



Memorandum

TO: HONORABLE MAYOR AND
CITY COUNCIL

FROM: Larry D. Lisenbee

SUBJECT: SEE BELOW

DATE: October 4, 2006

Approved

Kay Wines

Date

10/11/06

COUNCIL DISTRICT: 3, 4, 6
SNI AREA: Greater Gardner

SUBJECT: ADOPTION OF APPROPRIATION ORDINANCE AND FUNDING SOURCES RESOLUTION AMENDMENTS IN THE SERVICES FOR REDEVELOPMENT CAPITAL PROJECTS FUND (CITY-SIDE REDEVELOPMENT FUND) IN THE AMOUNT OF \$547,000.

RECOMMENDATION

1. It is recommended that the City Council adopt the following Appropriation Ordinance and Funding Sources Resolution amendments in the Services for Redevelopment Capital Projects Fund (City-side Redevelopment Fund):
 - a) Increase the estimate for Earned Revenue by \$547,000.
 - b) Increase the appropriation to the Department of Public Works for the Greater Gardner Street Reconstruction project (PSM #346, amendment 6) in the amount of \$105,000.
 - c) Establish an appropriation to the Department of Public Works for the Zanker Road Median Island Landscape Improvement project (PSM #468) in the amount of \$442,000.
2. It is also recommended that the Council adopt resolutions making certain determinations regarding the related expenditure of Redevelopment Agency funds on certain public improvements in connection with the Zanker Road Median Island Landscape Improvement project as more specifically described in the memorandum from the Redevelopment Agency, dated October 2, 2006, attached hereto.

OUTCOMES

The funding recommended in this memorandum will provide for reconstruction of street infrastructure in the Greater Gardner SNI Redevelopment Project Areas and will implement landscape improvements in the existing non-landscaped median islands within the public right-of-way on Zanker Road between Trimble Road and Plumeria Drive.

BACKGROUND

The San José Redevelopment Agency has requested City services in the implementation of Agency projects. These proposed amendments are necessary to account for City-side expenditures on Redevelopment Agency projects.

ANALYSIS

Greater Gardner Street Reconstruction

The Greater Gardner Street Reconstruction project consists of reconstruction of up to seven severely deteriorated streets located in the Greater Gardner SNI project area. The scope of work includes design and construction of roadways, curbs and gutters, sidewalks, driveways, wheelchair ramps, adjustment of utility boxes and manholes to grade, replacement of damaged underground sanitary sewer and storm drain pipes and inlets. The Department of Public Works will be responsible for project administration and coordination. The source of funding for this project would be a transfer from the Redevelopment Agency in the total amount of \$105,000.

Zanker Road Median Island Landscape

The Zanker Road Median Island Landscape project consists of landscape improvements in the existing non-landscaped median islands within the public right-of-way on Zanker Road between Trimble Road and Plumeria Drive. Decorative paving and gravel surfacing is included in the scope of the improvements for median noses. The scope of the project consists of the following: identification of existing features and utilities; installation of new irrigation system with water supply service; installation of an electrical hook-up to existing street lighting cabinet for irrigation controller supply service; Base Bid Type I Median Island improvements with additional controller wires provided at each median island for future installation of the Type 2 irrigation system by DOT; a 60-day maintenance period; and the project is exempt from Public Art because it does not exceed the budgetary threshold requirement of \$500,000 per the ordinance. The Department of Public Works will be responsible for project administration and coordination. The source of funding for this project would be a transfer from the Redevelopment Agency in the total amount of \$442,000.

POLICY ALTERNATIVES

Not applicable

PUBLIC OUTREACH/INTEREST

- Criterion 1:** Requires Council action on the use of public funds equal to \$1 million or greater; **(Required: Website Posting)**
- Criterion 2:** Adoption of a new or revised policy that may have implications for public health, safety, quality of life, or financial/economic vitality of the City. **(Required: E-mail and Website Posting)**
- Criterion 3:** Consideration of proposed changes to service delivery, programs, staffing that may have impacts to community services and have been identified by staff, Council or a Community group that requires special outreach. **(Required: E-mail, Website Posting, Community Meetings, Notice in appropriate newspapers)**

Although this project does not meet the \$1 million threshold for Criterion 1, this memorandum is posted on the City's website for the October 24, 2006 Council Agenda.

COORDINATION

This project and memorandum have been coordinated with the Department of Public Works, Department of Planning, Building, and Code Enforcement, the City Attorney's Office and the San José Redevelopment Agency.

