

II
4-26-04

City of Alexandria, Virginia

MEMORANDUM

DATE: APRIL 26, 2004 (Updated)
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: PHILIP SUNDERLAND, CITY MANAGER *PS*
SUBJECT: BUDGET MEMO #105 (Updated): PRELIMINARY FY 2005 ADD/DELETE LIST

ISSUE: Receipt of the preliminary FY 2005 Add/Delete List.

RECOMMENDATION: That City Council receive the preliminary, updated FY 2005 Add/Delete List (Attachment 1). This item will be discussed at the April 26 work session. Staff will incorporate any requested revisions prior to the distribution of the final Add/Delete list, which will be distributed on April 30, 2004.

Consistent with City Council's budget procedures that are established under Resolution Number 2088 (Attachment 2), for City Council to consider any motion that would increase an expenditure outlay above the baseline proposed budget, City Council must include in the motion at least an equivalent reduction in other specific budget outlays, an increase in other specific revenues, or a combination of both. In addition, the resolution states "any appropriation from the Undesignated Fund Balance or like account beyond that proposed in the Manager's proposed budget shall require an affirmative vote of five Council Members." The resolution also states that in the event the City Manager recommends final revenue adjustments that result in a net change from the revenue estimates included in the Proposed Budget (as did occur this year), the net increase in the revenue estimate shall be reflected as a change in the proposed appropriation from the Undesignated Fund Balance.

DISCUSSION: The preliminary FY 2005 Add/Delete List consists of all items identified by members of Council either orally or in writing for inclusion in the Add/Delete List as of April 24, 2004, plus some additional items that were identified over the weekend.

The preliminary Add/Delete list, as per our long standing City Budget Memo procedures, also includes transfers from the non-departmental budget for proposed employee compensation adjustments as specified in the proposed budget.

ATTACHMENTS: Attachment 1 - Preliminary, Updated FY 2005 Add/Delete List
Attachment 2 - Resolution No. 2088, Budget Resolution Regarding the Treatment of Final Revenue Adjustments During the Budget Process

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 1

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)

**A. CITY MANAGER'S PROPOSED
 FY 2005 GENERAL FUND
 OPERATING BUDGET**

\$432,850,876 \$429,025,876

NOTE: The net effect of the following recommended revenue adjustments in items 1 through 11 below is a net increase of \$1.787 million in General Fund revenues for FY 2005. In accordance with Resolution #2088, these recommended revenue adjustments will reduce the proposed appropriation from general fund balance from \$3.825 million to \$2.038 million. Increasing the appropriation from fund balance beyond the revised figure of \$2.038 million requires a vote of 5 Council members.

B. REVENUE ADJUSTMENTS

- 1) An increase of \$1.6 million in the estimate of General Fund Business License Tax Revenue, to reflect revised projections based on receipts through March 31, 2004 (Budget Memo #76). \$1,600,000
- 2) An increase of \$0.3 million in the estimate of General Fund Personal Property Tax Revenue, to reflect revised projections based on receipts through March 31, 2004 (Budget Memo #76). \$300,000
- 3) An increase of \$0.3 million in the estimate of General Fund Transient Lodging Tax Revenue, to reflect revised projections based on receipts through March 31, 2004 (Budget Memo #76). \$300,000
- 4) An increase of \$0.3 million in the estimate of General Fund Restaurant Meals Tax Revenue, to reflect revised

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 2

	<u>Expenditures</u>		<u>Revenues</u>		
	Add (1)	Delete (2)	Add (3)	Delete (4)	Council Action (5)
projections based on receipts through March 31, 2004 (Budget Memo #76).					
5) An increase of \$0.3 million in the estimate of Intergovernmental Revenues. This increase consists of an anticipated increase in Personal Property reimbursements from the Commonwealth of Virginia due to the number of vehicles being registered in the City (Budget Memo #76).			\$300,000		
6) An increase of \$0.1 million in the estimate of General Fund Local Sales Tax Revenue, to reflect revised projections based on receipts through March 31, 2004 (Budget Memo #76).			\$100,000		
7) An increase of \$0.05 million in the estimate of General Fund Motor Vehicle License Tax Revenue, to reflect revised projections based on receipts through March 31, 2004 (Budget Memo #76).			\$50,000		
8) A decrease of \$0.5 million in the estimate of General Fund Other Miscellaneous Tax Revenue, to reflect revised projections based on receipts through March 31, 2004 (Budget Memo #76).				(\$500,000)	
9) A decrease of \$0.4 million in the estimate of General Fund Utility Tax Revenue, to reflect revised projections based on receipts through March 31, 2004 (Budget Memo #76).				(\$400,000)	

