ATTACHMENT VI:

OTHER FUNDS DETAIL

APPROPRIATED FUNDS

Special Revenue Funds

Fund 100, County Transit Systems **$25,324,745**

FY 2012 expenditures are recommended to increase $25,324,745 due to encumbered carryover of $19,995,417 and unencumbered carryover of $5,329,328.

FY 2011 actual expenditures reflect a decrease of $34,064,962, or 33.6 percent, from the *FY 2011 Revised Budget Plan* amount of $101,406,721. Of this amount $19,995,417 is included as encumbered carryover in FY 2012 for previously approved Northern Virginia Transportation Commission (NVTC) projects and services not yet billed. In addition, $5,329,328 in unencumbered carryover results from delays in implementation of previously approved infrastructure projects.

Actual revenues in FY 2011 total $28,374,369, a decrease of $5,405,063, or 16.0 percent, from the FY 2011 estimate of $33,779,432 due primarily to lower than anticipated WMATA reimbursements based on actual facility costs at the shared West Ox Bus Operations Center and delayed receipt of funding for a countywide transit network study that will be drawn from NVTC in FY 2012 based on the timing of expenditure requirements.

An amount of $5,329,328 is included as unencumbered carryover. Of this amount, $3,295,102 is included for previously approved NVTC-supported items, for which NVTC revenues were received in FY 2011 and prior years. These items include $2,500,000 for Advanced Public Transit Systems (APTS) design and implementation, $500,000 to study and evaluate the current Connector bus operations contract model to identify potential cost efficient alternatives for the future, and $295,102 to complete critical repairs to the Reston/Herndon Bus Operations Center. An additional $1,500,000 is included as unencumbered carryover for a countywide transit network study, previously approved and fully supported by funds that are already available at NVTC but that were not drawn from NVTC during FY 2011 based on the timing of expenditure requirements. The balance of $534,226 in unencumbered carryover is based on new price requirements for replacement buses. A portion of the Connector fleet is replaced each year based on age and maintenance criteria.

Revenues received from NVTC are increased by $1,500,000 in support of the countywide transit network study which was approved by the Board of Supervisors as part of the *FY 2010 Carryover Review*. This study provides a start to long range planning requirements associated with the need for a countywide connected high quality transit network. It will assess the Enhanced Public Transportation Corridors presently included in the County's Transportation Planning, consider transit-related planning initiatives by other entities and jurisdictions in the region, and assess the transit modes applicable to high speed transit and the logical evolution of transportation modes over time in various transportation corridors.

As a result of the actions discussed above, the FY 2012 ending balance is projected to increase from $0 to $4,835,154. Of this amount, $125,000 will be held in reserve for unanticipated future County maintenance expenditures related to the Bus Shelter Program. The remaining balance of $4,710,154 will be held in reserve for transportation-related requirements, such as fuel and contract requirements.

Fund 103, Aging Grants and Programs **$0**

In anticipation of the implementation of the County's integrated finance, budget, purchasing and human resources computer system in FY 2012, the remaining program year 2011 expenditure balance of $3,410,092 is being consolidated in Fund 102, Federal/State Grants Fund. FY 2011 actual expenditures reflect a decrease of $3,410,092 or 31.4 percent from the FY 2011 Revised Budget Plan amount of $10,847,744, which is attributed to unexpended grant balances for Program Year 2011.

Actual revenues in FY 2011 total $3,958,987, a decrease of $281,101 or 6.6 percent from the FY 2011 estimate of $4,240,088 primarily due to three months of unrealized federal revenue, state funds and project income.

The FY 2011 ending balance of $3,378,991 is being transferred to Fund 102, Federal/State Grants Fund in order to partially offset the remaining program year 2011 grant expenditures.

There is no change to the General Fund Transfer as a result of the actions discussed above and the FY 2012 ending balance is $0.

Fund 104, IT Projects **$43,293,813**

FY 2012 expenditures are increased $43,293,813 due to carryover of unexpended project balances of $30,040,500 and a net increase due to higher than budgeted FY 2011 revenue of $353,315, partially offset by a $2 reduction reconciliation adjustment for the actual beginning balance. In addition, funding of $10,000,000, supported by an increase in the General Fund transfer, is included to support anticipated milestone payments, infrastructure training, and other obligations for the FOCUS project in FY 2012. An additional $900,000, also supported by an increase in the General Fund transfer, is included for hardware and system infrastructure requirements, application testing, and disaster recovery requirements for major County computer systems. Finally, funding of $2,000,000, supported by a transfer from Fund 105, Cable Communications, is included for deployment of up-to-date technology to support secure access of new web-based social media functionalities as directed by the Board of Supervisors during their deliberations on the FY 2012 Adopted Budget Plan. Project appropriations have been revised accordingly.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $0. The following adjustments are required at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
IT0011	Imaging Pilot	($92,428)	Reallocation due to completion of two specific project details within this project.

IT0022	Tactical Initiatives	951,826	General Fund support of $900,000 is included for hardware and system infrastructure requirements, application testing, and disaster recovery associated with major County computer systems. The remaining increase of $51,826 reflects reallocations from completed projects partially offset by an adjustment to reflect lower than budgeted interest income. Funding in this project is used by the Department of Information Technology to respond to out of cycle requests and unanticipated or large-scale County IT requirements or initiatives to improve County program efficiency and effectiveness.
IT0024	Public Access to Information	7,987	Increase to help support e-gov program requirements and for additional external facing web applications.
IT0039	Court Modernization Projects	271,489	Increase to reflect the appropriation of $131,863 in State Technology Trust Fund revenue to support Circuit Court technology modernization projects and $139,626 in CPAN revenue which supports the Circuit Court's state-mandated redaction project.
IT0061	Information Technology Security	2,000,000	Funding from Fund 105, Cable Communications to support the implementation of protected web security gateway infrastructure that will provide secure web access to social media functionalities. In their deliberations on the FY 2012 budget, the Board directed that this project be funded as part of the *FY 2011 Carryover Review*.
IT0079	Legacy System Replacement	10,000,000	Additional General Fund support for FOCUS is necessary to meet anticipated milestone payments, infrastructure training, implementation and configuration services, and other obligations in FY 2012.
IT 0081	Housing and Community Development Infrastructure	(901)	Reallocation due to project completion.
IT0086	Fire Station Alerting Technology Replacement	115,340	Increase necessary to appropriate revenue from Ft. Belvoir for the Fire Station Alerting project.
	Total	**$13,253,313**	

Fund 105, Cable Communications **$6,176,438**

FY 2012 expenditures are recommended to increase $6,176,438 due to $1,508,042 in encumbered carryover, an amount of $4,623,605 in unencumbered carryover primarily due to expended funds related to the design and operation of the I-Net, and a 1.52 market rate adjustment of $44,791.

FY 2011 actual expenditures of $9,558,332 reflect a decrease $6,826,172 or 41.7 percent from the *FY 2011 Revised Budget Plan* amount of $16,384,504. Of this amount $1,508,042 is included as encumbered carryover and $4,623,605 is included as unencumbered carryover in FY 2012. The remaining balance of $694,525 is primarily attributable to Personnel Services savings due to higher than projected position vacancies in the Communications Productions Division as well as miscellaneous savings in Operating Expenses. All I-Net funds are annually appropriated to ensure adequate funding as the project continues to completion.

FY 2011 actual revenues of $21,130,020, an increase of $4,204,796 or 24.8 percent over the FY 2011 estimate of $16,925,224 primarily due to greater than anticipated franchise operating fees and I-Net and Equipment Grant fees. This revenue category has steadily increased in recent years, based on the cable franchise portion of the Communication Sales and Use Tax administered by the State.

As a result of the actions discussed above and a transfer out of $2,000,000 to Fund 104, Information Technology, for deployment of up-to-date technology to support secure access of new web-based social media functionalities, the FY 2012 ending balance is projected to be $7,761,077, an increase of $2,854,530.

Fund 106, Fairfax-Falls Church Community Services Board (CSB) **($8,674,337)**

FY 2012 expenditures are recommended to decrease $8,674,337 from the FY 2012 Adopted Budget Plan total of $146,255,981 to $137,581,644. Of this amount, $17,777 reflects the carryover of unexpended federal stimulus grant balances and a net decrease of $8,692,114 is associated with other adjustments.

Other adjustments total a net decrease of $8,692,114 and are comprised of: a decrease of $9,576,966 to transfer existing Fund 106 grants to Fund 102, Federal/State Grant Fund in preparation for the implementation of SAP, and a decrease of $105,000 to properly align costs with the Human Services system, partially offset by an increase of $968,982 to fund a market rate adjustment for County employees and an increase of $20,870 to appropriate additional revenue from Alcohol and Drug Services' Dual Diagnosis program for professional contractual services.

FY 2011 actual expenditures of $149,919,221 reflect a decrease of $3,667,602 or 2.4 percent from the *FY 2011 Revised Budget Plan* amount of $153,586,823. The balance is primarily attributable to decreases of $4.8 million for closed out grants; $1.1 million savings in Alcohol and Drug Services primarily due to positions that were held vacant to compensate for budget reductions and lower than anticipated revenue; $498,114 in unexpended grant balances that have been carried forward into FY 2012 ($17,777 in Fund 106 and $480,337 in Fund 102); partially offset by increases of $1.5 million in Early Intervention Services Personnel Services, contract and infrastructure costs due to higher than anticipated growth in the number of clients requiring Part C services and $0.9 million in Intellectual Disability Services due to overtime costs providing coverage to 24-hour group homes and higher than anticipated expenditures in Support Coordination Services and Day Support.

Actual revenue in FY 2011 totals $52,865,662, a decrease of $3,640,774 or 6.4 percent from the *FY 2011 Revised Budget Plan* amount of $56,506,436. This is primarily due to closed out grants and unrealized grant revenue that will carry over into FY 2012, partially offset by an increase in program/client fee revenue collection.

As a result of the actions discussed above the FY 2012 ending balance is projected to be $398,924, an increase of $26,828. The ending balance of $372,096 will continue to be held in reserve for the Josiah H. Beeman Commission; therefore, there is an unreserved ending balance of $26,828.

Fund 109, Refuse Collection **$1,801,929**

FY 2012 expenditures are recommended to increase $1,801,929 due to encumbered carryover of $940,443 including $56,503 in Operating Expenses and $883,940 in Capital Equipment, $89,773 in Personnel Services to support a 1.52 percent market rate adjustment, and unexpended project balances of $771,713.

FY 2011 actual expenditures reflect a decrease of $2,261,938 or 10.8 percent from the *FY 2011 Revised Budget Plan* amount of $20,908,316. Of this amount $940,443 is included as encumbered carryover and $771,713 reflects unexpended capital projects that are carried over to FY 2012. The remaining balance of $549,782 is primarily attributable to a savings of $59,546 in Personnel Services achieved by managing position vacancies, a savings of $402,523 in Operating Expenses primarily due to lower than anticipated refuse disposal charges and outside contractor costs, an increase of $38,425 in Recovered Costs based on actual billings, and a savings of $49,288 in Capital Equipment resulting from lower than budgeted equipment costs.

Actual revenues in FY 2011 total $21,412,165, an increase of $1,003,189 or 4.9 percent over the FY 2011 estimate of $20,408,976 primarily due to additional leaf collection-related revenue, increased proceeds from the sale of used collection vehicles, and improved prices for the sale of recyclables.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $9,978,700, an increase of $1,463,198.

Fund 110, Refuse Disposal **$3,092,310**

FY 2012 expenditures are recommended to increase $3,092,310 due to encumbered carryover of $1,362,388, an increase of $87,288 in Personnel Services to support a 1.52 percent market rate adjustment, and unexpended project balances of $1,642,634.

FY 2011 actual expenditures reflect a decrease of $12,459,400 or 20.3 percent from the *FY 2011 Revised Budget Plan* amount of $61,407,069. Of this amount $1,362,388 is included as encumbered carryover and $1,642,634 reflects unexpended capital projects that are carried over to FY 2012. The remaining balance of $9,454,378 is primarily attributable to a savings of $219,453 in Personnel Services due to a higher number of vacant positions than anticipated, a savings of $9,232,152 in Operating Expenses due to decreased waste tonnage reflecting the general economic condition of the region as well as savings due to decreased charges by the Department of Vehicle Services and decreased contractor compensation, and a savings of $61,423 in Capital Equipment as one less road tractor was purchased than anticipated. These savings are partially offset by a decrease of $58,650 in Recovered Costs based on actual billings.

Actual revenues in FY 2011 total $50,041,854, a decrease of $7,159,785 or 12.5 percent from the FY 2011 estimate of $57,201,639 primarily due to decreased waste tonnage resulting in lower than projected refuse disposal revenue.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $11,786,916, an increase of $2,207,305.

Fund 111, Reston Community Center **$2,532,931**

FY 2012 expenditures are recommended to increase $2,532,931 including encumbered carryover of $75,622 and unexpended project balances of $1,443,960. Other increases include $314,087 in Personnel Services for fringe benefits and additional position costs based on prior year actuals, $40,362 in Personnel Services to support a 1.52 percent market rate adjustment, and new program requirements of $208,900 approved by the RCC Board in March 2011 primarily in the areas of arts and events, media, and learning and leisure. In addition project funding of $450,000 including $150,000 for Hunters Woods upgrades primarily as a result of electrical and other related improvements and $300,000 to provide funding for Americans with Disabilities Act facility upgrades which will be supported by an appropriation from fund balance.

