



# CITY OF LONG BEACH

# BH-1

DEPARTMENT OF FINANCIAL MANAGEMENT

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September 3, 2019

HONORABLE MAYOR AND CITY COUNCIL  
City of Long Beach  
California

## RECOMMENDATION:

Receive and discuss an overview of the Proposed Fiscal Year 2020 budgets for the following Departments: Technology and Innovation and Civil Service; and,

Receive supporting documentation into the record, conclude the public hearing, and take the actions necessary to adopt the Fiscal Year 2020 budget as listed in Attachment A. (Citywide)

## DISCUSSION

On July 31, 2019, the City Manager's Proposed Budget for Fiscal Year 2020 (FY 20) was delivered by Mayor Garcia to the City Council and community for consideration. Budget meetings were held on December 18, 2018, August 6, August 13, August 20, and September 3, 2019, along with Budget Oversight Committee (BOC) meetings, and community meetings throughout August at which the Proposed FY 20 Budget was discussed. As a result of these meetings, there were 22 scheduled opportunities for public feedback, deliberation, and input. Additionally, input was solicited through the Long Beach Budget Priority Survey to obtain feedback on what the City's priorities should be. The survey was promoted on the City's website, along with OpenLB, which shows the budget visually, through Twitter and Facebook, and at the community meetings.

At the conclusion of the hearing, the City Council will amend the proposed budget as it deems appropriate, and adopt the proposed budget as amended. Since the publication of the Proposed FY 20 Budget, updated estimates of FY 20 revenues and expenses, which primarily address technical corrections, are listed by fund group and department in Attachments B, C, and D. The reasons for the adjustments are discussed at the end of this letter.

There are three Ordinances to be considered for approval in Attachment A. The first amends the Departmental Organization of the City (A-6). The second is the Resolution No. WD-1413 (A-10), which establishes the rates and charges for the water and sewer service. The third Ordinance is the Appropriations Ordinance (A-16), which officially appropriates the funding for the Adopted Budget (approved in A-3) and authorizes expenditures in conformance with the Adopted Budget. For the second and third Ordinances to become effective on October 1, 2019, the City Council must first declare an emergency to exist before adopting each Ordinance (A-9 and A-15).

There are also five Resolutions that provide for approval for the Master Fees and Charges Schedule (A-4), amend the Salary Resolution (A-7), approve the budget for the Harbor Department (A-8), the budget for the Water Department (A-11), and establish the Gann Appropriations Limit (A-14). There are also motions that request approvals for the following: the Mayor's Recommendations (A-1); the BOC Recommendations (A-2); a motion amending the Proposed FY 20 Budget (A-3); the FY 20 One-Year Capital Improvement Program (A-5); the FY 20 Budget for the Long Beach Community Investment Company (A-12); and, the Harbor Revenue Fund Transfer (A-13).

This matter was reviewed by Deputy City Attorney Amy R. Webber on August 15, 2019 and by Budget Manager Grace H. Yoon on August 15, 2019.

### TIMING CONSIDERATIONS

In accordance with the City Charter, the FY 20 budget must be adopted by September 15, 2019. Should the City Council fail to adopt the budget by that date, the City Manager's Proposed FY 20 Budget will be deemed the budget for the 2020 Fiscal Year. The Mayor has five calendar days from City Council adoption of the budget to use his veto authority. The City Council would then have until September 30, 2019, to override veto action by the Mayor with a two-thirds supermajority vote (six Councilmembers).

### FISCAL IMPACT

The City Charter requires that the Appropriations Ordinance govern and control the expenditure and commitment amounts stated therein relating to the City's departments, offices, and agencies during each fiscal year. The total Proposed FY 20 budget for all departments and fund groups is \$3,218,767,141, which comprises of \$2,799,187,891 in new appropriation and \$419,579,250 in estimated carry-over from FY 19 for multi-year grants and projects. Attachments B, C, and D provide the financial overview by Fund Group, by Department, and Citywide revenue by Fund Group, respectively.

The Appropriations Ordinance, included as Attachment A-16, totals \$2,385,050,997 for all fund groups except Harbor, Sewer, and Water, and \$2,389,190,470 for all departments except Harbor and Water. The \$4,139,473 difference between fund groups and departments is due to general City indirect costs budgeted in the Financial Management Department, but charged to the Harbor, Water and Sewer Funds, which are not included in the Appropriations Ordinance by fund groups.

The proposed Harbor, Water and Sewer Fund Group budgets are in separate City Council Resolutions included as Attachment A-8 and A-11, respectively, and total \$833,716,144. The Board of Harbor Commissioners adopted the budget for the Harbor Department by minute order on May 28, 2019. The Board of Water Commissioners adopted the budget for the Water Department by Resolution on June 13, 2019.

User fees and charges in the Master Fees and Charges Schedule, included as Attachment A-4, have been adjusted due to changes in service and other factors, including the City Cost Index (CCI) adjustment unless there are exceptions. For more

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details regarding the CCI adjustment, please see Exhibit D to the Master Fees and Charges Schedule. For details regarding these proposed new fees, deletions and adjustments, please see the List of Proposed Fees Adjustments for FY 20 that has been incorporated as Exhibits B and C to the Master Fees and Charges Resolution.