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 3

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)

10) An increase (reflected as a reduction in projected revenue) of \$0.2 million in the estimate of Real Property Tax Revenue relieved through the City's Senior Tax Relief Program (Budget Memo #76). (\$200,000)

11) A decrease of \$0.063 million in the estimate of General Fund Revenue from Fines and Forfeitures, to reflect revised projections based on receipts through March 31, 2004 (Budget Memo #76). (\$63,000)

12) An increase of the Sewer Connection Fee from \$4,200 per household to \$8,000 per household (with adjustments of rates for other water meter sizes accordingly). (Councilman Macdonald, Budget Memo #61) \$400,000

[The net fiscal impact of the revenue adjustments noted in items 1-11 above is a net increase in General Fund Revenues of \$1.787 million.]

C. EXPENDITURE ADJUSTMENTS

(Note: The Proposed FY 2005 Non-Departmental budget includes \$3,453,000 to fund a 2.0 percent general salary adjustment (COLA) for City, Campagna Center and DASH employees, plus \$1,675,000 for an increase in the employee share of health care benefits for active and retired employees. These monies will be transferred to the appropriate departmental accounts pending City Council's approval of these compensation increases. It should also be noted that the City Manager's Proposed FY 2005 City appropriation to the Alexandria City Public Schools, in the amount of \$132,578,157, includes \$2,300,000 for the Schools' comparable 2.0 percent COLA recommended by the City Manager for City employees).

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 4

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)

C1 - Compensation Adjustments

Monies for a 2.0% COLA are included in FY 2005 Proposed Budget.

No net impact. Monies are included in FY 2005 Proposed Budget within each department's baseline budget.

No net impact. Monies are included in FY 2005 Proposed Budget.

No net impact. Monies are included in FY 2005 Proposed Budget.

13) Approve the 2.0 percent cost of living adjustment (COLA) for all City employees, including the City Manager, City Attorney, City Clerk and for City Council aides and the Mayor's aide. (Budget Memo #5)

14) Approve merit-in-step increases for all eligible city employees. The eligibility of the City Manager, City Attorney, and City Clerk for this increase shall be conditioned upon a satisfactory evaluation by City Council, and the amount of any increase shall be set by Council. (Budget Memo #5)

15) Approve an increase in the employer share of health care benefits for active and retired City employees to help offset part of the expected cost increases. (Budget Memo #5)

16) Approve an annual increase in funding for the City's Supplemental Retirement Plan for general employees to begin to address a significant unfunded liability. (Budget Memo #5)

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 5

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add (1)	Delete (2)	Add (3)	Delete (4)	
17) Approve an increase in the employer share of the Virginia Retirement System (VRS) pension plan. (Budget Memo #5)					(5)
<p style="text-align: center;">C2 - Other Expenditure Adjustments</p>					
18) Approve a decrease in the expenditures required to be provided for the Sheriffs and Emergency Response Technician (ERT) retirement income plan (Budget Memo #76).		(\$200,000)			
19) Approve an increase for the Campagna Kids program to reflect the cost of maintaining the status quo (Budget Memo #24 and Budget Memo #76). The cost of maintaining the status quo is \$200,000 less the amount of \$48,000 (If Council approves a 2.0 percent COLA for City and Schools employees) budgeted in the Non-departmental account for the Campagna Kids Program employee COLA.	\$152,000				
20) Approve an increase in the General Fund payment to the WMATA operating subsidy (Budget Memo #76).	\$48,000				
21) Increase Tree Maintenance (Councilmen Krupicka and Smedberg)	\$65,000				
22) Increase Gateway Landscaping and Maintenance (Councilmen Smedberg and Krupicka)	\$35,000				

No net impact. Monies are included in FY 2005 Proposed Budget.

