

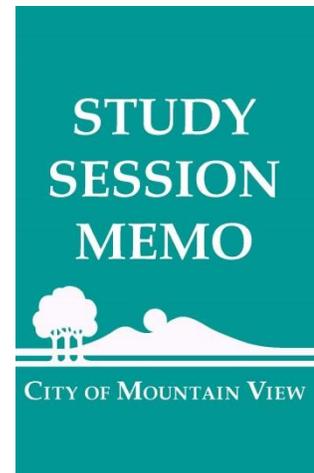
DATE: April 27, 2017

TO: Honorable Mayor and City Council

FROM: Nancy Doan, Administrative Analyst I
Jacqueline Andrews Solomon, Assistant Public
Works Director/City Engineer
Michael A. Fuller, Public Works Director

VIA: Daniel H. Rich, City Manager

TITLE: **Proposed Fiscal Year 2017-18 Through Fiscal
Year 2021-22 Capital Improvement Program**



PURPOSE

The purpose of this Study Session is to present the Proposed Fiscal Year 2017-18 through Fiscal Year 2021-22 Capital Improvement Program (CIP) for City Council review, comment, and refinement.

Staff will incorporate Council-requested revisions and present the Five-Year CIP to the City Council for adoption on June 6, 2017, with funding of Fiscal Year 2017-18 capital improvement projects scheduled for June 20, 2017 with the Fiscal Year 2017-18 Proposed Budget.

BACKGROUND

The City Council provided initial guidance for the development of the Proposed Five-Year CIP at a March 28, 2017 Study Session. Using direction from City Council regarding priorities for the large transportation projects, large projects that benefit the community, and how to use Community Benefit funds, staff has prepared a plan as described in this report.

The results of this Council discussion was shared with the City's Bicycle/Pedestrian Advisory Committee (B/PAC) on March 29, 2017, and the Parks and Recreation Commission (PRC) on April 12, 2017.

DISCUSSION

Proposed Fiscal Year 2017-18 Through Fiscal Year 2021-22 CIP

Based on the input received from the City Council at its Study Session, input provided by the B/PAC and PRC, as well as staff-initiated refinements, staff has developed a

Proposed Fiscal Year 2017-18 through Fiscal Year 2021-22 CIP that is balanced in the first year for all funds and maintains required reserves. Several funds, including the Water, Wastewater, Stormwater, Shoreline Regional Park Community (Shoreline Community or SRPC), and Capital Projects Reserve Funds, are insufficient during the next five years and alternative funding sources are discussed below. Staff is presenting the items in a different order than in previous years so that Council can see projects funded with dedicated funding sources first, before considering proposed projects which utilize flexible funding sources.

I. Park Land Dedication (PLD) Fund Projects

With direction from Council at the March 28 Study Session, and after review of the proposed projects and funds by the PRC, staff recommends funding the following amendments and new projects in the Fiscal Year 2017-18 CIP with PLD funds. The memo from the April 12 PRC meeting provides details on these recommendations (Attachment 1).

The City has received funds from development specifically for two parks and recommends transferring them as amendments to these existing projects:

The proposed CIP includes the transfer of \$106,290 to CIP 17-45, Evandale Mini Park. These funds are from the development of the 133 Fairchild site and was received as part of the required indemnity agreement. Any remaining unspent funds will be returned to Park Land Fund.

The proposed CIP includes the transfer of \$148,400 to CIP 17-34, South Whisman Park, Design. These funds are from the development at the 420-430 Ferguson Drive site and were received as part of the required indemnity agreement. Any remaining unspent funds will be returned to Park Land Fund.

The following table lists recommended amendments to projects using PLD funds. Details can be found in the April 12 PRC memo.

Amendments to Existing Park Land Fund Projects

Project	Current Amount	Additional Amount	New Total
Wyandotte Park Construction	\$996,000	\$1,584,000*	\$2,580,000
Landels Restroom Renovation (13-34)	\$360,000	\$113,000	\$473,000
Bubb and Huff Restrooms Renovation (04-29)	\$633,444	\$207,200	\$840,644
Improve Bonnie/Beatrice Space (11-36)	\$32,400	\$59,000	\$91,400
Evandale Mini-Park (17-45)	\$1,605,000	\$106,290	\$1,711,290
South Whisman Park Design (17-34)	\$835,000	\$148,400	\$983,400
Total Recommendation		\$2,217,890	

* The project budget has not changed; this amount was listed as unidentified funding in the last CIP. The City has since received PLF funds for this Planning Area and is just requesting to allocate them at this time.

