

There are two parts to Capital Expenditures:

◆ Capital Outlay

Capital outlay items normally include operating equipment which will last longer than three years and has an initial cost per item of at least \$5,000. Capital outlay expenditures are typically funded from the operating budget.

◆ Capital Projects

A capital project is a project of a nonrecurring nature with a cost of at least \$5,000 and an estimated service life of at least 10 years. A capital project may be made up of items which would be non-capital by themselves, but when combined in a single project create a facility or service system which should be capitalized. Capital projects may be funded on a pay as you go basis, but more often are funded through loans, grants, special improvement district financing, revenue bonds, tax increment financing, or general obligation bonds. Debt financing is usually secured by special assessment districts, user fees, and/or service charges.

Capital expenditure planning starts with the identification of needs through a variety of mechanisms:

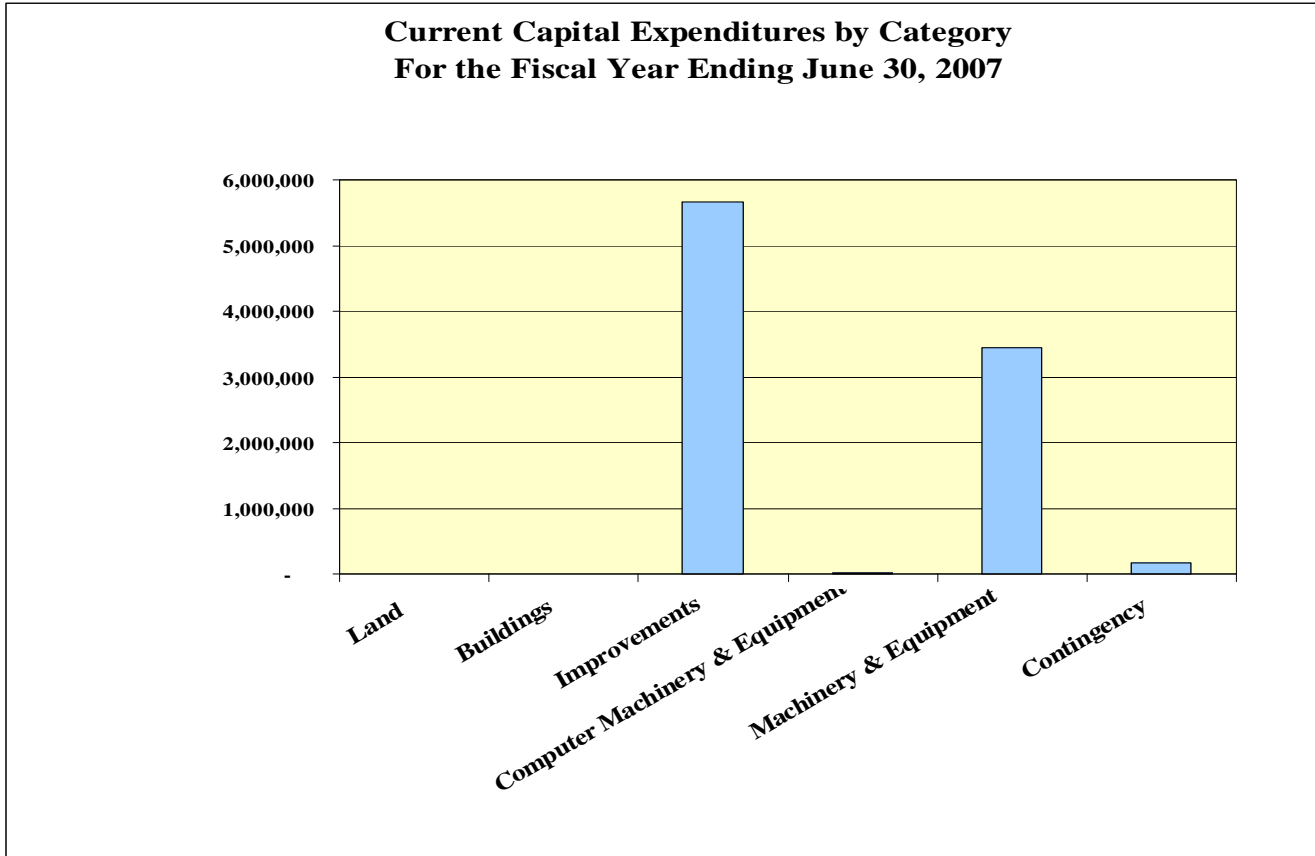
- ◆ Capital outlay needs for replacement equipment are identified through annual operating and condition analysis and Equipment Revolving Schedules (ERS).
- ◆ Capital outlay needs for new equipment are identified through annual operating analysis and master plan capital improvement programs.
- ◆ Capital project needs for facilities and systems are identified through annual operating and condition analysis and master plan capital improvement programs.