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 6

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)

23) Add a Pedestrian and Bicycling Alternative \$74,000
 Transportation Coordinator (Councilmen Smedberg,
 Krupicka, Macdonald and Gaines, Budget Memo #74)

24) Debt Service for additional \$10 million Bond No Net
 Issuance for Open Space. Debt service for these New Cost to
 bonds should be deducted from the annual General Fund
 designation of funds for Open Space from
 1 cent dedicated real estate tax (Councilmen
 Smedberg and Krupicka, Budget Memos # 4,
 50, 59 and 64)

25) Debt Service for additional \$15 million No Net New
 Bond Issuance for Open Space to meet critical open Cost to
 space priorities, challenges and needs. Debt service General Fund
 for these bonds should be deducted from the annual
 designation of funds for Open Space from
 1 cent dedicated real estate tax (Councilman Gaines,
 Budget Memos #4, 50, 59, and 64)

26) Debt Service for additional \$25 million No Net New
 Bond Issuance for Open Space. Debt service Cost to
 for these bonds should be deducted from the annual General Fund
 designation of funds for Open Space from
 1 cent dedicated real estate tax (Councilman
 Macdonald, Budget Memos #4, 50, 59, and 64)

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 7

	Expenditures		Revenues		Council Action
	Add (1)	Delete (2)	Add (3)	Delete (4)	
27) Add monies for grant for the Lee-Fendall Home Repair (Councilman Macdonald, Budget Memo #77) (Also, see add/delete item #49 for funding by contingent reserve designation (Mayor Euille, Vice Mayor Pepper, Councilmen Smedberg, Krupicka)	\$100,000				(5)
28) Add Open Space Coordinator (3 year overhire) Paid for by reducing Open Space Cash Capital (Councilman Macdonald)		No Net New Cost to General Fund			
29) Add \$150,000 from Contingent Reserves for Youth Ride-On Program (Mayor Euille. Budget Memo #52)	\$150,000				
30) Add \$10,000 from Contingent Reserves for Sister Cities. (Mayor Euille, Councilmen Krupicka and Smedberg Budget Memo #91)	\$10,000				
<u>Option A</u> - No required match from Sister City Program (Mayor Euille and Councilman Smedberg)					
<u>Option B</u> - Requires 1 for 1 match with additional \$10,000 match from private sources (Councilman Krupicka)					

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 8

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add (1)	Delete (2)	Add (3)	Delete (4)	
31) Add \$5,000 from Contingent Reserves for the USS Alexandria. (Mayor Euille, Councilmen Krupicka and Smedberg, Budget Memo # 86)	\$5,000				(5)
<u>Option A</u> - No required match from private sources (Mayor Euille and Councilman Smedberg)					
<u>Option B</u> - Requires 1 for 1 match from private sources (Councilman Krupicka)					
32) Add \$10,000 from Contingent Reserves for purchase of additional street trash cans. (Mayor Euille, Budget Memo #79)	\$10,000				
33) Add \$25,000 from Contingent Reserves for the Alexandria Commission for the Arts (Mayor Euille and Councilmen Smedberg and Krupicka, Budget Memo #93)	\$25,000				
34) Add \$5,250 from Contingent Reserves for Senior Taxi Fare Equalization (Vice Mayor Pepper, Budget Memo #58)	\$5,250				
35) Add \$50,000 from Contingent Reserves for library books at Burke Library. This will accelerate the rate at which books are added to reach 45,000 goal a year sooner than planned. (Vice Mayor Pepper and Councilman Gaines, Budget Memo #73)	\$50,000				

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 9

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add (1)	Delete (2)	Add (3)	Delete (4)	
36) Add \$100,000 from Contingent Reserves to reduce the waiting list by 20 seniors for Companion Aide. (Vice Mayor Pepper)	\$100,000				(5)
37) Add \$10,000 from Contingent Reserves for Citizen Academy to support land-use and zoning education seminars. (Councilman Krupicka)	\$10,000				
38) Add \$5,000 from Contingent Reserves for participation in the Regional Street Smart Pedestrian and Bike Safety Program. (Councilman Gaines)	\$5,000				
39) Add \$245,000 for Affordable Home Ownership Program to raise income threshold to \$61,000. (Councilmen Krupicka, Smedberg, and Gaines, Budget Memo #66)	\$245,000				
Option A – From Contingent Reserves (Councilman Gaines) See item #60 below.					
Option B - Offset by deletion of CIP funding for Sign Programs (Councilmen Krupicka and Smedberg) See items #82 and 83 below.					
40) Add \$10,000 from Contingent Reserves for Summer Youth Employment (Job Link) (Councilman Gaines)	\$12,000				
41) Add \$25,000 from Contingent Reserves for Public Safety/Emergency Preparedness including an on-line citizen emergency preparedness questionnaire,	\$25,000				

