



**BETTY T. YEE**  
**California State Controller**

August 31, 2017

Mr. Kelly Sessions  
Finance Manager  
City of San Pablo  
13831 San Pablo Avenue  
San Pablo, CA 94806-3717

Re: Road Maintenance and Rehabilitation Program  
Maintenance-of-Effort Requirements Calculation

Dear Mr. Sessions:

On April 28, 2017, the Governor signed Senate Bill (SB) 1 (Chapter 5, Statutes of 2017), known as the Road Repair and Accountability Act of 2017. SB 1 was enacted to address basic road maintenance, rehabilitation, and critical safety needs on both the state highway and local streets and road system.

Beginning November 1, 2017, SB 1 taxes and fees will be deposited into the newly created Road Maintenance and Rehabilitation Account (RMRA). This will result in more than double the total amount of state local streets and roads funding apportioned annually to cities and counties by the State Controller's Office (SCO) for road maintenance and rehabilitation.

Expenditure authorities for RMRA funding is governed by Article XIX of the California Constitution; Revenue and Taxation Code, Division 2, Part 5, Chapter 6, section 11051; and Streets and Highways Code, Chapter 2, Division 3, section 2030 (b).

To receive the RMRA apportionments, cities and counties have a maintenance-of-effort (MOE) requirement established in Streets and Highways Code section 2036 which specifies that cities and counties must annually expend from their discretionary expenditures for street and transportation purposes an amount not less than the annual average of their discretionary expenditures during fiscal year (FY) 2009-10, FY 2010-11, and FY 2011-12, as reported to the SCO pursuant to Streets and Highways Code section 2151.

RMRA funds are subject to audit by the SCO for compliance with Article XIX of the California Constitution, Revenue and Taxation Code section 11051, and Streets and Highways Code sections 2036 and 2151.

Attached is a Calculation Summary Sheet of the City of San Pablo's MOE. This sheet contains expenditure amounts funded by discretionary sources certified by the city's fiscal officer in its Annual Street Report (ASR) to the SCO.

Please review the Calculation Summary Sheet and do one of the following:

- Certify the amounts as reported in the ASR; or
- Request additional SCO review with proposed adjustments.

City-certified amounts may be subject to additional review by the SCO prior to finalizing the MOE amount, pursuant to Streets and Highways Code 2036(d). Our office will contact you if further review is needed.

For any proposed adjustments, please provide the following:

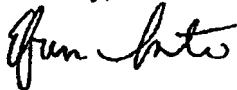
- Documentation and/or worksheet calculation to support the original submitted expenditures
- Documentation to support proposed adjustments.

Return the completed Calculation Summary Sheet by **October 16, 2017**, to:

State Controller's Office  
Division of Audits  
Marty Namjou, Audit Manager  
PO Box 942850  
Sacramento, CA 94250-5874

If you have any questions, please contact Mr. Namjou by telephone at (916) 327-3928 or by email at [AUDstreetsroads@sco.ca.gov](mailto:AUDstreetsroads@sco.ca.gov).

Sincerely,



EFREN LOSTE, Chief  
Local Government Audits Bureau

Attachment

**ROAD MAINTENANCE AND REHABILITATION PROGRAM  
MAINTENANCE-OF-EFFORT  
CALCULATION SUMMARY SHEET**

City of San Pablo

**SCHEDULE OF EXPENDITURES  
AS REPORTED TO THE STATE CONTROLLER  
PURSUANT TO STREETS AND HIGHWAYS CODE SECTIONS 2151 and 2152**

**DISCRETIONARY FUND EXPENDITURES FOR  
FISCAL YEAR (FY) 2009-10, FY 2010-11, and FY 2011-12**

	FY 2009-10	FY 2010-11	FY 2011-12	AVERAGE
<b>EXPENDITURES PER ASR</b>	<b>\$659,155.00</b>	<b>\$296,194.00</b>	<b>\$439,473.00</b>	<b>\$464,940.67</b>
<b>ADJUSTMENTS</b>				
<b>DELETIONS:</b>				
<b>ADDITIONS:</b>				
<b>ADJUSTED EXPENDITURES</b>				

☐ I HEREBY CERTIFY, to the best of my knowledge and belief, that the total discretionary street purpose expenditure amounts reported herein are reported accurately in accordance with the requirements as prescribed by the State Controller.

☐ I am requesting additional review by the SCO of the proposed adjustments.

Signature: \_\_\_\_\_

Date: \_\_\_\_\_

Printed Name: \_\_\_\_\_

Title: \_\_\_\_\_

☐ I HEREBY CERTIFY, that the above MOE calculations have been reviewed and approved by the SCO.

Signature: \_\_\_\_\_

Date: \_\_\_\_\_

Printed Name: \_\_\_\_\_

Title: \_\_\_\_\_



# Maintenance of Effort - General Fund for Streets & Roads - Estimated Unofficial

Road Maintenance and Rehabilitation Account per Streets & Hwys Code Sec 2036 <sup>1</sup>

revised est: 08/07/2017

Streets and Roads Annual Report - Reported General Fund for Street Purposes						
	FY2009-10	FY2010-11	FY2011-12	Average	Adjustment	RMRA M.O.E.
<b>CONTRA COSTA COUNTY</b>						
ANTIOCH	2,417,682	1,575,381	1,875,381	1,956,148		1,956,148
BRENTWOOD	2,017,096	3,096,154	1,454,125	2,189,125		2,189,125
CLAYTON	0	0	0	0		0
CONCORD	4,167,882	3,896,046	2,608,143	3,557,357		3,557,357
DANVILLE	980,000	1,804,890	0	928,297		928,297
EL CERRITO	0	469,895	60,053	176,649		176,649
HERCULES	424,976	308,750	195,336	309,687		309,687
LAFAYETTE	538,160	1,137,045	1,151,013	942,073		942,073
MARTINEZ	1,697,622	1,586,339	1,542,581	1,608,847		1,608,847
MORAGA	458,808	404,252	0	287,687		287,687
OAKLEY	13,770	44,905	568,102	208,926		208,926
ORINDA	787,678	780,302	1,193,244	920,408		920,408
PINOLE	173,063	156,564	83,930	137,852		137,852
PITTSBURG	220,325	227,292	150,780	199,466		199,466
PLEASANT HILL	841,972	1,109,112	1,239,733	1,063,606		1,063,606
RICHMOND	0	4,160,798	5,760,486	3,307,095		3,307,095
SAN PABLO	659,155	296,194	439,473	464,941		464,941
SAN RAMON	1,022,558	161,185	451,901	545,215		545,215
WALNUT CREEK	3,959,699	3,286,107	3,565,758	3,603,855		3,603,855
<b>DEL NORTE COUNTY</b>						
CRESCENT CITY	251,808	0	273,314	175,041		175,041
<b>EL DORADO COUNTY</b>						
PLACERVILLE	600,221	405,623	426,044	477,296		477,296
SOUTH LAKE TAHOE	2,433,597	2,218,073	1,543,976	2,065,215		2,065,215

