

**SANTA BARBARA COUNTY  
LOCAL TRANSPORTATION AUTHORITY**

**Compliance with Ordinance Number Five  
Maintenance of Effort**

June 30, 2019

**SANTA BARBARA COUNTY**  
**LOCAL TRANSPORTATION AUTHORITY**  
**Compliance with Ordinance Number Five**  
**TABLE OF CONTENTS**  
June 30, 2019

---

Independent Accountants' Report on Applying Agreed Upon Procedures.....	1
Schedule of Maintenance of Effort .....	3
Findings .....	12



**INDEPENDENT ACCOUNTANTS' REPORT  
ON APPLYING AGREED UPON PROCEDURES**

Santa Barbara County Local Transportation Authority

We have performed the procedures enumerated below, which were agreed to by the Santa Barbara County Local Transportation Authority, solely to assist it in evaluating management's assertion that the cities of Buellton, Carpinteria, Goleta, Guadalupe, Lompoc, Santa Barbara, Santa Maria, and Solvang and the County of Santa Barbara complied with Ordinance Number Five of the Santa Barbara County Local Transportation Authority including Maintenance of Effort requirement, during the fiscal year ended June 30, 2019. Management of each of the entities listed above is responsible for compliance with Ordinance Number Five of the Santa Barbara County Local Transportation Authority including the Maintenance of Effort requirement. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the requested purpose of this report or for any other purpose.

Procedures Applied

1. Obtained the audited financial statements or draft financial statements of each of the entities for the fiscal year 2018-2019 and the annual Street Reports submitted to the State Controller per Sections 2151 through 2155 of the Streets and Highways Code.
2. Read the audited financial statements or draft financial statements and the annual Street Reports to determine total expenditures for street and road purposes for the fiscal year 2018-2019 for each jurisdiction.
3. Reconciled the expenditures and revenues per the Street Report charged to Ordinance Number Five to the general ledger and/or the audited financial statements or draft financial statements for each jurisdiction.
4. Obtained from the entity, or prepared based on data provided by the various entities (see number 5 below), a schedule classifying the total expenditures charged to Ordinance Number Five.
5. Made a determination based upon our review of the Street Reports, inquiries of governmental officials, and review of governing board resolutions as to whether total expenditures charged to Ordinance Number Five met the required maintenance of effort. We reviewed our findings with appropriate local governmental officials and with the Executive Director of Santa Barbara County Association of Governments.
6. Summarized our findings in the accompanying Schedule of Maintenance of Effort for the fiscal year ended June 30, 2019.
7. Selected several expenditures for each entity charged to Ordinance Number Five recorded on the entity's Street Report and general ledger, and compared the expenditures to invoices or other supporting documentation. Determined that the expenditures were made for local street and road purposes. Compared the description of the work to the entity's five-year local program of projects and determined that the expenditures were made in accordance with the program of projects.

8. Reviewed governing board resolutions:
  - a. Certifying that the maintenance of effort requirement would be met.
  - b. Adopting the five-year program of projects.
9. Determined that each entity segregated monies received pursuant to Ordinance Number Five in a separate Transportation Improvement Fund and has a reasonable method of allocating interest to unspent funds. For the entities that did not segregate funds in a separate Transportation Improvement fund, determined that accounting records were adequate to segregate Ordinance Number Five funds from other funds.
10. Obtained evidence that a public hearing was held to discuss the five-year program of projects.
11. Reviewed the allocation of funds received by the County of Santa Barbara on behalf of the Santa Barbara County Local Transportation Authority and determined that funds were allocated in accordance with Ordinance Number Five.
12. Determined that only 1% of Ordinance Number Five funds received during the fiscal year were spent for the Santa Barbara County Association of Governments' administrative salaries and benefits.
13. Determined that the Santa Barbara County Association of Governments had:
  - a. Approved each entity's five-year program of projects.
  - b. Approved the allocations made by the County Auditor-Controller.
  - c. Determined that each entity is receiving its fair share of federal and state highway funds per Article 4B of Ordinance Number Five.

We were not engaged to, and did not, perform an audit, the objective of which would be the expression of an opinion on management's assertion. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information of the Board of Directors and management of the Santa Barbara County Local Transportation Authority, and is not intended to be and should not be used by anyone other than these specified parties.

