



Date: September 8, 2026

Honorable Mayor and Council Members

Author and title: Danielle McHugh, Transportation Program Coordinator

Title: **State of Good Repair Project Proposal and Authorization to Execute Associated Subrecipient Agreement for Fiscal Year 2026/27**

Jen Callaway, Town Manager

Recommended Action: Adopt Resolution 2026-47 approving the Railyard Mobility Hub Project (Mobility Hub) as an eligible project for the Fiscal Year (FY) 2026/27 State of Good Repair (SGR) funding and authorizing the Town Manager to execute the associated Subrecipient Agreement in a form approved by the Town Attorney.

Discussion:

On April 28, 2017, Governor Brown signed Senate Bill (SB) 1, known as the Road Repair and Accountability Act of 2017. SB 1 will provide over \$50 billion in new transportation funding over the next decade to repair highways, bridges and local roads, to make strategic investments in congested commute and freight corridors and to improve transit service. A portion of SB 1 will provide approximately \$105 million annually, with annual inflationary adjustments, to transit operators in California for eligible transit maintenance, rehabilitation and capital projects. The FY 2026/27 funding program estimate for the Town under this SB 1 program, specifically referred to as the State of Good Repair (SGR) program; is \$203,813. Staff would like to note that the amount shown is an estimate only, however, the current estimate is consistent with previous years' funding amounts.

The SGR program is funded from a portion of a Transportation Improvement Fee on vehicle registrations. This program has a specific goal of keeping transit systems in a state of good repair, including the purchase of new transit vehicles, and maintenance and rehabilitation of transit facilities and vehicles.

Prior to receiving an apportionment of SGR funds in a given fiscal year, the eligible recipient agency must submit a list of projects proposed to be funded to their Regional Transportation Planning Agency (RTPA), which for the Town of Truckee (Town) is the Nevada County Transportation Commission (NCTC). For the FY 2026/27 funding allocation, the Town is proposing the Mobility Hub Project, which will be brought to NCTC for consideration of approval at their September 16, 2026 meeting.

To date, the Town has utilized SGR funds on the purchase of two transit buses (\$229,682.22), as well as on implementation of Phase 1 and 2A of the Mobility Hub Project (\$783,460.84).

Priority:

☐ Enhanced Communication	☒ Climate and Greenhouse Gas Reduction	☐ Housing
☒ Infrastructure Investment	☐ Emergency and Wildfire Preparedness	☒ Core Service

Fiscal Impact: Once approved, the Railyard Mobility Hub Project Phase 2B, will be eligible to receive the estimated \$203,813 of FY 2026/27 State of Good Repair funding, which has been identified as a

identified funding source for C2508- Mobility Hub Phase 2B in the approved FY 2026/27 Five-Year Capital Improvement Program Budget.

Public Communication: None beyond this staff report and associated agenda posting.

Attachments:

Attachment 1: Resolution 2026-47