Budget for FY 2015.

Recommendation:

Staff recommends approval of the ordinance change, increasing the rate from \$0.35 to \$0.55.

Alternatives:

Council could elect not to raise the cigarette tax rate at this time, or approve a different rate increase. If that's the case, staff will have to identify an additional \$265,000 either in additional revenue or in the form of expenditure reductions.

Attachments:

Ordinance

**AN ORDINANCE
AMENDING AND REORDAINING SEC. 30-451 OF ARTICLE XVII
OF CHAPTER 30 (TAXATION) OF THE
CHARLOTTESVILLE CITY CODE, 1990, AS AMENDED,
TO INCREASE THE LOCAL EXCISE TAX ON THE SALE OF CIGARETTES**

BE IT ORDAINED by the Council for the City of Charlottesville, Virginia, that Section 30-451 of Article XVII of Chapter 30 of the Code of the City of Charlottesville, 1990, as amended, is hereby amended and reordained, as follows:

CHAPTER 30. TAXATION

ARTICLE XVII. CIGARETTE TAX

Sec. 30-451. Levied; amount; tax additional to other taxes.

In addition to all other taxes of every kind now or hereafter imposed by law, there is hereby levied and imposed by the city an excise tax on the sale of cigarettes equivalent to ~~thirty-five cents (\$0.35)~~ fifty-five cents (\$0.55) on each package containing twenty-five (25) or fewer cigarettes. The tax shall be paid by the seller, if not previously paid, and collected in the manner and at the time provided for in this article, provided that the tax payable for each package of cigarettes sold within the city shall be paid but once. The tax hereby levied shall not apply to free distribution of sample cigarettes in packages containing five (5) or fewer cigarettes.

**CITY OF CHARLOTTESVILLE, VIRGINIA.
CITY COUNCIL AGENDA.**



Agenda Date:	April 11, 2014
Action Required:	Approval of Resolution
Staff Contacts:	Todd D. Divers, Commissioner of the Revenue Jason Vandever, City Treasurer Craig Brown, City Attorney Rosalind Collins, Deputy Commissioner of the Revenue
Presented By:	Todd D. Divers
Title:	Establishing 2014 Tax Year Tax Relief Percentage

Background: In its original form, P.P.T.R.A. was a *vehicle-based entitlement*. The state was obligated to provide annual tax relief to owners of all personal use vehicles, with the relief computed on the first \$20,000 of assessed vehicle value. In 2005, this relief was computed at 70%. As the number and value of vehicles comprising the "fleet" in each locality grew, so did the state's annual obligation.

The changes to P.P.T.R.A. for years 2006 and after mark an end to this vehicle-based entitlement. S.B. 5005 established a *fixed, annual grant* to localities, the proceeds of which must be used to provide relief to the owners of qualifying vehicles. The Commonwealth of Virginia's obligation is capped and made certain; localities distribute the relief amount as determined by local ordinance.

Discussion: The method for computing the relief percentage is to subtract the tax year's total tax on eligible vehicles valued \$1,000 or less (that receive 100% relief) from the total P.P.T.R. grant amount (\$3,498,256) and divide the result by the total tax on the rest of the eligible vehicles' portion of value that is \$20,000 or less.

Based on 2014 tax year early book and projections for the tax year, staff recommends setting the relief percentage of tax on up to \$20,000 value for vehicles valued over \$1,000 at **49%** for tax year 2014. The rate in 2013 was 53%.

Budgetary Impact: None anticipated based on forecast of vehicle levy.

Recommendation: Approve resolution setting the relief at 49% for tax year 2014.

2014 Formula:

1. Tax Levy on all qualifying vehicles	=	\$7,300,000
2. P.P.T.R. used on 100% relief vehicles (vehicles valued \$1,000 and under)	=	\$ 60,000
3. P.P.T.R. total (\$3,498,256) remaining	=	\$3,338,256
4. Levy on up to \$20,000 value (of qualifying vehicles valued over \$1,000)	=	\$6,950,000
Divide 3 by 4	=	(.495) 49 %

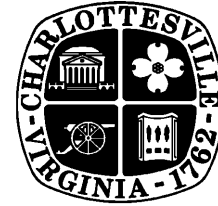
Alternatives: N/A

Attachments: N/A

RESOLUTION
Establishing 2014 Tax Year Tax Relief Percentage

NOW, THEREFORE BE IT RESOLVED, by the City Council of the City of Charlottesville, Virginia that the personal property tax relief percentage on up to \$20,000 value for vehicles valued over \$1,000 is set at **49%** for tax year 2014.

**CITY OF CHARLOTTESVILLE, VIRGINIA
CITY COUNCIL AGENDA**



Agenda Date:	April 11, 2014
Action Required:	Approval and Appropriation (2 nd of 2 Readings)
Staff Contacts:	Leslie Beauregard, Director, Budget and Performance Management
Presented By:	Maurice Jones, City Manager Leslie Beauregard, Director, Budget and Performance Management
Title:	Tax Levy Approval/FY 2015 Budget Appropriation

Background/Discussion: This memo has been prepared to highlight changes in revenues and expenditures made to the City Manager’s FY 2015 Proposed Budget for final adoption of City Council’s FY 2015 Budget.

In addition to amendments approved at the first budget reading on April 7, 2014, Council amended the budget again at the April 10, 2014 Budget Worksession. The following (next pages) highlights all amendments made to the Manager’s Proposed Budget.

