

CAPITAL IMPROVEMENTS

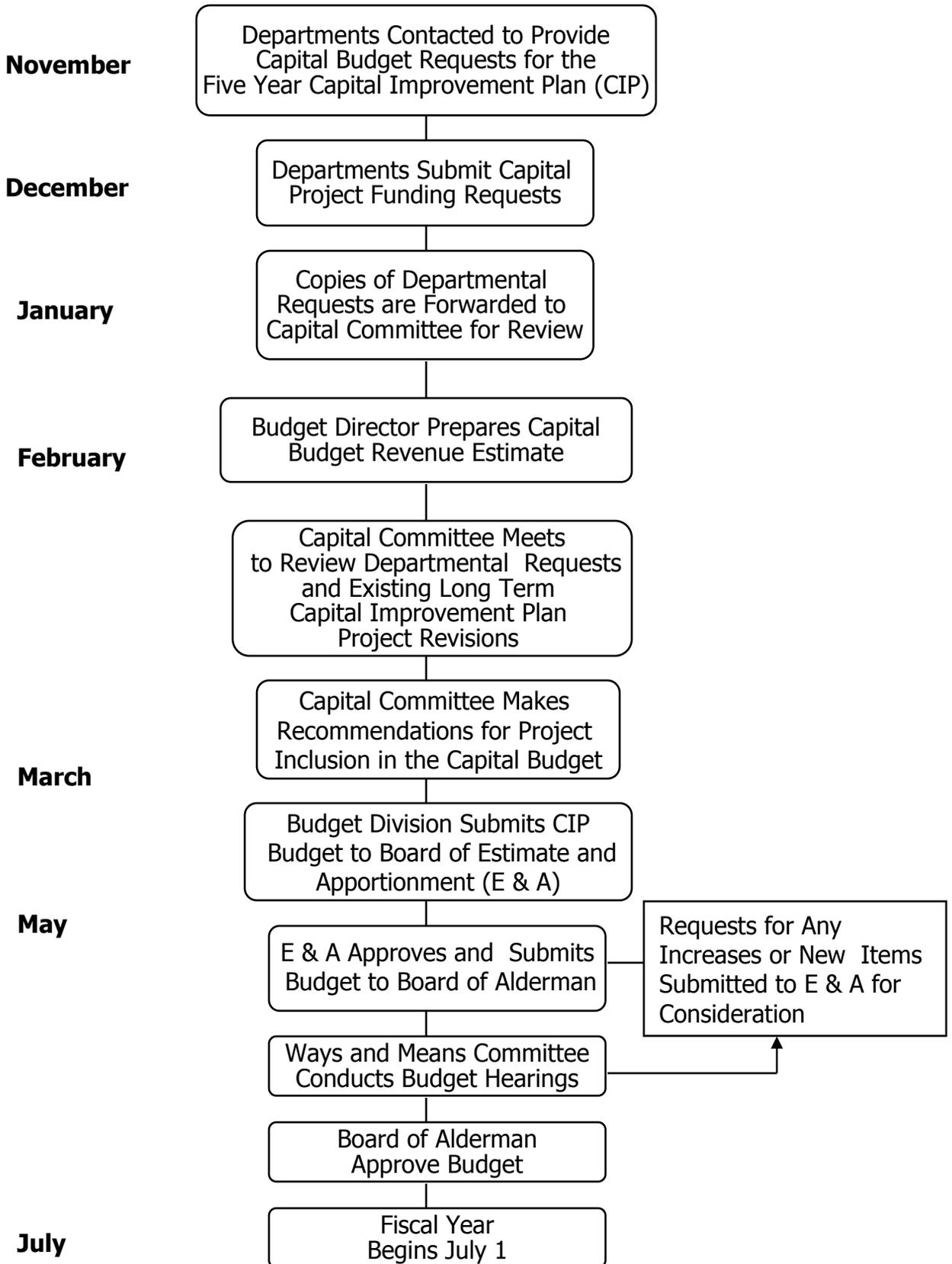
Since the establishment of the Capital Fund in 1989, the City has successfully begun the process of restoring and improving its capital assets. In August 1993, voters passed a one-half cent sales tax dedicated to capital improvement projects. This new source of revenue has greatly enhanced the City's ability to meet its capital needs. Major accomplishments and highlights of St. Louis' capital improvement program are shown on the table on the following page.

This section presents an overview of St. Louis' capital improvement program, including the planning process, the five-year Capital Improvements Plan, and the FY2010 Capital Budget. The entire Capital Improvements Plan, including a budget for each fund, account, and subaccount within the Capital Fund, is presented in a separately bound volume.

CAPITAL PLANNING PROCESS

To address the City's pressing capital infrastructure and equipment needs, the City of St. Louis established capital planning policies and the Capital Fund in 1989. City ordinances require the Budget Division, together with the Capital Committee, to develop a five-year capital improvement plan (CIP) annually. Each year, a Capital Budget must be prepared, based on the first year of the CIP. Both the CIP and Capital Budget must be submitted by the Budget Division to the Board of Estimate and Apportionment and Board of Aldermen for approval. The CIP and Capital Budget are submitted in the same manner and time as the general operating budget of the City.

Capital Improvement Plan (CIP) Budget Process



CAPITAL IMPROVEMENT PROGRAM ACCOMPLISHMENTS

Roads and Bridges

- Replacement of several major bridges in the City, including the Lansdowne Ave, South Kingshighway, Arsenal Street, Morganford, Alabama and Natural Bridge Road.
- Truman Parkway and resurfacing of arterial and residential streets throughout the City.

