

Proposed

- ▶ **2009-2014
Capital Improvement Plan**
- ▶ **2009 Authorized Capital
Program**
- ▶ **2009 Capital Budget**

October 22, 2008

Participants

- Overview / Fiscal Impact
Wes Kooistra
- Transit
Arlene McCarthy and Brian Lamb
- Environmental Services
Bill Moore
- Parks
Guy Peterson

2009 Capital Program Schedule

- Council Overview Presentation: Oct 22
- Adoption of Public Hearing Draft: Oct 22
- Public Comment Period: Oct 22 - Dec 9
- Public Hearing: Nov 12
- Final Adoption: Dec 10

Principles

- Organization-wide, unified plan
- Preserves existing regional infrastructure
- Supports operating budget goal of no increase in regional property tax impact
- Resource-constrained, balanced to anticipated federal / state / regional resources
- Implementation contingent on obtaining capital and operating funding

473.13 BUDGET, FINANCIAL AID.

Subdivision 1. **Budget.** (a) On or before December 20

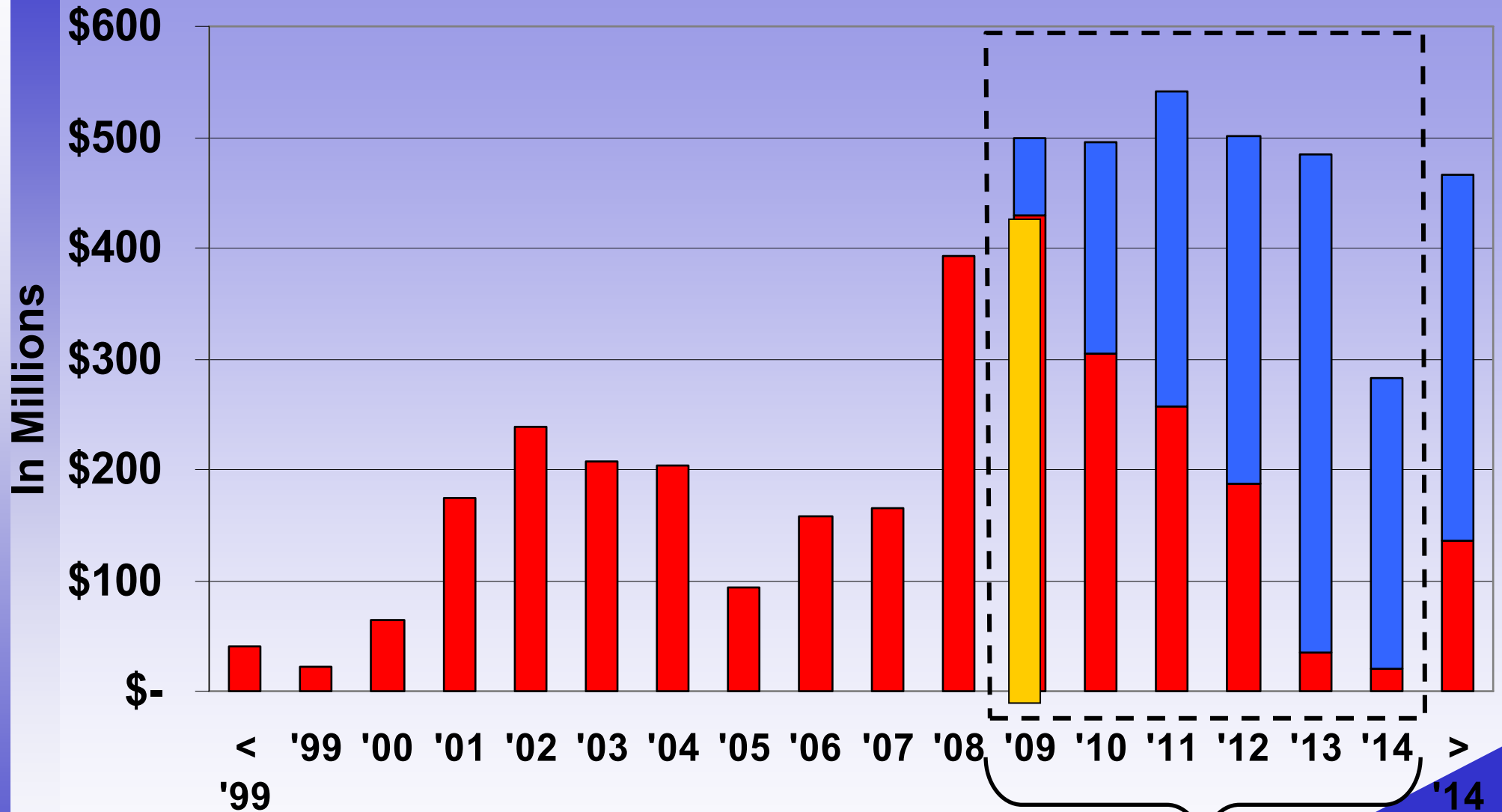
...

