

1-28-15
Submitted by
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37107

Report Recommendations

No single solution – taking a multipronged approach:

FY 2014-15	FY 2015-16	FY 2016-17 & BEYOND
<ul style="list-style-type: none">✓ Increase General Fund FY 2014-15 Fall BMP allocation to 50% for major maintenance and replacement projects✓ Pursue new revenues for PBOT	<ul style="list-style-type: none">✓ Policy revisions and reestablish General Fund Capital Set-Aside using one-time GF and PSSRP funding✓ Incremental rate increase for internal service funds, including facilities and technology✓ Debt finance fueling system infrastructure replacements✓ Develop ongoing General Fund CAL target adjustment options	<ul style="list-style-type: none">✓ Continue with incremental internal service funds rate increases✓ Consider ongoing General Fund options developed in the prior year✓ Increase capital set-aside allocation using available PSSRP funding



IMPACT STATEMENT

Legislation title: Address the City's infrastructure maintenance and replacement funding gap, amend City Comprehensive Financial Management Policy 2.03, and rescind Resolution 34423

Contact name: Tim Crail

Contact phone: 823-3988

Presenter name: Commissioner Fritz

Purpose of proposed legislation and background information:

In the FY 2014-15 Adopted Budget, Council directed the bureau asset managers to work with the City Budget office to develop options for funding and allocating resources to address recurring major maintenance and replacement needs of infrastructure assets. A report was delivered to Council on October 24, 2014 recommending that at least 50% of excess General Fund beginning balance identified in the fall budget monitoring process, and a portion of the one-time General Fund identified in the five-year forecast, be dedicated to major maintenance and asset replacement projects.

This legislation takes action to implement these recommendations, specifically addressing the funding needs for emergency preparedness, parks and recreation, and transportation. The legislation also rescinds the Transportation Funding Policy adopted in Resolution 34423 which set a funding target for General Fund contributions to the Bureau of Transportation at 28% of Utility License Fee receipts. In addition, it updates Financial Policy 2.03 to state that "at least 50 percent of General Fund discretionary revenue that exceeds budgeted beginning balance (adjusted) shall be allocated to infrastructure maintenance or replacement in the fall budget monitoring process".

Financial and budgetary impacts:

The FY 2015-16 General Fund five-year forecast identifies \$14.4 million in available one-time discretionary resources. Per this legislation, \$7.2 million of these resources would be dedicated to infrastructure maintenance or replacement projects, with specific intent to fund projects related to emergency preparedness, parks and recreation, and transportation. In addition, 50% of excess resources identified in the fall 2015 budget monitoring process would also be dedicated towards these projects.

Rescinding Resolution 34423 would eliminate the requirement for the Bureau of Transportation to request additional General Fund resources up to 28% of the budgeted Utility License Fee receipts.

Community impacts and community involvement:

The proposed legislation will provide better services to the community by way of improved transportation, parks, and emergency preparedness infrastructure.

Budgetary Impact Worksheet

Does this action change appropriations?

- YES: Please complete the information below.
- NO: Skip this section

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount