



2022 Advance Mitigation Program Annual Report to the California Transportation Commission

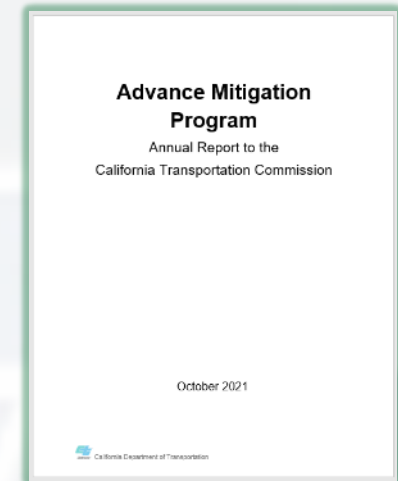
California Transportation Commission Meeting
March 22 & 23, 2023





Advance Mitigation Program Annual Report to the CTC:

- ❑ Reporting Period: July 1, 2021 – June 30, 2022
- ❑ Report Sections:
 - Statutory Reference and Purpose
 - Streets and Highways Code Section 800.7 requires Caltrans to report on the activity in the Advance Mitigation Account to the California Transportation Commission.
 - Program Background
 - The Advance Mitigation Program was created through the Road Repair and Accountability Act of 2017 (SB 1, Beall, Chapter 5, Statutes of 2017, Section 35) and the SB 103 budget trailer bill (Committee on Budget and Fiscal Review, Chapter 95, Statutes of 2017, Sections 10-15).





2022 Advance Mitigation Program Annual Report to the CTC:

❑ Report Sections continued:

➤ Program Status and Accomplishments

- 5-step planning status in following 2 slides
- Program staff met with all Districts to plan their potential need for Regional Advance Mitigation Needs Assessments, Project Initiation Proposals and Project Initiation Documents for the 2022/23 FY. The Program identified up to **15 new Advance Mitigation Program projects and up to 5 additional Regional Advance Mitigation Needs Assessments.**

➤ Advance Mitigation Account

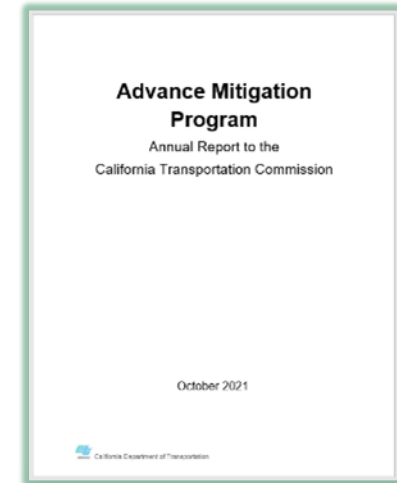
- \$123.2M in the account
- \$101,136.62 in expenditures in capital outlay support as of June 30, 2022

➤ Transportation Projects That Purchased Mitigation

- At the end of the reporting period, transportation projects have yet to have their mitigation requirements satisfied from the Advance Mitigation Program