FY 2012 revenues are anticipated to decrease $769,417 primarily as a result of lower projected receipts for tax revenue based on current assessed values and lower interest income due to economic conditions and lower than projected program income due to fewer estimated participants in the Aquatics and General programs.

FY 2011 actual expenditures reflect a decrease of $2,104,510 or 21.4 percent from the *FY 2011 Revised Budget Plan* amount of $9,850,107. Of this amount, $75,622 is included as encumbered carryover. The remaining balance of $2,028,888 is attributable to savings of $231,737 in Personnel Services primarily associated with higher than anticipated position vacancies, savings of $344,191 in Operating Expenses primarily attributable to lower than projected spending on contractual services as well as savings due to program cancellations and deferred costs, savings of $9,000 in Capital Equipment due to deferment of the Aquatics slide purchase and $1,443,960 in unexpended capital project balances which will be carried over to FY 2012.

Actual revenues in FY 2011 total $6,835,270, a decrease of $820,317 or 10.7 percent from the FY 2011 estimate of $7,655,587 primarily due to lower than expected revenue from tax receipts and interest income partially offset by increases in rental income and arts and events receipts.

As a result of the actions discussed above and a negative $1 reconciliation adjustment for the beginning balance, the FY 2012 ending balance is projected to be $4,485,495, a decrease of $2,018,156.

Fund 112, Energy/Resource Recovery Facility **$843,460**

FY 2012 expenditures are increased $843,460 due to encumbered carryover of $805,789 in Operating Expenses and $31,108 in Capital Equipment, and an increase of $6,563 in Personnel Services to support a 1.52 percent market rate adjustment.

FY 2011 actual expenditures reflect a decrease of $4,258,464 or 12.6 percent from the *FY 2011 Revised Budget Plan* amount of $33,779,516. Of this amount $836,897 is included as encumbered carryover in FY 2012. The remaining balance of $3,421,567 is primarily attributable to savings in Operating Expenses due to reduced waste being disposed with the contractor resulting in reduced charges as well as lower repair and maintenance charges and other miscellaneous savings.

Actual revenues in FY 2011 total $28,741,298, a decrease of $3,491,266 or 10.8 percent from the FY 2011 estimate of $32,232,564 primarily due to lower than anticipated tons of waste being disposed resulting in a commensurate decrease in disposal revenue and lower than projected interest on investments.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $35,605,432, a decrease of $76,262.

Fund 113, McLean Community Center **$519,328**

FY 2012 expenditures are recommended to increase $519,328 due to encumbered carryover of $88,425, unexpended Capital Project balances of $407,777 and an increase of $23,126 in Personnel Services to support a 1.52 percent market rate adjustment.

FY 2011 actual expenditures reflect a decrease of $1,049,759 or 17.6 percent from the *FY 2011 Revised Budget Plan* amount of $5,968,797. Of this amount, $88,425 is included as encumbered carryover and $407,777 reflects unexpended project balances carried over to FY 2012. The remaining balance of $553,557 is primarily attributable to savings in Personnel Services of $80,882 primarily due to higher than anticipated position vacancies and savings of $472,675 in miscellaneous operating expenses primarily professional and contractual services due to program scheduling.

Actual revenues in FY 2011 total $4,952,389, a decrease of $651,566 or 11.6 percent from the FY 2011 estimate of $5,603,955 primarily due lower than anticipated tax receipts and program and interest income.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $11,776,697, a decrease of $121,135.

Fund 114, I-95 Refuse Disposal **$14,426,958**

FY 2012 expenditures are recommended to increase $14,426,958 due to encumbered carryover of $891,114, an increase of $27,664 in Personnel Services to support a 1.52 percent market rate adjustment, and unexpended project balances of $13,508,180.

FY 2011 actual expenditures reflect a decrease of $15,424,995, or 65.5 percent from the *FY 2011 Revised Budget Plan* amount of $23,540,506. Of this amount $891,114 is included as encumbered carryover and $13,508,180 reflects unexpended capital projects that are carried over to FY 2012. The remaining balance of $1,025,701 is primarily due to $32,166 in salary savings in Personnel Services, $621,861 in Operating Expenses primarily associated with decreased contractor compensation due to less ash tonnage being received and $371,674 in Capital Equipment primarily due to purchasing a smaller dozer vehicle than the one being replaced based on current operational requirements.

Actual revenues in FY 2011 total $5,958,744, a decrease of $617,070 or 9.4 percent from the FY 2011 estimate of $6,575,814 primarily due to less waste tonnage being disposed and lower than anticipated interest on investments, partially offset by increased revenue from the sale of equipment.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $35,260,713, an increase of $380,967.

Fund 119, Contributory Fund **$381,100**

FY 2012 expenditures are recommended to increase $381,100 to provide funding for the Police and Fire World Games, the 150th Anniversary of the Civil War, and the Birmingham Green Feasibility Study. Of the total increase, $131,100 is appropriated from fund balance as a result of savings from previous years, while $250,000 is funded through an increase to the FY 2012 General Fund transfer amount of $12,412,942.

Funding of $250,000 is required to provide ongoing support for the 2015 Police and Fire World Games in Fairfax County. The games are an Olympic-style event held biennially throughout the world to promote friendly competition, camaraderie, and international relationships among the participants. This event is anticipated to generate considerable revenue through the thousands of visitors that will come to Fairfax County for the Games and will stay in local hotels, eat, and shop at County establishments. The 10-day event is projected to bring as many as 10,000 participants and 15,000 visitors to Fairfax County. Additional corporate and private support is also being generated for this effort.

Funding of $81,100 is required to support the planning and preparation for the 150th Anniversary of the Civil War. To commemorate the Civil War Anniversary, several new Civil War trail markers are proposed in various parts of Fairfax County, along with the distribution of a commemorative calendar, book, and brochures. Reenactments of the Battle of Ox Hill and Lincoln at the Crossroads will also take place as part of the event. Total funding of $213,200 will be needed through FY 2014, $81,100 of which is required in FY 2012.

Funding of $50,000 is required for a feasibility study to support the long-term care services provided at Birmingham Green. The County participates along with several other jurisdictions in funding this facility, which provides nursing home and assisted living services to low income residents. The feasibility study would assess opportunities to both improve and expand services and maximize operating reimbursements. Fairfax County provides a large portion of the costs of supporting this facility and opportunities to maximize efficiencies may reduce future County requirements.

FY 2011 actual expenditures reflect a decrease of $36,373, or 0.3 percent from the *FY 2011 Revised Budget Plan* amount of $12,038,305. This balance is primarily attributable to lower than anticipated Metropolitan Washington Council of Governments and Northern Virginia Regional Commission dues.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $147,154, a decrease of $94,727.

Fund 120, E-911 **$11,796,702**

FY 2012 expenditures are recommended to increase $11,796,702. This amount includes carryover of Information Technology project balances of $8,492,151, encumbered carryover of $1,787,401, unencumbered carryover of $856,746 associated with operating and mobile system administrator requirements as well as delayed workstation maintenance and 9-1-1 telephone equipment upgrades, an adjustment of $418,200 for replacement computers and updated operating software necessary to provide CAD data to 9-1-1 call takers and dispatchers, and a 1.52 percent market rate adjustment of $242,204.

FY 2012 revenues are increased by $306,096, reflecting state wireless grant revenue associated with the NOVA Centerline Routing Project now anticipated to be received in FY 2012.

FY 2011 actual expenditures of $34,291,930 reflect a decrease of $12,777,002 or 27.1 percent from the *FY 2011 Revised Budget Plan* amount of $47,068,932. Of this amount, $8,492,151 reflects unexpended IT Project balances being carried over to FY 2012, while an additional $1,787,401 is encumbered carryover. The remaining balance of $2,497,450 is due primarily to savings of $1,009,595 in Personnel Services based on higher than projected salary vacancy savings and the remaining $1,487,855 is primarily attributable to savings in IT repair and maintenance and consulting services.

FY 2011 revenues total $22,851,294, an increase of $788,490 or 3.6 percent over the *FY 2011 Revised Budget Plan* amount of $22,062,804. The increase in revenues is due to surpluses of $650,440 in Communications Use and Sales Tax, $301,673 in Wireless E-911 revenue, and $163,122 in Other Revenue, partially offset by a decrease of $306,096 in NOVA Centerline Routing Project revenue not yet fully received in FY 2011 and $20,649 in Interest Income.

As a result of the actions discussed above and an increase in the General Fund transfer of $242,204 to fund the 1.52 percent market rate adjustment, the FY 2012 ending balance is projected to be $2,686,250, an increase of $2,317,090.

Fund 121, Dulles Rail Phase I Transportation Improvements **$20,000,000**

FY 2012 expenditures are recommended to increase $20,000,000 due to anticipated construction payments to the Metropolitan Washington Airports Authority (MWAA). The Fairfax County share is approximately 16.1 percent of total costs. The maximum funding contribution permitted under the terms of the Phase I Tax District is $400 million. The cash payments along with a spring 2012 bond sale will allow for the completion of the funding from the tax district. It should be noted that by making cash construction payments from the fund, financing costs are held to a minimum thereby reducing total taxes owed by the tax district.

FY 2011 actual expenditures reflect a decrease of $18,699,149 or 28.3 percent, from the *FY 2011 Revised Budget Plan* amount of $66,000,000. This balance is primarily attributable to delays in the bond sale due to legal challenges which have been resolved. Originally a fall bond sale was anticipated for which debt service expenditures of $13,350,000 were anticipated. Also, construction payments were $5,650,000 less than anticipated during FY 2011 which was partially offset by $300,851 for district legal expenses.

Actual revenues in FY 2011 total $22,591,649, a decrease of $1,176,622 or 5.0 percent from the FY 2011 estimate of $23,768,271 primarily due to less than anticipated interest earnings of $986,898 and slightly less than anticipated real estate taxes of $189,724.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $43,612,401, a decrease of $2,477,473.

Fund 124, County and Regional Transportation Projects **$218,780,650**

FY 2012 expenditures are recommended to increase $218,780,650 due to the carryover of unexpended project balances of $105,178,971, encumbered carryover of $4,660,216, an adjustment of $15,981 associated with a market rate adjustment to salaries, and other net project adjustments of $108,925,482**.** These project adjustments include the appropriation of $104,000,000 in anticipated EDA bonds associated with the Public-Private Education Facilities Act (PPEA) for the Reston-Wiehle Avenue Metrorail Station project, as approved by the Board of Supervisors on June 7, 2011, and $6,730,000 in anticipated revenue from the Metropolitan Washington Airports Authority (MWAA) to reimburse the County for pedestrian and road improvements at the Station. This project includes a public parking facility with 2,300 public parking spaces, 10 bus bays, 46 kiss-and-ride spaces and ancillary facilities to serve the new Metrorail station. The Metrorail Station project also includes. In addition, an adjustment to capital projects of $1,804,518 is required due to a decrease of $2,484,779 based on actual FY 2011 tax receipts, partially offset by an increase of $680,261 associated with the appropriation of FY 2011 staffing and operational savings.

FY 2011 actual expenditures reflect a decrease of $110,535,429 or 77.5 percent from the *FY 2011 Revised Budget Plan* amount of $142,589,301. Of this amount $105,178,971 is due to the carryover of unexpended project balances and $4,660,216 is encumbered funding. The remaining expenditure savings is primarily attributable to Personnel Services savings of $636,347 associated with the agency's management of vacant positions, Operating Expenses savings of $250,229 based on actual lease billings in FY 2011, partially offset by a shortfall of $190,334 in Capital Equipment based on the final pricing for new Connector buses approved for purchase in FY 2011 in support of service expansions recommended by the Transit Development Plan.

Actual revenues in FY 2011 total $40,620,771, a decrease of $52,484,779 or 56.4 percent from the FY 2011 estimate of $93,105,550, primarily due to $50,000,000 in EDA bonds anticipated to supplement a variety of Fund 124 projects not yet implemented based on the timing of capital project expenditure requirements. EDA bond project support was approved as part of the *FY 2009 Carryover Review*. This support is anticipated in FY 2012 or future years as projects near implementation.

As a result of the actions discussed above, the FY 2012 ending balance remains at $0. It is noted that a portion of the Fund 124 funding is held in the Construction Reserve Project and is reallocated to individual projects previously endorsed by the Board of Supervisors, as projects are ready for implementation. The following project adjustments are required at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
01240R	Construction Reserve	$8,195,482	Increase necessary to appropriate $8,195,482 in available funds. This is primarily due to the appropriation of $10,000,000 that is reallocated from the Wiehle Avenue Metrorail Facility project for funds that the Reserve previously advanced to the project that are now being replaced with anticipated EDA bond funding. This increase is offset by a decrease of $1,804,518 to adjust the Construction Reserve balance for actual tax receipts and operational savings in FY 2011.
TDULRL	Wiehle Avenue Metrorail Facility	$100,730,000	Increase necessary to appropriate $104,000,000 in anticipated EDA bond funding and $6,730,000 in MWAA reimbursements, offset by a decrease to reallocate $10,000,000 in funding to the Construction Reserve Project for funds that the Reserve previously advanced to the Wiehle Avenue Metrorail Facility project. The Metrorail project includes a public parking facility with 2,300 public parking spaces, 10 bus bays, 46 kiss-and-ride spaces and ancillary facilities to serve the new Wiehle Metrorail station. On June 7, 2011, the Board of Supervisors approved the sale of EDA Bonds as well as an agreement with MWAA to support this project.
	Total	**$108,925,482**	

Fund 125, Stormwater Services **$20,351,811**

FY 2012 expenditures are recommended to increase $20,351,811 due to the carryover of unexpended project balances in the amount of $12,070,392, encumbered carryover of $185,181, an adjustment of $98,173 associated with a market rate adjustment to salaries, and other adjustments to capital projects. Based on the elimination of Fund 318, Stormwater Management Program, project balances of $7,633,091 and associated revenue of $525,460 are transferred to Fund 125. The consolidation of stormwater capital project funds in Fund 125 will allow more efficient management of stormwater projects, as well as prepare for the implementation of the Fairfax County Unified System (FOCUS).

