



CITY OF
CHARLOTTESVILLE

STAY SAFE



OPERATING & CAPITAL IMPROVEMENT
BUDGET
PROPOSED FOR THE FISCAL YEAR
2023/2024



STAY HEALTHY

STAY POSITIVE



March 30, 2023

Budget Work Session

Capital Improvement Program

FY 2024 Budget Development



Agenda

- School Construction Assistance Program Letter of Support
- Proposed FY 2024- 2028 5-Year CIP Plan
 - LED Streetlight Project
 - Buford School Project
- Debt Capacity
- FY 2024 Revenue Adjustments
- FY 2023 Projected Results



City Manger's Proposed 5-Year CIP Plan

	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	Totals
Sources of Funds:						
General fund transfer	\$ 7,542,391	\$ 7,798,529	\$ 8,012,896	\$ 8,233,692	\$ 8,461,113	\$ 40,048,621
CIP Contingency	6,902,150	219,816	324,679	1,563,545	1,347,931	\$ 10,358,121
Bond issues	81,710,907	17,264,587	13,915,114	8,840,959	7,653,446	\$ 129,385,013
Contribution from Schools	2,716,933	200,000	200,000	200,000	200,000	\$ 3,516,933
Other	40,000	2,940,000	40,000	40,000	40,000	\$ 3,100,000
Total sources	\$ 98,912,381	\$ 28,422,932	\$ 22,492,689	\$ 18,878,196	\$ 17,702,490	\$ 186,408,688
Uses of funds:						
Education	\$76,780,672	\$5,337,504	\$5,757,489	\$4,900,000	\$4,900,000	\$97,675,665
Economic development	\$0	\$0	\$0	\$0	\$0	\$0
Facilities Capital Projects	\$2,870,877	\$3,245,083	\$1,696,794	\$1,459,155	\$1,493,930	\$10,765,839
Public safety and justice	\$1,306,215	\$303,800	\$898,918	\$1,484,065	\$1,550,768	\$5,543,766
Transportation and access	\$7,169,936	\$9,611,545	\$4,724,487	\$4,632,476	\$4,600,293	\$30,738,737
Parks and recreation	\$2,084,681	\$1,015,000	\$1,015,000	\$1,015,000	\$1,015,000	\$6,144,681
Affordable Housing	\$8,410,000	\$8,620,000	\$8,110,000	\$5,097,500	\$3,852,500	\$34,090,000
General government	\$290,000	\$290,000	\$290,000	\$290,000	\$290,000	\$1,450,000
CIP Contingency	\$0	\$0	\$0	\$0	\$0	\$0
Total uses	\$ 98,912,381	\$ 28,422,932	\$ 22,492,688	\$ 18,878,196	\$ 17,702,491	\$ 186,408,688



Education Projects

EDUCATION	Proposed	Projected	Projected	Projected	Projected	5 Year
<u>Project</u>	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>	<u>FY27</u>	<u>FY28</u>	<u>Total</u>
Lump Sum to Schools (City Contribution)	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	6,000,000
City Schools HVAC Replacement	750,000	750,000	750,000	750,000	750,000	3,750,000
City Schools Priority Improvement Projects	1,250,000	1,250,000	1,250,000	1,250,000	1,250,000	6,250,000
Charlottesville High School Roof Replacement	541,060	1,937,504	2,357,489	0	0	4,836,053
Charlottesville City School Reconfiguration	72,839,612	0	0	0	0	72,839,612
Burnley-Moran Roof Replacement	0	0	0	1,500,000	0	1,500,000
Jackson-Via Roof Replacement	0	0	0	0	1,500,000	1,500,000
School Small Capital Improvements Program	200,000	200,000	200,000	200,000	200,000	1,000,000
SUBTOTAL	\$76,780,672	\$5,337,504	\$5,757,489	\$4,900,000	\$4,900,000	\$97,675,665

\$76,780,672 in FY 2024, \$97.7M 5-year total



Facilities Projects

FACILITIES CAPITAL PROJECTS	Proposed	Projected	Projected	Projected	Projected	5 Year
<u>Project</u>	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>	<u>FY27</u>	<u>FY28</u>	<u>Total</u>
Lump Sum to Facilities Capital Projects	1,045,491	1,082,083	1,119,956	1,159,155	1,193,930	5,600,615
City Facility HVAC Replacement	250,000	250,000	250,000	250,000	250,000	1,250,000
City and Schools Solar PV Program	75,000	75,000	75,000	0	0	225,000
IT Data Center AC Units	318,386	0	0	0	0	318,386
General District Court - FFE			201,838			201,838
RSWA Baler and Baling Facility	132,000	1,788,000				1,920,000
Climate Action Initiatives	1,000,000					1,000,000
HVAC Contingency Fund - City Facilities	25,000	25,000	25,000	25,000	25,000	125,000
HVAC Contingency Fund - School Facilities	25,000	25,000	25,000	25,000	25,000	125,000
SUBTOTAL	2,870,877	3,245,083	1,696,794	1,459,155	1,493,930	10,765,839

