



# Information Item

**Date: August 21, 2012**

To: Mayor and City Council

From: Martin Pastucha, Director of Public Works  
David Martin, Director of Planning and Community Development

Subject: Clarification of funding for Bike Action Plan projects in the FY2012-14 Adopted Capital Improvement Program (CIP) Budget

## **Introduction**

This information item clarifies funding allocations for bicycle projects in the FY2012-14 Adopted Capital Improvement Program (CIP).

## **Background**

On [June 12, 2012](#), City Council adopted the first biennial Capital Improvement Program (CIP) Budget. This was the first budget adopted after the California Supreme Court delivered a decision on December 29, 2011 to uphold AB 26 and dissolve all California redevelopment agencies. Several strategic changes were implemented during the FY 2012-14 CIP budgeting process to ensure that the City could complete large capital projects in design and construction, continue investments to maintain infrastructure, and move forward with commitments made to the community, including Bike Action Plan projects, Pico Library, Colorado Esplanade, Pier Infrastructure Improvements, the Advanced Traffic Management System (ATMS), and others.

## **Discussion**

In the June 2011 CIP Budget adoption process, only funds for FY 2011-12 were approved and appropriated, although the document includes a five-year projection of expenditures. Budgeted amounts in FY 2012-13 through FY 2015-16 were included solely as a “budget plan,” considered a planning tool and not guaranteed to be funded.

Consistent levels of funding per project are also not guaranteed. Capital projects are reevaluated as part of the budget process to ensure that the City's highest priority projects are funded. In adopting the first ever FY 2012-14 CIP Biennial Budget, the City Council approved two years of funding for capital projects and included FY 2014-15 and FY 2015-16 as a "budget plan."

In comparing the two levels of funding in Attachment A, overall funding for bike projects increased from \$1.8 million in FY2011-12 to \$5.0 million in FY2012-13 and \$3.2 million in FY2013-14. While some bike projects were deferred or decreased from FY2011-12 budgeted amounts, staff identified other priority bike projects that were moved up or received an increase in funding from FY2011-12 funding levels, many as a result of the successful acquisition of grant funds.

The Bike Action Plan did not lose funding in the FY2012-14 CIP budget. As requested by the community and documented in the Bike Action Plan staff report approved on [November 22, 2011](#), improvements in the amount of \$2.5 million are to be implemented aggressively in fiscal years 2011-12 and 2012-13 and used to fast track three areas: Infrastructure Improvements, Education/Awareness, and Grant Match/Project Readiness. Attachment B accounts for the entire \$2.5 million designation and confirms that funding is used as approved by City Council. The designation amounts are also identified in pink on Attachment A.

To get the bike share program ready ahead of schedule, staff accepted a \$1.543 million Metro Call for Projects grant in FY2012-13. Originally scheduled for FY2016-17, this required the City to come up with the required \$721,000 grant match in FY2012-13, four years ahead of schedule. Although this grant was awarded prior to the bike action plan, funds earmarked for project readiness were used for the bike sharing grants required match which ensured that the project could move forward on an accelerated schedule.

The Bicycle Network Connections project, previously funded at \$300,000, was incorporated into the Annual Street Paving project. From inception, Bicycle Network Connections project was intended to occur in conjunction with other construction projects to maximize resources and decrease costs associated with construction, contract administration, and inspections. The CIP budget now reflects this. Paving and bicycle network projects will happen concurrently.

Staff will continue to review funding of all projects and if project costs are less than expected, excess funding may be reallocated to other bicycle projects such as the Bicycle Network projects. Additionally, the City Council may consider a Transportation Impact Fee Ordinance in the near future. Staff has identified \$33 million in Bicycle Infrastructure Improvements that could be funded by means of impact fees collected through new development, adding another potentially large source of funds to complete the Bicycle Action Plan.

Further information about funded capital projects and the budget process are included in the FY2012-14 Adopted CIP Biennial Budget, to be available on line by the end of August. The [Proposed CIP Biennial Budget](#) can be used as a resource in the interim.

