

City of Alexandria

*301 King St., Room 2400
Alexandria, VA 22314*



Docket - Final

Tuesday, November 11, 2014

6:00 PM

Council Chambers

City Council Legislative Meeting

1 Calling the Roll.**Closed meeting.**

- 2** [14-3381](#) 6:00 P.M. - Consideration of Convening a Closed Meeting to Discuss a Personnel Matter and for Consultation with Legal Council for Legal Advice.
Attachments: [14-3381_exec session motion.doc](#)

3 Moment of Silence and Pledge of Allegiance.**4 Reading and Acting Upon the Minutes of the Following Meeting of City Council:**

- [14-3360](#) The Regular Meeting Minutes of October 28, 2014.
Attachments: [14-3360_Oct 28 2014 minutes.rtf](#)

RECOGNITION OF YOUTH BY MEMBERS OF CITY COUNCIL

None.

PROCLAMATIONS

- 5** [14-3026](#) Presentation of Proclamations Recognizing Thomas Hulfish and Peter Smeallie for Their Service on the Board of Architectural Review - Old and Historic District.
Attachments: [14-3026_Peter Smeallie proclamation.docx](#)
 [14-3046_Tom Hulfish proclamation.docx](#)
- 6** [14-3171](#) Presentation of a Proclamation for the 44th Anniversary of the Campagna Center's Scottish Christmas Walk.
Attachments: [14-3171_Scottish Christmas Walk Campagna Center.docx](#)
- 7** [14-3130](#) Recognition of the Graduates of the City Academy.

ORAL REPORTS FROM MEMBERS OF CITY COUNCIL ON BOARDS, COMMISSIONS AND COMMITTEES

***Update on Northern Virginia Transportation Commission (Councilman Smedberg)**

***Update on the Marketing Fund Committee (Councilman Smedberg)**

***Update on the Sister Cities Committee (Councilman Chapman)**

Update on JobLink/Youth Career Academy (Mayor Euille/Councilwoman Pepper)*REPORTS AND RECOMMENDATIONS OF THE CITY MANAGER (five min.)****CONSENT CALENDAR (8-22)****(Resignations and Uncontested Appointments)**

- 8 [14-3375](#) Receipt of the Following Resignations from Members of Boards, Commissions and Committees:

(a) Affordable Housing Advisory Committee
Rick Liu

(b) Alexandria Gang Prevention Task Force
Jerome Fletcher

(c) Commission on HIV/AIDS
Julia Baker

(d) Community Services Board
Douglas Schuler

(e) Local Emergency Planning Committee
Michael Cross

(f) Traffic and Parking Board
Mary White

Attachments: [14-3375 Board Resignations](#)

- 9 [14-3376](#) Uncontested Appointments to Boards, Commission and Committees:

(a) Affordable Housing Advisory Committee
1 Builder or Developer of Residential Property

(b) Alexandria-Caen Sister City Committee
1 Citizen Member

(c) Commission for the Arts
1 Member Who Represents the Public-at-large, as an Arts Consumer and Participant

(d) Commission on Aging
2 Citizen Members who are 60 Years of Age or Older

- (e) Commission on Information Technology
1 Citizen Member
- (f) Commission on Persons with Disabilities
1 Citizen Member
- (g) Community Criminal Justice Board
2 Citizen Members
- (h) Community Services Board
1 Sheriff or the Sheriff's Designee
- (i) Economic Development Partnership
1 Director Member
- (j) Historical Restoration and Preservation Commission
1 Citizen Member
- (k) Human Rights Commission
1 Commission on Aging Representative
- (l) Social Services Advisory Board
2 Citizen Members
- (m) Waterfront Commission
1 Old Town Business Association Representative

Attachments: [14-3376 Uncontested Appointments](#)

(Reports and Recommendations of the City Manager)

- 10 [14-3178](#) Consideration of the Annual Board and Commission Attendance Report for Fiscal Year 2014.
Attachments: [14-3178 Attendance Report 2014.docx](#)
- 11 [14-3246](#) Consideration of a Request to Authorize the Release of Contingent Reserve Funds for Citywide Street Light Assessments.
- 12 [14-3291](#) Consideration of Authorization to Advertise Delinquent Tax Listings Greater Than \$1,000, Write Off Balances Less Than Twenty Dollars, and Destroy Records as Required By State Law.
Attachments: [14-3291 Top 20 Delinquent Real Estate Tax Payers](#)
 [14-3291 Statutory Billing Process for Business Personal Property Tax](#)
- 13 [14-3352](#) Consideration of Membership Changes; Revision of Function Narrative for the Alexandria Commission on HIV/AIDS; and Request for City Attorney to Prepare the Necessary Ordinance.

- 14 [14-3353](#) Consideration of an Addendum to the Proposed City Legislative Package For the 2015 General Assembly Session.
- 15 [14-3147](#) Consideration of the Monthly Financial Report for the Period Ending September 30, 2014.
Attachments: [14-3147 Monthly Financial Report - September 2014](#)
- 16 [14-3290](#) Consideration of the Fiscal Year 2014 Comprehensive Annual Financial Report (CAFR).
Attachments: [14-3290 Attachment 1 - FY14CAFR \(no opinions\).pdf](#)

(Ordinances for Introduction)

- 17 [14-3294](#) Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain Section 4-603 (Special Use) of Section 4-600 (CD-X(Commercial Downtown Zone (Old Town North), Sections 4-702.1 (Administrative Uses) and 4-703 (Special Uses) of Section 4-700 (CR/Commercial Regional Zone) and Section 4-1403.1 (Administrative Uses) of Section 4-1400 (NR/Neighborhood Retail Zone(Arlandria)) all of Article IV (Commercial, Office, and Industrial Zones); Section 5-404 (Regulations for Single-Family, Two-Family and Townhouse Development) of Section 5-400 (CRMU-X/Commercial Residential Mixed Use (Old Town North) Zone) and Section 5-505 (Density and Lot Requirements) of Section 5-500 (W-1/Waterfront Mixed Use Zone) both of Article V (Mixed Use Zones); Section 6-702 (Uses) of Section 6-700 (KR/King Street Urban Retail Zone) of Article VI (Special and Overlay Zones); Section 7-202 (Permitted Obstructions) of Section 7-200 (Permitted Structures in Required Yards) of Article VII (Supplemental Zone Regulations); Section 8-200(General Parking Regulations) of Article VIII (Off-Street Parking and Loading); and Section 11-704 (Application of TMP Program to Development; Required Participation) of Section 11-700 (Transportation Management Special Use Permits) and Section 11-1004 (Powers and Duties) of Section 11-1000 (Board of Zoning Appeals) Both of Article XI (Development Approvals and Procedures) of the City of Alexandria Zoning Ordinance, in Accordance With the Text Amendment to Address Certain Technical Corrections in the Zoning Ordinance Heretofore Approved by City Council on October 18, 2014 as Text Amendment No. 2014-0006.
Attachments: [14-3294 Information Sheet](#)
 [14-3294 ordinance](#)
- 18 [14-3295](#) Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain the Master Plan of the City of Alexandria, Virginia, By Adopting and Incorporating Therein the Amendment Heretofore Approved by City Council to the Old Town Small Area Plan Chapter of Such Master Plan as Master Plan Amendment No. 2014-0007 to Amend Map 25 of Such Chapter to Change the Land Use Designation for the Property Located at 329 North Washington Street from RM-Residential Medium to CD-Commercial

Downtown With Proffer and No Other Amendments, and to Repeal All Provisions of the Said Master Plan as May Be Inconsistent with Such Amendment.

Attachments: [14-3295 Cover Sheet](#)
[14-3295 Ordinance](#)

- 19** [14-3296](#) Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain Sheet No. 064.04 of the "Official Zoning Map, Alexandria, Virginia," Adopted by Section 1-300 (Official Zoning Map and District Boundaries), of the City of Alexandria Zoning Ordinance, By Rezoning the Property at 329 North Washington Street, Alexandria, Virginia From, RM/Townhouse Zone to CD/Commercial Downtown With Proffer in Accordance with the Said Zoning Map Amendment Heretofore Approved By City Council on October 18, 2014 as Rezoning No. 2014-0005.
- Attachments:** [14-3296 Information Sheet](#)
 [14-3296 Ordinance](#)
 [14-3296 Attachment 1 Proffer Statement](#)
- 20** [14-3322](#) Introduction and First Reading. Consideration. Passage on First Reading of a Proposed Amendment to City Code Section 2-4-161, Alexandria Transportation Commission - Composition.
- Attachments:** [14-3322 Ordinance Cover](#)
 [14-3322 Ordinance](#)
 [14-3322 8.19.14 Transportation Commission Letter to City Council](#)
- 21** [14-3325](#) Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance Authorizing the Owners of the Property Located at 220 South Union Street in the City of Alexandria, Virginia to Construct and Maintain an Encroachment For a Canopy Over the Entrance Door at That Location That Was Approved by the City Council With the Carr Waterfront Hotel Project on January 25, 2014.
- Attachments:** [14-3325 Information Sheet](#)
 [14-3325 Ordinance](#)
 [14-3325 Attachment 1 Encroachment Plat](#)
- 22** [14-3349](#) Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain Section 9-15-18 (Expiration) of Chapter 15 (Food Truck Vendors) of Title 9 (Licensing and Regulation) of the Code of the City of Alexandria, Virginia, 1981, as Amended to Extend the Food Truck Pilot Program for an Additional Two Months.
- Attachments:** [14-3349 Ordinance](#)
 [14-3349 October 22, 2014 Council Docket Memo](#)
 [14-3349 Food Truck Pilot Program Ordinance #4875](#)

END OF CONSENT CALENDAR**ROLL-CALL CONSENT CALENDAR (23-25)**

- 23 [14-3288](#) Consideration of a Resolution to Change the Composition of the Braddock Metro Neighborhood Plan Implementation Advisory Group. [ROLL-CALL VOTE]
Attachments: [14-3288 Proposed Resolution Changing the Composition of the BIAG](#)
 [14-3288 BMCC August 28, 2014 Letter to City Council](#)
 [14-3288 BMCC Revised Boundary Map](#)
 [14-3288 Braddock IAG Reconfiguration Options](#)
- 24 [14-3099](#) Consideration of Adoption of a Resolution for a Competitive Grant Application to the Virginia Department of Transportation for Fiscal Year 2016 Revenue Sharing Program Funding. [ROLL-CALL VOTE]
Attachments: [14-3099 VDOT FY16 Resolution](#)
 [14-3099 Paving Schedule Attachment 2](#)
 [14-3099 FY 2016 Revenue Sharing Program PowerPoint](#)
- 25 [14-3343](#) Introduction and First Reading. Consideration. Passage on First and Second Reading of an Ordinance to Adopt Supplement 111 of the City Code. [ROLL-CALL VOTE]
Attachments: [14-3343 supp111.doc](#)
 [14-3343 supp111c.doc](#)

END OF ROLL-CALL CONSENT**CONTESTED APPOINTMENTS**

- 26 [14-3366](#) Alexandria Gang Prevention Community Task Force
 1 Representative of the Alexandria Business Community
 1 Member From and Representing Alexandria City Middle Schools
Attachments: [14-3366 Gang Task Force](#)
- 27 [14-3367](#) Budget and Fiscal Affairs Advisory Committee
 1 Member Designated by the Alexandria Chamber of Commerce
Attachments: [14-3367 BFAAC](#)
- 28 [14-3368](#) Children, Youth and Families Collaborative Commission
 2 Community Members with Experiences as Parents, Guardians, Teachers and/or Expertise in Early Childhood, Youth or General Education Policy
 1 Community Member with Expertise in Children, Youth and Family Issues, Public Safety, Medical/Health Related Profession or Non-profit Experience
 2 High School Students

Attachments: [14-3368 Children Youth and Families.docx](#)

- 29 [14-3369](#) Commission for the Arts
1 Member Who Has Expertise in the Arts, Either as a Practitioner of Various Art Disciplines or as a Professional Administrator Working in the Field
Attachments: [14-3369 Commission for the Arts](#)
- 30 [14-3370](#) Commission on Persons with Disabilities
1 Representative of the Business Community, From the Alexandria Chamber of Commerce
Attachments: [14-3370 Commission on Persons with Disabilities](#)
- 31 [14-3371](#) Environmental Policy Commission
1 Citizen-at-large Member
Attachments: [14-3371 Environmental Policy Commission](#)
- 32 [14-3372](#) Sister Cities Committee
1 Citizen Member
Attachments: [14-3372 Sister Cities Committee](#)
- 33 [14-3373](#) Torpedo Factory Art Center Board
2 Representatives of the Community-at-large, as Recommended by the TFACB
Attachments: [14-3373 Torpedo Factory Art Center Board](#)
- 34 [14-3374](#) Urban Design Advisory Committee
1 Representative of the Old Town North Business Community
Attachments: [14-3374 Urban Design Advisory Committee](#)

REPORTS AND RECOMMENDATIONS OF THE CITY MANAGER FOR DISCUSSION (60 min.)

- 35 [14-3289](#) Consideration of the Resolutions to Establish the FY 2016 Budget Guidance.
[ROLL-CALL VOTE]
Attachments: [14-3289 Budget Resolution Establishing the Process to be Used to Adopt Oper](#)
[14-3289 Setting Guidance for FY 2016 General Fund Operating Budget and Ce](#)
[14-3289 FY 2016 Rules of Engagement for Add/Delete Process](#)

ORAL PRESENTATIONS BY MEMBERS OF CITY COUNCIL

ORAL REPORT FROM THE CITY MANAGER

- 36 [14-3359](#) Oral Report - Potomac Yard Environmental Impact Statement Update.
Attachments: [14-3359 Oral Report - Potomac Yard Environmental Impact Statement Update](#)

OTHER

- 37 [14-3335](#) Consideration of the City Council Schedule.

Attachments: [14-3335 Council Calendar November 2014 to June 2015](#)

Closed Meeting Continued (If Needed)

- 38 [14-3382](#) Consideration of Convening a Closed Meeting to Discuss a Personnel Matter and for Consultation with Legal Council for Legal Advice.

Attachments: [14-3382 exec session motion.doc](#)

*The Cablecast schedule of Government meetings on Channel 70 can be found here:
<http://apps.alexandriava.gov/Calendar/AltDisplay/VideoList.aspx>*

This docket is subject to change.

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Full-text copies of ordinances, resolutions, and agenda items are available in the Office of the City Clerk and Clerk of the Council. Meeting materials are also available on-line at alexandriava.gov/council.

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Individuals with disabilities who require assistance or special arrangements to participate in the City Council meeting may call the City Clerk and Clerk of Council's Office at 703-746-4550 (TTY/TDD 838-5056). We request that you provide a 48-hour notice so that the proper arrangements may be made.

City Council meetings are closed-captioned for the hearing impaired.

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Public Notices:

City Council will hold its retreat on Saturday, November 8, 2014, at 9:30 a.m. at 2900 Business Center Drive, Alexandria, Virginia.

City Council will hold a work session on Monday, November 17, 2014 at 6:30 p.m. with the General Assembly Delegation in the City Council Work Room.



Legislation Details (With Text)

File #: 14-3381 **Name:** closed meeting
Type: **Status:** Agenda Ready
File created: 11/4/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: 6:00 P.M. - Consideration of Convening a Closed Meeting to Discuss a Personnel Matter and for Consultation with Legal Council for Legal Advice.
Sponsors:
Indexes:
Code sections:
Attachments: [14-3381_exec session motion.pdf](#)

Date	Ver.	Action By	Action	Result
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6:00 P.M. - Consideration of Convening a Closed Meeting to Discuss a Personnel Matter and for Consultation with Legal Council for Legal Advice.

[RESOLUTION NO. ____]

WHEREAS, the Alexandria City Council has on the date of this resolution recessed into executive session pursuant to a motion made and adopted in accordance with the Virginia Freedom of Information Act; and

WHEREAS, § 2.2-3712 of the Code of Virginia requires a certification by the city council that such executive session was conducted in accordance with Virginia law;

NOW, THEREFORE, BE IT RESOLVED that the city council does hereby certify that, to the best of each member's knowledge, only public business matters that were identified in the motion by which the executive session was convened, and that are lawfully exempted by the Freedom of Information Act from the Act's open meeting requirements, were heard, discussed or considered by council during the executive session.



Legislation Details (With Text)

File #: 14-3360 **Name:** approval of minutes
Type: **Status:** Agenda Ready
File created: 10/30/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: The Regular Meeting Minutes of October 28, 2014.
Sponsors:
Indexes:
Code sections:
Attachments: [14-3360 Oct 28 2014 minutes.pdf](#)

Date	Ver.	Action By	Action	Result
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The Regular Meeting Minutes of October 28, 2014.

**City of Alexandria
Meeting Minutes
Tuesday, October 28, 2014
6:00 P.M.
Council Chambers**

Present: Mayor William D. Euille, Vice Mayor Allison Silberberg, and Members of Council John Taylor Chapman, Timothy B. Lovain, Redella S. Pepper, Paul C. Smedberg and Justin M. Wilson.

Absent: None.

Also Present: Mr. Young, City Manager; Mr. Banks, City Attorney; Ms. Anderson, Assistant City Attorney; Ms. Snow, Assistant City Attorney; Police Captain Wemple; Mr. Jinks, Deputy City Manager; Ms. Triggs, Deputy City Manager; Mr. Gates, Deputy City Manager; Ms. Collins, Deputy City Manager; Mr. Moritz, Acting Director, Planning and Zoning; Mr. Spengler, Director, Recreation, Parks and Cultural Activities; Ms. Durham, Recreation, Parks and Cultural Activities; Mr. Browand, Recreation, Parks and Cultural Activities; Fire Chief Dubé; Assistant Fire Chief Thomas; Mr. Bosse, Fire Department; Ms. Birch, Director, Office of Management and Budget; Mr. Beaver, Office of Management and Budget; Mr. Lambert, Acting Director, Transportation and Environmental Services; Ms. Marks, Deputy Director, Transportation and Environmental Services; Mr. Maslanka, Transportation and Environmental Services; Ms. Baker, Director, Office of Project Implementation; Mr. McPike, Director, General Services; Ms. Bryan, Information Technology Services; and Mr. Lloyd.

Recorded by: Jacqueline M. Henderson, City Clerk and Clerk of Council

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1. Calling the Roll.

Mayor Euille called the meeting to order and the City Clerk called the roll. All members of Council were present.

Closed Meeting.

2. 6:00 P.M. - Consideration of Convening a Closed Meeting for Consultation with Legal Counsel and Staff Regarding Actual or Probable Litigation and Consultation with Legal Counsel Regarding Specific Legal Matters, Acquisition of Real Estate, and to Discuss a Personnel Matter.

WHEREUPON, upon motion by Councilman Wilson, seconded by Councilman Smedberg and carried 6-0, City Council convened in closed meeting to discuss the possible investment of public funds for certain economic development incentives, to consult with staff and legal counsel regarding threatened or pending litigation, and to consult with legal counsel regarding specific legal matters, specifically, two possible partial real estate abatements in

support of economic development, potential litigation and/or the settlement of certain environmental matters, including federal issues, and threatened and pending litigation, involving a certain local ordinance, pursuant to Sections 2.2-3711(a)(6) and (7) of the Code of Virginia. The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none. (Councilmember Lovain was absent for the vote but joined Council in closed meeting.)

3. Moment of Silence and Pledge of Allegiance.

City Council observed a moment of silence and recited the Pledge of Allegiance.

4. Reading and Acting Upon the Minutes of the Following Meetings of City Council:

The Regular Meeting Minutes of October 14, 2014; and
The Public Hearing Meeting Minutes of October 18, 2014.

WHEREUPON, a motion was made by Councilman Wilson and seconded by Councilman Smedberg, to approve the regular meeting minutes of October 14, 2014 and the public hearing meeting minutes of October 18, 2014.

Vice Mayor Silberberg requested clarification on a condition from docket item #10, LaBergerie Restaurant, from the October 18 meeting.

Mr. Moritz, Acting Director, Planning and Zoning, clarified condition #9 on page 11 of the minutes regarding the windows being closed on the carriage house, and he confirmed with the applicant that the doors will also be closed and in fact the applicant will replace the garage door with windows.

The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilmember Lovain, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none.

ORAL REPORTS FROM CITY COUNCIL ON BOARDS, COMMISSIONS AND COMMITTEES

Washington Metropolitan Area Transit Authority - Momentum 2025

Mayor Euille asked staff to give an update on the item.

Mr. Jinks, Deputy City Manager, along with Mr. Lambert, Acting Director, Transportation and Environmental Services, Mr. Maslanka, Transit Division, Transportation and Environmental Services, and Ms. Marks, Deputy Director, Transportation and Environmental Services, gave an update on WMATA's Momentum 2025 and responded to questions of City Council.

Northern Virginia Transportation Authority

Mayor Euille reported that the NVTa had a work session last Friday in Fairfax where the board members and facilitator talked about looking at the funding process for the long-term benefits for the entire Northern Virginia region and how they are supposed to be responsive to

the request for transit, transportation, roads, bridges and funding.

Transportation Planning Board

Councilmember Lovain said the TPB's most important function is the approval of the constrained long-range plan for all major transportation projects in the region. The TPB has passed a regional transportation priorities plan that laid out its vision of what the transportation future should look like in the region, and it is consistent with the region forward and the plans the Council of Governments has approved, to focus development around activity centers and the metro stations and to approve transit connections. Councilmember Lovain said it also approved the call for projects for the next round and for the first time, the call for projects is seriously requesting jurisdictions and DOT's to bring forward projects consistent with those plans with a transit focus and the focus around serving the activity centers throughout the region. Councilmember Lovain said it also approved the StreetSmarts program for the next year to try to encourage pedestrian and bicycle safety. He said that in 2013, 66 pedestrians were run down by automobiles.

Alexandria Transportation Commission

Councilmember Lovain said he would report on this at the next Council meeting.

Library Board

Vice Mayor Silberberg said the basement of the Burke Library was vacated by ACPS last summer, and over the past few months community members have been contacting the library and City officials regarding the space. Community members are requesting that the basement be returned to the library, mentioning the need for meeting room space and room for technology labs and other services on the West End. The library submitted a CIP request for space planning that would provide recommendations to transform the basement and is requesting formal notice that the space officially belongs to the library. Council will discuss that as the space is transformed. Vice Mayor Silberberg said on the stormwater upgrading issue at the Burke Library, they are set to begin the upgrades to the parking lot, which will result in improved stormwater management there. This is funded by an EPA grant that originally was to have been used for a green roof.

Alexandria Gang Prevention Task Force

Vice Mayor Silberberg said the Task Force met recently. She said gang activity is very low and they tend to work upstream in terms of prevention. It has a very pro-active team effort. The risky behaviors that adults need to be cognizant of include substance abuse, teen pregnancy, and gang prevention efforts in general. Getting involved, mentoring and tutoring a young person is an excellent way to make a difference.

Vice Mayor Silberberg said she attended a Council of Governments meeting for Region Forward Coalition and the thrust of the meeting was about livability. Dr. Haering, the Health Department Director, did a great job speaking to the Region Forward Coalition and his main point was that they need to integrate health into the policies. It takes an effort to focus on three main items: nutrition, tobacco free areas and exercise.

Councilman Chapman said mentorship is the biggest positive effect they can have on

prevention of gangs. If one person can take time to mentor a young person, that will greatly decrease the percentage of that person becoming gang involved.

Long Range Educational Facilities Workgroup

Councilman Wilson said the workgroup is a joint committee of school and City folks working together to address the growth in student enrollment. They have the official preliminary enrollment for the school year, and it did grow again by a little over four percent. The estimate was right on target, and this is the second year in a row that it has been on target with the estimate, and that's pretty important. They have seen four percent annual growth in student enrollment on average since September 2006. While kindergarten still grew, the estimate was off by eight percent – they estimated eight percent higher than it turned out to be. He said the 9th grade number was 17 percent off on the other end – there were 17 percent more 9th graders than expected. Councilman Wilson said they have gotten rid of all the subcommittees and pulled it into the main committee and are moving forward as one group. The draft report will be finalized in December and will start an extensive community roll-out effort going to PTA's, civic associations and it will come to the School Board and Council as it goes forward.

City/Schools Subcommittee

Councilman Wilson said the subcommittee met yesterday for its monthly meeting. It talked again about Patrick Henry and their efforts are delayed. They expect to have the A&E report back sometime in May and they will make the decision about what they would like to see there and it will become a CIP request in a future budget process. It also discussed the coordination with the Schools as it relates to the ongoing bike and pedestrian plan. There was a desire to make sure the Schools are involved with that and a lot of the efforts that come out of that will involve the Schools and the need for them to be at the table but active participants.

Climate, Energy and Environmental Policy Committee (CEEPC) and Metropolitan Washington Air Quality Committee (MWAQC) Joint Meeting

Councilwoman Pepper said she represents the City on two environmental committees at the Council of Governments – the WMAQC and the CEEPC, and the committees held a joint meeting earlier this month. The Washington area has been designated by the EPA as an ozone non-attainment area and it has been in effect since 1999. Since then, the region has done a slew of things trying to turn it around and come into compliance. They were almost there and just as it had reached that point, it appears that EPA is considering seriously lowering or reducing the ozone standard, which will make it even harder for the region to reach attainment. Potentially it could mean that the region will remain in non-attainment for years to come. The question was what can it do and where does it go from here. Councilwoman Pepper said the joint committee turned its focus on the transportation sector and transportation projects, specifically on the Transportation Planning Board. She said the joint board took action in two ways: by requesting that the relevant COG policy committees affirm the region's greenhouse gas reduction goals consistent with action that Alexandria has already taken, and to request that COG create a professional level working group to explore whether there should be targets for the transportation sector. A resolution was passed and the information was incorporated in a letter that was sent to the TPB expressing the actions of the joint committee.

REPORTS AND RECOMMENDATIONS OF THE CITY MANAGER

CONSENT CALENDAR (5)

(Reports and Recommendations of the City Manager)

5. Consideration of an Increase to the Duke Street Sidewalks at I-395 Project from VDOT Surplus Funds.

(A copy of the City Manager's memorandum dated October 22, 2014, is on file in the Office of the City Clerk and Clerk of Council, marked Exhibit No. 1 of Item No. 5; 10/28/14, and is incorporated as part of this record by reference.)

END OF CONSENT CALENDAR

City Council removed item #5 from the consent calendar and considered it under separate discussion.

5. Consideration of an Increase to the Duke Street Sidewalks at I-395 Project from VDOT Surplus Funds.

(A copy of the City Manager's memorandum dated October 22, 2014, is on file in the Office of the City Clerk and Clerk of Council, marked Exhibit No. 1 of Item No. 5; 10/28/14, and is incorporated as part of this record by reference.)

Mr. Lambert, Acting Director, Transportation and Environmental Services, along with Ms. Baker, Director, Project Implementation, responded to questions of City Council.

WHEREUPON, upon motion by Councilman Smedberg, seconded by Councilwoman Pepper and carried unanimously, City Council increased the Duke Street sidewalk at I-395 project by \$400,000 in VDOT grant funds from \$810,000 to \$1,210,000, with a request for staff, during budget proceedings, to provide an update on the projects. The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilmember Lovain, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none.

REPORTS AND RECOMMENDATIONS OF THE CITY MANAGER FOR DISCUSSION

(The following item was heard out of order)

8. City Council Receipt of the Report on the Condition of and Recommendation for Future Improvements to the Warwick Pool Facility.

(A copy of the City Manager's memorandum dated October 22, 2014, is on file in the Office of the City Clerk and Clerk of Council, marked Exhibit No. 1 of Item No. 8; 10/28/14, and is incorporated as part of this record by reference.)

Mr. Spengler, Director, Recreation, Parks and Cultural Activities, made a presentation of the staff report and he, along with Mr. Young, City Manager, and Ms. Durham, Recreation, Parks and Cultural Activities, responded to questions of City Council.

WHEREUPON, upon motion by Councilman Wilson, seconded by Councilman

Smedberg and carried unanimously, City Council: 1. received the report and the Park and Recreation Commission recommendation for improvements to the Warwick Pool Facility; 2. determined that Council intends that the City provide aquatics at the Warwick site as a capital investment priority ahead of other neighborhood serving aquatic facilities; and 3. acknowledged that the timing and funding level of any future Warwick Pool improvements will be determined through the forthcoming FY 2016 to FY 2025 Capital Improvement Program budget process, asking the City Manager, when preparing the FY 16-25 CIP to provide Council with a trade-off package for Council to consider as part of that CIP to address Warwick Pool, without assigning a number to it this evening. The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilmember Lovain, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none.

6. Consideration of an Update to City Council Regarding the Food Truck Pilot Program.

(A copy of the City Manager's memorandum dated October 22, 2014, is on file in the Office of the City Clerk and Clerk of Council, marked Exhibit No. 1 of Item No. 6; 10/28/14, and is incorporated as part of this record by reference.)

Ms. Anderson, Assistant City Attorney, made a presentation of the staff report and update and responded to questions of City Council.

WHEREUPON, upon motion by Councilman Wilson, seconded by Councilwoman Pepper and carried unanimously, City Council received the update and directed staff to prepare an ordinance to extend the end date of the Food Truck Pilot Program from October 31, 2015 to December 31, 2015 and confirmed City Council's prior intent that the Food Truck Pilot Program be limited to food trucks that vend to the public. The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilmember Lovain, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none.

7. Consideration of the Proposed City Legislative Package for the 2015 General Assembly Session.

(A copy of the City Manager's memorandum dated October 22, 2014, is on file in the Office of the City Clerk and Clerk of Council, marked Exhibit No. 1 of Item No. 7; 10/28/14, and is incorporated as part of this record by reference.)

Mr. Caton, Legislative Director, made a presentation of the staff report and responded to questions of City Council.

WHEREUPON, a motion was made by Councilman Smedberg and seconded by Councilwoman Pepper that City Council: 1. received the proposals for the City's 2015 Legislative Package, as recommended by Council's Legislative Subcommittee and included in attachment 1; 2. scheduled the legislative package proposals for public hearing on Saturday, November 15, 2014; 3. scheduled the proposed City Charter amendments for public hearing on Saturday, November 15, 2014; and scheduled adoption of the Legislative Package for Tuesday, November 25, 2014.

Councilman Chapman requested the addition of support for the State housing trust fund be included.

Mr. Caton said he would reflect the addition of affordable housing for the November 15 docket item.

The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilmember Lovain, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none.

9. Consideration of a September 16, 2014 Letter from the Alexandria Waterfront Commission Asking City Council to Reaffirm its Commitment to Maintain an Active Waterfront with Recreational Boating Opportunities, to Include Pleasure Boat Slips, in the Design and Implementation of the Planned Waterfront Small Area Plan.

(A copy of the City Manager's memorandum dated October 22, 2014, is on file in the Office of the City Clerk and Clerk of Council, marked Exhibit No. 1 of Item No. 9; 10/28/14, and is incorporated as part of this record by reference.)

Mr. Browand, Recreation, Parks and Cultural Activities, made a presentation of the staff report and responded to questions of City Council.

WHEREUPON, upon motion by Councilman Smedberg, seconded by Councilman Chapman and carried unanimously, City Council reaffirmed its commitment to maintain an active waterfront with recreational boating opportunities, including the provision of pleasure boat slips, in the design and implementation of the planned Waterfront Small Area Plan. The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilmember Lovain, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none.

10. Consideration of Receipt of FY 2015 First Quarter Capital Projects Status Report Related to City Council Approved Capital Projects.

(A copy of the City Manager's memorandum dated October 22, 2014, is on file in the Office of the City Clerk and Clerk of Council, marked Exhibit No. 1 of Item No. 10; 10/28/14, and is incorporated as part of this record by reference.)

Mr. Lambert, Acting Director, Transportation and Environmental Services, Mr. Bever, Assistant Budget Director, Office of Management and Budget, Ms. Baker, Director, Office of Project Implementation, and Mr. McPike, Director, General Services, responded to questions of City Council regarding capital projects.

WHEREUPON, upon motion by Councilwoman Pepper, seconded by Councilman Wilson and carried unanimously, City Council received as information the FY 2015 first quarter capital projects status report. The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilmember Lovain, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none.

WORK SESSION

11. Work Session: Fire Department Briefing

(A copy of the powerpoint presentation is on file in the Office of the City Clerk and Clerk

of Council, marked Exhibit No. 1 of Item No. 11; 10/28/14, and is incorporated as part of this record by reference.)

Fire Chief Dubé made a presentation of his report and he, along with Assistant Chief Thomas and Mr. Bosse, Fire Department, responded to questions of City Council.

ORAL REPORTS AND ORAL PRESENTATIONS BY MEMBERS OF CITY COUNCIL

1. Mayor Euille said the Northern Virginia Regional Commission will conduct a Syrian Refugee blanket drive November 1-22, and it includes Alexandria, Fairfax, Loudoun, Arlington, Prince William and others, and they are hoping to exceed and double last year's number of 18,000 blankets, which were shipped to Turkey. Locations for drop-offs are at City Hall in the Market Square Lobby and the Beatley Central Library.

2. Mayor Euille said that a few weeks ago, Livability Magazine did a survey of cities and towns across America, and it ranked Alexandria to be in the top 100 places to live, noting that there were more than 2,000 cities to be ranked.

3. Mayor Euille asked the City Manager to speak to the ad-hoc monitoring group for the waterfront construction.

Mr. Young, City Manager, gave an update on the ad-hoc monitoring group and the organization of the group.

4. Mayor Euille said the next event for the Mayor's Anti-Bullying campaign initiative is on November 3 at 4:00 p.m. at T.C. Williams High School.

5. Mayor Euille said this morning was the welcome to the completion ceremony for Old Town Commons, which is the newly redeveloped James Bland project on the north side of the City. It includes 300 new units and of the 300, 134 units are for public housing families.

ORAL REPORT FROM THE CITY MANAGER

12. Receipt of the Fiscal Year 2016 Budget Calendar.

(A copy of the powerpoint presentation is on file in the Office of the City Clerk and Clerk of Council, marked Exhibit No. 1 of Item No. 10; 10/28/14, and is incorporated as part of this record by reference.)

Mr. Young, City Manager, and Ms. Birch, Director, Office of Management and Budget, made a presentation of the budget calendar and responded to questions of City Council.

WHEREUPON, upon motion by Councilman Wilson, seconded by Councilman Chapman and carried unanimously, City Council received the FY 2016 budget calendar, for option #2. The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilmember Lovain, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none.

OTHER

13. Consideration of the City Council Schedule.

(A copy of the City Manager's memorandum dated October 22, 2014, is on file in the Office of the City Clerk and Clerk of Council, marked Exhibit No. 1 of Item No. 13; 10/28/14, and is incorporated as part of this record by reference.)

WHEREUPON, upon motion by Councilman Wilson, seconded by Vice Mayor Silberberg and carried unanimously, City Council: 1. received the revised Council Calendar, which includes: the Alexandria Chamber of Commerce's 2014 Business Competitiveness Summit and Expo on Monday, November 3, from 8:00 a.m. to 2:00 p.m. at the Westin Alexandria, 400 Courthouse Square, Alexandria; the civic engagement meeting of the City's boards, commissions and civic groups, which is scheduled for Monday, November 3 at 5:00 p.m. at the Durant Center, 1605 Cameron Street, Alexandria; and the Alexandria Commission on Persons with Disabilities annual awards ceremony and reception, which is scheduled for Tuesday, June 23, 2015 at 5:30 p.m. in the Vola Lawson Lobby; and 2. approved the calendar. The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilmember Lovain, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none.

Closed Meeting Continued (If Needed)

14. Consideration of Convening a Closed Meeting for Consultation with Legal Counsel and Staff Regarding Actual or Probable Litigation and Consultation with Legal Counsel Regarding Specific Legal Matters, Acquisition of Real Estate, and to Discuss a Personnel Matter.

City Council did not continue the closed meeting.

WHEREUPON, upon motion by Councilman Wilson, seconded by Councilman Smedberg and carried unanimously by roll-call vote, City Council adopted a resolution pertaining to the Executive Session heard earlier in the evening. The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilmember Lovain, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none.

The resolution reads as follows:

RESOLUTION NO. 2648

WHEREAS, the Alexandria City Council has this 28th day of October 2014, recessed into executive session pursuant to a motion made and adopted in accordance with the Virginia Freedom of Information Act; and

WHEREAS, Section 2.2-3712 of the Code of Virginia requires a certification by the city council that such executive session was conducted in accordance with Virginia law;

NOW, THEREFORE, BE IT RESOLVED, that the city council does hereby certify that, to the best of each member's knowledge, only public business matters that were identified in the motion by which the executive session was convened, and that are lawfully exempted by the Freedom of Information Act from the Act's open meeting requirements, were heard, discussed or considered by council during the executive session.

* * * * *

THERE BEING NO FURTHER BUSINESS TO BE CONSIDERED, upon motion by Councilwoman Pepper, seconded by Councilman Chapman and carried unanimously, the regular meeting of October 28, 2014, was adjourned at 11:08 p.m. The voting was as follows: In favor, Mayor Euille, Vice Mayor Silberberg, Councilman Chapman, Councilmember Lovain, Councilwoman Pepper, Councilman Smedberg and Councilman Wilson; Opposed, none.

APPROVED BY:

WILLIAM D. EUILLE MAYOR

ATTEST:

Jacqueline M. Henderson
City Clerk and Clerk of Council



Legislation Details (With Text)

File #:	14-3026	Name:	Proclamations for Peter Smeallie and Tom Hulfish (BAR)
Type:	Proclamation	Status:	Agenda Ready
File created:	7/31/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Presentation of Proclamations Recognizing Thomas Hulfish and Peter Smeallie for Their Service on the Board of Architectural Review - Old and Historic District.		
Sponsors:			
Indexes:			
Code sections:			
Attachments:	14-3026 Peter Smeallie proclamation.pdf 14-3046 Tom Hulfish proclamation.pdf		

Date	Ver.	Action By	Action	Result
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Presentation of Proclamations Recognizing Thomas Hulfish and Peter Smeallie for Their Service on the Board of Architectural Review - Old and Historic District.

P R O C L A M A T I O N

WHEREAS, *Peter H. Smeallie has a degree in Urban Studies from St. Lawrence University and his professional interests have spanned a great many disciplines, including architecture, construction, historic preservation, geotechnical engineering, civil infrastructure engineering, and rock mechanics; and*

WHEREAS, *Mr. Smeallie currently serves as a member of the Board of Directors of the Alexandria Tutoring Consortium, and has served on the boards of the Alexandria Scholarship Fund, Volunteer Alexandria, Alexandria Crew Boosters, Friends of the Carlyle House, and the Alexandria Historical Society; and*

WHEREAS, *Mr. Smeallie was co-author, with the late Peter H. Smith, of New Construction for Older Buildings: A Design Sourcebook for Architects and Preservationists, in 1990, and was the author of Energy Conservation and Solar Energy for Historic Buildings that was developed to augment the Secretary of the Interior's Standards for Rehabilitation of Historic Buildings, and he worked with the U.S. Department of Housing and Urban Development to organize the first national Building Rehabilitation Conference; and*

WHEREAS, *Mr. Smeallie served on the task force to develop design guidelines for the historic districts in 1991, and served on the Old and Historic Alexandria District Board of Architectural Review from 1993 to 2014, attending over 450 BAR meetings and reviewing approximately 4,500 cases in the past 21 years, including the BAR subcommittee to design the memorial garden following the fire at the Virginia Theological Seminary chapel; and*

WHEREAS, *the City Council is very appreciative of those persons who give their skills, talents, time and energy to serve the City in order to protect our historical and cultural resources and to maintain the memorial character of the George Washington Memorial Parkway, thus promoting tourism and enhancing the quality of life of the residents of the City.*

NOW, THEREFORE, I, WILLIAM D. EUILLE, Mayor of the City of Alexandria, Virginia, and on behalf of the Alexandria City Council, do hereby recognize:

“PETER H. SMEALLIE”

and express appreciation to him for his years of outstanding and diligent service to the City of Alexandria and its citizens and extend best wishes for his future endeavors.

IN WITNESS WHEREOF, *I have hereunto set my hand and caused the Seal of the City of Alexandria to be affixed this 11th day of November, 2014.*

WILLIAM D. EUILLE MAYOR

*On behalf of the City Council
of Alexandria, Virginia*

ATTEST:

Jacqueline M. Henderson, MMC City Clerk

PROCLAMATION

WHEREAS, *Thomas A. Hulfish III is a lifelong resident and 6th generation Alexandrian whose lineal roots in this City date from the 1790s, and whose ancestors were property owners and active participants in the community and the commercial life of the City; and*

WHEREAS, *Mr. Hulfish is the third generation of his family to make significant contributions to the preservation of the City's historic fabric and legacy: His maternal grandmother, Florence Davidson Maigne, renovated and preserved six houses with the first wave of historic preservation activists in the 1930s; His father, Thomas Andrew Hulfish, Jr., as a member of the Alexandria City Council in 1946, proposed and secured passage of Alexandria's "Old and Historic Alexandria District" ordinance for the protection of the City's historic buildings; His mother, Marianne "Polly" Hulfish, fully restored and preserved approximately 48 houses and partially restored at least 24 others in the years between 1958 and 1974. She was the second female to be appointed to the Board of Architectural Review for the Old and Historic Alexandria District, serving from 1967 until 1976. In 1981, Polly was also honored for her outstanding preservation efforts by a Resolution from the Mayor and City Council; and*

WHEREAS, *Thomas Hulfish has been a member of the Old and Historic Alexandria District Board of Architectural Review since 1986 and served with great distinction as its Chairman since 1989, attending 600 BAR meetings and reviewing approximately 6,000 cases over the past 28 years; and*

WHEREAS, *the City Council is very appreciative of those persons who give their skills, talents, time and energy to serve the City in order to protect our historical and cultural resources and to maintain the memorial character of the George Washington Memorial Parkway, thus promoting tourism and enhancing the quality of life of the residents of the City.*

NOW, THEREFORE, I, WILLIAM D. EUILLE, Mayor of the City of Alexandria, Virginia, and on behalf of the Alexandria City Council, do hereby recognize:

"THOMAS A. HULFISH III"

and express appreciation to him for his years of outstanding and diligent service to the City of Alexandria and its citizens and extend best wishes for his future endeavors.

IN WITNESS WHEREOF, *I have hereunto set my hand and caused the Seal of the City of Alexandria to be affixed this 11th day of November, 2014.*

WILLIAM D. EUILLE MAYOR

*On behalf of the City Council
of Alexandria, Virginia*

ATTEST:

Jacqueline M. Henderson, MMC City Clerk



Legislation Details (With Text)

File #:	14-3171	Name:	Scottish Christmas Walk proclamation
Type:	Proclamation	Status:	Agenda Ready
File created:	9/15/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Presentation of a Proclamation for the 44th Anniversary of the Campagna Center's Scottish Christmas Walk.		
Sponsors:			
Indexes:			
Code sections:			
Attachments:	14-3171 Scottish Christmas Walk Campagna Center.pdf		

Date	Ver.	Action By	Action	Result
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Presentation of a Proclamation for the 44th Anniversary of the Campagna Center's Scottish Christmas Walk.

PROCLAMATION

WHEREAS, *The Campagna Center began the annual tradition of an Alexandria Christmas event 48 years ago in 1966 as “A Colonial Christmas”; and*

WHEREAS, *The Campagna Center renamed the Parade portion of the Weekend as the Scottish Christmas Walk Parade 44 years ago in 1970 to celebrate our City's Scottish heritage, our unique quality of life, and the mission of The Campagna Center; and*

WHEREAS, *The Campagna Center in partnership with the Saint Andrew’s Society of Washington, D.C., the Scottish Government, and the City of Alexandria, hosts a weekend of festivities the first weekend in December to share Alexandria’s unique quality of life and the mission of The Campagna Center; and*

WHEREAS, *The Campagna Center has provided an arena for all volunteers to share their talents and skills in continuation of the important work of Betty Wright, Elizabeth Anne Campagna, and other community activists who, through their vision, created a safe haven in the Alexandria community where all families and children could flourish; and*

WHEREAS, *next year marks the 70th anniversary of The Campagna Center, the organization that helps children, teens and adults in Alexandria reach their potential by supplementing public services with vital pre-K education, afterschool programs, tutoring/mentoring, family support services, and English classes for immigrants; and*

WHEREAS, *The Campagna Center and the City of Alexandria are celebrating close to 50 years of Alexandria Head Start, a comprehensive child development program that enhances school readiness for more than 450 children from families working toward self-sufficiency; and*

WHEREAS, *The Campagna Center and the City of Alexandria are celebrating 37 years of Campagna Kids, a before- and after-school program that serves more than 700 children at 11 sites across the City; and*

WHEREAS, *the dedicated staff of The Campagna Center influence the lives of more than 1,700 children and their families each day; and*

WHEREAS, *the theme of the 44th Annual Scottish Christmas Walk is “More than a Weekend...An Alexandria Tradition”; and*

WHEREAS, *the following corporations are actively supporting The Campagna Center through their sponsorship of the 44th Annual Scottish Christmas Walk Weekend: The Scottish Government; Passport Auto Group, TTR Sotheby’s International Realty, Christine Garner, Weichert Realtors; Sue & Allison Goodhart, The Goodhart Group; Mazda North American Operations; Craig and Leslie Stevens; The Alexandria Gazette Packet; Mount Vernon Gazette; Comcast; Local Kicks; Mount Vernon Voice; the City of Alexandria, and the St. Andrew’s Society of Washington, DC.*

NOW, THEREFORE, I, WILLIAM D. EUILLE, Mayor of the City of Alexandria, Virginia, and on behalf of the Alexandria City Council, do hereby proclaim December 6, 2014, as the:

"44th ANNIVERSARY OF THE CAMPAGNA CENTER’S SCOTTISH CHRISTMAS WALK"

and encourage the citizens of Alexandria to observe this with appropriate ceremonies and activities.

IN WITNESS WHEREOF, I have hereunto set my hand and caused the Seal of the City of Alexandria to be affixed this 11th day of November, 2014.

WILLIAM D. EUILLE MAYOR
*On behalf of the City Council
of Alexandria, Virginia*

ATTEST:

Jacqueline M. Henderson, MMC City Clerk



Legislation Details (With Text)

File #: 14-3130 **Name:** Graduates of the City Academy
Type: Proclamation **Status:** Agenda Ready
File created: 9/4/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Recognition of the Graduates of the City Academy.
Sponsors:
Indexes:
Code sections:
Attachments:

Date	Ver.	Action By	Action	Result
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Recognition of the Graduates of the City Academy.



Legislation Details (With Text)

File #:	14-3375	Name:	Resignations from Boards and Commissions
Type:	Appointment	Status:	Agenda Ready
File created:	11/3/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Receipt of the Following Resignations from Members of Boards, Commissions and Committees:		

(a) Affordable Housing Advisory Committee
Rick Liu

(b) Alexandria Gang Prevention Task Force
Jerome Fletcher

(c) Commission on HIV/AIDS
Julia Baker

(d) Community Services Board
Douglas Schuler

(e) Local Emergency Planning Committee
Michael Cross

(f) Traffic and Parking Board
Mary White

Sponsors:

Indexes:

Code sections:

Attachments: [14-3375 Board Resignations](#)

Date	Ver.	Action By	Action	Result
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Receipt of the Following Resignations from Members of Boards, Commissions and Committees:

(a) Affordable Housing Advisory Committee
Rick Liu

(b) Alexandria Gang Prevention Task Force
Jerome Fletcher

(c) Commission on HIV/AIDS
Julia Baker

- (d) Community Services Board
Douglas Schuler

- (e) Local Emergency Planning Committee
Michael Cross

- (f) Traffic and Parking Board
Mary White

November 2, 2014

Receipt of the following resignations from Members of Boards, Commissions and Committees:

- (a) Affordable Housing Advisory Committee
Rick Liu (*effective October 22, 2014*)
- (b) Alexandria Gang Prevention Task Force
Jerome Fletcher (*effective October 14, 2014*)
- (c) Commission on HIV/AIDS
Julia Baker (*effective October 19, 2014*)
- (d) Community Services Board
Douglas Schuler (*effective October 1, 2014*)
- (e) Local Emergency Planning Committee
Michael Cross (*effective October 10, 2014*)
- (f) Traffic and Parking Board
Mary White (*effective October 14, 2014*)

These resignations are for information only.



Legislation Details (With Text)

File #:	14-3376	Name:	Uncontested Appointments to Boards and Commissions
Type:	Appointment	Status:	Agenda Ready
File created:	11/3/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Uncontested Appointments to Boards, Commission and Committees:		

- (a) Affordable Housing Advisory Committee
1 Builder or Developer of Residential Property
- (b) Alexandria-Caen Sister City Committee
1 Citizen Member
- (c) Commission for the Arts
1 Member Who Represents the Public-at-large, as an Arts Consumer and Participant
- (d) Commission on Aging
2 Citizen Members who are 60 Years of Age or Older
- (e) Commission on Information Technology
1 Citizen Member
- (f) Commission on Persons with Disabilities
1 Citizen Member
- (g) Community Criminal Justice Board
2 Citizen Members
- (h) Community Services Board
1 Sheriff or the Sheriff's Designee
- (i) Economic Development Partnership
1 Director Member
- (j) Historical Restoration and Preservation Commission
1 Citizen Member
- (k) Human Rights Commission
1 Commission on Aging Representative
- (l) Social Services Advisory Board
2 Citizen Members
- (m) Waterfront Commission
1 Old Town Business Association Representative

Sponsors:

Indexes:

Code sections:

Attachments: [14-3376 Uncontested Appointments](#)

Date	Ver.	Action By	Action	Result
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Uncontested Appointments to Boards, Commission and Committees:

- (a) Affordable Housing Advisory Committee
1 Builder or Developer of Residential Property
- (b) Alexandria-Caen Sister City Committee
1 Citizen Member
- (c) Commission for the Arts
1 Member Who Represents the Public-at-large, as an Arts Consumer and Participant
- (d) Commission on Aging
2 Citizen Members who are 60 Years of Age or Older
- (e) Commission on Information Technology
1 Citizen Member
- (f) Commission on Persons with Disabilities
1 Citizen Member
- (g) Community Criminal Justice Board
2 Citizen Members
- (h) Community Services Board
1 Sheriff or the Sheriff's Designee
- (i) Economic Development Partnership
1 Director Member
- (j) Historical Restoration and Preservation Commission
1 Citizen Member
- (k) Human Rights Commission
1 Commission on Aging Representative
- (l) Social Services Advisory Board
2 Citizen Members
- (m) Waterfront Commission
1 Old Town Business Association Representative

Name of Council Member

Endorsement

UNCONTESTED APPOINTMENTS

Affordable Housing Advisory Committee

(3-year term)

1 builder or developer of residential property

_____ Jonathan Frederick

Alexandria-Caen Sister City Committee

(2-year term)

1 citizen member

_____ Anthony A. Smith *

Commission for the Arts

(3-year term)

1 member who represents the public-at-large, as an arts consumer and participant

_____ Sharon Bernhardt

Commission on Aging

(3-year term)

2 citizen members who are 60 years of age or older

_____ Patrick Killeen

_____ Annmarie Pittman

Commission on Information Technology

(3-year term)

1 citizen member

_____ Edward Ward

* incumbent

Name of Council Member

Endorsement

UNCONTESTED APPOINTMENTS

Commission on Persons with Disabilities

(2-year term)

1 citizen member

_____ Brandon Cox

Community Criminal Justice Board

(2-year term)

2 citizen members

_____ Emily Bardales

_____ Benjamin Kelley

James J. Kelley

Community Services Board

(3-year term)

1 Sheriff or the Sheriff's designee

_____ Mavis Thomas

Douglas Schuler, Chief Deputy,
Alexandria Sheriff's Office

Economic Development Partnership

1 director member

_____ David Cleary

Stephanie Landrum, Executive
VP & COO, Alexandria Economic
Development Partnership

Historical Restoration and Preservation Commission

(4-year term)

1 citizen member

_____ Lisa Edouard *

* incumbent

Name of Council Member

Endorsement

UNCONTESTED APPOINTMENTS

Human Rights Commission

(3-year term)

1 Commission on Aging representative

_____ Michael Kreps

Robert Eiffert, chair, Commission
on Aging

Social Services Advisory Board

(3-year term)

2 citizen members

_____ Jonathan Buono

_____ Cassandra Ford

Waterfront Commission

(2-year term)

1 Old Town Business Association representative

_____ Suzanne Bethel *
(residency waiver required)

* incumbent



Legislation Details (With Text)

File #: 14-3178 **Name:** board and commission attendance report
Type: **Status:** Agenda Ready
File created: 9/17/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Consideration of the Annual Board and Commission Attendance Report for Fiscal Year 2014.
Sponsors:
Indexes:
Code sections:
Attachments: [14-3178 Attendance Report 2014.pdf](#)

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Consideration of the Annual Board and Commission Attendance Report for Fiscal Year 2014.

ISSUE: Receipt of the annual report on board and commission attendance for Fiscal Year 2014.

RECOMMENDATION: That City Council: 1. Receive the report; 2. Vacate the eight positions listed on page one of the report; and 3. Authorize the City Clerk and Clerk of Council to advertise the vacancies.

BACKGROUND: Section 2-4-7(i) of the City Code requires appointees to boards and commissions to attend at least 75 percent of the meetings of the board on which they serve. All City boards, commissions, committees, and task forces are required to file annual attendance reports by July 15 of each year.

DISCUSSION: This report summarizes attendance reports from 49 (two more than the previous year) of the 54 City boards, commissions, and committees (The City has representation on 22 regional and state boards that are not included in the total of 54). The four committees that have not submitted the attendance reports are

listed on page four of the attachment. The Economic Development Partnership Board of Directors staff believes they are not covered by the requirement and did not submit a report, noting that they hold an annual work session with City Council to discuss its work plan and priorities.

The 49 City boards, commissions and committees included in this report held 422 meetings. Seven of the 49 listed groups (a total of 11 persons) did not attend 75 percent of the group's meetings. The names of the persons removed for failure to comply with the attendance requirements are listed on page one of the attached report (three of those 11 persons have since resigned from the Commission). Each of those persons has been notified by letter of their attendance record. These persons may reapply for reappointment with other new applicants when the positions are advertised by the City Clerk.

FISCAL IMPACT: None.

ATTACHMENTS:

Attachment 1: Attendance Report for Fiscal Year 2014

STAFF:

Jackie M. Henderson, City Clerk and Clerk of Council

October 27, 2014

**ATTENDANCE REPORT FOR COUNCIL-APPOINTED
BOARDS, COMMISSIONS AND COMMITTEES
July 1, 2013 – June 30, 2014**

The boards, committees and commissions listed in the Annual Report submitted Attendance Reports for the period July 1, 2013 – June 30, 2014. The report includes the number of meetings held by each group during the period, the number of persons who did not meet the attendance requirement, and a listing of the members who attended less than 75 percent of the meetings. If the member was appointed after July 1, 2013 the member's attendance report reflects only those meetings which took place after his/her appointment. The individual attendance reports are on file in the City Clerk's Office.

**INDIVIDUAL LISTING OF MEMBERS WHO DID NOT FULFILL THE 75%
ATTENDANCE REQUIREMENT:**

Affordable Housing Advisory Committee

Deena de Montigny (Attended 50% of the meetings – has since resigned her position on the Committee)

Alexandria Gang Prevention Community Task Force

Noah Ray (Attended 50% of the meetings)

Beautification Commission

Audrey Monish (Attended 50% of the meetings – has since resigned her position on the Commission)

Children, Youth and Families Collaborative Commission

Hyun Choi (Attended 50% of the meetings)

Nelson Majanoe (Attended 16% of the meetings)

Citizen Corps Council

Kara Noto (Attended 20% of the meetings – has since resigned her position on the Council)

Economic Opportunities Commission

Gila Harris (Attended 10% of the meetings)

Waterfront Commission

Doug Gosnell (Attended 45% of the meetings)

Morgan Delaney (Attended 73% of the meetings)

Jacob Hoogland (Attended 73% of the meetings)

Ryan Wojtanowski (Attended 73% of the meetings)

STATISTICAL PROFILE:

<u>Committee</u>	<u>Number of Meetings Held</u>	<u>Number of Members Not in Compliance</u>
Affordable Housing Advisory Committee	10	1
Alexandria Gang Prevention Task Force	4	1
Alexandria-Caen Sister City Committee	11	0
Alexandria Renew Enterprises	12	0
Archaeological Commission	12	0
Beauregard Design Advisory Committee	6	0
Beautification Commission	10	1
BAR – Old & Historic District	20	0
BAR – Parker-Gray District	9	0
Board of Zoning Appeals	10	0
Budget and Fiscal Affairs Advisory Committee	10	0
Building Code Board of Appeals	0	0
Carlyle/Eisenhower East Design Review Board	2	0
Children, Youth and Families Collaborative Commission	10	2
Citizen Corps Council	7	1
Commission for the Arts	11	0
Commission for Women	11	0
Commission on Aging	10	0
Commission on Employment	8	0
Commission on Information Technology	5	0

Commission on Persons with Disabilities	10	0
Community Criminal Justice Board	4	0
Community Policy & Management Team	8	0
Community Services Board	10	0
Convention and Visitors Association Board of Governors	9	0
Economic Opportunities Commission	11	1
Emergency Medical Services Council	5	0
George Washington Birthday Celebration Committee	13	0
Historic Alexandria Resources Commission	8	0
Historical Restoration and Preservation Commission	12	0
Human Rights Commission	10	0
Industrial Development Authority	4	0
Landlord-Tenant Relations Board	12	0
Library Board	7	0
Local Emergency Planning Committee	4	0
Marketing Committee	4	0
Park and Recreation Commission	10	0
Planning Commission	11	0
Potomac Yard Design Advisory Committee	1	0
Public Records Advisory Commission	8	0
Real Estate Assessments Board	14	0

Sister Cities Committee	10	0
Social Services Advisory Board	11	0
Torpedo Factory Art Center Board	11	0
Towing Advisory Board	1	0
Traffic & Parking Board	11	0
Transportation Commission	11	0
Urban Design Advisory Committee	3	0
Waterfront Commission	11	4

The following boards have not submitted attendance reports:

Commission on HIV/AIDS
Environmental Policy Commission
Law Library Board
Public Health Advisory Committee
Redevelopment and Housing Authority



Legislation Details (With Text)

File #: 14-3246 **Name:**
Type: **Status:** Agenda Ready
File created: 10/7/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Consideration of a Request to Authorize the Release of Contingent Reserve Funds for Citywide Street Light Assessments.
Sponsors:
Indexes:
Code sections:
Attachments:

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Consideration of a Request to Authorize the Release of Contingent Reserve Funds for Citywide Street Light Assessments.

ISSUE: Release of \$7,956 in FY 2015 Contingent Reserve funding for street light outage assessments.

RECOMMENDATION: That City Council:

1. Authorize the release of \$7,956 from the FY 2015 Contingent Reserves to fund two street light outage assessments which will be performed by City staff.

BACKGROUND: City Council in the FY 2015 Add/Delete budget deliberation process added \$7,956 to Contingent Reserves and requested that staff perform a Citywide lighting outage assessment. Dominion Virginia Power currently reports approximately 100 street light outages in the City, out of a total of 9,961 lights. In the previous 12 months, Dominion reported approximately 1,000 streetlight outages. The majority of

street light outages are the result of bulb failure. Other causes include storm damage to power lines and circuit problems.

Per the City's franchise agreement, Dominion performs necessary repairs and maintenance to the street lights once the outage is reported. However, Dominion does not actively assign staff to search for street light outages. Citizens currently report outages and other problems directly to Dominion by phone or via the new *Report and Check Outages* page on Dominion's website. Citizens report outages to the City through its *Call.Click.Connect.* system. *Call.Click.Connect.* staff are currently scheduled to receive training from Dominion staff in November 2014 on how to research outages in the Dominion database to determine if the outages have previously been reported. The City then provides street light outage information for those lights not previously reported to Dominion for resolution.

DISCUSSION: The two proposed street light outage assessments will be performed by City staff, after sunset and before sunrise, in fall 2014 and spring 2015. Staff estimates it will take up to three weeks to complete each assessment. The assessments will capture those lights not functioning and not previously reported to Dominion. Those lights not functioning and not previously reported to Dominion will be reported to Dominion for repairs. The goal of the assessment is to reduce street light outages and improve public safety Citywide.

FISCAL IMPACT: The \$7,956 requested would be utilized for the overtime costs for City staff to perform the two proposed street light assessments. It will take approximately 100 hours of staff field personnel time for each assessment.

ATTACHMENTS: None.

STAFF:

Mark Jinks, Deputy City Manager

Yon Lambert, Acting Director, Department of Transportation & Environmental Services (T&ES)

Nelsie L. Birch, Director, Office of Management and Budget (OMB)

Bill Skrabak, Deputy Director, Infrastructure and Environmental Quality, T&ES

Maurice Daly, P.E., Division Chief, Infrastructure and Right of Way, T&ES

Antonio Baxter, Division Chief, Strategic Management Services, T&ES

Joann Maldonado, Division Chief, Office of Community Engagement



Legislation Details (With Text)

File #: 14-3291 **Name:** Delinquent Tax Advertisement
Type: **Status:** Agenda Ready
File created: 10/14/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Consideration of Authorization to Advertise Delinquent Tax Listings Greater Than \$1,000, Write Off Balances Less Than Twenty Dollars, and Destroy Records as Required By State Law.
Sponsors:
Indexes:
Code sections:
Attachments: [14-3291 Top 20 Delinquent Real Estate Tax Payers](#)
[14-3291 Statutory Billing Process for Business Personal Property Tax](#)

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Consideration of Authorization to Advertise Delinquent Tax Listings Greater Than \$1,000, Write Off Balances Less Than Twenty Dollars, and Destroy Records as Required By State Law.

ISSUE: Requesting Council authorization to publish the listings of delinquent taxes greater than \$1,000, write off balances less than twenty dollars, and to destroy records as required by State law.

RECOMMENDATION: That City Council:

- (1) Receive the listings of delinquent local property taxes;
- (2) Authorize that those parts of the delinquent real estate and personal property tax listings deemed advisable by the Director of Finance be published in the newspaper and on the City of Alexandria

website;

- (3) Authorize the Director of Finance to write-off uncollected tax balances less than twenty dollars each, totaling \$8,999 as of June 30, 2014, for which the Director of Finance has determined that the cost of collecting such balances would exceed the recoverable amount, provided that the Director of Finance will not include any balance for which he or she has reason to believe the taxpayer has intentionally paid less than the amount due and owed; and
- (4) Authorize the Director of Finance to destroy records associated with real estate taxes paid in calendar year 2007 and prior years in accordance with Code of Virginia §58.1-3129(A).

BACKGROUND: Code of Virginia §58.1-3924 provides for the Director of Finance to present City Council with listings of delinquent local property taxes annually. To meet this provision, the Director of Finance compiles the following types of listings of delinquent taxes as of June 30:

1. A list of delinquent real estate taxes;
2. List(s) of delinquent personal property taxes;
3. List(s) of delinquent property taxes amounting to less than twenty dollars for which no bills were sent; and
4. List(s) of the uncollected balances of previously billed property taxes for which the Director of Finance has determined the cost of collecting such balances would exceed the recoverable amount, provided that the Director of Finance will not include any balance for which he or she has reason to believe the taxpayer has purposely paid less than the amount due and owed.

These lists are also available for public inspection during normal business hours in the Director of Finance's Office located in City Hall, Suite 1600.

The City has retained records for real estate taxes for the past 20 years, as Code of Virginia §58.1-3940 permits the collection of delinquent real estate taxes for 20 years after the end of the year for which they were assessed. Code of Virginia §58.1-3129 states, "The treasurer may, **with the consent of the governing body**, destroy all paid tax tickets at any time after five years from the end of the fiscal year during which taxes represented by such tickets were paid, in accordance with retention regulations pursuant to the Virginia Public Records Act (§ 42.1-76 et seq.)." In accordance with this section, the Director of Finance seeks City Council's permission to destroy records pertaining to real estate taxes paid for calendar year 2008 and prior years, excluding records pertaining to any delinquent accounts still outstanding.

DISCUSSION: The Finance Department has compiled seven lists of various categories of delinquent City taxes and associated penalties, interest and fees as required by the Code of Virginia Summary data for lists 1 through 4 can be found in Table I. Summary data for lists 5 through 7 can be found in Table II.

List 1 Listing of Real Estate Taxes for 2009 through 2013 Delinquent as of June 30, 2014.

List 2 Listing of Individual Personal Property Taxes for 2009 through 2013 Delinquent as of June 30, 2014.

List 3 Listing of Personal Property Taxes on Business Vehicles for 2009 through 2013 Delinquent as of June 30, 2014.

List 4 Listing of Business Personal Property Taxes for 2009 through 2013 Delinquent as of

June 30, 2014.

List 5 Listing of Uncollected Individual Personal Property Taxes for 2009 through 2013 Amounting to Twenty Dollars or Less as of June 30, 2014.

List 6 Listing of Uncollected Personal Property Taxes on Business Vehicles for 2009 through 2013 Amounting to Twenty Dollars or Less as of June 30, 2014.

List 7 Listing of Uncollected Business Personal Property Taxes for 2009 through 2013 Amounting to Twenty Dollars or Less Each as of June 30, 2014.

Table I

Delinquent Real Estate and Personal Property Taxes for 2009-2013
As of June 30, 2014
(Amounts in millions)

List	Tax Type	Tax Levied	Taxes Collected	Percentage Collected	Taxes Due	Total Due
1	Real Estate	\$1,610.1	\$1,608.9	99.9%	\$1.2	\$1.5
2&3	Vehicle Personal Property	\$223.1	\$220.3	98.7%	\$2.8	\$3.6
4	Business Personal	\$83.5	\$81.9	98.0%	\$1.7	\$2.2

Table II

Delinquent Personal Property Taxes for 2009-2013
As of June 30, 2014
Tax amounts less than \$20

	Total Tax Due	Number of Taxpayers	Average Balance Due
Individual Vehicle Personal Property	\$8,616	1,014	\$8.50
Business Vehicles	\$47	7	\$6.71
Other Business Personal Property	\$336	73	\$4.60
TOTAL	\$8,999	1,094	\$8.23

Summary of Real Estate Tax Collection Statistics: As displayed in Table I, the Finance Department has collected \$1.6 billion, or 99.9 percent, of the real estate taxes levied for tax years 2009 through 2013. The “Top Twenty” delinquent real estate taxpayers comprise \$0.4 million or 27 percent of the total delinquency (Attachment I).

The Finance Department uses a variety of tools to monitor and collect delinquent taxes. In FY 2014, these tools included delinquency notifications, field visits to taxpayers’ homes and businesses, and summonses issued to delinquent taxpayers as well as rent liens, bank liens, and Circuit Court liens placed against several property owners. The Department works with the City Attorney’s Office to initiate formal judicial sale procedures against delinquent taxpayers. The City uses this option cautiously, as it has not wanted to have low-income elderly or disabled persons lose their housing due to a judicial sale. At times, merely proceeding with the judicial sale process triggers either the property owner or the mortgage holder to pay the taxes due. Real estate taxes on a property must be delinquent for three years before a Virginia locality can initiate a judicial sale.

Collection efforts resulted in twelve property owners appearing on last year’s “Top Twenty” list having sufficiently satisfied their tax obligations to avoid inclusion in this year’s “Top Twenty” listing, paying a total of \$0.4 million in taxes, penalty, and interest for tax years 2006 through 2011. In addition, four taxpayers from this year’s “Top Twenty” list have arranged payment plans for \$0.1 million in delinquent real estate taxes, penalty and interest. Of the remaining taxpayers, sixteen are currently being addressed through the Finance Department’s in-house collections process. Virginia law requires that proper notification is made to all legal owners of the properties which are subject to sale. Since this process may take several months, Finance staff work aggressively with taxpayers to pay off the delinquent taxes and remove the property from the subject to sale list.

To preserve the City’s interest in the collection of delinquent real estate taxes, Virginia Code §58.1-3930 provides that a lien be automatically placed (by operation of law) on property with outstanding real estate taxes. This tax lien is a claim by the City for payment of the tax debt and begins on the day following the tax payment due date. The lien is recorded against delinquent properties on the City’s computerized Real Estate Land Records System and remains in effect until the outstanding taxes, penalties and interest have been paid in full. By recording the lien at the Circuit Court, the City ensures that the City will collect any delinquent real estate taxes when the owner sells the property or applies for a mortgage.

Summary of Vehicle Personal Property Tax Collection Statistics: As shown in Table I, the Finance Department has collected \$220.3 million, or 98.7 percent, of the vehicle personal property taxes levied for tax years 2009 through 2013.

Because a relatively large portion of the City’s population is very transient, collecting personal property taxes on vehicles is far more challenging than collecting real estate taxes. In July, the City issued over 115,000 annual personal property tax bills for vehicles. On average, approximately 25 percent of the vehicles billed each year are new additions to the tax rolls. A comparable number of vehicles leave the City in that period. In many instances, the City was not notified of the move.

In order to ensure that taxpayers pay any taxes owed, the City retains billing records and sends bills until the City is notified by the taxpayer or by the Department of Motor Vehicles (DMV) that a vehicle is no longer taxable in the City. In accordance with the Code of Virginia, the City must cease collections of vehicle personal property taxes after five years, except in certain limited cases where the taxes have been reduced to judgment or there has been a judgment lien resulting from a suit to collect the taxes.

Summary of Business Personal Property Tax Collection Statistics: As shown in Table I, the Finance

Department has collected \$81.9 million, or 98.0 percent, of the business personal property taxes levied for tax years 2009 through 2013. Of the \$2.2 million total business personal property tax delinquency, approximately 96 percent was derived from statutory billings. Attachment II discusses the statutory billing process used by the City.

Publishing List of Delinquent Taxpayers: The threat of publishing a delinquent taxpayer's name in the newspaper and on the City's website is one of the Finance Department's most effective collection tools. All delinquency listings will be checked prior to publication and adjusted for tax payments made between June 30 and the publication date. If the taxes are paid in full by the time of publication, the property owner's name or the name of the business will not be published in the newspaper or listed on the City's website. Names of individuals or businesses that have received tax adjustments for amounts discharged under bankruptcy, filed tax exemption appeals, appealed the tax assessment or entered into formal payment arrangements with the City will not be published or listed. In addition, names of businesses that received a statutory billing or ceased operations in the City will not be published or listed. Within the framework described above, the Finance Department is requesting that City Council authorize publication of those portions of the real estate tax and personal property tax listings deemed advisable by the Director, specifically for taxpayers who have a delinquent balance of \$1,000 or greater.

FISCAL IMPACT: Delinquent tax collection efforts resulted in \$2.9 million in revenue in FY 2014. The Finance Department expects a comparable amount for FY 2015.

ATTACHMENTS:

Attachment I: Top Twenty Delinquent Real Estate Taxpayers for Tax Years 2013 and Prior as of October 15, 2014

Attachment II: Statutory Billing Process for Business Personal Property Tax

STAFF:

Kendel Taylor, Acting Director, Finance Department

Michael Stewart, Acting Deputy Director, Finance Department

David Clark, Assistant Director, Treasury, Finance Department

Martina Alexander, Supervisor, Tax Services & Enforcement, Finance Department

CITY OF ALEXANDRIA, VIRGINIA
TOP TWENTY DELINQUENT REAL ESTATE TAXPAYERS
TAX YEAR 2013 AND PRIOR
AS OF OCTOBER 15, 2014

AMOUNT OWED		TAXPAYER NAME	NUM. PARCELS	PARCEL LOCATION(S)	On 2013 List
TAX, PENALTY REFUSE & INTEREST					
1	\$41,265	<input type="checkbox"/> NOONAN, JAMES J AND STEPHEN F JR.	4	3007 & 3009 MOSBY ST., 2907 MAYER PL., & 4701 RICHMARR	YES
2	\$36,556	<input type="checkbox"/> KYE, FLOYD, C.	1	812 DUKE STREET	YES
3	\$34,184	*ETTINGER, PHILLIP, P.	1	2904 MAPLEWOOD PLACE	YES
4	\$29,214	<input type="checkbox"/> A J KING PROPERTIES LLC	1	1101 KING STREET, STE. 170	YES
5	\$27,860	*MCDONALD, ODELLA, P.	1	1106 COLONIAL AVENUE	YES
6	\$25,123	<input type="checkbox"/> WILKES STREET LLC	2	181 EAST REED AVENUE UNITS 302 & 304	YES
7	\$20,654	<input type="checkbox"/> LOVE, DIANE BERRY	1	65 FENDALL AVENUE	NO
8	\$20,610	*BLOXTON, PAMELA, M.	1	219 EAST CUSTIS AVENUE	YES
9	\$16,410	<input type="checkbox"/> GUNN, ALLAN AND LORA LEE	1	1250 SOUTH WASHINGTON STREET, UNIT 706	NO
10	\$15,847	<input type="checkbox"/> CURTIS, CHARLES AND MILDRED CURTIS	5	215, 215A, 217 & 219 N. PAYNE ST. & 1215A CAMERON ST.	NO
11	\$14,510	*HUBBARD, LUCILLE W	1	400 NORTH FAYETTE STREET	YES
12	\$14,019	<input type="checkbox"/> BYRD, BERNARD K ET AL	1	243 BUCHANAN STREET	NO
13	\$13,602	<input type="checkbox"/> SHAFER GARY L TR	1	901 BANKS PLACE	NO
14	\$13,194	<input type="checkbox"/> BLACKWELL CARL P TR	1	3254 GUNSTON ROAD	NO
15	\$13,193	<input type="checkbox"/> NORTHERN VIRGINIA URBAN LEAGUE INC	2	1315 DUKE STREET	NO
16	\$12,908	<input type="checkbox"/> BTC CORP OF ALEXANDRIA	2	2837 & 2839 DUKE STREET	NO
17	\$12,905	<input type="checkbox"/> ABBOTT KEVIN L	1	330 NORTH PATRICK STREET	NO
18	\$12,261	<input type="checkbox"/> CROSSLAND MARLENE J	1	2 EAST ALEXANDRIA AVENUE	YES
19	\$12,103	<input type="checkbox"/> LENK AMANDA E OR WALKER BOYD W	1	1307 KING STREET	NO
20	\$12,063	<input type="checkbox"/> FROST PAMELA	1	502 EAST NELSON AVENUE	NO
	\$398,481.00		30		

* Indicates that taxpayer has a current payment plan

** Indicates that the taxpayer has filed for bankruptcy

*** Indicates that the file has been turned over to the city attorney

• Indicates that property is in foreclosure

☐ Indicates Finance Dept. in-house collection activity

† Indicates that the parcel is in the judicial sale process

Statutory Billing Process for Business Personal Property Tax

Business personal property taxes are based on tax returns filed by businesses. While the vast majority of City businesses fulfill their business personal property tax obligations, some businesses do not. When a business fails to file a business personal property tax return, the Code of Virginia allows the City to levy and then send an estimated bill for business personal property tax for tangible property owned or leased in the City. These estimated bills are called “statutory assessments.” Staff uses a variety of techniques to prepare these statutory assessments.

The following table outlines the estimated tangible personal property assessments for which non-filing businesses are billed when a prior year return is not available for estimate.

Gross Receipts	Business Property Billed
\$500,000 or Less	\$75,000
Greater than \$500,000 and Less than \$1,000,000	\$100,000
Greater than \$1,000,000	\$150,000
*Other methods used to conduct statutory assessments, including estimates based on prior year returns, result in different billing amounts.	

Because these billings are an estimate at the time personal property taxes are levied, statutory assessments may artificially increase the amount of delinquent outstanding taxes compared to what will ultimately be due and payable. While this statutory billing process reduces the overall collection rate based on these estimates, actual collections are higher than if no estimated assessment were levied and billed.

In FY 2014, staff billed approximately \$3.1 million in estimated, or statutory, business personal property taxes on businesses that failed to file a return. This represents about 17 percent of the total assessment. Out of the statutory billings, the City received \$0.99 million or approximately 32 percent of the amount billed. This represents an annual revenue source that the City would not have received if it did not issue these estimated or statutory bills. Based on prior year collection patterns, approximately 68 percent of the remaining \$2.1 million in delinquent business personal property taxes will be reduced for statutory adjustments, leading to a similar reduction in penalties and interest. For the current year, staff has levied \$2.5 million in estimated business personal property taxes.



Legislation Details (With Text)

File #: 14-3352 **Name:**
Type: **Status:** Agenda Ready
File created: 10/29/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Consideration of Membership Changes; Revision of Function Narrative for the Alexandria Commission on HIV/AIDS; and Request for City Attorney to Prepare the Necessary Ordinance.
Sponsors:
Indexes:
Code sections:
Attachments:

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Consideration of Membership Changes; Revision of Function Narrative for the Alexandria Commission on HIV/AIDS; and Request for City Attorney to Prepare the Necessary Ordinance.

ISSUE: Due to continuing vacancies, a desire to broaden its base, and the change over time in the titles of many member groups, the Alexandria Commission on HIV/AIDS requests Council consideration of revision of its membership.

RECOMMENDATION: That City Council, under Sec. 2-4-116, revise the Alexandria Commission on HIV/AIDS membership as follows:

- *Change* “Two (2) members from and representing Alexandria Hospital” to “One (1) member from Inova Alexandria Hospital.”

- *Change* “Alexandria Youth Policy Commission” to “Alexandria Children, Youth and Families Collaborative Commission.”
- *Remove* “Whitman Walker Clinic”
- *Remove* “Northern Virginia AIDS Ministry”
- *Remove* “Alexandria Chapter, American Red Cross”
- *Remove* “City of Alexandria Public Schools”
- *Change* “One (1) student who currently attends any High School in the City of Alexandria” to “One (1) Youth Representative Aged 17 to 21.”
- *Change* “An HIV/AIDS service organization which provided services in the City to the minority community” to “One (1) member from and representing a service organization providing HIV/AIDS outreach to African Americans and/or other disproportionately affected populations in Alexandria.”
- *Change* “A member of the Alexandria Gay and Lesbian Community Association” to “An organization that provides outreach and services to the LGBTQ community including African American Men who have sex with Men.”
- *Create* a new position entitled “One (1) member from and representing a community health center serving persons with HIV/AIDS in Alexandria.”
- *Create* a new position entitled “One (1) member from and representing a community organization providing HIV/AIDS prevention education in Alexandria.”
- *Change* the number of members under 2-4-116 (b) from “27” to reflect the new number of member participants.

BACKGROUND: The Commission is currently composed of 27 members representing the following: Two (2) members from and representing the Alexandria Hospital (one of whom shall be from the Hospital’s Department of Pastoral Services); One (1) member from and representing: Whitman Walker Clinic, Hospice of Northern Virginia, An HIV/AIDS service organization which provided services in the City to the minority community, Alexandria Chapter of American Red Cross, Alexandria Gay and Lesbian Community Association, Northern Virginia AIDS Ministry, City of Alexandria Public Schools, Alexandria Community Services Board, Alexandria Human Rights Commission, Alexandria Youth Policy Commission, Alexandria Commission for Women, The Sheriff, or the Sheriff’s Designee; One (1) member who is a Practicing Physician; One (1) student who currently attends any High School in the City of Alexandria; and Eleven (11) Citizens-at-Large.

DISCUSSION: Since the Commission’s inception in 1981, many of its member organizations have dissolved or changed names. Additionally, recurring vacancies have convinced the Commission to revise its membership to better reflect the City’s current health care safety net. The background for each change is as follows:

- The following agencies are being removed because they are no longer in existence: Whitman Walker Clinic and Northern Virginia AIDS Ministry.

- Request for removal of the Alexandria Chapter of American Red Cross is due to the agency no longer providing HIV/AIDS education and no participation on the Commission for at least three (3) years.
- Request for removal of the Alexandria Human Rights Commission as per their request due to the small numbers of that commission membership. The Human Rights Commission chair has expressed a continued willingness to partner with the Commission on HIV/AIDS in planning/hosting community events without the burden of having a designated seat on our Commission.
- Request for the removal of the seat for the Alexandria City Public Schools due to the continuing vacancy of that seat for four (4) years.
- The Change of “Youth Policy Commission” to “Children, Youth and Families Collaborative Commission” to reflect the name change of that commission.
- The Change of the “Alexandria Gay and Lesbian Community Association” to a non-name specific organization that provides services to the LGBTQ Alexandria community inclusive of African American men who have sex with men.
- In order to broaden its membership base, the Commission proposes to add one (1) member from and representing a community health center serving persons with HIV/AIDS in Alexandria; one (1) member from and representing an organization providing medical case management for persons living with HIV/AIDS in Alexandria; One (1) member from and representing a community organization providing HIV/AIDS prevention education in Alexandria.
- The removal of the seat for Alexandria City Public Schools is due to continuing Vacancy of four (4) years.
- The request to change one (1) student who currently attends any High School in the City of Alexandria is due expand the pool of qualified youth by encouraging participation from either Alexandria High School, students or Alexandria college-aged youth.

FISCAL IMPACT: None.

ATTACHMENTS: None.

