

ATTACHMENT B:

**MEMO AND ATTACHMENTS I – VII
TRANSMITTING THE COUNTY’S
FY 2017 CARRYOVER REVIEW
WITH APPROPRIATE RESOLUTIONS**



County of Fairfax, Virginia

MEMORANDUM

DATE: July 25, 2017

TO: BOARD OF SUPERVISORS

FROM: Edward L. Long Jr.
County Executive

SUBJECT: FY 2017 Actual Revenues, Expenditures and Carryover Supplemental Appropriation

Attached for your review and consideration is the FY 2017 Carryover Package, including Supplemental Appropriation Resolution AS 18009 and Amendment to the Fiscal Planning Resolution AS 18900. The document includes the following attachments for your information:

Attachment I	A General Fund Statement including revenue and expenditures, as well as a summary reflecting expenditures by fund
Attachment II	A summary of General Fund receipt variances by category
Attachment III	A summary of significant General Fund expenditure variances by agency
Attachment IV	An explanation of General Fund Unencumbered Carryover
Attachment V	A detailed description of new and unexpended federal/state grants, as well as anticipated revenues associated with those grants that are recommended for appropriation in FY 2018
Attachment VI	A detailed description of significant changes in Other Funds
Attachment VII	Supplemental Appropriation Resolution AS 18009 and Fiscal Planning Resolution AS 18900 for FY 2018 providing for the appropriation of outstanding encumbrances and unspent balances for federal/state grants, as well as prior commitments of the Board of Supervisors, such as unspent capital project balances

As the Board is aware, the Code of Virginia requires that the Board of Supervisors hold a public hearing prior to the adoption of amendments to the current year budget when potential appropriation increases are greater than 1.0 percent of expenditures. In addition, the Code requires that the Board advertise a synopsis of the proposed changes. Since the *FY 2017 Carryover Review* recommends changes to the FY 2018 Adopted Budget Plan over this limit, Board action on the Carryover Review has been scheduled at the same time as the public hearing on September 12, 2017.

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FY 2017 Carryover Summary

A brief summary of the General Fund follows, comparing unaudited actual receipts and disbursements as of June 30, 2017, to the final estimates of the *FY 2017 Revised Budget Plan*.

GENERAL FUND STATEMENT AND BALANCE AVAILABLE

(in millions of dollars)

	FY 2017 Revised Budget Plan	FY 2017 Actual	Variance
Beginning Balance, July 1	\$166.09	\$166.09	\$0.00
Receipts and Transfers In	\$4,033.04	\$4,068.17	\$35.13
Total Available	\$4,199.12	\$4,234.25	\$35.13
Direct Expenditures	\$1,521.73	\$1,451.61	(\$70.13)
Transfers Out	\$2,570.68	\$2,570.68	\$0.00
Total Disbursements	\$4,092.41	\$4,022.29	(\$70.13)
Ending Balance, June 30	\$106.71	\$211.97	\$105.26
Managed Reserve	\$106.47	\$106.47	\$0.00
Balance	\$0.24	\$105.50	\$105.26
FY 2017 Commitments (\$45.58)			
Outstanding Encumbered Obligations			(\$29.69)
Outstanding Unencumbered Commitments			(\$11.52)
Reserve Adjustments			(\$4.37)
Balance after FY 2017 Commitments			\$59.68
Allocations for Reserves/Capital (\$38.48)			
40% of Balance to Reserves - Revenue Stabilization Portion			(\$13.26)
40% of Balance to Reserves - Managed Reserve Portion			(\$10.61)
20% of Balance to Infrastructure Sinking Reserve Fund			(\$11.94)
Reserve Adjustments			(\$2.67)
Balance after Allocations for Reserves/Capital			\$21.20
Other Requirements (\$20.35)			
Massey Demolition			(\$15.40)
PLUS Project			(\$1.52)
Gang Prevention Reserve			(\$0.50)
Strike Force Blight Abatement			(\$0.26)
Parks Equipment/Resident Curator			(\$0.25)
Special Election			(\$0.20)
Net-Zero Adjustments: <i>Public Assistance Caseloads, LDS Positions,</i>			
<i>Elevator Maintenance, John Hudson Summer Intern Program</i>			\$0.00
Reserve Adjustments			(\$2.22)
Net Balance			\$0.85

NOTE: Carryover is defined as the re-appropriation in FY 2018 of previously approved items such as outstanding encumbered obligations, unencumbered commitments and unexpended FY 2017 capital project and grant balances.

FY 2017 Year-End Summary

FY 2017 General Fund Revenues and Transfers In were \$4.07 billion, an increase of only \$35.13 million or just 0.87 percent, over the FY 2017 Revised Budget Plan estimate. The size of this margin makes clear how little room there is for projection error or fluctuation in the budget. The increase is the result of increases in Real Estate and Personal Property Tax receipts, Other Local Taxes, Permits, Fees and Regulatory Licenses, Fines and Forfeitures, Revenues from the Use of Money/Property, Charges for Services, and Revenue from the Commonwealth and the Federal Government. More detail on FY 2017 Revenue Variances may be found in Attachment II.

In addition, County agencies realized disbursement balances as a result of continuing close management of agency spending. Disbursements were below *FY 2017 Revised Budget Plan* projections by \$70.13 million or 1.71 percent. More detailed information on FY 2017 General Fund Expenditure Variances is included in Attachment III. Included in this balance are funds required for both encumbered and unencumbered items. Encumbered carryover includes legally obligated funding for items/services for which final financial processing has not been completed. Unencumbered carryover includes funding for items previously approved by the Board but not purchased based on timing or other issues.

As a result, the combined revenue and disbursement balance, after funding prior year obligations and reserve adjustments, is \$59.68 million, or 1.46 percent of the total County General Fund budget.

Carryover Actions

Allocation of this balance is used to meet Board policy for contributions to reserves and capital and fund requirements that have been identified subsequent to the adoption of the FY 2018 budget. Of the total available balance of \$59.68 million, \$58.83 million is allocated in the Carryover package and \$0.85 million is recommended to be held in reserve to address other critical one-time requirements.

Allocations for Reserves/Capital (\$38.48 million, including \$2.67 million in associated reserve adj.)

Consistent with the Board's policies on funding reserves and the County's Infrastructure Sinking Reserve Fund, Carryover contributions have been calculated based on available balances after outstanding encumbered and unencumbered commitments. Of the \$59.68 million balance, 60 percent, or \$35.81 million, is allocated for the County's reserves and Capital Sinking Fund.

- \$23.87 million or 40 percent of the balance is allocated to the County's reserves consistent with the County's reserve policy updated by the Board of Supervisors on April 21, 2015, to reach a total of 10 percent. As a result, the allocations to the Managed and Revenue Stabilization Reserves have been made in proportion to their ultimate sizes. It is important to note that in addition to this allocation, all other Carryover adjustments have been accompanied with contributions to the two reserves as well, consistent with the Board policy of allocating 10 percent to reserves. As a result, the total contribution to the reserves at Carryover is \$33.12 million and results in funded percentages of 2.99 percent (Managed Reserve, 4 percent target) and 4.86 percent (Revenue Stabilization Reserve, 5 percent target), or total reserves of 7.85 percent.
- \$11.94 million or 20 percent of the balance is transferred to the Capital Sinking Fund projects consistent with the recommendations of the Infrastructure Financing Committee. As part of the *FY 2016 Third Quarter Review*, the Board of Supervisors approved the allocation formula associated with capital sinking funds as follows: 55 percent for the Facilities Management Department (FMD), 20 percent for parks, 10 percent for walkways, 10 percent for County maintained roads and service drives, and 5 percent for revitalization maintenance. Specific funding levels include: \$6,564,291 for FMD, \$2,387,015 for Parks, \$1,193,507 for County-Owned Roads, \$1,193,507 for Walkways, and \$596,754 for Revitalization. Funding will provide for infrastructure replacement and upgrades such as the replacement of roofs, electrical systems, and HVAC units at

FY 2017 Carryover Review

both County and Park Authority facilities, repairs to County-owned roads and walkways, and revitalization area infrastructure repairs.

Other Adjustments (\$20.35 million, including \$2.22 million in associated reserve adjustments)

Finally, there are a number of other adjustments that are also necessary at this time. Of the \$18.13 million in adjustments, excluding the required reserve contributions, \$15.40 million is allocated to fully fund the demolition of the Massey Building. All other adjustments net to a total General Fund impact of \$2.73 million. These include support for the Planning and Land Use System (PLUS) Project (\$1.52 million); an appropriated reserve to combat gangs (\$0.50 million); the allocation of zoning violation fines to the Strike Force Blight Abatement Project (\$0.26 million); funding for Parks equipment replacement and to support the Resident Curator Program (\$0.25 million); and costs associated with the upcoming special election in August to fill the Fairfax County School Board vacancy (\$0.20 million). A number of adjustments, offset by revenue and with no net impact to the General Fund, are also included. These include 11 positions to address Public Assistance caseloads; 10 positions to continue the ongoing investment to improve the County's land development process; 1 position, billed to Fairfax County Public Schools (FCPS), to support workload requirements for maintaining FCPS vehicles, and support for the John Hudson Internship Program. In total, 22 new positions are proposed as part of the *FY 2017 Carryover Review*.

As a result of these adjustments, a Carryover balance of \$0.85 million is available. When combined with the \$0.24 million held in reserve as part of the FY 2018 Adopted Budget Plan, a total of \$1.09 million is available for Board consideration.

Details of the adjustments included in the *FY 2017 Carryover Review* which have a General Fund impact are noted below in the Carryover Administrative Adjustments section of this letter. Consistent with the multi-year budget presentation, the FY 2019 impact of these recommendations is also noted in the detailed adjustments below.

Metro Update

There are a variety of efforts underway from various groups to address the funding and governance of Metro, and several of our Board members are participating in these groups. County transportation staff summarized and discussed each of these efforts at the Board Transportation Committee on July 18, 2017. Most notably, former United States Department of Transportation Secretary Ray LaHood is expected to release a report in fall 2017 to identify possible improvements to the Metro compact agreement with respect to governance, financing, and the overall operation of Metro. As more information is provided from these groups on proposed funding solutions and governance, County staff will continue to brief the Board of Supervisors at future Transportation and Budget Committee meetings as it relates to FY 2019 and beyond.

Opioid Prevention Update

As directed by the Board of Supervisors as part of the FY 2018-19 Budget Guidance, funding has been included in the *FY 2017 Carryover Review* to begin to address the growing opioid epidemic. Utilizing balances available in Fund 40040, Fairfax-Falls Church Community Services Board, \$1.1 million is included to combat the epidemic by increasing the use of Medication Assisted Treatment, as well as increasing the contractual purchase of residential treatment and medical detoxification beds. In addition, \$2.5 million is set aside in an Opioid Use Epidemic Reserve to provide flexibility as the County continues to work with national, state, and regional partners on strategies to combat the opioid epidemic. Staff will return to the Board of Supervisors at a later date with recommendations on potential uses of the funds, with final decisions on the allocation of funding to be made by the Board.

FY 2019 Budget Development

The forecast for the FY 2019 budget included in the FY 2018-FY 2019 Multi-Year Budget reflected a continuation of the modest revenue growth that has prevailed in recent years outpaced by increasing disbursement requirements driven by population growth, employee compensation, and community priorities such as reduced class sizes and the Diversion First program. Additionally, as noted above, staff continues to monitor the potential impact of increased Metro funding requirements on the FY 2019 budget. We will have the opportunity to discuss the FY 2019 forecast in greater detail later in the fall as our projections are refined.

FY 2017 Audit Adjustments

As the Board is aware, the financial audit of FY 2017 is currently being conducted. Necessary adjustments as a result of this work will be included in the FY 2017 Comprehensive Annual Financial Report (CAFR) and in the audit package that is presented for the Board's approval as part of the *FY 2018 Third Quarter Review*.

Other Funds Adjustments

Attachment VI of the *FY 2017 Carryover Review* details changes in other funds including those which do not have a General Fund impact. This attachment includes a review of the FY 2017 fund expenditure and revenue variances and notes changes in FY 2018 expenditures

Carryover Administrative Adjustments

The *FY 2017 Carryover Review* includes net General Fund administrative adjustments and associated managed reserve adjustments totaling \$58.83 million. These adjustments are divided into two categories – Allocations for Reserves/Capital and All Other Requirements – and include the following:

ALLOCATIONS FOR RESERVES/CAPITAL

\$38.48 million, including \$35.81 million in reserve/capital contributions and \$2.67 million in associated reserve adjustments

Reserve Adjustments

Fund 10010, Revenue Stabilization

	NON-RECURRING
FY 2018 General Fund Transfer	<u>\$18,394,858</u>
Net Cost	\$0

An increase of \$18,394,858 is transferred from the General Fund to Fund 10010, Revenue Stabilization, consistent with the County's reserve policy. On April 21, 2015, the Board of Supervisors approved revisions to the County's Ten Principles of Sound Financial Management to update the County's target reserve level from 5 percent to 10 percent of General Fund disbursements. Of the 10 percent target, 5 percent is allocated to the Revenue Stabilization Fund (previously a 3 percent target), 4 percent is allocated to the Managed Reserve in the General Fund (previously a 2 percent target), and the remaining 1 percent will be allocated to a new Economic Opportunity Reserve. As this new reserve is not to be funded until the Revenue Stabilization and Managed Reserves are fully funded at their new target levels, the 1 percent allocated for the new reserve is split proportionally between the Revenue Stabilization and Managed Reserves until the new reserve is established.

The total increase in the Revenue Stabilization Reserve includes \$13,259,867 as a result of the allocation of 40 percent of available balances after funding critical requirements being directed to the reserves as well as \$5,134,991 based on increased disbursements included at Carryover.

FY 2017 Carryover Review

As a result of this adjustment, the \$5,221,570 General Fund transfer included in the FY 2018 Adopted Budget Plan, and a transfer of \$804,000 from Fund 20000, Debt Service, the projected FY 2018 balance in the Revenue Stabilization Fund is 4.86 percent of General Fund disbursements.

Capital Sinking Fund

		NON-RECURRING
Fund 30010, General Construction and Contributions	FY 2018 General Fund Transfer	\$4,177,276
Fund 30020, Infrastructure Replacement and Upgrades	FY 2018 General Fund Transfer	\$6,564,291
Fund 30060, Pedestrian Walkway Improvements	FY 2018 General Fund Transfer	<u>\$1,193,507</u>
	Net Cost	\$11,935,074

The General Fund Transfer to various capital funds is increased by a total of \$11,935,074 in accordance with recommendations of the Infrastructure Financing Committee (IFC). On March 25, 2014, the Board of Supervisors approved the recommendations contained in the IFC Report. Subsequently, the School Board approved the IFC Report on April 10, 2014. The Infrastructure Financing Committee was a joint School Board/County Board working group formed to collaborate and review both the County and School's Capital Improvement Program (CIP) and capital requirements. The final report of the committee included a recommendation to establish a Capital Sinking Fund as a new budgetary mechanism for funding Infrastructure Replacement and Upgrade requirements. Principal funding for the Sinking Fund was to come from a joint commitment to devote a goal of 20 percent of carryover funds. Based on the County's unencumbered carryover balance after funding critical requirements, an amount of \$11,935,074 represents 20 percent and is allocated to separate Capital Sinking Fund projects. The Board of Supervisors previously approved the allocation formula associated with capital sinking funds as follows: 55 percent for FMD, 20 percent for Parks, 10 percent for walkways, 10 percent for County maintained roads and service drives, and 5 percent for revitalization. This allocation is based on the percent of each program area as it relates to the total annual requirements presented to the IFC. Specific funding levels include: \$6,564,291 for FMD, \$2,387,015 for Parks, \$1,193,507 for County-Owned Roads, \$1,193,507 for Walkways, and \$596,754 for Revitalization.

OTHER REQUIREMENTS

\$20.35 million, including \$18.13 million in adjustments and \$2.22 million in associated reserve adjustments

Massey Building Demolition

		NON-RECURRING
Fund 30010, General Construction and Contributions	FY 2018 General Fund Transfer	<u>\$15,400,000</u>
	Net Cost	\$15,400,000

The General Fund transfer to Fund 30010, General Construction and Contributions, is increased by \$15,400,000 to fully fund the demolition of the Massey Building. Total funding of \$20,000,000 is estimated to be required for the demolition of the Massey Building, the Cooperative Computer Center (CCC) and the Massey Annex, including asbestos removal, demolition, and restoration of the site. To date, funding in the amount of \$4,600,000 has been approved. Design work associated with the demolition and site restoration is approximately 65 percent complete. It is anticipated that the Massey Building will be vacated by the end of 2017, at which time asbestos/hazmat testing of the full building can begin and the demolition and site restoration plans can be finalized for bid. The asbestos/hazmat removal, demolition, and site restoration has a construction duration of 18 months primarily due to the extended time required for asbestos/hazmat removal. Concurrently, the Burkholder Building will be renovated and agencies currently located in the Massey Building, CCC and Annex will be relocated to the Public Safety Headquarters or the Burkholder Building. It is anticipated that demolition will take place in spring/summer 2019 after all asbestos/hazmat removal work is complete. Site restoration work is expected to be complete in early 2020.

Agency 31, Land Development Services**Fairfax First, Elevator Inspections and PLUS Project**

Agency 31, Land Development Services

Agency 89, Fringe Benefits

Fund 10040, Information Technology

RECURRING

FY 2018 Revenue \$1,731,826

FY 2018 Expenditure \$1,363,660

FY 2018 Expenditure \$368,166

FY 2018 Transfer \$1,515,377**Net Cost \$1,515,377**

FY 2019 Revenue \$1,731,826

FY 2019 Expenditure \$1,363,660

FY 2019 Expenditure \$368,166**Net Cost \$0**

Total funding of \$3,247,203 is required for Fairfax First initiatives, elevator and escalator contract rate increases and a transfer to support the Planning and Land Use System (PLUS) project. Of this amount, \$1,731,826 is completely offset by recurring revenues for no net funding impact to the General Fund. The \$1,515,377 shown to support the Plus Project is the result of permit fee revenues received in FY 2017 in excess of the budget.

Consistent with the Fairfax First Initiative and the Board of Supervisors' Economic Strategic Success Plan, \$1,481,826, including \$1,113,660 in Agency 31, Land Development Services (LDS), \$368,166 in Agency 89, Fringe Benefits, and 10/10.0 FTE new positions are included to address increased demand for residential inspections, to improve digital communication and customer service, to provide timelier site reviews, and to support the Joint Training Academy. As discussed at the May 9, 2017, Board of Supervisors Development Process Committee, these investments will build on the ongoing efforts to improve the speed, transparency, and consistency of the land development process. These costs will be completely offset by \$1,481,826 in fee revenue generated by development activity for no net impact on the General Fund.

Funding of \$250,000 in Agency 31, LDS, is required for contracted elevator and escalator inspection services. Under the Code of Virginia, commercial buildings are required to have elevators and escalators inspected twice a year and LDS uses contracted services to complete these inspections. The cost of elevator and escalator inspections is fully offset by license fees, thus there is no net impact to the General Fund.

The General Fund Transfer to Fund 10040, Information Technology, is increased by \$1,515,377 to support the Planning and Land Use System (PLUS) project. This funding reflects the additional revenue received in FY 2017 due to increased development activity. Consistent with the Economic Strategic Success Plan, PLUS will serve as a consolidated, integrated enterprise solution to enable seamless customer and staff interactions as well as land development operations.

Gang Prevention Reserve**NON-RECURRING**

Agency 87, Unclassified Admin. Expenses (Nondepartmental)

FY 2018 Expenditure \$500,000**Net Cost \$500,000**

Funding of \$500,000 is identified for a collaborative, multi-agency effort to respond to and prevent gangs in Fairfax County. As presented to the Board of Supervisors at the June 13, 2017, Public Safety Committee meeting, this funding is designed to help the County better provide education, prevention, enforcement, and coordination in responding to gangs. This initial funding will be held in the Gang Prevention Reserve in Agency 87, Unclassified Administrative Expenses, and reallocated to agencies based on priorities identified by the Board of Supervisors after further briefing at a later date. It is anticipated that additional funding will be required in future years to fully implement the recommendations of this multi-agency effort.

Appropriation of Zoning Violation Revenue

Fund 30010, General Construction and Contributions	FY 2018 General Fund Transfer	NON-RECURRING <u>\$262,849</u>
	Net Cost	\$262,849

The General Fund transfer to Fund 30010, General Construction and Contributions, is increased by \$262,849 to allocate revenue collected from court ordered fines for zoning violations associated with the Strike Force Blight Abatement project. As part of the FY 2009 Adopted Budget Plan budget guidelines, the Board of Supervisors directed that any revenue generated from zoning violation fines in excess of the baseline total of \$122,215 be made available to support the activities of the Department of Code Compliance. Zoning violation revenues have exceeded the base revenue amount by \$262,849. This total adjustment amount is associated with FY 2017 actual revenues received as well as a reconciliation of revenue received in previous years. As a result, this amount is being allocated to the Strike Force Blight Abatement project for use in support of code compliance-related activities.

Resident Curator Program and Capital Equipment Replacement

Agency 51, Park Authority	FY 2018 Expenditure	RECURRING <u>\$250,000</u>
	Net Cost	\$250,000

Funding of \$250,000 is required including \$50,000 for the Resident Curator Program and \$200,000 to replace outdated critical capital equipment. The Resident Curator Program has moved from the development phase to the implementation phase leading to increased personnel and operating costs. As part of the implementation process, advertisements, program signage, and open houses have been underway at the first three selected pilot properties: Ellmore Farmhouse at Frying Pan Park in Herndon, Turner Farm in Great Falls, and the Stempson House in Lorton. Applications were received for all three properties and all are currently under review. Historic Structures Reports are being completed for Lahey Lost Valley in Vienna, Ash Grove in Tysons, Clark/Enyedi House in Colchester, and John and Margaret White Gardens in Annandale. These sites will be advertised for curatorship in the upcoming fiscal year. Each property requires a property appraisal, potential hazmat testing, baseline cleaning, marketing/advertising, an open house, site survey work and office/operating supplies. In addition, funding of \$200,000 has been set aside as a reserve to replace outdated critical capital equipment. It is anticipated that the reserve will begin to address a backlog of equipment beyond its useful life expectancy. Approximately 12 percent of all grounds equipment is rated in poor condition, while the number of parks and acres has increased. Re-establishing dedicated funding for capital equipment will allow the Park Authority to start reducing the backlog of old equipment and improve the appearance of the parks.

School Board Special Election

Agency 15, Office of Elections	FY 2018 Expenditures	NON-RECURRING <u>\$200,000</u>
	Net Cost	\$200,000

Funding of \$200,000 is required for costs associated with a special election in August to replace a vacancy on the Fairfax County School Board. The election will be held on Tuesday, August 29, 2017, and polls will be open at all of Fairfax County's precincts as the office being sought is countywide. To be eligible, candidates had until June 30, 2017 to submit paperwork for the election, must have resided in Virginia for at least one year immediately preceding the election, and must be able to vote for and hold the office being sought. Funds will primarily be used to support personnel-related costs for election officers and well as miscellaneous operational and support expenses.

Public Assistance Eligibility Workers**RECURRING**

	FY 2018 Revenue	\$1,104,767
Agency 67, Department of Family Services	FY 2018 Expenditure	\$754,983
Agency 89, Fringe Benefits	FY 2018 Expenditure	<u>\$349,784</u>
	Net Cost	\$0
	FY 2019 Revenue	\$1,104,767
	FY 2019 Expenditure	\$754,983
	FY 2019 Expenditure	<u>\$349,784</u>
	Net Cost	\$0

Funding of \$1,104,767 is required to appropriate additional FY 2018 revenue from the state to support 11/11.0 FTE new positions. These positions will continue to address the increase in public assistance caseloads in the Self-Sufficiency Division and provide additional quality assurance support in order to meet state and federal guidelines for both timeliness and accuracy. It should be noted that an increase of \$349,784 in Fringe Benefits funding is included in Agency 89, Employee Benefits. The expenditure increase is fully offset by an increase in federal and state funding for no net impact to the General Fund.

In accordance with federal and state policy, the County is required to determine eligibility for public assistance and enroll clients in benefits programs within a certain timeframe. In May 2017, the ongoing monthly caseload was more than 96,000 cases, which is an 85 percent increase since FY 2008. Federal and state policies require that 100 percent of cases for each program are processed within the mandated timeframes with 100 percent accuracy. The County is not currently meeting these mandates. This leaves the County vulnerable to both internal and external audit findings. For the fourth consecutive year, the external auditor for the year ending June 30, 2016, found material noncompliance in the Medicaid program and cited the County for having material weaknesses in internal controls over eligibility determination. The audit included specific language to address the staff shortage.

DFS has taken many steps to narrow performance gaps, including adding positions to address backlogs and overly burdensome caseloads; establishing a more robust management structure to focus on case review and increased monitoring; providing intensive staff training to strengthen knowledge of policies and procedures and reduce casework errors; and implementing new work-management processes and specialized subject matter teams to improve efficiency. These steps have led to improvements over previous years' audit findings and staff have continued to increase the percentage of applications processed timely and accurately. For example, after three consecutive years of noncompliance in the TANF program, there were no audit findings in TANF in FY 2016. However, based on the current status, the County is still not meeting requirements in several areas and it is anticipated that there will be additional audit findings in the Public Assistance program for FY 2017. DFS continues to explore ways to streamline processes and utilize resources more efficiently; however, with the continuous rise in caseloads there is no capacity to adequately address existing workloads and performance shortfalls while continuing to absorb additional cases. Additionally, given the current eligibility requirements for Medicaid in Virginia, it is not anticipated that any potential rollback of Medicaid at the federal level will result in a decrease in the number of Medicaid applications or cases processed by the County.

John Hudson Summer Intern Program**NON-RECURRING**

	FY 2018 Revenue	\$10,000
Agency 67, Department of Family Services	FY 2018 Expenditure	<u>\$10,000</u>
	Net Cost	\$0

Funding of \$10,000 is required to appropriate FY 2018 state revenue for the John Hudson Internship Program. The overall objective of the program is to address unemployment and underemployment of

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people with disabilities in the Fairfax area by providing work experience and training opportunities which will enhance participants' competitiveness in the job market. This expenditure is fully offset by an increase in state funding with no net impact to the General Fund.

Department of Public Works and Environmental Services Reorganization		RECURRING
Agency 25, Business Planning and Support	FY 2018 Expenditures	(\$135,492)
Agency 31, Land Development Services	FY 2018 Expenditures	<u>\$135,492</u>
	Net Cost	\$0
Agency 25, Business Planning and Support	FY 2019 Expenditures	(\$135,492)
Agency 31, Land Development Services	FY 2019 Expenditures	<u>\$135,492</u>
	Net Cost	\$0

Funding of \$135,492 is transferred from Agency 25, Business Planning and Support (BPS), to Agency 31, Land Development Services (LDS), to support 1/1.0 FTE position transferred in conjunction with the establishment of LDS as an independent agency. It should also be noted that additional adjustments with no net funding impact have been made to support the transfer of 19/19.0 FTE positions to BPS from other divisions within the Department of Public Works and Environmental Services (DPWES) to better support the core business areas and to enhance department-wide initiatives.

Consideration Items

At this time there are no consideration items from the Board of Supervisors.

Additional Adjustments in Other Funds

Total FY 2018 expenditures in Appropriated Other Funds, excluding School funds, are requested to increase \$1.805 billion over the FY 2018 Adopted Budget Plan. In addition to the adjustments in Appropriated Funds, there are adjustments totaling \$24.84 million in Non-Appropriated Other Funds. Details of Fund 50000, Federal/State Grant Fund, are discussed in Attachment V, while details of FY 2018 adjustments in Appropriated and Non-Appropriated Other Funds other than Federal and State Grants are found in Attachment VI. School Board adjustments total \$355.23 million, excluding debt service, over the FY 2018 Adopted Budget Plan. Details of School Board actions are available in Attachment C.

Summary of Recommended Actions

In summary, I am recommending that the Board take the following actions:

Approve Supplemental Appropriation Resolution AS 18009 as well as Fiscal Planning Resolution AS 18900 to provide expenditure authorization for FY 2017 Carryover encumbrances, unexpended balances, administrative adjustments and the associated adjustments to the Managed Reserve, including the following:

- Board appropriation of \$29.69 million in General Fund encumbrances related to Direct Expenditures from FY 2017 as noted in the General Fund Statement and in Attachment III.
- Board appropriation of General Fund unencumbered commitments totaling \$11.52 million as detailed in Attachment IV.
- Board appropriation of General Fund administrative adjustments as detailed earlier in this memorandum.

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- Board appropriation of Federal/State grants in Fund 50000, Federal/State Grant Fund, totaling \$252.12 million, or an increase of \$138.38 million, as detailed in Attachment V.
- Board appropriation of remaining Other Funds Carryover. Details are available in Attachment I, Carryover Expenditures by Fund; in Attachment VI, Other Funds Detail; and in Attachment C, Fairfax County School Board's FY 2017 Final Budget Review and Appropriation Resolutions.
- Board approval of adjustments to the Managed Reserve to reflect all carryover adjustments.

ATTACHMENT I:
SCHEDULES

FY 2017 CARRYOVER FUND STATEMENT

	FY 2017 Estimate	FY 2017 Actual	Increase/ (Decrease)	FY 2018 Adopted Budget Plan	FY 2018 Revised Budget Plan	Encumbered Carryover	Unencumbered Carryover	Additional Recommended Adjustments	FY 2018 Revised Budget Plan	Increase/ (Decrease) Over Revised
Beginning Balance	\$166,089,457	\$166,089,457	\$0	\$106,708,719	\$106,708,719	\$0	\$0	\$0	\$211,965,713	\$105,256,994
Revenue										
Real Property Taxes	\$2,600,366,481	\$2,601,461,886	\$1,095,405	\$2,649,504,731	\$2,649,504,731	\$0	\$0	\$0	\$2,649,504,731	\$0
Personal Property Taxes ¹	388,018,873	401,395,663	13,376,790	400,452,300	400,452,300	0	0	0	400,452,300	0
General Other Local Taxes	507,645,070	512,988,783	5,343,713	515,390,893	515,390,893	0	0	0	515,390,893	0
Permit, Fees & Regulatory Licenses	50,178,317	52,201,079	2,022,762	50,891,047	50,891,047	0	0	1,731,826	52,622,873	1,731,826
Fines & Forfeitures	11,553,152	12,725,041	1,171,889	11,684,270	11,684,270	0	0	0	11,684,270	0
Revenue from Use of Money and Property	25,674,277	29,540,815	3,866,538	32,280,345	32,280,345	0	0	0	32,280,345	0
Charges for Services	80,537,966	81,821,185	1,283,219	81,370,947	81,370,947	0	0	0	81,370,947	0
Revenue from the Commonwealth ¹	310,292,200	306,626,805	(3,665,395)	310,510,318	310,510,318	0	0	0	310,510,318	0
Revenue from the Federal Government	32,175,146	42,312,473	10,137,327	32,175,146	32,175,146	0	0	1,104,767	33,279,913	1,104,767
Recovered Costs/Other Revenue	16,423,681	16,921,887	498,206	16,480,180	16,480,180	0	0	10,000	16,490,180	10,000
Total Revenue	\$4,022,865,163	\$4,057,995,617	\$35,130,454	\$4,100,740,177	\$4,100,740,177	\$0	\$0	\$2,846,593	\$4,103,586,770	\$2,846,593
Transfers In										
Fund 40030 Cable Communications	\$3,869,872	\$3,869,872	\$0	\$3,772,651	\$3,772,651	\$0	\$0	\$0	\$3,772,651	\$0
Fund 40080 Integrated Pest Management	141,000	141,000	0	141,000	141,000	0	0	0	141,000	0
Fund 40100 Stormwater Services	1,125,000	1,125,000	0	1,125,000	1,125,000	0	0	0	1,125,000	0
Fund 40140 Refuse Collection and Recycling Operations	548,000	548,000	0	548,000	548,000	0	0	0	548,000	0
Fund 40150 Refuse Disposal	577,000	577,000	0	626,000	626,000	0	0	0	626,000	0
Fund 40160 Energy Resource Recovery (ERR) Facility	49,000	49,000	0	0	0	0	0	0	0	0
Fund 40170 I-95 Refuse Disposal	186,000	186,000	0	186,000	186,000	0	0	0	186,000	0
Fund 69010 Sewer Operation and Maintenance	2,850,000	2,850,000	0	2,850,000	2,850,000	0	0	0	2,850,000	0
Fund 80000 Park Revenue	820,000	820,000	0	820,000	820,000	0	0	0	820,000	0
Total Transfers In	\$10,165,872	\$10,165,872	\$0	\$10,068,651	\$10,068,651	\$0	\$0	\$0	\$10,068,651	\$0
Total Available	\$4,199,120,492	\$4,234,250,946	\$35,130,454	\$4,217,517,547	\$4,217,517,547	\$0	\$0	\$2,846,593	\$4,325,621,134	\$108,103,587
Direct Expenditures										
Personnel Services	\$792,226,214	\$781,231,541	(\$10,994,673)	\$829,082,703	\$829,082,703	\$0	\$200,000	\$3,276,132	\$832,558,835	\$3,476,132
Operating Expenses	402,999,312	356,478,843	(46,520,469)	349,315,086	349,315,086	28,058,682	9,704,698	1,304,704	388,383,170	39,068,084
Recovered Costs	(35,813,297)	(35,621,117)	192,180	(36,588,399)	(36,588,399)	0	0	(1,702,193)	(38,290,592)	(1,702,193)
Capital Equipment	4,010,731	2,143,040	(1,867,691)	116,058	116,058	1,634,535	219,744	200,000	2,170,337	2,054,279
Fringe Benefits	358,310,864	347,374,977	(10,935,887)	370,918,880	370,918,880	0	1,400,000	717,950	373,036,830	2,117,950
Total Direct Expenditures	\$1,521,733,824	\$1,451,607,284	(\$70,126,540)	\$1,512,844,328	\$1,512,844,328	\$29,693,217	\$11,524,442	\$3,796,593	\$1,557,858,580	\$45,014,252
Transfers Out										
Fund S10000 School Operating	\$1,913,518,902	\$1,913,518,902	\$0	\$1,966,919,600	\$1,966,919,600	\$0	\$0	\$0	\$1,966,919,600	\$0
Fund S31000 School Construction	13,100,000	13,100,000	0	13,100,000	13,100,000	0	0	0	13,100,000	0
Fund 10010 Revenue Stabilization ^{2,3}	22,316,221	22,316,221	0	5,221,570	5,221,570	0	0	18,394,858	23,616,428	18,394,858
Fund 10020 Community Funding Pool	11,141,700	11,141,700	0	11,141,700	11,141,700	0	0	0	11,141,700	0
Fund 10030 Contributory Fund	13,298,773	13,298,773	0	13,467,254	13,467,254	0	0	0	13,467,254	0
Fund 10040 Information Technology	4,770,240	4,770,240	0	4,770,240	4,770,240	0	0	1,515,377	6,285,617	1,515,377
Fund 20000 County Debt Service	136,752,654	136,752,654	0	146,035,225	146,035,225	0	0	0	146,035,225	0
Fund 20001 School Debt Service	189,870,099	189,870,099	0	189,130,953	189,130,953	0	0	0	189,130,953	0
Fund 30000 Metro Operations and Construction	13,557,955	13,557,955	0	13,557,955	13,557,955	0	0	0	13,557,955	0
Fund 30010 General Construction and Contributions	25,516,384	25,516,384	0	17,115,923	17,115,923	0	0	19,840,125	36,956,048	19,840,125
Fund 30020 Infrastructure Replacement and Upgrades	10,503,138	10,503,138	0	1,825,953	1,825,953	0	0	6,564,291	8,390,244	6,564,291

FY 2017 CARRYOVER FUND STATEMENT

	FY 2017 Estimate	FY 2017 Actual	Increase/ (Decrease)	FY 2018 Adopted Budget Plan	FY 2018 Revised Budget Plan	Encumbered Carryover	Unencumbered Carryover	Additional Recommended Adjustments	FY 2018 Revised Budget Plan	Increase/ (Decrease) Over Revised
Transfers Out (Cont.)										
Fund 30060 Pedestrian Walkway Improvements	1,045,571	1,045,571	0	500,000	500,000	0	0	1,193,507	1,693,507	1,193,507
Fund 40000 County Transit Systems	34,929,649	34,929,649	0	34,429,649	34,429,649	0	0	0	34,429,649	0
Fund 40040 Fairfax-Falls Church Community Services Board	126,077,551	126,077,551	0	130,429,318	130,429,318	0	0	0	130,429,318	0
Fund 40330 Elderly Housing Programs	1,923,159	1,923,159	0	1,837,024	1,837,024	0	0	0	1,837,024	0
Fund 50000 Federal/State Grants	5,480,836	5,480,836	0	5,106,999	5,106,999	0	0	0	5,106,999	0
Fund 60000 County Insurance	27,888,115	27,888,115	0	24,184,081	24,184,081	0	0	0	24,184,081	0
Fund 60020 Document Services Division	3,941,831	3,941,831	0	3,941,831	3,941,831	0	0	0	3,941,831	0
Fund 73030 OPEB Trust	14,500,000	14,500,000	0	10,490,000	10,490,000	0	0	0	10,490,000	0
Fund 83000 Alcohol Safety Action Program	545,171	545,171	0	572,561	572,561	0	0	0	572,561	0
Total Transfers Out	\$2,570,677,949	\$2,570,677,949	\$0	\$2,593,777,836	\$2,593,777,836	\$0	\$0	\$47,508,158	\$2,641,285,994	\$47,508,158
Total Disbursements	\$4,092,411,773	\$4,022,285,233	(\$70,126,540)	\$4,106,622,164	\$4,106,622,164	\$29,693,217	\$11,524,442	\$51,304,751	\$4,199,144,574	\$92,522,410
Total Ending Balance	\$106,708,719	\$211,965,713	\$105,256,994	\$110,895,383	\$110,895,383	(\$29,693,217)	(\$11,524,442)	(\$48,458,158)	\$126,476,560	\$15,581,177
Less:										
Managed Reserve ^{2,4}	\$106,471,193	\$106,471,193	\$0	\$110,657,857	\$110,657,857	\$1,398,992	\$542,972	\$12,785,567	\$125,385,388	\$14,727,531
Reserve for Potential FY 2018 One-Time Requirements ⁵	237,526	237,526	0	237,526	237,526			853,646	1,091,172	853,646
Total Available	\$0	\$105,256,994	\$105,256,994	\$0	\$0	(\$31,092,209)	(\$12,067,414)	(\$62,097,371)	\$0	\$0

¹ Personal Property Taxes of \$211,313,944 that are reimbursed by the Commonwealth as a result of the Personal Property Tax Relief Act of 1998 are included in the Revenue from the Commonwealth category in accordance with guidelines from the State Auditor of Public Accounts.

² Consistent with the County's *Ten Principles of Sound Financial Management* as updated by the Board of Supervisors on April 21, 2015, the County has a target reserve level of 10 percent of General Fund disbursements. This target level is an increase of 5 percent over the previous target. As disbursement increases are approved, an additional amount equal to 10 percent of these increases will be allocated to the County's reserves. Of the 10 percent target, 5 percent is allocated to Fund 10010, Revenue Stabilization, 4 percent is allocated to the Managed Reserve in the General Fund, and the remaining 1 percent will be allocated to a new Economic Opportunity Reserve. As this new reserve is not to be funded until the Revenue Stabilization and Managed Reserves are fully funded at their new target levels, this 1 percent is split proportionally (0.55 percent to Revenue Stabilization and 0.45 percent to Managed Reserve) until the new reserve is established. In addition, per Board direction, in order to build reserves towards the new target level, 40 percent of available year-end balances after funding critical requirements have been directed to the Revenue Stabilization Fund and the Managed Reserve. This additional funding is also split proportionally (55.55 percent to Revenue Stabilization and 44.45 percent to Managed Reserve).

³ Target funding for the Revenue Stabilization Fund is 5.00 percent of total General Fund disbursements, an increase of 2.00 percent over the previous target of 3.00 percent. To meet the new funding requirements, 5.55 percent (the 5.00 percent target plus an additional 0.55 percent) of disbursement increases included in the *FY 2017 Carryover Review* are transferred to the Revenue Stabilization Fund. This amount totals \$5.13 million. An additional amount of \$13.26 million is included per the Board's direction to allocate 40 percent of available year-end balances after funding critical requirements to reserves. As a result of these adjustments, the FY 2018 projected balance in the Revenue Stabilization Fund is \$204.12 million, or 4.86 percent of total General Fund disbursements.

⁴ Target funding for the Managed Reserve is 4.00 percent of total General Fund disbursements, an increase of 2.00 percent over the previous target of 2.00 percent. To meet the new funding requirements, 4.45 percent (the 4.00 percent target plus an additional 0.45 percent) of disbursement increases included in the *FY 2017 Carryover Review* are directed to the Managed Reserve. This amount totals \$4.12 million. An additional amount of \$10.61 million is included per the Board's direction to allocate 40 percent of available year-end balances after funding critical requirements to reserves. As a result of these adjustments, the FY 2018 projected balance in the Managed Reserve is \$125.39 million, or 2.99 percent of total General Fund disbursements.

⁵ As part of the *FY 2018 Adopted Budget Plan*, an amount of \$237,526 was set aside in reserve to address potential FY 2018 one-time requirements. As part of the *FY 2017 Carryover Review*, an amount of \$853,646 has been added to reserve for a total of \$1,091,172.

