

Measure D Recipient Agency:

City of Santa Cruz

Measure D Annual Report Cover Sheet
Fiscal Year 2020/21

Dear Measure D Taxpayer Oversight Committee: The City of Santa Cruz (Recipient Agency) is pleased to present the following information demonstrating compliance with the voter-approved Measure D Ordinance, Strategic Implementation Plan (SIP), agreements and guidelines. Collectively they make up the Measure D annual report for recipient agencies.

Measure D Financial Information	
FY20/21 Formula Allocations	\$1,491,408
Unspent Prior Year Allocations	\$1,759,455
Interest earned on Unspent Prior Allocations	\$1,409
Total Measure D Funding Available in <u>FY20/21</u>	\$3,265,082
Total Measure D Funds Spent in <u>FY20/21</u>	\$644,414
Total Measure D Rollover to <u>FY20/21</u>	\$2,620,668
Maintenance of Effort	
FY20/21 LOCAL funds spent on transportation projects, operations, and/or services (exclude grants and formula state & fed funds - HUTA, TDA, SB1, STA, etc.)	\$7,666,713
Maintenance of Effort Baseline (average amount of <u>local</u> funds spent on transportation projects in 3-5 fiscal years prior to 2017)	\$3,434,181
Measure D Compliance Documents	
Document	Attached (check)
1. FY20/21 Annual Report Cover Sheet (this document)	X
2. FY20/21 Audited Financials for Measure D funds (see " Measure D Audit Guidance " for additional information)	In process. ETA 1/31/2022
3. FY20/21 Expenditure Report Spreadsheet: Shows what Measure D formula funds (direct allocations) were spent on. <i>*Report use of regional funds (Trail, Highway Corridors, Hwy 9, Rail) separate from formula funds.</i>	Attached
a. If applicable –Grouped projects supplemental information: For any grouped projects (e.g. citywide roadway repairs), include a supplemental list of specific locations (road names, project limits, and length or routes/areas served), work done at each (e.g. environmental, design, construction), and schedule for completing construction at each.	Attached
4. Map: Attach or provide web link to map(s) of projects funded with Measure D funds in FY20/21 (for projects with specific locations).	https://www.cityofsantacruz.com/home/showpublisheddocument/84342/637606472512000000
5. FY20/21 Performance Measures Report (Measure D Guidelines Attachment B)	Attached

6. Maintenance of Effort Compliance Spreadsheet: List of local funds spent on transportation projects through FY20/21 as compared to the 3-5 years prior to FY16/17.	Attached
a. If FY20/21 Local funds expended were lower than Baseline amount, explain why:	N/A
7. Indirect cost allocation plan: Does your agency have an indirect cost allocation plan (ICAP)? (If "no," Measure D cannot be used for indirect costs) a. Date of most recent ICAP: _____	No
8. 5-Year Program of Projects (5-Year Plan): List showing planned use Measure D formula funds in the next 5 years.	Attached
a. Evidence that the 5-year program of projects was approved through a public process.	Date: 6/8/2021 By Motion, City Council Agenda. Item # 25 https://ecm.cityofsantacruz.com/OnBaseAgendaOnline/Meetings/ViewMeeting?id=1709&doctype=1
b. Date of 5-Year Plan Public Hearing soliciting input on 5-Year Plan (<i>per Article III.A.4.</i>)	5-Year plans provided to Transportation and Public Works Commission on March 15, 2021. Project press releases.
c. Date annual 5-year Plan approved by Governing Board	Date: 6/8/2021
9. Complete Streets Compliance (<i>Cities/County only</i>): Attach copy or provide link to board adopted Complete Streets policy that is compliant with the California Complete Streets Act of 2008 (AB1358), including any amendments. <i>Per Measure D Agreement: Agencies are required to have a complete streets policy by April 1, 2018.</i>	General Plan 2030, adopted 2012.
10. Annual Report Narrative (<i>may be included in Management & Admin section of audit</i>)	
a. Fund Balances, Carryover Projects, and Description of planned, longer-term and future uses of Measure D revenues, if known. <ul style="list-style-type: none">The fund balance and how Measure D funds are tracked are explained in the MD&A of the financial statements.The Capital Investment Project document lists carryover projects and descriptions of the project.A list of anticipated projects are listed in the 5 year plan.The projects are complex and require additional time for environmental review, permitting, design, public process, staff resources to be available. The COVID pandemic and staff reductions have also had a big impact.	
b. Future Liabilities: Describe possible liabilities, including information on how future costs for projects not yet completed are anticipated to be funded.	Projects are primarily funded from grants and Measure D is used to leverage those grants. Other City funds may be used to complete funding.

