

FIVE-YEAR OPERATING BUDGET MODEL

The Five Year Model is a tool to help in long-range planning for the various County funds and agencies. Assumptions used in forecasting activity in future years rely heavily on past history, as well as current economic conditions. It is assumed that the County will experience slow growth in FY 2009, with a slight recovery to begin in FY 2010. This model does not anticipate a return to the level of rapid growth recently experienced in the County. The plan reflects the anticipated future needs of County agencies, contrasting those needs with a revenue forecast for the same period. Revenue forecasting, based on historical trends, is intended to be responsibly conservative. Expenditure forecasts are based on projected needs by individual agencies. The gap between the projected revenues and expenditures provides an opportunity to identify needs and to begin planning and prioritizing for future years. The County is required to present a balanced budget each year.

GENERAL FUND REVENUES

The projections for taxable real property assume a 1.0% increase for the FY 2010 budget year. In FY 2011, a 1.0% growth rate is assumed. A return to more “normal” activity is assumed for subsequent years, with real estate growth projected at 2.5%. The model assumes:

- that real estate taxes are equalized in reassessment years
- implementation of the proposed personal property rate
- all other tax rates remain constant

Development fees are projected to remain flat through FY 2010, with a return to “normal” activity in later years. Fees will be evaluated regularly, with expected increases of approximately 4%.

Most other fees are projected to grow by 3%.

GENERAL FUND EXPENDITURES

Personnel expenditures for FY 2011 are projected to grow at a rate of 3%, then at 5% annually for later year. This category includes all benefits associated with personnel costs.

Operating and capital expenditures for FY 2011 through FY 2014 are projected to grow at an inflation rate of 4% annually. Included in operating cost projections are:

- operating costs associated with the Adopted FY 2010 CIP
- costs of replacement vehicles and equipment that has been postponed since economic conditions began to deteriorate in FY 2007
- increasing staffing levels for public safety beginning in FY 2011
- Public Services and Planning project increased staffing needs as the economy recovers.
- Debt service is estimated using the current debt schedules, the Adopted FY 2010 CIP, and the County’s Principles of High Performance Financial Management Affordability Guidelines. An interest rate of 5.5% is assumed for future debt issuance.
- For FY 2011 through FY 2014, local school funding growth is projected to be 5% - the projected growth rate plus the projected inflation rate.

SUMMARY

The model includes some modest optimism that economic conditions will improve in the next fiscal year, but maintains a conservative approach to revenue forecasting, which reflects historical trends. The Board of Supervisors strives to maintain the tax base at the current level. County agencies were asked to forecast their future *needs*, and were not directed to consider limited financial constraints.

As would be expected using these assumptions, in this Model, expenditures exceed revenues. The gap between revenues and expenditures for fiscal years 2011 through 2014 ranges between \$24.7 million and \$67.4 million. The model is intended to be a planning tool. The imbalance provides a basis for decision-making for future years

Five Year Models are also included for the Utilities Fund and the Transportation Fund.

