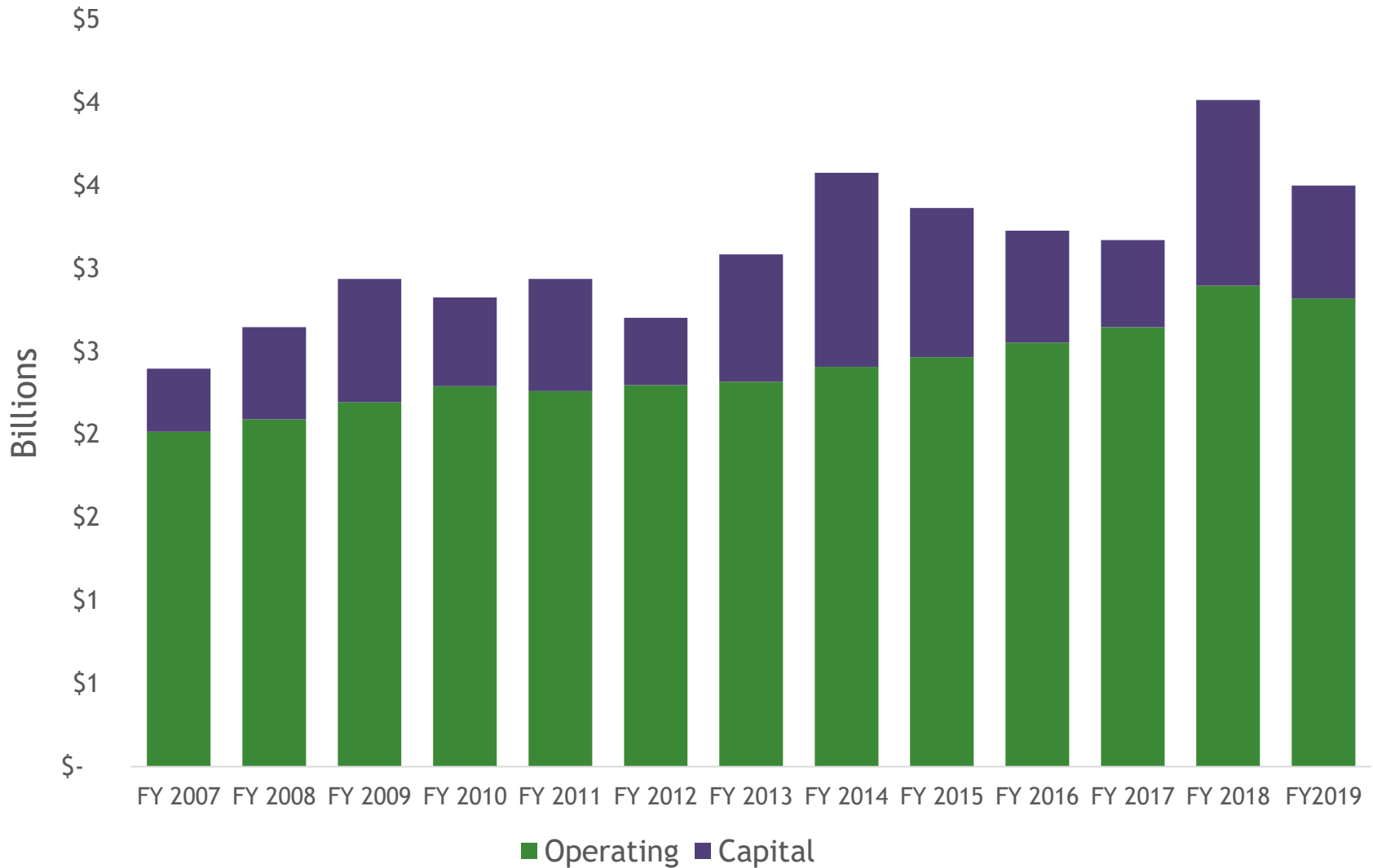


CAPITAL IMPROVEMENT PROGRAM OVERVIEW



Budget History (Operating and Capital)



Capital Budget

- Physical infrastructure
- Long-term investments
- Major renovations or replacements
- Does not include:
 - Vehicular equipment
 - Items < \$100,000
 - Emergencies

