**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

FY 2013 - FY 2022
FY 2022 - FY 2023
FY 2014 - FY 2024
FY 2015 - FY 2025
FY 2016 - FY 2026
FY 2017 - FY 2027
FY 2018 - FY 2028
FY 2019 - FY 2029
FY 2020 - FY 2030
FY 2021 - FY 2031 (Proposed)
CITY DEBT RATIOS

DEBT AS A PERCENTAGE OF FAIR MARKET REAL PROPERTY VALUE

All Applicable Debt

Limit (2.5%)
CITY DEBT RATIOS

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

Limit (12%)
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