

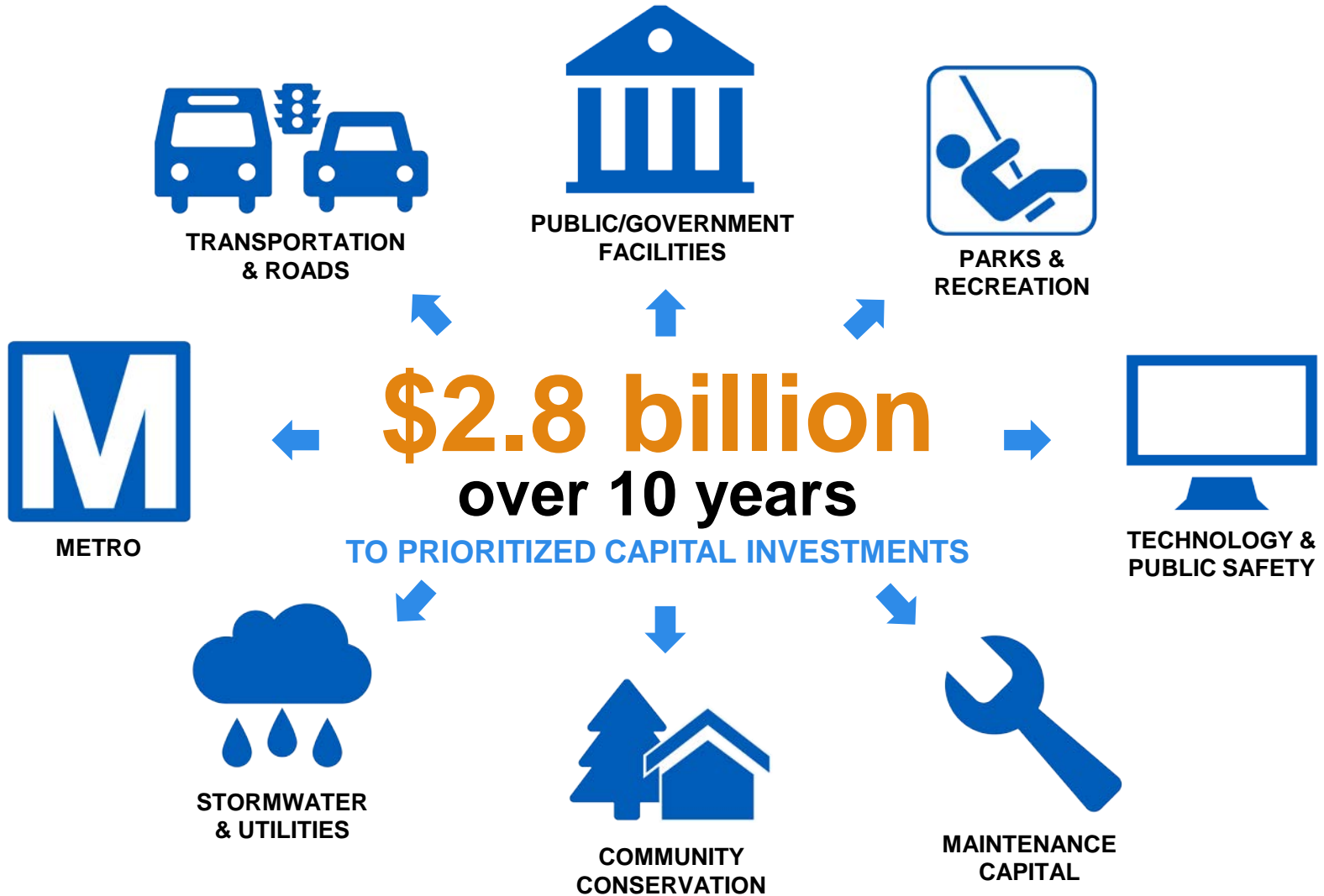
Proposed FY 2019-2028 Capital Improvement Plan (CIP)

County Manager's Overview

Joint County/Schools Work Session

Tuesday, May 29, 2018 @ 6:30 p.m.