This increase is partially offset by a net decrease of $160,486 primarily due to a decrease of $96,424 in actual stormwater service district receipts in FY 2011, a decrease in capital projects to support the $98,173 required for a planned market rate adjustment to salaries in FY 2012, partially offset by operational savings of $34,111 in FY 2011.

The following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
AC8000	Accotink Creek Watershed Projects	41,283	Increase necessary to appropriate project balances from Fund 318, Stormwater Management Program. The consolidation of stormwater capital project funds in Fund 125 will allow more efficient management of funding for stormwater projects, as well as prepare for the implementation of the Fairfax County Unified System (FOCUS).
AC9000	Accotink Creek Watershed Plan	491,930	See Project Number AC8000 Comments above.
CA8000	Cameron Run Watershed Plan	925,947	See Project Number AC8000 Comments above.
CU8000	Cub Run Watershed Projects	39,815	See Project Number AC8000 Comments above.
DC8000	Kingstowne Monitoring	78,905	See Project Number AC8000 Comments above.
DC9000	Dogue Creek Watershed Plan	240,285	See Project Number AC8000 Comments above.
DF8000	Difficult Run Watershed Projects	78,430	See Project Number AC8000 Comments above.
FS0002	ARRA Lake Barton	356,205	See Project Number AC8000 Comments above.
FS0003	ARRA Woodglen Lake	500,496	See Project Number AC8000 Comments above.

FX0000	Stormwater Capital Projects Reserve	($159,942)	Net decrease due to a decrease of $96,424 due to lower than anticipated revenues received in FY 2011 associated with the stormwater service district revenues and a decrease in capital projects fund to support $98,173 required for a 1.52 percent Market Rate Adjustment, effective during the pay period beginning September 24, 2011, as agreed upon at the May 3, 2011 Personnel and Reorganization Committee of the Board of Supervisors. These decreases are partially offset by $34,111 in FY 2011 operational savings and the appropriation of miscellaneous revenues of $544 received into Fund 318, Stormwater Management Program that will now be appropriated in Fund 125.
FX0001	Interim Watershed Program	30,073	See Project Number AC8000 Comments above.
FX1000	Storm Drainage Improvements and Innovative Projects	107,835	See Project Number AC8000 Comments above.
FX2000	Environmental Initiatives Projects	255,616	See Project Number AC8000 Comments above.
FX3000	Stormwater Program Support	116,825	See Project Number AC8000 Comments above.
FX4000	Dam Safety Projects	1,131,986	See Project Number AC8000 Comments above.
FX5000	Stormwater Management Facilities	574,376	See Project Number AC8000 Comments above.
FX6000	Infrastructure Reinvestment Program	422,011	See Project Number AC8000 Comments above.
FX7000	Municipal Separate Storm Sewer Permit	397,925	See Project Number AC8000 Comments above.
FX8000	Emergency Watershed Projects	169,726	See Project Number AC8000 Comments above.
HC9000	Horsepen Creek Watershed Plan	218,660	See Project Number AC8000 Comments above.
LH8000	Little Hunting Creek Watershed Projects	129,382	See Project Number AC8000 Comments above.
LO9000	Lower Occoquan Watershed Plan	556,097	See Project Number AC8000 Comments above.
LR9000	Little Rocky/Johnny Moore Watershed Plan	96,575	See Project Number AC8000 Comments above.
MB9000	Mill Branch Watershed Plan	60,891	See Project Number AC8000 Comments above.
MP8000	Middle Potomac Watershed Projects	122,372	See Project Number AC8000 Comments above.
PC8000	Pohick Creek Watershed Projects	50,326	See Project Number AC8000 Comments above.
PC9000	Pohick Creek Watershed Plan	413,742	See Project Number AC8000 Comments above.
PH8000	Popes Head Creek Watershed Projects	222,818	See Project Number AC8000 Comments above.
PH9000	Popes Head Creek Watershed Plan	65,110	See Project Number AC8000 Comments above.
PM8000	Pimmit Run Watershed Projects	44,734	See Project Number AC8000 Comments above.

PN9000	Pond Branch Watershed Plan	150,160	See Project Number AC8000 Comments above.
SC8000	Scotts Run Watershed Projects	67,471	See Project Number AC8000 Comments above.
	Total	**$7,998,065**	

Fund 141, Elderly Housing **$785,041**

FY 2012 expenditures are recommended to increase $785,041 due to $207,589 in encumbered carryover, an allocation of $566,084 from fund balance to support required capital improvements at the Lincolnia Senior Living Facility that were not completed in FY 2011, and an increase of $11,368 in Personnel Services to support a 1.52 percent market rate adjustment. In addition, FY 2012 revenues are required to increase $80,554 due to a projected increase in rental income.

FY 2011 actual expenditures reflect a decrease of $938,337 or 18.0 percent from the *FY 2011 Revised Budget Plan* amount of $5,201,767. Of this amount $207,589 is included as encumbered carryover in FY 2012. The remaining balance of $730,748 is primarily attributable to lower than anticipated management expenses at the Lincolnia Senior Living Facility that are being deferred to FY 2012; maintenance and operating expenses at all properties; and lower than anticipated Personnel Services.

Actual revenues in FY 2011 total $2,262,661, a decrease of $311,519 or 12.1 percent from the FY 2011 estimate of $2,574,180 primarily due to a decrease in rental income and intergovernmental rental assistance. The General Fund Transfer supporting this fund remained unchanged.

As a result of the actions discussed above, as well as a General Fund Transfer increase of $11,368 to support the market rate adjustment, the FY 2012 ending balance is projected to be $1,318,207, a decrease of $66,301.

Fund 142, Community Development Block Grant **$8,117,832**

FY 2012 expenditures are recommended to increase $8,117,832 due to carryover of $8,640,552 in unexpended project balances; appropriation of $237,794 in unanticipated program income received in FY 2011; a General Fund transfer of $284,190 to support programs in Fund 142, Community Development Block Grant (CDBG), that are impacted due to federal budget reductions; offset by a reduction of $1,044,704 due to the amended U.S. Department of Housing and Urban Development (HUD) award approved by the Board of Supervisors on April 26, 2011. In addition, the following project adjustments are recommended at this time

Project Number	Project Name	Increase/ (Decrease)	Comments
003800	Adjusting Factors	($325,531)	Decrease necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011, offset by a transfer from Fund 001, General Fund that will be used to support Fund 118, Consolidated Community Funding Pool.
003864	Home Repair for the Elderly	(22,518)	Decrease necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011, offset by a transfer from Fund 001, General Fund.

003899	Contingency Fund	(674,403)	Decrease necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011, offset by an increase to appropriate additional revenue received in FY 2011.
003915	Planning and Urban Design	(199,022)	Decrease necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
003916	General Administration	(188,133)	Decrease necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
013872	Housing Program Relocation	1,935	Increase necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
013887	Section 108 Loan Payments	170,371	Increase necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
014034	Fair Housing Program	25,002	Increase necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011 and to appropriate additional revenue received in FY 2011.
014113	Homeownership Assistance Program	54,589	Increase necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
014129	Senior/Disabled Housing Development	238,557	Increase necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011 and to appropriate additional revenue received in FY 2011.
014191	Rehabilitation of FCRHA Properties	165,383	Increase necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
014249	North Hill	231,050	Increase necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011, to appropriate additional revenue received in FY 2011, and to appropriate the transfer from Fund 001, General Fund.
	Total	**($522,720)**	

Fund 143, Homeowner and Business Loan Program **$5,612,176**

FY 2012 expenditures are recommended to increase $5,612,176 due to the carryover of FY 2011 balances in the Moderate Income Direct Sales (MIDS) Program, County Rehabilitation Loan Program and Business Loan Program.

FY 2012 revenues are recommended to increase $5,479,365 due to outstanding program income not received in FY 2011.

FY 2011 actual expenditures total $3,017,534, a decrease of $5,612,176 or 65.0 percent from the *FY 2011 Revised Budget Plan* of $8,629,710. The decrease in expenditures is primarily due to decreased program activity in the MIDS Program, the Business Loan Program and the County Rehabilitation Loan Program. These programs had fewer applications for assistance in FY 2011 that are anticipated to be made in FY 2012.

FY 2011 actual revenues total $2,536,613, a decrease of $5,479,365 or 68.4 percent from the FY 2011 estimate of $8,015,978. The decrease is primarily attributable to lower receipts than projected for the MIDS Program and lower than anticipated repayment of loans in the County Rehabilitation Loan Program and Business Loan Program.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $3,263,192, the same level as the FY 2012 Adopted Budget Plan.

Fund 144, Housing Trust Fund **$4,493,042**

FY 2012 expenditures are recommended to increase $4,493,042 due to the carryover of unexpended project balances in the amount of $4,158,103 and to appropriate additional program income of $334,939 received in FY 2011. In addition, the following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
013906	Undesignated Project	$334,939	Increase necessary to appropriate additional program income received in FY 2011 that is associated with proffers and repayment of loans.
	Total	**$334,939**	

Fund 145, HOME Investment Partnerships Grant **$7,495,957**

FY 2012 expenditures are recommended to increase $7,495,957 due to carryover of $7,079,953 in unexpended project balances, the appropriation of $724,850 in additional program income revenue received in FY 2011, and a decrease of $308,846 due to the amended U.S. Department of Housing and Urban Development (HUD) award approved by the Board of Supervisors on April 26, 2011. In addition, the following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
013933	Reston Interfaith Townhouses	$325,531	Increase necessary based on the appropriation of additional program income received in FY 2011.

013954	CHDO Undesignated	920,000	Increase necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011 and the appropriation of program income received in FY 2011.
013971	Tenant-Based Rental Assistance	(245,584)	Decrease necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
013975	HOME Administration	14,574	Increase necessary based on the net result of an increase to appropriate program income received in FY 2011, offset by an amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
014129	Senior/Disabled Housing Development	72,785	Increase necessary based on the appropriation of additional program income received in FY 2011.
014191	Rehabilitation of FCRHA Properties	34,617	Increase necessary based on the appropriation of additional program income received in FY 2011.
014265	Partnership for Permanent Housing	(112,048)	Decrease necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
014275	Silver Lining Initiative	(1,541,827)	Decrease necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
014321	Non Profit Blueprint Project	590,324	Increase necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
014323	TBRA Homeless Prevention	253,327	Increase necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
014327	TBRA Progress Center RAE	104,305	Increase necessary based on the amended FY 2012 HUD award as approved by the Board of Supervisors on April 26, 2011.
	Total	**$416,004**	

Debt Service Funds

Fund 200 and 201, Consolidated Debt Service **$14,742,544**

FY 2012 expenditures are recommended to increase $14,742,544 for anticipated debt requirements in FY 2012 associated with bond sales and capital requirements as outlined in the FY 2012-FY 2016 Adopted Capital Improvement Program.

FY 2011 actual expenditures reflect a decrease of $11,437,588, from the *FY 2011 Revised Budget Plan* amount of $298,986,562 primarily attributable to lower than anticipated expenditures for debt service due to lower than anticipated costs for bond sales conducted in FY 2011.

Actual revenues in FY 2011 total $3,694,957, an increase of $3,304,957 over the FY 2011 estimate of $390,000 primarily due to the receipt of $3,182,291 in interest rate subsidy from the sale of Build America Bonds.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $0.

Capital Project Funds

Fund 301, Contributed Roadway Improvement Fund **$40,365,503**

FY 2012 expenditures are recommended to increase $40,365,503 due to the carryover of unexpended project balances in the amount of $40,859,001 and other adjustments reflecting a net decrease of $493,498. These adjustments include a decrease of $744,584 in revenues originally anticipated to be received from the Virginia Department of Transportation (VDOT) for road improvements on Dolley Madison Boulevard. This project is now complete, and based on actual expenditures, no more revenue is anticipated. This decrease is partially offset by an increase of $251,086 based on the appropriation of developer contributions in the amount of $57,675 and higher than anticipated interest earnings of $193,411. Developer contribution revenue fluctuates each year depending on the pace of development; therefore, contributions are only reflected and applied to projects at the end of the fiscal year. The following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
007700	Fairfax Center Developer Contributions	$76,660	Increase due to higher than anticipated proffer receipts of $50,000 and higher than anticipated interest earnings of $26,660.
008800	Centreville Developer Contributions	4,842	Increase due to higher than anticipated interest earnings.
009900	Countywide Developer Contributions	99,603	Increase due to higher than anticipated developer contributions of $7,675 and higher than anticipated interest earnings of $91,928.
009911	Tysons Corner Developer Contributions	69,981	Increase due to higher than anticipated interest earnings.

