

Appendix C

THE CAPITAL BUDGET- An Overview

Because the annual capital budget of the City of Venice is normally small, the City does not produce a separate document on a regular basis. Projects are included within each Fund according to its appropriate assignment. The One Cent Sales Tax revenue is the primary source of revenue for projects outside the Enterprise Funds.

The balance of the One Cent Voted Tax Fund monies are divided between these items: First, annual payment of the debt service on the 2001 Refunding Bonds used to pay off the 1988 Revenue Bonds that were sold to build a new police station, fire station #2 and reconstruction and renovation of City Hall, and various other General Fund projects.

New park facilities are turned over to Sarasota County for operation so impacts and costs associated with these improvements are discussed with them prior to their approval and construction.

A citizen oversight committee has been established to review on a regular basis the One Cent Voted Sales Tax Program in order to ensure that programs develop as presented to the public and that changes in these programs receive proper public notification and hearing.

A portion of the \$10,000,000 General Obligation Bond issue passed by the voters in November, 2003 was for the demolition of the Island Beach Treatment Plant, the purchase of the property by the city, development of a park, the renovation of the community center and reconstruction of the fishing pier. The remaining project funded by the bond issue is for Tramonta Vista Park.

CAPITAL IMPROVEMENT PROGRAM FISCAL YEAR
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REVENUES	09/10	10/11	11/12	12/13	13/14	TOTAL
ONE CENT SALES TAX	\$ 158,369	\$ 2,525,000	\$ 2,525,000	\$ 2,500,000	\$ 500,000	\$ 8,208,369
TOURIST DEVELOPMENT TAX	144,483					144,483
GENERAL FUND REVENUES	808,284	250,000	250,000	250,000	350,000	1,908,284
WATER AND SEWER REVENUES	1,750,000	2,100,000	5,000,000	1,000,000	1,000,000	10,850,000
GRANTS (FDOT, FAA, DEP,FRDAP)	775,705		1,830,000		200,000	2,805,705
AIRPORT REVENUES	75,000					75,000
STORMWATER REVENUES	60,000	235,000	100,000		1,905,000	2,300,000
TOTAL REVENUES	\$ 3,771,841	\$ 5,110,000	\$ 9,705,000	\$ 3,750,000	\$ 3,955,000	\$ 26,291,841

**CAPITAL IMPROVEMENT PROGRAM
FISCAL YEAR**

EXPENDITURES	09/10	10/11	11/12	12/13	13/14	TOTAL
GENERAL CAPITAL PROJECTS						
Sawgrass Park (#394)					\$ 550,000	\$ 550,000
Harbor Management Plan (#447)	140,705					140,705
Auburn Rd Sidewalk Extension (#457)	80,000					80,000
Form-Based Zoning Code (#453)	150,000					150,000
Playground Structure Replacement	25,000	25,000	25,000			75,000
Site Improvements- PW Complex (#351)	48,284					48,284
City Hall Improvements (#459)	360,000					360,000
Performing Arts Center		2,500,000	2,500,000	2,500,000	500,000	8,000,000
TOTAL GENERAL FUND EXPENDITURES	803,989	2,525,000	2,525,000	2,500,000	1,050,000	9,403,989
BEACH RENOURISHMENT						
Venice Beach Renourishment (#410)	527,852	250,000	250,000	250,000	-	1,277,852
WATER AND SEWER						
RO Plant PLC Replacement	150,000					150,000
Additional Degassifier @ RO Plant	300,000					300,000
Feasibility Study RO Pit Recovery Inc	300,000	750,000	4,000,000			5,050,000
Phase 2 Water Master Plan		350,000				350,000
RO Membrane/Skid Components Repl	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	5,000,000
TOTAL WATER/SEWER EXPENDITURES	1,750,000	2,100,000	5,000,000	1,000,000	1,000,000	10,850,000
STORMWATER UTILITY						
Hatchett Creek Drainage Redesign (#430)	480,000					480,000
Redirect Aldea Mar Outfall					100,000	100,000
VMHP Stormwater Improvements	150,000					150,000
Outfall 23 Industrial Area Strm Treatmnt		75,000				75,000
LaGuna/Osprey Outfall #12 Modifications		100,000	1,300,000			1,400,000
Deertown Gully Outfall #8					1,005,000	1,005,000
Venice Island-Park Blvd - Outfall 13	60,000	60,000	630,000			750,000
Flamingo Ditch Outfall					800,000	800,000
TOTAL EXPENSES	690,000	235,000	1,930,000	-	1,905,000	4,760,000
GRAND TOTAL OF ALL EXPENSES	\$ 3,771,841	\$ 5,110,000	\$ 9,705,000	\$ 3,750,000	\$ 3,955,000	\$ 26,291,841

