



CITY OF COMMERCE AGENDA REPORT

TO: Honorable AA Advisory Committee **Item No.** _____

FROM: City Administrator

SUBJECT: Mid-Year Budget Adjustments Amending the Annual Measure AA Capital Budget for Fiscal Year 2017-2018

MEETING DATE: February 27, 2018

RECOMMENDATION:

Approve the proposed adjustments amending the annual Measure AA capital budget for fiscal year 2017-2018.

PURPOSE:

The purpose of this report is to request the Measure AA Advisory Panel approval of mid-year adjustments to the Fiscal Year (FY) 2017-18 approved Capital Budget using FY 2017-18 remaining AA funds that the City Council did not appropriate back on October 3, 2017.

During the first CIP Workshop held on September 12, 2017, staff informed the City Council that the projected funding availability from Measure AA for one-time infrastructure projects/capital items during Fiscal Year 2017-2018 was approximately \$8.662 million. Staff presented thirty (30) recommended CIP projects with a total cost of approximately \$8.795 million (inclusive of an optional item – Dial a Ride 25-Passenger Van). City Council approved thirty (31) projects with a total projected cost of approximately \$8.971 million, adding a Public Safety Enhancement item totaling \$176,000 that wasn't on the original list.

As a result, City Council approved an additional \$376,000 from reserves to fund all 31 recommended projects.

The Measure AA Advisory Panel approved the funding for all 31 recommended projects on October 10, 2017.

DISCUSSION / ANALYSIS:

As a result of the aforementioned actions taken by both bodies, a total of approximately \$8.795 million in CIP projects has been programmed. With said actions, there were no unallocated funds left to be used at a later date. However, an analysis pointed to additional project savings as a viable source to fund the following items that have been identified as additional Fiscal Year 2017-18 CIP Projects:

Brenda Villa Aquatic Center – Emergency Guard Rail Repair - \$22,688

All Parks – Emergency / Urgent Facility Repairs - \$31,069

Bristow Park – Emergency Backflow Repairs - \$6,826

All Facilities – Emergency Plumbing Repairs - \$19,793

City Hall / Brenda Villa Aquatic Center / All Parks – Emergency Electrical Repairs - \$5,835

Senior Center – Vertical and Shutters Replacement - \$12,000

Senior Center – Bingo System Replacement - \$7,000

All Parks – Storage Containers - \$14,000

In summary, staff is recommending that 8 additional items be approved totaling **\$119,211**.

ALTERNATIVES:

1. Approve staff recommendation
2. Provide staff with further direction

FISCAL IMPACT:

If the Measure AA Advisory Panel approves staff's recommendation, the action would amend the FY 2017-18 Measure AA approved Capital budget by **\$119,211**. As mentioned above, the authorized action would reprogram unused project savings to fund said proposed capital projects.

Recommended by: Vilko Domic, Director of Finance/City Treasurer
Respectfully submitted: Edgar Cisneros, City Administrator