Neighborhood Stabilization

- Improvements, such as lighting, street resurfacing, and new playground equipment in the City's six major parks and many neighborhood parks
- Enhanced street lighting at all recreation centers, neighborhood parks, community schools and churches throughout the City.
- Demolition of abandoned buildings
- Improvements at the City's recreation centers

Facility Improvements and Equipment Replacement

- Repair, expansion, and construction of City-owned buildings, including the Civil Courts Building, the Justice Center, Carnahan Courthouse and the Police Department Area Command Stations.
- Implementation of a rolling stock replacement program
- Progress toward complying with Federal mandates
- Flood protection projects
- Warning Siren System

The Capital Committee is responsible for the assessment and review of capital needs and must develop and recommend the CIP and Capital Budget. As established by ordinance, the Capital Committee consists of the following members: the Budget Director, who serves as Chairperson, the Community Development Agency Director, the President of the Board of Public Service, the President of the Board of Aldermen (or his designee), one other Alderman appointed by the President of the Board of Aldermen, the Comptroller (or his designee), one other person from the Comptroller's office, the Mayor (or his designee), and the Chairperson of the Ways and Means Committee.

A committee of City residents, the Citizen's Advisory Committee for Capital Expenditures, is involved in the capital planning process. This committee reviews and assesses capital needs, advises the Capital Committee on the development and recommendation of the CIP and Capital Budget, and reviews the City's capital accomplishments.

The Capital Committee selects and prioritizes capital projects using established criteria. The following criteria are used to evaluate projects:

- Capital improvements that will foster St. Louis' goal of preserving and improving municipal buildings and other assets;
- Capital improvements that will foster St. Louis' goal of fiscal stability and soundness;
- Capital improvements that will foster St. Louis' goal of preserving its infrastructure and heritage;
- Projects that reduce the cost of operations or energy consumption;
- Projects that promote operational safety.

In January 1994, the Capital Committee adopted additional selection criteria. Projects are evaluated and funding recommendations are made according to the following priorities:

- 1) Required payment for existing debt service
- 2) Local match amounts for bridge and street improvements et al
- 3) Funding for State and Federal mandates, including underground storage tank abatement, ADA compliance, asbestos and lead paint abatement
- 4) Ongoing replacements necessary for City operations

FIVE-YEAR CAPITAL IMPROVEMENT PLAN

The 2010-2014 Capital Improvements Plan identifies the projects funded in the FY2010 capital budget and those projects scheduled for the next four years. Projects included in the Capital Improvements Plan (CIP) from FY2010-FY2014 have a projected cost of \$320 million. The projects will be funded through a combination of local, state and federal sources. Over the five-year period, approximately \$217 million will be appropriated to pay for the projects. This amount includes outright purchases as well as debt service payments, and in the case of road and bridge projects, the City's local matching share of the total cost.

Projects included in the CIP have been grouped into three major categories. These categories are road and bridge improvements, neighborhood stabilization projects, and facility improvements and equipment replacement. Table I presents a summary of proposed capital projects for the next five years. The projects presented in the FY2010 column represent the FY2010 Capital Budget, while projects in subsequent years will be reviewed and updated on an annual basis. A detailed description of each proposed project is included in the separately bound Capital Improvements Plan.

TABLE I
CAPITAL IMPROVEMENTS PLAN
USE OF FUNDS

	FY2010	FY2011	FY2012	FY2013	FY2014	
ROAD AND BRIDGE PROJECTS						
ARTERIAL STREET RESURFACING	0	1,000,000	1,000,000	1,000,000	1,000,000	
BRIDGE REPAIR/RESURFACING	0	500,000	500,000	500,000	500,000	
BRIDGE RECONSTRUCT/REPLACEMENT (ISTEA)	0	9,600,000	5,350,000	3,000,000	300,000	
EQUIPMENT REPLACEMENT (ISTEA)	0	1,230,000	550,000	0	0	
STREET RECONSTRUCTION (ISTEA)	0	220,000	60,000	220,000	0	
ROAD AND BRIDGE PROJECTS	Total	\$0	\$12,550,000	\$7,460,000	\$4,720,000	\$1,800,000
NEIGHBORHOOD STABILIZATION PROJECTS						
MAJOR PARKS IMPROVEMENTS (1/2 CENT & METRO & GRANTS)	2,812,700	3,486,300	3,554,100	3,623,300	3,693,700	
POLICE DEPARTMENT IMPROVEMENTS	1,591,000	1,387,000	1,387,000	1,387,000	1,387,000	
METRO PARKS - (NEIGHBORHOOD PARKS)	970,800	990,400	1,010,200	1,030,400	1,051,000	
RECREATION CENTER IMPROVEMENTS	489,000	498,800	508,400	518,200	528,200	
WARD IMPROVEMENT PROJECTS	8,067,000	8,312,500	8,473,000	8,636,500	8,803,000	
NEIGHBORHOOD STABILIZATION PROJECTS	Total	\$13,930,500	\$14,675,000	\$14,932,700	\$15,195,400	\$15,462,900
FACILITY IMPROVEMENTS AND EQUIPMENT REPLACEMENT						
BUILDING IMPROVEMENTS	3,032,000	4,681,000	4,575,000	4,922,000	4,922,000	
CIVIL COURTS BUILDING IMPROVEMENTS	2,748,000	2,752,000	2,752,000	2,752,000	2,750,000	
EQUIPMENT REPLACEMENT	2,765,000	3,471,000	3,231,000	1,878,000	1,878,000	
FEDERAL MANDATES	0	300,000	200,000	200,000	200,000	
JUSTICE CENTER PROJECT	11,373,000	10,917,000	14,341,000	10,670,000	10,687,000	
NEW CONSTRUCTION	568,000	568,000	568,000	568,000	568,000	
IMPROVEMENT PROJECTS	0	30,000	30,000	30,000	10,000	
FACILITY IMPROVEMENTS AND EQUIPMENT REPLACEMENT	Total	\$20,486,000	\$22,719,000	\$25,697,000	\$21,020,000	\$21,015,000
ENGINEERING, DESIGN AND ADMINISTRATION	Total	\$1,090,000	\$1,120,000	\$1,150,000	\$1,180,000	\$1,210,000
All Capital Improvement Projects		\$35,506,500	\$51,064,000	\$49,239,700	\$42,115,400	\$39,487,900

