

R-37

CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

333 West Ocean Boulevard 6th Floor • Long Beach, CA 90802

September 7, 2010

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Receive supporting documentation into the record, conclude the public hearing and take the actions necessary to adopt the Fiscal Year 2011 budget as listed in Attachment A of this letter. (Citywide)

DISCUSSION

On July 23, 2010, the City Manager's Proposed Budget for Fiscal Year 2011 (FY 11) was delivered by the Mayor to the City Council and community with recommended amendments for consideration. Subsequent hearings were set for July 27, August 10, August 17, August 24, and September 7, along with approximately three Budget Oversight Committee (BOC) meetings and 7 community meetings at which the FY 11 Proposed Budget was discussed. We are pleased to report that through the scheduled hearings, BOC and community meetings, presentations have been made by multiple City departments resulting in 16 separate opportunities for public feedback, deliberation and input.

At the conclusion of the hearings, the City Council will be asked to amend the proposed budget as it deems appropriate, and to adopt the proposed budget as amended. Since the publication of the FY 11 Proposed Budget, updated estimates of revenue and expense, which address technical corrections as well as decisions made by elected offices, are listed by fund and department in Attachments B and C to this letter, respectively.

The Appropriations Ordinance officially adopts the FY 11 budget and authorizes expenditures in conformance with the adopted budget. To become effective October 1, 2010, this Ordinance must include a finding of emergency. Specific resolutions provide for approval of the budgets for the Harbor, Sewer and Water funds; and certain fee adjustments. Requests for approval include the FY 11 Capital Improvement Program; the Mayor's Recommendations; and the Budget Oversight Committee's Recommendations to the FY 11 Proposed Budget.

This letter was reviewed by Assistant City Attorney Heather A. Mahood on August 24, 2010.

TIMING CONSIDERATIONS

In accordance with the Long Beach City Charter, the FY 11 budget must be adopted by September 15, 2010, following at least one public hearing. Should the City Council fail to adopt the budget on or by that date, the City Manager's FY 11 Proposed Budget shall be deemed the budget for the 2011 fiscal year. The Mayor then 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, 2010, to override veto action by the Mayor with a two-thirds supermajority vote.

FISCAL IMPACT

The City Charter requires that the Appropriations Ordinance shall 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 FY 11 budget for all departments and funds is \$2,888,906,361 which comprises \$2,491,051,082 in new appropriation and \$397,855,279 in estimated carry-over from FY 10 for multi-year grants and projects.

The Appropriations Ordinance, included as Attachment A-19 to this letter, totals \$2,058,387,516 for all funds except Harbor, Water and Sewer, and \$2,060,265,449 for all departments except Harbor and Water. The \$1,877,933 difference between funds and departments in the Appropriations Ordinance is due to general City indirect costs budgeted in the Department of Financial Management but charged to the Harbor, Water and Sewer funds, which are not included in the Appropriation Ordinance by fund.

The proposed Harbor, Water and Sewer Fund budgets are in separate City Council ordinances included as Attachment A-1 and A-4 to this letter, respectively, and total \$828,640,912. The budget for the Harbor Department was adopted by the Board of Harbor Commissioners by minute order on June 28, 2010. The budget for the Water Department was adopted by the Board of Water Commissioners by resolution on June 24, 2010.

All user fees and charges in the attached Master Fee and Charges Schedule (A-5) have been increased by the City Cost Index, a calculation of the projected increase in the City's cost from FY 10 to FY 11, except for those fees that are set using other criteria. In addition to the CCI-based fee changes, some fees have been added or adjusted due to a change in service or other bases. For details regarding these proposed new fees and non-CCI fee adjustments, please see the List of Proposed Fee Adjustments for FY 11 that has been incorporated as Exhibit C to the Master Fee and Charges Resolution.

Other requested City Council actions include approval of the FY 11 One-Year Capital Improvement Program (CIP) budget, which is contained in the Appropriations Ordinance. The Planning Commission, at its meeting of August 19, 2010, approved the CIP for FY 11 for conformance with the General Plan. Any projects that are not in conformance with the Plan will be highlighted by Development Services staff and steps to secure conformance will be outlined.

Motions approving the budgets of the Redevelopment Agency's (RDA) Project Area Committees (PACs) for the Central Long Beach, the West Long Beach Industrial and the North Long Beach Project Areas and the Long Beach Housing Development Company (HDC) are requested. The PAC budgets are included in the budget of the Development Services Department. In addition, a motion to find that the contribution of North Redevelopment Project Area funds to Central Redevelopment Project Area low-and-moderate-income housing efforts will benefit the North Redevelopment Project Area is requested. A motion is also requested making certain findings regarding the construction of certain public improvements with Redevelopment Funds to allow the Downtown Redevelopment Project Area to fund the City Place Parking Structure debt service payment.

