

**AGENDA  
ITEM**

**17**



# AGENDA STAFF REPORT

**DATE:** March 20, 2019

**TO:** Mayor and City Council

**APPROVED BY:** David Dale, City Manager *DD*

**PREPARED BY:** Liliana Falomir, Public Works Manager *[Signature]*

**SUBJECT:** Adopt Budget Amendment Resolution for Fund #453 Towncenter/Portico Industrial Development.

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**Recommendation:**

It is recommended that the City Council of the City of Calexico adopt the attached Budget Amendment Resolution for Fund #453 Towncenter/Portico Industrial Development.

**Background:**

On August 20, 2008, the City of Calexico received Financial Assistance in the amount of \$3,000,000 with a City Match of \$3,105,217 from the United States Department of Commerce Economic Development Administration (EDA) for EDA Project No. 07-01-06185 – Towncenter/Portico Industrial Development Project. The purpose of the financial assistance was to construct infrastructure improvements to serve the development of Towncenter Plaza and Portico/Kloke Sites. The infrastructures improvements included the installation of new streets, traffic signals, sewer and waterlines and all necessary improvements to render the area free of infrastructure constraints, therefore make it attractive for the future creation of economic benefits.

On September 21, 2010, the City Council of the City of Calexico adopted Resolution No. 10-111 which approved the matching fund sources for Towncenter/Portico Industrial Development. During the same meeting, the City Council of the City of Calexico awarded the construction contract to Hazard Construction in the amount of \$4,003,810. On July 6, 2012, Hazard Construction completed the project in the amount of \$4,341,117.63.

The overall revenue and expenditures of the above-mentioned project are as follows:

**REVENUE**

EDA Grant (Federal)	\$2,423,645.00
Prop 1B (State)	\$617,781.35
Measure D	\$1,267,977.00
Developer Fairshare (Wal-Mart & Sonic)	\$311,799.02
Towncenter Fairshare	\$750,000.00
Interest	\$6,318.00
<b>TOTAL</b>	<b>\$5,377,520.37</b>

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**EXPENDITURES**

FY 2009-2010	\$39,795.00
FY 2010-2011	\$3,304,959.00
FY 2011-2012	\$1,478,558.58
FY 2012-2013	\$159,903.68
FY 2013-2014	\$64.53
TOTAL	\$4,983,280.79

REMAINING BALANCE \$394,239.58

**Discussion & Analysis:**

Due to ongoing construction at Towncenter/Portico Industrial Development, City staff recommends that the City Council of the City of Calexico adopt the attached Budget Amendment Resolution in order to proceed with the following expenditures:

1. Cleanup of Towncenter/Portico Industrial Development (Temporary Part-Time Employees, Trash Containers, Equipment Rental, etc.)
2. Inspection of water and sewer lines to make sure they are working properly.
3. Repair and replace manhole covers, water valves, fire hydrants, etc.

**Fiscal Impact:**

The remaining balance will be allocated in the following accounts:

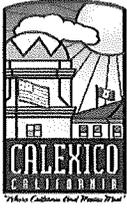
#53013	Fuel & Oil	\$1,000
#53035	Disposal of Hazardous Waste	\$1,000
#54012	Lighting Maintenance	\$20,000
#55001	Professional Services	\$350,000
#55015	Temporary Staff	\$24,000

**Coordinated With:**

Public Works and Finance Department.

**Attachment:**

1. Budget Amendment Resolution for Fund #453.
2. City of Calexico Budget 2018-19 – Fund Balance by Project List – Page #129.



BUDGET AMENDMENT RESOLUTION NO. 2019- \_\_\_\_\_  
 BUDGET AMENDMENT RESOLUTION OF THE CITY COUNCIL  
 OF THE CITY OF CALEXICO AUTHORIZING AN AMENDMENT  
 TO THE FINAL BUDGET FOR FISCAL YEAR 2018-19

**WHEREAS**, the Final Budget for Fiscal Year 2018-19 was adopted by Resolution No. \_\_\_\_\_ of the City Council on March 20, 2019; and

**WHEREAS**, the City Council has authorized the amendment of the Final Budget, in accordance with proper governmental accounting and financial reporting practices; and

**NOW THEREFORE**, the City Council of the City of Calexico hereby resolves and authorizes the following action(s)

**AMENDMENTS TO ADOPTED BUDGET:**

1) Record Revenue Estimates(s)

Fund No.	Department	Division	Account	Sub-Account	Amount
<b>Total</b>					

2) Record Appropriation(s)

Fund No.	Department	Division	Account	Sub-Account	Amount
453			53013		\$ 1,000
453			53035		\$ 1,000
453			54012		\$ 20,000
453			55001		\$ 350,000
453			55015		\$ 24,000
<b>Total</b>					\$ 396,000

3) Record Transfer of Funds:

FROM:

Fund No.	Department	Division	Account	Sub-Account	Amount
					\$ -
<b>Total</b>					\$ -

TO:

Fund No.	Department	Division	Account	Sub-Account	Amount
					\$ -
<b>Total</b>					\$ -

5)Purpose of Budget Amendment:

Clean-up, repair, and maintenance for Town Center Project in preparation of future business  
developments.

