

# FY2003-04 ADOPTED CAPITAL IMPROVEMENT BUDGET

The Adopted FY 2003-04 Capital Improvement Program budget is \$459.4m consisting of \$235.2m for General Purpose Capital Improvements and \$224.2m for Enterprise Fund Capital Improvements. This compares to the FY 2002-03 budget of \$267.4m that consisted of \$51.4m for General Purpose and \$216.0m for Enterprise projects and compares to the FY 2001-02 budget of \$394.6m that consisted of \$158.9m for General Purpose and \$235.7m for Enterprise projects.

## **General Purpose Capital Improvement Program**

The General Purpose Capital Improvement Program provides for improvements to and/or construction of the City's street system; parks and recreational facilities; libraries; police and fire protection facilities; cultural art facilities; the flood protection and storm drainage system; other City-owned facilities, and economic initiatives. General Obligation bonds are the primary financing mechanism for these capital improvements. The current General Obligation Bond program was approved by voters in May 2003 and totals \$579.3m. The bonds for the 1998 Bond Program were issued over four years with the exception of the Trinity River Corridor proposition. This proposition still remains open. The bonds are scheduled to be sold over a ten-year period.

## **Enterprise Fund Capital Improvement Program**

The Capital Improvement Program for the enterprise departments consists of improvements to and/or construction of water and wastewater systems, venues for convention activities, and air transportation facilities. These projects are funded primarily by the transfer of enterprise revenues and the issuance of debt such as commercial paper and/or revenue bonds.

## **Capital Budget Process**

The FY 2003-04 Capital Improvement Program budget was developed according to the same schedule as the City's operating funds. The foundation of the annual General Purpose Capital Improvement Program budget is the 2003 General Obligation Bond Program. The development of this program began in early 2001 and included the update of a City-wide needs inventory; citizen input meetings; analysis of financial and implementation capacity; City Council workshops and amendments; and, public hearings. All seventeen propositions received voter approval in May 2003. This is the first year of the 4-year bond program.

## **Capital Budget Format**

Within each Capital Program section, category narratives, accomplishments, and objectives are listed and projects are detailed in alphabetical order, regardless of funding source or project category. Projects funded in prior years that are active or that have remaining appropriations yet to be awarded as of June 30, 2003 have been included. Projects funded in prior years that have been finalized as of June 30, 2003 have been excluded. Estimated costs for future phases of current projects beyond FY 2003-04 have been indicated when known. Identification of future cost is not a commitment of future funding.

## **Operating and Maintenance Impact**

By developing the annual capital budget concurrently with the operating budget, the impact of operating, maintenance and debt service costs are incorporated into the operating budget as necessary. Operating cost impacts are indicated by capital improvement program where they have been identified at this time.

