



DATE: May 16, 2012

TO: Honorable Mayor and City Councilmembers

FROM: Development Services Department

SUBJECT: **RESOLUTION APPROVING THE TRANSNET LOCAL STREET IMPROVEMENT PROGRAM FOR FISCAL YEARS 2013 TO 2017**

SYNOPSIS

Staff recommends that the City Council adopt a resolution approving the TransNet Local Street Improvement Program of Projects for fiscal years 2013 through 2017.

BACKGROUND

Since 1988, TransNet, the half-cent sales tax for local transportation projects, has funded the expansion and maintenance of the San Diego region's transportation system. On November 4, 2004, the voters of San Diego County approved an extension of the TransNet sales tax program, which runs until the year 2048.

SANDAG requires cities to adopt five-year transportation spending plans, and to formally approve them by resolution consistent with the requirements of the TransNet Ordinance. The five-year plans are adopted every two years. On May 26, 2010, the City Council last adopted a resolution approving Oceanside's spending plan – its portion of the TransNet Program of Projects. Oceanside's projects were subsequently incorporated by SANDAG into the Regional Transportation Plan.

Cities can amend their list of TransNet-funded projects and their respective spending plans as needs change. On June 1, 2011, the City amended its plan by programming additional funds for street maintenance and the Loma Alta Creek detention basin projects. This was done because SANDAG increased their sales tax revenue projections, and Oceanside needed to draw the newly available funds.

The amount of TransNet Local Street Improvement funds programmed by SANDAG is the amount of cash that the City is allowed to *receive* each year for each project. The amount of TransNet Local Street Improvement funds appropriated by the City as a part of its Capital Improvement Program (CIP) budget is the amount of funds that the City intends to *spend*.

ANALYSIS

The current annual share of Oceanside's TransNet Local Street Improvement funds is \$3.7 million, and is estimated by SANDAG to increase to \$4.9 million by FY 2017.

The total amount of TransNet funds available is shown below:

FY 2012 allocation	\$3.7 million
Prior-year carryovers	\$12.0 million
Less 2012 cash drawn	<u>(\$7.5 million)</u>
Subtotal	\$8.2 million
FY 2013 allocation	\$4.0 million
Available FY 2013	\$12.2 million

The prior-year carryovers result from the City funding its street maintenance program from these one-time grants: State Proposition 42, State Proposition 1B, and the Federal Recovery Act (ARRA). Going forward, funding for the City's large street maintenance contracts will be provided entirely by TransNet.

Although \$12.2 million in TransNet funds is theoretically available in FY 2013, that entire amount cannot be immediately drawn because of restrictions built into the TransNet Ordinance. Specifically, cities cannot hold an end-of-year TransNet cash balance exceeding 30 percent of their annual allocations.

For Oceanside to *draw* \$12.2 million in FY 2013, it would have to *spend* \$11.0 million on projects in the next year (leaving a TransNet cash balance of \$1.2 million, which is 30% of its \$4 million allocation).

For FY 2013, staff recommends a total of \$6.47 million in programmed TransNet projects. This level of funding is enough to address current street maintenance needs while avoiding a precipitous drop in future-year funding of street maintenance.

TransNet Projects and Amount Programmed by Year

Project Description	FY 2013	FY2014	FY2015	FY2016	FY2017
Loma Alta Creek Basins	\$300,000	\$2,000,000			
Sidewalk, Street Repairs	\$1,200,000	\$1,200,000	\$1,300,000	\$1,400,000	\$1,400,000
Street Overlay Program	\$4,570,000	\$3,500,000	\$3,500,000	\$4,000,000	\$4,000,000
Traffic Management Center	\$400,000				
Total	\$6,470,000	\$6,700,000	\$4,800,000	\$5,400,000	\$5,400,000

The **Loma Alta Creek Basin** projects protect El Camino Real, Rancho del Oro Drive, the Sprinter rail line and downstream property from flooding. The funding shown in the table provides for the completion of the basin located just east of Rancho del Oro Drive.

The City's **sidewalk and street repair** projects include street pavement repairs, slurry sealing, pavement striping, street centerline monuments, parkway improvements, accessible curb ramps and sidewalk repairs. The projects are listed individually in the draft CIP budget, but are aggregated here for the purpose of programming TransNet funds for street maintenance.

The **Street Overlay Program** funds City contract work for a two-inch thick asphalt cap in arterial streets.

The **Traffic Management Center** enables the remote operation and adaptive control of Oceanside's traffic signals. The \$400,000 programmed in FY 2013 expands system to operate a total of 35 traffic signals.

FISCAL IMPACT

The City Council's adoption of the TransNet program allows the City of Oceanside to draw up to \$6,470,000 in funds from SANDAG in FY 2012-2013.

COMMISSION OR COMMITTEE REPORT

On April 23, 2012, the Planning Commission approved a staff request for a General Plan consistency finding for the projects in the CIP budget.

CITY ATTORNEY'S ANALYSIS

The referenced documents have been reviewed by the City Attorney and approved as to form.

RECOMMENDATION

Staff recommends that the City Council adopt a resolution approving the TransNet Local Street Improvement Program of Projects for fiscal years 2013 through 2017.

PREPARED BY:

SUBMITTED BY:



Gary Kellison
Senior Civil Engineer



Peter A. Weiss
City Manager

REVIEWED BY:

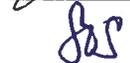
Michelle Skaggs Lawrence, Deputy City Manager



George Buell, Development Services Director



Scott O. Smith, City Engineer



Teri Ferro, Financial Services Director



Attachment:

Resolution

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RESOLUTION NO.

