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# TRI-VALLEY TRANSPORTATION COUNCIL

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**Steven Spedowski**  
TVTC Chair  
Vice Mayor  
Livermore  
(925) 960-4016

Monday, April 17, 2017  
4:00pm

Livermore Amador Valley Transit Authority (LAVTA) Board Room  
1362 Rutan Dr # 100, Livermore, CA 94551

**Arne Olson**  
TVTC Vice-Chair  
Councilmember  
Pleasanton  
(925) 200-8579

## AGENDA

**Scott Perkins**  
Councilmember  
San Ramon  
(925) 973-2530

**Don Biddle**  
Vice Mayor  
Dublin  
(925) 833-6634

**Karen Stepper**  
Councilmember  
Danville  
(925) 275-2412

**Scott Haggerty**  
Supervisor District 1  
Alameda County  
(510) 272-6691

**Candace Andersen**  
Supervisor District 2  
Contra Costa County  
(925) 957-8860

The Tri-Valley Transportation Council meetings are wheelchair accessible. If you have any questions related to the Tri-Valley Transportation Council meeting agenda, please contact Debbie Bell, TVTC Administrative staff at (925) 960-4541 or email at [dlbell@cityoflivermore.net](mailto:dlbell@cityoflivermore.net)

1. Call to Order, Roll Call, and Self Introductions
2. Public Comment
3. APPROVE Meeting Minutes from January 23, 2017 (Action)\*
4. Consent Calendar
  1. ADOPT TVTC Resolution 2017-03 and APPROVE the First Amendment to the Professional Services Agreement with Cropper Accountancy, as recommended by the TVTC Finance Subcommittee (Action)\*
5. Old Business
  1. ADOPT TVTC Resolution 2017-04 and APPROVE the TVTC Cash Balance Policy, as recommended by the TVTC Finance Subcommittee (Action)\*
6. New Business
  1. ACCEPT Fiscal Year 2015/2016 Financial Report, as recommended by the TVTC Finance Subcommittee (Action)\*
  2. ADOPT TVTC Resolution 2017-05 and APPROVE the TVTC Fiscal Year 2017/2018 Budget, as recommended by the TVTC Finance Subcommittee (Action)\*
  3. REVIEW Tri-Valley Transportation Development Fee Construction Cost Index Annual Adjustment (Information)\*
7. Other Business - none
8. Adjournment

\* Attachment(s)

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# TRI-VALLEY TRANSPORTATION COUNCIL

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## Upcoming Meetings:

**TVTC TAC:** Tuesday, May 2, 2017, 9am, Dublin Public Works Front Room

**TVTC:** Monday, July 17, 2017, 4pm, Livermore Amador Valley Transit Authority (LAVTA), Board Room, 1362 Rutan Drive #100, Livermore, CA 94551

Monday, October 16, 2017, 4pm, Livermore Amador Valley Transit Authority (LAVTA), Board Room, 1362 Rutan Drive #100, Livermore, CA 94551

# Item 3

## MINUTES

### TRI-VALLEY TRANSPORTATION COUNCIL

Livermore Amador Valley Transit Authority (LAVTA) Board Room  
1362 Rutan Dr # 100, Livermore, CA 94551

Monday, January 23, 2017 at 3:00pm

#### 1) **CALL TO ORDER, ROLL CALL, AND SELF-INTRODUCTIONS**

The Tri-Valley Transportation Council (TVTC) was called to order at 3:00 p.m. by the Chair, Vice Mayor Steven Spedowfski, City of Livermore.

##### **TVTC Members in Attendance:**

Steven Spedowfski, Chair, Vice Mayor, Livermore  
Arne Olson, Vice Chair, Councilmember, Pleasanton  
Scott Perkins, Councilmember, San Ramon  
Candace Andersen, Supervisor District 2, Contra Costa County  
Don Biddle, Vice Mayor, City of Dublin  
Karen Stepper, Mayor, Danville  
Scott Haggerty, Supervisor, District 1, Alameda County

##### **TVTC Staff in Attendance:**

Debbie Bell, City of Livermore  
Bob Vinn, City of Livermore  
Lisa Bobadilla, City of San Ramon  
Mike Tassano, City of Pleasanton  
Obaid Khan, City of Dublin  
Jamar Stamps, Contra Costa County  
Ruben Izon, Alameda County

##### **Others in Attendance:**

Erica Trask, Supervisor Haggerty's Office, Alameda County  
Michael Mowery, Kimley Horn  
Roxanne Lindsay, ACE  
Saravana Suthanthira, Alameda CTC  
Christy Wegener, LAVTA  
Lindsay D'Andrea, Meyers Nave, TVTC General Counsel

#### 2) **PUBLIC COMMENT**

None.

#### 3) **APPROVAL OF MEETING MINUTES FOR JULY 18, 2016**

Motion by Supervisor Andersen to approve the Minutes of July 18, 2016; Second by Councilmember Stepper.  
Unanimously Approved (Ayes 6; Noes 0; Abstain 0; Absent:1 (Supervisor Haggerty))

#### **4) CONSENT CALENDAR**

None.

#### **5) OLD BUSINESS**

1. ACCEPT Bank Institution Research, as recommended by the TVTC Finance Subcommittee

This item was reordered to the final item of the agenda to allow Supervisor Haggerty to participate in the discussion.

Councilmember Stepper explained the TVTC Finance Subcommittee recommends remaining with Mechanics Bank due to their no fees account, exceptional customer service, significant experience managing public sector accounts, and substantial number of branches in Alameda and Contra Costa County.

Motion by Councilmember Stepper to remain with Mechanics Bank; Second by Supervisor Andersen. Unanimously Approved (Ayes 7; Noes 0; Abstain 0)

#### **6) NEW BUSINESS**

1. ACCEPT Fiscal Year 2014/15 and Fiscal Year 2015/16 Audit, as recommended by the TVTC Finance Subcommittee

Staff gave a brief presentation on the item.

Councilmember Perkins explained the auditor highlighted that the TVTC is out of compliance with the TVTC's cash balance policy. This policy currently requires the TVTC to transfer funds greater than \$500,000 from the TVTC bank account to LAIF. However, as money flows in and out of the account there is often a time lag, which results in an account balance greater than \$500,000. This is due to the time required between when the council approves a project disbursement and the actual disbursement, varied timeframes for remittances into the checking account, and frequent disbursements from the account. Therefore, the finance subcommittee thought it would be appropriate to revisit the TVTC cash balance policy.

Councilmember Stepper noted that the TVTC received a clean opinion; the audit states that "in our opinion the financial statements present fairly in all material aspects." Additionally, the Finance Subcommittee had a good discussion with the auditors and TVTC TAC, and appreciated the opportunity to discuss various financial policies. The audit provided a trigger to notice potential problems before they developed. Councilmember Stepper reconfirmed it is the role of the TVTC Finance Subcommittee to review the cash balance policy.

Supervisor Andersen agreed that it was a clean audit and the TVTC should take a strategic approach to the TVTC finances.

Councilmember Olson asked if the TVTC would reconsider the \$500,000 cash balance policy and consider lowering the threshold and therefore increasing deposits to LAIF.

Councilmember Perkins explained the TVTC designed the \$500,000 cash balance policy to minimize banking fees and maximize the opportunity to generate LAIF interest. The Finance Subcommittee believes the TVTC should not be at \$500,000 exactly. While the TVTC does not need more than \$500,000 in the checking account to fund operating expenses, there needs to be latitude for regular account balance fluctuations.

Additionally, the TVTC earns credits at Mechanics Bank based on the account balance. When the TVTC completes a wire transfer, there are fees associated with this action. If the TVTC has a sufficient balance, there are credits that cover those fees. Since the LAIF return is so small right now, the credits are worth more than the LAIF return. The TVTC Finance Subcommittee will evaluate the cash balance policy to make sure the TVTC is maximizing returns, minimizing expenses, and not incurring a significant administrative burden in the process. The TVTC bank account should generally maintain between \$250,000 and \$500,000 with consideration of necessary account fluctuations.

Vice Mayor Spedowski confirmed that the Finance Subcommittee will meet again to review the TVTC's cash balance policy.

Motion by Councilmember Olson to ACCEPT Fiscal Year 2014/15 and Fiscal Year 2015/16 Audit; Second by Councilmember Stepper. Unanimously Approved (Ayes 6; Noes 0; Abstain 0; Absent 1 (Haggerty))

## 2. APPROVE Validation Review of the 2008 Nexus Study

Staff gave a brief presentation on the item. Additionally, staff distributed a supplement to the January 23, 2017 packet updating the Resolution on page 44 of the packet to include in the list of projects Project A6: I-680 HOV Lanes, SR84 to Top of Sunol Grade.

Motion by Councilmember Perkins to adopt Resolution 2017-01; Second by Councilmember Olson. Unanimously Approved (Ayes 6; Noes 0; Abstain 0; Absent 1 (Haggerty))

3. APPROVE TVTC Strategic Expenditure Plan 2017 Update

Staff gave a brief presentation on the item. Additionally, staff distributed a supplement to the January 23, 2017 packet updating the Resolution on page 117 of the packet to include in the list of projects Project A6: I-680 HOV Lanes, SR84 to Top of Sunol Grade. This supplement also updates Table 5, the 2017 TVTDF Funding Plan, Project B2 Fifth Eastbound Lane on I-580 from Santa Rita Road to Vasco Road to add Livermore as a sponsor and remove ACTC as the Lead Agency.

Motion by Councilmember Stepper to adopt Resolution 2017-02; Second by Supervisor Andersen. Unanimously Approved (Ayes 7; Noes 0; Abstain 0)

7) **OTHER BUSINESS/ANNOUNCEMENTS**

None

8) **ADJOURNMENT**

The meeting was adjourned by Chair Spedowski at 3:24 p.m.

