SUBSTITUTE A

RESOLUTION NO. 15 - 643

BE IT RESOLVED by the City Council of the City of Huntsville Alabama that the CITY OF HUNTSVILLE 1990 CAPITAL IMPROVEMENT PLAN, 2016 - 2025 attached hereto as Exhibit "A" and made a part hereof by reference, is hereby adopted and approved, and an executed copy of said document shall be permanently kept on file in the Office of the City Clerk Treasurer of the City of Huntsville Alabama.

ADOPTED this the _____ day of September, 2015.

_____
President of the City Council of
the City of Huntsville, Alabama

APPROVED this the _____ day of September, 2015.

_____
Mayor of the City of
Huntsville, Alabama

EXHIBIT A
SUBSTITUTE A

City of Huntsville
1990 Ten-Year Capital Improvement Plan

	Funding Code	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Summary											
Revenue											
Annually-recurring revenue											
Taxes											
Rate of growth		*3.0%*	*2.0%*	*2.0%*	*2.0%*	*2.0%*	*2.0%*	*2.0%*	*2.0%*	*2.0%*	*2.0%*
Earmarked portion of sales tax	Annual	23,565,600	23,804,000	24,280,000	24,766,000	25,261,000	25,766,000	26,281,000	26,807,000	27,343,000	27,890,000
Earmarked portion of use tax	Annual	2,866,100	2,895,000	2,953,000	3,012,000	3,072,000	3,133,000	3,196,000	3,260,000	3,325,000	3,392,000
Total taxes		**26,431,700**	**26,699,000**	**27,233,000**	**27,778,000**	**28,333,000**	**28,899,000**	**29,477,000**	**30,067,000**	**30,668,000**	**31,282,000**
Transfer back to General Fund											
Total transfer		**(7,370,482)**	**(8,537,947)**	**(9,761,124)**	**(11,051,676)**	**(12,278,807)**	**(12,524,383)**	**(12,774,871)**	**(13,030,368)**	**(13,290,975)**	**(13,556,795)**
Lease revenue											
Embassy Suites	Annual	225,000	225,000	225,000	225,000	225,000	225,000	225,000	225,000	225,000	225,000
Total lease revenue		**225,000**	**225,000**	**225,000**	**225,000**	**225,000**	**225,000**	**225,000**	**225,000**	**225,000**	**225,000**
Special project financing	Annual		9,500,000								
Annually-recurring revenue total		**19,286,218**	**27,886,053**	**17,696,876**	**16,951,324**	**16,279,193**	**16,599,617**	**16,927,129**	**17,261,632**	**17,602,025**	**17,950,205**
Planned long-term debt issues	Debt	**3,000,000**	**9,200,678**	**10,575,000**	**6,300,000**	**9,100,000**	**2,400,000**	**12,300,000**	**1,000,000**	**800,000**	**1,200,000**