GENERAL FUND
FIVE YEAR FINANCIAL PLAN - REVENUE EXPENDITURE SUMMARY

	FY2008 Actual	FY2009 Adopted	FY2010 Adopted	FY2011 Forecast	FY2012 Forecast	FY2013 Forecast	FY2014 Forecast
Funding Sources							
Local Revenues							
General Property Taxes	151,725,707	165,957,645	165,392,750	166,571,000	170,735,000	175,003,000	179,379,000
Other Local Taxes	27,483,941	27,563,349	29,050,150	30,562,100	31,410,000	32,280,000	33,174,000
Permits and Fees	22,686,164	16,581,004	15,465,957	16,187,000	17,284,000	17,424,000	17,693,000
Use of Money and Property	1,587,283	1,724,030	1,149,977	1,450,000	1,468,000	1,486,000	1,505,000
Subtotal Local Revenues	203,483,096	211,826,028	211,058,834	214,770,100	220,897,000	226,193,000	231,751,000
State Revenues							
Shared Expenses	6,116,982	5,975,667	5,961,692	6,141,000	6,325,000	6,515,000	6,710,000
Categorical Aid	688,102	647,063	599,159	617,000	636,000	655,000	674,000
Social Services	5,967,681	5,657,762	5,914,441	6,493,000	6,920,000	7,338,000	7,811,000
Comprehensive Services Act	2,265,656	2,253,834	1,914,778	2,254,000	2,322,000	2,392,000	2,464,000
Non Categorical Aid	13,508,975	13,401,437	13,479,437	13,510,437	13,542,437	13,575,437	13,609,437
Subtotal State Revenues	28,547,397	27,935,763	27,869,507	29,015,437	29,745,437	30,475,437	31,268,437
Federal Revenues	317,932	307,103	57,322	59,000	61,000	63,000	65,000
Subtotal General Fund Revenues	232,348,424	240,068,894	238,985,663	243,844,537	250,703,437	256,731,437	263,084,437
Use of Fund Balance							
Total Sources	232,348,424	240,068,894	238,985,663	243,844,537	250,703,437	256,731,437	263,084,437
Uses of Funds							
General Government Administration	13,605,819	12,811,865	12,052,039	13,620,541	14,413,684	15,422,911	16,627,273
Judicial Administration	5,138,521	5,221,035	5,172,771	5,220,000	5,640,000	6,073,000	6,535,000
Public Safety	37,206,105	39,197,601	39,350,885	48,513,594	53,238,114	58,192,515	64,064,008
Health & Welfare	14,257,986	14,475,995	14,323,515	16,056,000	16,922,000	17,859,000	18,810,000
Parks & Recreation	9,369,773	10,449,760	9,597,958	10,121,429	10,794,680	11,854,479	12,446,509
Community Development	15,115,341	13,503,774	12,040,928	14,787,514	17,388,475	19,691,547	22,206,995
Miscellaneous	140,706,838	144,408,864	145,947,567	159,698,131	168,701,908	179,402,354	189,325,332
Total Uses	235,400,383	240,068,894	238,485,663	268,017,209	287,098,861	308,495,807	330,015,116
Funding Gap:	(3,051,959)	-	500,000	(24,172,672)	(36,395,424)	(51,764,370)	(66,930,679)

