



BUDGET RECONCILIATION

Budget Work Session
May 2, 2023



BASELINE ASSUMPTIONS FOR TODAY'S RECONCILIATION

- Local contribution to Lynchburg City Schools (LCS) set at FY 2023 Level of \$40.8M
- BPOL License requirements waived for all businesses with gross receipts of \$200K and less
 - Reduces City revenue by \$75K
 - Previously assumed \$650K in revenue reduction to exempt all gross receipts under \$150K from taxation
 - \$575K in budget savings used to offset department/service level cuts



SERVICES PROPOSED FOR RESTORATION

Restored Services

- Close Templeton Senior Center
- Close Collections Teller Window permanently
- Reduce funding for demolition
- Reduce contracted services for right-of-way mowing
- Reduce funding for on-site citywide training
- Reduce funding for occupational health
- Reduce staffing for youth and adult library programming
- Reduce staffing and hours for Museums

Remaining Service Cuts

- Eliminate hanging of banners/holiday decorations
- Eliminate contribution for Lynchburg Regional Business Alliance (LRBA)
- Eliminate State of the City event
- Reduce funding and contracted services for Snow Removal
- Reduce contracted services for tree cutting
- Reduce funding for event public relations and contracted services for camera operators
- Reduce funding for Miller Park Pool – season shortened by 10 days
- Miscellaneous reductions to operating line items

WHAT'S IN AT \$0.89

- Full public safety package as outlined in City Manager's Proposed Budget
 - Public safety employees targeted pay progression/compression
 - New LPD positions and operational support
 - Other new public safety positions and operational support including cyber security positions
 - New Constitutional Officer positions and operational support
 - New LPD take home car program
- Five percent general wage increase for non-sworn general employees
- Level funding of local contribution to LCS at \$40.8M



HOW WE GET THERE

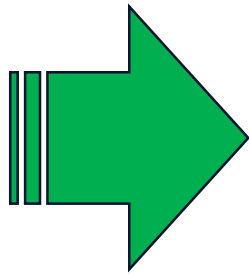
- **Budget updates - \$1,007,186**
 - Update Social Services Reimbursement Revenue - \$600,000
 - Update Blue Ridge Regional Jail Funding - \$407,186
- **Reduced budget flexibility - \$4,600,000**
 - Budget for vacant positions - \$2,000,000
 - Replace ongoing fleet replacement funds with one-time funds - \$2,600,000
- **Budget cuts/service level reductions - \$851,095**
 - Department budget/service level reductions - \$743,036
 - Eliminate City Council salaries - \$77,508
 - Eliminate funding to discretionary external service providers - \$30,551



BUDGET OPTIONS AT DIFFERENT TAX RATES

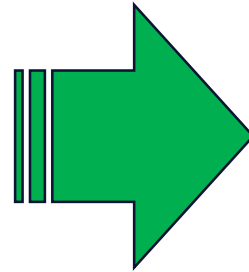
- Unprecedented investment in Public Safety
- Competitive wage increase for City employees

\$0.89



- + Eliminate Budget Cuts
- + \$2.1M Increase to LCS Local Contribution from FY 2023 level

\$0.93



- + Eliminate Budget Cuts
- + \$2.1M Increase to LCS Local Contribution
- + \$4.6M Increase Budget Flexibility

\$0.99

