



July 1, 2010

The Honorable Mayor and Members of the City Council

Please find herein the adopted 2010-2015 Capital Improvement Program (CIP) for the City of Pomona. The Capital Improvement Program is submitted annually to the Pomona City Council in accordance with Section 1010 of the Pomona City Charter.

This document provides a comprehensive plan of capital improvements that are adopted to be undertaken by the City over the next five (5) years. Cost estimates and financing methods for the improvements are included in the program and are referenced by individual project.

The development of the City's Capital Improvement Program is one of the more complex and multi-faceted processes in the City. Striking a balance between the needs and interests of the residents and the financial capacity of the City is a challenging proposition. Balancing these priorities, while at the same time being cognizant of the fiscal challenges of our City, means that not all priorities can be addressed. Foregoing capital improvements often is a typical response to constrained financial times, and that has happened to an extent again this fiscal year although the City has applied for available stimulus monies and is awaiting possible projects funding approvals.

The total five-year CIP sets forth infrastructure needs and a capital plan involving 298 projects, totaling approximately \$490.9 million, of which \$224.5 million has been or will be funded. The \$224.5 million is comprised of \$215.6 million of prior years' appropriations, of which approximately \$138.7 million remains unspent, and \$8.9 million of new funding.

Streets – As adopted, the street category consists of 17 funded, 32 partially funded, and 42 unfunded projects for a total of 91 projects with total cost estimates of \$174.9 million. For 2010-11, \$6 million of new funding is for 7 new/existing projects in this category. The major increase is related to the Mission / SR71 grade separation at \$2.5 million funded by Prop C and STPL and various street rehabilitation projects mostly funded with Proposition 42 Funds.

Traffic – As adopted, the traffic category consists of 12 unfunded, 6 partially funded, and 28 unfunded projects for a total of 46 projects with total cost estimates of \$15.2 million. For adopted 2010-11, \$1.8 million of new funding is for 3 new/existing projects in this category. The largest new adopted increase is for Streetlight LED retrofit project citywide funded by a DOE grant in the amount of \$1.4 million and other traffic related projects funded with CDBG and AQMD Subvention Funds.

Parks and Facilities – As adopted, the parks and facilities category consists of 13 funded, 5 partially funded, and 4 unfunded projects for a total of 22 projects with total cost estimated of \$87.2 million.

Water – As adopted, the water category consists of 60 funded, 19 partially funded, and 12 unfunded projects for a total of 91 projects with cost estimates exceeding \$163 million. Interest income of approximately \$800,000 is appropriated to supplement 6 projects in this category.

Sewer – As adopted, the sewer category consists of 16 funded and 10 partially funded project for a total of 26 projects with cost estimates over \$36.6 million. An additional \$265,000 is being added from Series AF and BA interest income to fund 1 new and 1 existing project in this category.

Storm Drains – As adopted, the storm drain category consists of 3 partially funded and 15 unfunded projects that are estimated to cost over \$9.8 million with no new projects in this category.

Miscellaneous – As adopted, the miscellaneous category consists of 4 funded projects that are estimated to cost \$4.1 million with no new projects in this category.

The projected expenditures on all projects for future Fiscal Years (2011/12 – 2014 & beyond) is provided primarily for planning purposes and is not a commitment of funds. Expenditure approval will be sought for these projects as funding becomes available.

The passage of Proposition 1B by the California voters provides needed improvement dollars to the City and surrounding areas. The City is eligible to receive up to \$5.0 million of these proceeds for local improvements. The first year allocation of \$2.6 million was appropriated to projects in 2008-09 and the City has applied for the second allocation for two projects; a Citywide overlay and a Citywide slurry seal project presented in this adopted document. In January 2010, the City Council authorized the appropriation of \$4.7 million of 2009 American Recovery and Reinvestment Act (ARRA) for two street projects. The City has recently applied for \$5.7 million in 2010 ARRA (Jobs Bill) funding for two street projects.

As a continuing effort throughout Fiscal Year 2010-11, staff intends to review all projects contained within the adopted Capital Improvement Program. This undertaking will be made with an eye to redistributing funds in order to maximize limited resources, and to ensure the highest prioritized projects can be completed in an expeditious manner. To that end, therefore, a partially funded project with a high priority may receive funding from a lesser prioritized project. This review will include heightened perspective for the advancement of those projects designed to be self-sustainable, and which will thus require less energy, water, and reduced ongoing maintenance. These prioritizations and redistributions of funds will be presented to the City Council for approval prior to implementation.

In closing, I would like to express my appreciation to the City Council for providing input into the development of the Capital Improvement Program, as well as to the many staff members who worked towards the development of the projects herein contained.

Respectfully submitted,

Linda Lowry
City Manager