...shall adopt a final budget covering its anticipated receipts and disbursements for the ensuing year...

...decide upon the total amount necessary to be raised from ad valorem tax levies to meet its budget...

...the capital expenditures of the council for the budget year, based on a five-year capital program...

Total Capital Request



- Planning Request
- Authorized Capital Program(\$3.1 Billion)

2009-14 CIP \$2.8 Billion

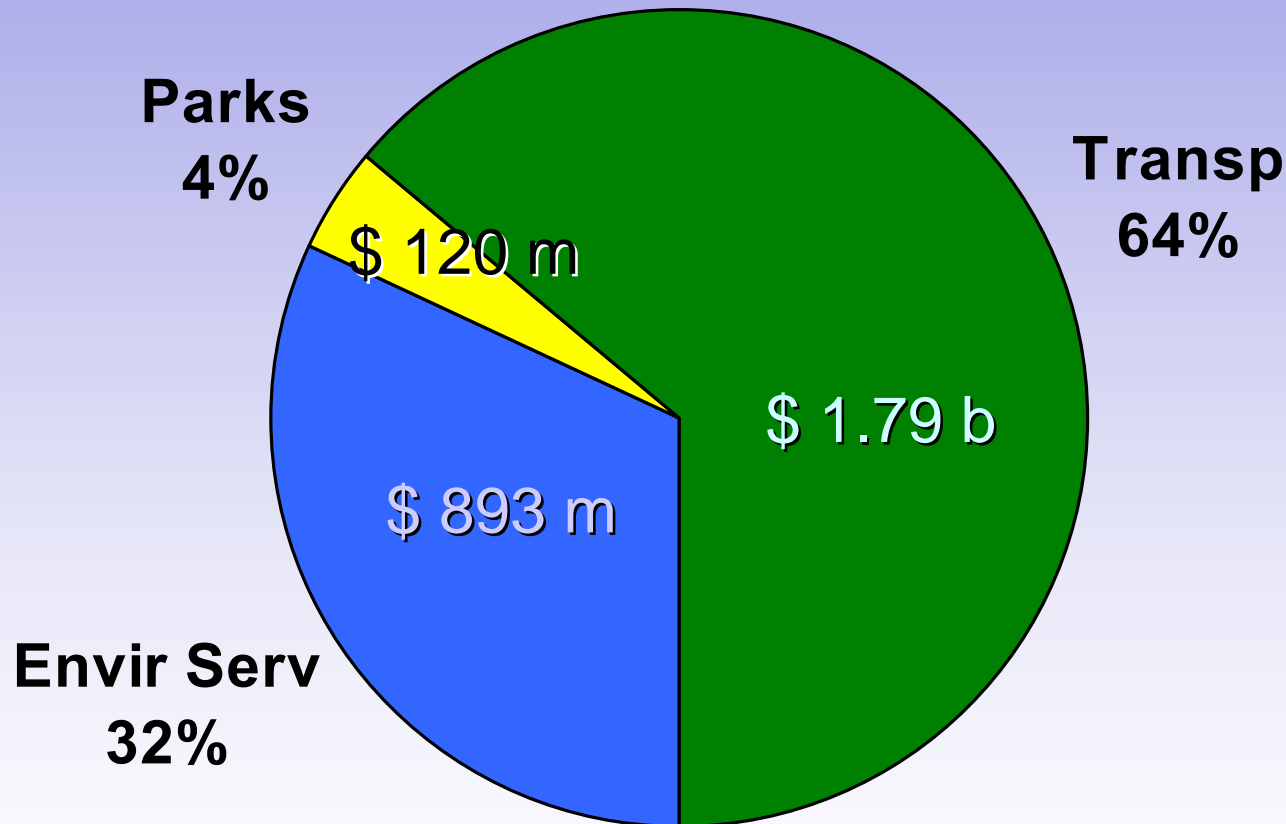
Capital improvement plan (CIP)

- \$ 2.803 billion in projected capital spending over next six years
 - \$ 1.278 billion authorized in prior years
 - **\$ 101 million in new authorization requests**
 - \$ 1.424 billion is planned but not authorized

