



STAFF REPORT

City Council

Meeting Date:

6/23/2026

Staff Report Number:

26-107-CC

Consent Calendar:

Consider and adopt a resolution approving the list of projects eligible for fiscal year 2026-27 funds from Senate Bill 1: The Road Repair and Accountability Act of 2017

Recommendation

Staff recommends that the City Council adopt a resolution (Attachment A) approving the list of projects eligible for fiscal year 2026-27 to receive funds from Senate Bill 1 (SB 1): The Road Repair and Accountability Act.

Policy Issues

This action is consistent with the City Council's goal of maintaining and enhancing the City's municipal infrastructure and facilities. It is also consistent with the 2016 General Plan Circulation Element, which includes policies that seek to provide and maintain a safe, efficient, attractive, user-friendly intermodal circulation system. Policies and programs stated in the General Plan Circulation Element, including CIRC 1.2 – Capital Project Prioritization, identifies the need to maintain the existing rights-of-way for all users.

Background

The Road Repair and Accountability Act of 2017 (SB 1) was enacted into law April 28, 2017. SB 1 created a 10-year \$54 billion investment to fund road, bridge, culvert and freeway repair projects throughout the state by increasing California's gasoline and diesel taxes and vehicle fees. This investment was structured to be evenly allocated between cities, counties and the state's highway system for repairs to local street and roads, bike and pedestrian projects and local planning grants. As of May 2026, the City has received \$616,647 of the \$924,763 in projected funding for fiscal year 2025-26. Funds are provided through the SB 1 Road Maintenance and Rehabilitation Account (RMRA) on a monthly basis. For fiscal year 2026-27, the City is eligible to receive \$960,712 in projected revenues.

Analysis

The intent of SB 1 is to provide additional funding for deferred street maintenance projects and not to replace the existing levels of general revenue spending by the City on such projects. Consequently, SB 1 requires that the City maintain "general fund" spending for street and road maintenance. As defined by the legislation, general fund expenditures are any unrestricted funds that the City or county may expend at its discretion, including vehicle in-lieu tax revenues and revenues from fines and forfeitures, expended for street, road and highway purposes.

In order to receive SB 1 funds, the City must submit a list of proposed eligible projects, adopted by resolution, to the California Transportation Commission (CTC) each year. For fiscal year 2026-27, the CTC

must receive the list by July 1. Failure to submit an eligible project list to the CTC would result in forfeiture of the monthly apportionments. The list must include a project description, location, schedule and an estimate of the project's useful life per program funding requirements. For fiscal year 2026-27, the City has identified the Bay and Pierce Road Improvement and the 2026-27 Slurry Seal projects as eligible for SB 1 funding. Table 1 summarizes each project's scope of work and estimated cost (including contingencies and staff administration fees). The limit of work for both projects is also mapped per Attachment B.

Bay and Pierce Road Improvement Project

The Bay and Pierce Road Improvement project will rehabilitate Bay Road (from Ringwood Avenue to Van Buren Road) and Pierce Road (from the intersection of Del Norte and Terminal Avenues to Carlton Avenue). The scope of work generally includes installation of pavement base repairs, slurry seal, roadway reconstruction (Pierce Road from Henderson to Windermere Avenue), curb ramps and new signing and striping (including bicycle lanes on both Bay and Pierce Roads).

The project also includes bid alternate for Safe Routes to School (SRTS) improvements at Sharon Road and Eastridge Avenue (servicing La Entrada Middle School) and Oak Avenue and Oak Knoll Lane (servicing Oak Knoll Elementary School). The SRTS improvements include traffic calming upgrades at both intersections including new bulb-outs, curb ramps, signing and striping, and rapid flashing beacons (crossing Sharon Road). The bid alternate work is eligible for reimbursement through a San Mateo County Transportation Authority grant. On April 14, the City Council awarded a construction contract, including the SRTS improvements, to Radius Earthwork Inc. (Attachment C). Construction is scheduled from June to August of this year and will be substantially complete during school summer break.

Fiscal Year 2026-27 Slurry Seal Project

The 2026-27 Slurry Seal project will improve 10 street segments City-wide totaling 2.1 centerline miles. The project will generally consist of asphalt patching, application of slurry seal, curb ramp retrofits (to address accessibility deficiencies at select locations), and signing and striping upgrades. The project is currently in the planning phase and work may change as due diligence is underway. Staff anticipates bidding the project this winter with construction following from spring to summer 2027 (contingent upon the City Council's award of contract). The City Council will receive an update on the 2027-27 Slurry Seal project later this year as part of an informational item on the 5-Year Street Maintenance Plan.

Table 1: Projects identified for SB 1 funding

Project name	Project description	Estimated construction costs
Bay and Pierce Road Improvement Project	Installation of pavement base repairs, slurry seal, asphalt resurfacing, curb ramps, signing and striping and other SRTS intersection improvements (such as bulb-outs and rapid flashing beacons) to promote traffic calming and safer crossings	\$2,028,411
2026-27 Slurry Seal Project	Installation of asphalt base repairs, slurry seal, curb ramp retrofits (at select locations), and signing and striping upgrades across 10 street segments City-wide.	\$1,400,000

Staff recommends the City Council adopt the resolution to ensure the City can remain eligible to receive SB 1 funds.