Equipment Revolving Schedules and Capital Improvement Programs are further described in the Policies Section.

Current Capital Expenditures by Category

City of Great Falls, Montana

Fund No.	Fund Description	TOTAL	Land	Buildings	Improvements	Computer Machinery & Equipment	Machinery & Equipment	Contingency
211	Tax Increment Fund							
	Miscellaneous Admin	173,607	0	0	0	0	0	173,607
	Fund Totals	173,607	0	0	0	0	0	173,607
237	Street District							
	Street Maintenance	375,816	0	0	370,816	0	5,000	0
	Traffic	0	0	0	0	0	0	0
	Fund Totals	375,816	0	0	370,816	0	5,000	0
252	Library Foundation							
	Library Trust	100,000	0	0	100,000	0	0	0
	Fund Totals	100,000	0	0	100,000	0	0	0
261	P&R Special Revenue							
	Park Land Trust	10,000	0	0	10,000	0	0	0
	Parks	22,000	0	0	22,000	0	0	0
	Fund Totals	32,000	0	0	32,000	0	0	0
272	Federal Block Grant							
	Block Grant Projects	320,055	0	0	320,055	0	0	0
	Fund Totals	320,055	0	0	320,055	0	0	0
411	General Capital Projects							
	Court Administration	13,500	0	0	13,500	0	0	0
	Police - Operations	100,000	0	0	100,000	0	0	0
	Fire Operations	70,000	0	0	70,000	0	0	0
	Civic Center Events	40,000	0	0	40,000	0	0	0
	Park Areas	34,040	0	0	34,000	0	40	0
	Golf Course-Eagle Falls	26,000	0	0	26,000	0	0	0
	Natorium Pool	65,000	0	0	65,000	0	0	0
	Fund Totals	348,540	0	0	348,500	0	40	0
511	Water							
	Water - Equip Revolving	65,720	0	0	0	0	65,720	0
	Water - Purification	1,883,353	0	0	33,353	0	1,850,000	0
	Water - Distribution	2,153,382	0	0	1,993,382	0	160,000	0
	Fund Totals	4,102,455	0	0	2,026,735	0	2,075,720	0
513	Sewer							
	Sewer - Treatment	889,912	0	0	39,912	0	850,000	0
	Sewer - Collection	795,737	0	0	795,737	0	0	0
	Fund Totals	1,685,649	0	0	835,649	0	850,000	0
515	Storm Drain							
	Storm Drain - Collection	1,572,382	0	0	1,572,382	0	0	0
	Fund Totals	1,572,382	0	0	1,572,382	0	0	0
517	Sanitation							
	Sanitation - Commercial	40,000	0	0	0	0	40,000	0
	Sanitation - Residential	40,000	0	0	0	0	40,000	0
	Fund Totals	80,000	0	0	0	0	80,000	0
561	Golf Course							
	Golf Course - Equip Revolv.	60,000	0	0	0	0	60,000	0
	Fund Totals	60,000	0	0	0	0	60,000	0
615	Fiscal Services							
	Fiscal Services - Utilities	7,690	0	0	0	7,690	0	0
	Fund Totals	7,690	0	0	0	7,690	0	0
617	Information Technology							
	IT. - Equip Revolv.	5,990	0	0	0	0	5,990	0
	Mapping	10,000	0	0	0	10,000	0	0
	Fund Totals	15,990	0	0	0	10,000	5,990	0
631	Central Garage							
	Central Garage - Equip Revolv.	318,490	0	0	0	0	318,490	0
	Fund Totals	318,490	0	0	0	0	318,490	0
638	Engineering Fund							
	Central Garage	18,000	0	0	0	0	18,000	0
	Engineering	27,300	0	0	0	0	27,300	0
	Fund Totals	45,300	0	0	0	0	45,300	0
639	Public Works							
	Public Works Admin	29,100	0	0	29,100	0	0	0
	Fund Totals	29,100	0	0	29,100	0	0	0
671	Civic Center Facility Services							
	CC Facility Admin	21,500	0	0	21,500	0	0	0
	Fund Totals	21,500	0	0	21,500	0	0	0
	Total All Budgeted Funds	9,288,574	0	0	5,656,737	17,690	3,440,540	173,607