Other											
1% Lodgings Tax-Recreation	Reference only	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	850,000
Resurfacing transfers from Gas Tax Fund	Reference only	1,345,000	1,358,000	1,371,000	1,384,000	1,397,000	1,410,000	1,424,000	1,438,000	1,453,000	1,468,000
Total Revenue		**22,286,218**	**37,086,731**	**28,271,876**	**23,251,324**	**25,379,193**	**18,999,617**	**29,227,129**	**18,261,632**	**18,402,025**	**19,150,205**
Expenditures											
Projects		**17,200,333**	**23,063,011**	**21,758,333**	**20,533,333**	**19,366,667**	**15,350,000**	**25,250,000**	**14,350,000**	**14,200,000**	**19,504,000**
Debt service - Capital Fund											
Existing debt service	Annual	22,183,006	23,547,810	22,996,034	22,834,034	20,826,955	19,380,916	19,380,096	15,991,740	15,113,289	15,158,397
IRS interest subsidy	Annual	(271,526)	(268,316)	(264,636)	(260,445)	(255,705)	(250,703)	(245,137)	(239,213)	(232,899)	(226,442)
Proposed new debt service	Annual	0	609,871	2,102,324	2,779,370	3,397,238	3,858,633	4,448,416	4,982,030	5,054,248	5,134,491
TIF debt service subsidies	Annual	443,000	545,000	451,000	379,000	327,000	285,000	244,000	198,000	(566,000)	(611,000)
Less paid by 6.5 Mill Taxes	Annual	(12,463,475)	(12,782,675)	(13,129,675)	(14,417,075)	(14,944,325)	(15,496,825)	(16,050,900)	(16,634,650)	(17,220,075)	(17,833,325)
Less paid by General Fund	Annual	(3,671,863)	(3,684,663)	(3,675,663)	(3,690,263)	(3,695,513)	(3,684,263)	(3,697,600)	(3,693,850)	(3,708,175)	(3,709,925)
Net Debt Service		**6,219,142**	**7,967,027**	**8,479,385**	**7,624,621**	**5,655,651**	**4,092,759**	**4,078,875**	**604,056**	**(1,559,612)**	**(2,087,803)**
Total Expenditures		**23,419,475**	**31,030,038**	**30,237,718**	**28,157,954**	**25,022,318**	**19,442,759**	**29,328,875**	**14,954,056**	**12,640,388**	**17,416,197**
Net Change		(1,133,257)	6,056,693	(1,965,842)	(4,906,630)	356,875	(443,142)	(101,746)	3,307,576	5,761,637	1,734,008
Beginning Balance		2,498,603	1,365,346	7,422,039	5,456,197	549,567	906,442	463,300	361,554	3,669,130	9,430,767
Ending Balance		**$1,365,346**	**$7,422,039**	**$5,456,197**	**$549,567**	**$906,442**	**$463,300**	**$361,554**	**$3,669,130**	**$9,430,767**	**$11,164,775**