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 10

	Expenditures		Revenues		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)
the production and distribution of a public educational emergency preparedness pamphlet, supplemental funding to fill grant funding gap for Community Emergency Response Team (C.E.R.T.), and the production of the Council-mandated Citizen Corps final report (Councilmen Gaines and Krupicka)					
42) Add \$25,000 from Contingent Reserves for Seminary West Traffic Study (to augment Winkler Study) (Councilman Gaines)	\$25,000				
43) Add \$500,000 from Contingent Reserves for 2 to 3 Service Audits and Benchmarks (Councilmen Krupicka and Smedberg, Budget Memo #78)	\$500,000				
44) Add \$3,000 from Contingent Reserves for Alexandria Volunteer Bureau to support its web enhancement and increase volunteerism in Alexandria. (Councilwoman Woodson)	\$3,000				
45) Add \$300,000 from Contingent Reserves to Tenant and Workers Support Committee (TWSC) to acquire Community Center (Mayor Euille, Councilmen Gaines and Macdonald and Councilwoman Woodson, Budget Memo #62)	\$300,000				
Option A: Loan to TWSC (Mayor Euille, Councilmen Gaines and Macdonald)					

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 11

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)

Option B: Grant to TWSC from City's CIP budget as an adjunct of the City community service outreach in Departments of Human Services and Recreation. (Councilwoman Woodson)

46) Add \$90,000 from Contingent Reserves to fund ACPS to provide ISP service for approximately 1000 students to augment their laptop use. (Councilwoman Woodson, Budget Memos #87, 102) \$90,000

47) Add \$45,000 from Contingent Reserves for Home Health Aides in Ladrey House (ARHA) to be added to DHS budget. (Councilwoman Woodson) \$45,000

General Fund Contingent Reserves

48) Designate \$66,843 for a Mt. Vernon/King Street Retail Coordinator position in Contingent Reserves until Council review and approval offset by ACVA Marketing Headcount (Councilmen Krupicka and Smedberg.) Offset by ACVA deletion for equal amount, see #65 below.) No net new cost to the General Fund

49) Designate \$50,000 in Contingent Reserves for Lee-Fendall Home for repairs. No net new cost to the General Fund

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 12

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)
<p>(Mayor Euille, Vice Mayor Pepper, Councilmen Smedberg and Krupicka, Budget Memo #77)</p> <p><u>Option A</u> -- Councilman Smedberg and Krupicka grant contingent on open space easement</p> <p><u>Option B</u> -- Mayor Euille and Councilwoman Pepper no required easement</p>					
50)				(\$150,000)	
Delete \$150,000 from Contingent Reserves for Youth Ride-On Program (Mayor Euille, Budget Memo #52)					
51)				(\$10,000)	
Delete \$10,000 from Contingent Reserves for Sister Cities. (Mayor Euille, Councilmen Krupicka and Smedberg, Budget Memo #91)					
52)				(\$5,000)	
Delete \$5,000 from Contingent Reserves for the USS Alexandria. (Mayor Euille, Councilmen Krupicka and Smedberg, Budget Memo # 86)					
53)				(\$10,000)	
Delete \$10,000 from Contingent Reserves for purchase of additional street trash cans. (Mayor Euille. Budget Memo #79)					

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 13

	<u>Expenditures</u>		<u>Revenues</u>		<u>Council Action</u>
	<u>Add</u>	<u>Delete</u>	<u>Add</u>	<u>Delete</u>	
	(1)	(2)	(3)	(4)	(5)
54) Delete \$25,000 from Contingent Reserves for the Alexandria Commission for the Arts (Mayor Euille and Councilmen Smedberg and Krupicka Budget Memo #93)		(\$25,000)			
55) Delete \$5,250 from Contingent Reserves for Senior Taxi Fare Equalization (Vice Mayor Pepper, Budget Memo #58)		(\$5,250)			
56) Delete \$50,000 from Contingent Reserves for library books at Burke Library. This will accelerate the rate at which books are added to reach 45,000 goal a year sooner than planned. (Vice Mayor Pepper and Councilman Gaines, Budget Memo #73)		(\$50,000)			
57) Delete \$100,000 from Contingent Reserves to reduce the waiting list by 20 seniors for Companion Aide. (Vice Mayor Pepper)		(\$100,000)			
58) Delete \$10,000 from Contingent Reserves for Citizen Academy to support land-use and zoning education seminars. (Councilman Krupicka)		(\$10,000)			
59) Delete \$5,000 from Contingent Reserves for participation in the Regional Street Smart Pedestrian and Bike Safety Program. (Councilman Gaines)		(\$5,000)			