Current Capital Expenditures by Category

Land	-
Buildings	-
Improvements	5,656,737
Computer Machinery & Equipment	17,690
Machinery & Equipment	3,440,540
Contingency	173,607
Total	<u><u>\$ 9,288,574</u></u>

Five Year Capital Expenditures Summary

City of Great Falls, Montana

Fund No.	Fund Description	Capital Expenditures			Total Capital Expenditures Per Fiscal Year			
		Capital Projects	Capital Outlay	Adopted Total FY2008	Projected Total FY2007	FY 2006	FY 2005	FY 2004
261	Park Special Revenue Fund							
	Park & Recreation Admin	0	0	0	0	0	300,000	0
	Parks	0	22,000	22,000	0	0	0	0
	Park Trust Land	0	10,000	10,000	450	40,905	0	200,000
	Total Park Special Revenue Fund	0	32,000	32,000	450	40,905	300,000	200,000
264	Multi-Sports Special Revenue Fund							
	Park Administration	0	0	0	0	0	20,000	64,120
	Total Park Special Revenue Fund	0	0	0	0	0	20,000	64,120
281	Permits Fund							
	Sign Permits	0	0	0	0	0	0	4,000
	Total Permits Fund	0	0	0	0	0	0	4,000
272	Federal Block Grant Fund							
	Block Grant Admin	0	0	0	0	0	0	0
	Block Grant Projects	0	320,055	320,055	648,572	452,602	568,522	278,800
	Total Federal Block Grant Fund	0	320,055	320,055	648,572	452,602	568,522	278,800
277	Community Development Fund							
	Neighborhood Council	0	0	0	1,079	12,283	0	0
	Total Comm. Dev. Fund	0	0	0	1,079	12,283	0	0
411	General Capital Projects Fund							
	Miscellaneous Admin	0	0	0	0	289,594	0	0
	Court Administration	0	13,500	13,500	0	0	0	0
	Fiscal Services	0	0	0	14,000	0	0	0
	Insurance & Safety	0	0	0	0	0	0	0
	Police - Operations	0	100,000	100,000	319	0	0	8,940
	Fire - Operations	0	70,000	70,000	81,000	0	0	0
	City Engineer	0	0	0	0	0	0	0
	Civic Center Events	0	40,000	40,000	1,279	0	0	0
	Park Areas	0	34,040	34,040	52,928	0	0	15,330
	Golf Courses- Eagle Falls	0	26,000	26,000	0	7,300	0	0
	Natatorium Pool	0	65,000	65,000	0	4,366	0	0
	Electric City Water Park	0	0	0	37,001	0	0	0
	Swimming Pool G/O Bond	0	0	0	2,270,000	0	0	0
	Soccer G/O Bond	0	0	0	0	152,435	162,335	0
	Community Center	0	0	0	126,899	82,288	0	0
	Total General Capital Fund	0	348,540	348,540	2,583,426	535,983	162,335	24,270
417	Street Lighting Construction Fund							
	Fiscal Services	0	0	0	21,700	73,093	0	0
	Total Street Lighting Construction Fund	0	0	0	21,700	73,093	0	0
437	Imprv Distr Projects Fund							
	Fiscal Services	0	0	0	4,047	368,260	0	0
	Total Imprv Distr Projects Fund	0	0	0	4,047	368,260	0	0

