



City of San Antonio

Agenda Memorandum

File Number:

Agenda Item Number: 15

Agenda Date: June 6, 2024

In Control: City Council A Session

DEPARTMENT: Public Works Department

DEPARTMENT HEAD: Razi Hosseini

COUNCIL DISTRICTS IMPACTED: District 6

SUBJECT:

Advanced Funding Agreement: Old Highway 90 Phase 2 (State Highway 151 to US Highway 90 West)

SUMMARY:

An ordinance approving an Advanced Funding Agreement between the City of San Antonio and the Texas Department of Transportation (TxDOT), accepting reimbursement in the estimated amount not to exceed \$11,988,000.00 from TxDOT for construction-related expenses and authorizing payment in the amount not to exceed \$210,510.00 to TxDOT for administrative oversight of federal funds for the Old Highway 90 Phase 2 (State Highway 151 to US Highway 90 West) project, located in Council District 6. The match for this project is \$2,997,000.00 which will be paid for by the City and funding is available from 2022 General Obligation Bond Funds included in the FY 2024 – FY 2029 Capital Improvement Program.

BACKGROUND INFORMATION:

The Old Highway 90 Phase 2 (State Highway 151 to US Highway 90 West) project was included as part of the Alamo Area Metropolitan Planning Organization's (AAMPO) 2050 Metropolitan Transportation Plan and as part of the City of San Antonio 2022-2027 General Obligation Bond Program. Local Agency Managed projects are managed by the City but receive federal funds

administered through TxDOT. The funds paid to TxDOT by the City are for costs associated with oversight of the administration of the federal funds.

The project will reconstruct the road, a shared-use path, sidewalks, drainage and traffic improvements in the vicinity of Old Highway 90, improving connectivity for motorists, bicyclists, and pedestrians in the area. The City will design and construct the improvements, leveraging funding from TxDOT.

ISSUE:

This ordinance authorizes the execution of an Advanced Funding Agreement between the City of San Antonio and the Texas Department of Transportation (TxDOT) to accept reimbursement in the estimated amount not to exceed \$11,988,000.00 from TxDOT for construction-related expenses and authorizes payment in the amount not to exceed \$210,510.00 to TxDOT for administrative oversight of federal funds for the Old Highway 90 Phase 2 (State Highway 151 to US Highway 90 West) project, a 2022-2027 General Obligation Bond Program and federally funded project.

The Old Highway 90 Phase 2 (State Highway 151 to US Highway 90 West) project will fully support mobility to connect the surrounding neighborhood. The City will design and construct the improvements leveraging funding from TxDOT. Project construction is anticipated to begin in Summer 2026 and is estimated to be completed in Fall 2028.

This project was included for funding through the Alamo Area Metropolitan Planning Organization's (AAMPO) 2050 Metropolitan Transportation Plan. As a requirement, the local agency is responsible for 20% of the construction cost, with the remaining 80% being provided by federal funds through TxDOT. This Advanced Funding Agreement with TxDOT will allow construction-related project costs to qualify for federal cost-sharing up to the federally approved amount not to exceed \$11,988,000.00. The remaining construction cost of \$2,997,000.00 will be the responsibility of the City of San Antonio.

Approval of these ordinances will continue the City's commitment to maintaining and improving existing infrastructure in collaboration with other governmental agencies.

ALTERNATIVES:

City Council could choose not to approve these ordinances; however, the City will lose the opportunity to receive reimbursement from TxDOT, delaying the project or requiring a change in scope within budget. The most cost-effective option would be to approve the Advanced Funding Agreements with TxDOT.

FISCAL IMPACT:

This ordinance authorizes the acceptance of funds from TxDOT for reimbursement of construction costs in an amount not to exceed \$11,988,000.00 in federal funds allocated to the City from

TxDOT and administered by TxDOT as a federal pass-through grant associated with the construction of the Old Highway 90 Phase 2 (State Highway 151 to US Highway 90 West) LF project. Actual costs to be reimbursed by TxDOT will be finalized with the award of a construction contract.

This ordinance authorizes a one-time capital improvement expenditure to TxDOT in the amount not to exceed \$210,510.00 for the Old Highway 90 Phase 2 (State Highway 151 to US Highway 90 West) LF project. The match for this project is \$2,997,000.00, and the City will also pay \$210,510.00 for administrative oversight of federal funds associated with the project. Funding is available from 2022 General Obligation Bond Funds included in the FY 2024 – FY 2029 Capital Improvement Program.

RECOMMENDATION:

Staff recommends approving an Advanced Funding Agreement between the City of San Antonio and the Texas Department of Transportation (TxDOT), accepting reimbursement in the estimated amount of \$11,988,000.00 from TxDOT for construction-related expenses and authorizing payment in the amount not to exceed \$210,510.00 to TxDOT for administrative oversight of federal funds for the Old Highway 90 Phase 2 (State Highway 151 to US Highway 90 West) project.