

Capital Improvement Budget: Process Changes and Funding Outlook

Daley Lehmann
Office of Financial Services

CIB Process Overview



- Green = City of Saint Paul
- Dark Blue = Project Proposers
- Light Blue = District Councils
- Purple = Task Forces
- Tan = Planning Commission
- Orange = CIB Committee

2016-2017 Major CIB Financing Sources

	2016 Adopted	2017 Proposed
G.O. Capital Improvement Bonds	11,000,000	11,000,000
G.O. Street Improvement Bonds*	12,500,000	14,500,000
Public Safety Bonds	-	15,000,000
Municipal State Aid	7,400,000	8,400,000
Community Development Block Grants	4,000,000	4,000,000

*Street Reconstruction bids for 2016 came in lower than the estimated budgets leaving unused bond authority that can be applied to 2017 budget for new projects

2016 – 2017 CIB Highlights

	2016 Adopted	2017 Proposed
Fire Station 19 Expansion	1,340,000	-
New Police Training Facility	1,000,000	15,750,000
Phalen and North Dale Refrigerated Ice Rinks	407,000	406,000
Palace Rec Center Completion	1,380,000	-
Sylvan Play Area and Field Improvements	148,000	1,638,000
5 Other Neighborhood Play Areas	1,376,000	809,000
Victoria Park Universally Accessible Play Area	200,000	2,025,000
Rondo Commemorative Plaza	250,000	-
Saint Paul Street Vitality Paving Program	12,500,000	14,500,000
Kellogg Boulevard – Third Street Bridge	1,125,000	1,125,000
Scheffer Area Strategic Plan	250,000	1,037,000
Rice Park Revitalization	-	500,000
Margaret Street Bike Boulevard	-	400,000
Rondo Branch Library Capital Improvements	-	500,000
Battle Creek Road Reconstruction	-	1,950,000
Rice Street Streetscape – Sycamore to Pennsylvania	-	1,982,000

2018-2019 Funding Sources

1. Capital Improvement Bonds (CIB)
 - \$11 million annually
2. Municipal State Aid (MSA)
 - \$8.1 million annually
3. Community Development Block Grant (CDBG)
 - \$4 million annually

2018 - 2019 Tentative CIB Projects

Capital Improvement Bonds	2018	2019
Annual Programs	\$3,951,000	\$3,951,000
Fire Station 20 Planning	\$1,000,000	\$0
Griggs Park Improvements	\$1,500,000	\$0
Margaret Street Bike Boulevard	\$320,000	\$0
Scheffer Area Strategic Plan	\$4,229,000	\$5,771,000
<u>Total</u>	<u>\$11,000,000</u>	<u>\$9,722,000</u>
Remainder	\$0	\$1,278,000

2018 – 2019 CIB MSA CDBG

- CIB
 - The remaining \$1.278 million in the 2018-2019 CIB funding cycle will go towards capital maintenance projects
- MSA
 - 5-Year Street Plan will be used to guide MSA project funding in 2018-2019
 - CIB Committee will hear presentations regarding the creation of the 5-year plan and how projects are selected
- CDBG
 - Projects will be selected out of submissions from the community and City Departments
 - Call for projects/programs was released on Tuesday, October 18th
 - Applications due back to City on Friday, March 3rd
 - Two presentations per submittal
 - CIB Committee will review and make recommendations on funding for 2018-2019

Future CIB Process

Three Pillars for evolution of the CIB Process

1) Strategic Investment

- Use of data to ensure return on investment

2) Fiscal Responsibility

- Maintenance is prioritized

3) Equity and Inclusion

- Decisions are distributed equitably throughout the City

Future CIB Process

- Creation of Project Team
 - Members of City Council Staff and Financial Services serve on the team
 - Support from the City's Innovation Team and Administration
- Commitment to work with CIB Committee
 - The CIB Committee is the community partner in the evolution of the CIB Process
- Broker open conversation about the needs of the City and Community
 - Coordinate with City Departments
 - Engage with the Community

Timeline

- Project Team has started initial work to redevelop process
- 2017 will be used for Community and Department Engagement
- In 2018 the process will be finalized and shared with the public