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 14

	Expenditures		Revenues		Council Action
	Add (1)	Delete (2)	Add (3)	Delete (4)	
60) Delete \$245,000 from Contingent Reserves for Affordable Home Ownership Program to raise income threshold to \$61,000. (Councilman Gaines, Budget Memo #66)		(\$245,000)			(5)
61) Delete \$12,000 from Contingent Reserves for Summer Youth Employment (Job Link) (Councilman Gaines)		(\$12,000)			
62) Delete \$300,000 in Contingent Reserves to fund Tenant and Workers Support Committee Community Center (Mayor Euille, Councilmen Gaines and Macdonald and Councilwoman Woodson, Budget Memo #62)		(\$300,000)			
Option A: Loan to TWSC (Mayor Euille, Councilmen Gaines and Macdonald)					
Option B: Grant to TWSC from City's CIP budget as an adjunct of the City community service outreach in Departments of Human Services and Recreation. (Councilwoman Woodson)					
63) Delete \$25,000 from Contingent Reserves for Public Safety/Emergency Preparedness including an on-line citizen emergency preparedness questionnaire, the production and distribution of a public educational emergency preparedness pamphlet, supplemental funding to fill grant funding gap for Community Emergency				(\$25,000)	

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 15

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add (1)	Delete (2)	Add (3)	Delete (4)	
Response Team (C.E.R.T.), and the production of the Council-mandated Citizen Corps final report (Councilmen Gaines and Krupicka)					
64) Delete \$25,000 from Contingent Reserves for Seminary West Traffic Study (to augment Winkler Study) (Councilman Gaines)		(\$25,000)			(5)
65) Delete \$500,000 from Contingent Reserves for 2 to 3 Service Audits and Benchmarks (Councilmen Krupicka and Smedberg, Budget Memo #78)		(\$500,000)			
66) Delete \$3,000 from Contingent Reserves for Alexandria Volunteer Bureau to support its web enhancement and increase volunteerism in Alexandria (Councilwoman Woodson)		(\$3,000)			
67) Delete \$90,000 from Contingent Reserves to fund ACPS to provide ISP service for approximately 1000 students to augment their laptop use. (Councilwoman Woodson Budget Memos #87, 102)		(\$90,000)			
68) Designate \$41,370 from Contingent Reserves for Code Enforcement staff by one FTE to be held in reserve until current full staffing complement in Code Enforcement has been tested to see if it is sufficient. (Councilwoman Woodson)					

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 16

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)
69) Delete \$45,000 from Contingent Reserves for Home Health Aides in ARHA Ladrey House to be added to DHS budget.		(\$45,000)			
DELETES					
70) Reduction for ACVA Marketing Headcount (Councilmen Krupicka and Smedberg, Budget Memo #15)		(\$66,843)			
71) Eliminate Sign Plan Coordinator (Councilmen Krupicka, Smedberg, Gaines, and Macdonald, Budget Memo #29)		(\$74,000)			
D. APPROPRIATION FROM FUND BALANCE					
72) Change Fund Balance Appropriation from Revenue Estimates				(\$1,787,000)	
73) Change Fund Balance Appropriation for proposed additional 1 cent Real Estate Tax Rate reduction.			\$2,296,000		

E. RECESS TO ENABLE STAFF TO COMPLETE NECESSARY CALCULATIONS BEFORE ADOPTION OF THE TAX RATE ORDINANCE.

<u>Expenditures</u>		<u>Revenues</u>		
Add	Delete	Add	Delete	Council Action
(1)	(2)	(3)	(4)	(5)

F. ADOPTION OF THE FY 2005 GENERAL FUND BUDGET AS AMENDED

Move to adopt the FY 2005 General Fund budget as amended in the following amounts:

<u>Total Expenditures</u>	<u>Total Revenues</u>
_____	_____

including a General Fund appropriation to the Alexandria City Public Schools of \$ _____ (\$132,578,157 is proposed).

