

CAPITAL IMPROVEMENT PLAN SUMMARY

The information below reflects this year's FY2025 - FY2029 Adopted CIP.

In November 1983, the City Council established a five-year capital improvement planning process for physical improvements to public facilities and infrastructure. By resolution, it became City policy to engage in a continuous five-year capital improvement planning process that includes annual review, revision, and adoption of a five-year Capital Improvement Plan (CIP). The five-year CIP is revised annually to include new projects, reflect changes in priorities, and extend the plan an additional year. The first year of the plan is the current CIP and it is revised throughout the year as needs dictate or when changes are made to existing approved capital projects.

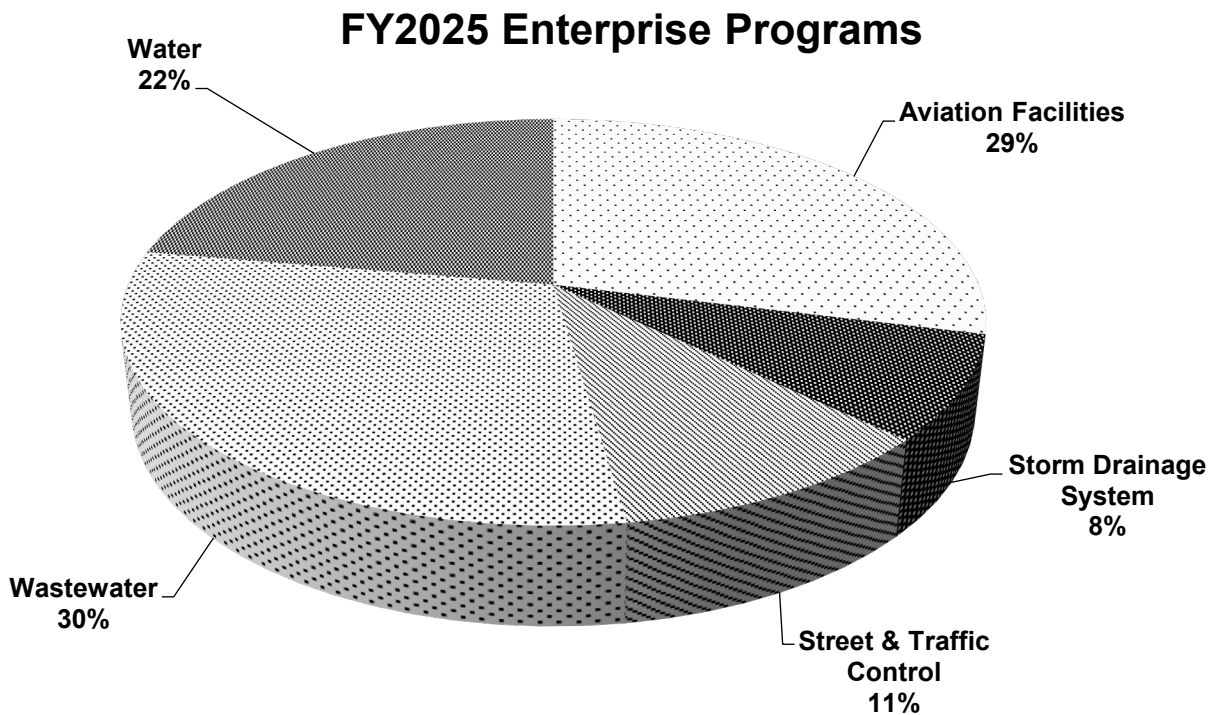
The CIP provides a schedule for appropriation of capital projects. Details on capital projects for public improvement programs include allocations toward Fire, General Government, Homeless & Housing, Library, Parks, Police, Health, and Solid Waste Management projects. Enterprise capital programs include Airport, Storm Drainage System, Street & Traffic Control, Wastewater, and Water projects. Programs implemented citywide include Information Technology and Fleet projects. The City of Houston Fiscal Year 2025-2029 Adopted Capital Improvement Plan is available online at <https://www.houstontx.gov/cip/25cipadopt/index.html>.

