

FY 2023-24 & FY 2024-25 Capital Budget



Office of Resilience and Capital Planning | May 8, 2023

CPC AGENDA

General Fund Dept Capital Budget

Action Item

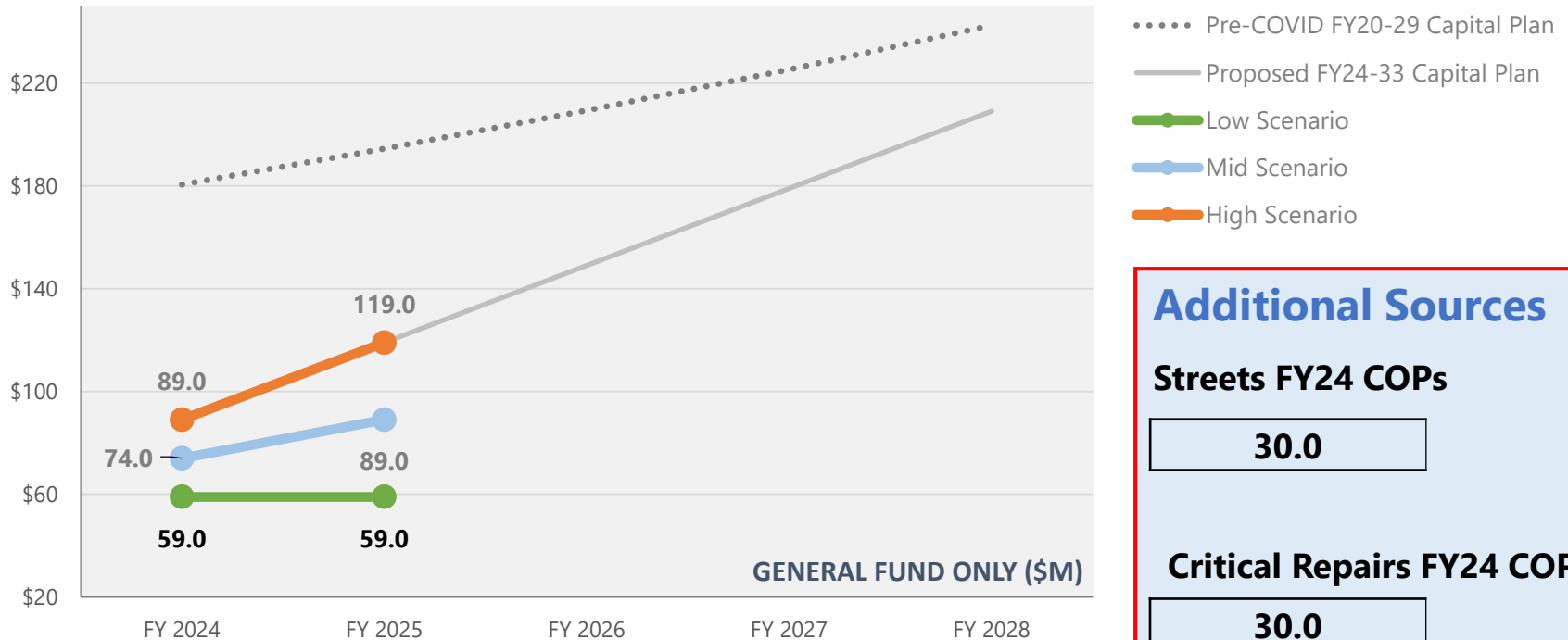
- Approve the FY24 & FY25 Proposed General Fund Dept Capital Budget for recommendation to Board of Supervisors;
- Approve the FY24 Proposed Program for Streets & Critical Repairs
Certificates of Participation
 - Admin Code Section 3.21: CPC reviews the Capital Budget to ensure it aligns with recommendations in Capital Plan

PROPOSED CAPITAL BUDGET

Scenario Recap

GF – High Scenario (\$M)		GF – Medium Scenario (\$M)		GF – Low Scenario (\$M)	
FY24	FY25	FY24	FY25	FY24	FY25
89.0	119.0	74.0	89.0	59.0*	59.0*

