



# Infrastructure Advisory Board Meeting

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**City of New Orleans**

March 4, 2021

# Fund Collections to Date: *All Revenue*

As of 03/04/21

- **One-Time Funds** - \$35,648,650 transferred to SWBNO
  - MCC Funds – (\$28M Disbursed).
  - FEMA Revolver – (\$7.5M Disbursed).
  - HMGP – 3 Phases (In process) - \$16M – SWBNO is working on obtaining reimbursement.

<b>HMGP 1603-0039 Power Plant Retrofit Project \$16m Fair Share</b>	
<b>Project</b>	<b>Contract Amount</b>
Anti-Icing System and Software	\$1,741,920
Static Frequency Changer	\$12,258,080
Emissions Package	\$2,000,000
	<b>\$16,000,000</b>

# Estimate vs. Actuals: *Work in Progress*

## As of 03/04/21

Designation	Target	Actual – 75%		
HMGP	\$ 16,500,000	\$ -		
MCC/FG Safety CEA	\$ 2,000,000	\$ 2,000,000	SWBNO	
MCC/Convention Center Blvd	\$ 6,000,000	\$ 6,000,000	SWBNO	
MCC Cash Reserves	\$ 20,000,000	\$ 20,000,000	SWBNO	
FEMA Revolver Forgiveness	\$ 7,450,000	\$ 7,648,650	SWBNO	
<b>ONE-TIME FUNDING:</b>		\$ -		<b>Total: \$35,648,650</b>
DDD Millage	\$ 2,500,000	\$ -		
Local Privilege	\$ 5,300,000			
1% Lost Penny	\$ 12,000,000	\$ 7,283,099.02		July 2019 – Jan 2021
STR Equalization	\$ 7,800,000	\$ 372,788.50		Oct 2020 – Jan 2021
<b>RECURRING FUNDING:</b>				<b>Total: \$7,655,887.02</b>
Capital Outlay	\$ 7,300,000	\$ -	P5 - \$46.7M	State non-cash LOC – \$34M
GO ZONE Deferral	\$ 3,500,000	\$ -		Other Funding
Hotel PILOT	\$ 2,000,000	\$ -		Other Funding
<b>Total:</b>	<b>\$ 92,350,000</b>	<b>\$ 43,304,537.52</b>		

# Fair Share Agreement

## *Outstanding/New events*

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- Capital Outlay logistics flow. Amended CEA with new provisions.
- Hotel occupancy rates (Increase) new projections double the occupancy rate in 2022 from 2021. Per NOCO bookings report.
- Prolonged effects of COVID-19. Economic impacts
- Original financial estimation changes. Ex. STR Equalization and Local Privilege. (January STR Equalization numbers.)
- Continued evolution of Fair Share Agreement – Structural and other possible changes to produce revenue generation.
- New revenue tax revenue stream (STR Equalization – 4 months).

# STR NOCO - CEA

## *Fair share Revenue Stream*

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- Adopted by City Council on January 14, 2021
- February 24th contract was sent to NOCO for signature.
- The CEA has been received from NOCO, awaiting signature.

# Fair Share Agreement

## Recurring Revenue Collections

(2020) January	\$	1,114,721.25	
February	\$	808,308.34	
March	\$	752,532.10	
April	\$	275,111.20	
May	\$	226,566.75	
June	\$	80,727.75	
July	\$	67,467.20	
August	\$	124,241.16	
September	\$	113,567.16	
October	\$	183,919.15	\$ 9,507.96
November	\$	259,822.69	\$ 24,037.93
December	\$	229,054.15	\$ 146,717.37
(2021) January	\$	146,557.98	\$ 192,525.24
<b>Grand Total:</b>	<b>\$</b>	<b>7,283,099.02</b>	<b>\$ 372,788.50</b>
		<b>Grand Total to SWBNO</b>	<b>\$ 7,655,887.52</b>