\$2,870,877 in FY 2024, \$10.7M 5-year total



Public Safety Projects

PUBLIC SAFETY AND JUSTICE	Proposed	Projected	Projected	Projected	Projected	5 Year
<u>Project</u>	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>	<u>FY27</u>	<u>FY28</u>	<u>Total</u>
General District Court	0	0	0	0	0	0
Replacement Fire Apparatus	1,152,415	0	0	1,334,065	1,400,768	3,887,248
Replacement EMS Apparatus	0	0	458,918	0	0	458,918
Bypass Fire Station - Add'l Funding - FFE	0	150,000	0	0	0	150,000
Fontaine Alerting System	0	0	175,000	0	0	175,000
Police Mobile Data Terminals	45,000	45,000	75,000	75,000	75,000	315,000
Police Portable Radio Replacement	45,000	45,000	75,000	75,000	75,000	315,000
Fire Portable Radio Replacement	45,000	45,000	75,000	0	0	165,000
Sheriff Portable Radio Replacement	18,800	18,800	40,000	0	0	77,600
SUBTOTAL	\$1,306,215	\$303,800	\$898,918	\$1,484,065	\$1,550,768	\$5,543,766

\$1,306,215 in FY 2024, \$5.5M 5-year total



Transportation and Access Projects

TRANSPORTATION AND ACCESS	Proposed	Projected	Projected	Projected	Projected	5 Year
<u>Project</u>	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>	<u>FY27</u>	<u>FY28</u>	<u>Total</u>
New Sidewalks	100,000	100,000	100,000	100,000	100,000	500,000
Sidewalk Repair	500,000	500,000	500,000	500,000	500,000	2,500,000
SIA Immediate Implementation	200,000	200,000	200,000	0	0	600,000
Small Area Plans	100,000	100,000	100,000	100,000	100,000	500,000
Street Milling and Paving	1,000,000	1,250,000	1,500,000	1,500,000	1,500,000	6,750,000
ADA Pedestrian Signal Upgrades	240,000	240,000	240,000	240,000	240,000	1,200,000
Minor Bridge Repairs	225,000	225,000	225,000	225,000	225,000	1,125,000
Citywide ADA Improvements - Sidewalks and Curbs	100,000	100,000	100,000	100,000	100,000	500,000
Traffic Signal Infrastructure Replacement	3,700,000	1,000,000	1,000,000	1,000,000	1,000,000	7,700,000
Stribling Avenue Sidewalk	0	4,217,000	0	0	0	4,217,000
Fontaine Avenue Streetscape	0	750,000	0	0	0	750,000
State Bridge and Highway Inspections	80,000	100,000	100,000	100,000	100,000	480,000
CAT Transit Bus Replacement Match	239,936	119,545	74,487	132,476	150,293	716,737
Intelligent Transportation System	185,000	185,000	185,000	185,000	185,000	925,000
City Wide Traffic Engineering Improvements	150,000	150,000	150,000	150,000	150,000	750,000
Neighborhood Transportation Improvements	100,000	100,000	100,000	100,000	100,000	500,000
Bicycle Infrastructure	100,000	100,000	100,000	100,000	100,000	500,000
Right of Way Appurtenance	50,000	50,000	50,000	50,000	50,000	250,000
Traffic Sign Retro Reflective Compliance	100,000	75,000	0	0	0	175,000
Historic District and Entrance Corridor Design Guidelines	0	50,000	0	50,000	0	100,000
SUBTOTAL	\$7,169,936	\$9,611,545	\$4,724,487	\$4,632,476	\$4,600,293	\$30,738,737

\$7,169,936 in FY 2024, \$30.7M 5-year total



Parks and Recreation Projects

PARKS AND RECREATION	Proposed	Projected	Projected	Projected	Projected	5 Year
<u>Project</u>	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>	<u>FY27</u>	<u>FY28</u>	<u>Total</u>
McIntire Park Drainage Corrections	0	0	0	0	0	0
Key Recreation Slate Roof Replacement	\$712,000	0	0	0	0	712,000
Parks and Recreation Lump Sum Account	400,000	400,000	400,000	400,000	400,000	2,000,000
Parks and Schools Playground Renovations	112,000	112,000	112,000	112,000	112,000	560,000
Urban Tree Planting	100,000	100,000	100,000	100,000	100,000	500,000
Parkland and Trails Acquisition and Development	225,000	125,000	125,000	125,000	125,000	725,000
Refurbish Parks Restrooms	0	0	0	0	0	0
Downtown Mall Infrastructure Repairs	78,000	78,000	78,000	78,000	78,000	390,000
Parks and Recreation Comprehensive Master Plan	0	0	0	0	0	0
Oakwood Cemetery Drainage and Road Issues	175,000	0	0	0	0	175,000
Hazard and Liability Ash Tree Removal	100,000	100,000	100,000	100,000	100,000	500,000
City/County - Ivy Creek Preservation Study and Construction	82,681	0	0	0	0	82,681
City/County - Darden Towe Ash Trees	0	0	0	0	0	0
Downtown Mall Trees Active Lifecycle Management	100,000	100,000	100,000	100,000	100,000	500,000
SUBTOTAL	\$2,084,681	\$1,015,000	\$1,015,000	\$1,015,000	\$1,015,000	\$6,144,681

\$2,084,681 in FY 2024, \$6.1M 5-year total



Technology and Infrastructure

TECHNOLOGY INFRASTRUCTURE	Proposed	Projected	Projected	Projected	Projected	5 Year
<u>Project</u>	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>	<u>FY27</u>	<u>FY28</u>	<u>Total</u>
Communications Technology Account/Public Access	40,000	40,000	40,000	40,000	40,000	200,000
City Wide IT Strategic Infrastructure	250,000	250,000	250,000	250,000	250,000	1,250,000
SUBTOTAL	\$290,000	\$290,000	\$290,000	\$290,000	\$290,000	\$1,450,000