Operating Budget

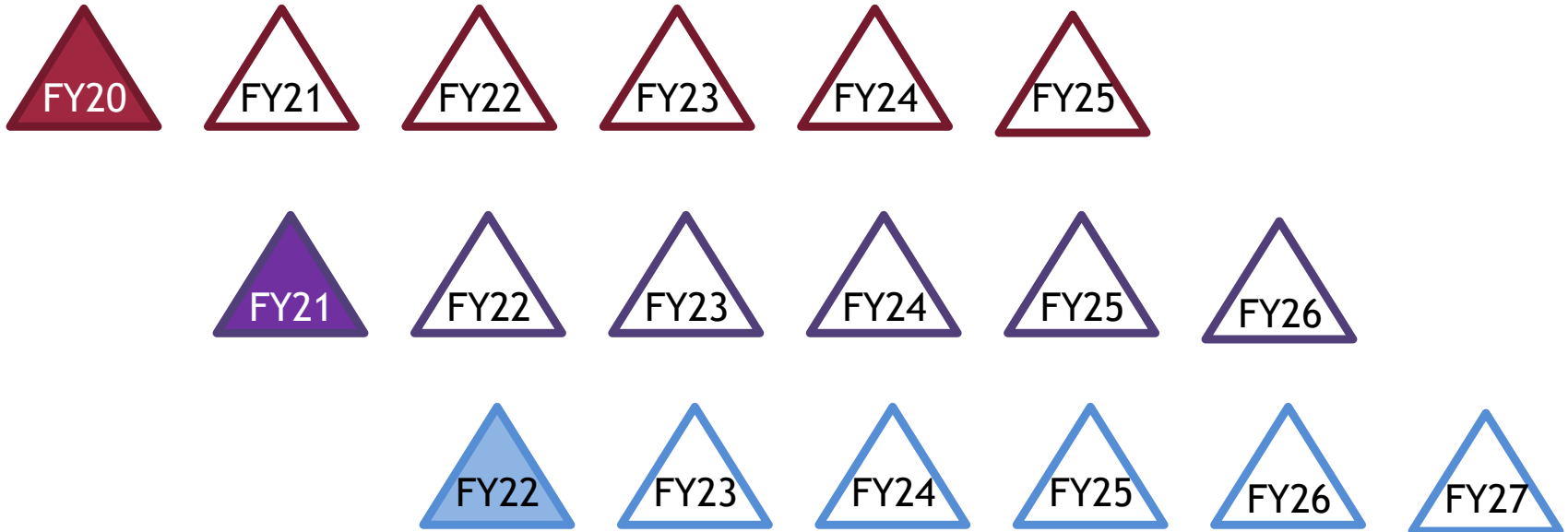
- Daily business of the City
- Programs and services
- Staff
- Supplies
- Debt repayment



- By City Charter, the Planning Commission must submit a recommendation for the six-year CIP to the Board of Estimates
- The budget year of the CIP becomes the basis for the capital component of the Ordinance of Estimates, adopted by City Council
- The six-year CIP begins again each year.



Six Year Capital Improvement Program



Capital Projects



Capital Project Requirements

Per BOE Policy, a Capital Improvement is:

- Physical betterment or improvement and any preliminary studies relative thereto
- NOT:
 - Improvements costing less than \$50,000
 - Vehicular equipment
 - Repairs or maintenance costing less than \$100,000, or emergency in nature
 - Salaries other than those which are properly capitalized as part of the cost of the project