*Moss, Remy & Hartzheim LLP*

Santa Maria, California  
September 21, 2020

Santa Barbara County Local Transportation Authority  
Schedule of Maintenance of Effort - Buellton  
For the Fiscal Year Ended June 30, 2019

City of Buellton:

	<u>15/16</u>	<u>16/17</u>	<u>17/18</u>	<u>18/19</u>	<u>19/20</u>	<u>Total</u>
<b>Total expenditures per the Street Report</b>	<u>\$ 804,698</u>	<u>\$ 667,635</u>	<u>\$ 1,375,902</u>	<u>\$ 687,428</u>	<u>\$ -</u>	<u>\$ 3,535,663</u>
<b>Less expenditures funded by non-discretionary revenues:</b>						
State Gas Tax	436,804	264,984	365,952	167,721		1,235,461
State Local Transportation Ordinance Number One Street Expenditures	32,915	4,707		5,716		43,338
Ordinance Number Five Street Expenditures	228,516 a	344,599	497,846 b	178,800		1,249,761
State and Federal Highway Aid Street Lighting						
Other	<u>3,890</u>	<u>53,345</u>	<u>40,415</u>	<u>106,475</u>		<u>204,125</u>
<b>Total expenditures funded by non-discretionary revenues</b>	<u>702,125</u>	<u>667,635</u>	<u>904,213</u>	<u>458,712</u>		<u>2,732,685</u>
<b>Expenditures funded from discretionary revenues</b>	<u>\$ 102,573</u>	<u>\$ -</u>	<u>\$ 471,689</u>	<u>\$ 228,716</u>	<u>\$ -</u>	<u>\$ 802,978</u>
<b>Required level of maintenance of effort per Ord. 5, Sect. 27:</b>	<u>\$ 129,837</u>	<u>\$ 132,304</u>	<u>\$ 134,249</u>	<u>\$ 134,249</u>	<u>\$ -</u>	<u>\$ 530,639</u>
<b>% Maintenance of Effort Requirement Met</b>						151.32%

Section 27, Ordinance 5: Each local agency receiving revenues pursuant to the Investment Plan shall annually maintain an expenditure of local discretionary funds for streets and road purposes which is no less than that reported in the State Controller's Annual Report of Financial Transactions for Streets and Roads for the Fiscal Year 2007-08 reduced by 17.61% for FY 2010-11 and thereafter adjusted annually by the percentage change in the amount of retail transaction and use tax receipts collected through the imposition of the measure. The maintenance of effort requirement will be calculated for each agency by totaling the annual minimum expenditure requirements, as adjusted, over discrete five-year periods. Local transportation agencies must meet the maintenance of effort requirement by the end of the fifth fiscal year and the end of every fifth fiscal year thereafter.

- a The \$228,516 was listed as discretionary in the 2016 Street Report, however, this was actually Ordinance Number Five funds that were transferred into the City's Capital Project Fund and spent on projects.
- b \$39,100 of Measure A funding was transferred for use on alternative transportation services. This amount was reported on the Street Report under discretionary expenditures but has been corrected on this schedule.

**Santa Barbara County Local Transportation Authority  
Schedule of Maintenance of Effort - Carpinteria  
For the Fiscal Year Ended June 30, 2019**

City of Carpinteria:

	<u>15/16</u>	<u>16/17</u>	<u>17/18</u>	<u>18/19</u>	<u>19/20</u>	<u>Total</u>
<b>Total expenditures per the Street Report</b>	<u>\$ 2,485,635</u>	<u>\$ 2,012,444</u>	<u>\$ 2,905,220</u>	<u>\$ 4,232,016</u>	<u>\$ -</u>	<u>\$ 11,635,315</u>
<b>Less expenditures funded by non-discretionary revenues:</b>						
State Gas Tax	338,905	343,045	342,330	473,413		1,497,693
State Local Transportation Ordinance Number One Street Expenditures	402	422	305	446		1,575
Ordinance Number Five Street Expenditures	1,714	51,365	425,114	53,160		531,353
State and Federal Highway Aid Street Lighting	851,103	392,163	580,622	733,844		2,557,732
Other	103,720	6,498	212,117	167,504		489,839
	<u>19,072</u>	<u>34,973</u>	<u>1,092,082</u>	<u>2,220,251</u>		<u>3,366,378</u>
<b>Total expenditures funded by non-discretionary revenues</b>	<u>1,314,916</u>	<u>860,796</u>	<u>2,652,570</u>	<u>3,648,618</u>		<u>8,476,900</u>
<b>Expenditures funded from discretionary revenues</b>	<u>\$ 1,170,719</u>	<u>\$ 1,151,648</u>	<u>\$ 252,650</u>	<u>\$ 583,398</u>	<u>\$ -</u>	<u>\$ 3,158,415</u>
<b>Required level of maintenance of effort per Ord. 5, Sect. 27:</b>	<u>\$ 113,547</u>	<u>\$ 115,704</u>	<u>\$ 117,405</u>	<u>\$ 121,526</u>	<u>\$ -</u>	<u>\$ 468,182</u>
<b>% Maintenance of Effort Requirement Met</b>						674.61%