Other requested City Council actions include:

- Approving the FY 20 One-Year Capital Improvement Program (CIP) budget, included as Attachment A-5, which is contained in the Appropriations Ordinance. The Planning Commission, at its meeting of August 1, 2019, approved the CIP for FY 20 as conforming to the General Plan.
- Amending the Departmental Organization Ordinance, included as Attachment A-6. This amendment incorporates changes to departments, bureaus, and divisions for FY 20. These organizational changes are necessary to implement changes reflected in the Proposed FY 20 budget. A redline version of the changes is also provided.
- Adopting the Salary Resolution, which creates and establishes positions of employment while fixing and prescribing the compensation for officers and employees, is included as Attachment A-7.
- Adopting the FY 20 Long Beach Community Investment Company (LBCIC) budget, included as Attachment A-12. The LBCIC budget is prepared annually for City Council approval and is a subset of the Housing Development Fund. The LBCIC oversees the delivery of housing and neighborhood revitalization services. The LBCIC approved its FY 20 budget on April 17, 2019.
- Adopting a Resolution, included as Attachment A-14, establishing the Gann Appropriations Limit (Limit) for general purpose expenditures. In November 1979, the voters of the State of California (State) approved Proposition 4, also known as the Gann Initiative (Initiative). The Initiative places certain limits on the amount of tax revenue that can be appropriated each fiscal year. The Limit is based on actual appropriations during FY 79 and prevents overspending proceeds of taxes. Only those revenues that are considered as "proceeds of taxes" are subject to the Limit. The Limit is recalculated each fiscal year based on certain inflation and population factors provided by the State. The Proposed Budget includes tax revenue estimates that are at 45.18 percent of the 2019-2020 Appropriations Limit and, therefore, do not exceed the Limit. This calculation is reviewed by the City Auditor for conformance to the law.

After the City Manager delivered the Proposed FY 20 Budget to the Mayor, technical adjustments were made to the budget. These changes are generally not substantive and are shown in Attachments B, C, and D. Changes include the following:

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1. An appropriation increase in the Public Works Department and revenue budget increase in the Citywide Allocations Department, both in the Civic Center Fund Group by \$461,000 to reflect additional operations and maintenance costs and lifecycle costs that were requested as a second amendment to the Plenary Properties Long Beach, LLC, contract and approved by the City Council on July 16, 2019. The \$461,000 increase will be funded through the Civic Center MOU.
2. A revenue budget increase in the Refuse/Recycling Fund Group in the Public Works Department by \$1,500,000, to more accurately align budget with revenue anticipated from rate increases approved by the City Council on February 5, 2019.
3. An addition of an Assistant Chief of Police in the General Fund Group in the Police Department, offset by an elimination of a Police Commander and reduction of the Department's Financial Bureau's overtime budget for a net zero fund impact, to provide additional management and policy oversight of the Department.

The remaining changes were minor, technical adjustments made to various funds and departments to align budget with grants and/or revenues.

SUGGESTED ACTION:

Approve recommendation

Respectfully submitted,



JOHN GROSS  
DIRECTOR OF FINANCIAL MANAGEMENT

JG:GY:RAG:ads:jt  
K:\FM-ADMIN\CITY COUNCIL LETTERS\BUDGET\2018\PROPOSED FY 19 BUDGET FOR HARBOR AND WATER AND ADOPTION OF FY19 BUDGET.DOCX

ATTACHMENTS

APPROVED:



PATRICK H. WEST  
CITY MANAGER

**List of Requested Fiscal Year 2020 Budget Adoption Actions**

1. Adopt the Mayor's proposed budget recommendations, as amended, to the Proposed FY 20 Budget. (A-1)
2. Adopt the Budget Oversight Committee's proposed funding recommendations, as amended, to the Proposed FY 20 Budget. (A-2)
3. Adopt the expenditures and revenues as identified in the Proposed FY 20 Budget Book, as amended. (A-3)
4. Adopt the Resolution amending the Master Fees and Charges Schedule for specified City services for Citywide fees and charges for the City of Long Beach. (A-4)
5. Approve the FY 20 One-Year Capital Improvement Program. (A-5)
6. Declare the Ordinance amending the Departmental Organization Ordinance read the first time and laid over to the next regular meeting of the City Council for final reading. (A-6)
7. Adopt the amended Salary Resolution for FY 20. (A-7)
8. Adopt the Resolution approving the FY 20 budget for the Long Beach Harbor Department as adopted by the Board of Harbor Commissioners on May 28, 2019. (A-8)
9. Declare an emergency to exist. (A-9)
10. Declare the Ordinance approving the Resolution No. WD-1413 establishing the rates and charges for water and sewer service to all customers, as adopted by the Board of Water Commissioners on June 13, 2019, as an Emergency Ordinance, read, and adopted as read and laid over to the next regular meeting of the City Council for final reading. (A-10)
11. Adopt the Resolution approving the FY 20 budget of the Long Beach Water Department as adopted by the Board of Water Commissioners on June 13, 2019. (A-11)
12. Adopt a motion approving the FY 20 budget for the Long Beach Community Investment Company in the amount of \$2,724,263. (A-12)
13. Adopt a motion approving the estimated transfer of \$20,135,600 from the Harbor Revenue Fund to the Tidelands Operations Fund. (A-13)
14. Adopt the Resolution establishing the Gann Appropriations Limit (Limit) for FY 20 pursuant to Article XIII (B) of the California Constitution. (A-14)
15. Declare an emergency to exist. (A-15)
16. Declare the Appropriations Ordinance for FY 20, creating and establishing the fund groups of the Municipal Government and appropriating money to and authorizing expenditures from said funds and for said fiscal year as an Emergency Ordinance, read, and adopted as read and laid over to the next regular meeting of the City Council for final reading. (A-16)

