

Capital Funding Gaps

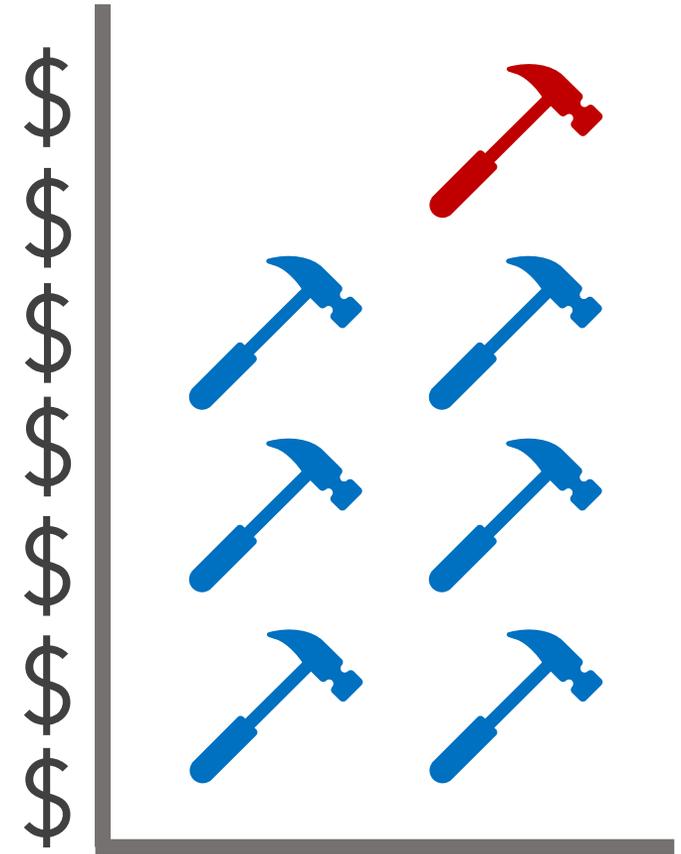
Presented to: Mayor and Council

Presented by: City Manager David Cooke

Date: May 7, 2024

Overview

Expenditures estimated for City projects are experiencing higher cost escalations than anticipated



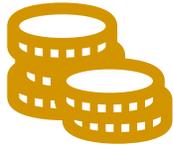
Original vs Revised
Cost Estimates
have increased

Economic Indicators



Producer Price Index

The value of \$100 has risen 51% since 2017, or an average of 7% annually



Consumer Price Index

5.2% and 8.8% in 2021 and 2022 respectively, compared to an average of 1.2% for years 2015 - 2017



Materials

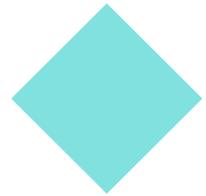
Transportation materials experienced gross inflation nationally beginning in 2021



Labor

Labor Pool was down 19,000 workers in 2021 as compared to 2018

Goals



Identify available funds to:

- 1. address funding shortfalls for capital projects**
- 2. optimize use of ARPA funds** *(meaning: don't send money back to Washington DC)*