This second reading will also set the tax levy for the calendar year.

Here’s the order for the actual votes, each one being separate as required:

1. Amendment to City Code – Cigarette Tax Ordinance Change (2nd of 2 readings) - **separate agenda memo and ordinance**
2. Establishing 2014 tax year Tax Relief Percentage (1st of 1 reading) – **separate agenda memo and ordinance**
3. Annual Tax Levy (2nd of 2 readings)
4. Annual Budget Appropriation for FY 2015
 - a. Motion to amend, second and a vote on the amendments made since the first budget reading on April 1st
 - b. Final vote to adopt the budget for FY 2015

Community Engagement: The budget process includes several opportunities for citizens to be engaged, including public hearings, budget worksessions, a budget survey, community budget forum and access to Council and staff to address questions and concerns.

Alignment with City Council's Vision and Priority Areas: The annual budget aligns with each of the vision areas and priority areas as addressed in the budget document.

Budgetary Impact: This is the final budget reading that sets the tax level and adopts the budget for Fiscal Year 2015.

Recommendation: Approval and Appropriation

Alternatives: N/A

Attachments: Tax Levy Ordinance; FY 2015 Budget Amendments; FY 2015 Budget Appropriation

**AN ORDINANCE
TO ESTABLISH THE ANNUAL TAX LEVY
ON VARIOUS CLASSES OF PROPERTY FOR THE
PAYMENT OF INTEREST AND RETIREMENT OF THE CITY DEBT,
FOR THE SUPPORT OF THE CITY GOVERNMENT AND
CITY SCHOOLS, AND FOR OTHER PUBLIC PURPOSES.**

BE IT ORDAINED by the Council of the City of Charlottesville that for the year beginning on the first day of January, 2014 and ending the thirty-first day of December, 2014, and each year thereafter which this ordinance is in force, the taxes on property in the City of Charlottesville shall be as follow:

Section 1. Real Property and Mobile Homes

On tracts of land, lots or improvements thereon and on mobile homes the tax shall be \$.95 on every \$100 of the assessed value thereof, to pay the general operating expenses of the City and to pay the interest and retirement on the City debt.

Section 2. Personal Property

On all automobiles, trucks, motorcycles and other motor vehicles; boats and aircraft; and on all tangible personal property used or held in connection with any mining, manufacturing or other business, trade, occupation or profession, excluding furnishings, furniture and appliances in rental units, the tax shall be \$4.20 on every \$100 of the assessed value thereof, to pay the general operating expenses of the City and to pay the interest and retirement on the City debt.

Section 3. Public Service Corporation Property

(a) On that portion of the real estate and tangible personal property of public service corporations which has been equalized as provided in section 58.1-2604 of the Code of Virginia, as amended, the tax shall be \$.95 on every \$100 of the assessed value thereof determined by the State Corporation Commission.

(b) The foregoing subsections to the contrary notwithstanding, on automobiles and trucks belonging to such public service corporations the tax shall be \$4.20 on every \$100 of assessed value thereof.

(c) Such taxes are levied to pay the general operating expenses of the City and to pay the interest and retirement on the City debt.

Section 4. Machinery and Tools

On machinery and tools used in a manufacturing or mining business the tax shall be \$4.20 on every \$100 assessed value thereof, to pay the general operating expenses of the City and to pay the interest and retirement on the City debt.

Section 5. Energy Efficient Buildings

- (a) On energy efficient buildings the tax shall be \$.475 on every \$100 of the assessed value thereof, to pay the general operating expenses of the City and to pay the interest and retirement on the City debt.
- (b) This tax rate is subject to the limitations in Chapter 30, Article V, Division 4 of the Charlottesville City Code, 1990, as amended, and applies only to buildings and not the real estate or land on which they are located.

BE IT FURTHER ORDAINED that the ordinance imposing the tax levy adopted April 9, 2013 be and the same is hereby repealed.

City Council Amendments to the FY 2015 Proposed General Fund Budget

Manager's Recommended FY 15 Revenue Estimates	\$	150,611,460
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Amendments to FY 15 Revenue Estimates

Increase Revenues

Local Taxes

Tax on Bank Stock	25,000
Utility Services Consumer Tax	23,514

Charges for Services

Parks and Recreation - Friday Night Live Events	1,250
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Intergovernmental Revenue

State Aid for Police Protection	81,103
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Total Revenue Amendments	\$	<u>130,867</u>
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Total Amended FY 15 General Fund Revenue Estimates	\$	150,742,327
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Manager's Recommended FY 15 Expenditures	\$	150,611,460
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Amendments to FY 15 Expenditures

Increase Expenditures

City Council Priority Initiatives

Priority Initiatives Funds	20,486
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City Departments

Parks and Recreation - Friday Night Live Events	5,153
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City Schools

Local Contribution to City Schools	131,232
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Contributions to Outside and Nonprofit Agencies

Events and Festivals

Tom Tom Founders Festival	5,000
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Education and the Arts

Jefferson School Heritage Center	30,000
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Children, Youth and Family Programs

PHAR Internship Program	25,000
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Decrease Expenditures

Employee Compensation and Training

2% Salary Increase Pool	(5,518)
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Outside and Nonprofit Agencies

Education and the Arts

Jefferson School Foundation (37,500)

