

Pay-As-You-Go Capital Fund

Table PA0-1

Description	FY 2015	FY 2016	FY 2017	% Change
	Actual	Approved	Proposed	from FY 2016
OPERATING BUDGET	\$136,244,785	\$72,465,602	\$120,541,890	66.3

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

Summary of Services

The Mayor and Council can request the use of Pay-As-You-Go (Paygo) Capital funds following the determination and certification by the Chief Financial Officer that the funds are available and necessary for the designated purpose. Operating funds may be transferred to the capital fund through a Pay-As-You-Go Capital funds budget transfer to support the Capital Improvements Plan (CIP), and the proposed FY 2017 budget includes such a transfer.

The agency's FY 2017 proposed budget is presented in the following tables:

FY 2017 Proposed Gross Funds Operating Budget and FTEs, by Revenue Type

Table PA0-2 contains the proposed FY 2017 budget by revenue type compared to the FY 2016 approved budget. It also provides FY 2015 actual data.

Table PA0-2

(dollars in thousands)

Appropriated Fund	Dollars in Thousands					Full-Time Equivalents				
	Actual FY 2015	Approved FY 2016	Proposed FY 2017	Change		Actual FY 2015	Approved FY 2016	Proposed FY 2017	Change	
				FY 2016	Percentage Change*				FY 2016	Percentage Change
GENERAL FUND										
LOCAL FUNDS	98,238	21,449	66,614	45,165	210.6	0.0	0.0	0.0	0.0	N/A
SPECIAL PURPOSE										
REVENUE FUNDS	38,007	51,017	53,928	2,911	5.7	0.0	0.0	0.0	0.0	N/A
TOTAL FOR										
GENERAL FUND	136,245	72,466	120,542	48,076	66.3	0.0	0.0	0.0	0.0	N/A
GROSS FUNDS	136,245	72,466	120,542	48,076	66.3	0.0	0.0	0.0	0.0	N/A

*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 **FY 2017 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2017 Proposed Operating Budget, by Comptroller Source Group

Table PA0-3 contains the proposed FY 2017 budget at the Comptroller Source Group (object class) level compared to the FY 2016 approved budget. It also provides FY 2014 and FY 2015 actual expenditures.

Table PA0-3

(dollars in thousands)

	Actual FY 2014	Actual FY 2015	Approved FY 2016	Proposed FY 2017	Change from FY 2016	Percentage Change*
Comptroller Source Group						
50 - SUBSIDIES AND TRANSFERS	59,798	136,245	72,466	120,542	48,076	66.3
SUBTOTAL NONPERSONAL SERVICES (NPS)	59,798	136,245	72,466	120,542	48,076	66.3
GROSS FUNDS	59,798	136,245	72,466	120,542	48,076	66.3

*Percent change is based on whole dollars.

FY 2017 Proposed Operating Budget and FTEs, by Division/Program and Activity

Table PA0-4 contains the proposed FY 2017 budget by division/program and activity compared to the FY 2016 approved budget. It also provides FY 2015 actual data. For a more comprehensive explanation of divisions/programs and activities, please see the Division/Program Description section, which follows the table.

Table PA0-4

(dollars in thousands)

Division/Program and Activity	Dollars in Thousands				Full-Time Equivalents			
	Actual FY 2015	Approved FY 2016	Proposed FY 2017	Change from FY 2016	Actual FY 2015	Approved FY 2016	Proposed FY 2017	Change from FY 2016
(1000) PAY-GO CAPITAL								
(1100) PAY-GO CAPITAL	136,245	72,466	120,542	48,076	0.0	0.0	0.0	0.0
SUBTOTAL (1000) PAY-GO CAPITAL	136,245	72,466	120,542	48,076	0.0	0.0	0.0	0.0
TOTAL PROPOSED OPERATING BUDGET	136,245	72,466	120,542	48,076	0.0	0.0	0.0	0.0

(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 2017 Operating Appendices** located on the Office of the Chief Financial Officer's website. "No Activity Assigned" indicates budget or actuals that are recorded at the division/program level.

Program Description

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

Pay-Go Capital – allows for the transfer of revenue and budget authority between the operating funds budget (General Fund) and the capital funds budget (Capital Improvements Fund).

Program Structure Changes

The Pay-As-You-Go Capital Fund agency has no program structure changes in the FY 2017 proposed budget.

FY 2016 Approved Budget to FY 2017 Proposed Budget, by Revenue Type

Table PA0-5 itemizes the changes by revenue type between the FY 2016 approved budget and the FY 2017 proposed budget. For a more comprehensive explanation of changes, please see the FY 2017 Proposed Budget Changes section, which follows the table.