Recommend allocation of funds

Capital Project Review



Scope

Schedule

Budget

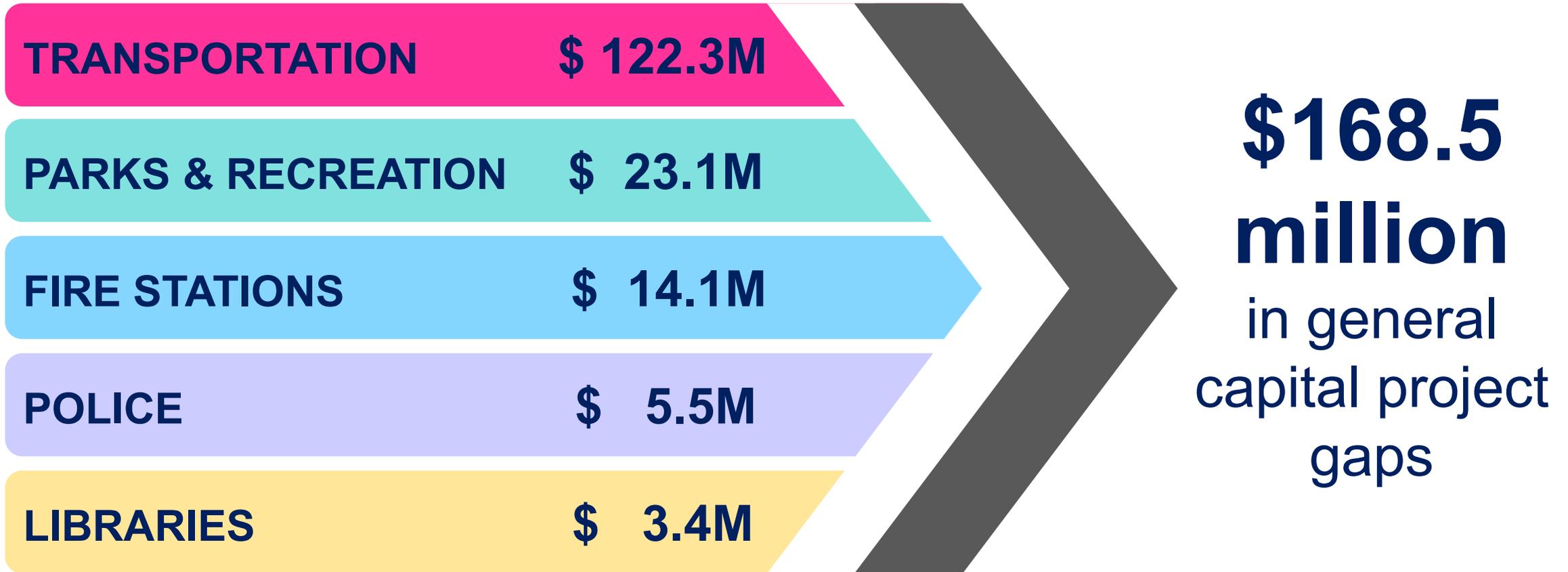
Every project in the 2018 and 2022 bond programs had a “scope”, “schedule”, and “budget” based on a set of assumptions.

Capital Project Review

Available Funding Sources Review

- ◆ Prior Bond Savings
- ◆ Sale of Property
- ◆ Impact Fee / Park Dedication
- ◆ Gas Well Revenue
- ◆ Partnerships / County / Developer Contributions
- ◆ TIFs
- ◆ All Other
- ◆ Fund Balance (in excess of Policy Goals)

What Do We Need (for FY24 & FY25)?



What Do We Have?



- ◆ **\$28.0M** Savings from Prior Transportation Bond Programs
- ◆ **\$15.9M** Libraries (Sale of Central Library)
- ◆ **\$ 2.7M** 2024 Tax Notes
- ◆ **\$38.4M** General Fund Fund Balance / ARPA

