



Board Agenda Item 48

DATE: August 23, 2016

TO: Board of Supervisors

SUBMITTED BY: Steven E. White, Director
Department of Public Works and Planning

SUBJECT: Agreement with the City of Sanger for the Sanger Street Light Improvements (Phase V),
Community Development Block Grant (CDBG) Project No. 16611

RECOMMENDED ACTION:

Approve and authorize Chairman to execute Agreement with the City of Sanger for the Sanger Street Light Improvements (Phase V), Community Development Block Grant Project No. 16611 (\$277,446).

The Agreement provides Community Development Block Grant (CDBG) funding for the Sanger Street Light Improvements (Phase V) Project, which is included in the County's 2016-17 Action Plan as approved by the Board on April 26, 2016. Of the \$277,446 agreement amount, a total of \$235,828 is available from the City's 2016-17 allocation of CDBG funds as listed in the Action Plan, and the additional funds are available from the City's remaining balance of CDBG funds.

ALTERNATIVE ACTION:

The Board may direct the City to propose a different eligible use for its CDBG funds. A different use would require an amendment to the Action Plan.

FISCAL IMPACT:

There is no Net County Cost associated with the recommended action. The total estimated project cost is \$305,500. CDBG funds for the Sanger Street Light Improvements (Phase V) Project, in the amount of \$277,446, are included in the Department's Community Development Block Grant Org 7205 Adopted Budget for FY 2016-17. CDBG funds are provided on a reimbursement basis. The City will provide all sums of money in excess of the CDBG funds that may be necessary to complete the project.

DISCUSSION:

The U.S. Department of Housing and Urban Development annually allocates CDBG funding to the County using a formula based on census data for the County and its partner cities. Using the same formula, the County then reallocates a portion of the CDBG funds to its partner cities through a Joint Powers Agreement (JPA) for the purpose of carrying out housing and community development activities. The JPA permits the partner cities to select eligible projects for submission to the County for consideration. Under the JPA, the County is responsible for the overall administration of the CDBG Program and for the contract management of each project receiving CDBG funds. The Agreement contains a mutual indemnity clause consistent with the JPA.

The Sanger Street Light Improvements (Phase V) Project, which was approved by the Board of Supervisors for inclusion in the 2016-17 Action Plan, consists of the installation of street lights, electrical conduit, and related improvements that are either deficient or non-existent at various locations within the City. The improvements will

be constructed within the area generally bounded by Greenwood Avenue, West Avenue, Seventh Street, and Ninth Street. The improvements will increase safety and benefit a service area that will principally assist low to moderate income residents.

In addition to providing funds for the project on a reimbursement basis, the Agreement requires the City of Sanger to prepare the design plans and specifications in conformance with Federal and State regulations governing Federally-funded projects. The City will be responsible for the advertising and awarding of the project to the lowest responsible bidder and completion of the necessary construction engineering. The County agrees to review and approve the plans and specifications for compliance with Federal regulations prior to the City advertising the project for bid. The City will be responsible for maintaining the improvements after the project is completed.

Initial Study/Environmental Assessment No. 6821 was completed for the Sanger Street Light Improvements (Phase III) Project under the provisions of the California Environmental Quality Act (CEQA) and the National Environmental Policy Act (NEPA) and includes all phases planned for the project. Based on the environmental review, the project is categorically exempt from the provisions of the CEQA Guidelines under Section 15301, Class 1 - Existing Facilities. Under Section 15301, a Class 1(c) exemption consists of the operation, repair, maintenance or minor alteration of existing public facilities involving negligible or no expansion of use, including existing highways, streets, and sidewalks. It has also been determined that the project is exempt per Section 58.34 (a)(12) of the NEPA Guidelines because the project meets the requirements for a categorical exclusion under Section 58.35 (a)(1).

OTHER REVIEWING AGENCIES:

The Agreement has been reviewed and approved by the City of Sanger.

REFERENCE MATERIAL:

BAI #16, April 26, 2016

ATTACHMENTS INCLUDED AND/OR ON FILE:

Map

On file with Clerk - Agreement with City of Sanger

CAO ANALYST:

John Hays