



CITY OF SAND CITY
MONTEREY COUNTY, CALIFORNIA

MEASURE X
ANNUAL PROGRAM COMPLIANCE REPORT
FISCAL YEAR 2024/2025

Prepared: December 30, 2025

ANNUAL PROGRAM COMPLIANCE REPORT

The Annual Program Compliance Report (APCR) should, at a minimum, describe the efforts of the local jurisdiction to comply with the policies of Measure X over the reporting period. The report should include a narrative of how the jurisdiction spent Measure X funds on local projects including the project title; brief description; discussion of the project benefits; and before and after pictures. A balance sheet should also be included with the report detailing the receipt and expenditure of Measure X funds, as shown in the example below.

Fiscal Year Update

As noted in the previous APCR, the City of Sand City (City) was able to successfully work with the Transportation Agency for Monterey County (TAMC) and the Measure X Citizen’s Oversight Committee (XTOC) during FY 23/24 and 24/25, resulting in the adoption of Ordinance No. 2024-01 at the August 28, 2024 TAMC Board of Directors meeting, which amended Ordinance 2016-01 for the Transportation Safety and Investment Plan and Retail Transactions and Use Tax. This amendment modified the City’s Maintenance of Effort (MOE) requirement allowing it to be back in compliance with the ordinance.

As a result, in FY 24/25, the City received disbursements from previous years that were held back. The City has banked its share of Measure X revenues for use on future street maintenance and rehabilitation (M+R) projects as described in this report. During FY 24/25, the City continued to plan city-wide street M+R projects and allocate funding in its adopted Capital Improvement Program (CIP), for implementation in FY 25/26. The City will apply its banked Measure X funds to these projects during FY 25/26 as described in this report.

CITY OF SAND CITY – FY 24/25 BALANCE SHEET EXAMPLE

REVENUES	
Carryover from Previous Year	\$107,689 ¹
Measure X Revenues	\$184,932
Interest Earnings on Revenues	\$0.00
TOTAL REVENUES:	\$292,621
EXPENDITURES	
(Listing of Program Expenditures)	\$0.00
TOTAL EXPENDITURES:	\$0.00
FUND BALANCE, END OF PERIOD:	\$292,621

As attachments to the Annual Program Compliance Report, the jurisdiction should include the following additional reports:

ATTACHMENT 1: Independent Audit of Financial Statements for Measure X Funds, Prior Fiscal Year

ATTACHMENT 2: Five-Year Capital Improvement Program

ATTACHMENT 3: Pavement Management Program Report

ATTACHMENT 1

INDEPENDENT AUDIT OF FINANCIAL STATEMENTS

CITY OF SAND CITY
TRANSPORTATION SAFETY AND INVESTMENT PLAN ACCOUNT
FUND (MEASURE X PROGRAM)
FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025



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INDEPENDENT AUDITORS' REPORT

Honorable City Council
Measure X Program
City of Sand City, California

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the Measure X Activity of the City of Sand City (the City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City of Sand City – Measure X's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Measure X Activity of the City as of June 30, 2025, and the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

As discussed in Note 1, the financial statements of the Measure X Activity of the City are intended to present the financial position, and the changes in financial position of only that portion of the City that is attributable to the transactions of the Measure X Activity of the City. They do not purport to, and do not, present fairly the financial position of the City as of June 30, 2025, the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Sand's internal control as it relates to the Measure X Activity. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2025 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Roseville, California
December 30, 2025

**CITY OF SAND CITY
MEASURE X ACTIVITY
BALANCE SHEET
JUNE 30, 2025**

ASSETS

Cash and Investments	\$ 268,358
Due from TAMC	<u>24,263</u>
Total Assets	<u><u>\$ 292,621</u></u>

FUND BALANCE

Restricted for Measure X Activity	<u>\$ 292,621</u>
Total Fund Balance	<u><u>\$ 292,621</u></u>

See accompanying Notes to Financial Statements.

**CITY OF SAND CITY
MEASURE X ACTIVITY
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2025**

REVENUES

Transportation Safety and Investment Plan Account Revenue \$ 184,932

Total Revenues 184,932

EXPENDITURES

Streets and Roads Maintenance -

Total Expenditures -

EXCESS OF REVENUES OVER EXPENDITURES 184,932

Fund Balance - Beginning of Fiscal Year 107,689

FUND BALANCE - END OF FISCAL YEAR \$ 292,621

See accompanying Notes to Financial Statements.

**CITY OF SAND CITY
MEASURE X ACTIVITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Measure X Activity (Activity) of the City of Sand City are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units (GAAP). The Activity's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements.

