

CAPITAL ASSET REPLACEMENT FUND (CARF)

Fund 105-000

Pursuant to statutory authority documented in 55 ILCS 5/6-1002.5, the Champaign County Board adopted Resolution No. 4555 on May 21, 2002, establishing the Capital Asset Replacement Fund as the fund to receive revenues and appropriate expenditures for the implementation of a long term capital planning for technology, software, vehicles, furnishings and office equipment for the County's General Corporate Fund departments. Beginning in FY2006, the Champaign County Board added funding for capital improvements for some facilities needs to the Capital Asset Replacement Fund. Sources of revenue for this fund include, but are not limited to: General Corporate Fund, the Public Safety Sales Tax Fund, the Court Services Probation Service Fees Fund, and grant funds.

BUDGET HIGHLIGHTS

The largest appropriations within this fund are for software and facilities.

The County IT Plan is linked here:

https://www.co.champaign.il.us/CountyExecutive/PDFs/2019_Technology_Plan.pdf. Enterprise Resource Planning (ERP) implementation and training will continue in FY2022. Also budgeted in CARF are network and phone system upgrades, County Executive appointment system, and upgrades to the Corrections video arraignment system. Scheduled per the plan; however not budgeted, is the Justice Case Management System estimated to cost up to \$15 million. The County will study the current system in 2022, to decide regarding the retention or replacement of the system.

The Facilities CARF budget is under the direction of the Facilities Committee. The Capital Facilities Plan is linked here: http://www.co.champaign.il.us/FacilitiesPlans/PDFs/10-Year_Capital_Facilities_Plan.pdf. A video security system for Brookens Administrative Center is budgeted in FY2022. In FY2020, there was significant hail damage incurred to roofs and HVAC systems. Insurance claims reimbursement was received in 2020 and 2021, with \$2.7 million in repairs appropriated in 2021. Not included in the Facilities Plan is the downtown Sheriff's Office and Correctional Center.

FY2022 Funding

Since 2008, the unavailability of revenues in the General Corporate Fund and Public Safety Sales Tax Fund have resulted in cuts in funding for future reserve items in the Capital Asset Replacement Fund. The CARF budget is initially prepared with full funding for items scheduled for replacement in the budget fiscal year, and reserve funding for items scheduled for replacement in future fiscal years. Due to the lack of available revenue, for many years the budget has been revised to include current funding only. The FY2022 budget was prepared with reserve funding for items scheduled to be replaced in future fiscal years.

Included in the transfer from the General Fund is \$3.75 million (from fund balance) to CARF. The appropriation is reserved in the County Board CARF department in professional services as the County works through a plan for its downtown Sheriff's Office and Correctional Center and studies the potential replacement of its Justice Management System. Once it is determined how to use the funding, the appropriation can be moved to the appropriate CARF department and line.

