

2014

PROPOSED BUDGET



Capital Improvements Program



City of San Diego

Capital Improvements Program

The Fiscal Year 2014 Proposed Capital Improvements Program (CIP) Budget is \$171.6 million. This budget allocates existing funds and anticipated revenues to both new and continuing projects in the City's \$6.26 billion multi-year CIP. The allocation of funds is based upon an analysis of available funding sources as well as a review of project needs and priorities. The City's CIP needs often outweigh available resources; therefore the Proposed CIP budget is constrained by the availability of funds. The Fiscal Year 2014 Proposed CIP budget, as summarized in **Table 1** below, is funded by a variety of sources, including water and sewer enterprise funds, TransNet, development impact fees and facilities benefit assessments. Further details on these funding sources and the specific projects included in the Proposed CIP Budget can be found in Volume III of the Fiscal Year 2014 Proposed Budget.



Table 1: Fiscal Year 2014 Proposed CIP Budget

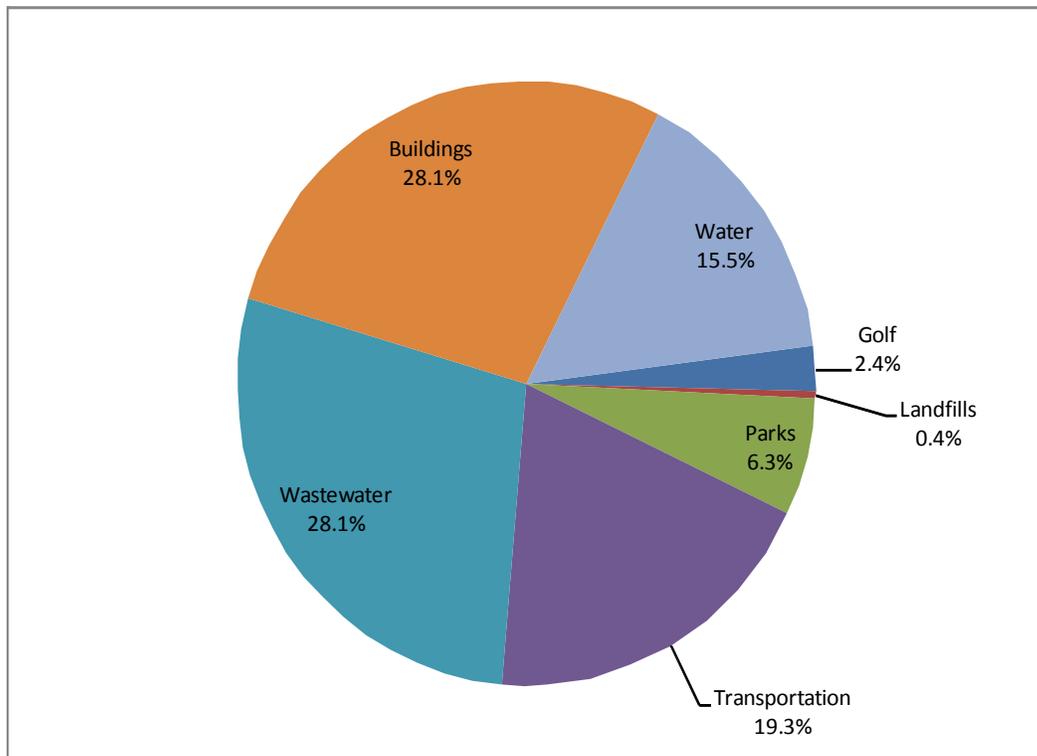
Funding Source	FY 2014 Proposed Budget	Percent of Total CIP Budget
Developer Funding	\$ 952,749	0.6%
Development Impact Fees	7,560,675	4.4%
Environmental Growth Funds	126,885	0.1%
Facilities Benefit Assessments	7,774,824	4.5%
General Fund	400,000	0.2%
Golf Course Enterprise Fund	4,055,000	2.4%
Maintenance Assessment Districts	1,324,919	0.8%
Mission Bay Improvements Fund	3,114,678	1.8%
Park Service District Funds	156,300	0.1%
QUALCOMM Stadium Fund	750,000	0.4%
Refuse Disposal Fund	605,000	0.4%
Regional Park Improvements Fund	2,500,000	1.5%
Sewer Funds	69,889,727	40.7%
TransNet Funds	22,572,244	13.2%
Water Fund	49,836,598	29.0%
Total	\$ 171,619,599	

