



## REPORT TO COUNCIL City of Sacramento

915 I Street, Sacramento, CA 95814-2604  
www. CityofSacramento.org

Consent  
September 16, 2008

Honorable Mayor and  
Members of the City Council

**Title:** Allocation of Proposition 1B Local Street and Road Funds to Various Projects

**Location/Council District:** Various locations in the City for the Street Overlays and Seals Program. Docks Promenade on Front Street. Location Map – Exhibit A of Resolution. (Districts 1 and 4)

**Recommendation:** Adopt a **Resolution** authorizing the City Manager to establish a new fund and to submit to the State Department of Finance the following projects to receive \$7,536,411 in Proposition 1B Local Street and Road Funds: Street Overlays and Seals Program (R15072000) \$7,436,411, and Docks Promenade Construction Project (B18430000) \$100,000.

**Contact:** Tim Mar, Supervising Engineer (916) 808-7531

**Presenters:** None

**Department:** Transportation

**Division:** Engineering Services

**Organization No:** 15001141

### Description/Analysis

**Issue:** Proposition 1B 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 2007 State Budget Act allocated \$550 million to Cities. Of this amount the City of Sacramento is to receive \$7,536,411. In order to receive these funds, the City Council must approve a set of projects and funding amounts.



**Policy Considerations:** The action requested supports the City's Strategic Plan goals of improving and expanding public safety and achieving sustainability and enhancing livability.

**Environmental Considerations:**

**California Environmental Quality Act (CEQA):** This action is not subject to CEQA. Independent environmental documentation is to be completed with each of the individual projects and programs.

**Sustainability Considerations:** Each of the projects and programs recommended for funding are consistent with the City's Sustainability Master Plan. The projects conform to the Air Quality Focus Area by improving transportation infrastructure and encouraging walking and bicycle riding as an alternative to motor vehicle use.

**Other:** None

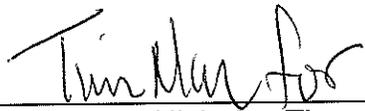
**Commission/Committee Action:** None

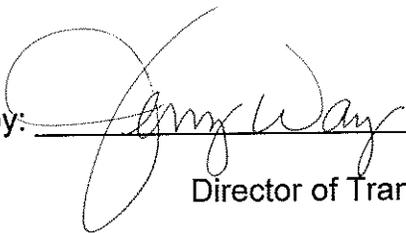
**Rationale for Recommendation:** The Proposition 1B Local Street and Road Program requires that funds be spent within 3 years from the fiscal year of allocation. Funds must be expended by June 30, 2012. As a result of this requirement, staff focused on projects that were high City priorities and were ready to construct.

Staff recommends \$7,436,411 be allocated to the Street Overlays and Seals Program to reduce the increase in the backlog of streets that require maintenance and prevent them from needing more costly reconstruction. Staff also recommends \$100,000 be allocated to the Docks Promenade Construction Project for the reconstruction of Front Street in support of the project. The Docks Promenade Construction Project is scheduled for construction bids in late 2009.

**Financial Considerations:** Proposition 1B Local Street and Road funds in the amount of \$7,536,411 are available for allocation to the following projects: Street Overlays and Seals Program (R15072000) \$7,436,411, and Docks Promenade Construction Project (B18430000) \$100,000. Upon City Council approval of the recommended list of projects and amounts, the State Department of Finance will issue a check to the City for allocation to the projects. A new fund is to be established to receive these funds.

**Emerging Small Business Development (ESBD):** Not Applicable

Respectfully Submitted by:   
Nicholas Theocharides  
Engineering Services Manager

Approved by:   
Jerry Way  
Director of Transportation

Recommendation Approved:

  
Ray Kerridge  
*for* City Manager

**Table of Contents:**

Report	Pg. 1
<b>Attachments</b>	
1 Background	Pg. 4
2 Resolution	Pg. 5
Exhibit A- Location Map	Pg. 7

**Attachment 1**

**Background Information:**

Proposition 1B 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 2007 Budget Act and Chapter 181, Statutes of 2007(SB88), appropriate a total of \$950 million of the \$2 billion in Proposition 1B funds in 2007-08. Of this amount, Chapter 314, Statutes of 2007(AB196), specifies that \$550 million be allocated to cities and \$400 million be allocated to counties. Of the \$550 million, the City of Sacramento's share is \$7,536,411.

