



# REPORT TO COUNCIL City of Sacramento

915 I Street, Sacramento, CA 95814-2604  
www. CityofSacramento.org

**CONSENT**  
**March 4, 2008**

Honorable Mayor and  
Members of the City Council

**Title: Administrative Matter: Fulton Avenue Development Project (CB39) Funding Correction**

**Location/Council District:** 3701 Fulton Avenue (District 1)

**Recommendation:** Adopt a **Resolution** amending Resolution 2007-792 to 1) correctly identify the Capital Improvement Project (CIP) number for the FY2007/08 (FY08) Economic Development (ED) Utilities Program (ZO06) and 2) reduce the FY08 ED Utilities Program (ZO06) funding transfer from \$264,807 to \$153,362 to the Fulton Avenue Development Project (CB39).

**Contact:** Dean Peckham, Senior Project Manager, (916) 808-7063

**Presenters:** Not applicable.

**Department:** Economic Development

**Division:** Citywide Economic Development

**Organization No:** 4453

### **Description/Analysis**

**Issue:** On November 6, 2007, the City Council approved construction contracts and budget appropriations for the Fulton Avenue Development Project (Resolution 2007-792). The table included in the approved Resolution contained an incorrect reference to the FY08 ED Utilities Program CIP number. Additionally, the previously approved project budget of \$12.5 million has since been revised to \$12.4 million resulting in a savings of \$111,445.

**Policy Considerations:** The amendment of Resolution 2007-792 is consistent with the City's policy to retain accurate legislative documents.

**Environmental Considerations:** Not applicable.

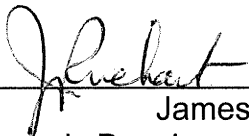
**Commission/Committee Action:** Not Applicable.

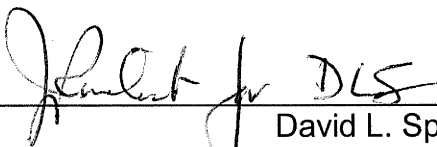
**Rationale for Recommendation:** To ensure the accuracy and integrity of the City's legislative documents it is necessary to amend Resolution 2007-792.

**Financial Considerations:** The project funding as approved by the City Council on November 6, 2007 (Resolution 2007-792) included an incorrect reference to the FY08 ED Utilities Program CIP number (XO06 was referenced – the correct number is ZO06). Correction of the CIP number will appropriate the remaining funding needed to complete this project.

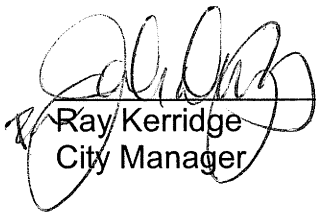
Additionally, the approved Fulton Avenue Development Project budget is \$12.5 million. Based on current project estimates and contracts that have been secured, the estimated cost of the project is now \$12.4 million. As a result of the change in project cost, staff is recommending that the original transfer amount from the FY08 ED-Utilities Program be reduced by \$111,445.

**Emerging Small Business Development (ESBD):** Not applicable.

Respectfully Submitted by:   
James R. Rinehart  
Citywide Economic Development Manager

Approved by:   
David L. Spaur  
Director of Economic Development

Recommendation Approved:

  
Ray Kerridge  
City Manager

**Table of Contents:**

Report	pg. 1-3
<b>Attachments</b>	
1 Resolution	pg. 4
Exhibit A: Table with Corrections	pg. 5

**RESOLUTION NO.**

Adopted by the Sacramento City Council

**AMENDING RESOLUTION 2007-792 TO: 1) CORRECTLY IDENTIFY THE CIP NUMBER FOR THE ECONOMIC DEVELOPMENT (ED) PROGRAM FY08 (ZO06) AND 2) REDUCE THE FUNDING TRANSFER FROM ZO06 BY \$111,445.**