Road and Bridge Improvement Projects

Most of the costs of the transportation projects are funded through the Federal Surface Transportation Program. The CIP will provide a total of \$20.53 million toward road and bridge improvements over the next five years. This amount will serve as the City's local match for federally funded projects with an estimated value of over \$64.2 million. This represents about 15 percent of the total CIP projects either in progress or begun during the five-year-period.

The CIP also includes \$4.0 million for arterial street resurfacing and \$2.0 million for bridge repair/resurfacing. These street and bridge improvements will be funded entirely with City dollars. Prior to the passage of the capital improvement sales tax, many needed arterial street and bridge repairs went undone.

Neighborhood Stabilization Projects

Neighborhood stabilization capital projects include improvements in the City's 28 wards, recreation centers, parks, and Police Department. Approximately \$74.19 million in neighborhood stabilization projects is included in the five-year plan. Proposed five-year plan funding includes the following:

- \$42.29 million for ward improvements
- \$17.76 million for major park improvements
- \$6.78 million for Police Department improvements
- \$2.54 million for recreation center improvements
- \$5.05 million for neighborhood park improvements

The majority of neighborhood stabilization projects will be improvements in the City's neighborhoods and parks. In FY2010, each ward will receive \$291,250, plus/minus their portion of the beginning balance, for capital improvements recommended by the Aldermen. In the past, Aldermen have spent these funds to resurface residential streets, improve neighborhood parks, reconstruct alleys, enhance street lighting and replace refuse dumpsters.

Facility Improvement and Equipment Replacement

Approximately \$96.62 million in facility improvements and equipment replacement is planned for the next five years. More than 86% of this amount will be expended to retire the debt associated with the downtown Justice Center and the expansion of the Medium Security Institution, the renovations to the Civil Courts Building and the Carnahan Courthouse, the Rolling Stock, Computer Systems, Gateway Transportation Center (Multi-Modal) Facility & Infrastructure Debt Service (Juvenile Detention), 1520 Market (Abram) Building and 911 System debts. The details of individual projects are available in the Capital Improvements Plan presented in a separately bound volume.

Facility improvement and equipment replacement projects proposed in the five-year Capital Improvement Plan include:

- \$57.96 million for the MSI expansion and Justice Center financing
- \$13.75 million for renovations & financing of the Civil Courts building
- \$5.52 million for renovations & financing of the Carnahan Courthouse
- \$9.22 million for rolling stock, 911 systems and computer equipment replacement
- \$5.29 million for renovations & financing of the Gateway Transportation Center (Multi-Modal) & 1520 Market (Abram) Building
- \$7.73 million for Facility & Infrastructure debt Service (Juvenile Detention)
- \$0.90 million for Federal mandate compliance

Funding Sources

The capital projects included in this plan will be financed through a combination of local, state, and federal sources. Table II presents a summary of estimated resources available for capital expenditures for the next five years. A brief description of the funding sources follows.

TABLE II
CAPITAL IMPROVEMENTS PLAN
SOURCE OF FUNDS

	FY2010	FY2011	FY2012	FY2013	FY2014
1/10 Cent Sales Tax for Metro Parks (40% Major Parks)	647,200	660,200	673,400	686,900	700,600
1/10 Cent Sales Tax for Metro Parks (60% Neighborhood Parks)	970,800	990,400	1,010,200	1,030,400	1,051,000
1/2 Cent Sales Tax for Capital Improvement	17,400,000	17,748,000	18,103,000	18,465,000	18,834,000
1/2 Cent Sales Tax for Capital Improvement - Beginning Balance City Wide	-132,000	0	0	0	0
1/2 Cent Sales Tax for Capital Improvement - Beginning Balance Major Parks	-607,000	0	0	0	0
1/2 Cent Sales Tax for Capital Improvement - Beginning Balance Recreation Center	0	0	0	0	0
1/2 Cent Sales Tax for Capital Improvement - Beginning Balance Ward Accounts	-88,000	0	0	0	0
1/2 Cent Sales Tax for Capital Improvement - Police Capital Beginning Balance	-40,000	0	0	0	0
Beginning Balance (Debt Service Reserve Earnings)	0	25,000	25,000	25,000	25,000
Courthouse Restoration Fund - Municipal Courts	195,000	260,000	260,000	260,000	260,000
Courthouse Restoration Fund - State Courts	1,325,000	1,325,000	1,325,000	1,325,000	1,325,000
Gasoline Tax Revenue - (County Share)	630,000	630,000	630,000	630,000	630,000
General Fund Transfer - Carnahan Courthouse Debt Service	581,000	615,000	615,000	615,000	615,000
General Fund Transfer -Justice Center Lease Payment	5,600,000	5,600,000	5,600,000	5,600,000	5,600,000
General Fund Transfer for Civil Courts Debt	0	1,230,000	1,230,000	1,230,000	1,230,000
Income from Sale of City Assets	350,000	350,000	350,000	350,000	350,000
Previous Year General Fund Balance	0	0	0	0	0
Prior Year Lease Payment Balances	325,000	0	0	0	0
Transfer from Gaming Revenue Fund	8,350,000	7,100,000	7,100,000	7,100,000	7,100,000
TOTAL SOURCES OF REVENUE	\$35,507,000	\$36,533,600	\$36,921,600	\$37,317,300	\$37,720,600