If and when the Governor and Legislature approve the remaining \$1.050 billion in remaining Local Road and Street funds, the amount allocated to the Cities will be \$450 million of which the City of Sacramento will receive an additional \$7,092,216. The City's shares are based on population.

Proposition 1B Local Road and Street funds are to be spent on projects that will assist in reducing local traffic congestion and reduce further deterioration of infrastructure, improving traffic flows, or increasing traffic safety that may include but not limited to, street and highway pavement maintenance, rehabilitation, installation, construction and reconstruction of necessary associated facilities such as drainage and traffic control devices, or the maintenance, rehabilitation, installation, construction and reconstruction of facilities that expand ridership on transit systems, safety projects to reduce fatalities, or as a local match to obtain state or federal transportation funds for a similar purpose.

The Proposition 1B funds are to be spent within 3 years of the fiscal year of allocation.

Staff recommends \$7,436,411 in funding be allocated to the Street Overlays and Seals Program to reduce the increase in the backlog of streets that require maintenance and prevent them from needing more costly reconstruction. Also, it is recommended that \$100,000 in funding be allocated to the Docks Promenade Construction Project for the reconstruction of Front Street in support of the project. The Docks Promenade Construction Project is scheduled for construction bid advertising in late 2009.

Upon City Council approval of the recommended project list and funding, the list and funding amounts will be submitted to the State Department of Finance for review and approval. Upon their approval, it will direct the State Controller to issue a check in the amount of \$7,536,411 to the City for allocation to the projects.

**RESOLUTION NO.**

**Adopted by the Sacramento City Council**

**ALLOCATION OF PROPOSITION 1B LOCAL STREET AND ROAD FUNDS TO PROJECTS**

**BACKGROUND**

- A. Proposition 1B 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.
- B. The 2007 Budget Act and Chapter 181, Statutes of 2007(SB88), appropriate a total of \$950 million of the \$2 billion in Proposition 1B funds in 2007-08. Of this amount, Chapter 314, Statutes of 2007(AB196), specifies that \$550 million be allocated to cities and \$400 million be allocated to counties. Of the \$550 million, the City of Sacramento's share is \$7,536,411. The City's share is based on population.
- C. Proposition 1B Local Road and Street funds are to be spent on projects that will assist in reducing local traffic congestion and further deterioration, improving traffic flows, or increasing traffic safety that may include but not limited to, street and highway pavement maintenance, rehabilitation, installation, construction and reconstruction of necessary associated facilities such as drainage and traffic control devices, or the maintenance, rehabilitation, installation, construction and reconstruction of facilities that expand ridership on transit systems, safety projects to reduce fatalities, or as a local match to obtain state or federal transportation funds for a similar purpose.
- D. The Proposition 1B funds are to be spent within 3 years of the fiscal year of allocation.
- E. The City's Street Overlays and Seals Program have a growing backlog of streets needing maintenance to prevent them from requiring more costly reconstruction.
- F. The Docks Promenade Construction Project is a high priority project in final design and in need of gap funding for the reconstruction of Front Street.

**BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:**

- Section 1. The City Manager is authorized to submit to the Department of Finance a request for \$7,536,411 in Proposition 1B Local Street and Road funds.

Section 2.      Staff is authorized to establish a new fund (Proposition 1B Local Streets & Roads) to properly account for the new funding source in accordance with generally accepted accounting principles.