GENERAL FUND
FIVE YEAR FINANCIAL PLAN - REVENUE SUMMARY

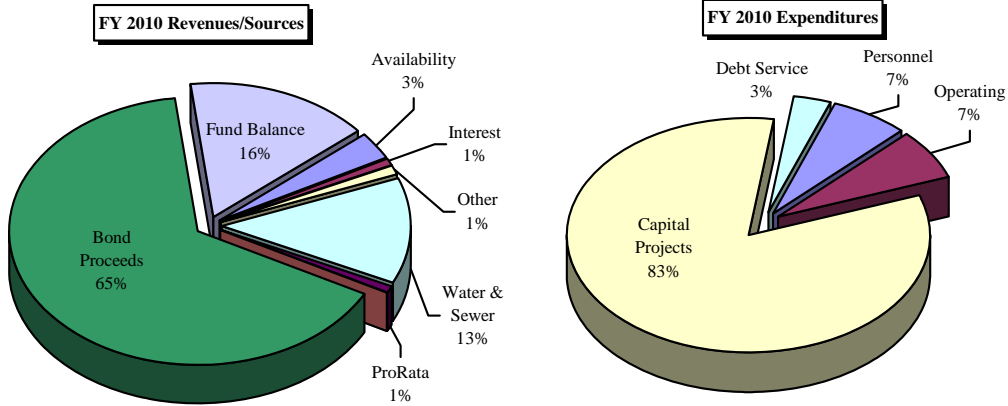
	FY2008 Actual	FY2009 Adopted	FY2010 Adopted	FY2011 Forecast	FY2012 Forecast	FY2013 Forecast	FY2014 Forecast
Funding Sources							
General Property Taxes							
Real Property - Current	121,492,110	132,365,000	133,688,650	135,026,000	138,402,000	141,862,000	145,409,000
Personal Property - Current	20,736,978	23,388,000	22,265,000	22,488,000	23,050,000	23,626,000	24,217,000
Real Property - Delinquent	3,190,713	3,100,000	3,100,000	3,131,000	3,209,000	3,289,000	3,371,000
Public Service Corps	1,907,511	1,700,000	2,100,000	2,121,000	2,174,000	2,228,000	2,284,000
Personal Property - Delinquent	1,264,087	1,700,000	1,700,000	1,717,000	1,760,000	1,804,000	1,849,000
Interest and Penalties	1,541,563	1,812,645	1,600,000	1,616,000	1,656,000	1,697,000	1,739,000
Real Property - Roll Back	470,720	600,000	100,000	101,000	104,000	107,000	110,000
Merchants Capital	809,497	961,000	472,000	-	-	-	-
Mobile Homes	137,748	170,000	150,100	152,000	156,000	160,000	164,000
Machinery & Tools	174,780	161,000	217,000	219,000	224,000	230,000	236,000
Subtotal	151,725,707	165,957,645	165,392,750	166,571,000	170,735,000	175,003,000	179,379,000
Other Local Taxes							
Local Sales & Use Tax	9,639,629	10,100,000	9,855,000	10,151,000	10,456,000	10,770,000	11,093,000
BPOL			2,841,750	2,927,000	3,015,000	3,105,000	3,198,000
Utility Customers' Taxes	8,021,993	6,763,349	6,295,000	6,484,000	6,679,000	6,879,000	7,085,000
Local Meals Tax	5,088,892	5,100,000	5,350,000	5,511,000	5,676,000	5,846,000	6,021,000
Recordation Taxes - Local	2,475,126	2,500,000	2,000,000	2,750,000	2,778,000	2,806,000	2,834,000
Motor Vehicle Licenses	2,257,174	2,600,000	2,310,000	2,333,100	2,391,000	2,451,000	2,512,000
Utility License Taxes	(192,806)	300,000	198,400	204,000	210,000	216,000	222,000
Bank Stock Taxes	193,933	200,000	200,000	202,000	205,000	207,000	209,000
Subtotal	27,483,941	27,563,349	29,050,150	30,562,100	31,410,000	32,280,000	33,174,000
Permits and Fees							
Service Charges & Other							
Ambulance Fee	1,823,738	2,280,000	1,800,000	1,818,000	1,836,000	1,854,000	1,873,000
Cablevision Franchise Fee	1,096,409	1,200,000	1,200,000	1,212,000	1,224,000	1,236,000	1,248,000
