



# TOWN OF APPLE VALLEY

## TOWN COUNCIL STAFF REPORT

**To:** Honorable Mayor and Town Council      **Date:** September 26, 2017

**From:** Brad Miller, Town Engineer      **Item No.** 16  
Engineering Department

**Subject:** SENATE BILL (SB1) ROAD MAINTENANCE AND REHABILITATION  
ACCOUNT (RMRA) PROJECT LIST APPROVAL AND BUDGET  
AMENDMENT

**T.M. Approval:** \_\_\_\_\_

**Budgeted Item:**  Yes  No  N/A

### RECOMMENDED ACTION:

1. Approve the attached street list for inclusion in this year's budget for maintenance.
2. That the Town Council approve the budget amendment to include additional transportation funds, specifically Senate Bill (SB1) funds, to be utilized this fiscal year to repair/maintain the attached list of streets.

### SUMMARY:

Pursuant to the requirements of Senate Bill (SB1), each local jurisdiction receiving funds must submit a list of street maintenance projects each year to be eligible for Road Maintenance and Rehabilitation Account (RMRA) funds. Because this year's RMRA allocation occurred after the Town's current fiscal year's budget was approved, the California Transportation Commission requires that a budget amendment and list of streets be submitted to them by October 16<sup>th</sup>, 2017. This fiscal year's RMRA allocation for the Town of Apple Valley is estimated to be \$421,813.

### BACKGROUND:

On April 28, 2017, the Governor signed Senate Bill (SB1) (Beall, Chapter 5, Statutes of 2017), which is known as the Road Repair and Accountability Act of 2017. To address basic road maintenance, rehabilitation and critical safety needs on both the state highway and local streets and road system, SB1: increases per gallon fuel excise taxes; increases diesel fuel sales taxes and vehicle registration fees; and provides for inflationary adjustments to tax rates in future years.

Beginning November 1, 2017, the State Controller (Controller) will deposit various portions of this new funding into the newly created Road Maintenance and Rehabilitation Account (RMRA). A percentage of this new RMRA funding will be apportioned by formula to eligible cities and counties pursuant to Streets and Highways Code (SHC) Section 2032(h) for basic road maintenance, rehabilitation, and critical safety projects on the local streets and roads system.

All cities and counties receiving an apportionment of RMRA funds are required to sustain a maintenance of effort (MOE) by spending at least the annual average of its general fund expenditures during the 2009–10, 2010–11, and 2011–12 fiscal years for street, road, and highway purposes from the city’s or county’s general fund [SHC 2036]. The Town did not spend any general funds to maintain any of the Town’s streets, roads or highways, during those years listed above, the current, or any previous fiscal years.

Per the SB1 guidelines, the Town’s Pavement Management System is the tool used to select the roads to be maintained. As detailed in previous Council Meetings, staff is recommending utilizing chip seals, and micro-surfacing to maintain most of the Town’s residential streets. The goal of SB1 is to bring all streets up to an average pavement condition index of 80 (80 out of 100). Currently, the average pavement condition index for the Town’s roads is 69.

**FISCAL IMPACT:**

The Town’s anticipated revenue from SB1 for this fiscal year’s RMRA allocation is estimated to be is \$421,813.

**ATTACHMENTS:**

1. Road Maintenance and Rehabilitation Account (RMRA) – Road List
2. Budget Amendment No. 18-03

**Road Maintenance and Rehabilitation Account (RMRA)**

ROAD LIST

<b>Segment</b>	<b>From</b>	<b>To</b>	<b>Length (ft)</b>
Mandan Road	Riverside Drive	Highway 18	12,200
Shoshonee Road	Riverside Drive	Rincon Road	9,694
Tao Rd	Corwin Road	200' N/ Kamana Road	4,213
Kasota Road	Highway 18	Mondamon Road	3,063
Cronese Road	Yucca Loma Road	Seneca Road	5,556
Total length (lf):			34,726
Miles:			6.6



**TOWN OF APPLE VALLEY**  
**BUDGET AMENDMENT REQUEST**

Requesting Department	Prepared By	Date Prepared
Gas Tax Fund	Mark Shaker	September 18, 2017

REVENUES AND OTHER FINANCING SOURCES

Account Description	Fund	Dept	Account No.	Amendment Amount
SB 1 RMRA	2010	0000	6814	(860,637)
REVENUE TOTAL				(860,637)

EXPENDITURES AND OTHER FINANCING USES

Account Description	Fund	Dept	Account No.	Amendment Amount
Various Expenditure Accounts	2010	5010	Various	421,813
EXPENDITURE TOTAL				421,813

PURPOSE

To amend 17-18 budget to reduce initial RMRA revenue estimates to actual and to appropriate RMRA funds to be utilized in the 17-18 Budget Year.

Department Director	Date	Finance Mgr. / Dir.of Finance	Date

Town Manager	Date	Entered by	Date