

Appropriation #2016085**\$0.00**

This appropriation will not increase the total County budget

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| Source: | Grant Fund fund Balance | \$ 11,295.72 |
| | General Fund fund balance | \$ (11,295.72) |

This request is to reconcile the Strategic Prevention Framework – State Incentive Grant (SPF-SIG) and BASICS Program Fund by appropriating \$11,295.72 in negotiated indirect costs from the grant fund's fund balance and by providing a corresponding reduction in the budgeted use of General Fund fund balance.

Appropriation #2016089**\$31,385.21**

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| Source: | Federal | \$ 10,185.21 |
| | General Fund fund balance | \$ 21,200.00 |

This request is to reconcile various General Fund appropriation categories where the expenditures exceeded budgeted amounts.

- Appropriate \$21,200.00 for the Early Retirement program. The budget for this item was developed based on existing retirees in the program plus an assumption of an additional nine retirees entering the program. In FY16, there were 19 new retirees, exceeding the projection and causing the budget to be over-expended.
- Appropriate \$10,185.21 in Federal Revenue for the Offender Aid and Restoration (OAR) Drug Court program. The revenue was received but not budgeted in FY16.

Appropriation #2016090**\$ 102,453.05**

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| Source: | School CIP Fund fund balance | \$ 102,453.05 |
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This request is to reconcile various School Division capital projects:

- **Bright Stars Trailer Relocation:** appropriate \$14,388.45 to support the Bright Stars Trailer Relocation. The project is complete, and the actual cost of the project exceeded the budgeted amount due to the condition of the trailer.
- **Red Hill Elementary School Modernizations:** appropriate \$88,064.60 for the Red Hill Elementary School Modernizations capital project to support startup expenses that occurred in FY 16. Expenditures were incurred in FY 16 because it was necessary for construction work to start in mid-June (after school ended) to ensure that the work was completed before the start of school in late August. Although no bills were paid in FY 17 for these projects and FY 17 funds were appropriated for these project costs, bookkeeping requirements require that the funding be shown as an FY 16 expense.

In a separate October 5, 2016 appropriation request #2017034, included in the FY 17 Budget Amendment and Appropriations Executive Summary, there is a request to reduce the FY 17 project budget for the expenditures incurred in FY 16.

Appropriation #2016091**\$0.00**

This appropriation will not increase the total County budget.

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| Source: | General Gov't CIP Borrowed Proceeds | \$ 8,577,895.38 |
| | General Gov't CIP Fund Fund balance | \$ (1,323,448.00) |
| | School Div. CIP Borrowed Proceeds | \$ (6,121,997.00) |
| | Reg. Firearms Training Ctr CIP Borrowed Proceeds | \$ (955,866.38) |
| | Water Resources CIP Borrowed Proceeds | \$ (176,584.00) |

This request is to correct the appropriations of bond proceeds in FY16 in order to properly account for the borrowed proceeds in the General Government CIP as follows:

- Appropriate \$1,323,448.00 in borrowed proceeds in the General Government CIP fund and equally reduce the use of General Government CIP fund balance for a reduction that was also accounted for in the year-end carry forward process and in appropriation 2016-010.
- Appropriate \$7,254,447.38 in borrowed proceeds to the General Government CIP fund and appropriate transfers of revenue from the General Government CIP fund to other CIP funds for projects supported by borrowed proceeds. In accordance with generally accepted accounting principles, borrowed proceeds must be appropriated first in the General Government CIP and then further allocated/transferred to the other CIP funds since the General Government is ultimately required to repay debt. This is a necessary change to past budgeting and accounting practices that was ascertained after the budget was initially appropriated. In order to effect these corrections, these appropriations and transfers are required.

Appropriation #2016092

\$(28,520.71)

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| Source: | Local Non-tax | \$ (439.12) |
| | State | \$ (4,718.23) |
| | Federal | \$ 340.00 |
| | General Fund Transfer to Debt Funds | \$ (23,703.36) |
| | General Fund Transfer to CIP Funds | \$ 23,703.36 |
| | CIP Funds fund Balance | \$ (23,703.36) |

This request is to reconcile the FY 16 Debt Service funds and to also reconcile the General Fund Transfer revenues to Debt funds and CIP funds for a net decrease to the total County Budget of \$28,520.71.

The General Government and School Division each has its own Debt Service Fund that provides funding for fees, costs of issuances, and the principal and interest expenses associated with debt issuances for capital projects. This appropriation reconciles the budget to the actual expenses per fund and the actual receipt of revenues per fund in order to maintain a \$0 fund balance. To reconcile the FY 16 Debt Service Funds, this request is to:

- Decrease the appropriation of Piedmont Regional Education Program (PREP) rent revenue by \$439.12 to reflect the actual revenue received; and equally increase the General Fund Transfer Revenue to Debt Service;
- Increase the appropriation of interest reimbursement revenue for Qualified School Construction Bond (QSCB) revenue by \$340.00 to reflect the actual revenue received; and equally decrease the General Fund Transfer Revenue to Debt Service; and
- Decrease the appropriation of Virginia Public School Authority bond rebates revenue by \$4,718.23; and equally increase the General Fund Transfer Revenue to Debt Service; and
- Decrease the appropriated expenditure budget and associated General Fund Transfer Revenue by \$18,886.01 to reflect actual expenditures incurred primarily for the costs associated with professional service for fees.

The net change for the above items results in decreasing the General Fund Transfer to Debt by \$23,703.36. To complete the reconciliation of the General Fund Transfer Revenues, this request also increases the General Fund Transfer revenue to the CIP Funds by \$23,703.36 and equally decreases the use of CIP Funds fund balance by \$23,703.36.

Appropriation #2016093

\$1,667,303.19

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| Source: | Borrowed Proceeds | \$ (2,731,428.76) |
| | Bond Premium | \$ 4,398,731.95 |

This request is to appropriate funding to account for bond premium revenue from Series 2015B bonds issued in FY16; to appropriate from bond proceeds the amount received for cost of issuance and the capitalized interest payments to the FY16 General Government CIP; and to further allocate this funding to the Schools Debt Service and General Government Debt Service. This appropriation should be considered a companion appropriation to 2016091 included in this agenda item. The net increase to the General Government CIP is \$1,667,303.19 and provides \$503,432.22 to support the cost of issuance, provides \$800,104.23 to support the general government interest payment, and provides \$363,766.74 to support the school division interest payment.