# Item 4.1



# TRI-VALLEY TRANSPORTATION COUNCIL

**Steven Spedowski**  
**TVTC Chair**  
**Vice Mayor**  
Livermore  
(925) 960-4016

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**Supervisor District 2**  
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(925) 957-8860

**To:** Tri-Valley Transportation Council (TVTC)  
**From:** TVTC Finance Subcommittee (Finance Subcommittee)  
TVTC Technical Advisory Committee (TAC)  
**Date:** April 17, 2017  
**Subject:** TVTC Audit

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## BACKGROUND

The TVTC Joint Exercise of Powers Agreement (JEPA) requires a designated, independent certified accountant perform an annual audit of accounts and records of TVTC. In April 2016, the TVTC distributed a Request for Proposal (RFP) for audit services for Fiscal Year (FY) 2014/15 through FY 2018/19. Cropper Accountancy was the sole respondent to the RFP.

## DISCUSSION

The TVTC TAC distributed a request for proposals (RFP) in April 2016 for services to complete audits for FY 2014/15 and FY 2015/16 with the option for three one-year extensions. Cropper Accountancy was the sole respondent to the RFP. On July 18, 2016, the TVTC adopted Resolution 2016-07 approving a professional services agreement (Agreement) with Cropper Accountancy to complete the FY 2014/15 and FY2015/16 audits including the option of three one-year extensions.

Cropper Accountancy's proposal identified a rate of \$3,500 per annual audit for FY 2014/15 and FY2015/16 conditional upon both audits performed simultaneously and presented as a single set of comparative financial statements. Cropper Accountancy's proposal also identified a rate of \$4,000 for each subsequent audit (FY2016/17, FY2017/18, and FY2018/19) if a contract extension is mutually agreed upon by both parties.

On January 23, 2017, the TVTC accepted the FY 2014/2015 and 2015/2016 Audit and subsequently paid Cropper Accountancy \$7,000 for this work in accordance with the Agreement.

On March 24, 2017, the TVTC Finance Subcommittee discussed the FY 2016/17 through FY2018/19 audits and recommended utilizing the Agreement's extension option for subsequent audits.

The FY 2017/2018 TVTC budget includes \$4,000 for the FY 2016/2017 audit.

# TRI-VALLEY TRANSPORTATION COUNCIL

## RECOMMENDATION

1. ADOPT Resolution 2017-03 approving the First Amendment to Professional Services Agreement with Cropper Accountancy to extend the expiration date to June 30, 2020, and to increase the amount of compensation to provide for additional audit services by \$12,000 (\$4,000 per audit for three audits).
2. Authorize the TVTC Chairperson to execute the Amendment on behalf of TVTC subject to review and approval as to form by the General Counsel.

## ATTACHMENTS

1. Resolution 2017-03

Attachment 1: First Amendment to the Professional Services Agreement

Exhibit A: Professional Services Agreement

Exhibit B: Revised Scope of Work

**TRI-VALLEY TRANSPORTATION COUNCIL  
RESOLUTION NO. 2017-03**

**A RESOLUTION APPROVING THE FIRST AMENDMENT TO THE PROFESSIONAL SERVICES AGREEMENT BETWEEN THE TRI-VALLEY TRANSPORTATION COUNCIL AND CROPPER ACCOUNTANCY**

**WHEREAS**, on September 14, 2016, TVTC and Contractor entered into that certain Professional Services Agreement (“Agreement”) whereby Contractor agreed to provide professional auditing services to TVTC; and

**WHEREAS**, Section 4 of the Agreement provides that TVTC will pay Contractor \$7,000 for the services contemplated by the Agreement; and

**WHEREAS**, the initial term of the Agreement is set to expire on July 18, 2018; and

**WHEREAS**, Section 5 of the Agreement provides that TVTC has the option to request three one-year extensions to provide for three subsequent financial audits for the cost of \$4,000 per audit; and

**WHEREAS**, TVTC and Contractor now desire to amend the Agreement to extend the expiration date and to increase the amount of compensation to provide for additional audit services.

**NOW THEREFORE BE IT RESOLVED THAT TVTC:**

1. Approves the FIRST AMENDMENT TO THE PROFESSIONAL SERVICES AGREEMENT, attached hereto and incorporated herein as Attachment 1; and
2. Authorizes the Chairperson to execute the Amendment on behalf of TVTC subject to review and approval as to form by the General Counsel.

**PASSED, APPROVED AND ADOPTED** at the meeting of April 17, 2017, by the following votes:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

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Steven Spedowski, Chair  
Tri-Valley Transportation Council

**ATTEST:**

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Debbie Bell, TVTC Administrative Staff

**ATTACHMENT 1**  
**FIRST AMENDMENT TO PROFESSIONAL SERVICES AGREEMENT**

**FIRST AMENDMENT TO THE PROFESSIONAL SERVICES AGREEMENT  
BETWEEN THE TRI-VALLEY TRANSPORTATION COUNCIL AND CROPPER  
ACCOUNTANCY**

THIS FIRST AMENDMENT TO THE PROFESSIONAL SERVICES AGREEMENT is made as \_\_\_\_\_ day of \_\_\_\_\_ 2017 by and between THE TRI-VALLEY TRANSPORTATION COUNCIL (“TVTC”), and CROPPER ACCOUNTANCY CORPORATION (“Contractor”), (sometimes referred together as the “Parties”) who agree as follows:

RECITALS

**WHEREAS**, on September 14, 2016, TVTC and Contractor entered into that certain Professional Services Agreement (“Agreement”) whereby Contractor agreed to provide professional auditing services to TVTC, as further described in the Scope of Work contained in Exhibit A to the Agreement. A true and correct copy of the Agreement and its exhibits is attached hereto as Exhibit 1 hereto; and

**WHEREAS**, Section 4 of the Agreement provides that TVTC will pay Contractor \$7,000 for the services contemplated by the Agreement; and

**WHEREAS**, the initial term of the Agreement is set to expire on July 18, 2018; and

**WHEREAS**, Section 5 of the Agreement provides that TVTC has the option to request three one-year extensions to provide for three subsequent financial audits for the cost of \$4,000 per audit; and

**WHEREAS**, TVTC and Contractor now desire to amend the Agreement to extend the expiration date and to increase the amount of compensation to provide for additional audit services.

**NOW, THEREFORE**, for and in consideration of the promises and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, TVTC and Contractor hereby agree to amend the Agreement as follows:

1. All terms which are defined in the Agreement shall have the same meaning when used in this Amendment, unless specifically provided herein to the contrary.
2. Section 3 of the Agreement. The July 18, 2018 end date for the term of the Agreement identified in Section 3 is hereby replaced with June 30, 2020.
3. Section 4 of the Agreement. Section 2 of the Agreement shall be amended such that TVTC agrees to pay Contractor a sum not to exceed \$19,000, with the

understanding that \$7,000 has already been paid to Contractor.

Contractor agrees this is TVTC's total contribution for payment of costs under the Agreement unless additional payments are authorized in accordance with the terms of the Agreement and said terms of payment are mutually agreed to by and between the parties in writing.

4. Scope of Work. The Scope of Work is amended and attached as Exhibit 2 to this Amendment.

All other terms, conditions and provisions in the Agreement remain in full force and effect. If there is a conflict between the terms of this Amendment and the Agreement, the terms of the Agreement will control unless specifically modified by this Amendment.

*[SIGNATURES ON THE FOLLOWING PAGE]*

**IN WITNESS WHEREOF** the parties have executed this Agreement on the dates indicated below, the latest of which shall be deemed the effective date of this Agreement.

**TRI-VALLEY TRANSPORTATION COUNCIL**

DATED: \_\_\_\_\_

\_\_\_\_\_  
By: Steven Spedowski, TVTC Chair

**Cropper Accountancy Corporation  
CONTRACTOR**

DATED: \_\_\_\_\_

\_\_\_\_\_  
By: John A. Cropper, CPA, CGFM

**APPROVED AS TO FORM**

DATED: \_\_\_\_\_

\_\_\_\_\_  
By: Steven Mattas, Legal Counsel



**EXHIBIT 1**  
**PROFESSIONAL SERVICES AGREEMENT**

**PROFESSIONAL SERVICES AGREEMENT  
BETWEEN THE TRI VALLEY TRANSPORTATION COUNCIL (“TVTC”)  
AND  
Cropper Accountancy Corporation  
FOR  
Auditing Services**

This is an agreement between the Tri Valley Transportation Council, hereinafter referred to as “TVTC,” and Cropper Accountancy Corporation hereinafter referred to as “CONTRACTOR,” for Auditing Services.

**WHEREAS**, TVTC desires to secure professional Auditing Services and CONTRACTOR is qualified and willing to provide such professional assistance.

**NOW, THEREFORE**, TVTC and CONTRACTOR agree as follows:

1. **Scope of Service.** An outline of the scope of services including mandatory timeframes for performance, deadlines for providing deliverables to TVTC, and the maximum fee for each item under this Agreement is attached hereto as Exhibit A and incorporated herein.

CONTRACTOR shall comply with specific standards or governmental requirements applicable to specific tasks hereunder or as may be necessary to enable CONTRACTOR to express the opinions required hereunder.

2. **Modification of Agreement.** The TVTC may request changes to this Agreement including the Scope of Services to be performed by CONTRACTOR. Such requests shall be made in writing exclusively by the TVTC Chair, and shall describe in detail the proposed additions, deletions, or modifications. Such requests will include tabulation of costs, expenses, and time required to complete the requested work. CONTRACTOR shall have the length of time specified in the request to reply in writing to the request. Neither TVTC’s request nor CONTRACTOR’S reply shall constitute a modification of this Agreement. Any modification shall be contained in a written amendment to the Agreement and will be effective only if signed by both parties. Execution of the Amendment by the TVTC shall constitute authorization to proceed with the work identified therein.

3. **Time of Performance.** CONTRACTOR'S performance shall begin on July 18, 2016 and be completed by July 18, 2018. CONTRACTOR may commence work as of the date authorized by the TVTC Technical Advisory Committee ("TVTC TAC") which date may be prior to execution of this Agreement.

However, CONTRACTOR is under no obligation to commence work hereunder prior to execution of this Agreement.

4. **Compensation.** TVTC agrees to pay CONTRACTOR at the rates set forth in Exhibit A, and incorporated herein, in a sum not to exceed SEVEN THOUSAND DOLLARS (\$7,000).