PROJECT:	SAWGRASS PARK	CATEGORY: PARK
DEPARTMENT/DIVISION:	ENGINEERING/STORMWATER	PROJECT NO. 394

DESCRIPTION:

Develop park on north side of Blackburn Canal. Improvements include parking lot, foot bridge and picnic areas. Eight acres.

JUSTIFICATION:

In 2005 Strategic Plan, under Goal 6 "Upgraded Parks, Beach and Natural Areas"

OPERATING IMPACT:

CONCURRENCY: 2008 Strategic Plan Goal 2

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Design					100,000
Construction					450,000
Total Expenditures:	-	-	-	-	\$ 550,000

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					350,000
Other Financing Revenues					
Water & Sewer Revenues					
Airport Revenues					
Grants (FAA,FDOT, DEP, etc) FRDAP					200,000
Stormwater Bond Issue					
Developer Contribution					
Total Funding:	-	-	-	-	\$ 550,000

PROJECT: HARBOR MANAGEMENT PLAN	CATEGORY: General
DEPARTMENT/DIVISION: Engineering/Police/Planning and Zoning	PROJECT NO.: 447

DESCRIPTION:

Harbor Management Planning and Technical Study mooring field/anchoring/law enforcement at Higel Park Boat Launch

JUSTIFICATION:

Study to see if a publicly run mooring field/anchoring area is feasible for law enforcement enhancements

OPERATING IMPACT:

CONCURRENCY:

2008 Strategic Plan Goal 3, Priority 4

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Feasibility Study, Design and Permitting					
Other/Miscellaneous					
Construction of Mooring Field/Dinghy Dock	140,705				
Total Expenditures:	\$140,705	-	-	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Sarasota County					
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Water & Sewer Revenues					
WCIND Grant	23,500				
Grants: FWC FBIP Grant	117,205				
Bonds					
Stormwater Revenues					
Total Funding:	\$140,705	-	-	-	-

PROJECT:	AUBURN ROAD SIDEWALK EXTENSION	CATEGORY:	Engineering
DEPARTMENT/DIVISION:	ENGINEERING/STORMWATER	PROJECT NO	457

DESCRIPTION:

Design and install approximately 1800 lineal feet of sidewalk.
 The sidewalk begins on the north side of the existing sidewalk east of Auburn Lakes Drive and will extend to the Blackburn Canal crossing. The project includes the installation of 36 trees.

JUSTIFICATION:

Extends the sidewalk up the entrance point of the future Sawgrass Park.

OPERATING IMPACT:

Maintenance of trees.

CONCURRENCY:

2008 Strategic Plan Goal 2 Priority 1

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Design					
Construction	80,000				
In House Engineering					
Total Expenditures	\$ 80,000	-	-	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Sarasota County					
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
In House Engineering					
Water & Sewer Revenues					
Airport Revenues					
Grants: FDOT LAP Program	80,000				
Stormwater Bond Issue - Outfall					
Pier Revenues					
Stormwater Revenues					
Total Funding:	\$ 80,000	-	-	-	-

PROJECT:	COMPREHENSIVE PLAN IMPLEMENTATION / FORM-BASED ZONING CODE	CATEGORY:	
DEPARTMENT/DIVISION:	ENGINEERING / STORMWATER	PROJECT NO.	453

DESCRIPTION:
 Comprehensive Plan implementation and form based zoning

JUSTIFICATION:
 City Council has indicated through their strategic planning process a desire to consider migrating to a form-based zoning code. Estimated Comp Plan completion requires \$80,000. LDR will take approx. \$300,00 to complete

OPERATING IMPACT:

CONCURRENCY:
 2008 Strategic Goal: # 1 Sustainable Controlled Growth

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
In-House Engineering					
Subcontractors	150,000				
Outside Engineering					
Other/Miscellaneous					
Legal					
Contingency					
Total Expenditures:	\$ 150,000	-	-	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues	150,000				
Other Financing Revenues					
Waste & Sewer Revenues					
Total Funding:	\$ 150,000	-	-	-	-