FY 2017 CARRYOVER SUMMARY GENERAL FUND DIRECT EXPENDITURES

#	Agency Title	FY 2017 Estimate	FY 2017 Actual	Increase/ (Decrease)	FY 2018 Adopted Budget Plan	FY 2018 Revised Budget Plan	Encumbered Carryover	Unencumbered Carryover	Additional Recommended Adjustments	FY 2018 Revised Budget Plan	Increase/ (Decrease) Over Revised
Legislative-Executive Functions / Central Services											
01	Board of Supervisors	\$5,888,767	\$5,119,620	(\$769,147)	\$5,925,237	\$5,925,237	\$41,488	\$2,230	\$0	\$5,968,955	\$43,718
02	Office of the County Executive	6,714,397	6,144,887	(569,510)	6,713,575	6,713,575	4,176	80,248	0	6,797,999	84,424
06	Department of Finance	9,162,373	8,133,917	(1,028,456)	8,610,967	8,610,967	666,266	117,161	0	9,394,394	783,427
11	Department of Human Resources	7,843,380	7,445,747	(397,633)	7,454,411	7,454,411	36,155	0	0	7,490,566	36,155
12	Department of Procurement and Material Management	4,854,697	4,605,772	(248,925)	4,792,666	4,792,666	236,962	0	0	5,029,628	236,962
13	Office of Public Affairs	1,558,107	1,355,375	(202,732)	1,563,193	1,563,193	20,824	7,853	0	1,591,870	28,677
15	Office of Elections	5,529,312	5,110,511	(418,801)	4,073,433	4,073,433	44,494	0	200,000	4,317,927	244,494
17	Office of the County Attorney	8,833,306	7,336,650	(1,496,656)	7,537,381	7,537,381	1,443,149	0	0	8,980,530	1,443,149
20	Department of Management and Budget	4,534,009	4,405,080	(128,929)	4,897,568	4,897,568	68,103	21,694	0	4,987,365	89,797
37	Office of the Financial and Program Auditor	378,522	304,006	(74,516)	385,525	385,525	0	1,732	0	387,257	1,732
41	Civil Service Commission	439,953	403,690	(36,263)	442,846	442,846	0	0	0	442,846	0
42	Office of the Independent Police	76,681	31,566	(45,115)	305,992	305,992	0	0	0	305,992	0
57	Department of Tax Administration	24,454,748	24,372,328	(82,420)	24,570,373	24,570,373	62,990	0	0	24,633,363	62,990
70	Department of Information Technology	33,639,446	33,033,566	(605,880)	32,945,658	32,945,658	526,235	75,000	0	33,546,893	601,235
	Total Legislative-Executive Functions / Central Services	\$113,907,698	\$107,802,715	(\$6,104,983)	\$110,218,825	\$110,218,825	\$3,150,842	\$305,918	\$200,000	\$113,875,585	\$3,656,760
Judicial Administration											
80	Circuit Court and Records	\$11,294,639	\$11,188,953	(\$105,686)	\$11,375,052	\$11,375,052	\$73,360	\$0	\$0	\$11,448,412	\$73,360
82	Office of the Commonwealth's Attorney	3,826,917	3,645,935	(180,982)	3,923,319	3,923,319	2,097	18,323	0	3,943,739	20,420
85	General District Court	3,908,739	3,437,878	(470,861)	4,135,049	4,135,049	140,196	309,330	0	4,584,575	449,526
91	Office of the Sheriff	20,545,904	19,842,293	(703,611)	19,466,601	19,466,601	576,391	350,000	0	20,392,992	926,391
	Total Judicial Administration	\$39,576,199	\$38,115,059	(\$1,461,140)	\$38,900,021	\$38,900,021	\$792,044	\$677,653	\$0	\$40,369,718	\$1,469,697
Public Safety											
04	Department of Cable and Consumer Services	\$808,531	\$784,119	(\$24,412)	\$831,288	\$831,288	\$0	\$0	\$0	\$831,288	\$0
31	Land Development Services	10,595,477	11,221,116	625,639	10,585,413	10,585,413	22,997	0	596,638	11,205,048	619,635
81	Juvenile and Domestic Relations District Court	23,272,135	22,497,461	(774,674)	23,185,328	23,185,328	467,059	0	0	23,652,387	467,059
90	Police Department	191,720,844	188,739,414	(2,981,430)	192,718,611	192,718,611	2,827,371	0	0	195,545,982	2,827,371
91	Office of the Sheriff	47,966,718	44,259,060	(3,707,658)	49,280,493	49,280,493	1,663,464	0	0	50,943,957	1,663,464
92	Fire and Rescue Department	203,083,966	197,564,768	(5,519,198)	202,961,036	202,961,036	4,940,033	200,000	0	208,101,069	5,140,033
93	Office of Emergency Management	2,449,222	1,621,214	(828,008)	1,853,283	1,853,283	702,129	6,727	0	2,562,139	708,856
96	Animal Services	1,128,275	1,059,204	(69,071)	2,478,434	2,478,434	40,026	0	0	2,518,460	40,026
97	Department of Code Compliance	4,339,241	4,280,255	(58,986)	4,471,929	4,471,929	897	0	0	4,472,826	897
	Total Public Safety	\$485,364,409	\$472,026,611	(\$13,337,798)	\$488,365,815	\$488,365,815	\$10,663,976	\$206,727	\$596,638	\$499,833,156	\$11,467,341
Public Works											
08	Facilities Management Department	\$59,226,502	\$56,926,000	(\$2,300,502)	\$58,047,741	\$58,047,741	\$2,219,508	\$0	\$0	\$60,267,249	\$2,219,508
25	Business Planning and Support	1,432,747	1,229,661	(203,086)	1,070,611	1,070,611	165,384	9,896	(135,492)	1,110,399	39,788
26	Office of Capital Facilities	14,327,856	13,564,334	(763,522)	14,186,577	14,186,577	257,408	0	0	14,443,985	257,408
87	Unclassified Administrative Expenses (Public Works)	4,306,806	3,183,977	(1,122,829)	3,948,694	3,948,694	348,597	219,744	0	4,517,035	568,341
	Total Public Works	\$79,293,911	\$74,903,972	(\$4,389,939)	\$77,253,623	\$77,253,623	\$2,990,897	\$229,640	(\$135,492)	\$80,338,668	\$3,085,045
Health and Welfare											
67	Department of Family Services	\$205,658,759	\$195,779,771	(\$9,878,988)	\$203,879,132	\$203,879,132	\$2,417,076	\$0	\$764,983	\$207,061,191	\$3,182,059
68	Department of Administration for Human Services	13,633,403	12,968,369	(665,034)	13,685,589	13,685,589	195,900	18,000	0	13,899,489	213,900
71	Health Department	62,734,767	56,929,531	(5,805,236)	59,315,897	59,315,897	2,115,551	300,000	0	61,731,448	2,415,551
73	Office to Prevent and End Homelessness	14,089,406	12,716,696	(1,372,710)	12,779,820	12,779,820	985,446	0	0	13,765,266	985,446
79	Department of Neighborhood and Community Services	30,114,322	29,108,033	(1,006,289)	29,800,759	29,800,759	828,868	25,000	0	30,654,627	853,868
	Total Health and Welfare	\$326,230,657	\$307,502,400	(\$18,728,257)	\$319,461,197	\$319,461,197	\$6,542,841	\$343,000	\$764,983	\$327,112,021	\$7,650,824

FY 2017 CARRYOVER SUMMARY GENERAL FUND DIRECT EXPENDITURES

# Agency Title	FY 2017 Estimate	FY 2017 Actual	Increase/ (Decrease)	FY 2018 Adopted Budget Plan	FY 2018 Revised Budget Plan	Encumbered Carryover	Unencumbered Carryover	Additional Recommended Adjustments	FY 2018 Revised Budget Plan	Increase/ (Decrease) Over Revised
Parks and Libraries										
51 Fairfax County Park Authority	\$24,611,490	\$24,242,804	(\$368,686)	\$24,604,681	\$24,604,681	\$312,059	\$0	\$250,000	\$25,166,740	\$562,059
52 Fairfax County Public Library	29,284,971	27,393,934	(1,891,037)	28,444,876	28,444,876	1,059,230	800,829	0	30,304,935	1,860,059
Total Parks and Libraries	\$53,896,461	\$51,636,738	(\$2,259,723)	\$53,049,557	\$53,049,557	\$1,371,289	\$800,829	\$250,000	\$55,471,675	\$2,422,118
Community Development										
16 Economic Development Authority	\$7,570,640	\$7,570,637	(\$3)	\$7,638,060	\$7,638,060	\$0	\$0	\$0	\$7,638,060	\$0
31 Land Development Services	17,601,440	15,640,328	(1,961,112)	15,474,075	15,474,075	1,239,799	0	902,514	17,616,388	2,142,313
35 Department of Planning and Zoning	12,383,350	10,939,825	(1,443,525)	11,200,554	11,200,554	1,413,043	0	0	12,613,597	1,413,043
36 Planning Commission	820,687	792,008	(28,679)	829,747	829,747	1,614	3,958	0	835,319	5,572
38 Department of Housing and Community Development	6,539,096	6,111,477	(427,619)	6,370,366	6,370,366	271,081	22,700	0	6,664,147	293,781
39 Office of Human Rights and Equity Programs	1,701,108	1,571,750	(129,358)	1,581,246	1,581,246	115,990	6,619	0	1,703,855	122,609
40 Department of Transportation	9,082,730	8,179,714	(903,016)	8,220,725	8,220,725	882,728	0	0	9,103,453	882,728
Total Community Development	\$55,699,051	\$50,805,739	(\$4,893,312)	\$51,314,773	\$51,314,773	\$3,924,255	\$33,277	\$902,514	\$56,174,819	\$4,860,046
Nondepartmental										
87 Unclassified Administrative Expenses (Nondepartmental)	\$7,350,653	\$21,330	(\$7,329,323)	\$1,973,787	\$1,973,787	\$0	\$7,327,398	\$500,000	\$9,801,185	\$7,827,398
89 Employee Benefits	360,414,785	348,792,720	(11,622,065)	372,306,730	372,306,730	257,073	1,600,000	717,950	374,881,753	2,575,023
Total Nondepartmental	\$367,765,438	\$348,814,050	(\$18,951,388)	\$374,280,517	\$374,280,517	\$257,073	\$8,927,398	\$1,217,950	\$384,682,938	\$10,402,421
Total General Fund Direct Expenditures	\$1,521,733,824	\$1,451,607,284	(\$70,126,540)	\$1,512,844,328	\$1,512,844,328	\$29,693,217	\$11,524,442	\$3,796,593	\$1,557,858,580	\$45,014,252

FY 2017 CARRYOVER EXPENDITURES BY FUND SUMMARY OF APPROPRIATED FUNDS

Fund	FY 2017 Estimate	FY 2017 Actual	Increase/ (Decrease)	FY 2018 Adopted Budget Plan	FY 2018 Revised Budget Plan	Encumbered/ Residual Carryover	Unencumbered Carryover	Additional Recommended Adjustments	FY 2018 Revised Budget Plan	Increase/ (Decrease) Over Revised
GOVERNMENTAL FUNDS										
General Fund Group										
10001 General Fund	\$1,521,733,824	\$1,451,607,284	(\$70,126,540)	\$1,512,844,328	\$1,512,844,328	\$29,693,217	\$11,524,442	\$3,796,593	\$1,557,858,580	\$45,014,252
10020 Consolidated Community Funding Pool	11,150,487	10,983,713	(166,774)	11,141,700	11,141,700	166,774	0	0	11,308,474	166,774
10030 Contributory Fund	13,324,484	13,191,977	(132,507)	13,492,965	13,492,965	0	100,000	0	13,592,965	100,000
10040 Information Technology	37,144,136	12,440,382	(24,703,754)	7,170,240	7,170,240	24,703,754	0	2,441,575	34,315,569	27,145,329
Total General Fund Group	\$1,583,352,931	\$1,488,223,356	(\$95,129,575)	\$1,544,649,233	\$1,544,649,233	\$54,563,745	\$11,624,442	\$6,238,168	\$1,617,075,588	\$72,426,355
Debt Service Funds										
20000 Consolidated Debt Service	\$333,285,595	\$311,752,440	(\$21,533,155)	\$341,373,647	\$341,373,647	\$306,198	\$0	\$21,842,160	\$363,522,005	\$22,148,358
Capital Project Funds										
30000 Metro Operations and Construction	\$41,031,136	\$38,811,466	(\$2,219,670)	\$40,904,941	\$40,904,941	\$2,219,670	\$0	(\$2,219,670)	\$40,904,941	\$0
30010 General Construction and Contributions	217,503,787	40,821,101	(176,682,686)	21,690,923	21,690,923	176,682,686	0	26,923,764	225,297,373	203,606,450
30020 Infrastructure Replacement and Upgrades	28,944,458	8,416,801	(20,527,657)	1,825,953	1,825,953	20,527,657	0	8,515,604	30,869,214	29,043,261
30030 Library Construction	32,003,751	5,704,622	(26,299,129)	0	0	26,299,129	0	400,000	26,699,129	26,699,129
30040 Contributed Roadway Improvement	44,615,987	8,848,846	(35,767,141)	0	0	35,767,141	0	414,898	36,182,039	36,182,039
30050 Transportation Improvements	137,490,083	21,784,923	(115,705,160)	0	0	115,705,160	0	0	115,705,160	115,705,160
30060 Pedestrian Walkway Improvements	4,492,714	1,612,344	(2,880,370)	500,000	500,000	2,880,370	0	1,197,230	4,577,600	4,077,600
30070 Public Safety Construction	292,355,335	45,006,004	(247,349,331)	0	0	247,349,331	0	1,915,300	249,264,631	249,264,631
30080 Commercial Revitalization Program	2,023,766	134,341	(1,889,425)	0	0	1,889,425	0	0	1,889,425	1,889,425
30090 Pro Rata Share Drainage Construction	1,404,866	586,425	(818,441)	0	0	818,441	0	2,486,719	3,305,160	3,305,160
30300 The Penny for Affordable Housing	46,783,387	17,687,322	(29,096,065)	17,627,927	17,627,927	29,096,065	0	1,309,022	48,033,014	30,405,087
30310 Housing Assistance Program	6,567,734	413,105	(6,154,629)	0	0	6,154,629	0	0	6,154,629	6,154,629
30400 Park Authority Bond Construction	139,551,823	16,074,882	(123,476,941)	0	0	123,476,941	0	3,285,350	126,762,291	126,762,291
S31000 Public School Construction	569,085,033	204,376,261	(364,708,772)	179,189,347	179,189,347	224,613,126	0	0	403,802,473	224,613,126
Total Capital Project Funds	\$1,563,853,860	\$410,278,443	(\$1,153,575,417)	\$261,739,091	\$261,739,091	\$1,013,479,771	\$0	\$44,228,217	\$1,319,447,079	\$1,057,707,988
Special Revenue Funds										
40000 County Transit Systems	\$108,205,115	\$88,161,845	(\$20,043,270)	\$100,135,425	\$100,135,425	\$9,673,054	\$0	\$5,938,389	\$115,746,868	15,611,443
40010 County and Regional Transportation Projects	358,518,741	73,922,287	(284,596,454)	62,821,229	62,821,229	281,506,737	0	33,520,238	377,848,204	315,026,975
40030 Cable Communications	21,955,037	12,331,251	(9,623,786)	14,500,241	14,500,241	550,345	7,596,411	150,000	22,796,997	8,296,756
40040 Fairfax-Falls Church Community Services Board	170,790,434	153,986,075	(16,804,359)	166,878,605	166,878,605	6,315,344	0	9,401,090	182,595,039	15,716,434
40050 Reston Community Center	9,616,802	7,932,236	(1,684,566)	10,238,358	10,238,358	998,877	0	3,353,346	14,590,581	4,352,223
40060 McLean Community Center	13,813,934	5,831,077	(7,982,857)	5,351,879	5,351,879	7,092,537	0	0	12,444,416	7,092,537
40070 Burgundy Village Community Center	230,711	21,411	(209,300)	45,711	45,711	0	0	203,519	249,230	203,519
40080 Integrated Pest Management Program	3,212,017	1,863,420	(1,348,597)	3,205,344	3,205,344	96,251	0	0	3,301,595	96,251
40090 E-911	53,546,669	44,289,583	(9,257,086)	47,611,893	47,611,893	7,881,599	0	0	55,493,492	7,881,599
40100 Stormwater Services	133,325,325	65,198,253	(68,127,072)	69,273,306	69,273,306	65,594,431	0	3,436,861	138,304,598	69,031,292
40110 Dulles Rail Phase I Transportation Improvement District	15,890,417	15,890,417	0	15,569,700	15,569,700	0	0	0	15,569,700	0
40120 Dulles Rail Phase II Transportation Improvement District	16,150,000	0	(16,150,000)	500,000	500,000	0	0	14,470,654	14,970,654	14,470,654
40125 Metrorail Parking System Pledged Revenues	102,769,961	25,666,893	(77,103,068)	8,784,563	8,784,563	75,077,335	0	0	83,861,898	75,077,335
40130 Leaf Collection	2,238,978	1,875,383	(363,595)	1,872,293	1,872,293	0	0	0	1,872,293	0
40140 Refuse Collection and Recycling Operations	21,630,425	18,183,849	(3,446,576)	18,478,880	18,478,880	919,445	0	205,680	19,604,005	1,125,125
40150 Refuse Disposal	29,113,717	23,543,945	(5,569,772)	53,514,775	53,514,775	3,911,913	0	0	57,426,688	3,911,913
40160 Energy Resource Recovery (ERR) Facility	29,818,911	26,689,089	(3,129,822)	0	0	0	0	0	0	0
40170 I-95 Refuse Disposal	16,463,004	9,992,338	(6,470,666)	10,618,874	10,618,874	4,809,999	0	0	15,428,873	4,809,999
40180 Tysons Service District	6,450,000	0	(6,450,000)	0	0	6,450,000	0	0	6,450,000	6,450,000
40300 Housing Trust	9,126,480	414,734	(8,711,746)	557,932	557,932	8,711,746	0	2,277,337	11,547,015	10,989,083
40330 Elderly Housing Programs	3,276,065	3,050,917	(225,148)	3,233,344	3,233,344	70,215	0	0	3,303,559	70,215
40360 Homeowner and Business Loan Programs	4,005,576	1,749,323	(2,256,253)	2,080,081	2,080,081	2,256,253	0	0	4,336,334	2,256,253
50000 Federal/State Grants	265,880,518	102,941,076	(162,939,442)	113,738,873	113,738,873	112,061,876	0	26,319,381	252,120,130	138,381,257

FY 2017 CARRYOVER EXPENDITURES BY FUND SUMMARY OF APPROPRIATED FUNDS

Fund	FY 2017 Estimate	FY 2017 Actual	Increase/ (Decrease)	FY 2018 Adopted Budget Plan	FY 2018 Revised Budget Plan	Encumbered/ Residual Carryover	Unencumbered Carryover	Additional Recommended Adjustments	FY 2018 Revised Budget Plan	Increase/ (Decrease) Over Revised
Special Revenue Funds (Cont.)										
50800 Community Development Block Grant	9,578,783	5,453,278	(4,125,505)	4,923,230	4,923,230	4,125,505	0	584,110	9,632,845	4,709,615
50810 HOME Investment Partnerships Grant	3,717,547	1,620,313	(2,097,234)	1,509,811	1,509,811	2,097,234	0	203,902	3,810,947	2,301,136
S10000 Public School Operating	2,701,146,053	2,602,037,911	(99,108,142)	2,705,137,058	2,705,137,058	92,457,577	0	0	2,797,594,635	92,457,577
S40000 Public School Food and Nutrition Services	94,772,568	77,946,633	(16,825,935)	96,542,228	96,542,228	3,766,595	0	0	100,308,823	3,766,595
S43000 Public School Adult and Community Education	9,369,217	9,220,498	(148,719)	9,607,850	9,607,850	(771,300)	0	0	8,836,550	(771,300)
S50000 Public School Grants & Self Supporting Programs	101,441,851	69,819,881	(31,621,970)	76,090,500	76,090,500	28,542,247	0	0	104,632,747	28,542,247
Total Special Revenue Funds	\$4,316,054,856	\$3,449,633,916	(\$866,420,940)	\$3,602,821,983	\$3,602,821,983	\$724,195,815	\$7,596,411	\$100,064,507	\$4,434,678,716	\$831,856,733
TOTAL GOVERNMENTAL FUNDS	\$7,796,547,242	\$5,659,888,155	(\$2,136,659,087)	\$5,750,583,954	\$5,750,583,954	\$1,792,545,529	\$19,220,853	\$172,373,052	\$7,734,723,388	\$1,984,139,434
PROPRIETARY FUNDS										
Internal Service Funds										
60000 County Insurance	\$68,327,740	\$51,705,990	(\$16,621,750)	\$26,424,371	\$26,424,371	\$0	\$0	\$16,000,000	\$42,424,371	\$16,000,000
60010 Department of Vehicle Services	85,146,829	74,568,648	(10,578,181)	82,129,029	82,129,029	4,861,803	0	3,054,060	90,044,892	7,915,863
60020 Document Services	9,985,121	9,138,909	(846,212)	9,800,756	9,800,756	634,805	0	0	10,435,561	634,805
60030 Technology Infrastructure Services	43,825,967	35,672,410	(8,153,557)	41,059,182	41,059,182	4,051,284	834,400	0	45,944,866	4,885,684
60040 Health Benefits	211,674,260	179,430,363	(32,243,897)	195,216,903	195,216,903	22,523	0	24,528,108	219,767,534	24,550,631
S60000 Public School Insurance	25,752,399	21,752,461	(3,999,938)	21,463,661	21,463,661	227,369	0	0	21,691,030	227,369
S62000 Public School Health and Flexible Benefits	418,682,578	380,713,320	(37,969,258)	444,716,362	444,716,362	6,394,809	0	0	451,111,171	6,394,809
Total Internal Service Funds	\$863,394,894	\$752,982,101	(\$110,412,793)	\$820,810,264	\$820,810,264	\$16,192,593	\$834,400	\$43,582,168	\$881,419,425	\$60,609,161
Enterprise Funds										
69010 Sewer Operation and Maintenance	\$96,144,371	\$91,712,195	(\$4,432,176)	\$98,676,187	\$98,676,187	\$309,013	\$0	\$0	\$98,985,200	\$309,013
69020 Sewer Bond Parity Debt Service	23,510,500	19,746,425	(3,764,075)	25,550,727	25,550,727	0	0	0	25,550,727	0
69040 Sewer Bond Subordinate Debt Service	26,218,147	25,686,651	(531,496)	25,784,734	25,784,734	0	0	0	25,784,734	0
69300 Sewer Construction Improvements	122,430,222	80,712,196	(41,718,026)	69,339,663	69,339,663	41,718,026	0	0	111,057,689	41,718,026
69310 Sewer Bond Construction	138,772,965	16,169,306	(122,603,659)	0	0	122,603,659	0	(4,262,827)	118,340,832	118,340,832
Total Enterprise Funds	\$407,076,205	\$234,026,773	(\$173,049,432)	\$219,351,311	\$219,351,311	\$164,630,698	\$0	(\$4,262,827)	\$379,719,182	\$160,367,871
TOTAL PROPRIETARY FUNDS	\$1,270,471,099	\$987,008,874	(\$283,462,225)	\$1,040,161,575	\$1,040,161,575	\$180,823,291	\$834,400	\$39,319,341	\$1,261,138,607	\$220,977,032
FIDUCIARY FUNDS										
Agency Funds										
70000 Route 28 Taxing District	\$11,529,035	\$10,996,631	(\$532,404)	\$11,441,307	\$11,441,307	\$0	\$0	\$16,310	\$11,457,617	\$16,310
70040 Mosaic District Community Development Authority	5,531,544	5,531,544	0	5,218,739	5,218,739	0	0	0	5,218,739	0
Total Agency Funds	\$17,060,579	\$16,528,175	(\$532,404)	\$16,660,046	\$16,660,046	\$0	\$0	\$16,310	\$16,676,356	\$16,310
Trust Funds										
73000 Employees' Retirement Trust	\$316,052,401	\$309,153,168	(\$6,899,233)	\$340,357,173	\$340,357,173	\$155,110	\$0	\$0	\$340,512,283	\$155,110
73010 Uniformed Employees Retirement Trust	107,670,019	102,284,262	(5,385,757)	110,660,617	110,660,617	0	0	0	110,660,617	0
73020 Police Retirement Trust	84,233,227	82,970,680	(1,262,547)	89,398,036	89,398,036	0	0	0	89,398,036	0
73030 OPEB Trust	16,643,370	9,248,557	(7,394,813)	11,069,125	11,069,125	0	0	0	11,069,125	0
S71000 Educational Employees' Retirement	200,143,274	191,024,769	(9,118,505)	209,642,722	209,642,722	7	0	0	209,642,729	7
S71100 Public School OPEB Trust	17,494,500	17,487,537	(6,963)	22,263,500	22,263,500	0	0	0	22,263,500	0
Total Trust Funds	\$742,236,791	\$712,168,973	(\$30,067,818)	\$783,391,173	\$783,391,173	\$155,117	\$0	\$0	\$783,546,290	\$155,117
TOTAL FIDUCIARY FUNDS	\$759,297,370	\$728,697,148	(\$30,600,222)	\$800,051,219	\$800,051,219	\$155,117	\$0	\$16,310	\$800,222,646	\$171,427
TOTAL APPROPRIATED FUNDS	\$9,826,315,711	\$7,375,594,177	(\$2,450,721,534)	\$7,590,796,748	\$7,590,796,748	\$1,973,523,937	\$20,055,253	\$211,708,703	\$9,796,084,641	\$2,205,287,893
Less: Internal Service Funds ¹	(\$863,394,894)	(\$752,982,101)	\$110,412,793	(\$820,810,264)	(\$820,810,264)	(\$16,192,593)	(\$834,400)	(\$43,582,168)	(\$881,419,425)	(\$60,609,161)
NET EXPENDITURES	\$8,962,920,817	\$6,622,612,076	(\$2,340,308,741)	\$6,769,986,484	\$6,769,986,484	\$1,957,331,344	\$19,220,853	\$168,126,535	\$8,914,665,216	\$2,144,678,732

¹ Total Appropriated Funds Expenditures are reduced by Internal Service Fund Expenditures, as the amounts are already included.

FY 2017 CARRYOVER EXPENDITURES BY FUND SUMMARY OF NON-APPROPRIATED FUNDS

Fund	FY 2017 Estimate	FY 2017 Actual	Increase/ (Decrease)	FY 2018 Adopted Budget Plan	FY 2018 Revised Budget Plan	Encumbered/ Residual Carryover	Unencumbered Carryover	Additional Recommended Adjustments	FY 2018 Revised Budget Plan	Increase/ (Decrease) Over Revised
HUMAN SERVICES										
Special Revenue Funds										
83000 Alcohol Safety Action Program	\$2,003,156	\$1,691,518	(\$311,638)	\$1,818,497	\$1,818,497	\$0	\$0	\$0	\$1,818,497	\$0
NORTHERN VIRGINIA REGIONAL IDENTIFICATION SYSTEM (NOVARIS)										
Agency Funds										
10031 Northern Virginia Regional Identification System	\$38,204	\$12,231	(\$25,973)	\$18,799	\$18,799	\$25,973	\$0	\$0	\$44,772	\$25,973
HOUSING AND COMMUNITY DEVELOPMENT										
Other Housing Funds										
81000 FCRHA General Operating	\$5,015,766	\$3,972,865	(\$1,042,901)	\$3,241,942	\$3,241,942	\$673,605	\$0	\$0	\$3,915,547	\$673,605
81020 Non-County Appropriated Rehabilitation Loan	0	0	0	0	0	0	0	0	0	0
81030 FCRHA Revolving Development	378,731	10,825	(367,906)	0	0	367,905	0	598,404	966,309	966,309
81050 FCRHA Private Financing	1,865,897	55,116	(1,810,781)	0	0	1,810,782	0	111,008	1,921,790	1,921,790
81060 FCRHA Internal Service	4,499,958	3,313,958	(1,186,000)	3,795,720	3,795,720	356,299	0	0	4,152,019	356,299
81100 Fairfax County Rental Program	4,647,888	4,477,217	(170,671)	4,415,023	4,415,023	59,994	0	0	4,475,017	59,994
81200 Housing Partnerships	2,113,796	1,806,105	(307,691)	1,933,572	1,933,572	79,175	0	125,000	2,137,747	204,175
81300 RAD-Fairfax County Rental Program	231,412	93,816	(137,596)	2,526,026	2,526,026	0	0	0	2,526,026	0
81500 Housing Grants	1,243,468	385,739	(857,729)	0	0	224,219	0	1,300,028	1,524,247	1,524,247
Total Other Housing Funds	\$19,996,916	\$14,115,641	(\$5,881,275)	\$15,912,283	\$15,912,283	\$3,571,979	\$0	\$2,134,440	\$21,618,702	\$5,706,419
Annual Contribution Contract										
81510 Housing Choice Voucher Program	\$61,446,100	\$60,940,766	(\$505,334)	\$63,483,502	\$63,483,502	\$8,256	\$0	(\$938,634)	\$62,553,124	(\$930,378)
81520 Public Housing Projects Under Management	10,386,311	9,902,456	(483,855)	7,718,518	7,718,518	478,773	0	95,000	8,292,291	573,773
81530 Public Housing Projects Under Modernization	2,642,251	1,736,453	(905,798)	0	0	905,798	0	0	905,798	905,798
Total Annual Contribution Contract	\$74,474,662	\$72,579,675	(\$1,894,987)	\$71,202,020	\$71,202,020	\$1,392,827	\$0	(\$843,634)	\$71,751,213	\$549,193
TOTAL HOUSING AND COMMUNITY DEVELOPMENT	\$94,471,578	\$86,695,316	(\$7,776,262)	\$87,114,303	\$87,114,303	\$4,964,806	\$0	\$1,290,806	\$93,369,915	\$6,255,612
FAIRFAX COUNTY PARK AUTHORITY										
Special Revenue Funds										
80000 Park Revenue	\$46,208,518	\$45,289,576	(\$918,942)	\$46,929,235	\$46,929,235	\$0	\$0	\$0	\$46,929,235	\$0
Capital Projects Funds										
80300 Park Capital Improvement	\$18,845,503	\$3,807,905	(\$15,037,598)	\$0	\$0	\$15,037,598	\$0	\$3,522,585	\$18,560,183	\$18,560,183
TOTAL FAIRFAX COUNTY PARK AUTHORITY	\$65,054,021	\$49,097,481	(\$15,956,540)	\$46,929,235	\$46,929,235	\$15,037,598	\$0	\$3,522,585	\$65,489,418	\$18,560,183
TOTAL NON-APPROPRIATED FUNDS	\$161,566,959	\$137,496,546	(\$24,070,413)	\$135,880,834	\$135,880,834	\$20,028,377	\$0	\$4,813,391	\$160,722,602	\$24,841,768

ATTACHMENT II:
SUMMARY OF GENERAL FUND RECEIPTS

SUMMARY OF GENERAL FUND RECEIPTS

Attachment II

Category	FY 2016 Actual	FY 2017 Adopted Budget Plan	FY 2017 Revised Budget Plan	FY 2017 Actual	Change from the FY 2017 Revised Budget Plan	
					Increase/ (Decrease)	Percent Change
Real Estate Taxes - Current and Delinquent	\$2,437,226,930	\$2,600,366,481	\$2,600,366,481	\$2,601,461,886	\$1,095,405	0.0%
Personal Property Taxes - Current and Delinquent ¹	592,270,944	594,588,125	599,332,817	612,709,607	13,376,790	2.2%
Other Local Taxes	509,362,023	510,976,755	507,645,070	512,988,783	5,343,713	1.1%
Permits, Fees and Regulatory Licenses	48,443,054	47,384,162	50,178,317	52,201,079	2,022,762	4.0%
Fines and Forfeitures	11,648,758	12,443,009	11,553,152	12,725,041	1,171,889	10.1%
Revenue from Use of Money/Property	21,635,558	22,582,955	25,674,277	29,540,815	3,866,538	15.1%
Charges for Services	79,208,450	76,031,208	80,537,966	81,821,185	1,283,219	1.6%
Revenue from the Commonwealth and Federal Government ¹	132,485,639	130,118,030	131,153,402	137,625,334	6,471,932	4.9%
Recovered Costs / Other Revenue	17,680,571	16,471,349	16,423,681	16,921,887	498,206	3.0%
Total Revenue	\$3,849,961,927	\$4,010,962,074	\$4,022,865,163	\$4,057,995,617	\$35,130,454	0.9%
Transfers In	9,828,217	10,165,872	10,165,872	10,165,872	0	0.0%
Total Receipts	\$3,859,790,144	\$4,021,127,946	\$4,033,031,035	\$4,068,161,489	\$35,130,454	0.9%

¹ The portion of the Personal Property Tax reimbursed by the Commonwealth as a result of the Personal Property Tax Relief Act of 1998 is included in the Personal Property Tax category for the purpose of discussion in this section.

General Fund Revenues and Transfers In for FY 2017 are \$4,068,161,489, an increase of \$35,130,454, or 0.9 percent, over the *FY 2017 Revised Budget Plan* estimate. The increase is the result of increases in Real Estate and Personal Property Tax receipts, Other Local Taxes, Permits, Fees and Regulatory Licenses, Fines and Forfeitures, Revenues from the Use of Money/Property, Charges for Services, and Revenue from the Commonwealth and the Federal Government. The small variance, less than one percent, between estimated and actual revenue collections leaves little flexibility in the event that a large revenue category experiences a significant unanticipated decline late in the fiscal year. FY 2017 General Fund revenues grew 5.4 percent compared to the 3.0 percent growth rate experienced in FY 2016.

Aside from adjustments associated with expenditure changes, as noted in the Administrative Adjustments section, no other adjustments have been made to FY 2018 revenue estimates. Staff is closely monitoring economic conditions to determine the impact on various revenue sources. A possible area of concern is the continued modest growth in the County's FY 2017 Business, Professional, and Occupational License (BPOL) and Sales Taxes, two revenue sources that are a good indicator of economic activity in the County. Another concern is the uncertainty associated with the direction of the federal budget and potential reductions in the federal workforce, which could negatively impact the County's economy. The impact of economic conditions on FY 2018 revenues will be more apparent during the fall 2017 revenue review after several months of actual FY 2018 collections have been received. Any necessary FY 2018 revenue adjustments will be made as part of the fall review or during the *FY 2018 Third Quarter Review*.

SUMMARY OF GENERAL FUND RECEIPTS

Attachment II

REAL PROPERTY TAXES

REAL ESTATE TAX-CURRENT AND DELINQUENT

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$2,437,226,930	\$2,600,366,481	\$2,600,366,481	\$2,601,461,886	\$1,095,405	0.0%

Total Real Estate Taxes in FY 2017 are \$2,601,461,886, an increase of \$1,095,405, or 0.04 percent, over the *FY 2017 Revised Budget Plan*. FY 2017 Current Real Estate Taxes are \$2,591,479,485, representing an increase of \$74,019 over the *FY 2017 Revised Budget Plan*. This slight increase is due to a higher than projected collection rate and higher than expected Public Service Corporation (PSC) collections, partially offset by higher than expected exonerations. The budget estimate included a 99.70 percent collection rate and the actual FY 2017 collection rate is 99.78 percent. The increase in the collection rate accounted for a revenue increase of \$2.1 million. In addition, PSC collections were \$0.2 million higher than expected. These increases were offset by a decrease of \$2.2 million, due to higher than expected exonerations.

FY 2017 Delinquent Real Estate Taxes are \$9,982,401, an increase of \$1.0 million, or 11.4 percent, over the *FY 2017 Revised Budget Plan* estimate due to significant collection and enforcement activity by the Department of Tax Administration.

PERSONAL PROPERTY TAX

PERSONAL PROPERTY TAX-CURRENT AND DELINQUENT

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$592,270,944	\$594,588,125	\$599,332,817	\$612,709,607	\$13,376,790	2.2%

Total Personal Property Taxes in FY 2017 are \$612,709,607, an increase of \$13,376,790, or 2.2 percent, over the *FY 2017 Revised Budget Plan*. FY 2017 collections for Current Personal Property Taxes are \$597,295,933, an increase of \$11,016,203, or 2.9 percent, over the *FY 2017 Revised Budget Plan* estimate. The increase is primarily due to a higher than expected vehicle levy and PSC levy. Of the total FY 2017 Current Personal Property Tax revenue, \$211.3 million is the portion reimbursed by the Commonwealth of Virginia under the Personal Property Tax Relief Act (PPTRA). A collection rate of 98.3 percent was achieved in FY 2017 on the taxpayer's portion of Personal Property levy compared to the 98.0 percent projected.

FY 2017 Delinquent Personal Property Taxes are \$15,413,674, an increase of \$2,360,587, or 18.1 percent, over the *FY 2017 Revised Budget Plan* estimate. Strong delinquent collections demonstrate the significant enforcement activity and the innovative collection methods utilized by the Department of Tax Administration.

OTHER LOCAL TAXES

Actual FY 2017 collections for Other Local Taxes are \$512,988,783, a net increase of \$5,343,713 over the *FY 2017 Revised Budget Plan* estimate of \$507,645,070. This increase is primarily due to increases in Bank Franchise Taxes, Recordation and Deed of Conveyance Taxes, Transient Occupancy Taxes, and Business, Professional and Occupational License (BPOL) Taxes, partially offset by a decrease in Sales Taxes and Communications Sales Taxes.

SUMMARY OF GENERAL FUND RECEIPTS

Attachment II

LOCAL SALES TAX

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$178,839,665	\$183,495,638	\$178,839,665	\$176,640,712	(\$2,198,953)	(1.2%)

Actual FY 2017 Sales Tax receipts are \$176,640,712, a decrease of \$2,198,953, or 1.2 percent, from the *FY 2017 Revised Budget Plan* estimate. During the fall 2016 revenue review, the FY 2017 estimate was decreased \$4.7 million to the same level received in FY 2016 based on year-to-date collections. Receipts were lower than expected and ended the fiscal year 1.2 percent down from FY 2016. The decline was primarily due to a \$2.5 million refund. In addition, FY 2016 collections included a \$2.2 million audit increase, making the annual comparison less favorable. Adjusted for misallocations and refunds, FY 2017 collections would have increased 1.5 percent.

BUSINESS, PROFESSIONAL AND OCCUPATIONAL LICENSE TAX-CURRENT

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$153,540,723	\$154,059,333	\$155,076,130	\$155,389,182	\$313,052	0.2%

Actual FY 2017 receipts from Current Business, Professional, and Occupational License (BPOL) Taxes are \$155,389,182, an increase of \$313,052, or 0.2 percent, over the *FY 2017 Revised Budget Plan* estimate. The budget estimate was increased \$1.0 million during the fall 2016 revenue review based on an econometric model that uses calendar year sales tax and employment as predictors. Little actual data about this revenue category is available until late in the fiscal year because businesses file and pay their BPOL Taxes simultaneously on March 1 based on the prior calendar year's gross receipts. This makes it a challenging category to forecast. Actual FY 2017 receipts increased 1.2 percent over the FY 2016 level. In FY 2017, the combined Consultant and Business Service Occupations categories, which represent 42 percent of total BPOL receipts, increased 0.5 percent over the FY 2016 level. The remaining categories rose a combined 1.7 percent. The Retail category, which represents 20 percent of total BPOL receipts, rose 0.4 percent in FY 2017.

BANK FRANCHISE TAX

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$19,994,503	\$16,407,450	\$17,995,053	\$21,760,870	\$3,765,817	20.9%

Actual FY 2017 Bank Franchise Tax revenue is \$21,760,870, an increase of \$3,765,817, or 20.9 percent, over the *FY 2017 Revised Budget Plan* estimate. Revenue in this category is not received until late May or June, making it a particularly difficult category to project. FY 2017 Bank Franchise Tax receipts grew 8.8 percent over the FY 2016 level due to continued growth in bank assets.

RECORDATION/DEED OF CONVEYANCE TAXES

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$30,252,619	\$28,976,408	\$30,401,582	\$32,190,772	\$1,789,190	5.9%

Actual FY 2017 Recordation and Deed of Conveyance Tax revenue is \$32,190,772, an increase of \$1,789,190, or 5.9 percent, over the *FY 2017 Revised Budget Plan*. Based on the previous fiscal year actual ***FY 2017 Carryover Review***

SUMMARY OF GENERAL FUND RECEIPTS

Attachment II

receipts and early collection trends, the revenue estimate was increased \$1.4 million during the fall 2016 revenue review, reflecting an increase of 0.5 percent over the FY 2016 level. Mortgage refinancing and home sales were stronger than initially expected during FY 2017 and receipts grew 6.4 percent over the FY 2016 level.

TRANSIENT OCCUPANCY TAX

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$20,504,253	\$21,054,723	\$21,054,723	\$21,855,538	\$800,815	3.8%

Actual FY 2017 Transient Occupancy Tax receipts are \$21,855,538, an increase of \$800,815, or 3.8 percent, over the *FY 2017 Revised Budget Plan*. Transient Occupancy Tax receipts rose more than expected and total FY 2017 taxes are up 6.6 percent over the FY 2016 level.

CONSUMER UTILITY TAXES - GAS AND ELECTRIC

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$45,152,756	\$46,274,832	\$44,926,992	\$45,185,091	\$258,099	0.6%

Actual FY 2017 revenue from the Consumer Utility Taxes is \$45,185,091, an increase of \$258,099, or 0.6 percent, over the *FY 2017 Revised Budget Plan*. County residents and businesses are subject to Consumer Utility Taxes based on their consumption of electricity and gas services. The budget estimate was decreased \$1.3 million during the fall 2016 review, based on actual FY 2016 collections and year-to-date trends. While receipts were expected to decrease 0.5 percent for the year, actual collections were essentially level with FY 2016, increasing a slight 0.1 percent.

REVENUE FROM THE USE OF MONEY AND PROPERTY

INVESTMENT INTEREST

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$16,168,492	\$19,724,724	\$23,621,772	\$27,534,919	\$3,913,147	16.6%

Actual FY 2017 Interest on Investments is \$27,534,919, an increase of \$3,913,147, or 16.6 percent, over the *FY 2017 Revised Budget Plan* estimate. Annual revenue in this category is based on a combination of factors including the average portfolio size, average yield, and the percent of interest earnings attributable to the General Fund in FY 2017. The actual FY 2017 average portfolio of \$3,123.6 million earned a yield of 1.14 percent. The General Fund's average interest allocation of total interest earned on the investment portfolio was 77.19 percent.

SUMMARY OF GENERAL FUND RECEIPTS

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PERMITS, FEES AND REGULATORY LICENSES

PERMITS, FEES AND REGULATORY LICENSES

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$48,443,054	\$47,384,162	\$50,178,317	\$52,201,079	\$2,022,762	4.0%

Actual FY 2017 revenue from Permits, Fees and Regulatory Licenses is \$52,201,079, an increase of \$2,022,762, or 4.0 percent, over the *FY 2017 Revised Budget Plan*. This increase is primarily due to higher than projected receipts for Building and Inspection fees and Zoning fees.

Actual FY 2017 revenue from Building and Inspection fees is \$39.6 million, \$1.5 million more than estimated. The budget estimate was raised \$2.3 million during the fall 2016 revenue review based on year-to-date collection trends and again by \$0.25 million at the *FY 2017 Third Quarter Review*. Issuance of building permits was stronger than expected and FY 2017 revenues increased 8.9 percent over the FY 2016 level. In addition, Zoning fees are \$3.5 million, \$0.7 million higher than projected.

FINES AND FORFEITURES

FINES AND FORFEITURES

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$11,648,758	\$12,443,009	\$11,553,152	\$12,725,041	\$1,171,889	10.1%

Actual FY 2017 revenue from Fines and Forfeitures is \$12,725,041, an increase of \$1,171,889, or 10.1 percent, over the *FY 2017 Revised Budget Plan*. This net increase is primarily due to higher than projected receipts from General District Court fines and higher than projected receipts from Parking Violation fines. General District Court fines in FY 2017 are \$7.3 million, an increase of \$0.8 million over the *FY 2017 Revised Budget Plan* estimate. In addition, Parking Violation fines are \$2.4 million, an increase of \$0.2 million over the *FY 2017 Revised Budget Plan* estimate.

CHARGES FOR SERVICES

CHARGES FOR SERVICES

FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$79,208,450	\$76,031,208	\$80,537,966	\$81,821,185	\$1,283,219	1.6%

Actual FY 2017 revenue from Charges for Services is \$81,821,185, an increase of \$1,283,219, or 1.6 percent, over the *FY 2017 Revised Budget Plan* estimate. This increase is primarily due to higher than projected Emergency Management Services (EMS) Transport fees, and higher than expected School Age Child Care (SACC) fees, offset by lower than expected Police Reimbursement fees. EMS fees are \$21.5 million, an increase of \$1.4 million over the *FY 2017 Revised Budget Plan* estimate, rising 8.1 percent in FY 2017. The increase was primarily the result of improved billing processes and higher call volume. In addition, SACC fees are \$41.8 million, \$0.3 million higher than projected, increasing 2.7 percent for the year. Police Reimbursement Fees are \$0.97 million, a decrease of \$0.3 million from the *FY 2017 Revised Budget Plan* estimate.

FY 2017 Carryover Review

SUMMARY OF GENERAL FUND RECEIPTS

Attachment II

RECOVERED COSTS / OTHER REVENUE
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RECOVERED COSTS / OTHER REVENUE					
FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$17,680,571	\$16,471,349	\$16,423,681	\$16,921,887	\$498,206	3.0%

Actual FY 2017 Revenue from Recovered Costs/Other Revenue is \$16,921,887, a net increase of \$498,206, or 3.0 percent, over the *FY 2017 Revised Budget Plan*. The increase is primarily due to higher than expected City of Falls Church and City of Fairfax public assistance recovered costs.

