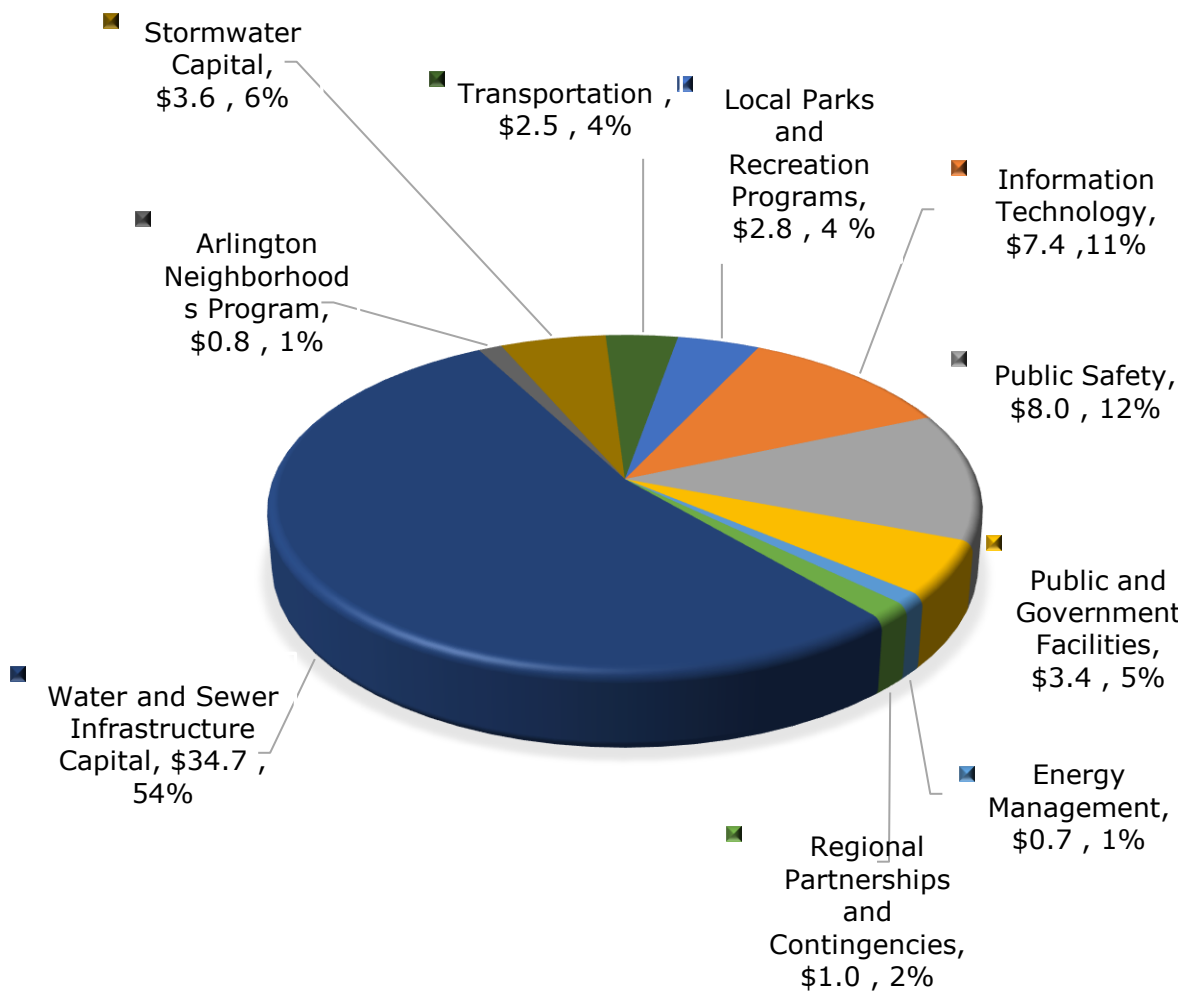


**PAY-AS-YOU-GO
CAPITAL
AND
SHORT-TERM
FINANCING**

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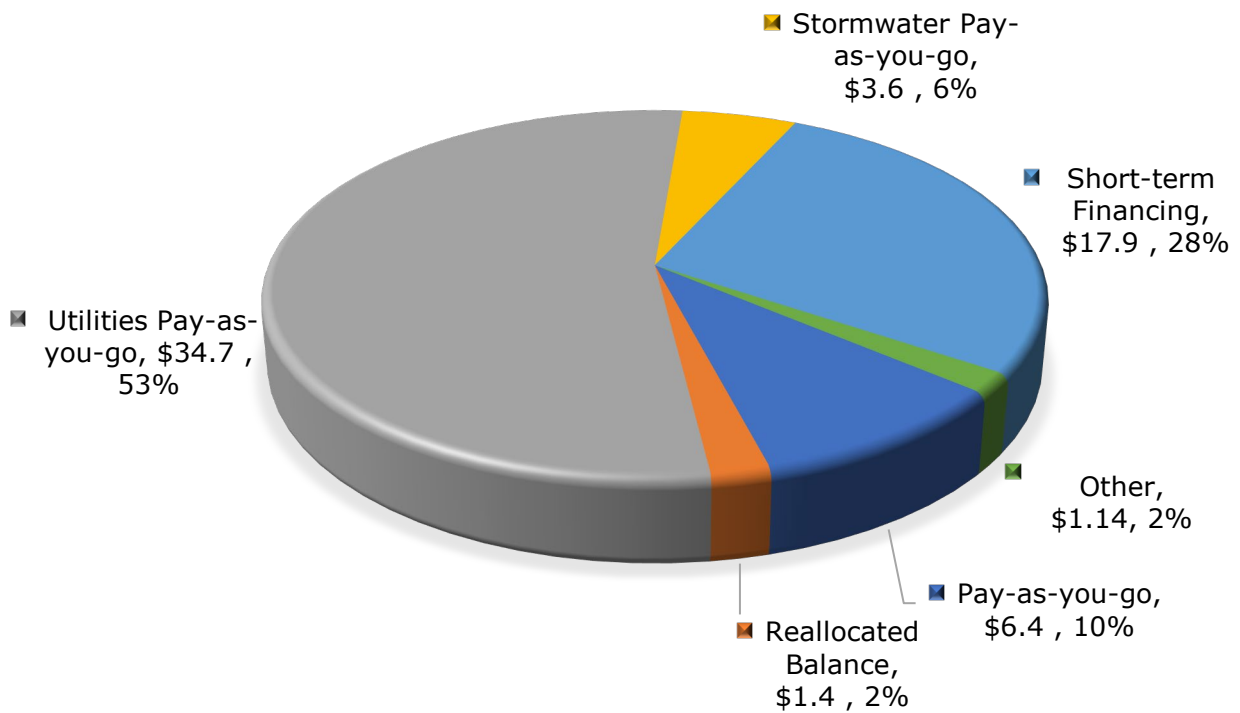
The FY 2027 Adopted Capital Program budget is \$65.1 million. The program areas shown below include all capital fund sources. The chart below details the dollar amount allocated by program.

**FY 2027 CAPITAL BUDGET ALLOCATION BY PROGRAM
(\$'S IN MILLIONS)**



The Adopted FY 2027 capital program budget is broken out by funding source below. The capital program is funded by Pay-As-You-Go (PAYG) and Short-term Financing. Detail about the fund sources and associated projects can be found in the following pages.