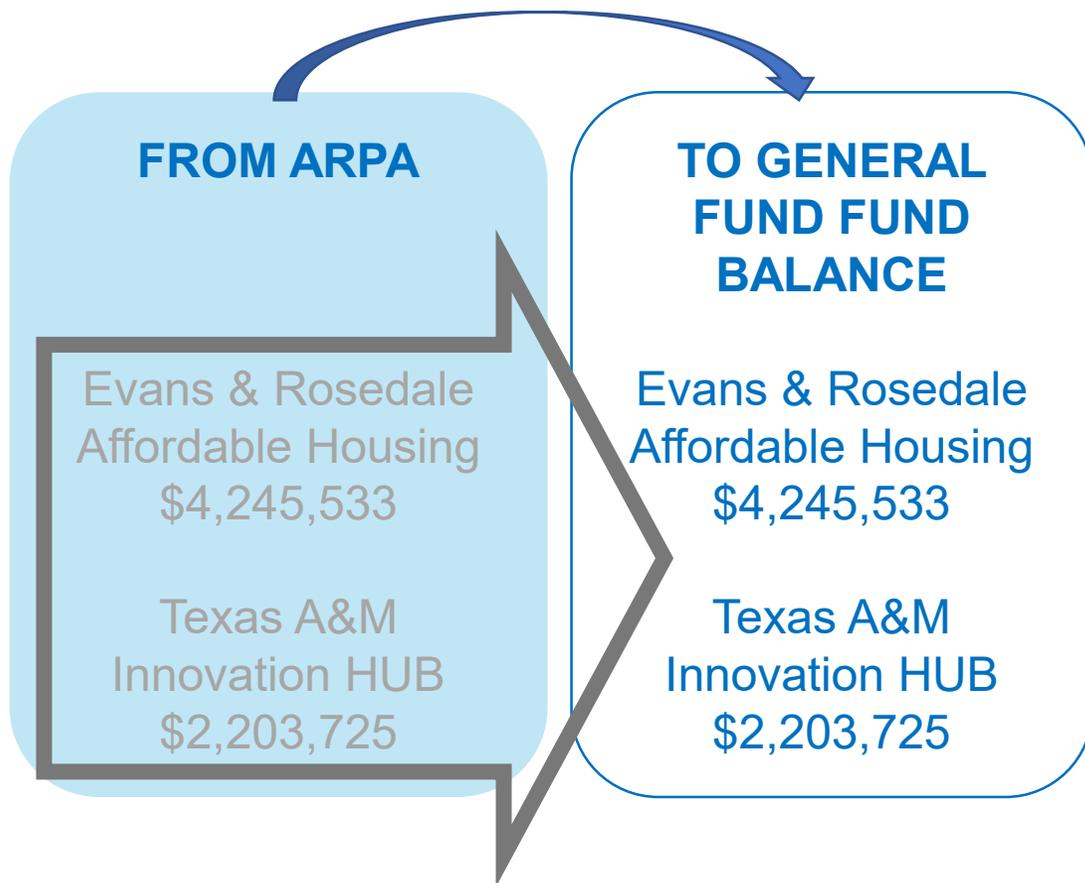
Recommendations

- ◆ **\$28.0M** In Prior Transportation Bonds to:
 - Cromwell Marine Creek Blvd \$21M
 - Golden Triangle Blvd \$7M
- ◆ **\$ 3.4M** from Library Sale to Far NW Library
- ◆ **\$ 2.7M** from 2024 Tax Notes for NW Police Patrol
remainder of gap to be funded by CCPD \$2.7M

Recommendations

ARPA / Fund Balance Swap

ensures spend down of ARPA funds before December 31, 2026



Use ARPA to fund “qualified” capital projects

- Long Avenue Pedestrian Safety \$2.3M
- CFA Intermodal Parkway \$1.3M
- North Beach St / Champion View Parkway \$750k
- North Beach St / Western Center Blvd \$515k
- Basswood Blvd / Old Santa Fe Trail \$483k
- Wichita St / Martin St \$110k
- Western Center Blvd / Sandshell Dr \$100k
- Meadowbrook Golf Course Maintenance Bldg \$2M

Recommendations

Use General Fund Fund Balance

TRANSPORTATION **\$ 8.9M**

- CFA Intermodal Parkway \$2.7M (split between ARPA and General Fund, primarily due to timing)
- McCart Ave & McPherson Blvd \$2.3M
- Cantrell Samson Rd Widening \$2.4M
- Westport Parkway \$500k
- Old Decatur Rd \$1.0M

FIRE STATIONS **\$14.1M**

- Fire Station 26, SWC Lovell & Horne St. \$7.0M
- Fire Station 37, South Drive West \$3.4M
- Fire Station 16, 10600 Alta Vista Rd \$3.7M