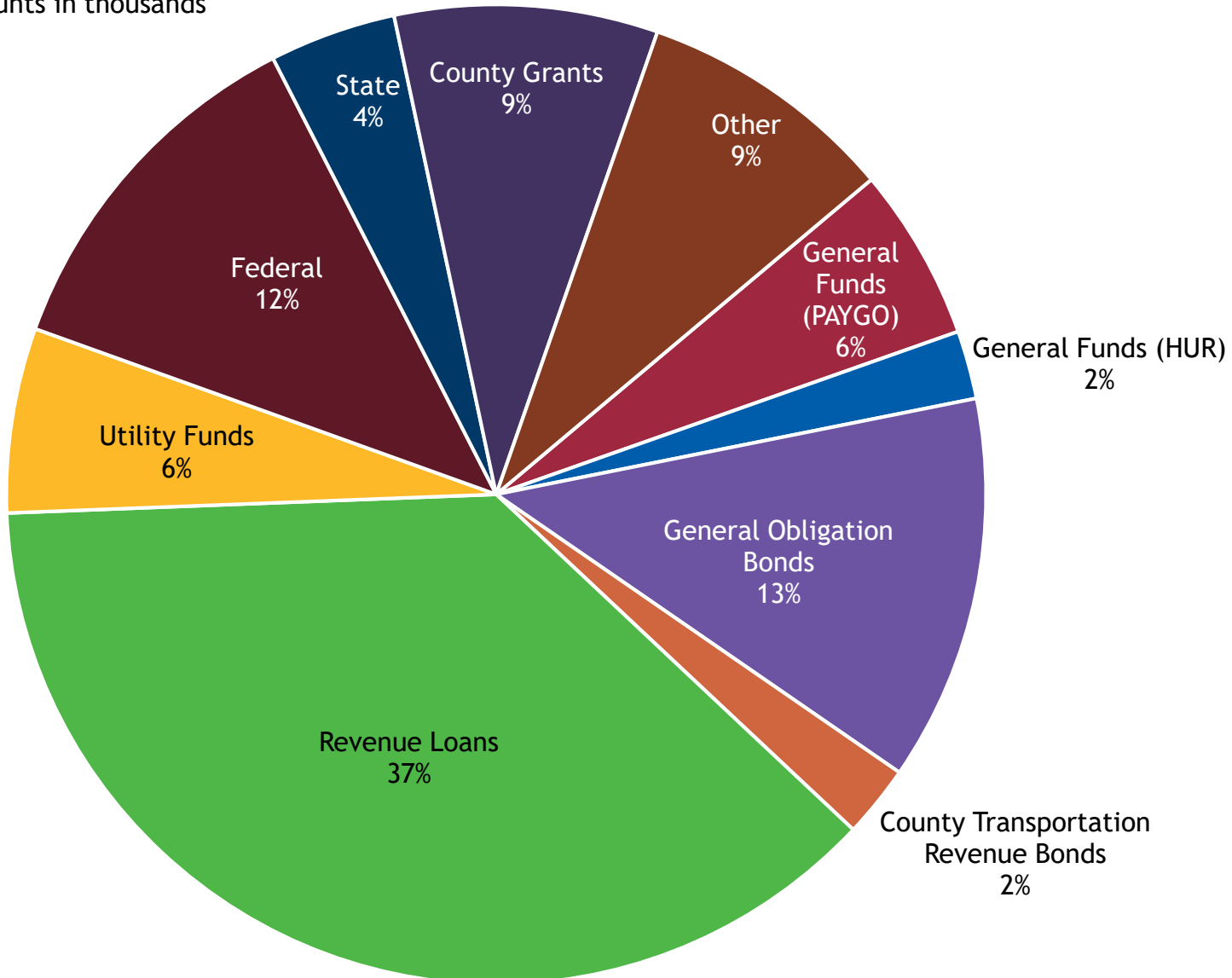
Fund Sources

- **General Obligation Bonds (GO Bonds)** - With voter approval, the City borrows money for specific improvements by selling General Obligation Bonds.
- **General Funds** - Revenue received from various payments to the City, such as property taxes and sale of property.
- **General Funds HUR Eligible** - State Highway User Revenues allocated by formula.
- **MDOT County Transportation Revenue Bonds** - Transportation bonds issued against future HUR revenue.
- **State Funds** - Includes Program Open Space, Local Impact Aid, Table Game Revenue, and other State funds.
- **Federal Funds** - Includes CDBG, HOME, Federal Highway Funds, and other Federal funds.
- **Revenue Loans** - Funds from future revenues such as water bills.
- **Utility Funds** - Funds from current revenues such as water bills and conduit fees.
- **Other** - County Grants, Children and Youth Fund, private monies.