**FY 2027 CAPITAL BUDGET FUNDING SOURCE
(\$'S IN MILLIONS)**



**GENERAL CAPITAL PROJECTS FUND
FUND STATEMENT**

	FY 2025 ACTUAL	FY 2026 ADOPTED	FY 2026 RE-ESTIMATE	FY 2027 ADOPTED
Adjusted Balance, July 1	\$94,756,045	\$89,043,965	\$95,380,144	\$88,871,144
REVENUES:				
Commonwealth of Virginia	984,205	-	-	-
Federal Government	133,243	-	-	-
Charges for Services	13,974,540	-	-	-
Miscellaneous Revenue	4,894,869	-	-	-
Line of credit proceeds	14,548,656	9,141,000	9,141,000	11,000,000
Proceeds for bond premium	-	-	-	-
Proceeds from sale of bonds	-	-	-	-
GASB	75,564	-	-	-
Total Revenues	34,611,077	9,141,000	9,141,000	11,000,000
Transfer in	23,378,000	18,260,000	18,260,000	6,837,000
Transfer out	(5,000,000)	-	-	-
Use of prior year revenue*	-	6,509,000	6,509,000	2,520,000
Total Revenues and Transfers	52,989,077	33,910,000	33,910,000	20,357,000
Expenditures:				
Capital projects current year	51,813,943	18,330,000	18,330,000	17,837,000
Capital projects carry over	-	15,580,000	15,580,000	14,534,614
GASB	551,035	-	-	-
Total Expenditures	52,364,978	33,910,000	33,910,000	32,371,614
Balance, June 30	\$95,380,144	\$82,534,965	\$88,871,144	\$74,336,530

* The amount under Use of Prior year revenue is already in the beginning fund balance.

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WHAT IS A CAPITAL PROJECT?

Capital projects include the design, construction, renovation, or maintenance of capital assets. Capital assets are County-owned infrastructure that are of significant value, such as bridges, community centers, technology systems, roof systems, elevators, sewer and stormwater infrastructure, public safety equipment and parks, to name a few. County projects are funded from a variety of sources, including tax-supported Pay-As-You-Go (PAYG) funds, financed dollars such as general obligation (GO) bonds and short-term financed funds and, various other grants, fees, and dedicated funding sources.

TYPES OF CAPITAL PROJECTS

Capital projects fall into one of two major categories: maintenance capital (MC) projects and general capital projects. The maintenance capital program serves to prolong the useful life of major investments, while minimizing the need for repeated corrective maintenance. Although MC funds are not contingency funds, they provide versatility in allowing the County to respond to unforeseen emergencies. The County regularly conducts condition assessments of capital assets to establish an inventory of capital needs and associated prioritization plans. Maintenance capital activities differ from operating maintenance activities described elsewhere in this document in that maintenance capital activities are normally larger scale in terms of cost, size, nature, and frequency of maintenance activity.

General capital projects, on the other hand, are all other capital projects and include new projects or renovations and expansions of projects, such as when the County constructs a new community center or rebuilds and reconfigures a street intersection. This distinction between maintenance and general capital projects is helpful because the two types have different goals. Maintenance capital projects protect the County's past investments in capital assets and ensure that Arlington residents get the maximum use out of those assets. General capital projects aim to meet emerging community needs by creating new capital assets or modifying existing assets to such a degree that the work cannot be considered maintenance capital.

Beyond this distinction between maintenance and general, the County further categorizes capital projects into Program Areas which correspond to the teams of County staff that execute the projects. The capital projects discussed in the following pages are organized into the following Program Areas:

- Regional Partnerships
- Transportation
- Facilities
- Parks and Recreation
- Technology
- Public Safety
- Arlington Neighborhoods Program
- Arlington Economic Development/ Public Art
- Capital Administration/Contingent

HOW THE COUNTY PAYS FOR CAPITAL PROJECTS

Capital budget development is included in both the annual operating budget process and the biennial capital improvement plan (CIP). The annual budget process approves and allocates funding for capital projects using current year ongoing revenue, one-time funding, state and federal grant funds, cost-share, short-term finance dollars, previously approved bond funding and various dedicated funds. The CIP includes a projected ten year spend plan of all of the aforementioned sources, various fees, and the approval of new GO bonds. Due to these multiple funding sources and the multi-year nature of project execution, not all of the County's planned spending on capital projects appears in any one year of the operating budget. The CIP document shows the multiple year execution of projects.

The County typically uses PAYG and short-term financing to fund assets with useful lives of 10 years or less. Financed dollars, whether short- or long-term, are set on repayment schedules (debt service) concurrent with the expected useful lives of the financed assets. For example, short-term financing is often used for replacement of technology and equipment assets with expected useful lives from three to eight years. Long-term financing (e.g., GO bonds) is used primarily for the County's large capital infrastructure investments, such as buildings or roads, with expected useful lives of 10 or more years. Refer to the Debt Service section of this document and the Adopted Capital Improvement Plan for more detailed information on the County's long-term capital financing strategy.

OVERVIEW OF FY 2027 CAPITAL PROGRAM

The adopted FY 2027 General Capital Fund budget is supported by a variety of funding sources. Funding recommendations include the General Fund transfer, short-term financing from the General Fund and Auto Equipment Fund, utilization of project balances, fee revenue, and funds from partnerships. Total project funding for FY 2027 is \$26.7 million and is detailed on the table on the following pages. These projects do not assume any new bond funding. The upcoming Capital Improvement Plan (CIP), which will include new debt issuance will be proposed later this spring and adopted in the summer.

This maintenance capital program serves to prolong the useful life of investments, while minimizing the need for repeated asset repair emergencies in the operating budget. This adopted budget focuses on replacing assets at the end of their useful lives, assets that are obsolete and assets presenting potential safety concern. Because projects are often multi-year in nature, appropriations rather than actual expenditures are presented.

In addition to the PAYG funding included in this section, there are PAYG investments in other funds and operations including:

- The Utilities Fund FY 2027 Adopted PAYG budget of \$34.7 million includes funding for Wastewater Treatment Plant capital maintenance and improvements to the Washington Aqueduct, which supplies the County with 100 percent of its drinking water.
- The Stormwater Utilities Fund FY 2027 Adopted PAYG budget of \$3.6 million includes funding for improvements to infrastructure and regulatory requirements in the stormwater system.

For additional information see the Capital Utilities and Stormwater Fund narratives.

FY 2027 PAYG CAPITAL EXPENDITURES BY PROGRAM AREA

PAYG and BOND BALANCE FUNDED PROJECTS

PROGRAM CATEGORY	Transfer Funds	Short-Term Financing *	Reallocated Balances	Other	FY 2027 Adopted Total
Regional Partnerships	\$768,000	-	-	-	\$768,000
Transportation Maintenance Capital	1,346,000	-	-	-	1,346,000
Transportation Complete Streets	1,141,000	-	-	-	1,141,000
Facilities Maintenance Capital	1,216,000	\$250,000	\$934,000	-	2,400,000
Facilities Design and Construction	463,000	525,000	-	-	988,000
Energy Management	265,000	340,000	135,000	-	740,000
Parks Maintenance Capital	150,000	1,702,000	-	\$920,000	2,772,000
Information Technology	200,000	7,208,000	-	-	7,408,000
Public Safety *	-	7,839,000	-	222,000	8,061,000
Arlington Neighborhoods Program	781,000	-	-	-	781,000
Public Art	-	-	-	-	-
Joint Use Space Maintenance	-	-	-	-	-
Capital Contingency/Admin	-	-	309,000	-	\$309,000
Total Projects	\$6,330,000	\$17,864,000	\$1,378,000	\$1,142,000	\$26,714,000

* Short-term financing includes \$6.8 million funded from the Auto Equipment fund which is charged back to Fire over the term of the financing period

Regional Partnerships \$768,000

Arlington County is a member of several regional organizations which provide services to Arlington residents and visitors. The Regional Partnerships program funds the County’s annual contributions to support these organizations’ capital needs. This funding is separate from the County’s annual operating contribution to these organizations, which is discussed in the Regionals narrative in this document. The amount the County contributes every year for capital needs is determined by each organization’s allocation formula.

▪ **Northern Virginia Regional Park Authority \$768,000**

The Northern Virginia Regional Park Authority (NVRPA) is a multi-jurisdictional agency comprised of Arlington County, Fairfax County, Loudoun County, and the Cities of Alexandria, Falls Church, and Fairfax which owns and operates over 10,000 acres of parklands with 21 major parks, including Potomac Overlook, Upton Hill, and the W&OD Regional Parks in Arlington.

Transportation Program \$2,487,000

Transportation – Maintenance Capital \$1,346,000

The Transportation Maintenance Capital program in the Department of Environmental Services (DES) maintains transportation infrastructure by repaving streets and bike lanes, maintaining pedestrian and vehicular bridges, maintaining sidewalks, signals, signal infrastructure, and Intelligent Transportation Systems (ITS), maintaining and replacing street and trail lights, maintaining and replacing parking meters, and maintaining and replacing bus shelters.