PROJECT: Site Improvements- PW Complex	CATEGORY:
DEPARTMENT/DIVISION: P W Administration Department	PROJECT NO. 351

DESCRIPTION:

Site improvements to the complex

JUSTIFICATION:

Ongoing issues since 1992, planned improvement

OPERATING IMPACT:

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Materials	1,000				
Outside engineering	42,284				
Other/miscellaneous	5,000				
Total Budget:	\$ 48,284	-	-	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues	48,284				
Other Financing Revenues					
Water & Sewer Revenues					
Airport Revenues					
Grants (FAA,FDOT, DEP, etc)					
Stormwater Bond Issue					
Pier Revenues					
Total Funding:	\$ 48,284	-	-	-	-

PROJECT:	PERFORMING ARTS CENTER	CATEGORY:
DEPARTMENT/DIVISION:	PUBLIC WORKS DEPARTMENT	PROJECT NO.

DESCRIPTION:
 Joint project with Sarasota School Board for the construction of a community performing arts center

JUSTIFICATION:
 Included in County's Infrastructure Surtax approved projects

OPERATING IMPACT:
 No operating impact to the City

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Construction, design, etc		2,500,000	2,500,000	2,500,000	500,000
Total Budget:		\$ 2,500,000	\$2,500,000	\$2,500,000	\$ 500,000

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)		2,500,000	2,500,000	2,500,000	500,000
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues					
Water & Sewer Revenues					
Airport Revenues					
Grants (FAA,FDOT, DEP, etc)					
Stormwater Bond Issue					
Pier Revenues					
Total Funding:		\$ 2,500,000	\$2,500,000	\$2,500,000	\$ 500,000

PROJECT:	VENICE BEACH RENOURISHMENT MITIGATION/MONITORING	CATEGORY: BEACH
DEPARTMENT/DIVISION:	ENGINEERING	PROJECT NO. 410

DESCRIPTION:

Construct Post-Beach Renourishment Mitigation reefs within 7 months of certification of completion of renourishment and maintain monitoring of beach profile, reefs, offshore and bottom areas, and turtle activity for 5 year period until 2010.

JUSTIFICATION:

Special conditions 9, 17, 22, 26 and 27 of FDEP Permit for Beach Renourishment.
JCP File No. 0211217-001-JC and Variance No. 0211217-002-EV.

OPERATING IMPACT:

CONCURRENCY:

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Design and Planning					
Phased Improvements	250,000	250,000	250,000	250,000	
In-House Engineering					
Materials					
Subcontractors	277,852				
Miscellaneous					
Legal					
Total Expenditures:	\$ 527,852	\$ 250,000	\$250,000	\$ 250,000	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)	133,369				
General Revenues (Tourist Development Tax)	144,483				
General Fund Revenues	250,000	250,000	250,000	250,000	
FDEP					
Tourist Development Tax					
Transfer From Professional Services					
Capital Improvement Program '05 Adopted Budget					
Airport Revenues					
Grants					
General Obligation Bonds 2004					
Pier Bond Balance 2004					
Solid Waste					
Total Funding:	\$ 527,852	\$ 250,000	\$250,000	\$ 250,000	-

PROJECT: RO Plant PLC Replacement	CATEGORY:
DEPARTMENT/DIVISION: UTILITIES/1203	PROJECT NO.:

DESCRIPTION:

Replace RO plant PLC and necessary programming with up to date model

JUSTIFICATION:

The programmable Logic controller (PLC) that controls the RO plant is approaching twenty years of age. It is near it's capacity and showing signs of age by running slow, "locking" up occasionally causing it to have to be manually reset. The repair components fo this unit are no longer available.

OPERATING IMPACT:

Failure of this controller could shut down plant operations and cause loss of control of the wellfield, and the distribution system pressure.

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Repair Components	150,000				
Total Budget:	\$ 150,000	-	-	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues					
Water & Sewer Revenues	150,000				
Airport Revenues					
Grants (FAA,FDOT, DEP, etc)					
Stormwater Bond Issue					
Pier Revenues					
Total Funding:	\$ 150,000	-	-	-	-

PROJECT:	ADDITIONAL DEGASSIFIER AT RO PLANT	CATEGORY:
DEPARTMENT/DIVISION:	Utilities / WP	PROJECT NO.

