



Date: June 10, 2025

Honorable Mayor and Council Members

Author and title: Danielle McHugh, Transportation Program Analyst

Title: **Approval of Road Repair and Accountability Act Local Streets and Roads Funding for the 2025 Paving and Drainage Project and the Reimagine Bridge Street Project**

Jen Callaway, Town Manager

Recommended Action: Council adopt Resolution 2025-40 to identify both the 2025 Paving and Drainage Project and the Reimagine Bridge Street Project to receive Road Repair and Accountability Act funding.

Discussion: On April 28, 2017, the Governor signed Senate Bill (SB) 1, which is also known as the Road Repair and Accountability Act of 2017. To address basic road maintenance, rehabilitation, and critical safety needs on both the state and local road system, SB 1 increases fuel excise taxes, diesel fuel sales taxes, and vehicle registration fees.

According to the Road Repair and Accountability Act of 2017, 2024 Local Streets and Roads Funding Annual Reporting Guidelines, the State Controller (Controller) deposits various portions of this funding into the Road Maintenance and Rehabilitation Account (RMRA). A percentage of this RMRA funding is apportioned by formula to eligible cities by the California Transportation Commission through the Local Streets and Roads Program (LSRP). The Town has either received or is expected to receive the following RMRA/LSRP funding:

- FY 17/18: \$94,807.61 (Actual)
 - FY 18/19: \$279,983.48 (Actual)
 - FY 19/20: \$287,579.32 (Actual)
 - FY 20/21: \$298,318.79 (Actual)
 - FY 21/22: \$327,888.38 (Actual)
 - FY 22/23: \$377,482.93 (Actual)
 - FY 23/24: \$424,346.27 (Actual)
 - FY 24/25: \$438,706.00 (Estimated, \$377,804.26 Received to Date)
 - FY 25/26: \$454,405.00 (Estimated)
- TOTAL: \$2,983,517.78**

To date, the Town has spent these funds on the 2018 Slurry Seal project, the Coldstream Road Culvert Replacement project (C1607), the 2020 Paving and Drainage Project (C2002), the 2021 Paving and Drainage project, the West River Streetscape Improvement Project (C1703) and the Mobility Hub Phase 1 project (C1820). In FY 24/25, approximately \$438,706 is anticipated to be spent on the West River Streetscape Improvement Project (C1703), replacing previously budgeted General Fund revenue. In FY 25/26, an additional \$454,405 is expected to be received from the State.

In order for the Town of Truckee to receive its FY 25/26 appropriated funds, the Town must submit the following to the California Transportation Commission (CTC) by July 1, 2025:

- A list of projects proposed to be funded with these funds (including a description, location, schedule, and estimated useful life of the improvement).
- A resolution adopted by the Council approving the project list.

Section 2030 of the California Streets and Highways Code identifies eligible project types and states funds “shall be prioritized for expenditure on basic road maintenance and road rehabilitation projects, and on critical safety projects.” Below is the list of eligible project types:

- (A) Road maintenance and rehabilitation.
- (B) Safety projects.
- (C) Railroad grade separations.
- (D) Complete street components, including active transportation purposes, pedestrian and bicycle safety projects, transit facilities, and drainage and stormwater capture projects in conjunction with any other allowable project.
- (E) Traffic control devices.

The State guidance recommends that agencies identify projects that will likely use the funds in the coming fiscal year. However, adoption of this project list does not preclude the Town from spending the funds on additional projects. If additional projects are identified, they can be added when the expenditure report is submitted after the end of the fiscal year. Staff is recommending the funds be made available for two projects:

- **2025 Paving and Drainage Project (C2502).** While RMRA/LSRP funds are not currently budgeted to this project, listing this as a potential project will make the funds available to potentially fill future funding gaps.
- **Reimagine Bridge Street Project (C1805).** Listing this as a potential project will make the funds available to help fund pre-construction activities in FY 25/26.

Staff recommends the Council adopt the attached Resolution 2025-40 (**Attachment A**) that would identify these projects to receive Road Repair and Accountability Act funding.

Priority:

<input type="checkbox"/> Enhanced Communication	<input checked="" type="checkbox"/> Climate and Greenhouse Gas Reduction	<input type="checkbox"/> Housing
<input checked="" type="checkbox"/> Infrastructure Investment	<input type="checkbox"/> Emergency and Wildfire Preparedness	<input checked="" type="checkbox"/> Core Service

Fiscal Impact: Once approved, the 2025 Paving and Drainage Project (C2502) and Reimagine Bridge Street Project (C1805) will both be eligible to receive the expected \$454,405 of Road Repair and Accountability Act funding in FY 25/26. The RMRA funds are distributed on a monthly basis similar to other Gas Tax funds.

Public Communication: None beyond this staff report and a website posting regarding the proposed recommendation.

Attachments:

Attachment A: Draft Resolution 2025-40 including project descriptions