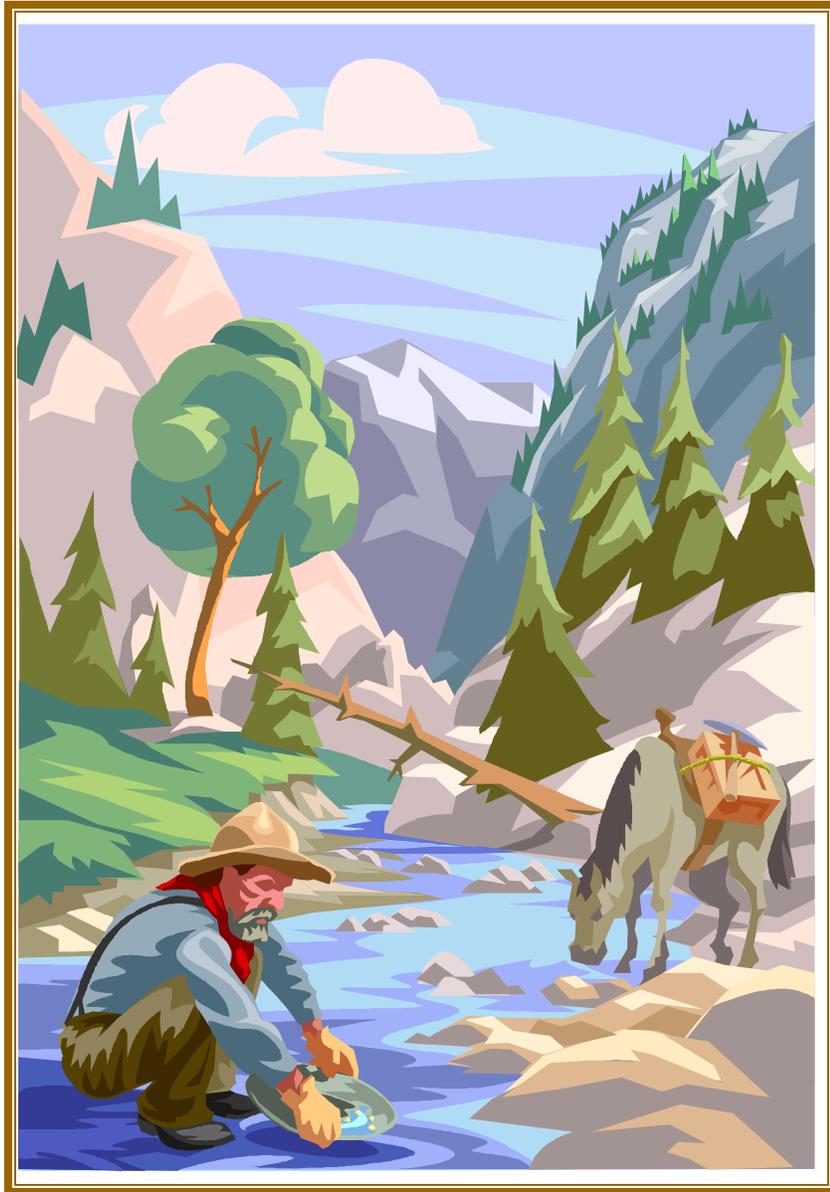


CITY OF PLACERVILLE



PROPOSED CAPITAL IMPROVEMENT PROGRAM BUDGET 2009/2010

CAPITAL IMPROVEMENT PROGRAM POLICY

Each year the City faces the challenge of meeting infrastructure and equipment needs with limited financial resources. The Capital Improvement Program Budget is designed to address the large financial investment that is required to maintain and expand public facilities and infrastructure. Ongoing service delivery can be assured only if adequate consideration is given to capital needs including capital asset replacement. If the City were to fail to maintain its capital assets, facilities and infrastructure will deteriorate until costly, constant maintenance is required, service levels are threatened, and community growth stagnates or even declines.

- In contrast to the Operating Budget, the Capital Improvement Program is a multi-year planning document. With respect to capital projects, it sets our goals for the next five years within what we believe to be realistic revenue projections.
- Capital assets are defined as a new or rehabilitated physical asset that is nonrecurring, has a useful life of more than three to five years, and is expensive to purchase. Capital projects are undertaken to acquire a capital asset. Examples of capital projects include construction of public facilities, major street improvements, and the acquisition of large pieces of equipment.
- Each project, shown within this document, indicates the potential funding sources based upon a number of restrictions that are common to local government revenue sources. As an example, we can build roads with gas tax funds and development impact funds, but not with park development funds.
- The funding strategy for the capital improvement program is to use all available restricted funds before general capital improvement funds. This maintains the City's flexibility to fund priority projects without regard to the source of revenues.
- Because of limited resources, the City's strategy during the last several years has been to contribute any carry-over from the prior year's operating budget to the General Capital Improvements Fund. This is the only true source of unrestricted capital improvement funds within the City. With the backlog of street and building maintenance projects, the City's goal is to some day allocate a percentage of sales tax revenues to be used only for capital improvements. This will assure long-term financial health of the City.

