

Memorandum

TO: The Honorable Mayor and Members of City Council

VIA: James E. Baker, City Manager

FROM: Steven Jenkins, Budget Director

DATE: February 2, 2015

SUBJECT: Amendment to Proposed Capital Improvement Program

In November 2014 we recommended a Capital Improvement Program (CIP) for FY 2016-2020. In that plan, we proposed \$381 million of investments over the five year period with a budget of \$95.2 million in FY 2016. We did not include funding for Project # 01-160 Mosquito Control Facilities Relocation because this project was under consideration by City Council.

On January 27, 2015, Council approved a resolution providing additional funding to relocate the Chesapeake Mosquito Control Commission facilities (Project # 01-160) to Shell Road and provide covered parking. The resolution indicates additional costs will be shared between the Mosquito Control Commission and the City, with the Commission contributing \$1,250,000 from its fund reserves and the City contributing an additional \$2,132,320 from its general fund reserves. Council had previously appropriated \$3.8 million to relocate the facility.

We submit a revised CIP (attached) increasing the FY 2016 capital budget by \$3.4 million reflecting the latest estimates to relocate Mosquito Control facilities from the City's Greenbrier Operations Center. With this revision the 2016-20 CIP is also revised to \$384.3 million and the FY 2016 capital budget is revised to \$98.6 million.

Also mentioned in the CIP was the unfunded project for Mount Pleasant Road. The Capital Budget document includes a listing of unfunded projects that have been identified by staff. The following transportation projects appear on Exhibit H:

Mount Pleasant Road – Etheridge Road to Centerville Turnpike	\$19,684,590
Mount Pleasant Interchange	24,892,864

Exhibit H of Unfunded Projects is revised as follows:

Mount Pleasant Road Improvements

Phase 1 – Widen Road from Chesapeake Expressway to Etheridge Road	\$23,100,000
Phase 2 – Widen Road from Etheridge Road to Centerville Turnpike	\$19,700,000
Phase 3 – Improve Interchange – Great Bridge Bypass	\$24,900,000
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	\$67,700,000
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Please let me know if I can be of further assistance.

Attachments

City of Chesapeake

Capital Improvement Program for Fiscal Years 2016-2020

Source of Funding	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	5 Year Total	Previous Funding	Future Requirements	Project Total
Cash									
General Fund Transfer	1,100,000	1,006,590	200,000	-	-	\$ 2,306,590	\$ 12,590,586	\$ -	\$ 14,897,176
Lockbox City	5,674,189	6,524,097	4,052,500	2,340,660	2,047,500	20,638,946	486,440	2,822,800	23,948,186
Lockbox Schools	4,750,000	5,500,000	5,500,000	5,500,000	5,500,000	26,750,000	9,601,093	17,500,000	53,851,093
Other City Funds	-	-	-	-	-	-	666,133	-	666,133
South Norfolk TIF Revenue	-	6,450,000	-	-	-	6,450,000	6,049,300	-	12,499,300
Stormwater Operations	5,066,000	5,550,000	5,500,000	5,500,000	5,500,000	27,116,000	8,799,512	-	35,915,512
Public Utility Operations	3,298,834	2,420,000	2,000,000	1,820,000	7,025,000	16,563,834	23,825,361	23,378,123	63,767,318
Fund Balance - Capital Projects	2,803,820	-	-	-	-	2,803,820	483,280	-	3,287,100
Fund Balance - General Fund	3,572,320	3,650,000	-	2,000,000	-	9,222,320	5,730,000	-	14,952,320
Fund Balance - Info. Technology	1,274,043	71,000	-	-	-	1,345,043	380,000	-	1,725,043
Fund Balance - Other Funds	1,755,000	760,000	780,000	-	-	3,295,000	750,000	-	4,045,000
Subtotal - City Cash	\$ 29,294,206	\$ 31,931,687	\$ 18,032,500	\$ 17,160,660	\$ 20,072,500	\$ 116,491,553	\$ 69,361,705	\$ 43,700,923	\$ 229,554,181
Grant	2,046,133	2,046,133	22,000,000	-	-	26,092,266	2,696,133	25,425,000	54,213,399
VDOT Revenue Share	10,000,000	10,000,000	10,000,000	2,000,000	-	32,000,000	1,000,000	-	33,000,000
Subtotal - Cash (all sources)	\$ 41,340,339	\$ 43,977,820	\$ 50,032,500	\$ 19,160,660	\$ 20,072,500	\$ 174,583,819	\$ 73,057,838	\$ 69,125,923	\$ 316,767,580
Debt Financing									
G.O. Debt - City	\$ 13,914,266	\$ -	\$ 16,696,739	\$ 640,500	\$ 5,750,836	\$ 37,002,341	\$ 23,062,931	\$ 1,500,000	\$ 61,565,272
G.O. Debt - Greenbrier TIF	-	16,000,000	-	-	-	16,000,000	-	-	16,000,000
G.O. Debt - Short Term Financing	5,630,000	1,797,500	4,207,650	2,372,500	2,587,500	16,595,150	425,756	8,750,000	25,770,906
G.O. Debt - VPSA	26,275,000	4,000,000	8,725,000	29,275,000	19,000,000	87,275,000	7,500,000	20,000,000	114,775,000
Revenue Bonds - Utility Fund	11,408,774	9,622,000	10,292,500	15,511,249	6,000,000	52,834,523	23,356,793	338,958,756	415,150,072
Subtotal - Debt Financing	\$ 57,228,040	\$ 31,419,500	\$ 39,921,889	\$ 47,799,249	\$ 33,338,336	\$ 209,707,014	\$ 54,345,480	\$ 369,208,756	\$ 633,261,250
Total Resources	\$ 98,568,379	\$ 75,397,320	\$ 89,954,389	\$ 66,959,909	\$ 53,410,836	\$ 384,290,833	\$ 127,403,318	\$ 438,334,679	\$ 950,028,830