- **Bridge Maintenance** **\$236,000**
This is an ongoing program that provides funds to continue inspection, maintenance, and rehabilitation of 38 vehicular and pedestrian bridges in Arlington County to assure an adequate level of safety. Twenty-six bridges are included in the Federal Highway Administration (FHWA) National Bridge Inventory (NBI), which establishes standards for inspection and maintenance of public highway bridges. All NBI bridges are required to be inspected and reported on at least biennially and the County has adopted this standard for all 38 bridges. The program goal is to maintain the Bridge Condition Rating (BCR), a nationally used rating, in a range between 6 and 7, defined as satisfactory to good. In FY 2027, the program anticipates undertaking repairs and maintenance of the bridges identified during regular biennial inspections. Additionally, funds will be allocated to spring power washing and cleaning of the eleven largest vehicular bridges and for emergency repairs after large storm events and traffic accidents.

- **Paving Program** **\$500,000**
The County currently maintains 1,058 lane miles of roadway by a combination of mill and overlay, full depth rebuilding, micro-surfacing, and slurry sealing. The County utilizes a Pavement Condition Index (PCI) to assess the road conditions. The County has established a desired average PCI range of 75-80 (with 100 representing the best possible) and has raised overall PCI to 83.2 in 2025 from an average PCI of 67 in 2014. The PAYG funds, along with anticipated GO bond funds, will maintain the PCI level as long as changes in winter weather, contracting costs, and oil prices do not negatively impact the anticipated paving program. The program operates on a 15-year paving cycle, on average, with about 60 lane miles of mill & overlay per year to maintain the desired average PCI. Arterials are repaved more often due to the traffic volumes and types of vehicles using them. Crack sealant will be used on both arterials and neighborhood streets to extend their life and reduce the frequency that they need to be milled & overlaid.

- **Sidewalk, Curb, Gutter Proactive Zone Maintenance** **\$250,000**
The program funds proactive and comprehensive inspection and maintenance of County-maintained, curb, gutter, and sidewalks. The County is divided into 20 concrete zones, and the program's goal is to address two zones a year, for a 10-year maintenance interval. Zone maintenance is informed by a sidewalk survey, most recently completed in 2024 along with project manager observations.

- **Signals and ITS Maintenance** **\$360,000**
This program is intended as a traffic signal capital maintenance program outside of planned rebuild projects, ITS system deployments, and other capital activities. The program focuses on three major areas to ensure a good state of repair: 1) ITS device replacement to replace components and systems as they age out of service, including items such as beacons, detection cameras, audible pushbuttons, etc.; 2) the structural inspection program, which inspects and rates the existing traffic structures to ensure a state of good repair, and repair any critical or emergency deficiencies; and 3) higher cost preventative signal maintenance activities such as rewiring, cabinet replacements, pushbutton retrofits, and other items that extend the service life of a signal. PAYG funds the structural inspections, repair work, replacement of components that have a life of less than 10 years, and most preventative maintenance work.

Complete Streets Programs **\$1,141,000**
The Complete Streets Program provides mobility and accessibility improvements throughout the County and connections to the rest of the region. This is achieved by providing a high-quality transit system, a robust bicycle and pedestrian network, provisions for Shared Mobility Devices (SMDs), and additional transportation demand management approaches. The program also maintains and develops systems to manage and analyze transportation assets, including physical assets (e.g., signs) and transportation data assets (for example, collected observed traffic data and crash data).

- **BIKE Arlington** **\$57,000**

The BIKE Arlington program makes physical enhancements to Arlington's transportation infrastructure, including trails and streets, to improve conditions for bicycling. The program's goal is to increase the number of riders and bicycle trips by making bicycling a more attractive travel choice through completing the bicycle network, tracking usage of bicycle facilities through the counter program, and installing wayfinding. PAYG funds operational and maintenance costs for the bike counter program, installation of and repairs to wayfinding signage and bike parking, as well as spot safety upgrades to trails and on-street bicycle infrastructure that don't qualify for other funds.

- **Parking Meters** **\$465,000**

The goal of parking meter and technology program is to enable efficient management of public curb space. The scope of work includes: (1) modernization and maintenance of the County's parking-meter equipment, including research into and deployment of new equipment types and technologies, (2) maintenance of the occupancy-detection system that has been piloted and has provided key insights into customer behavior and preferences and helped optimize pricing and payment compliance, and (3) upgrades to the online application system for residential parking permits (RPP) and a critical transition to electronic permits. The County currently has about 1,368 parking meters (717 multi-space meters and 651 single space meters) that require replacement, or component replacement, after ten years of useful life. As part of the programs, data are collected and analyzed from parking-meter equipment and from non-metered curb space. This analysis supports decision making about curbside management, such as the allocation of curb space for various uses, and other regulations, such as time limits for parking.

- **Street Lighting Management** **\$0**

This program will rebuild and upgrade aging streetlights and resolve ownership issues between the County and Dominion Energy that adversely affect performance and maintenance. County streets are lit with 18,125 streetlights, of which 7,325 are owned by the County and 10,800 are owned by Dominion Energy (DE, formerly Dominion Virginia Power). PAYG is used to proactively replace conduits and conductors on aging lighting systems as outlined by the Streetlight Management Plan (SMP). This effort updates the aging underground infrastructure and improves service reliability as underground repair work typically creates the longest outages of streetlights. PAYG is also used to upgrade some existing LED fixtures to newer models with improved functionality as they fail and require replacement. An example of this is the change from a radio-based communication node to a cellular-based control node. The control systems are used to allow for remote monitoring of errors and for dimming. Other funding is available to continue executing the program. This program may also receive GO bond funding determined during the FY 2027 – FY 2036 CIP.

- **Street Safety Improvements** **\$558,000**

The Street Safety Improvement (SSI) program supports the Vision Zero goal the Arlington County Board adopted in July 2019 (and the Vision Zero Action Plan adopted in May 2021) to eliminate all transportation fatalities and severe injuries. The funds in this program are imperative to implementing quick-action, multimodal safety improvements at locations with a crash history or systemic safety risks. Locations demonstrating high crash rates or more severe crashes are prioritized, as are improvements in equity emphasis areas or near schools. Initiatives being advanced with PAYG funding include 1) school beacon modifications to support automated enforcement of school zones, 2) pedestrian crossing enhancements, including the implementation of yellow flashing beacons, 3) speed reduction strategies, 4) pilot projects, which entail testing innovative safety treatments, and 5) other quick build projects that address safety issues at various locations. In addition to PAYG funding, this program may also receive GO bond funding determined during the FY 2027 – FY 2036 CIP.

- **Transportation Asset Management** **\$61,000**
Transportation assets include deployed assets such as signals and signs installed in the right-of-way, inventory assets housed in warehouses, and traffic data assets. This program develops and maintains a management system that not only keeps records but also makes data more accessible and analytical. This includes the development and continuous update of a central traffic database that houses both historic and recent transportation data, including but not limited to characteristics of streets, traffic volume counts, speeds, crashes, and street classification. The database is updated as new information becomes available and currently has the following capabilities: open data accessibility to staff and public; integration with the County work order and asset management system (Cartegraph); integration with the County's Geographic Information System (GIS); trend analysis; safety analysis; report and map generation; and system performance monitoring. This program also helps track and manage assets by integrating with the current inventory system associated with the County's warehouse storage facility. Additionally, it helps staff manage and track customer complaints about transportation-related issues and tie the solutions into asset updates. As such, it plays a critical role towards supporting the County's Vision Zero goal.

- **WALKArlington** **\$0**
The WalkArlington program makes physical enhancements to Arlington's sidewalk and street infrastructure in commercial as well as non-commercial districts. The objectives of the program include: improving pedestrian safety, completing the planned pedestrian network, and making the network accessible for all users. PAYG funds are used to implement tactical measures that are not eligible for other funding sources. Other funding is available to continue executing the program. This program may receive GO bond funding or Transportation Capital funding determined during the FY 2027 – FY 2036 CIP.

