C: Dir., Office of Budget and Grants Management

City of NORFOLK

To the Honorable Council
City of Norfolk, Virginia

May 20, 2014

From: Sabrina Joy-Hogg, Assistant City Manager and Director of Budget and Grants Management

Subject: FY 2015 Budget Ordinance - Capital Improvement Plan

Reviewed: _____
Wynter C. Benda, Assistant City Manager

Ward/Superward: Citywide

Approved: _____
Marcus D. Jones, City Manager

Item Number: **R-8**

I. **Recommendation:** Adopt Ordinance

II. **Applicant:** City of Norfolk

III. **Description:**
This agenda item includes an ordinance to approve and authorize the Fiscal Year 2015 Capital Improvement Plan (CIP) for the City. The following table provides a breakdown of the capital plan by fund source.

Fiscal Year 2015 Capital Improvement Plan	
Fund	**Budget**
General Capital	$60,418,600
Parking Facilities	2,900,000
Wastewater Utility	17,000,000
Storm Water Utility	4,815,200
Water Utility	19,220,000
Total Capital Improvement Plan	**104,353,800**

IV. **Analysis**
This ordinance distributes Capital Improvement Plan funds in accordance with the Proposed FY 2015 Budget presented on April 22, 2014 and subsequent City Council budget work sessions.

V. **Financial Impact**
See Description

810 Union Street #1101 ▪ Norfolk, Virginia 23510
Phone: 757-664-4242 ▪ Fax: 757-664-4239

VI. Environmental

N/A

VII. Community Outreach/Notification

VIII. Pursuant to the Code of Virginia and Norfolk City Charter, this agenda item requires a public hearing. As such, a public hearing notice was published in *The Virginian-Pilot* on April 29, 2014 and the public hearing itself was held on May 7, 2014.

IX. Board/Commission Action

N/A

X. Coordination/Outreach

This letter has been coordinated with the Office of Budget and Grants Management and the City Attorney's Office.

5/15/14 - km

Form and Correctness Approved:

By _____
Office of the City Attorney

Contents Approved:

By _____
DEPT. Budget & Management

Pursuant to Section 72 of the City Charter, I hereby certify that the money required for this item is in the city treasury to the credit of the fund from which it is drawn and not appropriated for any other purpose.

$ 104,353,800 various
Account

_____ 5/15/14
Director of Finance Date

NORFOLK, VIRGINIA

ORDINANCE No.

AN ORDINANCE APPROVING THE CAPITAL IMPROVEMENT PLAN BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2014 AND ENDING JUNE 30, 2015; APPROPRIATING $104,353,800 FOR CERTAIN PROJECTS APPROVED THEREIN; AUTHORIZING AN ISSUE OF BONDS IN THE AMOUNT OF $83,328,934, OF WHICH $1,900,453 IS THE REAPPROPRIATION OF PREVIOUSLY AUTHORIZED, BUT UNISSUED, BONDS; AND AUTHORIZING THE EXPENDITURE OF $21,024,866 IN CASH.

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WHEREAS, the City Manager submitted to the City Council a Capital Improvement Plan Budget for the City for the fiscal year beginning July 1, 2014 and ending on June 30, 2015; and

WHEREAS, it is necessary to appropriate sufficient funds to cover the approved capital projects set forth in the Capital Improvement Plan Budget and to authorize said projects; now therefore,

BE IT ORDAINED by the Council of the City of Norfolk:

Section 1:- That the capital projects set forth below in the Capital Improvement Plan for the fiscal year beginning on July 1, 2014 and ending on June 30, 2015, submitted by the City Manager under date of April 22, 2014, and amended by City Council, are hereby approved and the amounts herein set forth aggregating $104,353,800, or so much thereof as may be necessary, as set forth in the Capital Improvement Plan Budget for the fiscal year July 1, 2014 to June 30, 2015, are hereby

appropriated for the purposes hereinafter set out in the following subparagraph:

A. **Capital Improvement Projects**

Number	Title	Approved Amount
General Capital		
1	Address School Major Maintenance	3,300,000
2	Address Street Flooding Citywide	1,500,000
3	Build Broadcreek Library	1,000,000
4	Construct Camp Allen Elementary School	17,000,000
5	Construct or Renovate Schools	10,000,000
6	Continue Scope Arena Improvements (PA)	750,000
7	Control Beach Erosion	500,000
8	Design and Construct Courthouse Complex	3,109,600
9	Develop Bicycle, Pedestrian Greenways, and Sharrows	250,000
10	Enhance Signals and Intersections	200,000
11	Establish Slover Library	1,500,000
12	Fund ADA Master Plan for City Facilities	150,000
13	Fund Chrysler Museum Capital Campaign Match	1,000,000
14	Fund Preliminary Engineering	3,359,000
15	Implement Broad Creek Neighborhood Plan (NP)	1,000,000
16	Implement RPOS Master Plan	500,000
17	Implement Southside Neighborhood Plan (NP)	1,000,000
18	Implement Wards Corner Neighborhood Plan (NP)	1,000,000
19	Improve Citywide Dredging and Waterways	150,000
20	Improve Community and Neighborhood Parks	250,000
21	Improve Cultural Facilities (PA)	250,000
22	Improve Downtown Corridor Streetscaping	100,000
23	Improve Existing Community Centers	200,000
24	Improve Harbor Park	500,000
25	Improve HVAC Systems Citywide	200,000
26	Improve Infrastructure and Acquire Property	1,000,000
27	Improve Neighborhood Streets-Major	300,000
28	Improve Roof Repair and Moisture Protection	250,000
29	Improve Street Lights	100,000
30	Maintain Municipal Facilities	2,000,000
31	Maintain USS Wisconsin BB-64	500,000
32	Repair and Maintain Bridges - Minor	250,000
33	Repair and Replace Bridges - Major	1,000,000
34	Repair Neigh. Sts/Sidewalks/Walkways	250,000
35	Repair Terminal Blvd. Concrete Pavement	1,750,000

