



Agenda Item No: 1.i

PLACENTIA CITY COUNCIL AGENDA REPORT

Meeting Date: June 16, 2026

Submitted by: Jesus Avila

From: Public Works

Subject:

MEASURE M ELIGIBILITY APPLICATION PACKAGE FOR FISCAL YEAR 2026-27

Financial Impact:

Revenue: \$1,198,336 in estimated Measure M Funds (211-90000-4507)

Summary:

On November 7, 2006, Orange County voters approved Renewed Measure M. Renewed Measure M ("M2") is a 30-year, multi-billion dollar program extension of the original Measure M half-cent countywide sales tax with a new slate of transportation projects and programs. It is anticipated that the City of Placentia will receive approximately \$1,198,336 in local fair share M2 funds for Fiscal Year ("FY") 2026-27. This action will approve and adopt required documents for submittal of a Measure M eligibility package to the Orange County Transportation Authority (OCTA).

Recommended Action:

It is recommended that the City Council:

1. Authorize staff to submit the 7-year Capital Improvement Program (CIP) project list utilizing Measure M funding; and
2. Adopt Resolution No. R-2026-30, a Resolution of the City Council of the City of Placentia, California, Concerning the Status and Update of the Local Signal Synchronization Plan (LSSP) for the Measure M (M2) Program; and
3. Adopt Resolution No. R-2026-31, a Resolution of the City Council of the City of Placentia, California, Concerning the Status and Update of the Pavement Management Plan (PMP) for the Measure M (M2) Program; and
4. Authorize staff to submit the Measure M Eligibility application package to OCTA to ensure continued eligibility for Measure M funding and receipt of Local Fair Share M2 funds.

Strategic Plan Statement:

This item is associated with Strategic Goal Nos. 1 and 3. Goal No. 1 pertains to fiscal sustainability by managing resources that support transportation infrastructure services for the community. Goal No. 3 pertains to infrastructure, facilities, and public spaces. Approving this item maintains funding eligibility to ensure the City's streets are maintained and enhanced.

Discussion:

Eligibility:

All the requirements set forth in OCTA Ordinance No. 2 must be met in order for the City to maintain eligibility for its local fair share of funds.

The eligibility application package the City has prepared for submittal includes all the documentation required by OCTA. This year, the City's application must include the following items:

1. Submittal of the Measure M Eligibility Checklist for Fiscal Year 2026-27;
2. Approval of a seven (7) year CIP which includes all projects funded partially or wholly by Measure M dollars;
3. Approval of the Local Signal Synchronization Plan (LSSP);
4. Approval of Maintenance of Effort ("MOE") Certification Reporting Form and supporting budget documents; and
5. Approval of Pavement Management Plan (PMP);

Process for Determining Measure M Eligibility:

The following process has been established for determining Measure M eligibility:

1. Agencies submit Measure M packages to OCTA;
2. OCTA staff reviews packages;
3. Citizens' Oversight Committee determines eligibility by reviewing certain components of the eligibility package; and
4. OCTA approves eligibility for agencies to receive Measure M funds.

If the package is found non-eligible by OCTA staff, the City will have 30 days to respond and appeal the staff findings. The matter then goes to the Technical Advisory Committee for review and recommendation with final decision resting with OCTA. The following briefly describes each component of the eligibility package.

Measure M Eligibility Checklist:

The Measure M Program requires the City's annual eligibility application to include a checklist that is used by OCTA staff and OCTA Taxpayers Oversight Committee to determine compliance with program requirements. The checklist demonstrates that the City is in compliance with the program.

Seven (7) Year Capital Improvement Program (CIP):

The City's annual eligibility application also includes the submittal of capital projects utilizing Measure M2 funds scheduled for construction during the seven (7) year period (Attachment 1). The project lists include budget and schedule details for reconstruction and paving projects, intersection improvements, ADA ramps, and traffic signal projects funded fully, or in part, by Measure M2 Funds.

Maintenance of Effort (MOE):

The Measure M program requires the City to support the ongoing "maintenance of effort" requirement by ensuring that City funds continue to be allocated towards street maintenance and repairs as well as other transportation-related projects. Measure M2 funds are designed to supplement, not replace, existing local funding sources for transportation projects. The City's required MOE is based upon a historic benchmark of General Fund expenditures towards road maintenance and transportation projects in the City.

Local Signal Synchronization Plan (LSSP):

The Local Signal Synchronization Plan is a three-year plan identifying traffic signal

synchronization routes and traffic signals to be improved, including all elements of the Regional Signal Synchronization Network located within the City. It includes goals that are consistent with those outlined as part of OCTA's Regional; Traffic Signal Synchronization Master Plan, including signal synchronization across jurisdictions. An updated plan is required for submittal to OCTA as part of the City's eligibility documentation. The City's Prior LSSP was last updated in 2023, and an updated 2026 version has been prepared. Approval of attached resolution (Attachment 2) includes adoption of the 2026 LSSP Update.

Pavement Management Plan (PMP):

The Pavement Management Plan (PMP) is a plan to manage the preservation, rehabilitation, and maintenance of paved roads by analyzing pavement life cycles, assessing overall system performance costs, and determining alternative strategies and costs necessary to improve the City's paved roads. Biennially the City must evaluate the condition of its streets and adopt a PMP which is subsequently adopted by the City Council. The plan is submitted to OCTA for its review to ensure it is in conformance with the criteria stated in the Orange County Transportation Authority Ordinance No. 3. The City's Prior PMP was last updated in 2024, and an updated 2026 version has been prepared. Approval of attached resolution (Attachment 4) includes adoption of the 2026 PMP Update.

Financial Summary:

It is anticipated that the City will receive approximately \$1,198,336 in local fair share M2 funds for Fiscal Year 2026-27, and these funds are included in the proposed FY 2026-27 Capital Improvement Program Budget.

Attachments

[Attachment 1 - City of Placentia FY 2026-27 CIP Project List with Measure M Funding.pdf](#)

[Attachment 2 - Resolution No. R-2026-30.docx](#)

[Attachment 3 - FINAL - Placentia 2026 LSSP Update - Report_5-19-26.pdf](#)

[Attachment 4 - Resolution No. R-2026-31.docx](#)

[Attachment 5 - 2026 Placentia OCTA PMP - Final.pdf](#)