Project Number	Project Name	Increase/ (Decrease)	Comments
009913	Dolley Madison Boulevard	(744,584)	Decrease due to completion of improvements to Dolley Madison Boulevard. A total of $7,602,122 in VDOT grant revenue has been received to date in support of this project. The project is now complete, and based on actual expenditures, the remaining $744,584 is no longer required. Anticipated revenues are reduced by a like amount.
	Total	**($493,498)**	

Fund 303, County Construction **$112,787,051**

FY 2012 expenditures are recommended to increase $112,787,051 due to the carryover of unexpended balances in the amount of $25,432,069 and adjustments of $87,354,982. This adjustment includes the transfer of revenues in the amount of $53,462,034 and project balances of $27,104,978 associated with the elimination of Fund 311, County Bond Construction. Based on a limited number of active projects in Fund 311, this fund is being eliminated as part of the *FY 2011 Carryover Review* and all balances are transferred to Fund 303. In addition, in preparation for the implementation of the new Fairfax County Unified System (FOCUS), Fund 306, Northern Virginia Regional Park Authority (NVRPA) is also being eliminated. Fund 306 is supported by bonds approved by the voters in fall 2008 in the amount of $12 million. The FY 2012 contribution of $3,000,000 represents the fourth and final payment from the fall 2008 referendum. All NVRPA capital contributions will now be processed through Fund 303.

The adjustment also includes an increase to the General Fund transfer of $3,000,000 to begin to address ADA improvements required as part of the Department of Justice audit and identified in the settlement agreement signed by the Board of Supervisors on January 28, 2011, and $250,000 to begin a seven year plan to fund new federally mandated reflectivity standards for street signs throughout the County. In addition, the adjustment includes the appropriation of $81,260 in revenues received in FY 2011, including: $1,306 in miscellaneous revenues, $15,674 associated with the Strike Force Blight Abatement Program, and $64,280 associated with the Emergency Directives Program. Additional Athletic Service fee revenues of $98,616 and Developer Default revenue of $410,484 are appropriated based on actual receipts in FY 2011. Lastly, both revenues and expenditures are decreased by $52,390 based on the completion of the Hunter Mill Streetlight project.

The following adjustments are required at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
005012	Athletic Services Fee – Field Maintenance	$29,585	Increase necessary to appropriate higher than anticipated Athletic Services Fee revenues received in FY 2011.
005013	Athletic Services Fee – Turf Field Development	49,308	Increase necessary to appropriate higher than anticipated Athletic Services Fee revenues received in FY 2011.
005014	Athletic Services Fee – Custodial Support	19,723	Increase necessary to appropriate higher than anticipated Athletic Services Fee revenues received in FY 2011.

009233	Mandated Street Sign Upgrades	250,000	Increase necessary to fund the first year of a seven year program to address new reflectivity standards for street signs. In March 2011, the County Attorney's Office determined that the revised federal Manual of Uniform Traffic Control Devices (MUTCD) and the federal law that serves as the basis for the MUTCD, requires that the County is mandated to meet new retro-reflectivity standards by January 2018. It is estimated that this program will entail replacing 4,000 green signs and 1,000 sign posts. It will also require inspection and reflectivity testing of up to 50,000 locations within the County. Preliminary estimates indicate a cost of approximately $350 per intersection or approximately $1.75 million. DPWES has developed a seven year program at $250,000 annually to address this unfunded federal mandate.
009399	ADA Compliance - DPWES	800,000	Increase necessary to begin to address improvements required as part of the Department of Justice audit and identified in the settlement agreement signed by the Board of Supervisors on January 28, 2011. The agreement requires an inventory of County maintained trails, sidewalks, and roads to identify the scope of ADA deficiencies. To date, a preliminary assessment indicates that corrective work will be required to address 778 handicap ramps and/or warning strip deficiencies. Funding of $800,000 is included to begin to address the most critical improvements including 90 locations that currently do not have any curb ramps and/or warning strips. The order-of-magnitude cost to address the remaining walkway deficiencies is $1.8 million

009406	ADA Compliance (FMD)	1,200,000	Increase necessary to begin to address improvements required as part of the Department of Justice audit and identified in the settlement agreement signed by the Board of Supervisors on January 28, 2011. An amount of $200,000 supports additional survey work required by the agreement. The DOJ audit included a survey of 46 buildings out of 180 County maintained facilities and cited required improvements within those buildings. The settlement agreement includes a requirement that the remaining facilities (134 buildings) be surveyed to determine what ADA improvements may be required. The additional $200,000 in funding will allow FMD to contract out this survey work. In addition, $1.0 million is included to begin to address improvements already identified by the DOJ at County facilities. Staff has categorized identified improvements by color: easy, inexpensive (green); more timely and costly (yellow); and difficult, time consuming, and/or expensive (red). Funding included in the FY 2012 Adopted Budget Plan addressed the category green and yellow improvements identified by both FMD and the Park Authority. This additional funding will begin to address FMD's red category improvements. It should be noted that future funding will be required to address remaining category red improvements at both County and Park facilities estimated at over $10 million and additional requirements which may be identified as a result of the building assessment survey.
009614	ADA Compliance – Park Authority	1,000,000	Increase necessary to begin to address improvements required as part of the Department of Justice audit and identified in the settlement agreement signed by the Board of Supervisors on January 28, 2011. Funding included in the FY 2012 Adopted Budget Plan addressed the category green and yellow improvements identified by the Park Authority. This additional funding will begin to address the Park Authority's red category improvements. It should be noted that future funding will be required to address remaining category red improvements at both County and Park facilities estimated at over $10 million and additional requirements which may be identified as a result of the building assessment survey.

009701	East County Center	50,000	Increase necessary to transfer the project balance from Fund 311, County Bond Construction. Due to a small number of active projects in Fund 311, all revenue and expenditures balances will be reflected in Fund 303 beginning in FY 2012.
009801	Strike Force Blight Abatement	15,674	Increase necessary to appropriate revenue received in FY 2011 associated with the Strike Force Blight Abatement Program. The Department of Code Compliance supports the community through programs pertaining to zoning, building, property maintenance, health, and fire codes, as well as blight and grass ordinances in order to investigate and resolve violations and concerns in both residential and commercial areas.
04A000	Human Service/Juvenile Detention Bond Projects	5,661,590	Increase necessary to transfer the project balance from Fund 311, County Bond Construction. Due to a small number of active projects in Fund 311, all revenue and expenditures balances will be reflected in Fund 303 beginning in FY 2012.
04A003	Woodburn Mental Health Center	11,773,163	Increase necessary to transfer the project balance of $4,473,467 from Fund 311, County Bond Construction. Due to a small number of active projects in Fund 311, all revenue and expenditures balances will be reflected in Fund 303 beginning in FY 2012. In addition, this adjustment includes the appropriation of revenues received in FY 2011 in the amount of $7,299,696. On September 28, 2010, the Board of Supervisors approved a two phase Contract of Sale with Inova Health Systems. The Contract of Sale includes the transfer of approximately 15 acres of land including the Woodburn Mental Health Center and Woodburn Place from the County to Inova. In exchange for this land, Inova will provide the County with an approximate 5 acre parcel/pad site at Willow Oaks II, a $15 million cash payment, and a 10 year lease of 40,000 square feet within the new Mid County Center building. The FY 2011 payment represents the first of two installments on the $15 million cash payment.

04A006	County Cemetery	498,000	Increase necessary to transfer the project balance from Fund 311, County Bond Construction. Due to a small number of active projects in Fund 311, all revenue and expenditures balances will be reflected in Fund 303 beginning in FY 2012. The County cemetery project was funded during FY 2011 using balances in other Human Service bond projects. The County is mandated to provide burial services for indigent persons, and the current public cemetery has no available spaces.
07A001	Newington DVS Renovation	54,705,362	Increase necessary to transfer the project balance from Fund 311, County Bond Construction. Due to a small number of active projects in Fund 311, all revenue and expenditures balances will be reflected in Fund 303 beginning in FY 2012.
88A002	West Ox Bus Operations Center	5,437,076	Increase necessary to transfer the project balance from Fund 311, County Bond Construction. Due to a small number of active projects in Fund 311, all revenue and expenditures balances will be reflected in Fund 303 beginning in FY 2012.
90A016	Herndon Monroe Parking Garage Repairs and Maintenance	1,991,896	Increase necessary to transfer the project balance from Fund 311, County Bond Construction. Due to a small number of active projects in Fund 311, all revenue and expenditures balances will be reflected in Fund 303 beginning in FY 2012. This project was originally funded by Federal Transportation Authority (FTA) revenues and County General Obligation bonds.
CG0000	Bond Contingency (formerly Fund 311 Contingency)	449,925	Increase necessary to transfer the project balance of $359,925 from Fund 311, County Bond Construction. Due to a small number of active projects in Fund 311, all revenue and expenditures balances will be reflected in Fund 303 beginning in FY 2012. In addition, revenue of $90,000 is appropriated based on bond premium received in FY 2011 as part of the January 2011 bond sale.
CG0046	Fund 303 Contingency	1,306	Increase necessary to appropriate miscellaneous revenues received in FY 2011.

ED0001	Emergency Directive Program	64,280	Increase necessary to appropriate revenue received in FY 2011 associated with collections from homeowners, banks, or settlement companies, for the abatement services of both emergency and non-emergency directives related to health and safety violations, grass mowing violations and graffiti removal directives. Funding will be used to perform corrective maintenance for code violations under Chapter 46 and Chapter 119 of the Fairfax County code.
U0060	Developer Defaults	410,484	Increase necessary to appropriate higher than anticipated developer defaults revenue received in FY 2011 due to an increase in the number of developers in default, as well as an increased effort in staff time to recover funding owed to the County for completed improvements. This project is necessitated by economic conditions surrounding the construction industry that result in some developers not completing required public facilities, including acceptance of roads by the state, walkways, and storm drainage improvements.
Z00015	Hunter Mill Streetlights	(52,390)	Decrease necessary based on the completion of this project. Streetlights have been installed and no further work is required. Anticipated revenue is reduced by a like amount.
Z99900	Northern Virginia Regional Park Authority Contribution	3,000,000	Increase necessary based on the elimination of Fund 306, Northern Virginia Regional Park Authority as part of the *FY 2011 Carryover Review*. Fund 306 is being eliminated in anticipation of the implementation of the new Fairfax County Unified System (FOCUS). The Regional Park Authority contribution will now be made from Fund 303, County Construction. All associated FY 2012 project funding as well as supporting bond revenues is moved to Fund 303. The fall 2008 bond referendum approved by voters included $12.0 million to sustain the County's capital contribution to the Northern Virginia Regional Park Authority for four years. FY 2012 represents the fourth of four installments. Including prior sales, a balance of $3.0 million remains in authorized but unissued bonds for the FY 2012 NVRPA contribution.
	Total	**$87,354,982**	

Fund 304, Transportation Improvements **$105,648,233**

FY 2012 expenditures are recommended to increase $105,648,233 due to the carryover of unexpended project balances in the amount of $108,433,232 and other adjustments reflecting a net decrease of $2,784,999. These adjustments include a decrease of $2,500,000 associated with Virginia National Defense Industrial Authority (VNDIA) grants to consolidate all expenditures and revenues associated with VNDIA grants within Fund 102, Federal/State Grant Fund. VNDIA grants were approved by the Board of Supervisors in FY 2007 to provide spot transportation improvements and travel demand management necessary for the Fort Belvoir Base Realignment. Also included are decreases for state reimbursements that will no longer be received, including $170,244 associated with completed CMAQ program projects, and $1,138,921 in VDOT Secondary Road Program funds that are no longer available for Spot Improvements and Pedestrian Improvements. Decreases are partially offset by the appropriation of bond sale premium in the amount of $1,020,000, received as part of the January 2011 bond sale and the appropriation of miscellaneous revenue of $4,166 received in FY 2011. The following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
006490	Construction Reserve	($166,078)	Decrease necessary due to the completion of Governor's Congestion Relief Program (CMAQ) projects in the amount of $170,244. This program has provided improvements to County intersections to meet air quality standards and relieve traffic congestion. Remaining balances from completed CMAQ projects were moved to the Construction Reserve. Anticipated CMAQ revenues are reduced by a like amount. This decrease is offset by the appropriation of $4,166 in miscellaneous revenue received in FY 2011
064212	Spot Improvements	(153,921)	Decrease necessary due to the lack of available state funds under the VDOT Secondary Road Program. No funding remains at the state level to support these expenditures, therefore anticipated revenues and expenditures are reduced.
064267	Pedestrian Improvements - VDOT	($985,000)	Decrease necessary due to the lack of available state funds under the VDOT Secondary Road Program. On March 27, 2007 the Board approved an initial agreement with VDOT for the use of these funds for pedestrian improvements. Pedestrian projects funded by Fund 304 are now substantially complete, and no additional funding is anticipated from VDOT. Both anticipated revenues and expenditures are reduced. Additional pedestrian projects will continue with commercial and industrial tax funding already appropriated by the Board in Fund 124, County and Regional Transportation Projects.