Animal Licenses & Charges	120,713	103,900	108,850	110,000	111,000	112,000	113,000
Miscellaneous Revenue	12,180,789	3,583,470	5,468,608	5,523,000	5,578,000	5,634,000	5,690,000
Fines & Forfeitures	729,448	899,200	728,000	735,000	742,000	749,000	756,000
Excess Fees of Clerk	400,684	500,000	180,000	182,000	184,000	186,000	188,000
Recreation Fees	395,486	459,973	485,035	490,000	495,000	500,000	505,000
Gymnastics Fees	617,723	617,723	617,723	624,000	630,000	636,000	642,000
Aquatics	395,641	395,641	395,641	400,000	404,000	408,000	412,000
Well & Septic Fees	34,375	50,000	15,000	40,000	41,000	42,000	43,000
Code Administrative	2,684,141	3,529,292	2,684,000	2,791,000	2,819,000	2,847,000	2,875,000
Planning Fees	2,207,017	2,961,805	1,783,100	2,262,000	3,220,000	3,220,000	3,348,000
Subtotal	22,686,164	16,581,004	15,465,957	16,187,000	17,284,000	17,424,000	17,693,000
Revenue from Money and Property							
Interest	1,381,883	1,502,000	902,000	1,200,000	1,212,000	1,224,000	1,236,000
Rent	205,400	222,030	247,977	250,000	256,000	262,000	269,000
Revenue from Money & Property	1,587,283	1,724,030	1,149,977	1,450,000	1,468,000	1,486,000	1,505,000
State Revenues							
PPTRA	12,542,261	12,446,437	12,446,437	12,446,437	12,446,437	12,446,437	12,446,437
State Shared Expenses	6,116,982	5,975,667	5,961,692	6,141,000	6,325,000	6,515,000	6,710,000
State/Fed - Social Services	5,967,681	5,657,762	5,914,441	6,493,000	6,920,000	7,338,000	7,811,000
Comprehensive Services Act	2,265,656	2,253,834	1,914,778	2,254,000	2,322,000	2,392,000	2,464,000
Non-Categorical Aid	966,714	955,000	1,033,000	1,064,000	1,096,000	1,129,000	1,163,000
State Reimbursement	264,293	259,373	249,584	257,000	265,000	273,000	281,000
State Fire Program Fund	243,696	243,690	251,575	259,000	267,000	275,000	283,000
Emergency Medical Service	160,115	124,000	98,000	101,000	104,000	107,000	110,000
Litter Grant	19,998	19,000	-	-	-	-	-
Abandoned Vehicles	-	1,000	-	-	-	-	-
Subtotal	28,547,397	27,935,763	27,869,507	29,015,437	29,745,437	30,475,437	31,268,437
Federal Revenue							
	317,932	307,103	57,322	59,000	61,000	63,000	65,000
Subtotal	232,348,424	240,068,894	238,985,663	243,844,537	250,703,437	256,731,437	263,084,437
Use of Fund Balance							
	-	-	-	-	-	-	-
Total Sources	232,348,424	240,068,894	238,985,663	243,844,537	250,703,437	256,731,437	263,084,437

