# ATTACHMENT VI:

# OTHER FUNDS DETAIL

# APPROPRIATED FUNDS

## General Fund Group

**Fund 10030, Contributory Fund** **$50,000**

FY 2013 expenditures are recommended to increase $50,000 due to funds carried over and appropriated from fund balance for the Birmingham Green nursing home and assisted living facility.

FY 2012 actual expenditures reflect a decrease of $73,307, or 0.5 percent from the *FY 2012 Revised Budget Plan* amount of $14,819,042. This balance is primarily attributable to unexpended funds of $50,000 that were provided for the Birmingham Green Feasibility Study by the Board of Supervisors during the *FY 2011 Carryover Review*. The study will support the long term care services provided at Birmingham Green and will assess opportunities to both improve and expand them and maximize operating reimbursements. The implementation of the study was delayed and these funds are carried over into FY 2013 and appropriated from fund balance so that they are available once the organization is ready to proceed with the study.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $95,461, an increase of $23,307.

**Fund 10040, Information Technology** **$42,020,690**

FY 2013 expenditures are increased $42,020,690 due to carryover of unexpended project balances of $32,373,819 and a net increase due to higher than budgeted FY 2012 revenue of $646,871. In addition, funding of $6,500,000, supported by an increase in the General Fund transfer, is included to support final milestone payments related to the Fairfax County Unified System (FOCUS) implementation contract award, will provide for the development and implementation of key project functionality, and will support training and ancillary obligations. An additional $2,500,000, also supported by an increase in the General Fund transfer, is included to support the replacement of the Child Care Management System in the Department of Family Services. This increase to the General Fund Transfer is fully offset by additional General Fund revenue received from the state in FY 2012 for the Child Care Assistance and Referral (CCAR) program resulting in no net impact to the County.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $0. The following adjustments are required at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G70-001-000 | Athletic Field Scheduling | ($7,199) | Reallocation to 2G70-017-000 due to project completion. |
| 2G70-010-000 | Document Management and Imaging | (6,028) | Reallocation to 2G70-017-000 due to project completion. |
| 2G70-013-000 | HMIS Interface Phase I | 37 | Reallocation from 2G70-014-000 due to project completion. |
| 2G70-014-000 | Avatar Operational Backup | (37) | Reallocation to 2G70-013-000 due to project completion. |

# OTHER FUNDS DETAIL



| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G70-017-000 | Fund Optimization | 4,445 | The increase of $4,445 reflects reallocations from completed projects 2G70-001-000 and 2G70-010-000 and the appropriation of miscellaneous revenues, partially offset by an adjustment to reflect lower than budgeted interest income. This project was established to centrally appropriate project savings that can be used to offset future expenditures as a result of unanticipated requirements and mandates and/or revenue shortfalls within the fund. |
| 2G70-021-000 | Circuit Court Case Management System | 619,000 | Reallocation from 2G70-023-000 to fund upgrades to the Circuit Court Case Management System. |
| 2G70-022-000 | Circuit Court - Court Records System | 430,815 | Increase reflects the appropriation of State Technology Trust Fund revenue to support Circuit Court technology modernization and enhancement projects. |
| 2G70-023-000 | Court Redaction Project | (394,162) | Reallocation of $619,000 to 2G70-021-000 to fund upgrades to the Circuit Court Case Management System, partially offset by an increase of $224,838 in CPAN revenue which supports the Circuit Court's state-mandated redaction project. |
| 2G70-030-000 | FIDO-DPWES-FRD-DPZ | 82,110 | Reallocation from 2G70-031-000, 2G70-032-000, and 2G70-033-000 due to project completions. |
| 2G70-031-000 | FIDO-HD | (15,097) | Reallocation to 2G70-030-000 due to project completion. |
| 2G70-032-000 | FIDO-DPZ Wireless | (5,092) | Reallocation to 2G70-030-000 due to project completion. |
| 2G70-033-000 | FIDO-Wireless Infrastructure | (61,921) | Reallocation to 2G70-030-000 due to project completion. |
| 2G70-034-000 | Pilot Courtroom Technology | 44,151 | Reallocation from 2G70-043-000 due to project completion. |

# OTHER FUNDS DETAIL



| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G70-037-000 | Childcare Technology Projects | 2,500,000 | Funding will support the replacement of the Child Care Management System in the Child Care Division in the Department of Family Services. This funding is fully offset by additional General Fund revenue received from the state in FY 2012 for the Child Care Assistance and Referral (CCAR) program resulting in no net impact to the County. The Child Care Management System determines client eligibility, tracks child enrollments, and processes provider payments for the CCAR program. The existing Child Care Management System software runs on a server and technology platform, which are no longer supported by the vendors and have outlived its useful life. |
| 2G70-042-000 | UDIS Replacement - Phase II | (129,215) | Reallocation to 2G70-053-000 due to project completion. |
| 2G70-043-000 | Courthouse Expansion Technology | (44,151) | Reallocation to 2G70-034-000 due to project completion. |
| 2G70-053-000 | Retirement of Legacy Systems | 129,215 | Reallocation from 2G70-042-000 due to project completion. |
| IT-000001 | Legacy System Replacement | 6,500,000 | This amount will provide funding to support final milestone payments related to the Fairfax County Unified System (FOCUS) implementation contract award. Of the $6.5 million, approximately $1.2 million will support the remaining costs associated with those phases implemented per the current contract and as proposed in the original funding plan; $2.6 million will support costs associated with the development and implementation of the budgeting systems for the County government and school system; and the remaining $2.7 million is necessary for County government non-core human resource functionality and other miscellaneous components, as well as to stabilize the existing school human resources system until recommendations are finalized for system replacement or enhancement. |
| | **Total** | **$9,646,871** | |

## Debt Service Funds

**Fund 20000, Consolidated Debt Service** **$14,338,488**

FY 2013 expenditures are recommended to increase $14,338,488 for anticipated debt requirements in FY 2013 associated with bond sales and capital requirements as outlined in the FY 2013-FY 2017 Adopted Capital Improvement Program.

FY 2012 actual expenditures reflect a decrease of $14,268,928, from the *FY 2012 Revised Budget Plan* amount of $299,450,266. This is primarily attributable to lower than anticipated expenditures for new money bond sales and savings achieved from refunding bond sales in FY 2012.

Actual revenues in FY 2012 total $3,891,108, an increase of $330,047 over the FY 2012 estimate of $3,561,061 primarily due to the receipt of $327,405 in Bond Proceeds. In addition, the FY 2013 Transfer In from the Park Authority is reduced by $422,944 to reflect debt service savings as a result of the refunding of outstanding bonds.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $0, a decrease of $162,457.

## Capital Project Funds

**Fund 30000, Metro Operations and Construction** **$735,000**

FY 2013 expenditures are recommended to increase $735,000 based on Metro's approved Capital Improvement Program budget. The Sale of Bonds in support of Metro's capital program decreases in the amount of $8,770,414, as a result of bond funds available in fund balance from FY 2012 due to lower capital expenditure requirements in the prior year, partially offset by the increase required for the FY 2013 capital program.

There is no change to the FY 2013 County expenditure level for the approved Metro Operations budget, supported through the General Fund transfer. However, it is noted that Metro's approved operating budget does result in an increase of $2,535,588 in the total County operating subsidy supported through other sources. This increase results in a corresponding adjustment to the total level of State Aid and Gas Tax applied from the Northern Virginia Transportation Commission (NVTC) as revenue to this fund.

FY 2012 County actual expenditures reflect a decrease of $6,310,137, or 17.3 percent, from the *FY 2012 Revised Budget Plan* amount of $36,404,834. This variance is based on a decrease of $6,311,035 in Metro billings for the Metro capital budget partially offset by a decrease of $898 in revenue applied to the capital budget.

FY 2012 County actual revenues from the Sale of Bonds reflect an increase of $3,195,277, or 19.0 percent, over the FY 2012 estimate of $16,804,723.

These adjustments have no impact on the FY 2012 General Fund transfer of $11,298,296 to this fund.

As a result of the actions discussed above, there is no change to the FY 2013 ending balance of $0.

**Fund 30010, County Construction** **$101,321,005**

FY 2013 expenditures are recommended to increase $101,321,005 due to the carryover of unexpended balances in the amount of $96,165,077 and adjustments of $5,155,928. This adjustment includes an increase to the General Fund transfer of $800,000 to continue to address ADA improvements identified as part of the Department of Justice audit and outlined in the settlement agreement signed by the Board of Supervisors on January 28, 2011, and $500,000 to replenish the Prevention Fund for the development of programs to prevent youth violence and gang involvement.

