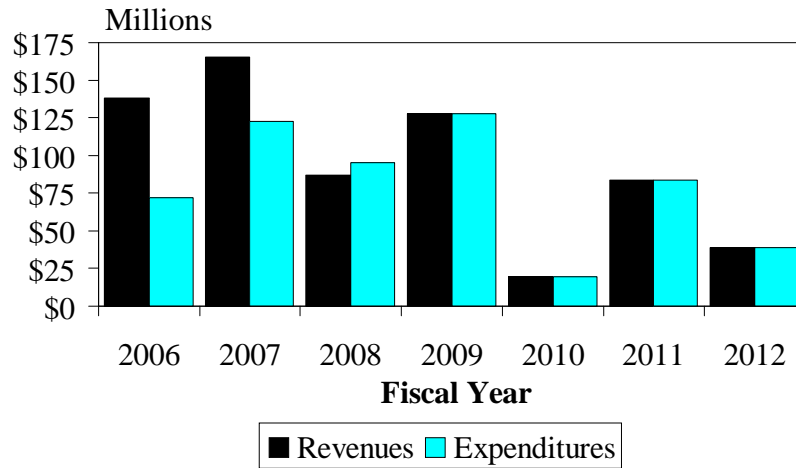


Three Year Forecast Revenues and Expenditures Capital Projects Fund



Fiscal Years 2009 through 2012 are estimated.

CAPITAL PROJECTS FUND

(Fund 21)

The Capital Projects Fund accounts for all general government and school system capital projects, which are financed through a combination of general obligation bonds and operating transfers from the General Fund and Special Revenue Fund.

The County of Henrico adopts both an operating and capital budget annually. These two separate budgets, when combined, represent the total appropriation made by the Board of Supervisors each year. This “fund” forecast encompasses the County’s Capital Projects Fund, which is representative of the County’s capital budget. A separate narrative, found elsewhere in this document, includes the operating impact of approved capital projects on the County’s operating budget. The County of Henrico will not approve funding for a capital project in the capital budget unless all operating cost increases are known, and have been incorporated into the operating budget.

Revenues

Assumptions

State School Construction Fund represents the use of a State grant for the construction of school projects.

Use of Money & Property represents the interest earned on the balance remaining within the Capital Projects Fund from bond proceeds and other sources of funding.

Miscellaneous Revenues includes payments received from other localities for shared capital project costs.

Intergovernmental Revenues include various State grants, VDOT Construction Aid Drawdown, and funds received from the Community Development Block Grant as reimbursement for project costs.

General Obligation Bonds - 2005 represents the \$349.3 million approved by the voters in the March 2005 Bond Referendum for Education and General Government capital projects. Due to economic conditions, the issue originally

planned for FY2010 is being delayed until FY2011. Subject to economic conditions, the revised schedule for the three remaining bond issues planned for FY2011 through FY2013 by year and category are:

	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>
Education	\$65.7	\$22.9	\$0.0
General Government	<u>\$11.8</u>	<u>\$10.4</u>	<u>\$35.7</u>
Total	\$77.5	\$33.3	\$35.7

Transfers:

(To) From General Fund is the transfer of non-bond resources from the General Fund. The FY2010 transfer of \$15,000,000 includes a \$5,000,000 allocation for pay-as-you-go construction from General Fund balance, which is divided equally between General Government and Education to support various ongoing projects. The revenue forecast for FY2010 includes the Capital Reserve Fund, which is budgeted at \$9,150,000. The majority of this funding, \$7,000,000 will create a reserve that will fund the purchase of land throughout the County for various future facilities such as fire stations and libraries. The remainder of this funding will replace the current E-911 software application at a cost of \$2,000,000 and support a jail expansion study totaling \$150,000, which will address the increasing inmate population at both Jail East and Jail West. It has been recommended that the County strive to maintain a level of undesignated fund balance at 18.0 percent of the General Fund expenditures. Amounts over that threshold would be utilized as a funding source in future capital budgets.

The FY2010 transfer includes revenue collected in the General Fund designated for capital improvements, such as Motor Vehicle License Fee revenue of \$850,000, which supports various Public Works' ongoing projects.

