
CAPITAL IMPROVEMENT FUNDS

Mission and Responsibilities:

The purpose of the Capital Improvement Fund is to establish and cover multi-year expenditures of major capital projects and expenditures for all General Government programs. The adopted capital improvement projects expenditures are identified on the Six –Year Capital Improvement Project listing on the following five pages.

The Capital Improvement Fund finances the General Government’s capital improvement projects (CIP) as outlined and listed in the City’s Six-Year Financial Forecast for the years 2007-2012 which is located in the Executive Summary of this document. The City defines a Capital Improvement Project (CIP) to be any project, which possesses the following characteristics:

1. Exceeds an estimated cost of \$5,000
2. Has an estimated useful life of 3 years or more

The CIP Fund receives transfers from the General Fund based on the long-term capital budget needs of the various City departments and the Recreation programs. Revenues also include transfers from the Real Estate Excise Tax Fund and investment interest. For years prior to 2006, transfers from the CIP fund were made to the various General Government Programs. For years 2006 and forward, CIP expenditures are made directly from the CIP fund.

In 2007 the City will initiate a Town Center Plan, including capital investment funds totaling \$8.5 million set aside for Town Center improvements (e.g., roads, underground utilities, streetscapes, planned action ordinance, art, etc.) and a new City Hall. Primary funding are Councilmanic GO Bonds totaling \$7,500,000, real estate excise taxes, a one-time transfer totaling \$500,000 from Accumulated Reserve Fund and a transfer of the balance of the Facilities Construction Fund totaling \$303,218.

Financial Summary:

SOURCES & USES	2003 Actual	2004 Actual	2005 Actual	2006 Revised	2007 Adopted	2008 Adopted
BEGINNING FUND BALANCE	\$ 698,669	\$ 448,898	\$ 274,468	\$ 161,076	\$ 95,099	\$ 415,059
REVENUES						
Investment Interest & Other Sources	62,545	22,920	13,979	3,993	3,804	4,000
Bond Revenue	-	-	-	-	7,500,000	-
Total Operating Revenues	\$ 62,545	\$ 22,920	\$ 13,979	\$ 3,993	\$ 7,503,804	\$ 4,000
Other Financing Sources:						
Transfer from General Fund	226,000	226,000	226,000	232,780	226,000	226,000
Transfer from Street Operating Fund	-	-	3,500	-	-	-
Transfer from Accum Leave Reserve	-	-	-	-	500,000	-
Transfer from Facilities Construction	-	-	-	-	303,218	-
Transfer from REET Fund	-	-	-	-	1,300,000	20,011
Transfer from Utility Operating Funds	16,700	-	31,500	-	-	-
Transfer from Utility Construction Funds	300,000	-	-	-	-	-
Total Other Financing Sources	\$ 542,700	\$ 226,000	\$ 261,000	\$ 232,780	\$ 2,329,218	\$ 246,011
TOTAL REVENUES & OTHER SOURCES	\$ 1,303,914	\$ 697,818	\$ 549,447	\$ 397,849	\$ 9,928,121	\$ 665,070
EXPENDITURES						
Capital Purchases - Information Tech.	-	-	-	116,950	283,350	270,000
Capital Purchases - Community Dev.	-	-	-	11,100	-	-
Capital Purchases - Property Mgmt.	-	-	-	5,000	503,712	148,000
Capital Purchases - Parks	13,146	-	-	28,900	215,000	200,000
Capital Purchases - Police	-	-	-	81,300	-	-
Capital Purchases - Recreation	-	-	-	34,500	11,000	26,200
Turf Field at MLT High School	-	-	-	25,000	-	-
Town Center Investments & City Hall	-	-	-	-	8,500,000	-
Transfer to General Fund	768,170	395,500	253,071	-	-	-
Transfer to Recreation Fund	73,700	27,850	100,300	-	-	-
Transfer to Street Operating Fund	-	-	3,500	-	-	\$ -
Transfer to Utility Operating Fund	-	-	31,500	-	-	-
TOTAL EXPENDITURES & OTHER USES	\$ 855,016	\$ 423,350	\$ 388,371	\$ 302,750	\$ 9,513,062	\$ 644,200
ENDING FUND BALANCES	\$ 448,898	\$ 274,468	\$ 161,076	\$ 95,099	\$ 415,059	\$ 20,870
TOTAL EXPENDITURES, OTHER USES & FUND BALANCES	\$ 1,303,914	\$ 697,818	\$ 549,447	\$ 397,849	\$ 9,928,121	\$ 665,070