064287	VNDIA Grant Projects	(2,500,000)	Decrease of $2,500,000 associated with Virginia National Defense Industrial Authority (VNDIA) grants to consolidate all expenditures and revenues associated with VNDIA grants within Fund 102, Federal/State Grant Fund. VNDIA grants were approved by the Board of Supervisors in FY 2007 to provide spot transportation improvements and travel demand management necessary for the Fort Belvoir Base Realignment.
4YP017	Stringfellow Road Widening	1,020,000	Increase necessary to fund requirements associated with this road widening project. An amount of $1,020,000 in bond premium was applied to this fund as part of the January 2011 bond sale.
	Total	**($2,784,999)**	

Fund 306, Northern Virginia Regional Park Authority (NVRPA) ($3,000,000)

FY 2012 expenditures are recommended to decrease $3,000,000 due to the elimination of this fund. In preparation for the implementation of the Fairfax County Unified System (FOCUS) all capital contributions to the NVRPA will be reflected in Fund 303, County Construction. The fall 2008 bond referendum approved by voters on November 4, 2008 included $12.0 million to sustain the County's capital contribution to the NVRPA for four years. FY 2012 represents the fourth of four installments. Including prior sales, a balance of $3.0 million remains in authorized but unissued bonds for the FY 2012 NVRPA contribution and will be reflected in Fund 303.

Fund 307, Pedestrian Walkway Improvements $4,087,750

FY 2012 expenditures are recommended to increase $4,087,750 due to the carryover of unexpended project balances in the amount of $3,430,282 and an adjustment of $657,468 to appropriate an amount of $656,400 in Enhancement Grant Funds from the Virginia Department of Transportation, approved by the Board of Supervisors on May 24, 2011 which will support the continued implementation of the Mason Neck Trail (Segments 2A and 2B) and miscellaneous revenue of $1,068 received in FY 2011. The following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
X00404	Sidewalk Contingency	$1,068	Increase necessary to appropriate miscellaneous revenue received in FY 2011.
W00600	Mason Neck Trail Segment II	656,400	Increase due to the amendment of a Supplemental Agreement with the Virginia Department of Transportation (VDOT) that will provide an additional $656,400 in Enhancement Grant Funds for the continued implementation of the Mason Neck Trail Project (Segments 2A and 2B), as approved by the Board of Supervisors on May 24, 2011.
	Total	**$657,468**	

Fund 309, Metro Operations and Construction **$2,439,101**

FY 2012 expenditures are recommended to increase $2,439,101 based on Metro's approved Capital Improvement Program budget. The Sale of Bonds in support of Metro's capital program decreases in the amount of $7,968,277, as a result of bond funds available in fund balance from FY 2011 due to lower capital expenditure requirements in the prior year, partially offset by the increase required for the FY 2012 capital program.

There is no change to the FY 2012 County expenditure level for the approved Metro Operations budget, supported through the General Fund transfer. However, it is noted that Metro's approved operating budget does result in an increase of $2,295,683 in the total County operating subsidy supported through other sources. This increase results in a corresponding adjustment to the total level of State Aid and Gas Tax applied from the Northern Virginia Transportation Commission (NVTC) as revenue to this fund.

FY 2011 County actual expenditures reflect a decrease of $5,046,084, or 23.0 percent, from the *FY 2011 Revised Budget Plan* amount of $21,920,231. This variance is based on a decrease of $5,038,434 in Metro billings for the Metro capital budget and an increase of $7,650 in revenue from Northern Virginia Transportation District (NVTD) bonds applied to the Metro capital program.

FY 2011 County actual revenues from the Sale of Bonds reflect an increase of $5,361,294, or 36.4 percent, over the FY 2011 estimate of $14,738,706.

These adjustments have no impact on the FY 2011 General Fund transfer of $11,298,296 to this fund.

As a result of the actions discussed above, there is no change to the FY 2012 ending balance of $0.

Fund 311, County Bond Construction **$0**

FY 2012 expenditures are recommended to remain the same at $0; however, a decrease in both revenues and project balances of $74,089,905 is required due to the elimination of Fund 311, County Bond Construction. Based on the small number of active projects in this fund, and in preparation for the implementation of the new Fairfax County Unified System (FOCUS), remaining project balances of $27,104,978 and associated anticipated revenues of $46,984,927 are transferred to Fund 303, County Construction. The following adjustments are required at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
04A000	Human Services/Juvenile Facilities Bond Projects	($5,661,590)	Decrease due to the elimination of Fund 311, County Bond Construction. The remaining expenditure and revenue balances for this project will be transferred to Fund 303, County Construction.
04A003	Woodburn Mental Health	(4,473,468)	Decrease due to the elimination of Fund 311, County Bond Construction. The remaining expenditure and revenue balances for this project will be transferred to Fund 303, County Construction.
04A006	County Cemetery	(498,000)	Decrease due to the elimination of Fund 311, County Bond Construction. The remaining expenditure and revenue balances for this project will be transferred to Fund 303, County Construction.

07A001	Newington DVS Renovations	(54,705,362)	Decrease due to the elimination of Fund 311, County Bond Construction. The remaining expenditure and revenue balances for this project will be transferred to Fund 303, County Construction.
88A002	West Ox Bus Garage	(5,437,076)	Decrease due to the elimination of Fund 311, County Bond Construction. The remaining expenditure and revenue balances for this project will be transferred to Fund 303, County Construction.
90A015	East County Center	(50,000)	Decrease due to the elimination of Fund 311, County Bond Construction. The remaining expenditure and revenue balances for this project will be transferred to Fund 303, County Construction.
90A016	Herndon Monroe Parking Garage	(2,904,485)	Decrease due to the elimination of Fund 311, County Bond Construction. The remaining expenditure and revenue balances for this project will be transferred to Fund 303, County Construction.
CG0000	Fund 311 Contingency	(359,924)	Decrease due to the elimination of Fund 311, County Bond Construction. The remaining expenditure and revenue balances for this project will be transferred to Fund 303, County Construction.
	Total	**($74,089,905)**	

Fund 312, Public Safety Construction **$114,182,107**

FY 2012 expenditures are recommended to increase $114,182,107 due to the carryover of unexpended project balances in the amount of $107,349,608 and a net adjustment of $6,832,499. This adjustment is primarily due to the appropriation of bond funds in the amount of $6,800,000 approved as part of the fall 2006 Public Safety Bond referendum. Funding in the amount of $5,000,000 is included to support the construction document design phase, permitting and other design costs associated with a replacement Public Safety Headquarters building and $1,800,000 is included to support design work associated with the renovation of the Bailey's Fire Station. This funding is available based on the approval of the fall 2006 Public Safety Bond Referendum and approved to be used to support a variety of public safety requirements including renewal and renovation efforts. After this action, no bond authority will remain from the 2006 Public Safety Bond Referendum. In addition, an amount of $29,276 is appropriated based on FY 2011 interest earnings associated with the sale of Build America Bonds. In October 2009 the County sold $202.2 million of Federally Taxable Build America Bonds. Based on the Internal Revenue Code §54AA Section (g) (2) (A), 100 percent of available project proceeds, which include investment earnings, must be used on capital expenditures. Therefore, interest earnings on Build America Bond proceeds have been allocated to this construction fund. Lastly, an amount of $3,223 is appropriated due to miscellaneous revenues received in FY 2011. The following adjustments are required at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
009051	Bailey's Crossroads Fire Station	$1,800,000	Increase necessary to support design work associated with the renovation of the Bailey's Fire Station. This funding is available based on the approval of the fall 2006 Public Safety Bond Referendum which may be used to support a variety of public safety requirements including renewal and renovation efforts. After this action, no bond authority will remain from the 2006 Public Safety Bond Referendum. On February 8, 2010, the roof over the apparatus bay of the Bailey's Volunteer Fire Station collapsed due to the heavy snow load. This facility is over 35 years old; therefore, County staff and members of the Bailey's Volunteer Fire Department agreed that the existing station should be replaced to meet current operational requirements. Additional funding will support both design work for the renovated station as well as the design of the temporary structure which will be used to operate the station during full construction, allowing for the replacement station and the temporary operating quarters to proceed to construction immediately after the anticipated approval of the 2012 Bond Referendum. Construction funding for this project has been proposed for inclusion in the next Public Safety Bond referendum, scheduled for fall 2012. The total cost of this project is estimated at $11.5 million.

009230	Public Safety Headquarters	5,000,000	Increase necessary to appropriate bond funds approved for public safety projects as part of the fall 2006 Public Safety Bond Referendum. The County's public safety headquarters is currently located in the 166,777 square foot Massey Building, which was constructed in 1967. The building has many inefficiencies such as: aged lighting fixtures; overloaded electrical systems with no spare capacity for new equipment; aged HVAC components with repair parts often not available; aged plumbing fixtures that cause leaking behind the building walls; roof deficiencies and leaking; obsolete fire alarm systems and no sprinkler system; and asbestos fireproofing throughout the building restricting or prohibiting access to equipment in order to make needed repairs. The building experienced two failures in 2009 due to chiller and associated component breakdowns that required staff in the building to vacate and relocate. Staff has been working on strategies to replace the Massey building and provide a suitable public safety headquarters facility. As part of the *FY 2011 Third Quarter Review*, public safety bond funds of $3,000,000 were appropriated to support the consultant team selection and preliminary design phases for the project. Additional funding will be required to bid the project and fund the construction contract, and construction administration services. It is anticipated that remaining construction funding will be provided through alternative financing methods, most likely Economic Development Authority (EDA) bonds. The total cost of this project is estimated at $176.5 million, including $149 million for the Headquarters building, $13 million for the County data center and $14.5 million for information technology relocation and demolition of the Massey building.

009203	Public Safety Contingency	32,499	Increase necessary to appropriate revenue received in FY 2011 based on interest earnings associated with the sale of Build America Bonds. In October 2009 the County sold $202.2 million of Federally Taxable Build America Bonds. Based on the internal Revenue Code §54AA Section (g) (2) (A), 100 percent of available project proceeds, which includes investment earnings, must be used on capital expenditures. Therefore, interest earnings on Build America Bond proceeds in the amount of $29,276 have been allocated to this construction fund for construction project use. In addition, an amount of $3,223 is appropriated to this project based on miscellaneous revenues received in FY 2011.
	Total	**$6,832,499**	

Fund 316, Pro Rata Share Drainage Construction **$6,977,884**

FY 2012 expenditures are recommended to increase $6,977,884 due to the carryover of unexpended project balances of $7,229,804 and a decrease of $251,920. This decrease is required to properly account for current project requirements and pro rata share revenues available after refunds and other adjustments. The following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
AC8001	Accotink Creek	($1,920)	Decrease necessary to properly account for project requirements and pro rata share revenues available after refunds and other adjustments.
CU8001	Cub Run Pro Rata Share Project	(42,000)	Decrease necessary to properly account for project requirements and pro rata share revenues available after refunds and other adjustments.
DF8001	Difficult Run	(208,000)	Decrease necessary to properly account for project requirements and pro rata share revenues available after refunds and other adjustments.
	Total	**($251,920)**	

Fund 317, Capital Renewal **$32,461,662**

FY 2012 expenditures are recommended to increase $32,461,662 due to the carryover of unexpended project balances in the amount of $32,074,160 and an adjustment of $387,502. This adjustment is due to the appropriation of revenues received in FY 2011 associated with reimbursements from the Virginia Department of Transportation (VDOT) and the Virginia State Police for their share of the operational costs at the McConnell Public Safety and Transportation Operations Center (MPSTOC) as well as the state share of future projected capital renewal requirements at this facility. The MPSTOC is a high-security, state-of-the-art facility which houses the County's 911 Center and Emergency Operations Center as well as VDOT's Smart Traffic and Signal Centers and the State Police Communications Center. This multi-use facility allows for the cost-effective provision of services through the sharing of land, buildings and technology resources at various levels of state and local government. The County pays for all operational requirements such as security, custodial, landscaping, maintenance, parking lot repairs and snow removal costs and the State reimburses the County for their share of these costs. In addition, the state has begun providing annual funding for future repair and renewal costs to avoid large budget increases for required capital renewal costs in the future. Funding received from the state is appropriated annually at the Carryover Review. The following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
009703	State Support for MPSTOC Renewal	$265,613	Increase necessary to appropriate revenues received in FY 2011. An amount of $265,613 represents the state's annual installment of funds for future repairs and renewal costs in order to avoid large budget increases for capital renewal requirements in the future. This contribution is based on the industry standard of 2 percent of replacement value or $3.00 per square foot.
009704	County Support for MPSTOC Renewal	121,889	Increase necessary to appropriate revenues received in FY 2011. An amount of $121,889 is associated with the state reimbursement for their share of the operational costs for MPSTOC such as security, custodial, landscaping, maintenance, parking lot repairs and snow removal costs. The County pays for all operational requirements and the State reimburses the County for their share of these costs. This funding has been placed in this reserve project to begin to address future capital renewal requirements at MPSTOC.
	Total	**$387,502**	