The FY2011 forecasted transfer of \$5,850,000 includes \$5,000,000 of General Fund balance and \$850,000 from Motor Vehicle License Fee revenue.

The FY2012 forecasted transfer of \$5,850,000 includes \$5,000,000 of General Fund balance and \$850,000 from Motor Vehicle License Fee revenue.

(To) From Special Revenue Fund is the transfer of non-bond resources from the Special Revenue Fund. The FY2010 forecasted transfer of \$3,600,000 will allow for the construction of a landfill transfer station at an estimated cost of \$1,000,000 as well as the design and construction of the landfill #1 closure at an estimated cost of \$2,600,000 for the Springfield Road Landfill.

(To) From CAM (Central Automotive Maintenance) Fund Balance represents the use of CAM fund balance resources of \$590,600 in FY2010 to fund the replacement of the CAM fuel management system.

Expenditures

Assumptions

Capital Project Expenditures over the three-year forecast period are requested at \$139.6 million. Over 67.3 percent of this amount is in the area of Education and reflects the expending of General Obligation Bond proceeds for construction of one new elementary school; planning for one new middle school and one new high school; planning for the renovation of an elementary school; and renovations of two high schools, one middle school, and two elementary schools.

Expenditures for General Government projects funded with General Obligation Bonds during the forecast period include Fire, Public Library, Public Works, and Recreation and Parks. Forecasted expenditures include the construction of one new fire station, renovation and expansion of one fire station, planning costs associated with one new library and one replacement library, construction of a road extension, and development of one new park.

General Government and Education expenditures will fluctuate during the forecast period based on the dollar amount of General Obligation Bond projects funded each year.

(To) From Capital Projects Fund Equity represents the change in accumulated construction appropriations based on projected resources and corresponding expenditures throughout the forecast period.

Capital Projects Fund Balance represents the estimated amount of available appropriations based on the addition of new resources less projected expenditures.

FY2010		FY2009	
From General Fund - \$15,000,000		From General Fund - \$30,140,180	
Project	Total	Project	Total
Schools - Mechanical Improvements	\$ 1,790,000	Schools - Mechanical Improvements	\$ 1,575,000
Schools - Roof Replacement	710,000	Schools - Roof Replacement	925,000
Bridge Rehabilitation	475,000	Bridge Rehabilitation	500,000
East End Operations Center	100,000	East End Operations Center	200,000
Geographic Information System	175,000	Geographic Information System	175,000
Mechanical Improvements	325,000	Mechanical Improvements	250,000
New Guardrails	25,000	New Guardrails	25,000
Pavement Rehabilitation	170,000	Pavement Rehabilitation	100,000
Recreation Facility Rehabilitation	300,000	Recreation Facility Rehabilitation	750,000
Right-Left Turn Lanes	50,000	Right-Left Turn Lanes	50,000
Roof Replacement/Rehabilitation	250,000	Roof Replacement/Rehabilitation	500,000
Traffic Signals	200,000	Traffic Signals	200,000
Information Technology Projects	617,700	Information Technology Projects	650,000
Building Maint Area Safety Improvements	200,000	Administration Building Cafeteria	502,641
E-911 Equipment Replacement	2,000,000	Cedar Fork Road Bridge	342,800
Human Services HVAC Replacement	462,300	Charles City Road	1,528,337
Jail Expansion Study	150,000	Creighton Road	1,158,643
Land Purchase Reserve	7,000,000	Dredge Lower Lake Hening	165,000
Total From General Fund	\$ 15,000,000	Eastern Henrico Recreation Center	2,496,000
		Elementary Office Renovation-3 Schools	1,077,508
		Elementary Office Renovation-4 Schools	794,151
		Fairfield Middle School Renovation	3,088,564
		Fire Station #12 Renovation	2,824,131
		Gen Gov't Bond Project Reserve	5,718,686
		General Road Construction	250,000
		Henrico HS Art Classroom Addition	925,177
		Jail East Waterproof	154,000
		Jail Farm Waste Water Plant Removal	110,000
		Jail West/East Security Enhancements	1,862,103
		Medical Services/Training Expansion	1,242,439
			\$ 30,140,180