Local Sources

The major local funding source is the one-half cent sales tax for capital improvements. This tax was passed in 1993 and should provide about \$89.68 million over the next five years and \$17.40 million this year for capital improvements. Proceeds from the capital improvement sales tax are distributed among the City's 28 wards (50%), citywide improvements (20%), major parks (17%), the Police Department (10%), and recreation centers (3%). However, due to the recent economic downturn and declines in sales tax receipts, the FY2010 Capital Budget will also address a negative beginning balances of an estimated \$867,000 distributed as detailed in the exhibits.

The City's General fund, supported by local taxes and fees, contributes to the Capital Fund. In most years, the general fund budget will include a transfer to the Capital Fund to offset debt service charges. In FY2010, the general fund budget will be required to include a transfer of \$6.18 million to the Capital Fund. Additional local revenue of approximately \$350,000 is expected from the sale of assets.

In FY2002, the City Parks and Recreation system began receiving funds from the regional 1/10 Cent Metro Parks Sales Tax. Over the next five years, the City's portion of the tax will be approximately \$8.42 million with 40% going to the major parks and 60% going to the neighborhood parks. In FY2010, the City's portion of the tax will be approximately \$1.62 million.

In FY2002, the City passed an ordinance imposing court costs of \$5.00 on certain cases adjudicated in Municipal Courts. In FY2010, revenue from these cases is estimated to be \$195,000 annually and will be used to offset debt service financing to provide improvements at City owned courthouses.

Also, if any general fund operating surpluses or balances become available in future years, the City will budget these funds in the Capital Budget on a year-by-year basis. In FY2010 this amount will be \$325,000. Revenue derived from riverboat gaming is discussed later in this section.

State Sources

The Capital Fund receives funding through several taxes and fees imposed by the State of Missouri. The City has allocated a portion of the proceeds of the statewide gasoline tax to be used for capital improvements. In FY2010, \$630,000 in gasoline tax revenues will be transferred to the Capital Fund. These revenues are used to help fund the City's local match requirements on bridge replacement and street repair projects financed through the Federal STP program.

In 1995 the state legislature imposed an additional \$35 court filing fee on cases filed in the 22nd Judicial Circuit Court in St. Louis. The fee has since been raised to \$45 per case. Revenues generated from this filing fee are being used to assist in financing renovations to the Civil Courts Building. This additional filing fee generates about \$1.32 million annually.

Federal Sources

The City of St. Louis relies heavily upon Federal funding to finance its road and bridge improvement projects. Federal funding is available through the Surface Transportation Program (STP), which was established through the Intermodal Surface Transportation Efficiency Act (ISTEA & TEA-21). The ISTEA program provides 75 to 100 percent of the cost of major bridge renovation or replacement projects and certain street improvement projects. The St. Louis Metropolitan region receives approximately \$14 million annually in such matching funds and is currently on a three year planning cycle.

Gaming Revenues

Currently, the City benefits from three direct sources of gaming revenues. The first is a 10% share of the state tax on gaming adjusted gross receipts (AGR). With the state tax set at 20%, the City's share is equal to 2% of AGR. The state also imposes a two-dollar fee for all admissions to a gaming boat, with the City receiving one-half of this fee, or a dollar per admission. A third source of revenue is the lease between the City's Port Authority and the riverboat operator. The current lease with the Admiral Riverboat Casinos specifies a payment of 2% of AGR. A new gaming facility on Laclede's Landing operated by the Pinnacle Corp. opened in mid FY2008. Since the new facility is not located directly on the riverfront, port lease revenue will decline, however overall gaming revenue will increase with the larger development. In FY2010, \$8.35 million in revenues will be appropriated to the Capital Fund

In appropriating these revenues the City has opted for a spending formula that maximizes the impact of these receipts without making ongoing City operations dependent on the success of the gaming industry. By state statute, the 2% of AGR the City receives from the state is set aside for use in providing services necessary for the safety of the public visiting gaming boats. Funds from this source are therefore appropriated primarily for Police Department services on the riverfront and for riverfront street lighting, and public right-of-way improvements. Revenue from the admission fee is unrestricted as to use and will be used to supplement funds available for capital improvement projects and to further economic development efforts.

FY2010 CAPITAL BUDGET

The capital budget for FY2010 is \$35.5 million. Table III presents a summary of the FY2010 capital budget. Citywide capital projects comprise over 58% of the total capital budget and ward improvement projects are about 23% of the budget. The remainder is divided among major parks, recreation centers, and the Police Department. The one-half cent sales tax for capital improvements is the largest source of capital funding and will provide approximately \$17.40 million in revenue for capital improvements in FY2010. However, due to the recent economic downturn and declines in sales tax receipts, the FY2010 Capital Budget will also address a negative beginning balances of an estimated \$867,000 distributed as detailed in the exhibits. Other major sources of funding include income from the sale of assets, court fees, gasoline tax revenues, and gaming revenues.