STAFF:

Debra Collins, Deputy City Manager

Stephen Haering, M.D., M.P.H. Health Director, Health Department



Legislation Details (With Text)

File #: 14-3353 **Name:**
Type: **Status:** Agenda Ready
File created: 11/5/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Consideration of an Addendum to the Proposed City Legislative Package For the 2015 General Assembly Session.
Sponsors:
Indexes:
Code sections:
Attachments:

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Consideration of an Addendum to the Proposed City Legislative Package For the 2015 General Assembly Session.

ISSUE: Council consideration is requested of an addendum item to the proposed City Legislative Package for the 2015 General Assembly Session.

RECOMMENDATION: That City Council receive this additional proposal for the City's 2015 Legislative Package, and include it with the Legislative Package proposals Council previously received for public hearing on Saturday, November 15.

DISCUSSION: The City's proposed 2015 Legislative Package was submitted to Council for the October 28 legislative meeting. At that meeting, Councilman Chapman, with the concurrence of Council, asked that the item below, in support of funding for the Virginia Housing Trust Fund, be added to the proposed Package.

Appropriations for the Virginia Housing Trust Fund. From time to time, the General Assembly has appropriated funds to capitalize a Virginia Housing Trust Fund. The Fund can be used for grants and loans to provide affordable housing.

The most recent major appropriation to this fund was \$7 million in FY 2014. These funds came from a one-time source-the National Mortgage Settlement. This was a 2012 court settlement between the nation's five largest mortgage servicing companies, the federal government, and 49 states. The mortgage servicing companies agreed to pay \$26 billion to homeowners, the states, and the federal government to make up for mortgage servicing, foreclosure, and bankruptcy abuses for which they were responsible.

Unfortunately, no additional revenue has been appropriated to the Fund in the intervening years.

While the \$7 million appropriation has been helpful, additional and ongoing funding is needed. The City recommends that its delegation seek, as revenues become available in the future, to provide an ongoing appropriation to the Housing Trust Fund.

STAFF: Bernard Caton, Legislative Director



Legislation Details (With Text)

File #: 14-3147 **Name:** Monthly Financial Report
Type: Resolution **Status:** Agenda Ready
File created: 9/10/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Consideration of the Monthly Financial Report for the Period Ending September 30, 2014.
Sponsors:
Indexes:
Code sections:
Attachments: [14-3147 Monthly Financial Report - September 2014](#)

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:
Consideration of the Monthly Financial Report for the Period Ending September 30, 2014.

ISSUE: Receipt of the Monthly Financial Report for the period ending September 30, 2014.

RECOMMENDATION: That City Council receives the Monthly Financial Report (Attachment 1).

BACKGROUND: The following discussion is a summary of the Monthly Financial Report for this period.
The complete report is attached.

DISCUSSION: At the end of the first quarter of FY 2015, year-to-date General Fund revenues and expenditures were similar to the four-year average of percent of budget collected and spent.

As of September 30, 2014, actual General Fund revenues totaled \$56.1 million, or 8.8% of budgeted revenues, which is 1% less than the four-year average. Through the first quarter of the fiscal year the City's revenue

categories remain fairly flat. Vehicle and Business Personal Property taxes were due in early October. The Monthly Financial Report presented to City Council in December will provide the first insight into property tax collections for FY 2015.

As of September 30, 2014, General Fund expenditures totaled \$139.7 million, or 21.9% of budgeted expenditures. Compared to the 4-year average at this point in the year, the City spent only 0.4% more of its budget in FY 2015 than in the past. Non-personnel expenditures were slightly higher than they have been in the past, but this was offset by lower personnel expenditures.

Earlier this month, the Governor announced that total Commonwealth General Fund revenue collections increased by 5.3% in September, with individual income taxes, sales taxes, and corporate income taxes accounting for an increase of \$81.3 million compared to September 2013. Fiscal year-to-date revenue collections increased by 6.7%, or \$250.3 million in September, ahead of the annual estimate of 2.9% growth. It is too early to determine if an increase in State sales tax revenues will correlate to an increase in City sales tax revenues. Furthermore, an increase in State revenues does not necessarily mean restoration of funds to localities (the August Monthly Financial Report detailed how State aid to the City has been reduced by \$863,000). Staff will continue to monitor State revenues throughout the course of the Fiscal Year and provide regular updates.

The economic indicator detailed this month is the City's transient lodging tax receipts. According to Smith Travel Research, via the Alexandria Convention and Visitors Association (ACVA), when comparing year-to-date occupancy and daily room rates through September, Alexandria's occupancy rate increased from 71.6% to 76.0%, while the average daily room rate increased from \$129 to \$138 or 7 percent. This trend bodes well for travel and tourism revenue for the City moving forward and suggests that the low room rates characteristic of last year are not a concern at this point in time. Additional economic, revenue, and expenditure charts are also available on the City of Alexandria website at:

www.alexandriava.gov/FinancialReports <<http://www.alexandriava.gov/FinancialReports>>

ATTACHMENTS:

Attachment 1: September 2014 Monthly Financial Report

STAFF:

Nelsie L. Birch, Director, Office of Management and Budget (OMB)

Morgan Routt, Assistant Director, OMB

Kendel Taylor, Acting Director, Finance Department

Berenice Harris, Acting Comptroller, Finance Department

Martina Alexander, Tax Services and Enforcement Supervisor, Finance Department

Alyssa Ha, Budget/Management Analyst, OMB

CITY OF ALEXANDRIA, VIRGINIA

Monthly Financial Report

September 2014



Report Summary

At the end of the first quarter of FY 2015, year-to-date General Fund revenues and expenditures were similar to the four-year average of percent of budget collected and spent.

As of September 30, 2014, actual General Fund revenues totaled \$56.1 million or 8.8% of budgeted revenues, which is 1% less than the four-year average. Through the first quarter of the fiscal year the City's revenue categories remain fairly flat. Vehicle and Business Personal Property taxes were due in early October. The Monthly Financial Report presented to City Council in December will provide the first insight into property tax collections for FY 2015.

As of September 30, 2014, General Fund expenditures totaled \$139.7 million, or 21.9% of budgeted expenditures. Compared to the 4-year average at this point in the year, the City spent only 0.4% more of its budget in FY 2015 than in the past. Non-personnel expenditures, were slightly higher than they have been in the past, but this was offset by lower personnel expenditures.

Earlier this month, the Governor announced that total Commonwealth General Fund revenue collections increased by 5.3% in September, with individual income taxes, sales taxes, and corporate income taxes accounting for an increase of \$81.3 million compared to September 2013. Fiscal year-to-date revenue collections increased by 6.7% or \$250.3 million in September, ahead of the annual estimate of 2.9% growth. It is too early to determine if an increase in state sales tax revenues will correlate to an increase in City sales tax revenues. Furthermore, an increase in state revenues does not necessarily mean restoration of funds to localities (the August Monthly Financial Report detailed how State aid to the City has been reduced by \$863,000). Staff will continue to monitor state revenues throughout the course of the fiscal year and provide regular updates.

The economic indicator detailed this month is the City's transient lodging tax receipts. According to Smith Travel Research, via ACVA, when comparing year to date occupancy and daily room rates through September, Alexandria's occupancy rate increased from 71.6% to 76.0%, while the average daily room rate increased from \$129 to \$138 or 7 percent. This trend bodes well for travel and tourism revenue for the City moving forward and suggests that the low room rates characteristic of last year are not a concern at this point in time. Additional economic, revenue, and expenditure charts are also available on the City of Alexandria website at: alexandriava.gov/FinancialReports.

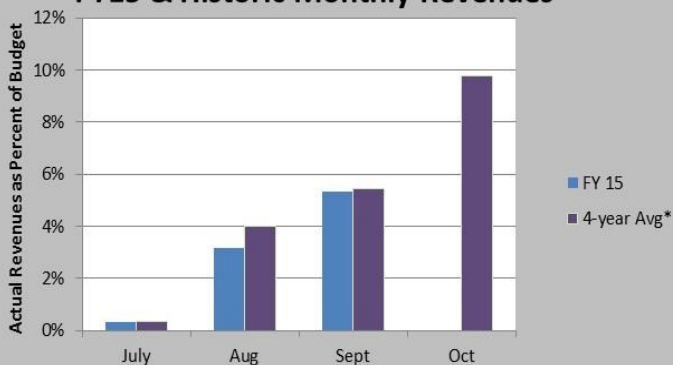
Attached are General Fund revenue and expenditure tables produced by the Finance Department.

REVENUES



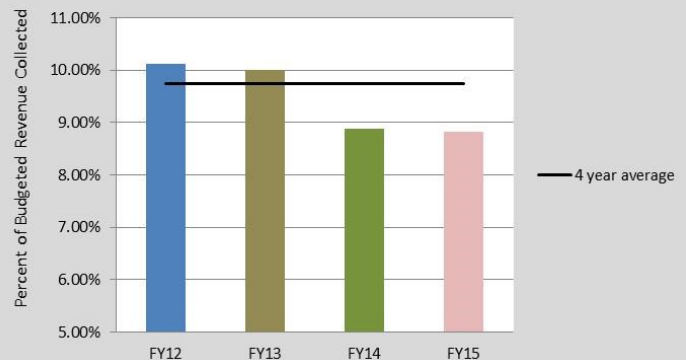
As of September 30, 2014 actual General Fund revenues totaled \$56.1 million, which is 1% less than the four-year average. Through the first quarter of the fiscal year, the City's revenue categories remain fairly flat. In particular, revenue sources that are driven by consumer confidence, such as restaurant meals and admission tax, continue to perform at a lower level compared to the four-year average. Vehicle and Business Personal Property taxes were due in early October. The Monthly Financial Report presented to City Council in December will provide the first insight into property tax collections for FY 2015.

FY15 & Historic Monthly Revenues



* 4-year average data comes from FY 2011-FY 2014 data

September YTD Revenues



* 4-year average data comes from FY 2011-FY 2014 data

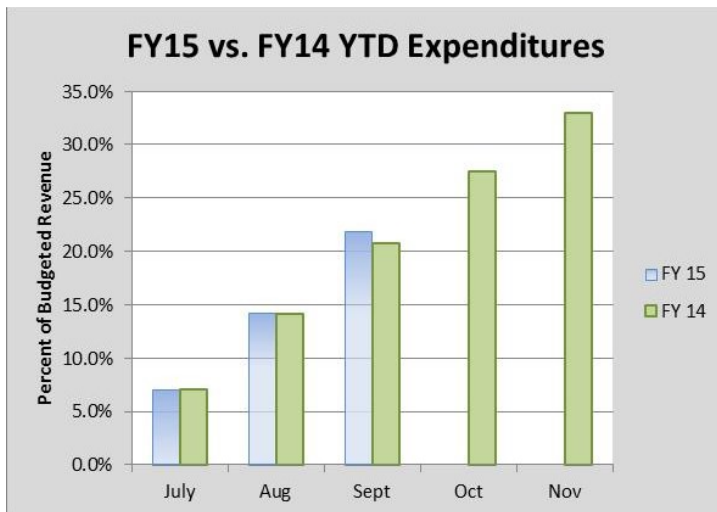
REVENUE VARIANCES IN DETAIL

Variances in FY15 YTD Revenue from the 4-year average	% increase/(decrease) of budgeted revenue collected from 4-yr average	Explanation
Admissions Tax	(6.1%)	Admission taxes have decreased by 6.1% when compared to the four-year average of percent of budgeted revenue collected. This is due to weak movie ticket sales, which is consistent with the national trends. In July 2014 movie ticket sales were down 38% compared to July 2013. In FY 2014, we budgeted \$1.0 million but only received \$0.945 million. Although, we budgeted \$1.0 million again in FY 2015, staff will closely monitor current year revenues and adjust accordingly when building revenue estimates for the FY 2016 budget.
Consumer Utility Taxes	(7.1%)	Consumer utility tax is significantly lower when compared with the four-year average due to the timing of the August payments, which are posted to October. If August payments are reflected in September as they were in the four year average, the consumer utility tax would reflect an increase of 1.2% over the four-year average.

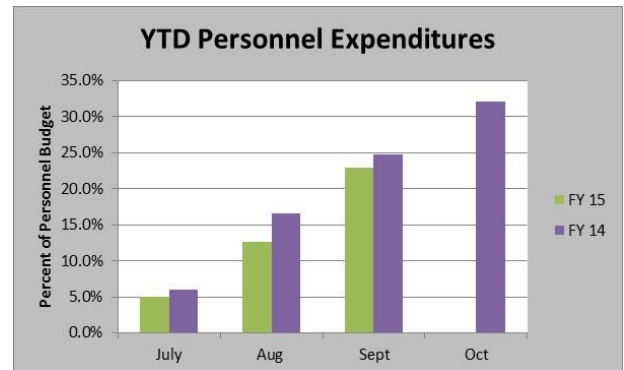
EXPENDITURES



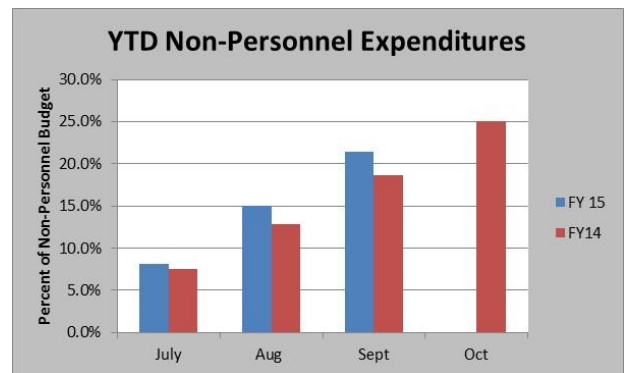
As of September 30, 2014, General Fund expenditures totaled \$139,719,212, or 21.9% of budgeted expenditures. Compared to the historical four-year average for the first quarter of the fiscal year, the City spent only 0.4% more of its budget in FY 2015. The YTD non-personnel graph shows that the City has spent a slightly higher percentage on non-personnel expenditures in the first three months of FY 2015 than it did in the previous year. However, personnel expenditures are below those of last year, as seen by the YTD Personnel expenditure chart. YTD personnel savings total \$3.2 million. The YTD expenditures graph on the left shows that differences in personnel and non-personnel expenditures more or less balance out when looking at total expenditures. Staff have analyzed noticeable variances in expenditures from the four-year average and determined that they are due to timing of payments (and have detailed the most noticeable variance in the table below). Overall, the City's first quarter expenditures continue to track similarly to the past.



Percent of budget expended is in line with spending from last year



Personnel expenditures in the first quarter have been a lower percent of budget than compared to last year



Monthly Non-personnel expenditures continue to be slightly above where they were in the previous fiscal year

EXPENDITURE VARIANCES IN DETAIL

Variances in FY15 YTD Expenditures from the 4-year average	% increase/ (decrease) of budgeted expenditures from 4-yr avg.	Explanation
Health	15.5%	Compared with FY 2014 the Health department has spent 36.15% of their budget, or 2.9% less than in FY 2015. However, the percentage increase of budgeted expenditures from the four year average is showing an increase of 15.5% because in FY 2012 the first quarter invoice submission by the Commonwealth to the City was delayed, thereby causing the percent of the budget expended to be significantly lower than the subsequent years.

ECONOMIC INDICATORS



Transient Lodging Tax Receipts

The City of Alexandria's hotel industry has seen noticeable improvement in the last few months. Looking at the Annual Change in Transient Lodging Tax Receipts chart, the change has continued to improve since April, and as of September was close to 28.4% higher than it was at the same time in the previous year. Both occupancy and daily rates affect these receipts, and both have increased regionally. In Northern Virginia, occupancy rates increased from 0.9% to 38.2% (depending on category of hotel) from September 2013, and the daily rate increased by 10.4%. The national outlook for the hotel industry also looks favorable. According to Smith Travel Research, national occupancy rates in September were up 3.9% to 65.7% occupancy and the average daily rate rose 9.5% compared to September 2013. The trend in these receipts bodes well for travel and tourism revenue for the City moving forward and suggests that the low room rates characteristic of last year are not a concern at this point in time.



Source: Finance Department

Through September 2014

This is only a sampling of a few economic indicators that the City of Alexandria tracks. Some more information and detail on indicators, please visit the financial report website at: <http://www.alexandriava.gov/FinancialReports>

CONTINGENT RESERVES

Council set aside \$7,956 in Contingent Reserves for City-wide street light assessment. As of September 30, 2014, it has not been released.



CITY OF ALEXANDRIA, VIRGINIA
COMPARATIVE STATEMENT OF REVENUES
GENERAL FUND
FOR THE PERIODS ENDING SEPTEMBER 30, 2014

	B	C	D=C/B	E	F=D-E
	FY2015	FY 2015		4 YR AVER %	VARIANCE
	AMENDED	REVENUES	%	OF REVENUES	FY 2015 TO
	BUDGET	THRU 9/30/2014	OF BUDGET	RECEIVED	4 YR AVER
General Property Taxes					
Real Property Taxes.....	\$ 369,652,723	\$ 674,742	0.0%	0.5%	-0.5%
Personal Property Taxes.....	41,286,000	19,989,950	48.4%	52.6%	-4.2%
Penalties and Interest.....	2,145,000	131,496	6.1%	7.6%	-1.5%
Total General Property Taxes	\$ 413,083,723	\$ 20,796,188	5.0%	5.7%	-0.7%
Other Local Taxes					
Local Sales and Use Taxes.....	\$ 26,900,000	\$ 2,137,250	7.9%	8.1%	-0.2%
Consumer Utility Taxes.....	12,200,000	1,051,597	8.6%	15.7%	-7.1%
Communication Sales and Use Taxes.....	11,200,000	903,430	8.1%	8.4%	-0.3%
Business License Taxes.....	33,000,000	204,427	0.6%	1.2%	-0.6%
Transient Lodging Taxes.....	11,300,000	1,836,200	16.2%	15.4%	0.8%
Restaurant Meals Tax.....	17,700,000	2,046,919	11.6%	14.7%	-3.1%
Tobacco Taxes.....	3,060,000	529,770	17.3%	17.1%	0.2%
Motor Vehicle License Tax.....	3,400,000	1,438,013	42.3%	43.2%	-0.9%
Real Estate Recordation.....	5,400,000	1,008,448	18.7%	17.4%	1.3%
Admissions Tax.....	1,000,000	132,563	13.3%	19.4%	-6.1%
Other Local Taxes.....	3,540,000	78,482	2.2%	2.9%	-0.7%
Total Other Local Taxes	\$ 128,700,000	\$ 11,367,099	8.8%	10.1%	-1.3%
Intergovernmental Revenues					
Revenue from the Fed. Government.....	\$ 9,976,119	\$ 1,088,185	10.9%	4.1%	6.8%
Personal Property Tax Relief from the Commonwealth.....	23,578,531	11,789,265	50.0%	50.0%	0.0%
Revenue from the Commonwealth.....	22,803,885	4,670,884	20.5%	22.2%	-1.7%
Total Intergovernmental Revenues	\$ 56,358,535	\$ 17,548,334	31.1%	31.3%	-0.2%
Other Governmental Revenues And					
Transfers In					
Fines and Forfeitures.....	\$ 5,815,000	\$ 1,030,141	17.7%	23.7%	-6.0%
Licenses and Permits.....	2,496,775	683,382	27.4%	30.6%	-3.2%
Charges for City Services.....	18,074,326	3,342,053	18.5%	18.1%	0.4%
Revenue from Use of Money & Prop.....	4,850,000	1,091,841	22.5%	24.9%	-2.4%
Other Revenue.....	1,320,442	296,565	22.5%	43.2%	-20.7%
Transfer from Other Funds.....	3,206,574	-	0.0%	0.0%	0.0%
Total Other Governmental Revenues	\$ 35,763,117	\$ 6,443,982	18.0%	20.2%	-2.2%
TOTAL REVENUE	\$ 633,905,375	\$ 56,155,603	8.9%	9.8%	-0.9%
Appropriated Fund Balance					
General Fund.....	\$ 3,014,527	\$ -	0.0%	0.0%	0.0%
Appropriated refunding bond proceeds	-	-			
Reappropriation of FY 2015	-	-			
Encumbrances And Other	-	-			
Supplemental Appropriations....	-	-			
TOTAL	\$ 636,919,902	\$ 56,155,603	8.8%	9.8%	-1.0%

ATTACHMENT 2



25% of Fiscal Year Completed
24.52% of Payrolls Processed

Online Reference 3

COMPARATIVE STATEMENT OF EXPENDITURES & TRANSFERS BY FUNCTION GENERAL FUND FOR THE PERIODS ENDING SEPTEMBER 30, 2014

FUNCTION	B	C	D=C/B	E	F=D-E
	FY2015 AMENDED BUDGET	FY2015 EXPENDITURES THRU 09/30/2014	% OF BUDGET EXPENDED	4 YR AVER % OF BUDGET EXPENDED	VARIANCE FY 2015 TO 4 YR AVER
Legislative & Executive.....	\$ 8,146,465	\$ 1,833,735	22.5%	23.5%	-1.0%
Judicial Administration.....	\$ 41,870,331	\$ 10,081,110	24.1%	25.3%	-1.2%
Staff Agencies					
Information Technology Services.....	\$ 10,411,287	\$ 2,403,511	23.1%	27.6%	-4.5%
Management & Budget.....	1,259,906	280,572	22.3%	20.5%	1.8%
Finance.....	13,435,340	2,833,018	21.1%	21.0%	0.1%
Human Resources.....	3,873,374	748,847	19.3%	23.6%	-4.3%
Planning & Zoning.....	5,317,991	1,213,105	22.8%	25.3%	-2.5%
Economic Development Activities.....	5,156,855	1,361,092	26.4%	24.7%	1.7%
City Attorney.....	2,750,066	641,757	23.3%	21.4%	1.9%
Registrar.....	1,271,261	252,487	19.9%	26.2%	-6.4%
General Services.....	13,683,472	2,961,334	21.6%	22.1%	-0.5%
Total Staff Agencies	\$ 57,159,552	\$ 12,695,723	22.2%	23.4%	-1.2%
Operating Agencies					
Transportation & Environmental Services.....	\$ 28,054,036	\$ 6,736,216	24.0%	27.4%	-3.4%
Fire.....	43,830,786	10,318,703	23.5%	27.8%	-4.3%
Police.....	55,286,068	14,153,667	25.6%	27.5%	-1.9%
Emergency Communications.....	7,161,972	1,824,927	25.5%	23.3%	2.2%
Code.....	120,000	23,694	19.7%	24.0%	-4.3%
Transit Subsidies.....	7,839,378	1,662,246	21.2%	27.0%	-5.8%
Housing.....	1,808,108	438,281	24.2%	20.7%	3.5%
Community and Human Services.....	13,736,910	3,060,817	22.3%	28.2%	-5.9%
Health.....	7,914,782	3,088,197	39.0%	23.5%	15.5%
Historic Resources.....	2,825,716	731,735	25.9%	25.2%	0.7%
Recreation.....	20,765,170	5,713,272	27.5%	26.6%	0.9%
Total Operating Agencies	\$ 189,342,926	\$ 47,751,755	25.2%	27.2%	-2.0%
Education					
Schools.....	\$ 191,811,472	\$ 27,565,953	14.4%	14.7%	-0.3%
Other Educational Activities.....	11,877	2,969	25.0%	25.0%	0.0%
Total Education	\$ 191,823,349	\$ 27,568,922	14.4%	14.7%	-0.3%
Capital, Debt Service and Miscellaneous					
Debt Service.....	\$ 62,664,899	\$ 20,165,348	32.2%	27.8%	4.4%
Non-Departmental.....	8,340,280	3,876,141	46.5%	37.5%	9.0%
General Cash Capital.....	18,058,794	-	0.0%	100.0%	-100.0%
Contingent Reserves.....	7,956	-	0.0%	0.0%	0.0%
Total Capital, Debt Service and Miscellaneous	\$ 89,071,929	\$ 24,041,489	27.0%	32.9%	-5.9%
TOTAL EXPENDITURES	\$ 577,414,553	\$123,972,734	21.5%	23.1%	-1.6%
Cash Match (Transportation/DCHS/ and Transfers to the Special Revenue /Capital I	\$ 40,731,189	\$ 11,052,940	27.1%	0.1%	27.0%
Transfer to Library.....	6,607,160	1,651,790	25.0%	20.7%	4.3%
Transfer to NVTA.....	12,167,000	3,041,750	25.0%	25.0%	0.0%
TOTAL EXPENDITURES & TRANSFERS	\$ 636,919,902	\$139,719,214	21.9%	21.5%	0.4%
Total Expenditures by Category					
Salaries and Benefits.....	\$ 207,764,510	\$ 47,699,305	23.0%	25.1%	-2.1%
Non Personnel (includes all school funds)	429,155,392	92,019,907	21.4%	19.7%	1.7%
Total Expenditures	\$ 636,919,902	\$139,719,212	21.9%	21.5%	0.4%



Legislation Details (With Text)

File #: 14-3290 **Name:** FY2014 CAFR
Type: **Status:** Agenda Ready
File created: 10/14/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Consideration of the Fiscal Year 2014 Comprehensive Annual Financial Report (CAFR).
Sponsors:
Indexes:
Code sections:
Attachments: [14-3290 Attachment 1 - FY14CAFR \(no opinions\).pdf](#)

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:
Consideration of the Fiscal Year 2014 Comprehensive Annual Financial Report (CAFR).

ISSUE: Council consideration is requested of the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2014.

RECOMMENDATION: That City Council receive the Fiscal Year 2014 Comprehensive Annual Financial Report (Attachment 1).

DISCUSSION: Code of Virginia §15.2-2511 requires all local governments to have their books and records audited by an independent certified public accountant as of June 30 of each year. The Code further requires that the independent certified public accountant present a written report to the local governing body at a public session by the following December 31.

The City's Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014 can be found on the

City's website at alexandriava.gov/financialreports. This report, which follows a format prescribed by the Governmental Accounting Standards Board (GASB), includes a description of the significant financial events of the fiscal year, the City's audited financial statements, and selected financial and demographic information.

The following are highlights of the report:

The City received a positive "clean opinion" from its independent certified public accountant, CliftonLarsonAllen, LLP, of its financial statements for the fiscal year ended June 30, 2014 (CAFR, page 19). The auditors found that the City's financial statements "present fairly" the City's financial position and results of operations and that the City has complied with applicable laws and regulations related to federal grants.

The CAFR includes a Management's Discussion and Analysis section that provides an overview of the City's financial performance (CAFR, page 21).

On this entity-wide basis, the City government has recorded \$459.5 million in net assets (CAFR, Exhibit I, page 34), including the investment in capital assets of \$344.2 million. The City government's net assets increased by \$30.7 million in Fiscal Year FY 2014 (CAFR, Exhibit II, page 35).

General Fund revenues in FY 2014 totaled \$611.4 million (CAFR, Exhibit IV, page 37). Final General Fund expenditures and transfers totaled \$618.4 million, with expenditures totaling \$545.0 million and transfers to other City funds totaling \$73.4 million (CAFR, Exhibit IV, page 37).

Fund Balance, which includes all spendable and nonspendable resources, was \$65.3 million at the end of FY 2014 (CAFR, Exhibit III, page 36). This compares to the Total General Fund Balance of \$69.5 million at the end of FY 2013. While Total Fund Balance decreased, the Unassigned Fund Balance increased by over 21 percent (\$7.1 million) in FY 2014. With a use of Fund Balance in both FY 2013 and FY 2014, the rating agencies will expect the City to add resources to replenish Fund Balance.

The Spendable Fund Balance of \$62.3 million at the conclusion of FY 2014 represents 10.7 percent of General Fund revenues (unassigned fund of balance \$41.0 million plus Commitments of \$12.7 and Assignments of \$8.5 million (page 55)). Spendable Fund Balance is the portion of accumulated total of all prior years' actual General Fund revenues in excess of expenditures that is available for appropriation by City Council. For FY 2014, this percentage is consistent with the financial guideline of 10.0 percent.

The Unassigned General Fund Balance of \$40.0 million at the conclusion of FY 2014 (CAFR, page 9) represents 6.71 percent of General Fund revenues. Unassigned General Fund Balance is the accumulated total of all prior years' actual General Fund revenues in excess of expenditures, less nonspendable balances (such as inventory), and amounts committed or assigned for specific uses (such as operating and capital budgets, self-insurance, other post-employment benefits, ongoing projects, and extraordinary events such as natural disasters or other emergencies). In order to maintain a total fund balance of more than ten percent of revenues, this percentage is higher than the percentage at the end of FY 2013 and exceeds the City's financial policy target of 5.5 percent (and above the floor of 4.0 percent).

Separate financial information for the Potomac Yard Metrorail Station Fund and the Northern Virginia Transportation Authority Fund (NVTAF) are provided. The Potomac Yard Fund ended FY 2014 with a \$4.8 million fund balance (CAFR, page 128), while the NVTAF Fund had a fund balance of \$7.2 million. The balances in these funds will be used for Potomac Yard Metrorail and other transportation projects.

The City continues to comply with all debt and fund balance-related financial targets and limits (CAFR, page

10).

Federal grant expenditures of \$44.5 million included \$6.7 million in ARRA stimulus expenditures. The expenditures are subject to very stringent audit and accounting requirements.

The CAFR cover continues a City practice of showcasing capital projects completed in the fiscal year of the CAFR. This year the project featured is the new Potomac Yard Park, which was dedicated in December 2013. The Potomac Yard Park represents a successful public/private partnership, with funding for the land and park construction coming entirely from development proffers and subsequently conveyed to the City. This linear park added 21 acres to the City's portfolio of open space.

Staff is confident that the City's FY 2014 CAFR will be awarded the Government Finance Officers Association's Certificate of Achievement for Excellence in Financial Reporting. The City has received this award for each of the last 36 consecutive years.

Looking to Future CAFR Reporting: GASB has established new reporting requirements for retirement benefits. Prior standards did not require employers to report the overfunded or underfunded status of their retirement benefits. Previously, liabilities were based on annual required contributions, whereas the new standards call for full disclosure of the funded status of fair market value of the funds' assets and liabilities. Furthermore, governments are now required to comply with specified actuarial cost methods. For FY 2014, the requirements for the City are to provide additional footnotes and disclosures to communicate this additional information. Looking forward to FY 2015, there will be additional GASB reporting requirements for governmental pensions on top of this year's changes.

FISCAL IMPACT: None.

ATTACHMENTS:

Attachment 1: FY 2014 Comprehensive Annual Financial Report (CAFR)

STAFF:

Laura Triggs, Deputy City Manager

Kendel Taylor, Acting Director, Finance Department

Michael Stewart, Acting Deputy Director, Finance Department

Berenice Harris, Acting Accounting Division Chief, Finance Department

Carmen Fraser, Acting Supervisor of Financial Reporting, Finance Department

City of **Alexandria** Virginia



Comprehensive Annual Financial Report



—Fiscal Year Ended June 30, 2014—

POTOMAC YARD PARK

On December 14, 2013, the Alexandria City Council dedicated the first phase of this regional park, located at 2501 Potomac Ave. in Potomac Yard.

The park was designed and constructed through a public-private partnership with Pulte Homes. It features ADA accessible picnic tables and pathways, special events area with outdoor stage, athletic fields, basketball courts, tennis courts, volleyball courts, picnic area, interactive fountain, ADA playground, Stormwater management ponds, walking/bicycle trails, passive seating areas and historical interpretation.

**CITY OF ALEXANDRIA, VIRGINIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR
JULY 1, 2013 TO JUNE 30, 2014**



Alexandria City Council
William D. Euille, *Mayor*
Allison Silberberg *Vice-Mayor*
John T. Chapman
Timothy B. Lovain
Redella S. Pepper
Paul C. Smedberg
Justin M. Wilson

City ManagerRashad M. Young
Acting Director of Finance..... Kendel Taylor
Acting Deputy Director of Finance..... Michael Stewart
Real Estate Assessor..... William B. Page
City Attorney..... James L. Banks
City Clerk and Clerk of Council Jacqueline Henderson
Independent Auditors CliftonLarsonAllen, LLP

Prepared by the Department of Finance
Berenice Harris, CPA Acting Comptroller

alexandriava.gov

CITY OF ALEXANDRIA, VIRGINIA
Comprehensive Annual Financial Report
For Fiscal Year Ended June 30, 2014

The preparation of this report has been accomplished by the efficient and dedicated services of the staff of the Department of Finance – Accounting Division.

Raymond J. Welch, Jr. – Comptroller (Retired)

Carmen Fraser, CPA – Acting Financial Reporting Supervisor

Tewodros Tessema, CPA, Paul Sood, Giovana Jenkins, Brigitte Perrussot – Accountants

The entire staff of the Accounting Division

We would also like to acknowledge the contribution of the following people who provided assistance in the publication of this document

Bryan Capelli, CPA – Retirement Specialist

Nathan Carrick – Public Information Specialist

General Services Division Mail Room Staff

Office of Communications Electronic Publishing Staff

**CITY OF ALEXANDRIA, VIRGINIA
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2014**

Attachment 1

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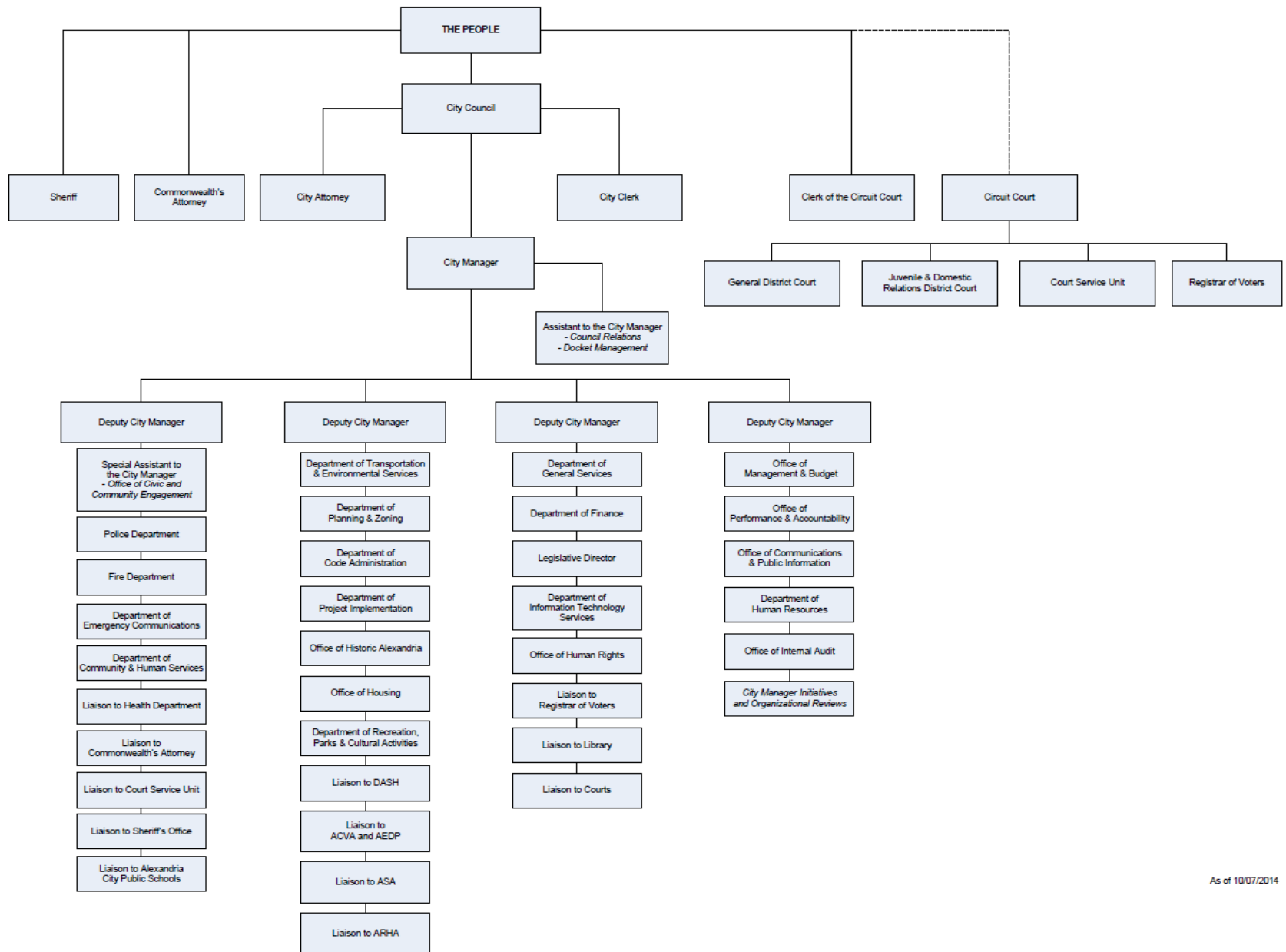
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INTRODUCTORY SECTION

ALEXANDRIA CITY GOVERNMENT ORGANIZATIONAL CHART

Attachment 1





November 5, 2014

To the Honorable Mayor and Members of City Council,
the Residents and Businesses of the City of Alexandria:

We are pleased to present the City of Alexandria's (the City) **Comprehensive Annual Financial Report** (the CAFR) for the fiscal year ended June 30, 2014. The report is designed to present fairly the financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City in all material respects and to demonstrate compliance with applicable finance-related legal and contractual provisions. The report adheres to the principle of full disclosure so that the reader may gain the maximum understanding of the City's financial affairs.

The Finance Department has prepared this report in accordance with the following standards:

- Accounting principles generally accepted in the United States, which are uniform minimum standards and guidelines for financial accounting and reporting in the United States;
- Governmental accounting and financial reporting statements, interpretations and technical bulletins issued by the Governmental Accounting Standards Board (GASB); and
- Uniform financial reporting standards for counties, cities and towns issued by the Commonwealth of Virginia's Auditor of Public Accounts (APA).

The responsibility for the accuracy, completeness and fairness of the data presented in the report, including all disclosures, rests with the City.

THE CITY

Alexandria, Virginia, which is located on the west bank of the Potomac River across from Washington, D.C., is an integral part of the Washington metropolitan area, serving as a financial, commercial, and transportation center. Alexandria is also one of America's most historic cities. George Washington and George Mason served as two of the City's first Trustees (the forerunner of the Alexandria City Council).

Alexandria is an independent full-service city with sole local government taxing power within its boundaries. The City is autonomous from any county, town or other political subdivision of the Commonwealth of Virginia. Alexandria, which was founded in 1749, derives its governing authority from a charter granted by the General Assembly of the Commonwealth of Virginia.

The City adopted the Council-Manager form of government in 1922. The governing body of the City is the City Council, which formulates policies for the administration of the City. The City Council is composed of a Mayor and six Council Members elected at-large for three-year terms. The Mayor is elected on a separate ballot. City Council appoints the City Manager who serves as the City's chief executive officer and is responsible for implementing the policies established by City Council. The City Charter was first granted in 1852.

The City provides a comprehensive range of municipal services including education, health, welfare, housing and human services programs, public safety and administration of justice, community development, recreation, library, cultural and historic activities, transportation, environmental services, and planning.

FINANCIAL REPORTING ENTITY

This report includes the financial activities of the City of Alexandria government (the primary government), as well as the financial activities of the City's component units. Component units are legally separate entities for which the primary government is financially accountable. Discretely presented component units are reported in a separate column in the financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial position, results of operations, and cash flows from those of the primary government. The School Board, the Library System, and the Alexandria Transit Company are reported as discretely presented component units. This report does not include the financial activities of the City's Deferred Compensation Plan, Alexandria Industrial Development Authority, Alexandria Redevelopment and Housing Authority, Alexandria Economic Development Partnership, Inc., Alexandria Renew Enterprises (formerly the Alexandria Sanitation Authority), or Sheltered Homes of Alexandria because the City Council is not financially accountable for these entities, and therefore, these entities are not component units.

LOCAL ECONOMY

While the City's economy was somewhat stable, the City did feel the impact of major changes in federal government spending. In part this is due to Alexandria's geographical location as an inner suburb to Washington DC. It is also due to a mix of higher paying jobs in Alexandria. Approximately 20% of Alexandria's jobs are in the professional and technical services fields, and 17% are in public administration, both of which tend to pay well and help to offset challenges in federal spending. Because the City's federal employment is not as dependent on federal appropriations, the number of employees in public administration remained stable as the U.S. Patent and Trademark Office (PTO), continues to need employees to assess and review increasingly complex patent applications. The National Science Foundation recently decided to relocate to Alexandria, and it is expected to add approximately 3,100 high level jobs to the City, as well as 60,000 visitors annually to the foundation over the next several years.

One measure of the local economy is how economically sensitive City revenues fared. During FY 2014, the City showed some improvement in many of these areas. Despite an increase in hotel occupancy in the spring of 2014, overall FY 2014 collections from the transient lodging tax decreased by 2.0 percent and the meals tax remained flat compared to FY 2013. Helping to counter those trends, revenues from Sales tax were up 8.0 percent when measured against FY 2013 and personal property tax revenues on vehicles showed a 10.5 percent increase over FY 2013.

Real estate assessments, which generate over half of the City's General Fund revenues, continue to show similar signs of improvement as neighboring Northern Virginia markets. Residential assessments increased by 4.8 percent and the CY 2014 total assessments increased by 3.6 percent compared to 2013, while locally assessed commercial assessments increased by 2.1 percent. However, the office vacancy rate of 17.1 percent in the 2nd quarter of 2014 is 1.8 percent higher than one year earlier, and approximately 1.6 percent higher than the average for Northern Virginia. The City's unemployment rate of 4.0 percent in June 2014 is down slightly from a year earlier, and still well below the national unemployment rate of 6.1 percent.

MAJOR INITIATIVES

Strong fiscal management remains a hallmark of Alexandria's City government and has enabled the City to respond to revenue declines, address priority needs, including public safety, public education, and modernization of heavily used recreation and library facilities. Alexandria is among a select group of cities in the United States to hold the top AAA/Aaa bond ratings from two of Wall Street's major credit rating agencies (Standard & Poor's and Moody's Investors Service).

During the past fiscal year, the City made progress or contributions in a number of important areas, including using City funds to begin construction on a new fire station to better serve an area of Alexandria with a growing population and with strong development pressures.

FINANCIAL CONDITION

The City government continues to be in very sound financial condition as demonstrated by the financial statements and schedules included in this report. Within the context of a fiscally prudent budget and careful management, the City has continued to provide a wide range of services, has achieved many of its program goals, and enhanced the quality of life in the City. The City's cash and investment position was strong throughout a very difficult fiscal year.

The relatively slow recovery from the national economic recession continued to exert pressure on maintaining services at existing levels. Keeping existing programs funded and salaries of public employees competitive, and addressing the expanding program needs of the community have required careful budgeting. The City Council has adopted a Strategic Plan to ensure that City resources remain focused on City priorities. The seven goals of the Strategic Plan are:

1. Alexandria has quality development and redevelopment support for local businesses and a strong, diverse and growing local economy.
2. Alexandria respects, protects and enhances the health of its citizens and the quality of its natural environment.
3. A multimodal transportation network that supports sustainable land use and provides internal mobility and regional connectivity for Alexandrians.
4. Alexandria is a community that supports and enhances the well-being, success and achievement of children, youth and families.
5. Alexandria is financially sustainable, efficient; community oriented and values its employees.
6. The City protects the safety and security of its residents, businesses, employees and visitors.
7. Alexandria is a caring and inclusive community that values its rich diversity, history and culture.

Capital investment and the resulting debt service costs are planned to increase in the Approved FY 2015-2024 Capital Improvement Budget. The need for increased operating and capital support to fund the Jefferson Houston and Patrick Henry Schools, transportation and Stormwater needs are the City's major near term capital challenges. During fiscal year FY 2015, revenues are budgeted to grow by about 6.8 percent over FY 2014, reflecting a higher real estate tax base, a modest real estate tax increase and additional user fees. While the City believes, in general, that the overall state of most of its infrastructure of streets, bridges, and many public facilities is good, it plans on an increased capital improvement program aimed at maintaining and improving the City's infrastructure. The type of development in the City will also influence future expenditure and revenue levels.

Over the last five years, the City has been able to maintain its fiscal strength as the result of the City Council's adoption of, and subsequent adherence to, the series of financial policies listed on pages 9 and 10. These policies are aimed at (1) limiting debt and annual debt service requirements and (2) maintaining an appropriate General Fund balance so as to retain the City's AAA/Aaa bond ratings and to keep the City on firm financial footing. When City Council initially adopted the financial policies in 1987, the City's general obligation debt as a percentage of the real estate tax base was 1.4 percent. Because of the City use of "pay-as-you-go" financing for many capital projects, the City has maintained superior debt ratios since their implementation in 1987. At the end of FY 2014, the City's debt to tax base ratio was just 1.50 percent with that projected to remain at 1.5 percent in FY 2015 (excluding self-supported sewer project related debt). The City's financial policies encourage the use of surplus General Fund revenues and resources derived from spending less than the full budget to fund capital projects.

Additional information on the City's financial status can be found in the Management's Discussion and Analysis section of this report.

GENERAL GOVERNMENT FUNCTIONS

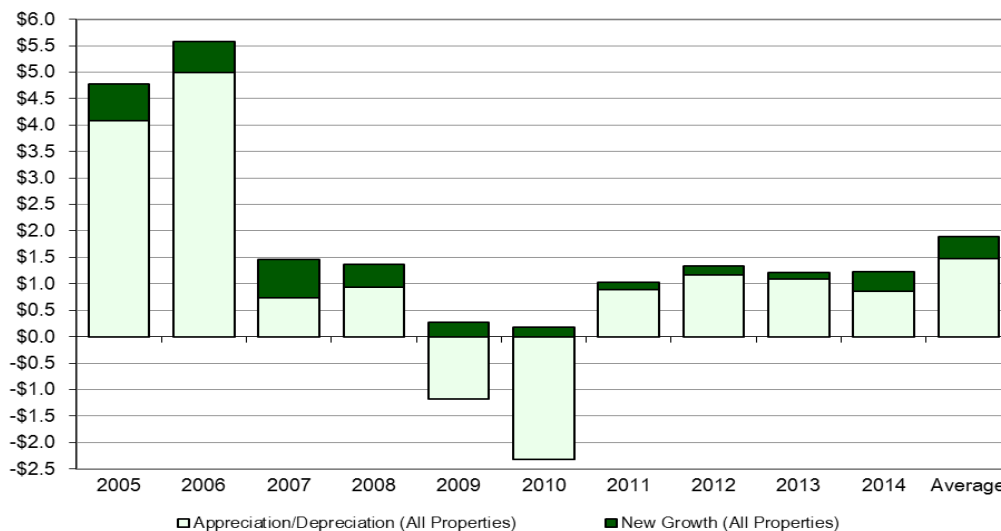
The following table shows that the overall real property assessed value has increased by over \$7.9 billion since 2005. This includes a 1.8 percent increase from calendar year 2013 to 2014. Real property taxes, which are based on assessments as of January 1 of each year, are due in two payments. The first half of the real estate tax is due on June 15 and the second half of the tax is due on November 15.

CHANGE IN ASSESSED VALUE OF REAL PROPERTY
(Amounts in thousands of dollars)

<u>Year</u>	<u>Residential</u> <u>Assessed</u> <u>Value</u>	<u>Residential</u> <u>%</u> <u>Increase</u> <u>(Decrease)</u>	<u>Commercial</u> ¹ <u>Assessed</u> <u>Value</u>	<u>Commercial</u> <u>% Increase</u> <u>(Decrease)</u>	<u>Total</u> <u>Assessed</u> <u>Value</u>	<u>Total %</u> <u>Increase</u> <u>(Decrease)</u>
2005	\$16,272,324	22.9	\$11,087,327	28.3	\$27,359,651	25
2006	20,331,756	24.9	12,574,963	13.4	32,906,719	20.3
2007	20,205,364	(0.6)	14,037,667	11.6	34,243,031	4.1
2008	20,139,614	(0.3)	14,963,203	6.6	35,102,817	2.5
2009	19,152,518	(4.9)	14,811,680	(1.0)	33,964,198	(3.2)
2010	18,203,922	(5.0)	13,615,344	(8.1)	31,819,266	(6.3)
2011	18,430,732	1.2	14,201,220	4.3	32,631,952	2.6
2012	18,715,708	1.5	15,066,990	6.1	33,782,698	3.5
2013	19,384,653	3.6	14,706,140	3.3	34,725,071	2.8
2014	20,314,910	4.8	15,020,272	2.1	35,335,182	1.8

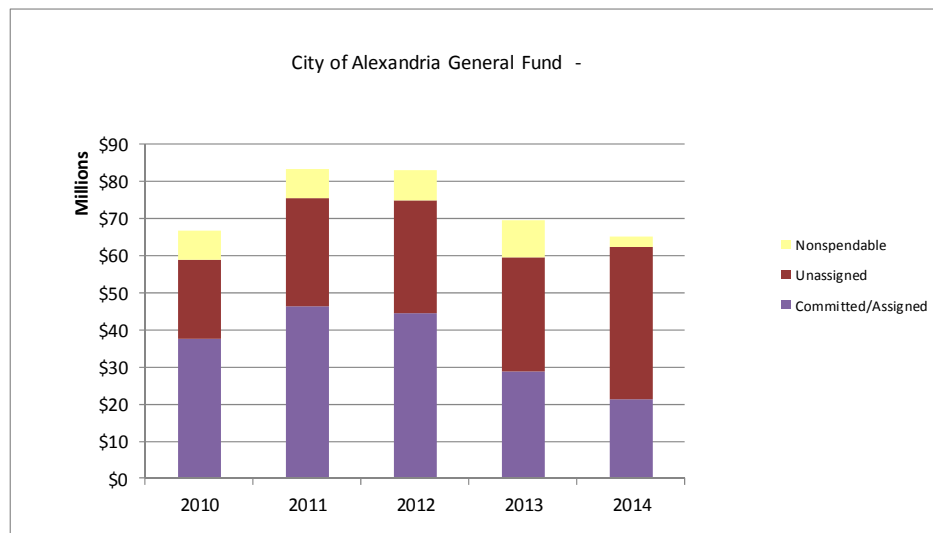
1. Includes apartment buildings.

Change in Total Tax Base
Tax Year 2005-2014



This chart displays the increases and decreases in assessed values for the last ten years as appreciation and depreciation of existing properties and new properties. (Each of the bars in the chart is comprised of single year snapshot and is not cumulative.)

The Fund balance financial policies for the General Fund are one component of the City's overall financial strength and stability. At the end of FY 2014, the City's General Fund fund balance was \$65.3 million and include a non-spendable fund balance of \$3.0 million, a number of commitments totaling \$12.7 million, and an assigned total of \$9.5 million, including \$4.4 million assigned for future capital funding, leaving a remaining unassigned fund balance of \$40.0 million. At the end of FY 2014 the City's ending General Fund fund balance condition was consistent with the City's established financial policies.



CAPITAL FINANCING AND DEBT MANAGEMENT

In conjunction with the annual operating budget preparation, the City Manager annually prepares a ten-year Capital Improvement Plan to provide for the financing of improvements to the City's public facilities. The first year of the program constitutes the capital budget for the current fiscal year; the remaining nine years serve as a planning guide. The City accounts for capital improvement expenditures in the Capital Projects Fund and finances the projects from the General Fund (including appropriations of Committed Fund Balance), general obligation debt, the sale of surplus property, and intergovernmental grant revenues. The City's Capital Improvement Plan for FY 2015 through FY 2024 represents \$1.132 billion of City-funded public improvements to the City's schools, public buildings, parks, and transportation systems. In addition, state and federal grants and other non-City sources will provide \$326.8 million in additional planned capital funding for the FY 2015-FY 2024 time frame.

To continue a strategy of improving and then maintaining the City's creditworthiness, the City Council established the following key target and ceiling ratios as of June 30 of each year:

	<u>Ceiling</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>Target</u>
Debt as a Percentage of Fair Market Value	1.6%	0.88%	0.90%	0.85%	0.73%	1.12%	1.15%	1.27%	1.36%	1.46%	1.50%	1.1%
Debt Per Capita as a Percentage of Per Capita Income ¹	4.5%	3.1%	3.4%	2.9%	2.6%	3.7%	3.4%	3.8%	4.0%	4.3%	4.5%	3.2%
Debt Service as a Percentage of General Governmental Expenditures ²	10.0%	4.2%	4.3%	4.5%	4.4%	4.4%	4.9%	5.3%	5.9%	6.5%	7.0%	8.0%
General Fund Balance as a Percentage of General Fund Revenue:												
Unreserved Spendable	10% (floor)	13.3%	13.2%	13.4%	12.0%	9.3%	11.1%	- 13.7%	- 13.2%	- 10.1%	- 10.2%	N/A
Undesignated Unassigned ³	4% (floor)	5.9%	5.6%	5.2%	5.2%	4.7%	5.3%	- 5.3%	- 5.3%	- 5.6%	- 6.5%	5.5%
Net Position as a Percentage of General Revenue	4% (floor)	14.5%	17.7%	19.0%	19.0%	9.4%	11.8%	11.7%	14.2%	17.9%	20.2%	5.5%

¹ Per capita information from the U.S. Bureau of Economic Analysis, as revised

² Data includes School Board and Library component units.

³ The City updated these policies in FY 2011 to reflect new terminology per GASB 54.

The adopted financial policies include the following:

- The City will increase its reliance on current revenue to finance its capital improvements.
- The City will consider a designation for pay-as-you-go capital a priority when additional General Fund resources become available at the end of a fiscal year.
- The City will not use General Fund equity to finance current operations for periods of longer than two years.
- The City will annually prepare a ten-year Capital Improvement Plan.
- The City will not issue tax or revenue anticipation notes to fund governmental operations.
- The City will not issue bond anticipation notes for a term of longer than two years.

The City's General Obligation Bonds have the top available ratings which were reaffirmed in July 2014 as follows:

Moody's Investors Service
Aaa

Standard & Poor's
AAA

BUDGETARY ACCOUNTING AND INTERNAL CONTROLS

The City Charter requires the City Manager to submit a balanced budget to City Council no later than the first regular meeting in April of each year. The School Board prepares the Schools' budget and transmits it to the City Manager. The City Manager then submits his recommendation to City Council for consideration. If Council does not adopt a budget before June 27, the budget submitted by the City Manager for the upcoming fiscal year has full force and effect as if Council had adopted it.

As a management tool, budgetary control is maintained in the General Fund at the character level (i.e., personnel, non-personnel, capital outlays) and by the encumbrance of estimated purchase amounts before the release of purchase orders to vendors. Management can transfer appropriations at the department appropriation level without approval from City Council. The City follows a similar procedure with the Special Revenue Fund, but the level of control is at the grant or program level. In the Capital Projects Fund, the level of control is at the project level. With the Schools' budget, the level of control is at the total appropriation level.

City management is responsible for establishing and maintaining internal controls designed to ensure that the assets of the City are protected from loss, theft or misuse. Internal controls are intended to provide reasonable, but not absolute, assurance that these objectives are met. In addition to the examination of controls implemented by members of the Finance Department, the City's Internal Audit staff continually reviews and assesses the soundness and adequacy of the City's financial systems.

REPORT FORMAT

The City's Finance Department has prepared this Comprehensive Annual Financial Report in an effort to present all the information necessary to meet the needs of the many persons and groups that have an interest in the City's financial affairs. The objective of this report is to present financial information on a comparative basis with other governmental entities in Virginia and in accordance with established reporting standards. We believe the data is accurate in all material respects and is reported in a manner designed to present fairly the City's financial position and results of operations.

INDEPENDENT AUDIT

Section 5.18 of the City Charter requires an annual audit of the accounting and financial records of the City by independent certified public accountants. This section requires the auditors to examine the funds of the City in accordance with auditing standards generally accepted in the United States of America and the standards set forth in the Government Accountability Office's *Government Auditing Standards*. In addition, the auditors must conduct the compliance examinations required by the Single Audit Act Amendments of 1996, the related U.S. Office of Management and Budget's Circular A-133, and the *Specifications for Audit of Counties, Cities and Towns* issued by the Auditor of Public Accounts of the Commonwealth of Virginia.

The Alexandria City Council has selected the firm of CliftonLarsonAllen LLP to perform these audit services. Their reports are presented in the Financial Section and the Single Audit Section of this report.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the City of Alexandria a Certificate of Achievement for Excellence in Financial Reporting for the City's Comprehensive Annual Financial Report (CAFR) for the 36th consecutive year in 2013. The GFOA awards a Certificate to governmental units that exemplify excellence in financial reporting and conform to stringent reporting requirements promulgated by that Association and various authoritative bodies.

To earn a Certificate of Achievement, a CAFR must tell its financial story clearly, thoroughly, and understandably. The report must be efficiently organized, employ certain standardized terminology and formatting conventions, minimize ambiguities and potentials for misleading inference, enhance understanding of current generally accepted accounting theory, and demonstrate a constructive "spirit of full disclosure."

A Certificate is valid for a period of one year only. The City believes our current report continues to conform to the Certificate of Achievement Program requirements and standards. We are submitting it to GFOA to determine its eligibility for another certificate for FY 2014.

REPORTING REQUIREMENTS

As required by the U.S. Securities and Exchange Commission Rule 15c2-12, the City has agreed for the benefit of the owners of City general obligation bonds and joint enterprise waste-to-energy-revenue bonds, to provide each nationally recognized municipal securities information repository and to any appropriate state information depository, if any is hereafter created, certain financial information not later than 270 days after the end of each of its fiscal years, commencing with the fiscal year ended June 30, 1996. The City is currently in compliance with the new arrangement to file this information through the Electronic Municipal Market Access (EMMA) website which is the comprehensive source for official statements, continuing disclosure documents, advance refunding documents and real time trade price information on all municipal securities. This CAFR provides the 15c2-12 general bond obligation bond information, which includes the “Debt Statement” found in Note 9 of Notes to the Financial Statements, a “Five Year Summary of General Fund Revenues and Expenditures” found in Table XXII, a summary of debt found in Table XXIII (Summary of Total General Obligation Bonds Debt Service), and “Tax Revenues by Source” found in Table III.

ACKNOWLEDGMENTS

We would like to express our appreciation to everyone in the City who assisted with and contributed to the preparation of this report. Special recognition is extended to the Accounting Division for their dedicated pursuit of excellence and leadership in financial reporting.

Respectfully submitted,

Kendel Taylor
Acting Director of Finance

Berenice Harris, CPA
Acting Comptroller



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Alexandria
Virginia**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

A handwritten signature in black ink, reading "Jeffrey R. Egan". The signature is fluid and cursive.

Executive Director/CEO



FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT



The signed Independent Auditors' Report is in process and will be included in the final document available on the website.

MANAGEMENT'S DISCUSSION AND ANALYSIS



MANAGEMENT'S DISCUSSION AND ANALYSIS

The following discussion and analysis of the City of Alexandria's financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2014. Please read it in conjunction with the transmittal letter at the front of this report and the City's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS FOR FY 2014

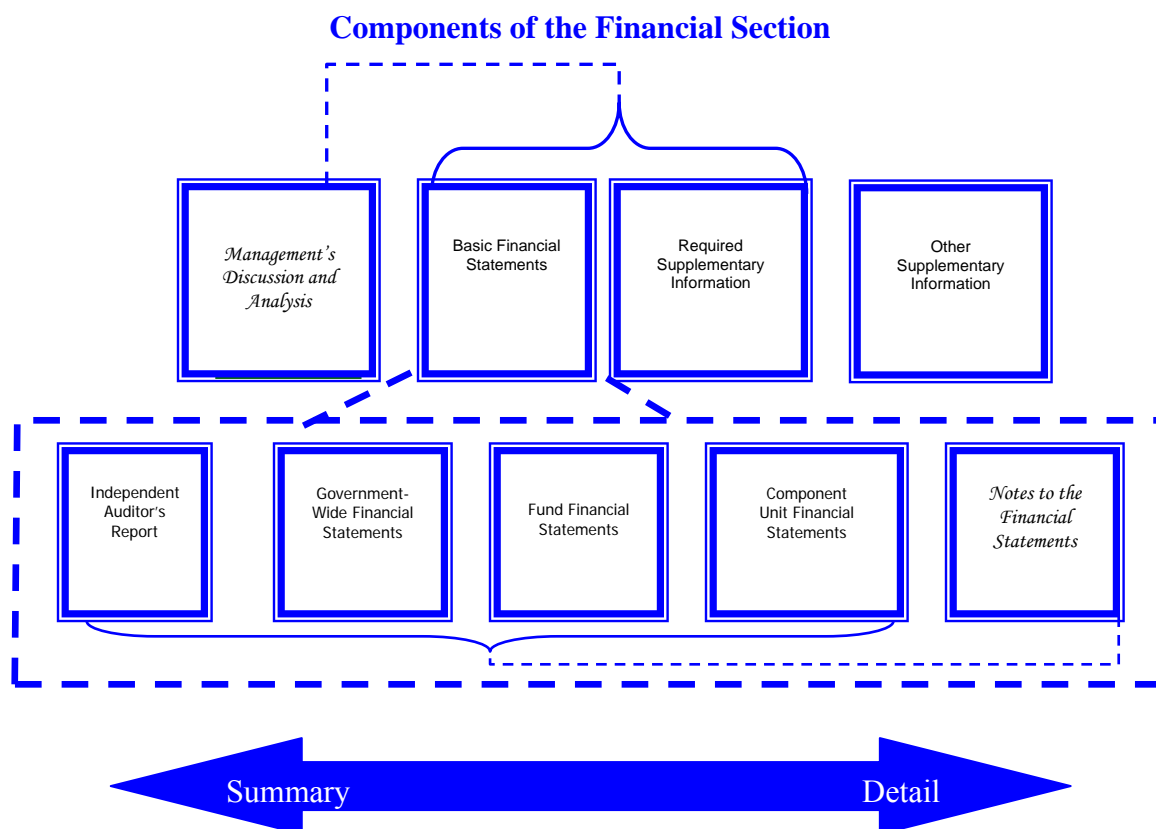
The City's total Net Position, excluding component units, on the government-wide basis, totaled \$462.1 million at June 30, 2014. Of this amount, \$118.2 million is unrestricted (Exhibit I).

On a government-wide basis for governmental activities, the City's general revenues of \$578.2 million were \$33.3 million more than the \$544.6 million of expenses net of program revenue (Exhibit II).

The General Fund, on a current financial resource basis, reported expenditures and other financing uses in excess of revenues and other financing sources by \$3.9 million (Exhibit IV) after making a budgeted \$24.8 million transfer to the capital projects fund and a \$49.9 million transfer to the special revenue fund.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL FINANCIAL REPORT

This Comprehensive Annual Financial Report consists of four sections: introductory, financial, statistical, and single audit. As the following chart shows, the financial section of this report has four components - *management's discussion and analysis* (this section), the *basic financial statements*, the *required supplementary information* and the *other supplementary information*.



GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The government-wide financial statements provide both long-term and short-term information about the City's overall financial position. The Statement of Net Position and the Statement of Activities, which are the government-wide statements, report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's Net Position and changes in those assets. The City's Net position - the difference between assets and liabilities - is one way to measure the City's financial health, or financial position. Over time, increases or decreases in the City's Net position are one indicator of whether its financial health is improving or deteriorating. Other nonfinancial factors need to be considered, however, such as changes in the City's property tax base and the condition of the City's infrastructure, to assess the overall health of the City.

The Statement of Net Position and the Statement of Activities include the following:

Governmental activities - Most of the City's basic services are reported here: Police, Fire, Transportation and Environmental Services, Recreation, Parks and Cultural Activities Departments, and general administration. Property taxes, other local taxes, and state and federal grants finance most of these activities.

Component units - The City includes three separate legal entities in its report - the City of Alexandria School Board, the Alexandria Library, and the Alexandria Transit Company. Although legally separate, these "component units" are included because the City is financially accountable for them, and provides operating and capital funding to them. The Alexandria Transit Company component unit is also a proprietary fund.

FUND FINANCIAL STATEMENTS

The fund financial statements provide additional information about the City's most significant funds - not the City as a whole. The fund financial statements focus on the individual parts of the City government.

The City has three kinds of funds:

Governmental funds - Most of the City's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided at the bottom of the governmental funds statements that explains the relationship (or differences) between them.

Proprietary funds - Services for which the City charges customers or City users a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long- and short-term financial information.

The City uses an internal service fund (one kind of proprietary fund) to report activities that provide supplies and services for the City's other programs and activities. The Equipment Replacement Reserve Fund is the City's only internal service fund. Its primary purpose is to provide for the accumulation of money to replace capital equipment used in City operations. The Transit Company component unit is considered an enterprise fund since fees are charged to fund the operations.

Fiduciary funds - The City is the trustee, or fiduciary, for its employees' pension plans and employee benefit trusts. It is also responsible for other assets (known as agency funds) that - because of a trust arrangement - can be used only for the trust beneficiaries. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the City's fiduciary activities are reported in a separate statement of fiduciary Net position and a statement of changes in fiduciary Net position. Agency funds are City custodial funds used to provide accountability of client monies for which the City is custodian. The City excludes pension plans and agency funds from the City's government-wide financial statements because the City cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Statement of Net Position:

The following table presents the condensed Statement of Net Position:

Table 1
Summary of Net Position
As of June 30, 2014 and 2013
(In millions)

	Primary Government Governmental Activities		Component Units	
	2014	2013	2014	2013
Current and other assets	\$ 637	\$ 597	\$ 79	\$ 80
Capital assets	<u>775</u>	<u>735</u>	<u>23</u>	<u>26</u>
Total Assets	<u>\$ 1,412</u>	<u>\$ 1,332</u>	<u>\$ 102</u>	<u>\$ 106</u>
Other Liabilities	\$ 55	\$ 52	\$ 36	\$ 49
Long-term liabilities	654	611	9	7
Deferred Inflows	<u>240</u>	<u>240</u>	<u>-</u>	<u>-</u>
Total Liabilities and Deferred Inflows of Resources	<u>\$ 949</u>	<u>\$ 903</u>	<u>\$ 45</u>	<u>\$ 56</u>
Net Position:				
Invested in Capital assets, net of related debt	\$ 344	\$ 330	\$ 23	\$ 26
Restricted	-	-	18	3
Unrestricted	<u>118</u>	<u>99</u>	<u>16</u>	<u>21</u>
	<u>\$ 462</u>	<u>\$ 429</u>	<u>\$ 57</u>	<u>\$ 50</u>

Amounts may not add due to rounding

The City's Net Position, (which is the City's bottom line) increased seven percent, or \$33 million, to \$462 million. The increase is primarily attributable to new schools projects and transit initiatives. The Component Units Net Position increased by \$7 million. The City's capital assets increased \$40 million mainly due to the construction of the new Jefferson Houston School and the US1 Transitway at Potomac Yard during the year. Long-term liabilities increased by \$43 million with the issuance of general obligation bonds.

Statement of Activities

The following chart shows the revenue and expenses of the governmental activities:

Table 2
Changes in Net Position
For the Fiscal Years Ended June 30, 2014 and 2013
(In millions)
Total

	Primary Government		Component	
	Governmental		Units	
	Activities			
	2014	2013	2014	2013
Revenues				
Program revenues:				
Charges for services	\$ 62	\$ 64	\$ 7	\$ 7
Operating grants and contributions	79	75	16	20
Capital grant/contributions	15	18	-	-
General revenues:				
Property taxes	407	393	-	-
Other taxes	127	125	-	-
Other	43	39	36	33
Payment to/from City	-	-	203	209
Total Revenues	<u>\$ 733</u>	<u>\$ 714</u>	<u>\$ 262</u>	<u>\$ 269</u>
Expenses				
General Government	\$ 71	\$ 75	-	-
Judicial Administration	20	21	-	-
Public Safety	141	132	-	-
Public Works	68	53	-	-
Library	6	6	7	7
Health and Welfare	94	92	-	-
Transit	11	18	17	16
Culture and Recreation	30	29	-	-
Community Development	46	40	-	-
Education	189	195	231	239
Interest on Long-term Debt	24	22	-	-
Total Expenses	<u>\$ 700</u>	<u>\$ 683</u>	<u>\$ 255</u>	<u>\$ 262</u>
Change in Net Position	<u>\$ 33</u>	<u>\$ 31</u>	<u>\$ 7</u>	<u>\$ 7</u>
Net Position beginning of Year	<u>\$ 429</u>	<u>\$ 398</u>	<u>\$ 50</u>	<u>\$ 43</u>
Net Position end of Year	<u>\$ 462</u>	<u>\$ 429</u>	<u>\$ 57</u>	<u>\$ 50</u>

Amounts may not add due to rounding

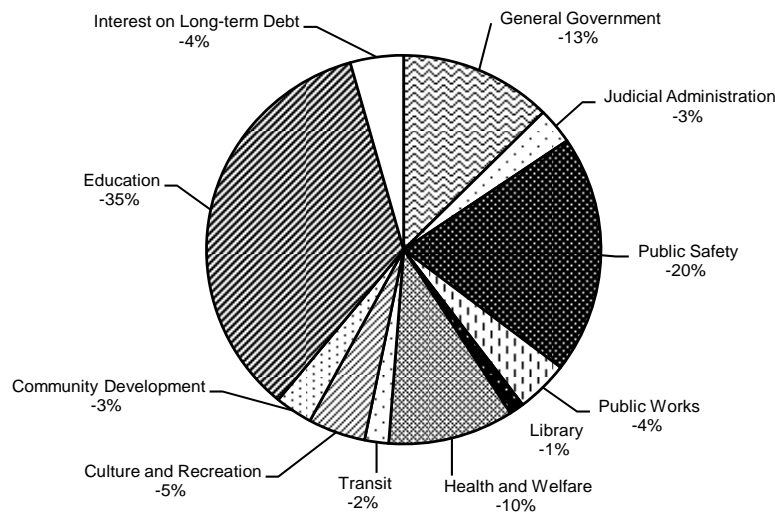
REVENUES

For the fiscal year ended June 30, 2014 revenues from governmental activities totaled \$733 million. Real estate tax revenues, the City's largest revenue source, reflecting the recognition of the taxes associated with the last half of calendar year 2013 and the first half of calendar year 2014 real property tax billings, were \$360.7 million. The increase in tax revenues is primarily attributable to an increase in the City's assessed real property tax base in calendar year 2014. The increase in tax revenues is also attributable to a tax rate increase of 0.5¢. In addition:

- Charges for services decreased in the special revenue fund due to a decrease in fees collected for sewer connections.
- The decrease in capital contributions reflects the end of federal ARRA funding.

Component units' Net Position increased by \$7 million due mainly to the decrease in schools accrued wages.

Net Expenses for Governmental Activities



EXPENSES

For the fiscal year ended June 30, 2014, expenses for governmental activities totaled \$700 million reflecting an increase of \$17 million due to increase in expenditures for various School renovation projects and various Transit projects.

Education continues to be one of the City's highest priorities. Capital funding included \$0.3 million in addition to the City's operating subsidy to the Schools of \$185.6 million.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

For the fiscal year ended June 30, 2014, the governmental funds reflect a combined fund balance of \$314.2 million (Exhibit III). The Governmental fund balance increase of \$33.8 million is primarily due to resources received but not yet committed to projects, primarily for transportation

- The General Fund contributed \$24.8 million to pay-as-you-go financing of capital projects.
- The City contributed \$185.6 million to the schools for operations.

- The City spent \$91.1 million in the Capital Projects Fund primarily to fund school projects and the new Transit initiatives.
- The newly established Northern Virginia Transportation fund received \$6.3 million in taxes for transportation
- The Potomac Yard fund received \$2.8 million in real estate taxes to be used to build a Metrorail station

Except for non-spendable and restricted fund balances (Exhibit III), there are no significant limitations on fund balances that would affect the availability of fund resources for future uses.

GENERAL FUND BUDGETARY HIGHLIGHTS

Table 3
General Fund Budget
(in millions)

	FY 2014		
	Original Budget	Amended Budget	Actual
<u>Revenues, Transfers, and Other Financial Sources</u>			
Taxes	\$ 402	\$ 402	\$ 403
Other Local Taxes	129	129	121
Transfers and Other	88	106	109
Total	<u>\$ 619</u>	<u>\$ 637</u>	<u>\$ 633</u>
<u>Expenditures, Transfers, and Other Financial Uses</u>			
Expenditures	\$ 358	\$ 364	\$ 352
Transfers and Other	267	291	284
Total	<u>\$ 625</u>	<u>\$ 655</u>	<u>\$ 636</u>
Change in Fund Balance	\$ (6)	\$ (18)	\$ (3)

Amounts may not add due to rounding

Expenditure and other financing uses exceeded revenue and other financing sources by \$3 million in the General Fund for FY 2014.

Actual General Fund revenues and other financial sources were above the original budget by \$14 million and below the amended budget by \$4 million during FY 2014. This is primarily due to decreased collections for sales, hotel, and transient lodging. In addition, a portion of taxes associated with assessment increases in Potomac Yard are set aside in a special revenue fund. As a result of supplemental appropriations, actual General Fund expenditures were above the original budget by \$11 million, while General Fund expenditures were less than the amended budget by \$19 million. This was primarily for funds that have been committed or assigned for future use planned reduced spending to offset projected revenue shortfalls.

During FY 2014, City Council amended the budget three times. These budget amendments, or supplemental appropriation ordinances, were primarily for the following purposes:

- To reappropriate monies to pay for commitments in the form of encumbrances established prior to June 30, 2013 but not paid by that date. Encumbrances for General Fund obligations for purchase orders authorized and issued, but for which goods and services were not received or paid by June 30, 2014, totaled \$10.2 million.

- To reappropriate monies (\$2.8 million) to pay for projects budgeted for FY 2013 but not completed before the end of the fiscal year.
- To reappropriate grant, donation and other revenues authorized in FY 2013 or earlier, but not expended or encumbered as of June 30, 2013.
- To appropriate grants, donations, and other revenues accepted or adjusted in FY 2014.

CAPITAL ASSETS

At the end of FY 2014, the City's governmental activities had invested cumulatively \$775.5 million (see Note 5) in a variety of capital assets and infrastructure, as reflected in the following schedule, which represents a net increase of \$40.4 million.

Table 4
Governmental Activities
Change in Capital Assets
(In millions)

	Balance <u>30-Jun-13</u>	Net Additions/ <u>(Deletions)</u>	Balance <u>30-Jun-14</u>
Non-Depreciable Assets			
Land and Land Improvements	\$102.0	\$1.0	\$103.0
Construction in Progress	26.8	39.8	66.6
Other Capital Assets			
Intangible Assets	11.6	5.8	17.4
Buildings	589.3	0.7	590.0
Infrastructure	225.0	9.6	234.6
Furniture and Other Equipment	81.5	10.8	92.3
Accumulated Depreciation on Other			
Capital Assets	<u>(301.1)</u>	<u>(27.8)</u>	<u>(328.9)</u>
Totals	<u><u>\$735.1</u></u>	<u><u>\$39.9</u></u>	<u><u>\$775.0</u></u>

Amounts may not add due to rounding

The FY 2014 increase in construction in progress reflects the construction of the new Jefferson Houston School.

The FY 2015- FY 2024 Approved Capital Improvement Program (CIP), which was approved by City Council on May 1, 2014, sets forth a ten-year program with \$1.4 billion in new City funding and \$326.8 million in other non-City sources for public improvements for the City and the Alexandria Public Schools.

This represents (in City funding) an increase of approximately \$229 million above the FY 2014-2023 CIP. For purpose of comparison the Approved FY 2014 – 2023 CIP totaled \$1.4 billion in total funding, of which \$25.9 million was from non-City sources.

LONG-TERM DEBT

At the end of FY 2014, the City had \$539.8 million in outstanding general obligation bonds, an increase of \$31 million, or 6.1 percent, over last year. More detailed information about the City's long-term liabilities is presented in Note 9 to the financial statements.

During 2014, Moody's Investors Services, Inc. and Standard & Poor's (S&P) credit rating agencies reaffirmed the City's triple-A bond ratings. The City received its first triple-A rating from Moody's in 1986 and from S&P in 1992. Standard and Poor's Financial Management Assessment concluded that the City's financial practices were "strong."

The Commonwealth of Virginia limits the amount of general obligation debt the City can issue to ten percent of the assessed value of real property within the City. The City's outstanding debt is significantly below, or less than one-tenth of this state law limit - which would equate to \$3.5 billion for the City.

During Fiscal year 2014 the City Council issued \$63.8 million in General Obligation Bonds with a premium of \$6.8 million and a true interest cost of 3.26 percent. The \$63.8 million General Obligation bonds will be used to finance certain capital improvement projects including two new sanitary sewers and continuing improvement in public school facilities. See details in footnotes 5 and 9 of this document. The city's bond ratings were reaffirmed in July as 'AAA' and 'Aaa' by Standard & Poor's and Moody's, respectively. Subsequently, Moody's revised the "negative outlook" to "stable outlook" after the federal government's rating was upgraded.

The City did not issue any short-term debt or have any short-term debt outstanding during FY 2014. Other short term liabilities represent unclaimed money and deposits.

ECONOMIC FACTORS

The number of jobs in the City decreased slightly in FY 2014. As of March 2014, the number of Alexandria jobs totaled 93,729 (the latest data available from the Virginia Employment Commission). Tourism improved, with lodging and restaurant food tax showing an increase of 3.5 percent and 6.2 percent respectively in FY 2014.

As of 2012 (the latest data available from the U.S. Bureau of Economic Analysis), the City's major per capita personal income of \$80,952 remains one of the highest in the United States, and is the second highest of any major jurisdiction in Virginia. The City's office vacancy rate stood at 16.2 percent by the end of FY 2014, compared to the office vacancy rate in Northern Virginia (15.3 percent), as well as the Washington, DC metropolitan area (13.0 percent), partially attributable to the closure of several offices due to Base Realignment and Closures (BRAC).

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Kendel Taylor, Acting Director of Finance, City Hall, P.O. Box 178, Alexandria, VA 22313, kendel.taylor@alexandriava.gov, telephone (703) 746-3900, or visit the City's web site at alexandriava.gov.