REVENUE FROM THE COMMONWEALTH AND FEDERAL GOVERNMENT

REVENUE FROM THE COMMONWEALTH AND FEDERAL GOVERNMENT¹					
FY 2016 Actual	FY 2017 Adopted	FY 2017 Revised	FY 2017 Actual	Increase/ (Decrease)	Percent Change
\$132,485,639	\$130,118,030	\$131,153,402	\$137,625,334	\$6,471,932	4.9%

¹ Excludes Personal Property Taxes that are reimbursed by the Commonwealth as a result of the Personal Property Tax Relief Act of 1998. See the "Personal Property Tax - Current and Delinquent" heading in this section.

Actual FY 2017 Revenue from the Commonwealth and Federal Government is \$137,625,334, a net increase of \$6,471,932, or 4.9 percent, over the *FY 2017 Revised Budget Plan*. Net additional revenue of \$3.5 million is due to reimbursable expenditures for various public assistance programs. In addition, federal emergency assistance funding of \$2.0 million was received for reimbursement of expenses incurred by the County during severe storms. Federal funding of \$0.7 million was received for holding illegal immigrants in County jails, \$0.3 million more than anticipated.

ATTACHMENT III:

**SUMMARY OF SIGNIFICANT GENERAL FUND
EXPENDITURE VARIANCES**

GENERAL FUND EXPENDITURE VARIANCE

Attachment III

The overall General Fund variance in FY 2017 was \$70.13 million. Of this amount, \$29.69 million represents outstanding encumbrances required to be carried forward and \$11.52 million is for unencumbered, but previously budgeted items required to be carried forward into FY 2018 (see Attachment IV). Only General Fund agencies with significant variances are noted in this attachment.

Agency 01, Board of Supervisors

\$769,147

The agency balance of \$769,147 is 13.1 percent of the FY 2017 approved funding level. Of this amount, \$41,488 is included as encumbered carryover and \$2,230 is included as unencumbered carryover in the Clerk of the Board's Office as part of the Incentive Reinvestment Initiative that allowed agencies to identify savings and efficiencies in FY 2017 and retain a portion to reinvest in employees. The remaining balance of \$725,429 reflects savings of \$691,197 in Personnel Services due primarily to higher than anticipated position vacancies and \$34,232 in Operating Expenses due primarily to savings in office supplies and training.

District Supervisors' Offices and Clerk to the Board

Supervisory District	FY 2017 Revised Budget Plan	FY 2017 Actual Expenditures	Balance
Chairman's Office	\$557,032	\$472,882	\$84,150
Braddock	500,691	463,727	36,964
Hunter Mill	500,691	442,495	58,196
Dranesville	500,691	445,595	55,096
Lee	500,691	431,452	69,239
Mason	500,691	436,343	64,348
Mt. Vernon	500,691	464,772	35,919
Providence	500,691	347,241	153,450
Springfield	500,691	491,120	9,571
Sully	500,691	469,088	31,603
Subtotal	\$5,063,251	\$4,464,715	\$598,536
Clerk to the Board	825,516	654,905	170,611
Total	\$5,888,767	\$5,119,620	\$769,147

Agency 02, County Executive

\$569,510

The agency balance of \$569,510 is 8.5 percent of the FY 2017 approved funding level. Of this amount, \$4,176 is included as encumbered carryover and \$80,248 is included as unencumbered carryover. Of the unencumbered total, \$50,000 is included to support the LOBs Phase 2 project focused on improved efficiency and coordination of activities between the Office of Public Private Partnerships, FCPS Community and Business Partnerships and Family and Community Partnerships, and Volunteer Fairfax, and \$30,248 is included as part of the Incentive Reinvestment Initiative that allowed agencies to identify savings and efficiencies in FY 2017 and retain a portion to reinvest in employees. The remaining balance of \$485,086 is due to savings of \$390,455 in Personnel Services primarily associated with salary vacancy savings and \$94,631 in various Operating Expenses.

FY 2017 Carryover Review

GENERAL FUND EXPENDITURE VARIANCE

Attachment III

Agency 06, Department of Finance

\$1,028,456

The agency balance of \$1,028,456 is 11.2 percent of the FY 2017 approved funding level. Of this amount, \$666,266 is included as encumbered carryover. An additional \$117,161 is included as unencumbered carryover, including \$98,000 for hardware and training costs necessary to meet compliance with Payment Card Industry (PCI) standards, and \$19,161 for the Incentive Reinvestment Initiative that allowed agencies to identify savings and efficiencies in FY 2017 and retain a portion to reinvest in employees. The remaining balance of \$245,029 is attributable to savings of \$22,140 in Personnel Services, \$154,547 in Operating Expenses primarily due to lower than expected costs for postage and audit related services, and \$68,342 in higher than expected recovered costs.

Agency 08, Facilities Management Department

\$2,300,502

The agency balance of \$2,300,502 is 3.9 percent of the FY 2017 approved funding level. Of this amount, \$2,219,508 is included as encumbered carryover. The remaining balance of \$80,994 is primarily attributable to savings in Operating Expenses and Recovered Costs due to actual billings.

Agency 17, County Attorney

\$1,496,656

The agency balance of \$1,496,656 is 16.9 percent of the FY 2017 approved funding level. Of this amount, \$1,443,149 is included as encumbered carryover primarily for existing contracts for outside counsel as well as funds for retaining experts in litigation filed against the County. The remaining balance of \$53,507 reflects Personnel Services savings of \$44,404 primarily due to salary vacancy savings and \$9,125 in miscellaneous Operating Expenses, partially offset by \$22 in lower than projected WPFO billings to other agencies.

Agency 26, Capital Facilities

\$763,522

The agency balance of \$763,522 is 5.3 percent of the FY 2017 approved funding level. Of this amount, \$257,408 is included as encumbered carryover in FY 2018. The remaining balance of \$506,114 is primarily attributable to higher than anticipated recovered costs of \$399,958 associated with active capital projects. Smaller savings of \$45,944 and \$60,212 were registered in Personnel Services and Operating Expenses, respectively. The savings in Operating Expenses was primarily concentrated in street light utility costs.

Agency 31, Land Development Services

\$1,335,473

The agency balance of \$1,335,473 is 4.7 percent of the FY 2017 approved funding level. Of this amount, \$1,262,796 is included as encumbered carryover in FY 2018. The remaining balance of \$72,677 is primarily attributable to savings of \$44,895 in Personnel Services associated with vacancies and savings of \$24,121 in Operating Expenses due to lower than anticipated vehicle and printing costs.

Agency 35, Department of Planning and Zoning

\$1,443,525

The agency balance of \$1,443,525 is 11.7 percent of the FY 2017 approved funding level. Of this amount, \$1,413,043 is included as encumbered carryover to support Fairfax First customer service improvements, the Zoning Ordinance Modernization project (ZMOD), the E-Plan Submission project, and the Property File Digitization project in FY 2018. The remaining balance of \$30,482 is primarily attributable to lower than anticipated costs for printing and binding.

FY 2017 Carryover Review

GENERAL FUND EXPENDITURE VARIANCE

Attachment III

Agency 40, Department of Transportation

\$903,016

The agency balance of \$903,016 is 9.9 percent of the *FY 2017 Revised Budget Plan* amount of \$9,082,730. Of this amount, \$882,728 is included as encumbered carryover in FY 2018, primarily for work in progress on the Bike Program, traffic count surveys and congestion impact analyses, transportation studies, and consulting for Community Outreach and Engagement Project. The remaining balance of \$20,288 includes a \$4,019 balance in Personnel Services, \$11,381 in Operating Expenses, \$3,638 in additional recovered costs received from interdepartmental services, and \$1,250 in Capital Outlay.

Agency 52, Fairfax County Public Library

\$1,891,037

The agency balance of \$1,891,037 is 6.5 percent of the FY 2017 approved funding level. Of this amount, \$1,059,230 is included as encumbered carryover primarily for library materials that have not yet been received. In addition, an amount of \$800,829 is included as unencumbered carryover, of which \$391,672 is required to fund the purchase of furnishings, computers and other miscellaneous equipment in support of the renovation and minor expansion of the John Marshall Library, \$300,000 is required to support the Integrated Library System (ILS) project which is replacing the current legacy library system used by the public and staff to access nearly all library transactions including checkouts, returns, holds, cataloging and collections, and \$109,157 is included as part of the Incentive Reinvestment Initiative that allowed agencies to identify savings and efficiencies in FY 2017 and retain a portion to reinvest in employees. The remaining balance of \$30,978 includes savings of \$7,198 in Personnel Services and \$23,780 in Operating Expenses.

Agency 67, Department of Family Services

\$9,878,988

The agency balance of \$9,878,988 is 4.8 percent of the FY 2017 approved funding level. Of this amount, \$2,417,076 is included as encumbered carryover in FY 2018. The remaining balance of \$7,461,912 is primarily attributable to savings of \$4,764,897 in Operating Expenses due primarily to lower than anticipated costs in the Children's Services Act (CSA) and the Adoption Subsidy Program, which are both mandated programs, as well as the Child Care Assistance and Referral Program (CCAR) due to an effort to maximize available state funding for child care subsidies. Personnel Services savings of \$2,485,121 are attributed to staff turnover as well as longer than average vacancies across the agency. A surplus of \$211,871 in Recovered Costs is due to higher than anticipated reimbursements in the Family Partnership and Utilization Review Programs.

Agency 68, Department of Administration for Human Services

\$665,034

The agency balance of \$665,034 is 4.9 percent of the FY 2017 approved funding level. Of this amount, \$195,900 is included as encumbered carryover in FY 2018 and an additional \$18,000 is included as unencumbered carryover as part of the Incentive Reinvestment Initiative that allowed agencies to identify savings and efficiencies in FY 2017 and retain a portion to reinvest in employees. The remaining balance of \$451,134 is primarily attributable to vacancies in several higher-level positions.

GENERAL FUND EXPENDITURE VARIANCE

Attachment III

Agency 70, Department of Information Technology

\$605,880

The agency balance of \$605,880 is 1.8 percent of the FY 2017 approved funding level. Of this amount, \$526,235 is included as encumbered carryover and \$75,000 is included as unencumbered carryover to partially fund the final phase of the Tax Modernization Project including enhanced mobile, web, and self-service functionalities for improved customer service, enhanced public interaction, and access. The remaining balance of \$4,645 reflects Personnel Services savings.

Agency 71, Health Department

\$5,805,236

The agency balance of \$5,805,236 is 9.3 percent of the FY 2017 approved funding level. Of this amount, \$2,115,551 is included as encumbered carryover in FY 2017 and an additional \$300,000 is included as unencumbered carryover, of which \$150,000 is included to restore full funding for the Insight Memory Care (IMCC) contract for one year, and \$150,000 is included as part of the Incentive Reinvestment Initiative that allowed agencies to identify savings and efficiencies in FY 2017 and retain a portion to reinvest in employees. The remaining balance of \$3,389,685 is attributed to savings of \$1,573,151 in Personnel Services primarily due to increased vacancies including a number of public health doctor positions that are difficult to fill; savings of \$1,810,244 in Operating Expenses primarily from lower than anticipated costs for contracted laboratory and clinical services as well as IT system maintenance; and \$6,290 in Capital Equipment.

Agency 73, Office to Prevent and End Homelessness

\$1,372,710

The agency balance of \$1,372,710 is 9.7 percent of the FY 2017 approved funding level. Of this amount, \$985,446 is included as encumbered carryover in FY 2017. The remaining balance of \$387,264 is attributable to a net savings of \$355,615 in Personnel Services and Operating Expenses due primarily to continued efforts to minimize hotel usage for families experiencing homelessness by quickly placing families in more permanent housing settings and savings of \$31,649 in Capital Equipment.

Agency 79, Department of Neighborhood and Community Services

\$1,006,289

The agency balance of \$1,006,289 is 3.3 percent of the FY 2017 approved funding level. Of this amount, \$828,868 is included as encumbered carryover in FY 2018 and an additional \$25,000 is included as unencumbered carryover as part of the Incentive Reinvestment Initiative that allowed agencies to identify savings and efficiencies in FY 2017 and retain a portion to reinvest in employees. The remaining balance of \$152,421 is primarily attributed to savings of \$110,659 in Personnel Services due to managed position vacancies and \$81,506 in Operating Expenses due primarily to lower than anticipated expenditures in contracted services, offset by a balance of \$39,789 in Recovered Costs.

Agency 81, Juvenile and Domestic Relations District Court

\$774,674

The agency balance of \$774,674 is 3.3 percent of the approved funding level. Of this total, \$467,059 is encumbered carryover. The remaining balance of \$307,615 is due to savings of \$265,348 in Personnel Services associated with the agency's managed vacancy plan and the closure of the Transitional Living Program, \$41,020 in Operating Expenses and \$1,247 in Capital Equipment.

FY 2017 Carryover Review

GENERAL FUND EXPENDITURE VARIANCE

Attachment III

Agency 87, Unclassified Administrative Expenses - Public Works **\$1,122,829**

The agency balance of \$1,122,829 is 26.1 percent of the FY 2017 approved funding level. Of this amount, \$348,597 is included as encumbered carryover, and an additional \$219,744 is included as unencumbered carryover to support the purchase of snow emergency equipment. The remaining balance of \$554,488 is primarily attributable to lower than anticipated operating expenses. This program provides snow removal at County facilities and clean-up efforts related to storm damage, floods or other unforeseen hazardous conditions.

Agency 87, Unclassified Administrative Expenses - Nondepartmental **\$7,329,323**

The agency balance of \$7,329,323 is 99.7 percent of the FY 2017 approved funding level. Of this amount, \$7,327,398 is included as unencumbered carryover in FY 2018 associated with balances remaining in the Economic Development Support Project Reserve, the Reserve for Ad-Hoc Police Practices Review Commission Recommendations, and the Fairfax County 275th Anniversary Celebration Reserve. The remaining balance of \$1,925 is attributable to an unspent balance in the Community Initiative Grant Program Reserve.

Agency 89, Employee Benefits **\$11,622,065**

The agency balance of \$11,622,065 is 3.2 percent of the FY 2017 approved funding level. Of this amount, \$257,073 is included as encumbered carryover in FY 2018. In addition, \$1,600,000 is included as unencumbered carryover for one-time employer contribution requirements resulting from a reduction in the Social Security offset for service-connected disability retirees in the Employees' and Uniformed Retirement Systems and to engage a consulting firm to perform a compensation and organization study of the Fire and Rescue Department. The remaining balance of \$9,764,992 is primarily attributable to savings in employer contributions to the three retirement systems, health insurance, and FICA.

Agency 90, Police Department **\$2,981,430**

The agency balance of \$2,981,430 is 1.6 percent of the FY 2017 approved funding level. Of this amount, \$2,827,371 is included as encumbered carryover. The remaining balance of \$154,059 reflects Personnel Services savings of \$59,850 primarily due to salary vacancy savings, \$35,164 in miscellaneous Operating Expenses, \$4,910 in Capital Equipment, and \$54,135 in higher than projected Work Performed for Others (WPFO) billings to other agencies.

Agency 91, Office of the Sheriff **\$4,411,269**

The agency balance of \$4,411,269 is 6.4 percent of the FY 2017 approved funding level. Of this amount, \$2,239,855 is included as encumbered carryover and \$350,000 is included as unencumbered carryover to fund an analysis of the Jail Management System (JMS), which houses the data and merges all the relevant systems needed to coordinate the events that happen in the jail for over 1,000 inmates daily. The remaining balance of \$1,821,414 is primarily the result of salary vacancy savings.

GENERAL FUND EXPENDITURE VARIANCE

Attachment III

Agency 92, Fire and Rescue

\$5,519,198

The agency balance of \$5,519,198 is 2.7 percent of the FY 2017 approved funding level. Of this amount, \$4,940,033 is included as encumbered carryover and \$200,000 is included as unencumbered carryover to support costs associated with training and development requirements resulting from the findings in the Department's Cultural Organizational Assessment Report. The remaining balance of \$379,165 reflects Personnel Services savings of \$220,924 primarily due to salary vacancy savings, \$64,589 in Operating Expenses, and \$93,652 in Capital Equipment.

Agency 93, Emergency Management

\$828,008

The agency balance of \$828,008 is 33.8 percent of the FY 2017 approved funding level. Of this amount, \$702,129 is included as encumbered carryover and \$6,727 is included as unencumbered carryover as part of the Incentive Reinvestment Initiative that allowed agencies to identify savings and efficiencies in FY 2017 and retain a portion to reinvest in employees. The remaining balance of \$119,152 is due to savings of \$109,831 in Personnel Services associated with salary vacancy savings, \$8,909 in Operating Expenses and \$412 in Capital Equipment.

ATTACHMENT IV:

**EXPLANATION OF
GENERAL FUND UNENCUMBERED**

GENERAL FUND UNENCUMBERED CARRYOVER

Attachment IV

A total of \$11.52 million for General Fund unencumbered items is required as part of the *FY 2017 Carryover Review*. These items have been carefully reviewed to ensure that they have been previously approved and are mission-essential and cannot be absorbed within the FY 2018 funding level. Details are included in the write-ups, which follow:

Multiple Agencies **\$462,628**

Funding of \$462,628 reflects the savings generated by agencies as the result of careful management of their expenditures during FY 2017 as part of the Incentive Reinvestment Initiative approved by the Board of Supervisors on December 3, 2013, to encourage staff to identify additional savings and efficiencies by allowing County departments to retain a portion of the savings generated to reinvest in employee training, conferences and other employee development and succession planning opportunities. In order to accommodate these savings, which were generated late in the fiscal year, any balance remaining at year-end is being treated as unencumbered carryover in FY 2018. The savings generated as a result of the initiative have already been reflected in the *FY 2017 Third Quarter Review*.

Agency 02, Office of the County Executive **\$50,000**

Funding of \$50,000 is required for the Office of Public Private Partnerships (which is part of the Office of the County Executive) to support costs associated with the implementation of recommendations from the workgroup completing the LOBs Phase 2 project focused on improved efficiency and coordination of activities between the Office of Public Private Partnerships, FCPS Community and Business Partnerships and Family and Community Partnerships, and Volunteer Fairfax. The recommendations from the workgroup will be presented to members of the Board of Supervisors and the School Board in the Fall as part of a scheduled Board Budget Committee meeting.

Agency 06, Department of Finance **\$98,000**

Funding of \$98,000 is required for the hardware and training costs necessary to meet compliance with Payment Card Industry (PCI) standards. The Payment Card Industry Data Security Standard (PCI DSS) is a set of security standards designed to ensure that all companies that accept, process, store or transmit credit card information maintain a secure environment. The funding will cover expenses associated with establishing a mandatory PCI training program for all County staff that handle credit card transactions, and for hardware needs such as new point of sale terminals, cross-cut shredders and other hardware related costs.

Agency 52, Fairfax County Public Library **\$691,672**

Funding of \$691,672 is required for the Fairfax County Public Library. Of this total, \$391,672 is required to fund the purchase of furnishings, computers and other miscellaneous equipment in support of the renovation and minor expansion of the John Marshall Library in Lee District. The requested level of funding is based on recent past experience of similar projects in community library branches. The renovation is currently scheduled to be completed in summer 2018. The remaining \$300,000 is required to support the Integrated Library System (ILS) project which is replacing the current legacy library system used by the public and staff to access nearly all library transactions including checkouts, returns, holds, cataloging and collections.

GENERAL FUND UNENCUMBERED CARRYOVER

Attachment IV

Agency 70, Department of Information Technology (DIT)

\$75,000

Funding of \$75,000 is required to partially fund the final phase of the Tax Modernization Project including enhanced mobile, web, and self-service functionalities for improved customer service, enhanced public interaction, and access. In FY 2014, DIT began the process of redeveloping the Personal Property, Business Professional and Occupational Licensing (BPOL) and Delinquent Collections systems which were designed and developed during the 1980s and 1990s and have reached the end of their viability. The goal of the project is to eliminate the technology risks and functionality gaps of the systems by redeveloping applications to modern, supportable technology platforms and has been expanded to include enhancing the citizen, business, and staff user experience. Funding is required as part of the *FY 2017 Carryover Review* to meet agreed-upon timelines for completion of development, testing and acceptance, and optimal time for go-live which takes into account appropriate tax business cycles activity.

Agency 71, Health Department

\$150,000

Funding of \$150,000 is required to restore full funding for the Insight Memory Care Center (IMCC) contract for one year to allow IMCC to modify and adapt their business model to improve fundraising capacities. The FY 2018 Adopted Budget Plan includes a reduction of the IMCC contract for dementia-specific day care services by 50 percent. This funding, which was included as part of the *FY 2017 Third Quarter Review*, will delay the reduction until FY 2019.

Agency 85, General District Court

\$300,000

Funding of \$300,000 is required to support a joint General District Court (GDC)/Community Services Board (CSB) Diversion First initiative totaling \$650,000 to fund a critical need for closed-wall offices in the Fairfax County Courthouse for CSB mental health evaluators, support coordinators and Court Probation Officers. A minimum of 10 walled offices will ensure that sensitive client meetings meet the standards of client confidentiality, that clients are able to access services without hurdles of transportation to other sites, and that a safe environment is provided for conducting business. It should be noted that the remaining \$350,000 requirement will be funded by CSB using FY 2017 balances.

Agency 87, Unclassified Administrative Expenses - Public Works

\$219,744

Funding of \$219,744 is required for the purchase of capital equipment that is critical for snow removal and emergency operations. An amount of \$255,000 was appropriated as part of the *FY 2017 Third Quarter Review* to purchase replacement equipment, including 15 snow plows and 10 sand/salt spreaders, which had outlived their useful life. This was part of a five-year replacement program. Some of the equipment was purchased using existing contracts in FY 2017. The majority of the equipment required specifications to be developed, which delayed the process. The requested amount of \$219,744 will be utilized in FY 2018 to procure the needed equipment.

GENERAL FUND UNENCUMBERED CARRYOVER

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Agency 87, Unclassified Administrative Expenses - Nondepartmental

\$7,327,398

Funding of \$7,327,398 is required in unencumbered carryover in Agency 87, Unclassified Administrative Expenses. Of this amount, \$5,000,000 is associated with the Economic Development Support Project Reserve approved by the Board of Supervisors as part of the *FY 2016 Carryover Review* to accelerate the opportunity that the Economic Opportunity Reserve will ultimately provide, \$2,308,728 is associated with the Reserve for Ad-Hoc Police Practices Review Commission Recommendations approved by the Board as part of the FY 2017 Adopted Budget Plan to address the commission's recommendations at a future quarterly review, and \$18,670 is associated with the Fairfax County 275th Anniversary Celebration Reserve approved by the Board of Supervisors as part of the *FY 2017 Third Quarter Review* to provide limited support as Fairfax County hosts multiple events celebrating the history of the County.

Agency 89, Employee Benefits

\$1,600,000

Funding of \$1,600,000 is required in unencumbered carryover in Agency 89, Employee Benefits. Of this amount, \$1,400,000 is for one-time employer contributions to the retirement systems as a result of a reduction in the Social Security offset for service-connected disability retirees from 10 percent to 5 percent. This change to the Employees' and Uniformed systems was included in the FY 2018 Adopted Budget Plan and amendments to the Fairfax County Code enacting the change were approved by the Board of Supervisors on July 11, 2017. This change increases the liability of the Employees' and Uniformed Retirement Systems by a total of \$1,400,000 due to applying the new benefit provisions to past years of service. The retirement funding policy adopted by the Board requires that this increase in liability be fully funded with a one-time employer contribution to avoid the creation of any unfunded liability. Total funding of \$1,400,000 was approved by the Board as part of the *FY 2017 Third Quarter Review* to prefund this one-time FY 2018 requirement. The remaining \$200,000 is required for a study regarding the compensation and organizational structure of the Fire and Rescue Department based on a comparison to other jurisdictions that was approved as part of the *FY 2017 Third Quarter Review*. The results of this study will be used for discussion by the Board of Supervisors during the FY 2019 budget process.

Agency 91, Office of the Sheriff

\$350,000

Funding of \$350,000 is required to fund an analysis of the Jail Management System (JMS), which houses the data and merges all the relevant systems needed to coordinate the events that happen in the jail for over 1,000 inmates daily. Some of the functions coordinated and controlled through the JMS include court appearances for inmates, release dates and times, scheduling inmate prep time for court appearances, scheduling visiting for personal and professional jail visits for inmates, and maintaining records to make it possible to evaluate inmate rooming and classification. The current JMS is beyond life expectancy and will no longer be able to be supported in the near future. This funding will be utilized to analyze and define the system needs and complete a preliminary design that will bring the evaluation to a point that implementation can begin before the system fails.

Agency 92, Fire and Rescue Department

\$200,000

Funding of \$200,000 is required for the Fire and Rescue Department (FRD) to support costs associated with training and development requirements resulting from the findings in the Department's Cultural Organizational Assessment Report. As part of the *FY 2017 Third Quarter Review*, the Board of Supervisors approved an increase of \$300,000 in the FRD budget to fund additional training; however, due to receiving the funds late in FY 2017, not all funds were able to be expended prior to the end of the fiscal year. The \$200,000 is needed to support the continued training and development efforts that will extend into FY 2018.

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As part of the FY 2017 Carryover Review, the total expenditure level for Fund 50000, Federal-State Grant Fund, is increased by \$138,381,257 from \$113,738,873 to \$252,120,130. Of this amount, \$22,118,785 represents non-Local Cash Match funding adjustments for existing, supplemental, and new grant awards for the Department of Housing and Community Development, the Department of Family Services, the Fairfax-Falls Church Community Services Board, the Police Department, the Fire and Rescue Department, the Department of Animal Sheltering, and Emergency Preparedness. In addition, an increase of \$116,262,472 represents the carryover of unexpended FY 2017 balances for grants that were previously approved by the Board of Supervisors and year-end Local Cash Match adjustments to the expenditure reserve.

The reserve for estimated grant funding in Agency 87, Unclassified Administrative Expenses, is increased by a net of \$3,671,630. This increase includes \$4,200,595 for the carryover of unexpended Local Cash Match from previous fiscal years and \$3,132,402 for the carryover of unexpended Local Cash Match in the Local Cash Match reserve grant. This is offset by decreases of \$3,661,367 for FY 2018 awards approved administratively prior to Carryover.

The total revenue level for Fund 50000 is increased \$99,829,259 from \$108,631,874 to \$208,461,133. This increase includes \$22,118,785 associated with adjustments to existing, supplemental, and new grant awards and \$77,710,474 in revenues anticipated to be received in FY 2018 associated with the carryover of unexpended balances.

The General Fund transfer to Fund 50000 remains at \$5,106,999, representing the new Local Cash Match requirements anticipated in FY 2018. The FY 2018 Revised Local Cash Match totals \$13,454,772, an increase of \$8,347,773 over the FY 2018 Adopted level of \$5,106,999. This increase includes \$5,215,371 in unexpended agency Local Cash Match, \$2,373,873 in the Local Cash Match reserve grant, \$182,059 in Local Cash Match returned to the Reserve and carried over as the result of closeouts and \$576,470 in remaining FY 2017 Local Cash Match that was not appropriated to grants.

An amount of \$13,736,845 reflects revenues and expenditures associated with the closeout of grants in the agencies listed below, for which expenditure authority is no longer required. The residual Local Cash Match associated with the closeouts totaling \$182,059 was reallocated to the Local Cash Match Reserve to fund future Local Cash Match requirements.

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GRANT CLOSE OUTS

The following grants are closed out as part of regular closeout for program years for which expenditure authority is no longer required:

Office of Human Rights and Equity Programs

- 1390001-2014 - EEOC Grant - Workshare Agreement 2014

Department of Transportation

- 1400121-2013 - Ashgrove Lane Trail (TMSAMS)
- 1400128-2013 - Route 7 Walkway (TMSAMS)

Department of Family Services

- 1670001-2015 - Sexual Assault Grant Program
- 1670004-2010 - Workforce Investment Act - Adult
- 1670004-2011 - Workforce Investment Act - Adult
- 1670004-2012 - Workforce Investment Act - Adult
- 1670005-2010 - Workforce Investment Act - Youth
- 1670005-2011 - Workforce Investment Act - Youth
- 1670006-2010 - Workforce Investment Act - Dislocated Worker
- 1670006-2011 - Workforce Investment Act - Dislocated Worker
- 1670006-2012 - Workforce Investment Act - Dislocated Worker
- 1670008-2016 - Employment and Training
- 1670010-2015 - INOVA Health System
- 1670012-2016 - Volunteer Income Tax Assistance
- 1670013-2011 - Novagate Initiative
- 1670016-2016 - Community Based Services
- 1670017-2016 - Long Term Care Ombudsman
- 1670018-2016 - Homemaker/Fee for Service
- 1670019-2016 - Congregate Meals
- 1670020-2016 - Home Delivered Meals
- 1670021-2016 - Care Coordination
- 1670022-2016 - Family Caregiver
- 1670023-2016 - Independent Living
- 1670025-2010 - VISSTA Training
- 1670026-2011 - Promoting Safe and Stable Families
- 1670028-2014 - USDA Child and Adult Care Food Program
- 1670028-2015 - USDA Child and Adult Care Food Program
- 1670029-2016 - Virginia Child and Adult Care Food Program (CACFP)
- 1670031-2014 - Virginia Preschool Initiative
- 1670031-2016 - Virginia Preschool Initiative
- 1670040-2016 - Virginia Quality Rating and Improvement System
- 1670041-2016 - Head Start USDA-Greater Mount Vernon

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- 1670042-2016 - Early Head Start USDA-Greater Mount Vernon
- 1670043-2016 - Child Care Quality Initiative
- 1670044-2016 - Educating Youth Through Employment (EYE)
- 1670054-2015 - Jobs for Veterans
- 1670054-2016 - Jobs for Veterans
- 1670057-2016 - Virginia Employment Through Entrepreneurship Consortium (VETEC)
- 1670061-2013 - The Base Realignment and Closure
- 1670069-2016 - Sexual Assault Services Program
- 1670070-2014 - On-The-Job Training National Emergency Grant
- 1670073-2015 - Foundations (PRC)
- 1670075-2016 - Success Through Education, Employment and Reintegration (STEER)
- 1670077-2016 - Virginia Preschool Initiative Plus Expansion Grant
- 1670078-2016 - Early Head Start Childcare Partnership & Expansion USDA-Greater Mt Vernon
- 1670079-2016 - TOGETHER
- 1670080-2012 - Workforce Investment Act, Incentive Award - Local Coordination
- 1670081-2014 - WIOA Transition Dislocated Worker

Health Department

- 1710004-2016 - Tuberculosis Grant
- 1710005-2016 - Public Health Emergency Preparedness and Response
- 1710008-2016 - STD Control and Prevention
- 1710013-2016 - Maternal, Infant, and Early Childhood Home Visiting Program
- 1710015-2016 - Voluntary National Retail Food Regulatory Program Standards Mentorship
- 1710018-2015 - Tobacco Use Control
- 1710018-2016 - Tobacco Use Control
- 1710020-2016 - 2016 Regulatory Program Standards Project - Audit Verification
- 1710021-2016 - 2016 Food Safety Training Project
- 1710023-2016 - Ebola Preparedness and Response Activities
- 1710025-2015 - Improving Food Safety in Fairfax County

Office to Prevent and End Homelessness

- 1730001-2016 - Transitional Housing - Community Housing Resources Program
- 1730002-2016 - Reaching Independence Thru Support & Education
- 1730003-2013 - Housing Locators
- 1730003-2015 - Housing Locators
- 1730006-2015 - CoC Planning Project HUD Grant

Fairfax-Falls Church Community Services Board

- 1750003-2013 - Regional Acute Mental Health Services
- 1750003-2014 - Regional Acute Mental Health Services
- 1750004-2012 - Regional Discharge Assistance Project
- 1750004-2013 - Regional Discharge Assistance Project
- 1750004-2014 - Regional Discharge Assistance Project

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- 1750005-2012 - Regional Crisis Stabilization
- 1750005-2014 - Regional Crisis Stabilization
- 1750006-2012 - Regional Recovery Services
- 1750006-2013 - Regional Recovery Services
- 1750006-2014 - Regional Recovery Services
- 1750016-2014 - MH Child & Adolescent Services
- 1750019-2013 - Emergency Services & CTRP
- 1750019-2014 - Emergency Services & CTRP
- 1750025-2014 - Regional, Education, Assessment, Crisis Services, & Habilitation (REACH)
- 1760002-2014 - High Intensity Drug Trafficking Area
- 1760002-2015 - High Intensity Drug Trafficking Area
- 1760004-2015 - Regional Discharge Assistance Project
- 1760004-2016 - Regional Discharge Assistance Project
- 1760005-2015 - Regional Crisis Stabilization
- 1760005-2016 - Regional Crisis Stabilization
- 1760006-2015 - Regional Recovery Services
- 1760006-2016 - Regional Recovery Services
- 1760011-2015 - Self Sufficiency through Housing & Treatment
- 1760011-2016 - HUD Continuum of Care Program, FY 2015 Homeless Assistance
- 1760012-2016 - Jail Services & Juvenile Detention
- 1760013-2016 - Homeless Assistance Program, PATH
- 1760015-2016 - Jail Diversion Services
- 1760018-2015 - Forensic Discharge Planner
- 1760018-2016 - Forensic Discharge Planner
- 1760019-2015 - Mental Health Law Reform
- 1760019-2016 - MH Law Reform
- 1760020-2016 - MH Children's Outpatient Services
- 1760022-2016 - Al's Pals, Virginia Foundation for Healthy Youth (VFHY)
- 1760025-2015 - Regional Education, Assessment, Crisis Services, & Habilitation (REACH)
- 1760025-2016 - Regional Education, Assessment, Crisis Services, & Habilitation (REACH)
- 1760027-2016 - Regional Deaf Services
- 1760028-2014 - Regional Suicide Prevention
- 1760028-2016 - Regional Suicide Prevention
- 1760029-2015 - Regional Children's Crisis Stabilization
- 1760031-2015 - Telepsychiatry: Telemedicine Technology
- 1760031-2016 - Telepsychiatry, Telemedicine Technology
- 1760033-2016 - Prevention - Capacity Building
- 1760035-2016 - Regional DV Children's Crisis Stabilization
- 1760043-2017 - Regional At-Risk Prevention Services

Department of Neighborhood and Community Services

- 1790001-2017 - USDA Summer Lunch Program
- 1790016-2016 - New Freedom - NoVA Mobility Access Project
- 1790021-2017 - Cornerstones Community Grant - Reston Teen Center Clubhouse

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Juvenile and Domestic Relations District Court

- 1810008-2016 - Evidence Based Practice Evaluation
- 1810013-2015 - CCLP Racial and Ethnic Disparities Project

General District Court

- 1850000-2014 - Comp Community Correction Act
- 1850000-2015 - Comp Community Correction Act
- 1850000-2016 - Comp Community Correction Act

Police Department

- 1900013-2016 - DMV Traffic Safety Alcohol
- 1900014-2017 - JAG-Equipment
- 1900017-2000 - DMV Animal Friendly License Plate
- 1900018-2009 - Tax Spay/Neuter Fund
- 1900023-2016 - DMV Traffic Safety Pedestrian/Bicycle
- 1900024-2016 - DMV Traffic Safety Speeding
- 1900028-2017 - State Police Internet Crimes Against Children

Fire and Rescue Department

- 1920005-2010 - US&R National Readiness
- 1920028-2012 - Staffing for Adequate Fire & Emergency Response (SAFER) 2012
- 1920042-2016 - Conference and Education Assistance - West Point Leadership Course
- 1920047-2017 - Firefighters Fund Motorola Grant - Officer Development
- 1920049-2017 - Fairfax County Fire & Rescue Officers Association - Educational Fund Grant

Emergency Preparedness

- 1HS0011-2010 - Radio Cache Equipment (FRD)
- 1HS0011-2012 - Virginia Radio Cache (FRD)
- 1HS0017-2008 - Incident Management Team (FRD)
- 1HS0023-2009 - Data Exchange Hub & NCRNET Program (DIT)
- 1HS0025-2009 - Enterprise Architect & Govern (DIT)
- 1HS0028-2009 - Incident Management Team (FRD)
- 1HS0030-2014 - Public Health Planning and MRC Program Sustainment (HLTH)
- 1HS0034-2009 - Radio Cache Maintenance (FRD)
- 1HS0036-2010 - Cyber Security & Interoperable Community (DIT)
- 1HS0036-2014 - CAD2CAD Maintenance (DIT)
- 1HS0037-2010 - Data Exchange Hub and NCRNET Maintenance (DIT)
- 1HS0037-2014 - ICI Sustainment (DIT)
- 1HS0039-2014 - Intelligence Analysis (PD)
- 1HS0041-2010 - Intelligence Analyst (FRD)
- 1HS0042-2010 - Level B PPE Replacement (FRD)
- 1HS0044-2010 - NCR Training & Exercise Support (OEM)

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- 1HS0047-2010 - Radio Cache (FRD)
- 1HS0047-2011 - Radio Cache (FRD)
- 1HS0047-2013 - Radio Cache (FRD)
- 1HS0050-2013 - Text Alert Notification Maintenance (OEM)
- 1HS0052-2010 - WebEOC Maintenance (OEM)
- 1HS0052-2011 - WebEOC Maintenance (OEM)
- 1HS0073-2013 - Capital Shield Exercise Support 2013 (FRD)
- 1HS0078-2014 - GIS DEH and Index (DIT)

NEW AWARDS AND AMENDMENTS TO EXISTING GRANTS

Department of Housing and Community Development

\$1,394,384

An increase of \$1,394,384 to both revenues and expenditures to the Department of Housing and Community Development is the result of the following adjustments:

- An increase of \$531,097 to both revenues and expenditures is included for the Shelter Plus Care Grant, 1380009-2016, as a result of an award from the U.S. Department of Housing and Urban Development, through the Continuum of Care Homeless Assistance Program. This funding supports rental assistance for 29 units of permanent housing for 34 homeless persons with serious mental illness. The grant period is from April 1, 2017 through March 31, 2018. There are no positions or Local Cash Match associated with this award.
- An increase of \$863,287 to both revenues and expenditures is included for the Shelter Plus Care Grant, 1380011-2016, as a result of an award from the U.S. Department of Housing and Urban Development, through the Continuum of Care Homeless Assistance Program. This funding supports rental assistance for permanent housing units for homeless persons with serious mental illness. There are no positions or Local Cash Match associated with this award.

As a result of these adjustments, and the carryover of unexpended balances, the *FY 2018 Revised Budget Plan* for the Department of Housing and Community Development is \$1,451,611.

Department of Transportation

\$8,936,035

An increase of \$8,936,035 to both revenues and expenditures to the Department of Transportation is the result of the following adjustment:

- An increase of \$8,936,035 to both revenue and expenditures is included for the Route 28 Widening grant, 1400143-2017, as a result of funding from the Virginia Department of Transportation. Funding will support the widening of Route 28 from the Prince William County line to Route 29. This funding was originally appropriated in Fund 40010, County and Regional Transportation Projects; however, since it is grant funding, it is being moved to Fund 50000, Federal-State Grant Fund. A corresponding decrease is included in Fund 40010, County and Regional Transportation Projects. There are no positions associated with this award. The Local Cash Match will continue to be funded in Fund 40010, County and Regional Transportation Projects.

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As a result of this adjustment, the grant closeouts listed above, and the carryover of unexpended balances, the *FY 2018 Revised Budget Plan* for the Department of Transportation is \$55,541,050.

Department of Family Services

\$1,609,166

An increase of \$1,609,166 to both revenues and expenditures to the Department of Family Services is the result of the following adjustments:

- An increase of \$1,134,237 to both revenues and expenditures is included for the Workforce Innovation and Opportunity Act (WIOA) Youth Program Grant, 1670005-2017, as a result of an award from the Virginia Community College System. This program focuses on preparation for post-secondary educational opportunities and employment by linking academic and occupational learning. Programs include tutoring, study skills training, and instruction leading to completion of secondary school, alternative school services, mentoring by adults, paid and unpaid work experience, occupational skills training, leadership development, and support services for disadvantaged youth 14 to 21 years old. Funds will continue to support 11/11.0 FTE grant positions. The County is under no obligation to continue funding these positions when the grant funding expires. No Local Cash Match is required.
- An increase of \$474,929 to revenues and expenditures is included for the Virginia Quality Rating and Improvement System Grant, 1670040-2018, as the result of funding received from the Department of Health and Human Services through the Virginia Department of Social Services. This award will support the continued implementation of a quality rating and improvement system for early care and education programs. The grant period is July 1, 2017 through June 30, 2018. There are no positions associated with this award and no Local Cash Match is required.

As a result of these adjustments, the grant closeouts listed above, and the carryover of unexpended balances, the *FY 2018 Revised Budget Plan* for the Department of Family Services is \$14,622,527.

Fairfax-Falls Church Community Services Board

\$6,600,808

An increase of \$6,600,808 to both revenues and expenditures to the Fairfax-Falls Church Community Services Board is the result of the following adjustments:

- An increase of \$257,071 to both revenues and expenditures is included for the Infant and Toddler Connection, Part C Grant, 1760001-2017, as a result of a supplemental award from the Virginia Department of Behavioral Health and Developmental Services. This award supports the Infant & Toddler Connection of Fairfax-Falls Church, which provides evaluations and early intervention services to eligible infants and toddlers who have a developmental delay and who are younger than 3 years old. The grant period extends from July 1, 2016 to June 30, 2017. Funding will continue to support 32/32.0 FTE grant positions. The County is under no obligation to continue funding positions associated with this award when grant funding expires. No Local Cash Match is required.
- An increase of \$5,096,603 to both revenues and expenditures is included for the Infant and Toddler Connection, Part C Grant, 1760001-2018, as a result of an award from the Virginia Department of Behavioral Health and Developmental Services. This award supports the Infant & Toddler Connection of Fairfax-Falls Church, which provides assessment and early intervention services for infants and toddlers, from birth through age 3, who have a developmental delay or a diagnosis that may lead to a developmental delay. The grant period extends from July 1, 2017 to June 30, 2018.

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Funding will continue to support 32/32.0 FTE grant positions. The County is under no obligation to continue funding positions associated with this award when grant funding expires. No Local Cash Match is required.

- An increase of \$250,000 to both revenues and expenditures is included for the Regional Acute Care Grant, 1760003-2017, as the result of a supplemental award from the Virginia Department of Behavioral Health and Developmental Services. The Commonwealth of Virginia allocates these funds to Health Planning Region II for local inpatient services for individuals who require inpatient treatment but cannot be admitted to a state psychiatric hospital due to lack of capacity or complex clinical issues. The grant period extends from July 1, 2016 to June 30, 2017. These funds will continue to support 4/4.0 FTE grant positions. The County is under no obligation to continue these positions when the grant funding expires. There is no Local Cash Match associated with this award.
- An increase of \$54,426 to both revenues and expenditures is included for the Regional Educational, Assessment, Crisis Services and Habilitation (REACH) Grant, 1760025-2017, as a result of a supplemental award from the Virginia Department of Behavioral Health and Developmental Services. These funds support mobile crisis services, alternative placements and short-term crisis stabilization to divert individuals from unnecessary institutionalization. The funding period is July 1, 2016 through June 30, 2017. This grant funds 0.4 FTE of a 1/1.0 FTE grant position. The remaining 0.6 FTE is funded in grant 1760005 and grant 1760035. The County is under no obligation to continue this position when grant funding expires. No Local Cash Match is required.
- An increase of \$1,016,166 to both revenues and expenditures is included for the Regional Retained Earnings Grant, 1760040-2016, as the result of a supplemental award from the Virginia Department of Behavioral Health and Developmental Services. The Commonwealth of Virginia allocates these funds to Health Planning Region II for local inpatient services for individuals who require inpatient treatment but cannot be admitted to a state psychiatric hospital due to lack of capacity or complex clinical issues. The grant period extends from July 1, 2016 to June 30, 2017. There is no Local Cash Match requirement and no positions are associated with this award.
- A net decrease of \$547,858 to both revenues and expenditures is included for the Regional Mental Health Other Merged Funds Grant, 1760041-2017, as the result of a grant adjustment to reflect revised funding needs during the award period as a result of the treatment of recovered management fees from other jurisdictions served in Health Planning Region II. The Fairfax-Falls Church Community Services Board receives funding from the Commonwealth of Virginia, Department of Behavioral Health and Developmental Services for services in Health Planning Region II that supports acute care, discharge assistance, crisis stabilization, and community support services designed to prevent institutional placements and transition individuals from institutional placements into the community and recovers a management fee from regional partners to manage these funds. The grant period extends from July 1, 2016 to June 30, 2017. These funds will continue to support 4/4.0 FTE grant positions. The County is under no obligation to continue these positions when the grant funding expires. There is no Local Cash Match associated with this award.
- An increase of \$474,400 to both revenues and expenditures is included for the Permanent Supportive Housing for Adults with Serious Mental Illness Grant, 1760047-2018, as a result of an award from the Department of Behavioral Health and Developmental Services. This grant funds permanent supportive housing for individuals with serious mental illness and/or co-occurring substance use who are homeless, at risk of homelessness, at risk of coming in contact with the criminal justice system, and individuals leaving hospitals without a housing plan in need of

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supportive housing. The funding period is July 1, 2017 through June 30, 2018. No positions are associated with this award and no Local Cash Match is required.

