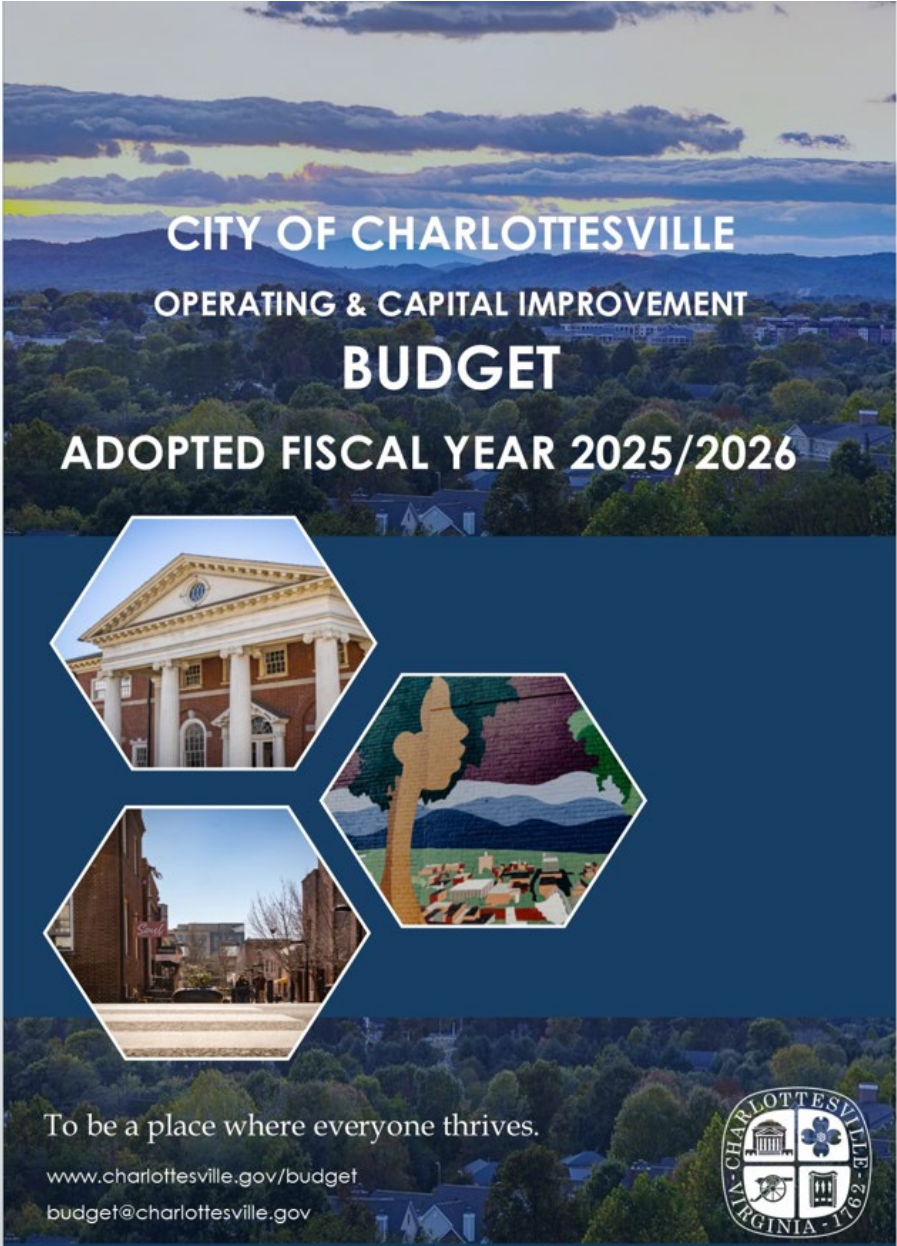




Community Budget Forum

FY 2026 Budget Development

March 20, 2025



Agenda

1. Public Comments
2. Council Discretionary Spending
3. Debt
4. CIP Focus for Next Week



Council-Directed Funding Opportunity

- \$500,000 Strategic Initiatives Fund
- \$234,860 Reduction in Financing for ACRJ Project
- \$41,500 HOPS Balance
- \$35,000 CAHF Balance
- \$86,381 CDBG Balance
- \$104,260.65 Available CIP Unspent Balance

\$1,002,001 Total Available for Council Allocation



Off Cycle Requests 8 Requests

Uhuru Foundation	Re-Entry Home	\$175,000
BRACH*	Replace Lost Grant (0625-0126)	\$250,000*
PHA (Priority 1)*	Eviction Prevention-Staff Salaries	\$162,000
PHA (Priority 2)	Eviction Prevention-Cash Assistance	\$50,000
Culinary Concepts AB	Workforce Development @ ACRJ	\$80,000
CVVI (formerly BUCK Squad)	Service Expansion	\$115,000 - \$450,000
Charlottesville Scholarship Program	Community-Based College Prep	\$250,000
Dogwood Veterans Memorial	Pedestrian Bridge/Parking Lot (CIP)	500k x 2yrs 100k



