



# City Council Communication

**AGENDA DATE:** July 7, 2025

**LEGISTAR ITEM #:** Ordinance 2691

**PRESENTER:** Theresa Wilson

**DEPARTMENT:** Finance

<input checked="" type="checkbox"/> Ordinance	<input type="checkbox"/> Resolution	<input type="checkbox"/> Public Hearing
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## REQUEST

Approve an ordinance amending the 2025 Budget by appropriating a net funding increase of \$5,000,000 for the 88<sup>th</sup> Avenue Widening Project, keeping the City's budget for this project in line with the Third Amendment to the IGA with CDOT (considered under Resolution No. 2025-062, which is also on the July 7, 2025 Council Meeting Agenda).

## BACKGROUND

The City entered into an Intergovernmental Agreement (IGA) with the Colorado Department of Transportation (CDOT) in May of 2021. The original IGA provided for a total of \$4 million, \$2 million in Federal Surface Transportation Block Grant (STBG) funding with a \$2 million local match for the 88<sup>th</sup> Avenue Widening Project. A First Amendment to the IGA occurred in May 2022. This amendment increased the \$2 million of STBG funding to \$3 million and reduced the local match requirement from \$2 million to \$1 million. CDOT later determined these changes to be in error, resulting in a \$1 million overstatement of federal funding.

A Second Amendment to the IGA occurred in September 2023 and incorporated additional federal Transportation Alternatives Program (TAP) funding and state Multimodal Transportation and Mitigation Options (MMO) funding along with associated local match requirements for these funding sources. The 2nd Amendment to the IGA continued the error overstating federal funding by \$1 million.

A Third Amendment to the IGA is being brought fourth via Resolution 2025-062. This amendment is designed to correct the federal funding overstatement of \$1 million (which correspondingly reduces the local match from \$1M to \$500,000) and incorporate an additional \$6 million in

## CITY COUNCIL COMMUNICATION CONTINUED

STBG funding that was awarded in 2023, for a net funding increase of \$5 million.

A summary of the IGA history and associated funding per the IGA (federal, state, and local match sources) is detailed in the “88<sup>th</sup> Avenue Widening Project CDOT IGA History” attachment. Total federal and state funding is currently \$11,840,000. The total local match requirement is currently \$2,960,000, which is covered by existing local resources included in the 88<sup>th</sup> Avenue Widening capital project budget. The total project budget per the Third Amendment to the IGA with CDOT is \$14,800,000.

Goals of the 88<sup>th</sup> Avenue Widening project include:

- Provide improved roadway conditions between I-76 and Highway 2; and
- Provide lighting, landscaping and drainage improvements; and
- Provide sidewalk and curb ramps; and
- Improve safety for pedestrians and cyclists.

### FINANCIAL IMPACT

Contractor	N/A
Amount of Request/Contract	\$5,000,000
Amount Not To Exceed	\$N/A
Amount Budgeted	\$N/A
Budget Year	FY2025
Funding Source	Surface Transportation Block Grant (STBG) Funding per Third Amendment of CDOT IGA related to the 88 <sup>th</sup> Avenue Widening Project
Additional Funds Needed	\$N/A
Funding Source (if funds needed)	N/A

### JUSTIFICATION

<input type="checkbox"/> Council Goal	<input type="checkbox"/> Strategic Plan	<input type="checkbox"/> Work Plan	<input checked="" type="checkbox"/> Legal
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## CITY COUNCIL COMMUNICATION CONTINUED

Citation	Intergovernmental Agreement (IGA) with CDOT for 88 <sup>th</sup> Avenue Widening Project
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### AVAILABLE ACTIONS

- Available Action #1. Approve as submitted.
- Available Action #2. Deny the additional STBG funding for the 88<sup>th</sup> Avenue Widening Project.
- Available Action #3. Provide alternative direction to city staff.
- Available Action #4. N/A

### STAFF RECOMMENDATION

e.g. Staff recommends action #1, approval of the item.