

METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY



KARL F. DEAN
MAYOR

May 8, 2009

DIRECTOR OF FINANCE
METRO COURTHOUSE
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Vice Mayor Diane Neighbors
Members of the Metropolitan Council
Metro Courthouse, Suite 204
One Public Square
Nashville, TN 37201

Dear Vice Mayor Neighbors and Members of Council:

Yesterday, Mayor Karl Dean announced plans to go forward with a capital spending plan for the Metropolitan Government. While Mayor Dean unveiled major elements of that plan, I wanted to provide the Council with the complete list of projects being financed and additional information about the plan and why we propose moving forward at this time.

As you know, this plan represents this Administration and this Council's first plan to finance important projects for this community. Prior efforts to move forward were curtailed by dramatic movements in the municipal bond markets. Market conditions have now stabilized and we are comfortable proceeding forward.

In addition, we took this time to completely reassess all of the projects previously approved and the process by which these plans come before the Council for review and approval. That is why today, we are filing two resolutions.

The first is designed to clean up the process by deauthorizing all projects previously approved but not started—in fact, some of these approvals are 10 years old and no longer a priority. By cleaning this up and adopting the second resolution, the Council will know exactly which projects are proceeding forward and the citizens of Nashville will know how their tax dollars are being spent.

The second legislation is a new initial bond resolution authorizing bonds to be issued for approximately \$560 million in projects.

General Government	\$328 million
Schools	\$156 million
Self-Funded Projects	\$76 million

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Of the general government total, some \$62 million represents new projects with the remainder projects approved in prior plans. In addition, there is a list of general government and self-funded projects totaling \$172 million that will not be funded at this time.

As I said during the budget presentation last week, we must put additional money into our debt service funds next year. This is true regardless of whether we move forward or not with the capital spending plan. Soon after taking office, it became clear that more projects had been approved than we could afford.

We have curtailed millions of dollars of projects and clearly identified those we believe important for our City at this time recognizing that our resources are limited now and for the foreseeable future.

Sincerely,



Richard M. Riebeling
Director of Finance

Attachments

Copy: Mayor Karl Dean
Deputy Mayor Greg Hinote
Jon Cooper

Fiscal Year 2009-2010 Capital Spending Plan

<u>Department / Purpose</u>	<u>Project Description</u>	<u>Total Capital Plan \$ by Dept / Purpose</u>	<u>Amount Spent (1)</u>
<u>General Government Projects</u>			
Arts Commission	1% for Public Art	2,677,300	217,600
Birch Building	Closeout	2,691,700	
Circuit Court Clerk	Traffic Violations System	2,240,300	220,800
Courthouse	Closeout	1,057,800	809,100
Criminal Justice Center	Design and planning	1,594,500	
E 911	Back-up / training facility building needs	548,700	
Finance	Enterprise financial systems	5,416,400	956,400
Fire	Renovate/expand Stations 2, 3, 27, 30, 31, 32, 33	9,896,700	
	Training tower at Fire Academy	2,300,000	
	Other facilities and equipment	118,400	
	<i>new</i> Station 35	<u>2,000,000</u>	600,100
Fulton Campus	Howard, Lindsey, parking garage, data center	51,996,000	
	<i>new</i> Additional infrastructure needs	<u>2,000,000</u>	15,380,900
General Services	Fleet management	215,300	
	Radio infrastructure	54,600	
	Storm sirens	213,200	
	Other projects near completion	<u>7,800</u>	111,800
Historical Commission	City cemetery, Croft House	1,583,400	1,208,400
Hospital Authority	General Hospital billing & collection system	1,588,700	1,304,200
ITS	Data encryption	621,500	
	Disaster recovery	800,900	
	Firewall and other security	533,700	
	Imaging technology	367,700	
	Network security	526,800	
	Obsolete equipment replacement, upgrades	1,541,800	
	Phone system upgrades and security	500,300	
	Tax accounting system	653,000	
	Voice and data related to construction projects	9,525,300	
	Wireless network upgrades	<u>426,300</u>	1,472,700
Justice Information Systems	Integrated Justice System	1,213,900	675,100

(1) Represents \$132,806,000 of commercial paper outstanding at March 31, 2009 allocated to departmental projects. Does not include spending previously bonded.

