

## Capital Outlay

### Overview

In the City of Santa Cruz, capital assets are generally defined as assets are used in operations and that have an estimated useful life more than one year with an initial, individual cost greater than the thresholds below:

Asset Type	Threshold
Infrastructure	\$25,000
Buildings and Lease Improvement	\$10,000
Land Improvement	\$10,000
Leased Buildings	\$10,000
Machinery and Equipment	\$5,000
Leased Equipment	\$5,000
Software (if qualified)	\$5,000

There is a special class of expenditures that are for capital assets that have a purchase timeline of one year: these are considered capital outlay. The table below compares different types of expenditures found throughout the City of Santa Cruz's budget:

Expenditure Type	Threshold	Purchasing Timeline	Recurring or One-time
Operating Noncapital Expenditure	Less than capital asset threshold	One year or less	Recurring
Capital Investment Program Capital Project	Greater than or equal to capital asset threshold, and over \$100,000	Greater than one year	One-time
Capital Outlay Expenditure	Greater than or equal to capital asset threshold	One year or less	One-time

### FY 2025 Planned Capital Outlay Expenditures by Department

#### Economic Development

Activity	Description	Amount	Detail
Activity 5591- Property Management	Other Building Costs	\$60,000	Midtown Plaza Infrastructure & Amenities
<b>Total Economic Development – Fund 136</b>		<b>\$60,000</b>	

#### Information Technology

Activity	Description	Amount	Detail
Activity 1251- IT Operations	Computer Equipment	\$35,000	Nimble Storage Replacement

**Information Technology (continued)**

Activity	Description	Amount	Detail
	Computer Equipment	\$55,000	Switches, Routers and Firewalls, & Backup Appliances
	Computer Equipment	\$30,000	vSphere Blade for Server Infrastructure
<b>Total Information Technology</b>		<b>\$120,000</b>	

**Parks and Recreation**

Activity	Description	Amount	Detail
Activity 3107-Community and Regional Parks	Parks and Playground Equipment	\$10,000	Large Tractor Aerator
	Parks and Playground Equipment	\$20,000	Tractor Attachments
	Parks and Playground Equipment	\$65,000	Dingo and Attachments
<b>Total Parks and Recreation</b>		<b>\$95,000</b>	

**Public Works**

Activity	Description	Amount	Detail
Activity 4102 – Engineering	Vehicle Equipment	\$48,000	Replacement of vehicle # 113 (Prius) to hybrid or EV Toyota AWD SUV. Shared purchase between Transportation Engineering and General Engineering.
Activity 4220 – Transportation Engineering			
Activity 4210 – Street Maintenance and Sidewalk Repair	Other Machinery and Equipment	\$46,800	Final balloon payment #904
<b>Total Public Works – General Fund</b>		<b>\$94,800</b>	
Activity 7202 – Wastewater Collection / Flood Control	Vehicle Equipment	\$250,000	Purchase of Peterbilt Septic Pump Truck as new addition to Wastewater Collection Fleet
	Vehicle Equipment	\$75,000	Replacement of non-tier 4 compliant 4” trailer-mounted trash pump
Activity 7203 – Wastewater Treatment Facility	Computer Equipment	\$50,000	New Antivirus for SCADA/PLC network

**Public Works (continued)**

<b>Activity</b>	<b>Description</b>	<b>Amount</b>	<b>Detail</b>
	Computer Equipment	\$75,000	Replace end-of-life Vmware hosts
	Computer Equipment	\$10,000	Upgrade end-of-life PME software
	Computer Equipment	\$20,000	Replace end-of-life Cisco switches
	Computer Equipment	\$15,000	Additional security cameras, including installation, for WWTF
	Computer Equipment	\$66,000	Additional computer equipment costs
	Computer Equipment	\$20,000	Upgrades to outdated, unsupportable software programs
	Equipment Components	\$100,000	Three secondary air supply fans
	Equipment Components	\$30,000	Replace end-of-life secondary air control valves
	Equipment Components	\$30,000	Upsize SFT Grinder to 10" size
	Equipment Components	\$60,000	Replace end-of-life components on PSS Scum Drives 3 and 4 sprocket and shear pin assemblies
	Equipment Components	\$40,000	Replace three aging electric work maintenance carts
	Equipment Components	\$45,000	Replace centrifuge room wall fans approaching end-of-service life
	Equipment Components	\$28,000	Upgrade ignition control system for Cogen #2 DSM module
	Equipment Components	\$120,000	Ladders for secondary clarifiers
	Equipment Components	\$60,000	New platform with rails for influent discharge
	Equipment Components	\$20,000	Genie life for equipment gallery
	Equipment Components	\$80,000	Awning for Title 22

