



Meeting of the Measure V West Side Regional Projects Committee

LOCATION

Los Banos Community Center
645 7th Street
Los Banos CA

DATE

Thursday, October 28, 2021

TIME

2:00 pm

West Side Regional Projects Committee Members

City of Dos Palos	April Hogue, Mayor
City of Gustine	Pat Nagy, Mayor – Chair
City of Los Banos	Tom Faria, Mayor – Vice Chair
County of Merced, District 4	Lloyd Pareira, Supervisor
County of Merced, District 5	Scott Silveira, Supervisor

Welcome to the Measure V West Side Regional Projects Committee Meeting

AGENDA

Members of the Committee and the general public receive the complete agenda packet at least 72 hours prior to each regular meeting. At least 72 hours prior to each regular Measure V West Side Regional Projects Committee meeting, a complete agenda packet is available for review on the Measure V website at www.mcagov.org and at the MCAG office, 369 W. 18th Street, Merced, CA 95340. All public records relating to an open session item and copies of staff reports or other written documentation relating to items of business referred to on the agenda are on file at MCAG. Persons with questions concerning agenda items may call MCAG to make an inquiry regarding the nature of items described on the agenda.

INTERPRETING SERVICES

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PUBLIC COMMENTS

Members of the public wishing to address agenda items or comment on any item not on the agenda may do so during agenda item 4 – Public Comment. Persons may also address any item on the agenda during consideration of that item. Comments are limited to three (3) minutes per person. Please state your name and city or community of residence for the record. For items not on the agenda, no action will be taken. If it requires action, the item will be referred to staff and/or placed on the next agenda.

ADDITIONAL INFORMATION

Measure V www.mcagov.org/

Merced County Association of Governments www.mcagov.org



**Meeting of the
Measure V West Side Regional Projects Committee**

Thursday, October 28, 2021 – 2:00 pm
Los Banos Community Center
645 7th St., Los Banos CA

AGENDA

1.	Roll Call		Staff	
2.	Pledge of Allegiance		Chair or Designee	
3.	Approval of Agenda	Action		
4.	Public Comment			
5.	Minutes of October 14, 2021 Meeting	Action		p. 4
6.	Recommend a project programming schedule	Action	Stacie Guzman	p. 7
7.	Next steps	Info	Stacie Guzman	
8.	Adjourn		Chair	



**Measure V West Side Regional Projects Committee
MINUTES**

DATE

Thursday, October 14, 2021

The meeting of the West Side Regional Projects Committee held on Thursday October 14, 2021 was called to order by Chair Pareira at 10:00 a.m.

DIRECTORS PRESENT

Director Armando Bravo
Director Pat Nagy, Vice-Chair
Director Deborah Lewis
Director Lloyd Pareira, Chair
Director Scott Silveira

DIRECTORS ABSENT

None

MCAG STAFF PRESENT

Stacie Guzman, Executive Director
Matt Fell, Deputy Director – Planning
Emily Haden, Legal Counsel
Nav Bagri, Finance Director

GUESTS AND MEMBERS OF THE PUBLIC

Doug Dunford, City Manager, City of Gustine
Darrell Fonseca, City Manager, City of Dos Palos
Dana Hertfelder, Director of Public Works, Merced County
Dewayne Jones, Acting City Manager, City of Dos Palos
Josh Pinheiro, City Manager, City of Los Banos
William Via, Public Works Operations Manager, City of Los Banos

1. Roll Call and Pledge of Allegiance

2. Appoint Chair and Vice-Chair

Stacie Guzman reviewed the Regional Projects Committees policies adopted by the MCAG Governing Board in August, including election of Chair and Vice-Chair to coincide with the bi-annual Implementation Plan update process.

Director Pareira nominated Pat Nagy as Chair the West Side Regional Projects Committee. Seconded by Director Silveira.

MOTION CARRIED UNANIMOUSLY.

Director Lewis nominated Tom Faria as Vice-Chair of the West Side Regional Projects Committee. Seconded by Director Nagy.

MOTION CARRIED UNANIMOUSLY.

