



For Agenda Of:

October 12, 2005

ITEM #3

To: Sacramento Transportation Authority

Subj: **Supplemental FY 2005-06 Measure A Revenue Allocation**

RECOMMENDATION:

Approve supplemental Measure A revenue allocation for excess revenue received, and agency fund interest earnings in fiscal year 2005-06.

Approve partial distribution of existing Measure A reserve funds.

DISCUSSION:

In, June, the final fiscal year 2005-06 revenue was received from the State. The total Measure A revenue received in FY 2005-06 was \$108,749,536. This exceeded estimated revenue by \$5,069,536. Given the large excess amount of revenue received in FY 2005-06, staff recommends the amount be allocated to Measure A entities in the form of a supplemental allocation to the FY 2006-07 expenditure plans.

In addition, each entity with money on deposit with the STA in an agency account earns interest on those funds. The interest earnings for FY 2005-06 have been determined and should also be included in this supplemental allocation. Total interest earned on agency accounts is \$3,786,577.

In addition, staff is recommending a partial distribution of existing reserve funds. Reserves currently total a little over \$8 million, Staff is recommending a distribution of \$2.5 million of those funds. There are almost three years remaining in the current Measure A and staff believes that a rational distribution of these reserve funds allows the Measure A jurisdictions to have more money for current projects, while still maintaining a prudent reserve for the STA.

With the proposed allocation of reserves, the total of the excess Measure A revenue, and interest earnings available for supplemental allocation is \$11,356,113. Each entity will be required to submit an expenditure plan request for the amount of the supplemental allocation. These requests will then be brought to the STA Board for approval. The attached schedule shows

the total additional revenues each entity will receive under this supplemental allocation. Upon approval of the allocation concept, STA staff will begin working with the Measure A entities and will bring supplemental expenditure plan requests to your Board as they are received.

Respectfully Submitted,

Mona Stephens
Sr. Transportation Administrator

Attachment