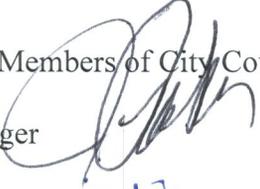


Memorandum

TO: The Honorable Mayor and Members of City Council

VIA: James E. Baker, City Manager 

FROM: Steven Jenkins, Budget Director 

DATE: May 13, 2013

SUBJECT: Budget Amendments – Capital Improvement Program

The City Council's May 14 agenda includes consideration of the Operating Budget and Capital Improvement Plan (CIP). In accordance with the City Charter, we anticipate motions to approve the Operating Budget, CIP, and related items as proposed by the City Manager. Council Members may also wish to make amendments to the proposals. While we are not aware of any amendments to the Operating Budget, we are recommending two amendments to the CIP and Capital Budget:

1. Remove On-Line Permit Processing – the City Manager proposed the inclusion of this project in the CIP in March. Because of the urgency of the project, City Council amended the FY 2013 Capital Budget to fund the project on April 9, 2013. Council should amend both the proposed CIP and Capital Budget in order to avoid double funding.
2. Remove Public Safety Equipment Project – similarly, this project was also included in the proposed CIP in March. Subsequently, Council amended the FY 2013 Capital Budget for this project. Again, Council should amend the proposed CIP and Capital Budget in order to avoid double funding.

This matter will be discussed at the work session preceding the Council meeting. Attached you will find a schedule that summarizes the effect of the recommended amendments on the CIP. We have also attached power point slides for the work session. Please let me know if I can be of further assistance.

Attachments

City of Chesapeake
Capital Improvement Program

FY 2014-2018

	Proposed Capital Program	On-Line Permits	Public Safety Equipment	Revised Capital Program
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5-Year Capital Program:

Resources Available:

Cash	\$ 75,918,145	\$ (105,793)	\$ (123,651)	\$ 75,688,701
Proffers	181,086	-	-	181,086
Redirects from other Projects	6,684,698	(3,178,280)	(651,349)	2,855,069
General Obligation Bonds-City	28,800,000	-	-	28,800,000
General Obligation Bonds-TIFs	28,300,000	-	-	28,300,000
Revenue Bonds-Enterprise Funds	47,653,323	-	-	47,653,323
TOTAL RESOURCES	\$ 187,537,252	\$ (3,284,073)	\$ (775,000)	\$ 183,478,179

Project Requirements:

Community Facilities	\$ 6,950,000	\$ -	\$ -	\$ 6,950,000
Economic Development	34,389,300	-	-	34,389,300
Education	14,000,000	-	-	14,000,000
Information Technology	7,755,759	(3,284,073)	-	4,471,686
Public Safety	14,711,000	-	(775,000)	13,936,000
Public Utilities	60,181,193	-	-	60,181,193
Stormwater	29,250,000	-	-	29,250,000
Transportation	20,300,000	-	-	20,300,000
TOTAL COST REQUIREMENTS	\$ 187,537,252	\$ (3,284,073)	\$ (775,000)	\$ 183,478,179

FY 2013-14 Capital Budget (Appropriation):

Resources Available:

Cash	\$ 23,079,722	\$ (105,793)	\$ (123,651)	\$ 22,850,278
Redirects from other Projects	6,684,698	(3,178,280)	(651,349)	2,855,069
General Obligation Bonds-City	3,300,000	-	-	3,300,000
Revenue Bonds-Enterprise Funds	8,020,553	-	-	8,020,553
TOTAL RESOURCES	\$ 41,084,973	\$ (3,284,073)	\$ (775,000)	\$ 37,025,900

Project Requirements:

Community Facilities	\$ 2,550,000	\$ -	\$ -	\$ 2,550,000
Economic Development	4,340,000	-	-	4,340,000
Education	3,500,000	-	-	3,500,000
Information Technology	6,439,673	(3,284,073)	-	3,155,600
Public Safety	1,835,000	-	(775,000)	1,060,000
Public Utilities	10,270,300	-	-	10,270,300
Stormwater	5,850,000	-	-	5,850,000
Transportation	6,300,000	-	-	6,300,000
TOTAL COST REQUIREMENTS	\$ 41,084,973	\$ (3,284,073)	\$ (775,000)	\$ 37,025,900

Capital Improvement Plan

- Remove On-Line Permit Processing from CIP
 - Project was proposed with budget of \$3,178,280
 - Council appropriated and redirected funds from other projects
- Remove Public Safety Equipment from CIP
 - Project was proposed with budget of \$775,000
 - Council appropriated and redirected funds for Fire Department Equipment from other projects April 9, 2013
 - Council approved operating budget amendment on same date to purchase protective equipment for Police Department
- For both projects, funding was scheduled for the FY 2014 Capital Budget

Capital Program Summary

	Proposed Capital Program	Revised Capital Program
5-Year Capital Program		
Community Facilities	\$ 6,950,000	\$ 6,950,000
Economic Development	34,389,300	34,389,300
Education	14,000,000	14,000,000
Information Technology	7,755,759	4,471,686
Public Safety	14,711,000	13,936,000
Public Utilities	60,181,193	60,181,193
Stormwater	29,250,000	29,250,000
Transportation	20,300,000	20,300,000
TOTAL	\$ 187,537,252	\$ 183,478,179
FY 2013-2014 CAPITAL BUDGET	\$ 41,084,973	\$ 37,025,900