3. Approval of the Agenda

Director Nagy moved to approve the agenda. Seconded by Director Silveira.

MOTION CARRIED UNANIMOUSLY.

4. Public Comment

There were no public comments.

5. Minutes of the October 1, 2020 West Side Regional Projects Committee

Director Silveira moved to approve the minutes of the October 1, 2020 West Side Regional Projects Committee meeting.

Seconded by Director Nagy.

MOTION CARRIED UNANIMOUSLY.

6. Purpose and Overview

Stacie Guzman and Matt Fell gave the report.

7. Regional Project Expenditures

Nav Bagri gave the report.

8. West Side Regional Programming Capacity

Nav Bagri and Stacie Guzman gave the report.

9. Applications Review and Discussion

Committee members discussed the six project applications and the available programming capacity, which is insufficient to program all requests. The committee consensus was for staff to develop a scenario with positive cash flow and bring it back at the next meeting for the committee to continue discussing the three larger requests.

Director Silveira moved to recommend the three smaller requests be funded, which are: (1) \$225,000 in FY 21/22 for the Gustine Hwy 33/140 Signalization, which is adding \$175,000 and moving up \$50,000 from 22/23, (2) adding \$100,000 in FY 21/22 for the Los Banos Hwy 152 Pacheco Blvd Regional Path, and (3) adding a new project with \$100,000 in FY 21/22 for the Hwy 33 Centinella Drive Turn Lane.

Seconded by Director Lewis.

MOTION CARRIED UNANIMOUSLY.

10. Next Steps

Stacie Guzman discussed next steps for the applications review.

11. Adjourn

Director Pareira adjourned the meeting at 11:35 a.m.

ITEM 6

DATE: October 22, 2021
TO: Measure V West Side Regional Projects Committee
FROM: Stacie Guzman, Executive Director
RE: Action: Recommend a project programming schedule

SUMMARY

The West Side Regional Projects Committee met on October 14, 2021 to receive an update on the Implementation Plan process and began reviewing project applications for West Side funding. At that meeting they recommended three projects for funding. Three additional applications continue to be reviewed and discussed.

REQUESTED ACTION

One of the following options:

1. Recommend a project programming schedule for funding to the MCAAG Governing Board;
OR
2. Take no action; continue the discussion and review of projects to the next meeting.

BACKGROUND

Measure V Implementation Plan Update

The Measure V Implementation Plan is updated every two years and this process is currently under way. The Eastside and Westside Regional Project Committees are meeting to review project applications and make recommendations to the Governing Board. Adoption of an updated Implementation Plan will follow in early 2022.

Last meeting

At the October 14, 2021 West Side Regional Project Committee meeting, the committee reviewed the six applications submitted for West Side funding, which are listed below. The highlighted projects were recommended for funding at the last meeting:

Agency	Project	New Project?	Amount Requested	Requests: Notes
Dos Palos	Blossom St. East Area	No	\$1,987,000	add funds and move CON to 23/24
Gustine	Hwy. 33/140 Signalization	No	\$175,000	add funds and move \$50,000 to 21/22
Los Banos	Hwy. 152 Pacheco Blvd Regional Path	No	\$100,000	add funds in 21/22
County	Henry Miller Ave Rehabilitation	No	\$3,525,000	add funds in 21/22
County	Hwy. 33 Centinella Dr Turn Lane	Yes	\$100,000	
County	Whitworth Rd Rehabilitation	Yes	\$5,025,000	

Sponsoring agencies’ staff will be available to answer questions about the project applications and the projects.

The applications are enclosed as a separate document and all of the applications are posted on the MCAG website on this page:

<https://www.mcagov.org/345/Call-For-Projects>

DISCUSSION

Proposed Programming Schedule

At the last meeting, the committee reviewed a programming schedule showing that the available funding capacity is insufficient to program all requests as submitted. The committee requested staff to develop a scenario with positive cash flow and bring it back at the next meeting for the committee to continue discussing the three larger requests.

