



OCTOBER 8, 2009

AGENDA ITEM #6

NEW MEASURE A CAPITAL ALLOCATION & EXPENDITURE CONTRACTS

Action Requested: Authorization to execute contracts

Key Staff: Brian Williams, Executive Director

Recommendation

Authorize the Executive Director to execute the attached contracts with Caltrans; Sacramento Regional Transit District; Capital Southeast Connector Authority; County of Sacramento; and the Cities of Citrus Heights, Galt, Rancho Cordova, and Sacramento relative to the distribution and expenditure of proceeds from the Series 2009 Measure A sales tax revenue bonds.

Discussion

The New Measure A capital allocation plan provides for allocation of \$105,408,000 of sales tax and development impact fee revenues to 14 capital projects being delivered by seven local transportation agencies and Caltrans during FY 2010:

Table with 3 columns: Agency, Project Name, and Amount. Rows include Caltrans (US50 bus/carpool lanes), Regional Transit (LRT Downtown-Natomas-Airport, LRT Southline II), Connector JPA (I-5 / SR99 / US50 Connector), County (Bradshaw Road, Hazel Avenue, Madison Avenue, South Watt/Elk Grove-Florin Rd, Watt / US50 interchange), Citrus Heights (Antelope Road, Sunrise Blvd), Galt (Central Galt interchange), Rancho Cordova (Sunrise Boulevard), and Sacramento (Downtown Intermodal Station).

The affected revenues represent a combination of sales tax revenue bond proceeds (Series 2009 A/B/C) and on-going sales tax and development impact fee receipts. The attached project allocation and expenditure contracts are intended to ensure that the affected revenues are expended exclusively on eligible project delivery and/or construction activities consistent with the New Measure A ordinance. They also set forth the mechanism and accountability controls necessary to reimburse the entities for their eligible expenditures.

The allocation date of the affected revenues was August 13, 2009, and the associated bond issue occurred last week. Project sponsors have two years to expend all affected funds. Each entity must execute its contract prior to submitting a reimbursement claim for eligible expenditures. These contracts differ from those executed in 2006 and 2007, in that sponsoring entities with multiple FY 2010 project allocations will only execute one contract. Also, most of these contracts entail only FY2010 allocations. New or amended contracts will be executed next year to accommodate FY2011 Measure A project allocations. This will allow staff—in consultation with local project managers—to monitor Measure A cash flow and make adjustments to better track the delivery progress of projects so that all Bond proceeds are expended at a rate required by federal and state securities and tax law.

*Attachments*