

**STAFF REPORT**  
**City of Lancaster, California**

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02/10/09
MVB

Date: February 10, 2009

To: Mayor Parris and City Council Members

From: Barbara Boswell, Finance Director

Subject: **Appropriation of Funds for Amargosa Creek Underground Conveyance Project**

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**Recommendations:**

Appropriate \$2,856,600.00 to Account No. 101-17SD022924, Amargosa Creek Underground Conveyance Project and increase estimated revenues in Account No. 101-3703-100 – LRA Loan Repayment in the same amount.

**Fiscal Impact:**

The funds for the project will come from a loan repayment from the Lancaster Redevelopment Agency. There is no general fund impact by this action. The completion of the project will result in property that is improved for future development.

**Background:**

At its regular City Council meeting of June 24, 2008 the City Council approved a funding strategy for the undergrounding of the drainage channel that runs from approximately 10<sup>th</sup> St. West and Avenue K-8 to Avenue L. The undergrounding of the channel will improve the property in order for it to be fully used for development. This portion funds the piece of the property identified for future auto mall expansion. The funding source is a loan repayment from the Lancaster Redevelopment Agency to the City's general fund.

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