



County of Santa Cruz

REDEVELOPMENT AGENCY

701 OCEAN STREET, ROOM 510, SANTA CRUZ, CA 950604000

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TOM BURNS, AGENCY ADMINISTRATOR

June 6, 2002

Agenda: June 18, 2002

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:

Construction of the Capitola Road Improvement Project by Monterey Peninsula Engineering (MPE) is now in its twelfth month. While work was slowed somewhat by wet conditions over the winter months, construction is now in full swing with completion anticipated for August. 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 for this project. In order for the necessary funds necessary 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 roadway and streetscape improvements along the entire length of Capitola Road between the cities of Santa Cruz and Capitola. MPE has now completed approximately two-thirds of the project and is working on the third and last phase of construction. As explained in the Public Works Department letter, the contractor continues to encounter unexpectedly wet soil conditions requiring more excavation and additional base rock. Other unexpected conditions, including an old septic tank, have been encountered requiring additional work. In addition to this work, the Redevelopment Agency has now been able to reach agreement with a number of property owners regarding the addition of street trees and landscape improvements along the road frontage.

Redevelopment Agency funds for this project have been allocated in the Capitola Road Improvement Project. Change Order Number 3 will exceed the remaining construction contract contingency. Thus in order to cover the costs of Change Order Number 3 and provide sufficient funds to cover unexpected site conditions should they occur while the Board is on recess in July, it is necessary to transfer \$318,462 from Agency reserves to the Capitola Road Improvement Project. Because of the size and complexity of this project we may need to return to the Board in August for additional funds to complete the work.

The funding recommended in this request would bring the total Agency contribution for the cost of construction, inspection, and other construction related services to \$1,184,862. 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 and Appropriating Unanticipated Revenue totaling \$318,462 from the Redevelopment Agency Capital Projects Bond Proceeds Reserves for the Capitola Road Improvement Project; and
2. 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

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 Projects Bond Proceeds Reserves for Capitola Road Improvement Project; and

WHEREAS, the Agency is a recipient of funds in the amount of \$318,462 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;

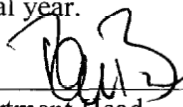
NOW, THEREFORE, BE IT RESOLVED AND ORDERED that the Santa Cruz County Auditor-Controller accept funds in the amount of \$318,462 as follows:

<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 Bond Proceeds Reserves	\$318,462

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	\$318,462

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 6/6/02

COUNTY ADMINISTRATIVE OFFICER

 Recommended to Board

____ Not Recommended to Board

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

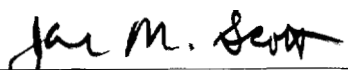
ABSENT: DIRECTORS

Chairperson of the Board

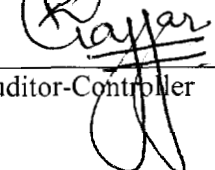
ATTEST:

Clerk of the Board

APPROVED AS TO FORM:


cy Counsel

APPROVED AS TO ACCOUNTING DETAIL:

 06/06/02
Auditor-Controller

Distribution:

Auditor-Controller
County Counsel
County Administrative Officer
Redevelopment