This adjustment also includes the appropriation of $3,499,567 in revenues received in FY 2012 associated with the second installment based on a two phase Contract of Sale with Inova Health Systems for a new Mid-County Center building, as approved by the Board of Supervisors on September 28, 2010. In addition, the adjustment includes the appropriation of $64,520 in miscellaneous revenues received in FY 2012, including $25,176 associated with Athletic Field Maintenance Program, $21,960 associated with the Strike Force Blight Abatement Program, $17,064 associated with the Emergency Directives Program and $320 in miscellaneous revenue associated with the sale of plans. In addition, higher than anticipated Athletic Service fee revenue of $196,593, Developer Default revenue of $85,901 and Minor Streetlight revenue of $81,381 are appropriated based on actual receipts in FY 2012. Lastly, both revenues and expenditures are decreased by $72,034 based on a reconciliation of authorized but unissued bonds for this fund. The following adjustments are required at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| GF-000005 | Fund Contingency | ($158,964) | Decrease necessary to reallocate funding in the amount of $87,250 to provide for County local cash match requirements associated with grants approved for trails in the Dranesville District. In addition, a decrease of $72,034 is based on a reconciliation of authorized but unissued bonds for this fund. These decreases are partially offset by an increase of $320 to appropriate miscellaneous revenues received in FY 2012. |
| GF-000006 | Bond Contingency | (65,000) | Decrease necessary to reallocate funding of $100,000 to Project HS-000007, County Cemetery to complete required site improvements. This decrease is partially offset by an increase of $35,000 associated with the Braddock Apartments Adaptive Re-Use project due to the elimination of this project. The project scope has since been revised and the site improvements are no longer required. Funding can be returned to the Bond Contingency project. |
| HS-000003 | Health Department Lab | (250,000) | Decrease necessary to reallocate funding to Project 2G25-081-000, Hypothermia Prevention Program to address code inspections, code assessment and corrective work for places of worship that support the program. Funding is available based on the completion of the Health Lab project. |
| HS-000005 | Woodburn Mental Health Center | 3,499,567 | Increase necessary to appropriate revenues received in FY 2012. On September 28, 2010, the Board of Supervisors approved a two phase Contract of Sale with Inova Health Systems. The Contract of Sale includes the transfer of approximately 15 acres of land including the Woodburn Mental Health Center and Woodburn Place from the County to Inova. In |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| | | | exchange for this land, Inova will provide the County with an approximate 5 acre parcel/pad site at Willow Oaks II, a cash payment, and a 10-year lease of 40,000 square feet within the new Mid-County Center building. The FY 2012 payment represents the second installment of the cash payment. |
| HS-000007 | County Cemetery | 100,000 | Increase necessary for site improvements to support a County Indigent Cemetery. Virginia Code mandates that the County shall bear the expenses for unclaimed bodies, and the County cemetery on Jermantown Road has reached capacity. The County is currently contracting with private cemeteries for this service. The Board of Supervisors approved the purchase of a cemetery in the Lincolnia area and 2004 Human Services bonds were used to support land acquisition costs. Additional funding of $100,000 from the 2004 bonds is required for the site modification necessary for zoning approval. |
| PR-000080 | Athletic Services Fee-Turf Field Development | 98,297 | Increase necessary to appropriate higher than anticipated Athletic Services Fee revenues received in FY 2012. |
| PR-000083 | ADA Compliance-Parks | 800,000 | Increase necessary to continue to address requirements associated with Park Authority ADA compliance. On January 28, 20011, the Board of Supervisors entered into an agreement with the Department of Justice (DOJ) to address ADA improvements identified during the DOJ audit. Required improvements ranged from updating emergency management procedures, web-based services, and general communication procedures, to improving access to buildings, parking garages, restrooms and elevators. The County is required to address all improvements within 7.5 years of the signed agreement (July 2018). Staff has categorized DOJ identified improvements by color: easy, inexpensive (green); more timely and costly (yellow); and difficult, time consuming, and/or expensive (red). To date, funding provided to the Park Authority will complete all green and yellow category projects. Funding of $800,000 will address the top priority red category project which includes retrofitting the bathrooms at Burke Lake Park. Staff continue to work on the DOJ identified red category projects and are identifying additional reds through the required self-assessment process. It should be noted that future funding will be required to address additional projects once the assessment survey has been completed. |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| ST-000005 | Dranesville District Capital Projects | 87,250 | Increase necessary to provide full funding for the Dranesville District Walkway project. Over the years, this project has served as a Local Cash Match for a variety of grant funds for the construction of trails and walkways in the Dranesville District. A recent reconciliation of the project indicates that funding is insufficient to satisfy the 20 percent matching fund requirements for all accepted grants. Funding is available to be reallocated from the contingency project to fulfill these Local Cash Match requirements. |
| 2G25-017-000 | Strike Force Blight Abatement | 21,960 | Increase necessary to appropriate revenue received in FY 2012 associated with the Strike Force Blight Abatement Program. The Department of Code Compliance supports the community through programs pertaining to zoning, building, property maintenance, health, and fire codes as well as blight and grass ordinances in order to investigate and resolve violations and concerns in both residential and commercial areas. |
| 2G25-018-000 | Emergency Directive Programs | 17,064 | Increase necessary to appropriate revenue received in FY 2012 associated with collections from homeowners, banks, or settlement companies, for the abatement services of both emergency and non-emergency directives related to health and safety violations, grass mowing violations and graffiti removal directives. Funding will be used to perform corrective maintenance for code violations under Chapter 46 and Chapter 119 of the Fairfax County code. |
| 2G25-020-000 | Developer Defaults | 85,901 | Increase necessary to appropriate higher than anticipated developer defaults revenue received in FY 2012 due to an increase in the number of developers in default, as well as an increased effort in staff time to recover funding owed to the County for completed improvements. This project is necessitated by economic conditions surrounding the construction industry that result in some developers not completing required public facilities, including acceptance of roads by the state, walkways, and storm drainage improvements. |
| 2G25-026-000 | Minor Street Light Upgrades | 81,381 | Increase due to the appropriation of developer contribution revenue received in FY 2012. This project provides minor upgrades to existing streetlights that do not meet current VDOT illumination standards for roadways. |

# OTHER FUNDS DETAIL



| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G25-081-000 | Hypothermia Prevention Program | 250,000 | Increase necessary to address code inspections, code assessment and corrective work for places of worship that support the Hypothermia Prevention Program. The Hypothermia Prevention Program is a public-private partnership with non-profit groups and places of worship to provide a warm safe place for those seeking shelter from the cold. The County and nonprofit partners served approximately 1,000 homeless residents at 36 emergency shelter sites during the winter months. The Virginia Building Code requires a higher level of safety for overnight housing. |
| 2G51-002-000 | Athletic Field Maintenance | 25,176 | Increase necessary to appropriate revenues received in FY 2012 from the salvage of old athletic field equipment associated with the Park Authority Athletic Field Maintenance program. |
| 2G51-003-000 | Athletic Services Fee-Field Maintenance | 58,978 | Increase necessary to appropriate higher than anticipated Athletic Services Fee revenues received in FY 2012. |
| 2G75-001-000 | Braddock Apartments Adaptive Re-Use Study | (35,000) | Decrease necessary due to the elimination of this project. As part of the *FY 2012 Third Quarter Review*, an amount of $35,000 was approved to support an architectural and engineering study of the Braddock Road Apartments. The project scope has since been revised and the site improvements are no longer required. The Department of Behavior Health and Development Services lease will not be renewed and the site will be added to the future disposition of the Northern Virginia Training Center property, which is now scheduled to close by 2015. Funding will be returned to the Human Services Bond contingency project and available for other human service related project work. |
| 2G79-219-000 | Athletic Services Fee-Custodial Support | 39,318 | Increase necessary to appropriate higher than anticipated Athletic Services Fee revenues received in FY 2012. |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G79-222-000 | Prevention Incentive Fund | 500,000 | Increase necessary to replenish the Prevention Fund created in FY 2007 to provide incentive funding for the development of programs to prevent youth violence and gang involvement. This replenishment is consistent with the Human Services Council recommendation and the Board Budget Guideline approved on April 24, 2012. The Prevention Fund is a funding pool from which competitive awards are made to community-based organizations to implement evidence-based prevention programs that have demonstrated effectiveness in reducing gang involvement. The County's community partners are supported by a multi-agency Implementation Support Team that works in partnership with them to deliver the programs reliably and to support the programs' evaluation. Evaluation of the programs, processes, and outcomes will be conducted in partnership with the Center for Advancement of Public Health at George Mason University. Funding for the Prevention Fund has been made available through FY 2012 balances from all Human Services agencies. |
| | **Total** | **$5,155,928** | |

**Fund 30020, Capital Renewal Construction** **$34,758,092**

FY 2013 expenditures are recommended to increase $34,758,092 due to the carryover of unexpended project balances in the amount of $34,312,029 and an adjustment of $446,063. This adjustment is due to the appropriation of revenues received in FY 2012 associated with reimbursements from the Virginia Department of Transportation (VDOT) and the Virginia State Police for their share of the operational costs at the McConnell Public Safety and Transportation Operations Center (MPSTOC) as well as the state share of future projected capital renewal requirements at this facility. The County pays for all operational requirements such as security, custodial, landscaping, maintenance, parking lot repairs and snow removal costs and the State reimburses the County for their share of these costs. In addition, the state has begun providing annual funding for future repair and renewal costs to avoid large budget increases for required capital renewal costs in the future. Funding received from the state is appropriated annually at the Carryover Review. The following project adjustments are recommended at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G08-007-000 | State Support for MPSTOC Renewal | $53,284 | Increase necessary to appropriate revenues received in FY 2012. 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. |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G08-008-000 | County Support for MPSTOC Renewal | 392,779 | Increase necessary to appropriate revenues received in FY 2012. An amount of $392,779 is associated with the state reimbursement for their share of the operational costs for MPSTOC such as security, custodial, landscaping, maintenance, parking lot repairs and snow removal costs. The County pays for all operational requirements and the State reimburses the County for their share of these costs. This funding has been placed in this reserve project to begin to address future capital renewal requirements at MPSTOC. |
| | **Total** | **$446,063** | |

**Fund 30030, Library Construction** **$13,249,140**

FY 2013 expenditures are recommended to increase $13,249,140 due to the carryover of unexpended project balances. In addition, the following adjustments are required at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| LB-000001 | Burke Centre Community Library | ($176,258) | Decrease based on project completion. The balance in this project is reallocated to Woodrow Wilson Library renovation project, as previously noted to the Board of Supervisors. |
| LB-000004 | Richard Byrd Community Library | (166,662) | Decrease based on project completion. The balance in this project is reallocated to Woodrow Wilson Library renovation project, as previously noted to the Board of Supervisors. |
| LB-000006 | Martha Washington Community Library | (252,745) | Decrease based on project completion. The balance in this project is reallocated to Woodrow Wilson Library renovation project, as previously noted to the Board of Supervisors. |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| LB-000007 | Woodrow Wilson Community Library | 595,665 | Increase due to the reallocation of bond savings identified due to the completion and close out of the Richard Byrd Library, Martha Washington Library and Burke Center Library projects. Additional savings in these projects were anticipated based on the favorable bid climate at the time of their construction and balances were identified to be used to fully fund the construction costs associated with the renovation of Woodrow Wilson Library. Woodrow Wilson Library was built in 1965 and does not currently meet the electronic and technological needs of the community due to the limited capacity of available power and other utilities. This library serves as a multi-cultural community center, with special collections in Spanish and Vietnamese and numerous community groups use the library's three meeting rooms to offer programs to the public. The renovated facility will provide for more efficient layout and use of the available space, upgrade the building systems for operations and energy efficiency, and provide updated power and technology capacity for more public access computers and wireless networking. |
| | **Total** | **$0** | |

**Fund 30040, Contributed Roadway Improvement Fund** **$39,262,081**

FY 2013 expenditures are recommended to increase $39,262,081 due to the carryover of unexpended project balances in the amount of $39,104,596 and other adjustments of $157,485. This increase is based on actual revenue received in FY 2012 in the amount of $116,357 and interest earnings of $41,128. 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 Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G40-031-000 | Fairfax Center Developer Contributions | $55,689 | Increase due to proffer receipts of $50,000 and interest earnings of $5,689. |
| 2G40-032-000 | Centreville Developer Contributions | 1,038 | Increase due to interest earnings. |
| 2G40-033-000 | Route 29 Widening | 58,587 | Increase due to VDOT reimbursement revenue received in FY 2012 associated with the Route 29 Widening project. |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G40-034-000 | Countywide Developer Contributions | 19,412 | Increase due to interest earnings. |
| 2G40-035-000 | Tysons Corner Developer Contributions | 14,989 | Increase due to interest earnings. |
| 2G40-037-000 | Job Access/Reverse Commute | 7,770 | Increase due to the appropriation of revenue received in FY 2012 from the Federal Transit Authority (FTA) for the Job Access/Reverse Commute project. |
| | **Total** | **$157,485** | |

