



AGENDA ITEM NO.

**COUNCIL MEETING** February 6, 2007

APPROVED BY

DEPARTMENT

CITY MANAGER

February 6, 2007

**FROM:** JON R. RUIZ, Interim Director  
Public Works Department

**BY:** MICHAEL T. KIRN, PE, Assistant Director  
Public Works Department

**SUBJECT:** A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO ADOPTING THE 54th AMENDMENT TO THE ANNUAL APPROPRIATION RESOLUTION NO. 2006-253 APPROPRIATING \$1,350,000 IN TRAFFIC CONGESTION RELIEF PROGRAM FUNDS FOR STREET MAINTENANCE PROJECTS IN THE STREET MAINTENANCE AND CAPITAL PROJECT DIVISIONS OF PUBLIC WORKS

**KEY RESULT AREA**

One Fresno

**RECOMMENDATION**

Staff recommends that the Council adopt the 54<sup>th</sup> amendment to the Annual Appropriation Resolution No. 2006-253 appropriating \$1,350,000 in Traffic Congestion Relief Program (TCRP) funds for street maintenance projects in the Street Maintenance and Capital Projects Divisions of Public Works.

**EXECUTIVE SUMMARY**

Several years ago the State of California withheld approximately \$3,350,000 in Traffic Congestion Relief Program funds due the City of Fresno for the fiscal years 2004 and 2005 to balance the state budget. These funds were repaid this fiscal year and need to be appropriated for expenditure. An analysis of the TCRP program requirements and the current needs of the City determined that the funds should be spent on street maintenance issues immediately.

At the October 31, 2006, Council meeting, Council approved appropriating \$2,000,000 of the \$3,350,000 received for Street Maintenance Division projects and reallocating \$500,000 from existing funds for the Pavement Management System in Public Works Capital.

The recommended Resolution appropriates the balance (\$1,350,000) of the TCRP funds received. Staff recommends that the funds be appropriated for street maintenance projects within the Street Maintenance and Capital Projects Divisions of Public Works. The recommended AAR makes available \$480,000 for new maintenance efforts to be performed by the Street Maintenance and Capital Projects Divisions. The remaining \$870,000 is proposed to replace Measure C funds originally adopted in the Street Maintenance and Capital Projects Divisions that needed to be redirected to capital projects, such as the Herndon widening Marks to West, and from Chestnut to Willow. It is proposed to perform maintenance on various streets, as well as partnering with the RDA to improve various at grade railroad crossings.

## **KEY OBJECTIVE BALANCE**

The recommended resolution balances the three Key Objectives of Customer Satisfaction, Employee Satisfaction and Financial Management. Customer Satisfaction will be achieved through increased street maintenance activities. Financial Management and Employee Satisfaction will be achieved through completion of the projects.

## **BACKGROUND**

A number of years ago the State of California was faced with extreme financial shortcomings. In order to balance their budget, the State borrowed TCRP revenue from local agencies in fiscal years 2004 and 2005. In FY 2007, the State's fiscal picture had improved such that the TCRP funds could be repaid to the agencies with interest. The City of Fresno received approximately \$3,350,000 in TCRP funds as repayment. Since repayment was not anticipated during the FY 07 Budget preparation, it is recommended that these funds be appropriated for expenditure.

TCRP funds have program guidelines which specify the usage restrictions which were provided to the Council in the October 31, 2006, staff report which appropriated \$2,000,000 in TCRP funds for street maintenance. The primary purpose of the program is to provide funds for maintenance or reconstruction of existing streets within the agency's jurisdiction. Additional street work which will bring the street to current design standards is also eligible under the program as long as that work does not add lane capacity to the street system. The funds must be spent within two fiscal years of receipt including the year of receipt. For the current funds the expenditure deadline is June 30, 2008.

These funds cannot be used for street widening projects for which the purpose of the project is to enhance traffic capacity of the street. The funds also cannot be used to purchase fixed assets or median island improvements - such as landscaping and hardscape. Failure to follow the program guidelines will necessitate repayment of the funds not spent in accordance with the guidelines (plus interest) to the State of California.

The Department reviewed the current status of street maintenance projects and citizen complaint log and recommends that the remaining \$1,350,000 be appropriated for these projects. The recommended AAR makes available \$480,000 for new maintenance efforts to be completed by the Street Maintenance and Capital Projects Divisions. The remaining \$870,000 is proposed to replace Measure C funds that were originally adopted in the Street Maintenance and Capital Projects Divisions for the purpose of street maintenance. The proposed TCRP projects include maintenance to streets as well as railroad crossings.

## **FISCAL IMPACT**

There is no impact to the General Fund. See attached.

JRR/MTK/eam  
TCRP funding #2

Attachments: Resolution

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

A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO ADOPTING THE 54th AMENDMENT TO THE ANNUAL APPROPRIATION RESOLUTION NO. 2006-253 APPROPRIATING \$1,350,000 IN TRAFFIC CONGESTION RELIEF PROGRAM FUNDS FOR STREET MAINTENANCE PROJECTS IN THE STREET MAINTENANCE AND CAPITAL PROJECTS DIVISION OF PUBLIC WORKS

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: PUBLIC WORKS DEPARTMENT GTIP Traffic Congestion Relief Fund	\$ 1,350,000

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

GTIP Traffic Congestion Relief Fund

Revenues:

Account: 33514 State - Miscellaneous	\$ <u>1,350,000</u>
Fund: 24007	
Org Unit: 189901	

Total Revenues	\$ <u>1,350,000</u>
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Appropriations:

Account: 54302 O/S Repair & Maint - Other Impr	\$ <u>1,045,000</u>
Fund: 24007	
Org Unit: 181501	
KRA: 0103008000	

Total Appropriations	\$ <u>1,045,000</u>
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Increase / (Decrease)

Appropriations:

Account: **54302** O/S Repair & Maint - Other Impr      \$ 75,000  
Fund: **24007**  
Org Unit: **189901**  
Project ID: **PW00036**  
KRA: **0103008000**

Total Appropriations      \$ 75,000

Appropriations:

Account: **57507** Contract Construction      \$ 130,000  
Fund: **24007**  
Org Unit: **189901**  
Project ID: **PW00034**  
KRA: **0101001000**

Total Appropriations      \$ 130,000

Appropriations:

Account: **57507** Contract Construction      \$ 100,000  
Fund: **24007**  
Org Unit: **189901**  
Project ID: **PW00159**  
KRA: **0101001000**

Total Appropriations      \$ 100,000

THAT the purpose is to appropriate \$1,350,000 in Traffic Congestion Relief Program (TCRP) funds, of which, \$480,000 will be one-time additional TCRP funds for increased street maintenance projects. As a part of this action, \$870,000 in TCRP funds will back fill Measure C Capital funds that were reallocated from the Street Maintenance Division to the Public Works Capital Division in prior Council actions.

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

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