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An additional \$167.4 million of funding is anticipated to be received during Fiscal Year 2014. This anticipated funding is not included in the Proposed Budget amount of \$171.6 million because the funding sources either require additional City Council approval, such as debt financing and grants, or the funding sources are more tentative and staff will request the City Council approval to appropriate when the funds have been received. Anticipated funding of \$167.4 million includes \$35.0 million of bond proceeds that is expected to be issued in June 2013. The remaining anticipated funding includes a variety of other funding such as donations, grants, developer funding, and Facilities Benefit Assessments, as well as a third deferred capital bond issuance anticipated to be considered by City Council in the near future.

The Fiscal Year 2014 Proposed CIP Budget of \$171.6 million will support various types of projects, as displayed in **Figure 1**, such as water and sewer facilities, buildings, and transportation projects. Because the allocation of resources is primarily driven by the availability of funds, the distribution of the Proposed CIP Budget is concentrated on those project types with dedicated funding sources. The Water and Sewer Funds account for the majority of the Proposed CIP Budget and support water and wastewater project types. In addition, 81 percent of the CIP budget allocation for City buildings is for buildings that are maintained and operated by the Public Utilities Department and are funded by the Water and Sewer Funds. Transportation projects are primarily funded by TransNet, which may also fund transportation components of other project types in the right-of-way. Landfills and golf project types are funded by enterprise funds. Parks, and other building projects, such as police, fire, and library buildings, compete for scarce resources, including development impact fees and the City's General Fund.

Figure 1: Fiscal Year 2014 Proposed CIP Budget by Project Type



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The City's multi-year CIP includes assets which are maintained and operated by a variety of City departments, as shown below in **Table 2**. The largest funding allocation in the Fiscal Year 2014 Proposed CIP Budget is for the Public Utilities Department's projects, receiving \$119.7 million, or 69.7 percent, of the Proposed CIP Budget. The next largest portion is for the Transportation & Storm Water Department's projects, with \$31.8 million, or 18.5 percent, of the Proposed CIP Budget. This distribution of funding for each department's projects is primarily dependent upon the availability of funding for the types of assets maintained by each department, combined with the amount, size and condition of those assets.

Table 2: Multi-Year CIP

Department	Prior Years	FY2014 Proposed	Future Years	Total
Airports	\$ 15,800,349	\$ -	\$ 15,840,140	\$ 31,640,489
Department of Information Technology	2,000,000	-	-	2,000,000
Environmental Services	95,781,622	605,000	2,295,000	98,681,622
Fire-Rescue	42,629,701	200,000	77,498,014	120,327,715
Library	217,326,691	1,135,000	84,407,095	302,868,786
Office of the Chief Operating Officer	1,000,000	-	-	1,000,000
Park & Recreation	165,148,837	16,141,457	203,806,541	385,096,835
Police	3,310,949	-	9,159,636	12,470,585
Public Utilities	1,330,808,352	119,726,325	1,046,976,129	2,497,510,806
Public Works - General Services	76,050,344	1,227,000	138,002,981	215,280,325
QUALCOMM Stadium	1,500,000	750,000	3,750,000	6,000,000
Special Promotional Programs	2,732,728	-	-	2,732,728
Transportation & Storm Water	1,048,631,553	31,834,817	1,499,894,972	2,580,361,343
Grand Total	\$ 3,002,721,125	\$ 171,619,599	\$ 3,081,630,508	\$ 6,255,971,232

The Fiscal Year 2014 Proposed CIP Budget will add \$171.6 million to the City's \$6.26 billion multi-year CIP. City Council previously approved \$3.00 billion towards projects that are continuing from previous fiscal years. An estimated \$3.08 billion of additional funding will be needed in future years to complete the projects currently in the City's CIP and to fund annual ongoing capital expenses, such as road resurfacing and pipe replacements. The City's CIP does not include all of the City's unfunded CIP needs or new projects which may be added in future years.



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