



Fiscal 2009 Preliminary Budget Hearings

Courts (Capital)

March 2008

*Hon. Christine C. Quinn
Speaker of the Council*

*Hon. David I. Weprin, Chair
Committee on Finance*

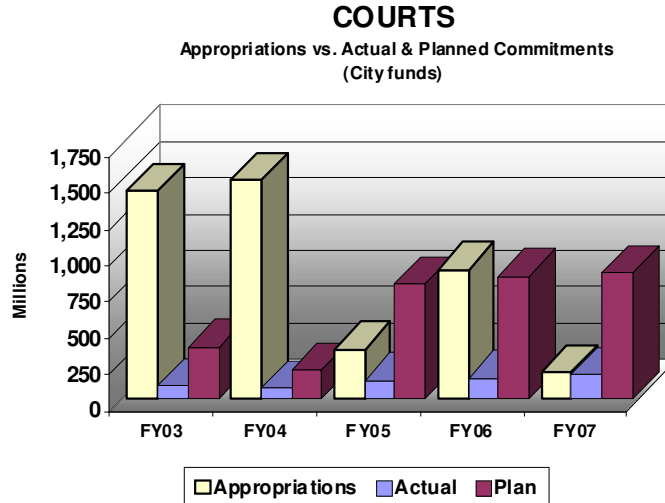
*Hon. Peter Vallone Jr., Chair
Committee on Public Safety*

*James Caras, Acting Director
Finance Division*

Fiscal 2009 Preliminary Capital Budget Report

Agency Overview

The City is responsible for the construction and maintenance of court facilities within its boundaries. New York City currently has 21 court facilities, which are maintained by the Department of Citywide Administrative Services (DCAS). Chapter 825 of the State Laws of 1987 mandates the City to assess the current court facility conditions, to anticipate future needs, and to submit a capital plan to the State Office of Court Administration. After completing a comprehensive review of New York City's court requirements, the City has embarked upon a \$2 billion court renovation and construction program that has been approved by the State Office of Court Administration. Under the plan, the Dormitory Authority of the State of New York (DASNY) will issue bonds to finance the \$2 billion plan and will assume construction management responsibility, along with DCAS, the Department of Design and Construction (DDC), and the Economic Development Corporation (EDC), or, in some cases, private developers, on a project-by-project basis. The City will fund all debt service costs relating to DASNY's debt issuance for court construction and reconstruction projects.



Current Budget Summary

The January 2008 Capital Commitment Plan includes \$1.213 billion in Fiscals 2008-2011 for the Courts Program (including City and non-City funds). This represents 2.3 percent of the City's total \$52.5 billion January Plan for Fiscals 2008-2011. The program's January Commitment Plan for Fiscals 2008-2011 is one percent greater than the \$1.2 billion in the September Commitment Plan, an increase of \$ 13 million

Over the past five years, an average of 19 percent of the Courts Program is committed annually. Therefore, it is assumed that a large portion of the program's Fiscal 2008 capital plan will be rolled into Fiscal 2009, thus greatly increasing the size of the Fiscals 2009-2012 capital plan. Since adoption last June, the Capital Commitment Plan for Fiscal 2008 has fallen from \$255 million to \$239 million, a decrease of \$16 million or 6 percent.

Current Courts Program appropriations total \$1.4 billion in City funds for Fiscal 2008. These appropriations are to be used to finance the Department's \$235 million City-funded Fiscal 2008 capital program. The agency has five times more funding than it needs to meet its entire capital commitment program for the current fiscal year.

Fiscal 2008 Preliminary Budget Report

The Courts Program's capital commitments for the last five years are shown below:

| FIVE YEAR HISTORY – CAPITAL BUDGET (\$ in millions) | | | | | |
|---|------|------|------|------|------|
| | FY03 | FY04 | FY05 | FY06 | FY07 |
| CITY | 86 | 73 | 119 | 142 | 161 |
| NON-CITY | 10 | 2 | 3 | -21 | 0 |
| TOTAL | 96 | 75 | 122 | 121 | 161 |

The Adopted Four-Year Capital Plan is shown below:

| ADOPTED CAPITAL BUDGET – SEPTEMBER 2007 (\$ in millions) | | | | | |
|--|-------|-------|------|------|------------|
| | FY08 | FY09 | FY10 | FY11 | FY's 08-11 |
| CITY | 254.7 | 883.3 | 10.9 | 51.5 | 1,200.4 |
| NON-CITY | 0 | 0 | 0 | 0 | 0 |
| TOTAL | 254.7 | 883.3 | 10.9 | 51.5 | 1,200.4 |

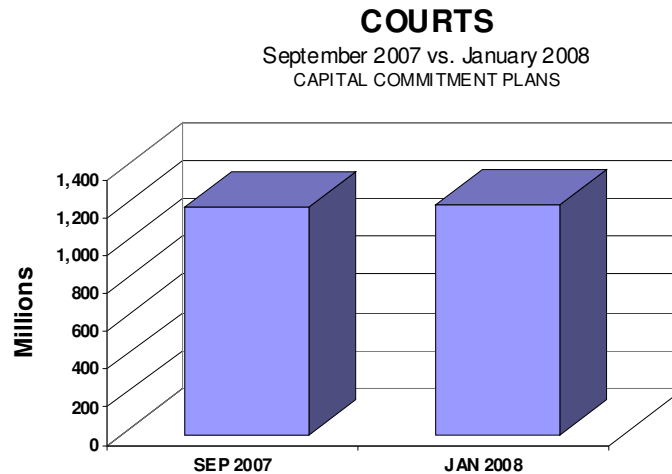
The Preliminary Four-Year Capital Plan is shown below:

| PRELIMINARY CAPITAL PLAN – JANUARY 2008 (\$ in millions) | | | | | |
|--|-------|-------|------|------|------------|
| | FY08 | FY09 | FY10 | FY11 | FY's 08-11 |
| CITY | 239.4 | 901.8 | 27.9 | 44.0 | 1,213.1 |
| NON-CITY | 0 | 0 | 0 | 0 | 0 |
| TOTAL | 239.4 | 901.8 | 27.9 | 44.0 | 1,213.1 |

PRELIMINARY BUDGET HIGHLIGHTS:

Planned Commitments for Fiscals 2008-2011

The Court's Program's planned commitments for Fiscals 2008-2011 increased from \$1.200 billion to \$1.213 billion or one percent, in the January Plan. The increase in the planned commitments is the net result of relatively small adjustments to various projects.



Highlights of larger projects in the Court's Program in the January Capital Plan include:

- \$628 million for the new Brooklyn Court facility at 330 Jay Street.
- \$200 million for the new Staten Island Family and Criminal Court.
- \$77 million for the Bronx Court facility at 215 East 161st Street
- \$57 million for the Bronx Court facility at 851 Grand Concourse.
- \$45 million for the Brooklyn Court Facilities at 120 Schermerhorn Street.
- \$30 million for the Manhattan Court facility at 100 Centre Street
- \$25 million for the Manhattan Court facility at 60 Lafayette Street
- \$24 million for the Manhattan Court facility at 60 Centre Street.
- \$15 million for the Queens Court facility at 88-11 Sutphin Blvd.
- \$15 million for the Manhattan Community Court facility at 315 West 54th Street.