As a result of these adjustments, the grant closeouts listed above, and the carryover of unexpended balances, the *FY 2018 Revised Budget Plan* for the Fairfax-Falls Church Community Services Board is \$22,605,576.

Police Department

\$162,512

An increase of \$162,512 to both revenues and expenditures to the Police Department is the result of the following adjustment:

- An increase of \$162,512 to both revenues and expenditures is included for the Police Department's Seized Funds grants, 1900001-1988, 1900002-1988, 1900005-1988, and 1900006-1988 due to the release of funds by both federal and state jurisdictions as a result of asset seizures stemming from illegal narcotics, gambling, and other related activities. Of this amount, an increase of \$36,373 is included for grant 1900001-1988, an increase of \$74,836 is included for grant 1900002-1988, an increase of \$689 is included for grant 1900005-1988 and an increase of \$50,614 is included for grant 1900006-1988. The expenditure of forfeited funds can only be made for law enforcement purposes. No Local Cash Match is required and no positions are supported by the funding.

As a result of this adjustment, the grant closeouts listed above, and the carryover of unexpended balances, the *FY 2018 Revised Budget Plan* for the Police Department is \$4,214,267.

Fire and Rescue Department

\$2,600,829

An increase of \$2,600,829 to both revenues and expenditures to the Fire and Rescue Department is the result of the following adjustments:

- An increase of \$12,176 to both revenues and expenditures is included for the Fire Department's Fire Programs grants, 1920001-2012, 1920001-2013, and 1920001-2014 as a result of interest income generated in FY 2017. Of this amount \$3,351 is included for 1920001-2012, \$989 is included for 1920001-2013, and \$7,836 is included for 1920001-2014. This funding will be used for fire services training; constructing, improving, and expanding regional fire service training facilities; public fire safety education; purchasing firefighting equipment or firefighting apparatus; or purchasing protective clothing and protective equipment for firefighting personnel. Program revenues may not be used to supplant County funding for these activities. The program serves residents of Fairfax County as well as the towns of Clifton and Herndon. These funds will continue to support 10/9.0 FTE grant positions. The County is under no obligation to continue these positions once grant funding has expired. There is no Local Cash Match associated with this award.
- An increase of \$2,588,653 to both revenues and expenditures is included as supplemental funding for the existing International Urban Search and Rescue Program Grant, 1920006-2015. A memorandum with the U.S. Agency for International Development (USAID) exists to provide international emergency urban search and rescue services, and occasionally domestic responses, as requested. Additional funding has been provided to replenish the deployment reserve. These funds will continue to support 4/4.0 FTE grant positions. The County is under no obligation to continue these positions once grant funding has expired. There is no Local Cash Match associated with this award.

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As a result of these adjustments, the grant closeouts listed above, and the carryover of unexpended balances, the *FY 2018 Revised Budget Plan* for the Fire and Rescue Department is \$20,291,933.

Department of Animal Sheltering

\$25,462

An increase of \$25,462 to both revenues and expenditures to the Department of Animal Sheltering is the result of the following adjustment:

- An increase of \$25,462 to both revenues and expenditures is included for the DMV Animal Friendly License Plate Grant, 1960001-2000, as a result of an award from the Virginia Department of Motor Vehicles (DMV). These funds represent Fairfax County's share of the Animal Friendly License Plate sales and are used for supporting sterilization programs for dogs and cats. There is no Local Cash Match and no positions are associated with this award.

As a result of this adjustment, and the carryover of unexpended balances, the *FY 2018 Revised Budget Plan* for the Department of Animal Sheltering is \$25,462.

Emergency Preparedness

\$789,589

An increase of \$789,589 to both revenues and expenditures to Emergency Preparedness is the result of the following adjustments:

- An increase of \$900,000 to both revenues and expenditures is included for the Interoperable Communications Infrastructure (ICI) grant (DIT), 1HS0037-2016 as a result of supplemental funding included in a Grant Adjustment Notice from the District of Columbia Homeland Security and Emergency Management Agency. This Urban Area Security Initiative pass-through funding, which originates from the U.S. Department of Homeland Security, provides funding for the continued sustainment of the investments in the NCRNet including services for technical, financial, and management functions. There is no Local Cash Match and no positions are associated with this award.
- A decrease of \$110,411 to both revenues and expenditures is included for the UASI Fire Intelligence Analyst (FRD) grant, 1HS0041-2015, as a result of a Grant Adjustment Notice from the District of Columbia Homeland Security and emergency Management Agency. The award has been adjusted to reflect revised funding needs during the award period due to a long-term position vacancy. This Urban Area Security Initiative pass-through funding, which originates from the U.S. Department of Homeland Security, provides funding for a subject matter expert in fire and emergency medical services (EMS), to provide intelligence to regional agencies while assigned to the Northern Virginia Regional Intelligence Center. There is 1/1.0 FTE position supported by this funding. The County is under no obligation to continue this position after grant funding has expired. There is no Local Cash Match associated with this award.

As a result of these adjustments, the grant closeouts listed above, and the carryover of unexpended balances, the *FY 2018 Revised Budget Plan* for Emergency Preparedness is \$9,801,329.

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AWARDS APPROVED ADMINISTRATIVELY BY THE DEPARTMENT OF MANAGEMENT AND BUDGET

(Since the *FY 2017 Third Quarter Review*)

Office of Human Rights and Equity Programs

An increase of \$82,200 was appropriated to revenues and expenditures for the Office of Human Rights and Equity Programs as a result of the following adjustment:

- On March 22, 2017 (AS 17221), an increase of \$82,200 to both revenues and expenditures was appropriated for the U.S. Equal Employment Opportunity Commission (EEOC) Grant, 1390001-2016, as the result of an award from the EEOC. Funding provides for the investigation of complaints of employment discrimination in Fairfax County. Any individual who applies for employment or is employed in Fairfax County is eligible to use these services. These funds will continue to support 2/2.0 FTE grant positions. The County is under no obligation to continue these positions when the grant funding expires. There is no Local Cash Match associated with this award.

Department of Family Services

An increase of \$7,497,450 was appropriated to revenues, expenditures and Local Cash Match for the Department of Family Services as a result of the following adjustments:

- On March 21, 2017 (AS 17218), an increase of \$65,288 to revenues and expenditures was appropriated for the V-Stop Grant, 1670002-2017, as the result of an award from the Virginia Department of Criminal Justice Services. Funding supports volunteer coordination for the Victim Assistance Network (VAN). Volunteers are trained to staff VAN's 24-hour hotline for sexual and domestic violence calls, facilitate support groups, provide community education, and assist with office duties. The grant period is from January 1, 2017 to December 31, 2017. There are no positions associated with this award and no Local Cash match is required.
- On March 16, 2017 (AS 17206), an increase of \$30,000 to both revenues and expenditures was appropriated for the Fairfax Bridges to Success Grant, 1670008-2017, as a result of a supplemental pass-through award received from the Virginia Department of Social Services (VDSS). The U.S. Department of Health and Human Services provides this funding through VDSS to facilitate successful employment and movement toward self-sufficiency for Temporary Assistance for Needy Families (TANF) participants who have disabilities. The period extends from July 1, 2016 through June 30, 2017. Funding will continue to support 3/3.0 FTE grant positions. The County is under no obligation to continue funding these positions once the grant has expired. There is no Local Cash Match associated with this award.
- On March 23, 2017 (AS 17217), an increase of \$1,033,676 to revenues and expenditures was appropriated for the Inova Health System Grant, 1670010-2017, from the reserve of anticipated grant awards. Funding from the Inova Health System covers the personnel costs of 14/14.0 FTE grant positions stationed at the Inova Fairfax and Inova Mount Vernon Hospitals for the purposes of identifying, accepting, and processing applications for financial/medical assistance of hospitalized County residents. The County is under no obligation to continue these positions when

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the grant funding expires. This award covers the period from January 1, 2017 through December 31, 2017. Inova reimburses Fairfax County for 100 percent of all personnel services costs on a monthly basis for the positions. There is no Local Cash Match associated with this award.

- On March 16, 2017 (AS 17209), an increase of \$17,920 to both revenues and expenditures was appropriated for the Independent Living Initiatives Grant, 1670023-2017. This award from the Virginia Department of Social Services provides comprehensive services for youth in residential foster care to develop skills necessary to live productive, self-sufficient, and responsible adult lives. The program serves teenagers over age 16 and under age 19 in foster care who are not eligible for Title IV-E payments. The grant period extends from June 1, 2016 through May 31, 2017. No positions are associated with this award and no Local Cash Match is required.
- On June 27, 2017 (AS 18001), an increase of \$26,565 to both revenues and expenditures was appropriated for the Independent Living Initiatives Grant, 1670023-2018. This award from the Virginia Department of Social Services provides comprehensive services for youth in residential foster care to develop skills necessary to live productive, self-sufficient, and responsible adult lives. The program serves teenagers over age 16 and under age 19 in foster care who are not eligible for Title IV-E payments. The grant period extends from June 1, 2017 through May 31, 2018. No positions are associated with this award and no Local Cash Match is required.
- On June 27, 2017 (AS 18002), an increase of \$358,400 to revenues, expenditures, and Local Cash Match was appropriated for the Foster and Adoptive Parent Training Grant, 1670024-2018. This funding, as a result of a Title IV-E award through the Virginia Department of Social Services, enables the enhancement of pre-service training, in-home support, and recruiting of agency-approved foster care providers and adoptive parents. The required Local Cash Match of \$167,208 is available from the anticipated Local Cash Match reserve. The grant period extends from June 1, 2017 through May 31, 2018. No positions are associated with this award.
- On February 2, 2017 (AS 17184), an increase of \$4,352,600 to revenues and expenditures was appropriated for the USDA Child and Adult Care Food Program Grant, 1670028-2017, as the result of an award from the U.S. Department of Agriculture. The grant provides partial reimbursement for snacks served to children in family day care homes. Funds also provide for nutrition training, monitoring, and technical assistance. The program serves children up to age 12 in approved day care homes. Funding will be used to support 8/8.0 FTE existing grant positions for the time period October 1, 2016 to September 30, 2017. The County is under no obligation to continue funding these positions when grant funding expires. There is no Local Cash Match associated with this award.
- On June 9, 2017 (AS 17261), an increase of \$435,000 to revenues and expenditures was appropriated for the USDA School-Age Child Care (SACC) Snacks Grant, 1670029-2017, as a result of an award from the U.S. Department of Agriculture. The program provides partial reimbursement for snacks served to children in the School-Age Child Care program. The program serves children in kindergarten through sixth grade. The grant period extends from October 1, 2016 through September 30, 2017. No positions are supported by the funding. No Local Cash Match is required to accept this award.
- On June 12, 2017 (AS 17235), an increase of \$30,457 to revenues and expenditures was appropriated for the Virginia Infant and Toddler Specialist (ITS) Network Grant, 1670033-2017,

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as the result of an award from Child Development Resources, Inc. This supplemental award will continue to support a Virginia Infant and Toddler Specialist Network office in the Northern 1 Region (encompassing Arlington County, Fairfax County, Loudoun County, City of Alexandria, City of Fairfax, and City of Falls Church) that provides training and professional development to center-based and family home early care and education programs to strengthen practices and enhance the healthy growth and development of infants and toddlers (birth to 36 months). Funding supports 3/2.5 FTE grant positions for the time period June 1, 2016 through June 30, 2017. The County is under no obligation to continue these positions when the grant funding expires. There is no Local Cash Match associated with this award.

- On February 23, 2017 (AS 17165), an increase of \$91,420 to revenues and expenditures was appropriated for the USDA Greater Mount Vernon Head Start Grant, 1670041-2017, from the reserve for anticipated grant awards. The Virginia Department of Health, with federal pass-through funds from the U.S. Department of Agriculture (USDA), provides partial reimbursement for meals and snacks served to Head Start children in the Greater Mount Vernon Community Head Start program. There are no positions associated with this award and no Local Cash Match is required.
- On February 23, 2017 (AS 17166), an increase of \$29,254 to revenues and expenditures was appropriated for the USDA Greater Mount Vernon Early Head Start Grant, 1670042-2017, from the reserve for anticipated grant awards. The Virginia Department of Health, with federal pass-through funds from the U.S. Department of Agriculture (USDA), provides partial reimbursement for meals and snacks served to Early Head Start children in the Greater Mount Vernon Community Head Start program. There are no positions associated with this award and no Local Cash Match is required.
- On May 1, 2017 (AS 17232), an increase of \$24,268 to both revenues and expenditures was appropriated for the Educating Youth through Employment (EYE) Program Grant, 1670044-2017, as a result of a 2017 Summer Youth Program award from the SkillSource Group, Inc. (SSG). The U.S. Department of Labor provides funding through SSG for a summer initiative that recruits, screens, and matches youth ages 16 to 21 with professional opportunities in the private sector and other area businesses. Participants are required to attend intensive training workshops before and during their summer work experiences. There are no positions associated with this grant and no Local Cash Match is required.
- On March 6, 2017 (AS 17198), an increase of \$11,635 to revenues and expenditures was appropriated for the Sexual Assault Services Program Grant, 1670069-2017, as a result of an award from the Virginia Department of Criminal Justice Services. This funding will support outreach and education in the community on issues related to sexual violence and teen dating violence through the Office for Women & Domestic and Sexual Violence Services. The funding period is January 1, 2017 through December 31, 2017. There is no Local Cash Match or positions associated with this award.
- On March 17, 2017 (AS 17208), an increase of \$554,429 to revenues, expenditures, and Local Cash Match was appropriated for the Early Head Start Childcare Partnership and Expansion Grant, 1670072-2017, as a result of a supplemental award from the U.S. Department of Health and Human Services. Funding will continue to support the expansion of the Early Head Start (EHS) program to serve additional children, including two classrooms in a center-based program at Gum Springs Glenn Children Center and other children through partnerships with regulated family child care

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providers. Total grant funding supports 13/11.5 FTE grant positions. The County is under no obligation to continue funding these positions when grant funding expires. The Local Cash Match requirement of \$110,886 is available from the Local Cash Match Reserve.

- On February 23, 2017 (AS 17167), an increase of \$14,627 to both revenues and expenditures was appropriated for the Early Head Start Child Care Partnership & Expansion USDA-GMV grant, 1670078-2017, from the reserve for unanticipated awards. The Virginia Department of Health, with federal pass-through funds from the U.S. Department of Agriculture (USDA), provides partial reimbursement for meals and snacks served to Early Head Start children in the Greater Mount Vernon Community Head Start program. There are no positions associated with this award and no Local Cash Match is required.
- On February 4, 2017 (AS 17056), an increase of \$15,000 to revenues and expenditures was appropriated for the WIOA Transition Dislocated Worker grant, 1670081-2014, as a result of an award from the Virginia Community College System. Funding supports job training and career development opportunities for dislocated adult workers. There are no positions associated with this award and no Local Cash Match is required.
- On March 13, 2017 (AS 17195), an increase of \$405,911 to revenues and expenditures was appropriated for the SOC Expansion & Sustainability grant, 1670084-2017, as a result of an award from the Virginia Department of Behavioral Health and Developmental Services. Funding will support contracted paraprofessional support for the families of children through age 21 that have a diagnosable serious emotional disturbance. Utilizing a Family Support Partners model, families will be connected with other partner families who have a shared experience for help in service planning and gaining reliable and accurate information. There are no positions associated with this award and no Local Cash Match is required.
- On March 17, 2017 (AS 17214), an increase of \$1,000 to revenues and expenditures was appropriated for the UCLA Johnson & Johnson CHIP grant, 1670086-2017, as a result of an award from the University of California (UCLA). Funding will be used to cover expenses associated with implementing a Community Health Improvement Project (CHIP) in Fairfax County to benefit the Head Start/Early Head Start programs and the County's community partners. Staff and community partners attended the UCLA/Johnson & Johnson Community Health Institute in October 2016 to acquire the necessary training and knowledge to implement this program. There are no positions or Local Cash Match associated with this award.

Health Department

An increase of \$360,021 was appropriated to revenues and expenditures for the Health Department as a result of the following adjustments:

- On March 17, 2017 (AS 17212), an increase of \$5,900 to both revenues and expenditures was appropriated for the Immunization Action Plan Grant, 1710001-2016, as a result of a supplemental award. The Fairfax County Immunization Action Plan represents the collaborative effort of health, social, and community-based agencies dedicated to providing a healthier future for our children. The plan lays the foundation for achieving the Healthy People 2020 goal of having 90 percent of all children adequately immunized by their second birthday. There are no positions associated with this award and no Local Cash Match is required.

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- On May 1, 2017 (AS 17231), an increase of \$84,684 to both revenues and expenditures was appropriated for the Immunization Action Plan Grant, 1710001-2017, as a result of an award from the Virginia Department of Health. The Fairfax County Immunization Action Plan represents the collaborative effort of health, social, and community-based agencies dedicated to providing a healthier future for children. The plan lays the foundation for achieving the Healthy People 2020 goal of having 90 percent of all children adequately immunized by their second birthday. There are no positions associated with this award and no Local Cash Match is required.
- On June 19, 2017 (AS 17277), an increase of \$1,000 to both revenues and expenditures was appropriated for the Public Health Emergency Preparedness and Response (PHEP&R) Grant, 1710005-2017, from the reserve for anticipated grant awards. This grant, funded by the Centers for Disease Control and Prevention through the Virginia Department of Health, supports emergency planning and epidemiological activities for local emergency preparedness and response efforts. The award period is July 1, 2016 through June 30, 2017. These funds will continue to support 2/2.0 FTE grant positions. The County is under no obligation to continue funding these positions when grant funding expires. No Local Cash Match is required.
- On June 14, 2017 (AS 17273), an increase of \$139,418 to both revenues and expenditures was appropriated for the Women, Infants, and Children (WIC) Grant - Breastfeeding Peer Counselor Program, 1710007-2018, from the reserve for anticipated grant awards. The special supplemental food program for women, infants and children provides education and supplemental foods to low-income pregnant and breastfeeding women, infants and children up to 5 years of age based on nutritional risk and income eligibility. The primary services provided are health screening, risk assessment, nutrition education and counseling, breastfeeding promotion and referrals to health care. There are no positions associated with this award and no Local Cash Match is required.
- On February 17, 2017 (AS 17189), an increase of \$16,600 to both revenues and expenditures was appropriated for the Voluntary National Retail Food Regulatory Program Standards Mentorship Grant, 1710015-2017, as the result of an award from the National Association of County and City Health Officials. Funding will support expenses related to a mentoring program in which Fairfax County will be matched with other local jurisdictions and provide guidance on integrating Retail Program Standards into local health departments. There are no positions or Local Cash Match associated with this award.
- On April 5, 2017 (AS 17225), an increase of \$88,000 to both revenues and expenditures was appropriated for the Tobacco Use Control grant, 1710018-2017, from the reserve for unanticipated awards. Funding will support the coordination of tobacco control activities within the Region 2 Health Districts (Prince William, Loudoun, Fairfax, Arlington, and Alexandria) and assessments of tobacco control needs and current programs. This will include the promotion and implementation of tobacco control and cessation policies and programs in the community, working with healthcare providers to establish referral programs, and planning and participating in community coalitions, conferences, and trainings. The grant period extends from April 1, 2017 to March 31, 2018. There is 1/1.0 FTE position associated with this award. The County is under no obligation to continue funding this position once grant funding has expired. There is no Local Cash Match associated with this award.

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- On February 16, 2017 (AS 17199), an increase of \$3,135 to both revenues and expenditures was appropriated for the Kaiser Special Event Sponsorship Grant, 1710028-2017, as a result of an award from Kaiser Permanente. This funding will support expenses related to a three-day workshop aimed at reducing health disparities in Fairfax County and highlighting the challenges in accessing healthcare services for underserved members of the community. There are no positions associated with this award and no Local Cash Match is required.
- On June 1, 2017 (AS 17224), an increase of \$13,000 to revenues and expenditures was appropriated for the NACCHO Medical Reserve Corps (MRC) 2017 Challenge Award Grant, 1710029-2017, from the reserve for unanticipated grant awards. This pass-through funding from the U.S. Department of Health and Human Services will help to further build the capacity of the MRC unit and work towards National Incident Management System (NIMS) compliance. There are no positions or Local Cash Match associated with this award.
- On March 17, 2017 (AS 17213), an increase of \$1,500 to revenues and expenditures was appropriated for the Story Share Project Workshop grant, 1710031-2017, as a result of an award from the Literacy Council of Northern Virginia. Funding will be used to support a story share initiative in order to help healthcare providers, researchers, educators, and others understand how first-person narratives about patient experiences with cultural and linguistic barriers can advance a broad range of public health communication, education and advocacy. The narratives will help demonstrate the need for cultural competency in the healthcare field in order to reduce healthcare disparities. There are no positions or Local Cash Match associated with this award.
- On May 9, 2017 (AS 17238), an increase of \$6,784 to revenues and expenditures was appropriated for the Immunization VFC Pan Flu Grant, 1710032-2017, as a result of an award from the Virginia Department of Health. This funding supports the County's efforts to provide a healthier future for children by ensuring that children have access to immunizations. This funding specifically targets immunization against the flu. There are no positions associated with this award and no Local Cash Match is required.

Fairfax-Falls Church Community Services Board

An increase of \$3,985,193 was appropriated to revenues and expenditures for the Fairfax-Falls Church Community Services Board as a result of the following adjustments:

- On June 8, 2017 (AS 17243), an increase of \$369,000 to revenues and expenditures was appropriated to the High Intensity Drug Trafficking Area (HIDTA) Grant, 1760002-2017, due to an award from the Washington/Baltimore HIDTA-Mercyhurst University. Funds are used to provide residential, day treatment and medical detoxification services. The grant period is from January 1, 2017 through June 30, 2018. These funds will continue to support 1/1.0 FTE grant position. The County is under no obligation to continue funding this position when grant funding expires. No Local Cash Match is required.
- On June 27, 2017 (AS 17127), an increase of \$463,209 to both revenues and expenditures was appropriated for the Regional Discharge Assistance Grant, 1760004-2017, as a result of a supplemental award from the Virginia Department of Behavioral Health and Developmental Services. The Commonwealth of Virginia allocates these funds to Health Planning Region II to provide discharge assistance purchase of services for individuals with serious mental illness who

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have not been able to leave a state hospital without funding for a specialized treatment program in the community. The grant period is from July 1, 2016 to June 30, 2017. There are no positions associated with this grant and no Local Cash Match is required.

- On June 23, 2017 (AS 18011), an increase of \$478,585 to both revenues and expenditures was appropriated for the Mental Health Regional Recovery Grant, 1760006-2018, as the result of an award from the Virginia Department of Behavioral Health and Developmental Services. The Commonwealth of Virginia allocates these funds to Health Planning Region II to provide project-based, peer-operated recovery services for consumers recovering from mental illness, substance use and/or co-occurring disorders. The grant period extends from July 1, 2017 through June 30, 2018. There are no positions associated with this grant and no Local Cash Match is required to accept the award.
- On February 9, 2017 (AS 17047), an increase of \$164,542 to both revenues and expenditures was appropriated for the Homeless Assistance Program (PATH) Grant, 1760013-2017, from the reserve for anticipated awards. This federal funding, passed through the Virginia Department of Behavioral Health Developmental Services, provides services to individuals with serious mental illness or co-occurring substance use disorders who are homeless or at imminent risk of becoming homeless. Funding will continue to support 3/3.0 FTE grant positions. The County is under no obligation to continue these positions when the grant expires. The grant period is from September 1, 2016 through August 31, 2017. There is no Local Cash Match associated with this award.
- On June 23, 2017 (AS 18012), an increase of \$321,050 to both revenues and expenditures was appropriated for the MH Jail Diversion Services Grant, 1760015-2018, as a result of an award from the Virginia Department of Behavioral Health and Developmental Services. Funding supports forensic services, including mental health evaluations and screenings, case management, and treatment to restore competency to stand trial for individuals with serious mental illness who are involved in the Commonwealth's legal system. The grant period extends from July 1, 2017 through June 30, 2018. The funds will continue to support 4/3.8 FTE grant positions. The County is under no obligation to continue these positions when the grant funding expires. There is no Local Cash Match associated with this award.
- On June 23, 2017 (AS 18013), an increase of \$515,529 to both revenues and expenditures was appropriated for the MH Child & Adolescent Services Initiative Grant, 1760016-2018, as a result of an award from the Virginia Department of Behavioral Health and Developmental Services. This funding supports mental health and case management services for children with serious emotional disturbance who reside in the community and are not mandated to be served under the Children's Services Act. The funding period is July 1, 2017 through June 30, 2018. These funds will continue to support 4/4.0 FTE grant positions. The County is under no obligation to continue funding these positions once the grant has expired. No Local Cash Match is required.
- On June 23, 2017 (AS 18014), an increase of \$111,724 to revenues and expenditures was appropriated for the Mental Health Juvenile Detention Grant, 1760017-2018, as a result of an award from the Virginia Department of Behavioral Health and Developmental Services. This funding supports assessment, evaluation, consumer monitoring and emergency treatment services for children and adolescents placed in juvenile detention centers. These funds will continue to support 1/1.0 FTE grant position from July 1, 2017 through June 30, 2018. The County is under no obligation to continue this position when the grant funding expires and there is no Local Cash Match associated with this award.

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- On June 23, 2017 (AS 18015), an increase of \$75,563 to revenues and expenditures was appropriated for the Regional Mental Health Transformation, Forensic Planner Grant, 1760018-2018, as a result of an award from the Virginia Department of Behavioral Health and Developmental Services. Funding supports pre-discharge planning services for individuals being discharged from a State mental health facility. The award period extends from July 1, 2017 through June 30, 2018. There is 1/1.0 FTE existing grant position associated with this award. The County is under no obligation to continue this position when the grant funding expires. There is no Local Cash Match associated with this award.
- On June 23, 2017 (AS 18016), an increase of \$530,387 to both revenues and expenditures was appropriated for the Mental Health Law Reform Grant, 1760019-2018, as the result of an award from the Virginia Department of Behavioral Health and Developmental Services. This funding supports outpatient treatment services for individuals under temporary detention orders, emergency custody orders or involved in involuntary commitment proceedings. These funds will continue to support 7/7.0 FTE grant positions from July 1, 2017 to June 30, 2018. The County is under no obligation to continue these positions when the grant funding expires. There is no Local Cash Match associated with this award.
- On June 23, 2017 (AS 18017), an increase of \$75,000 to revenues and expenditures was appropriated for the Mental Health Child and Adolescent Services Grant, 1760020-2018, from the reserve for anticipated grant awards. This funding from the Virginia Department of Behavioral Health and Developmental Services supports intensive care coordination and wrap-around services for court-involved children and adolescents as well as psychiatric services for youth placed in juvenile detention centers. These funds will continue to support 1/1.0 FTE grant position from July 1, 2017 to June 30, 2018. The County is under no obligation to continue funding this position when the grant funding expires. There is no Local Cash Match associated with this award.
- On June 14, 2017 (AS 17246), an increase of \$19,440 to both revenues and expenditures was appropriated for the Regional Educational, Assessment, Crisis Services and Habilitation (REACH) Grant, 1760025-2017, as a result of a supplemental award from the Virginia Department of Behavioral Health and Developmental Services. These funds support mobile crisis services, alternative placements and short-term crisis stabilization to divert individuals from unnecessary institutionalization. The funding period is July 1, 2016 through June 30, 2017. This grant funds 0.4 FTE of a 1/1.0 FTE grant position. The remaining 0.6 FTE is funded in grant 1760005 and grant 1760035. The County is under no obligation to continue this position when grant funding expires. No Local Cash Match is required.
- On June 22, 2017 (AS 17286), an increase of \$75,019 to both revenues and expenditures was appropriated for the Regional Educational, Assessment, Crisis Services and Habilitation (REACH) Grant, 1760025-2017, as a result of a supplemental award from the Virginia Department of Behavioral Health and Developmental Services. These funds support mobile crisis services, alternative placements and short-term crisis stabilization to divert individuals from unnecessary institutionalization. The funding period is July 1, 2016 through June 30, 2017. This grant funds 0.4 FTE of a 1/1.0 FTE grant position. The remaining 0.6 FTE is funded in grant 1760005 and grant 1760035. The County is under no obligation to continue this position when grant funding expires. No Local Cash Match is required.

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- On May 26, 2017 (AS 17110), an increase of \$5,238 to both revenues and expenditures was appropriated for the Turning Point Young Adult Services Initiative Grant, 1760030-2017, as a result of a supplemental award from the Virginia Department of Behavioral Health and Developmental Services. These funds provide medical and psychosocial support services as well as supported employment, education and family engagement services for young adults, ages 16 to 25, experiencing first episode psychosis. The funding period is July 1, 2016 to June 30, 2017. There are no positions associated with this grant and no Local Cash Match is required.
- On June 28, 2017 (AS 18027), an increase of \$64,607 to both revenues and expenditures was appropriated for the Regional Community Support Center Grant, 1760042-2018, as the result of an award from the Virginia Department of Behavioral Health and Developmental Services. The Commonwealth of Virginia allocates these funds to Health Planning Region II to support recovery-oriented services at the Northern Virginia Mental Health Institute to promote the development of recovery and resiliency skills needed for clients to successfully discharge to the community. The grant period extends from July 1, 2017 through June 30, 2018. There are no positions associated with this grant and no Local Cash Match is required to accept the award.
- On June 26, 2017 (AS 17285), an increase of \$2,000 to revenues and expenditures was appropriated for the DD Guardianship Grant, 1760045-2016, from the reserve for unanticipated grant awards. This funding supports individuals with a primary diagnosis of Developmental Disability who are indigent and unfriended by providing guardianship services. The award period is from June 1, 2016 to December 31, 2016. No positions are associated with this award and no Local Cash Match is required.
- On June 28, 2017 (AS 18028), an increase of \$714,300 to both revenues and expenditures was appropriated for the Permanent Supportive Housing for Adults with Serious Mental Illness Grant, 1760047-2018, as a result of an award from the Department of Behavioral Health and Developmental Services. This grant funds permanent supportive housing for individuals with serious mental illness and/or co-occurring substance use who are homeless, at risk of homelessness, at risk of coming in contact with the criminal justice system, and individuals leaving hospitals without a housing plan in need of supportive housing. The funding period is July 1, 2017 through June 30, 2018. No positions are associated with this award and no Local Cash Match is required.

Department of Neighborhood and Community Services

An increase of \$389,657 was appropriated to revenues, expenditures and Local Cash Match for the Department of Neighborhood and Community Services as a result of the following adjustments:

- On June 27, 2017 (AS 18006), an increase of \$329,657 to revenues, expenditures, and Local Cash Match was appropriated for the USDA Summer Lunch Program Grant, 1790001-2018, from the reserve for anticipated grant awards. The U.S. Department of Agriculture (USDA) Summer Lunch Program provides free lunches to all children 18 years of age or younger who attend eligible sites for Rec Pac/RECQuest or any other approved community location during the summer months. This program distributes nutritious lunches to children throughout the County. There is a required Local Cash Match of \$79,954 which is available from the anticipated Local Cash Match reserve. No positions are associated with this award.

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- On June 16, 2017 (AS 18004), an increase of \$60,000 to both revenues and expenditures was appropriated for the Youth Smoking Prevention Program, 1790003-2018, as a result of an award from the Virginia Foundation for Healthy Youth. This grant enables the Department of Neighborhood and Community Services to fund a comprehensive tobacco, alcohol, and drug prevention program for teens. The program's goals include educating youth about tobacco products and addiction, the negative health consequences of using tobacco, the prevalence of tobacco use among peers, and life skills on resisting substance use by providing them with knowledge and information about the social and health benefits for staying tobacco, alcohol, and drug free. The grant period is July 1, 2017 to June 30, 2018. These funds will continue to support 1/1.0 FTE grant position. The County is under no obligation to continue this position when the grant expires. No Local Cash Match is required.

Circuit Court and Records

An increase of \$1,989 was appropriated to revenues and expenditures for the Circuit Court and Records as a result of the following adjustment:

- On February 15, 2017 (AS 17197), an increase of \$1,989 to both revenues and expenditures was appropriated for the Records Preservation Fall Application Grant, 1800002-2017, as a result of an award from the Library of Virginia. Funds support a contract to preserve and conserve historical documents and records pertaining to Fairfax County and the Fairfax County Circuit Court. There are no positions associated with this award and no Local Cash Match is required.

Juvenile and Domestic Relations District Court

An increase of \$45,700 was appropriated to revenues, expenditures and Local Cash Match for the Juvenile and Domestic Relations District Court as a result of the following adjustment:

- On June 8, 2017 (AS 17267), an increase of \$45,700 to revenues, expenditures, and Local Cash Match was appropriated for the RFK Probation Review grant, 1810015-2017, as a result of an award from the State Justice Institute. Funding will support a systematic review of the Juvenile Justice System. The Juvenile and Domestic Relations District Court is partnering with consultants from the Robert F. Kennedy Foundation, National Resource Center for Juvenile Justice to conduct a comprehensive probation system review. The review will continue efforts to enhance policy, practice and service provision for the youth and families involved with the Fairfax County Court Services Unit within the Fairfax County Juvenile and Domestic Relations Court of Virginia. There are no positions associated with this award. The Local Cash Match requirement of \$4,570 is available from the Local Cash Match Reserve for unanticipated awards.

Unclassified Administrative Expenses (Nondepartmental)

An increase of \$576,470 was appropriated to expenditures and Local Cash Match for Unclassified Administrative Expenses (Nondepartmental) as a result of the following adjustment:

- On June 30, 2017 (AS 17297), an increase of \$576,470 to expenditures and Local Cash Match was appropriated to the Local Cash Match Reserve, 1870001-0000, as a result of the remaining current year Local Cash Match that was not appropriated to grants but is still needed to address grant Local Cash Match requirements in later fiscal years.

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FEDERAL/STATE GRANT FUND

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Police Department

An increase of \$52,993 was appropriated to revenues, expenditures and Local Cash Match for the Police Department as a result of the following adjustment:

- On February 14, 2017 (AS 17183), an increase of \$52,993 to revenues, expenditures and Local Cash Match was appropriated for the Someplace Safe Grant, 1900008-2017, from the reserve for anticipated grant awards. Funding from the Virginia Department of Criminal Justice Services provides support for the police response to domestic violence cases in the five police jurisdictions of Fairfax County, Fairfax City, Herndon, Vienna and George Mason University. Someplace Safe ensures that the criminal justice response to female victims of violence promotes the identification, apprehension, prosecution and adjudication of perpetrators of crimes against women. The grant extends from January 1, 2017 through December 31, 2017. The required Local Cash Match of \$13,248 is available from the Reserve for Local Cash Match for anticipated grants. These funds will continue to support 1/1.0 FTE grant position. The County is under no obligation to continue this position when the grant funding expires.

Fire and Rescue Department

An increase of \$4,154,095 was appropriated to revenues, expenditures and Local Cash Match for the Fire and Rescue Department as a result of the following adjustments:

- On June 1, 2017 (AS 17174), an increase of \$3,121,666 to both revenues and expenditures was appropriated for the Virginia Department of Fire Programs Fund Grant, 1920001-2017, as a result of an award from the Virginia Department of Fire Programs. The Fire Programs Fund provides funding for: fire services training; constructing, improving, and expanding regional fire service training facilities; public fire safety education; purchasing firefighting equipment or firefighting apparatus; or purchasing protective clothing and protective equipment for firefighting personnel. Program revenues may not be used to supplant County funding for these activities. The program serves residents of Fairfax County as well as the towns of Clifton and Herndon. These funds will continue to support 10/8.8 FTE grant positions. The County is under no obligation to continue these positions once grant funding has expired. There is no Local Cash Match associated with this award.
- On June 29, 2017 (AS 17296), an increase of \$346,852 to both revenue and expenditures was appropriated for the Virginia Department of Fire Programs Fund Grant, 1920001-2017, as a result of a supplemental award from the Virginia Department of Fire Programs. The Fire Programs Fund provides funding for: fire services training; constructing, improving, and expanding regional fire service training facilities; public fire safety education; purchasing firefighting equipment or firefighting apparatus; or purchasing protective clothing and protective equipment for firefighting personnel. Program revenue may not be used to supplant County funding for these activities. The program serves residents of Fairfax County as well as the towns of Clifton and Herndon. These funds will continue to support 10/8.8 FTE grant positions. The County is under no obligation to continue these positions once grant funding has expired. There is no Local Cash Match associated with this award.
- On March 2, 2017 (AS 17201), an increase of 148,240 to revenues, expenditures, and Local Cash Match was appropriated for the Rescue Squad Assistance Fund Grant, 1920036-2016, as a result of an award from the Virginia Department of Health, Office of Emergency Medical Services. These

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FEDERAL/STATE GRANT FUND

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funds will provide training and equipment for eligible rescue squads and organizations. The grant period extends from January 1, 2017 to December 31, 2017. The required Local Cash Match of \$74,120 is available from the Local Cash Match Reserve. There are no positions associated with this grant.

- On June 8, 2017 (AS 17264), an increase of \$537,337 to revenues, expenditures, and Local Cash Match was appropriated for the Assistance to Firefighters Grant, 1920040-2016, for the Fire and Rescue Department as a result of an award from the U.S. Department of Homeland Security. Funding will support County projects that protect the public and emergency personnel from fire related hazards and increase the knowledge and skills of Emergency Medical Services staff. There are no positions associated with this award. The Local Cash Match requirement of \$70,087 is available from the Local Cash Match reserve.

Emergency Preparedness

An increase of \$50,000 was appropriated to revenues and expenditures for Emergency Preparedness as a result of the following adjustment:

- On March 27, 2017 (AS 17204), an increase of \$50,000 to both revenues and expenditures was appropriated for the Technical Rescue Equipment Grant, 1HS0009-2016, as the result of an award from the U.S. Department of Homeland Security (DHS). DHS, through the D.C. Homeland Security and Emergency Management Agency, is providing funding for the procurement of structural technical rescue equipment. There are no positions associated with this grant and no Local Cash Match is required.

FUND STATEMENT

Fund 50000, Federal/State Grant Fund

	FY 2017 Estimate	FY 2017 Actual	Increase (Decrease) (Col. 2-1)	FY 2018 Adopted Budget Plan	FY 2018 Revised Budget Plan	Increase (Decrease) (Col. 5-4)
Beginning Balance ¹	\$36,803,117	\$36,803,117	\$0	\$742,263	\$39,294,262	\$38,551,999
Revenue:						
Federal Funds	\$140,293,217	\$64,907,796	(\$75,385,421)	\$0	\$86,509,236	\$86,509,236
State Funds	47,288,808	32,389,481	(14,899,327)	0	15,465,922	15,465,922
Other Revenue	3,025,178	2,664,108	(361,070)	0	466,806	466,806
Other Match	791,500	(10,000)	(801,500)	0	801,500	801,500
Reserve for Estimated Grant Funding	32,940,125	0	(32,940,125)	108,631,874	105,217,669	(3,414,205)
Total Revenue	\$224,338,828	\$99,951,385	(\$124,387,443)	\$108,631,874	\$208,461,133	\$99,829,259
Transfers In:						
General Fund (10001)						
Local Cash Match	\$5,480,836	\$5,003,522	(\$477,314)	\$0	\$247,162	\$247,162
Reserve for Estimated Local Cash Match	0	477,314	477,314	5,106,999	4,859,837	(247,162)
Total Transfers In	\$5,480,836	\$5,480,836	\$0	\$5,106,999	\$5,106,999	\$0
Total Available	\$266,622,781	\$142,235,338	(\$124,387,443)	\$114,481,136	\$252,862,394	\$138,381,258
Expenditures:						
Emergency Preparedness ²	\$25,398,793	\$14,124,199	(\$11,274,594)	\$0	\$9,801,329	\$9,801,329
Economic Development Authority	300,000	0	(300,000)	0	300,000	300,000
Dept. of Housing and Community Development	1,758,905	1,701,678	(57,227)	0	1,451,611	1,451,611
Office of Human Rights	613,541	210,620	(402,921)	0	402,921	402,921
Department of Transportation	56,831,096	10,226,082	(46,605,014)	0	55,541,050	55,541,050
Fairfax County Public Library	5,771	0	(5,771)	0	5,771	5,771
Department of Family Services	48,765,742	35,275,038	(13,490,704)	0	14,622,527	14,622,527
Health Department	6,500,696	4,818,520	(1,682,176)	0	1,611,777	1,611,777
Office to Prevent and End Homelessness	2,788,326	2,159,426	(628,900)	0	588,571	588,571
Fairfax-Falls Church Community Svcs Board	42,637,914	19,287,489	(23,350,425)	0	22,605,576	22,605,576
Dept. Neighborhood and Community Svcs	924,963	626,734	(298,229)	0	668,182	668,182
Circuit Court and Records	29,619	29,619	0	0	0	0
Juvenile and Domestic Relations District Court	746,193	317,351	(428,842)	0	428,137	428,137
Commonwealth's Attorney	127,798	29,851	(97,947)	0	97,947	97,947
General District Court	1,249,987	716,098	(533,889)	0	504,675	504,675
Police Department	7,107,953	2,941,435	(4,166,518)	0	4,214,267	4,214,267
Office of the Sheriff	148,689	0	(148,689)	0	148,689	148,689
Fire and Rescue Department	27,903,155	10,107,883	(17,795,272)	0	20,291,933	20,291,933
Department of Public Safety Communications	1,768,255	369,053	(1,399,202)	0	1,399,202	1,399,202
Department of Animal Sheltering	0	0	0	0	25,462	25,462
Unclassified Administrative Expenses	40,273,122	0	(40,273,122)	113,738,873	117,410,503	3,671,630
Total Expenditures	\$265,880,518	\$102,941,076	(\$162,939,442)	\$113,738,873	\$252,120,130	\$138,381,257
Total Disbursements	\$265,880,518	\$102,941,076	(\$162,939,442)	\$113,738,873	\$252,120,130	\$138,381,257
Ending Balance ³	\$742,263	\$39,294,262	\$38,551,999	\$742,263	\$742,264	\$1

¹ The FY 2018 Revised Budget Plan Beginning Balance reflects \$12,548,368 in Local Cash Match carried over from FY 2017. This includes \$5,215,371 in Local Cash Match previously appropriated to agencies but not yet expended, \$3,132,402 in Local Cash Match held in the Local Cash Match reserve grant, and \$4,200,595 in the Reserve for Estimated Local Cash Match.