Presented below is a summary of the planned appropriations for the Adopted FY2025-FY2029 CIP:

FY2025-FY2029 Adopted CIP (\$ Thousands)						
	2025	2026	2027	2028	2029	Total 2025-2029
Public Improvement Programs						
Fire	32,088	39,694	5,716	10,257	7,191	94,946
General Government	166,747	6,044	2,454	4,939	3,605	183,789
Health	20,369	20,448	1,253	1,902	1,253	45,225
Homeless & Housing	1,500	1,380	1,000	1,510	1,000	6,390
Library	19,062	9,816	1,366	2,668	13,107	46,019
Parks and Recreation	82,969	6,150	6,972	15,909	3,516	115,516
Police	39,425	32,185	4,163	8,037	9,877	93,687
Solid Waste Management	4,191	16,314	974	2,024	314	23,817
Subtotal	366,351	132,031	23,898	47,246	39,863	609,389
Enterprise Programs						
Aviation Facilities	766,257	748,708	492,847	319,340	441,894	2,769,046
Storm Drainage System	219,562	442,321	85,005	122,925	146,505	1,016,318
Street & Traffic Control	281,071	367,808	245,137	234,494	111,593	1,240,102
Wastewater	796,039	516,576	739,847	1,017,838	795,400	3,865,700
Water	590,951	483,414	429,390	368,462	292,087	2,164,304
Subtotal	2,653,880	2,558,827	1,992,226	2,063,059	1,787,479	11,055,470
Citywide Programs						
Technology	46,497	14,533	8,450	1,625	6,148	77,253
Fleet	59,806	32,474	35,514	45,801	51,054	224,649
Subtotal	106,303	47,007	43,964	47,426	57,202	301,902
City Programs Total	3,126,534	2,737,865	2,060,088	2,157,731	1,884,544	11,966,762
Component Units	436,903	525,243	771,091	654,074	256,015	2,643,326
Overlap Between Component Units and Public Improvement/Enterprise Programs	(31,374)	(25,874)	(12,000)			(69,248)
Grand Total	3,532,063	3,237,234	2,819,179	2,811,805	2,140,559	14,540,840

Enterprise Programs

The Adopted Capital Improvement Plan calls for the appropriation of \$3.5 billion in FY2025. Of the total appropriations planned for the current plan year, \$2.7 billion are from Enterprise Programs. Enterprise programs include projects that are primarily funded from user-fee supported funds, which address a full range of capital facility and infrastructure improvements and distributed among the five programs as illustrated in the chart below. The largest enterprise program with 30% of the enterprise allocation, is Wastewater Improvements. These improvements are funded from the Houston Public Works Water & Sewer System Consolidated Construction Fund (8500).



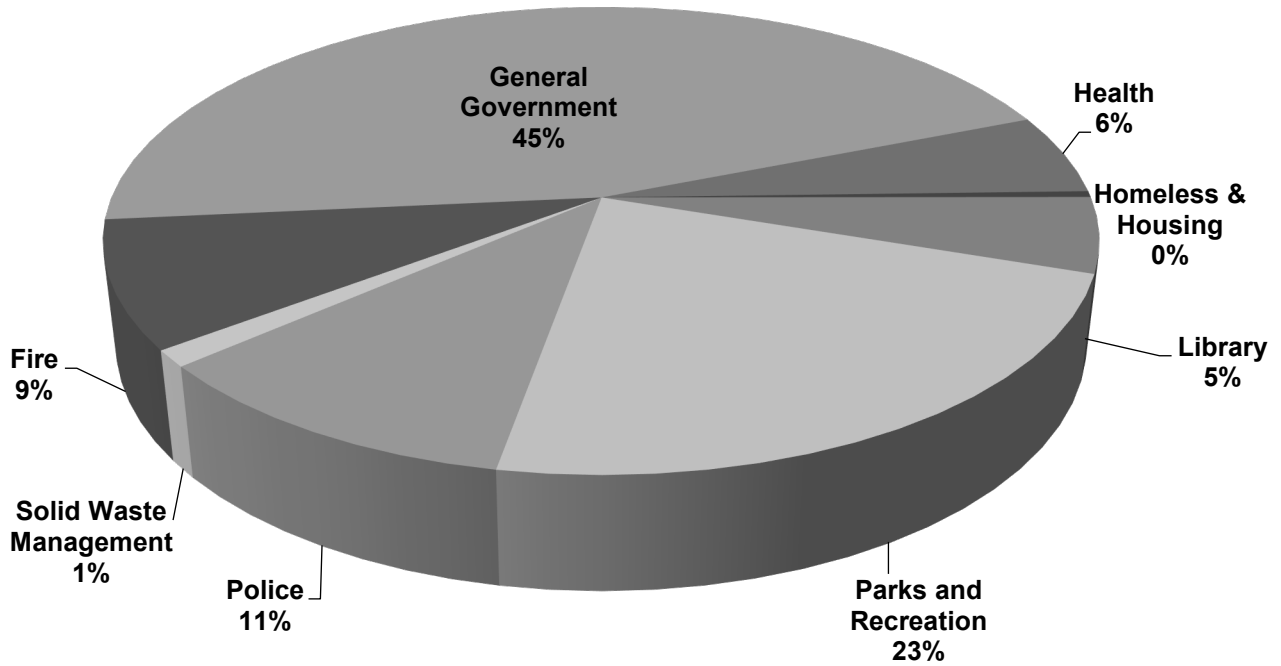
** The Dedicated Drainage and Street Renewal Funds for Street & Traffic Control, Storm Drainage and METRO Projects Construction are not technically enterprise funds, but are grouped with Enterprise Programs for clarity.*