Section 27, Ordinance 5: Each local agency receiving revenues pursuant to the Investment Plan shall annually maintain an expenditure of local discretionary funds for streets and road purposes which is no less than that reported in the State Controller's Annual Report of Financial Transactions for Streets and Roads for the Fiscal Year 2007-08 reduced by 17.61% for FY 2010-11 and thereafter adjusted annually by the percentage change in the amount of retail transaction and use tax receipts collected through the imposition of the measure. The maintenance of effort requirement will be calculated for each agency by totaling the annual minimum expenditure requirements, as adjusted, over discrete five-year periods. Local transportation agencies must meet the maintenance of effort requirement by the end of the fifth fiscal year and the end of every fifth fiscal year thereafter.

**Santa Barbara County Local Transportation Authority  
Schedule of Maintenance of Effort - Goleta  
For the Fiscal Year Ended June 30, 2019**

City of Goleta:

	<u>15/16</u>	<u>16/17</u>	<u>17/18</u>	<u>18/19</u>	<u>19/20</u>	<u>Total</u>
<b>Total expenditures per the Street Report</b>	<u>\$ 4,339,286</u>	<u>\$ 7,121,543</u>	<u>\$ 13,294,354</u>	<u>\$ 6,310,474</u>	<u>\$ -</u>	<u>\$ 31,065,657</u>
<b>Less expenditures funded by non-discretionary revenues:</b>						
State Gas Tax	537,767	278,435	957,138	1,023,873		2,797,213
State Local Transportation Ordinance Number One Street Expenditures	62,671	27,184	111,457	3,235		204,547
Ordinance Number Five Street Expenditures	510,454	1,557,063	3,109,648	1,197,212		6,374,377
State and Federal Highway Aid				233,985		233,985
Street Lighting	253,526	254,883	227,655	239,070		975,134
Other	<u>1,936,375</u>	<u>3,286,958</u>	<u>4,849,544</u>	<u>2,053,091</u>		<u>12,125,968</u>
<b>Total expenditures funded by non-discretionary revenues</b>	<u>3,300,793</u>	<u>5,404,523</u>	<u>9,255,442</u>	<u>4,750,466</u>		<u>22,711,224</u>
<b>Expenditures funded from discretionary revenues</b>	<u>\$ 1,038,493</u>	<u>\$ 1,717,020</u>	<u>\$ 4,038,912</u>	<u>\$ 1,560,008</u>	<u>\$ -</u>	<u>\$ 8,354,433</u>
<b>Required level of maintenance of effort per Ord. 5, Sect. 27:</b>	<u>\$ 716,422</u>	<u>\$ 730,034</u>	<u>\$ 740,765</u>	<u>\$ 766,766</u>	<u>\$ -</u>	<u>\$ 2,953,987</u>
<b>% Maintenance of Effort Requirement Met</b>						282.82%

Section 27, Ordinance 5: Each local agency receiving revenues pursuant to the Investment Plan shall annually maintain an expenditure of local discretionary funds for streets and road purposes which is no less than that reported in the State Controller's Annual Report of Financial Transactions for Streets and Roads for the Fiscal Year 2007-08 reduced by 17.61% for FY 2010-11 and thereafter adjusted annually by the percentage change in the amount of retail transaction and use tax receipts collected through the imposition of the measure. The maintenance of effort requirement will be calculated for each agency by totaling the annual minimum expenditure requirements, as adjusted, over discrete five-year periods. Local transportation agencies must meet the maintenance of effort requirement by the end of the fifth fiscal year and the end of every fifth fiscal year thereafter.

