

STAFF REPORT

SUBJECT: FY 2009-2010 Measure D Revenue Estimates

MEETING DATE: February 19, 2009

AGENDA ITEM: 11

STAFF CONTACT: Bobbi Didier

RECOMMENDATION:

- A. Receive and file the estimated apportionments of Measure D funds for allocation to local agencies for the 2009-2010 fiscal year.
- B. Request that the Santa Barbara County Board of Supervisors approve deferral of reimbursement for Measure A election costs to FY 2010-11 and waive interest charges.

DISCUSSION:

As the Local Transportation Authority, SBCAG is responsible for allocating Measure D funds to local agencies and to the regional highway program. SBCAG and local agencies for many years annually updated and adopted five-year programs of projects using the Measure D revenue estimates. Measure D, however, expires in 2010—thus revenue estimates are being provided for the final year only of the Measure D program. The final normal disbursements of Measure D revenues will take place in June of 2010.

Estimates for the final year of Measure D funding, FY 2009-10, are presented in the attached tables as follows:

Table 1 - The overall Measure D program revenue estimate for the final fiscal year is presented in Table 1. \$30,654,542 in total receipts is estimated for FY 2009-10. The revenue estimate for FY 2009-10 assumes a decrease of approximately 8% from the 2008-09 estimates.

In addition, LTA administrative costs include an off the top deduction of \$202,363 to pay for Measure A election costs prior to the receipt of Measure A dollars. Measure D funds used to pay for election costs would be repaid from the first year of Measure A allocations in FY 2010-11. This deduction is further discussed below. .

Table 2 - Of the total Measure D estimate, 70% is apportioned to local jurisdictions after subtracting for Board of Equalization and LTA administrative costs. Table 2 lists the apportionments for the 70% Local Measure D program by agency for the final fiscal year. In calculating the local apportionments, each jurisdiction receives a base apportionment of \$50,000 with the remaining funds apportioned by population. Population figures come from the California Department of Finance estimates for January 2008 (this is a revised or adjusted January figure released by the DOF each year in May or June and is always the most current available

estimate when apportionments are made). Estimated local apportionments for FY 09-10 total \$20,783,290.

In October of 2004, the SBCAG board directed staff to change the method of calculating future apportionments by including an adjustment based on revisions to previous DOF population estimates. The apportionment estimate for FY 2009-10 reflects the adjustment. The calculations are shown between Tables 1 and 2.

Table 3 - The Regional Paratransit apportionments to the four transit claimants are presented in Table 3. The total amount estimated to be available next fiscal year is \$139,174.

A summary schedule of the Measure D local allocation process is also attached to this report.

Measure A Election and Strategic Plan Costs

SBCAG has received an invoice for \$ \$202,363 from the Santa Barbara County Elections Office for the costs of conducting the Measure A election in 2008. SBCAG is required by statute to reimburse the county for the election costs since the measure passed. The tax revenues from Measure A, however, will not become available until 2010. Staff has requested deferral of the election reimbursement payment to next year and was informed by the county elections office that County billing policy for election costs, as approved by the Board of Supervisors, requires that all election costs be paid by jurisdictions within 30 days of receiving the invoice. If not paid by this time then interest begins to accrue as of the election date.

Staff is recommending that the board request that the County Board of Supervisors approve a deferral of the payment of the election costs to FY 2010-11 and waive any interest charges. The Measure D estimates for FY 2009-10 include an off the top deduction for Measure A election costs. This is being recommended by staff and TTAC so that the elections office invoice can be paid in the event that the Board of Supervisors rejects the request for deferral. The deduction from Measure D would be used as a "loan" to be repaid from the first year of Measure A allocations in FY 2010-11. If the Board of Supervisors approves SBCAG's request for deferral of payment, the Measure D deduction would not be necessary and these funds would be added back in to the FY 2009-10 allocations prior to their approval by the board in June.

In addition, it is being recommended by staff and TTAC that the costs of preparing the Measure A Strategic Plan be paid through the Measure D regional program FY 2009-10 allocation. These Measure D funds will be used for costs incurred in FY 2009-10 for preparation of the plan that SBCAG is required to prepare prior to Measure A taking effect in April 2010. The Measure D funds used for the Strategic Plan would be treated as a loan and repaid from the first year of Measure A allocations. This will ensure that costs for preparing the plan are shared proportionally among all of the recipients of Measure A funding. A budget appropriation for the plan of \$300,000 will be included in the FY 2009-10 Local Transportation Authority Capital Projects budget to be adopted by the board in June.

COMMITTEE REVIEW:

The recommended Measure A apportionments were approved by the Transportation Technical Advisory Committee (TTAC) at its February 5th meeting.

There was considerable discussion regarding the fairness of assessing Measure D recipients for Measure A election expenses especially since there will be new / different recipients for

Measure A monies (for example, SBMTD will be a direct recipient of South Coast Measure A funds, but is not a direct recipient of Measure D funds). The conversation concluded that it would be far more equitable if Measure A recipients were to bear the burden of the election expenditures. TTAC approved a recommendation that the election costs paid during the final year of Measure D would be adjusted during the first year allocation of Measure A funds to ensure equitable distribution of the cost to all recipients.

Additionally, throughout this discussion, reference was made regarding the Measure A Strategic Plan costs (\$300,000) being funded by Measure D dollars. The same sentiments were expressed regarding equitable and fair distribution of Measure A costs. TTAC approved a recommendation that SBCAG “loan” the \$300,000 Measure A Strategic Plan consultants’ fees from the 2009-10 regional Measure D monies then distribute those costs among all 2010-11 Measure A recipients.

