

Policy 6. Capital Projects Account Spending Priorities

- a) ~~Beginning in 2009, the~~ The City shall estimate the average amount of annual funding required to preserve existing assets owned by City departments other than Transportation and the utilities. Until and unless the City develops a method for estimating this annual target based wholly or in part on actual facility conditions and service requirements, the target shall begin at \$47 million in 2008 and shall be adjusted for the effects of inflation on the buying power of the dollar. Beginning in 2009, a combination of Capital Projects Account revenue and other resources at least equal to 65% of the target shall be allocated for asset preservation (formerly known as "major maintenance" as defined by Resolution 30365) for facilities owned by City departments other than Transportation and the utilities. [Revised Policy]
- c) Capital Projects Account revenue shall continue to be used ~~in 2009 and subsequent years as it has been since 2007~~ to pay current year expenses plus debt service on bonds issued in support of Public Safety facilities. ~~to address project funding shortfalls in the neighborhood stations program of the Fire Facilities and Emergency Response Levy. Bonds issued for this purpose shall have final maturities no later than one year after expiration of the Levy.~~ [Revised Policy]

Policy 7. Use of Real Estate Excise Tax revenues for future Debt Service. ~~Beginning in 2009 and except~~ Except for ~~fire~~ Public Safety facilities projects described in Policy 6c above, no new debt service for new facilities shall be charged to Real Estate Excise Tax revenues. [Revised Policy]