

Capital Improvements

2018 Budget Overview

Finance & Personnel Committee

October 6, 2017

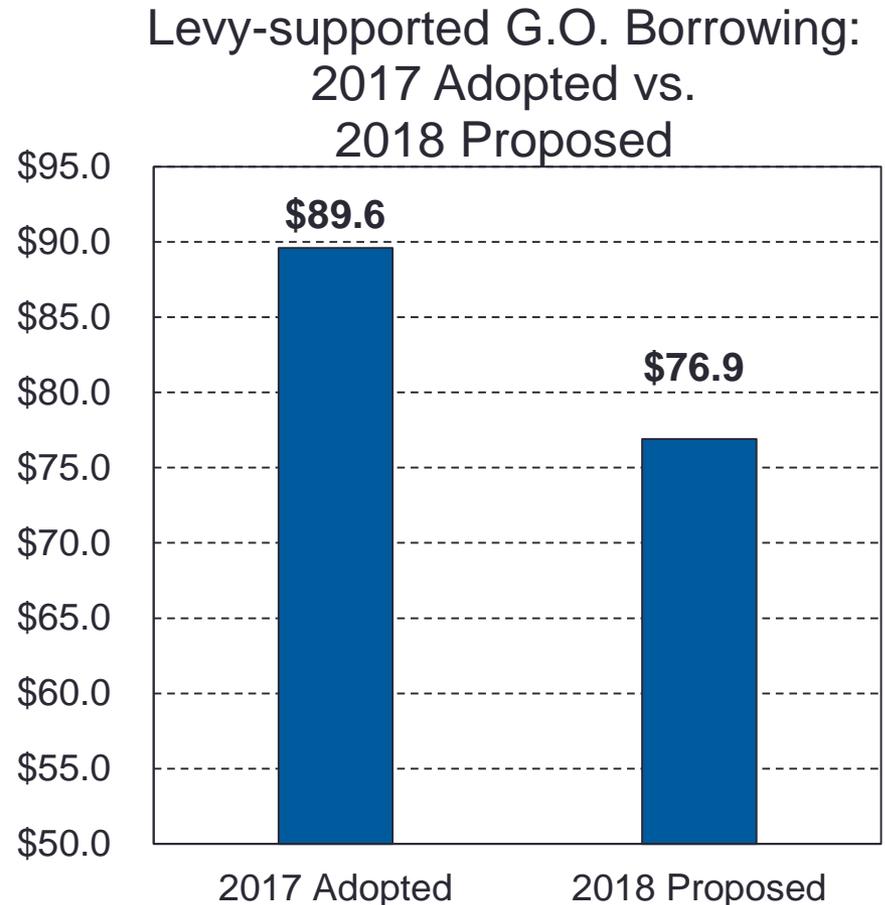
2018 Proposed Capital Budget Summary

- ❑ 2018 General City Proposed Capital Budget
 - Levy-Supported borrowing: \$76.9 million
 - Cash Levy \$889,000
 - TID: \$44 million
 - Grant & Aid: \$36.4 million
 - Cash Revenues: \$18.1 million
 - Special Assessments: \$2.9 million
 - **Total General City \$179.2 million**

- ❑ 2018 Enterprise Funds Proposed Capital Budget
 - Parking Fund: \$3.4 million
 - Sewer Maintenance Fund: \$37.5 million
 - Water Works: \$32.8 million
 - **Total Enterprise Funds: \$73.7 million**

2018 Proposed Capital Overview: Levy-supported Capital

1. Levy-supported G.O. borrowing decreased by \$12.7 million from 2017
2. Funds City Hall Foundation Restoration (\$9m) and Neighborhood Library Construction (\$4m) projects
3. Funding for paving programs remains at 2017 level



2018 Proposed Capital Budget Overview: Levy-supported Capital

- Facility Projects- \$18.9 million
 - \$9 million for City Hall Foundation Restoration
 - \$4 million for new Branch Library construction
 - \$2.3 million for DPW Facilities projects
 - \$2 million for ADA Compliance (Buildings)
 - \$745k for Central Library Repairs
 - \$470k for Police District Station repairs
 - \$349k for Fire Station repairs
 - \$155k for Health Dept. Facilities projects

