



October 23, 2024

To: Finance and Administration Committee

From: Darrell E. Johnson, Chief Executive Officer

Subject: SB 1 (Chapter 5, Statutes of 2017) State of Good Repair Claims for Fiscal Year 2024-25

Overview

The Orange County Transportation Authority is eligible to receive funding from the SB 1 State of Good Repair Program that is funded by the Transportation Improvement Fee on vehicle registrations. Funding recommendations for fiscal year 2024-25 were approved by the Board of Directors on August 12, 2024. Upon approval of the statewide list of fiscal year 2024-25 projects by the California Department of Transportation, the Orange County Transportation Authority must file claims on a quarterly basis to receive the funding.

Recommendation

Authorize the filing of SB 1 State of Good Repair claims, in the amount of \$7.084 million, or up to the actual allocation published by the State Controller's Office, to fund capital projects approved by the Orange County Transportation Authority Board of Directors.

Background

The State of Good Repair (SGR) Program is funded by a portion of the Transportation Improvement Fee on vehicle registrations. The State Controller's Office (SCO) annually publishes estimates of SGR funding levels in January, with revised estimates provided in August of each year. SGR funds are expected to be allocated quarterly beginning November 2024, upon receipt of the approved recipients from the California Department of Transportation and filing of claims by the Orange County Transportation Authority (OCTA).

Discussion

In January 2024, the SCO estimated that OCTA would receive \$7.084 million of SGR funds for fiscal year (FY) 2024-25. On August 12, 2024, the OCTA Board

of Directors (Board) approved the FY 2024-25 SB 1 SGR Program recommendations, directing the funds for the following projects:

Project	Estimated SB 1 SGR (in millions)
San Juan Creek Bridge Replacement Mile Post 197.9	\$5.578
Security gates at Anaheim, Garden Grove, and Santa Ana bases	\$1.00
Heating, ventilation, and air conditioning, exhaust fan, and vacuum unit replacement at the Santa Ana Bus Base	\$0.506
Total	\$7.084

In August 2024, the SCO published a revised FY 2024-25 SGR estimate for OCTA in the amount of \$7.550 million. The SCO anticipates releasing FY 2024-25 funds to transit agencies beginning November 2024. OCTA will then be able to submit claims to receive these funds on a quarterly basis.

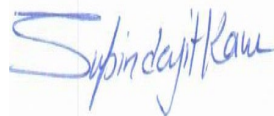
Summary

The SGR Program provides funding for transit capital projects or services to maintain or repair a transit operator’s existing transit vehicle fleet or transit facilities that improve existing transit services. Staff recommends the Board authorize filing of claims to receive the SGR funds.

Attachment

None.

Prepared by:



Sam Kaur
Department Manager,
Revenue Administration
(714) 560-5889

Approved by:



Andrew Oftelie
Chief Financial Officer,
Finance and Administration
(714) 560-5649