

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: October 17-18, 2018

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Information

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Subject: **LOCAL STREETS AND ROADS FUNDING PROGRAM - FISCAL YEAR 2017-18**
ANNUAL PROJECT EXPENDITURE REPORT UPDATE

SUMMARY:

As of October 11, 2018, the California Transportation Commission (Commission) verified the receipt of all 537 Annual Project Expenditure Reports for Fiscal Year 2017-18 from those cities and counties that received Local Streets and Roads Program Funding. These reports were due to the Commission by October 1, 2018 and will be posted on the Commission's Local Streets and Roads Funding Program webpage no later than October 16, 2018.

BACKGROUND:

Pursuant to Streets and Highways Code Section 2034(b), for each fiscal year in which Road Maintenance and Rehabilitation Account (RMRA) funds are received and expended, cities and counties shall submit documentation to the Commission that details the expenditure of all RMRA funds, including 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.

On August 15, 2018, the Commission adopted the 2019 Local Streets and Roads Funding Program Reporting Guidelines which require cities and counties to report the status of all projects originally proposed at the time of funding.

Commission staff held five technical training webinars to provide guidance for the online Annual Project Expenditure Report tool (CalSMART) during August and September, and over 346 jurisdictions participated. CalSMART was accessible to cities and counties to report expenditure activity between August 30, 2018 through October 1, 2018. Commission staff worked closely with the jurisdictions, Regional Transportation Planning Agencies, California State Association of Counties, and the League of California Cities to ensure timely submittals.

Fiscal Year 2017-18 marked the first funding eligibility cycle for the Local Streets and Roads Funding Program. The Commission deemed 537 cities and counties eligible to receive monthly program apportionments totaling \$386,448,136.32.

In summary, the preliminary results of the reports received captured the following information:

- 537 cities and counties received a total of \$386.4 million in Fiscal Year 2017-18 RMRA funding.
 - As of June 30, 2018, \$246.7 million of the total fiscal year RMRA funding had been disbursed to the 537 cities and counties.
 - \$123.4 million of the RMRA funding was spent on Fiscal Year 2017-18 project activities performed.
- Total Projects Reported: 4,354
 - 3,651 projects are either scheduled to utilize or have utilized RMRA funds:
 - 1,030 Completed Projects (RMRA funds spent: \$58.3 million);
 - 936 Project Still In Progress (RMRA funds spent: \$65 million);
 - 1,228 Projects Carried Over into Fiscal Year 2018-19;
 - 457 Projects Forecasted to take place in Fiscal Year 2019-20 or later.
 - 703 of the 4,354 projects reported are no longer scheduled to receive RMRA funds as other funding sources for project delivery were identified by cities/counties. Funding originally designated for those projects were redirected to other eligible projects for funding.

The project totals are not limited to construction-specific work. These projects include multiple components eligible for funding under statute such as construction, pre-construction, design, procurement, and operational needs associated with local streets and roads needs.

The Annual Project Expenditure Reports with project-specific detail will be posted on the Local Streets and Roads Funding Program webpage by October 16, available here: <http://catc.ca.gov/programs/sb1/l srp/>.