As discussed at the March 28 meeting, the proposed CIP includes a new project, Stevens Creek Trail (SCT) Next Steps. The project is proposed to be funded out of PLD funds previously allocated by the PRC for the full extension project at an amount of \$250,000 for staff time to coordinate with the other cities, agencies, and possible funding partners. Staff anticipates this project will include some consultant assistance with updating cost estimates and facilitating meetings, and suggests leaving the scope otherwise flexible to accommodate the most productive path forward.

At the March 28 Study Session, the attachment for PLD funds showed \$1.5 million as a placeholder for the All-Inclusive Playground. Staff recommends \$1 million to compete for the matching grant funding. Staff recommends further development of this project and final determination of location-specific elements, private partnership opportunities, and potential for outside fundraising before committing additional funds.

New Park Land Fund Projects Fiscal Year 2017-18

Project	Requested Amount	Planning Area (Funding Source)
All-Inclusive Playground	\$1,000,000	San Antonio
Pickleball Court (3 new)	\$75,000	San Antonio
Stevens Creek Trail Extension – Coordination	\$250,000	Grant
Rengstorff Aquatics Center Design	\$2,800,000	San Antonio
Total	\$4,125,000	

Council Question No. 1: Does the Council support the above list of proposed amendments and new Park Land Dedication-funded projects?

Placeholder Park Land Fund Projects

New Slater Elementary School

The Mountain View Whisman School District (MVWSD) is constructing a new elementary school on the existing Slater School parcel on North Whisman Road. The new school will be located in place of the existing fields on the south end of the parcel. There will be a smaller area for new fields incorporated into the site design. To increase availability of these new fields, staff suggests the City offer to fund the difference in cost between natural turf and artificial turf. Additionally, as at other school sites, staff recommends offering to fund a portion of the restrooms at the new school that could be used by the park users after school hours and on the weekends, rather than construct stand-alone park restrooms. Staff estimates the City’s share to be approximately \$1 million. If Council supports these two proposals, staff will develop a more detailed cost estimate and put a placeholder in the second year of the CIP. With preliminary City Council support at this point, MVWSD staff is supportive of including these elements into the design process. The new school is scheduled to open in August 2019.

Staff also recommends putting placeholders in the Five-Year CIP for the additional major projects discussed at the Study Session and listed in the table below. Additional PLD funds are expected to be available during the CIP planning period based on development projects in the pipeline. The PRC and City Council can make final decisions to allocate and appropriate funds during the next CIP process.

Project	Fiscal Year	Amount
400 San Antonio Mini-Park	2018-19	\$3,000,000
Rengstorff Maintenance/Tennis Building, Design	2019-20	\$1,300,000
Rengstorff Aquatics Center, Construction	2020-21	\$15,300,000
SCT Extension, Design (City Portion)	2018-19	\$2,000,000
Rengstorff Maintenance/Tennis Building, Construction	2021-22	\$5,000,000
Total Recommendation		\$26,600,000

Council Question No. 2: Does the City Council support the concept of cost-sharing with the MVWSD for artificial turf and restrooms at the new Slater Elementary School?

Council Question No. 3: Does the City Council support the proposed placeholders for the Park Land Dedication funds as noted above?

II. Utility Funds

Water Fund and Wastewater (Sanitary Sewer) Fund

As mentioned in previous Council reports and memos, the Water Fund and Wastewater Fund are not currently keeping pace with the funding necessary for projects to support the large development activities in the City or to keep pace with maintenance and replacement of the existing systems. Council approval of Water and Sanitary Sewer Capacity fees and the North Bayshore Impact fees are resulting in additional funds for these two utilities, but current revenue projections indicate that there will not be sufficient revenue to meet the needs over the next five years. Staff is evaluating options and will return to City Council with a funding strategy. There are sufficient funds to cover the proposed projects in the first year, Fiscal Year 2017-18, and staff recommends the Council allocate funds for the first year projects shown below.