Contributions to Outside and Nonprofit Agencies

Public Safety and Justice

Albemarle-Charlottesville Regional Jail (42,986)

Total Expenditure Amendments \$ 130,867

Total Amended FY 15 General Fund Expenditures \$ 150,742,327

**City Council Amendments to the
FY 2015 Transit Fund Budget**

Manager's Recommended FY 15 Transit Fund Revenues \$ 8,061,065

Increase Revenues

Contribution from Albemarle County 53,420

Total Transit Fund Budget Revenue Amendments \$ 53,420

Total Amended FY 15 Transit Fund Budget Revenues \$ 8,114,485

Manager's Recommended FY 15 Transit Fund Expenditures \$ 8,061,065

Increase Expenditures

Transit Operations 53,420

Total Transit Fund Budget Expenditure Amendments \$ 53,420

Total Amended FY 15 Transit Fund Expenditures \$ 8,114,485

City Council Amendments to the FY 2015 Proposed Capital Budget

Manager's Recommended FY 15 Capital Budget Revenues	\$	16,516,241
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Increase Revenues

CY 2015 Bond Issuance		450,000
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Total Capital Budget Revenue Amendments	\$	450,000
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Total Amended FY 15 Capital Budget Revenues	\$	16,966,241
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Manager's Recommended FY 15 Capital Budget Expenditures	\$	16,516,241
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Increase Expenditures

Police Mobile Video Recorders		450,000
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Meadow Creek Valley Master Plan Implementation		150,000
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Decrease Expenditures

Tonsler Park Master Plan Implementation		(150,000)
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Total Capital Budget Expenditure Amendments	\$	450,000
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Total Amended FY 15 Capital Budget Expenditures	\$	16,966,241
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RESOLUTION ADOPTING THE BUDGET FOR THE
CITY OF CHARLOTTESVILLE FOR THE FISCAL YEAR
BEGINNING JULY 1, 2014, AND ENDING JUNE 30, 2015
AND PROVIDING FOR THE ANNUAL APPROPRIATION OF FUNDS
FOR SUCH FISCAL YEAR.

I. ADOPTION OF BUDGET

WHEREAS, pursuant to Section 19 of the City Charter and Section 15.2-2503 of the Code of Virginia, the City Manager has caused to be prepared and presented to City Council a proposed budget for the fiscal year beginning July 1, 2014, and ending June 30, 2015; and

WHEREAS, a synopsis of such proposed budget has been published in the Daily Progress, a newspaper of general circulation in the City, and notice duly given in such newspaper and public hearings held thereon on March 17, 2014 and April 7, 2014, and the estimates of revenues and expenditures therein debated and adjusted by City Council in open public meetings, all as required by the City Charter and Section 15.2-2506 of the Code of Virginia.

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Charlottesville that such document, the statements of fiscal policy set forth therein, and the estimates of revenues and expenditures therein proposed by the City Manager and debated and adjusted by the City Council, are hereby adopted as the annual budget of the City of Charlottesville, for informative and fiscal planning purposes only, for the fiscal year beginning July 1, 2014, and ending June 30, 2015; and that a true and correct copy of the same, as adopted, shall be kept on file in the records of the Clerk of the Council.

II. GENERAL FUND APPROPRIATIONS

BE IT RESOLVED by the Council of the City of Charlottesville that:

A. The sums hereinafter set forth are estimated as General Fund revenues for the fiscal year beginning July 1, 2014.

Local Taxes

Real Estate Taxes	\$52,930,727
Personal Property Tax	6,752,334
Public Service Corporation Tax	1,296,916
Penalty/Interest on Delinquent Taxes	350,000
Utility Services Consumer Tax (Gas, Water, Electric)	4,494,500
Virginia Communications Sales and Use Tax	3,333,000
Tax on Bank Stock	925,000
Tax on Wills and Deeds	600,000
Sales and Use Tax	10,659,000

Rolling Stock Tax	13,001
Transient Room Tax	2,919,240
Meals Tax	6,144,083
Short-Term Rental Tax	40,000
Cigarette Tax	850,000
Recordation Tax Receipts	180,000
Vehicle Daily Rental Tax	125,000
Total Local Taxes	\$91,612,801

Licenses and Permits

Business and Professional Licenses	\$6,780,527
Vehicle Licenses	825,000
Dog Licenses	15,000
Electrical, Heating, and Mechanical Permits	200,000
Building and Plumbing Permits	600,000
Other Permits	450,000
Total Licenses and Permits	\$8,870,527

Intergovernmental Revenue

Revenue from State Agencies

PPTRA Revenue (State Personal Property Tax)	\$3,498,256
State Highway Assistance	3,670,000
Reimbursement/Constitutional Offices	1,450,000
State Aid for Police Protection	2,093,768
Trailer Title	1,200
Other State Assistance: Misc. Rev	50,000

Revenue from Other Intergovernmental Sources

Jefferson Area Drug Enforcement (JADE)	96,000
School Resource Officers (City Schools)	262,696
Regional Library Administrative Fee	91,500
Fire Department Ops (Albemarle County)	186,000
Fire Department Ops (UVA)	270,054
Juvenile & Domestic Relations Court (Albemarle County)	54,896
Juvenile & Domestic Relations Court Building Maint. (Albemarle County)	62,463
Magistrate's Office (Albemarle County)	4,550
Payments In Lieu Of Taxes (Housing Authority)	25,000
Service Charge (UVA)	30,000
Property Maintenance (UVA)	50,000

