

Agenda Report

TO: City Council

DATE: January 22, 2001

THROUGH: Finance Committee

FROM: City Manager

SUBJECT: Amendments to the FY 2001 Capital Improvement Program Budget

RECOMMENDATION:

It is recommended that the City Council:

1. Amend the FY 2001 Capital Improvement Program to modify five existing projects; and
2. Approve a journal voucher amending the FY 2001 - 2006 Capital Improvement Program budget as detailed in Attachment A.

BACKGROUND:

As a part of the process to update changes to the Capital Improvement Program (CIP) budget, the Public Works and Transportation Department has completed a report detailing budget adjustments to the FY 2001 – 2006 CIP. The budget adjustments are necessitated due to changes in the status of various capital projects. The budgetary changes for existing projects are listed below and must be recognized through the City's journal voucher process to formalize the changes. These changes are summarized in Attachment A.

1. News Racks – Pilot Program (73118)

The original budget for this project was \$215,000, comprised of \$15,000 of Commercial Development Fees and \$200,000 in Private Capital. The \$200,000 was the estimated cost to the manufacturer to install the news rack equipment. The private capital was paid directly to the manufacturer. The project is now complete. The total project cost was \$17,595, which is

\$2,595 over the amount appropriated to date. Staff recommends Commercial Development Fees be appropriated to the project to close it.

2. *Kaweah Drive Outlet Drain (76527)*

This project provides for the extension of an existing drainage system at a sump on Kaweah Drive that has damaged the adjacent residential properties by discharging concentrated flow on the slope supporting the street. Since the cost of the project was last estimated in June 1999, the cost of the right-of-way activities consisting of boundary surveys, easement documents preparation, and property owner negotiations, was greater than anticipated. In addition, an increase in scope of work as well as construction cost escalated since time was added to the overall estimated shortfall. The original cost estimate was \$80,000. Staff requests an additional \$18,000 to complete the project.

3. *Traffic Improvements – Lake Avenue at Orange Grove Boulevard (75947)*

The budget for this project was \$166,500 and the approved funding sources were \$128,500 from a Hazard Elimination Safety Grant and \$38,000 in Gas Tax. The actual amount received from the Hazard Elimination Safety Grant was \$96,356 because the construction bids were very low and the maximum amount the City receives for design and inspection is a fixed percentage of the winning bid. Although the grant funds covered the construction costs, the grant did not provide as much of the costs for design and inspection as needed. Total expenses were \$142,670 leaving a balance due \$4,481. Staff recommends Gas Tax be appropriated to close the project.

4. *Parkview Avenue Slope (73579)*

The original budget for this project was \$38,500 with \$24,000 of Gas Tax and \$14,500 of Sewer Fund dollars appropriated to this project. Due to a staff oversight, the majority of the expenses were posted against the Sewer Fund although the major revenue source was Gas Tax. The project was completed in September 1997. The Finance Department would now like to close this project. Gas Tax can only be drawn upon during the year in which work actually takes place. Therefore, staff recommends \$22,389 in Sewer Fund be appropriated and the remaining Gas Tax be returned to fund balance.

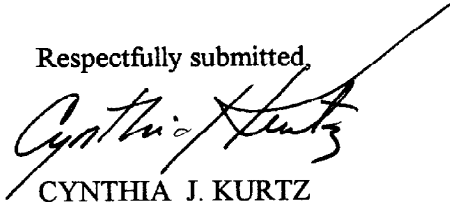
5. *Left Turn Signal Upgrades – Colorado and San Gabriel Blvd. (75901)*

This project will provide for the addition of protected/permissive left turn phasing on all approaches and general upgrading, including the installation of larger signal indications for added safety and the installation of light emitting diodes (LEDs) for energy conservation. The original engineering estimate underestimated the cost of the heavy duty poles needed for this project and did not include the larger LED indications. Bids were requested and received in September of 2000. Upon review of these bids and the additional work to be added for large LED indications, staff recommends that \$45,000 in Gas Tax be appropriated to complete this project.

FISCAL IMPACT:

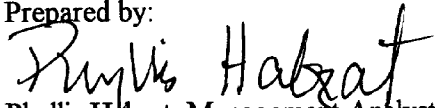
The net impact of the above amendments represents an increase of \$69,237 in prior year appropriations for the FY 2001 Capital Improvement Program.

Respectfully submitted,



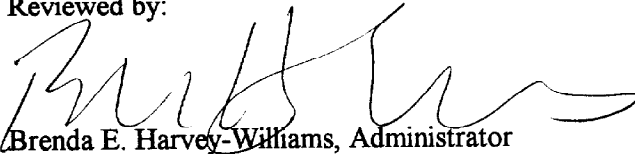
CYNTHIA J. KURTZ
City Manager

Prepared by:



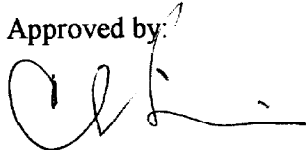
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Reviewed by:



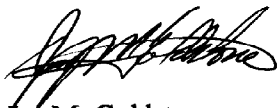
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Concurred by:



Jay M. Goldstone
Director of Finance