c. Compliance with Applicable Laws: Confirm projects were implemented in compliance with applicable laws, regulations, requirements, standards of practice, guidelines, etc. which are applicable to publicly funded transportation projects are met and adhered to, including requirements of the California Environmental Quality Act (CEQA), state design and procurement requirements, etc.	Confirmed.
Public Outreach/Notification of Use of Measure D Funds	
11. Public Outreach/Process: Describe outreach conducted during the reporting year to inform Santa Cruz County taxpayers as to how your agency is using or plans to use Measure D funds. <i>(per Article III.A.3.)</i>	Through press releases, attached.
12. Sample(s) of public outreach on Measure D-funded projects 7/1/19-6/30/20	Attached
a. Website with Measure D information (attach PDF): Web address: _____ <i>(per Article III.A.7.)</i>	The City's CIP lists projects funded by Measure D, https://www.cityofsantacruz.com/home/showpublisheddocument/84326/637606473033270000
b. News Articles	Attached
c. Signage: Did you display the Measure D logo on signs at construction sites, on vehicles, and/or public education materials/websites? Attach photos if available.	Attached, see photos.
13. Photos: Attach before/after and construction photos if available of projects/work done in FY20/21.	Attached, see photos.
14. Fact Sheets on larger projects: Attach more detailed fact sheet on large projects (includes public information such as project name, description of work to be done, location, project benefits/purpose, schedule, graphics/maps, complete streets components/consistency, total cost & funding, including info on if Measure D was used to leverage other grants/funds).	See CIP descriptions, relating to projects. https://www.cityofsantacruz.com/home/showpublisheddocument/85125/637649679398830000

Contacts

Designated staff available to report on or answer any and all inquiries in regard to Recipient Agency's audit, projects and expenditures, and/or compliance with Measure D before the RTC and/or the Measure D Taxpayer Oversight Committee or RTC advisory committees, as applicable.

Name	Title	Phone/email
Nathan Nguyen	Assistant Director of Public Works	420-5188
Nicholas Gong	Accountant	420-5058

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City of Santa Cruz, State of California

Measure D Fund Financial Statements

For the Fiscal Year Ended June 30, 2021

Independent Auditor's Report	
Independent Auditor's Report.....	1
Management's Discussion and Analysis	4
Balance Sheet – Measure D Fund.....	8
Statement of Revenues, Expenditures, and Changes in Fund Balances – Measure D Fund.....	9
Notes to Basic Financial Statements.....	10



Independent Auditor's Report

To the Honorable Mayor and
Members of the City Council of the
City of Santa Cruz, California

Report on the Financial Statements

We have audited the accompanying financial statements of the 2016 Measure D Fund (Measure D Fund), a nonmajor special revenue fund of the City of Santa Cruz, California (City) as of and for the year ended June 30, 2021, and the related notes to the financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Measure D Fund of the City, as of June 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Notes 1 to the financial statements present only the Measure D Fund, and do not purport to, and do not, present fairly the financial position of the City as of June 30, 2021, and the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 28, 2022, on our consideration of the Measure D Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Menlo Park, California
February 28, 2022

The Management Discussion and Analysis (MD&A) section of the City of Measure D fund financial statements provides a narrative overview of the Fund's financial activities for the fiscal year ended June 30, 2021.

