



TO: Mayor and Councilmembers

FROM: Michelle Greene, City Manager

CONTACT: Dana Grossi, Management Analyst

SUBJECT: Resolution Opposing California Ballot Proposition 6: Voter Approval for Future Gas and Vehicle Taxes and 2017 Tax Repeal Initiative

RECOMMENDATION:

Adopt Resolution 18-__ entitled "A Resolution of the City Council of the City of Goleta, California, Opposing Proposition 6: Voter Approval for Future Gas and Vehicle Taxes and 2017 Tax Repeal Initiative."

BACKGROUND:

Last year the California Legislature passed Senate Bill 1 (SB 1), the "Road Repair and Accountability Act of 2017," which will effectively double the amount of revenues cities receive from the state for local street maintenance and rehabilitation needs. SB 1 will raise approximately \$5.4 billion annually in long-term, dedicated transportation funding to rehabilitate and maintain local streets, roads, and highways, make critical, life-saving safety improvements, repair and replace aging bridges and culverts, reduce congestion and increase mobility options, including bicycle and pedestrian facilities. Over the next 10 years, the City of Goleta is projected to receive \$8,902,572 for its local streets and roads. Statewide, this new funding is estimated to support at least \$182.6 billion in increased economic activity and benefits for California residents over the next 10 years. As concluded by the California Statewide Local Streets and Roads Needs Assessment, the condition of transportation networks throughout California is deteriorating at an increasing rate, making SB 1 a much-needed funding source. Below is a list of the estimated revenue generated from SB 1:

- \$1.8 billion – 12 cent increase to gasoline excise tax (Nov. 1, 2017)
- \$730 million – 20 cent increase to diesel excise tax (Nov. 1, 2017)
- \$300 million – 4% addition to diesel sales tax (Nov. 1, 2017)
- \$704 million – One-time loan repayment (2017-2020)
- \$1.6 billion – \$25-\$175 transportation improvement fee (Jan 1, 2018)
- \$1.1 billion – 17.3 cent reset of price-based gas tax (July 1, 2019)
- \$20 million - \$100 zero emission vehicle registration fee (July 1, 2020)

DISCUSSION:

The City of Goleta has already benefitted from the passage of SB 1, with an additional \$217,239 in funding for Fiscal Year 2017-18, and \$563,514 projected for the 2018-19 Fiscal Year. Attachment 2 provides 10-year projections for SB 1 funds to Goleta. In addition to current and future planned pavement rehabilitation maintenance projects within Goleta, SB 1 is providing significant funding to the San Jose Creek Multipurpose Bike Path Project as well as the Goleta Train Depot project, the latter funded through the Transit and Intercity Rail Capital Program (TIRCP) in partnership with the Santa Barbara County Association of Governments (SBCAG). A loss in SB 1 funding has the potential to delay these projects in the absence of alternative funding sources.

California Proposition 6, which will be considered by voters on November 6, 2018, threatens to repeal SB 1 and the fuel tax increases and vehicle fees that were enacted in 2017. Proposition 6 is the "Voter Approval for Future Gas and Vehicle Taxes and 2017 Tax Repeal Initiative." This proposition would eliminate more than \$52 billion over the next 10 years in existing transportation funding, including \$15 billion in direct apportionments and \$11 billion available for competitive grant funding to cities and counties statewide. In addition, more than 6,500 transportation projects currently underway or planned in California communities would be threatened.

Therefore, staff recommend that the City Council adopt the proposed resolution opposing Proposition 6, thereby reaffirming the Council's commitment to the support of SB 1.

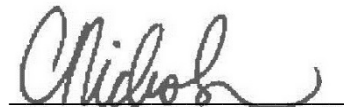
FISCAL IMPACTS:

There is no fiscal impact associated with the adoption of this Resolution opposing Proposition 6, however, as noted above the City will face a significant loss funding for road maintenance, bicycle, and multi-modal transit projects if Proposition 6 passes.

ALTERNATIVES:

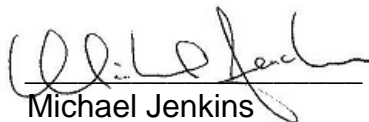
The City Council could choose to forego adoption of this Resolution opposing Proposition 6. However, this alternative would be inconsistent with the City's previous policy position in support of statewide funding (through SB 1) for the repair of California's transportation infrastructure.