**Fund 30050, Transportation Improvements** **$96,810,584**

FY 2013 expenditures are recommended to increase $96,810,584 due to the carryover of unexpended project balances in the amount of $93,785,128 and an adjustment of $3,025,456. This adjustment is due to the appropriation of bond premium in the amount of $4,082,500 associated with the January 2012 bond sale and $3,076 in miscellaneous revenue received in FY 2012. In addition, a decrease of $1,060,120 in revenues and expenditures reflects VDOT State Secondary Road Fund revenue that is no longer anticipated, based on the completion of Spring Hill Road and Pedestrian Improvements-VDOT Funded. The following project adjustments are recommended at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 5G25-027-000 | Fund Contingency | $3,809,223 | Increase necessary to appropriate revenue of $4,082,500 in bond premium associated with the January 2012 bond sale and the appropriation of miscellaneous revenue received in FY 2012 in the amount of $3,076. In addition, an increase of $30,252 is based on the completion of the Hunter Mill Road Walkway project. These increases are partially offset by a decrease of $306,605 associated with the completion of the Pedestrian Improvement-VDOT Funded Program. This program was anticipated to be 100 percent reimbursable by VDOT with Secondary Roadway Improvement Funds; however, VDOT has determined some costs to be non-reimbursable. The remaining balance in the project is reduced by $15,838 and the fund contingency is reduced by $306,605 to fully cover the cost of the project. No additional revenues or expenditures are anticipated for this project. |
| ST-000020 | Hunter Mill Road Walkway | (30,252) | Decrease due to project completion. |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 5G25-034-000 | Spring Hill Road | (737,677) | Decrease due to completion of project activities at Spring Hill Road. The project is now complete, and the remaining $737,677 is no longer required. Anticipated revenues are reduced by a like amount. |
| TS-000004 | Pedestrian Improvements-VDOT Funded | (15,838) | Decrease due to project completion. This project was anticipated to be 100 percent reimbursable by VDOT with Secondary Roadway Improvement Funds. The project is now complete; however, VDOT has determined some costs to be non-reimbursable. The remaining balance in the project is reduced by $15,838 and the fund contingency is reduced by $306,605 to fully cover the cost of the project. Anticipated revenues are reduced by a like amount. |
| | **Total** | **$3,025,456** | |

**Fund 30060, Pedestrian Walkway Improvements** **$4,282,682**

FY 2013 expenditures are recommended to increase $4,282,682 due to the carryover of unexpended project balances in the amount of $3,849,831 and an adjustment of $432,851. This adjustment includes the appropriation of revenues received in FY 2012 in the amount of $445,437 for the Georgetown Pike Trail Project (Phase II). Funding in the amount of $417,000 in Enhancement Grant Funds was approved by the Board of Supervisors on April 10, 2012 and $28,437 in National Scenic Byway (NSB) Grant Program Funds from the Virginia Department of Transportation was approved by the Board of Supervisors on June 19, 2012. This funding will support the continued implementation of the Georgetown Pike Trail Project (Phase II). In addition, a decrease of $12,586 in revenues and expenditures reflects Congestion Mitigation and Air Quality (CMAQ) grant reimbursement revenue that is no longer anticipated, based on the completion the Route 29/I-66 Underpass project in the Sully District. The following project adjustments are recommended at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| ST-000031 | Sully District Walkways (Route 29/I-66 Underpass) | ($12,586) | Decrease based on the completion of Route 29/I-66 Underpass in the Sully District. No future expenditures or CMAQ revenue reimbursements are anticipated. |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| ST-000024 | Dranesville District Walkways (Georgetown Pike Trail) | 445,437 | Increase due to the approval of an additional $417,000 in Enhancement Grant Funds for the continued implementation of the Georgetown Pike Trail Project (Phase II), as approved by the Board of Supervisors on April 10, 2012. In addition, an amount of $28,437 was received as part of a Project Administrative Agreement with the Virginia Department of Transportation in National Scenic Byway (NSB) Grant Program Funds for the continued implementation of the Georgetown Pike Trail Project (Phase II), as approved by the Board of Supervisors on June 19, 2012. |
| | **Total** | **$432,851** | |

**Fund 30070, Public Safety Construction** **$90,708,707**

FY 2013 expenditures are recommended to increase $90,708,707 due to the carryover of unexpended project balances. The following project adjustments are required at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G25-061-000 | Public Safety Contingency | ($200,000) | Decrease necessary to fund public safety related projects as noted below. |
| 2G25-080-000 | Merrifield Fire Station Space Study | 75,000 | Increase necessary to study the use of space being vacated by the Providence District Supervisor's Office. The new Providence Community Center will include space for the Providence Supervisor's office, which is currently co-located in the Merrifield Fire Station. A study is required to determine how to remodel the vacated space to meet the current Fire and Rescue Department requirements. |
| 2G25-082-000 | Tysons Redevelopment Facilities Study | 125,000 | Increase necessary to fund support services for the negotiation of development agreements and proffer commitments for the Tysons redevelopment. The current public facility projects include the Tysons Police Station, the replacement of the current Tysons Fire Station (Station #29), a new Tysons Fire Station East, and a community center. These Public Private Partnerships (PPP) will require County project support which includes design, financial consultation, and real estate development. |
| | **Total** | **$0** | |

**Fund 30080, Commercial Revitalization Program** **$5,954,914**

FY 2013 expenditures are recommended to increase $5,954,914 due to the carryover of unexpended project balances in the amount of $3,646,914 and an adjustment of $2,308,000. This adjustment includes an adjustment of $2,385,757 for the Mclean Utilities project associated with the undergrounding of utilities in the McLean Central Business District and includes the appropriation of revenues received in FY 2012 in the amount of $1,300,000, the appropriation of remaining bond funds in the amount of $135,757 associated with the Commercial Revitalization bond referendum, and a General Fund Transfer of $950,000 to complete this undergrounding project. The construction contract for digging the trenches and placing the conduits associated with the infrastructure for the undergrounding of the utilities and the utility company estimate to bury the electrical wires were both higher than anticipated. Additional funding is required in order to complete the project. In addition, a decrease of $77,757 in revenues and expenditures reflects developer contribution revenue that is no longer anticipated, based on the substantial completion of Bailey's Crossroads Streetscape. The following project adjustments are recommended at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| CR-000003 | Bailey's Crossroads Streetscape | ($77,757) | Decrease due to substantial completion of this project. This funding was anticipated from developers and is associated with streetscape projects in the area. No further work that is reimbursable by the developer is anticipated; therefore, both expenditures and revenues are decreased by a like amount. |
| 2G25-075-000 | McLean Utilities | 2,385,757 | Increase due to the appropriation of revenues in the amount of $1,300,000 received in FY 2012 from the McLean Revitalization Corporation (MRC) for the undergrounding of utilities in the McLean area. In addition, an amount of $135,757 is appropriated based on the remaining bond authorization approved as part of the 1988 bond referendum. This final bond appropriation is based on a reconciliation of authorized but unissued bonds for this fund. Finally, a General Fund transfer of $950,000 is required to complete this undergrounding project. The construction contract for digging the trenches and placing the conduits associated with the infrastructure for the undergrounding of the utilities and the utility company estimate to bury the electrical wires were both higher than anticipated. Additional funding is required in order to complete the project. This funding will provide for utility relocation along the intersection of Chain Bridge Road and Old Dominion Drive to improve the reliability of utility services. |
| | **Total** | **$2,308,000** | |

**Fund 30090, Pro Rata Share Drainage Construction** **$8,564,857**

FY 2013 expenditures are recommended to increase $8,564,857 due to the carryover of unexpended project balances in the amount of $5,777,857 and an adjustment of $2,787,000 to appropriate pro rata share revenues received during FY 2012. The following adjustments are recommended at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| SD-000001 | Accotink Creek Watershed | $270,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Accotink Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000002 | Belle Haven Watershed | 136,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Bell Haven Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000003 | Bull Run Watershed | 11,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Bull Run Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000004 | Bull Neck Run Watershed | 59,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Bull Neck Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000005 | Cameron Run Watershed | 400,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Cameron Run Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000006 | Cub Run Watershed | 135,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Cub Run Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000007 | Dead Run Watershed | 110,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Dead Run Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000008 | Difficult Run Watershed | 150,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Difficult Run Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000009 | Dogue Creek Watershed | 320,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Dogue Creek Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000012 | Horse Pen Creek Watershed | 80,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Horse Pen Watershed. Funds will be used to complete projects identified within this watershed. |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| SD-000015 | Little Hunting Creek Watershed | 360,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Little Hunting Creek Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000016 | Little Rocky Run Watershed | 55,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Little Rocky Run Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000017 | Mill Branch Watershed | 260,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Mill Branch Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000018 | Nichol Run Watershed | 35,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Nichol Run Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000021 | Pimmit Run Watershed | 60,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Pimmit Run Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000022 | Pohick Creek Watershed | 116,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Pohick Creek Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000023 | Pond Branch Watershed | 45,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Pond Branch Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000024 | Popes Head Creek Watershed | 130,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Popes Head Creek Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000027 | Scotts Run Watershed | 35,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Scotts Run Watershed. Funds will be used to complete projects identified within this watershed. |
| SD-000028 | Sugarland Run Watershed | 20,000 | Increase necessary to appropriate revenues received during FY 2012 associated with the Sugarland Run Watershed. Funds will be used to complete projects identified within this watershed. |
| | **Total** | **$2,787,000** | |

**Fund 30300, The Penny for Affordable Housing** **$19,774,739**

FY 2013 expenditures are recommended to increase $19,774,739 due to $19,246,679 in unexpended project balances and to appropriate additional program income of $528,060 received in FY 2012. In addition, the following project adjustments are recommended at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2H38-072-000 | Affordable/Workforce Housing | ($1,257,253) | Decrease due to reallocation of $1,785,313 to the Non-Profit Blueprint Project associated with the "Housing Blueprint" goals approved by the Board of Supervisors in 2010, offset by appropriation of additional revenue in the amount of $528,060 from interest payments on Affordable Housing Partnership Program loans made in prior years and Crescent Apartments net operating income. |
| 2H38-081-000 | Wedgewood | (1,539,687) | Decrease due to reallocation to the Non-Profit Blueprint Project associated with the "Housing Blueprint" goals approved by the Board of Supervisors in 2010. |
| 2H38-180-000 | Non-Profit Blueprint | 3,325,000 | Increase due to reallocations from the Affordable/Workforce Housing project and Wedgewood project associated with the "Housing Blueprint" goals approved by the Board of Supervisors in 2010. |
| | **Total** | **$528,060** | |