- High scenario corresponds to recommendation in the FY2024-33 Capital Plan



Additional Sources

Streets FY24 COPs

30.0

Critical Repairs FY24 COPs

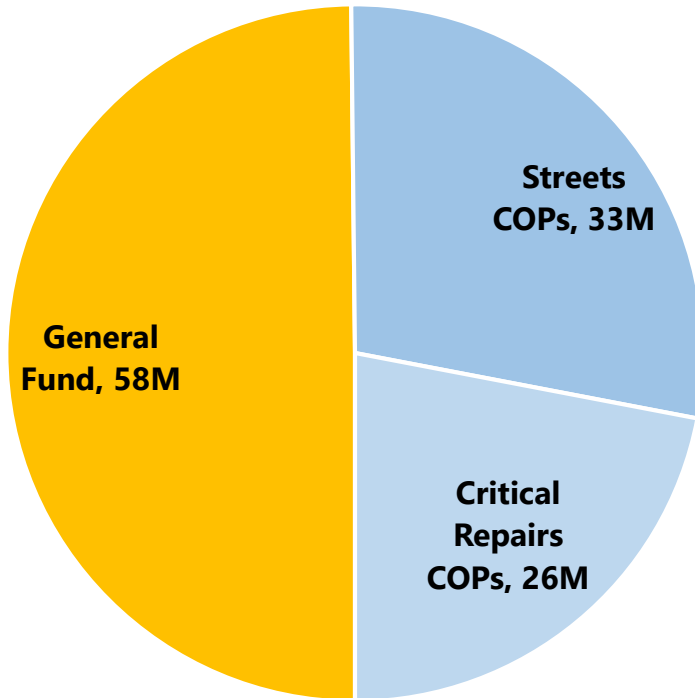
30.0

*REC Set-Aside was reduced by \$1M each year, reducing the total budget to \$58M/year

