



# AB 5850

## Capital Improvement Program

FY 2020 Year-end  
Progress Report

May 4, 2021

# Agenda

- ❑ Brief Overview
  - ❑ Capital Program
  - ❑ Funding Strategy
- ❑ Progress in FY 2020
- ❑ Questions



# CIP Overview

- ❑ Strategic financial plan to acquire, expand, or rehabilitate public infrastructure.
- ❑ Core component of the biennial budget.
- ❑ Capital budget set for two years, with six-year perspective.
- ❑ Element of CIP is the TIP – reviewed and approved annually.



# Overview – existing vs. new?

## Capital Reinvestment Plan

(CRP)



Preserve existing  
infrastructure.

## Capital Facilities Plan

(CFP)



New capital assets.



# Overview – capital project categories

Project Categories (\$ in millions)	2020 Approved Projects	Completed in 2020	2020 Approved Budget	2020 Actual Expenditures
Parks, Recreation, and Open Space	13	3	\$1.35	\$1.51
Streets, Pedestrian, and Bicycle Facilities	18	11	2.40	1.55
General Government				
Vehicles & Equipment	6	2	0.90	0.73
Buildings Reinvestment	9	1	0.87	0.47
Technology	16	11	0.57	0.52
Sewer Utility	16	4	3.39	0.89
Storm Water Utility	16	11	1.03	0.63
Water Utility	16	4	5.81	1.55
<b>TOTAL</b>	<b>110</b>	<b>47</b>	<b>\$16.32</b>	<b>\$7.86</b>



# CIP Funding Strategy

Supporting Funds	Revenue Sources	Types of Projects
Capital Improvement Fund	REET, grants, contributions, property tax, debt service.	Open space vegetation management, public parks and buildings.
Street Fund	REET, fuel taxes, vehicle license fees, state funds.	Arterial & residential street maintenance, pedestrian and bicycle facilities.
Technology & Equipment Fund	<b>General funds</b> , utility funds, sinking funds.	Management software, security technology, GIS data collection.
Water Fund	Water rates, connection charges, earned interest.	New meters, water system maintenance and enhancements.
Sewer Fund	Sewer rates, connection charges, earned interest.	Pump station improvements, software system enhancements.
Stormwater Fund	Storm water rates, earned interest.	Storm water capture, repair and maintenance of storm water infrastructure.



# I-976 Unconstitutional

- ❑ Restored Mercer Island Transportation Benefit District (est. 2014)
  - ❑ \$20 vehicle license fee supports transportation infrastructure.
  - ❑ Amounts to \$375,000 per year.
- ❑ Restored State's multimodal transportation shared revenues
  - ❑ Supports pedestrian and bicycle facilities infrastructure.
  - ❑ Amounts to \$34,000 per year.



# FY 2020 Progress Summary

- ❑ Approved FY 2020 CIP budget is \$16.3 M.
- ❑ As of year-end, \$7.9 M spent.
- ❑ 110 active projects.
  - ❑ 37 on-going infrastructure maintenance projects.
  - ❑ 47 projects completed.





# Questions

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Prepared by

Matt Mornick, Finance Director

Jason Kintner, Chief of Operations/ Public Works Director