**Fund 30310, Housing Assistance Program** **$7,170,788**

FY 2013 expenditures are recommended to increase $7,170,788 due to the carryover of unexpended project balances in the amount of $7,157,621 and the appropriation of $13,167 associated with the reconciliation of previously authorized but unissued bond proceeds for the Woodley-Nightingale mobile home park. The following project adjustments are recommended at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2H38-085-000 | Woodley Hills Estates | $13,167 | Increase associated with the reconciliation of previously authorized but unissued bond proceeds for the Woodley-Nightingale mobile home park. |
| | **Total** | **$13,167** | |

**Fund 30400, Park Authority Bond Construction** **$39,742,344**

FY 2013 expenditures are recommended to increase $39,742,344 due to the carryover of unexpended project balances in the amount of $35,659,844 and an adjustment of $4,082,500 associated with the appropriation of bond premium funds received as part of the January 2012 bond sale. The following adjustments are recommended at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| PR-000004 | Infrastructure Renovations - 2004 | ($11,270) | Decrease due to project completion. The balance in this project is reallocated to Project PR-000005, Park and Building Renovation – 2008. |
| PR-000005 | Park and Building Renovation - 2008 | 4,093,770 | Increase necessary to appropriate bond premium in the amount of $4,082,500 received in FY 2012 associated with the January 2012 bond sale. In addition, an amount of $11,270 is reallocated to this project based on the completion of project PR-000004. |
| PR-000020 | Land Acquisition - 2006 | (1,588) | Decrease due to project completion. The balance in this project is reallocated to Project PR-000021, Land Acquisition - 2008. |
| PR-000021 | Land Acquisition - 2008 | 1,588 | Increase based on the completion of project PR-000020. |
| | **Total** | **$4,082,500** | |

## Special Revenue Funds

**Fund 40000, County Transit Systems** **$22,617,411**

FY 2013 expenditures are recommended to increase $22,617,411 due to encumbered carryover of $5,703,705 and unencumbered carryover of $16,913,706. Of the unencumbered total, an amount of $5,360,546 is included for Advanced Public Transit System (APTS) design, purchase, and implementation. These projects require significant review and have been delayed in the procurement process. An additional $5,772,231 is included for facility-related maintenance and safety upgrades, support services, and design and engineering costs for several renovation projects including the Herndon Monroe parking garage, Burke Center VRE parking garage, and the West Ox and Huntington facilities. An additional $4,880,929 is for other operating and capital requirements such as marketing and public outreach associated with Dulles Phase I bus services and the Silver Line extension, upgrades to the Mobile Access Travel Training bus which is a significant training tool for the special needs population, and vehicle-related requirements including the purchase of a permanent dispenser for a required fuel additive. The remaining $900,000 includes $400,000 for the Phase II-Tysons Neighborhood Traffic Impact Study which was discussed at the June 12, 2012 Board Transportation Subcommittee meeting, and $500,000 for the Reston Master Plan Study, a multi-phase planning study to identify appropriate changes to the Fairfax County Comprehensive Plan to help guide future development in the planned community of Reston and adjoining areas.

FY 2012 actual expenditures reflect a decrease of $34,819,625, or 28.2 percent, from the *FY 2012 Revised Budget Plan* amount of $123,325,134. Of this amount $5,703,705 is included as encumbered carryover in FY 2013 and $16,913,706 reflects the unencumbered carryover noted above. The remaining $12,202,214 is primarily due to lower than projected service hours resulting from delays in implementation of route expansions, lower than projected contractor costs, as well as other savings.

Actual revenues in FY 2012 total $43,435,205, an increase of $1,046,583, or 2.5 percent, over the FY 2012 estimate of $42,388,622 due primarily to higher than anticipated SmarTrip and other miscellaneous revenues.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $13,359,754, an increase of $13,248,797. It should be noted that $5,974,927 of this total reflects commercial and industrial (C&I) tax funds that may only be spent on expanded services. An additional $125,000 is held in reserve for unanticipated future County maintenance expenditures related to the Bus Shelter Program. The remaining balance of $7,259,827 will be held in reserve for future transportation-related requirements, such as fuel and bus contract requirements.

**Fund 40010, County and Regional Transportation Projects** **$226,881,548**

FY 2013 expenditures are recommended to increase $226,881,548 due to the carryover of unexpended project balances of $224,924,373, encumbered carryover of $1,109,372 and a net increase of $847,803 to appropriate remaining available funds to the Construction Reserve Project for future use**.** This adjustment is the result of an increase of $267,090 in miscellaneous revenue and an increase of $728,613 associated with FY 2012 staffing and operational savings, partially offset by a decrease of $147,900 in Commercial and Industrial (C&I) Tax Revenue based on actual FY 2012 tax receipts.

FY 2013 revenues are recommended to increase $160,401,225 due to $154,000,000 in Economic Development Authority (EDA) bond revenues expected to provide additional support for transportation projects endorsed by the Board of Supervisors and $6,401,225 resulting from the Board-approved agreement that stipulates the Metropolitan Washington Airports Authority (MWAA) reimburse Fairfax County up to $6,700,000 for the construction of pedestrian and road improvements at the Wiehle-Reston East Metrorail Station. Reimbursements in FY 2012 totaled $328,775, leaving $6,401,225 remaining.

FY 2012 actual expenditures reflect a decrease of $226,762,358 or 94.3 percent from the *FY 2012 Revised Budget Plan* amount of $240,584,235. Of this amount $224,924,373 reflects the carryover of unexpended project balances. The remaining expenditure savings is primarily attributable to Personnel Services savings of $566,086 associated with the agency's management of vacant positions, Operating Expenses savings of $162,527 based on actual lease billings in FY 2012, and savings of $1,109,372 in Capital Equipment due to lower than anticipated costs incurred during FY 2012 for the purchase of buses for the Fairfax Connector fleet.

Actual revenues in FY 2012 total $42,447,965, a decrease of $160,282,035 or 79.1 percent from the FY 2012 estimate of $202,730,000, primarily due to $154,000,000 in EDA bonds anticipated to supplement a variety of Fund 124 projects not yet implemented based on the timing of capital project expenditure requirements. EDA bond project support was approved as part of the *FY 2009 Carryover Review*. This support is anticipated in FY 2013 or future years as projects near implementation.

As a result of the actions discussed above, the FY 2013 ending balance remains at $0. It should be noted that a portion of the Fund 124 funding is held in the Construction Reserve Project and is reallocated to individual projects previously endorsed by the Board of Supervisors, as projects are ready for implementation. The following project adjustment is required at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G40-001-000 | Construction Reserve | $847,803 | Increase necessary to appropriate $847,803 in available funds. This is due to a decrease of $147,900 in FY 2012 tax receipts, offset by an increase of $267,090 in miscellaneous revenue and an increase of $728,613 associated with FY 2012 staffing and operational savings. |
| | **Total** | **$847,803** | |

**Fund 40030, Cable Communications** **$8,382,195**

FY 2013 expenditures are recommended to increase $8,382,195 due to $285,154 in encumbered carryover and an amount of $8,097,041 in unencumbered carryover of which $7,687,582 reflects unexpended funds related to the design and operation of the I-Net and $409,459 reflects various Channel 16 capital equipment acquisitions that were approved for purchase in FY 2012 but encountered unanticipated delays in the procurement process.

FY 2012 actual expenditures of $9,202,122 reflect a decrease of $8,857,985 or 49.0 percent from the *FY 2012 Revised Budget Plan* amount of $18,060,107. Of this amount $285,154 is included as encumbered carryover and $8,097,041 is included as unencumbered carryover in FY 2013. The remaining balance of $475,790 is primarily attributable to Personnel Services savings due to higher than projected position vacancies in the Communications Productions Division as well as miscellaneous savings in Operating Expenses and Capital Equipment. All I-Net funds are annually appropriated to ensure adequate funding as the project continues to completion.

FY 2012 actual revenues total $23,066,212, an increase of $1,331,453 or 6.1 percent over the FY 2012 estimate of $21,734,759 primarily due to greater than anticipated I-Net and Equipment Grant fees and Franchise Operating fees. The Franchise Operating fee revenue category has steadily increased in recent years based on the cable franchise portion of the Communication Sales and Use Tax administered by the state.

As a result of the actions above, the FY 2013 ending balance is projected to be $6,282,568, an increase of $1,807,243.

**Fund 40040, Fairfax-Falls Church Community Services Board (CSB)** **$3,552,606**

FY 2013 expenditures are recommended to increase a net $3,552,606 due to an increase of $3,500,000 to provide support for increased fringe benefit requirements for the existing array of CSB positions, an increase of $69,324 to better align costs related to the Language Skills Proficiency Pay program, offset by a decrease of $16,718 associated with miscellaneous adjustments. FY 2013 revenues are decreased by $16,718 due to the commensurate decrease in expenditures. It should be noted that additional adjustments to be made by the Board of Supervisors as the review the CSB's FY 2013 requirements are not yet reflected.

FY 2012 actual expenditures of $143,834,934 reflect an increase of $1,947,292 over the *FY 2012 Revised Budget Plan* amount of $141,887,642. In spite of the funding adjustment of $4,000,000 million during the *FY 2012 Third Quarter Review* and several cost savings actions taken, the unanticipated significant increase in service demands primarily in the Employment and Day Support Services and Infant and Toddler Connection programs resulted in the budget shortfall.

Actual revenues in FY 2012 total $40,210,385, a decrease of $654,047 or 1.6 percent from the *FY 2012 Revised Budget* of $40,864,432 primarily due to lower than anticipated Medicaid Option receipts.

The FY 2013 General Fund transfer is required to increase $6,170,663, or 6.1 percent, over the FY 2013 Adopted Budget Plan of $100,421,627. This increase is the result of the $3,500,000 for fringe benefit funding, $2,601,339 as a result of the FY 2012 year end shortfall, and $69,324 for the Language Skills Proficiency Pay program.

As a result of the actions discussed above, the FY 2013 ending balance is projected to remain at $0.

**Fund 40050, Reston Community Center (RCC) $770,945**

FY 2013 expenditures are recommended to increase $770,945 including encumbered carryover of $108,591 and unexpended project balances of $533,982 for Hunters Woods and Lake Anne facilities upgrades. Other increases include Personnel Services of $62,972 associated with new programs; unencumbered carryover of $50,000 for the RCC website redesign; and other adjustments totaling $15,400.

FY 2013 revenues are anticipated to increase $63,110 primarily as a result of increased receipts for a higher estimated number of participants in the Aquatics, Leisure and Learning, and Arts and Events programs.

