TO: Honorable Mayor and City Council

FROM: John W. Sibley, City Manager

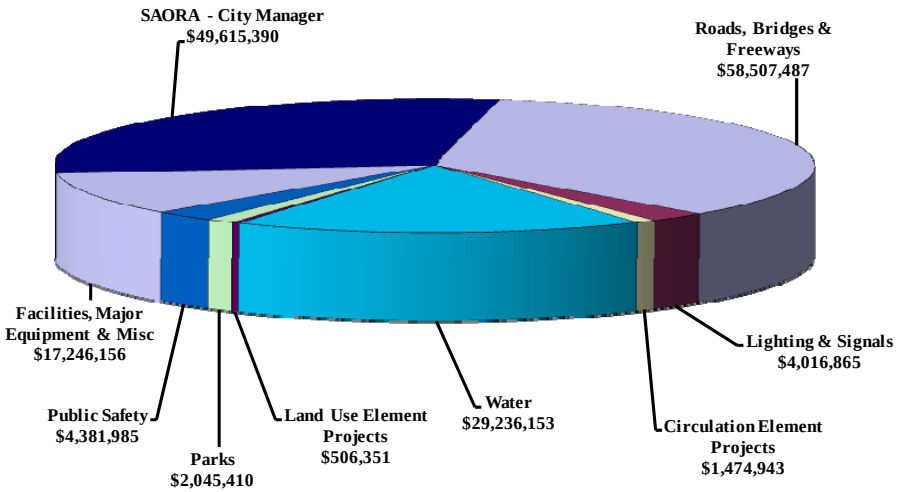
DATE: June 25, 2013

SUBJECT: Seven-Year Capital Improvement Program

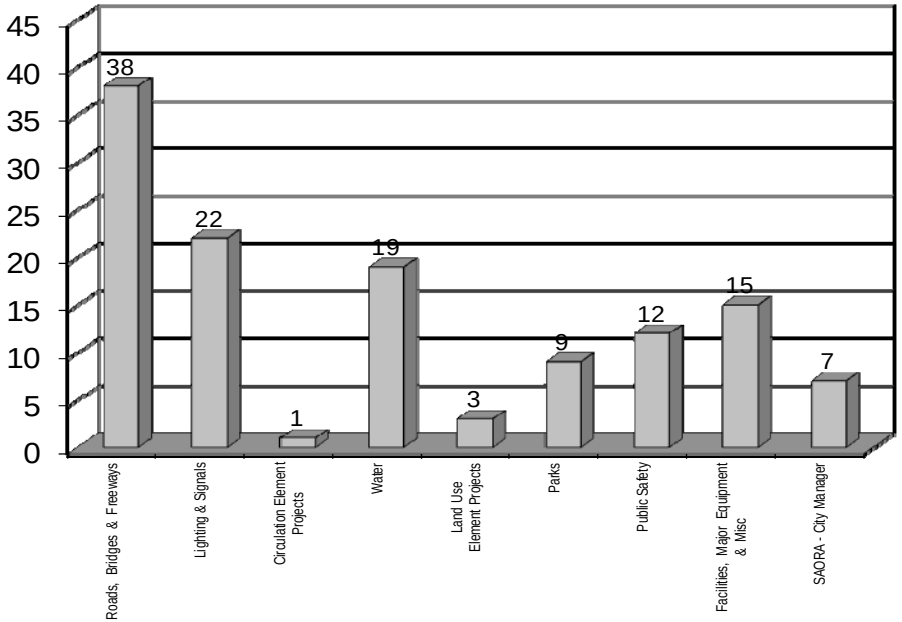
Over the past several years, we have seen an unprecedented level of capital improvement activity in Orange. Many of the key projects were on the drawing board for many years, but came to fruition in the past couple of years. These included the Sports Center at Grijalva Park, South Main Street Widening project, Tustin/Chapman Intersection Widening project, Santiago Creek Trail project and Ambriz Park.

Looking forward, the Seven-Year Capital Improvement Plan ("CIP") identifies 126 projects that are being proposed for the seven-year period. For the upcoming fiscal year, there are 32 new projects budgeted and 94 projects that are a continuation of previously approved projects. With these projects, the City Council is investing about $36 million in capital improvements in the upcoming fiscal year and $167 million over the seven year planning horizon. This is a major investment in the City's infrastructure and represents a significant commitment to our community's future.

Project Category Summary
7- Year Total
$167,030,740



City of Orange 2013-2014
Seven Year Capital Improvement Program
NUMBER OF PROJECTS BY CATEGORY



Road projects account for 38 of the proposed projects over the seven-year period. There are 22 lighting and signal projects, 19 water projects and 9 park projects. Public Safety projects number 12; and projects involving City facilities and equipment account for 15 of the proposed projects included in the CIP. Facility and equipment improvements generally require funding through the General Fund, while most street, lighting and water projects receive funding from outside funding sources or City funding sources restricted to those specific types of projects.

Funding for the CIP comes from 33 different funding sources including Gas Taxes, Measure "M", Traffic Congestion Relief Funds, Development Impact Fees, State and Federal Grants, Redevelopment Bond Proceeds and Community Development Block Grants (CDBG). In addition, a few projects that are funded by RDA bond proceeds are currently under review by the State as part of the wind down of Redevelopment.

The following are highlights of the FY 2013-14 Capital Improvement Program projects:

- Installation of outdoor exercise stations, along the walking path at Grijalva Park;
- Renovation of the picnic shelters at Hart Park with the replacement of the wood lattice structure and electrical outlets;
- Begin the design phase for the replacement of Fire Station No. 2;
- Commitment of $4 million in FY 2013-14 to the Pavement Management Program and an additional $1.8 million for street maintenance and rehabilitation efforts at various locations throughout the City;
- Complete the design of the Metrolink Parking Structure;
- Commitment of $3.5 million in FY 2013-14 funding towards nineteen projects intended to maintain or improve the City's water production and distribution;
- Replace the Mobile Data Computers in both the Police and Fire vehicles as well as install an in-car video system in the Police patrol vehicles; and

- Complete several critical information technology projects including replacement of the City's 25 year old telephone system, updating the City's Microsoft Enterprise License Agreement, and refreshing a portion of the PC's within the City's inventory.

With the dissolution of the Redevelopment Agency, the City is limited to using only bond proceeds for capital improvement projects. Staff continues to work closely with the California State Department of Finance (DOF) on utilizing the remaining bond proceeds for the Metrolink parking structure and fire headquarters.

As mentioned above, only a small portion of CIP projects are funded through the General Fund. These projects are generally to address facility infrastructure upgrades that have no other funding source. These will be funded through the fund balance available in the General Fund Capital Improvement Fund (Fund 500) that has received a total of $4.7 million in transfers as part of the FY 11-12 and FY 12-13 budgets. These projects include municipal parking lot improvements ($20,000), Plaza electrical upgrades ($50,000), City hall fire alarm ($50,000), and a facilities conditions assessment report ($150,000). This study will assist in identifying future city facility needs so that we can better plan and budget such improvements.

City of Orange

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