**BACKGROUND**

A. On November 6, 2007 Resolution 2007-792 was adopted:

1. Approving Plans and specifications for Phase II of the Fulton Avenue Development Project (CB39),
2. Awarding the construction contract for the Phase II base bid to Marques Pipeline Construction in the amount of \$2,255,979,
3. Authorizing and directing the City Manager to execute a contract in the amount not to exceed \$2,255,979 to Marques Pipeline Construction for Phase II of the Fulton Avenue Development Project (PN: CB39), and
4. Authorizing the City Manager to defund and transfer the following funds to the Fulton Avenue Development project (CB39):

<u>Name</u>	<u>CIP#</u>	<u>Funding Source</u>	<u>Amount</u>
Raley/Ascot Street Street Improvements	TU81	Measure A (201)	\$ 722,476
ED-Transportation FY06 & 07	TP06/TP07	Measure A (201)	\$ 677,522
ED-Raley at Ascot & Raption Utilities	XO03/XO08	Sewer (414)	\$ 275,000
ED Raley at Ascot & Raption Utilities	XO03	Water (413)	\$ 417,954
ED-Utilities Program FY07 & 08	XO06	Water (413)	\$ 264,807
ED Raley at Ascot	XO03	General (101)	\$ 246,639

**Subtotal of Budget Transfers: \$2,604,400**

Available Funding in the Fulton Avenue Development Project (CB39) \$825,264

**FUNDING TOTAL FOR FINAL CONSTRUCTION PHASE \$3,429,664**

- B. As part of the integrity confirmation while moving funds it was identified that CIP fund numbers had been transposed for the FY2007/08 ED-Utilities Program and the ED-Raley at Ascot.
- C. Further refinement of the project scope has also resulted in a savings of \$111,445, therefore, staff is recommending that the original funding transfer from the FY2007/08 ED-Utilities Program and the overall project budget be reduced.

**BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:**

Section 1. Resolution No. 2007-792 is amended to reflect the following CIP Fund Transfers.

<u>Name</u>	<u>CIP#</u>	<u>Funding Source</u>	<u>Amount</u>
Raley/Ascot Street Street Improvements	TU81	Measure A (201)	\$ 722,476
ED-Transportation FY06 & FY07	TP06/TP07	Measure A (201)	\$ 677,522
ED-Raley at Ascot & Rapton Utilities	XO03/XO08	Sewer (414)	\$ 275,000
ED Raley at Ascot & Rapton Utilities	XO03/XO08	Water (413)	\$ 417,954
ED-Utilities program FY08	ZO06	Water (413)	\$ 153,362
ED Raley at Ascot	XO03	General (101)	\$ 246,639

<b>Subtotal of Budget Transfers:</b>	<b>\$2,492,955</b>
Available Funding in the Fulton Avenue Development Project (CB39)	\$825,264
<b>FUNDING TOTAL FOR FINAL CONSTRUCTION PHASE</b>	<b>\$3,318,219</b>

**Table of Contents:**

Exhibit A Table with Corrections Highlighted

**Funding Transfers to the Fulton Avenue Development project (CB39) noting the amendments to Resolution 2007-792.**

<u>Name</u>	<u>CIP#</u>	<u>Funding Source</u>	<u>Amount</u>
Raley/Ascot Street Street Improvements	TU81	Measure A (201)	\$ 722,476
ED-Transportation FY06 & FY07	TP06/TP07	Measure A (201)	\$ 677,522
ED-Raley at Ascot & Rapton Utilities	XO03/XO08	Sewer (414)	\$ 275,000
ED Raley at Ascot & Rapton Utilities	XO03/XO08	Water (413)	\$ 417,954
ED-Utilities program FY08	XO06 ZO06	Water (413)	\$ 264,807
			\$153,362
ED Raley at Ascot	XO03	General (101)	\$ 246,639

**Subtotal of Budget Transfers: \$2,604,400**

**\$2,492,955**

Available Funding in the Fulton Avenue Development Project (CB39) \$825,264

**FUNDING TOTAL FOR FINAL CONSTRUCTION PHASE \$3,429,664**

**\$3,318,219**