A motion to amend the Departmental Organization Ordinance is also being requested. This amendment incorporates changes to departments, bureaus, and divisions for Fiscal Year 2011. These organizational changes are necessary to implement changes reflected in the Proposed FY 11 budget. The Salary Resolution will be submitted at a later date to the Council for approval.

The City Council is also requested to adopt the Resolution establishing the "Gann Appropriations Limit" (Limit) for general purpose expenditures. In November 1979, the voters of the State of California approved Proposition 4, also known as the "Gann 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 guards against overspending proceeds of taxes. Only those revenues which 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 38.42 percent of the 2010-2011 Appropriations Limit and, therefore, does not exceed the Limit. This calculation is reviewed by the City Auditor for conformance to the law.

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September 7, 2010
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SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

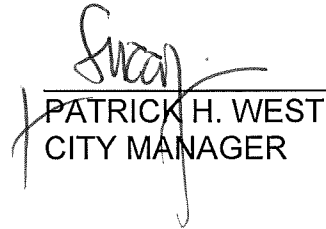


LORI ANN FARRELL
DIRECTOR OF FINANCIAL MANAGEMENT/CFO

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ATTACHMENTS

APPROVED:



PATRICK H. WEST
CITY MANAGER

List of Requested Fiscal Year 2011 Budget Adoption Actions

1. Adopt the Resolution approving the FY 11 budget for the Long Beach Harbor Department as adopted by the Board of Harbor Commissioners on June 28, 2010. (A-1)
2. Declare an emergency to exist. (A-2)
3. Declare the Ordinance approving the Resolution establishing the rates and charges for water and sewer service to all customers, as adopted by the Board of Water Commissioners on June 24, 2010, as an Emergency Ordinance, read and adopted as read. (A-3)
4. Adopt the Resolution approving the FY 11 budget of the Long Beach Water Department as adopted by the Board of Water Commissioners on June 24, 2010. (A-4)
5. Adopt the Resolution amending the master fee and charges schedule for specified city services for citywide fees and charges for the City of Long Beach. (A-5)
6. Approve the FY 11 One-Year Capital Improvement Program. (A-6)
7. Adopt a motion approving the budgets for the Redevelopment Agency's Project Area Committees in the amounts of \$50,000 for Central Long Beach, \$80,000 for West Long Beach Industrial and \$50,000 for North Long Beach. (A-7)
8. Adopt the Resolution of the City Council of the City of Long Beach finding that the use of taxes allocated to the North Redevelopment Project on behalf of the Central Redevelopment Project for the purpose of increasing, improving and preserving the community's supply of low-and-moderate-income housing will be of benefit to the North Redevelopment Project. (A-8)
9. Adopt the Resolution making certain findings regarding the construction of certain public improvements with Redevelopment funds (City Place Parking Structure debt service). (A-9)
10. Adopt a motion approving the budget for the Long Beach Housing Development Company in the amount of \$19,050,008. (A-10)
11. Adopt a motion approving the transfer of \$24,847,412 from the Harbor Revenue Fund to the Tidelands Operating Fund. (A-11)
12. Adopt a motion approving the use of the CalPERS Annual Lump Sum Prepayment Option for the employer portion of the City's CalPERS retirement benefit. The recommended prepayment, in the amount of \$52,063,000 should provide a budgetary savings of \$1,937,000 to the City. Of this amount, the General Fund should recoup a budgetary savings of \$1,225,000. (A-12)
13. Adopt the Ordinance amending the Departmental Organization Ordinance. (A-13)

List of Requested Fiscal Year 2011 Budget Adoption Actions

14. Adopt the Resolution adopting an appropriations limit (Gann) for FY11 pursuant to Article XIII (B) of the California Constitution. (A-14)
15. Adopt the Mayor's proposed funding recommendations, as amended, to the FY11 Proposed Budget. (A-15)
16. Adopt the Budget Oversight Committee's proposed funding recommendations, as amended to the FY11 Proposed Budget. (A-16)
17. Adopt a motion amending the proposed budget. (A-17)
18. Declare an emergency to exist. (A-18)
19. Declare the Appropriations Ordinance for FY11, creating and establishing the funds 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. (A-19)