2009 – 2014 CIP

Capital investments by Division

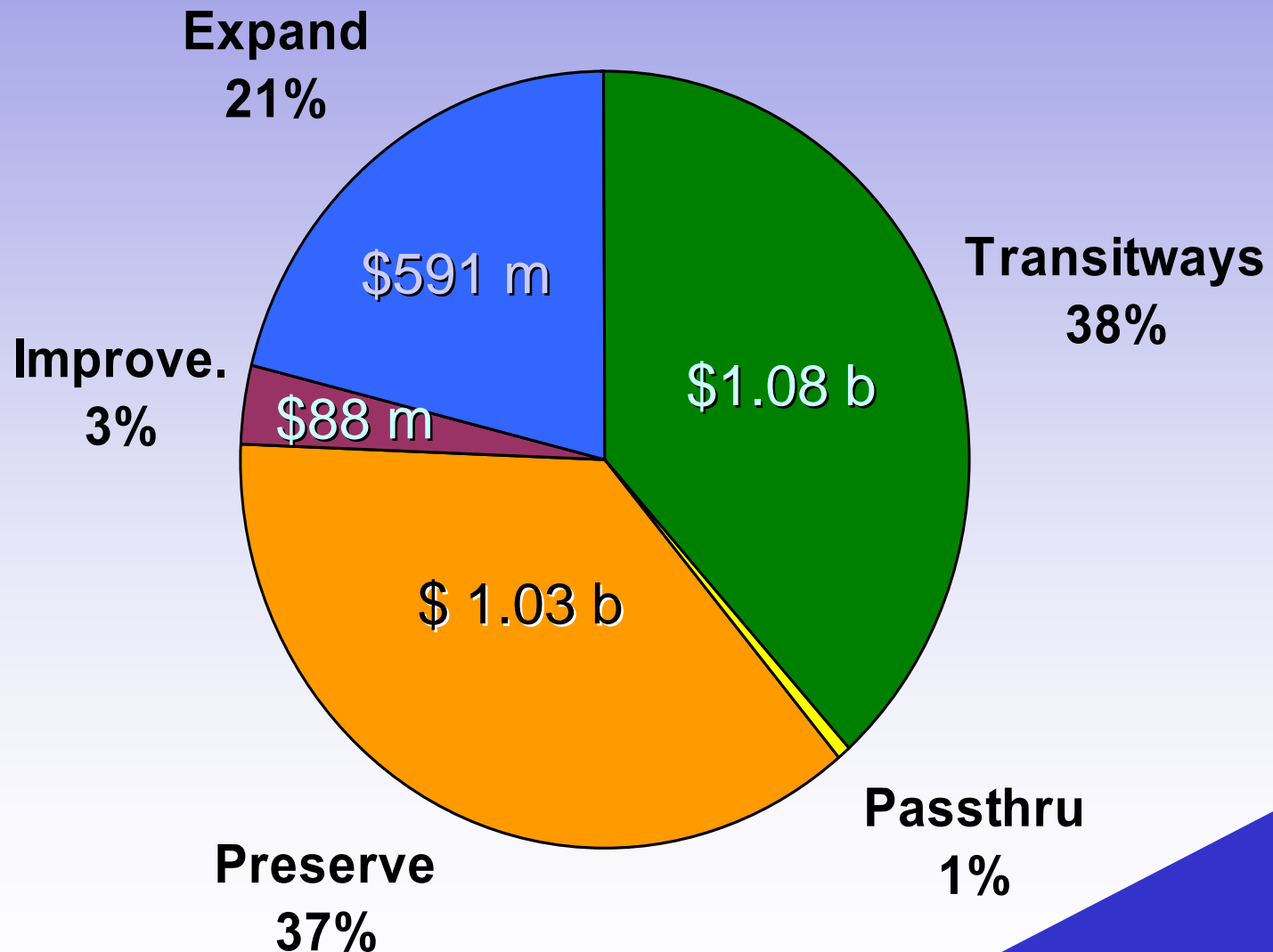
\$2.803 billion



2009 – 2014 CIP

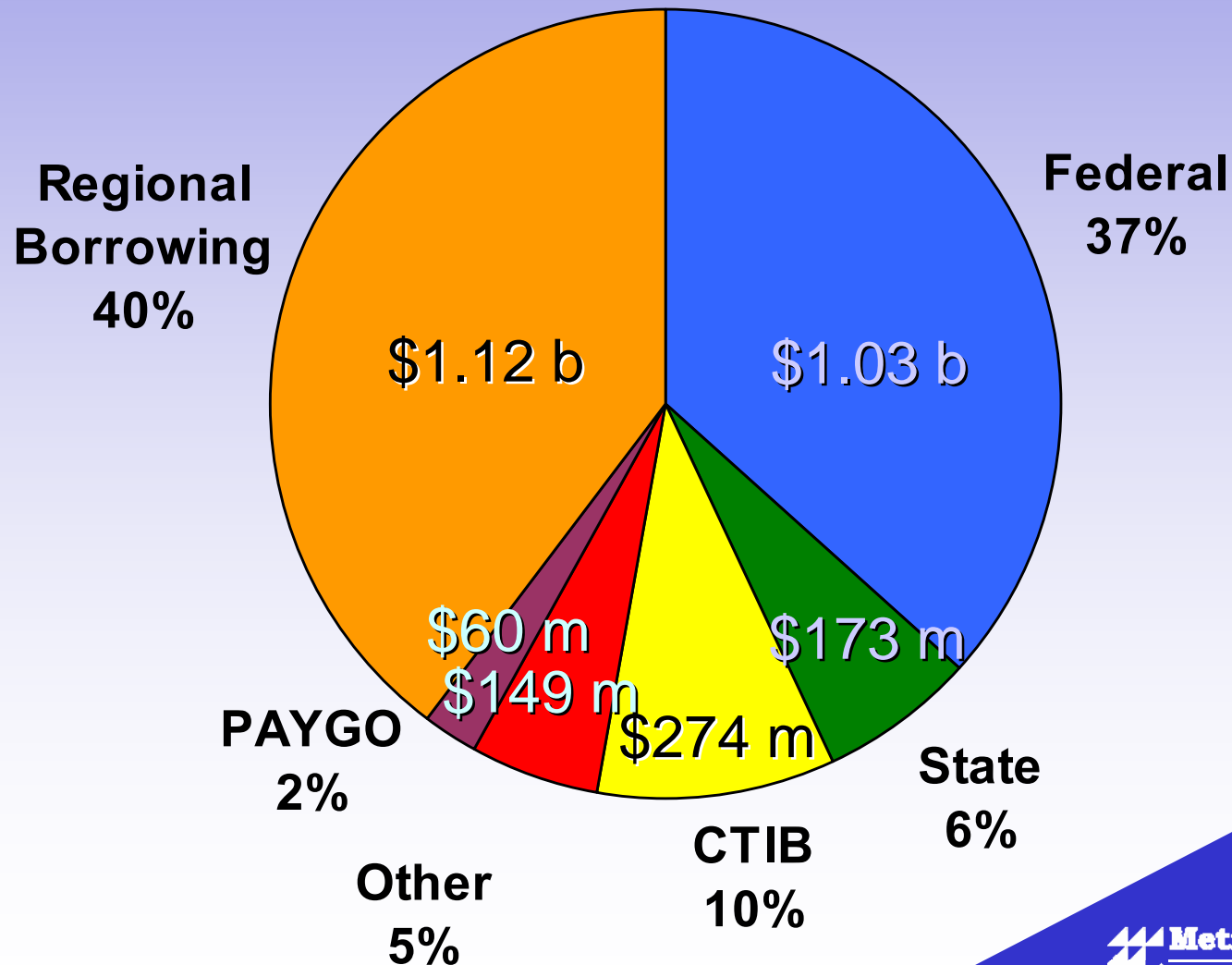
