

**THE ROLE OF THE ECONOMY**

Revenue is the income a local government needs to pay for all of the services it provides. The major sources of revenue include taxes, permit fees, charges for goods and services, fines, interest and rent, and intergovernmental transfers. Economic activity forms the basis of most local government revenues, from real property values to consumption of goods and services. The growth in revenues necessary to maintain municipal services in the face of price increases (inflation), to provide additional services to an increasing population, and to respond to an increasing menu of services mandated by state and federal governments requires growth in the local economy. The local economy, in turn, depends for its growth on markets in regional, state, national and international economies for the goods and services it produces. The income from these external markets then supports local consumption and investment. Growth in state and national economic activity also provides the fiscal basis for intergovernmental transfers - grants, cost sharing, and expenditure reimbursement for municipal services mandated or encouraged by other levels of government. However, as important as the economy is, Federal and especially State, for Virginia is a Dillon Rule state, policies, laws and regulations play a significant role in delimiting the fiscal capacity of local government to provide services to the community.

**CURRENT ECONOMIC CONDITIONS**

**Nation**

The nation's economic expansion continued to strengthen moderately into the fourth quarter of calendar year 2016 in terms of real GDP (1.4% growth for the year) and payroll employment (1.7% growth), while headline CPI inflation averaged 1.3 percent. Core inflation (excluding food and energy prices) increased 2.2 percent above last year. The Federal Reserve announced at its September meeting that it will keep the federal funds rate target unchanged at 0.0 to 0.25 percent. Real consumer spending grew about 2.7% on a calendar year basis, reflecting growth in total personal income growth of 3.4 percent. Overall the rate of expansion was somewhat attenuated compared to calendar year 2015. On a fiscal year basis (July 1 through June 30) the rates of change are slightly different, but the conclusions the same.

**State**

Virginia mirrored the nation in its economic expansion in calendar 2016. Payroll employment grew 2.2 percent, while personal income grew 3.4 percent. However, income taxes and sales taxes rose at a more modest pace than anticipated in the State's budget, resulting in a reduction in estimated state revenues of \$1.2 billion for fiscal years 2017 and 2018, combined.

**Region**

The Hampton Roads region continues to recover from the recession of 2007, having regained 33,500 of the 48,000 civilian jobs lost, but is still 1.8% below pre-recession peak employment. Federal budget austerity has caused the region to lose 20,500 military personnel since 2010, along with a significant contraction in federal investment.

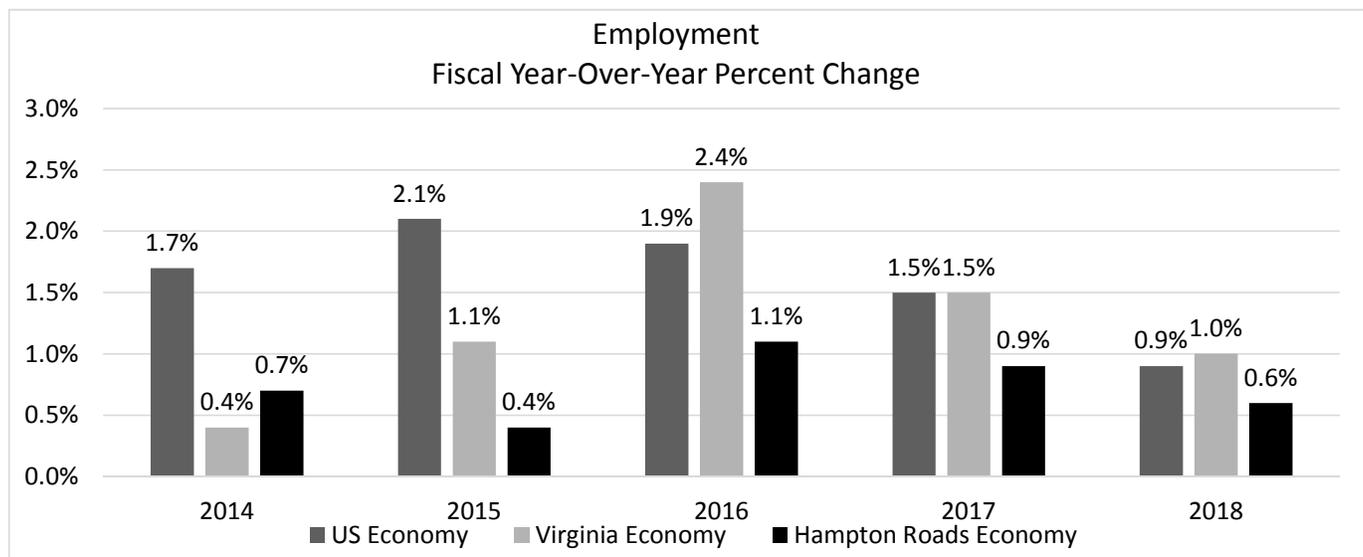
The expansion of the Hampton Roads economy is sustained at a moderate pace by a 2.1% pay increase for military personnel, the largest in 7 years, growth in the national economy, low energy prices, and strong consumer spending. Increases in mortgage rates threaten to dampen the modest rise in home values in the region, while continued slow increases in employment are likely to be reflected in new construction activity and the value and number of residential building permits. The unemployment rate is not expected to experience substantial change, as employment growth will be offset by growth in the region's labor force.

Changes in Federal fiscal priorities could have a significant effect on the region in the coming years in that the Hampton Roads economy contains a significant federal component, particularly in defense. Shipyard employment, procurement spending, and the number of personnel stationed in the region would expand the regional economy were funding provided for the Department of Defense proposal to increase the size of the naval fleet from 273 to 355 ships.

**ECONOMIC OUTLOOK**

Each November the Virginia Department of Taxation prepares an Economic Outlook and Revenue Forecast under the guidance and review of the Joint Advisory Board of Economists (JABE) and the Governor’s Advisory Council on Revenue Estimates (GACRE). This analysis includes trends for key economic indicators for the national, state and regional economies. A summary of these indicators on a fiscal year basis (July 1 - June 30) is provided below.

Overall, the outlook is for the state to keep pace with the growth of the national economy, while the Hampton Roads region continues to lag behind Virginia and the nation as a whole in the pace of its economic growth.



<u>Indicator</u>	<u>Actual Rate of Change by Fiscal Year</u>			<u>Projected Rate of Change</u>	
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
<b>US Economy</b>					
Real Gross Domestic Product	2.1%	2.9%	1.7%	1.7%	2.3%
Real Consumer Spending	2.0%	3.4%	2.7%	2.8%	2.2%
Total Personal Income	2.6%	5.3%	3.7%	3.8%	4.7%
Total Employment	1.7%	2.1%	1.9%	1.5%	0.9%
Consumer Price Index (Urban)	1.6%	0.7%	0.7%	1.9%	2.5%
Refiner's Acquisition Cost of Oil	1.2%	-31.1%	-28.6%	2.0%	5.4%
Before-Tax Corporate Profits	4.2%	1.4%	-6.5%	3.0%	5.5%
30-Year Treasury Bonds	0.7%	-0.7%	-0.1%	-0.3%	0.6%
<b>Virginia Economy</b>					
Total Nonagricultural Employment	0.4%	1.1%	2.4%	1.5%	1.0%
Total Personal Income	0.8%	4.8%	4.1%	3.9%	4.2%
State General Fund Revenue	-3.3%	6.6%	0.5%	1.0%	0.9%
<b>Hampton Roads Economy</b>					
Total Nonagricultural Employment	0.7%	0.4%	1.1%	0.9%	0.6%

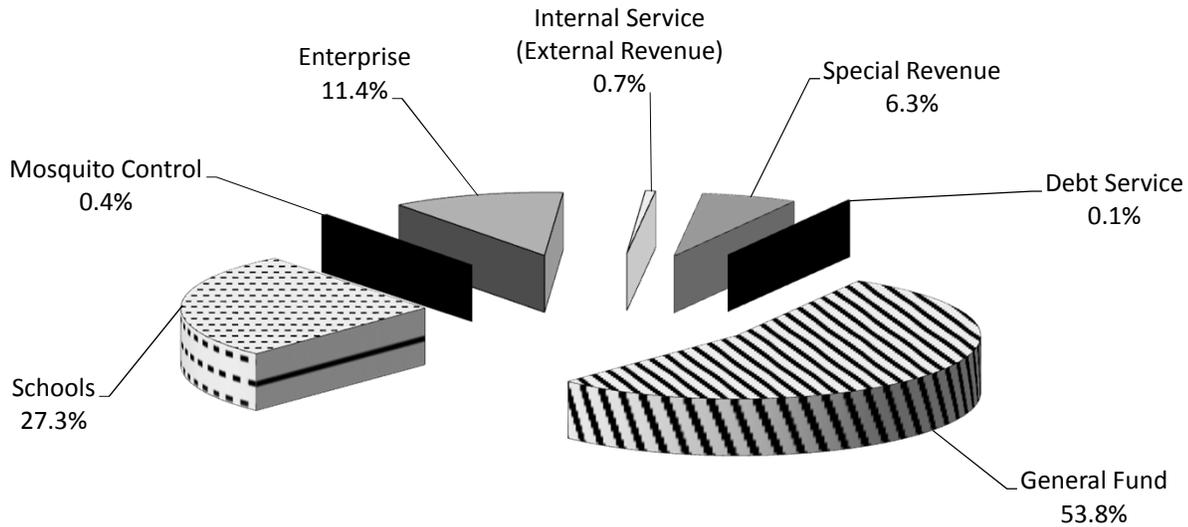
**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**FUND STRUCTURE**

The budget for the City of Chesapeake is separated into over 30 different funds. The sources of revenue are specified for each fund. These funds can be grouped into one of the six classifications of funds. The pie chart below depicts the budgeted revenues. Interfund transfers such as General Fund support of schools are not reflected in these data.

**REVENUES BY FUND TYPE**



<u>Fund Category</u>	<u>FY 18 Estimate</u>	<u>Component Share</u>
General Fund	\$ 559,106,980	53.8%
Schools	\$ 283,623,701	27.3%
Mosquito Control	\$ 4,381,400	0.4%
Enterprise	\$ 118,394,351	11.4%
Internal Service (External Revenue)	\$ 6,888,830	0.7%
Special Revenue	\$ 65,773,345	6.3%
Debt Service	\$ 1,306,308	0.1%
<b>Total</b>	<b>\$ 1,039,474,915</b>	<b>100.0%</b>

**REVENUE BUDGET**

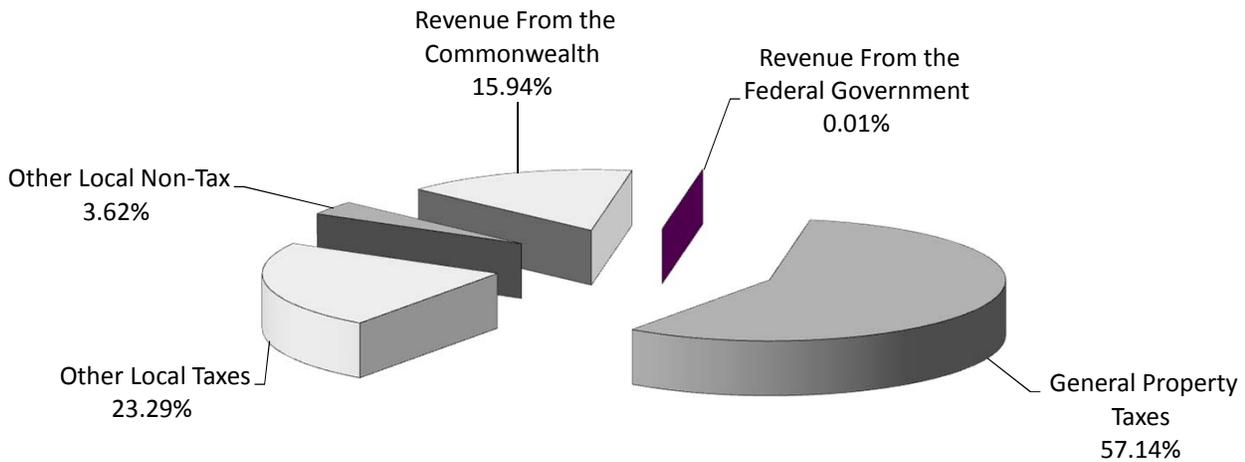
**DESCRIPTION OF FUNDS**

**GENERAL FUND REVENUE SOURCES**

The revenues for the General Fund are made up of more than 200 specific revenue sources. Local taxes produce over 80% of the General Fund resources, intergovernmental support from the State provides about 16%, with the balance coming from local non-tax revenues and some federal support. Occasionally, there will be a large federal reimbursement for local emergency response expenses.

Each revenue source is accounted for separately and recorded when funds are received. Accounts are kept on a modified accrual basis and management is kept apprised of year-to-date totals and trends quarterly. Estimates are based on current trends using time series methods modified by judgement in the context of current economic conditions, publicly available economic forecasts, known policy changes, and operational insights (expert knowledge) from departments. Current year estimates reflect adjustments for variances of prior year budget from prior year actual plus current year trends.

**GENERAL FUND SOURCES**



	<b>FY 18 Estimate</b>	<b>Component Share</b>
General Property Taxes	\$ 319,448,316	57.14%
Other Local Taxes	\$ 130,215,802	23.29%
Other Local Non-Tax	\$ 20,254,900	3.62%
Revenue From the Commonwealth	\$ 89,141,762	15.94%
Revenue From the Federal Government	\$ 46,200	0.01%
<b>Total General Fund</b>	<b>\$ 559,106,980</b>	<b>100.00%</b>

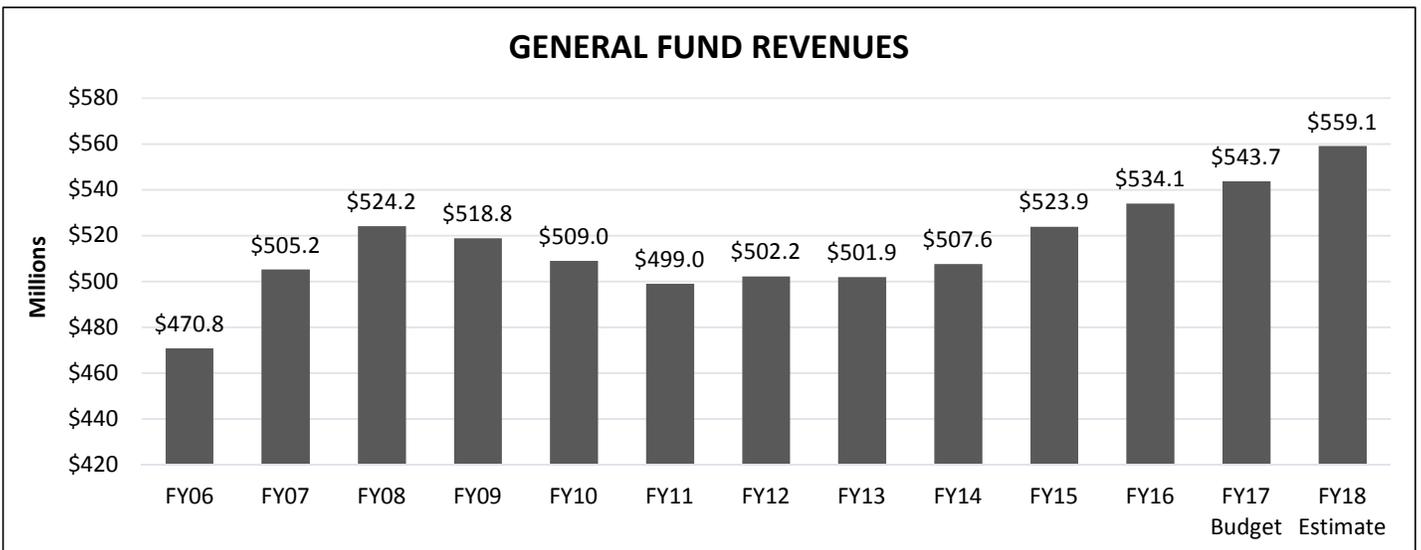
**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**GENERAL FUND REVENUES**

The General Fund accounts for the majority of revenues and expenditures of the City. Revenues are derived from property taxes, other local taxes, licenses, permits and fees, fines and forfeitures, use of money and property, charges for services, revenues from the Commonwealth, and revenues from the federal government. Brief descriptions and year-to-year growth trends in the major components are given below. The amounts used are those recorded in the final, end of year, financial database. Revenues and the public services they support are sometimes moved to another fund, with corresponding changes in interfund transfers, so that the historic data are not always exactly comparable.

The most significant development for the prospective year is that, once again, the state legislature and governor have taken actions that erode local fiscal capacity to provide services to the community and distort the business tax environment by selectively granting exemptions on local taxes. In the present case, the city will lose about \$1 million in business license taxes and \$0.5 million in machinery and tools taxes from defense-related industries and industries that require Federal approval to export their products and services. These are revenues that are shared with schools.



