

CAPITAL PROJECTS FUND: THREE YEAR FORECAST

REVENUES AND EXPENDITURES

DESCRIPTION

The Capital Projects Fund accounts for all general government and school system capital projects, which are financed through a combination of General Obligation (G.O.), Virginia Public School Authority (VPSA), and Economic Development Authority (EDA) lease revenue bonds, as well as a mix of other revenues including 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.

ASSUMPTIONS

- The Central Virginia Transit Authority was created in the 2020 General Assembly legislative session and these forecasts reflect the inclusion of this new revenue source beginning in FY22.
- Other revenue sources include use of money & property, revenues from other localities or entities for shared capital project costs, and various intergovernmental revenues from state and federal sources.
- Forecasted expenditures includes the approval by the citizens of all five questions on the 2022 G.O. Bond Referendum.
- Meals tax revenues are dedicated for various Henrico County Public Schools’ infrastructure projects.
- General fund transfers are used in the forecasted years to fund expenditures such as ongoing maintenance needs for both HCPS and Henrico County Government, vehicle replacement programs, and designated stormwater projects.

CAPITAL PROJECTS FUND FORECAST

Capital Projects Fund Forecast

	FY 22 Actual	FY 23 Original	FY 24 Forecast	FY 25 Forecast	FY 26 Forecast
Resources:					
Revenues:					
Use of Money and Property	\$ 542,928	\$ 5,000,000			
Miscellaneous Revenues	359,436				
Intergovernmental	12,384,131		1,300,000	1,300,000	1,300,000
CVTA	33,678,024	27,500,000	27,500,000	27,500,000	27,500,000
Subtotal Revenues	<u>\$ 46,964,519</u>	<u>\$ 32,500,000</u>	<u>\$ 28,800,000</u>	<u>\$ 28,800,000</u>	<u>\$ 28,800,000</u>
Other Financing (Uses) Sources:					
Bonds:					
G. O. Bonds - Education	\$ -	\$ -	\$ 86,000,000	\$ 75,300,000	\$ 46,500,000
G. O. Bonds - General Gov't	313,800	-	25,800,000	10,650,000	29,000,000
G. O. Bonds - Public Works	-	-	2,500,000	7,500,000	10,000,000
VPSA	54,382,681	-	-	-	-
Subtotal Bonds:	<u>\$ 54,696,481</u>	<u>\$ -</u>	<u>\$ 114,300,000</u>	<u>\$ 93,450,000</u>	<u>\$ 85,500,000</u>
Transfers:					
(To) From General Fund:					
Designated Fund Balance	\$ 54,183,241	\$ 10,150,000	\$ 16,150,000	\$ 13,900,000	\$ 13,900,000
Designated Capital Reserve	-	3,850,000	17,250,000	14,500,000	10,000,000
Education Meals Tax	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000
Education Meals Tax Reserve	-	5,000,000	-	-	-
General Fund Rev - Stormwater Dedication	-	2,348,000	2,348,000	2,348,000	2,348,000
General Fund Rev - BMP Maintenance	-	-	1,000,000	1,000,000	1,000,000
General Fund Rev - Education Technology	-	2,000,000	2,000,000	2,000,000	2,000,000
General Fund Rev - Motor Vehicle License Fee	-	1,750,000	1,750,000	1,750,000	1,750,000
General Fund - Bond Planning Reserve	-	15,000,000	-	-	-
General Fund - Tourism Reserve	-	5,000,000	-	-	-
General Fund - HIP Reserve	-	750,000	750,000	750,000	750,000
General Fund - CR Reserve	-	2,000,000	2,000,000	2,000,000	2,000,000
General Fund - HPAP Reserve	-	-	2,000,000	2,000,000	2,000,000
General Fund - State Aid for Education Reserve	-	-	5,050,000	-	-
Public Works Reserve	-	-	-	-	-
General Fund Rev - Vehicle Replacement	-	13,500,000	13,500,000	14,000,000	14,500,000
Subtotal General Fund Transfers	<u>\$ 63,183,241</u>	<u>\$ 70,348,000</u>	<u>\$ 72,798,000</u>	<u>\$ 63,248,000</u>	<u>\$ 59,248,000</u>
Total Resources and Transfers	<u>\$ 164,844,241</u>	<u>\$ 102,848,000</u>	<u>\$ 215,898,000</u>	<u>\$ 185,498,000</u>	<u>\$ 173,548,000</u>
Expenditures:					
General Government	\$ 46,638,159	\$ 36,250,000	\$ 69,250,000	\$ 49,600,000	\$ 63,950,000
Education	70,344,128	35,000,000	111,550,000	95,800,000	67,000,000
Public Works	33,525,212	31,598,000	35,098,000	40,098,000	42,598,000
Utilities - Landfill	537,378	-	-	-	-
Total Expenditures	<u>\$ 151,044,878</u>	<u>\$ 102,848,000</u>	<u>\$ 215,898,000</u>	<u>\$ 185,498,000</u>	<u>\$ 173,548,000</u>
(To) From Capital Projects Fund Equity	\$ (13,799,363)	\$ 25,000,000	\$ 25,000,000	\$ 25,000,000	\$ 25,000,000
Capital Projects Fund Balance*	<u>\$ 391,042,687</u>	<u>\$ 366,042,687</u>	<u>\$ 341,042,687</u>	<u>\$ 316,042,687</u>	<u>\$ 291,042,687</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 Fund Balance of unspent current year appropriations.

(*) Source - ACFR. Represents unspent balance as of 6/30/2022.