

City of Hesperia STAFF REPORT



DATE: July 19, 2018
TO: Mayor and Council Members
FROM: Nils Bentsen, City Manager
BY: Michael Blay, Assistant City Manager
Jamie Carone, Administrative Analyst
SUBJECT: Amend Measure I Fiscal Year 2017/18-2021/22 Five Year Capital Improvement Plan

RECOMMENDED ACTION

It is recommended that the City Council adopt Resolution No. 2018-040 amending the Measure I Five Year Capital Improvement Plan for Fiscal Years 2017/18-2021/22 to include revisions made to actual and future project expenditures as well as overall project costs for various projects in the Plan.

BACKGROUND

Jurisdictions receiving Measure I tax revenue from the San Bernardino County Transportation Authority (SBCTA) Local Street Program must annually adopt, by action of their governing body, a Five Year Measure I Capital Improvement Program (MICIP) which outlines the projects upon which the Measure I pass-through funds will be expended. Only projects identified in the current CIP are eligible for use of Measure I revenue and only 50% of the estimated revenue can be programmed for use on general maintenance and city overhead. The other 50% of revenue should be programmed to specific road projects which identify projects by street name and project type. At the end of each year, SBCTA audits the City's Measure I expenditures to ensure they are consistent with the projects programmed in the MICIP. The Fiscal Year 2017/18-2021/22 MICIP was due to SBCTA by September 30, 2017.

ISSUES/ANALYSIS

On September 19, 2017, the City adopted and filed the Fiscal Year 2017/18-2021/22 MICIP with SBCTA as expected. The City identified all of its programmed capital improvement projects in the plan; however, actual funds spent for some projects differed from the projected amount listed in the MICIP for FY 2016/17. These projects include the Park and Ride Project (CO 6523), the Main Street Traffic Signal Synchronization Project (CO 7133), the 2016/17 Street Improvement Project (CO 7135), the 2017/18 Street Improvement Project (CO 7145), the 2018/19 Street Improvement Project (CO 7149) the Ranchero Road Rehabilitation and Main Street Median Project (CO 7137) and the Bear Valley Road Bicycle Bypass (CO 7138). (See Attachment 2 for all adjustments).

For CO 6523, CO 7133, and CO 7138, the City spent less than anticipated as no funds were expended out of these projects in this fiscal year; those budgeted projections have been moved to Fiscal Year 2018/19 in the amended report. For CO 7135, the actual project expenditures were less than anticipated; total project costs for this project came in at \$98,011 less than the budgeted amount. For CO 7145, the amount of Measure I anticipated for use in this project was reduced from \$1,500,000 to \$1,000,000; the \$500,000 difference was supplemented by SB-1 funding.

Other amendments to the MICIP include revisions made to the project costs for the FY 2018/19 Street Improvement Project (CO 7149) which included the addition of a box culvert to remediate drainage issues as well as the remediation of a sag in the sewer line that falls within these project limits. The scope of work raised the overall project costs from \$1,500,000 to \$3,747,770 with \$832,236 coming from Measure I which is reflected in the amended report. The limits for this project were also included in amended report.

All revisions to the FY 2017/18-2021/22 MICIP are included in Attachment 2 to comply with the Measure I Five Year Capital Improvement Plan policies and procedures.

FISCAL IMPACT

There is no direct fiscal impact as a result of the subject item. This action simply adopts the Amended Measure I Five Year Capital Improvement Plan 2017/18-2021/22 for the purpose of expending Measure I revenues.

ALTERNATIVE(S)

1. Provide alternative direction to staff.

ATTACHMENT(S)

1. Resolution No. 2018-040
2. Amended Measure I Five Year Capital Improvement Plan 2017/18-2021/22