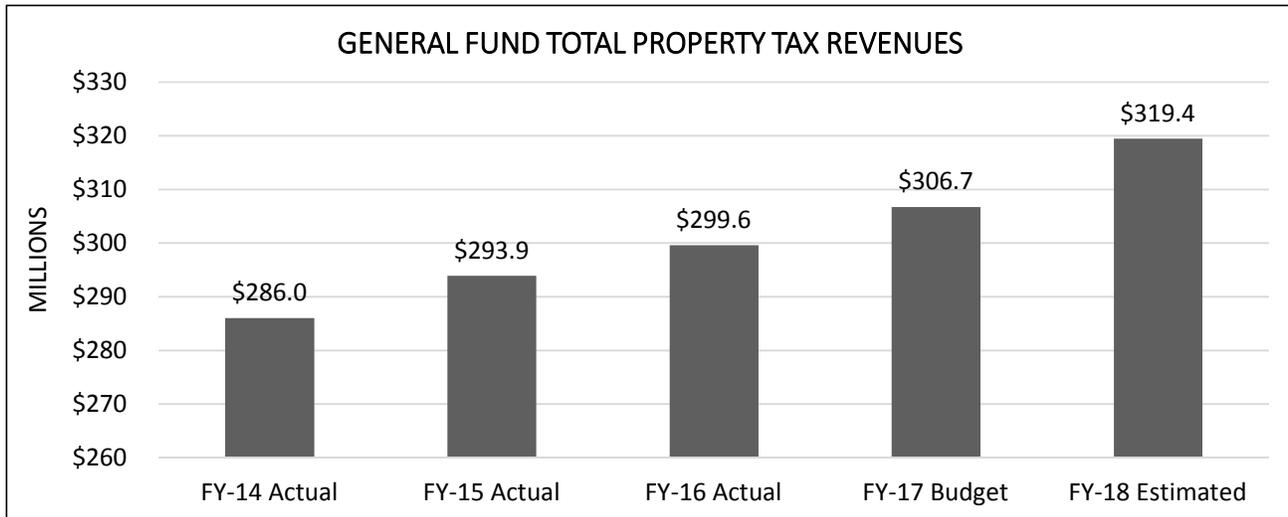
<b>GENERAL FUND REVENUES</b>	<b>FY-14</b>	<b>FY-15</b>	<b>FY-16</b>	<b>FY-17</b>	<b>FY-18</b>
<b>Source</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Estimated</b>
Property Taxes	\$ 286,009,300	\$ 293,884,026	\$ 299,630,774	\$ 306,716,796	\$ 319,448,316
Other Local Taxes	\$ 119,623,974	\$ 124,129,277	\$ 126,764,936	\$ 129,974,902	\$ 130,215,802
Permit Fees	\$ 2,404,861	\$ 2,565,030	\$ 2,754,913	\$ 2,520,840	\$ 2,889,900
Fines & Forfeitures	\$ 2,689,990	\$ 2,585,943	\$ 2,497,583	\$ 2,446,400	\$ 2,408,000
Interest & Rents	\$ 1,525,652	\$ 1,433,972	\$ 1,788,182	\$ 1,243,070	\$ 1,620,700
Service Charges	\$ 10,933,593	\$ 10,924,355	\$ 11,584,682	\$ 12,749,661	\$ 12,674,900
Miscellaneous	\$ 534,892	\$ 551,618	\$ 842,462	\$ 517,900	\$ 551,100
Recovered Costs & Rebates	\$ 324,411	\$ 792,393	\$ 542,955	\$ 110,300	\$ 110,300
<b>Local Revenues</b>	<b>\$ 424,046,672</b>	<b>\$ 436,866,614</b>	<b>\$ 446,406,485</b>	<b>\$ 456,279,869</b>	<b>\$ 469,919,018</b>
State Noncategorical Aid	\$ 30,643,426	\$ 30,073,590	\$ 31,095,784	\$ 30,859,000	\$ 31,123,200
State Shared Cost	\$ 12,230,084	\$ 14,007,021	\$ 13,674,140	\$ 13,415,070	\$ 14,467,562
State Categorical Aid-Other	\$ 40,554,882	\$ 41,894,568	\$ 42,744,480	\$ 43,071,849	\$ 43,551,000
<b>State Aid</b>	<b>\$ 83,428,392</b>	<b>\$ 85,975,179</b>	<b>\$ 87,514,404</b>	<b>\$ 87,345,919</b>	<b>\$ 89,141,762</b>
<b>Federal Aid</b>	<b>\$ 106,910</b>	<b>\$ 1,049,256</b>	<b>\$ 133,929</b>	<b>\$ 55,200</b>	<b>\$ 46,200</b>
<b>General Fund Total</b>	<b>\$ 507,581,974</b>	<b>\$ 523,891,049</b>	<b>\$ 534,054,818</b>	<b>\$ 543,680,988</b>	<b>\$ 559,106,980</b>
Change in Revenue		\$ 16,309,075	\$ 26,472,845	\$ 9,626,170	\$ 15,425,992
Percent Change		3.2%	5.2%	1.8%	2.8%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**PROPERTY TAXES**

Property taxes are the largest component of General Fund revenues. Included are current and delinquent collections of real and personal property levies, public service (utility) corporation property taxes, and penalties and interest. Not included in the summary below are the revenues from \$0.01/\$100 real estate and \$0.08/\$100 personal property rates levied for mosquito control (Fund 800). Also not included are revenues from changes in assessments assigned to the Tax Increment Funds from the date these were established. There is no limit at the present time on the property tax rates that may be established by the City. However, residential real estate tax exemptions and relief, along with exemptions for business personal property and machinery, are limitations on local fiscal capacity that the state continues to expand.



**GENERAL FUND TOTAL PROPERTY TAX REVENUES**

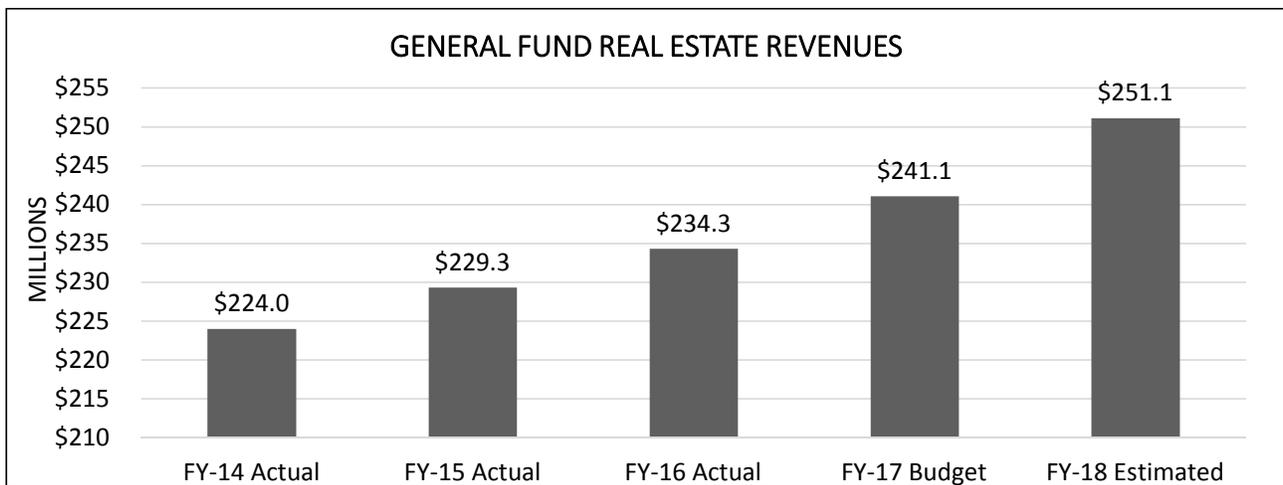
	<b>FY-14</b>	<b>FY-15</b>	<b>FY-16</b>	<b>FY-17</b>	<b>FY-18</b>
	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Estimated</b>
Taxes-Curr Real Prop	\$ 220,864,940	\$ 225,460,651	\$ 231,358,423	\$ 237,074,480	\$ 247,949,000
Taxes-Curr Real Prop -Resvd	\$ (271,284)	\$ (271,284)	\$ (271,284)	\$ (271,284)	\$ (271,284)
Taxes-Delinq Real Prop	\$ 3,370,387	\$ 4,094,126	\$ 3,206,902	\$ 4,267,600	\$ 3,396,500
Taxes-Curr Public Svc Corp	\$ 10,564,227	\$ 10,546,515	\$ 9,004,095	\$ 8,682,000	\$ 9,700,000
Taxes-Curr Pers Prop	\$ 39,844,916	\$ 40,592,127	\$ 43,090,472	\$ 43,770,000	\$ 45,175,000
Taxes-Curr Pers Prop-Refunds	\$ (2,054,474)	\$ (2,237,636)	\$ (1,899,640)	\$ (2,250,000)	\$ (2,100,000)
Taxes-Delinq Pers Prop	\$ 11,085,226	\$ 12,775,371	\$ 12,330,811	\$ 12,536,700	\$ 12,703,200
Taxes-Delinq Pers Prop-Recvry	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Taxes-Penalties-RE&PP	\$ 1,589,148	\$ 1,759,982	\$ 1,679,970	\$ 1,768,400	\$ 1,730,700
Taxes-Interest-RE&PP	\$ 1,016,215	\$ 1,164,173	\$ 1,131,025	\$ 1,138,900	\$ 1,165,200
<b>Total Property Tax Revenue</b>	<b>\$ 286,009,300</b>	<b>\$ 293,884,026</b>	<b>\$ 299,630,774</b>	<b>\$ 306,716,796</b>	<b>\$ 319,448,316</b>
Change in Revenue		\$ 7,874,726	\$ 5,746,748	\$ 12,832,770	\$ 12,731,520
Percent Change		2.8%	2.0%	4.4%	4.2%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Real Property Taxes**

A real estate property tax is levied on the assessed value of real property located within the City. New structures, new parcels (subdivision of existing parcels), rezoning for other uses, prices of properties sold, and gross receipts generated by commercial properties as rents or other income are among the chief determinants of changes in assessed value. The current General Fund real estate tax rate is \$1.04 per \$100 of assessed value plus an additional \$0.01/\$100 mosquito control tax (not included here). The ratio of assessed value to appraised value is 100% in the case of real property. Effective with the 1992-93 fiscal year, real estate taxes are payable quarterly with payments due on September 30, December 31, March 31 and June 5. The budget projections are based on projected real estate values supplied by the Real Estate Assessors Office. Real Estate Taxes also accrue to the City's two Tax Increment Funds and to the Mosquito Control Funds, but at 100% of the tax billed. Any delinquencies in the taxes collected for these funds are reported in the General Fund when collected, as are any penalty and interest payments. Only the General Fund and Tax Increment Fund portions of the revenue is shown below. Further information can be obtained from the Assessor's annual report found at the City's internet site. The estimates assume some modest improvement in the market, construction activity, and collection rates.



**GENERAL FUND REAL ESTATE REVENUES**

	<b>FY-14 Actual</b>	<b>FY-15 Actual</b>	<b>FY-16 Actual</b>	<b>FY-17 Budget</b>	<b>FY-18 Estimated</b>
Taxes-Curr Real Prop	\$ 220,864,940	\$ 225,460,651	\$ 231,358,423	\$ 237,074,480	\$ 247,949,000
Taxes-Curr Real Prop -Resvd	\$ (271,284)	\$ (271,284)	\$ (271,284)	\$ (271,284)	\$ (271,284)
Current Real Property Taxes	\$ 220,593,656	\$ 225,189,367	\$ 231,087,139	\$ 236,803,196	\$ 247,677,716
Taxes-Delinq Real Prop	\$ 3,370,387	\$ 4,094,126	\$ 3,206,902	\$ 4,267,600	\$ 3,396,500
<b>Total Real Property Taxes</b>	<b>\$ 223,964,043</b>	<b>\$ 229,283,493</b>	<b>\$ 234,294,041</b>	<b>\$ 241,070,796</b>	<b>\$ 251,074,216</b>
Change in Revenue		\$ 5,319,451	\$ 10,329,999	\$ 6,776,755	\$ 10,003,420
Percent Change		2.4%	4.6%	2.9%	4.1%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Real Estate Recapitulation**

Each year, the Real Estate Assessor provides a calculation of what the real property tax rate would be if it were adjusted to maintain revenues after revaluation of existing properties. This information is provided to the City Council as an indicator of the increase in property valuations. Information on this calculation is provided below.

January 1, 2017 Total Taxable Assessed Value After Reassessment:	\$25,229,413,700
Allowable Deductions (Construction, Land Development and Rezoning):	\$ (264,516,700)
January 1, 2017 Adjusted Taxable Assessed Value:	\$24,964,897,000
Tax on January 1, 2017 Adjusted Taxable Assessed Value @ Current Tax Rate:	\$ 259,634,929
July 1, 2016 Taxable Land Book:	\$24,442,000,200
Adjustments for Corrections (Supplementals, Exonerations):	\$ (755,000)
July 1, 2016 Adjusted Taxable Land Book:	\$24,441,245,200
Tax on July 1, 2016 Adjusted Taxable Land Book @ Current Tax Rate:	\$ 254,188,950
Change from July 1, 2016 Adjusted Taxable Land Book to January 1, 2017 Adjusted Taxable Assessed Value:	\$ 523,651,800
Percentage Change	2.14%
Change from Tax on July 1, 2016 Adjusted Taxable Land Book @ Current Tax Rate to Tax on January 1, 2017 Adjusted Taxable Assessed Value @ Current Tax Rate:	\$ 5,445,979
Percentage Change	2.14%
FY2015-16 Tax Rate per \$100 Assessed Value:	\$1.040
FY2016-17 Tax Rate per \$100 Assessed Value:	\$1.040
Tax Rate per \$100 Assessed Value Necessary to Offset Change in Assessed Value:	\$1.018
Effective Tax Rate Increase Relative to FY2016-17 Tax Rate:	\$0.022
Effective %Tax Rate Increase Relative to FY2016-17 Tax Rate:	2.10%

**Understanding the Real Estate Tax Rate**

In terms commonly used in taxation, one cent (\$0.01/\$100) of tax rate equates to a tax rate of 0.01% or 10 mills of the assessed value. The mill rate is the amount of tax payable per dollar of the assessed value of a property; as each mill is one-thousandth of a currency unit, one mill is equivalent to one-tenth of a cent or \$0.001. Each cent, or ten mills, is \$10 per \$100,000 of assessed property value in tax revenue. In terms of the aggregated taxable property values in the City, each cent or ten mills represents total tax revenues as follows:

January 1, 2015 Total Taxable Assessed Value:	\$25,229,413,700
July 1, 2015 Supplements to Taxable Assessed Value (Building permits, etc.):	\$ 130,000,000
July 1, 2015 Estimated Land Book:	\$25,359,413,700
Total Tax Rate (General plus Mosquito Control)	1.050%
Total Tax Due Excluding January 2017 Supplements	\$ 266,273,844

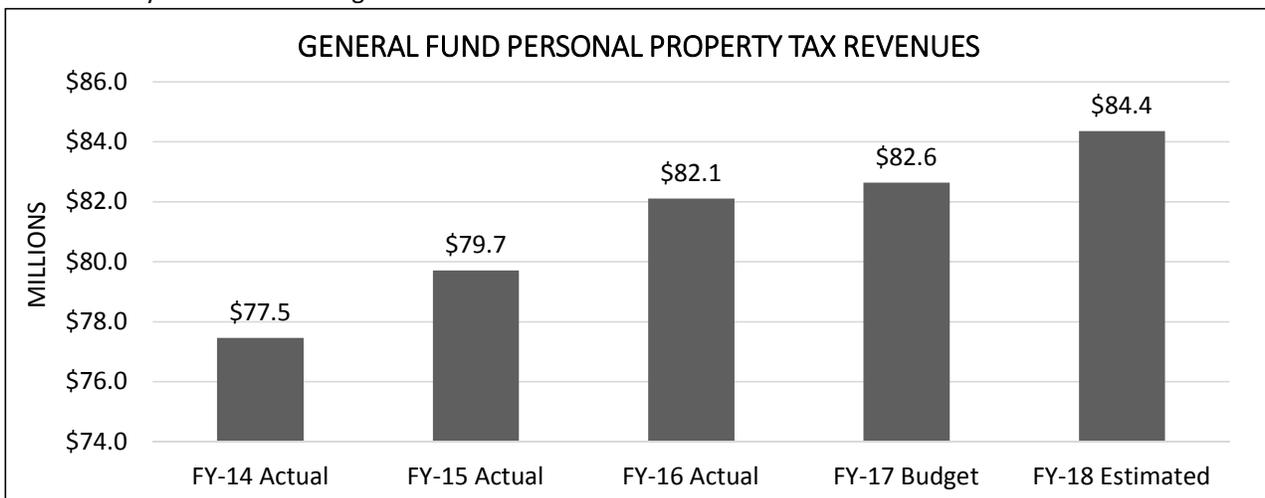
**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Personal Property Taxes**

The City also levies a tax on all taxable tangible personal property located in the City as of January 1 of the fiscal year in which such tax is due, including machinery and tools, farm equipment, recreational vehicles, motor vehicles, motor carriers, boats and aircraft. The ratio of the assessed value of property to its appraised value varies for the several classes of personal property but generally is 100% of loan or NADA "blue book" value. Before fiscal year 1986, tangible personal property taxes were collected on December 5 and June 5. Beginning in fiscal year 1986, these taxes become due and payable once a year on June 5. Motor vehicles account for 75% to 80% of personal property assessments, with values tied to the volatile used vehicle auction markets in the 4th quarter of the calendar year. Current rate for most taxable assets is \$4.00/\$100 assessed value plus \$0.08/\$100 mosquito control tax (not included here). The Mosquito Control Fund accrues 100% of the revenues billed for this tax. Any delinquencies in the tax collected for that fund are reported as revenue in the General Fund when collected, as are any penalty and interest payments. This tax is a frequent target of State legislation which carves out special exemptions for specific types of commercial equipment and even entire industry sectors, such as in 2017 defense and exports requiring Federal approval, without supplanting the lost revenue needed for providing services to the community.