Following the meeting, staff consulted with jurisdiction staff on their requests and the details of their proposed schedules in attempt to identify potential flexibility in those schedules. Staff also updated the revenue forecast to include interest and with new information from the sales tax consultant (HdL) the base annual projection was increased with subsequent growth projections. We then prepared a proposed programming schedule for discussion, modification, and/or action. The schedule is attached. At your meeting staff will walk through this proposal, which is prepared with goals following from the discussion at the last meeting:

- Preserve leveraging opportunities with a set-aside / reserve
- Prioritize project delivery, including opportunities to advance funding
- Use a conservative revenue forecast and contingency for a recession or downturn in revenue

For this proposal, the following changes have been made to projects’ requests:

- Blossom St project – spreading out the funding to match the project delivery schedule
- Hwy 152 Pacheco Path – move \$1.3 million from FY 22/23 to 23/34 due to additional studies being undertaken which will require more time before right-of-way and construction are ready for funding.
- Pioneer Road Widening – spreading out the funding to align with a potential project delivery schedule
- Ingomar Grade Reconstruction – move out three years from 24/25 to 27/28
- Whitworth Road Rehabilitation – reduce from \$5 million to \$4.5 million

Additionally, staff proposes the following changes and additions to set-asides and reserves:

Leveraging Set-Aside and Revolving Loan Fund

First, that the set-aside for leveraging be expanded to also operate as a revolving loan fund for advancing requests. This would be capped at \$3 million, which is about one year of West Side revenue. This fund would be available for leveraging opportunities as before and would also be available to advance funds for a project if it is ready for funding sooner than the schedule indicates. The fund would later be replenished with funds from the programmed year. Staff is proposing this change as a means to maintaining leveraging opportunities and also prioritizing project delivery with the opportunity to advance projects ready for construction.

Contingency Reserve

Second, that a contingency reserve of 5% of actual revenue be created beginning FY 21/22. This is permitted per the policy adopted in April 2021 by the MCAG Governing Board. The purpose of this reserve would be to help cover revenue shortfalls in years where actual funding is less than projected funding such as may occur in a recession. Note MCAG continues to use conservative projections.

The purpose of this schedule is to serve as a springboard for consideration and discussion by the committee as they continue their deliberations.

REQUESTED ACTION

One of the following options:

1. Recommend a project programming schedule for funding to the MCAG Governing Board, including any recommendations for set-asides and/or reserves.
- OR
2. Take no action; continue the discussion and review of projects to the next meeting.

ATTACHMENTS

West Side Regional Projects Proposed Programming Schedule, October 28, 2021

Measure V West Regional Projects Committee Meeting - October 28, 2021

PROPOSED PROGRAMMING SCHEDULE - FOR DISCUSSION / ACTION

Notes: this scenario is based on the discussion at the October 14 meeting, with the following goals:

- * Preserving leveraging opportunities
- * Prioritizing project delivery, including opportunities to advance funding
- * Conservative revenue forecast, and contingency for recession or downturn

pink bold italic are notes indicating shifts, changes from applications' requests and policy changes

grey	projects with expenditures
green	requested funds
blue	Approved by West RPC on October 14, 2021
yellow	shifts in programmed year