2018 Proposed Capital Budget Overview: Levy-supported Capital

- ❑ IT Projects- \$4.2 million
 - \$2 million for Police 911 and Phone System upgrade
 - \$540k for Public Facilities Communications
 - \$500k for Police Records Management System upgrade
 - \$250k for ADA Web and Public App Compliance
 - \$170k for City Assessor Modernization
 - \$750k Various ITMD/Police projects and upgrades

- ❑ Strong Neighborhoods- \$5 million
 - \$1.2 million for Concentrated Blight Elimination
 - \$1.15 million for Strong Homes Loan program
 - \$1 million for Commercial Investment Program
 - \$800k for Code Compliance Loan program
 - \$600k for In Rem Property program
 - \$200k for Commercial In Rem Property program
 - \$100k for Housing Infrastructure Preservation Fund

2018 Proposed Capital Budget Overview: Levy-supported Capital

□ Infrastructure Programs- \$37.2 million

- \$6.4 million for Bridge programs
- \$20.2 million for Street programs
 - \$7.4 million for High Impact Streets
 - *\$6.7 million for Local Streets
 - *\$6.1 million for Major Streets
- \$5 million for Street Lighting
- \$2.2 million for Traffic Control
- *\$1.5 million for Sidewalk Replacement
- *\$900,000 for Alley Replacement
- \$600,000 for Underground Conduit
- \$400,000 for Electrical Manhole Repair

*Total includes special assessment funding

2018 Proposed Capital Budget Overview: Levy-supported Capital

- ❑ Capital Equipment- \$11.6 million
 - \$6.3 million for DPW Fleet equipment
 - \$3.9 million for Police Vehicles
 - \$1.2 million for Fire Dept. capital equipment
 - \$165k for Health Dept. lab equipment

- ❑ Other Highlights
 - \$340k for Lead Paint Abatement
 - \$1.4 million for Lead Service Line Replacement

2018 Proposed Capital Budget Overview: Enterprise Funds

- ❑ Parking Fund- \$3.4 million
 - \$2.1 million for second phase of multi-year project to refurbish MacArthur Square Parking Garage
 - \$1.2 million for Single Space Credit Card Meters

- ❑ Sewer Maintenance Fund- \$37.5 million
 - \$28 million for Sewer Relay
 - \$6.7 million for Inflow/Infiltration Reduction
 - \$2.2 million for Water Quality projects