Figures shown include state tax subsidy (Personal Property Tax Relief or PPTRA). The Personal Property Tax Relief Act (PPTRA) of 1997 provides a program of tax relief to owners of vehicles operated for personal, non-commercial use, to the extent State General Fund resources allow. Vehicle owners are responsible for any amount not covered by PPTRA. About 78% of motor vehicles in the City are PPTRA-eligible. In FY98, refunds were sent directly to the taxpayer. Since FY99, revenue from current and delinquent personal property taxes have been split between payments by individual taxpayers listed under General Property Taxes, and inter-governmental revenue (PPTRA) listed under Non-categorical Aid from the Commonwealth. In FY99, the Commonwealth reimbursed the City for 27.5% of the tax due, based on billings and receipts from taxpayers. This amount increased to 47.5% in FY00 and 70% in FY01. It is capped at the FY05 local total allocation for FY06 and thereafter, for the City as a whole at \$28,590,001, so individual taxpayers will receive a decreasing benefit over time as the number and value of vehicles increases. Currently the benefit averages about 54%.



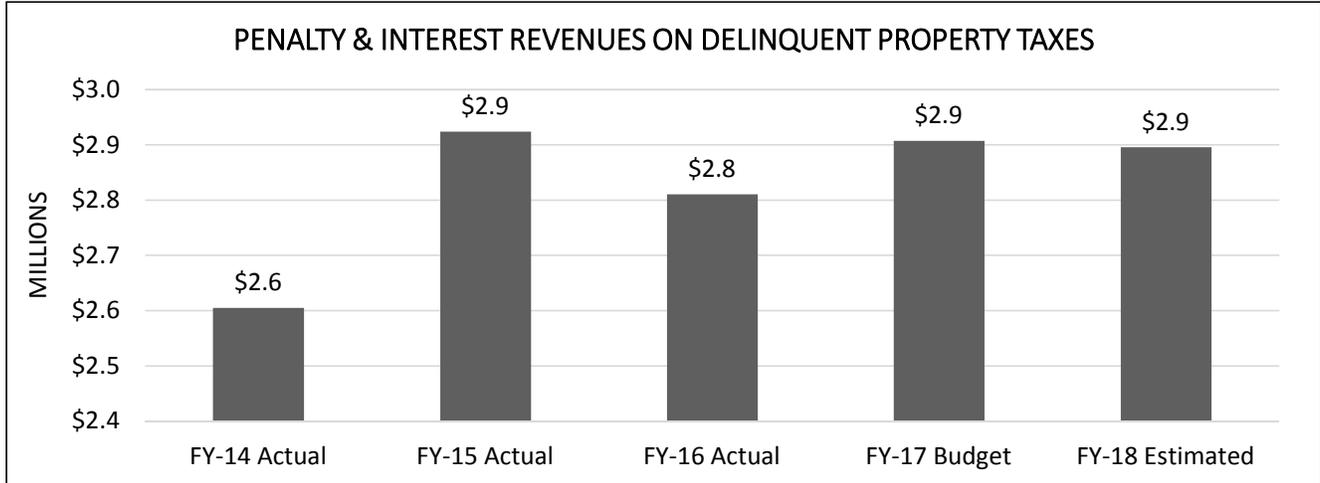
	FY-14 Actual	FY-15 Actual	FY-16 Actual	FY-17 Budget	FY-18 Estimated
Taxes-Curr Pers Prop	\$ 39,844,916	\$ 40,592,127	\$ 43,090,472	\$ 43,770,000	\$ 45,175,000
Personal Property Tax Relief	\$ 28,590,001	\$ 28,590,001	\$ 28,590,001	\$ 28,590,000	\$ 28,590,000
Current Personal Property	\$ 68,434,917	\$ 69,182,128	\$ 71,680,473	\$ 72,360,000	\$ 73,765,000
Taxes-Curr Pers Prop-Refunds	\$ (2,054,474)	\$ (2,237,636)	\$ (1,899,640)	\$ (2,250,000)	\$ (2,100,000)
Net Current Personal Property	\$ 66,380,443	\$ 66,944,493	\$ 69,780,833	\$ 70,110,000	\$ 71,665,000
Taxes-Delinq Pers Prop	\$ 11,085,226	\$ 12,775,371	\$ 12,330,811	\$ 12,536,700	\$ 12,703,200
Total Personal Property	\$ 77,465,669	\$ 79,719,863	\$ 82,111,643	\$ 82,646,700	\$ 84,368,200
Change in Revenue		\$ 2,254,194	\$ 4,645,974	\$ 535,057	\$ 1,721,500
Percent Change		2.9%	6.0%	0.7%	2.1%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Property Tax Penalties and Interest**

The penalty for late payment of property taxes is 10% of the amount due. The interest on delinquent taxes and penalties accrue at a rate of 10% per annum. In cases of property on which delinquent taxes are not paid within three years, the City records a lien on the property effective for twenty years and the property is eligible to be sold through judicial proceedings.



**PENALTY & INTEREST REVENUES ON DELINQUENT PROPERTY TAXES**

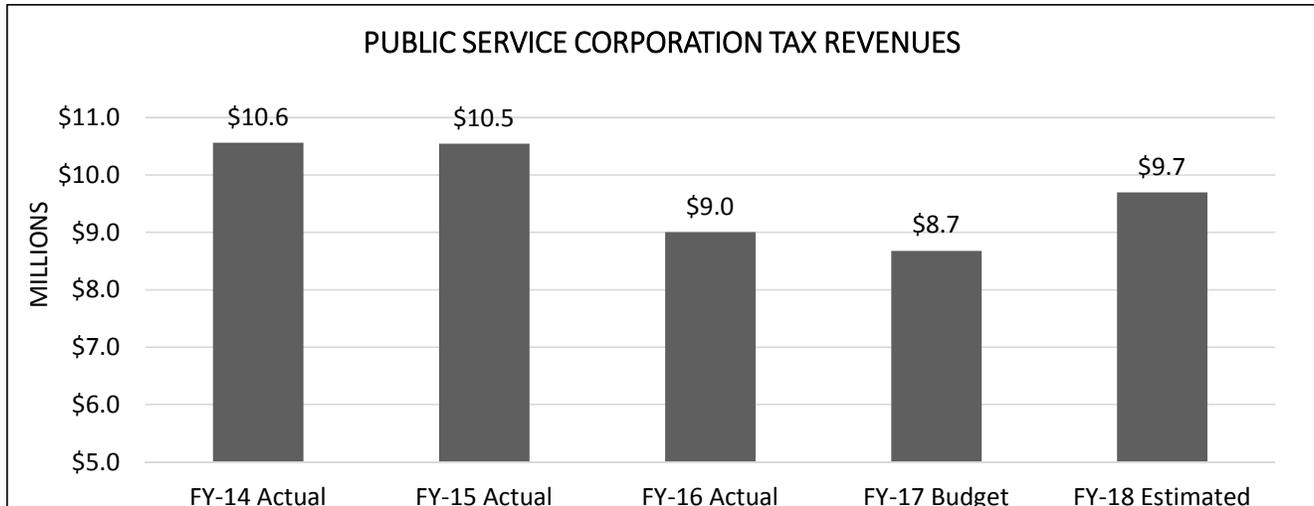
	<b>FY-14 Actual</b>	<b>FY-15 Actual</b>	<b>FY-16 Actual</b>	<b>FY-17 Budget</b>	<b>FY-18 Estimated</b>
Taxes-Penalties-RE&PP	\$ 1,589,148	\$ 1,759,982	\$ 1,679,970	\$ 1,768,400	\$ 1,730,700
Taxes-Interest-RE&PP	\$ 1,016,215	\$ 1,164,173	\$ 1,131,025	\$ 1,138,900	\$ 1,165,200
Current Personal Property	\$ 2,605,363	\$ 2,924,155	\$ 2,810,995	\$ 2,907,300	\$ 2,895,900
Change in Revenue		\$ 318,792	\$ 205,632	\$ 96,305	\$ (11,400)
Percent Change		12.2%	7.9%	3.4%	-0.4%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Public Service Corporation Tax**

This item includes both Real Property Tax and Personal Property Tax levied on Public Service Corporations ("utilities") regulated by the State Corporation Commission. Assessments of property value are made by the Virginia Department of Taxation and communicated by that agency to the Commissioner of the Revenue. The amounts shown here are only the General Fund portion of the tax. The mosquito control portion is included in the revenue for Fund 800. Closure of the Deep Creek Generating Plant in calendar year 2015 reduced this revenue by about 15% beginning in FY16, with some additional loss as the process was completed. Construction of a branch of the Atlantic Coastal Gas Pipeline with a station at or near the Deep Creek Plant is planned to be completed in 2019 and should provide some additional revenue, possibly beginning in FY20.



**PUBLIC SERVICE CORPORATION TAX REVENUES**

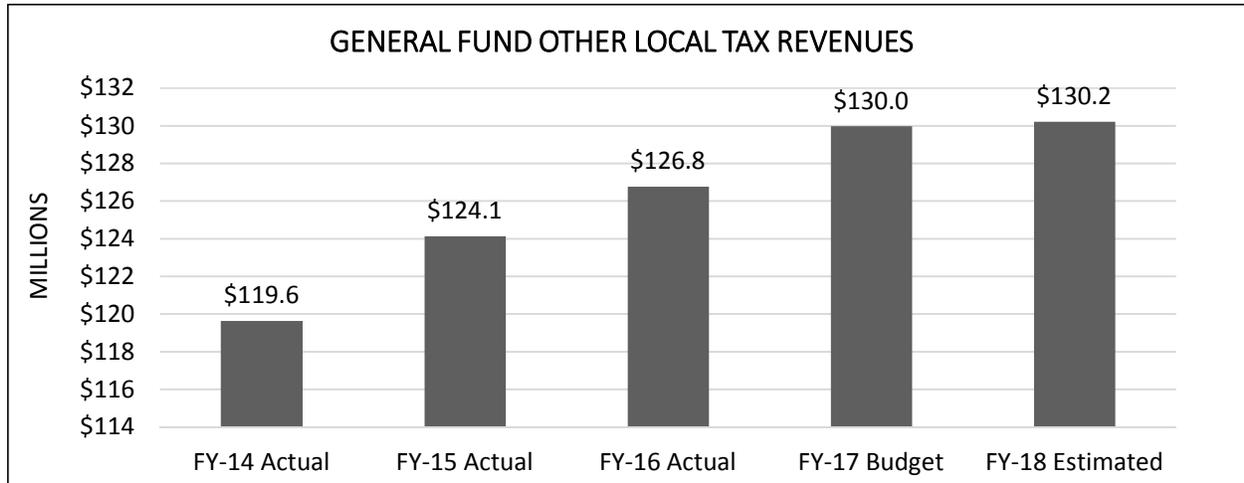
	<b>FY-14 Actual</b>	<b>FY-15 Actual</b>	<b>FY-16 Actual</b>	<b>FY-17 Budget</b>	<b>FY-18 Estimated</b>
Taxes-Curr Public Svc Corp	\$ 10,564,227	\$ 10,546,515	\$ 9,004,095	\$ 8,682,000	\$ 9,700,000
Change in Revenue		\$ (17,711)	\$ (1,560,131)	\$ (322,095)	\$ 1,018,000
Percent Change		-0.2%	-14.8%	-3.6%	11.7%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**OTHER LOCAL TAXES**

The General Fund receives various other local taxes in addition to property taxes, including sales tax; utility taxes on electric and natural gas services; local share of state sales tax on communications services; business and professional license tax on gross receipts; motor vehicle license tax; recordation tax; cigarette tax; admissions tax; hotel-motel lodging tax; and restaurant meals tax. Other local taxes are directly tied to the volume of business activity that occurs in the City and are therefore more sensitive to the business cycle than are property taxes. In some cases, such as business license taxes, revenues actually reflect business conditions in the previous calendar year (January-December) rather than the immediate fiscal year (July-June). The business license tax is a frequent target of State legislation which carves out special exemptions for specific types of commercial activity and even entire industry sectors, such as in 2017 defense and exports requiring Federal approval, without supplanting the lost revenue needed for providing services to the community.



**GENERAL FUND OTHER LOCAL TAX REVENUES**

	<b>FY-14 Actual</b>	<b>FY-15 Actual</b>	<b>FY-16 Actual</b>	<b>FY-17 Budget</b>	<b>FY-18 Estimated</b>
Taxes-Sales and Use	\$ 35,389,857	\$ 37,236,136	\$ 38,134,835	\$ 40,091,200	\$ 39,975,800
Taxes-Utility Consumer Gas	\$ 2,029,227	\$ 2,061,496	\$ 1,970,790	\$ 1,900,000	\$ 1,950,000
Taxes-Utility Electric	\$ 8,421,129	\$ 8,563,190	\$ 8,578,815	\$ 8,600,000	\$ 8,700,000
Taxes-Communications Tax	\$ 11,930,261	\$ 11,859,090	\$ 11,508,013	\$ 11,860,000	\$ 11,393,200
Communications Tax-Resvd	\$ (4,947,998)	\$ (4,947,998)	\$ (4,947,998)	\$ (4,947,998)	\$ (4,947,998)
Taxes-Bus and Occup Licenses	\$ 25,068,518	\$ 25,684,602	\$ 25,432,077	\$ 26,500,000	\$ 25,500,000
Taxes-Local Consumption	\$ 855,778	\$ 864,880	\$ 799,025	\$ 875,000	\$ 875,000
Excavation Fees	\$ 78,626	\$ 37,258	\$ 44,767	\$ 35,000	\$ 40,000
Taxes-Motor Vehicle License	\$ 5,432,977	\$ 5,452,744	\$ 5,523,871	\$ 5,556,000	\$ 5,634,900
Taxes-Vehicle License Penalty	\$ 688,917	\$ 726,784	\$ 705,694	\$ 727,700	\$ 719,900
Taxes-Bank Stock	\$ 1,289,564	\$ 1,288,227	\$ 1,629,044	\$ 1,400,000	\$ 1,675,000
Taxes-Local Recordation	\$ 2,564,557	\$ 2,842,444	\$ 3,341,663	\$ 3,300,000	\$ 3,550,000
Taxes-Tobacco	\$ 4,539,697	\$ 4,481,456	\$ 4,559,533	\$ 4,500,000	\$ 4,500,000
Taxes-Admission	\$ 965,078	\$ 836,853	\$ 861,479	\$ 860,000	\$ 940,000
Taxes-Pari Mutual Waging Pool	\$ 67,615	\$ 6,639	\$ 0	\$ 0	\$ 0
Taxes-Sales Motel Rooms	\$ 3,874,000	\$ 4,143,589	\$ 4,382,166	\$ 4,300,000	\$ 4,500,000
Taxes-Short Term Rental	\$ 442,551	\$ 693,834	\$ 628,180	\$ 618,000	\$ 685,000
Taxes-Restaurant-Food	\$ 20,933,619	\$ 22,298,053	\$ 23,612,981	\$ 23,800,000	\$ 24,525,000
<b>Total Other Local Taxes</b>	<b>\$ 119,623,974</b>	<b>\$ 124,129,277</b>	<b>\$ 126,764,936</b>	<b>\$ 129,974,902</b>	<b>\$ 130,215,802</b>
Change in Revenue		\$ 4,505,303	\$ 7,140,962	\$ 3,209,966	\$ 240,900
Percent Change		3.8%	6.0%	2.5%	0.2%

**REVENUE BUDGET**

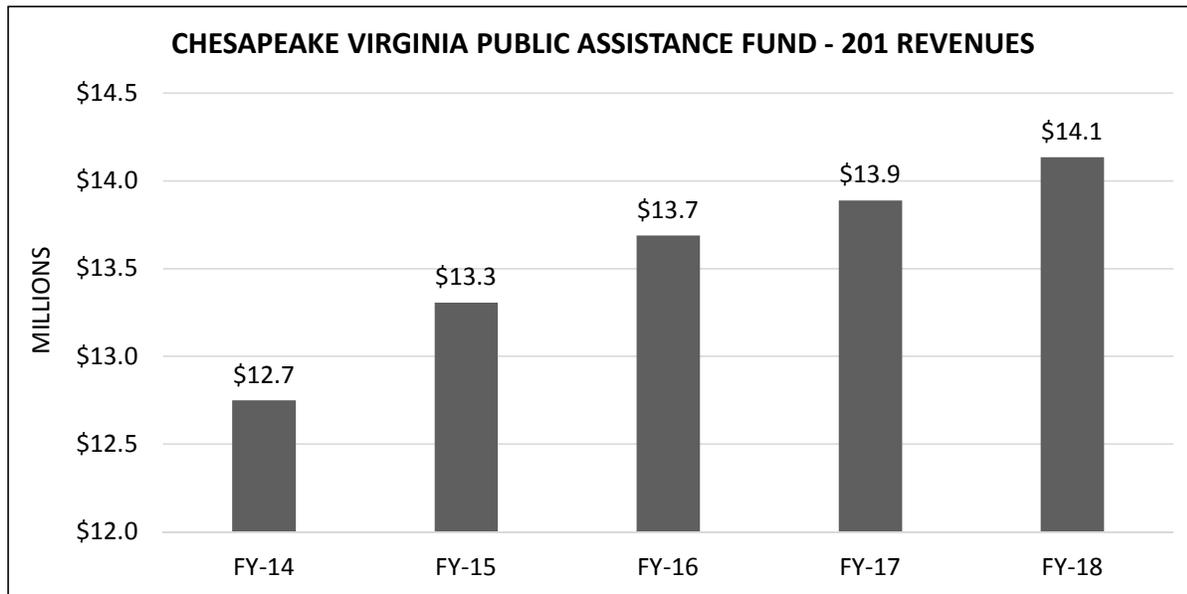
**DESCRIPTION OF FUNDS**

**SPECIAL REVENUE FUNDS DESCRIPTIONS**

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special projects) that are restricted by law or administrative action to being expended for specified purposes.