GENERAL FUND

FIVE YEAR FINANCIAL PLAN EXPENDITURE SUMMARY

	FY2008 Actual	FY2009 Adopted	FY2010 Adopted	FY2011 Forecast	FY2012 Forecast	FY2013 Forecast	FY2014 Forecast
Uses of Funds							
Administration							
Board of Supervisors	598,812	576,574	543,054	607,000	622,000	638,000	654,000
Commissioner of the Revenue	2,752,668	2,647,347	2,724,039	2,745,000	2,884,000	3,025,000	3,173,000
County Administration	1,387,271	1,125,409	1,061,761	1,304,000	1,293,000	1,363,000	1,434,000
County Attorney	1,552,881	1,127,044	1,062,337	1,197,000	1,255,000	1,315,000	1,378,000
Finance & Budget	1,831,883	1,763,226	1,525,682	1,644,000	1,724,000	1,812,000	1,897,000
Human Resources	605,207	697,609	647,057	865,000	870,000	893,000	989,000
Information Technology	2,376,513	2,335,114	2,091,526	2,505,000	2,882,000	3,358,000	3,941,000
Internal Audits, Office of	16,752	171,018	86,066	175,000	184,000	193,000	202,000
Registrar & Electoral Board	389,697	396,435	386,290	499,541	522,684	546,911	572,273
Treasurer	2,094,135	1,972,089	1,924,227	2,079,000	2,177,000	2,279,000	2,387,000
Administration Subtotal	13,605,819	12,811,865	12,052,039	13,620,541	14,413,684	15,422,911	16,627,273
Judicial Administration							
Commonwealth's Attorney	2,748,314	2,809,051	2,800,725	3,049,000	3,365,000	3,698,000	4,046,000
Courts	2,390,207	2,411,984	2,372,046	2,171,000	2,275,000	2,375,000	2,489,000
Judicial Administration Subtotal	5,138,521	5,221,035	5,172,771	5,220,000	5,640,000	6,073,000	6,535,000
Public Safety							
Corrections	7,345,041	7,312,498	8,225,515	9,048,000	9,953,000	10,948,000	12,043,000
Fire and Rescue	12,269,530	13,445,204	13,330,184	18,267,000	20,968,000	23,094,000	25,799,000
Sheriff	17,347,076	18,237,531	17,795,186	21,198,594	22,317,114	24,150,515	26,222,008
Solid Waste	244,458	202,368	-	-	-	-	-
Public Safety Subtotal	37,206,105	39,197,601	39,350,885	48,513,594	53,238,114	58,192,515	64,064,008
Health & Welfare							
Human Services, Office of	4,788,208	4,406,028	4,227,358	5,088,000	5,293,000	5,583,000	5,806,000
Partner Agencies	1,908,585	1,906,779	1,686,815	1,737,000	1,789,000	1,843,000	1,898,000
Social Services	7,561,193	8,163,188	8,409,342	9,231,000	9,840,000	10,433,000	11,106,000
Health & Welfare Subtotal	14,257,986	14,475,995	14,323,515	16,056,000	16,922,000	17,859,000	18,810,000
Parks & Recreation & Community Facilities	9,369,773	10,449,760	9,597,958	10,121,429	10,794,680	11,854,479	12,446,509
Community Development							
Capital Projects	1,490,889	-	198,400	-	-	-	-
Central Rapp. Regional Library	4,666,775	4,726,775	4,254,098	5,565,000	6,010,000	6,491,000	7,010,000
Cooperative Extension	190,028	215,854	196,426	239,000	250,000	261,000	272,000
Econ. Dev./Legislative Affairs	1,144,918	1,157,075	1,005,410	1,039,000	1,136,000	1,213,000	1,261,000
Planning and Zoning	2,884,161	2,896,298	2,504,751	3,448,542	4,138,852	4,702,927	5,241,903
Public Works	4,738,570	4,507,772	3,881,843	4,495,972	5,853,623	7,023,620	8,422,092
Community Development Subtotal	15,115,341	13,503,774	12,040,928	14,787,514	17,388,475	19,691,547	22,206,995
Miscellaneous							
Debt Service - General Government	5,862,648	9,737,208	12,185,406	10,340,025	9,646,475	9,152,851	9,015,352
New Debt Service - Schools/Gen. Gov't	-	-	-	8,033,216	10,794,634	14,560,203	17,488,980
Non-Departmental	771,770	1,304,156	1,765,005	2,042,000	2,131,000	2,251,000	2,378,000
Schools Operating - Local Funding	130,513,427	133,367,500	131,997,156	138,597,000	145,527,000	152,803,000	160,443,000
Restoration of Undesignated Fund Balance	-	-	-	685,890	602,800	635,300	-
Other Transfers	3,558,993	-	-	-	-	-	-
Miscellaneous Subtotal	140,706,838	144,408,864	145,947,567	159,698,131	168,701,908	179,402,354	189,325,332
Total Uses	235,400,383	240,068,894	238,485,663	268,017,209	287,098,861	308,495,807	330,015,116

UTILITIES FUND



UTILITIES FUND - WATER & SEWER SERVICES FINANCING SOURCES, USES & BALANCE - 5 YEAR PROJECTIONS

The Utilities Fund five-year Projection Model is designed to serve as a tool to assist in long range planning for operating and capital costs. Information projected through 2014 reflects only model projections and does not reflect decisions made by the Board of Supervisors. The Fiscal Year 2008 amounts reflect actual amounts and the Fiscal Year 2009 amounts reflect estimates based on revenues and expenses to-date. Projections for 2010 through 2014 include estimates for specific programs where adequate information is available and other assumptions are noted below:

Water and Sewer Charges

Assumes 2.5% growth in customer accounts from 2010 forward. Projections assume 8% per year rate increase in fiscal years 2010, 2011 and 2012 to cover anticipated capital improvements to the existing system and increasing costs associated with treatment chemicals, electricity and fuels. Additionally, the projections include a \$3.00 overlay to the monthly demand fee to cover costs associated with Payment in Lieu of Taxes (P.I.L.O.T.) and the user funded portion of new debt service.

