

*City of Alexandria, Virginia*

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MEMORANDUM

DATE: APRIL 30, 2004

TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL

FROM: PHILIP SUNDERLAND, CITY MANAGER *PS*

SUBJECT: BUDGET MEMO #117: FINAL FY 2005 ADD/DELETE LIST

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The final FY 2005 Add/Delete List incorporates the revisions to the Preliminary Add/Delete List (Budget Memo #105) that were discussed by City Council at the April 26, 2004, budget work session, as well as additional revisions proposed by the Mayor as representing a possible consensus on adds and deletes to the Proposed Operating Budget and CIP.

If any questions arise concerning this final Add/Delete List or any other budget item, feel free to contact Bruce Johnson at (571) 238-1548 (cell) or (703) 838-4780 (office) any time before the Monday, May 3, Council meeting.

**ATTACHMENTS:**

Attachment 1 - Final FY 2005 Add/Delete List

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

|     | <u>Expenditures</u> |        | <u>Revenues</u> |        |
|-----|---------------------|--------|-----------------|--------|
|     | Add                 | Delete | Add             | Delete |
| (1) |                     | (2)    | (3)             | (4)    |
|     |                     |        |                 | (5)    |

**A. PROPOSED FY 2005 GENERAL FUND OPERATING BUDGET**

\$432,850,876                      \$428,516,876

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 projections based on receipts through March 31, 2004 (Budget Memo #76).  
 \$300,000

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

**PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.**

|  | <u>Expenditures</u> |        | <u>Revenues</u> |             |
|--|---------------------|--------|-----------------|-------------|
|  | Add                 | Delete | Add             | Delete      |
| 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). | (1)                 | (2)    | (3)             | (4)         |
|  |                     |        | \$300,000       | (5)         |
| 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) |

**PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.**

|  | <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

To be considered for FY 2006.

[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, included \$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 FINAL ADD/DELETE LIST, PAGE 4

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

|  | <u>Expenditures</u> |        | <u>Revenues</u> |        |
|--|---------------------|--------|-----------------|--------|
|  | Add                 | Delete | Add             | Delete |
|  | (1)                 | (2)    | (3)             | (4)    |
|  |                     |        |                 | (5)    |

**C1 - Compensation Adjustments**

- |  |  |
|--|--|
| <p>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)</p>  | <p>Monies for a 2.0% COLA are included in FY 2005 Proposed Budget.</p>   |
| <p>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)</p> | <p>No net impact. Monies are included in FY 2005 Proposed Budget within each department's baseline budget.</p> |
| <p>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)</p>  | <p>No net impact. Monies are included in FY 2005 Proposed Budget.</p>  |
| <p>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)</p>  | <p>No net impact. Monies are included in FY 2005 Proposed Budget.</p>  |

**PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.**

| <u>Expenditures</u> |        | <u>Revenues</u> |        |
|---------------------|--------|-----------------|--------|
| Add                 | Delete | Add             | Delete |
| (1)                 | (2)    | (3)             | (4)    |
|                     |        |                 |        |
|                     |        |                 | (5)    |

17) Approve an increase in the employer share of the Virginia Retirement System (VRS) pension plan. (Budget Memo #5) No net impact. Monies are included in FY 2005 Proposed Budget.

**C2 - Other Expenditure Adjustments**

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 Memos #24, 76 and 115). 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 and street trash cans (Mayor Euille, Councilmen Smedberg and Krupicka) \$35,000

#32 on City Street Trash Cans incorporated into this add.

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

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

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

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

\$74,000

24) Debt Service for additional \$10 million Bond Issuance for Open Space. Debt service for these bonds should be deducted from the annual designation of funds for Open Space from 1 cent dedicated real estate tax (Vice Mayor Pepper, Councilmen Smedberg and Krupicka, Budget Memos #4, 50, 59 and 64)

No Net New Cost to General Fund

Open Space Bonding options to be revisited in the Fall of 2004 prior to the sizing of the next City bond sale.

25) Debt Service for additional \$15 million Bond Issuance for Open Space to meet critical open space priorities, challenges and needs. Debt service 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)

No Net New Cost to General Fund

Open Space Bonding options to be revisited in the Fall of 2004 prior to the sizing of the next City bond sale.

