

Form and Correctness Approved: *BAP*

Pursuant to Section 72 of the City Charter, I hereby certify that the money required for this item is in the city treasury to the credit of the fund from which it is drawn and not appropriated for any other purpose

By: *[Signature]*  
Office of the City Attorney

Contents Approved:

By: *[Signature]*  
Budget and Strategic Planning

*[Signature]*  
Christine Garczynski, Director of Finance

NORFOLK, VIRGINIA

# R-4                      ORDINANCE NO. 49,593

AN ORDINANCE APPROVING THE CAPITAL IMPROVEMENT PLAN BUDGET FOR FISCAL YEAR 2025 BEGINNING JULY 1, 2024 AND ENDING JUNE 30, 2025; APPROPRIATING \$285,272,220 FOR CERTAIN PROJECTS APPROVED THEREIN; AUTHORIZING AN ISSUE OF BONDS IN THE AMOUNT OF \$148,926,000; REAPPROPRIATING PREVIOUSLY AUTHORIZED BUT UNISSUED BONDS IN THE AMOUNT OF \$2,000,000; AND AUTHORIZING THE EXPENDITURE OF \$134,346,220 IN CASH.

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WHEREAS, on March 26, 2024, the City Manager submitted to the City Council a Capital Improvement Plan for the City for the fiscal year beginning July 1, 2024 and ending on June 30, 2025; and

WHEREAS, it is necessary to appropriate sufficient funds to cover the approved capital projects set forth in the Capital Improvement Plan and to authorize said projects; now therefore,

BE IT ORDAINED by the Council of the City of Norfolk:

Section 1:- That the capital projects set forth below in the Capital Improvement Plan for the fiscal

year beginning on July 1, 2024 and ending on June 30, 2025, are hereby approved and the amounts totaling \$285,272,220, or so much thereof as may be necessary, are hereby appropriated for the purposes hereinafter set out:

**A. General Capital Improvement Projects**

<b><u>Number</u></b>	<b><u>Title</u></b>	<b><u>Approved Amount</u></b>
1	Construct Coastal Storm Risk Management Project	25,000,000
2	Major School Maintenance	18,719,958
3	Maury High School	10,000,000
4	Construct New Norfolk Animal Care Center	10,000,000
5	Maintain Municipal Facilities	8,700,000
6	Support Blue/Greenway Amenities in St. Paul's Area	7,760,000
7	Improve Richmond Crescent and Surrey Crescent	5,500,000
8	Moton Circle Redevelopment	5,500,000
9	Improve and Maintain the Zoo	4,575,000
10	Scope Arena Renovation	4,500,000
11	Acquire Technology	4,100,000
12	Acquire Fleet Vehicles and Equipment	4,000,000
13	Improve Transportation Infrastructure Citywide	3,000,000
14	Revitalize St. Paul's Community	3,000,000
15	Provide Funding for Ocean View Beach Park	2,950,081
16	Harbor Park Maintenance	2,950,000
17	Norfolk Botanical Garden's Capital Campaign	2,500,000
18	Improve Harbor Park	2,500,000
19	Maintain Scope Arena	2,500,000
20	Repair, Replace, and Maintain Bridges	2,450,000
21	Maintain Chrysler Hall	2,375,000
22	Improve Berkley Community Center and Amenities	2,350,000
23	Reconstruct and Rehabilitate Hague Bulkhead	2,250,000
24	Improve Tennis and Pickleball Courts Citywide	2,250,000
25	Maintain Fire Stations	2,050,000
26	Improve Cultural Facilities	2,000,000
27	Improve Elevators Citywide	2,000,000
28	Provide Funds for Dredging of Lafayette River	1,760,000
29	Support Jail Improvements	1,666,981
30	Improve Infrastructure and Acquire Property	1,500,000

