March 15, 2021

CITY MANAGER’S PROPOSED BUDGET
FY 2021-2022
Percent Change
General Fund Budget

FY 2022 Proposed Budget: $ 190,689,839
Major Budget Themes

- Affordable Housing
- Preserving and Enhancing Quality Services
- Investment in Our Employees
- Strong Support for City Schools
- Maintain Organizational Efficiencies and Effectiveness
- Strategic Plan and Council Priorities
FY 2022 General Fund Revenues

- Local Taxes, $129,211,912
- Licenses and Permits, $8,426,000
- Intergovernmental Revenue, $12,918,870
- Charges for Services, $12,996,475
- Misc. Revenue, $1,268,000
- Transfers From Other Funds, $1,250,000
- City/County Revenue Sharing (Operating Budget), $8,075,993

No changes proposed for any City Tax Rates

Real Estate Tax rate remains at $.95/$100 AV

FY22 Proposed General Fund Revenue $190,689,893, represents a $506,034 reduction from FY21 Adopted Budget
FY 2022 General Fund Expenditures

Schools are the largest portion of expenditures @ 33.63%

- Public Safety and Justice, $42,834,763
- Infrastructure and Transportation, $16,734,269
- Employee Compensation and Training, -$215,050
- Financial Services, $5,006,207
- Internal Services, $4,861,402
- Local Contribution to Schools, $58,709,623
- Fund Balance Target Adjustment, $481,905
- Infrastructure and Transportation, $16,734,269
- Employee Compensation and Training, -$215,050
- Financial Services, $5,006,207
- Internal Services, $4,861,402
- Local Contribution to Schools, $58,709,623
- FY22 Proposed General Fund $190,689,893
Council Priorities

- **Affordable Housing** – Tax and Rent Relief Programs; $6.5 million in FY 22 and $38.5 million over the five-year CIP
- **Racial Equity** - Deputy City Manager for Race, Equity, Diversity and Inclusion; Continues funding of the Home to Hope Program and the Food Equity Initiative
- **Workforce and Economic Development** – continued investment in various programs including Downtown Job Center and GO workforce development programs
- **Safety and Security** – Police Civilian Review Board and Fire SAFER Grant
- **Investing in Employees** - $15.00/hour living wage; Health Care savings for employees
Amendments to FY22 Proposed General Fund Budget

<table>
<thead>
<tr>
<th>Manager's Recommended FY 22 Revenue Estimates</th>
<th>$ 190,689,839</th>
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</thead>
<tbody>
<tr>
<td>Increase Revenues</td>
<td></td>
</tr>
<tr>
<td>Licenses and Permits</td>
<td></td>
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<tr>
<td>Business and Professional Licenses</td>
<td>950,000</td>
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<tr>
<td>Total Revenue Amendments</td>
<td>$ 950,000</td>
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<tr>
<td>Total Amended FY 22 General Fund Revenue Estimates</td>
<td>$ 191,639,839</td>
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Amendments to FY22 Proposed General Fund Budget

<table>
<thead>
<tr>
<th>Manager's Recommended FY 22 Expenditures</th>
<th>$ 190,689,839</th>
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<tbody>
<tr>
<td><strong>Decrease Expenditures</strong></td>
<td></td>
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<tr>
<td>Transfer to the Capital Improvement Program</td>
<td>(255,000)</td>
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<tr>
<td>Police Budget Reduction for School Crossing Guards transitioned to CCS</td>
<td>(55,307)</td>
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<tr>
<td><strong>Total Expenditure Amendments</strong></td>
<td>$ (310,307)</td>
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<tr>
<td><strong>Total Amended FY 22 General Fund Expenditures</strong></td>
<td>$ 190,379,532</td>
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<tr>
<td><strong>Budget Surplus/(Gap)</strong></td>
<td>$ 1,260,307</td>
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</tbody>
</table>
Potential Future Budget Changes

- Increase for Employee Compensation - 2% - 4% COLA
- City Schools Contribution
- Additional Funding for Outside Agencies
- Additional Funding to CIP: Charlottesville Affordable Housing Fund
- Tax Relief Program Changes
- Additional New Positions: Climate Action Position; Housing Evictions Specialist
- Conversion of Temporary Employees to Regular FTEs
- Restoration of funding reduced from original departmental submissions
- Office of Innovation and Measures and Solutions Group
Budget Calendar

March 17: Community Budget Forum, 6pm, Zoom Webinar
  – Opportunity for public to speak one on one with City Council and staff after short presentation by the City Manager.

March 25: Work Session, 6pm – 8pm, Zoom Webinar, Capital Improvement Program

April 5: Second Public Hearing on Budget/First Reading, 6:30pm, Zoom Webinar
  – Smaller presentation with opportunity for Public feedback and Council discussion

TENTATIVE - April 8: Work Session, 6pm – 8pm, Zoom Webinar, Remaining budget issues and wrap up

April 13: Budget Approval by City Council, 5:30pm, Zoom Webinar
Budget Information

www.charlottesville.gov/budget

Copies of FY 2022 Proposed Budget
City Manager’s Office, City Hall, 8:00-5:00 PM M-F
Central and Gordon Ave. Library Branches