



Agenda Item No: 3.b

PLACENTIA CITY COUNCIL AGENDA REPORT

Meeting Date: February 18, 2025

Submitted by: Gabriel Guerrero-Gabany

From: Public Works

Subject:

Fiscal Year 2025-26 Capital Improvement Program

Financial Impact:

Fiscal Impact: The fiscal impact will be determined with final adoption of the Fiscal Year 2025-26 CIP Budget.

Summary:

The Capital Improvement Program (CIP) represents a critical part of the City's long-term planning and budgeting efforts. The CIP includes planned investments in our infrastructure, which includes streets, facilities, parks, fleet, technology and other longer-term capital assets necessary to maintain and improve the quality of life for our community. These projects proposed in the CIP are typically significant in the scope and cost and often require several years to complete. This Study Session serves as an opportunity for the City Council to review and discuss the proposed projects and funding, evaluate priorities, and provide guidance to staff.

Recommendation:

Recommended Action:

It is recommended that the City Council take the following actions:

1. Provide staff direction for using 40% or 50% of Measure U towards infrastructure; and
2. Confirm use of measure U funding towards staff identified critical projects (Fuel Tank & Golden Ave Bridge); and
3. Direct staff to work with consultant to prioritize street projects and return to Council with recommendations.

Strategic Plan Statement:

This item conforms to multiple Strategic Plan Goals by ensuring long-term fiscal sustainability, ensuring that public safety continues to be a high priority, and implementing public infrastructure to meet community needs.

Discussion:

The City's Capital Improvement Program (CIP) identifies major public improvements to the City's infrastructure over the next several years and includes new projects, upgrades to existing facilities, park upgrades, rehabilitation of streets and roadways, as well as other infrastructure needs. Funding for proposed projects for FY 2025-26 are included in the future

budget, with the majority of the scheduled projects funded by Measure U, Gas Tax, Enhanced Infrastructure Financing District (EIFD), Development Impact Fees (DIFs), grants and other reimbursements.

The total requested CIP for FY 2025-26 includes 36 new projects/capital purchases for a combined total of \$35,525,781 (Attachment 1). The table in the presentation summarizes the types and amounts of projects by category, the requested amounts, and the amount being requested by Measure U. Major proposed projects include street improvements, replacing the Golden Avenue Bridge, sewer improvements, removing an underground storage tank at the City Yard, fire station maintenance and safety upgrades.

Recognizing the large number of projects requesting Measure U funds and the limited funding available, Staff underwent a project prioritization process. Projects were ranked on a scale from 0 (least priority) to 110 (highest priority) during an inter-department meeting. Prioritization criteria can be found in Attachment 2.

Additionally, Staff understands the City Council's and the community's concerns on completing the remainder of its streets as shown in the attached pavement rehab schedule (Attachment 3). There are four more years left to complete the remainder of the City. Since 2018, the City has made a concerted effort to improve City Streets. As a result of this effort the Pavement Condition Index (PCI) score increased from a 67.0 to now a 79.7. Following completion of the annual paving project that is currently under construction and is expected to be completed this summer, the City's PCI will be at approximately 81. A PCI score between 79-81 is the ideal range for cities to be in. In order to maintain a score of 80 over the next four years, a total of \$31M is needed with \$9.02M needed this coming fiscal year.

This Study Session serves as an opportunity for the City Council to review and discuss the proposed projects and funding, evaluate priorities, and provide guidance to staff.

Fiscal Impact Summary:

Fiscal Impact: The fiscal impact will be determined with final adoption of the FY 2025-26 CIP Budget.

Attachments

[Attachment 1 - FY 2025-26 CIP Project List.pdf](#)

[Attachment 2 - CIP Prioritization Criteria.pdf](#)

[Attachment 3 - Pavement Priority Areas Map.pdf](#)