

Office of the City Manager
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June 11, 2008

The Honorable Dalton S. Edge and
Members of the City Council
City of Chesapeake
Civic Center
Chesapeake, VA 23322

Dear Mayor Edge and Members of the City Council:

On May 13, 2008, the City Council adopted the Fiscal Year 2008-09 Operating Budget. The budget as approved held the non-mosquito real estate tax rate unchanged at \$1.04 but reduced the mosquito real estate tax rate from \$0.02 to \$0.01. The approved budget provides the necessary resources for critical basic services.

ACTION OF MAY 13

The City Council action of May 13, 2008 included the following adjustments to resources and requirements of the Proposed FY 2008-09 Operating Budget:

PROPOSED FY 2008-09 OPERATING BUDGET RESOURCES		\$ 963,229,056
Approved Increases:		
Increase in Retained Earnings/Fund Balance (to cover State revenue shortfall)	1,200,000	
		1,200,000
APPROVED RESOURCES - MAY 13, 2008		\$ <u>964,429,056</u>

**PROPOSED FY 2008-09 OPERATING BUDGET
REQUIREMENTS**

\$963,299,056

Approved Increases:

Non-Departmental - City	1,200,000
Animal Control (addition of 2 Shelter Attendants)	49,542
Libraries (to maintain Sunday hours)	10,000

1,259,542

Approved Reductions:

Reduction in City Council Contingency	(49,542)
Reduction in Non-Departmental - City	(10,000)

(59,542)

APPROVED REQUIREMENTS – MAY 13, 2008

\$ 964,429,056

ACTION OF JUNE 10, 2008

On June 10, 2008, City Council approved the following amendments to the FY 2008-09 Operating Budget to reflect changes in resources for Chesapeake Public Schools:

APPROVED RESOURCES – MAY 13, 2008

\$ 964,429,056

June 10, 2008 Approved Increases:

Use of Money and Property & Charges for Services	671,966
Miscellaneous Revenues & Recovered Costs	32,148
Use of Retained Earnings/Fund Balance	<u>1,180,478</u>

1,884,592

June 10, 2008 Approved Reductions:

Revenue from the Commonwealth	(1,943,874)
Revenue from the Federal Government	<u>(318,600)</u>

(2,262,474)

RESOURCES AS AMENDED JUNE 10, 2008

\$ 964,051,174

APPROVED REQUIREMENTS - May 13, 2008 **\$ 964,429,056**

June 10, 2008 Approved Increases:

Increase in School Cafeteria Fund	<u>1,468,944</u>	
		1,468,944

June 10, 2008 Approved Reductions:

School Operating Fund	(1,537,852)	
School Textbook Fund	(11,500)	
School Grants Fund	<u>(297,474)</u>	
		(1,846,826)

RESOURCES AS AMENDED JUNE 10, 2008 **\$ 964,051,174**

The Approved FY 2008-09 Operating Budget as amended provides a total of \$964.1 million for all governmental activities beginning July 1, 2008. This represents a 4.4% increase over FY 2007-08 July 1 adjusted resources for all funds of the government. Of the \$964.1 million for FY 2008-09, \$503.3 million support School operations and capital. This represents 52.2% of the entire available resources and is a 5.5% increase over FY 2007-08 resources for School purposes.

The FY 2008-09 Operating Budget reflects the efforts of our staff, the citizens and the City Council in working to understand and shape a spending plan which reflects the highest priorities and needs for all our citizens. This plan will ensure our continued quality of life for the future.

Sincerely,

William E. Harrell
City Manager