



City of Del Mar Agenda Report

TO: Honorable Mayor and City Council Members

FROM: Joe Bride, Public Works Director
Karen Falk, Principal Engineer
Polly Robertson, Management Analyst
Via Ashley Jones, City Manager

DATE: April 7, 2025

SUBJECT: Resolution Approving the Del Mar Projects for Inclusion in the TransNet Local Street Improvement Program of Projects for Fiscal Years 2025-2026 through 2029-2030

REQUESTED ACTION/RECOMMENDATION:

Staff recommends that City Council conduct a public hearing and adopt a Resolution (Attachment A) approving Del Mar projects for inclusion in the TransNet Local Street Improvement Program of Projects as part of the Regional Transportation Improvement Program for Fiscal Year 2025-2026 through Fiscal Year 2029-2030.

BACKGROUND:

TransNet is the half-cent sales tax for funding local transportation projects that was first approved by voters in 1988. On November 4, 2004, the voters of San Diego County approved the San Diego Transportation Improvement Program Ordinance and Expenditure Plan (TransNet Extension Ordinance) that extended TransNet for an additional 40-year period.

The San Diego Association of Governments (SANDAG) approves the TransNet Program of Projects (POP) list as an element of the Regional Transportation Improvement Program (RTIP) every two years. The RTIP is a multi-year program of proposed major highway, arterial, transit, and bikeway projects. The SANDAG Board, in its role as the San Diego County Regional Transportation Commission, approves a five-year program of projects to be funded with TransNet revenues.

DISCUSSION/ANALYSIS:

On February 19, 2025, SANDAG released its TransNet Revenue Forecast for the five-year period of Fiscal Year 2025-2026 through Fiscal Year 2029-2030 for the Local Street Improvements (LSI) program (Attachment B). SANDAG's TransNet revenue estimates are based on forecasted sales and the half-cent tax that is applied to each sale and are adjusted annually.

City Council Action:

SANDAG estimates that the City of Del Mar will receive a total of \$692,000 in TransNet LSI funds during Fiscal Years 2025-2026 through Fiscal Year 2029-2030. In addition, the City has an estimated carry-over of \$604,000 from FY 2024-2025 that will be spent in FY 2025-2026 on pavement improvement projects.

To use TransNet LSI funds on City projects, those projects must be included within the SANDAG approved POP. City staff proposes funding pavement improvements and local match to the Camino del Mar Bridge Replacement with TransNet revenues for the next five fiscal years as listed in the table below. The amounts in the table represent only the RTIP portion of the full amount, not the anticipated annual City expenditure.

Del Mar’s Amended RTIP List of Programmed Projects

PROJECT ID	PROJECT TITLE	FY 25/26	FY 26/27	FY 27/28	FY 28/29	FY 29/30	TOTAL
DM 01	Annual Street Maintenance (Small Area Repairs)	\$39,000	\$40,000	\$41,000	\$42,000	\$44,000	\$206,000
DM 02	Local Match to Bridge Retrofit Projects (Camino del Mar Bridge over San Dieguito River Replacement Project)	\$0	\$10,000	\$10,000	\$10,000	\$0	\$30,000
DM 06	Sidewalk, Street, and Drainage Improvements	\$92,000	\$85,000	\$86,000	\$90,000	\$103,000	\$456,000
Revenue Forecast		\$131,000	\$135,000	\$137,000	\$142,000	\$147,000	\$692,000
Estimated Carry Over		\$604,000	\$0	\$0	\$0	\$0	
Estimated Funding Available		\$735,000	\$135,000	\$137,000	\$142,000	\$147,000	\$1,296,000

The proposed list of programmed projects during the Fiscal Year 2025-2026 includes adjustments to the Annual Street Maintenance (DM 01) and Sidewalk, Street, and Drainage Improvements (DM 06) to reflect the overall decrease in the projected revenues for the next five years. Staff recommends deferring the use of RTIP funds for the Camino del Mar Bridge (DM 02) until Fiscal Year 2026-2027, when the project enters the construction phase.

The proposed Resolution (Attachment A) provides certification to SANDAG that the City: 1) will not spend more than 30% of annual revenues on maintenance-related projects; 2) will comply with TransNet requirements that all new and revised projects will accommodate travel by pedestrians and bicyclists; and 3) meets all applicable provisions of the TransNet Extension Ordinance and SANDAG Board Policy 31.

The TransNet Extension Ordinance requires the City to expend a minimum annual level of local discretionary funds for street and road purposes throughout the five-year RTIP. This Maintenance of Effort (MOE) requirement is adjusted every three years and audited on an annual basis. Currently, the City's annual MOE for use on streets and roads is \$379,643, with an additional requirement that \$17,493 be spent on specialized transportation services such as those provided by Del Mar Community Connections to seniors and persons with disabilities. Since the City's MOE requirement is based on the City's General Fund revenues which includes Measure Q revenue, the City funds a proportionate share of its annual MOE requirement (\$45,500) using Measure Q funds.