36	Revitalize, Redevelop, and Conserve Neighborhoods (NP)	2,500,000
37	Support Citywide Public Art	250,000
38	Support Fairmount Pk/Laf. Blvd. Neigh. Plan (NP)	750,000
39	Support New Governor's School	250,000
40	Support Norfolk Studios Program	500,000
Total General Capital		**60,418,600**
Parking Facilities		
41	Maintain Parking Facilities	2,900,000
Total Parking Facilities		**2,900,000**
Storm Water Utility		
42	Create Citywide Flooding Reserve	1,315,200
43	Improve Storm Water Quality	950,000
44	Improve Storm Water System	600,000
45	Improve Storm Water Waterfront Facilities	500,000
46	Reduce Neighborhood Flooding	1,450,000
Total Storm Water Utility		**4,815,200**
Wastewater Utility		
47	Improve Wastewater Collection System	17,000,000
Total Wastewater Utility		**17,000,000**
Water Utility		
48	Comply With Safe Drinking Water Act Amendments	185,000
49	Implement Meter Change-Out Program	150,000
50	Improve Water Pipeline Infrastructure	7,625,000
51	Install Aerator - Lake Prince	500,000
52	Rehabilitate Reservoirs Systemwide	5,250,000
53	Replace Combined Operations Building HVAC	190,000
54	Replace Master Meters	120,000
55	Upgrade Moores Bridges Water Treatment Plant	5,200,000
Total Water Utility		**19,220,000**
Grand Total		**104,353,800**

Section 2:- That in order to provide the funds heretofore appropriated, cash in the aggregate principal sum of $21,024,866 is authorized to be expended. Of such sum, $15,809,666 is for General Capital Improvement Projects, which is comprised of $300,000 of proceeds from the sale of land, $300,000 transferred from the Land Acquisition/ Revolving Fund, $609,666 transferred from the General Fund, $13,600,000 transferred from the School Fund, and $1,000,000 transferred from the Public Amenities Fund; $2,900,000 is for Parking Facilities Projects; $1,000,000 is for Water Utility Fund Projects; and $1,315,200 is for Storm Water Utility Fund Projects.

Previously approved, but unissued, bonds in the aggregate principal sum of $1,900,453 are reappropriated, all of which are for General Capital Improvement Projects, and bonds of the City of Norfolk in the aggregate principal sum of $83,328,934 are hereby authorized to be issued from time to time in such form and with such terms as shall be established pursuant to future ordinances, of which $44,608,934 is for General Capital Improvement Projects, $3,500,000 is for Storm Water Utility Fund Projects, $17,000,000 is for Wastewater Utility Fund Projects and $18,220,000 is for Water Utility Fund Projects.

Section 3:- That the Council reasonably expects to reimburse certain expenditures made from the General Capital Improvement Projects Fund, Storm Water Utility Fund, Wastewater Utility Fund and Water Utility Fund to interim finance the above-described capital projects with the proceeds of the above described bonds to be issued by the City.

Section 4:- That this ordinance represents a declaration of "official intent" under Treasury Regulations Section 1.150-2(e).

Section 5:- That the expenditures to be reimbursed will be paid from the following funds, which funds have the following general functional purposes:

(a) General Capital Improvement Projects Fund. Used to account for the financial resources used to finance general capital improvement projects in the Capital Improvement Plan other than those financed by the City's enterprise funds or special revenue funds;

(b) Wastewater Utility Fund. Used to account for the City's wastewater utility operations, including accounting for the financial resources used to finance capital projects in the Capital Improvement Plan related to the wastewater utility;

(c) Storm Water Utility Fund. Used to account for the City's environmental storm water operations, including accounting for the financial resources used to finance capital projects in the Capital Improvement Plan related to the storm water utility;

and

(d) Water Utility Fund. Used to account for the City's water utility operations, including accounting for the financial resources used to finance capital projects in the Capital Improvement Plan related to the water utility.

Section 6:- That the appropriate officers or agents of the City are authorized and directed to file a certified copy of this ordinance with the Circuit Court of the City of Norfolk pursuant to Sections 15.2-2607 and 15.2-2627 of the Code of Virginia, 1950, as amended.

Section 7:- That the City Manager, unless otherwise directed by City Council, is hereby authorized to do all things necessary to implement the projects set forth in the FY 2015 Capital Improvement Plan Budget.

Section 8:- That the City Manager or his designee is authorized to close out or reappropriate unused Capital Improvement Plan funds in projects that have been completed. These funds may be reappropriated as sources in future year Capital Improvement Plans.

Section 9:- That the City Manager or his designee is authorized to transfer from any project which has an excess of funds appropriated for its use to any other project all or any part of such excess. A record of all such transfers shall be maintained by the Director of Finance.

Section 10:- That the City Manager or his designee is authorized to transfer funds from any project authorized with Public Art funds in the Capital Improvement Plan to any other project or pool funds, as needed, to implement any portion of the Plan.

Section 11:- That this ordinance shall be in effect from and after July 1, 2014.