31	Chrysler Hall Renovation	1,500,000
32	Homeless Shelter Expansion and Upgrades	1,500,000
33	Renovate Sheriff Administration Building	1,500,000
34	Improve Waterside Ferry Dock	1,500,000
35	Commercial Park Upgrades	1,500,000
36	Install and Replace Emergency Generators	1,500,000
37	Provide Match for Nauticus Exhibit Renovations	1,250,000
38	Rehabilitate HRT Transfer Center and Parking Lot	1,000,000
39	Acquire School Buses	1,000,000
40	Renovate City Jail 8 <sup>th</sup> Floor for Medical Services	1,000,000
41	Enhance Signals and Intersections	1,000,000
42	Purchase New Fire Apparatus	1,000,000
43	Multimodal Improvements for Lafayette Boulevard	900,000
44	Replace Chiller at Central Energy Plant	800,000
45	Repair City Jail Tower-Two Roof	800,000
46	Improve the NEON District Streetscapes	750,000
47	Provide Transportation Funding to DCIP	750,000
48	Renovate Norfolk Jail Satellite Building	700,000
49	Upgrade Security at City Facilities	700,000
50	Maintain USS Wisconsin BB-64	600,000
51	Improve Neighborhood Streets	550,000
52	Support Major Demolitions	500,000
53	Support Virginia Zoo Capital Campaign	500,000
54	Install ADA Ramps Citywide	500,000
55	Improve Community and Neighborhood Parks	500,000
56	Implement Ocean View Beach Access Routes	400,000
57	City Buildings Assessment Master Plan	400,000
58	Midtown Plan Implementation	350,000
59	Operations Facilities Master Plan	350,000
60	Eastside Recreation Center	350,000
61	Improve Cemeteries Infrastructure	300,000
62	Support Citywide Public Art	250,000
63	J.T. West Infrastructure Project	250,000
64	Repair Military Highway Bridge over Virginia Beach Boulevard	250,000
65	Repair and Replace Underground Storage Tanks	250,000
66	Install New Sidewalks	250,000
67	Renovate Nature Explorium	250,000
68	The Slover Maintenance and Replacements	200,000
69	Improve Existing Community Centers	200,000
70	Develop Streets and Bridges Multi-Purpose Space	175,000
71	Improve ADA Access in Parks	150,000

72	Improve Westpoint Cemetery	125,000
73	Install Signals at Tidewater Drive and Marvin Ave	100,000
<b>Total General Capital</b>		<b>178,807,020</b>
<b><u>B. Parking Facilities</u></b>		
1	Parking Garage Re-Lamping Program	3,300,000
2	Elevator Upgrade and Repair Program	2,500,000
3	Maintain Parking Facilities	500,000
4	Structural Repairs and Waterproofing	350,000
<b>Total Parking Facilities</b>		<b>6,650,000</b>
<b><u>C. Storm Water Utility</u></b>		
1	Construct the Blue/Greenway in St. Paul's Area	1,315,200
<b>Total Storm Water Utility</b>		<b>1,315,200</b>
<b><u>D. Wastewater Utility</u></b>		
1	Improve Wastewater Collection System	21,500,000
2	Improve Larchmont Wastewater Infrastructure	2,750,000
3	Improve Wastewater Infrastructure in St. Paul's Area	2,200,000
4	J.T. West Wastewater Infrastructure	1,637,000
<b>Total Wastewater Utility</b>		<b>28,087,000</b>
<b><u>E. Water Utility</u></b>		
1	Replace Water Transmission/Distribution Mains	20,100,000
2	Upgrade Water Treatment Plants	14,200,000
3	Coastal Storm Risk Management - Water	11,000,000
4	Develop Advanced Metering Infrastructure (AMI)	9,000,000
5	Construct Commonwealth Railroad Pipeline	7,300,000
6	Support Watershed Management	3,000,000
7	Improve Water Infrastructure in St. Paul's Area	1,650,000
8	Comply with lead and Copper Rule Revisions	1,600,000
9	J.T. West Water Infrastructure	1,363,000
10	Replace Lake Smith Culvert	1,000,000
11	Upgrade Billing System	200,000
<b>Total Water Utility</b>		<b>70,413,000</b>
<b>Grand Total</b>		<b>285,272,220</b>

Section 2:- The issuance of bonds of the City from time to time, in the total principal amount of \$148,926,000 is hereby authorized, of which \$108,539,000 is for General Capital Improvement Projects, \$3,350,000 is for Parking Facilities Projects, \$18,087,000 is for Wastewater Utility Projects, and \$18,950,000 is for Water Utility

Projects, in such form and with such terms as shall be established pursuant to future ordinances.

Section 3: - Previously approved and appropriated but unissued bonds in the amount of \$2,000,000 are hereby reappropriated for General Capital Improvement Projects.