➤ Number of Credits Established and Sold

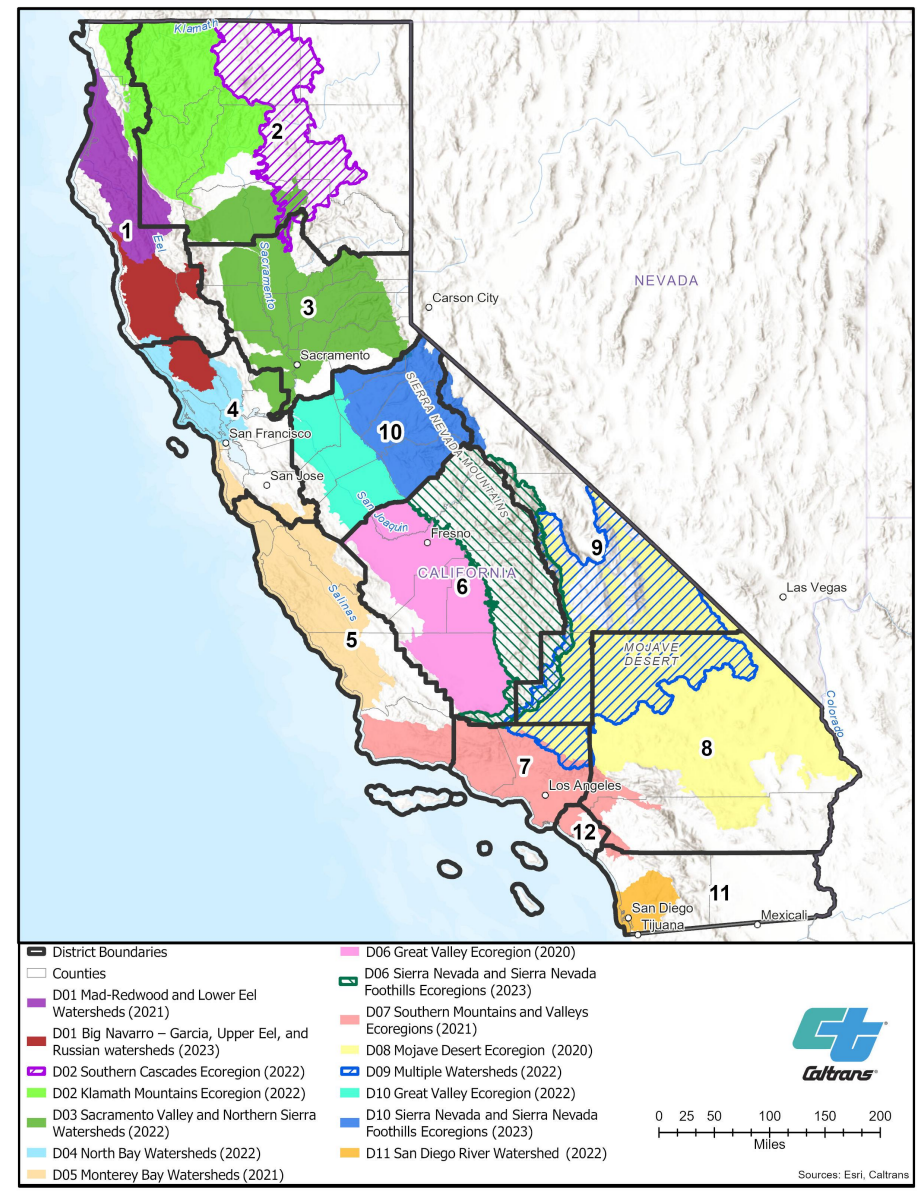
- At the end of the reporting period, no mitigation credits have been established or sold through the Advance Mitigation Program





Advance Mitigation Program Planning Activity:

- Statewide Advance Mitigation Needs Assessment
 - Third run, updating quarterly
- Geographic Areas of Interest Selection – 15 total
 - Districts recently completed the Step 2 phase:
 - District 1 (Inland Mendocino Sub-Basins)
 - District 2
 - District 6
 - District 10
 - District 11
 - Anticipating Geographic Area of Interest selection 2022/2023:
 - District 1 (Lake County Sub-Basins)
- Regional Advance Mitigation Needs Assessments
 - Completed and posted on AMP website: D1, D3, D4, D5, D6, D7, D8, D9
 - In process: D2, D10, D11
 - Districts pursuing 2nd RAMNAs: D1, D2, D6, D10
- Advance Mitigation Projects
 - Funded: D8, D6
 - Pending Funding Approval: D1, D5
 - Candidates for funding: D1, D3, D4, D5, D7, D9

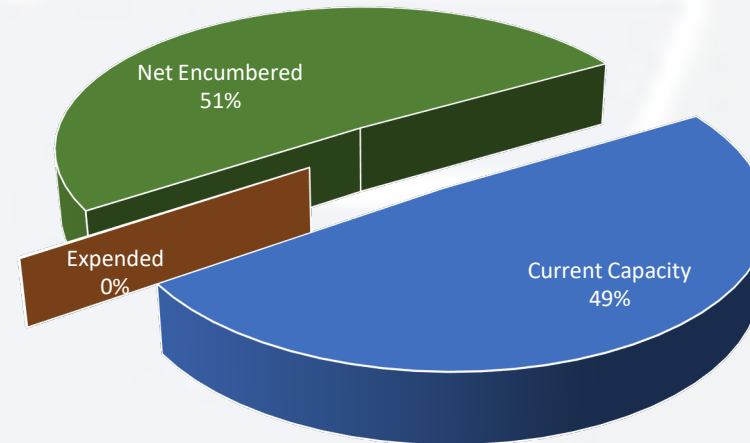




Advance Mitigation Account Financial Status:

