

CITY COUNCIL AGENDA ITEM
CITY OF SHORELINE, WASHINGTON

AGENDA TITLE: Capital Improvement Plan Discussion
DEPARTMENT: Finance
PRESENTED BY: Debbie Tarry, Finance Director

PROBLEM/ISSUE STATEMENT:

On June 14, 2004, staff presented the proposed 2005 – 2010 CIP to the City Council. The following schedule is being followed to facilitate the adoption of the 2005 – 2010 CIP.

- June 14, 2004 Presentation of the Proposed 2005 – 2010 CIP
- June 17, 2004 Planning Commission Public Hearing on the 2005 – 2010 CIP
- June 21, 2004 Council Discussion on the Proposed 2005 – 2010 CIP
- June 28, 2004 Public Hearing on the Proposed 2005 – 2010 CIP
- July 6, 2004 Council Discussion on the Proposed 2005 – 2010 CIP
- July 12, 2004 Council Adoption of 2005 – 2010 CIP

The Planning Commission will hold a public hearing to take public comments on the proposed CIP on June 17, 2004. The adoption of the CIP is a GMA action and should therefore have a public hearing and recommendation from the Planning Commission to Council regarding the document's consistency with the Comprehensive Plan.

Tonight, staff will present the highlights of the CIP for Council review. The City Council will have an opportunity to have additional discussion about the CIP.

FINANCIAL IMPACT:

The Proposed 2005 – 2010 CIP is balanced, as required by the Growth Management Act. The Proposed 2005 – 2010 CIP totals \$130 million, with \$25 million in General Capital projects, \$97 million in Roads Capital projects, and \$9 million in Surface Water Capital projects. Attachment A is a summary of the proposed 2005 – 2010 Capital Improvement Plan.

RECOMMENDATION

This item is for discussion purposes only. Council discussion is desired regarding the Capital Improvement Program including any key questions or issues that Council may wish staff to address as part of the process.

Approved By: City Manager  City Attorney N/A

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INTRODUCTION

On June 14, 2004, staff presented the proposed 2005 – 2010 CIP to the City Council. Tonight, staff will present the highlights of the CIP for Council review. The City Council will have an opportunity to have additional discussion about the CIP.

BACKGROUND

As presented to the City Council on June 14, 2004, the Capital Improvement Plan includes 30 projects for a total cost of \$130,457,418. Basically the projects in the proposed 2005-2010 CIP are the same as those in the 2004-2009 CIP. This is primarily a result of the limited funding that the City has to add any new and/or modified projects. Although this is the case the proposed 2005-2010 CIP includes the following new projects:

- Richmond Beach/Saltwater Park Pedestrian Bridge Replacement (\$1,658,000, 2005-2006). A study will be completed during 2004 that will determine the extent of the repairs needed.

Significant issues or changes from the 2004-2009 CIP include the following:

- City Hall – The 2005-2010 CIP cost estimates have been revised from the 2004-2009 CIP. The construction of City Hall is estimated at \$20 million with the City funding the project with \$10 million in cash and \$10 million through municipal financing.
- Annual Road Maintenance Program – Annual funding for this program was reduced due to the passage of I-776 from \$700,000 to \$500,000 in late 2002. The funding level was restored for 2003 and 2004 by using General Fund surplus. For years 2005 – 2010, the funding level has been returned to the \$500,000 level and adjusted for inflation.
- North City Business District (NCBD)/15th Avenue NE Improvements - The total project cost has increased from \$6.3 million to 7.6 million. The project now includes the cost of utility under-grounding which is estimated to be nearly \$1.3 million. Seattle City Light will reimburse the City for this cost of this improvement.
- Dayton Ave N./N. 175th St Retaining Wall – The total project cost has increased from \$371,000 to \$470,250. Construction costs have increased.
- Transportation Improvements CIP Project Formulation: Funding for this project has increased from the amount in the prior CIP. This project now includes funding for 0.50 FTE Grants Specialist to increase the City's efforts in seeking grants to support transportation projects.
- Curb Ramp, Gutter, & Sidewalk Program - This project was created by combining the former Curb Ramp and Sidewalk repair programs. The funding level remains the same. This new project will allow more flexibility so that the City can better respond to citizen needs.
- Traffic Small Works Program - This project was created to provide flexibility in the development of pedestrian and traffic projects designed to enhance pedestrian and traffic safety. This program will provide the ability to mobilize and address unplanned small projects that could be addressed through small works contracts. Traffic services will be able to make enhancements along major arterials/collectors, minor collectors/neighborhood residential streets, and within school boundaries.

Funding was combined from existing projects including Pedestrian Improvements and the Advanced Transportation Right-of-Way Acquisition projects. An additional \$55,000 has been included annually to enhance the City's ability to respond to community needs.

