



Agenda Report

April 19, 2017

TO: Honorable Mayor and City Council
FROM: Department of Public Works
SUBJECT: PUBLIC HEARING: CITY MANAGER'S RECOMMENDED FY 2018 - 2022 CAPITAL IMPROVEMENT PROGRAM BUDGET

RECOMMENDATION:

It is recommended that the City Council:

1. Open the public hearing on the City Manager's Recommended FY 2018 - 2022 Capital Improvement Program (CIP) Budget; and
2. Continue the public hearing to April 24, 2017 at 7:00 p.m. and thereafter at each subsequent regular meeting of the City Council until the City Council determines that the public hearing may close and then formally adopt the FY 2018 - 2022 CIP Budget.

BACKGROUND:

The City of Pasadena Charter requires that the Recommended FY 2018 – 2022 CIP Budget for the upcoming fiscal year be submitted to the City Council on or before the third Monday in May. As part of the process of adoption, the City Council is requested to open the public hearing on the recommended CIP Budget and continue the public hearing until the recommendation to adopt the FY 2018 - 2022 CIP is presented to the City Council.

The CIP identifies funding for major capital improvements throughout the City. In addition, the following priorities are used when identifying and creating projects and recommending funding:

- The project is needed to address a particular safety issue;
- The project is necessary because existing maintenance efforts are no longer satisfactory and repair costs exceed replacement costs; and
- An existing facility or system is no longer adequate to meet the demand.

The Recommended FY 2018 – 2022 CIP Budget contains 200 active projects with a total estimated cost of \$953,073,973 and a total recommended appropriation of \$79,387,303 to 92 projects as detailed in Attachments A and B. Six new projects have been added. The table below summarizes this information and highlights total appropriations made through and including FY 2017.

Total Estimated Cost	Appropriated Through FY 2017	Recommended FY 2018
\$953,073,973	\$507,277,148	\$79,387,303

In addition, the FY 2018 CIP Budget contains a "Future Projects" section which identifies an additional 74 projects, with a total estimated cost of \$297 million. While the City has funded millions of dollars of infrastructure improvements each year, in order to properly maintain, repair and replace aging infrastructure and address growing needs, additional investments are needed beyond the current level of funding. Some of the more significant unfunded needs include expanding and upgrading fire stations, street and sewer improvements, and implementing master plans at Memorial and Washington Parks and in the Arroyo Seco. New and additional funding will need to be identified if the City is to address its large backlog of unfunded capital needs.

Copies of the Recommended FY 2018 - 2022 CIP have been placed in all the public libraries and in the City Clerk's Office. The CIP hearings with the joint City Council/Finance Committee will be held on April 19, 2017 from 4:30 p.m. until 7:30 p.m. and April 24, 2017 from 2:30 p.m. to 5:30 p.m. Following the review by the joint City Council/Finance Committee, a final recommended CIP Budget is scheduled to be presented to the City Council for adoption on April 24, 2017 at 7:00 p.m. or thereafter.

COUNCIL POLICY CONSIDERATION:

All projects in the Recommended CIP address and further the City Council's six strategic plan goals to maintain fiscal responsibility and stability; improve, maintain and enhance public facilities and infrastructure; increase conservation and sustainability; improve mobility and accessibility throughout the city; support and promote the quality of life and the local economy; and ensure public safety. In addition, all projects have been found to be consistent with the General Plan.

ENVIRONMENTAL ANALYSIS:

As work for each project moves through the City's approval process, the appropriate environmental analysis will be conducted and brought to the City Council.

FISCAL IMPACT:

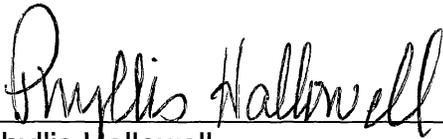
Recommended appropriations in the Recommended FY 2018 - 2022 Capital Improvement Program total \$79,387,303. Details regarding the sources of funding are included in Attachment B.

Respectfully submitted,



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Approved by:



STEVE MERMELL
City Manager

Attachment A – Recommended FY 2018–2022 CIP Totals by Category
Attachment B – Recommended FY 2018–2022 CIP Appropriations