Introduction

- Background:

Measure D is a comprehensive and inclusive package of transportation investments passed in November 2016 by over two-thirds (2/3) of Santa Cruz County voters. This ½ cent sales tax guarantees a steady, direct source of funding to every city and the County of Santa Cruz for local street and road maintenance, bicycle, pedestrian, and safety projects, including Santa Cruz METRO and Community Bridges-Lifeline for transit and paratransit services for seniors and people with disabilities, as well as implementation of priority highway, trail, and other essential transportation projects and programs throughout the county. Measure D went into effect on April 1, 2017.

The Santa Cruz County Regional Transportation Commission (RTC) is the administrator of Measure D. A five-year program of projects showing how recipient agencies plan to use Measure D funds is updated and adopted annually by each agency receiving Measure D revenues. An Annual audit of receipts and expenses of each recipient is also required.

- Fund Highlights:

During fiscal year 2021, the fund's total fund balance increased by \$1.0 million. Notable changes to the fund were:

- Total assets of the fund increased by \$.8 million as a result of completed projects.
- Intergovernmental revenues increased from \$1.4 million to \$1.5 million.
- Expenditures during the year were \$.6 million compared to \$.5 million in 2020.

Overview of the Financial Statements

Measure D is accounted for in a City non-major special revenue fund, 2016 Transportation Measure D Fund. This fund accounts for receipts and expenditures of the 2016 Measure D sales tax received from the RTC. Interest earned is recorded within the fund to be spent on transportation projects. Revenue receipts are deposited directly into the fund and funds are only transferred out when expenditures have occurred in the projects. The city tracks the Measure D funds through the balance sheet along with project accounting.

The financial statements of the 2016 Transportation Measure D Fund are on the modified accrual basis of accounting. Revenues are recognized when they have been earned and are both measurable and available.

Financial Analysis of Fund

At the end of fiscal year 2021, the total fund balance of the 2016 Transportation Measure D fund was a surplus of \$1.8 million, an increase from the prior year of \$1.8 million. The entire amount is classified as restricted for transportation projects. The increase is primarily due to expenditures being less than the prior year, and completion of a major CIP project.

Analysis of Balance Sheet

The following is a comparative summary of the Measure D fund's balance sheet:

	2021	2020
Assets:		
Cash and investments	\$ 2,328,465	\$ 1,624,389
Interest receivable	1,409	1,409
Taxes receivable	290,794	239,187
Total assets	<u>\$ 2,620,668</u>	<u>\$ 1,864,985</u>
Liabilities and Fund Balance		
Deferred inflows of resources:		
Unavailable revenue	-	105,530
Restricted:		
Streets and roads	2,620,668	1,759,455
Total fund balance	<u>\$ 2,620,668</u>	<u>\$ 1,759,455</u>

Statement of Revenues, Expenditures, and Changes in Fund Balance

Analysis of Activities: The following table presents on a comparative basis the changes in fund balance for the Measure D fund:

	2021	2020
Revenues:		
Intergovernmental	\$ 1,491,408	\$ 1,400,614
Use of money and property	14,219	27,517
Total revenues	<u>1,505,627</u>	<u>1,428,131</u>
Expenditures:		
Current:		
Transit	644,414	476,998
Total expenditures	<u>644,414</u>	<u>476,998</u>
Net change in fund balances	861,213	951,133
Fund balance, beginning of year	1,759,455	808,322
Fund balance, end of year	<u><u>\$ 2,620,668</u></u>	<u><u>\$ 1,759,455</u></u>

Measure D Funded Projects in FY 2020/21

Since Measure D went into effect the City of Santa Cruz has put Measure D funds to work paving streets, building new bicycle and walking paths, designing major infrastructure projects, maintaining existing infrastructure, and providing safety programs related to streets and roads. The following highlights a few of the projects that were funded by Measure D in FY 2020/21:

City Arterial and Residential Collector Street Reconstruction and Overlay projects – The City has repaved 4.03 miles of streets in FY 2020/21 in which combined with other funding, Measure D has helped fund. In addition, 50% of Measure D funding has helped the City pave 2,530 lineal feet of new bike lanes and 11,296 lineal feet of shared roads, and sharrows. This is down 308 lineal feet reported in the prior fiscal year.