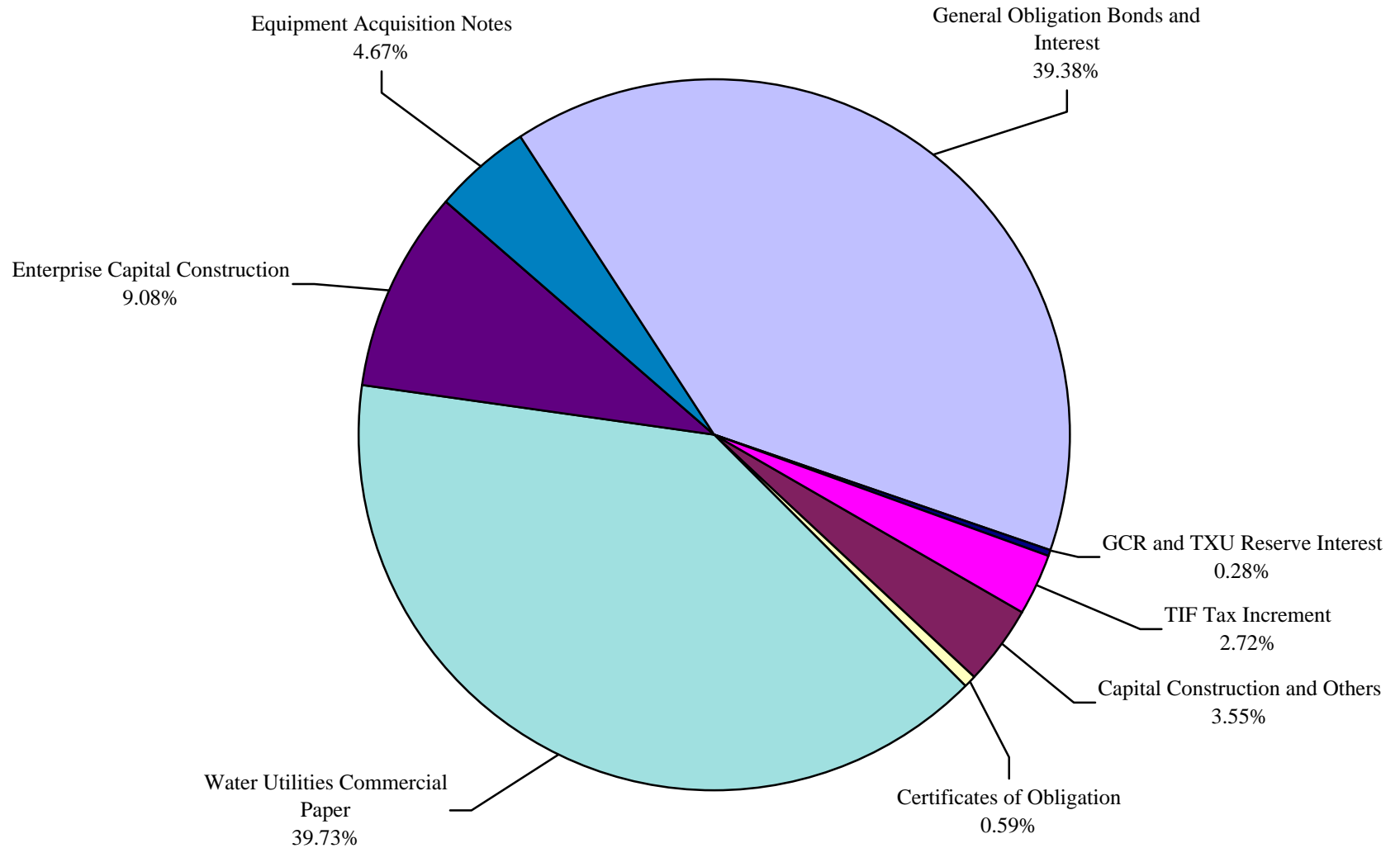
## FY2003-04 ADOPTED CAPITAL IMPROVEMENT BUDGET

<u>Source of Funds</u>	<u>Budget as of 06-30-03</u>	<u>Spent or Committed 06-30-03</u>	<u>Remaining as of 06-30-03</u>	<u>FY2003-04 Adopted</u>	<u>FY2004-05 Estimated</u>	<u>FY2005-06 Estimated</u>	<u>FY2006-07 Estimated</u>	<u>Total Estimated Cost</u>
Aviation Capital Construction and Federal AIP Funds	145,607,639	93,794,732	51,812,907	0	0	0	0	145,607,639
Aviation Revenue Bonds	59,385,000	56,606,162	2,778,838	0	0	0	0	59,385,000
Capital Construction - General Purpose	28,649,280	26,479,831	2,169,449	4,175,661	0	0	0	32,824,941
Capital Projects Reimbursements	8,754,061	1,710,160	7,043,901	0	0	0	0	8,754,061
Certificates of Obligation	22,873,026	22,228,165	644,861	2,695,367	0	0	0	25,568,393
Convention and Event Services Capital Construction	26,309,976	22,301,604	4,008,372	1,015,555	0	0	0	27,325,531
Convention Center Revenue Bonds	129,069,581	127,643,599	1,425,982	0	0	0	0	129,069,581
Equipment Acquisition Notes	42,310,934	33,946,111	8,364,823	21,421,217	0	0	0	63,732,151
General Capital Reserve and Texas Utilities Reserve Interest	4,740,001	3,409,984	1,330,017	1,350,276	0	0	0	6,090,277
General Obligation Bonds and Interest	468,355,608	344,345,150	124,010,458	180,905,499	172,481,775	187,088,225	206,110,000	1,214,941,107
Other	27,488,159	19,176,629	8,311,530	11,390,000	0	0	0	38,878,159
Public/Private Partnership Funds	18,337,178	17,563,128	774,050	302,954	0	0	0	18,640,132
Sports Arena Revenue Bonds and Interest	284,464	269,143	15,321	140,587	0	0	0	425,051
Street Assessments	4,135,317	2,521,327	1,613,990	363,000	0	0	0	4,498,317
TIF Tax Increment and Interest	152,333,783	83,166,536	69,167,247	12,479,772	0	0	0	164,813,555
Water Utilities Capital Construction	767,286,639	711,251,540	56,035,099	40,700,000	50,100,000	65,000,000	71,500,000	994,586,639
Water Utilities Commercial Paper	812,003,088	712,053,217	99,949,871	182,500,000	186,000,000	184,000,000	186,000,000	1,550,503,088
Water Utilities Revenue Bonds	217,927,683	217,567,063	360,620	0	0	0	0	217,927,683
<b>Total Sources of Funds</b>	<b>2,935,851,417</b>	<b>2,496,034,078</b>	<b>439,817,339</b>	<b>459,439,888</b>	<b>408,581,775</b>	<b>436,088,225</b>	<b>463,610,000</b>	<b>4,703,571,305</b>