Upon completion and acceptance of the deliverables CONTRACTOR shall submit an itemized invoice for the completed work showing applicable rates and charges as agreed to hereunder and the total amount due.

5. **Extension.** TVTC has the option to request three (3) one-year extensions to this Agreement to provide for three subsequent financial audits. In the event that TVTC requests such an extension or extensions and CONTRACTOR agrees to accept such extension, TVTC shall pay CONTRACTOR for any subsequent audits at the rates set forth in Exhibit B, attached hereto and incorporated herein.

6. **Cooperation of TVTC.** TVTC shall make available to CONTRACTOR all financial records and related information necessary for performance of CONTRACTOR'S work under this Agreement.

7. **Independent Contractor.** CONTRACTOR is an independent CONTRACTOR and shall not for any purpose be deemed to be an employee, agent, or other representative of TVTC. Services called for herein shall be deemed to be unique. CONTRACTOR shall not assign, sublet, transfer, or otherwise substitute its interest in this Agreement, or any of its obligations hereunder, without the prior written consent of the TVTC.

8. **Proprietary or Confidential Information.** CONTRACTOR understands and agrees that, in the performance of the work under this Agreement or in contemplation thereof, CONTRACTOR may have access to private or confidential information owned or controlled by TVTC. Such information may contain proprietary or confidential details, the disclosure of which may be damaging to TVTC or to third parties.

CONTRACTOR agrees that all information disclosed to CONTRACTOR by TVTC shall be held in confidence and used only in performance of this Agreement. CONTRACTOR shall exercise the same standard of care to

protect such information, as a reasonably prudent businessperson would use to protect its own proprietary or confidential information.

9. **Work Product.** The work product of CONTRACTOR in performing this Agreement shall become the property of TVTC. However, copies of such work product shall be provided to TVTC not only as a hard copy but an electronic version recorded on CD utilizing Microsoft Word, Access or Excel.
10. **Final Work Product.** Final work products produced by CONTRACTOR in the form of computer files shall be delivered on a CD, in Microsoft Word, Access or Excel format. All hard copy (paper) reports shall be accompanied by associated digital files used to create them. All of CONTRACTOR'S work product under the Agreement shall be the property of the TVTC.
11. **Financial Records of Contractor.** CONTRACTOR shall maintain accounting records of funds received under this Agreement and full documentation of performance hereunder. CONTRACTOR shall permit TVTC to have access to those records for the purpose of making an audit, examination, or review of financial and performance information relating to this Agreement. CONTRACTOR shall maintain such records for a minimum of four (4) years following payment by TVTC for the last invoice for such services to be provided.
12. **Nondiscrimination.** CONTRACTOR represents that it does not and agrees that it shall not discriminate against any employee or applicant for employment because of race, color, religion, gender, age, sexual preference, national origin, disability or other condition protected by law.
13. **Indemnification.** CONTRACTOR shall indemnify, defend, and hold harmless the TVTC, its officers and employees, from and against any and all claims, demands, liability, costs, and expenses of whatever nature, including court costs and attorney fees, arising out of injury to or death of any person or persons or loss of or physical damage to any property resulting in any manner from the willful misconduct, negligent acts, errors or omissions, of CONTRACTOR, its subcontractors, agents, employee, licensees, or guests in the making or performance of this Agreement.

CONTRACTOR shall hold TVTC harmless and defend any suit or other proceedings brought by CONTRACTOR'S employees, contractors and/or agents, either against CONTRACTOR and/or TVTC, for compensation and/or other benefits claimed as "common law" or "implied by law" employees of TVTC.

14. **Insurance.** CONTRACTOR shall procure, prior to commencement of service, and keep in force for the term of this Agreement, the following

policies of insurance, certificates, or binders as necessary to establish that the coverage described below is in place with companies licensed to do business in California. If requested, CONTRACTOR shall provide TVTC with copies of all insurance policies. The insurance coverage shall include:

- A. Commercial General Liability Insurance. Commercial General Liability insurance, including but not limited to, bodily injury, broad form property damage, contractual liability and, if necessary, products and completed operations or owners and CONTRACTOR protective liability. The policy shall contain a severability of interest clause or cross liability clause or the equivalent thereof.

Coverage afforded TVTC shall be primary insurance. Any other insurance available to TVTC under any other policies shall be excess insurance. Limits of liability shall include the following:

- (1) Bodily injury, one million dollars (\$1,000,000)
- (2) Property damage, one million dollars (\$1,000,000) or
- (3) Combined single limit (CSL) for bodily injury and property damage, one million dollars (\$1,000,000) per accident for bodily injury and property damage.

If the policy is a “claims made” policy, the following endorsements shall be included:

- (1) The retroactive shall be the effective date of this Agreement or a prior date.
- (2) The extended reporting or discovery period shall be not less than thirty-six (36) months.

- B. Automobile Liability Insurance. Automobile liability insurance, including all owned, non-owned and hired automobiles used by the CONTRACTOR or its agents in the performance of this Agreement shall have a minimum combined single limit of one million dollars (\$1,000,000) for bodily injury and property damage.

- C. Worker’s Compensation Insurance. Worker’s Compensation insurance as required by the laws of the State of California including statutory coverage for Employers Liability with limits not less than one million dollars (\$1,000,000).

CONTRACTOR is aware of provisions in the California Labor Code, which require every employer to provide Worker’s Compensation coverage, or to self-insure in accordance with provisions of that Code. CONTRACTOR shall comply with those provisions before commencing work hereunder and throughout the

term of this Agreement. Likewise, CONTRACTOR shall require all of its subcontractors to comply with those provisions.

- D. Professional Liability Insurance. Professional liability (errors and omissions) insurance is required in the amount of one million dollars (\$1,000,000) per claim and in the aggregate for two (2) years beyond completion of this Agreement.

**15. Additional Insurance Provisions.** The following additional provisions apply to the insurance coverage required as indicated in paragraph 15 above.

- A. Additional Insured. CONTRACTOR shall name TVTC, its Councilmembers, officers, agents, and employees as additional insured in the aforementioned Comprehensive Commercial General Liability and Automobile Liability policies. If CONTRACTOR submits the ACORD Insurance Certificate, the additional insured endorsements must be set forth on CH20 10 11 85 (or more recent) form and/or CA 20 48 form.
- B. Notice of Cancellation. The policies shall provide for thirty (30) days written notice to TVTC prior to cancellation, termination or material change in coverage.
- C. Certificate Holder. The certificate holder shall be the same person and have the address as indicated in Paragraph 19 (Notices) of this Agreement.
- D. Insurance Rating. Insurers shall have current A.M. Best's rating of not less than A:VII, shall be licensed to do business in the State of California, and shall be acceptable to TVTC.
- E. Replacement Coverage. In the event CONTRACTOR breaches any of the insurance provisions of this Agreement, TVTC shall have the option to obtain, at CONTRACTOR'S expense, the coverage required hereunder. The cost of obtaining and maintaining such coverage may be deducted from any sums otherwise payable to CONTRACTOR for services under this Agreement.
- F. Interpretation. All endorsements, certificates, forms, coverage and limits of liability referred to herein shall have the meaning given such terms by the Insurance Services Officer of the State of California as of the effective date of this Agreement.
- G. Proof of Insurance. CONTRACTOR will be required to provide proof of insurance coverage required hereunder prior to executing the Agreement. Additionally, if requested by TVTC,

CONTRACTOR shall provide certified copies of the insurance policies. Any endorsements must be signed by a person authorized by the insurer to bind coverage on its behalf.

- 16. **Termination on Notice.** TVTC may terminate this Agreement immediately for cause or without cause upon giving thirty (30) calendar day written notice to CONTRACTOR. In the event of termination without cause TVTC shall pay all charges outstanding and approved by TVTC at the time of termination within thirty (30) days following termination.
- 17. **Suspension of Performance.** For the convenience of TVTC or because of events beyond the control of TVTC, TVTC may give written notice to CONTRACTOR to suspend all work under this Agreement. If CONTRACTOR'S work is suspended for longer than a period of one hundred twenty (120) days, an adjustment to CONTRACTOR'S compensation may be made for increased costs, if any and this Agreement shall be modified accordingly.
- 18. **Notices.** If either party shall desire or is required to give notice to the other such notice shall be given in writing, via facsimile and concurrently by prepaid U.S. certified or registered postage, addressed to recipient as follows:

**To TVTC:**  
c/o City of Livermore  
**Attn: Debbie Bell**  
TVTC Administrative Staff  
1052 S. Livermore Ave.  
Livermore, CA 94550

**To CONTRACTOR:**  
John A. Cropper  
Cropper Accountancy Corporation  
2977 Ygnacio Valley Road, #460  
Walnut Creek, CA 94598

Changes to the above information shall be given to the other party in writing ten (10) business days before the change is effective.

- 19. **Commencement, Completion and Closeout.** Time is of the essence in the performance of this Agreement. Any time extension granted to CONTRACTOR must be in writing and shall not constitute a waiver of right the TVTC may have under the Agreement.

It shall be the responsibility of CONTRACTOR to coordinate and schedule the work to be performed so that commencement and completions take place in accordance with the provisions of the Agreement. Within thirty (30) days of completion CONTRACTOR shall submit to TVTC a final billing to include all costs, charges, and claims in connection with the completed

work. TVTC shall not be required to pay for any work or claims not included on the aforementioned final billing.

20. **Arbitration.** The parties will make a good faith effort to settle any controversy, claim or dispute arising out of or relating to this Agreement within thirty (30) days. If the issue is not resolved within that time, it shall be resolved by the American Arbitration Association. Judgment upon arbitration hereunder may be joined or consolidated with any other arbitration matter between the parties as the interest of justice and judicial economy may dictate. The prevailing party in any arbitration hereunder shall be entitled to recover all arbitration and legal expenses incurred, except attorney fees.
21. **Governing Law.** This Agreement shall be governed by the laws of the State of California.
22. **Entire Agreement of Parties.** This Agreement supersedes any and all agreements, oral or written, between the parties with respect to the rendering of services by CONTRACTOR to CITY and contains all of the representations, covenants and agreements between the parties as to the rendering of those services.