The FY2010 capital budget is about 14% higher than the previous year's budget. Debt service charges for the major construction and equipment are above last year due mainly to the debt service for the Justice Center being funded by the Trustee Lease Fund in FY2009. Also, in FY2009 the City allocated funds from the Facility and Infrastructure Debt Service (Juvenile Detention), which provided an estimated \$26.61, projects funded by that debt service provided for Road & Bridge projects and Facility Improvements & Equipment Replacement projects. Funds available for Neighborhood Stabilization projects supported by the sales tax for capital improvements are 17% lower than FY2009, this is due in part to a negative beginning balances becoming from various ½ Cent Sales Tax accounts as noted in the exhibits.

The major areas of capital improvement spending are summarized in the following table. A more detailed break down of the sources and uses of funds are listed in the exhibits at the end of this section. A complete detail of the five-year Capital Improvements Plan (CIP) can be found in a separate volume.

TABLE III
FY10 CAPITAL BUDGET

	FY09 Budget	FY10 Budget
SOURCES		
Capital Improvement Sales Tax	18,350,000	17,400,000
Metro Parks Sales Tax	1,707,000	1,618,000
Capital Improvement Sales Tax - Police Beginning Balance	(105,000)	(40,000)
CityWide Capital Existing Balance	(118,000)	(132,000)
Capital Improvement Sales Tax - Parks Beginning Balance	726,000	(607,000)
Capital Improvement Sales Tax - Rec Centers Beginning Balance	52,000	0
Capital Improvement Sales Tax - Wards Beginning Balance	824,000	(88,000)
Prior Year General Fund Balance (1/2 of Fund Balance)	1,510,000	0
Gaming Revenues	5,750,000	8,350,000
Gasoline Tax - (County Share)	630,000	630,000
General Fund Transfer - Justice Center Lease Payment	0	5,600,000
General Fund Transfer - Caranahan Courthouse Debt Service	0	581,000
Courthouse Restoration Funds	1,460,000	1,520,000
Prior Year Lease Payment Balances	0	325,000
Income from Sale of City Assets	350,000	350,000
Total Sources	31,136,000	35,507,000
USES		
Citywide		
Existing Debt	9,530,237	20,486,000
Surface Transportation Program Match (T-21)	350,000	0
Federal Mandates	187,000	0
City Building Improvements & Equipment	2,971,763	0
Total Citywide	13,039,000	20,486,000
Engineering, Design and Administration	1,060,000	1,090,000
Ward Improvements	9,469,000	8,067,000
Major & Neighborhood Parks Debt & Improvements	5,371,050	3,783,500
Police Department Improvements	1,624,000	1,591,000
Recreation Center Improvements	570,700	489,000
	18,094,750	15,020,500
Total Uses of Funds	31,133,750	35,506,500
Operating Balance	\$2,250	\$500

Citywide

Approximately \$20.49 million in citywide capital improvement projects are funded for FY2010. Highlights for FY2010 include:

- \$6.35 million in lease purchase payments for the renovation of the Civil Courts Building and the Carnahan Courthouse, 1520 Market (Abram) Building, Gateway Transportation Center (Multi-Modal Station) and Facility & Infrastructure (Juvenile Detention) Projects
- \$2.76 million for the debt service for the rolling stock replacement program, computer equipment and the new 911 System upgrades
- \$11.37 million for Justice Center Debt Service

Citywide capital projects are funded from two funds, the Capital Improvement Project Fund (Fund 1217) and the Capital Improvements Sales Tax Trust Fund (Fund 1220). Exhibits A and B present the capital budgets for each of these funds.

Ward Improvements

In FY2010, \$8.15 million from the ½ Cent Sales Tax and adjusted by a negative \$88,000 from the beginning balance of their account will be appropriated for ward improvements. Each of the 28 Wards will receive \$291,250 plus/minus their portion of the beginning balance, for capital improvements recommended by the Aldermen. Projects typically include improvements in neighborhood parks, residential street & alley resurfacing, repairs to streets & alleys, street lighting enhancement, and dumpster replacement. Ward projects are funded by the Capital Improvements Sales Tax Trust Fund (Fund 1220). Exhibit C presents the capital budget for this section.

Recreation Centers

\$489,000 is appropriated for capital improvements at recreation centers from ½ Cent Sales Tax funds. The Capital funds for FY2010 will be used for construction costs related to the new Northside Recreation Center. Exhibit E presents the capital budget for this section.

Major Parks

The City's six major parks will receive approximately \$3.42 million in FY2010 for capital improvement projects from ½ Cent and Metro Parks sales tax with the amount adjusted by a negative \$607,000 from the beginning balance of their accounts. The distribution of these funds among the parks is based upon the acreage of the park. Exhibit D & H presents the capital budget for these sections. The FY2010 Capital Budget appropriates the following amounts for each park:

Forest Park	\$2,025,400
Tower Grove Park	\$378,000
Carondelet Park	\$156,800
Fairground Park	\$106,400
O'Fallon Park	\$73,000
Willmore Park	\$73,100

Metro Parks – Neighborhood Parks

In addition to the major parks, various neighborhood parks and recreation centers will benefit from the new Metro Parks sales tax. In FY2010 the tax will provide \$.97 million which will be used to begin improvement projects at various locations selected by the Parks Committee. Exhibit I presents the capital budget for this section.