\$290,000 in FY 2024, \$1.5M 5-year total



LED Streetlight Conversion Project

Total Cost - \$600,000

- Cash Funded – Potential Source CIP Contingency
- There are approximately 3,900 Dominion-owned streetlights
- 3-year project timeline expected, 4-year payback
- The Streetlight Conversion Project will change out older lighting technology (high pressure sodium and mercury vapor) to energy-efficient LED technology
- 2019 GHG inventory data for Streetlights was 967 MTCO₂e (~5% of the municipal sector)
- Outcomes of this conversion project would include increased reliability, cost savings, energy savings, and GHG reductions of around 75% from this source



CIP Contingency Account

Ending Balance per SAP - 6/30/20	2,361,655.97
Asset Management System Appropriation - March 16, 2020 (remaining balance)	(422,218.00)
FY 2020 Year-End Appropriation - December 21, 2020	3,909,846.00
CARS MOU Contingency Transfer - 2/4/21	(91,064.00)
Ending Balance per SAP - 6/30/21	5,758,219.97
Statue Removal Appropriation July 7, 2021 Appropriation	(1,000,000.00)
FY 2021 Year-End Appropriation - January 5, 2022	6,674,971.00
Available balance - 06/30/22	11,433,190.97
New Funds - FY 23 Budget	1,974,467.00
Fuel Tank Project Transfer - November 7	(700,000.00)
FY 22 YE Appropriation	6,662,547.30
FY 22 School Gainsharing Funds	1,042,414.50
CAT Radio Appropriation - February 21, 2023	(237,000.00)
Available balance - 3/30/23	20,175,619.77
<u>Pending/Discussion Items</u>	
FY 24 CIP	(6,902,150.00)
FY 24 CIP - School Gainsharing Funds	(1,042,414.00)
FY 25 CIP	(219,816.00)
FY 26 CIP	(324,679.00)
FY 27 CIP	(1,563,545.00)
FY 28 CIP	(1,347,931.00)
VDEM Grant - Generators	(300,000.00)
LED Streetlight Conversion Project	(600,000.00)
<i>Balance after Pending Items</i>	7,875,084.77



CCS Middle School Bid Options

	Construction Cost	Project Cost	FY24 Need*	Note
Base Bid Only	\$71,414,146	\$83,806,635	\$78,306,635	(Not Recommended)
Base Bid + ABI 2	\$71,837,146	\$84,250,785	\$78,750,785	
Base Bid + ABI 2,3	\$72,285,146	\$84,692,835	\$79,192,835	
Base Bid + ABI 1,2,3	\$79,039,646	\$91,813,410	\$86,313,410	

**FY24 Need Column represents added funds needed for FY24 budget after deducting \$5.5M granted in previous fiscal years*

ABI Additive Bid Item Key

Additive Bid Item 1- Renovation and addition to Auditorium Building, including connector between Auditorium and main building.

Additive Bid Item 2- Addition of parking area with ADA access to lower field and gymnasium and two basketball courts

Additive Bid Item 3- Outdoor Classroom Space

Additive Bid Item 4- Schoolyard Garden buildout (if needed this can be funded from external lump sum funds)

