

Biggest questions regarding items that will be on the Agenda September 10, 2020 start at IV.

Discussion of Capital Projects Funding Issues/Options:

I. Magee Field currently has \$67,466.88 available in lost

Funds are needed for improvements:

- If the City chooses to sell Malcolm Yonge or transfer responsibility to the lessee **\$715,000** could be transferred from LOST for Malcolm Yonge to Magee Field. M.Y. improvements have been placed on hold.

Other Potential sources of funds:

- \$1,060,811 is left in LOST, Sanders Beach-Corrine Jones Center. This project has been placed on hold until further direction.
- \$36,339 is in LOST General Athletic Facility Improvements (not assigned to any particular project)
- \$6,623 in LOST, Calloway Park. Project complete, these funds are remaining
- \$213,910 in LOST, Legions Field, balance unbudgeted
- \$305,846 in LOST, General Park Improvements, (not assigned to any particular project)

\$1,692,529 Potential additional funds for Magee Field

\$67,466.88 already budgeted in Magee Field

\$1,699,276 potential funding for Magee Field (not including Malcolm Yonge)

II. Resource Center Dist. 2 - \$3 Million Estimated Cost

Funds of approximately \$3 Million would be needed to build a resource center in District 2.

- If the city choses to sell Malcolm Yonge, those funds could be used toward this. Assuming the City received the appraised value, this would generate **\$870,000**.
- This would also eliminate the repairs in LOST of **\$715,000, for a total of \$1,585,000**.

\$1,415,000 of additional funds would be needed for this project:

- This could come from a re-prioritization of capital projects. For example, there is **\$1,557,429** budgeted in LOST for the Soccer Complex. Does the council place a greater priority on the Resource Center than improving the Soccer Complex?
- City Council Reserve balance exceeds the minimum required 20% reserve goal. The excess funds are sufficient to cover the additional funding needed, if the council chose to appropriate those funds for this project.

- As of FYE 2019 Council reserves stood at \$13,793,017, 23.89% of fiscal year 2020 beginning budgeted General Fund Appropriations. The required balance is 20%, leaving 3.89% available if the council chose to appropriate it for projects. 3.89% amounts to **\$2,245,912**, more than enough for this.

III. Market Place Greenway – Estimated Costs??

This project has not been fully conceptualized and therefore a cost cannot be determined. If Council decides to go forward with this project, a concept needs to be determined first before costs can be more accurately determined. Possible funding will be researched once that is done.

IV. Baylen Street Marina Seawall: How much was spent since 2011?

Baylen Slip CRA funded FY 20 to date \$3,735.79, FY19 \$2,213.85; FY18 \$9,557.48

Cathodic Protection-Baylen Slip (General Fund) FY18 \$11,764.55; FY17 \$2,029.44

V. Gull Point Community Center expenses: From LOST: 2017 \$0; 2018 \$676; 2019 \$144,255

VI. 20-00473 - Soccer Complex on Langley (Hitzman): Current budget is **\$2,472,557**

- There will be a budget amendment asking for an additional **\$589,720**. This funding will come from:
 - \$50,000 from Morris Court
 - \$60,000 from Cobb Resource Center
 - \$60,000 from General Park Improvements (future years)
 - \$37,100 from General Sidewalk Improvements (future years)
 - \$32,061 from East Pensacola Heights Resource Center
 - \$39,469 from Exchange Park
 - \$49,264 from Fricker Resource Center
 - \$85,811 from Sanders Beach-Corrine Jones Resource Center
 - \$50,000 from Theophalis May Resource Center
 - \$50,538 from Vickrey Resource Center
 - \$60,000 from Woodland Heights Resource Center
 - \$5,846 from General Park Improvements (current year)
 - \$9,631 from General Park Sidewalk Improvements (current year)

=\$589,720 for alternate bid that includes restrooms etc..
- This will bring the total budget for the Langley Soccer Complex to **\$3,062,277.**
- The lowest responsible bid, if chosen, is the base contract plus the alternate 1 = **\$1,942,898.75.**
- ***Actual expenses to date for the soccer complex is \$382,963.35 plus an additional \$5,486.05 has been encumbered. This does not include the \$520,000 for the land swap.***
- ***Actual expenses and encumbrances total \$388,449.40. The lowest bid is \$1,942,898.75 for a total cash outlay of \$2,331,348.15. That plus the non-cash land swap = \$2,851,348.15.***
- ***The difference between that # and the total requested budgeted amount of \$3,062,277 is \$210,928.85 to be held for contingency items.***

The original budget for FY 2018 was \$500,000. An addition \$700,000 was added in the FY 2019 budget. File ID 18-00329 added in FY19 \$520,000 to the project for a land swap with the YMCA. {2130 Summit and 2139 Langley} Demolition costs for the YMCA is included in this budget.

The \$520k was NOT a cash outlay, merely the accounting recognition of the land swap, an increase in revenues, GF transferring to LOST fund and an increase in expenditures, as an appropriation in the LOST fund.

FY 20 budget added another \$750,000. During FY 20 another \$2,557 was added to the project that came from sidewalk improvements. This brought the budget to the current amount of \$2,472,557. This is funded through the Series IV LOST funds (projected) in District #1.

- VII. Traffic Calming/Round About at Langley:** This is incorporated within the Intersection Improvements budget. The budget for this project was approved **at \$825,000** 6/11/2020. To date \$183,977.58 has been spend on the Round About only, with an additional \$518,963.35 encumbered, for a total of \$702,940.93. Estimated completion
- Funded by LOST IV Pavement Management Program of \$425,000 plus LOST IV Intersection Improvement of \$400,000. This can be found in the LOST budget, line item 45, budgeted 2020.
 - No loan was taken out directly for these projects. However the City did issue \$25Million Infrastructure Sales Surtax Revenue Bond in October 2017 that funds the LOST IV projects.
 - The bond pays for projects on a first come first serve basis and once that funding is spent LOSST IV funds will be used. Based on finance's projections the bond cash will be spent before it can pay the \$518k currently encumbered.
 - Award of bid in Agenda item #20-00253: Construction contract to Panhandle Grading & Paving = \$633,196.14 Bid 20-047. Approved by City Council 6/11/2020

- VIII. Hitzman Optimist Park:** \$301,758 completed project in FY2019. This was for a playground.

If there are any other questions or concerns please feel free to contact me.

Best Regards,

Melanie Kruszona
Strategic Budget Planner
Pensacola City Council
Mkruszona@CityofPensacola.com
850-324-1085