



FY 2015 CARRYOVER REVIEW

September 11, 2015

County of Fairfax, Virginia



FY 2015 Carryover: Summary

- **Revenue balance of \$32.28 million or 0.87 percent of General Fund Revenues**
 - Less than 1 percent on a base of \$3.75 billion
 - Small improvements in categories such as personal property, sales tax, recordation and deed of conveyance
 - Concern for future years as these categories have fluctuated in recent years

- **Disbursement balance of \$54.64 million or 1.44 percent of General Fund Disbursements**
 - Encumbrances of \$33.11 million
 - Unencumbered carryover of \$3.08 million, largely the Incentive Reinvestment Initiative
 - **Remaining balance of \$14.63 million, after reserve adjustments**

- **Available balance (including revenues and disbursements) of \$46.91 million**



FY 2015 Carryover: Critical items

- **Critical Requirements - \$19.28 million**

- \$13.10 million to the School's Sinking Fund for Infrastructure Replacement and Upgrades
 - Consistent with the Infrastructure Financing Committee Report approved on March 25, 2014 and the Board's Budget Guidance approved April 21, 2015.
 - This contribution will be built into the FY 2017 baseline budget going forward.
- \$2.00 million contribution to the World Police and Fire Games. The Carryover Review also includes the appropriation of \$1.00 million in support from the Commonwealth of Virginia in support of the Games.
- \$1.50 million for the third and final year of County contributions to be used for installing turf on high school rectangular fields with the stipulation that the funding be matched by the Fairfax County Public Schools consistent with recommendations from the County/Schools Turf Field Task Force.
- \$0.65 million for the second year of General Fund contributions for the Laurel Hill Adaptive Reuse project as identified in the July 29, 2014 Board Action item.
- \$0.17 million to fund a transition period of six months for the Annandale Adult Day Health Care Center as directed by the Board when the FY 2016 Budget was approved.



FY 2015 Carryover: Reserves/Capital

- **Allocations for Reserves/Capital - \$17.81 million**

- \$11.05 million or 40 percent of the balance is allocated to the County's Managed Reserve and Revenue Stabilization Fund in support of the County's triple AAA bond rating.
 - Consistent with the Board's new policy on funding reserves which was approved on April 21, 2015.
 - In addition to this allocation, all other Carryover adjustments have been accompanied with contributions to the two reserves as well, consistent with the Board policy of allocating 10 percent of disbursement increases to reserves.
 - As a result, the total contributions to the reserves at Carryover is \$18.51 million and results in funded percentages of 2.18 percent for the Managed Reserve and 3.41 percent for the Revenue Stabilization Fund.
- \$5.53 million or 20 percent of the balance is allocated as the second contribution to the Infrastructure Sinking Reserve Fund to address outstanding capital infrastructure requirements.
 - Consistent with the recommendations of the Infrastructure Financing Committee.
 - As a result of the contributions this year and last year at Carryover, a total of \$8.4 million is now available for County infrastructure and upgrade requirements.



FY 2015 Carryover: All Other Requirements

- **All Other Requirements - \$3.66 million**
 - Small number of other adjustments that are also necessary at this time.
 - Additional resources for existing programs such as the Public Assistance case management and the Supplemental Nutrition Assistance Program, with no net cost to the General Fund.
 - Funding to meet Board priorities is included as a result of additional work that staff has undertaken since the adoption of the FY 2016 budget:
 - addressing mental health issues (\$0.80 million) through the addition of a second Mobile Crisis Unit;
 - supporting prevention efforts in the community (\$0.65 million);
 - providing opportunities as part of the resident curator program (\$0.10 million); and,
 - reducing SACC waiting lists (\$0.03 million).
 - An increase of \$1.54 million in support of emergency system requirements of aging infrastructure.
- **Reserve of \$6.16 million net available for the Board for future non-recurring priorities**

**FY 2015 Carryover Review
Impact to the Human Services System's Expenditure Budget in FY 2016**

Column1	FY 2016 Adopted Budget Plan	Encumbered Carryover	Unencumbered Carryover	Additional Adjustments	FY 2016 Revised Budget Plan	Total Increase/Over Adopted
GRAND TOTAL: IMPACT TO FY 2016 HUMAN SERVICES SYSTEM	\$496,951,646	\$12,814,735	\$963,745	\$3,878,623	\$514,588,749	\$17,657,103
GENERAL FUND						
Juvenile & Domestic Relations District Court	\$22,589,661	\$400,682	\$0	\$0	\$22,990,343	\$400,682
Family Services (DFS)	\$195,671,254	\$2,654,461	\$0	\$1,640,506	\$199,966,221	\$4,294,967
Administration for Human Services (DAHS)	\$12,995,921	\$95,361	\$0	\$0	\$13,091,282	\$95,361
Health Department	\$55,083,029	\$2,927,630	\$590,000	\$250,557	\$58,851,216	\$3,768,187
Office to Prevent & Homelessness (OPEH)	\$12,141,549	\$1,297,482	\$0	\$0	\$13,439,031	\$1,297,482
Neighborhood & Community Services (NCS)	\$28,096,455	\$656,833	\$0	(\$42,951)	\$28,710,337	\$613,882
Housing and Community Development (HCD)	\$6,255,389	\$75,279	\$27,450	\$0	\$6,358,118	\$102,729
GENERAL FUND SUPPORTED						
Consolidated Community Funding Pool	\$10,611,143	\$76,050	\$0	\$0	\$10,667,193	\$76,050
Fairfax-Falls Church Community Services Board (CSB) (General Fund Portion)	\$153,507,245	\$4,526,932	\$0	\$1,380,511	\$159,414,688	\$5,907,443
Prevention Incentive Fund	\$0	\$104,025	\$346,295	\$650,000	\$1,100,320	\$1,100,320

Encumbered Carryover:
An encumbrance is an obligation of funding for an anticipated expenditure prior to actual payment for an item. Funding is set aside and encumbered once a contracted obligation has been entered. Encumbrances must be spent on specific items and are not available for other expenses.

Unencumbered Carryover: This term refers to unspent funds that are carried over to the next fiscal year generally for a specific purpose. The items above include: \$410,000 to complete procurement of an Electronic Health Record System; \$207,450 in Health and HCD to be reinvested in training and professional development of employees; and, \$346,295 for the Prevention Incentive Fund.

Additional Recommended Adjustments: These are categorized into "Critical Requirements" and "All Other Requirements." "Critical Requirements" includes \$250,557 in the Health Dept. to Maintain Operations of the Annandale Adult Day Health Center for 6 Months. "All Other Requirements" includes: \$1,059,539 in DFS/OFC to Increase the Capacity of the School Age Child Care Program; \$549,588 in DFS to Support Public Assistance Eligibility Workers; and \$31,379 in DFS for the Supplemental Nutrition Assistance Program--Employment & Training Program and the John Hudson Summer Intern Program. An increase of \$1,380,511 in the CSB includes \$800,000 for a second Mobile Crisis Unit and other programmatic adjustments. A decrease of \$(42,951) in NCS is associated with a redesigned Senior+ program. Also, \$650,000 is included to replenish the Prevention Incentive Fund