BASIC FINANCIAL STATEMENTS



CITY OF ALEXANDRIA, VIRGINIA
Statement of Net Position
As of June 30, 2014

Exhibit I

	<u>Primary Government</u>		<u>Component</u>
	<u>Governmental</u>		<u>Units</u>
	<u>Activities</u>		<u>Units</u>
ASSETS			
Cash and Cash Equivalents	\$ 197,247,414	\$ 63,230,111	
Cash and Investments with Fiscal Agents	147,855,941	2,830,380	
Receivables, Net	246,496,285	1,047,800	
Accrued Interest	148,581	-	
Due From Other Governments	42,773,231	5,581,832	
Inventory of Supplies	2,210,510	904,430	
Prepaid and Other Assets	490,568	5,142,672	
Capital Assets			
Land and Construction in Progress	169,657,278	999,381	
Other Capital Assets, Net	605,574,571	22,283,536	
Capital Assets, Net	775,231,849	23,282,917	
Total Assets	\$ 1,412,305,798	\$ 102,020,142	
Deferred Outflows	-	-	
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 1,412,305,798	\$ 102,020,142	
LIABILITIES			
Accounts Payable	\$ 17,628,767	\$ 9,727,572	
Accrued Wages	6,207,607	23,549,479	
Accrued Liabilities	6,151,012	-	
Unearned Revenue	4,493,940	2,256,139	
Other Short-term Liabilities	18,523,895	420,711	
Deposits	2,947,019	-	
Long-term Liabilities Due Within One Year	44,550,113	1,828,425	
Long-term Liabilities Due in More Than One Year	609,986,456	7,026,992	
Total Liabilities	710,488,809	44,809,318	
Deferred Inflows	239,670,628	402,793	
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	\$ 950,159,437	\$ 45,212,111	
NET POSITION			
Net Investment in Capital Assets	343,930,137	\$ 23,282,917	
Restricted for:			
Educational projects	-	17,449,685	
Unrestricted	118,216,224	16,075,429	
TOTAL NET POSITION	462,146,361	\$ 56,808,031	

See Accompanying Notes to Financial Statements

CITY OF ALEXANDRIA, VIRGINIA
Statement of Activities
For the Fiscal Year Ended June 30, 2014

Exhibit II

Functions/Programs	Expenses	Charges for Services	Program Revenues		Net (Expense) Revenue and Changes in Net Position	
			Operating Grants and Contributions	Capital Grants & Contributions	Primary Government Governmental Activities	Component Units
Primary Government:						
Governmental Activities:						
General Government	\$ 71,336,445	\$ 2,228,081	\$ 1,022,035	\$ -	\$ (68,086,328)	\$ -
Judicial Administration	20,575,998	1,349,139	2,778,521	-	(16,448,338)	-
Public Safety	141,070,722	17,667,177	15,343,656	-	(108,059,889)	-
Public Works	68,120,415	23,654,916	8,339,045	12,544,991	(23,581,463)	-
Library	6,598,290	-	-	-	(6,598,290)	-
Health and Welfare	93,760,344	6,373,617	31,222,434	-	(56,164,293)	-
Transit	10,730,541	-	-	-	(10,730,541)	-
Culture and Recreation	29,769,578	3,896,139	268,918	27,817	(25,576,704)	-
Community Development	45,747,809	6,591,035	19,819,514	2,567,845	(16,769,415)	-
Education	189,086,137	-	-	-	(189,086,137)	-
Interest on Long-term Debt	23,779,882	-	-	-	(23,779,882)	-
Total Primary Government	\$ 700,576,161	\$ 61,760,104	\$ 78,794,123	\$ 15,140,653	\$ (544,881,280)	\$ -
 Component Units:						
Library	\$ 7,222,015	\$ 262,674	\$ 164,310	\$ -	\$ -	\$ (6,795,031)
Transit	16,728,704	4,691,873	40,772	-	-	(11,996,059)
School Board	231,598,994	2,133,727	16,199,266	-	-	(213,266,001)
Total Component Units	\$ 255,549,713	\$ 7,088,274	\$ 16,404,348	\$ -	\$ -	\$ (232,057,091)
General Revenues:						
Taxes:						
General Property Taxes:						
Real Estate					\$ 360,650,823	\$ -
Personal Property					47,214,944	-
Other Local Taxes:						
Business License Tax					31,610,440	-
Local Sales Tax					27,619,133	-
Meals Tax					17,404,589	-
Transient Lodging Tax					11,568,709	-
Utility Tax					11,460,413	-
Communications Sales Tax					11,693,210	-
Motor Vehicle License, Recordation, and other local taxes					15,983,496	-
Revenue from Primary Government						
Payment from City of Alexandria (operating)					-	202,869,394
Payment from City of Alexandria (capital)					-	327,666
Grants and Contributions Not Restricted to Specific Programs					36,096,466	34,150,184
Interest and Investment Earnings					4,887,129	207,053
Miscellaneous					1,966,638	1,708,884
Total General Revenues					<u>\$ 578,155,990</u>	<u>\$ 239,263,181</u>
Change in Net Position					33,274,710	7,206,090
Net Position at Beginning of Year					428,871,651	49,601,941
Net Position at End of Year					<u>\$ 462,146,361</u>	<u>\$ 56,808,031</u>

See Accompanying Notes to Financial Statements

CITY OF ALEXANDRIA, VIRGINIA
Balance Sheet
Governmental Funds
As of June 30, 2014

Exhibit III

				Total
				Governmental
	General	Special Revenue	Capital Projects	Funds
ASSETS				
Cash and Cash Equivalents	\$ 79,051,463	\$ 58,284,148	\$ 44,232,334	\$ 181,567,945
Cash and Investments with Fiscal Agents	-	-	147,855,941	147,855,941
Receivables, Net	241,191,016	5,156,688	-	246,347,704
Accrued Interest	148,581	-	-	148,581
Due From Other Governments	32,757,313	7,689,255	2,326,663	42,773,231
Inventory of Supplies	2,210,510	-	-	2,210,510
Prepaid and Other Assets	341,511	149,057	-	490,568
Total Assets	<u>\$ 355,700,394</u>	<u>\$ 71,279,148</u>	<u>\$ 194,414,938</u>	<u>\$ 621,394,480</u>
TOTAL				
LIABILITIES				
Accounts Payable	\$ 7,671,709	\$ 3,643,013	\$ 5,841,944	\$ 17,156,666
Accrued Wages	4,722,042	1,464,107	21,458	6,207,607
Other Liabilities	18,523,895	-	-	18,523,895
Deposits	2,947,019	-	-	2,947,019
Unearned Revenue	4,493,940	-	-	4,493,940
Total Liabilities	<u>38,358,605</u>	<u>5,107,120</u>	<u>5,863,402</u>	<u>49,329,127</u>
Deferred Inflows	252,089,521	5,761,821	-	257,851,342.00
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>\$ 290,448,126</u>	<u>\$ 10,868,941</u>	<u>\$ 5,863,402</u>	<u>\$ 307,180,469</u>
TOTAL FUND BALANCES				
Non-Spendable	\$ 2,952,021	\$ 2,498,322	\$ -	\$ 5,450,343
Restricted	-	12,173,856	-	12,173,856
Committed	12,741,566	45,738,029	188,551,536	247,031,131
Assigned	9,538,948	-	-	9,538,948
Unassigned	40,019,733	-	-	40,019,733
Total Fund Balances	<u>\$ 65,252,268</u>	<u>\$ 60,410,207</u>	<u>\$ 188,551,536</u>	<u>\$ 314,214,011</u>
Total Liabilities and Fund Balances	<u>\$ 355,700,394</u>	<u>\$ 71,279,148</u>	<u>\$ 194,414,938</u>	

Adjustments for the Statement of Net Position:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds. (Note 5)	761,586,401
Other long-term assets are not available to pay for current period expenditures; the taxes offset by deferred revenue in the governmental funds. (Note 1)	18,180,714
Internal service funds are used by management to charge the costs of equipment replacement; and, therefore, the assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Position. (Exhibit V)	28,852,816
Long-term liabilities, including bonds payable, are not reported as liabilities in the governmental funds. (Note 9)	(660,687,581)
Net Position of Governmental Activities	<u>\$ 462,146,361</u>

See Accompanying Notes to Financial Statements

CITY OF ALEXANDRIA, VIRGINIA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2014

Exhibit IV

	General	Special Revenue	Capital Projects	Total Governmental Funds
REVENUES				
General Property Taxes	\$ 403,229,553	\$ 4,594,329	\$ -	\$ 407,823,882
Other Local Taxes	121,053,810	6,286,180	-	127,339,990
Permits, Fees, and Licenses	2,380,825	9,147,246	-	11,528,071
Fines and Forfeitures	5,187,003	-	-	5,187,003
Use of Money and Property	4,815,192	84,918	316,377	5,216,487
Charges for Services	16,844,363	16,046,524	35,240	32,926,127
Intergovernmental Revenue	56,334,737	54,946,336	15,140,653	126,421,726
Miscellaneous	1,569,959	6,146,117	2,215,651	9,931,727
Total Revenues	\$ 611,415,442	\$ 97,251,650	\$ 17,707,921	\$ 726,375,013
EXPENDITURES				
Current Operating:				-
General Government	\$ 44,591,188	\$ 567,654	\$ -	\$ 45,158,842
Judicial Administration	18,952,110	1,118,745	-	20,070,855
Public Safety	126,256,389	8,583,165	-	134,839,554
Public Works	44,801,499	4,760,322	-	49,561,821
Library	6,598,290	-	-	6,598,290
Health and Welfare	20,663,159	72,452,125	-	93,115,284
Transit	70,909	10,659,632	-	10,730,541
Culture and Recreation	24,062,336	1,206,735	-	25,269,071
Community Development	16,043,648	25,373,480	-	41,417,128
Education	185,623,257	-	327,666	185,950,923
Debt Service:				
Principal	33,476,070	-	-	33,476,070
Interest and Other Charges	23,835,653	-	-	23,835,653
Capital Outlay	-	-	91,110,719	91,110,719
Total Expenditures	\$ 544,974,508	\$ 124,721,858	\$ 91,438,385	\$ 761,134,751
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 66,440,934	\$ (27,470,208)	\$ (73,730,464)	\$ (34,759,738)
OTHER FINANCING SOURCES (USES)				
Bond Proceeds	\$ -	\$ -	\$ 63,800,000	\$ 63,800,000
Sale of land	-	-	1,189,735	1,189,735
Issuance of Refunding Bonds	18,635,000	-	-	18,635,000
Bond Premium (Discount)	-	-	6,827,308	6,827,308
Payment to Refunded Bonds Escrow Agent	(18,531,679)	-	-	(18,531,679)
Transfers In	3,044,329	49,926,943	24,844,429	77,815,701
Transfers Out	(73,439,890)	(4,225,811)	(3,554,284)	(81,219,985)
Total Other Financing Sources and Uses	\$ (70,292,240)	\$ 45,701,132	\$ 93,107,188	\$ 68,516,080
Net Change in Fund Balance	\$ (3,851,306)	\$ 18,230,924	\$ 19,376,724	\$ 33,756,342
Fund Balance at Beginning of Year	69,513,182	42,179,284	169,174,812	
Decrease in Reserve for Inventory	(409,608)	-	-	(409,608)
Fund Balance at End of Year	\$ 65,252,268	\$ 60,410,208	\$ 188,551,536	

Adjustments for the Statement of Activities:

Repayment and refunding of bond principal is reported as an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	33,476,070
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets. This is the amount by which new capital assets exceeded capital expenditures in the current period. (Note 5)	42,126,546
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds. (Note 4)	41,885
Issuance of debt and premium provide current financial resources to governmental funds, but issuing debt increases long term liabilities in the Statement of Net Position. (Note 9)	(70,730,629)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (Note 9)	(12,727,113)
Internal service funds are used by management to charge the costs of certain equipment to individual funds. The net revenue of the internal service fund (except depreciation which is reported in capital outlays above) is reported with governmental activities. (Exhibit VI)	7,741,218

Change in Net Position of Governmental Activities

\$ 33,274,710

See Accompanying Notes to Financial Statements

CITY OF ALEXANDRIA, VIRGINIA
Statement of Net Position
Proprietary Funds – Internal Service Fund
As of June 30, 2014

Exhibit V**ASSETS**

Current Assets:

Cash and Cash Equivalents	\$ 15,679,469
Total Current Assets	<u>\$ 15,679,469</u>

Capital Assets:

Buildings and Equipment	\$ 43,295,781
Less Accumulated Depreciation	<u>29,650,333</u>
Capital Assets, Net	<u>\$ 13,645,448</u>

Total Assets	<u><u>\$ 29,324,917</u></u>
--------------	-----------------------------

LIABILITIES

Current Liabilities:

Accounts Payable	\$ 472,101
Total Current Liabilities	<u>\$ 472,101</u>

NET POSITION

Invested in Capital Assets	\$ 13,645,448
Unrestricted Net Position	<u>15,207,368</u>
TOTAL NET POSITION	<u><u>\$ 28,852,816</u></u>
Total Liabilities and Net Assets	<u><u>\$ 29,324,917</u></u>

See Accompanying Notes to Financial Statements

CITY OF ALEXANDRIA, VIRGINIA
Statement of Revenue, Expenses, and Change in Net Position
Proprietary Funds – Internal Service Fund
For the Fiscal Year Ended June 30, 2014

Exhibit VI

Operating Revenues:	
Charges for Services	\$ 5,509,040
Total Operating Revenues	<u>\$ 5,509,040</u>
Operating Expenses:	
Materials and Supplies	\$ 1,195,404
Depreciation	3,678,320
Total Operating Expenses	<u>\$ 4,873,724</u>
Operating Income	<u>\$ 635,316</u>
Non-Operating Revenues	
Insurance Recoveries	\$ 21,056
Gain on Sale of Equipment	209,174
Total Non-Operating Revenues	<u>\$ 230,230</u>
Nonoperating Expenses:	
Loss on Disposal of Capital Assets	\$ 206,932
Non- Operating Income	<u>\$ 23,298</u>
Net Profit/Loss Before Operating Transfers	<u>\$ 658,614</u>
Operating Transfers:	
Transfers In	<u>\$ 3,404,284</u>
Transfers Out	<u>-</u>
Total Net Transfers	<u>\$ 3,404,284</u>
Change in Net Position	\$ 4,062,898
Net Position at Beginning of Year	24,789,918
Net Position at End of Year	<u><u>\$ 28,852,816</u></u>

See Accompanying Notes to Financial Statements

CITY OF ALEXANDRIA, VIRGINIA
Statement of Cash Flows
Proprietary Funds – Internal Service Fund
For the Fiscal Year Ended June 30, 2014

Exhibit VII

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts From Customers	\$ 5,509,040
Payment to Suppliers	(975,517)
Net Cash Provided by Operating Activities	<u>\$ 4,533,523</u>

CASH FLOWS FROM NONCAPITAL

FINANCING ACTIVITIES

Operating Subsidies and Transfers from Other Funds	<u>\$ 3,404,284</u>
--	---------------------

CASH FLOWS FROM CAPITAL AND

RELATED FINANCING ACTIVITIES

Gain on Sale and Insurance Recovery	\$ 230,230
Purchases of Capital Assets	(4,800,534)
Net Cash Used By Capital and Related Financing Activities	<u>(1,166,020)</u>
Net Increase in Cash and Cash Equivalents	\$ 3,367,503
Cash and Cash Equivalents at Beginning of Year	<u>12,311,966</u>
Cash and Cash Equivalents at End of Year	<u>\$ 15,679,469</u>

**Reconciliation of Operating Income to Net Cash
Provided by Operating Activities**

Operating Income	\$ 635,316
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Depreciation Expense	3,678,320
Change in Assets and Liabilities:	
(Increase) Decrease in Accounts Payable	219,887
Net Cash Provided by Operating Activities	<u>\$ 4,533,523</u>

Noncash investing, capital and financing activities:

Capital assets with a net book value of \$206,932 were retired in non-cash transactions during the year in the Internal Service fund.

See Accompanying Notes to Financial Statements

CITY OF ALEXANDRIA, VIRGINIA
Statement of Fiduciary Net Position
As of June 30, 2014

Exhibit VIII

	Employee Retirement Plans	Other Post Employment Benefits	Private- Purpose Trusts	Agency Funds
ASSETS				
Cash and Short-term Investments	\$ -	\$ -	\$ -	\$ 81,918
Investments, at Fair Value:				
LGIP/CDARS/ICS/NOW	-	-	6,136	23,474
Mutual Funds	193,095,077	20,375,031	-	-
Stocks	141,686,467	5,830,196	-	-
Guaranteed Investment Accounts	34,817,698	419,718	-	-
Real Estate	22,398,551	1,152,425	-	-
Timber/Private Equity	25,773,354	1,425,541	-	-
Other Investments	2,078,017	1,033,913	-	-
Total Investments	<u>\$ 419,849,164</u>	<u>\$ 30,236,824</u>	<u>\$ 6,136</u>	<u>\$ 23,474</u>
Total Assets	<u>\$ 419,849,164</u>	<u>\$ 30,236,824</u>	<u>\$ 6,136</u>	<u>\$ 105,392</u>
LIABILITIES				
Refunds Payable and Other	\$ -	\$ -	\$ -	\$ 105,392
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 105,392</u>
NET POSITION				
Held in Trust for:				
Pension Benefits	\$ 419,849,164	\$ -	\$ -	
Other Post Employment Benefits	-	30,236,824	-	
Other Purposes	-	-	6,136	
TOTAL NET POSITION	<u>\$ 419,849,164</u>	<u>\$ 30,236,824</u>	<u>\$ 6,136</u>	

See Accompanying Notes to Financial Statements

CITY OF ALEXANDRIA, VIRGINIA
Statement of Change in Fiduciary Net Position
For the Year ended June 30, 2014

Exhibit IX

	Employee Retirement Plans	Other Post Employment Benefits	Private- Purpose Trusts
ADDITIONS			
Contributions:			
Employer	\$ 23,843,897	\$ 2,333,907	\$ -
Plan Members	3,257,180	-	-
Total Contributions	\$ 27,101,077	\$ 2,333,907	\$ -
Investment Earnings:			
Net Appreciation in Fair Value of Investments	\$ 38,879,751	\$ 2,447,380	\$ -
Interest	21,923,207	1,965,582	509
Investment Expense	(1,756,198)	(121,494)	-
Net Investment Income	\$ 59,046,760	\$ 4,291,468	\$ 509
 Total Additions	\$ 86,147,837	\$ 6,625,375	\$ 509
 DEDUCTIONS			
Benefits	\$ 28,383,019	\$ -	\$ -
Refunds of Contributions	670,238	-	574
Administrative Expenses	1,480,025	35,435	-
Total Deductions	\$ 30,533,282	\$ 35,435	\$ 574
Change in Net Position	\$ 55,614,555	\$ 6,589,940	\$ (65)
 Net Position at Beginning of Year	364,234,609	23,646,884	6,201
Net Position at End of Year	\$ 419,849,164	\$ 30,236,824	\$ 6,136

See Accompanying Notes to Financial Statements

CITY OF ALEXANDRIA, VIRGINIA
Statement of Net Position
Component Units
As of June 30, 2014

Exhibit X

	<u>School Board</u>	<u>Library</u>	<u>Transit</u>	<u>Total</u>
ASSETS				
Cash and Cash Equivalents	\$ 61,319,459	\$ 29,543	\$ 1,881,109	\$ 63,230,111
Cash and Investments with Fiscal Agents	-	2,830,380	-	2,830,380
Receivables	657,348	-	390,452	1,047,800
Due from Other Governments	5,546,598	35,234	-	5,581,832
Inventory of Supplies	171,367	-	733,063	904,430
Prepaid and Other Assets	5,130,275	12,397	-	5,142,672
Capital assets				
Land and Construction in Progress	999,381	-	-	999,381
Other Capital Assets, Net	8,666,915	-	13,616,621	22,283,536
Capital Assets, Net	<u>\$ 9,666,296</u>	<u>\$ -</u>	<u>\$ 13,616,621</u>	<u>\$ 23,282,917</u>
Total Assets	<u>\$ 82,491,343</u>	<u>\$ 2,907,554</u>	<u>\$ 16,621,245</u>	<u>\$ 102,020,142</u>
LIABILITIES				
Accounts Payable	\$ 9,104,058	\$ 314,079	\$ 309,435	\$ 9,727,572
Accrued Wages	23,141,893	-	407,586	23,549,479
Unearned Revenue	2,256,139	-	-	2,256,139
Other Short-term Liabilities	-	-	420,711	420,711
Long-term Liabilities Due Within One Year	1,828,425	-	-	1,828,425
Long-term Liabilities Due in More Than One Year	7,026,992	-	-	7,026,992
Total Liabilities	<u>\$ 43,357,507</u>	<u>\$ 314,079</u>	<u>\$ 1,137,732</u>	<u>\$ 44,809,318</u>
Deferred Inflows	402,793	-	-	402,793
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>\$ 43,760,300</u>	<u>\$ 314,079</u>	<u>\$ 1,137,732</u>	<u>\$ 45,212,111</u>
NET POSITION				
Invested in Capital Assets	\$ 9,666,296	\$ -	\$ 13,616,621	\$ 23,282,917
Restricted	17,449,685	-	-	17,449,685
Unrestricted	11,615,062	2,593,475	1,866,892	16,075,429
TOTAL NET POSITION	<u>\$ 38,731,043</u>	<u>\$ 2,593,475</u>	<u>\$ 15,483,513</u>	<u>\$ 56,808,031</u>

See Accompanying Notes to Financial Statements

CITY OF ALEXANDRIA, VIRGINIA
Statement of Activities
Component Units
For the Fiscal Year Ended June 30, 2014

Exhibit XI

	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position			
		Charges for Services	Operating Grants and Contributions	School Board	Library	Transit	Totals
School Board							
Instructional	\$ 231,598,994	\$ 2,133,727	\$ 16,199,266	\$ (213,266,001)	\$ -	\$ -	\$ (213,266,001)
Total School Board	\$ 231,598,994	\$ 2,133,727	\$ 16,199,266	\$ (213,266,001)	\$ -	\$ -	\$ (213,266,001)
							-
Library	\$ 7,222,015	\$ 262,674	\$ 164,310	-	\$ (6,795,031)	\$ -	\$ (6,795,031)
Transit	16,728,704	4,691,873	40,772	-	-	(11,996,059)	(11,996,059)
Total Component Units	\$ 255,549,713	\$ 7,088,274	\$ 16,404,348	-	(6,795,031)	(11,996,059)	(232,057,091)
							-
General Revenues:							
Payment From/(To) City				\$ 185,611,472	\$ 6,598,290	\$ 10,659,632	\$ 202,869,394
Capital Payment From City ***				327,666	-	-	327,666
Grants not restricted to specific programs				34,039,898	110,286	-	34,150,184
Interest and Investment Earnings				-	207,053	-	207,053
Miscellaneous				1,651,826	6,287	50,771	1,708,884
Total General Revenues				\$ 221,630,862	\$ 6,921,916	\$ 10,710,403	\$ 239,263,181
Change in Net Position				8,364,861	126,885	(1,285,656)	7,206,090
Net Position Beginning of Year				30,366,182	2,466,590	16,769,169	49,601,941
Net Position End of Year				\$ 38,731,043	\$ 2,593,475	\$ 15,483,513	\$ 56,808,031

***City Expenditure on schools joint tenancy project

See Accompanying Notes to Financial Statements

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****Narrative Profile**

The City of Alexandria, located in northern Virginia and bordered by the District of Columbia (Potomac River) and Arlington and Fairfax Counties, was founded in 1749 and incorporated in 1779. With a population of 146,294 and a land area of 15.75 square miles, Alexandria is the 7th largest city in the Commonwealth of Virginia and one of the most densely populated cities in the Commonwealth.

The City is governed under the City Manager-Council form of government. Alexandria engages in a comprehensive range of municipal services, including general government administration, public safety and administration of justice, education, health, welfare, housing and human service programs, transportation and environmental services, planning, community development and recreation, cultural, library, and historic activities.

The financial statements of the City of Alexandria, Virginia have been prepared in conformity with the specifications promulgated by the Auditor of Public Accounts (APA) of the Commonwealth of Virginia, and U.S. generally accepted accounting principles (GAAP) as specified by the Governmental Accounting Standards Board (GASB). The more significant of the City's accounting policies are described below.

A. Financial Reporting Entity

The City follows GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. GASB Statement No. 34 requires the following financial statement components:

Management's Discussion and Analysis – A narrative introduction and analytical overview of the government's financial activities. This analysis is similar to analysis the private sector provides in their annual reports.

Government-wide Financial Statements – These include financial statements prepared using full accrual accounting for all of the government's activities. This approach includes not just current assets and liabilities (such as cash and accounts payable), but also capital assets (such as buildings and infrastructure, including bridges and roads) and long-term liabilities (such as general obligation debt and unfunded pension costs). Accrual accounting also reports all of the revenues and costs of providing services each year, not just those received or paid in the current year or soon thereafter. The government-wide statements include the Statement of Net position and the Statement of Activities.

Statement of Net Position – The Statement of Net position displays the financial position of the primary government (governmental and business-type activities) and it's discretely presented component units. Governments report all capital assets, including infrastructure, in the government-wide Statement of Net position and report depreciation expense – the cost of “using up” capital assets – in the Statement of Activities. Net Position represents the difference between assets, liabilities, and deferred inflow (outflow) of Resources. The Net Position of a government is broken down into three categories – 1) invested in capital assets, net of related debt; 2) restricted; and 3) unrestricted. Net invested in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets.

Statement of Activities – The Statement of Activities reports expenses and revenues in a format that focuses on the cost of each of the City's functions. The expense of individual functions is compared to the revenues generated directly by the function (for instance, through user charges or intergovernmental grants).

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements – The fund financial statements display the financial transactions and accounts of the City based on funds. The operation of each fund is considered to be an independent accounting entity. The fund financial statements also include reconciliation to the government-wide statement, which briefly explains the differences between the fund and government-wide financial statements.

Budgetary Comparison Schedules – Demonstrating compliance with the adopted budget is an important component of a government's accountability to the public. Many citizens participate in the process of establishing the annual operating budgets of state and local governments, and have an interest in following the actual financial progress of their governments over the course of the year. The City Council approves revisions to its original budget over the course of the year for a variety of reasons.

As required by GAAP, these financial statements present the primary government and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. The City has no component units that meet the requirements for blending. The discretely presented component units, on the other hand, are reported in a separate column in the government-wide statements to emphasize they are legally separate from the primary government. Each of the City's discretely presented component units has a June 30 fiscal year-end.

Component Units:

City of Alexandria School Board

Since FY 1995, the Alexandria City School Board (School Board) has been elected. The School Board is substantially reliant upon the City because City Council approves the School Board's total annual budget appropriation, levies taxes, and issues debt for school projects. The legal liability for the general obligation debt issued for school capital assets remains with the City. The City's primary transaction with the School Board is the City's annual General Fund revenue support, which totaled \$185.6 million for operations and \$0.3 million for capital equipment in FY 2014.

The APA establishes financial reporting requirements for all localities in the Commonwealth of Virginia. The APA has determined that all Virginia School Boards shall be reported as discretely presented component units of the locality. The APA has also specified additional reporting requirements with respect to School Boards.

City of Alexandria Library System

City Council appoints the Library Board (Library) and approves the Library budget. The City is responsible for issuing debt, and acquiring and maintaining all capital items on behalf of the Library. The legal liability for the general obligation debt issued on behalf of the Library remains with the City. The City's primary transaction with the Library is the City's annual operating support, which was \$6.6 million for FY 2014.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Alexandria Transit Company

The City Council, acting as sole shareholder, elects members of the Alexandria Transit Company's board of directors. City Council approves bus routes, fares, and budgets. The City funds deficits and may issue debt on behalf of the Alexandria Transit Company. The City's primary transactions with the Alexandria Transit Company are the City's annual subsidy, which was \$10.7 million in FY 2014.

The Alexandria Transit Company does not issue separate financial statements and is included as an enterprise fund. Complete financial statements for the School Board and Library component units may be obtained at each entity's administrative offices.

City of Alexandria School Board
 1340 Braddock Place
 Alexandria, Virginia 22314

City of Alexandria Library System
 5005 Duke Street
 Alexandria, Virginia 22304-2903

Excluded from Reporting Entity:

City Council is not financially accountable for the Deferred Compensation Plan, Alexandria Economic Development Partnership, Alexandria Industrial Development Authority, Alexandria Redevelopment and Housing Authority, Alexandria Renew Enterprises (formerly the Alexandria Sanitation Authority), or Sheltered Homes of Alexandria, Inc. Accordingly, these entities are excluded from the City of Alexandria's financial statements.

B. Government-wide and Fund Financial Statements

The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements. The reporting model focus is on both the City as a whole and the fund financial statements, including the major individual funds of the governmental and business-type categories, as well as the fiduciary funds, (by category) and the component units. Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business type. In the government-wide Statement of Net position, the governmental activities column (a) is presented on a combined basis, and (b) is reflected on a full accrual, economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations. Both government-wide and fund financial statements presentations provide information that can be analyzed and compared (between years and between governments) to enhance the usefulness of the financial information. The City generally uses restricted assets first for expenses incurred for which both restricted and unrestricted assets are available. The City may defer the use of restricted assets based on a review of the specific transaction.

The government-wide Statement of Activities reflects both the gross and net cost per functional category (public safety, public works, health and welfare, etc.) that are otherwise being supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants, and contributions. The program revenues must be directly associated with the function (public safety, public works, health and welfare, etc.). Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operation or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. The City does not allocate indirect expenses. The operating grants and contributions column includes operating-specific and discretionary (either operating or capital) grants, while the capital grants and contributions column reflects capital-specific grants.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In the fund financial statements, financial transactions and accounts of the City are organized on the basis of funds. The operation of each fund is considered an independent fiscal and separate accounting entity, with a self-balancing set of accounts recording cash and/or other financial resources together with related liabilities, fund balances and Net position, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. Governmental fund statements are presented on a current financial resource and modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. Since governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, reconciliation is presented which briefly explains the adjustments necessary to reconcile the fund financial statements to the governmental activities column of the government-wide financial statements.

The City's fiduciary funds are presented in the fund financial statements by type (pension, private purpose trust and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to fund activities or obligations of the government, these funds are not incorporated into the government-wide financial statements.

The following is a brief description of the specific funds used by the City in FY 2014.

1. Governmental Funds

Governmental Funds are those through which most governmental functions typically are financed.

a. General Fund

The General Fund is the primary operating fund of the City. This fund is used to account for all financial transactions and resources except those required to be accounted for in another fund. Revenues are derived primarily from property and other local taxes, state and federal distributions, licenses, permits, charges for service, and interest income. A significant part of the General Fund's revenues is used to finance the operations of the City of Alexandria School Board.

b. Special Revenue Fund

Special revenue fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. A significant portion of the Special Revenue Fund is used for Health and Welfare programs.

The Special Revenue Fund of the City as of the end of FY 2014 is comprised of the following funds:

Housing – This fund accounts for the City's housing programs. The sources of funding are Bond proceeds and the Payment of Note Receivables.

Sanitary Sewer – This fund accounts for the funding of sanitary sewer maintenance and construction. The fund is funded by Sewer Connection Fees and Sewer Charges.

Stormwater Management Fund – This fund is funded by a dedicated real estate property tax rate of 0.5 cents per \$100 of assessed value to fund Stormwater capital projects.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Potomac Yard Special Tax District – This fund is funded by certain real estate taxes for specific improvements in Potomac Yards, including the development of a metro rail station.

Northern Virginia Transportation Authority (NVTa) – This fund was established in FY 2014. It is funded by various state and local other taxes.

Other Special Revenue – This fund accounts for grants and donations.

c. Capital Projects Fund

The Capital Projects Fund (Capital Improvements) accounts for and reports financial resources that are restricted, committed, or assigned to expenditure for the acquisition or construction of major capital facilities.

2. Proprietary Funds

Proprietary Funds are used to account for activities that are similar to those often found in the private sector. All assets, liabilities, Net Position, revenues, expenses, and payments relating to the government's business activities are accounted for through proprietary funds. The measurement focus is on determination of net income, financial position, and cash flows. Operating revenues include charges for services. Operating expenses include costs of services as well as, materials, contracts, personnel, and depreciation. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses. In accordance with GASB Statement No. 20, the City has elected to follow GASB statements issued after November 30, 1989, rather than the Financial Accounting Standards Board; in accounting for enterprise funds to the extent these standards do not conflict with or contradict guidance of the GASB. The City has two proprietary funds – the Internal Service Fund and the component unit Alexandria Transit Company. The Internal Service Fund account for the financing of goods or services provided by one department to other departments or agencies of the City on a cost-reimbursement basis and is considered an enterprise fund. The City established the Equipment Replacement Reserve Account, the internal service fund, for the purpose of providing for the accumulation of funds to replace capital equipment items used in City operations. This internal service fund derives its funding from periodic equipment rental charges assessed to the user departments in the governmental funds. This funding is then used to replace capital equipment when the need arises. The internal service fund is included in governmental activities for government-wide reporting purposes. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. The excess revenues or expenses for the fund are allocated to the appropriate functional activity. The component unit, Alexandria Transit Company, is considered an enterprise fund and derives its funding from fare box fees and some support from the City.

3. Fiduciary Funds

Fiduciary Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and other governments. The Fiduciary Funds of the City are the John D. Collins Private Purpose Trust Fund, Employee Retirement Funds, the Human Services Special Welfare Account, the Human Services Dedicated Account, and the Industrial Development Authority Agency Funds. For accounting measurement purposes, the Private Purpose Trust Fund, the Employee Retirement Funds, and other post-employment benefits are accounted for in essentially the same manner as proprietary funds. Private Purpose Trust Funds account for assets of which the principal may not be spent. The Employee Retirement Funds account for the assets of the City's pension plans and the OPEB fund. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Fiduciary funds are not included in the government-wide financial statements because the resources cannot be used for operations of the government.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The agency funds held by the City as of the end of FY 2014 comprise the following:

Human Services Special Welfare Account – This fund accounts for the current payments of supplemental security income for foster children.

Human Services Dedicated Account – This fund accounts for back payments of supplemental security income for foster children.

Industrial Development Authority – This fund accounts for Industrial Development Authority bond issuance fees and expenses, for which the City acts in a custodial capacity.

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using the current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet in the funds statements. Long-term assets and long-term liabilities are included in the government-wide statements. Operating statements of the governmental funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The government-wide Statement of Net Position and Statement of Activities, all proprietary funds, and private purpose trust funds and pension trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these activities are either included on the Statement of Net Position or on the Statement of Fiduciary Net position. These operating statements present increases (e.g., revenues or additions) and decreases (e.g., expenses or deductions) in total Net position.

The Statement of Net Position, Statement of Activities, and the financial statements of the Proprietary Fund and Fiduciary Funds are presented on the accrual basis of accounting. Under this method of accounting, revenues are recognized when earned and expenses are recorded when liabilities are incurred without regard to receipt or disbursement of cash.

The fund financial statements of the General, Special Revenue, and Capital Projects funds are maintained and reported on the modified accrual basis of accounting using the current financial resources measurement focus. Under this method of accounting, revenues are recognized in the period in which they become measurable and available. With respect to real and personal property tax revenue and other local taxes, the term “available” is limited to collection within forty-five days of the fiscal year-end. Levies made prior to the fiscal year-end but which are not available are deferred. Interest income is recorded as earned. Federal and State reimbursement-type grants revenues are considered to be measurable and available as revenue when reimbursements for related eligible expenditures are collected within a year of the date the expenditure was incurred. Expenditures, other than accrued interest on long-term debt, are recorded when the fund liability is incurred.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets and Budgetary Accounting

The City Council annually adopts budgets for the General Fund and Special Revenue Fund of the primary government. All appropriations are legally controlled at the departmental level for the General Fund and Special Revenue Fund. The School Board appropriation is determined by the City Council and controlled in total by the primary government. On June 15, 2014 the City Council formally approved the original adopted budget and on June 14, 2014 approved the revised budget reflected in the required supplemental information. Budgets are prepared for the Capital Projects Fund on a project basis, which covers the life of the project. A Capital Projects Fund appropriation does not lapse until an appropriation reduction is approved by City Council.

Encumbrances

Encumbrance accounting, the recording of purchase orders, contracts, and other monetary commitments in order to reserve an applicable portion of an appropriation, is used as an extension of formal budgetary control in the General, Special Revenue, and Capital Projects Funds. Encumbrances outstanding at year-end are classified as committed or assigned in the General Fund, or as restricted fund balance in the non-General Funds. These encumbrances are subject to reappropriation by Council ordinance in the succeeding fiscal year.

E. Equity in Pooled Cash and Investments

Cash resources of the individual funds, including imprest cash of \$20,635 and excluding cash held with fiscal agents in the General Fund, Special Revenue Fund, Capital Projects Fund, Proprietary Funds, Fiduciary Funds, and discretely presented component units (School Board, Library, and Alexandria Transit Company), are combined to form a pool of cash and investments to maximize interest earnings. Investments in the pool consist of the State Treasurer's Local Government Investment Pool (LGIP) and are recorded at fair value. Income from pooled investments is allocated only when contractually or legally required. All investment earnings not legally or contractually required to be credited to individual accounts or funds are credited to the General Fund.

The Library maintains separate cash and investment accounts consisting of cash and obligations of the federal government and corporate bonds and stocks recorded at fair value. All cash and investments held with fiscal agents for the primary government and its discretely presented component units are recorded at fair value.

For purposes of the statement of cash flows, the Proprietary Funds consider all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

The fair value of investments is based on quoted market prices. All investments in external investment pools are reported at fair value.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Allowance for Uncollectible Accounts

The City calculates its allowance for uncollectible accounts using historical collection data and, in certain cases, specific account analysis. The allowance at June 30, 2014, is comprised of the following:

GENERAL FUND:	
Taxes Receivable:	
Real Property	\$ 668,157
Personal	12,530,570
Penalties and Interest	<u>802,802</u>
Total taxes	\$ 14,001,529
Accounts Receivable	4,665
Notes Receivable	<u>309,000</u>
	<u>\$ 14,315,194</u>
SPECIAL REVENUE FUND:	
Housing Fund Notes Receivable	<u>\$ 38,515,262</u>
CAPITAL PROJECTS FUND:	
Capital Projects Fund Notes Receivable	<u>\$ 1,475,000</u>

The component units' accounts receivable are considered fully collectible and therefore an allowance for uncollectible accounts is not applicable to those receivables.

G. Inventory of Supplies and Prepaid and Other Assets

Primary Government

Inventories of consumable supplies are recorded at cost (determined on a first in, first out basis). Inventory in the General Fund consists of expendable supplies held for consumption. The costs are recorded as expenditures under the purchase method. Reported inventories in the General Fund are equally offset by a reservation of fund balance. Purchases of non-inventory items are recorded as expenses or expenditures under the purchase method. Prepaid expenditures in reimbursable grants are offset by unearned revenues until expenses or expenditures are recognized.

Component Units

Inventory for the School Board is comprised of food and commodities on hand pertaining to the Child Nutrition Cluster of programs. Inventories of consumable supplies are recorded at cost using the weighted average method. Inventories received from the U.S. Department of Agriculture are recorded at fair market value when received and the amounts consumed are recorded as revenue. The amounts of unused food commodities are reported as inventory and deferred revenue.

Inventory for the Alexandria Transit Company is comprised of parts and operating materials held for consumption. These inventories are costed by methods that approximate average cost or market value, whichever is lower.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Other assets in the government-wide statements also include taxes receivable discussed in Note 4 and deferred interest on refunding bonds discussed in Note 9. The total adjustment to these assets was comprised of the following:

Taxes receivable	\$ 13,993,892
Deferred interest	<u>4,186,822</u>
Total adjustment	<u>\$ 18,180,714</u>

H. Capital Assets

Capital outlays are recorded as expenditures of the General, Special Revenue, and Capital Projects Funds and as assets in the government-wide financial statements to the extent the City's capitalization threshold of \$5,000 are met. Depreciation is recorded on capital assets on a government-wide basis using the straight-line method and the following estimated useful lives:

Buildings.....	40 years
Infrastructure	25 years
Furniture and Other Equipment	3-20 years

To the extent the City's capitalization threshold of \$5,000 is met, capital outlays of the Internal Service Fund are recorded as capital assets and depreciated over their estimated useful lives on a straight-line basis on both the funds and the government-wide financial statements using the straight-line method and the following estimated useful lives:

Leasehold Improvements	3-40 years
Equipment.....	3-20 years

All capital assets are valued at historical cost or estimated historical cost if actual cost was not available. Donated assets are valued at their estimated fair market value on the date donated. The City does not capitalize historical treasures or works of art. The City maintains many items and buildings of historical significance. The City uses the proceeds from the sale of historical treasures or works of art to acquire other items for the collection.

Maintenance, repairs, and minor equipment are charged to operations when incurred. Expenses that materially change capacities or extend useful lives are capitalized. Upon sale or retirement of land, buildings, and equipment, the cost and related accumulated depreciation, if applicable, are eliminated from the respective accounts and any resulting gain or loss is included in the results of operations.

I. Compensated Absences

The City accrues compensated absences (annual and sick leave benefits) when vested. The current portions of the governmental funds' matured compensated absences liabilities are recorded as other liabilities in the General and Special Revenue Funds. The current and noncurrent portions are recorded in the government-wide financial statements. This includes the discretely presented component unit Library, since the City funds all Library personnel costs.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The component unit School Board accrues matured compensated absences (annual, personal, and sick leave benefits) when vested. The current and noncurrent portions of compensated absences are recorded in the School Board component unit government-wide financial statements.

The component unit Transit accrues annual and sick leave benefits in the period in which they are earned.

J. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and related notes. Actual results could differ from those estimates.

K. Fund Balance

The City considers restricted fund balance to be spent when an expenditure is incurred for purposes for which restricted and unrestricted fund balances are available unless prohibited by legal constraints or contracts. When expenditure is incurred for purposes for which committed, assigned or unassigned amounts are available; the City considers committed fund balance to be spent first, then assigned fund balance, and lastly unassigned fund balance.

Fund Balances are reported according to the following categories

Non-spendable Fund Balance - amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to remain intact. For example Notes Receivable, Inventory of Supplies, Prepaid Amounts, and Assets held for Sale.

Restricted Fund Balance - amounts constrained by external parties, constitutional provision, or enabling legislation. Effectively, restrictions may only be changed or lifted with the consent of the resource provider.

Committed Fund Balance - The City's highest level of decision-making authority is the City Council. The formal action required to establish, modify, or rescind a fund balance commitment is an Ordinance of the City Council.

Assigned Fund Balance - amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by City Council's delegation of this authority to the City Manager or his designee in the annual operating budget ordinance. Amendments must follow guidance described in Note 1D.

Unassigned Fund Balance - residual amounts that are otherwise not constrained at all will be reported in the general fund. These are technically available for any purpose. Only the General Fund can report a positive "unassigned fund balance".

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance Detail

General Fund

Nonspendable		
	Inventories	\$ 2,210,510
	Prepays	341,511
	Long Term Notes	400,000
	Total	<u>\$ 2,952,021</u>
Committed		
	FY 2015 Operating Budget	\$ 2,420,958
	Encumbrances	5,320,608
	Self-Insurance	5,000,000
	Total	<u>\$ 12,741,566</u>
Assigned		
	Subsequent Capital Program	\$ 4,388,948
	Emergency Response	900,000
	Natural Disaster/Emergencies	2,000,000
	Sequestration	1,000,000
	Termination	500,000
	Public Utility Engineering/Consulting	150,000
	City Projects/Initiatives	600,000
	Total	<u>\$ 9,538,948</u>
Unassigned		
	Total	<u>\$ 40,019,733</u>
Total Fund Balance		<u><u>\$ 65,252,268</u></u>

Subsequent Fiscal Year's Operating Budget - On June 14, 2014, City Council approved the FY 2015 Appropriations Ordinance, which appropriated \$2.4 million of General Fund Balance to meet, anticipated expenditures.

Self-Insurance - These monies (\$5.0 million) have been committed for reserves for the City's self-insurance program.

Subsequent Fiscal Years' Capital Program - These monies (\$4.4 million) have been assigned in the Approved FY 2015 – 2024 Capital Improvement Program Funding Plans to fund a portion of the capital improvement program in FY 2015 and beyond.

Emergency Response – This \$0.9 million has been assigned for improved emergency response capabilities.

Natural Disaster/Emergencies - These funds (\$2.0 million) have been assigned to cover damages and operational costs associated with responding to extraordinary emergencies.

Sequestration- These funds (\$1.0 million) have been assigned to mitigate the effects of Sequestration.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Employee Separation - \$0.5 million has been assigned to cover accrued leave payments for City employees who separate from the City, either through retirement or voluntary/involuntary termination.

Public Utility Engineering/Consulting - These funds (\$0.15 million) are assigned for future engineering, consulting, and environmental impact analyses for public utility expansion projects.

City Projects/Initiatives - These funds (\$0.6 million) are assigned to support projects and initiatives that are approved but not yet under contract, such as City Council contingent reserve initiatives.

Special Revenue

Nonspendable			
Long Term Notes	\$		2,498,321
Total	\$		<u>2,498,321</u>
Restricted			
Grants	\$		7,992,300
Donations			3,219,559
Housing Programs			961,997
Total	\$		<u>12,173,856</u>
Committed			
Sanitary Sewer	\$		18,287,086
Stormwater			414,105
Other Programs			15,110,623
Potomac Yard			4,750,161
NVTA			7,176,055
Total	\$		<u>45,738,030</u>
Total Fund Balance	\$		<u><u>60,410,207</u></u>

Exhibit XII
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Significant encumbrances in excess of \$1.0 million as of June 30 were:

<u>Fund</u>	<u>Vendor</u>	<u>Amount</u>
Capital Projects	J.A. Scheibel, Inc.	\$ 4,515,472
Capital Projects	Integrgraph Corporation	\$ 2,807,748
Capital Projects	Tritech Software Systems	\$ 1,574,717
Capital Projects	The Lane Construction Corporation	\$ 1,274,150

L. Short Term Liabilities

Short Term Liabilities include unclaimed funds. The City did not have any short term debt during FY 2014.

M. Deferred Outflows

A deferred outflow of resources represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of the resources (expenditure) until the future period. At June 30, 2014, the City had no items that should be recognized as deferred outflows of resources.

N. Deferred Inflows

A deferred inflow of resources represents an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For government-mandated and voluntary non-exchange transactions, a deferred inflow is reported when resources are received before time requirements are met. At June 30, 2014, the City had deferred inflows of resources of \$239.7 million representing deferred taxes and grant revenues.

NOTE 2. LEGAL COMPLIANCE – BUDGETS

After a public hearing and several work sessions, the City Council adopts an annual budget no later than June 27 for the succeeding fiscal year to commence July 1. Transfers of appropriations among departments or projects are made throughout the fiscal year by the City Council. The City Council may also approve supplemental appropriations. In FY 2014, the Council approved a reappropriation of prior fiscal year encumbrances as well as various other supplemental appropriations. The City Manager has authority to transfer appropriations within each department. In FY 2014, a number of intradepartmental transfers were made.

Exhibit XII
(Continued)

NOTE 3. DEPOSITS AND INVESTMENTS

The City maintains a pool of cash and investments in which each fund participates on a dollar equivalent and daily transaction basis. Interest is distributed monthly based on the funds' average monthly balances. A "zero balance account" mechanism provides for daily sweeps of deposits made to City checking accounts, resulting in an instantaneous transfer to the investment account. Thus, the majority of funds in the City's general account are invested at all times. Exceptions to this are funds in the Library System's checking account, the School Student Activity Fund account, and some bank accounts administered by the Human Services Department. The City's pooled portfolio also excludes pension plans.

A. Deposits

Primary Government

At June 30, 2014, the carrying value of the City's deposits was \$15,836,277 and the bank balance was \$19,503,381. The carrying value of the City's deposits represents checks outstanding. This amount will fluctuate depending on the difference between checks issued and checks paid. The funds for these checks remain invested until the checks are presented for payment at the bank. The entire bank balance was covered by federal depository insurance or collateralized in accordance with the Virginia Security for Public Deposits Act (The Act). The Act provides for the pooling of collateral pledged with the Treasurer of Virginia to secure public deposits as a class. No specific collateral can be identified as security for one public depositor and public depositors are prohibited from holding collateral in their name as security for deposits. The State Treasury Board is responsible for monitoring compliance with the collateralization and reporting requirements of the Act and for notifying local governments of compliance by banks and savings and loan associations. A multiple financial institution collateral pool that provides for additional assessments is similar to depository insurance. If any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. If the value of the pool's collateral were inadequate to cover the loss, additional amounts would be assessed on a pro rata basis to the members of the pool. Funds deposited in accordance with the requirements of the Act are considered fully secured.

Component Units

At June 30, 2014, the carrying value of deposits for the School Board was negative \$1,969,564 and the bank balance was \$0. The entire bank balance was covered by federal depository insurance or collateralized in accordance with the Virginia Security for Public Deposits Act as defined above.

At June 30, 2014, the carrying value of deposits and bank balance for the Library was \$163,660. Of this amount, \$163,660 was collateralized at 102 percent with U.S. government agency securities as part of a repurchase agreement with Burke and Herbert Bank and Trust Company.

Transit deposits are included in the City's pooled cash and investments.

B. Investments

State Statutes authorize the City to invest in obligations of the United States or agencies thereof, obligations of the Commonwealth of Virginia or political subdivisions thereof, commercial paper rated A-1 by Standard and Poor's Corporation or P-1 by Moody's Commercial Paper Record, banker's acceptances, repurchase agreements, and the State Treasurer's Local Government Investment Pool (LGIP). The City's current investment policy limits investments to obligations of the United States and agencies thereof, commercial paper, LGIP and

Exhibit XII
(Continued)

NOTE 3. DEPOSITS AND INVESTMENTS (Continued)

repurchase agreements fully collateralized in obligations of the United States and agencies thereof, CDARS, ICS and NOW accounts.

During fiscal year 2014 most of the City investments were placed in the State Treasurer's Local Government Investment Pool (LGIP). The LGIP is under the supervision of the Virginia Treasury Board and audited by the Auditor of Public Accounts. However, some investments were made in CDARS, ICS and NOW accounts where deposits are eligible for FDIC insurance.

During the year the City and its discretely presented component units maintained eight pension plans. The plan provisions allow the assets of the pension plans to be invested by the pension carriers in accordance with provisions of the Code of the Commonwealth of Virginia. The Plans' investments are exposed to various risks such as interest rate, market and credit risks. Such risks, and the resulting investment security values, may be influenced by changes in economic conditions and market perceptions and expectations. Accordingly, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the statement of Net position available for benefits.

The City and its discretely presented component units' investments are subject to interest rate, credit and custodial risk as described below:

Interest Rate Risk – As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits at least half of the City's investment portfolio to maturities of less than one year.

Credit Risk – State Statutes authorize the City to invest in obligations of the United States or agencies thereof, obligations of the Commonwealth of Virginia or political subdivision thereof, commercial paper rated A-1 by Standard and Poor's Corporation or P-1 by Moody's Commercial Paper Record, banker's acceptances, repurchase agreements, and Virginia Local Government Investment Pool. The City's current investment policy limits investments to obligations of the United States and agencies thereof, commercial paper, and repurchase agreements fully collateralized in the Obligations of the United States and agencies thereof and the State Treasurer's Local Government Investment Pool (LGIP), CDARS (the Certificate of Deposit Account Registry Service, is a service that allows FDIC insured institutions to provide their customers with access to full FDIC insurance on CD investments up to \$50 million), Insured Cash Sweeps (ICS) and NOW accounts (Negotiable Order of Withdrawal, an interest bearing bank account with which the customer is permitted to write drafts against money held on deposit). During the fiscal year, the City held its investments in LGIP, CDARS, ICS and NOW, commercial paper, investments of US agencies and VA municipalities. The investments for five of the City's six pension plans are handled by Prudential, a company with an A (Excellent) rating, one of the top three, by A.M. Best rating agency. The investment for the defined contribution plan is directed by employees and is invested in mutual funds and guaranteed investment accounts. The City has directed Prudential to invest funds for the other four defined benefit pension plans in guaranteed investment accounts, mutual funds and stocks. The Commonwealth of Virginia manages the investments of the Virginia Retirement System (VRS). Prudential also handles investments for OPEB trust fund for the City.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Attachment 1

Exhibit XII
(Continued)

NOTE 3. DEPOSITS AND INVESTMENTS (Continued)

Custodial Risk – For an investment, custodial risk is the risk that in the event of the failure of the counter party the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Currently all City investments are held in LGIP, CDARS, ICS and NOW accounts. In the event the City has to invest in a local bank, the City requires a designated portfolio manager and that at the time funds are invested, collateral for repurchase agreements be held in the City's name by a custodial agent for the term of the agreement and investments in obligations of the United States or its agencies be held by the Federal Reserve in a custodial account.

As of June 30, 2014, the City had the following cash, investments and maturities:

Primary Government

INVESTMENT TYPE	Investment Maturities (in years)			
	Fair Value	Less than 1 year	13-24 Months	25-60 Months
Fixed Agency (Callable) Securities	\$ 27,990,831.6	\$ -	\$ 735,274	\$ 27,255,557
Fixed Agency (Non-Callable) Securities	2,387,140	-	-	2,387,140
Fixed Certificate of Deposit	29,056,049	16,191,285	10,466,071	2,398,693
Overnight Funds Securities	121,198,885	-	-	121,198,885
Taxable Muni (Callable) Securities	787,611	-	-	787,611
Taxfree Muni (Non-Callable) Securities	20,230	-	-	20,230
Total Investments Controlled by City	\$ 181,440,747	\$ 16,191,285	\$ 11,201,345	\$ 154,048,117
OPEB Trust Investments *	30,236,824	-	-	30,236,824
Pension Plan Investments (Exhibit VIII) *	419,849,164	-	-	419,849,164
Total	\$ 631,526,735	\$ 16,191,285	\$ 11,201,345	\$ 604,134,105

*Details of investment types for OPEB and Pensions are listed in Note 17, Exhibit XII

Reconciliation to Total Cash and Investments:

Add:

Cash on Hand and in Banks	\$ 15,836,277
Cash with Fiscal Agents	147,937,859
Total Deposits and Investments	\$ 795,300,871

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Attachment 1

Exhibit XII
(Continued)

NOTE 3. DEPOSITS AND INVESTMENTS (Continued)

Component Unit

School Board

	Investment Maturities (in years)			
	Fair Value	Less than 1 year	13-24 Months	25-60 Months
Fixed Agency (Callable) Securities	\$ 9,763,586	\$ -	\$ 256,474	\$ 9,507,113
Fixed Agency (Non-Callable) Securities	832,667	-	-	832,667
Fixed Certificate of Deposit	10,135,149	5,647,743	3,650,709	836,697
Overnight Funds Securities	42,275,835	42,275,835	-	-
Taxable Muni (Callable) Securities	274,729	-	274,729	-
Taxfree Muni (Non-Callable) Securities	7,057	-	7,057	-
Total Investments Controlled by City	<u>\$ 63,289,024</u>	<u>\$ 47,923,578</u>	<u>\$ 4,188,969</u>	<u>\$ 11,176,477</u>

Other Component Units

	Investment Maturities (in years)			
	Fair Value	Less than 1 year	13-24 Months	25-60 Months
Fixed Agency (Callable) Securities	\$ 294,756	\$ -	\$ 2,283	\$ 292,473
Fixed Agency (Non-Callable) Securities	25,137.65	-	-	25,138
Fixed Certificate of Deposit	305,973.16	170,501	110,213	25,259
Overnight Funds Securities	1,276,278.32	1,276,278	-	-
Taxable Muni (Callable) Securities	8,293.89	-	-	8,294
Taxfree Muni (Non-Callable) Securities	213.03	-	-	213
Total Investments Controlled by City	<u>\$ 1,910,652</u>	<u>\$ 1,446,779</u>	<u>\$ 112,496</u>	<u>\$ 351,377</u>
Total Investments Controlled by City				
Primary Government and Component Units:	<u>\$ 246,640,423</u>			

As of June 30, 2014, the City had investments in the following issuers with credit quality ratings as shown below:

	Fair Value	S&P		Other	
		AAA	AA	Unrated	Certificate of Deposit
Fixed Agency (Callable) Securities **	\$ 38,049,174	\$ -	\$ 38,049,174	\$ -	\$ -
Fixed Agency (Non-Callable) Securities **	3,244,945	-	3,244,945	-	-
Fixed Corporate Securities **	39,497,171	-	-	-	39,497,171
Overnight Funds Securities	164,750,999	116,088,613	26,027,278	242,373	22,392,735
Taxable Muni (Callable) Securities	1,070,635	459,357	611,278	-	-
Taxfree Muni (Non-Callable) Securities	27,500	27,500	-	-	-
Total Investments Controlled by City & Components	<u>\$ 246,640,424</u>	<u>\$ 116,575,470</u>	<u>\$ 67,932,675</u>	<u>\$ 242,373</u>	<u>\$ 61,889,906</u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Attachment 1

Exhibit XII
(Continued)

NOTE 3. DEPOSITS AND INVESTMENTS (Continued)

Investments in any one issuer that represents 5% or more of the total of City of Alexandria's investments are as follows:

Issuer	Investment Type	Fair Value	% of Portfolio
Federal Home Loan	Fixed Agency (Callable) Securities	\$ 20,805,420	8.44%
Federal Farm Credit	Fixed Agency (Callable) Investments	20,488,700	8.31%
John Marshall Bank	Fixed Certificate of Deposit	15,257,727	6.19%
Access National Bank	Fixed Certificate of Deposit	28,044,603	11.37%
VA Local Gov't Investment	Government Investment Pool	116,088,613	47.07%
VIP	Government Investment Pool	26,027,278	10.55%

Reconciliation of total deposits and investments to the government-wide financial statements as of June 30, 2014:

	Governmental Activities	Business Type Activities	Fiduciary Activities	Total
Primary Government				
Cash on Hand and In Banks	\$ 15,836,277	\$ -	\$ -	\$ 15,836,277
Cash and Investments	181,411,137	-	29,610	181,440,747
Cash and Investments with Fiscal Agents	147,855,941	-	450,167,906	598,023,847
Total	<u>\$ 345,103,355</u>	<u>\$ -</u>	<u>\$ 450,197,516</u>	<u>\$ 795,300,871</u>
Component Unit School Board				
Cash on Hand and In Banks	\$ (1,969,564)	\$ -	\$ -	\$ (1,969,564)
Cash and Investments Controlled by City	63,289,023	-	-	63,289,023
Total	<u>\$ 61,319,459</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,319,459</u>
Other Component Units				
Cash and Investments Controlled by City	\$ 29,543	\$ 1,881,109	\$ -	\$ 1,910,652
Cash and Investments with Fiscal Agents	2,830,380	-	-	2,830,380
Total	<u>\$ 2,859,923</u>	<u>\$ 1,881,109</u>	<u>\$ -</u>	<u>\$ 4,741,032</u>
Grand Total				<u><u>\$ 861,361,362</u></u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 4. RECEIVABLES

Receivables at June 30, 2014 consist of the following:

	<u>Primary Government</u>			
	General	Special Revenue	Capital Project	Total
Taxes				
Real Property	\$ 189,541,890	\$ -	\$ -	\$ 189,541,890
Personal Property	50,074,885	-	-	50,074,885
Penalties and Interest	2,770,916	-	-	2,770,916
Other	2,377,197	-	-	2,377,197
Total Taxes	\$ 244,764,888	\$ -	\$ -	\$ 244,764,888
Accounts	\$ 10,032,321	\$ -	\$ -	\$ 10,032,321
Interest	148,582	-	-	148,582
Intergovernmental	32,757,313	7,689,255	2,326,663	42,773,231
Notes	709,000	43,671,950	1,475,000	45,855,950
Gross Receivables	\$ 288,412,104	\$ 51,361,205	\$ 3,801,663	\$ 343,574,972
Less: Allowance for Uncollectibles	14,315,194	38,515,262	1,475,000	54,305,456
Net Receivables	\$ 274,096,910	\$ 12,845,943	\$ 2,326,663	\$ 289,269,516

Taxes receivable represents the current and past four years of uncollected tax levies for personal property taxes and the current and past nineteen years for uncollected tax levies on real property. The allowance for estimated uncollectible taxes receivable is 5.8 percent of the total taxes receivable at June 30, 2014 and is based on historical collection rates. Almost all of the uncollectible taxes derive from personal property taxes. Almost all of the real property tax receivables as of June 30, 2014 represent the second-half payment due for real estate taxes on November 15, 2014.

Receivables on a government-wide basis include taxes receivable of \$13.9 million that are not available to pay for current period expenditures and, therefore, are offset by the unearned revenue for the governmental funds. Tax revenues and the corresponding unearned revenue reported on a government-wide basis do not include approximately \$0.1 million of taxes that are considered current financial resources, and therefore, are reported in the governmental funds. This comprises:

Real Estate tax receivables	\$ (2,611,539)
Personal Property tax receivables	<u>2,653,424</u>
Total	<u><u>\$ 41,885</u></u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 4. RECEIVABLES (Continued)

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also include unearned revenue related to resources that have been received but not yet earned. At the end of FY 2014 unearned revenue in the governmental funds consisted of the following:

	<u>Unavailable</u>	<u>Unearned</u>	<u>Total</u>
Property taxes, net of related allowances	\$ 251,307,398	\$ 5,276,064	\$ 256,583,462
Grant proceeds received prior to completion of eligibility requirements	-	6,556,793	6,556,793
Total unearned revenue for governmental funds	<u>\$ 251,307,398</u>	<u>\$ 11,832,857</u>	<u>\$ 263,140,255</u>

Deferred Outflows/Inflows

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Comment</u>
Total deferred Taxes	\$ 251,307,398	\$ -	
Grants received prior to Eligibility	794,972	5,761,821	BAB refund in GF
Total Deferred Outflows	<u>\$ 252,102,370</u>	<u>\$ 5,761,821</u>	

Component Units

Receivables at June 30, 2014 consist of following:

	<u>School Board</u>	<u>Library</u>	<u>Transit</u>	<u>Total</u>
Accounts	\$ 622,260	\$ -	\$ 390,452	\$ 1,012,712
Intergovernmental	5,581,686	35,234	-	5,616,920
Total Receivables	<u>\$ 6,203,946</u>	<u>\$ 35,234</u>	<u>\$ 390,452</u>	<u>\$ 6,629,632</u>

All of the component units' receivables are considered to be collectible.

All deferred revenue in the component units is unearned.

A. Property Taxes

The City levies real estate taxes on all real property on a calendar year basis, at a rate enacted by the City Council on the assessed value of property (except public utility property) as determined by the Director of Real Estate Assessments of the City. The Commonwealth assesses public utility property. Neither the City nor the Commonwealth imposes a limitation on the tax rate. All property is assessed at 100 percent of fair market value and

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 4. RECEIVABLES (Continued)

reassessed each year as of January 1. The Real Estate Assessor, by authority of City ordinance, prorates billings for property incomplete as of January 1, but completed during the year.

Real estate taxes are billed in equal semi-annual installments due June 15 and November 15. The taxes receivable balance at June 30, 2014 includes amounts not yet received from the January 1, 2014 levy (due June 15 and November 15, 2014), less an allowance for uncollectible. The installment due on November 15, 2014 is included as unavailable revenue since these taxes are restricted for use until FY 2015. Liens are placed on the property on the date real estate taxes become delinquent and must be satisfied prior to the sale or transfer of the property. In addition, any uncollected amounts from previous years' levies are incorporated in the taxes receivable balance. The tax rate was \$1.043 and 1.038¢ per \$100 of assessed value during calendar years 2014 and 2013, respectively.

Personal property tax assessments on tangible business property and all motor vehicles are based on 100 percent of fair market value of the property as of January 1 of each year. For a vehicle, the tax may be prorated for the length of time the vehicle has status in the City. Personal property taxes for the calendar year are due on October 5. Personal property taxes do not create a lien on property; however, City vehicle decals, which are required by law for all vehicles garaged in the City, may not be issued to any individual having outstanding personal property taxes. The taxes receivable balance at June 30, 2014 includes amounts not yet billed or received from the January 1, 2014 levy (due October 5, 2014). These taxes are included as unearned revenue since these taxes are restricted for use until FY 2015. The tax rates for motor vehicles were \$5.00 and \$4.75 per \$100 of assessed value during calendar years 2014 and 2013, respectively. The tax rates during calendar years 2014 and 2013 were \$4.75 for tangible property and \$4.50 for machinery and tools per \$100 of assessed value. In addition, any uncollected amounts from prior year levies are incorporated in the taxes receivable balance. Under the provisions of the Personal Property Tax Relief Act of 1998 (PPTRA), the City billed and collected from the State 61 percent of most taxpayers' payments in FY 2014 for the January 1, 2013 levy for the Commonwealth's share of the local personal property tax payment with the remainder collected by the Commonwealth from taxpayers. Unavailable revenues include the state share of the January 1, 2014 levy.

B. Notes Receivable

The gross amount of notes receivable is primarily for the City's housing programs and consisted of the following at June 30, 2014:

Governmental Activities

General Fund	\$ 709,000
Special Revenue Fund	43,671,950
Capital Projects Fund	1,475,000
Less Allowance for Uncollectible Accounts	<u>(40,299,262)</u>
Net	<u>\$ 5,556,688</u>
Amounts due within one year	<u>\$ 150,251</u>
Amounts due in more than one year	<u>\$ 5,406,437</u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Attachment 1

Exhibit XII
(Continued)

NOTE 5. CAPITAL ASSETS

The following is a summary of the changes in capital assets for the fiscal year ended June 30, 2014:

Governmental Activities

	Balance June 30, 2013	Increases	Decreases	Balance June 30, 2014
Capital Assets Not Being Depreciated:				
Land and Land Improvements	\$ 102,038,109	\$ 1,013,599	\$ -	\$ 103,051,708
Construction in Progress	26,768,083	47,027,353	7,189,866	66,605,570
Total Capital Assets Not Being Depreciated	<u>\$ 128,806,192</u>	<u>\$ 48,040,952</u>	<u>\$ 7,189,866</u>	<u>\$ 169,657,278</u>
Depreciable Capital Assets:				
Buildings	\$ 589,274,298	\$ 1,231,130	\$ 546,021	\$ 589,959,407
Infrastructure	225,000,517	9,594,691	-	234,595,208
Intangible Assets	11,592,520	5,810,246	-	17,402,766
Furniture and Other Equipment	81,472,422	15,604,888	4,798,356	92,278,954
Total Depreciable Capital Assets	<u>\$ 907,339,757</u>	<u>\$ 32,240,955</u>	<u>\$ 5,344,377</u>	<u>\$ 934,236,335</u>
Less Accumulated Depreciation for:				
Buildings	\$ 137,476,820	\$ 16,064,359	\$ 250,536	\$ 153,290,643
Infrastructure	101,855,970	7,362,672	-	109,218,642
Intangible Assets	11,368,347	1,236,774	-	12,605,121
Furniture and Other Equipment	50,361,874	7,708,611	4,523,127	53,547,358
Total Accumulated Depreciation	<u>\$ 301,063,011</u>	<u>\$ 32,372,416</u>	<u>\$ 4,523,127</u>	<u>\$ 328,661,764</u>
Depreciable Capital Assets, Net	<u>\$ 606,276,746</u>	<u>\$ (131,461)</u>	<u>\$ 275,229</u>	<u>\$ 605,574,571</u>
TOTALS	<u>\$ 735,082,938</u>	<u>\$ 47,909,491</u>	<u>\$ 7,465,095</u>	<u>\$ 775,231,849</u>

The City acquires and maintains all capital assets for the Library. Accordingly, Library capital assets are included in the governmental activities totals.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 5. CAPITAL ASSETS (Continued)

Governmental activities capital assets, net of accumulated depreciation at June 30, 2014, are comprised of the following:

General Capital Assets, Net	\$ 761,586,401
Internal Service Fund Capital Assets, Net	<u>13,645,448</u>
Total	<u>\$ 775,231,849</u>

Depreciation was charged to governmental functions as follows:

General Government	\$ 3,250,600
Judicial Administration	505,143
Public Safety	4,106,892
Public Works	6,932,218
Depreciation of infrastructure assets	7,362,672
Health and Welfare	645,060
Culture and Recreation	2,396,681
Education	6,877,512
Community Development	<u>295,638</u>
Total	<u>\$ 32,372,416</u>

Capital outlays are reported as expenditures in the governmental funds; however, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. The adjustment from governmental funds to the government-wide statements is summarized as follows:

Primary Government

City Capital Outlay	\$ 91,110,719
Donated Assets	3,609,516
Depreciation Expense	(32,372,416)
Sale of building (net)	(295,485)
Capital Outlay not capitalized	<u>(19,925,788)</u>
Total Adjustment	<u>\$ 42,126,546</u>

Donated assets are comprised of infrastructure donated by developers.

Net position invested in capital assets, net of related debt is computed as follows:

Capital Assets (net)	\$ 775,231,849
Outstanding bonds (including premium)	(\$579,157,653)
Unspent bond proceeds at SNAP	<u>147,855,941</u>
	<u>(431,301,712)</u>
Invested in Capital Assets Net of Debt	<u>\$ 343,930,137</u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 5. CAPITAL ASSETS (Continued)

Component Unit - School Board

The following is a summary of the changes in capital assets for the fiscal year ended June 30, 2014:

	Balance June 30, 2013	Increases	Decreases	Balance June 30, 2014
Capital Assets Not Being Depreciated:				
Land and Land Improvements	\$ 999,381	\$ -	\$ -	\$ 999,381
Total Capital Assets Not Being Depreciated	\$ 999,381	\$ -	\$ -	\$ 999,381
Depreciable Capital Assets:				
Buildings	\$ 38,239,412	\$ -	\$ -	\$ 38,239,412
Furniture and Other Equipment	15,780,412	1,614,895	405,181	16,990,126
Total Depreciable Capital Assets	\$ 54,019,824	\$ 1,614,895	\$ 405,181	\$ 55,229,538
Less Accumulated Depreciation For:				
Buildings and building improvements	\$ 35,646,842	\$ 345,066	\$ -	\$ 35,991,908
Furniture and Other Equipment	9,270,934	1,704,962	405,181	10,570,714
Depreciable Capital Assets, Net	\$ 44,917,776	\$ 2,050,028	\$ 405,181	\$ 46,562,623
Total Other Capital Assets, net	\$ 9,102,048	\$ (435,133)	\$ -	\$ 8,666,915
TOTALS	\$ 10,101,429	\$ (435,133)	\$ -	\$ 9,666,296

In FY 2002, the Virginia Assembly passed a general law to respond to GASB Statement No. 34 that establishes the local option of creating, for financial reporting purposes, a tenancy in common with the local school board when a city or county issues bonds for acquisition, construction or improvement of public school property. The sole purpose of the law is to allow cities and counties the ability to record together school assets and related debt liabilities. As a result, certain assets purchased with the City's general obligation bonds are now recorded as part of the primary government. According to the law, the tenancy in common ends when the associated obligation is repaid; therefore, the assets will revert to the Alexandria School Board when the bonds are repaid. Nothing in the law alters the authority or responsibility of the local school board or control of the assets. All depreciation was charged to education.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 5. CAPITAL ASSETS (Continued)

Component Unit – Alexandria Transit Company

	Balance			Balance
	<u>June 30, 2013</u>	<u>Increases</u>	<u>Decreases</u>	<u>June 30, 2014</u>
Depreciable Capital Assets:				
Equipment	\$ 31,990,057	\$ 253,807	\$ 71,753	\$ 32,172,112
Less Accumulated Depreciation	<u>16,528,020</u>	<u>2,099,224</u>	<u>71,753</u>	<u>18,555,491</u>
Total Depreciable Capital Assets, Net	<u>\$ 15,462,037</u>	<u>\$(1,845,416)</u>	<u>\$ -</u>	<u>\$ 13,616,621</u>
TOTALS	<u>\$ 15,462,037</u>	<u>\$(1,845,416)</u>	<u>\$ -</u>	<u>\$ 13,616,621</u>

All depreciation was charged to transit.

Primary Government

Construction in progress is composed of the following at June 30, 2014:

	<u>Project</u>	<u>Expended</u>	
	<u>Authorization</u>	<u>Through</u>	<u>Committed</u>
		<u>June 30, 2014</u>	
School Capital Projects	\$ 64,506,455	\$ 35,165,163	\$ -
Infrastructure	14,614,947	4,526,768	593,501
Parks and Recreation Facilities	895,000	695,459	171,891
Public Buildings	4,907,439	1,842,173	1,420,915
Public Safety Buildings	14,991,590	9,969,502	4,424,738
Information Technology Hardware	4,287,916	2,758,204	922,849
Other	<u>14,909,539</u>	<u>11,648,301</u>	<u>1,470,177</u>
TOTALS	<u>\$ 119,112,886</u>	<u>\$ 66,605,570</u>	<u>\$ 9,004,073</u>

Component Units

There was no construction in progress authorizations for the component units.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 6. RISK MANAGEMENT

The City is exposed to various losses related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. It is the policy of the City to retain risks of losses in those areas where it believes it is more economical to manage its risks internally and account for any claims settlement in the General Fund. Exceptions to the self-insurance program are made when insurance coverage is available and when premiums are cost effective. The City is covered by property/casualty insurance policies on real and personal property and the following liability insurance policies as of June 30, 2014: public entity and public officials excess liability, medical malpractice liability, voting booths, special events, vacant buildings, volunteer liability, and commercial crime. In addition, the City maintains excess workers' compensation insurance. The City maintains a blanket surety bond on all City workers who handle funds and excess amounts on key officials. There were no material reductions in insurance coverage from coverage in the prior fiscal year, nor did settlements exceed coverage for any of the past three fiscal years.

The City is self-insured for workers' compensation claims up to \$1 million and for public officers, public entity, physical damage to vehicles, and vehicle general liability under \$2 million and over \$10 million.

The following Constitutional Officers and City employees are covered by surety bonds issued in the amounts shown below by Aetna Casualty and Surety as of June 30, 2014:

Director of Finance.....	\$ 1,000,000**
Treasury Director	\$ 1,000,000
Revenue Director	\$ 0**
Retirement Administrator.....	\$ 1,000,000
Clerk of the Circuit Court.....	\$ 103,000*
Sheriff.....	\$ 30,000*
All other City employees.....	\$ 100,000
Alexandria Historic Restoration and Preservation Commissioners	\$ 10,000

* Bond provided by the Commonwealth of Virginia

** The Director of Finance covered the unfilled position of Revenue Director in FY 2014.

Self-Insurance

The non-current portion of unpaid workers' compensation claims amounted to approximately \$18.8 million as of June 30, 2014 and is reflected in the government-wide statements. The current portion is recorded as an accrued liability in the General Fund and the government-wide financial statements. In FY 2009 the City became self-insured for one of the two health insurance plans offered to employees. At June 30, 2014 the current portion of employees' health insurance was \$1.1 million which represents an estimate of health insurance claims that have been incurred but not reported and are reported in accrued liabilities. The amount of expenditures did not exceed funds that are available to pay the claims. Therefore a long-term liability has not been recorded as of June 30, 2014. Liabilities are reported when it is probable that losses have occurred and the amounts of the losses can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported to date. Liabilities are determined using a combination of actual claims experience and actuarially determined amounts and include incremental claim adjustment expenses and estimated recoveries. An independent contractor processes claims and the City records a provision and liability in the government-wide statements and General Fund (current portion only) for an estimate of incurred but not reported claims.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 6. RISK MANAGEMENT (Continued)

Changes in the estimated claims payable for workers' compensation and health insurance during the fiscal years ended June 30, 2014 and 2013 were as follows:

	Worker's Compensation	Health Insurance
July 1, 2012 Liability Balances	\$ 20,991,206	\$ 1,349,885
Claims and changes in estimates	4,279,281	15,448,554
Claim Payments	(4,409,627)	(15,439,726)
June 30, 2013 Liability Balances	\$ 20,860,860	\$ 1,358,713
Claims and changes in estimates	2,616,288	14,242,312
Claim Payments	(4,722,068)	(14,516,467)
June 30, 2014 Liability Balances	<u>\$ 18,755,080</u>	<u>\$ 1,084,558</u>

Insurance Commitment

In addition, the City has established a General Fund fund balance self-insurance commitment of \$5 million as of June 30, 2014.

Risk Pools

On March 15, 1986, the City joined the Commonwealth of Virginia's Law Enforcement Liability plan, called VA Risk, on behalf of the Office of the Sheriff. The Division of Risk Management of the Commonwealth's Department of General Services operates VA Risk. It was created in accordance with Sec. 2.1-526.8:1 of the Code of Virginia, which says that the State shall have the right and duty to defend any suit seeking damages or compensation against the City's officials and employees on account of wrongful acts, even if any of the allegations of the suit are groundless, false, or fraudulent, and may make investigation and settlement of any claims or suit as deemed expedient. The limits of VA Risk coverage are \$1 million per claim. The City retains the risk for all claims in excess of \$1 million.

Line of Duty Death and Disability Benefits

The City provides death and health benefits to the beneficiaries of certain law enforcement and rescue personnel disabled or killed in the line of duty. Benefit provisions and eligibility requirements are established by Title 9.1 Chapter 4 of the Code of Virginia.

Effective July 1, 2012 the City opted out of the Virginia Plan and will now self-fund and self-administer its Line of Duty Benefits. In June 2012, City Council approved the merging of the Line of Duty Benefit into the OPEB Trust Fund and self-administering the program which will reduce risk and should, over time reduce costs. During FY 2012, the City participated in the Virginia Line of Duty Trust Fund. The City contributed \$0.1 million to the Trust Fund in FY 2012. In addition, as a result of opting out, the City paid \$0.5 million to the Commonwealth as a reimbursement of the City's actual costs for FY 2011. In FY 2014 the City contributed to the OPEB trust fund for line of duty benefits.

In Fiscal Year 2014 the Line of Duty information was incorporated into the City's OPEB actuarial valuation. According to the 12/31/2013 actuarial valuation, 712 active employees were eligible for Line of Duty benefits. As of June, 2014, 65 beneficiaries were receiving Line of Duty payments. During FY 2014, Line of Duty payments for the recipients amounted to \$1.03 million.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 6. RISK MANAGEMENT (Continued)

Component Units

The School Board commercial carries insurance for all risks of loss, including property, theft, auto liability, physical damage, and general liability insurance through the Virginia Municipal League. Settled claims resulting from these risks have not exceeded commercial reinsurance coverage for the past three years. There were no material reductions in insurance coverage from coverage in the prior fiscal year nor did settlements exceed coverage for any of the past three fiscal years. The School Board also carries catastrophic medical insurance for Virginia High School League Student participants.

The Library carries commercial insurance with the Virginia Municipal League for all risks of loss including property insurance, theft, auto liability, physical damage, and general liability insurances. There were no material reductions in insurance coverage from coverage in the prior fiscal year, nor did settlements exceed coverage for any of the past three fiscal years.

On October 1, 1987, the Alexandria Transit Company joined the Virginia Transit Liability Pool. Commercial companies service the Virginia Transit Liability Pool.

The coverage and limits of the pool's liability to the City are as follows:

Commercial General Liability	\$10 million
Automobile Liability	\$10 million
Uninsured Motorist.....	\$50,000
Automobile Physical Damage	(Actual Value)

Under the provisions of the Virginia Workers' Compensation Act, the Alexandria Transit Company has secured the payment of Virginia compensation benefits and employers' liability coverage with the Virginia Municipal Group Self-Insurance Association (VMGSIA). VMGSIA is a public entity risk pool providing a comprehensive workers' compensation insurance program to Virginia municipalities and other local government entities. In addition to insurance coverage, the program provides risk management services with emphasis on loss control and claims administration. The Alexandria Transit Company pays an annual premium to VMGSIA for workers' compensation coverage. VMGSIA is self-sustaining through member premiums and will reinsure for claims in excess of \$5 million. Each member's premium is determined through an actuarial analysis based upon the individual member's past experience and number of employees. In FY 2014, the Alexandria Transit Company paid an annual premium of \$0.24 million for participation in this pool.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 7. OPERATING LEASES

Rental Costs

The City and the School Board lease office space and equipment under various long-term operating lease agreements expiring at various dates through FY 2029. Certain leases contain provisions for possible future increased rentals based upon changes in the Consumer Price Index.

Scheduled minimum rental payments for succeeding fiscal years ending June 30 are as follows:

<u>Fiscal Year</u>	<u>Primary Government</u>	<u>School Board Component Unit</u>
2015	\$ 5,636,475	\$ 990,792
2016	4,345,759	2,845,189
2017	3,328,217	2,668,779
2018	3,401,482	2,742,170
2019	3,556,394	2,817,580
2020-2024	15,634,585	15,133,636
2025-2029	18,409,206	15,631,020

Total rental costs during FY 2014 for operating leases were \$5.3 million for the Primary Government and \$2.8 million for the School Board.

Rental Revenues

The City also leases various City-owned properties and buildings under non-cancellable long-term lease agreements through FY 2028. The net book value of leased assets of \$3.5 million (cost of \$5.7 million less accumulated depreciation of \$2.2 million) is included in capital assets in the government-wide financial statements. Certain leases contain provisions for future increased revenues based upon changes in the Consumer Price Index.

Scheduled minimum revenues for succeeding fiscal years ending June 30 are as follows:

<u>Fiscal Year</u>	<u>Total Revenues</u>
2015	\$ 328,870
2016	244,093
2017	212,707
2018	212,707
2019	212,707
2020-2029	1,063,533

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 8. COMMITMENTS AND CONTINGENCIES

A. Washington Metropolitan Area Transit Authority

The City's commitments to the Washington Metropolitan Area Transit Authority (WMATA) are comprised of agreements to make capital contributions for construction of the rail transit system, contributions for replacement and improvement of rail and bus equipment, and payments of operating subsidies for both rail bus and paratransit systems.

Due to the new State requirement to reflect all State aid to all jurisdictions in their accounting statements according to Generally Accepted Accounting Principles, all State funding for WMATA received and administered by Northern Virginia Transportation Commission (NVTC) are now reflected in the accounting statements in addition to these footnotes. Total Department of Rail and Public Transportation (DRPT) funding for WMATA administered by NVTC on behalf of the City of Alexandria for FY 2014 amounted to \$18.8 million.

The City and other participating jurisdictions have entered into a series of capital contributions agreements with WMATA to fund the local share of the cost of the regional Metrorail, Metrobus and Metro Access transit systems. The City's commitments are summarized as follows:

1. Capital contributions - Bus and Rail Replacement

During FY 2004 the WMATA Board, the City and other participating jurisdictions in the Washington D.C. area discussed and negotiated a new "Metro Matters" multi-year capital funding agreement. This agreement reflects some \$3.2 billion in Metrorail and Metrobus infrastructure capital improvements, as well as expansion of Metro transit services through the acquisition of new railcars and buses. The participating jurisdictions' share is planned at \$1.9 billion over a 20-year period with \$0.9 billion planned during the first six years. The City's share is \$82.5 million over the 20-year period with \$40.7 million planned during the first six years. The Metro Matters inter-jurisdictional agreement was signed by the City of Alexandria on September 28, 2004. The City opted out of the new 2009 series bond issue by prefunding its share. In June, 2010, a new funding agreement was signed by all members of the WMATA Compact. It sets forth a commitment of one year's funding with five planning years. The new funding agreement assumes an increase of \$150 million per year of new federal funds, matched by the Commonwealth of Virginia, the State of Maryland, and the District of Columbia. The new agreement, totals to \$5.0 billion, of which \$2.5 billion will be funded by the federal government. The participating jurisdictions' financial obligations, including the City, per the Metro Matters agreement, are subject to individual jurisdictional annual appropriation consideration.