Facilities Maintenance Capital Program **\$2,400,000**
The Facilities maintenance program operates approximately 90 County-owned public facilities, including office buildings, fire stations, support, maintenance and logistic facilities, recreation centers, courts, and more. The Facilities Maintenance Capital program is a collection of major facility maintenance projects designed to keep County facilities operating in a safe, efficient, and reliable manner. This program and the Facilities Design and Construction program are integrated to maintain and improve the portfolio of County facilities based on the life cycle of assets.

- **Central Library Plaza Renovation** **\$1,500,000**
The project will address water intrusion; the scope of work includes the installation of a perimeter drainage system and regrading of the plaza surrounding the facility. This will also address potential safety concerns from tripping and fall hazards. The space will also be re-evaluated with Libraries and the Department of Parks and Recreation (DPR) for other potential layouts and use opportunities.

- **Residential Program Center (RPC) Elevator Modernization** **\$650,000**
The Residential Program Center (RPC) provides three crucial services – non-medical detoxification, substance abuse recovery, and housing services for single adults experiencing homelessness – all under one roof. Accessibility within the facility is critical to the operation of the program and to facility code requirements. The elevator at the RPC has reached the end of its useful life, and electronic control equipment has also become obsolete. The scope of this project is to update the elevators within the building, including machinery, passenger cabs, and electronic controls.

- **Critical Site Uninterruptible Power Supply (UPS) Upgrade Program** **\$250,000**
This program is to replace the UPS units at critical public safety radio sites, ensuring continuity of operations in the event of a power outage. Previous funding cycles have allowed for successful upgrades to four (4) of the six (6) radio sites.

Energy Management **\$740,000**

The Energy Management Program invests funds in various capital improvements that advance the goals of the Community Energy Plan (CEP).

- **Electric Vehicle (EV) Chargers - Public Accessibility** **\$190,000**
This project includes two components that support key objectives of the adopted Community Energy Plan (CEP), including policy 4.4 to promote and encourage electric vehicles in the private and commercial sectors and support convenient charging stations throughout Arlington.
 - Electric vehicle charging infrastructure for high-visibility and high-circulation public-use County government sites through a match (\$150,000) to the Federal funding through the Clean Fuels Infrastructure (CFI) grant where the County is a sub awardee on the regional project coordinated by the Metro Washington Council of Governments. The locations identified for public EV charging installations through the CFI grant are Barcroft Community Center, Barcroft Garage, Bluemont Park, and the Walter Reed Community Center.
 - Updating signage for all public and fleet charging locations for consistent messaging to enhance clarity and user experience (\$40,000).
- **County Facility Renewable Energy Assessment and Solar Installation** **\$400,000**
This program provides funding for on-site solar development at County facilities under a Power Purchase Agreement (PPA) model rather than County-owned and maintained solar assets. Shifting to a PPA model reduces the capital costs and ongoing maintenance costs for the County because the PPA provider installs and maintains the solar arrays. The County purchases the electricity generated and saves money on electric bills and at the same time realizes the greenhouse gas reduction and renewable energy benefits. Funding supports potential upfront capital expenses for enhanced feasibility analysis, structural analysis, and electrical panel upgrades that will be identified through the design process to ensure sites are solar ready for PPA installations.
- **Energy Performance Measurement – County Buildings** **\$150,000**
This program, in partnership with the Facilities Management Bureau and Arlington Initiative to Rethink Energy (AIRE), is to implement energy efficiency and decarbonization measures at County facilities with a focus on energy and climate performance. In FY 2027, the funding will be used for evaluation, measurement, and verification of recently installed HVAC electrification projects. This effort will provide performance data on installed electrified HVAC systems that can inform future facility electrification planning and analysis efforts through a data driven approach.

Facilities Design and Construction Program **\$988,000**

The Facilities Design and Construction Program maintains and modernizes current County facilities and plans for the County’s future facility needs. The program is integrated with the Facilities Maintenance Capital program in planning periodic renovations and eventual replacement of obsolete facilities at the appropriate points in the life cycle.

- **Facility Condition Assessments & Planning Studies** **\$463,000**
Feasibility studies focus on near term and intermediate range planning to define options in response to evolving facility needs, including opportunities for co-location, facilities consolidation, and repurposing spaces to meet changing community needs. The planned feasibility studies include Courts Square West, Bozman Government Center, 2020 N 14th Street, Quincy site utilization study, and warehouse utilization study.

- **Facility Finishes and Furnishings** **\$525,000**
This program invests in the existing facilities interior/exterior finishes and furnishings, consisting of interior maintenance capital and systems furniture replacement. This will address safety, quality, and condition disparities between newer and existing buildings.

Parks Maintenance Capital Program **\$2,772,000 (\$2,137,000 County/\$635,000 APS)**

The Parks Maintenance Capital Program provides for recurring, systematic reinvestment in existing facilities by replacing inefficient and outdated infrastructure and preventing premature failure. The program funds the replacement or major renovation of park and recreation facility assets, including athletic fields and courts, field and court lighting, playgrounds, picnic shelters, restrooms, parking, and other miscellaneous park and recreation facilities. The program also addresses accessibility, safety, and storm water improvements that are complementary to renovating the facilities.

- **Capital Asset Manager** **\$150,000**
This funding is for the staff position that manages the Parks Capital Asset Program.

- **Field Fund** **\$285,000**
The Parks Field Fund is supported by an annual fee assessed on official affiliated youth and adult sports teams playing on Arlington County rectangular and diamond fields. Work to be identified may include supporting the replacement and construction of synthetic turf fields and enhancements to existing fields such as improved irrigation, site amenities or accelerated sod replacement. The FY 2027 PAYG budget reflects the projected annual revenue from FY 2026 generated fees.

- **Long Bridge Synthetic Turf Replacement – Field #1** **\$1,270,000**
These funds will be used for the design and construction for the replacement of synthetic turf surfacing on Field #1 at Long Bridge Park. Costs include design development, replacement of the synthetic turf and infill, repairs to the base layer and under-drain system, replacement of field amenities, and construction administration Replacement of the synthetic turf on this field is needed to maintain the high play quality offered through synthetic turf. The project cost share between the County cost and Marymount University is 50/50 (\$635,000 Arlington County/ \$635,000 Marymount University).

- **Long Bridge Synthetic Turf Replacement – Field #4** **\$1,067,000**
These funds will be used for the design and construction for the replacement of the synthetic turf surfacing on Field #4 at Long Bridge Park. Costs include design development, replacement of the synthetic turf and infill, repairs to the base layer and under-drain system, replacement of field amenities, and construction administration Replacement of the synthetic turf on this field is needed to maintain the high play quality offered through synthetic turf. The County cost for this project is \$1,067,000. Unlike many of the County’s synthetic fields, there is no cost sharing agreement in place for this field.

Technology **\$7,408,000**

The technology section includes both enterprise-wide and program specific projects. See the capital project list section for additional technology funded projects in other capital funds.

▪ **Server & Storage Program** **\$400,000**

This program covers the general sustainment and replacement of physical County server hardware and data storage. Continued investment in the maintenance of server and storage hardware is crucial for ensuring the resilience and uninterrupted operation of technology platforms that support critical business processes.

▪ **Workforce Device Modernization** **\$3,206,000**

This program provides funding for the cyclical replacement of workforce devices, including laptops and desktops utilized by the County. The goal of the program is to maintain an 80 percent laptop to 20 percent desktop device mix within the County. This program, formerly known as PC Replacement, is responsible for managing the replacement of approximately 3,300 laptops and 730 desktop devices on a rolling replacement schedule.

▪ **Network** **\$2,352,000**

This annual program covers the replacement and refreshment of end-of-life equipment, hardware systems, software, and cabling that provide network and wireless connectivity which support the County's data center infrastructure, network access and security, power protection, and worker mobility and telework technology. For FY 2027, the budget primarily allocates funds for upgrading the County's network infrastructure. The plan involves replacing network equipment at various County site locations, which is crucial to maintain and enhance connectivity. These network improvements support the County's, Schools', and Public Safety's comprehensive requirements for voice, data, and video communication.

