

CAPITAL BUDGET COUNCIL WORK SESSION



OVERCOMING UNEXPECTED CHALLENGES....
AND DELIVERING CONCRETE RESULTS!

City of Petersburg
VIRGINIA



GOALS FOR TODAY'S WORK SESSION

- Introduce Capital Budgeting and Capital Improvement Plans (CIP)
- Provide Definitions/Major Funding Sources
- Timeline of Events
- Discuss and prioritize the capital projects
- Establish a timeline for approval of the CIP



INTRODUCTION

What is a capital budget?

- A spending plan for improvements to or acquisition of land, facilities, equipment, and infrastructure.

What is a Capital Improvement Plan?

- A list of capital projects for a period of time (in this case 5 years) by department.



DEFINITIONS & MAJOR FUNDING SOURCES

Key Definitions

- **Capital Project:** A long-term investment project with a purpose to build upon, add to, or improve a capital asset
- **Capital Asset:** Tangible or intangible assets that are used in operations that have initial useful lives of longer than a year.
 - **Land, Buildings, Water & Wastewater Infrastructure, Parks, Vehicles**

Major Funding Sources

- General Obligation Bonds
- Utility Revenue Bonds
- Stormwater Utility Fees
- Virginia Resource Authority Bonds (VRA)
- Qualified Zone Academy Bonds (QZAB)
- Pay as You Go



CATEGORIES OF CAPITAL PROJECTS

Facilities

Vehicles/Equipment

Infrastructure

- Streets
- Water/Sewer
- Stormwater

Technology

Parks & Open
Spaces



TIMELINE OF EVENTS



June 2017

The Robert Bobb Group and the transitional Administration developed a CIP that was approved by City Council



January 2018

The City Manager shifted budget and procurement functions into a new department (Budget & Procurement Office)



November 2019

The City Manager reclassified a position and transitioned an individual to be responsible for Capital Budgeting



December 2019-Now

The Assistant Director of Capital Budgeting utilized the previously adopted CIP as a baseline to develop and updated version



May 19, 2020

The Budget & Procurement Office presented the CIP to City Council



Today

Capital Budget Workshop



DISCUSS & PRIORITIZE CAPITAL PROJECTS

- Total Presented CIP is \$73,181,400
- Total FY2020-21 is \$9,071,000
 - Of this \$9,071,000, all of these projects have funding already identified and approved
- Total FY2021-22 is \$8,233,000
 - Of this \$8,233,000, we have not identified or approved funding for projects totaling \$827,000
- All subsequent do not have funding sources identified or approved

We will now review the capital projects being proposed and request City Council add additional projects and prioritize them.



Thank you!

I want to say a special thank you to the following:

- City Council for their support
- City Manager for her guidance and leadership during these tough times
- Budget Team
 - Randall K. Williams
 - Logan Tollison