FISCAL YEAR 2011 APPROPRIATIONS ORDINANCE BY FUND

<u>FUND</u>	<u>FY 11 PROPOSED EXPENDITURES</u>	<u>CHANGES</u>	<u>FY 10 ESTIMATED CARRYOVER*</u>	<u>FY 11 APPROPRIATION</u>
GENERAL FUND	382,068,111	857,159	-	382,925,270
GENERAL GRANTS FUND	6,138,654	(150,398)	11,740,589	17,728,845
POLICE & FIRE PUBLIC SAFETY OIL PROD ACT FUND	3,263,846	(69,963)	-	3,193,883
HEALTH FUND	40,190,799	(185,063)	25,699,608	65,705,344
PARKING & BUSINESS AREA IMPROVEMENT FUND	7,002,510	(846,550)	-	6,155,960
SPECIAL ADVERTISING & PROMOTION FUND	5,011,271	110,894	-	5,122,165
UPLAND OIL FUND	14,907,730	-	-	14,907,730
HOUSING DEVELOPMENT FUND	25,098,124	2,028,007	64,077,094	91,203,224
BELMONT SHORE PARKING METER FUND	668,275	-	-	668,275
DEVELOPMENT SERVICES FUND	11,947,929	(600,081)	106,379	11,454,227
BUSINESS ASSISTANCE FUND	816,877	11,429	477,863	1,306,169
COMMUNITY DEVELOPMENT GRANTS FUND	29,608,685	5,464,732	44,613,046	79,686,463
PARK DEVELOPMENT FUND	310,691	(1,723)	-	308,968
GASOLINE TAX STREET IMPROVEMENT FUND	10,108,973	1,759	19,419,291	29,530,023
TRANSPORTATION FUND	15,626,761	(1,840,088)	22,849,890	36,636,564
CAPITAL PROJECTS FUND	4,272,078	(21,419)	45,088,339	49,338,998
CIVIC CENTER FUND	2,444,703	89,590	942,762	3,477,055
GENERAL SERVICES FUND	38,293,973	(653,553)	189,233	37,829,652
FLEET SERVICES FUND	33,519,962	(125,580)	696,825	34,091,207
INSURANCE FUND	40,274,631	(9,754)	254,985	40,519,863
EMPLOYEE BENEFITS FUND	220,426,998	524,594	-	220,951,592
TIDELANDS FUNDS	122,159,234	8,823,944	33,022,441	164,005,619
TIDELAND OIL REVENUE FUND	70,360,070	(22,355)	-	70,337,716
RESERVE FOR SUBSIDENCE	-	-	-	-
GAS FUND	110,804,633	6,634,800	14,704,408	132,143,841
GAS PREPAY FUND	42,771,641	(21,899,996)	-	20,871,645
AIRPORT FUND	36,756,192	486,613	68,583,244	105,826,050
REFUSE/RECYCLING FUND	42,056,512	253,751	(217,205)	42,093,058
SERRF FUND	53,885,209	11,170	-	53,896,378
SERRF JPA FUND	11,295,285	-	-	11,295,285
TOWING FUND	8,827,789	46,379	-	8,874,169
PARKING AUTHORITY FUND	-	-	-	-
HOUSING AUTHORITY FUND	72,951,411	3,117	796,504	73,751,032
REDEVELOPMENT FUND	161,771,656	34,722,980	44,809,983	241,304,619
CUPA FUND	1,279,830	(33,201)	-	1,246,629
TOTAL	1,626,921,046	33,611,191	397,855,279	2,058,387,516

*Carryover of multi-year grants and CIP funds.

FISCAL YEAR 2011 APPROPRIATIONS ORDINANCE BY DEPARTMENT

<u>DEPARTMENT</u>	<u>FY 11 PROPOSED EXPENDITURES</u>	<u>CHANGES</u>	<u>FY 10 ESTIMATED CARRYOVER*</u>	<u>FY 11 APPROPRIATION</u>
MAYOR AND COUNCIL	4,925,850	(2,009)	-	4,923,840
CITY ATTORNEY	8,024,169	(58,712)	-	7,965,457
CITY AUDITOR	2,753,291	2,235	-	2,755,526
CITY CLERK	2,780,124	502,139	-	3,282,263
CITY MANAGER	8,289,504	(21,537)	(196)	8,267,770
CITY PROSECUTOR	4,758,192	(20,851)	91,946	4,829,287
CIVIL SERVICE	1,983,869	20,356	-	2,004,225
AIRPORT	36,360,628	299,230	67,453,711	104,113,570
COMMUNITY DEVELOPMENT	148,228,227	5,737,528	114,196,489	268,162,244
DEVELOPMENT SERVICES	178,453,127	34,118,265	44,881,606	257,452,999
FINANCIAL MANAGEMENT**	397,579,310	(25,517,420)	13,477,904	385,539,794
FIRE	94,157,149	(377,199)	1,906,804	95,686,754
HEALTH AND HUMAN SERVICES	44,988,420	688,125	26,962,884	72,639,429
HUMAN RESOURCES	7,948,995	(20,746)	-	7,928,249
LIBRARY SERVICES	12,839,212	(44,770)	-	12,794,442
LONG BEACH GAS AND OIL	240,637,024	6,401,845	14,704,408	261,743,276
PARKS, RECREATION AND MARINE	50,783,723	(90,696)	26,268,206	76,961,233
POLICE	200,781,028	(492,040)	5,501,594	205,790,582
PUBLIC WORKS	146,333,659	12,834,249	82,220,455	241,388,363
TECHNOLOGY SERVICES	36,475,127	(628,449)	189,468	36,036,146
TOTAL	1,629,080,628	33,329,542	397,855,279	2,060,265,449