Capital investments by Objective

\$2.803 Billion

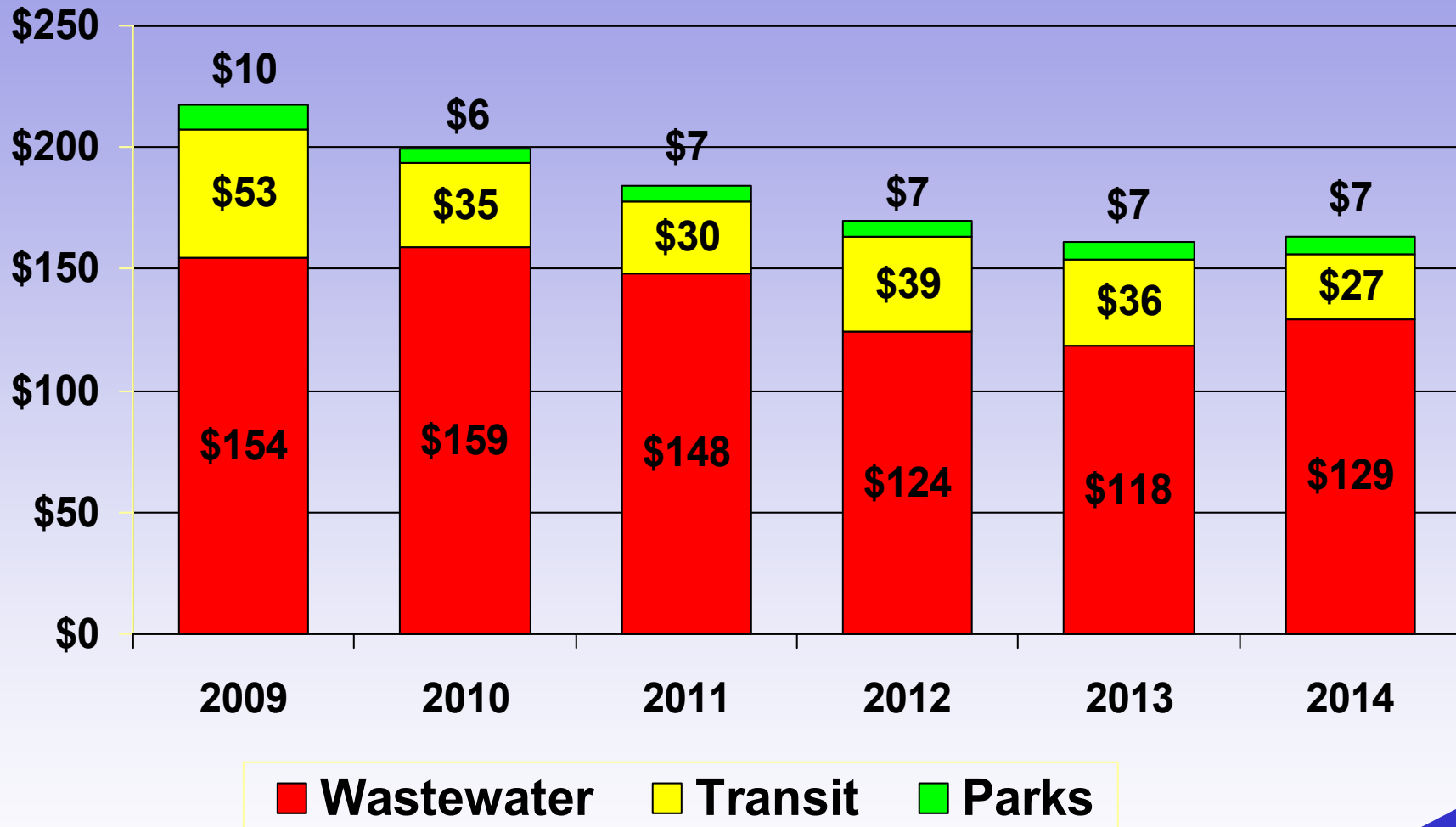


2009 – 2014 CIP

Capital financing by Source: \$2.803 Billion

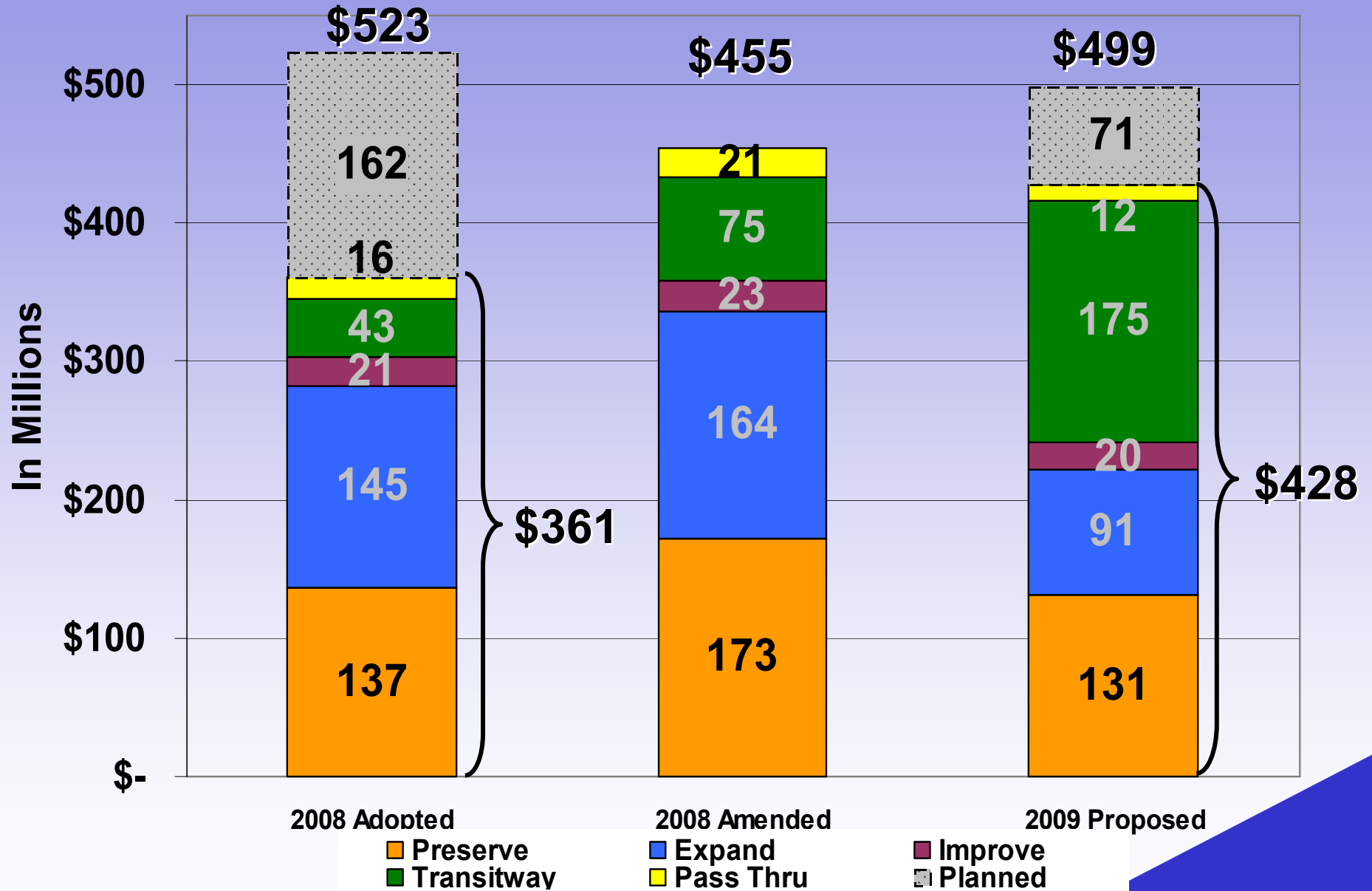


