

**2016-2025
PROPOSED
CAPITAL IMPROVEMENT
PROGRAM
(CIP)**

Finance Department

May 24, 2016


2016-2025
DRAFT
Proposed
**CAPITAL IMPROVEMENT
PROGRAM**

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Capital Improvement Program

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- Ten-year vision, setting broad policy level guidance for capital expenditures
- Ten-year projection of financial capacity and debt levels associated with capital spending

CIP Flexibility

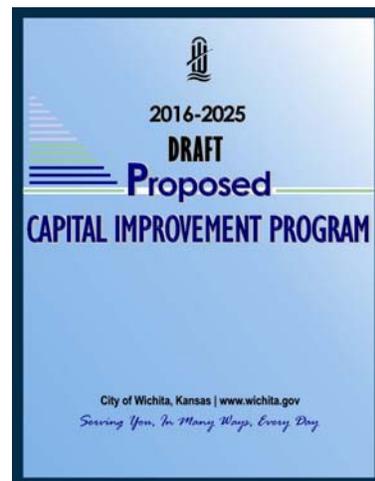
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- The CIP is a flexible planning tool
- Each project is individually approved by City Council action
- The CIP is revised annually

CIP Development

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- Staff Proposed CIP is based on:
 - Previously Adopted CIP
 - Community Investment Plan
 - Current revenue structure
 - Debt within benchmark levels



Consistent with Plan Priorities

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COMMUNITY INVESTMENTS PLAN PRIORITIES	
OVERALL SPENDING PRIORITIES	
PLAN PRIORITY	% OF TOTAL CIP FUNDING
1st Priority—Maintain and Replace What We Currently Have	42.7%
2nd Priority—Enhance What We Currently Have	19.0%
3rd Priority—Expand What We Currently Have	38.3%
Total CIP	100%

Consistent with Priority Areas

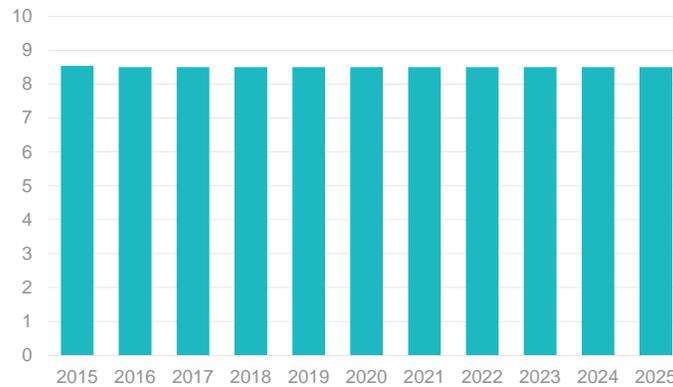
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COMMUNITY INVESTMENTS PLAN PRIORITIES					
CATEGORY	No Rank	Low Med.	Med. High	High	Very High
Streets					31%
Bridges					1%
Transit			1%		
Highways		13%			
Airport	4%				
Water Supply					41%
Arts & Culture			4%		
Public Safety				3%	
Other	2%				
Total	6%	13%	5%	3%	73%

Property Tax Support for CIP

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Mill Levy at 8.5 Mills



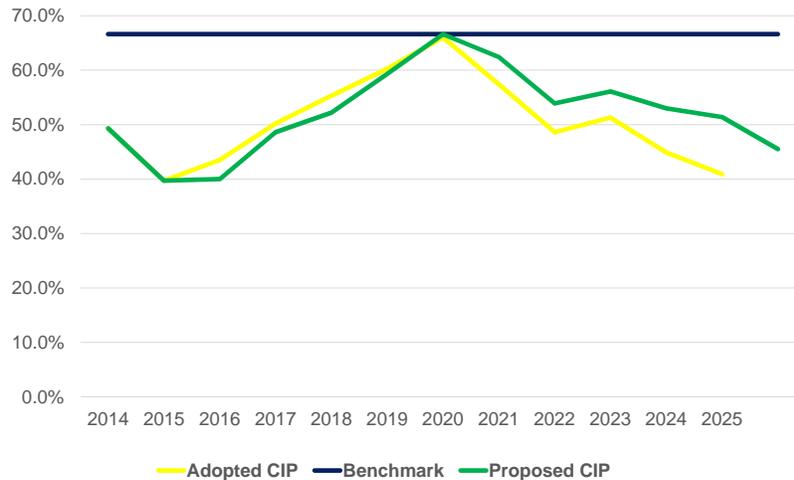
Other CIP Revenues

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- Water Utilities – consistent with COSA projections
- Storm Water Utility – based on current structure
- Local Sales Tax - based on current County sales tax rate of 1%

