

# TRI-VALLEY TRANSPORTATION COUNCIL

**(page updated – December 10, 2021)**

## 2022 Strategic Expenditure Plan

Section 8(a) of the JEPA requires the TVTC to adopt or update the SEP every five years. With the adoption of the 2021 TVTC Nexus Study, the TVTC embarked on updating the SEP, which establishes the funding level and allocation of the TVTDF among the identified projects. A SEP subcommittee was formed, with board members Perkins, Josey and Kiick to assist Kimley-Horn and the TVTC TAC with updating the SEP. The SEP update process included the following major activities:

1. Project Prioritization;
2. Revenue Forecasting; and
3. Project Allocation.

**Project Prioritization** - All projects (List A, List B, and List C) were prioritized using five criteria: 1) Project Urgency, 2) TVTDF Allocation, 3) Project Readiness, 4) Project Funding, and 5) Project Effectiveness. Each criterion was given a score between 0 and 3 points based on the scoring criteria

**Revenue Forecasting** - The revenue forecast estimate for the next 10-year is calculated based on the development forecast and TVTDF rate schedule.

**Development Forecasting** - Kimley-Horn received 10-year development forecast from agency staff Table 3.

*Table 3: Total 10-Year Development Forecast*

Land Use	Fiscal Years										2022-2032 Total	20-Year Growth	% 20-Year Growth
	22/23	23/24	24/25	25/26	26/27	27/28	28/29	29/30	30/31	31/32			
Single Family (DU)	586	639	657	664	631	554	554	554	1,713	554	7,110	15,857	45%
Multi-Family (DU)	921	1,459	1,011	726	697	763	795	774	2,876	1,038	11,065	17,456	63%
Retail (KSF)	264	281	264	325	264	270	279	264	1,109	264	3,583	5,118	70%
Office (KSF)	402	302	302	302	412	302	583	302	302	302	3,511	6,797	52%
Industrial (KSF)	395	387	387	387	387	387	387	387	387	387	3,878	9,306	42%
Other (KSF)	231	158	138	121	113	113	113	113	113	113	1,325	12,441	11%

DU = Dwelling Unit; KSF = 1,000 Square Feet

**TVTDF Rate Adjustments and Scenario Analysis** - With the previous Nexus update, the TVTC capped the rate at 35% of the maximum rate, with a retail cap of 15%. The rates were adjusted in two increments over two consecutive years. To determine how the TVTDF rate should be adjusted as part of the 2022 update, several potential rate adjustment scenarios were considered by the SEP subcommittee. These scenarios considered the following:

- Revenue should fund at least 10% of the total project costs (approximately \$106,000,000) for the projects ranked 1 through 15 (Top 15). In addition to funding the Top 15, the total revenue brought in must also account for 20% that is returned to local source, as well as a 0.1% allocation for administrative costs.
- **Consider maintaining prior commitment to fund priority projects identified in the 2017 SEP, totaling \$15M.**