Proposed annual regional borrowing



\$ in millions

2008-09 Capital Budget Comparison – By Objective



\$ in millions

Fiscal impact

Impact of unified capital program
on the region's ability to pay

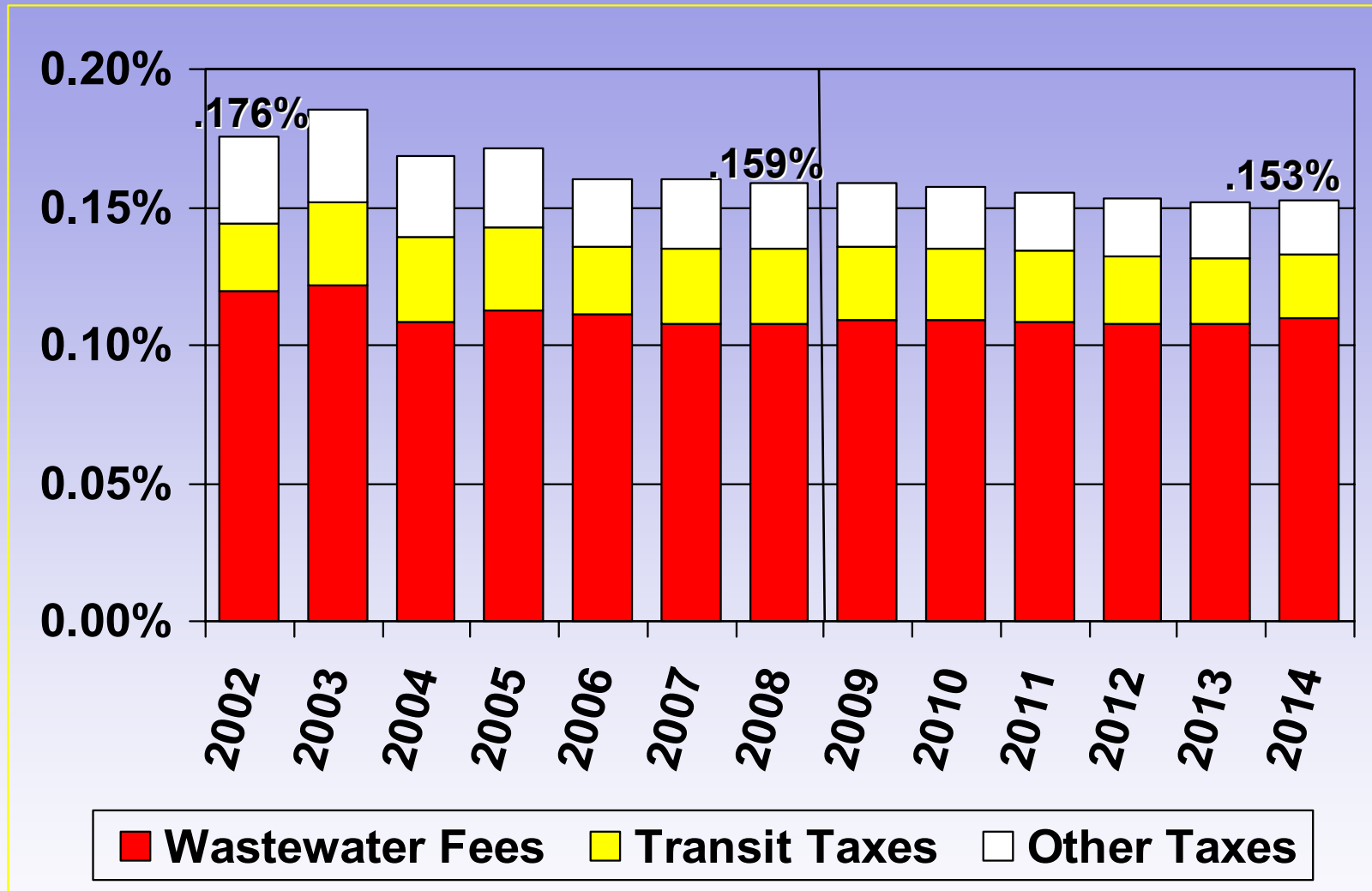
- Stay within one-percent annual increase in combined Council property tax levy
- Regional fiscal indicators