DESCRIPTION:
Construct an additional degassifier at water treatment plant

JUSTIFICATION:
Currently no redundancy for critical portion of water treatment process.
Also would increase efficiency of hydrogen sulfide removal in existing system.

OPERATING IMPACT:
Take some of the load off of single degass unit and provide redundancy if single unit fails
Will provide for scheduled maintenance of existing unit

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Add redundant degassifier system	300,000				
Total Budget:	\$300,000	-	-	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues					
Water & Sewer Revenues	300,000				
Airport Revenues					
Grants (FAA, FDOT, DEP, etc)					
Stormwater Bond Issue					
Pier Revenues					
Total Funding:	\$300,000	-	-	-	-

PROJECT: FEASIBILITY STUDY FOR RO PLANT RECOVERY INCREASE	CATEGORY:
DEPARTMENT/DIVISION: Utilities / Water Production	PROJECT NO.

DESCRIPTION:

Contract with engineers of record to carry out multi-phased RO plant increased recovery and its implications, feasibility study as defined in SWFWUP WUP special condition that states:
 "By January 15, 2013, the Permittee shall complete a detailed study for District approval regarding the technical, environmental, and economic, feasibility of increasing current reverse osmosis water treatment efficiency rates".

JUSTIFICATION:

Will provide direction for design and implementation of the highest efficiency possible at the water treatment plant. This study is critical for the city to meet its future water demands. Increased recovery in the plant will make more efficient use of the water we are already paying to pump from the ground, thus creating less waste. This study will satisfy the mandatory WUP condition.

OPERATING IMPACT:

Will provide direction to make optimum use of existing ground water resource and reduce 50% of waste currently being generated by treatment process.

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
PHASE 1 Design	300,000				
PHASE 2 Full Scale pilot study		750,000			
PHASE 3 Construction			4,000,000		
Total Budget:	\$ 300,000	\$ 750,000	\$ 4,000,000	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues					
Water & Sewer Revenues	300,000	750,000	4,000,000		
Airport Revenues					
Grants (FAA, FDOT, DEP, etc)					
Stormwater Bond Issue					
Pier Revenues					
Total Funding:	\$ 300,000	\$ 750,000	\$ 4,000,000	-	-

PROJECT:	RO MEMBRANE AND ASSOCIATED PIPING RENEWAL & REPLACEMENT	CATEGORY:
DEPARTMENT/DIVISION:	Utilities / WP	PROJECT NO.

DESCRIPTION:

The Phase 2 RO membranes that produce 2 MGD of potable water are approaching the end of their useful life. The associated pressure vessels and hardware are no longer supported and there are no spare parts available.

JUSTIFICATION:

To replace the membranes will require dismantling the pressure vessels and associated hardware . The chances of hardware failing during this operation are 100% due to their age and brittle state. With no replacement hardware available, the RO skids would not be functional.

OPERATING IMPACT:

Failure to reassemble RO skids after membrane replacement would render them inoperable and prevent the plant from producing an adequate supply of water to the City.

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Replace 2 MGD RO membrane elements and associated pressure vessels and hardware.	1,000,000	1,000,000	1,000,000	1,000,000	\$ 1,000,000
This number is an estimate based of \$2.00/ gal/day					
Total Budget:	\$ 1,000,000	\$1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues					
Water & Sewer Revenues	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Airport Revenues					
Grants (FAA,FDOT, DEP, etc)					
Stormwater Bond Issue					
Pier Revenues					
Total Funding:	\$ 1,000,000	\$1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000

PROJECT: HATCHETT CREEK/US 41 & EAST VENICE AVENUE	CATEGORY: Stormwater
DEPARTMENT/DIVISION: ENGINEERING/STORMWATER	Project No.: 430

DESCRIPTION:

Redesign drainage infrastructure to reduce flooding on East Venice Avenue (Evacuation Route) from Warfield Ave. to US 41 Bypass and clear outfall area at confluence of Hatchett Creek and ICW.

JUSTIFICATION:

Chronic flooding of intersection US 41 Bypass with Venice Avenue causing evacuation route to be closed periodically requiring police patrol of area. CRA proposed south of site, if approved this improvement would address some flooding problems in the CRA as well as US 41 and Venice Avenue intersection. Provide some relief to Hatchett Creek flooding public housing area along creek by cleaning sub-basin's outfall at ICW.

