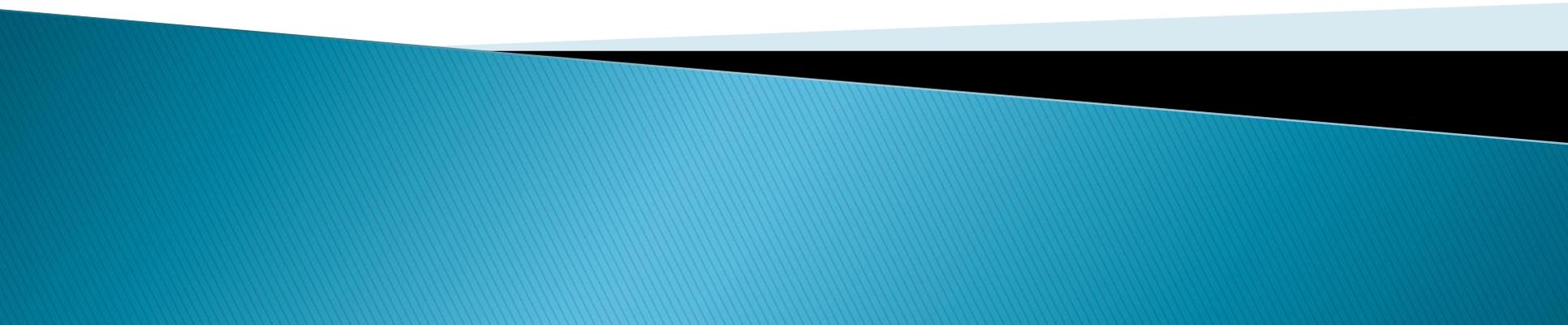


2017 Capital Request Overview

Budget & Management Division



2017 Capital Request Summary

▶ 2017 General City Capital Request

- ❑ Levy-Supported: \$124.6 million
- ❑ TID: \$44 million
- ❑ Grant & Aid: \$44 million
- ❑ Cash Revenues: \$15.2 million
- ❑ Special Assessments: \$1.4 million
- ❑ **Total General City \$229.2 million**

▶ 2017 Enterprise Funds Capital Request

- ❑ Parking Fund: \$6 million
- ❑ Sewer Maintenance Fund: \$41.7 million
- ❑ Water Works: \$29.2 million
- ❑ **Total Enterprise Funds: \$76.9 million**

2017 Capital Request Overview: Levy-supported Capital

1. Levy-supported capital in 2017 Draft Administration Capital Improvements Plan
 - ❑ \$86.8 million (\$94.9 million in 2016 Adopted Budget)
 - ❑ Draft Administration Plan reduces core infrastructure levels in 2017 and 2018 to offset impact of City Hall Foundation project
2. 2017 Levy-supported capital requests
 - ❑ \$124.6 million
3. \$37.8 million gap between Draft plan and requests

2017 Capital Request Overview: Levy-supported Capital

- ▶ Facility Projects– \$42 million
 - ❑ \$13 million for City Hall Foundation Restoration
 - ❑ \$3.5 million for City Attorney 8th floor remodel
 - ❑ \$2.4 million for City Clerk/LRB Office upgrades
 - ❑ \$927k for Fire Station repairs
 - ❑ \$3.3 million for Central/Neighborhood Library upgrades
 - ❑ \$1.6 million for new Branch Library construction
 - ❑ \$7.7 for Police Administration Building
 - ❑ \$1.9 million for Police District Station repairs
 - ❑ \$2 million for ADA Compliance (Buildings)

2017 Capital Request Overview: Levy-supported Capital

- ▶ **IT Projects– \$9.5 million**
 - ❑ \$2.5 million for Police RMS
 - ❑ \$2.1 million in various Police IT
 - ❑ \$1.3 million for Financial System upgrade
 - ❑ \$735k for Assessment System upgrades
- ▶ **Strong Neighborhoods– \$5.25 million**
 - ❑ \$450k for Housing Infrastructure Preservation Fund
 - ❑ \$1.55 million for In Rem Property program
 - ❑ \$1 million for Strong Homes Loan program
 - ❑ \$250k for Commercial In Rem Property program
 - ❑ \$1.5 million for Concentrated Blight Elimination
 - ❑ \$500k for Code Compliance Loan program

2017 Capital Request Overview: Levy-supported Capital

- ▶ Infrastructure Programs– \$54.3 million
 - ❑ \$7.7 million for Bridge programs
 - ❑ \$23.6 million for Street programs
 - \$8 million for High Impact Streets
 - \$7.5 million for Local Streets
 - \$8.1 million for Major Streets
 - ❑ \$12.2 million for Street Lighting
 - ❑ \$3.1 million for Traffic Control
 - ❑ \$1.7 million for Alley Replacement
 - ❑ \$2 million for Sidewalk Replacement
 - ❑ \$2.5 million for Underground Conduit
 - ❑ \$1.3 million for Electrical Manhole Repair