Council Levies

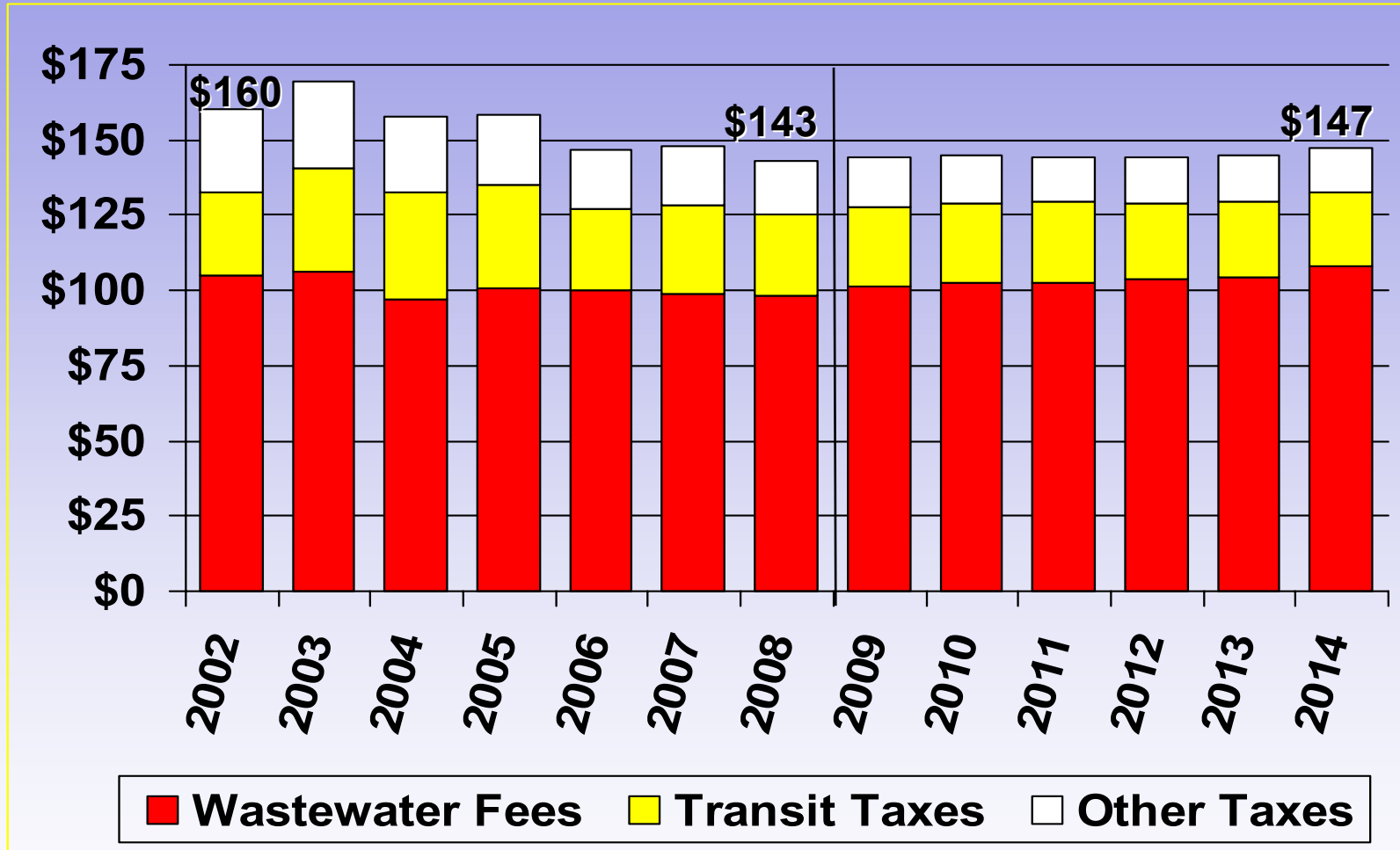
	Non- Debt Service	Debt Service	Total	Change	
				% with Lakeville	% w/o Lakeville
2008 Certified	26.78	46.01	72.79		
2009 Proposed	26.91	46.98	73.89	1.51%	1.00%
Projected					
2010	27.01	48.06	75.07	1.60%	1.00%
2011	27.12	48.70	75.82	1.00%	1.00%
2012	27.24	49.35	76.59	1.00%	1.00%
2013	27.35	50.00	77.35	1.00%	1.00%
2014	27.46	50.66	78.12	1.00%	1.00%

