

City of Scotts Valley CITY COUNCIL STAFF REPORT

DATE: 6/7/2023
TO: Honorable Mayor and City Council
FROM: Chris Lamm, Public Works Director
APPROVED: Mali LaGoe, City Manager
SUBJECT: **Public Hearing: Measure D Five-Year Plan**

SUMMARY OF ISSUE

Passed in November 2016 by Santa Cruz County Voters, Measure D provides funding for efforts related to maintaining and improving local roads, including pavement, bicycle, and pedestrian infrastructure for a period of 30 years. As a part of the measure's accountability and transparency measures, each agency receiving funds is required to develop, update, hold a public hearing on, and adopt a five-year program of projects ("5-Year Plan") every year. 5-Year Plans are adjusted annually based on actual expenditures, updated revenue projections, proposed allowances to projects, updated project schedules, and updated cost estimates.

The plan as proposed includes work on Bean Creek Road, Scotts Valley Drive, Mount Hermon Road, Lockwood Lane, and Glenwood Drive. Additionally, money is set aside for annual pavement maintenance for miscellaneous paving projects. The money programmed for future years can be adjusted at any time and can be utilized as matching funds for grant programs that provide active transportation improvements or pavement management.

FISCAL IMPACT

Measure D will fund or partially fund projects on the 5-Year Plan, and will be used to help leverage additional grant funding by serving as local match. Estimated revenue for FY2023/24 is \$371k

STAFF RECOMMENDATION

It is recommended that the City Council adopt Resolution No. 1923.6 approving the list of Measure D Projects for FY23-24 through FY27-28

TABLE OF CONTENTS

1. Measure D Resolution
2. 5 Year Plan FY2324-FY2728

RESOLUTION NO. 1923.6

**RESOLUTION OF THE CITY COUNCIL OF THE
CITY OF SCOTTS VALLEY APPROVING THE
FY 2023/24 TO FY 2027/28 FIVE-YEAR PROGRAM OF
PROJECTS TO BE FUNDED WITH MEASURE D REVENUES**

WHEREAS, on November 8, 2016, the voters of Santa Cruz County adopted an ordinance approving the Santa Cruz County Transportation Improvement Plan Measure (“Measure D”), authorizing the Santa Cruz County Regional Transportation Commission (“RTC”) to administer the proceeds from a retail transaction and use tax of one-half of one percent (0.5%); and

WHEREAS, sales tax proceeds from Measure D will be collected for 30 years beginning April 1, 2017, which are to be used to pay for the programs and projects outlined in the Measure D Expenditure Plan and Ordinance; and

WHEREAS, the Master Funding Agreement between RTC and the City of Scotts Valley articulates the terms and conditions of RTC’s administration and direct allocation of proceeds to the City as authorized in the Measure D Expenditure Plan; and

WHEREAS, the Master Funding Agreement requires that the City Council annual adopt an annual report that includes a five-year program of projects including information about each of the projects to be funded with Measure D revenues after holding a public hearing; and

WHEREAS, the five-year program of projects is considered part of the City’s Five-Year Capital Improvement Plan, which was published for public review on the City’s website on June 1, 2022 and reviewed during a public hearing at the City Council’s regular meeting on June 7, 2023; and

WHEREAS, the five-year program of projects, attached hereto and incorporated herein, lists the projects proposed by the City that are consistent with the Measure D Expenditure Plan.

NOW, THEREFORE, BE IT RESOLVED AND ORDERED that the FY 2023/24 to FY2027/28 Five-Year Program of Projects to be funded with Measure D revenues, attached hereto and incorporated herein, is approved.

The above and foregoing resolution was duly and regularly adopted by the City Council of the City of Scotts Valley at a regular meeting held on the 7th day of June, 2023, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Approved: _____
Jack Dilles, Mayor

Attest: _____
Cathie Simonovich, City Clerk

Measure D Five Year Plan

Measure D: 5-Year Program of Projects (FY22/23-FY26/27)
 City of Scotts Valley
 Expenditure Plan Category: Neighborhood Projects

Measure D Revenues

| | FY23/24 | FY24/25 | FY25/26 | FY26/27 | FY27/28 |
|--|------------|------------|------------|------------|------------|
| Rollover | \$ 403,280 | \$ 371,000 | \$ 381,000 | \$ 404,000 | \$ 417,000 |
| Estimated Annual Measure D Allocations | | | | | |

| Name/Road/Limits | Description, Complete Streets Components | Total Measure D | Amount of Measure D Funds to be Used | | | | | Other Funds (\$) | Other Fund Sources | Est. Construction Start Date | Major Project? (yes/no) |
|--|---|-----------------|--------------------------------------|------------|------------|------------|------------|------------------|--------------------|------------------------------|-------------------------|
| | | | Rollover | FY23/24 | FY24/25 | FY25/26 | FY26/27 | | | | |
| Bean Creek Road | Rework subgrade, asphalt overlaying, drainage improvements, and restriping (two phases) | \$ 1,078,280 | \$ 328,280 | | | | \$ 150,000 | | RSTPX/SB1 | Summer | yes |
| Scotts Valley Drive | Surface Seal | \$ 275,000 | \$ 75,000 | \$ 200,000 | | | | | SB1 | Spring | no |
| Janis Way | Digout and overlay and sidewalk and bikelanes | \$ 250,000 | | | | | | \$ 250,000 | | Spring | no |
| Glenwood Drive (Scotts Valley Drive to K Street) | Crack seal and type-2 slurry and bike lanes and striping | \$ 100,000 | \$ 100,000 | | | | | | | Spring | no |
| Mt Herman Road | digouts & crack seal & slurry & La Madronna intersection rework | \$ 500,000 | | | \$ 500,000 | | | | | Spring | no |
| Annual Street Maintenance | Annual street maintenance citywide consisting of surface seals, overlays and repairs | | | \$ 50,000 | \$ 50,000 | \$ 50,000 | \$ 50,000 | \$ 225k annual | Gas Tax / SB1 | Spring | no |
| Lockwood Lane (Mt Herman to City Limit) | Digouts and overlay and striping and bike lanes | \$ 350,000 | | | | \$ 350,000 | | | | Spring | no |

Estimated Annual Measure D Expenditures

| | FY23/24 | FY24/25 | FY25/26 | FY26/27 | FY27/28 |
|---|------------|------------|------------|------------|------------|
| Estimated Annual Measure D Expenditures | \$ 300,000 | \$ 50,000 | \$ 550,000 | \$ 550,000 | \$ 900,000 |
| Carry Over to Next Fiscal Year | \$ 403,280 | \$ 474,280 | \$ 805,280 | \$ 647,280 | \$ 18,280 |

Annual Interest Earnings on Measure D Revenues

**For Major Projects (e.g. require CEQA, over \$1M, and/or lots of public interest), provide separate one-page summary with longer description, describe consistency with the Complete Streets Act, Cost/Funding/schedule by phase)*