



City of Harrisonburg, Virginia

Department of Finance

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TO: Eric D. Campbell, City Manager
FROM: Larry L. Propst, Director of Finance
DATE: May 6, 2019
RE: Fiscal Year 2019-2020 Budget - First Reading and Approval

Summary: Consider adopting the Fiscal Year 2019-2020 budget by approving the Appropriation Ordinance.

Background: The proposed Fiscal Year 2019-2020 budget was presented to City Council at its April 9, 2019 meeting and a public hearing was held at its April 23, 2019 meeting.

Key Issues: The budget must be approved by May 31, 2019 which requires two separate readings and approvals. Included in the Appropriation Ordinance are changes made to the Public Transportation Fund and CDBG Fund budgets for information that the City has received since the budget was proposed by the City Manager on April 9, 2019. In general, the Public Transportation Fund budget has decreased by \$3,175,000 for new transit buses that were not approved for Federal/State funding and the CDBG Fund budget has increased by \$16,573 as we now know the actual CDBG allocation for next year compared to an estimated amount that was included in the proposed budget.

Environmental Impact: None

Fiscal Impact: The adopted budget will become effective July 1, 2019.

Prior Actions: City Manager presentation of the budget at the April 9, 2019 City Council meeting and a public hearing held at the April 23, 2019 City Council meeting.

Alternatives: (1) Approve the appropriation ordinance as is, (2) Approve the appropriation ordinance with additional changes, (3) Do not approve the appropriation ordinance at this time but it must be approved by May 31, 2019.

Community Engagement: A public hearing was held on April 23, 2019.

Recommendation: Recommend approval of the budget on its first reading with second reading and final approval on May 28, 2019.

Attachments: Appropriation Ordinance and Changes to the Proposed Budget Worksheet.

Review:

The initiating Department Director will place in Legistar, in sequence of transmittal, the names of each department that must initial their review in order for this item to be placed on the City Council agenda. The completion of review only addresses the readiness of the issue for Council consideration. This does not address the recommendation for approval or denial of the issue.

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