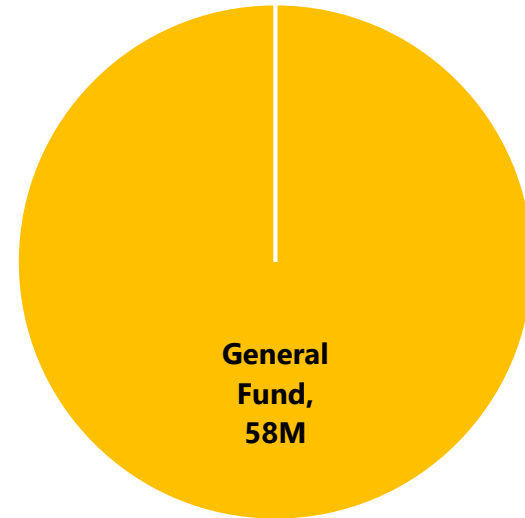
PROPOSED CAPITAL BUDGET

Funding Sources

FY24
\$116.4M



FY25
\$58M

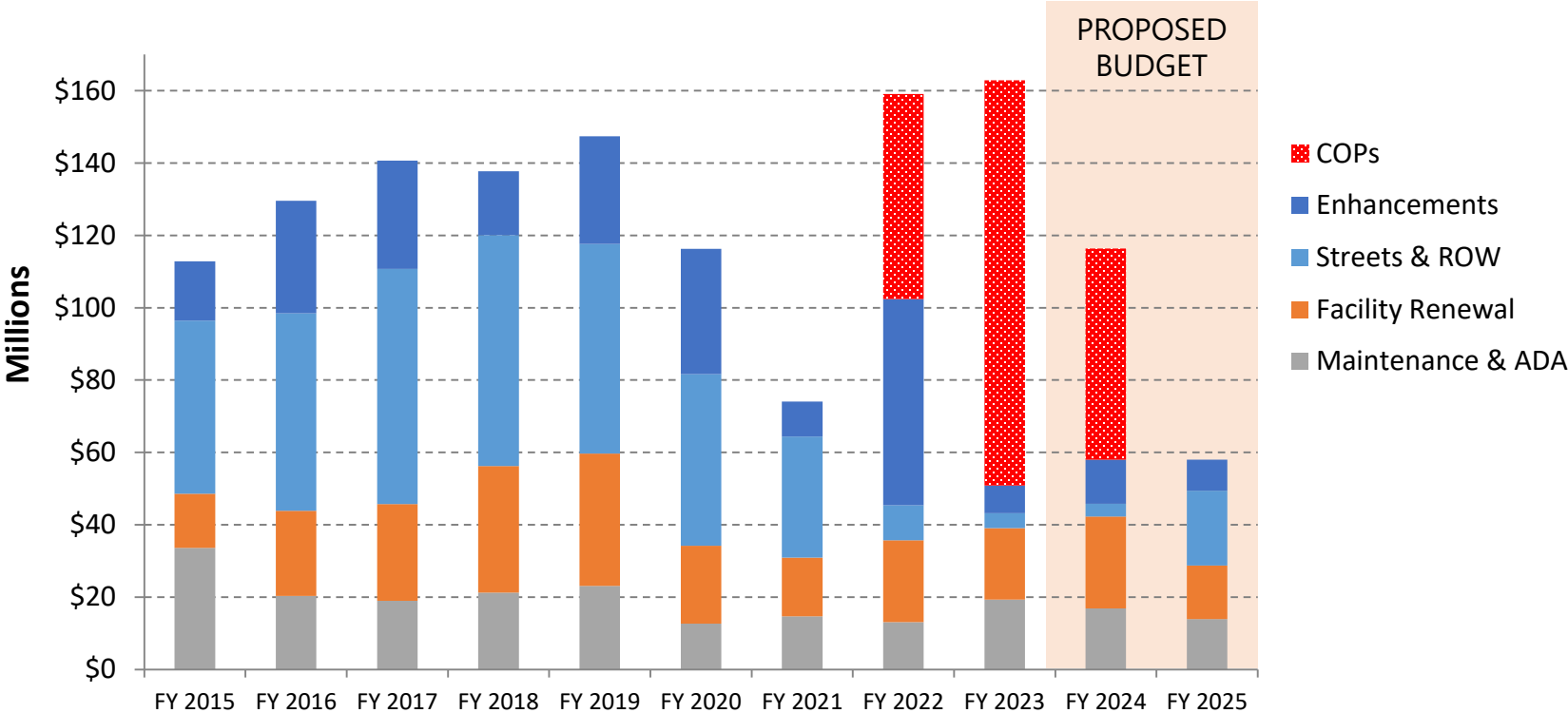


The budget also includes an additional \$335M in Non-General Fund sources (see slide 11)

PROPOSED CAPITAL BUDGET

Background

- Certificates of Participation were used to address budget shortfalls in FY22 & 23, and are proposed again for FY24 – but debt capacity is limited



PROPOSED CAPITAL BUDGET

General Fund Allocations

CASH

Set-asides & Policies	FY24	FY25
REC Set-Aside (<i>Prop B, 2016</i>)	14.0	14.0
Street Trees Set-Aside (<i>supports Prop E, 2016</i>)	6.1	6.4
Routine maintenance allocations for all depts.	10.7	11.3
Street Resurfacing	-	17.0
SUB-TOTAL	30.8	48.7

Remaining Expenditure Categories	FY24	FY25
ADA (<i>primarily Curb Ramps</i>)	3.3	1.0
Critical Enhancements (<i>legal mandates, security improvements</i>)	5.6	1.9
Facility Renewals (<i>life-safety, HVAC, roof leaks etc.</i>)	13.5	2.7
ROW Renewals (<i>pothole & sidewalk repair</i>)	3.6	3.7
Planning (<i>homeless shelters, HSA HQ, police facilities</i>)	1.1	-
SUB-TOTAL	27.2	9.3
TOTAL	58.0	58.0

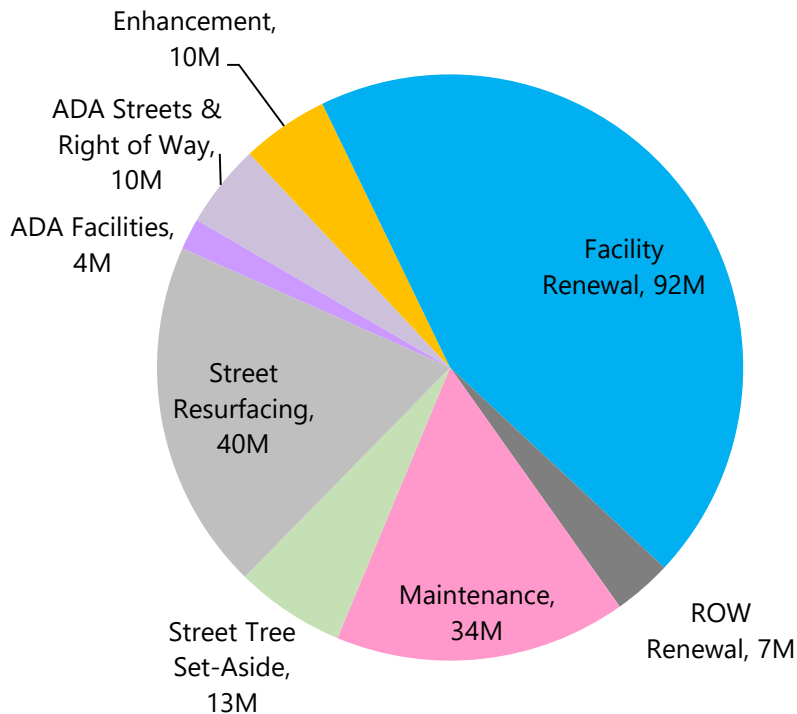
PROPOSED CAPITAL BUDGET vs. Capital Plan – FY24 & FY25

CASH

By Expenditure Type (GF only)

