

SPONSOR(S): ALD. MURPHY

AMENDMENT 11B

DEPARTMENT	BUDGET EFFECT	TAX LEVY EFFECT	TAX RATE EFFECT PER \$1,000
CAPITAL	\$-143,000	\$+0	\$-0.000
CITY DEBT	<u>\$-2,860</u>	<u>\$-2,860</u>	<u>\$-0.001</u>
TOTAL	\$-145,860	\$-2,860	\$-0.001

AMENDMENT INTENT

The intent of this amendment is to increase new borrowing authority for the Recreational Facility capital account by \$175,000 and for the Traffic Control capital account by \$120,000.

Offset by eliminating \$438,000 in new borrowing authority for the LRB Research Office Upgrade capital account.

BACKGROUND

LRB Research Office Upgrade

This is a one-year project first requested for inclusion in the 2011 Budget. In 2010, staff from the LRB was relocated from the basement of City Hall to Room 307 in anticipation of the City Hall Foundation project. The timing of the move did not allow for the renovation of the space prior to staff being assigned there. The area is in need of substantial renovation as well as HVAC and electrical upgrades. The outdated HVAC system makes it difficult to regulate temperature throughout the office. Leaks from the HVAC system into workspaces are becoming more frequent and mold has been found in employee workspaces.

Recreational Facility Funding

There are currently 2 capital accounts that are used to fund improvements at recreational facilities. The ADA Compliance Program capital account includes \$215,000 for recreational facilities. The proposed sites for 2015 are 67th & Spokane and Fountain Park.

The other capital account, the Playground Improvement Challenge Fund, is a matching fund created in 2013. The 2015 Budget doesn't include any new funding, but there is carryover borrowing authority available that could be used if a neighborhood group came forward in 2015.

In 2012, 2013 and 2014, recreational facilities were also funded, in part, by the Municipal Garage/Outlying Facility capital account. That account is not funded in the proposed budget. Prior to 2012, there was a dedicated Recreational Facilities capital account. The most recent funding in that accounted averaged around \$350,000 annually.

DISCUSSION

1. The elimination of funding for the LRB Research Office Upgrade will postpone the replacement of aging HVAC and electrical systems. The systems are beginning to fail with increasing frequency which will result in higher repair costs.
2. Since 2012, funds for recreational facilities have not been appropriated in an account dedicated to that purpose. Recreational facilities have to compete with other projects within the ADA Compliance and the Municipal Garage capital accounts. Emerging priorities relating to access for disabled persons, or the maintenance needs at the City's garages could cause recreational facility projects to be delayed.
3. The Capital Improvements Committee has recommended that funding for recreational facilities be provided in a separate capital account. Although budgeted funding for recreational facilities has increased from 2011 through 2014, local funding for recreational facilities has been trending downward since 2000.
4. The Playground Challenge fund currently has a balance of \$160,000, but the funds can only be expended if outside entities provide matching funds.
5. This amendment also increases funding for the Department of Public Works' Traffic Control capital account by \$120,000. The funding is intended to install enhanced pedestrian signals at the intersection of South 9th Street and West Lapham Boulevard and at the intersection of South Water Street and South 1st Street.

EFFECT

1. This amendment will decrease the Capital Improvements budget by \$143,000 and decrease the City Debt budget by \$2,860.
2. The total budget effect of this amendment is \$-145,860.
3. The total tax-levy effect of this amendment is \$-2,860.

Prepared by: Kathleen Brengosz
Legislative Reference Bureau
November 5, 2014

OBJECTIVE, OVERALL BUDGET LEVY EFFECT OF THIS POSSIBLE AMENDMENT TO THE 2015 PROPOSED BUDGET

By Ald. Murphy

CAPITAL IMPROVEMENTS, CITY DEBT, BORROWING AUTHORIZATIONS

Eliminate \$438,000 in funding for the LRB Research Office Upgrade capital project. Use this funding to increase funding for the Recreation Facilities capital account by \$175,000 in new borrowing and to increase funding for the Traffic Control Facilities capital account by \$120,000 in new borrowing.

BUDGET EFFECT TAX LEVY EFFECT TAX RATE EFFECT (PER \$1,000 A.V.)

Capital Improvements Budget	\$143,000	\$+0	\$+0.000
<u>City Debt Budget</u>	<u>\$-2,860</u>	<u>\$-2,860</u>	<u>\$-0.001</u>
Total	\$145,860	\$-2,860	\$-0.001

BMD-2 PAGE AND LINE NUMBER	DETAILED AMENDMENT	CHANGE IN 2015 POSITIONS OR UNITS COLUMN		CHANGE IN 2015 AMOUNT COLUMN	
		NUMBER TO BE CHANGED	AMOUNT OF CHANGE	AMOUNT TO BE CHANGED	AMOUNT OF CHANGE
	SECTION I.C.1. BUDGETS FOR CAPITAL IMPROVEMENTS				
	COMMON COUNCIL-CITY CLERK				
450.12-12	LRB Research Office Upgrade New Borrowing	--	--	\$438,000	\$-438,000
	DPW-INFRASTRUCTURE SERVICES DIVISION				
	B.1. STREET RECONSTRUCTION OR RESURFACING REGULAR CITY PROGRAM-INCLUDING LAND FOR R.O.W. (EXCLUDING URBAN RENEWAL)				
450.33-5	Street Improvements-Traffic Cntrl Facilities New Borrowing	--	--	\$700,000	\$+120,000
450.36-12	Immediately following the line: New Borrowing				
	Insert the following lines and amount: "Recreational Facilities Citywide" "New Borrowing"	--	--	--	\$+175,000
	SECTION I.C.2. SOURCE OF FUNDS FOR CAPITAL IMPROVEMENTS BUDGET				
450.41-13	New Authorizations - City Share	--	--	\$93,584,000	\$-143,000

OBJECTIVE, OVERALL BUDGET LEVY EFFECT OF THIS POSSIBLE AMENDMENT TO THE 2015 PROPOSED BUDGET

By Ald. Murphy

Item 11B

CAPITAL IMPROVEMENTS, CITY DEBT, BORROWING AUTHORIZATIONS CONT'D

BUDGET EFFECT TAX LEVY EFFECT TAX RATE EFFECT (PER \$1,000 A.V.)

BMD-2 PAGE AND LINE NUMBER	DETAILED AMENDMENT	CHANGE IN 2015 POSITIONS OR UNITS COLUMN		CHANGE IN 2015 AMOUNT COLUMN	
		NUMBER TO BE CHANGED	AMOUNT OF CHANGE	AMOUNT TO BE CHANGED	AMOUNT OF CHANGE
	SECTION I.D.1. BUDGET FOR CITY DEBT				
460.1-7	Bonded Debt (Interest - expense)	--	--	\$40,537,793	\$-2,860
	SECTION II. BORROWING AUTHORIZATIONS				
	C. Public Improvements				
570.1	1. Public buildings for housing machinery and equipment.	--	--	\$27,570,000	\$-438,000
570.1	8. Street improvements and construction.	--	--	\$36,736,000	+\$120,000
570.1	9. Parks and public grounds.	--	--	\$215,000	+\$175,000

Change totals, subtotals, and related amounts accordingly.