**FISCAL YEAR 2020 APPROPRIATIONS ORDINANCE BY FUND GROUP**  
 (Does not include Harbor, Water and Sewer Fund Groups)

<u>FUND GROUP</u>	<u>FY 20 PROPOSED EXPENDITURES</u>	<u>CHANGES*</u>	<u>FY 19 ESTIMATED CARRYOVER**</u>	<u>FY 20 APPROPRIATIONS</u>
GENERAL FUND	553,699,963	-	-	553,699,963
UPLAND OIL FUND	12,046,161	-	-	12,046,161
GENERAL GRANTS FUND	8,270,350	-	16,340,320	24,610,670
POLICE & FIRE PUBLIC SAFETY OIL PROD ACT FUND	3,154,508	-	-	3,154,508
HEALTH FUND	55,694,692	-	40,672,444	96,367,137
CUPA FUND	2,257,390	-	-	2,257,390
SPECIAL ADVERTISING & PROMOTION FUND	12,522,340	-	-	12,522,340
HOUSING DEVELOPMENT FUND	4,340,782	-	10,260,857	14,601,638
BELMONT SHORE PARKING METER FUND	783,243	-	-	783,243
BUSINESS ASSISTANCE FUND	728,199	-	1,672,760	2,400,958
COMMUNITY DEVELOPMENT GRANTS FUND	21,557,862	-	20,292,446	41,850,308
HOUSING AUTHORITY FUND	93,816,773	-	(845,540)	92,971,233
GASOLINE TAX STREET IMPROVEMENT FUND	10,139,365	-	9,726,672	19,866,037
CAPITAL PROJECTS FUND	124,512,022	-	186,885,916	311,397,938
SUCCESSOR AGENCY OPERATIONS	4,177,861	-	(6,713,207)	(2,535,346)
CIVIC CENTER FUND	20,968,122	461,000	2,730,457	24,159,579
GENERAL SERVICES FUND	58,999,828	-	12,044,736	71,044,563
FLEET SERVICES FUND	45,115,340	-	2,523,598	47,638,937
INSURANCE FUND	49,375,529	-	1,445,419	50,820,948
EMPLOYEE BENEFITS FUND	328,018,493	-	-	328,018,493
TIDELANDS OPERATIONS FUND	92,592,947	-	83,802,331	176,395,278
TIDELANDS AREA FUNDS	25,910,746	-	8,156,469	34,067,215
TIDELANDS OIL REVENUE FUND	88,789,241	-	-	88,789,241
RESERVE FOR SUBSIDENCE	-	-	-	-
DEVELOPMENT SERVICES FUND	27,969,984	-	2,246,095	30,216,079
GAS FUND	133,322,074	-	6,615,311	139,937,385
AIRPORT FUND	50,810,689	-	21,542,589	72,353,277
REFUSE/RECYCLING FUND	51,670,749	-	179,579	51,850,328
SERRF FUND	42,895,016	-	-	42,895,016
SERRF JPA FUND	-	-	-	-
TOWING FUND	6,341,727	-	-	6,341,727
DEBT SERVICE FUND	8,159,695	-	-	8,159,695
SUCCESSOR AGENCY - DEBT SERVICE	26,369,058	-	-	26,369,058
<b>TOTAL</b>	<b>1,965,010,747</b>	<b>461,000</b>	<b>419,579,250</b>	<b>2,385,050,997</b>

\*Please refer to the Fiscal Impact section of the City Council Letter for a description of notable changes.

\*\*Carryover of unexpended appropriations for multi-year grants and CIP fund groups.