Impact on City Resources

With the adoption of the resolution, the City would be eligible for SB 1 funding for fiscal year 2026-27. The projects are funded by the City Council through the annual capital budgeting process. As described above, SB 1 would provide approximately \$960,712 for fiscal year 2026-27 towards the total construction costs as detailed in Table 1. Construction impact fee and highway users (gas) tax funding provide the additional funding needed to complete the projects.

Environmental Review

This action is not a project within the meaning of the California Environmental Quality Act (CEQA) Guidelines Sections 15378 and 15061(b)(3) as it has no potential for resulting in any direct or indirect physical change in the environment.

Public Notice

Public notification was achieved by posting the agenda, with the agenda items being listed, at least 72 hours prior to the meeting.

Attachments

- A. Resolution
- B. Hyperlink – 5-Year Street Maintenance Plan: www.menlopark.gov/files/sharedassets/public/v/3/public-works/documents/capital-improvement-program/5-year-plan-map-20260618.pdf
- C. Hyperlink – April 14 Staff Report #26-051-CC:
www.menlopark.gov/files/sharedassets/public/v/1/agendas-and-minutes/city-council/2026-meetings/20260414/j3-20260414-cc-bay-and-pierce-road-project.pdf

Report prepared by:

Michael Fu, Assistant Public Works Director

Reviewed by:

Azalea Mitch, Public Works Director

RESOLUTION NO. XXXX**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MENLO PARK
APPROVING THE LIST OF PROJECTS ELIGIBLE FOR FISCAL YEAR 2026-
27 FUNDS FROM THE ROAD REPAIR AND ACCOUNTABILITY ACT (SB 1)**

WHEREAS, Senate Bill 1 (SB 1), the Road Repair and Accountability Act of 2017 (Chapter 5, Statutes of 2017) was passed by the Legislature and signed into law by the Governor in April 2017 in order to address the significant multimodal transportation funding shortfalls statewide; and

WHEREAS, SB 1 includes accountability and transparency provisions that will ensure the residents of our City are aware of the projects proposed for funding in our community and which projects have been completed each fiscal year; and

WHEREAS, the City must adopt by resolution a list of projects proposed to receive fiscal year funding from the Road Maintenance and Rehabilitation Account (RMRA), created by SB 1, which must include a description and the location of each proposed project, a proposed schedule for the project's completion and the estimated useful life of the improvement; and

WHEREAS, the City will receive an estimated \$960,712 in RMRA funding in fiscal year 2026-27 from SB 1; and

WHEREAS, this is the tenth year in which the City is receiving SB 1 funding and will enable the City to continue essential road maintenance and rehabilitation projects, safety improvements and increasing access and mobility options for the traveling public that would not have otherwise been possible without SB 1; and

WHEREAS, the City has undertaken public outreach to ensure public input into our community's transportation priorities through the development of a five-year street maintenance plan, the stormwater drainage masterplan, the transportation master plan and vision zero action plan and the annual consideration of the five-year capital improvement plan budget; and

WHEREAS, the funding from SB 1 will help the City maintain and rehabilitate streets, roads and drainage, throughout the City this year and many other similar projects into the future; and

WHEREAS, the 2023 California statewide Local Streets and Roads Needs Assessment found that SB 1 is a critical funding source that has resulted in cities and counties stabilizing the average statewide local pavement condition, but significant challenges remain to ensure streets and roads are adequately maintained including limited construction capacity, increasing bid prices and other infrastructure needs continuing to grow; and

WHEREAS, the SB 1 project list and overall investment in our local streets and roads infrastructure with a focus on basic maintenance and safety, investing in complete streets infrastructure and using cutting-edge technology, materials and practices, will have significant positive co-benefits statewide.

NOW THEREFORE BE IT RESOLVED, that the City of Menlo Park, acting by and through its City Council, finds as follows:

1. The foregoing recitals are true and correct.
2. The fiscal year 2026-27 list of projects planned to be funded with RMRA revenues include

the projects in Exhibit A.

I, Judi A. Herren, City Clerk of Menlo Park, do hereby certify that the above and foregoing City Council Resolution was duly and regularly passed and adopted at a meeting by said City on twenty third day of June, 2026, by the following votes:

AYES:

NOES:

ABSENT:

ABSTAIN:

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the Official Seal of said City on this ___ day of ___, 2026.

Judi A. Herren, City Clerk

Exhibits:

A. Fiscal year 2026-27 list of projects planned to be funded with RMRA revenues

Fiscal Year 2026-27 proposed projects eligible for SB 1 funding

Item	Project name	Project description	Project location	Estimated start date	Estimated end date	Estimated useful life in years
1	Bay and Pierce Road Improvement Project	Installation of pavement base repairs, slurry seal, asphalt resurfacing, curb ramps, signing and striping and other safe routes to school intersection improvements (such as bulb-outs and rapid flashing beacons) to promote traffic calming and safer crossings	Bay Road (Van Buren Road to Ringwood Avenue), Pierce Road (intersection of Del Norte and Terminal Avenues to Carlton Avenue), Sharon Road and Eastridge Avenue, Oak Avenue and Oak Knoll Lane	June 2026	August 2026	10-15
2	2026-27 Slurry Seal Project	Installation of asphalt base repairs, slurry seal, curb ramp retrofits (at select locations), and signing and striping upgrades	Lassen Drive, Warner Range Avenue, Campo Bello Lane, Castle Way, Ryans Lane, Princeton Road, Nash Avenue, Scott Dr., Arnold Way, O'Keefe Street, Sonoma Avenue, Newbridge Street, Almanor Ave., and Berkeley Avenue	March 2027	July 2027	10-15