

**CALIFORNIA TRANSPORTATION COMMISSION**

**ADOPTION OF THE FISCAL YEAR 2018-19 ROAD MAINTENANCE AND  
REHABILITATION ACCOUNT LOCAL STREETS AND ROADS FUNDING  
SUBSEQUENT REPORT OF ELIGIBLE CITIES AND COUNTY  
Resolution G-18-37**

- 1.1 **WHEREAS**, on April 28, 2017, the Governor signed Senate Bill (SB) 1 (Beall, Chapter 5, Statutes of 2017), known as the Road Repair and Accountability Act of 2017 to address basic road maintenance, rehabilitation, and critical safety needs on both the state highway and local streets and road system; and
- 1.2 **WHEREAS**, beginning November 1, 2017, portions of new funding from increases to certain fuel excise and sales taxes and vehicle registration fees were deposited into the Road Maintenance and Rehabilitation Account, and a percentage of this new funding has been apportioned monthly by formula by the State Controller pursuant to paragraph (2) of subdivision (h) of Section 2032 of the Streets and Highways Code to eligible cities and counties for basic road maintenance, rehabilitation, and critical safety projects on local streets and roads; and
- 1.3 **WHEREAS**, Streets and Highways Code Section 2034(a)(1) requires that prior to receiving an apportionment of Road Maintenance and Rehabilitation Account funds pursuant to paragraph (2) of subdivision (h) of Section 2032 from the State Controller in a fiscal year, an eligible city or county shall submit to the California Transportation Commission (Commission) a list of projects proposed to be funded with these funds pursuant to an adopted resolution; and
- 1.4 **WHEREAS**, Streets and Highways Code Section 2034(a)(2) requires that the Commission report to the State Controller the cities and counties that have submitted a list of projects as described in this subdivision and that are therefore eligible to receive an apportionment of funds under the program for the applicable fiscal year. The State Controller, upon receipt of the report, shall apportion funds to eligible cities and counties; and
- 1.5 **WHEREAS**, Streets and Highways Code Section 2034(a)(1) specifies that the project list shall not limit the flexibility of an eligible city or county to fund projects in accordance with local needs and priorities, so long as the projects are consistent with Streets and Highways Code Section 2030(b); and
- 1.6 **WHEREAS**, the Commission, in consultation with cities, counties, and their representatives as well as the State Controller's Office and other stakeholders, amended the 2018 Local Streets and Roads Funding Program Annual Reporting Guidelines at the March 21, 2018 Commission Meeting establishing a revised program schedule and online tool for project list submittal and project expenditure reporting; and

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- 1.7 **WHEREAS**, Commission staff collected Fiscal Year 2018-19 proposed project list submittals and support documentation from cities and counties required by Streets and Highways Code Section 2034(a)(1); and
- 1.8 **WHEREAS**, Commission staff reviewed submittals for completeness, not to select or authorize the projects listed; and
- 1.9 **WHEREAS**, on June 27, 2018, the Commission adopted the Initial Report of Eligible Cities and Counties based on the staff compiled list consisting of 481 cities and 57 counties that provided complete proposed project list submittals and were therefore eligible to receive Fiscal Year 2018-19 formula apportionments of Road Maintenance and Rehabilitation Account Local Streets and Roads Funding, and;
- 1.10 **WHEREAS**, since adoption of the initial report on June 27, 2018, Commission staff worked with 31 cities and 1 county to collect their complete proposed project list submittals. Thirty cities and 1 county, as reflected in the attached, are therefore also eligible to receive Fiscal Year 2018-19 monthly program apportionments; and
- 1.11 **WHEREAS**, per Streets and Highways Code Section 2034(a)(1) Commission staff has compiled a list of those cities and counties that sent the Commission their complete proposed project list submittals by August 1, 2018, as reflected in the attached Subsequent Report of Eligible Cities and Counties; and
- 1.12 **WHEREAS**, that attachment is intended to serve as the subsequent report of eligible cities and counties as required by Streets and Highways Code Section 2034(a)(2).
- 2.1 **NOW, THEREFORE, BE IT RESOLVED**, that the Commission adopts the attached Fiscal Year 2018-19 Road Maintenance and Rehabilitation Account Local Streets and Roads Funding Subsequent Report of Eligible Cities and Counties; and
- 2.2 **BE IT FURTHER RESOLVED**, that Commission staff is authorized to make minor technical changes as needed to the report; and
- 2.3 **BE IT FURTHER RESOLVED**, that the Commission directs staff to transmit the report to the State Controller as required by Streets and Highways Code Section 2034(a)(2).

**CALIFORNIA TRANSPORTATION COMMISSION  
FISCAL YEAR 2018-19 ROAD MAINTENANCE AND REHABILITATION ACCOUNT  
LOCAL STREETS AND ROADS FUNDING  
SUBSEQUENT REPORT OF ELIGIBLE CITIES AND COUNTIES  
Resolution G-18-37 (Attachment)**

Pursuant to Streets and Highways Code Section 2034, the following cities and counties are deemed eligible based on the subsequent eligibility timeline for Fiscal Year 2018-19 funding:

