

**TO:** James L. App, City Manager  
**FROM:** Doug Monn, Public Works Director  
**SUBJECT:** South Vine Street – Funding Supplement  
**DATE:** February 17, 2009

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**NEEDS:** For the City Council to consider supplementing the budget for the Vine Street project.

**FACTS:**

1. On December 16, 2008, City Council adopted a budget of \$2,741,886 for the South Vine under Budget No. 111.910.5452.540. The project boundaries are from First Street to Wilmar Place (see attached).
2. Additionally, at the December 16, 2008 Council meeting, Council directed staff to evaluate the possibility of extending the project further south to the Caltrans Right-of-Way. It is estimated that this extension would cost \$400,000.
3. Approximately a week after adoption of the project budget, the State notified the City that one of the grants (Proposition 1B) would be placed on hold as a result of the State budget crisis. The amount of this grant is \$438,765.
4. As a result of the increased scope of work and the grant being placed on hold, the City will need to allocate an additional \$840,000 in supplemental funding in order to complete the project.

**ANALYSIS &**

**CONCLUSION:** There is currently a fund balance of \$950,000 in Fund 200 (Gas Tax). City Council could consider appropriating additional funds to the South Vine project as follows:

- \$440,000 to backfill the Prop 1B second phase grant that the State has put on hold.  
(*Note:* Should the State release this grant before the project is complete, the money from Fund 200 would not be needed and would therefore remain in Fund 200.)
- \$400,000 to extend the project to the Caltrans Right-of-Way

Fund 200 (Gas Tax) is normally allocated to City street maintenance. When the State releases the Prop 1B funding (\$438,765), an equal amount can be appropriated for other street maintenance.

**POLICY**

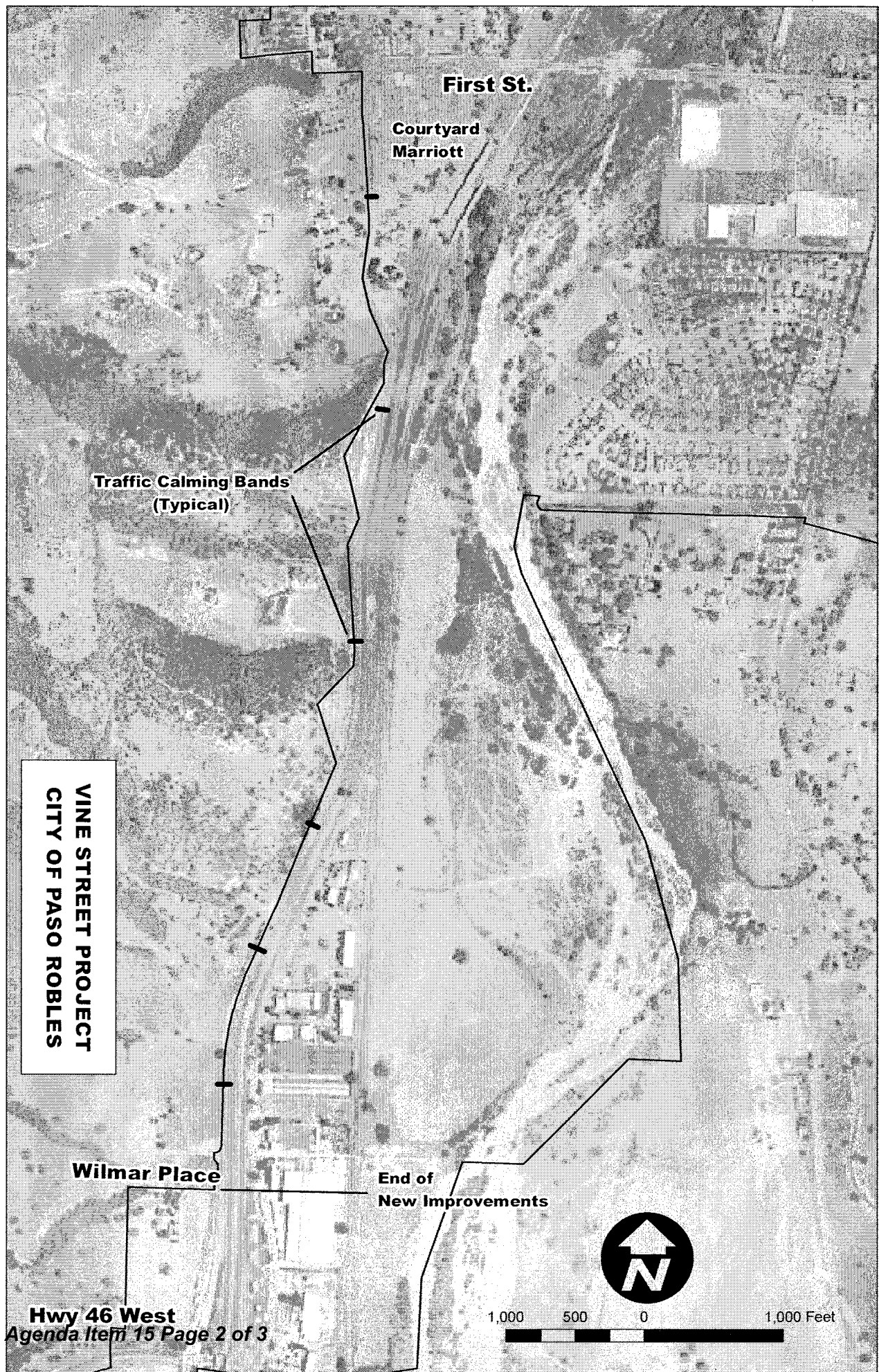
**REFERENCE:** City Council action of December 16, 2008