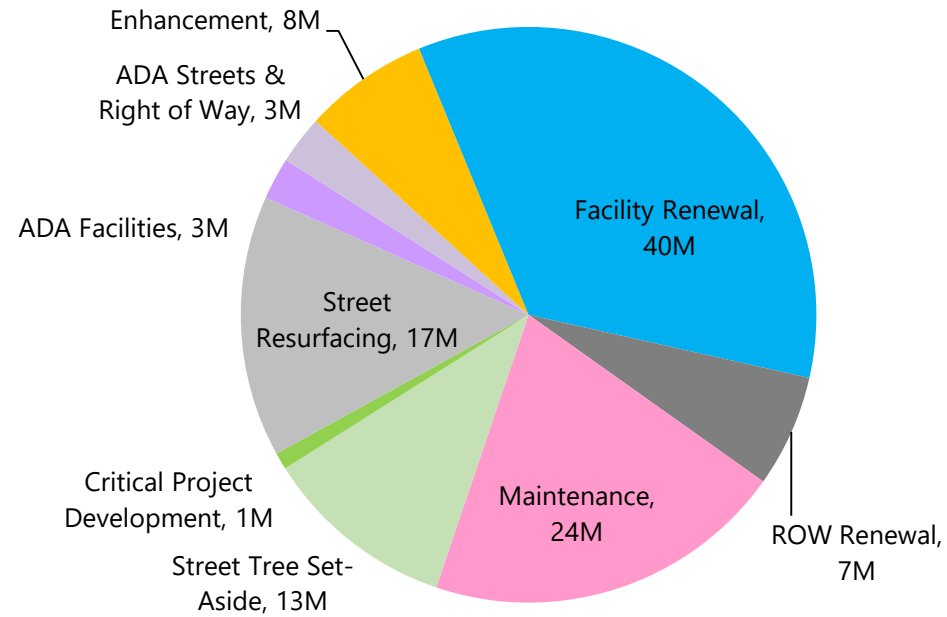
Capital Plan Recommendation

208.0M



Proposed Capital Budget

116.0M



PROPOSED CAPITAL BUDGET

Critical Repairs COPs

DEBT

\$ in millions

Dept	Project	FY24
PW	Street Resurfacing	32.8
PW	PW Elevator Program <i>City Hall, JUV Admin Bldg, Opera House</i>	6.3
ADM	Hall of Justice Roof Replacement	5.0
ART	Mission Cultural Center for Latino Arts Seismic Retrofit	3.2
DPH	Laguna Honda Water Tank Replacement	4.1
WAR	Opera House Roof	7.0
TOTAL		58.4

PROPOSED CAPITAL BUDGET

Prior Year COPs

- The Mission Cultural Center for Latino Arts Retrofit has been previously funded through a combination of COPs and cash

FY	Source	Amount (\$M)
2022	Cash	10.0
2023	COPs	9.6
2024 (Proposed)	COPs	3.2
TOTAL		22.8

- This budget proposes fully funding MCCLA through COPs, and using the \$10M cash highlighted above for previously-funded COP projects (shown below)
 - This swap will simplify project management for MCCLA as well as administration of the COP Program

Dept	Project	Amount (\$M)
ART	African American Art & Culture Complex	1.3
ADM	1 S. Van Ness Fire Detection System	1.0
ADM	1099 Sunnydale – Boiler	0.4
ADM	1650 Mission St. - Chiller/Cooling Tower	0.5
DPW	Operations Yard Projects	2.6
DPW	Sunset Blvd Recycled Water Project	2.1
JUV	Youth Guidance Center HVAC	0.5
SHF	County Jail 2 Life Safety Improvements	1.0
SHF	County Jail 5 Life Safety Improvements	0.5
TOTAL		10.0

PROPOSED CAPITAL BUDGET

Significant changes since 4/24/23

- ▣ REC set-aside reduced from \$15M/year to \$14M/year
- ▣ PW Roof Program switched from COP-funding to cash
- ▣ Street Resurfacing Program FY24 COPs increased from \$30M to \$32.8M
- ▣ Non-GF sources added for DPH Grants and Area Plan Impact Fees

PROPOSED CAPITAL BUDGET

Non-General Fund Capital Sources

\$ in millions

Funding Source	Dept. receiving funds	FY24	FY25
State	DPW, DPH	93.8	44.2
Private Grants	DPH	18.4	-
Area Plan Impact Fees	ADM, DPW, MTA, REC	7.9	3.6
Library Preservation Fund	LIB	26.6	6.5
Convention Facilities Fund	MOS	10.6	3.0
Open Space	REC	3.9	3.9
Downtown Park Fund	REC	1.1	-
Marina Fund	REC	0.4	0.4
Botanical Garden Fund	REC	3.0	2.9
PG&E Funds	REC	105.0	-
TOTAL		270.6	64.5

PROPOSED CAPITAL BUDGET

Summary

- 2-Year GF Investment: **\$116.0M**
 - \$58.0M/year funded in FY24 and FY25
- FY24 Certificates of Participation: **\$58.4M**
 - \$25.6M for Critical Repairs, \$32.8M for Streets
- 2-Year Other Sources Investment: **\$335.1M**
- TOTAL 2-Year Proposed Investment: **\$509.5M**

Questions & Comments

onesanfrancisco.org