² Emergency Preparedness grant funding is reflected as a separate category in order to centrally identify grant funds earmarked for security and emergency preparedness requirements. Agencies currently involved in this effort include the Department of Information Technology, Health Department, Police Department, Fire and Rescue Department, Office of Emergency Management, and the Department of Public Safety Communications.

³ The Ending Balance in Fund 50000, Federal-State Grant Fund, fluctuates primarily due to timing, as some revenues received late in the fiscal year have not been by spent by June 30 as the time period for spending grant funds often continues beyond the end of the fiscal year.

ATTACHMENT VI:
OTHER FUNDS DETAIL

APPROPRIATED FUNDS

General Fund Group

Fund 10030, Contributory Fund

\$100,000

FY 2018 expenditures are recommended to increase \$100,000 due to funds carried over and appropriated from fund balance for the Northern Virginia Emergency Response System (NVERS).

FY 2017 actual expenditures reflect a decrease of \$132,507, or 1.0 percent, from the *FY 2017 Revised Budget Plan* amount of \$13,324,484. The balance is primarily attributable to unexpended funds that were provided by the Board of Supervisors during the *FY 2016 Carryover Review* for NVERS. NVERS is an organization which serves as a collaborative partnership between local governments, the Commonwealth of Virginia, and the private sector to build emergency management and homeland security capacity. Based on the Memorandum of Understanding (MOU) between the County and NVERS negotiated during FY 2017, the County's annual membership dues are \$10,000. In addition, because the organization relies upon grants to fund specific projects, the County will provide one-time refundable equity contribution of \$100,000 which will help to create a cash flow reserve to cover grant reimbursable operating expenses, due to lags in receiving reimbursements. The payment of the one-time equity contribution to NVERS was delayed during FY 2017 while the MOU was negotiated. As a result, \$100,000 is carried over into FY 2018 and appropriated from fund balance to make the contribution to NVERS.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$36,070, an increase of \$32,507.

Fund 10040, Information Technology

\$27,145,329

FY 2018 expenditures are recommended to increase \$27,145,329 due to the carryover of unexpended project balances of \$24,703,754, an increase of \$1,515,377 to support the Planning and Land Use System (PLUS) project, reflecting the additional revenue received in FY 2017 due to increased development activity, and a net increase due to higher than budgeted FY 2017 revenue of \$926,198. Adjustments associated with increased revenue include an increase of \$135,701 reflecting higher than anticipated interest income, the appropriation of \$285,999 in Electronic Summons revenue and the appropriation of \$336,473 in State Technology Trust Fund revenue and \$168,025 in Courts Public Access Network (CPAN) revenue to be used for Circuit Court operations.

FY 2017 actual expenditures reflect a decrease of \$24,703,754, from the *FY 2017 Revised Budget Plan* allocation of \$37,144,136, reflecting unexpended project balances and is carried over to FY 2018.

Actual revenues in FY 2017 total \$2,052,200, an increase of \$926,198 over the FY 2017 estimate of \$1,126,002 due to the receipt of additional State Technology Trust Fund, Court Public Access Network (CPAN), and Electronic Summons revenue, as well as higher than anticipated interest income.

The FY 2018 General Fund transfer to Fund 10040 reflects an increase of \$1,515,377 over the FY 2018 Adopted Budget Plan level to support the PLUS project noted above.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be unchanged at \$0.

The following project adjustments are required at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Circuit Court Case Management System (2G70-021-000)	\$168,025	Increase reflects the appropriation of Courts Public Access Network (CPAN) revenue to fund upgrades to the Circuit Court Case Management System.
Circuit Court - Court Automated Records System (2G70-022-000)	336,473	Increase reflects the appropriation of State Technology Trust Fund revenue to support Court technology modernization and enhancement projects.
Department of Information Technology (DIT) Tactical Initiatives (2G70-015-000)	135,701	Increase reflects the appropriation of higher than projected Interest Income.
Electronic Summons (2G70-067-000)	285,999	Increase reflects the appropriation of Electronic Summons revenue to support anticipated project requirements in FY 2018.
Geospatial Initiatives (IT-000028)	683	The increase reflects a reallocation from Project 2G70-003-000 to support anticipated requirements in FY 2018.
GIS-Oblique Imagery (2G70-003-000)	(683)	Reallocation to IT-000028 due to project completion.
Optimization Reserve (2G70-017-000)	(73,327)	Reallocation to 2G70-069-000 due to project completion.
Planning and Land Use System (PLUS) (IT-000019)	1,515,377	Increase reflects the additional revenue received in FY 2017 due to increased development activity. Consistent with the Economic Strategic Success Plan, PLUS will serve as a consolidated, integrated enterprise solution to enable seamless customer and staff interactions as well as land development operations.
Police Records Management System (2G70-039-000)	(13,279)	Reallocation to IT-000013 due to project completion.
Police RMS Refresh (IT-000013)	13,279	The increase reflects a reallocation from Project 2G70-039-000 to support anticipated requirements in FY 2018.
Tax System Modernization Project (2G70-069-000)	73,327	The increase reflects a reallocation from Project 2G70-017-000 to support anticipated requirements in FY 2018.
Total	\$2,441,575	

Debt Service Funds

Fund 20000, Consolidated Debt Service
\$22,148,358

FY 2018 expenditures are recommended to increase \$22,148,358 for anticipated debt requirements in FY 2018 associated with bond sales and capital requirements as outlined in the FY 2018-FY 2022 Adopted Capital Improvement Program. Also, included in this amount is an additional appropriation of \$900,000 provided for the optional redemption for the Fairfax County Redevelopment and Housing Authority (RHA) Series 2003 for the Gum Springs Head Start Facility. Upon payoff, the deed will be recorded transferring ownership of the property from the RHA to the County. The facility had been in receipt of federal grant funding for capital renovations to the site. County ownership of the property, rather than through a lease with the RHA, provides the assurance to the federal government of a County commitment to continue operating the Head Start program following the investment of federal funds on site.

FY 2017 actual expenditures reflect a decrease of \$21,533,155 from the *FY 2017 Revised Budget Plan* amount of \$333,285,595. This is primarily attributable to lower than anticipated expenditures for new money bond sales.

Actual revenues in FY 2017 total \$3,295,203 which is an increase of \$615,203 over the FY 2017 estimate of \$2,680,000. This is due mainly to additional funding of \$646,804 as part of the Build America Bonds interest subsidy, partially offset by a net reduction of \$31,601.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$0.

Capital Project Funds

Fund 30010, General Construction and Contributions
\$203,606,450

FY 2018 expenditures are recommended to increase \$203,606,450 due to the carryover of unexpended project balances in the amount of \$176,682,686 and an adjustment of \$26,923,764. This adjustment includes an increase to the General Fund transfer of \$262,849 to support Strike Force Blight Abatement Project, \$15,400,000 to support the demolition of the Massey Building and \$4,177,276 for the Capital Sinking Reserve Funds to support prioritized critical infrastructure replacement and upgrades.

In addition, an increase of \$5,000,000 is appropriated to support the redevelopment of the Original Mount Vernon High School site and \$1,175,000 is appropriated to support higher than anticipated construction costs associated with the redevelopment of Lewinsville facility. These increases are anticipated to be supported by EDA bonds. An additional appropriation of \$300,000 is associated with actual bond sales in January 2017 which will support the Northern Virginia Regional Park Authority's Jean R. Packard Occoquan Center.

Lastly, the adjustment includes the appropriation of revenues received in FY 2017, including: \$22,504 in Emergency Directive Program revenue, \$56,760 in Strike Force Blight Abatement project revenue, \$9,932 in Grass Mowing Directive Program revenue, \$117,510 in park contributions received associated with the replacement of a culvert at Lake Accotink, \$565,140 in additional Developer Defaults revenue, \$363,773 in Developer Streetlights Program revenue, \$51,768 in higher than anticipated contributions for streetlight improvements, \$204,256 in higher than anticipated Athletic Service Fee revenue, and \$716,996 in reimbursement revenue associated with the completion of the Merrifield Center. These adjustments are partially offset by a transfer out in the amount of \$1,500,000 from General Fund balances in the Merrifield Center project available to provide funding for the Emergency Systems Failures project in Fund 30020, Infrastructure Upgrades and Replacement. The following project adjustments are required at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Airborne Infection Isolation Room Improvements (HS-000014)	(\$497,498)	Decrease due to project completion. Funding is reallocated to the Contingency-General Fund.
Athletic Services Fee-Custodial Support (2G79-219-000)	30,638	Increase necessary to appropriate higher than anticipated Athletic Services Fee revenues received in FY 2017.
Athletic Services Fee-Diamond Field Maintenance (2G51-003-000)	51,064	Increase necessary to appropriate higher than anticipated Athletic Services Fee revenues received in FY 2017.
Athletic Services Fee-Turf Field Replacement (PR-000097)	122,554	Increase necessary to appropriate higher than anticipated Athletic Services Fee revenues received in FY 2017.

Project Name (Number)	Increase/ (Decrease)	Comments
Burkholder Renovations (GF-000022)	265,000	Increase necessary to support the construction costs associated with the renovation of the Burkholder Building. The Burkholder Building will be vacated upon occupancy of the Public Safety Headquarters (PSHQ) anticipated to begin in October 2017. Once vacated, the outdated mechanical, electrical, plumbing systems and elevator will be replaced, the building envelop will be repaired and the all associated ADA accessibility items will be updated.
Capital Sinking Fund for County Roads (RC-000001)	1,193,507	Increase necessary to support prioritized critical infrastructure replacement and upgrades to County owned roads and service drives. This project provides for a sinking reserve fund in accordance with recommendations of the Infrastructure Financing Committee (IFC). The Infrastructure Sinking Reserve Fund is funded as part of the Carryover Review by committing 20 percent of the unencumbered Carryover balances not needed for critical requirements. The Board of Supervisors previously approved the allocation of the total sinking fund based on specific percentages for each infrastructure area, including: 55 percent for FMD, 20 percent for Parks, 10 percent for walkways, 10 percent for County roads and service drives, and 5 percent for revitalization.
Capital Sinking Fund for Parks (PR-000108)	2,504,525	Increase necessary to support prioritized critical infrastructure replacement and upgrades to park facilities. This project provides for a sinking reserve fund in accordance with recommendations of the Infrastructure Financing Committee (IFC). The Infrastructure Sinking Reserve Fund is funded as part of the Carryover Review by committing 20 percent of the unencumbered Carryover balances not needed for critical requirements. The Board of Supervisors previously approved the allocation of the total sinking fund based on specific percentages for each infrastructure area, including: 55 percent for FMD, 20 percent for Parks, 10 percent for walkways, 10 percent for County roads and service drives, and 5 percent for revitalization. In addition, an increase is included in the amount of \$117,510 to appropriate revenue received in FY 2017 from Washington Gas and Dominion Power. This contribution will supplement sinking funds set aside for the replacement of a culvert at Lake Accotink.

Project Name (Number)	Increase/ (Decrease)	Comments
Capital Sinking Fund for Revitalization (CR-000007)	596,754	Increase necessary to support prioritized critical infrastructure replacement and upgrades in revitalization areas. This project provides for a sinking reserve fund in accordance with recommendations of the Infrastructure Financing Committee (IFC). The Infrastructure Sinking Reserve Fund is funded as part of the Carryover Review by committing 20 percent of the unencumbered Carryover balances not needed for critical requirements. The Board of Supervisors previously approved the allocation of the total sinking fund based on specific percentages for each infrastructure area, including: 55 percent for FMD, 20 percent for Parks, 10 percent for walkways, 10 percent for County roads and service drives, and 5 percent for revitalization.
Contingency-General (2G25-091-000)	636,328	Increase necessary due to adjustment noted herein.
Developer Defaults (2G25-020-000)	565,140	Increase necessary to appropriate higher than anticipated Developer Defaults revenues received in FY 2017.
Developer Street Light Program (2G25-024-000)	363,773	Increase necessary to appropriate Developer Streetlight Program revenues received in FY 2017.
Emergency Directive Program (2G25-018-000)	22,504	Increase necessary to appropriate revenue received in FY 2017 associated with collections from homeowners, banks, or settlement companies, for the abatement services for both emergency and non-emergency directive related to health and safety violations, grass moving 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.
Grass Mowing Directive Program (2G97-002-000)	9,932	Increase necessary to appropriate revenue received in FY 2017 associated with the Grass Mowing Directive Program. The Department of Code Compliance supports the community through programs pertaining to grass ordinances in order to investigate and resolve violations and concerns in both residential and commercial areas.
Lewinsville Redevelopment (HS-000011)	1,175,000	Increase necessary due to a higher than anticipated construction contract award. EDA bonds will support the redevelopment of the Lewinsville senior housing and human services facility. The planned project includes the demolition of the current facility and construction of two buildings, which will provide 82 units of "Independent Living" housing for the elderly, space for the Health Department's Adult Day care facility, two child day care centers, and expansion of services of the existing Senior Center programs operated by the Department of Neighborhood and Community Services.

Project Name (Number)	Increase/ (Decrease)	Comments
Massey Building Demolition (GF-000023)	15,400,000	Increase necessary to continue to fund the construction costs associated with the demolition of the Massey Building. This includes asbestos removal, demolition, and restoration of the site. The total project is estimated to cost \$20 million. Funding in the amount of \$4.6 million has been approved to date and of \$15.4 million remains to be funded. It is anticipated that the Massey Building will be vacated and ready for demolition by summer 2019.
Merrifield Center (HS-000005)	(1,048,004)	Decrease necessary to appropriate revenue in the amount of \$716,996 received in FY 2017 associated with the Merrifield Human Services Center. This increase is partially offset by a reallocation of General Fund balance available to support the renovation of the Burkholder Building in the amount of \$265,000 and a transfer out of \$1,500,000 to Fund 30020, Infrastructure Upgrades and Replacements to support the Emergency Systems Failures project.
Minor Streetlight Upgrades (2G25-026-000)	51,768	Increase necessary to appropriate higher than anticipated Minor Streetlights Program revenues received in FY 2017.
NVRPA Contributions (2G06-003-000)	300,000	Increase necessary to appropriate bond sale revenues received in FY 2017. As part of the approval of 2016 Park Bond Referendum, additional funding in the amount of \$300,000 was included to support the planned Jean R. Packard Occoquan Center.
Original Mount Vernon High School (2G25-102-000)	5,000,000	Increase necessary to support County programs and the redevelopment master planning efforts at the Original Mount Vernon High School (OMVHS) site. Funding is required in FY 2018 to begin the design work for the Early Childhood Education Program, Teen/Senior Center Programs and the overall redevelopment master planning efforts at the site. Consistent with the Master Plan to be approved by the Board of Supervisors, construction of 4 Early Head Start classrooms serving 32 children and 3 Pre-K classrooms serving 54 children, will be supported by these funds. Licensing standards and potential Early Head Start/Head Start funding dictates several changes to the existing classrooms and bathrooms. Funding will also provide for ADA improvements including the addition of an elevator and accessible restrooms to support the senior/teen programs and required HVAC and electrical work for this phase of the project. It is anticipated that financing for the redevelopment of the OMVHS site will be funded through the issuance of EDA bonds.
Service Drive Study (2G25-095-000)	(138,830)	Decrease due to project completion. Funding is reallocated to the Contingency-General Fund.

Project Name (Number)	Increase/ (Decrease)	Comments
Strike Force Blight Abatement (2G97-001-000)	319,609	Increase necessary to appropriate abatement revenue received in the amount of \$56,760 as well as zoning violation revenues that have exceeded the base revenue amount by \$262,849 associated with the Strike Force Blight Abatement project. As part of the <u>FY 2009 Adopted Budget Plan</u> budget guidelines, the Board of Supervisors directed that any revenue generated from zoning violation fines in excess of the baseline total of \$122,215 be made available to support the activities of the Department of Code Compliance. The adjustment amount is associated with FY 2017 actual revenues received as well as a reconciliation of revenue received in previous years. The Department of Code Compliance supports the community through programs pertaining to zoning, building, property maintenance, health, and fire codes as well as blight ordinances in order to investigate and resolve violations and concerns in both residential and commercial areas.
Total	\$26,923,764	

Fund 30020, Infrastructure Replacement and Upgrades**\$29,043,261**

FY 2018 expenditures are recommended to increase \$29,043,261 due to the carryover of unexpended project balances in the amount of \$20,527,657 and an adjustment of \$8,515,604. This adjustment includes the appropriation of revenues in the amount of \$451,313 received in FY 2017 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, and an increase of \$1,500,000 to support emergency systems failures that occur at aging County facilities throughout the year. In addition, an increase of \$6,564,291 is transferred from the General Fund for the Capital Sinking Fund for Facilities in accordance with recommendations of the Infrastructure Financing Committee (IFC). The Infrastructure Sinking Reserve Fund is funded as part of the Carryover Review by committing 20 percent of the unencumbered Carryover balances not needed for critical requirements. The following project adjustments are recommended at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Capital Sinking Fund for Facilities (GF-000029)	\$6,564,291	Increase necessary to support prioritized critical infrastructure replacement and upgrades. This project provides for a sinking reserve fund in accordance with recommendations of the Infrastructure Financing Committee (IFC). The Infrastructure Sinking Reserve Fund is funded as part of the Carryover Review by committing 20 percent of the unencumbered Carryover balances not needed for critical requirements. The Board of Supervisors previously approved the allocation of the total sinking fund based on specific percentages for each infrastructure area, including 55 percent for FMD, 20 percent for Parks, 10 percent for walkways, 10 percent for County roads and service drives, and 5 percent for revitalization.

Project Name (Number)	Increase/ (Decrease)	Comments
Emergency Systems Failures (2G08-005-000)	1,500,000	Increase necessary to support emergency systems failures that occur at aging County facilities throughout the year. Funding will provide for emergency repairs at County facilities in the event of a major systems failure such as a large HVAC system, or other unforeseen event. The County has very limited capacity to deal with potential system failures. Although preventative maintenance is preferred, as the inventory of County facilities age, emergency repairs and maintenance requirements continue to grow. In recent years, several unanticipated emergency repairs have been necessary, including the replacement of the Kings Park Library's HVAC roof-top unit, which developed internal deficiencies causing the unit to repeatedly shutdown without warning, the remediation of water infiltration at the Gum Springs Community Center, and tunnel remediation at the Lorton Workhouse Arts Foundation. This increase will provide a source of funding for these types of unforeseen emergency repairs and, in combination with the remaining project balance, will provide for approximately \$4,000,000 in available funding at the beginning of FY 2018.
MPSTOC County Support for Renewal (2G08-008-000)	398,029	Increase necessary to appropriate revenues received in FY 2017. An amount of \$398,029 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.
MPSTOC State Support for Renewal (2G08-007-000)	53,284	Increase necessary to appropriate revenue received in FY 2017. An amount of \$53,284 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.
Total	\$8,515,604	

Fund 30030, Library Construction**\$26,699,129**

FY 2018 expenditures are recommended to increase \$26,699,129 due to the carryover of unexpended project balances in the amount of \$26,299,129 and the appropriation of bond premium in the amount of \$400,000. The following adjustments are required at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Contingency-Bonds (5G25-057-000)	\$2,200,000	Increase necessary to appropriate bond premium in the amount of \$400,000 received in FY 2017 associated with the January 2017 bond sale. In addition, an amount of \$1,800,000 in bond funding is reallocated to contingency based on the substantial completion of the Woodrow Wilson Community Library-2004 project.
Woodrow Wilson Community Library-2004 (LB-000007)	(1,800,000)	Decrease due to substantial project completion. Funding is reallocated to the Bond Contingency project.
Total	\$400,000	

Fund 30040, Contributed Roadway Improvements**\$36,182,039**

FY 2018 expenditures are recommended to increase \$36,182,039 due to the carryover of unexpended project balances in the amount of \$35,767,141 and other adjustments of \$414,898. This adjustment is based on actual revenue received in FY 2017 in the amount of \$71,110 and interest earnings of \$343,788. 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 adjustments are required at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Centreville Developer Contributions (2G40-032-000)	\$6,596	Increase necessary based on the appropriation of interest earnings received in FY 2017.
Countywide Developer Contributions (2G40-034-000)	143,849	Increase necessary based on the appropriation of interest earnings received in FY 2017.
Fairfax Center Developer Contributions (2G40-031-000)	81,721	Increase necessary based on the appropriation of \$50,000 in revenue received in FY 2017 and \$31,721 in interest earnings received in FY 2017.
Tysons Corner Developer Contributions (2G40-035-000)	182,732	Increase necessary to appropriate funding of \$21,110 in revenues received in FY 2017 and \$161,622 in interest earnings received in FY 2017.
Total	\$414,898	

Fund 30050, Transportation Improvements**\$115,705,160**

FY 2018 expenditures are recommended to increase \$115,705,160 due to the carryover of unexpended project balances. The following project adjustments are required at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Cinder Bed Road Improvements (5G25-054-000)	\$100,000	Increase necessary to support higher than anticipated construction costs associated with Cinder Bed Road Improvements. This increase is supported by a reallocation from Contingency – Bonds.
Contingency – Bonds (5G25-027-000)	(1,050,000)	Decrease necessary to support projects noted below.
Jefferson Manor Improvements – Phase IIIA (2G25-097-000)	250,000	Increase necessary to support higher than anticipated costs associated with Right-of-Way, utility relocation, and construction of Jefferson Manor Improvements. This increase is supported by a reallocation from Contingency – Bonds.
Lorton Arts Access Road (TS-000020)	200,000	Increase necessary to support higher than anticipated costs associated with utility relocation and construction of Lorton Art Access Road. This increase is supported by a reallocation from Contingency – Bonds.
Pedestrian Improvements – Bond Funded (ST-000021)	500,000	Increase necessary to support Pedestrian Improvement projects. These funds will support higher than anticipated Right-of-Way and construction costs associated with several walkway projects underway including: Route 7 Walkway from Rio Drive to Glenmore Drive and Telegraph Road Walkway from South Kings Highway to Lee District Park. This increase is supported by a reallocation from Contingency – Bonds.
Total	\$0	

Fund 30060, Pedestrian Walkway Improvements**\$4,077,600**

FY 2018 expenditures are recommended to increase \$4,077,600 due to the carryover of unexpended project balances in the amount of \$2,880,370 and an adjustment of \$1,197,230. This adjustment is required to appropriate \$3,723 in developer contributions received in FY 2017 for walkways in the Mt. Vernon District. In addition, \$1,193,507 is transferred from the General Fund for the Capital Sinking Fund for Walkways in accordance with recommendations of the Infrastructure Financing Committee (IFC). The Infrastructure Sinking Reserve Fund is funded as part of the Carryover Review by committing 20 percent of the unencumbered Carryover balances not needed for critical requirements. The following adjustments are required at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Capital Sinking Fund for Walkways (ST-000042)	\$1,193,507	Increase necessary to support prioritized critical infrastructure replacement and upgrades for walkways. This project provides for a sinking reserve fund in accordance with recommendations of the Infrastructure Financing Committee (IFC). The Infrastructure Sinking Reserve Fund is funded as part of the Carryover Review by committing 20 percent of the unencumbered Carryover balances not needed for critical requirements. The Board of Supervisors previously approved the allocation of the total sinking fund based on specific percentages for each infrastructure area, including: 55 percent for FMD, 20 percent for Parks, 10 percent for walkways, 10 percent for County roads and service drives, and 5 percent for revitalization.
Walkways - Mount Vernon District (ST-000028)	3,723	Increase necessary to appropriate revenues received in FY 2017. Developer contributions will support walkway improvements in the Mount Vernon District.
Total	\$1,197,230	

Fund 30070, Public Safety Construction**\$249,264,631**

FY 2018 expenditures are recommended to increase \$249,264,631 due to the carryover of unexpended project balances of \$247,349,331, the appropriation of proffer revenue in the amount of \$20,300 received in FY 2017 associated with the Fire Department's Emergency Vehicle Preemption Program, and the appropriation of bond premium in the amount of \$1,895,000 associated with the January 2017 bond sale. The following project adjustments are required at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
ADC Sewer Grinder (AD-000001)	(\$26,541)	Decrease due to project completion. Funding is reallocated to the General Fund Contingency project.
Contingency – Bonds (2G25-061-000)	2,258,590	Increase necessary to appropriate bond premium in the amount of \$1,895,000 received in FY 2017 associated with the January 2017 bond sale. In addition, \$738,590 in bond funding is reallocated to contingency based on the substantial completion of several projects, as noted herein. This increase is partially offset by a decrease of \$375,000, which is reallocated to the Lorton Volunteer Fire Station project due to a higher than anticipated construction contract award.
Contingency – General Fund (2G25-096-000)	40,568	Increase necessary to reallocate funding to contingency based on the substantial completion of several projects as noted herein.
Courthouse Data Center Study (2G08-010-000)	(14,027)	Decrease due to project completion. Funding is reallocated to the General Fund Contingency project.
Fire Training Academy-2006 (FS-000008)	(508,910)	Decrease due to project completion. Funding is reallocated to the Bonds Contingency project.
Lorton Volunteer Fire Station (FS-000011)	375,000	Increase necessary to support a higher than anticipated construction contract award. This project provides for a new two-story, four-bay station, demolition of the existing station, site improvements, and a temporary fire station to maintain operations during construction.
Traffic Light Preemptive Devices (PS-000008)	20,300	Increase necessary to appropriate proffer revenue received in FY 2017 associated with the Fire Department's Emergency Vehicle Preemption Program. The Emergency Vehicle Preemptive Program provides for the installation of vehicle preemption equipment on designated traffic signals along primary travel routes from the closest fire stations to a planned development. The goal of the Preemption Program initiative is to improve response times to emergency incidents as well as safety for firefighters, residents, and visitors in Fairfax County.
West Ox Animal Shelter Renovation-2006 (OP-000001)	(229,681)	Decrease due to project completion. Funding is reallocated to the Bonds Contingency project.
Total	\$1,915,300	

Fund 30090, Pro Rata Share Drainage Construction**\$3,305,160**

FY 2018 expenditures are recommended to increase \$3,305,160 due to the carryover of unexpended project balances in the amount of \$818,441 and an adjustment of \$2,486,719 to appropriate pro rata share revenues received during FY 2017. The following adjustment is recommended at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Countywide Watershed (SD-000040)	\$2,486,719	Increase necessary to appropriate revenues received during FY 2017. Funds will be used to complete Countywide storm drainage projects. On January 27, 2015, the Board of Supervisors approved an amendment to the County's Uniform Pro-rata Share Assessment Program. The old program stipulated that funds collected from a specific watershed could only be utilized for the construction of drainage improvement projects located within that watershed. The new amended program includes a single Countywide rate for assessment purposes and a single project across all 30 major watersheds. All assessments collected are aggregated and used for any eligible project within the County.
Total	\$2,486,719	

Fund 30300, Affordable Housing Fund**\$30,405,087**

FY 2018 expenditures are recommended to increase \$30,405,087 due the carryover of unexpended project balances of \$29,096,065 and the appropriation of \$1,309,022 in program income received in FY 2017. The following adjustments are recommended at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Affordable/Workforce Housing (2H38-072-000)	\$8,871	Increase necessary due to the appropriation of additional program income received in FY 2017 associated primarily with loan repayments.
Mt. Vernon Garden Apartments (HF-000083)	500,000	Increase necessary to initiate renovation of 34 apartments in the Mount Vernon District.
Oakwood Senior Housing (HF-000084)	\$800,151	Increase necessary to fund engineering, legal and real estate consulting services for proposed project consisting of 120 to 150 senior residential units in the Lee District.
Total	\$1,309,022	

Fund 30310, Housing Assistance Program**\$6,154,629**

FY 2018 expenditures are recommended to increase \$6,154,629 due to unexpended project balances. In addition, the following adjustments are recommended at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Fairhaven Public Improvements-County (2H38-089-000)	(\$308,825)	This decrease is necessary to close out this project as well as reallocate funds to RAD Phase II (30310) (2H38-212-000).
Fairhaven Public Improvements-Sec 108 (2H38-088-000)	(87,159)	This decrease is necessary to close out this project as well as reallocate funds to RAD Phase II (30310) (2H38-212-000).
Gum Springs Public Improvements (2H38-090-000)	(5,517)	This decrease is necessary to close out this project as well as reallocate funds to RAD Phase II (30310) (2H38-212-000).
James Lee Community Center (2H38-092-000)	(3,441)	This decrease is necessary to close out this project as well as reallocate funds to RAD Phase II (30310) (2H38-212-000).
James Lee Road Improvement (2H38-093-000)	(14,269)	This decrease is necessary to close out this project as well as reallocate funds to RAD Phase II (30310) (2H38-212-000).
James Lee Road Improvement-Sec 108 (2H38-095-000)	(25,414)	This decrease is necessary to close out this project as well as reallocate funds to RAD Phase II (30310) (2H38-212-000).
RAD Phase II (30310) (2H38-212-000)	444,626	This increase is necessary to support RAD Phase II maintenance and repairs for the remaining 766 Public Housing units converting to RAD in FY 2018.
Total	\$0	

Fund 30400, Park Authority Bond Construction**\$126,762,291**

FY 2018 expenditures are recommended to increase \$126,762,291 due to the carryover of unexpended project balances in the amount of \$123,476,941 and an adjustment of \$3,285,350. The adjustment includes \$2,450,000 associated with the appropriation of bond premium received as part of the January 2017 bond sale and \$835,350 associated with grant revenue received in FY 2017. The following adjustments are recommended at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Existing Facility Renovations-2012 (PR-000091)	\$3,285,350	Increase necessary to appropriate bond premium in the amount of \$2,450,000 received in FY 2017 associated with the January 2017 bond sale and to appropriate the grant revenue received in the amount of \$205,360 associated with Chessie's Trail and \$629,990 associated with Liberty Bell-Pohick Stream Valley Trail.
Total	\$3,285,350	

Special Revenue Funds

Fund 40000, County Transit Systems

\$15,611,443

FY 2018 expenditures are recommended to increase \$15,611,443 due to the following: the carryover of unspent capital projects Funds of \$7,171,809 and encumbered operating expenses of \$2,501,245; anticipated expenses for the purchase of ten new buses for \$5,000,000; an increase in the County's operating subsidy to the Virginia Railway Express of \$938,389. The latter two items are both offset by use of the County's share of state aid revenues.

FY 2017 actual expenditures reflect a decrease of \$20,043,270 or 18.5 percent, from the *FY 2017 Revised Budget Plan* amount of \$108,205,115. Of this amount, \$2,501,245 is included as encumbered carryover in FY 2018 and \$7,171,809 reflects carried over funds for capital projects. The remaining balance of \$10,370,216 is primarily attributable to lower than projected operating expenses for contractor costs, fuel savings, Capital Equipment savings, and other Operating savings.

Actual revenues in FY 2017 total \$19,213,983 a decrease of \$10,369,970 or 35.1 percent, from the FY 2017 estimate of \$29,583,953 primarily due to lower than anticipated state aid in support of bus operating and capital needs of \$10,775,190. This was partially offset by additional net revenues of \$405,220 from sources such as SmarTrip, Bus Advertising, and the Bus Shelter Program.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$125,000 which is held in reserve for unanticipated future County maintenance expenditures related to the Bus Shelter Program.

Fund 40010, County and Regional Transportation Projects

\$315,026,975

FY 2018 expenditures are recommended to increase \$315,026,975 due to the carryover of unexpended project balances of \$281,506,737 and net capital project adjustments of \$33,520,238.

FY 2018 Revenues are recommended to increase \$134,791,088 due to \$50,000,000 in Economic Development Authority (EDA) bond revenues expected to provide additional support for transportation projects endorsed by the Board of Supervisors in July 2012 as part of the Four-Year Transportation Plan. As part of the updated Transportation Priorities Plan (TPP), preliminary revenue assumptions include an additional \$50,000,000 in requested EDA bonds to be utilized toward costs for the Soapstone Drive Overpass Project. In addition, \$26,199,000 is anticipated through a combination of Northern Virginia Transportation Authority (NVTA) 30% and 70% funding. There is also \$6,000,000 of funding from the Northern Virginia Transportation Commission (NVTC) for the Herndon Bus Operating Facility and \$1,715,279 in grant funds for the Route 29 widening project. Lastly, there is \$876,809 in revenues from the Metropolitan Washington Airports Authority (MWAA) for reimbursement to the County for project work at the Wiehle-Reston East Metrorail parking garage.

An FY 2018 Transfer Out of \$3,451,133 to Fund 40125, Metrorail Parking System Pledged Revenues, is included for the portion of debt service payments at the Wiehle-Reston East Metrorail parking garage not covered by ground rent and parking fees.

FY 2017 actual expenditures reflect a decrease of \$284,596,454 from the *FY 2017 Revised Budget Plan* amount of \$358,518,741. Of this amount \$281,506,737 reflects the carryover of unexpended project balances. The remaining expenditure savings of \$3,089,717 is primarily attributable to Personnel Services savings associated with the agency's management of vacant positions, which are anticipated to be filled in FY 2018.

FY 2017 actual revenues total \$117,356,321, a decrease of \$94,778,205 or 44.7 percent from the FY 2017 estimate of \$212,134,526 primarily due to \$50,000,000 in EDA bonds anticipated to supplement a variety of projects not yet implemented based on the timing of capital project expenditure requirements. EDA bond project support was approved as part of the Board's Four Year Transportation Plan in July 2012. The remaining difference of \$44,778,205 includes anticipated revenues from MWAA, NVTC, and NVTa that were not received in FY 2017 but are expected in FY 2018.

As a result of the actions discussed above, the FY 2018 ending balance is \$13,300,000, an increase of \$6,131,229 due to an increase to the TIFIA Debt Service Reserve. The FY 2018 unreserved ending balance increased by \$15,908. A portion of the Fund 40010 funding is held in Construction Reserve 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 Name (Number)	Increase/ (Decrease)	Comments
Arlington Blvd & Cedar Hill Seven Corners Ramp (2G40-082-000)	(\$1,500,000)	Reduce appropriation as the project will be initiated at a later date.
Bicycle Facilities Program (TS-000001)	770,000	Funding was approved by the Board for pedestrian projects as part of the Four-Year Plan, July 10, 2012. Additional appropriation is needed to advance projects that include but are not limited to the Reston and Tysons Bike Share Program.
BRAC-Mulligan Road (2G40-023-000)	(3,000,000)	Reduce appropriation for project closeout.
Braddock/Roanoke Road Improvements (2G40-050-000)	(76,561)	Reduce appropriation for project closeout.
Bus Stops - Countywide (TS-000010)	1,500,000	Additional appropriation necessary for continuation of the Countywide Bus Stop Program.
Bus Stops - Mason District (TS-000015)	17,602	Additional appropriation necessary for project funding.
Bus Stops - Springfield District (TS-000018)	16,178	Additional appropriation necessary for project funding.
Construction Reserve (2G40-001-000)	(76,270,286)	Decrease of \$76,270,286 is required to appropriate necessary funds from the Construction Reserve to support required project costs.
Construction Reserve NVTa 30% (2G40-107-000)	(15,077,500)	Decrease of \$15,077,500 is required to appropriate necessary funds from the Construction Reserve to support required project costs.
CSYP Bike & Pedestrian Program (2G40-088-000)	4,000,000	Funding was approved as part of the Transportation Project Priorities in January 2014. Request for additional appropriation to advance multiple projects.

Project Name (Number)	Increase/ (Decrease)	Comments
Dulles Toll Road & Soapstone Drive Overpass (2G40-078-000)	50,000,000	Funding for this project was included as part of the TPP on January 28, 2014. Additional appropriation is required to cover design and right of way costs per the Federal Highway Administration (FHWA) as part of their review of the environmental documents associated with this project.
EDA Revenue Bond - Debt Service (2G40-125-000)	(3,000,000)	Revised appropriation to reflect projected debt service costs.
Flint Hill Road (ST-000039)	30,000	Additional funding needed to support increased construction costs for the Safe Routes to School project.
Frying Pan Road Widening (2G40-131-000)	1,625,000	Funding was approved as part of the Transportation Project Priorities in January 2014. Request for appropriation to advance implementation.
Graham Road (ST-000040)	25,000	Additional funding needed to support increased construction costs for the Safe Routes to School project.
HMSAMS (2G40-086-000)	2,000,000	Funding was approved by the Board for the Herndon Metrorail Station Access Management Study (HMSAMS) as part of the Transportation Project Priorities (TPP) on January 28, 2014. Additional appropriation is needed to advance multiple projects.
Jones Branch Connector (County/VDOT) (2G40-062-000)	5,909,391	Additional appropriation authority requested to facilitate project implementation. Consistent with the County's local contribution in the project agreement with VDOT.
Laurel Hill Adaptive Reuse (TF-000028)	1,440,000	The Board conducted a public hearing on the Laurel Hill Adaptive Reuse Property Conveyance and Comprehensive Agreement on June 3, 2014 and approved the Agreement on July 29, 2014. The total County contribution for infrastructure improvements over a four-year period is capped at \$12,765,000 per the Master Development Agreement. Transportation funding equates to \$5,715,000 of this total contribution with \$1,440,000 allocated in FY 2018.
Lorton Road-Rt. 123 Silverbrook Road (2G40-022-000)	(5,000,000)	Decrease in appropriation to due to lower design and construction costs.
Pedestrian Task Force Recommendations (ST-000003)	500,000	Additional appropriation to advance several pedestrian projects.
RMAG Phase II (2G40-085-000)	2,000,000	Funding was approved by the Board for Reston Metrorail Access Management Group (RMAG) as part of the TPP on January 28, 2014. DOT requests additional appropriation to advance multiple projects from the Reston Metrorail Access Management Study Group.

Project Name (Number)	Increase/ (Decrease)	Comments
Rolling Road Widening (Old Keene Mill to Fx Co Pkwy) (2G40-109-000)	4,458,000	Additional appropriation authority requested to facilitate project implementation. Consistent with County's local contribution in the project agreement with VDOT.
Rolling Road VRE Garage Feasibility Study (2G40-055-000)	750,000	Additional appropriation requested to implement recommendations from the feasibility study.
RSTP Advanced Project Implementation-TMSAMS (2G40-051-000)	500,000	Additional appropriation requested for lighting for the Vesper Court and Scotts Run Trail projects.
Rt. 1 Bus Rapid Transit DRPT (2G40-135-000)	(4,000,000)	Reduce appropriation as project grant funding will be moved to Fund 50000, Federal and State Grant Fund.
Rt. 1 Bus Rapid Transit NVT A 30% (2G40-114-000)	2,000,000	Additional appropriation requested to advance study and environmental work on the project.
Rt. 123 & Braddock Road Improvements (2G40-015-000)	(500,000)	Decrease in appropriation to due to lower design and construction costs.
Rt. 123 Widening (Route 7 to I-495) (2G40-129-000)	6,600,000	Funding for this project was included as part of the TPP on January 28, 2014. Additional appropriation is required for this project.
Rt. 236 Widening I-495 John Marr NVT A 30% (2G40-111-000)	1,375,000	Additional appropriation is requested for this project.
Rt. 28 Widening HB2 (2G40-136-000)	(5,860,000)	Reduce appropriation as project grant funding will be moved to Fund 50000, Federal and State Grant Fund.
Rt. 28 Widening Revenue Sharing (2G40-137-000)	(3,076,035)	Reduce appropriation as project grant funding will be moved to Fund 50000, Federal and State Grant Fund.
Rt. 29 Widen Union Mill-Buckley Gate NVT A 30% (2G40-110-000)	(3,750,000)	Reduce appropriation as project funding is available in two separate projects: Rt. 29 Widening Phase 1 (Project 2G40-139-000) and Rt. 29 Widening Phase 2 (Project 2G40-140-000).
Rt. 29 Widening (Centreville To City of Fairfax) (2G40-019-000)	(2,172,730)	Reduce appropriation as project funding when received will be reflected in Fund 50000, Federal and State Grant Fund.
Soapstone DTR Overpass (2G40-143-000)	66,100,000	Funding for this project was included as part of the TPP on January 28, 2014. Additional appropriation is required to cover design and right of way costs per the Federal Highway Administration (FHWA) as part of their review of the environmental documents associated with this project.
Spot Improvements (2G40-028-000)	500,000	Additional appropriation is requested for this project.

Project Name (Number)	Increase/ (Decrease)	Comments
Spot Program (2G40-087-000)	3,000,000	Additional appropriation is requested for this project.
Studies/Planning/Advanced Design/Program Reserve (2G40-090-000)	1,000,000	Additional appropriation is requested for this project.
TIFIA Debt Service Reserve (2G40-094-000)	(6,115,321)	Reduce appropriation as reserve levels have been met.
Tysons Neighborhood Projects (2G40-128-000)	6,352,500	Funding for this project was included as part of the TPP on January 28, 2014. Additional appropriation is required for this project.
VDOT Plan Review (2G40-097-000)	450,000	Additional appropriation is requested to facilitate VDOT review of County engineering and design plans for various projects.
Total	\$33,520,238	

Fund 40030, Cable Communications**\$8,296,756**

FY 2018 expenditures are recommended to increase \$8,296,756 due to \$550,345 in encumbered carryover, an increase of \$150,000 to cover phase one costs associated with the Arts Council of Fairfax County conducting a survey related to residents' arts and entertainment needs which was delayed from FY 2017, and an amount of \$7,596,411 in unencumbered carryover. Of the unencumbered total, \$6,979,037 reflects unexpended funds related to the design and operation of the I-Net and \$617,374 reflects various capital equipment acquisitions, including several related to remote production and meeting room enhancements, as well as the showmobile trailer and a replacement production trailer that were approved for purchase in FY 2017 but encountered procurement delays.

FY 2017 actual expenditures of \$12,331,251 reflect a decrease of \$9,623,786 or 43.8 percent from the *FY 2017 Revised Budget Plan* amount of \$21,955,037. Of this amount \$550,345 is included as encumbered carryover and \$7,596,411 is included as unencumbered carryover in FY 2018. The remaining balance of \$1,477,030 is attributable to salary vacancy savings in Personnel Services and savings in Operating Expenses primarily associated with ongoing professional services and network support services. All I-Net funds are annually appropriated to ensure adequate funding as the project continues forward.

FY 2017 actual revenues of \$26,277,055 reflect an increase of \$263,194 or 1.0 percent over the FY 2017 estimate of \$26,013,861 primarily due to higher than anticipated receipts for Franchise Operating Fees.

FY 2018 revenues are increased by \$150,000 due to proffer revenue that will be collected from a developer utilizing the results of the survey being completed by the Arts Council of Fairfax County as discussed above.

The FY 2018 transfer to Fund S10000, Public School Operating, is increased \$275,000, and the transfer to Fund S50000, Public School Grants and Self Supporting Programs, is decreased \$275,000. These adjustments reflect action taken by the School Board during their approval of the FY 2018 Schools budget and have no net impact on the total disbursement level of Fund 40030.

As a result of the actions above, the FY 2018 ending balance is projected to be \$2,227,613, an increase of \$1,740,224.

FY 2017 Carryover Review

Fund 40040, Fairfax-Falls Church Community Services Board**\$15,716,434**

FY 2018 expenditures are recommended to increase \$15,716,434 or 9.4 percent, over the FY 2018 Adopted Budget Plan amount of \$166,878,605. Included in this total is an increase of \$6,315,344 in encumbered carryover, consisting primarily of ongoing contractual obligations, pharmaceuticals and pharmacy services, housing assistance to CSB consumers at risk of homelessness, Credible enhancements, and building maintenance and repair projects. In addition, an appropriation of \$6,676,090 is to provide employment and day services to individuals with Developmental Disabilities (DD) as a result of Medicaid Waiver Redesign effective July 1, 2016. This funding will support June 2017 graduates of Fairfax County Public Schools as well as adults from the community newly eligible for services until a permanent, equitable and sustainable system for serving individuals with DD may be developed and approved by the Board of Supervisors. Consistent with the FY 2018-FY 2019 Budget Guidance, an increase of \$1,100,000 is included to combat the opioid epidemic by increasing the use of Medication Assisted Treatment, as well as increasing the contractual purchase of residential treatment and medical detoxification beds. The remaining \$1,625,000 increase includes \$750,000 for facility-related improvements required primarily due to relocating personnel and programs, \$525,000 for prevention incentive funding for the development of programs to prevent youth violence and gang involvement, and \$350,000 to support a joint General District Court/CSB Diversion First initiative to fund a critical need for closed wall offices in the Fairfax County Courthouse for CSB mental health evaluators, support coordinators and Court Probation Officers.