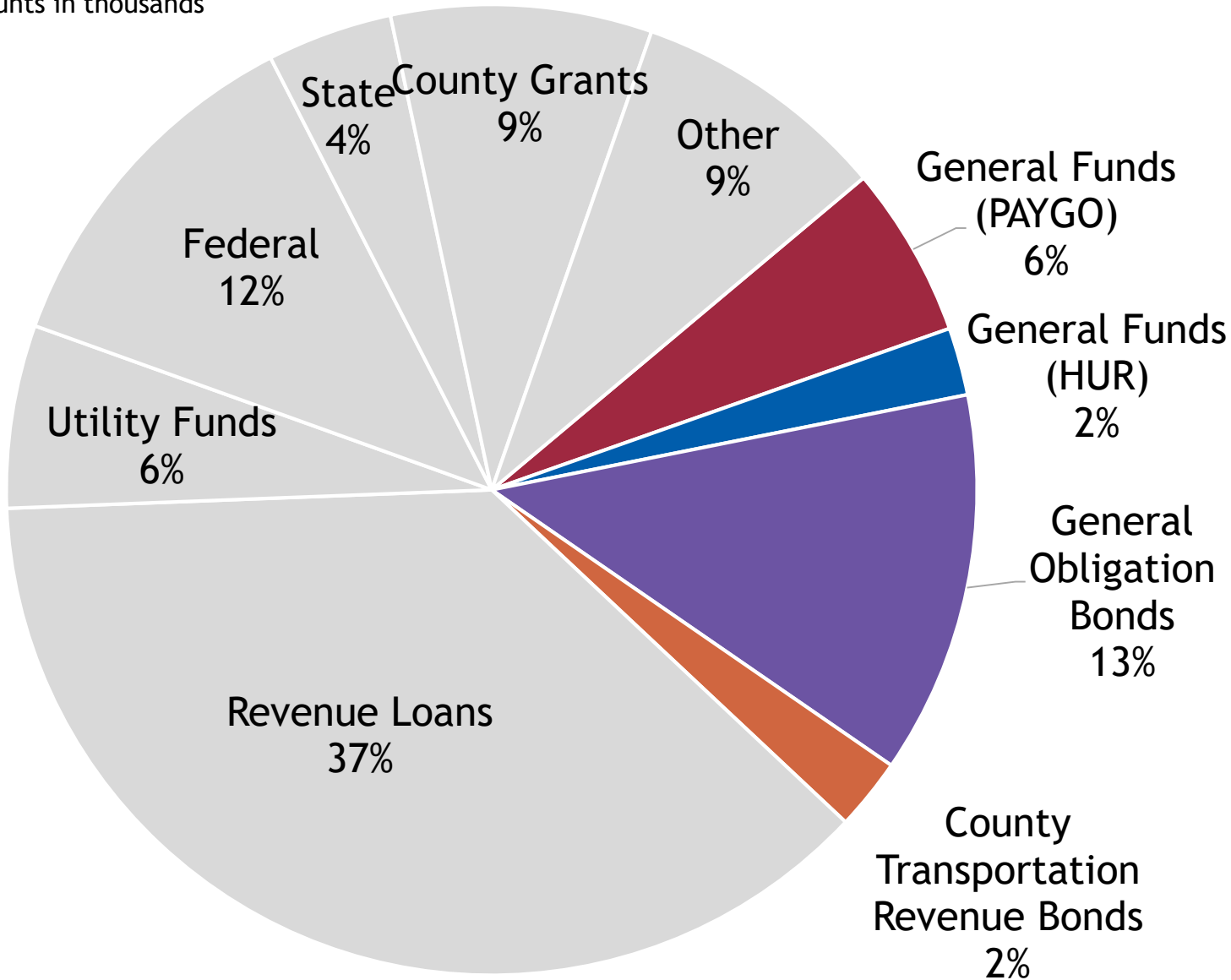
FY20 Funding by Source (\$627 Million Total)