**FISCAL YEAR 2020 APPROPRIATIONS ORDINANCE BY DEPARTMENT  
(Does not include Harbor and Water Departments)**

<u>DEPARTMENT</u>	<u>FY 20 PROPOSED EXPENDITURES</u>	<u>CHANGES*</u>	<u>FY 19 ESTIMATED CARRYOVER**</u>	<u>FY 20 APPROPRIATIONS</u>
MAYOR AND COUNCIL	5,813,629	-	-	5,813,629
CITY ATTORNEY	11,783,573	-	-	11,783,573
CITY AUDITOR	3,298,864	-	-	3,298,864
CITY CLERK	3,894,851	-	-	3,894,851
CITY MANAGER	16,573,968	-	1,967,164	18,541,132
CITY PROSECUTOR	6,104,872	-	667,961	6,772,833
CIVIL SERVICE	3,094,635	-	-	3,094,635
AIRPORT	50,082,631	-	21,542,589	71,625,220
DISASTER PREPAREDNESS & EMERGENCY COMMUNICATIONS	12,739,724	-	2,250,258	14,989,982
DEVELOPMENT SERVICES	76,017,157	-	14,321,801	90,338,958
ECONOMIC DEVELOPMENT	22,809,791	-	13,150,722	35,960,513
FINANCIAL MANAGEMENT***	588,363,104	-	3,300,469	591,663,573
FIRE	130,790,192	-	1,934,360	132,724,551
HEALTH AND HUMAN SERVICES	152,679,513	-	40,092,252	192,771,764
HUMAN RESOURCES	12,301,295	-	-	12,301,295
LIBRARY SERVICES	15,125,558	-	1,922,708	17,048,266
ENERGY RESOURCES	233,785,093	-	6,615,311	240,400,404
PARKS, RECREATION AND MARINE	60,028,321	-	14,934,475	74,962,796
POLICE	264,582,442	-	6,599,307	271,181,749
PUBLIC WORKS	242,114,403	461,000	277,942,994	520,518,397
TECHNOLOGY & INNOVATION	57,166,605	-	12,336,881	69,503,486
<b>TOTAL</b>	<b>1,969,150,220</b>	<b>461,000</b>	<b>419,579,250</b>	<b>2,389,190,470</b>

\*Please refer to the Fiscal Impact section of the City Council Letter for a description of notable changes.

\*\*Carryover of unexpended appropriations for multi-year grants and CIP fund groups.

\*\*\*Department of Financial Management includes internal service charges that are contained in the resolutions of the Harbor, Water, and Sewer fund groups for accounting, budgeting and treasury functions, and other citywide activities such as debt service.

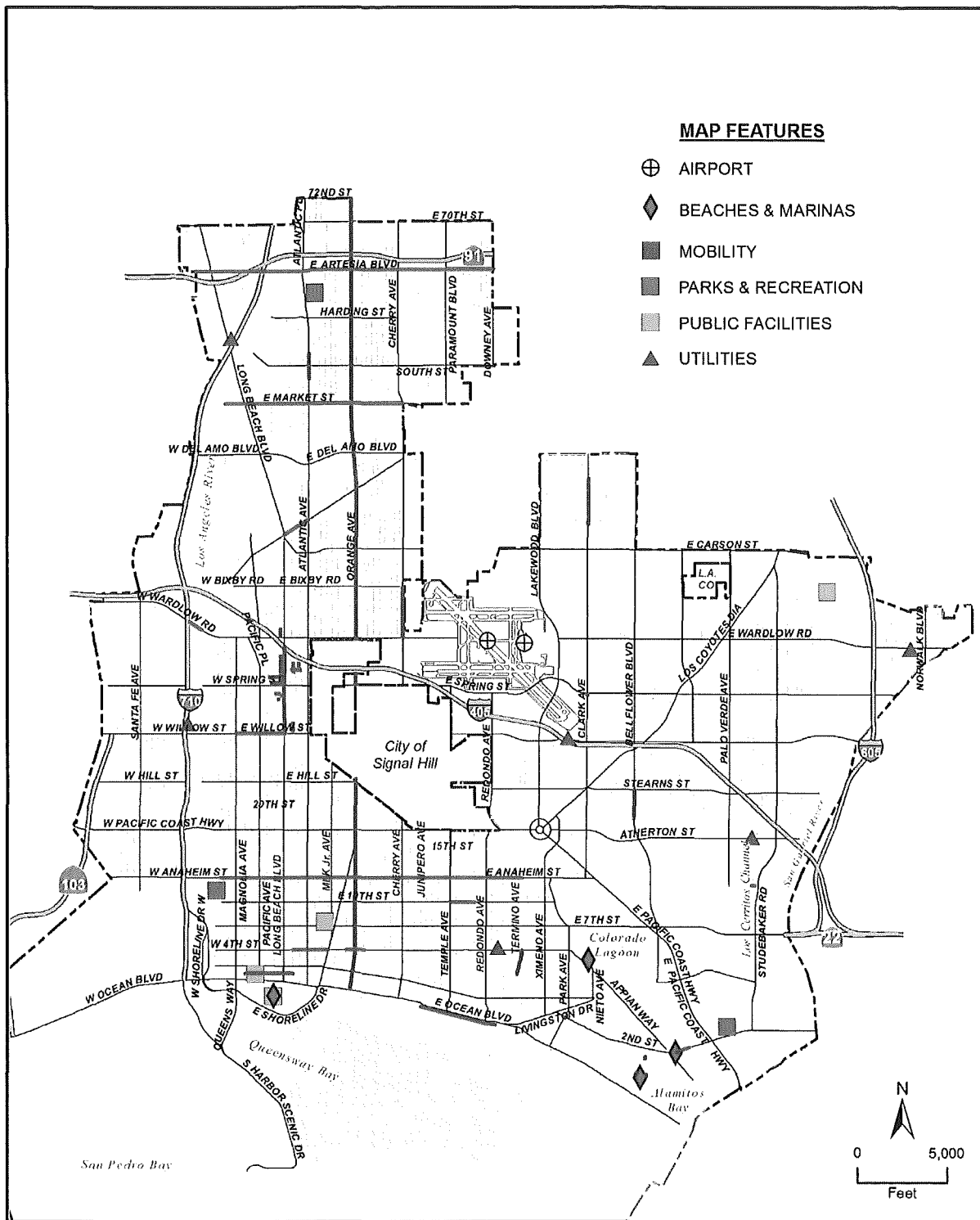
**FISCAL YEAR 2020 REVENUES BY FUND GROUP**  
(Does not include Harbor, Water and Sewer Fund Groups)

