



**MINUTES OF THE
OCTOBER 10, 2023
LENEXA COMMITTEE OF THE WHOLE MEETING
COMMUNITY FORUM, 17101 W 87th STREET PARKWAY
LENEXA, KS 66219**

CALL TO ORDER

Mayor Boehm called the meeting to order at 7 PM.

ROLL CALL

Councilmembers Karlin, Eiterich, Nicks, Nolte, Roh, Arroyo, Sayers, and Denny were present with Mayor Boehm presiding.

Staff present included Beccy Yocham, City Manager; Todd Pelham, Deputy City Manager; Mike Nolan, Assistant City Manager; Scott McCullough, Community Development Director; Sean McLaughlin, City Attorney; Jennifer Martin, City Clerk; and other City staff.

APPROVE MINUTES

Councilmember Roh made a motion to approve the July 11, 2023 Committee of the Whole meeting draft minutes and Councilmember Eiterich seconded the motion. Motion passed unanimously.

DISCUSSION

1. Recommended fiscal year 2024-2028 Capital Improvement Program

Nate Blum, Chief Financial Officer, reviewed the budget principles specific to the Capital Improvement Program (CIP). He said the proposed 2024-2028 CIP funds 48 projects totaling \$275.2 million. Of those projects, 18 projects are new and total \$48.6 million with the remaining 30 projects totaling \$226.6 million.

Mr. Blum said the CIP funds strategic priorities, plans for economic pressures, lowers borrowing costs and preserves financial flexibility, allocates funds built up over time in the Capital Improvement Fund, and focuses on the preservation and maintenance of City infrastructure. He noted that all previous and future collections of the County (Courthouse) 1/4-cent sales tax are dedicated to the Lenexa Justice Center Project. He added that maintenance projects include the Pavement Management Program, the Bridge Maintenance Program, Stormwater Infrastructure Replacement, the Sidewalk and Trail Repair Program, the Lackman Road Wall Replacement Study, and the IT Infrastructure Replacement Program.

Mr. Blum reported the following key assumptions:

- the estimated mill levy for the Debt Service Fund is 5.033 in fiscal year (FY) 2024 with planned reductions to 4.161 by FY 2028;

- the estimated mill levy for the General Fund is 22.339 mills;
- the Stormwater Service Charge is \$109 per equivalent dwelling unit, and
- the City Council approves a General Fund transfer of \$8 million in reserves.

Mr. Blum reviewed the fund reserve allocations, reporting transfers of General Funds in the amount of \$5 million to the Pavement Reconstruction Project and \$3 million to the Capital Improvement Fund; increasing the annual transfer of Stormwater funds to capital projects as a match for Johnson County Stormwater Management Program funding; and the transfer of Transient Guest Tax to fund capital projects that promote tourism. He said that 72% of the CIP is funded by General Fund revenues (\$88.9 million), General Obligation Bonds (\$65.3 million), and the 3/8-cent sales tax (\$44.7 million). The recommended CIP allocates the 3/8-cent sales tax to Rec Center debt service (\$14.2 million), the Pavement Management Program (\$24 million), and the Ad Astra Pool Project (\$8 million). He reviewed the 2024-2028 CIP funding sources by line item.

Mr. Blum reviewed the capital expenditures, reporting that 78% of the CIP is expended on streets/bridges/traffic projects (\$122.2 million) and facility projects (\$91.8 million). He said the major projects include the Lenexa Justice Center (\$73 million), the Pavement Management Program (\$44.9 million), 83rd Street Improvements (\$13.7 million), and the Lenexa Old Town Activity Center (\$12.2 million). He reviewed the total expenditures by category.

Mr. Blum explained how to read and use the CIP document.

Staff from the associated departments presented each CIP project, explaining the project's status and cost, and answering questions from the Governing Body. The complete list of projects is located on the City's [Capital Improvement Program](#) webpage or can be requested from the Finance Department.

Beccy Yocham, City Manager, reviewed the list of projects that are high priority, but unfunded.

Ms. Yocham reviewed the proposed CIP calendar that includes a Planning Commission CIP review on November 6th, a Public Hearing at the November 7th City Council meeting, and the Governing Body's consideration of CIP adoption at the November 21st City Council meeting.

ADJOURN

Councilmember Nolte made a motion to adjourn and Councilmember Roh seconded the motion. Motion passed unanimously.

The meeting adjourned at 8:07 PM.

/s/ Jennifer Martin
City Clerk