Storm Drainage Fund

The City's current Storm Drain fee is a connection fee for properties that are making new connections to the City's storm drainage system. At this time, since there are very few parcels that have not previously been developed, very limited new revenue is received each year. The City continues to need funding to support major maintenance items, including equipment replacement/refurbishment at storm drainage pump stations, installation of trash capture devices to comply with Regional Water Quality Control Board regulatory requirements, as well as to continue to improve the overall system to reduce the risk of flooding in the City. An updated Storm Drainage Master Plan is currently being completed and will be presented to the City Council after the summer break. In the meantime, staff has begun to research options to develop a new dedicated funding source for storm drainage projects. Requested projects exceed the capacity of the Storm Drain Fund in the outer four years of the Five-Year CIP. Staff will return to the Council to discuss strategies and options. The proposed projects in Fiscal Year 2017-18 are able to be funded with existing balances.

The table below provides a list of the requested Water, Sanitary Sewer, and Storm Drainage projects utilizing the Utility Funds over the next five years. Please note that a number of projects are funded from multiple sources and, therefore, the amounts shown are not all expected to come from the Water Fund, Wastewater Fund, or Storm Drain Fund. In some cases, utilities are improved at the same time as surface improvements and might not be obvious from the project title.

Utility Funded Projects (budgets in thousands of dollars)	2017-18	2018-19	2019-20	2020-21	2021-22
Shoreline Boulevard Interim Bus Lane and Utility Improvements, Phase I Construction (utility portion)	\$627	\$350			
MOC Security Upgrades	\$320				
San Ramon and San Marcos Inflow and Infiltration Study	\$150				
Water and Sewer Capacity Analysis	\$190				
Interceptor Force Trunk Main Rehabilitation, Construction, Phase II (PS to MH)		\$1,500			
Water and Sewer Main Replacement Crossing Hwy 101 at Three Locations, Construction (1 Water Main)		\$1,600	\$5,032		
Well Abandonment (10 and 17) and Well Siting Study		\$620			
Leong Drive Water and Sewer Main Replacement, Construction		\$9,020			
Upgrades to Irrigation Pump Station, Phase I		\$130			
Long-Term Sewage Pump Station Repairs		\$1,500			
San Antonio Area Sewer Improvements, Construction		\$1,350			
Water System Operations Study and Transmission Main Condition Assessment		\$170			
Cross-Culvert Removal and Storm Drain Extensions		\$500	\$510	\$520	\$531
Citywide Trash Capture, Phase II, III, and IV		\$3,000	\$4,000		\$3,550
Middlefield Road Sewer Replacement			\$5,750		
Sewer Master Plan Update			\$235		
Upgrades to Irrigation Pump Station Phase 2			\$1,065		
Potable Water Well Construction (New Well at Rengstorff)			\$2,000		
Water Master Plan Update			\$300		
Zone 3 Well Replacement				\$2,400	
Coast Casey Pump Station, Evaluation and Repair				\$1,000	
Moffett Blvd – Sewer Main Flow Reversal				\$5,410	

Utility Funded Projects (budgets in thousands of dollars)	2017-18	2018-19	2019-20	2020-21	2021-22
Central Sewage Trunk Main Rehabilitation				\$3,600	
Ada and Sylvan Avenue Sewer Main Replacement					\$1,000

Council Question No. 4: Does City Council support the proposed Fiscal Year 2017-18 Water Fund, Wastewater Fund, and Storm Drain Fund projects?

III. North Bayshore

The following projects are North Bayshore related and are eligible to be funded with Shoreline Regional Park Community funds and North Bayshore Precise Plan (NBSPP) Transportation and Utility Impact fees.

Per Council direction from the March 28 Study Session, staff is recommending moving Colony Street Connection to Permanente Creek Trail from the Unscheduled Project List into the first year of the CIP. Staff has updated the project cost to \$1,550,000. Staff recommends funding half from Shoreline Community funds since the project will provide immediate access to the Permanente Creek Pedestrian and Bicycle bridge over Highway 101 to the Shoreline Community and recommends the other half from the CIP Reserve Fund as the connection will also provide access to the south. Council has previously approved such funding allocations on Stevens Creek Trail.

The Plymouth realignment project is not included in the Five-Year CIP at this time. Staff is preparing preliminary cost estimates for right-of-way and construction and determining a project schedule. Staff will return to City Council with a project proposal when appropriate.

The following table lists Discretionary Projects proposed to be funded with SRPC or NBSPP Impact fees. (Note: some projects appear on multiple lists in this report because funding is from multiple funds). Staff will document the specific funding allocations in the June 6, 2017 report for the Council Budget Hearing.