Total Intergovernmental Revenue \$11,896,383

Charges for Services

Property Transfer Fees	\$1,000
Zoning Appeals Fees	500
Court Revenue (Circuit/General District Courts)	425,000
Circuit Court - Online Land Records Subscription Revenue	50,000
Parking Meter Receipts	100,000

Parking Garage Revenue	1,250,000
Internal City Services	1,141,352
Utility Cut Permits	199,000
Recreation Income	1,944,631
Reimbursable Overtime/Public Safety	265,000
Parking Permit Fees	55,000
Payment in Lieu of Taxes: Utilities	5,258,457
Indirect Cost Recovery	125,000
Waste Disposal Fees	850,000
Other Charges for Services	115,000
Total Charges for Services	\$11,779,940

Fines	
Parking Fines	\$450,000
Total Fines	\$450,000

Miscellaneous Revenue	
Interest Earned	\$250,000
Rent	180,000
Hedgerow Properties - Rental and Parking Revenue	196,077
Refund of Prior Years' Expenditures	30,000
Parking Garage Maintenance	50,000
Other Miscellaneous Revenue	150,000
Total Misc. Revenue	\$856,077

Transfers from Other Funds	
Risk Management Fund	\$325,000
Landfill Fund	\$100,000
Health Care Fund	\$250,000
Human Services Fund	\$100,000
Transfers from Other Funds Total	\$775,000

City/County Revenue Sharing: Operating Budget	\$11,467,895
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Total Operating Revenue	\$137,708,623
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Designated Revenue	
City/School Contracts: Pupil Transportation	\$2,469,600
City/School Contracts: School Building Maintenance	3,516,991
City/County Revenue Sharing: Transfer to Capital Improvement Fund	4,599,086
City/County Revenue Sharing: Transfer to Facilities Repair Fund	400,000
Transfer to Debt Service Fund: Meals Tax Revenue	2,048,027
Total Designated Revenue	\$13,033,704

Total General Fund Revenue	\$150,742,327
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B. The sums hereinafter set forth are hereby appropriated from the General Fund of the City for the annual operation of the City departments, other agencies and non-departmental accounts so set forth, beginning July 1, 2014.

Operating Expenditures

City Council Priority Initiatives	70,486
Mayor and City Council	251,673
Office of the City Manager/ Administration	1,155,652
Office of the City Manager/Communications	373,341
Office of the City Manager/ Economic Development	582,873
Office of the City Attorney	864,764
Office of General Registrar	515,855

Organizational Memberships/Workforce Development

Virginia Municipal League	15,500
Chamber of Commerce	1,450
Thomas Jefferson PDC	54,728
Piedmont Workforce Network	6,521
Virginia Institute of Government	2,500
Alliance for Innovation	2,550
Virginia First Cities	18,000
Central Virginia Partnership for Economic Development	18,658
Thomas Jefferson Soil and Water Conservation District	12,300
Streamwatch	10,000
Central Virginia Small Business Development Center	12,000
National League of Cities	4,000
Community Investment Collaborative	25,000
Center for Nonprofit Excellence	500

Non Departmental Activities

Sister City Committee	15,000
City Strategic Plan/P3: Plan, Perform, Perfect	55,000
Virginia Juvenile Community Crime Control Act (Local Match)	108,415
City of Promise Grant (Local Match)	32,500

Transfer to Debt Service Fund 6,465,000

Transfer to Fund Balance Target Adjustment Fund 300,000

Employee Compensation and Training 880,260

Finance Department - Administration/Purchasing/Assessor 2,489,709

Human Resources 1,034,959

Commissioner of Revenue 1,126,987

Treasurer 1,224,651

Transfer to Convention and Visitors' Bureau	733,091
Transfer to Comprehensive Services Act Fund	2,300,000
Community Events and Festivals	
Virginia Film Festival	15,200
Virginia Festival of the Book	15,600
First Night Virginia	2,375
Festival of the Photograph	11,000
Tom Tom Founders Festival	5,000
City Non Cash Support for African American Festival	3,000
City Non Cash Support for Fourth of July Events	8,500
City Non Cash Support for Dogwood Festival	20,000
City Supported Events (Other)	2,500
Contributions to Children, Youth, and Family Oriented Programs	
Virginia Cooperative Extension Program	44,811
Thomas Jefferson Health District	482,586
Computers 4 Kids	18,327
MACAA	96,560
Madison House	8,374
Sexual Assault Resources Agency (SARA)	22,000
Shelter for Help in Emergency (SHE)	110,327
Region Ten Community Services Board	1,001,865
Region Ten Community Services Board - Mohr Center	82,661
Jefferson Area Board for Aging (JABA)	319,192
TJACH	41,045
United Way - Thomas Jefferson Area	173,130
Children, Youth and Family Services (CYFS)	77,865
Free Clinic	114,600
Home Visiting Collaborative	66,350
AIDS/HIV Services Group	9,484
Building a Bridge	12,250
Women's Initiative	20,000
Abundant Life Ministries	34,259
Boys and Girls Club	54,065
Jefferson Area CHIP	316,076
Emergency Assistance Program Support (CARES)	84,516
Foothills Child Advocacy Center	26,250
Big Brothers/Big Sisters	20,000
PHAR Internship Program	25,000
Contributions to Education and the Arts	
Jefferson Madison Regional Library	1,458,354
Charlottesville Contemporary Center for the Arts	34,934
Piedmont Virginia Community College	10,130
McGuffey Art Center	23,473
Municipal Band	55,000

