

City of Biddeford, Maine
Capital Improvement Plan

for FY2019



Purpose of CIP

- *At this point...*
 - It is a planning document
 - Not a funding document
 - Needs to be integrated with FY2019 budget
 - Will be revised at time of budget adoption



All Assets of City

- *On June 30, 2017...*

Municipal Only

– Land	\$ 6,408,776
– Construction in progress	\$ 249,984
– Buildings and improvements	\$ 10,549,212
– Vehicles and Equipment	\$ 12,657,859
– Infrastructure	<u>\$ 58,849,497</u>

Totals* **\$ 88,715,328**

*not including depreciation

FY2019 CIP



Assets of City

- *On June 30, 2017...*

School Only

– Land	\$ 827,675
– Construction in progress	\$ 0
– Buildings and improvements	\$ 67,009,553
– Vehicles and Equipment	\$ 3,459,402
– Infrastructure	<u>\$ 526,959</u>

Totals*

\$ 71,823,589

*not including depreciation

FY2019 CIP



Assets of City

- *On June 30, 2017...*

Business-type activities

– Land	\$ 204,275
– Construction in progress	\$ 437,101
– Buildings and improvements	\$ 4,581,953
– Vehicles and Equipment	\$ 15,429,789
– Infrastructure	<u>\$ 20,298,578</u>

Totals* **\$ 40,951,696**

*not including depreciation

FY2019 CIP



Total Assets of City

- *On June 30, 2017...*

– Land	\$ 7,440,727
– Construction in progress	\$ 687,085
– Buildings and improvements	\$ 82,140,718
– Vehicles and Equipment	\$ 31,547,049
– Infrastructure	<u>\$ 80,675,034</u>

Totals*

\$202,490,613

*not including depreciation

FY2019 CIP



Depreciation

- **Accounting measure to show the reduction of value over time**
- **Total accumulated depreciation (as of 6.30.17)**
 - **City assets (\$44,922,732)**
 - **School assets (\$23,453,409)**
 - **Business-type (\$15,457,503)**
- **\$83,833,644 Total**

FY2019 CIP



Sources for CIP

- Sources for CIP
 - Current tax dollars
 - Use of unassigned fund balance (surplus)
 - Use of long term debt
 - Grants
 - State or federal dollars
 - TIF and/or revenue bonds
 - Other

FY2019 CIP



CIP and GASB 34

- GASB 34 reporting requirement
 - Fairly new requirement; 11 years old
 - Requires reporting of all capital assets and the depreciation on those capital assets
- Opportunity to measure community investment
 - If depreciation reported...
 - Equals capital investment then ok
 - Exceeds capital investment then deferring costs for future taxpayers
 - Is less than capital investment then making up for past deferments
- New capital versus replacement capital