**Virginia Public Assistance Fund - 201**

The Virginia Public Assistance Fund was established to account for the rendering of economic aid to qualifying citizens. The revenues included in this fund are primarily Revenues from the Commonwealth and Revenues from the Federal Government as Public Assistance Grants. The fund also includes revenues from Court Ordered Fees, Recoveries of Public Assistance Grants, and Recoveries and Rebates.



**CHESAPEAKE VIRGINIA PUBLIC ASSISTANCE FUND - 201 REVENUES**

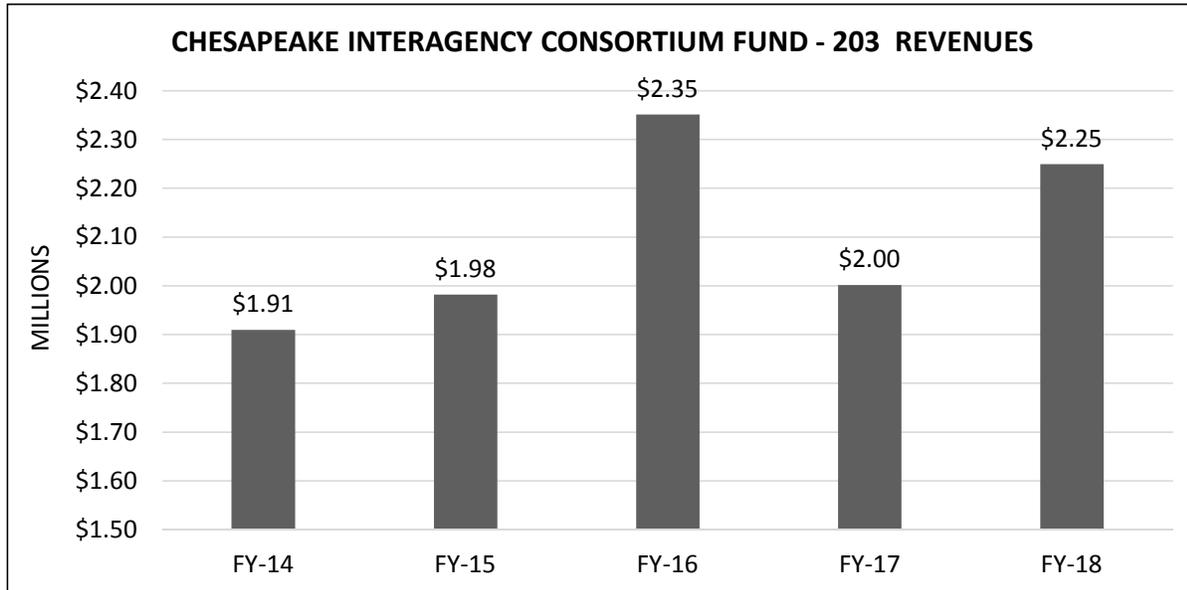
	2014 FY-14 Actual	2015 FY-15 Actual	2016 FY-16 Actual	2017 FY-17 Budget	2018 FY-18 Estimated
<b>Source</b>					
Interest & Rents	\$ 1,812	\$ 7,749	\$ 17,067	\$ 0	\$ 0
Service Charges	\$ 16,292	\$ 465	\$ 480	\$ 56,993	\$ 500
Recovered Costs & Rebates	\$ 11,336	\$ 12,254	\$ 17,141	\$ 9,500	\$ 10,500
<b>Local Revenues</b>	<b>\$ 29,439</b>	<b>\$ 20,468</b>	<b>\$ 34,688</b>	<b>\$ 66,493</b>	<b>\$ 11,000</b>
State Categorical Aid-Other	\$ 4,250,291	\$ 4,240,812	\$ 4,165,995	\$ 5,592,383	\$ 4,655,574
<b>State Aid</b>	<b>\$ 4,250,291</b>	<b>\$ 4,240,812</b>	<b>\$ 4,165,995</b>	<b>\$ 5,592,383</b>	<b>\$ 4,655,574</b>
<b>Federal Aid</b>	<b>\$ 8,470,140</b>	<b>\$ 9,046,240</b>	<b>\$ 9,488,179</b>	<b>\$ 8,230,793</b>	<b>\$ 9,469,797</b>
<b>Fund 201 Total</b>	<b>\$ 12,749,871</b>	<b>\$ 13,307,520</b>	<b>\$ 13,688,863</b>	<b>\$ 13,889,669</b>	<b>\$ 14,136,371</b>
Change in Revenue			\$ 381,343	\$ 200,806	\$ 246,702
Percent Change			2.9%	1.5%	1.8%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Interagency Consortium Fund - 203**

The Interagency Consortium Fund was established to account for revenues and expenditures of the delivery system for severely emotionally and/or behaviorally disturbed children under the Virginia Children's Services Act. The revenue for this fund is primarily from the Interagency Consortium Pool, which comes from the State.



**CHESAPEAKE INTERAGENCY CONSORTIUM FUND - 203 REVENUES**

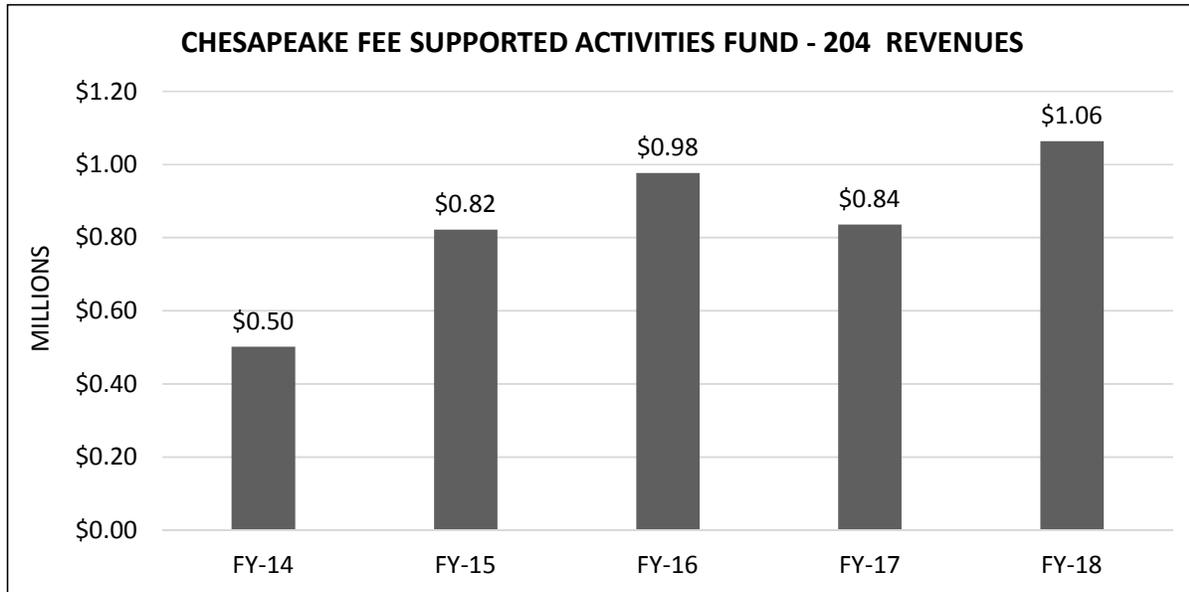
<b>Source</b>	<b>FY-14</b>	<b>FY-15</b>	<b>FY-16</b>	<b>FY-17</b>	<b>FY-18</b>
	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Estimated</b>
Interest & Rents	\$ 1,492	\$ 3,447	\$ 2,686	\$ 0	\$ 0
Recovered Costs & Rebates	\$ 2,489	\$ 44,836	\$ 25,594	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 3,981</b>	<b>\$ 48,283</b>	<b>\$ 29,046</b>	<b>\$ 0</b>	<b>\$ 0</b>
State Categorical Aid-Other	\$ 1,906,065	\$ 1,933,758	\$ 2,322,553	\$ 2,002,132	\$ 2,249,815
<b>State Aid</b>	<b>\$ 1,906,065</b>	<b>\$ 1,933,758</b>	<b>\$ 2,322,553</b>	<b>\$ 2,002,132</b>	<b>\$ 2,249,815</b>
<b>Federal Aid</b>	<b>\$ 0</b>				
<b>Fund 203 Total</b>	<b>\$ 1,910,046</b>	<b>\$ 1,982,041</b>	<b>\$ 2,351,599</b>	<b>\$ 2,002,132</b>	<b>\$ 2,249,815</b>
Change in Revenue		\$ 71,995	\$ 369,558	\$ (349,467)	\$ 247,683
Percent Change		3.8%	18.6%	-14.9%	12.4%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Fee Supported Activities Fund - 204**

The Fee Supported Activities Fund was established in FY99 to account for revenues and expenditures related to various fee supported activities. The programs and line items contained in this fund have varied over the years since its establishment. Current programs including Development & Permits charges for demolition of buildings, grass cutting on neglected properties, Police Department red light enforcement program, Fire Department permits, fines and cost recovery in connection with the Chesapeake Hazardous Environmental Action Team, and Fire Department inspections and permits.



**CHESAPEAKE FEE SUPPORTED ACTIVITIES FUND - 204 REVENUES**

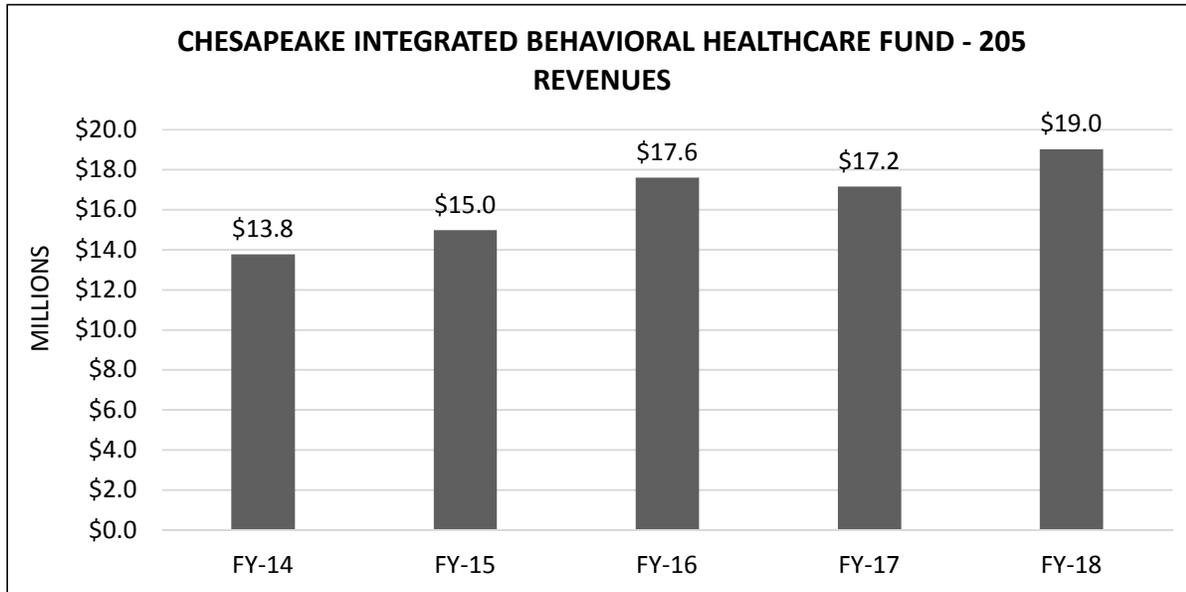
<b>Source</b>	<b>FY-14</b>	<b>FY-15</b>	<b>FY-16</b>	<b>FY-17</b>	<b>FY-18</b>
	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Estimated</b>
Permit Fees	\$ 143,703	\$ 137,775	\$ 173,138	\$ 165,100	\$ 165,100
Fines & Forfeitures	\$ (30,501)	\$ 267,222	\$ 531,214	\$ 300,000	\$ 432,216
Interest & Rents	\$ 2,086	\$ 3,381	\$ 3,342	\$ 0	\$ 0
Service Charges	\$ 380,679	\$ 404,321	\$ 265,703	\$ 365,200	\$ 461,800
Recovered Costs & Rebates	\$ 5,833	\$ 9,432	\$ 3,283	\$ 6,000	\$ 5,000
<b>Local Revenues</b>	<b>\$ 501,800</b>	<b>\$ 822,131</b>	<b>\$ 976,680</b>	<b>\$ 836,300</b>	<b>\$ 1,064,116</b>
<b>Fund 204 Total</b>	<b>\$ 501,800</b>	<b>\$ 822,131</b>	<b>\$ 976,680</b>	<b>\$ 836,300</b>	<b>\$ 1,064,116</b>
Change in Revenue		\$ 320,331	\$ 154,549	\$ (140,380)	\$ 227,816
Percent Change		63.8%	18.8%	-14.4%	27.2%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Integrated Behavioral Healthcare (Community Services Fund) - 205**

The Chesapeake Integrated Behavioral Healthcare (CIBH) Fund accounts for revenues and expenditures from the City and the Virginia Department of Behavioral Health and Developmental Services to operate the Mental Health, Intellectual Disability and Substance Abuse Programs. Revenues in this fund come primarily from State and federal sources. The revenues also include Charges for Services provided by CIBH. Fees supporting additional services, the opening of an intermediate care facility, and the Affordable Care Act extending health care coverage so that up to 70% of clients have some insurance to pay for care account for the revenue increase.