*Carryover of multi-year grants and CIP funds.

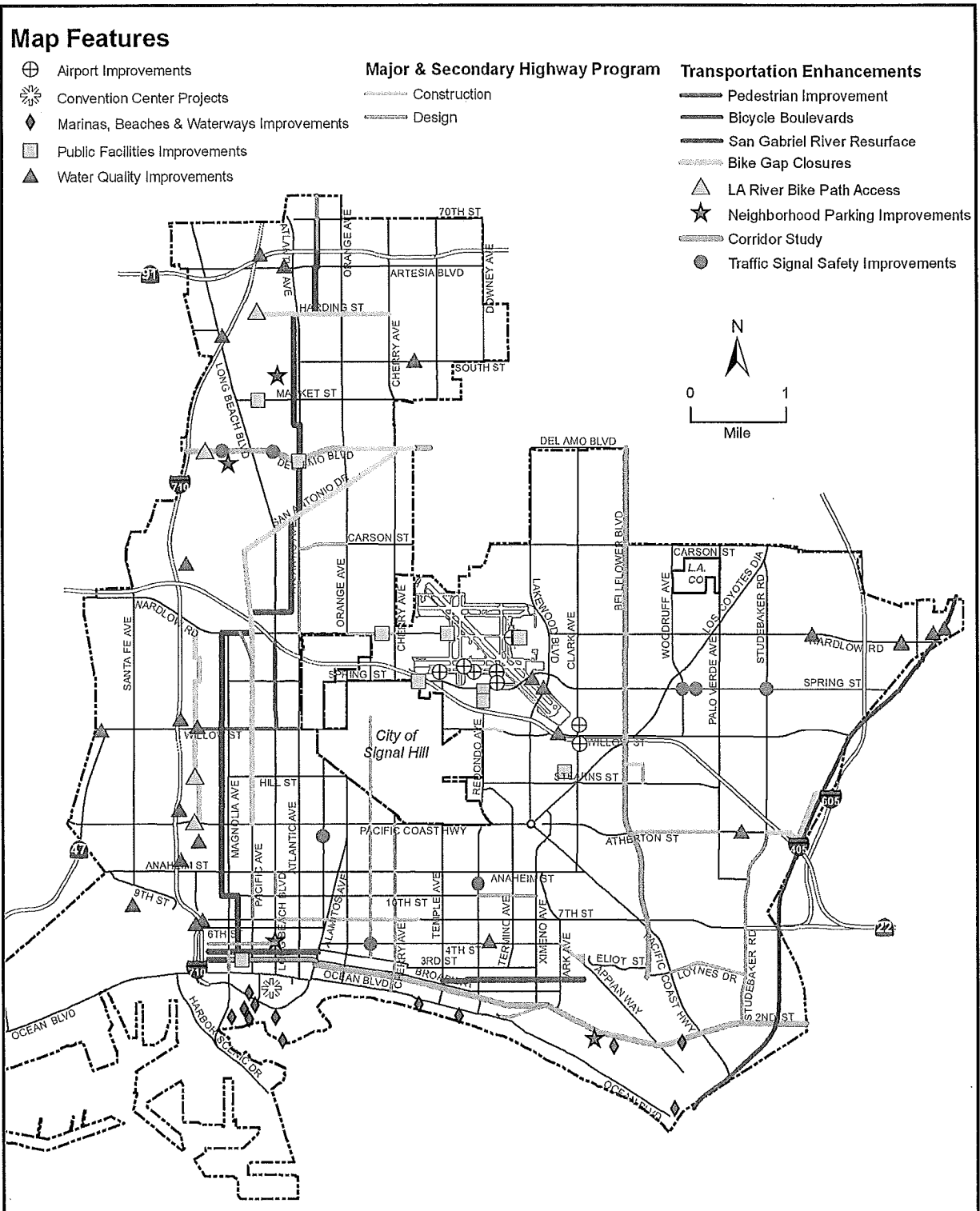
**Department of Financial Management includes internal service charges that are contained in the resolutions of the Water, Sewer and Harbor funds for accounting, budgeting and treasury functions, and other citywide activities such as debt service.