26) Debt Service for additional \$25 million Bond Issuance for Open Space. Debt service for these bonds should be deducted from the annual designation of funds for Open Space from 1 cent dedicated real estate tax (Councilman Macdonald, Budget Memos #4, 50, 59, and 64)

No Net New Cost to General Fund

Open Space Bonding options to be revisited in the Fall of 2004 prior to the sizing of the next City bond sale.

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

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

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

\$100,000

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.

28) Add Open Space Coordinator (3 year overhire). ~~\$75,000~~  
 The \$75,000 cost to be paid for from Open Space Cash Capital Account (Councilman Macdonald) ~~No net new-addition to the 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. ~~No required match.~~ (Mayor Euille, Vice Mayor Pepper, Councilmen Krupicka and Smedberg Budget Memo #91) \$10,000

Option B - Requires 1 for 1 match with additional \$10,000 match from private sources (Councilman Krupicka)



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

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

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

31) Add \$5,000 from Contingent Reserves ~~in a 1~~  
~~in a 1~~ for the USS Alexandria. (Mayor Euille,  
 Vice Mayor Pepper, Councilmen Krupicka, Smedberg,  
 Gaines and Macdonald. Budget Memo # 86)

\$5,000

Option A - No required match from private sources  
 (Mayor Euille and Councilman Smedberg)

32) Add \$10,000 from Contingent Reserves  
 for purchase of additional street trash cans.  
 (Mayor Euille, Budget Memo #79)

\$10,000

Combined with item #22 above.

33) Add \$25,000 from Contingent Reserves  
 for the Alexandria Commission for the Arts  
 (Mayor Euille, Vice Mayor Pepper, Councilmen  
 Smedberg, Krupicka, Gaines and Macdonald.  
 Budget Memo #93)

\$25,000

34) Add \$5,250 ~~\$5,000~~ from Contingent Reserves  
 for Senior Taxi Fare Equalization (Vice Mayor  
 Pepper, Councilman Gaines. Budget Memo #58)

\$5,250  
~~\$5,000~~

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. (Mayor Euille, Vice Mayor  
 Pepper, Councilmen Gaines and Macdonald, and  
 Councilwoman Woodson. Budget Memo #73)

\$50,000

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|   | <u>Expenditures</u>  |               | <u>Revenues</u> |               |                       |
|---|----------------------|---------------|-----------------|---------------|-----------------------|
|   | Add<br>(1)           | Delete<br>(2) | Add<br>(3)      | Delete<br>(4) | Council Action<br>(5) |
| 36) Add \$100,000 from Contingent Reserves to reduce the waiting list by 20 seniors for Companion Aide Program services. (Vice Mayor Pepper)  | \$100,000            |               |                 |               |                       |
| 37) Add \$10,000 from Contingent Reserves for Citizen Academy to support land-use and zoning education seminars. (Councilmen Krupicka and Gaines)   | \$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 (i.e., \$250 tax credits) to raise income threshold to \$61,000. (Vice Mayor Pepper, Councilmen Krupicka, Smedberg, Gaines and Councilwoman Woodson. Budget Memo #66) | \$245,000            |               |                 |               |                       |
| Option A -- From Contingent Reserves (Councilman Gaines)<br>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 <del>\$12,000</del> <del>\$25,000</del> from Contingent Reserves for Summer Youth Employment (Job Link) (Mayor Euille, Vice Mayor Pepper, Councilmen Gaines, Krupicka, Smedberg, Macdonald and Councilwoman Woodson)  | \$12,000<br>\$25,000 |               |                 |               |                       |

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

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

|      | <u>Expenditures</u> |        | <u>Revenues</u> |        |
|------|---------------------|--------|-----------------|--------|
|      | Add                 | Delete | Add             | Delete |
| (1)- |                     | (2)    | (3)             | (4)    |
|      |                     |        |                 | (5)    |