Police Department

A portion of the capital improvement sales tax allocated to the Police Department will be used for debt service for Capital Improvements. The debt service payment scheduled for FY2010 is \$1.31 million. Funds remaining after debt service will be used to augment lease payments on the Downtown Justice Center. Also in FY2010 the Capital Budget will fund the Microwave Communications Systems lease payment. Exhibit F presents the capital budget for this section.

Capital Improvements Plan - Impact on Operations

One of the criteria used in developing the City's Capital Improvements Plan is based on the impact a capital project may have on current and future operating budgets. Knowing to what extent a given project will increase or decrease future operating costs provides the opportunity to plan ahead once the project is approved and funded. For the most part, projects such as road and bridge improvements, building improvements and rolling stock replacement effectively improve the City's infrastructure and reduce the strain on resources dedicated for street, building and vehicle maintenance. Of course with the increase in the number of projects made possible by 1/2-cent sales tax proceeds, more operating funds have been allocated in recent years for design and engineering. For example, the Board of Public Service staff increased to address increased demand of design work and project management. The enhanced lighting program has increased the City's energy costs but the conversion to LED traffic signal lights has reduced the electrical costs. The completion of a salt storage facility and roof repairs to smaller storage units should reduce run-off and decrease the amount of salt purchased. While the operating budget impact of this kind of capital spending is not project specific, other large capital projects such as the downtown City Justice Center, Gateway Transportation Center and take over of the Caranahan Courthouse will have a unique and sometimes identifiable impact on the City's general fund budget. With the opening of the Abram Building and the consolidation of numerous departments at that location, the City will receive the benefits of reduction of the costs for rental space and an improved environment for those departments and the Citizens they serve. The following is a summary of projects from the FY2010 Capital Budget that have or will have known impacts on current or future operating costs.

CAPITAL IMPROVEMENTS PLAN - IMPACT ON OPERATIONS SUMMARY

Project / Division

Operating Budget Impact

Ward Capital Projects

Street Division

The Street Division provides the labor, engineering, design and project management services for the Ward Capital funded paving, street & sidewalk projects. These projects are small in size but collectively they involve a major portion of the departments operational costs. To offset these costs the Capital Budget reimburses the department for a portion of their labor costs as noted below.

Public Works Projects &

Ward Capital Projects

Board of Public Service (BPS)

The Board of Public Service (BPS) provides the engineering, design and project management services for the City's public work projects and the Ward Capital projects. Many of these projects are small in size and have little impact on the operating budget, however collectively the need to design and manage a greater number of projects has led to increases in the operating budget for BPS. To offset these costs the Capital Budget reimburses the department for a portion of their labor costs, as noted below.

LED Traffic Signal Upgrades

Streets - Traffic & Lighting

With a loan from the Missouri Department of Energy the Traffic Signal division of the Street Department has replaced the majority of traffic signal lamps with LED type units. These LED type lamps have a longer operational life and reduced voltage requirements. Part of the final payment for Phase I of the project is completed in FY10, with the Phase II payments until FY13. The repayment costs of the loan are offset by the reduced utility costs and labor savings due to the functional life of the units, as noted below.

Civil Courts Debt Service & Improvements

City-Wide Accounts

Of the \$2.75M in annual debt service required to retire the debt on the FY94 Civil Courts building improvement lease, \$1.52M is funded by court fees specifically dedicated to the building improvements. The balance has been funded from other capital revenues.

Justice Center

City-Wide Accounts, Dept of Public Safety & Facilities Management

The annual debt service on the Justice Center totals approx. \$11.37M The facility has also benefited from the rental of bed space to the U.S. Federal Marshal Service, with an estimated revenue of \$0.9M annually. The City has gained added detention capacity with this facility which has an operating budget of \$17.7M. The Facilities Management Division is incurring an increase in operating costs for maintenance and has additional utility costs of approximately \$925,000 for this facility.

Carnahan Courthouse Debt Service & Improvements

City-Wide Accounts, Board of Public Service, Facilities Management & Circuit Courts

In the spring of 2001, the City acquired the Carnahan Courthouse (Old Federal Courthouse) adjacent to the City's new Justice Center. The debt service on the Carnahan Courthouse renovation totals approx. \$1.0 million. The Board of Public Service is experiencing design and management costs associated with repairs and renovations required. The Circuit Courts is incurring operational costs for building maintenance of \$825,000 and Facilities Management Division is incurring utility costs of approximately \$740,000 for the additional facility.

CAPITAL IMPROVEMENTS PLAN - IMPACT ON OPERATIONS SUMMARY

Project / Division

Operating Budget Impact

Gateway Transportation Center Debt Service & Improvements

City-Wide Accounts &
Facilities Management

In 2009, the City opened the Gateway Transportation Center, which will provide a connection point for surface transportation in the area. The debt service totals approx. \$0.6 million. It is expected that the operational costs of the facility will be offset by revenues generated. In FY10 the General Fund provides a subsidy of \$250,000 for operational costs

Abram Building Debt Service & Improvements

City-Wide Accounts &
Facilities Management

In the spring of 2009, the City Departments have begun to occupy this facility, the building will allow Departments who are currently in rental space or in substandard facilities to move to a more modern facility. The debt service totals approx. \$0.5 million. It is expected that the operational costs of the facility will be approx. \$1.9 million annually. This facility will allow the City Courts to move from rental space and the Health Department to move from an antiquated building and be more centrally located to other government operations.