A-6
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**Capital Improvement
Program (CIP)**

FY 11 Capital Improvement Program (CIP)

Capital Program Overview



FY 11 Capital Improvement Program (CIP)

PURPOSE:

To provide a comprehensive program of planning, design, construction, maintenance, and repair of City facilities and infrastructure.

BUDGET HIGHLIGHTS

The Fiscal Year 2011 (FY11) Capital Improvement Program (CIP) was organized by a CIP Committee comprising representatives from various Departments. The Committee worked together to carefully review the City's capital needs and to prioritize project submittals based on the following criteria:

- Meets health, safety and legal concerns and mandates
- Prolongs the life of City assets or avoids/minimizes future repair costs
- Complies with the goals of the Financial Strategic Plan
- Generates operating savings or increases productivity
- Secures future funds through program planning
- Urgency

The CIP identifies and provides for two types of expenditures. The first covers strategic capital investment in the City's infrastructure including major enhancements and repairs to the Airport, parks, City buildings, marinas, beaches, street lights, traffic signals, storm drains, sidewalks, bus stops, fuel storage facilities, bridges and roadways, and Americans with Disabilities Act (ADA) upgrades. The second type involves one-time projects designed to address important community needs.

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. Following is a summary of each category with a dollar amount that represents "new" funding for FY11.

FY 11 Capital Improvement Program (CIP)

ALLOCATION PLAN

	FY 10 Estimated	Proposed FY 11
Sources: *		
Airport Fund	\$22,074,185	\$4,525,000
Capital Projects Fund	24,205,258	4,008,032
Civic Center Fund	1,690,554	0
Fleet Services Fund	271,535	678,000
Gas Fund	7,785,898	11,790,000
Gasoline Tax Street Improvement Fund	18,029,548	3,800,000
Marina Fund	1,769,664	1,525,000
Queen Mary	422,114	0
Rainbow Harbor Fund	110,000	0
Special Assessment District Capital Projects Fund	964,000	0
Tidelands Operations Fund	5,087,794	7,011,000
Transportation Fund	11,067,626	6,531,201
Subtotal	\$93,478,176	\$39,868,233
Harbor Redevelopment Agency	\$336,259,947 45,312,581	\$464,263,340 36,897,687
Water Utility Sewer Subtotal	10,542,750 2,070,000 \$12,612,750	14,696,000 7,415,000 \$22,111,000
Grand Total	\$487,663,454	\$563,140,260
Uses:		
Airport	\$22,074,185	\$4,525,000
Community Development	0	3,500,000
Long Beach Gas and Oil	7,785,898	11,790,000
Marinas, Beaches and Waterways	7,569,719	5,036,000
Parks and Recreation	9,697,173	100,000
Public Facilities	3,592,687	678,000
Storm Drains	5,309,518	1,000,000
Street Rehabilitation	28,718,824	11,339,233
Transportation Enhancements	8,730,172	1,900,000
Subtotal	\$93,478,176	\$39,868,233
Harbor Redevelopment Agency	\$336,259,947 45,312,581	\$464,263,340 36,897,687
Water Utility Sewer Subtotal	10,542,750 2,070,000 \$12,612,750	14,696,000 7,415,000 \$22,111,000
Grand Total	\$487,663,454	\$563,140,260

* Each fund draws from various sources such as 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	Park Impact Fees	RDA Projects	State Grants
Lease Revenue Bonds	Traffic Mitigation Program	Transportation Development Act-SB821	

FY 11 Capital Improvement Program (CIP)

Airport Projects

Long Beach Airport serves 3 million passengers each year and offers a variety of services to airlines, commercial and general aviation users, as well as the general public, providing direct and indirect economic benefits to the region. Funding for Airport Capital Improvement Projects comes from several sources including Federal Aviation Administration (FAA) Airport Improvement Program grants, Passenger Facility Charges, Airport fees and facility charges, commercial paper, and bond sale proceeds. The basis for Airport capital projects is the safety and security of the general public, FAA and Transportation Security Administration (TSA) mandates and operational improvements.

Planned projects in FY11 include airport terminal area improvements, airfield pavement rehabilitation, terminal apron improvements and completion of Phase I construction of the QuieterHomes Program. Existing Airport funded appropriations in the CIP will initially fund the QuieterHomes Program, to be reimbursed by Passenger Facility Charges. Funding for major terminal projects comes from a combination of General Airport Revenue Bonds (GARBs) and bonds funded with PFCs.