~~\$25,000~~  
 Designation  
 No new  
 addition  
 to the  
 General  
 Fund

- 41) Add ~~\$25,000~~ ~~Designation~~ ~~\$25,000~~ in Contingent Reserves for Public Safety/Emergency Preparedness including an on-line citizen emergency preparedness questionnaire, the production and distribution of a public education 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) \$25,000
- 42) Add ~~\$25,000~~ from Contingent Reserves for Seminary West Traffic Study (to augment Winkler Study) (Mayor Eutile, Vice Mayor Pepper and Councilman Gaines) \$25,000
- 43) Add ~~\$500,000~~ ~~\$350,000~~ from Contingent Reserves for 2 to 3 Service Audits and Benchmarks (Mayor Eutile, Councilmen Krupicka, Smedberg and Gaines, Councilwoman Woodson. Budget Memo #78) \$500,000  
\$350,000
- 44) Add ~~\$3,000~~ from Contingent Reserves for Alexandria Volunteer Bureau to support its web enhancement and increase volunteerism in Alexandria. (Mayor Eutile, Councilwoman Woodson) \$3,000

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

|  | Expenditures |        | Revenues |        |
|--|--------------|--------|----------|--------|
|  | Add          | Delete | Add      | Delete |
|  | (1)          | (2)    | (3)      | (4)    |
|  |              |        |          | (5)    |

45) Add ~~to fund~~ \$300,000 from Contingent Reserves to Tenant and Workers Support Committee (TWSC) to acquire Community Center (Mayor Euille, Vice Mayor Pepper, Councilmen Gaines and Macdonald and Councilwoman Woodson. Budget Memo #62)

\$300,000  
 Designation:  
 No net new addition to the General Fund

Loan terms to be worked out (Budget Memos #62 and 116)

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)

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

\$90,000

Add \$45,000 Designate \$25,000 in Contingent Reserves for Home Health Aides in ARHA's Ladrey House. (DHS to disburse funds as needed) (Vice Mayor Pepper, Councilmen Macdonald and Gaines, Councilwoman Woodson)

\$45,000  
 Designation:  
 No net new addition to the General Fund

ARHA to continue to pursue HUD ROSS grant.

P 46)

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

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

|  | <u>Expenditures</u> |        | <u>Revenues</u> |        |
|--|---------------------|--------|-----------------|--------|
|  | Add                 | Delete | Add             | Delete |
|  | (1)                 | (2)    | (3)             | (4)    |
|  |                     |        |                 | (5)    |

**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 to ACVA deletion for equal amount, see #69 below.)  
 Designation.  
 No net new addition to the General Fund.
- 49) Designate \$50,000 in Contingent Reserves for grant to Lee-Fendall Home for repairs with the grant contingent upon the provision of an open space easement (Mayor Euille, Vice Mayor Pepper, Councilmen Smedberg, Krupicka and Macdonald. Budget Memo #77)  
 Designation.  
 No net new addition to the General Fund.
- 50) ~~Option B - Mayor Euille and Vice Mayor Pepper no required easement~~  
 Delete \$150,000 from Contingent Reserves for Youth Ride-On Program (Mayor Euille, Budget Memo #52)  
 (\$150,000)
- 51) Delete \$10,000 from Contingent Reserves for Sister Cities. (Mayor Euille, Vice Mayor Pepper, Councilmen Krupicka and Smedberg, Budget Memo #91)  
 (\$10,000)

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

|   | <u>Expenditures</u> |                        | <u>Revenues</u> |                                      |
|---|---------------------|------------------------|-----------------|--------------------------------------|
|   | Add                 | Delete                 | Add             | Delete                               |
|   | (1)                 | (2)                    | (3)             | (4)                                  |
|   |                     |                        |                 | (5)                                  |
| 52) Delete \$5,000 from Contingent Reserves for the USS Alexandria. (Mayor Euille, Vice Mayor Pepper, Councilmen Krupicka, Smedberg, Gaines and Macdonald. Budget Memo # 86)  |                     | (\$5,000)              |                 |                                      |
| 53) Delete \$10,000 from Contingent Reserves for purchase of additional street trash cans. (Mayor Euille. Budget Memo #79)  |                     | (\$10,000)             |                 | Combined with #22 above.             |
| 54) Delete \$25,000 from Contingent Reserves for the Alexandria Commission for the Arts. (Mayor Euille, Vice Mayor Pepper, Councilmen Smedberg, Gaines and Macdonald) and Krupicka Budget Memo #93)   |                     | (\$25,000)             |                 | Retained as Add. See Item #33 above. |
| 55) Delete \$5,250 <del>\$5,000</del> from Contingent Reserves for Senior Taxi Fare Equalization (Vice Mayor Pepper, Councilman Gaines. Budget Memo #58)  |                     | (\$5,250)<br>(\$5,000) |                 |                                      |
| 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. (Mayor Euille, Vice Mayor Pepper and Councilmen Gaines and Macdonald. Budget Memo #73) |                     | (\$50,000)             |                 | Retained as Add. See Item #35 above. |

