

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: January 27-28, 2021

From: MITCH WEISS, Executive Director

Reference Number: 4.14, Information

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Subject: Local Streets and Roads Funding Program – Fiscal Year 2019-20 Annual Expenditure Report Update

Summary:

As of December 15, 2020, the California Transportation Commission (Commission) verified the receipt of 539 (100 percent) of the Annual Expenditure Reports for Fiscal Year 2019-20 from those cities and counties that received Local Streets and Roads Program Funding in the 2019-20 fiscal year. Agencies with unspent funds remaining from a prior fiscal year were required to account for those funds in their Annual Expenditure Report.

At the April 29, 2020 Commission Meeting, the Commission extended the Fiscal Year 2019-20 Expenditure Report due date from October 1, 2020 to December 1, 2020. As of December 1, 2020, 507 reports were received on time and 32 were still outstanding. The 32 jurisdictions responsible for submitting outstanding reports faced unforeseen delays due to the COVID-19 pandemic. Therefore, the California State Multi-Modal Application and Reporting Tool (CalSMART) remained open through December 15, 2020 to allow these jurisdictions additional time to submit expenditure reports. All 32 outstanding reports were received by December 15, 2020. The preliminary expenditure report summary can be found in attachment A.

Background:

Pursuant to Streets and Highways Code Section 2034(b), for each fiscal year in which Road Maintenance and Rehabilitation Account funds are received and expended, cities and counties shall submit documentation to the Commission that details the expenditure of all Road Maintenance and Rehabilitation Account funds. The documentation must include a description and location of each completed and in progress project, the amount of funds expended on the project, the completion date, and the estimated useful life of the improvement.

Commission staff held three technical training webinars on October 6-7, 2020 to provide guidance for the Annual Expenditure Report that was to be submitted using CalSMART. Over 411 (76 percent) of the reporting jurisdictions participated in the webinars held by Commission staff.

CalSMART was initially made accessible to the reporting jurisdictions from October 20, 2020 to December 1, 2020. Due to COVID-19 pandemic related staffing issues and other impacts to local jurisdictions, Commission staff kept the system open until December 15, 2020 to allow more time for these jurisdictions to report.

Commission staff worked closely with all cities and counties, Regional Transportation Planning Agencies, the California State Association of Counties, and the League of California Cities to ensure timely submittals. Cities and counties were expected to report on approximately \$2.079 billion in funding. This includes \$924 million in apportionments remaining from Fiscal Year 2018-19 and \$1.155 billion in Fiscal Year 2019-20 apportionments that were disbursed between September 2019 and August 2020. In Fiscal Year 2019-20, jurisdictions received approximately 5.3% less (\$64 million) than the amount disbursed in FY 2018-19, due to declining revenue resulting from the COVID-19 pandemic.

A preliminary summary reflecting the Annual Expenditure Report data collected will be posted to the Local Streets and Roads Program webpage <https://catc.ca.gov/programs/sb1/local-streets-roads-program> by mid-February 2021.

Attachment:

- Attachment A: Fiscal Year 2019-20 Preliminary Statewide Expenditure Report Summary

**FY 2019–20 Local Streets and Roads Program
 Preliminary Statewide Expenditure Report Summary
 (Project Expenditures as of June 30, 2020)**

Total Funds Remaining (from Fiscal Year 2018-19)	Total Funds Received (as of August 2020)	Total Funds Spent (in Fiscal Year 2019-20)
\$924,070,951.73	\$1,155,459,863.00 (5.3% less than apportioned in FY 2018-19)	\$835,655,262.71

The following detail reflects the information gathered on the 3,922 projects in the reports collected from the 539 recipient agencies.

Projects by Status	Program Funds Spent in Fiscal Year 2019-20	Total Project Cost (All Funds)
Completed: 1,283	\$506,365,809.10	\$2,900,564,263.86
In Progress: 1,267	\$329,289,453.61	\$4,550,622,971.02
Carried Over into FY 2020–21 or Later: 1,040	N/A	N/A
All Projects:	\$835,655,262.71	\$7,451,187,234.88

*In Fiscal Year 2019-20, Agencies removed 335 previously proposed projects that will no longer be funded with Road Maintenance and Rehabilitation Account funds and will now be funded with other source funds available to those agencies.