

Agenda Report

TO: City Council

July 24, 2000

THROUGH: Finance Committee

FROM: City Manager

SUBJECT: Adopt a Resolution Approving the *FY 2001 - 2006 Capital Improvement Program*

RECOMMENDATION

It is recommended that the City Council:

1. Adopt a resolution approving the *FY 2001 - 2006 Capital Improvement Program* as detailed in Attachments I, II and III; and
2. Amend the *FY 2001 - 2006 Capital Improvement Program* to include twelve new projects to the "Pasadena Center Improvements" section of the CIP.

BACKGROUND

On December 13, 1999 a public participation hearing was held to begin the FY 2001 budget preparation cycle for the Capital Improvement Program (CIP). This hearing invites the public to comment on the process used to prepare the City's capital improvement projects. The *City Manager's Recommended FY 2001 - 2006 CIP* was submitted to the Finance Committee for review and recommendation for approval to the City Council on May 8, 2000. Also, on May 8, 2000, a public hearing on the *FY 2001 - 2006 Recommended CIP* budget was opened to allow members of the public to comment on the content of the budget. Concurrently, copies of the *Recommended CIP* were placed in all public libraries.

Six sections of the *FY 2001 CIP* were adopted by the City Council at their May 22, 2000 meeting. Those sections are:

- Municipal Buildings and Facilities;
- Street Lighting and Electrical System Undergrounding;
- Sewers and Storm Drains;
- Electric System;
- Pasadena Center Improvements; and
- Technology Improvements.

The remaining seven sections of the CIP are:

- Streets and Streetscapes
- Street Lighting
- Traffic Control and Facilities
- Parks and Landscaping
- Arroyo Projects
- Water System
- Rose Bowl Improvements

FINANCE COMMITTEE REVIEW

On May 22, 2000, the Finance Committee had additional questions and concerns about the following three sections of the *Recommended CIP*: "Streets and Streetscapes", "Street Lighting", and "Traffic Control and Facilities". The Committee asked that staff return to the June 12, 2000 meeting of the Finance Committee with these three sections. On June 12, 2000 the Finance Committee requested that the discussion of these sections be delayed until July 24, 2000.

In May when the CIP was first submitted to the Finance Committee, four sections were not presented: "Parks and Landscaping", "Arroyo Projects", "Water System" and "Rose Bowl Improvements". At that time, staff was in the process of evaluating the method used to distribute Residential Development Fees. Staff has since developed a proposal for a new distribution method and it was endorsed by the Recreation and Parks Commission on July 6, 2000. This new proposal will be presented to the Finance Committee on July 24, 2000. If approved, the proposal will be forwarded to the full City Council. Staff will then be able to calculate the amount of Residential Development Fees available for appropriation and will return to the Finance Committee and the City Council for adoption of the "Parks and Landscaping" and "Arroyo Projects" sections.

In May, the Water Division staff had not yet finished determining the full extent of the needs of the City's aged water system infrastructure. The analysis is now complete and the "Water System" portion of the CIP is being brought to the City Council. Also, the Rose Bowl staff was still formulating their capital plan and has since completed their proposal.

The Finance Committee is expected to complete the review of the "Streets and Streetscapes", "Street Lighting", "Traffic Control and Facilities", "Water System" and "Rose Bowl Improvement" sections of the CIP at their July 24, 2000 meeting and to recommend forwarding them to the City Council for adoption.

PASADENA CENTER OPERATING COMPANY

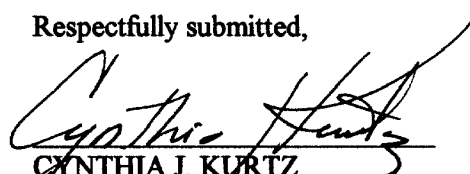
Finally, the Pasadena Center Operating Company would now like to add twelve new projects to the "Pasadena Center Improvements" section of the FY 2001 CIP budget which was adopted by the City Council on May 22, 2000. This requires the adopted CIP be amended to include the new projects shown in Attachment IV.

Attachment I is a Summary by Project Category showing the total dollars recommended for funding. Attachment II is a summary of each category showing recommended appropriations by project for FY 2001. Attachment III sets the specific spending limits for each capital project for FY 2001. This process of adopting a formal resolution complies with City Ordinances.

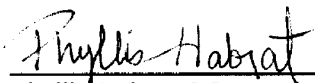
FISCAL IMPACT

Recommended appropriations in the "Streets and Streetscapes", " Street Lighting", "Traffic Control and Facilities", "Water System" and "Rose Bowl Improvement" sections of the FY 2001 Capital Improvement Program total \$ 14,453,812. The recommended amendment to the PCOC section appropriates \$740,000.

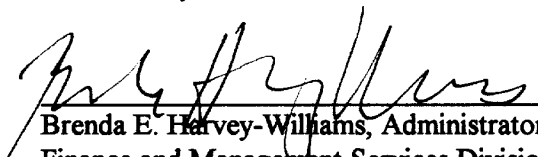
Respectfully submitted,


CYNTHIA J. KURTZ
City Manager

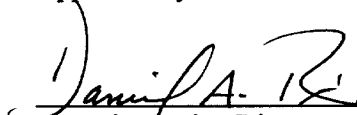
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