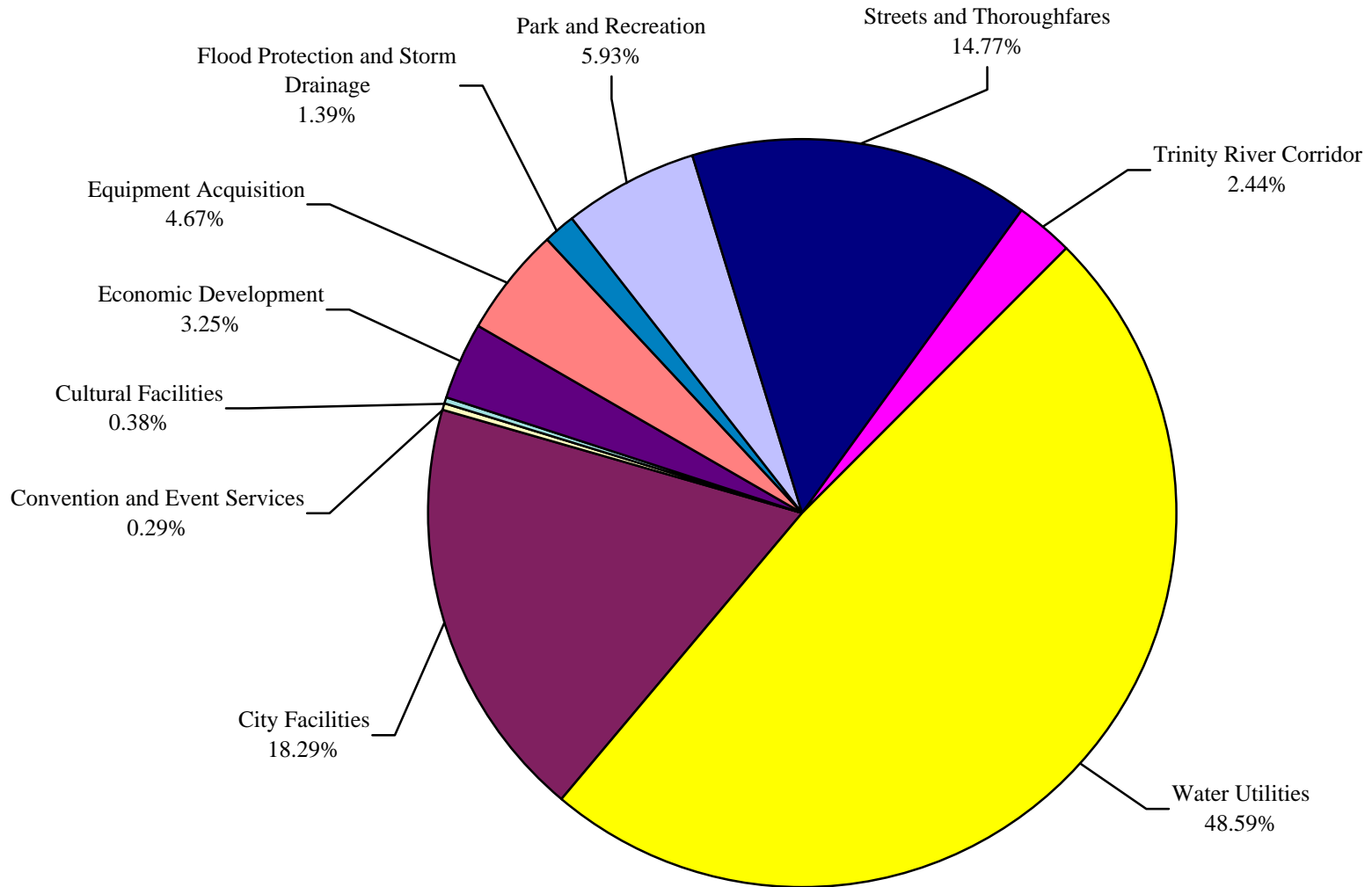
## FY2003-04 ADOPTED CAPITAL IMPROVEMENT BUDGET