Capital Projects Fund Forecast

	FY 07-08 Actual	FY 08-09 Original	FY 09-10 Forecast	FY 10-11 Forecast	FY 11-12 Forecast
Resources:					
Revenues:					
State School Construction Fund	\$ 626,891	\$ 643,636	\$ -	\$ -	\$ -
Use of Money and Prop - Gen Govt	5,501,159	-	-	-	-
Charges for Services	762	-	-	-	-
Miscellaneous Revenues	1,335,002	-	-	-	-
Intergovernmental	10,609,759	-	-	-	-
Subtotal Revenues	<u>\$ 18,073,573</u>	<u>\$ 643,636</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Other Financing (Uses) Sources:					
Bonds:					
G. O. Bonds - Education - 2005	25,950,000	61,150,000	-	65,656,903	22,931,208
G. O. Bonds - General Govt - 2005	3,860,000	12,700,000	-	5,800,000	10,350,000
G. O. Bonds - Public Works - 2005	-	22,000,000	-	6,000,000	-
Bond Premiums	990,000	-	-	-	-
Subtotal Bonds:	<u>\$ 31,790,000</u>	<u>\$ 95,850,000</u>	<u>\$ -</u>	<u>\$ 77,456,903</u>	<u>\$ 33,281,208</u>
Transfers:					
(To) From General Fund:					
General Fund Balance	\$ 14,352,241	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000
Capital Reserve Fund - General Gov't	8,888,700	15,000,000	9,150,000	-	-
Current Revenues - General Gov't	-	-	-	-	-
General Fund Revenue - License Fee	850,000	850,000	850,000	850,000	850,000
State Revenue - Education	435,341	-	-	-	-
State Lottery Fund	6,287,400	5,885,400	-	-	-
State Gasoline Tax	4,784,687	3,404,780	-	-	-
Subtotal General Fund Transfers	<u>\$ 35,598,369</u>	<u>\$ 30,140,180</u>	<u>\$ 15,000,000</u>	<u>\$ 5,850,000</u>	<u>\$ 5,850,000</u>
Transfers:					
(To) From Special Revenue Fund:					
MH/MR	\$ 776,000	\$ 868,000	\$ -	\$ -	\$ -
Landfill Fees	-	150,000	3,600,000	-	-
E-911 Wireless Funds	533,784	250,000	-	-	-
Subtotal Special Revenue Fund	<u>\$ 1,309,784</u>	<u>\$ 1,268,000</u>	<u>\$ 3,600,000</u>	<u>\$ -</u>	<u>\$ -</u>
(To) From CAM Fund Balance					
Capital Projects	\$ -	\$ -	\$ 590,600	\$ -	\$ -
Total Resources and Transfers	<u>\$ 86,771,726</u>	<u>\$127,901,816</u>	<u>\$ 19,190,600</u>	<u>\$ 83,306,903</u>	<u>\$ 39,131,208</u>
Expenditures:					
General Government	\$ 19,997,859	\$ 31,318,000	\$ 12,240,600	\$ 8,300,000	\$ 12,850,000
Education	57,843,857	70,179,036	2,500,000	68,156,903	25,431,208
Public Works Roads	12,304,550	26,254,780	850,000	6,850,000	850,000
Utilities - Landfill	4,844,301	150,000	3,600,000	-	-
Total Expenditures	<u>\$ 94,990,567</u>	<u>\$127,901,816</u>	<u>\$ 19,190,600</u>	<u>\$ 83,306,903</u>	<u>\$ 39,131,208</u>
(To) From Capital Projects	\$ 8,218,841	\$ 15,000,000	\$ 20,000,000	\$ 25,000,000	\$ 30,000,000
Fund Equity					
Capital Projects Fund Balance	<u>\$215,804,209</u>	<u>* \$200,804,209</u>	<u>\$180,804,209</u>	<u>\$155,804,209</u>	<u>\$125,804,209</u>

Notes:

Revenues and Expenditures in forecast years are based on anticipated appropriations.

From Capital Projects Fund Balance is the use of cash to complete projects where funds were appropriated in prior years.

To Capital Projects Fund Balance is the anticipated addition to Capital Projects Fund Balance of unspent current year appropriations.

(*) Source - Trial Balance. Represents unspent balance as of 6/30/08.