Project / Division

FY10

FY11

FY12

FY13

FY14

Public Works & Ward Capital Projects

Street Division - Street Projects	\$900,000	\$900,000	\$900,000	\$900,000	\$900,000
Street Division - Capital Reimbursements	(440,000)	(460,000)	(475,000)	(485,000)	(500,000)
BPS - Ward & Public Works Projects	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000
Board of Public Service - Capital Reimbursements	(650,000)	(660,000)	(675,000)	(695,000)	(710,000)

LED Traffic Signal Upgrades

Streets - Traffic & Lighting	170,100	133,000	133,000	133,000	0
Streets - Traffic & Lighting - Utility Costs	(114,000)	(120,000)	(126,000)	(132,000)	(138,000)

Civil Courts Debt & Improvements

City-Wide Accounts	0	1,400,000	1,400,000	1,400,000	1,400,000
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Justice Center

City-Wide Accounts	5,600,000	5,600,000	5,600,000	5,600,000	5,600,000
Dept of Public Safety	17,739,556	18,100,000	18,500,000	19,000,000	19,500,000
Facilities Management	925,000	950,000	975,000	1,000,000	1,025,000

Carnahan Courthouse Debt & Improvements

City-Wide Accounts	900,000	900,000	900,000	900,000	900,000
Facilities Management	740,000	760,000	780,000	800,000	820,000
Circuit Courts	825,000	850,000	875,000	900,000	925,000

Gateway Transportation Center Debt Service & Improvements

City-Wide Accounts	250,000	250,000	250,000	250,000	250,000
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Abram Building Debt Service & Improvements

Operational Costs	1,900,000	1,930,000	1,960,000	1,990,000	2,020,000
Rental & Operational Costs Savings	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)

<u>\$29,345,656</u>	<u>\$31,133,000</u>	<u>\$31,597,000</u>	<u>\$32,161,000</u>	<u>\$32,592,000</u>
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**EXHIBIT A
 FY10 CAPITAL BUDGET
 CITYWIDE ACCOUNT (FUND 1217)**

SOURCES OF FUNDS:	
General Fund Transfers	6,181,000
Gaming Revenues - Admissions Receipts	8,350,000
Gasoline Tax - (County Share)	630,000
Courthouse Restoration Fund - Municipal Courts	195,000
Courthouse Restoration Fund - State Courts	1,325,000
Prior Year Lease Payment Balances	50,000
Income from Sale of City Assets	350,000
Total Funds Available for Appropriation	17,081,000
USES OF FUNDS:	
Existing Debt	17,081,000
Civil Courts Lease Payment	2,748,000
Justice Center Debt Service	11,373,000
Facility & Infrastructure Debt Service	
Juvenile Detention Center	1,550,000
Carnahan Courthouse Debt Service	111,000
Gateway Transportation Center Debt Service	568,000
1520 Market Building Debt Service	492,000
911 System Upgrade Debt Service	239,000
Total Uses of Funds	17,081,000
ESTIMATED YEAR END SURPLUS (DEFICIT)	\$0

**EXHIBIT B
 FY10 CAPITAL BUDGET
 CITYWIDE ACCOUNT (FUND 1220)**

SOURCES OF FUNDS:		
Capital Improvement Sales Tax	3,262,000	
Prior Year Lease Payment Balances	275,000	
CityWide Capital Existing Balance	(132,000)	
Total Funds Available for Appropriation		3,405,000
USES OF FUNDS:		
Existing Debt		879,000
Carnahan Courthouse Debt Service	879,000	
Rolling Stock Replacement Program / Computer Equipment		2,526,000
Rolling Stock	2,231,000	
Desktop Computers	295,000	
Total Uses of Funds		3,405,000
ESTIMATED YEAR END SURPLUS (DEFICIT)		\$0

**EXHIBIT C
FY10 CAPITAL BUDGET
WARD IMPROVEMENTS ACCOUNT (FUND 1220)**

SOURCES OF FUNDS:	
Capital Improvement Sales Tax	8,155,000
Beginning Balance	(88,000)
Total Funds Available for Appropriation	8,067,000
USES OF FUNDS:	
	Ward Detail Pending
Residential Alley Resurfacing	336,800
Residential Street Resurfacing	1,045,100
Neighborhood Park Improvements & Metro Parks Match	365,190
50/50 Sidewalk Program	633,000
Alley Reconstruction/Improvements	58,000
Curb/Gutter/Sidewalk - Reconstruction	100,600
Decorative Signage, Art, Fountain or Monument	54,076
Gate/Entry/Restrictor - Renovations	63,246
Improvement Project	156,900
Intersection Improvements	40,000
Lighting Improvements	314,100
Refuse Container Replacement	563,810
Sidewalk / Curb / Street Improvements	1,950,084
Street Reconstruction or Repair	250,758
Street Tree Program	178,456
Contingency for Future Projects	1,956,449
Total Uses of Funds	8,066,569
ESTIMATED YEAR END SURPLUS (DEFICIT)	\$431