OPERATING IMPACT:

Some of the conveyance system would need to be added to O&M budgets of Stormwater Utility. Most of the system is in county right of way, however services city properties

CONCURRENCY:

Plans for proposed CRA project adjacent to this area.
2008 LMS Project 32V
2008 Strategic Plan Goal 5 Priority 4

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Design and permitting					
Construction	480,000				
Other/Miscellaneous					
Total Expenditures:	\$ 480,000	-	-	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Sarasota County					
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues - FEMA-HPMG	480,000				
Stormwater Professional Services 541-31.00					
Grants: SWFWMD (50% match)					
Stormwater Improvements other than Buildings					
Pier Revenues					
Stormwater Revenues					
Total Funding:	\$ 480,000	-	-	-	-

PROJECT: REDIRECT ALDEA MAR OUTFALL	CATEGORY: Stormwater
DEPARTMENT/DIVISION: ENGINEERING / STORMWATER	PROJECT NO. PRE-CIP

DESCRIPTION:

Outfall modifications on the Venice shoreline and Gulf of Mexico

JUSTIFICATION:

FDEP Beach Renourishment Construction Permit compliance condition re: Outfall 4 - Aldea Mar

OPERATING IMPACT:

CONCURRENCY:

2008 LMS Project 38V
2008 Strategic Plan Goal 5

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
In-House Engineering					
Subcontractors					100,000
Outside Engineering					
Other/Miscellaneous					
Legal					
Contingency					
TOTAL	-	-	-	-	\$ 100,000

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues					
Stormwater Revenues					100,000
Water & Sewer Revenues					
Airport Revenues					
Grants (FAA,FDOT,DEP,FRDAP,etc)					
Stormwater Bond I					
Pier Revenues					
Solid Waste Revenues					
TOTAL	-	-	-	-	\$ 100,000

PROJECT: VENICE MOBILE HOME PARK STORMWATER IMPROVEMENTS	CATEGORY: STORMWATER
DEPARTMENT/DIVISION: Engineering/Stormwater	PROJECT NO. PRE-CIP

DESCRIPTION:
 Design and install new stormwater system at the Venice Municipal Mobile Home Park.

JUSTIFICATION:
 Observed localize flooding along roads and blockages in the system.
 CDBG funds to be used in low income sections of the city.

OPERATING IMPACT:

CONCURRENCY:
 2008-2013 Consolidated Plan
 2008 Strategic Plan Goal 5

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Design					
Construction	150,000				
TOTAL	\$ 150,000	-	-	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues					
Water & Sewer Revenues					
Airport Revenues	75,000				
Grants (FAA,FDOT, DEP, etc) CDBG	75,000				
Stormwater Bond Issue					
Pier Revenues					
TOTAL	\$ 150,000	-	-	-	-

PROJECT: OUTFALL 23 INDUSTRIAL AREA STORMWATER TREATMENT		CATEGORY Stormwater
DEPARTMENT/DIVISION:	Engineering/Stormwater	PROJECT # PRE-CIP

DESCRIPTION:
Improvements to the Stormwater system that are beyond normal repair and maintenance and were recommended by Basin Studies.

JUSTIFICATION:
Stormwater utility to pursue improvements that correct deficiencies in existing system.

OPERATING IMPACT:

CONCURRENCY:
Not in LMS; however deficiencies require attention to prevent and reduce flooding as well as address pot holes in street which are identified as being caused by damaged stormwater pipes. Increase water quality.
2008 Strategic Plan Goal 5

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Industrial Area - Outfall 23 pond		\$75,000			
TOTAL	-	\$ 75,000	-	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Sarasota County					
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues					
Water & Sewer Revenues					
Airport Revenues					
Grants: SWFWMD (50% match)					
Stormwater Bond Issue - Outfall					
Pier Revenues					
Stormwater Revenues		75,000			
TOTAL	-	\$75,000	-	-	-

PROJECT:	LAGUNA/OSPREY OUTFALL #12 MODIFICATION	CATEGORY:	Stormwater
DEPARTMENT/DIVISION:	Engineering/Stormwater	PROJECT NO.	PRE-CIP

DESCRIPTION:
 Replace existing pipes.

JUSTIFICATION:
 Area is prone to flooding.