Piedmont Council for the Arts	22,562
Literacy Volunteers	37,853
Ashlawn-Highland Summer Festival	3,242
Historic Resources Task Force	5,000
African American Teaching Fellows	3,938
Jefferson School African American Heritage Center	30,000
The Paramount Theater/Arts Education Program	19,295
Transfer to Social Services Fund	3,212,777
Housing Programs	
Rent Relief for Elderly, a sum sufficient estimated at	15,000
Rent Relief for Disabled, a sum sufficient estimated at	180,000
Tax Relief for Elderly, a sum sufficient estimated at	480,000
Tax Relief for Disabled, a sum sufficient estimated at	127,000
Albemarle Housing Improvement Program (AHIP)	93,364
Piedmont Housing Alliance (PHA)	92,078
Homeowners Tax Relief Program	420,000
Stormwater Fee Assistance Program	25,000
Office of Human Rights/Human Rights Commission	231,496
Transfer to Human Services/Community Attention Fund	495,891
Neighborhood Development Services	3,304,187
VDOT Management	86,552
Parks and Recreation	9,516,148
Public Works: Administration, Facilities Development, Facilities Maintenance	2,271,243
Public Works: Hedgerow Properties	67,120
Public Works: Public Service	7,508,731
Ivy Landfill Remediation	300,000
Transfer to Charlottesville Area Transit Fund	1,881,095
JAUNT Paratransit Services	800,922
City Sheriff	1,026,750
Commonwealth's Attorney	1,113,953
Contributions to Programs Supporting Public Safety and Justice	
Regional Jail	4,874,205
Blue Ridge Juvenile Detention Center	875,000
Emergency Communications Center	1,697,772
Offenders Aid and Restoration	239,444
Piedmont Court Appointed Special Advocates	9,818
Legal Aid Justice Center	70,630
Public Defender's Office	44,544
Society for the Prevention of Cruelty to Animals	235,123
Clerk of Circuit Court	708,733
Circuit Court Judge	93,035

General District Court	30,186
Juvenile and Domestic Relations Court/Court Services Unit	329,496
Magistrate	9,100
Fire Department	9,524,264
Police Department	14,206,436

Local Contribution to Public Schools	
Operational Support	45,699,058

Total Operating Expenditures	\$137,708,623
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Designated Expenditures

City/School Contracts: Pupil Transportation	\$2,469,600
City/School Contracts: School Building Maintenance	3,516,991
Transfer to Capital Projects Fund	4,599,086
Transfer to Facilities Repair Fund	400,000
Transfer to Debt Service Fund - Meals Tax Revenue	2,048,027

Total Designated Expenditures	\$13,033,704
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Total General Fund Expenditures	\$150,742,327
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C. Of the sum of \$16,466,981 to be received in the General Fund from the County of Albemarle under the revenue sharing agreement of May 24, 1982, \$4,599,086 shall be transferred to the Capital Projects Fund and \$400,000 shall be transferred to the Facilities Repair Fund.

D. The amounts hereinabove appropriated for salary accruals, education, training and employee benefits, or portions thereof, may on authorization from the City Manager, or his designee, be transferred by the Director of Finance or the Director of Budget and Performance Management to any departmental account, and notwithstanding any other provision of this resolution to the contrary, be expended for salaries or employee benefits in such account in the manner as sums originally appropriated thereto.

E. The portions of the foregoing appropriations to individual departments or agencies intended for motor vehicles and related equipment shall be transferred to the Equipment Replacement Fund for expenditure as hereinafter provided.

F. The amount above appropriated for Debt Payment shall be transferred to the Debt Service Fund. In addition, one cent of the four-cent meals tax will be deposited into the Debt Service Fund.

G. The amount above appropriated as a Council Priority Initiatives shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of City Council.

H. The amount above appropriated as Ivy Landfill Remediation shall not be deemed to expire at the end of the fiscal year, and any unspent funds are hereby transferred to the Landfill Reserve account in the ensuing fiscal year unless altered by further action of City Council. Further, any amount in the Landfill Reserve may be immediately appropriated for use to cover costs associated with landfill remediation budget in the current fiscal year.

I. The amount above appropriated as Hedgerow Properties shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of City Council.

J. The proceeds of the sale of any real property to be used for parking shall be appropriated to the "Strategic Investments Account" account in the Capital Fund.

K. The amount received for \$4-For-Life revenue shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year and will be appropriated into the Fire Department budget with an annual allocation made to the Thomas Jefferson EMS, unless altered by further action of City Council.

L. The amount above appropriated as Historic Resources Task Force shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of City Council.

M. The amount above appropriated as VDOT Program Management shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of City Council.

N. The amount received as drug forfeitures and seizures revenue collected by the Police Department and Commonwealth Attorney's Office shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of City Council.

O. The amount received as Courthouse Security Revenue is hereby appropriated in the ensuing fiscal year and be appropriated into the Sheriff Office budget to be used for court security related expenses (personnel and equipment) per State Code. Further, any unspent funds in the Court House Security account shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless further altered by Council.