FISCAL IMPACT:

There is no fiscal action to be taken by the City Council related to this item. The transportation related project expenditures and anticipated RTIP funding discussed in this report total \$1,296,000 over the next five fiscal years. RTIP funding for specialized transportation and street and road services to meet the City's MOE requirement is included in the FY 2024-25 Operating and Capital Budget.

ENVIRONMENTAL IMPACT:

The proposed City Council action does not constitute a "project" under the definition set forth in California Environmental Quality Act (CEQA) Guidelines Section 15378 because it will not have a potential to result in a direct or indirect physical change in the environment and is, therefore, not subject to CEQA. No further action under CEQA is required. Each project will receive the appropriate environmental review at time of implementation.

NEXUS TO CITY COUNCIL GOALS AND PRIORITIES:

TransNet funds support the City Council's approved Tier 1 Capital Improvement Projects.

ATTACHMENTS:

Attachment A – Resolution Adopting City of Del Mar's RTIP Program of Projects for FY 2025-2026 through FY 2029-2030

Attachment B – TransNet Revenue Forecast – Local Street Improvement Program

RESOLUTION NO. 2025-XX

A RESOLUTION OF THE CITY/COUNTY OF THE CITY OF DEL MAR, CALIFORNIA, ADOPTING THE LIST OF DEL MAR PROJECTS FOR INCLUSION IN THE TRANSNET LOCAL STREET IMPROVEMENT PROGRAM OF PROJECTS FOR FISCAL YEARS 2025-2026 THROUGH 2029-2030

WHEREAS, on November 4, 2004, the voters of San Diego County approved the San Diego Transportation Improvement Program Ordinance and Expenditure Plan (*TransNet* Extension Ordinance), which has been amended from time to time in accordance with the applicable amendment requirements; and

WHEREAS, the *TransNet* Extension Ordinance provides that SANDAG, acting as the Regional Transportation Commission, shall approve on a biennial basis a multi-year program of projects submitted by local jurisdictions identifying those transportation projects eligible to use transportation sales tax (*TransNet*) funds; and

WHEREAS, the City of Del Mar was provided with an estimate of annual *TransNet* local street improvement revenues for fiscal years 2025-2026 through 2029-2030; and

WHEREAS, the City of Del Mar has held a noticed public hearing with an agenda item that clearly identified the proposed list of projects prior to approval of the projects by its authorized legislative body in accordance with Section 5(A) of the *TransNet* Extension Ordinance and Rule 7 of SANDAG Board Policy No. 31.

NOW THEREFORE, BE IT RESOLVED that pursuant to Section 2(C)(1) of the *TransNet* Extension Ordinance, the City of Del Mar certifies that no more than 30 percent of its cumulative revenues shall be spent on local street and road maintenance-related projects, or that its expenditures are consistent with the most recent *TransNet* Extension Ordinance requirements adopted by SANDAG.

BE IT FURTHER RESOLVED that pursuant to Section 4(E)(3) of the *TransNet* Extension Ordinance, the City of Del Mar certifies that all new projects, or major reconstruction projects, funded by *TransNet* revenues shall accommodate travel by pedestrians and bicyclists, and that any exception to this requirement permitted under the Ordinance and proposed shall be clearly noticed as part of the City of Del Mar's public hearing process.

BE IT FURTHER RESOLVED that pursuant to Section 8 of the *TransNet* Extension Ordinance, the City of Del Mar certifies that the required minimum annual level of local discretionary funds to be expended for street and road purposes will be met throughout the 5-year period consistent with the most recent Maintenance of Effort Requirements adopted by SANDAG.

BE IT FURTHER RESOLVED that pursuant to Section 9A of the *TransNet* Extension Ordinance, the City of Del Mar certifies that it will exact \$2,875.06 plus all applicable annual increases, from the private sector for each newly constructed residential housing unit in that jurisdiction (unless exempted under the *TransNet* Extension Ordinance,) and shall contribute such exactions to the Regional Transportation Congestion Improvement Program (RTCIP).

BE IT FURTHER RESOLVED that pursuant to Section 13 of the *TransNet* Extension Ordinance, the City of Del Mar certifies that it has established a separate Transportation Improvement Account for *TransNet* revenues with interest earned expended only for those purposes for which the funds were allocated.

BE IT FURTHER RESOLVED that pursuant to Section 18 of the *TransNet* Extension Ordinance, the City of Del Mar certifies that each project of \$250,000 or more will be clearly designated during construction with *TransNet* project funding identification signs.

BE IT FURTHER RESOLVED that the City of Del Mar does hereby certify that all other applicable provisions of the *TransNet* Extension Ordinance and SANDAG Board Policy No. 31 have been met.

BE IT FURTHER RESOLVED that the City of Del Mar agrees to indemnify, hold harmless, and defend SANDAG, the San Diego County Regional Transportation Commission, and all officers and employees thereof against all causes of action or claims related to City of Del Mar's *TransNet* funded projects.