OPERATING IMPACT:

CONCURRENCY:
 2008 Strategic Plan Goal 5
 2008 LMS Project 37V

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Design		100,000			
Construction			1,300,000		
TOTAL	-	\$ 100,000	\$ 1,300,000	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues					
Water & Sewer Revenues					
Airport Revenues					
Grants (DEP/SWFWMD)			1,200,000		
Stormwater Bond Issue					
Stormwater Revenues		100,000	100,000		
TOTAL	-	\$ 100,000	\$ 1,300,000	-	-

PROJECT:	DEERTOWN GULLY OUTFALL #8	CATEGORY: Stormwater
DEPARTMENT/DIVISION:	Engineering/Stormwater	PROJECT NO. PRE-CIP

DESCRIPTION:
 Replace existing pipe, design and install new pipe. New 6' x 5' culverts.

JUSTIFICATION:
 Basin study

OPERATING IMPACT:

CONCURRENCY:
 2008 LMS Project 33V
 2008 Strategic Plan Goal 5

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Design and Construction					1,005,000
TOTAL	-	-	-	-	\$1,005,000

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues					
Water & Sewer Revenues					
Airport Revenues					
Grants (FAA,FDOT, DEP, etc)					
Stormwater Bond Issue					
Stormwater Revenues					1,005,000
TOTAL	-	-	-	-	\$1,005,000

PROJECT:	VENICE ISLAND - PARK BLVD. OUTFALL 13 SYSTEM IMPROVEMENTS	CATEGORY: STORMWATER
DEPARTMENT/DIVISION:	ENGINEERING/STORMWATER	PROJECT NO. PRE-CIP

DESCRIPTION:
Design and install larger pipes to enhance carrying capacity.

JUSTIFICATION:
Existing collection system does not have the carrying capacity for a 25 year 24 hour storm, causing street and structure flooding in the past. Outfall 13 sub basin.

OPERATING IMPACT:
Reduced repair costs for first ten years after project.

CONCURRENCY:
2008 Strategic Plan Goal 5
2008 LMS Project 35V

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Design	60,000	60,000			
Construction			630,000		
Total Expenditures	\$ 60,000	\$ 60,000	\$ 630,000	-	-

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Sarasota County					
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues: SWFWMD Grant (50%)			315,000		
Water & Sewer Revenues					
Airport Revenues					
Grants: 319(H) (25% match)			315,000		
Stormwater Bond Issue - Outfall					
Pier Revenues					
Stormwater Revenues	60,000	60,000			
Total Funding:	\$ 60,000	\$ 60,000	\$ 630,000	-	-

PROJECT:	FLAMINGO DITCH OUTFALL	CATEGORY: STORMWATER
DEPARTMENT/DIVISION:	Engineering/Stormwater	PROJECT NO. PRE-CIP

DESCRIPTION:
 Enlarge outfall with 600 feet of triple 6'x 5' box culverts

JUSTIFICATION:
 Basin study. Area prone to street flooding.

OPERATING IMPACT:

CONCURRENCY:
 2008 Strategic Plan Goal 5
 2008 LMS Project 31V

EXPENDITURES/ACTIVITY	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
Design and Construction					800,000
TOTAL	-	-	-	-	\$ 800,000

FUNDING SOURCES	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14
General Revenues (1 Cent Sales Tax)					
General Revenues Developers					
General Fund Revenues					
Other Financing Revenues					
Water & Sewer Revenues					
Airport Revenues					
Grants (FAA,FDOT, DEP, etc)					
Stormwater Bond Issue					
Stormwater Revenues					800,000
TOTAL	-	-	-	-	\$ 800,000

RESOLUTION NO. 2008-21

A RESOLUTION OF THE VENICE CITY COUNCIL ADOPTING A CAPITAL FINANCING AND DEBT MANAGEMENT POLICY AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of Venice, Florida, is a municipal corporation of the State of Florida duly authorized pursuant to the Constitution of the State of Florida, Chapter 166, Part II, Florida Statutes, and other applicable provisions of law to borrow money to finance or refund obligations issued to finance capital projects; and

WHEREAS, City Council has long recognized the importance of proper long-range planning in order to meet capital improvement needs as they arise using the most appropriate financing structure for each capital project on an individual basis after examining all relevant factors and in compliance with legal requirements and limitations.

