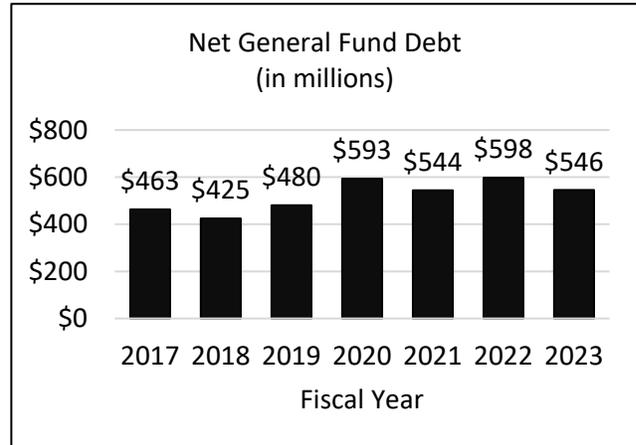
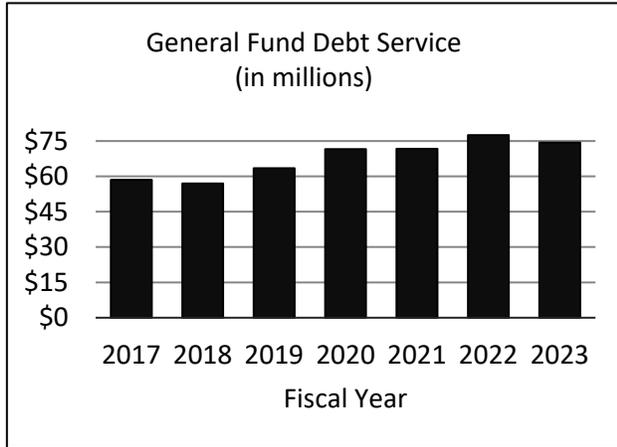


Three Year Forecast Revenues and Expenditures Debt Service Fund



DEBT SERVICE FUND

(Fund 71)

The Debt Service Fund accounts for the accumulation of financial resources for payment of interest and principal on all governmental fund long-term debt, except accrued compensated absences and capital lease obligations, which are paid by the fund incurring these expenses. Debt Service Fund resources can include transfers from the General Fund and Capital Projects Fund. Miscellaneous revenue includes capitalized interest and reimbursements from other localities and the State. Debt service requirements for bonds issued by the County's Water and Sewer Utility are accounted for in the Enterprise Fund.

Revenues

Assumptions

(To) From General Fund represents the transfer of local resources to support debt service requirements. Debt service requirements in fiscal years 2020 through 2023 are calculated on existing debt service and anticipated debt service. The County citizens approved a General Obligation (G.O.) Bond referendum that was included on the November 2000 ballot. The referendum included School construction projects totaling \$170,500,000, and General Government projects totaling \$66,500,000. The G.O. Bond funding for these projects was issued between FY2001 and FY2007. The County citizens again approved a G.O. Bond referendum that was included on the March 2005 ballot. The referendum included School construction projects totaling \$220,000,000, and General Government projects totaling \$129,300,000. The funding for these projects was issued between FY2006 and FY2012. In November 2016, the County citizens approved a General Obligation (G.O.) Bond referendum in the amount of \$419,800,000. This referendum included School construction projects totaling \$272,600,000; Recreation and Parks projects totaling \$87,100,000; Library project totaling \$24,000,000; Fire projects totaling \$22,100,000 and Road projects totaling \$14,000,000.

Also included in these assumptions is the issue of \$34,000,000 of debt for the replacement of the 800 MHz Communication System used by Henrico's public safety agencies. This ten-year debt was issued in February of 2016.

Meals Tax Revenues represents additional resources that were recognized as a partial funding source to pay for the debt service obligations on the school projects in the 2016 Bond Referendum. As a result of the 2016 Bond Referendum, Henrico citizens approved the debt issuance of \$104,500,000 for new school projects and \$168,100,000 for school renovations.

GRCCA Reimbursement represents the reimbursement of Hotel/Motel tax collections from the Greater Richmond Convention Center Authority. This funding has been designated for the debt service obligations related to the debt issued for the large park projects of the 2016 Bond Referendum. This includes the planned debt issuance for Glover Park, Taylor Park, and Tuckahoe Park. However, as a result of the economic impacts to the tourism sector from the public health emergency related to COVID-19, this resource is capped in this forecast.

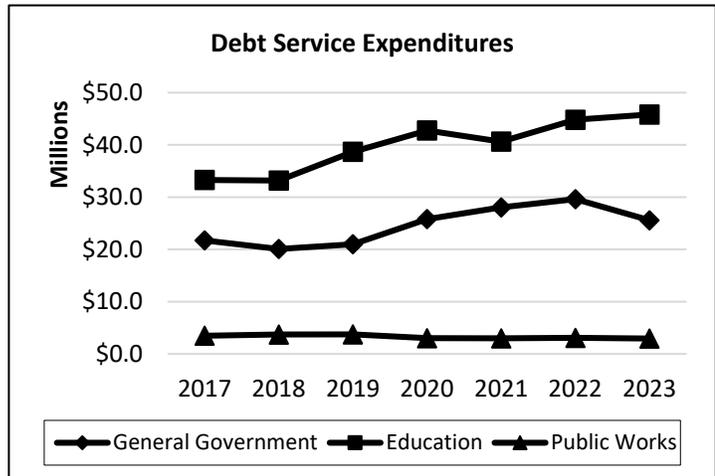
Expenditures

Assumptions

Debt Service - General Government includes principal and interest payments on General Obligation (G.O.) Bond issues and Economic Development Authority (EDA) Lease Revenue Bond issues. These obligations fund a variety of projects including parks, libraries, fire stations, a radio communication system, a parking deck, a communication/training facility, as well as technology initiatives.

Debt Service - Education includes principal and interest payments on Education General Obligation (G.O.) Bonds, Virginia Public School Authority (VPSA) Bonds, and Literary Fund Loans. These obligations support construction and improvement of facilities operated by the County's School System.

Debt Service - Public Works includes principal and interest payments on General Obligation (G.O.) Bonds issued to support road improvements throughout the County.



Debt Service Fund Forecast

	FY2019 Actual	FY2020 Approved	FY2021 Forecast	FY2022 Forecast	FY2023 Forecast
Revenues:					
(To) From General Fund	\$ 54,427,549	\$ 59,881,412	\$ 60,810,192	\$ 65,026,562	\$ 61,855,805
Meals Tax Revenue	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000
GRCCA Reimbursement	0	2,688,864	1,855,638	3,500,000	3,500,000
Total Revenues	\$ 63,427,549	\$ 71,570,276	\$ 71,665,830	\$ 77,526,562	\$ 74,355,805
Expenditures:					
Debt Service - General					
Government	\$ 20,993,627	\$ 25,802,987	\$ 28,043,772	\$ 29,628,781	\$ 25,581,686
Debt Service - Education	38,687,640	42,754,724	40,627,175	44,812,245	45,822,522
Debt Service - Public Works	3,746,282	3,012,565	2,994,883	3,085,536	2,951,597
Total Expenditures	\$ 63,427,549	\$ 71,570,276	\$ 71,665,830	\$ 77,526,562	\$ 74,355,805
 Fund Equity*	 \$ 242,103	 \$ 242,103	 \$ 242,103	 \$ 242,103	 \$ 242,103

**Represents balance that has accumulated in the Debt Service Fund over a period of years.*