▪ **Real Estate Assessment System** **\$1,250,000**

The Office of Real Estate Assessments is responsible for valuing approximately 66,000 parcels annually, consisting of commercial, single-family and condominium properties. The current system was initially implemented twenty years ago, and a custom in-house system was built eight years ago to supplement missing functionality at the time. A new system will provide significant functional enhancements with greater analytical and reporting capabilities as well as integration with other systems. This is the second year of a two-year project with \$1,250,000 required for the second year for a total project budget of \$2,250,000.

▪ **HR/FIN System (PRISM+) Enhancements** **\$200,000**

Following the upgrade of the existing human resources and financial system to a cloud-based solution (PRISM+) in FY 2026, funding for implementation services is needed to support the implementation of new or modified functionality available as part of the future quarterly releases. This continuous improvement will help the County improve the efficiency of business processes. Services will include configuration, deployment & integration of modules, testing, training, customer support and ensuring compliance with regulatory requirements.

Public Safety **\$8,061,000**

The public safety section includes key system and asset replacements on a reasonable life cycle. The projects are funded between both PAYG funds and short-term financed dollars.

- **Police Electronic Summons System** **\$222,000**
In FY 2015, the County began assessing a \$5.00 fee as part of the costs for each criminal or traffic case in the district or circuit courts to purchase and implement an electronic summons system. With an electronic summons system, citation data is automatically scanned and electronically entered at the point of activity, improving efficiency and accuracy in the processing of issued citations for Courts and Police personnel. Once the citation is complete, the transaction data is sent electronically to the Court’s case management systems, allowing violators to prepay their fines promptly and aid the Courts in managing their dockets while tracking their caseloads. The cost of the system includes the software and hosting costs, peripheral equipment such as handheld devices and portable printers, installation, training, and system maintenance.
- **Police Mobile Data Computers** **\$400,000**
The Mobile Data Computer (MDC) project includes refreshment of the hardware, software, servers and vehicle docking stations required for police vehicles to utilize mobile computing technology in the vehicle. These terminals or laptops permit data exchange via wireless technology to the Police, Fire and Sheriff's Departments and are located in public safety vehicles.
- **Police Ballistic Shields** **\$475,000**
This project covers replacement of ballistic shields currently in place and have reached end of useful life. Maintaining this equipment is critical to the life and safety of officers.
- **Police Computer Forensic Equipment** **\$100,000**
Digital evidence includes documents, pictures, text messages and other information that is stored on cell phones, computers, and other devices which is captured during most law enforcement investigations. Staff use forensic workstations and servers to store and analyze digital evidence. For digital evidence to be admissible in court proceedings, it is critical to maintain the integrity of the data and adhere to data capture and retention standards. Routine equipment replacement keeps all servers operating with up-to-date technology and maintains data security. Modern servers can reduce data space requirements, maintenance time and licensing costs.
- **Fire Apparatus** **\$6,864,000**
In FY 2027, the County anticipates receiving 6 pumpers that were ordered in FY 2023. This project is funded from the Auto Equipment fund.

Arlington Neighborhoods Program - Program Management **\$781,000**

These funds are for staff project management costs for the program. This ongoing program funds a diverse set of infrastructure construction projects across the community. Since the 1960s, Arlington residents and civic associations have collaborated with the County to identify and plan infrastructure projects in their own neighborhoods. These projects have included everything from streetlight installation to street intersection reconfiguration to tree and landscape restoration to new curb, gutter, and sidewalk.

Capital Administration/Contingent **\$309,000**

The FY 2027 adopted budget includes funding for administrative support of capital projects tracking, reporting, and procurement in the Department of Management and Finance.



WHAT ARE BONDS?

Municipal bonds are debt securities the County sells to generate funding for capital investments that will then be paid back overtime. When investors purchase County bonds, it is a debt that the County will repay in one or more years with interest. The County's regular payments to bond investors are called "debt service." The bond funding of capital investments operates under the principle of "inter-generational equity." Debt service is spread over multiple years in line with the useful life of an asset. This allows those residents who may benefit from the project over time to pay for it. There are many different types of bonds, which are primarily distinguished by the security backing them. The County primarily issues General Obligation (GO) bonds and subject-to-appropriation bonds. GO bonds are backed by the full faith and credit of the County, which is the strongest backing a municipal bond can have. Subject-to-appropriation bonds are secured by an annual appropriation of revenues sufficient to pay debt service. Due to this lack of full faith and credit pledge, they typically carry a lower credit rating.

HOW DOES THE COUNTY ISSUE BONDS?

In Arlington County, the primary type of bonds issued are General Obligation (GO) bonds. These bonds carry the County's full faith and credit pledge and require that residents must first approve one or more bond referenda authorizing the issuance of GO bonds. These bonds are issued for capital projects as identified in the County's Capital Improvement Plan (CIP). The County seeks approval for referenda as part of regular elections, generally in November of even numbered years. If residents approve one or more bond referenda, then the County will include one or more projects approved under each referendum in a future sale of GO bonds based on each project's cashflow needs. The specific amounts of the bonds to be sold for each capital project are determined as part of the County's CIP. Typically, the County's CIP has a 10-year "planning horizon," which includes an adopted capital budget for the first year and nine forecasted future planning years. In calendar year 2024, the County adopted a ten-year CIP covering fiscal years 2025-2034, and six different bond referenda were approved by voters in November 2024.

GO BONDS AND THE CAPITAL IMPROVEMENT PLAN

The CIP is a planning document that identifies the capital needs of the community over a ten-year period. GO bond financing is one component of the overall funding plan in the CIP and is generally used to finance capital projects with average useful lives of more than 10 years, matching or exceeding the average maturity of the bonds issued. Full detail of the CIP can be found at <https://www.arlingtonva.us/Government/Programs/Budget-Finance/CIP>.

Prior to FY 2020, GO bond funding was appropriated at the time of bond issuance, typically in the spring of each fiscal year. Consistent with other capital funds, the appropriation of general obligation (GO) bond funded projects is now included as part of the operating budget. As individual projects approved in the CIP advance and become more defined, the timing of when the County sells its bonds to investors may shift from the adopted CIP to align with changes to the timing or cashflow needs of the project.

FY 2027 General Obligation Program Costs

Debt service on bonds to be issued in FY 2026 will not begin until FY 2028 and will be included in that year's operating budget. The adopted FY 2027 debt service budget includes debt service on bonds already issued through FY 2026. The bonds and associated debt service adhere to the County's financial and debt management policies.



FY 2027 Capital Program Project List

Project Description	FY 2027 PAYG	Short-Term Finance	Reallocated Balances	Other	Total Budget
Regional Partnership					
Northern Virginia Regional Parks Authority	\$768,000	-	-	-	\$768,000
Transportation Maintenance					
Bridge Maintenance	236,000	-	-	-	236,000
Pavings, Marking, Slurry Seal	500,000	-	-	-	500,000
Signals and ITS Maintenance	360,000	-	-	-	360,000
Transportation Complete Streets					
Bike Arlington	57,000	-	-	-	57,000
Neighborhood Complete Streets	-	-	-	-	-
Parking Meters	100,000	-	-	-	100,000
Parking Technology	365,000	-	-	-	365,000
Sidewalk, Curb, Gutter, Proactive Zone Maintenance	250,000	-	-	-	250,000
Street Safety Improvements	558,000	-	-	-	558,000
Transportation Asset Management	61,000	-	-	-	61,000
Walk Arlington	-	-	-	-	-
Facilities Maintenance					
Central Library Plaza	1,216,000	-	284,000	-	1,500,000
CSI - Critical Site UPS Upgrade Program	-	250,000	-	-	250,000
Residential Program Center Elevator Modernization	-	-	650,000	-	650,000
Facilities Design & Construction					
Facilities Conditions Assessments & Planning Studies	463,000	-	-	-	463,000
Facility Finishes and Furnishings	-	525,000	-	-	525,000