<u>Use of Funds</u>	<u>Budget as of 06-30-03</u>	<u>Spent or Committed 06-30-03</u>	<u>Remaining as of 06-30-03</u>	<u>FY2003-04 Adopted</u>	<u>FY2004-05 Estimated</u>	<u>FY2005-06 Estimated</u>	<u>FY2006-07 Estimated</u>	<u>Total Estimated Cost</u>
Aviation Facilities	204,992,639	150,400,893	54,591,746	0	0	0	0	204,992,639
City Facilities	150,030,376	117,242,494	32,787,882	84,098,143	26,928,488	36,098,532	26,377,240	323,532,779
Convention and Event Services	155,379,557	149,945,202	5,434,355	1,315,555	1,700,000	1,200,000	0	159,595,112
Cultural Facilities	29,627,444	27,434,466	2,192,978	1,755,072	2,691,017	5,679,906	19,625,596	59,379,035
Economic Development	190,654,310	110,942,357	79,711,953	14,941,040	1,030,000	0	0	206,625,350
Equipment Acquisition	42,310,934	33,946,111	8,364,823	21,421,217	0	0	0	63,732,151
Flood Protection and Storm Drainage	53,461,314	46,582,978	6,878,336	6,398,285	3,028,685	2,120,455	6,960,203	71,968,942
Park and Recreation	77,757,966	61,957,657	15,800,309	27,254,240	25,130,000	25,130,000	25,130,000	180,402,206
Streets and Thoroughfares	179,275,333	125,993,162	53,282,171	67,839,334	78,458,585	68,449,332	60,731,961	454,754,545
Trinity River Corridor	55,144,134	30,716,940	24,427,194	11,217,002	33,515,000	48,410,000	67,285,000	215,571,136
Water Utilities	1,797,217,410	1,640,871,819	156,345,591	223,200,000	236,100,000	249,000,000	257,500,000	2,763,017,410
<b>Total Uses of Funds</b>	<b>2,935,851,417</b>	<b>2,496,034,078</b>	<b>439,817,339</b>	<b>459,439,888</b>	<b>408,581,775</b>	<b>436,088,225</b>	<b>463,610,000</b>	<b>4,703,571,305</b>

**FY2003-04 ADOPTED CAPITAL BUDGET - SOURCES OF FUNDS**



**FY2003-04 ADOPTED CAPITAL BUDGET - USES OF FUNDS**



**1998 GENERAL OBLIGATION BOND PROGRAM**

Approved May 2, 1998 - Total Authorized \$543,500,000

Bond Issue Schedule

<b>Propositions</b>	<b>FY 1998-99</b>	<b>FY 1999-00</b>	<b>FY 2000-01</b>	<b>FY 2001-02</b>	<b>FY 2002-03</b>	<b>FY 2003-04</b>	<b>To FY 2007-08</b>	<b>Total Authorized</b>
Street & Thoroughfare Improvements	37,276,000	21,862,000	35,473,000	30,414,000	0	0	0	125,025,000
Park, Playground, Recreation & Community Facilities	14,165,000	8,633,000	17,140,000	7,622,000	0	0	0	47,560,000
Police Headquarters Facility	10,650,000	0	31,630,000	0	0	0	0	42,280,000
Fire Protection Facilities	350,000	250,000	2,665,000	0	0	0	0	3,265,000
Library Facilities	2,000,000	50,000	1,100,000	6,900,000	0	0	0	10,050,000
Flood Protection & Storm Drainage Improvements	5,169,000	3,285,000	1,697,000	4,219,000	0	0	0	14,370,000
Cultural Arts Facilities Acquisition & Improvements	500,000	10,000,000	0	0	0	0	0	10,500,000
City Facilities Repair & Improvements	2,040,000	4,000,000	5,710,000	12,600,000	0	0	0	24,350,000
Economic Development, Neighborhood Revitalization & Business Expansion Programs	7,000,000	2,300,000	7,300,000	0	0	0	0	16,600,000
Animal Control Facilities	350,000	0	250,000	2,900,000	0	0	0	3,500,000
Trinity River Corridor Project	30,500,000	15,500,000	0	0	0	10,550,000	189,450,000	246,000,000
<b>Total 1998 General Obligation Bond Program</b>	<b>110,000,000</b>	<b>65,880,000</b>	<b>102,965,000</b>	<b>64,655,000</b>	<b>0</b>	<b>10,550,000</b>	<b>189,450,000</b>	<b>543,500,000</b>

