



## STAFF REPORT

**Date:** Tuesday, September 26, 2017

**To:** Bryan H. Montgomery, City Manager

**From:** Deborah Sultan, Finance Director  
Kevin Rohani, P.E. Public Works Director/City Engineer

**Subject:** **Amending the FY 2017/18 Budget to incorporate a list of projects funded by Senate Bill 1: The Road Repair and Accountability Act of 2017**

Approved and Forwarded to City Council:

  
Bryan H. Montgomery, City Manager

### **Background and Analysis**

Senate Bill 1 (SB 1), the Road Repair and Accountability Act of 2017 (Chapter 5, Statutes of 2017), was passed by the Legislature and signed into law by the Governor in April 2017 to address the significant multi-modal transportation funding shortfalls statewide. SB 1 increases several tax adjustments for inflation every year so that the purchasing power of the revenues does not diminish as it has historically.

Beginning in November 2017, portions of SB 1 revenues will be deposited into the Road Maintenance and Rehabilitation Account (RMRA) and subsequently made available to eligible cities and counties, which must comply with RMRA funding requirements as determined by the California Transportation Commission (CTC).

SB 1 prioritizes this funding towards critical maintenance, rehabilitation, and safety improvements on state highways, local streets and roads, and bridges and to improve the state's trade corridors, transit, and active transportation facilities. As codified in the Streets and Highways Code (SHC), RMRA local streets and roads allocations must be used for projects that include, but are not limited to, the following:

- Road maintenance and rehabilitation
- Safety projects
- Railroad grade separations
- Traffic control devices

- Complete street components, “including active transportation purposes, pedestrian and bicycle safety projects, transit facilities, and drainage and storm-water capture projects in conjunction with any other allowable project.

As part of SB 1’s various accountability and transparency measures, the City will annually submit a proposed project list to the CTC and subsequently provide year end updates on the progress of previously proposed projects.

It is estimated the City will receive approximately \$227,000 in Fiscal Year 2017/18 from RMRA funding. To be eligible to receive this funding, the City must submit a proposed project list to the CTC by October 16, 2017, along with a resolution documenting the City Council’s approval of the City’s amended Capital Improvement Program Budget reflecting the projects with specific RMRA funding allocations.

In order to meet SB 1’s eligibility and reporting requirements, the \$227,000 of RMRA funding must be specifically differentiated from the Highway Users Tax Account (HUTA) funding. Each project utilizing RMRA funds is required to include the following information: project description, specific location, proposed schedule for its completion, and the estimated useful life. Consequently, staff revised the applicable FY 2017/18 Capital Improvement Program Budget forms (Attachment 2 and 3) to meet all requirements. Since the CTC strongly discouraged proposed RMRA funded projects to be listed as “citywide”, the Laurel Road Widening Project (Rose Avenue to Mellowood Drive) is designated as the City of Oakley project for utilization of this RMRA funding.

### **Fiscal Impact**

The newly established RMRA Gas Tax funding is allocated to the Capital Improvement Projects within the Gas Tax Fund in the adopted FY 2017/18 Capital Improvement Program Budget for the CIP 196, Laurel Road Widening Project (Rose Avenue to Mellowood Drive).

Pursuant to the CTC’s August 2017 Final Annual Reporting Guidelines for 2017 Local Streets and Roads Funding, staff recommends amending the Fiscal Year 2017/18 Capital Improvement Program Budget to identify projects with RMRA funding. The attached Budget Adjustment reflects the \$227,000 of anticipated RMRA revenue, with specific allocations for the Laurel Road Widening Project (Rose Avenue to Mellowood Drive).

### **Staff Recommendation**

Staff recommends that the City Council adopt the resolution amending the FY 2017/18 Budget to incorporate a list of projects proposed to be funded with Road Maintenance and Rehabilitation Account (RMRA) revenues.

### **Attachments:**

1. Resolution
2. CIP 196 Project Sheet
3. FY 2017/18 CIP Summary Sheet

**RESOLUTION NO. \_\_\_-17**

**RESOLUTION AMENDING THE FY 2017/18 BUDGET TO INCORPORATE A LIST OF PROJECTS FUNDED BY SB 1: THE ROAD REPAIR AND ACCOUNTABILITY ACT OF 2017**

**WHEREAS**, Senate Bill 1 (SB 1), the Road Repair and Accountability Act of 2017 (Chapter 5, Statutes of 2017) was passed by the Legislature and Signed into law by the Governor in April 2017 in order to address the significant multi-modal transportation funding shortfalls statewide; and

**WHEREAS**, SB 1 includes accountability and transparency provisions that will ensure the residents of our City are aware of the projects proposed for funding in our community and which projects have been completed each fiscal year; and

**WHEREAS**, the City of Oakley must include a list of all projects proposed to receive funding from the Road Maintenance and Rehabilitation Account (RMRA), created by SB 1, in the City budget, which must include a description and the location of each proposed project, a proposed schedule for the project's completion, and the estimated useful life of the improvement; and