<u>FUND GROUP</u>	<u>FY 20 PROPOSED REVENUES</u>	<u>CHANGES*</u>	<u>FY 20 PROPOSED BUDGETED REVENUES</u>
GENERAL FUND	551,569,449	-	551,569,449
UPLAND OIL FUND	12,239,561	-	12,239,561
GENERAL GRANTS FUND	8,270,350	-	8,270,350
POLICE & FIRE PUBLIC SAFETY OIL PROD ACT FUND	3,154,508	-	3,154,508
HEALTH FUND	55,818,966	-	55,818,966
SPECIAL ADVERTISING & PROMOTION FUND	11,822,139	-	11,822,139
HOUSING DEVELOPMENT FUND	4,199,212	-	4,199,212
BELMONT SHORE PARKING METER FUND	783,243	-	783,243
BUSINESS ASSISTANCE FUND	728,199	-	728,199
COMMUNITY DEVELOPMENT GRANTS FUND	20,868,489	-	20,868,489
GASOLINE TAX STREET IMPROVEMENT FUND	12,406,345	-	12,406,345
CAPITAL PROJECTS FUND	124,400,477	-	124,400,477
CIVIC CENTER FUND	20,820,180	461,000	21,281,180
GENERAL SERVICES FUND	55,356,557	-	55,356,557
FLEET SERVICES FUND	46,139,112	-	46,139,112
INSURANCE FUND	49,527,973	-	49,527,973
EMPLOYEE BENEFITS FUND	328,470,018	-	328,470,018
TIDELANDS OPERATIONS FUND	92,156,849	-	92,156,849
TIDELANDS AREA FUNDS	24,882,139	-	24,882,139
TIDELANDS OIL REVENUE FUND	89,209,421	-	89,209,421
RESERVE FOR SUBSIDENCE	1,480,000	-	1,480,000
DEVELOPMENT SERVICES FUND	26,263,271	-	26,263,271
GAS FUND	126,257,629	-	126,257,629
GAS PREPAY FUND	5,898,597	-	5,898,597
AIRPORT FUND	55,650,394	-	55,650,394
REFUSE/RECYCLING FUND	48,484,236	1,500,000	49,984,236
SERRF FUND	35,950,000	-	35,950,000
SERRF JPA FUND	-	-	-
TOWING FUND	6,210,000	-	6,210,000
HOUSING AUTHORITY FUND	92,215,718	-	92,215,718
SUCCESSOR AGENCY OPERATIONS	4,219,567	-	4,219,567
CUPA FUND	1,840,440	-	1,840,440
DEBT SERVICE FUND	6,900,861	-	6,900,861
SUCCESSOR AGENCY DEBT SERVICE	30,162,041	-	30,162,041
<b>TOTAL</b>	<b>1,954,355,940</b>	<b>1,961,000</b>	<b>1,956,316,940</b>

\*Please refer to the Fiscal Impact section of the City Council Letter for a description of notable changes.



**Capital Program Overview**



Note: Residential street improvements do not appear on map.

# FY 20 Capital Improvement Program (CIP)

## BACKGROUND

The purpose of the CIP is to provide a comprehensive program to the City Council and the residents of Long Beach to plan, design, construct, maintain, and repair City facilities and infrastructure over the next three fiscal years. The size, age and diverse infrastructure of the City requires significant consideration to determine the best investments to make now, to realize the most cost-effective returns in the future. The CIP also serves as a financial tool, which identifies funds for the wide variety of mid and longer-term capital projects, as well as a planning tool to ensure capital projects are consistent with the City's General plan.

## BUDGET PROCESS

The Public Works Department was responsible for developing the Fiscal Year 2020 (FY 20) CIP. Public Works, in conjunction with other Departments, reviewed the City's capital needs and prioritized project submittals based on established criteria:

- The ability of the project to meet health, safety and legal concerns and mandates;
- The value of the project to prolong the life of City assets or avoid/minimize future repair costs;
- The benefit the project will provide the community in support of the goals articulated in the Strategic Plan;
- The potential for the project to generate savings or increase productivity; and
- The extent to which the project will secure future funds through program planning or grant eligibility

The CIP identifies and provides for infrastructure expenditures. The strategic capital investment in the City's infrastructure includes major enhancements and repairs to the Airport, parks, marinas and beaches, buildings, streets, traffic signals, storm drains, sidewalks, bus stops, bridges, water and sewer facilities, the Harbor, and upgrades to the Americans with Disabilities Act (ADA).