Priorities in this CIP



**FOUNDATIONAL
INVESTMENTS**



**STATE OF
GOOD REPAIR**



**EXISTING
COMMITMENTS**

What We Heard From the Public



Schools

Maintenance and new construction

Maintenance of existing assets

Roads/paving, parks, community centers, water/sewer, libraries
("Fix what we have first")

Metro

Pedestrian safety

Sidewalks, crosswalks, crossing signals, streetlights

Fiscal responsibility

How We Pay for the CIP

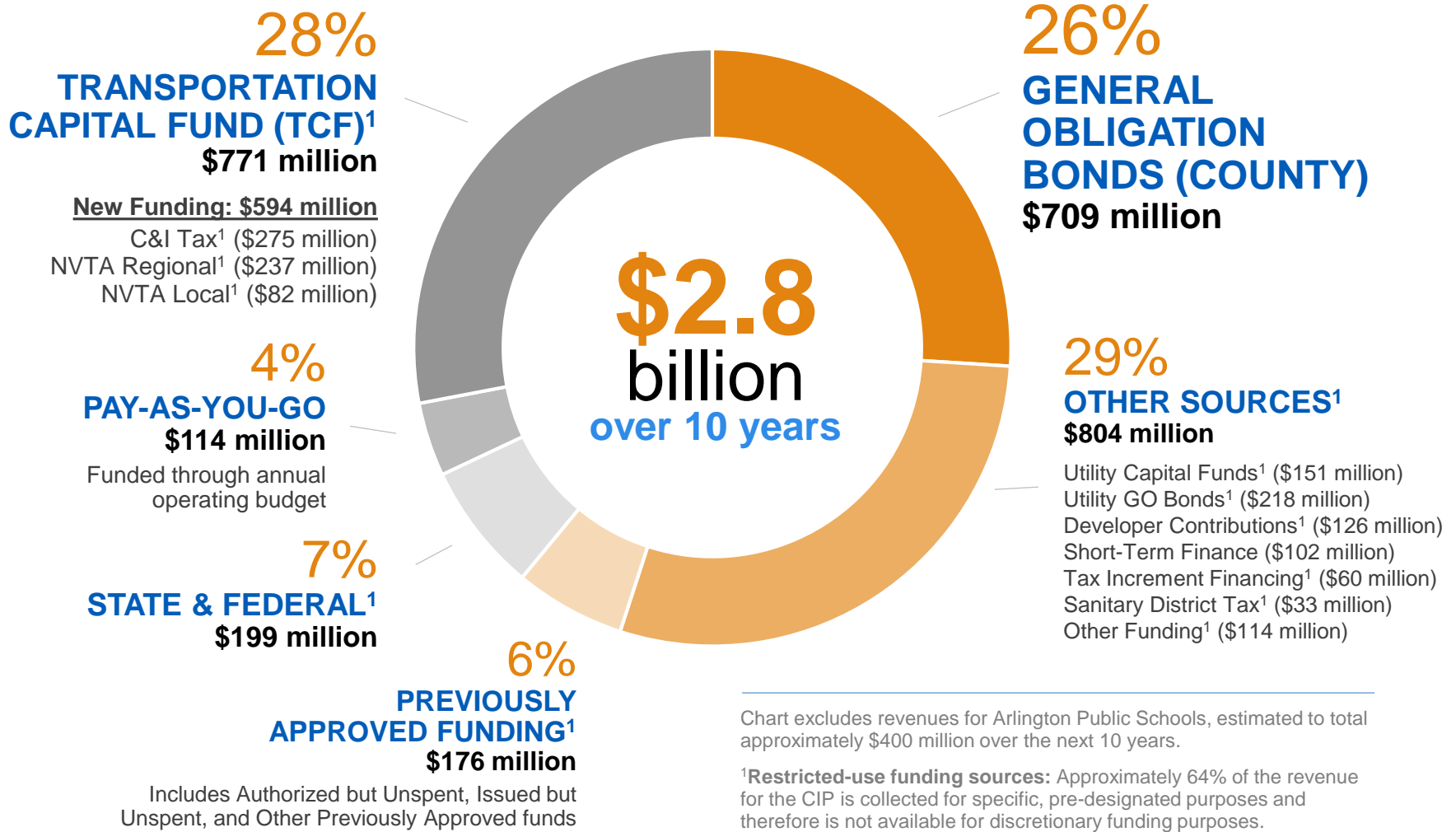


Chart excludes revenues for Arlington Public Schools, estimated to total approximately \$400 million over the next 10 years.

¹Restricted-use funding sources: Approximately 64% of the revenue for the CIP is collected for specific, pre-designated purposes and therefore is not available for discretionary funding purposes.