For the fiscal year ended June 30, 2014, the total City obligation was \$10.1 million, which includes payments to WMATA as well as debt service for the 2009 series of bonds used to prefund the City share. The debt service is also included in Exhibit IV in the total reported debt service. The state Aid and NVTC funding used for a portion of the payments to WMATA is included in the reported Special Revenue Fund activities for FY 2014. The City paid this obligation from the following sources:

City payments	\$ 7,052,137
State Aid and NVTC reimbursable	1,866,000
City Debt Service for 2009 bonds	<u>1,176,208</u>
TOTAL	<u>\$ 10,094,345</u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 8. COMMITMENTS AND CONTINGENCIES (Continued)

2. Operating subsidies - Bus and Rail Systems

During the fiscal year ended June 30, 2014, obligations for bus and rail subsidies amounted to \$27.3 million. The City paid this obligation from the following sources:

City payments	\$ 7,295,755
State Aid and State Motor Fuel Sales Tax revenues	19,986,666
Investment Earnings	<u>13,257</u>
TOTAL	<u>\$27,295,678</u>

Expected obligations for FY 2015 are \$31.0 million of which \$6.4 million is expected to be paid from the City's General Fund. We will also use \$22.8 million from NVTC funding and \$1.8 million from NVTa 30% funding to cover the rest of the obligations.

3. WMATA Transit Revenue Bonds

WMATA issued approximately \$1 billion of federally guaranteed transit revenue bonds to fund part of the construction of the rail transit system. Operating revenues have been insufficient to retire this debt. The federal government and WMATA entered into an agreement whereby the federal government agreed to pay two-thirds of the debt service costs for these bonds and to advance part of the remaining one third during the first three years of the agreement. The agreement requires that WMATA repay the federal advances, with interest, and one-third of the debt service on the bonds. WMATA allocated the cost of the advances and the one-third of the debt service costs among the participating jurisdictions. The City has not agreed to any payments for the one-third allocation of debt service, but the Northern Virginia Transportation Commission (NVTC) has paid, from state aid, all such costs allocated to Northern Virginia jurisdictions, of which \$607,636 was the City's allocation during the fiscal year ended June 30, 2014. However, NVTC has not paid any of the allocations for federal advances. In July of 1985, the Alexandria City Council authorized NVTC to pay \$4.2 million to WMATA, including accrued interest, from state aid on deposit to the credit of the City. This was the total amount allocated to the City by WMATA for advances by the federal government, including accrued interest. The City has thus, with such authorization, satisfied all claims due WMATA for transit revenue bonds.

4. City's long term development initiative for a new Metro station

At the current time, as a major long-term economic development initiative, the City on June 12, 2010 approved a major rezoning of 69 acres of prime real estate into a high density mixed-use development of over 7.5 million square feet. An integral part of this proposal, which will add approximately 10 percent to the City's tax base and generate over \$1 billion in new tax revenue over a 30 year period, would entail the construction of a new Metrorail station on the existing heavy rail Metrorail line that runs to the east of this 69 acres. The cost of this Metrorail station is estimated (in 2016 dollars) at between \$119 million and \$539 million, depending on the location of the station and other cost variables. The City is currently considering issuing general obligation bonds to finance this Metrorail station construction project and plans to repay these bonds with new tax revenues, two special tax districts, and developer contributions. The City is also considering pursuing financing assistance through the Transportation Infrastructure Financing Innovation ACT (TIFIA). Planning, further studies, station design and refinement of costs are underway. A final decision by City Council to proceed with the Metrorail station financing is anticipated to be made in the 1st quarter of FY 2015.

If the City does decide to proceed with the financing of the Metrorail station, it will require a material upward revision to its current debt policy guideline targets and limits, in that the amount of debt that may be issued would exceed the City's current debt targets and ceilings.

NOTE 8. COMMITMENTS AND CONTINGENCIES (Continued)

B. Litigation

The City is contingently liable with respect to lawsuits and other claims that arise in the ordinary course of its operations. It is the opinion of City management and the City Attorney that any losses not covered by insurance that may ultimately be incurred as a result of the suits and claims will not be material.

C. Waste-To-Energy Facility

The City has guaranteed annual tonnage of acceptable waste commitment to the Waste-to-Energy Facility, which is owned and operated by a private corporation. The commitment, which is joint with Arlington County, is based on a percent of solid waste the City and Arlington County expects to collect together. The facility charges fees on each ton based on defined costs, as well as has two multi-year contracts for large haulers where a fee discount applies. It is expected that the City and Arlington County will be able to continue to meet their minimum requirement for annual tonnage of 225,000 tons per year. For FY 2014 and for every year the facility has been open, the City and Arlington County exceeded the minimum annual tonnage requirement. If the City would be required to augment this requirement, the financial effect on the City would be immaterial.

On December 1, 1984, an inter-local joint enterprise agreement was entered into between the Alexandria Sanitation Authority and the Arlington Solid Waste Authority (the "Authorities"). The Joint Enterprise, referred to as the Alexandria/Arlington Resource Recovery Corporation, was formed to design, construct, equip, test, then operate a solid waste disposal facility having an installed capacity of 975 tons per day of mixed municipal solid waste. The facility is located at 5301 Eisenhower Avenue, Alexandria, Virginia. The Alexandria Industrial Development Authority issued revenue bonds and proceeds were lent to the Authorities to construct the facility.

On October 22, 1985, the Authorities sold the Facility to a private company ("the Corporation") pursuant to a Conditional Sale and Security Agreement (the Agreement). The sale involved the transfer of construction-in-progress together with marketable securities and other assets. The Corporation assumed the obligation to provide funds adequate to pay the current liabilities and the outstanding revenue bonds payable as of October 22, 1985. This Agreement requires the Authorities to transfer full title to the Facility only when principal and interest on the outstanding revenue bonds or any subsequent refinancing revenue bonds have been paid in full. The Agreement also entitles the Authorities to repossess the Facility if revenue bond debt service payments are not made.

In connection with this transaction, the Corporation entered into a Facility Agreement dated as of October 1, 1986, obligating it to construct the Facility and to provide waste disposal services to the City of Alexandria, Arlington County, and the Authorities for 20 years. Under the Facility Agreement, the City has a guaranteed annual tonnage of acceptable waste commitment to the Facility. The commitment was based on a percent of solid waste the City expects to collect. The Facility charges a fee on each ton based on defined costs, and the City has met its requirement for annual tonnage each year.

Federal law changes in the Clean Air Act and subsequent regulations required the City and Arlington County to invest in a retrofit for new equipment at the Waste-To-Energy Facility. In July 1998, the Authorities advance refunded \$55 million of the outstanding revenue bonds (Series 1998 A bonds) for the Facility to take advantage of lower interest rates. The Series A bonds were fully repaid in FY 2008. In November 1998, the Arlington Industrial Development Authority issued \$48.6 million in new retrofit revenue bonds (Series 1998 B bonds) to cover the cost of new pollution abatement equipment at the Facility required by federal law. The proceeds of the Series 1998 B bonds were lent to Authorities to construct the equipment.

The retrofitting of the Facility's boiler units with certain air pollution control equipment was made necessary by the U. S. Environmental Protection Agency regulations adopted pursuant to the 1990 Clean Air Act Amendments, which imposed more stringent emission limitations on waste-to energy facilities. The Corporation has agreed to design, construct, start-up, and test the equipment so that it passes the Acceptance tests.

NOTE 8. COMMITMENTS AND CONTINGENCIES (Continued)

Since Acceptance testing on each unit was completed in November 2000, the Operating Lease agreement between the Authorities and the Corporation took effect in January 2001. Since in essence the lease is a capital lease, the capital assets completed and covered by the lease and the promissory note are removed from the City records and are now considered a part of the plant. In FY 2008 they have been recorded in the same manner, as is the rest of the plant.

The Alexandria/Arlington Waste Disposal Trust Fund (“the Trust”) is a private purpose trust fund of Arlington County, Virginia and, accordingly, the financial position and results of operations of the Trust are reflected in the comprehensive annual financial report of Arlington County, Virginia. The City of Alexandria, Virginia and Arlington County, Virginia each have a 50% ownership interest in the Trust; however, because Arlington County performs the administrative functions for the Trust, it is reflected in the Arlington County reporting entity. As part of the Conditional Sale and Security Agreement, the Corporation made a payment of \$1 million to the Trust, which was to be used as a reserve for future expenditures.

Expenditures such as capital costs of repairs, replacement/changes to the facility, and waste recycling programs/activities which benefit the two jurisdictions are eligible for reimbursement through the Trust. In addition, in FY 2012 the Trust has been used to pay consulting fees to an engineering firm for operations and maintenance audits of the facility, for oversight of the new construction and for legal consulting fees paid for services related to the issuance of retrofit financing.

The Trust also has been used to subsidize the difference between the contractual tipping fee paid by haulers under special contracts and the standard tipping fee and to cover deficiencies arising in the “income-available-for-debt-service” calculations mandated by the Facility Agreement between the Corporation, the jurisdictions, and the authorities. In June 2001, the City of Alexandria, with the concurrence of Arlington County, took responsibility for the investment of Trust fund monies.

The Trust was dissolved in December 2012; at the time that all of the revenue bonds debt service had been paid in full. A new Facilities Monitoring Group (FMG) was established and a new trust fund was set up to fund FMG’s activities. It is funded entirely by contributions from Arlington County (60%) and the City (40%). The FMG budget for FY 2014 was \$69,000 and according to the trust agreement the City’s contribution was \$27,600.

Operating costs of the facility are paid for primarily through tipping fees. The City paid \$1.0 million in tipping fees in FY 2014.

D. Northern Virginia Transportation District Bonds

In November 1999, the City signed an agreement with the Commonwealth Transportation Board to provide \$256,070 annually, subject to appropriation, to finance certain Northern Virginia Transportation District Bond projects benefiting the City and other jurisdictions in Northern Virginia. The FY 2014 payment of \$256,070 was made from the proceeds from the City’s telecommunications tax received by the General Fund. The City is not liable for repayment of the 20-year bonds.

E. Combined Sanitary Sewer/Stormwater Sewer System

As a result of new and emerging state and federal regulations related to improving the water quality of the Chesapeake Bay, the jurisdictions that comprise the Bay’s watershed will be required to make significant capital investments in sanitary, storm water treatment and agricultural runoff systems in the coming decades. For Alexandria, this means making between \$200 million and \$300 million in investments to the combined sanitary sewer/storm water sewer system, as well as investing between \$50 and \$150 million to upgrade the City’s storm water infrastructure over the next two to three decades. The development of project plans, costs, timetables and funding plans will occur over the next few years and will be incorporated into future City CIPs.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT

General Obligation Bonds - The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. These bonds are subject to the provisions of the Internal Revenue Code of 1986 related to arbitrage and interest income tax regulations under those provisions. The City currently has no outstanding arbitrage obligation. General obligation bonds outstanding as of June 30, 2014 are comprised of the following individual issues:

\$18.635 million Public Improvement (tax-exempt) Refunding Bonds of 2014, installments ranging from \$2.7 to \$3.39 million through 2020, bearing interest rates 1.0 percent. The Bonds maturing on or before June 15, 2020 are not subject to redemption prior to maturity. This is a direct Bank Loan. The debt is being held as an investment with no intention of sale or distribution.	\$	18,635,000
\$63.8 million Public Improvement (tax-exempt) Refunding Bonds of 2013 installments ranging from \$3.305 to \$3.310 million through 2033, bearing interest at rates ranging from 4.0 percent to 5.0 percent. The Bonds maturing on or before June 15, 2023, are not subject to redemption prior to their maturity. The bonds maturing on or after June 15, 2024, are subject to optional redemption before maturity on or after June 15, 2023, at the option of the city in whole or in part, in installments of \$5,000 at any time or from time to time at par plus the interest accrued and on the principal amount to be redeemed to the date fixed for redemption.		62,800,000
\$76.82 million Public Improvement (tax-exempt) Bonds of 2012, installments ranging from \$200,000 to \$4 million through 2033, bearing interest rates ranging from 2.0 percent to 5.0 percent. The Bonds maturing on or before June 15, 2022 are not subject to redemption prior to maturity. The Bonds maturing on or after June 15, 2023, may be redeemed before their maturities on or after June 15, 2022, at the option of the City, in whole or in part, in installments of \$5,000 at any time or from time to time at par plus the interest accrued and unpaid on the principal amount to be redeemed to the date fixed for redemption.		74,420,000
\$17.33 million Public Improvement (tax-exempt) Refunding Bonds of 2012 installments ranging from \$70,000 to \$2.64 million through 2025, bearing interest at rates ranging from 2.0 percent to 4.0 percent. The Bonds maturing on or after June 15, 2022, are not subject to redemption before maturity. The bonds at the time outstanding that are stated to mature on or after June 15, 2023, may be redeemed before their maturities on or after June 15, 2022, at the option of the city in whole or in part, in installments of \$5,000 at any time or from time to time at par plus the interest accrued and unpaid on the principal amount to be redeemed to the date fixed for redemption.		17,180,000
\$63.6 million Public Improvement (tax-exempt) Refunding Bonds of 2012, installments ranging from \$2.9 million to \$8.6 million through 2023, bearing interest rates ranging from 2.0 percent to 4.5 percent. Bonds maturing on or before June 15, 2022, are not subject to optional redemption. The Bonds maturing on June 15, 2023, are subject to optional redemption before maturity on or after June 15, 2022, at the direction of the City in whole or in part in installments of \$5,000 at par plus interest accrued and unpaid on the principal amount to be redeemed to the date fixed for redemption.		60,735,000
\$69.95 million Public improvement (tax-exempt) Bonds of 2011, installments ranging from \$1.0 million to \$3.8 million through 2031, bearing interest rates ranging from 2.0 percent to 5.0 percent. The Bonds maturing on or before July 15, 2021, are not subject to redemption prior to maturity. The Bonds maturing on or after July 15, 2022, are subject to optional redemption before maturity on or after July 15, 2021, at the direction of the City, in whole or in part, in installments of \$5,000 at any time or from time to time at par plus the interest accrued and unpaid on the principal amount to be redeemed to the date fixed for redemption.		66,950,000
\$17.0 million Public Improvement (tax-exempt) Bonds of 2010, installments ranging from \$2.0 million to \$3.7 million through 2016, bearing interest at rates ranging from 4.0 percent to 5.0 percent. The bonds are not subject to redemption prior to maturity		11,100,000
\$55.3 million Public Improvement (taxable Build America) Bonds of 2010, installments ranging from \$3.7 million to \$4.4 million through 2030, bearing interest at rates ranging from 3.6 percent to 5.0 percent for which the federal government provides a 35 percent interest rate subsidy. The Bonds maturing on or after July 1, 2021, are subject to optional redemption, in whole or part, at the direction of the City. The bonds are subject to redemption prior to July 2020, at the option of the City, upon the occurrence of an Extraordinary Event.		55,300,000

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT (Continued)

\$35.2 million Public Improvement (tax-exempt) Bonds of 2009 installments ranging from \$1.1 million to \$4.1 million through 2019, bearing interest at rates ranging from 1.75 percent to 4.0 percent. The Bonds are not subject to redemption prior to maturity	\$	24,600,000
\$44.5 million Public Improvement (taxable-Build America) Bonds of 2009 installments ranging from \$4.1 million to \$4.8 million through 2029, bearing interest at rates ranging from 4.85 percent to 5.7 percent for which the Federal government provides a 35 percent interest rate subsidy. The Bonds maturing on or after July 1, 2019, are subject to optional redemption before maturity on or after July 1, 2019, at the direction of the City, in whole or in part installments of \$5,000 at any time or from time to time at par plus the interest accrued on the principal amount to be redeemed to the date fixed for redemption		44,500,000
\$58.0 million Public Improvement (tax-exempt) Bonds of 2008 installments ranging from \$0.9 million to \$3.1 million through 2028, bearing interest at rates ranging from 3.5 percent to 5.0 percent. The Bonds maturing on or after July 15, 2019, are subject to optional redemption before maturity on or after July 15, 2018, at the direction of the City, in whole or in part installments of \$5,000 at any time or from time to time at par plus the interest accrued on the principal amount to be redeemed to the date fixed for redemption		46,500,000
\$5.0 million Public Improvement (taxable) Bonds of 2008 installments ranging from \$0.25 million to \$1.25 million through 2028, bearing interest at rates ranging from 4.5 percent to 5.6 percent. The Bonds maturing on or after July 15, 2019, are subject to optional redemption before maturity on or after July 15, 2018, at the direction of the City, in whole or in part installments of \$5,000 at any time or from time to time at par plus the interest accrued on the principal amount to be redeemed to the date fixed for redemption.		3,750,000
\$22.8 million Public Improvement (tax-exempt) Refunding Bonds of 2007 installments ranging from \$2.8 million to \$2.9 million through 2021, bearing interest at rates ranging from 4.0 percent to 5.0 percent. The bonds are not subject to redemption prior to their maturity		19,910,000
56 million Public Improvement (tax-exempt) Bonds of 2006 installments of \$2.9 million through 2026, bearing interest at rates ranging from 4.00 percent to 5.0 percent. The bonds maturing on or after June 15, 2017, are subject to optional redemption before maturity on or after June 15, 2016, at the direction of the City, in whole or in part installments of \$5,000 at any time or from time to time at par plus the interest accrued on the principal amount to be redeemed to the date fixed for redemption		11,660,000
\$15 million Public Improvement (taxable) Bonds of 2006 installments of \$0.75 million through 2026, bearing interest at rates ranging from 5.5 percent to 5.95 percent. The bonds maturing before December 15, 2016, are not subject to redemption before maturity. The bonds maturing on or after June 15, 2017, are subject to optional redemption before maturity on or after June 15, 2016, at the direction of the City, in whole or in part installments of \$5,000, at any time or from time to time at par plus accrued interest on the principal amount to be redeemed to the date fixed for redemption		9,000,000
\$54.8 million Public Improvement Bonds of 2004 installments of \$2.74 million through 2024, bearing interest at rates ranging from 3.0 percent to 5.0 percent. The bonds maturing before December 15, 2015, are not subject to redemption before maturity. Beginning December 15, 2014, bonds maturing on or after June 15, 2015, are subject to redemption at the direction of the City, in whole or in part in installments of \$5,000, at certain redemption prices that include a redemption premium plus accrued interest		2,740,000
\$40 million Public Improvement Bonds of 1999 due in annual installments of \$2 million through 2019, bearing interest at rates ranging from 4.25 percent to 5.0 percent. The bonds are not subject to redemption prior to maturity		10,000,000
Total	\$	539,780,000

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT (Continued)

The outstanding bonds have been issued as follows:

General Obligation Refunding Bonds of 2014A Direct Bank Loan

	<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>June 15,</u>
\$	3,390,000	1.000%	2015
	3,310,000	1.000%	2016
	3,185,000	1.000%	2017
	3,050,000	1.000%	2018
	2,915,000	1.000%	2019
	2,785,000	1.000%	2020
\$	<u>18,635,000</u>		

General Obligation Capital Improvement Bonds of 2013

<u>CUSIP</u>	<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>June 15,</u>
015302S52	\$ 3,305,000	5.000%	2015
015302S60	3,305,000	5.000%	2016
015302S78	3,305,000	5.000%	2017
015302S86	3,305,000	5.000%	2018
015302S94	3,305,000	5.000%	2019
015302T28	3,305,000	5.000%	2020
015302T36	3,305,000	5.000%	2021
015302T44	3,305,000	5.000%	2022
015302T51	3,305,000	5.000%	2023
015302T69	3,305,000	4.000%	2024
015302T77	3,305,000	4.000%	2025
015302T85	3,305,000	4.000%	2026
015302T93	3,305,000	4.000%	2027
015302U26	3,305,000	4.000%	2028
015302U34	3,305,000	4.500%	2029
015302U42	3,305,000	4.500%	2030
015302U59	3,305,000	4.500%	2031
015302T67	3,305,000	4.500%	2032
015302T75	3,310,000	4.500%	2033
\$	<u>62,800,000</u>		

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT (Continued)

Public Improvement Bonds of 2012 B

<u>CUSIP</u>	<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>June 15,</u>
015302N81	\$ 3,280,000	5.000%	2015
015302N99	3,340,000	5.000%	2016
015302P22	4,000,000	5.000%	2017
015302P30	4,000,000	5.000%	2018
015302P48	4,000,000	5.000%	2019
015302P55	4,000,000	5.000%	2020
015302P63	4,000,000	5.000%	2021
015302P71	4,000,000	5.000%	2022
015302P89	4,000,000	5.000%	2023
015302P97	3,980,000	5.000%	2024
015302Q21	3,980,000	4.000%	2025
015302Q39	3,980,000	4.000%	2026
015302Q47	3,980,000	4.000%	2027
015302Q54	3,980,000	4.000%	2028
015302Q62	3,980,000	3.000%	2029
015302Q70	3,980,000	3.000%	2030
015302Q88	3,980,000	3.000%	2031
015302Q96	3,980,000	3.125%	2032
015302R20	3,980,000	3.250%	2033
	\$ <u>74,420,000</u>		

Refunding Bonds of 2012 C

<u>CUSIP</u>	<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>June 15,</u>
015302R53	\$ 85,000	3.000%	2015
015302R61	90,000	3.000%	2016
015302R79	3,005,000	4.000%	2017
015302R87	2,980,000	4.000%	2018
015302R95	2,750,000	3.000%	2023
015302S29	5,630,000	3.000%	2024
015302S37	2,640,000	3.000%	2025
	\$ <u>17,180,000</u>		

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT (Continued)

Refunding Bonds of 2012

<u>CUSIP</u>	<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>June 15,</u>
15302M58	\$ 3,135,000	4.00%	2015
15302M66	5,740,000	4.00%	2016
15302M74	5,715,000	4.00%	2017
15302M82	5,690,000	4.25%	2018
15302M90	8,595,000	4.50%	2019
15302M24	8,615,000	4.50%	2020
15302M32	8,625,000	4.50%	2021
15302M40	8,635,000	4.00%	2022
15302M57	5,985,000	4.00%	2023
	<u>\$ 60,735,000</u>		

Public Improvement Bonds of 2011

<u>CUSIP</u>	<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>July 15,</u>
015302J94	\$ 3,000,000	4.00%	2014
015302K27	3,765,000	5.00%	2015
015302K35	3,765,000	5.00%	2016
015302K43	3,765,000	5.00%	2017
015302K50	3,765,000	5.00%	2018
015302K68	3,765,000	2.13%	2019
015302K76	3,765,000	2.25%	2020
015302K84	3,760,000	4.00%	2021
015302K92	3,760,000	5.00%	2022
015302L26	3,760,000	3.00%	2023
015302L34	3,760,000	3.25%	2024
015302L42	3,760,000	3.25%	2025
015302L59	3,760,000	4.00%	2026
015302L67	3,760,000	4.00%	2027
015302L75	3,760,000	4.00%	2028
015302L83	3,760,000	4.00%	2029
015302L91	3,760,000	4.00%	2030
015302M25	3,760,000	4.00%	2031
	<u>\$ 66,950,000</u>		

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT (Continued)

Public Improvement Bonds of 2010 (Tax-Exempt)

<u>CUSIP</u>		<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>July 1,</u>
015302G89	\$	3,700,000	4.00%	2014
015302G97		3,700,000	5.00%	2015
015302H21		3,700,000	4.00%	2016
Total	\$	<u>11,100,000</u>		

Public Improvement Bonds of 2010 (Taxable)

<u>CUSIP</u>		<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>July 1,</u>
15302H39	\$	3,700,000	3.60%	2017
15302H47		3,700,000	3.95%	2018
15302H54		3,700,000	4.15%	2019
15302H62		3,700,000	4.05%	2020
15302H70		3,700,000	4.25%	2021
15302H88		3,700,000	4.40%	2022
15302H96		3,700,000	4.50%	2023
15302J29		3,700,000	4.60%	2024
15302J37		3,700,000	4.80%	2025
15302J45		4,400,000	4.95%	2026
15302J52		4,400,000	5.00%	2027
15302J60		4,400,000	5.00%	2028
15302J60		4,400,000	5.00%	2029
15302J60		4,400,000	5.00%	2030
Total	\$	<u>55,300,000</u>		

Public Improvement Bonds of 2009 (Tax-Exempt)

<u>CUSIP</u>		<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>July 1,</u>
15302E57	\$	4,100,000	2.13%	2014
15302E65		4,100,000	3.00%	2015
15302E73		4,100,000	3.00%	2016
15302E81		4,100,000	4.00%	2017
15302E99		4,100,000	4.00%	2018
15302F23		4,100,000	4.00%	2019
Total	\$	<u>24,600,000</u>		

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT (Continued)

Public Improvement Bonds of 2009 (Taxable-Build America Bonds)

<u>CUSIP</u>		<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u>
				<u>July 1,</u>
15302F31	\$	4,100,000	4.85%	2020
15302F49		4,100,000	5.00%	2021
15302F56		4,100,000	5.10%	2022
15302F64		4,100,000	5.20%	2023
15302F72		4,100,000	5.30%	2024
15302F80		4,800,000	5.40%	2025
15302F98		4,800,000	5.50%	2026
15302G22		4,800,000	5.60%	2027
15302G30		4,800,000	5.65%	2028
15302G48		4,800,000	5.70%	2029
Total	\$	<u>44,500,000</u>		

Public Improvement Bonds of 2008 (Tax-Exempt)

<u>CUSIP</u>		<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u>
				<u>July 15,</u>
15302A69	\$	3,100,000	3.50%	2014
15302A77		3,100,000	5.00%	2015
15302A85		3,100,000	5.00%	2016
15302A93		3,100,000	5.00%	2017
15302B27		3,100,000	4.00%	2018
15302B35		3,100,000	4.00%	2019
15302B43		3,100,000	4.25%	2020
15302B50		3,100,000	4.00%	2021
15302B68		3,100,000	4.00%	2022
15302B76		3,100,000	4.13%	2023
15302B84		3,100,000	4.20%	2024
15302B92		3,100,000	4.25%	2025
15302C26		3,100,000	4.25%	2026
15302C34		3,100,000	4.30%	2027
15302C42		3,100,000	4.38%	2028
Total	\$	<u>46,500,000</u>		

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT (Continued)

Public Improvement Bonds of 2008 (Taxable)

<u>CUSIP</u>		<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>July 15,</u>
15302D25	\$	250,000	4.63%	2014
15302D33		250,000	4.80%	2015
15302D41		250,000	5.00%	2016
15302D58		250,000	5.25%	2017
15302D66		250,000	5.25%	2018
15302D74		1,250,000	5.40%	2023
15302D82		1,250,000	5.60%	2028
Total	\$	<u>3,750,000</u>		

Refunding Bonds of 2007

<u>CUSIP</u>		<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>June 15,</u>
015302ZR6	\$	2,890,000	4.00%	2015
015302ZS4		2,870,000	4.00%	2016
015302ZT2		2,845,000	4.00%	2017
015302ZU9		2,825,000	5.00%	2018
015302ZV7		2,825,000	5.00%	2019
015302ZW5		2,825,000	5.00%	2020
015302ZX3		2,830,000	5.00%	2021
Total	\$	<u>19,910,000</u>		

Public Improvement Bonds of 2006 (Tax-Exempt)

<u>CUSIP</u>		<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>June 15,</u>
15302YH9	\$	2,915,000	4.00%	2015
15302YJ5		2,915,000	5.00%	2016
15302YT3		2,915,000	4.25%	2025
15302YU0		2,915,000	4.38%	2026
Total	\$	<u>11,660,000</u>		

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT (Continued)

Public Improvement Bonds of 2006 (Taxable)

<u>CUSIP</u>	<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>June 15,</u>
15302ZD7	\$ 750,000	5.55%	2015
15302ZE5	750,000	5.55%	2016
15302ZF2	750,000	5.65%	2017
15302ZG0	750,000	5.70%	2018
15302ZH8	750,000	5.75%	2019
15302ZJ4	750,000	5.80%	2020
15302ZK1	750,000	5.85%	2021
15302ZL9	750,000	5.90%	2022
15302ZM7	750,000	5.95%	2023
15302ZN5	750,000	5.95%	2024
15302ZP0	750,000	5.95%	2025
15302ZQ8	750,000	5.95%	2026
Total	\$ <u>9,000,000</u>		

Public Improvement Bonds of 2004 (Tax-Exempt)

<u>CUSIP</u>	<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>December 15,</u>
15302XN7	\$ 2,740,000	5.00%	2014
Total	\$ <u>2,740,000</u>		

Public Improvement Bonds of 1999 (Tax-Exempt)

<u>CUSIP</u>	<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u> <u>January 15,</u>
15302TV4	\$ 2,000,000	4.50%	2015
15302TW2	2,000,000	5.00%	2016
15302TX0	2,000,000	5.00%	2017
15302TY8	2,000,000	5.00%	2018
15302TZ5	2,000,000	5.00%	2019
Total	\$ <u>10,000,000</u>		

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT (Continued)

The requirements to pay all long-term bonds as of June 30, 2014, including interest payments of \$184.8 million, are summarized as follows:

Fiscal Year	Serial Bonds	
	<u>Principal</u>	<u>Interest</u>
2014.....	\$ 16,890,000	\$ 10,927,963
2015.....	36,670,000	22,018,689
2016.....	39,235,000	20,478,088
2017.....	39,715,000	18,837,787
2018.....	39,515,000	17,206,712
2019-2023.....	174,220,000	62,156,467
2024-2028.....	132,225,000	27,792,807
2029-2033.....	<u>61,310,000</u>	<u>5,346,250</u>
	<u>\$ 539,780,000</u>	<u>\$ 184,764,763</u>

The General Fund meets debt service requirements for general obligation bonds. The City retains the liability for the portion of general obligation bonds issued to fund capital projects of the School Board. The City will receive \$17.6 million in Build America Bonds interest subsidy payments through 2031.

Legal Debt Margin - The City has no overlapping debt with other jurisdictions. As of June 30, 2014, the City had a legal debt limit of \$3.6 billion and a debt margin of \$3.0 billion:

Assessed Value of Real Property, January 1, 2014.....	<u>\$35,335,182,000</u>
Debt Limit: 10 Percent of Assessed Value.....	\$ 3,533,518,200
Amount of Debt Applicable to Debt Limit:	
General Obligation Bonds.....	<u>\$539,780,000</u>
Less Total General Obligation Debt.....	<u>(539,780,000)</u>
LEGAL DEBT MARGIN REMAINING	<u>\$ 2,993,738,200</u>

Unissued Bonds - Bond authorizations expire three years from the effective date of the respective bond ordinances. Authorization of bonds, bonds issued and expired during the fiscal year ended June 30, 2014, are summarized below:

	Authorized and Unissued				Authorized and Unissued
	<u>July 1, 2013</u>	<u>Authorized</u>	<u>Issued</u>	<u>Expired</u>	<u>June 30, 2014</u>
General Obligation Bonds	<u>\$ 63,800,000</u>	<u>\$ 35,997,000</u>	<u>\$ 63,800,000</u>	<u>\$ -</u>	<u>\$ 35,997,000</u>

The City Council is planning to issue \$40 million in General Obligation Bonds. The proceeds of the Bonds will be used to finance certain capital improvement projects for the City, including, but not limited to, public school projects, City parks and public buildings, traffic control, capital contributions to the Washington Metropolitan Area Transit Authority ("WMATA"), infrastructure improvements and maintenance and acquisition of fire department vehicles and apparatus

The City did not issue any short-term debt or have any short-term debt outstanding during FY 2014. Other short-term liabilities represent unclaimed money and deposits.

Changes in Long-Term Liabilities - Changes in the total long-term liabilities during the fiscal year ended June 30, 2014 are summarized below. The Net Pension Obligation results from contributions to the City Supplemental

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT (Continued)

Retirement Plan, the Pension for Fire and Police Plan, and the Firefighters' and Police Pension Plan that were less than the required amount. In general the City uses the General Fund to liquidate long-term liabilities.

Primary Government – Governmental Activities

	Balance			Balance	Amounts Due
	July 1, 2013	Additions	Reductions	June 30, 2014	Within One
					Year
General Obligation Bonds	\$ 508,700,000	\$82,435,000	\$51,355,000	\$539,780,000	\$ 36,665,000
Bond Premium	34,916,307	6,827,308	2,365,962	39,377,653	2,365,962
Workers' Compensation Claims	20,860,860	2,938,959	5,044,739	18,755,080	4,750,218
Accrued Compensated Absences	23,028,485	14,822,485	15,162,459	22,688,511	3,134,895
Net Pension Obligation	16,815,698	2,493,044	2,344,544	16,964,198	-
Net OPEB Obligation	6,751,951	10,219,176	-	16,971,127	-
Total	<u>\$ 611,073,301</u>	<u>119,735,972</u>	<u>\$76,272,704</u>	<u>\$654,536,569</u>	<u>\$ 46,916,075</u>

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.

All liabilities – both current and long-term – are reported in the statement of Net position. The adjustment from modified accrual to full accrual is as follows:

Balances at June 30, 2014:	
Long-term liabilities (detail above)	\$ 654,536,569
Accrued interest payable	<u>6,151,012</u>
Adjustment	<u>\$ 660,687,581</u>

Under the modified accrual basis of accounting used in the fund financial statements for the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the government-wide statement of activities, however, which is presented on the accrual basis, expenses are reported regardless of when financial resources are available. In addition, interest on long-term debt is recognized under the modified accrual basis of accounting when due, rather than as it accrues. This adjustment from modified accrual to full accrual is composed of the following items:

Compensated absences	\$ (339,974)
Workers compensation	(2,105,780)
Change in net pension obligation and net OPEB obligation	10,367,676
Amortization of bond premium,	
Discount and interest	4,860,962
Accrued interest on bonds	<u>(55,771)</u>
Adjustment	<u>\$ 12,727,113</u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 9. LONG-TERM DEBT (Continued)

Deferred Inflows: Exhibit I

Deferred Inflows Exhibit III		\$ 257,851,342
Tax Lead	\$(13,993,891)	
Deferred Interest	(4,186,822)	
Adjustment Exhibit III		(18,180,713)
Deferred Inflows Exhibit I		<u>\$239,670,628</u>

Component Unit – School Board

	Balance July 1, 2013	Additions	Reductions	Balance June 30, 2014	Amounts Due Within One Year
Accrued Compensated Absences	\$ 7,049,914	\$ 10,140,081	\$ 9,611,237	\$ 7,578,758	\$ 1,102,439
Workers' Compensation Claims	395,559	1,675,011	1,033,447	1,037,123	725,986
Net OPEB Obligation	840,056	-	600,520	239,536	-
Total	<u>\$ 8,285,529</u>	<u>\$ 11,815,092</u>	<u>\$11,245,204</u>	<u>\$ 8,855,417</u>	<u>\$ 1,828,425</u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 10. INTERFUND BALANCES AND COMPONENT UNIT TRANSACTIONS

Primary Government

There were no interfund receivables/payables at June 30, 2014. Interfund transfers and transactions for the year ended June 30, 2014 consisted of the following:

Transfer In/Out:	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
Primary Government Transaction				
General Fund	\$ -	\$ 2,894,329	\$ 150,000	\$ 3,044,329
Special Revenue	49,926,943	-	-	49,926,943
Capital Projects	23,512,947	1,331,482	-	24,844,429
Internal Service	-	-	3,404,284	3,404,284
Total	\$ <u>73,439,890</u>	\$ <u>4,225,811</u>	\$ <u>3,554,284</u>	\$ <u>81,219,985</u>
Component Unit Transactions				
School Board	\$ 185,611,472	\$ -	\$ -	\$ 185,611,472
Library	6,598,290	-	-	6,598,290
Alexandria Transit	-	10,659,632	-	10,659,632
Total	\$ <u>192,209,762</u>	\$ <u>10,659,632</u>	\$ <u>-</u>	\$ <u>202,869,394</u>

Primary government transfer activities include:

Transfers from the General Fund to the Special Revenue Fund represent City funds required to match grant programs resources and taxes collected for affordable housing project and to fund NVTA agreement.

Special Revenue funds are transferred to other funds for capital and equipment purchases as determined by the terms of the grant agreements.

Transfers from the General Fund to the Capital Projects fund represent the City's budgeted pay-as-you go funding of capital projects.

Transfers from Special Revenue funds to Capital Projects represent grants received for capital related expenditures.

Transactions with the component units represent budgeted subsidies for the school operations and capital projects, library operations and transit operations. In addition, there were no capital assets transferred to Alexandria Transit.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 11. GRANTS

The City receives financial assistance from numerous federal, state and local governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and a condition specified in the grant agreements and is subject to audit by the grantor agencies. Any unallowed disbursements resulting from such audits could become a liability of the City. In the opinion of City management, no material refunds will be required as a result of unallowed disbursements (if any), by the grantor agencies.

NOTE 12. INTERGOVERNMENTAL REVENUES

Intergovernmental revenues for the City and its component units totaled \$176.9 million in FY 2014. Sources of these revenues were as follows:

GOVERNMENTAL FUNDS	
Federal Government	\$ 42,252,682
Commonwealth of Virginia	<u>84,169,044</u>
Total Primary Government	<u>\$ 126,421,726</u>
COMPONENT UNITS	
Federal Government:	
School Board	\$ 13,074,924
Total Component Units Federal Government	<u>\$ 13,074,924</u>
Commonwealth of Virginia:	
School Board	\$ 37,164,240
Library	164,310
Alexandria Transit Company	<u>40,772</u>
Total Component Units Commonwealth of Virginia	<u>\$ 37,369,322</u>
Total Component Units	<u>\$ 50,444,246</u>
TOTAL CITY AND COMPONENT UNITS	
Total Federal Government	\$ 55,327,606
Total Commonwealth of Virginia	<u>121,538,366</u>
Total Intergovernmental Revenue	<u>\$ 176,865,972</u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 13. DUE FROM OTHER GOVERNMENTS

Due from other governments represents accrued revenue at June 30, 2014, consisting of the following:

Primary Government	
State	
General Fund	\$ 30,715,028
Special Revenue Fund	<u>2,617,488</u>
Total State	<u>\$ 33,332,516</u>
Federal	
General Fund	\$ 2,042,285
Special Revenue Fund	5,071,767
Capital Projects	<u>2,326,663</u>
Total Federal	<u>9,440,715</u>
Total Primary Government	<u>\$ 42,773,231</u>
Component Units	
State	
School Board	\$ 2,070,903
Library	<u>35,234</u>
Total State	<u>\$ 2,106,137</u>
Federal	
School Board	<u>\$ 3,475,696</u>
Total Federal	<u>\$ 3,475,696</u>
Total	<u>\$ 48,355,064</u>

NOTE 14. JOINT VENTURES

A. Northern Virginia Criminal Justice Academy

The City participates in a joint venture with the Counties of Arlington and Loudoun and the Cities of Fairfax, Falls Church, Manassas, and Manassas Park to provide training for sworn law enforcement and correctional officers to satisfy requirements mandated by the Commonwealth of Virginia. The Industrial Development Authority of Loudoun County, Virginia issued \$6,585,000 Northern Virginia Criminal Justice Academy Lease Revenue Bonds, Series 1993, to finance the acquisition, renovation, and equipment of the Academy Training Center. The City and the Counties of Arlington and Loudoun have entered into a capital lease with the Industrial Development Authority of Loudoun County. The City maintains an equity interest only in the land and building of the Academy, which is reflected in the City's Statement of Net position. The City does not maintain an equity interest in the Academy's operations. This lease was paid in full in FY 2007. New debt of \$18.7 was issued in FY 2007. The City does not have an equity interest associated with this debt. In addition, the City pays the Northern Virginia Criminal Justice Academy for operating costs based on the pro-rata share of officers trained. In FY 2014, the City paid \$0.6 million for operating costs.

Financial statements for the Academy may be obtained at Northern Virginia Criminal Justice Academy, 45299 Research Place, Ashburn, Virginia 22011-2600.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 14. JOINT VENTURES (Continued)

B. Northern Virginia Juvenile Detention Home

The City participates in a joint venture with Arlington County and the City of Falls Church to operate a regional juvenile detention home. In July 1993, the City agreed to fund 55.3 percent of the construction costs of a new facility. The final construction payments were made in FY 1995. In addition, the City pays part of the Northern Virginia Juvenile Detention Home's operating costs based on the number of beds utilized by Alexandria residents. These payments totaled \$1.4 million in FY 2014.

The City does not maintain an equity interest in the detention home. Complete separate financial statements for this operation may be obtained from Northern Virginia Juvenile Detention Home, 200 South Whiting Street, Alexandria, Virginia 22304.

C. Peumansend Creek Regional Jail Authority

In 1992, the City entered into an agreement with the Counties of Caroline, Arlington, Prince William, and Loudoun to form an authority to construct and operate a regional jail in Caroline County. The regional jail, which commenced operations in September 1999, is used primarily to hold prisoners from each member jurisdiction. The Regional Jail Authority is composed of two representatives, the Chief Administrative Officer and the Sheriff, from each participating jurisdiction. The City of Richmond, which was not party to the original agreement, is now a part of the project. The regional jail has the capacity for 336 prisoners. The City is guaranteed a minimum of 50 beds.

The total project cost is \$27 million, with 50 percent of the eligible construction cost (\$23.8 million) expected to be reimbursed by the Commonwealth. The Regional Jail Authority issued \$10.2 million in revenue bonds and \$12 million of grant anticipation notes in March 1997. The City's total share is \$18.2 million, including approximately \$3.2 million in capital and debt service costs and \$15 million in operating costs over the 20-year period of debt service payments (1997-2016). For FY 2014, the City paid \$0.5 million for operating costs and \$0.1 million for debt service payments. The City does not maintain an equity interest in the jail and is not responsible for repayment of the debt.

Complete financial statements can be obtained by writing to the Regional Jail Authority at Post Office Box 1460, Bowling Green, Virginia 22427.

D. Washington Metropolitan Area Transit Authority

As discussed in Note 8, the City participates in a joint venture with other local jurisdictions to share in the cost of a regional transportation system. The City does not maintain an equity interest in WMATA. Complete financial statements of WMATA may be obtained from WMATA, 600 5th Street, N.W., Washington, DC 20001.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 15. RELATED PARTY TRANSACTIONS

In February 2013, the City of Alexandria created a special purpose entity, East Reed LLC (ERLLC), in order to enter into a public-private partnership arrangement with nonprofit housing developer, AHC, Inc. to develop 78 units of affordable housing, pending completion of AHC's proposed \$32 M funding package (including an award of competitive low income housing tax credits to provide equity necessary for the project). The City was notified in early June 2013 that VHDA will award the tax credits required, so it is likely that the project will go forward as proposed with construction being completed and the building's lease up occurring by December 2015.

Following ERLLC's establishment, a parcel of City-owned land located at 3600 Jefferson Davis Highway (which is necessary to complete AHC's assemblage for the development) will be transferred into the LLC. Pursuant to an Option held by AHC to acquire the City parcel, ERLLC will join the tax credit partnership to be formed by AHC and its tax credit investor as a Special Limited Partner, with the 3600 parcel providing the City's equity stake. While ERLLC's interest in the tax credit entity is de minimis, the City will have certain governance and oversight participation rights as detailed in a March 2013 agreement between the City and AHC. At a future date, AHC may acquire the City's partnership stake by paying the parcel's appraised 2012 fair market value. Because of ERLLC's limited role, at this time annual expenses are anticipated to be third party accounting and tax filing services and annual SCC registration fees (under \$2,000).

Separate from the 3600 parcel and the partnership, the City is providing a residual receipts loan of \$2.5M to assist AHC, Inc. with the affordable housing project. The partnership, the disposition of the City parcel and the \$2.5M loan were all approved by City Council at a public hearing on January 12, 2013.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 16. OTHER POST EMPLOYMENT BENEFITS (OPEB)

In 1989 City Council voted to establish three classes of post-employment health care benefits to supplement the increasing health care costs for City retirees. The three classes are as follows: (a) Full Time City employees who are eligible to retire under the Virginia Retirement System and City Supplemental Pension plan; (b) Fire and police employees who are eligible to retire under the current defined benefit pension plan; and (c) Fire and police employees who retired and were eligible for normal retirement with 20 years of service under the old defined contribution retirement income plan and the retirees under the old defined benefit pension. In addition, spouses of deceased retirees are also eligible to receive benefits under this provision.

This plan is a reimbursement program that is based on the actual cost of the retiree's monthly premium up to a maximum amount determined by the City Council. Effective July 1, 2005, the maximum monthly amount an eligible retiree or a surviving spouse may receive is \$260. The City Council has authority to establish or amend the provisions. As of June 30, 2014, 692 retirees were both eligible and received benefits from all three classes of this plan. Eligibility is contingent upon retiree providing proof of participation and payment to a health insurance plan. The City contributed on a "pay-as-you-go" basis at the rate of up to \$260 per month for each retiree, for a total annual contribution of \$2.6 million for FY 2014. Employees hired after September 30, 2007 will have their retirees health benefits prorated based on the length of service.

In addition to the healthcare benefits, the City pays for basic life insurance two times the amount of salary at the time of retirement to regular full time employees with applicable reductions if over 65 at no cost to the employees. On January 1, following the 65th birthday the basic life insurance amount is reduced by 25% and then by 10% each year till the 70th birthday. The ultimate insurance amount is 25% of the salary. This benefit is only available to those hired prior to July 1, 2008.

The City implemented Statement No. 45 of the Governmental Accounting Standards Boards (GASB), (Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions) for the year ended June 30, 2008. The City established a Single Employer OPEB Trust and plans to fund on a phased in basis the obligation through this trust. There are no legal or contractual requirements for contributing to the OPEB Trust Fund. The City does not issue a stand-alone financial report for OPEB trust fund. The financial statements and required supplementary information are included in City's Comprehensive Annual Financial Report.

MEMBERSHIP

At January 1, 2014, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits	805
Terminated Employees Entitled to Benefits But not yet receiving them	---
Active Employees	<u>2,254</u>
TOTAL	<u>3,059</u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 16. OTHER POST EMPLOYMENT BENEFITS (OPEB) (Continued)

ANNUAL OPEB COSTS AND NET OPEB OBLIGATIONS

Effective July 1, 2012, the City assumed responsibility for funding benefits required under the Virginia Line of Duty Act. The OPEB Trust Fund is comprised of regular OPEB benefits and Line of Duty (LOD) benefits. Two separate actuarial reports are generated for each.

The annual required contribution (ARC) increased from \$10,502,721 for fiscal year 2013 to \$13,536,757 (\$7,696,929 for regular benefits and \$5,839,828 for Line of Duty benefits) for the current fiscal year. As a percentage of payroll, the ARC decreased from 5.28% to 4.72% this fiscal year for Regular Benefits and increased from 1.71% to 11.09% for Line of Duty Benefits. As of June 30, 2014, the Net OPEB Obligation (NOO) for Regular Benefits increased to \$10,647,610 compared to \$5,076,967 for fiscal year 2013 and for Line of Duty Benefits the NOO increased to \$6,323,517 compared to \$1,674,984 for fiscal year 2013. As of the December 31, 2013 actuarial report, the unfunded Actuarial Accrued Liability (UAAL) decreased from \$68,969,442 to \$63,419,457 for regular Benefits and increased from \$16,630,789 to \$28,618,663 for Line of Duty Benefits. These increases are due to demographic and actuarial assumption changes and the additional benefits provided by the Line of Duty Act. The net OPEB Obligation as of June 30, 2014 is as follows:

	Regular	LOD	Total
Annual Required Contribution			
Regular	\$7,696,929	\$5,839,828	\$13,536,757
Interest on NET OPEB Obligation Regular	380,772	66,999	447,771
Adjustment to Annual Required Contribution	(430,007)	(105,631)	(535,638)
Annual OPEB Cost	7,647,694	5,801,196	13,448,890
Contribution Made			
Trust fund Contributions	(2,233,907)	(100,000)	(2,333,907)
Pay-Go Contributions	(3,924,439)	(1,052,663)	(4,977,102)
Total Contributions Made	(6,158,346)	(1,152,663)	(7,311,009)
Increase (Decrease) in NET OPEB Obligation	1,489,348	4,648,533	6,137,881
Net OPEB Obligation, Beginning of Year	5,076,967	1,674,984	6,751,951
Prior Year Adjustment FY 14	4,081,295		4,081,295
Adjusted Net OPEB Obligation, Beginning of Year	9,158,262	1,674,984	10,833,246
Net OPEB Obligation, End of Year	<u>\$10,647,610</u>	<u>\$6,323,517</u>	<u>\$16,971,127</u>

Line of Duty (LOD) is part of the OPEB Trust Fund. OPEB Trust fund contributions are comprised of contributions to the Trust Fund and Pay-Go Contributions.

FUNDED STATUS AND FUNDING PROGRESS

The funded status of the plan as of December 31, 2013 was as follows:

	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/5)
Regular Benefits 12/30/2013	\$ 24,507,342	\$ 89,926,799	\$ 63,419,457	29.48%	\$ 163,191,811	38.86%
Line of Duty Benefits (LOD) 12/30/2013	\$ -	\$ 28,618,663	\$ 28,618,663	0.00%	\$ 52,648,238	54.36%

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 16. OTHER POST EMPLOYMENT BENEFITS (OPEB) (Continued)

The Statement of Net position for the City's OPEB plan is included in footnote 17.

Actuarial valuations of the plan involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Examples include assumptions about the future employment, mortality and the healthcare cost trend. The actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following notes to the financial statements, presents results as of December 31, 2013. The schedule provides multi-year trend information about whether the actuarial values of plan Net position are increasing or decreasing over time relative to actuarial accrued liabilities for benefits.

ACTUARIAL METHODS AND ASSUMPTIONS

Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation and historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of calculations.

For the December 31, 2013 actuarial valuations, regular OPEB benefits valuation used a 7.50% investment rate whereas the LOD valuation used a 4.50% investment rate. The following assumptions apply to both valuation reports. The entry-age actuarial cost method was used. An annual medical cost trend rate of 8.00% graded down to 5.00% over 18 years was used for non-Medicare and 7.00% graded down to 5.00% over 18 years for Medicare. Salary scale ranges were from 3.50% to 7.25% for Fire and Police and 3.75% to 5.60% for City employees depending on service with 3.75% attributable to inflation. The plan's unfunded actuarial accrued liability is being amortized as a level dollar of projected payroll on a closed basis. Asset valuation method used was market value and the remaining amortization period as of December 31, 2013 was 24 years.

Schedule of Employer Contributions

	<u>Fiscal Year Ended</u>	<u>Annual Required Contributions</u>	<u>Employer Contributions</u>	<u>Percentage Contributed</u>
Regular OPEB Benefits	06/30/2012	\$7,375,458	\$8,084,734	109.6%
	06/30/2013	7,931,884	8,106,837	102.2%
	06/30/2014	7,696,929	6,158,346	80.0%
Line of Duty Benefits	06/30/2013	2,570,837	895,853	34.8%
	06/30/2014	5,839,828	1,152,663	19.7%

Three Year Trend Information

	<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage Contributed</u>	<u>Net OPEB Obligation</u>
Regular OPEB Benefits	06/30/2012	\$7,331,138	109.60%	\$5,296,686
	06/30/2013	7,887,117	102.80%	5,076,966
	06/30/2014	7,647,694	80.53%	10,647,610
Line of Duty Benefits	06/30/2013	2,570,837	34.80%	1,674,984
	06/30/2014	5,801,196	19.87%	6,323,517

Employer contributions are comprised of Trust Fund contributions and Pay-Go contributions.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS

Primary Government

During FY 2014, the City participated in six public employee retirement systems (PERS). One of these systems is handled by Virginia Retirement System (VRS), an agent multi-employer public retirement system that acts as a common investment and administrative agent for political subdivisions in the Commonwealth of Virginia, and is, therefore, not reflected as a City pension trust fund. Of the remaining five, four are single-employer defined benefit systems (City Supplemental, Pension for Fire and Police, Firefighters and Police Officers Pension Plan-defined benefit component, and Firefighters and Police Officers Pension Plan-disability component), where a stated methodology for determining benefits is provided, and one is a defined contribution plan (Firefighters and Police Officers Pension Plan-defined contribution component), where contribution requirements are not actuarially determined. All of these systems are included as part of the City's reporting entity and as such are reflected as Pension Trust Funds.

Plan Administration: The City Supplemental plan is administered by the Supplemental Retirement Plan board. The board consists of eight members. Four of the members are nominated by the City Manager, while the other remaining four are nominated by the Pension Board. The Firefighters and Police Office Pension Plan Board manages the Firefighters and Police Officers Defined Contribution plan, Defined Benefit plan, Disability plan as well as the Pension for Fire and Police plan. The board consists of eight members. Four are nominated by the City Manager and four by the Voting Participants. In addition there are two alternate members nominated by the Voting Participants and one alternate nominated by the City Manager.

Method Used to Value Investments: Investments are valued at fair market value.

Investment Policy: The Firefighters and Police Office Pension Plan Board investment policy objectives for Defined Benefit and Disability components are to preserve the actuarial soundness of each plan in order to meet contractual benefit obligations and to maximize investment return given and acceptable level of risk. The objective of the Defined Benefit component is to help beneficiaries save for retirement by enabling them to construct portfolios that will achieve an acceptable level of return while minimizing risk through diversification. The objective of the Supplemental plan is to preserve the actuarial soundness of each plan in order to meet contractual benefit obligations.

Target Allocations

<u>Asset Class</u>	Firefighters' & Police Officers' Pension Plan	Supplemental Retirement Plan	Pension Plan for Firefighters & Police Officers
Domestic Equity	45%	43%	0%
International Equity Developed	10%	10%	0%
International Equity Emerging	10%	10%	0%
Private Equity	5%	5%	0%
Timber	5%	5%	0%
Farmland	0%	2%	0%
Real Estate	5%	5%	0%
Domestic Fixed Income	20%	20%	0%
Guaranteed Deposit	0%	0%	100%
Total	100%	100%	100%

Target Allocations for Firefighters' & Police Officers' Pension Plan also applies to Firefighters' and Police Officers' Disability Pension Plan

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)

<u>Asset Class</u>	<u>Capital Market</u>	<u>Firefighters' & Police Officers' Pension Plan</u>		<u>Supplemental Retirement Plan</u>		<u>Pension Plan for Firefighters & Police Officers</u>	
	<u>Estimate</u>	<u>Allocation</u>	<u>Return</u>	<u>Allocation</u>	<u>Return</u>	<u>Allocation</u>	<u>Return</u>
Domestic Equity	7.2%	45.0%	3.2%	43.0%	3.1%	0.0%	0.0%
International Equity Developed	6.8%	10.0%	0.7%	10.0%	0.7%	0.0%	0.0%
International Equity Emerging	8.7%	10.0%	0.9%	10.0%	0.9%	0.0%	0.0%
Private Equity	9.9%	5.0%	0.5%	5.0%	0.5%	0.0%	0.0%
Timber	7.0%	5.0%	0.4%	5.0%	0.4%	0.0%	0.0%
Real Estate	5.8%	5.0%	0.3%	5.0%	0.3%	0.0%	0.0%
Farmland	6.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Fixed Income US Investment Grade	3.0%	20.0%	0.6%	20.0%	0.6%	0.0%	0.0%
Cash	7.5%	0.0%	0.0%	0.0%	0.0%	100.0%	3.5%
Return			6.5%		6.4%		3.5%
Inflation			2.5%		2.5%		2.5%
Return w/Inflation			9.0%		8.9%		6.0%
Risk Adjustment			(1.5%)		(1.4%)		(0.5%)
Total Expected Return			7.5%		7.5%		5.5%

Assumed Rate of Return for Firefighters' & Police Officers' Pension Plan also applies to Firefighters' and Police Officers' Disability Pension Plan

Money-weighted Rate of Return

<u>Firefighters' & Police Officers' Pension Plan</u>	<u>Supplemental Retirement Plan</u>	<u>Pension Plan for Firefighters & Police Officers</u>
17.48%	17.60%	4.42%

**Money-weighted Rate of Return for Firefighters' & Police Officers' Pension Plan also applies to Firefighters' and Police Officers' Disability Pension Plan

Future years will be added as they become available

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)**Exhibit XII**
(Continued)

Combining Schedule of Fiduciary Net Position

	Employee Retirement Plans					Post Retirement Benefit Trust	
	Firefighters and Police Officers Pension Plan						
	City Supplemental Retirement	Pension for Fire and Police	Defined Contribution Component	Defined Benefit Component	Disability Component	Other Post Employment Benefits	Total
ASSETS							
Investments, at Fair Value							
Mutual Funds	\$ 66,859,268	\$ -	\$ 14,061,615	\$ 105,422,917	\$ 6,751,277	\$ 20,375,031	\$ 213,470,108
Stocks	48,512,114	-	-	87,474,998	5,699,355	5,830,196	147,516,663
Guaranteed Investment Accounts	3,547,952	22,931,289	-	7,423,101	915,356	419,718	35,237,416
Real Estate	7,994,751	-	-	13,298,426	1,105,374	1,152,425	23,550,976
Timber	5,500,426	-	-	8,855,689	770,060	687,553	15,813,728
Private Equity	4,331,720	-	-	5,825,222	490,237	737,988	11,385,167
Other	2,078,017	-	-	-	-	1,033,913	3,111,930
Total Investments	<u>\$ 138,824,248</u>	<u>\$ 22,931,289</u>	<u>\$ 14,061,615</u>	<u>\$ 228,300,353</u>	<u>\$ 15,731,659</u>	<u>\$ 30,236,824</u>	<u>\$ 450,085,988</u>
Total Assets	<u>\$ 138,824,248</u>	<u>\$ 22,931,289</u>	<u>\$ 14,061,615</u>	<u>\$ 228,300,353</u>	<u>\$ 15,731,659</u>	<u>\$ 30,236,824</u>	<u>\$ 450,085,988</u>
NET POSITION							
Held in Trust for Pension Benefits	<u>\$ 138,824,248</u>	<u>\$ 22,931,289</u>	<u>\$ 14,061,615</u>	<u>\$ 228,300,353</u>	<u>\$ 15,731,659</u>	<u>\$ 30,236,824</u>	<u>\$ 450,085,988</u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)**Exhibit XII
(Continued)**

Combining Schedule of Changes in Fiduciary Net Position

	Employee Retirement Plans					Post Retirement	
	Firefighters and Police Officers Pension Plan					Benefit Trust	
	City Supplemental Retirement	Pension for Fire and Police	Defined Contribution Component	Defined Benefit Component	Disability Component	Other Post Employment Benefits	Total
ADDITIONS							
Contributions:							
Employer	\$ 9,705,496	\$ 1,700,000	\$ -	\$ 10,398,552	\$ 2,039,849	\$ 2,333,907	\$ 26,177,804
Plan Members	605,368	-	-	2,392,226	259,585	-	3,257,179
Total Contributions	\$ 10,310,863	\$ 1,700,000	\$ -	\$ 12,790,778	\$ 2,299,434	\$ 2,333,907	\$ 29,434,983
Investment Income:							
Net Appreciation (Depreciation)							
in Fair Value of Investments	\$ 13,360,499	\$ -	\$ 1,531,558	\$ 22,385,007	\$ 1,602,687	\$ 2,447,380	\$ 41,327,132
Interest	7,954,786	1,041,529	-	12,098,240	828,652	1,965,582	23,888,789
Investment Expense	(570,294)	-	-	(1,082,244)	(103,660)	(121,494)	(1,877,692)
Net Investment Income	\$ 20,744,991	\$ 1,041,529	\$ 1,531,558	\$ 33,401,003	\$ 2,327,679	\$ 4,291,468	\$ 63,338,229
Total Additions	\$ 31,055,854	\$ 2,741,529	\$ 1,531,558	\$ 46,191,781	\$ 4,627,113	\$ 6,625,375	\$ 92,773,212
DEDUCTIONS							
Benefits	\$ 10,936,348	\$ 3,773,545	\$ 1,316,198	\$ 9,817,278	\$ 2,539,650	\$ -	\$ 28,383,019
Refunds of Contributions	340,486	-	-	329,752	-	-	670,238
Administrative Expenses	997,375	10,830	5,815	379,242	86,762	35,435	1,515,460
Total Deductions	\$ 12,274,209	\$ 3,784,375	\$ 1,322,013	\$ 10,526,272	\$ 2,626,412	\$ 35,435	\$ 30,568,717
Net Increase (Decrease)	\$ 18,781,645	\$ (1,042,846)	\$ 209,545	\$ 35,665,509	\$ 2,000,701	\$ 6,589,940	\$ 62,204,495
Assets Transfer in (Out)	-	-	-	-	-	-	-
Net Position at Beginning of Year	120,042,601	23,974,135	13,852,070	192,634,845	13,730,958	23,646,884	387,881,493
Net Position at End of Year	\$ 138,824,247	\$ 22,931,289	\$ 14,061,615	\$ 228,300,353	\$ 15,731,659	\$ 30,236,824	\$ 450,085,988
	\$ 138,824,248	\$ 22,931,289	\$ 14,061,615	\$ 228,300,353	\$ 15,731,659	\$ 30,236,824	\$ 450,085,988

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)

The actuarial valuations for all defined benefit plans are performed annually with the exception of Virginia Retirement System (VRS) which is performed biennially; however, an actuarial update is performed in the interim year for informational purposes

Beginning January 1, 2014, employees newly covered under VRS were enrolled in the new VRS Hybrid Retirement Plan (Hybrid Plan). The Hybrid Plan combines the features of a defined benefit plan and a defined contribution plan. Plan 1 and Plan 2 members of VRS had the option of converting to the new Hybrid Plan. The Employees under the new plan have a mandatory contribution to the Defined Contribution Plan of 1% which is matched by the City. A voluntary employee contribution of up to an additional 4% is allowed with the City matching 1% on the first additional 1% plus .25% for each additional .50

As of June 30, 2014, the City of Alexandria had 60 employees enrolled in the Hybrid Plan. The FY 2014 City contribution was \$7,177.

The valuation reflects the following changes in the actuarial assumptions since the last actuarial valuation. For Non-Leo Members:

- Updated mortality table
- Decreased rates of service retirement
- Decreased rates of disability retirement
- Reduced rates of salary increase by .25% per year

For Leo Members:

- Updated mortality table
- Decreased male rates of disability

Financial statements and required supplementary information are presented in the VRS comprehensive annual financial report, which can be obtained at www.varetire.org.

The City has assumed the responsibility of paying 2% of the employee share of contributions for the City Supplemental pension plan. The employees commencing their participation in this plan after July 1, 2009, will make two percent of the employee contributions. The City will continue to make the two percent contribution for employees who were participants prior to July 1, 2009. However, these contributions will be characterized as employer contributions.

The recommended contribution rate decreased from 31.17% as of July 1, 2012 to 30.42% as of July 1, 2013 for the Fire and Police Basic Plan and increased from 7.18% as of July 1, 2012 to 12.87% as of July 1, 2013 for the Fire and Police Disability Plan. During the year ended June 30, 2013, the Basic Plan's assets returned 11.87% and the Disability Plan's assets had a return of 11.50% on a market value basis. However, due to the Plans' asset-smoothing technique which recognizes only a portion of the gains and losses, the returns on the actuarial asset values were 11.09% and 11.02%, respectively. As of the July 1, 2013 Actuarial Valuation, the Basic Plan's unfunded actuarial liability was \$75.0 million and the Disability Plan's unfunded actuarial liability was \$20.3 million. As a result of the Fifth Amendment to the Plan, a change was made in the way the unfunded actuarial liability (UAL) is amortized for the Basic Plan. The contribution rate for the portion of the UAL relating to the remaining UAL from the 2010 actuarial valuation is funded with a City contribution equal to 16.75% of payroll. Any UAL that has developed since 2010 is amortized based on the Basic Plan's amortization policy, which as of July 1, 2013 is to amortize over 16 years. The following benefit provisions changes were reflected due to the Fifth Amendment, effective for employees hired prior to October 23, 2013. No credited interest on Drop Accounts if entered after October 31, 2013; recalculations of disability benefits at normal retirement age no longer assume a salary increase; COLA on Service-Connected Disability benefits limited to 5 years; no COLA on Non-Service-Connected Disability benefits; 10 years of service required for Non-Service-Connected Partial Disability; formulas changed for Non-Service-Connected Disability; and earnings offsets were required for all disability benefits.

The major provisions of all the defined pension plans are listed in the disclosure.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)

The following schedules present a description of the plan provisions and membership information, actuarial assumptions, accounting and funding policies, and contribution requirements. Six-year schedules of funding progress and trend information for defined benefit pension plans are provided in Exhibit XVI.

PLAN DESCRIPTION	(1)	(2)	(3)	(4)	(5)	(6)
	VRS City	City Supplemental Retirement	Pension for Fire and Police	Retirement Income for Fire and Police	Firefighters and Police Pension	Fire and Police Disability
Administrator	State of Virginia	Prudential	Prudential	ICMA	Prudential	Prudential
Employees Covered	General body	General body Sheriff/ERT	Public Safety	Public Safety	Public Safety	Public Safety
Authority for Plan Provisions and Contributions	State Statute	City Ordinance	City Ordinance	City Ordinance	City Ordinance	City Ordinance
Plan Type	Agent Multi- Employer	Single- Employer	Single- Employer	Single- Employer	Single- Employer	Single- Employer
Plan 1 & 2 Hybrid Plan	Defined Benefit Hybrid	Defined Benefit	Defined Benefit	Defined Contribution	Defined Benefit	Defined Benefit
Stand Alone Financial Report	Yes	No	No	No	No	No
Actuarial Valuation Date	6/30/2013	7/1/2013	7/1/2013	6/30/2013	7/1/2013	7/1/2013
MEMBERSHIP AND PLAN PROVISIONS						
Active Participants	2001	2054	0	75	462	462
Retirees & Beneficiaries	904	387	125	0	239	97
Terminated Vested & Non-vested	621	798	0	28	24	N/A
Normal Retirement Benefits:						
Age	65 50 (30Yrs)	65 50 (30Yrs)/ 50(25 Yrs)	60 50 (20Yrs)	60	55 Any Age (25Yrs)	55
Benefits Vested**	5	5	10	5	5	5
Disability & Death Benefits	Disability Death	Disability Death	Disability Death	N/A Death	Disability Death	Disability N/A

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)

MEMBERSHIP AND PLAN PROVISIONS

As of:	6/30/13	7/01/13	7/01/13	6/30/14	7/01/13	7/01/13
	(1)	(2)	(3)	(4)	(5)	(6)
	<u>VRS City</u>	<u>City Supplemental Retirement</u>	<u>Pension For Fire and Police</u>	<u>Retirement Income for Fire and Police</u>	<u>Firefighters and Police Pension</u>	<u>Fire and Police Disability</u>
SIGNIFICANT ACTUARIAL ASSUMPTIONS						
Investment Earnings	7.0%	7.5%	5.5%	N/A	7.5%	7.5%
Projected Salary Increases						
Attributable to:						
Inflation	2.5%*	3.75%	N/A	N/A	3.5%	3.5%
Seniority/Merit	3.50% -5.35%**	3.75%-5.60%	N/A	N/A	3.50%-7.25%	3.50%-7.25%
Projected Postretirement Increases	2.5%*, 2.25% [†]	None	3.0%	N/A	2.7%	2.7%
Actuarial Cost Method	Entry Age Normal Cost	Entry Age Normal Cost	Entry Age Normal Cost	N/A	Entry Age Normal Cost	Entry Age Normal Cost
Amortization Method Open/Closed	Level Percentage Closed	Level dollar N/A	Level dollar Closed	N/A	Level Percentage Closed	Level Percentage Closed
Remaining Amortization Period	30	10	12	N/A	16	16
Asset Valuation Method	5-year Smoothed Market Value	4-year Smoothed Market	Market Value	N/A	4-year Smoothed Market	4-year Smoothed Market
Funded Status						
Actuarial Value of assets	\$ 368,821,110	\$ 116,467,659	\$ 23,974,135	N/A	\$ 187,628,995	\$ 13,431,955
Actuarial Accrued Liability	494,712,450	139,320,358	34,195,806	N/A	262,719,767	33,729,716
Unfunded Actuarial Accrued Liability (UAAL)	\$ 125,891,340	\$ 22,852,699	\$ 10,221,671	N/A	\$ 75,090,772	\$ 20,297,761
Funded Ratio	74.6%	83.6%	70.1%	N/A	71.4%	39.8%
Annual Covered Payroll	\$ 123,842,881	\$ 139,893,391	N/A	N/A	\$ 34,424,794	\$ 34,424,794
UAAL as Percentage of Covered Payroll	101.7%	16.3%	N/A	N/A	218.1%	59.0%

The multi-year funding progress is presented in RSI.

The Pension Plan for Fire and Police is a closed plan with no active participant.

* Plan 1, [†]Plan 2 and Hybrid

**Seniority/Merit: Leo range, 3.50%-4.75%. Non-Leo range 3.50%-5.35%

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Exhibit XII
(Continued)

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)

FUNDING POLICY AND ANNUAL PENSION COST

As of:	6/14	6/14	6/14	6/14	6/14	6/14
	<u>VRS</u>	<u>City</u>	<u>Pension</u>	<u>Retirement</u>	<u>Firefighters</u>	<u>Fire and</u>
	<u>City</u>	<u>Supplemental</u>	<u>for Fire</u>	<u>Income for</u>	<u>and Police</u>	<u>Police</u>
		<u>Retirement</u>	<u>and Police</u>	<u>Fire and Police</u>	<u>Pension</u>	<u>Disability</u>
PERCENTAGE OF COVERED PAYROLL CONTRIBUTED						
Employee %	5.0%	2.0%	N/A	N/A	7.2%	0.8%
Employer %	10.30%	4.97%	\$ 1.7 mil/Yr.	N/A	30.48%	6.02%
AMOUNT CONTRIBUTED						
Employee	\$ 6,297,101 *	\$ 605,368 *	\$ -	\$ -	\$ 2,349,741	\$ 259,586
Employer	<u>12,629,447</u>	<u>9,705,496</u>	<u>1,700,000</u>	<u>-</u>	<u>10,315,152</u>	<u>2,040,349</u>
Total Amount Contributed	<u>\$ 18,926,548</u>	<u>\$ 10,310,864</u>	<u>\$ 1,700,000</u>	<u>\$ -</u>	<u>\$ 12,664,893</u>	<u>\$ 2,299,935</u>

* The City assumed the responsibility of payment of employees' share of contributions. Starting in July 2010, under VRS Plan 1 (the employees hired prior to July 1, 2010) City pays 5% of the employees share while under VRS Plan 2 (employees hired after July 1, 2010) the employees are required to pay 4% and City only pays 1% of the employees share. As of July 1, 2009 the City's payment on behalf of the employees for City Supplemental pension plan is characterized as employer's share. VRS Plan 2 members are required to pay their share of contributions. Members joining on or after January 1, 2014 are in the Hybrid Plan.

Administrative costs of all the pension plans are financed through investment earnings except Public Safety and Sheriff's retirement income plans, where the cost is assumed by the City.

The Contribution requirements for all pension plans (except VRS) are established and may be amended by City Ordinance. VRS requirements are established and may be amended by State Statutes.

COVERED PAYROLL

Dollar Amount	\$ 123.8	\$ 139.9	\$ N/A	\$ N/A	\$ 34.4	\$ 34.4
Legally Required Reserves	N/A	N/A	N/A	N/A	N/A	N/A
Long Term Contribution Contracts	N/A	N/A	N/A	N/A	N/A	N/A

INVESTMENT CONCENTRATIONS

Investments (other than those issued or guaranteed by the U.S. government) in any one organization that represent 5 percent or more of plan assets.

Prudential General Account (Long Term)	*	3%	100%	-	3%	6%
Prudential and Comerica Mutual Funds	*	48%	-	100%	46%	43%
Stocks	*	35%	-	-	38%	36%
Real Estate	*	6%	-	-	6%	7%
Timber	*	4%	-	-	4%	5%
Private Equity	*	3%	-	-	3%	3%
Other		1%				

* Investment information not available on an individual jurisdiction basis.

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Attachment 1

Exhibit XII
(Continued)

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Calculation of Net Pension Obligation (Asset)

	City Supplemental Retirement	Pension for Fire and Police	Firefighters and Police Pension	Fire and Police Disability
ARC	\$ 8,462,725	\$ 1,211,013	\$ 10,471,367	\$ 4,431,587
Interest on NPO	646,710	6,775	448,981	156,247
ARC Adjustment	(1,168,578)	(14,293)	(489,714)	(170,423)
Annual Pension Cost	\$ 7,940,857	\$ 1,203,495	\$ 10,430,634	\$ 4,417,411
Actual Deposit	(9,705,496)	(1,700,000)	(10,398,552)	(2,039,849)
Change in NPO	\$ (1,764,639)	\$ (496,505)	\$ 32,082	\$ 2,377,562
NPO Beginning of year	8,622,803	123,185	5,986,411	2,083,299
NPO End of Year (6/30/14)	\$ 6,858,164	\$ (373,320)	\$ 6,018,493	\$ 4,460,861

THREE-YEAR TREND INFORMATION

	Actuarial Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
City Supplemental Retirement	06/30/2012	\$ 8,845,073	111.42%	\$ 11,136,048
	06/30/2013	6,860,568	136.63%	8,622,803
	06/30/2014	7,940,857	122.22%	6,858,164
Pension for Fire and Police	06/30/2012	1,433,363	118.60%	518,589
	06/30/2013	1,304,596	130.31%	123,185
	06/30/2014	1,203,495	141.26%	(373,320)
Firefighter and Police Pension	* 06/30/2012	9,765,010	84.51%	4,354,093
	06/30/2013	10,267,138	84.10%	5,986,411
	06/30/2014	10,430,634	99.69%	6,101,893
Fire and Police Disability	* 06/30/2012	1,926,838	75.61%	1,412,301
	06/30/2013	2,363,366	71.61%	2,083,299
	06/30/2014	4,417,411	46.18%	4,460,861
Virginia Retirement System	06/30/2012	8,274,478	100.00%	-
	06/30/2013	12,542,600	100.00%	-
	06/30/2014	12,629,447	100.00%	-

*Firefighters and Police Pension plan commenced on January 1, 2004 and Fire and Police Disability plan converted from defined contribution to defined benefit pension plan on the same date.

Exhibit XII
(Continued)

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Changes in Net Pension Liability for City of Alexandria Defined Benefit Plans

	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)-(b)
Firefighters' & Police Officers' Pension Plan			
Balances as of 6/30/2013	\$ 262,719,767	\$ 192,634,845	\$ 70,084,922
Changes for the year:			
Service Cost	5,749,258	-	5,749,258
Interest	19,761,542	-	19,761,542
Changes in benefit terms	-	-	-
Changes in assumptions	-	-	-
Difference between expected and actual experience	-	-	-
Contributions-employer	-	10,398,552	(10,398,552)
Contributions-employee	-	2,392,226	(2,392,226)
Net Investment Income	-	33,401,003	(33,401,003)
Benefit payments, including refunds	(10,147,030)	(10,147,030)	-
Administrative Expense	-	(379,242)	379,242
Net Changes	<u>\$ 15,363,770</u>	<u>\$ 35,665,509</u>	<u>\$ (20,301,739)</u>
Balances at 6/30/2014	<u>\$ 278,083,537</u>	<u>\$ 228,300,354</u>	<u>\$ 49,783,183</u>

	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)-(b)
Firefighters' & Police Officers' Disability Pension Plan			
Balances as of 6/30/2013	\$ 33,729,716	\$ 13,730,958	\$ 19,998,758
Changes for the year:			
Service Cost	2,699,276	-	2,699,276
Interest	2,638,659	-	2,638,659
Changes in benefit terms	-	-	-
Changes in assumptions	-	-	-
Difference between expected and actual experience	-	-	-
Contributions-employer	-	2,039,849	(2,039,849)
Contributions-employee	-	259,585	(259,585)
Net Investment Income	-	2,327,679	(2,327,679)
Benefit payments, including refunds	(2,539,650)	(2,539,650)	-
Administrative Expense	-	(86,762)	86,762
Net Changes	<u>\$ 2,798,285</u>	<u>\$ 2,000,701</u>	<u>\$ 797,584</u>
Balances at 6/30/2014	<u>\$ 36,528,001</u>	<u>\$ 15,731,659</u>	<u>\$ 20,796,342</u>

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Attachment 1

Exhibit XII
(Continued)

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Supplemental Pension Plan	Increase (Decrease)		
	Total Pension	Plan Fiduciary	Net Pension
	Liability	Net Position	Liability
	(a)	(b)	(a)-(b)
Balances as of 6/30/2013	\$ 139,320,358	\$ 120,042,601	\$ 19,277,757
Changes for the year:			
Service Cost	4,812,530	-	4,812,530
Interest	10,210,998	-	10,210,998
Changes in benefit terms	-	-	-
Changes in assumptions	-	-	-
Difference between expected and actual experience	-	-	-
Contributions-employer	-	9,705,496	(9,705,496)
Contributions-employee	-	605,369	(605,369)
Net Investment Income	-	20,744,991	(20,744,991)
Benefit payments, including refunds	(11,276,834)	(11,276,834)	-
Administrative Expense		(997,375)	997,375
Net Changes	\$ 3,746,694	\$ 18,781,647	\$ (15,034,953)
Balances at 6/30/2014	\$ 143,067,052	\$ 138,824,248	\$ 4,242,804

Pension Plan for Firefighters & Police Officers	Increase (Decrease)		
	Total Pension	Plan Fiduciary	Net Pension
	Liability	Net Position	Liability
	(a)	(b)	(a)-(b)
Balances as of 6/30/2013	\$ 34,195,806	\$ 23,974,135	\$ 10,221,671
Changes for the year:			
Service Cost	-	-	-
Interest	1,778,386	-	1,778,386
Changes in benefit terms	-	-	-
Changes in assumptions	-	-	-
Difference between expected and actual experience	-	-	-
Contributions-employer	-	1,700,000	(1,700,000)
Contributions-employee	-	-	-
Net Investment Income	-	1,041,529	(1,041,529)
Benefit payments, including refunds	(3,773,545)	(3,773,545)	-
Administrative Expense	-	(10,830)	10,830
Net Changes	\$ (1,995,159)	\$ (1,042,846)	\$ (952,313)
Balances at 6/30/2014	\$ 32,200,647	\$ 22,931,289	\$ 9,269,358

CITY OF ALEXANDRIA, VIRGINIA
Notes to Financial Statements
June 30, 2014

Attachment 1

Exhibit XII
(Continued)

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)

The components of the Net Pension Liability of the City of Alexandria Defined Benefit Plans as of June 30, 2014 are as follows:

	Firefighters' & Police Officers' Pension Plan	Firefighters' & Police Officers' Disability Pension Plan	Supplemental Retirement Plan	Pension Plan for Firefighters & Police Officers
Total Pension Liability	\$ 278,083,537	\$ 36,528,001	\$ 143,067,052	\$ 32,200,647
Plan Fiduciary Net Position	228,300,354	15,731,659	138,824,248	22,931,289
Net Pension Liability	<u>\$ 49,783,183</u>	<u>\$ 20,796,342</u>	<u>\$ 4,242,804</u>	<u>\$ 9,269,358</u>

Plan Fiduciary Net Position as a percentage of Total Pension Liability	82.1%	43.1%	97.0%	71.2%
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The following presents the Net Pension Liabilities of the City of Alexandria Defined Benefit Plans, calculated using the current discount rates, as well as what the Funds' Net Pension Liabilities would be if it were calculated using a discount rate that is 1.00% lower or higher than the current rate

Sensitivity of Net Pension Liability to Changes in the Discount Rate	Firefighters' & Police Officers' Pension Plan		
	1% Decrease	Current Discount Rate	1% Increase
	6.50%	7.50%	8.50%
Total Pension Liability	\$ 316,449,078	\$ 278,083,537	\$ 246,311,981
Plan Fiduciary Net Position	228,300,354	228,300,354	228,300,354
Net Pension Liability	<u>\$ 88,148,724</u>	<u>\$ 49,783,183</u>	<u>\$ 18,011,627</u>

Plan Fiduciary Net Position as a percentage of Total Pension Liability	72.1%	82.1%	92.7%
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Sensitivity of Net Pension Liability to Changes in the Discount Rate	Firefighters' & Police Officers' Disability Pension Plan		
	1% Decrease	Current Discount Rate	1% Increase
	6.50%	7.50%	8.50%
Total Pension Liability	\$ 39,603,052	\$ 36,528,001	\$ 33,856,367
Plan Fiduciary Net Position	15,731,659	15,731,659	15,731,659
Net Pension Liability	<u>\$ 23,871,393</u>	<u>\$ 20,796,342</u>	<u>\$ 18,124,708</u>

Plan Fiduciary Net Position as a percentage of Total Pension Liability	39.7%	43.1%	46.5%
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Sensitivity of Net Pension Liability to Changes in the Discount Rate	Supplemental Retirement Plan		
	1% Decrease	Current Discount Rate	1% Increase
	6.50%	7.50%	8.50%
Total Pension Liability	\$ 154,963,648	\$ 143,067,052	\$ 131,510,462
Plan Fiduciary Net Position	138,824,248	138,824,248	138,824,248
Net Pension Liability	<u>\$ 16,139,400</u>	<u>\$ 4,242,804</u>	<u>\$ (7,313,786)</u>

Plan Fiduciary Net Position as a percentage of Total Pension Liability	89.6%	97.0%	105.6%
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Sensitivity of Net Pension Liability to Changes in the Discount Rate	Pension Plan for Firefighters & Police Officers		
	1% Decrease	Current Discount Rate	1% Increase
	4.50%	5.50%	6.50%
Total Pension Liability	\$ 34,305,619	\$ 32,200,647	\$ 30,322,199
Plan Fiduciary Net Position	22,931,289	22,931,289	22,931,289
Net Pension Liability	<u>\$ 11,374,330</u>	<u>\$ 9,269,358</u>	<u>\$ 7,390,910</u>

Plan Fiduciary Net Position as a percentage of Total Pension Liability	66.8%	71.2%	75.6%
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**Exhibit XII
(Continued)**

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)

DESCRIPTION OF BENEFITS:

VRS – City - Employees with credit for services rendered prior to July 1, 2010 are covered under plan 1, while members hired or rehired on or after July 1, 2010 are covered under plan 2. Employees are eligible for an unreduced retirement at age 65 with 5 years of service and at age 50 with 30 years of service under plan 1, and at normal Social Security retirement age with at least five years of service or when age and service are equal to 90 under plan 2. An optional reduced retirement benefit is available as early as age 55 with five years of service or age 50 with 10 years of service under plan 1 and age 60 with at least five years of service under plan 2. The retirees are entitled to an annual retirement benefit payable monthly for life in an amount equal to 1.7 percent of their average final salary (AFS) for each year of credited service. AFS under plan 1 is 36 highest consecutive months while it is 60 highest consecutive months under plan 2 and for plan 1 active non-vested members. In addition, retirees qualify for annual cost-of-living (COLA) increases on July 1 of the second calendar year after retirement. These benefit provisions and all other requirements are established and may be amended by State statutes.