GENERAL CAPITAL PROGRAMS PROJECT LISTS
GENERAL CAPITAL PROJECTS FUND

FY 2027 Capital Program Project List

Project Description	FY 2027 PAYG	Short-Term Finance	Reallocated Balances	Other	Total Budget
Energy Management					
Electric Vehicle Chargers - Public Access	-	\$190,000	-	-	\$190,000
Energy Performance Management - County Buildings	-	150,000	-	-	150,000
Facility Renewable Energy Assessment and Solar Installation	265,000	-	135,000	-	400,000
Parks Maintenance/Fields					
Capital Asset Manager	150,000	-	-	-	150,000
Field Funds	-	-	-	285,000	285,000
Long Bridge Synthetic Turf Field Replacements (#1 & #4)	-	1,702,000	-	635,000	2,337,000
Information Technology					
Human Resource and Financial System Enhancements	200,000	-	-	-	200,000
Network	-	2,352,000	-	-	2,352,000
Real Estate Assessment System Replacement	-	1,250,000	-	-	1,250,000
Server Program	-	400,000	-	-	400,000
Workforce Modernization	-	3,206,000	-	-	3,206,000
Public Safety					
Fire - Vehicle Apparatus	-	6,864,000	-	-	6,864,000
Police - Mobile Data Computers	-	400,000	-	-	400,000
Police - Ballistic Shields	-	475,000	-	-	475,000
Police - Computer Forensic Equipment	-	100,000	-	-	100,000
Police - E-summons Ticketing System	-	-	-	222,000	222,000
Arlington Neighborhoods Program					
Project Management	781,000	-	-	-	781,000
Capital Contingency / Administration					
Capital Contingency /Admin	-	-	309,000	-	309,000
TOTAL	\$6,330,000	\$17,864,000	\$1,378,000	\$1,142,000	\$26,714,000

Stormwater Capital Program FY 2027 Capital Program Project List		
Project Description	PAYG	Total Budget
Stormwater Infrastructure/Capacity Improvements		
Capacity Project Planning Studies	\$50,000	\$50,000
Stormwater Maintenance Capital		
Four Mile Run Maintenance Capital	200,000	200,000
Manhole & Catch Basin Rehabilitation	370,000	370,000
Military Road Culvert at Gulf Branch	185,000	185,000
Stormwater Mains Rehabilitation/Replacement	1,000,000	1,000,000
Stormwater Frames and Covers	150,000	150,000
Terra Cotta/Corrugated Metal Pipe Upgrades	925,000	925,000
Streams and Water Quality		
Outfall Rehabilitation Program	250,000	250,000
Stream Resiliency Program	150,000	150,000
Stream and Wetland Maintenance Capital	235,000	235,000
Water Quality Project Feasibility & Concept Design	150,000	150,000
Total Projects	\$3,665,000	\$3,665,000

Utilities Capital Program FY 2027 Capital Program Project List		
Project Description	PAYG	Total Budget
Sanitary Sewer System Improvements		
Collection Improvements	\$250,000	\$250,000
Water Distribution System Improvements		
Distribution improvements	500,000	500,000
Finished water reliability & interconnections	100,000	100,000
Water Pollution Control Plant Capital Sustainment		
Activated Sludge Effluent Pump Station #1 Upgrades	200,000	200,000
Asset Management and Work Order System Replacement	106,000	106,000
Blue Plains Plan Capital	1,705,000	1,705,000
Primary Clarifier Upgrades	575,000	575,000
Solids Master Plan (Re-Gen) Phase 2	765,000	765,000
Solids Master Plan (Re-Gen) Phase 3	7,166,000	7,166,000
Technology Enhancements	1,548,000	1,548,000
Water Pollution Control Plant Maintenance Capital Program	4,521,000	4,521,000
Water-Sewer Maintenance Capital		
Large diameter sewer rehabilitation and replacement	2,928,000	2,928,000
Large diameter water main rehabilitation and replacement	950,000	950,000
Large meter valve rehabilitation and replacement	200,000	200,000
Manhole rehabilitation	1,000,000	1,000,000
Non-expansion inflow and infiltration sanitary sewer capital repairs and replacements	2,500,000	2,500,000
Sewer main and sewer force main replacement programs	3,430,000	3,430,000
Small diameter valve rehabilitation and replacement	300,000	300,000
Water main cleaning and re-lining projects	1,600,000	1,600,000
Water main replacement program	2,800,000	2,800,000
Water/sewer frames and covers	750,000	750,000
Water tank and pump station maintenance capital	850,000	850,000
Total Projects	\$34,744,000	\$34,744,000

Our Mission: To provide and maintain a water distribution system, a sewage collection system, and a wastewater treatment plant

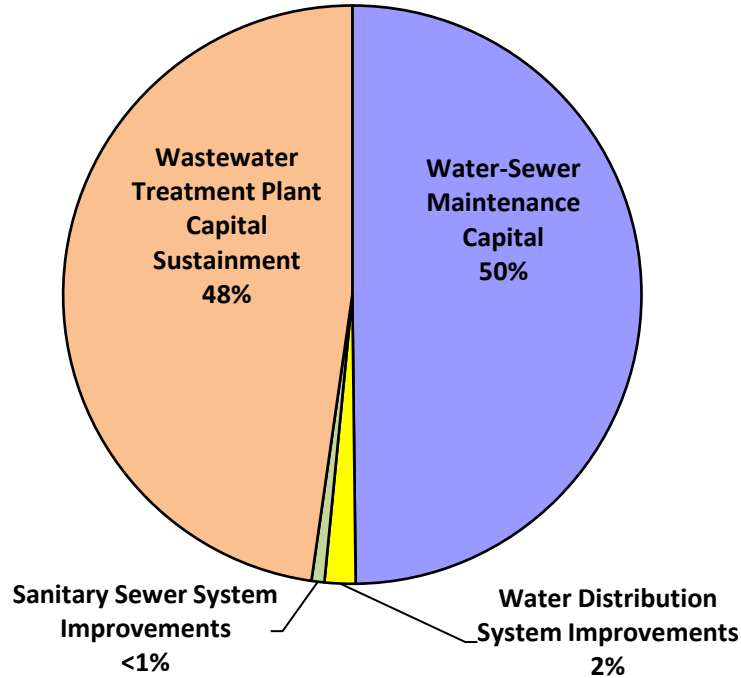
The Department of Environmental Services is responsible for managing the Utility Fund, which includes providing and maintaining a water distribution system, a sewage collection system, and a wastewater treatment plant.

Capital budget development is included in both the annual operating budget process and the biennial capital improvement plan (CIP). The annual budget process approves and allocates funding for capital projects using current year ongoing revenue, one-time funding, state and federal grant funds, cost-share, previously approved bond funding and various dedicated funds. The CIP includes a projected ten year spend plan of all of the aforementioned sources, various fees, and the approval of new General Obligation (GO) bonds. Due to these multiple funding sources and the multi-year nature of project execution, not all of the County's planned spending on capital projects appears in any one year of the operating budget. The CIP document shows the multiple year execution of projects.

The County typically uses Pay-As-You-Go (PAYG) to fund assets with useful lives of 10 years or less. Financed dollars are set on repayment schedules (debt service) concurrent with the expected useful lives of the financed assets. Long-term financing (e.g., GO bonds) is used primarily for the County's large capital infrastructure investments, such as buildings, equipment at the wastewater plant or major water or wastewater mains, with expected useful lives of 10 or more years. Refer to the Debt Service section of this document and the Adopted Capital Improvement Plan for more detailed information on the County's long-term capital financing strategy.

The Adopted FY 2027 Utility Fund PAYG Budget Summary, program budget appropriation distribution graph, project descriptions, and fund statement are included on the following pages.