SRPC Funded Projects (budgets in thousands of dollars)	2017-18	2018-19	2019-20	2020-21	2021-22
Shoreline Golf Turf Improvements	\$125				
Fire/Police Training and Classroom Facility at Fire Station 5, Design	\$644				
Shorebird Way and Charleston Road Recycled Water Extension and Water System Improvements, Design	\$150	\$850			
Shoreline Boulevard Interim Bus Lane and Utility Improvements, Phase I Construction (NBS portion)	\$10,037				
Rengstorff Ave and Leghorn St Traffic Signal and Geometric Modifications	\$565				
San Antonio and Bayshore Traffic Signal and Geometric Modifications	\$805				
Shoreline Bus Lane Property Acquisition	\$4,260				
Colony Connection to Permanente Creek Trail	\$775				
Lower Stevens Creek Levee Improvements	\$2,940				
South Bay Salt Pond Restoration Project – Mountain View Ponds Components	\$4,975				
Charleston Slough Improvement – Environmental Clearance	\$277				
Stierlin Road Bicycle and Pedestrian Improvements, Construction		\$1,405			
Charleston Road Improvements, Design and Construction		\$2,365		\$14,110	
Upgrades to Irrigation Pump Station, Phase I		\$65			
Amphitheatre Pump Station, Evaluation and Repair		\$1,200			
Fire/Police Training and Classroom Facility at Fire Station 5, Construction			\$2,510		
NB Shoreline Blvd/101 Off-Ramp Realignment and Construction			\$20,500		
Upgrades to Irrigation Pump Station Phase 2			\$533		
Charleston Pump Station, Evaluation and Repair			\$1,000		
Signage Program for Shoreline at Mountain View – Implementation of Shoreline Master Plan			\$100		
Coast Casey Pump Station, Evaluation and Repair				\$500	

SRPC Funded Projects (budgets in thousands of dollars)	2017-18	2018-19	2019-20	2020-21	2021-22
High-Level Ditch, Evaluation and Repair					\$230
Shoreline Blvd at 101 Ped/Bike Overcrossing Construction			\$20,000		

IV. Amendments to Existing Projects

As discussed at the March 28 Study Session, a number of existing projects require additional funding to proceed. The amount of Construction/Conveyance Tax (C/C Tax) and CIP Reserves required for these amendments is \$886,000. The remainder is from other funding sources.

Amendments to Projects Fiscal Year 2017-18

CIP	Project Title	Funding Source	Requested Increase*	New Total Amount*
15-54	Drought Response	Water Fund	\$30	\$477
17-33	Wagner Avenue Reconstruction	C/C Tax	\$426	\$1,070
14-50	Fire Station Alerting System	CIP Reserve	\$165	\$418
16-44	Capital Improvement Program Development	Various	\$75	\$125
15-49	Police Department/ Library CCTV Replacement	CIP Reserve	\$107	\$374
17-42	Stevens Creek Trail Bridge Improvement Feasibility Study	C/C Tax Shoreline Community	\$43 \$44	\$147
16-34	Regional Public Safety Communication System	CIP Reserve	\$120	\$2,500

CIP	Project Title	Funding Source	Requested Increase*	New Total Amount*
15-38	Sailing Lake Access Road	Shoreline Community	\$375	\$600
16-60	Shoreline Boulevard at Highway 101 Bicycle/ Pedestrian Bridge, Preliminary Design	Shoreline Community	\$1,467	\$2,000
17-37	Rengstorff Grade Separation Environmental Clearance	San Antonio Public Benefit	\$2,500	\$3,500

* Budget in thousands of dollars.

V. Community Benefit Funds

The Proposed CIP includes Community Benefit funding from three private development projects, two in the San Antonio Precise Plan (SAPP) area and one in the North Bayshore Precise Plan (NBSPP) area. The following table shows the amount received from each development.

Address	Developer	Community Benefits Received to Date	
		SAPP	NBSPP
377-423 San Antonio Road	MG Phase II	\$4,158,000	
1625 Plymouth	Broadreach		\$10,217,855
400 San Antonio	Prometheus	\$4,565,317	
		\$8,723,317	\$10,217,855
TOTAL		\$18,941,172	

At the time these projects received entitlements, Council expressed a desire to allocate a portion of the funds to capital projects and programs, and some of the funds have been allocated since that time to capital projects.