PASSED, APPROVED, AND ADOPTED by the City Council of the City of Del Mar, California at a Regular Meeting held on the 7th day of April, 2025.

Terry Gaasterland, Mayor
City of Del Mar

APPROVED AS TO FORM:

Leslie E. Devaney, City Attorney
City of Del Mar

ATTEST AND CERTIFICATION:
STATE OF CALIFORNIA
COUNTY OF SAN DIEGO
CITY OF DEL MAR

I, SARAH KRIETOR, Administrative Services Manager/City Clerk of the City of Del Mar, California, DO HEREBY CERTIFY, that the foregoing is a true and correct copy of Resolution No. 2025-XX, adopted by the City Council of the City of Del Mar, California, at a Regular Meeting held the 7th day of April 2025, by the following vote:

AYES:

NOES:

RECUSE:

ABSENT:

ABSTAIN:

Sarah Krietor, Administrative Services
Manager/City Clerk
City of Del Mar

TransNet Revenue Forecast - Local Street Improvement Program¹
Revised FY 2025 and Estimates for FY 2026 to FY 2030 (in \$000s)**

02/19/2025

Jurisdiction	January 2023 Population ³	Maintained Miles ³	FY 2025*	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
Carlsbad	115,045	429.45	\$4,827	\$4,843	\$4,911	\$5,038	\$5,202	\$5,381
Chula Vista	276,813	561.44	\$9,272	\$9,304	\$9,435	\$9,679	\$9,997	\$10,343
Coronado	22,272	45.89	\$795	\$798	\$809	\$828	\$854	\$882
Del Mar ⁴	3,918	26.11	\$134	\$131	\$135	\$137	\$142	\$147
El Cajon	104,804	197.30	\$3,468	\$3,480	\$3,529	\$3,619	\$3,737	\$3,865
Encinitas	61,254	172.02	\$2,321	\$2,328	\$2,361	\$2,421	\$2,499	\$2,584
Escondido	150,571	342.35	\$5,244	\$5,262	\$5,336	\$5,474	\$5,652	\$5,847
Imperial Beach ⁴	26,109	45.65	\$835	\$712	\$899	\$922	\$950	\$982
La Mesa	60,753	143.84	\$2,173	\$2,181	\$2,211	\$2,267	\$2,340	\$2,420
Lemon Grove	27,517	62.40	\$998	\$1,002	\$1,015	\$1,040	\$1,073	\$1,109
National City	58,374	104.46	\$1,928	\$1,934	\$1,961	\$2,011	\$2,075	\$2,146
Oceanside	172,186	433.11	\$6,190	\$6,211	\$6,299	\$6,461	\$6,673	\$6,903
Poway	48,620	177.28	\$2,048	\$2,055	\$2,084	\$2,137	\$2,205	\$2,280
San Diego	1,383,623	2,798.88	\$46,112	\$46,268	\$46,925	\$48,144	\$49,730	\$51,458
San Marcos ⁴	94,823	182.58	\$2,237	\$2,247	\$2,292	\$2,375	\$2,482	\$2,600
Santee ⁴	59,574	115.84	\$1,207	\$1,208	\$1,227	\$1,269	\$1,325	\$1,512
Solana Beach ⁴	12,831	42.57	\$232	\$234	\$241	\$254	\$272	\$291
Vista	100,113	175.22	\$3,251	\$3,262	\$3,308	\$3,393	\$3,503	\$3,623
County ⁴	511,223	1,994.51	\$20,306	\$20,472	\$20,722	\$21,296	\$22,043	\$22,853
Subtotal Street & Road***	3,290,423	8,050.9	\$113,581	\$113,933	\$115,699	\$118,764	\$122,754	\$127,224
	42%	35%						
Local EMP ⁵			\$7,364	\$7,250	\$7,274	\$7,377	\$7,567	\$7,815
Local Smart Growth ⁵			\$8,592	\$8,458	\$8,487	\$8,606	\$8,828	\$9,117

*Estimate updated in January 2025

**Revenue estimates for planning purposes only. Payments will be based on actual sales tax monthly receipts from the State Board of Equalization.

*** Totals may not add up due to rounding

1. Projection of revenues are based on estimate of growth rate on taxable sales as forecasted by SANDAG and excludes interest and prior year excess funds.
2. Distribution of revenue estimates are based on the 2004 Proposition A Extension: San Diego Transportation Improvement Program and Expenditure Plan and apportioned as follows: (a) \$50,000 annual base per agency ; (b) balance distributed on a formula of 2/3 population and 1/3 maintained miles.
3. Population numbers are based on state Department of Finance (DOF) report of January 2023 population; Maintained miles figures are based on Caltrans 2023 California Public Road Data (December 2024).
4. Revenues are net of estimated commercial paper and/or bond debt service payments
5. EMP to be distributed on a project by project basis; Smart Growth to be allocated based on Call for Projects process.