

Agenda Report

June 22, 2026

TO: Honorable Mayor and City Council
THROUGH: Finance Committee
FROM: Department of Public Works
SUBJECT: **AMEND THE FISCAL YEAR 2027 CAPITAL IMPROVEMENT PROGRAM BUDGET**

RECOMMENDATION:

It is recommended that the City Council:

1. Find that the proposed actions are not "projects" as defined in the California Environmental Quality Act (CEQA), Public Resources Code Section 21065 and Section 15378(b)(4) and (5) of the State CEQA Guidelines and, as such, are not subject to environmental review; and
2. Amend the Fiscal Year 2027 Capital Improvement Program (CIP) Budget as detailed in Attachment A of this report.

BACKGROUND:

Throughout the fiscal year (FY), the Department of Public Works in conjunction with other impacted departments reviews active CIP projects to determine if budgetary changes are needed. Staff has completed this report detailing needed budget adjustments and amendments to the FY 2027 CIP Budget as detailed on Attachment A. The FY 2027 – 2031 CIP Budget was adopted by City Council on May 4, 2026, and per resolution 10187, the CIP budget went into effect immediately.

Amendments to FY 2027 – 2031 CIP Budget

1. **Annual Citywide Street Resurfacing and ADA Improvement Program FY 2027 (73951)** – The Department of Public Works (PW) recommends transferring \$1,435,890 in General Fund, \$799,024 in Charter Capital Fund, and \$29,609 in Street Occupancy fees for a total of \$2,264,523 to this project from nine completed or inactive projects as outlined on Attachment A. In addition, PW recommends transferring \$232,400 in Private Capital from the Annual Citywide Street Resurfacing and ADA Improvement Program FY 2026 (73948) to this project. The Private Capital

was received as a condition of development to repave the asphalt along Parkwood Avenue, Walnut Street, and Greenwood Avenue which will be completed in FY 2027. These actions will bring the total FY 2027 appropriation to \$11.1M to this project.

- 2. Pasadena Rose Bowl Multimodal Olympic Route (75025)** – The Department of Transportation (DOT) recommends transferring \$7,171,250 in Metro Active Transport, Transit and First/Last Mile Program Cycle 2 (MAT) grant funds from the Mobility Hubs and First Last Mile Improvements (75926) project to this project. DOT was awarded MAT funds in the amount of \$7,171,250 for first/last mile enhancements from the Metro A Line Memorial Park Station to the Rose Bowl. On October 27, 2025, the City Council authorized the City Manager to enter into a funding agreement with Metro for the acceptance of funds which was appropriated to Mobility Hubs and First Last Mile Improvements (75926) project. Project 75025 was created as part of the FY 2027 – 2031 CIP Budget. This legacy project will facilitate walking and biking access for the 2028 Olympic Games. DOT recommends transferring the funds to this project to support expenses and grant tracking.
- 3. Installation of Pedestrian Hybrid Beacon at Lake Avenue and Elizabeth Street (75138)** –DOT recommends transferring \$300,000 in Measure M Multi-Year Subregional Program (MSP) grant funds from the Installation of Pedestrian Hybrid Beacons (HAWKS) at Various Locations (75927) project to this project. On December 8, 2025, the City Council authorized the City Manager to enter into a funding agreement with Metro for the acceptance of funds which was appropriated to Installation of Pedestrian Hybrid Beacons (HAWKS) at Various Locations (75927) project. Project 75138 was created as part of the FY 2027 CIP Budget process and this transfer will fully fund the project and allow it to begin. This project was created to support expenses and grant tracking.
- 4. Installation of Pedestrian Hybrid Beacon at Lincoln Avenue and Toolen Place (75139)** –DOT recommends transferring \$300,000 in Measure M MSP funds from Installation of Pedestrian Hybrid Beacons (HAWKS) at Various Locations (75927) to this project. On December 8, 2025, the City Council authorized the City Manager to enter into a funding agreement with Metro for the acceptance of funds which was appropriated to Installation of Pedestrian Hybrid Beacons (HAWKS) at Various Locations (75927) project. Project 75139 was created as part of the FY 2027 CIP Budget process and this transfer will fully fund the project and allow it to begin. This project was created to support expenses and grant tracking.

Proposed New Project

The following project is recommended to be added to the FY 2027 – 2031 CIP Budget. This project was presented to the Planning Commission on May 13, 2026, and was found consistent with the General Plan.

- 5. Lower Arroyo Park Planning and Feasibility Study (77411)** – PW recommends this project be added to the FY 2027 CIP budget with a total estimated project cost of \$500,000 and recommends appropriating \$500,000 in Measure A Los Angeles County Regional Park and Open Spaces Grant funds to this project.

DESCRIPTION: The Lower Arroyo Park Planning and Feasibility Study will evaluate opportunities to improve water quality, habitat connectivity, ecological restoration, stormwater management, trail accessibility, and public access within approximately 37 acres of City-owned open space in the Lower Arroyo Seco corridor. The study area extends generally between the Colorado Street Bridge and La Loma Bridge and includes approximately 3.5 miles of existing trails and adjacent public rights-of-way.

JUSTIFICATION: The Lower Arroyo Park Planning and Feasibility Study will evaluate opportunities to improve water quality, ecological restoration, stormwater management, trail accessibility, and public access within approximately 37 acres of City-owned open space in the Lower Arroyo Seco corridor. The study will identify conceptual multi-benefit improvements including stormwater capture and infiltration, habitat restoration, ADA-accessible trail enhancements, and public access improvements that support long-term watershed health and climate resilience.

SCHEDULE: A Feasibility Study will begin in FY 2027.

See Attachment B for the full project page.

COUNCIL POLICY CONSIDERATION:

All of the above projects and actions address City Council's goals to maintain fiscal responsibility and stability and improve, maintain, and enhance public facilities and infrastructure.

ENVIRONMENTAL ANALYSIS:

CEQA excludes from environmental analysis those actions that are not "projects" as defined by State CEQA Guidelines Section 15378. That section excludes from the definition of "project" the creation of government funding mechanisms and fiscal activities which do not yet commit the lead agency to any specific project and excludes organizational or administrative governmental activities that do not result in physical changes to the environment. The actions proposed herein are budgetary and part of the City's normal administrative process as it takes early steps to prepare for the possibility of undertaking a project, and therefore they are not yet "projects" as defined by CEQA. As the City becomes more certain it will undertake one of the projects, and before it commits itself to the project, the appropriate environmental analysis will be conducted and brought to the appropriate City body for approval.

FISCAL IMPACT:

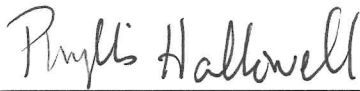
The cumulative result of these recommendations will increase the FY 2027 CIP budget by \$500,000. The specific funding sources for the budget amendments are listed on Attachment A. There is no net change to the General Fund.

Respectfully submitted,



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Director of Public Works

Prepared by:



Phyllis Hallowell
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Approved by:



MATTHEW E. HAWKESWORTH
Interim City Manager

Attachment A – Amendments to the FY 2027 – 2031 CIP Budget
Attachment B – Lower Arroyo Park Planning and Feasibility Study project page