City Supplemental Retirement Plan- Regular City employees who retire at or after age 65 or after age 50 with 30 years of credited service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to the sum of (1) and (2), increased by 50 percent, plus (3):

- (1) 1.625 percent of the participant's past service compensation up to \$100, plus 0.25 percent of the participant's past service compensation in excess of \$100, multiplied by number of years of credited service earned after July 31, 1960, but prior to August 1, 1970.
- (2) 1.625 percent of the participant's average earnings up to \$100, plus 0.25 percent of the participant's average earnings in excess of \$100, multiplied by the number of years of credited service earned after July 31, 1970, but prior to January 1, 1988.
- (3) 0.80 percent of average earnings multiplied by credited service earned after December 31, 1987.

Benefit provisions are established and may be amended by City Ordinance.

Pension Plan for Fire Fighters and Police Officers (closed plan) - Employees who retired on or after age 60 are entitled to an annual retirement defined benefit, payable monthly for life, in an amount equal to 2.5 percent of final average earnings multiplied by years of credited service, up to a maximum of 30 years. The plan also provided early retirement on or after age 50 with 20 years of credited service or on or after age 56 with 10 years of credited service. This plan further provided early retirement on or after age 50 with 10 years of service with an actuarially reduced benefit. Benefit provisions are established and may be amended by City Ordinance. This plan was closed to new participants in FY 1979.

Firefighters and Police Officers Pension Plan - defined contribution component (closed plan) - The employees are entitled to contributions made on their behalf after 100 percent vesting. Benefit provisions are established and may be amended by City Ordinance. This plan was closed to new members in FY 2004 and converted to a defined benefit plan. Employees in the plan at date of conversion could leave their contributions in the defined contribution component or purchase prior service with the assets associated with their contributions.

Firefighters and Police Officers Pension Plan - defined benefit component - The plan provisions were approved by City Council in FY 2004 and provide retirement benefits for covered employees who retire at age 55 with 5 years of service or any age with 25 years of service. The retirees are entitled to 2.5 % of the participant's average monthly compensation (AMC), multiplied by the years of credited service up to 20 years; plus 3.2 % of the participant's AMC, multiplied by years of credited service in excess of 20 years. The maximum benefit is 82% of the AMC. The plan also allows for early retirement at age 50 with 20 years of service with reduced benefits.

**Exhibit XII
(Continued)**

NOTE 17. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters and Police Officers Pension Plan - disability component - The plan provisions provide disability benefits for firefighters and police officers. The benefits for service-connected total and permanent disability are 70 percent of final average earnings, 66 2/3 percent for non-service connected total and permanent disability and service-connected partial disability, and 50 percent for non-service connected partial disability. Benefits provisions are established and may be amended by City Ordinance. Effective January 1, 2004, this plan was merged with the Firefighters and Police Officers Pension Plan. Separate actuarial calculations have been performed for the defined benefit and disability components.

NOTE 18. TERMINATION BENEFITS

The City provided termination benefits to Thirty Three employees in fiscal year 2014. The benefits consisted of three to six weeks of pay based on completed years of service. The total cost to the City was \$0.26 million. There were no other benefits provided.

NOTE 19. NEW ACCOUNTING STANDARD ADOPTED

During the fiscal year ended June 30, 2014, the City adopted the following new accounting standard issued by the Governmental Accounting Standards Board (GASB):

Statement No. 67, Financial Reporting for Pension Plans

Issued in June 2012, this statement replaces the requirements of Statements No. 25, Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans and No. 50, Pension Disclosures, as they relate to pension plans that are administered through trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of Statements 25 and 50 remain applicable to pension plans that are not administered through trusts covered by the scope of this Statement and to defined contribution plans that provide postemployment benefits other than pensions.

This Statement, along with Statement No. 68, Accounting and Financial Reporting for Pensions(to be adopted in FY 2015), establishes a definition of a pension that reflects the primary activities associated with the pension arrangement-determining pensions, accumulating and managing assets dedicated for pensions and paying benefits to plan members as they come due. The scope of this Statement addresses accounting and financial for activities of pension plans that are administered through trusts that have the following characteristics:

- Contributions from employers and non-employer contributing entities to the pension plan earnings on those contributions are irrevocable.
- Pension plan assets are dedicated to providing pensions to plan members in accordance with the benefit terms.
- Pension plan assets are legally protected from the creditors of employers, non-employer contributing entities and the pension plan administrator. If the plan is a defined benefit pension plan, plan assets also are legally protected from creditors of the plan members.
- For defined benefit pension plans, this Statement establishes standards of financial reporting for separately issued financial reports and specifies the required approach to measuring the pension liability of employers and non-employer contributing entities for benefits provided through the

Exhibit XII
(Continued)

NOTE 19. NEW ACCOUNTING STANDARD ADOPTED (Continued)

- Pension plan (the net pension liability), about which information is required to be presented. The City's financial statements will not be affected until Statement 68 is adopted. Statement 67 does not apply to OPEB.



REQUIRED
SUPPLEMENTARY
INFORMATION
(Unaudited)

In accordance with the Governmental Accounting Standards Board Statements No. 25, No. 27, No. 34, No. 43 and No.45 the following information is a required part of the basic financial statements.

CITY OF ALEXANDRIA, VIRGINIA
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2014

EXHIBIT XIII

	Original Budget	Budget as Amended	Actual	Variance from Amended Budget - Positive (Negative)
Revenues:				
General Property Taxes.....	\$ 401,555,032	\$ 401,555,032	\$ 403,229,553	\$ 1,674,521
Other Local Taxes.....	129,514,000	129,514,000	121,053,810	(8,460,190)
Permits, Fees, and Licenses.....	2,519,975	2,519,975	2,380,825	(139,150)
Fines and Forfeitures.....	5,322,000	5,322,000	5,187,003	(134,997)
Use of Money and Property.....	3,995,000	3,995,000	4,815,192	820,192
Charges for Services.....	16,694,959	16,694,959	16,844,363	149,404
Intergovernmental Revenues.....	55,243,798	55,346,298	56,334,736	988,438
Miscellaneous.....	782,000	782,000	1,569,960	787,960
Total Revenues	\$ 615,626,764	\$ 615,729,264	\$ 611,415,442	\$ (4,313,822)
Expenditures:				
City Council.....	\$ 527,725	\$ 528,370	\$ 528,304	\$ 66
City Manager.....	2,432,507	2,444,464	2,285,183	159,281
Office of Management and Budget.....	1,277,825	1,468,052	1,199,207	268,845
18th Circuit Court.....	1,609,069	1,611,951	1,413,776	198,175
18th General District Court.....	62,452	62,452	59,841	2,611
Juvenile And Domestic Relations Court.....	36,129	36,129	20,863	15,266
Commonwealth's Attorney.....	2,810,724	2,821,730	2,656,652	165,078
Sheriff.....	28,950,325	29,312,606	29,075,584	237,022
Clerk of Courts.....	1,665,830	1,671,723	1,577,792	93,931
Other Correctional Activities.....	5,460,936	5,460,936	5,332,690	128,246
Court Services.....	1,512,496	1,552,550	1,345,184	207,366
Human Rights.....	651,097	652,841	652,752	89
Internal Audit.....	723,098	774,059	570,839	203,220
Information Technology Services.....	8,255,909	8,570,835	7,772,589	798,246
Office of Communications.....	1,913,177	2,215,298	2,054,173	161,125
City Clerk and Clerk of Council.....	463,282	464,348	404,765	59,583
Finance.....	11,127,469	11,993,424	10,684,837	1,308,587
Real Estate Assessments.....	1,856,591	1,859,448	1,351,706	507,742
Human Resources.....	3,011,789	3,387,923	3,368,231	19,692
Planning and Zoning.....	5,813,984	6,031,201	5,946,899	84,302
Economic Development Activities.....	5,085,724	5,202,474	5,112,120	90,354
City Attorney.....	2,715,438	2,720,365	2,702,583	17,782
Registrar of Voters.....	1,215,161	1,271,543	1,180,621	90,922
General Services.....	12,512,518	12,846,691	12,512,219	334,472
Office of Proj. Implementation.....	337,568	338,880	136,265	202,615
Transportation and Environmental Services.....	27,694,611	28,767,448	27,662,554	1,104,894
Transit Subsidies.....	9,490,378	9,491,838	8,767,748	724,090
Fire.....	42,260,975	43,088,268	42,222,938	865,330
Police.....	55,021,466	55,542,915	54,279,889	1,263,026
Emergency Communication.....	6,699,221	7,201,274	6,661,707	539,567
Building and Fire Code Administration.....	822,975	858,876	837,365	21,511
Community and Human Services.....	13,801,164	14,747,106	14,062,997	684,109
Other Health Services.....	1,374,000	1,637,500	1,637,500	-
Health.....	6,851,046	7,121,110	6,626,548	494,562
Office of Historic Alexandria.....	2,690,087	2,711,065	2,641,336	69,729
Recreation and Cultural Activities.....	21,403,545	21,921,455	21,421,000	500,455
Other Educational Activities.....	11,785	11,785	11,785	-
Non Departmental (including debt service).....	67,789,202	65,898,310	65,985,703	(87,393)
Total Expenditures	\$ 357,939,278	\$ 364,299,243	\$ 352,764,745	\$ 11,534,498
Other Financing Sources (Uses):				
Proceeds of Refunding Bonds.....	\$ -	\$ 18,635,000	\$ 18,635,000	\$ -
Bond Premium.....	-	-	-	-
Payment to Refunded Bonds Escrow Agent.....	-	(18,531,679)	(18,531,679)	-
Transfers In.....	2,894,329	2,942,352	3,044,329	101,977
Transfers Out.....	(62,862,451)	(68,776,628)	(73,439,891)	(4,663,263)
Transfers Out - Component Units.....	(204,047,018)	(204,061,934)	(192,209,762)	11,852,172
Total Other Financing Sources (Uses)	\$ (264,015,140)	\$ (269,792,889)	\$ (262,502,003)	\$ 7,290,886
Net Change in Fund Balance.....	\$ (6,327,654)	\$ (18,362,868)	\$ (3,851,306)	\$ 14,511,562
Fund Balances at Beginning of Year.....	69,513,182	69,513,182	69,513,182	-
Increase/(Decrease) in Reserve for Inventory	-	-	(409,608)	(409,608)
FUND BALANCES AT END OF YEAR	\$ 63,185,528	\$ 51,150,314	\$ 65,252,268	\$ 14,101,954

(See Accompanying Independent Auditors' Report and Notes to Schedules)

CITY OF ALEXANDRIA, VIRGINIA
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2014

Exhibit XIV

	Original Budget	Budget as Amended	Actual	Variance From Amended Budget Positive (Negative)
Revenues:				
General Property Taxes.....	\$ 3,153,540	\$ 3,153,540	\$ 10,880,509	\$ 7,726,969
Permits, Fees and Licenses.....	6,262,999	6,262,999	9,147,246	2,884,247
Use of Money and Property.....	6,000	141,716	84,918	(56,798)
Charges for Services.....	15,834,020	16,118,502	16,046,524	(71,978)
Intergovernmental Revenues.....	63,213,696	85,581,501	54,946,336	(30,635,165)
Miscellaneous.....	3,791,542	9,373,021	6,146,117	(3,226,904)
Total Revenues.....	\$ 92,261,797	\$ 120,631,279	\$ 97,251,650	\$ (23,379,629)
Other Financing Sources:				
Transfers In.....	\$ 54,408,583	\$ 54,709,023	\$ 49,926,943	\$ (4,782,080)
Total Other Financing Sources.....	\$ 54,408,583	\$ 54,709,023	\$ 49,926,943	\$ (4,782,080)
Total Revenues and Other Financing Sour	\$ 146,670,380	\$ 175,340,302	\$ 147,178,593	\$ (28,161,709)
Expenditures:				
Commonwealth's Attorney.....	\$ 382,749	\$ 436,217	\$ 271,163	\$ 165,054
Sheriff.....	775,668	807,218	799,171	8,047
Clerk of Courts.....	59,986	104,915	-	104,915
Law Library.....	177,452	202,452	198,091	4,361
Other Correctional and Judicial Activities....	184,177	184,177	184,177	-
Court Services.....	411,225	443,504	228,129	215,375
Human Rights.....	94,164	94,164	41,404	52,760
Information Technology Services.....	129,063	149,063	144,548	4,515
Human Resources.....	36,067	36,067	-	36,067
Finance.....	616,449	696,449	468,800	227,649
Planning and Zoning.....	786,275	786,275	198,579	587,697
General Services.....	381,913	475,618	115,309	360,309
Transit Subsidies.....	-	18,263,136	17,581,090	682,046
Transportation and Environmental Services....	29,386,987	27,094,446	16,032,321	11,062,125
Fire.....	4,893,141	4,478,451	976,561	3,501,890
Building and Fire Code Administration.....	6,455,669	6,502,433	5,722,182	780,251
Police.....	2,207,336	2,500,132	1,250,385	1,249,747
Office of Housing.....	10,822,272	19,300,861	6,752,872	12,547,989
Community and Human Services.....	77,591,352	75,864,193	72,406,491	3,457,702
Alexandria Health.....	65,099	126,949	20,264	106,685
Historic Alexandria.....	625,582	666,731	456,067	210,664
Recreation and Cultural Activities.....	1,580,995	2,058,995	742,433	1,316,562
Non-Departmental.....	200,000	200,000	131,821	68,179
Total Expenditures.....	\$ 137,863,621	\$ 161,472,446	\$ 124,721,858	\$ 36,750,588
Other Financing Uses:				
Transfers Out.....	\$ (114,694)	\$ 3,207,392	\$ 4,225,812	\$ (1,018,420)
Total Other Financing Uses.....	\$ (114,694)	\$ 3,207,392	\$ 4,225,812	\$ (1,018,420)
Total Expenditures and Other Financing U	\$ 137,748,927	\$ 164,679,838	\$ 128,947,670	\$ 35,732,168
Revenues and Other Financing Sources Over/				
(Under) Expenditures and Other Financing 	\$ -	\$ -	\$ 18,230,923.28	\$ 18,230,923
Fund Balance at Beginning of Year.....	\$ -	\$ -	\$ 42,179,284	\$ 42,179,284
FUND BALANCE AT END OF YEAR.....	\$ -	\$ -	\$ 60,410,207	\$ 60,410,207

(See Accompanying Independent Auditor's Report and Notes to Schedules)

CITY OF ALEXANDRIA, VIRGINIA
Notes to Budgetary Comparison Schedules
For Fiscal Year Ended June 30, 2013

Exhibit XV**(1) SUMMARY OF SIGNIFICANT BUDGET POLICIES**

The City Council annually adopts budgets for the General Fund and Special Revenue Fund of the primary government. All appropriations are legally controlled at the departmental level for the General Fund and Special Revenue Fund. On May 1, 2014, the City Council approved the original adopted budget and on June 15, 2014 approved the revised budget reflected in the required supplementary information.

The budgets are integrated into the accounting system, and the budgetary data, as presented in the required supplementary information for all funds with annual budgets, compare the revenues and expenditures with the amended budgets. All budgets are presented on the modified accrual basis of accounting. Accordingly, the accompanying Budgetary Comparison Schedules for the General and Special Revenue Funds present actual expenditures in accordance with U.S. generally accepted accounting principles on a basis consistent with the legally adopted budgets, as amended. See Table XVII for the schedule of departments' expenditure detail by function. A reconciliation of the perspective difference for reporting Expenditures and Other Financing Uses in the General Fund relates to how transfers to component units are recorded in each statement and includes the following:

General Fund					
Budget Statement Title	Budgetary Statement Amount	Adjustment for Transfer to Component Unit (Footnote 10)	Exhibit IV	Exhibit IV Title	
Other Educational Activities	\$ 11,785	\$ 185,611,472	\$ 185,623,257	Education	
Transit Subsidies	70,909	-	70,909	Transit	
Library Transfer	-	6,598,290	6,598,290	Library	
Other Expenditures (not listed separately)	371,213,731	-	371,213,731	Other Expenditures (not listed separately)	
Total Expenditures	\$ 371,296,425	\$ 192,209,762	\$ 563,506,187	Total Expenditures	
Transfers Out – Component Units	\$ 196,209,762	\$ (192,209,762)	\$ -	None	
Operating Transfers Out	73,439,890	-	73,439,890	Operating Transfers Out	
Other Financing	(3,147,650)	-	(3,147,341)	Other Expenditures (not listed separately)	
Total Financing (Sources) Uses	\$ 262,502,002	\$ (192,209,762)	\$ 70,292,240	Total Financing Uses	

Unexpended appropriations on annual budgets lapse at the end of each fiscal year.

CITY OF ALEXANDRIA, VIRGINIA
Public Employee Retirement Systems - Primary Government
Required Supplementary Information
For Fiscal Year Ended June 30, 2014

Exhibit XVI
(Continued)

SCHEDULE OF FUNDING PROGRESS

		(1)	(2)	(3)	(4)	(5)	(6)
	Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL) (2)-(1)	Funded Ratio (1/2)	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/5)
City Supplemental Pension (a)	06/30/2008	\$76,275,945	\$117,964,452	\$41,688,507	64.66%	\$126,492,987	32.96%
	06/30/2009	69,806,595	123,842,600	54,036,005	56.37%	125,803,615	42.95%
	07/01/2010	81,356,870	132,010,864	50,653,994	61.63%	124,936,457	40.54%
	07/01/2011	93,964,723	137,021,115	43,056,392	68.58%	125,569,484	34.29%
	07/01/2012	106,870,422	131,245,724	24,375,302	81.43%	129,419,066	18.83%
	07/01/2013	116,467,659	139,320,358	22,852,699	83.60%	139,893,391	16.34%
Pension for Fire and Police**	06/30/2008	29,043,189	47,171,730	18,128,541	61.57%	N/A	N/A
	06/30/2009	27,946,279	44,821,166	16,874,887	62.35%	N/A	N/A
	07/01/2010	26,886,856	41,265,691	14,378,835	65.16%	N/A	N/A
	07/01/2011	25,873,205	39,749,990	13,876,785	65.09%	N/A	N/A
	07/01/2012	24,947,060	36,871,790	11,924,730	66.66%	N/A	N/A
	07/01/2013	23,974,135	34,195,806	10,221,671	70.11%	N/A	N/A
Firefighters and Police Pension	07/01/2008	133,567,658	181,469,715	47,902,057	73.60%	33,485,674	143.05%
	07/01/2009	138,100,526	194,321,125	56,220,599	71.07%	33,261,971	169.02%
	07/01/2010	144,096,425	208,265,626	64,169,201	69.19%	32,638,214	196.61%
	07/01/2011	153,937,251	231,433,160	77,495,909	66.51%	32,058,296	241.73%
	07/01/2012	166,750,296	245,654,207	78,903,911	67.88%	33,013,511	239.00%
	07/01/2013	187,628,995	262,719,767	75,090,772	71.42%	34,424,794	218.13%
Fire and Police Disability	07/01/2008	14,305,285	16,804,777	2,499,492	85.13%	33,485,674	7.46%
	07/01/2009	13,542,378	19,153,249	5,610,871	70.71%	33,261,971	16.87%
	07/01/2010	13,534,949	18,477,276	4,942,327	73.25%	32,638,214	15.14%
	07/01/2011	12,723,954	21,814,160	9,090,206	58.33%	32,058,296	28.36%
	07/01/2012	12,688,726	26,548,564	13,859,838	47.79%	33,013,511	41.98%
	07/01/2013	13,431,955	33,729,716	20,297,761	39.82%	34,424,794	58.96%
Virginia Retirement System	06/30/2008	334,817,687	378,308,775	43,491,088	88.50%	114,427,304	38.01%
	06/30/2009	341,519,985	401,354,110	59,834,125	85.09%	115,516,783	51.80%
	06/30/2010	343,465,187	440,562,710	97,097,523	77.96%	112,083,557	86.63%
	06/30/2011	352,101,404	463,125,065	111,023,661	76.03%	115,330,876	96.27%
	06/30/2012	352,758,637	485,591,335	132,832,698	72.65%	117,489,335	113.06%
	06/30/2013	368,821,110	494,712,450	125,891,340	74.55%	123,842,881	101.65%

** The Pension Plan for Fire and Police is a closed plan with no active participant.

(a) The aggregate actuarial cost method was changed to entry age cost method for City Supplemental pension plan during fiscal year 2008. Only five years of information was available. This will be expanded when information becomes available.

Six-year historical information of City's defined benefit pension plans is presented to help users assess each plan's funding status on a going concern basis, assess progress made in accumulating assets to pay benefits when due, and make comparisons with other public employee retirement systems.

Analysis of dollar amounts of plan net assets, actuarial accrued liability, and unfunded actuarial accrued liability in isolation can be misleading. Expressing plan net assets as a percentage of the actuarial accrued liability provides one indication of each plan's funding status on a going concern basis. Analysis of this percentage over time indicates whether the plan is financially stronger or weaker. Generally, the greater this percentage, the stronger the plan. Trends in the unfunded actuarial accrued liability and annual covered payroll are both affected by inflation. Expressing the unfunded actuarial accrued liability as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of the plan's progress made in accumulating sufficient assets to pay benefits when due. Generally the smaller the percentage the stronger the plan.

CITY OF ALEXANDRIA, VIRGINIA
Public Employee Retirement Systems - Primary Government
Required Supplementary Information
For Fiscal Year Ended June 30, 2014

Exhibit XVI (Continued)

SCHEDULES OF EMPLOYER CONTRIBUTIONS

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Supplemental Plan (a)										
Actuarial Determined Contribution	\$ 8,462,725	\$ 7,441,425	\$ 9,394,774	\$ 9,882,928	\$ 10,284,656	\$ 6,381,581	\$ 5,419,262	\$ 4,811,560	\$ 4,271,649	\$ 3,172,787
Actual Contribution Amounts	9,705,496	9,373,813	9,854,860	8,544,859	7,416,575	5,109,723	5,409,164	4,744,710	4,311,779	2,623,763
Contribution Deficiency (Excess)	\$ (1,242,771)	\$ (1,932,388)	\$ (460,086)	\$ 1,338,069	\$ 2,868,081	\$ 1,271,858	\$ 10,098	\$ 66,850	\$ (40,130)	\$ 549,024
Percentage of Actual Contribution Contributed	114.69%	125.97%	104.90%	86.46%	72.11%	80.07%	99.81%	98.61%	100.94%	82.70%
Covered-Employee Payroll	\$ 139,893,391	\$ 129,419,066	\$ 125,569,484	\$ 124,936,457	\$ 125,803,615	\$ 126,492,987	\$ 123,522,516	\$ 116,853,571	N/A	N/A
Contribution as a Percentage of Covered-Employee Payroll	6.94%	7.24%	7.85%	6.84%	5.90%	4.04%	4.38%	4.06%		
Pension Plan for Fire and Police*										
Actuarial Determined Contribution	\$ 1,211,013	\$ 1,332,955	\$ 1,472,059	\$ 1,443,056	\$ 1,623,492	\$ 1,679,131	\$ 1,209,549	\$ 1,187,836	\$ 932,554	\$ 1,547,955
Actual Contribution Amounts	1,700,000	1,700,000	1,700,000	1,700,000	1,679,131	1,707,836	850,000	1,500,000	1,058,000	902,000
Contribution Deficiency (Excess)	\$ (488,987)	\$ (367,045)	\$ (227,941)	\$ (256,944)	\$ (55,639)	\$ (28,705)	\$ 359,549	\$ (312,164)	\$ (125,446)	\$ 645,955
Percentage of Actual Contribution Contributed	140.38%	127.54%	115.48%	117.81%	103.43%	101.71%	70.27%	126.28%	113.45%	58.27%
Covered-Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contribution as a Percentage of Firefighters and Police Pension										
Actuarial Determined Contribution	\$ 10,471,367	\$ 10,291,033	\$ 9,770,783	\$ 8,268,658	\$ 7,916,599	\$ 7,184,309	\$ 7,116,057	\$ 6,985,282	\$ 5,938,572	\$ 4,890,046
Actual Contribution Amounts	10,398,552	8,634,820	8,330,531	7,651,601	7,062,118	7,087,325	7,221,966	6,374,061	5,812,579	5,297,649
Contribution Deficiency (Excess)	\$ 72,815	\$ 1,656,213	\$ 1,440,252	\$ 617,057	\$ 854,481	\$ 96,984	\$ (105,909)	\$ 611,221	\$ 125,993	\$ (407,603)
Percentage of Actual Contribution Contributed	99.30%	83.91%	85.26%	92.54%	89.21%	98.65%	101.49%	91.25%	97.88%	108.34%
Covered-Employee Payroll	\$ 34,424,794	\$ 33,013,511	\$ 32,058,296	\$ 32,638,214	\$ 33,261,971	\$ 33,485,674	\$ 32,564,077	\$ 31,961,191	\$ 29,132,558	\$ 25,268,564
Contribution as a Percentage of Covered-Employee Payroll	30.21%	26.16%	25.99%	23.44%	21.23%	21.17%	22.18%	19.94%	19.95%	20.97%
Firefighters and Police Disability										
Actuarial Determined Contribution	\$ 4,431,587	\$ 2,371,116	\$ 1,928,701	\$ 1,611,887	\$ 1,469,682	\$ 1,244,853	\$ 1,610,278	\$ 1,455,223	\$ 414,340	\$ 347,672
Actual Contribution Amounts	2,039,849	1,692,368	1,456,788	1,210,062	1,584,314	1,444,947	771,036	752,470	686,861	628,813
Contribution Deficiency (Excess)	\$ 2,391,738	\$ 678,748	\$ 471,913	\$ 401,825	\$ (114,632)	\$ (200,094)	\$ 839,242	\$ 702,753	\$ (272,521)	\$ (281,141)
Percentage of Actual Contribution Contributed	46.03%	71.37%	75.53%	75.07%	107.80%	116.07%	47.88%	51.71%	165.77%	180.86%
Covered-Employee Payroll	\$ 34,424,794	\$ 33,013,511	\$ 32,058,296	\$ 32,638,214	\$ 33,261,971	\$ 33,485,674	\$ 32,564,077	\$ 31,961,191	\$ 29,132,558	\$ 25,268,564
Contribution as a Percentage of Covered-Employee Payroll	5.93%	5.13%	4.54%	3.71%	4.76%	4.32%	2.37%	2.35%	2.36%	2.49%
VRS										
Actuarial Determined Contribution	\$ 12,629,447	\$ 12,542,600	\$ 8,274,478	\$ 8,772,167	\$ 7,977,375	\$ 8,149,979	\$ 7,490,208	\$ 7,077,570	\$ 1,470,239	\$ 1,386,592
Actual Contribution Amounts	12,629,447	12,542,600	8,274,478	8,772,167	7,977,375	8,149,979	7,490,208	7,077,570	1,470,239	1,386,592
Contribution Deficiency (Excess)	-	-	-	-	-	-	-	-	-	-
Percentage of Actual Contribution Contributed	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
Covered-Employee Payroll	\$ 123,842,881	\$ 117,489,335	\$ 115,330,876	\$ 112,083,557	\$ 115,516,783	\$ 114,427,304	\$ 108,719,495	\$ 100,219,243	\$ 93,142,752	\$ 90,113,045
Contribution as a Percentage of Covered-Employee Payroll	10.20%	10.68%	7.17%	7.83%	6.91%	7.12%	6.89%	7.06%	1.58%	1.54%

Actuarially determined contributions and covered-employee payrolls are calculated as of June 30, one year prior to the fiscal year in which contributions are reported

* The Pension Plan for Fire and Police is a closed plan with no active participation

(a) The aggregate actuarial cost method was changed to entry age cost method for the City Supplemental plan during fiscal year 2007. No covered-employee payroll is available for 2006 and 2005.

CITY OF ALEXANDRIA, VIRGINIA
Public Employee Retirement Systems - Primary Government
Required Supplementary Information
For Fiscal Year Ended June 30, 2014

Exhibit XVI
(Continued)

Last 10 Fiscal Years				
	Firefighters' & Police Officers' Pension Plan	2014 Firefighters' & Police Officers' Disability Pension Plan	Supplemental Retirement Plan	Pension Plan for Firefighters & Police Officers
<u>Total Pension Liability</u>				
Service Cost	\$ 5,749,258	\$ 2,699,276	\$ 4,812,530	\$ -
Interest	19,761,542	2,638,659	10,210,998	1,778,386
Changes in benefit terms	-	-	-	-
Difference between expected and actual experience	-	-	-	-
Changes in assumptions	-	-	-	-
Benefit payments, including refunds	(10,147,030)	(2,539,650)	(11,276,834)	(3,773,545)
Net Change in Total Pension Liability	\$ 15,363,770	\$ 2,798,285	\$ 3,746,694	\$ (1,995,159)
Total Pension Liability - Beginning of Year	262,719,767	33,729,716	139,320,358	34,195,806
Total Pension Liability - End of Year	\$ 278,083,537	\$ 36,528,001	\$ 143,067,052	\$ 32,200,647
<u>Plan Fiduciary Net Position</u>				
Contributions - employer	\$ 10,398,552	\$ 2,039,849	\$ 9,705,496	\$ 1,700,000
Contributions - employee	2,392,226	259,585	605,369	1
Net investment income	33,401,003	2,327,679	20,744,991	1,041,529
Benefit payments, including refunds	(10,147,030)	(2,539,650)	(11,276,834)	(3,773,545)
Administration Expenses	(379,242)	(86,762)	(997,375)	(10,830)
Net Change in Plan Fiduciary Net Position	\$ 35,665,509	\$ 2,000,701	\$ 18,781,647	\$ (1,042,845)
Plan Fiduciary Net Position - Beginning of Year	192,634,845	13,730,958	120,042,601	23,974,135
Plan Fiduciary Net Position - End of Year	\$ 228,300,354	\$ 15,731,659	\$ 138,824,248	\$ 22,931,289
Net Pension Liability - End of Year	\$ 49,783,183	\$ 20,796,342	\$ 4,242,804	\$ 9,269,358
Plan Fiduciary Net Position as a percentage of Total Pension Liability	82.1%	43.1%	97.0%	71.2%
Covered Employee Payroll	\$ 34,424,794	\$ 34,424,794	\$ 145,139,393	-
Net Pension Liability as a percentage of Covered Payroll	144.6%	60.4%	2.9%	N/A

Information is only available for the current fiscal year. Future years will be added to the schedule

Assumed Rate of Return for Firefighters' & Police Officers' Pension Plan also applies to Firefighters' and Police Officers' Disability Pension Plan

Money-Weighted Rate of Return Last 10 Fiscal Years		
Firefighters' & Police Officers' Pension Plan	Supplemental Retirement Plan	Pension Plan for Firefighters & Police Officers
17.48%	17.60%	4.42%

**Money-weighted Rate of Return for Firefighters' & Police Officers' Pension Plan also applies to Firefighters' and Police Officers' Disability Pension Plan
 Future years will be added as they become available

**CITY OF ALEXANDRIA, VIRGINIA
Other Post-Employment Benefits (OPEB)
Required Supplementary Information
For Fiscal Year Ended June 30, 2014**

**Exhibit XVI
(Continued)**

SCHEDULE OF FUNDING PROGRESS

	(1)	(2)	(3)	(4)	(5)	(6)
		Actuarial	Unfunded			UAAL as a
Actuarial	Actuarial	Accrued	AAL	Funded	Annual	Percentage of
Valuation	Value of	Liability	(UAAL)	Ratio	Covered	Covered Payroll
Date	Assets	(AAL)	(2)-(1)	(1/2)	Payroll	((2-1)/5)
Regular OPEB						
12/31/2008	\$4,316,727	\$89,900,789	\$85,584,062	4.80%	\$146,884,002	58.27%
12/31/2009	8,201,742	90,681,046	82,479,304	9.04%	147,006,590	56.11%
12/31/2010	11,668,519	80,569,082	68,900,563	14.48%	146,101,440	47.16%
12/31/2011	15,081,559	81,202,583	66,121,024	18.57%	148,202,583	44.62%
12/31/2012	19,796,803	88,766,245	68,969,442	22.30%	150,176,760	45.93%
12/31/2013	26,507,342	89,926,799	63,419,457	29.48%	163,191,871	38.86%
Line of Duty						
12/31/2012	-	16,630,789	16,630,789	0.00%	150,176,760	11.07%
12/31/2013	-	28,618,663	28,618,663	0.00%	52,648,238	54.36%

Effective July 1, 2012, the City assumed responsibility for funding benefits required under the Virginia Line of Duty Act.
Fund is comprised of Other Post Employment Benefits and Line of Duty Benefits.

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Actuarial	Annual	Percentage
Date	Required	Contributed
	Contribution	
Regular OPEB		
6/30/2009	\$10,800,769	94.6%
6/30/2010	10,306,577	106.2%
6/30/2011	7,415,385	110.1%
6/30/2012	7,375,458	109.6%
6/30/2013	7,931,885	102.2%
6/30/2014	7,696,929	80.0%
Line of Duty		
6/30/2013	\$2,570,837	34.8%
6/30/2014	5,839,828	19.7%



OTHER SUPPLEMENTARY INFORMATION

Agency Funds

Agency Funds are City custodial funds used to provide accountability of client monies for which the City is custodian.

Human Services Special Welfare Account – This fund accounts for the current payments of supplemental security income for foster children.

Human Services Dedicated Account – This fund accounts for back payments of supplemental security income for foster children.

Industrial Development Authority Agency Fund – This fund accounts for Industrial Development Authority bond issuance fees and expenses, for which the City acts in a custodial capacity.

CITY OF ALEXANDRIA, VIRGINIA
Combining Statement of Changes in Assets and Liabilities – Agency Funds
For the Fiscal Year Ended June 30, 2014

	<u>Balance July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2014</u>
HUMAN SERVICES SPECIAL WELFARE ACCOUNT				
Assets:				
Cash and Investments with Fiscal Agent.....	\$ 3,509	\$ 21,008	\$ 19,521	\$ 4,996
Liabilities:				
Other Liabilities.....	\$ 3,509	\$ 21,008	\$ 19,521	\$ 4,996
Total Liabilities.....	<u>\$ 3,509</u>	<u>\$ 21,008</u>	<u>\$ 19,521</u>	<u>\$ 4,996</u>
HUMAN SERVICES DEDICATED ACCOUNT				
Assets:				
Cash and Investments with Fiscal Agent.....	\$ 51,479	\$ 25,443	\$ -	\$ 76,922
Liabilities:				
Other Liabilities.....	\$ 51,479	\$ 25,443	\$ -	\$ 76,922
Total Liabilities.....	<u>\$ 51,479</u>	<u>\$ 25,443</u>	<u>\$ -</u>	<u>\$ 76,922</u>
INDUSTRIAL DEVELOPMENT AUTHORITY				
Assets:				
Equity in Pooled Cash and Investments.....	\$ 114,702	\$ 38,457	\$ 129,885	\$ 23,474
Liabilities:				
Vouchers Payable.....	\$ 50,000	\$ 65,000	\$ 115,000	\$ -
Other Liabilities.....	64,702	38,457	79,885	23,474
Total Liabilities.....	<u>\$ 114,702</u>	<u>\$ 103,457</u>	<u>\$ 194,885</u>	<u>\$ 23,474</u>
TOTAL ALL AGENCY FUNDS				
Assets:				
Cash and Investments with Fiscal Agent.....	\$ 54,988	\$ 46,451	\$ 19,521	\$ 81,918
Equity in Pooled Cash and Investments.....	114,702	38,457	129,885	23,474
Total Assets.....	<u>\$ 169,690</u>	<u>\$ 84,908</u>	<u>\$ 149,406</u>	<u>\$ 105,392</u>
Liabilities:				
Vouchers Payable.....	\$ 50,000	\$ 65,000	\$ 115,000	\$ -
Other Liabilities.....	119,690	84,908	99,406	105,392
Total Liabilities.....	<u>\$ 169,690</u>	<u>\$ 149,908</u>	<u>\$ 214,406</u>	<u>\$ 105,392</u>

CITY OF ALEXANDRIA, VIRGINIA
Statement of Cash Flows
Component Unit
Alexandria Transit Company
As of June 30, 2014

Cash Flows from Operating Activities:	
Cash Received From Customers.....	\$ 4,717,745
Cash Payments to Suppliers for Goods and Services.....	(4,456,398)
Cash Payments to Employees for Services.....	(10,443,939)
Net Cash Used for Operating Activities.....	<u>\$ (10,182,592)</u>
Cash Flows from Noncapital Financing Activities:	
Payment from Primary Government.....	\$ 10,659,632
Cash Received from Other Nonoperating Revenue.....	44,972
Net Cash Provided by Noncapital and Related Financing Activities.....	<u>\$ 10,704,604</u>
Cash Flows from Capital and Related Financing Activities:	
Acquisition of Capital Assets.....	<u>\$ (255,774)</u>
Net Cash Used for Capital and Related Financing Activities.....	<u>\$ (255,774)</u>
Net Increase in Cash and Cash Equivalents.....	\$ 266,238
Cash and Cash Equivalents at Beginning of Year.....	1,614,871
Cash and Cash Equivalents at End of Year.....	<u>\$ 1,881,109</u>
Reconciliation of Operating Loss to Cash Used for	
Operating Activities:	
Operating Loss.....	<u>\$ (11,990,261)</u>
Adjustments to Reconcile Operating Loss to Net Cash	
Used for Operating Activities:	
Depreciation Expense.....	\$ 2,099,224
Changes in Assets and Liabilities:	
Decrease in Accounts Receivable.....	(20,698)
Increase in Inventory of Supplies.....	8,231
Decrease in Prepaid Expenses.....	104,209
(Decrease) in Accounts Payable.....	(455,267)
Increase in Accrued Liabilities.....	82,137
Increase in Other Liabilities.....	(10,167)
Total Adjustments.....	<u>\$ 1,807,669</u>
Net Cash Used for Operating Activities.....	<u>\$ (10,182,592)</u>

Special Revenue Funds

Housing – This fund accounts for the City’s housing programs.

Sanitary Sewer – This fund accounts for the funding of sanitary sewer maintenance and construction.

Stormwater Management Fund – This fund was established in FY 2011. It is funded by a dedicated real estate property tax rate of 0.5 cents per \$100 of assessed value.

Potomac Yard Special Tax District – This fund accounts for funding for improvements in Potomac Yards, including the development of a metro rail station.

Northern Virginia Transportation Authority (NVTA) – This fund was established in FY 2014. It is funded by various state and local other taxes.

Other Special Revenue – This fund accounts for grants and donations.

CITY OF ALEXANDRIA, VIRGINIA
Combining Balance Sheet
Special Revenue Fund
As of June 30, 2014

	<u>Housing</u>	<u>Sanitary Sewer</u>	<u>Stormwater</u>	<u>Potomac Yard</u>	<u>NVTA</u>	<u>Other Special Revenue</u>	<u>Total Combined Special Revenue</u>
ASSETS							
Cash and Cash Equivalents	\$ 997,644	\$ 17,998,895	\$ 472,790	\$ 4,750,161	\$ 5,943,470	\$ 28,121,188	\$ 58,284,148
Receivables, Net	-	452,484	-	-	1,160,168	3,544,036	5,156,688
Due From Other Governments	-	-	-	-	-	7,689,255	7,689,255
Prepaid and Other Assets	-	-	-	-	72,417	76,640	149,057
Total Assets	<u>\$ 997,644</u>	<u>\$ 18,451,379</u>	<u>\$ 472,790</u>	<u>\$ 4,750,161</u>	<u>\$ 7,176,055</u>	<u>\$ 39,431,119</u>	<u>\$ 71,279,148</u>
LIABILITIES							
Accounts Payable	\$ 2,691	\$ 104,541	\$ 32,303	\$ -	\$ -	\$ 3,503,478	\$ 3,643,013
Accrued Wages	32,956	59,752	26,382	-	-	1,345,017	1,464,107
Unearned Revenue	-	-	-	-	-	5,761,821	5,761,821
Total Liabilities	<u>\$ 35,647</u>	<u>\$ 164,293</u>	<u>\$ 58,685</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,610,316</u>	<u>\$ 10,868,941</u>
FUND BALANCES							
Non-Spendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,498,321	\$ 2,498,321
Restricted	961,997	-	-	-	-	11,211,859	12,173,856
Committed	-	18,287,086	414,105	4,750,161	7,176,055	15,110,623	45,738,030
Assigned	-	-	-	-	-	-	-
Total Fund Balances	<u>\$ 961,997</u>	<u>\$ 18,287,086</u>	<u>\$ 414,105</u>	<u>\$ 4,750,161</u>	<u>\$ 7,176,055</u>	<u>\$ 28,820,803</u>	<u>\$ 60,410,207</u>
Total Liabilities and Fund Balances	<u>\$ 997,644</u>	<u>\$ 18,451,379</u>	<u>\$ 472,790</u>	<u>\$ 4,750,161</u>	<u>\$ 7,176,055</u>	<u>\$ 39,431,119</u>	<u>\$ 71,279,148</u>

CITY OF ALEXANDRIA, VIRGINIA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Special Revenue Fund
For the Fiscal Year Ended June 30, 2014

	Housing	Sewer	Stormwater	Potomac Yard	NVTA	Other Special Revenue	Total Combined Special Revenue
REVENUES							
General Property Taxes	\$ -	\$ -	\$ 1,754,894	\$ 2,839,435	\$ 6,286,180	\$ -	\$ 10,880,509
Permits, Fees, and Licenses	-	-	-	-	-	9,147,246	9,147,246
Use of Money and Property	-	-	-	-	1,145	83,773	84,918
Charges for Services	-	9,171,107	-	-	-	6,875,417	16,046,524
Intergovernmental Revenue	-	-	-	-	-	54,946,336	54,946,336
Miscellaneous	-	-	-	-	-	6,146,117	6,146,117
Total Revenues	\$ -	\$ 9,171,107	\$ 1,754,894	\$ 2,839,435	\$ 6,287,325	\$ 77,198,889	\$ 97,251,650.00
EXPENDITURES							
Current Operating:							
General Government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 567,654	\$ 567,654
Judicial Administration	-	-	-	-	-	1,118,745	1,118,745
Public Safety	-	-	-	-	-	8,583,165	8,583,165
Public Works	-	3,209,052	895,920	-	37,270	618,080	4,760,322
Library	-	-	-	-	-	72,452,125	72,452,125
Transit	-	-	-	-	10,659,632	-	10,659,632
Culture and Recreation	-	-	-	-	-	1,206,735	1,206,735
Community Development	3,774,717	-	9,528	-	-	21,589,235	25,373,480
Total Expenditures	\$ 3,774,717	\$ 3,209,052	\$ 905,448	\$ -	\$ 10,696,902	\$ 106,135,739	\$ 124,721,858
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (3,774,717)	\$ 5,962,055	\$ 849,446	\$ 2,839,435	\$ (4,409,577)	\$ (28,936,850)	\$ (27,470,208)
OTHER FINANCING SOURCES (USES)							
Transfers In	\$ 2,083,565	\$ -	\$ -	\$ -	\$ 11,585,632	\$ 36,257,746	\$ 49,926,943
Transfers Out		(3,076,898)	(597,509)			(551,405)	(4,225,812)
Total Other Financing Sources and Uses	\$ 2,083,565	\$ (3,076,898)	\$ (597,509)	\$ -	\$ 11,585,632	\$ 35,706,341	\$ 45,701,131
Net Change in Fund Balance	(1,691,152)	2,885,157	251,937	2,839,435	7,176,055	6,769,491	18,230,923
Fund Balance at Beginning of Year	2,653,149	15,401,929	162,168	1,910,726	-	22,051,312	42,179,284
Fund Balance at End of Year	\$ 961,997	\$ 18,287,086	\$ 414,105	\$ 4,750,161	\$ 7,176,055	\$ 28,820,803	\$ 60,410,207



STATISTICAL SECTION

The statistical section includes detail information to assist in understanding how the financial statements relate to the City's overall financial well-being and includes the following categories:

Financial trends: These tables assist users in understanding how the City's financial position has changed over time and include the following tables:

Table I - Schedule of Changes in Net Position

Table II - Changes in Fund Balances Governmental Funds

Table VII - Net Position

Table VIII - Fund Balances Governmental Funds

Table XXII - Five-Year Summary of General Fund Revenues and Expenditure

Revenue Capacity: These tables assist in understanding and assessing the City's own source revenues and include the following tables:

Table III - Tax Revenues by Source

Tables IV and V - Tax Levies and Collections

Table VI - Real and Personal Property Tax Assessments and Rates

Table IX - 2014 Tax Rates for Major Revenue Sources

Table XV and XVI - Principal Taxpayers

Debt Capacity: These tables present information to assist in assessing the affordability of the City's current levels of debt and the City's ability to issue additional debt in the future and include:

Table X - Legal Debt Margin Information

Table XI - Ratio of Net General Debt to Assessed Value and Net Debt Per Capita

Table XXII - Overlapping Debt and Debt History

Table XIII - Ratio of Annual Debt Service Expenditures for Net General Debt to Total General Expenditures

Table XXIII - Summary of Total General Obligation Bonds Debt Service

Demographic and Economic Information: These tables include demographic and economic information to assist in understanding the external factors that affect the City's financial activities and include:

Table XIV - Population and Per Capita Income

Table XVII - Alexandria City School Board Demographic Statistics

Table XVIII - Government Employees by Function

Table XIX - Principal Employers

Table XXI - Miscellaneous Statistical Data

Operating information: These tables include service and capital data to assist in understanding how financial information relates to the programs and activities the City performs and includes:

Table XX – Operating and Capital Indicators

CITY OF ALEXANDRIA, VIRGINIA
Schedule of Changes in Net Position
Last Ten Fiscal Years
(In millions)

TABLE I

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses										
Governmental Activities:										
General Government	\$ 47.7	\$ 47.5	\$ 63.6	\$ 64.6	\$ 79.5	\$ 61.1	\$ 59.2	\$ 84.7	\$ 75.3	\$ 71.3
Judicial Administration	14.6	15.6	17.7	19.3	19.3	19.3	19.8	20.5	20.8	20.6
Public Safety	96.5	106.9	112.3	114.5	120.5	118.3	122.2	126.9	131.6	141.1
Public Works	40.0	41.1	44.3	48.8	48.5	57.0	51.0	56.4	52.9	68.0
Library	6.0	6.4	6.8	6.9	6.8	6.1	5.9	6.2	6.4	6.6
Health and Welfare	79.4	84.3	89.4	96.2	97.3	90.8	92.7	93.6	92.4	93.8
Transit	10.5	12.5	14.1	14.1	12.5	13.1	16.3	15.9	17.8	10.7
Culture and Recreation	26.1	25.3	26.9	30.4	28.1	25.9	28.3	27.7	28.9	29.8
Community Development	16.1	24.4	35.0	40.6	30.4	21.0	24.6	34.3	40.2	45.7
Education	142.2	139.9	153.7	168.5	173.8	173.3	174.8	185.2	194.6	189.1
Interest on Long-term Debt	9.5	10.4	13.5	12.5	10.9	16.4	17.3	22.0	22.5	23.8
Total Governmental Activities	<u>\$ 488.6</u>	<u>\$ 514.3</u>	<u>\$ 577.3</u>	<u>\$ 616.4</u>	<u>\$ 627.6</u>	<u>\$ 602.3</u>	<u>\$ 612.1</u>	<u>\$ 673.4</u>	<u>\$ 683.4</u>	<u>\$ 700.5</u>
Total Primary Government Expenses	<u>\$ 488.6</u>	<u>\$ 514.3</u>	<u>\$ 577.3</u>	<u>\$ 616.4</u>	<u>\$ 627.6</u>	<u>\$ 602.3</u>	<u>\$ 612.1</u>	<u>\$ 673.4</u>	<u>\$ 683.4</u>	<u>\$ 700.5</u>
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	\$ -	\$ -	\$ 6.3	\$ 5.6	\$ 1.4	\$ 2.0	\$ 1.3	\$ 1.5	\$ 3.6	\$ 2.2
Judicial Administration	2.0	2.0	2.0	1.9	1.6	1.5	1.7	1.7	1.6	1.3
Public Safety	8.4	10.6	11.5	10.7	15.5	11.1	13.3	14.4	17.0	17.7
Public Works	13.2	16.9	16.1	17.4	18.1	18.0	21.3	23.5	27.8	23.7
Library	-	-	-	-	-	-	-	-	-	-
Health and Welfare	5.1	5.4	6.4	6.7	6.6	6.7	6.4	6.7	6.2	6.4
Transit	-	2.3	-	-	-	-	-	-	-	-
Culture and Recreation	1.7	3.1	2.5	3.0	2.9	3.1	3.1	5.4	3.7	3.9
Community Development	-	60.3	4.9	6.0	8.2	1.6	3.9	2.7	4.2	6.6
Operating Grants and Contributions	59.6	9.9	61.0	61.3	63.2	65.2	65.0	66.4	75.0	78.8
Capital Grants and Contributions	5.1	-	18.2	7.6	20.5	50.2	7.4	19.6	18.5	15.1
Total Governmental Activities	<u>\$ 95.1</u>	<u>\$ 110.5</u>	<u>\$ 128.9</u>	<u>\$ 120.2</u>	<u>\$ 138.0</u>	<u>\$ 159.4</u>	<u>\$ 123.4</u>	<u>\$ 141.9</u>	<u>\$ 157.6</u>	<u>\$ 155.7</u>
Total Primary Government Revenues	<u>\$ 95.1</u>	<u>\$ 110.5</u>	<u>\$ 128.9</u>	<u>\$ 120.2</u>	<u>\$ 138.0</u>	<u>\$ 159.4</u>	<u>\$ 123.4</u>	<u>\$ 141.9</u>	<u>\$ 157.6</u>	<u>\$ 155.7</u>

Amounts may not add due to rounding

CITY OF ALEXANDRIA, VIRGINIA
Schedule of Changes in Net Position
Last Ten Fiscal Years
(In millions)

TABLE I (continued)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Net (Expense) (Revenue)										
General Government	\$ (47.7)	\$ (47.5)	\$ (57.3)	\$ (57.7)	\$ (77.6)	\$ (58.5)	\$ (56.4)	\$ (82.4)	\$ (70.8)	\$ (68.1)
Judicial Administration	(12.6)	(13.6)	(15.7)	(13.1)	(13.7)	(14.2)	(14.1)	(15.2)	(15.5)	(16.4)
Public Safety	(88.1)	(98.5)	(100.8)	(89.6)	(91.8)	(93.5)	(96.2)	(99.0)	(99.3)	(108.1)
Public Works	(26.8)	(27.9)	(28.2)	(20.7)	(4.8)	19.3	(15.8)	(9.6)	(3.3)	(23.6)
Library	(6.0)	(6.4)	(6.8)	(6.9)	(6.8)	(6.1)	(5.9)	(6.2)	(6.4)	(6.6)
Health and Welfare	(74.3)	(79.2)	(83.0)	(57.2)	(54.7)	(49.1)	(51.4)	(54.2)	(56.5)	(56.2)
Transit	(10.5)	(12.5)	(14.1)	(14.1)	(12.6)	(13.1)	(16.3)	(15.9)	(17.8)	(10.7)
Culture and Recreation	(24.4)	(23.6)	(24.4)	(27.2)	(25.0)	(22.3)	(24.7)	(22.0)	(24.6)	(25.6)
Community Development	(15.8)	(24.4)	(30.1)	(28.9)	(26.0)	(15.2)	(15.4)	(19.9)	(14.5)	(16.7)
Education	(142.2)	(139.9)	(153.7)	(168.5)	(165.7)	(173.3)	(174.8)	(185.2)	(194.6)	(189.1)
Interest on Long-term Debt	(9.5)	(10.4)	(13.5)	(12.4)	(10.9)	(16.3)	(17.3)	(21.9)	(22.5)	(23.8)
Subtotal Governmental Activities	<u>\$ (457.9)</u>	<u>\$ (483.9)</u>	<u>\$ (527.6)</u>	<u>\$ (496.3)</u>	<u>\$ (489.6)</u>	<u>\$ (442.3)</u>	<u>\$ (488.3)</u>	<u>\$ (531.5)</u>	<u>\$ (525.8)</u>	<u>\$ (544.9)</u>
Total Primary Government	<u>\$ (457.9)</u>	<u>\$ (483.9)</u>	<u>\$ (527.6)</u>	<u>\$ (496.3)</u>	<u>\$ (489.6)</u>	<u>\$ (442.3)</u>	<u>\$ (488.3)</u>	<u>\$ (531.5)</u>	<u>\$ (525.8)</u>	<u>\$ (544.9)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Real Estate	\$ 234.3	\$ 255.4	\$ 275.4	\$ 289.3	\$ 296.4	\$ 304.3	\$ 315.6	\$ 321.6	\$ 333.8	\$ 360.7
Personal Property	32.0	33.1	35.3	38.6	37.9	32.9	37.0	48.2	58.6	47.2
Other	101.5	109.4	111.0	112.2	112.3	114.3	118.2	121.1	125.4	127.3
Transfer	-	-	-	-	-	-	-	-	-	-
Grants and Contributions										
not restricted to other programs	29.5	31.0	32.4	31.8	32.4	31.5	32.4	41.5	36.9	36.1
Interest and Investment Earnings	4.9	9.1	6.9	6.0	1.7	0.4	1.0	1.3	0.8	4.9
Miscellaneous	0.5	0.8	0.6	0.6	1.1	0.8	1.0	1.2	1.4	2.0
Subtotal Governmental Activities	<u>\$ 402.7</u>	<u>\$ 438.9</u>	<u>\$ 461.6</u>	<u>\$ 478.5</u>	<u>\$ 481.8</u>	<u>\$ 484.2</u>	<u>\$ 505.2</u>	<u>\$ 534.9</u>	<u>\$ 556.9</u>	<u>\$ 578.2</u>
Business-type Activities:										
Total Primary Government	<u>\$ 402.7</u>	<u>\$ 438.9</u>	<u>\$ 461.6</u>	<u>\$ 478.5</u>	<u>\$ 481.8</u>	<u>\$ 484.2</u>	<u>\$ 505.2</u>	<u>\$ 534.9</u>	<u>\$ 556.9</u>	<u>\$ 578.2</u>
Change in Net Position										
Governmental Activities:	<u>\$ (55.2)</u>	<u>\$ (45.0)</u>	<u>\$ (66.0)</u>	<u>\$ (17.8)</u>	<u>\$ (7.8)</u>	<u>\$ 41.9</u>	<u>\$ 16.9</u>	<u>\$ 3.3</u>	<u>\$ 31.1</u>	<u>\$ 33.3</u>
	<u>\$ (55.2)</u>	<u>\$ (45.0)</u>	<u>\$ (66.0)</u>	<u>\$ (17.8)</u>	<u>\$ (7.8)</u>	<u>\$ 41.9</u>	<u>\$ 16.9</u>	<u>\$ 3.3</u>	<u>\$ 31.1</u>	<u>\$ 33.3</u>

CITY OF ALEXANDRIA, VIRGINIA
Changes in Fund Balances Governmental Funds
Last Ten Fiscal Years
(In millions)

TABLE II

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Property Taxes	\$ 265.3	\$ 290.1	\$ 310.8	\$ 324.1	\$ 333.5	\$ 337.2	\$ 351.6	\$ 366.2	\$ 385.2	\$ 407.8
Other Local Taxes	101.5	109.5	111.0	112.3	112.3	114.4	118.3	121.1	125.3	127.3
Permits Fees and License	4.5	6.5	7.2	5.8	5.7	4.8	7.1	8.8	10.6	11.5
Fines and Forfeitures	4.0	3.5	3.6	3.9	4.1	3.9	4.5	4.9	5.1	5.2
Use of Money and Property	7.9	12.1	15.8	12.0	6.2	3.8	4.1	4.6	4.2	5.2
Charges for Services	19.2	23.9	23.2	25.8	25.3	27.0	29.9	32.2	34.6	32.9
Intergovernmental Revenue	90.1	92.1	111.5	100.7	116.0	110.1	101.9	111.1	125.9	126.5
Sale of Surplus Property	-	0.5	-	-	-	-	-	-	-	-
Miscellaneous and										
Non Revenue Receipts	4.2	5.1	7.3	10.2	15.8	5.5	7.5	8.3	10.2	9.9
Total Governmental Revenues	\$ 496.7	\$ 543.3	\$ 590.4	\$ 594.8	\$ 618.9	\$ 606.7	\$ 624.9	\$ 657.2	\$ 701.1	\$ 726.3
Expenditures										
General Government	\$ 37.7	\$ 39.6	\$ 45.5	\$ 43.0	\$ 46.7	\$ 45.2	\$ 44.3	\$ 46.8	\$ 45.2	\$ 45.2
Judicial Administration	14.1	15.0	17.1	18.7	18.9	18.8	19.3	20.0	20.3	20.1
Public Safety	93.8	104.5	109.6	112.2	116.8	115.0	118.4	123.8	131.0	134.8
Public Works	30.1	32.6	35.5	36.7	36.9	42.3	37.9	41.0	40.3	49.6
Library	6.0	6.4	6.8	6.9	6.8	6.1	5.9	6.1	6.4	6.6
Health and Welfare	78.9	83.9	88.9	95.7	96.8	90.2	92.1	93.1	91.8	93.1
Transit and Transit Transfer	10.5	12.5	14.1	14.1	12.5	13.1	16.3	15.9	17.8	10.7
Culture and Recreation	20.1	21.8	23.6	24.5	23.2	21.8	22.8	23.2	24.6	25.3
Community Development	15.1	23.3	31.3	34.4	28.5	19.3	22.8	25.9	35.8	41.4
Education	141.7	139.4	150.7	164.2	168.0	167.5	170.1	178.5	185.8	185.9
Capital Outlay	51.5	79.1	93.5	75.8	100.7	93.4	91.5	71.8	70.9	91.1
Debt Service - Principal	13.2	16.5	17.7	18.2	19.1	19.5	21.1	23.7	27.5	33.5
- Interest	9.6	10.5	13.3	12.3	12.8	15.1	17.4	19.5	22.4	23.8
Total Governmental Expenditures	\$ 522.3	\$ 585.1	\$ 647.6	\$ 656.7	\$ 687.7	\$ 667.3	\$ 679.9	\$ 689.3	\$ 719.8	\$ 761.1
Excess of Revenues over (under) expenditures	\$ (25.6)	\$ (41.8)	\$ (57.2)	\$ (61.9)	\$ (68.8)	\$ (60.6)	\$ (55.0)	\$ (32.1)	\$ (18.7)	\$ (34.8)
Other Financing Sources/(Uses)										
Issuance of Debt	\$ 55.8	\$ 72.7	\$ 0.1	\$ -	\$ 145.7	\$ -	\$ 74.2	\$ 74.8	\$ 88.1	\$ 70.7
Sale of Land	-	-	-	-	-	-	-	0.6	-	1.2
Transfers in	54.7	59.0	49.1	67.8	58.9	48.6	47.9	61.7	82.8	77.8
Transfers out	(54.7)	(59.5)	(50.0)	(67.8)	(58.2)	(48.9)	(48.1)	(65.2)	(82.8)	(81.2)
Total Other Financing Sources (Uses)	\$ 55.8	\$ 72.2	\$ (0.8)	\$ -	\$ 146.4	\$ (0.3)	\$ 74.0	\$ 71.9	\$ 88.1	\$ 68.5
Net change in Fund Balance	\$ 30.2	\$ 30.4	\$ (58.0)	\$ (61.9)	\$ 77.6	\$ (60.9)	\$ 19.0	\$ 39.8	\$ 69.4	\$ 33.7
Debt Service as percentage of noncapital expenditures	4.84%	5.34%	5.59%	5.25%	5.43%	6.03%	6.54%	7.00%	7.70%	8.55%

Amounts may not add due to rounding

**City of Alexandria, Virginia
Tax Revenues by Source
Last Ten Fiscal Years**

TABLE III

Fiscal Year		2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Property Taxes	Real Estate	\$ 232,528,457	\$ 255,141,063	\$ 274,477,589	\$287,344,299	\$ 295,518,893	\$ 302,666,192	\$ 314,506,526	\$ 326,248,520	\$ 343,336,713	362,339,024
	Personal	31,243,560	33,163,126	34,487,106	34,883,037	36,023,945	32,923,178	34,891,944	37,897,525	39,694,273	43,799,341
	Penalties and Interest	1,514,783	1,751,503	1,856,927	1,885,683	1,939,225	1,631,548	2,246,186	2,092,976	2,140,497	1,685,517
Other Local Taxes	Local Sales	\$ 23,812,277	\$ 25,264,689	\$ 25,440,638	\$ 24,256,803	\$ 21,679,635	\$ 22,744,483	\$ 23,880,909	\$ 24,949,593	\$ 25,549,709	27,619,132
	Utility	18,520,667	17,587,865	13,836,170	10,019,854	10,409,248	10,462,233	10,812,989	10,322,623	10,650,297	11,460,413
	Business License	27,098,032	28,381,583	30,947,412	32,026,526	30,527,956	30,295,624	30,444,798	31,468,957	32,571,953	30,237,576
	Cable TV Franchise License	1,154,576	1,240,841	720,926	-	-	-	-	-	-	-
	Motor Vehicle License	2,460,980	2,461,023	2,429,078	3,197,576	3,085,288	3,172,254	3,324,937	3,348,075	3,501,907	3,557,565
	Bank Franchise	1,364,270	1,784,565	1,540,550	1,263,689	1,855,496	2,432,312	2,670,275	2,768,991	2,641,475	3,035,635
	Tobacco	2,277,366	2,840,486	2,932,386	2,681,573	2,719,084	2,910,382	2,777,052	2,674,157	2,567,249	2,927,125
	Recordation	7,244,022	7,818,676	6,561,330	4,947,208	3,206,705	3,313,547	3,668,663	5,152,593	5,847,889	5,468,147
	Transient Lodging	7,183,067	7,811,884	7,415,060	8,506,762	10,592,806	10,824,410	11,245,201	11,375,121	11,774,914	11,568,709
	Restaurant Food	959,876	10,094,267	10,657,839	10,972,048	14,912,796	14,908,999	16,214,900	16,313,765	17,325,897	17,404,589
	Telecommunication	726,112	725,684	691,023	857,354	829,291	819,313	839,848	564,219	741,542	821,426
	Admissions	-	1,149,537	1,058,226	1,090,067	1,103,782	1,125,172	1,082,685	1,093,182	1,086,841	948,968
	Cell Phone	-	2,305,525	1,397,452	-	-	-	-	-	-	-
	Communications Sales Tax	-	-	5,318,253	12,402,256	11,268,560	11,315,541	11,259,534	11,030,711	11,060,107	10,871,785
	Other	28,428	28,931	33,024	42,225	80,723	47,081	37,566	39,246	27,743	1,418,920
Total		<u>\$ 366,755,360</u>	<u>\$ 399,551,248</u>	<u>\$ 421,800,989</u>	<u>\$436,376,960</u>	<u>\$ 445,753,433</u>	<u>\$ 451,592,269</u>	<u>\$ 469,904,013</u>	<u>\$ 487,340,254</u>	<u>\$ 510,519,006</u>	<u>\$ 535,163,872</u>

CITY OF ALEXANDRIA, VIRGINIA
Real Estate Tax Levies and Collections
Last Ten Calendar Years

Table IV

		Real Property (Amounts in thousands)					
		Collected within the Fiscal Year of the Levy			Total Collections to date		
Calendar Year Ended December 31,	Taxes Levied for the Calendar Year*	Amount	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy	
2004	\$225,156	\$223,047	99.06%	\$2,094	\$225,141	99.99%	
2005	250,180	247,166	98.80%	3,000	250,166	99.99%	
2006	266,852	264,951	99.29%	1,887	266,838	99.99%	
2007	282,562	279,948	99.07%	2,586	282,534	99.99%	
2008	296,189	292,996	98.92%	3,183	296,179	100.00%	
2009	306,524	305,691	99.73%	717	306,408	99.96%	
2010	308,847	305,548	98.93%	2,972	308,520	99.89%	
2011	315,441	314,116	99.58%	1,005	315,121	99.90%	
2012	327,335	324,947	99.27%	2,111	327,058	99.92%	
2013	352,622	351,598	99.71%	-	351,598	99.71%	

* Levy adjusted for changes since original levy

Table V

		Personal Property (Amounts in thousands)					
		Collected within the Fiscal Year of the Levy			Total Collections to date		
Calendar Year Ended December 31,	Taxes Levied for the Calendar Year			Percentage of Levy	Collections in Subsequent Years	Amount	Percentag e of Levy
	Total	Commonwealth Reimbursement *	Amount				
2004	\$56,059	\$21,936	\$48,535	86.58%	\$3,860	\$52,395	93.46%
2005	58,942	22,558	50,422	85.55%	4,807	55,229	93.70%
2006	62,213	24,193	55,284	88.86%	2,745	58,029	93.27%
2007	61,974	23,849	55,247	89.15%	2,789	58,036	93.65%
2008	62,740	23,768	56,201	89.58%	2,661	58,862	93.82%
2009	60,820	24,635	54,784	90.08%	1,903	56,687	93.20%
2010	60,301	24,057	55,611	92.22%	2,472	58,083	96.32%
2011	62,364	23,033	58,042	93.07%	1,283	59,325	95.13%
2012	64,419	23,565	59,802	92.83%	2,517	62,319	96.74%
2013	67,544	23,335	65,664	97.22%	-	65,664	97.22%

* Commonwealth reimbursement included in taxes levied and collections.

CITY OF ALEXANDRIA, VIRGINIA
Real and Personal Property Tax Assessments and Rates
Last Ten Calendar Years

TABLE VI

Calendar Year	Real Property (\$000)				Personal Property (\$000)				
	Residential	Commercial	Total	Tax Rate per \$100	Motor Vehicle and Tangibles Assessments	Tax Rate per \$100	Machine and Tools Assessment	Tax Rate per \$100	Total Assessment
2004	\$13,224,543	\$9,532,642	\$22,757,185	\$0.995	\$1,391,110	\$4.75	\$17,895	\$4.50	\$1,409,005
2005	16,272,324	11,087,326	27,359,650	0.915	1,455,520	4.75	15,009	4.50	1,470,529
2006	20,331,756	12,574,963	32,906,719	0.815	1,394,947	4.75	14,906	4.50	1,409,853
2007	20,143,403	15,411,555	35,554,958	0.830	1,426,679	4.75	11,485	4.50	1,438,164
2008	20,139,614	14,963,203	35,102,817	0.845	1,354,932	4.75	17,837	4.50	1,372,769
2009	19,152,518	14,811,680	33,964,198	0.903	1,170,972	4.75	14,246	4.50	1,185,218
2010	18,270,905	13,378,585	31,649,490	0.978	1,226,896	4.75	14,336	4.50	1,241,232
2011	18,430,731	14,201,221	32,631,952	0.998	1,309,164	4.75	10,665	4.50	1,319,829
2012	18,715,707	15,066,989	33,782,696	0.998	1,343,202	4.75	12,631	4.50	1,355,833
2013	19,384,653	14,706,140	34,090,793	1.038	1,417,679	4.75	11,506	4.50	1,429,185

Note: Property is assessed each year as of January 1. Property is assessed at actual value; therefore assessed values are equal to actual values. Tax rates are assessed per \$100 of assessed values.

CITY OF ALEXANDRIA, VIRGINIA
Net Position
Last Ten Fiscal Years
(in millions)

TABLE VII

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Governmental Activities										
Invested in Capital Assets, Net of Related Debt	\$ 100.2	\$ 105.6	\$ 170.0	\$ 231.0	\$ 153.3	\$ 248.0	\$ 335.4	\$ 321.6	\$ 329.5	344.2
Restricted for:										
Affordable Housing	-	3.0	0.3	-	-	-	-	-	-	-
Capital Projects	148.3	157.2	101.6	51.5	134.7	72.3	-	-	-	-
Unrestricted Net Assets	<u>63.9</u>	<u>81.6</u>	<u>88.7</u>	<u>60.3</u>	<u>47.0</u>	<u>57.3</u>	<u>59.0</u>	<u>76.2</u>	<u>99.4</u>	<u>115.2</u>
Total Governmental Activities Net Position	<u>\$ 312.4</u>	<u>\$ 347.4</u>	<u>\$ 360.6</u>	<u>\$ 342.8</u>	<u>\$ 335.0</u>	<u>\$ 377.6</u>	<u>\$ 394.4</u>	<u>\$ 397.8</u>	<u>\$ 428.9</u>	<u>\$ 459.4</u>
Primary Government										
Invested in Capital Assets, Net of Related Debt	\$ 100.2	\$ 105.6	\$ 170.0	\$ 231.0	\$ 153.3	\$ 248.0	\$ 335.4	\$ 321.6	\$ 329.5	344.2
Restricted for:										
Affordable Housing	-	3.0	0.3	-	-	-	-	-	-	-
Capital Projects	148.3	157.2	101.6	51.5	134.7	72.3	-	-	-	-
Unrestricted Net Assets	<u>63.9</u>	<u>81.6</u>	<u>88.7</u>	<u>60.3</u>	<u>47.0</u>	<u>57.3</u>	<u>59.0</u>	<u>76.2</u>	<u>99.4</u>	<u>115.2</u>
Total Primary Government Net Position	<u>\$ 312.4</u>	<u>\$ 347.4</u>	<u>\$ 360.6</u>	<u>\$ 342.8</u>	<u>\$ 335.0</u>	<u>\$ 377.6</u>	<u>\$ 394.4</u>	<u>\$ 397.8</u>	<u>\$ 428.9</u>	<u>\$ 459.4</u>

Amounts may not add due to rounding

Note: Accounting Standards require that net position be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted.

CITY OF ALEXANDRIA, VIRGINIA
Fund Balances Governmental Funds
Last Ten Fiscal Years

TABLE VIII

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Fund										
Reserved for:										
Encumbrances	\$ 2,087,658	\$ 1,845,820	\$ 2,345,051	\$ 1,579,168	\$ 1,967,201	\$ 2,007,557	\$ -	\$ -	\$ -	\$ -
Inventories	1,970,689	2,189,185	2,347,911	1,588,472	1,891,281	1,827,459	-	-	-	-
Notes Receivable	-	-	-	-	400,000	400,000	-	-	-	-
Unreserved	58,216,836	63,343,040	67,560,766	62,320,401	49,048,509	58,806,355	-	-	-	-
Non-Spendable	-	-	-	-	-	-	5,509,288	8,099,925	9,945,850	2,952,021
Committed	-	-	-	-	-	-	16,149,828	17,219,808	15,855,605	12,741,566
Assigned	-	-	-	-	-	-	30,009,737	27,235,643	10,769,948	9,538,948
Unassigned	-	-	-	-	-	-	29,191,314	30,427,629	32,941,779	40,019,733
Subtotal General Fund	\$ 62,275,183	\$ 67,378,045	\$ 72,253,728	\$ 65,488,041	\$ 53,306,991	\$ 63,041,371	\$ 80,860,167	\$ 82,983,005	\$ 69,513,182	\$ 65,252,268
All Other Governmental Funds										
Reserved For										
Capital Projects	\$ 126,848,380	\$ 141,395,119	\$ 83,700,361	\$ 2,691,739	\$ 101,741,783	\$ 39,286,809	\$ -	\$ -	\$ -	\$ -
Notes Receivable	4,147,198	2,015,393	1,236,283	1,204,885	2,673,806	2,650,025	-	-	-	-
Encumbrances	21,501,270	18,055,741	19,475,849	50,019,226	34,830,199	30,913,373	-	-	-	-
Unreserved Special Revenue	9,831,441	26,366,419	20,909,225	15,523,030	20,280,831	15,972,479	-	-	-	-
Unreserved Capital Projects	-	-	-	-	-	-	-	-	-	-
Non-Spendable (Special Revenue Fund	-	-	-	-	-	-	2,625,521	2,596,021	2,596,021	2,498,322
Restricted (Special Revenue Fund)	-	-	-	-	-	-	9,720,387	7,748,211	10,400,005	12,173,856
Committed (Special Revenue Fund)	-	-	-	-	-	-	8,562,334	12,575,087	29,183,258	45,738,029
Committed (Capital Projects)	-	-	-	-	-	-	64,184,449	97,523,662	169,174,812	188,551,536
Assigned (Special Revenue Fund)	-	-	-	-	-	-	4,961,270	7,730,465	-	-
Total All Other Governmental Funds	\$ 162,328,289	\$ 187,832,672	\$ 125,321,718	\$ 69,438,880	\$ 159,526,619	\$ 88,822,686	\$ 90,053,961	\$ 128,173,446	\$ 211,354,096	\$ 248,961,743

With the implementaion of GASB Statement No. 54 in Fiscal Year 2011, the fund balance terminology was changed.

CITY OF ALEXANDRIA, VIRGINIA
2014 Tax Rates for Major Revenue Sources

TABLE IX

Real Estate Tax	\$1.043 per \$100 assessed value
Personal Property Tax	\$4.50 per \$100 assessed value (machinery and tools)
	\$5.00 per \$100 assessed value (tangible personal property)
	\$3.55 per \$100 assessed value (handicap vehicles)
Utility Tax (for residential users)	15% of water service charge
	\$1.12 plus \$0.012075 of each KWh (\$3.00 maximum)
	\$1.28 plus \$0.124444 of each CCF gas delivered (\$3.00 maximum)
	\$1.28 plus \$0.050909 of each CCF gas delivered-group meter consumers) (\$3.00 maximum per dwelling unit)
	\$1.28 plus 0.023267 of each CCF gas delivered-group meter interruptible consumers (\$3.00 maximum per dwelling unit)
Utility Tax (for commercial users)	20% of first \$150 of water service charge
	\$1.18 plus \$0.005578 of each kwh delivered-commercial consumer
	\$1.18 plus \$0.004544 of each kwh delivered-industrial consumer
	\$1.42 plus \$0.050213 each CCF gas delivered-commercial/industrial consumer
	\$4.50 plus \$0.003670 of each CCF gas delivered-non-residential interruptible gas consumers
Business and Professional Licenses	
Alcoholic Beverages	\$5 - \$1,500
First year of operation:	
Gross receipts less than \$100,000	No tax due
Gross receipts of greater than \$100,000 and less than \$2,000,000	\$50
Gross receipts of \$2,000,000 or more	Same as renewal for greater than \$100,000 below
Renewal business	
Gross receipts of greater than \$10,000 and less than \$100,000:	
Any business	\$50
Gross receipts of \$100,000 or more	
Amusement and Entertainment	\$0.36 per \$100 gross receipts
Professional	\$0.58 per \$100 gross receipts
Renting of Residential Property	\$0.50 per \$100 gross receipts
Renting of Commercial Property	\$0.35 per \$100 gross receipts
Financial Services	\$0.35 per \$100 gross receipts
Personal, Business and Repair Service	\$0.35 per \$100 gross receipts
Retail Merchants	\$0.20 per \$100 gross receipts
Restaurants	\$0.20 per \$100 gross receipts
Contractors	\$0.16 per \$100 gross receipts
Wholesale Merchants	\$0.05 per \$100 total purchases
Public Utilities	
Telephone	\$0.50 per \$100 gross receipts
Telegraph	\$2.00 per \$100 gross receipts
Communication Tax	5% of statewide communication tax
Water, heat, electric and gas companies	\$0.50 per \$100 gross receipts
Admissions Tax	10% of admissions up to \$0.50 per person
Public Rights-of-Way Use Fee	\$0.97 per line per month
Local Sales Tax	1% added to the rate of the state retail tax imposed
Daily Rental Tax	1% on the gross proceeds excluding heavy equipment
	1.5% on the gross proceeds for heavy equipment
Cigarette Tax	\$1.20 on each package of twenty cigarettes
Transient Lodging Tax	6.5% of total amount paid for room rental plus \$1 per night lodging fee
Restaurant Meal Tax	4% on all food and drink
Recordation Tax	\$0.083 per \$100 of sales price – City (State is \$0.25 per \$100)
Grantor Deed Tax	\$0.083 per \$500 of sales price

SOURCE: Department of Finance, Revenue Administration

CITY OF ALEXANDRIA, VIRGINIA
Legal Debt Margin Information
Last Ten Fiscal Years

TABLE X

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Assessed Value of Real Property, January 1	\$ 27,359,649,900	\$ 32,906,720,000	\$ 34,243,031,000	\$ 35,554,958,000	\$ 34,379,163,000
Debt Limit: 10 percent	2,735,964,990	3,290,672,000	3,424,303,100	3,555,495,800	3,437,916,300
Amount of Debt Applicable to Debt Limit	<u>241,890,000</u>	<u>296,540,000</u>	<u>278,525,000</u>	<u>260,350,000</u>	<u>383,950,000</u>
Legal Debt Margin	\$ 2,494,074,990	\$ 2,994,132,000	\$ 3,145,778,100	\$ 3,295,145,800	\$ 3,053,966,300
Debt as a Percentage of Assessed Value	0.88%	0.90%	0.81%	0.73%	1.12%
	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Assessed Value of Real Property, January 1	\$ 31,649,490,000	\$ 32,631,952,000	\$ 33,782,697,985	\$ 34,725,071,000	\$ 35,335,182,000
Debt Limit: 10 percent	3,164,949,000	3,263,195,200	3,378,269,799	3,472,507,100	3,533,518,200
Amount of Debt Applicable to Debt Limit	<u>364,485,000</u>	<u>415,720,000</u>	<u>459,060,000</u>	<u>508,700,000</u>	<u>539,780,000</u>
Legal Debt Margin	\$ 2,800,464,000	\$ 2,847,475,200	\$ 2,919,209,799	\$ 2,963,807,100	\$ 2,993,738,200
Debt as a Percentage of Assessed Value	1.15%	1.27%	1.36%	1.46%	1.53%

Limitations on the Incurrence of General Obligation Debt:

There is no requirement in the Virginia Constitution, the Virginia Statutes, or in the Charter of the City of Alexandria that the issuance of general obligation bonds of the City be subject to approval of the electors of the City at referendum.

Under the City Charter the City Council has full authority to authorize and issue general obligation bonds. The authorizing procedure consists of the passage on the first reading of an ordinance authorizing the issuance of the bonds, followed by a notice of public hearing at a subsequent meeting and the final passage on second reading following the public hearing.

The only constitutional limitation on the issuance of general obligation bonds is contained in Article VII, Section 10 of the Virginia Constitution, which states that: "No city or town shall issue any bonds or other interest-bearing obligations which, including existing indebtedness, shall at any time exceed ten percent of the assessed valuation of real estate in the city or town subject to taxation, as shown by the last preceding assessment for taxes."