The City has also constructed 20 new and replacement curb ramps as part of the curb enhancement program. This has decreased from the prior year of curb enhancements of 13 curbs.

Safe Routes 2 School and Bike Education – Safe Routes 2 School Crossing Improvement project will make walking and bicycling safer in Santa Cruz as identified in the Active Transportation Plan. This year, the project continues to construct safety improvements that included curbs, ramps, roadway signs, streetlights, pedestrian activated beacons solar speed radar signs, and striping and pavement markings.

The Street Smarts program established by the City has expanded throughout Santa Cruz County. The purpose of the program is to raise awareness and promote safe practices amongst drivers, cyclists and pedestrians. In addition to educating the public, another goal is to reduce the number of traffic-related crashes and injuries. This year the City had held multiple educational such as Open Streets events to educate the community through interactive learning activities such as on-bike (Bike Smart) and on-foot (Walk Smart) youth bicycle and pedestrian training to elementary students at City public schools.

Economic Factors and Next Year's Budgets and Rates

In March 2020 and extending into fiscal year 2021, Santa Cruz County and the State of California issued a shelter-in-place order in response to COVID-19 this had severe negative impacts to the City. Fortunately, the City received similar revenues, a small increase of \$.1 million when compared to the prior year within the Measure D fund in fiscal year 2021. Due to the slight increase in revenues the City was able to accumulate \$1.8 million more in assets over 2021 to expend on future projects.

Requests for Information

This financial statement is designed to provide a general overview of the fund's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the City of Santa Cruz, Finance Department, 333 Front Street, Suite 200, Santa Cruz, CA 95060.

City of Santa Cruz
Balance Sheet – Measure D Fund
June 30, 2021

	Measure D Fund
Assets:	
Cash and investments	\$ 2,328,465
Interest receivable	1,409
Taxes receivable	290,794
Total assets	<u>\$ 2,620,668</u>
Liabilities:	
Accounts payable and other current liabilities	<u>\$ -</u>
Fund Balance:	
Restricted for streets and roads	<u>2,620,668</u>
Total Fund balance	<u>2,620,668</u>
Total Liabilities and fund balance	<u>\$ 2,620,668</u>

City of Santa Cruz

Statement of Revenues, Expenditures, and Changes in Fund Balances – Measure D Fund

Year Ended June 30, 2021

	Measure D Fund
Revenues:	
Intergovernmental	\$ 1,491,408
Use of money and property	14,219
Total revenues	<u>1,505,627</u>
Expenditures:	
Current:	
Streets and roads	<u>644,414</u>
Total expenditures	<u>644,414</u>
Net change in fund balances	861,213
Fund balance, beginning of year	<u>1,759,455</u>
Fund balance, end of year	<u><u>\$ 2,620,668</u></u>

Note 1 - Summary of Significant Accounting Policies

The basic financial statements of the Measure D Fund City of Santa Cruz, California ("City") have been prepared in conformity with Generally Accepted Accounting Principles ("GAAP") as applied to governmental agencies. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

Reporting Entity

All transactions of the Santa Cruz County Regional Transportation Commission – Measure D Fund (Measure D Fund) of the City are included as a separate special revenue fund in the basic financial statements of the City. The accompanying financial statements are for Measure D Fund only and are not intended to fairly present the financial position or results of operations of the City.

Basis of Accounting and Measurement Focus

The operations of the Measure D Fund are accounted in a non-major special revenue fund, in a separate set of self-balancing accounts that comprise its assets, liabilities, fund balances, revenues, and expenditures. Resources are allocated to and accounted for in the fund based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

Basis of Accounting

The Measure D funds are accounted for on a spending or "*current financial resources*" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current resources. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Generally, revenues are considered available if they are collected within 60 days after fiscal year end. If revenues are not subject to accrual, they are recorded when received in cash. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, intergovernmental revenues, and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Use of Restricted Fund Balance

Fund Balance Flow Assumptions

In order to calculate the amounts to report as restricted fund balance in the financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance.