**RESOLUTION OF THE CITY OF OCEANSIDE AMENDING THE
TRANSNET LOCAL STREET IMPROVEMENT PROGRAM OF
PROJECTS FOR FISCAL YEARS 2013 THROUGH 2017**

WHEREAS, on November 4, 2004, the voters of San Diego County approved the San Diego Transportation Improvement Program Ordinance and Expenditure Plan (TransNet Extension); and

WHEREAS, the TransNet Extension Ordinance provides that SANDAG, acting as the Regional Transportation Commission, shall approve a multi-year program of projects submitted by local jurisdictions identifying those transportation projects eligible to use transportation sales tax (TransNet) funds; and

WHEREAS, the City of Oceanside was provided with an estimate of annual TransNet local street improvement revenues for fiscal years 2013 through 2017; and

WHEREAS, the City of Oceanside has held a noticed public meeting with an agenda item that clearly identified the proposed list of projects prior to approval by its authorized legislative body in accordance with Section 5(A) of the TransNet Extension Ordinance and Rule 7 of SANDAG Board Policy 31.

NOW, THEREFORE, the City Council of the City of Oceanside DOES RESOLVE as follows:

1. That pursuant to Section 2(C)(1) of the TransNet Extension Ordinance, the City of Oceanside certifies that no more than 30 percent of its annual revenues shall be spent on maintenance-related projects.

2. That pursuant to Section 4(E)(3) of the TransNet Extension Ordinance, the City of Oceanside certifies that all new projects, or major reconstruction projects, funded by TransNet revenues shall accommodate travel by pedestrians and bicyclists, and that any exception to this requirement permitted under the Ordinance and proposed shall be clearly noticed as part of the City of Oceanside's public hearing process.

3. That pursuant to Section 8 of the TransNet Extension Ordinance, the City of Oceanside certifies that the required minimum annual level of local discretionary funds to

1 be expended for street and road purposes will be met throughout the 5-year period consistent
2 with the most recent Maintenance of Effort Requirements adopted by SANDAG.

3 4. That pursuant to Section 9A of the TransNet Extension Ordinance, the City of
4 Oceanside certifies that it will extract \$2,000, plus all applicable annual increases, from the
5 private sector for each newly constructed residential housing unit in that jurisdiction to
6 comply with the provisions of the Regional Transportation Congestion Improvement
7 Program (RTCIP).

8 5. That pursuant to Section 13 of the TransNet Extension Ordinance, the City of
9 Oceanside certifies that it has established a separate Transportation Improvement Account
10 for TransNet revenues with interest earned expended only for those purposes for which the
11 funds were allocated.

12 6. That pursuant to Section 18 of the TransNet Extension Ordinance, the City of
13 Oceanside certifies that each project of \$250,000 or more will be clearly designated during
14 construction with TransNet project funding identification signs.

15 7. That the City of Oceanside does hereby certify that all other applicable
16 provisions of the Ordinances and SANDAG Board Policy No. 31 have been met.

17 8. That the City of Oceanside agrees to indemnify, hold harmless, and defend
18 SANDAG, the San Diego County Regional Transportation Commission, and all officers and
19 employees thereof against all causes of action or claims related to local TransNet funded
20 projects.

21 9. That the City of Oceanside authorizes \$300,000 in FY 2013, and \$2,000,000 in
22 FY 2014, to Project O17 (detention basins on Loma Alta Creek to protect El Camino Real,
23 Rancho del Oro Drive, and the Sprinter rail track from flooding).

24 10. That the City of Oceanside authorizes \$1,200,000 in FY 2013, \$1,200,000 in FY
25 2014, \$1,300,000 in FY 2015, \$4,000,000 in FY 2016, and \$4,000,000 in FY 2017 to Project
26 O18 (street maintenance program, which includes slurry sealing of residential streets, sidewalk
27 repairs, storm drain repairs, access ramps, parkway maintenance and streetlights).
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1 11. That the City of Oceanside authorizes \$4,570,000 in FY 2013, \$3,500,000 in FY
2 2014, and \$3,500,000 in FY 2015, \$4,000,000 in FY 2016, and \$4,000,000 in FY 2017 to
3 Project O24, (asphalt overlay program for arterial streets).

4 12. That the City of Oceanside authorizes \$400,000 in FY 2013 to Project O25,
5 (Traffic Management Center for remote operation and adaptive control of traffic signals).

6 13. That the City of Oceanside plans to use TransNet to fund its share of the
7 Regional Arterial Management System and authorizes SANDAG to hold back \$11,200 at
8 the beginning of each fiscal year for this purpose.

9 14. That all of the above funding requests are made in accordance with the
10 requirements outlined in the TransNet Policy.

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12 PASSED AND ADOPTED by the City Council of the City of Oceanside, California this
13 _____ day of May _____, 2012, by the following vote:

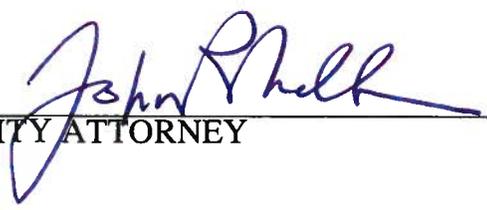
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16 AYES:
17 NAYS:
18 ABSENT:
19 ABSTAIN:

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21 MAYOR OF THE CITY OF OCEANSIDE

22 ATTEST:

23 APPROVED AS TO FORM:

24
25 _____
26 CITY CLERK

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28 _____
CITY ATTORNEY

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30 **RESOLUTION OF THE CITY OF OCEANSIDE ADOPTING THE TRANSNET LOCAL STREET
IMPROVEMENT PROGRAM OF PROJECTS FOR FISCAL YEARS 2013 THROUGH 2017**