Reviewed By:



Carmen Nichols
Deputy City Manager

Legal Review By:



Michael Jenkins
City Attorney

Approved By:



Michelle Greene
City Manager

ATTACHMENTS:

1. Resolution Opposing Proposition 6: Voter Approval for Future Gas and Vehicle Taxes and 2017 Tax Repeal Initiative
2. SB 1 Road Repair and Accountability Act of 2017 - New Local Streets and Roads Funding (10 Year Projections)

ATTACHMENT 1

Resolution 18-__ Opposing Proposition 6: Voter Approval for Future Gas and Vehicle
Taxes and 2017 Tax Repeal Initiative

RESOLUTION NO. 18-__

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF GOLETA, CALIFORNIA, OPPOSING PROPOSITION 6, VOTER APPROVAL FOR FUTURE GAS AND VEHICLE TAXES AND 2017 TAX REPEAL INITIATIVE

WHEREAS, cities and counties own and operate more than 81 percent of streets and roads in California, and from the moment we open our front door to drive to work, bike to school, or walk to the bus station, people are dependent upon a safe, reliable local transportation network; and

WHEREAS, the 2016 California Statewide Local Streets and Roads Needs Assessment, which provides critical analysis and information on the local transportation network's condition and funding needs, indicates that the condition of the local transportation network is deteriorating at an increasing rate; and

WHEREAS, California has more than 1,600 bridges and overpasses that are structurally deficient and unsafe and 89% of counties have roads that are in 'poor' or 'at-risk' condition; and

WHEREAS, according to the National Highway Traffic Safety Association, there were more than 3,600 fatalities on California roads in 2016, with poor road conditions as a major factor in vehicle collisions and accidents; and

WHEREAS, Proposition 6 would eliminate more than \$52 billion over the next 10 years in existing transportation funding, including the \$15 billion in direct apportionments, and \$11 billion in available competitive grant funding, to cities and counties statewide; and

WHEREAS, Proposition 6 would stop funding for more than 6,500 transportation improvement projects currently underway or planned in every California community; and

WHEREAS, Proposition 6 would jeopardize public safety by eliminating thousands of projects to fix unsafe bridges and overpasses, repair crumbling and unsafe roads, and enhance pedestrian safety; and

WHEREAS, Proposition 6 would raid approximately \$8,902,572 planned to be dedicated to the City of Goleta (City) over the next 10 years, and halt critical investments in transportation improvement projects in our community that are currently planned to be used for:

- Local pavement rehabilitation and maintenance
- San Jose Creek Multipurpose Bike Path Project

- Goleta Train Depot, in partnership with the Santa Barbara County Association of Governments

WHEREAS, voters overwhelmingly passed Proposition 69 in June thereby ensuring transportation funds can only be used for transportation purposes and the State and local governments are accountable to taxpayers; and

WHEREAS, Proposition 6 would eliminate transportation revenues that are accountable to taxpayers, can't be diverted or borrowed, and that voters overwhelmingly dedicated to fixing our roads.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GOLETA, AS FOLLOWS:

SECTION 1. The City hereby opposes Proposition 6 on the November 2018 ballot; and

SECTION 2. The City can be listed as a member of the No on Proposition 6 coalition, a diverse coalition of local governments, public safety organizations, business, labor, environmental leaders, transportation advocates and other organizations throughout the state.

SECTION 3.

The City Clerk shall certify to the passage and adoption of this resolution and enter it into the book of original resolutions.

PASSED, APPROVED AND ADOPTED this 16th day of October, 2018.

PAULA PEROTTE, MAYOR

ATTEST:

APPROVED AS TO FORM:

DEBORAH S. LOPEZ
CITY CLERK

MICHAEL JENKINS
CITY ATTORNEY

STATE OF CALIFORNIA)
COUNTY OF SANTA BARBARA) ss.
CITY OF GOLETA)

I, DEBORAH S. LOPEZ, City Clerk of the City of Goleta, California, DO
HEREBY CERTIFY that the foregoing Resolution No. 18-__ was duly adopted
by the City Council of the City of Goleta at a regular meeting held on the 16th day
of October, 2018 by the following vote of the Council:

AYES:

NOES:

ABSENT:

(SEAL)

DEBORAH S. LOPEZ
CITY CLERK

ATTACHMENT 1

SB 1 Road Repair and Accountability Act of 2017 - New Local Streets and Roads
Funding (10 Year Projections)