Amounts in thousands

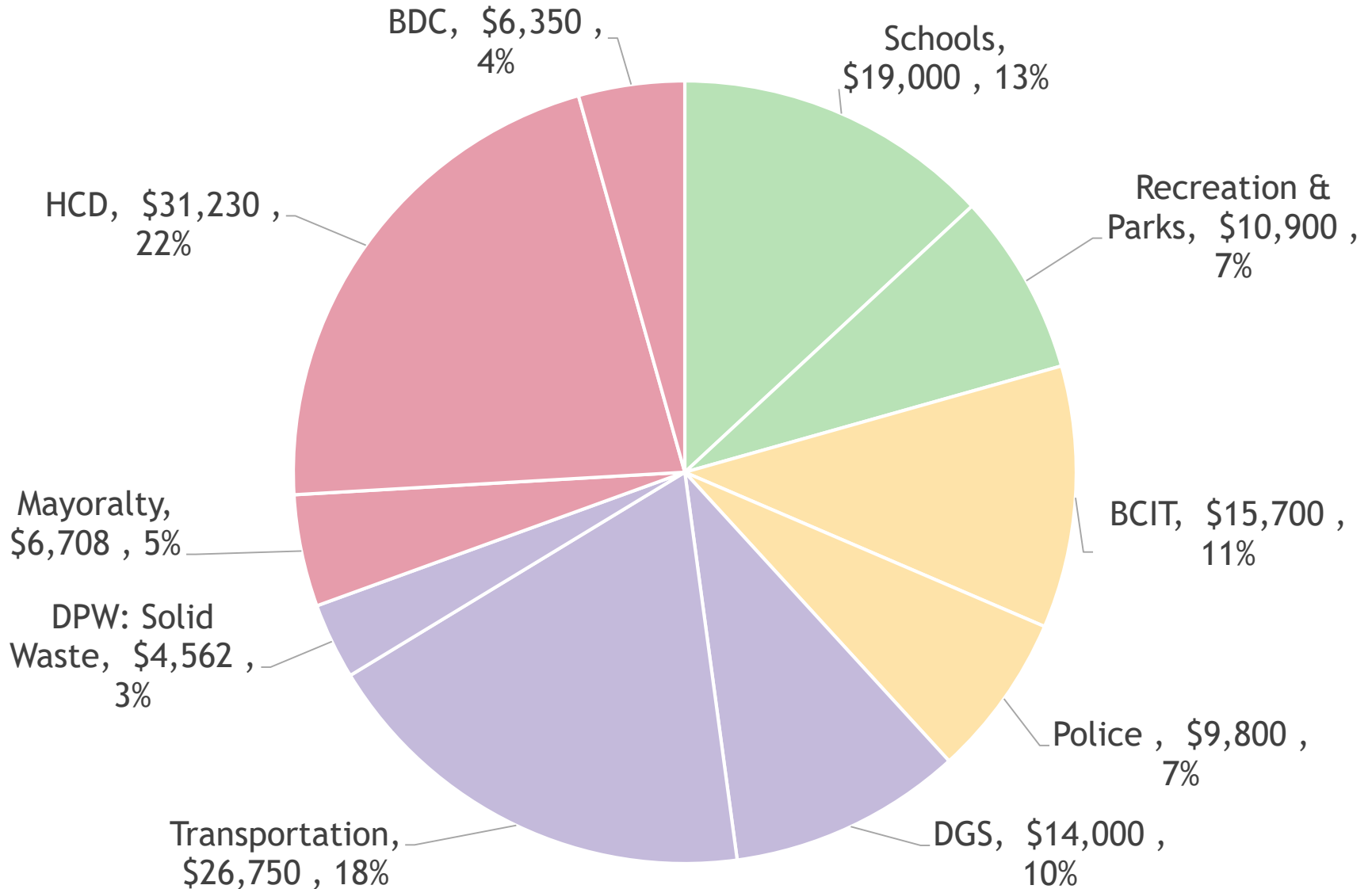


FY20 Funding - Local, Non-Utility Sources