Project Title	Proposed FY 11
Airport Terminal Area Improvements	\$1,000,000
Terminal Apron Improvements	450,000
Airfield Pavement Rehabilitation	1,000,000
Runway 7R-25L Rehabilitation	1,075,000
Neighborhood Protection	1,000,000
Total Airport Projects	\$4,525,000

Community Development Projects

In past years, the primary focus of Community Development projects was to implement the City's Transition Plan to comply with the Americans with Disabilities Act (ADA). The City has completed this effort based on the priorities established in the Transition Plan. Improvements at the Convention Center are planned and projects will be determined this coming fiscal year.

Project Title	Proposed FY 11
Convention Center Complex Refurbishment	\$3,500,000
Total Community Development Projects	\$3,500,000

Long Beach Gas and Oil Department Projects

Long Beach Gas & Oil's (LBGO) 1,800 miles of natural gas pipeline is a City asset with a \$750 million replacement value. The primary objective of the Department is to maintain the integrity of this pipeline system to ensure safe delivery of natural gas to its 142,000 customers, in accordance with the U.S. Department of Transportation's (DOT) pipeline regulations. LBGO is engaged in a long-term pipeline infrastructure replacement program that is intended to increase the linear feet of pipeline replaced, based upon the age and condition of the pipe. The primary focus has been to remove pipeline installed in the 1920s, 1930s, and 1940s. Since 2004, approximately 452,000 feet of pre-1950s pipe has been removed from the system. To improve the deliverability of gas to its customers, LBGO is also in the

FY 11 Capital Improvement Program (CIP)

process of establishing a single 40-pound pressure sector that will replace the original 12 pressure sectors. There are currently 5 pressure districts. The integrated plan of pressure-consistency, replacement of aging infrastructure and corrosion control practices will enhance system integrity, improve system reliability, increase gas storage within the distribution system, and reduce potential flow constraints.

The LBGO facility consolidation project includes three components. The first is the relocation of some of the Public Works teams that were displaced as part of the Los Cerritos Wetlands transaction. The Traffic Signals, Street Signs and Parking Meters work teams are being relocated to the LBGO offices at 2400 Spring Street. Facility changes are underway to accommodate these operations. The second part of the consolidation is the realignment of the utilities call center from the Department of Financial Management to LBGO. And the third component, the move of the Oil Operations from leased office space downtown to 2400 Spring Street. These moves will help reduce the City's costly leasing of private office space and align the call center operations directly under the client utilities.

Project Title	Proposed FY 11
Gas Meter and Regulator Replacement	\$11,790,000
Total Long Beach Gas and Oil Projects	\$11,790,000

Marinas, Beaches, & Waterways Projects

Two assets that make Long Beach unique are its beaches and marinas. These City operated and maintained resources provide recreational enjoyment to both residents and tourists. In FY10, a number of infrastructure improvements were made. Three waterfront restrooms were replaced with more secure single-stall facilities; two in Marine Stadium and one on the beach at Claremont. The launch ramp and parking lot at Marine Stadium were refurbished, and the fence adjoining the Stadium was replaced with a decorative fence. The playground at Mother's Beach was replaced to make it safer and more child-friendly, and the restroom addition will start next fiscal year. The Aqua Link and dinghy docks at the Belmont Veteran's Memorial Pier have been installed, which will facilitate the growth of the City's mooring program, and enable boaters to have access to the Pier and surrounding businesses. Progress has been made on the permitting for the rebuild of the Alamitos Bay Marina, as the EIR was completed and certified.

In FY11, projects involve replacing freestanding beach restrooms and repairing roofs, and maintenance will occur along the beach bike path, the marine maintenance, and public seawalls (amounts do not reflect the \$9.5 million Tidelands Funds set-aside from the requested one-time Harbor Fund transfer in FY11). Dredging the marina basins will accommodate the Alamitos Bay Marina rebuild project. Rainbow Harbor will also undergo improvements to the docks, office roof, the Esplanade, the Pine Avenue Pier, and numerous upgrades to area lighting.

Project Title	Proposed FY 11
Beach Bike Path Replacement	\$100,000
Beach Restroom Replacement	1,000,000
Shoreline Downtown Marina Rehabilitation	1,200,000
Rainbow Harbor	1,411,000
Marina Restroom Rehabilitation	75,000
Tidelands Critical Facility Repair	1,000,000
Marina Dock & Decking	250,000
Total Marinas, Beaches, & Waterways Projects	\$5,036,000

FY 11 Capital Improvement Program (CIP)

Parks and Recreation Projects

Parks located throughout the City provide recreational amenities and open space to enhance the environment and provide leisure opportunities to meet the needs and interests of residents. There is a constant effort to address aging park facilities throughout the City.