NOW, THEREFORE, BE IT RESOLVED BY THE VENICE CITY COUNCIL, as follows:

SECTION 1. Purpose. The purpose of this policy is to establish parameters and provide guidance governing the issuance, management, continuing evaluation of and reporting on all debt obligations issued by the City of Venice (city), and to provide for the preparation and implementation necessary to assure compliance and conformity with this policy.

SECTION 2. Purposes and Uses of Debt. Incurring long-term debt serves to obligate future taxpayers. Excess reliance on long-term obligations can cause debt levels to reach or exceed the government's ability to pay. Therefore, conscientious use of long-term debt will provide assurance that future residents will be able to service the debt obligations of the community.

The city will consider the use of debt financing only for one-time capital improvement projects and only under the following circumstances:

- When the project's useful life will exceed the term of the financing.
- When project revenues or specific resources will be sufficient to service the long-term debt.

SECTION 3. Capital Expenditure. Debt financing will be used for major, non-recurring items with a minimum of four years of useful life. The useful life of the asset or project shall exceed the payout schedule of any debt the city assumes.

SECTION 4. Types of Debt. General obligation debt which is supported by property tax revenues and grows in proportion to the city's assessed valuation or community acceptable property tax rates will be utilized as authorized by voters. Other types of debt (e.g., water, sewer, airport, solid waste and storm water drainage) may also be utilized when they are supported by dedicated revenue sources (e.g., fees and user charges).

SECTION 5. Refunding Bonds. Refunding of outstanding debt shall only be considered when present value savings of at least five percent of the principal amount of the refunded bonds are produced, unless a restructuring or bond covenant revisions are necessary in order to facilitate the ability to provide services or issue additional debt in accordance with established debt policy and limitations.

SECTION 6. Debt Service Limitations. In evaluating debt capacity, general-purpose annual debt service payments should generally not exceed 10 percent of general fund revenues, and in no case should they exceed 15 percent.

SECTION 7. Repayment Provisions. Bond sales shall be structured to achieve level debt service payments to the extent possible taking into consideration the costs of such financings. Scheduling larger payments during the later years (back loading of debt payments) shall be avoided.

SECTION 8. Maturity Guidelines. Financing shall not exceed the useful life of the infrastructure improvement.

SECTION 9. Insurance/Letters of Credit/Other Enhancements. Credit enhancements are mechanisms which guarantee principal and interest payments. They include bond insurance and a line or letter of credit. A credit enhancement, while costly, will usually bring a lower interest rate on debt and a higher rating from the rating agencies, thus lowering overall costs.

During debt issuance planning, the financial advisor will advise the city whether or not a credit enhancement is cost effective under the circumstances and what type of credit enhancement if any, should be purchased. In a negotiated sale, bids will be taken during the period prior to the pricing of the sale. In a competitive sale, bond insurance may be provided by the purchaser if the issue qualifies for bond insurance.

SECTION 10. Capitalized Interest Guidelines. All interest will be capitalized according to Generally Accepted Governmental Accounting Principals as promulgated by the Governmental Accounting Standards Board (GASB)

SECTION 11. Investment of Bond Proceeds. All general obligation and revenue bond proceeds shall be invested as part of the city's consolidated cash pool unless otherwise specified by the bond legislation or project manager and approved by the finance director. Investments will be consistent with those authorized by existing city and state law and by the city's investment policies.

Bond interest earnings will be limited to funding changes to the bond financed Capital Improvement Plan, as approved by city council, or be applied to debt service payment on the bonds issued for construction of this plan.

SECTION 12. Debt Issuance Process.

A. Sale Process. Debt obligations are generally issued through a competitive sale. The city and its financial advisor will set the terms of the sale to encourage as many bidders as possible. By maximizing bidding, the city seeks to obtain the lowest possible interest rates on its bonds.

When certain conditions favorable for a competitive sale do not exist and when a negotiated sale will provide significant benefits to the city that would not be achieved through a competitive sale, the city may elect to sell its debt obligations through a private or negotiated sale, upon approval by city council. Such determination may be made on an issue-by-issue basis, for a series of issues, or for part or all of a specific financing program.

B. Professional Services. The city will seek the advice of the financial advisor when necessary. The financial advisor will advise on the structuring of obligations to be issued, inform the city of various options, advise the city as to how choices will impact the marketability of city obligations and will provide other services as defined by contract approved by city council. To ensure independence, the financial advisor will not bid on nor underwrite any city debt issues. The financial advisor will inform the city manager of significant issues.