Santa Barbara County Local Transportation Authority  
Schedule of Maintenance of Effort - Guadalupe  
For the Fiscal Year Ended June 30, 2019

City of Guadalupe:

	<u>15/16</u>	<u>16/17</u>	<u>17/18</u>	<u>18/19</u>	<u>19/20</u>	<u>Total</u>
<b>Total expenditures per the Street Report</b>	<u>\$ 588,995</u>	<u>\$ 664,733</u>	<u>\$ 1,241,813</u>	<u>\$ 1,396,706</u>	<u>\$ -</u>	<u>\$ 3,892,247</u>
<b>Less expenditures funded by non-discretionary revenues:</b>						
State Gas Tax	167,761	214,927	758,031	468,774		1,609,493
State Local Transportation Ordinance Number One Street Expenditures	30,685	8,600				39,285
Ordinance Number Five Street Expenditures	273,254	227,498	376,313	820,833		1,697,898
State and Federal Highway Aid Street Lighting	63,412	60,449	53,990	64,336		242,187
Other	<u>22,983</u>	<u>49,959</u>	<u>16,979</u>	<u>21,550</u>		<u>111,471</u>
<b>Total expenditures funded by non-discretionary revenues</b>	<u>558,095</u>	<u>561,433</u>	<u>1,205,313</u>	<u>1,375,493</u>		<u>3,700,334</u>
<b>Expenditures funded from discretionary revenues</b>	<u>\$ 30,900</u>	<u>\$ 103,300</u>	<u>\$ 36,500</u>	<u>\$ 21,213</u>	<u>\$ -</u>	<u>\$ 191,913</u>
<b>Required level of maintenance of effort per Ord. 5, Sect. 27:</b>	<u>\$ 30,842</u>	<u>\$ 31,428</u>	<u>\$ 31,890</u>	<u>\$ 33,009</u>	<u>\$ -</u>	<u>\$ 127,169</u>
<b>% Maintenance of Effort Requirement Met</b>						150.91%

Section 27, Ordinance 5 : Each local agency receiving revenues pursuant to the Investment Plan shall annually maintain an expenditure of local discretionary funds for streets and road purposes which is no less than that reported in the State Controller's Annual Report of Financial Transactions for Streets and Roads for the Fiscal Year 2007-08 reduced by 17.61% for FY 2010-11 and thereafter adjusted annually by the percentage change in the amount of retail transaction and use tax receipts collected through the imposition of the measure. The maintenance of effort requirement will be calculated for each agency by totaling the annual minimum expenditure requirements, as adjusted, over discrete five-year periods. Local transportation agencies must meet the maintenance of effort requirement by the end of the fifth fiscal year and the end of every fifth fiscal year thereafter.



Santa Barbara County Local Transportation Authority  
Schedule of Maintenance of Effort - Lompoc  
For the Fiscal Year Ended June 30, 2019

City of Lompoc:

	<u>15/16</u>	<u>16/17</u>	<u>17/18</u>	<u>18/19</u>	<u>19/20</u>	<u>Total</u>
<b>Total expenditures per the Street Report</b>	<u>\$ 6,393,457</u>	<u>\$ 5,829,588</u>	<u>\$ 5,417,314</u>	<u>\$ 7,728,429</u>	<u>\$ -</u>	<u>\$ 25,368,788</u>
<b>Less expenditures funded by non-discretionary revenues:</b>						
State Gas Tax	825,316	991,900	915,959	2,472,676		5,205,851
State Local Transportation Ordinance Number One Street Expenditures	666,587			2,355		668,942
Ordinance Number Five Street Expenditures	2,349,877	2,086,117	1,735,195	2,512,175		8,683,364
State and Federal Highway Aid Street Lighting	19,492	18,000	5,215	634,034		676,741
Other	<u>730,405</u>	<u>931,455</u>	<u>436,830</u>	<u>1,275,045</u>		<u>3,373,735</u>
<b>Total expenditures funded by non-discretionary revenues</b>	<u>4,591,677</u>	<u>4,027,472</u>	<u>3,093,199</u>	<u>6,896,285</u>		<u>18,608,633</u>
<b>Expenditures funded from discretionary revenues</b>	<u>\$ 1,801,780</u>	<u>\$ 1,802,116</u>	<u>\$ 2,324,115</u>	<u>\$ 1,881,859</u>	<u>\$ -</u>	<u>\$ 7,809,870</u>
<b>Required level of maintenance of effort per Ord. 5, Sect. 27:</b>	<u>\$ 1,625,524</u>	<u>\$ 1,656,409</u>	<u>\$ 1,680,758</u>	<u>\$ 1,739,752</u>	<u>\$ -</u>	<u>\$ 6,702,443</u>
<b>% Maintenance of Effort Requirement Met</b>						116.52%