Five Year Capital Expenditures Summary

City of Great Falls, Montana

Fund No.	Fund Description	Capital Expenditures			Total Capital Expenditures Per Fiscal Year			
		Capital Projects	Capital Outlay	Adopted Total FY2008	Projected Total FY2007	FY 2006	FY 2005	FY 2004
511	Water Fund							
	Debt Service - Water	0	0	0	0	0	0	0
	Water - Equip Revolving	0	65,720	65,720	143,120	68,918	31,580	33,400
	Water - Customer Service	0	0	0	0	0	0	0
	Water - Purification	33,353	1,850,000	1,883,353	3,209,342	827,533	1,978,167	1,359,469
	Water - Distribution	1,993,382	160,000	2,153,382	3,758,599	2,638,267	2,435,833	3,179,909
	Water - Bonded Projects	0	0	0	0	0	0	0
	Total Water Fund	2,026,735	2,075,720	4,102,455	7,111,061	3,534,718	4,445,580	4,572,778
513	Sewer Fund							
	Debt Service - Sewer	0	0	0	0	0	0	0
	Sewer - Equip Revolving	0	0	0	313,540	0	0	85,470
	Sewer - Customer Service	0	0	0	0	0	0	0
	Sewer - Treatment	39,912	850,000	889,912	1,179,131	261,965	2,669,998	532,893
	Sewer - Collection	795,737	0	795,737	1,519,885	758,202	3,747,000	626,470
	Sewer - Bonded Projects	0	0	0	0	0	0	0
	Utility Bonded Const/2002	0	0	0	0	95,891	0	0
	Utility Bonded Const/2005	0	0	0	2,694,910	210,859	0	0
	Total Sewer Fund	835,649	850,000	1,685,649	5,707,466	1,326,917	6,416,998	1,244,833
515	Storm Drain Fund							
	Storm Drain - Collection	1,572,382	0	1,572,382	2,743,834	186,793	686,204	7,714,000
	Storm Drain - SRF	0	0	0	0	39,896	1,661,000	0
	Total Storm Drain Fund	1,572,382	0	1,572,382	2,743,834	226,689	2,347,204	7,714,000
517	Sanitation Fund							
	Sanitation - Equip Revolving	0	0	0	493,237	0	10,610	137,090
	Sanitation - Admin	0	0	0	40,522	0	150,000	200,000
	Sanitation - Commercial	0	40,000	40,000	39,906	0	50,000	55,000
	Sanitation - Residential	0	40,000	40,000	49,918	49,548	55,000	60,000
	Sanitation - Convenience Ctr	0	0	0	0	6,570	50,000	75,000
	Total Sanitation Fund	0	80,000	80,000	623,583	56,118	315,610	527,090
551	Parking Fund							
	Debt Service	0	0	0	0	0	0	0
	Parking - Equip Revolving	0	0	0	0	0	0	0
	Parking Admin	0	0	0	0	0	0	0
	Total Parking Fund	0	0	0	0	0	0	0
519	Electric Utility Fund							
	Utilities	0	0	0	505,468	607,452	0	0
	Total Parking Fund	0	0	0	505,468	607,452	0	0
561	Golf Course Fund							
	Golf Course - Equip Revolving	0	60,000	60,000	88,500	121,865	107,430	117,408
	Golf Course - Anaconda	0	0	0	0	1,080	0	0
	Golf Course - Eagle Falls	0	0	0	209	22,441	0	30,000
	Golf Course - Bonded	0	0	0	0	0	0	0
	Golf Course - Combined	0	0	0	0	0	0	0
	Total Golf Course Fund	0	60,000	60,000	88,709	145,386	107,430	147,408
564	Recreation Fund							
	Community Center	0	0	0	0	0	10,000	0
	Total Recreation Fund	0	0	0	0	0	10,000	0
571	Civic Center Events Fund							
	Civic Center Events	0	0	0	0	0	2,500	179,000
	Total Civic Center Events Fund	0	0	0	0	0	2,500	179,000