CITY OF ALEXANDRIA, VIRGINIA
Ratio of Net General Debt ⁽¹⁾ to Assessed Value
and Net Debt Per Capita
Last Ten Fiscal Years

TABLE XI

Year	Population ⁽³⁾	Assessed Value (\$000) ⁽²⁾			Outstanding Debt	Outstanding Debt As Percentage of Assessed		Personal Income (\$100)	Debt Per Capita	Debt Per Capita As A Percentage of Per Capita Income ⁽⁴⁾
		Real Property	Personal Property	Total		Real Property	Total Property			
2005	135,000	\$27,359,650	\$1,359,782	\$28,719,432	\$241,890,000	0.88	0.84	\$7,776,966	\$1,792	3.1
2006	138,000	32,906,270	1,409,852	34,316,122	296,540,000	0.90	0.86	8,835,057	2,148	3.4
2007	139,000	35,554,958	1,411,599	36,966,557	278,525,000	0.78	0.75	9,507,531	2,004	2.9
2008	140,879	35,102,817	1,426,679	36,529,496	260,350,000	0.74	0.71	10,204,006	1,848	2.6
2009	144,100	33,964,198	1,354,932	35,319,130	383,950,000	1.13	1.09	10,178,071	2,664	3.7
2010	139,966	31,649,490	1,170,972	32,820,462	364,485,000	1.15	1.11	10,441,443	2,604	3.4
2011	141,287	32,631,952	1,226,896	33,858,848	415,720,000	1.27	1.23	10,627,334	2,942	3.8
2012	144,301	33,782,698	1,309,164	35,091,862	459,060,000	1.36	1.31	10,758,922	3,181	4.0
2013	146,294	34,725,071	1,343,202	36,068,273	508,700,000	1.46	1.41	11,760,450	3,477	4.3
2014	148,892	35,895,604	1,417,679	37,313,283	539,780,000	1.50	1.45	12,115,212	3,625	4.5

(1) Net General Debt includes general obligation bonds and term notes.

(2) Includes real and personal property as adjusted for changes to levy.

(3) SOURCE: Alexandria Department of Planning and Zoning and the United States Bureau of Economic Analysis

(4) Personal Income and per capita income represents data from the United States Bureau of Economic Analysis, as revised, that is generally two years old.

CITY OF ALEXANDRIA, VIRGINIA
Overlapping Debt and Debt History
June 30, 2014

TABLE XII

The City of Alexandria is autonomous from any county, town, or other political subdivisions of the Commonwealth of Virginia. There is no overlapping general obligation debt or taxing powers. The water system and the sewage treatment plant within the City are operated by a private company and an independent authority, respectively, for which the City has no debt obligations.

The City has never defaulted in the payment of any part of either principal or interest on any debt.

Credit Ratings

Moody's Investors Service	Aaa
Standard & Poor's Corporation	AAA

Paying Agents

The City's coupon bonds and interest coupons are payable at the Chase Manhattan Bank, N.A., New York, New York, or SunTrust Bank in Richmond, Virginia. Registered bonds and interest are payable at the principal corporate trust office of the Chase Manhattan Bank, N.A., New York, New York, or Depository Trust Company, New York, New York, which are the Registrars for bonds of the City of Alexandria.

CITY OF ALEXANDRIA, VIRGINIA
Ratio of Annual Debt Service Expenditures for Net
General Debt ⁽¹⁾ to Total General Expenditures
Last Ten Fiscal Years

TABLE XIII

Year	Principal	Interest Other Costs	Total Debt Service	General Expenditures (2)	Ratio of Debt Service to General Expenditures
2005	\$ 13,115,000	\$ 9,567,247	\$ 22,682,247	\$ 545,688,442	4.16
2006	16,350,000	10,502,282	26,852,282	623,774,871	4.30
2007	17,670,000	13,306,096	30,976,096	689,280,260	4.49
2008	18,175,000	12,344,320	30,519,320	688,844,141	4.43
2009	19,100,000	12,800,634	31,900,634	720,924,777	4.42
2010	19,465,000	15,123,463	34,588,463	705,338,251	4.90
2011	21,065,000	17,414,349	38,479,349	722,966,982	5.32
2012	23,725,000	19,492,222	43,217,222	735,769,542	5.87
2013	27,550,000	22,437,678	49,987,678	763,516,075	6.55
2014	33,476,070	23,835,653	57,311,723	820,080,010	6.99

(1) Net General Debt includes general obligation bonds

(2) Includes expenditures for School Board and Library component units

CITY OF ALEXANDRIA, VIRGINIA
Demographic Statistics
June 30, 2014

TABLE XIV**Population**

<u>Calendar Year</u>	<u>Population</u>	<u>Calendar Year</u>	<u>Population</u>
1950	61,787	2010	139,966
1960	91,023	2011	141,287
1970	110,938	2012	144,301
1980	103,217	2013	146,294
1990	111,183	2014	148,892
2000	128,283		

SOURCE: U.S. Bureau of Census, "General Population Characteristics"

POPULATION INDICATORS
PER CAPITA INCOME*

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Alexandria	\$53,711	\$58,365	\$61,147	\$65,141	\$70,632	\$72,220	\$70,846	\$76,362	\$78,383	\$80,952
Arlington	\$54,207	\$58,893	\$59,389	\$63,827	\$68,270	\$72,317	\$69,241	\$79,967	\$82,491	\$83,242
Fairfax (include..... Fairfax City and Falls Church)	\$53,981	\$57,169	\$60,289	\$64,698	\$67,909	\$69,885	\$69,241	\$66,679	\$69,008	\$71,607
Washington MS	\$43,693	\$46,311	\$48,697	\$57,746	\$62,484	\$56,510	\$56,984	\$57,343	\$59,345	\$75,198

*The BEA has revised these numbers.

SOURCE: U.S. Bureau of Economic Analysis (BEA)

CITY OF ALEXANDRIA
UNEMPLOYMENT RATE
LAST TEN YEARS

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Unemployment Rate	3.1%	2.6%	2.2%	2.9%	2.8%	4.8%	4.8%	4.6%	4.7%	4.6%

SOURCE: Virginia Employment Commission

CITY OF ALEXANDRIA, VIRGINIA
Principal Taxpayers
Current Year and Nine Years Ago

TABLE XV

Private Property

Owner's Name	Property	2014 Assessed Value (In millions)	Percentage of Total Assessed Valuation
1. LCOR Alexandria, L.L.C.	Office Buildings	\$991.1	2.76 %
2. Equity Residential	Apartments Buildings	575.3	1.60
3. Paradigm Companies	Apartments Buildings	564.0	1.57
4. Home Properties	Apartments Buildings	385.7	1.07
5. AIMCO	Apartments	334.3	0.94
6. Hoffman Family	Hoffman Office Buildings	329.0	0.92
7. JBG Properties	Apartments and Land	277.1	0.77
8. Southern Towers, L.L.C	Southern Towers	259.4	0.72
9. Area Properties	Apartments/Industrial	247.4	0.69
10. Duke Realty	Office Buildings	180.8	0.50

SOURCE: City of Alexandria, Department of Real Estate Assessments

Owner's Name	Property	2005 Assessed Value (In millions)	Percentage of Total Assessed Valuation
1. LCOR Alexandria LLC	Vacant Land/Office Buildings	\$884.2	3.23 %
2. AIMCO Foxchase L.P.	Foxchase Apartments	233.0	0.85
3. Alexandria Apartments L.L.C	Alexandria Apartments	187.5	0.69
4. Southern Towers L.L.C	Southern Towers Apartments	172.2	0.63
5. Washington Real Estate Investment Trust	Portfolio	151.5	0.55
6. Carr Canal Center Props	Office Building	141.0	0.52
7. Hoffman Buildings L.P/L.L.P	Hoffman Office Buildings	140.5	0.51
8. CPYR INC.	Retail Shopping Center	136.8	0.50
9. Hoffman Family LLC	Vacant Land/Office Buildings	113.3	0.41
10 Potomac Yard Retail, Inc	Vacant Land/Warehouse	112.4	0.41

SOURCE: City of Alexandria, Department of Real Estate Assessments

CITY OF ALEXANDRIA, VIRGINIA
Principal Taxpayers
Current Year and Nine Years Ago

TABLE XV
(Continued)

Public Service Companies

Owner's Name	2014 Assessed Value (In millions)	Percentage of Total Assessed Valuation
1 Virginia Electric & Power Company	\$202.1	1.50 %
2 Norfolk Southern Railway Company	73.3	0.21
3 Richmond, Fredericksburg & Potomac Railway Co	61.8	0.18
4 Virginia-American Water Co.	52.4	0.15
5 Covanta Alexandria/Arlington, Inc.	43.1	0.14
6 Verizon Virginia Inc.	40.7	0.13
7 Potomac Electric Power Company	39.3	0.10
8 Washington Gas Light Company	35.4	0.10
9 New Cingular Wireless PCS, LLC	9.1	0.03
10 Cellco	5.9	0.02

SOURCE: Virginia State Corporation Commission

Owner's Name	2005 Assessed Value (In millions)	Percentage of Total Assessed Valuation
1. Mirant Potomac River, LLC	\$232.6	0.85 %
2. Virginia Electric Power Company	126.5	0.46
3. Covanta Alexandria, Arlington, Inc	89.8	0.33
4. Verizon Virginia Inc.	86.1	0.31
5. Richmond, Fredericksburg & Potomac Railway Co	55.3	0.20
6. Norfolk Southern Railway Company	52.2	0.19
7. Virginia American Water Company	34.9	0.13
8. Potomac Electric Power Company	32.0	0.12
9. Washington Gas Light Company	29.2	0.11
10. Comcast Phone of Northern Virginia, Inc.	11.6	0.04

SOURCE: Virginia State Corporation Commission

CITY OF ALEXANDRIA, VIRGINIA
Alexandria City School Board
Demographic Statistics
Last Ten Fiscal Years

TABLE XVI

Fiscal Year	Total Enrollment⁽¹⁾	Number Receiving Free or Reduced Meals	Number in English as Second Language	Number Receiving Special Education	Number in Elementary School Gifted and Talented Programs	Number in Middle (6-8) School Gifted and Talented Programs
2005	10,667	5,449	2,628	1,979	493	453
2006	10,284	5,169	2,379	1,900	436	442
2007	10,057	4,961	2,223	1,802	436	442
2008	10,557	5,012	2,083	1,786	451	435
2009	11,225	5,866	2,909	1,830	333	395
2010	11,623	6,264	2,572	1,747	451	330
2011	11,999	6,665	2,698	1,701	462	293
2012	12,395	6,916	3,005	1,686	495	326
2013	13,114	7,370	3,406	1,641	935	351
2014	13,623	8,100	3,642	1,621	759	370

SOURCE: City of Alexandria Public School System

CITY OF ALEXANDRIA, VIRGINIA
General Fund
City Departments' Expenditures Detail by Function
For the Fiscal Year Ended June 30, 2014

TABLE XVII

	General	Judicial	Public	Public	Health and	Recreation	Community		Transit	Debt	
	Government	Administration	Safety	Works	Welfare	& Culture	Development	Education	Subsidies	Service	Total
penditures:											
City Council.....	\$ 528,304	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 528,304
City Manager.....	2,285,183	-	-	-	-	-	-	-	-	-	2,285,183
Office of Management and Budget.....	1,199,207	-	-	-	-	-	-	-	-	-	1,199,207
18th Circuit Court.....	-	1,413,776	-	-	-	-	-	-	-	-	1,413,776
18th General District Court.....	-	59,841	-	-	-	-	-	-	-	-	59,841
Juvenile and Domestic Relations Courts	-	20,863	-	-	-	-	-	-	-	-	20,863
Commonwealth's Attorney.....	-	2,656,652	-	-	-	-	-	-	-	-	2,656,652
Sheriff.....	-	7,684,657	21,390,927	-	-	-	-	-	-	-	29,075,584
Clerk of Courts.....	-	1,577,792	-	-	-	-	-	-	-	-	1,577,792
Other Correctional Activities.....	-	4,193,346	1,139,344	-	-	-	-	-	-	-	5,332,690
Court Services.....	-	1,393,003	-	-	-	-	-	-	-	-	1,393,003
Human Rights.....	652,752	-	-	-	-	-	-	-	-	-	652,752
Internal Audit.....	570,839	-	-	-	-	-	-	-	-	-	570,839
Information Technology Services.....	7,747,301	-	-	-	-	-	25,288	-	-	-	7,772,589
Office of Communications.....	-	-	-	-	-	-	2,054,173	-	-	-	2,054,173
City Clerk and Clerk of Council.....	404,766	-	-	-	-	-	-	-	-	-	404,766
Finance.....	10,684,837	-	-	-	-	-	-	-	-	-	10,684,837
Real Estate Assessments.....	1,351,706	-	-	-	-	-	-	-	-	-	1,351,706
Human Resources.....	3,368,231	-	-	-	-	-	-	-	-	-	3,368,231
Planning and Zoning.....	-	-	-	-	-	-	5,946,899	-	-	-	5,946,899
Economic Development Activities.....	-	-	-	-	-	-	5,112,120	-	-	-	5,112,120
City Attorney.....	2,702,583	-	-	-	-	-	-	-	-	-	2,702,583
Registrar.....	1,180,621	-	-	-	-	-	-	-	-	-	1,180,621
General Services.....	2,828,594	-	-	9,683,624	-	-	-	-	-	-	12,512,218
Project Implementation Office.....	112,253	-	-	-	-	-	24,013	-	-	-	136,266
Transportation and Environmental	-	-	-	-	-	-	-	-	-	-	-
Services.....	-	-	-	31,036,591	-	-	2,384,448	-	-	-	33,421,039
Transit Subsidies.....	-	-	-	20,353,380	-	-	-	-	-	-	20,353,380
Fire.....	-	-	42,316,902	-	-	-	-	-	-	-	42,316,902
Police.....	-	-	54,279,889	-	-	-	-	-	-	-	54,279,889
Emergency Communications.....	-	-	6,661,707	-	-	-	-	-	-	-	6,661,707
Code Administration.....	-	-	837,365	-	-	-	-	-	-	-	837,365
Community and Human Services.....	1,487,273	-	-	-	47,946,025	-	-	-	-	-	49,433,298
Other Health Services.....	-	-	-	-	1,637,500	-	-	-	-	-	1,637,500
Health.....	-	-	-	-	6,389,792	-	236,756	-	-	-	6,626,548
Office of Historic Alexandria.....	-	-	-	-	-	2,641,336	-	-	-	-	2,641,336
Recreation and Cultural Activities.....	-	-	-	-	-	21,548,371	-	-	-	-	21,548,371
Other Educational Activities.....	-	-	-	-	-	-	-	11,785	-	-	11,785
Miscellaneous.....	7,802,951	-	87,000	1,700,496	-	-	259,952	-	-	49,987,678	59,838,077
Total Expenditures.....	\$ 44,907,401	\$ 18,999,930	\$ 126,713,134	\$ 62,774,091	\$ 55,973,317	\$ 24,189,707	\$ 16,043,649	\$ 11,785	\$ -	\$ 49,987,678	\$ 399,600,692

CITY OF ALEXANDRIA
Government Employees by Function
Last Ten Fiscal Years

TABLE XVIII

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Government	304	300	300	297	273	269	259	270	302	321
Judicial Administration	120	121	120	120	120	123	123	123	290	286
Public Safety	926	929	933	936	937	930	934	973	805	803
Public Works	231	232	225	228	231	232	240	238	220	212
Library	55	55	55	55	56	55	54	55	54	71
Health and Welfare	502	509	514	515	511	510	530	532	526	579
Culture and Recreation	155	154	157	158	155	152	144	145	147	183
Community Development	57	57	55	55	59	57	57	62	65	83
Education	2,120	2,125	2,119	2,058	2,015	2,098	2,115	2,181	2,230	2,285
TOTAL	4,470	4,482	4,478	4,422	4,357	4,426	4,456	4,579	4,639	4,823

Principal Employers
Current Year (as of July 1, 2014 and Nine Years Ago)

TABLE XIX

Current Year	Employees⁽¹⁾	Percentage of Total City Employment⁽²⁾	Nine Years Ago	Employees⁽¹⁾	Percentage of Total City Employment⁽²⁾
LARGEST PUBLIC EMPLOYERS			LARGEST PUBLIC EMPLOYERS		
U.S. Department of Commerce	1,000 & over	3.41%	U.S. Department of Defense	1,000 & over	10.00%
U.S. Department of Defense	1,000 & over	3.41%	City of Alexandria	1,000 & over	2.50%
WMATA	1,000 & over	3.41%	Alexandria Public Schools	1,000 & over	2.30%
City of Alexandria	2,538	2.88%	WMATA (Metro)	1,000 & over	1.30%
Alexandria Public Schools	2,285	2.59%	Northern Virginia Community College	500-999	1.10%
Northern Virginia Community College	500-999	0.85%	U.S. Department of Agriculture	500-999	0.70%
U.S. Department of Agriculture	500-999	0.85%	U.S. Postal Services	250-499	0.40%
		17.40%			18.30%
LARGEST PRIVATE EMPLOYERS			LARGEST PRIVATE EMPLOYERS		
INVOA Health System	1000 & over	3.41%	The Alexandria Hospital	1,000 & over	1.70%
ABM Janitorial Services M Inc	500-999	0.85%	Institute for Defense Analysis	1,000 & over	1.30%
Institute for Defense Analysis	500-999	0.85%	American Diabetes Association	500-999	1.00%
Grant Thornton LLP	500-999	0.85%	Center for Naval Analysis	500-999	0.70%
CNA Corporation	500-999	0.85%	Boat Owners Assoc. of the U.S	500-999	0.60%
Oblon Spivak McClelland PC	250-499	0.43%	Public Broadcasting System	500-999	0.60%
Catholic Diocese of Arlington	250-499	0.43%			
		7.66%			5.90%

SOURCE: Virginia Employment Commission

⁽¹⁾ Employment ranges are given to ensure confidentiality.⁽²⁾ Percentages are based on the midpoint of the employment range.

CITY OF ALEXANDRIA
Operating Indicators By Function
Last Ten Fiscal Years

TABLE XX

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Judicial Administration										
Civil and criminal cases processed by Clerk of Courts	5,780	5,255	5,657	5,730	5,700	5,666	6,700	6,950	6,650	6,000
Real estate documents processed	43,900	44,844	31,009	29,396	29,000	26,340	25,000	25,000	29,000	30,000
Public Safety										
Fire calls requiring emergency response	5,666	6,001	5,956	5,990	6,050	6,080	5,900	5,950	5,950	**
Average number of calles for service per fire emergency	*	*	*	*	*	*	*	*	*	1,690
Patrol calls for service	*	*	*	*	*	*	*	52,230	52,230	**
Number of fire code violations	*	*	*	*	*	*	*	*	*	2,074
EMS incidents responded to	*	*	*	*	11,583	12,500	15,000	15,000	15,000	**
Public Works										
Sq yds of concrete sidewalks replaced	7,448	7,012	10,099	8,000	8,000	3,450	5,635	5,600	5,800	6,700
Cubic yards of leaves collected	22,650	31,000	33,600	33,000	33,000	32,001	33,500	34,700	33,000	33,000
Library										
Circulation	972,494	1,002,881	1,145,490	1,234,726	1,302,633	1,215,000	1,105,000	1,060,000	*	*
Total number of material circulated	*	*	*	*	*	*	*	1,060,000	1,132,500	1,335,000
Number of reference questions answered	*	376,532	591,864	592,345	592,855	567,500	332,050	480,792	480,792	480,792
Health and Welfare										
Youth attending outreach activities	*	*	*	*	*	*	*	200	800	800
Average monthly food stamp cases	1,658	1,637	1,675	1,675	3,294	4,098	4,586	4,898	4,958	4,632
Other public health services	*	*	*	*	*	*	*	*	685,067	**
Adult clients served	*	3,631	3,631	3,230	3,230	2,456	2,477	2,477	2,244	**
Transit										
Annual Ridership	3,323,021	3,556,486	3,743,499	3,800,000	4,006,825	3,880,000	3,741,499	3,882,022	4,265,417	4,244,588
Trolley/Shuttle Cost per rider	*	*	*	*	*	*	*	*	\$ 1.19	\$ 1.06
Miles of service	*	1,396,590	1,462,464	1,505,000	1,534,900	1,500,000	1,410,656	1,472,993	1,493,146	1,550,704
Culture and Recreation										
Number of registered users in recreation centers and recreation activities	*	*	*	*	*	*	*	*	7,000	7,000
Average cost per park facility maintained	*	*	\$ 25,246	\$ 23,018	\$ 24,512	\$ 22,671	\$ 23,078	\$ 7,963	\$ 7,394	**
Community Development										
homeownership loan cost per household	\$ 73,036	\$ 74,693	*	*	*	*	*	*	59,713	**
Average Home rehabilitation loan cost	*	*	\$ 68,479	\$ 69,484	\$ 32,379	\$ 61,154	\$ 63,350	\$ 71,737	\$ 79,453	**
Education										
Cost per pupil	\$ 13,670	\$ 15,871	\$ 18,232	\$ 19,341	\$ 19,078	\$ 18,003	\$ 18,169	\$ 18,516	\$ 17,024	\$ 17,249
Enrollment	10,677	10,284	10,332	10,557	11,225	11,623	11,999	12,798	13,707	14,171

* - New indicator - Additional information will be provided as it becomes available. In FY 2007, the City reviewed and changed many operating indicators.

** - Indicator no longer maintained

CITY OF ALEXANDRIA
Capital Indicators By Function
Last Ten Fiscal Years

TABLE XX (cont.)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Judicial Administration										
Number of foster care homes	*	125	123	135	91	60	60	53	50	50
Public Safety										
Fire vehicles	*	*	132	136	130	137	139	138	138	143
Public Works										
Paved streets	514	514	514	521	514	514	514	556	560	560
Sidewalks	321	321	321	321	321	321	321	319	319	319
Library										
Full service branches and central library	4	4	4	4	4	4	4	4	4	4
Health and Welfare										
Preventative health care sites	3	3	3	3	3	3	3	3	3	3
Transit										
DASH transit buses	57	57	57	57	62	63	63	77	79	79
Culture and Recreation										
Playgrounds	45	45	45	46	46	46	45	36	36	37
Athletic fields available for games	*	48	48	50	50	56	48	49	49	
Acreage of park and open space	949	964	964	964	964	964	965	722.2	958	974
Total number of facilities maintained	*	217	217	206	235	237	237	181	181	181
Community Development										
Public housing and public housing replacement units	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150
Education										
Public schools	17	17	17	17	17	17	17	17	17	17

* - New indicator - Additional information will be provided as it becomes available. In FY 2007, the City reviewed and changed many operating indicators.

** - Indicator no longer maintained

SOURCE: City of Alexandria Approved Budget

CITY OF ALEXANDRIA, VIRGINIA
Miscellaneous Statistical Data
As of June 30, 2014

TABLE XXI

Date of Incorporation	1779
Date of City Charter	1922
Form of Government	Council-Manager
Number of Full-Time City Positions (Other than Schools)	2,394
Number of Full-Time Equivalent School Positions	2,181

Land Area

15.75 Square Miles

Elevation

0 to 287 Feet Above Sea Level

Location38.8210 N
77.0861 W**Climate**Average January Temperature 34.9°
Average July Temperature 79.2°**Transportation**

Major Highways:
 Capital Beltway (I-95)
 I-395 (Shirley Highway)
 U.S. Route 1
 George Washington Memorial Parkway

Rail:

The City is served by the north-south routes of Amtrak. The Virginia Railway Express provides commuter service between Alexandria, Washington, D.C., Fredericksburg, and Manassas, Virginia. Freight lines entering the City are Conrail, CSX Transportation, and Norfolk Southern Company.

Washington Metropolitan Area Transit Authority (WMATA) provides light transit to the Washington Metro area. Four of the systems stations are located in Alexandria.

Air:

Ronald Reagan Washington National Airport is only minutes away from any location within the City.

Dulles International Airport provides international and longer domestic travel.

Ground:

The City is served by local bus service provided by the Alexandria Transit Company.

The City is served by the local and express buses of the Washington Metropolitan Area Transit Authority (METRO) and the Fairfax Connector.

Individualized service is available through privately owned taxicab fleets.

Port Facilities:

The port of Alexandria has two docks for ocean-going freighters and two major public docks. The 24-foot deep Potomac River channel runs the length of the Alexandria waterfront.

Population

2014 Resident Population	148,892
Number of Households – 2010 Census	72,376
Household Size (2010 U.S. Census)	1.93 Persons Per Unit
2010 Population by Race (2013 U.S. Census American Community Survey):	
White	66.8%
Black	22.4%
Native American	0.8%
Asian and Pacific Islanders	7.0%
Multi-Racial	3.0%
Hispanic (All Races)	16.9%

2010 Population by Age (U.S. Census Bureau Estimate):

(1-17)	17.7%
(18-24)	6.9%
(25-64)	69.9%
(65 +)	9.8%

Registered Voters

June 2014	97,883
Temporary Assistance to Needy Families (Cases) - Monthly Average, 2014	418
Food Stamps (Cases) - Monthly Average, 2014	4,632
Medicaid (Cases) - Monthly Average, 2014	9,452

Economy

Employed Residents, March 2014	88,957
Unemployed Residents, March 2014	3,641
Unemployed Rate, March 2014	6.7%
Washington PMSA Inflation Rate, based on Consumer Price Index, for FY 2014	1.6%

As of June 30, 2014

Housing

Housing	<u>2014</u>	<u>2013</u>
Total Housing Units.....	73,488	72,277
Type of Single-Family Housing		
Detached.....	9,128	9,131
Semi-Detached.....	5,725	5,722
Rowhouse.....	6,481	6,448
Condo Townhouse.....	1,059	1,081
Total Single-Family.....	22,393	22,382
Condominium Units.....	19,559	19,559
Rental Apartments.....	30,386	29,186
Public Housing and Public Housing Replacement Units.....	1,150	1,150
Average Assessed Value of Single Family Homes.....	\$677,375	\$651,468
Average Assessed Value of Condominiums.....	\$287,495	\$288,409
Average Market Rents		
Efficiency.....	\$1,020	\$1,144
1 Bedroom Apartment.....	\$1,399	\$1,472
2 Bedroom Apartment.....	\$1,753	\$1,838
3 Bedroom Apartment.....	\$1,903	\$2,005

Television:
 All major networks plus cable
 Local Newspapers:
 Alexandria Gazette Packet (weekly)
 Alexandria Times (Weekly)
 Regional Newspapers:
 Washington Post
 Washington Times
 Washington Examiner
 Radio:
 50 major and minor radio stations in metropolitan area

Streets:	
Paved - Lane Miles	560
Sidewalks	319.0
Alleys, Paved	20.56

Telephone.....	various
Electric.....	Dominion Virginia Power
Gas.....	Washington Gas
Water.....	Virginia - American Water Company
Sewer.....	Alexandria Renewal Enterprises
Cable.....	Comcast Communications

Acreage	974
Facilities:	
Playground Areas	37
Swimming Pools	4
Gymnasiums	16
Basketball Courts (outdoor)	21
Tennis Courts	38
Playing Fields	52

Beds

Hospital:	
INOVA Alexandria Hospital.....	318
Nursing Homes:	
Goodwin House	80
Hermitage Retirement Community	204
Woodbine Rehabilitation & Healthcare Center.....	307
Washington House	55
Integrated Health Services of Northern Virginia.....	111

Number

Central Library.....	1
Full service branches.....	3
(Books and other materials for home use as well as electronic and print reference service)	
Local History – Special Collections I.....	1
Talking book service.....	1

Number

Public Schools:	Number
Elementary	13
Middle	5
High School	1
Parochial and Private Schools	13

Located within the City are the Alexandria campus of Northern Virginia Community College, Regent University, and the Episcopal Theological Seminary. Nearby institutions include George Mason, George Washington, American, Catholic, Georgetown, and Howard Universities.

Commercial Banks.....	17
Credit Unions.....	11

Rooms

Hotels and Motels	Rooms
Alexandria Towne Motel	26
Alexandria Travelodge	40
Best Western Old Colony Inn	49
Bragg Towers	98
Alexandria Comfort Inn	150
Alexandria Days Inn	200
Embassy Suites	268
Extended Stay America	104
Hampton Inn	80
Hawthorn Suites Hotel	185
Hilton Alexandria Mark Center	496
Hilton Alexandria Old Town	252
Holiday Inn Eisenhower	195
Hotel Monaco	241
Holiday Inn Historic District	178
Homestead Studio Suites	132
Morrison House	45
Crown Plaza Alexandria Old Town	254
Residence Inn Alexandria Old Towne	240
Residence Inn Alexandria at Carlyle	181
Courtyard Alexandria Pentagon South	203
Sheraton Suites Alexandria	247
Westin Alexandria	319
Courtyard Alexandria Tech Center	178
Springhill Suites Alexandria Tech Center	155
The Lorien Hotel & Spa	107
Washington Suites	219
Total	4,842

Five-Year Summary of General Fund Revenues and Expenditures

Table XXII

	2010	2011	2012	2013	2014
Revenues:					
General Property Taxes	\$ 337,220,918	\$ 349,779,825	\$ 363,774,571	\$ 381,929,567	\$ 403,229,553
Other Local Taxes	114,371,351	118,259,357	121,101,233	125,347,523	121,053,810
Permits, Fees, and Licenses	4,811,588	2,543,789	2,373,448	2,227,745	2,380,825
Fines and Forfeitures	3,941,372	4,472,520	4,869,294	5,148,115	5,187,003
Use of Money and Property	3,033,638	3,591,323	3,947,855	3,568,335	4,815,192
Charges for Services	13,803,578	14,939,668	16,474,115	16,533,824	16,844,363
Intergovernmental Revenues	52,465,911	53,728,609	55,484,133	55,021,954	56,334,737
Miscellaneous	787,960	987,727	1,195,495	1,398,291	1,569,959
Total Revenues	\$ 530,436,316	\$ 548,302,818	\$ 569,220,144	\$ 591,175,354	\$ 611,415,442
Other Financing Sources:					
Operating Transfers In	\$ 1,301,560	\$ 1,446,713	\$ 1,394,903	\$ 3,833,938	\$ 3,044,329
Refunding Bonds	-	-	63,625,000	17,335,000	18,635,000
Premium	-	-	9,829,827	1,921,545	-
Total Other Financing Sources	\$ 1,301,560	\$ 1,446,713	\$ 74,849,730	\$ 23,090,483	\$ 21,679,329
Total Revenues and Other Financing Sources	\$ 531,737,876	\$ 549,749,531	\$ 644,069,874	\$ 614,265,837	\$ 633,094,771
Expenditures:					
Current:					
General Government	\$ 44,487,379	\$ 43,476,795	\$ 46,074,105	\$ 44,271,646	\$ 44,591,188
Judicial Administration	17,743,109	17,895,917	18,765,856	19,212,554	18,952,110
Public Safety	111,666,800	111,860,869	117,049,127	121,756,031	126,256,389
Public Works	33,298,427	34,396,222	36,904,247	35,707,593	44,801,499
Library	6,074,971	5,879,455	6,145,662	6,387,227	6,598,290
Health and Welfare	19,152,519	20,101,509	20,925,733	20,408,625	20,663,159
Transit	13,076,158	16,273,035	15,937,959	17,757,518	70,909
Culture and Recreation	20,748,594	21,586,342	21,887,846	23,450,802	24,062,336
Community Development	12,594,376	13,542,955	15,286,156	15,772,902	16,043,648
Education	165,568,264	167,898,796	174,968,708	179,623,193	185,623,257
Debt Services:					
Principal Retired	19,465,000	21,065,000	23,725,000	27,550,000	33,476,070
Interest and Fiscal Charges	15,123,463	17,414,349	19,492,222	22,437,678	23,835,653
Total Expenditures	\$ 478,999,060	\$ 491,391,244	\$ 517,162,621	\$ 534,335,769	\$ 544,974,508
Other Financing Uses:					
Payment to Refunded Bonds					
Escrow Agent	\$ -	\$ -	\$ 73,150,309	\$ 19,119,142	\$ 18,531,679
Operating Transfers Out	42,940,615	40,621,320	52,077,786	74,547,899	73,439,890
Total Other Financing Uses	\$ 42,940,615	\$ 40,621,320	\$ 125,228,095	\$ 93,667,041	\$ 91,971,569
Total Expenditures and Other Financing Uses	\$ 521,939,675	\$ 532,012,564	\$ 642,390,716	\$ 628,002,810	\$ 636,946,077
Revenues and Other Financing Sources					
Over/(Under) Expenditures and Other Financing					
Uses	\$ 9,798,201	\$ 17,736,967	\$ 1,679,158	\$ (13,736,973)	\$ (3,851,306)
Fund Balances at Beginning of Year	53,306,991	63,041,371	80,860,167	82,983,005	69,513,182
Increase (Decrease) in Reserve for Inventory	(63,821)	81,829	443,680	267,150	(409,608)
FUND BALANCES					
AT END OF YEAR	\$ 63,041,371	\$ 80,860,167	\$ 82,983,005	\$ 69,513,182	\$ 65,252,268

CITY OF ALEXANDRIA, VIRGINIA
Summary of Total
General Obligation Bonds
Debt Service
As of June 30, 2014

Fiscal Year	Total Principal	Total Interest	Total
2014	\$ 16,890,000	\$ 10,927,963	\$ 27,817,963
2015	36,670,000	22,018,689	58,688,689
2016	39,235,000	20,478,088	59,713,088
2017	39,715,000	18,837,787	58,552,787
2018	39,515,000	17,206,712	56,721,712
2019	39,055,000	15,593,960	54,648,960
2020	36,945,000	13,981,175	50,926,175
2021	34,170,000	12,418,619	46,588,619
2022	31,350,000	10,819,594	42,169,594
2023	32,700,000	9,343,119	42,043,119
2024	28,325,000	7,980,044	36,305,044
2025	28,950,000	6,769,219	35,719,219
2026	27,010,000	5,502,756	32,512,756
2027	23,345,000	4,270,200	27,615,200
2028	24,595,000	3,270,588	27,865,588
2029	20,245,000	2,198,575	22,443,575
2030	15,445,000	1,423,250	16,868,250
2031	11,045,000	894,725	11,939,725
2032	7,285,000	551,400	7,836,400
2033	7,290,000	278,300	7,568,300
Total	\$ 539,780,000	\$ 184,764,763	\$ 724,544,763



SINGLE AUDIT

The signed Independent Auditors' Report is in process and will be included in the final document available on the website.

The signed Independent Auditors' Report is in process and will be included in the final document available on the website.

CITY OF ALEXANDRIA, VIRGINIA
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2014

Federal Grantor/Recipient State Agency/Program Title	Federal Catalog Number	Expenditures
U.S. DEPARTMENT OF AGRICULTURE		
Pass Through Payments:		
Department of Agriculture and Consumer Services (301 535-06):		
National School Lunch Program	10.555	\$ 396,698
Commodity Food Distribution	10.559	123,862
State Administrative Matching for Supplemental Nutrition Assistance Program	10.561	2,771,049
Department of Education (197 457-07)		
School Breakfast Program	10.553	1,028,163
School Lunch Program	10.555	3,564,759
Child and Adult Care Food Program	10.558	197,982
Summer Food Service Program for Children	10.559	115,647
TOTAL U.S. DEPARTMENT OF AGRICULTURE		<u>\$ 8,198,160</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES		
Direct Payments:		
Administration for Children, Youth and Families		
Special Programs for the Aging _ Title VII, Chapter 3	93.041	\$ 1,703
Alzheimer's Disease Demonstration Grants to States	93.051	168,160
Affordable Care Act (ACA) Grants for School-Based Health Center Capital Expenditures	93.501	374,573
Affordable Care Act (ACA) Personal	93.092	6,551
Total Direct Payments		<u>\$ 550,987</u>
Pass Through Payments:		
Department of Health:		
Preventive Health and Health Services Block Grant	93.991	\$ 131,900
Department of Mental Health and Mental Retardation		
Centers for Disease Control and Prevention_ Investigations and Technical Assistance	93.283	2,178
Department of Mental Health and Mental Retardation		
Substance Abuse and Mental Health Services_ Projects of Regional and National Significance	93.243	22,111
Block Grant for Community Mental Health Services	93.958	995,217
Projects for Assistance in Transition from Homelessness	93.150	69,807
Block Grant for Prevention and Treatment of Substance Abuse	93.959	820,290
Drug Free Communities Support Program Grants	93.276	138,212
Department for the Aging:		
Special Programs for the Aging_ Title III Part B Supportive Svces and Senior Centers	93.044	155,325
Special Programs for the Aging_ Title III Part D_ Disease Prevention and Health Promotion Services	93.043	1,695
Special Programs for the Aging Title IIIC - Nutritional Services	93.045	198,733
Department of Social Services:		
Promoting Safe and Stable Families	93.556	58,061
Temporary Assistance for Needy Families	93.558	1,243,838
Head Start	93.600	2,468,598
Family Support Payments to States_ Assistance Payments	93.667	908,283
Child Welfare Services State Grant	93.645	9,811
Refugee and Entrant Assistance _ State Administered Programs	93.566	208,267
Community Services Block Grant	93.569	126,248
Low Income Ho	93.568	108,787
Child Care Mandatory and Matching Funds of the Childcare and Development Fund	93.596	200,388
Chafee Education and Training Vouchers Program	93.599	14,981
Foster Care Title IV - E	93.658	1,264,687
Adoption Assistance	93.659	1,244,958
Chafee Foster Care Independence Program	93.674	25,662
Children's Health Insurance Program	93.767	81,394
Medical Assistance Program	93.778	2,419,808
Total Pass Through Payments		<u>\$ 12,919,239</u>
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES		<u>\$ 13,470,226</u>

CITY OF ALEXANDRIA, VIRGINIA
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2014

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Direct Payments:

Community Development Block Grant Program, Entitlement Grants	14.218	\$	1,045,609
Total Direct Payments		\$	1,045,609

Pass Through Payments:

Supportive Housing Program	14.235	\$	292,544
Emergency Shelter Grants Program	14.231		52,396
Home Investment Partnerships Program	14.239		284,472
Total Pass Through Payments		\$	629,412

TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

\$ 1,675,021

DEPARTMENT OF HOMELAND SECURITY

Pass Through Payments

Emergency Management Performance Grants	97.042	2013	\$	68,184
Port Security Grant Program	97.056	2013		20,675
Homeland Security Grant Program	97.067	2010		1,024,861
Total Pass Through Payments			\$	1,113,720

TOTAL DEPARTMENT OF HOMELAND SECURITY

\$ 1,113,720

U.S. DEPARTMENT OF JUSTICE

Direct Payments:

Public Safety Partnership and Community Policing Grants	16.710	\$	280,066
Total Direct Payments		\$	280,066

Pass Through Payments:

Department of Criminal Justice Services (140-390-01)				
Asset Forfeiture Report	16.000	\$	183,313	
State Criminal Alien Assistance Program	16.606		84,408	
B - Cooperative Agreements	16.111		1,644	
Violence Against Women Office	16.017		2,783	
Juvenile Accountability Block Grants	16.523		33,065	
Youth Gang Prevention	16.544		29,398	
Crime Victim Assistance	16.575		91,135	
Violence Against Women Formula Grants	16.588		105,376	
Edward Byrne Memorial JAG grant	16.738		29,451	
Equitable Sharing Program	16.922		198,500	
Total Pass Through Payments		\$	759,073	

TOTAL U.S. DEPARTMENT OF JUSTICE

\$ 1,039,139

U.S. DEPARTMENT OF LABOR

Pass Through Payments:

WIA Pilots, Demonstrations, and Research Projects	17.261	\$	36,137
WIA Adult Program	17.258		101,155
WIA Youth Activities	17.259		63,357
WIA Dislocated Workers	17.260		264,133
WIA Employment Training Administration	17.278		15,933
		\$	480,715

TOTAL U.S. DEPARTMENT OF LABOR

\$ 480,715

U.S. NATIONAL ENDOWMENT FOR THE HUMANITIES

Direct Payments:

Promotion of the Humanities_Public Programs	45.164	\$	10,527
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TOTAL NATIONAL ENDOWMENT FOR THE HUMANITIES

\$ 10,527

U.S. DEPARTMENT OF THE INTERIOR NATIONAL PARK SERVICE

Direct Payments:

Historic Preservation Fund Grants-In-Aid	15.904	\$	6,734
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TOTAL U.S. DEPARTMENT OF THE INTERIOR NATIONAL PARK SERVICE

\$ 6,734

CITY OF ALEXANDRIA, VIRGINIA
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2014

U.S. ENVIRONMENTAL PROTECTION AGENCY

Direct Payments:

Congressionally Mandated Projects	66.202		\$ 65,317
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TOTAL U.S. ENVIRONMENTAL PROTECTION AGENCY

			\$ 65,317
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U.S. DEPARTMENT OF TRANSPORTATION

Pass Through Payments:

Department of Transportation

Highway Planning and Construction	20.205		\$ 3,874,390
Alcohol Open Container Requirements	20.607		1,092
Federal Transit Capital Investment Grants	20.500		453,015
ARRA Surface Transportation Discretionary Grants for Capital Investment	20.932		6,509,151
Total Pass through payments			\$ 10,837,648

TOTAL U.S. DEPARTMENT OF TRANSPORTATION

			\$ 10,837,648
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U.S. EQUAL EMPLOYMENT OPPORTUNITY COMMISSION

Direct Payments:

Employment Discrimination State and Local Fair Employment Practices Agency Contracts	30.002		\$ 39,886
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TOTAL U.S. EQUAL EMPLOYMENT OPPORTUNITY COMMISSION

			\$ 39,886
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U.S. DEPARTMENT OF EDUCATION

Pass Through Payments:

Department of Education:

Title I Grants to Local Educational Agencies	84.010		\$ 3,574,767
Title I State Agency Program for Neglected and Delinquent Children	84.013		105,978
Special Education Grants to States	84.027		2,402,274
Adult Literacy Services- Federal	84.002A		136,535
Career and Technical Education-- Basic Grants to States	84.048		193,245
Special Education Preschool Grants	84.173		121,980
Education for Homeless Children and Youth	84.196		21,841
English Language Acquisition Grants	84.365		307,854
Improving Teacher Quality State Grants	84.367		317,323
ARRA School Improvement Grant 1003g	84.388		205,370
Total Pass through payments			\$ 7,387,167

TOTAL U.S. DEPARTMENT OF EDUCATION

			\$ 7,387,167
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DEPARTMENT OF DEFENSE

Direct Payments:

Community Economic Adjustment Assistance for Establishment, Expansion, Realignment, or Closure of a Military Installation	12.607		\$ 52,274
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TOTAL DEPARTMENT OF DEFENSE

			\$ 52,274
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OTHER FEDERAL AID

Direct Payments:

High Intensity Drug Trafficking Area	95.001		\$ -
High Intensity Drug Trafficking Assessment/Evaluation	99.997		33,157
High Intensity Drug Trafficking Area	98.473		51,365

TOTAL OTHER FEDERAL

			\$ 84,522
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TOTAL FEDERAL ASSISTANCE

			\$ 44,461,056
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CITY OF ALEXANDRIA, VIRGINIA
Notes to Schedule of Expenditures of Federal Awards
June 30, 2014

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures of Federal Awards includes all federal grant activity of the City of Alexandria, Virginia and its component units during FY 2014. The City's reporting entity is defined in Note 1 of the City's Basic Financial Statements. Federal awards are received directly, as well as passed through other governmental agencies.

This schedule has been prepared on the modified accrual basis of accounting. Expenditures are recorded when the liability is incurred.

RECONCILIATION OF NOTES TO FINANCIAL STATEMENTS TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The City receives and expends federal revenues that are non-grant related and therefore not reportable under the Schedule of Expenditures of Federal Awards. A reconciliation of the Schedule of Expenditures of Federal Awards to Note 12 in the Notes to the Financial Statements, Intergovernmental Revenues, is provided below.

Total Federal Expenditures per Schedule	\$ 44,461,056
Non-Reportable Federal Revenue	10,990,412
Commodities Distribution	<u>(123,862)</u>
Total Federal Revenue per Note 12	<u>\$ 55,327,606</u>

FEDERAL COGNIZANT AGENCY

The Federal Cognizant Agency for the City of Alexandria, Virginia is the United States Department of Housing and Urban Development.

SUBGRANTEES

The City provided the following amounts to subrecipients during FY 2014:

<u>Program Title</u>	<u>CFDA</u>	<u>Amount</u>
Headstart	93.600	\$2,468,598

CITY OF ALEXANDRIA, VIRGINIA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2014

I Summary of Independent Auditors' Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	_____	Yes	<u>X</u>	No
Significant deficiency(s) identified that are not considered to be material weaknesses?	_____	Yes	<u>X</u>	None Reported
Noncompliance material to financial statements noted?	_____	Yes	<u>X</u>	No

Federal Awards

Internal control over major programs:

Material weakness (es) identified?	_____	Yes	<u>X</u>	No
Significant deficiency (ies) identified that are not considered to be material weaknesses?	_____	Yes	<u>X</u>	None Reported

Type of auditor's report issued on compliance for major programs: Unmodified/Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?	_____	Yes	<u>X</u>	No
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Identification of Major Programs:

CFDA Number(s)	Name of Federal Program or Cluster
14.218	Community Development Block Grant
20.932	Surface Transportation-ARRA
84.027, 84.173	Special Education Cluster
10.561	SNAP Cluster
93.778	Medicaid

Dollar threshold used to distinguish between type A and type B programs	<u>\$ 1,333,832</u>
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Auditee qualified as low-risk auditee?	<u>X</u>	Yes	_____	No
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CITY OF ALEXANDRIA, VIRGINIA
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2014

II Financial Statement Findings

None.

III Federal Award Findings and Questioned Costs

None.

CITY OF ALEXANDRIA, VIRGINIA
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2014

Finding Reference: 2013-01

Federal Agency: U.S. Department of Housing and Urban Development
Federal Program: 14.218 – Community Development Block Grant
Compliance Requirement: Reporting
Type of Finding: Significant Deficiency in Internal Control, Noncompliance

Condition/Context

For 1 out of 1 subrecipients selected for testing, the City failed to implement procedures to ensure that the Federal Funding Accountability and Transparency Act (FFATA) reporting requirements were performed for subrecipients awarded \$25,000 or more of non –ARRA funds.

Current Status

Resolved, the City's compliance with the FFATA reporting requirement was tested during the current audit, no exceptions were noted.

Finding Reference: 2013-02

Federal Agency: U.S. Department of Education
Federal Program: 84.027, 84.173 – Special Education Cluster
Compliance Requirement: Procurement
Type of Finding: Significant Deficiency in Internal Control, Noncompliance

Condition/Context

For 1 out of 3 procurement contracts selected for testing, the School System did not document a sole source contract in accordance with federal requirement.

Current Status

Resolved, the City's compliance with the procurement requirement was tested during the current audit, no exceptions were noted.





City of Alexandria, Virginia
Finance Department
P.O. Box 178
Alexandria, Virginia 22313
alexandriava.gov/finance



Legislation Details (With Text)

File #:	14-3294	Name:	
Type:	Ordinance	Status:	Agenda Ready
File created:	10/15/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain Section 4-603 (Special Use) of Section 4-600 (CD-X(Commercial Downtown Zone (Old Town North), Sections 4-702.1 (Administrative Uses) and 4-703 (Special Uses) of Section 4-700 (CR/Commercial Regional Zone) and Section 4-1403.1 (Administrative Uses) of Section 4-1400 (NR/Neighborhood Retail Zone(Arlandria)) all of Article IV (Commercial, Office, and Industrial Zones); Section 5-404 (Regulations for Single-Family, Two-Family and Townhouse Development) of Section 5-400 (CRMU-X/Commercial Residential Mixed Use (Old Town North) Zone) and Section 5-505 (Density and Lot Requirements) of Section 5-500 (W-1/Waterfront Mixed Use Zone) both of Article V (Mixed Use Zones); Section 6-702 (Uses) of Section 6-700 (KR/King Street Urban Retail Zone) of Article VI (Special and Overlay Zones); Section 7-202 (Permitted Obstructions) of Section 7-200 (Permitted Structures in Required Yards) of Article VII (Supplemental Zone Regulations); Section 8-200(General Parking Regulations) of Article VIII (Off-Street Parking and Loading); and Section 11-704 (Application of TMP Program to Development; Required Participation) of Section 11-700 (Transportation Management Special Use Permits) and Section 11-1004 (Powers and Duties) of Section 11-1000 (Board of Zoning Appeals) Both of Article XI (Development Approvals and Procedures) of the City of Alexandria Zoning Ordinance, in Accordance With the Text Amendment to Address Certain Technical Corrections in the Zoning Ordinance Heretofore Approved by City Council on October 18, 2014 as Text Amendment No. 2014-0006.		

Sponsors:**Indexes:****Code sections:**

Attachments: [14-3294 Information Sheet](#)
[14-3294 ordinance](#)

Date	Ver.	Action By	Action	Result
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Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain Section 4-603 (Special Use) of Section 4-600 (CD-X(Commercial Downtown Zone (Old Town North), Sections 4-702.1 (Administrative Uses) and 4-703 (Special Uses) of Section 4-700 (CR/Commercial Regional Zone) and Section 4-1403.1 (Administrative Uses) of Section 4-1400 (NR/Neighborhood Retail Zone (Arlandria)) all of Article IV (Commercial, Office, and Industrial Zones); Section 5-404 (Regulations for Single-Family, Two-Family and Townhouse Development) of Section 5-400 (CRMU-X/Commercial Residential Mixed Use (Old Town North) Zone) and Section 5-505 (Density and Lot Requirements) of Section 5-500 (W-1/Waterfront Mixed Use Zone) both of Article V (Mixed Use Zones); Section 6-702 (Uses) of Section 6-700 (KR/King Street Urban Retail Zone) of Article VI (Special and Overlay Zones); Section 7-202 (Permitted Obstructions) of Section 7-200 (Permitted Structures in Required Yards) of Article VII (Supplemental Zone Regulations); Section 8-200(General Parking Regulations) of Article VIII (Off-Street Parking and Loading); and Section 11-704 (Application of TMP Program to Development; Required Participation) of Section 11-700 (Transportation Management Special Use Permits) and Section 11-1004 (Powers and Duties) of Section 11-1000 (Board of Zoning Appeals) Both of Article XI (Development Approvals and Procedures) of the City of Alexandria Zoning Ordinance, in Accordance With the Text Amendment to Address Certain Technical

Corrections in the Zoning Ordinance Heretofore Approved by City Council on October 18, 2014 as Text Amendment No. 2014-0006.

ORDINANCE NO. _____

AN ORDINANCE to amend and reordain Section 4-603 (Special Use) of Section 4-600 (CD-X(Commercial Downtown Zone (Old Town North), Sections 4-702.1 (Administrative Uses) and 4-703 (Special Uses) of Section 4-700 (CR/Commercial Regional Zone) and Section 4-1403.1 (Administrative Uses) of Section 4-1400 (NR/Neighborhood Retail Zone(Arlandria)) all of Article IV (Commercial, Office, and Industrial Zones); Section 5-404 (Regulations for single-family, two-family and townhouse development) of Section 5-400 (CRMU-X/Commercial residential mixed use (Old Town North) zone) and Section 5-505 (Density and lot requirements) of Section 5-500 (W-1/Waterfront mixed use zone) both of Article V (Mixed Use Zones); Section 6-702 (Uses) of Section 6-700 (KR/King Street Urban Retail Zone) of Article VI (Special and Overlay Zones); Section 7-202(Permitted Obstructions) of Section 7-200 (Permitted structures in required yards) of Article VII (Supplemental Zone Regulations); Section 8-200(General Parking Regulations) of Article VIII (Off-Street Parking and Loading); and Section 11-704 (Application of TMP program to development; required participation) of Section 11-700 (Transportation management special use permits) and Section 11-1004 (Powers and Duties) of Section 11-1000 (Board of zoning appeals) both of Article XI (Development Approvals and Procedures) of the City of Alexandria Zoning Ordinance, in accordance with the text amendment to address certain technical corrections in the zoning ordinance heretofore approved by city council on October 18, 2014 as Text Amendment No. 2014-0006.

WHEREAS, the City Council finds and determines that:

1. In Text Amendment No. 2014-0006, the Planning Commission, having found that the public necessity, convenience, general welfare and good zoning practice so require, recommended approval to the City Council on October 7, 2014 of a text amendment to the Zoning Ordinance to make technical corrections to the language of various sections of Zoning Ordinance, which recommendation was approved by the City Council at public hearing on October 18, 2014;

2. The City Council in adopting this ordinance expressly adopts, ratifies, affirms and concurs in the finding and action of the Planning Commission above stated;

3. All requirements of law precedent to the adoption of this ordinance have been complied with; now, therefore,

THE CITY COUNCIL OF ALEXANDRIA HEREBY ORDAINS:

Section 1. That Article IV of the Zoning Ordinance be, and the same hereby is, amended by deleting the language in strikethrough and inserting new language in underline, as shown:

Sec. 4-600 CD-X/Commercial downtown zone (Old Town North).

4-603 Special uses.

- (A) Amusement enterprise;
- (B) Apartment hotel;
- (B.1) Bakery exceeding 3,500 square feet which includes a retail component;
- (C) Bus shelter on private property;
- (D) Catering operation;
- (E) Congregate housing facility;
- (F) Reserved;
- (F.1) Day labor agency;
- (G) Reserved;
- (H) Fraternal or private club;
- (I) Funeral home;
- (J) Health and athletic club, ~~other than pursuant to section 4-602(D.2);~~
- (K) Home for the elderly;
- (L) Homeless shelter;
- (M) Hospital;
- (N) Hotel;
- (O) Medical care facility;
- (O.1) Motor vehicle parking or storage for more than 20 vehicles;
- (P) Newspaper office, including printing and publishing facilities;
- (Q) Reserved;
- (R) Nursing or convalescent home or hospice;
- (R.1) Outdoor food and crafts market, other than pursuant to section 4-602.1;
- (R.2) Outdoor garden center, other than pursuant to section 4-602.1;
- (R.3) Overnight pet boarding, other than pursuant to section 4-602.1;
- (S) Private school, commercial or academic, with more than 20 students on the premises at any one time;
- (T) Public building;
- (U) Restaurant, other than pursuant to section 4-602(K-1) or 4-602.1;
- (U.1) Retail shopping establishment, larger than 20,000 gross square feet;
- (V) Rooming house;
- (W) Social service use;
- (X) Tourist home;
- (Y) Wholesale business.

Sec. 4-700 CR/Commercial regional zone.

4-702.1 Administrative special uses.

The following uses may be allowed in the CR zone with administrative approval, subject to section 11-513 of this ordinance:

- ~~(A) Restaurant;~~
- (B) Massage establishment;
- (C) Outdoor garden center;
- (D) Outdoor food and crafts market;

- (E) Outdoor dining;
- (F) Overnight pet boarding if located in a shopping center;
- (G) Valet parking.

4-703 Special uses.

The following uses may be allowed in the CR zone pursuant to a special use permit:

- (A) Automobile service station;
- ~~(A) Automobile service station;~~
- (A.1) Bakery exceeding 3,500 square feet which includes a retail component;
- (B) Bus shelter on private property;
- (C) Reserved;
- (D) Reserved;
- (E) Drive through facility;
- (F) Hotel;
- (G) Interstate bus station;
- (H) Light automobile repair;
- (I) Reserved;
- (J) Overnight pet boarding, other than pursuant to section 4-702.1

Sec. 4-1400 NR/Neighborhood retail zone (Arlandria).

4-1403.1 Administrative special uses.

The following uses may be allowed in the NR zone with administrative approval, subject to section 11-513 of this ordinance:

- (A) Restaurant;
- (B) Outdoor garden center;
- (C) Outdoor food and crafts market;
- (D) Overnight pet boarding located in a shopping center;
- (E) Massage establishment;
- (F) Valet parking;
- (G) Outdoor dining;
- (H) Live Theater.**

Section 2. That Article V of the Zoning Ordinance be, and the same hereby is, amended by deleting the language in strikethrough and inserting new language in underline, as shown:

Sec. 5-400 CRMU-X/Commercial residential mixed use (Old Town North) zone.

5-404 Regulations for single-family, two-family and townhouse development.

1 (B) Single-family and two-family development.

- 2
- 3 (1) Lot size. Each single-family dwelling shall be located on a lot with a minimum
- 4 land area of 5,000 square feet. In the case of a two-family dwelling, the lot shall
- 5 contain 2,500 square feet of land area for each dwelling unit.
- 6 (2) Frontage. When measured at both the front lot line and the front building line,
- 7 each single family dwelling and two-family duplex dwelling requires a minimum of
- 8 50 feet of frontage and a semi-detached dwelling requires a minimum frontage of
- 9 37.5 feet for each dwelling unit.
- 10 (3) Yards. Each single-family, and two-family ~~and townhouse~~ dwelling shall
- 11 provide a front yard of 20 feet; a rear yard based on a 1:1 setback ratio and a
- 12 minimum of eight feet; and side yards based on a 1:3 setback ratio and a minimum of
- 13 eight feet.
- 14

15 **Sec. 5-500 W-1/Waterfront mixed use zone.**

16 *****

17 5-505 Density and lot requirements.

18 *****

19 (C) Lot width and frontage.

- 20
- 21 (1) For multifamily dwellings, the minimum lot width at the front lot and building
- 22 line shall be 50 feet.
- 23 (2) For townhouses, the minimum lot width at the front lot and building line shall be
- 24 18 feet for all lots except ~~interior~~ end lots for which the minimum lot width at the
- 25 front lot and building line shall be 26 feet.
- 26 (3) For all other principal uses, there shall be no minimum lot and building line
- 27 requirements except those which occur as a result of other applicable regulations.
- 28
- 29

30 Section 3. That Article VI of the Zoning Ordinance be, and the same hereby is,

31 amended by deleting the language in strikethrough and inserting new language in underline, as

32 shown:

33

34 **Sec. 6-700 KR/King Street Urban Retail Zone**

35 6-702 Uses.

36 *****

37 (A) Ground floor uses

- 38 (1) Permitted uses.
- 39 (a) Building lobby, with a frontage of less than 30 feet along King Street;
- 40 (b) City sponsored farmers' market;
- 41 (c) Personal service establishment, with a frontage of less than 30 feet along King
- 42 Street;
- 43 (d) Pet supplies, grooming/training with no overnight accommodations;
- 44 (e) Retail shopping establishment, ~~less than~~ 10,000 square feet or less in size;
- 45
- 46

- 1 (f) Utilities, as permitted by section 7-1200
2 (g) Accessory uses.
3 (2) Special uses:
4 (a) Amusement enterprise;
5 (b) Bakery, exceeding 3,500 square feet, which includes a retail component;
6 (c) Church;
7 (d) Convenience store;
8 (e) Health and athletic club;
9 (f) Hotel;
10 (g) Outdoor food and craft market;
11 (h) Motor vehicle parking and storage, including as an accessory use to accommodate
12 required parking, in a structure that is visually screened with active uses for at
13 least 25 feet, measured from the property line on King Street.
14 (i) Personal service establishment or building or hotel lobby, extending for more than
15 30 feet along King Street;
16 (j) Public building;
17 (k) Restaurant;
18 (l) Retail shopping establishment, over 10,000 square feet in size.
19

20 Section 4. That Article VII of the Zoning Ordinance be, and the same hereby is,
21 amended by deleting the language in strikethrough and inserting new language in underline, as
22 shown:
23

24 **Sec. 7-200 Permitted structures in required yards.**

25 *****

26 7-202 Permitted obstructions.
27
28

29 The following obstructions shall be permitted when located in a required yard and placed so as
30 not to obstruct light and ventilation and when otherwise permitted by law:
31

- 32 (A) In all yards:

33 *****

- 34 (9) Porticos, provided that they do not extend more than six feet from the main
35 building wall, do not extend more than ~~and~~ nine feet in length, which
36 dimensions include any roof overhang, and provided further that they remain
37 open.
38

39 Section 5. That Article VIII of the Zoning Ordinance be, and the same hereby is, amended
40 by deleting the language in strikethrough and inserting new language in underline, as shown:

41 **Sec. 8-200 General parking regulations.**

- 42 (A) Schedule of requirements. The following number of parking spaces shall be
43 provided for each use listed. In the case of any use not listed in this section 8-200(A),
44 the requirements of the most similar listed use shall apply. The requirements of this
45 section 8-200(A) may be reduced when special zoning allows parking reductions and

the required approvals of the director and the director of transportation and environmental services have been obtained and the conditions of said approval are complied with.

(19) *Industrial warehouse building:*

(a) Where 75 percent or more of the floor area of the building is used for long-term storage the following provisions shall apply: one space for each 400 square feet of office area of all floors, in addition to the following requirements:

Total Floor Area in Square Feet Per Floor (Excluding Office Floor Area)		Required Parking Space Per Given Square Feet of Floor Area
Not Less Than	Not More Than	
—	5,000	1 space per 2,500 square feet (or one per floor whichever is greater)
5,000	10,000	1 space per 3,000 square feet (or one space per floor whichever is greater)
<u>10,000</u>	<u>50,000</u>	<u>1 space per 5,000 square feet (or one space per floor, whichever is greater)</u>
50,000	—	1 space per 7,000 square feet (or one space per floor whichever is greater)

(b) For the purpose of this section 8-200(A)(19), long-term storage shall mean the storage of items for more than 30 days.

Section 6. That Article XI of the Zoning Ordinance be, and the same hereby is, amended by deleting the language in strikethrough and inserting new language in underline, as shown:

Sec. 11-700 Transportation management special use permits.

11-704 Application of TMP program to development; required participation.

Each development for which a site plan is required pursuant to section 11-400 of this ordinance may be required to obtain approval of a TMP SUP, depending on its development tier and the requirements for participation outlined in this section 11-704.

(A) Development tiers. The following development tiers represent a graduated level of development to which TMP requirements apply.

(1) Tier one uses. The following levels of development typically have a relatively low level of traffic and related impacts and are regulated as a tier one use.

- a) Residential: More than 20 but no more than 99 residential units;
- b) Commercial or professional office space: More than 9,999 but no more than 99,999 square feet of floor area.
- c) Retail: Either more than 9,999 but no more than ~~74,000~~ 74,999 square feet of floor area or more than 3,000 square feet but no more than 10,000 square feet of floor area with more than 50 peak hour trips during either peak hour as defined in the administrative regulations authorized by section 11-709.
- d) Hotels: 30 rooms or more; and
- e) Industrial or warehouse: 30,000 or more square feet of floor area.

Sec. 11-1000 Board of zoning appeals.

11-1004 Powers and duties.

The board of zoning appeals shall have the following powers and duties:

- (A) To hear and decide appeals as provided for in section ~~11-1100~~ 11-1200 where it is alleged there is error from any order, requirement, decision or determination made by the director in the administration or enforcement of this ordinance.
- (B) To authorize upon appeal in specific cases such variance from the terms of this ordinance as is provided for in section ~~11-1200~~ 11-1100 and as will not be contrary to the public interest, when owing to special conditions, a literal enforcement of the provisions will result in undue hardship; provided that the spirit of the ordinance shall be observed and substantial justice done.

Section 7. That the director of planning and zoning be, and hereby is, directed to record the foregoing text amendment.

Section 8. That Articles IV, V, VI, VII, VIII and XI as amended pursuant to Section 1-6 of this ordinance, be, and the same hereby is, reordained as part of the City of Alexandria Zoning Ordinance.

Section 9. That this ordinance shall become effective on the date and at the time of its final passage, and shall apply to all applications for land use, land development or subdivision approval provided for under the City of Alexandria Zoning Ordinance which may be filed after such date, and shall apply to all other facts and circumstances subject to the provisions of the City of Alexandria Zoning Ordinance, except as may be provided in Article XII of the Zoning Ordinance.

WILLIAM D. EUILLE
Mayor

Introduction: November 11, 2014
First Reading: November 11, 2014
Publication:
Public Hearing: November 15, 2014
Second Reading: November 15, 2014
Final Passage: November 15, 2014



Legislation Details (With Text)

File #:	14-3295	Name:	
Type:	Ordinance	Status:	Agenda Ready
File created:	10/15/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain the Master Plan of the City of Alexandria, Virginia, By Adopting and Incorporating Therein the Amendment Heretofore Approved by City Council to the Old Town Small Area Plan Chapter of Such Master Plan as Master Plan Amendment No. 2014-0007 to Amend Map 25 of Such Chapter to Change the Land Use Designation for the Property Located at 329 North Washington Street from RM-Residential Medium to CD-Commercial Downtown With Proffer and No Other Amendments, and to Repeal All Provisions of the Said Master Plan as May Be Inconsistent with Such Amendment.		
Sponsors:			
Indexes:			
Code sections:			
Attachments:	14-3295 Cover Sheet 14-3295 Ordinance		

Date	Ver.	Action By	Action	Result
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Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain the Master Plan of the City of Alexandria, Virginia, By Adopting and Incorporating Therein the Amendment Heretofore Approved by City Council to the Old Town Small Area Plan Chapter of Such Master Plan as Master Plan Amendment No. 2014-0007 to Amend Map 25 of Such Chapter to Change the Land Use Designation for the Property Located at 329 North Washington Street from RM-Residential Medium to CD-Commercial Downtown With Proffer and No Other Amendments, and to Repeal All Provisions of the Said Master Plan as May Be Inconsistent with Such Amendment.

1 Introduction and first reading: November 11, 2014
2 Public hearing: November 15, 2014
3 Second reading and enactment: November 15, 2014
4

5 INFORMATION ON PROPOSED ORDINANCE
6

7 Title
8

9 AN ORDINANCE to amend and reordain the Master Plan of the City of Alexandria, Virginia, by
10 adopting and incorporating therein the amendment heretofore approved by city council to the Old
11 Town Small Area Plan chapter of such master plan as Master Plan Amendment No. 2014-0007 to
12 amend Map 25 of such chapter to change the land use designation for the property located at 329
13 North Washington Street from RM-Residential Medium to CD-Commercial Downtown with
14 proffer and no other amendments, and to repeal all provisions of the said master plan as may be
15 inconsistent with such amendment.
16

17 Summary
18

19 The proposed ordinance accomplishes the final adoption of Master Plan Amendment No. 2014-
20 0007 to amend Map 25 of such chapter to change the land use designation for the property
21 located at 329 North Washington Street from RM-Residential Medium to CD-Commercial
22 Downtown with proffer and no other amendments, approved by the City Council on October 18,
23 2014.
24

25 Sponsor
26

27 Department of Planning and Zoning
28

29 Staff
30

31 Karl Moritz, Acting Director of Planning and Zoning
32 James L. Banks, Jr., City Attorney
33 Joanna C. Anderson, Assistant City Attorney
34

35 Authority
36

37 § 9.01, Alexandria City Charter
38 § 11-900, City of Alexandria Zoning Ordinance
39

40 Estimated Costs of Implementation
41

42 None
43

44 Attachments in Addition to Proposed Ordinance and its Attachment (if any)
45

46 None

ORDINANCE NO. _____

AN ORDINANCE to amend and reordain the Master Plan of the City of Alexandria, Virginia, by adopting and incorporating therein the amendment heretofore approved by city council to the Old Town Small Area Plan chapter of such master plan as Master Plan Amendment No. 2014-0007 to amend Map 25 of such chapter to change the land use designation for the property located at 329 North Washington Street from RM-Residential Medium to CD-Commercial Downtown with proffer and no other amendments, and to repeal all provisions of the said master plan as may be inconsistent with such amendment.

WHEREAS, the City Council of the City of Alexandria finds and determines that:

1. In Master Plan Amendment No. 2014-0007, the Planning Commission, having found that the public necessity, convenience, general welfare and good zoning practice so require, recommended approval to the City Council on October 7, 2014 of an amendment to the Old Town Small Area Plan Chapter of the Master Plan of the City of Alexandria to amend Map 25 of such chapter to change the land use designation for the property located at 329 North Washington Street from RM-Residential Medium to CD-Commercial Downtown with proffer, which recommendation was approved by the City Council at public hearing on October 18, 2014;

2. The said amendment has heretofore been approved by the planning commission and city council after full opportunity for comment and public hearing.

3. All requirements of law precedent to the adoption of this ordinance have been complied with; now, therefore,

THE CITY COUNCIL OF ALEXANDRIA HEREBY ORDAINS:

Section 1. That Map #25 of the Old Town Small Area Plan Chapter of the Master Plan of the City of Alexandria, be, and the same hereby is, amended to change the land use designation for the property located at 329 North Washington Street from RM-Residential Medium to CD-Commercial Downtown with proffer and no other amendments.

Section 2. That the director of planning and zoning be, and hereby is, directed to record the foregoing master plan amendment as part of the Master Plan of the City of Alexandria, Virginia.

Section 3. That all provisions of the Master Plan of the City of Alexandria, Virginia, as may be inconsistent with the provisions of this ordinance be, and same hereby are, repealed.

Section 4. That the Master Plan of the City of Alexandria, as amended by this ordinance, be, and the same hereby is, reordained as the Master Plan of the City of Alexandria, Virginia.

1 Section 5. That the city clerk shall transmit a duly certified copy of this ordinance to
2 the Clerk of the Circuit Court of the City of Alexandria, Virginia, and that the said Clerk of the
3 Circuit Court shall file same among the court records.
4

5 Section 6. That this ordinance shall become effective upon the date and at the time
6 of its final passage.
7

8 WILLIAM D. EUILLE
9 Mayor
10

11
12 Introduction: November 11, 2014
13 First Reading: November 11, 2014
14 Publication:
15 Public Hearing: November 15, 2014
16 Second Reading: November 15, 2014
17 Final Passage: November 15, 2014
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Legislation Details (With Text)

File #:	14-3296	Name:	
Type:	Ordinance	Status:	Agenda Ready
File created:	10/15/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain Sheet No. 064.04 of the "Official Zoning Map, Alexandria, Virginia," Adopted by Section 1-300 (Official Zoning Map and District Boundaries), of the City of Alexandria Zoning Ordinance, By Rezoning the Property at 329 North Washington Street, Alexandria, Virginia From, RM/Townhouse Zone to CD/Commercial Downtown With Proffer in Accordance with the Said Zoning Map Amendment Heretofore Approved By City Council on October 18, 2014 as Rezoning No. 2014-0005.		
Sponsors:			
Indexes:			
Code sections:			
Attachments:	14-3296 Information Sheet 14-3296 Ordinance 14-3296 Attachment 1 Proffer Statement		

Date	Ver.	Action By	Action	Result
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Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain Sheet No. 064.04 of the "Official Zoning Map, Alexandria, Virginia," Adopted by Section 1-300 (Official Zoning Map and District Boundaries), of the City of Alexandria Zoning Ordinance, By Rezoning the Property at 329 North Washington Street, Alexandria, Virginia From, RM/Townhouse Zone to CD/Commercial Downtown With Proffer in Accordance with the Said Zoning Map Amendment Heretofore Approved By City Council on October 18, 2014 as Rezoning No. 2014-0005.

1 Introduction and first reading: November 11, 2014
2 Public hearing: November 15, 2014
3 Second reading and enactment: November 15, 2014
4
5

6 INFORMATION ON PROPOSED ORDINANCE
7

8 Title
9

10 AN ORDINANCE to amend and reordain Sheet No. 064.04 of the "Official Zoning Map,
11 Alexandria, Virginia," adopted by Section 1-300 (OFFICIAL ZONING MAP AND DISTRICT
12 BOUNDARIES), of the City of Alexandria Zoning Ordinance, by rezoning the property at 329
13 North Washington Street, Alexandria, VA from, RM/Townhouse Zone to CD/Commercial
14 Downtown with proffer in accordance with the said zoning map amendment heretofore approved by
15 City Council on October 18, 2014 as Rezoning No. 2014-0005.
16

17 Summary
18

19 The proposed ordinance accomplishes the final adoption of Rezoning No. 2014-0005 to rezone the
20 property at 329 North Washington Street, Alexandria, VA from, RM/Townhouse Zone to
21 CD/Commercial Downtown with proffer in accordance with the zoning map amendment approved
22 by City Council on October 18, 2014 as Rezoning No. 2014-0005.
23

24 Sponsor
25

26 Department of Planning and Zoning
27

28 Staff
29

30 Karl Moritz, Acting Director of Planning and Zoning
31 James L. Banks, Jr., City Attorney
32 Joanna C. Anderson, Assistant City Attorney
33

34 Authority
35

36 §§ 2.04(w), 9.12, Alexandria City Charter
37 § 11-800, City of Alexandria Zoning Ordinance
38
39

40 Estimated Costs of Implementation
41

42 None
43

44 Attachments in Addition to Proposed Ordinance and its Attachments (if any)
45

46 No
47

ORDINANCE NO. _____

AN ORDINANCE to amend and reordain Sheet No. 064.04 of the "Official Zoning Map, Alexandria, Virginia," adopted by Section 1-300 (OFFICIAL ZONING MAP AND DISTRICT BOUNDARIES), of the City of Alexandria Zoning Ordinance, by rezoning the property at 329 North Washington Street, Alexandria, VA from, RM/Townhouse Zone to CD/Commercial Downtown with proffer in accordance with the said zoning map amendment heretofore approved by city council on October 18, 2014 as Rezoning No. 2014-0005.

WHEREAS, the City Council finds and determines that:

1. In Rezoning No. 2014-0005, the Planning Commission, having found that the public necessity, convenience, general welfare and good zoning practice so require, recommended approval to the City Council on October 7, 2014 of a rezoning of the property at 329 North Washington Street, Alexandria, VA from, RM/Townhouse Zone to CD/Commercial Downtown with proffer, which recommendation was approved by the City Council at public hearing on October 18, 2014;

2. The said rezoning is in conformity with the Master Plan of the City of Alexandria, Virginia, as amended;

3. All requirements of law precedent to the adoption of this ordinance have been complied with; now, therefore,

THE CITY COUNCIL OF ALEXANDRIA HEREBY ORDAINS:

Section 1. That Sheet No. 064.04 of the "Official Zoning Map, Alexandria, Virginia," adopted by Section 1-300 of the City of Alexandria Zoning Ordinance, be, and the same hereby is, amended by changing, in the manner set forth below, the zoning classification of the property hereinafter described:

LAND DESCRIPTION: 329 North Washington Street

Tax Map #064.04-02-15

From: RM/Townhouse Zone

To: CD/Commercial Downtown with the proffers as stated in the proffer statement titled Proffer Statement for 329 N. Washington Street dated October 7, 2014 attached hereto and incorporated herein by this reference and labeled as Attachment 1.

Section 2. That the director of planning and zoning be, and hereby is, directed to record the foregoing amendment on the said map.

Section 3. That Sheet No. 064.04 of the "Official Zoning Map, Alexandria, Virginia," as so amended, be, and the same hereby is, reordained as part of the City of Alexandria Zoning Ordinance.

1 Section 4. That this ordinance shall become effective on the date and at the time of
2 its final passage.
3

4 WILLIAM D. EUILLE
5 Mayor
6
7

8 Introduction: November 11, 2014
9 First Reading: November 11, 2014
10 Publication:
11 Public Hearing: November 15, 2014
12 Second Reading: November 15, 2014
13 Final Passage: November 15, 2014
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PROFFER STATEMENT FOR 329 N. WASHINGTON STREET

Pursuant to Section 11-804 of the Alexandria Zoning Ordinance, 1992, as amended (the "Ordinance"), I, Leah R. Fried, the owner of the property known as 329 N. Washington Street, Alexandria, Virginia 22314, also identified in the City of Alexandria Real Estate records as Tax Map parcel 064.04-02-15 (the "Property"), as part of the request for a map amendment to rezone the Property from the RM/Townhouse zone to the CD/Commercial Downtown zone do hereby proffer the following:

1. The maximum permitted floor area ratio for residential and/or nonresidential uses of the Property shall be a 1.50.
2. Any new residential and/or nonresidential construction, addition(s) and/or accessory structure(s) shall maintain open and usable space in an amount equal to 35% of the lot area.

In the event that the rezoning (RZ 2014-0005) and associated approvals MPA 2014-0007 and SUP 2014-0079 are not approved, these proffers shall be null and void.



Leah R. Fried
October 7, 2014



Legislation Details (With Text)

File #: 14-3322 **Name:**

Type: Ordinance **Status:** Agenda Ready

File created: 10/22/2014 **In control:** City Council Legislative Meeting

On agenda: 11/11/2014 **Final action:**

Title: Introduction and First Reading. Consideration. Passage on First Reading of a Proposed Amendment to City Code Section 2-4-161, Alexandria Transportation Commission - Composition.

Sponsors:

Indexes:

Code sections:

Attachments: [14-3322 Ordinance Cover](#)
[14-3322 Ordinance](#)
[14-3322 8.19.14 Transportation Commission Letter to City Council](#)

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014

TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL

FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Introduction and First Reading. Consideration. Passage on First Reading of a Proposed Amendment to City Code Section 2-4-161, Alexandria Transportation Commission - Composition.

ISSUE: Council consideration is requested of an amendment to add two (2) additional citizen representatives to the Alexandria Transportation Commission (“the Commission”).

RECOMMENDATION: That City Council:

1. Approve the proposed ordinance (Attachment 2) on first reading and set the ordinance for public hearing, second reading, and final passage on November 15, 2014 for an amendment to City Code Section 2-4-161 (Alexandria Transportation Commission - Composition) to add two additional citizen

representatives to the Transportation Commission, one residing east of Quaker Lane and one residing west of Quaker Lane.

BACKGROUND: At its July 23, 2014 meeting, the Transportation Commission discussed its overall structure and the desire to add additional at-large members. The composition of the Commission, as included in City Code Section 2-4-161, currently consists of nine members, appointed by City Council, as follows:

- Two (2) members from the Planning Commission, nominated by the Planning Commission;
- One (1) member of the Traffic and Parking Board, nominated by the Traffic and Parking Board;
- One (1) member of the Environmental Policy Commission, nominated by the Environmental Policy Commission;
- One (1) member of the Alexandria Transit Company Board of Directors, nominated by the Alexandria Transit Company Board;
- Two (2) citizen members, who shall be residents of the City possessing qualifications in land use, transportation and/or municipal finance, of whom one shall reside east of Quaker Lane and one shall reside west of Quaker Lane; and
- Two (2) ex-officio, non-voting members from the City Council, who shall be selected from among Council members who serve on the Metropolitan Washington Council of Governments Transportation Planning Board (MWCOTPB), Northern Virginia Transportation Authority (NVTA), Northern Virginia Transportation Commission (NVTC), or the Washington Metropolitan Area Transit Authority (WMATA).

DISCUSSION: Transportation Commission members are called to represent the Commission on additional advisory groups and committees for various Citywide projects with transportation elements such as Small Area Plans and Transit Corridor groups. The Commission agrees that it is important that the perspective of the Transportation Commission be represented in these Citywide initiatives and projects. The majority of the current members serving on this Commission are already serving in two capacities before commitments to additional advisory groups and committees. In order to minimize the number of secondary appointments required of Commissioners, the members discussed at their July 23 meeting expanding the number of citizen representatives to the Commission. The purpose of expanding the size of the Commission by adding two citizen representatives is to reduce the burden on existing Commissioners and increase the pool of Commissioners able to represent the Commission on Citywide projects.

Also discussed was whether additional citizen members should have transportation experience, as is currently required of the Transportation Commission's existing two at-large seats. In order to maximize the number of citizens eligible to serve as members, and to diversify the Transportation Commission's membership, it was recommended that any additional citizen seats be without additional qualifications, but ensure representation from across the City, and that any new seats include geographic requirements.

In an August 19, 2014 letter to City Council (Attachment 3), the Commission requested that Council consider an amendment to City Code Section 2-4-161 (Alexandria Transportation Commission - Composition) to broaden the Transportation Commission membership to include two additional citizen representatives (one residing east of Quaker Lane and one residing west of Quaker Lane).

Upon further consideration, and in keeping with the City's desire to keep civic and community engagement at the forefront of the City's planning process, a recommendation is being made to add two (2) additional citizen members, one residing east of Quaker Lane, and one residing west of Quaker Lane.

FISCAL IMPACT: None

ATTACHMENTS:

Attachment 1: Ordinance Cover Letter

Attachment 2: Ordinance Amendment

Attachment 3: August 19, 2014 Transportation Commission Letter to City Council

STAFF:

Mark Jinks, Deputy City Manager

Christopher P. Spera, Deputy City Attorney

Yon Lambert, AICP, Acting Director, Department of Transportation and Environmental Services (T&ES)

Sandra Marks, AICP, Deputy Director, Transportation, T&ES

Introduction and first reading:
Public hearing:
Second reading and enactment:

INFORMATION ON PROPOSED ORDINANCE

Title

AN ORDINANCE to amend and reordain Article U (ALEXANDRIA TRANSPORTATION COMMISSION), Chapter 4 (COMMITTEES, BOARDS AND COMMISSIONS), of Title 2 (GENERAL GOVERNMENT) of The Code of the City of Alexandria, Virginia, 1981, as amended.

Summary

The proposed ordinance adds two additional citizen members to the Transportation Commission, bringing the total membership to eleven.

Sponsor

N/A

Staff

Rashad Young, City Manager
Yon Lambert, Acting Director, T&ES
Christopher P. Spera, Deputy City Attorney

Authority

§§ 2.01, 3.06, Alexandria City Charter

Estimated Costs of Implementation

None

Attachments in Addition to Proposed Ordinance and its Attachments (if any)

None

**Alexandria Transportation Commission
301 King Street
Alexandria, VA 22314**

Mayor William D. Euille and Members of City Council
City Hall
301 King Street
Alexandria, VA 22314

August 19, 2014

Re: Transportation Commission Structure

Dear Mayor Euille and Members of City Council:

At its July 23, 2014 meeting, the Transportation Commission (Commission) discussed the overall structure of the Commission and the desire to add additional at-large members.