FY2018 CIP



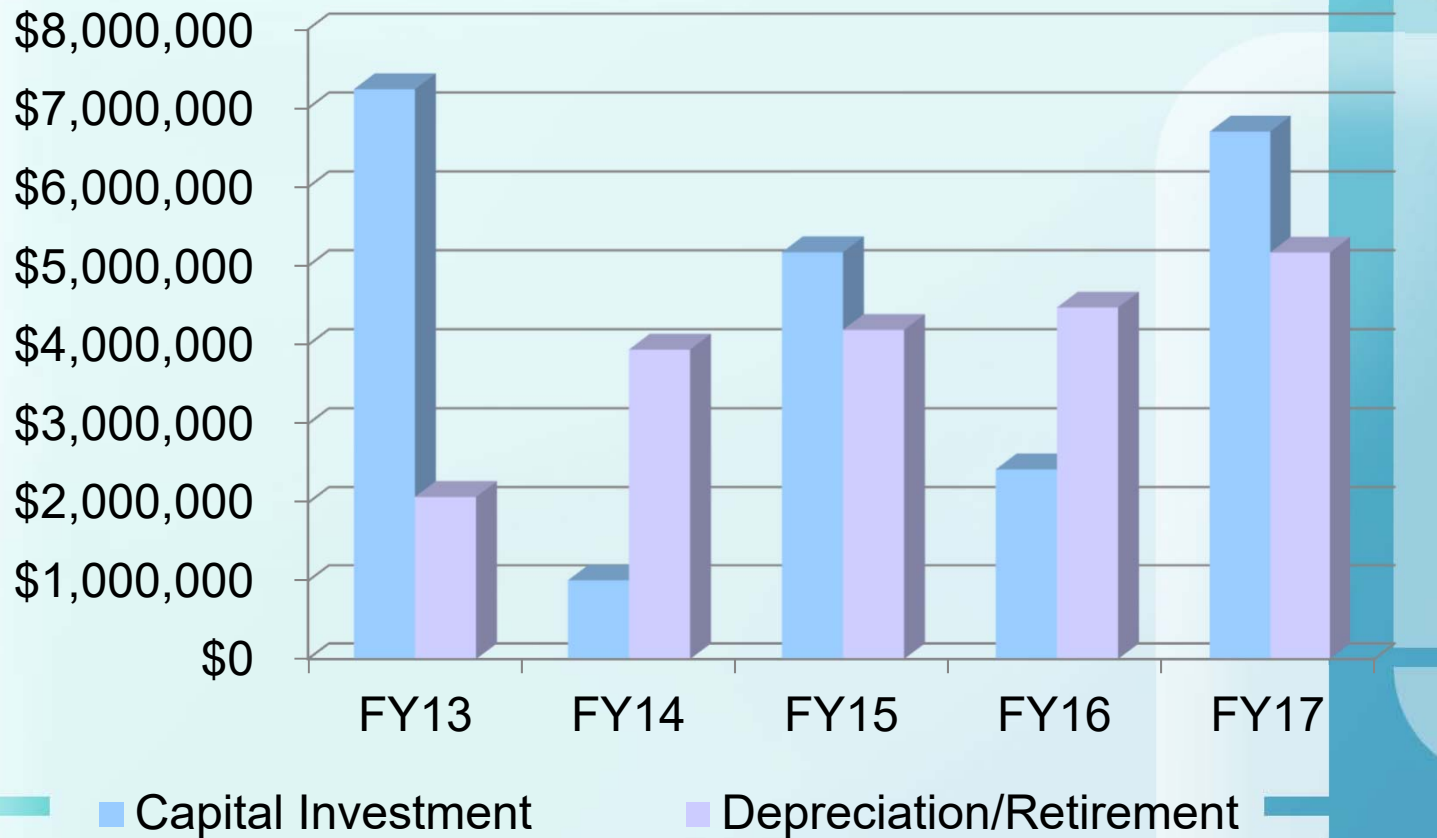
Local Charter Change

- **New in FY18**
- **Requirement to submit 5 year CIP**
- **Requirement to fund 0.05% of previous years total taxable valuation**
(Article XI, sec 2 (i))
- **\$2,332,581,005 local value**
- **\$1,166,290.50 required**

FY2018 CIP



Capital Investment vs. Depreciation



FY2019 CIP

2018 to 2022 Funding Requests

- 2019
 - \$26,616,475 in requests; \$21,194,421*
- 2020
 - \$22,420,570 in requests; \$22,179,450*
- 2021
 - \$19,557,629 in requests; \$20,107,403 *
- 2022
 - \$10,568,864 in requests; \$10,858,374*
- 2023
 - \$7,274,107 in requests; \$9,317,667 *

**City Manager recommendation*

FY2018 CIP



2018 to 2022 Impact on City Operating Budget

- 2019
 - \$8,815,807 in requests; \$4,253,990*
- 2020
 - \$6,890,706 in requests; \$8,317,161*
- 2021
 - \$9,898,493 in requests; \$10,541,517*
- 2022
 - \$4,028,938 in requests; \$4,423,448*
- 2023
 - \$4,436,309 in requests; \$6,542,169*

**City Manager recommendation*

FY2019 CIP



All Requests By Departments

• Airport	\$ 4,084,100
• City Hall Depts	\$ 19,280,988
• Engineering	\$ 20,219,929
• Facilities	\$ 4,364,590
• Fire Dept	\$ 2,560,000
• Ice Arena	\$ 600,000
• Library	\$ 183,276
• Public Works	\$13,913,026
• Recreation & Parks	\$ 2,512,498
• Wastewater	<u>\$18,634,500</u>
TOTALS	<u>\$86,352,907</u>

FY2019 CIP



2018 CIP Specifics

- Five year identification of needs and suggested funding sources
- Current year is more defined...
- Years 2 through 5 are less defined...
- Includes multiple funding sources

FY2019 CIP



2019 Requests By Departments

• City Hall Depts	\$ 14,100
• Engineering	\$ 8,547,679
• Facilities	\$ 4,718,289
• Fire Dept	\$ 2,325,300
• Ice Arena	\$ 350,000
• Library	\$ 39,526
• Police	\$ 20,000
• Public Works	\$ 3,279,199
• Recreation & Parks	\$ 429,882
• Wastewater	<u>\$ 6,834,500</u>
TOTALS	<u>\$26,616,475</u>

FY2019 CIP



Next Steps

- **Council review of draft CIP; assign to a committee for review**
- **Council receives FY2019 budget**
- **Integration of budget and BCIP**
- **Council deliberates, modifies (if appropriate), and passes CIP**