EXHIBIT A
SUBSTITUTE A

City of Huntsville
1990 Ten-Year Capital Improvement Plan

Project Details
(projects may appear in duplicate due to different funding sources)

	Funding Code	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Other Street Projects		**3,000,000**	**3,000,000**	**3,000,000**	**3,300,000**	**3,000,000**	**3,000,000**	**3,000,000**	**3,200,000**	**3,250,000**	**5,529,000**
STREET RESURFACING	Annual	3,000,000	3,000,000	3,000,000	3,300,000	3,000,000	3,000,000	3,000,000	3,200,000	3,250,000	5,529,000
STREET RESURFACING	Debt 2014B										
STREET RESURFACING	Reference only	1,345,000	1,358,000	1,371,000	1,384,000	1,397,000	1,410,000	1,424,000	1,438,000	1,453,000	1,468,000
STREET MAINTENANCE	Annual										
Traffic Improvements		**850,000**	**850,000**	**850,000**	**850,000**	**850,000**	**850,000**	**850,000**	**850,000**	**850,000**	**850,000**
TRAFFIC ANNUAL IMPROVEMENTS	Annual	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
INTELLIGENT TRANSPORTATION SYS	Annual	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
WAYFINDER SIGNAGE	Annual										
Bridges		**200,000**	**200,000**	**200,000**	**200,000**	**200,000**	**200,000**	**200,000**	**200,000**	**200,000**	**200,000**
BRIDGE ANNUAL PROGRAM	Annual	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Drainage		**2,400,000**	**2,400,000**	**2,450,000**	**2,450,000**	**2,450,000**	**2,450,000**	**2,450,000**	**2,650,000**	**2,650,000**	**2,650,000**
DRAINAGE PRIORITIZED PROJECTS	Annual	800,000	800,000	800,000	800,000	800,000	800,000	800,000	1,000,000	1,000,000	1,000,000
DRAINAGE MAINTENANCE	Annual	450,000	450,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
DRAINAGE ANNUAL IMPROVEMENTS	Annual	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
WATERSHED STUDY/IMPROVEMENTS	Annual	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Sidewalks		**275,000**	**300,000**	**300,000**	**300,000**	**300,000**	**300,000**	**300,000**	**300,000**	**300,000**	**300,000**
SIDEWALKS CONSTRUCTION	Annual	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
SIDEWALK MAINTENANCE	Annual	75,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Economic Development		**3,273,333**	**1,533,333**	**1,533,333**	**1,633,333**	**766,667**	**200,000**	**200,000**	**200,000**	**200,000**	**500,000**
SEWELL PROPERTY OPTION	Annual	150,000									
WHOLE FOODS PROJECT	Annual	1,333,333	1,333,333	1,333,333	1,333,333	666,667					
NORTH PARKWAY REDEVELOPMENT	Debt	1,500,000									
Downtown Redevelopment											
BELK HUDSON LOFTS AGREEMENT	Annual	90,000									
STREETSCAPE IMPROVEMENTS	Annual	200,000	200,000	200,000	300,000	100,000	200,000	200,000	200,000	200,000	500,000
Recreation		**2,185,000**	**3,360,678**	**3,975,000**	**2,710,000**	**2,710,000**	**2,760,000**	**7,060,000**	**2,135,000**	**1,935,000**	**4,035,000**
PARKS & REC ANNUAL PROJECTS	Annual	250,000	250,000	150,000	375,000	75,000	300,000	300,000	300,000	300,000	400,000
PARKS & REC MAINTENANCE	Annual	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	300,000
GOLDSMITH-SCHIFFMAN SANCTUARY	Annual	35,000	70,000		35,000	35,000	35,000	35,000	35,000	35,000	35,000
HAYS PRESERVE PARK MAINTENANCE	Annual	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
PLAYGROUND EQUIPMENT	Annual	50,000	50,000	0	50,000	50,000	50,000	50,000	50,000	50,000	50,000
BIG SPRING PARK RENOV(EAST)	Annual										
BIG SPRING PARK RENOV (WEST)	Annual	450,000									
JOHN HUNT PARK IMPROVEMENTS	Debt		200,678	500,000	600,000	600,000	1,300,000	600,000	800,000	600,000	600,000
JOHN HUNT PARK IMPROVEMENTS	Reference only	700,000	700,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000