Section 4:- That the expenditure of the sum of \$134,346,220 in cash is hereby authorized to provide a portion of the funds appropriated. Of such sum, \$68,268,020 is for General Capital Improvement Projects, which is comprised of \$3,000,000 transferred from General Fund Balance; \$5,681,000 transferred from General Fund Operating; if and when made available \$250,000 in Philanthropy; if and when received \$5,666,981 in regional jail proceeds; if and when made available \$25,000,000 in revenue from the Commonwealth of Virginia; \$2,398,269 of FY 2023 Norfolk Public Schools Reversion Funds; \$7,321,689 of FY 2023 Norfolk Public Schools local revenue allocation policy true-up funds; \$10,000,000 from land sale proceeds; and \$6,000,000 from the SWIFT program; \$2,950,081 from General Capital balance; \$3,000,000 for Parking Facilities projects; \$300,000 from the Parking Facilities fund for Parking Facilities Projects; \$1,315,200 from the Storm Water Fund for Storm Water Utility Projects; \$10,000,000 from the Wastewater Utility Fund for Wastewater Utility Projects; and \$51,463,000 from the Water Utility Fund for Water Utility Projects.

**Section 5:-** That this ordinance represents a declaration of "official intent" under Treasury Regulations Section 1.150-2(e).

Section 6:- That the expenditures to be reimbursed will be paid from the following funds, which funds have the following general functional purposes:

(a) General Capital Improvement Projects Fund. Used to account for the financial resources used to finance general capital improvement projects in the Capital Improvement Plan other than those financed by the City's enterprise funds or special revenue funds;

(b) Storm Water Utility Fund. Used to account

for the City's environmental storm water operations, including accounting for the financial resources used to finance capital projects in the Capital Improvement Plan related to the storm water utility;

(c) Parking Facilities Fund. Used to account for the City's parking facilities operations, including accounting for the financial resources used to finance capital projects in the Capital Improvement Plan related to parking facilities;

(d) Wastewater Utility Fund. Used to account for the City's wastewater utility operations, including accounting for the financial resources used to finance capital projects in the Capital Improvement Plan related to the wastewater utility;

(e) Water Utility Fund. Used to account for the City's water utility operations, including accounting for the financial resources used to finance capital projects in the Capital Improvement Plan related to the water utility.

**Section 7:-** That the appropriate officers or agents of the City are authorized and directed to file a certified copy of this ordinance with the Circuit Court of the City of Norfolk pursuant to Sections 15.2-2607 and 15.2-2627 of the Code of Virginia, 1950, as amended.

Section 8:- That the City Manager, unless otherwise directed by City Council, is hereby authorized to do all things necessary to implement the projects set forth in the Fiscal Year 2025 Capital Improvement Plan Budget.

Section 9: - That the City Manager is authorized to change the financing sources for the various capital projects subject to any applicable restriction of law or of any issued bonds.

Section 10:- That the City Manager or his designee is authorized to transfer from any project that has an excess of funds appropriated for its use to any other project all or any part of such excess. A record of all such transfers shall be maintained by the Director of Finance.

Section 11:- That the City Manager or his designee is authorized to transfer funds from any project authorized with Public Art funds in the Capital Improvement Plan to any other project or pool funds, as needed, to implement any portion of the Capital Improvement Plan.

Section 12:- That, if the City Manager, in consultation with the Director of Finance, determines that it is advisable to finance the acquisition of Short-Term Equipment in an alternative manner, the City Manager, with the approval of Council, is hereby authorized to execute and deliver on behalf of the city non-general obligation bonds, notes, term loan agreements, a master equipment lease agreement or other similar financing agreement (the "Alternative Short-Term Equipment Financing"), to execute and deliver such instruments, agreements, documents or certificates and to do and perform such things and acts, as the City Manager shall deem necessary or appropriate to carry out the transactions relating to the Alternative Short-Term Equipment Financing authorized by this ordinance, including to solicit and accept proposals to provide Alternative Short-Term Equipment Financing that the City Manager determines to be in the city's best interest and all of the foregoing, previously done or performed by such officers or agents of the city, are hereby in all respects approved, ratified and confirmed.

Should the City Manager determine that it is in the city's best interest to enter into Alternative Short-Term Equipment Financing, the Alternative Short-Term Equipment Financing shall bear interest at a rate not exceeding Eight Percent (8%), shall have a final term to maturity not in excess of ten (10) years and shall not exceed Ten Million Dollars (\$10,000,000). The obligation of the city to make payments under any Alternative Short-Term Equipment Financing is subject to appropriation each year by the Council and nothing in this ordinance or the Alternative Short-Term Equipment financing shall constitute a debt or pledge of the faith and credit of the city.

Section 13:- That this ordinance shall be in effect  
from and after **July 1, 2024**.

CERTIFICATION OF FUNDING

Account No.: Various  
Amount: \$285,272,220

**ADOPTED BY COUNCIL MAY 14, 2024**  
**EFFECTIVE JULY 1, 2024**