



**Meeting Date: May 13, 2026**

**TOWN OF MORAGA**

**STAFF REPORT**

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**To: Honorable Mayor and Councilmembers**

**From: Nate Levine, Public Works Director / Town Engineer Deirdre Castillo, Senior Engineer Yao Miao, Assistant Engineer**

**Subject: Fiscal Year 2026-27 List of Streets to be Funded by Road Maintenance and Rehabilitation Account Revenues**

**RECOMMENDATION**

Adopt a Resolution establishing the Fiscal Year (FY) 2026-27 list of streets to be funded by FY 2026-27 Road Maintenance and Rehabilitation Account Revenues per Senate Bill 1: The Road Repair and Accountability Act of 2017.

**BACKGROUND**

On April 28, 2017, the Governor signed Senate Bill 1 (SB 1), which is known as the Road Repair and Accountability Act of 2017. SB 1 increases per gallon fuel excise taxes, diesel fuel sales taxes, and vehicle registration fees; and provides inflationary adjustments to tax rates in future years to address basic road maintenance, rehabilitation, and critical safety needs on the State highway and local streets and road system.

Beginning November 1, 2017, the State Controller deposited this funding into the Road Maintenance and Rehabilitation Account (RMRA). A percentage of the RMRA funding is apportioned by formula to eligible cities and counties pursuant to the Streets and Highways Code Section 2032(h) for basic road maintenance, rehabilitation, repairing, and replacing aging bridges for critical safety projects on the local streets and roads system. The League of California Cities prepared the FY 2026-27 revenue estimate (Attachment B). It is estimated that the Town of Moraga will receive \$485,497 in RMRA funds in FY 2026-27.

**SB1 Reporting Requirements**

SB 1 emphasizes the importance of accountability and transparency in delivering California's transportation programs. The State requires cities and counties to provide basic annual SB 1/RMRA project reporting to the California Transportation Commission. To receive the FY 2026-27 allocation of \$485,497, the Town must adopt a resolution listing projects proposed for

RMRA funding in the Town's Capital Improvement Program (CIP) budget at a regular Town Council meeting.

**DISCUSSION**

In FY 2026-27, \$485,497 in RMRA funding will be used for the pavement rehabilitation project listed in the table below, as well as for the Town’s Street Maintenance Operations.

<b>Project Description</b>	<b>RMRA Funds</b>
2026 Street Rehabilitation Project (CIP 26-401)	\$420,000
Street Maintenance Operations	\$65,497
<b>Total FY 2026-27 RMRA Funds</b>	<b>\$485,497</b>

**FISCAL IMPACT**

If the Town does not adopt a resolution identifying the projects to be funded with RMRA funds, the Town will not be eligible to receive its portion of RMRA funds, which are projects to be \$485,497 in FY 2026-27.

**CEQA COMPLIANCE**

The resolution establishing the FY 2026-27 list of streets to be funded with FY 2026-27 RMRA revenues is not subject to review under the California Environmental Quality Act (CEQA) pursuant to Public Resources Code Section 21000, et seq. and the CEQA Guidelines (14 Cal. Code Regs. §§ 15000 et. seq.), including without limitation, Public Resources Code section 21065 and California Code of Regulations 15378 As this is not a “project” that may cause a direct, or reasonably foreseeable indirect, physical change in the environment.

**ALTERNATIVES**

1. Approve the proposed resolution with modifications; or
2. Do not approve the proposed resolution and provide direction to staff. If the Town does not adopt a resolution identifying projects that will be funded with RMRA funds, then the Town will not be eligible to receive its portion of RMRA funds.

**NEXT STEPS**

Upon adoption, staff will submit the adopted resolution to the California Transportation Commission.

**ATTACHMENTS**

- [Attachment A - Draft Resolution with Exhibit A](#)
- [Attachment B - Local Streets-Roads Projected Revenues](#)