

**Meeting Date:** 6/5/2014

**Report Type:** Staff/Discussion

**Report ID:** 2014-00202

**Title:** Proposed Capital Improvement Program (CIP) 2014-2019

**Location:** Citywide

**Recommendation:** Receive and consider for final budget adoption.

**Contact:** Leyne Milstein, Director, (916) 808-8491; Dawn Holm, Budget Manager, (916) 808-5574, Department of Finance

**Presenter:** Marian Fahy, Principal Management Analyst, (916) 808-7991, Department of Finance

**Department:** Finance

**Division:** Budget Office

**Dept ID:** 06001411

**Attachments:**

1-Description/Analysis

2-Attachment 1 Land Park Ponds

3-Attachment 2 General Plan Consistency

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**City Attorney Review**

Approved as to Form

Steve Itagaki

5/28/2014 3:21:18 PM

**Approvals/Acknowledgements**

Department Director or Designee: Leyne Milstein - 5/28/2014 1:03:28 PM

## Description/Analysis

**Issue Detail:** The 2014-2019 Proposed Capital Improvement Program (CIP) is a five-year expenditure plan totaling \$483.4 million with a financial strategy that addresses the City's current and future fiscal needs as related to capital projects with a proposed one-year CIP budget of \$44.1 million for FY2014/15. The 2014-2019 Proposed CIP is available for review at <http://www.cityofsacramento.org/finance/budget>.

Following the release of the 2014-2019 CIP staff identified the following changes that should be included in the Approved CIP:

- Land Park Ponds Project (L19012900) – A new capital project (Attachment 1) is needed to address the health, safety, and aesthetic quality of the existing ponds which have degraded over the last few decades. The project is estimated to cost \$400,000, and includes draining and renovating the existing three ponds in William Land Park. There is available funding in the 2006 Capital Improvement Revenue Bonds for this project and work is expected to begin in July 2014.
- Energy Conservation Project (C13001100) – In an effort to better reflect the work being funded the projects and available funding in this program will be transferred to the Energy Reinvestment Program (C13001900) so that the old project can be closed at the end of FY2013/14.
- Project Locations – Several projects not receiving new funding in FY2014/15 included in Index N identified the incorrect Council District. These corrections will be incorporated into the Approved CIP.

**Policy Considerations:** The 2014-2019 Proposed CIP has been reviewed for consistency with City Council's adopted policies and plans, which include the 2030 General Plan, Transportation Programming Guide, Utility Master Plans, Parks and Recreation Master Plan, and the Parks and Recreation Programming Guide.

**Economic Impacts:** This report concerns administrative activities. Individual projects that require contracts will address economic benefits of the project at the time they are brought to City Council.

### Environmental Considerations:

**California Environmental Quality Act (CEQA)** – This report concerns administrative activities that will not have a significant effect on the environment and that do not constitute a "project" as defined by the CEQA Guidelines Sections 15061(b)(3); 15378(b)(2). CEQA review for any project, which utilizes funds allocated under the FY2014/15 CIP budget, has been or will be performed in conjunction with planning, design, and approval of each specific project as appropriate.

**Sustainability** – There are no sustainability considerations applicable to the Proposed Budget.

**Commission/Committee Action:** The Planning and Design Commission reviewed the 2014-2019 Proposed CIP on May 15, 2014, and has found it consistent with the City's General Plan as required by Section 65401 of the California Government Code (Attachment 2).

**Rationale for Recommendation:** The 2014-2019 Proposed CIP is consistent with and supports the City's goals of budget sustainability and fiscal responsibility. Capital projects include procurement, construction, or installation of facilities and equipment that will have a useful life of at least five years and a cost in excess of \$20,000.

**Financial Considerations:** The 2014-2019 Proposed CIP consists of 122 projects totaling \$483.4 million from all funding sources. The FY2014/15 CIP totals \$44.1 million. The General Fund capital expenditures in FY2014/15 are \$5.1 million, funding critical life safety and fee-supported programs.

The following adjustment will be included in the FY2014/15 Approved Budget and 2014-2019 Approved CIP:

CIP Program	Project Name	Project #	Fund	Fund #	Expenditure Budget	Funding Details
Parks and Recreation	Land Park Ponds	L19012900	2006 Capital Improvement Reimbursement Bonds (taxable)	3005	\$ 400,000	Drain, clean, and renovate infrastructure of the existing three ponds. Add additional plantings and irrigation adjacent to the ponds. Upgrade safety features and signage.

**Local Business Enterprise (LBE):** Not applicable.

# City of Sacramento Capital Improvement Program

L19012900

**Project Name** LAND PARK PONDS

**Project Description** Drain clean and renovate infrastructure of the existing three ponds. Add additional plantings and irrigation adjacent to the pond. Upgrade safety features and signage.

**Project Objectives** Improve the function, health, safety and aesthetic quality of the existing ponds with a series of renovations and upgrades.

**Existing Situation** The function, health, safety, and aesthetic quality of the existing ponds have degraded over the last few decades and improvements are needed to arrest the decline and restore the ponds former appeal as a park amenities.

**Operating Budget Impact** None. Maintenance will be absorbed into the existing maintenance operations.

Fund	Fund Description	As of 2/2014		2014/15	2015/16	2016/17	2017/18	2018/19
		Budget	Unobligated					
3005	2006 CIRB - TAXABLE	\$0	\$0	\$400,000	\$0	\$0	\$0	\$0
Total		\$0	\$0	\$400,000	\$0	\$0	\$0	\$0

**2014 - 2019 Funding** \$400,000  
**Est. Project Cost** \$400,000  
**FY2014/15 Funding** \$400,000  
**Prior Year Expenditures** \$0

**Project Start Date** July 2014

**Est. Complete Date** June 2017



**Council District**

**Plan Area**

**Project Location** Land Park

**Project Manager** Parks & Recreation , Gary Hyden

**MEMORANDUM**

Date: May 16, 2014  
To: Dawn Holm, Budget Manager  
From: David Kwong, Planning Director 

**SUBJECT:** FY 2014/19 CIP – Planning and Design Commission Findings of Consistency

Sacramento City Code Section 17.912.010 requires that the Planning and Design Commission review the City's 5-year Capital Improvement Program (CIP) for consistency with the City's General Plan and to report its findings to the City Council. On May 15, 2014, the Planning and Design Commission conducted this review and found the FY 2014/19 CIP to be consistent with the Sacramento General Plan.