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# Pay-As-You-Go Capital Fund

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<b>Description</b>	<b>FY 2009 Actual</b>	<b>FY 2010 Approved</b>	<b>FY 2011 Proposed</b>	<b>% Change from FY 2010</b>
Operating Budget	\$20,002,321	\$2,984,000	\$7,900,000	164.7

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The mission of the Pay-As-You-Go Capital Fund is to provide an additional funding source and offset General Obligation bond borrowing for capital projects.

The Mayor and Council can request the use of Pay-As-You-Go Capital funds following the determination and certification by the Chief Financial Officer that the funds are available and necessary for the designated purpose.

In addition, other operating funds may be transferred to the capital fund through a Pay-As-You-Go capital budget transfer to support the Capital Improvements Plan, and the proposed FY 2011 budget includes such a transfer.

The agency's FY 2011 proposed budget is presented in the following tables:

## FY 2011 Proposed Gross Funds Operating Budget, by Revenue Type

Table PA0-1 contains the proposed FY 2011 agency budget compared to the FY 2010 approved budget. It also provides FY 2008 and FY 2009 actual expenditures.

**Table PA0-1**  
(dollars in thousands)

Appropriated Fund	Actual FY 2008	Actual FY 2009	Approved FY 2010	Proposed FY 2011	Change from FY 2010	Percent Change*
<b>General Fund</b>						
Local Funds	139,488	1,821	0	0	0	N/A
Dedicated Taxes	0	12,927	0	0	0	N/A
Special Purpose Revenue Funds	1,249	5,254	2,984	7,900	4,916	164.7
<b>Total for General Fund</b>	<b>140,737</b>	<b>20,002</b>	<b>2,984</b>	<b>7,900</b>	<b>4,916</b>	<b>164.7</b>
<b>Gross Funds</b>	<b>140,737</b>	<b>20,002</b>	<b>2,984</b>	<b>7,900</b>	<b>4,916</b>	<b>164.7</b>

\*Percent Change is based on whole dollars.

Note: If applicable, for a breakdown of each Grant (Federal and Private), Special Purpose Revenue type and Intra-District agreement, please refer to Schedule 80, Agency Summary by Revenue Source, in the Operating Appendices located on the Office of the Chief Financial Officer's website.

## FY 2011 Proposed Operating Budget, by Comptroller Source Group

Table PA0-2 contains the proposed FY 2011 budget at the Comptroller Source Group (object class) level compared to the FY 2010 approved budget. It also provides FY 2008 and FY 2009 actual expenditures.

**Table PA0-2**  
(dollars in thousands)

Comptroller Source Group	Actual FY 2008	Actual FY 2009	Approved FY 2010	Proposed FY 2011	Change from FY 2010	Percent Change*
41 - Contractual Services - Other	79,000	0	0	0	0	N/A
50 - Subsidies and Transfers	61,737	20,002	2,984	7,900	4,916	164.7
<b>Subtotal Nonpersonal Services (NPS)</b>	<b>140,737</b>	<b>20,002</b>	<b>2,984</b>	<b>7,900</b>	<b>4,916</b>	<b>164.7</b>
<b>Gross Funds</b>	<b>140,737</b>	<b>20,002</b>	<b>2,984</b>	<b>7,900</b>	<b>4,916</b>	<b>164.7</b>

\*Percent Change is based on whole dollars.

## Program Description

The Pay-As-You-Go Capital Fund agency operates through the following program:

**Pay-Go Capital** – allows for the transfer of revenue and budget authority between the operating and capital budget funds.

## Program Structure Changes

The Pay-As-You-Go Capital Fund had no program structure changes in the FY 2011 Proposed Budget.

## FY 2011 Proposed Operating Budget and FTEs, by Program and Activity

Table PA0-3 contains the proposed FY 2011 budget by program and activity compared to the FY 2010 approved budget. It also provides FY 2009 actual data.

**Table PA0-3**

(dollars in thousands)

Program/Activity	Dollars in Thousands				Full-Time Equivalents			
	Actual FY 2009	Approved FY 2010	Proposed FY 2011	Change from FY 2010	Actual FY 2009	Approved FY 2010	Proposed FY 2011	Change from FY 2010
<b>(1000) Pay-Go Capital</b>								
(1100) Pay-Go Capital	20,002	2,984	7,900	4,916	0.0	0.0	0.0	0.0
<b>Subtotal (1000) Pay-Go Capital</b>	<b>20,002</b>	<b>2,984</b>	<b>7,900</b>	<b>4,916</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Total Proposed Operating Budget</b>	<b>20,002</b>	<b>2,984</b>	<b>7,900</b>	<b>4,916</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

(Change is calculated by whole numbers and numbers may not add up due to rounding)

**Note:** For more detailed information regarding the proposed funding for the activities within this agency's programs, please see **Schedule 30-PBB, Program Summary by Activity**, in the **FY 2011 Operating Appendices** located on the Office of the Chief Financial Officer's website.

## FY 2011 Proposed Budget Changes

The School Modernization Financing Act of 2006 dedicated over \$100 million annually in sales tax revenue to the District's capital budget, to finance school modernization on a pay-as-you-go basis. Recently, significant and ongoing declines in District revenue forecasts as a result of the weakened U.S. economy have made the transfer of those funds from the operating budget to the capital project budget fiscally unsustainable. However, beginning with the FY 2010 budget, the landmark school modernization initiative continues via full funding with General Obligation and/or Income-Tax bond borrowings.

This change in funding source has not affected the ability of the Office of Public Education Facilities Modernization to continue its modernization of public school buildings as planned. In order to accommodate this large commitment within the constraints

of the six-year Capital Improvement Plan, the proposed budget delays funding for a number of other capital projects. Project-by-project allocations of capital budget authority are detailed in the Capital Appendices to the proposed budget.

The Pay-As-You-Go Capital Fund had an increase of \$4,916,000 from the FY 2010 Approved Budget to the FY 2011 Proposed Budget. This increase is entirely based upon the availability of funds in the Storm Water Permit Review Fund for the District Department of the Environment. These funds will support capital projects to reduce stormwater runoff.

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## FY 2010 Approved Budget to FY 2011 Proposed Budget, by Revenue Type

Table PA0-4 itemizes the changes by revenue type between the FY 2010 approved budget and the FY 2011 proposed budget.

**Table PA0-4**  
(dollars in thousands)

	<b>Program</b>	<b>BUDGET</b>	<b>FTE</b>
<b>SPECIAL PURPOSE REVENUE FUNDS: FY 2010 Approved Budget and FTE</b>		<b>2,984</b>	<b>0</b>
Enhance: Additional funding for Stormwater projects	Pay-Go Capital	4,916	0
<b>SPECIAL PURPOSE REVENUE FUNDS: FY 2011 Proposed Budget and FTE</b>		<b>7,900</b>	<b>0</b>
<b>Gross for PA0 - Pay-As-You-Go Capital Fund</b>		<b>7,900</b>	<b>0</b>