**WHEREAS**, the City of Oakley will receive an estimated \$227,000 in RMRA funding in Fiscal Year 2017/18 from SB 1; and

**WHEREAS**, the City used a Pavement Management System to develop the SB 1 project list to ensure revenues are being used on the most high-priority and cost-effective projects that also meet the community's priorities for transportation investment; and

**WHEREAS**, the funding from SB 1 will help the City maintain and rehabilitate local streets and roads and provide resources for similar projects in the future; and

**WHEREAS**, cities and counties own and operate more than 81 percent of streets and roads in California, and from the moment we open our front door to drive to work, bike to school, or walk to the bus station, people are dependent upon a safe, reliable local transportation network; and

**WHEREAS**, modernizing the local street and road system provides well-paying construction jobs and boosts local economies; and

**WHEREAS**, the local street and road system is also critical for farm to market needs, interconnectivity, multi-modal needs, and commerce; and

**WHEREAS**, police, fire, and emergency medical services all need safe reliable roads to react quickly to emergency calls and a few minutes of delay can be a matter of life and death; and

**WHEREAS**, maintaining and preserving the local street and road system in good condition will reduce drive times and traffic congestion, improve bicycle safety, and make the pedestrian experience safer and more appealing, which leads to reduce vehicle emissions helping the State achieve its air quality and greenhouse gas emissions reductions goals; and

**WHEREAS**, the SB 1 project list and overall investment in our local streets and roads infrastructure, with a focus on basic maintenance and safety, investing in complete streets infrastructure, and using cutting-edge technology, materials and practices, will have significant positive co-benefits statewide.

**NOW, THEREFORE IT IS HEREBY RESOLVED AND ORDERED**, by the City Council of the City of Oakley, State of California, as follows:

1. The City of Oakley Capital Improvement Program budget for Fiscal Year 2017/18 is amended to incorporate the following list of projects planned to be funded with RMRA revenues:

**FY 2017/18 List of Projects**

**Project Title:** Laurel Road (Rose Avenue to Mellowood Drive) Widening Project

**Project Location:** Laurel Road between Rose Avenue to Mellowood Drive

**Estimated Useful Project Life:** 25 Years

**Proposed Schedule for Completion:** FY 2017/18

**Project Description:** This section of Laurel Road between Rose Avenue and Mellowood Drive is a narrow 2 lane road that does not accommodate the traffic demands of the community. Laurel Road is a major Arterial street in Oakley, and a direct connection to Highway 4. This section of Laurel Road has not been widened or improved due to the lack of Right of Way in the past. The City was successful in acquiring the Right of Way needed for this road and the project design is currently underway. Construction of the roadway widening project is scheduled for FY 2017/18. The scope of project includes new curb, gutter, sidewalks, bike lanes, medians, landscaping, and roadway widening and paving.

**PASSED AND ADOPTED** by the City Council of the City of Oakley at a meeting held on the 26<sup>th</sup> of September, 2017 by the following vote:

AYES:  
NOES:  
ABSENT:  
ABSTENTIONS:

APPROVED:

ATTEST:

\_\_\_\_\_  
Sue Higgins, Mayor

\_\_\_\_\_  
Libby Vreonis, City Clerk

\_\_\_\_\_  
Date

**City of Oakley**  
**Capital Improvement Project Information Sheet**  
**Capital Improvement Program for Fiscal Years 2017/18 to 2021/22**

<b>Project Title:</b> Laurel Road (Rose Avenue to Mellowood Drive) Widening Project	<b>Project Proponent:</b> Public Works and Engineering
<b>Project Category:</b> Street	<b>Project Manager:</b> City Engineer
<b>Project Type:</b> Street Widening	<b>Project Number:</b> 196
<b>Project Priority:</b> Immediate	<b>In Successor Agency Area:</b> No
<b>Project Description:</b> This project will widen Laurel Road between Rose Avenue and Mellowood Drive	
<b>Project Justification:</b> This section of Laurel Road between Rose Avenue and Mellowood Drive is a narrow 2 lane road that does not accommodate the traffic demands of the community. Laurel Road is a major Arterial street in Oakley, and a direct connection to Highway 4. This section of Laurel Road has not been widened or improved due to the lack of Right of Way in the past. The City was successful in acquiring the Right of Way needed for this road and the project design is currently underway. Construction of the roadway widening project is scheduled for FY 2017/18. This project is in conjunction with CIP#191 which will reconstruct the intersection of Laurel Road/Rose Avenue and also in coordination with the Duarte Ranch Subdivision Development project.	

