



AUGUST 10, 2017

AGENDA ITEM # 2

EXECUTIVE DIRECTOR'S REPORT

Action Requested: Receive and file

Key Staff: Norman Hom, Executive Director (Interim)

Administration

New Citrus Heights Governing Board Representative. Today we welcome new Citrus Heights Councilman Albert J. Fox to his first STA Governing Board meeting. Mr. Fox fills the vacancy left by Mel Turner, who passed away in April.

Audit. The FY 2016/17 independent financial audit is underway. The Independent Taxpayer Oversight Committee (ITOC) is acting as the Audit Committee and conducted the entrance conference with the auditor, Richardson & Company LLC, on July 27. The audit will continue into December, after which, the ITOC will present the final audit report to the STA Board.

STA Office Relocation. We're moving. Effective September 18, our new mailing address will be:

Sacramento Transportation Authority
801 12th Street, Fifth Floor
Sacramento, California 95814

Staff phone numbers and other contact information will remain the same. We will be working from temporary spaces on the third floor and using temporary storage on the fifth floor during construction of the tenant improvements which should be completed by December. We appreciate your patience and understanding during our transition.

Measure A

Status of Bond Transactions Authorized at June STA Board Meeting. The 6-month extension of the Standby Bond Purchase Agreement with U.S. Bank for the Series 2009C Bonds was successfully executed on July 12. The 3-year extension of the Direct Purchase Agreement with Wells Fargo for the Series 2014A Bonds is nearing completion and is expected to close the week of August 7.

Long-Term Revenue Projections. The revised long-term Measure A revenue projections will not be received in time for staff to review and properly vet for today's meeting. They will be presented to the Budget Subcommittee in August and to the STA Board on October 12.

Full Funding Agreement for Isleton. There is no news to report on efforts to establish an advance funding contract with the City of Isleton to give them full access to \$434,000 in *old* Measure A funds to begin road rehabilitation work. We continue to await Isleton's capital improvement plan.

SacMetro Freeway Service Patrol (FSP)

FSP Funding. SacMetro FSP will receive \$1,199,457 from Caltrans' State Highway Account for FY 2017/18. This is 4.71 percent of the statewide total and a 9 percent increase from last year but 3.6 percent less than we had forecasted in the budget.

Fund Transfer Agreement. The last several years, Caltrans has been late in releasing funding for freeway service patrol, sometimes as late as 8-9 months *after* the start of the fiscal year. Staff has been working with Caltrans to get funds flowing sooner and were hopeful of presenting a Fund Transfer Agreement for approval at today's meeting. Unfortunately, Caltrans has not sent them out yet and we are now targeting the October 12 Board meeting. In the meantime, we must rely solely on local match funding provided by the Capitol Valley Regional Service Authority for Freeways and Expressways (CVR-SAFE) to keep FSP operating.

Construction FSP on Pioneer Bridge. Caltrans is resurfacing the Pioneer Bridge near downtown Sacramento with the goal of completing all work by the Labor Day weekend. Caltrans wants SacMetro FSP to provide construction freeway service patrol during their series of planned 55-hour weekend lane closures. However, their request was only recently received and we do not have a contractual agreement with Caltrans in place to accommodate this extra coverage. Item 8 is for a cooperative agreement that would allow STA to proceed. More information on the project and closures may be found at www.pioneerbridgeproject.com.

Sacramento Abandoned Vehicle Service Authority (SAVSA)

4th Quarter Status. The 4th quarter of FY 2016/17 has ended but we do not have a status report for the Board on today's agenda. Last year, we changed our accounting from a cash basis to an accrual basis and now correlate payments to the same quarter abatements occur. Since we will not receive the 4th quarter abandoned vehicle abatement payment from the State Controller's Office until mid-August, the end-of-the-year results will not be reported to you until the October 12 Board meeting.

Isleton Membership. There is no news to report on efforts to renew the City of Isleton's SAVSA membership. Isleton was one of the charter members of SAVSA and is now the only city in the County that does not participate in the Sacramento County Abandoned Vehicle Abatement Program.

Independent Taxpayer Oversight Committee (ITOC)

The Independent Taxpayer Oversight Committee is currently reviewing the ITOC Functional Guidelines and the Measure A Performance Standards as well as serving as the Audit Committee for the FY 2016/17 independent financial audit. The next meeting of the ITOC is August 31 at 4:00 p.m. The meetings are open to the public and all are welcome to attend. More information may be found at www.sacitoc.org.

Upcoming Event

The Self-Help Counties Coalition's Focus on the Future Conference is October 30–31, 2017 in San Francisco. Particularly important this year is an opportunity for select local transportation authority directors to sit down with Commissioners on the California Transportation Commission (CTC) to express their agencies' concerns and positions on the implementation guidelines for SB1, a.k.a., the Road Repair and Accountability Act of 2017. For mid-size counties like Sacramento—which often is not as competitive for large project funding as the Bay Area and Southern California and which does not qualify for programs aimed at small counties—the opportunity to talk face-to-face with CTC commissioners is valuable.

Looking Ahead

The next meeting of the STA Governing Board is **October 12, 2017** (there is no Board meeting scheduled for September). Items tentatively planned for the October meeting include:

- Measure A agency five-year plans for ongoing programs and capital projects
- Measure A revenue projections, debt capacity and cashflow analysis
- Caltrans' \$30 million advance funding request for Interstate 5 HOV/Bus Lane Project
- FY2017/18 Fund Transfer Agreement with Caltrans for FSP funding