

Capital Funds

Technology and Equipment Fund

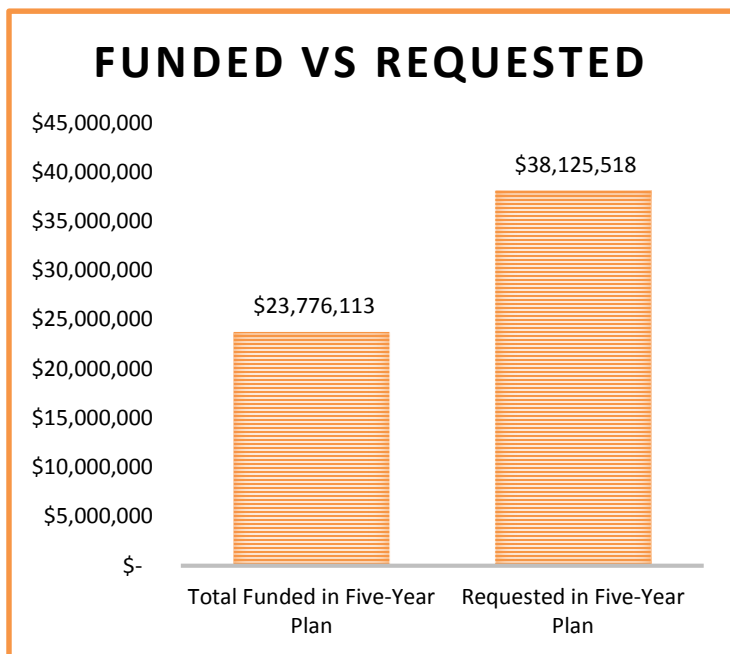
Public Improvement Fund

Airport Runway Safety Project Fund

Transportation Fund

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 2016 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 five funds which include the Technology and Equipment Fund, the Public Improvement Fund, the Airport Runway Safety Project Fund, the Transportation Fund, and the Building Authority Construction Fund. The Technology and Equipment Fund and the Public Improvement Fund contain routine capital expenditures. The

Capital Budget

Airport Runway Fund is a non-routine capital expenditure. The Building Authority Construction Fund will perform project management functions for projects that tend to run medium to long term. 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.

Building Authority Fund - No expenditures are budgeted for the Building Authority Fund in this budget; however, historical expenses are included in the following charts. The Building Authority Fund was used in 2009 and 2010 to account for energy efficiency projects as a result of a county-wide energy savings analysis performed several years ago. The funding for this project was an ARRA grant awarded by the Department of Energy.

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 2016 and 2017.

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 2014 & 2015 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 2016. 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

	2013 ACTUAL	2014 ACTUAL	2015 BUDGET	2016 BUDGET
PUBLIC IMPROVEMENT FUND	\$ 1,178,300	\$ 802,600	\$ 769,000	\$1,082,500
TECHNOLOGY & EQUIPMENT	1,015,930	768,000	1,276,000	\$1,117,800
AIRPORT RUNWAY FUND	250,000	250,000	\$50,000	\$150,000
BUILDING AUTHORITY FUND		-	-	-
TRANSPORTATION FUND	*	5,641,379	3,604,831	\$5,625,218
TOTAL	\$ 2,444,230	\$7,461,979	\$5,699,831	\$8,509,213

