



# CITY OF WHEATLAND

## CITY COUNCIL MEETING STAFF REPORT

September 26, 2017

**SUBJECT:** Amending the Fiscal Year 2017-18 Budget to Incorporate SB-1 Funded Projects

**PREPARED BY:** Dane Schilling, City Engineer

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### **Recommendation**

Staff recommends that the City Council adopt a resolution authorizing the City Manager to amend the Fiscal Year 2017-2018 Budget to incorporate a list of projects planned to be funded with Road Maintenance and Rehabilitation Account revenues.

### **Background/Discussion**

On April 28, 2017, State Senate Bill 1 (SB-1), also known as the Road Repair and Accountability Act (RMRA) of 2017, was signed into a law by Governor Brown. SB-1 establishes the Road Maintenance and Rehabilitation Program to address deferred maintenance on the state highway system and local street and road systems.

The bill provides that funds shall be used for projects that include the following:

- Road Maintenance and Rehabilitation
- Safety Projects
- Railroad Grade Separations
- Complete Street Components (including active transportation purposes, pedestrian and bicycle safety project, drainage and stormwater capture in conjunction with any other allowable project).
- Traffic Control Devices

The RMRP is anticipated to receive approximately \$5.2 billion annually once all new revenues take effect. The revenues will be phased-in over several years.

The City of Wheatland currently receives about \$75,000 per year from the Highway User Tax Account (HUTA). Now with SB-1, the City will get about \$60,000 more annually. However, the first year is a partial year, therefore, the City of Wheatland is expected to receive about \$19,883 of SB-1 funds in Fiscal Year 2017-2018.

SB-1 requires that all proposed projects must be included in the current and future budgets to be considered for funding. The following streets were identified by Staff to be rehabilitated with the FY17-18 Budget:

1. Level and cape seal F Street, from Wheatland Road to 3<sup>rd</sup> Street, with an approximate cost of \$49,000.
2. Level and cape seal 3<sup>rd</sup> Street from E Street to F Street, with an approximate cost of \$48,000.

The projects will be paid for, in part, with SB-1 revenues from Fiscal Years 2017-2018 and 2018-2019. The projects are intended to improve and maintain the quality of the roadways and ensure that the City's local road network continues to meet the needs of the community. Also, the City will be developing and recommending a plan for spending new RMRA revenues, in accordance with funding restrictions, capital needs and operating needs.

**Alternatives**

1. Decline to adopt the proposed resolution.
2. Provide staff with alternative streets to repair.

**Fiscal Impact**

The total estimated Gas Tax revenue is identified in the current FY2017-2018 Operating Budget as \$109,000 from the following funding sources:

- Gas Tax Revenue \$ 103,500
- Yuba County Measure D \$ 5,500

There is not a direct fiscal impact, since the SB-1 revenue was already incorporated in the current budget as Gas Tax revenue. Projects funded from SB-1 in future fiscal years will be recognized and appropriated as part of the annual operating budget.

**Attachments**

1. Resolution

**RESOLUTION NO. XX – 17**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WHEATLAND  
TO AMEND THE FISCAL YEAR 2017-2018 BUDGET TO INCORPORATE AND DESIGNATE  
PROJECTS FUNDED BY SB-1: THE ROAD REPAIR AND ACCOUNTABILITY ACT**

**WHEREAS**, On April 6, 2017, the Senate Bill 1 (SB-1), the Road Repair and Accountability Act of 2017 (Chapter 5, Statutes of 2017) was passed by the Legislature and signed into law by the Governor on April 28, 2017; and

**WHEREAS**, SB-1 includes accountability and transparency provisions that will ensure the residents of the City are aware of the projects proposed for funding in our community and which projects have been completed each fiscal year; and

**WHEREAS**, the City must include a list of projects proposed to receive funding from the Road Maintenance and Rehabilitation Account (RMRA), created by SB-1, in the City budget which must include a description and the location of each proposed project, a proposed schedule for the project's completion, and the estimated useful life of the improvement; and

**WHEREAS**, the City, will receive and estimated \$19,883 in RMRA funding in Fiscal Year 2017-2018 from SB-1 that will help the City to maintain and rehabilitate its infrastructure; and

**WHEREAS**, City Staff has identified F Street from Wheatland Road to 3<sup>rd</sup> Street, and 3<sup>rd</sup> Street from E Street to F Street as streets re-surfacing projects where SB-1 funds could be applied; and

**NOW, THEREFORE**, the City Council of City of Wheatland hereby authorizes the City Manager to amended the FY 2017-2018 Budget to appropriate and designate SB-1 funding for the following projects:

1. F Street Resurfacing Project, from Wheatland Road to 3<sup>rd</sup> Street. The estimated useful life time of the project is 7 - 10 years and anticipated year of construction is summer of 2018.
2. 3<sup>rd</sup> Street Resurfacing Project, from E Street to F Street. The estimated useful life time of the project is 7-10 years and anticipated year of construction is summer of 2018.

PASSED AND ADOPTED at a regular meeting thereof held on the 26<sup>th</sup> day of September 2017, by the following vote:

**AYES:**

**NOES:**

**ABSENT:**

Attest:

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Jay Pendergraph, Mayor

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Lisa J. Thomason, City Clerk