At the March 28 Study Session, Council identified the following three projects as the highest priority projects for Community Benefit Funds:

1. Rengstorff Grade Separation Environmental Clearance Amendment
2. Library Remodel
3. Mayfield Tunnel Design

Based on the previous allocations and Council direction on March 28, staff proposes the following allocation of funds in the Proposed CIP:

Development	Community Benefit Funds	Current Allocation	Proposed Allocation	Notes
377-423 San Antonio Road – MG Phase II (SAPP)	\$4,158,000	Castro/Moffett Intersection Near-Term Improvements (\$1,000,000)	Castro/Moffett Intersection Near-Term Improvements (\$1,000,000)*	Unchanged
		Homeless Services FY 2017-18 budget (477,000)	Homeless Services FY 2017-18 budget (477,000)	Unchanged
		Mayfield Tunnel (\$750,000)	Mayfield Tunnel (\$750,000)	Unchanged
		Ped Improvements to Caltrain on San Antonio (\$175,000)	SAPP Ped/Bike Improvements (\$575,000)	Combined to One project
		California/Pacchetti Intersection Improvements (\$400,000)		
		Rengstorff Grade Separation Environmental (\$1,000,000)	Amendment to 17-37 (\$356,000) CIP 17-37 New Total (\$1,356,000)	Amendment to CIP 17-37
Total	\$4,158,000		\$4,158,000	All Funds Allocated

Development	Community Benefit Funds	Current Allocation	Proposed Allocation	Notes
400 San Antonio – Prometheus (SAPP)	\$4,565,317	Mayfield Tunnel	Mayfield Tunnel (\$2.45 million)	
			Rengstorff Grade Separation Environmental (\$2.11 million)	Amendment to CIP 17-37
		Future Ped/Bike Project Los Altos School District		
Total	\$4,565,317		\$4,565,317	All funds allocated
1625 Plymouth – Broadreach (NBSPP)	\$10,217,855	None	Library Remodel (\$3.8 million)	
Total	\$10,217,855		\$3,800,000	\$6,417,855 remains unallocated
TOTAL	\$18,941,172			

The proposed allocation aligns with Council’s direction on March 28 and preserves existing allocations. The proposed allocations combine the funds (\$575,000) described in the entitlements for Merlone Geier Phase II regarding bike and pedestrian improvements at two specific locations into one new bike/pedestrian project that can be used anywhere in the San Antonio Precise Plan (SAPP) Area. Public Works staff has not identified easily implementable improvements at these two locations since the entitlement. If the funds are combined as recommended, staff will evaluate options and return to Council with a better defined project scope and options if improvements at other locations within the area provide more immediate benefits.

The proposal leaves approximately \$6.4 million unallocated, and staff recommends preserving these unallocated funds for future capital project needs.

Council Question No. 5: Does Council support the use of Community Benefit funds as described above?

VI. Revenue/Funding Projection Updates

CIP Reserve and Construction/Conveyance Tax

CIP Reserve and C/C Tax funds can be used for any capital project that does not have its own dedicated funding source. Consequently, these CIP funding sources are generally in the greatest demand and most constrained. Projected C/C Tax funding levels have been revised upward since the Council's March 28 Study Session discussion based on the following:

- The Finance and Administrative Services Department (FASD) has updated its C/C Tax collection projections and new estimates total \$30.5 million in the C/C Tax revenue will be available during the next five years.
- Staff carefully reviewed the status of all active capital projects to determine which could be closed at the end of Fiscal Year 2016-17 so that unspent balances can be reprogrammed to other capital projects. Staff estimates that closed projects will return approximately \$400,000 to the C/C Tax Fund.

Lease Revenues

Staff is recommending that a small portion of the increased revenue from leases of City parcels (Google lease revenue at risk) and the one-time revenue from the sublease of the Amphitheatre Parking Lot be used over the term of this five-year plan to fund some of the one-time discretionary projects as indicated below. If Council agrees with this strategy discussed in the Narrative Budget Report, the total additional funding available over the five years is approximately \$9.5 million.

These increases will provide a total of \$40.6 million of funding capacity in the five-year plan. This funding has been programmed into projects as discussed in the Non-Discretionary and Discretionary Projects sections below. The proposed Amendments to Existing Projects discussed above also use a portion of the projected C/C Tax funds.

