



CITY OF COMMERCE AGENDA REPORT

TO: Honorable City Council **Item No.** _____

FROM: City Manager

SUBJECT: A Resolution Approving a Budget Appropriation for the Atlantic Blvd. Corridor Improvements Project

MEETING DATE: March 17, 2020

RECOMMENDATION:

The City Council will consider for adoption a Resolution approving a budget appropriation of \$1,500,000 of Metro Measure R Funds to the total Atlantic Blvd. Corridor Improvements project budget.

BACKGROUND AND ANALYSIS:

The inception of the Atlantic Blvd. Corridor Improvements Project dates back to August 2015. Since then, staff has requested multiple funding allocations through the life of the project from design to construction. Below is a table of each allocation by date.

City Council Approved Date	Amount
8/11/2015	\$ 58,516.00
3/15/2016	\$ 59,071.00
12/20/2016	\$ 100,000.00
7/5/2017	\$ 52,700.00
9/12/2017	\$ 700,000.00
6/19/2018	\$ 2,200,000.00
1/8/2019	\$ 1,168,288.00
Total	\$ 4,338,575.00

For accounting purposes, to process remaining project invoices, an appropriation of the recently awarded \$1,500,000 Metro Measure R funds is needed. The total cost of the project cost, which includes environmental review, design, construction, and construction management, is \$4,993,723.

ALTERNATIVES:

1. Approve staff recommendation
2. Disapprove staff recommendation

3. Provide further direction to staff

FISCAL IMPACT:

Staff is requesting an appropriation of \$1,500,000 of Metro Measure R funds. If approved, below is an allocation breakdown of the project funding

Funding Allocation	Amount
Measure AA	\$ 4,338,575.00
Measure R	\$ 1,500,000.00
Total	\$ 5,838,575.00

The Measure R funding was not initially a part of the project budget and was secured after the design was completed. As reported on February 2, 2020, the City was able to obtain approval of a special “Letter of No Prejudice” from METRO, which will allow the City to retroactively submit reimbursement requests for the costs incurred from March 28, 2019.

Lastly, based on the additional Measure R funds, a surplus of Measure AA funds is available in the amount of \$844,852 (Total Funding Allocation – Total Project Budget). Below is a table which shows the surplus calculation.

Total Funding Allocation	\$ 5,838,575.00
- Total Project Cost	\$ 4,993,723.00
Total Surplus	\$ 844,852.00

Staff intended to include the surplus funds in the Fiscal Year 20-21 Capital Improvement Project Budget for a Street Rehabilitation project.

RELATIONSHIP TO STRATEGIC GOALS:

This item relates to the City Council’s specific 2016 Strategic Action Plan’s:

Capital Improvement Projects

- Goal to “develop and implement a sustainable CIP Program to ensure the quality of existing infrastructure and support future plans for the City and develop and invest in infrastructure and beautification projects that support economic growth.”

Community Quality of Life

- Guiding Principle 4 to “support and evaluate community services, programs and events that promote healthy and quality lifestyles for our residents. Enhance public safety and social services through innovative programs that meet the needs of the residential and business communities.”

Prepared by:

Daniel Hernandez, Director of Public Works

Reviewed by: Josh Brooks, Acting Finance Director
Approved as to form: Noel Tapia, City Attorney
Respectfully submitted: Edgar P. Cisneros, City Manager

ATTACHMENTS:

1. Resolution