

# Capitola City Council

## Agenda Report



**Meeting:** June 12, 2025

**From:** Public Works Department

**Subject:** Adoption of FY 2025–26 Road Project List

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**Recommended Action:** Review and approve the use of Senate Bill 1 (SB 1) and Measure D funds to support the 41<sup>st</sup> Avenue Multimodal and Pavement Rehabilitation Project (Project); and adopt a resolution adopting the Project for Fiscal Year 2025-26 funded by SB 1: The Road Repair and Accountability Act of 2017.

**Background:** On June 9, 2022, the City Council held a public hearing to approve a 5-year list of street and road projects based on projected funding for the City, including funding from the Road Maintenance and Rehabilitation Account, also known as Senate Bill (SB 1), and Measure D formula allocations.

**Discussion:** During Fiscal Year 2025-26, Capitola is projected to receive \$258,668 in SB 1 funding. These funds will be fully allocated to the rehabilitation of 41<sup>st</sup> Avenue, as identified in the 5-year list of projects adopted on June 9, 2022.

The City also anticipates receiving approximately \$363,000 in Measure D funding, which will also be directed toward the 41<sup>st</sup> Avenue project.

The 41<sup>st</sup> Avenue Pavement Rehabilitation and Multimodal Improvements Project was last reviewed by the City Council on April 24, 2025. The Project advances both the City's Pavement Management Plan and broader transportation goals to improve safe multimodal access across Capitola. 41<sup>st</sup> Avenue is one of the busiest corridors in the region, connecting neighborhoods, commercial destinations, and access points to State Route 1.

A resolution is required by the California Transportation Commission (CTC) in order for the City to remain eligible to receive SB 1 funding.

**Fiscal Impact:** Revenue and expenditures of \$258,668 from SB 1 and \$363,000 from Measure D are budgeted in Special Revenue Funds 1308 (SB1 RMRA) and 1309 (RTC Measure D), respectively.

**Attachments:**

1. Resolution

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**Reviewed By:** Jessica Kahn, Public Works Director, Julia Gautho, City Clerk

**Approved By:** Jamie Goldstein, City Manager