Revenue	Actual 17/18 - 20/21	Actual Revenues FY 17/18 to FY 20/21				Projected Revenues FY 21/22 onward									Total
		17/18	18/19	19/20	20/21	21/22	22/23	23/24	24/25	25/26	26/27	27/28	28/29	29/30	
Total Measure V Revenue		\$20,666,382	\$19,860,159	\$19,934,147	\$23,822,070	\$20,000,000	\$20,320,000	\$20,746,720	\$21,182,401	\$21,669,596	\$22,211,336	\$22,433,450	\$22,657,784	\$22,884,362	\$278,388,408
West Side Regional Projects Fund (17% of total)		\$3,513,285	\$3,376,227	\$3,388,805	\$4,049,752	\$3,400,000	\$3,454,400	\$3,526,942	\$3,601,008	\$3,683,831	\$3,775,927	\$3,813,686	\$3,851,823	\$3,890,342	\$47,326,029
Growth from previous year			-3.9%	0.4%	19.5%	-16.0%	1.6%	2.1%	2.1%	2.3%	2.5%	1.0%	1.0%	1.0%	
Jurisdiction	Project	17/18	18/19	19/20	20/21	21/22	22/23	23/24	24/25	25/26	26/27	27/28	28/29	29/30	Total
Dos Palos	Blossom St. East Area		<i>----> move 400k to 22/23</i>				\$500,000	\$500,000	\$1,387,000	\$1,588,000					\$3,975,000
Dos Palos	Center Ave. North Area	64% expended	\$200,000	\$586,000											\$786,000
Gustine	Airport Security	100% expended	\$75,000												\$75,000
Gustine	Eastside Storm Drainage	100% expended	\$69,000												\$69,000
Gustine	Hwy. 33/140 Roundabout	21% expended	\$810,000			<i>blue items below = approved by RPC, Oct. 14</i>									\$810,000
Gustine	Hwy. 33/140 Signalization					\$225,000	<i><- 50k moved up</i>	\$350,000		\$200,000	\$1,600,000				\$2,375,000
Los Banos	Hwy. 152 Pacheco Blvd. Regional Path	1% expended	\$600,000		\$298,000	\$100,000	<i>to 23/24 -></i>	\$1,323,000							\$2,321,000
Los Banos	Pioneer Rd. Widening			\$150,000		\$300,000	\$2,500,000	\$1,400,000	1400000	\$1,400,000	\$1,500,000				\$8,650,000
County	Henry Miller Ave. Rehabilitation	91% expended	\$2,776,000			\$3,525,000		<i>from 22/23</i>	<i>from 23/24</i>	<i>from 23/24</i>	<i>from 24/25</i>		\$5,025,000		\$11,326,000
County	Ingomar Grade Reconstruction											\$2,025,000			\$2,025,000
County	Hwy. 33 Centinella Dr. Turn Lane					\$100,000						<i>from 24/25</i>			\$100,000
County	Whitworth Rd. Rehabilitation					\$4,500,000	<i>reduced from \$5m</i>								\$4,500,000
Total Project Programming by FY		\$0	\$4,530,000	\$736,000	\$298,000	\$8,750,000	\$3,000,000	\$3,573,000	\$2,787,000	\$3,188,000	\$3,100,000	\$2,025,000	\$5,025,000	\$0	\$37,012,000
Set-Aside for Leveraging Opportunities															
20% of Actual Revenue from FY 17/18 to 20/21		\$702,657	\$675,245	\$677,761	\$809,950	<i>(\$2,865,614)</i>									<i>(\$0)</i>
Set-Aside / Reserve for Leveraging and/or Revolving Loan Fund (Advancing projects)					\$2,865,614	\$134,386									\$3,000,000
<i>Starting Balance \$2.8 million at end 20/21, and add up to 20% of actual revenue capped at \$3 million (approx. 1 year of revenue)</i>															
Contingency Reserve (for revenue shortfalls)						\$170,000	\$172,720	\$176,347	\$180,050	\$184,192	\$188,796	\$190,684	\$192,591	\$194,517	\$1,649,898
<i>5% of actual revenue, beginning in FY 21/22</i>															
Interest Earned (Actual / Estimate)		\$22,035	\$96,263	\$123,653	\$58,985	\$12,501	\$15,442	\$13,218	\$19,558	\$22,674	\$27,546	\$43,526	\$29,868	\$66,826	\$552,096
Balances by FY and Cumulative		17/18	18/19	19/20	20/21	21/22	22/23	23/24	24/25	25/26	26/27	27/28	28/29	29/30	Total
Balance by FY		\$2,810,628	<i>(\$1,829,018)</i>	\$1,975,044	\$2,941,802	<i>(\$5,641,885)</i>	\$297,122	<i>(\$209,186)</i>	\$653,516	\$334,314	\$514,677	\$1,641,528	<i>(\$1,335,900)</i>	\$3,762,651	\$5,915,291
Cumulative Balance		\$2,810,628	\$981,610	\$2,956,654	\$5,898,455	\$256,570	\$553,692	\$344,506	\$998,022	\$1,332,336	\$1,847,013	\$3,488,540	\$2,152,641	\$5,915,291	