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# County of Santa Cruz

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## REDEVELOPMENT AGENCY

701 OCEAN STREET, ROOM 510, SANTA CRUZ, CA 95060-4000

(831) 454-2280 FAX: (831) 454-3420 TDD: (831) 454-2123

TOM BURNS, AGENCY ADMINISTRATOR

December 20, 2001

Agenda: January 8, 2001

Board of Directors  
County of Santa Cruz Redevelopment Agency  
701 Ocean Street  
Santa Cruz, CA 95060

### Capitola Road Improvement Project Financing

Dear Members of the Board:

As you will recall, on June 26, 2001 your Board as the Board of Supervisors, approved a construction contract with Monterey Peninsula Engineering (MPE) for construction of the Capitola Road Improvement Project. In a separate letter on today's agenda, the Public Works Department is asking your Board, as the Board of Supervisors, to approve a change order and to increase the construction contingency. In order for the funds necessary to increase the construction contingency to be available, a parallel action is required from you, as the Board of Directors of the Redevelopment Agency.

The contract for this project includes the construction of roadside and streetscape improvements along the entire length of Capitola Road between the cities of Santa Cruz and Capitola. MPE has now completed approximately one-third of the project and is working on the second phase of the three phase construction project. As explained in the Public Works Department letter, the contractor has encountered, among other things, unexpectedly wet soil conditions requiring more excavation and additional base rock. The change order before your Board for approval will significantly reduce the remaining construction contingency. With approximately two-thirds of construction remaining, increasing the construction contingency by \$160,000, as recommended by the Director of Public Works, should provide the funding to handle future unexpected site conditions should they occur. This would bring the total Agency contribution for the cost of construction, inspection, and other construction related services to \$868,000.

As your Board will also recall, while the County has been able to proceed with construction by taking possession of property necessary to construct the improvements, settlements have not been reached with all of these property owners. It is anticipated that additional funding will be required to settle these acquisitions. In order to finance these acquisitions,

Redevelopment Agency funds for this project have been allocated in the Capitola Road Improvement Project. In order to provide adequate funds to cover the increases described in this letter it is necessary to transfer \$210,000 from Agency reserves to the Capitola Road Improvement Project. A resolution authorizing the transfer of funds is included as Attachment 1.

Redevelopment Agency staff has determined that the project is of benefit to the Project Area, that no other reasonable means of financing the improvements are available to the community, that the project will assist in the elimination of blight, and that the project is consistent with the Redevelopment Agency's Five Year Implementation Plan.

It is therefore RECOMMENDED that your Board, as the Board of Directors for the Redevelopment Agency, take the following actions:

1. Approve the attached Resolution Accepting Unanticipated Revenue totaling \$210,000 from the Redevelopment Agency Capital Projects Bond Proceeds Reserves:
2. Approve an additional \$160,000 in Agency funds for the construction contingency for the Capitola Road Improvement Project; and
3. Concur with and adopt the associated findings.

Very truly yours,

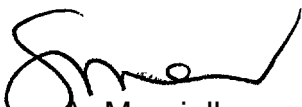


Tom Burns

Redevelopment Agency Administrator

TB:BL

RECOMMENDED:



Susan A. Mauriello

Redevelopment Agency Director

Attachment

cc. RDA

DPW

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ATTACHMENT 1

BEFORE THE BOARD OF DIRECTORS  
OF THE SANTA CRUZ COUNTY REDEVELOPMENT AGENCY  
STATE OF CALIFORNIA

RESOLUTION NO. \_\_\_\_\_

On the motion of Director  
duly seconded by Director  
the following resolution is adopted.

RESOLUTION ACCEPTING UNANTICIPATED REVENUE

WHEREAS, the Santa Cruz County Redevelopment Agency is a recipient of funds from Capital Bond Proceeds Reserves for Capitola Road Improvement Project; and

WHEREAS, the Agency is a recipient of funds in the amount of \$210,000 which are either in excess of those anticipated or are not specifically set forth in the current fiscal year budget of the Agency; and

WHEREAS, pursuant to Government Code Section 29130(c), such funds may be made available for specific appropriation by a four-fifths vote of the Board of Directors;


NOW, THEREFORE, BE IT RESOLVED AND ORDERED that the Santa Cruz County Auditor-Controller accept funds in the amount of \$210,000 as follows:

<u>T/C</u>	<u>Index Number</u>	<u>Revenue Subobject Number</u>	<u>Account Name</u>	<u>Amount</u>
001	611100	2500	Capital Projects	\$210,000

and that such funds be and are hereby appropriated as follows:

<u>T/C</u>	<u>Index Number</u>	<u>Expenditure Subobject Number</u>	<u>PRJ/UCD</u>	<u>Account Name</u>	<u>Amount</u>
021	611206	9842		Capitola Road Improvement Project	\$210,000

DEPARTMENT HEAD I hereby certify that the fiscal provisions have been researched and that the Revenue(s) ~~(have been)~~ (will be) received within the current fiscal year

By   
Department Head

Date 12/20/01

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COUNTY ADMINISTRATIVE OFFICER

4/4

Recommended to Board

\_\_\_\_ Not Recommended to Board

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PASSED AND ADOPTED by the Board of Directors of the Santa Cruz County Redevelopment Agency, State of California, this \_\_\_\_\_ day of \_\_\_\_\_, 20 \_\_\_\_ by the following vote (requires four-fifths vote for approval):

AYES: DIRECTORS

NOES: DIRECTORS

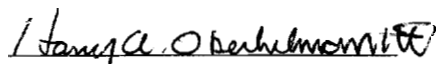
ABSENT: DIRECTORS

\_\_\_\_\_  
Chairperson of the Board

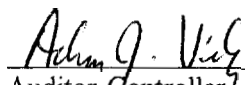
ATTEST:

\_\_\_\_\_  
Clerk of the Board

APPROVED AS TO FORM:

  
Agency Counsel

APPROVED AS TO ACCOUNTING DETAIL:

 12/21/01  
Auditor-Controller

Distribution:

Auditor-Controller  
County Counsel  
County Administrative Officer  
Redevelopment