The Transportation Commission presently includes the following membership:

- 2 Planning Commission representatives
- 1 Traffic and Parking Board representative
- 1 Alexandria Transit Company (ATC) representative
- 1 Environmental Policy Commission representative
- 2 at large citizens with transportation experience (one east, one west of Quaker Lane)
- 2 Council representatives (ex-officio)

Many Commission members are called to represent the Commission on additional advisory groups and committees for various city projects with transportation elements such as Small Area Plans and Transit Corridor groups. Since the majority of members currently serve as representatives of other Boards or Commissions, most are already serving in two capacities before commitments to additional advisory groups and committees. The Commission agrees that it is important that the perspective of the Transportation Commission be represented in these citywide initiatives and projects. In order to minimize the number secondary appointments required of Commissioners, the Commission discussed expanding the number of at-large representatives to the Commission. This will expand the pool of Commissioners without additional duties available to represent the Commission to these groups.

The Commission discussed whether additional at-large members should have transportation experience, as is currently required of the Commission's existing two at-large seats. In order to maximize the number of citizens eligible to serve as Commission members, and to diversify the

Commission's membership, the Transportation Commission recommends that any additional seats be at-large without additional qualifications. However, to ensure representation from across the City, the Commission recommends that any new seats include geographic requirements.

Therefore the Commission requests that the Council consider an ordinance to amend the City Code to broaden the Transportation Commission membership to include two additional At-large representatives (one residing east of Quaker Lane and one residing west of Quaker Lane).

We appreciate your consideration of the Commission's request for a change to its structure.

Sincerely,

A handwritten signature in black ink, appearing to read "Nathan M. Macek". The signature is fluid and cursive, with the first name "Nathan" being more prominent.

Nathan M. Macek

Chair, Alexandria Transportation Commission

cc: Alexandria City Council
Alexandria Transportation Commission



Legislation Details (With Text)

File #:	14-3325	Name:	
Type:	Ordinance	Status:	Agenda Ready
File created:	10/22/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance Authorizing the Owners of the Property Located at 220 South Union Street in the City of Alexandria, Virginia to Construct and Maintain an Encroachment For a Canopy Over the Entrance Door at That Location That Was Approved by the City Council With the Carr Waterfront Hotel Project on January 25, 2014.		
Sponsors:			
Indexes:			
Code sections:			
Attachments:	14-3325 Information Sheet 14-3325 Ordinance 14-3325 Attachment 1 Encroachment Plat		

Date	Ver.	Action By	Action	Result
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Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance Authorizing the Owners of the Property Located at 220 South Union Street in the City of Alexandria, Virginia to Construct and Maintain an Encroachment For a Canopy Over the Entrance Door at That Location That Was Approved by the City Council With the Carr Waterfront Hotel Project on January 25, 2014.

1 Introduction and first reading: November 11, 2014
2 Public hearing: November 15, 2014
3 Second reading and enactment: November 15, 2014
4

5 INFORMATION ON PROPOSED ORDINANCE
6

7 Title
8

9 AN ORDINANCE authorizing the owners of the property located at 220 South Union
10 Street in the City of Alexandria, Virginia to construct and maintain an encroachment for a
11 canopy over the entrance door at that location.
12

13 Summary
14

15 The proposed ordinance permits the hotel to be located at 220 South Union Street to
16 construct an entrance canopy that partially encroaches onto the adjacent sidewalk
17 area. City Council approved the encroachment on January 25, 2014 as part of the
18 CARR Waterfront Hotel Development Special Use Permit approval.
19

20 Sponsor
21
22

23 Staff
24

25 Karl Moritz, Acting Director, Planning & Zoning
26 James L. Banks, Jr., City Attorney
27 Joanna C. Anderson, Assistant City Attorney
28

29 Authority
30

31 §2.04(e), Alexandria City Charter
32

33 Estimated Costs of Implementation
34

35 None
36

37 Attachments in Addition to Proposed Ordinance and its Attachments (if any)
38

39 None
40
41
42
43
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45

ORDINANCE NO. _____

AN ORDINANCE authorizing the owners of the property located at 220 South Union Street in the City of Alexandria, Virginia to construct and maintain an encroachment for a canopy over the entrance door at that location.

WHEREAS, Carr 220 South Union, LLC is the Owner ("Owners") of the property located at 220 South Union Street in the City of Alexandria, Virginia; and

WHEREAS, Owners desire to establish and maintain a canopy over the entrance door which will encroach into the public sidewalk right-of-way at that location; and

WHEREAS, the public sidewalk right-of-way at that location will not be significantly impaired by this encroachment; and

WHEREAS, in Encroachment No. 2013-0004 the Planning Commission of the City of Alexandria recommended approval to the City Council subject to certain conditions at one of its regular meetings held on January 7, 2014 which recommendation was approved by the City Council at its public hearing on January 25, 2014 and

WHEREAS, it has been determined by the Council of the City of Alexandria that this encroachment is not detrimental to the public interest; now, therefore,

THE CITY COUNCIL OF ALEXANDRIA HEREBY ORDAINS:

Section 1. That Owners be, and the same hereby are, authorized to establish and maintain an encroachment into the public sidewalk right-of-way at 220 South Union Street in the City of Alexandria, as shown in the Encroachment Plat, prepared by Bowman Consulting dated October 23, 2014 and revised as of October 30, 2014 and attached to this Ordinance as Attachment 1 consisting of a canopy over the entrance door, until the encroachment is removed or destroyed or the authorization to maintain it is terminated by the city; provided, that this authorization to establish and maintain the encroachment shall not be construed to relieve Owners of liability for any negligence on their part on account of or in connection with the encroachment and shall be subject to the provisions set forth below.

Section 2. That the authorization hereby granted to establish and maintain said encroachment shall be subject to and conditioned upon Owners maintaining, at all times and at their own expense, liability insurance, covering both bodily injury and property damage, with a company authorized to transact business in the Commonwealth of Virginia and with minimum limits as follows:

Bodily Injury:	\$1,000,000 each occurrence
	\$1,000,000 aggregate

Property Damage:	\$1,000,000 each occurrence
------------------	-----------------------------

\$1,000,000 aggregate

This liability insurance policy shall identify the City of Alexandria and Owners as named insureds and shall provide for the indemnification of the City of Alexandria and Owners against any and all loss occasioned by the establishment, construction, placement, existence, use or maintenance of the encroachment. Evidence of the policy and any renewal thereof shall be filed with the city attorney's office. Any other provision herein to the contrary notwithstanding, in the event this policy of insurance lapses, is canceled, is not renewed or otherwise ceases to be in force and effect, the authorization herein granted to establish and maintain the encroachment shall, at the option of the city, forthwith and without notice or demand by the city, terminate. In that event, Owners shall, upon notice from the city, remove the encroachment from the public right-of-way, or the city, at its option, may remove the encroachment at the expense and risk of Owners. Nothing in this section shall relieve Owners of their obligations and undertakings required under this ordinance.

Section 3. That the authorization hereby granted to establish and maintain said encroachment shall in addition be subject to and conditioned upon the following terms:

- (a) Neither the City of Alexandria nor any public or private utility company shall be responsible for damage to Owners' property encroaching into the public right-of-way during repair, maintenance or replacement of the public right-of-way or any public facilities or utilities in the area of encroachment.
- (b) The Owners shall be responsible for replacement and repairs to the adjacent City right-of-way, including any areas damaged during construction activity.
- (c) The owner or any successor in interest shall remove the encroachment if the City determines that the encroachment interferes with public access or is otherwise inconsistent with the public welfare. In such case, the City shall provide the owner or successor in interest with written notice of the need to remove the encroachment at least 10 days prior to the date on which the removal must be completed. If the owner or successor in interest cannot be found, or fails to remove the encroachment within the time specified, the City shall have the right to remove the encroachment, at the expense of the owner or successor, and shall not be liable for any loss or damage to the encroaching structure that may occur as a result of the removal.

Section 4. That by accepting the authorization hereby granted to establish and maintain the encroachment and by so establishing and/or maintaining the encroachment, Owners shall be deemed to have promised and agreed to save harmless the City of Alexandria from any and all liability (including attorneys' fees and litigation expenses) arising by reason of the establishment, construction, placement, existence, use or maintenance of the encroachment.

Section 5. That the authorization herein granted to establish and maintain the encroachment shall be subject to Owners maintaining the area of the encroachment at all times

1 unobstructed and free from accumulation of litter, snow, ice and other potentially dangerous
2 matter.

3
4 Section 6. That nothing in this ordinance is intended to constitute, or shall be
5 deemed to be, a waiver of sovereign immunity by or on behalf of the City of Alexandria or any
6 of its officers or employees.

7
8 Section 7. That the authorization herein granted to establish and maintain the
9 encroachment shall be terminated whenever the City of Alexandria desires to use the affected
10 public right-of-way for any purpose whatsoever and, by written notification, demands from
11 Owners the removal of the encroachment. Said removal shall be completed by the date specified
12 in the notice and shall be accomplished by Owners without cost to the city. If Owners cannot be
13 found, or shall fail or neglect to remove the encroachment within the time specified, the city shall
14 have the right to remove the encroachment, at the expense of Owners, and shall not be liable to
15 Owners for any loss or damage to the structure of the encroachment or personal property within
16 the encroachment area, caused by the removal.

17
18 Section 8. The terms "Owners" shall be deemed to include Carr 220 South Union,
19 LLC and its successors in interest.

20
21 Section 9. That this ordinance shall be effective upon the date and at the time of its
22 final passage.

23
24
25 WILLIAM D. EUILLE
26 Mayor
27

28 Attachment: Encroachment plat

29
30 Introduction: November 11, 2014

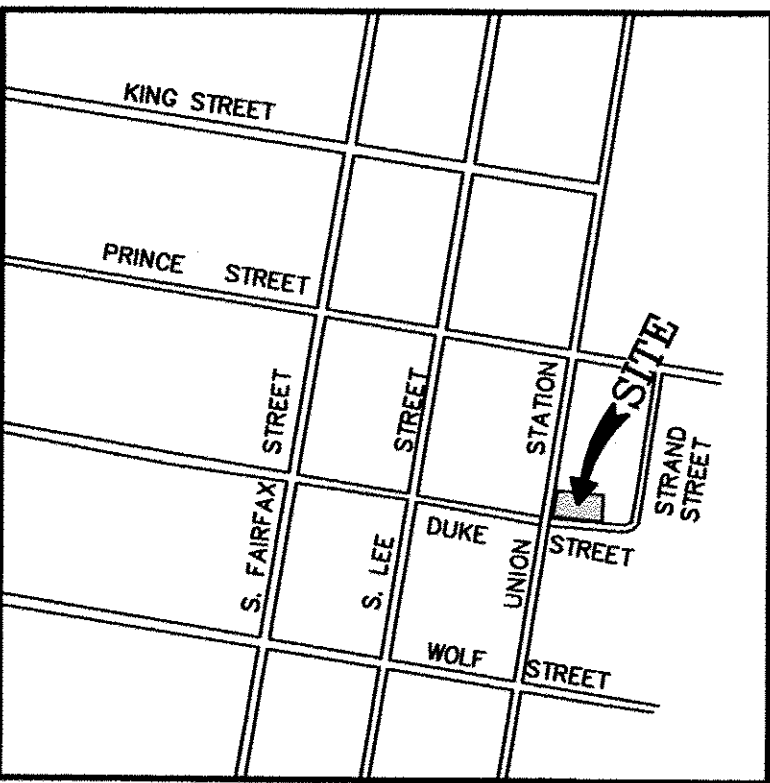
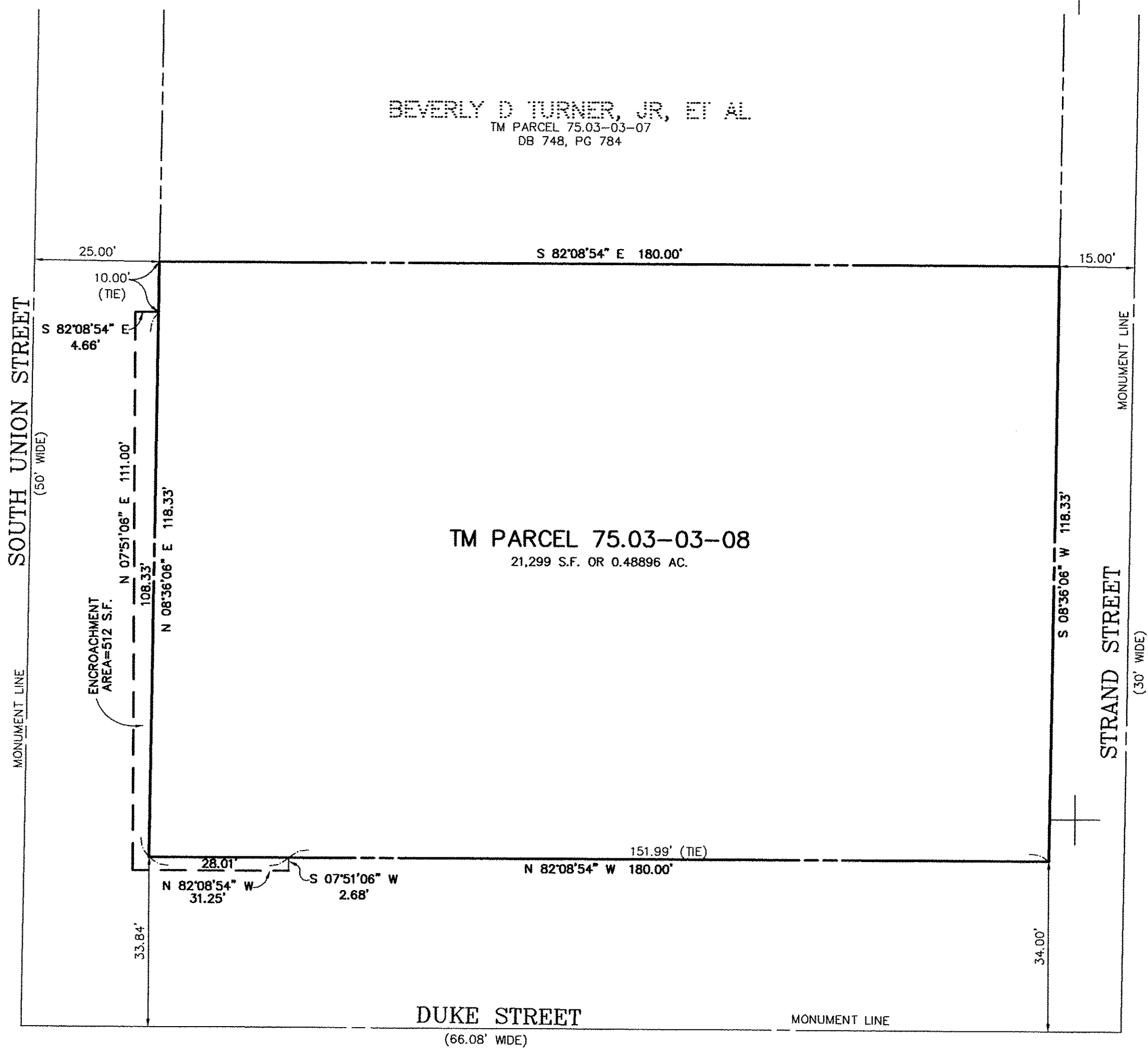
31 First Reading: November 11, 2014

32 Publication:

33 Public Hearing: November 15, 2014

34 Second Reading: November 15, 2014

35 Final Passage: November 15, 2014
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VICINITY MAP
NOT TO SCALE

NOTES

1. THE PROPERTY DELINEATED HEREON IS LOCATED ON THE CITY OF ALEXANDRIA TAX ASSESSMENT MAPS AS PARCEL 075.03-03-08 AND IS CURRENTLY ZONED W-1.
2. THE PROPERTY IS NOW IN THE NAME OF CARR 220 SOUTH UNION STREET LLC AND IS RECORDED IN INSTRUMENT NO. 140005393 AMONG THE LAND RECORDS OF THE CITY OF ALEXANDRIA, VIRGINIA.
3. BOUNDARY INFORMATION AS SHOWN HEREON IS COMPILED FROM EXISTING LAND RECORDS OF THE CITY OF ALEXANDRIA AND A FIELD SURVEY PERFORMED BY BOWMAN CONSULTING GROUP, LTD. ON MAY 2, 2011.
4. THE PROPERTY AS SHOWN HEREON IS SUBJECT TO ALL COVENANTS AND RESTRICTIONS OF RECORD AND THOSE RECORDED HERewith. BOWMAN CONSULTING GROUP, LTD. HAS NOT BEEN PROVIDED A TITLE REPORT AND THEREFORE THIS PLAT DOES NOT NECESSARILY INDICATE THE EXISTENCE OF ANY COVENANTS AND RESTRICTIONS ON THE PROPERTY.
5. THE PROPERTY SHOWN HEREON LIES IN ZONE "AE" (SPECIAL FLOOD HAZARD AREAS SUBJECT TO INUNDATION BY THE 1% ANNUAL CHANCE FLOOD) AS SHOWN ON FEMA FLOOD INSURANCE RATE MAP FOR THE CITY OF ALEXANDRIA, VIRGINIA, COMMUNITY-PANEL NUMBER 5155190041E, MAP REVISED JUNE 16, 2011.

PLAT SHOWING
ENCROACHMENT AREA
IN THE RIGHT-OF-WAY OF
SOUTH UNION STREET
AND
DUKE STREET
ADJACENT TO
TM PARCEL 75.03-03-08
BEING THE PROPERTY OF
CARR 220 SOUTH UNION LLC
INSTRUMENT NO. 140005393
CITY OF ALEXANDRIA, VIRGINIA

SCALE: 1" = 20'

DATE: OCTOBER 23, 2014

APPROVED
SPECIAL USE PERMIT NO. _____
DEPARTMENT OF PLANNING & ZONING

DIRECTOR _____ DATE _____

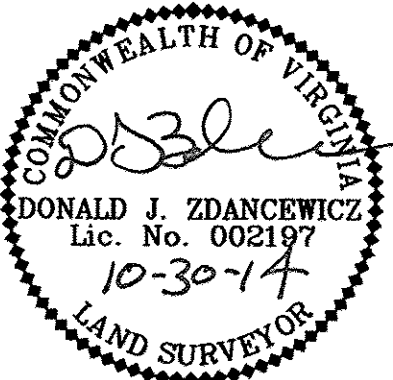
DEPARTMENT OF TRANSPORTATION & ENVIRONMENTAL SERVICES
SITE PLAN NO. _____

DIRECTOR _____ DATE _____

CHAIRMAN, PLANNING COMMISSION _____ DATE _____

DATE RECORDED _____

INSTRUMENT NO. _____ DEED BOOK NO. _____ PAGE NO. _____



REVISION	
10/30/14	REVISED EASEMENT
© Bowman Consulting Group, Ltd.	
DWG: P:\7981 - 220 S Union\7981-01-001 (SUR)\Survey\Plots\7981-C-RP-002.dwg	
BCG PROJECT NO: 7981-01-001	TASK: 40001

Bowman
CONSULTING

Bowman Consulting Group, Ltd.
14020 Thunderbolt Place, Suite 300
Chantilly, Virginia 20151

Phone: (703) 464-1000
Fax: (703) 461-9720
www.bowmanconsulting.com

BY: FK CHK: QC:

SHEET 1 OF 1





Legislation Details (With Text)

File #:	14-3349	Name:	
Type:	Ordinance	Status:	Agenda Ready
File created:	10/29/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain Section 9-15-18 (Expiration) of Chapter 15 (Food Truck Vendors) of Title 9 (Licensing and Regulation) of the Code of the City of Alexandria, Virginia, 1981, as Amended to Extend the Food Truck Pilot Program for an Additional Two Months.		

Sponsors:

Indexes:

Code sections:

Attachments: [14-3349 Ordinance](#)
[14-3349 October 22, 2014 Council Docket Memo](#)
[14-3349 Food Truck Pilot Program Ordinance #4875](#)

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014

TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL

FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Introduction and First Reading. Consideration. Passage on First Reading of an Ordinance to Amend and Reordain Section 9-15-18 (Expiration) of Chapter 15 (Food Truck Vendors) of Title 9 (Licensing and Regulation) of the Code of the City of Alexandria, Virginia, 1981, as Amended to Extend the Food Truck Pilot Program for an Additional Two Months.

ISSUE: On October 28, 2014, City Council directed staff to prepare an ordinance (Attachment 1) to extend the end date of the Food Truck Pilot Program (“the Program”) from October 31, 2015 to December 31, 2015. This ordinance accomplishes that change.

RECOMMENDATION: That City Council introduce the ordinance and set it for public hearing and adoption on November 15, 2014 to adopt the attached ordinance to extend the expiration date of the Food Truck Pilot Program from October 31, 2015 to December 31, 2015.

DISCUSSION: As discussed in the docket memo to City Council dated October 22, 2014 (Attachment 2), the Food Truck Pilot Program was adopted by City Council on May 17, 2014 and took effect on July 1, 2014. Ordinance #4875 is included as Attachment 3 for your information and review. When establishing the Food Truck Pilot Program, City Council set an expiration date of October 31, 2015 for the Program. The Health Department permits run on an annual cycle. Therefore, the Food Truck Pilot Program vendor permit also must run on the same annual schedule in order for the necessary permit to be valid at the same time. As a result, the first year of the pilot program permit was a partial year, from July 1 (or when the permit was applied for) through December 31, 2014. The annual permit must then be reapplied for on January 1, 2015 for the following year. We believe that an important part of evaluating the program will be for the food trucks to have the opportunity to have a permit for a full year, particularly since some of the feedback we have received is that some food trucks chose not to apply for the permit this year due to the fact that it was a partial permit. Therefore, we request that the expiration date of the program be extended to December 31, 2014 so that the permits issued in January 2015 will be full year permits.

Staff has started to gather information to evaluate the Pilot Program including, but not limited to, feedback from the community through Action Alexandria, records of complaints registered, number of permits issued, costs incurred by the City in administering the program, and fees generated from the Program. Staff believes that now that the Program is in place and there has been more education to the food truck industry as well as the community regarding how the program works, the next year will be an important year in gathering the information necessary to make recommendations to City Council regarding whether a full, permanent program should be established. Additionally, staff will work with Action Alexandria on a plan for surveying the community on various aspects of the Program at various times during the year. We hope to use this tool both to receive feedback from the community as well as to educate the community on the Food Truck Pilot Program so that they can experience it for themselves.

As City Council is aware, in 2013-2014 a Food Truck Advisory Group made up of stakeholders with an interest in how the food truck operations are regulated in the City of Alexandria was initiated to help inform staff regarding community opinions regarding this matter. On October 23, 2014, staff informed this group about the October 28, 2014 update to City Council and recommendation of the extension of the Program. On October 29, 2014, staff informed this group that City Council directed staff to prepare the ordinance extending the Program by two months and informing them that there will be a public hearing on the matter where they can express any comments they may have. Staff will report any feedback or comments it receives from this group as well as from the larger community regarding this matter.

Staff recommends that the information gathering phase of this pilot program continue through late fall 2015 until the end of the high season for the food trucks. At that time, staff will prepare a report to City Council regarding the information gathered including a recommendation regarding whether, based on that information, a full and permanent program should be explored. If City Council decides at that time to explore a full and permanent program, an advisory group will be appointed to discuss the information gathered from the Pilot Program as well as experiences of other communities and any other information necessary to evaluate the necessary regulations for a full program.

CONCLUSION: While the Pilot Program has started off slowly, staff is hopeful that now that the food truck industry and the community are more aware of the Program, it will pick up in the next year. This will allow staff to gather necessary and useful information to evaluate the Food Truck Program.

FISCAL IMPACT: The extension of the Program through the end of 2015 will allow the permit for 2015 to be a full year permit rather than a prorated year. Therefore, if City Council approves this extension, the permit

fee collected will be the full fee. If City Council does not approve the extension, the permit fee will be prorated for a partial year.

ATTACHMENTS:

Attachment 1: Food Truck Pilot Program Ordinance

Attachment 2: City Council Docket Memo Dated October 22, 2014

Attachment 3: Food Truck Pilot Program Ordinance #4875 adopted by City Council May 17, 2014

STAFF:

Mark Jinks, Deputy City Manager

Joanna C. Anderson, Assistant City Attorney

Karen Snow, Assistant City Attorney

Jack Browand, Division Chief, Department of Recreation, Parks and Cultural Activities

Alex Dambach, Division Chief, Department of Planning and Zoning

Diane Gittins, Captain, Police Department

Rachel Stradling, Environmental Health Supervisor, Health Department

ORDINANCE NO. _____

AN ORDINANCE to amend and reordain Section 9-15-18 (Expiration) of Chapter 15 (Food Truck Vendors) of Title 9 (Licensing and Regulation) of the Code of the City of Alexandria, Virginia, 1981, as amended to extend the food truck pilot program for an additional two months.

THE CITY COUNCIL OF ALEXANDRIA HEREBY ORDAINS:

Section 1. That Section 9-15-18 of the Code of the City of Alexandria, Virginia, 1981, as amended, be, and the same hereby is, amended by deleting the text shown in strikethrough and adding the text shown in underline as follows:

Sec. 9-15-18 - Expiration.

This chapter shall expire and be null and void on ~~October~~ December 31, 2015.

Section 2. That Section 9-15-18 as amended pursuant to Section 1 of this ordinance, be, and the same hereby is, reordained as part of the City of Alexandria City Code.

Section 3. That this ordinance shall become effective upon the date and at the time of its final passage.

WILLIAM D. EUILLE
Mayor

Introduction: November 11, 2014
First Reading: November 11, 2014
Publication:
Public Hearing: November 15, 2014
Second Reading: November 15, 2014
Final Passage: November 15, 2014



Legislation Text

File #: 14-3136, Version: 2

City of Alexandria, Virginia

MEMORANDUM

DATE: OCTOBER 22, 2014

TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL

FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Consideration of an Update to City Council Regarding the Food Truck Pilot Program.

ISSUE: Consideration of an update to City Council regarding the Food Truck Pilot Program.

RECOMMENDATION: That City Council receive the update and direct staff to prepare an ordinance to extend the end date of the Food Truck Pilot Program from October 31, 2015 to December 31, 2015 and confirm City Council's prior intent that the Food Truck Pilot Program be limited to food trucks that vend to the public.

DISCUSSION: The Food Truck Pilot Program was adopted by City Council on May 17, 2014 and took effect on July 1, 2014. On July 3, 2014 staff held a one-day permit day on which food trucks could come to City Hall to receive all necessary permits for the Food Truck Vendor Permit. Additionally, staff has kept an up-to-date website which includes all information for food truck vendors including how to apply for the permit and complete descriptions of areas allowable for vending. Additionally, the website includes information for citizens or patrons of food trucks including a full and up-to-date listing of all food trucks who have received the Food Truck Vending Permit.

Currently, Food Trucks are authorized to vend in the City pursuant to either: 1) a Special Use Permit; 2) a Special Event Permit; or 3) a Food Truck Vendor Permit (Pilot Program). The Special Use Permit and the Special Event Permit each have their own regulations that regulate how, where and when the Food Truck can operate. The Food Truck Vendor Permit regulates trucks that are vending in the locations as authorized pursuant to the Food Truck Pilot Program.

The Program has been in operation for approximately three (3) months and to date, eight (8) food trucks have applied for and received the Food Truck Vendor Permit for 2014. The permit is an annual permit which will need to be renewed in January 2015. The Program has started slowly which we believe is a result of the food truck community learning the new regulations and determining how they can make that work with their business model, as well as the first year being only a partial year permit.

Enforcement

Staff has a process in place to enforce any violations of the Food Truck Pilot Program including using Zoning Inspectors to respond to any complaints during the day on weekdays, and the police in the evenings and on weekends. Staff including the police have been trained on the new regulations and have responded efficiently and accurately to any complaints that have been received. The City's food truck website (www.alexandriava.gov/foodtrucks <<http://www.alexandriava.gov/foodtrucks>>) includes a link for members of the community to submit complaints directly to the *Call.Click.Connect.* system and also includes the phone number for Planning and Zoning inspectors and the non-emergency police phone number for community members with a complaint to call depending on when the violation/complaint occurs. As a result, staff has received the following complaints.

The Police have received two (2) complaints regarding Food Trucks since the inception of the program. The first complaint occurred on the first weekend of the Pilot Program when a truck was invited by a restaurant to locate on the street in front of the restaurant. The second occurred over the summer when a truck located on Union Street. In each case, the Police responded to the complaint within an hour of receiving it, staff followed up with the appropriate response and the violation was not repeated.

The City Manager has designated the inspectors from the Department of Planning and Zoning to respond to complaints and issue notices of violation of the Food Truck Pilot Program. Since the inception of the program, the Zoning Inspectors have logged six (6) inquiries regarding the Food Truck Pilot Program and one (1) notice of violation with a penalty has been issued. The first two inquiries were in the first week of the food truck program and involved zoning inspectors reviewing two private property locations where food trucks were known to be going to ensure compliance with the program. The next two were in follow-up to the police complaint on Union Street described above. The first was to issue a ticket to the truck that was parked on Union Street and the second was to inspect Union Street to ensure no other trucks were locating there. The last two inquiries were inspections of two on street locations where it was reported food trucks may be located on the street. Both locations were inspected but no food trucks were identified.

Lastly, there has been one (1) *Call.Click.Connect.* complaint that involved a food truck. This complaint involved a food truck traffic infraction that was unrelated to the Food Truck Pilot Program.

Feedback from Existing Food Trucks

As discussed, eight (8) food trucks have received the Food Truck Vendor Permit for 2014. The majority of the food trucks we have seen in the City since the inception of the program have been either a part of a Special Event Permit or were catering to a private event. Staff is also aware that food trucks have been invited to vend on private property on a regular basis at the Hilton hotel in Mark Center, the Duke Realty office building in Mark Center and the Port City Brewery. Staff also understands that food trucks have been invited to an office building in Carlyle on one occasion. We have seen no food truck activity in any City parks or recreation centers.

General feedback from the food truck industry has been that the permit process has been smooth and information about the program is easily available. However, the limitations of the pilot program make it difficult for food trucks to apply their normal business model, and the permit fees are very high in comparison to the opportunities for vending. Therefore, most food trucks have been discouraged from getting the permit and participating in the program.

Feedback from Community

In addition to the ability to submit complaints through the website as discussed above, the food truck website also includes a link for members of the community to give feedback about the Food Truck Pilot Program. Staff has been working with Action Alexandria to coordinate solicitation of feedback from the community regarding the Food Truck Pilot Program. Action Alexandria will be conducting a series of questions to the community to solicit feedback. The first question was posed to the community over the summer and was “Where do you support food trucks operating?” The survey received 94 responses which are summarized in the report prepared by Action Alexandria and included here as Attachment 1.

Requested Changes

In implementing the program so far, staff has encountered two matters for City Council’s consideration.

First, there is a discrepancy in the Pilot Program regarding vending to the public and catering a private event that has created a difficulty in implementing the program. While the purpose of the program as stated in Sections 9-15-2 and 9-15-4 of the City Code, is to regulate food truck vending, the allowable Vending Locations in Section 9-15-13 include private residences for “a private event that is not vending to the public.” and the definition of Food Truck Vendor in section 9-15-5(5) includes trucks that “serve” food. The implication from these provisions is that trucks that are catering a private event would need to obtain a Food Truck Vendor Permit in order to provide the catering for the event. There seems to be no significant difference between a caterer that cooks the food off site and delivers the food to a tent with a delivery truck and a food truck that makes the food at the location, therefore it does not seem that food trucks catering a private event should be required to get the full Food Truck Vendor Permit.

To that end, we request City Council’s confirmation that the Food Truck Pilot Program should be limited to food trucks that are vending to the public. If City Council confirms this intention, the City Manager will revise the administrative regulations to clarify this matter. As a result, any food truck catering an event that is clearly private with limited guest invitations will be treated the same as a caterer and will not be required to get the Food Truck Vendor Permit.

Second, when establishing the Food Truck Pilot Program City Council set an expiration date of October 31, 2015 for the program. The Health Department permits run on an annual cycle so therefore, the Food Truck Pilot Program vendor permit also must run on the same annual schedule in order for the necessary permit to be valid at the same time. As a result, the first year of the Pilot Program permit was a partial year, from July 1 (or when the permit was applied for) through December 31, 2014. The annual permit must then be reapplied for on January 1, 2015 for the following year. We believe that an important part of evaluating the program will be for the food trucks to have the opportunity to have a permit for a full year, particularly since some of the feedback we have received is that some food trucks chose not to apply for the permit this year due to the fact that it was a partial permit. Therefore, we request that the expiration date of the program be extended to December 31, 2015 so that the permits issued in January 2015 will be full year permits.

Next Steps:

As discussed, staff has started to gather information to evaluate the Pilot Program including, but not limited to, feedback from the community through Action Alexandria, records of complaints registered, number of permits issued, costs incurred by the City in administering the program and fees generated from the program. Staff believes that now that the program is in place and there has been more education to the food truck industry as well as the community regarding how the program works, the next year will be an important year in gathering the information necessary to make recommendations to City Council regarding whether a full, permanent program should be established. Additionally, staff will work with Action Alexandria on a plan for surveying the community on various aspects of the program at various times during the year. We hope the use this tool

both to receive feedback from the community as well as to educate the community on the food truck pilot program so that they can experience it for themselves.

Staff recommends that the information gathering phase of this Pilot Program continue through late Fall of 2015 until the end of the high season for the food trucks. At that time, staff will prepare a report to City Council regarding the information gathered including a recommendation on whether, based on that information, a full and permanent program should be explored. If City Council decides at that time to explore a full and permanent program, an advisory group will be appointed to discuss the information gathered from the Pilot Program as well as experiences of other communities and any other information necessary to evaluate the necessary regulations for a full program.

CONCLUSION: While the Pilot Program has started off slowly, staff is hopeful that now that the food truck industry and the community are more aware of the program, it will pick up in the next year. This will allow staff to gather necessary and useful information to evaluate the food truck program.

FISCAL IMPACT:

When the Food Truck Pilot Program was established, fees were established to cover costs which appear to have been set at an appropriate level, but will continue to be reviewed.

ATTACHMENTS:

Attachment 1: Action Alexandria Report of Survey Question #1

STAFF:

Mark Jinks, Deputy City Manager

Joanna C. Anderson, Assistant City Attorney

Jack Browand, Division Chief, Department of Recreation, Parks and Cultural Activities (RPCA)

Alex Dambach, Division Chief, Department of Planning and Zoning

Diane Gittins, Captain, Alexandria Police Department

Rachel Stradling, Environmental Health Supervisor, Health Department

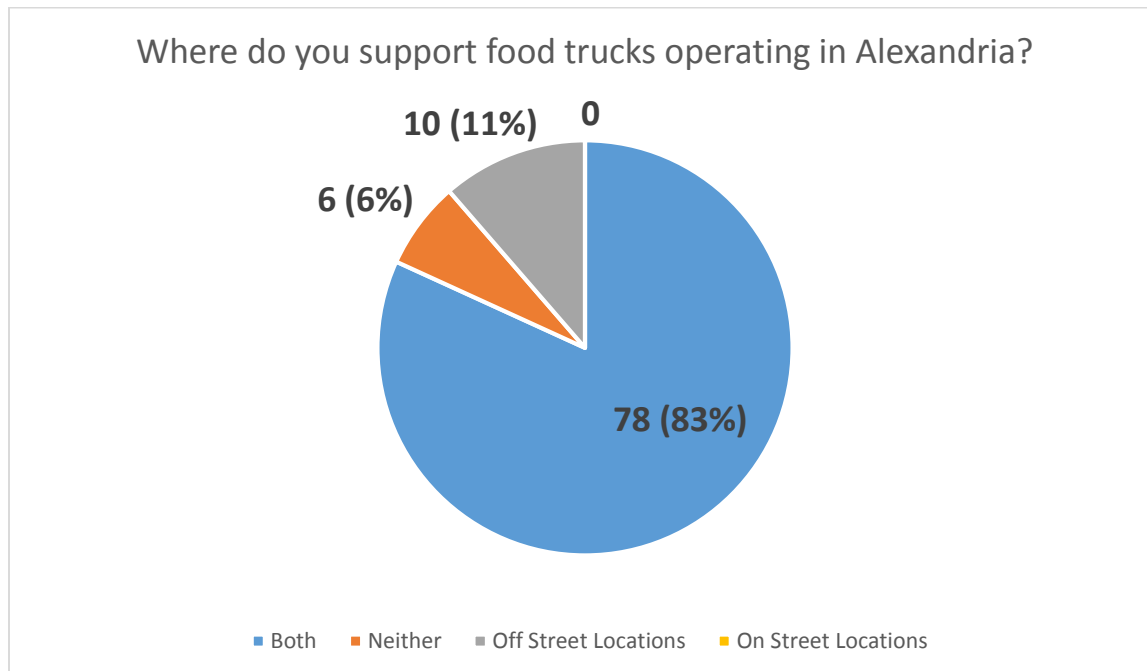


Food Truck Pilot Program Report
Survey 1: Where do you support food trucks operating?
September 26, 2014

Survey Question: Do you support food trucks operating on off-street locations, on-street locations, both or neither?

Total Responses: 94

Results:



Responses by Zip code:

22311: Total responses: 2 Both: 2	22313: Total Responses: 2 Both: 2
22312: Total responses: 0	22310: Total Responses: 1 Both: 1
22206: Total Responses: 1 Both: 1	22306: Total Responses: 2 Both: 2
22302: Total Responses: 5 Both: 5	22303: Total Responses: 3 Both: 2 Neither: 1
22305: Total Responses: 7 Both: 6 Neither: 1	20112: Total Responses: 1 Both: 1
22301: Total Responses: 10 Both: 6 Off-Street: 4	22315: Total Responses: 1 Both: 1
22314: Total Responses: 43 Both: 36 Off-Street: 3 Neither: 4	22302: Total Responses: 5 Both: 5



[\(Map from: City of Alexandria, GIS & Maps\)](#)

Responses by Age:

Ages 25-35

Total Responses: 46

Offstreet: 2

Both: 42

Neither: 2

Ages 46-55

Total Responses: 17

Offstreet: 4

Both: 12

Neither: 1

Ages 36-45

Total Responses: 20

Offstreet: 2

Both: 18

Ages 56+

Total Responses: 9

Offstreet: 2

Both: 5

Neither: 2

Comments:

- I LOVE food trucks! They offer amazing food at reasonable prices.
- More quick food selections the better.
- Food trucks must be conveniently located in or next to areas where there are lots of pedestrians on the street in order for the pilot to be successful
- More food trucks, please!
- Best of part working in downtown DC is food truck lunch, lets bring that vibrancy home to Alexandria.
- Food trucks are great incubators and a fun alternative to traditional brick and mortar restaurants.
- Why not?
- I live and work in 22314. There very few affordable, quick lunch options nearby. Food trucks would not take business from restaurants on King Street because those restaurants are much higher end.
- Feed me!
- I support food trucks at Market Square, a long-time center of mobile commerce in Alexandria
- Make them pay for permits, but this can only be good for alexandria, tourism, economy
- I hope food trucks and sit downs can be win-win!
- Bring food trucks to Alexandria!
- Bring 'em! Especially Carlyle, too few restaurant options
- Find someplace in the West End for food trucks. With all the construction coming to Pickett/Edsall a long term site would be useful.
- We need more food options in north old town near Braddock metro. Both for lunch and dinner. Food trucks can do this!
- Yes to food trucks! The Eisenhower Ave/Hoffman Center/PTO area definitely needs lunchtime food trucks!

- I wish they wouldn't have so many hoops that food trucks have to jump through. It's almost like Alexandria doesn't want them. It's the thing to do . . . we are behind the times Alexandria.
- Isn't this a bit late? Didn't council already approve a pilot program?
- I don't think the city should regulate food trucks. They are small business owners who provide a valuable good to the community.
- Food truck fad has mostly passed. Off street is fine.
- Prefer food trucks that don't have to run their engines while parked.
- None in the city!!!!!!
- I feel it's not fair that the trucks do not have to go to the same expense, cost and effort as a brick-and-mortar restaurant. I also am concerned about is hurting our current small businesses
- Please restrict food trucks to off street locations and private parites or festivals ONLY!!!! :)
- Doubt that truck operators will clean up the trash they generate with disposable plates, napkins, etc.

ORDINANCE NO. 4875

AN ORDINANCE to amend and reordain Title 9 (Licensing and Regulations) of the Code of the City of Alexandria, Virginia, to add Chapter 15 (Food Truck Vendors) as amended.

THE CITY COUNCIL OF ALEXANDRIA HEREBY ORDAINS:

Section 1. That Title 9 of the Code of the City of Alexandria, Virginia, as amended, be, and the same hereby is, amended by adding Chapter 15 titled Food Truck Vendors with the following new language:

Sec. 9-15-1 Title

This chapter shall be known and may be cited as the City of Alexandria Food Truck Ordinance.

Sec. 9-15-2 Purpose

The purpose of this chapter is to permit Food Truck Vendors on Public and Private Property within the City with regulations that balance the integration of the Food Truck Vendors with the impacts on the health, safety and general welfare of the City.

Sec. 9-15-3 Administration and Enforcement

The City Manager shall administer and enforce this chapter.

Sec. 9-15-4 Scope

This chapter shall apply to Food Trucks, as the same is defined herein, vending on off street property only. Nothing in this Chapter shall be interpreted to allow Food Truck Vendors to vend on Public Rights-of-Way within the City. Additionally, this chapter shall not apply to vendors selling non-Food products or sales of Food from Pushcarts or trailers.

Sec. 9-15-5 Definitions

- (1) *City Manager.* The City Manager for the City of Alexandria, or his designee.
- (2) *Farmer's Market.* A building, structure, or place authorized by the City for use by vendors to sell, offer for sale or solicit orders for any products or crafts sold, grown, raised or produced by them. This shall include outdoor food and crafts markets as set forth in the Zoning Ordinance.

- (3) *Food*. Any raw, cooked, or processed edible substance, beverage, ingredient, ice or water used or intended for use or for sale in whole or in part for human consumption.
- (4) *Food Truck*. A Food Truck is a mobile food establishment as defined in Section 11-2-4 of this Code, but limited to Food establishments located in a motor vehicle licensed to operate by a department of motor vehicles.
- (5) *Food Truck Vendor*. Any person who sells, offers for sale, or serves Food from a Food Truck.
- (6) *Private Property*. Real property owned by an individual or individuals who have exclusive rights over it and it is not owned by a public entity or open to the public generally.
- (7) *Private Residence*. A dwelling place owned or inhabited by an individual or individuals, other than a Multifamily Dwelling as defined by the Alexandria Zoning Ordinance Section 2-137, as the same may be amended.
- (8) *Public Property*. Property within the City of Alexandria, with the exception of Public Rights-of-Way, that is owned by either the City of Alexandria or the Alexandria City Public Schools.
- (9) *Public Rights-of-Way*. The surface and area across, in, over, along, and upon the surface of the public streets, roads, bridges, sidewalks, lanes, courts, ways, alleys which are owned, under the jurisdiction or control of the City.
- (10) *Pushcarts*. Any wheeled vehicle or device other than a motor vehicle or trailer that may be moved with or without the assistance of a motor and that does not require registration by the department of motor vehicles, used for the displaying, storing, providing or transporting of Food, articles, or services, offered for sale or served by a vendor.

Sec. 9-15-6 Authorization

Notwithstanding any provision of the City Code or Zoning Ordinance to the contrary, Food Trucks shall be permitted within the City limits subject to the rules and regulations contained in this chapter. Food Truck Vendors are prohibited from vending on Public Rights-of-Way within the City.

Sec. 9-15-7 Permits and Licenses Required

The following permits and licenses shall be required for all Food Trucks:

- A. Food Truck Permit as required pursuant to this Title 9, Chapter 15 of this Code.
- B. Business License as required pursuant to Title 9, Chapter 1 of this Code.

- C. Health Permit as required by Title 11, Chapter 2 of this Code.
- D. Fire Prevention Permit, if required, pursuant to Title 4, Chapter 2, Article B of this Code.

Sec. 9-15-8 Food Truck Vendor Permit required; fee for same.

- A. All Food Truck Vendors shall obtain an annual Food Truck Vendor Permit from the City Manager, with the exception of those Food Truck Vendors who vend only at a Special Event pursuant to Section 9-15-14 below.
- B. Prior to issuing the permit, the City Manager shall determine that:
 - i. the Food Truck Vendor and Food Truck are in compliance with this chapter and with the administrative regulations promulgated by the City Manager pursuant to Section 9-15-10 herein;
 - ii. the Food Truck Vendor has paid all applicable fees; and
 - iii. the Food Truck Vendor has received all applicable permits as required herein.
- C. After reviewing the application and finding that the health, safety and general welfare of the public so demands, the City Manager may refuse to issue a permit for reasons including, but not limited to, the following:
 - i. The applicant for the permit has received three (3) or more notices of violation of this chapter pursuant to Section 9-15-17 below, including any violations of other sections of this Code that are issued for violations relating to the operation of a Food Truck, in the twelve (12) months prior to the date of the application;
 - ii. The applicant's permit has been suspended or revoked within the twelve (12) months prior to the date of the application;
 - iii. Fraud, misrepresentations, or intentional false statements of material or relevant facts are contained in the application; or
 - iv. The applicant lacks the necessary permits or licenses to conduct the business proposed to be conducted.
- D. The City Manager shall establish an annual Food Truck Vendor Permit fee which shall be updated annually.

Sec. 9-15-9 Display of Licenses and Permits

All Food Trucks shall display all required licenses, tags, and permits.

Sec. 9-15-10 Administrative Regulations

The City Manager is authorized to make such reasonable rules and regulations as may be necessary to administer the provisions of this chapter.

Sec. 9-15-11 Compliance with other Codes and Regulations

All Food Trucks and Food Truck Vendors shall comply with all applicable provisions of this Code, the Code of the State of Virginia and the Federal Code.

Sec. 9-15-12 Operational Requirements for All Food Trucks

The following rules shall apply to all Food Trucks:

A. Hours.

- i. Vending may take place between the hours of 7 a.m. and 8 p.m.
- ii. A Food Truck may not vend for longer than four (4) hours of continuous vending.

B. Parking Locational Requirements.

- i. Food Truck Vendors shall not have any exclusive right to any location on Public Property;
- ii. Food Trucks parked in a marked parking space must fit within the width and the length of the marked parking space;
- iii. Occupation of any parking space shall not interfere with the lighting, trees, overhead wires, and/or utilities;
- iv. The Food Truck Vendor shall not block any other vehicle's or pedestrian's ingress or egress, cause traffic congestion, or be parked in any drive aisles or fire lanes;

C. Vending Locational Requirements.

- i. Vending shall only take place from the inside of the Food Truck;

- ii. Vending shall not take place to any person while such person is standing in the street unless said street has been closed to the public pursuant to a Special Event or street closure permit issued by the City;
- iii. Vending shall not take place to any driver or passenger in a motor vehicle while the motor vehicle is stopped at a red light or while in a moving traffic lane; and
- iv. Food Truck shall not be left unattended while vending.

D. *Signs.* No sign shall be displayed except for a sign displaying a menu or signs that are imprinted on the exterior body of a licensed Food Truck. All signs shall also comply with the applicable provisions of Article IX of the Zoning Ordinance. The applicable regulations shall include, but not be limited to, that the Food Truck shall not:

- i. advertise other businesses on the Food Truck;
- ii. use A-frame signs or remote signs;
- iii. attach balloons or windblown signs to the Food Truck; or
- iv. use animated or electronic signs.

E. *Noise.*

- i. No music or other amplified announcements that are audible outside of the Food Truck shall be allowed; and
- ii. Food Truck Vendors shall comply with the Noise Code as set forth in Section 11-5-1 et. seq. of this Code including utilizing generators that meet the requirements of the Noise Code.

F. *Storage.* No merchandise, Food, equipment, or other item related to the operation of a Food Truck, other than a trash receptacle required by Section H below, shall be stored or kept adjacent to the Food Truck.

G. *Liquid Waste.* No liquid wastes used in the operation of the Food Truck or Food vending shall be allowed to be discharged from the Food Truck except into an approved sewerage system as permitted by law.

H. *Trash.* Portable receptacles for the disposal of waste materials or other litter shall be provided by the Food Truck Vendor for the use of customers and all Food Truck Vendors shall direct customers to place all waste and litter in the receptacles. All waste shall be removed and disposed of by the Food Truck Vendor. Public trash receptacles shall not be used for compliance with this section.

Sec. 9-15-13 Vending Locations

Vending may take place at the following locations:

- A. On Private Property, if the Food Truck Vendor is legally parked on the property and has received written permission from the property owner and displays such written permission upon request;
- B. At any Farmer's Market held on Public or Private Property, if the Food Truck Vendor is legally parked at the Farmer's Market and has received written permission from the Farmer's Market manager and displays such written permission upon request;
- C. On Public Property, including, but not limited to, parks subject to policy recommendations of the Parks and Recreation Commission, parking lots, and community buildings, where such Public Property has sufficient space for the parking of vehicles and with the permission of the City Manager;
- D. On Public Property owned by the Alexandria City Public Schools or the City of Alexandria School Board, where such public property has sufficient space for the parking of vehicles and with the permission of the Superintendent of the Schools or his designee;
- E. Within the boundaries of any area designated for a Special Event pursuant to section 9-15-14 below; and
- F. At a Private Residence at the direction of a resident for a private event that is not vending to the public and for which the Food Truck has the applicable licensing and follows the applicable regulations for a caterer.

Sec. 9-15-14 Special Events

The City Manager may permit Food Truck Vendors to vend at a Special Event approved through the City of Alexandria Special Events Policy and Procedures, approved by the City Council on January 23, 2010, as the same may be amended, provided that Food Truck Vendors:

- A. who vend only at the Special Event and do not vend at other times on public right of way, Public Property or Private Property within the City, shall:
 - i. not be required to pay the Food Truck Vendor Permit fee required by Section 9-15-8 herein but shall be required to pay any fees associated with any applicable temporary permits; and

- ii. obtain a temporary Food Truck Vendor Permit and any other temporary permits required by the Special Events Permit, including but not limited to a Permit to Operate a Temporary Food Establishment from the Health Department;
- B. shall vend only within the area designated for the Special Event;
- C. shall not vend within two (2) blocks of a Special Event during a Special Event, notwithstanding certain Food Truck Vendors' ability to vend in certain locations in the City; and
- D. shall comply with all regulations set forth in this chapter unless such regulation is amended by the Special Event Permit or Permit to Operate a Temporary Food Establishment.

Sec.9-15-15. Reserved

Sec. 9-15-16 Suspension or Revocation of Food Truck Vendor Permit.

- A. The City Manager may, after providing the opportunity for a hearing as provided herein, suspend or revoke a Food Truck Vendor permit issued under the provisions of this article if the City Manager finds that such person has violated any provision of this article on three (3) or more occasions within a twelve (12) month period.
- B. Prior to ordering the suspension or revocation of a Food Truck Vendor permit, the City Manager shall notify, in writing, the applicant or the permit holder, stating the reasons for the suspension or revocation. This notice shall be mailed, postage prepaid, to the applicant or to the permit holder at the business address appearing on the permit application, or if there is none, to the residential address appearing thereon. The notice shall state that the permit will be suspended or revoked unless a written request for hearing is filed with the City Manager, by the applicant or the permit holder within ten (10) business days of the date the notice is mailed. If no request for a hearing is filed within this ten (10) business day period, the application or the permit shall be suspended or revoked by order of the City Manager, and the suspension or revocation shall be final.
- C. If the applicant or the permit holder files a request for a hearing in accordance with this provision, the City Manager, shall give written notice of the hearing to the applicant or the permit holder at a time and place designated by the City Manager. At the hearing the applicant or the permit holder may be represented by counsel, may cross-examine witnesses, and may present evidence in his or her favor.
- D. The City Manager shall issue his determination in writing, to grant or deny the appeal within ten (10) business days of the conclusion of the hearing.

Sec. 9-15-17 Enforcement and Penalties

- A. If the City Manager determines that a violation of this chapter has occurred, he may cause a notice of violation to be served on any or all persons committing or permitting such violation.
- B. Any person who commits, permits, assists in, or attempts, whether by act or omission, a violation of any provision of this chapter shall be liable for a class four civil violation and the violation will be enforced pursuant to Section 1-1-11 of the City Code. The penalty for each individual violation shall be \$100 for the first violation, \$250 for the second violation of the same regulation or requirement arising from the same set of operative facts, and \$500 for each additional violation of the same regulation or requirement arising from the same set of operative facts.
- C. Enforcement of penalties of this chapter of the City Code shall not preclude enforcement of violations of other sections of the City Code or Zoning Ordinance that may be applicable.

Sec. 9-15-18 Expiration

This Chapter shall expire and be null and void on October 31, 2015.

Section 2. That Title 9 as amended pursuant to Section 1 of this ordinance, be, and the same hereby is, reordained as part of the City of Alexandria City Code.

Section 3. That this ordinance shall become effective July 1, 2014. Food Trucks that have valid Health Department and Business License permits to vend at construction sites and Special Events shall not be subject to this ordinance but are limited to vending at construction sites and Special Events, unless it obtains a new permit for vending pursuant to this chapter.

WILLIAM D. EUILLE
Mayor

Final Passage: May 17, 2014



Legislation Details (With Text)

File #:	14-3288	Name:	Change the Composition of the Braddock Metro Neighborhood Plan Implementation Advisory Group
Type:	Resolution	Status:	Agenda Ready
File created:	10/14/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Consideration of a Resolution to Change the Composition of the Braddock Metro Neighborhood Plan Implementation Advisory Group. [ROLL-CALL VOTE]		
Sponsors:			
Indexes:			
Code sections:			
Attachments:	14-3288 Proposed Resolution Changing the Composition of the BIAG 14-3288 BMCC August 28, 2014 Letter to City Council 14-3288 BMCC Revised Boundary Map 14-3288 Braddock IAG Reconfiguration Options		

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014

TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL

FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Consideration of a Resolution to Change the Composition of the Braddock Metro Neighborhood Plan Implementation Advisory Group. [ROLL-CALL VOTE]

ISSUE: Consideration of a resolution to change the composition of the Braddock Metro Neighborhood Plan Implementation Advisory Group (BIAG).

RECOMMENDATION: That City Council approve the resolution (Attachment 1) changing the composition of the Braddock Metro Neighborhood Plan Implementation Advisory Group by adding two (2) slots for the

Braddock Metro Citizens' Coalition.

BACKGROUND: City Council unanimously adopted the Braddock Metro Neighborhood Plan on March 15, 2008 and the Braddock East Master Plan on October 18, 2008 ("the Plans"). City Council established the 20-member Braddock Metro Neighborhood Implementation Advisory Group (BIAG) on February 2, 2009 in order to gain the advice of community members representing a variety of interests in implementation of the Plans.

On August 28, 2014, the Braddock Metro Citizens' Coalition (BMCC), which represents residents in the northern portion of the Plans area, sent a letter (Attachments 2 and 3) to the Mayor and City Council seeking to reconfigure the composition of the BIAG to replace the six existing at-large slots with: two (2) slots for the Braddock Metro Citizens' Coalition, one (1) for the Henry, one (1) for Old Town Commons, one (1) for Braddock Place Townhouses and Condos, and one (1) for the redeveloped Andrew Adkins and Samuel Madden. The City Manager directed Department of Planning and Zoning staff to study this proposal and report back to City Council with a recommendation for consideration.

DISCUSSION: As currently configured, the 20-member BIAG includes the following positions:

- At large (6) (1 slot currently vacant)
- West Old Town Civic Association (3)
- Northeast Citizens Association (1)
- Braddock Lofts Homeowners Association (2)
- Alexandria Redevelopment and Housing Authority (1)
- Retail Representative (1) (slot currently vacant)
- Local/Small Business Representative (1)
- Area Developer (2)
- Public Housing Resident Representative (1)
- Non-Profit/Church Representative (1)
- Architect/Historic Preservation/Design Expert (1)

Staff met with members of the BMCC to discuss their proposal, then worked with the co-facilitators of the BIAG, Heidi Ford and Michelle Saylor, to prepare to bring the topic to the BIAG for discussion. These conversations resulted in several additional options to reconfigure the BIAG.

Six options were brought before the BIAG members for their comments at their business meeting on October 6, 2014, and a seventh option, Option 6B, was added during the meeting. Staff also sought input from those BIAG members not in attendance at the meeting.

The great majority of BIAG members were in favor of adding representation by the Braddock Metro Citizens' Coalition to the BIAG.

A component of BMCC's suggestion was to convert existing at-large slots to slots for specific residential developments such as the Henry, but the sense of the BIAG was that these slots should continue to be at-large, in part because the current approach is working well. The BMCC agreed to withdraw this portion of its request.

The options that received the most favorable response from the BIAG were two (Attachment 4):

1. An option that adds two BMCC slots to the current 20, for a total of 22 (referred to as “Option 2” at the meeting).
2. An option that converts two slots to BMCC slots so that the total number of members remains at 20. The slots to be converted: one of the at-large slots and one of the Braddock Lofts slots (referred to as “Option 6B” at the meeting).

On the BIAG, there was somewhat greater support for Option 6B, in part because it would keep the number of members at 20. It was noted that the at-large slot is currently vacant, and the Braddock Lofts slot could be filled by a BMCC member, so that no existing member would be removed from the group.

There was also considerable support for Option 2, which would add two new slots for the BMCC, thus bringing the BIAG to 22 members.

Staff supports either option, but recommends Option 2. Although the group is already at 20 members, and it is a large group, each of the voices at the table has been an important one, and the work of the BIAG has been very helpful and productive. The BMCC adds a new and important voice to the discussion, but staff is reluctant to recommend that it come at the cost of representation of other voices.

Staff is reviewing this and other similar advisory groups to determine whether the groups remain temporary or should be established as standing committees. Staff will come back to City Council with a recommendation on this aspect in the near future.

FISCAL IMPACT: Adding two new slots to the BIAG for the Braddock Metro Citizens’ Coalition will not have a fiscal impact beyond typical administrative project management activities provided by assigned staff.

ATTACHMENTS:

Attachment 1: Proposed Resolution Changing the Composition of the BIAG

Attachment 2: Braddock Metro Citizens' Coalition August 28, 2014 Letter to City Council

Attachment 3: Braddock Metro Citizens' Coalition Revised Boundary Map

Attachment 4: Braddock IAG Reconfiguration Options

STAFF:

Mark Jinks, Deputy City Manager

Karl Moritz, Acting Director, Department of Planning and Zoning (P&Z)

Susan Eddy, Deputy Director, P&Z

Brandi Collins, Urban Planner, P&Z

RESOLUTION NO.

WHEREAS, the City Council unanimously adopted the Braddock Metro Neighborhood Plan on March 15, 2008 and the Braddock East Master Plan on October 18, 2008 (the Plans).

WHEREAS, the City Council established the Braddock Metro Neighborhood Implementation Advisory Group (IAG) on February 2, 2009 in order to gain the advice of community members representing a variety of interest in implementation of the Plans.

WHEREAS, the interests in the community have increased since the formation of the Implementation Advisory Group and the City Council wishes to include those interests

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF
ALEXANDRIA, VIRGINIA THAT:

1. The Braddock Metro Neighborhood Implementation Advisory Group shall consist of twenty-two (22) members representing a diversity of neighborhood interests. The City Manager will appoint to the IAG members who are residents, property owners or business owners within the boundary of the Braddock Metro Neighborhood Plan. The IAG shall be modified to have the following representation:
 - Residents of the Braddock Metro Neighborhood Plan Area who have experience or interest in areas of importance to the Plans, such as historic preservation, schools, transportation, parks, housing, urban design or community activism (6)
 - West Old Town Civic Association (3)
 - Braddock Metro Citizens' Coalition (2)
 - Northeast Citizens Association (1)
 - Braddock Lofts Homeowners Association (2)
 - Alexandria Redevelopment and Housing Authority (1)
 - Retail Representative (1)
 - Local/Small Business Representative (1)
 - Area Developer (2)
 - Public Housing Resident Representative (1)
 - Non-Profit/Church Representative (1)
 - Architect/Historic Preservation/Design Expert (1)
2. The functions of the IAG and the administrative and technical support of the IAG will remain as adopted by the City Council on February 2, 2009.

Adopted: November 11, 2014

William D. Euille, Mayor

ATTEST:

Jackie M. Henderson, City Clerk



Braddock Metro Citizens' Coalition

Working for a Greater Northwest Old Town | www.braddockmetro.org

1122 Madison Street, Alexandria, VA 22314 | bmcc@braddockmetro.org

August 28, 2014

Mayor William Euille
 Vice Mayor Allison Silberberg
 Councilman John Taylor Chapman
 Councilman Timothy B. Lovain
 Councilwoman Redella S. Pepper
 Councilman Paul C. Smedberg
 Councilman Justin M. Wilson

Re: The Braddock Implementation Area Group Composition

Dear Mayor and Council Members:

The Braddock Metro Citizens' Coalition would like to take this opportunity to briefly introduce our new civic association and make a request of City Council.

The Braddock Metro Citizens' Coalition (BMCC) was formed following the recent SUPs for the new Bastille and Lost Dog Cafe to be located in our neighborhood. It was obvious to us that there was an area in this part of the City, highly correlated with the boundary of the Braddock Small Area Plan (SAP), which was not covered by any existing civic association. This "doughnut hole" is the area where dense development has occurred over the last ten years and where much more is coming very shortly.

With the advent of the RFPs for the ARHA properties and the WMATA land at the Braddock Metro we thought it was time for those of us living in this area not currently represented to form a civic association which would serve to support the Braddock SAP and its vision for a dense, walkable, transit-oriented community in this part of the City. We, as neighbors, have shared a great interest in the developments within our boundary. Membership and active participation in this new civic association is growing. In addition to providing a focused voice for the residents of this area for all imminent planning and development, we are a conduit for engagement and service to the existing community around us. A map of the area covered by our civic association is attached. We seek to engage not just those who own homes or condominiums in this area but also those who rent, have businesses that are located here, and anyone else who is a part of the fabric of this diverse neighborhood, whether new to the area or a long-time resident.

In light of the formation of the BMCC, we would like to ask that a reassessment of the Braddock Metro Neighborhood Implementation Area Group (IAG) be considered at this time. The original formation of the IAG was meant to help formulate the Braddock Area SAP and begin to guide its implementation. That has proved to be in large measure successful. Despite the intervening economic downturn, a number of the city blocks envisioned for redevelopment in the SAP have in fact moved forward and are either finished and occupied, or under construction. Special Use Permits have been submitted and/or approved for three very desirable retail operations - something we have hoped would occur. Change is coming rapidly to this neighborhood and there are hundreds of new residents that have moved here in the last two years. Our civic association has a good representation from these folks that are newcomers to this neighborhood.

It is with this in mind that we would like to ask that you take steps to reconfigure the membership of the IAG with an eye to the new composition of the neighborhood, as well as the imminent changes.

Early in 2009 when City Council took action to form the IAG, its purpose was to represent the diverse range of viewpoints that existed at that time in the neighborhood. The IAG was charged with giving advice and feedback to the Planning Department on the Small Area Plan for this part of the City. The composition of the IAG was to be as follows:

- Neighborhood-at-large residents of the Braddock Road Metro Station Small Area Plan Area, who have experience or interest in areas of importance to the plan, such as historic preservation, schools, transportation, parks, housing, urban design or community activism (6)
- Braddock Lofts Homeowners Association (2)
- West Old Town Civic Association (3)
- Northeast Citizens Association (1)
- Retail Representative (1)
- Local/Small Business Representative (1)
- Area Developer (2)
- Public Housing Liaison, including Alexandria Redevelopment & Housing Authority representative (2)
- Non-Profit/Church Representative (1)
- Architect /Historic Preservation/ Design Expert (1)

We believe that the time has arrived to reassign the six at-large seats as they become vacant in order to provide representation for our new civic association, the BMCC, as well as the developments and residents that are now in place, but have no specific representation on the IAG. New citizens should also have a voice on the IAG as implementation of the Braddock Plan moves forward.

While two of the other civic associations in this part of the City currently have representation on the IAG, the new BMCC does not, even though the BMCC area takes in virtually the entire Braddock Small Area Plan boundary. The BMCC strives to include and represent by its membership not only those residents that own properties within our boundary, but also those folks who are renters. There are many renters in this rapidly-developing part of the neighborhood and there always will be. While some will be more transient, many will stay here for a very long time. All of them are integral to the fabric of this community. The BMCC will work to be their voice in the implementation of the SAP as it moves forward.

We would suggest that the six current at-large seats be reassigned as follows:

- Braddock Metro Citizens' Coalition – 2
 - The Henry – 1
 - Old Town Commons – 1
 - Braddock Place Townhouses and Condos – 1
 - The re-developed Andrew Adkins and Samuel Madden – 1
- (This last seat would remain at-large until these ARHA properties are redeveloped)*

Two of the current at-large conversions could take place immediately, with the one currently occupied by an owner at The Henry becoming The Henry's seat. Additionally, there is currently one recently-vacated at-large seat which could become the first seat for the BMCC. We would suggest that the remaining four at-large seats would have a reasonable one-time term limit set to facilitate rollover to the newly-assigned specific seats in the next several years.

If you are inclined to consider this proposal, we would be happy to discuss it in more detail and perhaps offer some additional thoughts on a new configuration. We felt that this particular grouping of seats created the least disruption to the IAG, but also addressed the changes in the neighborhood that have occurred, as well as the changes we now know are coming in the next several years.

If we may be of further help, we would be pleased to assist in any way we can. We hope that you will be able to act favorably on this request in the near future.

With kind regard,



Judy R. Guse-Noritake, President

Braddock Metro Citizens' Coalition Board

Jesse O'Connell, Vice President

Anh Tran, Secretary

Salena Zellers, Treasurer

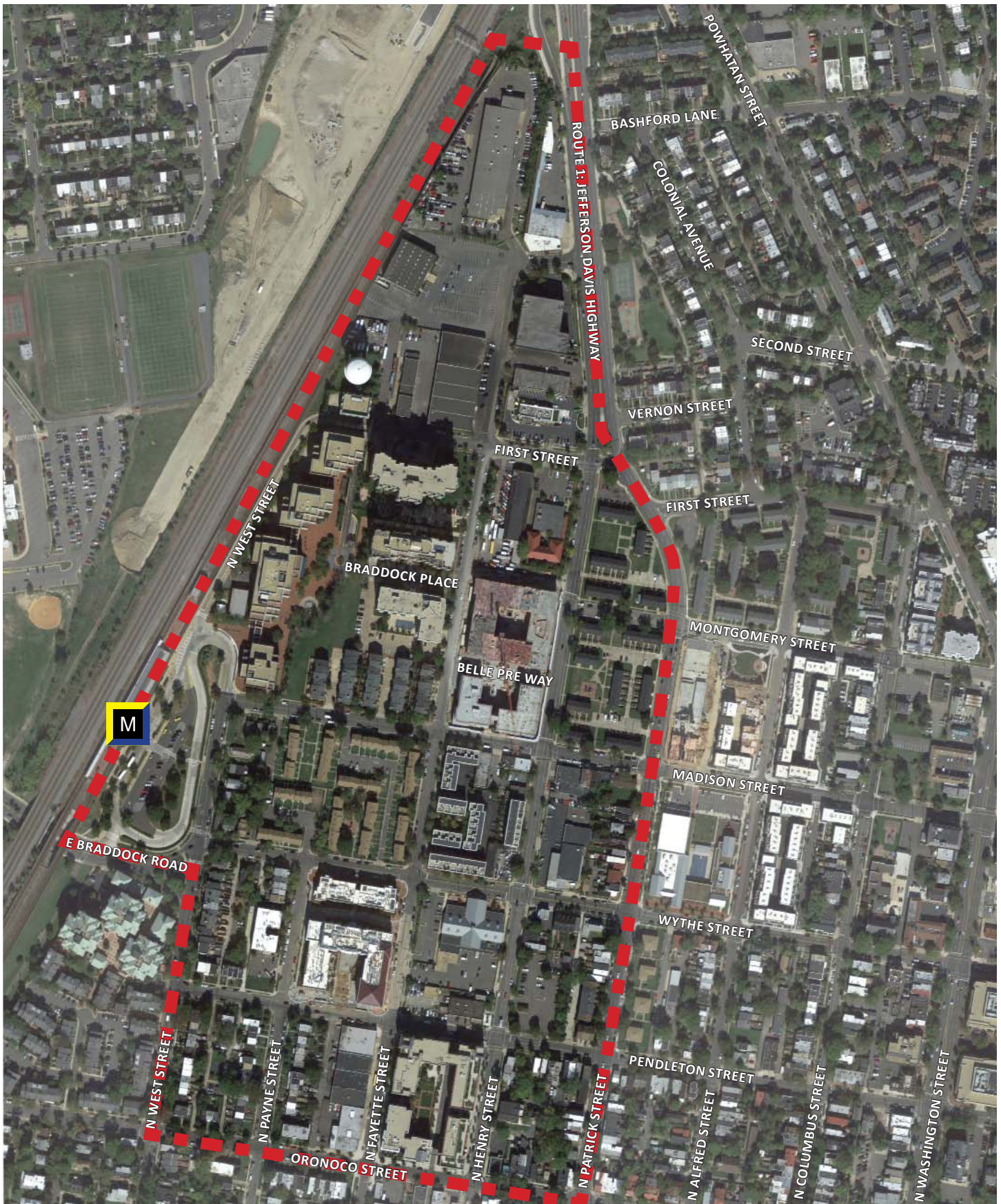
Abbey Oklak, Communications Officer

Cc: Membership of the Braddock Metro Citizens' Coalition
Rashad Young, City Manager
Karl Moritz, Acting Director, Planning & Zoning

Attachments:

Braddock Metro Citizens' Coalition Boundary Map
2009 City Council Docket setting up the IAG
2012 IAG Membership Replacement Process

BMCC BOUNDARY MAP



BRADDOCK IAG RECONFIGURATION OPTIONS

10.06.2014

Option 1 - NO CHANGES Stakeholder Group (20)	Option 2 Stakeholder Group (22)	Option 6b Stakeholder Group (20)
	<i>Braddock Metro Citizens' Coalition (2)</i>	
	<i>Braddock Metro Citizens' Coalition (2)</i>	
Neighborhood-at-large (6)	Neighborhood-at-large (6)	Neighborhood-at-large (5)
Neighborhood-at-large (6)	Neighborhood-at-large (6)	Neighborhood-at-large (5)
Neighborhood-at-large (6)	Neighborhood-at-large (6)	Neighborhood-at-large (5)
Neighborhood-at-large (6)	Neighborhood-at-large (6)	Neighborhood-at-large (5)
Neighborhood-at-large (6)	Neighborhood-at-large (6)	Neighborhood-at-large (5)
Neighborhood-at-large (6)	Neighborhood-at-large (6)	<i>Braddock Metro Citizens' Coalition (2)</i>
		<i>Braddock Metro Citizens' Coalition (2)</i>
Braddock Lofts (2)	Braddock Lofts (2)	Braddock Lofts (1)
Braddock Lofts (2)	Braddock Lofts (2)	Braddock Lofts (1)
West Old Town Civic (3)	West Old Town Civic (3)	West Old Town Civic (3)
West Old Town Civic (3)	West Old Town Civic (3)	West Old Town Civic (3)
West Old Town Civic (3)	West Old Town Civic (3)	West Old Town Civic (3)
NE Citizen's Association (1)	NE Citizen's Association (1)	NE Citizen's Association (1)
ARHA (1)	ARHA (1)	ARHA (1)
Retail (1)	Retail (1)	Retail (1)
Local/Small Business (1)	Local/Small Business (1)	Local/Small Business (1)
Area Developer (2)	Area Developer (2)	Area Developer (2)
Area Developer (2)	Area Developer (2)	Area Developer (2)
Public Housing Rep (1)	Public Housing Rep (1)	Public Housing Rep (1)
Non-Profit (1)	Non-Profit (1)	Non-Profit (1)
Architect/Historic Preservation/Design Expert (1)	Architect/Historic Preservation/Design Expert (1)	Architect/Historic Preservation/Design Expert (1)



Legislation Details (With Text)

File #: 14-3099 **Name:**
Type: Resolution **Status:** Agenda Ready
File created: 8/27/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Consideration of Adoption of a Resolution for a Competitive Grant Application to the Virginia Department of Transportation for Fiscal Year 2016 Revenue Sharing Program Funding. [ROLL-CALL VOTE]
Sponsors:
Indexes:
Code sections:
Attachments: [14-3099 VDOT FY16 Resolution](#)
[14-3099 Paving Schedule Attachment 2](#)
[14-3099 FY 2016 Revenue Sharing Program PowerPoint](#)

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Consideration of Adoption of a Resolution for a Competitive Grant Application to the Virginia Department of Transportation for Fiscal Year 2016 Revenue Sharing Program Funding. [ROLL-CALL VOTE]

ISSUE: City Council consideration of a competitive grant application to the Virginia Department of Transportation (VDOT) in the amount of \$2,425,000 for the Citywide street and alley reconstruction and resurfacing of major roads. If City Council approves the request, a formal Council Resolution must be fully executed and submitted to VDOT by November 25, 2014.

RECOMMENDATION: That City Council:

- (1) Adopt the attached resolution (Attachment 1) to apply for a FY 2016 Revenue Sharing Program funding allocation from the Virginia Department of Transportation for the Citywide street and alley

reconstruction and resurfacing of major roads; and

- (2) Authorize the City Manager to submit this resolution and enter into any agreements with the State that may be required to receive these funds should the requested allocation be approved.

BACKGROUND: The Commonwealth of Virginia's Revenue Sharing Program provides additional funding for use by a county, city, or town to construct, reconstruct, improve, or maintain the highway systems within such county, city, or town, and for eligible rural additions in certain counties of the Commonwealth. Locality funds are matched, dollar for dollar, with State funds, with certain limitations on the amount of State funds authorized per locality. When it has had eligible projects and match funding, the City has availed itself of this Revenue Sharing Program.

Applications for Revenue Sharing funds must be made by resolution of the governing body of the applicant jurisdiction, and funding is allocated by resolution of the Commonwealth Transportation Board. The Revenue Sharing Program is intended to provide funding for immediately needed improvements or to supplement funding for existing projects.

In 2012, the General Assembly approved several changes to the Revenue Sharing Program, the most significant of which included re-establishing maintenance projects as eligible for Revenue Sharing funding. Beginning in 2014, the Revenue Sharing Program considered applications for maintenance projects consistent with VDOT's operating policies. This includes maintenance work including mill-and-overlay, guardrail replacement, sidewalk repairs, and curb & gutter repairs.

DISCUSSION: Consistent with the submission in FY 2015, staff proposes to submit the entire paving program for Revenue Sharing funding. Funding for this project would be available to the City in the spring of 2016 in order to support the completion of the proposed FY 2017 paving schedule.

The proposed FY 2017 paving schedule, which was developed using the City's pavement management system, can be found in Attachment 2. The schedule reflects streets identified in a 2013 Citywide assessment, which created a Pavement Condition Index (or PCI) for every block evaluated. The use of matching funds from the Revenue Sharing Program allows the City to increase the percentage of streets resurfaced, with a target of 10% (or 56 lane miles) annually.

FISCAL IMPACT: VDOT requires that local matching funds are included in the City's Capital Improvement Program (CIP) at the time of the Revenue Sharing Program application submission. The application reflects a request for transportation projects for \$2,425,000 in State revenues to match the City's proposed share of \$2,425,000.

The existing Adopted FY 2015-2024 City Capital Improvement Program includes a planned amount of \$5,200,000 in FY 2017 for street resurfacing, of which \$4,200,000 is programmed to come from City sources. This \$4,200,000 (not all of which meets VDOT's eligibility criteria) will provide the source for the \$2,425,000 match to the Revenue Sharing Program. If the Revenue Sharing application is approved at the full requested amount, the planned City funds in FY 2017 would be utilized for the required 1:1 match. If City funding in FY 2017 is less than the approved Revenue Sharing amount, the City may not receive full reimbursement of the VDOT approved Revenue Sharing award. To receive the full amount awarded, the City would need to identify additional resources to match the Revenue Sharing award. Only non-VDOT funds can be used as the match from Revenue Sharing funds. It is also important to note that the VDOT Revenue Sharing funding is subject to availability and approval.

Should the FY 2016 VDOT Revenue Sharing amount (or the City match from the FY 2017 CIP) be reduced from the requested \$2,425,000, the scope of the Citywide street and alley reconstruction and resurfacing of major roads will be adjusted accordingly.

ATTACHMENTS:

Attachment 1: VDOT FY 2016 Revenue Sharing Program Resolution

Attachment 2: Proposed FY 2017 Paving Schedule

Attachment 3: FY 2016 Revenue Sharing Program PowerPoint

STAFF:

Mark Jinks, Deputy City Manager

Yon Lambert, AICP, Acting Director, Department of Transportation & Environmental Services (T&ES)

Nelsie L. Birch, Director, Office of Management and Budget (OMB)

Christopher Bever, Assistant Director, OMB

Jeffrey DuVal, Acting Deputy Director, T&ES

Antonio Baxter, Division Chief, T&ES

Maurice Daly, Division Chief, T&ES

RESOLUTION NO. _____

WHEREAS, the City Council of the City of Alexandria desires to submit an application for an allocation of funds of \$2,425,000 through the Virginia Department of Transportation Fiscal Year 2016 Revenue Sharing Program; and

WHEREAS, \$2,425,000 of these funds are requested to fund the reconstruction and rehabilitation of streets Citywide.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL
OF ALEXANDRIA, VIRGINIA**

That the City Council of Alexandria, Virginia:

1. Endorses this application for an allocation of \$2,425,000 through the Virginia Department of Transportation Revenue Sharing Program.
2. Gants authority for the City Manager to execute project administration agreements for any approved revenue sharing projects.

