

Fund 10015: Economic Opportunity Reserve

FUND STATEMENT

Category	FY 2021 Actual	FY 2022 Adopted Budget Plan	FY 2022 Revised Budget Plan	FY 2022 Third Quarter Estimate	Increase (Decrease) (Col. 5-4)
Beginning Balance¹	\$31,444,084	\$45,644,215	\$46,527,372	\$46,527,372	\$0
Revenue:					
Interest Earnings	\$107,109	\$150,000	\$150,000	\$150,000	\$0
Total Revenue	\$107,109	\$150,000	\$150,000	\$150,000	\$0
Transfers In:					
General Fund (10001)	\$14,050,131	\$0	\$696,739	\$926,773	\$230,034
Total Transfers In	\$14,050,131	\$0	\$696,739	\$926,773	\$230,034
Total Available	\$45,601,324	\$45,794,215	\$47,374,111	\$47,604,145	\$230,034
Expenditures:					
Economic Opportunity Projects	(\$926,048)	\$0	\$2,914,608	\$6,791,358	\$3,876,750
Appropriated Reserve	0	0	44,459,503	40,812,787	(3,646,716)
Total Expenditures	(\$926,048)	\$0	\$47,374,111	\$47,604,145	\$230,034
Total Disbursements	(\$926,048)	\$0	\$47,374,111	\$47,604,145	\$230,034
Ending Balance¹	\$46,527,372	\$45,794,215	\$0	\$0	\$0

¹ The full amount available in the reserve is appropriated in FY 2022 to allow for its allocation to projects as approved by the Board of Supervisors, resulting in an FY 2022 Ending Balance of \$0. It is anticipated, however, that a significant portion of the reserve, as well as unspent balances in projects, will be carried forward each year. Appropriations will be made for FY 2023 as part of the *FY 2022 Carryover Review*. Fluctuations in the Ending Balance are due to the timing of spending in the Economic Opportunity Projects and the accumulation of balances to increase the reserve to its target level of 1.0 percent of General Fund disbursements.

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SUMMARY OF ECONOMIC OPPORTUNITY PROJECTS

Project	Total Project Estimate	FY 2021 Actual Expenditures	FY 2022 Pre-Third Quarter Revised	FY 2022 Third Quarter Revised	Increase/ (Decrease)
Annandale Pilot Projects (2G30-002-000)	\$124,565	\$44,812.83	\$78,913.13	\$78,913	\$0
Connected Autonomous Vehicle Demo LCM (2G30-010-000)	50,000	29,139.63	20,860.37	20,860	0
Downtown Herndon Redevelopment (2G30-005-000)	1,200,000	0.00	1,200,000.00	1,200,000	0
ESSP Implementation (2G30-004-000)	91,334	4,000.00	87,334.22	87,334	0
Herndon Art Center Development (2G30-012-000) ¹	5,000,000	0.00	0.00	5,000,000	5,000,000
Microloan Program (2G16-001-000) ²	1,376,750	(1,069,000.00)	1,177,500.00	54,250	(1,123,250)
Springfield Gateway Projects (2G30-003-000)	100,000	0.00	100,000.00	100,000	0
Town of Vienna-Economic Dev Study (2G30-007-000)	50,000	50,000.00	0.00	0	0
Tyson's Partnership Activation (2G30-011-000) ³	250,000	0.00	250,000.00	250,000	0
Tyson's Partnership-Branding (2G30-008-000) ⁴	630,000	15,000.00	0.00	0	0
Total	\$8,872,649	(\$926,047.54)	\$2,914,607.72	\$6,791,358	\$3,876,750

¹ On December 7, 2021, the Board of Supervisors approved the Town of Herndon Art Center Development Project (2G30-012-000) and allocated \$5,000,000 from Fund 10015 for the capital construction of the center. This is in addition to the support provided through the Herndon Downtown Redevelopment Project (2G30-005-000). Funding is anticipated to be expended in five annual payments of \$1,000,000 upon the commencement of the construction of the Art Center.

² A total of \$2,500,000 was allocated for the Microloan Program (2G16-001-000) in Fund 10015. Of this amount, \$2,391,500 was remitted to the Community Business Partnership (CBP) in FY 2020, leaving a balance of \$108,500 in FY 2021 to pay CBP an administrative fee for administering the program. Subsequent to the establishment of the Microloan Program, the RISE Grant program was established which provided grants to eligible businesses. Overlap of interest in both programs resulted in issuance of only 64 microloans in the combined amount of \$1,213,500. Consistent with the terms of the Memorandum of Understanding between the Board of Supervisors and CBP, the microloan funds unallocated by October 31, 2020, totaling \$1,069,000, were returned to the County by CBP and were redeposited into Fund 10015. This action resulted in an expenditure credit to the Economic Opportunity Reserve Fund in FY 2021. Since the majority of the project is completed, as part of *FY 2022 Third Quarter Review*, \$1,123,250 of the unexpended balance will return to the Appropriated Reserve and \$54,250 will remain in the project for administrative fee payments to CBP in FY 2022.

³ On July 27, 2021, the Board of Supervisors approved the Tyson's Partnership Activation Project (2G30-011-000) and allocated \$250,000 from Fund 10015 to support implementation of community activation, branding initiatives and organizational development.

⁴ On December 3, 2019, the Board of Supervisors approved up to \$1,000,000 in funds from Fund 10015 to assist the Tyson's Partnership in the development and launch of a multi-phase branding campaign for Tyson's. The County funding was awarded as an equal match to funds raised by the Tyson's Partnership. The capital campaign ended with the onset of the COVID-19 emergency measures with a total Fund 10015 contribution of \$630,000. As part of the *FY 2021 Carryover Review*, the Tyson's Partnership-Branding economic opportunity project (2G30-008-000) was closed out and the unexpended balance of \$370,000 was returned to the Appropriated Reserve.