Recommendations - VCF

- \$_____ Boys & Girls Club [closer to last year: \$116,000] (Requested: \$155,000/Funded: \$72,850)
- \$_____ Lighthouse Studios [2 programs] (Requested \$40,000/Funded: \$11,200)
- \$_____ 100 Black Men (Requested: \$50,000/Funded: \$23,500)
- \$_____ Center for Nonprofit Excellence (Requested: \$50,000/Funded: \$23,500)
- \$_____ Wildrock (Requested: \$25,800/Funded: \$12,126)
- \$_____ Loaves & Fishes (Requested: \$50,000/Funded: \$44,000)
- \$_____ Wartime Fitness (Requested: \$150,000/Funded: \$70,500)
- \$_____ LiveArts [Same as last year: \$16,000] (Requested: \$20,000/Funded: \$9,400)
- \$_____ Legal Aid Justice Center (Requested: \$70,000/Funded: \$32,900)
- \$_____ Piedmont CASA [Fully fund] (Requested: \$10,000/Funded: \$8,800)
- \$_____ SARA (Requested: \$50,000/Funded: \$23,500)
- \$_____ Bridgeline??? [Last Year: \$64,400] (Requested: \$32,000/Funded: \$0)



Recommendations – Intergovernmental/Fundamental

- \$_____ Increase funding to Region10 (Requested: \$1,180,092 and Funded)



Recommendations - Miscellaneous

- Prioritize Downtown Mall Improvements
 - \$315,000 Downtown Mall Tree Management Plan
 - \$728,000 (added in FY 25) DTM Infrastructure Improvements
 - \$163,000 DTM Pedestrian Lighting
- Significant contribution to Tom Tom Festival **DONE**
- Prioritize funding for 250th Anniversary – Next Summer **IN PROGRESS**
- Remove Fralin Museum (\$4,200) and redistribute to Arts/Culture organizations or to the Discovery Museum
- Reserve Half of the total available funds for consideration of items during FY26



Debt Service



City Debt Profile as of June 30, 2025

- **Total Outstanding Debt - \$191,243,827**
 - \$139M = General Government Outstanding Debt
 - \$52M = Self-Supporting Utility Outstanding Debt
 - Approximately 73% of this debt will be paid off within the next 10 years
- **FY 25 Total Debt Service Payment - \$17.9M**
 - Equates to 7.10% of the Total FY 25 General Fund Budget of \$252M
- **Proposed CIP plans for \$138M in new debt over the Next 5-years**



Debt Service Policy

Debt service as a percentage of the general fund total expenditure budget has a ceiling of 10%, with a target of 9%.

Fiscal Year	Annual Debt Service	General Fund Expenditure Budget	Ratio of Debt Service to Total General Fund Expenditures
2016	9,128,798	156,391,435	5.84%
2017	10,103,067	162,018,737	6.24%
2018	10,615,335	171,657,127	6.18%
2019	10,375,167	179,725,535	5.77%
2020	10,743,891	188,863,920	5.69%
2021	10,684,789	191,195,873	5.59%
2022	11,542,935	192,212,843	6.01%
2023	13,124,456	212,889,291	6.27%
2024	13,968,703	228,433,246	6.12%

Fiscal Year	General Fund Budget	% Change	
FY06	111,747,772	-	
FY07	120,145,206	7.51%	
FY08	134,662,800	12.08%	
FY09	140,992,521	4.70%	
FY10	142,443,480	1.03%	5-Year Average
FY11	140,751,728	-1.19%	4.83%
FY12	143,306,538	1.82%	
FY13	146,269,910	2.07%	
FY14	148,167,862	1.30%	
FY15	150,742,327	1.74%	10-Year Average
FY16	156,391,435	3.75%	3.48%
FY17	162,017,737	3.60%	
FY18	171,657,127	5.95%	
FY19	179,725,535	4.70%	
FY20	188,800,371	5.05%	15-Year Average
FY21	191,195,873	1.27%	3.69%
FY22	192,212,843	0.53%	
FY23	212,889,291	10.76%	
FY24	228,433,247	7.30%	
FY25	251,948,630	10.29%	20-Year Average
FY26	264,474,183	4.97%	4.46%