P. Any amount remaining in the Citywide Reserve account shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of City Council.

Q. The amount above appropriated as Corporate Training Fund, within the Employee Compensation and Training funds, shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of City Council.

R. The amounts received unspent for donations and grants in the General Fund received for specific purposes shall not be deemed to expire at the end of the fiscal year hereby be appropriated in the ensuing fiscal year.

S. The amounts above appropriated as Sister City Commission shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of City Council.

T. Sums appropriated for operation of the City Market which have not been encumbered or expended as of June 30, 2015 shall be transferred to the Capital Budget in an account designated for future relocation of the City Market.

U. Sums appropriated for the Stormwater Assistance Program shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of City Council.

V. Sums appropriated in the General Fund which have not been encumbered or expended as of June 30, 2015, shall be deemed to revert to the unassigned balance of the General Fund, unless Council by resolution provides that any such sum shall be a continuing appropriation.

W. Sums appropriated in the General Fund which have not been encumbered or expended as of June 30, 2015 and are in excess of 17% of General Fund expenditures for the next fiscal year shall be deemed to revert to the Capital Fund contingency account for future one-time investments in the City's infrastructure as part of the year-end appropriation, unless further altered by Council with year-end adjustments.

III. SCHOOL OPERATIONS APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville:

The sums hereinafter set forth are hereby appropriated for the annual operation of the school operations, effective July 1, 2014; the City contribution to the School operations having hereinabove been appropriated from the General Fund.

School Budget (All Funds)	
Local Contribution	\$45,699,058
State Funds	19,271,456
Federal Funds	5,006,193
Misc. Funds	3,105,144
Total School Operations Budget	\$73,081,851

A net increase in the School Operations general fund balance at June 30, 2015 shall be deemed to be allocated as follows: 50% to revert to City General Fund, 50% retained by School Operations General Fund. Up to \$100,000 of the City's reversion shall be transferred to the Facilities Management for School Building Small Capital Projects.

IV. HEALTH BENEFITS FUND APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville:

There is hereby appropriated from the Health Benefits Fund sums received by said Fund from individual departments and agencies for the payment of health and medical benefit program costs, and for insurance covering such costs, and in addition, for the accumulation of a reserve for future expenditures to pay for such health and medical benefit program costs. This appropriation shall be effective during the fiscal year ending June 30, 2015, but shall not be deemed to expire at the end of that year. Instead, it shall continue in effect unless altered by further action of City Council.

V. TRANSIT FUND APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville, that there is hereby appropriated from the Transit Fund, for the operation of the transit bus system during the fiscal year beginning July 1, 2014 and ending June 30, 2015, the sum of \$6,951,417 or the amount of revenue actually received by such fund, whichever is the greater amount. Such appropriation shall be effective July 1, 2014.

Except as is otherwise expressly provided herein, the balance of any General Fund contribution to such funds not expended or encumbered as of June 30, 2015 shall be deemed to revert to the unassigned balance of the General Fund, unless the Council by resolution provides that any such sum shall be deemed a continuing appropriation.

BE IT FURTHER RESOLVED by the Council of the City of Charlottesville, that there is hereby appropriated from the Transit Fund, for the replacement of transit buses during the fiscal year beginning July 1, 2014 and ending June 30, 2015, the sum of \$1,163,068 or the amount of revenue actually received for such purpose. However, such appropriation shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of this Council. Such appropriation shall be effective July 1, 2014.

VI. RISK MANAGEMENT APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville, that all sums previously appropriated to the Risk Management Fund, and all sums received by such fund as payment from other City funds, are hereby appropriated for the uses prescribed for such fund, pursuant to the terms of, and subject to the limitations imposed by Article V of Chapter 11 of the Code of the City of Charlottesville, 1990, as amended.

VII. EQUIPMENT REPLACEMENT FUND APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville:

There is hereby appropriated from the Equipment Replacement Fund other sums received by such fund as payment from the General Fund and vehicle sales, for the lease, financing or purchase of motor vehicles and related equipment and for accumulation of a

reserve for future equipment purchases during the fiscal year beginning July 1, 2014 and ending June 30, 2015. Such appropriation shall be effective July 1, 2014; provided that such appropriations shall not be deemed to expire at the end of such fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of City Council. Of the sums received by the Equipment Replacement Fund, a sum sufficient to service the debt on any pieces of general governmental equipment obtained under a master lease, credit line, or an installment purchase agreement shall be transferred to the Debt Service Fund.

VIII. FACILITIES REPAIR FUND APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville:

The sum of \$400,000 transferred to the Facilities Repair Fund from the General Fund, and such sums as may be transferred to the Facilities Repair Fund from other funds during the fiscal year beginning July 1, 2014 are appropriated for carrying out the purposes of this fund during that fiscal year. However, such appropriation shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of this Council.

IX. DEBT SERVICE FUND APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville:

A. The Debt Service Fund shall serve as a permanent reserve for the payment of principal and interest of bonds, notes and other evidences of indebtedness and the cost of issuance thereof issued by the City pursuant to its charter and/or the Virginia Public Finance Act.

B. The sum of \$6,465,000 transferred to such fund by Part II of this resolution, as well as the designated Meals Tax transfer (estimated at \$2,048,027), or as much thereof as may be necessary, is hereby appropriated to pay such debt service expenses during the fiscal year beginning July 1, 2014 and ending June 30, 2015.

