

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: June 26-27, 2025

From: TANISHA TAYLOR, Executive Director

Reference Number: 4.16, Action

Prepared By: Kayla Giese
Assistant Deputy Director

Published Date: June 13, 2025

Subject: 2024 Local Partnership Formulaic Program Fund Distribution Amendment, Resolution LPP-P-2425-10, Amending Resolution G-24-65

Recommendation:

Staff recommends the California Transportation Commission (Commission) approve an amendment to the 2024 Local Partnership Formulaic Fund Distribution to add incentive funding as follows:

- Add \$392,000 of incentive funding for the City of Albany in Fiscal Year 2025-26.
- Add \$5,000,000 of incentive funding for Napa Valley Transportation Authority in Fiscal Year 2025-26.

Issue:

On November 5, 2024, voters in the City of Albany passed a renewal of the Safe and Accessible Sidewalks and Pathways Special Parcel Tax, a special tax imposed on every parcel of real property within the City of Albany to fund public sidewalk maintenance and obstruction removal projects. The Safe and Accessible Sidewalks and Pathways Special Parcel Tax renewal will go into effect on July 1, 2025, and makes the City of Albany eligible for the Local Partnership Formulaic Program and Incentive Funding for a renewed eligible measure.

On November 5, 2024, voters in Napa County passed the Napa Valley Transportation Authority's Measure U, a continuance of the jurisdiction's existing one-half of one-percent sales tax, to finance capital outlay expenditures that include maintenance, reconstruction, or rehabilitation projects included in the Local Streets and Roads Maintenance Program, highway improvement projects included in their Regional Transportation Enhancement Program, and Transit Fare Subsidies. Measure U will go into effect on July 1, 2025, and makes the County eligible for Local Partnership Formulaic Program Incentive Funding for a renewed eligible measure.

Approval of this amendment to the 2024 Local Partnership Formulaic Program Funding Distribution will add \$392,000 of incentive funding for the City of Albany and \$5,000,000 for the Napa Valley Transportation Authority. The incentive funding is available for programming and allocation through June 30, 2028. The set-aside incentive funding amount of \$20,000,000 for Fiscal Year 2025-26 will be reduced by \$5,392,000, leaving a remaining unused incentive funding balance of \$14,608,000. Unused incentive funding will be redistributed at the August 2025 Commission meeting based on the program funding distribution of 60 percent to the formulaic program and 40 percent to the competitive program.

Background:

Senate Bill (SB) 1 (Chapter 5, Beall, Statutes of 2017) created the Local Partnership Program, and authorized \$200 million annually to fund the Program. This legislation requires the Commission, in consultation with the California Department of Transportation, regional transportation planning agencies, local agencies and other transportation stakeholders, to develop guidelines. Assembly Bill 115 (Chapter 20, Committee on Budget, Statutes of 2017) clarified SB 1 language regarding local and regional transportation agency eligibility and expanded the types of projects eligible for the program.

The Local Partnership Formulaic Program provides funding to counties, cities, districts, and regional transportation agencies in which voters have approved fees or taxes dedicated solely to transportation improvements. Only agencies with Commission-adopted funding and committed local matching funds are eligible to receive the Local Partnership Formulaic Program funding.

The Local Partnership Formulaic Program recognizes new or renewed voter-approved self-help efforts and incentivizes jurisdictions to pursue future voter-approved tax measures, tolls, or fees. Incentive funding is set-aside each fiscal year from the Local Partnership Program. One-time incentive funding is provided to jurisdictions that seek and receive voter approval of new or renewed tax measures, tolls, or fees, if those tax measures, tolls, or fees have a minimum period of ten years, are dedicated solely to transportation, and, for sales taxes, are equal to or greater than one quarter cent. The total amount of incentive funding awarded to jurisdictions is limited to \$20 million annually. Incentive funding amounts are a minimum of \$200,000 and may range up to a maximum of \$5 million for each jurisdiction, depending on the amount of revenue generated.

Resolution LPP-P-2425-03

Be it Resolved that the Commission does hereby approve the amendment to the 2024 Local Partnership Formulaic Fund Distribution to add incentive funding as follows:

1. Add \$392,000 of incentive funding for the City of Albany in Fiscal Year 2025-26.
2. Add \$5,000,000 of incentive funding for Napa Valley Transportation Authority in Fiscal Year 2025-26.