Cash, Cash Equivalents, and Investments

For purposes of the Balance Sheet, cash and cash equivalents include currency on hand and deposits in the City's cash and investment pool. These deposits have the same characteristics for the participating funds as demand deposit accounts, in that the funds may deposit additional cash at any time and also effectively withdraw cash at any time without prior notice or penalty. The City's cash and investments are stated at fair value, which is based on a quoted market price. This includes all investments except the City's investment in the California Local Agency Investment Fund ("LAIF"). The balance is available for withdrawal on demand, and is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. The City valued its investments in LAIF at June 30, 2021, by multiplying its balance by a fair value factor determined by LAIF (1.00008297). This fair value factor was calculated by dividing the total fair value for all participants by the total amortized cost.

Fund Balances

Restricted – This category consists of amounts that have constraints placed on them either externally by third-parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.

Note 2 - Measure D Funds

Under Measure D, approved by the voters of Santa Cruz County in 2016, the City receives a portion of the proceeds of an additional one-half cent sales tax to be used to improve children's safety around schools; repair potholes; repave streets; improve traffic flow on Highway 1; maintain senior/disabled transit; reduce global warming pollution by providing transportation options like sidewalks, buses, bike lanes, trails; and preserve rail options.

Note 3 - Cash Deposits and Investments

Cash and investments held by the Measure D Fund at June 30, 2021, consisted of \$2,328,465 in cash pooled with the City's Cash and Investments.

Investments authorized by the California Government Code and the City of Santa Cruz's investment policy:

Allowable investment instruments are defined in the California Government Code Section 53600, et. seq., as amended. If the Code is further revised to allow additional investments or is changed regarding the limits on certain categories of investments, the City is authorized to conform to these changes, excluding those changes that may be prohibited by this policy. Where the Government Code specifies a percentage limitation for a particular category of investments, that percentage is applicable only at the date of purchase. The City's pool is not rated and is not registered with the SEC. The City's average maturity of its investments is less than one year.

Cash Deposits

The total bank balance was collateralized or insured with securities held by the pledging financial institutions. The California Government Code requires California financial institutions to secure the local governments cash deposits by pledging securities in an undivided collateral pool. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor.

The market value of pledged securities must equal at least 110% of the City's cash deposits in the pool. California law also allows institutions to secure public deposits by pledging first trust deed mortgage notes having a value of 150% of the pool's total cash deposits. The City may waive collateral requirements for cash deposits, which are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation.



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Honorable Mayor and Members of City Council
of the City of Santa Cruz, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the Measure D Fund (Measure D Fund) of the City of Santa Cruz, California (City), as of and for the year ended June 30, 2021, and have issued our report thereon dated February 28, 2022. Our opinion included an emphasis of matter as discussed that the financial statements present only the Fund specific to Measure D Fund, and are not intended to present fairly the financial position and results of operations of the City in conformity with accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Measure D Fund's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 's internal control. Accordingly, we do not express an opinion on the effectiveness of 's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the financial statements of Measure D of the City will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Measure D Fund's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements including the applicable compliance requirements specified in the Measure D agreement between the City and Santa Cruz Regional Transportation Commission, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* or the Measure D agreement.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Menlo Park, California
February 28, 2022

