



City of Santa Ana
20 Civic Center Plaza, Santa Ana, CA 92701
Staff Report
December 20, 2022

TOPIC: Appropriate Additional Construction Funding

AGENDA TITLE

Approve an Appropriation Adjustment and Additional Contingency Funds for Existing Contracts for the Santa Ana Boulevard and 5th Street Protected Bike Lane Project (Project 17-6880) (Non-General Fund)

RECOMMENDED ACTION

1. Authorize a budget reallocation of \$150,000 in unspent Measure M2 Fairshare funds to the Santa Ana Boulevard and 5th Street Protected Bike Lane Project (Project No. 17-6880) from Project Development FY 22/23 (No. 23-6899).
2. Authorize a budget reallocation of \$200,000 in unspent Measure M2 Fairshare funds to the Santa Ana Boulevard and 5th Street Protected Bike Lane Project (Project No. 17-6880) from Right of Way Management FY 22/23 (No. 23-6900).
3. Approve an appropriation adjustment to recognize \$400,000 from Orange County Transportation Authority OC Streetcar Funding in the Select Street Construction, Expense Reimbursement revenue account, and appropriate the same amount to the Select Street Construction, Improvements Other Than Building expense account (*Requires five affirmative votes*).
4. Approve an amendment to the Fiscal Year 2022-23 Capital Improvement Program to include \$750,000 in construction funds for the Santa Ana Boulevard and 5th Street Protected Bike Lane Project (Project No. 17-6880).

DISCUSSION

On December 17, 2019, the City Council awarded a construction contract to Vido Samarzich, Inc. (Contractor) for the Santa Ana Boulevard and 5th Street Protected Bike Lanes Project (17-6880) (Exhibit 1). The scope of the project includes constructed median protected bike lanes between the Civic Center and the Santa Ana Regional Transportation Center. The contractor is required to coordinate closely with the Orange County Transportation Authority's (OCTA) OC Streetcar Project; approximately 40 percent of the bike lane alignment is to be constructed immediately adjacent to the OC Streetcar track slab. The Contractor has successfully completed all work not adjacent to the OC Streetcar improvements but, due to delays with the OC Streetcar construction,

the Contractor was forced to pause their construction until they received approval to proceed by OCTA and the City to resume construction within in the OC Streetcar segments. Due to these delays, the Contractor has experienced significant escalation of material costs and labor rates to perform the remaining work.

Throughout the project, the City has worked closely with OCTA to expedite construction whenever possible. In doing so, due to their overlapping construction footprints, the City's Contractor took on work originally designated for the OC Streetcar in order to expedite and deliver certain roadway improvements more efficiently.

In order to cover the cost escalations and the additional work performed by the Contractor (Exhibit 2), the City will be receiving reimbursement from OCTA and requests an appropriation adjustment to recognize \$400,000 from OCTA OC Streetcar Funding as well as a reallocation of \$350,000 in unspent Measure M2 Funds to the Santa Ana Boulevard and 5th Street Protected Bike Lane Project (Exhibit 3).

ENVIRONMENTAL IMPACT

In accordance with the California Environmental Quality Act, the recommended actions are exempt from further review. Categorical Exemption Environmental Review No. ER-2016- 097 was filed for the project.

FISCAL IMPACT

With the approval of the budget reallocations and appropriation adjustments, the total funding needed to deliver the project will be available for expenditure.

1. Budget reallocation to of \$150,000 in unspent Measure M2 Fairshare funds to the Santa Ana Boulevard and 5th Street Protected Bike Lane Project (Project No. 17-6880) from Project Development FY 22/23 (No. 23-6899).
2. Budget reallocation of \$200,000 in unspent Measure M2 Fairshare funds to the Santa Ana Boulevard and 5th Street Protected Bike Lane Project (Project No. 17-6880) from Right of Way Management FY 22/23 (No. 23-6900).
3. Appropriation adjustment to recognize \$400,000 in Orange County Transportation Authority OC Streetcar Project funds in the Select Street Construction, Expense Reimbursement revenue account (No. 05917002-57000) and appropriate the same amount to the Select Streets Construction, Improvements Other Than Building expenditure account (No. 05917660-66220).

All funds are available for expenditure in Fiscal Year 2022-23; however, any remaining balances not expended by the end of the fiscal year will be carried forward into FY 2023-24 for expenditure.

The following table summarizes the \$750,000 that will be made available by this Council action to fund the additional construction costs:

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Fiscal Year	Accounting Unit - Account No. (Project No.)	Fund Description	Accounting Unit – Account No. Description	Amount
BUDGET REALLOCATION				
2022-23	03217662-66220 (From Proj. 23-6899 to Proj. 17-6880)	Measure M Street Construction	Measure M2 Fairshare, Improvements Other Than Building	\$150,000
2022-23	03217662-66220 (From Proj. 23-6900 to Proj. 17-6880)	Measure M Street Construction	Measure M2 Fairshare, Improvements Other Than Building	\$200,000
APPROPRIATION ADJUSTMENTS				
2022-23	05917660-66220 (17-6880)	Select Street Construction	Select Street Construction, Improvements Other Than Building	\$400,000
Total:				\$750,000

EXHIBIT(S)

1. Staff Report: Construction Contract Award 12/17/2019
2. Revised Cost Analysis
3. Amendment to Fiscal Year 2022-23 CIP

Submitted By: Nabil Saba, P.E., Executive Director – Public Works Agency

Approved By: Kristine Ridge, City Manager