



April 20, 2020

CITY MANAGER'S FINANCIAL REPORT FOR FY 2020 AND PROPOSED FY 2021 BUDGET

General Fund Revenues

FY20:	\$188,863,920	Proposed
	<u>\$185,771,594</u>	Revised
	(\$3,092,326)	
FY21:	\$196,620,521	Proposed
	<u>\$191,195,873</u>	Revised
	(\$5,424,648)	

- *(Initial: March 20, 2020) Projected revenue loss was anticipated to be \$1.25M in FY20 and \$4.7M in FY21*



FY 20 & 21 General Fund Revenue Reductions

<u><i>Local Taxes</i></u>	<u><i>FY20</i></u>	<u><i>FY21</i></u>
Sales & Use Tax	\$301,145	\$853,294
Transient Lodging Tax	\$1,108,991	\$617,279
Meals Tax	\$1,843,989	\$850,387
Utility Tax	\$326,600	\$ -
Tax on Bank Stock	\$200,000	\$200,000
Vehicle Daily Rental Tax	\$18,000	\$27,500



FY 20 & 21 General Fund Revenue Reductions

<u>Licenses and Permits</u>	<u>FY20</u>	<u>FY21</u>
Business and Professional Licenses (BPOL)	\$-	\$2,075,000
<u>Miscellaneous Revenue</u>		
Interest Earned	\$-	\$50,000



FY 20 & 21 General Fund Revenue Reductions

Charges for Services

	<u><i>FY20</i></u>	<u><i>FY21</i></u>
Recreation Income	\$532,683	\$358,859
Waste Disposal Fees	\$75,000	\$-

Intergovernmental Revenue

State Aid for Police Protection	\$-	\$160,884
School Resource Officers	\$-	\$25,196



FY 20 & 21 General Fund Revenue Reductions

<u><i>Designated Revenue</i></u>	<u><i>FY20</i></u>	<u><i>FY21</i></u>
Contractual Services- City School Building Maint.	\$-	\$55,988
Contractual Services- Pupil Transportation	\$-	\$358,006
Transfer to CIP- Mall Vendor Fees	\$65,000	\$31,250
Meals Tax Revenue- Debt Service	\$369,925	\$86,005



FY 2021 General Fund Expenditures

Additions/Major Increases to Original FY20 Appropriation

- Home to Hope = \$350,000
- Police CRB = \$150,000
- Food Equity Grant Match = \$155,000
- Transfer to Social Services = \$300,000
- Transfer to Transit = \$477,708
- Transfer to CACVB (contractual) = \$108,770
- General Registrar (increased Presidential Election costs) = \$66,332



FY 2021 General Fund Expenditures

Reductions from Original FY21 Proposed

- Contractual Agencies (from FY20 Adopted) = (\$449,989)
- Transfer to Golf (from FY20 Adopted) = (\$128,000)
- Schools Contribution = (\$2,126,258)
- Departmental Reductions from original FY21 Proposed = (\$2,736,054)
- Human Service Non-Profits = (\$200,000)
 - FY21 Budget is level funded from FY20 and contains \$2,104,683 in unallocated Vibrant Community Fund dollars and \$154,446 in unallocated Arts and Culture funding.
 - Per Council direction agency funding allocations to be determined at a later date in FY21.



Additional Information and Considerations

- \$8.5M held as a reserve - \$1.6M from changes in revenue and expenditures/ \$6.9M deferment of Capital Projects
 - Staff is currently working through the specifics of the City's CIP. More information will be provided to Council and the public, prior to the public hearing on the budget which is currently scheduled for May 18th
- Vibrant Community Fund - Funding of outside human service non-profit agencies will be held level at FY20 adopted budget amounts. Revised funding process to meet the needs of our community, will be based upon the availability of funding and provision of services in the upcoming fiscal year.
- Language will be placed in appropriations and outside agency agreements stating that City has the right to withhold or adjust monthly/quarterly payments due to ceased operations or reduction in services to City residents.
- New Programs/positions will be deferred – Equity and Inclusion, Deputy Sheriff, Unity Days, etc. – and will be considered as part of the amendment process



Additional Information and Considerations

- Short/Long Term Financial Strategies (Return of University Students; August, June or late April peak)
- Maintain Priorities (Protect our most vulnerable populations and staff; Quality public services; and Infection control policies)
- Maintain Partnerships (University of Virginia, Albemarle County and Non-profits)
- Budget Amendments (Timing will be based upon the economy)
- Budget Updates (Conducted on a monthly basis and discussed with Council; Internal review of revenues and expenditures will occur on a weekly basis)



Budget Calendar *(Proposed)*

April 20, 2020: City Council Meeting, 6:30pm,
Virtual Meeting

*Establishing CY 2020 Tax Rates, Budget Adoption Deadline, and
Budget Adoption Plan*

**May 18, 2020: Public Hearing on Budget/First
Reading, 6:30pm, Meeting Location TBD**

Budget Public Hearing on Revised FY 2021 Proposed Budget

June 1, 2020: Budget Approval by City Council,
5:30pm, 2nd Floor Conf Room, City Hall



Budget Information

www.charlottesville.org/budget

