

COUNTY OF ALBEMARLE



OFFICE OF MANAGEMENT AND BUDGET

MEMORANDUM

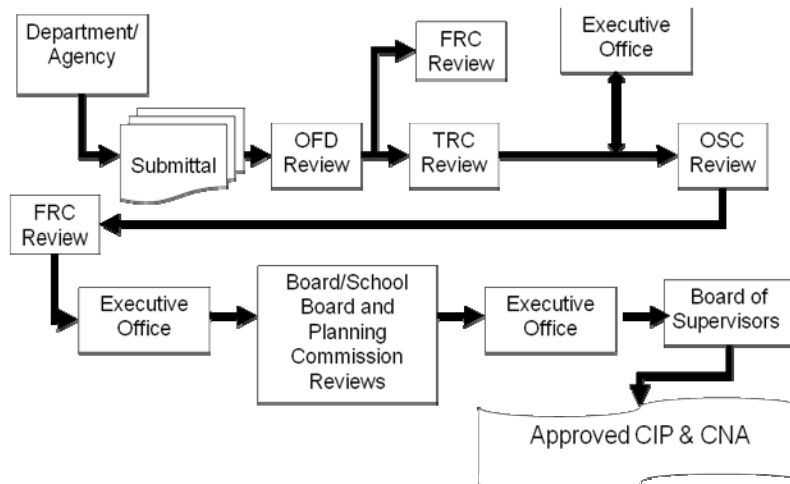
TO: Members of the Board of Supervisors
Members of the Albemarle County School Board

FROM: Lori Allshouse, Director of Budget and Performance Management
Trevor Henry, Director of Facilities Development

DATE: December 12, 2013

SUBJECT: Joint Meeting of the Board of Supervisors and School Board Meeting on the
FY 14/15 CIP Recommendation

This memo is to provide information regarding this year's Capital Improvement Program review process in advance of your discussion on Thursday, December 12, 2013. The Technical Review Committee (TRC), the Oversight Committee (OC), and the newly formed Financial Review Committee (FRC) conducted several meetings to prepare a proposed CIP for the County Executive's Consideration in accordance with the CIP review process as outlined below:



The Committees were challenged again this year to develop a balanced plan that addresses the County's most critical needs within limited resources. In advancing the proposed plan, the OC acknowledges that the County continues to have unfunded capital and infrastructures needs.

As a starting point for this year's planning process, the OC began with the currently approved CIP which has been updated since the initial adoption of the FY 14 Budget to included additional revenues and expenditures, including the Northside Library project.

The OC subsequently utilized a planning model that included the revenue assumptions in the proposed Five Year Financial Plan. These assumptions include: 1) dedicated Water Resource Protection revenue to offset the costs of stormwater-related projects, 2) an additional penny on the tax rate dedicated to Capital in FY 16 and 3) an additional penny on the tax rate dedicated to Capital in FY 18.

Beginning with these assumptions, the OC recommended two scenarios, *Scenario A and Scenario B*, be moved forward for consideration and the Committee recommends Scenario B.

Scenario A includes:

- Maintenance and replacement needs for schools and general government;
- Emergency Communications Center (ECC)- radio and dispatch requirements;
- Dam repair and water resource mandate requirements;
- School bus replacements;
- School safety upgrades;
- Court upgrades;
- Firing range;
- Solid waste convenience centers; and
- Pantops Fire Rescue Sub-Station.

Scenario B begins with Scenario A, and:

- adds funding for the Henley Gym Addition, transportation revenue sharing, and ACE by including an additional penny on the tax rate beginning in FY 15 and dedicating the penny as follows: 2/3 to transportation revenue sharing and 1/3 to the ACE program. Scenario B also adjusts the amount of borrowing included in the plan.

In accordance with the CIP review process, the OC has completed its work and has moved its recommendation forward to the FRC who will carefully analyze the assumptions including in the Scenarios in compliance with the County's financial policies and practices. After a review by the County Executive Office, the recommended CIP scenarios and additional information will be provided to the Board of Supervisors and School Board in advance of your discussion on December 12.