C. Appropriations in the Debt Service Fund shall be deemed continuing appropriations, and balances remaining in such fund at the end of each fiscal year shall be carried forward to pay principal and interest due on City obligations and costs associated with the issuance of those obligations in future years.

X. SPECIAL REVENUE FUND APPROPRIATIONS

BE IT RESOLVED by the Council of the City of Charlottesville, that the following appropriations are hereby approved for agency expenditures accounted for as separate funds on the books of the City, for their respective programs during the fiscal year beginning July 1, 2014 and ending June 30, 2015; the City contribution to each such fund having hereinabove been appropriated from the General Fund:

A. There is hereby appropriated from the Charlottesville/Albemarle Convention and Visitors Bureau Fund, for the operation of the Charlottesville/Albemarle Convention

and Visitors Bureau during such fiscal year, the sum of \$1,478,189 or the amount of revenue actually received by such fund, whichever shall be the lesser amount.

B. There is hereby appropriated from the Human Services/Community Attention Fund, for the operation of the Community Attention Homes and related programs during such fiscal year, the sum of \$5,336,660, or the amount of revenue actually received by such fund, whichever shall be the lesser amount.

C. There is hereby appropriated from the Social Services Fund, for the operation of the Department of Social Services during such fiscal year, the sum of \$13,496,669, or the amount of revenue actually received by such fund, whichever shall be the lesser amount.

D. There is hereby appropriated from the Comprehensive Services Act Fund, for the operation of the Comprehensive Services Act entitlement program, the sum of \$8,944,165, or the amount of revenue actually received by such fund, whichever shall be the greater amount.

Each such special revenue fund appropriation shall be deemed effective July 1, 2014. Except as is otherwise expressly provided herein, the balance of any General Fund contribution to such funds not expended or encumbered as of June 30, 2015 shall be deemed to revert to the unassigned balance of the General Fund, unless the Council by resolution provides that any such sum shall be deemed a continuing appropriation.

XI. INTERNAL SERVICES FUND APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville that the following appropriations are hereby approved for internal services accounted for as separate funds on the books of the City, for their respective programs during the fiscal year beginning July 1, 2014 and ending June 30, 2015; the payments of individual departments and agencies to each such fund having hereinabove been appropriated in the General Fund and other applicable funds:

A. There is hereby appropriated from the Information Technology Fund, for the operation of the various functions within this fund during the fiscal year beginning July 1, 2014, or the amount of revenue actually credited to such fund from other City departments and agencies, whichever shall be the greater amount:

1. For the operation of the Department of Information Technology, the sum of \$2,385,256.

2. For the operation and infrastructure of City Link, the sum of \$1,200,000. However, such appropriation shall not be deemed to expire at the end of the fiscal year, but is hereby appropriated in the ensuing fiscal year into the City Link Infrastructure cost center unless altered by further action of this Council.

3. For the replacement of desktop computers, the sum of \$86,632. However, such appropriation shall not be deemed to expire at the end of the fiscal year, but are

hereby appropriated in the ensuing fiscal year unless altered by further action of this Council. In addition, the proceeds of the sale of desktop computers shall be returned to the Computer Replacement account in the Information Technology Fund for the purpose of future purchase of desktop computers.

4. For Technology Infrastructure Replacement, the sum of \$225,000. However, such appropriation shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of this Council.

5. For GIS operations, the sum of \$64,155. However, such appropriation shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of this Council.

B. There is hereby appropriated from the Warehouse Fund, for the operation of the Warehouse during such fiscal year, the sum of \$158,534, or the amount of revenue actually credited to such fund from other City departments and agencies, whichever shall be the greater amount.

C. There is hereby appropriated from the Fleet Maintenance Fund, for the operation of the Central Garage, Vehicle Wash and Fuel System during such fiscal year, the sum of \$1,003,757, or the amount of revenue actually credited to such fund from other City departments and agencies, whichever shall be the greater amount.

D. There is hereby appropriated from the HVAC Maintenance Fund, for the operation of the HVAC Maintenance program during such fiscal year, the sum of \$580,955, or the amount of revenue actually credited to such fund from other City departments and agencies, whichever shall be the greater amount.

E. There is hereby appropriated from the Communications System Fund, for the operation of the citywide phone system and mailroom operations during such fiscal year, the sum of \$396,675, or the amount of revenue actually credited to such fund from other City departments and agencies, whichever shall be the greater amount.

XII. CAPITAL PROJECTS FUND APPROPRIATIONS

BE IT RESOLVED by the Council of the City of Charlottesville, Virginia that:

A. The following are hereby designated as revenue of the Capital Projects Fund:

1. The sum of \$4,599,086 in Albemarle County revenue sharing payments transferred from the General Fund pursuant to Section II-C of this resolution.

2. The proceeds of the sale of any real property, as prescribed by resolution of this Council adopted November 3, 1986.

3. The proceeds of the sale of any real property to be used for housing shall be appropriated to the “Charlottesville Affordable Housing Fund” account in the Capital Fund.

B. The sums hereinafter set forth are hereby appropriated from the Capital Projects Fund of the City for the respective capital purchases or projects so set forth, effective for the fiscal year beginning July 1, 2014; provided that such appropriations shall not be deemed to expire at the end of such fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of City Council.

