



City Council

Staff Report

TO: Honorable Mayor and City Council

FROM: John Jansons, City Manager *JJ.*

DATE: March 28, 2016

SUBJECT: Resolution 2016-011: Approving Visalia Road Widening and Improvements and Measure R Supplemental Agreement for Visalia Road Project

RECOMMENDED ACTION:

It is respectfully recommended that the City Council approve draft Resolution 2016-011 and authorize the City Manager to sign the supplemental agreement with Tulare County Association of Governments (TCAG) for Measure R funding of the Visalia Road Widening and Improvements project.

BACKGROUND:

On November 7, 2006, the voters of Tulare County approved Measure R, imposing a ½-cent sales tax for transportation within the incorporated and unincorporated area of Tulare County through 2037. The transportation sales tax funds are spent in accordance with the Expenditure Plan that resulted from a joint effort among all the cities and the County of Tulare. The Expenditure Plan reflects the transportation needs of the residents of Tulare County. The plan includes funding for Regional Projects, Local Programs, Transit/Bike/Environmental Programs and Administration. The funds are distributed as follows:

1. Regional Projects (50%)
2. Local Programs (35%)
3. Transit/Bike/Environmental (14%)
4. Administration and Planning Program (1%)

DISCUSSION:

In order to progress on the Visalia Road Widening and Improvement Project, funding is provided completely by Measure R regional funding, but a supplement to our original Measure R agreement with TCAG is required. This means that all costs are reimbursed creating maximum impact to the City beneficially, and minimizing any cost to the City, which is an excellent end result for our residents.

COORDINATION & REVIEW:

The Finance Department has worked extensively to cooperatively create these agreements side by side with TCAG finance, executive staff, and Farmersville City engineers. These agreements have been reviewed and edited by all parties and by the City Manager's office.

ALTERNATIVES:

None Proposed

FISCAL IMPACT:

This agreement is critical to getting important road improvements moving forward and are completely reimbursable. Potential costs to the City are only representative in future maintenance costs, but only in regard to the additional area over and above the existing roadway which would have already required City maintenance and upkeep.

CONCLUSION:

It is respectfully recommended that the City Council approve draft Resolution 2016-011 and authorize the City Manager to sign the supplemental agreement with Tulare County Association of Governments (TCAG) for Measure R funding of the Visalia Road Widening and Improvements project.

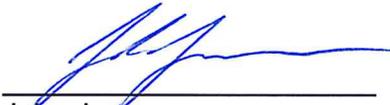
Attachment(s): 3

1. Draft Resolution 2016-011: Visalia Road Widening and Improvements
2. Visalia Road Widening and Improvements Agreement
3. Visalia Road Widening and Improvements Cost Estimate

Prepared By:

Steve Huntley
Finance Director

Approved By:



John Jarisons
City Manager

Reviewed By:

Lisa Wallis - Dutra
City Engineer / Quad Knopf

RESOLUTION NO. 2016-011

BEFORE THE CITY COUNCIL OF THE CITY OF FARMERSVILLE A RESOLUTION TO DIRECT THE CITY MANAGER TO SIGN A SUPPLEMENT TO THE MEASURE R PROGRAM COOPERATIVE AGREEMENT

WHEREAS, in November of 2006 the voters of Tulare County approved "Measure R"; and

WHEREAS, Measure R is a ½ cent sales tax surcharge that addresses the major regional, local, and transit/bike/environmental transportation needs in Tulare County; and

WHEREAS, Measure R will fund a project to improve and widen Visalia Road; and

WHEREAS, there is are existing supplemental agreements with the Tulare County Association of Governments (TCAG) to reimburse the costs associated with this project; and

WHEREAS, the preliminary phases of the project have been completed and it is now ready for construction and TCAG is willing to fund the costs for Construction, Construction Management, and City Administration and Management; and

NOW, THEREFORE, IT IS RESOLVED:

- 1) That the foregoing recitals and true and correct; and
- 2) That the Farmersville City Council directs the City Manager to execute an additional supplemental agreement with TCAG to facilitate the construction phase of the improvements and widening of the Visalia Road Project, and
- 3) Time is of the essence.