Five Year Capital Expenditures Summary

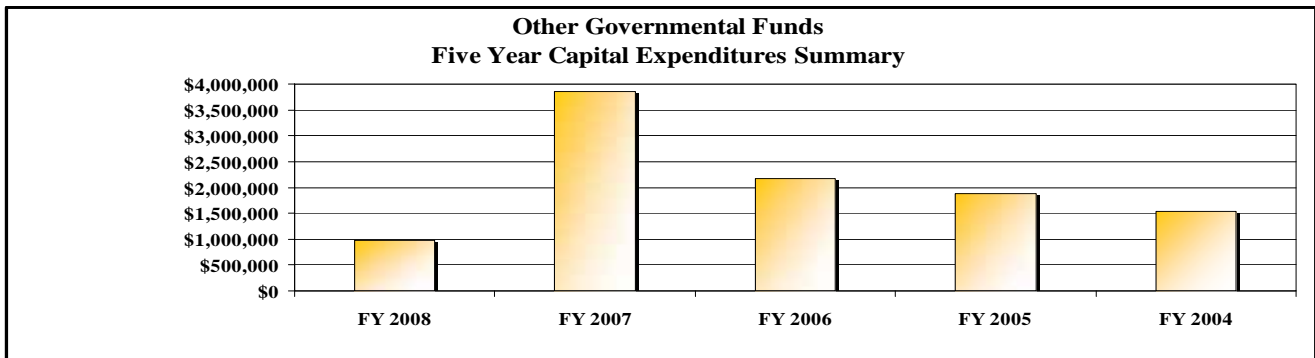
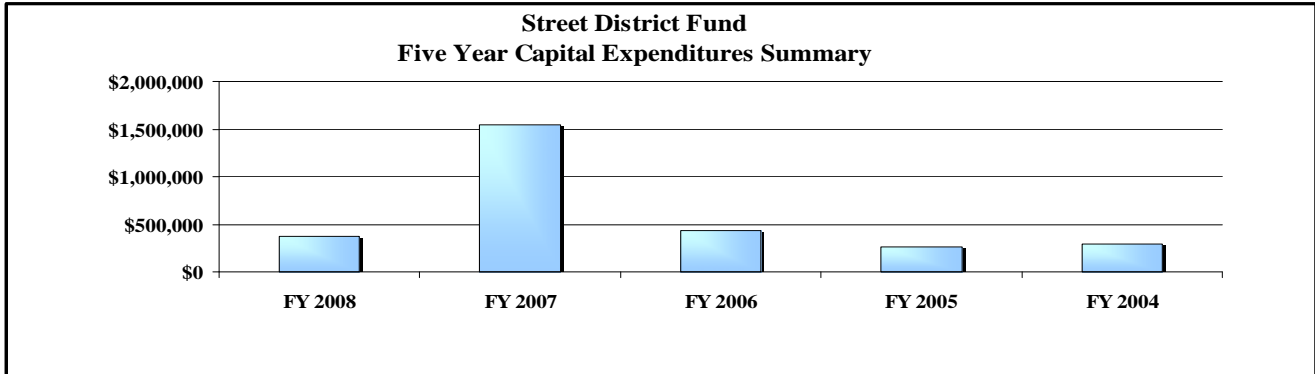
City of Great Falls, Montana