**CHESAPEAKE INTEGRATED BEHAVIORAL HEALTHCARE FUND - 205 REVENUES**

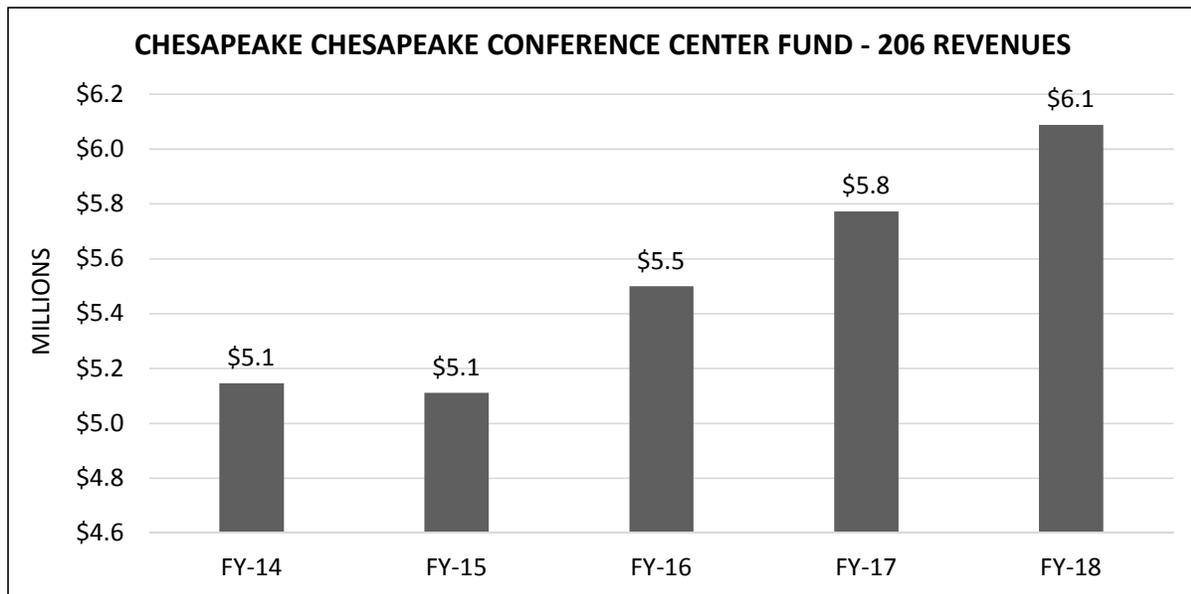
<b>Source</b>	<b>FY-14 Actual</b>	<b>FY-15 Actual</b>	<b>FY-16 Actual</b>	<b>FY-17 Budget</b>	<b>FY-18 Estimated</b>
Interest & Rents	\$ 11,221	\$ 17,742	\$ 33,634	\$ 0	\$ 0
Service Charges	\$ 4,713,883	\$ 6,036,227	\$ 8,126,945	\$ 8,091,180	\$ 9,869,521
Miscellaneous	\$ 5,601	\$ 11,850	\$ 10,145	\$ 11,600	\$ 11,600
Recovered Costs & Rebates	\$ 4,316	\$ 13,120	\$ 70,928	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 4,735,021</b>	<b>\$ 6,078,940</b>	<b>\$ 8,241,652</b>	<b>\$ 8,102,780</b>	<b>\$ 9,881,121</b>
State Categorical Aid-Other	\$ 7,973,093	\$ 7,828,532	\$ 8,165,567	\$ 7,949,739	\$ 8,034,493
<b>State Aid</b>	<b>\$ 7,973,093</b>	<b>\$ 7,828,532</b>	<b>\$ 8,165,567</b>	<b>\$ 7,949,739</b>	<b>\$ 8,034,493</b>
<b>Federal Aid</b>	<b>\$ 1,077,731</b>	<b>\$ 1,079,625</b>	<b>\$ 1,203,591</b>	<b>\$ 1,115,220</b>	<b>\$ 1,106,366</b>
<b>Fund 205 Total</b>	<b>\$ 13,785,845</b>	<b>\$ 14,987,097</b>	<b>\$ 17,610,809</b>	<b>\$ 17,167,739</b>	<b>\$ 19,021,980</b>
Change in Revenue		\$ 1,201,252	\$ 2,623,712	\$ (443,070)	\$ 1,854,241
Percent Change		8.7%	17.5%	-2.5%	10.8%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Chesapeake Conference Center Fund - 206**

The Chesapeake Conference Center Fund was established to account for revenues and expenditures related to the operation of the Chesapeake Conference Center which opened during FY 1998 and tourism promotion activities benefiting the local hospitality industry. The revenues come from Restaurant Food Tax (0.5% of 5.5% local tax) and Hotel Room Taxes (1% of 8% local tax) along with Charges for Services. Charges for Services include Food Revenue, Beverage Revenue, Sale of Services, Rent of Conference Center, Admission Fees, and Service Fees. Revenues from Hotel Room Taxes (\$1/room-night) are used to support the Tourism program, which is organizationally part of the Fund, but separate from the Conference Center facility operations. Conference Center operations are managed and staffed by a private entity, Venuworks of Chesapeake LLC, under a contract with the City beginning April 2014.



**CHESAPEAKE CHESAPEAKE CONFERENCE CENTER FUND - 206 REVENUES**

<u>Source</u>	<u>FY-14</u> <u>Actual</u>	<u>FY-15</u> <u>Actual</u>	<u>FY-16</u> <u>Actual</u>	<u>FY-17</u> <u>Budget</u>	<u>FY-18</u> <u>Estimated</u>
Other Local Taxes	\$ 3,443,921	\$ 3,636,643	\$ 3,803,713	\$ 3,891,200	\$ 3,941,600
Interest & Rents	\$ 222,443	\$ 191,836	\$ 214,589	\$ 261,600	\$ 233,741
Service Charges	\$ 108,371	\$ 110,512	\$ 130,465	\$ 125,000	\$ 200,582
Miscellaneous	\$ 1,368,403	\$ 1,144,633	\$ 1,351,465	\$ 1,502,600	\$ 1,712,370
Recovered Costs & Rebates	\$ 2,367	\$ 27,117	\$ 2	\$ (8,465)	\$ 0
<b>Local Revenues</b>	<b>\$ 5,145,505</b>	<b>\$ 5,110,742</b>	<b>\$ 5,500,234</b>	<b>\$ 5,771,935</b>	<b>\$ 6,088,293</b>
<b>Fund 206 Total</b>	<b>\$ 5,145,505</b>	<b>\$ 5,110,742</b>	<b>\$ 5,500,234</b>	<b>\$ 5,771,935</b>	<b>\$ 6,088,293</b>
Change in Revenue		\$ (34,764)	\$ 389,493	\$ 271,701	\$ 316,358
Percent Change		-0.7%	7.6%	4.9%	5.5%

**REVENUE BUDGET**

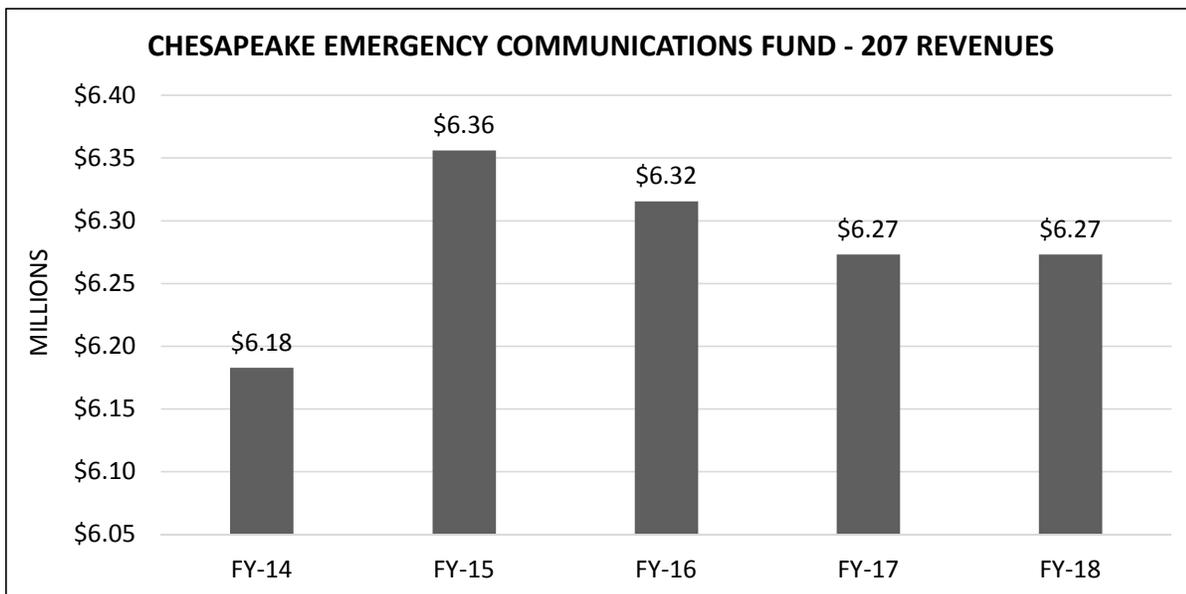
**DESCRIPTION OF FUNDS**

**Emergency Communications Fund - 207**

The Emergency Communications Fund was established in FY04 to account for revenues and expenditures related to operation of the Emergency Operations Center (EOC). These activities were previously budgeted under the General Fund. The principal revenues in this fund were Wireless E911 Funding from the State and the local E-911 telephone tax, supplemented by an annual budget transfer from the General Fund.

The Telecommunications Tax Reform Act HB568 eliminated the local E-911 telephone tax by consolidating and standardizing communications taxes and rates, centralizing collections in the Virginia Department of Taxation, and sharing proceeds among localities after deducting administrative and program expenses beginning January 2007. Until FY11, the new tax was posted entirely to the General Fund and the local E-911 tax revenue was supplanted by an increased transfer from the General Fund. Starting in FY2011, new accounting rules required the transfer of telecommunications taxes from the General Fund to be reported as "committed" or "reserved" revenues.

The Code of Virginia requires that on or before July 1, 2018, and every five years thereafter, the Department of Taxation recalculate the distribution percentage of Wireless E911 Funding for each PSAP (public safety answering point) based on the cost and call load data of the PSAP for the previous five fiscal years.



**CHESAPEAKE EMERGENCY COMMUNICATIONS FUND - 207 REVENUES**

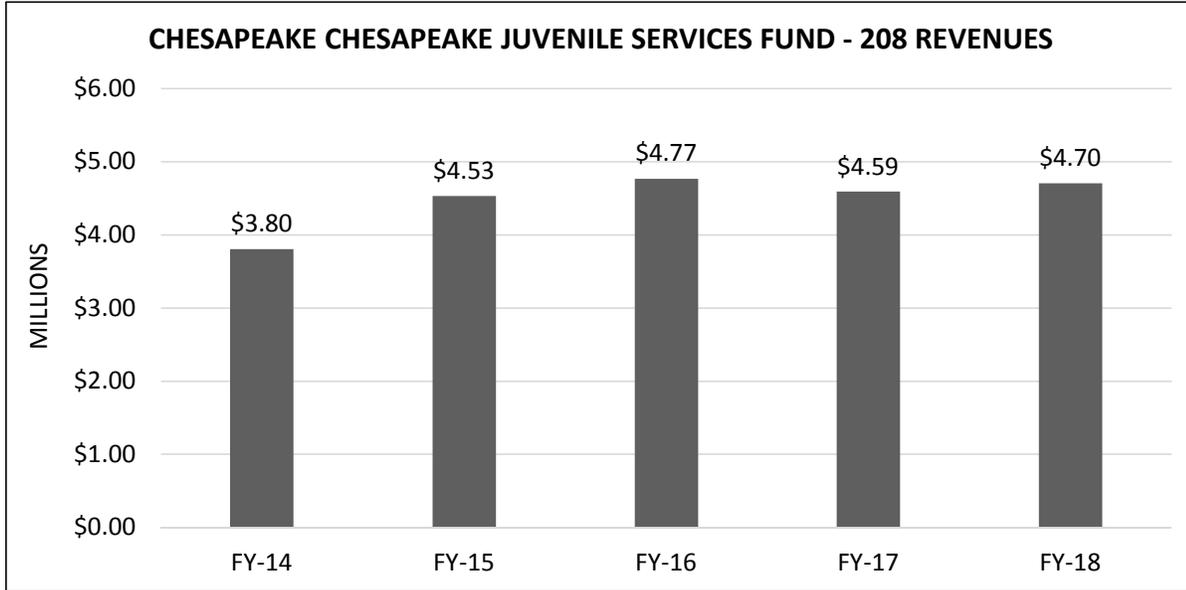
Source	FY-14	FY-15	FY-16	FY-17	FY-18
	Actual	Actual	Actual	Budget	Estimated
Other Local Taxes	\$ 4,947,998	\$ 4,947,998	\$ 4,947,998	\$ 4,947,998	\$ 4,947,998
Interest & Rents	\$ 3,824	\$ 8,811	\$ 11,136	\$ 0	\$ 0
Recovered Costs & Rebates	\$ 0	\$ 3,440	\$ 0	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 4,951,822</b>	<b>\$ 4,960,249</b>	<b>\$ 4,959,134</b>	<b>\$ 4,947,998</b>	<b>\$ 4,947,998</b>
State Categorical Aid-Other	\$ 1,230,857	\$ 1,395,704	\$ 1,356,122	\$ 1,325,000	\$ 1,325,000
<b>State Aid</b>	<b>\$ 1,230,857</b>	<b>\$ 1,395,704</b>	<b>\$ 1,356,122</b>	<b>\$ 1,325,000</b>	<b>\$ 1,325,000</b>
<b>Fund 207 Total</b>	<b>\$ 6,182,679</b>	<b>\$ 6,355,953</b>	<b>\$ 6,315,256</b>	<b>\$ 6,272,998</b>	<b>\$ 6,272,998</b>
Change in Revenue		\$ 173,274	\$ (40,698)	\$ (42,258)	\$ -
Percent Change		2.8%	-0.6%	-0.7%	0.0%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Chesapeake Juvenile Services Fund - 208**

This fund was established in FY04 to account for revenues and expenditures related exclusively to operation of the Juvenile Detention Facility. These activities were previously budgeted under the General Fund. The revenues are primarily payments by other localities for juveniles served by the center and state categorical aid.



**CHESAPEAKE CHESAPEAKE JUVENILE SERVICES FUND - 208 REVENUES**

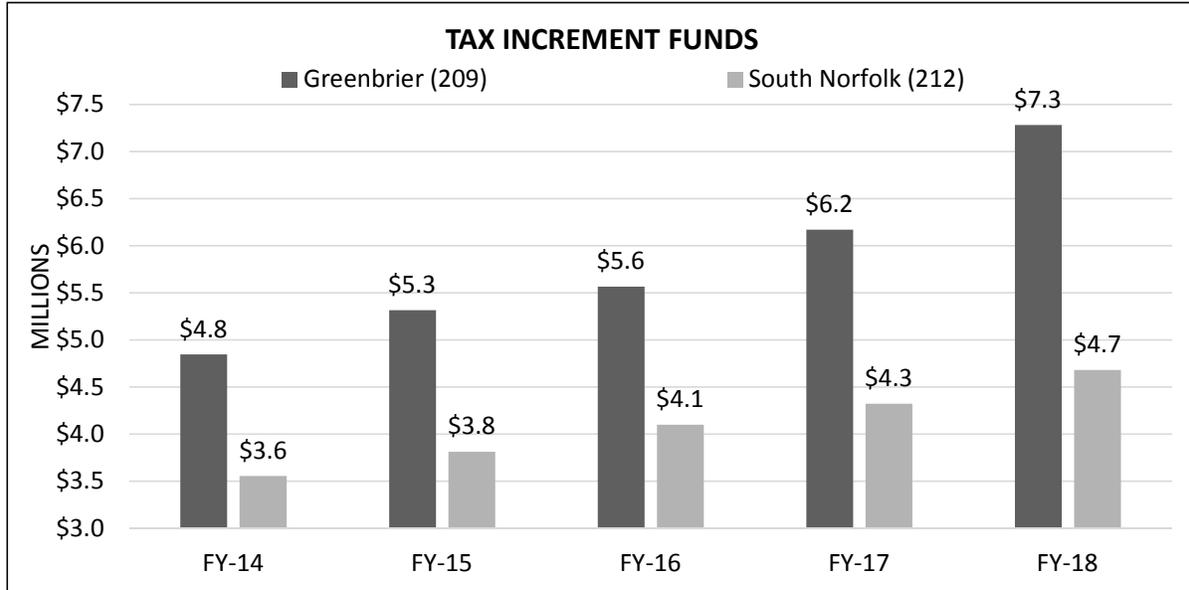
<b>Source</b>	<b>FY-14 Actual</b>	<b>FY-15 Actual</b>	<b>FY-16 Actual</b>	<b>FY-17 Budget</b>	<b>FY-18 Estimated</b>
Interest & Rents	\$ 1,159	\$ 4,532	\$ 9,615	\$ 0	\$ 0
Service Charges	\$ 7,721	\$ 8,392	\$ 14,856	\$ 8,100	\$ 14,000
Recovered Costs & Rebates	\$ 1,501,620	\$ 1,556,365	\$ 1,528,930	\$ 1,528,100	\$ 1,528,120
<b>Local Revenues</b>	<b>\$ 1,510,499</b>	<b>\$ 1,569,289</b>	<b>\$ 1,553,401</b>	<b>\$ 1,536,200</b>	<b>\$ 1,542,120</b>
State Categorical Aid-Other	\$ 2,293,253	\$ 2,962,312	\$ 3,212,321	\$ 3,053,919	\$ 3,160,268
<b>State Aid</b>	<b>\$ 2,293,253</b>	<b>\$ 2,962,312</b>	<b>\$ 3,212,321</b>	<b>\$ 3,053,919</b>	<b>\$ 3,160,268</b>
<b>Fund 208 Total</b>	<b>\$ 3,803,752</b>	<b>\$ 4,531,601</b>	<b>\$ 4,765,722</b>	<b>\$ 4,590,119</b>	<b>\$ 4,702,388</b>
Change in Revenue		\$ 727,849	\$ 234,121	\$ (175,603)	\$ 112,269
Percent Change		19.1%	5.2%	-3.7%	2.4%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Tax Increment Funds - 209 and 212**

Fund 209 was established in FY05 to account for revenues and expenditures related to economic development activities and infrastructure improvements in the Greenbrier area. A second TIF zone located in the South Norfolk area was added to Fund 209 in FY06, and was moved to Fund 212 in FY09. Revenue is specified as real estate tax revenue from new construction and increases in assessment values within the TIF zones. Tax revenue derived from the existing assessment base at the time a TIF was established accrues to the General Fund.



