

TECHNOLOGY REPLACEMENT FUND

DESCRIPTION

The Technology Replacement Fund was created in FY01 to serve as an internal service function for general government technology replacement costs. This fund provides for the replacement of general government computers and related technology equipment.

OBJECTIVES

- To allow Henrico County to utilize technological advancements as they occur.
- To spread the cost of replacing technology equipment over a period of multiple years to reduce the impact of large one-time purchases in a given year.
- To provide centralized accounting to accurately monitor the number and cost of technology equipment replacement.
- To ensure the County does not find itself in the position of having to issue long-term debt to pay for routine technology equipment.

FISCAL YEAR 2024 SUMMARY

Annual Fiscal Plan

Description	FY22 Actual	FY23 Original	FY24 Proposed	Change 23 to 24
Personnel	\$ 0	\$ 0	\$ 0	0.0%
Operation	0	0	0	0.0%
Capital	3,001,314	3,532,947	3,841,471	8.7%
Total	<u>\$ 3,001,314</u>	<u>\$ 3,532,947</u>	<u>\$ 3,841,471</u>	<u>8.7%</u>

Technology Replacement Fund

PERFORMANCE MEASURES

Performance Measures

	<u>FY22 Actual</u>	<u>FY23 Original</u>	<u>FY24 Proposed</u>	<u>Change 23 to 24</u>
Workload Measures				
Accumulated Value of Equipment	12,554,800	12,985,000	13,140,000	155,000
Computers in Program	3,265	3,365	3,397	32
Other Equipment in Program	1,315	1,356	1,367	11

BUDGET HIGHLIGHTS

The FY24 budget for the Technology Replacement Fund totals \$3,841,471. It is important to note that funding of \$3,500,000 to support this budget request is to be provided by a transfer from the General Fund. This reflects an increase of \$500,000 from the previous approved budget.

The request for replacement equipment includes equipment that is eligible and approved for replacement based on age and usage. While there may be a budget for specific items, some funding is provided for contingency and will only be spent if necessary. In an effort to reduce expenses, departments were requested to review computer requirements to determine if an extended replacement cycle is practical based on the use of the computer. The Department of Information Technology approves the replacement request based on the computer's use as well as the user's anticipated needs.



TECHNOLOGY REPLACEMENT Department Operating Budget Henrico County, Virginia FY 2024

Account Description		Prior Year Actual	Approved Budget	Proposed Budget	Dollar Inc/Dec	Percent Inc/Dec
50514	Other Operating Supplies	72	0	0	0	0.0%
50521	Computer Software	636	54,917	0	-54,917	-100.0%
50805	Computer Equipment-New \$10,000 and Over	0	63,290	0	-63,290	-100.0%
50815	Computer Equipment-New Less Than \$10,000	114,365	11,000	105,400	94,400	858.2%
50825	Computer Equipment-Replacement \$10,000 and Over	295,970	1,636,475	2,676,921	1,040,446	63.6%
50833	Telecommunications Equipment – Replacement Less Than \$10,000	700	0	0	0	0.0%
50835	Computer Equipment-Replacement Less Than \$10,000	2,478,501	1,767,265	1,059,150	-708,115	-40.1%
Total Department		2,890,244	3,532,947	3,841,471	308,524	8.7%