Non-Discretionary Projects

The list of non-discretionary annual and periodic infrastructure maintenance projects proposed for inclusion in the Five-Year CIP is provided in Attachment 2. These projects preserve the City's significant investment in its infrastructure and facilities and/or are required for regulatory compliance. This list includes the

adjustments and additional new annual projects discussed at the March 28 Study Session:

Non-Discretionary Projects Budgets (in thousands)		2017-18	2018-19	2019-20	2020-21	2021-22
Streetlight Pole Replacements						
	Existing Annual Funding	110	113	115	117	119
	Requested Additional Funding	120	122	124	127	130
	New Funding Total	230	235	239	244	249
Concrete Sidewalk/Curb Repairs						
	Existing Annual Funding	609	622	634	647	660
	Requested Additional Funding	40	41	42	42	43
	New Funding Total	649	663	676	689	703
Water and Recycled Water System Improvements						
	Existing Annual Funding	566	577	588	600	612
	Requested Additional Funding	280	51	52	53	54
	New Funding Total	846	628	640	653	666
Planned and Emergency Facilities Project						
	Requested New Funding	550	561	572	584	595
	New Funding Total	550	561	572	584	595
Annual Regional Public Safety						
	Requested New Funding	150	150	150	150	150
	New Funding Total	150	150	150	150	150
Biennial Median Renovations and Roadway Landscape Renovations	Existing Annual Funding	73		76		79
	Requested Additional Funding	267		0		0
	New Funding Total	340		76		79

The amount of CIP Reserve and C/C Tax required to fund these projects over the five-year plan is \$25,683,000. The rest is from other dedicated funding sources as

discussed above. The funding for these projects is increased in each of the five years by an inflation factor of two percent.

Proposed New Discretionary Projects

Discretionary projects are either new or funding amendments to existing projects that: (1) support Council major goals pertaining to environmental sustainability, transportation, and housing; (2) support essential operational functions; or (3) are desirable and would enhance City operations and facilities. However, they do not meet the prioritization criteria for Non-Discretionary Projects as outlined above. All of these projects require full or partial funding from the C/C Tax or CIP Reserve Funds, or from contributions from other local funding sources.

Projects that Support Essential Operational Function/Grant Matches

As directed by Council at the March 28 Study Session, the following five projects are proposed to be included in the five-year plan as they are safety related or update existing systems. The last project is the required match for the anticipated One Bay Area Grant (OBAG). The table below shows the amount required from C/C Tax for each project and the other funding sources being used for a portion of the proposed projects.

Project	Total	C/C Tax	Other	Description
CPA MainStage Catwalk and Balcony Rail Fall Protection	\$64,000	\$64,000	\$0	Improve handrails and fall protection in overhead work areas at the Center for the Performing Arts MainStage in order to meet OSHA requirements.
Fire Station #4 Fire Training Tower Rehabilitation	\$365,000	\$365,000	\$0	Major repairs are in order to maintain its functionality to provide practical training to Firefighters.
Library Automated Materials Handling System Upgrade	\$106,000	\$106,000	\$0	This proposed project would be a major upgrade to the Library's automated materials handling system provided by MK Solutions, Inc.
Library CENIC Network Implementation	\$145,000	\$121,000	\$24,000 (Grant Funding)	The Library is requesting funds for the Mountain View Library to join CENIC (Corporation for Education Network Initiatives in California) which operates a high-capacity, 3,800-mile fiber optic network.

Project	Total	C/C Tax	Other	Description
MOC Security Upgrades	\$320,000	\$120,000	\$200,000 (Other Funding: Water and Wastewater)	Review MOC security for potential upgrades, including improved perimeter fencing, additional security for the Whisman Reservoir, and enhanced security for the front entrance and administration building.
Middlefield Improvements (Rengstorff to Shoreline) OBAG	\$1,550,000	\$414,000	\$1,136,000(Grant Funding)	OBAG Grant Match
TOTAL	\$2,550,000	\$1,190,000	\$1,360,000	

Other Discretionary Projects Requiring C/C Tax, CIP Reserve, or Lease Revenue Fund

Bicycle/Pedestrian Advisory Committee (B/PAC)

At their March 29 meeting, the B/PAC agreed with City Council’s prioritization of the Rengstorff Grade Separation project as their highest priority and of funding a project to work with neighboring cities on the next reach of the Stevens Creek Trail.