**GREENBRIER TAX INCREMENT FUND - 209 REVENUES**

<u>Greenbrier (209)</u> <u>Source</u>	<u>FY-14</u> <u>Actual</u>	<u>FY-15</u> <u>Actual</u>	<u>FY-16</u> <u>Actual</u>	<u>FY-17</u> <u>Budget</u>	<u>FY-18</u> <u>Estimated</u>
Property Taxes	\$ 4,818,096	\$ 5,274,315	\$ 5,508,179	\$ 6,172,600	\$ 7,282,400
Interest & Rents	\$ 29,721	\$ 43,051	\$ 57,567	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 4,847,817</b>	<b>\$ 5,317,365</b>	<b>\$ 5,565,746</b>	<b>\$ 6,172,600</b>	<b>\$ 7,282,400</b>
<b>Fund 209 Total</b>	<b>\$ 4,847,817</b>	<b>\$ 5,317,365</b>	<b>\$ 5,565,746</b>	<b>\$ 6,172,600</b>	<b>\$ 7,282,400</b>
Change in Revenue		\$ 469,549	\$ 248,380	\$ 606,854	\$ 1,109,800
Percent Change		9.7%	4.7%	10.9%	18.0%

**SOUTH NORFOLK TAX INCREMENT FUND - 212 REVENUES**

<u>South Norfolk (212)</u> <u>Source</u>	<u>FY-14</u> <u>Actual</u>	<u>FY-15</u> <u>Actual</u>	<u>FY-16</u> <u>Actual</u>	<u>FY-17</u> <u>Budget</u>	<u>FY-18</u> <u>Estimated</u>
Property Taxes	\$ 3,544,682	\$ 3,794,570	\$ 4,069,993	\$ 4,323,000	\$ 4,683,700
Interest & Rents	\$ 11,620	\$ 19,197	\$ 30,329	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 3,556,302</b>	<b>\$ 3,813,767</b>	<b>\$ 4,100,322</b>	<b>\$ 4,323,000</b>	<b>\$ 4,683,700</b>
<b>Fund 212 Total</b>	<b>\$ 3,556,302</b>	<b>\$ 3,813,767</b>	<b>\$ 4,100,322</b>	<b>\$ 4,323,000</b>	<b>\$ 4,683,700</b>
Change in Revenue		\$ 257,465	\$ 286,555	\$ 222,678	\$ 360,700
Percent Change		7.2%	7.5%	5.4%	8.3%

**REVENUE BUDGET**

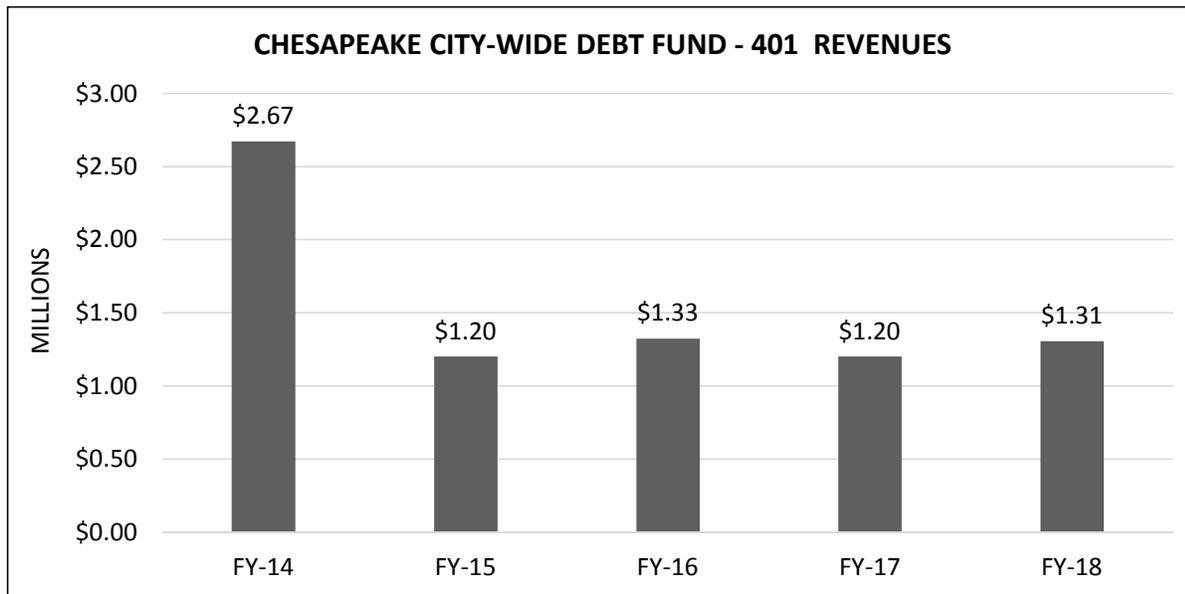
**DESCRIPTION OF FUNDS**

**Open Space Agricultural Preservation Fund - 210**

The Open Space Agricultural Preservation Fund was established to account for transactions related to the acquisition of conservation easements and other efforts to preserve open space. A specific amount (\$271,284 beginning in FY11) of General Fund real estate taxes are committed to this fund as revenues in accordance with Governmental Accounting Standards Board (GASB) Statement 54, as are any proceeds from street closure land sales.

**City-Wide Debt Fund - 401**

Established to service debt payments. The revenue earned in this fund would be related to interest earnings on unspent bond issues and other cash balances, as well as state payments from the Virginia Department of Corrections, and Federal interest subsidies on "Build America" bonds and qualifying school construction bonds.



**CHESAPEAKE CITY-WIDE DEBT FUND - 401 REVENUES**

<u>Source</u>	<u>FY-14</u> <u>Actual</u>	<u>FY-15</u> <u>Actual</u>	<u>FY-16</u> <u>Actual</u>	<u>FY-17</u> <u>Budget</u>	<u>FY-18</u> <u>Estimated</u>
Interest & Rents	\$ 183,460	\$ 192,278	\$ 246,754	\$ 54,889	\$ 54,889
Miscellaneous	\$ 1,409,981	\$ 121,384	\$ 185,921	\$ 257,051	\$ 360,770
<b>Local Revenues</b>	<b>\$ 1,593,441</b>	<b>\$ 313,663</b>	<b>\$ 432,675</b>	<b>\$ 311,940</b>	<b>\$ 415,659</b>
<b>Federal Aid</b>	<b>\$ 890,313</b>	<b>\$ 888,431</b>	<b>\$ 892,605</b>	<b>\$ 890,012</b>	<b>\$ 890,649</b>
<b>Fund 401 Total</b>	<b>\$ 2,673,993</b>	<b>\$ 1,202,094</b>	<b>\$ 1,325,280</b>	<b>\$ 1,201,952</b>	<b>\$ 1,306,308</b>
Change in Revenue		\$ (1,471,899)	\$ 123,186	\$ (123,328)	\$ 104,356
Percent Change		-55.0%	10.2%	-9.3%	8.7%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**ENTERPRISE FUNDS DESCRIPTIONS**

The enterprise funds of the City of Chesapeake were designed to account for the revenues and expenditures of self-supporting functions that are operated by the City of Chesapeake.

**Public Utilities Funds - 501 through 510**

These funds account for revenues and expenditures related to the various aspect of operating the Public Utilities Department. Most of the revenues for Public Utilities are accumulated in the Utility Revenue Fund with various other funds only earning interest on their unspent cash balances. The funds include:

**Utility Operating Fund - 501** where the operating expenditures of the Utilities Department are paid. Money is transferred into this fund monthly to meet operating expenses.

**UTILITY OPERATING FUND - 501 REVENUES**

<u>Source</u>	<u>FY-14 Actual</u>	<u>FY-15 Actual</u>	<u>FY-16 Actual</u>	<u>FY-17 Budget</u>	<u>FY-18 Estimated</u>
Interest & Rents	\$ 5,791	\$ 1,300	\$ 1,400	\$ 0	\$ 0
Miscellaneous	\$ 698	\$ 2,250	\$ 914	\$ 0	\$ 0
Recovered Costs & Rebates	\$ 402	\$ 326	\$ 60	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 6,891</b>	<b>\$ 3,876</b>	<b>\$ 2,374</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Fund 501 Total</b>	<b>\$ 6,891</b>	<b>\$ 3,876</b>	<b>\$ 2,374</b>	<b>\$ 0</b>	<b>\$ 0</b>

**Utility Water/Sewer Construction Fund - 502** where interest is earned and expenditures are incurred for construction projects such as the upgrade to the Water Treatment Plant.

**Utility Renewal and Replacement Fund- 504** where major renewal and replacement projects are funded and interest is earned on available funds.

**Utility Debt Service Reserve Fund - 506** where funds are held in reserve to pay debt service, maintain bond covenants, and earn interest.

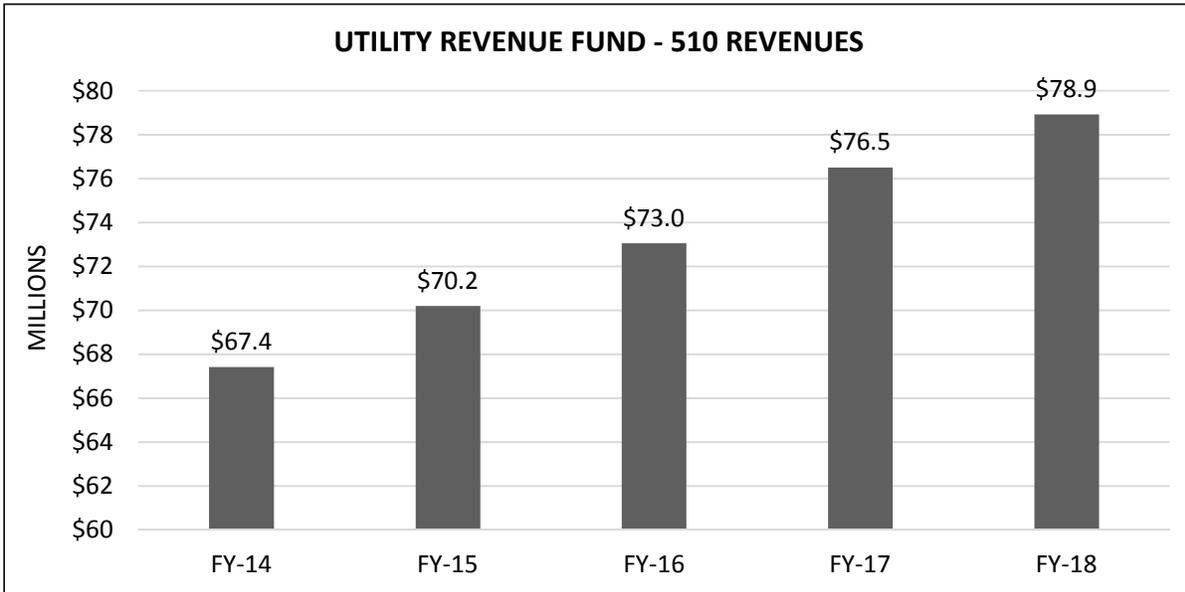
**Utility Capital Improvement Fund - 507** where assets and liabilities are accumulated, debt service is paid on G.O. Bonds, and interest is earned.

**Utility Revenue Bond Fund - 509** where funds are accumulated to pay debt service on Revenue Bonds issued for Public Utilities. These funds earn interest prior to distribution.

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Utility Revenue Fund - 510** where all of the revenues other than interest are collected for the Department of Utilities. Money is transferred out of this account monthly to fulfill the department’s obligations. The primary sources of revenues include Sale of Water, Sewer Service Charge, Sewer Connection Fees, and Water Connection Fees. The department tends to project revenues conservatively as average consumption per account has been declining. Revenues reflect annual water & sewer rate increases of 4.9% per year approved February 26, 2013.



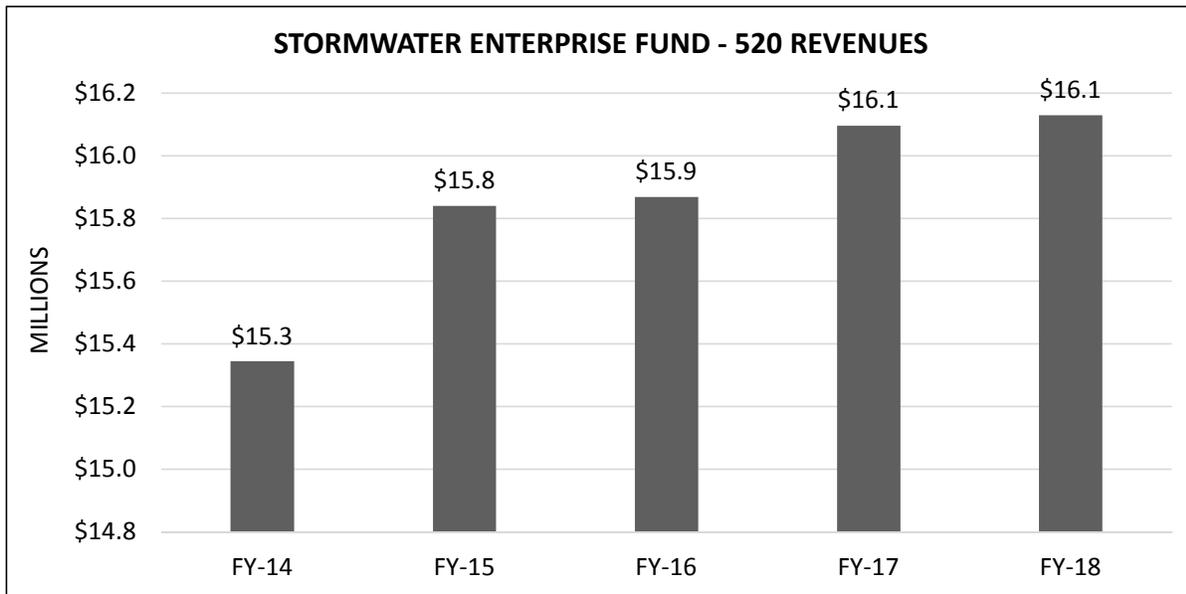
	FY-14	FY-15	FY-16	FY-17	FY-18
<u>Source</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Estimated</u>
Interest & Rents	\$ 1,169,284	\$ 1,303,319	\$ 1,576,286	\$ 1,512,320	\$ 1,512,320
Service Charges	\$ 65,494,652	\$ 68,090,895	\$ 70,646,313	\$ 74,310,700	\$ 76,733,483
Miscellaneous	\$ 147,192	\$ 188,344	\$ 86,374	\$ 81,500	\$ 81,500
Recovered Costs & Rebates	\$ 759	\$ 3,906	\$ 128,364	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 66,811,887</b>	<b>\$ 69,586,464</b>	<b>\$ 72,437,337</b>	<b>\$ 75,904,520</b>	<b>\$ 78,327,303</b>
<b>Federal Aid</b>	<b>\$ 605,819</b>	<b>\$ 605,166</b>	<b>\$ 608,430</b>	<b>\$ 599,991</b>	<b>\$ 589,252</b>
<b>Fund 510 Total</b>	<b>\$ 67,417,706</b>	<b>\$ 70,191,630</b>	<b>\$ 73,045,767</b>	<b>\$ 76,504,511</b>	<b>\$ 78,916,555</b>
Change in Revenue		\$ 2,773,924	\$ 2,854,137	\$ 3,458,744	\$ 2,412,044
Percent Change		4.1%	4.1%	4.7%	3.2%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Stormwater Enterprise Fund - 520**

This fund accounts for revenues and expenditures related to the operation of the Comprehensive Stormwater Management Program (CSMP) by the Public Works Department. The program is required under the Clean Water Act of 1987, and subsequent related State and Federal legislation, which requires cities of 100,000 or more to reduce pollution before it gets to the Chesapeake Bay. The primary source of revenue in this enterprise fund is from a Stormwater Utility Fee assessed on developed real estate. The fee is based on the "equivalent residential unit" - the amount of stormwater runoff from an average single family property. The fund also receives Interest Income on unspent cash balances along with Interest and Service Charges on delinquent Stormwater Utility Fees. The current monthly rate is \$7.35 per Residential Equivalent Unit (REU). Land Disturbance Permits have been moved from General Fund to Stormwater Fund where they are administered. The permit fees have also been modified to reflect changes in State law and regulations.