FY 2012 actual expenditures reflect a decrease of $1,715,669 or 17.3 percent from the *FY 2012 Revised Budget Plan* amount of $9,925,354. Of this amount, $108,591 is included as encumbered carryover. The remaining balance of $1,607,078 is attributable to savings of $512,339 in Personnel Services primarily associated with higher than anticipated position vacancies, savings of $560,728 in Operating Expenses primarily attributable to lower than projected spending on contractual services as well as savings due to program cancellations and deferred costs, and $534,011 in unexpended capital project balances which will be carried over to FY 2013.

Actual revenues in FY 2012 total $6,970,346, an increase of $39,408 or 0.6 percent over the FY 2012 estimate of $6,930,938 primarily due to increases in rental income and Arts and Events receipts, offset by lower than expected revenue from tax receipts, interest income, and Aquatics and Leisure and Learning programs.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $4,213,357, an increase of $1,047,242.

**Fund 40060, McLean Community Center $577,334**

FY 2013 expenditures are recommended to increase $577,334 due to encumbered carryover of $204,381 and unexpended Capital Project balances of $372,953. There is no change in FY 2013 revenues.

FY 2012 actual expenditures reflect a decrease of $628,278 or 10.3 percent from the *FY 2012 Revised Budget Plan* amount of $6,105,990. Of this amount $577,334 reflects unexpended balances carried over to FY 2013, including capital project balances of $372,953 and encumbrances of $204,381. The remaining balance is primarily attributable to savings in Operating Expenses including professional and contractual services, building repairs and maintenance and computer equipment, offset by Fringe Benefits expenditures in excess of budget.

Actual revenues in FY 2012 total $4,979,483, a decrease of $310,949 or 5.9 percent from the FY 2012 estimate of $5,290,432 primarily due to lower than anticipated tax receipts and program and interest income.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $10,455,067, a decrease of $260,005.

**Fund 40090, E-911** **$10,054,788**

FY 2013 expenditures are recommended to increase $10,054,788. This amount includes carryover of Information Technology (IT) project and associated IT Operating balances of $8,775,743, encumbered carryover of $994,045, unencumbered carryover of $235,000 associated with updated operating software for 600 mobile computer terminals and the first step of a phased replacement of the agency PCs including those supporting 9-1-1 Dispatch Operations and the Support Services Bureau, and an adjustment of $50,000 to support additional budget requirements for MPSTOC operations.

FY 2012 actual expenditures of $37,859,644 reflect a decrease of $11,258,830 or 22.9 percent from the *FY 2012 Revised Budget Plan* amount of $49,118,474. Of this amount, $8,775,743 reflects unexpended IT project and associated IT Operating balances being carried over to FY 2013, while an additional $994,045 is encumbered carryover. The remaining balance of $1,489,042 is due primarily to savings of $1,000,736 in Personnel Services based on higher than projected salary vacancy savings and the remaining $488,306 is primarily attributable to savings in IT repair and maintenance and consulting services.

FY 2012 revenues total $21,561,560, a decrease of $1,185,889 or 5.2 percent from the *FY 2012 Revised Budget Plan* amount of $22,747,449, due primarily to lower than projected Communications Use and Sales Tax Fees partially offset by increased Wireless E-911 revenue.

As a result of the actions discussed above the FY 2013 ending balance is projected to be $556,774, an increase of $18,153.

**Fund 40100, Stormwater Services** **$23,324,063**

FY 2013 expenditures are recommended to increase $23,324,063 based on the carryover of unexpended project balances in the amount of $23,566,722, and a net adjustment to both capital and operating of $242,659. Capital projects are adjusted resulting in a total decrease of $2,185,675, including a decrease of $438,539 in both revenues and expenditures associated with the rehabilitation of both Lake Woodglen and Lake Barton. Funding for these two projects was made available as a result of the American Recovery and Reinvestment Act of 2009. All project work in complete and has been reimbursed, therefore, no more revenue is anticipated. In addition, this adjustment to capital projects includes a reallocation of $1,747,136 to the Stormwater operational budget primarily based on personnel services and fringe benefits requirements due to actual experience in the past several years. The adjustment to operating funds of $1,747,136 is supplemented by an increase due to the carryover of encumbrances of $87,614, the appropriation of higher than anticipated revenues of $74,164, the appropriation of operational savings in FY 2012 of $34,102. The following adjustments are required at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2G25-007-000 | Northern Virginia Soil and Water Conservation District (NVSWCD) | $15,737 | Increase necessary to fund compensation increases for FY 2013 consistent with those for County employees as approved in the FY 2013 Adopted Budget Plan. This increase includes funding for the 2.18 percent Market Rate Adjustment effective July 1, 2012 and the 2.5 percent adjustment effective January 1, 2013. The NVSWCD is an independent subdivision of the Commonwealth of Virginia that provides leadership in the conservation and protection of Fairfax County's soil and water resources. Since FY 2011, funding has been provided for |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| | | | this contributory agency, closely related to the Stormwater Program within Fund 125, Stormwater Services. |
| SD-000032 | Emergency And Flood Response | (1,762,873) | Increase necessary to fund requirements associated with the Stormwater operational budget primarily based on actual experience with both personnel services and fringe benefits requirements. The Stormwater operating budget was held fairly flat in the past several years and is in need of realignment to more closely reflect actual experience. Both personnel services and fringe benefit actuals were much higher than projected. This reallocation of $1,747,136 will realign the budget to more closely reflect requirements going forward. In addition, an amount of $15,737 is reallocated to Project 2G25-007-000 to fund compensation adjustments for the NVSWCD. |
| SD-000035 | ARRA - Lake Barton | (112,893) | On September 28, 2010, the Board of Supervisors approved funding in the amount of $3,779,591 associated with a project agreement between the Natural Resources Conservation Service (NRCS), the Northern Virginia Soil and Water Conservation District (NVSWCD) and Fairfax County for the rehabilitation of Lake Barton. The County share of $1,322,857 was paid from existing funds within the Stormwater Services Fund. Remaining funding of $2,456,734 was anticipated from NRCS and was available as a result of the American Recovery and Reinvestment Act of 2009. To date, an amount of $2,343,842 has been received. The project is complete and the balance of $112,893 in both revenues and expenditures is no longer required. |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| SD-000036 | ARRA - Lake Woodglen | (325,646) | On December 7, 2009, the Board of Supervisors approved funding in the amount of $2,229,971 associated with a project agreement between the Natural Resources Conservation Service (NRCS) and Fairfax County for the rehabilitation of Woodglen Lake. The County share of $780,490 was paid from existing funds in the Stormwater Services Fund. The remaining funding of $1,449,481 was anticipated from NRCS and was available as a result of the American Recovery and Reinvestment Act of 2009. This project is complete and the balance of $325,646 in both revenues and expenditures are no longer required. |
| | **Total** | **($2,185,675)** | |

**Fund 40110, Dulles Rail Phase I Transportation Improvement District** **$17,315,499**

FY 2013 expenditures are recommended to increase $17,315,499 due to anticipated construction payments to the Metropolitan Washington Airports Authority (MWAA). The Fairfax County share is approximately 16.1 percent of total costs. The maximum funding contribution permitted under the terms of the Phase I Tax District is $400 million. The cash payments along with a fall 2012 bond sale will allow for the completion of the funding from the tax district. It should be noted that by making cash construction payments from the fund, financing costs are held to a minimum thereby reducing total taxes owed by the tax district.

FY 2012 actual expenditures reflect a decrease of $30,631,669 or 68.1 percent, from the *FY 2012 Revised Budget Plan* amount of $45,000,000. This balance is primarily attributable to previous delays in the bond sale due to legal challenges which have been resolved, and lower than expected debt service expenditures of $10,631,669. Also, construction payments were $20,000,000 less than anticipated during FY 2012 but are projected to be expended as part of the FY 2013 budget.

Actual revenues in FY 2012 total $23,064,160, a decrease of $157,450 or 0.7 percent from the FY 2012 estimate of $23,221,610. This is due primarily to less than anticipated interest earnings of $366,643 which were offset by additional real estate taxes of $209,193.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $29,122,140, an increase of $13,158,720.

**Fund 40150, Refuse Disposal** **$2,168,817**

FY 2013 expenditures are recommended to increase $2,168,817 due to encumbered carryover of $1,524,309, unencumbered carryover of $340,185 and unexpended project balances of $304,323.

FY 2012 actual expenditures reflect a decrease of $5,346,040, from the *FY 2012 Revised Budget Plan* amount of $54,488,466. Of this amount $1,524,309 is included as encumbered carryover in FY 2013. An additional $304,323 reflects the carryover of unexpended project balances and $340,185 represents unencumbered carryover for replacement equipment which was approved in FY 2012, but due to delays associated with the specialized nature of the equipment, will not be delivered until FY 2013. The remaining balance of $3,177,223 is due to $396,931 in salary savings in personnel services, $2,788,303 in operating expenses associated with a decrease in solid waste tonnage, $94,419 in capital equipment and a decrease of $102,430 in recovered costs reflecting actual billings.

Actual revenues in FY 2012 total $48,458,106, a decrease of $2,784,141 or 5.4 percent from the FY 2012 estimate of $51,242,247 primarily due to the decrease in County solid waste tonnage reflecting the downturn in the regional and national economy.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $6,654,614, an increase of $393,082.

**Fund 40300, Housing Trust Fund** **$6,369,142**

FY 2013 expenditures are recommended to increase $6,369,142 due to the carryover of unexpended project balances in the amount of $4,761,357 and to appropriate additional program income of $1,607,785 received in FY 2012. In addition, the following project adjustments are recommended at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2H38-060-000 | Undesignated Housing Trust Fund | $72,908 | Increase necessary to appropriate additional program income received in FY 2012 that is associated with proffers and repayment of loans. |
| 2H38-066-000 | Land/Unit Acquisition | 1,534,877 | Increase necessary to appropriate additional program income received in FY 2012 that is associated with proffers and repayment of loans. |
| | **Total** | **$1,607,785** | |

**Fund 40330, Elderly Housing Programs** **$525,360**

FY 2013 expenditures are recommended to increase $525,360 due to encumbered carryover. In addition, FY 2013 revenues are required to increase $42,708 associated with projected accrued interest revenue on the Olley Glen mortgage.

FY 2012 actual expenditures of $3,998,581 reflect a decrease of $949,551, or 19.2 percent from the *FY 2012 Revised Budget Plan* estimate of $ $4,948,132 as a result of lower building maintenance and utilities expenditures primarily due to the Lincolnia property transition to a third-party management company, offset by slightly higher than anticipated salary expenses.

FY 2012 actual revenues total $2,347,153, which is a decrease of $82,840 or 3.4 percent from the *FY 2012 Revised Budget Plan* estimate of $2,429,993. This is mainly due to a decrease in rental revenue as a result of the Lincolnia property transition to a third-party management company. The General Fund Transfer supporting this Fund remained unchanged from the FY 2012 estimate of $2,004,183.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $1,586,997, an increase of $384,059.

