EXHIBIT NO. 1

11
10-25-05

City of Alexandria, Virginia

MEMORANDUM

DATE: OCTOBER 17, 2005

TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL

FROM: JAMES K. HARTMANN, CITY MANAGER

SUBJECT: CONSIDERATION OF AUTHORIZATION OF RECOMMENDED CAPITAL PROJECT ALLOCATIONS AND PLANNED EXPENDITURES

ISSUE: City Council authorization of the recommended capital project allocations and planned expenditures.

RECOMMENDATION: That City Council authorize the capital project allocations and planned expenditures for the capital projects as detailed in the Capital Improvement Expenditure Summary (Attachment).

DISCUSSION: This docket item provides a summary of Capital Improvement Program planned expenditures (attachment). It includes projects reflected in the City's Fiscal Year 2006 Capital Budget, approved by City Council on May 2, 2005 or approved in capital budgets prior to FY 2006 with a CIP budget document page reference in the attachment. A project title listing appears on the next page and a detailed summary appears in the attachment.

Allocations are recommended for the following projects:

Sewers		
Extension and Replacement of Storm Sewers	$	1,000,000
Streets and Bridges		
Duke and King Street Paving	$	500,000
Other Infrastructure Projects		
Network Operations Center Upgrades	$	190,000
Regional Public Safety		
Peumansend Creek Regional Jail (capital contribution)	$	169,904

ATTACHMENT: Capital Improvement Program Planned Expenditures

STAFF:
Mark Jinks, Assistant City Manager
Bruce Johnson, Director, Office of Management and Budget
Alfred Coleman, Budget/Management Analyst, Office of Management and Budget

This attachment provides summary information on capital improvement program projects for which work will be initiated and expenditures incurred during the upcoming months. Funding for all of the projects discussed below is included in the City's Approved FY 2006 Capital Improvement Program (CIP) budget or in prior year capital budgets.

Project Number Index Code/ Sub-object	Project Title	Approved Funding Available	Planned Expenditure Amount	Budget Document Page Reference
Project 012-301 Account No. 250076 Sub-object 2121	Sewers (Extension and Replacement of Storm Sewers)	$1,000,000	$1,000,000	Page 183 of the City's Approved 2006 CIP Budget Document

This allocation will provide funding to continue essential sewer infrastructure maintenance projects for both tasks unforeseen at the time of budget preparation and for scheduled maintenance projects. This allocation will provide for the design and construction of the storm sewer extension project on Maple Street; storm sewer culvert reconstruction on Francis Hammond Parkway; storm sewer reconstruction on Edsall Road; and miscellaneous storm sewer reconstruction projects. These projects are ongoing.(Funding Source - Cash Capital FY 2005 Funds)

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Project Number Index Code/ Sub-object	Project Title	Approved Funding Available	Planned Expenditure Amount	Budget Document Page Reference
Project 011-125 Account No. 245120 Sub-Object 2121	Streets and (Duke and King Street Paving)	$500,000	$500,000	Page 166 in the City's Approved 2006 CIP Budget Document

This allocation will provide the funding which has been required to complete the expanded scope of the Duke Street and King Street Repaving project. The original scope of this project was to resurface the deteriorated portions of Duke Street between Holland Lane and Quaker Lane and King Street west of the Metrorail/CSX overpass at a cost of $1.0 million, which was approved by City Council in the context of the October 26, 2004, Capital Project Allocations

and Expenditures Report. Since the project was initiated however, the project was expanded to include the area of Duke Street between Henry Street and Holland Lane. The expansion of the original scope of the project and the cost increases associated with the use of petroleum-based asphalt has resulted in additional cost requirements of $500,000. Given the choice of not doing these high priority projects, or reallocating other capital funds in order that the paving could be completed, a decision was made to complete the paving and to do a capital reallocation. These additional cost requirements will be funded with monies previously budgeted for the Traffic Survey Response project ($225,000) for which this funding will not be needed and the Storm Sewer Relining project ($275,000) for which this funding will be deferred to another fiscal year. The repaving project is scheduled to be completed in Spring 2006. (Funding Source - Traffic Survey Response (255133 - $225,000) and Storm Sewer Relining (245550 - $275,000) - Cash Capital FY 2005 and FY 2006 Funds)

Project Number Index Code/ Sub-object	**Project Title**	**Approved Funding Available**	**Planned Expenditure Amount**	**Budget Document Page Reference**
Project 015-546 Account No. 265155 Sub-object 2121	Other Infrastructure Projects (Network Operations Center Improvements)	$190,000	$190,000	Page 261 of the City's Approved 2006 CIP Budget Document

This allocation will provide funding for the City's Network Operations Center move from City Hall to Tavern Square including the costs of connecting the I-Net, installing door locks and a security system and installation of a raised floor in the network center. As part of the City's Space Management Program to free up space at City Hall, City Council approved a plan to move the department of Information and Technology Services (ITS), including the Network Operations Center, from its current space in City Hall to leased space in the Tavern Square complex. The landlord will provide for the majority of the build-out costs as detailed in the City's lease with the landlord. However, the City is responsible for any "above building standard" items, which includes heating, ventilation and air conditioning (HVAC) and emergency generator power requirements for the Network Operations Center. This allocation will provide for the construction of the raised floor, installation of fire suppression systems, and the installation of air conditioning and generator power for the data center.

Previous allocations provided for the connection to the City's I-Net, data cabling and site security. This project is scheduled to be completed in CY 2005.(Fund Source: Cash Capital - FY 2006 Funds)

Project Number Index Code/ Sub-object	**Project Title**	**Approved Funding Available**	**Planned Expenditure Amount**	**Budget Document Page Reference**
Project 006-004 Account No. 224006 Sub-object 2121	Regional Public Safety (Peumansend Creek Regional Jail)	$169,904	$169,904	Page 134 of the City's Approved 2006 CIP Budget Document

This allocation will provide funding for the City's portion of debt service payments due to the Peumansend Creek Regional Jail Authority during FY 2006. In September 1994, City Council approved the Service Agreement establishing the financial and operational commitments of the member jurisdictions regarding design, construction and operation of the jail. Member jurisdictions include Alexandria, Richmond and the Counties of Caroline, Arlington, Loudoun and Prince William. Alexandria is allocated 50 beds, or approximately 15 percent of the 336 beds in the facility. The City's share of the capital cost of this facility is estimated at approximately $3.2 million in capital and debt service costs over the 20 year period of debt (1997-2016). The Authority issued revenue bonds in the Spring of 1997. (Funding Source - Cash Capital FY 2005 and FY 2006 Funds)

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