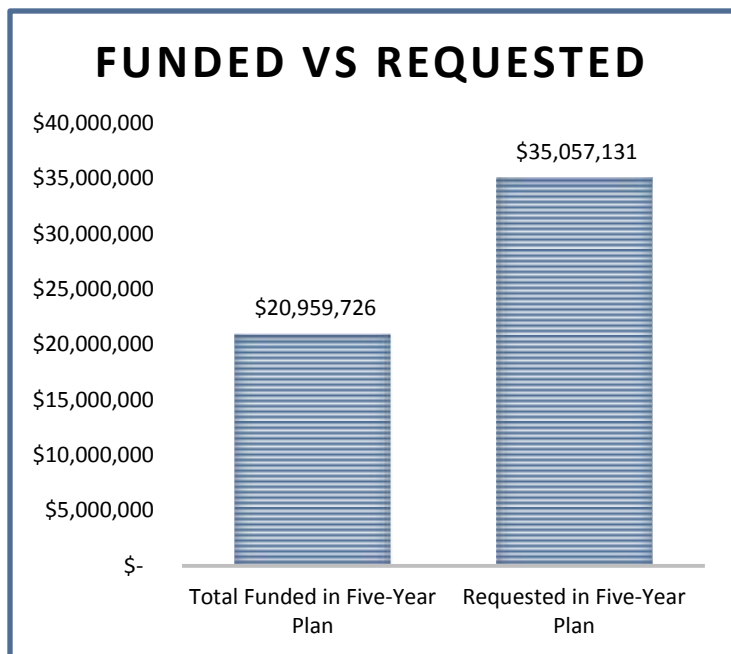


Capital Funds



As per County Policy Number 1030 the capital expenditures include new buildings, additions to existing buildings, building repairs, land acquisitions, major equipment purchases or replacement. As part of the budget process, department heads and elected officials review and submit their capital needs for the next five years to the County Administrator/Controller. Only the items budgeted in Fiscal/Calendar Year 2017 are included in this budget. The Capital Improvement Plan (CIP) will include a five year projection of revenues and needs.

As can be seen on the adjacent chart, the capital needs requested by department heads and elected officials, far outweigh the funding levels available for capital improvements. This can be attributed to aging facilities and pressing additional capital needs. The County’s Delinquent Tax Revolving Fund is the primary source of revenue for County general fund capital expenditures. The



The County generally practices a pay-as-you-go philosophy when it comes to capital expenditures. Jackson County has used bond financing in the past and will consider needs as they arise.

Capital Funds

Jackson County accounts for capital expenses primarily in four funds which include the Technology and Equipment Fund, the Public Improvement Fund, the Airport Runway Safety Project Fund and the Transportation Fund. The Technology and Equipment Fund and the Public Improvement Fund contain routine capital expenditures. The Airport Runway Fund is a non-routine

Capital Budget

capital expenditure. The Transportation Fund is for the Transportation Improvement Program and related expenses to run the operation.

Technology and Equipment Fund - The Technology and Equipment Fund covers purchases such as computers, vehicles, and other electronic equipment not covered in a departments operating budget.

Public Improvement Fund - The Public Improvement Fund primarily includes routine maintenance items to county facilities. Examples of these items include carpet replacement, tuck pointing, building modifications, and roof replacements and repairs.

Airport Runway Safety Project Fund - The runway safety project entails two major components; the extension of Runway 14-32 from its current 3,500 feet length to that of 4,000 feet along with installation of safety areas at each end; and, the relocation of Runway 6-24 to an orientation of 7-25 complete with 1,000 feet safety areas at each end. Runway 7-25 will be 5,350 feet long. Both runways will be 100 feet wide.

The Airport Runway Safety Project Fund only accounts for the County match of the project, which varies by phase from 2 ½% to 10%. New to the project in 2016, is the bond debt to pay for removal of the former City landfill where the new runway will be located. The contents of the old landfill will be taken to a new landfill at the county's cost.

Transportation Fund – As of 2013, the Department of Transportation, formerly the County Road Commission, operates as a Department of the County whose budgetary and reporting come under the County Administrator/Controller and County Board of Commissioners. This year's CIP includes Department of Transportation capital projects for 2017 and 2018.

Revenue

The primary source of revenue for capital improvements are interest and fees from the delinquent tax revolving fund (transfer in). By policy, the Board of Commissioners has dedicated this revenue stream to capital expenditures. Presented below are several charts presenting information for the past 2 "actual" years and 2016 & 2017 budgets. Not all of the requests have been accommodated in the five-year capital improvement program. A number of very large new projects were submitted this year that will require the Administrator/Controller's Office and the Board of Commissioners to explore other funding options. We have balanced 2017. Some projects will be delayed or pushed back in the five year plan.

Funding for transportation projects comes from Public Act 51 proceeds and are not subsidized by the County General Fund. Projects are approved in the Transportation Improvement Plan (TIP) and the State Transportation Improvement Plan (STIP).

TOTAL REVENUE BY FUND

	2014 ACTUAL	2015 ACTUAL	2016 BUDGET	2017 BUDGET
PUBLIC IMPROVEMENT FUND	\$ 802,600	\$ 769,000	\$1,082,500	\$2,715,000
TECHNOLOGY & EQUIPMENT	768,000	1,276,000	1,421,600	\$1,060,000
AIRPORT RUNWAY FUND	250,000	50,000	\$150,000	\$250,000
TRANSPORTATION FUND	5,641,379	3,604,831	5,625,218	\$5,600,000
TOTAL	\$7,461,979	\$5,699,831	\$8,279,318	\$9,625,000

TOTAL PROGRAM FUND EXPENSE

	2014 ACTUAL	2015 BUDGET	2016 BUDGET	2017 BUDGET
PUBLIC IMPROVEMENT	\$ 802,600	\$ 769,000	\$ 1,082,500	\$2,715,000
TECHNOLOGY & EQUIPMENT	768,000	1,276,000	1,421,600	\$1,060,000
AIRPORT RUNWAY	250,000	50,000	150,000	\$250,000
TRANSPORTATION FUND	5,641,379	3,604,831	5,625,218	\$5,600,000
TOTAL	\$ 7,461,979	\$5,699,831	\$8,279,318	\$9,625,000

Capital Budget

Capital Improvement Revenue Sources



	PUBLIC IMPROVEMENT	TECHNOLOGY & EQUIPMENT	AIRPORT RUNWAY	TRANSPORTATION (ACT 51)
OTHER REVENUE	\$390,500	\$21,000	\$-	\$-
AGING MILLAGE	\$-	\$46,500	\$-	\$-
INTERGOVERNMENTAL	\$600,000	\$-	\$250,000	\$5,600,000
DELINQUENT TAX FUND	\$1,724,500	\$992,500	\$-	\$-
TOTAL PROGRAM REVENUE	\$2,715,000	\$1,060,000	\$250,000	\$5,600,000

2017 Capital Budget

Public Improvement Fund

Carpet	\$25,000
Facility Repairs	\$555,200
Preventative Maintenance	\$1,162,500
Professional Services	\$20,000
Remodels	\$702,300
Airport Runway Safety Project	\$250,000
Total	\$2,715,000

Equipment Fund

Equipment	\$210,000
Imaging & Scanners	\$120,000
Technology	\$401,000
Vehicles	\$329,000
Total	\$1,060,000

Transportation Fund

Facility Improvements and Equipment	\$600,000
Primary Roads	\$1,000,000
Local Roads	\$4,000,000
Total	\$5,600,000