



# General Governmental CIP Fund

May 1, 2012



# Why establish a new fund?

- Currently, General Governmental CIP Projects are Accounted for in the General Fund: CIP Projects Should be Accounted for in CIP Funds
- General Fund Should be the Primary Operating Fund of the City
- This is a government finance Best Practice

# What is proposed?

- Establish a Separate *General Governmental CIP Fund*
- Transfer the \$35 million CIP Reserve from the General Fund
  - \$9.7 million appropriated projects
  - \$25.3 million remaining for future Council appropriations
- “Reclass” actual current year expenditures & encumbrances into the new fund

# What is proposed? (con't)

- Continue to record investment earnings in the General Fund (current practice)
- Record 50% of future construction sales tax receipts into the CIP Fund for future projects
- Record Council approved “one-time” revenues into the CIP Fund for future projects

Questions?