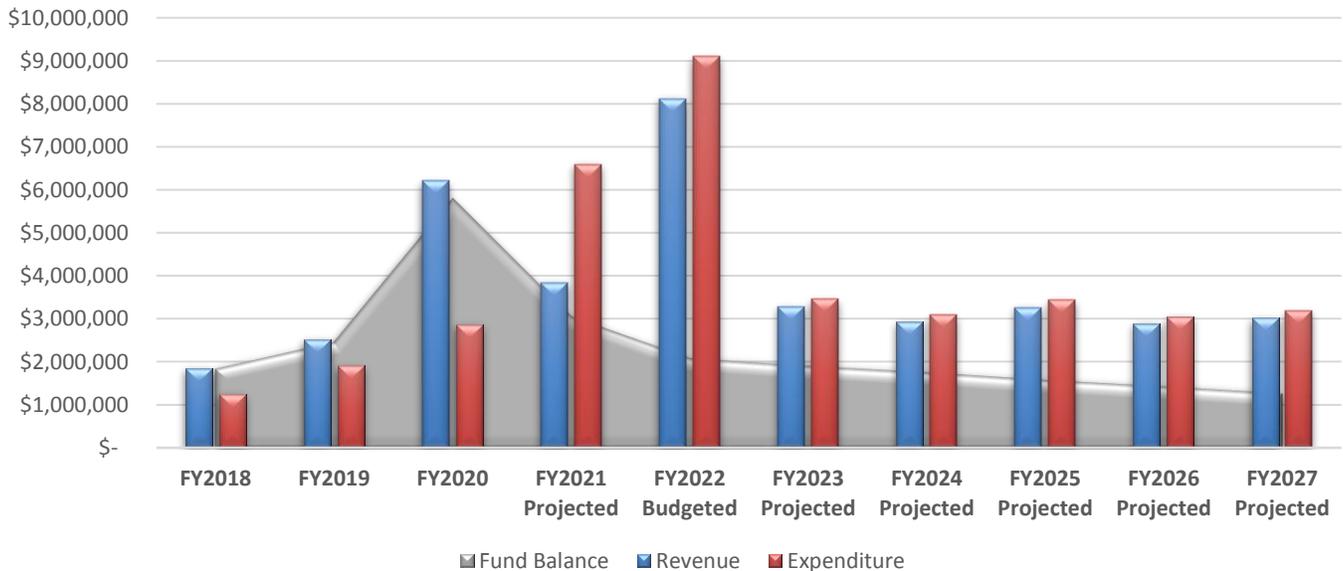
Funding Future Fiscal Years

Because most items are on a 5 to 7-year replacement cycle, using reserve funding without restoring it will diminish the fund balance, which is reflected in the following chart. If the County is unable to reserve funding for future fiscal years, there will be an increased reliance on the transfers from General and Public Safety Sales Tax funds to pay for CARF expenditures. Because departments are cognizant of the County's fiscal challenges, some items scheduled for replacement are deferred beyond their scheduled replacement. This deferral helps preserve the fund balance to some extent.

The following table reflects an estimate of CARF appropriations required for the next five fiscal years. Replacement of the Justice Case Management System is not included in these numbers. The estimates will be influenced if items scheduled for replacement are deferred until future fiscal years.

Fiscal Year	FY2023	FY2024	FY2025	FY2026	FY2027
Projected CARF Appropriation (including Facilities)	\$3,457,765	\$3,085,630	\$3,437,557	\$3,048,291	\$3,174,168

Capital Asset Replacement Fund



FINANCIAL

Fund 105 Summary			2020 Actual	2021 Original	2021 Projected	2022 Budget
332	38	CURE PROGRAM	\$64,055	\$0	\$0	\$0
		FEDERAL, STATE & LOCAL SHARED REVENUE	\$64,055	\$0	\$0	\$0
361	10	INVESTMENT INTEREST	\$30,583	\$4,000	\$4,000	\$4,000
369	80	INSURANCE CLAIMS REIMB	\$1,956,842	\$662,150	\$662,150	\$0
369	90	OTHER MISC. REVENUE	\$418,451	\$0	\$0	\$0
		MISCELLANEOUS	\$2,405,876	\$666,150	\$666,150	\$4,000
371	3	FROM FED AID MATCH FND103	\$0	\$1,748	\$1,748	\$200
FY2022 Budget			319		Capital Asset Replacement	
Champaign County, Illinois					Fund 105-000	