Reporting Entity

The City of Sand City receives Measure X funding from the Transportation Agency for Monterey County (TAMC) for the purpose of street and road infrastructure improvements. The financial statements present only the Measure X Activity of the City of Sand City and do not purport to, and do not, present the City's financial position and changes in financial position. The City of Sand City's basic financial statements are available from the Finance Director at <https://www.sandcity.org/government/city-departments/finance>.

Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Measure X Activity of the City of Sand City is presented as a governmental fund type. Governmental funds are accounted for using a current financial resources measurement focus. The application of this measurement focus provides that, in general, only current assets and current liabilities are present on the balance sheet. Operating statements of these funds present revenues and expenditures.

The modified accrual basis of accounting is used for the activity. Under the modified accrual basis of accounting, revenues are recognized when they become susceptible to accrual (i.e., both measurable and available). Measurable means that the amount of the transaction can be determined. Available means the funds are collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the City considers Measure X revenues to be available if they are collected within 120 days of the end of the current fiscal period.

Expenditures of governmental funds are generally recognized when the related fund liability is incurred.

NOTE 2 CASH DEPOSITS

The City follows the practice of pooling cash and investments for all funds under its direct daily control. Interest earned on pooled cash and investments is allocated periodically to the Activity based on average cash balances. Detailed disclosure regarding the City's investments of cash is included in the notes to financial statements of the City.

**CITY OF SAND CITY
MEASURE X ACTIVITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 3 MAINTENANCE OF EFFORT

On August 28, 2024, the board approved Ordinance 2024-01, which amended the Measure X Maintenance of Effort requirement for Sand City. The amended language reads as follows:

Section 11. Local Road Maintenance, Pothole Repairs and Safety Funds. Section B. Maintenance of Effort Requirements. Each local jurisdiction shall expend each fiscal year from its general fund for street and highway purposes an amount not less than the annual average of its expenditures from its general fund during the 2009-10, 2010-11, and 2011-12 fiscal years, as reported to the Controller pursuant to Streets and Highways Code Section 2151, but not less than what was expended in fiscal year 2016-17 when Measure X passed, with the exception of Sand City who shall expend not less than the annual average of its expenditures from its general funds with exemptions for one-time capital expenses during the 2019-20, 2020-21, 2021-22, and 2022-23 fiscal years beginning in fiscal year 2024-25 (the baseline amount). This baseline amount will be indexed annually to the Engineering News Record construction index.

The language references that the new calculation will be in effect as of fiscal year 2024/25, which covers the reporting period for fiscal year 2023/24 Measure X funds.

Maintenance of Effort: \$215,074

Total expenditures from the General fund for street and highway purposes for the fiscal year ended June 30, 2025, was \$511,781. The City was in compliance with the Maintenance of Effort requirement of the Measure X Master Programs Funding Agreement and Amendment No. 1 between the City of Sand City and the Transportation Agency for City of Sand City.



**INDEPENDENT AUDITORS' COMPLIANCE REPORT WITH
TAMC ORDINANCE NO. 2016-01 AND AMENDED ORDINANCE NO. 2024-01
TRANSPORTATION SAFETY AND INVESTMENT PLAN AND
REPORT ON INTERNAL CONTROL OVER COMPLIANCE**

Honorable City Council
Measure X Activity
City of Sand City, California

Report on Compliance

Opinion on Measure X Activity

We have audited Measure X Activity of the City of Sand City's (the City) compliance with the types of compliance requirements described in the Transportation Agency for City of Sand City's (TAMC) Ordinance No. 2016-01, the amended Ordinance No. 2024-01, and in the Measure X Master Programs Funding Agreement between TAMC and the City of Sand City applicable for the fiscal year ended June 30, 2025.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that are applicable to Measure X Activity for the year ended June 30, 2025.

Basis for Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the TAMC Ordinance No. 2016-01, and the amended Ordinance 2024-01 and Measure X Master Programs Funding Agreement. Our responsibilities under those standards and TAMC Ordinance No. 2016-01, the amended Ordinance No. 2024-01, and the Measure X Master Programs Funding Agreement are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's government programs.

Auditors' Responsibility for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and TAMC Ordinance No. 2016-01, the amended Ordinance No. 2024-01, and in the Measure X Master Programs Funding Agreement will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of the government program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and TAMC Ordinance No. 2016-01, the amended Ordinance No. 2024-01, and in the Measure X Master Programs Funding Agreement, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with TAMC Ordinance No. 2016-01, the amended Ordinance No. 2024-01, and in the Measure X Master Programs Funding Agreement, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance on a timely basis. A *material weakness* in internal control over compliance is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a compliance requirement will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on TAMC Ordinance No. 2016-01, the amended Ordinance No. 2024-01, and in the Measure X Master Programs Funding Agreement. Accordingly, this report is not suitable for any other purpose.