C. The Capital Projects Fund Fiscal Year 2015-2019 will reflect the budget delineations set forth below for Fiscal Year 2014-2015.

The Capital Projects Fund grouped by area:

<u>Revenue</u>	
Transfer from General Fund	\$4,599,086
FY 2013 Year End Surplus	1,000,000
Contribution from Albemarle County	290,500
Contribution from City Schools	200,000
PEG Fee Revenue	47,500
CY 2014 Bond Issue	10,829,155
<u>TOTAL REVENUE</u>	<u>\$16,966,241</u>
<u>Expenditures</u>	
Education	\$2,520,491
Economic Development	150,000
Public Safety and Justice	3,994,911
Facilities Capital Projects	1,345,491
Neighborhood Improvements	47,500
Transportation and Access	5,342,111
Parks and Recreation	1,698,915
Stormwater Initiatives	125,000
Technology Infrastructure	47,500
Charlottesville Affordable Housing Fund	1,569,322
Home Energy Conservation Grant Program	125,000
<u>TOTAL EXPENDITURES</u>	<u>\$16,966,241</u>

XIII. GAS FUND APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville, that there is hereby appropriated from the Gas Fund, for the operation of the gas utility during the fiscal year beginning July 1, 2014 and ending June 30, 2015, the sum of \$28,212,877 or the amount of revenue actually received by such fund, whichever is the greater amount. Such appropriation shall be effective July 1, 2014. However, the appropriations for the Vehicle Replacement Program, the Thermostat Program and Gas Assistance Program shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of this Council.

XIV. WATER FUND APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville, that there is hereby appropriated from the Water Fund, for the operation of the water utility during the fiscal year beginning July 1, 2014 and ending June 30, 2015, the sum of \$9,402,387, or the amount of revenue actually received by such fund, whichever is the greater amount. Such appropriation shall be effective July 1, 2014. However, the appropriations for the Vehicle Replacement Program, Water Conservation Program, Water Assistance Program, Rain Barrel Program and the Toilet Rebate Program shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of this Council.

XV. WASTEWATER FUND APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville, that there is hereby appropriated from the Wastewater Fund, for the operation of the wastewater utility during the fiscal year beginning July 1, 2014 and ending June 30, 2015, the sum of \$16,874,122 or the amount of revenue actually received by such fund, whichever is the greater amount. Such appropriation shall be effective July 1, 2014. However, the appropriations for the Vehicle Replacement Program and the Wastewater Assistance Program shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of this Council.

XVI. STORMWATER FUND APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville, that there is hereby appropriated from the Stormwater Fund, for the operation of the stormwater utility during the fiscal year beginning July 1, 2014 and ending June 30, 2015, the sum of \$1,832,297 or the amount of revenue actually received by such fund, whichever is the greater amount. Such appropriation shall be effective July 1, 2014.

XVII. UTILITIES FUNDS DEBT SERVICE APPROPRIATION

BE IT RESOLVED by the Council of the City of Charlottesville, that there is hereby appropriated from the Utilities Funds (Gas, Water, Wastewater and Stormwater) for the payment of principal and interest of bonds, notes and other evidences of indebtedness and the cost of issuance thereof issued by the City pursuant to its charter and/or the Virginia Public Finance Act., during the fiscal year beginning July 1, 2014 and ending June 30, 2015, the following sums in each fund or the amount of revenue actually received by such fund, whichever is the greater amount. Such appropriation shall be effective July 1, 2014. However, such appropriation shall not be deemed to expire at the end of the fiscal year, but are hereby appropriated in the ensuing fiscal year unless altered by further action of this Council.

A. There is hereby appropriated from the Gas Debt Service Fund, the sum of \$900,000 as revenue (transfer from Gas Fund) and \$678,223 in principal and interest payments.

B. There is hereby appropriated from the Wastewater Debt Service Fund the sum of \$2,400,000 in revenue (transfer from the Wastewater Fund) and \$2,744,201 in principal and interest payments.

C. There is hereby appropriated from the Water Debt Service Fund the sum of \$1,725,000 in revenue (transfer from the Water Fund) and \$1,767,671 in principal and interest payments.

D. There is hereby appropriated from the Stormwater Debt Service Fund the sum of \$27,000 in revenue (transfer from the Stormwater Fund) and \$14,000 in principal and interest payments.

XVIII. PAY PLAN APPROVAL

BE IT RESOLVED by the Council of the City of Charlottesville that the Employee Classification and Pay Plan for the City of Charlottesville dated July 1, 2014 and effective on that same date, which assigns salary ranges to each class or position in the City service is hereby approved pursuant to Section 19-3 and 19-4 of the City Code, 1990, as amended and a copy of the same shall be kept on file with the records of the meeting at which this resolution is approved.

XIX. PAY ADJUSTMENT FOR RETIREES

BE IT RESOLVED by the Council of the City of Charlottesville, that the Retirement Plan Commission is authorized and directed to provide for the payment from the Retirement Fund of a post-retirement supplement of 1% of the current retirement pay of each presently retired employee effective July 1, 2014.

XX. GOLF FUND

BE IT RESOLVED by the Council of the City of Charlottesville, that there is hereby appropriated from the Golf Fund, for the operation of the golf courses during the fiscal year beginning July 1, 2014 the sum of \$906,996, or the amount of revenue actually received by such fund, whichever is the greater amount.