FY 2017 actual expenditures reflect a decrease of \$16,804,359, or 9.8 percent, from the *FY 2017 Revised Budget Plan* amount of \$170,790,434. Of this amount, \$6,315,344 is included as encumbered carryover in FY 2018. The remaining balance of \$10,489,015 includes savings in Operating Expenses associated with lower than anticipated contract expenses, including the \$1,600,000 appropriated Intellectual Disability (ID) Employment and Day Reserve not required in FY 2017 due to a delay in community providers meeting licensure standards and lower than anticipated demand for services. In addition, savings in Personnel Services are a result of longer than anticipated recruitment times for the 10/10.0 FTE Support Coordinator positions approved at the *FY 2016 Carryover Review* and CSB having an average of 140 vacant general merit positions each pay period, a rate of 14.3 percent, compared to the approximately 100 vacant positions required to remain within appropriations.

Actual revenues in FY 2017 total \$38,670,106, an increase of \$2,820,819, or 7.9 percent, over the FY 2017 estimate of \$35,849,287 primarily due to higher than anticipated program and client fees, Medicaid Option payments and Medicaid Waiver payments, as well as an increase in State funding.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$9,643,679, an increase of \$3,908,744. Of the ending balance, \$1,500,000 continues to be set aside for the Infant and Toddler Connection Reserve; \$2,500,000 continues to be set aside for the DD Medicaid Waiver Redesign Reserve; \$2,500,000 is set aside for an Opioid Use Epidemic Reserve, consistent with the Board of Supervisors' FY 2018-FY 2019 Budget Guidance, to provide flexibility as the County continues to work with national, state, and regional partners on strategies to combat the opioid epidemic; and \$774,490 is set aside for a Diversion First Reserve representing one-time savings realized in FY 2017 that will be reallocated as part of a future budget process based on priorities identified by the Board of Supervisors. Any use of these reserves will require staff to return to the Board for approval of planned uses. Therefore, the unreserved ending balance is \$2,369,189, an increase of \$634,254 over the FY 2018 Adopted Budget Plan.

Fund 40050, Reston Community Center**\$4,352,223**

FY 2018 expenditures are recommended to increase \$4,352,223 due to an appropriation of \$3,353,346 to the capital project to support the Reston Community Center natatorium renovation, \$997,115 due to unexpended project balances and encumbered carryover of \$1,762 for program operations.

FY 2017 actual expenditures reflect a decrease of \$1,684,566, or 17.5 percent, from the *FY 2017 Revised Budget Plan* amount of \$9,616,802. This decrease is primarily due to unexpended project balances, position vacancies and lower contracting and building maintenance expenses.

Actual revenues in FY 2017 total \$8,439,241 an increase of \$109,001, or 1.3 percent, over the FY 2017 estimate of \$8,330,240 due primarily to higher than anticipated Real Estate Tax collections.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$1,058,296, a decrease of \$2,296,812.

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

Project Name (Number)	Increase/ (Decrease)	Comments
RCC – CenterStage Theatre Enhancements (CC-000008)	\$57,327	Increase is included upgrade the dimmer system at the CenterStage Theatre.
RCC – Hunters Woods Enhancements (CC-000003)	(15,236)	Decrease necessary to reallocate funds to the Natatorium Renovation project (RCC – Natatorium Projects CC-000009).
RCC – Improvements (CC-000001)	(1,022,546)	Decrease necessary to reallocate funds to the Natatorium Renovation project (RCC – Natatorium Projects CC-000009).
RCC – Motor Control Panel (CC-000012)	(4,026)	Decrease necessary to reallocate funds to the Natatorium Renovation project (RCC – Natatorium Projects CC-000009).
RCC – Natatorium Projects (CC-000009)	4,347,364	Increase necessary to support the full renovation of the facility's natatorium.
RCC – Rear Loading Dock (CC-000013)	(9,537)	Decrease necessary to reallocate funds to the Natatorium Renovation project (RCC – Natatorium Projects CC-000009).
Total	\$3,353,346	

Fund 40060, McLean Community Center

\$7,092,537

FY 2018 expenditures are recommended to increase \$7,092,537 due to unexpended project balances of \$7,084,367 and encumbered carryover of \$8,170 for program operations.

FY 2017 actual expenditures reflect a decrease of \$7,982,857, or 57.8 percent, from the *FY 2017 Revised Budget Plan* amount of \$13,813,934. This decrease is primarily due to unexpended capital project balances, position vacancies and lower building operation and maintenance expenses due to the renovation of the facility.

Actual revenues in FY 2017 total \$5,768,587, an increase of \$31,296, or 0.5 percent, over the FY 2017 estimate of \$5,737,291.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$3,456,006, an increase of \$921,616.

Fund 40070, Burgundy Village Community Center**\$203,519**

FY 2018 expenditures are recommended to increase \$203,519 for upgrades and maintenance at the Burgundy Village Community Center to address mechanical, electrical, plumbing and structural concerns that were identified in a facility assessment.

FY 2017 actual expenditures reflect a decrease of \$209,300 or 90.7 percent from the *FY 2017 Revised Budget Plan* amount of \$230,711. The balance of \$209,300 is attributed to savings of \$203,540 in Operating Expenses primarily associated with lower than anticipated spending for building repairs and maintenance in FY 2017 due to project delays and \$5,760 in Personnel Services attributed to lower than anticipated costs for salaries and associated fringe benefits.

Actual revenues in FY 2017 total \$65,466, an increase of \$2,089 or 3.3 percent over the FY 2017 estimate of \$63,377, primarily due to higher than projected facility rental fees and revenue from interest, offset slightly by lower than projected revenue from real estate taxes.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$157,483, an increase of \$7,870.

Fund 40080, Integrated Pest Management**\$96,251**

FY 2018 expenditures are recommended to increase by \$96,251 due to encumbered carryover for FY 2017 obligations that were not able to be paid prior to the end of the fiscal year in both the Forest Pest Program and the Disease Carrying Insects Program.

FY 2017 actual expenditures of \$2,004,420 reflect a decrease of \$1,348,597 or 42.0 percent from the *FY 2017 Revised Budget Plan* amount of \$3,212,017. Of this amount \$96,251 is included as encumbered carryover in FY 2018. The remaining balance of \$1,252,346 is attributable to savings of \$1,141,685 in Operating Expenses and Non-Pay Employee Benefits due to lower than anticipated spending in both the Forest Pest Program and the Disease Carrying Insects Program and a net savings of \$110,661 in Personnel Services and Fringe Benefits. Due to the cyclical nature of pest populations, the treatment requirements supported by this fund fluctuate from year to year depending on the level of treatment necessary in a given year.

Actual revenues in FY 2017 total \$2,328,440, a net decrease of \$5,981 or 0.3 percent below the FY 2017 estimate of \$2,334,421. This is due to slightly higher than projected interest on investments, offset by slightly lower than anticipated receipts from real estate property taxes.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$1,740,973, an increase of \$1,246,365.

Fund 40090, E911**\$7,881,599**

FY 2018 expenditures are recommended to increase \$7,881,599, including carryover of Information Technology (IT) projects and IT project encumbrances of \$7,133,713 and \$747,886 in encumbered carryover.

FY 2017 actual expenditures of \$44,289,583 reflect a decrease of \$9,257,086 or 17.3 percent from the *FY 2017 Revised Budget Plan* amount of \$53,546,669. Of this amount, \$7,133,713 reflects unexpended IT projects and IT project encumbrances being carried over to FY 2018, while an additional \$747,886 is encumbered carryover. The remaining balance of \$1,375,487 is due primarily to savings of \$1,010,923 in Personnel Services based on higher than projected vacancies and savings in Operating Expenses.

FY 2017 revenues total \$47,009,070, an increase of \$236,716 or 0.5 percent over the *FY 2017 Revised Budget Plan* amount of \$46,772,354, due primarily to higher than projected State Reimbursement for Wireless E-911 revenue, interest income, and other miscellaneous revenue.

As a result of the actions discussed above the FY 2018 ending balance is projected to be \$2,583,979, an increase of \$1,612,203.

Fund 40100, Stormwater Services

\$69,031,292

FY 2018 expenditures are recommended to increase \$69,031,292 based on the carryover of unexpended project balances in the amount of \$65,009,950 and a net adjustment of \$4,021,342. This adjustment includes the carryover of \$584,481 in operating and capital equipment encumbrances and an increase to capital projects of \$3,436,861. The adjustment to capital projects is based on the appropriation of the remaining operational savings of \$2,532,641, miscellaneous revenues received in FY 2017 in the amount of \$89,911 and bond premium in the amount of \$1,160,000 received in FY 2017 associated with the January 2017 bond sale partially offset by lower than anticipated revenues of \$345,691. The following adjustments are required at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Flood Prevention-Huntington Area-2012 (SD-000037)	\$1,160,000	Increase necessary to appropriate bond premium received in FY 2017 associated with the January 2017 bond sale.
Laurel Hill Adaptive Reuse Infrastructure (SD-000038)	175,000	Increase necessary to support the last year of the Laurel Hill Adaptive Reuse project. The Laurel Hill Adaptive Reuse Area Master Plan was adopted by the Board of Supervisors on May 11, 2010. The Board of Supervisors approved the Master Development Agreement on July 29, 2014. An amount of \$175,000 is required in FY 2018 to support stormwater improvements at the site. The County's total share of the infrastructure costs is capped at \$12,765,000. The County's costs were spread over four years and a number of funding sources were identified, including Transportation, Wastewater, Stormwater and the General Fund.
Stream & Water Quality Improvements (SD-000031)	2,101,861	Increase necessary to appropriate FY 2017 operational savings of \$2,532,641 and miscellaneous revenues received in FY 2017 in the amount of \$89,911 partially offset by lower than anticipated revenues of \$345,691. In addition, a reallocation of \$175,000 from this project will support the last year of stormwater costs associated with the Laurel Hill Adaptive Reuse project.
Total	\$3,436,861	

Fund 40120, Dulles Rail Phase II Transportation Improvement District

\$14,470,654

FY 2018 expenditures are recommended to increase \$14,470,654. This amount represents the balance of the debt service reserve fund requirement for the Phase 2 Tax District's \$218.2 million portion of the County's overall \$403.3 million Transportation Infrastructure Financing and Innovation Act (TIFIA) loan with the United States Department of Transportation that closed on December 17, 2014.

Actual revenues in FY 2017 total \$16,899,417 an increase of \$1,085,007 or 6.9 percent, over the FY 2017 estimate of \$15,814,410 primarily due to real estate revenues and interest on investments.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$84,196,202. This balance will be used for future district debt service and equity contributions not covered through the \$218.2 million district portion of the TIFIA loan.

Fund 40125, Metrorail Parking System Pledged Revenues

\$75,077,335

FY 2018 expenditures are recommended to increase \$75,077,335. This is primarily due to the carryover of unexpended project balances associated with the Fairfax County Economic Development Authority (EDA) Parking Revenue bond sale in February 2017 for the Herndon Metrorail Station Parking Garage and the Innovation Metrorail Center Station Parking Garage. These parking garages will be built, operated, and maintained by the County as part of the agreement for the Silver Line Phase 2.

FY 2018 also includes a \$3,451,133 transfer in from Fund 40010, County and Regional Transportation Projects. These monies will be utilized toward payment on the debt service on the Wiehle-Reston East Metrorail Parking Garage in conjunction with \$1,933,430 generated on site from ground rent and \$2,000,000 in estimated parking fees.

FY 2017 actual expenditures reflect a decrease of \$77,103,068 from the *FY 2017 Revised Budget Plan* amount of \$102,769,961. Of this amount, \$75,077,335 is included as encumbered carryover and as the carryover of unexpended capital project and capitalized interest balances in FY 2018.

Actual revenues in FY 2017 total \$87,481,211, an increase of \$1,023,263 or 1.2 percent, over the FY 2017 estimate of \$86,457,948 primarily due to additional ground rent and parking fees at the Wiehle-Reston East Metrorail Station Parking Garage and interest earnings.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$17,018,288, an increase of \$6,500,129.

Fund 40140, Refuse Collection and Recycling Operations

\$1,125,125

FY 2018 expenditures are recommended to increase \$1,125,125 due to \$117,530 in encumbered carryover, \$801,915 in unexpended Capital Projects, and an increase of \$205,680 in Capital Equipment to support the refurbishment of a refuse truck that is critical for refuse collection operations.

FY 2017 actual expenditures reflect a decrease of \$3,446,576, or 15.9 percent, from the *FY 2017 Revised Budget Plan* amount of \$21,630,425. Of this amount, \$117,530 is included as encumbered carryover and an additional \$801,915 in unexpended Capital Project balances will also be carried over to FY 2018. The remaining balance of \$2,527,131 is primarily attributable to savings of \$1,420,994 in Personnel Services primarily associated with higher than anticipated position vacancies, savings of \$849,142 in Operating Expenses primarily attributable to lower than anticipated contractual services expenses, program support charges and other operating expenses, savings of \$205,680 in Capital Equipment due to the deferment of purchasing replacement equipment after a lengthy review of necessary requirements, and \$51,315 reflecting higher than anticipated Recovered Costs.

Actual revenues in FY 2017 total \$17,127,749, a decrease of \$289,904, or 1.7 percent, from the FY 2017 estimate of \$17,417,653 primarily due primarily to the elimination of interfund billings between the Solid Waste funds for replacement equipment charges in FY 2017 and lower than projected charges for services.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$5,926,437, an increase of \$2,031,547.

Fund 40150, Refuse Disposal

\$3,911,913

FY 2018 expenditures are recommended to increase \$3,911,913 due to encumbered carryover of \$475,331 and \$3,436,582 in unexpended Capital Project balances.

FY 2017 actual expenditures reflect a decrease of \$5,569,772, or 19.1 percent, from the *FY 2017 Revised Budget Plan* amount of \$29,113,717. Of this amount, \$475,331 is included as encumbered carryover and an additional \$3,436,582 in unexpended Capital Project balances will also be carried over to FY 2018. The remaining balance of \$1,657,859 is primarily attributable to savings of \$445,147 in Personnel Services due to higher than anticipated position turnover and a reduction in overtime expenses, \$864,410 in Operating Expenses primarily attributable to lower than anticipated vehicle rental expenses and internal service charges from County agencies, and savings of \$352,688 in Capital Equipment due to lower than anticipated capital equipment requirements. This is partially offset by \$4,386 in Recovered Costs due to lower than anticipated billings.

Actual revenues in FY 2017 total \$34,863,375, an increase of \$8,968,461, or 34.6 percent, over the FY 2017 estimate of \$25,894,914 primarily due to higher than anticipated refuse disposal revenue. This increase is due to the fire at the Covanta Fairfax Inc. facility on February 2, 2017, which prompted the diversion of waste tonnages, and their associated revenues, from Fund 40160, Energy/Resource Recovery Facility, to Fund 40150, Refuse Disposal.

In addition, as a result of the consolidation of Fund 40160, Energy/Resource Recovery Facility, into Fund 40150, Refuse Disposal, the remaining fund balance at the end of FY 2017 in Fund 40160 is being moved to Fund 40150 as part of the *FY 2017 Carryover Review*. This balance is \$3,219,591 lower than projected as part of the FY 2018 Adopted Budget Plan. Thus, as a result of the actions discussed above as well as the adjustment noted here to the beginning balance, the FY 2018 ending balance is projected to be \$68,942,847, an increase of \$7,406,729.

Fund 40170, I-95 Refuse Disposal

\$4,809,999

FY 2018 expenditures are recommended to increase \$4,809,999 due to encumbered carryover of \$512,467 and unexpended Capital Project balances of \$4,297,532.

FY 2017 actual expenditures reflect a decrease of \$6,470,666, or 39.3 percent, from the *FY 2017 Revised Budget Plan* amount of \$16,463,004. Of this amount, \$512,467 is included as encumbered carryover and an additional \$4,297,532 in unexpended Capital Project balances will also be carried over to FY 2018. The remaining balance of \$1,660,667 is primarily attributable to savings of \$345,035 in Personnel Services due to higher than anticipated position turnover, \$1,274,703 in Operating Expenses due primarily to lower than anticipated professional contracted services and a reduction in internal billings between the Solid Waste funds and \$40,929 in Capital Equipment.

Actual revenues in FY 2017 total \$6,517,001, an increase of \$532,164, or 8.9 percent, over the FY 2017 estimate of \$5,984,837 primarily due to higher than anticipated refuse disposal revenue.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$26,717,050, an increase of \$2,192,831.

Fund 40180, Tysons Service District

\$6,450,000

FY 2018 expenditures are recommended to increase \$6,450,000 due to the carryover of unexpended project balances.

FY 2017 Carryover Review

Actual revenues in FY 2017 total \$6,976,055 an increase of \$28,259, or 0.4 percent, over the FY 2017 estimate of \$6,947,796 primarily due to interest earnings.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$21,469,923. These funds will be available for ongoing project needs in the service district.

Fund 40300, Housing Trust Fund

\$10,989,083

FY 2018 expenditures are recommended to increase \$10,989,083 due to unexpended project balances of \$8,711,746 and appropriation of \$2,277,337.

FY 2017 actual expenditures reflect a decrease of \$8,711,746, from the *FY 2017 Revised Budget Plan* amount of \$9,126,480 due to unexpended project balances which will carry forward.

Actual revenues in FY 2017 total \$3,019,898 an increase of \$2,277,337, over the FY 2017 estimate of \$742,561 due primarily to reimbursements for costs advanced in the amount of \$1,299,378 for both Lewinsville and Lincolnia and \$526,764 in proffer revenue.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$229,060, resulting in no change from the FY 2018 Adopted Budget Plan.

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

Project Name (Number)	Increase/ (Decrease)	Comments
Feasibility and Site Work Studies (2H38-210-000)	\$85,583	This increase is necessary to appropriate excess revenues to replenish project balances.
HP-Housing Proffer Contributions-General (HF-000082)	526,764	This increase is necessary to appropriate FY 2017 revenues.
Land/Unit Acquisition (2H38-066-000)	90,000	This increase is necessary to appropriate excess revenues to replenish project balances.
Lewinsville Expansion Project (2H38-064-000)	645,730	This increase is necessary due to an FY 2017 reimbursement of \$1,045,730 for costs advanced for Lewinsville, partially offset by a reallocation of \$400,000 based on costs needed to complete RAD Phase II (40300) (2H38-211-000).
RAD Phase II (40300) (2H38-211-000)	1,678,807	This increase is necessary to support RAD Phase II maintenance and repairs for the remaining 766 Public Housing units converting to Rental Assistance Demonstration (RAD) in FY 2018.
Reservation/Emergencies & Opportunities (2H38-065-000)	102,710	This increase is necessary to appropriate excess revenues to replenish project balances.
Senior/Disabled Housing/Homeless (2H38-192-000)	253,648	This increase is due to a reimbursement for costs advanced for Lincolnia.

Project Name (Number)	Increase/ (Decrease)	Comments
Undesignated Housing Trust Fund (2H38-060-000)	172,902	This increase is necessary to appropriate FY 2017 excess revenues for future projects.
Wedgewood Renovation HTF (2H38-207-000)	(1,278,807)	This decrease is necessary as sufficient funding for a smaller renovation scope has been identified. Funding is reallocated to support RAD Phase II (40300) (2H38-211-000).
Total	\$2,277,337	

Fund 40360, Homeowner and Business Loan Programs**\$2,256,253**

FY 2018 expenditures are recommended to increase \$2,256,253 due to unexpended program balances.

FY 2017 actual expenditures reflect a decrease of \$2,256,253, or 56.3 percent, from the *FY 2017 Revised Budget Plan* amount of \$4,005,576. This balance is primarily attributable to unexpended program balances and lower activity in the MIDS program.

Actual revenues in FY 2017 total \$1,560,546, a decrease of \$689,628, or 30.6 percent, from the FY 2017 estimate of \$2,250,174 primarily due to lower activity in the MIDS Program.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$1,975,036, a decrease of \$689,628.

Fund 50800, Community Development Block Grant**\$4,709,615**

FY 2018 expenditures are recommended to increase \$4,709,615 due to the carryover of unexpended grant balances of \$4,125,505, the appropriation of \$532,651 in program income received in FY 2017, and \$51,459 due to the amended U.S. Department of Housing and Urban Development (HUD) award in Program Year 43. In addition, the following project adjustments are required at this time:

Grant Number	Grant Name	Increase/ (Decrease)	Comments
1380020	Good Shepherd Housing	\$636,241	Increase necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380024	Fair Housing Program	43,332	Increase necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380035	Home Repair for the Elderly	173,612	Increase necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380036	Contingency Fund	(571,474)	Decrease necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380039	Planning and Urban Design	(10,733)	Decrease necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.

Grant Number	Grant Name	Increase/ (Decrease)	Comments
1380040	General Administration	(22,308)	Decrease necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380042	Housing Program Relocation	6,502	Increase necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380057	Wesley Housing	502,819	Increase of \$514,462 based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan, partially offset by a decrease of \$11,643 due to a reallocation to Grant 1380091.
1380060	Homeownership Assistance Program	11,805	Increase necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380062	Special Needs Housing	307,219	Increase necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380079	Adjusting Factors	(1,442,985)	Decrease necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380091	Affordable Housing RFP	650,080	Increase of \$532,651 based on appropriation of program income received in FY 2017, increase of \$105,786 based on the amended FY 2018 HUD award as shown in the FY 2018 Consolidated One Year Plan. An additional increase of \$11,643 is due to a reallocation from Grant 1380057.
1380094	Cornerstones	300,000	Increase necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
	Total	\$584,110	

Fund 50810, HOME Investment Partnerships Grant**\$2,301,136**

FY 2018 expenditures are recommended to increase \$2,301,136 due to the carryover of unexpended grant balances of \$2,097,234, the appropriation of \$183,264 in program income received in FY 2017, and \$20,638 due to the amended U.S. Department of Housing and Urban Development (HUD) Program Year 26 award. In addition, the following project adjustments are required at this time:

Grant Number	Grant Name	Increase/ (Decrease)	Comments
1380025	Fair Housing Program	\$333	Increase necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380049	CHDO Undesignated	3,096	Increase necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380050	Tenant-Based Rental Assistance	9,082	Increase necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidate One Year Plan.

Grant Number	Grant Name	Increase/ (Decrease)	Comments
1380051	Development Costs	(468,041)	Decrease necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380052	Administration	1,730	Increase necessary based on the amended FY 2018 HUD award and the FY 2018 Consolidated One Year Plan.
1380092	Affordable Housing RFP	657,702	Increase of \$474,438 based on the amended FY 2018 HUD award and increase of \$183,264 based on the appropriation of revenue received in FY 2017 as shown in the FY 2018 Consolidated One Year Plan.
	Total	\$203,902	

Internal Service Funds

Fund 60000, County Insurance

\$16,000,000

FY 2018 expenditures are recommended to increase \$16,000,000 over the FY 2018 Adopted Budget Plan total of \$26,424,371 based on updated estimates of potential tax litigation refunds as a result of the 2015 Virginia Supreme Court ruling on the Business, Professional, and Occupational License (BPOL) tax. The Court's ruling defined a new deduction methodology for apportioning gross receipts for multi-state and multi-national companies operating in Fairfax County as well as other counties in the Commonwealth that had not been employed in the state until developed by the State Tax Commissioner and affirmed by the Court. This appropriation from the Litigation Reserve will accommodate payments, including interest, which may be necessary in FY 2018.

FY 2017 actual expenditures reflect a decrease of \$16,621,750, or 24.3 percent, from the *FY 2017 Revised Budget Plan* amount of \$68,327,740. This decrease is primarily attributable to savings in Tax Litigation Expenses, as \$26.5 million of the pending refunds were paid out in FY 2017, with the remaining \$16 million anticipated to be expended in FY 2018. It should be noted that these figures do not include any required change in the Accrued Liability Reserve, which is determined by an annual actuarial evaluation of the County's Self Insured program. Adjustments to the Accrued Liability Reserve will be included in the *FY 2018 Third Quarter Review* as an audit adjustment to FY 2017.

Actual revenues in FY 2017 total \$1,218,645, an increase of \$497,786, or 69.1 percent, over the FY 2017 estimate of \$720,859 due to an increase in interest earning from investments.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$77,974,376, an increase of \$1,119,536.

Fund 60010, Department of Vehicle Services

\$7,915,863

FY 2018 expenditures are increased \$7,915,863 due primarily to encumbered carryover of \$4,861,803. In addition, an increase of \$1,100,000 from available funds in the Helicopter Replacement Reserve is included to upgrade and modernize the cameras and related equipment on the County's two helicopters to enhance mission capabilities. The cameras are utilized on more than 1,000 police missions each year to search for criminal suspects and missing people, and to provide aerial support during pursuits and other critical incidents. An increase of \$889,352 from available funds in the Large Apparatus Replacement Reserve (LARR) is included to replace a fire truck that was significantly damaged in a fire on May 14, 2017 and declared a total loss. Insurance funds have already been received and posted to the LARR to partially defray this cost. An increase of \$652,000 from funds available in the Police In-Car Video Reserve is included to continue the multi-year process of replacing in-car video cameras in the County Police fleet. An increase of \$200,000 in funds available in the Parks Equipment Reserve is required for capital equipment purchases by the Park Authority to begin replacing old equipment and improve the appearance of County parks. An increase of \$120,000 in funds available in the Vehicle Replacement Reserve is required to purchase vehicles supporting operations of the Facilities Management Department (FMD) pending additional analysis on the required need. Finally, an increase of \$92,708, including 1/1.0 FTE position, is included to support increased workload associated with maintaining Fairfax County Public School (FCPS) vehicles. This position is required to ensure that FCPS vehicles are maintained and repaired in accordance with federal and state mandated timelines and to ensure an effective and efficient business operation. Without additional staff, the maintenance backlog will likely cause operational issues for both departments. The costs associated with this position are anticipated to be fully offset by additional revenue associated with increased billings to FCPS.

FY 2017 actual expenditures reflect a decrease of \$10,578,181 or 12.4 percent from the *FY 2017 Revised Budget Plan* amount of \$85,146,829. Of this amount, \$4,861,803 is included as encumbered carryover in FY 2018. The remaining balance of \$5,716,378 is due primarily to significant savings in Operating Expenses due to lower than anticipated fuel expenses as well as salary vacancy savings and Capital Equipment savings.

Actual revenues in FY 2017 total \$83,189,659, an increase of \$4,359,812 or 5.5 percent over the FY 2017 estimate of \$78,829,847. The increase is primarily attributable to higher than projected helicopter, FASTRAN, large apparatus and ambulance replacement charges based on current and future vehicle replacement requirements. This increase was partially offset by lower than projected fuel billings based on lower than anticipated fuel prices and other charges.

FY 2018 revenues are increased \$292,708, of which \$200,000 reflects charges to the Park Authority to fund capital equipment purchases out of the Parks Equipment Reserve, and \$92,708 in Labor Charges to FCPS based on the establishment of 1/1.0 FTE position to support increased workload as discussed above.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$29,406,436, an increase of \$7,314,838.

Fund 60020, Document Services

\$634,805

FY 2018 expenditures are increased \$634,805 due to encumbered carryover in Operating Expenses primarily associated with postage, printing services, supplies, and contractor costs associated with operating the Multi-Functional Digital Device (MFDD) program.

FY 2017 actual expenditures of \$9,138,909 reflect a decrease of \$846,212 or 8.5 percent from the *FY 2017 Revised Budget Plan* amount of \$9,985,121. Of this amount, \$634,805 is included as encumbered carryover in FY 2018. The remaining balance of \$211,407 is due primarily to savings in postage and lower than projected use of Print Shop services and related expenditures.

Actual revenues in FY 2017 total \$5,645,385, an increase of \$191,585 or 3.5 percent over the FY 2017 estimate of \$5,453,800, due primarily to higher than anticipated MFDD billings to County agencies.

As a result of the actions discussed above, the FY 2018 ending balance is \$561,126, an increase of \$402,992.

Fund 60030, Technology Infrastructure Services

\$4,885,684

FY 2018 expenditures are recommended to increase \$4,885,684, of which \$4,051,284 is due to encumbered carryover supporting data center operations, disaster recovery, computer equipment, and various maintenance requirements, and \$834,400 reflects unencumbered carryover for PC replacement program desktop computer purchases which were delayed in the procurement process as the preferred replacement model was not available until late in the fiscal year.

FY 2017 actual expenditures reflect a decrease of \$8,153,557 or 18.6 percent from the *FY 2017 Revised Budget Plan* amount of \$43,825,967. Of this amount \$4,051,284 is included as encumbered carryover in FY 2018. The remaining balance of \$4,102,273 is primarily attributable to savings in Personnel Services due to a higher than anticipated vacancy rate and Operating Expenses due primarily to lower than anticipated IT infrastructure costs, including software and hardware maintenance, lower than anticipated telecommunication expenditures, as well as the PC procurement-related delay noted above.

Actual revenues in FY 2017 total \$36,225,360, a decrease of \$589,882 or 1.6 percent from the FY 2017 estimate of \$36,815,242 primarily due to lower than anticipated Telecommunication and Radio Services charges.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$2,882,114, an increase of \$2,677,991.

Fund 60040, Health Benefits

\$24,550,631

FY 2018 expenditures are recommended to increase \$24,550,631 to reflect the carryover of unexpended balances to the premium stabilization reserve, which provides the fund flexibility in managing unanticipated increases in claims and encumbered carryover for the LiveWell Program.

FY 2017 actual expenditures reflect a decrease of \$32,243,897, or 15.2 percent, from the *FY 2017 Revised Budget Plan* amount of \$211,674,260. The balance is primarily attributable to savings in claims expenditures and the unexpended portion of the FY 2017 premium stabilization reserve of \$22,366,956. Total claims for the County's self-insured plans grew 1.3 percent over FY 2016.

Actual revenues in FY 2017 total \$185,015,257, a decrease of \$7,231,777, or 3.8 percent, from the FY 2017 estimate of \$192,247,034 primarily due to lower than projected premium revenue from employer contributions, employees, and retirees. It should be noted that revenue estimates included in the *FY 2017 Revised Budget Plan* were based on preliminary estimates of January 2017 premium increases and plan migration.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$31,406,498, an increase of \$461,489. This balance is held to meet the fund's target of maintaining two months of claims in ending balance, which is within the range of the targeted industry standard based on potential requirements in the event of a plan termination.

Enterprise Funds

Fund 69000, Sewer Revenue

\$0

There are no expenditures for this fund. However, the *FY 2018 Revised Budget Plan* Transfer Out to Fund 69030, Sewer Bond Debt Reserve, is recommended to increase \$5,556. This increase is necessary to provide a sufficient level to satisfy the legal reserve requirements for the 2009 Sewer Revenue Bonds, 2012 Sewer Revenue Bonds, 2014 Sewer Refunding Bonds, 2016 Sewer Refunding Bonds and 2017 Sewer Revenue Bonds. These reserves provide for one year of principal and interest as required by the Sewer System's General Bond Resolution.

Actual revenues in FY 2017 total \$221,897,801, an increase of \$6,698,256, or 3.1 percent, over the FY 2017 estimate of \$215,199,545 primarily due to higher than anticipated Availability Charges revenues based on higher than anticipated development activity in Fairfax County and higher than anticipated Sewer Service Charges revenues based on higher than anticipated billable flows. FY 2018 revenues are recommended to decrease by \$1,998,044 in Sewer Service Charges based on a projected decrease in collections in FY 2018.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$76,417,965, an increase of \$4,694,656.

Fund 69010, Sewer Operations and Maintenance

\$309,013

FY 2018 expenditures are recommended to increase \$309,013 due to encumbrances in Capital Equipment.

FY 2017 actual expenditures reflect a decrease of \$4,432,176, or 4.6 percent, from the *FY 2017 Revised Budget Plan* amount of \$96,144,371. Of this amount, \$309,013 is included as encumbered carryover in FY 2018. The remaining balance of \$4,123,163 is primarily attributable to savings of \$209,188 in Personnel Services based on managed position vacancies, fringe benefits and overtime pay savings and savings of \$3,570,136 in Operating Expenses due to lower than anticipated operating and maintenance costs. Other savings include \$235,558 in Capital Equipment costs due to lower than anticipated actual costs of equipment purchases and long waiting time to procure specialized vehicles, and an increase of \$108,281 in Recovered Costs due to actual billings related to above average number of stormwater sampling during the year.

There are no revenues in this fund. The Transfer In to Fund 69010, Sewer Operation and Maintenance, from Fund 69000, Sewer Revenue, remains at the FY 2018 Adopted Budget Plan level.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$4,125,381, an increase of \$4,123,163.

Fund 69030, Sewer Bond Debt Reserve

\$0

There are no expenditures for this fund.

Actual revenues in FY 2017 total \$3,192,177, a decrease of \$1,813,996, or 36.2 percent, from the FY 2017 estimate of \$5,006,173 due to lower than anticipated bond proceeds from the 2017 Sewer Revenue Bonds sale. The *FY 2018 Revised Budget Plan* Transfer In to Fund 69030, Sewer Bond Debt Reserve, is recommended to increase \$5,556. This increase is necessary to provide a sufficient level to satisfy the legal reserve requirements for the 2009 Sewer Revenue Bonds, 2012 Sewer Revenue Bonds, 2014 Sewer Refunding Bonds, 2016 Sewer Refunding Bonds and 2017 Sewer Revenue Bonds. These reserves provide for one year of principal and interest as required by the Sewer System's General Bond Resolution.

FY 2017 Carryover Review

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$24,926,274, a decrease of \$1,808,440.

Fund 69310, Sewer Bond Construction

\$118,340,832

FY 2018 expenditures are recommended to increase \$118,340,832 due to the carryover of unexpended project balances in the amount of \$122,603,659 and an adjustment of \$99,897 to appropriate interest earnings received in FY 2017. These increases are partially offset by a decrease of \$4,362,724 due to lower than anticipated bond proceeds from the 2017 Sewer Revenue Bonds sale. The following project adjustment is required at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Noman Cole Treatment Plant Upgrades (WW-000016)	(\$4,262,827)	Decrease due to lower than anticipated bond proceeds in the amount of \$4,362,724 from the 2017 Sewer Revenue Bonds sale, which is partially offset by interest earnings in the amount of \$99,897 received in FY 2017.
Total	(\$4,262,827)	

Agency Funds

Fund 70000, Route 28 District

\$16,310

FY 2018 expenditures are recommended to increase \$16,310. All monies collected are required to be remitted to the Fiscal Agent on a monthly basis. The \$16,310 is the amount of remittances that were pending as of the end of the fiscal year.

FY 2017 actual expenditures reflect a decrease of \$532,404, or 4.6 percent from the *FY 2017 Revised Budget Plan* amount of \$11,529,035. This is primarily attributable to no receipt of revenues associated with buy outs from the tax district.

Actual revenues in FY 2017 total \$10,886,730 a decrease of \$516,094, or 4.5 percent, from the FY 2017 estimate of \$11,402,824 primarily due to no receipt of revenues associated with buy outs from the tax district.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$0.

Trust Funds

Fund 73000, 73010, 73020, Retirement Systems

\$155,110

FY 2018 expenditures are recommended to increase \$155,110 over the FY 2018 Adopted Budget Plan amount of \$540,415,826 due to encumbered carryover associated with the agency's relocation to the Greenwood Building.

FY 2017 actual expenditures reflect a decrease of \$13,547,537, or 2.7 percent, from the *FY 2017 Revised Budget Plan* amount of \$507,955,647. Of this amount, \$155,110 is included as encumbered carryover in FY 2018. The remaining balance of \$13,392,427 is primarily attributable to lower than anticipated benefit payments to retirees and lower than projected refunds to terminating employees, partially offset by higher than anticipated management fees.

Actual revenues in FY 2017 total \$928,991,152, an increase of \$88,388,510, or 10.5 percent, over the FY 2017 estimate of \$840,602,642 primarily due to investment returns being higher than long-term expectations. As the final custodial bank statements are not yet available, these figures only reflect returns on investments through the end of May 2017. Final figures are estimated to be provided by the end of July and will be reflected as audit adjustments to FY 2017. Of the returns achieved through May, \$158,048,236 is due to unrealized gains on investments held but not sold as of June 30, 2017, and \$435,508,796 is due to realized return on investment. FY 2017 actual unrealized gain of \$158.0 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 2017 are estimated to range between 6 and 10 percent. These numbers are estimates only since final results for FY 2017 are not yet available.

It should be noted that it is not possible to provide expected employer contribution rates in FY 2019 at this time because the impact from changes to liabilities will not be known until the actuarial valuation is completed. 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 7.25 percent. This is done to mitigate the 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.

As a result of the actions discussed above, the FY 2018 combined ending balance for the three retirement systems is projected to be \$7,090,659,750, an increase of \$101,780,937.

FY 2017 Carryover Review

Fund 73030, OPEB Trust Fund**\$0**

FY 2018 expenditures are recommended to remain at \$11,069,125, the same level as the FY 2018 Adopted Budget Plan.

FY 2017 actual expenditures reflect a decrease of \$7,394,813, or 44.4 percent, from the *FY 2017 Revised Budget Plan* amount of \$16,643,370. 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 2017. Once this adjustment is posted, it is anticipated that FY 2017 expenditures will be in line with the *FY 2017 Revised Budget Plan*.

Actual revenues in FY 2017 total \$31,430,076, an increase of \$22,559,240, or 254.3 percent, over the FY 2017 estimate of \$8,870,836. 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 2017. Excluding the implicit subsidy from the FY 2017 estimate, revenues were \$28,885,240 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 2017. Final figures are estimated to be provided by the end of July and will be reflected as audit adjustments to FY 2017. Of the amount received through May, an unrealized gain of \$28,995,258 is for investments held but not sold as of June 30, 2017, and \$107,714 is due to realized return on investment. FY 2017 actual unrealized gain of \$29.0 million reflects compliance with GASB Statement 25 and is solely an accounting adjustment to report plan investments at market value. Portfolio I of the VACo/VML Pooled OPEB Trust Fund, in which the County is invested, returned 12.3 percent during the first eleven months of FY 2017 (through May 31, 2017). Portfolio I outperformed its custom benchmark of 11.7 percent for the same period. Performance relative to the benchmark was primarily due to the results of certain active fund managers of domestic equity and fixed income who outperformed the market benchmark.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$280,013,799, an increase of \$29,954,053.

NON-APPROPRIATED FUNDS

Northern Virginia Regional Identification System (NOVARIS)

Fund 10031, NOVARIS
\$25,973

FY 2018 expenditures are increased \$25,973 to provide forensic training for employees in the NOVARIS partner agencies who must meet industry standards when testifying in criminal prosecutions.

FY 2017 actual expenditures of \$12,231 reflect a decrease of \$25,973 or 68.0 percent from the *FY 2017 Revised Budget Plan* amount of \$38,204 due to the timing of training classes in FY 2017.

Actual revenues in FY 2017 total \$18,940, an increase of \$141 from the FY 2017 estimate of \$18,799, due to higher than projected revenue from interest on investments.

As a result of the actions discussed above, the FY 2018 ending balance is \$32,929, an increase of \$141.

Housing and Community Development

Fund 81000, FCRHA General Operating
\$673,605

FY 2018 expenditures are recommended to increase \$673,605 due to encumbered carryover.

FY 2017 actual expenditures reflect a decrease of \$1,042,901, or 20.8 percent, from the *FY 2017 Revised Budget Plan* amount of \$5,015,766. This decrease is primarily due to unexpended project balances, position vacancies and lower than expected program expenses.

Actual revenues in FY 2017 total \$3,141,050, a decrease of \$383,213, or 10.9 percent, from the FY 2017 estimate of \$3,524,263 primarily due to developer fees and one time revenues not materializing in FY 2017.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$12,357,367, a decrease of \$13,917.

Fund 81030, FCRHA Revolving Development
\$966,309

FY 2018 expenditures are recommended to increase \$966,309 due to the appropriation of \$598,403 associated with program income received in FY 2017, including \$574,607 in repayment of advances for the Lincolnia Senior Campus project and \$23,796 in investment income, and \$367,906 in unexpended project balances. The following project adjustment is recommended at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Undesignated Projects (2H38-118-000)	\$598,403	Increase to appropriate additional revenue received in FY 2017.
Total	\$598,403	

Fund 81050, FCRHA Private Finance**\$1,921,790**

FY 2018 expenditures are recommended to increase \$1,921,790 due to \$111,009 in increased revenue, primarily attributable to Section 108 loan repayments, and \$1,810,781 in unexpended project balances. The following project adjustment is recommended at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Undesignated Projects (2H38-127-000)	\$111,009	Increase to appropriate additional revenue received in FY 2017.
Total	\$111,009	

Fund 81200, Housing Partnerships**\$204,175**

FY 2018 expenditures are recommended to increase \$204,175 due to an increase of \$125,000 for estimated payroll needs based on FY 2017 actuals and encumbered carryover in the amount of \$79,175.

FY 2017 actual expenditures reflect a decrease of \$307,691, or 14.6 percent, from the *FY 2017 Revised Budget Plan* amount of \$2,113,796. Of this amount, \$79,175 is included as encumbered carryover in FY 2018. The remaining balance of \$228,516 is primarily attributable to a decrease in grounds maintenance, contractual services and media and communication services.

Actual revenues in FY 2017 total \$1,806,105, a decrease of \$307,691, or 14.6 percent, from the FY 2017 estimate of \$2,113,796 primarily due to lower than anticipated reimbursements due to lower than anticipated expenditures.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$36,446, resulting in no change from the FY 2018 Adopted Budget Plan.

Fund 81500, Housing Grants and Projects**\$1,524,247**

FY 2018 expenditures are recommended to increase \$1,524,247 due to the carryover of unexpended grant balances in the amount of \$224,219 for the Residential Opportunity and Self Sufficiency (ROSS) Grant, as well as \$1,300,028 for a new State Rental Assistance Program (SRAP) award.

FY 2017 actual expenditures reflect a decrease of \$857,729, or 69.0 percent, from the *FY 2017 Revised Budget Plan* amount of \$1,243,468 due to unexpended grant balances that will carry forward. Please note the \$633,509 falling out in SRAP funds a reserve required by the grantor.

Actual revenues in FY 2017 total \$1,077,359, a decrease of \$166,109, or 13.4 percent, from the FY 2017 estimate of \$1,243,468. These balances will carryover into FY 2017 as grant projects are budgeted based on the total grant costs and most grants span multiple years.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$633,510, an increase of \$633,510.

Fund 81510, Housing Choice Voucher**(\$930,378)**

FY 2018 expenditures are recommended to decrease \$930,378 due to a decrease of \$1,546,634 based on full utilization of funding made available at a national proration factor of 96.8 percent, partially offset by an increase of \$616,256 in ongoing administrative expenses due to encumbered carryover of \$8,256, \$108,000 to support contractual services and \$500,000 to support Moving to Work objectives.

FY 2017 actual expenditures reflect a decrease of \$505,334, or 0.8 percent, from the *FY 2017 Revised Budget Plan* amount of \$61,446,100. Of this amount, \$8,256 is included as encumbered carryover in FY 2018. The remaining balance of \$497,078 is primarily attributable to reduced leasing in the program based on concerns over Federal funding constraints.

