

Agenda Report

TO: CITY COUNCIL

DATE: January 12, 2009

THROUGH: FINANCE COMMITTEE

FROM: CITY MANAGER

SUBJECT: APPROPRIATION OF \$2,189,247 OF PROPOSITION 1B FUNDS TO THE KINNELOA AVE. – WALNUT STREET EXTENSIONS AND IMPROVEMENTS AND PREVENTIVE MAINTENANCE – ASPHALT STREETS 2005-2010 PROJECTS

RECOMMENDATION:

It is recommended that the City Council approve a journal voucher recognizing and appropriating \$2,189,247 of Proposition 1B Funds to the following projects: \$1,189,247 to the Kinneolo Avenue – Walnut Street Extensions and Improvements (73132) project; and \$1,000,000 to the Preventive Maintenance – Asphalt Streets 2005 - 2010 (73580) project.

BACKGROUND:

In November 2006, California voters approved Proposition 1B in the State's general election. Proposition 1B provides \$19.925 billion of bond funds for a variety of transportation priorities, including \$2 billion for cities and counties to fund the maintenance and improvements of local transportation facilities. In May 2008, the City received its first allocation of Proposition 1B funds in the amount of \$2,368,609 which has been allocated to street improvement projects.

On November 10, 2008, the State notified the City that the 2008 – 2009 Proposition 1B (second allocation) funds will be allocated by the State Controller's Office following notification from the State Department of Finance that the City has submitted a completed plan for the expenditure of these funds. The 2008 – 2009 Proposition 1B funding allotment for the City of Pasadena totals \$2,189,247. On December 5, 2008, due to the State budget crisis, a temporary stop was placed on the disbursement of Proposition 1B dollars. Agencies can still submit applications with a plan for the expenditure of these funds by July 1, 2009, but are advised to defer the award of projects until the stop is released. Once the stop is released, the funds will be distributed on a first come, first served basis.

Staff recommends the \$2,189,247 in Proposition 1B funds be recognized through the City's journal voucher process to formalize the budgetary changes to the projects listed below.


1. **Kinneloa Avenue – Walnut Street Extensions and Improvements (73132) –** Recognize and appropriate \$1,189,247 in Proposition 1B funds to the second phase of this project which includes the improvement of Walnut Street from Cook Avenue to Sunnyslope Avenue, and Altadena Drive from Walnut Street to Foothill Boulevard. The total estimated project cost is \$9,482,494
2. **Preventive Maintenance – Asphalt Streets 2005-2010 (73580) –** Staff recommends recognizing and appropriating \$1,000,000 in Proposition 1B funds to this project. This additional funding will allow for three additional miles of resurfacing in FY 2009/2010. The total estimated project cost is \$16,846,137.

Staff will not proceed with the construction of these projects unless the state has begun reimbursement or the city has identified alternate sources of funds for these projects.

FISCAL IMPACT:

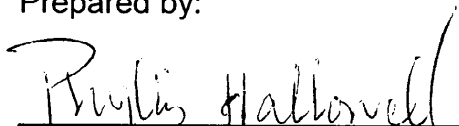
The cumulative impact of these recommendations will increase the FY 2009 CIP budget by \$2,189,247.

Respectfully submitted,



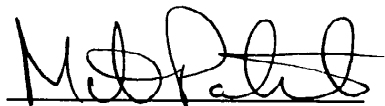
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