CliftonLarsonAllen LLP

Roseville, California
December 30, 2025



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND REPORT ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Honorable City Council
Measure X Activity
City of Sand City, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Measure X Activity of the City of Sand City, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Measure X Activity of the City of Sand City's basic financial statements, and have issued our report thereon dated December 30, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Measure X Activity's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Roseville, California
December 30, 2025



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ATTACHMENT 2

FIVE YEAR CAPITAL IMPROVEMENT PROGRAM

**CITY OF SAND CITY
MEASURE X FIVE-YEAR CAPITAL IMPROVEMENT PROGRAM
FOR YEARS 2025 – 2030**

YEAR 1 – FY 25/26

Project	Description & Phase	Total Cost	Measure X	PCI
West End Stormwater Improvement Project – Contra Costa Street	Description: retrofit of an existing collector street to incorporate Low Impact Development (LID) strategies. Phase: Construction	\$3,300,000	\$40,000	57
FY 25/26 Citywide Street Maintenance and Rehabilitation	Description: maintenance and rehabilitation of street sections based on the city's Pavement Management Program (PMP). <u>Streets included:</u> Holly St from California Ave. to Ortiz Ave, Contra Costa St. from California Ave to north end, California Ave. from entrance at Edgewater Center north to Highway 1 ROW, City Hall Parking Lot. Phase: Design and Construction	\$827,000	\$252,621	<60
Totals:				

YEAR 2 – FY 26/27

Project	Description & Phase	Total Cost	Measure X	PCI
West End Stormwater Improvement Project – Contra Costa Street	Description: retrofit of an existing collector street to incorporate Low Impact Development (LID) strategies. Phase: Construction	3,300,000	\$20,000	57
FY 26/27 Citywide Street Maintenance and Rehabilitation	Description: maintenance and rehabilitation of street sections based on the city's Pavement Management Program (PMP). Streets to be determined. Phase: Design and Construction	\$412,000	\$30,000	<60
Totals:				

YEAR 3 – FY 27/28

Project	Description & Phase	Total Cost	Measure X	PCI
FY 27/28 Citywide Street Maintenance	Description: maintenance and rehabilitation of street sections based on the city's Pavement	\$412,000	\$50,000	<60

and Rehabilitation	Management Program (PMP). Streets to be determined. Phase: Design and Construction			
Totals:				

YEAR 4 – FY 28/29

Project	Description & Phase	Total Cost	Measure X	PCI
FY 28/29 Citywide Street Maintenance and Rehabilitation	Description: maintenance and rehabilitation of street sections based on the city's Pavement Management Program (PMP). Streets to be determined. Phase: Design and Construction	\$250,000	\$50,000	<60
Totals:				

YEAR 5 – FY 29/30

Project	Description & Phase	Total Cost	Measure X	PCI
FY 29/30 Citywide Street Maintenance and Rehabilitation	Description: maintenance and rehabilitation of street sections based on the city's Pavement Management Program (PMP). Streets to be determined. Phase: Design and Construction	\$250,000	\$50,000	<60
Totals:				

DEFINITIONS OF REQUESTED INFORMATION:

1. **Project:** The title of the project to receive Measure X funding.
2. **Description & Phase:** A general description of the project and the phase (e.g. Environmental; Design; Right-of-Way; or Construction) that will be funded in the given year.
3. **Total Cost:** The total cost of the project. *Note: costs are estimates by fiscal year and may be subject to change.*
4. **Measure X:** The amount of Measure X funding that will be expended on the project. *Note: funding amounts are estimates by fiscal year and may be subject to change.*
5. **PCI:** The Pavement Condition Index for the roadway, from the local jurisdiction's Pavement Management Program.

ATTACHMENT 3

PAVEMENT MANAGEMENT PROGRAM REPORT

PAVEMENT MANAGEMENT PROGRAM REQUIREMENTS

The approved ordinance for the Transportation Safety & Investment Plan (Measure X) outlines the requirements for the use of local road maintenance, pothole repair and safety funds. It includes a requirement for each jurisdiction to have a pavement management program. "Each city and the County of Monterey shall develop, or participate in the development of by TAMC, a pavement management program. They shall submit regular reports on the conditions of their streets, to ensure timely repairs and keep the public informed. Development of the pavement management program by TAMC is eligible to be funded out of this program prior to distribution of funds to the cities and the County."