During this past year, construction commenced on the completion of Phase II at Admiral Kidd Park, a new Community Center at Ernest McBride (formerly Cal Rec) Park, new bike and walking trails at the Pacific Electric Right-of-Way, renovated restroom building at 72nd Place, completion of a new Play Area at Mother's Beach, and a new Homeland Cultural Center and Theatre at MacArthur Park. Additional projects include 14th Street Skatepark, El Dorado Nature Stream Renovation, and two new Skateparks in the city. In FY11, construction will begin on the Baker Street Mini-Park.

Project Title	Proposed FY 11
Park Bike Path Replacement	\$100,000
Total Parks and Recreation Projects	\$100,000

Public Facilities Projects

Long deferred critical repairs are required to sustain the integrity of various health, library, fire station, police station, parks, marine and other key facilities. A facility assessment performed in FY07 evaluated the condition of 132 structures totaling 1,916,769 square feet. The assessment identifies deficiencies in each facility and provides cost estimates to perform repairs required to maintain each facility in a safe and reliable operating condition. Due to limited availability of funds in the CIP, no new General Fund money has been allocated in this category. The new appropriation for the Regional Fuel Storage project is from the Fleet Capital Fund.

Project Title	Proposed FY 11
Regional Fuel Storage	\$678,000
Total Public Facilities Projects	\$678,000

Storm Drains Projects

Public Works is responsible for stormwater related Capital Improvement Projects and storm drain system maintenance. Public Works has also resumed its management and operation of all City owned stormwater pump stations. Other special stormwater projects such as the constructed River Avenue/Arlington Detention facility and the Termino Drain Project, currently under construction, provide the City with protection from future flooding.

The Long Beach Stormwater Management Program (LBSWMP) is now beginning its 11th year and continues to be fully implemented in compliance with its National Pollutant Discharge Elimination System (NPDES) permit, the federal Clean Water Act (CWA) and subsequent CWA amendments, all of which were adopted to protect receiving waters such as rivers, lakes, and oceans from contamination by preventing pollutants from entering Municipal Separate Storm Sewer Systems (MS4s). Projects include pump station repair, telemetry monitoring, and system improvements.

FY 11 Capital Improvement Program (CIP)

Project Title	Proposed FY 11
Storm Drain Pump Station Repair & Certification	\$500,000
Storm Drain Refurbishment - Telemetry	250,000
Storm Drain System Improvements	250,000
Total Storm Drains Projects	\$1,000,000

Street Rehabilitation Projects

Preserving our neighborhoods is a key element in the Long Beach Strategic Plan. The Street Rehabilitation programs are designed to help meet that goal. The program delivers improvements including, but not limited to, reconstruction and resurfacing of major, secondary, and residential streets; replacement of street signs; repair of neighborhood sidewalks, curbs, and gutters; and rehabilitation of bridges to repair deficiencies identified by the annual Los Angeles County bridge inspection report. Given the uncertainty of the State's FY11 budget balancing strategy, only a portion of capital projects from the Gas Excise Tax (formerly Gas Tax and Prop 42) has been budgeted. Additional appropriation will be requested upon receipt from the State.

Project Title	Proposed FY 11
Major and Secondary Highway Program	\$3,900,000
Bridge Rehabilitation & Seismic Retrofit	500,000
Citywide Residential Street Repair	3,839,233
Citywide Infrastructure Improvements (Sidewalks)	3,000,000
ADA Response Program	100,000
Total Street Rehabilitation Projects	\$11,339,233

Transportation Enhancement Projects

This category contains programs designed to meet increased needs for mobility resulting from economic growth utilizing a combination of funds. These funds include Proposition A and C, Gas Tax Street Improvement Capital, General Capital Projects, Transportation Improvement Fees, and Federal and County grants. The transportation improvements include street and intersection widening, traffic signal system expansion and upgrades, transit improvements, parking restrictions and replacement parking, neighborhood traffic management, and bike lanes. This category also includes programs that monitor and evaluate traffic congestion areas throughout the City and respond with projects to relieve congestion or enhance traffic safety.

