

## Chris Lee

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**From:** Chris Lee  
**Sent:** Friday, July 07, 2017 10:42 AM  
**To:** Chris Lee  
**Cc:** Kiana Valentine  
**Subject:** CSAC SB 1 Implementation Update - No. 3  
**Attachments:** Draft SB 1 RMRA FAQs 6-26-17.docx; Meeting Notice: CEAC Trans Cmte Conference Call Re: SB 1 Implementation 7/13 @ 4:00 pm

To: County Public Works Directors  
CEAC Transportation Committee  
County Legislative Coordinators

From: Kiana Valentine, Legislative Representative  
Chris Lee, Legislative Analyst

**Re: SB 1 Implementation Update – Draft CTC Reporting Guidelines Released; FAQs w/State Controller**

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We're writing to provide an update on SB 1 implementation activities.

- **California Transportation Commission Releases Draft Reporting Guidelines:** The CTC has released draft guidelines for implementing the reporting requirements included in SB 1 (see attached). CSAC consulted with counties and worked with CTC staff on an internal draft, ensuring that many of the questions and concerns counties raised are already addressed in this public draft.
  - Guidelines are available online here:  
[http://catc.ca.gov/programs/SB\\_1/063017\\_Draft\\_LSR\\_Program\\_Reporting\\_Guidelines.pdf](http://catc.ca.gov/programs/SB_1/063017_Draft_LSR_Program_Reporting_Guidelines.pdf)
  - CSAC's comments on the draft will largely focus on timing—we will request that the report submittal date for FY 2017-18 be pushed back to at least October 2 to ensure adequate time to incorporate project lists into a final adopted budget, if necessary. We will also comment on how the proposed timing for submittals for FY 2018-19 does not line up with the county budget process.
  - **CSAC encourages counties to reiterate these timing issues and any other remaining concerns in your comments.** Comments are due to the CTC by **Friday, July 14** via email to [laura.pennebaker@dot.ca.gov](mailto:laura.pennebaker@dot.ca.gov) (please copy [clee@counties.org](mailto:clee@counties.org)).
- **FAQs with State Controller's Office and CTC:** Many of the questions raised by counties in the context of the CTC guidelines fall outside of reporting and planned and actual projects and are instead focused on issues under the purview of the Controller's Office. Examples of these issues include eligibility of specific expenses, internal borrowing to "front-load" 2017-18 RMRA expenditures before the taxes go into effect, multi-year projects, and related accounting issues.
  - CTC staff have collected a list of FAQs (see attached). CSAC, CTC, the League of Cities and the State Controller's Office are meeting next week to come up with consistent answers to these questions.
  - We hope to be able to provide an update on each of these issues to counties during our July 13, 4 PM conference call with the CEAC Transportation Committee (see details in attached email).

**Christopher A. Lee**

Legislative Analyst – Housing, Land Use & Transportation

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**Draft Frequently Asked Questions (FAQ's) regarding Road Maintenance and Rehabilitation Account (RMRA) Funding**

- 1.) When will RMRA funds be apportioned to cities and counties by the SCO?
- 2.) How should cities and counties reflect/describe RMRA funds in their budgets? For example, should RMRA funds be listed as a separate revenue source or can they be included in the HUTA/Gas Tax Revenue line?
- 3.) Can RMRA funds be used for bonding/debt-service? If so, what is the allowable percentage, 25% similar to HUTA?
  - a. Can local jurisdictions borrow internally against anticipated RMRA funds in 2017-18? (i.e. can locals start projects in summer 2017 prior to the initial apportionments of RMRA funding and reimburse themselves when the revenues start to be distributed in winter 2018?)
- 4.) How long do cities and counties have to expend funds once they are allocated?
- 5.) Can funds be saved for several years to expend on large projects?
- 6.) When can cities and counties begin working on projects slated for RMRA funding and is this work reimbursable?
- 7.) Regarding the Maintenance of Effort (MOE) requirement in SHC 2036, what revenues qualify as "one-time allocations" that are excluded?
- 8.) Can RMRA funds be combined with other funds and is there a local match requirement for RMRA funds (similar to Proposition 1B LSR funding)?

## Chris Lee

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**From:** Kiana Valentine  
**Sent:** Thursday, June 29, 2017 3:00 PM  
**To:** Kiana Valentine  
**Cc:** Chris Lee  
**Subject:** Meeting Notice: CEAC Trans Cmte Conference Call Re: SB 1 Implementation 7/13 @ 4:00 pm

To: Public Works Directors  
CEAC Transportation Policy Committee

From: Kiana Valentine/Chris Lee, CSAC Staff

**Re: Meeting Notice: CEAC Trans Cmte Conference Call Re: SB 1 Implementation 7/13 @ 4:00 pm**

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The CEAC Transportation Policy Committee will be meeting via conference call on Thursday, July 13 from 4:00-5:00 pm to discuss a variety of issues surrounding SB 1 implementation. The agenda is below.

Prior to the call, **please fill out this quick (three-question) survey (one response per county, please)** about your plans for SB 1 project lists: <https://www.surveymonkey.com/r/NRYXFDG>

Please don't hesitate to share any implementation questions you would like to have answered in advance of the call.

### AGENDA

**Thursday, July 13 from 4:00 – 5:00 pm**  
**Conference Call Line: (800) 867-2581**  
**Password: 8114287**

- I. Legislative/Political Update
  - a. CalSTA outreach effort
  - b. ACA 5
  - c. Repeal effort
  
- II. Development of Project Lists
  - a. Focus on SB 1 priorities
  - b. CTC reporting guidelines update
  
- III. Anticipated Allocation Process
  - a. State Controller's Office anticipated process
  
- IV. Questions & Answers

### Kiana Valentine

Legislative Representative  
Housing, Land Use, and Transportation  
California State Association of Counties®