

BUFFALO FISCAL STABILITY AUTHORITY

RESOLUTION NO. 05 - 91

APPROVAL OF CITY OF BUFFALO 2006 CAPITAL IMPROVEMENT BUDGET

WHEREAS, Chapter 122 of the Laws of 2003 as amended by Chapter 86 of the Laws of 2004 authorizes the Buffalo Fiscal Stability Authority (“BFSA”) to approve the City of Buffalo’s four-year financial plan that encompasses the City of Buffalo, the Buffalo Public Schools and other covered organizations, and may include a capital budget, and

WHEREAS, the Charter of the City of Buffalo requires the Mayor to prepare and submit a capital budget and four year recommended capital improvement program after receiving a recommendation from the Citizens Planning Council (“CPC”), and

WHEREAS, after receiving CPC’s recommendation, the Mayor submitted a capital budget to the Common Council for its consideration, and

WHEREAS, the Common Council has approved the Mayor’s capital budget as amended, and

WHEREAS, there are sufficient revenues in the City of Buffalo’s approved four-year financial plan to make the debt service payments required by this capital budget, and

WHEREAS, the BFSA imposed caveats on the approval of the 2005-2009 capital budget which must be satisfied prior to the approval of the 2006-2010 capital budget, and

WHEREAS, the City has submitted a complete five-year capital program, and have put more detail into the second year of the plan, but the out-years of such plan still need further definition, and

WHEREAS, the City has made an effort to reduce its use of capital funds by using reserve funds to finance firehouse reconstruction and have reduced the amount used for tree trimming, and

WHEREAS, the City has successfully implemented a program for rescinding authorized but unissued debt, and prior to the submission of the capital budget to BFSA, rescinded \$41.263 million in authorized but unissued debt, and

WHEREAS, the BFSA finds that much more work needs to be done on the capital program, the City has demonstrated some progress to justify moving forward,

NOW THEREFORE BE IT RESOLVED, that the Buffalo Fiscal Stability Authority does hereby approve the City of Buffalo 2006-2010 Capital Improvement Program Budget as submitted by the Mayor on December 14, 2005, with the following caveats prior to submitting the 2007-2011 Capital Improvement Program Budget:

That the City of Buffalo submit a complete five-year capital program, which provides greater detail in the out-years of the capital plan;

That the City of Buffalo continue to reduce its use of capital borrowing for short-term operating expenses that are not supported by a long-term physical asset with the goal of eliminating the practice; and

That the City of Buffalo continue to rescind authorized but unissued debt whenever possible.

This Resolution shall take effect immediately.

Approved December 21, 2005

/S/ Richard Tobe
Richard Tobe
Secretary