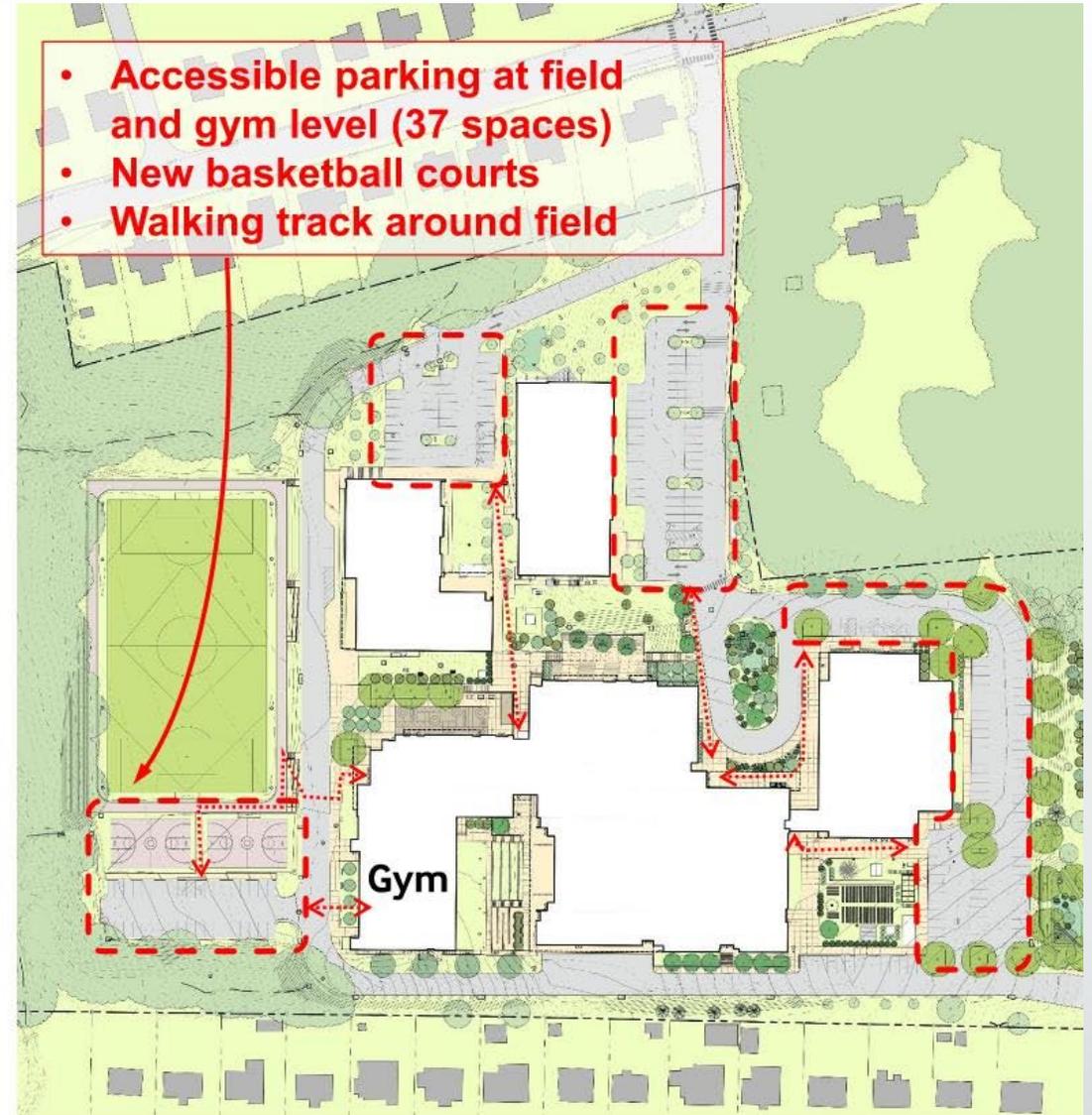


- No accessible parking at field and gym level
- ADA access through building
- No courts or walking track



Athletic Field – Base Bid

- Accessible parking at field and gym level (37 spaces)
- New basketball courts
- Walking track around field