There is a decrease proposed in the real property tax rate of three cents, from \$1.035 to \$1.005 (1 cent = \$3.4 million for the 18 months that this rate affects), and no increase proposed in the personal property tax rate of \$4.75 (1 cent = \$100,000).

G. ADOPTION OF THE FY 2005 TO FY 2010 CAPITAL IMPROVEMENT PROGRAM

The proposed FY 2005 to FY 2010 Capital Improvement Program totals \$303,893,029, with the following annual funding requirements: FY 2005--\$76,264,407; FY 2006--\$60,187,888; FY 2007--\$44,433,400; FY 2008--\$86,384,838; FY 2009--\$19,004,515; FY 2010--\$17,617,981. [In the event that City Council approves amendments to the Capital Improvement Program, these totals, and the CIP funding plan, will be adjusted accordingly.]

- 74) Add \$100,000 to the cash capital contribution to the Capital Projects Fund for Playground and Park Repairs/Improvements (additional landscaping, playground equipment, water and drainage management.) (Councilmen Stenberg and Krupicka) \$100,000

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 18

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)

75) Add \$500,000 to the cash capital contribution to repair the Windmill Hill Park Bulkhead. This does not affect the overall CIP, but moves this part of the project from FY 2007 to FY 2005 (Councilman Macdonald, Budget Memo #81). (Offset by deletion of King Street Flood Mitigation Study, see Item #85 below.)

76) Add to the Bond Funding of the Capital Projects Fund for the acquisition of open space (Budget Memos #4, #50, #59 and #64)

Option A: Add \$10,000,000 in FY 2005 (Councilmen Krupicka and Smedberg), which requires \$225,000 to be added to debt service account of the General Fund operating budget from the 1 cent Open Space account. \$10,000,000 (bonds)

Option B: Add \$15,000,000 in FY 2005 (Councilman Gaines), which requires \$337,500 to be added to debt service account of the General Fund operating budget from the 1 cent Open Space account. \$15,000,000 (bonds)

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 19

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)

Option C: Add \$25,000,000 in FY 2005 (Councilman Macdonald) which requires \$562,500 to be added to debt service account of the General Fund operating budget from the 1 cent Open Space account.

77) Reallocate \$6,000,000 in bonds issued in FY 2004 for the Second Presbyterian site from the Public Safety Center land acquisition account. (Councilman Macdonald) FY 2004 funds

78) Add \$50,000 to the cash capital contribution to study the feasibility of building a maritime heritage museum in Alexandria along the waterfront. (Use City staff to conduct the bulk of the study.) (Councilman Macdonald) \$50,000

79) Add \$100,000 to the cash capital contribution to repair the foundation and resurface the Montgomery St. tennis courts. (Councilman Macdonald) \$100,000

80) Add \$15,000 to the cash capital contribution to add lights at the Lee Center Recreation tennis courts. (Councilman Macdonald) \$15,000

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 20

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)
81) Add \$400,000 to the cash capital contribution to increase funding for sanitary sewer capital projects. (Councilman Macdonald, Budget Memo #61)	\$400,000				
82) Delete \$24,000 of the cash capital contribution to the Capital Projects Fund for the Neighborhood Sign Program (Budget memo #29, Councilmen Smedberg and Krupicka)		(\$24,000)			
83) Delete \$300,000 of the cash capital contribution to the Capital Projects Fund for the Wayfinding Sign Program (Budget memo #29, Councilmen Smedberg and Krupicka)		(\$300,000)			
84) Delete \$200,000 of the cash capital contribution to the Capital Projects Fund for Field Lighting Replacement and Upgrade (Move from six to ten year cycle (Councilmen Krupicka and Smedberg) (Note: \$100,000 would be added for Playground and Parks Repairs/Improvements, see item #74 above.)		(\$200,000)			
85) Delete \$500,000 of the cash capital for the Lower King Street Flood Mitigation Study (Councilman Macdonald)		(\$500,000)			

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 21

	Expenditures		Revenues		Council Action
	Add (1)	Delete (2)	Add (3)	Delete (4)	

