



# City of Blaine Anoka County, Minnesota

Blaine City Hall  
10801 Town Sq Dr NE  
Blaine MN 55449

## Legislation Text

---

**File #:** WS 21-136, **Version:** 1

---

**Workshop Item** *Joe Huss, Finance Director/Assistant City Manager*

### Title

### 2022 Capital Equipment Fund

#### **Background**

The City's Capital Equipment Fund is designed to provide a funding source for the annual purchase of computers, vehicles, capital equipment, and other improvements that have a useful life of two years or more. The Capital Fund does not provide funding for equipment and capital project improvements that have a dedicated funding source in place such as water, sanitary sewer, or storm water utility systems.

#### **Revenue**

Traditionally, funding for capital assets comes from a transfer of unrestricted reserves from the General Fund or proceeds from the issuance of a debt instrument, such as a Certificate of Indebtedness or Capital Note. To the extent that equipment purchases can be funded through unrestricted reserves, the city can avoid the additional costs associated with issuing debt.

#### **2022 Proposed Expenditures**

Summarized below are the City's capital equipment requests for 2022. Requests are classified as follows:

Capital Requests totals by department:

Administration	\$2,725
Finance	\$278,780
Safety Services	\$728,550
SBM Fire	\$414,900
Public Works	\$814,000
Parks & Recreation	\$775
Community Development	\$5,625
<b>TOTAL</b>	<b>\$2,245,355</b>

#### **Five-Year Outlook**

The five-year outlook for the capital equipment fund is stable. Staff continues to update and refine the city's five-year capital improvement plan, which includes the capital equipment plan. The CIP projects 10-years and ensures that the city has adequate funding to continually replace and implement new equipment and improvements to all governmental departments. With the fleet rightsizing study being completed in 2022, staff anticipates the updating of vehicle and equipment replacement schedules which will aid in budgeting and long-term capital planning.

#### **Staff Recommendation**

Staff is seeking Council's discussion and direction regarding the 2022 Parks Capital Budget and 2022-2026 CIP

**Attachment List**

2022 Capital Equipment Request Details

2022 Capital Equipment Budget