Athletic Field – Alternate 02



Dining Terrace – Base Bid



Dining Terrace – Alternate 03



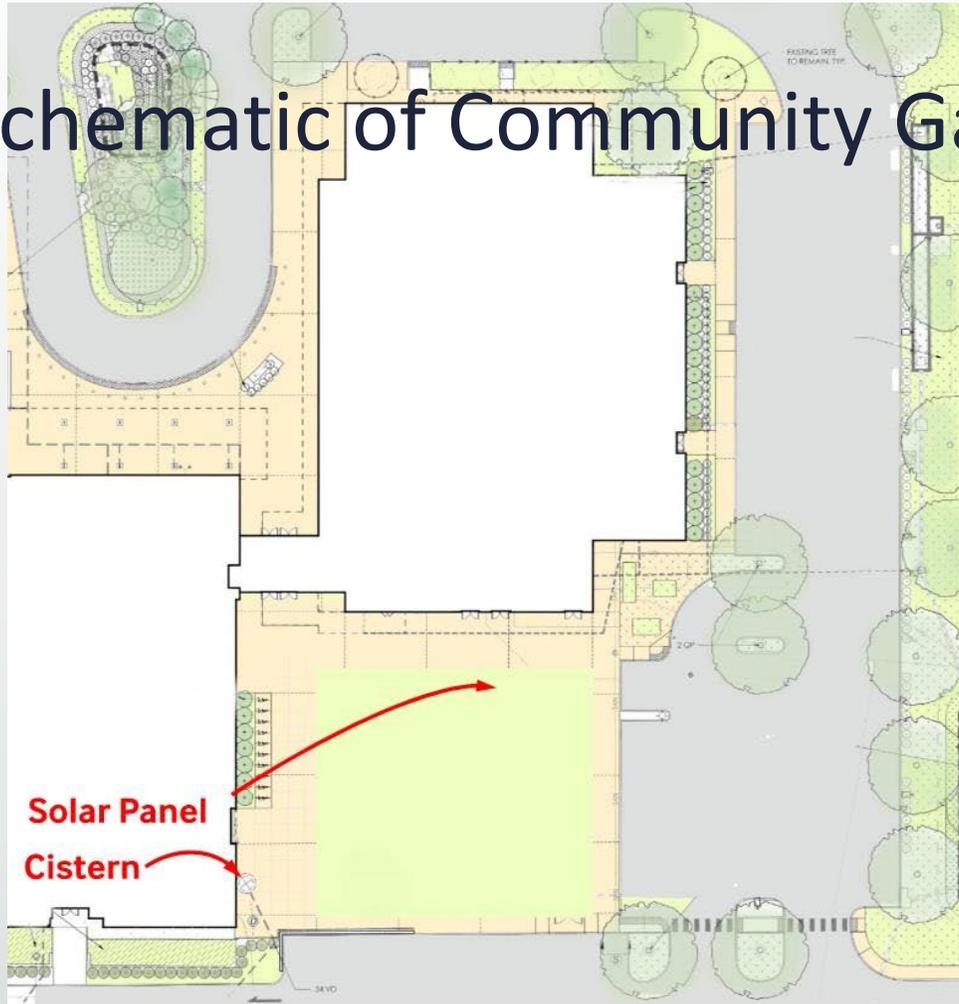
Performing Arts Wing – Base Bid



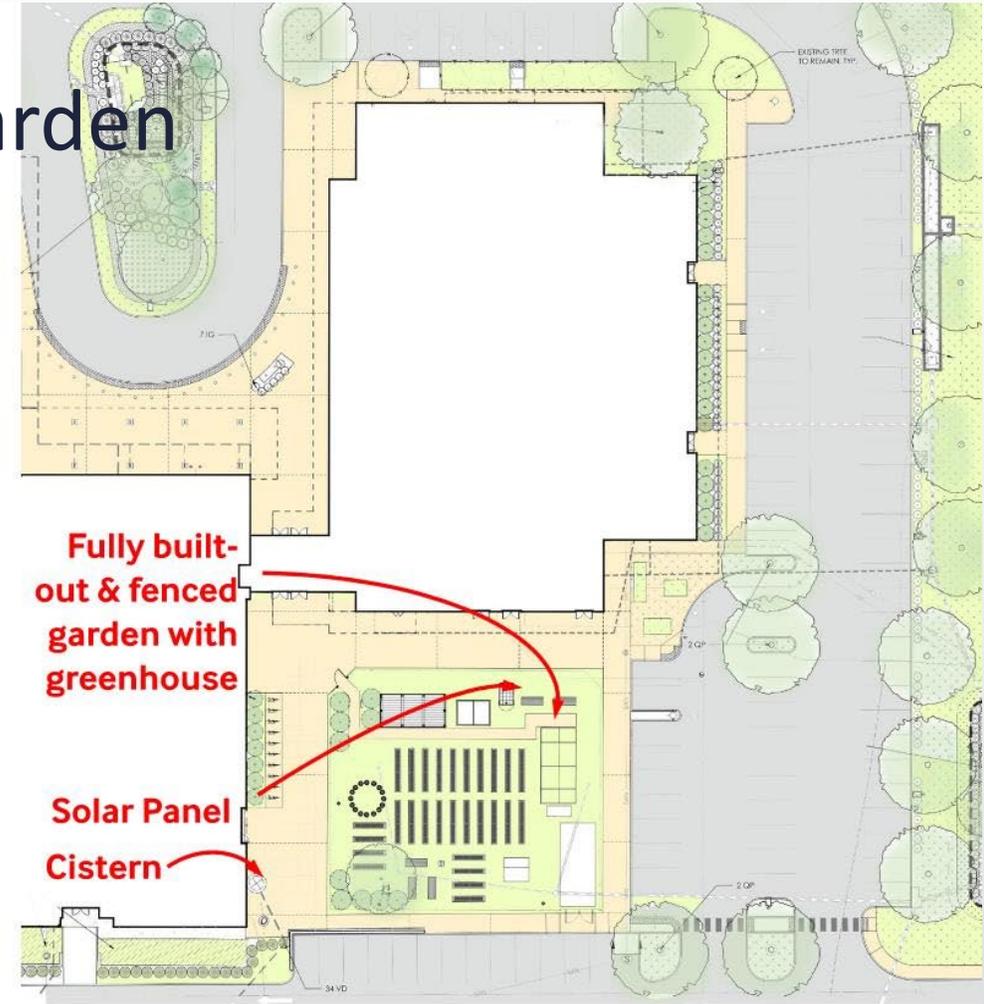
Performing Arts Wing – Alternate 01



Schematic of Community Garden



Community Garden – Base Bid



Community Garden – Alternate 04



Buford Middle School Project Funding Options

	<u>FY 2023</u> CIP	<u>FY 2024</u> CIP
FY 2020 CIP	3,000,000	3,000,000
FY 2023 CIP	2,500,000	2,500,000
FY 2024 CIP - Projected	66,300,000	66,300,000
Estimated Inflationary Increase added for FY 2024		6,539,612
Total Project Funding Available	\$ 71,800,000	\$ 78,339,612

	Option 1	Option 2	Option 3	Option 4
Base Bid - Received March 2023	\$ 83,806,635	\$ 83,806,635	\$ 83,806,635	\$ 83,806,635
Add: Parking Area with ADA Access		\$ 444,150	\$ 444,150	\$ 444,150
Add: Outdoor Classroom			\$ 442,050	\$ 442,050
Add: School-Yard Garden				\$ 198,000
Add: Performing Arts Center				\$ 6,922,575
Total Project Cost	\$ 83,806,635	\$ 84,250,785	\$ 84,692,835	\$ 91,813,410
Current Funding Available	<u>78,339,612</u>	<u>78,339,612</u>	<u>78,339,612</u>	<u>78,339,612</u>
Additional Funds Needed	\$ 5,467,023	\$ 5,911,173	\$ 6,353,223	\$ 13,473,798



