agenda item no. 9.6.

## City of Garden Grove

#### INTER-DEPARTMENT MEMORANDUM

To:

Matthew J. Fertal

From:

Keith G. Jones

Dept.:

City Manager

Dept.:

**Public Works** 

Subject:

AMEND THE PROJECT LIST FOR Date:

May 25, 2010

FISCAL YEAR PROPOSITION 1B

09/10 APPROPRIATION

#### **OBJECTIVE**

For City Council to amend the list of projects considered for funding under Proposition 1B-Local Street and Roads (LSR) Improvement for fiscal year 2009-10.

#### **BACKGROUND**

Proposition 1B (Prop1B) provided \$19.925 billion in bond funds for a variety of transportation priorities, including \$2 billion for cities and counties to fund the maintenance and improvement of local transportation facilities. The 2009 Budget Act appropriated \$441 million available to counties in set allocations and \$258 million to cities available on a first-come, first-served basis. Garden Grove's second allocation (\$2,568,621) is determined by the State Controllers Office (SCO), based on population. The first allocation of \$2.7 million was received in July 2008 and has been awarded. Additionally, in February 2010, the state announced the re-opening of the application process to request the City's share of the 2009-10 appropriation of Prop 1B funding. In order to receive this second allocation of \$2.5 million, cities must submit a plan to the Department of Finance. Under this process, cities are required to provide a list of projects expected to be funded with bond funds before an allocation is made. The list of projects must include the following:

- Description and location of the proposed project
- Schedule for project completion
- Estimated useful life of the capital improvement

#### **DISCUSSION**

On January 2009, Staff presented a list of street rehabilitation projects to the City Council in anticipation of Prop 1B funding; however these funds were ultimately frozen by the State and these projects were never submitted for state funding Based on project readiness, staff is proposing to fund new street consideration. rehabilitation projects. The proposed projects have no funding and will be awarded within the deadline of July 1, 2010. The list of projects presented to Council on January 2009 and the updated list of projects being presented are identified and listed below:

# AMEND THE PROJECT LIST FOR PROPOSITION 1B FISCAL YEAR 09/10 APPROPRIATION

May 25, 2010

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List of Projects Presented to City	Updated List of Projects Being
Council on January 2009	Presented
1) Dale: Orangewood to Katella	1) Dale: Orangewood to Katella
2) Newhope: Trask to Garden Grove	2) Newhope: Trask to Garden Grove
3) West: Garden Grove to Lampson	3) West: Garden Grove to Lampson
4) Bushard: Hazard to Westminster	4) Knott: Chapman to north city limits
5) Orangewood: Brookhurst to Euclid	5) Springdale: Chapman to north city limits
6) Dale: Lampson to Twana	

In order for funds to be encumbered by July 1, 2010 and for the City to secure its share of Prop 1B funding, staff has updated the list of projects for the current capital improvement plan. Due to the rise of construction costs, one project has been deleted from the updated list.

## FINANCIAL IMPACT

There is no impact to the General Fund. No matching funds are required.

### **RECOMMENDATION**

It is recommended that the City Council:

 Amend the list of street rehabilitation projects identified above for funding under Proposition 1B – Local Street and Roads Improvement for FY 09/10.

KEITH G. JONES

Public Works Director

By: William E. Murray, Jr.

City Engine

Recommended for Approval

Matthew Fertal City Manager