**\*\*\*SIGNATURES ON NEXT PAGE\*\*\***



**IN WITNESS WHEREOF** the parties have executed this Agreement on the dates indicated below, the latest of which shall be deemed the effective date of this Agreement.

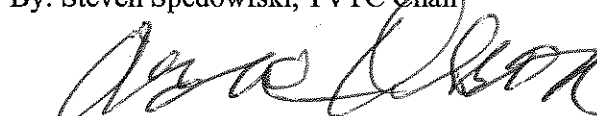
**TRI-VALLEY TRANSPORTATION COUNCIL**

DATED: 9/14/16



By: Steven Spedowski, TVTC Chair

DATED: 9/2/16



By: Arne Olson, TVTC Vice-Chair

**Cropper Accountancy Corporation  
CONTRACTOR**

DATED: 7/13/16



By: John A. Cropper, CPA, CGFM

**APPROVED AS TO FORM**

DATED: 7/14/16



By: Steven Mattas, Legal Counsel

**EXHIBIT A**  
**SCOPE OF WORK**

CONTRACTOR shall express an opinion on the fair presentation of TVTC's basic financial statements in conformity with the minimum requirements prescribed by the State Controller for special districts under Government Code Section 26909 and generally accepted accounting principles, including GASB 34.

CONTRACTOR shall also be responsible for performing certain limited procedures involving required supplementary information required by the Governmental Accounting Standards Board as mandated by generally accepted auditing standards. At the completion of this contract, the auditor will make available all work papers to the TVTC Treasurer ("Treasurer") in a timely manner.

During the course of the engagement, CONTRACTOR will meet with and provide status reports to the Treasurer or designee on a regular basis. Upon completion of field work, and before issuing any report or management letter, CONTRACTOR shall schedule an exit conference with the Treasurer or designee. CONTRACTOR shall provide informal advice and consultation throughout the contract term on matters relating to accounting and financial reporting. This would not include any task that entailed significant research on formal reporting.

CONTRACTOR shall prepare an audit report for the two (2) fiscal periods ending June 30, 2015 and June 30, 2016. CONTRACTOR shall attend a meeting with the TAC and/or TVTC to present the audit report.

TVTC shall pay CONTRACTOR \$3,500 for each of the audits and audit reports for the two (2) fiscal periods ending June 30, 2015 and June 30, 2016.



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**PROPOSAL**  
**For Financial Statement**  
**Audit Services**  
**for the**  
**Tri-Valley Transportation Council**

**Submitted April 29, 2016 by**

---

**CROPPER ACCOUNTANCY CORPORATION**  
*Certified Public Accountants*

2700 Ygnacio Valley Rd, Suite 270  
Walnut Creek, CA 94598

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**PRIMARY CONTACT:**  
JOHN CROPPER, PARTNER  
Phone: (925) 932-3860  
Fax: (925) 476-9930  
[john@cropperaccountancy.com](mailto:john@cropperaccountancy.com)



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April 29, 2016

Tri-Valley Transportation Council (TVTC)  
Attn: Jamar Stamps  
30 Muir Road  
Martinez, CA 94553

Dear Mr. Stamps:

As the current Tri-Valley Transportation Council auditors, our firm is uniquely qualified to serve you. We understand how important continuity of personnel can be to an audit. The TVTC rotates administrators, auditors, and possibly bookkeepers. In addition, with the upcoming change of administrators to the City of Livermore, we can assist you with ideas to improve the process.

We believe that Cropper Accountancy Corporation is the selection of choice, and are excited about the prospect of working with you again. Our company motto is *professional, personalized service*: we provide the highest quality service to our clients, not just during the audit process, but year-round. Below are a few highlights of our firm's general qualifications:

- We have extensive expertise and experience with special districts and governmental audits, and audited TVTC for fiscal years 2013 and 2014.
- To reduce pricing and increase efficiency, we suggest performing both audits concurrently. We understand the dynamics that will need to be addressed, and how to obtain the information necessary for issuing the audit report and communicating appropriate information to the Board.
- A listing of all items needed to complete the audit will be provided to you in advance, thereby maximizing audit efficiency, and minimizing staff time.
- We experience little client turnover – even in industries that routinely rotate auditors.

Katy Perry, who was involved in the 2013 and 2014 audits, will continue to be of service to you. We are pleased to submit this proposal to audit TVTC's financial statements in conformity with the minimum requirements prescribed by the State Controller for special districts under Government Code Section 26909 and generally accepted accounting principles, including GASB 34, for the fiscal years ending June 30, 2015 and 2016.

We acknowledge that we understand the requirements of your Request for Proposal and commit to performing the work within the stated time period. Our proposal is a firm and revocable offer for thirty days.

I look forward to hearing from you.

Sincerely,



John Cropper, CPA, CGFM, CGMA  
Managing Partner  
Cropper Accountancy Corporation

## **Firm Profile and Qualifications**

### *Tri-Valley Transportation Council Proposal for Audit Services*

---

#### **GENERAL**

Cropper Accountancy Corporation is a highly respected public accounting and consulting firm in Northern California, serving clients and growing with the greater Bay Area since 1980. We are a firm purposefully remaining small and less leveraged than other firms, in order to provide more personal and *continuous service by highly qualified, experienced personnel*. With our high level of principal involvement, you will receive the highest degree of service. You will feel the difference working with Cropper Accountancy Corporation. Questions are answered, direction is provided, and response time is quick.

John Cropper, our managing partner, has over twenty years of experience auditing local governments, including *Government Auditing Standards* and *OMB Circular A-133* (single audit). We have assisted in the preparation of Comprehensive Annual Financial Reports (CAFR) for many of our clients, including clients preparing the CAFR for the Government Finance Officers Association (GFOA) award program for the first time. Additionally, we have prepared and filed the Annual Financial Transactions Report required by the California State Controller's Office (SCO) on behalf of our audit clients.

Our firm has three partners, and four experienced audit professionals. You will be served by the managing partner, John Cropper, and at least one other member of the firm. John has worked "on the other side", as well as on governmental boards of directors, and he understands your operational challenges and competing priorities. The Council will be served by a combination of the following personnel (audit experience):

John Cropper, Managing Partner (25 years)  
Katy Perry, Senior (9 years)  
Bryce Rojas, Staff (4 years)

#### **INDEPENDENCE**

Cropper Accountancy Corporation and all related personnel are independent of TVTC as defined by generally accepted auditing standards and the U.S. General Accounting Office's *Government Auditing Standards*. For the past five years, our firm has had no professional relationship with TVTC apart from the audits of the June 30, 2013 and 2014 year-end financial statements.

#### **LICENSE TO PRACTICE IN CALIFORNIA**

Cropper Accountancy Corporation and all principals and all assigned key staff, who will provide services to the Council, are licensed to practice as certified public accountants in the State of California.

#### **FIRM QUALIFICATIONS AND EXPERIENCE**

Cropper Accountancy is a boutique audit firm specializing in government, special districts, and not-for-profit organizations, and is located in Walnut Creek, California. As a member firm of the American Institute of Certified Public Accountants, we are required to adhere to rigorous quality control standards in our accounting and auditing practice.

## **Firm Profile and Qualifications**

### *Tri-Valley Transportation Council Proposal for Audit Services*

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We believe the most important factor to ensure a quality audit and client satisfaction is the knowledge and experience of the audit professionals serving the Tri-Valley Transportation Council. Such knowledge and experience coupled with expertise in the required professional standards unique to a particular industry results in the most effective and efficient audit – as well as a higher level of client satisfaction. No audit methodology, no training course, and indeed no computer software can ever replace solid professional judgment born of years of experience.

### **QUALITY CONTROL**

We are required to submit to a review of our practice by our peers under the AICPA peer review program. The most recent peer review was performed by Richey May in 2013, and included a review of at least one government engagement. We proud of our peer review results: a pass without exception. See Exhibit A for a copy of the 2013 peer review report.

During the past three years, we have had no desk or field reviews. There has never been any disciplinary action taken or pending against the firm with state regulatory bodies or professional organizations.

### **SIMILAR ENGAGEMENTS AND OTHER GOVERNMENT ENTITIES**

Our principals are expert in the not-for-profit and governmental audit industries, which enhances the value we can provide. Such experience also includes extensive Single Audit (i.e. OMB A-133) work. A representative list of such audit experience is included below.

1. City of Lafayette
  - a. Financial Audit Gonzalo Silva (925) 285-0050
  - b. Lamorinda Fee and Financing Authority
  - c. Lamorinda School Bus
  - d. TDA Audit – Measure C/J
  - e. Successor Agency to the RDA
  
2. City of Clayton
  - a. Financial Audit Kevin Mizuno (925) 673-7309
  - b. Clayton Financing Authority
  - c. Successor Agency to the RDA
  
3. Tri-Valley Transportation Council
  - a. Financial Audit Jamar Stamps (925) 674-7832

## **PRINCIPAL, SUPERVISORY, AND STAFF QUALIFICATIONS AND EXPERIENCE**

### **Firm's Continuing Education**

Each member of our firm is enrolled in a CPE program with the California Society of CPAs. Our peer review requires a total of 80 hours and a minimum of 24 hours of governmental CPA every two years; even our non-CPA staff meet the latter requirement on an annual basis.

If history is a good indicator, you will be served by a combination of the following professionals:

### **John Cropper, CPA, CGFM, CGMA – Engagement Principal and Primary Contact**

John is one of the founders and is president of Cropper Accountancy Corporation. He has been practicing public accounting since 1990. John specializes in audits of governmental entities, including cities, special districts, HUD, and single audits.

John began his career at Deloitte & Touche before moving on to become the partner-in-charge of the Walnut Creek office of Caporicci, Cropper & Larson, LLP. He worked as the partner-in-charge of the governmental practice at Armanino McKenna LLP before leaving to form Cropper Accountancy Corporation. In 2002, John founded the firm to provide hands on expertise service to his clients.

John is a member of the American Institute of Certified Public Accountants (AICPA), the California Society of Certified Public Accountants (CalCPA), Association of Government Accountants (AGA) and the California State Board of Accountancy. He is a Certified Governmental Financial Manager (CGFM), and a Chartered Global Management Accountant (CGMA). He formerly served on a Measure A advisory committee, and as the Treasurer of a Contra Costa County PAC Committee. John is a former member of the CalCPA state GASB committee. John is currently serving on the CalCPA Governmental Planning Committee.