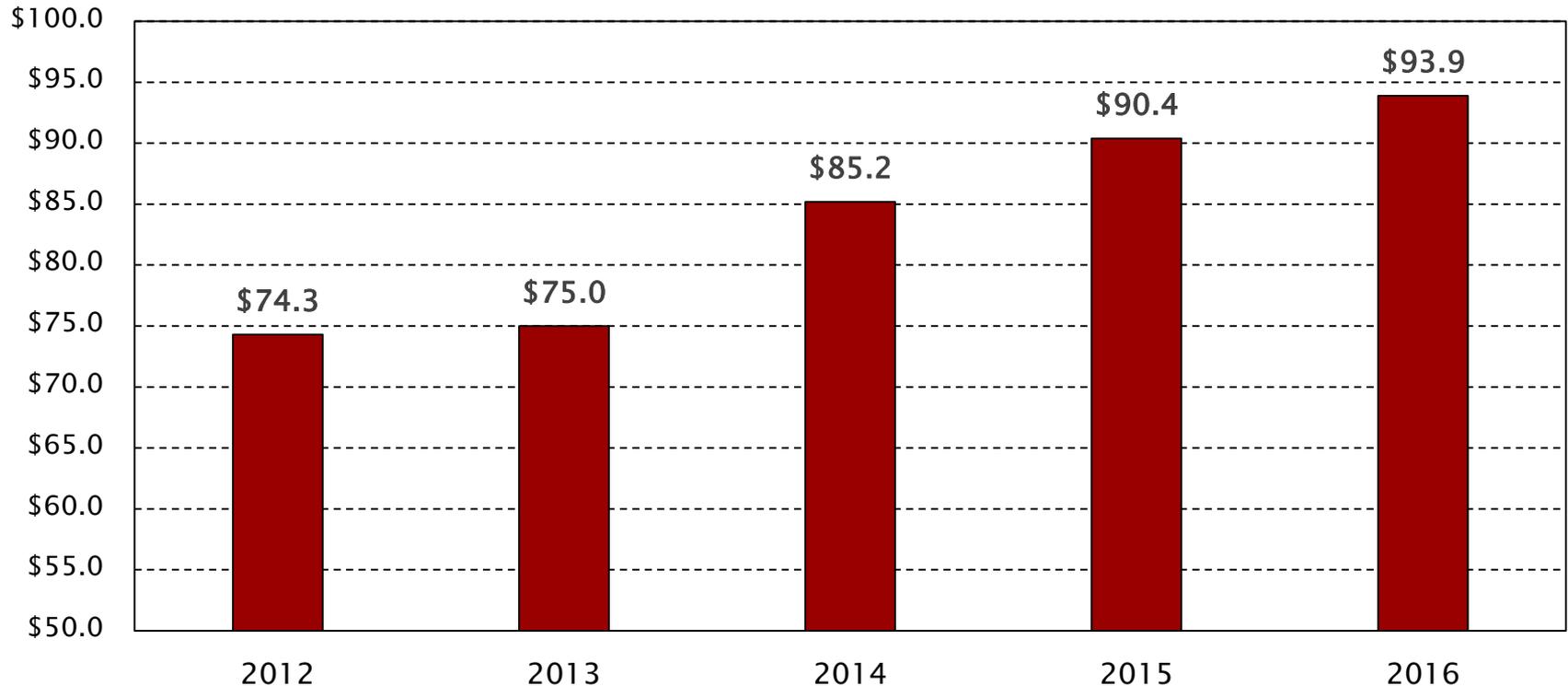
2017 Capital Request Overview: Enterprise Funds

- ▶ Parking Fund– \$6 million
 - ❑ \$1.6 million for first phase of multi-year project to refurbish MacArthur Square Parking Garage
 - ❑ \$2 million for Revenue Control and Access Equipment
- ▶ Sewer Maintenance Fund– \$41.7 million
 - ❑ \$31 million for Sewer Relay
 - ❑ \$1.65 million for Inflow/Infiltration Reduction
 - ❑ \$1.5 million for Flood Mitigation

2017 Capital Request Overview: Enterprise Funds

- ▶ Water Works– \$29.2 million
 - \$22.75 million for Water Main Replacement
 - \$1.85 million for Treatment and Facility improvements at Linnwood and Howard plants
 - \$2.3 million for Storage Facility improvements

Levy-Supported G.O. Borrowing in Capital Budgets: 2012-2016



Levy-supported G.O. Borrowing in Capital Budget increased 26% from 2012 to 2016

Debt Service Impacts

1. Recent growth in levy-supported borrowing will generate impacts on overall property tax levies
2. Simplified analysis:
 - ❑ Moving from a \$74 million annual new authorization level, to the \$94 million 2016 level on a continuing annual basis, has an impact of ~ \$28.2 million increase on the 2022 debt levy, compared with 2016.
 - ❑ The Administration's draft CIP moderates the impact to ~ \$22 million increase to the 2022 debt levy, compared with 2016.
 - ❑ Moving to the requested level of \$124.6 million on an annual, continuing basis has an impact of ~ \$59.6 million increase on the 2022 debt levy, compared with 2016.

Key Takeaways

1. Increased programming for facilities projects needs to be reconciled with ongoing plans for core infrastructure & Strong Neighborhoods Plan
2. Transparency about financial consequences must be part of the Budget decision-making process
3. Some opportunities exist to moderate the property tax levy impacts of increased capital commitments
 - ❑ User charge revenues

Plenty of Work to Do....