**Fund 40360, Homeowner and Business Loan Programs** **$7,902,778**

FY 2013 expenditures are required to increase $7,902,778 due to carryover of unexpended FY 2012 program balances anticipated for the FY 2013 County Rehabilitation Loans and Grants Program, Moderate Income Direct Sales (MIDS) Program, and Business Loan Program.

FY 2013 revenues are recommended to increase $7,603,003 due to outstanding program income not received in FY 2012.

FY 2012 actual expenditures total $2,163,674, a decrease of $7,902,778 or 78.5 percent from the *FY 2012 Revised Budget Plan* of $10,066,452. The decrease in expenditures is primarily due to decreased program activity in the MIDS Program, County Rehabilitation Loans and Grants Program, and the Business Loan Program. These programs had fewer applications for assistance in FY 2012 that are anticipated to be made in FY 2013.

FY 2012 actual revenues total $2,390,678, a decrease of $7,603,003 or 76.1 percent from the *FY 2012 Revised Budget Plan* of $9,993,681. Capital fund projects span multiple program years so revenues are received after expenditures have occurred in a given project and through the repayment of loans.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $3,263,353, the same level as the FY 2013 Adopted Budget Plan.

**Fund 50800, Community Development Block Grant** **$5,805,515**

FY 2013 expenditures are recommended to increase $5,805,515 due to carryover of $6,012,901 in unexpended project balances and appropriation of $796,819 of the $811,413 in unanticipated program income received in FY 2012, offset by a reduction of $1,004,205 due to the amended U.S. Department of Housing and Urban Development (HUD) award approved by the Board of Supervisors on May 1, 2012. In addition, the following project adjustments are recommended at this time:

| Grant Number | Grant Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 1380020 | Good Shepherd | $446,213 | Increase necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380024 | Fair Housing Program | (57,512) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380026 | Rehab FCRHA | 361,667 | Increase of $2,631 due to reallocation from Grant 1380066, Revitalization, and increase of $359,036 based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380035 | Home Repair for the Elderly | (43,816) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380036 | Contingency Fund | (1,088,916) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |

# OTHER FUNDS DETAIL



| Grant Number | Grant Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 1380039 | Planning and Urban Design | (168,468) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380040 | General Admin | (18,622) | Decrease of $14,694 based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012, and decrease of $3,928 to reallocate to Grant 1CNV142 for grant clean-up. |
| 1380042 | Housing Program Relocation | (198,535) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380043 | Section 108 Loan | 402,959 | Increase necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380055 | Christian Relief Services | 106,000 | Increase necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380057 | Wesley-Coppermine | 65,000 | Increase necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380058 | Bilingual Rehabilitation | 85,500 | Increase necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380060 | Homeowner Assistance Program | (253,657) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380062 | Senior & Disabled Housing Development | 840,736 | Increase of $755,819 to appropriate additional revenue received in FY 2012, and increase of $84,917 based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380066 | Revitalization | (2,631) | Decrease of $2,631 necessary due to grant close-out. |
| 1380073 | Brain Foundation | 200,000 | Increase necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380076 | Community Havens | 120,446 | Increase necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380077 | New Hope Housing | 71,000 | Increase necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |

| Grant Number | Grant Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 1380078 | Reston Interfaith | 481,000 | Increase necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380079 | Adjusting Factors | (1,600,678) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380089 | Woodley Hills | 41,000 | Increase necessary to appropriate additional revenue received in FY 2012. |
| 1CNV142 | R&E Conversion | 3,928 | Increase necessary for grant clean-up. |
| | **Total** | **($207,386)** | |

**Fund 50810, HOME Investment Partnerships Grant** **$6,363,239**

FY 2013 expenditures are recommended to increase $6,363,239 due to carryover of $7,273,898 in unexpended project balances, the appropriation of $67,825 in additional program income revenue received in FY 2012, and a decrease of $978,484 due to the amended U.S. Department of Housing and Urban Development (HUD) award approved by the Board of Supervisors on May 1, 2012. In addition, the following grant adjustments are recommended at this time:

| Grant Number | Grant Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 1380025 | Fair Housing Program | ($24,427) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380027 | Rehab FCRHA | 534,610 | Increases of $507,959 based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012, and $26,651 that was reallocated from the closeout of Grant 1380068, American Dream Initiative. |
| 1380049 | CHDO Undesignated | (146,760) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380050 | Tenant-Based Rental Assistance | 613,816 | Increase necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380051 | Development Costs | (719,869) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380052 | Administration | (73,422) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380068 | American Dream Initiative | (26,651) | Decrease due to grant closeout and reallocation of $26,651 in balance to Grant 1380027, Rehab FCRHA. |

| Grant Number | Grant Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 1380071 | Partnership for Permanent Housing | (120,000) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380083 | Non-Profit Blueprint | (590,324) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380085 | TBRA Homeless | (253,327) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| 1380086 | TBRA Progress Center | (104,305) | Decrease necessary based on the amended FY 2013 HUD award as approved by the Board of Supervisors on May 1, 2012. |
| | **Total** | **($910,659)** | |

## Internal Service Funds

**Fund 60010, Department of Vehicle Services** **$4,720,530**

FY 2013 expenditures are increased $4,720,530 due to encumbered carryover of $3,598,584, an adjustment of $787,875 to allow for the replacement of ambulances that are scheduled to meet age and mileage criteria in FY 2013, and an appropriation of $334,071 from the Police Specialty Vehicle Reserve to allow the Police Department to replace an over 30-year old hostage negotiator vehicle.

FY 2013 revenues are increased by $1,100,000 reflecting additional revenue associated with the sale of the Police Department Helicopter that was replaced in late FY 2012. This revenue was originally anticipated in FY 2012, but is now projected to be received in FY 2013 based on the timing of the sale.

FY 2012 actual expenditures reflect a decrease $3,638,211 or 4.2 percent from the *FY 2012 Revised Budget Plan* amount of $86,430,836. Of this amount, $3,598,584 is included as encumbered carryover in FY 2013. The remaining balance of $39,627 is due primarily to minimal salary, operating and vehicle replacement savings.

Actual revenues in FY 2012 total $80,505,853, an increase of $3,692,969 or 4.8 percent over the FY 2012 estimate of $76,812,884. The increase is primarily attributable to increased fuel prices, which result in higher fuel billings for all customers, higher than projected charges for vehicle parts, tires, and related items, as well as increased large apparatus replacement charges paid by the Fire and Rescue Department (FRD) to address a long term need to increase the amount available to replace large fire apparatus in future years. FRD and the Department of Management and Budget have done significant analysis on the needs of both the Large Apparatus Replacement Reserve and the Ambulance Replacement Reserve and determined that current funding levels will not be sufficient to meet replacement requirements without additional funding support. A combination of one-time funding adjustments, use of available grant funding, and an annual increase in General Fund support of $1.0 million annually from FY 2014 through FY 2018 will be required to address this issue.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $28,238,459, an increase of $3,710,650.

**Fund 60020, Document Services Division** **$358,407**

FY 2013 expenditures are recommended to increase $358,407 due to encumbered carryover of $248,407 in Operating Expenses and unencumbered carryover of $110,000 to replace two pieces of capital equipment, a programmable folder and an envelope printer both of which are far beyond their useful lifespan and are no longer economical to repair and maintain.

FY 2012 actual expenditures reflect a decrease of $989,501 or 15.3 percent from the *FY 2012 Revised Budget Plan* amount of $6,478,178. Of this amount, $248,407 is included as encumbered carryover in FY 2013 and $110,000 is included as unencumbered carryover as noted above. The remaining balance of $631,094 is due primarily to salary vacancy savings and decreased use of Print Shop services and related expenditures.

Actual revenues in FY 2012 total $2,966,531, a decrease of $508,584 or 14.6 percent from the FY 2012 estimate of $3,475,115 primarily due to unrealized Print Shop revenues.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $1,401,163, an increase of $122,510.

**Fund 60030, Technology Infrastructure Services** **$1,889,422**

FY 2013 expenditures are recommended to increase $1,889,422 due to encumbered carryover of $959,422 primarily for network equipment, lease expenses, and various maintenance, storage and operational requirements. In addition, an amount of $930,000 has been included as an Administrative Adjustment for Disaster Recovery (DR) and Independent Validation and Verification (IV&V). Of this total $530,000 has been included for commercial off-site disaster recovery for the FOCUS system. This funding will allow a transition from the current mainframe DR process to a solution and remote site that has the required experience and knowledge of the SAP system, components, architecture and operations. The remaining $400,000 is included for IV&V, which is an audit and assessment report, focusing on business process and technical architecture that is used for guiding solution implementations at key milestones, and/or for post implementation modifications, and fine-tuning that may be necessary in the system to meet Fairfax County's business needs.

FY 2013 revenues are increased by $930,000 as this fund will charge out the additional costs associated with DR and IV&V to the Department of Information Technology.

FY 2012 actual expenditures of $29,965,061 reflect a decrease $981,397 or 3.2 percent from the *FY 2012 Revised Budget Plan* amount of $30,946,458. Of this amount $959,422 is included as encumbered carryover in FY 2013. The remaining balance of $21,975 is attributable to miscellaneous savings in Operating Expenses and Capital Equipment due primarily to lower than budgeted software maintenance costs.

FY 2012 actual revenues of $27,763,608 reflect an increase of $184,920 or 0.7 percent over the FY 2012 estimate of $27,578,688 primarily due to increased radio services and infrastructure charges to County agencies.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $2,468,071, an increase of $206,895.

**Fund 60040, Health Benefits** **$7,674,569**

FY 2013 expenditures are recommended to increase $7,674,569, primarily to reflect updated experience in claims trends. Growth in FY 2012 actual expenditures indicates that claims are increasing at a higher rate than previously projected, particularly among individuals with total claims over $50,000. For the OAP (Open Access Plan) High Option, the number of individuals with large claims increased 32.4 percent between January-June 2011 and the same period in 2012, with the total cost of these large claims increasing from $5.6 million to $8.9 million, or 58.9 percent, between the two six-month periods. These large claims are primarily related to cancer and muscular-skeletal issues, and based on current trends are projected to increase $7.7 million in FY 2013. Claims also continue to outpace premium revenue for pre-Medicare retirees, and the deficit between expenditures and revenues for this group has been increasing.