Fund 318, Stormwater Management Program **$0**

No FY 2012 expenditures are recommended for this fund. As part of the *FY 2011 Carryover Review*, Fund 318, Stormwater Management Program, is being eliminated and both project balances and revenue are moved to Fund 125, Stormwater Services. The consolidation of stormwater capital project funds in Fund 125 will allow more efficient management of funding for stormwater projects, as well as prepare for the implementation of the Fairfax County Unified System (FOCUS). As part of the *FY 2011 Carryover Review*, $7,633,091 in fund balance is transferred to Fund 125. In addition, $525,460 in remaining revenue for the rehabilitation of Woodglen Lake and Lake Barton, previously anticipated in Fund 318 under the American Recovery and Reinvestment Act of 2009 (ARRA,) will now be received into Fund 125. The following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
AC8000	Accotink Creek Watershed Projects	($41,283)	Decrease due to the elimination of Fund 318, Stormwater Management Program. As part of the *FY 2011 Carryover Review*, all project balances are moved to Fund 125, Stormwater Services to allow more efficient management of funding for stormwater projects.
AC9000	Accotink Creek Watershed Plan	(491,930)	See above.
CA8000	Cameron Run Watershed Projects	(925,947)	See above.
CU8000	Cub Run Watershed Projects	(39,815)	See above.
DC8000	Kingstowne Monitoring	(78,905)	See above.
DC9000	Dogue Creek Watershed Plan	(240,285)	See above.
DF8000	Difficult Run Watershed Projects	(78,430)	See above.
FX0001	Interim Watershed Program	(30,073)	See above.
FX1000	Storm Drainage Improvements and Innovative Projects	(107,835)	See above.
FX2000	Environmental Initiatives Projects	(255,616)	See above.
FX3000	Stormwater Program Support	(116,825)	See above.
FX4000	Dam Safety Projects	(1,988,687)	See above.
FX5000	Stormwater Management Facilities	(574,376)	See above.
FX6000	Infrastructure Reinvestment Program	(422,011)	See above.
FX7000	Municipal Separate Storm Sewer Permit	(397,925)	See above.
FX8000	Emergency Watershed Projects	(169,726)	See above.
HC9000	Horsepen Creek Watershed Plan	(218,660)	See above.
LH8000	Little Hunting Creek Watershed Projects	(129,382)	See above.
LO9000	Lower Occoquan Watershed Plan	(556,097)	See above.
LR9000	LittleRocky/Johnny Moore Watershed Plan	(96,575)	See above.
MB9000	Mill Branch Watershed Plan	(60,891)	See above.
MP8000	Middle Potomac Watershed Projects	(122,372)	See above.
PC8000	Pohick Creek Watershed Projects	(50,326)	See above.
PC9000	Pohick Creek Watershed Plan	(413,742)	See above.
PH8000	Popes Head Creek Watershed Projects	(222,818)	See above.
PH9000	Popes Head Creek Watershed Plan	(65,110)	See above.
PM8000	Pimmit Run Watershed Projects	(44,734)	See above.
PN9000	Pond Branch Watershed Plan	(150,160)	See above.
SC8000	Scotts Run Watershed Projects	(67,471)	See above.
	Total	**($8,158,007)**	

Fund 319, Affordable Housing Fund **$14,423,884**

FY 2012 expenditures are recommended to increase $14,423,884 due to $9,040,190 in unexpended project balances; $5,000,000 to appropriate accrued program income and savings from Wedgewood Apartments operations; $289,018 to appropriate additional revenue received in FY 2011 from interest payments on Affordable Housing Partnership Program loans made in prior years, and $94,676 to appropriate additional cost of issuance proceeds from Crescent Apartments debt refinancing on May 19, 2011.

In particular, the $5,000,000 in program income and savings from Wedgewood Apartments operations accumulated since the purchase of the complex in November 2007. The Fund 319 revenue is a result of accrued program income and savings from Wedgewood Apartments operations accumulated since the purchase of the complex in November 2007. As the Board will recall, $4.1 million in recurring Wedgewood program income was identified and applied to annually fund the first phases of the Housing Blueprint. However, funding of the Blueprint did not commence until FY 2011. This program revenue and addition efficiencies and strong operations at Wedgewood have resulted in the accrued $5 million. The accumulated funding is being allocated as follows:

Funding of $2,000,000 to support the gap in funding for FY 2012 Housing Blueprint activities equating to services for an additional 194 households as discussed at the Board's Housing Committee on March 1, 2011. This adjustment is consistent with the Board of Supervisors' budget guidance during the markup of the FY 2012 budget which directed staff to review funding requirements for the Housing Blueprint for FY 2012 and identify flexibility so necessary funding adjustments could be made at Carryover. The ongoing requirements will be included in the FY 2013 budget, funded with a combination of program revenue and savings in debt service and operating costs from Wedgewood, Crescent and Olley Glen. As a result, the FY 2012 requirements for the Housing Blueprint are fully funded.

Funding of $1,500,000 to support non-profit organizations to leverage additional funding to provide supportive services to 72 homeless individuals and families and an additional 303 households on the County's affordable housing waiting lists who are receiving rental subsidies through the Bridging Affordability Program, and to take advantage of other funding opportunities through foundations or grants. The Housing Options Group comprised of County agencies and non-profit partners will provide a forum for the planning and the recommended use of these additional funds. In particular, this additional funding will enable the provision of strategic and innovative employment services, as well as other targeted services, to improve the self sufficiency of clients. In doing so, it is anticipated that these clients will no longer require assistance with housing, thereby reducing the County's housing waitlists, and they will be able to function independently in the community. In addition, funding may further enable non-profit organizations to expand services and the affordable housing stock for the benefit of those with very low and extremely low incomes, including the potential relocation of the Lamb Center.

Funding of $1,500,000 to support the rehabilitation and renovation work at the Wedgewood Apartments community center and related facilities. The community center will be made fully accessible given that it is currently located on the second floor and can only be accessed by stairs. The community center improvements will include the addition of an elevator, two accessible bathrooms, and other alterations that will make the facility more accessible for those with physical disabilities. Sprinklers for fire safety are also expected to be incorporated. Additional meeting space will be provided and the improvements will be undertaken in coordination with the Office of Equity Programs to ensure consistency with other countywide Americans with Disabilities Act (ADA) compliance efforts, as well as with the Department of Neighborhood and Community Services as programs and services will primarily be for the residents of Wedgewood Apartments and where appropriate extend to the surrounding community. Any savings remaining after work has been completed will be reprogrammed for Wedgewood Apartments debt service reserve.

In addition, the following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
014196	Affordable/Workforce Housing Projects	$289,018	Increase of $289,018 due to appropriation of additional revenue from interest payments on Affordable Housing Partnership Program loans made in prior years.
014239	Crescent Apartments	94,676	Increase of $94,676 due to appropriation of additional revenue from refinancing on May 19, 2011. Reallocations of all savings that resulted from the debt refinancing will be requested as part of the *FY 2012 Third Quarter Review*.

014321	Non Profit Blueprint Project	2,000,000	Increase of $2,000,000 due to appropriation of accrued program income and savings from Wedgewood Apartments operations.
014324	Matching Grants to Non Profits	1,500,000	Increase of $1,500,000 due to appropriation of accrued program income and savings from Wedgewood Apartments operations
014326	Wedgewood Renovation	1,500,000	Increase of $1,500,000 due to appropriation of accrued program income and savings from Wedgewood Apartments operations.
	Total	**$5,383,694**	

Fund 340, Housing Assistance Program **$7,212,170**

FY 2012 expenditures are recommended to increase due to the carryover of unexpended project balances in the amount of $7,573,090, offset by a decrease of $360,920 to transfer remaining project balances to Fund 102, Federal/State Grant Fund in preparation for the implementation of SAP, as grant funding associated with Fund 340 is being consolidated into Fund 102 as part of the *FY 2011 Carryover Review*. The following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
014242	Richmond Highway Town Center	($79,528)	Decrease necessary to close out project due to transfer to Fund 102, Federal/State Grant Fund.
014247	Magnet Housing	(12,072)	Decrease necessary to close out project due to transfer to Fund 102, Federal/State Grant Fund.
014306	EDI Housing Information Technology	(33,319)	Decrease necessary to close out project due to transfer to Fund 102, Federal/State Grant Fund.
014314	EDI-SRO Housing	(236,001)	Decrease necessary to close out project due to transfer to Fund 102, Federal/State Grant Fund.
	Total	**($360,920)**	

Fund 370, Park Authority Bond Construction **$47,337,620**

FY 2012 expenditures are recommended to increase $47,337,620 due to the carryover of unexpended project balances in the amount of $46,548,104 and the appropriation of $789,516 in revenue received in FY 2011. Bond premium funds in the amount of $680,000 were received as part of the January 2011 bond sale and $100,000 in federal grant revenue was received to support the Huntley Historic site preservation and redevelopment. In addition, in October 2009 the County sold $202.2 million of Federally Taxable Build America Bonds. Based on the Internal Revenue Code §54AA Section (g) (2) (A) 100 percent of available project proceeds, which includes investment earnings, must be used on capital expenditures. Therefore, interest earnings on Build America Bond proceeds in the amount of $9,516 have been allocated to this construction fund. The following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
474408	Park and Building Renovation - 2008	$689,516	Increase necessary to appropriate revenue received in FY 2011, including bond premium funds in the amount of $680,000 associated with the January 2011 bond sale and $9,516 in interest earnings associated with the sale of Buy America Bonds. In October 2009 the County sold $202.2 million of Federally Taxable Build America Bonds. Based on the Internal Revenue Code §54AA Section (g) (2) (A), 100 percent of available project proceeds, which includes investment earnings, must be used on capital expenditures. Therefore, interest earnings on Build America Bond proceeds have been allocated to this construction fund for construction project use.
475008	Stewardship – 2008	100,000	Increase necessary to appropriate federal grant revenue received in FY 2011 in support of the preservation and redevelopment of the Huntley Historic site. The Park Authority awarded a $1.76 million contract in April 2010 for the restoration of the exteriors and renovation of the interiors of the manor house and historic out buildings, along with related site improvements. This work is primarily supported by the 2008 Park Bond Program. Work continues in FY 2012 with completion anticipated by mid-August 2011.
	Total	**$789,516**	

Enterprise Funds

Fund 400, Sewer Revenue **$0**

There are no expenditures for this fund. However, FY 2011 transfers are increased by $8,000,000 to Fund 401, Sewer Operation and Maintenance, to support FY 2012 operations. This transfer is required based on the use of one-time balances in FY 2011 that are not available in FY 2012. Expenditures in Fund 401 are dependent on many outside influences, such as the unit price for chemicals used in the treatment of wastewater which include sodium hydroxide, sodium bisulfate and lime, utility and fuel costs associated with running the Plant and professional consultant and contractual services requirements. The Department of Public Works and Environmental Services (DPWES) is continuing to review efficiencies and monitor usage at the Plant.

Actual revenues in FY 2011 total $154,881,205 an increase of $7,866,205 or 5.4 percent over the FY 2011 estimate of $147,015,000. This increase is primarily due to Sewer Service Charges based on actual water consumption and wastewater treatment requirements in the County and in other jurisdictions for which the County provides sewer services. This increase is partially offset by lower than projected Availability Fee revenue due to reduced development activity in the County and lower interest earnings.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $94,206,908, a decrease of $133,795.

Fund 401, Sewer Operation and Maintenance **($1,800,789)**

FY 2012 expenditures are recommended to decrease $1,800,789 or 1.9 percent from the FY 2012 Adopted Budget Plan amount of $93,287,604 primarily due to operating expenses savings within the Wastewater Management Program. Operating Expenses are decreased $2,378,991 and are partially offset by an increase of $209,739 associated with a market rate adjustment to salaries and $368,463 in projected capital equipment costs.

FY 2011 actual expenditures reflect a decrease of $5,181,914 or 5.8 percent from the *FY 2011 Revised Budget Plan* amount of $89,828,572. Of this amount, $760,701 is included as encumbered carryover in FY 2012.

The remaining balance of $4,421,213 is primarily due to a savings of $1,040,838 in Personnel Services based on position vacancies and related fringe benefits; and $3,415,426 in Operating Costs. Operating cost savings include: $1,287,931 in sewage treatment supply savings associated with a reduction in the unit price for chemicals used in the treatment of wastewater which include sodium hydroxide, sodium bisulfate and lime, $323,665 in utility savings at the Noman M. Cole, Jr. Pollution Control Plant, $721,410 in lower than anticipated professional consultant and contractual services requirements, $418,558 in savings associated with information technology requirements and operational equipment, and $663,862 in other operational savings such as fuel, vehicle maintenance costs and other repair and maintenance requirements. These reduced operating costs are based on actual usage and invoices. The Department of Public Works and Environmental Services (DPWES) is continuing to review efficiencies and monitor usage. Projecting plant operational requirements is dependent on many outside influences; therefore, balances fluctuate based on current and future needs of the organization. Other savings include $3,479 in Capital Equipment due to actual capital equipment purchases, and a decrease of $38,530 in Recovered Costs due to actual billings.

The Transfer In to Fund 401, Sewer Operations and Maintenance from Fund 400, Sewer Revenue is increased by $8,000,000 from $78,000,000 to $86,000,000. This adjustment is required based on the use of one-time balances to support operations in FY 2011 that are not available in FY 2012.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $154,178.

Fund 402, Sewer Bond Extension and Improvement **$0**

FY 2012 expenditures remain unchanged. However, the following adjustments are required at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
I00353	Pumping Stations	($5,000,000)	Decrease based on delays in the next scheduled pumping station replacement and resulting cash flow requirements. Revised project schedules will allow for this funding to support the critical rehabilitation requirements at Dogue Creek due to recent pump failures and emergency repairs to the Force Main. Funding of $5,000,000 is reallocated to Project L00117, Dogue Creek Rehabilitation and Replacement to address these critical repairs.