Section 27, Ordinance 5 : Each local agency receiving revenues pursuant to the Investment Plan shall annually maintain an expenditure of local discretionary funds for streets and road purposes which is no less than that reported in the State Controller's Annual Report of Financial Transactions for Streets and Roads for the Fiscal Year 2007-08 reduced by 17.61% for FY 2010-11 and thereafter adjusted annually by the percentage change in the amount of retail transaction and use tax receipts collected through the imposition of the measure. The maintenance of effort requirement will be calculated for each agency by totaling the annual minimum expenditure requirements, as adjusted, over discrete five-year periods. Local transportation agencies must meet the maintenance of effort requirement by the end of the fifth fiscal year and the end of every fifth fiscal year thereafter.

**Santa Barbara County Local Transportation Authority  
Schedule of Maintenance of Effort - Santa Barbara  
For the Fiscal Year Ended June 30, 2019**

City of Santa Barbara:

	<u>15/16</u>	<u>16/17</u>	<u>17/18</u>	<u>18/19</u>	<u>19/20</u>	<u>Total</u>
<b>Total expenditures per the Street Report</b>	<u>\$ 34,504,088</u>	<u>\$ 26,079,445</u>	<u>\$ 26,701,220</u>	<u>\$ 46,200,962</u>	<u>\$ -</u>	<u>\$ 133,485,715</u>
<b>Less expenditures funded by non-discretionary revenues:</b>						
State Gas Tax	1,911,185	1,712,000	1,798,889	1,773,787		7,195,861
State Local Transportation Ordinance Number One Street Expenditures	9,674	142,252	38,111	69,903		259,940
Ordinance Number Five Street Expenditures	2,597,115	3,828,473	5,949,641	3,993,797		16,369,026
State and Federal Highway Aid Street Lighting						
Other	<u>21,932,389</u>	<u>11,678,140</u>	<u>11,067,413</u>	<u>19,878,858</u>		<u>64,556,800</u>
<b>Total expenditures funded by non-discretionary revenues</b>	<u>26,450,363</u>	<u>17,360,865</u>	<u>18,854,054</u>	<u>25,716,345</u>		<u>88,381,627</u>
<b>Expenditures funded from discretionary revenues</b>	<u>\$ 8,053,725</u>	<u>\$ 8,718,580</u>	<u>\$ 7,847,166</u>	<u>\$ 20,484,617</u>	<u>\$ -</u>	<u>\$ 45,104,088</u>
<b>Required level of maintenance of effort per Ord. 5, Sect. 27:</b>	<u>\$ 7,834,110</u>	<u>\$ 7,982,958</u>	<u>\$ 8,100,307</u>	<u>\$ 8,384,628</u>	<u>\$ -</u>	<u>\$ 32,302,003</u>
<b>% Maintenance of Effort Requirement Met</b>						139.63%

Section 27, Ordinance 5 : Each local agency receiving revenues pursuant to the Investment Plan shall annually maintain an expenditure of local discretionary funds for streets and road purposes which is no less than that reported in the State Controller's Annual Report of Financial Transactions for Streets and Roads for the Fiscal Year 2007-08 reduced by 17.61% for FY 2010-11 and thereafter adjusted annually by the percentage change in the amount of retail transaction and use tax receipts collected through the imposition of the measure. The maintenance of effort requirement will be calculated for each agency by totaling the annual minimum expenditure requirements, as adjusted, over discrete five-year periods. Local transportation agencies must meet the maintenance of effort requirement by the end of the fifth fiscal year and the end of every fifth fiscal year thereafter.