Project Title	Proposed FY 11
Pedestrian Safety	\$100,000
Bikeway and Pedestrian Improvements	1,100,000
Neighborhood Traffic Mitigation	100,000
Traffic Mitigation Program	100,000
Traffic Signals - New Installations and Enhancements	500,000
Total Transportation Enhancements Projects	\$1,900,000

FY 11 Capital Improvement Program (CIP)

Harbor Department Projects

The Harbor Department (Port) continues to implement a long-term capital improvement program designed to (1) provide Port tenants with safe and secure, state-of-the-art facilities capable of accommodating international trade and (2) secure regional economic benefits in a sustainable manner that ensures economic vitality, ecological health, and community integrity.

In FY11, substantial capital expenditures will continue to be invested in environmental and security projects. More than \$71 million is being allocated to environmental expenditures which include such capital projects as the development of cold-ironing infrastructure on Piers A, G, J and T. When the comprehensive Middle Harbor Redevelopment Project is complete, the enhanced Middle Harbor terminal will be the greenest major container terminal in North America due to its extensive use of on dock rail and cold ironing infrastructure. In addition, more than \$56 million is being allocated to security expenditures including such capital projects as the completion of the Fiber Optic Network (FON) project and installation of bridge and rail cameras, which provide a high-speed security communication system and enhanced physical security for the entire Port complex.

Project Title	Proposed FY 11
Major Projects	
Terminal Expansion and Development	
Pier D/E/F (Middle Harbor)	\$125,636,000
Pier G	109,223,000
Pier T	1,200,000
Black Channel Navigation	1,000,000
Total Terminals Expansion and Development	\$237,059,000
Streets, Bridges, and Railways	
Rail Projects	60,290,000
Gerald Desmond Bridge Replacement	12,000,000
Other Streets and Bridges	5,815,000
Total Streets, Bridges, and Railways	\$78,105,000
Total Major Projects	\$315,164,000
Miscellaneous	
Environmental & Engineering Miscellaneous Projects	\$143,219,973
Fire Station Relocations	3,956,000
Furniture, Fixtures, and Equipment	1,923,367
Total Miscellaneous Project	\$149,099,340
Total Land Acquisitions/Mitigation	\$0
Total Harbor Department Expenditures	\$464,263,340

Redevelopment Projects

FY 11 Capital Improvement Program (CIP)

The RDA (Agency) implements public improvement projects to improve the quality of Long Beach neighborhoods. Capital Improvement projects located in the seven redevelopment project areas include park development, improvements to streets and pedestrian rights-of-way, and construction of libraries and public safety facilities.

The Agency is currently working cooperatively with the Department of Parks, Recreation and Marine to address recreational open space in underserved areas of the North and Central Project Areas. Improvements underway for the Promenade will help create a residential community in the Downtown Project Area as well as draw visitors to the area. In the North Long Beach Project Area, the Agency helped assemble a site for replacement of the antiquated Fire Station 12 and is funding design and construction of the new station in order to ensure that residents and businesses continue to receive effective fire and life safety protection. The Agency is also focusing on the city's industrial areas with upgrades of West Long Beach Industrial Project Area pump stations and storm drains to protect businesses from flooding, as well as street improvements to Long Beach Boulevard in the North Long Beach Project Area and streetscape improvements in the Central Long Beach Project Area's Magnolia Industrial Group (MIG) District and Wrigley Village.

Project Type	Proposed FY 11
Parks	\$8,761,946
Streets and Pedestrian Rights-of-Way	14,165,741
Libraries	2,400,000
Public Safety	5,370,000
Others	6,200,000
Total Redevelopment Expenditures	\$36,897,687

Water Department Projects

FY 11 Capital Improvement Program (CIP)

Planned capital improvements to the City's water and sewer system encompass a wide range of projects. The Water Department will continue replacing cast iron water mains, as some are approaching the end of their useful life, with more durable ductile iron pipes at a rate of 32,000 feet annually. In addition, the Department is continuing with its reclaimed water system expansion, conjunctive use projects, and ocean desalination research and development.

The Sewer CIP budget reflects a significantly increased investment in infrastructure, as the Department moves forward with a five year programmatic CIP based on an updated Sewer Master Plan.

Project Title	Proposed FY 11
Potable Water	
Facility Upgrade	\$1,000,000
Cast Iron Main Replacement – Water Department	3,550,000
Cast Iron Main Replacement – Contractors	250,000
Preventive Maintenance	495,000
Water Distribution System Improvements	1,515,000
Water Resources/Facility Improvements - Regular	5,021,000
Water Resources/ Facility Improvements - Desalination	500,000
Total Potable Water	12,331,000
Reclaimed Water	
Reclaimed Water System Expansion	2,365,000
Total Reclaimed Water	2,365,000
Total Water Fund	14,696,000
Sanitary Sewer	
Sewer Collection System	7,415,000
Total Sewer Fund	7,415,000
Total Water Department Projects	\$22,111,000