Improvement Plans by Category

General Government									
Community Facilities	\$ 13,204,946	\$ 2,515,000	\$ 2,375,000	\$ 1,945,000	\$ 2,375,000	\$ 22,414,946	\$ 21,883,756	\$ 1,982,800	\$ 46,281,502
Economic Development	5,592,266	21,592,266	-	-	-	27,184,532	10,451,928	-	37,636,460
Education	31,025,000	9,500,000	14,225,000	34,775,000	24,500,000	114,025,000	18,101,093	37,500,000	169,626,093
Information Technology	1,731,739	262,590	180,000	83,160	175,000	2,432,489	1,345,855	-	3,778,344
Parks, Recreation & Tourism	1,690,000	1,945,000	2,565,000	1,185,000	585,000	7,970,000	1,185,000	2,340,000	11,495,000
Public Safety	9,183,000	1,390,464	7,816,889	2,140,500	7,250,836	27,781,689	3,446,440	8,750,000	39,978,129
Transportation	16,367,820	20,600,000	45,000,000	4,000,000	-	85,967,820	19,007,580	25,425,000	130,400,400
Subtotal - General Government	\$ 78,794,771	\$ 57,805,320	\$ 72,161,889	\$ 44,128,660	\$ 34,885,836	\$ 287,776,476	\$ 75,421,652	\$ 75,997,800	\$ 439,195,928
Enterprise Funds									
Public Utilities Capital	\$ 14,707,608	\$ 12,042,000	\$ 12,292,500	\$ 17,331,249	\$ 13,025,000	\$ 69,398,357	\$ 43,182,154	\$ 362,336,879	\$ 474,917,390
Storm Water Capital	5,066,000	5,550,000	5,500,000	5,500,000	5,500,000	27,116,000	8,799,512	-	35,915,512
Subtotal - Enterprise Funds	\$ 19,773,608	\$ 17,592,000	\$ 17,792,500	\$ 22,831,249	\$ 18,525,000	\$ 96,514,357	\$ 51,981,666	\$ 362,336,879	\$ 510,832,902
Total Requirements	\$ 98,568,379	\$ 75,397,320	\$ 89,954,389	\$ 66,959,909	\$ 53,410,836	\$ 384,290,833	\$ 127,403,318	\$ 438,334,679	\$ 950,028,830
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Project Number: **01-160**
 Project Title: **Mosquito Control Facilities Relocation**
 Asset Type:
 Division: **Community Facilities Capital Projects**
 Project Type: **New Facility** Budget Year: **2016**
 Year Identified: **2011**
 Start Date: **7/3/2011** Project Status: **Funded**
 Est. Completion Date: Region:

Description:

Relocate the Mosquito Control operations, the first phase of a plan developed in 2008 to move the City Operations Center from Greenbrier so the property might be available for a better use by a private developer.

Justification:

Project enhances Mosquito Control Commission operations by combining all functions at one site. It also allows for a different use of the existing site off Executive Drive in Greenbrier.

Comments:

Design is approximately 30% complete. New estimates indicated the relocation will cost \$3.4 million more than what is available. City Council approved a resolution in support of proceeding with the project modified to include the relocation/consolidation of the facilities and provide covered parking. The resolution states that additional costs would be shared between the Mosquito Control Commission and the City.

Project Forecast

Year	Total Expense	Total Revenue	Difference
2016	3,382,320	3,382,320	0
	3,382,320	3,382,320	0

Project Details 2016

Account	Description	Prior Years	2016	2017 - 20	Future Years	Total Amount
Revenue						
	Fund Balance - General Fund		2,132,320			2,132,320
	Fund Balance - Other Funds		1,250,000			1,250,000
	G.O. Debt - City	3,828,000				3,828,000
Total Revenue		3,828,000	3,382,320			7,210,320
Expense						
	Design & Engineering	433,000				433,000
	Construction	2,887,000	3,382,320			6,269,320
	Equipment	60,000				60,000
	Other	448,000				448,000
Total Expense		3,828,000	3,382,320			7,210,320
					Obligated to Date:	760,000
						10.54 %

Related Projects

Operating Budget Impact

Budget Year	Exp (Rev)	FTE Impact
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