

Capital Improvement Program Financial Overview

Overview:

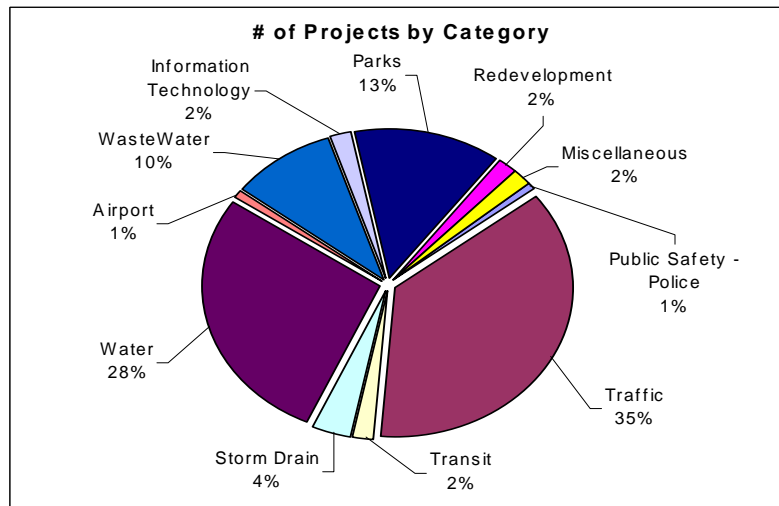
Staff reviewed all active projects and their status. The CIP includes 248 active projects for FY 2007. Of the active projects, 216 are ongoing projects (authorized in previous years), 17 are new projects during the “interim” budget and 32 projects were created in FY2006 after the comprehensive review in October 2005. This is the third year of introducing the primary/secondary projects (defined in the policy section). Of the 265 new and active projects 9 are primary and 83 are secondary projects.

Budget for FY 2007 Projects (\$000's)						
	# of Projects	Funding Approved	Increase/ Decrease of Additional Funding	Total Funding Approved	Life to Date Expended (as of 4/5/2006)	Total Available Funding for FY 2007 ⁽¹⁾
Existing/Active Projects	248	212,841	11,029	223,870	(90,711)	133,159
New Projects Requested	17		12,908	12,908		12,908
Total Active/New Projects for FY2007	265	212,841	23,937	236,778	(90,711)	146,067

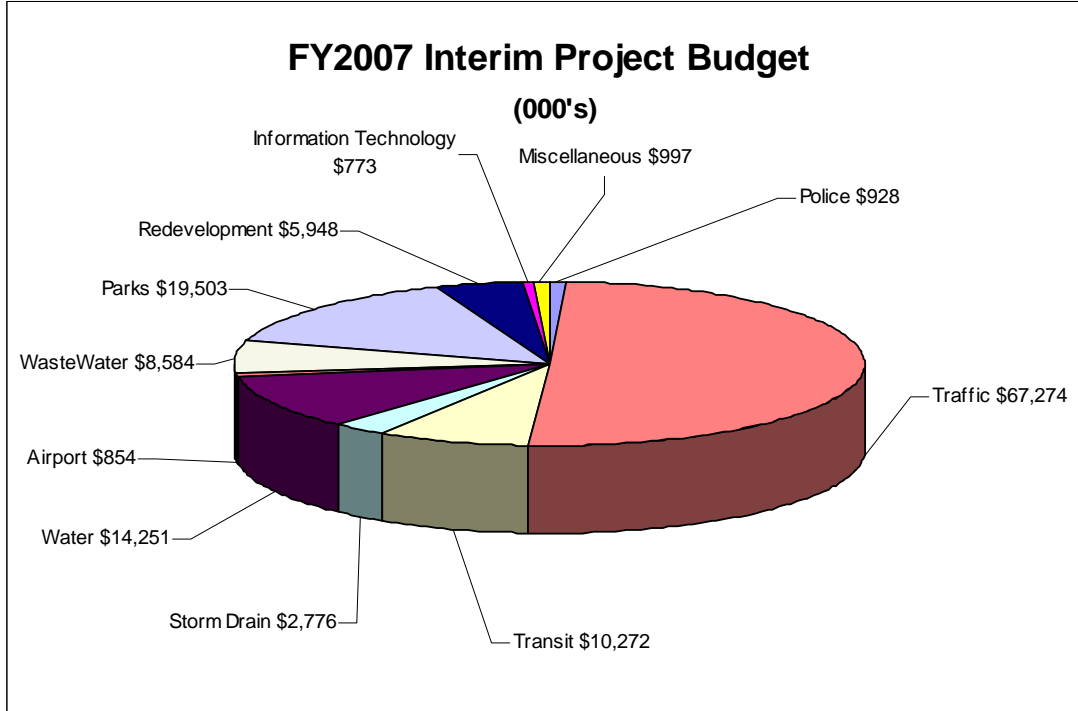
(1) This is a "snapshot" in time and subject to change

Total budget from inception thru FY 2007 for all CIP projects is \$236.8 million dollars. This includes additional funding of \$11.0 million and new project funding of \$12.9 million. Staff is recommending for Council approval, the FY 2006 “**remaining**” budget of \$146.1 million. Please note the remaining budget for existing/active projects (\$122.1 million) is an estimate or “snapshot” in time. This amount was calculated prior to the close of the fiscal year 2006 and subject to change.

Included in the Capital Improvement Program document, under specific project categories, is a list of capital projects The charts below represent existing/active projects and the percentage of number of projects and the budget for each category. The “top 3” categories for each chart are: Traffic Circulation, Water and Parks System.



Capital Improvement Program Financial Overview



Primary Funding Sources for the Top “3” Categories

Traffic Circulation: Gas Tax, Local Transportation Funds, Federal & State Grants, Capital Facilities Fees and Community Facilities Districts

Water: Rate Base, Connection Fees, Bonds supported by rate base and connection fees

Parks Systems: Parks Capital Facility Fees, Gas Tax, Local Transportation Funds, Federal & State Grants & Funding Development Strategy sources

Accomplishments and On-Going Activities for the CIP process

- Projects restructure--Water, Wastewater implemented Primary/Secondary projects. Traffic division is in the beginning phase of the project restructure. These departments had many “like” projects, which were consolidated into Primary projects as a budgetary control device within the CIP. This offers flexibility to reprogram funds between “like” projects, while preserving Council’s budgetary oversight and control. (See Policy Section)
- Revenue review –This process verified award letters from the grantor and identified project-specific revenues for projects when applicable and quantified the capital -funding gap.

Capital Improvement Program Financial Overview

- Expenditure control- Established line item control for projects for early detection of potential overruns and better monitoring of budgets. These controls have been put in place for the Public Works Department.
- Closed projects- Procedures were put in place to close projects through out the year in a timely manner.

We invite comments from the Council and the community regarding any continued improvement to the Capital Improvement Program.

Respectfully,

Capital Improvement Program Team