EXHIBIT A
SUBSTITUTE A

City of Huntsville
1990 Ten-Year Capital Improvement Plan

	Funding Code	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
JOHN HUNT PARK IMPROVEMENTS	Annual	150,000	590,000		400,000		125,000	125,000			
GREENWAYS/BIKE PATHS	Annual	400,000	550,000	200,000	800,000		500,000	500,000	500,000	500,000	2,000,000
OPEN SPACE ACQUISITION	Debt	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	600,000
WESTERN AREA RECREATION CENTER	Debt							5,000,000			
MERRIMACK PARK EXPANSION	Debt			2,675,000		1,500,000					
NATATORIUM	Debt		1,200,000								
SHOWERS CENTER IMPROVEMENTS	Debt	400,000									
Community Projects		**2,100,000**	**8,300,000**	**8,150,000**	**6,700,000**	**5,300,000**	**2,000,000**	**1,100,000**	**1,100,000**	**1,100,000**	**1,100,000**
COMMUNITY DEV HOME PROGRAM	Annual	150,000	150,000		150,000	150,000	150,000	150,000	150,000	150,000	150,000
LIBRARY BOOK PURCHASES	Annual	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
ADA ACCESSIBILITY IMPROVEMENTS	Annual	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
GOLDSMITH-SCHIFFMAN RENOV.	Debt				1,000,000						
COUNCILL SCHOOL REDEVELOPMENT	Annual	100,000									
ICEPLEX EXPANSION	Debt			2,500,000							
ICEPLEX EXPANSION	Annual										
JOHNSON/GRISSOM HIGH REDEVELOP	Debt	200,000	4,000,000		2,500,000						
HUNTSVILLE SCHOOLS PURCHASES	Debt		900,000	900,000	900,000	900,000	900,000				
SENIOR CENTER EXPANSION	Debt					2,500,000					
PUBLIC LIBRARIES	Debt	100,000	2,000,000	2,000,000							
TENNIS CENTER EXPANSION	Debt	300,000		350,000							
VBC FACILITY SUPPORT SYSTEMS	Debt			1,150,000	800,000	900,000					
BOTANICAL GARDENS EXPANSION	Annual	300,000	300,000	300,000	400,000	200,000	300,000	300,000	300,000	300,000	300,000
BURRITT SCHOOL PROJECT	Debt	150,000	150,000	150,000	150,000						
EARLY WORKS (BICENTENNIAL)	Debt	150,000	150,000	150,000	150,000						
Public Safety		**527,000**	**819,000**	**0**	**40,000**	**2,540,000**	**40,000**	**6,540,000**	**40,000**	**40,000**	**40,000**
EMERGENCY WARNING SIRENS	Annual	40,000	40,000		40,000	40,000	40,000	40,000	40,000	40,000	40,000
FIRE STATION-CHASE	Debt							2,500,000			
FIRE STATION-HWY 72/LIMESTONE	Debt					2,500,000					
POLICE FIRING RANGE	Debt		400,000								
FIRE & RESCUE TRAIN FACILITY	Debt							4,000,000			
POLICE NET MOTION CONVERSION	Annual	384,000	379,000								
FIRE NET MOTION CONVERSION	Annual	103,000									
Other Projects		**2,390,000**	**2,300,000**	**1,300,000**	**2,350,000**	**1,250,000**	**3,550,000**	**3,550,000**	**3,675,000**	**3,675,000**	**4,300,000**
FLEET PURCHASES	Annual	1,800,000	2,000,000	1,000,000	2,000,000	1,000,000	3,200,000	3,200,000	3,325,000	3,325,000	4,000,000
FACILITIES MAINTENANCE	Annual	200,000	250,000	250,000	250,000	250,000	300,000	300,000	300,000	300,000	300,000
ANIMAL SERVICES PROJECT	Annual	290,000									
LOWE MILL ANNEX DEMO & PARKING	Annual										
FLEET BACKUP FUEL SITE	Annual	50,000									
CLEAR FY15 CLOSED ACCOUNTS	Annual										
ITS COMMUNICATION SYS BUILDOUT	Annual	50,000	50,000	50,000	100,000		50,000	50,000	50,000	50,000	
Grand Total All Projects		**$17,200,333**	**$23,063,011**	**$21,758,333**	**$20,533,333**	**$19,366,667**	**$15,350,000**	**$25,250,000**	**$14,350,000**	**$14,200,000**	**$19,504,000**