- ❑ 22/23 FY Beginning Balance:
 - \$123,111,126.01
- ❑ Expended YTD (December 31, 2022)
 - Capital: \$0.00
 - COS: \$148,575.72
- ❑ Net Encumbrance YTD: \$63,034,690.08
- ❑ Capacity (current): \$60,378,008.99
- ❑ 22/23 Trends
 - First Capital Expenditures
 - Shift from RAMNAs to Project Delivery
 - Significant Encumbrance of remaining Capacity
- ❑ First Repayments not expected until FY 23/24
 - Corresponds to first credit availability

Current AMA Activity



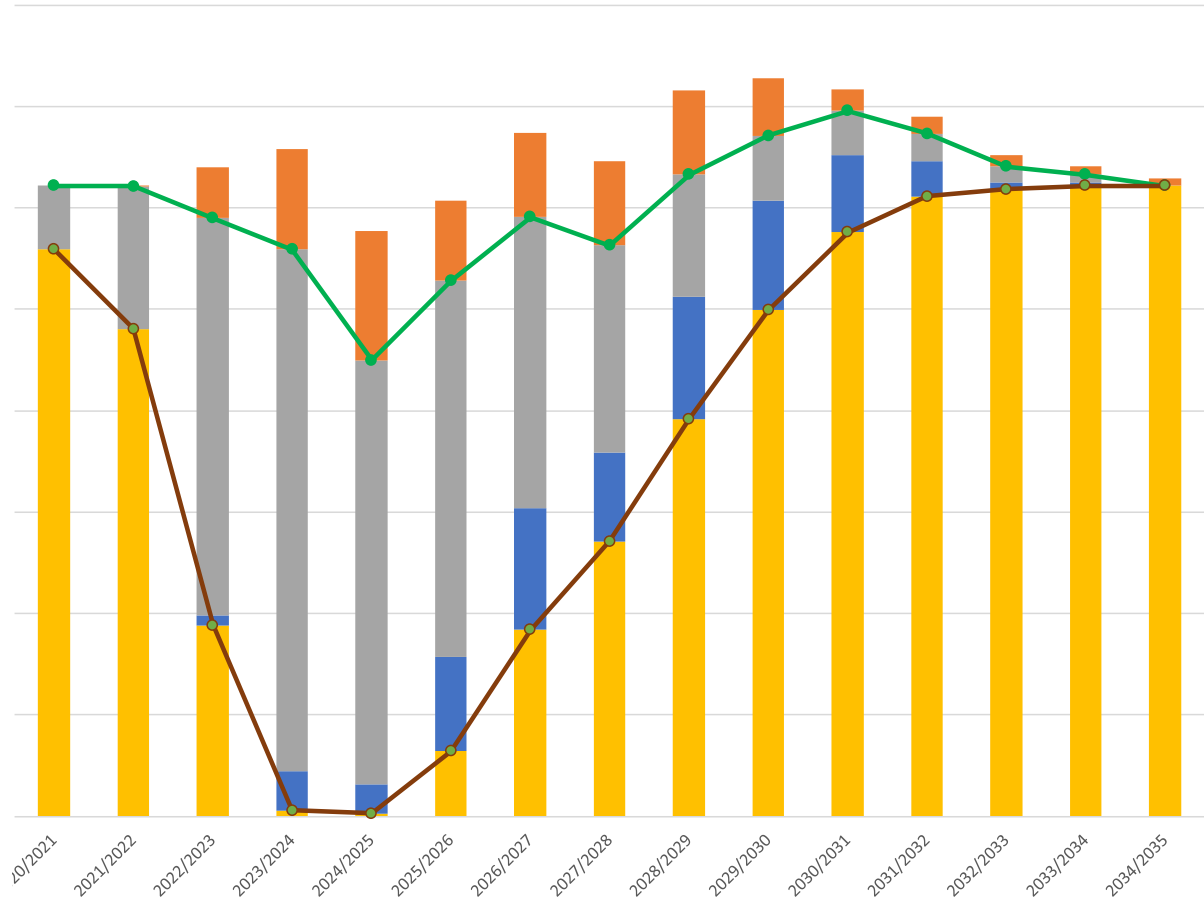
■ Current Capacity ■ Expended ■ Net Encumbered