Distribution of Fund Budget



FY 2027 ADOPTED PAYG BUDGET SUMMARY

PROGRAM CATEGORY	AMOUNT
UTILITIES	
Wastewater Treatment Plant Capital Sustainment	\$16,586,000
Water-Sewer Maintenance Capital	17,308,000
Water Distribution System Improvements	600,000
Sanitary Sewer System Improvements	250,000
Total Project Cost	34,744,000
Less: Infrastructure Availability Fees & Other Revenue	6,300,000
Less: Inter-Jurisdictional Partner Contributions	10,854,082
Less: Interest Income & Miscellaneous Revenues	350,000
Less: Transfer in from General Fund	104,918
Net Utilities Funds Support	\$17,135,000

FY 2027 ADOPTED UTILITIES BUDGET

Wastewater Treatment Plant Capital Sustainment \$16,586,000

- **Water Pollution Control Plant Maintenance Capital Program.** This program provides for the annual repair, replacement, and upgrade of current equipment and infrastructure at the plant and lift stations. Major program components include refurbishing or replacing equipment to prevent premature failure, infrastructure improvements, and automating treatment processes to increase operational efficiency, reliability, and redundancy. Additionally, studies of alternative treatment processes to increase efficiency and reduce environmental impact are funded through this program (\$4,521,000).
- **Solids Master Plan (Re-Gen) Phase 2 – Intermediate Needs.** Projects that need to be completed in advance of Phase 3 which may involve additional equipment replacement or demolition of underutilized facilities in preparation for the Phase 3 construction (\$765,000).
- **Solids Master Plan (Re-Gen) Phase 3 – Class A Biosolids / Long Range Needs.** The Solids Master Plan will modernize solids treatment facilities and create opportunities for resource recovery. The plant currently produces an alkaline stabilized Class B biosolids product but is planning to produce Class A biosolids after the plan’s implementation. This phase implements the long-term solution to producing a Class A biosolids product. More information about this suite of projects can be found at www.arlingtonregen.com (\$7,166,000).
- **Technology Enhancements.** This program provides funding for the Plant’s Process Control System (PCS) and other networked cybersecurity related initiatives. Several discrete projects have been identified as part of this program (\$1,548,000).
- **Asset Management and Work Order System Replacement.** The current asset management and work order system is nearing end of life. This funding will be used to implement a replacement system (\$106,000).
- **Primary Clarifier Upgrades.** This project will evaluate and rehabilitate / improve equipment and facilities associated with the primary clarifiers to ensure alignment with industry best practices. The last upgrade to the system was approximately 20 years ago. (\$575,000).
- **USACE Coastal Storm Resiliency.** The U.S. Army Corps of Engineers (USACE) is conducting a study to reduce long-term coastal flood risk to vulnerable populations, properties, infrastructure, and environmental and cultural resources in Northern Virginia within the Middle Potomac River watershed. The project will study a potential floodwall that would be constructed along the northern bank of Four Mile Run between the Four Mile Run bike trail and the Water Pollution Control Plant (\$200,000).
- **Blue Plains Plant Capital.** The District of Columbia Water and Sewer Authority Blue Plains Plant processes a portion of Arlington County’s sewage after transmission through Fairfax County mains. The capital program funds Arlington’s annual payment through Fairfax County to the Blue Plains Plant for capital improvements. It also funds improvements to the transmission system. Payment is due under the terms of the October 3, 1994, Sewage Conveyance, Treatment, and Disposal Agreement with Fairfax County (\$1,705,000).

Water-Sewer Maintenance Capital \$17,308,000

The funding for these projects comes primarily from a transfer from the Utilities Operating Fund, which is an enterprise fund. The revenues for this enterprise fund are derived primarily from water and sewer utility billings. Infrastructure Availability Fees (IAF) charged to new users who increase demands on the system are an additional funding source for these projects. The following projects

and programs are planned to replace and rehabilitate the County's water distribution and sewage collection system.

- Water main replacement program (\$2,800,000)
- Non-expansion inflow & infiltration sanitary sewer capital repairs & replacements (\$2,500,000)
- Large diameter sewer rehabilitation & replacement (\$2,928,000)
- Water main cleaning and re-lining projects (\$1,600,000)
- Water / sewer frames and covers (\$750,000)
- Sewer main & sewer force main replacement programs (\$3,430,000)
- Manhole rehabilitation (\$1,000,000)
- Large diameter water main rehabilitation & replacement (\$950,000)
- Small diameter valve rehabilitation & replacement (\$300,000)
- Large meter vault rehabilitation & replacement (\$200,000)
- Water tank and pump station maintenance capital (\$850,000)

Water Distribution System Improvements **\$600,000**

The water main projects in this program are designed to improve overall capacity or operation of the water distribution system. These projects are part of the Water System Plan. Funding for these projects is generated from fees charged to new users who increase demands on the water distribution system.

- Distribution improvements (\$500,000)
- Finished water reliability & interconnections (\$100,000)

Sanitary Sewer System Improvements **\$250,000**

The sanitary sewer collection improvements are intended to provide additional capacity to existing sanitary sewer lines to accommodate new development in Arlington County. These projects are part of the Sanitary Sewer System Plan. Funding for this program is generated from fees charged to new users who increase demands on the sewer system.

TOTAL UTILITIES CAPITAL BUDGET **\$34,744,000**

**UTILITIES CAPITAL PROJECTS FUND
FUND STATEMENT**

	FY 2025 ACTUAL	FY 2026 ADOPTED	FY 2026 RE-ESTIMATE	FY 2027 ADOPTED
ADJUSTED BALANCE, JULY 1	\$38,085,920	\$17,609,191	\$23,024,741	\$15,564,900
REVENUES:				
Infrastructure Availability Fees	4,755,660	9,385,000	5,700,000	6,300,000
Sewage Treatment Service Charges	2,548,080	11,485,000	4,003,242	10,854,082
Interest	1,109,694	360,000	300,000	350,000
Miscellaneous Revenue		-		-
TOTAL REVENUE	8,413,434	21,230,000	10,003,242	17,504,082
Transfers In (Out):				
Transfer in from General Fund	104,918	104,918	104,918	104,918
Transfer In from Utilities Operating Fund	7,993,000	10,204,000	10,204,000	17,135,000
TOTAL TRANSFERS IN	8,097,918	10,308,918	10,308,918	17,239,918
TOTAL BALANCE, REVENUES AND TRANSFERS IN	54,597,272	49,148,109	43,336,901	50,308,900
EXPENDITURES:				
Capital Projects - Current Year	16,511,353	31,538,918	20,312,160	34,744,000
Capital Projects - Carry-Over	15,061,178	10,000,000	7,459,841	11,120,000
TOTAL CAPITAL EXPENDITURES:	31,572,531	41,538,918	27,772,001	45,864,000
BALANCE, JUNE 30	\$23,024,741	\$7,609,191	\$15,564,900	\$4,444,900

Most capital projects span multiple years, from design to construction completion. Sewage Treatment Service Charges are the inter-jurisdictional partner contributions for eligible capital projects and the FY 2026 re-estimate is based on projected capital execution. The FY 2025 Actual and FY 2026 Re-Estimate columns reflect that funding for capital projects are carried forward each fiscal year, and ending balances fluctuate, reflecting the carryover of these funds. The FY 2027 Adopted Budget column is presented in a similar fashion to show planned execution of projects in the fiscal year. These are staff's best estimates based on preliminary plans and design and construction schedules.

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Our Mission: To implement a comprehensive stormwater management program that balances the following goals: 1) to reduce the potential for stormwater threats to public health, safety, and property; 2) to reduce the impacts of new and existing urban development on Arlington streams, the Potomac River, and the Chesapeake Bay; and, 3) to comply with State and federal stormwater, water quality, and floodplain management regulations.

The Department of Environmental Services is responsible for managing the Stormwater Management Fund. In prior years, the Stormwater Management Fund was a combined fund for operations, maintenance, and capital projects funded through the Sanitary District Tax of \$0.017 per \$100 of assessed real property value. Effective January 1, 2024, Arlington County has implemented a Stormwater Utility, which has replaced the tax funding with utility fee funding based on a property's impervious area. More information can be found on the [Stormwater Utility Fee website](#).