The bond counsel will issue an opinion as to the legality and tax exempt status of any obligations. The city will also seek the advice of bond counsel on all other types of financings and on any other questions involving federal tax or arbitrage law. Bond counsel is also responsible for the preparation of the ordinance authorizing issuance of obligations and all of the closing documents to complete their sale and will perform other services as defined by contract approved by city council.

C. Bond Rating Goals. The city will seek to maintain and, if possible, improve our current bond rating in order to minimize borrowing costs and preserve access to credit.

D. Disclosure. The city will follow a policy of full disclosure on every financial report and bond prospectus (official statement).

E. Rating Agency Relations. The city's goal is to maintain or improve its bond ratings. To that end, prudent financial management policies will be adhered to in all areas. Full disclosure of operations will be made to the bond rating agencies. City staff, with the assistance of the financial advisors and bond counsel, will prepare the necessary materials for and presentation to the rating agencies.

F. Intergovernmental Coordination. The city will attempt to develop coordinated communication process with all other overlapping jurisdictions with which we share a common tax base concerning our collective plans for future debt issues.

SECTION 13. Other Forms of Debt.

A. Inter-fund Borrowing. The city may issue interfund loans rather than outside debt instruments to meet short-term cash flow needs. Interfund loans will be permitted only if an analysis of the affected fund indicates excess funds are available and use of these funds will not impact the fund's current operations. The prevailing interest rate, as established by the finance director, will be paid to the lending fund.

B. Variable Rate Debt. The city may choose to issue securities that pay a rate of interest that varies according to pre-determined formula or results from a periodic remarketing of the securities, consistent with state law and covenants of pre-existing bonds, and depending on market conditions.

The city will have no more than 15 percent of its outstanding general obligation bonds in variable rate form.

C. Short-term Debt. Short term obligations may be issued to finance projects or portions of projects for which the city ultimately intends to issue long term debt; i.e., it will be used to provide interim financing which will eventually be refunded with the proceeds of long term obligations.

Short term obligations may be backed with a tax or revenue pledge, or a pledge of other available resources.

The amount of short-term obligations due to mature in a year shall not exceed five percent of outstanding long-term debt.

Interim financing may be appropriate when long-term interest rates are expected to decline in the future. In addition, some forms of short-term obligations can be obtained quicker than long-term obligations and thus can be used in emergencies until long-term financing can be obtained. In some cases when the amount of financing required in the immediate future is relatively small, it may be cheaper for the city to issue a small amount of short-term obligations to provide for its immediate needs than to issue a larger amount of long-term obligations to provide financing for both immediate and future needs when the carrying costs of issuing obligations which are not immediately needed are taken into account.

D. Revenue Bonds. Utility rates will be set, as a minimum, to ensure the ratio of revenue to debt service meets our bond indenture requirement of 1.2/1. The city goal will be to maintain a minimum ratio of utility revenue to debt service of 1.6/1 to ensure debt coverage in times of revenue fluctuations attributable to weather or other causes and to ensure a balanced pay-as-you-go-capital improvement plan.

E. Lease Debt. Over the lifetime of a lease, the total cost to the city will generally be higher than purchasing the asset outright. As a result, the use of lease/purchase agreements and certificates of participation in the acquisition of vehicles, equipment and other capital assets shall generally be avoided, particularly if smaller quantities of the capital asset(s) can be purchased on a "pay-as-you-go" basis.

SECTION 14. EFFECTIVE DATE. This Resolution shall take effect immediately upon its adoption.

APPROVED AND ADOPTED AT A MEETING OF THE CITY COUNCIL HELD ON THE 22ND DAY OF JULY 2008.



Ed Martin, Mayor

ATTEST:

Lori Stelzer
Lori Stelzer, MMC, City Clerk

I, LORI STELZER, MMC, City Clerk of the City of Venice, Florida, a municipal corporation in Sarasota County, Florida, do hereby certify that the foregoing is a full and complete, true and correct copy of a Resolution duly adopted by the Venice City Council, at a meeting thereof duly convened and held on the 22nd day of July 2008, a quorum being present.

WITNESS my hand and the official seal of said City this 23rd day of July 2008.

Lori Stelzer
Lori Stelzer, MMC, City Clerk

(SEAL)