**Santa Barbara County Local Transportation Authority  
Schedule of Maintenance of Effort - Santa Maria  
For the Fiscal Year Ended June 30, 2019**

City of Santa Maria:

	<u>15/16</u>	<u>16/17</u>	<u>17/18</u>	<u>18/19</u>	<u>19/20</u>	<u>Total</u>
<b>Total expenditures per the Street Report</b>	<u>\$ 10,821,279</u>	<u>\$ 15,085,067</u>	<u>\$ 17,482,177</u>	<u>\$ 16,997,687</u>	<u>\$ -</u>	<u>\$ 60,386,210</u>
<b>Less expenditures funded by non-discretionary revenues:</b>						
<b>State Gas Tax</b>	1,473,231	3,908,013	3,840,099	3,370,253		12,591,596
<b>State Local Transportation Ordinance Number One Street Expenditures</b>	25,344		134,024	52,133		211,501
<b>Ordinance Number Five Street Expenditures</b>	1,414,129	5,134,073	4,645,323	5,544,945		16,738,470
<b>State and Federal Highway Aid</b>			398,999	188,465		587,464
<b>Street Lighting</b>	799,773	599,879	401,414	318,296		2,119,362
<b>Other</b>	<u>386,355</u>	<u>193,980</u>	<u>1,533,736</u>	<u>12,475</u>		<u>2,126,546</u>
<b>Total expenditures funded by non-discretionary revenues</b>	<u>4,098,832</u>	<u>9,835,945</u>	<u>10,953,595</u>	<u>9,486,567</u>		<u>34,374,939</u>
<b>Expenditures funded from discretionary revenues</b>	<u>\$ 6,722,447</u>	<u>\$ 5,249,122</u>	<u>\$ 6,528,582</u>	<u>\$ 7,511,120</u>	<u>\$ -</u>	<u>\$ 26,011,271</u>
<b>Required level of maintenance of effort per Ord. 5, Sect. 27:</b>	<u>\$ 2,794,513</u>	<u>\$ 2,847,609</u>	<u>\$ 2,889,469</u>	<u>\$ 2,990,889</u>	<u>\$ -</u>	<u>\$ 11,522,480</u>
<b>% Maintenance of Effort Requirement Met</b>						225.74%

Section 27, Ordinance 5 : Each local agency receiving revenues pursuant to the Investment Plan shall annually maintain an expenditure of local discretionary funds for streets and road purposes which is no less than that reported in the State Controller's Annual Report of Financial Transactions for Streets and Roads for the Fiscal Year 2007-08 reduced by 17.61% for FY 2010-11 and thereafter adjusted annually by the percentage change in the amount of retail transaction and use tax receipts collected through the imposition of the measure. The maintenance of effort requirement will be calculated for each agency by totaling the annual minimum expenditure requirements, as adjusted, over discrete five-year periods. Local transportation agencies must meet the maintenance of effort requirement by the end of the fifth fiscal year and the end of every fifth fiscal year thereafter.

Santa Barbara County Local Transportation Authority  
Schedule of Maintenance of Effort - Solvang  
For the Fiscal Year Ended June 30, 2019

City of Solvang:

	<u>15/16</u>	<u>16/17</u>	<u>17/18</u>	<u>18/19</u>	<u>19/20</u>	<u>Total</u>
Total expenditures per the Street Report	\$ 1,143,623	\$ 2,380,976	\$ 2,070,543	\$ 2,117,926	\$ -	\$ 7,713,068
Less expenditures funded by non-discretionary revenues:						
State Gas Tax	164,076	115,787	115,306	115,001		510,170
State Local Transportation Ordinance Number One Street Expenditures				3,121		3,121
Ordinance Number Five Street Expenditures	361,153	400,639	182,456	120,075		1,064,323
State and Federal Highway Aid Street Lighting						
Other	134,598	1,129,809	726,609	621,699		2,612,715
Total expenditures funded by non-discretionary revenues	<u>659,827</u>	<u>1,646,235</u>	<u>1,024,371</u>	<u>859,896</u>		<u>4,190,329</u>
Expenditures funded from discretionary revenues	<u>\$ 483,796</u>	<u>\$ 734,741</u>	<u>\$ 1,046,172</u>	<u>\$ 1,258,030</u>	<u>\$ -</u>	<u>\$ 3,522,739</u>
Required level of maintenance of effort per Ord. 5, Sect. 27:	<u>\$ 343,167</u>	<u>\$ 349,687</u>	<u>\$ 354,827</u>	<u>\$ 367,282</u>	<u>\$ -</u>	<u>\$ 1,414,963</u>
% Maintenance of Effort Requirement Met						248.96%