Currently, John serves several cities, special districts, and multiple engagements with OMB A-133 audit requirements.

### **Mary Ann Cropper, CPA – Concurring Partner**

Mary Ann has over 25 years of professional experience. As a former San Francisco “Big Four” Senior Audit Manager at Deloitte in San Francisco, Mary Ann was responsible for management of recurring audit work and a wide variety of consulting projects for governmental, healthcare, and clients.

Mary Ann joined Cropper Accountancy Corporation in 2005 as a Partner where she specializes in serving governmental and not-for-profit entities and organizations with Single Audit requirements.

Mary Ann is a member of the American Institute of Certified Public Accountants (AICPA), the California Society of Certified Public Accountants (CalCPA), and the Institute of Internal Auditors (IIA).



**Staffing and Personnel**  
*Tri-Valley Transportation Council Proposal for Audit Services*

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**Katy Perry – Professional Staff**

Katy joined Cropper Accountancy in 2007 and currently serves as the supervising senior on many government audits, including several sanitary districts. She is a member of the California Society of CPAs, and in the past year, has completed classes relating to new GASB standards, single audits, audit clarity standards, and general fieldwork and reporting standards. Our clients appreciate Katy's great customer service and high level of responsiveness.

*Each year all CAC staff attends the CalCPA Governmental Conference in Sacramento. In addition, all staff takes courses on Fraud, Ethics and auditing and accounting updates.*

**Bryce Rojas – Professional Staff**

Bryce joined Cropper Accountancy in 2012 and currently works on several government audits, including four cities in 2015. In the last year, Bryce completed continuing education classes on the GASB updates, single audits, and audit clarity standards; he is a member of the California Society of CPAs.

*Each year all CAC staff attends the CalCPA Governmental Conference in Sacramento. In addition, all staff takes courses on Fraud, Ethics and auditing and accounting updates.*

## Appendix – Forms A & B

**FORM A**  
**Applicant Information**

<b>Applicant Last Name (if individual is applying)</b>		<b>Applicant First Name</b>		<b>Applicant Middle Name</b>	
<b>Other Names Applicant is known by (if individual is applying)</b>				<b>Applicant Social Security No.</b>	
<b>Applicant Business Name (if a Contractor is applying)</b> Cropper Accountancy Corporation					
<b>Applicant Business Representative Name (if Contractor is applying)</b> John Cropper					
<b>Applicant Address</b> 2700 Ygnacio Valley Road, Suite 270			<b>City</b> Walnut Creek		<b>State</b> CA
			<b>ZIP Code</b> 94598		
<b>Phone</b> (925) 932-3860		<b>Fax</b> (925) 476-9930		<b>Mobile</b> (925) 202-6500	
<b>E-Mail Address</b> john@cropperaccountancy.com					

**FORM B**  
**Price Summary**

<b>Cost Estimate (Total Cost)</b>	\$ 3,500 for each year*
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\*Conditional upon both audits being performed simultaneously and presented as a single set of comparative financial statements.



## System Review Report

To the Stockholders  
Cropper Accountancy Corporation  
and the Peer Review Committee of the California Society of Certified Public Accountants

We have reviewed the system of quality control for the accounting and auditing practice of Cropper Accountancy Corporation (the firm) in effect for the year ended March 31, 2013. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants. As a part of our peer review, we considered reviews by regulatory entities, if applicable, in determining the nature and extent of our procedures. The firm is responsible for designing a system of quality control and complying with it to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Our responsibility is to express an opinion on the design of the system of quality control and the firm's compliance therewith based on our review. The nature, objectives, scope, limitations of, and the procedures performed in a System Review are described in the standards at [www.aicpa.org/prsummary](http://www.aicpa.org/prsummary).

As required by the standards, engagements selected for review included engagements performed under *Government Auditing Standards* and examinations of service organizations [Service Organization Controls (SOC) 1 and 2 engagements].

In our opinion, the system of quality control for the accounting and auditing practice of Cropper Accountancy Corporation in effect for the year ended March 31, 2013, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)* or *fail*. Cropper Accountancy Corporation has received a peer review rating of *pass*.

A handwritten signature in dark ink, appearing to read "Richey May &amp; Co.", is written over the printed name of the firm.

Englewood, Colorado  
September 27, 2013

**EXHIBIT B**  
**RATES FOR AUDITS DURING EXTENSION(S)**

***Tri-Valley Transportation Council***  
**Pricing for Optional One-Year Extensions**

Upon mutual agreement of Tri-Valley Transportation Council and Cropper Accountancy, the pricing for the three 1-year extensions would be as follows:

**PROFESSIONAL FEES**

	Optional Total 2017	Optional Total 2018	Optional Total 2019
Partner	\$ 1,000	\$ 1,000	\$ 1,000
Senior staff	2,500	2,500	2,500
Support staff	500	500	500
<b>Total</b>	<b>\$ 4,000</b>	<b>\$ 4,000</b>	<b>\$ 4,000</b>

**AUTHORIZED SIGNER**

On behalf of *Cropper Accountancy Corporation* and as the managing partner, I certify that John A. Cropper is authorized to represent the firm and empowered to submit the bid and is authorized to sign a contract with the Tri-Valley Transportation Council. The pricing above represents an all-inclusive maximum price for optional three additional years.

Managing Partner

July 8, 2016

Date



## EXHIBIT 2

### REVISED SCOPE OF WORK (Additions in double-underline)

CONTRACTOR shall express an opinion on the fair presentation of TVTC's basic financial statements in conformity with the minimum requirements prescribed by the State Controller for special districts under Government Code Section 26909 and generally accepted accounting principles, including GASB 34.

CONTRACTOR shall also be responsible for performing certain limited procedures involving required supplementary information required by the Governmental Accounting Standards Board as mandated by generally accepted auditing standards. At the completion of this contract, the auditor will make available all work papers to the TVTC Treasurer ("Treasurer") in a timely manner.

During the course of the engagement, CONTRACTOR will meet with and provide status reports to the Treasurer or designee on a regular basis. Upon completion of field work, and before issuing any report or management letter, CONTRACTOR shall schedule an exit conference with the Treasurer or designee. CONTRACTOR shall provide informal advice and consultation throughout the contract term on matters relating to accounting and financial reporting. This would not include any task that entailed significant research on formal reporting.

#### 2015 and 2016 Audits

CONTRACTOR shall prepare an audit report for the two (2) fiscal periods ending June 30, 2015 and June 30, 2016. CONTRACTOR shall attend a meeting with the TAC and/or TVTC to present the audit report.

TVTC shall pay CONTRACTOR \$3,500 for each of the audits and audit reports for the two (2) fiscal periods ending June 30, 2015 and June 30, 2016.

#### 2017, 2018 and 2019 Audits

CONTRACTOR shall prepare an audit report for the three (3) fiscal periods ending June 30, 2017, June 30, 2018 and June 30, 2019. CONTRACTOR shall attend a meeting with the TAC and/or TVTC to present each audit report.

TVTC shall pay CONTRACTOR \$4,000 for each of the audits and audit reports for the three (3) fiscal periods ending June 30, 2017, June 30, 2018 and June 30, 2019.

# Item 5.1



# TRI-VALLEY TRANSPORTATION COUNCIL

**Steven Spedowfski**  
**TVTC Chair**  
**Vice Mayor**  
Livermore  
(925) 960-4016

**To:** Tri-Valley Transportation Council (TVTC)  
**From:** TVTC Finance Subcommittee (Finance Subcommittee)  
TVTC Technical Advisory Committee (TAC)

**Date:** April 17, 2017

**Arne Olson**  
**TVTC Vice-Chair**  
**Councilmember**  
Pleasanton  
(925) 200-8579

**Subject:** TVTC Cash Balance Policy

**Scott Perkins**  
**Councilmember**  
San Ramon  
(925) 973-2530

**Don Biddle**  
**Vice Mayor**  
Dublin  
(925) 833-6650

**Karen Stepper**  
**Councilmember**  
Danville  
(925) 275-2412

**Scott Haggerty**  
**Supervisor District 1**  
Alameda County  
(510) 272-6691

**Candace Andersen**  
**Supervisor District 2**  
Contra Costa County  
(925) 957-8860

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## BACKGROUND

On September 22, 2010, TVTC Resolution 2010-05 authorized the Tri-Valley Transportation Council (TVTC) to establish an account at a private banking institution for the purposes of depositing Tri-Valley Transportation Development Fee (TVTDF) funds from member agencies and disbursing TVTDF funds as authorized by resolution of the TVTC. This resolution also authorized the TVTC to transfer TVTDF funds to a Local Agency Investment Fund (LAIF) account. Subsequently the TVTC established accounts with Mechanics Bank and LAIF. On July 20, 2015, the TVTC approved a motion establishing a cash balance policy limiting funds in Mechanics Bank to no more than \$500,000 and the remainder in LAIF (cash balance policy).

On January 23, 2017, the TVTC directed the TAC to maintain a no fee account at Mechanics Bank, which means maintaining a balance no less than \$250,000. Additionally, the TVTC approved an audit which identified an inconsistency between the TVTC cash balance policy and the year-end TVTC bank balance. The TVTC directed the TVTC Finance Subcommittee to review and potentially recommend revising the cash balance policy to minimize banking fees, maximize the opportunity to generate additional LAIF interest, provide latitude for regular account balance fluctuations, and avoid significant administrative burden. The TVTC Finance Subcommittee reviewed this matter on March 24, 2017, and recommends the TVTC adopt the proposed cash balance policy as discussed below.