**ELIGIBLE CITIES**

City	County	Projects	City	County	Projects
Amador City	Amador	2	San Marino	Los Angeles	4
Richmond	Contra Costa	1	Santa Monica	Los Angeles	2
Westmorland	Imperial	2	Dos Palos	Merced	1
Delano	Kern	2	Villa Park	Orange	1
Susanville	Lassen	1	Isleton	Sacramento	7
Avalon	Los Angeles	1	San Juan Bautista	San Benito	1
Beverly Hills	Los Angeles	1	Grand Terrace	San Bernardino	2
Commerce	Los Angeles	1	Yucaipa	San Bernardino	3
El Segundo	Los Angeles	1	Upland	San Bernardino	5
Huntington Park	Los Angeles	1	Coronado	San Diego	1
Inglewood	Los Angeles	4	Del Mar	San Diego	1
Montebello	Los Angeles	3	Atascadero	San Luis Obispo	1
Pomona	Los Angeles	7	Loyalton	Sierra	2
Rancho Palos Verdes	Los Angeles	1	Etna	Siskiyou	2
San Gabriel	Los Angeles	1	Montague	Siskiyou	1

**ELIGIBLE COUNTIES**

County	Projects
San Benito County	4

**SUMMARY OF ALL ELIGIBLE CITIES AND COUNTIES**

**Total Fiscal Year 2018-19 Eligibility (Initial and Subsequent Eligibility)**

Cities Eligible	Proposed Projects	Counties Eligible	Proposed Projects	Total Cities and Counties	Total Proposed Projects
480	1475	58	820	538	2295


# Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: August 15-16, 2018

Reference No.: 4.8  
Action

Published Date: August 3, 2018

From:   
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Executive Director

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Assistant Deputy Director

Subject: ADOPTION OF THE FISCAL YEAR 2018-19 ROAD MAINTENANCE AND REHABILITATION ACCOUNT LOCAL STREETS AND ROADS FUNDING SUBSEQUENT REPORT OF ELIGIBLE CITIES AND COUNTIES RESOLUTION G-18-37

## ISSUE:

Should the California Transportation Commission (Commission) adopt the report of additional cities and counties that are eligible to receive Fiscal Year 2018-19 Road Maintenance and Rehabilitation Account Local Streets and Roads Funding?

## RECOMMENDATION:

Staff recommends that the Commission adopt the Fiscal Year 2018-19 Road Maintenance and Rehabilitation Account Local Streets and Roads Funding Subsequent Report of Eligible Cities and Counties as provided in Attachment B, and direct staff to transmit the list of additional eligible jurisdictions to the State Controller.

## BACKGROUND:

On April 28, 2017, the Governor signed Senate Bill (SB) 1 (Beall, Chapter 5, Statutes of 2017). A percentage of the Road Maintenance and Rehabilitation Account funding created by SB 1 is apportioned by formula to eligible cities and counties pursuant to Streets and Highways Code Section 2032(h) for basic road maintenance, rehabilitation, and critical safety projects on the local streets and roads system.

### Statutory Requirements and Reporting Guidelines

Pursuant to Streets and Highways Code Section 2034, the Commission adopted the Initial Report of Eligible Cities and Counties for Fiscal Year 2018-19 Road Maintenance and Rehabilitation Account Local Streets and Roads Funding on June 27, 2018. The initial report, reflecting the eligibility of 507 cities and counties, was transmitted to the State Controller's Office (Controller) on June 28, 2018, prior to the close of the State Fiscal Year.

Commission staff worked closely with the 32 cities and counties, regional agencies and metropolitan planning organizations, the California State Association of Counties, and the League of California Cities in an effort to collect the remaining proposed project list submittals in order to meet the funding eligibility requirements.

In accordance with Streets and Highways Code Section 2034(a)(4), the Controller will retain the Fiscal Year 2018-19 apportionments for those 32 jurisdictions for a period of 90 days from when the Commission transmitted the initial report of eligibility.

Any of the 32 jurisdictions not included in the subsequent eligibility report will forfeit their Fiscal Year 2018-19 apportionment. Those funds will be reapportioned (per Streets and Highways Code Section 2034 [a][C]) to those cities and counties listed in the adopted eligibility reports transmitted to the Controller.

Of the 32 cities and counties that were not included in the initial eligibility report adopted at the June meeting, 30 cities and 1 county have since submitted for eligibility and are included for adoption in Attachment B. The City of Fort Jones in Siskiyou County is the only city that has yet to meet the requirements for eligibility. Commission staff will continue to work with the City in an effort to establish eligibility prior to Commission action.

Upon Commission adoption, Attachment B will serve as the official Subsequent Report of Eligible Cities and Counties to receive Fiscal Year 2018-19 program funding, and will be transmitted to the Controller in accordance with Streets and Highways Code Section 2034(a)(2). The Controller, upon receipt of the subsequent report, will apportion and reapportion funds as applicable to all eligible jurisdictions.

#### Accountability and Transparency

The Commission is committed to fostering program accountability and transparency through the receipt of proposed project lists and program expenditure reports and by providing aggregated statewide information regarding the use of program funds to the public and the legislature. In an effort to ensure jurisdictions were adequately informed of all program requirements including the subsequent eligibility project list submittal deadline of August 1, 2018, Commission staff held five workshops from July 24-27, 2018. The webinars included a comprehensive review and discussion of the Draft 2019 Local Streets and Roads Funding Program Reporting Guidelines and the annual reporting requirements of the program funding.

Commission staff will host training sessions on the new online Annual Project Expenditure Reporting process once user testing is complete in late August 2018. The complete and timely project expenditure reports submitted to the Commission will be aggregated for inclusion in the Commission's 2018 Annual Report to the California Legislature.

#### Attachments:

Attachment A – Commission Resolution G-18-37

Attachment B – Subsequent Report of Cities and Counties Eligible to Receive FY 2018-19 Road Maintenance and Rehabilitation Account Local Streets and Roads Funding