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		Capital Projects	Capital Outlay	Adopted Total FY2008	Projected Total FY2007	FY 2006	FY 2005	FY 2004
615	Fiscal Services Fund							
	Fiscal Services - Admin	0	0	0	22,300	14,770	0	0
	Fiscal Services - Utilities	0	7,690	7,690	0	0	0	0
	Total Administrative Services Fund	0	7,690	7,690	22,300	14,770	0	0
617	Information Technology Fund							
	Mapping	0	10,000	10,000	10,000	8,520	0	0
	IT - Equip Revolving	0	5,990	5,990	0	99,456	0	5,000
	Total Information Technology Fund	0	15,990	15,990	10,000	107,976	0	5,000
631	Central Garage Fund							
	Central Garage - Equip Revolving	0	318,490	318,490	638,520	512,892	239,470	0
	Central Garage	0	0	0	0	0	0	1,718,910
	Total Central Garage Fund	0	318,490	318,490	638,520	512,892	239,470	1,718,910
638	Engineering Fund							
	Engineering - Equip Revolving	0	18,000	18,000	0	0	15,000	0
	City Engineer	0	27,300	27,300	0	0	6,000	14,500
	Total Engineering Fund	0	45,300	45,300	0	0	21,000	14,500
639	Public Works Administration Fund							
	Public Works - Equip Revolving	0	0	0	0	0	0	0
	Public Works Admin	0	29,100	29,100	4,130	3,600	5,000	21,000
	Total Public Works Administration Fund	0	29,100	29,100	4,130	3,600	5,000	21,000
671	Civic Center Facility Services Fund							
	Facility Admin	0	21,500	21,500	88,623	56,610	15,000	15,000
	Total Facility Services Fund	0	21,500	21,500	88,623	56,610	15,000	15,000
	Total All Budgeted Funds	4,805,582	4,482,992	9,288,574	22,949,577	8,688,476	15,904,595	17,991,742

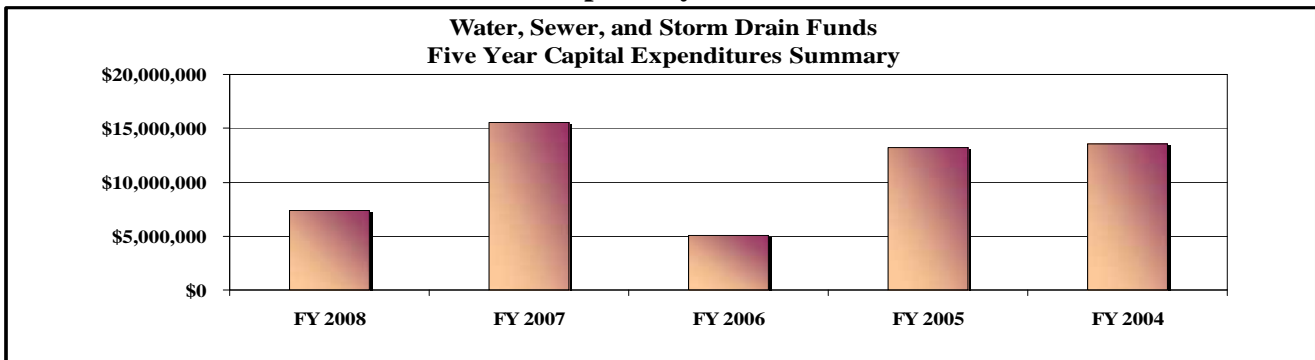
Trend Analysis

A warning trend would be a three or more year decline in capital expenditures. A persistent capital expenditure decline can indicate that capital needs are being deferred, which can result in the use of inefficient or obsolete facilities, equipment, and systems.

