



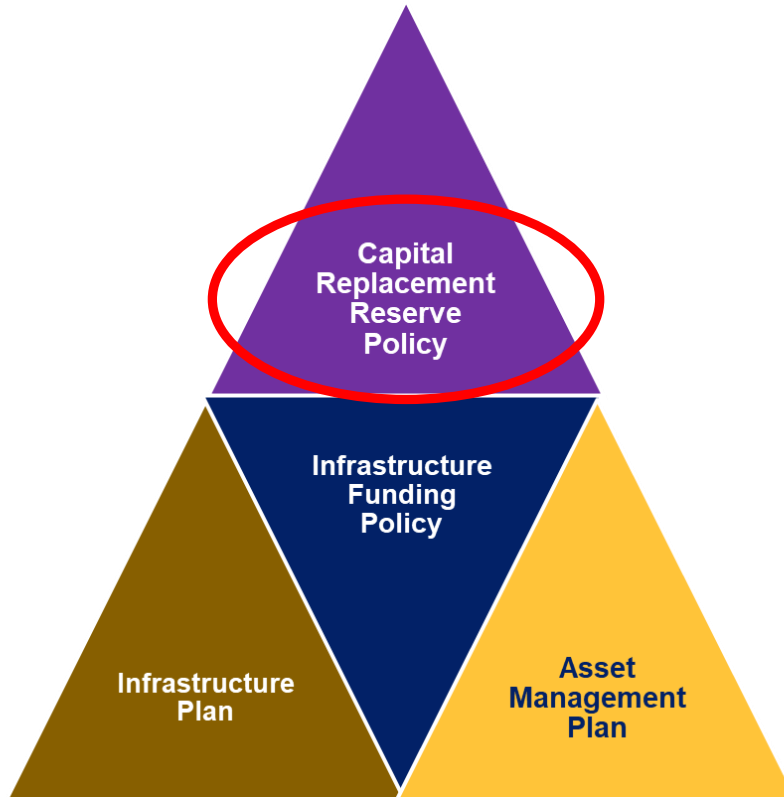
CAPITAL ASSET RENEWAL AND REPLACEMENT RESERVES POLICY

CITY OF GARDEN GROVE
JUNE 28, 2022



City of Garden Grove, California

Infrastructure Funding Policy



- Adopted in June 2021 (Resolution No. 9703-21)
- Three cornerstones:
 - Financial Commitment
 - Infrastructure Stewardship
 - Strategic Planning

Capital Asset Renewal and Replacement Reserves Policy

Policy Purpose:

- Ensure adequate funding
- Protect public investment
- Maximize useful life

Funding Strategies:

- Restricted → Unrestricted
- Internal service charges
- One-time funds
- General Fund operating surplus



Responsibilities:

- Council
- City Manager
- Finance
- Departments

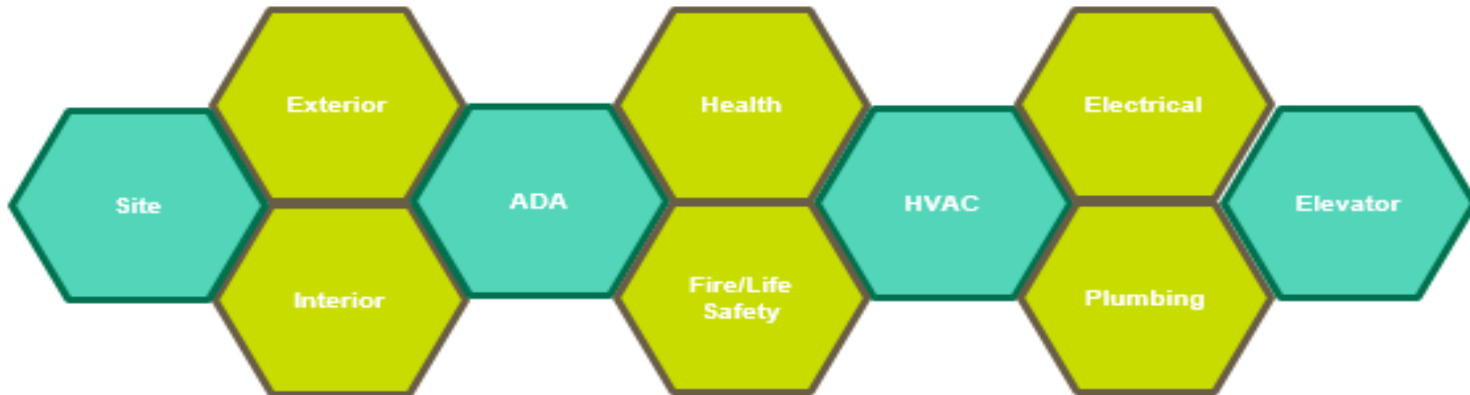
Buildings and Structures Internal Service Fund

Currently

- Pay as we go
- Deferred Maintenance
- Lack of funding

Proposed

- Proactive approach
- Planned Maintenance/Replacement
- Fund through internal service charge



Recommended Actions:

- Adopt Resolutions to establish the City of Garden Grove Capital Asset Renewal and Replacement Reserves Policy