



City of Arts & Innovation

City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL **DATE: JUNE 12, 2018**

FROM: PUBLIC WORKS DEPARTMENT **WARDS: 1, 3, 6, AND 7**

SUBJECT: 2007 UNPROGRAMMED REDEVELOPMENT AGENCY BOND PROCEEDS – FUND TRANSFER IN THE AMOUNT OF \$1,703,734.29 AND PROJECT LIST APPROVAL

ISSUES:

Authorize the transfer of \$1,703,734.29 in remaining 2007 Series A-B Un-programmed Redevelopment Agency Bond Funds and approve the project locations for street maintenance improvements.

RECOMMENDATIONS:

That the City Council:

1. Authorize the transfer of the 2007 Series A-B Un-programmed Redevelopment Agency Bond Funds including earned interest into the following project accounts:

RDA Project Area	From RDA Account	To Project Account	Amount
Downtown / Airport	9991278-440446	9904700-440446	\$21,843.79
Downtown / Airport	9991287-440446	9904800-440446	\$34,677.30
Downtown / Airport	9991378-440446	9904900-440446	\$22,053.95
Downtown / Airport	9991387-440446	9905000-440446	\$2,890.07
Magnolia Center	9991274-440446	9905100-440446	\$950.57
Magnolia Center	9991374-440446	9905200-440446	\$57,027.27
La Sierra / Arlanza	9991279-440446	9905300-440446	\$1,296,851.43
La Sierra / Arlanza	9991379-440446	9905400-440446	\$267,439.91
Total:			\$1,703,734.29

2. Approve the Project List to utilize the 2007 Series A-B Un-programmed Redevelopment Agency Bond Funds.

BACKGROUND:

On September 22, 2015 and September 23, 2015, the City, as Successor Agency to the former Redevelopment Agency (RDA) of the City of Riverside, and the Oversight Board approved the transfer of unexpended redevelopment bond proceeds to the City for purposes consistent with

the Bond Indentures, Redevelopment Plans and Redevelopment Law for the various former redevelopment project areas in the total amount of \$9,052,068.73 (RDA Bonds).

On November 13, 2015, the State Department of Finance approved Oversight Board Resolution Number 84 acquiescing to the transfer.

On April 10, 2018, the City Council awarded a contract for Bid No. 7523 for the construction of the 2017/2018 Arterial and Minor Street Maintenance, Phase 1 (Phase 1). Phase 1 consisted of maintenance improvements at various locations Citywide including Pierce Street from Sierra Vista Avenue to La Sierra Avenue.

On May 8, 2018, the Successor Agency Board approved the re-financing of the aforementioned RDA bonds and on May 16, 2018, the Oversight Board adopted a resolution approving the same. As part of the re-financing process, it was determined that the existing RDA Bonds were supposed to be expended by 2010. As such, it is critical that the City expend these funds quickly.

DISCUSSION:

To allow for the prompt expenditure of the available RDA funds, the Public Works Department intends on utilizing these funds towards the completion of the 2017/2018 Arterial and Minor Streets Maintenance, Phases 1 and 2.

Project Account Summary

Project Area	Project Account	Ward(s)	Tax Exempt / Taxable Bond	Available Funds
Downtown / Airport	9904700-440446	1	Tax-Exempt	\$21,843.79
Downtown / Airport	9904800-440446	1	Tax-Exempt	\$34,677.30
Downtown / Airport	9904900-440446	1	Taxable	\$22,053.95
Downtown / Airport	9905000-440446	1	Taxable	\$2,890.07
Magnolia Center	9905100-440446	3	Tax-Exempt	\$950.57
Magnolia Center	9905200-440446	3	Taxable	\$57,027.27
La Sierra / Arlanza	9905300-440446	6,7	Tax-Exempt	\$1,296,851.43
La Sierra / Arlanza	9905400-440446	6,7	Taxable	\$267,439.91
Total:				\$1,703,734.29

\$450,000 of the available (La Sierra / Arlanza) RDA funds will be utilized for repaving Pierce Street. Pierce Street was included in the 2017/2018 Arterial and Minor Streets Maintenance, Phase 1 project which is currently under construction with an anticipated completion date of September 2018.

The remainder of the RDA funds will be utilized for the completion of the upcoming 2017/2018 Arterial and Minor Streets Maintenance, Phase 2 project. The proposed Phase 2 improvements include pavement preservation and rehabilitation of 72 streets (Attachments 1 & 2). Construction of the Phase 2 project is anticipated to begin in September 2018 and be complete by February 2019.

FISCAL IMPACT:

The use of the un-programmed RDA funds will increase the total funding available for pavement preservation and rehabilitation and will not impact or extend in any manner the related debt service.

Prepared by: Kris Martinez, Public Works Director
Certified as to
availability of funds: Adam Raymond, Chief Financial Officer/City Treasurer
Approved by: Al Zelinka, FAICP, City Manager
Approved as to form: Gary G. Geuss, City Attorney

Attachments:

1. Location Map
2. Project List
3. Presentation