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2009/2010 CAPITAL IMPROVEMENT PROGRAM PROJECTS

Cold Springs Road and Carson Road Overlay (CIP #41001)

DESCRIPTION:

Selective pavement grinding, base failure repair and overlay of Cold Springs Road between Placerville Drive and the City Limits near Woodridge Court. In addition, construction of sidewalk improvements and drainage improvements are needed on the North side of Cold Springs Road between Sleepy Hollow Court and Stone Lane.

Selective pavement grinding, base failure repair and overlay of Carson Road between School Street and the City limits near Stonecrest Road.

COST SUMMARY:

Construction	\$550,000
Engineering	25,000
Construction Administration	
Inspection/Testing	<u>25,000</u>
Subtotal	600,000
Project Management	
Contingency	<u>60,000</u>
Total Estimate	<u>\$660,000</u>

POTENTIAL FUNDING SOURCES:

ARRA RSTP	\$650,000
Proposition IB	10,000

IMPACT ON ANNUAL MAINTENANCE AND OPERATION COSTS:

Overlaying these two roadways will reduce the need for future maintenance expenditures and extend the useful life of these two roadways.

ALTERNATIVES:

Do nothing and forego \$650,000 in ARRA Federal funding.

Point View Drive Extension (CIP #41002)

DESCRIPTION:

Completion of the improvements to Point View Drive at the intersection with Highway 50 and the extension of Point View Drive to connect Smith Flat Road to Jaquier Road to Smith Flat area.

COST SUMMARY:

Construction	\$1,250,000
Engineering	10,000
Right-of-Way Acquisition	50,000
Construction Administration	
Inspection/Testing	<u>60,000</u>
Subtotal	1,370,000
Project Management	
Contingency	<u>130,000</u>
Total Estimate	<u>\$1,500,000</u>

POTENTIAL FUNDING SOURCES:

Development Impact Fund	\$ 750,000
Proposition 1B SLPP	750,000

IMPACT ON ANNUAL MAINTENANCE AND OPERATION COSTS:

This project will complete the connection between Highway 50 and Jaquier Road in the Smith Flat area providing much improved and safer access to the Apple Hill area.

ALTERNATIVES:

1. Wait for a development project to complete these improvements and forego the \$750,000 in SLPP funding.
2. Do nothing.

Annual Street Stripe (CIP #41003)

DESCRIPTION:

This annual program renews the existing striping on approximately one quarter of the City's streets. This program needs to continue on an annual basis due to the traffic safety implications of having the pavement markings fade. The condition of faded striping can lead to various negative consequences for the traveling public and increase liability for the City. For this reason, staff recommends that the Annual Street Striping Program occur regularly and continuously this year and into the future.

COST SUMMARY:

Construction	\$22,000
Construction Administration, Observation & Materials Testing	<u>1,000</u>
Subtotal	<u>23,000</u>
Project Management	<u>2,000</u>
Total Estimate	<u>\$25,000</u>

PROPOSED FUNDING SOURCES:

Proposition IB	\$25,000
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IMPACT ON ANNUAL MAINTENANCE AND OPERATION COSTS:

The Street Striping Program is conducted under contract. For this reason, there is no impact on maintenance and operation costs. The impact of not doing this program correctly and continuously is the increased liability that the City is exposed to by virtue of having faded pavement markings.

ALTERNATIVES:

Staff does not believe that there are any viable alternatives to the program we have presented.

Town Hall Street Frontage Sign Repair (CIP #41004)

DESCRIPTION:

This project will protect the street frontage sign from further damage. Existing sign supports have been compromised due to parallel parking collisions. The structural integrity of the supports has diminished to the point where removal is necessary. The scope of work will focus on the removal of the existing structure and the reattachment of the street frontage sign. Postponement of this project could result in a safety risk to pedestrians.

COST SUMMARY:

Construction	\$4,000
Engineering	
Construction Administration	
Subtotal	<u>4,000</u>
Project Management	
Contingency	<u>800</u>
Total Estimate	<u>\$4,800</u>

POTENTIAL FUNDING SOURCES:

General Liability Fund	\$4,800
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IMPACT ON ANNUAL MAINTENANCE AND OPERATION COSTS:

The improved condition of the frontage sign will reduce the potential for further damage to the building resulting in reduced maintenance and operational costs in the future.

ALTERNATIVES:

Defer the project.

Gold Bug Park Safety Fencing (CIP #41005)

DESCRIPTION:

This project will protect park visitors from the potential risk of falling into an abandoned mine shaft located within Gold Bug Park. The shaft is located within the undeveloped portion of the park enjoyed primarily hikers. Given the increased popularity of the park, the potential for a falling accident has increased in this area. The scope of work will include a five-foot chain link perimeter fence.

COST SUMMARY:

Construction	\$ 2,000
Engineering	
Construction Administration	
Subtotal	<u>2,000</u>
Project Management	
Contingency	<u>400</u>
Total Estimate	<u>\$ 2,400</u>

POTENTIAL FUNDING SOURCES:

General Liability Fund	\$ 2,400
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IMPACT ON ANNUAL MAINTENANCE AND OPERATION COSTS:

This project will not have an impact on annual maintenance and operation costs.

ALTERNATIVES:

Defer the project.