

City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

To: Matt Fertal
Dept: City Manager
Subject: SUBMITTAL OF PROJECT LIST FOR
PROP 1B FUNDING

From: Keith G. Jones
:
Dept: Public Works
Date: February 12, 2008

OBJECTIVE

For City Council to approve the submittal of 11 projects for funding under Prop1B-Local Street and Roads (LSR) Improvement for Fiscal Year 2007-08.

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 share that Garden Grove is allocated (\$2,779,064) is determined by the State Controllers Office (SCO), based on population. In order to receive these funds, cities must first submit a plan to the Department of Finance.

Cities are required to provide a list of projects expected to be funded with bond funds before an allocation is made. The lists 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

Prop 1B has a "use it or lose it" provision that requires the funds to be expended within three fiscal years after the FY in which the Controller makes the allocation. This means that all Prop 1B LSR monies appropriated in FY 2007/08 must be expended by June 30, 2011. Based on project readiness and funding availability, staff is proposing to fund all the projects within the Arterial Street Rehabilitation Program. These new projects have partial grant funding and will be completed in December 2009. Eleven improvement projects have been identified and are listed below:

SUBMITTAL OF PROJECT LIST FOR PROP 1B FUNDING

February 12, 2008

Page 2 of 2

PROJECT	OTHER: CTFP, MEASURE M, GAS TAX	PROP 1B FUNDS	ESTIMATED PROJECT COST
1) Brookhurst:Westminster to Trask	\$550,000	\$250,000	\$800,000
2) Brookhurst:Lampson to Garden Grove	\$550,000	\$250,000	\$800,000
3) Garden Grove:Gilbert to Brookhurst	\$406,500	\$250,000	\$656,500
4) Garden Grove:Newhope to Harbor	\$550,000	\$250,000	\$800,000
5) Garden Grove:Euclid to Newhope	\$504,700	\$250,000	\$754,700
6) Magnolia:Westminster to Trask	\$550,000	\$250,000	\$800,000
7) Chapman:West to Harbor	\$550,000	\$250,000	\$800,000
8) Chapman:Dale to Magnolia	\$481,534	\$250,000	\$731,534
9) West: Chapman to Orangewood	\$313,750	\$200,000	\$513,750
10) West:Lampson to Chapman	\$190,936	\$279,064	\$470,000
11) Newhope:Westminster to Trask	\$392,910	\$300,000	\$692,910
TOTAL	\$5,040,330	\$2,779,064	\$7,819,394

Staff anticipated Prop 1B funding and budgeted \$1.6M in capital projects for FY 07/08. With the availability of \$2.7M, staff has reprioritized the capital improvement plan. Therefore, this action will also amend the FY07/08 capital improvement budget to reflect the increase in Prop1B funding and reallocation of all Prop1B funds into the Arterial Street Rehabilitation Program.

FINANCIAL IMPACT

There is no impact to the General Fund. All the above-mentioned projects have been awarded by the Combined Transportation Funding Program (CTFP) by OCTA and are included within the adopted capital improvement budget for FY 07/08. The remaining matching funds will come from Measure M Turnback Funds and Gas Tax.

COMMUNITY VISION IMPLEMENTATION

This project is consistent with the community vision for maintaining and improving the transportation system to ensure the safe and efficient flow of traffic.

RECOMMENDATION

It is recommended that the City Council:

- Approve the submittal of the 11 improvement projects identified above to the California Department of Finance for funding under Prop1 B - Local Street and Roads (LSR) Improvement.

KEITH G. JONES
Public Works Director

By: Chau Vu
Sr. Administrative Analyst