



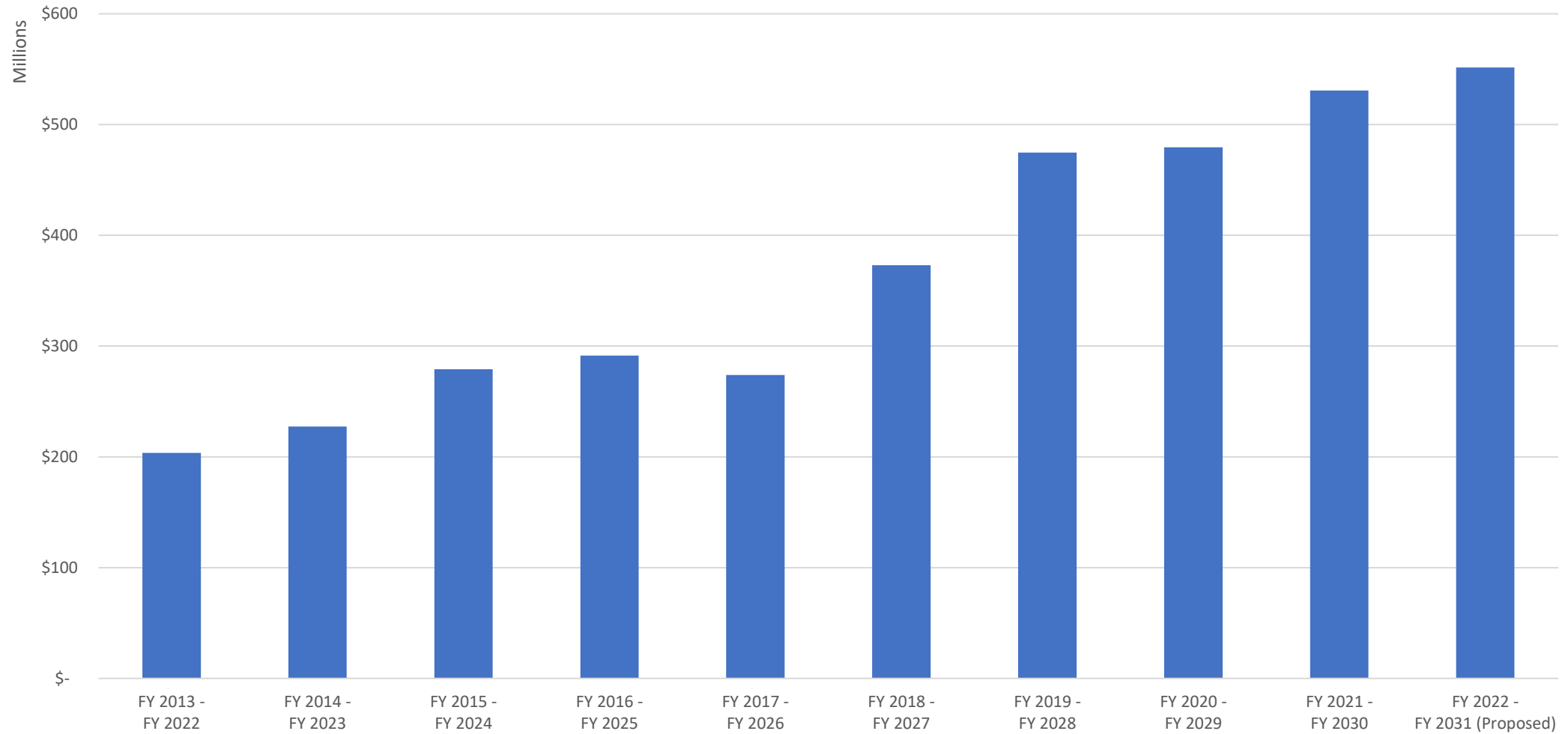
PROPOSED CIP

HIGHLIGHTS

- Proposed CIP totals \$2.66 B
- Proposed CIP fully funds \$551.5 M School Board CIP
- CIP is consistent with City Debt Policy Guidelines, but at or close to limits
 - There is limited-to-no capacity for additional borrowing (beyond what is planned in Proposed FY 22-31 CIP) until FY 2027 or beyond
 - Proposed CIP creates significant affordability challenges, which will either impact General Fund Operating Budget, Real Estate Tax Rate, or both