Fiscal Year 2009-2010 Capital Spending Plan

<u>Department / Purpose</u>	<u>Project Description</u>		<u>Total Capital Plan \$ by Dept / Purpose</u>	<u>Amount Spent (1)</u>
MAC	Douglas Headstart	4,220,400	6,372,900	3,735,800
	New Headstart kitchen	<u>2,152,500</u>		
MDHA	Gulch planning & design	1,192,300	31,142,300	
	Riverfront Phase 1	7,950,000		
	<i>new</i> Riverfront Phase 2	<u>22,000,000</u>		
Metro Southeast	Buildout and renovation		985,300	168,000
MTA	MTA previous capital plans	15,425,000	37,525,000	8,599,300
	<i>new</i> Federal Grant local match	4,400,000		
	<i>new</i> Bus Rapid Transit Infrastructure	3,500,000		
	<i>new</i> Building improvements	1,500,000		
	<i>new</i> Replacement Paratransit Vehicles	2,600,000		
	<i>new</i> Replacement 40/60 foot buses	<u>10,100,000</u>		
Parks	Driving Range	50,000	23,945,400	8,976,800
	General Park Improvements	212,300		
	Greenways:			
	Downtown	103,000		
	Harpeth	1,040,000		
	Matching fund - open space	295,000		
	Matching fund - Opry Mills	500,000		
	Mill Creek	464,400		
	Richland	527,000		
	Harpeth Soccer	199,700		
	Joelton Grant Matches	547,000		
	Land Acquisition:			
	Antioch	1,150,000		
	Heartland/Mill Creek	255,000		
	Peeler (Taylor Farm)	2,700,000		
	Warner	1,500,000		
	McCabe Center	4,250,000		
	Playgrounds	73,000		
	Whites Creek Expansion	260,000		
	Youth Sports Fields - Warner	506,100		
	Other - project closeout	336,100		
	Amounts spent prior to April 2009	<u>8,976,800</u>		
	Parks / Health	<i>new</i> Planning SE Community / Public Health Center		
Police	Records management	1,789,200	17,618,500	478,700
	SWAT/BOMB/Fleet	343,800		
	Training academy	698,000		
	West precinct land and design	1,747,500		
	Crime lab	512,300		
	Other - facility close out	287,500		
	<i>new</i> Precinct planning	500,000		
	<i>new</i> West Precinct	5,252,500		
	<i>new</i> Crime lab	<u>6,487,700</u>		

Fiscal Year 2009-2010 Capital Spending Plan

<u>Department / Purpose</u>	<u>Project Description</u>	<u>Total Capital Plan \$ by Dept / Purpose</u>	<u>Amount Spent (1)</u>
Public Library	Goodlettsville library	5,242,900	
Public Works	Bikeways	900,000	
	Bridges	7,221,500	
	Information Systems	2,500,000	
	Paving	16,502,500	
	Roadway projects	23,343,600	
	Sidewalks	5,200,000	
	Traffic	3,350,000	
	Other - project closeout	409,700	
	<i>new</i> 28th / 31st Ave connector - planning	<u>500,000</u>	13,831,200
Sheriff	Inmate shower renovation	493,500	15,400
Sports Authority	Roof, Signage	617,000	404,000
Water & Sewer	Stormwater projects - GO (close out)	2,312,100	1,806,200
Cross-departmental and smaller projects	ADA compliance projects	2,397,400	
	Bordeaux Cemetery	100,000	
	City Hall closeout	74,000	
	Energy retrofits	1,924,600	
	Health - East Clinic HVAC	168,800	
	Major facility maintenance	446,100	
	Municipal Auditorium upgrades	61,200	
	Relocation	101,500	
	Roofing	4,703,400	
	Trial Lawyers Building	50,000	
	Voter Registration System	75,700	
	Other projects near completion	<u>2,300</u>	3,406,700
Not-for-profits	African American Museum	10,000,000	
	Frist Center	106,100	
	Nashville Children's Theater	482,400	
	<i>new</i> Adventure Science Center	250,000	
	<i>new</i> Frist Center	141,000	
	<i>new</i> Nashville Zoo	<u>1,000,000</u>	11,979,500
Total Projects		<u>313,678,700</u>	
Contingency		<u>15,025,000</u>	
Total General Government Projects		<u><u>328,703,700</u></u>	
	<i>Total new projects included for General Government</i>		62,731,200

