# The Fundamentals of Capital Project Budgeting

Workshop: December 2017

Although budgeting is a precursor to bringing a community development project to life, it is not an intuitive skill. This workshop will focus on the fundamentals of capital project budgeting. Presenters will address core questions, including: What is a capital stack and how is it constructed? What costs need to be included in a budget? How do lenders assess risks at the budgeting stage? When is the right time to develop a working project budget? Who needs to review it? A central objective of this workshop is to facilitate a dynamic exchange between presenters and participants, and allow time to test out budget assumptions for projects in your Invest Health pipeline. Presenters will include Sara Vernon Sterman, VP of Strategic Investments at Reinvestment Fund, and Clare Newman, Chief of Staff and Executive Vice President of the Brooklyn Navy Yard Development Corporation.

*What is the right project structure for us?*

*Who will be the members of our development team?*

*What are the right line items to include in our budget?*

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| **Sources** |
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| **Uses** |
| *Land and/or building acquisition* |  |
| *Construction* |  |
| *Architect* |  |
| *Permits* |  |
| *Environmental costs* |  |
| *Contingencies* |  |
| *Furniture, fixtures, & equipment* |  |
| *Closing costs & financing fees* |  |
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