**FISCAL**

**IMPACT:** As noted above, an additional \$840,000 would be appropriated for the Vine Street Project (Budget No. 111.910.5452.540) from Fund 200 – Gas Tax.

**OPTIONS:**

- a. Adopt Resolution No. 09-xx appropriating \$840,000 to the Vine Street project from Fund 200 to:
  - backfill a \$440,000 Proposition 1B Phase 2 grant that the State has put on hold.
  - extend the project to the Caltrans Highway 46W Right-of-Way (\$400,000).
- b. Amend, modify, or reject the above options.



**First St.**

**Courtyard  
Marriott**

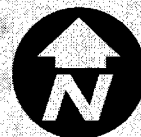
**Traffic Calming Bands  
(Typical)**

**VINE STREET PROJECT  
CITY OF PASO ROBLES**

**Wilmar Place**

**End of  
New Improvements**

**Hwy 46 West  
Agenda Item 15 Page 2 of 3**



1,000 500 0 1,000 Feet

RESOLUTION NO. 09-

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PASO ROBLES  
SUPPLEMENTING THE BUDGET FOR THE SOUTH VINE STREET PROJECT

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WHEREAS, on December 16, 2008, City Council adopted a budget of \$2,741,886 for the South Vine project under Budget No. 111.910.5452; and

WHEREAS, the project boundaries are from First Street to Wilmar Place; and

WHEREAS, in late December 2008, the State notified the City that the Proposition 1B grant in the amount of \$438,765 is being placed on hold due to the State budget crisis; and

WHEREAS, on December 16, 2008, City Council directed staff to evaluate the possibility of extending the project further south, to the Caltrans Right-of-Way; and

WHEREAS, the cost to extend the project south to the Caltrans Right-of-Way is estimated to cost \$400,000; and

WHEREAS, staff has requested that Council consider appropriating additional funds to the South Vine project as follows: \$440,000 to backfill the Proposition 1B second phase grant that the State has put on hold, and \$400,000 to extend the project to the Caltrans Right-of-Way; and

WHEREAS, there is currently a fund balance of \$950,000 in Fund 200–Gas Tax.

THEREFORE, BE IT RESOLVED AS FOLLOWS:

SECTION 1. The City Council of the City of Paso Robles does hereby appropriate \$840,000 to the Vine Street project (Account No.111.910.5452) from Fund 200–Gas Tax as follows: \$440,000 to backfill the Proposition 1B second phase grant that the State has put on hold, and \$400,000 to extend the project to the Caltrans Right-of-Way

PASSED AND ADOPTED by the City Council of the City of Paso Robles this 17th day of February 2009 by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

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Duane Picanco, Mayor

ATTEST:

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Deborah D. Robinson, Deputy City Clerk