



Meeting Date: April 18, 2006

ACTION	TYPE OF ITEM
<input type="checkbox"/> Approved Recommendation	<input type="checkbox"/> Info/Consent
<input type="checkbox"/> Ord. No(s). _____	<input checked="" type="checkbox"/> Report
<input type="checkbox"/> Res. No(s). _____	<input type="checkbox"/> Public Hearing (Info/consent)
<input type="checkbox"/> Other _____	<input type="checkbox"/> Other _____

Prepared By: Cynthia Daniels, AICP

CD

Agenda Item No.

N-4

Reviewed By: City Manager

[Signature]

City Attorney

Kimrell

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Finance

[Signature]

Other: NA

DATE: March 23, 2006

TO: City Council

FROM: Lou Balderrama, City Engineer
Public Works Department

[Signature]

SUBJECT: Special Budget Appropriation and Update on Rice Avenue/Santa Clara Avenue Interchange Improvements On U.S. Highway 101

RECOMMENDATION

That City Council:

1. Approve the special budget appropriation to recognize revenue and appropriate \$1,737,264 from Assessment District No. 2001-1 to Highway 101- Rice Interchange for payment of construction costs.
2. Consider a report on the Rice Avenue/Santa Clara Avenue Interchange improvements on U.S. Highway 101 and provide direction to the Public Works Director.

DISCUSSION

The Project. On February 26, 2002 the City Council adopted a mitigated negative declaration and mitigation monitoring program, and approved the project to improve the Rice Avenue/Santa Clara Avenue interchange on U.S. Highway 101. The improvements include reconstruction and widening of the existing Rice Avenue/Santa Clara Avenue overcrossing from two to six through lanes (plus two southbound left turn lanes), reconfiguration of the existing U.S. 101 on- and off-ramps, and the realignment of Ventura Boulevard. The City Council adopted four resolutions of necessity to condemn properties within the project area.

Update. City Council directed staff to present an update on the project. The City has possession of 7.24 acres (45%) out of 16.06 acres needed for the project. Most of the structures on the properties in the City's possession have been demolished. The City settled all court cases related to the first 3 condemnations. The lawsuits based on the September 2005 resolution of necessity have been or will be filed in Ventura Superior Court within the next 90 days.

The project does not have sufficient funds to begin construction. Attachment 1 provides the summary of the Assessment District No. 2001-1 funding. Attachment 2 provides the current estimated project budget, excluding the proposed special budget appropriation. The project is funded by Assessment

District 2001-1 (\$13,654,323), federal grants (\$6,337,000), and City contributions (\$2,382,137). Future federal grants will add \$16,803,395 for the construction.

Project Budget Increase. The Finance Department credits payments and interest earnings to a cash trust fund on behalf of the Highway 101-Rice Interchange project each year. The requested action would transfer a total of \$1,737,264 in special assessment pre-payments and interest earnings into the project budget for construction costs.

FINANCIAL IMPACT

Pre-payments of special assessments and interest earnings of \$1,737,264 would be appropriated to the Highway 101 Interchange-Rice Interchange (Account No. 514-9718-871-8605 Project No. 873114) for payment of construction costs. There are sufficient funds for the request.

KO:CD

- Attachment #1 - Table 1 City of Oxnard Limited Obligation Improvement Bonds
#2 Project Budget Estimate Including Construction
#3 Special Budget Appropriation

**TABLE 1
CITY OF OXNARD
LIMITED OBLIGATION IMPROVEMENT BONDS
ASSESSMENT DISTRICT NO. 2001-1**

FINAL PRICING

Summary of Results

SOURCES AND USES

Principal Amount of Bonds	15,125,000.00
Premium/(Original Issue Discount)	<u>(330,803.45)</u>

TOTAL SOURCES 14,794,196.55

Deposit to Construction Fund	13,031,155.43
Deposit to Reserve Fund	1,117,420.00
Deposit to Capitalized Interest Account	11,373.45
All-In Costs of Issuance	<u>634,247.67</u>

TOTAL USES 14,794,196.55

YIELD RESULTS

Arbitrage Yield	5.722484%
Average Life (Years)	20.400

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Project Budget

Summary	FY 2005	FY 2005	FY 2006	FY 2006
Estimated Budget with All Federal Grants				
Current Budget	\$22,373,460		\$22,373,460	
Future Federal Grants (TEA-21 & SAFETEA-LU)	\$16,803,395		\$16,803,395	
Total	\$39,176,855		\$39,176,855	
Estimated Expenses				
Design, Environmental Review (completed)	\$3,417,354		\$3,417,354	
Construction Cost (w/ 5% contingency)	\$33,756,404		\$35,781,788	(6% Escalation)
Utility Relocation	\$2,201,400		\$2,333,484	(6% Escalation)
Right of Way & Relocations	\$17,555,729		\$17,555,729	
Engineering, Administration, Construction Management (15%)	\$5,063,461		\$5,367,268	(6% Escalation)
Hazardous Waste Mitigation	\$1,767,001		\$1,767,001	
Subtotal	\$63,761,349		\$66,222,624	
Indirect Cost at 2%	\$1,275,227		\$1,324,452	
Total	\$65,036,576		\$67,547,077	
Potential Shortfall		(\$25,859,721)		(\$28,370,222)

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CITY OF OXNARD
REQUEST FOR SPECIAL BUDGET APPROPRIATION

To the City Manager:

March 28, 2006

Request is hereby made for an appropriation of total \$ 1,737,264

Reason for appropriation: Appropriate the actual proceeds from the sale of the bonds, the bond interest earnings and the prepayments received prior to bond issuances for the Highway 101/Rice Interchange.

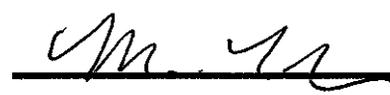
<u>FUND</u>	<u>DESCRIPTION/ACCOUNT</u>	<u>AMOUNT</u>
AD 2001-1 (Rice Avenue/Highway 101) (514)	Rice/Hwy 101 Assessment District 514-1901-	
	591-7554 - Special Assm. Prepay	(1,389,315)
	712-7951 - Proceeds from sale of bonds	255,434
	Highway 101/Rice Interchange 514-9718- (873114)	
	571-7482 - Interest-Other	(603,383)
	871-8605 - Improv not Bldg-Major Repair	<u>1,737,264</u>
	Net Estimated Change to Fund Balance	<u><u>-0-</u></u>



 Manager

REQUIRES CITY COUNCIL APPROVAL

DIRECTOR OF FINANCE



Disposition

Approved _____

Rejected _____

Transfer by Journal Voucher _____

City Manager

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Attachment 3

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