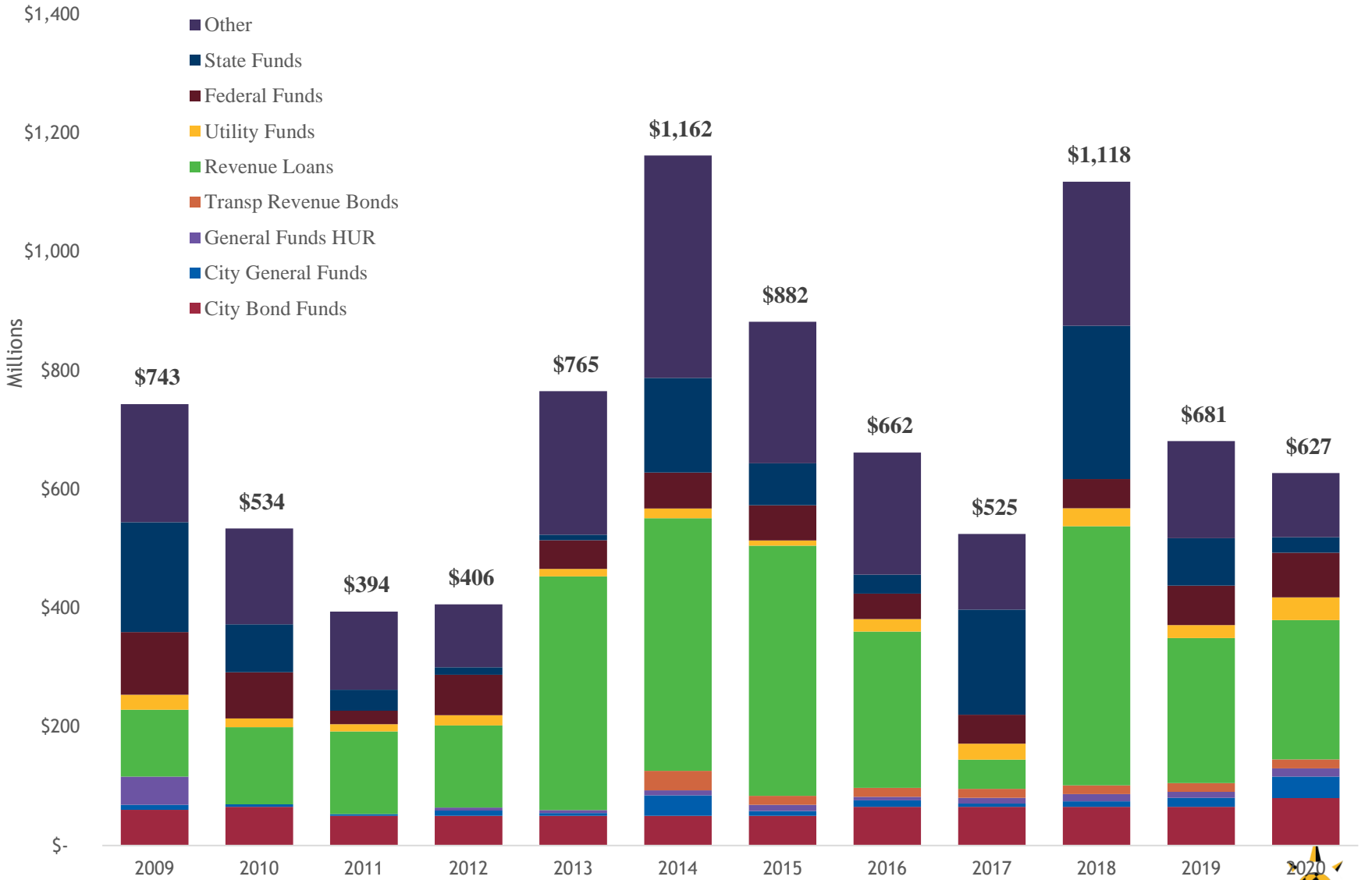
Amounts in thousands



FY 20 Local Non-Utility Fund Sources (\$145 million)