**EXHIBIT D
FY10 CAPITAL BUDGET
MAJOR PARKS ACCOUNT (FUND 1220)**

SOURCES OF FUNDS:	
Capital Improvement Sales Tax	2,772,700
Beginning Balance	(607,000)
Total Funds Available for Appropriation	2,165,700
USES OF FUNDS:	
FOREST PARK SUBACCOUNT (FUND 1220)	
Debt Service On Forest Park Bonds	1,369,000
Dual Path Phase II	259,700
TOWER GROVE PARK SUBACCOUNT (FUND 1220)	
Reconstruct Roads & Trails, Reforestation, Misc. Projects	230,000
Pavilions Repair & Maintenance and Capital Equipment	64,000
CARONDELET PARK SUBACCOUNT (FUND 1220)	
Relocate and Upgrade Athletic Fields	40,000
Reforestation & Tree Inventory	61,800
FAIRGROUND PARK SUBACCOUNT (FUND 1220)	
Demolition of Roadway South of Kossuth	66,300
O'FALLON PARK SUBACCOUNT (FUND 1220)	
Northside recreation Center	34,200
WILLMORE PARK SUBACCOUNT (FUND 1220)	
Reforestation Plan	40,700
Total Uses of Funds	2,165,700
ESTIMATED YEAR END SURPLUS (DEFICIT)	\$0

**EXHIBIT E
 FY10 CAPITAL BUDGET
 RECREATION CENTER ACCOUNT (FUND 1220)**

SOURCES OF FUNDS:	
Capital Improvement Sales Tax	489,000
Beginning Balance	0
Total Funds Available for Appropriation	489,000
USES OF FUNDS: Capital Improvement Sales Tax	
Northside Recreation Center Facility Construction	489,000
Total Uses of Funds	489,000
ESTIMATED YEAR END SURPLUS (DEFICIT)	\$0

**EXHIBIT F
 FY10 CAPITAL BUDGET
 POLICE DEPARTMENT ACCOUNT (FUND 1220)**

SOURCES OF FUNDS:	
Capital Improvement Sales Tax	1,631,000
Capital Improvement Sales Tax - Police Beginning Balance	(40,000)
Total Funds Available for Appropriation	1,591,000
 USES OF FUNDS: Capital Improvement Sales Tax	
Debt Service for Police Capital Improvements	1,307,000
Microwave Communications System Lease Payment	80,000
Debt Service for Justice Center	204,000
Total Uses of Funds	1,591,000
 ESTIMATED YEAR END SURPLUS (DEFICIT)	\$0

**EXHIBIT G
 FY10 CAPITAL BUDGET
 ENGINEERING, DESIGN AND ADMINISTRATION (FUND 1220)**

SOURCES OF FUNDS:	
Capital Improvement Sales Tax	1,090,000
Total Funds Available for Appropriation	\$1,090,000
USES OF FUNDS:	
Engineering, Design and Administration- BPS	650,000
Engineering, Design and Administration - Street Dept	440,000
Total Uses of Funds	1,090,000
ESTIMATED YEAR END SURPLUS (DEFICIT)	\$0

**EXHIBIT H
 FY10 CAPITAL BUDGET
 METRO PARKS - MAJOR PARKS ACCOUNT (FUND 1219)**

SOURCES OF FUNDS:	
Capital Improvement Sales Tax	647,200
Beginning Balance	0
Total Funds Available for Appropriation	647,200
USES OF FUNDS:	
FOREST PARK SUBACCOUNT (FUND 1219)	
Dual Path Phase II	396,700
TOWER GROVE PARK SUBACCOUNT (FUND 1219)	
Historic Structures	50,000
Street Lights	34,000
CARONDELET PARK SUBACCOUNT (FUND 1219)	
Relocate and Upgrade Athletic Fields	55,000
FAIRGROUND PARK SUBACCOUNT (FUND 1219)	
Construct Bike Path	40,100
O'FALLON PARK SUBACCOUNT (FUND 1219)	
Northside Recreation Center	38,800
WILLMORE PARK SUBACCOUNT (FUND 1219)	
Fix Park Drainage Problems	32,400
Total Uses of Funds	647,000
ESTIMATED YEAR END SURPLUS (DEFICIT)	\$200

EXHIBIT I
FY10 CAPITAL BUDGET
METRO PARKS - NEIGHBORHOOD PARKS ACCOUNT (FUND 1219)

SOURCES OF FUNDS:		
Metro Parks Sales Tax - (Neighborhood Parks Portion)		970,800
Beginning Balance		0
Total Funds Available for Appropriation		970,800
USES OF FUNDS: Metro Parks Sales Tax		
Park	Projects	
HYDE PARK	Design for Comfort Station to include Banquet Hall, Lilly Pond and Sitting Area along Salisbury	36,750
STRODTMAN PARK	Repair Basketball Court, Replace Park Benches & Drinking Fountain and Renovate Spray Pool	70,560
LUCAS PARK DOG PARK	Repair Drinking Fountain	31,850
FOX PARK	Playground Renovation	86,975
BENTON PARK	ADA Upgrade to Comfort Station, Upgrade Recreation Bidg., Electrical Upgrades to the Comfort Station and Pedestrian Bridge and Surveillance Cameras	190,929
BERRA PARK	Install Rubberized Playground Surface	73,500
JOE LEISURE PARK	Replace Park Benches and Reforestation	11,025
FRANCIS PARK	Renovate Tennis Courts	98,000
CHOUTEAU PARK	Park Development	147,000
BECKETT PARK	Renovate Basketball Court	62,475
TIFFANY PARK	Lighting Improvements, Repair Park Gazebo and Tree Replacement	14,700
TAYLOR PARK	Park Development	147,000
Total Uses of Funds		970,764
ESTIMATED YEAR END SURPLUS (DEFICIT)		\$37