**2003 GENERAL OBLIGATION BOND PROGRAM**

Approved May 3, 2003 - Total Authorized \$579,290,000

Bond Issue Schedule

<b>Propositions</b>	<b>FY 2003-04</b>	<b>FY 2004-05</b>	<b>FY 2005-06</b>	<b>FY 2006-07</b>	<b>Total Authorized</b>
Street & Transportation Improvements	54,425,262	53,224,374	52,581,769	38,728,595	198,960,000
Neighborhood & Community Park, Playground and Recreation	10,789,957	15,499,863	17,061,683	13,938,497	57,290,000
Library Facilities	9,538,679	15,507,437	14,600,514	15,878,370	55,525,000
Flood and Storm Drainage Facilities	4,325,657	3,028,685	2,120,455	6,960,203	16,435,000
Planning and Designing a Performing Arts Theater and Constructing Related Site Improvements in the Downtown Arts District	450,000	0	1,800,930	9,004,070	11,255,000
City Service & Maintenance Facilities	16,825,000	0	0	0	16,825,000
Animal Control Facilities	11,755,000	0	0	0	11,755,000
Land Acquisition for the Development of Low and Moderate Income, Owner-Occupied Single Family Homes	2,000,000	1,030,000	0	0	3,030,000
Flood Protection & Storm Drainage Facilities for the McCommas Bluff Landfill	24,000,000	0	0	0	24,000,000
Specified Street Projects Described in the Election Ordinance	10,794,860	22,087,436	13,814,338	21,203,366	67,900,000
Major & Citywide Park and Recreation Facilities	14,340,043	9,630,137	8,068,317	11,191,503	43,230,000
Cultural Arts Facilities	473,481	2,691,017	3,878,976	10,621,526	17,665,000
Street, Utility & Other Infrastructure Improvements in Furtherance of Economic and Business Development in the Southern Area of the City	0	3,000,000	2,200,000	800,000	6,000,000
Fire Station Facilities	1,239,000	5,521,784	7,321,004	5,668,212	19,750,000
Farmers Market Improvement	300,000	1,700,000	1,200,000	0	3,200,000
Police Facilities	1,563,061	2,899,267	14,177,014	4,830,658	23,470,000
Homeless Assistance Facilities	0	3,000,000	0	0	3,000,000
<b>Total 2003 General Obligation Bond Program</b>	<b>162,820,000</b>	<b>138,820,000</b>	<b>138,825,000</b>	<b>138,825,000</b>	<b>579,290,000</b>

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## CAPITAL IMPROVEMENT FUNDING SOURCES

**Asbestos Abatement** - settlement funds that provide for the remediation of asbestos

**Bond Program** – bond proceeds and/or interest earnings from one of five active general obligation bond programs – 2003,1998,1995, 1989, or 1985

**Capital Construction** – funds transferred from the operating budget to fund capital improvements

**Certificates of Obligation** – notes issued for a term of 10 years or fewer to finance capital improvements

**Commercial Paper** – short-term debt used to finance capital improvements until permanent financing is secured

**Donation** – gift of funds to the City, usually for a specific project

**Equipment Acquisition** – notes issued for 5-year term to specifically finance the purchase of equipment

**Federal Airport Improvement** – grants from the Federal Aviation Administration (FAA) for specific types of improvements at the airports. AIP grants require that the City match a certain percentage of the project cost.

**General Capital Reserve** – funds are derived from the proceeds of land sales

**Hensley Field** – funds received from the Federal government for the rehabilitation of Hensley Field (NASD)

**Neighborhood Revitalization Initiatives** - a set aside of Public/Private Partnership funds for neighborhood initiatives

**Public/Private Partnership** – a set aside of funds from various sources to be used for economic development purposes

**Reimbursement** - funds from other governmental agencies such as TXDOT and Dallas County for cost participation in shared projects

**Revenue Bonds** – bonds for capital improvements and are secured by revenues from the issuing enterprise department

**State Fair of Texas** – funds provided by the State Fair of Texas for capital improvements at Fair Park

**Street Assessments** - payments of an assessment for a portion of petition paving projects by the property owners

**Tax Increment Financing** – funds include developer advances, “captured” tax revenue derived from growth in the taxable value in the district and interest earnings

**Texas Utilities Reserve-** investment earnings on the final franchise payment from Texas Utilities