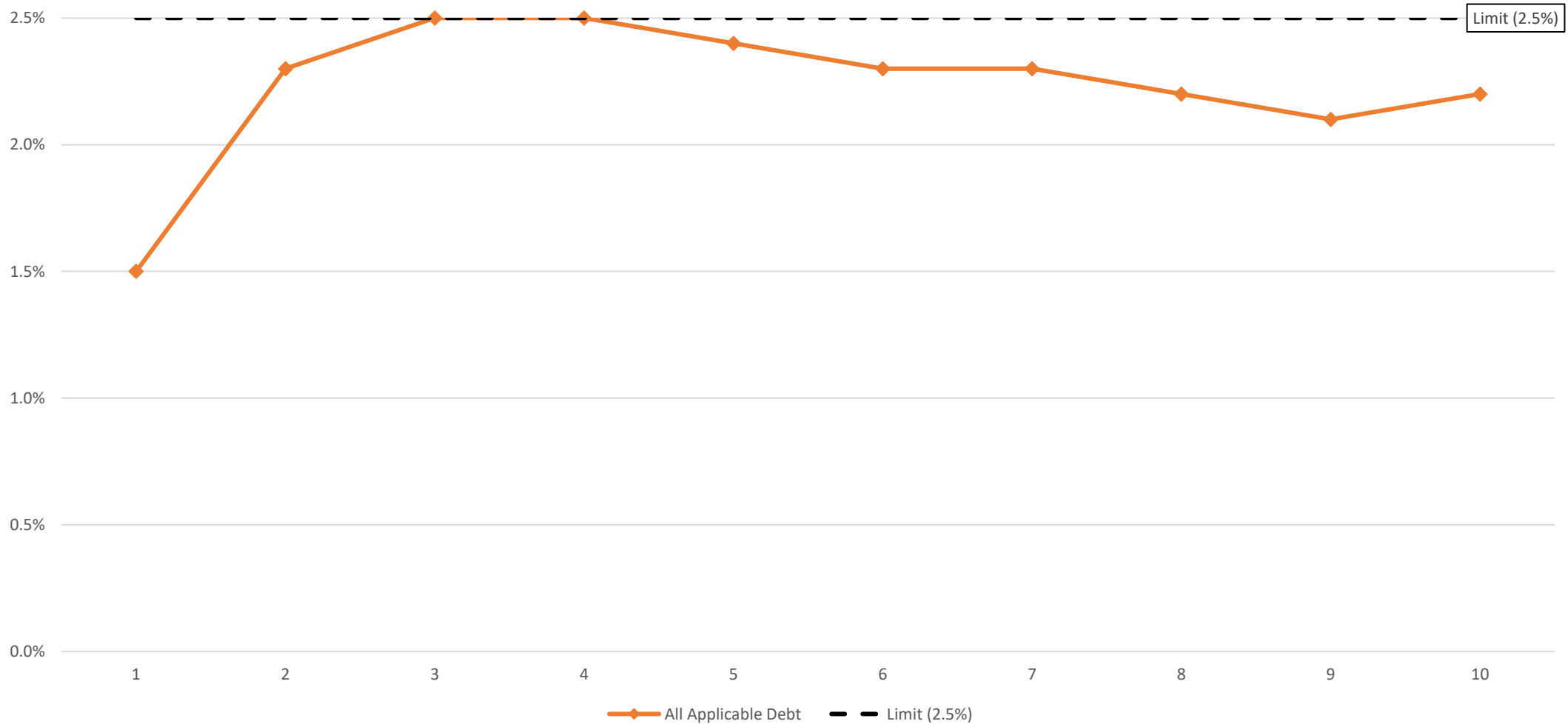
CITY FUNDING FOR SCHOOLS CIP





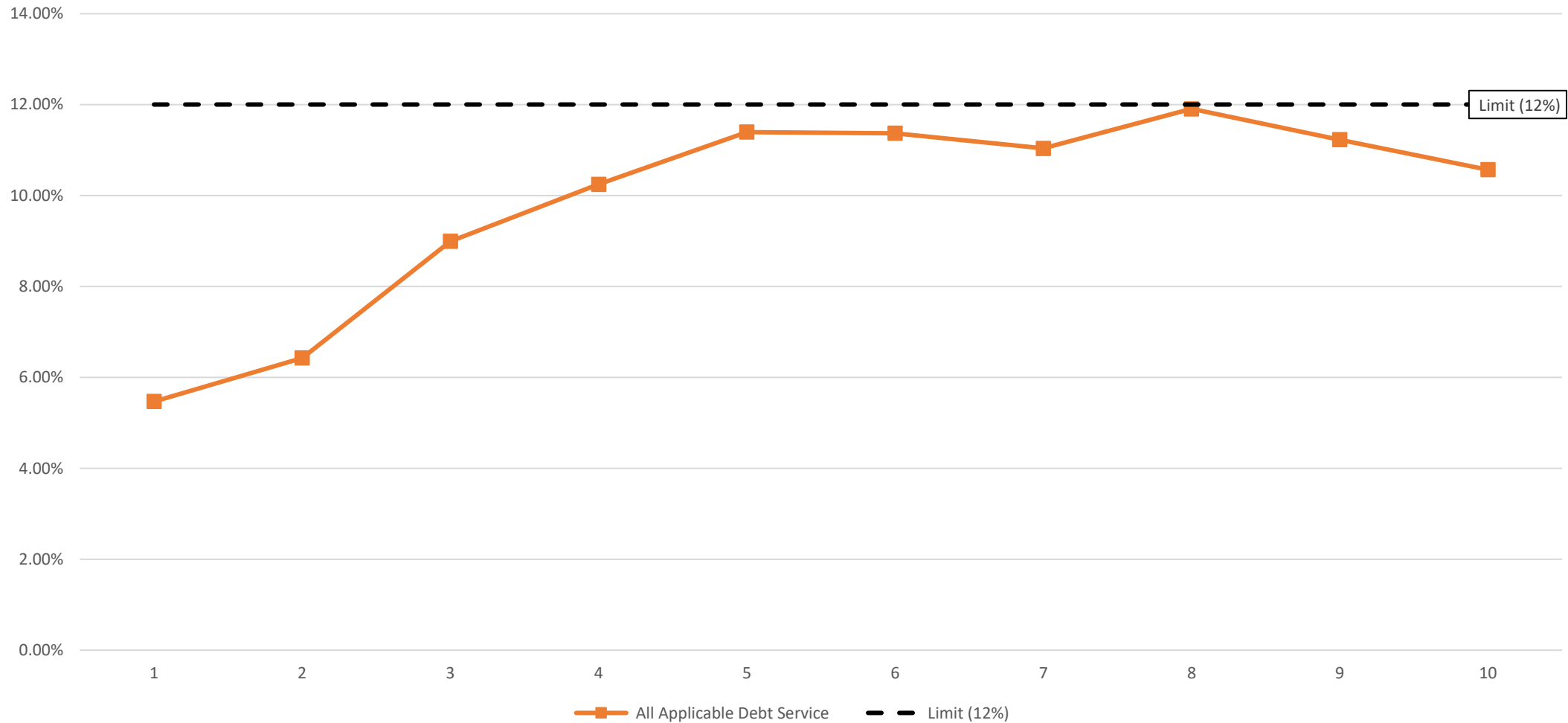
CITY DEBT RATIOS

DEBT AS A PERCENTAGE OF FAIR MARKET REAL PROPERTY VALUE



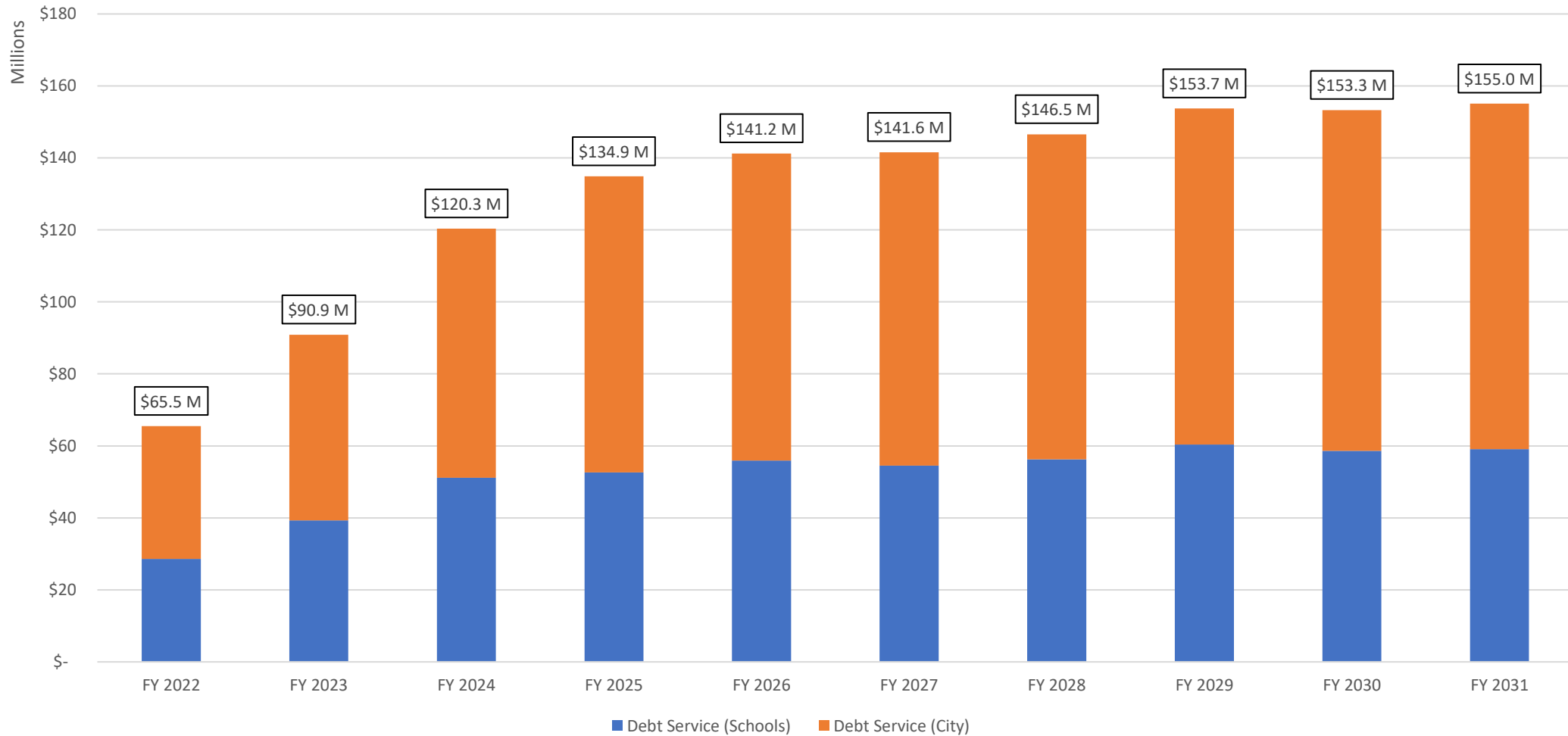
CITY DEBT RATIOS

DEBT SERVICE AS A PERCENTAGE OF GENERAL GOV'T. EXPENDITURES





GENERAL FUND OPERATING BUDGET SUPPORT OF DEBT SERVICE



Excludes: Storm, Sanitary, Potomac Yard Metrorail Station, and Landmark, which have their own funding sources.

CIP CHALLENGES

AFFORDABILITY OF CAPITAL PROGRAM

- Support of City and School capital programs will put significant expenditure pressure on City's General Fund budget
- General Fund supported School and City debt service increases from \$65.5 M in FY 2022 to \$155.0 M in FY 2031
- Future CIPs will need to contemplate tax rate increases to support additional debt service, likely as early as FY 2023

