



CITY COUNCIL AGENDA STATEMENT



December 3, 2019

File ID: 19-0542

TITLE

CONSIDERATION OF AMENDING THE CAPITAL IMPROVEMENT PROGRAM BUDGET FUNDED BY THE MEASURE P SALES TAX; AMENDING THE INFRASTRUCTURE, FACILITIES, AND EQUIPMENT EXPENDITURE PLAN; AND MAKING VARIOUS AMENDMENTS TO THE CIP PROGRAM BUDGETS

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA AMENDING THE FISCAL YEAR 2019/20 CAPITAL IMPROVEMENT PROGRAM BUDGET BY ESTABLISHING NEW CIP PROJECT: "FIRE STATION DOOR REPLACEMENT-CITYWIDE (MEASURE P);" AMENDING THE INFRASTRUCTURE, FACILITIES, AND EQUIPMENT EXPENDITURE PLAN TO INCLUDE SAID PROJECT; AND AMENDING THE FISCAL YEAR 2019/20 CIP PROGRAM BUDGETS TO APPROPRIATE FUNDS THEREFOR (4/5 VOTE REQUIRED)

RECOMMENDED ACTION

Council adopt the resolution.

SUMMARY

On November 8, 2016, Chula Vista voters approved Measure P, authorizing a one-half cent sales tax increase on retail sales within the City for a period of ten (10) years to repair failed or failing assets thorough out the City. Currently sales tax revenues are projected to exceed the revised estimates by approximately \$7.8 million over the 10-year period. Additional allocations of approximately \$12.4 million have been added to the infrastructure categories in the Infrastructure, Facilities and Equipment Plan over the remainder of the 10-year period. Staff requests (1) creating new capital improvement project "Fire Station Door Replacement-Citywide (Measure P)" (GGV0249) and (2) amending the Infrastructure, Facilities, and Equipment Expenditure Plan to include said project, and (3) amending the FY 2020 Capital Improvement Program budgets to add expenditure allocations from fund balance and increased revenue projections for the amended Infrastructure, Facilities and Equipment Expenditure Plan, accelerating the repair of critical assets.

ENVIRONMENTAL REVIEW

The Director of Development Services has reviewed the proposed project for compliance with the California Environmental Quality Act (CEQA) and has determined that the project qualifies for a Categorical Exemption pursuant to State CEQA Guidelines Section 15301 Class 1 (Existing Facilities), Section 15302 Class 2 (Replacement or Reconstruction), Section 15303 class 3 (New Construction or Conversion of Small Structures), Section 15304 Class 4 (Minor Alterations to Land), Section 15332 Class 32 (In-Fill Development Projects), and Section 15061(b)(3), because it can be seen with certainty that there is no

possibility that the activity in question may have a significant effect on the environment. Thus, no further environmental review is required.

BOARD/COMMISSION/COMMITTEE RECOMMENDATION

At the Citizens' Oversight Committee (COC) meeting held on November 20, 2019, City staff presented the amended Infrastructure, Facilities and Equipment Expenditure Plan, which reflected year-to-date allocations and highlighted the new Public Works projects. The updated plan included the estimated additional revenues of \$7.8 million to be collected over the 10-year timeframe of the temporary sales tax and the proposed allocation to infrastructure categories of approximately \$12.4 million. At this time, staff is recommending \$4.7 million of budget amendments in FY 2020. The COC reviewed the amended plan, the proposed allocations, and recommended it be taken to the City Council for approval.

DISCUSSION

The City Council adopted the Infrastructure, Facilities and Equipment Expenditure Plan (Plan) on December 6, 2016, relating to the expenditure of the Measure P Sales Tax. The amended Plan (see Attachments A, B and C) adds CIP project for the Fire Station Door Replacement-Citywide (Measure P).

At this time, staff is requesting appropriations from fund balance and increased FY 2020 appropriated revenues be added to the Plan as summarized in the table below, to projects that were included in the FY 2020 CIP budget or derived from the amended Plan.

ITEM DESCRIPTION	PRIOR MEASURE P ALLOCATIONS	FY2020 REQUESTED ADJUSTMENT	NEW FY2020 ALLOCATION
Fire Station Door Replacement - Citywide (Measure P) (GGV0249)	-	1,500,000	1,500,000
Fire Stations Repair/Replacement (GGV0230)	17,636,685	1,966,113	19,602,798
Recreation and Senior Centers Repairs (GGV0233)	2,000,000	1,151,000	3,151,000
Removal of Dead/Dying Trees CW (CTY0226)	-	100,000	100,000
TOTALS	19,636,685	4,717,113	24,353,798

DECISION-MAKER CONFLICT

Solely Concerns Repair/Replacement/Maintenance of Existing Facilities

Staff has reviewed the property holdings of the City Council members and has found that Mayor Mary Casillas Salas has property holdings within 1,000 feet of the boundaries of the property which is the subject of this action. However, the decision solely concerns repairs, replacement or maintenance of existing streets, water, sewer, storm drainage or similar facilities, and the member's property will not be affected disproportionately to other properties receiving the same services. Consequently, pursuant to California Code of Regulations Title 2, sections 18700 and 18702.2(d)(1)), this item does not present a real property-related conflict of interest under the Political Reform Act (Cal. Gov't Code § 87100, et seq.).

Staff is not independently aware, and has not been informed by any City Council member, of any other fact that may constitute a basis for a decision-maker conflict of interest in this matter.

CURRENT-YEAR FISCAL IMPACT

Approval of the resolution will (1) create new capital improvement project “Fire Station Door Replacement-Citywide (Measure P)” (GGV0249), (2) amend the Infrastructure, Facilities, and Equipment Expenditure Plan to include said projects, and (3) amend the FY 2020 Capital Improvement Program budgets to add funding from fund balance and increased revenue projections to the amended Infrastructure, Facilities and Equipment Expenditure Plan, accelerating the repair and replacement of critical assets.

ONGOING FISCAL IMPACT

The Expenditure Plan anticipates that the one-half cent sales tax increase would generate an additional \$7.8 million for a total of approximately \$194.4 million over the 10-year period. As part of the City’s annual budget process, annual allocations to the Measure P Sales Tax Fund would be brought forward for City Council consideration and action. Prior to City Council consideration of the City’s annual budget, staff will prepare and present to the Citizens’ Oversight Committee for its review a spending plan for Measure P revenues.

ATTACHMENTS

Attachment 1 – Amended Infrastructure, Facilities and Equipment Plan (10-Year Period)

Attachment 2 – 10-Year Allocation Summary

Attachment 3 – Plan Allocation Changes

Staff Contact: David Bilby, Finance Department