

Capital Asset Management Presentation Highlights

Olympia Parks, Arts & Recreation Department (OPARD) - January 14, 2015

CAPITAL ASSET MANAGEMENT

Olympia's park system consists of almost 1000 acres of park land and millions of dollars of park infrastructure. Our goal is to keep the park infrastructure safe, available for public use, visually appealing, and well maintained so it meets or exceeds its design life. **To achieve this goal, in 2008 OPARD instituted its *Condition Assessment and Major Maintenance Program (CAMMP)*.** This program employs a systematic, data-driven approach to inventory, assess, prioritize, budget, schedule, perform, and track the condition and maintenance needs of park capital assets.

ASSET INVENTORY

Capital assets include all park infrastructure components (not including land) with a value greater than \$5,000. OPARD staff maintains an itemized inventory of all capital assets in the City park system that includes an estimate of their *Current Replacement Values (CRV)*.

CURRENT REPLACEMENT VALUE

This is the cost, in current dollars, to replace a facility with a new facility of equal size and function, adhering to current planning regulations and building codes. **The CRV of the entire City park system (again, not including land) is \$94M. Of this, the CRV of Percival Landing is \$66M and the CRV of all other parks combined is \$28M.**

FACILITY INSPECTION & RATING

One-third of the City park system infrastructure is inspected and rated annually by the OPARD staff engineer. During inspection, each asset receives both an *Asset Condition Rating* and a *Severity Rating*. Multiplying the facility condition rating by the severity rating results in an *Asset Priority Rating*. The OPARD staff engineer estimates the repair costs for each asset deficiency. The assets with the highest project priority rating are grouped into projects, scheduled, and included in the annual CFP funding request for CAMMP. **Currently, The City park system has \$4M in deficiencies.**

CAPITAL FACILITIES PLAN – CAMMP Annual Funding Request

Since the CAMMP program was established, annual CFP funding for the program has been inconsistent, **varying from a high of \$500,000/year to a low of \$178,000/year. To address the \$4M deficiency backlog during the upcoming 2016-2021 CFP period, staff recommends that the annual CFP appropriation for CAMMP be increased, and maintained at \$750,000/year.**

BENCHMARKING: How Do We Compare to Other Park Systems?

The overall condition of the City's park system infrastructure is expressed in an annual *Facility Condition Index (FCI)*, which is also utilized by the National Park Service and the City of Portland. The FCI is determined by dividing the projected cost of system-wide repairs (\$4.0M) by the current replacement value (\$28M w/o Percival Landing). At the conclusion of 2014, the OPARD FCI was 0.14. **On the standardized scale of Good - Fair – Poor - Serious, a rating of 0.14 is considered on the low end of FAIR.**