FY 2013 revenues are recommended to increase $697,468 to reflect projected average premium increases of 13.4 percent in January 2013 for the County's self-insured health plans, offset by updated experience based on FY 2012 actual revenues. Recent growth in claims has outpaced the revenue that would be generated by the premium increases that were previously estimated for January 2013, and therefore higher premium increases are required. It should be noted that these premium increases are budgetary projections only, and final premium decisions will be made in the fall of 2012. Cost-saving plan design changes will also be considered for implementation in January 2013, and the new vendor selection process for all of the County's health insurance products is expected to result in a new selection of health plans effective January 2014. In addition, a General Transfer of $4,000,000 in FY 2013 is recommended in support of claims expenditures.

FY 2012 actual expenditures reflect a decrease of $4,114,122, or 2.8 percent, from the *FY 2012 Revised Budget Plan* amount of $148,472,671, primarily due to the appropriation of the premium stabilization reserve to provide the fund flexibility in managing unanticipated increases in claims. While expenditures were lower than budgeted, total expenditures exceeded total revenues in FY 2012, requiring the use of the full balance of the premium stabilization reserve and a portion of the unreserved ending balance. Claims for the OAP High Option grew 61.3 percent over FY 2011, primarily due to increased enrollment and growth in large claims. Claims for the POS (Point-of-Service) plan grew at a modest 2.6 percent. FY 2012 is the first full fiscal year in which the OAP Low Option has been offered.

Actual revenues in FY 2012 total $136,651,682, a decrease of $6,927,390, or 4.8 percent from the FY 2012 estimate of $143,579,072 primarily due to lower than projected premium revenue from employer contributions, employees, and retirees. It should be noted that $674,646 in Early Retiree Reinsurance Program (ERRP) revenues were received in FY 2012. The ERRP was established as part of the March 2010 passage of comprehensive health care reform legislation to provide reimbursements to participating employers for a portion of the costs of health benefits for early retirees not yet eligible for Medicare. To date, the County has received $2.7 million in reimbursements through the program. However, additional revenues are not expected due to the exhaustion of the $5 billion allocated to the ERRP. All revenues received under the ERRP will be used to offset increases in health insurance costs for all participants in the County's self-insured plans, with $2.0 million in ERRP revenues used in FY 2012. While the POS, OAP Low Option and vision plans generated sufficient revenue to cover claims, administrative, IBNR (Incurred But Not Reported claims) and reserve expenses in FY 2012, expenditures and reserve requirements for the OAP High Option plan exceeded revenue by approximately $12.6 million.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $17,782,178, a decrease of $5,790,369. The County practice is to retain a fund balance equal to 2 months or approximately 16.7 percent of claims. Based on the increases projected for claim costs in FY 2013 as well as expenses exceeding revenue during FY 2012, the actual balance is 12.0 percent or approximately 1.5 months of claims. Additional support of this fund will be necessary in the future to restore the balance to more appropriate levels.

## Enterprise Funds

**Fund 69000, Sewer Revenue** **$0**

There are no expenditures for this fund. Actual revenues in FY 2012 total $189,390,555 an increase of $1,621,689 or 0.9 percent over the FY 2012 estimate of $187,768,866. This increase is primarily due to higher than anticipated Sales of Service revenue due to actual charges to other jurisdictions for their share of operating costs associated with wastewater treatment and higher than anticipated Availability Fee revenue based on increased development activity in the County. This increase is partially offset by lower than projected Sewer Service Charges based on lower water consumption and lower than anticipated interest earnings due to the delay in the planned FY 2012 sewer bond sale. The bond sale is scheduled for early FY 2013.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $132,436,983, an increase of $1,621,689.

## Agency Funds

**Fund 70000, Route 28 Taxing District** **$25,626**

FY 2013 expenditures are recommended to increase by $25,626 based on available funds at the end of FY 2012.

FY 2012 actual expenditures reflect a decrease of $743,968 or 7.6 percent from the *FY 2012 Revised Budget Plan* amount of $9,800,864. This decrease is based on payment of available tax proceeds for the Route 28 Tax District.

Actual revenues in FY 2012 total $9,047,064, a decrease of $718, 342 or 7.4 percent from the FY 2012 estimate of $9,765,406 based on Real Estate Tax payments.

As a result of the actions discussed above, the FY 2013 ending balance remains at $0.

## Trust Funds

**Funds 73000, 73010, 73020, Retirement Systems** **$0**

FY 2013 expenditures are recommended to remain at $405,142,330, the same level as the FY 2013 Adopted Budget Plan.

FY 2012 actual expenditures reflect a decrease of $20,945,824, or 5.6 percent, from the *FY 2012 Revised Budget Plan* amount of $372,220,918. This decrease is primarily attributable to lower than anticipated benefit payments to retirees, lower than projected refunds to terminating employees, and lower investment management fees.

Actual revenues in FY 2012 total $414,490,755, a decrease of $192,740,085 or 31.7 percent from the FY 2012 estimate of $607,230,840 primarily due to investment returns lower than the long term expectations for the Police Officers and Uniformed systems. As the final custodial bank statements are not yet available, these figures only reflect returns on investments through the end of May 2012. Final figures are estimated to be provided by the end of July and will be reflected as audit adjustments to FY 2012. Of the returns achieved through May, ($116,142,714) is due to unrealized losses on investments held but not sold as of June 30, 2012 and $281,393,423 is due to realized return on investment. FY 2012 actual unrealized loss of $116,142,714 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 2012 through May were 7.1 percent for the Employees' System, -2.7 percent for the Police Officers System, and -2.7 percent for the Uniformed System. Final results for June are not yet available, but based on general market returns in June, the full year results are expected to be higher by one to two percent. These returns were achieved in a year when markets were very volatile reflecting the European debt crisis, a lagging U.S. economy and declining growth rates in the emerging market countries. Returns for all the major market indices were mixed. For the year ending June 30, 2012, the S&P 500 Index was up 5.4 percent, and U.S. small-cap stocks declined by 2.1 percent. Among non-U.S. stocks, developed markets fell by 13.4 percent and emerging markets declined by 15.7 percent. Returns on investments in real assets were also mixed, with U.S. real estate investment trusts (REITs) rising 12.5 percent, non-U.S. REITs falling 5.1 percent and the commodity index falling 14.3 percent. The broad fixed income markets produced strong returns, with the Barclay's Aggregate Bond Index rising 7.5 percent and the 10-year U.S. Treasury inflation protected securities (TIPs) index increasing 11.7 percent.

It should be noted that it is not possible to provide expected employer contribution rates 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 7.5 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 2013 combined ending balance for the three retirement systems is projected to be $5,560,246,555, a decrease of $171,794,261.

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

FY 2013 expenditures are recommended to remain at $7,627,316, the same level as the <u>FY 2013 Adopted Budget Plan</u>.

FY 2012 actual expenditures reflect a decrease of $9,323,601, or 56.4 percent, from the *FY 2012 Revised Budget Plan* amount of $16,544,085. 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 2012. Once this adjustment is posted, it is anticipated that FY 2012 expenditures will be in line with the *FY 2012 Revised Budget Plan*.

Actual revenues in FY 2012 total $3,394,193, a decrease of $11,053,369, or 76.5 percent, from the FY 2012 estimate of $14,447,562. 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 2012. Excluding the implicit subsidy from the FY 2012 estimate, revenues were $1,805,369 lower than budgeted, primarily due to lower than anticipated investment returns achieved through the Virginia Pooled OPEB Trust. These figures reflect returns on investments through the end of May 2012. Final figures are estimated to be provided by the end of July and will be reflected as audit adjustments to FY 2012. Of the amount received through May, an unrealized loss of $2,000,846 is for investments held but not sold as of June 30, 2012 and $50,368 is due to realized return on investment. FY 2012 actual unrealized loss of $2.0 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 1.4 percent during the first nine months of FY 2012 (through March 31, 2012). This slightly lagged the Portfolio's custom benchmark return for the same period. Performance relative to the benchmark was primarily due to the results of certain active managers in the Fund, who lagged their respective indices. The OPEB Board of Trustees continues to monitor the performance of each manager and, as a result, during the fiscal year an active manager in the international equity asset class was replaced. The Board also added a new manager in the international equity asset class in an effort to further diversify the portfolio. The economy continued to expand at a moderate pace during the period, despite fears over Europe's sovereign debt crises. The U.S. unemployment rate, a key economic indicator, dropped to a three-year low of 8.2 percent at the end of the period.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $136,876,794, a decrease of $1,729,768, primarily as a result of investment performance as discussed above.

## NON-APPROPRIATED FUNDS

### Northern Virginia Regional Identification System (NOVARIS)

**Fund 10031, Northern Virginia Regional Identification System (NOVARIS) $18,385**

FY 2013 expenditures are increased $18,385 due to upcoming NOVARIS training requirements. The increase in operating expenses will be used to provide forensic training for employees in the NOVARIS partner agencies.

FY 2012 actual expenditures of $7,975 reflect a decrease of $44,712 or 84.9 percent from the *FY 2012 Revised Budget Plan* amount of $52,687 as limited programs were required in FY 2012; however, they are anticipated to be necessary in FY 2013.

Actual revenues in FY 2012 total $18,753 a decrease of $10,557 or 36.0 percent from the FY 2012 estimate of $29,310, which is primarily due to lower than projected revenue from all partner jurisdictions.

As a result of the actions discussed above, the FY 2013 ending balance is $33,102, an increase of $15,770.

### Housing and Community Development

**Fund 81050, FCRHA Private Financing $2,271,273**

FY 2013 expenditures are recommended to increase a net $2,271,273 due to the carryover of unexpended project balances of $2,321,883 for continuing projects, to appropriate $9,705 in unanticipated investment earnings received in FY 2012, offset by a decrease of $60,315 to close out project balances. In addition, the following project adjustments are recommended at this time:

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2H38-127-000 | Undesignated Projects | $9,705 | Increase necessary to appropriate additional revenue earned from interest on investments. |
| 2H38-167-000 | Section 108 Loan Payments (14800) | (8,718) | Decrease necessary to align budget with required principal and interest payments. |
| 2H38-168-000 | Section 108 Loan Payments (24300) | (10,352) | Decrease necessary to align budget with required principal and interest payments. |
| 2H38-169-000 | Section 108 Loan Payments (24800) | (4,532) | Decrease necessary to align budget with required principal and interest payments. |
| 2H38-170-000 | Section 108 Loan Payments (24900) | (2,128) | Decrease necessary to align budget with required principal and interest payments. |
| 2H38-171-000 | Creighton Square/ Lockheed Blvd. (14900) | (17,234) | Decrease due to project completion. |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 2H38-172-000 | Creighton Square/ Lockheed Blvd. (24100) | (17,255) | Decrease due to project completion. |
| 2H38-173-000 | Creighton Square/ Lockheed Blvd. (24800) | (96) | Decrease due to project completion. |
| | **Total** | **($50,610)** | |

**Fund 81100, Fairfax County Rental Program ($336,427)**

FY 2013 expenditures are recommended to decrease a net $336,427 due to a decrease of $390,529 related to the transition of the Little River Square property to a third party management company offset by encumbrances of $54,102.