**STORMWATER ENTERPRISE FUND - 520 REVENUES**

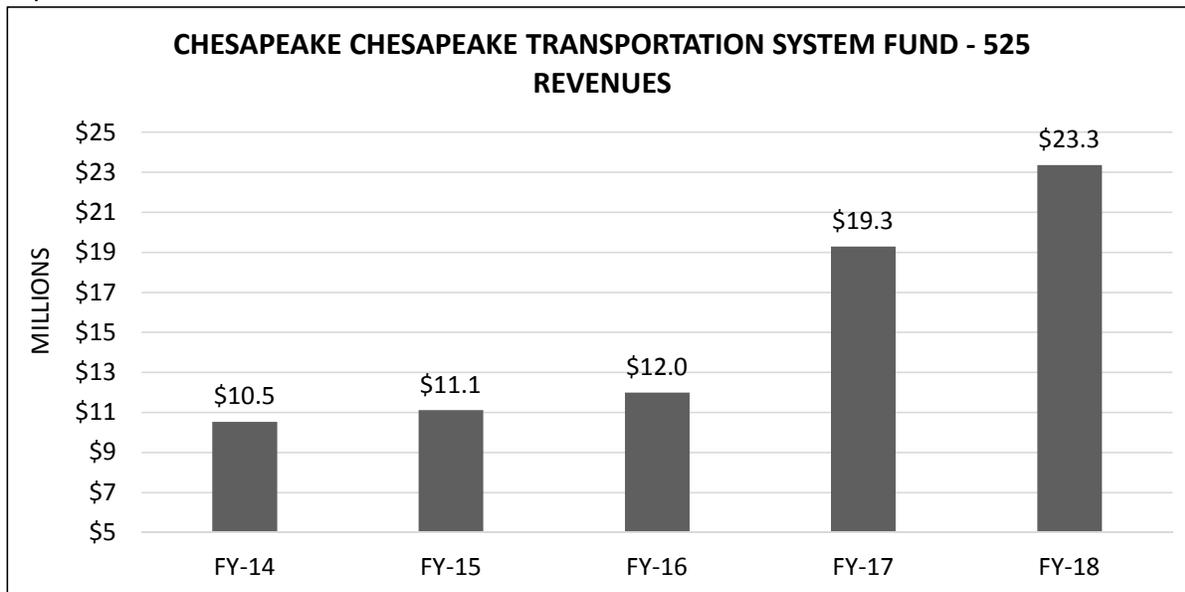
	<u>FY-14</u>	<u>FY-15</u>	<u>FY-16</u>	<u>FY-17</u>	<u>FY-18</u>
<u>Source</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Estimated</u>
Permit Fees	\$ 0	\$ 303,534	\$ 245,768	\$ 216,100	\$ 244,416
Interest & Rents	\$ 160,331	\$ 194,689	\$ 206,021	\$ 100,000	\$ 200,000
Service Charges	\$ 15,183,907	\$ 15,313,172	\$ 15,416,215	\$ 15,779,900	\$ 15,685,000
Recovered Costs & Rebates	\$ 0	\$ 28,136	\$ 0	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 15,344,239</b>	<b>\$ 15,839,531</b>	<b>\$ 15,868,005</b>	<b>\$ 16,096,000</b>	<b>\$ 16,129,416</b>
<b>Fund 520 Total</b>	<b>\$ 15,344,239</b>	<b>\$ 15,839,531</b>	<b>\$ 15,868,005</b>	<b>\$ 16,096,000</b>	<b>\$ 16,129,416</b>
Change in Revenue		\$ 495,293	\$ 28,473	\$ 227,995	\$ 33,416
Percent Change		3.2%	0.2%	1.4%	0.2%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Chesapeake Transportation System Fund - 525**

Formerly the Chesapeake Expressway Fund established to account for revenues and expenditures related to the operation and debt service of Route 168 and Route 17, which are operated as toll roads by the Department of Public Works. The revenues in this fund come primarily from the Cash and Electronic (prepaid) Tolls. A small amount of revenue may also come from Interest, Recovered Costs and Service Charges. Toll rate increases for the expressway went into effect May 1, 2011 and 2016. The Route 17 toll road opened in February 2017 and encompasses Route 17, Dominion Boulevard, and the Veterans (formerly "Steel") Bridge. Tolls on this road are scheduled to increase July 1 each year.



**CHESAPEAKE CHESAPEAKE TRANSPORTATION SYSTEM FUND - 525 REVENUES**

<u>Source</u>	<u>FY-14 Actual</u>	<u>FY-15 Actual</u>	<u>FY-16 Actual</u>	<u>FY-17 Budget</u>	<u>FY-18 Estimated</u>
Interest & Rents	\$ 53,517	\$ 13,316	\$ 53,912	\$ 0	\$ 25,000
Service Charges	\$ 10,462,177	\$ 11,051,934	\$ 11,908,513	\$ 19,252,600	\$ 23,285,880
Miscellaneous	\$ 0	\$ 0	\$ 0	\$ 0	\$ 17,500
Recovered Costs & Rebates	\$ 13,547	\$ 49,479	\$ 29,554	\$ 36,400	\$ 20,000
<b>Local Revenues</b>	<b>\$ 10,529,241</b>	<b>\$ 11,114,729</b>	<b>\$ 11,991,979</b>	<b>\$ 19,289,000</b>	<b>\$ 23,348,380</b>
<b>Fund 525 Total</b>	<b>\$ 10,529,241</b>	<b>\$ 11,114,729</b>	<b>\$ 11,991,979</b>	<b>\$ 19,289,000</b>	<b>\$ 23,348,380</b>
Change in Revenue		\$ 585,488	\$ 877,250	\$ 7,297,021	\$ 4,059,380
Percent Change		5.6%	7.9%	60.8%	21.0%

**Chesapeake Transportation System Capital Funds - 526-528**

These funds account for revenues and expenditures related to the various aspects of capital improvements to the Chesapeake Transportation System, principally earning interest on unspent cash balances.

**REVENUE BUDGET**

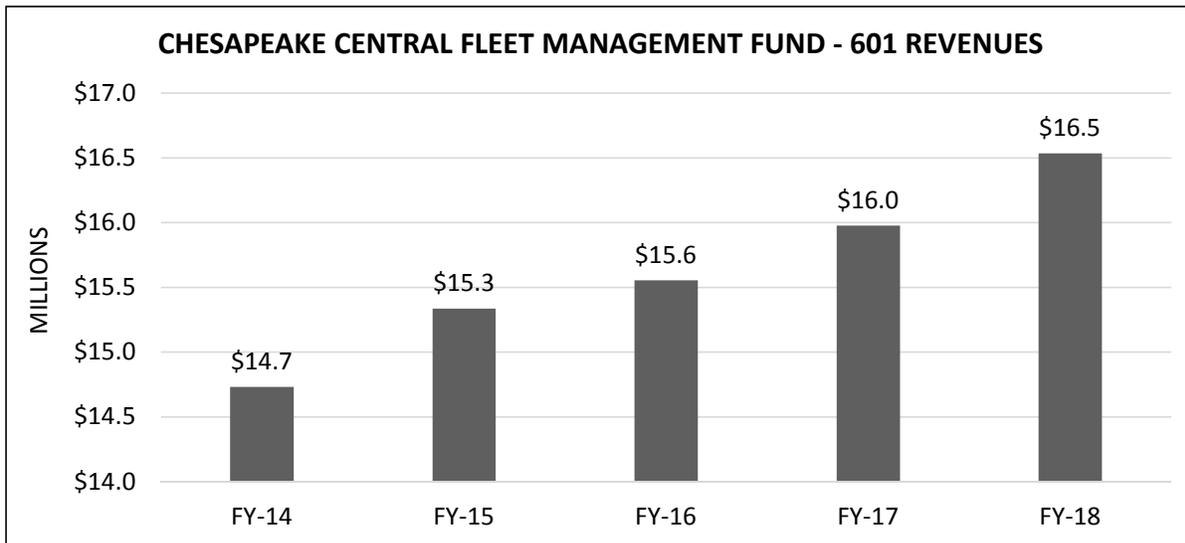
**DESCRIPTION OF FUNDS**

**INTERNAL SERVICE FUNDS DESCRIPTIONS**

The City of Chesapeake maintains four internal service funds to supply the needs of the various departments within the city. The revenues earned in each fund are related to the services that they provide to other departments and are primarily internal charges rather than true revenues. These internal service funds include:

**Central Fleet Management Fund - 601**

Established to account for revenues and expenditures related to the operation of the City Garage and the activities of the Sheriff's inmate work crews. The fund is used to maintain the vehicles and equipment owned by the City. Sources of revenue include vehicle lease charges to City departments and sales of fuel to Chesapeake Public Schools. Also reflected in the revenues are supervisory, vehicle, and equipment costs of Sheriff's work crews that primarily mow right-of-ways and City parks and clear storm water ditches for Public Works.



**CHESAPEAKE CENTRAL FLEET MANAGEMENT FUND - 601 REVENUES**

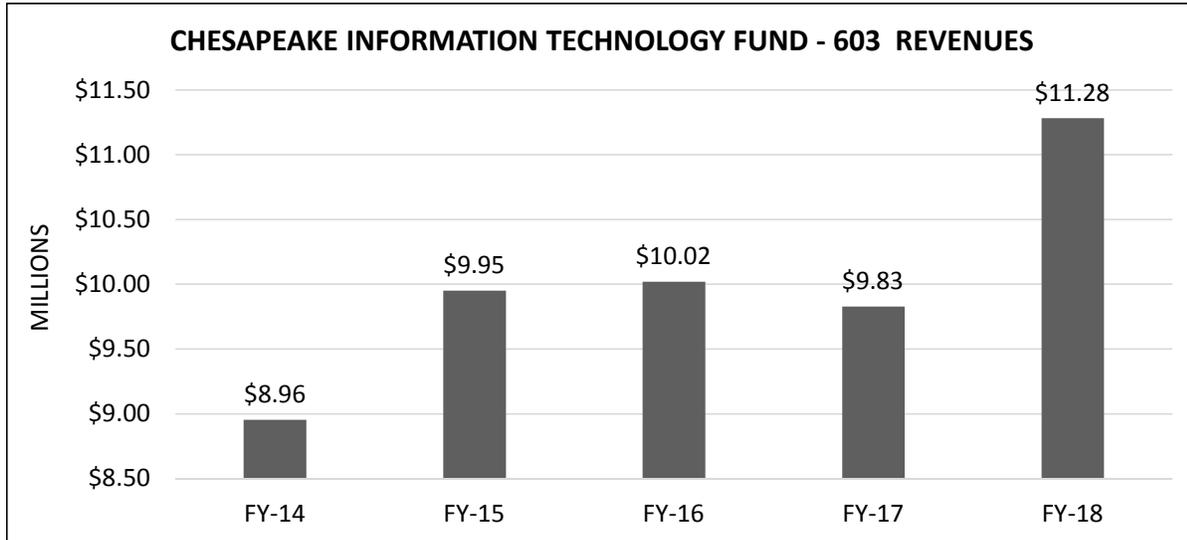
<u>Source</u>	<u>FY-14</u> <u>Actual</u>	<u>FY-15</u> <u>Actual</u>	<u>FY-16</u> <u>Actual</u>	<u>FY-17</u> <u>Budget</u>	<u>FY-18</u> <u>Estimated</u>
Interest & Rents	\$ 223,160	\$ 361,947	\$ 400,841	\$ 0	\$ 0
Service Charges	\$ 109,478	\$ 623,581	\$ 854,685	\$ 908,912	\$ 954,954
Miscellaneous	\$ 14,284,918	\$ 14,183,671	\$ 14,023,636	\$ 15,068,978	\$ 15,580,653
Recovered Costs & Rebates	\$ 113,878	\$ 168,619	\$ 275,194	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 14,731,434</b>	<b>\$ 15,337,819</b>	<b>\$ 15,554,355</b>	<b>\$ 15,977,890</b>	<b>\$ 16,535,607</b>
<b>Fund 601 Total</b>	<b>\$ 14,731,434</b>	<b>\$ 15,337,819</b>	<b>\$ 15,554,355</b>	<b>\$ 15,977,890</b>	<b>\$ 16,535,607</b>
Change in Revenue		\$ 606,385	\$ 216,536	\$ 423,535	\$ 557,717
Percent Change		4.1%	1.4%	2.7%	3.5%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Information Technology Fund - 603**

Established to account for revenues and expenditures related to the operation of the City's Information Technology Department. The department services and maintains the City's computer and communication systems. Sources of revenue include rent of space on the City's communications tower and computer services charges to City departments and Chesapeake Public Schools.



**CHESAPEAKE INFORMATION TECHNOLOGY FUND - 603 REVENUES**

Source	FY-14 Actual	FY-15 Actual	FY-16 Actual	FY-17 Budget	FY-18 Estimated
Interest & Rents	\$ 236,423	\$ 237,850	\$ 252,769	\$ 210,000	\$ 36,315
Miscellaneous	\$ 8,717,295	\$ 9,704,935	\$ 9,755,676	\$ 9,620,059	\$ 11,247,082
Recovered Costs & Rebates	\$ 1,601	\$ 9,813	\$ 12,726	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 8,955,319</b>	<b>\$ 9,952,598</b>	<b>\$ 10,021,172</b>	<b>\$ 9,830,059</b>	<b>\$ 11,283,397</b>
<b>Fund 603 Total</b>	<b>\$ 8,955,319</b>	<b>\$ 9,952,598</b>	<b>\$ 10,021,172</b>	<b>\$ 9,830,059</b>	<b>\$ 11,283,397</b>
Change in Revenue		\$ 997,279	\$ 68,573	\$ (191,113)	\$ 1,453,338
Percent Change		11.1%	0.7%	-1.9%	14.8%

**Self-Funded Health Plans Fund - 605**

Established January 2016, as the city moved from a fully insured plan to a self-funded plan, to account for revenues and expenditures related to the operation of the City's Employee Health Care Insurance Plan. The primary sources of revenue are health care premiums, including payments from participating internal funds and billings to current and former employees and retirees.

**CHESAPEAKE SELF-FUNDED HEALTH PLANS FUND - 605 REVENUES**

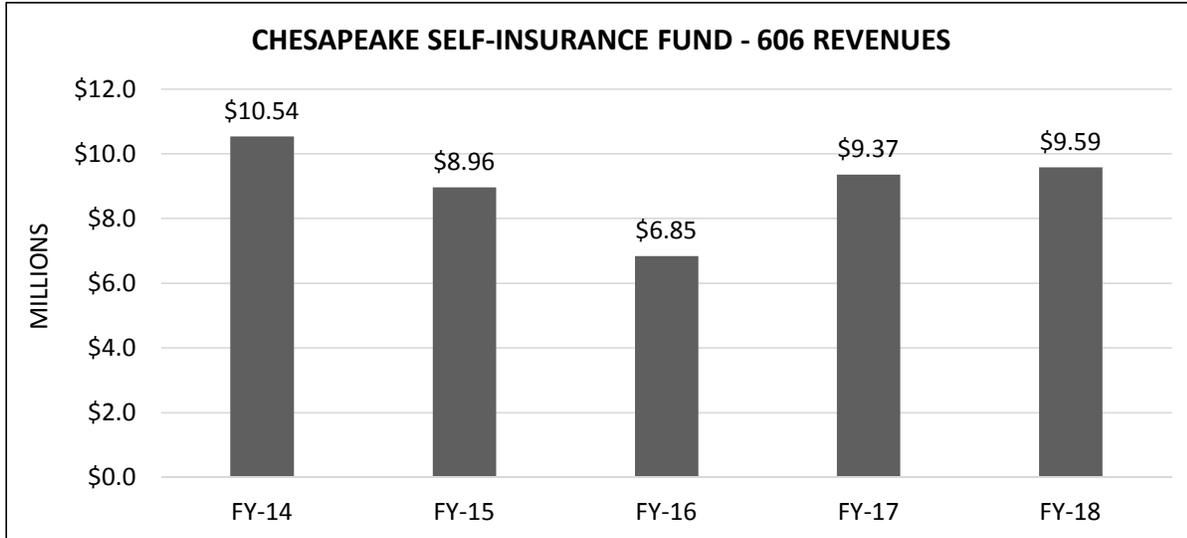
Source	FY-14 Actual	FY-15 Actual	FY-16 Actual	FY-17 Budget	FY-18 Estimated
Miscellaneous	\$ 0	\$ 0	\$ 16,691,107	\$ 34,892,450	\$ 40,570,000
Recovered Costs & Rebates	\$ 0	\$ 0	\$ 0	\$ 33,650	\$ 0
<b>Local Revenues</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 16,691,107</b>	<b>\$ 34,926,100</b>	<b>\$ 40,570,000</b>
<b>Fund 605 Total</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 16,691,107</b>	<b>\$ 34,926,100</b>	<b>\$ 40,570,000</b>
Change in Revenue		\$ 0	\$ 16,691,107	\$ 18,234,993	\$ 5,643,900
Percent Change			100.0%	109.2%	16.2%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Self-Insurance Fund - 606**

Established to account for revenues and expenditures related to the operation of the City's Risk Management operations. Risk Management is responsible for supplying the various insurance needs of the City. The primary source of revenue is the Sale of Service to Departments.