Table 1

Measure D
Final Year Revenue Estimate
(FY 2009-2010)

	FY 09-10
Total Receipts	\$30,654,542
Board of Equalization Administrative Costs	(459,818)
LTA Administration: Staff + Indirect Costs	(504,310)
Available for Allocation	\$29,690,414
Local Program (70%)	\$20,783,290
Regional Program (30%)	\$8,907,124
<u>Regional Program Breakdown:</u>	
Paratransit (1.5625%)	139,174
Capital (98.4375%)	
Capital Projects Fund	3,009,792
Debt Service on Revenue Bonds	5,758,158

Adjusted Measure D Local Program Apportionments

Jurisdiction	Adjustment to the FY 07/08 Allocation based on the DOF Revised January 2007 Population				FY07/08 Adjustment	January 1, 2008 Estimate (May 2008) (For 09-10 Calculation)			
	Population	% of Total Population	Population % Change Adj.	FY07/08 Allocation		Population	% of Total Population	Allocations Before Adjustment	Allocations After Adjustment
Buellton	4,548	1.078684%		\$293,620		4,700	1.096453%	\$272,945	277,404
	4,653	1.098598%	1.846127%		\$4,459				
Carpinteria	14,172	3.361281%		\$794,800		14,271	3.329251%	\$726,946	719,313
	14,092	3.327195%	-1.014083%		(\$7,633)				
Goleta	30,290	7.184109%		\$1,634,627		30,400	7.091950%	\$1,492,028	1,474,497
	30,096	7.105822%	-1.089721%		(\$17,530)				
Guadalupe	6,423	1.523392%		\$387,675		6,541	1.525936%	\$360,273	356,616
	6,383	1.507060%	-1.072088%		(\$3,657)				
Lompoc	41,915	9.941299%		\$2,258,048		42,957	10.021346%	\$2,087,669	2,078,397
	41,930	9.899891%	-0.416517%		(\$9,272)				
Santa Barbara City	89,548	21.238779%		\$4,760,224		90,305	21.067059%	\$4,333,626	4,297,213
	89,266	21.076168%	-0.765633%		(\$36,413)				
Santa Barbara County	139,156	33.004684%		\$7,420,354		142,816	33.317236%	\$6,824,490	6,914,686
	141,494	33.407470%	1.220391%		\$90,195				
Santa Maria	90,204	21.394367%		\$4,960,957		91,110	21.254855%	\$4,371,811	4,346,977
	90,144	21.283468%	-0.518357%		(\$24,834)				
Solvang	5,369	1.273406%		\$332,585		5,555	1.295914%	\$313,502	318,187
	5,482	1.294329%	1.643017%		\$4,685				
Total	421,625	100.000000%		\$22,842,890		428,655	100.000000%	\$20,783,290	\$20,783,290
	423,540	100.000000%							

Shaded cells reflect DOF revised Jan. 07 population figures and the resulting revised population percentages

Table 2

One Year Estimate of Measure D Local Apportionments
(FY 2009-2010)

Jurisdiction	Population	FY 09-10 Estimate
Buellton	4,700	\$277,404
Carpinteria	14,271	719,313
Goleta	30,400	1,474,497
Guadalupe	6,541	356,616
Lompoc	42,957	2,078,397
Santa Barbara City	90,305	4,297,213
Santa Barbara County	142,816	6,914,686
Santa Maria	91,110	4,346,977
Solvang	5,555	<u>318,187</u>
T o t a l	428,655	\$20,783,290

FY 09-10 estimates reflect recalculation adjustments based on revised DOF population figures for Jan. 07

Table 3
Measure D Regional Program
Paratransit Allocations
(FY 2009-2010)

Apportionment Area	Claimants	Population	% of Total Population	Allocations
South Coast	Easy Lift	208,086	48.697073%	\$67,773
Santa Maria Valley	Santa Maria Area Transit	133,901	31.336018%	43,612
Lompoc Valley	Lompoc Transit	61,427	14.375379%	20,007
Santa Ynez Valley	Valley Transit	23,893	5.591530%	7,782
TOTAL		427,307	100.000000%	\$139,174

**MEASURE D
LOCAL ALLOCATION PROCESS
FY 2009-2010**

Presented below is a summary schedule describing the process by which Local Allocation funds will be disbursed to local agencies.

Steps in Local Allocation Process

	<u>Date</u>
1) SBCAG establishes estimate of Measure D funds for the final year of Measure D funding.	February 2, 2009
2) SBCAG provides the Technical Transportation Advisory Committee (TTAC) with an estimate of the Measure D Local Allocation revenues and seeks approval of apportionments.	February 5, 2009
3) Local agencies submit a one year program of local projects to SBCAG. The project listing should be prepared and adopted consistent with the Measure D Ordinance and Rules.	April 15, 2009
4) SBCAG reviews local programs of projects and seeks modifications as necessary.	April/May, 2009
5) SBCAG approves Regional Program of Projects and allocation of Local Measure D funds to local agencies for FY 2009-2010.	June 18, 2009
6) At the close of the fiscal year, SBCAG will arrange for independent audits of each agency's financial transactions to ensure that Measure D funds are being expended consistent with the Ordinance.	August 2009
7) Revenues received from the State Board of Equalization are disbursed by the County Auditor-Controller to the local agencies in monthly payments. Funds received by local agencies are to be deposited in a separate Transportation Improvement Account.	Monthly
8) Within thirty days after the close of each quarter, local agencies shall submit to SBCAG a report of Measure D revenues and expenditures of the prior quarter using the form provided by SBCAG.	<u>Quarterly:</u> Oct. 30, 2009 Jan. 30, 2009 Apr. 30, 2009 July 30, 2009