
Pay-As-You-Go Capital Fund

Description	FY 2010 Actual	FY 2011 Approved	FY 2012 Proposed	% Change from FY 2011
Operating Budget	\$14,933,000	\$12,071,000	\$37,448,264	210.2

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

Summary of Services

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 2012 budget includes such a transfer.

The agency's FY 2012 proposed budget is presented in the following tables:

FY 2012 Proposed Gross Funds Operating Budget, by Revenue Type

Table PA0-1 contains the proposed FY 2012 agency budget compared to the FY 2011 approved budget. It also provides FY 2009 and FY 2010 actual expenditures.

Table PA0-1
(dollars in thousands)

Appropriated Fund	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
General Fund						
Local Funds	1,821	499	0	0	0	N/A
Dedicated Taxes	12,927	0	0	0	0	N/A
Special Purpose Revenue Funds	5,254	14,434	12,071	37,448	25,377	210.2
Total for General Fund	20,002	14,933	12,071	37,448	25,377	210.2
Gross Funds	20,002	14,933	12,071	37,448	25,377	210.2

*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 2012 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2012 Proposed Operating Budget, by Comptroller Source Group

Table PA0-2 contains the proposed FY 2012 budget at the Comptroller Source Group (object class) level compared to the FY 2011 approved budget. It also provides FY 2009 and FY 2010 actual expenditures.

Table PA0-2
(dollars in thousands)

Comptroller Source Group	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
50 - Subsidies and Transfers	20,002	14,933	12,071	37,448	25,377	210.2
Subtotal Nonpersonal Services (NPS)	20,002	14,933	12,071	37,448	25,377	210.2
Gross Funds	20,002	14,933	12,071	37,448	25,377	210.2

*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 has no program structure changes in the FY 2012 Proposed Budget.

FY 2012 Proposed Operating Budget and FTEs, by Program and Activity

Table PA0-3 contains the proposed FY 2012 budget by program and activity compared to the FY 2011 approved budget. It also provides the FY 2010 actual data.

Table PA0-3

(dollars in thousands)

Program/Activity	Dollars in Thousands				Full-Time Equivalents			
	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011
(1000) Pay-Go Capital								
(1100) Pay-Go Capital	14,933	12,071	37,448	25,377	0.0	0.0	0.0	0.0
Subtotal (1000) Pay-Go Capital	14,933	12,071	37,448	25,377	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	14,933	12,071	37,448	25,377	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 2012 Operating Appendices located on the Office of the Chief Financial Officer's website.

FY 2012 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. 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 through the FY 2012 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, now the Department of General Services, to continue its modernization of public

school buildings as planned. Project-by-project allocations of capital budget authority are detailed in the Capital Appendices to the proposed budget.

The FY 2012 budget for the Pay-As-You-Go Capital Fund reflects a net increase of \$25,377,000. This increase is due to \$31,648,000 of Rights-of-Way fee revenue being transferred to the capital fund in support of the District Department of Transportation Local Transportation program, offset by a decrease of \$2,100,000 in the Storm Water Permit Review Fund for the District Department of the Environment being transferred to capital and a decrease of \$4,171,000 from FY 2011 one-time funding received from CSX for the 11th Street Bridge capital project.

FY 2011 Approved Budget to FY 2012 Proposed Budget, by Revenue Type

Table PA0-4 itemizes the changes by revenue type between the FY 2011 approved budget and the FY 2012 proposed budget.

Table PA0-4

(dollars in thousands)

	PROGRAM	BUDGET	FTE
SPECIAL PURPOSE REVENUE FUNDS: FY 2011 Approved Budget and FTE		12,071	0.0
Reduce: Storm water fee revenue	Pay-Go Capital	-2,100	0.0
Reduce: One-time revenue in FY 2011 from CSX for the 11th Street Bridge project	Pay-Go Capital	-4,171	0.0
FY 2012 Initial Adjusted Budget		5,800	0.0
Enhance: To transfer Rights-of-Way fee revenue to capital for Local Transportation projects	Pay-Go Capital	31,648	0.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2012 Proposed Budget and FTE		37,448	0.0
Gross for PA0 - Pay-As-You-Go Capital Fund		37,448	0.0