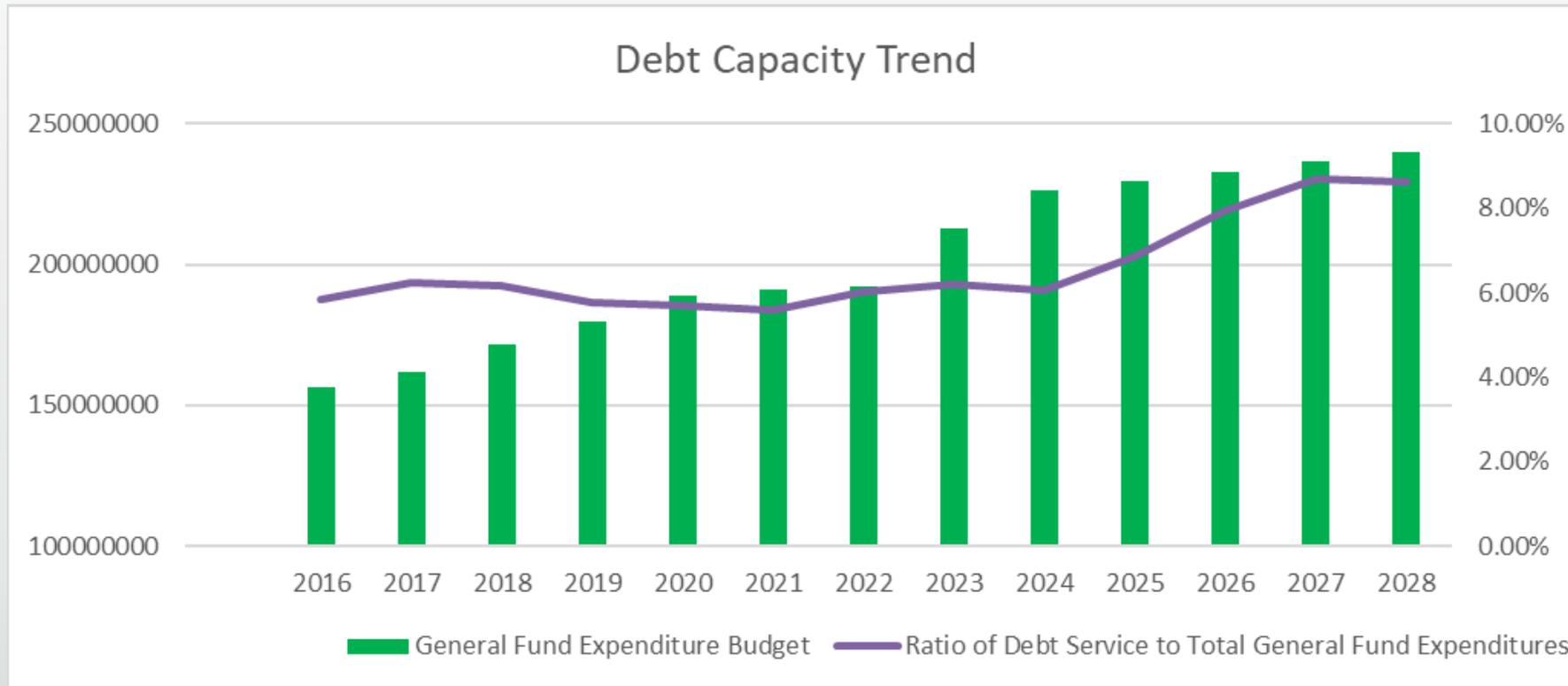
Additional Funding Sources for Buford Project

	FY 2024
<u>Additional Funding Included in FY 2024 Proposed CIP</u>	<u>CIP</u>
FY 2023 Gainshare (Total - City/CCS Portion)	\$ 1,042,414
Contribution from Schools - Construction Grant Funds	1,474,519
	\$ 2,516,933

Other Potential Funding Sources	Amount	City	Schools	When Available
Existing Fund Balance	\$ 1,500,000	\$ -	\$ 1,500,000	Now
FY 23 Projected Gainshare (Total - City/CCS Portion)	2,200,000	1,100,000	1,100,000	FY 24
FY 24 Projected Gainshare (Total - City/CCS Portion)	2,300,000	1,150,000	1,150,000	FY 25
Total	\$ 6,000,000			