MEASURE D EXPENDITURE REPORT - Direct Allocations

Reporting Year **FY20/21**

Recipient Agency **City of Santa Cruz**

#	Project Name	Description <i>(may include additional project components, ex. complete streets, traffic calming, crossing improvements, drainage upgrades, etc.)</i>	Location/Limits	Schedule/ completion date	FY20/21 Measure D - City Expenditures
1	g401901 - SR2S and Youth Bike Safety programs	Safe Routes to School, Bike programs/education	Provided WalkSmart Education to 6 local 2nd grade classes, BikeSmart education to 11 local 5th grade classes	on going	\$ 44,000
2	c400810 - City Residential & Collector St Reconstruction and Overlay	N/A	N/A	Annual	\$ 479,432
3	p402001 - Street Smarts Traffic Safety Program	Multimodal education and encouragement for traffic safety	Citywide/regional	on going	\$ 20,978
4	p402101 - Covid Slow Streets Program	Temporary pilot program to reduce speeds and volumes on selected neighborhood streets during the COVID pandemic	Caledonia, Grandview, Escalona, Melrose, Modesto/Wanzer, Jenne, Getchell, Oxford, Trevethan, May, Darwin/Owen	4/30/2021	\$ 30,000
5	c401812 - Downtown Bike Locker Replacement Program - City	Bike lockers	Downtown Lots and Garages	6/30/2020	\$ 57,379
Total Projects					\$ 631,789.53
6	Measure D Implementation/Administration - Labor				\$ 12,625
					\$ 644,414.53

Project Name	Total Project Cost (Budgeted FY21)	Past year Measure D Expenditures on this project	(Est) Future Year(s) Measure D Expenditures	Measure D- funded Capital Costs	Measure D- funded Non-capital (non- infrastructure, outreach, admin, etc)	Leveraged Funds (grants & other funds secured, which used Meas. D as match)	Leveraged Fund Source Name(s)	Project in approved 5-year plan?	Project Status
g401901 - SR2S and Youth Bike Safety programs	\$ 88,000	\$ 33,000	\$ 250,000	\$ -	\$ 44,000	\$ -	na	Yes	In-progress
c400810 - City Residential & Collector St Reconstruction and Overlay	\$ 1,700,537	\$ 536,288	\$ 2,500,000	\$ 479,432	\$ -	\$ 1,221,105	Measure H	Yes	In-progress
p402001 - Street Smarts Traffic Safety Program	\$ 75,747	\$ -		\$ -	\$ 20,978	\$ 10,000	local operating grant	Yes	In-progress
p402101 - Covid Slow Streets Program	\$ 30,000	\$ -	\$ -	\$ -	\$ 30,000	\$ 11,698	General Fund	Yes	Complete
c401812 - Downtown Bike Locker Replacement Program - City	\$ 200,251	\$ 50,000	\$ -	\$ -	\$ 57,379	\$ 100,251	Parking Fund Balance	Yes	In-progress
Total Projects	\$ 2,094,534.44	\$ 619,287.76	\$ 2,750,000.00	\$ 479,432.24	\$ 152,357.29	\$ 1,343,053.44			
Measure D Implementation/Administration - Labor									
Total FY20/21Expenditures									

Project Name	CEQA compliance <i>(List type of document & certification date - e.x. CE, 5/1/18)</i>	Construction schedule	Completion Date <i>(actual or estimate)</i>	% System Preservation	% Roadway <i>(on local roads, non-sys. preservation - ex. traffic circulation, intersections, highway, etc.)</i>	% State Highway	% Bike	% Ped	% Transit	% Paratransit	% other <i>(e.g. airport, planning, TSM, etc)</i>
g401901 - SR2S and Youth Bike Safety programs	NA	NA	on going	0%			50%	50%			
c400810 - City Residential & Collector St Reconstruction and Overlay	CE	Annual	Annual	80%			10%	10%			
p402001 - Street Smarts Traffic Safety Program	CE	NA	on going	0%			30%	30%	10%		30%
p402101 - Covid Slow Streets Program	CE	NA	4/30/2021	0%			50%	50%			
c401812 - Downtown Bike Locker Replacement Program - City	CE	Phase 1 complete	6/30/2020					100%			
Total Projects											
Measure D Implementation/Administration - Labor											
				0%	#DIV/0!	#DIV/0!	40%	40%	10%	#DIV/0!	30%