## BUDGET HIGHLIGHTS

The economic vitality and quality of life in the community is enhanced through CIP projects. Capital improvements require a major initial investment, a significant and continuing financial commitment for maintenance and, eventually, replacement. The following pages provide a summary of each section with a dollar amount that represents proposed new funding for FY 20:

- Airport
- Beaches and Marinas
- Mobility
- Parks and Recreation
- Public Facilities
- Utilities
- Harbor

## FY 20 Capital Improvement Program (CIP)

### ALLOCATION PLAN

	<b>FY 20 Proposed</b>
<b>Sources: <sup>1</sup></b>	
Airport Fund	\$4,000,000
Gas Fund	\$8,050,000
Gasoline Tax Street Improvement Fund	\$11,365,093
General Capital Projects Fund	\$14,212,615
Measure A	\$19,541,896
Tidelands Operations Fund <sup>2</sup>	\$2,600,000
Transportation Fund	\$27,398,433
Water Utility	\$25,517,700
Sewer	<u>\$5,197,600</u>
<b>Subtotal</b>	<b>\$117,883,337</b>
 Harbor	 \$393,475,000
 <b>Grand Total</b>	 <b>\$511,358,337</b>
 <b>Uses:</b>	
Airport	\$4,000,000
Beaches and Marinas	\$2,050,000
Mobility	\$54,827,456
Parks and Recreation	\$2,041,896
Public Facilities	\$11,187,185
Utilities	<u>\$43,776,800</u>
<b>Subtotal</b>	<b>\$117,883,337</b>
 Harbor	 \$393,475,000
 <b>Grand Total</b>	 <b>\$511,358,337</b>

<sup>1</sup> Each fund receives revenue from various sources such as bonds, fees and grants. Funding sources for the Capital Projects Fund may include, but are not limited to: County Park Bonds, County Grants, Developer Fees, Federal Grants, General Fund, Lease Revenue Bonds, Park Impact Fees, State Grants, Traffic Impact Fees and Uplands Oil Capital Fund.

<sup>2</sup> Projects subject to State Lands Commission approval.

## FY 20 Capital Improvement Program (CIP)

### Airport

Long Beach Airport (LGB) serves over 3.7 million passengers each year and offers a variety of services to air carriers, commercial and general aviation users, as well as the traveling public. Funding for Airport Capital Improvement Projects is derived from several sources including: Federal Aviation Administration (FAA), Airport Improvement Program grants (AIP), Passenger Facility Charges (PFC), Customer Facility Charges (CFC), Airport fees, and operating revenues. The focus of the Airport Capital Improvement Program is to continue improving the safety, security, and operations of the Airport to meet the mandates of the FAA and Transportation Security Administration (TSA).

In FY 19, the Airport installed a new Heating, Ventilation, Air Conditioning (HVAC) system in the historic terminal building that includes state-of-the-art electronic controls for optimized energy savings. The Airport also began installing additional new electrical chargers for fully-electric ground service equipment used by airlines to service their aircraft. These improvements are part of a bigger effort to lead the nation in being a green Airport.

Construction of an Airport Operations Area (AOA) wall was also completed in FY 19. The new AOA wall enhances the scenery for incoming traffic. The Airport also installed a new monument sign at the roadway entrance to the Airport. The sign is a tribute to the aviation manufacturing history of the Airport as well as providing a modern, unique, and airport branded element to welcome travelers and visitors.

<b>Project Title</b>	<b>FY 20 Proposed</b>
Airport Terminal Area Improvements	\$2,000,000
Airport Pavement Rehabilitation	<u>\$2,000,000</u>
<b>Total Airport Projects</b>	<b>\$4,000,000</b>

### Beaches and Marinas

Two assets that help make Long Beach unique are its beaches and marinas. These City-operated and maintained assets provide recreational enjoyment to both residents and visitors. In FY 19, the City completed the Bayshore Lifeguard Station, water quality improvements at the beach maintenance yard, and obtained approval for the Colorado Lagoon mitigation bank from Federal and State regulatory agencies. Multiple lighting and LED conversion projects for increased safety and reduced energy costs were implemented including the Marina Green parking lot, the pathway along Shoreline Marina and Rainbow Harbor. Also completed in FY19 were the expansion of the Bayshore Water Playground and repairs to the Leeway parking lot. Construction of the Alamitos Beach Concession started in FY 19 and is anticipated to be completed by the end of FY 20. Continued improvements will reduce long-term maintenance costs and enhance accessibility.

Most Tidelands Capital Improvement Projects are subject to State Lands Commission approval prior to implementation.

## FY 20 Capital Improvement Program (CIP)

<b>Project Title</b>	<b>FY 20 Proposed</b>
Seawall Maintenance and Repairs	\$500,000
Beach Playgrounds	\$550,000
Alamitos Bay Area Improvements	\$200,000
Tidelands Critical Facility Repairs	<u>\$800,000</u>
<b>Total Marinas and Beaches Projects</b>	<b>\$2,050,000</b>

### **Mobility**

The Mobility section contains programs designed to meet the increased needs for mobility resulting from economic growth, utilizing a combination of different funding sources. These funds include City of Long Beach Measure A, Proposition A and C, Gas Tax Street Improvement Capital, Transportation Improvement Fees, Los Angeles County Measure M and R, State Road Maintenance and Rehabilitation Act, Federal, State, and County grants.

Mobility improvements include street repair, street and intersection improvements, traffic signal system expansion and upgrades, transit improvements, replacement parking and traffic lane striping, neighborhood traffic management, bike lanes, and deploying new micro mobility devices. This section also includes programs that evaluate traffic congestion throughout the City and respond with projects to relieve congestion or enhance traffic safety. When designing arterial and local streets, each location is addressed using the complete streets design framework. This means that conditions for people who walk, bicycle and take transit are considered when designing a roadway.