## DISCUSSION

The TVTC's cash flow fluctuates based on TVTC operations, inflow of developer fee revenue, and TVTDF fund allocations to TVTC projects. A strict policy requiring a cash balance of no more than \$500,000 at all times is unrealistic due to the nature of the TVTC's cash flow. For example, in order to fund an approved TVTC project (as approved in the Strategic Expenditure Plan), the TVTC must transfer funds from LAIF to Mechanics Bank, typically more than \$1 million. This transfer will immediately exceed the cash balance policy for a period until the TVTC disburses the funds to the project sponsor. Additionally, member agencies deposit 80% of TVTDF funds into Mechanics Bank. Each agency's deposit amounts are unpredictable and fluctuate significantly. Similarly, member agencies do not deposit these funds within a consistent timeframe. These fluctuations make it difficult to guarantee a set cash balance amount.

# TRI-VALLEY TRANSPORTATION COUNCIL

Given the current circumstances, the TVTC would need to monitor, on a daily basis, the bank balance and regularly transfer funds between Mechanics Bank and the LAIF account to remain consistent with the existing cash balance policy. This would require a significant amount of staff time. Additionally, a wire transfer is required to move funds between accounts at a cost of \$25 per wire. By maintaining the Mechanics Bank account balance no less than \$250,000, the TVTC can process four wires per year without incurring additional fees. However, if the TVTC chooses to wire funds more than four times a year the TVTC will pay additional bank fees.

To provide more consistency, the TVTC Finance Subcommittee recommends member jurisdictions consistently remit TVTDF Funds to Mechanics Bank within 30-days of the end of every quarter. This would allow the TVTC to transfer funds to LAIF on a quarterly basis, approximately 60-days after the end of each quarter, with reasonable expectation that no additional deposits will be forthcoming until the following quarter. Additionally, the TVTC must consider the following before determining the amount to transfer to LAIF:

1. Retain sufficient funds in Mechanics Bank for near-term TVTC project disbursement(s)
2. Retain sufficient funds in Mechanics Bank for near-term operating budget expenses

The Mechanics Bank balance may exceed \$500,000 given the circumstances listed above.

## RECOMMENDATION

The TVTC Finance Subcommittee recommends the TVTC ADOPT TVTC Resolution 2017-04 and APPROVE the TVTC Cash Balance Policy:

1. **Maintain an account balance no less than \$250,000.**  
This balance will result in no monthly fees and provide a reasonable contingency to cover the TVTC annual budget and any unforeseen expenses (ex: an unexpected wire transfer fee).
2. **Manage the TVTC cash balance in order to maximize returns, minimize expenses, and avoid significant administrative burden.**  
The TVTC bank account should generally maintain between \$250,000 and \$500,000 with consideration of necessary account fluctuations.
3. **Transfer TVTC funds to LAIF on a quarterly basis, approximately 60 days after the end of every quarter, if the account balance is in excess of \$250,000, in an amount that maintains funds for a near-term TVTC project disbursement(s) and/or operating budget expenses.**  
This will create a manageable expectation for fund transfers with an appropriate administrative burden.

## ATTACHMENT:

1. Resolution 2017-04

**TRI-VALLEY TRANSPORTATION COUNCIL  
RESOLUTION NO. 2017-04**

**A RESOLUTION ADOPTING THE TRI-VALLEY TRANSPORTATION COUNCIL  
CASH BALANCE POLICY**

**WHEREAS**, on September 22, 2010, TVTC Resolution 2010-05 authorized the Tri-Valley Transportation Council (TVTC) to establish an account at a private banking institution and a Local Agency Investment Fund (LAIF) account for the purposes of depositing Tri-Valley Transportation Development Fee (TVTDF) funds from member agencies and disbursing TVTDF funds as authorized by resolution of the TVTC;

**WHEREAS**, on July 20, 2015, the TVTC approved a motion establishing a cash balance policy limiting funds in Mechanics Bank to no more than \$500,000 and depositing the remainder in LAIF;

**WHEREAS**, on January 23, 2017, the TVTC directed the TVTC Technical Advisory Committee (TAC) to maintain a no fee account at Mechanics Bank, which means maintaining a balance no less than \$250,000; and

**WHEREAS**, on January 23, 2017, the TVTC directed the TVTC Finance Subcommittee to review and recommend revising the cash balance policy to minimize banking fees, maximize the opportunity to generate additional LAIF interest, provide latitude for regular account balance fluctuations, and avoid significant administrative burden.

**NOW THEREFORE BE IT RESOLVED THAT:**

TVTC approves and adopts the Cash Balance Policy, attached hereto and incorporated herein as Exhibit A, as recommended by the TVTC Financial Subcommittee.

**PASSED, APPROVED AND ADOPTED** at the meeting of April 17, 2017, by the following votes:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

---

Steven Spedowski, Chair  
Tri-Valley Transportation Council

**ATTEST:**

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Debbie Bell, TVTC Administrative Staff

## EXHIBIT A

### TRI-VALLEY TRANSPORTATION COUNCIL CASH BALANCE POLICY

Pursuant to this policy, the TVTC shall:

1. **Maintain an account balance no less than \$250,000.**  
This balance will result in no monthly fees and provide a reasonable contingency to cover the TVTC annual budget and any unforeseen expenses (ex: an unexpected wire transfer fee).
2. **Manage the TVTC cash balance in order to maximize returns, minimize expenses, and avoid significant administrative burden.**  
The TVTC bank account should generally maintain between \$250,000 and \$500,000 with consideration of necessary account fluctuations.
3. **Transfer TVTC funds to LAIF on a quarterly basis, approximately 60 days after the end of every quarter, if the account balance is in excess of \$250,000, in an amount that maintains funds for a near-term TVTC project disbursement(s) and/or operating budget expenses.**  
This will create a manageable expectation for fund transfers with an appropriate administrative burden.

# Item 6.1

# TRI-VALLEY TRANSPORTATION COUNCIL

**Steven Spedowfski**  
**TVTC Chair**  
**Vice Mayor**  
Livermore  
(925) 960-4016

**To:** Tri-Valley Transportation Council (TVTC)  
**From:** TVTC Finance Subcommittee (Finance Subcommittee)  
TVTC Technical Advisory Committee (TAC)  
**Date:** April 17, 2017  
**Subject:** Financial Report for the Period Ending June 30, 2016

**Arne Olson**  
**TVTC Vice-Chair**  
**Councilmember**  
Pleasanton  
(925) 200-8579

**Scott Perkins**  
**Councilmember**  
San Ramon  
(925) 973-2530

**Don Biddle**  
**Vice Mayor**  
Dublin  
(925) 833-6650

**Karen Stepper**  
**Councilmember**  
Danville  
(925) 275-2412

**Scott Haggerty**  
**Supervisor District 1**  
Alameda County  
(510) 272-6691

**Candace Andersen**  
**Supervisor District 2**  
Contra Costa County  
(925) 957-8860

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## BACKGROUND

The Treasurer is required to present a financial status report to the TVTC annually. The City of San Ramon has served as the TVTC Treasurer since 2001. At the April 12, 2010 TVTC meeting, the City of San Ramon requested to relinquish the administrative Treasurer duties.

On September 22, 2010, the TVTC approved Resolution 2010-05 that a) authorized the establishment of an account with a private banking institution and to transfer the Tri-Valley Transportation Development Fee (TVTDF) fund balance from the City of San Ramon; b) authorized the TVTC to establish an account at the State of California's Local Agency Investment Fund (LAIF) to serve as a joint account; and c) approved funding to retain outside contractors for the accounting and auditing services duties. The City of San Ramon staff continues to serve as the TVTC Treasurer in name and as signature authority for TVTDF disbursements per the TVTC's Joint Exercise of Powers Agreement (JEPA).

Beginning with the quarterly period of July 1, 2011 – September 30, 2011, TVTC agencies began forwarding all quarterly remittances to the TVTC account at Mechanics Bank and the TVTC's contract accounting firm, Franklin Management Systems, Inc., in Pleasanton began managing these funds. On April 26, 2012, the TVTC transferred all remaining TVTDF funds held with the City of San Ramon to Mechanics bank. In February 2016 the TVTC began transferring TVTDF funds from Mechanics Bank into a Local Agency Investment Fund (LAIF) account.

## DISCUSSION

This report has been prepared to provide cumulative information on TVTD fees received and remitted by member TVTC agencies and their approved disbursements.

A total of approximately \$65 million in fees and interest have been remitted by TVTC member agencies since the September 1998 fee implementation through June 30, 2015. In Fiscal Year

# TRI-VALLEY TRANSPORTATION COUNCIL

2015/16, the TVTDF fund earned approximately \$6 million in fee remittances and interest to bring the total revenue credited to the TVTDF fund to approximately \$71 million.

Since 1998, the TVTC has disbursed approximately \$59.5 million as shown in Attachment A. The balance of TVTDF funds held with Mechanics Bank as of March 31, 2017 is \$1.278 million. The balance of TVTDF funds held with LAIF as of March 31, 2017 is \$7.049 million. An annual summary report and a cumulative resources report are provided as attachments (Attachments B and C).

## RECOMMENDATION

The TVTC Finance Subcommittee recommends the TVTC ACCEPT the 2016 TVTC Financial Report.