Section 27, Ordinance 5 : Each local agency receiving revenues pursuant to the Investment Plan shall annually maintain an expenditure of local discretionary funds for streets and road purposes which is no less than that reported in the State Controller's Annual Report of Financial Transactions for Streets and Roads for the Fiscal Year 2007-08 reduced by 17.61% for FY 2010-11 and thereafter adjusted annually by the percentage change in the amount of retail transaction and use tax receipts collected through the imposition of the measure. The maintenance of effort requirement will be calculated for each agency by totaling the annual minimum expenditure requirements, as adjusted, over discrete five-year periods. Local transportation agencies must meet the maintenance of effort requirement by the end of the fifth fiscal year and the end of every fifth fiscal year thereafter.

**Santa Barbara County Local Transportation Authority  
Schedule of Maintenance of Effort - County of Santa Barbara  
For the Fiscal Year Ended June 30, 2019**

County of Santa Barbara:

	<u>15/16</u>	<u>16/17</u>	<u>17/18</u>	<u>18/19</u>	<u>19/20</u>	<u>Total</u>
<b>Total expenditures per the Street Report</b>	\$ 36,024,455	\$ 29,875,319	\$ 33,063,993	\$ 35,503,806	\$ -	\$ 134,467,573
<b>Less expenditures funded by non-discretionary revenues:</b>						
State Gas Tax	8,961,769	8,129,349	8,351,811	8,241,192		33,684,121
State Local Transportation Ordinance Number One Street Expenditures	453,754	529,486	423,080	100,000		1,506,320
Ordinance Number Five Street Expenditures						
State and Federal Highway Aid Street Lighting	7,757,900	6,574,462	6,760,849	7,189		21,100,400
Other	14,538,322	10,215,264	10,857,553	22,128,627		57,739,766
<b>Total expenditures funded by non-discretionary revenues</b>	<u>31,711,745</u>	<u>25,448,561</u>	<u>26,393,293</u>	<u>30,477,008</u>		<u>114,030,607</u>
<b>Expenditures funded from discretionary revenues</b>	<u>\$ 4,312,710</u>	<u>\$ 4,426,758</u>	<u>\$ 6,670,700</u>	<u>\$ 5,026,798</u>	<u>\$ -</u>	<u>\$ 20,436,966</u>
<b>Required level of maintenance of effort per Ord. 5, Sect. 27:</b>	<u>\$ 1,478,513</u>	<u>\$ 1,506,605</u>	<u>\$ 1,528,752</u>	<u>\$ 1,582,411</u>	<u>\$ -</u>	<u>\$ 6,096,281</u>
<b>% Maintenance of Effort Requirement Met</b>						335.24%

Section 27, Ordinance 5: Each local agency receiving revenues pursuant to the Investment Plan shall annually maintain an expenditure of local discretionary funds for streets and road purposes which is no less than that reported in the State Controller's Annual Report of Financial Transactions for Streets and Roads for the Fiscal Year 2007-08 reduced by 17.61% for FY 2010-11 and thereafter adjusted annually by the percentage change in the amount of retail transaction and use tax receipts collected through the imposition of the measure. The maintenance of effort requirement will be calculated for each agency by totaling the annual minimum expenditure requirements, as adjusted, over discrete five-year periods. Local transportation agencies must meet the maintenance of effort requirement by the end of the fifth fiscal year and the end of every fifth fiscal year thereafter.

**Santa Barbara County Local Transportation Authority  
Compliance with Ordinance Number Five  
Findings  
For the Fiscal Year Ended June 30, 2019**

**Finding 2019-1**

**Finding:** Cities and County compliance with Maintenance of Effort requirements.

**Result:** Compliance procedures cannot be completed until the end of the stipulated period (five years). Each entity has five years to reach the minimum requirements for the Maintenance of Effort.