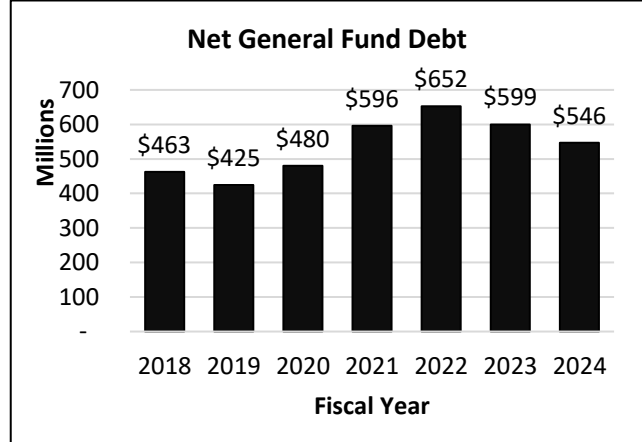
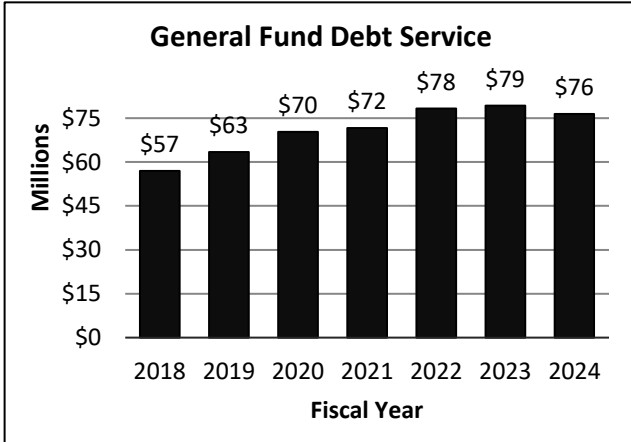


Three Year Forecast Revenues and Expenditures Debt Service Fund



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 2021 through 2024 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; and General Government projects totaling \$147,200,000.

Other debt included in the annual debt service calculation include the issuance of \$54,100,000 in Virginia Public School Authority Bonds, Lease Revenue Bonds in the amount of \$34,000,000 for the replacement of the 800 MHz Communication System used by Henrico's public safety agencies, Land Financing bonds in the amount of \$10,115,000 and the 2020A Indoor Sports Facility Bond in the amount of \$50,000,000.

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.

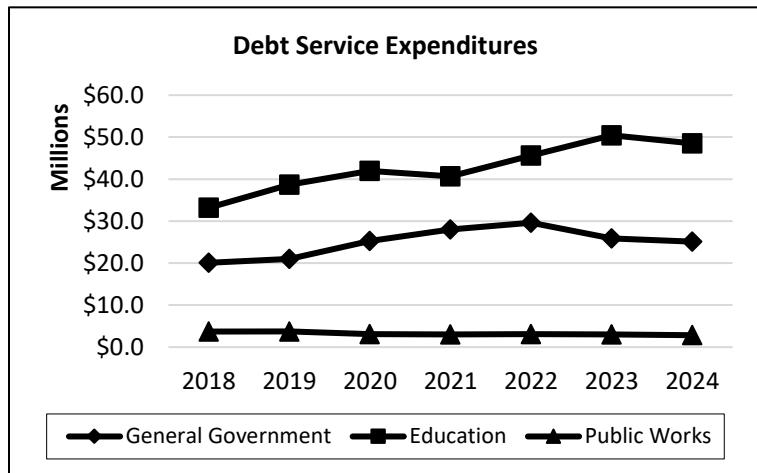
GRCCA Reimbursement represents the reimbursement of Hotel/Motel tax collections from the Greater Richmond Convention Center Authority. This funding has been designated for the debt service obligations related to the debt issued for the large park projects of the 2016 Bond Referendum. This includes the 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 and Virginia Public School Authority (VPSA) Bonds. 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

	FY2020 Actual	FY2021 Approved	FY2022 Forecast	FY2023 Forecast	FY2024 Forecast
Revenues:					
(To) From General Fund	\$ 58,613,599	\$ 59,881,412	\$ 65,846,649	\$ 66,776,216	\$ 63,954,897
Meals Tax Revenue	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000
GRCCA Reimbursement	2,688,864	1,855,638	3,500,000	3,500,000	3,500,000
Total Revenues	\$ 70,302,463	\$ 70,737,050	\$ 78,346,649	\$ 79,276,216	\$ 76,454,897
Expenditures:					
Debt Service - General Government	\$ 25,243,988	\$ 28,043,771	\$ 29,625,478	\$ 25,846,615	\$ 25,099,026
Debt Service - Education	41,979,830	40,627,176	45,635,554	50,438,923	48,516,698
Debt Service - Public Works	3,078,645	2,994,883	3,085,617	2,990,678	2,839,174
Total Expenditures	\$ 70,302,463	\$ 71,665,830	\$ 78,346,649	\$ 79,276,216	\$ 76,454,897
Fund Equity*	\$ 770,870	\$ 770,870	\$ 770,870	\$ 770,870	\$ 770,870

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