Availability Fees

Assumes approx 460 additional equivalent dwelling units (EDU) in 2010, with growth reaching 900 equivalent dwelling units by fiscal year 2014. Availability fees are currently \$5600 for water and \$3500 for sewer per EDU. Assumes a rate increase in 2010 associated with the cost of expansion related projects included in the Capital Improvement Plan (CIP).

ProRata Fees

Assumes developers will contribute 100% of their proportionate share of project costs. Rates are provided separately for each water pressure zone and sewer drainage shed. Fees are calculated based on the estimated cost impacts of development projects on the appropriate water pressure or sewer drainage zone.

Revenue Bond Proceeds

Bond proceeds will be used to partially finance large capital projects, particularly the construction of Rocky Pen Run reservoir and the Nutrient Removal upgrades to the wastewater treatment facilities.

Personnel & Operating Expenditures

Most Utilities operating costs are projected to increase 4% per year, although chemical and electricity costs are expected to increase more significantly. Cost projections also include \$600,000 per year for payment in lieu of taxes and a \$2M increase expected with the opening of Rocky Pen Reservoir. Additionally, \$1M related to Other Post Employment Benefits (OPEB) is included in each of the following fiscal years: 2009, 2010 and 2011.

Use of Money and Property

Interest earned on the Utilities Fund Balance is expected to decline over the five year planning period as cash balances are spent down relative to large capital projects, particularly the construction of Rocky Pen Reservoir and the Nutrient Removal Upgrade projects at the wastewater treatment facilities.

Debt Service

Assumes future debt is issued at a 5.5% interest rate for the Rocky Pen Run project. It is projected that lower interest rate loans provided through the State Revolving Loan Fund in conjunction with the Department of Environmental Quality (DEQ) will be used to finance the Nutrient Removal Upgrade projects.

Capital Projects

Includes all capital projects included in the five year capital improvement plan.