**Prepared By:** Stephanie Manglaras, Principal Administrative Analyst

**Attachments:** A – CIP Budget Analysis – Bicycle Projects  
B – Bike Action Plan Funding

Capital Improvement Program (CIP) Budget Analysis - Bicycle Projects

CIP Project #	Project Title	June 2011 CIP Budget Council Action		June 2012 CIP Budget Council Action	
		FY2011-12 Adopted Budget	FY2012-13 Budget Plan (not adopted)	FY2012-13 Budget	FY2013-14 Budget
<b>GENERAL FUND (01)</b>					
C010221.589000	Bicycle Network Connections	300,000	300,000		
C017045.589000	Michigan Ave Bicycle Facility Design	80,000	200,000		
C014071.589000	Bicycle Infrastructure (Green bike lanes on Broadway and Main/2nd St)			900,000	0
C014072.589000	Bicycle Education and Awareness			100,000	0
C017042.589100	Safe Routes to School Samohi			20,000	40,000
C017010.589000	Bicycle Technology Demonstration MATCH			29,885	0
C017073.589200	4th Court Bike Connection to Expo LRT and Pier			20,000	0
M010340.589000	Signage and Stripage	50,000	50,000	0	0
C010222.589000	Bike Network Linkages to Expo LRT MATCH			30,115	0
C014073.589000	Bicycle Project Readiness and New Grant MATCHES (bikeshare match, BTA 17th Street bike hub grant, xxx grant match)			650,000	0
<b>General Fund total</b>		<b>430,000</b>	<b>550,000</b>	<b>1,750,000</b>	<b>40,000</b>
<b>Note&gt; Use of Bike Plan Designation as adopted on November 22,2011 in the Bike Action Plan staff report. Further information on Bike Action Plan available on Attachment B.</b>					
<b>SPECIAL REVENUE SOURCE (04)</b>					
C047045.589000	Michigan Avenue Bicycle Access - Neighborhood Greenway			15,000	0
C040561.589000	Expo Commuter Bike Path			230,000	0
<b>Special Revenue Source Fund total</b>		<b>-</b>	<b>-</b>	<b>245,000</b>	<b>-</b>
<b>MISCELLANEOUS GRANTS (20)</b>					
C200418.589590	Bike Replacement & Amenities - Prop C	150,000	150,000		
C207011.589000	Downtown Bike Transit Center - Prop C	72,000	72,000		
C207045.589000	Michigan Avenue Bicycle Access - Neighborhood Greenway			139,000	0
C200418.589590	Bike Parking and Amenities - Prop C			60,000	60,000
C208014.589000	No Net New Trips Toolkit - Prop C	78,027	227,455	150,000	50,000
C208014.589100	No Net New Trips Toolkit - Metro	138,715	404,367	543,080	0
C204073.589100	Citywide Bikeshare - Metro			620,000	923,000
C204073.589200	Citywide Bikeshare - Prop C			150,000	150,000
C200418.589570	Bicycle Technology Demonstration - Prop C			90,115	0
C207029.589000	Bicycle Technology Demonstration - MTA			140,250	0
C200222.589000	Bike Network Linkages to Expo LRT - Prop C		30,115	0	461,387
C200222.589100	Bike Network Linkages to Expo LRT - Metro		45,174	45,174	692,081
C207042.589000	Safe Routes to School Samohi - SR2S Grant	792,000	0	149,000	731,000
C207042.589100	Safe Routes to School Samohi - Prop C	20,000	80,000	0	40,000
C207042.589200	Bike and Pedestrian Training Pilot - SR2S Grant (budgeted in FY11-12 as Safe Routes to School Samohi - Caltrans)	150,000	47,000	148,000	49,000
C206038.589000	Bike Training for Middle School Students - CMAQ			64,000	21,000
C200561.589007	Expo Bike Path Local Match Obligation - Prop A Rail Reserve			562,469	0
C207073.589100	4th Court Bike Connection to Expo LRT and Pier - TDA Art 3			25,000	0
C207011.589056	Bike Transit Centers - TDA Art 3			125,000	0
<b>Misc Grants Fund total</b>		<b>1,400,742</b>	<b>1,056,111</b>	<b>3,011,088</b>	<b>3,177,468</b>
<b>TOTAL ALL FUNDS</b>		<b>1,830,742</b>	<b>1,606,111</b>	<b>5,006,088</b>	<b>3,217,468</b>
<b>Prop C Local Return funded</b>		<b>320,027</b>	<b>559,570</b>	<b>450,115</b>	<b>761,387</b>
<b>% assuming \$1.1 million Local Return allocation</b>		<b>29%</b>	<b>51%</b>	<b>41%</b>	<b>69%</b>
<b>Note&gt; Amounts highlighted in red indicate Local Return (LR) funded projects. LR funds are restricted to public transit projects, however CIP project requests far exceed the City's funding allocation resulting in a very competitive process.</b>					
<b>PROJECTS FUNDED IN FY11-12 BY PREVIOUS DESIGNATIONS OR COUNCIL APPROVAL DURING THE YEAR</b>					
	Beach Bike Path (Beach Fund)	50,000			
	Bike Center Infrastructure and wayfinding (grant funded)	1,700,000			
	Expo Bike Path (grant funded)	43,000			
	Bike education and awareness (Sharrows campaign)	25,000			
		<b>1,818,000</b>			
<b>UNFUNDED BIKE PROJECTS IN FY12-14 BUDGET PROCESS</b>					
C010221.589000	Bicycle Network Connections			\$ 200,000	\$ 200,000
C017045.589000	Michigan Avenue Bicycle Access - Neighborhood Greenway				\$ 200,000
N/A	Bicycle Detection Upgrades				\$ 150,000
				<b>\$ 200,000</b>	<b>\$ 550,000</b>

