

AGENDA ITEM #: _____

DATE: November 16, 2020

CAR #: 2020-7065



CITY COUNCIL ACTION REPORT

SUBJECT: Approve Amendment One of the Intergovernmental Agreement with Maricopa County for the Installation of a Traffic Signal at the Intersection of Camelback Road and Sarival Avenue and related budget transfer

STAFF PRESENTER(S): Hugh Bigalk, City Traffic Engineer

OTHER PRESENTER(S): N/A

Summary:

This Amendment to the Intergovernmental Agreement (IGA) allows for the advancement of construction to FY2021 of the traffic signal at the intersection at Camelback Road and Sarival Avenue and increasing the budget to construct turn lanes. The project will be funded by Maricopa County, adjacent development, and the city. The IGA calls for Maricopa County to advance all funds needed to begin the project with the city reimbursing Maricopa County for its share of the cost of the signal in FY2022. A budget transfer is required to increase the total project budget by \$150,000 for the added turn lanes which are funded by developer and to advance the project construction currently programmed in the CIP for FY2022.

Recommendation:

Approve Amendment One to the Intergovernmental Agreement with Maricopa County for the installation of a traffic signal at the intersection of Camelback Road and Sarival Avenue and related budget transfers.

Fiscal Impact:

The total project budget for the design and construction of a traffic signal at Camelback Road and Sarival Avenue with the added turn lanes is increased to \$754,900. The developer of the Cross Dock project near 152nd Avenue & Camelback Road will contribute \$150,000 towards the construction of turn lanes for the project. The following table show the city and county shares of the remaining 75% and 25% respectively.

Table 1

Project Cost Responsibility

Item	City	County	Developer	Total
Design	\$37,500	\$12,500	\$0	\$50,000
Construction	\$416,200	\$138,700	\$150,000	\$704,900
Total Cost:	\$453,700	\$151,200	\$150,000	\$754,900

Highway User Revenue Funds (HURF) of \$604,900 are currently programmed in the City's Capital Improvement Program (CIP) with design in FY2021 and construction in FY2022. The County will advance the resources to pay for the entire project cost to the city in the amount of \$754,900 in FY2021 for design and construction, which includes the \$150,000 developer obligation.

At the completion of construction, the City will inform the County about the final project costs, and the County will invoice the City for its share of the project in FY2022. If the project costs should exceed or be lower than the amounts illustrated in Table 1, the costs or savings will be split 75/25 between the City and the County.

Background and Previous Actions

On June 22nd, 2020, City Council approved the Intergovernmental Agreement with Maricopa County for the design and construction of a traffic signal at Sarival Avenue & Camelback Road. Design was funded in FY2021 with construction funded in FY2022. Under the terms of the agreement, the City is responsible for 75% of the project costs estimated to be \$453,700 and Maricopa County is responsible for 25% of the project costs. The City is responsible for the design and construction of the traffic signal, and design and construction are to commence in fiscal year 2022. Upon the issuance of a notice to proceed, the City is to invoice Maricopa County for its share of the cost of the traffic signal.

Staff Analysis

After the agreement was entered, the parties realized that the project costs did not include the \$150,000 development obligation from the developer/owner of the property where a Cross Dock facility near 152nd Avenue & Camelback Road is to be developed (the "Cross Dock Facility Contribution"). In addition, the parties agreed that the construction of the traffic signal needed to be advanced from FY2022 to FY2021.

Amendment One to the Intergovernmental Agreement incorporates the \$150,000 Cross Dock Facility obligation for turn lanes into the Project Costs. Amendment One amends the Agreement to reflect that Maricopa County and the City will split the cost of the traffic signal less the \$150,000 Cross Dock Facility Obligation (the "Net Project Cost") with the City paying 75% of the Net Project Cost and the Maricopa County being responsible for 25% of the Net Project Cost.

Because construction of this project was not programmed in the City's CIP project until FY2022, Maricopa County agreed to advance the estimated full \$754,900 cost of the traffic signal to the city in FY2021. The city will invoice Maricopa County for \$754,900 upon the City's issuance of a notice to proceed with the construction of the traffic signal. In FY2022, the County will invoice the City for 75% of the Net Project Costs of the traffic signal. The city share, based on the estimated costs of the traffic signal, will be \$453,700 and has not changed from the amount planned in the capital improvement plan.

Attachments

Amendment One to Intergovernmental Agreement