UTILITIES FUND

	2008	2009	2010	Projection			
	Actual	Estimated	Adopted	2011	2012	2013	2014
Revenues/Sources							
Water/Sewer Fees	\$19,988,123	\$20,422,000	\$21,819,900	\$26,282,000	\$29,094,000	\$31,611,000	\$34,345,000
Other Charges and Fees	1,266,696	1,235,000	1,587,000	1,627,000	1,668,000	1,710,000	1,753,000
Availability Fees	4,972,255	3,600,000	5,533,500	6,424,000	8,415,000	9,470,000	10,526,000
Pro Rata Fees	1,043,979	1,000,000	1,412,400	1,448,000	1,484,000	1,521,000	1,559,000
Use of Money/Property	3,344,436	2,542,000	1,575,200	1,159,000	1,199,000	815,000	720,000
Grants	1,857,407	0	0	3,000,000	7,000,000	0	0
Revenue Bond Proceeds	0	0	110,000,000	15,000,000	0	0	0
Donated Assets	\$32,472,896	\$28,799,000	\$141,928,000	\$54,940,000	\$48,860,000	\$45,127,000	\$48,903,000
	8,446,184						
Total Sources	\$40,919,080	\$28,799,000	\$141,928,000	\$54,940,000	\$48,860,000	\$45,127,000	\$48,903,000
Uses							
Operations							
Personnel	\$10,992,288	\$10,981,000	\$11,516,505	\$12,015,000	\$12,211,000	\$13,297,000	\$13,962,000
Operating	8,988,054	11,281,000	11,836,783	12,642,000	13,706,000	14,915,000	15,541,000
Operating-Capital Projects	1,114,471	1,240,000	8,016,600	6,738,000	3,117,620	5,115,440	4,883,620
Expansion-Capital Projects							
Pro Rata Funded	1,503,650	860,000	22,665,300	10,811,920	974,380	2,387,360	7,467,380
Availability/Bond Funded	17,505,586	12,600,000	108,953,000	9,750,000	5,750,000	750,000	1,750,000
Debt Service							
Existing Debt Service	4,159,086	4,339,000	4,042,524	3,405,836	3,556,756	787,250	753,750
New Debt Service	-	-	1,467,134	4,150,771	6,275,146	7,543,583	8,454,688
Total Uses	\$44,263,135	\$41,301,000	\$168,497,846	\$59,513,527	\$45,590,902	\$44,795,633	\$52,812,438
Total Sources Over Uses	(\$3,344,055)	(\$12,502,000)	(\$26,569,846)	(\$4,573,527)	\$3,269,098	\$331,367	(\$3,909,438)
Fund Balance							
Fund Balance, Beginning of Year	\$80,564,727	\$70,432,430	\$57,930,000	\$59,961,000	\$40,761,000	\$36,009,000	\$33,938,000
"Roll-Over" Committed Funds*			\$28,601,000	\$13,975,000	\$5,954,000	\$3,552,000	\$4,413,000
Previous Yr "Roll-Over" Funds			\$0	\$28,601,000	\$13,975,000	\$5,954,000	\$3,552,000
Fund Balance, End of Year	\$70,432,430	\$57,930,000	\$59,961,000	\$40,761,000	\$36,009,000	\$33,938,000	\$30,890,000
Restricted Cash - Debt Set Asides	3,283,000	3,208,060	5,816,000	10,423,000	11,131,000	8,840,000	8,840,000
Designated - Repair/Replacement	6,150,000	6,396,000	6,652,000	6,931,000	7,222,000	7,525,000	7,841,000
Designated - Operating Reserve	4,927,000	5,489,000	5,758,000	6,080,000	6,390,000	6,956,000	7,275,000
Designated - Extension Reserve	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Designated- Advance Payments	1,663,000	1,705,000	1,748,000	1,792,000	1,837,000	1,883,000	1,930,000
Undesignated	\$49,409,000	\$36,132,000	34,987,000	\$10,535,000	\$4,429,000	\$3,734,000	\$4,000
Total Operating Revenues	\$21,284,670	21,657,000	23,406,900	27,909,000	30,762,000	33,321,000	36,098,000
Total Operating Expenses	(28,834,200)	(29,339,900)	(30,593,746)	(32,130,000)	(34,627,000)	(37,140,000)	(38,654,000)
Net Operating Income/Loss*	(\$7,549,530)	(\$7,682,900)	(\$7,186,846)	(\$4,221,000)	(\$3,865,000)	(\$3,819,000)	(\$2,556,000)
* includes depreciation							
Debt Ratio 1	2.51	1.75	1.75	1.76	1.62	2.03	2.11
Debt Ratio 2	1.96	1.33	0.86	1.34	1.19	1.46	1.54
Debt Ratio 3	7.90	5.50	4.42	2.03	1.42	1.69	1.54

COVENANT REQUIREMENTS: (No. 1 must be met AND either 2 or 3)

1. Net Revenues: 1.20 times Senior Debt Service
2. Net Revenues less 50% of Availability Fees: 1.0 times Senior Debt Service
3. Net Revenues less 50% of Availability Fees plus 50% of unrestricted reserves: 1.5 times Senior Debt Service

* "Roll-Over" Committed Funds: Estimated at 25% of total capital expenditure projection, assuming levels are budgeted at total amount of contract, but larger projects extend over multiple years.