SB 1 Road Repair and Accountability Act of 2017 - New Local Streets & Roads Funding - Ten Year Projections

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	Ten yr Total
<u>San Luis Obispo County</u>											
Arroyo Grande	\$ 121,315	\$ 314,688	\$ 445,758	\$ 504,303	\$ 534,231	\$ 558,294	\$ 583,032	\$ 609,993	\$ 636,344	\$ 663,581	\$ 4,971,539
Atascadero	\$ 211,357	\$ 548,255	\$ 776,607	\$ 878,606	\$ 930,747	\$ 972,671	\$ 1,015,769	\$ 1,062,741	\$ 1,108,650	\$ 1,156,104	\$ 8,661,507
El Paso De Robles	\$ 217,136	\$ 563,248	\$ 797,845	\$ 902,632	\$ 956,200	\$ 999,270	\$ 1,043,546	\$ 1,091,803	\$ 1,138,968	\$ 1,187,719	\$ 8,898,367
Grover Beach	\$ 91,916	\$ 238,429	\$ 337,736	\$ 382,094	\$ 404,770	\$ 423,002	\$ 441,744	\$ 462,172	\$ 482,137	\$ 502,774	\$ 3,766,774
Morro Bay	\$ 73,612	\$ 190,949	\$ 270,481	\$ 306,005	\$ 324,165	\$ 338,766	\$ 353,777	\$ 370,137	\$ 386,126	\$ 402,653	\$ 3,016,671
Pismo Beach	\$ 56,410	\$ 146,325	\$ 207,271	\$ 234,494	\$ 248,410	\$ 259,599	\$ 271,102	\$ 283,638	\$ 295,891	\$ 308,556	\$ 2,311,696
San Luis Obispo	\$ 319,593	\$ 829,018	\$ 1,174,311	\$ 1,328,543	\$ 1,407,386	\$ 1,470,779	\$ 1,535,948	\$ 1,606,975	\$ 1,676,394	\$ 1,748,148	\$ 13,097,095
County of SLO	\$ 2,673,964	\$ 6,936,211	\$ 9,970,000	\$ 11,180,000	\$ 11,820,000	\$ 12,330,000	\$ 12,860,000	\$ 13,430,000	\$ 13,980,000	\$ 14,560,000	\$ 109,740,175
Cities & Co. of San Luis Obispo	\$ 3,765,303	\$ 9,767,123	\$ 13,980,009	\$ 15,716,677	\$ 16,625,909	\$ 17,352,381	\$ 18,104,918	\$ 18,917,459	\$ 19,704,510	\$ 20,529,535	\$ 154,463,824
<u>Santa Barbara County</u>											
Buellton	\$ 35,082	\$ 91,003	\$ 128,907	\$ 145,837	\$ 154,492	\$ 161,451	\$ 168,605	\$ 176,401	\$ 184,022	\$ 191,898	\$ 1,437,698
Carpinteria	\$ 95,370	\$ 247,389	\$ 350,428	\$ 396,453	\$ 419,981	\$ 438,898	\$ 458,345	\$ 479,541	\$ 500,256	\$ 521,668	\$ 3,908,329
Goleta	\$ 217,239	\$ 563,514	\$ 798,222	\$ 903,059	\$ 956,651	\$ 999,742	\$ 1,044,040	\$ 1,092,319	\$ 1,139,506	\$ 1,188,280	\$ 8,902,572
Guadalupe	\$ 50,712	\$ 131,546	\$ 186,335	\$ 210,809	\$ 223,319	\$ 233,378	\$ 243,719	\$ 254,989	\$ 266,004	\$ 277,390	\$ 2,078,201
Lompoc	\$ 301,248	\$ 781,432	\$ 1,106,904	\$ 1,252,283	\$ 1,326,601	\$ 1,386,355	\$ 1,447,783	\$ 1,514,733	\$ 1,580,168	\$ 1,647,803	\$ 12,345,310
Santa Barbara	\$ 636,553	\$ 1,651,205	\$ 2,338,945	\$ 2,646,139	\$ 2,803,175	\$ 2,929,439	\$ 3,059,240	\$ 3,200,709	\$ 3,338,975	\$ 3,481,892	\$ 26,086,272