L00117	Dogue Creek Rehabilitation and Replacement	5,078,000	Increase necessary to provide for the replacement of the Dogue Creek Force Main. Construction estimates are higher than anticipated based on compliance of wetlands construction requirements and project delays due to on-going construction in the area. This Force Main is in critical need of repair based on recent pump failures.
T00125	Rocky Run Pump Station Upgrade	100,000	Increase necessary for the replacement of air-release valves at the Rocky Run Pump Station. The air-release valves maintain the system by exhausting and admitting air through the air valves during system operations including start-up, shutdown, and critical power failures or line breaks. This replacement will prevent future repairs or potential disruptions in wastewater flows.
X00442	Robert McMath Facility Improvement	250,000	Increase necessary to fund improvements at the Robert P. McMath Facility. A feasibility study was performed in Fall 2009 to identify repairs, replacements, and/or upgrades to this facility. This funding will support interior repairs include the replacement of electrical systems to meet current code requirements.
X00828	Extension and Improvement Projects	2,931,745	Increase necessary to partially fund the County's new Extension and Improvement (E&I) Program as approved by the Board of Supervisors on April 12, 2011. This new policy adjusts the Connection Charges such that the future cost of the E&I Program is shared equally between the County's Sewer Fund and the property owners seeking public sewer service. According to the new policy, this cost share will be for extension of sewer in the Approved Sewer Service Area to those properties with failed onsite sewage disposal systems. Payment of Connection Charges is required in full prior to connection of a property to the County's sewer system. The fiscal impact of the proposed Connection Charges will be closely monitored to assure compliance with the Board of Supervisors direction to equally share the cost of the E&I program between the County's Sewer Fund and the property owners connecting to the County's sewer system. This increase will satisfy the annual appropriation requirement for this project.
X00903	Replacement and Transmission Programmed Rehabilitation	(2,000,000)	Decrease due to current cash flow requirements and revised project schedules. Based on delays in various transmission rehabilitation projects, this funding is available to support E&I projects as well as other active projects.

X00904	Sewer Line Enlargement	(68,139)	Decrease due to project completion.
X00905	Replacement and Transmission	(250,000)	Decrease due to project close out. This project is replaced by Project X00903, Replacement and Transmission Programmed Rehabilitation in order to better track funding requirements for sewer line rehabilitation/replacement projects in one place.
X00910	Replacement and Renewal	(1,878,281)	Decrease due to the current replacement and repair schedule at the Noman M. Cole, Jr. Pollution Control Plant (NMCPCP). Funding is available to support E&I projects as well as other active projects.
X00912	Replacement and Renewal-Treatment	(3,500,000)	Decrease due to actual cash flow requirements and revised project schedules. The Replacement and Renewal Program schedules are currently delayed due to the on-going regulatory compliance construction projects required at the Noman M. Cole, Jr. Pollution Control Plant (NMCPCP). Funding is available to support E&I projects as well as other active projects.
X00998	Sewer Contingency Project	4,336,675	Increase based on adjustments included above. This project is used to support continuous, ongoing capital projects and general system improvement projects within the Wastewater Management Program as requirements are identified throughout the year.
	Total	**$0**	

Fund 408, Sewer Bond Construction **$171,413,199**

FY 2012 expenditures are recommended to increase $171,413,199 due to the carryover of unexpended project balances in the amount of $159,896,115 and an additional adjustment to appropriate fund balance of $11,517,084 to provide funding for future treatment plant and treatment by contract requirements. The following project adjustment is recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
X00907	Construction Reserve	$11,517,084	Increase necessary to fund requirements associated with future capital improvement projects at the Noman M. Cole, Jr. Pollution Control Plant (NMCPCP) and treatment by contract requirements according to upgrade and enhancement schedules. In order to meet new water quality standards associated with the Chesapeake Bay and nutrient reduction requirements, the wastewater treatment facility requires additional funding which will address these requirements as the schedules progress. Additional funding became available due to favorable bids on capital projects and is being held in reserve until project schedules require additional funding.
	Total	**$11,517,084**	

Internal Service Funds

Fund 501, County Insurance **$11,437**

FY 2012 expenditures are recommended to increase $11,437 due to a market rate adjustment of 1.52 percent.

FY 2011 actual expenditures reflect a decrease of $122,151, or 0.6 percent, from the *FY 2011 Revised Budget Plan* amount of $22,111,815. The remaining balance is primarily attributable to savings in administrative costs and Self Insurance costs, partially offset by higher Workers' Compensation costs. It should be noted that these figures do not include the required increase or $6,037,049 to the Accrued Liability Reserve, which was determined by the annual actuarial evaluation of the County's Self Insured program. As a result of this increase, the FY 2011 General Fund transfer to County Insurance is increased by $6,037,049.

Actual revenues in FY 2011 total $830,213, a decrease of $65,646, or 7.3 percent, from the FY 2011 estimate of $895,859 primarily due to a decrease in interest earnings from investments.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $48,404,638, an increase of $6,082,117.

Fund 503, Department of Vehicle Services **$10,154,172**

FY 2012 expenditures are increased $10,154,172 due to encumbered carryover of $2,445,120 and unencumbered carryover of $500,000 to allow the Fire and Rescue Department to replace a large vehicle supporting the Technical Rescue Operations Team. In addition, adjustments totaling $7,209,052 are included. Of this total, an amount of $6,036,934 is included to allow the Police Department to replace one dual engine helicopter, an additional $1,000,600 is included to allow for the replacement of 37 additional vehicles anticipated to meet age and mileage criteria in FY 2012, and $171,518 is included to fund a 1.52 percent market rate adjustment.

FY 2012 revenues are increased by $1,305,000 reflecting additional revenue associated with the sale of the existing Police Department Helicopter being replaced as noted above.

FY 2011 actual expenditures reflect a decrease $3,023,544 or 3.9 percent from the *FY 2011 Revised Budget Plan* amount of $77,875,191. Of this amount, $2,445,120 is included as encumbered carryover in FY 2012. The remaining balance of $578,424 is due primarily to salary, operating and vehicle replacement savings partially offset by a shortfall in fuel due to recent price increases.

Actual revenues in FY 2011 total $74,688,398, an increase of $5,431,421 or 7.8 percent over the FY 2011 estimate of $69,256,977. The increase is primarily attributable to increased fuel prices, which result in higher fuel billings for all customers, as well as increased helicopter replacement charges, large apparatus replacement charges and ambulance replacement charges.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $31,438,300, a decrease of $394,207.

Fund 504, Document Services **$425,077**

FY 2012 expenditures are recommended to increase $425,077 due to encumbered carryover of $417,750 in Operating Expenses and a 1.52 market rate adjustment of $7,327. Included in the encumbered carryover total is $320,922 in the Copier Program and $96,828 in the Print Shop.

FY 2011 actual expenditures reflect a decrease of $1,945,217 or 25.5 percent from the *FY 2011 Revised Budget Plan* amount of $7,640,509. Of this amount, $417,750 is included as encumbered carryover in FY 2012. The remaining balance of $1,527,467 is attributable to a savings of $19,362 in Personnel services due to salary vacancies; savings of $809,260 in Operating Expenses due to decreased use of the Print Shop along with a commensurate decrease in associated expenditures for paper and other printing supplies; and savings of $698,845 in Capital Equipment due to copiers being acquired via an operating lease in lieu of a capital purchase.

Actual revenues in FY 2011 total $3,079,242, a decrease of $510,226 or 14.2 percent from the FY 2011 estimate of $3,589,468 primarily due to unrealized Print Shop revenues.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $1,478,476, an increase $1,009,914.

Fund 505, Technology Infrastructure **$1,445,268**

FY 2012 expenditures are recommended to increase $1,445,268 due to encumbered carryover of $1,319,452, a 1.52 percent market rate adjustment of $55,816, and unencumbered carryover of $70,000 to upgrade two mobile units with enhanced communications equipment as well as generators in order to enhance the agency's ability to provide necessary communications support to incident commanders.

FY 2011 actual expenditures reflect a decrease $2,120,643 or 6.9 percent from the *FY 2011 Revised Budget Plan* amount of $30,655,413. Of this amount $1,319,453 is included as carryover in FY 2012. The remaining balance of $801,190 is attributable to savings of $322,372 in Operating Expenses due to reduced costs for software maintenance, hardware maintenance, and data network monitoring and transmission services; savings of $440,873 in Personnel Services due to managing vacancies; and savings of $37,945 in Capital Equipment.

Actual revenues in FY 2011 total $26,563,487, an increase of $312,150 or 1.2 percent over the FY 2011 estimate of $26,251,337 primarily due to increased radio services charges and infrastructure charges to agencies.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $3,947,817, an increase of $987,525.

Fund 506, Health Benefits Fund **$4,895,137**

FY 2012 expenditures are recommended to increase $4,895,137 to reflect the carryover of unexpended balances to the premium stabilization reserve which provides the fund flexibility in managing unanticipated increases in claims. This additional funding brings the total reserve available in FY 2012 to $7,254,919.

FY 2011 actual expenditures reflect a decrease of $9,069,984, or 6.8 percent, from the *FY 2011 Revised Budget Plan* amount of $133,712,937. The balance is primarily attributable to the unexpended portion of the FY 2011 premium stabilization reserve of $6,966,065. Claims for the OAP (Open Access Plan) High Option grew 71.7 percent over FY 2010, primarily due to increased enrollment resulting from the January 2011 elimination of the PPO (Preferred Provider Option). Claims for POS (Point-of-Service) plan grew at a modest 2.6 percent, in part because of participant migration to the OAP High Option plan.

Actual revenues in FY 2011 total $124,176,610, a decrease of $3,366,080, or 2.6 percent, from the FY 2011 estimate of $127,542,690. The decrease is primarily due to lower than projected premium revenue from employer contributions, partially offset by higher than projected premium revenue from retirees and additional funding from the Early Retiree Reinsurance Program (ERRP). The ERRP was established as part of the March 2010 passage of comprehensive health care reform legislation to provide reimbursements to participating employers for a portion of the costs of health benefits for early retirees. To date, the County has received $2,005,086 in reimbursements through the program. This funding, in addition to interest earned on these monies of $3,681, has been set aside in reserve. All revenues received under the ERRP will be used to offset increases in health insurance costs for all participants in the County's self-insured plans. While the POS, OAP Low Option and vision plans generated sufficient revenue to cover claims, administrative, IBNR (Incurred But Not Reported claims) and reserve expenses in FY 2011, expenditures and reserve requirements for the OAP High Option plan exceeded revenue by approximately $6.6 million.

It should be noted that when the <u>FY 2012 Adopted Budget Plan</u> was built, final information regarding the January 2011 open enrollment was unavailable. As a result of lower than anticipated enrollment in the OAP Low Option plan, it is anticipated that revenue and expenditures will be higher than amounts currently budgeted. As part of the *FY 2011 Third Quarter Review*, budgetary adjustments will be made to reflect updated enrollment figures and current claims trends, as well as January 2012 premium adjustments.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $21,867,287, an increase of $808,767. The ending balance includes $2,008,767 in the ERRP reserve, with the remaining funding necessary to maintain an unreserved ending balance as a percent of claims paid of 16.7 percent, the equivalent of 2 months of claims.

Trust & Agency Funds

Fund 600, 601, 602, Retirement Systems **$23,140**

FY 2012 expenditures are recommended to increase $23,140 over the FY 2012 Adopted Budget Plan due to a 1.52 percent market rate adjustment compensation increase provided to all employees.

FY 2011 actual expenditures reflect a decrease of $24,810,409 or 7.1 percent from the *FY 2011 Revised Budget Plan* amount of $350,710,156. The balance is primarily attributable to lower than anticipated benefit payments to retirees and lower than projected refunds to terminating employees.

Actual revenues in FY 2011 total $1,326,234,456, an increase of $773,678,439 or 140.0 percent from the FY 2011 estimate of $552,556,017 due to higher than anticipated investment returns offset slightly by lower than projected employee and employer contributions. As the final custodial bank statements are not yet available, these figures only reflect returns on investments through the end of May 2011. Final figures are estimated to be provided by the end of July and will be reflected as audit adjustments to FY 2011. Of the amount received through May, $650,066,812 is due to unrealized gain for investments held but not sold as of June 30, 2011 and $452,780,669 is due to realized return on investment. FY 2011 actual unrealized gain of $650.1 million reflects compliance with GASB Statement 25 and is solely an accounting adjustment to report plan investments at market value. The rates of return for the three systems in FY 2011 through May were 24.8 percent for the Employees' System, 27.0 percent for the Police Officers System, and 25.5 percent for the Uniformed System. Final results for June are not yet available, but based on general market returns in June, the full year results are expected to be lower by 1 to 2 percent. These returns were achieved in a year when markets continued to rebound significantly from the effects of the global financial crisis. Returns for all the major market indices were positive. For the year ending June 30, 2011, the S&P 500 Index was up 30.7 percent, and U.S. small-cap stocks increased 37.4 percent. Among non-U.S. stocks, developed markets increased 30.9 percent and emerging markets rose 28.2 percent. Returns on investments in real assets were also strong, with real estate investment trusts up 34.1 percent and the commodity index up 25.9 percent. Fixed income assets produced moderate returns, with the Barclay's Aggregate Bond Index rising 3.9 percent

It should be noted that even though revenues exceeded projections, while these balances should have a positive impact on the systems' funding ratios, the impact from changes to liabilities will not be known until the actuarial valuation is completed. Thus, the final change in funding ratios cannot be projected at this time. Employer contribution rates and funding ratios are calculated based on a number of actuarial assumptions, including an actuarially determined rate of return. The actuarial rate of return uses smoothing methodology to delay total recognition of a given year's returns above or below the long-term expected rate of 7.5 percent. This is done to mitigate volatility in funding requirements, recognizing the cyclical nature of capital market returns. However, this does not include the impact of any liability gains or losses, which are determined by comparing actual experience, such as rates of retirement and death, against actuarial assumptions. Thus, investment returns could have a positive impact on funding ratios, while a change in liabilities could offset the potential increase.