## Public Works (continued)

Activity	Description	Amount	Detail
	Equipment Components	\$30,000	Two new Comp samplers
	Other Machinery and Equipment	\$150,000	Replacement tug for dewatering (asset # 731)
Activity 7204 – Secondary Plan Parks Mitigation	Other Capital Outlay	\$84,000	Neary Lagoon breaker replacement and preventative maintenance
Activity 7205 – Wastewater Source Control	Other Capital Outlay	\$180,000	Replace Environmental Compliance sampling trucks (#488 and #467) with Ford Lightnings
Activity 7206 – Wastewater Pump Hose	Other Capital Outlay	\$25,000	Rebuild parts on influent pump #2
Activity 7208 – Wastewater Lab	Other Machinery and Equipment	\$70,000	Acquire and install a UHEPA air recirculation hood in the main lab
Total Wastewater		\$1,733,000	
Activity 7302 – Resource Recovery Collection-Container	Other Machinery and Equipment	\$16,000	Two 10-yard cover roll-off boxes
	Other Machinery and Equipment	\$18,000	Two 20-yard cover roll-off boxes
	Other Machinery and Equipment	\$22,000	Two 30-yard cover roll-off boxes
	Other Machinery and Equipment	\$36,000	Two 3-yard vertical compactor
	Vehicle Equipment	\$275,000	Roll-off truck replacement for truck #760; Mack chasis
Activity 7303 – Refuse Disposal	Heavy Equipment	\$145,000	New skid steer for concrete processing
	Other Machinery and Equipment	\$45,000	Crusher bucket
	Other Machinery and Equipment	\$20,000	Concrete hammer
Activity 7304 – Recycling Program - Processing	Other Machinery and Equipment	\$40,000	Four heavy duty 40-yard roll-off boxes

**Public Works (continued)**

<b>Activity</b>	<b>Description</b>	<b>Amount</b>	<b>Detail</b>
Activity 7305 – Resource Recovery Collection – Cart	Vehicle Equipment	\$475,000	Split rear loader replacement for #720
	Vehicle Equipment	\$475,000	Split rear loader replacement for #724
Total Resource Recovery		\$1,567,000	
Activity 7401 – Off-Street Parking	Other Machinery and Equipment	\$26,100	Lease program year four of five for ten replacement T2 Luke machines in the Downtown District
	Vehicle Equipment	\$30,000	Four collection carts
Total Parking		\$56,100	
Activity 7831 – Mechanical Maintenance	Vehicle Equipment	\$120,000	Replace service trucks # 861 and #865
Total Equipment Operations		\$120,000	
<b>Total Public Works</b>		<b>\$2,597,600</b>	

**Water**

<b>Activity</b>	<b>Description</b>	<b>Amount</b>	<b>Detail</b>
Activity 7106 – Water Production	Computer equipment	\$30,000	Three physical server replacements (Two DCs and 1 ESXi server for City and SCADA)
	Computer equipment	\$50,000	PAN Firewall replacements for remote sites
	Equipment components	\$85,000	SLR Pump and motor
	Equipment components	\$18,000	Spare parts for water supply resiliency: soft starters for SLR PS, CPS
	Equipment components	\$20,000	Spare pump/motor for Soquel intertie for supply reliability during aggressive CIP schedule

**Water (continued)**

<b>Activity</b>	<b>Description</b>	<b>Amount</b>	<b>Detail</b>
	Equipment components	\$22,000	Spare Well 12 pump and motor for water supply reliability
	Equipment components	\$22,000	Spare Well 9 pump and motor for water supply reliability
	Equipment components	\$12,000	Spare motor for CPS #1 for water supply resiliency
	Equipment components	\$9,500	Spare VFD for CPS #3 for water supply resiliency
	Equipment components	\$18,000	GHWTP Clarifier flash mixers 1&2 replacements
	Other machinery & equipment	\$15,700	Turbidity meters
	Other machinery & equipment	\$16,200	Chlorine Analyzers
	Vehicle equipment	\$50,000	Replacement of, and Equipment for, vehicle 109
	Tools	\$18,000	Tool replacement
Activity 7108 – Water Distribution	Vehicle equipment	\$150,000	Vehicle equipment for vehicles #492, 495, 502, 611
<b>Total Water</b>		<b>\$536,400</b>	

<b>Total Capital Outlay</b>	<b>\$4,382,300</b>	
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