## ATTACHMENTS

- A – Cumulative Disbursements
- B – 2016 TVTDF Summary Balance
- C – TVTDF Cumulative Resources/Uses



**September 1998 – August 17, 2001 (Prior Treasurers):****I580/680 Flyover**

ACTA match requirement	\$4,194,094.00
To City of Dublin for their contributions	\$995,127.00
To City of Pleasanton for their contributions	\$462,078.00

**Total: \$5,651,299.00****Highway 84**

Advance to Livermore	\$1,164,144.00
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**Total: \$1,164,144.00****Refund of 20% Local Accounts**

City of Pleasanton	\$689,499.00
Alameda County	\$6.00
City of Dublin	\$55,471.00

**Total: \$744,976.00****Administration**

City of Pleasanton	\$25,258.00
Contra Costa County	\$8,000.00

**Total: \$33,258.00****August 17, 2001 – June 30, 2012 (Prior Treasurer Duties - City of San Ramon):****Refund of 20% Local Accounts**

City of Livermore (4/5/02)	\$1,191,189.00
City of Livermore (1/15/03)	\$68,217.00

**Total: \$1,259,406.00****I-680 Interchange Project #8**

City of San Ramon (6/30/03)	\$1,600,000.00
-----------------------------	----------------

**Total: \$1,600,000.00****I-680 Aux Lane Project #3**

Town of Danville (1/7/05)	\$2,200,000.00
Contra Costa Transportation Authority (2/3/06)	\$2,500,000.00
Contra Costa Transportation Authority (10/6/06)	\$2,500,000.00
Contra Costa Transportation Authority (1/25/08)	\$2,500,000.00
Contra Costa Transportation Authority (4/17/09)	\$2,300,000.00

**Total: \$12,000,000.00****I-580/Foothill Road Project #7**

City of Dublin (8/29/03)	\$800,000.00
City of Pleasanton (6/19/09)	\$46,959.00
City of Pleasanton (4/19/10)	\$753,041.00

**Total: \$1,600,000.00****West Dublin Bart Project #4**

City of Dublin (11/25/03)	\$4,000,000.00
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**Total: \$4,000,000.00**

**State Route 84 (Project #2)**

City of Livermore (Returned balance from Route 84 Corridor project)	\$ (105,428.00)
City of Livermore (3/2/07)	\$4,800,000.00
City of Livermore (4/17/09)	\$2,600,000.00
City of Livermore (12/22/09)	\$2,600,000.00

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**Total: \$9,894,572.00**

**Nexus Study 2005**

City of Livermore (12/2/05)	\$100,000.00
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**Total: \$100,000.00**

**I-580 HOV Lanes Project #5**

City of Pleasanton (2/26/08)	\$4,000,000.00
City of Pleasanton (12/5/08)	\$2,900,000.00
City of Pleasanton (10/22/10)	\$1,100,000.00

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**Total: \$8,000,000.00**

**TVTC Strategic Expenditure Plan**

City of Dublin (7/10/09)	\$24,770.00
City of Dublin (4/23/10)	\$34,660.00

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**Total: \$59,430.00**

**Refund CA Splash**

City of Pleasanton (4/23/10)	\$15,290.00
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**Total: \$15,290.00**

**Administration**

City of San Ramon	\$376,378.29
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**Total: \$376,378.29**

**June 30, 2012 – December 31, 2013 (City of San Ramon/Franklin Management):****State Route 84 Improvements (I-580 to I-680) (Project 2A)**

City of Livermore (July 31, 2013)	\$2,940,000.00
City of Livermore (October 17, 2013)	\$5,000,000.00

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**Total: \$7,940,000.00**

**Refund KT Properties**

City of Pleasanton	\$3,427.85
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**Total: \$3,427.85**

**Mechanics Bank Fees**

Mechanics Bank	\$392.00
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**Total: \$392.00**

**December 31, 2013 – June 30, 2014 (City of San Ramon/Franklin Management):****Mechanics Bank Fees**

Mechanics Bank	\$80.00
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**Total: \$80.00**

**Contract Accountant Fees**

Franklin Management	\$7,170.00
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**Total: \$7,170.00**

**July 1, 2014 – June 30, 2015 (City of San Ramon/Franklin Management):****State Route 84 Improvements (I-580 to I-680) (Project 2A)**

City of Livermore (January 26, 2015)	\$4,500,000.00
City of Livermore (April 20, 2015)	\$500,000.00

<b>Total:</b>	<b>\$5,000,000.00</b>
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**TVTC Strategic Expenditure Plan Update**

Kimley-Horn	\$1,367.65
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<b>Total:</b>	<b>\$1,367.65</b>
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**Mechanics Bank Fees**

Mechanics Bank	\$24.00
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<b>Total:</b>	<b>\$24.00</b>
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**Contract Accountant Fees**

Franklin Management	\$6,605.00
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<b>Total:</b>	<b>\$6,605.00</b>
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**Legal Fees**

Meyers Nave	\$8,020.50
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<b>Total:</b>	<b>\$8,020.50</b>
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**Website Development**

Planeteria Media	\$9,170.00
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<b>Total:</b>	<b>\$9,170.00</b>
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**Treasurer Oversight**

City of San Ramon	\$1,200.00
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<b>Total:</b>	<b>\$1,200.00</b>
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**July 1, 2015 – June 30, 2016 (City of San Ramon/Franklin Management):****TVTC Strategic Expenditure Plan Update**

Kimley-Horn	\$33,301.82
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<b>Total:</b>	<b>\$33,301.82</b>
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## Refund to Hanna Yoon

City of Pleasanton (5/16/16)	\$7,785.56
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<b>Total:</b>	<b>\$7,785.56</b>
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**Administrative Staff Support**

Contra Costa County	\$40,000.00
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<b>Total:</b>	<b>\$40,000.00</b>
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**Mechanics Bank Fees**

Mechanics Bank	\$22.00
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<b>Total:</b>	<b>\$22.00</b>
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**Contract Accountant Fees**

Franklin Management	\$1,770.00
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<b>Total:</b>	<b>\$1,770.00</b>
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**Insurance Liability, D&O**

Alliant Insurance service, Inc	\$4,223.03
<b>Total:</b>	<b>\$4,223.03</b>

**Legal Fees**

Meyers Nave	\$9,232.68
<b>Total:</b>	<b>\$9,232.68</b>

**Operating Exp/Board Meetings**

All Board Members	\$1,500.00
Postages reimbursement to FMS	\$5.55
<b>Total:</b>	<b>\$1,505.55</b>

**Website Development**

Planeteria Media	\$1,670.00
<b>Total:</b>	<b>\$1,670.00</b>

**Treasurer Oversight**

City of San Ramon	\$1,200.00
<b>Total:</b>	<b>\$1,200.00</b>

<b>TOTAL DISBURSEMENTS:</b>	<b>\$59,576,920.93</b>
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**Tri-Valley Transportation Development Fees  
Cumulative Resources/Uses Update  
Held with Mechanics Bank and LAIF  
For the Period Ended July 2015- June-2016**

<b>7/01/15 Beginning Balance</b>	<b>\$ 5,613,437.45</b>
<b>Agency Receipts/Interest Earnings:</b>	<b>\$ 6,028,788.02</b>
<b>Disbursements:</b>	<b>\$ (100,710.64)</b>
<b>6/30/16 Ending Fund Balance</b>	<b>\$ 11,541,514.83</b>

Respectfully submitted,

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**Jack Harrington**  
**Franklin Management**

**Tri-Valley Transportation Development Fees  
Cumulative Resources/Uses of Funds**

## Resources:

	Prior Cumulative Fees/Interest	7/15-6/16 Fees/Interest	Total Fees/Interest Remitted
Alameda Co	\$ 438,012.32	\$ 3,799.96	\$ 441,812.28
Dublin	\$ 17,720,751.05	\$ 1,762,810.83	\$ 19,483,561.88
Livermore	\$ 18,109,955.69	\$ 1,400,257.97	\$ 19,510,213.66
Pleasanton	\$ 9,083,566.79	\$ 1,650,605.92	\$ 10,734,172.71
CC County	\$ 13,888,114.01	\$ 1,084,503.62	\$ 14,972,617.63
Danville	\$ 1,609,166.20	\$ 88,865.25	\$ 1,698,031.45
San Ramon	\$ 1,112,781.92	\$ 36,325.66	\$ 1,149,107.58
Trust Interest	\$ 3,127,299.20		\$ 3,127,299.20
LAIF Interest		\$ 1,618.81	\$ 1,618.81
	<b>\$ 65,089,647.18</b>	<b>\$ 6,028,788.02</b>	<b>\$ 71,118,435.20</b>

## Uses:

	Prior Cumulative Disbursements	7/15-6/16 Disbursements	Total Disbursements
I580/680 Flyover	\$ (5,651,298.90)		\$ (5,651,298.90)
Refund of 20% accounts	\$ (2,004,382.09)		\$ (2,004,382.09)
Administration-Pleasanton/CCC	\$ (33,257.00)		\$ (33,257.00)
Administration -City of San Ramon	\$ (376,378.29)		\$ (376,378.29)
Highway 84 Project#2	\$ (23,998,716.45)		\$ (23,998,716.45)
I680/Alcosta Interchange Project#8	\$ (1,600,000.00)		\$ (1,600,000.00)
I680 Aux Lane Project #3	\$ (12,000,000.00)		\$ (12,000,000.00)
I580/Foothill Rd Proj#7	\$ (1,600,000.00)		\$ (1,600,000.00)
West Dublin Bart Proj#4	\$ (4,000,000.00)		\$ (4,000,000.00)
Nexus Study 2005	\$ (100,000.00)		\$ (100,000.00)
I580 HOV Lanes Proj#5	\$ (8,000,000.00)		\$ (8,000,000.00)
TVTC Strategic Expenditure Plan	\$ (60,797.65)	\$ (33,301.82)	\$ (94,099.47)
TVTDF Refund KT Properties - Pleasanton	\$ (3,427.85)		\$ (3,427.85)
TVTDF Refund Hana Yoon - Pleasanton		\$ (7,785.56)	\$ (7,785.56)
TVTDF Refund CA Splash- Pleasanton	\$ (15,290.00)		\$ (15,290.00)
Administrative Staff Support		\$ (40,000.00)	\$ (40,000.00)
Accounting Fees	\$ (13,775.00)	\$ (1,770.00)	\$ (15,545.00)
Insurance Liability D&O		\$ (4,223.03)	\$ (4,223.03)
Legal fees	\$ (8,020.50)	\$ (9,232.68)	\$ (17,253.18)
Operating Expenditures		\$ (1,505.55)	\$ (1,505.55)
Website Development & Maintenance	\$ (9,170.00)	\$ (1,670.00)	\$ (10,840.00)
Treasure Oversight Services	\$ (1,200.00)	\$ (1,200.00)	\$ (2,400.00)
Bank Fees	\$ (496.00)	\$ (22.00)	\$ (518.00)
	<b>\$ (59,476,209.73)</b>	<b>\$ (100,710.64)</b>	<b>\$ (59,576,920.37)</b>

<b>Total Resources (Uses)</b>	<b>\$ 5,613,437.45</b>	<b>\$ 5,928,077.38</b>	<b>\$ 11,541,514.83</b>
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# Item 6.2

# TRI-VALLEY TRANSPORTATION COUNCIL

**Steven Spedowfski**  
**TVTC Chair**  
**Vice Mayor**  
Livermore  
(925) 960-4016

**To:** Tri-Valley Transportation Council (TVTC)  
**From:** TVTC Finance Subcommittee (Finance Subcommittee)  
TVTC Technical Advisory Committee (TAC)

**Date:** April 17, 2017

**Arne Olson**  
**TVTC Vice-Chair**  
**Councilmember**  
Pleasanton  
(925) 200-8579

**Subject:** Tri-Valley Transportation Council Fiscal Year (FY) 2017/18  
Annual Budget

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## BACKGROUND

**Scott Perkins**  
**Councilmember**  
San Ramon  
(925) 973-2530

The TVTC Joint Exercise of Powers Agreement (JEPA) requires TVTC prepare and adopt an operating budget (Section 5.b.iii.). The TVTC Administrator shall prepare the budget with input from the Treasurer and the TVTC Finance Subcommittee for review and approval by the Council.