As a result of the actions discussed above and a $1 reconciliation adjustment to the actual beginning balance, the FY 2012 ending balance is projected to be $5,541,537,626, an increase of $798,465,709.

Fund 603, OPEB Trust Fund **$1,162**

FY 2012 expenditures are recommended to increase $1,162 over the FY 2012 Adopted Budget Plan due to a 1.52 percent market rate adjustment compensation increase provided to all County employees.

FY 2011 actual expenditures reflect a decrease of $10,933,338, or 61.8 percent, from the *FY 2011 Revised Budget Plan* amount of $17,700,229. This expenditure level does not reflect expenses related to the implicit subsidy, as an actuarial analysis must be performed after the fiscal year has ended in order to calculate and appropriately reflect benefit payments for the implicit subsidy for retirees. Final figures are estimated to be provided by the end of August and will be reflected as an audit adjustment to FY 2011. Once this adjustment is posted, it is anticipated that FY 2011 expenditures will be in line with the *FY 2011 Revised Budget Plan*.

Actual revenues in FY 2011 total $18,224,734, an increase of $3,090,157, or 20.4 percent, over the FY 2011 estimate of $15,134,577. As with expenditures, this revenue level does not yet reflect the County's contribution for the implicit subsidy for retirees, which will be included as an audit adjustment to FY 2011. Excluding the implicit subsidy from the FY 2011 estimate, revenues were $13,948,157 higher than budgeted, primarily due to higher than anticipated investment returns achieved through the Virginia Pooled OPEB Trust. These figures reflect returns on investments through the end of May 2011. Final figures are estimated to be provided by the end of July and will be reflected as audit adjustments to FY 2011. Of the amount received through May, $13,989,302 is due to unrealized gain for investments held but not sold as of June 30, 2011 and $31,227 is due to realized return on investment. FY 2011 actual unrealized gain of $14.0 million reflects compliance with GASB Statement 25 and is solely an accounting adjustment to report plan investments at market value. The County's portfolio in the Virginia Pooled OPEB Trust returned 13.3 percent during FY 2011. This figure reflects returns on investments through the end of March 2011. As the world economy continues to recover from the global economic crisis, the pace of the Trust has remained in line with and often outperformed its custom benchmarks. In response to the market volatility, the Board of Trustees of the Virginia Pooled OPEB Trust, with advice from its investment consultant, continued to follow a conservative course with a gradual phase-in of the implementation of its asset allocation policy. The addition of actively managed fixed income and hedge fund of funds asset classes continue to add to the portfolio diversification and positively impact the rate of return.

As a result of the actions discussed above and a $1 reconciliation adjustment to the actual beginning balance, the FY 2012 ending balance is projected to be $106,065,181, an increase of $14,022,334, primarily as a result of investment performance as discussed above.

Fund 700, Route 28 Tax District **$35,458**

FY 2012 expenditures are recommended to increase $35,458. All monies collected are required to be remitted to the Fiscal Agent on a monthly basis. The $35,458 amount is the amount of remittances that were pending as of the end of the fiscal year.

FY 2011 actual expenditures reflect a decrease of $2,282,713, or 21.4 percent from the *FY 2011 Revised Budget Plan* amount of $10,646,111. This is primarily attributable to less than anticipated revenue collected and available for remittance associated with less than anticipated buy outs from the tax district.

Actual revenues in FY 2011 total $8,398,553, a decrease of $2,247,255 or 21.1 percent from the FY 2011 estimate of $10,645,808 primarily due to less tax revenue and buy out revenue than originally anticipated.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $0, which is no change from the FY 2012 Adopted Budget Plan.

NON-APPROPRIATED FUNDS

Fund 371, Park Authority Capital Improvement Fund **$21,120,369**

FY 2012 expenditures are recommended to increase $21,120,369 due to the carryover of unexpended project balances in the amount of $18,893,898 and adjustments totaling $2,226,471. These adjustments include the appropriation of revenues received in FY 2011 including $127,873 in interest earnings and $2,105,881 in contributions. This fund receives easements, donations, monopole revenue, and proffer revenue in support of capital projects. The following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
004109	Countywide Trails	$4,382	Increase necessary to appropriate revenue received in FY 2011 by the Park Authority Foundation to support trails.
004113	Lee District Telecommunications	61,665	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004115	Pimmit Run Stream Valley – Area 1 Maintenance Facility	87,604	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004116	Confederate Fortifications Historic Site	18,034	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004122	Spring Hill Park – McLean Youth Soccer	690,134	Increase necessary to appropriate revenue received in FY 2011 from McLean Youth Soccer for a synthetic turf field.
004128	Fort Willard Development	1,485	Increase necessary to appropriate revenue received in FY 2011 by the Park Authority Foundation to support the development of Fort Willard.
004131	Mt. Vernon Parks – Districtwide	100,367	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004145	Lee Districtwide Parks	108,135	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004148	Hunter Mill Districtwide Parks	23,085	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004149	CLEMYJONTRI - Liberty Swing	13,419	Increase necessary to appropriate revenue received in FY 2011 by the Park Authority Foundation to support CLEMYJONTRI.
004158	Sully Districtwide Parks	3,914	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004159	Telecommunications Administrative Review Fees	6,000	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004160	Hunter Mill Districtwide Stuart Road Park Telecommunications	37,500	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004161	Laurel Hill	25,000	Increase necessary to appropriate revenue received in FY 2011 associated with escrow payments.
004168	Mt. Eagle Park	30,000	Increase necessary to appropriate revenue received in FY 2011 for the construction of a playground.
004349	South Run Park	17,784	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.

004493	Robert E. Lee Recreation Center	7,500	Increase necessary to appropriate revenue received in FY 2011 by the Park Authority Foundation for park improvements.
004503	Cub Run Stream Valley Park	16,942	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004522	Frying Pan Park	53,652	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004528	Riverbend Park	2,460	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004534	Park Contingency	142,533	Increase due to the appropriation of $114,538 in interest earnings and $27,995 in gifts and donations received in FY 2011.
004538	Park Easement Administration	164,025	Increase necessary to appropriate revenue received in FY 2011 associated with park easements.
004558	Park Collections	46	Increase necessary to appropriate miscellaneous revenue received in FY 2011.
004567	Stratton Woods	165,871	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004592	Sully Plantation	20,192	Increase necessary to appropriate revenue received in FY 2011 associated with donated funds for the Sully Foundation.
004595	Mason District Park	53,979	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004596	Wakefield	17,624	Increase necessary to appropriate revenue received in FY 2011 associated with telecommunication leases.
004750	Park Proffers	292,725	Increase necessary to appropriate revenue received in FY 2011 associated with park proffers funds.
004759	Stewardship Publications	637	Increase necessary to appropriate revenue received in FY 2011 for historic publication and education.
004761	Lawrence Trust	6,052	Increase due to the appropriation of interest earnings received in FY 2011.
004763	Grants	3,294	Increase necessary to appropriate revenue received in FY 2011 for various grants.
004769	Mastenbrook Volunteer Grant Program	23,182	Increase necessary to appropriate revenue received in FY 2011 for matching grant funds.
004775	Open Space Land Preservation Contributions	27,249	Increase necessary to appropriate revenue received in FY 2011 associated with donated funds for preservation of open space.
	Total	**$2,226,471**	

Fund 703, Northern Virginia Regional Identification System (NOVARIS) **$18,088**

FY 2012 expenditures are increased $18,088 due to upcoming NOVARIS training requirements. The increase in operating expenses will be used to provide forensic training for employees in the NOVARIS partner agencies.

FY 2011 actual expenditures reflect a decrease of $18,599 or 100.0 percent from the *FY 2011 Revised Budget Plan* amount of $18,599 as no programs were required in FY 2011; however, they will be necessary in FY 2012.

Actual revenues in FY 2011 total $18,799 a decrease of $511 or 2.6 percent from the FY 2011 estimate of $19,310, which is primarily due to lower than projected interest on investments.

As a result of the actions discussed above, the FY 2012 ending balance is unchanged at $33,132.

Fund 946, FCRHA Revolving Development **$955,532**

FY 2012 expenditures are recommended to increase $955,532 due to the carryover of unexpended project balances of $2,082,750 for continuing projects, offset by a decrease of $1,127,218 to close out projects at this time. In addition, the following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
013944	Gum Springs Community Center	($2,000)	Decrease necessary to close out project due to a reduction in estimated project expenditures.
013966	Glenwood Mews	(125,218)	Decrease necessary to close out project due to a reduction in estimated project expenditures.
014137	Little River Glen III	(1,000,000)	Decrease necessary to close out project due to a reduction in estimated project expenditures.
	Total	**($1,127,218)**	

Fund 948, FCRHA Private Financing **$2,651,673**

FY 2012 expenditures are recommended to increase a net $2,651,673 due to the carryover of unexpended project balances of $2,670,166 for continuing projects, to appropriate $3,327 in unanticipated investment earnings received in FY 2011, offset by a decrease of $21,820 to align the budget with required Section 108 principal and interest payments. In addition, the following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
003923	Undesignated Projects	$3,327	Increase necessary to appropriate additional revenue earned from interest on investments.
013887	Section 108 Loan Payments	(21,820)	Decrease necessary to align budget with required principal and interest payments.
	Total	**($18,493)**	

Fund 949, FCRHA Internal Service Fund **($672,247)**

FY 2012 expenditures are recommended to decrease a net $672,247 and are associated with a decrease of $748,890 due to the Department of Housing and Community Development's transition to move project-specific expenditures from Fund 949 to each project's home fund to minimize project-related expenditures in Fund 949, offset by an increase of $76,643 for encumbered carryover.

FY 2012 revenues will decrease $672,247 to reflect projected receipts from other housing subfunds.

FY 2011 actual expenditures total $3,394,261, a decrease of $1,105,611 or 24.6 percent from the FY 2011 estimate of $4,499,872. This is attributable primarily to lower expenses for professional contracts, supplies, postage, utilities, and building supplies and materials.

Actual revenues in FY 2011 total $3,394,261, a decrease of $1,105,611 or 24.6 percent from the FY 2011 estimate of $4,499,872. This is attributable to a decrease in reimbursements from other participating Department of Housing and Community Development funds as a result of lower expenditures.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $0, the same level as the FY 2012 Adopted Budget Plan.

Fund 966, Section 8 **($768,463)**

FY 2012 expenditures are recommended to decrease $768,463 due to a decrease of $799,498 for Housing Choice Voucher (HCV) housing assistance payment funding based on the recently released U. S. Department of Housing and Urban Development (HUD) Housing Choice Voucher (HCV) Annual Contributions funding renewal notice received in June 2011, offset by encumbrances of $5,389 for professional contracts, and an increase of $25,646 in Personnel Services to support a 1.52 percent market rate adjustment.

FY 2012 revenues are recommended to decrease $3,030,111 due to a decrease of $2,181,304 in Calendar Year 2011 HUD HCV Annual Contribution funding based on the most recent renewal notice from HUD, and, a decrease of $848,807 to accommodate the decreased leasing of the portability program.

FY 2011 actual expenditures of $48,856,134 reflect a decrease of $517,170 or 1.0 percent of the *FY 2011 Revised Budget Plan* of $49,373,304. The decrease is primarily attributable to savings due to project based budgeting and lower than budgeted administrative expenses including $5,389 in encumbered carryover, offset by an increase in Housing Assistance Payment expenses for the HCV program.

Actual revenues in FY 2011 total $49,422,171, an increase of $488,266 or 1.0 percent over the FY 2011 estimate of $48,933,905 due primarily to the actual annual contribution for calendar year 2011 based on HUD's June 2011 notification.

As a result of the actions discussed above, the FY 2012 ending balance is projected to be $5,205,649, a decrease of $1,256,212.

Fund 969, Public Housing Projects Under Modernization **$1,139,632**

FY 2012 expenditures are required to increase $1,139,632 due to the carryover of unexpended project balances. In addition, the following project adjustments are recommended at this time:

Project Number	Project Name	Increase/ (Decrease)	Comments
VA1900	4500 University Drive	($5,977)	Decrease necessary to reallocate funding to Project VA1951, Tavenner Lane Apartments associated with adjustments for program year expenditures.
VA1901	Audubon Apartments	2,108	Increase necessary to appropriate funding from Project VA1934, Westford III associated with adjustments for program year expenditures.

VA1934	Westford Plaza III	(2,108)	Decrease necessary to reallocate funding to Project VA1901, Audubon Apartments associated with adjustments for program year expenditures.
VA1938	Kingsley Park	(3,556)	Decrease necessary to reallocate funding to Project VA1951, Tavenner Lane Apartments associated with adjustments for program year expenditures.
VA1951	Tavenner Lane Apartments	9,533	Increase necessary to appropriate funding reallocated from Project VA1900, 4500 University Drive and Project VA1938, Kingsley Park associated with adjustments for program year expenditures.
	Total	**$0**	