DETAIL ON GROUPED PROJECTS - FY20/21 Expenditures

City of Santa Cruz

Project Name & Locations	Limits	Describe work done in FY20/21 on each road/location
g401901 - SR2S and Youth Bike Safety programs		
WalkSmart Education	Citywide	Education and encouragement in 6 2nd grade classes
BikeSmart Education	Citywide	Education and encouragement in 11 5th grade classes
c400809 - City Arterial & Collector St Reconstruction and Overlay		
Fairmount Avenue	Morrissey Blvd to Branciforte Ave	Pavement overlay with curbramps and sharrows striping
Delaware Avenue	From Bay Street to Swift Street	Pavement reconstruction, sidewalks, green bike lanes and sharrows striping
King Street	Miramar Street to Mission Street	Pavement overlay with curbramps and sharrows striping
c400810 - City Residential & Collector St Reconstruction and Overlay		
Arroyo Seco	Alta Vista to Arroyo Ct	Chip Seal and Microsurfacing
Cardiff Ct	Cardiff Pl to end	Chip Seal and Microsurfacing
Cardiff Pl	High St to Cardiff Pl	Chip Seal and Microsurfacing
Chestnut St	Green St to Center st	Chip Seal and Microsurfacing
Church St	Chestnut St to Rincon St	Chip Seal and Microsurfacing
Cleveland Ave	Rigg St to Otis St	Chip Seal and Microsurfacing
Cliff St	Third St to end	Chip Seal and Microsurfacing
Delaware Ave	Columbia St to Santa Cruz St	Chip Seal and Microsurfacing
Gilbert Ct.	Goss Ave to end	Chip Seal and Microsurfacing
Gilbert Ln	Rooney St to Goss Ave	Chip Seal and Microsurfacing
Golf Club Drive	River Street to railroad	Chip Seal and Microsurfacing
Green St	Chestnut St to Mission St	Chip Seal and Microsurfacing
Hall St	Seabright Ave to Bronson St	Chip Seal and Microsurfacing
Heather Ct	Morrissey Blvd to end	Chip Seal and Microsurfacing
Jewell St	Ocean Street to end	Chip Seal and Microsurfacing
Ladera Dr	King Street (east) to King Street (west)	Chip Seal and Microsurfacing
Laguna St	Santa Cruz St to Bay St	Chip Seal and Microsurfacing
Laurent St	Highland Ave to Ross St	Chip Seal and Microsurfacing
Locust Street	Chestnut Street to Center Street	Chip Seal and Microsurfacing
Miller Ct	Goss Ave. to end	Chip Seal and Microsurfacing
Miramonte Dr	Prospect Heights to Paseo Del Mar	Chip Seal and Microsurfacing
Mott Ave	Murray St to Logan St	Chip Seal and Microsurfacing
Parnell St	Trevethan Ave to Marnell Ave	Chip Seal and Microsurfacing

Project Name & Locations	Limits	Describe work done in FY20/21 on each road/location
Parnell Street	Pacheco Ave to Morrissey Blvd	Chip Seal and Microsurfacing
Rigg St	California St to Weeks Ave	Chip Seal and Microsurfacing
Rigg St	King St to Mission St	Chip Seal and Microsurfacing
Rincon St	Chestnut St to Walnut St	Chip Seal and Microsurfacing
Ross St	Laurent St to Highland Ave	Chip Seal and Microsurfacing
Scenic St	Bayona Dr to end	Chip Seal and Microsurfacing
Spruce St	Pacific Ave to Ffront Street	Chip Seal and Microsurfacing
Sunset Ave	Almar Ave to West Cliff Dr	Chip Seal and Microsurfacing
Taylor St	California St to Weeks Ave	Chip Seal and Microsurfacing
Trevethan Ave	Alamena St to Fairmount Ave	Chip Seal and Microsurfacing
Vernon Street	River Street to end	Chip Seal and Microsurfacing
Westmoor Ct	Westmoor Dr to end	Chip Seal and Microsurfacing
Westmoor Dr	Westmoor Ct to Cardiff Pl	Chip Seal and Microsurfacing
Westmoor Dr	Westmoor Ct to Cardiff Ct	Chip Seal and Microsurfacing
Westmoor Pl	Westmoor Dr to end	Chip Seal and Microsurfacing
Woodcrest Pl	Molly Wy to Fairland Wy	Chip Seal and Microsurfacing
Yosemite Ave	Western Dr to Alamo Ave	Chip Seal and Microsurfacing

Measure D: Neighborhood Projects Program (Funds to Cities and County for Local Streets and Roads - LSR)

Performance Measures

AGENCY:

City of Santa Cruz

Measure D recipients are to document the performance and benefits of the projects and programs funded with Measure D funds. The following performance measures are a selection of performance standards to be documented by the recipients, as applicable. Additional or alternate performance measures may be provided or requested by the RTC or recipients.