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PASSED, APPROVED AND ADOPTED by the City Council of the City of Calexico at the regular  
meeting this 20th day of March 2019.

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LEWIS PACHECO, Mayor

ATTEST:

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GABRIELA GARCIA, Deputy City Clerk

APPROVED AS TO FORMS;

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CARLOS CAMPOS, City Attorney

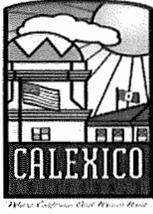
STATE OF CALIFORNIA )  
CITY OF CALEXICO ) ss.  
COUNTY OF IMPERIAL )

I, Gabriela Garcia, Deputy City Clerk of the City of Calexico, do hereby certify under the penalty of perjury,  
that the foregoing Resolution No. 2019- , was duly adopted by the City Council at a meeting of said City  
council held on the 20th day of March 2019, by the following vote:

AYES:  
NOES:  
ABSTAIN:  
ABSENT:

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GABRIELA GARCIA, Deputy City Clerk  
City of Calexico



**Capital Projects  
Development Projects  
Funds #452-64**

**Purpose of Fund**

The City has a series of eight funds established to track revenues collected related to specific development agreements. Funds are committed to financing plans and improvements at the development sites. Several projects are on hold pending further development activity. Two funds carry accounts receivable are pending discussion with development team.

	2016-17 Actual	2017-18 Amended	2018-19 Proposed	Notes
<b>Beginning Available Fund Balance</b>	\$ 2,913,437	\$ 2,923,852	\$ 2,923,852	
<b>Annual Activity</b>				
<b>Revenues</b> - Investment Income				
<u>Investment Income</u>				
#452 - Cole Road	5,397	-	-	
#453 - NW Ind EDA Project	1,411	-	-	
#454 - NW Area - Jaspur	3	-	-	
#455 - NW Area - Yourman	30	-	-	
#456 - NW Area - W Cole	401	-	-	
#457 - E Area Fac Plan	3,175	-	-	
<u>Fees</u>				
#460/1 - Corsair, LLC	21,590	-	-	
	32,005	-	-	
<b>Expenditures</b>				
#452 - Cole Road	-	-	-	
#453 - NW Ind EDA Project	-	-	-	
#454 - NW Area - Jaspur	-	-	-	
#455 - NW Area - Yourman	-	-	-	
#456 - NW Area - W Cole	-	-	-	
#457 - E Area Fac Plan	-	-	-	
#460/1 - Corsair, LLC	21,590	-	-	
	21,590	-	-	
<b>Net Annual Activity</b>	10,415	-	-	
<b>Ending Available Fund Balance</b>	\$ 2,923,852	\$ 2,923,852	\$ 2,923,852	
<b>Balance Sheet June 30, 2017</b>				
Cash	\$ 2,923,852			
Receivables	332,647			
Current Payables	(4,253)			
Due To Other Funds	(328,394)			
Available Fund Balance	\$ 2,923,852			
				<u>Accounts Receivable due from Developers</u>
				Corsair Phase I \$ 318,661
				Corsair Phase II 13,986
				\$ 332,647
<b>Fund Balance by Project</b>				
#452 - Cole Road	\$ 1,514,978			Committed to improvements on north side of Cole Road
#453 - NW Ind EDA Project	396,038			Town Center Project
#454 - NW Area - Jaspur	876			
#455 - NW Area - Yourman	8,352			
#456 - NW Area - W Cole	112,434			
#457 - E Area Facilities	891,175			
#460/1 - Corsair, LLC	-			
	\$ 2,923,852			

**CITY OF CALEXICO  
PUBLIC WORKS DEPARTMENT  
FUND NO. 453  
PROPOSED BUDGET FY 2018-2019**

<b>Account #</b>	<b>Description</b>	<b>Amount</b>
53013	Fuel & Oil	1,000
53035	Disposal of Hazardous Waste	1,000
54012	Lighting Maintenance	20,000
55001	Professional Services	350,000
55015	Temporary Staff	24,000
		<u>396,000</u>