Attachment:

- Attachment A: Amended 2024 Local Partnership Formulaic Fund Distribution

2024 Local Partnership Program		2025-26	2026-27
Local Partnership Program Annual Appropriation Snapshot		\$ 200,000	\$ 200,000
Set-Aside Incentive Funding		\$ 20,000	\$ 20,000
Competitive Program (40%)		\$ 72,000	\$ 72,000
Formulaic Program (60%)		\$ 108,000	\$ 108,000
Competitive Program (40%)		\$ 72,000	\$ 72,000
2022 Competitive Program Rollover of Unprogrammed Funds		\$ 57,923	
2022 Competitive Overprogramming		\$ (6,253)	
Subtotal Available for Competitive Program		\$ 123,670	\$ 72,000
Formulaic Program (60%)		\$ 108,000	\$ 108,000
Redistribution of Lapsed Project Funds (2020 Program) (PPNO 4810, PPNO 1512, PPNO 8055)		\$ 716	
Redistribution of Lapsed Project Funds (2022 Program) (PPNO 1512)		\$ 29	
Subtotal Available for Formulaic Program		\$ 108,745	\$ 108,000
Proposed Annual Formulaic Funding Distribution			
Tolls + VRF + parcel/property tax	7.16%	\$ 7,784	\$ 7,731
North sales tax	26.18%	\$ 28,467	\$ 28,272
South sales tax	66.66%	\$ 72,494	\$ 71,997
Funding Based on Voter-Approved Tolls, Vehicle Registration Fee (VRF), Parcel/Property Tax Revenue		2025-26	2026-27
	Revenue (100%)	Funding	Funding
Alameda County Transportation Commission (Measure F-VRF) *	\$ 12,170	\$ 200	\$ 200
Alameda-Contra Costa Transit District (Measure C1-Parcel Tax)	\$ 29,883	\$ 323	\$ 321
Bay Area Rapid Transit District (Measure RR-Parcel Tax)	\$ 92,756	\$ 1,004	\$ 996
Bay Area Toll Authority (Regional Measure (RM) 1, RM 2, RM 3-Tolls)	\$ 447,768	\$ 4,847	\$ 4,807
City and County of San Francisco (Prop. D-Bus. Tax)	\$ 16,981	\$ 200	\$ 200
City/County Association of Governments of San Mateo County (Measure M-VRF)	\$ 7,845	\$ 200	\$ 200
Orinda (Measure L-Parcel Tax)	\$ 1,736	\$ 200	\$ 200
San Francisco County Transportation Authority (Prop AA-VRF) *	\$ 4,652	\$ 200	\$ 200
Santa Clara Valley Transportation Authority (Measure B-VRF) *	\$ 19,318	\$ 209	\$ 207
Transportation Authority Marin County (Measure B-VRF) *	\$ 2,320	\$ 200	\$ 200
Yuba County (Measure D-Depletion Surcharge)	\$ 981	\$ 200	\$ 200
Totals	\$ 636,409	\$ 7,784	\$ 7,731
Funding Based on Voter-Approved Sales Tax Revenue and Population - North		2025-26	2026-27
County (Agency)	Revenue (25%)	Population (75%)	Funding
Alameda (Alameda County Transportation Commission) *	\$ 195,330	1,641,869	\$ 3,333
Amador (City of Amador)	\$ 32	193	\$ 200
Contra Costa (Contra Costa Transportation Authority)	\$ 122,556	1,146,626	\$ 2,289
El Cerrito	\$ 2,167	N/A	\$ 200
Martinez	\$ 4,686	N/A	\$ 200
Fresno (Fresno County Transportation Authority)	\$ 110,090	1,017,431	\$ 2,035
Lake (Clearlake)	\$ 2,617	16,553	\$ 200
Madera (Madera County Transportation Authority)	\$ 16,155	159,328	\$ 321
Marin (Transportation Authority Marin County) * ^	\$ 34,759	252,844	\$ 383
Marin (Sonoma Marin Area Rail Transit District) ^	\$ 24,540	-	\$ 211
Mendocino (Fort Bragg)	\$ 1,195	7,179	\$ 200
Mendocino (Point Arena)	\$ 65	445	\$ 200
