

Proposed Budget Amendments

City Council Work Session

May 14, 2025

Overview - Proposed Amendments

- Administrative Amendments
- Real Estate Assessment Supplements
- Hampton City Schools Reimbursement

Administrative Amendments

(No Net Impact on the Budget)

- General Fund
 - Elizabeth Lake Special Assessment
 - Move funds associated with the Elizabeth Lake Special Assessment budgeted in Contingency to Outside Agencies Tax Based Contributions account for Elizabeth Lake Special Assessments
 - Reflects the actual amount of revenue to be collected from the Elizabeth Lake Special Assessments
 - Virginia Air and Space Science Center (VASSC)
 - Move funds previously budgeted in Non-Departmental for VASSC to Outside Agencies Organization Support VASSC
 - Reflects amount historically budgeted for the VASSC

Administrative Amendments (Cont'd)

(No Net Impact on the Budget)

- Grant Fund
 - Move Safer Communities and Violence Prevention Grant to contingency to reflect the Governor's veto in case the funding is restored during the next General Assembly Session

Real Estate Assessment Supplements

- The City Assessor has provided updated real estate assessments data, as a result of supplements that occurred after the preliminary assessment estimates were first released
- Assessment adjustments are typically minor and offset by real estate assessment appeals that occur after the budget is released
- This year, the supplement value is significant due to large projects that had not received CO/TCOs when the Assessor's preliminary assessment estimates were first released
- Supplements are projected to result in \$749,924 in new net revenue

Revenue from Hampton City Schools

- Hampton City Schools will receive more funds than expected from the State Support Cap adjustment
- HCS has agreed to increase their transfer to the City for reimbursable expenses
- The result is \$504,000 in increased revenue from HCS

Proposed Amendments

- Offset the impact of the loss of Safer Communities and Community Violence Reduction Grant funds vetoed by the Governor
 - Using these funds will enable us to preserve the priorities we discussed cutting at the May 7, 2025 meeting/fully fund the City Manager's recommended budget as originally presented
- Increase Retirement and Employee Benefits to increase GWI from 3.5% to 4.0%
- Administrative amendments with no net impact on the budget

Next Steps

- Staff will prepare the budget amendment for Council action in the Legislative Session this evening

Questions?