



# CITY COUNCIL AGENDA STATEMENT



August 14, 2018

File ID: 18-0323

## **TITLE**

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA AMENDING THE FISCAL YEAR 2018-19 CIP BUDGET TO ESTABLISH A NEW CAPITAL IMPROVEMENT PROJECT, CVEATC BRIDGE REPAIR FY2018-19 (GGV0241), AND APPROPRIATING \$250,000 TO THE CAPITAL IMPROVEMENT FUND BASED ON UNANTICIPATED REVENUE FROM LEXINGTON INSURANCE COMPANY (4/5 VOTE REQUIRED)

## **RECOMMENDED ACTION**

Council adopt the resolution.

## **SUMMARY**

On February 1, 2018, the Chula Vista Elite Athlete Training Center pedestrian bridge was struck by an inbound semi-truck causing a section of the bridge to collapse. Also on March 31, 2018, the pedestrian bridge was subsequently struck by an outbound semi-truck causing minimal damage. The pedestrian bridge was initially designed with a vertical clearance of 14 feet that does not accommodate semi-trucks and is the primary entrance for deliveries. City staff filed a claim with the City's insurance broker, Alliance Insurance Services, and the City's property insurer, Lexington Insurance Company, has agreed to cover the costs associated with bridge repairs and raising the bridge to 16 feet to provide appropriate clearance.

## **ENVIRONMENTAL REVIEW**

The Director of Development Services has reviewed the proposed project for compliance with the California Environmental Quality Act (CEQA) and has determined that the project qualifies for a Class 1 Categorical Exemption pursuant to Section 15301 (Existing Facilities) of the State CEQA Guidelines. Thus, no further environmental review is required.

## **BOARD/COMMISSION/COMMITTEE RECOMMENDATION**

Not Applicable

## **DISCUSSION**

In 2014, the United States Olympic Committee ("USOC") approached the City to determine if the City would be interested in acquiring the Chula Vista Olympic Training Center land, facilities and equipment, and in continuing to operate the facility as a U.S. Olympic and Paralympic Training Site. On April 12, 2016, the City approved an agreement to operate the facility (now known as the Chula Vista Elite Athlete Training Facility) with Elite Athlete Services, LLC. Subsequent to the bridge collapse, City staff filed a claim with the City's insurance broker, Alliance Insurance Services. Pursuant to that claim, the City was informed that the

City's staff costs will not be reimbursable under the claim, and therefore consultants, whose costs will be reimbursable, will be retained for design and construction services. Pursuant to the claim, the City's property insurer (Lexington Insurance Company) has advanced payment under the claim in the amount of \$250,000. City staff is creating a CIP project (GGV0241) to develop a scope of repair work.

#### **DECISION-MAKER CONFLICT**

Staff has reviewed the property holdings of the Council members and has found that Stephen Padilla Council Member District 3 has property holdings within 500 feet of the boundaries of the property which is the subject of this action. However, the decision solely concerns repairs, replacement or maintenance of existing streets, water, sewer, storm drainage or similar facilities. Consequently, pursuant to California Code of Regulations Title 2, sections 18700 and 18702.2(c)(1)), this item does not present a real property-related conflict of interest under the Political Reform Act (Cal. Gov't Code § 87100, et seq.).

Staff is not independently aware, and has not been informed by any City Council member, of any other fact that may constitute a basis for a decision maker conflict of interest in this matter.

#### **LINK TO STRATEGIC GOALS**

The City's Strategic Plan has five major goals: Operational Excellence, Economic Vitality, Healthy Community, Strong and Secure Neighborhoods and a Connected Community. The operations of the Olympic Training Center support the Economic Vitality goal as the City will be able to maximize the use of this valuable asset as an economic driver. Continued operations will also support the Healthy Community goal because it will provide the highest level of fitness, training and nutrition for elite athletes (both resident and visiting). Fitness, training and nutrition education and activities are also expected to be continued and expanded for local residents and programs.

#### **CURRENT-YEAR FISCAL IMPACT**

Approval of this resolution will appropriate \$250,000 to CIP GGV0241 to cover design costs associated with the bridge repair. Consultants will be utilized for design and repair work. Staff costs associated with oversight of the design and repair work for the entire project is estimated at \$75,000 and is not eligible for reimbursement from the insurance claim. Therefore, staff estimates a General Fund impact in the Engineering Department which may be mitigated through other cost saving opportunities or additional revenues in the current fiscal year. Updates will be provided as part of the quarterly fiscal update to the City Council.

The preliminary bridge repair estimate ranges from \$1.3 to \$2.3 million. Staff will return to Council to appropriate funds for construction after concurrence of the project scope from the Insurance provider.

#### **ONGOING FISCAL IMPACT**

Upon completion of the project, the improvements will require routine maintenance.

#### **ATTACHMENTS**

Attachment 1 – Advance Payment Check

Attachment 2 – CVEATC As-built

*Staff Contact: Jose Luis Gomez, Principal Civil Engineer*