

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 26-27, 2025

From: STEVEN KECK, Chief Financial Officer

Reference Number: 3.11, Information Item

Prepared By: Dee Lam, Chief
Division of Local Assistance

Subject: **SECOND QUARTER – BALANCE REPORT ON AB 1012 “USE IT OR LOSE IT”
PROVISION FOR FEDERAL FISCAL YEAR 2023 UNOBLIGATED RSTP AND
CMAQ FUNDS**

SUMMARY:

As of March 31, 2025, the Regional Surface Transportation Program (RSTP) has approximately \$1.5 million, and the Congestion Mitigation and Air Quality Improvement Program (CMAQ) has approximately \$4.6 million subject to reprogramming on November 1, 2025.

BACKGROUND:

The Intermodal Surface Transportation Efficiency Act was enacted in 1991 and was in effect for six years. During that time, the Regions only obligated 87 percent of their Federal funding. The next Federal Highway Act, known as the Transportation Equity Act for the 21st Century (TEA-21), was signed into law in 1998. During the first two years of TEA-21, the Regions' obligation of Federal funds declined to 41 percent. By October 1999, the Regions had accumulated a \$1.2 billion backlog in Federal apportionments and \$854 million in Obligation Authority (OA).

Assembly Bill (AB) 1012 was enacted on October 10, 1999 (Chapter 783, Statutes of 1999), with a goal of improving the delivery of transportation projects and addressing the backlog of the Regions' federal apportionments and OA. AB 1012 states that RSTP and CMAQ funds not obligated within the first three years of Federal eligibility are subject to reprogramming by the California Transportation Commission in the fourth year to prevent the funds from being lost by the State.

The annual notice to the Regions, under AB 1012 “Use It or Lose It” provisions for Federal Fiscal Year 2023 (October 1, 2022, through September 30, 2023), was released on

December 16, 2024. The total 2023 funds identified as subject to reprogramming under the provisions of AB 1012 were approximately \$8.6 million. This included approximately \$3.1 million of RSTP funds and approximately \$5.5 million of CMAQ funds. As of March 31, 2025, the RSTP amount subject to reprogramming has decreased to \$1.5 million and the CMAQ amount has decreased to \$4.6 million.

The California Department of Transportation (Department) is responsible for monitoring and reporting unobligated balances. Each month, the Department provides notification to the Regions of the unobligated RSTP and CMAQ balances that have one year remaining under the AB 1012 guidelines.

Attachments

Apportionment Status Report
CMAQ and RSTP
as of March 31, 2025

Reference No.: 3.11
June 26-27, 2025
Attachment 1

AB 1012
Balances entering the 3rd Year
(from FFY 2023*)
Regional Report Summary

*Previously referred to as Cycle 26

Region	CMAQ Unobligated 03/31/2025 Delivery Balance ¹	CMAQ Amount Subject to AB 1012 Reprogramming 11/01/2025 ²	RSTP Unobligated 03/31/2025 Delivery Balance ¹	RSTP Amount Subject to AB 1012 Reprogramming 11/01/2025 ²
Butte	328,756	-	-	-
Fresno	25,393,484	-	31,891,841	210,591
Kern	25,052,134	311,348	22,006,781	-
Kings	5,909,753	720,327	-	-
Madera	10,313,043	-	1	-
Merced	6,977,609	-	(1)	-
Monterey ³	-	-	-	-
S. F. Bay Area (MTC)	80,479,684	-	107,438,633	-
Sacramento (SACOG)	19,619,381	-	32,983,890	-
San Benito ³	-	-	-	-
San Diego	16,598,621	-	47,028,163	-
San Joaquin	19,789,936	-	30,031,226	-
San Luis Obispo	8,182,790	-	-	-
Santa Barbara ³	-	-	6,201,093	-
Santa Cruz ³	-	-	-	-
Southern CA (SCAG)	447,371,382	-	521,328,057	-
Stanislaus	10,630,344	-	22,654,852	1,243,180
Tahoe	852,161	-	1,363,564	-
Tulare	8,352,578	-	-	-
Rural Counties	9,023,871	3,540,184	43,822	-
TOTAL	694,875,527	4,571,859	822,971,922	1,453,771

Footnotes:

Balances in the 3rd year (October 1, 2024) are subject to reprogramming on November 1, 2025. These balances include the FFY 2023 “Actual” Apportionments (dated November 3, 2023), the FFY 2024 “Actuals” dated (January 9, 2025), and the FFY 2025 “Estimated” Apportionments (dated January 9, 2025).

¹ Indicates all apportionments not yet obligated.

² Totals reflect balances in the 3rd year.

³ These Regions are in air quality attainment and cannot use unobligated CMAQ apportionments, which are deobligations of closed out projects. It is anticipated that any CMAQ balance that accumulates in a Region in air quality attainment will be included in a future CMAQ rescission or transferred to another Region that over-delivered prior to the end of the current FFY.

Apportionment Status Report
CMAQ and RSTP
as of March 31, 2025

Reference No.: 3.11
June 26-27, 2025
Attachment 2

AB 1012
Balances entering the 3rd Year
(from FFY 2023*)
Rural Report Summary

*Previously referred to as Cycle 26

Region	CMAQ Unobligated 03/31/2025 Delivery Balance ¹	CMAQ Amount Subject to AB 1012 Reprogramming 11/01/2025 ²	RSTP Unobligated 03/31/2025 Delivery Balance ¹	RSTP Amount Subject to AB 1012 Reprogramming 11/01/2025 ²
Rural County Information:				
Alpine	-	-	-	-
Amador ³	381,200	-	43,821	-
Calaveras	449,226	-	-	-
Colusa	-	-	-	-
Del Norte	-	-	-	-
El Dorado	-	-	-	-
Glenn	-	-	-	-
Humboldt	-	-	-	-
Inyo	-	-	-	-
Lake	-	-	-	-
Lassen	-	-	-	-
Mariposa	2,072,346	1,703,219	(3)	-
Mendocino	-	-	-	-
Modoc	-	-	-	-
Mono	-	-	-	-
Nevada	2,341,679	-	1	-
Placer	-	-	-	-
Plumas	-	-	-	-
Shasta	-	-	-	-
Sierra	-	-	-	-
Siskiyou	-	-	-	-
Tehama	2,698,937	1,836,965	-	-
Trinity	-	-	-	-
Tuolumne ³	1,080,483	-	-	-
Rural Combined Totals:	9,023,871	3,540,184	43,819	-

Footnotes:

Balances in the 3rd year (October 1, 2024) are subject to reprogramming on November 1, 2025. These balances include the FFY 2023 “Actual” Apportionments (dated November 3, 2023), the FFY 2024 “Actuals” dated (January 9, 2025), and the FFY 2025 “Estimated” Apportionments (dated January 9, 2025).

¹ Indicates all apportionments not yet obligated.

² Totals reflect balances in the 3rd year.

³ These Regions were previously in air quality attainment as of the beginning of FFY 2016 and did not receive any CMAQ funding. Due to the 2015 FFY Ozone factor, these Regions are back in non-attainment areas at the beginning of FFY 2019, and consequently receive FFY 2023 and future FFYs CMAQ funding.