Adopted: _____

WILLIAM D. EUILLE MAYOR

ATTEST:

Jacqueline M. Henderson, MMC City Clerk

ATTACHMENT 2

FY 2016 VDOT Revenue Sharing- Maintenance Projects in City of Alexandria Proposed FY 2017 Paving Schedule

Section	Avg PCI	Estimated Cost
E./ W. Myrtle St. Entire Length	35.00	\$100,000.00
Fordham Rd. Entire Length	21.50	\$60,000.00
Raymond Ave. Entire Length	42.50	\$80,000.00
E Windsor Ave from Russell Rd to Jefferson Davis Hwy	34.63	\$140,000.00
Russell Rd. from Mt. Vernon Ave. to Masonic View Ave.	42.25	\$900,000.00
Cameron St. from Union St. to Buchanan St.	44.50	\$200,000.00
Mt. Vernon Ave. from Braddock Rd. to Hume Ave.	42.00	\$420,000.00
Randolph Ave. Entire Length	25.50	\$140,000.00
N. Pickett from Polk Ave. to Dead End	44.20	\$80,000.00
N./ S. Henry St. from Slater's Ln. to Franklin St.	48.00	\$500,000.00
Pendleton St. Entire Length	42.50	\$200,000.00
N. Owen St. Entire Length	47.50	\$60,000.00
St. Stephens Rd Entire Length	28.80	\$140,000.00
Colonel Ellis Ave. Entire Length	31.20	\$50,000.00
Chambliss St. Length in City	38.50	\$80,000.00
Francis Hammond/ Skyhill Rd.	32.50	\$100,000.00
W. Timber Branch Pkwy. From Braddock Rd. to Dead End	44.25	\$100,000.00
Taney Ave. from N. Early St. to N. Gordon St.	32.50	\$80,000.00
Leslie Ave. from Randolph Ave. to Duncan Ave.	25.50	\$140,000.00
E. Glebe Rd. from Jefferson Davis Hwy to Russell Rd	46.50	\$200,000.00
Kenwood Dr. from King St. to Crestwood Dr.	35.00	\$125,000.00
Ft. Williams Pkwy Entire Length	40.00	\$400,000.00
Crestwood Dr. Entire Length	33.00	\$100,000.00
Oakcrest Dr. Entire Length	36.00	\$100,000.00
Tennessee Ave. from Old Dominion Blvd. to Valley Dr.	30.00	\$100,000.00
Halcyon Dr. from Tennessee Ave. to N. Overlook Dr.	24.00	\$75,000.00
Circle Hill Dr. Entire Length	27.00	\$75,000.00
Fontaine St. from Woodland Terr. to Ridge Road Dr.	27.00	\$80,000.00
TOTAL	37.47	\$4,850,000.00

Revenue Sharing Program Funding from VDOT for Resurfacing of Major Roads

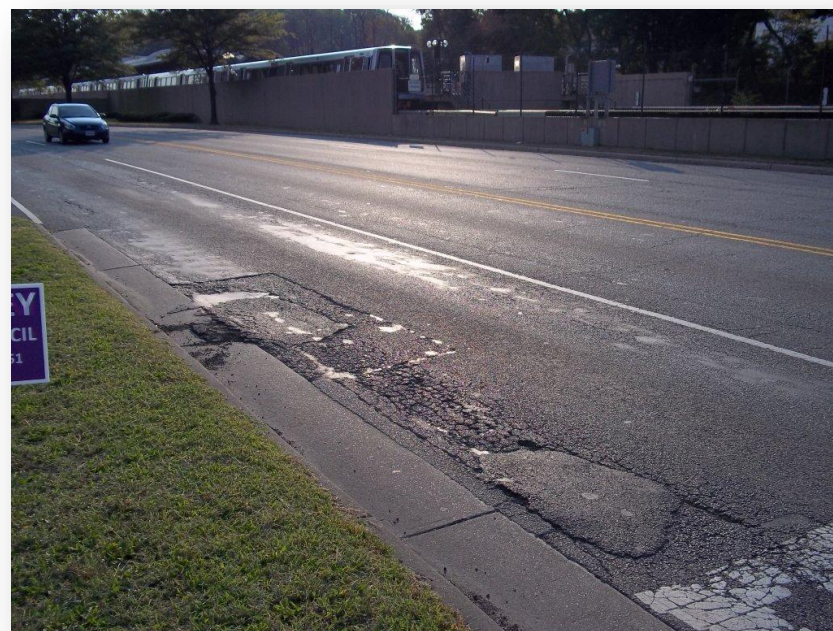
November 11, 2014





Background

- The VDOT “Revenue Sharing Program” provides additional funding for use by a county, city, or town to construct or improve the highway systems within such county, city, or town, with statutory limitations on the amount of state funds authorized per locality
- Proposed resolution would authorize the City to apply for a FY16 Revenue Sharing Program allocation of \$2.425 million
- Program requires a minimum 1:1 match



Discussion



- Consistent with last year staff is submitting the entire paving schedule (Proposed FY 2017) for revenue sharing
- Improvements will include sidewalk, curb/gutter and Complete Streets improvements
- A Pavement Condition Inventory was completed in 2013 and data was used to implement a pavement management system and develop a 3 year paving schedule proposed for funding consideration

FY 2015 Paving Schedule and Status



Section		Avg PCI	Status
FY15 Paving Schedule	E. Howell from Mt Vernon to Jefferson Davis Hwy	25.50	Complete
	Duncan Ave from Mt Vernon Ave to Bellefonte	27.75	Complete
	N Gordon St from Duke St to the dead end	29.00	Complete
	W Bellefonte Ave from Russell Rd to Jefferson Davis Hwy	31.20	Complete
	Eisenhower Ave from S. Van Dorn to Clermont Ave	31.33	Complete
	Princess St from N Columbus St to Cameron St via Buchanan St	34.00	Complete
	N. Pitt St. from Bashford Ln to Pendleton St.	31.00	Complete
	Beauregard from Mark Center Dr to Lincolnia Rd	34.75	Complete
	Ridge Rd from Crestwood Dr to Braddock Rd	17.50	Complete
	Royal St from Gibbon St to Jones Point Dr	36.50	Complete
	S./ N. Jordan St Entire Length	31.00	Complete
	Braxton Pl. Entire Length	18.00	Complete
	Hilltop Terrace Entire Length	27.00	Complete
	Putnam Pl. Entire Length	26.50	Complete
	Westview Terrace Entire Length	40.00	Complete
	E. Taylor Run Pkwy from Duke St. to Dead End	45.20	Spring 2015
	Taney Ave from Van Dorn St to the dead end	33.13	Spring 2015
	Duke St. from N. Quaker Ln. to S. Jordan St.	40.00	Awaiting Grant
	S. Van Dorn St. from S. Pickett St. to Edsall Rd	45.00	Awaiting Grant
	N. Van Dorn St. from Seminary Rd. to Menokin Dr.	41.00	Awaiting Grant
	TOTAL	32.27	

Proposed FY 2016 Paving Schedule



Section		Avg PCI	Estimated Cost
Proposed FY16 Paving Schedule	Dawes Ave. from King St. to Seminary Rd.	28.00	\$140,000.00
	E. Oxford Ave Entire Length	37.00	\$110,000.00
	E./ W. Myrtle St. Entire Length	35.00	\$100,000.00
	Hume Ave. Entire Length	38.00	\$80,000.00
	Wilkes St. from Patrick St. to the dead end	17.00	\$100,000.00
	Wheeler Ave from Duke St to the dead end	29.80	\$500,000.00
	Janneys Lane from Cloverway to King St	33.00	\$150,000.00
	Yoakum Parkway from Edsall Rd to Stevenson Ave	36.00	\$180,000.00
	N Hampton Dr from Ford Ave to King St	23.50	\$150,000.00
	King St from Menokin Dr. to Janney's Lane	36.43	\$700,000.00
	Monroe Ave from Stonewall Rd to Leslie Ave	39.00	\$250,000.00
	Scroggins Rd. from Braddock Rd. to King St.	25.00	\$125,000.00
	Beverly Dr. from Old Dominion Blvd. to Wellington	29.00	\$125,000.00
	Seminary Rd. from Beauregard to City Limit	38.00	\$180,000.00
	Prince St. from Dangerfield Rd. to S. Columbus St.	35.00	\$208,000.00
	E. Braddock from Russell Rd. to N. West St.	38.50	\$180,000.00
	Kennedy St./ Landover Rd. Entire Length	23.50	\$200,000.00
	Pickett St. from Van Dorn St. to Valley Forge	44.60	\$300,000.00
	Eisenhower Ave. from Bluestone Rd. to Mill Rd.	40.60	\$480,000.00
	Cambridge Rd. from Duke St. to Janney's Ln	30.00	\$140,000.00
	CityWide Alley Resurfacing	< 10	\$300,000.00
	N./ S. Columbus from Green St. to Oronoco St.	37.50	\$300,000.00
	TOTAL	33.07	\$4,998,000.00

Proposed FY 2017 Paving Schedule (Current VDOT Revenue Sharing Application)



Section				Avg PCI	Estimated Cost
Proposed FY17 Paving Schedule	E./ W. Myrtle St. Entire Length			35.00	\$100,000.00
	Fordham Rd. Entire Length			21.50	\$60,000.00
	Raymond Ave. Entire Length			42.50	\$80,000.00
	E Windsor Ave from Russell Rd to Jefferson Davis Hwy			34.63	\$140,000.00
	Russell Rd. from Mt. Vernon Ave. to Masonic View Ave.			42.25	\$900,000.00
	Cameron St. from Union St. to Buchanan St.			44.50	\$200,000.00
	Mt. Vernon Ave. from Braddock Rd. to Hume Ave.			42.00	\$420,000.00
	Randolph Ave. Entire Length			25.50	\$140,000.00
	N. Pickett from Polk Ave. to Dead End			44.20	\$80,000.00
	N./ S. Henry St. from Slater's Ln. to Franklin St.			48.00	\$500,000.00
	Pendleton St. Entire Length			42.50	\$200,000.00
	N. Owen St. Entire Length			47.50	\$60,000.00
	St. Stephens Rd Entire Length			28.80	\$140,000.00
	Colonel Ellis Ave. Entire Length			31.20	\$50,000.00
	Chambliss St. Length in City			38.50	\$80,000.00
	Francis Hammond/ Skyhill Rd.			32.50	\$100,000.00
	W. Timber Branch Pkwy. From Braddock Rd. to Dead End			44.25	\$100,000.00
	Taney Ave. from N. Early St. to N. Gordon St.			32.50	\$80,000.00
	Leslie Ave. from Randolph Ave. to Duncan Ave.			25.50	\$140,000.00
	E. Glebe Rd. from Jefferson Davis Hwy to Russell Rd			46.50	\$200,000.00
	Kenwood Dr. from King St. to Crestwood Dr.			35.00	\$150,000.00
	Ft. Williams Pkwy Entire Length			40.00	\$400,000.00
	Crestwood Dr. Entire Length			33.00	\$100,000.00
	Oakcrest Dr. Entire Length			36.00	\$100,000.00
	Tennessee Ave. from Old Dominion Blvd. to Valley Dr.			30.00	\$100,000.00
	Halcyon Dr. from Tennessee Ave. to N. Overlook Dr.			24.00	\$75,000.00
	Circle Hill Dr. Entire Length			27.00	\$75,000.00
	Fontaine St. from Woodland Terr. to Ridge Road Dr.			27.00	\$80,000.00
	Citywide Alley Resurfacing (Not VDOT Reimbursable)			N/A	\$500,000.00
	PCI Inspection Service (Not VDOT Reimbursable)			N/A	\$250,000.00
	TOTAL			37.24	\$5,600,000.00



Legislation Details (With Text)

File #: 14-3343 **Name:**

Type: Ordinance **Status:** Agenda Ready

File created: 10/28/2014 **In control:** City Council Legislative Meeting

On agenda: 11/11/2014 **Final action:**

Title: Introduction and First Reading. Consideration. Passage on First and Second Reading of an Ordinance to Adopt Supplement 111 of the City Code. [ROLL-CALL VOTE]

Sponsors:

Indexes:

Code sections:

Attachments: [14-3343 supp111.pdf](#)
[14-3343 supp111c.pdf](#)

Date	Ver.	Action By	Action	Result
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Introduction and First Reading. Consideration. Passage on First and Second Reading of an Ordinance to Adopt Supplement 111 of the City Code. [ROLL-CALL VOTE]

ORDINANCE NO. ____

AN ORDINANCE adopting supplemental pages for The Code of the City of Alexandria, Virginia, 1981, as amended, and providing for the repeal of ordinances not included therein, except those saved from repeal by this ordinance, and for other purposes.

THE CITY COUNCIL OF ALEXANDRIA HEREBY ORDAINS:

Section 1. That the sections and portions thereof set forth in the supplemental and replacement pages for The Code of the City of Alexandria, Virginia, 1981, each of which pages is identified in the lower left-hand corner by the notation "Supp. No. 111," are hereby adopted as and shall constitute "The One Hundred and Eleventh Supplement to The Code of the City of Alexandria, Virginia, 1981."

Section 2. That the sections and portions thereof set forth in "The One Hundred and Eleventh Supplement to The Code of the City of Alexandria, Virginia, 1981" shall be in force and effect on and after the effective date of this ordinance, and all ordinances of a general and permanent nature which were adopted between June 24, 2014 through September 14, 2014, inclusive, and which are not included in such supplement or in The Code of the City of Alexandria, Virginia, 1981, as amended, are hereby repealed, except as otherwise provided in section 3 of this ordinance.

Section 3. That the repeal provided for in section 2 of this ordinance shall not affect any offense or act committed or done, or any penalty or forfeiture incurred, or any contract established or accruing prior to the effective date of this ordinance; nor shall it affect any prosecution, suit or proceeding pending or any judgment rendered prior to said date; nor shall it affect any ordinance adopted after September 14, 2014, which amends the Zoning Ordinance of the City of Alexandria, Virginia, 1992, as amended; nor shall it affect any ordinance saved from repeal by Ordinance No. 1250; nor shall it affect any ordinance listed in appendices A through J, both inclusive, of The Code of the City of Alexandria, Virginia, 1981, or any pages supplemental to such appendices; nor shall it affect any provision of any ordinance adopted between June 24, 2014 through September 14, 2014, inclusive, and which is inadvertently omitted from or erroneously incorporated into "The One Hundred and Eleventh Supplement to The Code of the City of Alexandria, Virginia, 1981," or any other supplement to the code; nor shall it affect any ordinance adopted after the effective date of this ordinance.

Section 4. That one complete set of pages comprising "The One Hundred and Eleventh Supplement to The Code of the City of Alexandria, Virginia, 1981," shall be stapled or otherwise permanently fastened together, shall be manually signed on the front sheet by the mayor and the city clerk, and shall be filed in the office of the city clerk and made available to any person desiring to inspect the same. In addition, one complete set of the supplemental and replacement pages of such supplement shall be properly inserted into the copy of The Code of the City of Alexandria, Virginia, 1981, which bears the manual signatures of the mayor and the city clerk, and such code, as amended and supplemented, shall be kept on file in the office of the city clerk and be made available to any person desiring to inspect the same.

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3 Section 5. This ordinance shall become effective upon the date and at the time of its
4 final passage.
5

6
7 WILLIAM D. EUILLE
8 Mayor
9

10 Introduction: 11/11/14
11 First Reading: 11/11/14
12 Publication:
13 Public Hearing:
14 Third Reading:
15 Final Passage:
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1 Introduction and first reading: 11/11/14
2 Second reading and enactment: 11/11/14
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4

5 INFORMATION ON PROPOSED ORDINANCE
6

7 Title
8

9 AN ORDINANCE adopting supplemental pages for The Code of the City of Alexandria,
10 Virginia, 1981, as amended, and providing for the repeal of ordinances not included therein,
11 except those saved from repeal by this ordinance, and for other purposes.
12

13 Summary
14

15 The proposed ordinance adopts the One Hundred and Eleventh Supplement to The Code of
16 the City of Alexandria, Virginia, 1981, as amended.
17

18 Sponsor
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20 Office of the City Attorney
21

22 Staff
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24 James L. Banks, Jr., City Attorney
25

26 Authority
27

28 § 3.14, Alexandria City Charter
29

30 Estimated Costs of Implementation
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32 None
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34 Attachments in Addition to Proposed Ordinance and its Attachments (if any)
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36 None
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Legislation Details (With Text)

File #:	14-3366	Name:	Gang Task Force
Type:	Appointment	Status:	Agenda Ready
File created:	11/3/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Alexandria Gang Prevention Community Task Force 1 Representative of the Alexandria Business Community 1 Member From and Representing Alexandria City Middle Schools		

Sponsors:

Indexes:

Code sections:

Attachments: [14-3366 Gang Task Force](#)

Date	Ver.	Action By	Action	Result
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Alexandria Gang Prevention Community Task Force
1 Representative of the Alexandria Business Community
1 Member From and Representing Alexandria City Middle Schools

Name of Council Member

CONTESTED APPOINTMENT

Endorsement

Alexandria Gang Prevention Community Task Force

(3-year term)

1 representative of the Alexandria business community

_____ Juan Zavaleta Mejia
(residency waiver required)

1 member from and representing Alexandria City Middle Schools

_____ Dustin Barnes
(residency waiver required)



Legislation Details (With Text)

File #: 14-3367 **Name:** BFAAC appointment
Type: Appointment **Status:** Agenda Ready
File created: 11/3/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Budget and Fiscal Affairs Advisory Committee
1 Member Designated by the Alexandria Chamber of Commerce
Sponsors:
Indexes:
Code sections:
Attachments: [14-3367 BFAAC](#)

Date	Ver.	Action By	Action	Result
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Budget and Fiscal Affairs Advisory Committee
1 Member Designated by the Alexandria Chamber of Commerce

Name of Council Member

CONTESTED APPOINTMENT

Endorsement

Budget and Fiscal Affairs Advisory Committee

(2-year term)

1 member designated by the Alexandria Chamber of Commerce

_____ Howard (Skip) Maginniss

John T. Long III, president &
CEO, Alexandria Chamber of
Commerce

_____ Christopher von Guggenberg



Legislation Details (With Text)

File #:	14-3368	Name:	Children Youth and Families Commission
Type:	Appointment	Status:	Agenda Ready
File created:	11/3/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Children, Youth and Families Collaborative Commission 2 Community Members with Experiences as Parents, Guardians, Teachers and/or Expertise in Early Childhood, Youth or General Education Policy 1 Community Member with Expertise in Children, Youth and Family Issues, Public Safety, Medical/Health Related Profession or Non-profit Experience 2 High School Students		

Sponsors:

Indexes:

Code sections:

Attachments: [14-3368 Children Youth and Famillies.pdf](#)

Date	Ver.	Action By	Action	Result
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Children, Youth and Families Collaborative Commission
2 Community Members with Experiences as Parents, Guardians, Teachers and/or Expertise in Early Childhood, Youth or General Education Policy
1 Community Member with Expertise in Children, Youth and Family Issues, Public Safety, Medical/Health Related Profession or Non-profit Experience
2 High School Students

Name of Council Member

CONTESTED APPOINTMENT

Endorsement

Children, Youth and Families Collaborative Commission

(3-year term)

2 community members with experiences as parents, guardians, teachers and/or expertise in early childhood, youth or general education policy

_____ Joanne Cashman
(residency waiver required)

_____ Beth Gross

_____ Hannah Johnson

_____ Kathleen Seifert

_____ Anthony R. Smith

Steve Mulligan
Elizabeth Crockett
Anthony Pisarenkov
Jason Fuchs
Sarah Knutson
Sandra Carlson
Kathleen Blume
Jennifer Strang
Hendrick Booz

_____ Carlos Suber

Children, Youth and Families Collaborative Commission (con't)
(3-year term)

1 community member with expertise in children, youth and family issues, public safety, medical/health related profession or non-profit experience

_____ Amelia Castaneda

_____ Gwendolyn Lewis

_____ Gwen Spitzhoff
(residency waiver required)

_____ Christie Wood
(residency waiver required)

2 high school students
(1-year term)

_____ Roxana Lara

_____ Christy Martinez

_____ Kendallee Walker



Legislation Details (With Text)

File #:	14-3369	Name:	Comm for the Arts
Type:	Appointment	Status:	Agenda Ready
File created:	11/3/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Commission for the Arts 1 Member Who Has Expertise in the Arts, Either as a Practitioner of Various Art Disciplines or as a Professional Administrator Working in the Field		

Sponsors:

Indexes:

Code sections:

Attachments: [14-3369 Commission for the Arts](#)

Date	Ver.	Action By	Action	Result
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Commission for the Arts
1 Member Who Has Expertise in the Arts, Either as a Practitioner of Various Art Disciplines or as a Professional Administrator Working in the Field

Name of Council Member

CONTESTED APPOINTMENT

Endorsement

Commission for the Arts

(3-year term)

1 member who has expertise in the arts, either as practitioners of various art disciplines or as professional administrators working in the field

_____ Kate Keeney

_____ Richard Mumford



Legislation Details (With Text)

File #: 14-3370 **Name:** comm on persons with disabilities
Type: Appointment **Status:** Agenda Ready
File created: 11/3/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Commission on Persons with Disabilities
1 Representative of the Business Community, From the Alexandria Chamber of Commerce
Sponsors:
Indexes:
Code sections:
Attachments: [14-3370 Commission on Persons with Disabilities](#)

Date	Ver.	Action By	Action	Result
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Commission on Persons with Disabilities
1 Representative of the Business Community, From the Alexandria Chamber of Commerce

Name of Council Member

CONTESTED APPOINTMENT

Endorsement

Commission on Persons with Disabilities

(2-year term)

1 representative of the business community, from the Alexandria Chamber of Commerce

Jonathan Mook
(residency waiver required)

John T. Long, III, president &
CEO, Alexandria Chamber of
Commerce
Chuck Benagh, chair, Commission
on Persons with Disabilities



Legislation Details (With Text)

File #:	14-3371	Name:	Environmental Policy Commission
Type:	Appointment	Status:	Agenda Ready
File created:	11/3/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Environmental Policy Commission 1 Citizen-at-large Member		

Sponsors:

Indexes:

Code sections:

Attachments: [14-3371 Environmental Policy Commission](#)

Date	Ver.	Action By	Action	Result
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Environmental Policy Commission
1 Citizen-at-large Member

Name of Council Member

CONTESTED APPOINTMENT

Endorsement

Environmental Policy Commission

(2-year term)

1 citizen-at-large member

_____ David Conrath

_____ Amy Morsch

_____ Carolyn Semedo-Strauss

_____ Monica Starnes *

_____ Aubrey Woolley

* incumbent



Legislation Details (With Text)

File #:	14-3372	Name:	sister cities committee
Type:	Appointment	Status:	Agenda Ready
File created:	11/3/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	
Title:	Sister Cities Committee 1 Citizen Member		

Sponsors:

Indexes:

Code sections:

Attachments: [14-3372 Sister Cities Committee](#)

Date	Ver.	Action By	Action	Result
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Sister Cities Committee
1 Citizen Member

Name of Council Member

CONTESTED APPOINTMENT

Endorsement

Sister Cities Committee
(2-year term)
1 citizen member

_____ William Booz

_____ Barbara Draughon

_____ Dana Linnet

Ruth Kim
Joseph A. Bondi, Treasurer, The
Lynhaven Citizens Association



Legislation Details (With Text)

File #:	14-3373	Name:	Torpedo Factory Art Center Bd
Type:	Appointment	Status:	Agenda Ready
File created:	11/3/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	

Title: Torpedo Factory Art Center Board
2 Representatives of the Community-at-large, as Recommended by the TFACB

Sponsors:

Indexes:

Code sections:

Attachments: [14-3373 Torpedo Factory Art Center Board](#)

Date	Ver.	Action By	Action	Result
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Torpedo Factory Art Center Board
2 Representatives of the Community-at-large, as Recommended by the TFACB

Name of Council Member

CONTESTED APPOINTMENT

Endorsement

Torpedo Factory Art Center Board

(3-year term)

2 representatives of the community-at-large, as recommended by the TFACB

_____	Maria Hopper	Eric Wallner, CEO, Torpedo Factory Art Center
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_____	Patricia Miller	Eric Wallner, CEO, Torpedo Factory Art Center
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_____	Cynthia Savery	
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_____	Tara Zimnick-Calico	
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Legislation Details (With Text)

File #:	14-3374	Name:	Urban Design Advisory Comm
Type:	Appointment	Status:	Agenda Ready
File created:	11/3/2014	In control:	City Council Legislative Meeting
On agenda:	11/11/2014	Final action:	

Title: Urban Design Advisory Committee
1 Representative of the Old Town North Business Community

Sponsors:

Indexes:

Code sections:

Attachments: [14-3374 Urban Design Advisory Committee](#)

Date	Ver.	Action By	Action	Result
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Urban Design Advisory Committee
1 Representative of the Old Town North Business Community

Name of Council Member

CONTESTED APPOINTMENT

Endorsement

Urban Design Advisory Committee

(2-year term)

1 representative of the Old Town North business community

Stephen Kulinski
(residency waiver required)



Legislation Details (With Text)

File #: 14-3289 **Name:** A Resolution to Establish the FY 2016 Budget Guidance
Type: Resolution **Status:** Agenda Ready
File created: 10/14/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Consideration of the Resolutions to Establish the FY 2016 Budget Guidance. [ROLL-CALL VOTE]
Sponsors:
Indexes:
Code sections:
Attachments: [14-3289 Budget Resolution Establishing the Process to be Used to Adopt Operating Budgets and](#)
[14-3289 Setting Guidance for FY 2016 General Fund Operating Budget and Capital Improvement](#)
[14-3289 FY 2016 Rules of Engagement for Add/Delete Process](#)

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Consideration of the Resolutions to Establish the FY 2016 Budget Guidance. [ROLL-CALL VOTE]

ISSUE: Requesting Council consideration of the resolutions establishing the FY 2016 Budget Guidance for the operating and capital budgets, and the 10-year Capital Improvement Program.

RECOMMENDATION: That City Council:

1. Adopt the attached resolution updating the process to be used to adopt operating budgets and capital improvement programs during the remainder of term of this City Council, including changes to the City Council add/delete process; and
2. Adopt the FY 2016 Budget Guidance Resolution.

DISCUSSION: These resolutions would establish the framework for City Council's deliberations for budget adoption, and give guidance to the City Manager to be used in his preparation of the Proposed FY 2016 Operating Budget and FY 2016-2025 Capital Improvement Program to be presented for Council consideration on March 3, 2014.

FISCAL IMPACT: None.

ATTACHMENTS:

Attachment 1: Budget Resolution Establishing the Process to be Used to Adopt Operating Budgets and Capital Improvement Programs

Attachment 2: Setting Guidance for FY 2016 General Fund Operating Budget and Capital Improvement Program for FY 2016 - FY 2025

Attachment 3: FY 2016 Rules of Engagement for Add/Delete Process

STAFF:

Laura Triggs, Deputy City Manager

Tom Gates, Deputy City Manager

Nelsie L. Birch, Director, Office of Management and Budget (OMB)

Morgan Routt, Assistant Director, OMB

Resolution No. _____

Budget Resolution Establishing the Process To Be Used To Adopt Operating Budgets and Capital Improvement Programs

WHEREAS, the Alexandria City Council wishes to establish policies to guide upcoming budget deliberations to ensure responsible actions with current economic resources; and

WHEREAS, resolutions No. 2088, 2150, 2166, and 2256, and 2368 previously adopted by City Council have now expired; and

WHEREAS, City Council believes that flexibility is needed for both the preparation and evaluation of expense items as well as with regard to diversifying the sources of revenue available to fund the General Fund Operating Budget; and

WHEREAS, City Council's deliberations on the budget each year reflect a balancing of the needs of the community with the community's ability to afford services to meet those needs; and

WHEREAS, the City Council desires to provide the core services expected of a municipal government and to continue to provide quality services and facilities for the residents and businesses of Alexandria, but understands that economic reality will require significant trade-offs between services and revenues; and

WHEREAS, the City Council is committed to managing the cost of City General Fund operating and capital expenditures in order to properly balance the tax burden placed on the community; and

WHEREAS, the City Council is committed to achieving the vision and strategic goals, long term outcomes, objectives, and initiatives as outlined in the City Council's Strategic Plan; and

WHEREAS, City Council desires to allow for a thoughtful and deliberate budget process given the budget's complexity and importance;

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Alexandria, Virginia, that the Council shall, for the purposes of consideration of the Budget for the City of Alexandria, adopt this resolution and adhere to the following rules of procedure:

Section (a) The City Manager's Budget Submission to City Council and the Setting of Budget Guidance by City Council

(1) That the City Manager shall plan and prepare the proposed Operating Budget and proposed ten-year Capital Improvement Program and that such preparations shall include those programs and resources necessary to achieve the City Council Strategic Plan.

(2) That the City Manager shall present to City Council a preliminary forecast and outlook for (a) revenues and (b) expenditures necessary to maintain existing services and policies (including the City Manager's forecast of cash capital and debt service costs related to the most recently approved Capital Improvement Program).

(3) That City Council shall direct that the City Manager prepare a budget resolution to be adopted by City Council to guide the preparation of the upcoming Operating Budget and next Capital Improvement Program.

(4) That the City Manager shall submit a proposed Operating Budget and Capital Improvement Program to the City. Such budget shall meet any guidance for General Fund revenues and expenditures established by City Council and should include no more than one percent of unreserved fund balance.

Section (b) The Budget Submission to City Council by the Alexandria Public Schools (ACPS)

(5) That the Alexandria City School System shall separately present to City Council, but in a format coordinated with the City Manager, its preliminary forecast and outlook for (a) expenditures necessary to maintain appropriate services and policies, (b) the outlook for additional requests for Schools operating in the upcoming fiscal year and capital needs through the upcoming fiscal year and the succeeding 5 to 10 years, (c) the outlook for possible budget reductions and increases in fees, fines and charges for services, (d) the outlook for Federal and State grants, and the costs of meeting unfunded Federal and State mandates, both current mandates and projected new mandates.

(6) That the Board of the Alexandria City Public Schools is requested to propose an Operating Budget and Capital Improvement Program prior to the City Manager's submission so that any request may be considered, and as appropriate, incorporated into the City Manager's proposed budget to City Council. If the ACPS budget request exceeds or otherwise does not comply with any guidance regarding fiscal limitation provided by City Council to ACPS, then ACPS shall clearly identify what operating programs and activities would be funded if additional funding were provided.

Section (c) Actions of City Council Concerning The Budget Submissions of the City Manager and the Alexandria Public Schools (ACPS)

(7) That as part of a preliminary forecast of assessments and expenditures provided by the City Manager, City Council will consider this information and any other relevant information available to it at that time including the comments of residents provided via a public hearing or other public input opportunities.

(8) That the Council shall hold a budget public hearing on the City Manager's proposed budget in the month following the budget submission by the City Manager and should reserve time for public comment once the Preliminary Add/Delete list of City Council Budget Proposals and technical adjustments by the Office of Management and Budget has become available and distributed to the community. Any additional public hearing shall not conflict with or serve in place of a public hearing regarding the establishment of an effective tax rate as required by the Code of Virginia.

(9) That Council directs City staff to organize at least one public meeting outside of City Hall to present the budget to interested residents, and solicit input. Additionally, City staff shall provide an opportunity for residents and organizations to submit written budget comments to the Council in lieu of or in addition to participation in public meetings.

(10) That Council directs City staff to prepare motions for adoption of the Operating Budget and Capital Improvement Program and a summary of decisions made in the Final Add/Delete worksession following the worksession. Those motions and the summary of final decisions shall be released for public review no later than 48 hours prior to the scheduled adoption.

(11) That City Council shall consider these proposals and endeavor to enact an Operating Budget and Capital Improvement Program that balance the needs of the community with the community's desire and ability to pay for services to meet those needs.

(12) That City Council plans to adopt such a budget resolution.

Section (d) Proposed Budget for the City of Alexandria

(12) For purposes of this resolution, the proposed budget of revenue rates and expenditure levels for the fiscal year shall be that proposed by the City Manager.

(13) For purposes of this resolution, the Office of Management and Budget shall provide revenue and/or expenditure projections for any motion or amendment that could affect the proposed budget specified in Section (a) (2).

Section (e) Maximum Expenditure Levels May Not Exceed Sum of Projected Revenue and Appropriation from Fund Balance in Proposed Budget

(14) It shall not be in order in the Alexandria City Council to consider any motion or amendment to the proposed budget of the City of Alexandria if:

(i) there has not been a Budget Memo or formal information request submitted that relates to the specific item proposed for consideration or a Council discussion of the proposal during a budget work-session or public hearing has not occurred; and

(ii) any such motion or amendment that has the effect of increasing any specific budget expenditures proposed by the City Manager or would have the effect of reducing any specific revenue proposed by the City Manager unless such motion or amendment provides for a specific offset of either expenditure or revenue and ensures the maintenance of the fiscal balance of the proposed budget; and

(iii) such motion or amendment is not provided in the form of a City Council budget proposal submitted to the Office of Management and Budget (OMB) with a majority (4 of 7) of Council's support for the proposal or an OMB technical adjustment at least 14 days prior to the adoption of the budget in accordance with the FY 2016 Rule of Engagement for the Add/Delete Process.

(15) In the Alexandria City Council, any appropriation from the Fund Balance or any like account beyond that proposed in the Manager's proposed budget shall require an affirmative vote of five Council Members.

Section (f) Expiration – The provision of this resolution shall expire with the expiration of the term of this City Council.

ADOPTED:

William D. Euille Mayor

ATTEST:

Jacqueline M. Henderson, CMC City Clerk

Resolution ____

**Setting Guidance for FY 2016 General Fund Operating Budget
and Capital Improvement Program for FY 2016 – FY 2025**

WHEREAS, the City Council of Alexandria passed a resolution (Resolution #2537) establishing Council's process for formulating the Operating Budget and the Capital Improvement Programs (CIP) during the term of this Council and requires that City Council set budget guidance for the City Manager and the School Board for the FY 2016 budget; and

WHEREAS, the City Council has held a series of public outreach efforts designed to collect community input into the development of the FY 2016 budget; and

WHEREAS, the City Council's budget deliberations and annual spending decisions reflect a balancing of the goals articulated in the City's Strategic Plan; and

WHEREAS, through the Results Alexandria framework those services directly supporting the achievement of the City's strategic goals are considered for funding support; and

WHEREAS, the City Council is committed to continuously improving the efficiency and effectiveness of City government and expects the City Manager and City staff to focus on achieving service outcomes and providing programs that benefit the community and its residents; and

WHEREAS, the City Council is committed to continue providing core services expected of a municipal government including the provision and maintenance of the City's capital infrastructure; and

WHEREAS, the City Council will not make budgetary changes that may threaten the City's 'AAA'/'Aaa' bond ratings; and

WHEREAS, the City Council acknowledges that the resources required to achieve the goals of the Strategic Plan must be weighed against the appropriateness of the tax burden placed upon citizens; and

WHEREAS, the City Council recognizes the need to measure the impact of programs and lines of business against expected outcomes, to deemphasize or eliminate programs that do not yield those outcomes desired, and to identify efficiencies wherever possible; and

WHEREAS, the City Council desires to emphasize a multi-year perspective for fiscal planning; and

WHEREAS, the City Council established an Add/Delete Process Review Committee to review the current add/delete process and recommend appropriate revisions or modifications to address the challenges of orienting the final budget discussion toward types and levels of service

desired for the community, providing opportunity for staff to fully review proposed changes for consequences, reaching consensus, and improving transparency;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF ALEXANDRIA THE FOLLOWING:

(a) **Operating and Capital Improvement Program Expenditures:** The City Manager may propose for Council consideration, increases in operating and capital project expenditures including compensation adjustments so long as any increased operating or capital project expense can be demonstrated as necessary to meet the strategic goals and outcomes of the City, and/or can be demonstrated to diminish a specific risk to the community. Likewise, the City Manager may propose decreases in operating and capital project expenditures provided the decrease can be demonstrated to be of lesser utility in achieving the goals and objectives of the City's Strategic Plan. An appropriate source, or sources, of revenue, compliant with applicable laws regarding revenue sources as established by the Code of Virginia, must be identified for all proposed operating and capital project expenditures.

(b) **Taxes, Fees, Fines and Service Charges:**

Option 1: In funding the proposed budget, the City Manager shall maintain the existing \$1.043 Real Estate Tax and \$5.00 Vehicle Personal Property Tax rates, as well as the existing dedications and reservations. The City Manager may propose changes to other tax policies, tax rates, tax designations, fees, fines and service charges that are equitable, fair and administratively feasible provided that these proposals are observant of the constraints imposed by the Code of Virginia.

Option 2: In funding the proposed budget, the City Manager may consider changes to tax rates, tax designations/reservations, fees/fines/service charges that are equitable, fair and administratively feasible provided that these proposals are observant of the constraints imposed by the Code of Virginia. Such changes can only be considered where they advance the priorities of the Council as stipulated in this resolution, through Legislative Sessions, or the Council Retreat.

(c) **Growth-oriented Tax Policy Changes:** Informed by the recommendations of the Business Tax Reform Task Force, the City Manager may consider changes to the business tax policy through administrative regulation/procedural changes as well as any tax rate changes, that the City Manager believes will promote the short/medium-term revenue growth and that aligns with the City's targeted economic development strategies.

(d) **Cost Saving Measures:** The City Manager shall continually identify and implement cost saving measures and efficiencies in all City and School operations and consider reduction of service levels where the performance exceeds the level required by the community, where the current level of service is not a strategic priority, or where performance, over time, has not achieved the desired outcomes.

(e) **City Workforce:** The City Manager shall ensure that the proposed budget includes employee compensation (salary and benefits) that recognizes strong performance and continues investments in professional growth and development opportunities. The City Manager shall also incorporate into the 5-Year Financial Plan a compensation strategy that enables the City to achieve and maintain pay competitiveness for positions throughout the organization, including correcting inequitable pay practices and compensation structures, in an effort to attract and retain top talent. The compensation strategy should be considered within the City's overall priorities and investment obligations.

(f) **Use of Surplus:** The City Manager will recommend use of prior-year surplus funds first to ensure that the Capital Improvement Program includes sufficient cash capital funding, then to address one-time costs that positively impact the expected goals in the Strategic Plan.

(g) **CIP:** The proposed FY 2016-2025 CIP shall incorporate the following:

1. Compliance with the City's adopted/proposed debt policies for any debt issuance planned for FY 2016 through FY 2025;
2. An updated proposal for financing the planned Potomac Yard Metrorail station, including any debt policy amendments necessary;
3. Maintenance or increase of cash capital commitment from approved FY 2015-2024 CIP, provided the City Council has not adopted a superseding Capital Investments Policy that provides for alternate flexibility;
4. The optional use, as determined by the City Manager, of expected additional General Fund operating budget surplus from FY 2015 as commitment for capital projects in FY 2016 and beyond; and,
5. Specific descriptions of projects that can be funded within recommended levels of funding, and their associated operating costs, estimated for all years of the CIP.

(h) **ACPS Funding:** That the City Manager recommend for transfer to the Alexandria City Public Schools an appropriation equal to the amount approved by City Council for FY 2015, except that the City Manager may vary from FY 2015 approved appropriation if specifically to address anticipated changes in student enrollment, expense changes resulting from cost saving measures employed by ACPS, or cost changes which results from efficiencies gained through the sharing of services with other entities.

(i) **Outside Agencies:** Organizations outside the City government that receive funding support from the City must demonstrate an alignment of their efforts with accomplishments of the City's strategic objectives. In cases where there is discretion over the level of funding, organizations external to the City government must demonstrate the purpose and consequence of the funding.

(j) **Non-Profit Partnerships:** The City Manager shall seek to incorporate the recommendations of the Alexandria Fund for Human Services (AFHS) Citizen Review Committee in the proposed budget.

(k) **Disposition of Surplus Property:** As detailed in the approved Housing Master Plan, the City Manager shall identify any surplus property that may be appropriate for alternate disposition for social service needs in furtherance of the City's Strategic Plan. Revisions to the Real Estate Disposition Policy shall be proposed as appropriate.

(l) **Add/Delete Process:** The City Council shall adhere to the following Add/Delete Rules of Engagement for amending and adopting the final budget:

1. Eliminate the add/delete spreadsheet that is produced by OMB.
2. A City Council Budget Proposal form will be required in order to add or delete anything from the City Manager's Proposed Budget. The form will require the following prior to Council consideration:
 - i. Additional information related to how the change advances the Council's goals/priorities.
 - ii. Additional information related to how this change impacts the performance of that program, service or goal.
 - iii. A majority (4 of 7) of Council's support for the proposal.
3. The completed City Council Budget Proposal form must be returned to the Office of Management & Budget (OMB), with each of the steps from #2 above completed, at least 14 days prior to the adoption of the budget [for FY 2016, April 23].
4. A combined list of all City Council Budget Proposals that meet the criteria in #2, any technical adjustments from OMB, and any City Manager recommended changes, will be provided and discussed at the 2nd Legislative Meeting in April [for FY 2016, April 28].
5. Council will work with OMB to refine/develop funding figures based on the proposals submitted, to be completed 7 days prior to budget adoption [for FY 2016, April 30].
6. Completed Council Budget Proposals, with funding, will be circulated to Council and the public the Friday prior to budget adoption [for FY 2016, May 1].
7. City Council will be required to keep the budget in balance once all decisions are made. Although a specific funding offset is not required for a proposal to be considered (if that proposal adds funds to the budget), Council will be required to either increase tax/fee rates or make cuts to other programs in order to maintain a balanced budget.
8. Final decisions will be made 72 hours prior to budget adoption and discussed at a Special City Council work session [for FY 2016, May 4].
9. Final decisions will be made available to the public 48 hours prior to budget adoption [for FY 2016, May 5]
10. Budget Adoption will occur on May 7, 2014 with all City Council Budget Proposals, those approved and those not approved, made public upon adoption of the budget.

FY 2016 Rules of Engagement for Add/Delete Process

- 1) Eliminate the add/delete spreadsheet that is produced by OMB.
- 2) A City Council Budget Proposal form will be required in order to add or delete anything from the City Manager's Proposed Budget. The form will require the following prior to Council consideration:
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- 7) City Council will be required to keep the budget in balance once all decisions are made. Although a specific funding offset is not required for a proposal to be considered (if that

proposal adds funds to the budget), Council will be required to either increase tax/fee rates or make cuts to other programs in order to maintain a balanced budget.

- 8) Final decisions will be made 72 hours prior to budget adoption and discussed at a Special City Council work session [for FY 2016, May 4].
- 9) Final decisions will be made available to the public 48 hours prior to budget adoption [for FY 2016, May 5]
- 10) Budget Adoption will occur on May 7 with all City Council Budget Proposals, those approved and those not approved, made public upon adoption of the budget.

Add-Delete Calendar for FY 2016	
City Council Budget Proposal forms due to OMB	April 23
Preliminary Add-Delete List Publicly Discussed	April 28 (2 nd Legislative Meeting in April)
OMB Validates City Council Budget Proposal Figures	April 23-April 30
Final City Council Budget Proposals Publicly Circulated	May 1
Final Add-Delete List Publicly Discussed	May 4 (Special Meeting)
Final City Council Budget Decisions Published	May 5
Budget Adoption	May 7 (Special Meeting)



Legislation Details (With Text)

File #: 14-3359 **Name:**

Type: Communication or Report **Status:** Agenda Ready

File created: 10/30/2014 **In control:** City Council Legislative Meeting

On agenda: 11/11/2014 **Final action:**

Title: Oral Report - Potomac Yard Environmental Impact Statement Update.

Sponsors:

Indexes:

Code sections:

Attachments: [14-3359 Oral Report - Potomac Yard Environmental Impact Statement Update](#)

Date	Ver.	Action By	Action	Result
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Oral Report - Potomac Yard Environmental Impact Statement Update.



Proposed Potomac Yard Metrorail Station

Results of Updated Financial Feasibility Study
and Environmental Impact Statement Schedule

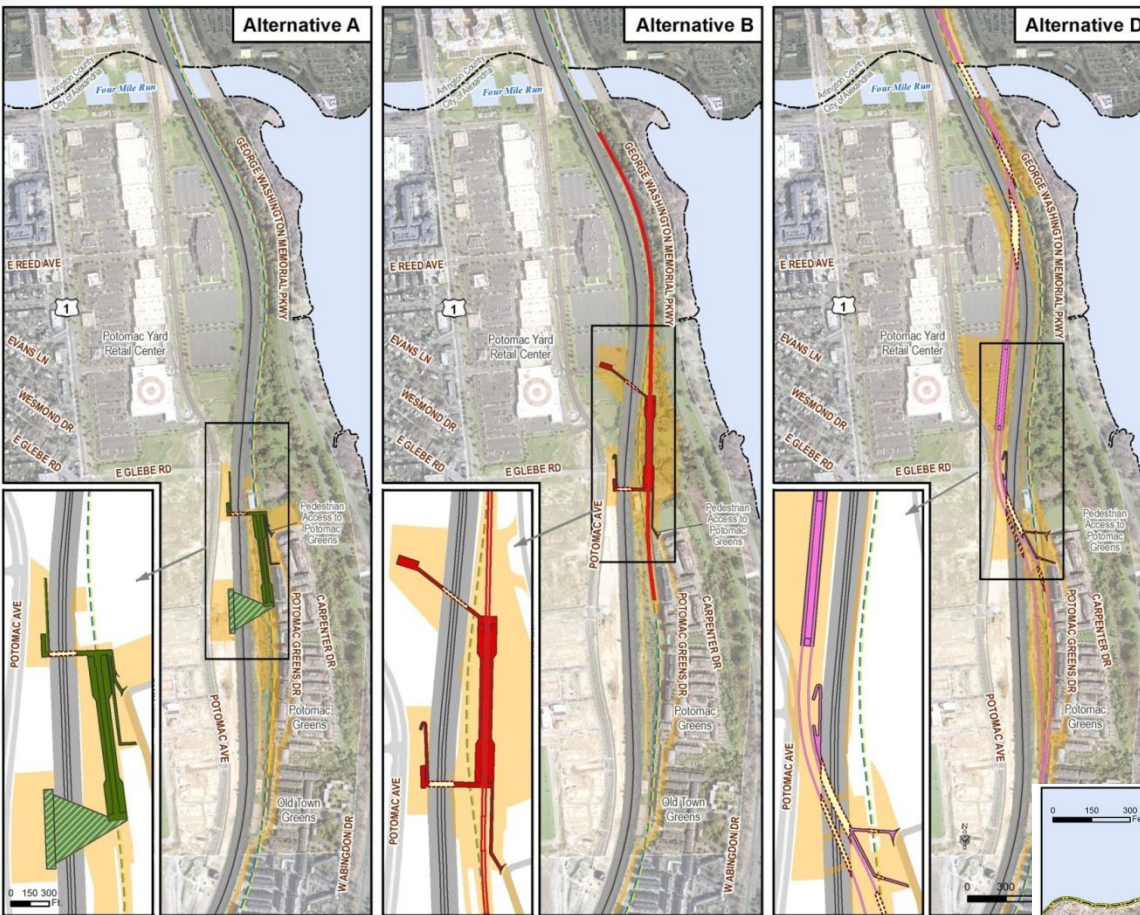
Potomac Yard Metrorail Station Financial Feasibility Analysis Update

Final Report – All Alternatives and Design Option B-CSX

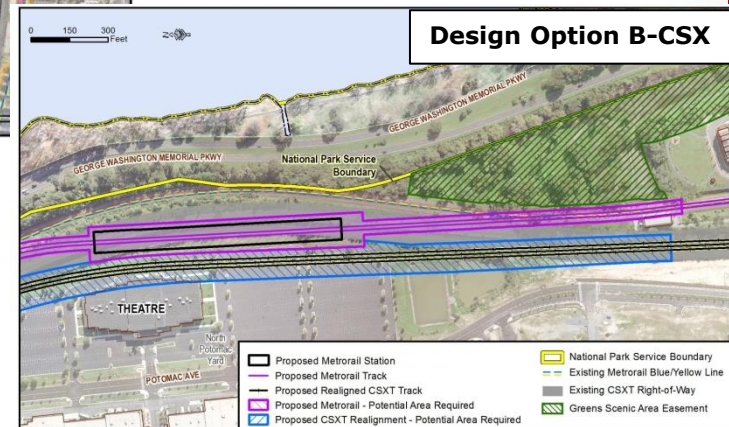
City of Alexandria, Virginia

October 2014

Status of Draft EIS

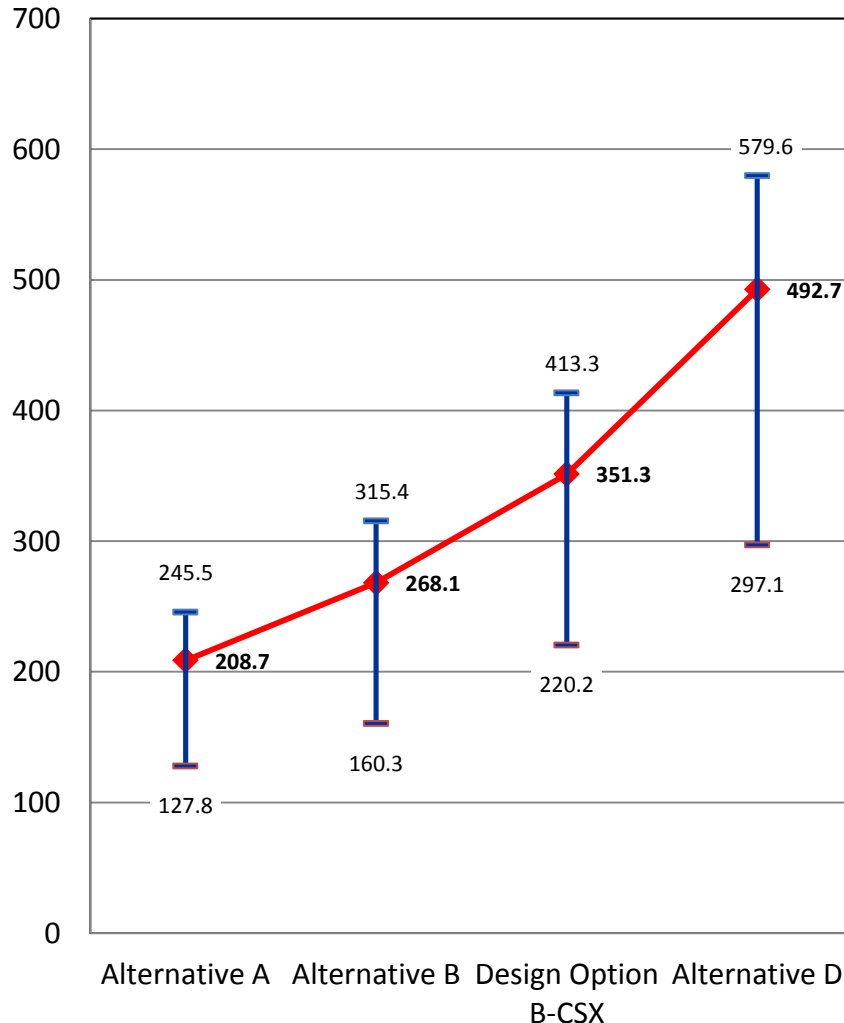


- Based on feedback from FTA & NPS
 - All three Build Alternatives will be included in the analysis
 - Design Option B-CSX will be analyzed as a design refinement of Alternative B



The Financial Feasibility Analysis assumes station costs at 85% of the high end of estimate range

Station Cost Estimate Range
(in \$Millions; 85% in red)



Station cost assumptions

- Station Costs refer to the amount of hard and soft costs of all station planning, design, and construction expenses.
- The Net Station Costs are the Total Station Cost less certain prepaid costs such as Environmental Impact Statement costs. These costs were assumed to be funded directly from the City's Station Fund prior to the issuance date for the bonds.
- The Financial Feasibility Analysis assumes the Net Station Costs tested for feasibility is equal to 85% of the high end of the range of Net Station Costs for each alternative.

Station cost conclusions

- The Alternative B cost of \$268.1 million is somewhat higher than the assumption of the 2010 financial plan. In 2010, the station cost assumed in Scenario B3 was \$241 million.
- The station cost for Alternative A is \$208.7 million. This is \$59 million, or 23%, less than Alternative B.
- Design Option B-CSX is significantly higher than Alternatives A and B partly due to increased property acquisition costs and construction inflation due to a later start date.
- Alternative D is significantly higher than the other alternatives due to costs associated with additional guideway and track elements, as well as increased property acquisition costs.

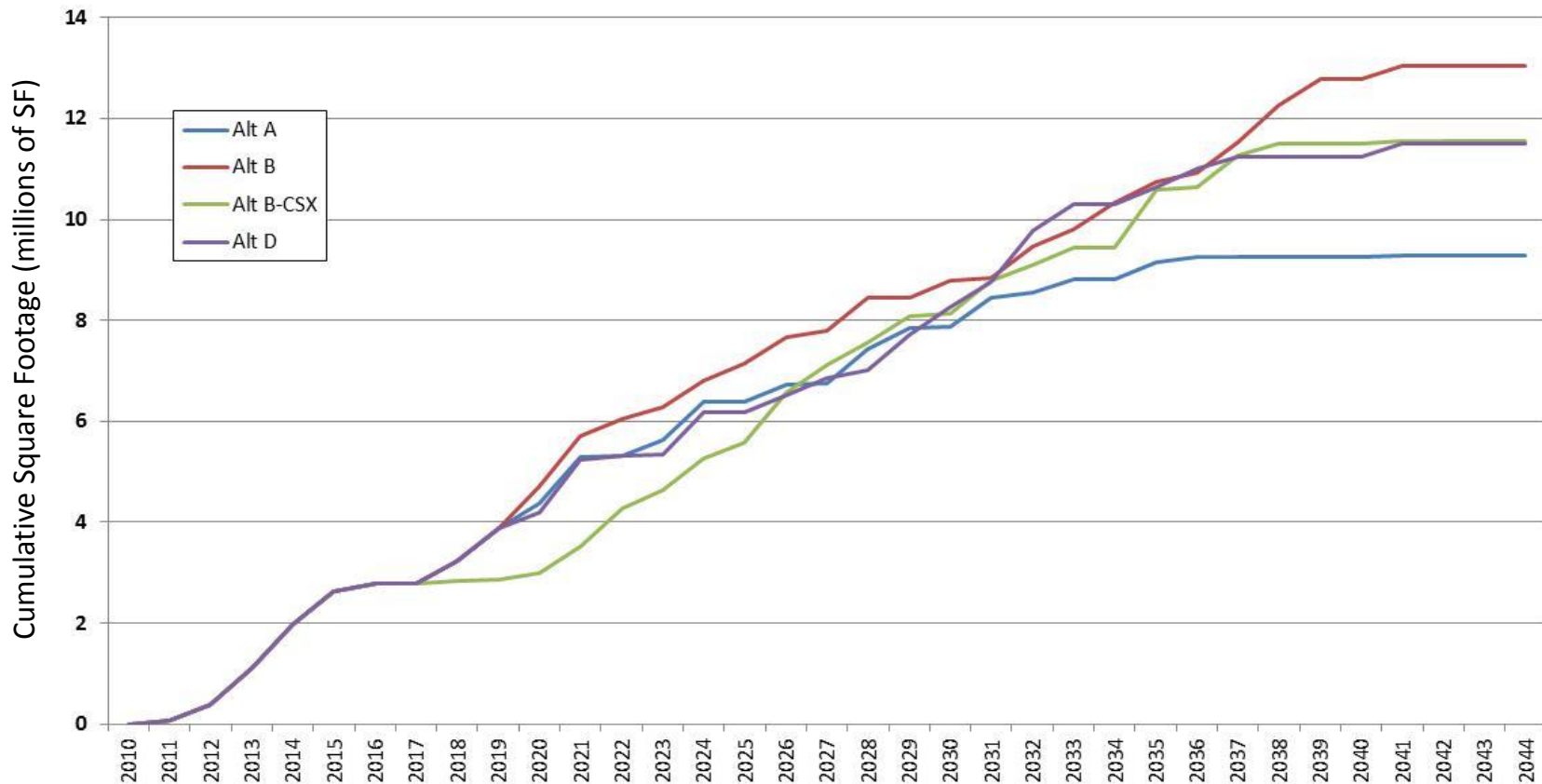
Development Assumptions – Total Development by Land Use, Alternative, and Landbay

- Estimates for total development by land use, landbay, and alternative were provided by the City and are shown below.

	Alternative A	Alternative B	Design Option B-CSX	Alternative D
Residential (units)	F: 2,043 G: 730 H: 302 I: 416 J: 374 <u>L: 441</u> Total: 4,300	F: 4,835 G: 730 H: 302 I: 416 J: 374 <u>L: 441</u> Total: 7,100	F: 3,700 G: 730 H: 302 I: 416 J: 374 <u>L: 441</u> Total: 6,000	F: 3,943 G: 730 H: 302 I: 416 J: 374 <u>L: 441</u> Total: 6,200
Office (SF)	F: 981K G: 1.0M <u>H: 1.2M</u> Total: 3.2M	F: 2M G: 1.0M <u>H: 1.2M</u> Total: 4.2M	F: 1.5M G: 1.0M <u>H: 1.2M</u> Total: 3.7M	F: 1.3M G: 1.0M <u>H: 1.2M</u> Total: 3.5M
Retail (SF)	F: 642K G: 116K H: 26K J: 5K <u>L: 5K</u> Total: 795K	F: 615K G: 116K H: 26K J: 5K <u>L: 5K</u> Total: 768K	F: 615K G: 116K H: 26K J: 5K <u>L: 5K</u> Total: 768K	F: 615K G: 116K H: 26K J: 5K <u>L: 5K</u> Total: 768K
Hotel (rooms)	F: 400 <u>G: 340</u> Total: 740	F: 400 <u>G: 340</u> Total: 740	F: 400 <u>G: 340</u> Total: 740	F: 400 <u>G: 340</u> Total: 740
Total Square Feet Developed	9,286,000	13,050,000	11,552,000	11,498,000

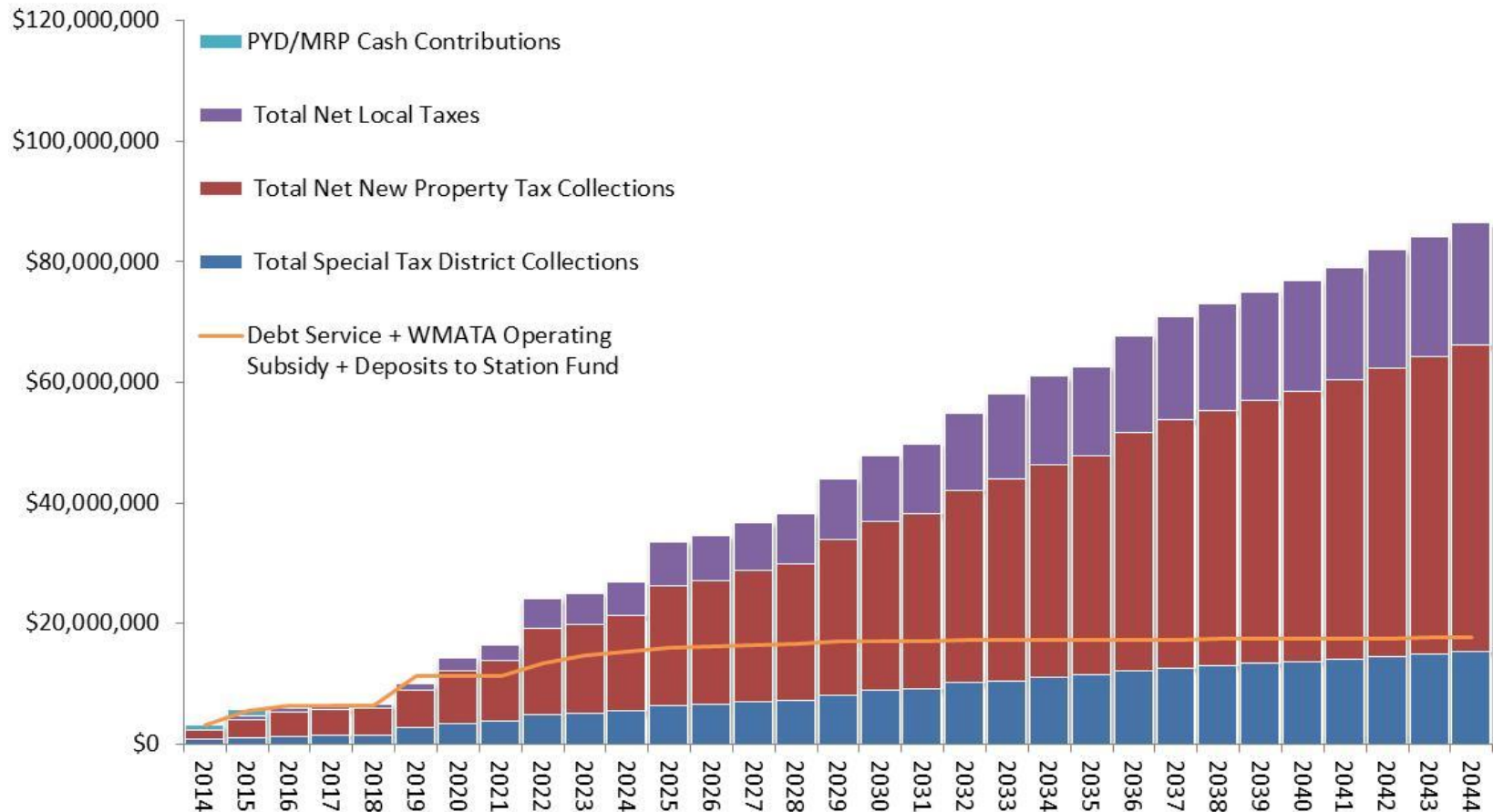
Total development in square feet is maximized in Alternative B

- Alternative B results in the highest amount of square footage of new real estate developed over the forecast period.
- Design Option B-CSX has the second highest development buildout forecast but is delayed by three years due to later station construction start.
- Alternative D results in a lower total buildout forecast relative to Alternative B and B-CSX due to the 1.3 million square feet of development potential consumed by the track realignment into Landbay F.
- Alternative A reflects less development potential on Landbay F based on current zoning.



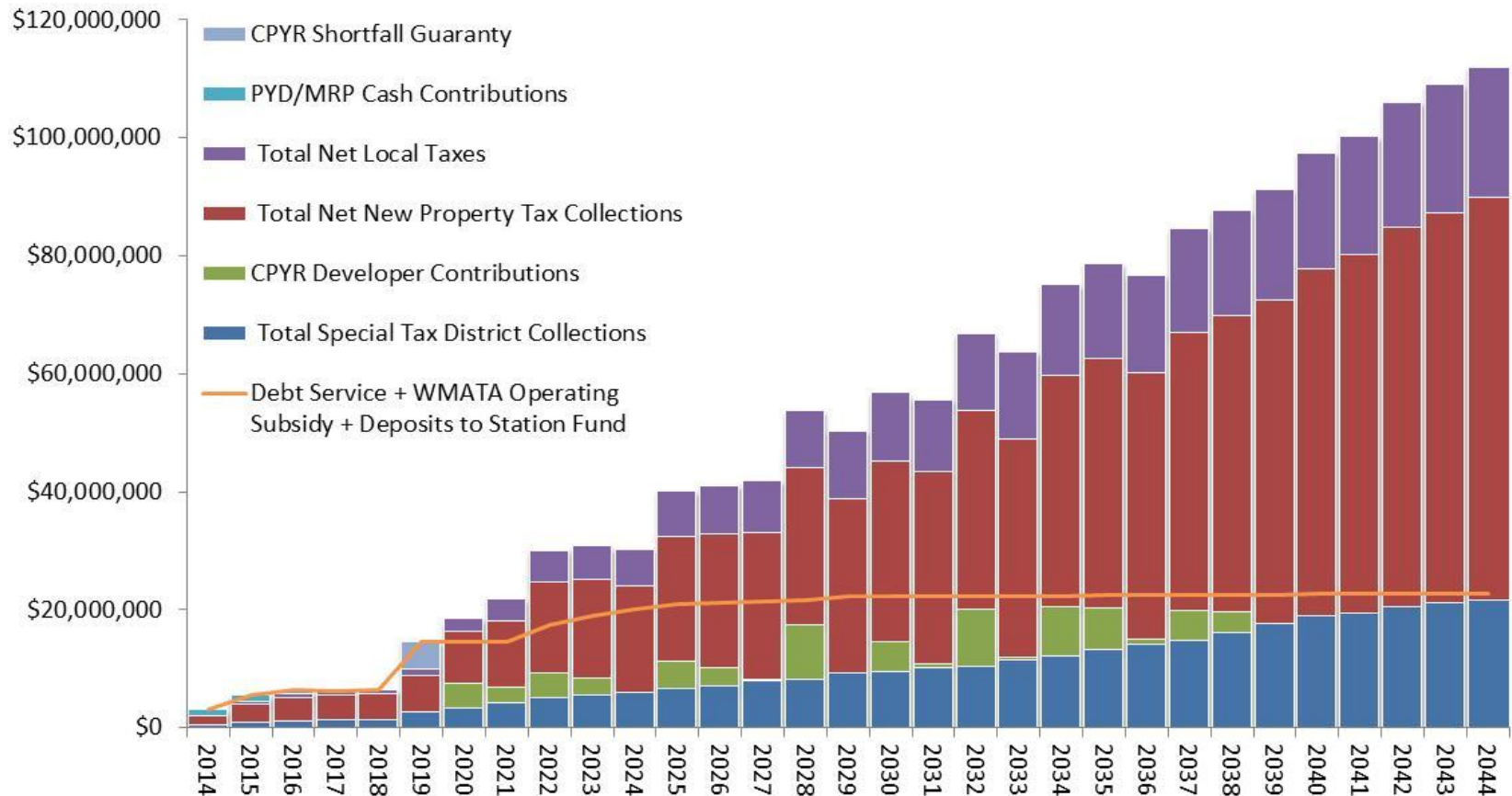
Alternative A has positive cash flow but \$1.4 million additional funding will need to be identified

- Alternative A has positive cash flow overall but additional funding will need to be identified to cover a small, \$1.4 million amount in 2019.
- Lower development buildout over the forecast period is offset by the lowest overall station construction cost of all scenarios; maximum annual debt service is \$15.4 million.
- After 2019, debt service is covered by revenue from special taxes and property taxes.
- No developer (CPYR) contributions are available for Alternative A.



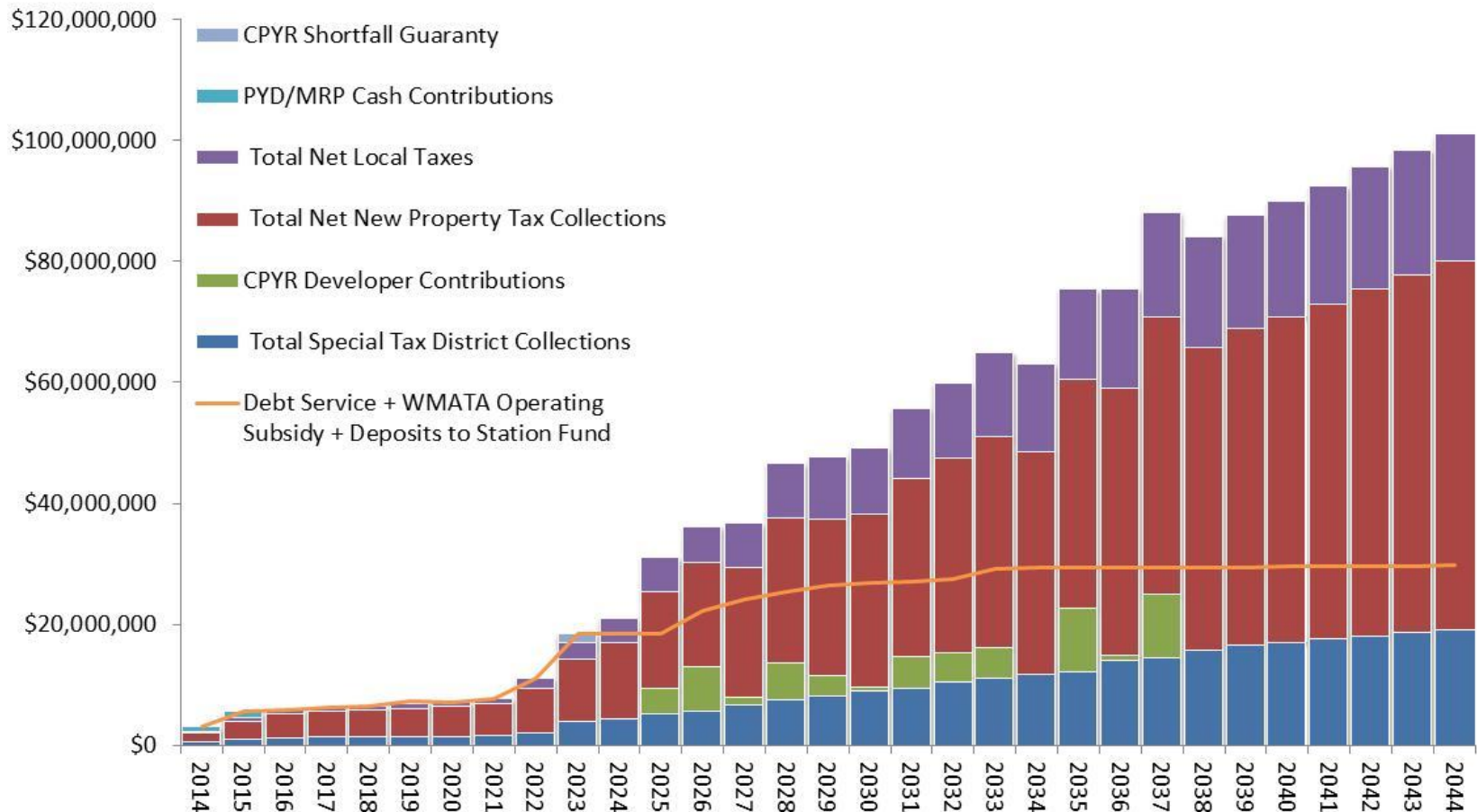
Alternative B has positive cash flow due over the entire forecast period

- Alternative B has positive cash flow due in part to the agreed upon developer contributions and use of \$4.6 million developer provided shortfall guaranty.
- Developer contributions are collected from 2019 to 2037 and total \$72 million.
- Alternative B also benefits from the combination of the second lowest station cost and the highest buildout forecast.
- Maximum annual debt service is equal to \$20.5 million.



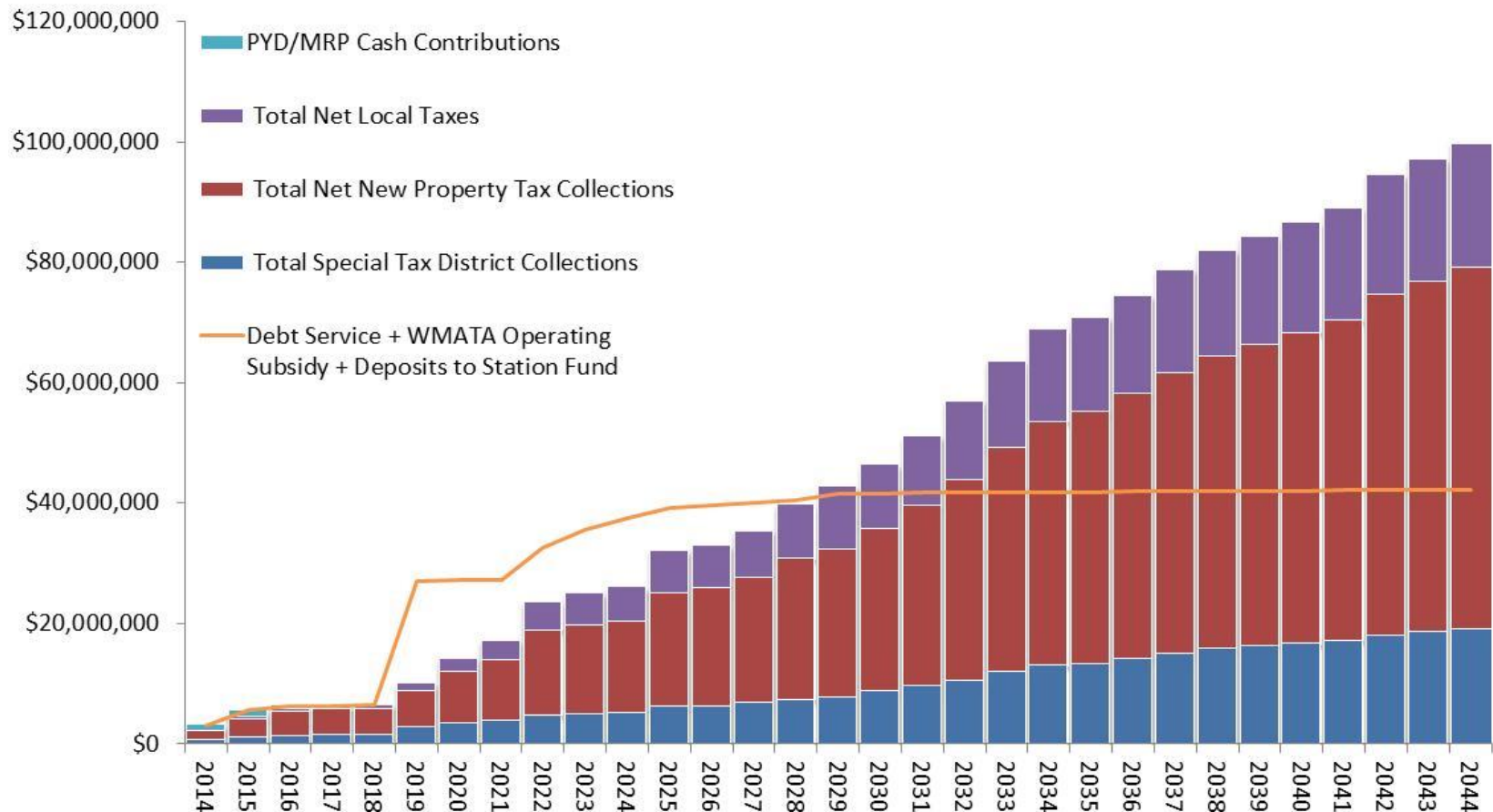
Design Option B-CSX has positive cash flow despite higher station costs due to construction timing lag

- Design Option B-CSX has positive cash flow due to a 3-year lag in the construction start, developer contributions, and the shortfall guaranty.
- Total developer contributions equal \$61 million.
- Total buildout is similar to Alternative B but 1.3 million square feet of early development is lost.
- Station construction cost is significantly higher than Alternatives A & B; maximum annual debt service is \$28 million.



Alternative D is not financially feasible

- Alternative D is not financially feasible, as shown by the sizable funding gap that begins in 2019 and ends in 2028.
- This funding gap is due primarily to the substantially higher station construction cost, which results in maximum annual debt service of \$40 million.
- A funding gap of \$91 million exists under this alternative.



Schedule to Complete EIS

	2014		2015												2016		
	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar
NEPA Process																	
Review by Agencies of DEIS																	
Finalize Review Comments																	
FTA Approves Release of DEIS																	
NEPA Public Comment Period																	
NEPA Public Hearing*																	
Prepare FEIS																	
FTA Approves FEIS and ROD																	
WMATA Process																	
WMATA Board Authorizes Hearing																	
WMATA Public Hearing*																	
WMATA Board Adopts Preferred Alternative																	
City Process																	
Community Outreach and Education																	
Public Educational Workshops																	
Meet with Boards and Commissions																	
City Public Hearing*																	
City Council Adopts Locally Preferred Alternative																	

* Two public hearings will be held during the DEIS circulation period. One hearing will be held near the study area, and the other at City Hall. Comments from both public hearings will be part of the official EIS record.



Legislation Details (With Text)

File #: 14-3335 **Name:**
Type: **Status:** Agenda Ready
File created: 10/28/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Consideration of the City Council Schedule.
Sponsors:
Indexes:
Code sections:
Attachments: [14-3335 Council Calendar November 2014 to June 2015](#)

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: NOVEMBER 5, 2014
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: RASHAD M. YOUNG, CITY MANAGER/s/

DOCKET TITLE:

Consideration of the City Council Schedule.

ISSUE: City Council Schedule.

RECOMMENDATION: That City Council:

1. Receive the revised Council Calendar (Attachment 1) which includes:
 - The Alexandria City Council / State General Assembly Delegation Worksession, rescheduled from Monday, November 17, 5:30 p.m. to Monday, November 17, 6:30 p.m. in the City Council Workroom.
 - A Stormwater Worksession, as part of the larger Fiscal Policies discussion, tentatively scheduled for Wednesday, December 10, 7:00 p.m. in the City Council Chambers.
 - The Alexandria City Council / Alexandria City Public Schools (ACPS) Joint Worksession, rescheduled from Monday, November 17, 5:30 p.m. to Monday, December 15, 6:30 p.m. in the Jefferson-Houston PreK-8 School Gymnasium; and

2. Approve the calendar.

DISCUSSION: None.

ATTACHMENTS:

Attachment 1: City Council Calendar for November 2014 - June 2015

STAFF:

Sean M. Garrick, Assistant to the City Manager

City Council Schedule

as of 11/6/14

Attachment 1

~ November 2014 ~						
◀ Oct 2014						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
						1
2	3 8 A.M. – 2 P.M. - Chamber Business Summit, The Westin Alexandria, 400 Courthouse Square 6:30 P.M. Civic Engagement Meeting, Durant Center, 1605 Cameron Street	4	5	6	7	8 9:30 A.M. - City Council Retreat, 2900 Business Center Drive
9	10	11 7 P.M. – City Council First Legislative, Meeting, Council Chambers	12	13	14	15 9:30 A.M. – City Council Public Hearing, Council Chambers
16	17 5:30 P.M. –City Council and State General Assembly Delegation Worksession, Council Workroom	18 NLC Conference (Austin, TX)	19 NLC Conference (Austin, TX)	20 NLC Conference (Austin, TX)	21 NLC Conference (Austin, TX)	22 NLC Conference (Austin, TX)
23	24	25 7 P.M. – City Council Second Legislative, Meeting, Council Chambers	26	27 HOLIDAY Thanksgiving Day	28 HOLIDAY 6:00 P.M. – Annual Tree Lighting Ceremony, Market Square	29
30	Notes:					

City Council Schedule

as of 11/6/14

Attachment 1

~ December 2014 ~						
◀ Nov 2014						Jan 2015 ▶
Sun	Mon	Tue	Wed	Thu	Fri	Sat
	1	2	3	4	5	6
7	8	9 7 P.M. – City Council First Legislative, Meeting, Council Chambers	10 7 P.M. – Stormwater Worksession, Council Chambers (Tentative)	11	12	13 9:30 A.M. – City Council Public Hearing, Council Chambers
14	15 6:30 P.M. - City Council and ACPS Joint Worksession, Jefferson-Houston Gymnasium, 1501 Cameron Street	16	17	18	19	20
21	22	23	24 HOLIDAY Christmas Eve	25 HOLIDAY Christmas Day	26	27
28	29	30	31 New Year's Eve	Notes:		

City Council Schedule

as of 11/6/14

Attachment 1

~ January 2015 ~						
◀ Dec 2014					Feb 2015 ▶	
Sun	Mon	Tue	Wed	Thu	Fri	Sat
				1 HOLIDAY New Year's Day	2	3
4	5	6	7	8	9	10
11	12	13 7 P.M. – City Council First Legislative, Meeting, Council Chambers	14	15	16	17
18	19 HOLIDAY Martin Luther King Day	20	21	22	23	24 9:30 A.M. – City Council Public Hearing, Council Chambers
25	26	27 7 P.M. – City Council Second Legislative, Meeting, Council Chambers	28 VML Day	29	30	31

City Council Schedule

as of 11/6/14

Attachment 1

~ February 2015 ~						
◀ Jan 2015						Mar 2015 ▶
Sun	Mon	Tue	Wed	Thu	Fri	Sat
1	2	3	4	5	6	7
8	9	10 7 P.M. – City Council First Legislative, Meeting, Council Chambers	11	12	13	14
15	16 HOLIDAY Presidents' Day	17	18	19	20	21 9:30 A.M. – City Council Public Hearing, Council Chambers
22	23	24 7 P.M. – City Council Second Legislative, Meeting, Council Chambers	25	26	27	28

City Council Schedule

as of 11/6/14

Attachment 1

~ March 2015 ~						
◀ Feb 2015						Apr 2015 ▶
Sun	Mon	Tue	Wed	Thu	Fri	Sat
1	2	3	4	5	6	7
8	9	10 7 P.M. – City Council First Legislative, Meeting, Council Chambers	11	12	13	14 9:30 A.M. – City Council Public Hearing, Council Chambers
15	16	17	18	19	20	21
22	23	24 7 P.M. – City Council Second Legislative, Meeting, Council Chambers	25	26	27	28
29	30	31	Notes:			

City Council Schedule

as of 11/6/14

Attachment 1

~ April 2015 ~						
◀ Mar 2015						May 2015 ▶
Sun	Mon	Tue	Wed	Thu	Fri	Sat
			1	2	3 Good Friday	4
5 Easter	6	7	8	9	10	11
12	13	14 7 P.M. – City Council First Legislative, Meeting, Council Chambers	15	16	17	18 9:30 A.M. – City Council Public Hearing, Council Chambers
19	20	21	22	23	24	25
26	27	28 7 P.M. – City Council Second Legislative, Meeting, Council Chambers	29	30	Notes:	

City Council Schedule

as of 11/6/14

Attachment 1

~ May 2015 ~						
◀ Apr 2015						Jun 2015 ▶
Sun	Mon	Tue	Wed	Thu	Fri	Sat
					1	2
3	4	5	6	7	8	9
10	11	12 7 P.M. – City Council First Legislative, Meeting, Council Chambers	13	14	15	16 9:30 A.M. – City Council Public Hearing, Council Chambers
17	18	19	20	21	22	23
24	25 HOLIDAY Memorial Day	26 7 P.M. – City Council Second Legislative, Meeting, Council Chambers	27	28	29	30
31	Notes:					

City Council Schedule

as of 11/6/14

Attachment 1

~ June 2015 ~						
◀ May 2015						Jul 2015 ▶
Sun	Mon	Tue	Wed	Thu	Fri	Sat
	1	2	3	4	5	6
7	8	9 7 P.M. – City Council First Legislative, Meeting, Council Chambers	10	11	12	13 9:30 A.M. – City Council Public Hearing, Council Chambers
14	15	16	17	18	19	20
21	22	23 5:30 – ACPD Reception, Vola Lawson Lobby 7 P.M. – City Council Second Legislative, Meeting, Council Chambers	24	25	26	27
28	29	30	Notes:			



Legislation Details (With Text)

File #: 14-3382 **Name:** closed meeting
Type: **Status:** Agenda Ready
File created: 11/4/2014 **In control:** City Council Legislative Meeting
On agenda: 11/11/2014 **Final action:**
Title: Consideration of Convening a Closed Meeting to Discuss a Personnel Matter and for Consultation with Legal Council for Legal Advice.
Sponsors:
Indexes:
Code sections:
Attachments: [14-3382_exec session motion.pdf](#)

Date	Ver.	Action By	Action	Result
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Consideration of Convening a Closed Meeting to Discuss a Personnel Matter and for Consultation with Legal Council for Legal Advice.

[RESOLUTION NO. ____]

WHEREAS, the Alexandria City Council has on the date of this resolution recessed into executive session pursuant to a motion made and adopted in accordance with the Virginia Freedom of Information Act; and

WHEREAS, § 2.2-3712 of the Code of Virginia requires a certification by the city council that such executive session was conducted in accordance with Virginia law;

NOW, THEREFORE, BE IT RESOLVED that the city council does hereby certify that, to the best of each member's knowledge, only public business matters that were identified in the motion by which the executive session was convened, and that are lawfully exempted by the Freedom of Information Act from the Act's open meeting requirements, were heard, discussed or considered by council during the executive session.