

City of Alexandria, Virginia

MEMORANDUM

DATE: MAY 3, 2016

TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL

THROUGH: MARK B. JINKS, CITY MANAGER 

FROM: MORGAN ROUTT, DIRECTOR, OFFICE OF MANAGEMENT AND BUDGET 

SUBJECT: BUDGET MEMO #25: SUMMARY OF DECISIONS FROM FINAL ADD/DELETE WORK SESSION

The attached worksheet reflects the decisions made by City Council in the Monday, May 2, 2016 final add/delete work session. As detailed in the table below, the result of these decisions is a General Fund budget of \$678,533,638 to be adopted at the Thursday, May 5, 2016 special legislative meeting. General Fund expenditures increase \$29.4 million or 4.5% over the FY 2016 Approved Budget and \$6.9 million over the City Manager's FY 2017 Proposed Budget.

General Fund Operating Budget Summary

	FY 2016 Approved	FY 2017 Proposed	Add/Delete	FY 2017 Approved	\$ Change FY16/17	% Change FY16/17
City Operations	\$348.4M	\$361.2 M	-\$2.3 M	\$358.9 M	\$10.5 M	3.0%
Transit Subsidies	\$22.4 M	\$20.5 M	-\$0.6M	\$19.9 M	-\$2.5 M	-11.2%
General Cash Capital	\$16.2 M	\$17.3 M	\$6.5 M	\$23.8 M	\$7.6 M	46.7%
Debt Service	\$63.3 M	\$69.1 M	\$0.3 M	\$69.4 M	\$6.0 M	9.6%
City Subtotal	\$450.3 M	\$468.0 M	\$3.9 M	\$472.0 M	\$21.6 M	4.8%
ACPS Transfer	\$198.8 M	\$203.6 M	\$3.0 M	\$206.6 M	\$7.8 M	3.9%
Total Operating	\$649.2 M	\$671.6 M	\$6.9 M	\$678.5 M	\$29.4 M	4.5%

*Figures may not total due to rounding

As noted in Attachment 1, funding for several of the items added to the budget have been placed in Contingent Reserves, requiring further action by staff before the funds may be released by City Council. These items are:

- Early Childhood Care Fee Subsidy (\$309,969), which requires further information from staff and discussion regarding leveraging early childhood funding from State.
- Dental Care (\$57,914), which requires analysis comparing types and availability of dental services provided through Northern Virginia Dental Services and Neighborhood Health.

- Transportation Improvement Program (TIP) funding (\$566,102) transferred from Washington Metropolitan Area Transit Authority (WMATA) operating subsidy savings to be released by Council upon recommendation of the use of funding by the Transportation Commission.

Additionally, the final add/delete work session has an impact on the Capital Budget. As detailed in the table below, the result of the decisions is an FY 2017 Capital Budget of \$394,604,452, an increase of \$15,108,000 from the City Manager's Proposed Capital Improvement Program (CIP). The FY 2017-2026 CIP totals \$1,671,789,739, an increase of \$89,164,738 from the City Manager's Proposed CIP. The FY 2017 Capital Budget and FY 2017-2026 Capital Improvement Program will be adopted at the Thursday, May 5, 2016 special legislative meeting.