86) Delete \$100,000 of the cash capital contribution to the Capital Projects Fund for the Wilkes Street Tunnel Restoration Study (Councilman Macdonald, Budget Memo #106) (\$100,000)

87) Delete \$185,000 of the cash capital contribution to the Capital Projects Fund for the new Revenue Collection Management System (Councilman Gaines request) (\$185,000)

88) Delete \$165,000 of the cash capital contribution for the Space Management Program. (Councilman Macdonald.) (\$165,000)

H. CHANGES IN FUND BALANCE DESIGNATIONS

89) Due to revenue re-estimates, change in the designated amount to fund FY 2005 budget from \$3,825,000 to \$2,038,000. (Budget Memo #26) (\$1,787,000)

90) Using the additional fund balance created by revenue re-estimates as well as change in designation (See #73 and 89 above), increase the designated amount to fund the FY 2005 budget from \$2,038,000 to \$3,825,000 to partially fund real estate tax rate reduction \$2,296,000

CITY OF ALEXANDRIA, VIRGINIA
 FY 2005 PRELIMINARY ADD/DELETE LIST, PAGE 22

	<u>Expenditures</u>		<u>Revenues</u>		Council Action
	Add	Delete	Add	Delete	
	(1)	(2)	(3)	(4)	(5)

(Budget memo #2, Mayor Euille, Vice Mayor Pepper, Councilman Smedberg, Councilman Krupicka, Councilman Gaines and Councilwoman Woodson)

91) Decrease the designated amount to fund Public Safety Overhires by \$509,000 from \$1,260,000 to \$751,000 (Mayor Euille, Vice Mayor Pepper, Councilman Smedberg, Councilman Krupicka, Councilman Gaines and Councilwoman Woodson's request) (\$509,000)

RESOLUTION NO. 2088
Budget Resolution Regarding the Treatment of
Final Revenue Adjustments During the Budget Process

WHEREAS, the City of Alexandria and the Greater Washington region face continued economic challenges; and

WHEREAS, the Alexandria City Council has previously exhibited restraint when considering its annual budget and financial policies; and

WHEREAS, the Alexandria City Council wishes to establish structure surrounding upcoming budget deliberations to ensure responsible actions with current economic resources;

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Alexandria, Virginia, that the Council shall, for the purposes of consideration of the Budget for the City of Alexandria, adhere to the following rules of procedure:

Section (a) Proposed Budget for the City of Alexandria -

(1) For purposes of this resolution, the budget baseline of revenue rates and expenditure levels for the fiscal year shall be that proposed by the City Manager of the City of Alexandria.

(2) For purposes of this resolution, the Office of Management and Budget shall provide revenue and/or expenditure projections for any motion or amendment which could affect the proposed budget specified in paragraph (1).

Section (b) Maximum Expenditure Levels May Not Exceed Sum of Projected Revenue and Appropriation from Undesignated Fund Balance in Proposed Budget -

(1) It shall not be in order in the Alexandria City Council to consider any motion or amendment to the proposed budget of the City of Alexandria if such motion or amendment would have the effect of increasing any specific budget outlays above the level of such outlays contained in the proposed budget specified in section (a) of this resolution, or would have the effect of reducing any specific revenues below the level contained in the proposed budget specified in section (a) of this resolution, unless such motion or amendment makes at least an equivalent reduction in other specific budget outlays, identifies an equivalent increase in other specific revenues, or an equivalent combination thereof.

(2) In the Alexandria City Council, any appropriation from the Undesignated Fund Balance or any like account beyond that proposed in the Manager's proposed budget shall require an affirmative vote of five Council members.

(3) In the event that the City Manager recommends final revenue adjustments that result in a net increase or net decrease from the revenue estimates specified in section (a) of this resolution, the net change in the revenue estimate shall be reflected as a change in the proposed appropriation from the Undesignated Fund Balance. As specified in Section (b)2, any appropriation from the Undesignated Fund Balance beyond that proposed in the Manager's proposed budget, including the net effect of final revenue adjustments, shall require an affirmative vote of five Council members.

Section (c) Expiration -- The provisions of this resolution shall expire on June 30, 2006.

ADOPTED: November 25, 2003


WILLIAM D. EULLE MAYOR

ATTEST:


Jacqueline M. Henderson, CMC City Clerk