	19/20	20/21	21/22	22/23	23/24	24/25*
RAMNA	1	2	5	6	4	
PIP	0	2	2	10	9	
PID	0	0	2	8	11	2



Advance Mitigation Account – Projected Revenue Forecast:

- ❑ Projected Status at end of 23/24 FY
- ❑ Need for 11 PIDs in 23/24 plus 2 more in 24/25
 - 4 projects encumbered in 22/23
 - 9 projects to be encumbered in 23/24
- ❑ Only enough capacity in 23/24 to fund 7 PIDs
- ❑ Based on current projections, the backlog of 2 PIDs will not be cleared until FY 25/26

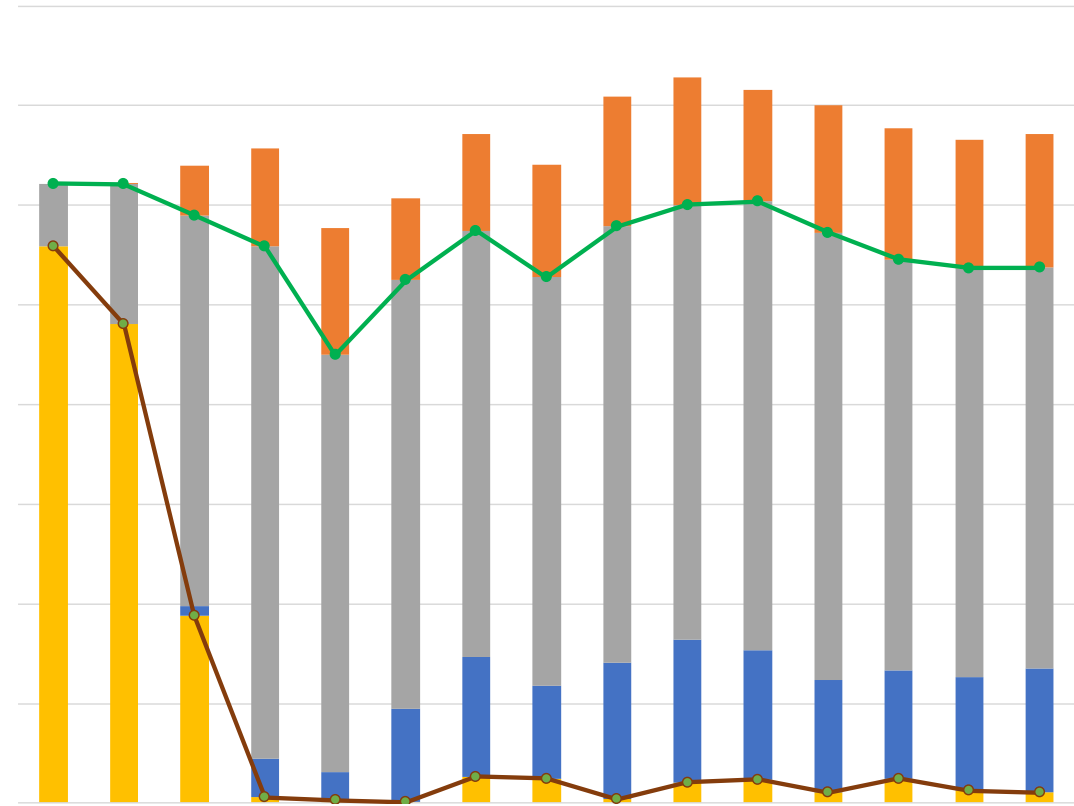




Advance Mitigation Account – Projected Revenue Forecast (continued):

- ❑ The model on the right examines likely long term behavior of the Advance Mitigation Account
- ❑ It assumes that the revenues from any given fiscal year will be encumbered in the next fiscal year
- ❑ The account balance likely to remain high (around \$100M) although most of it will be encumbered for projects (around \$70M).
- ❑ Around \$25M may be available each year for new projects

Fiscal Year	Number of Average Projects Added
2025/2026	2
2026/2027	3
2027/2028	3
2028/2029	5
2029/2030	4
2030/2031	4
2031/2032	4
2032/2033	3
2033/2034	4
2034/2035	4





Questions or Comments?