2018 Proposed Capital Budget Overview: Enterprise Funds

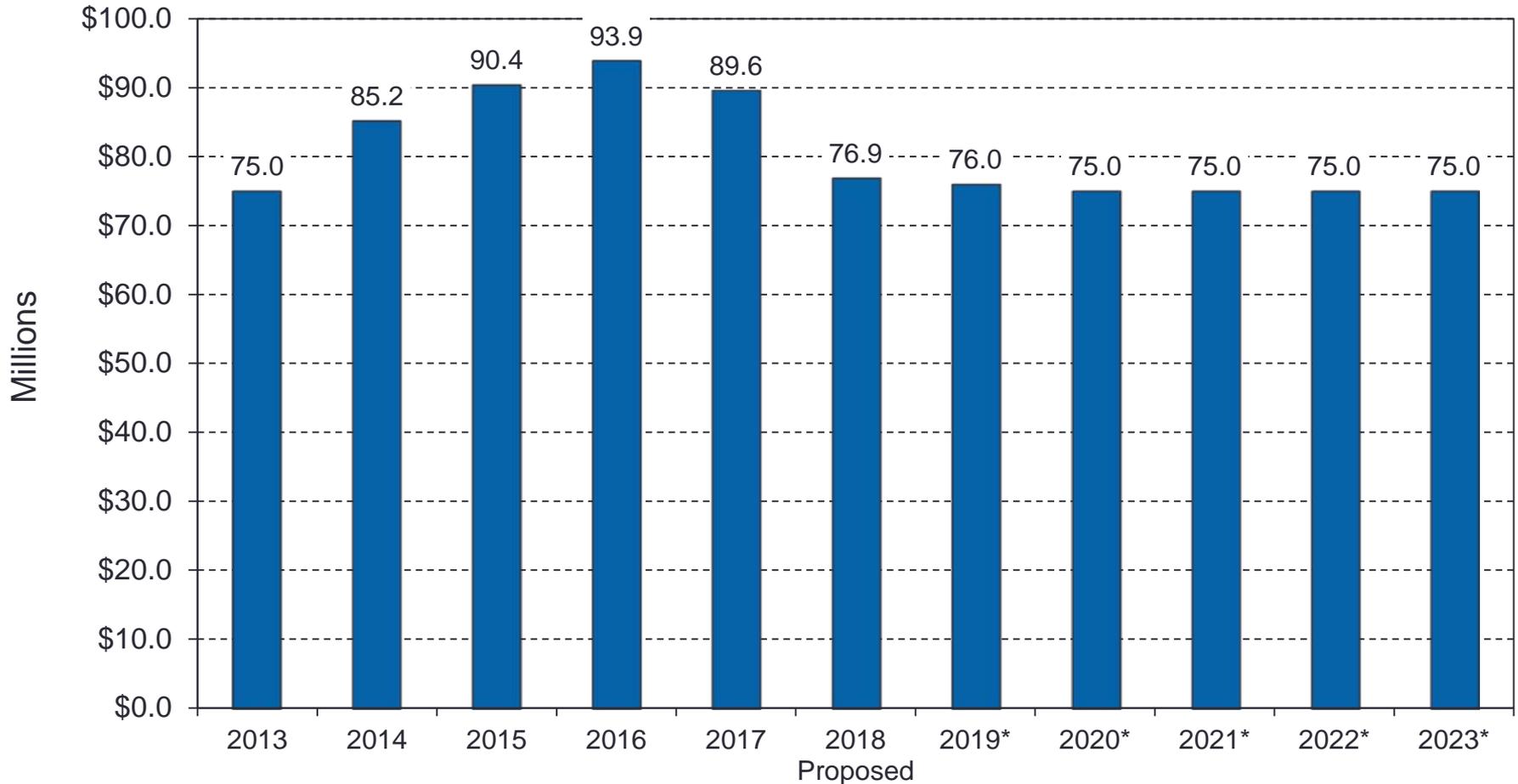
❑ Water Works- \$32.8 million

- \$24.8 million for 18 miles of Water Main Replacement
 - Includes funding to replace approximately 100 lead service lines with main replacement
- \$3 million for Treatment and Facility improvements at Linnwood and Howard plants
- \$2.5 million for Storage Facility improvements
- \$2.3 million for Pump Facility Improvements

Outlook for 2018-2023 Capital Improvements Plan

- ❑ Recent increases in levy-supported borrowing have contributed to higher debt service levy
- ❑ Near-term pressures on levy-supported capital budget expected to recede by end of 6 year plan
 - City Hall Foundation Restoration project
 - Police Administration Building Remodel
 - ADA Compliance
- ❑ Long-term pressures on levy-supported capital budget
 - Lead Service Line Replacement
 - Traditional Infrastructure
 - Streets, Bridges, etc.

Levy Supported GO Borrowing in Capital Budgets, 2012-2017 Adopted, 2018 Proposed, and 2019-2023 Planned



*2019 – 2023 are planned

Key Takeaways

- ❑ Funding for Facility projects remains a challenge
 - Neighborhood Library Construction, City Hall Foundation, ADA Compliance
- ❑ Core infrastructure funding remains strong
 - 28 miles of streets to be improved in 2018
 - Funding for secondary infrastructure programs to be supplemented by unencumbered carryover balances
- ❑ 2018 Proposed Budget is second year of a scale-down of levy-supported Capital Budget in order to limit the impact of future borrowing on debt service levy