EXHIBIT A
SUBSTITUTE A

City of Huntsville
1990 Ten-Year Capital Improvement Plan

Funding Code	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt Service										
Debt service related to Capital Improvement Fund projects:										
2005A	4,479,347	4,477,253	4,481,097	4,479,036	236,452	236,452	236,452	1,889,785	170,320	1,978,653
2005C	3,645,450	3,641,650	4,883,850	4,887,050	4,886,550	3,439,750	3,438,750			
2009A	652,154	647,980	647,466	640,494	636,950	632,656	626,756	619,830	611,790	608,340
2010A	391,716	391,716	391,716	391,716	391,716	391,716	391,716	391,716	391,716	391,716
2010B	3,344,876	2,311,376	2,310,401	2,144,526	2,144,026	2,140,526	2,143,776	2,143,526	2,144,651	2,142,026
2010C	2,061,475	4,455,650	3,841,550	3,845,050	3,848,325	3,846,400	3,844,700	3,845,600	3,845,400	3,846,100
2011A	1,885,213	1,886,526	1,887,613	1,888,475	1,886,700	1,887,050	1,886,150	1,887,875	1,887,600	1,884,825
2012A	781,413	785,672	789,454	797,700	805,349	812,402	818,859	824,719		
2013D	1,752,200	1,758,700	572,200	572,200	1,952,200	1,953,200	1,955,700	354,450	2,019,450	271,200
2013E	852,988	850,188	852,338	849,438	1,697,838	1,702,013	1,699,738	1,695,738	1,700,863	1,699,288
2014A	2,336,174	2,341,100	2,338,350	2,338,350	2,340,850	2,338,750	2,337,500	2,338,500	2,341,500	2,336,250
2014B										
2015A										
FUTURE										
FUTURE										
FUTURE										
Current Debt Service Total	**$22,183,006**	**$23,547,811**	**$22,996,035**	**$22,834,035**	**$20,826,956**	**$19,380,915**	**$19,380,097**	**$15,991,739**	**$15,113,290**	**$15,158,398**
Proposed Debt Service										
Debt service on debt proposed to be issued according to the Project Details										
2016		240,728	240,728	240,728	240,728	240,728	240,728	240,728	240,728	240,728
2017 special project financing			699,027	699,027	699,027	699,027	699,027	699,027	699,027	699,027
2017		369,143	738,286	738,286	738,286	738,286	738,286	738,286	738,286	738,286
2018			424,283	848,565	848,565	848,565	848,565	848,565	848,565	848,565
2019				252,764	505,528	505,528	505,528	505,528	505,528	505,528
2020					365,104	730,208	730,208	730,208	730,208	730,208
2021						96,291	192,582	192,582	192,582	192,582
2022							493,492	986,984	986,984	986,984
2023								40,122	80,243	80,243
Proposed Debt Service Total	**0**	**609,871**	**2,102,324**	**2,779,370**	**3,397,238**	**3,858,633**	**4,448,416**	**4,982,030**	**5,054,248**	**5,134,491**

EXHIBIT A
SUBSTITUTE A

City of Huntsville
1990 Ten-Year Capital Improvement Plan

	Funding Code	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
TIF Transfers for Debt Service											

The City has borrowed money for TIF 2, TIF 3A and TIF 4 projects, and structured the repayment to minimize the interest cost to the City. When the debt was issued, tax collections from the TIFs were expected to be below the desired debt service initially, so plans were to use 1990 Capital Improvement Fund (CIF) money to pay the difference, as necessary. Taxes will eventually exceed debt requirements and the CIF will be reimbursed from the TIF revenues, which will occur at different times for each TIF.

Also, and more importantly, each TIF has unique risks that its tax collections will not meet City projections. Because of these two factors, a rtransfer is made in the budget each year. The City's risks will be better understood or eliminated as tax collections are received each year. When TIF taxes can cover expected debt service, funds will be transferred back to the CIF. Comments about each TIF in this regard are shown below.

TIF 2 - HUNTSVILLE HIGH SCHOOL DEBT		200,000	276,000	275,000	268,000	264,000	263,000	257,000	251,000	(482,000)	(487,000)

TIF 2 (HHS) revenue is growing at a low rate, so there is low risk of unforeseen circumstances, which the City can respond to well in advance, without making significant Capital Plan adjustments. The transfer amount is generally the amount necessary to cover debt service needs until tax collections rise to cover debt service.

TIF 3A		0	0	0	0	0	0	0	0	0	0

TIF 3A tax collections currently cover debt service, but there is considerable risk associated with significant tax assumptions after 2012, although some may be mitigated with development in the large district that was not projected when the TIF was established. Nonetheless, transfers were made to build an adequate reserve until the tax assumptions in 2012 and beyond can be proven.

TIF 4		243,000	269,000	176,000	111,000	63,000	22,000	(13,000)	(53,000)	(84,000)	(124,000)

TIF 4 has growing tax collections, and the taxes are estimated to exceed debt service in 2022. There is moderate risk of projection error since some significant tax assumptions were made. The annual transfers cover debt service advances and projection risk.