



REPORT TO THE CITY COUNCIL

AGENDA ITEM NO.	
COUNCIL MEETING	03/20/2007
APPROVED BY	
DEPARTMENT DIRECTOR	
CITY MANAGER	

DATE: March 20, 2007

FROM: KENNETH HAMM  
Director of Transportation

SUBJECT: AUTHORIZE THE DIRECTOR OF TRANSPORTATION TO ENTER INTO AN AGREEMENT WITH Tanager Springs Development to provide funding for extending service on ROUTE 33

**KEY RESULT AREA**

Financial Management, Customer Satisfaction, Employee Satisfaction

**RECOMMENDATION**

It is recommended that Council authorize the Department of Transportation/Fresno Area Express to enter into an agreement with Tanager Springs Development to extend service on Route 33, authorize the Director of Transportation to execute all contract documents on behalf of the City to secure the funding required from the developer SADI, LLC and approve the 65th amendment to the Annual Appropriations Resolution (AAR) No. 2006-253 recognizing the revenue and appropriations related to this service..

**EXECUTIVE SUMMARY**

The Department of Transportation/Fresno Area Express (FAX) will operate extended service on route 33, Maple Avenue south of Butler to Eugenia. The extended service will be from 7:00 a.m. to 9:00 a.m., and 4:00 p.m. to 6:00 p.m. Monday through Friday. This new bus service will benefit Tanager Springs Development, a new high density housing development being constructed in Southeast Fresno by SADI, LLC. This extended service will allow the Tanager Springs Development to be eligible for Multifamily Housing Program (MHP) funding. Tanager Springs Development (SADI, LLC) has agreed to fund the extended service for a minimum of six months.

**KEY OBJECTIVE BALANCE**

The authorization to extend service on route 33 balances the key objectives of Customer Satisfaction, Financial Management, and Employee Satisfaction. This service will provide transportation options to an area currently not served. The identified funding source makes this project fiscally responsible and allows the employees to provide transportation service to a population dependent on public transit.

**BACKGROUND**

The Department of Transportation/Fresno Area Express (FAX) was approached by staff from the Planning and Development Department to discuss the need to extend bus service along route 33. The extended service would be South along Maple Avenue from Butler to Eugenia, serving the proposed Tanager Springs development. Tanager Springs is a two phased project being developed on the southeast corner of Maple Avenue and California Avenue in southeast Fresno. Each phase consists of 80 affordable large-family rental housing units available to very-low and low-income families. The development, when completed will comprise of 160 low-income housing units to be constructed in two phases. One source of funding for the project is funds from the Multifamily Housing Program (MHP). The MHP application process requires the project area be served by public transportation. Currently FAX route 33 ends at Butler Avenue. The modifications to route 33 would extend the route south to a turn around point at Eugenia, thus including the Tanager Springs Development and satisfying the requirement of the funding source.

SADI, LLC has agreed to fund the service extension from Butler Avenue south to Eugenia. The cost of this

extension is \$59,217.48 annually. The Department of Transportation / FAX has prepared a contract agreement that will result in SADI, LLC funding this service extension for a minimum of six months. Three and a half months of the contract agreement will be in the current fiscal year (FY2007).

**FISCAL IMPACT OF RECOMMENDATIONS**

There is no fiscal impact to the Department of Transportation or the City of Fresno. SADI, LLC, the developer of the Tanager Springs housing project, has agreed to fund the extended service.

**RESOLUTION NO. \_\_\_\_\_**

A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO ADOPTING  
THE 65<sup>th</sup> AMENDMENT TO THE ANNUAL APPROPRIATION RESOLUTION  
NO. 2006-253 APPROPRIATING \$ 10,000 FOR THE PURPOSE OF FUNDING  
THREE AND A HALF MONTHS OF EXTENDED SERVICE ON ROUTE 33

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF FRESNO:

THAT PART III of the Annual Appropriation Resolution No. 2006-253 be and is hereby amended as follows:

	<u>Increase/(Decrease)</u>
TO: TRANSPORTATION DEPARTMENT – FAX	
Fresno Transit Operating	\$ 10,000

THAT account titles and numbers requiring adjustment by this Resolution are as follows:

Fresno Transit Operating

Revenues:

Account: <b>34401</b> Customer User Charges	<u>\$ 10,000</u>
Fund: <b>43502</b>	
Org Unit: <b>453001</b>	

Total Revenues \$ 10,000

Appropriations:

Account: <b>51301</b> Overtime	\$ 8,500
Account: <b>56240</b> Oils and Lubricants	<u>1,000</u>
Fund: <b>43502</b>	
Org Unit: <b>451003</b>	
KRA: <b>0401002000</b>	

Total Appropriations \$ 9,500

Appropriations:

Account: <b>56121</b> Inventory	<u>\$ 500</u>
Fund: <b>43502</b>	
Org Unit: <b>452001</b>	
KRA: <b>0401002000</b>	

Total Appropriations \$ 500

THAT the purpose is for funding three and a half months of extended service on route 33.

**CLERK'S CERTIFICATION**

STATE OF CALIFORNIA }  
COUNTY OF FRESNO } ss.  
CITY OF FRESNO }

I, REBECCA E. KLISCH, City Clerk of the City of Fresno, certify that the foregoing Resolution was adopted by the Council of the City of Fresno, California, at a regular meeting thereof, held on the \_\_\_\_\_ Day of \_\_\_\_\_, 2007

AYES:  
NOES:  
ABSENT:  
ABSTAIN:

Mayor Approval: \_\_\_\_\_, 2007  
Mayor Approval/No Return: \_\_\_\_\_, 2007  
Mayor Veto: \_\_\_\_\_, 2007  
Council Override Veto: \_\_\_\_\_, 2007

REBECCA E. KLISCH  
City Clerk