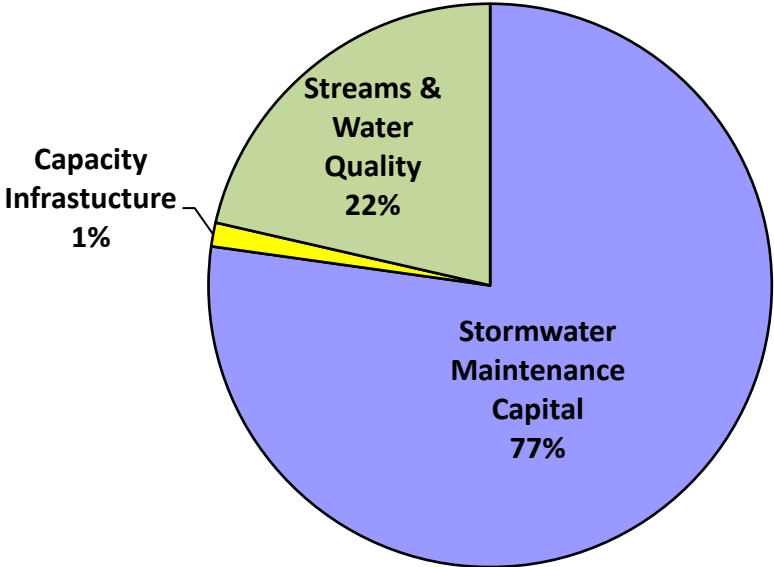
Starting in FY 2024, Stormwater Management Fund is now an enterprise fund. With the change in fund type, there is now a separate fund for operations and maintenance activities, and a capital projects fund dedicated to the Pay-As-You Go capital program. The Stormwater Management operating fund can be found in the "Enterprise, Special Revenue, and Internal Service Funds" section of this budget book.

Capital budget development is included in the annual operating budget process and the biennial capital improvement plan (CIP). The annual budget process approves and allocates funding for capital projects using current year ongoing revenue, one-time funding, state and federal grant funds, cost-share, previously approved bond funding and various dedicated funds. The CIP includes a projected ten-year spending plan for all the sources, various fees, and the approval of new GO bonds. Due to these multiple funding sources and the multi-year nature of project execution, not all the County's planned spending on capital projects appears in any one year of the operating budget. The CIP document shows the multiple year execution of projects.

The County typically uses PAYG to fund assets with useful lives of 10 years or less. Financed dollars are set on repayment schedules (debt service) concurrent with the expected useful lives of the financed assets. Long-term financing (e.g., GO bonds) is used primarily for the County's large capital infrastructure investments, such as installation or replacement of long segments of stormwater pipe, land acquisition, and replacement of large culverts under roads with expected useful lives of 10 or more years. Refer to the Debt Service section of this document and the Adopted Capital Improvement Plan for more detailed information on the County's long-term capital financing strategy.

The Adopted FY 2027 Stormwater Fund Pay-As-You-Go Budget Summary, program budget appropriation distribution graph, project descriptions, and fund statement are included on the following pages.

Distribution of Fund Budget



FY 2027 ADOPTED PAYG BUDGET SUMMARY

PROGRAM CATEGORY	AMOUNT
STORMWATER MANAGEMENT	
Stormwater Maintenance Capital	\$2,830,000
Stormwater Infrastructure Capacity Improvements	50,000
Streams and Water Quality	785,000
Total Project Cost	3,665,000
Less: Interest Income & Miscellaneous Revenues	250,000
Net Stormwater Management Fund Support	\$3,415,000

FY 2027 ADOPTED STORMWATER CAPITAL BUDGET

Stormwater Maintenance Capital \$2,830,000

Much of Arlington County's stormwater infrastructure was built during the 1940's and 1950's. It is approaching the end of its useful life, and a regular repair and replacement program is necessary to ensure the continued functioning of the storm drainage network during storm events to prevent flooding and property damage.

This program provides for the regular replacement of storm sewer mains, catch basins, and end walls (with their associated outfalls). Attention will be paid to the approximate 11 miles of corrugated metal pipes and plate arch culverts that have deteriorated more quickly than other materials. Associated master plans include the Watershed Management Plan and the Stormwater System Plan.

- Stormwater Mains rehabilitation/ replacement program (\$1,000,000)
- Four Mile Run Maintenance Capital program (\$200,000)
- Stormwater Frames and Covers (\$150,000)
- Manhole & Catch Basin Rehabilitation (\$370,000)
- Terra Cotta/ Corrugated Metal Pipe Upgrades (\$925,000)
- Military Road Culvert (\$185,000)

Stormwater Infrastructure/ Capacity Improvements \$50,000

The Stormwater Infrastructure Capacity Improvements program addresses infrastructure improvements to the stormwater sewer system. The County's stormwater capacity system was predominantly planned and built prior to the adoption of stormwater regulations and standards that more consistently and appropriately addressed the effects of increased impervious areas and risks associated with intense rainfall events and urban flooding. Improvements are designed and executed on watershed, localized, and parcel-based scales to 1) mitigate flood risks; 2) maintain system infrastructure in a state of good repair; 3) install tertiary system elements; 4) construct drainage projects where under capacity; 5) develop overland relief; 6) advance climate adaptation and resiliency goals; and 7) otherwise implement the adopted Stormwater Master Plan and underlying studies.

- Capacity project planning studies (\$50,000)

Streams and Water Quality \$785,000

This program addresses regulatory requirements and policy objectives to reduce stormwater pollution, rehabilitate and restore natural infrastructure, and promote environmental recovery and restoration in the County's stream valleys which have been impacted by stormwater runoff from the County's increases in impervious surfaces.

Arlington County exceeded the five percent Bay cleanup pollution reduction requirement for the permit cycle that ended in June 2018. The current permit cycle (ending in CY 2026) requires a cumulative 40 percent pollution reduction, with the subsequent permit requiring the full 100 percent reduction. Progress to date has been made through public investments in green infrastructure and stream restoration, water quality credit from redevelopment activity regulated under the Stormwater Management Ordinance, and programmatic efforts such as street sweeping.

Increased program drivers to repair eroded streams and failed stormwater outfalls that emerged from the July 8, 2019, extreme flooding event. Also, continued increases in impervious surfaces from land development activity (both regulated and unregulated) add to the mitigation pressures on the program. In FY 2022, DES enhanced Land Disturbance Activity (LDA) requirements with the LDA 2.0 initiative to require further mitigation of runoff impacts related to development.

- Stream Resiliency Program (\$150,000)
- Stream & Wetland Maintenance Capital (\$235,000)
- Water Quality Project Feasibility & Concept Design (\$150,000)
- Outfall Rehabilitation Program (\$250,000)

TOTAL STORMWATER BUDGET

\$3,665,000

**STORMWATER CAPITAL PROJECTS FUND
FUND STATEMENT**

	FY 2025	FY 2026	FY 2026	FY 2027
	ACTUAL	ADOPTED	RE-ESTIMATE	ADOPTED
ADJUSTED BALANCE, JULY 1	\$2,031,589	\$2,031,589	\$3,212,739	\$3,089,239
REVENUES:				
Grants	648,392	-	1,750,000	-
Interest	249,195	250,000	250,000	250,000
TOTAL REVENUE	897,587	250,000	2,000,000	250,000
Transfers In (Out):	-	-	-	-
Transfer In from Stormwater Management Fund	7,195,000	3,910,000	5,910,000	3,415,000
TOTAL TRANSFERS IN	7,195,000	3,910,000	5,910,000	3,415,000
TOTAL BALANCE, REVENUES AND TRANSFERS IN	10,124,176	6,191,589	11,122,739	6,754,239
EXPENDITURES:				
Capital Projects - Current Year	6,911,437	4,160,000	7,910,000	3,665,000
Capital Projects - Carry-Over*	-	-	123,500	1,479,000
TOTAL CAPITAL EXPENDITURES:	6,911,437	4,160,000	8,033,500	5,144,000
BALANCE, JUNE 30	\$3,212,739	\$2,031,589	\$3,089,239	\$1,610,239

*Most capital projects span multiple years, from design to construction completion. The FY 2025 Actual and FY 2026 Re-Estimate columns reflect that funding for capital projects are carried forward each fiscal year, and ending balances fluctuate, reflecting the carryover of these funds. The FY 2027 Adopted Budget column is presented similarly to the planned execution of projects in the fiscal year. These are the staff's best estimates based on preliminary plans and design, and construction schedules.

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