

directions as well as providing a westbound right-turn lane. The intent of this project is to improve intersection capacity and safety.

- The Engineering Department previously submitted the planned improvements to the North Central Texas Council of Governments (NCTCOG) for grant funding opportunities through the Congestion Mitigation and Air Quality (CMAQ) Program.
- In early 2021, the City of McKinney was notified that the RTC approved CMAQ funding for the project under the Metropolitan Transportation Plan (MTP) Policy Bundle TDC Program and the project has been included in the Transportation Improvement Program (TIP).
- Funding for the project includes CMAQ funding (Federal Participation) in the amount of \$1,200,000 with the 20% local match offset by 240,000 worth of Transportation Development Credits (TDCs) previously approved by City Council on August 17, 2021 (Resolution No. 2021-08-099).
- The federal funding approved for this project will be utilized for the construction phase with local funding to be utilized for the design and land acquisition phases. In addition, the city would be required to cover any additional construction cost beyond the federal funding committed.
- The current estimated project cost is approximately \$2 million. The estimated federal funding participation for the project is 60%.
- The FY22 Capital Improvement Plan budget for CIP Project ST2011 includes the anticipated federal funding in the amount of \$1,200,000 as well as \$800,000 in roadway impact fees.
- The Advance Funding Agreement (AFA) outlines use and responsibilities related to the federal funding only for the construction phase of the project. The AFA will be executed by the Texas Department of Transportation (TxDOT; authorized by the federal government to administer the federal funding) and the City of McKinney.
- The Project funding schedule has been established under the TIP with the engineering phase planned to begin in early 2022 and construction planned to begin in 2023.

FINANCIAL SUMMARY:

- Grant funding for the project (ST2011) has been included in the FY2022-2026 Capital Improvements Plan in the amount of \$1,200,000.
- Under this agreement, the total “Local Participation” as shown in Attachment C of the AFA is \$24,000 to cover direct costs associated with TxDOT administration of the project.
- Pending execution of this agreement and initial payment to TxDOT by the city for direct costs, \$1,976,000 will remain in CIP Project ST2011 (inclusive of grant funding committed to the project).

BOARD OR COMMISSION RECOMMENDATION:

- N/A