Limited Flexibility in Near/Medium Term

- Significant increase in Metro obligation
- Existing contractual commitments and Board direction
- Lower-than-expected tax revenues
- Increased costs for current projects
 - Such as Nauck Town Square; APS also seeing cost increases.
 - Using newer contracting tools like design-build and Construction Manager at Risk to get price certainty.

Foundational Investments



METRO & TRANSIT

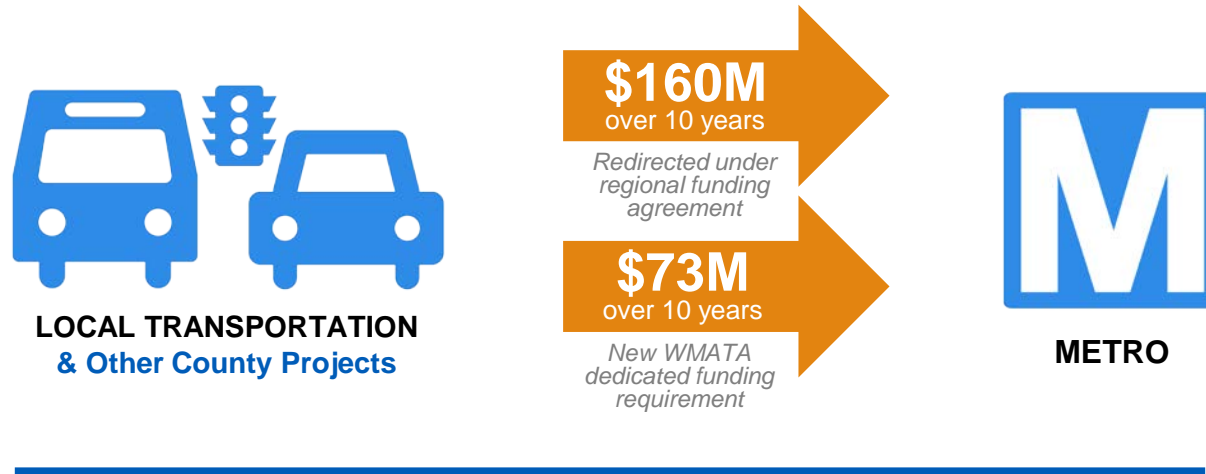
- **\$54 million over 2 years, \$293 million over 10 years**
 - Meets obligations under new regional funding agreement
 - Highest funding level for Metro ever proposed
- **Transit Development Plan (TDP) Columbia Pike**
 - \$91 million over 10 years that fully funds operating costs of new and existing services. Maintain investments in transit stops, fleet and transitway extension



ARLINGTON PUBLIC SCHOOLS

- **Maintains last 8 years of funding level assumed in previous CIP (\$296 million)**
- **Includes close to \$100 million in additional funding in final two years**

Transportation



OUR TRANSPORTATION INVESTMENT PRIORITIES

Transit Development Plan (TDP)

\$91 million in dedicated or restricted transportation funds to support growing operating needs. No TDP operating dollars were included in the previous CIP.

State of Good Repair

\$204 million from PAYG, NVTA Local, GO Bonds, TCF C&I

Other County CIP Priorities

STATE OF GOOD REPAIR



PARKS & RECREATION

\$105 million

for major maintenance, including **\$30 million** for turf replacements and additions



PUBLIC/GOVERNMENT FACILITIES

\$87 million

for major maintenance



TECHNOLOGY & PUBLIC SAFETY

\$66 million

including PC replacement, network maintenance, and public safety technology

EXISTING COMMITMENTS



PUBLIC/GOVERNMENT FACILITIES

Fire Station 8

\$14 million in proposed 2018 referenda

Lubber Run Community Center

Previously approved and funded

Nauck Town Square

\$1.2 million in proposed 2018 referenda



PARKS & RECREATION

Jennie Dean Park

\$16 million in proposed 2018 referenda

Long Bridge Aquatics and Fitness Facility

Previously approved and funded; no new funding

Rosslyn Highlands Park

\$3.45 million in proposed 2018 referenda

County/Schools Collaboration



FIELDS

Synthetic Field Conversions & Replacements

- **Ongoing cost sharing** for high school fields
- **Proposed cost sharing** for TJ Upper Rectangular and Kenmore Rectangular and Diamond fields

