

“We are a welcoming, active and business-friendly rural foothill community built on California's rich gold rush history.”



City Manager's Report

July 8, 2025, City Council Meeting

Prepared by: Dave Warren, Assistant City Manager/Director of Finance

Item #: 7.7

Subject: Consider approving an agreement with the El Dorado County Transportation Commission for Fiscal Year 2024/2025 Surface Transportation Block Grant Program Exchange Funds for the Smith Flat Road Storm Drain and Paving project (CIP #42213) and authorizing the City Manager to execute the same.

Recommendation:

Adopt a resolution:

1. Approving an agreement with the El Dorado County Transportation Commission for Fiscal Year 2024/2025 Surface Transportation Block Grant Program Exchange Funds for the Smith Flat Road Storm Drain and Paving project (CIP #42213).
2. Authorizing the City Manager to execute the same.

Purpose:

The purpose of tonight's action is to secure \$200,000 in Surface Transportation Block Grant Program (STBGP) Exchange revenue to partially fund the Smith Flat Road Storm Drain and Paving project (CIP #42213).

Background:

The City receives \$200,000 in STBGP Exchange Funds, which were previously identified as Regional Surface Transportation Program (RSTP) Exchange revenues, from the El Dorado County Transportation Commission (EDCTC) annually according to a formula based distribution policy adopted by the EDCTC on April 4, 2024. STBGP Exchange revenues are passed through EDCTC by the State of California in exchange for more restrictive Federal STBGP revenues. STBGP Exchange revenues can be used to maintain the City's arterial roads such as Smith Flat Road.

The State requires all STBGP Exchange Recipients, like the City, to enter into an agreement with their local Transportation Commissions to provide additional oversight in the use of STBGP Exchange funds. Staff recommends that this revenue be used to partially fund the Smith Flat Road Storm Drain and Paving project (CIP #42213). The total amount of the agreement is \$200,000. In order for the City to expend the \$200,000 in STBGP Exchange revenues on this project, it must enter into a funding agreement with the EDCTC. Tonight, staff recommends the City Council approve the STBGP Exchange funding agreement with the EDCTC for Fiscal Year 2024/2025.

Options:

1. Adopt a resolution approving the STBGP Exchange funding agreement with the EDCTC as presented.
2. Adopt a resolution approving a revised STBGP Exchange funding agreement with the EDCTC.
3. Direct staff to take other action.

Environmental:

Tonight's action is not applicable.

Cost:

There are no costs associated with tonight's action.

Budget Impact:

The City Council has not appropriated the Fiscal Year 2024/2025 STBGP Exchange revenues yet. Staff is recommending a \$200,000 budget appropriation in Fiscal Year 2024/2025 STBGP revenues for the Smith Flat Road Storm Drain and Paving project (CIP #42213) in another staff report on tonight's agenda under a separate cover.



M. Cleve Morris, City Manager



**Dave Warren, Assistant City Manager/
Director of Finance**

Attachments:

- A. Resolution
- B. STBGP Agreement