FY 2013 revenues decrease $335,091 including a reduction of $491,091 as a result of the transition of the Little River Square property to a third party management company, offset by an increase of $156,000 associated with an anticipated revenue reimbursement from the Virginia Housing and Development Authority for capital expenses at the Penderbrook property that was deferred from FY 2012.

FY 2012 actual expenditures total $4,948,740, a decrease of $162,106 or 3.2 percent from *FY 2012 Revised Budget Plan* estimate of $5,110,846 primarily due to savings in Personnel Services savings, as well as utilities and building maintenance and repairs.

Actual revenues in FY 2012 total $5,102,043, a decrease of $8,803 or 0.2 percent from the *FY 2012 Revised Budget Plan* estimate of $5,110,846 associated with a decrease in anticipated revenue reimbursement for the Penderbrook property that was not received in FY 2012 and miscellaneous revenues offset by an increase in dwelling rents.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $6,727,404, an increase of $154,639 over the FY 2013 Adopted Budget Plan.

**Fund 81510, Housing Choice Voucher Program $2,787,350**

FY 2013 expenditures are recommended to increase $2,787,350 associated with an increase in Housing Choice Voucher (HCV) and portability program leasing rates and Housing Assistance Payment (HAP) expense averages in the amount of $2,771,320, and additional requirements of $16,030.

FY 2013 revenue are recommended to increase $2,483,054 including $1,954,312 primarily due to an increase in calendar year 2012 U. S. Department of Housing and Urban Development (HUD) HCV Annual Contribution funding based on the most recent renewal notice from HUD; and, increase $528,742 to accommodate the increased leasing and increased HAP averages of the portability program.

FY 2012 actual expenditures of $51,949,205 reflect a decrease of $216,490 or 0.4 percent from the *FY 2012 Revised Budget Plan* estimate amount of $52,165,695. The decrease is attributable to a reduction in Housing Assistance Payment expense for the HCV program, and a decrease in salaries as a result of position vacancies. Positions were deliberately held vacant to accommodate the anticipated 7 percent reduction in administrative fees for calendar year 2013.

Actual revenues in FY 2012 total $52,628,363, an increase of $713,718, or 1.4 percent over the *FY 2012 Revised Budget Plan* estimate of $51,914,645, due to leasing activity that increased Annual Contributions in the amount of $333,377; a decrease of $3,113 for interest revenue; an increase in portability program revenue in the amount of

$164,934; and, an increase in miscellaneous revenue primarily for fraud forfeitures in the amount of $218,520 due to increased collection efforts for Repayment Agreements.

As a result of the actions discussed above and an increase of $1,548,031 as the result of an allocation after the *FY 2012 Third Quarter Review*, the FY 2013 ending balance is projected to be $6,942,466, an increase of $2,173,943.

**Fund 81530, Public Housing Projects Under Modernization** **$1,467,647**

FY 2013 expenditures are required to increase $1,467,647 due to the carryover of unexpended project balances of $1,551,098 partially offset by the closeout of two projects in the amount of $83,451. In addition, the following project adjustments are recommended at this time:

| Grant | Grant Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 3380010 | Rosedale Manor | ($92,000) | Decrease necessary to reallocate funding associated with HUD approval to increase administrative fees in Grant 3380025, PH MOD – Greenwood; Grant 3380034, PH MOD – Barros Circle; Grant 3380037, PH MOD – Kingsley Park; 3380039, PH MOD – Heritage North; Grant 3380042, PH MOD – Old Mill Site; and Grant 3380053, Heritage Woods. |
| 3380021 | Robinson Square | (748) | Decrease necessary to closeout project due to completion. |
| 3380025 | Greenwood Apartments | 6,000 | Increase associated with HUD approval to reallocate funding from grant 3380010, PH MOD – Rosedale Manor for administrative fees adjustment. |
| 3380034 | Barros Circle | 32,500 | Increase associated with HUD approval to reallocate funding from grant 3380010, PH MOD – Rosedale Manor for administrative fees adjustment. |
| 3380037 | Kingsley Park | 36,500 | Increase associated with HUD approval to reallocate funding from grant 3380010, PH MOD – Rosedale Manor for administrative fees adjustment. |
| 3380039 | Heritage North | 3,000 | Increase associated with HUD approval to reallocate funding from grant 3380010, PH MOD – Rosedale Manor for administrative fees adjustment. |
| 3380042 | Old Mill Site | 13,000 | Increase associated with HUD approval to reallocate funding from grant 3380010, PH MOD – Rosedale Manor for administrative fees adjustment. |

| Grant | Grant Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| 3380053 | Heritage Woods | 1,000 | Increase associated with HUD approval to reallocate funding from grant 3380010, PH MOD – Rosedale Manor for administrative fees adjustment. |
| 3CNV969 | R&E Conversion | (82,703) | Decrease necessary to closeout project due to completion. |
| | **Total** | **($83,451)** | |

## Fairfax County Park Authority

**Fund 80000, Park Revenue** **$0**

FY 2013 expenditures are recommended to remain unchanged.

FY 2012 actual expenditures reflect a decrease of $1,958,631, from the *FY 2012 Revised Budget Plan* amount of $41,244,493. The remaining balance is primarily attributable to position vacancies and operational cost savings associated with the mild winter.

Actual revenues in FY 2012 total $42,469,859, an increase of $372,053 or 0.88 percent over the FY 2012 estimate of $42,097,806 primarily due to mild temperatures in the winter months contributing to higher than anticipated golf revenue and winter quarter registrations for classes. For FY 2013, a transfer to Fund 80300, Park Capital Improvement Fund in the amount of $1,849,882 is included to support repairs and renovations for revenue generating facilities that will sustain or improve the life expectancy and functionality of the facilities, funding for the Parknet publication and other Park Information Technology projects, and the Facilities and Services Reserve. In addition, the transfer to Fund 20000, County Debt Service is reduced by $422,944 to reflect savings associated with the April 2012 refunding of the Laurel Hill Golf Course Revenue Bonds. Savings include an amount of $266,765 in FY 2012 and $156,179 in FY 2013. The refunding will realize an amount of $4.6 million in savings over the life of the bonds.

As a result of the actions discussed above, the FY 2013 ending balance is projected to be $6,283,227, an increase of $903,746.

**Fund 80300, Park Capital Improvement** **$22,369,211**

FY 2012 expenditures are recommended to increase $22,369,211 due to the carryover of unexpended project balances in the amount of $18,413,676 and an adjustment of $3,955,535. This increase is due to the appropriation of $2,105,653 in easement fees, donations and Park proffers received in FY 2012 and a transfer of $1,849,882 from Fund 80000, Park Revenue Fund to support General Park Improvements, the ParkNet project and the Facilities and Services Reserve. The following adjustments are recommended at this time.

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| PR-000028 | Lee District Telecommunications | $52,641 | Increase associated with revenues received in FY 2012 from telecommunications leases. |

| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| PR-000029 | Pimmit Run Maintenance Facility | 77,591 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000030 | Confederate Fortifications Historic Site | 18,575 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000037 | Mount Vernon Districtwide Parks | 128,730 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000040 | Lee Districtwide Parks | 111,379 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000041 | Hunter Mill Districtwide Parks | 23,778 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000044 | Sully Districtwide Parks | 42,484 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000045 | South Run Park | 18,318 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000047 | Robert E. Lee RECenter | 10,862 | Increase associated with revenues received in FY 2012 from Hill Top Sand and Gravel Company for park improvements. |
| PR-000048 | Cub Run Stream Valley Park | 17,450 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000049 | Frying Pan Park | 74,309 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000050 | Riverbend Park | 2,460 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000051 | Stratton Woods Park | 170,847 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000052 | Sully Plantation | 18,149 | Increase associated with revenues received in FY 2012 from the Sully Foundation. |
| PR-000054 | Mason District Park | 57,099 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000055 | Wakefield Park | 18,153 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000057 | General Park Improvements | 1,271,050 | Increase associated with a transfer from Fund 800-C80000, Park Revenue Fund to support repairs and renovations, as well as programs for revenue generating facilities that will sustain or improve the life expectancy and functionality of the facilities. |
| PR-000058 | Park Revenue Proffers | 208,125 | Increase associated with revenues received in FY 2012 from proffers. |

# OTHER FUNDS DETAIL



| Project Number | Project Name | Increase/ (Decrease) | Comments |
|---|---|---|---|
| PR-000061 | Mastenbrook Volunteer Grant program | 10,543 | Increase associated with revenues received in FY 2012 in matching funds from the community, including athletic groups and "Friends" groups that take advantage of the Mastenbrook Volunteer Grant Program. |
| PR-000062 | Historic Huntley | 10,862 | Increase associated with revenues received in FY 2012 from Hill Top Sand and Gravel Company. |
| PR-000063 | Open Space Land Preservation Fund | 30,729 | Increase associated with revenues received in FY 2012 from donated funds for the preservation of open space throughout the County. |
| PR-000073 | Hunter Mill District Telecommunications | 25,750 | Increase associated with revenues received in FY 2012 from telecommunications leases. |
| PR-000075 | Green Springs Classroom | 59,650 | Increase associated with revenues received in FY 2012 from the Friends of Green Springs (FROGS) to support the construction of a new classroom at Green Springs Park. |
| PR-000084 | ParkNet | 285,000 | Increase associated with a transfer from Fund 800-C80000, Park Revenue Fund to support Parknet and other Park Information Technology projects. |
| PR-000088 | Lewinsville Park Field #2 Synthetic Turf | 770,619 | Increase associated with revenues received in FY 2012 from McLean Youth Soccer for replacement of the turf field at Lewinsville Park. |
| 2G51-017-000 | Park Contingency | 76,285 | Increase associated with interest earning of $48,290 and gifts and donations of $27,995. |
| 2G51-018-000 | Park Easement Administration | 352,706 | Increase associated with easement revenues received in FY 2012. |
| 2G51-019-000 | Historic Artifacts Collections | 1,119 | Increase associated with revenues received from Lycoming County Historical Foundation. |
| 2G51-023-000 | Stewardship Publications | 2,803 | Increase associated with revenues received in FY 2012 for historic publications and education. |
| 2G51-025-000 | E. C. Lawrence Trust | 4,563 | Increase associated with interest earnings received in FY 2012 on the Lawrence Trust. |
| 2G51-026-000 | Grants and Contributions | 2,906 | Increase associated with revenues received in FY 2012 based on a Virginia Commission for the Arts grant. |
| | **Total** | **$3,955,535** | |