Table PA0-5

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2016 Approved Budget and FTE		21,449	0.0
Removal of One-Time Funding	Pay-Go Capital	-175	0.0
LOCAL FUNDS: FY 2017 Current Services Funding Level (CSFL) Budget		21,274	0.0
Increase: Technical Adjustments	Pay-Go Capital	21,700	0.0
Increase: To align resources with operational spending goals	Pay-Go Capital	24,726	0.0
LOCAL FUNDS: FY 2017 Agency Budget Submission		67,700	0.0
Increase: One-Time Mayor's Enhancements	Pay-Go Capital	8,005	0.0
LOCAL FUNDS: FY 2017 Mayor's Proposed Budget		75,705	0.0
Decrease: To align resources with operational spending goals	Pay-Go Capital	-13,857	0.0
Enhance/Reduce: To align resources with operational spending goals	Pay-Go Capital	4,766	0.0
LOCAL FUNDS: FY 2017 District's Proposed Budget		66,614	0.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2016 Approved Budget and FTE		51,017	0.0
Decrease: To align resources with operational spending goals	Pay-Go Capital	-428	0.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2017 Agency Budget Submission		50,589	0.0
Decrease: To align resources with operational spending goals	Pay-Go Capital	-1,000	0.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2017 Mayor's Proposed Budget		49,589	0.0
Increase: To align resources with operational spending goals	Pay-Go Capital	3,887	0.0
Enhance/Reduce: To align resources with operational spending goals	Pay-Go Capital	452	0.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2017 District's Proposed Budget		53,928	0.0
GROSS FOR PA0 - PAY-AS-YOU-GO CAPITAL FUND		120,542	0.0

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

FY 2017 Proposed Budget Changes

The Pay-As-You-Go (Paygo) Capital Fund's proposed FY 2017 gross budget is \$120,541,890, which represents a 66.3 percent increase over its FY 2016 approved gross funds budget of \$72,465,602. The budget is comprised of \$66,613,875 in Local funds and \$53,928,015 in Special Purpose Revenue funds.

Current Services Funding Level

The Current Services Funding Level (CSFL) is a Local funds ONLY representation of the true cost of operating District agencies, before consideration of policy decisions. The CSFL reflects changes from the FY 2016 approved budget across multiple programs, and it estimates how much it would cost an agency to continue its current programs and operations into the following fiscal year. The FY 2017 CSFL adjustments to the FY 2016 Local funds budget are described in table 5 of this agency's budget chapter. Please see the CSFL Development section within Volume 1: Executive Summary for more information regarding the methodology used and components that comprise the CSFL.

The Paygo Capital Fund's proposed FY 2017 CSFL budget is \$21,274,000, which is a decrease of \$175,000 from the FY 2016 approved Local funds budget of \$21,449,000.

CSFL Assumptions

The FY 2017 CSFL calculated for the Paygo Capital Fund included an adjustment entry that is not described in detail on table 5. This adjustment reflects a reduction of \$175,000 to account for the removal of one-time funding appropriated in FY 2016 for the Rewriting of Zoning Regulations capital project.

Agency Budget Submission

The Paygo Capital agency supports funding transfers to various capital improvement program projects.

Increase: The total Local funds Paygo Capital budget is increased by a net amount of \$46,425,597 across various projects.

Decrease: In Special Purpose Revenue (SPR) funds, the Paygo Capital budget proposal reflects a decrease of \$427,873, which includes a decrease of \$927,873 in lower Rights-of-Way fee revenue transferred to the District Department of Transportation's (DDOT) local transportation projects, partially offset by an increase of \$500,000 in the Department of Energy and Environment's (DOEE) Waterway Restoration project.

Mayor's Proposed Budget

Enhance: In Local funds, the Paygo Capital Fund's budget increased \$2,500,000 for DDOT's Alley Rehabilitation project, \$2,814,000 for the Tree Planting project, and \$2,691,403 for the East End Medical Center project.

Decrease: In Special Purpose Revenue funds, Paygo's budget proposal decreased \$1,000,000 in DOEE's Waterway Restoration capital project.

District's Proposed Budget

The District's proposed Local funds Paygo budget of \$66,613,875 supports the following projects:

- \$21,700,000 in support of the District's contribution to the Washington Metropolitan Area Transit Authority's capital program;
- \$15,254,000 to the United Medical Center project;
- \$6,224,000 to the Power Line Undergrounding project;
- \$6,000,000 to the Integrated Tax System Modernization project;
- \$5,000,000 to the Murch Elementary School Renovation;
- \$2,928,654 to the Office of the State Superintendent of Education's Data Infrastructure project;
- \$2,248,000 in local funding to DDOT's Tree Planting project;
- \$1,836,904 to DDOT's Streetcar project;
- \$1,441,403 for the Francis/Stevens Elementary School Modernization;
- \$1,400,000 to the Department of Parks and Recreation's (DPR) General Improvements project;
- \$1,340,000 to DDOT's Alley Rehabilitation and Alley Maintenance projects;
- \$450,000 to the Cleveland Park Library project;
- \$303,000 to DDOT's Street Sign Improvements project;
- \$237,914 to DPR's Park Improvements-Project Management;
- \$200,000 to DDOT's Greenspace Management project; and
- \$50,000 to DDOT's Stormwater Management project.

The District's proposed Special Purpose Revenue funds budget for Paygo of \$53,928,015 supports the following projects:

- \$48,976,015 for various DDOT Local Transportation projects;
- \$4,500,000 for DOEE's Stormwater Retrofit Implementation project; and
- \$452,000 for DDOT's Tree Planting project.