SYSTEM REQUIREMENTS: In order to receive Measure X funds, the cities and the County shall utilize a pavement management program (PMP) and submit regular reports on the conditions of their streets, to ensure timely repairs and keep the public informed. The pavement management program should utilize an approved software-based tool for analyzing pavement conditions and reports findings on rehabilitation/maintenance strategies based on funding levels. The pavement management program used by the jurisdiction must contain, at a minimum, the following features:

- Store the inventory all roadways within a jurisdiction (in a compatible database with other jurisdictions).
- Assess the condition of the roadways (based on seven distresses and three severity levels).
- Provide the current Pavement Condition Index (PCI) for the roadways (as per ASTM D6433)
- Identify all pavement sections needing maintenance, rehabilitation, or replacement.
- Calculate budget needs for maintenance, rehabilitation or replacement of deficient pavement sections (for the current year and the next three years at various overall condition levels).
- Develop maintenance strategies for the most cost effective level of maintenance or repair appropriate at the time of the inspection.
- Generate pavement management program reports (in various formats).

All jurisdictions must implement and maintain an approved Pavement Management Program ("StreetSaver" or equivalent). The "StreetSaver" Pavement Management Program developed by Metropolitan Transportation Commission (MTC) is the most utilized program in the Bay Area and would be an excellent program for this region as well. The use of the "StreetSaver" Pavement Management Program is recommended (but not required) since it would allow good compatibility between local jurisdictions and also provide regional benefits. Jurisdictions may elect to use an alternative pavement management program

provided it meets the above listed minimum requirements and receives written approval from TAMC.

The Agency will assist with the development of an overall pavement management implementation plan for this region with the participation and coordination of all the cities and the county. The Agency recommends the development of a regional system to benefit from a coordinated system. The regional system would be developed collaboratively between local jurisdictions. In order to have a regional database, it is recommended that all agencies utilize a common pavement management program. This would allow compilation of information on a regional basis. It would also create opportunities for interagency coordination and to guide regional transportation investments and planning.

UPDATE REQUIREMENTS: The jurisdictions must complete the following updates:

- Review and update the pavement information for all roads every two years.
- Pavement conditions must be re-inspected every three years for arterials and collectors.
- Pavement conditions must be re-inspected every six years for residential streets and local/rural roads, unless otherwise approved by TAMC. Pavement condition surveys may be done by either automated or manual inspections, and may be done either individually or in conjunction with another agency. A percentage of the network can be scheduled each year so that the entire network is updated on a regular cycle.

REPORT REQUIREMENTS: All jurisdictions shall submit an annual Pavement Management Program Report Letter to TAMC no later than December 31 of each year the Measure X tax is in effect using the approved report letter format. It shall include all the highlighted information and shall be on local agency letterhead (see attached template).

All jurisdictions shall also participate in the biennial pavement needs survey conducted for the California Statewide Local Streets and Roads Needs Assessment and provide the requested roadway data for their jurisdiction.



City of Sand City
1 Pendergrass Way
Sand City, CA 93955

Date: December 30, 2025

To: Todd Muck
Executive Director
Transportation Agency for Monterey County
55-B Plaza Circle
Salinas, CA 93901

Re: Pavement Management Program Annual Report Letter

The City of Sand City (City) confirms that it has a Pavement Management Program that conforms to the criteria established by the Transportation Agency for Monterey County (TAMC) and included in the Measure X Agreement with the Local Agency. An approved Pavement Management Program must be in place to be eligible for Measure X funds.

The Pavement Management Program utilizes a software system developed by:

Metropolitan Transportation Commission StreetSaver, version 9.0
 Other _____

The system was updated by Harris & Associates and contains, at a minimum, the following elements:

- Inventory of all existing pavements under the local agency jurisdiction:

Centerline miles:	<u>5.10</u>
Total lane miles (or equivalent units):	<u>9.96</u>
The last update of the inventory was completed on:	<u>December 2024</u>

- Average Pavement Condition Index (PCI) 56
- Identification of sections of roadways brought up to acceptable PCI levels for the current year:

As noted in this report, the City worked with TAMC to modify its MOE requirement and to receive its share of Measure X funds during FY 24/25 that were previously withheld. The City is continuing to bank its share of Measure X funds towards street maintenance and rehabilitation projects that are anticipated to be constructed in during FY 25/26. These projects will improve the overall street network PCI.

- Amount spent to rehabilitate or replace deficient sections for the current year: \$ 0.00

You may direct any questions regarding the system to Mr. Leon Gomez, contract City Engineer with Harris & Associates, at (831) 272-4909 (direct) or via email at: leon.gomez@weareharris.com.

Sincerely,

Leon D. Gomez, P.E.
City Engineer
Harris & Associates