Public Improvement Programs

The citizens of Houston approved a Bond Election for \$410 million in November 2012, \$495 million in November 2017 and \$478 million in November 2022. Public improvement projects include vertical and horizontal construction projects for general public use, services, and safety. Significant projects are the continued construction, rehabilitation, and renovation of libraries, health facilities, parks system, solid waste facilities and public safety facilities.

Public improvement programs are funded with both non-debt and debt funding sources. The majority of the FY2025 public improvement program projects will be funded with General Obligation bonds.

FY2025 Public Improvement Programs

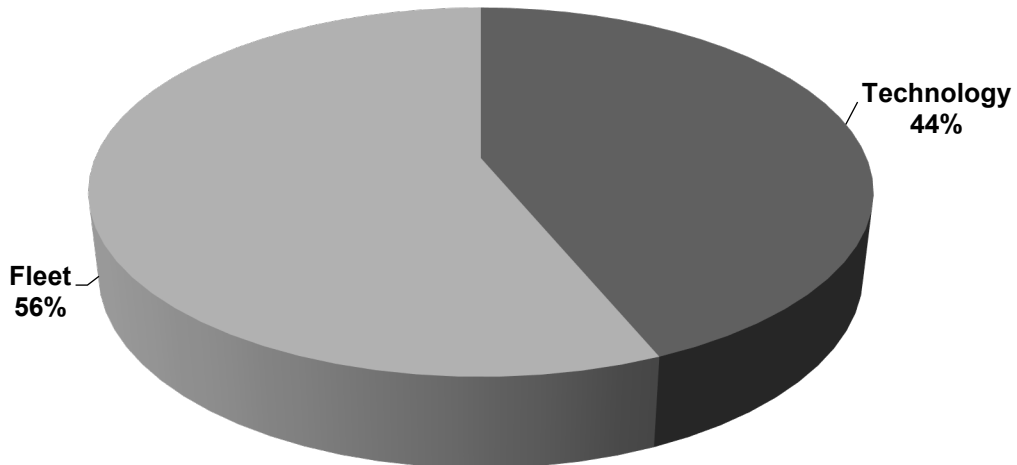


Note: Figures may not add to 100% due to rounding.

Citywide Programs

The Citywide programs include projects that may impact the Houston area citywide or departmental operations. The Citywide programs for FY2025 total about \$106 million. Fleet Management constitutes 56% of the funding allocation with \$59 million. Technology projects make up the remainder with a \$46 million allocation. The Fleet and Technology programs provide improvements and equipment necessary for City services and business processes. Fleet will use funding to purchase new vehicles for departments citywide.