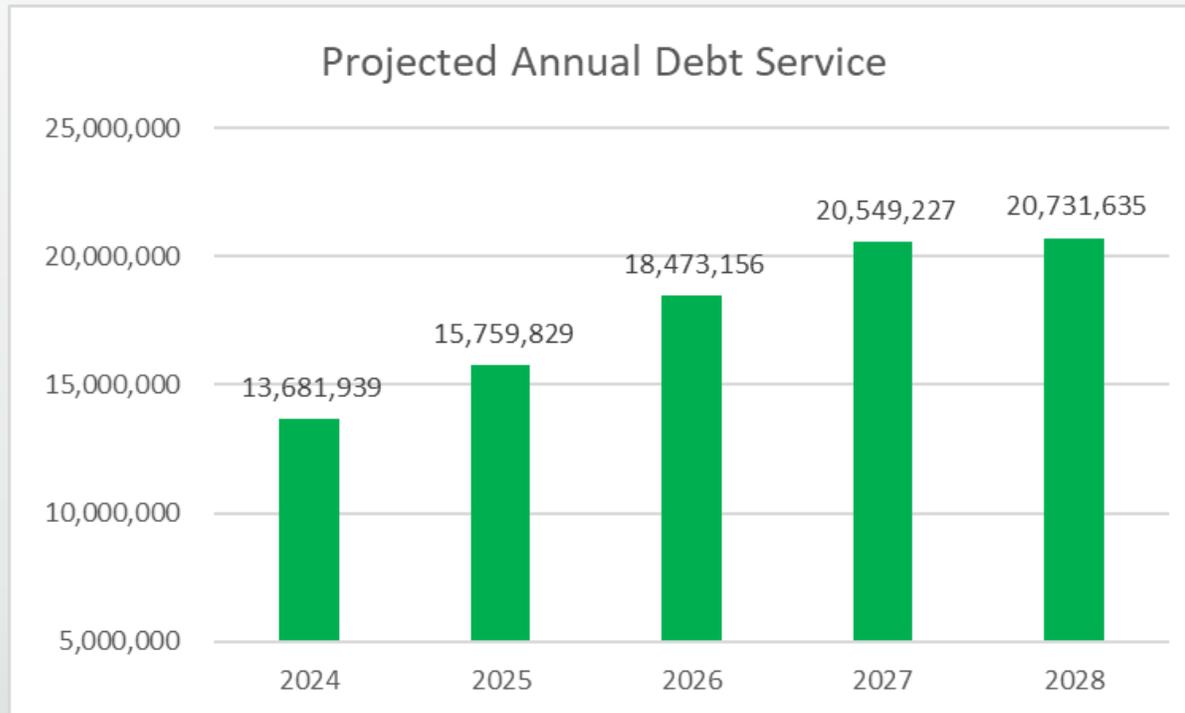


Projected Debt Capacity





Projected Annual Debt Service



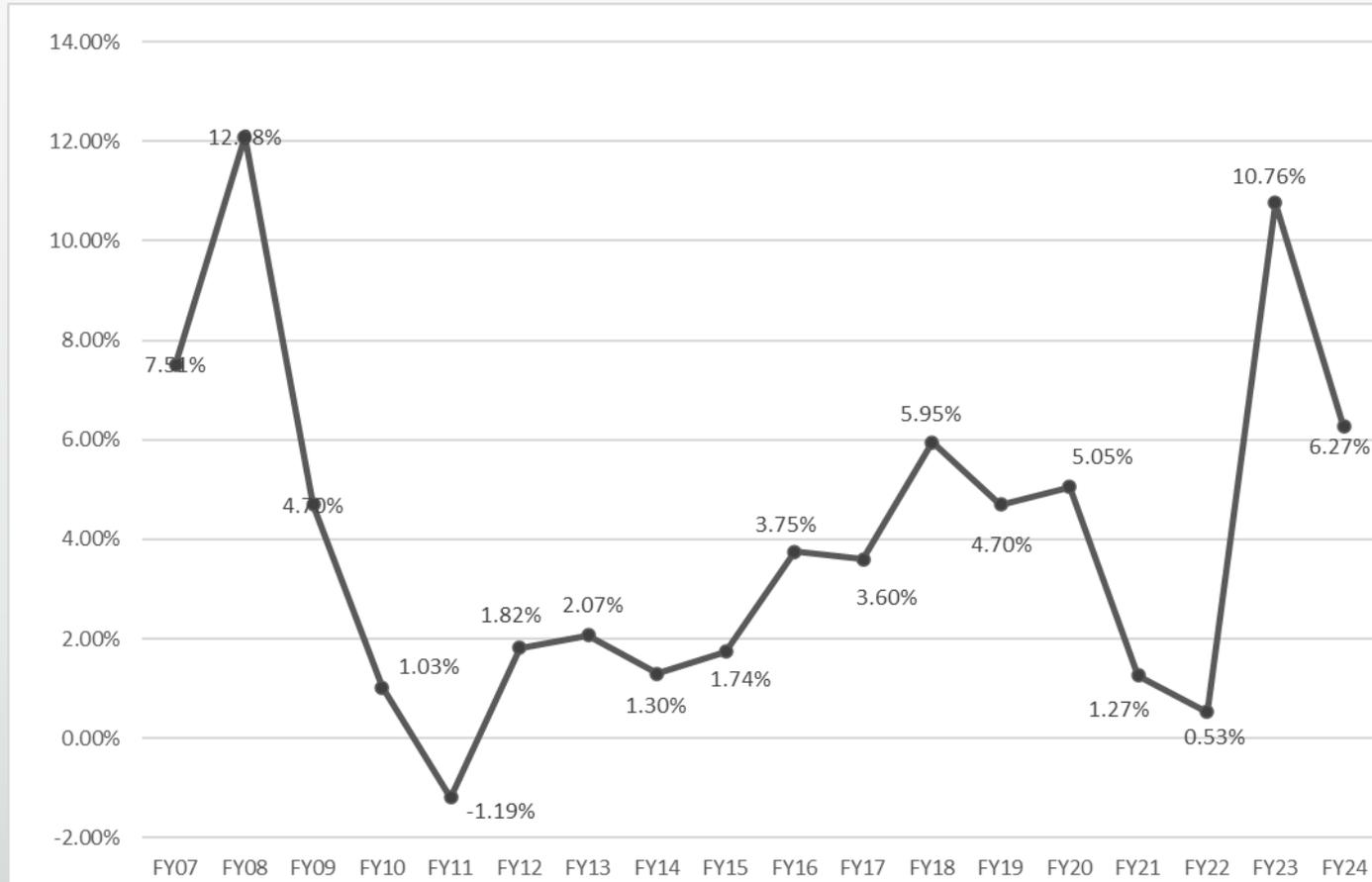
Assumes \$156M of New Debt Issued from FY 24 – 28

