



Memorandum

TO: HONORABLE MAYOR AND
CITY COUNCIL

FROM: James R. Helmer

**SUBJECT: ADDITIONAL FEDERAL
SURFACE TRANSPORTATION
PROGRAM FUNDING FOR
STREET MAINTENANCE**

DATE: 07-27-05

Approved 

Date 8/4/05

Council District: Citywide

RECOMMENDATION

Adoption of a resolution authorizing the City Manager to file an application for additional Federal Surface Transportation Program (STP) funding for the FY 2005-06 STP Street Resurfacing Project and commit the necessary City funding match of \$358,000 for a total project cost in the amount of \$3,100,000. CEQA: Exempt, File No. PP04-233.

BACKGROUND

The Metropolitan Transportation Commission's (MTC) 2005 Regional Transportation Plan (T2030) dedicates \$990 million in anticipated future federal transportation revenues over 25 years for Local Road Rehabilitation projects. Those funds become available for actual programming to projects as annual federal appropriations are approved and MTC releases the funds for programming at the county level.

On September 2, 2004, the VTA Board of Directors approved the programming of \$16.1 million in Fiscal Year 2005-06 Federal Surface Transportation Program (STP) funds for local streets and roads rehabilitation projects in Santa Clara County. Each of the 15 cities and the County of Santa Clara were provided a funding amount and asked to select projects meeting approved program criteria. The City's share of this funding is programmed in the Adopted 2005-2009 Traffic Capital Improvement Program. Additional funding has now become available.

ANALYSIS

In May 2005, VTA announced that an additional \$5.7 million of STP funds for FY 2005-06 was available for local streets and roads rehabilitation. The additional funding is a result of higher federal revenues than originally projected available for the Bay Area.

At its May 5, 2005 meeting, the VTA Board adopted the same process and criteria for programming the additional \$5.7 million in federal STP funds to local streets and roads rehabilitation projects as was used for the September 2004 programming.

The City's share is anticipated to be \$2,742,000. As part of the Federal STP funding requirements, the City of San José will allocate an 11.47% local match (\$358,000), bringing the total additional project allocation to \$3,100,000. See attachment A for the anticipated distribution of the additional STP funds in Santa Clara County. The additional funds will be used to address streets listed on the original list of project streets submitted back in September 2004 (see Attachment A). Depending on actual construction costs, the extent of the project list and the scope of the project may be revised to match available funding if it exceeds \$3,100,000. The money is expected to be available to cities and counties beginning in October 2005 and the funds must be obligated by April 1, 2006.

The adoption of the resolution would facilitate payments to the City from the Federal STP funds in the amount of \$2,742,000 in 2005-2006. Once the application for the additional STP funds has been filed and approved, staff will return to Council to recommend actions to incorporate the additional revenues and related Federal Street Maintenance expenditures into the Traffic Capital Budget.

PUBLIC OUTREACH

Appropriate public outreach will be completed as each project moves forward.

COORDINATION

This item has been coordinated with the City Attorney's office, the City Manager's Budget Office, the Planning, Building, and Code Enforcement Department, and the Santa Clara Valley Transportation Authority (VTA).

COST IMPLICATIONS

This memorandum authorizes staff to file an application for additional Federal Surface Transportation Program funding in 2005-2006 in the amount of \$2,742,000. This application would commit the City to a necessary match of \$358,000, representing an 11.47% cash match, which would be provided using fund balance in the Construction Excise Tax Fund. Upon approval of the City's STP application, staff will return to Council to recommend actions to incorporate the additional revenues and expenditures into the Traffic CIP. As a result of this application and the required local match, it is anticipated that the total additional funding that would be recommended for inclusion in the Traffic CIP for Federal Street Maintenance would be \$3,100,000.

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BUDGET REFERENCE

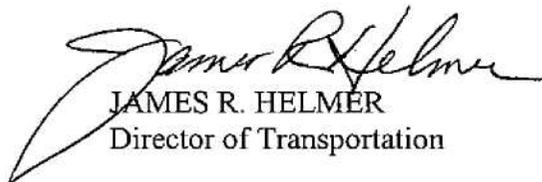
Fund #	Appn. #	Appn. Name	Total Appn.	Amt. for Contract	2005-06 Proposed Capital Budget Page	Last Budget Action (Date, Ord.No.)
465	5039	Federal Street Maintenance	\$2,396,000	N/A	V-862	MBA #60, 06/21/2005, Ord. No. 27474
465	7999	Ending Fund Balance	\$3,357,580	N/A	V-841	MBA #60, 06/21/2005, Ord. No. 27474

NONDISCRIMINATION

Not applicable.

CEQA

Exempt, File No. PP04-233


JAMES R. HELMER
Director of Transportation

Attachment

ATTACHMENT A

Anticipated Distribution of Funds for Santa Clara County

AGENCY	AMOUNT
	FY 2005-06
Campbell*	\$ 125,970
Cupertino**	\$ 137,940
Gilroy	\$ 120,270
Los Altos	\$ 44,460
Los Altos Hills	\$ 54,270
Los Gatos	\$ 115,710
Milpitas	\$ 207,480
Monte Sereno	\$ 14,820
Morgan Hill	\$ 117,420
Mountain View	\$ 152,760
Palo Alto	\$ 231,990
San Jose**	\$ 2,742,270
Santa Clara	\$ 273,030
Saratoga	\$ 155,610
Sunnyvale	\$ 493,620
Santa Clara Co.	\$ 711,930
Countywide Total	\$ 5,699,550

Original List of Project Streets for San Jose

First Street
Bascom Avenue
Blossom Hill Road
Branham Lane
Camden Avenue
Curtner Avenue
Hedding Street
San Carlos Street
Alum Rock Avenue
Santa Clara Street
Santa Teresa Boulevard
Tully Road
Story Road