FY2025 Citywide Programs



Non-Debt Funding Sources

Funding sources which support the CIP include but are not limited to bond proceeds and commercial paper, Metropolitan Transit Authority funds, Harris County funds, Houston Parks Board funds, Federal Aviation Administration funds, Airport Improvement funds, Texas Department of Transportation funds, and Enterprise system user fees. Both Public Improvement and Citywide programs use non-debt funding sources to supplement department needs.

Presented below is a summary of the planned appropriations for FY2025-FY2029 with the percentage of non-debt funding sources used by each program:

General Obligation Bond Summary		
Fiscal Year Planned Appropriations (\$ Thousands)		
	2025-2029	Leverage of Non-Debt Funding
Public Improvement Programs		
Fire	94,946	0%
General Government	183,789	0%
Health	45,225	0%
Homeless & Housing	6,390	0%
Library	46,019	0%
Parks and Recreation	92,879	20%
Police	68,687	27%
Solid Waste Management	23,817	0%
Subtotal	561,752	8%
Citywide Programs		
Technology	77,253	0%
Fleet	199,971	11%
Subtotal	277,224	8%
Total	838,976	

Impact to Operating Budget

Capital improvement costs in the CIP are classified into two categories: direct project costs and associated increases to annual operational costs. Examples of direct project costs include purchases of land or facilities, design and construction of new facilities or renovation of existing facilities, and initial equipment purchases for new or renovated facilities. Operating costs include staffing, maintenance, or service (including electrical) costs related to new, renovated or expanded facilities. The impacts of operating costs on capital projects are monitored closely for inclusion in the annual operating budget.

Presented below is a summary of the projected General, Aviation and Houston Public Works operational costs associated with the Adopted FY2025-FY2029 CIP:

Fiscal Year Planned Operational Cost (\$Thousands)						
	2025	2026	2027	2028	2029	Total 2025-2029
Equipment	-	-	-	-	-	-
Other	5,000	2,680	5,420	7,624	2,912	23,636
Personnel	-	102	204	209	214	729
Services	1,006	1,591	2,177	2,879	1,826	9,480
Supplies	175	278	382	476	291	1,603
Subtotal	6,181	4,652	8,183	11,188	5,244	35,448
Revenue	-	-	-	-	-	-
Savings	-	-	-	-	-	-
*Subtotal	-	-	-	-	-	-
Grand total	6,181	4,652	8,183	11,188	5,244	35,448
<i>Source of Funds</i>						
Aviation	1,156	1,947	2,738	3,539	2,332	11,712
General Fund	5,025	2,705	5,445	7,649	2,912	23,736
Houston Public Works	-	-	-	-	-	-
Total funds	6,181	4,652	8,183	11,188	5,244	35,448

*Revenue and savings are shown as offsets to planned operational costs.

Presented below is the project listing of the operational impacts planned for FY2025. A complete list is available within the City of Houston Fiscal Year 2025-2029 Adopted Capital Improvement Plan and online at <https://www.houstontx.gov/cip/25cipadopt/index.html>.

OPERATIONAL IMPACT FY25 2025-2029 CAPITAL IMPROVEMENT PLAN (\$ Thousands)					
CIP No.	Project	Operational Costs	Revenue	Savings	Net Impact
A-000800	Executive Program Manager Services-ITRP	1,156	-	-	1,156
L-000107	Bioremediation of Pollution Controls	25	-	-	25
X-100068	HPD - DR Cloud Infrastructure	3,500	-	-	3,500
X-680062	HITS - SAP S4 HANA	1,500	-	-	1,500
	Total:	6,181	-	-	6,181

Anticipated Appropriations

The following table outlines anticipated appropriations within the Capital Improvement Plan for FY2025 for Public Improvement, Enterprise, Component Units and Citywide programs over \$10 million. These projects include all funding sources available to the City of Houston, including partnerships with other governments and private entities. Planned appropriations are correlated to spending. However, due to the nature and length of construction timelines, spending can span multiple fiscal years.