\$ in Millions

2002 - 2014 Taxes and User Fees as Percent of Regional Income

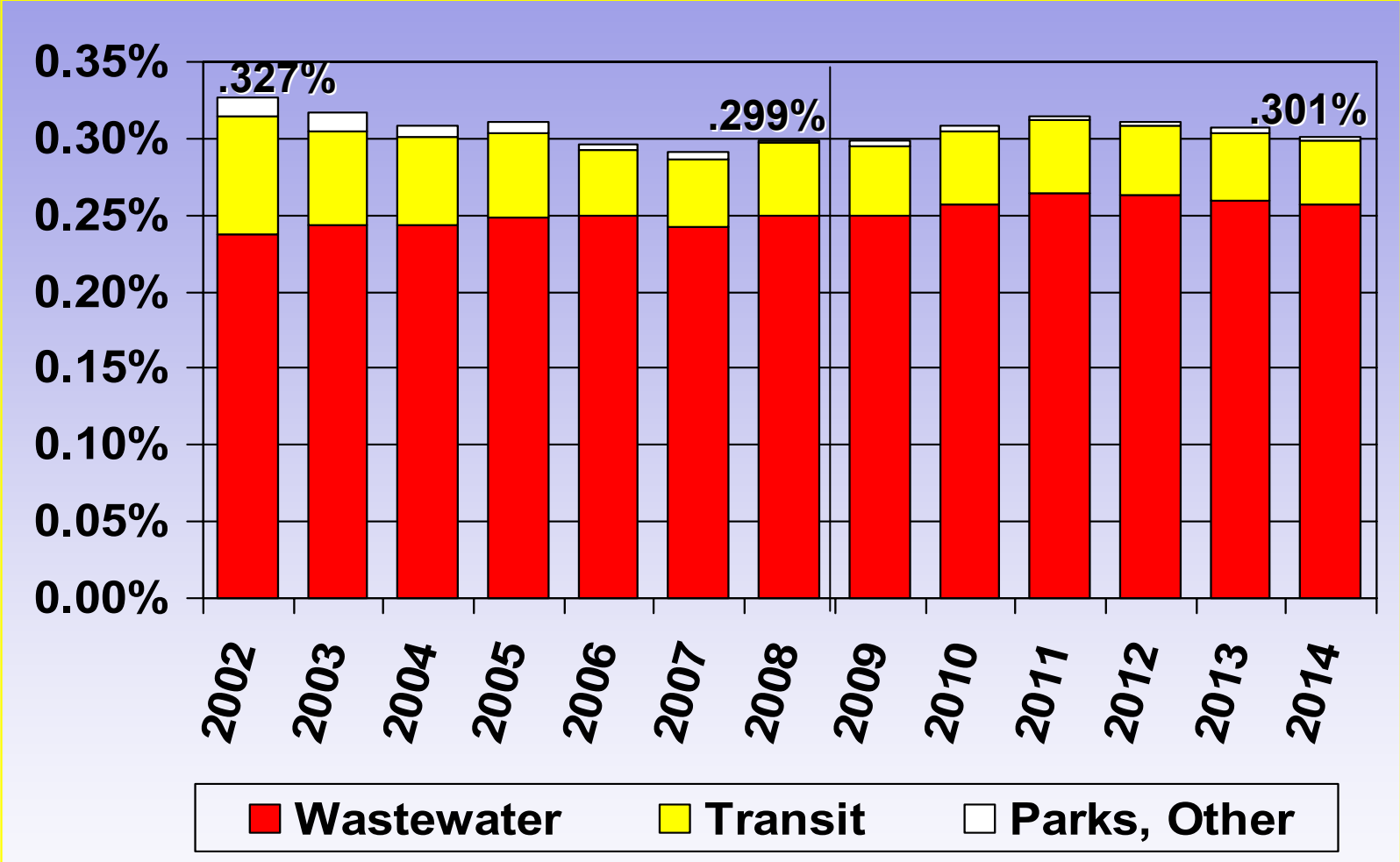


2002 - 2014 Taxes and User Fees on \$250,000 Residential Homestead* (In Constant 2008 Dollars)



*Home in transit taxing district and sewer service district

2002 - 2014 Outstanding Debt as Percent of Market Value



Summary

- Capital plan is balanced – expenses constrained by anticipated resources
- Significant investment in preservation of existing infrastructure
- Property tax supported bonding limited to level that keeps property tax impact on typical taxpayer from increasing
- Implementation contingent on obtaining sufficient capital and operating funding

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