Fiscal Year 2009-2010 Capital Spending Plan

<u>Department / Purpose</u>	<u>Project Description</u>	<u>Total Capital Plan \$ by Dept / Purpose</u>	<u>Amount Spent (1)</u>
<u>Schools Projects</u>			
	Schools previous capital plans	108,333,000	68,426,800
<i>new</i>	Crieve Hall Elementary/Renovation - add 10 classrooms	4,327,000	
<i>new</i>	Glengarry Elementary/Renovation - add 10 classrooms	2,321,000	
<i>new</i>	Glenview Elementary/Renovation - add 11 classrooms	2,630,000	
<i>new</i>	Julia Green Elementary/Renovation	1,602,000	
<i>new</i>	Haywood Elementary/Renovation - add 16 classrooms	3,807,000	
<i>new</i>	Madison modernization for Middle School	8,488,000	
<i>new</i>	Wharton modernization for Elementary School	7,147,000	
<i>new</i>	ADA compliance	2,000,000	
<i>new</i>	Bus replacement	2,500,000	
<i>new</i>	Entry vestibule security	330,000	
<i>new</i>	Football stadium lighting	550,000	
<i>new</i>	Pre-K Playgrounds	275,000	
<i>new</i>	Roof replacements/repairs	2,000,000	
<i>new</i>	Maintenance emergencies	3,500,000	
<i>new</i>	Technology	5,000,000	
<i>new</i>	Contingency	1,400,000	
Total Schools Projects		<u>156,210,000</u>	
	<i>Total new projects included for Schools</i>		47,877,000

Fiscal Year 2009-2010 Capital Spending Plan

<u>Department / Purpose</u>	<u>Project Description</u>		<u>Total Capital Plan \$ by Dept / Purpose</u>	<u>Amount Spent (1)</u>
<u>Self-Funded Projects</u>				
Convention Center			4,044,200	
DES	Customer connections and repairs	2,919,400		
	<i>new</i> Customer connections and repairs	<u>2,410,000</u>	5,329,400	
Farmers Market			252,800	
Grants/contributions	Parks, Library, Public Works, others		1,173,700	
Schools	Energy retrofits	89,200		
	<i>new</i> Energy retrofits	<u>15,000,000</u>	15,089,200	
Water & Sewer	<i>new</i> Stormwater projects		50,000,000	
Total Self-Funded Projects			<u><u>75,889,300</u></u>	
Grand Total - New Capital Plan			<u><u>560,803,000</u></u>	
<small>Includes allocated commercial paper outstanding</small>				

Fiscal Year 2009-2010 Capital Spending Plan

<u>Department / Purpose</u>	<u>Project Description</u>	<u>Total Capital Plan \$ by Dept / Purpose</u>	<u>Amount Spent (1)</u>
<u>Projects to be De-Authorized</u>			
222 Building	Design for renovation	2,092,400	
Bordeaux	Renovation, pharmacy repackaging	1,084,000	
City Hall (Ben West Library)	Renovation	4,443,600	
Criminal Justice Center	Design for renovation - excess funding	2,000,000	
E 911	New center planning	720,600	
Finance	E-Budget upgrades	550,000	
General Hospital	Various projects	2,767,000	
General Services	Shared services, 311, storage, radio infrastructure	7,783,600	
Health	Lentz	22,169,600	
Historical Commission	Cemetery renovation savings	750,000	
ITS	Construction on hold, central projects deprioritized	9,371,600	
Justice Information Systems	Integrated Justice System	1,230,800	
MAC	North facility	5,396,000	
Metro Archives	Enhancements	1,719,900	
Parks	Deferred maintenance, master plan	22,173,800	
Planning	Music City Moves	550,000	
Police	Completed projects	479,600	
Public Library	Bellevue	1,951,300	
Public Works	Roads, bridges, sidewalks, bikeways, recycling, traffic	58,877,500	
Water & Sewer	Stormwater projects - GO debt	965,000	
Cross-departmental:			
ADA		2,500,000	
Contingency		2,211,400	
Demolition projects		1,181,800	
Major Facility Maintenance		1,400,000	
Warehouse study		754,000	
Total General Government Projects to be De-Authorized		155,123,500	
Board of Fair Commissioners	Projects completed and paid	3,225,000	
Convention Center	Roofing completed	7,600	
General Services	Building and parking studies	32,800	
	Radio-related to be paid from fund balance	<u>2,921,800</u>	2,954,600
Public Works	NES refinancing		10,500,000
Total Self-Funded Projects to be De-Authorized		16,687,200	
Total of All Projects to be De-Authorized		171,810,700	