

# City of Salinas



## Capital Improvement Program

FY 2008 - 2014



# MEMORANDUM

DATE: May 23, 2008  
TO: Mayor and City Council  
FROM: Dave Mora, City Manager  
SUBJECT: CAPITAL IMPROVEMENT PROGRAM

The Capital Improvement Program (CIP) for the City of Salinas details the capital investments required by the community to maintain and enhance our residents' quality of life. Given the significant costs associated with capital investments, the CIP is a multi-year document. The CIP is updated annually with major revisions occurring every two years. Major revisions to the CIP were made this year for FY 2008-09 through FY 2013-14.

Potential investments of \$364,591,800 are identified for the six (6) year period from July 1, 2008, to June 30, 2014. The required investments range from deferred maintenance needs of existing facilities (e.g. fire station repairs) to the construction of long overdue new and expanded facilities (e.g. a new police facility and the expansion of Chavez Library) necessary to continue providing basic services to the residents of Salinas.

Each of the six (6) years in the CIP lists critical investments. The FY 2008-09 and FY 2009-10 recommendations are balanced to revenues. The CIP projects recommended for consideration and approval by the City Council are funded from a variety of sources, including very modest General Fund investments. Due to the current economic downturn (aka, recession) and the requirement to balance the two-year General Fund Operating Budget, almost \$2,700,000 of capital projects have been reduced or cancelled. A list of those projects is attached.

An additional significant funding source in the CIP is Measure V with the appropriation of funds available because of carryover budget savings (vacant positions) and the receipt of another "installment" of the multi-year Federal Gang Task Force funding request.

## FY 2008-09

The FY 2008-09 CIP details a total investment of \$20,993,400. The General Fund portion of the recommended total is \$1,715,000. The Measure V recommended total is \$1,875,000. The balance of the recommendations (\$17,403,400) is funded by development fees, approved state and federal grants, and City enterprise funds, all of which require those revenues to be used for the specific purposes listed in the recommended CIP. For instance, the \$4,139,500 in recommended TFO (Traffic Fee Ordinance) projects may only be used for TFO projects. TFO fees are paid by developers for specific projects required to mitigate the impacts of development. Similarly, Redevelopment Agency funds may only be used in the Redevelopment areas from which the funds are collected.