THE FOREGOING RESOLUTION WAS ADOPTED upon motion of _____ seconded by _____ at a regular meeting on this 28th day of March, 2016, by the following vote:

AYES: 0
 NAYS: 0
 ABSTAIN: 0
 ABSENT: 0

BY:

ATTEST:

Greg Gomez, Mayor

Patricia F. Button, City Clerk

**MEASURE R PROGRAM SUPPLEMENT TO
COOPERATIVE AGREEMENT**

This Program Supplement is made and entered into on 28 March 2016, by and between the CITY OF FARMERSVILLE (“SPONSOR”) and the TULARE COUNTY ASSOCIATION OF GOVERNMENTS, acting as the Local Transportation Authority (“AUTHORITY”).

This Program Supplement hereby incorporates the “Measure R Cooperative Agreement” and is subject to all terms and conditions thereof. This Program Supplement is executed under authority of Resolution No. 2007-053, approved by the SPONSOR on May 29, 2007.

This Program Supplemental is sought in order to fund Construction and Management Costs of \$4,754,000. This will include an increase of \$4,200,000 for construction costs, and \$504,000 for Construction Management (about 12% of construction cost) and \$50,000 for City Administration and Management cost. All expenses incurred in these phases of the project are covered by this Supplemental.

Two prior supplemental agreement is already in place for Preliminary Engineering and Right of Way phases totaling \$613,754.00 (Resolution #2014-002) on January 16, 2014 and additions to those costs totaling \$250,036 (Resolution #2015-43) on November 9, 2015. This agreement is for a new phase of work moving the project from preliminary to actual construction of the improvements.

	UPDATE TO SUPPLEMENTAL AGREEMENT IN PLACE FOR VISALIA ROAD IMPROVEMENTS			
Phase of work to be Funded	Existing Agreement Dated 1/16/2014	Existing Agreement Dated 11/9/2015	New Agreement Needed	Totals
Preliminary Engineering	172,300	86,490	-	258,790
Right of Way	441,454	163,546	-	605,000
Construction	-	-	4,200,000	4,200,000
Construction Management	-	-	504,000	504,000
City Admin / Management	-	-	50,000	50,000
Total	\$613,754	\$250,036	\$4,754,000	\$5,617,790

Covenants of Sponsor

- 1.1 SPONSOR agrees that it will only proceed with work authorized for specific phase(s) with written “Authorization to Proceed” or AUTHORITY action and will not proceed with future phase(s) of this project(s) prior to receiving a written “Authorization to Proceed” or AUTHORITY action.
- 1.2 The SPONSOR will advertise, award, and administer the project(s) in accordance with SPONSOR standards.
- 1.3 Award information shall be submitted by the SPONSOR to the AUTHORITY within 60 days after the project contract award.
- 1.4 Failure to submit award information in accordance with section 1.3 will cause a delay (without interest or penalties) in AUTHORITY processing invoices for the construction phase.
- 1.5 If no costs have been invoiced for a six-month period, SPONSOR agrees to submit for each phase a written explanation of the absence of project(s) activity along with target billing date and target billing amount.

IN WITNESS WHEREOF, the undersigned parties have executed this Agreement on the day and year first written above.

TULARE COUNTY TRANSPORTATION
AUTHORITY

By: _____
Authority Director

Attest: _____
Authority Finance Manager

CITY OF FARMERSVILLE

By: _____
John Jansons, City Manager

Attest: _____
Patricia F. Button, City Clerk

Revised Cost Estimate for Visalia Road Improvements

Quad Knopf
10/28/2015

	Original Estimate from 2009	Revised Estimate	Net Changes & Increases
Plans, Specifications, and Estimate	172,300	258,790	86,490
Right of Way Agent / Appraisal	150,000	150,000	-
Right of Way Acquisitions	441,454	455,000	13,546
Construction	2,800,000	4,200,000	1,400,000
Construction Management	-	504,000	504,000
City Administration	-	50,000	50,000
Total	3,563,754	5,617,790	2,054,036