

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: August 14-15, 2025

From: TANISHA TAYLOR, Executive Director

Reference Number: 4.20, Action

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Subject: 2024 Local Partnership Program Fund Distribution Amendment, Resolution LPP-P-2526-03, Amending Resolution LPP-P-2425-10

Recommendation:

Staff recommends the California Transportation Commission (Commission) approve an amendment to the 2024 Local Partnership Fund Distribution to redistribute the unused Fiscal Year 2024-25 incentive funding of \$18,600,000 as follows, also detailed in Attachment A:

- Add \$7,440,000 to the 2024 Local Partnership Competitive Program.
- Add \$11,160,000 to the 2024 Local Partnership Formulaic Program.

Issue:

The Local Partnership Program recognizes new or renewed voter-approved self-help efforts and incentivizes jurisdictions to pursue future voter-approved tax measures, tolls, or fees by setting aside incentive funding each fiscal year. Pursuant to the Local Partnership Program Guidelines, incentive funds remaining at the end of each fiscal year shall be redistributed in the subsequent fiscal year. Sixty percent will be redistributed to the Formulaic Program and forty percent will be redistributed to the Competitive Program.

At the conclusion of Fiscal Year 2024-25, the unused incentive funding balance was \$18,600,000 for that fiscal year. Approval of this amendment will redistribute those unused incentive funds and add \$7,440,000 to the 2024 Local Partnership Competitive Program and \$11,160,000 to the 2024 Local Partnership Formulaic Program.

The \$11,160,000 Formulaic share will be proportionately distributed to eligible Formula funding agencies for Fiscal Year 2025-26, with the following caveats:

- During Fiscal Year 2024-25, the City of Amador became a newly eligible agency with the passage of their voter-approved sales tax that went into effect on January 1, 2025. This allowed them to access both formulaic funds and incentive funds for FY 2024-25.

- The City of Amador's mid-cycle formulaic funds distribution of \$100,000 is being considered under Reference 4.19 on the August 2025 Commission meeting agenda, and those funds are reflected as being deducted from the Formulaic portion of the Fiscal Year 2024-25 unused incentive funds balance within this item.
- The City of Amador received \$200,000 in incentive funds at the January 2025 Commission Meeting, which was already deducted from the unused incentive funding balance for Fiscal Year 2024-25.
- The City of Albany became eligible to receive Formulaic funding beginning July 1, 2025, as a newly eligible agency with a voter-approved measure. This allows them to access both formulaic funds and incentive funds starting in FY 2025-26.
 - The City will receive \$200,000 in Fiscal Year 2025-26 and \$200,000 in Fiscal Year 2026-27, which will be deducted from the Formulaic share of the Fiscal Year 2024-25 unused incentive funds balance.
 - The City also received incentive funds of \$392,000 at the June 2025 Commission meeting for FY 2025-26. These funds are being deducted from the 2025-26 unused incentive funds balance, which will be redistributed in August 2026.
- During Fiscal Year 2024-25, one agency, the City of El Paso de Robles, became ineligible to continue to receive Local Partnership Program funding. The City's prior voter-approved measure was renewed but is no longer dedicated solely to transportation improvements, which is a Local Partnership Program requirement. The agency's distribution of \$200,000 in Fiscal Year 2025-26 and \$200,000 in Fiscal Year 2026-27 will be redistributed among all eligible agencies with this item.
- Lastly, during Fiscal Year 2024-25, a total of \$3,147,000 lapsed due to the Timely Use of Funds Policy and will be redistributed among all eligible Formula agencies. These funds were deprogrammed during the June 2025 Commission Meeting.

The \$7,440,000 added to the Competitive Program will be added to its program capacity to be used to address overprogramming in the 2024 Competitive Program or be made available for the next Competitive Program cycle.

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.

Attachments:

- Attachment A: Amended 2024 Local Partnership Formulaic Funding 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)	
Redistribution of FY 24-25 Incentive Funds		\$ 7,440	
Subtotal Available for Competitive Program		\$ 131,110	\$ 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	
Redistribution of FY 24-25 Incentive Funds		\$ 11,160	
City of Amador Mid-Cycle 2022 Distribution for FY 24-25 (subtracted from \$11,160,000 Redistribution)		\$ (100)	
City of Albany 2024 Distribution for FY 25-26 and 26-27 (subtracted from \$11,160,000 Redistribution)		\$ (400)	
El Paso de Robles Measure Expiration Redistribution		\$ 400	
Lapsed Funds from FY 24-25		\$ 3,147	
Subtotal Available for Formulaic Program		\$ 122,952	\$ 108,000
Proposed Annual Formulaic Funding Distribution			
Tolls + VRF + parcel/property tax	7.16%	\$ 8,801	\$ 7,731
North sales tax	26.18%	\$ 32,186	\$ 28,272
South sales tax	66.66%	\$ 81,965	\$ 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	\$ 365	\$ 321
City of Albany (Measure C, Measure F- Parcel Taxes)	\$ 1,433	\$ 200	\$ 200
Bay Area Rapid Transit District (Measure RR-Parcel Tax)	\$ 92,756	\$ 1,132	\$ 996
Bay Area Toll Authority (Regional Measure (RM) 1, RM 2, RM 3-Tolls)	\$ 447,768	\$ 5,462	\$ 4,807
City and County of San Francisco (Prop. D-Bus. Tax)	\$ 16,981	\$ 207	\$ 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	\$ 236	\$ 207
Transportation Authority Marin County (Measure B-VRF) *	\$ 2,320	\$ 200	\$ 200
Yuba County (Measure D-Depletion Surcharge)	\$ 981	\$ 200	\$ 200
Totals	\$ 637,842	\$ 8,801	\$ 7,931
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	\$ 3,800
Amador (City of Amador)	\$ 32	193	\$ 200
Contra Costa (Contra Costa Transportation Authority)	\$ 122,556	1,146,626	\$ 2,610
El Cerrito	\$ 2,167	N/A	\$ 200
Martinez	\$ 4,686	N/A	\$ 200
Fresno (Fresno County Transportation Authority)	\$ 110,090	1,017,431	\$ 2,320
Lake (Clearlake)	\$ 2,617	16,553	\$ 200
Madera (Madera County Transportation Authority)	\$ 16,155	159,328	\$ 360
Marin (Transportation Authority Marin County) * ^	\$ 34,759	252,844	\$ 437
Marin (Sonoma Marin Area Rail Transit District) ^	\$ 24,540	-	\$ 241
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	\$ 642
Monterey (Transportation Agency for Monterey County) ^	\$ 38,556	437,614	\$ 758
Monterey (Monterey-Salinas Transit District) ^	\$ 12,602	-	\$ 262
Napa (Napa Valley Transportation Authority)	\$ 25,095	135,029	\$ 341
Nevada (Truckee)	\$ 5,708	16,778	\$ 200
Sacramento (Sacramento Transportation Authority)	\$ 178,274	1,578,938	\$ 3,624
San Benito (Council of San Benito County Governments)	\$ 13,227	65,853	\$ 200
San Francisco (San Francisco County Transportation Authority) * ^	\$ 108,678	843,071	\$ 1,651
San Francisco (Caltrain) * ^	\$ 39,901	-	\$ 453
San Joaquin (San Joaquin County Transportation Authority)	\$ 88,077	791,408	\$ 1,045
San Mateo (San Mateo County Transportation Authority) ^	\$ 116,088	741,565	\$ 809
San Mateo (San Mateo County Transit District) ^	\$ 231,713	-	\$ 1,616
San Mateo (Caltrain) * ^	\$ 39,901	-	\$ 237
Santa Clara (Santa Clara Valley Transportation Authority) * ^	\$ 671,714	1,903,198	\$ 5,593
Santa Clara (Caltrain) * ^	\$ 39,901	-	\$ 343
Santa Cruz (Santa Cruz County Regional Transportation Commission) ^	\$ 27,644	262,572	\$ 342
Santa Cruz (Santa Cruz Metropolitan Transit District) ^	\$ 27,700	-	\$ 342
Sonoma (Sonoma County Transportation Authority) ^	\$ 31,832	478,152	\$ 564
Sonoma (Sonoma Marin Area Rail Transit District) ^	\$ 24,540	-	\$ 541
Stanislaus (Stanislaus County Transportation Authority)	\$ 60,839	548,744	\$ 1,256
Totals	\$ 2,327,445	12,353,631	\$ 32,186
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	\$ 594
Los Angeles (Los Angeles County Metropolitan Transportation Authority)	\$ 4,399,442	9,824,091	\$ 42,684
Orange (Orange County Transportation Authority)	\$ 430,476	3,150,835	\$ 10,296
Riverside (Riverside County Transportation Commission)	\$ 282,217	2,442,378	\$ 7,803
San Bernardino (San Bernardino County Transportation Authority)	\$ 251,862	2,181,433	\$ 6,969
San Diego (San Diego Regional Transportation Commission)	\$ 426,693	3,291,101	\$ 10,675
San Luis Obispo (El Paso de Robles) ^	\$ 6,700	30,907	\$ -
Santa Barbara (Santa Barbara County Local Transportation Authority)	\$ 54,452	443,623	\$ 1,428
Tulare (Tulare County Transportation Authority)	\$ 51,171	478,918	\$ 1,516
Totals	\$ 5,920,295	21,995,260	\$ 81,965
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.