Actual revenues in FY 2017 total \$59,559,551, a decrease of \$670,906, or 1.1 percent, from the FY 2017 estimate of \$60,230,457 primarily due to the United States Department of Housing and Urban Development (HUD) decreasing the national proration factor of the program and the delay in Rental Assistance Demonstration (RAD) conversion, partially offset by an increase in the Portability Program due to an increase in leasing.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$3,345,859, a decrease of \$1,181,716.

Fund 81520, Public Housing Under Management**\$573,773**

FY 2018 expenditures are recommended to increase \$573,773 due to encumbered carryover of \$478,773 and \$95,000 due to higher than anticipated program expenses.

FY 2017 actual expenditures reflect a decrease of \$483,855, or 4.7 percent, from the *FY 2017 Revised Budget Plan* amount of \$10,386,311. Of this amount, \$478,773 is included as encumbered carryover in FY 2018.

Actual revenues in FY 2017 total \$9,603,557, a decrease of \$527,842, or 5.2 percent, from the FY 2017 estimate of \$10,131,399 primarily due to lower than anticipated United States Department of Housing and Urban Development (HUD) Operating Subsidy contributions and the conversion of Public Housing units to Rental Assistance Demonstration (RAD) Units.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$1,623,242, a decrease of \$617,760.

Fund 81530, Public Housing Under Modernization**\$905,798**

FY 2018 expenditures are recommended to increase \$905,798 due to unexpended project balances that will be used to complete comprehensive repairs at the 766 remaining Public Housing units converting to Rental Assistance Demonstration units in FY 2018.

FY 2017 actual expenditures reflect a decrease of \$905,798, or 34.3, from the *FY 2017 Revised Budget Plan* amount of \$2,642,251. This balance is primarily attributable to grant balances that will carryover into FY 2018 as grant projects are budgeted based on the total grant costs and that most grants span multiple years.

Actual revenues in FY 2017 total \$1,336,402, a decrease of \$347,199, or 20.6 percent, from the FY 2017 estimate of \$1,683,601 primarily due to grant balances that will carryover into FY 2018 as grant projects are budgeted based on the total grant costs and that most grants span multiple years.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$1,214,923, resulting in no change from the FY 2018 Adopted Budget Plan.

Fairfax County Park Authority

Fund 80000, Park Revenue and Operating Fund

\$0

There are no recommended changes to FY 2018 expenditures. However, FY 2018 Transfers Out are recommended to increase \$350,000. This adjustment includes a transfer of \$350,000 to Fund 80300, Park Improvement Fund, to support training initiatives, installation of security systems, and the purchase of critical capital equipment.

FY 2017 actual expenditures reflect a decrease of \$918,942 or 2.0 percent, from the FY 2017 Revised Budget Plan amount of \$46,208,518. The operational savings of \$918,942 are associated with higher than anticipated position vacancies and operational costs savings initiatives.

Actual revenues in FY 2017 total \$47,285,314, a decrease of \$1,092,563 or 2.3 percent from the FY 2017 estimate of \$48,377,877 primarily due to the rainy and unfavorable weather in the spring that led to temporary facilities closures.

As a result of the actions discussed above, the FY 2018 ending balance is projected to be \$4,052,486, a decrease of \$523,621.

Fund 80300, Park Improvement Fund

\$18,560,183

FY 2018 expenditures are recommended to increase \$18,560,183 due to the carryover of unexpended project balances in the amount of \$15,037,598 and an adjustment of \$3,522,585. This increase is due to the appropriation of \$3,172,585 in easement fees, donations and Park proffers received in FY 2017, and a transfer of \$350,000 from Fund 80000, Park Revenue and Operating Fund, to support long-term life-cycle maintenance of revenue facilities and unplanned emergency facility repairs. The following adjustments are recommended at this time:

Project Name (Number)	Increase/ (Decrease)	Comments
Clemjontri Park (PR-000064)	\$52,810	Increase necessary to appropriate revenues received in FY 2017 from the Park Foundation to support shelter construction.
Countywide Trails (PR-000026)	4,525	Increase necessary to appropriate revenue received in FY 2017 from the Park Foundation to support countywide trails.
Dranesville Districtwide (Pimmit) Telecommunications (PR-000029)	72,665	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Dranesville Districtwide (Riverbend) Telecommunications (PR-000050)	2,916	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
E. C. Lawrence (PR-000112)	7,965	Increase necessary to appropriate interest earnings received in FY 2017.

Project Name (Number)	Increase/ (Decrease)	Comments
General Park Improvements (PR-000057)	350,000	Increase due to a transfer of \$350,000 from Fund 80000, Park Revenue and Operating Fund, to support both unplanned and emergency repairs, security systems, staff training and the purchase of critical capital equipment. This project serves as the planned funding source for short-term maintenance projects and will provide for emergency repairs.
Grants and Contributions (2G51-026-000)	10,519	Increase necessary to appropriate grant revenues received in FY 2017 to support improvements at Green Springs.
Great Falls Nike Rectangular Field #7 (PR-000071)	855,000	Increase necessary to appropriate revenues received in FY 2017 to support a soccer field at Great Falls Nike Park.
Hunter Mill Districtwide (Clark Cross) Telecommunications (PR-000041)	22,052	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Hunter Mill Districtwide (Frying Pan) Telecommunications (PR-000049)	39,927	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Hunter Mill Districtwide (Stratton) Telecommunications (PR-000051)	136,894	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Hunter Mill Districtwide (Stuart) Telecommunications (PR-000073)	23,941	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Lee District Land Acquisition & Development (PR-000025)	2,000	Increase necessary to appropriate a donation received in FY 2017 from the Park Foundation for play areas improvements at Lee District.
Lee Districtwide (Byron Avenue) Telecommunications (PR-000040)	140,704	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Lee Districtwide (Lee District Park) Telecommunications (PR-000028)	51,287	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Mason District Park (PR-000054)	66,519	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Mastenbrook Volunteer Grant Program (PR-000061)	20,000	Increase necessary to appropriate revenues received in FY 2017 from groups with approved Mastenbrook Grants. The increase includes \$20,000 from Friends of Green Springs for the Glasshouse Project.
Mt. Vernon Districtwide Parks (PR-000037)	65,066	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.

Project Name (Number)	Increase/ (Decrease)	Comments
Open Space Preservation (PR-000063)	32,518	Increase necessary to appropriate revenues received in FY 2017 from donated funds for the preservation of open space throughout the County.
Park Authority Management Plans (PR-000113)	152,695	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases to support Natural and Cultural Projects.
Park Easement Administration (2G51-018-000)	136,748	Increase necessary to appropriate easement revenues received in FY 2017.
Park Revenue Proffers (PR-000058)	1,043,198	Increase necessary to appropriate revenues received in FY 2017 from proffers.
Revenue Facilities Capital Sinking Fund (PR-000101)	141,079	Increase necessary to continue to support planned, long-term, life-cycle maintenance of revenue facilities in conjunction with the objectives of the Infrastructure Finance Committee. As the Park Authority's revenue facilities age, maintenance and reinvestment is a priority. Parks staff is currently undergoing a Needs Assessment initiative to gather facility condition data to help with the prioritization of required repairs.
Springfield Districtwide (Confed Fort) Telecommunications (PR-000030)	17,227	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Springfield Districtwide (So Run) Telecommunications (PR-000045)	17,455	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Stewardship Publications (2G51-023-000)	25	Increase necessary to appropriate revenues received in FY 2017 for historic publications and education.
Sully Districtwide (Cub Run SV) Telecommunications (PR-000048)	17,545	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Sully Districtwide Parks (PR-000044)	18,150	Increase necessary to appropriate revenues received in FY 2017 from telecommunications leases.
Sully Plantation (PR-000052)	18,655	Increase necessary to appropriate revenues received in FY 2017 from the Sully Foundation.
Telecommunications- Administration (2G51-016-000)	2,500	Increase necessary to appropriate revenues received in FY 2017 from telecommunications related to administrative review fees.
Total	\$3,522,585	

ATTACHMENT VII:
SAR & FPR

SUPPLEMENTAL APPROPRIATION RESOLUTION AS 18009

At a regular meeting of the Board of Supervisors of Fairfax County, Virginia, held in the Board Auditorium in the Government Center at 12000 Government Center Parkway, Fairfax, Virginia, on September 12, 2017, at which meeting a quorum was present and voting, the following resolution was adopted:

BE IT RESOLVED by the Board of Supervisors of Fairfax County, Virginia, that in addition to appropriations made previously for FY 2018, the following supplemental appropriation is authorized and the Fiscal Planning Resolution is amended accordingly:

Appropriate to:**Fund 10001 - General Fund****AGENCY**

01	Board of Supervisors	
	Operating Expenses	\$43,718
		\$43,718
02	Office of the County Executive	
	Operating Expenses	\$84,424
		\$84,424
06	Department of Finance	
	Operating Expenses	\$783,427
		\$783,427
08	Facilities Management Department	
	Operating Expenses	\$2,219,508
		\$2,219,508
11	Department of Human Resources	
	Operating Expenses	\$36,155
		\$36,155
12	Department of Procurement and Material Management	
	Operating Expenses	\$236,962
		\$236,962
13	Office of Public Affairs	
	Operating Expenses	\$28,677
		\$28,677
15	Office of Elections	
	Compensation	\$200,000
	Operating Expenses	\$44,494
		\$244,494
17	Office of the County Attorney	
	Operating Expenses	\$1,443,149
		\$1,443,149
20	Department of Management and Budget	
	Operating Expenses	\$89,797
		\$89,797

FY 2017 Carryover Review

Fund 10001 - General Fund**AGENCY**

25	Business Planning and Support	
	Compensation	\$1,471,103
	Operating Expenses	\$175,280
	Work Performed for Others	(\$1,606,595)
		<u>\$39,788</u>
26	Office of Capital Facilities	
	Compensation	(\$100,906)
	Operating Expenses	\$453,912
	Work Performed for Others	(\$95,598)
		<u>\$257,408</u>
31	Land Development Services	
	Compensation	\$940,952
	Operating Expenses	\$1,767,403
	Capital Outlay	\$53,593
		<u>\$2,761,948</u>
35	Department of Planning and Zoning	
	Operating Expenses	\$1,413,043
		<u>\$1,413,043</u>
36	Planning Commission	
	Operating Expenses	\$5,572
		<u>\$5,572</u>
37	Office of the Financial and Program Auditor	
	Operating Expenses	\$1,732
		<u>\$1,732</u>
38	Department of Housing and Community Development	
	Operating Expenses	\$293,781
		<u>\$293,781</u>
39	Office of Human Rights and Equity Programs	
	Operating Expenses	\$122,609
		<u>\$122,609</u>
40	Department of Transportation	
	Operating Expenses	\$849,241
	Capital Outlay	\$33,487
		<u>\$882,728</u>
51	Fairfax County Park Authority	
	Operating Expenses	\$232,983
	Capital Outlay	\$329,076
		<u>\$562,059</u>
52	Fairfax County Public Library	
	Operating Expenses	\$1,854,161
	Capital Outlay	\$5,898
		<u>\$1,860,059</u>

Fund 10001 - General Fund**AGENCY**

57	Department of Tax Administration		
	Operating Expenses	\$62,990	
		\$62,990	
67	Department of Family Services		
	Compensation	\$764,983	
	Operating Expenses	\$2,198,999	
	Capital Outlay	\$218,077	
		\$3,182,059	
68	Department of Administration for Human Services		
	Operating Expenses	\$213,900	
		\$213,900	
70	Department of Information Technology		
	Operating Expenses	\$601,235	
		\$601,235	
71	Health Department		
	Operating Expenses	\$2,323,771	
	Capital Outlay	\$91,780	
		\$2,415,551	
73	Office to Prevent and End Homelessness		
	Operating Expenses	\$775,025	
	Capital Outlay	\$210,421	
		\$985,446	
79	Department of Neighborhood and Community Services		
	Operating Expenses	\$853,868	
		\$853,868	
80	Circuit Court and Records		
	Operating Expenses	\$61,157	
	Capital Outlay	\$12,203	
		\$73,360	
81	Juvenile and Domestic Relations District Court		
	Operating Expenses	\$437,378	
	Capital Outlay	\$29,681	
		\$467,059	
82	Office of the Commonwealth's Attorney		
	Operating Expenses	\$20,420	
		\$20,420	
85	General District Court		
	Operating Expenses	\$449,526	
		\$449,526	
87	Unclassified Administrative Expenses (Public Works)		
	Operating Expenses	\$317,347	
	Capital Outlay	\$250,994	
		\$568,341	

FY 2017 Carryover Review

Fund 10001 - General Fund**AGENCY**

87	Unclassified Administrative Expenses (Nondepartmental)	
	Operating Expenses	\$7,827,398
		\$7,827,398
89	Employee Benefits	
	Benefits	\$2,656,335
	Operating Expenses	\$457,073
	Work Performed for Others	(\$538,385)
		\$2,575,023
90	Police Department	
	Operating Expenses	\$2,506,871
	Capital Outlay	\$320,500
		\$2,827,371
91	Office of the Sheriff	
	Operating Expenses	\$2,312,008
	Capital Outlay	\$277,847
		\$2,589,855
92	Fire and Rescue Department	
	Compensation	\$200,000
	Operating Expenses	\$4,830,888
	Capital Outlay	\$109,145
		\$5,140,033
93	Office of Emergency Management	
	Operating Expenses	\$597,279
	Capital Outlay	\$111,577
		\$708,856
96	Department of Animal Sheltering	
	Operating Expenses	\$40,026
		\$40,026
97	Department of Code Compliance	
	Operating Expenses	\$897
		\$897

FUND

10020	Consolidated Community Funding Pool	
	Operating Expenses	\$166,774
		\$166,774
10030	Contributory Fund	
	Operating Expenses	\$100,000
		\$100,000
10040	Information Technology	
	IT Projects	\$27,145,329
		\$27,145,329
20000	Consolidated Debt Service	
	Bond Expenses	\$22,148,358
		\$22,148,358
30010	General Construction and Contributions	
	Capital Projects	\$203,606,450
		\$203,606,450
30020	Infrastructure Replacement and Upgrades	
	Capital Projects	\$29,043,261
		\$29,043,261
30030	Library Construction	
	Capital Projects	\$26,699,129
		\$26,699,129
30040	Contributed Roadway Improvements	
	Capital Projects	\$36,182,039
		\$36,182,039
30050	Transportation Improvements	
	Capital Projects	\$115,705,160
		\$115,705,160
30060	Pedestrian Walkway Improvements	
	Capital Projects	\$4,077,600
		\$4,077,600
30070	Public Safety Construction	
	Capital Projects	\$249,264,631
		\$249,264,631
30080	Commercial Revitalization Program	
	Capital Projects	\$1,889,425
		\$1,889,425
30090	Pro Rata Share Drainage Construction	
	Capital Projects	\$3,305,160
		\$3,305,160
30300	The Penny for Affordable Housing Fund	
	Capital Projects	\$30,405,087
		\$30,405,087

FUND

30310	Housing Assistance Program	
	Capital Projects	\$6,154,629
		\$6,154,629
30400	Park Authority Bond Construction	
	Capital Projects	\$126,762,291
		\$126,762,291
40000	County Transit Systems	
	Operating Expenses	\$3,059,027
	Capital Outlay	\$5,380,607
	Capital Projects	\$7,171,809
		\$15,611,443
40010	County and Regional Transportation Projects	
	Capital Projects	\$315,026,975
		\$315,026,975
40030	Cable Communications	
	Operating Expenses	\$5,908,164
	Capital Outlay	\$2,388,592
		\$8,296,756
40040	Fairfax-Falls Church Community Services Board	
	Operating Expenses	\$15,716,434
		\$15,716,434
40050	Reston Community Center	
	Operating Expenses	\$1,762
	Capital Projects	\$4,350,461
		\$4,352,223
40060	McLean Community Center	
	Operating Expenses	\$8,170
	Capital Projects	\$7,084,367
		\$7,092,537
40070	Burgundy Village Community Center	
	Operating Expenses	\$203,519
		\$203,519
40080	Integrated Pest Management Program	
	Operating Expenses	\$96,251
		\$96,251
40090	E-911	
	Operating Expenses	\$1,796,151
	IT Projects	\$6,085,448
		\$7,881,599

FUND

40100 Stormwater Services	
Compensation	(\$1,059,703)
Benefits	(\$354,999)
Operating Expenses	\$626,198
Work Performed for Others	\$834,478
Capital Outlay	\$538,507
Capital Projects	\$68,446,811
	\$69,031,292
40120 Dulles Rail Phase II Transportation Improvement District	
Bond Expenses	\$14,470,654
	\$14,470,654
40125 Metrorail Parking System Pledged Revenues	
Capital Projects	\$64,408,109
Bond Expenses	\$10,669,226
	\$75,077,335
40140 Refuse Collection and Recycling Operations	
Operating Expenses	\$17,365
Capital Outlay	\$305,845
Capital Projects	\$801,915
	\$1,125,125
40150 Refuse Disposal	
Operating Expenses	\$329,898
Capital Outlay	\$145,433
Capital Projects	\$3,436,582
	\$3,911,913
40170 I-95 Refuse Disposal	
Operating Expenses	\$172,694
Capital Outlay	\$339,773
Capital Projects	\$4,297,532
	\$4,809,999
40180 Tysons Service District	
Capital Projects	\$6,450,000
	\$6,450,000
40300 Housing Trust Fund	
Capital Projects	\$10,989,083
	\$10,989,083
40330 Elderly Housing Programs	
Operating Expenses	\$70,215
	\$70,215
40360 Homeowner and Business Loan Programs	
Compensation	(\$12,038)
Benefits	(\$3,849)
Operating Expenses	\$2,272,140
	\$2,256,253

FUND

50000	Federal/State Grants	
	Grant Expenditures	<u>\$138,381,257</u>
		\$138,381,257
50800	Community Development Block Grant	
	Grant Expenditures	<u>\$4,709,615</u>
		\$4,709,615
50810	HOME Investment Partnerships Grant	
	Grant Expenditures	<u>\$2,301,136</u>
		\$2,301,136
60000	County Insurance	
	Operating Expenses	<u>\$16,000,000</u>
		\$16,000,000
60010	Department of Vehicle Services	
	Compensation	\$63,067
	Benefits	\$29,641
	Operating Expenses	\$2,077,616
	Capital Outlay	<u>\$5,745,539</u>
		\$7,915,863
60020	Document Services	
	Operating Expenses	<u>\$634,805</u>
		\$634,805
60030	Technology Infrastructure Services	
	Operating Expenses	\$2,963,974
	Capital Outlay	<u>\$1,921,710</u>
		\$4,885,684
60040	Health Benefits	
	Non-Pay Employee Benefits	\$24,528,108
	Operating Expenses	<u>\$22,523</u>
		\$24,550,631
69010	Sewer Operation and Maintenance	
	Operating Expenses	(\$235,558)
	Capital Outlay	<u>\$544,571</u>
		\$309,013
69300	Sewer Construction Improvements	
	Capital Projects	<u>\$41,718,026</u>
		\$41,718,026
69310	Sewer Bond Construction	
	Capital Projects	<u>\$118,340,832</u>
		\$118,340,832
70000	Route 28 Taxing District	
	Operating Expenses	<u>\$16,310</u>
		\$16,310

FUND

73000 Employees' Retirement Trust

Operating Expenses

\$155,110**\$155,110**

GIVEN under my hand this _____ of September, 2017

By: _____

Catherine A. Chianese

Clerk to the Board of Supervisors

SUPPLEMENTAL APPROPRIATION RESOLUTION AS 18009

At a regular meeting of the Board of Supervisors of Fairfax County, Virginia, held in the Board Auditorium in the Government Center at 12000 Government Center Parkway, Fairfax, Virginia, on September 12, 2017, at which meeting a quorum was present and voting, the following resolution was adopted:

BE IT RESOLVED by the Board of Supervisors of Fairfax County, Virginia, that in addition to appropriations made previously for FY 2018, the following supplemental appropriation is authorized and the Fiscal Planning Resolution is amended accordingly:

Appropriate to:**Schools****FUND**

S10000	Public School Operating	
	Operating Expenditures	\$92,457,577
S31000	Public School Construction	
	Capital Projects	\$224,613,126
S40000	Public School Food and Nutrition Services	
	Operating Expenditures	\$3,766,595
S43000	Public School Adult and Community Education	
	Operating Expenditures	(\$771,300)
S50000	Public School Grants and Self Supporting Programs	
	Operating Expenditures	\$28,542,247
S60000	Public School Insurance	
	Operating Expenditures	\$227,369
S62000	Public School Health and Flexible Benefits	
	Operating Expenditures	\$6,394,809
S71000	Educational Employees' Retirement	
	Operating Expenditures	\$7
S71100	Public School OPEB Trust	
	Operating Expenditures	\$0

GIVEN under my hand this _____ of September, 2017

By: _____

Catherine A. Chianese
Clerk to the Board of Supervisors

FISCAL PLANNING RESOLUTION
Fiscal Year 2018
Amendment AS 18900

At a regular meeting of the Board of Supervisors of Fairfax County, Virginia, held in the Board Auditorium in the Government Center at 12000 Government Center Parkway, Fairfax, Virginia, on September 12, 2017, at which meeting a quorum was present and voting, the following resolution was adopted:

The Fiscal Year 2018 Fiscal Plan Transfers are hereby amended as follows:

Fund	Transfer To	From	To	Change
10001	General Fund			
	Fund 10010 Revenue Stabilization	\$5,221,570	\$23,616,428	\$18,394,858
	Fund 10040 Information Technology	\$4,770,240	\$6,285,617	\$1,515,377
	Fund 30010 General Construction and Contributions	\$17,115,923	\$36,956,048	\$19,840,125
	Fund 30020 Infrastructure Replacement and Upgrades	\$1,825,953	\$8,390,244	\$6,564,291
	Fund 30060 Pedestrian Walkway Improvements	\$500,000	\$1,693,507	\$1,193,507
30010	General Construction and Contributions			
	Fund 30020 Infrastructure Replacement and Upgrades	\$0	\$1,500,000	\$1,500,000
40010	County and Regional Transportation Projects			
	Fund 40125 Metrorail Parking Systems Pledged Revenues	\$0	\$3,451,133	\$3,451,133
40030	Cable Communications			
	Fund S10000 School Operating	\$600,000	\$875,000	\$275,000
	Fund S50000 School Grants and Self-Supporting	\$3,522,651	\$3,247,651	(\$275,000)
69000	Sewer Revenue			
	Fund 69030 Sewer Bond Debt Reserve	\$0	\$5,556	\$5,556
80000	Park Revenue and Operating			
	Fund 80300 Park Capital Improvements	\$0	\$350,000	\$350,000
S10000	Public School Operating			
	Fund S31000 School Construction	\$9,983,347	\$13,534,317	\$3,550,970
	Fund S43000 School Adult & Community Education	\$235,000	\$844,593	\$609,593
	Fund S50000 School Grants and Self-Supporting	\$18,711,506	\$17,711,506	(\$1,000,000)

A Copy - Teste:

Catherine A. Chianese
Clerk to the Board of Supervisors

ATTACHMENT C:

**FCPS FY 2017 STAFF RECOMMENDED BUDGET
REVIEW AND APPROPRIATION RESOLUTIONS**

**(This attachment reflects staff's recommendations to
the School Board on July 13, 2017.)**

Staff Contact: Kristen Michael, assistant superintendent, Department of Financial Services

Other Staff Present: Alice Wigington, director, Office of Budget Services

Meeting Category: July 13, 2017 – Regular Meeting No. 1

Subject: FY 2017 Final Budget Review

School Board Action Required: Information

Key Points:

All of the FY 2017 accounts have been closed subject to the annual audit. A summary of the revenue and expenditure variances is provided for each of the nine funds. All comparisons are against the FY 2017 Third Quarter Budget Review.

In the School Operating Fund, after accounting for the revenue variance and the FY 2018 budgeted beginning balance, the flexibility reserve, fuel contingency, textbook reserve, and other commitments, the FY 2017 funds available total \$33.9 million.

School Operating Fund Statement Summary and Balance Available*			
(\$ in millions)			
	FY 2017 Third Quarter	FY 2017 Actual	Variance
Beginning Balance, July 1	\$103.0	\$103.0	\$0.0
Reserves	39.0	39.0	0.0
Receipts	723.0	721.7	(1.3)
Transfers In	1,914.1	1,914.1	0.0
Total Available	\$2,779.2	\$2,777.9	(\$1.3)
Expenditures	\$2,701.1	\$2,602.0	(\$99.1)
Transfers Out	32.8	32.8	0.0
Total Disbursements	\$2,734.0	\$2,634.9	(\$99.1)
Ending Balance, June 30	\$45.2	\$143.0	\$97.8
FY 2018 Beginning Balance Requirements**	\$33.5	\$33.5	
School Board Flexibility Reserve	0.0	8.0	
Fuel Contingency	0.0	2.0	
Centralized Textbook Replacement Reserve	11.7	11.7	
Commitments and Carryover:			
Outstanding Encumbered Obligations	0.0	24.2	
School and Projects Carryover	0.0	24.8	
Department Critical Needs Carryover	0.0	4.9	
Balance after Commitments	\$0.0	\$33.9	
FY 2018 Administrative Adjustments (Investments/Identified Needs)			
<i>Identified as Part of the FY 2018 Approved Budget</i>			
Employee Bonus Placeholder		\$3.3	
Staffing Contingency		1.7	
<i>Prior Committed Priorities and Requirements</i>			
Major Maintenance		3.6	
World Languages		0.2	
Transfer to Adult and Community Education Fund		0.6	
<i>Strategic Plan Investments</i>			
Recruitment and Retention Incentive		0.5	
Set Aside for FY 2019 Beginning Balance		24.1	
Available Ending Balance	\$0.0	\$0.0	

*Does not add due to rounding.

**As part of the FY 2018 Approved Budget Adoption, the \$6.5 million in funding available from the FY 2017 Third Quarter Budget Review was included in the FY 2018 beginning balance, bringing the budgeted beginning balance for FY 2018 to \$33.5 million.

Revenue variances begin on page 1 of the agenda attachment, and FY 2017 actual total funds available are \$1.3 million less, or 99.95 percent, of the FY 2017 Third Quarter Budget Review projection. State Aid for FY 2017 totals \$417.7 million, which is \$4.3 million more than budgeted, and sales tax receipts total \$191.1 million, \$1.3 million less than budgeted. Federal revenue totaled \$45.8 million, which is \$6.1 million lower than budgeted primarily as a net result of unspent multiyear grant awards that will be carried forward and reappropriated in FY 2018 offset by a reimbursement of \$1.3 million from FEMA. Other revenue receipts, including tuition, fees, other service charges, and miscellaneous revenue, are \$1.8 million more than the third quarter estimate.

Expenditure variances begin on page 2 of the agenda attachment, and FY 2017 actual expenditures are \$35.2 million less than projected after funding the FY 2018 beginning balance, School Flexibility Reserve, fuel contingency, and accounting for other commitments and carryover, excluding grants. The expenditure variance of \$35.2 million totals 1.3 percent of the FY 2017 Third Quarter Budget and includes \$14.9 million from salaries, \$10.1 million from employee benefits, and \$2.4 million from other accounts, primarily utilities. In addition, \$7.8 million in multiyear unspent federal grant funds is carried forward and reappropriated for FY 2018.

As a result of the revenue and expenditure variances, the total funding available from FY 2017 totals \$33.9 million. This agenda item includes recommendations for FY 2018 expenditure adjustments. Items identified as part of the FY 2018 Approved Budget include placeholder funding of \$3.3 million for potential bonus options for employees who did not receive a salary increase in FY 2018 as well as setting aside an additional \$1.7 million for the staffing reserve to mitigate the impact of the class size increase and address large class sizes. Prior committed priorities and requirements include \$3.6 million to continue FCPS' annual commitment to allocate funding from year-end for major maintenance; \$0.2 million for the fourth and final year of the development of world language curriculum and to identify opportunities to develop global partnerships; and \$0.6 million to address a shortfall in Adult and Community Education. Funding to support key strategic plan investments includes \$0.5 million for employee recruitment and retention initiatives.

All of the remaining funding available, \$24.1 million, is recommended to be set aside for a FY 2019 budgeted beginning balance. This results in an initial shortfall of \$9.4 million as compared to the beginning balance funding included in the FY 2018 Approved Budget. Looking ahead to FY 2018, additional expenditure requirements may be necessary as part of compliance with the MS4 stormwater permit and federal stormwater mandates. FCPS and the county established a partnership on the joint use of covered salt storage. The County and FCPS are working together to plan for a salt storage facility that will be constructed at the Woodson Complex. Also during FY 2018, FCPS will be piloting lower cost options for replacing bus radios. Any expenditure increases from the stormwater and savings from the radios will be presented to the School Board at an FY 2018 quarterly budget review.

Changes to other School Board funds are detailed in the attachment.

Recommendation:

That the School Board approve the revenue and expenditure adjustments as detailed in the agenda item.

Attachment:

FY 2017 Final Budget Review

AMOUNT

I. FY 2017 ACTUAL REVENUE

(as compared to the FY 2017 Third Quarter Budget Review)

A. Sales Tax

(\$1,251,873)

Revenue from sales tax is projected to be \$1.3 million lower than the FY 2017 Third Quarter Budget Review. The final sales tax payment for FY 2017 will not be received until July, after the fiscal year ends.

B. State Aid

4,265,188

As compared to FCPS' projection in the FY 2017 Third Quarter Budget Review, State Aid reflects a net increase of \$4.3 million. The State's final payment calculations are based on the actual March 31 average daily membership (ADM). The actual ADM was slightly higher than FCPS projected, resulting in \$4.3 million more in Basic Aid, the primary component of State Aid, than FCPS' had projected.

C. Federal Revenue

(6,082,760)

As compared to the FY 2017 Third Quarter Budget Review, federal revenue reflects a net decrease of \$6.1 million due primarily to:

- Unspent, multiyear grant awards totaling \$8.0 million, primarily from the Individuals with Disabilities Education Act (IDEA) and the Perkins grant
- FEMA reimbursement from inclement weather in FY 2016 of \$1.3 million
- Impact Aid increase of \$0.6 million

(Items II.B, III.C., and IV.A. detail the unspent federal grant awards that will be carried forward and reappropriated for FY 2018)

D. Tuition, Fees, and Other

1,811,218

Based on actual receipts, other categories of revenue, including fees and miscellaneous revenue, exceed projections by \$1.8 million.

TOTAL FY 2017 REVENUE VARIANCE

(\$1,258,227)

✓-Recurring
X-Nonrecurring

	<u>AMOUNT</u>	<u>POSITIONS</u>
II. FY 2017 ACTUAL EXPENDITURES (as compared to the FY 2017 Third Quarter Budget Review)		
A. Total Expenditures	(\$27,363,287)	(0.0)
Expenditures, excluding unspent multiyear grant awards (item II.B.), are \$27.4 million less than projected after funding:		
• School Board Flexibility Reserve	\$8.0 million	
• Fuel Contingency	\$2.0 million	
• Outstanding Encumbered Obligations	\$24.2 million	
• School/Projects Carryover	\$24.8 million	
• Department Critical Needs Carryover	\$4.9 million	
The expenditure variance totals 1.0 percent of the revised budget and is comprised of the following:		
• Salaries	\$14.9 million	
• Employee Benefits	\$10.1 million	
• Other Expenditures	\$2.4 million	
The \$14.9 million in salary variance is mainly attributed to regular contracted salary accounts and is primarily due to higher than expected turnover which was already incorporated into the development of the FY 2018 budget where base savings was increased to \$27.5 million as compared to \$19.1 million in FY 2017.		
B. Multiyear Grant Funding	(7,802,192)	(0.0)
The total expenditure variance also includes federal multiyear unspent grant award expenditures totaling \$7.8 million. As a result of lower expenditures in the FY 2017 grant year, the corresponding revenue decrease is reflected in item I.C. This multiyear available grant funding (items III.C. and IV. A.) is carried forward and reappropriated to FY 2018.		
TOTAL FY 2017 ACTUAL EXPENDITURE VARIANCE	(\$35,165,479)	(0.0)
FY 2017 TOTAL FUNDS AVAILABLE	<u>\$33,907,252</u>	

√-Recurring
X-Nonrecurring

AMOUNT

III. FY 2018 REVENUE AND BEGINNING BALANCE ADJUSTMENTS

X	A. Beginning Balance	\$73,757,798
	As a result of the FY 2017 adjustments, including the impact of commitments and carryover, the beginning balance for FY 2018 is increased by \$73.8 million due to:	
	<ul style="list-style-type: none"> • School Board Flexibility Reserve \$8.0 million • Fuel Contingency \$2.0 million • Outstanding Encumbered Obligations \$24.2 million • School/Projects Carryover \$24.8 million • Department Critical Needs Carryover \$4.9 million • Identified in the FY 2018 Approved Budget \$4.9 million • Prior Committed Priorities/Requirements \$4.4 million • Strategic Plan Investments \$0.5 million 	
X	B. Set Aside for FY 2019 Beginning Balance	24,092,117
	Available funding of \$24.1 million from FY 2017 year-end is recommended to be set aside as a beginning balance for FY 2019. This leaves a gap of \$9.4 million as compared to the beginning balance funding in the FY 2018 Approved Budget.	
X	C. Multiyear Federal Grants	7,802,192
	Unspent multiyear federal grant awards from FY 2017 are carried forward to FY 2018. <i>(Revenue adjustment is offset by corresponding expenditure adjustment in IV.A.)</i>	
X	D. IDEA Champions Together – Federal Grant	4,000
	Grant funding totaling \$4,000 provides funding for uniforms, coach's stipend, and transportation for the Unified Sports teams at Robinson Secondary, Lee High School, and Langley High School. <i>(Revenue adjustment is offset by corresponding expenditures adjustments in IV.B.)</i>	
X	E. IDEA Parent Resource Center – Federal Grant	13,000
	Grant funding totaling \$13,000 provides funding for special education and related services to children with disabilities. <i>(Revenue adjustment is offset by corresponding expenditures adjustments in IV.C.)</i>	
FY 2018 REVENUE AND BEGINNING BALANCE ADJUSTMENTS		<u>\$105,669,107</u>

√-Recurring
X-Nonrecurring

		<u>AMOUNT</u>	<u>POSITIONS</u>
IV.	FY 2018 EXPENDITURE ADJUSTMENTS		
X	A. Multiyear Federal Grants	\$7,802,192	0.0
	Unspent multiyear federal grant awards from FY 2017 totaling \$7.8 million are carried forward and reappropriated for FY 2018. <i>(Expenditure adjustment is offset by corresponding revenue adjustments in III.C.)</i>		
X	B. IDEA Champions Together – Federal Grant	4,000	0.0
	Grant funding totaling \$4,000 provides funding for uniforms, coach stipends, and transportation for the Unified Sports teams at Robinson Secondary, Lee High School, and Langley High School. <i>(Expenditure adjustment is offset by corresponding revenue adjustment in III.D.)</i>		
X	C. IDEA Parent Resource Center – Federal Grant	13,000	0.0
	Grant funding totaling \$13,000 provides funding for special education and related services to children with disabilities. <i>(Expenditure adjustment is offset by corresponding revenue adjustment in III.E.)</i>		
X	D. Commitments and Carryover	53,942,663	0.0
	Outstanding encumbered obligations, school and multiyear projects carryover, and department critical needs carryover are reappropriated in FY 2018:		
	<ul style="list-style-type: none"> • Outstanding Encumbered Obligations \$24.2 million • School/Projects Carryover \$24.8 million • Department Critical Needs Carryover \$4.9 million 		
X	E. School Board Flexibility Reserve	8,000,000	0.0
	Funding of \$8.0 million is maintained for the School Board Flexibility Reserve to meet unforeseen circumstances that occur during the fiscal year. Any unused portion is carried forward to the next fiscal year with School Board approval.		
X	F. Fuel Contingency	2,000,000	0.0
	To align with the County and to address fluctuations in rates, FCPS created a fuel reserve with one-time funding at the FY 2016 Final Budget Review. Funding of \$2.0 million is maintained in the fuel reserve to mitigate rate fluctuations. This is consistent with Fairfax County Government's budgeting process for fuel.		

		<u>AMOUNT</u>	<u>POSITIONS</u>
X	G. Staffing Contingency to Address Class Size	1,659,787	20.0
	As part of the FY 2018 Approved Budget adoption, a follow-on motion was approved to prioritize year-end funding to mitigate the impact of the class size increase. Funding of \$1.7 million will be set-aside to add 20.0 positions as a contingency for staffing. This funding will provide schools with support to mitigate the impact of the class size increase included in the FY 2018 Approved Budget.		
X	H. Employee Bonus Placeholder	3,268,839	0.0
	As part of the FY 2018 Approved Budget adoption, a follow-on motion was approved to present options for a one-time bonus for employees who would not receive a salary increase as a result of the compensation adjustments included in the FY 2018 Approved Budget. Funding of \$3.3 million provides a placeholder, and multiple options for providing a bonus will be presented at the July 17, 2017, work session.		
X	I. World Languages	214,608	0.0
	Funding of \$0.2 million is allocated for the fourth and final year to continue the development of the world languages curriculum for elementary and secondary schools, as well as for looking for opportunities to develop global partnerships.		
X	J. Recruitment and Retention Incentive	511,338	0.0
	In total, \$0.5 million is recommended for recruitment and retention initiatives. As part of the Compensation Study, FCPS is exploring differentiated pay. The first consideration was for teacher recruitment and in FY 2017, one-time funding of \$0.5 million was allocated for early hire teacher incentives. In order to have funding available in FY 2018 for employee recruitment and retention, maintaining the same level of funding is recommended.		
	FY 2018 EXPENDITURE ADJUSTMENTS	\$77,416,427	20.0

		<u>AMOUNT</u>	<u>POSITIONS</u>
V.	FY 2018 RECOMMENDED TRANSFERS OUT ADJUSTMENTS		
X	A. Major Maintenance	\$3,550,970	0.0
	Funding is requested to continue to address the backlog of major maintenance using one-time funding. Funding totaling \$3.6 million was eliminated during the adoption of the FY 2014 Approved Budget. At that time, FCPS adopted a process of restoring the funding for major maintenance at the FY 2013 level using funding available annually at year-end. This recommendation represents the fifth consecutive time that year-end funding has been utilized to supplement major maintenance. Funding major infrastructure maintenance will help prevent the failure of critical systems, deterioration of major capital investments, and significant health and safety hazards. Due to budget constraints, infrastructure maintenance has been limited, and there is a substantial backlog of infrastructure that has surpassed its useful life.		
X	B. Transfer to Adult and Community Education	609,593	0.0
	The Adult and Community Education (ACE) Fund ended FY 2017 with a shortfall of \$0.6 million, primarily due to lower than projected tuition revenue and the loss of Education for Independence grant and VA Department of Labor funding (as included in item VIII, page 9). In FY 2018, ACE will need to take actions to ensure revenue and expenditures are balanced. Actions may include restructuring course offerings, increasing tuition rates, streamlining administration, and reducing staff. To support ACE's restructuring, a one-time transfer of \$0.6 million is recommended.		
	FY 2018 TRANSFERS OUT ADJUSTMENTS	\$4,160,563	0.0
	FY 2018 TOTAL DISBURSEMENT ADJUSTMENTS	<u>\$81,576,990</u>	<u>20.0</u>
VI.	FY 2019 BEGINNING BALANCE		
X	A. Beginning Balance	\$24,092,117	
	All of the remaining funding available, \$24.1 million, is recommended to be set aside for the FY 2019 beginning balance. This results in an initial shortfall of \$9.4 million as compared to the beginning balance included in the FY 2018 Approved Budget.		
	FY 2018 TOTAL FUNDS AVAILABLE	<u>\$0</u>	

√-Recurring
X-Nonrecurring

VII. AGENDA SUMMARY

FY 2017 ACTUAL REVENUE VARIANCE	(\$1,258,227)
FY 2017 ACTUAL EXPENDITURE VARIANCE (After School Board Flexibility Reserve and commitments and carryover)	(\$35,165,479)
TOTAL FUNDS AVAILABLE	<u>\$33,907,252</u>
LESS IDENTIFIED AS PART OF THE FY 2018 APPROVED BUDGET	
Staffing Contingency	\$1,659,787
Employee Bonus Placeholder	3,268,839
LESS PRIOR COMMITTED PRIORITIES AND REQUIREMENTS	
Major Maintenance	3,550,970
World Languages	214,608
Transfer to Adult and Community Education Fund	609,593
LESS RECOMMENDED INVESTMENTS	
Recruitment and Retention	511,338
LESS FY 2019 BEGINNING BALANCE SET ASIDE	<u>24,092,117</u>
AVAILABLE ENDING BALANCE	<u>\$0</u>

VIII. OTHER FUNDS

SCHOOL CONSTRUCTION FUND

The FY 2017 actual receipts are \$2.9 million more than the budgeted amount. This is primarily due to \$6.0 million in miscellaneous revenue received above the budgeted amount which includes County proffers; boosters, youth associations, and community support of turf fields; funding received for schools' work orders; and \$0.1 million more than budgeted capital cost recovery from Thomas Jefferson High School tuition; offset by \$3.3 million unspent multiyear federal grant award for the Fort Belvoir school building. Transfers in are \$0.9 million more than the budgeted amount due to \$0.6 million in County transfers above the budgeted amount to support turf field replacement at Sandburg Middle School and \$0.3 million more than budgeted to support field lighting.

Actual expenditures total \$204.4 million which is \$26.4 million lower than the estimate at FY 2017 Third Quarter Budget Review. Total costs for multi-year construction projects are allocated when the jobs are contracted; actual project expenditures are recognized as incurred, and unspent balances are carried forward into future years until the projects are complete.

The actual FY 2017 turf field replacement ending balance of \$1.5 million reflects a \$0.1 million decrease compared to the third quarter estimate due to a variance between budgeted and actual revenues and expenditures. This turf field funding is being held in reserve pending future replacement needs.

The FY 2018 Revised Budget reflects the reappropriation of unspent federal grant funding of \$3.3 million. The federal grant funding is received on a cost reimbursement basis. As construction expenses are incurred, revenue is requested for reimbursement from the grant. In addition, the FY 2018 Revised Budget includes one-time funding of \$3.6 million for continued support to address the backlog of major infrastructure maintenance.

FOOD AND NUTRITION SERVICES FUND

Excluding the beginning balance, revenue in the Food and Nutrition Services fund totals \$81.5 million and is \$0.2 million more than the FY 2017 Third Quarter Budget Review. This is primarily due to a \$1.9 million, or 5.2 percent, increase in federal aid and an increase of \$0.6 million in other revenue, offset by a \$2.3 million, or 5.2 percent, decrease in food sales.

Actual expenditures total \$77.9 million which is a decrease of \$3.8 million, as compared to the FY 2017 Third Quarter Budget Review. The decrease is due to lower expenditures of \$0.8 million in food costs, \$3.2 million in employee salaries and benefits, and \$0.1 million in rental fee expenses, offset by an increase of \$0.3 million in capital outlay for equipment.

In FY 2017, more revenues were generated than expenditures incurred in the Food and Nutrition Services fund by \$3.6 million, resulting in an increase in the fund's reserve due to seven more serving days in the 2016-2017 school year, higher student meal participation rate, meal price increase, reimbursement rate increase in federal aid, and vendor rebates.

