

INTRODUCED: July 25, 2022

A RESOLUTION No. 2022-R050

To make an assignment of the calculated general fund surplus for Fiscal Year 2021-2022 for any costs to the City associated with joining the Virginia Retirement System.

Patrons – Mr. Addison and Ms. Lynch

Approved as to form and legality
by the City Attorney

PUBLIC HEARING: SEP 26 2022 AT 6 P.M.

WHEREAS, the City of Richmond does not currently participate in the Virginia Retirement System and, upon information and belief of the Council, in order for the City to join the Virginia Retirement System, for either new or existing employees, funding is necessary to offset the difference in liability between the current Richmond Retirement System and the Virginia Retirement System; and

WHEREAS, Chapter 12, Article V of the Code of the City of Richmond (2020), as amended, provides for the Mayor to report on the general fund balance and the Council, by resolution, to assign up to ten percent of the calculated general fund surplus to special purpose reserves, with the terms “calculated general fund surplus,” “general fund balance,” and “special

AYES: 9 NOES: 0 ABSTAIN: _____

ADOPTED: _____ REJECTED: _____ STRICKEN: OCT 10 2022

purpose reserve” having the meanings ascribed to those terms by section 12-241(a) of the Code of the City of Richmond (2020), as amended; and

WHEREAS, the Council recognizes that, because the information necessary for the Mayor to complete the report required by Chapter 12, Article V of the Code of the City of Richmond (2020), as amended, will not be available until on or about August 15, 2022, the Mayor has not yet reported either the unaudited general fund balance or the unaudited calculated general fund surplus; and

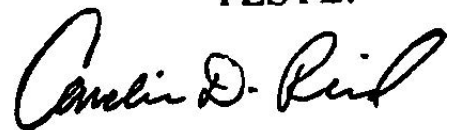
WHEREAS, the Council of the City of Richmond now desires to make an assignment of ten percent of the calculated general fund surplus for the fiscal year commencing July 1, 2021, and ending June 30, 2022, to a special purpose reserve pursuant to section 12-265 of the Code of the City of Richmond (2020), as amended, for any costs to the City associated with joining the Virginia Retirement System and offsetting the difference in liability between the current Richmond Retirement System and the Virginia Retirement System;

NOW, THEREFORE,

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF RICHMOND:

That, pursuant to section 12-265 of the Code of the City of Richmond (2020), as amended, the Council hereby assigns ten percent of the calculated general fund surplus for the fiscal year commencing July 1, 2021, and ending June 30, 2022, to a special purpose reserve for any costs to the City associated with joining the Virginia Retirement System and offsetting the difference in liability between the current Richmond Retirement System and the Virginia Retirement System.

**A TRUE COPY:
TESTE:**



City Clerk



Richmond City Council

The Voice of the People

Richmond, Virginia

Office of the Council Chief of Staff

Ordinance/Resolution Request

TO Haskell Brown, City Attorney

Through Joyce L. Davis, Interim Council Chief of Staff
Office of the Council Chief of Staff

FROM Samson Anderson, Analyst
Office of the Council Chief of Staff

COPY Andreas Addison, 1st District Councilmember
Whitney Brown, 1st District Liaison
Tabrica Rentz, Acting Deputy City Attorney

DATE July 15, 2022

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TITLE Oregon Hill - Richmond 300 Amendments

This is a request for the drafting of an **Ordinance** **Resolution**

REQUESTING COUNCILMEMBER/PATRON

Andreas Addison, Councilmember

SUGGESTED STANDING COMMITTEE

Finance

ORDINANCE/RESOLUTION SUMMARY

The patron requests, per section 12-265, a resolution to designate 10% of the FY22 General Fund surplus towards the costs associated with the City joining the Virginia Retirement System.

BACKGROUND

The City currently is not a participant in the Virginia Retirement System (VRS). In order for the City to join the VRS, for either new or existing employees, funding is needed in order to offset the difference in liability between the current retirement program and the VRS.

Below are the two City Code sections that address the requirements for the General Fund surplus. This Resolution is in keeping with these requirements.

Sec. 12-242. - Disposition of calculated general fund surplus; reporting.

(a) It is the policy of the City that each years calculated general fund surplus be allocated as follows:

(1) Fifty percent to the "rainy day fund," with the exact allocation between the Budget and Revenue Stabilization Contingency Reserve and the unassigned fund balance determined by the Mayor in the Mayor's discretion.

(2) Forty percent to the Capital Maintenance Reserve.

(3) Ten percent to special purpose reserves as determined pursuant to [Section 12-265](#).

(b) No later than September 15 of each year, the Mayor shall furnish the City Council with a report on the general fund balance. The report must include all of the following:

(1) The amount of the unaudited general fund balance from the fiscal year ending on the June 30 immediately preceding the date on which this report is due.

(2) The unaudited calculated general fund surplus from the fiscal year ending on the June 30 immediately preceding the date on which this report is due.

(3) The Mayor's proposals, if any, for the creation of any special purpose reserves pursuant to [Section 12-265](#).

(Code 2015, § 12-252; Ord. No. 2017-215, § 1, 12-11-2017)

Sec. 12-265. - Special purpose reserves.

Assignments for a special purpose reserve must be only for one-time, non-recurring purposes and may not be for an installment or phase of a multi-installment or multi-phase project. No such assignments may be made other than in accordance with this section. The City Council may, by resolution adopted no later than November 1, make an assignment of all or any part of the portion of the calculated general fund surplus for the preceding fiscal year allocated for special purpose reserves pursuant to Section 12-242. If, by November 1, the Council makes no such assignment or does not make such an assignment of all of the portion of the calculated general fund surplus for the preceding fiscal year allocated for special purpose reserves pursuant to Section 12-242, the Mayor, in the Mayor's discretion, may make such an assignment in a writing to the City Council.

(Code 2015, § 12-265; Ord. No. 2017-215, § 1, 12-11-2017)

FISCAL IMPACT STATEMENT

Fiscal Impact	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
Budget Amendment Required	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
Estimated Cost or Revenue Impact	\$ 0	

Attachment/s **Yes** **No**