The program delivers improvements including reconstructing and resurfacing of major, secondary, and residential streets; upgrading accessibility of curb ramps to comply with current American Disabilities Act (ADA) regulations; installing bicycle facilities; replacement of street signs; repairing neighborhood sidewalks, curbs, and gutters; and rehabilitating bridges to repair deficiencies identified by the annual bridge inspection report. The Public Works Department continues to update the Pavement Management System biannually and uses the information to prioritize the streets in need of resurfacing or reconstruction.

There are several factors that are taken into consideration when the City evaluates the selection of streets, such as surface conditions, utility work (pipeline construction), future developments in the area, and potential conflicts with other projects. The goal and objective is to rehabilitate a roadway when it is in "good" condition versus delaying repairs to a state in which the street is in a "poor" condition, significantly increasing the costs of repairs.

<b>Project Title</b>	<b>FY 20 Proposed</b>
Prop A Transit Related Improvements	\$1,000,000
Citywide LED Lighting	\$139,500
Major/Secondary Highway Program	\$15,996,033

## FY 20 Capital Improvement Program (CIP)

<b>Project Title (continued)</b>	<b>FY 20 Proposed</b>
Bridge Rehabilitation and Seismic Retrofit Program	\$1,000,000
Residential Street Repair	\$18,948,093
Alleys	\$1,100,000
ADA Response Program	\$500,000
Sidewalk/Curb Ramps	\$7,000,000
Citywide Sink Hole Repairs	\$600,000
Project Administration	\$1,785,000
Sustainable Transportation	\$2,321,000
Citywide Striping and Signage Program	\$1,075,430
Neighborhood Traffic Mitigation	\$82,000
Traffic and Pedestrian Signals	\$1,800,000
Major Corridor Enhancement Program	\$1,480,400
<b>Total Mobility Projects</b>	<b>\$54,827,456</b>

### **Parks and Recreation**

Long Beach has 170 parks and over 3,000 acres of open space. On-going improvements continue to be made to the City's award-winning park system.

Parks contribute to the economic vitality of Long Beach, as proximity to Long Beach parks increases property value, thereby increasing property tax revenue. Long Beach Parks host festivals, concerts and athletic events that draw visitors, bringing tourism revenue to local restaurants, hotels, and stores, boosting the local economy.

Many of Long Beach's parks and open spaces face aging infrastructure, and there is a constant and significant effort to rehabilitate existing park assets and irrigation. Deferred critical repairs have resulted in necessary capital projects to rehabilitate various park sites. In FY 19, the third year of Measure A funding, the following projects were completed: Gumbiner Park Development, Bixby Park Community Center and Park Improvements, Silverado and Heartwell Parks Irrigation and Field Improvements, Fitness Loop at Ramona Park, Harvey Milk Park Improvements, and playground improvements at MLK and Peace Parks.

<b>Project Title</b>	<b>FY 20 Proposed</b>
Park Acquisition and Development	<u>\$2,041,896</u>
<b>Total Parks and Recreation Projects</b>	<b>\$2,041,896</b>

## FY 20 Capital Improvement Program (CIP)

### Public Facilities

The City of Long Beach owns over 350 facilities throughout the City that continue to provide residents with public services, recreational opportunities, places to learn, and public safety. These facilities include but are not limited to the following: City Hall, Health Facilities, Fire Stations, Police Stations and Libraries.

The City continues to evaluate its public facilities to determine their overall condition. In FY 19, the new Civic Center and Port Headquarters will be completed, as well as, the Stearns Park Community Center Facility and Structural Repairs Project, Drake/Chavez Public Restroom, 4<sup>th</sup> Street Senior Center Improvements, Multi-Service Center Improvements, Bayshore Lifeguard Station Rebuild, energy efficiency projects at the Public Safety building and Convention Center, and the new Houghton Park Community Center Expansion.

The Public Works Department continues the Citywide Facility Condition Assessment (FCA) which began in FY 18. To date, 17 facilities have been assessed with an estimated additional 25 will be completed in FY 19 bringing the total number of facilities assessed to 42. It is estimated that the FCA will be completed by 2020.

<b>Project Title</b>	<b>FY 20 Proposed</b>
Convention Center Complex Improvements	\$500,000
General City Building Refurbishment	\$6,937,185
Energy Efficiency Improvements	\$1,000,000
New Civic Center	<u>\$2,750,000</u>
<b>Total Public Facilities</b>	<b>\$11,187,185</b>

### Utilities

The Utilities section is comprised of three services provided to Long Beach residents. These services are provided by the Long Beach Energy Resources Department, Long Beach Water Department and the Public Works Department Stormwater/Environmental Compliance Division. In addition, these Departments work closely to coordinate water, gas, and street improvement projects in the right-of-way, adhering to the City's "Dig Once" policy, preventing any newly paved or slurried street from being torn up.

### Long Beach Energy Resources Department

Long Beach Energy Resources Department (LBER) oversees approximately 1,900 miles of natural gas pipelines. A LBER key objective is the safe delivery of natural gas to its 155,000 businesses and households. All operations are conducted in strict compliance with U.S. Department of Transportation's (DOT) pipeline safety regulations, CFR 49 part 190-199. LBER is engaged in a long-term pipeline infrastructure replacement program focusing on pipelines identified in its Distribution Integrity Management Plan (DIMP). In the past five years, over 32

## FY 20 Capital Improvement Program (CIP)

miles of distribution pipeline and approximately 4,200 service pipelines have been replaced, improving system integrity.

