

INTRODUCED: October 20, 2020

AN ORDINANCE No. 2020-231

To create a new reservation of fund balance called the 2020 Unfunded Other Post-Employment Benefits Liability Reserve, intended to be categorized as an assigned fund balance and used to fund the trust created by Ord. No. 2018-196, § 1, adopted Jul. 23, 2018, to provide other post-employment benefits to individuals who have terminated their service to the City and to the beneficiaries of such individuals.

Patrons – All Members of Council

Approved as to form and legality
by the City Attorney

PUBLIC HEARING: OCT 27, 2020 AT 2 P.M.

THE CITY OF RICHMOND HEREBY ORDAINS:

§ 1. That:

(a) A new reservation of fund balance called the 2020 Unfunded Other Post-Employment Benefits Liability Reserve is hereby created. Up to the first \$5,000,000.00 of any general fund balance, as section 12-251(a)(2) of the Code of the City of Richmond (2015), as amended, defines “general fund balance,” for the fiscal year commencing July 1, 2019, and ending June 30, 2020, shall be assigned to the 2020 Unfunded Other Post-Employment Benefits Liability Reserve. It is the intent of this ordinance that the amount assigned to the 2020 Unfunded Other

AYES: 5 NOES: 0 ABSTAIN: _____

ADOPTED: OCT 27 2020 REJECTED: _____ STRICKEN: _____

Post-Employment Benefits Liability Reserve be appropriated to the trust established by section 1 of Ordinance No. 2018-196, adopted July 23, 2018, for the purpose of providing other post-employment benefits to individuals who have terminated their service to the City and to the beneficiaries of such individuals.

(b) It is the intent of this ordinance that:

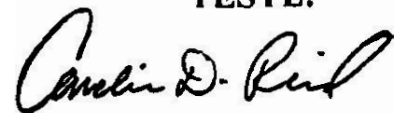
(1) The reserve created by subsection (a) of this section be categorized as an assigned fund balance for purposes of generally accepted accounting principles; and

(2) Notwithstanding any provision of Chapter 12, Article V of the Code of the City of Richmond (2015), as amended, to the contrary, the assignment of fund balance required by subsection (a) of this section be made from the general fund balance, as section 12-251(a)(2) of the Code of the City of Richmond (2015), as amended, defines “general fund balance,” for the fiscal year commencing July 1, 2019, and ending June 30, 2020, before the calculation of the calculated general fund surplus, as section 12-251(a)(1) of the Code of the City of Richmond (2015), as amended, defines “calculated general fund surplus,” for the fiscal year commencing July 1, 2019, and ending June 30, 2020.

§ 2. This ordinance shall be in force and effect upon adoption.

A TRUE COPY:

TESTE:

A handwritten signature in black ink, appearing to read "Carolin D. Reil".

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, Interim Richmond City Attorney
Richmond Office of the City Attorney

THROUGH Lawrence R. Anderson
Council Chief of Staff

FROM William E. Echelberger, Jr, Council Budget Analyst

COPY Richmond City Council
Tabrica C. Rentz, Interim Deputy City Attorney

DATE October 14, 2020

PAGE/s 1 of 2

TITLE Override Ordinance No. 2017-215 - Assignment of General Fund Surplus

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

REQUESTING COUNCILMEMBER/PATRON

All Members of City Council

SUGGESTED STANDING COMMITTEE

Committee Waived

ORDINANCE/RESOLUTION SUMMARY

The patrons request an ordinance to create a new \$5,000,000 reservation of fund balance called the 2020 Unfunded Other Post-Employment Benefits Liability Reserve, notwithstanding the provisions of Ordinance 2017-215, prior to Council's assignments of the projected Fiscal Year 2020 year-end General Fund surplus, as provided for in Ordinance No.2017-2015.

BACKGROUND

Summary:

- Ordinance No. 2017-215 requires the mayor to provide Council with his recommendations for assignment of the year-end General Fund surplus.
 - Council has until November 1 to endorse these recommendations, or set out its own assignments.
 - Any amount not assigned by City Council may be assigned by the Mayor, in the Mayor's discretion, in writing to the City Council.
- On September 15, 2020, the City Administration submitted to City Council its latest projection of the Fiscal Year 2020 General Fund year-end fund balance and surplus.
- On October 12, 2020, the City Administration submitted to City Council a revised

projection of the Fiscal Year 2020 General Fund year-end fund balance and surplus that reflected an increase of \$5.1 million.

- Pursuant to its authority under Ordinance No. 2017-215, City Council has determined that the final year-end General Fund surplus shall be assigned as follows:
 - A. Notwithstanding the provisions of Ordinance No.2017-215, and prior to the allocation provisions of Ordinance 2017-215 up to \$5,000,000 shall be reserved for the 2020 Unfunded Other Post-Employment Benefits Liability Reserve.
 - B. After the \$5,000,000 initial assignments set out in A. above, the remainder of any surplus shall be subject to the 50%/40%/10% allocation as established by Ordinance 2017-215.

FISCAL IMPACT STATEMENT

Fiscal Impact Yes ☐ No ☒

Budget Amendment Required Yes ☐ No ☒

Estimated Cost or Revenue Impact

There is no fiscal impact. This ordinance is only making assignments of Fiscal Year 2020 year-end General Fund balance, prior to calculation of the surplus. Use of any assignments will require a subsequent budget amendment(s) for appropriation.

Attachment/s Yes ☐ No ☒

Richmond City Council Ordinance/Resolution Request Form/updated 10.5.2012 /srs