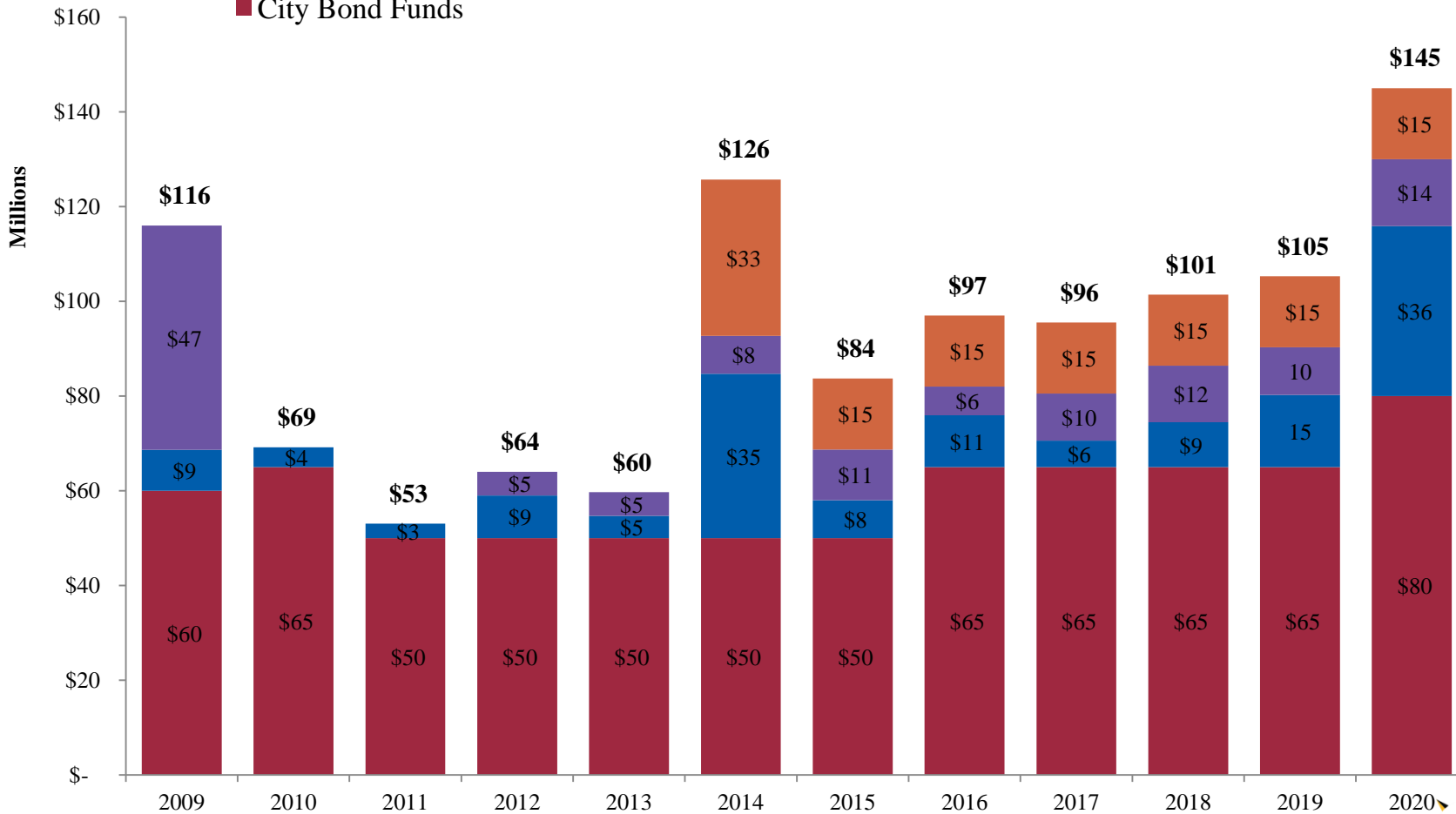


Fund Source Trends (All Sources)