As part of LBER's commitment to provide affordable and safe natural gas, LBER has taken a system-wide approach in reviewing the backbone of the gas distribution system for potential upgrades to increase reliability of gas delivery. LBER is also in the process of establishing a consistent pressure standard throughout the system to ensure their long-term ability to meet customer demand and LBER has installed or replaced nine district regulator stations in the past five years. The integrated approach to pressure-consistency, and replacement of aging infrastructure will improve reliability and allow for more efficient operations.

<b>Project Title</b>	<b>FY 20 Proposed</b>
Facility Work	\$500,000
Gas Control/Cathodic Protection	\$250,000
Gas Meters Replacement	\$25,000
Main Pipeline Replacement	\$5,500,000
Service Pipeline Replacement	<u>\$1,775,000</u>
<b>Total LBER</b>	<b>\$8,050,000</b>

### **Stormwater / Environmental Compliance**

The Stormwater / Environmental Compliance Division is responsible for maintaining the City's 300 miles of storm drain pipeline, pump stations and monitoring stormwater quality within Long Beach. Water quality compliance is handled through the City's National Pollutant Discharge Elimination System (NPDES) permit. In 2016, an assessment of the City's 23 pump stations was completed and identified over \$35 million in necessary repairs and upgrades.

<b>Project Title</b>	<b>FY 20 Proposed</b>
Storm Drain Pump Station Repair and Certification	\$1,511,500
Storm Drain System and Water Quality Improvements	<u>\$3,500,000</u>
<b>Total Stormwater</b>	<b>\$5,011,500</b>

### **Long Beach Water Department**

Planned capital improvements to the City's water and sewer system encompass a wide range of projects. The Water Department will continue replacing aging infrastructure that is approaching the end of its useful life, including, but not limited to, water pipelines, valves and meters. In addition, the Department is continuing with its well and water tank rehabilitation projects.

The Sewer CIP budget reflects a sustained level of investment in infrastructure, as the Department follows a programmatic CIP based on an updated Sewer Master Plan.



## FY 20 Capital Improvement Program (CIP)

Project Title	FY 20 Proposed
<b>Potable Water</b>	
Water CIP by In-House Workforce	\$2,050,000
Pipeline System Improvements	\$3,388,700
Reservoir/Treatment Plant Improvements	\$2,398,017
Water Supply Projects	\$5,708,200
Facility Improvements	\$10,472,783
Developer Reimbursements	\$700,000
Interest Expense Capitalized	<u>\$800,000</u>
<b>Total Water Fund</b>	<b>\$25,517,700</b>
<b>Sewer</b>	
Sewer Pipeline Improvements	\$3,890,500
Sewer Lift Stations	\$1,157,100
Interest Expense Capitalized	<u>\$150,000</u>
<b>Total Sewer Fund</b>	<b>\$5,197,600</b>

### Harbor Department

The Harbor Department (Port), with its deep-water channels, rail access, and on-going investment in state-of-the-art facilities, continues to be the preferred gateway for Asia-Pacific trade and operational model for its environmental innovations and initiatives. The Port continues to implement a long-term capital improvement program designed to provide Port tenants with secure, state-of-the-art facilities capable of accommodating international trade and safeguarding regional economic benefits in a sustainable manner while ensuring economic vitality, ecological health, and community integrity.

The Port forecasts investing \$2.3 billion in capital projects over the next decade to increase cargo-handling efficiency and enhance competitiveness. This investment will also stimulate the economy by creating thousands of direct construction jobs along with indirect service and commercial opportunities.

Project Title	FY 20 Proposed
<b>Major Projects</b>	
<b>Terminal Development</b>	
Pier D/E/F (Middle Harbor)	<u>\$175,446,000</u>
<b>Total Terminals Expansion and Development</b>	<b>\$175,446,000</b>

## FY 20 Capital Improvement Program (CIP)

<b>Project Title (continued)</b>	<b>FY 20 Proposed</b>
<b>Port-Wide Security and Safety</b>	
New Fire Station / Fire Boats / Security	<u>\$52,149,000</u>
<b>Total Port-Wide Security and Safety Projects</b>	<b>\$52,149,000</b>
<b>Streets, Bridges, and Railways</b>	
Gerald Desmond Bridge Replacement	\$65,686,000
Rail Projects	<u>\$21,677,000</u>
<b>Total Streets, Bridges, and Railways</b>	<b>\$87,363,000</b>
<b>Miscellaneous Projects</b>	
Port Headquarters / Civic Center	\$787,000
Environmental Projects	\$18,826,000
Eng. Misc. Projects / Port Infrastructure	\$26,412,000
Port Infrastructure (Streets, Water, Storm Water, Sewer)	\$22,852,000
Information Technology Projects	\$6,735,000
Furniture, Fixtures, and Equipment	<u>\$2,905,000</u>
<b>Total Miscellaneous Project</b>	<b>\$78,517,000</b>
<b>Total Harbor Department</b>	<b>\$393,475,000</b>