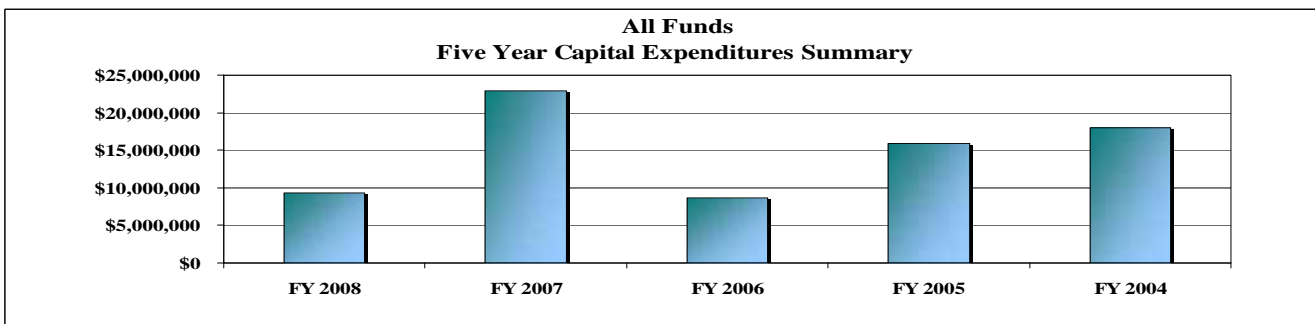
Governmental Funds



Proprietary Funds



Total All Funds



Street Fund**Engineering Services**

Project Cost: \$65,816

Operating Impact: \$65,816

Location: Various Locations

Description: Various and miscellaneous engineering services for studies and inspections.

Miscellaneous Street Projects

Project Cost: \$305,000

Operating Impact: \$0

Location: Various locations

Description: Miscellaneous street repairs and maintenance.

Water Fund**Engineering Services**

Project Cost: \$295,959

Operating Impact: \$295,959

Location: Various Locations

Description: Various and miscellaneous engineering services for studies and inspections.

Water Treatment Plant Miscellaneous Capital

Project Cost: \$150,000

Operating Impact: \$10,000

Location: Water Treatment Plant

Description: Pump/motor reconditioning, energy efficiency improvements, control system upgrades, landscaping and fencing.

Unscheduled Development

Project Cost: \$93,211

Operating Impact: \$0

Location: Various Locations

Description: The size of the water main in a new development is determined by the City Water Master Plan and the area being developed. If the water main is larger than the standard 8” main, a contribution is made by the City to assist in paying for the extra expense of installing the larger diameter pipe.

Tabacco/Fleet 25th Avenue N.E. Water Main Replacement

Project Cost: \$250,000

Operating Impact: \$0

Location: 25th Avenue N.E.

Description: Water distribution main installation.

Large Meter Purchases

Project Cost: \$160,000

Operating Impact: \$50,000

Location: Various Locations

Description: The City provides meters for new construction or replacement of existing aging meters.

Sewer Fund**Engineering Services**

Project Cost: \$135,649

Operating Impact: \$135,649

Location: Various Locations

Description: Various and miscellaneous engineering services for studies and inspections.

Miscellaneous Improvements

Project Cost: \$150,000

Operating Impact: \$0

Location: Wastewater Treatment Plant and Lift Station

Description: Replace small pumps, motors, heaters and lab equipment, repair concrete.

Septic Receiving Station Improvements

Project Cost: \$200,000

Operating Impact: \$0

Location: Wastewater Treatment Plant

Description: A station for septic tank cleaning trucks to dump their contents.

Unscheduled Development & Main Extensions

Project Cost: \$100,000

Operating Impact: \$0

Location: Various Locations

Description: The size of the main in a new development is determined by the area being developed. If the main is larger than the standard 8” main, a contribution is made by the City to assist in paying for the extra expense of installing the larger diameter pipe.

Miscellaneous Sewer Rehab Phase 13

Project Cost: \$314,351

Operating Impact: \$100,000

Location: Various Locations

Description: Repair and or replace problem sewers.

Storm Drain Fund**Engineering Services**

Project Cost: \$146,827

Operating Impact: \$146,827

Location: Various Locations

Description: Various and miscellaneous engineering services for studies and inspections.