The FY 2018 Revised Budget is adjusted to reflect an additional \$3.7 million available for beginning balance as compared to the projection in the FY 2018 Approved Budget. Revenue increases by \$2,500 due to available grant funding in FY 2018. Expenditures increased by \$13,461 due to the increase in expenditures of \$10,961 in outstanding encumbered obligations from FY 2017 and an additional \$2,500 grant appropriation. In total, the revenue and expenditure adjustments result in an increase of \$3.7 million to the Food and Nutrition Services reserve, as compared to the projection included in the FY 2018 Approved Budget, bringing the reserve total to \$16.5 million in FY 2018. This reserve enables Food and Nutrition Services to maintain affordable and consistent meal prices by mitigating the impact of expenditure and revenue variations, provide funding for equipment replacement, technology training and other improvements; and meet emergency expenses.

ADULT AND COMMUNITY EDUCATION FUND

The FY 2017 ending balance for the Adult and Community Education (ACE) Fund is a deficit of \$0.6 million. This deficit is primarily due to unrealized tuition revenue from underperforming programs. This loss was also impacted by anticipated contracts that did not materialize and rising costs in salaries and benefits. Total receipts and transfers total \$8.6 million, which is \$0.8 million, or 8.1 percent, lower than the \$9.3 million in the FY 2017 Third Quarter Budget Review. This revenue variance is due to several factors including the loss of the Education for Independence grant; the elimination of the Virginia Department of Labor and Industry funds; and underperforming programs such as health and medical, trade and industry, and Adult ESOL. Actual expenditures total \$9.2 million, which is \$0.1 million, or 1.6 percent lower than the FY 2017 Third Quarter Budget Review. These expenses included costs to run the course offerings including, instructor costs and classroom supplies, in addition to oversight and management costs. Tuition was raised for some courses in FY 2017 to offset increasing operating costs.

The FY 2018 Revised Budget totals \$8.8 million. A one-time increase of \$0.6 million in the transfer from the School Operating Fund is included in the FY 2018 Revised Budget to address the deficit. Plans are underway to secure the financial stability of this fund. The FY 2018 tuition revenue estimates have been reduced by \$0.4 million to reflect current course enrollment trends. Expenditure reductions totaling \$0.4 million will be realized through reducing hourly expenditures, with a focus on reducing administrative overhead, reducing instructional materials, and delaying the replacement of vehicles for Driver Education. Finally, a detailed tuition study will be conducted to provide enhanced insight into appropriate modifications to tuition for future course offerings.

GRANTS AND SELF-SUPPORTING PROGRAMS FUND

The FY 2017 ending balance for the Grants and Self-Supporting Programs Fund totals \$16.5 million. The ending balance is comprised of \$5.7 million for summer school and \$10.8 million in grant revenues not yet expended. The FY 2018 budget is increasing by \$29.0 million due to new and revised grant awards and the reappropriation of the ending balance and multiyear grant awards.

Grants Subfund:

The FY 2017 ending balance for the Grants Subfund totals \$10.8 million and primarily represents grant revenues not yet expended for Cable Communications, Medicaid, State Technology Plan, and College Night.

The FY 2018 budget for the Grants Subfund reflects a net increase of \$23.7 million due to revised grant awards along with the reappropriation of the ending balance and multiyear grant awards. Of this amount, \$10.8 million represents ending balance and \$12.9 million results from the reappropriation of multiyear grants awards primarily for entitlement grants such as Title I and Title II; as well as other grants such as 21st Century Community Learning Center; Department of Defense Education Activity; Project Aware; VPI Plus and State Technology Plan.

The Virginia Department of Education requires that Fairfax County Public Schools' School Board authorize the Division Superintendent and the School Board Chairman to sign and file the 2017-2018 Elementary Secondary Education Act of 1965 (ESEA), as amended by the Every Student Succeeds Act of 2015 (ESSA) entitlement applications. To comply with this requirement, the adoption of the FY 2017 Year End Agenda grants this authority.

Summer School Subfund:

The FY 2017 ending balance in the Summer School Subfund is \$5.7 million, primarily due to lower than budgeted expenditures of \$5.1 million combined with \$0.9 million in reserve funding that was not utilized in FY 2017. In addition, funding from the County was provided to support the Bridges to Kindergarten program. Revenue receipts were \$0.3 million lower than estimated due primarily to lower state revenue for remediation and lower tuition receipts. The FY 2017 ending balance will be carried over to FY 2018 to mitigate the FY 2018 Approved Budget reduction of \$1.0 million in the transfer from the School Operating Fund to the Summer School Subfund and allow FCPS to maintain summer programs such as Bridges to

Kindergarten, Young Scholars, high school program, Extended School Year (ESY), and services funded through Title I.

SCHOOL INSURANCE FUND

Total FY 2017 School Insurance Fund receipts of \$17.7 million are \$4.6 million, or 35.2 percent, higher than the FY 2017 Third Quarter Estimate due to additional funding of \$4.3 million received into the Workers' Compensation subfund and additional revenue of \$0.4 million received in the Other Insurance subfund from restitution, liable third parties, and rebates. The additional funding for Workers' Compensation was required to cover a higher than anticipated net change in accrued liabilities, as determined by the most recent actuarial valuation.

Total FY 2017 expenditures of \$15.6 million are \$1.8 million, or 10.2 percent, lower than the FY 2017 estimate of \$17.4 million (excluding the budget of \$8.4 million for the allocated reserve), due to lower than projected liability claims experienced and lower administration costs due to turnover and vacancies offset by higher claims management expenditures. The recent revaluation of older liabilities coupled with current claims resulted in an increase in the accrued liabilities that FCPS is required to cover in its reserves. FCPS self-insures the Workers' Compensation Program as well as other liabilities; accordingly, FCPS must maintain sufficient funds available on reserve to settle claims as needed. Accrued liabilities in the Workers' Compensation subfund increased \$4.3 million and the Other Insurance subfund increased \$1.9 million, for a total increase of \$6.1 million that FCPS is required to establish in reserves going into FY 2018. This net change in accrued liabilities is accounted for in the fund's restricted reserves.

As compared to the FY 2018 Approved Budget, the FY 2018 Revised Budget reflects a \$6.4 million increase in the beginning balance due to a combination of the additional revenue received and lower expenditures incurred as of FY 2017 year-end. In addition, as compared to the FY 2018 approved, the revised budget includes a \$0.2 million increase in the allocated reserve and a \$6.1 million increase in restricted reserves. Outstanding encumbered obligations totaling \$11,526 at FY 2017 year-end are reflected in projected expenditures in the FY 2018 Revised Budget.

SCHOOL HEALTH AND FLEXIBLE BENEFITS FUND

The Premium Stabilization Reserve (PSR) FY 2017 year-end balance totals \$48.8 million, which is an increase of \$9.0 million, or 22.5 percent, from the FY 2017 Third Quarter estimate. Total School Health and Flexible Benefits Fund FY 2017 revenue of \$390.8 million is \$10.9 million, or 2.9 percent, higher than the FY 2017 Third Quarter Estimate. The increase was due to higher revenue from federal and manufacturer drug subsidies and rebates of \$10.0 million, higher net contributions (employer, employee, and retiree contributions combined) of \$0.2 million, an increase in interest income of \$0.2 million and higher than projected Flexible Account Withholdings of \$0.4 million. Rebates and subsidies attributed to provision of pharmacy benefits increased significantly due to payments received in FY 2017 from the previous pharmacy benefit manager (Express Scripts) for residual contract years, as well as receipt of higher federal subsidies for the Employer Group Waiver Plan (EGWP) population than projected. These rebates and subsidies increased the premium stabilization reserve.

School Health and Flexible Benefits Fund FY 2017 expenditures total \$380.7 million, which is a net increase of \$1.9 million, or 0.5 percent, as compared to the FY 2017 Third Quarter Estimate. The increase is due to higher estimated claims incurred but not yet reported (IBNR) of \$2.7 million and Flexible Account reimbursements and fees of \$0.3 million offset by lower actual FY 2017 net health claims and premiums related expenditures of \$1.1 million. A certified IBNR estimate will not be available until after FCPS' year-end close. Any required adjustments resulting from the certified IBNR will be incorporated in the FY 2018 Midyear Budget Review. Outstanding encumbered obligations totaling \$3,464 at FY 2017 year-end are reflected in projected expenditures in the FY 2018 Revised Budget.

**EDUCATIONAL EMPLOYEES' SUPPLEMENTARY
RETIREMENT SYSTEM OF FAIRFAX COUNTY FUND**

The FY 2017 ending balance for the Educational Employees' Retirement System of Fairfax County (ERFC) Fund is \$2.3 billion, which is \$20.8 million, or 0.9 percent, higher than the FY 2017 Third Quarter Estimate. FY 2017 receipts total \$360.8 million, a net increase of \$11.7 million, or 3.4 percent, above the estimate due to higher revenue from investments of \$12.7 million offset by lower contribution revenue of \$0.9 million.

ERFC expenditures for FY 2017 total \$191.0 million, which is \$9.1 million, or 4.6 percent, lower than the FY 2017 Third Quarter Estimate due to lower than projected retirement benefit payments and refunds, investment services expenditures, and administrative expenses. Due to the timing of the FY 2017 Final Budget Review, final transactions from investment activities, including actual returns from June, and the impact of employee retirements occurring at year-end on expenditures will be incorporated in the FY 2018 Midyear Budget Review. The FY 2018 beginning balance includes an increase of \$20.8 million as a result of the higher funding available at FY 2017 year-end. Outstanding encumbered obligations at FY 2017 year-end are reflected in projected expenditures for the FY 2018 Revised Budget.

SCHOOL OTHER POST-EMPLOYMENT BENEFITS (OPEB) TRUST FUND

The FY 2017 ending balance for the OPEB Trust Fund is \$117.9 million, which is \$7.4 million, or 6.7 percent, higher than the FY 2017 Third Quarter Budget Review estimate, due to favorable investment returns as compared to the estimate. As a result of the timing of the FY 2017 Final Budget Review, final transactions from investment activities, including actual returns from June, will be incorporated in the FY 2018 Midyear Budget Review. Total FY 2017 revenue of \$34.9 million is \$7.4 million, or 26.7 percent, higher than the FY 2017 Third Quarter Budget Review estimate due to the increase in investment returns.

FY 2017 expenditures totaling \$17.5 million are lower than the FY 2017 Third Quarter Budget Review estimate by \$6,963 due to lower administrative expenses. The FY 2018 Revised Budget includes a \$7.4 million increase in the beginning balance as a result of the higher funding available at FY 2017 year-end.

SCHOOL OPERATING FUND STATEMENT

	FY 2017 Third Quarter	FY 2017 Actual	Variance	FY 2018 Approved	FY 2018 Revised	Variance
BEGINNING BALANCE, July 1:						
Budgeted Beginning Balance	\$ 33,120,624	\$ 33,120,624	\$ -	\$ 33,510,377	\$ 33,510,377	\$ -
Outstanding Encumbered Obligations	28,007,401	28,007,401	-	-	24,230,972	24,230,972
Schools/Projects Carryover	25,537,011	25,537,011	-	-	24,763,691	24,763,691
Department Critical Needs Carryover	5,900,431	5,900,431	-	-	4,948,000	4,948,000
Identified as Part of the Approved Budget	3,000,000	3,000,000	-	-	4,928,626	4,928,626
Prior Committed Priorities and Requirements	4,071,352	4,071,352	-	-	4,375,171	4,375,171
Strategic Plan Investments	3,367,259	3,367,259	-	-	511,338	511,338
Total Beginning Balance	\$ 103,004,078	\$ 103,004,078	\$ -	\$ 33,510,377	\$ 97,268,174	\$ 63,757,798
Future Year Beginning Balance	\$ 22,176,402	\$ 22,176,402	\$ -	\$ -	\$ 24,092,117	\$ 24,092,117
School Board Flexibility Reserve	8,000,000	8,000,000	-	-	8,000,000	8,000,000
Fuel Contingency	-	-	-	-	2,000,000	2,000,000
Centralized Textbook Replacement Reserve	8,865,265	8,865,265	-	11,671,466	11,671,466	-
Total Reserves	\$ 39,041,667	\$ 39,041,667	\$ -	\$ 11,671,466	\$ 45,763,583	\$ 34,092,117
RECEIPTS:						
Sales Tax	\$ 192,391,105	\$ 191,139,232	\$ (1,251,873)	\$ 196,644,363	\$ 196,644,363	\$ -
State Aid	413,472,456	417,737,644	4,265,188	438,915,787	438,915,787	-
Federal Aid	51,852,234	45,769,474	(6,082,760)	42,355,500	50,174,692	7,819,192
City of Fairfax Tuition	45,125,891	44,745,048	(380,843)	45,955,699	45,955,699	-
Tuition, Fees, and Other	20,166,514	22,358,576	2,192,061	24,070,738	24,070,738	-
Total Receipts	\$ 723,008,200	\$ 721,749,973	\$ (1,258,227)	\$ 747,942,087	\$ 755,761,279	\$ 7,819,192
TRANSFERS IN:						
Combined County General Fund	\$ 1,913,518,902	\$ 1,913,518,902	\$ -	\$ 1,966,919,600	\$ 1,966,919,600	\$ -
County Transfer - Cable Communications	600,000	600,000	-	875,000	875,000	-
Total Transfers In	\$ 1,914,118,902	\$ 1,914,118,902	\$ -	\$ 1,967,794,600	\$ 1,967,794,600	\$ -
Total Receipts & Transfers	\$ 2,637,127,102	\$ 2,635,868,876	\$ (1,258,227)	\$ 2,715,736,687	\$ 2,723,555,879	\$ 7,819,192
Total Funds Available	\$ 2,779,172,848	\$ 2,777,914,621	\$ (1,258,227)	\$ 2,760,918,529	\$ 2,866,587,636	\$ 105,669,107
EXPENDITURES:						
School Board Flexibility Reserve	\$ 2,693,146,053	\$ 2,602,037,911	\$ (91,108,142)	\$ 2,720,178,208	\$ 2,789,594,635	\$ 69,416,427
	8,000,000	-	(8,000,000)	-	8,000,000	8,000,000
Total Expenditures	\$ 2,701,146,053	\$ 2,602,037,911	\$ (99,108,142)	\$ 2,720,178,208	\$ 2,797,594,635	\$ 77,416,427
TRANSFERS OUT:						
School Construction Fund	\$ 10,905,774	\$ 10,905,774	\$ -	\$ 9,983,347	\$ 13,534,317	\$ 3,550,970
Grants & Self-Supporting Fund	18,237,453	18,237,453	-	17,711,506	17,711,506	-
Adult & Community Education Fund	235,000	235,000	-	235,000	844,593	609,593
Consolidated County & School Debt Fund	3,466,725	3,466,725	-	3,471,100	3,471,100	-
Total Transfers Out	\$ 32,844,952	\$ 32,844,952	\$ -	\$ 31,400,953	\$ 35,561,516	\$ 4,160,563
Total Disbursements	\$ 2,733,991,005	\$ 2,634,882,864	\$ (99,108,142)	\$ 2,751,579,161	\$ 2,833,156,151	\$ 81,576,990
ENDING BALANCE, JUNE 30	\$ 45,181,842	\$ 143,031,757	\$ 97,849,915	\$ 9,339,368	\$ 33,431,485	\$ 24,092,117
Less:						
BEGINNING BALANCE REQUIREMENTS:						
Budgeted Beginning Balance from FY 2018 Approved	\$ 33,510,377	\$ 33,510,377	\$ -	\$ -	\$ -	\$ -
RESERVES:						
School Board Flexibility Reserve	\$ -	\$ 8,000,000	\$ 8,000,000	\$ -	\$ -	\$ -
Fuel Contingency	-	2,000,000	2,000,000	-	-	-
Centralized Textbook Replacement Reserve	11,671,466	11,671,466	-	9,339,368	9,339,368	-
Total Reserves	\$ 11,671,466	\$ 21,671,466	\$ 10,000,000	\$ 9,339,368	\$ 9,339,368	\$ -
COMMITMENTS AND CARRYOVER:						
Outstanding Encumbered Obligations	\$ -	\$ 24,230,972	\$ 24,230,972	\$ -	\$ -	\$ -
Schools/Projects Carryover	-	24,763,691	24,763,691	-	-	-
Department Critical Needs Carryover	-	4,948,000	4,948,000	-	-	-
Total Commitments and Carryover	\$ -	\$ 53,942,663	\$ 53,942,663	\$ -	\$ -	\$ -
TOTAL FUNDS AVAILABLE, JUNE 30	\$ -	\$ 33,907,252	\$ 33,907,252	\$ -	\$ 24,092,117	\$ 24,092,117
FUTURE YEAR BEGINNING BALANCE						
Set-Aside for FY 2019 Beginning Balance	\$ -	\$ -	\$ -	\$ -	\$ 24,092,117	\$ 24,092,117
ADMINISTRATIVE ADJUSTMENTS:						
<i>Identified as Part of the FY 2018 Budget</i>						
Employee Bonus Placeholder	\$ -	\$ 3,268,839	\$ 3,268,839	\$ -	\$ -	\$ -
Staffing Contingency	-	1,659,787	1,659,787	-	-	-
<i>Prior Committed Priorities and Requirements</i>						
Major Maintenance	-	3,550,970	3,550,970	-	-	-
World Languages	-	214,608	214,608	-	-	-
Transfer to ACE Fund	-	609,593	609,593	-	-	-
<i>Strategic Plan Investments</i>						
Recruitment and Retention Incentive	-	511,338	511,338	-	-	-
Set Aside for FY 2019 Beginning Balance	-	24,092,117	24,092,117	-	-	-
Total Administrative Adjustments	\$ -	\$ 33,907,252	\$ 33,907,252	\$ -	\$ -	\$ -
Available Ending Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

SCHOOL CONSTRUCTION FUND STATEMENT

	<u>FY 2017 Third Quarter</u>	<u>FY 2017 Actual</u>	<u>Variance</u>	<u>FY 2018 Approved</u>	<u>FY 2018 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 41,328,563	\$ 41,328,563	\$ -	\$ -	\$ 30,362,956	\$ 30,362,956
RESERVES:						
Reserve For Turf Replacement	\$ 1,408,603	\$ 1,408,603	\$ -	\$ 1,628,220	\$ 1,489,621	\$ (138,598)
Total Reserve	\$ 1,408,603	\$ 1,408,603	\$ -	\$ 1,628,220	\$ 1,489,621	\$ (138,598)
RECEIPTS:						
General Obligation Bonds	\$ 155,000,000	\$ 155,000,000	\$ -	\$ 155,000,000	\$ 155,000,000	\$ -
Federal Grant - DOD Ft. Belvoir	9,410,081	6,144,427	(3,265,654)	-	3,265,654	3,265,654
City of Fairfax	20,000	47,560	27,560	20,000	20,000	-
TJHSST Tuition - Capital Costs	500,000	645,014	145,014	800,000	800,000	-
Miscellaneous Revenue	286,000	6,251,615	5,965,615	286,000	286,000	-
Turf Field Replacement Revenue	354,621	418,159	63,538	345,520	345,520	-
Total Receipts	\$ 165,570,702	\$ 168,506,775	\$ 2,936,073	\$ 156,451,520	\$ 159,717,174	\$ 3,265,654
AUTHORIZED BUT UNISSUED BONDS	\$ 338,299,610	\$ -	\$ (338,299,610)	\$ -	\$ 187,197,496	\$ 187,197,496
Total Referendums	\$ 338,299,610	\$ -	\$ (338,299,610)	\$ -	\$ 187,197,496	\$ 187,197,496
TRANSFERS IN:						
School Operating Fund						
Building Maintenance	\$ 10,000,000	\$ 10,000,000	\$ -	\$ 6,449,030	\$ 10,000,000	\$ 3,550,970
Classroom Equipment	-	-	-	1,951,233	1,951,233	-
Facility Modifications	600,000	600,000	-	600,000	600,000	-
Synthetic Turf Field Replacement	-	-	-	983,084	983,084	-
Joint BOS/SB Infrastructure Sinking Reserve	305,774	305,774	-	-	-	-
County General Construction and Contributions Fund						
Joint BOS/SB Infrastructure Sinking Reserve	13,100,000	13,100,000	-	13,100,000	13,100,000	-
Synthetic Turf Field Replacement	100,000	663,093	563,093	-	-	-
Other Contributions	-	316,030	316,030	-	-	-
Total Transfers In	\$ 24,105,774	\$ 24,984,897	\$ 879,123	\$ 23,083,347	\$ 26,634,317	\$ 3,550,970
Total Receipts and Transfers	\$ 527,976,086	\$ 193,491,672	\$ (334,484,414)	\$ 179,534,867	\$ 373,548,987	\$ 194,014,120
Total Funds Available	\$ 570,713,253	\$ 236,228,839	\$ (334,484,414)	\$ 181,163,087	\$ 405,401,564	\$ 224,238,478
EXPENDITURES AND COMMITMENTS:						
Expenditures	\$ 230,785,423	\$ 204,376,261	\$ (26,409,162)	\$ 179,425,397	\$ 216,604,977	\$ 37,179,580
Additional Contractual Commitments	338,299,610	-	(338,299,610)	-	187,197,496	187,197,496
Total Disbursements	\$ 569,085,033	\$ 204,376,261	\$ (364,708,772)	\$ 179,425,397	\$ 403,802,473	\$ 224,377,076
ENDING BALANCE, JUNE 30	\$ 1,628,220	\$ 31,852,578	\$ 30,224,358	\$ 1,737,690	\$ 1,599,091	\$ (138,598)
Less:						
Reserve For Turf Replacement	\$ 1,628,220	\$ 1,489,621	\$ (138,598)	\$ 1,737,690	\$ 1,599,091	\$ (138,598)
Available Ending Balance	\$ -	\$ 30,362,956	\$ 30,362,956	\$ -	\$ -	\$ -

FOOD AND NUTRITION SERVICES FUND STATEMENT

	<u>FY 2017 Third Quarter</u>	<u>FY 2017 Actual</u>	<u>Variance</u>	<u>FY 2018 Approved</u>	<u>FY 2018 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 13,458,962	\$ 13,458,962	\$ -	\$ 12,994,029	\$ 16,742,124	\$ 3,748,095
RECEIPTS:						
State Aid	\$ 1,153,857	\$ 1,173,999	\$ 20,142	\$ 1,217,890	\$ 1,217,890	\$ -
Federal Aid	36,075,261	37,941,075	1,865,814	39,840,792	39,840,792	-
Food Sales	43,956,209	41,649,417	(2,306,792)	42,487,480	42,487,480	-
Other Revenue	128,279	776,045	647,766	18,037	20,537	2,500
Total Receipts	\$ 81,313,606	\$ 81,540,536	\$ 226,930	\$ 83,564,199	\$ 83,566,699	\$ 2,500
Total Funds Available	\$ 94,772,568	\$ 94,999,498	\$ 226,930	\$ 96,558,228	\$ 100,308,823	\$ 3,750,595
EXPENDITURES:	\$ 81,778,539	\$ 77,946,633	\$ (3,831,906)	\$ 83,832,597	\$ 83,846,059	\$ 13,461
Food and Nutrition Services General Reserve	\$ 12,994,029	\$ -	\$ (12,994,029)	\$ 12,725,631	\$ 16,462,765	\$ 3,737,133
Total Disbursements	\$ 94,772,568	\$ 77,946,633	\$ (16,825,935)	\$ 96,558,228	\$ 100,308,823	\$ 3,750,595
Change in Inventory	\$ -	\$ 310,741	\$ 310,741	\$ -	\$ -	\$ -
ENDING BALANCE, JUNE 30	\$ -	\$ 16,742,124	\$ 16,742,124	\$ -	\$ -	\$ -
Less:						
Outstanding Encumbered Obligations	\$ -	\$ 10,961	\$ 10,961	\$ -	\$ -	\$ -
Inventory	-	1,190,465	1,190,465	-	-	-
Available Ending Balance	\$ -	\$ 15,540,698	\$ 15,540,698	\$ -	\$ -	\$ -

ADULT & COMMUNITY EDUCATION FUND STATEMENT

	<u>FY 2017 Third Quarter</u>	<u>FY 2017 Actual</u>	<u>Variance</u>	<u>FY 2018 Approved</u>	<u>FY 2018 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 28,492	\$ 28,492	\$ -	\$ -	\$ (609,593)	\$ (609,593)
RECEIPTS:						
State Aid	\$ 744,292	\$ 907,610	\$ 163,318	\$ 702,063	\$ 702,063	\$ -
Federal Aid	1,751,564	1,653,894	(97,669)	1,666,438	1,666,438	-
Tuition and Fees	6,157,485	5,466,516	(690,969)	6,234,379	5,884,379	(350,000)
Other	452,384	319,393	(132,991)	348,670	348,670	-
Total Receipts	\$ 9,105,725	\$ 8,347,413	\$ (758,312)	\$ 8,951,550	\$ 8,601,550	\$ (350,000)
TRANSFERS IN:						
School Operating Fund	\$ 235,000	\$ 235,000	\$ -	\$ 235,000	\$ 844,593	\$ 609,593
Total Transfers In	\$ 235,000	\$ 235,000	\$ -	\$ 235,000	\$ 844,593	\$ 609,593
Total Receipts and Transfers	\$ 9,340,725	\$ 8,582,413	\$ (758,312)	\$ 9,186,550	\$ 9,446,143	\$ 259,593
Total Funds Available	\$ 9,369,217	\$ 8,610,905	\$ (758,312)	\$ 9,186,550	\$ 8,836,550	\$ (350,000)
EXPENDITURES:	\$ 9,369,217	\$ 9,220,498	\$ (148,719)	\$ 9,186,550	\$ 8,836,550	\$ (350,000)
ENDING BALANCE, JUNE 30	\$ -	\$ (609,593)	\$ (609,593)	\$ -	\$ -	\$ -
Less:						
Outstanding Encumbered Obligations	\$ -	\$ 1,576	\$ 1,576	\$ -	\$ -	\$ -
Available Ending Balance	\$ -	\$ (611,169)	\$ (611,169)	\$ -	\$ -	\$ -

GRANTS & SELF-SUPPORTING PROGRAMS FUND STATEMENT

	<u>FY 2017 Third Quarter</u>	<u>FY 2017 Actual</u>	<u>Variance</u>	<u>FY 2018 Approved</u>	<u>FY 2018 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1						
Grants	\$ 7,803,702	\$ 7,803,702	\$ -	\$ -	\$ 10,752,350	\$ 10,752,350
Summer School	4,118,304	4,118,304	-	446,235	5,744,988	5,298,754
Total Beginning Balance	\$ 11,922,007	\$ 11,922,007	\$ -	\$ 446,235	\$ 16,497,338	\$ 16,051,104
RECEIPTS:						
Grants						
State Aid	\$ 10,767,856	\$ 9,511,008	\$ (1,256,848)	\$ 7,770,284	\$ 9,832,110	\$ 2,061,825
Federal Aid	46,353,193	38,805,417	(7,547,776)	37,242,810	47,964,135	10,721,325
Industry, Foundation, Other	842,605	793,324	(49,280)	-	119,273	119,273
Unallocated Grants	6,000,000	-	(6,000,000)	6,000,000	6,000,000	-
Summer School						
State Aid	1,267,161	984,744	(282,417)	984,744	984,744	-
Tuition	2,406,205	2,395,018	(11,188)	2,275,990	2,275,990	-
Industry, Foundation, Other	25,500	48,378	22,878	-	-	-
Total Receipts	\$ 67,662,519	\$ 52,537,888	\$ (15,124,631)	\$ 54,273,828	\$ 67,176,251	\$ 12,902,424
TRANSFERS IN:						
School Operating Fund (Grants)	\$ 9,481,055	\$ 9,481,055	\$ -	\$ 9,955,108	\$ 9,955,108	\$ -
School Operating Fund (Summer School)	8,756,398	8,756,398	-	7,756,398	7,756,398	-
Cable Communications Fund (Grants)	3,619,872	3,619,872	-	3,247,651	3,247,651	-
Total Transfers In	\$ 21,857,325	\$ 21,857,325	\$ -	\$ 20,959,157	\$ 20,959,157	\$ -
Total Funds Available	\$ 101,441,851	\$ 86,317,219	\$ (15,124,631)	\$ 75,679,220	\$ 104,632,747	\$ 28,953,527
EXPENDITURES:						
Grants	\$ 78,868,282	\$ 59,262,028	\$ (19,606,254)	\$ 58,215,853	\$ 81,870,626	\$ 23,654,773
Unallocated Grants	6,000,000	-	(6,000,000)	6,000,000	6,000,000	-
Summer School	15,633,849	10,557,853	(5,075,996)	11,463,367	14,006,870	2,543,504
Total Expenditures	\$ 100,502,131	\$ 69,819,881	\$ (30,682,250)	\$ 75,679,220	\$ 101,877,497	\$ 26,198,277
RESERVES:						
Summer School Reserve	\$ 939,720	\$ -	\$ (939,720)	\$ -	\$ 2,755,250	\$ 2,755,250
Total Reserves	\$ 939,720	\$ -	\$ (939,720)	\$ -	\$ 2,755,250	\$ 2,755,250
Total Disbursements	\$ 101,441,851	\$ 69,819,881	\$ (31,621,970)	\$ 75,679,220	\$ 104,632,747	\$ 28,953,527
ENDING BALANCE, JUNE 30	\$ -	\$ 16,497,338	\$ 16,497,338	\$ -	\$ -	\$ -
Less:						
Outstanding Encumbered Obligations	\$ -	\$ 1,554,278	\$ 1,554,278	\$ -	\$ -	\$ -
Available Ending Balance	\$ -	\$ 14,943,060	\$ 14,943,060	\$ -	\$ -	\$ -

SCHOOL INSURANCE FUND STATEMENT

	<u>FY 2017</u> <u>Third Quarter</u>	<u>FY 2017</u> <u>Actual</u>	<u>Variance</u>	<u>FY 2018</u> <u>Approved</u>	<u>FY 2018</u> <u>Revised</u>	<u>Variance</u>
Workers' Compensation Accrued Liability	\$ 34,229,315	\$ 34,229,315	\$ -	\$ 34,229,315	\$ 38,486,733	\$ 4,257,418
Other Insurance Accrued Liability	5,261,660	5,261,660	-	5,261,660	7,151,282	1,889,622
Allocated Reserves	12,671,060	12,671,060	-	8,382,322	8,609,691	227,369
BEGINNING BALANCE, JULY 1	\$ 52,162,035	\$ 52,162,035	\$ -	\$ 47,873,297	\$ 54,247,706	\$ 6,374,409
RECEIPTS:						
Workers' Compensation						
School Operating Fund	\$ 8,238,928	\$ 12,496,346	\$ 4,257,418	\$ 8,238,928	\$ 8,238,928	\$ -
School Food & Nutrition Serv. Fund	324,284	324,284	-	324,284	324,284	-
Other Insurance						
School Operating Fund	4,468,127	4,468,127	-	4,468,127	4,468,127	-
Insurance Proceeds/ Rebates	50,000	402,335	352,335	50,000	50,000	-
Total Receipts	\$ 13,081,339	\$ 17,691,092	\$ 4,609,753	\$ 13,081,339	\$ 13,081,339	\$ -
Total Funds Available	\$ 65,243,374	\$ 69,853,127	\$ 4,609,753	\$ 60,954,636	\$ 67,329,045	\$ 6,374,409
EXPENDITURES:						
Workers' Compensation Administration	\$ 694,375	\$ 403,884	\$ (290,491)	\$ 715,666	\$ 715,666	\$ -
Workers' Compensation Claims Paid	9,171,000	8,637,758	(533,242)	9,171,000	9,171,000	-
Workers' Compensation Claims Management	1,000,000	1,021,115	21,115	1,000,000	1,000,000	-
Other Insurance	6,504,702	5,542,664	(962,038)	6,511,344	6,522,870	11,526
General Reserves	8,382,322	-	(8,382,322)	4,065,652	4,281,494	215,843
Total Expenditures	\$ 25,752,399	\$ 15,605,421	\$ (10,146,978)	\$ 21,463,661	\$ 21,691,030	\$ 227,369
Net change in accrued liabilities-Workers' Comp	\$ -	\$ 4,257,418	\$ 4,257,418	\$ -	\$ -	\$ -
Net change in accrued liabilities-Other Insurance	-	1,889,622	1,889,622	-	-	-
Net Change in Accrued Liability	\$ -	\$ 6,147,040	\$ 6,147,040	\$ -	\$ -	\$ -
ENDING BALANCE, June 30	\$ 39,490,975	\$ 54,247,706	\$ 14,756,731	\$ 39,490,975	\$ 45,638,015	\$ 6,147,040
Less:						
Outstanding Encumbered Obligations	\$ -	\$ 11,526	\$ 11,526	\$ -	\$ -	\$ -
Available Ending Balance	\$ 39,490,975	\$ 54,236,180	\$ 14,745,205	\$ 39,490,975	\$ 45,638,015	\$ 6,147,040
Restricted Reserves						
Workers' Compensation Accrued Liability	\$ 34,229,315	\$ 38,486,733	\$ 4,257,418	\$ 34,229,315	\$ 38,486,733	\$ 4,257,418
Other Insurance Accrued Liability	5,261,660	7,151,282	1,889,622	5,261,660	7,151,282	1,889,622
Allocated Reserves	-	8,598,165	8,598,165	-	-	-
Total Reserves	\$ 39,490,975	\$ 54,236,180	\$ 14,745,205	\$ 39,490,975	\$ 45,638,015	\$ 6,147,040

SCHOOL HEALTH AND FLEXIBLE BENEFITS FUND STATEMENT

	FY 2017 Third Quarter	FY 2017 Actual	Variance	FY 2018 Approved	FY 2018 Revised	Variance
BEGINNING BALANCE, JULY 1	\$ 38,752,031	\$ 38,752,031	\$ -	\$ 39,871,404	\$ 48,829,281	\$ 8,957,877
RECEIPTS:						
Employer Contributions	\$ 230,818,604	\$ 232,748,570	\$ 1,929,965	\$ 241,040,229	\$ 241,040,229	\$ -
Employee Contributions	68,780,869	69,177,271	396,402	71,763,447	71,763,447	-
Retiree/Other Contributions	57,865,523	55,758,231	(2,107,292)	62,403,215	62,403,215	-
Interest Income	75,000	323,255	248,255	75,000	75,000	-
Rebates and Subsidies	13,390,550	23,370,502	9,979,952	18,000,000	18,000,000	-
Subtotal	\$ 370,930,546	\$ 381,377,827	\$ 10,447,281	\$ 393,281,891	\$ 393,281,891	\$ -
Flexible Accounts Withholdings	\$ 9,000,000	\$ 9,412,742	\$ 412,742	\$ 9,000,000	\$ 9,000,000	\$ -
Total Receipts	\$ 379,930,546	\$ 390,790,569	\$ 10,860,023	\$ 402,281,891	\$ 402,281,891	\$ -
Total Funds Available	\$ 418,682,578	\$ 429,542,600	\$ 10,860,023	\$ 442,153,295	\$ 451,111,171	\$ 8,957,877
EXPENDITURES/PAYMENTS:						
Health Benefits Paid	\$ 302,384,148	\$ 300,044,231	\$ (2,339,917)	\$ 321,752,523	\$ 321,752,523	\$ -
Premiums Paid	53,763,743	55,027,253	1,263,510	54,698,425	54,698,425	-
Claims Incurred but not Reported (IBNR)	22,120,000	24,800,000	2,680,000	21,826,000	27,186,000	5,360,000
IBNR Prior Year Credit	(22,414,000)	(22,414,000)	-	(22,120,000)	(24,800,000)	(2,680,000)
Health Administrative Expenses	13,957,283	13,994,513	37,230	14,108,340	14,111,804	3,464
Subtotal	\$ 369,811,174	\$ 371,451,997	\$ 1,640,823	\$ 390,265,288	\$ 392,948,752	\$ 2,683,464
Flexible Accounts Reimbursement	\$ 8,859,000	\$ 9,105,934	\$ 246,934	\$ 8,859,000	\$ 8,859,000	\$ -
FSA Administrative Expenses	141,000	155,389	14,389	141,000	141,000	-
Subtotal	\$ 9,000,000	\$ 9,261,323	\$ 261,323	\$ 9,000,000	\$ 9,000,000	\$ -
Total Expenditures	\$ 378,811,174	\$ 380,713,320	\$ 1,902,146	\$ 399,265,288	\$ 401,948,752	\$ 2,683,464
ENDING BALANCE, JUNE 30	\$ 39,871,404	\$ 48,829,281	\$ 8,957,877	\$ 42,888,007	\$ 49,162,419	\$ 6,274,413
Less:						
Outstanding Encumbered Obligations	\$ -	\$ 3,464	\$ 3,464	\$ -	\$ -	\$ -
Premium Stabilization Reserve	39,871,404	48,825,817	8,954,413	42,888,007	49,162,419	6,274,413
Available Ending Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**EDUCATIONAL EMPLOYEES' SUPPLEMENTARY
RETIREMENT SYSTEM OF FAIRFAX COUNTY FUND STATEMENT**

	<u>FY 2017 Third Quarter</u>	<u>FY 2017 Actual</u>	<u>Variance</u>	<u>FY 2018 Approved</u>	<u>FY 2018 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 2,107,560,778	\$ 2,107,560,778	\$ -	\$ 2,256,489,008	\$ 2,277,335,614	\$ 20,846,606
RECEIPTS:						
Contributions	\$ 124,121,504	\$ 123,171,728	\$ (949,776)	\$ 140,108,761	\$ 140,108,761	\$ -
Investment Income	224,950,000	237,627,877	12,677,877	229,350,000	229,350,000	-
Total Receipts	\$ 349,071,504	\$ 360,799,604	\$ 11,728,100	\$ 369,458,761	\$ 369,458,761	\$ -
Total Funds Available	\$ 2,456,632,282	\$ 2,468,360,383	\$ 11,728,100	\$ 2,625,947,769	\$ 2,646,794,375	\$ 20,846,606
EXPENDITURES	\$ 200,143,274	\$ 191,024,769	\$ (9,118,505)	\$ 209,642,722	\$ 209,642,729	\$ 7
ENDING BALANCE, JUNE 30	\$ 2,256,489,008	\$ 2,277,335,614	\$ 20,846,606	\$ 2,416,305,047	\$ 2,437,151,646	\$ 20,846,598
Less:						
Outstanding Encumbered Obligations	\$ -	\$ 7	\$ 7	\$ -	\$ -	\$ -
AVAILABLE ENDING BALANCE	<u>\$ 2,256,489,008</u>	<u>\$ 2,277,335,607</u>	<u>\$ 20,846,598</u>	<u>\$ 2,416,305,047</u>	<u>\$ 2,437,151,646</u>	<u>\$ 20,846,598</u>

SCHOOL OTHER POST-EMPLOYMENT BENEFITS (OPEB) TRUST FUND STATEMENT

	<u>FY 2017 Third Quarter</u>	<u>FY 2017 Actual</u>	<u>Variance</u>	<u>FY 2018 Approved</u>	<u>FY 2018 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 100,492,109	\$ 100,492,109	\$ -	\$ 110,543,622	\$ 117,905,062	\$ 7,361,440
REVENUE:						
Employer Contributions	\$ 22,404,000	\$ 22,404,000	\$ -	\$ 27,163,000	\$ 27,163,000	\$ -
Net Investment Income	5,142,013	12,496,490	7,354,477	5,142,012	5,142,012	-
Total Revenue	\$ 27,546,013	\$ 34,900,490	\$ 7,354,477	\$ 32,305,012	\$ 32,305,012	\$ -
TOTAL FUNDS AVAILABLE	\$ 128,038,122	\$ 135,392,599	\$ 7,354,477	\$ 142,848,634	\$ 150,210,074	\$ 7,361,440
EXPENDITURES:						
Benefits Paid	\$ 17,404,000	\$ 17,404,000	\$ -	\$ 22,163,000	\$ 22,163,000	\$ -
Administrative Expenses	90,500	83,537	(6,963)	100,500	100,500	-
Total Expenditures	\$ 17,494,500	\$ 17,487,537	\$ (6,963)	\$ 22,263,500	\$ 22,263,500	\$ -
ENDING BALANCE, JUNE 30	\$ 110,543,622	\$ 117,905,062	\$ 7,361,440	\$ 120,585,134	\$ 127,946,574	\$ 7,361,440

**SUPPLEMENTAL APPROPRIATION RESOLUTION
FY 2018**

BE IT RESOLVED that the Fairfax County School Board requests the County Board of Supervisors to amend the FY 2018 Appropriation Resolution for the following School Board funds:

Appropriate to:

County Schools

<u>Fund</u>	<u>Fund Name</u>	<u>From</u>	<u>To</u>	<u>Change</u>
S10000	Public Schools Operating Operating Expenditures	\$2,705,137,058	\$2,797,594,635	\$92,457,577
S31000	School Construction Operating Expenditures	\$179,189,347	\$403,802,473	\$224,613,126
S40000	School Food & Nutrition Services Operating Expenditures	\$96,542,228	\$100,308,823	\$3,766,595
S43000	School Adult & Community Education Operating Expenditures	\$9,607,850	\$8,836,550	(\$771,300)
S50000	School Grants & Self-Supporting Operating Expenditures	\$76,090,500	\$104,632,747	\$28,542,247
S60000	Public Schools Insurance Fund Operating Expenditures	\$21,463,661	\$21,691,030	\$227,369
S62000	School Health and Flexible Benefits Trust Fund Operating Expenditures	\$444,716,362	\$451,111,171	\$6,394,809
S71000	School Educational Employees' Supplementary Retirement Trust Fund Operating Expenditures	\$209,642,722	\$209,642,729	\$7
S71100	School Other Post Employment Benefits Trust Fund Operating Expenditures	\$22,263,500	\$22,263,500	\$0

I certify the above is a true and correct copy of a resolution adopted by the School Board of Fairfax County, Virginia, as part of the FY 2017 Final Budget Review, at a regular meeting held on July 27, 2017, at Luther Jackson Middle School, Falls Church, Virginia.

Date

Ilene Muhlberg, Clerk
County School Board of
Fairfax County, Virginia

**FISCAL PLANNING RESOLUTION
FY 2018**

BE IT RESOLVED that the Fairfax County School Board requests the County Board of Supervisors to amend the FY 2018 Fiscal Planning Resolution for the following School Board funds:

<u>Fund</u>	<u>Fund Name</u>	<u>Fund</u>	<u>Transfer To</u>	<u>From</u>	<u>To</u>	<u>Change</u>
S10000	Public Schools Operating					
		S31000	School Construction	\$9,983,347	\$13,534,317	\$3,550,970
		S43000	School Adult & Community Education	\$235,000	\$844,593	\$609,593
		S50000	School Grants & Self Supporting	\$18,711,506	\$17,711,506	(\$1,000,000)
		C20000	Consolidated Debt Service	\$3,471,100	\$3,471,100	\$0

I certify the above is a true and correct copy of a resolution adopted by the School Board of Fairfax County, Virginia, as part of the FY 2017 Final Budget Review, at a regular meeting held on July 27, 2017, at Luther Jackson Middle School, Falls Church, Virginia.

Date

Ilene Muhlberg, Clerk
County School Board of
Fairfax County, Virginia

**Grants Development Section
Office of Budget Services**

**Quarterly Report – FY 2017
Date: June 30, 2017**

Update for FY 2017 Grants

The current status of competitive grant applications is as follows:

- Competitive grants submitted: \$10.3 million (73 grants)
- Competitive grants awarded: \$5.9 million (52 grants)
- Competitive grants denied: \$0.3 million (7 grants)
- Competitive grants pending: \$4.0 million (14 grants)

The current status of entitlement grant applications* is as follows:

- Entitlement grants submitted: \$64.1 million (12 grants)
- Entitlement grants awarded: \$27.0 million (10 grants)
- Entitlement grants pending: \$37.1 million (2 grants)

**The total amount of entitlement grants submitted does not equal the total of grants awarded and pending since the amount awarded may differ from the amount requested.*