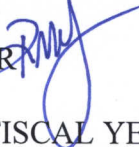


City of Alexandria, Virginia

MEMORANDUM

DATE: JUNE 6, 2012

TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL

FROM: RASHAD M. YOUNG, CITY MANAGER 

SUBJECT: APPROPRIATION ORDINANCE FOR FISCAL YEAR 2013

ISSUE: Consideration of an Appropriation Ordinance to make appropriations for the support of the government of the City of Alexandria, Virginia for the Fiscal Year (FY) 2013.

RECOMMENDATION: That City Council pass the ordinance on first reading on Wednesday, June 13, 2012, and schedule it for public hearing, second reading, and final passage on Saturday, June 16, 2012.

DISCUSSION: On May 7, 2012, City Council approved the FY 2013 General Fund Budget and adopted an ordinance setting the City's real property and personal property tax rate for calendar year (CY) 2012. In accordance with sections 6.07 and 6.14 of the City Charter, an annual ordinance is also required to appropriate the Approved Operating and Capital Budgets. This ordinance contains the appropriation of the Adopted Operating Budget, the reappropriation of expected encumbrances, and an appropriation from the Special Revenue Fund for new grants.

ADOPTED OPERATING BUDGET: Sections 1 through 9 of the attached proposed appropriations ordinance legally establishes the revenues and expenditures of the FY 2013 budget. As detailed in Section 7 of the attached ordinance, a significant portion of the General Fund's revenues are transferred to other funds and component units, principally to finance operations of the Alexandria City Public Schools. In addition, the total expenditure appropriation must be reduced by the amount of these transfers (referred to as "Interfund Transfers") to eliminate double counting and accurately reflect the aggregate expenditure appropriations. Table I, which is attached to the ordinance, provides the detailed breakdown for all funds for each department and component unit. Table II, which is also attached to the ordinance, provides the detailed revenue estimate for all funds by the major sources of revenue.

APPROPRIATION OF FUND BALANCE FOR OTHER POST EMPLOYMENT

BENEFITS : Section 10 of the attached proposed appropriation ordinance appropriates General Fund balance to continue funding the City's obligation for other post-employment benefits and for fund balance commitments approved by Council during budget adoption on May 7. These funds are placed in a separate trust fund, the Post-Employment Benefits Trust.

