| Department: | County Assets | Program Contact: | Alene Davis |
|---|---|---|---|
| Program Offer Type: | Internal Service | Program Offer Stage: | As Proposed |
| Related Programs: | 78204, 78205, 78213 | | |
| Program Characteristics: | | | |

## Executive Summary

The Asset Preservation (AP) Program is designed to create a self-sustaining fund which provides for the continuing reinvestment and capital work required to keep the County's Tier I buildings safe, reliable, functional and efficient for the operating programs that use them.

## Program Summary

The Asset Preservation Program (AP) provides funding for the annual 5-year Capital Plan that focuses on the County's 35 primary owned Tier I buildings. A Tier I building is one which is designated for long-term retention and which meets current County standards. AP funding is intended to support replacement or repairs to essential building elements such as roofs, plumbing, electrical, heating ventilation air-conditioning (HVAC), Americans with Disabilities Act (ADA) modifications, seismic upgrades, and interior finishes that keep buildings functioning and optimizing their potential. The program prolongs building life and provides the County with assets that are worth their market value. It includes planned upgrades in equipment and systems intended to meet changing building needs.

The AP program continues to look at the long term County benefits by examining program needs, building needs, flexibility, cost efficiencies, building operations and maintenance. The AP Program is managed via the annual 5-year Capital Plans that focus on short-term requirements that are integrated with the long-term Facilities Asset Strategic Plan (FASP). The Capital Plan is based on a comprehensive database which identifies all projected replacement needs in Tier I buildings over three decades and then prioritizes and schedules needed work in the future. This allows Asset Preservation funds, bond/levy proceeds, grants,etc. to be invested based on priority, and optimizes return on investment.

## Performance Measures

| Measure Type | Primary Measure | FY18 Actual | FY19 Purchased | FY19 Estimate | FY20 Offer |
|---|---|---|---|---|---|
| Output | Percent of projects planned for completion during a fiscal year that are completed in that fiscal year. | 57% | 80% | 80% | 80% |
| Outcome | Percent of Primary Owned Buildings rated as Tier 1. | 49% | 54% | 53% | 54% |

## Performance Measures Descriptions

PM #1: Percent of projects planned for completion during a fiscal year that are completed in that fiscal year.
PM #2: Percent of Primary Owned Buildings rated as Tier 1. Purchase of homeless shelters lowered anticipated Tier 1 percentage.

## Legal / Contractual Obligation

There are a number of projects carrying over into FY20 that have contractual obligations to vendors and/or service providers.

## Revenue/Expense Detail

| | Proposed General Fund | Proposed Other Funds | Proposed General Fund | Proposed Other Funds |
|---|---|---|---|---|
| **Program Expenses** | **2019** | **2019** | **2020** | **2020** |
| Contractual Services | $0 | $12,430,522 | $0 | $16,514,395 |
| Materials & Supplies | $0 | $0 | $0 | $0 |
| **Total GF/non-GF** | **$0** | **$12,430,522** | **$0** | **$16,514,395** |
| **Program Total:** | **$12,430,522** | | **$16,514,395** | |
| **Program FTE** | 0.00 | 0.00 | 0.00 | 0.00 |

| **Program Revenues** | | | | |
|---|---|---|---|---|
| Other / Miscellaneous | $0 | $3,792,659 | $0 | $4,655,476 |
| Financing Sources | $0 | $244,504 | $0 | $193,838 |
| Interest | $0 | $30,000 | $0 | $0 |
| Beginning Working Capital | $0 | $8,363,343 | $0 | $11,800,000 |
| Service Charges | $0 | $16 | $0 | $170 |
| **Total Revenue** | **$0** | **$12,430,522** | **$0** | **$16,649,484** |

## Explanation of Revenues

50000 BWC from Routine Project Carryover $11,800,000
50310 Intl Svc Reimbursement AP Fee from County Occupants $4,657,402
50320 Cash Transfer revenue from External Clients $150,166
50320 Cash Transfer revenue from Fund 3505 per repayment agreement for prior years $41,954

## Significant Program Changes

**Last Year this program was:** FY 2019: 78206-19 Facilities Capital Asset Preservation Program

Beginning Working Capital increase due to additional carryover due to delays in projects.