

Meeting Date: 6/24/2014

Report Type: Consent

Report ID: 2014-00482

Title: Establishment of Multi-year Operating Project for the Entertainment and Sports Center Building Project

Location: Downtown Plaza, District 4

Recommendation: Pass a Resolution 1) authorizing the City Manager to establish a multi-year operating project (MYOP) for the Entertainment and Sports Center Building Development Project as I21005100; 2) authorizing the City Manager to establish revenue and expenditure budgets in the project in Development Services Fund (Fund 2016) based on the actual amount received; and 3) returning to Council by the end of 2014 with updated guidelines for the use and management of Fund 2016.

Contact: Candace Noguchi, Support Services Manager, (916) 808-8880, Community Development Department

Presenter: None

Department: Community Development Dept

Division: Building Plan Check

Dept ID: 21001212

Attachments:

1-Description/Analysis

2-Resolution

City Attorney Review

Approved as to Form
Matthew Ruyak
6/19/2014 11:03:16 AM

Approvals/Acknowledgements

Department Director or Designee: Candace Noguchi - 6/12/2014 3:41:53 PM

Description / Analysis

Issue Detail: The Community Development Department (CDD) is anticipating the submittal of the Entertainment and Sports Center (ESC) building permit application. As the project will cross multiple fiscal years, staff is requesting authority to establish a multi-year operating project (MYOP) for the ESC Building Development Project (I21005100). The use of a MYOP will provide better accountability of fees collected (approximately \$4.6 million) and actual City costs incurred for the development of the project.

Policy Considerations: The recommended action requires City Council approval pursuant to City Council Resolution 2013-0198, Section 13.2: City Council approval is required for the establishment of a MYOP.

Economic Impact: Not applicable.

Environmental Considerations: The actions in this report do not have any potential for significant effect on the environment and are exempt under CEQA Guidelines section 15061(b)(3).

Sustainability: Not applicable.

Commission / Committee Action: Not applicable.

Rationale for Recommendation: On May 20, 2014, the City Council approved the project entitlements, environmental documents, and various agreements for the development of an ESC in Downtown Plaza. The ESC project will require a lengthy building review and inspection process which will span multiple years. City review and processing fees are based on project valuation, staff hourly rates and flat fees adopted by resolution and are paid in accordance with established City policies and procedures. Establishing a MYOP to monitor the building's development will allow staff to administer and manage plan review and permit inspection related services project expenses over the life of the project.

Financial Considerations: Staff recommends that the City Council authorize the establishment of the ESC Building Project (I21005100) and revenue and expenditure budgets in the Development Services Fund (Fund 2016) for the project based on the actual amount of development review fees received.

The Development Services Fund was established in 1999 (Resolution 99-077) to account for major plan review and building projects and stabilize appropriations between business cycles for multi-year projects. Staff will return to Council with a separate report to present updated guidelines for the Development Services Fund.

Local Business Enterprise (LBE): Not applicable.

RESOLUTION NO. 2014-

Adopted by the Sacramento City Council

ESTABLISHMENT OF MULTI-YEAR OPERATING PROJECT FOR THE ENTERTAINMENT AND SPORTS COMPLEX (ESC) BUILDING DEVELOPMENT

BACKGROUND

- A. On May 20, 2014, the City Council approved the project entitlements, environmental documents and various agreements for the development of an ESC in Downtown Plaza.
- B. The ESC project will require a lengthy building review and inspection process which will span multiple years. City review and processing fees are based on project valuation, staff hourly rates and flat fees adopted by resolution and are paid in accordance with established City policies and procedures.
- C. The Development Services Fund was established in 1999 (Resolution 99-077) to account for major plan review and building projects and stabilize appropriations between business cycles for multi-year projects.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. The City Manager or his designee is authorized to establish a multi-year operating project (MYOP) budget for the ESC Building Project as I21005100.
- Section 2. The City Manager is authorized to establish revenue and expenditure budgets in I21005100 in the Development Services Fund (Fund 2016) based on the actual amount of development review fees received.
- Section 3. The Community Development Department will return to Council by the end of 2014 with updated guidelines for the use and management of the Development Services Fund (Fund 2016).