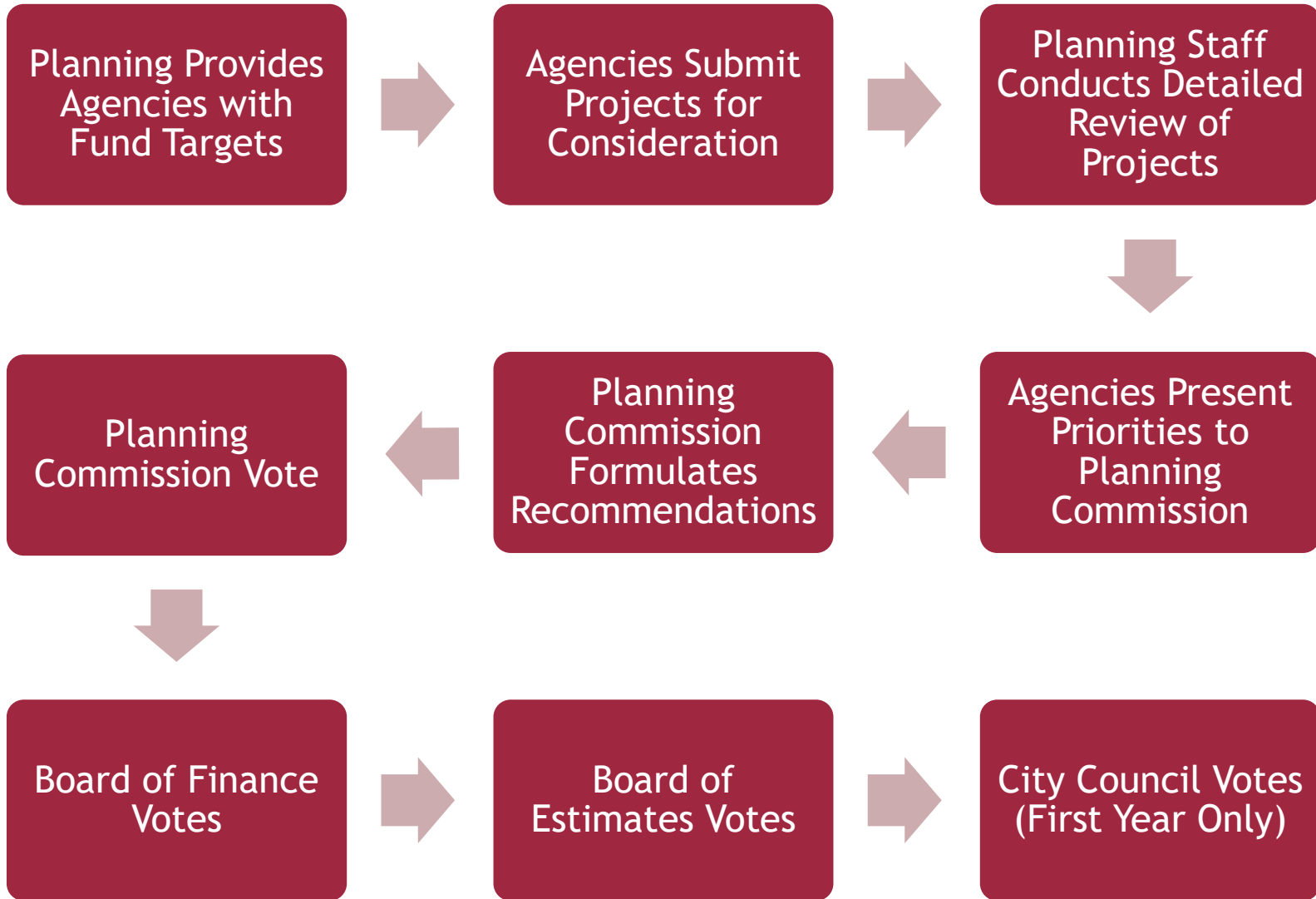


Fund Source Trends (Non-Utility Local Sources)

- Transp Revenue Bonds
- General Funds HUR
- City General Funds
- City Bond Funds



Process



Evaluation Criteria

- Necessary to protect public health and safety
- City funding will leverage other fund sources
- Capital investment will result in operating savings
- Fulfills a state or federal mandate
- Necessary to implement a priority housing or economic development project
- Promotes private-public partnerships
- Implements the City's Comprehensive Master Plan, area master plans and/or agency/institution's master plan
- Implements the City's Sustainability Plan
- Agency has prioritized the project
- Promotes equity



Agency Need vs. Targets vs. Available Funds