Mendocino (Ukiah)	\$ 3,368	16,108	\$ 200
Mendocino (Willits)	\$ 942	4,830	\$ 200
Merced (Merced County Transportation Authority)	\$ 26,951	287,303	\$ 563
Monterey (Transportation Agency for Monterey County) ^	\$ 38,556	437,614	\$ 665
Monterey (Monterey-Salinas Transit District) ^	\$ 12,602	-	\$ 236
Napa (Napa Valley Transportation Authority)	\$ 25,095	135,029	\$ 299
Nevada (Truckee)	\$ 5,708	16,778	\$ 200
Sacramento (Sacramento Transportation Authority)	\$ 178,274	1,578,938	\$ 3,179
San Benito (Council of San Benito County Governments)	\$ 13,227	65,853	\$ 200
San Francisco (San Francisco County Transportation Authority) * ^	\$ 108,678	843,071	\$ 1,447
San Francisco (Caltrain) * ^	\$ 39,901	-	\$ 397
San Joaquin (San Joaquin County Transportation Authority)	\$ 88,077	791,408	\$ 916
San Mateo (San Mateo County Transportation Authority) ^	\$ 116,088	741,565	\$ 707
San Mateo (San Mateo County Transit District) ^	\$ 231,713	-	\$ 1,413
San Mateo (Caltrain) * ^	\$ 39,901	-	\$ 207
Santa Clara (Santa Clara Valley Transportation Authority) * ^	\$ 671,714	1,903,198	\$ 4,895
Santa Clara (Caltrain) * ^	\$ 39,901	-	\$ 300
Santa Cruz (Santa Cruz County Regional Transportation Commission) ^	\$ 27,644	262,572	\$ 300
Santa Cruz (Santa Cruz Metropolitan Transit District) ^	\$ 27,700	-	\$ 300
Sonoma (Sonoma County Transportation Authority) ^	\$ 31,832	478,152	\$ 495
Sonoma (Sonoma Marin Area Rail Transit District) ^	\$ 24,540	-	\$ 475
Stanislaus (Stanislaus County Transportation Authority)	\$ 60,839	548,744	\$ 1,102
Totals	\$ 2,327,445	12,353,631	\$ 28,467
Funding Based on Voter-Approved Sales Tax Revenue and Population - South		2025-26	2026-27
County (Agency)	Revenue (25%)	Population (75%)	Funding
Imperial (Imperial County Local Transportation Authority)	\$ 23,982	182,881	\$ 524
Los Angeles (Los Angeles County Metropolitan Transportation Authority)	\$ 4,399,442	9,824,091	\$ 37,648
Orange (Orange County Transportation Authority)	\$ 430,476	3,150,835	\$ 9,081
Riverside (Riverside County Transportation Commission)	\$ 282,217	2,442,378	\$ 6,882
San Bernardino (San Bernardino County Transportation Authority)	\$ 251,862	2,181,433	\$ 6,146
San Diego (San Diego Regional Transportation Commission)	\$ 426,693	3,291,101	\$ 9,415
San Luis Obispo (El Paso de Robles) ^	\$ 6,700	30,907	\$ 200
Santa Barbara (Santa Barbara County Local Transportation Authority)	\$ 54,452	443,623	\$ 1,260
Tulare (Tulare County Transportation Authority)	\$ 51,171	478,918	\$ 1,337
Totals	\$ 5,926,995	22,026,167	\$ 72,494
Incentive Funding		2025-26	2026-27
Beginning Balance		\$ 20,000	\$ 20,000
City of Albany (Special Parcel Tax)		\$ 392	
Napa Valley Transportation Authority (Measure U)		\$ 5,000	
Remaining Balance		\$ 14,608	\$ 20,000

* Agency listed more than once.
 ^ Multiple agencies within county with countywide tax.
 ^ Incentive funds are being awarded from the FY 24-25 incentive set-aside
 ^ Formula Funding Distribution for FY2025-26 and 2026-27 is pending eligible measure renewal