Capital Improvement Program CIP Section	FY 2017 Only			FY 2017 - 2026 CIP		
	FY 2017 Proposed	Add/Delete	FY 2017 Approved	FY 2017 - 2026 Proposed	Add/Delete	FY 2017 - 2026 Approved
ACPS	\$ 35.9 M	\$ 8.3 M	\$ 44.2 M	\$ 265.7 M	\$ 8.3 M	\$ 274.0 M
Community Development	\$ 6.2 M	-	\$ 6.2 M	\$ 102.8 M	-	\$ 102.8 M
IT Plan	\$ 5.8 M	\$ 0.4 M	\$ 6.2 M	\$ 51.5 M	\$ 0.4 M	\$ 51.9 M
Other Regional Contributions	\$ 0.8 M	-	\$ 0.8 M	\$ 7.9 M	-	\$ 7.9 M
Public Buildings	\$ 14.3 M	\$ 3.7 M	\$ 18.0 M	\$ 164.3 M	\$ 3.7 M	\$ 168.1 M
Recreation & Parks	\$ 15.4 M	-	\$ 15.4 M	\$ 112.8 M	-	\$ 112.8 M
Sanitary Sewers	\$ 1.9 M	-	\$ 1.9 M	\$ 93.7 M	-	\$ 93.7 M
Stormwater Management	\$ 2.3 M	-	\$ 2.3 M	\$ 49.1 M	-	\$ 49.1 M
Transportation	\$ 296.9 M	\$ 2.7 M	\$ 299.6 M	\$ 734.7 M	\$ 2.7 M	\$ 737.4 M
Future Cash Capital Funding for Priority Projects	-	-	-	-	\$ 74.1 M	\$ 74.1 M
TOTAL CIP	\$ 379.5 M	\$ 15.1 M	\$ 394.6 M	\$ 1,582.6 M	\$ 89.2 M	\$ 1,671.8 M

ATTACHMENTS:

Attachment 1 – FY 2017 Final Add/Delete Worksheet

	FY 2017 Approved Add/Delete	FY 2018	FY 2019	FY 2020	FY 2021
1 FY 2017 Final Add/Delete					
2					
3 Revenues					
4 Real Estate Tax*	10,245,600	7,592,000	7,743,840	7,898,717	8,056,691
5 Revenue Re-estimate	(231,134)	317,427	328,460	339,730	351,244
6 Tobacco Tax	160,555	154,936	151,062	147,286	143,603
7 Refuse Fee	182,490	-	-	-	-
8 Total	10,357,511	8,064,363	8,223,362	8,385,732	8,551,539
9					
10 Expenditures					
11 Technical Adjustments	(443,561)	94,200	97,026	99,937	102,935
12					
13 Real Estate Tax Increase Funded					
14 Capital Project Funding	10,175,600	7,446,400	7,592,416	7,741,237	7,892,911
15 Energy & Sustainability Position in CIP	70,000	145,600	151,424	157,480	163,780
16					
17 Tobacco Tax Funded					
18 Dental Care (Contingent Reserve)	57,914	59,651	61,441	63,284	65,183
19 Neighborhood Health	102,641	105,720	108,892	112,159	115,523
20					
21 Refuse Fee Funded					
22 Public Space Recycling	182,490	-	-	-	-
23					
24 Reductions to Fund Early Childcare					
25 Early Child Care (Contingent Reserve)	309,969	322,368	335,262	348,673	362,620
26 NVJDH Positions	(174,000)	(179,220)	(184,597)	(190,134)	(195,839)
27 ITS Business Analyst	(135,969)	(140,048)	(144,250)	(148,577)	(153,034)
28					
29 Funded by Re-estimated Revenues					
30 Fire Hydrant Maintenance	17,720	18,252	18,799	19,363	19,944
31 Library Sunday Hours	79,862	83,056	86,378	89,833	93,427
32 Visit Alexandria Digital Advertising	50,000	-	-	-	-
33 BID Study Funding	25,000	-	-	-	-
34 Park Maintenance	22,365	23,036	23,727	24,439	25,172
35 ADA Accessible Door at City Hall	10,200	-	-	-	-
36 Nannie J Lee Center Walk-in Hours	7,280	7,498	7,723	7,955	8,194
37					
38 ACPS Contingency					
39 Add to ACPS Transfer	3,000,000	-	-	-	-
40 Delete from Non-Departmental	(3,000,000)	-	-	-	-
41					
42 Total Expenditures	10,357,511	7,986,513	8,154,243	8,325,648	8,500,816
43					
44 Net Revenue/Expenditures	-	77,849	69,119	60,085	50,723
45					

46 *Includes June FY 2016 Real Estate Tax payment, which will be used in FY 2017 to fund capital projects