ITEM NO. 9

STAFF REPORT

CITY OF OCEANSIDE

DATE: May 3, 2006

TO: Chairman and Members, Community Development Commission
Honorable Mayor and City Councilmembers

FROM: Public Works Department

SUBJECT: **APPROVAL OF A BUDGET TRANSFER IN THE AMOUNT OF $1,500,000 FROM REDEVELOPMENT TAX ALLOCATION BONDS TO THE NORTH COAST HIGHWAY GATEWAY IMPROVEMENTS PROJECT ACCOUNT**

SYNOPSIS

Staff recommends that the City Council approve a budget transfer in the amount of $1,500,000 from the Redevelopment 2002 Tax Allocation Bond Issue proceeds to the North Coast Highway Gateway Improvements project account for the project located at the intersection of North Coast Highway and State Route 76.

BACKGROUND

The work to be done under the contract consists of the installation of landscaping, cobblestone banding, an irrigation system, uplighting of palms, and sidewalk along North Coast Highway to aid pedestrians en route to the California Welcome Center.

Along with South Coast Highway Gateway Landscaping (installed in late 2002), Mission Avenue Median (installed in early 2004), and Mission Avenue off-ramp landscape improvements (completed in April of 2005), the intersection of State Route 76 and North Coast Highway will be another addition to the beautification of downtown Oceanside.

ANALYSIS

Bids were publicly opened on December 23, 2005. The lowest responsible bidder is 3-D Enterprises, Inc., of San Diego with a bid in the amount of $1,197,926. On January 18, 2006, the City Council awarded the project to 3-D Enterprises, Inc. The project started construction in late March 2006 and will be completed in June 2006.

FISCAL IMPACT

The bid is $1,197,926 with an additional $80,000 needed for testing, administration, and inspection, plus a design cost of $95,000 for an estimated total project cost of $1,372,926. The Redevelopment 2002 Agency Tax Allocation Bonds current balance is

$2.216 million. Sufficient funds are available to complete this project.

INSURANCE REQUIREMENTS

The City's standard insurance requirements will be met.

COMMISSION OR COMMITTEE REPORT

Does not apply.

CITY ATTORNEY ANALYSIS

City Attorney analysis does not apply.

RECOMMENDATION

Staff recommends that the City Council approve a budget transfer in the amount of $1,500,000 from the Redevelopment 2002 tax allocation bond issue proceeds to the North Coast Highway Gateway Improvements project account for the project located at the intersection of North Coast Highway and State Route 76.

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