

### CAPITAL PROJECT IMPACTED BY STATE BUDGET CRISIS

Given the State's worsening fiscal condition, receipt of anticipated State funding for capital projects has come into question. In January 2009, the City has been made aware that the State is considering withholding payment of gas tax revenue from February 2009 to August 2009, with the intent to repay the seven months of borrowed funds in September 2009. As a prudent step, the City will only expend gas tax funds when received given the State's poor cashflow situation.

To date, the City has received \$1.96 million of the budgeted \$9.03 million in gas tax, and \$2.1 million of the budgeted \$4.74 million of Proposition 42 revenues. Assuming that Major Street, ADA response, and Bridge programs are our highest priority, the gas tax and Prop 42 capital projects that are being impacted and placed on hold are in the following programs: Traffic Sign Replacement, Traffic Opticon Installation and Traffic Signal Installation and Enhancement, as well as residential street projects, which are still being defined with each City Council District. The impacted Traffic Programs are Citywide. The signal locations that were to be done this year with \$900,000 in Prop 42 funds and are currently on hold are listed below.

Location	Council District	Description
Pacific Avenue & Spring Street	6	Intersection upgrade to enhance safety; installing ped indications, larger indications, and improved lighting
Woodruff Avenue & Willow Street	5	Modernization to provide left-turn arrows in all directions and enhanced lighting
Woodruff Avenue & Spring Street	5	Modernization to provide left-turn arrows in two directions, countdown ped indications, larger indications, and improved lighting
Wardlow Road & Claremore	5	Modernization to provide northbound left-turn arrows
Ocean Boulevard & Golden Avenue	2	Install westbound left-turn arrows
Paramount Boulevard & 68th Street	9	Install northbound left-turn arrows
Los Coyotes Diagonal & Carson Street	5	Modernize to removed fixed object (pole) in center median island
MLK Avenue & 17th Street	6	Install new traffic signal
Bellflower Blvd & Monlaco	5	Upgrade vehicle and pedestrian indications
Del Amo Blvd & Daisy Avenue	8	Safety upgrades
Atlantic Avenue & 11th Street	6	Install new traffic signal

Additionally, on December 17, 2008, the State decided to freeze all AB55 loan disbursements, which has brought to a halt various CIP and non-CIP grant projects. The total value of affected projects equals \$24,191,597. Undisbursed funds associated with these projects, which include costs incurred by the City prior to December 23, 2008, and future project costs, equals \$15,717,835. The list of impacted projects are as follow:

**ATTACHMENT A**

*List of City of Long Beach Projects Affected by the Pooled Money Investment Board's Dec. 17, 2008 Decision to Freeze all AB55 Loan Disbursements*

Dept.	Project Title	Adjusted Budget	Balance (Including Encumbered Funds)
PRM	EL DORADO NATURE PARK STREAM - PROP. 12 GRANT	\$301,451	\$217,129
PRM/PW	HOMELAND NEIGHBORHOOD CULTURAL CENTER - PROP. 12 GRANT	\$502,058	\$377,058
PRM	EL DORADO NATURE CENTER STREAM - PROP. 12 GRANT	\$1,142	\$1,142
PRM	DRAKE/CHAVEZ GREENBELT LANDS ACQUISITION - PROP. 12 GRANT	\$6,048,900	\$16,062
PRM	EL DORADO NATURE CENTER RENEWAL - PROP. 40 GRANT	\$327,000	\$290,100
PRM	GOLDEN SHORE MARINE RESERVE - PROP. 40 GRANT	\$100,000	\$62,261
PRM/CD	COLORADO LAGOON RESTORATION - PROP. 40 GRANT	\$3,823,868	\$3,504,201
PRM	RLC CARETAKER/VISITOR CENTER PROP. 40 GRANT	\$680,000	\$680,000
PRM	RLC CARETAKER/VISITOR CENTER RANCHO LOS CERRITOS - PROP. 40 GRANT	\$100,000	\$75,000
PRM	PLYMOUTH & ELM PARK - PROP. 40 GRANT	\$506,000	\$75,773
PRM/PW	SEASIDE PARK GAME FIELD UPGRADE - PROP. 40 GRANT	\$210,877	\$210,877
PRM	BLAIR FIELD REHABILITATION FY05 - PROP. 40 GRANT	\$160,729	\$12,334
PRM	CAL REC TEEN CENTER - PROP. 40 GRANT	\$2,500,000	\$2,172,168
PRM	WEST SAN GABRIEL RIVER PARKWAY RIVER WALK - PROP. 50 GRANT	\$622,600	\$536,113
PRM/CD	COLORADO LAGOON RESTORATION - RMC PROP. 50 GRANT	\$150,000	\$10,000
PRM	LOS ANGELES RIVER STUDIES DEFOREST WETLANDS - COASTAL CONSERVANCY GRANT	\$217,593	\$217,593
PRM/CD	COLORADO LAGOON WETLANDS - COASTAL CONSERVANCY GRANT	\$500,000	\$500,000
PRM	BREAKWATER STUDY - COASTAL CONSERVANCY GRANT	\$50,000	\$50,000
PRM	RANCHO LOS CERRITOS ARROYO RESTORATION - RMC GRANT	\$275,000	\$275,000
PRM	PUBLIC DOCK AT BELMONT PIER - WILDLIFE CONSERVATION BOARD GRANT	\$200,000	\$200,000
PRM/CD	AQUARIUM OF THE PACIFIC LAND EXCHANGE, PARK DEVELOPMENT OF MLK PROPERTY - PROP. 84	\$1,560,000	\$1,560,000
PW	TRASH NET INSTALLATION FOR PUMP STATION SD12 - PROP. 40 GRANT	\$377,078	\$377,078
PW	TRASH CAPTURE UNIT PUMP STATION SD11 - PROP. 40 GRANT	\$605,000	\$519,832
PW	TRASH NET INSTALLATION PUMP STATION SD13 - PROP. 40 GRANT	\$545,173	\$545,173
PW	TRAFFIC LIGHT SYNCHRONIZATION PROJECT - PROP. 1B FUNDING	\$3,000,000	\$3,000,000
CD	WORKFORCE HOUSING REWARD GRANT FOR STREET IMPROVEMENTS AROUND PACIFIC AVE AND 16TH ST	\$227,128	\$227,128
CD	CALHOME GRANT FOR THE SECOND MORTGAGE ASSISTANCE PROGRAM	\$600,000	\$600,000
<b>TOTALS:</b>		<b>\$24,191,597</b>	<b>\$15,717,835</b>

Although Proposition 1B funding for Traffic Light Synchronization projects and various Pump Station projects are affected by the freeze, Proposition 1B funding for residential street projects are not being impacted. Details of the State's action will be provided under a separate cover.