GO At-Large Debt Service / GO Debt Service Capacity

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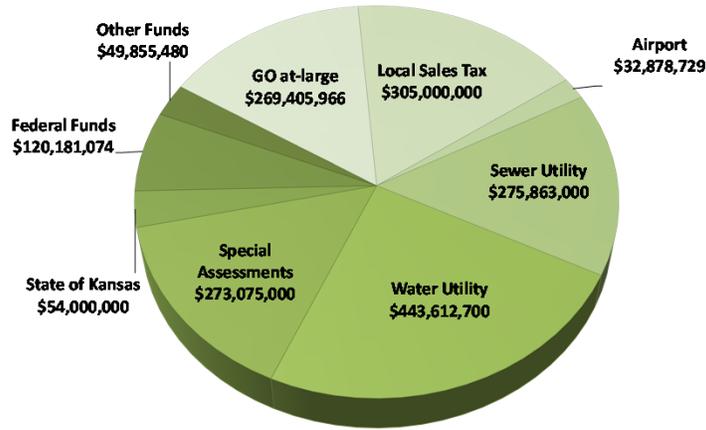
CIP Debt Levels

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- GO at-large debt levels will increase, but stay within benchmarks
- LST debt remains elevated, but within benchmarks
- The combined coverage ratio for Water and Sewer will remain within the benchmark

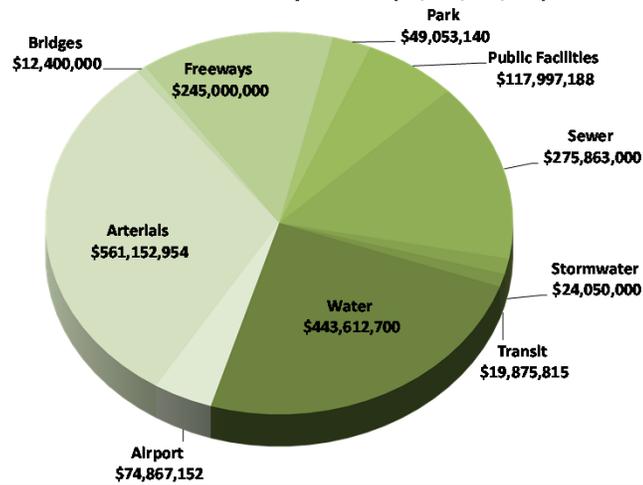
CIP Overview

WHERE CITY OF WICHITA CIP DOLLARS COME FROM
All Funds 2016 - 2025 Proposed CIP (\$1,823,871,949)



CIP Overview

WHERE CITY OF WICHITA CIP DOLLARS GO
All Funds 2016 - 2025 Proposed CIP (\$1,823,871,949)



Changes from Last CIP

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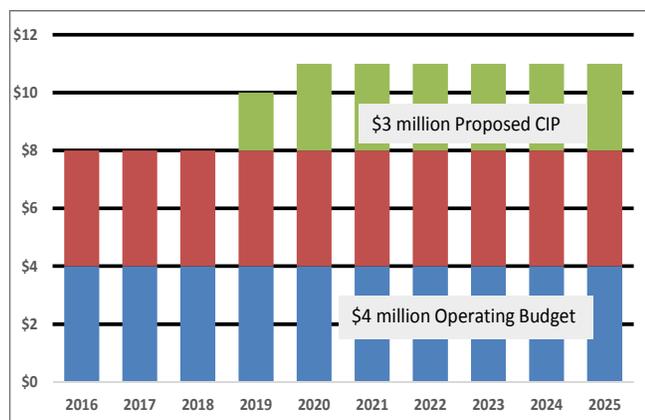
	GO At-Large	All Funds	Projects
2015-2024 CIP	\$292,253,516	\$1,876,894,193	221
Initiated	(\$59,889,515)	(\$85,936,314)	(25)
Removed	(\$2,775,000)	(\$4,105,000)	(4)
Added	\$1,800,000	\$96,480,500	7
Other Adjustments	<u>\$38,016,965</u>	<u>(\$59,461,430)</u>	<u>n/a</u>
2016-2015 CIP	\$269,405,966	\$1,823,871,949	199

Street Maintenance

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• Residential Streets

- \$4 million annually in the operating budget, plus: \$4 million per year (2016-2018; \$6 million in 2019; \$7 million per year 2020 – 2025)
- \$100 million over 10 years



Local Sales Tax After 2022

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- With current commitments on East Kellogg, there is no excess capacity until 2022
- However, after 2022 additional capacity is available for either continued freeway improvements or additional arterial improvements

Aesthetics

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- Staff has enhanced engagement with the Design Council
- CIP has identified 17 projects for special consideration
- \$4.9 million is included for aesthetics

Building and Equipment

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- WSU is reviewing equipment replacement models; this should shape future CIP requests
- Staff are reviewing a model to maximize ROI on building maintenance expenditures; this could impact future CIP requests

Stormwater

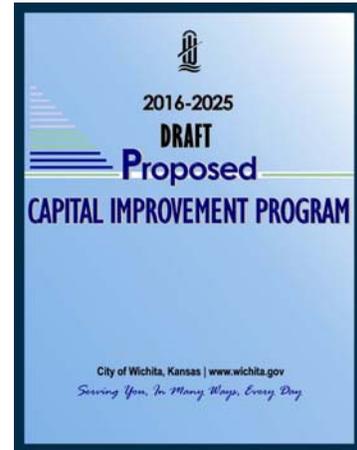
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- With the current structure, there is no capacity for additional improvements until 2025
- Staff will be presenting options based on a COSA later

Next Steps - Engagement

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- Council Workshop
- Bike/Ped Advisory Board
- DABs
- MAPC
- Design Council
- Advanced Plans – MAPC



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