Section 3.      Funds are appropriated to the projects as follows:

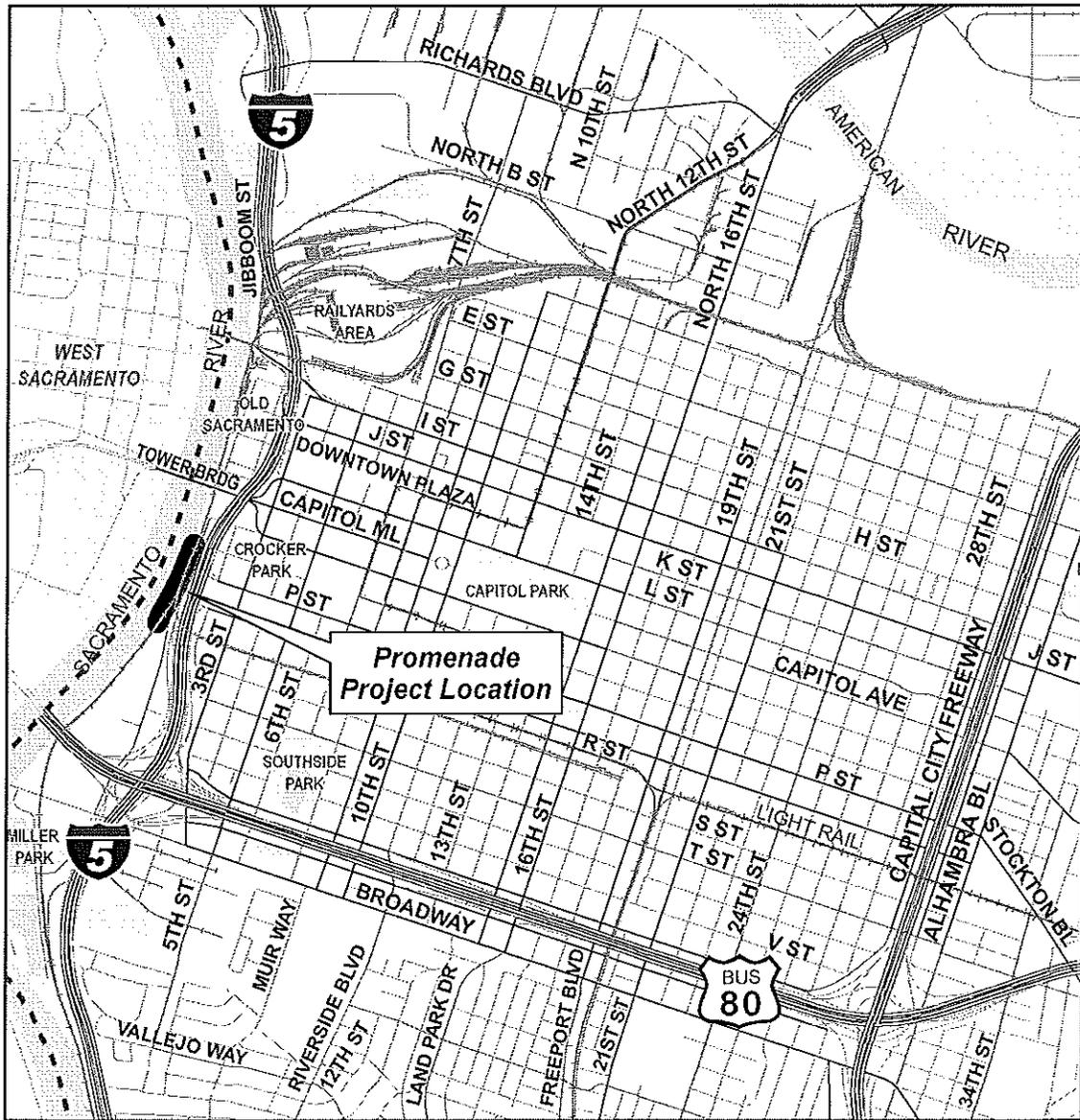
- a. Street Overlays and Seals Program (R15072000) – \$7,436,411
- b. Docks Promenade Construction Project (B18430000) - \$100,000

**Table of Contents:**

Exhibit A:      Map of the Docks Promenade Construction Project

EXHIBIT A

Location Map for  
Promenade Project (B18430000)



Department of  
**TRANSPORTATION**  
City of Sacramento

Map Contact: S. Tobin  
Map Date: Aug, 2008

0 600 1,200 2,400 3,600 4,800  
Feet