- FY 24 – 28 CIP Proposes - \$129.4M
- \$26.6M of Debt Unassigned

<u>Fiscal Year</u>	<u>Annual Debt Service</u>	<u>\$ Change</u>	<u>Projected GF Growth</u>	<u>% of Growth Attributed to Debt Service</u>
2024	\$ 13,681,939	507,484	13,349,864	3.8%
2025	15,759,829	2,077,890	3,393,587	61.2%
2026	18,473,156	2,713,327	3,444,491	78.8%
2027	20,549,227	2,076,070	3,496,159	59.4%
2028	20,731,635	182,408	3,548,601	5.1%



General Fund Budget Annual Change



Fiscal Year	General Fund Total Budget	\$ change
FY06	\$ 111,747,772	\$ -
FY07	120,145,206	8,397,434
FY08	134,662,800	14,517,594
FY09	140,992,521	6,329,721
FY10	142,443,480	1,450,959
FY11	140,751,728	(1,691,752)
FY12	143,306,538	2,554,810
FY13	146,269,910	2,963,372
FY14	148,167,862	1,897,952
FY15	150,742,327	2,574,465
FY16	156,391,435	5,649,108
FY17	162,017,737	5,626,302
FY18	171,657,127	9,639,390
FY19	179,725,535	8,068,408
FY20	188,800,371	9,074,836
FY21	191,195,873	2,395,502
FY22	192,212,843	1,016,970
FY23	212,889,291	20,676,448
FY24	226,239,155	13,349,864
Average Annual Change		\$ 6,025,862



**City Council Amendments to the City Manager's
FY 2024 Proposed General Fund Budget**

Manager's Recommended FY 24 Revenue Estimates	\$ 226,239,155
Amendments to FY 24 Revenue Estimates	
<i>Increase Revenues</i>	
Taxes	
Personal Property Tax	100,000
Penalty and Interest on Delinquent Taxes	285,000
Transient Room Tax	900,000
Meals Tax	600,000
Licenses and Permits	
Business & Professional Licenses	200,000
Designated Revenues	
Meals Tax Designated to Debt Service (\$0.01)	109,091
Total Revenue Amendments	<u>\$ 2,194,091</u>
Total Amended FY 24 General Fund Revenue Estimates	<u>\$ 228,433,246</u>
<i>Increase Expenditures</i>	
Jefferson School African American Heritage Center	186,993
Public Defender	1,724
Voter Registration - Additional Voter Notices - School Renaming	12,000
<i>Decrease Expenditures</i>	
Council Strategic Initiatives	(150,000)
Total Expenditure Amendments	<u>\$ 38,717</u>
To Be Allocated	<u>\$ 2,155,374</u>



FY 2023 Revenue Projections

<u>Local Taxes</u>	<u>FY 2023 Budget</u>	<u>FY 2023 Revised*</u>	<u>Change</u>
Real Estate Tax	\$ 89,487,993	\$ 94,092,906	\$ 4,604,913
Personal Property Tax	12,000,000	13,800,000	1,800,000
Public Service Tax	1,589,086	1,630,567	41,481
Penalties and Interest	415,000	650,000	235,000
Utility Taxes	4,600,000	4,600,000	-
Virginia Communications Sales and Use Tax	2,125,000	2,200,000	75,000
Tax on Bank Stock	1,200,000	1,157,411	(42,589)
Tax on Wills & Deeds	725,000	725,000	-
Sales & Use Tax	13,900,000	14,300,000	400,000
Transient Room Tax	7,000,000	8,100,000	1,100,000
Meals Tax	14,075,026	15,400,000	1,324,974
Cigarette Tax	550,000	550,000	-
Vehicle Daily Rental	82,500	170,000	87,500
Plastic Bag Tax (<i>*implementation currently underway</i>)	-	20,000	20,000
<i>*Projected as of March 30, 2023</i>		Sub-total	9,646,279



FY 2023 Revenue Projections (cont'd)

	<u>FY 2023 Budget</u>	<u>FY 2023 Revised*</u>	<u>Change</u>
<u>Licenses and Permits</u>			
Business & Professional Licenses	\$ 8,700,000	\$ 9,400,000	\$ 700,000
Vehicle Licenses	890,000	150,000	(740,000)
<u>Intergovernmental Revenue</u>			
State Highway Assistance	\$ 4,263,654	\$ 4,645,517	\$ 381,863
State Aid for Police Protection	2,238,352	2,460,982	222,630
<u>Miscellaneous Revenues</u>			
Interest Income	\$ 580,000	\$ 1,050,000	\$ 470,000
Transfer from Parking Fund	500,000	-	(500,000)
<u>Designated Revenues</u>			
Meals Tax Designated for the Debt Service Fund	\$ 2,564,974	\$ 2,800,000	\$ 235,026
	Total Revenue Budget Surplus		\$10,415,798

**Projected as of March 30, 2023*

Surplus as a % of Total Budget 4.89%



Important Budget Dates

Work Sessions

~~March 9~~

~~March 16~~

March 30

April 6

Public Hearings

~~March 20~~

(Tax Rate)

~~March 22~~

(Budget)

Community Budget Forum

~~March 22~~

Budget Adoption

April 11



Questions and Discussion

www.Charlottesville.gov/budget