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|   | <u>Expenditures</u> |                          | <u>Revenues</u> |               |                                      |
|---|---------------------|--------------------------|-----------------|---------------|--------------------------------------|
|   | Add<br>(1)          | Delete<br>(2)            | Add<br>(3)      | Delete<br>(4) | Council Action<br>(5)                |
| 57) Delete \$100,000 from Contingent Reserves to reduce the waiting list by 20 seniors for Companion Aide Program services. (Vice Mayor Pepper)   |                     | (\$100,000)              |                 |               |                                      |
| 58) Delete \$10,000 from Contingent Reserves for Citizen Academy to support land-use and zoning education seminars. (Councilmen Krupicka and Gaines)  |                     | (\$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)                |                 |               |                                      |
| 60) <u>5</u> Delete \$245,000 from Contingent Reserves for Affordable Home Ownership Program to raise income threshold to \$61,000. (Vice Mayor Pepper, Councilmen Gaines, Krupicka, and Smedberg; Councilwoman Woodson. Budget Memo #66) |                     | (\$245,000)              |                 |               | Retained as Add. See Item #39 above. |
| 61) Delete \$12,000 <del>\$25,000</del> from Contingent Reserves for Summer Youth Employment (Job Link) (Mayor Euille, Vice Mayor Pepper, Councilmen Gaines, Krupicka, Smedberg and Macdonald)  |                     | (\$12,000)<br>(\$25,000) |                 |               |                                      |
| 62) Delete \$25,000 from Contingent Reserves for Seminary West Traffic Study (to augment Winkler Study) (Mayor Euille, Vice Mayor Pepper, Councilman Gaines)  |                     | (\$25,000)               |                 |               |                                      |

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

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

63) Delete \$500,000 ~~\$50,000~~ from Contingent Reserves for 2 to 3 Service Audits and Benchmarks (Mayor Euille, Vice Mayor Pepper, Councilmen Krupicka, Smedberg and Gaines, Councilwoman Woodson. Budget Memo #78)

(\$500,000)  
~~(\$50,000)~~

64) Delete \$3,000 from Contingent Reserves for Alexandria Volunteer Bureau to support its web-enhancement and increase volunteerism in Alexandria (Mayor Euille, Councilwoman Woodson)

(\$3,000)

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

(\$90,000)

66) Designate \$41,370 ~~\$40,000~~ from Contingent Reserves for Code Enforcement staff increase of 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)

Designation.  
 No net new addition to the General Fund.

67) Add \$256,483 to Contingent Reserves. (See #69, 86 and 87 for offsetting deletions)

\$256,483



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|  | <u>Expenditures</u> |        | <u>Revenues</u> |        |
|--|---------------------|--------|-----------------|--------|
|  | Add                 | Delete | Add             | Delete |
|  | (1)                 | (2)    | (3)             | (4)    |
|  |                     |        |                 | (5)    |

Destination  
 Notified  
 Administration  
 General Fund

[REDACTED]

**DELETES**

~~(\$2,000,000)~~

[REDACTED] Memo #114  
 [REDACTED] #68 above

(\$66,483)

~~(\$70,000)~~

**D. APPROPRIATION FROM FUND BALANCE**

(\$1,787,000)

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

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.**

**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>    |
| <del>\$432,850,876</del>  | <del>\$429,025,876</del> |

including a General Fund appropriation to the Alexandria City Public Schools of ~~\$130,578,157~~ (\$132,578,157) (\$132,578,157 was proposed but \$2.0 million is now to be held in Contingent Reserves pending General Assembly action and State education aid information).