- Ronald Bog Drainage Improvements - The total project cost has been reduced from \$6.2 million to \$5.2 million. Short-term improvements will be completed in 2004. The City is completing a Surface Water Comprehensive Plan in 2004 which will be utilized to validate the Ronald Bog Preferred Solutions adopted by City Council in 2001. The 2006 and 2007 budget years reflect the construction of additional improvements assuming no conflicts exist between the Surface Water Comprehensive Plan and the Preferred Solution. The Preferred Solution includes: a ballfield/detention facility at Cromwell Park, an open stream channel south of Ronald Bog along Corliss Avenue N, watercourse improvements north of 167th Street along Corliss Place, a stormwater conveyance line along Serpentine Avenue, and improvements to Pump Station #2 (2nd Place and 178th Street).

DISCUSSION

As presented, the CIP is balanced in all three funds. If Council wishes to make any additions to the plan, reductions would be required in other projects or additional funding sources would need to be identified.

RECOMMENDATION

This item is for discussion purposes only. Council discussion is desired regarding the Capital Improvement Program including any key questions or issues that Council may wish staff to address as part of the process.

ATTACHMENTS

Attachment A – Proposed 2005 – 2010 Capital Improvement Summary

**City of Shoreline 2005 - 2010 Capital Improvement Plan
PROGRAM SUMMARY**

EXPENDITURES	Proposed 2005	Proposed 2006	Proposed 2007	Proposed 2008	Proposed 2009	Proposed 2010	Total 2005-2010
Fund							
<i>Project</i>							
General Capital							
<i>Facilities Projects</i>							
City Hall	\$14,121,000	\$5,060,000	\$0	\$0	\$0	\$0	\$19,181,000
City Gateways Plan and Implementation of Gateways	\$103,000	\$0	\$0	\$0	\$0	\$0	\$103,000
<i>Parks Projects</i>							
Richmond Beach Master Plan	\$113,000	\$93,000	\$0	\$0	\$0	\$0	\$206,000
Parks Equipment	\$0	\$0	\$0	\$93,000	\$0	\$0	\$93,000
Spartan Gym Upgrades	\$325,000	\$0	\$0	\$0	\$0	\$0	\$325,000
Neighborhood Parks Repair and Replacement	\$58,000	\$67,000	\$70,000	\$102,000	\$110,000	\$115,000	\$522,000
Ronald Bog Park Master Plan	\$27,000	\$0	\$0	\$0	\$0	\$0	\$27,000
Twin Ponds Park Master Plan	\$0	\$0	\$38,000	\$23,000	\$0	\$0	\$61,000
Saltwater Park Pedestrian Bridge Replacement	\$136,000	\$1,522,000	\$0	\$0	\$0	\$0	\$1,658,000
Cromwell Park	\$97,000	\$185,000	\$185,000	\$0	\$0	\$0	\$467,000
<i>Recreation Facilities Projects</i>							
<i>Open Space Projects</i>							
Hamlin Park Open Space Acquisition	\$0	\$1,500,000	\$0	\$0	\$0	\$0	\$1,500,000
Parks and Open Space Acquisition	\$100,000	\$0	\$0	\$0	\$0	\$0	\$100,000
<i>Non-Project Specific</i>							
General Capital Engineering	\$72,436	\$72,436	\$76,058	\$76,058	\$79,861	\$79,861	\$456,711
General Fund Cost Allocation Charge	\$82,157	\$100,000	\$60,000	\$13,782	\$11,492	\$8,309	\$275,740
General Capital Fund Total	\$15,234,593	\$8,599,436	\$429,058	\$307,840	\$201,353	\$203,170	\$24,975,451
Roads Capital Fund							
<i>Pedestrian / Non-Motorized Projects</i>							
Interurban Trail Pedestrian Crossing	\$3,005,000	\$0	\$0	\$0	\$0	\$0	\$3,005,000
Interurban Trail - North Central Segment	\$2,030,000	\$0	\$0	\$0	\$0	\$0	\$2,030,000
Curb Ramp, Gutter & Sidewalk Program	\$104,000	\$109,000	\$114,000	\$120,000	\$126,000	\$132,000	\$705,000
Traffic Small Works	\$178,000	\$187,000	\$195,000	\$204,000	\$214,000	\$223,000	\$1,201,000
<i>System Preservation Projects</i>							
Annual Road Surface Maintenance Program	\$518,000	\$543,000	\$571,000	\$599,000	\$629,000	\$660,000	\$3,520,000
Richmond Beach Overcrossing 167AOX	\$1,924,000	\$0	\$0	\$0	\$0	\$0	\$1,924,000
<i>Safety / Operations Projects</i>							
Transportation Improvements CIP Project Formulation	\$78,000	\$81,000	\$85,000	\$90,000	\$92,000	\$94,000	\$520,000
Neighborhood Traffic Safety Program	\$161,000	\$167,000	\$174,000	\$180,000	\$186,000	\$193,000	\$1,061,000
Aurora Avenue North 145th - 165th	\$10,221,000	\$6,252,000	\$0	\$0	\$0	\$0	\$16,473,000
Aurora Avenue North 165th-205th	\$1,200,000	\$1,300,000	\$6,000,000	\$16,897,000	\$17,283,000	\$17,283,000	\$59,963,000
NCBD/15th Avenue Improvements	\$3,810,000	\$0	\$0	\$0	\$0	\$0	\$3,810,000
Dayton Avenue North @ North 175th Street Retaining Wall	\$400,000	\$0	\$0	\$0	\$0	\$0	\$400,000
<i>Non-Project Specific</i>							
Roads Capital Engineering	\$147,399	\$154,769	\$162,507	\$170,633	\$179,164	\$188,123	\$1,002,595
General Fund Cost Allocation Overhead Charge	\$186,562	\$186,562	\$186,562	\$186,562	\$186,562	\$186,562	\$1,119,372
Roads Capital Fund Total	\$23,962,961	\$8,980,331	\$7,488,069	\$18,447,195	\$18,895,726	\$18,959,685	\$96,733,967