Fund 105 Summary			2020	2021	2021	2022
			Actual	Original	Projected	Budget
371	6	FROM PUB SAF SALES TAX FD	\$675,946	\$240,437	\$240,437	\$884,109
371	11	FROM GIS CONSORTIUM 850	\$0	\$8,750	\$8,750	\$2,000
371	13	FROM COURT AUTOMTN FND613	\$30,652	\$0	\$0	\$0
371	18	FROM PROB SERV FUND 618	\$160,493	\$10,000	\$10,000	\$10,000
371	33	FROM COURTS CONST FND 303	\$231,817	\$0	\$0	\$0
371	75	FROM REG PLAN COMM FND075	\$0	\$272,000	\$272,000	\$71,000
371	80	FROM GENERAL CORP FND 080	\$2,642,129	\$2,527,006	\$2,527,036	\$7,110,674
371	83	FROM CNTY HIGHWAY FND 083	\$0	\$42,071	\$42,071	\$15,000
371	84	FROM COUNTY BRIDGE FND084	\$0	\$7,007	\$7,007	\$3,000
371	89	FROM PUBLIC HLTH FUND 089	\$0	\$12,000	\$12,000	\$3,000
371	90	FROM MENTAL HEALTH FND090	\$0	\$52,370	\$52,370	\$13,000
371	91	FROM ANIM CONTROL FND 091	\$0	\$5,318	\$5,318	\$5,000
		INTERFUND REVENUE	\$3,741,037	\$3,178,707	\$3,178,737	\$8,116,983
REVENUE TOTALS			\$6,210,968	\$3,844,857	\$3,844,887	\$8,120,983
522	44	EQUIPMENT LESS THAN \$5000	\$105,157	\$341,842	\$127,292	\$306,635
522	93	OPERATIONAL SUPPLIES	\$0	\$0	\$0	\$4,682
		COMMODITIES	\$105,157	\$341,842	\$127,292	\$311,317
533	2	ARCHITECT SERVICES	\$14,554	\$220,086	\$220,086	\$217,586
533	4	ENGINEERING SERVICES	\$101,622	\$50,000	\$169,460	\$75,000
533	7	PROFESSIONAL SERVICES	\$0	\$0	\$0	\$3,750,000
533	29	COMPUTER/INF TCH SERVICES	\$808,996	\$1,452,267	\$1,267,470	\$1,259,724
533	42	EQUIPMENT MAINTENANCE	\$18,095	\$28,995	\$27,526	\$28,000
534	1	DEMOLITION COSTS	\$0	\$0	\$0	\$900,000
		SERVICES	\$943,267	\$1,751,348	\$1,684,542	\$6,230,310
544	13	202 ART BARTELL BLDG CNST	\$0	\$691,913	\$691,913	\$0
544	14	ANIM SERV BLDG CONST/IMPR	\$0	\$52,097	\$52,097	\$0
544	16	COURTS FACILITY CONST/IMP	\$595,821	\$710,957	\$774,221	\$400,000
544	17	SATELLITE JAIL CONST/IMPR	\$0	\$1,250,000	\$1,130,540	\$600,000
544	18	BROOKNS BLDG CONST/IMPROV	\$58,996	\$856,538	\$856,538	\$200,000
544	23	JUV DET CTR CONST/IMPROVE	\$224,323	\$229,623	\$252,191	\$271,024
544	25	1905 E MAIN CONST/IMPROVE	\$792,808	\$435,559	\$435,559	\$0
544	30	AUTOMOBILES, VEHICLES	\$0	\$108,697	\$78,290	\$40,000
544	31	RADIO EQUIPMENT	\$0	\$169,066	\$0	\$193,505
544	33	OFFICE EQUIPMENT & FURNIS	\$109,063	\$107,480	\$103,532	\$819,094
544	34	MAINTENANCE EQUIPMENT	\$0	\$0	\$42,655	\$36,400
544	35	HEAVY EQUIPMENT	\$10,609	\$0	\$0	\$0
544	46	1701 MAIN OUTBLDGS CONST	\$0	\$93,480	\$93,480	\$0
544	47	1701 MAIN BLDG CONST/IMPR	\$0	\$268,325	\$268,325	\$0
		CAPITAL	\$1,791,620	\$4,973,735	\$4,779,341	\$2,560,023
581	3	CAPITAL LEASE PRINC PMTS	\$30,382	\$0	\$0	\$0
582	3	INTEREST ON CAPITAL LEASE	\$269	\$0	\$0	\$0
		DEBT	\$30,651	\$0	\$0	\$0

Fund 105 Summary	2020 Actual	2021 Original	2021 Projected	2022 Budget
EXPENDITURE TOTALS	\$2,870,695	\$7,066,925	\$6,591,175	\$9,101,650

FUND BALANCE

FY2020 Actual	FY2021 Projected	FY2022 Budgeted
\$5,794,462	\$3,048,174	\$2,067,507

The Fund balance goal will fluctuate based on the reserve required for full funding for items scheduled for replacement in future fiscal years; however, should not be less than \$1 million. The greater than 10% fund balance decrease in FY2021 is the result of receipt of insurance funds collected in FY2020, for roof and HVAC repairs in FY2021. The decrease in FY2022 is due to appropriating reserves from prior fiscal years for items scheduled to be replaced in the current fiscal year.