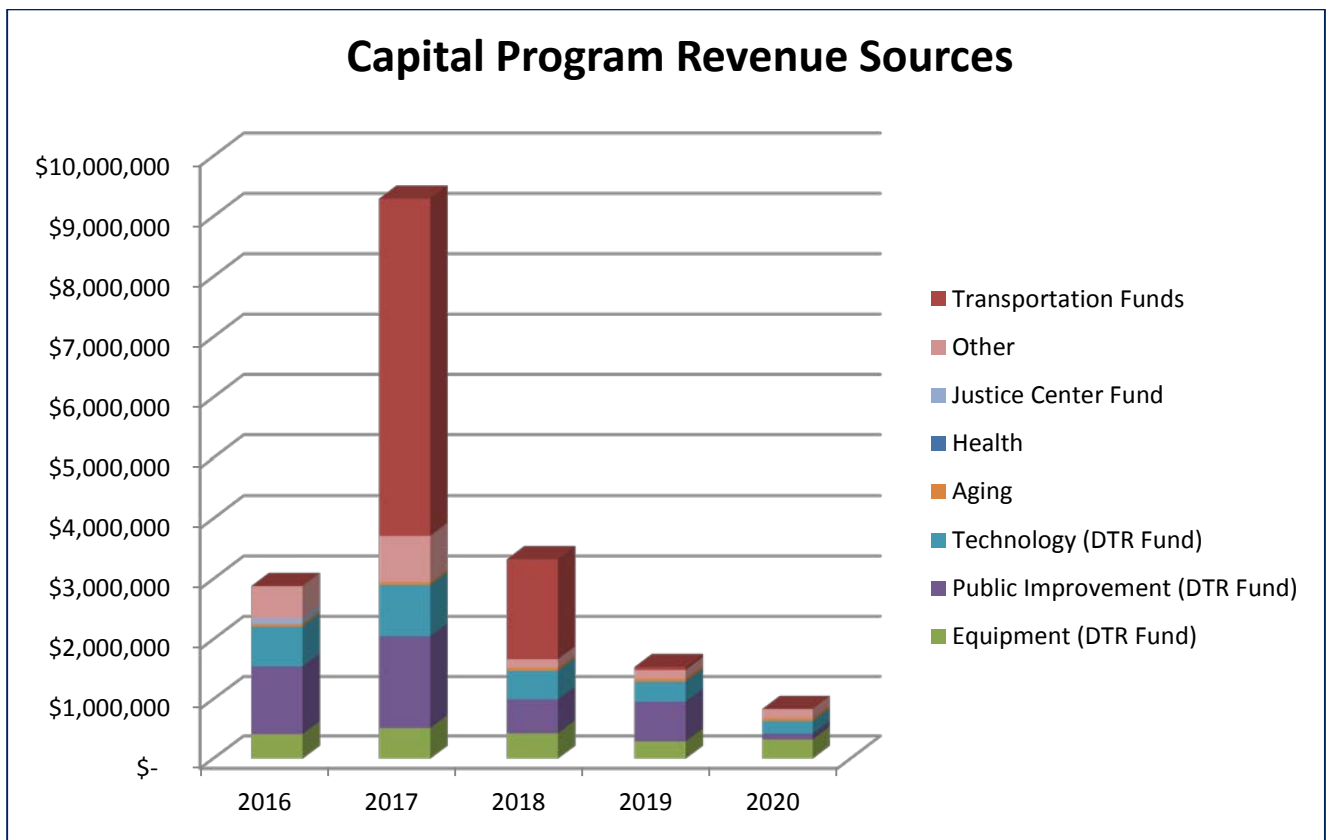
TOTAL PROGRAM FUND EXPENSE

	2013 ACTUAL	2014 BUDGET	2015 BUDGET	2016 BUDGET
PUBLIC IMPROVEMENT	\$ 1,178,300	\$ 802,600	\$ 769,000	\$1,566,395
TECHNOLOGY & EQUIPMENT	1,015,930	768,000	1,276,000	\$1,421,600
AIRPORT RUNWAY	250,000	250,000	\$50,000	\$150,000
BUILDING AUTHORITY	-	-	-	-
TRANSPORTATION FUND	*	5,641,979	3,604,831-	\$5,521,218
TOTAL	\$ 2,444,230	\$7,461,979	\$5,699,831	\$8,509,213

*Prior to County Management of Road Commission

Capital Budget

TOTAL PROGRAM REVENUE				
	2013 ACTUAL	2014 BUDGET	2015 BUDGET	2016 BUDGET
CHARGES/FEES	\$ -	\$ -	\$ -	
INTEREST/RENTS	-	-	-	
INTERGOVERNMENTAL	-	5,641,979	3,604,831	\$5,521,218
OTHER REVENUE	-	-	-	
TRANSFER IN	2,444,230	\$1,820,600	2,980,000	\$2,987,995
TOTAL	\$ 2,444,230	\$1,820,600	\$6,574,831	\$8,509,213



2016 Capital Budget

Public Improvement Fund	
Carpet	\$36,500
Facility Repairs	\$720,000
Land Investment	\$226,000
Preventative Maintenance	\$285,000
Professional Services	\$28,000
Remodels	\$110,000
Renovation	\$107,895
Total	\$1,513,395
Equipment Fund	
Equipment	\$151,000
Imaging & Scanners	\$110,000
Technology	\$545,100
Vehicles	\$389,500
Total	\$1,195,600
Airport Runway Safety Project	
Runway Realignment	\$150,000
Total	\$150,000
Transportation	
Facility Improvements	\$150,000
Urban Construction	\$1,005,558
Rural Construction	\$1,082,660
Bridge Construction	\$3,433,000
Total	\$5,521,218