

**CITY OF TEMECULA
AGENDA REPORT**

TO: City Manager/City Council

FROM: Patrick Thomas, Director of Public Works/City Engineer

DATE: June 11, 2024

SUBJECT: Adopt Resolution to Approve Funds Transfer Agreement with California Department of Transportation (Caltrans) for Allocation of Priority Legislative Budget Project Funds

PREPARED BY: Julie Tarrant, Principal Management Analyst

RECOMMENDATION: That the City Council adopt a resolution entitled:

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF TEMECULA TO APPROVE THE FUNDS TRANSFER AGREEMENT (FTA) BETWEEN THE CITY OF TEMECULA AND THE CALIFORNIA DEPARTMENT OF TRANSPORTATION (CALTRANS) FOR ALLOCATION OF PRIORITY LEGISLATIVE BUDGET PROJECT (PLBP) FUNDS AND AUTHORIZE THE CITY MANAGER TO EXECUTE THE AGREEMENT AND ALL PERTINENT SUPPLEMENTAL AGREEMENTS, AMENDMENTS, OR DOCUMENTS FOR STATE-FUNDED PROJECTS

BACKGROUND: The Department of Public Works submitted a Congressional Project Funding Request for the Ynez Road Improvements – Phase I project, in the amount of \$1,400,000, to be considered for Priority Legislative Budget Project (PLBP) funding as part of State of California Legislature budget appropriations bill, of the Budget Act of 2023. In November 2023, the City was notified that we were awarded PLBP funds for the Ynez Road Improvements- Phase I project, in the amount of \$1,000,000.

The California Legislature authorized funding for the PLBP, and authorized Caltrans as the authorizing agency for the proper distribution and administration of the funding. These funds are not associated with an established state program or subject to the authority of the California Transportation Commission (CTC). Legislation authorizing PLBP funds, allow local agencies and other entities receiving PLBP funds to enter into an FTA, an agreement between Caltrans and the

local agency, as the document used to self-attest to the proper use of funds, and allows for PLBP funds to be allocated as an advanced lump sum payment to the local agencies.

In accordance with the PLBP Program Guidelines each local agency must enter into an FTA and provide a resolution which designates the person authorized to execute a Funds Transfer Agreement, with the California Department of Transportation.

FISCAL IMPACT: The Ynez Road Improvements - Phase I project is currently identified in the Capital Improvement Program (CIP) for Fiscal Years 2023-2028. Adequate funds are available to include DIF-Street Improvement, Developer Contribution, Measure A Regional Arterial (MARA) program funds, and PLBP funds. There is no fiscal impact to approve and execute the Funds Transfer Agreement.

ATTACHMENTS:

1. Resolution
2. Funds Transfer Agreement