**City of Shoreline 2005 - 2010 Capital Improvement Plan
PROGRAM SUMMARY**

EXPENDITURES	Proposed	Proposed	Proposed	Proposed	Proposed	Proposed	Total
<u>Fund</u>	2005	2006	2007	2008	2009	2010	2005-2010
<i>Project</i>							
Surface Water Capital							
<i>Conveyance and Treatment Projects</i>							
SWM CIP Project Formulation	\$42,000	\$44,000	\$46,000	\$49,000	\$51,000	\$52,000	\$284,000
Surface Water Small Projects	\$155,000	\$161,000	\$168,000	\$177,000	\$184,000	\$192,000	\$1,037,000
Ronald Bog Drainage Improvements	\$400,000	\$1,400,000	\$1,444,000	\$0	\$0	\$0	\$3,244,000
3rd Avenue NW Drainage Improvements	\$1,500,000	\$500,000	\$0	\$0	\$0	\$0	\$2,000,000
<i>Stream Rehabilitation / Habitat Enhancement</i>							
Stream Rehab / Habitat Enhancement Program	\$51,000	\$53,000	\$56,000	\$58,000	\$61,000	\$65,000	\$344,000
Advanced Stormwater Right-of-Way Acquisition	\$20,000	\$20,000	\$20,000	\$20,000	\$20,000	\$20,000	\$120,000
<i>Non-Project Specific</i>							
Surface Water Capital Engineering	\$152,000	\$160,000	\$168,000	\$176,000	\$185,000	\$194,000	\$1,035,000
General Fund Cost Allocation Overhead Charge	\$114,000	\$114,000	\$114,000	\$114,000	\$114,000	\$114,000	\$684,000
Surface Water Capital Fund Total	\$2,434,000	\$2,452,000	\$2,016,000	\$594,000	\$615,000	\$637,000	\$8,748,000
TOTAL EXPENDITURES	\$41,631,554	\$20,031,767	\$9,933,128	\$19,349,035	\$19,712,079	\$19,799,855	\$130,457,418
RESOURCES							
General Fund Contribution	\$5,253,817	\$1,264,302	\$1,236,491	\$1,236,491	\$1,236,491	\$1,236,491	\$11,464,083
Real Estate Excise Tax - 1st Quarter Percent	\$698,700	\$362,674	\$369,927	\$377,326	\$384,873	\$392,570	\$2,586,070
Real Estate Excise Tax - 2nd Quarter Percent	\$698,700	\$712,674	\$726,927	\$741,466	\$756,295	\$771,421	\$4,407,484
Fuel Tax	\$382,906	\$390,564	\$398,375	\$398,375	\$398,375	\$398,375	\$2,366,970
Surface Water Fees	\$713,973	\$715,209	\$716,515	\$722,808	\$726,922	\$731,187	\$4,326,614
Investment Interest Income	\$354,308	\$439,421	\$420,959	\$424,171	\$336,088	\$287,377	\$2,262,323
Municipal Financing	\$10,600,000	\$0	\$0	\$0	\$0	\$0	\$10,600,000
Public Works Trust Fund Loan	\$0	\$2,296,530	\$394,110	\$0	\$0	\$0	\$2,690,640
Grants	\$17,024,505	\$9,714,679	\$5,734,075	\$13,686,726	\$14,898,813	\$12,683,762	\$73,742,560
Seattle City Light - Undergrounding Reimbursement	\$644,120	\$0	\$0	\$0	\$0	\$0	\$644,120
Private Contributions	\$100,000	\$0	\$0	\$0	\$0	\$0	\$100,000
Use of Accumulated Fund Balance	\$5,160,525	\$4,135,714	\$0	\$1,761,672	\$974,223	\$3,298,672	\$15,330,806
Contribution to Accumulated Fund Balance for Future Projects	\$0	\$0	(\$64,252)	\$0	\$0	\$0	(\$64,252)
TOTAL RESOURCES	\$41,631,554	\$20,031,767	\$9,933,128	\$19,349,035	\$19,712,079	\$19,799,855	\$130,457,418