ARPA SWAPS **\$ 6.5M**

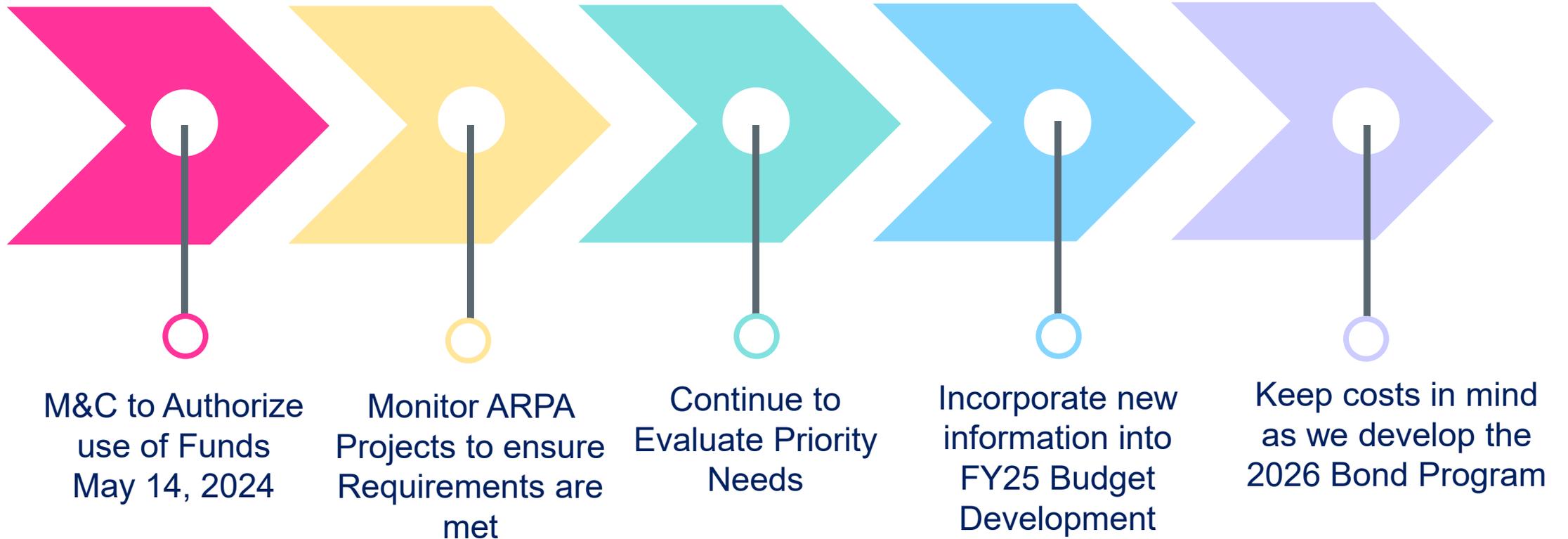
- A&M Innovation HUB \$2.2M
- Evans-Rosedale Affordable Housing \$4.3M

UNALLOCATED **\$ 8.9M**

Remaining Funding Gap Project List

Project	Gap	Timing	
Fire Station Community Center	\$ 6,294,000	FY 25 QT 1	
Stop Six HUB	\$ 6,464,500	FY 25 QT 3	
Stop Six HUB Pool	\$ 4,400,000	FY 25 QT 3	
FWZA Forests & Jungle	\$ 3,380,116	FY 25 QT 4	
2022 Neighborhood Street Program	\$ 20,000,000	TBD	
WJ Boaz Rd West Half	\$ 15,787,001	TBD	
Avondale Haslet Rd	\$ 12,045,500	TBD	
Bonds Ranch - Wagley Robertson	\$ 10,120,573	TBD	
Ray White Rd	\$ 7,209,519	TBD	
Camp Bowie at Horne	\$ 989,371	TBD	● Bond Project
Main Street - Downtown Signal Corridor	\$ 876,500	TBD	
Trinity Boulevard at Euless South Main Street	\$ 805,600	TBD	
Camp Bowie at Bryant Irvin	\$ 702,587	TBD	● Non-Bond Project
Tarrant County Partnership - Park Roads (Hillside, Gateway, PV Park, Trinit	\$ 450,000	TBD	
Las Vegas Trail	\$ 2,100,000	TBD	
Chapin Road at Chapel Creek	\$ 2,000,000	TBD	
Precinct Line at River Trails Blvd./Trammel Davis Blvd	\$ 2,000,000	TBD	
2821 Lackland Road-TPW Construction Inspection Team	\$ 5,000,000	TBD	
Total Remaining Project Funding Gap	\$ 100,625,267		

Next Steps



Discussion

