

TECHNOLOGY REPLACEMENT FUND

DESCRIPTION

The Technology Replacement Fund was created in FY01 to serve as an internal service function for general government technology replacement costs. This fund provides for the replacement of general government computers and related technology equipment.

OBJECTIVES

- To allow Henrico County to utilize technological advancements as they occur.
- To spread the cost of replacing technology equipment over a period of multiple years to reduce the impact of large one-time purchases in a given year.
- To provide centralized accounting to accurately monitor the number and cost of technology equipment replacement.
- To ensure the County does not find itself in the position of having to issue long-term debt to pay for routine technology equipment.

BUDGET HIGHLIGHTS

The FY23 budget for the Technology Replacement Fund totals \$3,532,947. It is important to note that funding of \$3,000,000 to support this budget request is to be provided by a transfer from the General Fund. This reflects the same amount as from the previous approved budget.

FISCAL YEAR 2023 SUMMARY

Annual Fiscal Plan

Description	FY21 Actual	FY22 Original	FY23 Proposed	Change 22 to 23
Personnel	\$ 0	\$ 0	\$ 0	0.0%
Operation	0	0	0	0.0%
Capital	2,421,875	3,001,314	3,532,947	17.7%
Total	\$ 2,421,875	\$ 3,001,314	\$ 3,532,947	17.7%

Technology Replacement Fund

PERFORMANCE MEASURES

	Performance Measures			Change
	FY21	FY22	FY23	22 to 23
Workload Measures				
Accumulated Value of Equipment	11,952,818	12,554,800	12,985,000	430,200
Computers in Program	3,083	3,265	3,355	90
Other Equipment in Program	1,249	1,315	1,356	41
Effectiveness Measures				
Percent of Eligible Departments in Program	100%	100%	100%	0%

BUDGET HIGHLIGHTS (CONTINUED)

There are several departments that have made formal requests for equipment replacement in FY23. Most notable are: Information Technology, Finance, Library, Fire, Police, Recreation and Parks and Sheriff.

The request for replacement equipment includes equipment that is eligible and approved for replacement based on age and usage. While there may be a budget for specific items, some funding is provided for contingency and will only be spent if necessary. In an effort to reduce expenses, departments were requested to review computer requirements to determine if an extended replacement cycle is practical based on the use of the computer. The Department of Information Technology approves the replacement request based on the computer's use as well as the user's anticipated needs.



TECHNOLOGY REPLACEMENT Department Operating Budget Henrico County, Virginia FY 2023

Account Description	Prior Year Actual	Approved Budget	Proposed Budget	Dollar Inc/Dec	Percent Inc/Dec
50521 Computer Software	0	1,050	54,917	53,867	5,130.2%
50805 Computer Equipment-New \$5000 and Over	38,039	229,500	63,290	-166,210	-72.4%
50815 Computer Equipment-New Less Than \$5000	170,261	97,272	11,000	-86,272	-88.7%
50821 Machinery and Equipment- Replacement \$5000 and Over	59,000	0	0	0	0.0%
50825 Computer Equipment- Replacement \$5000 and Over	280,081	1,755,260	1,636,475	-118,785	-6.8%
50835 Computer Equipment- Replacement Less Than \$5000	1,874,494	918,232	1,767,265	849,033	92.5%
Total Department	2,421,875	3,001,314	3,532,947	531,633	17.7%