Santa Maria	\$ 726,957	\$ 1,885,713	\$ 2,671,127	\$ 3,021,949	\$ 3,201,288	\$ 3,345,484	\$ 3,493,719	\$ 3,655,280	\$ 3,813,183	\$ 3,976,398	\$ 29,791,098
Solvang	\$ 38,256	\$ 99,236	\$ 140,568	\$ 159,031	\$ 168,468	\$ 176,057	\$ 183,857	\$ 192,360	\$ 200,669	\$ 209,259	\$ 1,567,761
County of Santa Barbara	\$ 2,700,841	\$ 7,005,929	\$ 10,210,000	\$ 11,580,000	\$ 12,270,000	\$ 12,820,000	\$ 13,400,000	\$ 14,010,000	\$ 14,620,000	\$ 15,260,000	\$ 113,876,770
Cities & Co. of Santa Barbara	\$ 4,802,258	\$ 12,456,967	\$ 17,931,436	\$ 20,315,560	\$ 21,523,975	\$ 22,490,804	\$ 23,499,308	\$ 24,576,332	\$ 25,642,783	\$ 26,754,588	\$ 199,994,011
<u>Ventura County</u>											
Camarillo	\$ 476,223	\$ 1,235,312	\$ 1,749,830	\$ 1,979,650	\$ 2,097,133	\$ 2,191,594	\$ 2,288,702	\$ 2,394,539	\$ 2,497,980	\$ 2,604,900	\$ 19,515,863
Fillmore	\$ 107,272	\$ 278,262	\$ 394,160	\$ 445,928	\$ 472,392	\$ 493,670	\$ 515,544	\$ 539,384	\$ 562,685	\$ 586,769	\$ 4,396,066
Moorpark	\$ 251,904	\$ 653,435	\$ 925,595	\$ 1,047,162	\$ 1,109,306	\$ 1,159,273	\$ 1,210,639	\$ 1,266,623	\$ 1,321,339	\$ 1,377,896	\$ 10,323,172
Ojai	\$ 51,663	\$ 134,012	\$ 189,829	\$ 214,761	\$ 227,506	\$ 237,753	\$ 248,288	\$ 259,770	\$ 270,991	\$ 282,591	\$ 2,117,164
Oxnard	\$ 1,421,164	\$ 3,686,473	\$ 5,221,918	\$ 5,907,757	\$ 6,258,355	\$ 6,540,252	\$ 6,830,044	\$ 7,145,887	\$ 7,454,580	\$ 7,773,656	\$ 58,240,086
Port Hueneme	\$ 156,007	\$ 404,680	\$ 573,232	\$ 648,519	\$ 687,006	\$ 717,951	\$ 749,762	\$ 784,434	\$ 818,320	\$ 853,347	\$ 6,393,258
San Buenaventura	\$ 747,443	\$ 1,938,853	\$ 2,746,400	\$ 3,107,109	\$ 3,291,501	\$ 3,439,761	\$ 3,592,173	\$ 3,758,287	\$ 3,920,640	\$ 4,088,454	\$ 30,630,621
Santa Paula	\$ 209,674	\$ 543,890	\$ 770,425	\$ 871,611	\$ 923,337	\$ 964,927	\$ 1,007,682	\$ 1,054,281	\$ 1,099,824	\$ 1,146,900	\$ 8,592,551
Simi Valley	\$ 870,796	\$ 2,258,828	\$ 3,199,647	\$ 3,619,885	\$ 3,834,708	\$ 4,007,435	\$ 4,185,001	\$ 4,378,529	\$ 4,567,676	\$ 4,763,185	\$ 35,685,690
Thousand Oaks	\$ 899,168	\$ 2,332,425	\$ 3,303,899	\$ 3,737,828	\$ 3,959,651	\$ 4,138,006	\$ 4,321,357	\$ 4,521,191	\$ 4,716,500	\$ 4,918,379	\$ 36,848,404
County of Ventura	\$ 4,425,427	\$ 11,479,472	\$ 16,550,000	\$ 18,850,000	\$ 20,010,000	\$ 20,930,000	\$ 21,890,000	\$ 22,940,000	\$ 23,950,000	\$ 25,010,000	\$ 186,034,899
Cities & Co. of Ventura	\$ 9,616,741	\$ 24,945,642	\$ 35,624,935	\$ 40,430,210	\$ 42,870,895	\$ 44,820,622	\$ 46,839,192	\$ 49,042,925	\$ 51,180,535	\$ 53,406,077	\$ 398,777,774