There is a decrease proposed in the real property tax rate of four cents, from \$1.035 to \$0.995 (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).

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

|  | <u>Expenditures</u> |        | <u>Revenues</u> |        |
|--|---------------------|--------|-----------------|--------|
|  | Add                 | Delete | Add             | Delete |
|  | (1)                 | (2)    | (3)             | (4)    |
|  |                     |        |                 | (5)    |

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

The proposed FY 2005 to FY 2010 Capital Improvement Program totals \$302,599,029, with the following annual funding requirements: FY 2005--\$75,650,407; FY 2006--\$60,051,888; FY 2007--\$44,297,400; FY 2008--\$86,248,838; FY 2009--\$18,868,515; FY 2010--\$17,481,981. [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 ~~annually~~ to the cash capital contribution to the Capital Projects Fund for Playground and Park Repairs/Improvements ~~and Drilling Improvements~~ (additional landscaping, playground equipment, water and drainage management.) (Councilmen Smedberg and Krupicka) \$100,000

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.) \$500,000

**PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.**

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

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 (Vice Mayor Pepper, 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)

Open Space Bonding options to be revisited in the Fall of 2004, prior to the sizing of the next City bond sale.

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)

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.

\$25,000,000 (bonds)

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

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

|     | <u>Expenditures</u>   |               | <u>Revenues</u> |               | Council Action  |
|-----|---|---------------|-----------------|---------------|---|
|     | Add<br>(1)  | Delete<br>(2) | Add<br>(3)      | Delete<br>(4) |   |
| 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        |               | Planned future waterfront study to review museum concept. |
| 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        |               |   |
| 81) | Add \$400,000 to the cash capital contribution to increase funding for sanitary sewer capital projects. (Councilman Macdonald, Budget Memo #61)   |               | \$400,000       |               |   |

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

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

|     | <u>Expenditures</u> |        | <u>Revenues</u> |        |
|-----|---------------------|--------|-----------------|--------|
|     | Add                 | Delete | Add             | Delete |
| (1) | (2)                 | (3)    | (4)             | (5)    |

82) Delete \$24,000 in FY 2005 cash capital contribution to the Capital Projects Fund for the Neighborhood Sign Program. ~~What will also delete \$36,000 per year in FY 2006 to FY 2010.~~ (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 ~~(What will also delete \$200,000 per year in FY 2006 to FY 2010.)~~ Move from six to ten year cycle.) (Councilmen Krupicka and Smedberg) (Note: \$100,000 would be added per year for Playground and Parks Repairs/Improvements and ~~Drainage Improvements in FY 2005 through FY 2010,~~ 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)

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

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

86) Delete \$100,000 ~~\$10,000~~ of the cash capital contribution to the Capital Projects Fund for the Wilkes Street Tunnel Restoration Study (Councilman Macdonald, Budget Memo #106)

(\$100,000)  
~~(\$10,000)~~

87) Delete \$185,000 ~~\$50,000~~ of the cash capital contribution to the Capital Projects Fund for the new Revenue Collection Management System (Councilman Gaines request)

(\$185,000)  
~~(\$50,000)~~

Funds for developing requirements and specifications remain.

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)

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 FY 2005 FINAL ADD/DELETE LIST, PAGE 23

PLEASE NOTE: Cross-outs and shading indicate changes made to items since the meeting of 4/26/04.

|  | Expenditures |        | Revenues |        |
|--|--------------|--------|----------|--------|
|  | Add          | Delete | Add      | Delete |
|  | (1)          | (2)    | (3)      | (4)    |
|  |              |        |          | (5)    |

90) Using the additional fund balance created by revenue re-estimates as well as changes in designation (See #73 above and #91 below), increase the designated amount to fund the FY 2005 budget from \$2,038,000 to \$4,334,000 to partially fund 1 cent real estate tax rate reduction (Budget memo #2, Mayor Euille, Vice Mayor Pepper, Councilman Smedberg, Councilman Krupicka, Councilman Gaines and Councilwoman Woodson) \$2,296,000

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)

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