FISCAL/POLICY ALIGNMENT

These projects are consistent with the Council-approved Budget Strategy to continue with capital improvement projects that keep money flowing to our economy.

COST IMPLICATIONS

AMOUNT OF RECOMMENDATION/ COST OF PROJECTS: \$547,000

1. SOURCE OF FUNDING: 450 - Services For Redevelopment Capital Projects Fund

HONORABLE MAYOR AND CITY COUNCIL

10-4-06

SUBJECT: **ADOPTION OF APPROPRIATION ORDINANCE AND FUNDING SOURCES
RESOLUTION AMENDMENTS IN THE SERVICES FOR REDEVELOPMENT
CAPITAL PROJECTS FUND (CITY-SIDE REDEVELOPMENT FUND).**

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2. FISCAL IMPACT: Funding for the maintenance and operation for the Zanker Road Median Island Landscape project totaling \$17,689 annually is included in the 2006-2007 Adopted Operating budget

CEQA

Greater Gardner Street Reconstruction: Exempt, File No. PP04-07-215

Zanker Road Median Island Landscape: Exempt, File No. PP06-167

LARRY D. LISENBEE
Budget Director

I hereby certify that there will be available for appropriation in the Services for Redevelopment Capital Projects Fund (City-side Redevelopment Capital Fund) in the Fiscal Year 2006-2007 monies in excess of those heretofore appropriated there from, said excess being at least \$547,000.



LARRY D. LISENBEE
Budget Director

For more information regarding these projects, please contact:

Greater Gardner Street Reconstruction: Harry Freitas, Acting Deputy Director, (408) 535-8488

Zanker Road Median Island Landscape: Primo De Guzman, Acting Division Manager, (408) 535-8466

LL:MM:MO

THE REDEVELOPMENT AGENCY OF THE CITY OF SAN JOSE

MEMORANDUM

TO: MARGARET MCCAHAN PRINCIPAL BUDGET ANALYST	FROM: DON BURRUS DEVELOPMENT OFFICER
SUBJECT: SEE BELOW	DATE: October 2, 2006

SUBJECT: DETERMINATIONS REGARDING FUNDS TRANSFERRED TO THE CITY FOR PUBLIC IMPROVEMENT PROJECT

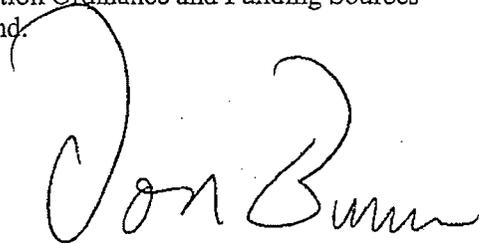
The Redevelopment Agency has transferred \$442,000 to the Department of Public Works for the Zanker Median Island Improvements Project in the Rincon de Los Esteros Redevelopment Project area.

The Zanker Rd. Median Island Landscape Improvement Project site consists of two existing dirt medians islands on Zanker Rd., between Trimble Rd. and Plumeria Dr. The landscaping of these median islands has been identified by the Council Office and San José Redevelopment Agency as a high priority given that the medians are located in the North San Jose Innovation Triangle, San Jose's premier technology park.

Section 33445 of the Redevelopment Law requires the City Council to adopt a resolution making certain determinations with respect to publicly owned improvements funded by the Redevelopment Agency. The required findings are as follows:

1. The median island landscape improvements will comply with Type 1 standards for City streetscape projects, which are defined as low maintenance landscaping consisting of decorative paving, gravel surfacing, irrigation system and street tree plantings.
2. This project is not fully funded in the City's Capital Budget and there are no other means of financing the project.
3. The Agency FY 2006-07 budget, approved in September 2006, allocates funds for this project.
4. This project will help eliminate blight by enhancing the appearance of a major arterial road, and could serve as a catalyst for new development and reinvestment in the surrounding industrial park.
5. The implementation plan for the Rincon de Los Esteros Redevelopment Project Area provides for improvements to the public infrastructure. The installation of needed public improvements is imperative to the redevelopment of the project areas and the attraction of private investment to the area.

Please proceed to incorporate the necessary findings for the public project identified above into a future City Council memo requesting Adoption of Appropriation Ordinance and Funding Sources Resolution Amendments to the City-side Redevelopment Fund.

A handwritten signature in black ink, appearing to read "Don Burrus". The signature is fluid and cursive, with a large initial "D" and "B".

DONALD R. BURRUS
Development Officer