# CEA Status: Work in Progress

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- **Infrastructure Maintenance Fund CEA**
  - Complete
- **STR Equalization CEA (CEA with NOCO)**
  - Complete
- **CEA Amendment – Public Safety**
  - Complete
- **CEA Amendment – Traffic Configuration**
  - Complete
- **DDD CEA**
  - Complete - executed
- **Electrical Substation (Power Plant) CEA – SWBNO**
  - Signed; Awaiting final BRASS Approval. (Entergy)
- **NOCO STR CEA**
  - Awaiting signature.
- **Race Street Transfer**
  - Complete
- **Euterpe Street CEA**
  - Awaiting MCC approval

# Original Estimates Revision

Recurring Revenue - *Cyber access (Department of Revenue), CEA status, Commencement of collections, COVID -19 delays.*

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- **Department of Revenue access to RCS website financial data** – Department of Accounting has reconciled through January 2021. (1% Lost Penny) - **\$146,557.98** for January 2021.
- **STR Equalization** – Tax collection form 8010STR-R/C has been completed and will be utilized for collections to be realized beginning 10/20/20. Reporting will be take place on the 10<sup>th</sup> of every month going forward. Collections began 09/01/20. **\$192,525.24** for January 2021
- **NOCO STR CEA** – Awaiting signature.
- **Local Privilege** – Re-estimation of 25% of the original funding amount. Cultural Economy approved new budget.
- **Costing in terms of transition timeline** – Originally, transition was to occur 01/01/20. Re-estimations are complete. Example is the completion of the re-estimate of STR Equalization.
- **DDD CEA** – CEA has been executed.



# Fair Share Agreement

*Major Items over the next 60 days.*

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- Additional month of Revenue tracking for 1% Lost Penny. ( 2021).
- Office of Cultural Economy status report. Decrease in debt obligation forecast. Beginning of a new CEA in process between NOTCF and CNO to handle distribution and clearly outline tasks for each entity per Lisa Alexis of The Office of Cultural Economy. (Development plan has been released).
- Local Privilege – Final estimation numbers have been agreed upon.
- Possible STR Equalization platform update. (Permit holders).
- Continued collaboration with all departments regarding new developments and implementation of any updated information.
- Begin Expansion of DPW Maintenance Division for internal work force (drainage & asphalt crews, administrative personnel)

# DDD Infrastructure Update

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- Bi-weekly planning meetings under way with the DDD
- Drainage improvements being finalized on five corridors identified for permeable pavement:
  - Canal Street – (N. Rampart Street – Bourbon Street)
  - Canal Street (Bourbon Street – Chartres Street)
  - S. Rampart Street (Poydras Street – Julia Street)
  - Roosevelt Way (Canal Street – Common Street)
  - Baronne Street ( Canal Street – Julia Street)
- Drafting new specifications for citywide pervious paving
- ***Next Steps:*** Anticipate spring 2021 bid advertisement and summer 2021 construction

# Capital Outlay

## *Update on sequence of events*

- SWBNO has spent \$7.3M to date.
- The City received \$34M in Priority 5 and \$12.7M in Priority 1 for the S&WB power plant and frequency changer. This is the highest priority on the City's Capital Outlay agenda.
- The City is spending through the \$12.7M right now, in order to be able to move more money from the remaining \$34M into Priority 1 this upcoming legislative session.
- Revised CEA provides for: (\$18M designated as other funds) with a total of \$72M

ACT #	YEAR	DESCRIPTION	STATE CASH	STATE NON-CASH LINE OF CREDIT	OTHER	TOTAL FUNDING
2	2020	G.O. Bonds LOC	\$12,700,000	\$34,000,000		\$46,700,000
20	2019	G.O. Bonds 20A	\$7,300,000			\$7,300,000

# Capital Outlay - Continued

## *Update*

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- Planning costs shall not exceed 10% of construction costs. Miscellaneous costs shall not exceed 5% of construction costs.
- Capital Outlay cash includes General Funds, NRP Bonds, Cash Line of Credit and/or Bonds sold.
- Total in “Other” column equals required 25% match as reflected in the CEA.
- The estimated cost of construction is \$60M per the 2021-21 Capital Outlay request.
- In the **APRIL** State Legislative Session, The City of New Orleans will request \$20M of the \$34M in State Capital Outlay funds to be moved from P5 status to P1 (cash) status.