*Includes Tax Increase



Debt Projection

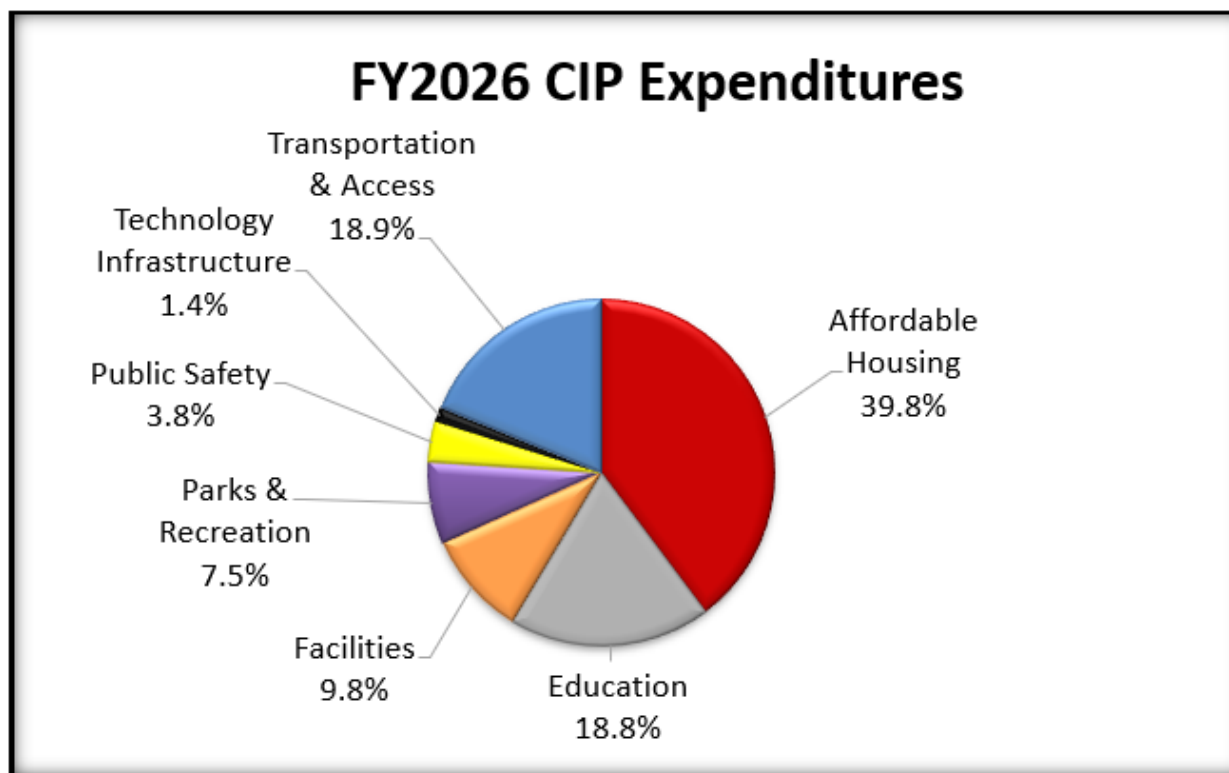
FY2026 Debt Projection**

"Planning"					"Consequences"			
Fiscal Year	Bond Issue Amount ⁽¹⁾	Annual Debt Service ⁽²⁾	General Fund Expenditure Budget ⁽³⁾	Ratio of Debt Service to Total General Fund Expenditures	General Fund Transfer ⁽⁴⁾	\$ Increase	Additional Funds To Be Added	Debt Service Fund Balance ⁽⁵⁾
2016	11,125,466	9,128,798	156,391,435	5.84%	9,279,578	-		11,962,480
2017	11,140,000	10,103,067	162,018,737	6.24%	9,817,330	537,752		11,880,013
2018	4,610,000	10,615,335	171,657,127	6.18%	10,371,750	554,420		11,905,368
2019	9,520,000	10,375,167	179,725,535	5.77%	11,003,348	631,598		12,830,074
2020	-	10,743,891	188,863,920	5.69%	11,049,584	46,236		13,410,785
2021	22,655,000	10,684,789	191,195,873	5.59%	10,354,393	(695,191)		13,225,476
2022	18,350,000	11,542,935	192,212,843	6.01%	11,215,048	860,655		12,987,105
2023	14,470,000	13,124,456	212,889,291	6.27%	13,072,874	1,857,826	4,494,225	18,230,615
2024	51,950,000	13,968,703	228,433,246	6.12%	13,559,019	486,145	-	18,655,621
2025	20,000,000	17,892,358	251,948,630	7.10%	13,725,940	166,921	-	14,489,204
2026	25,000,000	18,960,655	264,474,183	7.17%	15,120,000	1,394,060	-	10,808,549
2027	25,000,000	20,636,471	272,408,408	7.58%	17,063,200	1,943,200	-	7,235,278
2028	49,000,000	21,795,052	280,580,660	7.77%	19,308,912	2,245,712	-	4,749,139
2029	25,000,000	25,307,066	288,998,080	8.76%	21,905,370	2,596,458	-	1,347,442
2030	20,000,000	26,314,855	297,668,023	8.84%	24,908,522	3,003,152	-	(58,892)
2031	20,000,000	27,059,425	306,598,063	8.83%	27,104,590	2,196,068	-	(13,727)
2032	20,000,000	27,787,058	315,796,005	8.80%	27,874,105	769,515	-	73,321
2033	20,000,000	28,938,686	325,269,885	8.90%	28,666,044	791,938	-	(199,322)
2034	20,000,000	29,334,557	335,027,982	8.76%	29,481,065	815,021	-	(52,814)

**Estimates and subject to change



Next Week's Work Session





Important Budget Dates

Work Sessions

March 6

March 13

March 27

April 10

Public Hearings

March 20
(Budget)

April 7
(Tax Rates)

Community Budget Forum

March 20

Budget Adoption

April 14



Questions and Discussion

www.Charlottesville.gov/budget