**CHESAPEAKE SELF-INSURANCE FUND - 606 REVENUES**

<u>Source</u>	<u>FY-14 Actual</u>	<u>FY-15 Actual</u>	<u>FY-16 Actual</u>	<u>FY-17 Budget</u>	<u>FY-18 Estimated</u>
Interest & Rents	\$ 102,431	\$ 122,583	\$ 145,580	\$ 0	\$ 0
Miscellaneous	\$ 9,957,282	\$ 7,915,854	\$ 6,378,158	\$ 9,366,167	\$ 9,586,694
Recovered Costs & Rebates	\$ 483,562	\$ 925,569	\$ 323,053	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 10,543,275</b>	<b>\$ 8,964,006</b>	<b>\$ 6,846,790</b>	<b>\$ 9,366,167</b>	<b>\$ 9,586,694</b>
<b>Fund 606 Total</b>	<b>\$ 10,543,275</b>	<b>\$ 8,964,006</b>	<b>\$ 6,846,790</b>	<b>\$ 9,366,167</b>	<b>\$ 9,586,694</b>
Change in Revenue		\$ (1,579,269)	\$ (2,117,216)	\$ 2,519,377	\$ 220,527
Percent Change		-15.0%	-23.6%	36.8%	2.4%

**REVENUE BUDGET**

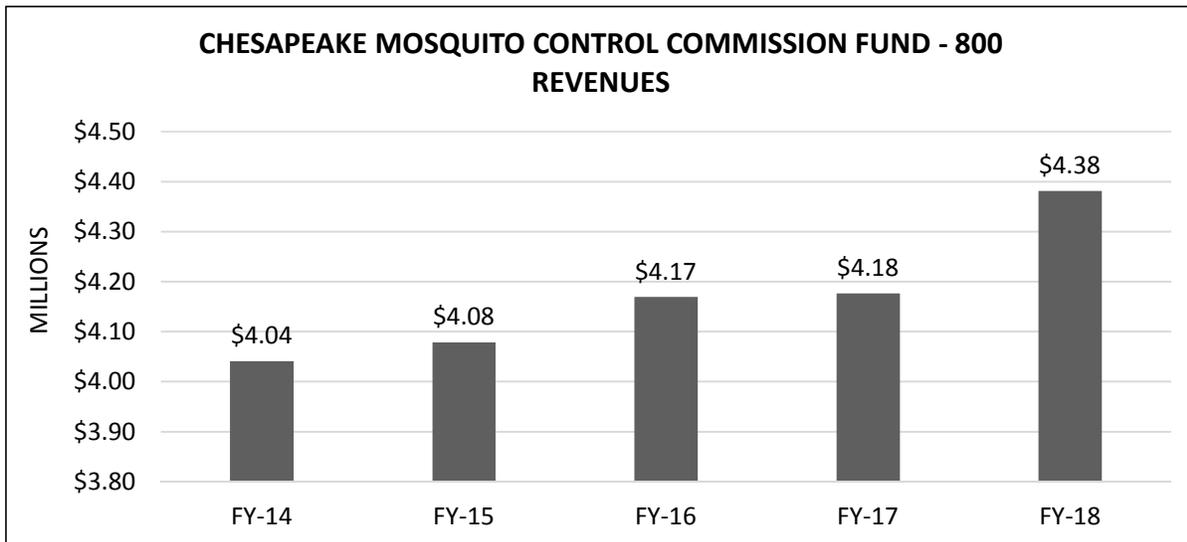
**DESCRIPTION OF FUNDS**

**OTHER COMPONENT FUNDS DESCRIPTIONS**

Other component units included in this budget document include the Mosquito Control Commission and Public Schools.

**Mosquito Control Commission Fund - 800**

Established to account for revenues and expenditure related to the operations of the Mosquito Control Commission of the City of Chesapeake. The primary source of revenue for the Mosquito Control Commission includes general property taxes on real estate (\$0.01/\$100), personal property (\$0.08/\$100), and public service corporation real and personal property. The Commission also receives some Interest Income on their unspent cash balances. Effective FY04, five separate district commissions were consolidated into a single fund. Effective FY09 the real estate rate was reduced from \$0.02/\$100 to \$0.01/\$100.



800

**CHESAPEAKE MOSQUITO CONTROL COMMISSION FUND - 800 REVENUES**

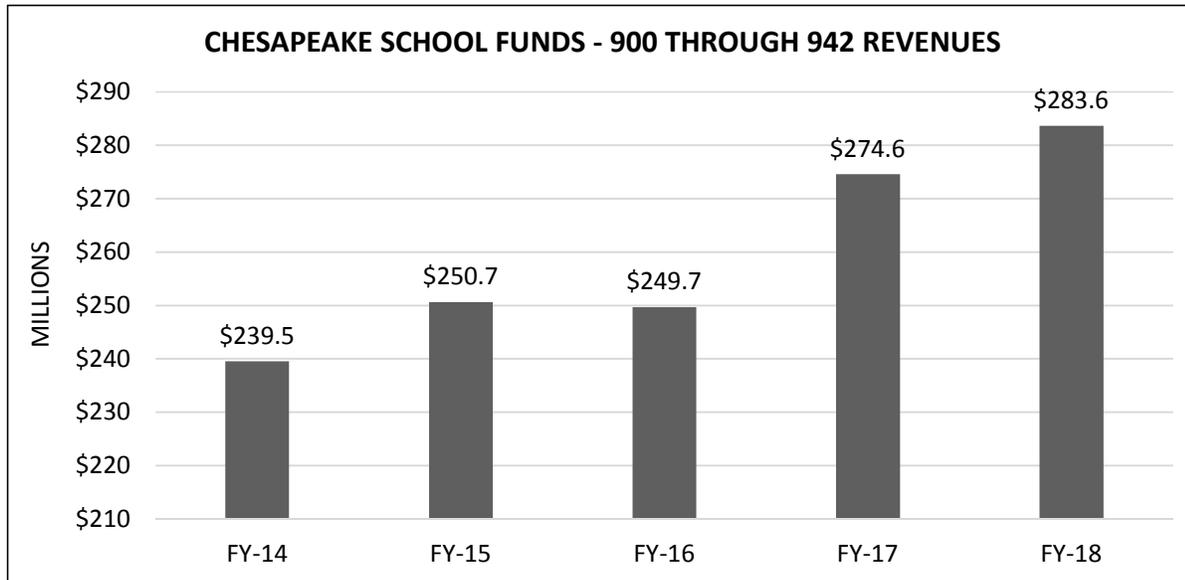
<u>Source</u>	<u>FY-14</u> <u>Actual</u>	<u>FY-15</u> <u>Actual</u>	<u>FY-16</u> <u>Actual</u>	<u>FY-17</u> <u>Budget</u>	<u>FY-18</u> <u>Estimated</u>
Property Taxes	\$ 3,902,508	\$ 3,984,316	\$ 4,128,630	\$ 4,176,400	\$ 4,381,400
Interest & Rents	\$ 9,859	\$ 30,548	\$ 18,452	\$ 0	\$ 0
Miscellaneous	\$ 17,026	\$ 41,992	\$ 19,885	\$ 0	\$ 0
Recovered Costs & Rebates	\$ 111,826	\$ 21,453	\$ 2,502	\$ 0	\$ 0
<b>Local Revenues</b>	<b>\$ 4,041,220</b>	<b>\$ 4,078,309</b>	<b>\$ 4,169,468</b>	<b>\$ 4,176,400</b>	<b>\$ 4,381,400</b>
<b>Fund 800 Total</b>	<b>\$ 4,041,220</b>	<b>\$ 4,078,309</b>	<b>\$ 4,169,468</b>	<b>\$ 4,176,400</b>	<b>\$ 4,381,400</b>
Change in Revenue		\$ 37,090	\$ 91,159	\$ 6,932	\$ 205,000
Percent Change		0.9%	2.2%	0.2%	4.9%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**School Funds - 900 through 942**

Established to account for revenues and expenditures related to the operation of the City's public school system. The revenues in these funds come primarily from State agencies for operations and Federal agencies for grants. The major revenue sources are Basic Aid, Sales Tax Revenue, and Special Education funding from the State. The School Funds also receive revenues from Grants such as National School Lunch and Breakfast Programs, and Title I and Section 611 Federal Grants, as well as from Charges for Services such as sale of meals and tuition for summer school, adult education, and driver education. The transfer from the City General Fund and support for capital expenses are not included in this chart. See Chesapeake Public School Superintendent's Proposed Budget for further details (<http://www.cpschools.com>).



**CHESAPEAKE SCHOOL FUNDS - 900 THROUGH 942 REVENUES**

<u>Source</u>	<u>FY-14</u> <u>Actual</u>	<u>FY-15</u> <u>Actual</u>	<u>FY-16</u> <u>Actual</u>	<u>FY-17</u> <u>Budget</u>	<u>FY-18</u> <u>Estimated</u>
Public Schools Operating Fund	\$209,862,335	\$216,717,937	\$218,632,710	\$233,341,560	\$ 240,999,863
Public Schools Grants Fund	\$ 17,857,569	\$ 21,820,729	\$ 18,532,082	\$ 27,546,542	\$ 29,482,714
Public Schools Textbook Fund	\$ 23,241	\$ 115,764	\$ 16,437	\$ 110,000	\$ 25,000
Public Schools Food Services Fund	\$ 11,680,576	\$ 11,753,826	\$ 12,163,595	\$ 13,480,517	\$ 12,886,124
Public Schools Cell Tower Fund	\$ 98,670	\$ 247,252	\$ 306,408	\$ 90,000	\$ 230,000
<b>Fund Total</b>	<b>\$239,522,391</b>	<b>\$250,655,508</b>	<b>\$249,651,232</b>	<b>\$274,568,619</b>	<b>\$ 283,623,701</b>
Change in Revenue		\$ 11,133,117	\$ (1,004,276)	\$ 24,917,387	\$ 9,055,082
Percent Change		4.6%	-0.4%	10.0%	3.3%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Public Schools Operating Fund**

This fund accounts for operating revenues of the Chesapeake Public Schools, including state and federal intergovernmental aid for K-12 education. Shown here are the revenues only.

**CHESAPEAKE PUBLIC SCHOOLS OPERATING FUND REVENUES**

<b>Fund 900</b>	<b>FY-14</b>	<b>FY-15</b>	<b>FY-16</b>	<b>FY-17</b>	<b>FY-18</b>
<b>Source</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Estimated</b>
Interest & Rents	\$ 927,300	\$ 1,008,837	\$ 987,366	\$ 1,294,000	\$ 1,294,000
Service Charges	\$ 568,056	\$ 399,370	\$ 329,152	\$ 738,800	\$ 738,800
Miscellaneous	\$ 1,055,755	\$ 1,144,771	\$ 1,071,230	\$ 854,135	\$ 854,135
<b>Local Revenues</b>	<b>\$ 2,551,110</b>	<b>\$ 2,552,978</b>	<b>\$ 2,387,748</b>	<b>\$ 2,886,935</b>	<b>\$ 2,886,935</b>
State Categorical Aid-Other	\$203,335,402	\$209,075,587	\$211,586,358	\$226,629,025	\$ 234,037,328
<b>State Aid</b>	<b>\$203,335,402</b>	<b>\$209,075,587</b>	<b>\$211,586,358</b>	<b>\$226,629,025</b>	<b>\$ 234,037,328</b>
<b>Federal Aid</b>	<b>\$ 3,975,822</b>	<b>\$ 5,089,372</b>	<b>\$ 4,658,604</b>	<b>\$ 3,825,600</b>	<b>\$ 4,075,600</b>
<b>Fund 900 Total</b>	<b>\$209,862,335</b>	<b>\$216,717,937</b>	<b>\$218,632,710</b>	<b>\$233,341,560</b>	<b>\$ 240,999,863</b>
Change in Revenue		\$ 6,855,602	\$ 1,914,773	\$ 14,708,850	\$ 7,658,303
Percent Change		3.3%	0.9%	6.7%	3.3%

**Public Schools Grants Fund**

This fund accounts for state and federal grants for K-12 education. Shown here are the revenues only.

**CHESAPEAKE PUBLIC SCHOOLS GRANTS FUND REVENUES**

<b>Fund 928</b>	<b>FY-14</b>	<b>FY-15</b>	<b>FY-16</b>	<b>FY-17</b>	<b>FY-18</b>
<b>Source</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Estimated</b>
Miscellaneous	\$ 0	\$ 9,687	\$ 0	\$ 10,000	\$ 10,000
<b>Local Revenues</b>	<b>\$ 0</b>	<b>\$ 9,687</b>	<b>\$ 0</b>	<b>\$ 10,000</b>	<b>\$ 10,000</b>
State Categorical Aid-Other	\$ 2,513,035	\$ 3,909,410	\$ 3,797,150	\$ 10,369,670	\$ 11,041,291
<b>State Aid</b>	<b>\$ 2,513,035</b>	<b>\$ 3,909,410</b>	<b>\$ 3,797,150</b>	<b>\$ 10,369,670</b>	<b>\$ 11,041,291</b>
<b>Federal Aid</b>	<b>\$ 15,344,534</b>	<b>\$ 17,901,632</b>	<b>\$ 14,734,932</b>	<b>\$ 17,166,872</b>	<b>\$ 18,431,423</b>
<b>Fund 928 Total</b>	<b>\$ 17,857,569</b>	<b>\$ 21,820,729</b>	<b>\$ 18,532,082</b>	<b>\$ 27,546,542</b>	<b>\$ 29,482,714</b>
Change in Revenue		\$ 3,963,160	\$ (3,288,647)	\$ 9,014,460	\$ 1,936,172
Percent Change		22.2%	-15.1%	48.6%	7.0%

**REVENUE BUDGET**

**DESCRIPTION OF FUNDS**

**Public Schools Textbook Fund**

This revenue represents operating income from textbook services, primarily sale of used textbooks and reimbursements from students for lost and damaged textbooks.

**CHESAPEAKE PUBLIC SCHOOLS TEXTBOOK FUND REVENUES**

<b>Fund 940</b>	<b>FY-14</b>	<b>FY-15</b>	<b>FY-16</b>	<b>FY-17</b>	<b>FY-18</b>
<b>Source</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Estimated</b>
Interest & Rents	\$ 10,517	\$ 19,046	\$ 5,311	\$ 0	\$ 15,000
Service Charges	\$ 12,724	\$ 96,718	\$ 11,126	\$ 110,000	\$ 10,000
<b>Local Revenues</b>	<b>\$ 23,241</b>	<b>\$ 115,764</b>	<b>\$ 16,437</b>	<b>\$ 110,000</b>	<b>\$ 25,000</b>
<b>Fund 940 Total</b>	<b>\$ 23,241</b>	<b>\$ 115,764</b>	<b>\$ 16,437</b>	<b>\$ 110,000</b>	<b>\$ 25,000</b>
Change in Revenue		\$ 92,523	\$ (99,327)	\$ 93,563	\$ (85,000)
Percent Change		398.1%	-85.8%	569.2%	-77.3%

**Public Schools Food Services Fund**

This revenue represents operating income from school cafeteria services and intergovernmental aid for school nutrition programs for eligible students.

**CHESAPEAKE PUBLIC SCHOOLS FOOD SERVICES FUND REVENUES**

<b>Fund 941</b>	<b>FY-14</b>	<b>FY-15</b>	<b>FY-16</b>	<b>FY-17</b>	<b>FY-18</b>
<b>Source</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Estimated</b>
Interest & Rents	\$ 11,112	\$ 10,314	\$ 22,345	\$ 3,000	\$ 12,500
Service Charges	\$ 3,988,735	\$ 3,833,577	\$ 3,728,691	\$ 3,154,519	\$ 4,069,498
Miscellaneous	\$ 32,299	\$ 72,383	\$ 9,895	\$ 72,000	\$ 10,000
<b>Local Revenues</b>	<b>\$ 4,032,146</b>	<b>\$ 3,916,274</b>	<b>\$ 3,760,931</b>	<b>\$ 3,229,519</b>	<b>\$ 4,091,998</b>
State Categorical Aid-Other	\$ 265,897	\$ 269,120	\$ 284,984	\$ 150,000	\$ 150,000
<b>State Aid</b>	<b>\$ 265,897</b>	<b>\$ 269,120</b>	<b>\$ 284,984</b>	<b>\$ 150,000</b>	<b>\$ 150,000</b>
<b>Federal Aid</b>	<b>\$ 7,382,533</b>	<b>\$ 7,568,432</b>	<b>\$ 8,117,680</b>	<b>\$ 10,100,998</b>	<b>\$ 8,644,126</b>
<b>Fund 941 Total</b>	<b>\$ 11,680,576</b>	<b>\$ 11,753,826</b>	<b>\$ 12,163,595</b>	<b>\$ 13,480,517</b>	<b>\$ 12,886,124</b>
Change in Revenue		\$ 73,250	\$ 409,769	\$ 1,316,922	\$ (594,393)
Percent Change		0.6%	3.5%	10.8%	-4.4%

**Public Schools Cell Tower Fund**

This revenue represents lease income from wireless transmitter space on the Public School transmission tower.

**CHESAPEAKE PUBLIC SCHOOLS CELL TOWER FUND REVENUES**

<b>Fund 942</b>	<b>FY-14</b>	<b>FY-15</b>	<b>FY-16</b>	<b>FY-17</b>	<b>FY-18</b>
<b>Source</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Estimated</b>
Miscellaneous	\$ 98,670	\$ 247,252	\$ 306,408	\$ 90,000	\$ 230,000
<b>Local Revenues</b>	<b>\$ 98,670</b>	<b>\$ 247,252</b>	<b>\$ 306,408</b>	<b>\$ 90,000</b>	<b>\$ 230,000</b>
<b>Fund 942 Total</b>	<b>\$ 98,670</b>	<b>\$ 247,252</b>	<b>\$ 306,408</b>	<b>\$ 90,000</b>	<b>\$ 230,000</b>
Change in Revenue		\$ 148,582	\$ 59,156	\$ (216,408)	\$ 140,000
Percent Change		150.6%	23.9%	-70.6%	155.6%