Here is the list of their top four priorities:

1. Rengstorff Avenue Grade Separation
2. Shoreline Boulevard over Central Expressway Ped/Bike Improvements
3. Escuela Avenue (South) Bike/Ped Improvements
4. Mayfield Tunnel Design

The second item is a new project requested by the B/PAC to restudy options for pedestrian and bicycle enhancements on the Shoreline Boulevard/Central Expressway overcrossing instead of funding the construction of the Shoreline Boulevard Pathway.

The existing path does not meet current Americans with Disabilities Act (ADA) standards and provides a grade-separated path through the Shoreline Boulevard/Central Expressway interchange. Staff therefore recommends implementing improvements and has included it in the proposed CIP. The construction of the path does not exclude the possibility of other improvements.

Information Technology Department-requested projects are currently proposed and planned in both Non-Discretionary and Discretionary lists. A memo discussing the Department's capital improvement project funding request is attached (Attachment 3).

Based on funding availability discussed above, the following Discretionary Projects are recommended in the Five-Year CIP.

Proposed Fiscal Year 2017-18 Discretionary Projects

CPA Main Stage Sound System	\$230,000
Streetlight from California/Escuela/Shoreline Study	\$120,000
Colony Connection to Permanente Creek Trail	\$775,000 (1/2 of total)
City Bridges and Culverts, Inspections/Repairs	\$350,000
IT Project: Microwave Backup	\$50,000
IT Project: Business Continuity/Disaster Plan	\$17,000
IT Project: Electrical Rec Mgmt System	\$120,000
IT Project: Application Pool	\$49,000
City Hall Remodel – 4th Floor IT/Fire	<u>\$1,800,000</u>
Subtotal of Proposed Fiscal Year 2017-18	<u>\$3,511,000</u>

Planned Fiscal Year 2018-19 through Fiscal Year 2021-22 Discretionary Projects

Latham Bike Blvd – Phase 1	\$645,000
City Hall Remodel – 2nd Floor	\$600,000
Police/Fire Admin. Bldg. Expansion-Design	\$2,000,000
City Bridges and Culverts, Inspections/Repairs	\$230,000
Police Parking Lot Expansion	\$235,000
Crosswalk Improvements	\$300,000
Calderon Bike Lane – Mercy Street to ECR	\$500,000
PWD Project Management Database	\$245,000
Pedestrian Master Plan Update	\$320,000
City Bridges and Culverts, Inspections/Repairs	\$350,000

Crosswalk Improvements	\$400,000
Shoreline Boulevard Pathway (Villa to Wright)	<u>\$3,200,000</u>
Subtotal	<u>\$9,025,000</u>

Staff requests some direction on the unfunded SecondStage addition project. Depending on funding levels, it may be possible to include the project in the Five-Year CIP if there is Council support to move it forward. While it was not a high priority at the Study Session, staff was not clear if it had majority support.

Unscheduled Projects

Attachment 4 includes a listing of previously proposed projects that are not recommended for funding during the Five-Year CIP planning horizon because of limited funding, staffing resources, and/or the project's lower-priority status compared to other projects. Staff has added additional projects to the list that have been recommended from feasibility studies and Master Plans for future consideration as additional funding or staff capacity becomes available.

Council Question No. 6: Does City Council support this list of proposed Fiscal Year 2017-18 projects and the list of planned projects over the outer four years?

Projects to Close and Remaining Active Projects

Staff carefully reviewed the status of all active capital projects to determine which projects could be closed at the end of Fiscal Year 2016-17 so that unspent balances can be reprogrammed to other capital projects. Attachment 5 lists the projects expected to close at the end of this fiscal year. Staff estimates that, once closed, these projects will return approximately \$3.8 million to various funding sources, including, as mentioned above, approximately \$400,000 to the C/C Tax Fund. There are 214 Active Projects scheduled to remain open as shown in Attachment 6.

RECOMMENDATION

Provide direction on the six questions posed regarding the Proposed Fiscal Year 2017-18 through Fiscal Year 2021-22 CIP so that a final Proposed CIP document can be presented to the City Council for consideration of adoption at its June 6, 2017 meeting.

PUBLIC NOTICING

Agenda posting and copies to all advisory bodies, as well as notification on social media.

ND-JAS-MAF/7/CAM
771-04-27-17SS-E

Attachments: 1. Parks and Recreation Commission Memo
2. Non-Discretionary Project Table
3. Information Technology Memo
4. Unscheduled Projects
5. Projects to Close
6. Active projects

cc: APWD – Hosfeldt, AFASD, PCE – Au, SAA – Ruebusch