Joint Memorandum of Agreement (MOA) Working Group

- Create MOAs for middle schools and address high school scholastic programs
- Evaluate cost sharing opportunities for middle school conversions/replacements
- Explore ways to accommodate additional field time for high school scholastic athletics
- Explore further collaboration opportunities at elementary schools

County/Schools Collaboration

FACILITIES

APS Bus Parking

- Ongoing operational coordination on County-owned or leased sites to meet growing parking needs for APS buses and drivers, and APS support fleet

Barcroft Parking Garage

- Lease agreement permits Schools trade staff to use garage during daytime

Gunston

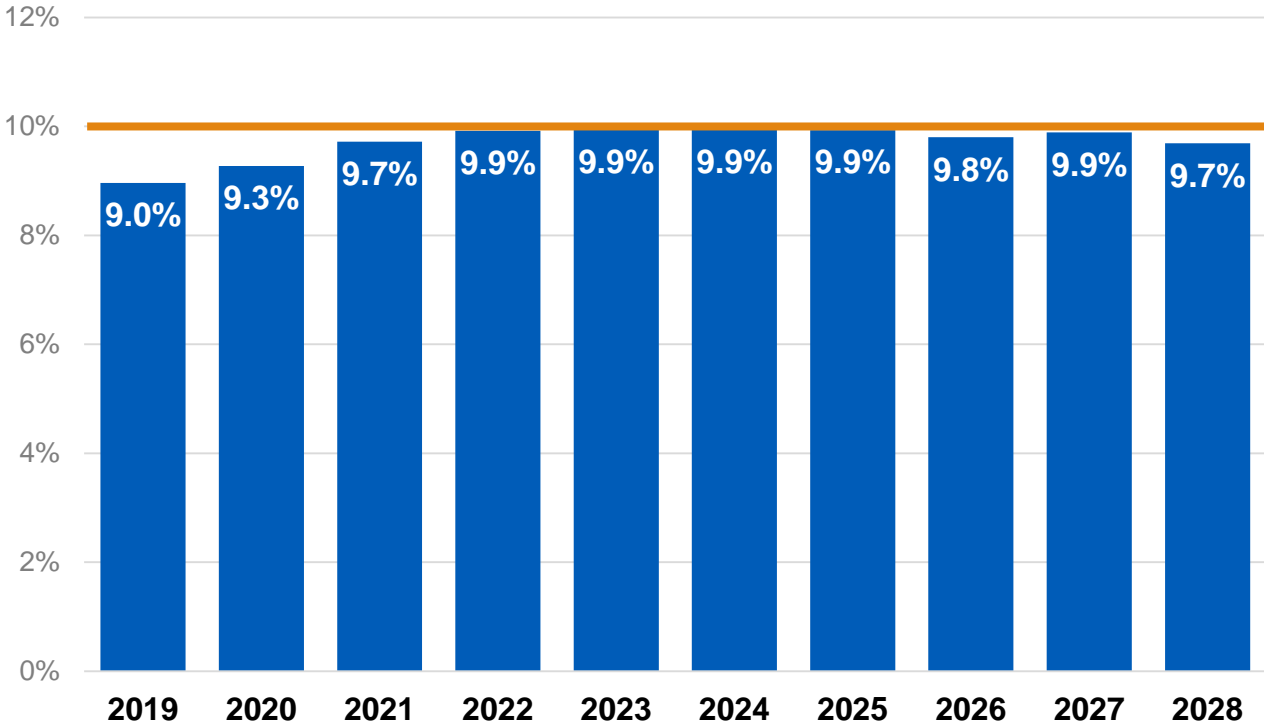
- Middle School expanded into Community Center, adding 5 classrooms (2 joint use)
- Schools paid for the replacement of the Community Center Fitness Room



Adhering to Debt Policies

Debt Service as % of General Government Expenditures

NOT TO EXCEED
10% →



Recent Ratings Review

FitchRatings

STANDARD
& POOR'S

MOODY'S

TRIPLE-Aaa RATING AFFIRMED

However, agencies showed significant interest in our...

- Adherence to adopted debt policies, including 10% ceiling on debt service
- Anticipated future fund balances and recent declines
- Future budgeting approaches and outcomes to maintain a balanced budget

Looking Ahead

- Pressures likely to continue, but financial landscape remains uncertain
- Will have a chance to revisit and reexamine these decisions in two years when funding decisions at the State level will be revisited