



City of Emeryville

CALIFORNIA

MEMORANDUM

DATE: September 17, 2019
TO: Christine Daniel, City Manager
FROM: Charles S. Bryant, Community Development Director
SUBJECT: **Resolution Of The City Council Of The City Of Emeryville Authorizing The City Manager To Execute A Project Funding Agreement With The Alameda County Transportation Commission For The Emery Go-Round General Benefit For Fiscal Years 2019-20 And 2020-21 And Any Amendments To Effectuate Funding**

RECOMMENDATION

Staff recommends that the City Council adopt the attached resolution authorizing the City Manager to execute a Project Funding Agreement with the Alameda County Transportation Commission for \$500,000 per year, for a total of \$1 million, for fiscal years 2019-20 and 2020-21, for the General Benefit portion of operating costs of the Emery Go-Round. The agreement requires a match, for which the City intends to use the Property and Business Improvement District revenues, of \$3,668,000 per fiscal year for a total match of \$7,336,000.

BACKGROUND

On July 11, 2017, the City Council adopted Resolution No. 17-109 authorizing the City Manager to execute a Project Funding Agreement with the Alameda County Transportation Commission (ACTC) for the Emery Go-Round General Benefit for fiscal years 2017-18 and 2018-19. The grant was for a total of \$1 million from Measure BB sales tax revenues (\$500,000 per fiscal year), with a total match of \$7,336,000 to be paid from Property and Business Improvement District (PBID) revenues.

In March of 2019, ACTC issued a call for project information forms for projects to be continued into fiscal years 2019-20 and 2020-21, and the City submitted a form for continued funding of the Emery Go-Round General Benefit.

On June 4, 2019, the City Council adopted the City budget for fiscal years 2019-20 and 2020-21. The adopted budget includes General Fund grant revenue of \$500,000 per fiscal year from ACTC, and a transfer of \$515,795 and \$533,859 for fiscal years 2019-20 and 2020-21, respectively, from the General Fund to the PBID fund (Fund 805), to be used for the General Benefit contribution.

In August of 2019, ACTC sent a Project Funding Agreement signed by ACTC to the City and requested City signatures. The Project Funding Agreement is for \$500,000 per fiscal

year for a total of \$1 million for the Emery Go-Round General Benefit for fiscal years 2019-20 and 2020-21, with a match of \$3,668,000 per fiscal year for a total match of \$7,336,000.

DISCUSSION

Emeryville was awarded the maximum amount available (\$500,000 per year) for shuttle funding, under an allocation of Measure BB funds for transit-oriented development and shuttles, called the Community Development Improvement Program (CDIP). CDIP funds are not available for fleet replacement or maintenance of equipment, so funds are applied to the portion of the Emery Go-Round operating costs attributed to those trips made by residents of the County starting and ending their trips outside of Emeryville. These trips are called the General Benefit. Because they are not attributable to PBID contributors and reflect benefits to users outside the City, they are appropriate for County support.

FISCAL IMPACT

As noted above, the General Fund budget includes \$515,795 and \$533,859 in General Benefit contribution for fiscal years 2019-20 and 2020-21, respectively. The attached Project Funding Agreement will cover most of this General Benefit contribution. On July 23, 2019, the City Council passed Resolution No. 19-119, establishing the fiscal year 2019-20 PBID assessment levy with an increase of 5%, and approving the preliminary Emeryville Transportation Management (ETMA) budget for service year 2020 as a basis for determining the PBID levy. The projected PBID revenues are sufficient to cover the required match.

STAFF COMMUNICATION WITH THE PUBLIC

There was no staff communication with the public regarding this Project Funding Agreement.

LEGAL CONSIDERATIONS

The City Attorney has reviewed and approved as to form the Resolution and Project Funding Agreement attached to this staff report.

CONCLUSION

A fully executed Project Funding Agreement is required for the City to receive the ACTC grant of \$1 million for the Emery Go-Round General Benefit. The grant funds and the PBID funds that will be used as a match are included in the City's Operating Budget. Therefore, staff recommends that the City Council authorize the City Manager to execute the agreement.

PREPARED BY: Diana Keena, Associate Planner

**APPROVED AND FORWARDED TO THE
CITY COUNCIL OF THE CITY OF EMERYVILLE:**



Christine Daniel, City Manager

ATTACHMENTS

- Draft Resolution
- Exhibit A - Project Funding Agreement