**Don Biddle**  
**Vice Mayor**  
Dublin  
(925) 833-6650

The TVTC Finance Subcommittee convened and reviewed the proposed FY 2017/18 annual budget on March 23, 2017. The Finance Subcommittee recommends the TVTC Board approve the FY 2017/18 budget.

**Karen Stepper**  
**Councilmember**  
Danville  
(925) 275-2412

## DISCUSSION

**Scott Haggerty**  
**Supervisor District 1**  
Alameda County  
(510) 272-6691

The proposed TVTC FY 2017/18 annual budget is \$55,500 ("Exhibit A"). All costs will be reviewed and can be adjusted, if necessary, throughout the year. The annual budget revenues are based on 1% of the anticipated Tri-Valley Transportation Development Fees (TVTDF) averaged annually over 10 years. As a future project, the Finance Subcommittee requested the TVTC TAC calculate prior TVTC administrative and operating expenses in relation to TVTDF income, and begin tracking these revenues and expenses.

**Candace Andersen**  
**Supervisor District 2**  
Contra Costa County  
(925) 957-8860

## RECOMMENDATION

The TVTC Finance Subcommittee recommends the TVTC ADOPT Resolution 2017-05 and APPROVE the TVTC Fiscal Year 2017/18 Budget.

## ATTACHMENTS:

1. Resolution 2017-05

Resolution 2017-05 Exhibit A: TVTC Fiscal Year 2017/18 Budget



**TRI-VALLEY TRANSPORTATION COUNCIL  
RESOLUTION NO. 2017-05**

**A RESOLUTION ADOPTING THE TRI-VALLEY TRANSPORTATION COUNCIL  
FISCAL YEAR 2017/2018 BUDGET**

**WHEREAS**, on October 18, 2013 the Tri-Valley Transportation Council (“TVTC”), consisting of the County of Alameda, the County of Contra Costa, the Town of Danville, the City of Dublin, the City of Livermore, the City of Pleasanton, and the City of San Ramon, entered into a Joint Exercise of Powers Agreement (“JEPA”) effectively establishing TVTC as a separate public entity duly organized and existing under the Constitution and other laws of the State of California; and

**WHEREAS**, the JEPA establishes: 1) a framework for TVTC to enact a development fee necessary for implementation of transportation improvements; 2) funding goals for transportation improvements; 3) mechanisms for collecting, managing and disbursing development fees for implantation of transportation improvements; and 4) facilitation of cooperative regional planning efforts through adoption and implementation of regional transportation plans, the Strategic Expenditure Plan and fee program;

**WHEREAS**, the JEPA under section 5(b)(iii) authorizes TVTC to prepare and adopt a budget for TVTC’s administrative functions; and

**WHEREAS**, the annual budget revenues are based on 1% of the TVTC development fees for ongoing administrative costs, including administrative support, accounting services, audit services, legal services, treasurer oversight, insurance, website services and baking services; and

**WHEREAS**, the Fiscal Year 2017/2018 budget is \$55,500 and will be reviewed and adjusted, if necessary, prior to adoption of the next fiscal year budget; and

**WHEREAS**, TVTC annually reviews and approves the Treasurer’s Financial Status Report showing cumulative revenues and disbursements.

**NOW THEREFORE BE IT RESOLVED THAT:**

TVTC adopts the Fiscal Year 2017/2018 budget as recommended by the TVTC Financial Subcommittee, attached hereto and incorporated herein as Exhibit A.

**PASSED, APPROVED AND ADOPTED** at the meeting of April 17, 2017, by the following votes:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

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Steven Spedowski, Chair  
Tri-Valley Transportation Council

**ATTEST:**

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Debbie Bell, TVTC Administrative Staff

**EXHIBIT A**  
**Tri-Valley Transportation Council Fiscal Year 2017/2018 Budget**

## FY2017-18 Tri-Valley Transportation Council Operating Budget

REVENUES	FY 2016-17 Budget	FY 2016-17 Expended	FY 2016-17 Remaining	FY 2016-17 %Remaining	FY 2017-18 Budget	2016-17 vs 2017-18
Projected Administrative Fees	\$56,900				\$58,621	\$1,721
<b>Total Revenues</b>	<b>\$56,900</b>				<b>\$58,621</b>	<b>\$1,721</b>
<b>EXPENSES (Notes)</b>						
Operating Exenditures (a)	\$20,000	(\$20,000)	\$0	0.00%	\$20,000	\$0
Accounting Services (b)	\$5,000	(\$2,730)	\$2,270	<div style="width: 45.40%; background-color: #90EE90; border: 1px solid black;"></div> 45.40%	\$5,000	\$0
Audit Services (c)	\$7,000	(\$7,000)	\$0	0.00%	\$4,000	(\$3,000)
Legal Services (d)	\$12,600	(\$5,938)	\$6,662	<div style="width: 52.87%; background-color: #90EE90; border: 1px solid black;"></div> 52.87%	\$14,000	\$1,400
Treasurer Oversight (San Ramon) (e)	\$1,200	(\$1,200)	\$0	0.00%	\$1,200	\$0
Insurance (f)	\$5,000	(\$2,951)	\$2,049	<div style="width: 40.97%; background-color: #90EE90; border: 1px solid black;"></div> 40.97%	\$5,500	\$500
Basecamp (San Ramon) (g)	\$300	\$0	\$300	<div style="width: 100.00%; background-color: #90EE90; border: 1px solid black;"></div> 100.00%	\$300	\$0
Banking/Service Charges (h)	\$500	\$0	\$500	<div style="width: 100.00%; background-color: #90EE90; border: 1px solid black;"></div> 100.00%	\$500	\$0
Website Annual Maintenance (i)	\$2,000	(\$1,049)	\$951	<div style="width: 47.55%; background-color: #90EE90; border: 1px solid black;"></div> 47.55%	\$2,000	\$0
Board Member Stipends	\$2,900	(\$2,200)	\$700	<div style="width: 24.14%; background-color: #90EE90; border: 1px solid black;"></div> 24.14%	\$3,000	\$100
<b>Expenses Subtotal</b>	<b>\$56,500</b>	<b>(\$43,068)</b>	<b>\$13,432</b>	<div style="width: 23.77%; background-color: #90EE90; border: 1px solid black;"></div> 23.77%	<b>\$55,500</b>	<b>(\$1,000)</b>
<b>MISCELLANEOUS EXPENSES</b>						
<b>Miscellaneous Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>		<b>\$0</b>	<b>\$0</b>
<b>GRAND TOTAL EXPENSES</b>	<b>\$56,500</b>	<b>(\$43,068)</b>	<b>\$13,432</b>		<b>\$55,500</b>	<b>(\$1,000)</b>

Notes:

- (a) TVTC Administration/Livermore staff
- (b) Franklin Management
- (c) Annual Audit/Cropper Accountancy
- (d) General Counsel/Meyers Nave
- (e) Treasurer/San Ramon staff
- (f) General Liability+Crime Insurance/Alliant
- (g) TVTC's webbased collaboration tool
- (h) Mechanics Bank
- (i) Tech Support and annual domain renewal/Planeteria Media

# Item 6.3

# TRI-VALLEY TRANSPORTATION COUNCIL

**Steven Spedowski**  
**TVTC Chair**  
**Vice Mayor**  
Livermore  
(925) 960-4016

**To:** Tri-Valley Transportation Council (TVTC)  
**From:** TVTC Finance Subcommittee (Finance Subcommittee)  
TVTC Technical Advisory Committee (TAC)

**Arne Olson**  
**TVTC Vice-Chair**  
**Councilmember**  
Pleasanton  
(925) 200-8579

**Date:** April 17, 2017

**Subject:** Annual Adjustment to Tri-Valley Transportation Development Fee

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**Scott Perkins**  
**Councilmember**  
San Ramon  
(925) 973-2530

## BACKGROUND

The Joint Exercise of Powers Agreement (JEPA) for the Tri-Valley Transportation Development Fee (TVTDF) specifies that the TVTDF amounts are to be adjusted automatically as of July 1 of each year to reflect changes in regional construction costs. The amount of the adjustment is based on the change in the "Construction Cost Index" (CCI) for the San Francisco Bay Area, as reported annually in the Engineering News Record (ENR). The December 2016 ENR CCI for the San Francisco Bay Area is **4.07%**.

**Don Biddle**  
**Vice Mayor**  
Dublin  
(925) 833-6650

## RECOMMENDATION

Due to the above change in the CCI, each TVTC member agency should collect the TVTDF rates as listed below starting July 1, 2017:

**Karen Stepper**  
**Councilmember**  
Danville  
(925) 275-2412

Single Family Residential	\$4,457.63/DU
Multi-Family Residential	\$3,070.59/DU
Office	\$7.58/sq. ft. Gross Floor Area
Retail	\$3.41/sq. ft. Gross Floor Area
Industrial	\$4.41/sq. ft. Gross Floor Area
Other	\$4,953.00/average am/pm peak hour trip

**Scott Haggerty**  
**Supervisor District 1**  
Alameda County  
(510) 272-6691

**Candace Andersen**  
**Supervisor District 2**  
Contra Costa County  
(925) 957-8860

No action is required of the TVTC to adopt this adjustment. This item is for information only.