Projects Over \$10 Million		
CIP No.	Project Name	FY2025 Planned Appropriations (\$)
R-000265	Wastewater Treatment Plant Improvements	\$353,943,200
A-000764	TERMINAL B REDEVELOPMENT PROGRAM-IAH DRP	\$250,000,000
R-000536	Wastewater Treatment Plant Consolidation	\$166,807,000
A-000666	Gate Expansion at Hobby Airport	\$150,000,000
S-000900	Surface Water Transmission Program	\$132,740,144
D-160010	MCD - Replacement Facility	\$103,175,000
R-000266	Neighborhood Sewer Rehab Program	\$96,000,000
S-001000	Pump Station Program	\$87,851,600
S-000900	Surface Water Transmission Program	\$78,802,006
S-000701	Lg Diameter Water Line Rehab	\$64,255,956
R-001000	Wastewater Treatment Plant Service Areas	\$55,000,000
A-000691	IAH - Central Utility Plant (CUP) Improv	\$53,400,000
A-000666	Gate Expansion at Hobby Airport	\$50,000,000
N-321040	Citywide Street & Traffic Rehabilitation	\$49,720,730
N-321040	Citywide Street & Traffic Rehabilitation	\$45,000,000
D-650010	ARA - BARC Facility Revamp Program	\$40,777,000
S-000035	Neighborhood Water Main Replacement	\$40,000,000
N-100041	Shepherd and Durham Reconstruction	\$40,000,000
S-000056	East Water Purification Plant	\$32,000,000
A-000689	PN 707 - Const. of Taxiway LIMA - EFD	\$32,000,000
T-101300	Northpark Drive Overpass Project	\$28,826,064
R-002011	Neighborhood Sewer Systems Improvements	\$26,829,000
S-000902	Raw Water Transmission Lines	\$25,000,000
M-43M009	Ditch Reestablishment Program	\$25,000,000
S-000500	Water Improvements Under M/N	\$24,497,860
A-000515	Rehab Taxiway SA & SB - GBIAH	\$23,489,000
M-430296	Regional Stormwater Detention	\$21,388,000
N-100042	Telephone Rd. Street Revitalization Proj	\$20,960,000
T-0523A0	Shepherd Durham & Select Cross St Recons	\$20,700,000
M-430006	Storm Water Action Team (SWAT)	\$20,000,000
R-000509	69th Street Wastewater Treatment Plant	\$19,701,000
S-000700	Water Main Grid Extensions Program	\$19,000,000
S-000012	Southeast Water Purification Plant	\$18,828,000
T-072200	Greater Third Ward Neighborhood Project	\$17,271,429
R-000267	Lift Station Renewal & Replacement	\$17,200,000
C-FS0104	Fire Station 104	\$16,926,000
M-420126	Local Drainage Program (LDP)	\$16,888,938

FISCAL YEAR 2025 BUDGET

A-000800	Executive Program Manager Services-ITRP	\$16,800,000
M-410035	Northside High School Area	\$16,611,076
A-000680	ON-CALL PROF. AVIATION PLANNING SERVICES	\$16,500,000
N-210006	Huntington Village Sec 4 Area	\$15,797,866
S-000900	Surface Water Transmission Program	\$15,706,694
M-410028	Westbury Area	\$15,659,000
E-000244	Hispanic History Research Center	\$14,587,000
F-000869	New Community Center	\$14,495,000
T-173500	Detention Basin A	\$13,874,097
N-000664	Greens Rd. Paving & Drainage	\$13,778,000
M-410029	Chateau Forest Area	\$13,753,000
R-000035	Wastewater Force Main Renewal	\$13,621,000
S-000100	New / Replacement Ground Water Wells	\$13,137,000
M-410039	Cottage Grove East Area	\$12,981,084
R-000500	WW Improvements under M/N	\$12,569,129
R-000020	Miscellaneous Needs for Public Utility	\$12,200,000
S-000901	Condition Assessment and Rehabilitation	\$12,175,000
T-173500	Detention Basin A	\$12,138,170
A-000422	Civic Art for Aviation-HAS	\$12,084,000
A-000749	TERMINAL A RESTROOM UPGRADES - IAH	\$12,000,000
A-000776	HOU-ELECTRICAL UPGRADES FOR RUNWAY 4/22	\$12,000,000
X-680062	HITS - SAP S4 HANA	\$11,750,000
A-000778	HAS-ON CALL PROFESSIONAL SERVICES DESIGN	\$11,300,000
T-072400	Live Oak St. Improvement Project	\$11,000,000