

Citywide Asset Report Presentation

The following questions were asked during the Citywide Capital Asset Report work session. Responses are included in the attached packet.

1. To what extent does the federal regulatory environment complicate our efforts to manage our assets?

Answer: Regulatory compliance requirements can have major impacts on the management of infrastructure systems and on the resources available for repair and expansion projects. Currently a number of federal, state, and local regulations require additional compliance measures by the City. These mandates vary in compliance requirements, timeline, and level of funding through current City revenues. Regulatory mandates affect all of the City’s infrastructure systems, including sewer and stormwater, transportation, water, parks and civic facility investments. The following represent some of the major regulations on capital systems:

- Clean Water Act, such as the Long Term Enhancement Rule (LT2) and CSO Amended Stipulation and Final Order
- Environmental Protection Act, including Superfund cleanup requirements
- Safe Drinking Water Act, including Underground Injection Control requirements
- Endangered Species Act, such as Habitat Conservation Planning
- Americans with Disabilities Act
- Uniform Building Code, including minimum seismic standards
- Green Building and Energy Efficiency Policies

These regulations represent newly – and often externally – defined levels of service, and many do not have dedicated funds set aside for compliance measures. Compliance often requires significant capital investment, which requires new financial resources or the diversion of existing resources from current or future service levels (e.g. reduced funding for programming or capital repair and rehabilitation projects). In addition to existing mandates, future regulations may further impact management of the City’s infrastructure systems. Certain requirements, such as ADA accessibility and building code improvements may occur as part of capital repair or rehabilitation projects.

5 Year Look at Mandate Capital Project Budget Relative to Total Capital Project Budget						
	FY 2016-17 Requested Budget	FY 2017-18 Estimated Budget	FY 2018-19 Estimated Budget	FY 2019-20 Estimated Budget	FY 2020-21 Estimated Budget	Total
Total Capital Project Expenses	\$409,164,317	\$399,022,814	\$319,078,585	\$282,579,929	\$228,038,688	\$1,922,800,811
Capital Project Expenses Flagged as "Mandate" by Bureaus	\$42,260,000	\$58,216,000	\$42,875,000	\$47,958,000	\$37,116,000	\$228,425,000
"Mandate" Capital Project Expenses as a Percentage of Total Capital Project Expenses	10.33%	14.59%	13.44%	16.97%	16.28%	11.88%