TRANSPORTATION FUND

	FY2008	FY2009	FY2010	Fiscal Year			
	Actual	Estimated	Adopted	2011	2012	2013	2014
Revenues							
Gasoline Sales Tax	\$4,600,260	\$3,470,929	\$2,995,020	\$3,161,415	\$3,295,753	\$3,460,293	\$3,592,281 *
State Recordation Tax	763,678	668,000	668,000	668,000	750,000	750,000	750,000
BPOL			947,250	976,000	1,005,000	1,035,000	1,066,000
Interest Revenue	103,988	58,212	35,000	30,000	15,000	10,000	2,000
Miscellaneous	943,336	27,000	0	0	0	0	0
Revenue Share - VDOT match				1,000,000			
Prior Year Fund Balance				3,600,000			
Total Sources	\$6,411,262	\$4,224,141	\$4,645,270	\$9,435,415	\$5,065,753	\$5,255,293	\$5,410,281
Expenditures							
VRE Subsidy	\$2,429,735	\$2,974,507	\$2,971,727	\$3,342,738	\$3,513,312	\$3,099,517	\$3,531,910 **
Local Road Projects	512,423	800,000	805,451	1,743,991	791,655	1,392,790	1,109,785
FRED Bus Service	477,656	477,656	477,656	493,000	493,000	493,000	493,000
Airport Subsidy	114,286	114,286	248,236	114,286	114,286	114,286	114,286 ***
Miscellaneous	152,615	42,200	52,200	51,400	63,500	65,700	71,300
Street Signs	30,073	50,000	50,000	50,000	50,000	50,000	50,000
Social Services	32,114	40,000	40,000	40,000	40,000	40,000	40,000
Route 610	610	0	0	0	0	0	0
Revenue Share - local match			0	3,600,000	0	0	0
Personnel	246,991	349,482	0	0	0	0	0
Bike Trails	34,197	450,000	0	0	0	0	0
Total Uses	\$4,030,699	\$5,298,131	\$4,645,270	\$9,435,415	\$5,065,753	\$5,255,293	\$5,410,281
Surplus/(Deficit)	\$2,380,563	(\$1,073,990)	\$0	\$0	\$0	\$0	\$0
Balance	\$4,566,095	\$6,946,658	\$5,313,292	\$5,313,292	\$1,713,292	\$1,713,292	\$1,713,292
<u>Reserved</u>							
Revenue share - local match		\$3,600,000	\$3,600,000				
Encumbrances	259,376						
Road Projects	300,000						
<u>Unreserved:</u>	<u>6,387,282</u>	<u>1,713,292</u>	<u>1,713,292</u>	<u>1,713,292</u>	<u>1,713,292</u>	<u>1,713,292</u>	<u>1,713,292</u>
Fund Balance, end of year	\$6,946,658	\$5,313,292	\$5,313,292	\$1,713,292	\$1,713,292	\$1,713,292	\$1,713,292

In November, 2008, Stafford County voters approved a \$70 million road bond referendum. Project schedules are under review. The five year projection will be updated once the timing of the projects is determined.

* Gasoline sales tax revenue projections provided by PRTC, January 2009; FY 2010 projection includes repayment of \$28,000 remitted by state to Fredericksburg in error

** VRE subsidy projection provided by PRTC, reflects VRE Six-Year Plan

*** To comply with the terms of the moral obligation agreement associated with the Airport debt, \$133,950 is included in the FY 2010 budget for debt service on airport bonds. Prince William County and the City of Fredericksburg will also pay a portion of the debt service according to the terms of the agreement.

FY 2008 audited financial results show unallocated funds of \$6.4 million.

The Board committed to match \$3.6 million as the local match for VDOT FY09 revenue sharing. FY09 gas tax and state recordation tax revenues are estimated to be \$1.1 million less than budgeted. This leaves an estimated \$1.7 million in unallocated funds at the end of FY09.