

MEMORANDUM

DEPARTMENT OF PUBLIC WORKS
County of Placer

TO: BOARD OF SUPERVISORS

DATE: January 27, 2009

FROM: KEN GREHM / KEVIN TABER

SUBJECT: ROAD MAINTENANCE DIVISION BUDGET REVISION/FIXED ASSET REVISION

ACTION REQUESTED / RECOMMENDATION

Approve a Budget Revision to appropriate \$2,062,500 in the Road Maintenance budget to various expenditure accounts and approve the addition of a new rotary snow blower to the list of Fixed Assets.

BACKGROUND / SUMMARY

During the development of the FY 08-09 budget, the amount of funding from the State via the State Highway User Tax (Prop 42) and the Federal Government via the Secure Rural Schools and Community Act of 2000 (SRSCA) was unknown. Historically, we have received annual revenue of approximately \$2M, but the uncertainty with these fund sources necessitated the Department to conservatively assume that we would not receive this revenue. This required us to reduce or remove funding from the following Road Maintenance Division programs and activities:

1. Annual Chip Seal – cancelled
2. Tree Trimming subcontract – cancelled
3. Annual Patch Paving contract – cancelled
4. Minor Paving subcontract – cancelled
5. ADA Curb Ramp replacement contract - cancelled
6. Snow Blower matching funds for APCD grant- cancelled
7. Signing/Striping material purchases – reduced
8. Fuel Expenditures – reduced
9. Miscellaneous Materials (Aggregate, culverts, concrete, etc.) – reduced
10. Extra Help/Overtime – reduced
11. General Road Maintenance - reduced

Both the State and Federal Governments have approved continued funding, and we now anticipate additional revenue in the amount of \$2,062,500; \$1,462,500 from Prop 42, and \$600,000 from SRSCA. This revenue will allow us to *partially* reinstate the listed programs and activities that were de-funded during the 08/09 budget process that are crucial in the ongoing maintenance of County roadways. Using matching grant funds provided by the Air Pollution Control District we will also be able to leverage some of this funding and purchase a rotary snow blower to replace a 1970's era snow blower.

ENVIRONMENTAL

This action is not a project as defined by Public Resources Code Section 21065 and is, therefore, exempt from environmental review under CEQA.

FISCAL IMPACT

The Road Maintenance Division expenditure and revenue line items will increase by \$2,062,500. We will not expend any funds until we receive the commensurate revenue. Attachment A provides detail on the affected programs; specific line items and account details are fully described in the attached budget revision.

Attachment: Attachment A – Program Revisions
Budget Revision

Attachment A – Proposed Program Funding Revisions

PROGRAM		Additional		Total
		Current Funding	Proposed Funding	Proposed Funding
1	Annual Chip Seal	\$ -	\$ 575,000.00	\$ 575,000.00
2	Tree Trimming subcontract	\$ -	\$ 50,000.00	\$ 50,000.00
3	Annual Patch Paving contract	\$ -	\$ 300,000.00	\$ 300,000.00
4	Minor Paving subcontract	\$ -	\$ 178,000.00	\$ 178,000.00
5	ADA Curb Ramp replacement contract	\$ -	\$ 75,000.00	\$ 75,000.00
6	Snow Blower matching funds for APCD grant	\$ 150,000.00	\$ 275,000.00	\$ 425,000.00
7	Signing/Striping material purchases	\$ 150,000.00	\$ 50,000.00	\$ 200,000.00
8	Fuel Expenditures	\$ 230,000.00	\$ 175,000.00	\$ 405,000.00
9	Miscellaneous Materials (Aggregate, culverts, concrete, etc.)	\$ 75,000.00	\$ 75,000.00	\$ 150,000.00
10	Extra Help/Overtime	\$ 100,000.00	\$ 50,000.00	\$ 150,000.00
11	General Road Maintenance	\$ 1,015,000.00	\$ 259,500.00	\$ 1,274,500.00
		\$ 1,720,000.00	\$ 2,062,500.00	\$ 3,782,500.00

**PLACER COUNTY
BUDGET REVISION**

PAS DOCUMENT NO. _____

Dept No.	Doc Type	Total \$ Amount	Total Lines
19	BR	\$4,125,000.00	10

- Cash Transfer Required
- Reserve Cancellation Request
- Establish Reserve Required

- Auditor-Controller
- County Executive
- Board of Supervisors

ESTIMATED REVENUE ADJUSTMENT										APPROPRIATION ADJUSTMENT											
Dept No.	T Code	Rev	FUND	SUBFUND	OCA	PCA	OBJ L-3	Proj. No.	G/L Sub GL	AMOUNT	Dept No.	T Code	Rev	OCA	PCA	FUND	SUBF	Obj L-3	Proj. No.	Proj Detail	AMOUNT
19	006		120		006026	03025	7392			1,462,500.00	19	014		006026	03025	120		1003			50,000.00
19	006		120		006206	03025	7251			600,000.00	19	014		006026	03025	120		2555			687,500.00
											19	014		006026	03025	120		2770			175,000.00
											19	014		006012	03202	120		2775			700,000.00
											19	014		006026	03025	120		2840			75,000.00
											19	014		006036	03025	120		4451			275,000.00
											19	014		006026	03025	120		2710			50,000.00
											19	014		006011	03201	120		2778			50,000.00
TOTAL										2,062,500.00	TOTAL										2,062,500.00

REASON FOR REVISION: Budget Revision to increase revenue appropriation 7392 State Hwy Users Tax Prop 42 revenue by \$1,462,500 and increase revenue appropriation 7251 Federal Forest Reserve - Title I by \$600,000; increase the following expense appropriations: 1003 - Extra Help by \$50,000 for student interns, 2555 Professional Revenue Services by \$687,500, 2710 Equipment Rents and Leases by \$50,000, 2770 Fuels and Lubricants by 175,000, 2775 Aggregates and Oils by \$700,000, 2840 Special Dept. Expense for raw materials for repair work by \$75,000, 4151 Fixed Assets by \$275,000 to complete purchase qty 1 Snow Blower, 2778 Signing and Safety Materials by \$50,000

Distribution: Department Head Ken Grehm *Ken Grehm* Date: 1/7/2009
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 Auditor Auditor-Controller

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