**PROJECT FINANCING DETAILS**

Project Expenditures	16/17	17/18	18/19	19/20	20/21	21/22	Total
Planning & Design	\$ 120,000	\$ 227,000					\$ 347,000
Environmental							\$ -
Right of Way							\$ -
Construction		\$ 3,400,000					\$ 3,400,000
Operating Costs							\$ -
<b>TOTAL</b>	<b>\$ 120,000</b>	<b>\$ 3,627,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,747,000</b>

Project Funding	16/17	17/18	18/19	19/20	20/21	21/22	Total
Traffic Impact Fee	\$ 120,000	\$ 3,400,000					\$ 3,520,000
L&L District							\$ -
Public Facilities							\$ -
Park Impact Fee							\$ -
Redevelopment							\$ -
Measure J							\$ -
Gas Tax		\$ 227,000					\$ 227,000
Developer							\$ -
Grant (see comments)							\$ -
Other (see comments)							\$ -
Stormwater Fund							\$ -
<b>TOTAL</b>	<b>\$ 120,000</b>	<b>\$ 3,627,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,747,000</b>

**Comments:**

City of Oakley  
 FY 2017/18 Project Summary  
 Capital Improvement Program for Fiscal Years 2017/18 to 2021/22

FY 17/18 Proposed Revenues		General Capital Projects	Main Street Fund	TIF	Measure J	Gas Tax	Stormwater Fund	2012 Bond Benefit	Facility Fund	Regional Park Fund	Park Impact Fee	Downtown Revitalization Fund	Grant
FY 16/17 Fund Balance	+	155,619	235,181	2,117,733	142,651	125,071	73,934	349,514	121,270	(550,000)	629,204	100,000	-
FY 17/18 Revenues	+			2,400,000	576,750	1,078,621	461,000	64,000		550,000	600,000	156,000	-
FY 17/18 Transfers from General fund		110,000	350,000	700,000	300,000			(250,000)	100,000			250,000	-
FY 17/18 Operational Expenditures	(-)	-	-	-	(64,460)	(784,844)	(526,210)	-	-	-	-	(141,000)	-
FY 17/18 CIP Staff Labor Charges	(-)	(61,638)	-	(197,132)	(257,977)	(130,304)	-	-	-	-	-	-	-
<b>Total Available for Capital Projects</b>		<b>203,981</b>	<b>585,181</b>	<b>5,060,601</b>	<b>696,964</b>	<b>288,544</b>	<b>8,724</b>	<b>365,514</b>	<b>221,270</b>	<b>-</b>	<b>1,229,204</b>	<b>365,000</b>	<b>-</b>

FY 17/18 Proposed Expenditures		FY 17/18 Total	General Capital Fund	Main Street Fund	TIF	Measure J	Gas Tax	Stormwater Fund	2012 Bond Benefit	Facility Fund	Community Park fund	Park Impact Fee	Downtown Revitalization Fund	Grant
165	Main Street Realignment Project	-												
176	Oakley Community Park Project	-												
177	Bethel Island Road Culvert Rehabilitation Project	-												
186	West Cypress Road Bridge at Contra Costa Canal Reconstruction Project	-												
187	Main Street Bridge at Contra Costa Canal Rehabilitation Project	-												
189	Piper Lane Drainage Channel Trash Capture Device Project	-												
191	Laurel Road/Rose Avenue Intersection Improvement Project	400,000			400,000									
193	Public Works Operations Building Rehabilitation Project	-												
194	Oakley Recreation Center Project	-												
196	Laurel Road (Rose Avenue to Mellowood Drive) Widening Project	3,627,000			3,400,000		227,000							
197	Oakley Community Dog Park Project	550,000										350,000		
198	3330 Main Street Building Remodeling Project	350,000											350,000	
199	FY 2017/18 Curb, Gutter, & Sidewalk Repair and Reconstruction Project	100,000							100,000					
200	FY 2017/18 Traffic Signal Modernization Project	150,000			150,000									
201	FY 2017/18 Traffic Calming Project	15,000							15,000					
202	FY 2017/18 Street Restriping Project	15,000							15,000					
203	FY 2017/18 Street Repair and Resurfacing Project	800,000				600,000			200,000					
204	Police Dept. Locker Room/Detective Room Expansion Project	150,000								150,000				
205	Downtown Train Platform Station & Parking Lot Phase I Project	4,915,800		563,613										4,350,187
206	Athletic Field at Nunn-Wilson Park Project	850,000										850,000		
207	Senior Center Renovation Project	148,000	50,000											98,000
208	Laurel Road Reconstruction (Mellowood Drive to Main Street) Project	175,000			175,000									
209	FY 2017-18 ADA Implementation Plan Project	30,000	30,000											
210	Development Services Counter Renovations Project	60,000	60,000											
211	Main Street/Rose Avenue Intersection Improvement Project	250,000			250,000									
212	East Cypress Road (Machado Lane to Sellers Avenue) Widening Project	450,000			450,000									
	<b>Total</b>	<b>12,855,800</b>	<b>160,000</b>	<b>563,613</b>	<b>4,825,000</b>	<b>600,000</b>	<b>227,000</b>	<b>-</b>	<b>330,000</b>	<b>150,000</b>	<b>-</b>	<b>1,200,000</b>	<b>330,000</b>	<b>4,448,187</b>
	Remaining Unassigned Balances	-	\$ 43,981	\$ 21,568	\$ 235,601	\$ 96,964	\$ 61,544	\$ 8,724	\$ 33,514	\$ 71,270	\$ -	\$ 29,204	\$ 15,000	\$ (4,448,187)