Bike Action Plan Funding

Amounts per Bike Action Plan	FY2011-12 Expenditure	FY2012-13 Budget	FY2013-14 Budget	FY2014-15 Budget Plan	FY2015-16 Budget Plan	TOTAL
<b>\$1,050,000</b>	<b><u>Infrastructure Improvements</u></b>					
Ocean Park Blvd green bike lanes	\$70,000					
Green Bike Lanes on Broadway and Main/Second Street 4 <sup>th</sup> court		\$900,000				
Bike network linkages to expo match		\$20,000				
Bike tech demo match		\$30,115				
		\$29,885				
<b>TOTAL INFRASTRUCTURE IMPROVEMENTS</b>	<b>\$70,000</b>	<b>\$980,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,050,000</b>
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<b>\$250,000</b>	<b><u>Education and Awareness</u></b>					
Placing bus cards re Share the Road campaign	\$30,000					
Bike Education – working with City TV	\$50,000					
Bike Learning Area implementation	\$10,000					
FY12/13 education and awareness allocation		\$100,000				
Samohi safe routes to school grant match		\$20,000	\$40,000			
<b>TOTAL EDUCATION AND AWARENESS</b>	<b>\$90,000</b>	<b>\$120,000</b>	<b>\$40,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$250,000</b>
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<b>\$1,200,000</b>	<b><u>Grant Match/Project Readiness</u></b>					
Bikeshare conceptual planning	\$50,000					
Bikeshare grant match		\$421,000				
BTA 17th St bike hub grant match (grant not yet awarded)		\$120,000				
Safe Routes to School grant match		\$109,000				
FY15/16 grant match (Metro Call For Projects - Michigan Ave)					\$500,000	
<b>TOTAL GRANT MATCH / PROJECT READINESS</b>	<b>\$50,000</b>	<b>\$650,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$500,000</b>	<b>\$1,200,000</b>
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<b>\$2,500,000</b>						