TOWN OF Herndon VIRGINIA

# FY 2026 – FY 2031
# CAPITAL IMPROVEMENT PROGRAM
## Town Manager's Recommendation

Town Council Public Hearing
April 22, 2025

John Verdin, Capital Projects Program Manager

# Definition

- The Capital Improvements Program (CIP) is a financial planning document with a six-year schedule for a variety of public facilities and improvements throughout the Town.
- The first year of the CIP becomes part of the annual operating budget.
- Projects should support the intent and implementation of the 2030 Comprehensive Plan and the Strategic Initiative 2024-2029 Plan.
- The 2030 Comprehensive Plan includes planning guidance for significant improvements in town infrastructure and facilities that may require issuance of general obligation bonds.

# FY 2026 – FY 2031 Plan Costs Overview

| | # | FY2026 | FY2027 | FY2028 | FY2029 | FY2030 | FY2031 | Total |
|---|---|---|---|---|---|---|---|---|
| Multimodal Transportation | 14 | 1,792,627 | 19,077,500 | 33,576,500 | 31,272,000 | 45,436,000 | 900,000 | **$132,054,627** |
| Government Facilities Infrastructure | 12 | 3,678,000 | 1,625,000 | 1,060,000 | 1,160,000 | 165,000 | 4,094,000 | **$11,782,000** |
| Storm Water | 2 | 3,366,000 | 1,750,000 | 850,000 | 850,000 | 2,900,000 | 850,000 | **$10,566,000** |
| Parks and Recreation | 6 | 420,000 | 490,000 | 1,884,000 | 1,825,000 | 1,694,000 | 2,689,000 | **$9,002,000** |
| | | | | | | | **Total General Government Funds** | **163,404,627** |
| Water and Sewer Fund | 9 | 15,028,000 | 56,873,000 | 11,701,000 | 6,268,000 | 3,000,000 | 3,100,000 | **$95,970,000** |
| Golf Fund | 1 | 2,200,000 | - | - | - | - | - | **$2,200,000** |
| Cemetery Fund | 1 | 2,149,581 | - | - | - | - | - | **$2,149,581** |
| | | | | | | | **Total Enterprise Funds** | **100,319,581** |
| **Total** | **45** | **$28,634,208** | **$79,815,500** | **$49,071,500** | **$41,375,000** | **$53,195,000** | **$11,6333,000** | **$263,724,208** |

# Proposed FY 2026 – FY 2031 CIP – Funding Source By Year

| | FY2026 | FY2027 | FY2028 | FY2029 | FY2030 | FY2031 | Total |
|---|---|---|---|---|---|---|---|
| Enterprise Funds | 19,377,581 | 31,873,000 | 11,701,000 | 6,268,000 | 3,000,000 | 3,100,000 | **$75,319,581** |
| SmartScale Funds | - | 9,985,000 | 16,658,500 | 700,000 | 22,353,500 | - | **$49,697,000** |
| NVTA Funding | 520,000 | 3,239,000 | 8,605,500 | 17,171,000 | 1,322,000 | - | **$30,857,000** |
| W&S Bonds | - | 25,000,000 | - | - | - | - | **$25,000,000** |
| Unfunded | - | 1,750,000 | 4,888,000 | 7,225,000 | 6,470,000 | - | **$20,333,000** |
| Capital Reserve Funds | 1,157,627 | 4,035,000 | 410,000 | - | 10,148,000 | 3,000,000 | **$18,751,127** |
| VDOT | - | - | 2,890,000 | 5,926,000 | 4,746,500 | 650,000 | **$14,212,500** |
| G.O. Bonds | 3,000,000 | 490,000 | 1,884,000 | 1,825,000 | 1,694,000 | 2,689,000 | **$11,582,000** |
| Fairfax County Stormwater Revenue | 3,366,000 | 1,650,000 | 850,000 | 850,000 | 2,900,000 | 850,000 | **$10,466,000** |
| General Fund | 1,213,000 | 1,075,000 | 1,185,000 | 1,410,000 | 415,000 | 1,344,000 | **$6,642,000** |
| Specialized State and Federal Funding | - | 418,500 | - | - | 145,500 | - | **$564,000** |
| Legacy CN Formula – Federal | - | 300,000 | - | - | - | - | **$300,000** |
| **Total** | **$28,634,208** | **$79,815,500** | **$49,071,500** | **$41,375,000** | **$53,195,000** | **$11,633,000** | **$263,724,208** |

# Summary

- Projects consistent with Town's 2030 Comprehensive Plan and Town Council's FY2024 – FY 2029 Strategic Plan .
- The CIP adheres to the Town's Fiscal Policies.
- Future funding will need to be identified for some multimodal transportation projects.
- This proposed CIP will require debt financing to complete all projects listed.

# Questions/Comments?