Submittal date

12/31/2021

Performance Measure	Performance Metric and Standard		Corrective Action
	Baseline/Prior Year	Current	
Pavement State of Repair	Track city/countywide Pavement Condition Index (PCI), which rates the "surface condition" of local streets from 1 to 100, at least every three years.		Any agency with a falling PCI must provide an explanation. If the PCI drops, specify what funding amounts, policies, or other needs are required to enable increasing the PCI to 60 (fair) or above.
Average Network PCI (0-100)*	67	66	No change on PCI because even if we had some pavement projects, the rest of the network keeps deteriorating. We would need to expend much more money on pavements projects to be able to increase the PCI. The current projects just can maintain the existing PCI from decreasing.
Date of PCI Analysis (month/year)	11/1/2019	8/31/2021	
Miles repaved in FY19/20 (using all funds, not just Measure D)	1.56 Miles	1.76	
Miles agency plans to repave in FY21/22 (using all funds, not just Measure D)	4.46 miles	3.50 Miles	
Total centerline miles in jurisdiction	136 Miles	136 Miles	
Complete Streets Implementation			Provide an explanation if less than 20% of Measure D funds are spent on bicycle and pedestrian facilities.
Percent of annual Measure D funds used to support bicycling and walking.	Over 75%	50%	More than 20% spent on bike and ped elements
Number of linear feet or lane miles of bicycle facilities built or maintained (bike lanes, bike routes, multi-use pathways)	6,500 lineal feet of new and replacement bike facilities (trail, pavement, lanes, green lanes, sharrows)	14,234 lineal feet of new and replacement bike facilities (trail, pavement, lanes, green lanes, sharrows)	
Number of pedestrian projects completed (linear feet of sidewalks, number of crossing improvements/stripping, quantify traffic calming items, lighting, landscaping/streetscape, number of curb/ADA ramps, linear feet of trail/pathway built or maintained)	20 new and replacement curb ramps. Some of bike facilities noted above are also pedestrian facilities.	33 new and replacement curb ramps. Some of bike facilities noted above are also pedestrian facilities.	
Describe how school access was improved for children bicycling and walking, which may include collision data	Replacement curb ramps, crosswalks restriped and bike lane restriped. Street Smarts Program including bike education in elementary schools.	Replacement curb ramps, crosswalks restriped and bike lane restriped. Street Smarts Program including bike education in elementary schools.	
Capital Project and Program Investment	Investment into capital projects and programs is greater than funding program administration (outreach, staff, administration)	Investment into capital projects and programs is greater than funding program administration (outreach, staff, administration)	Any agency expending less on capital investments compared to other activities must explain how capital investments will increase in the subsequent years
Amount expended on capital projects and programs by phase (design, right-of-way, construction and capital support)	See Expenditures Report	See Expenditures Report	
Leveraged Funds	Report total grants and other funding secured using Measure D as a match.	Report total grants and other funding secured using Measure D as a match.	Explain if Measure D funds fully funding all projects.
Amount of competitive grants secured using Measure D as match		See Expenditures Report	Some match used on most projects

General Compliance Reporting:

Confirm completion of the following Measure D Agreement requirements during the reporting year. The RTC shall utilize information from Recipient on expenditures to prepare a comprehensive report to the public on the expenditure of Measure D revenues.

REPORTING YEAR: **FY20/21**

Recipient Agency **City of Santa Cruz**

Public Information/ Outreach	Date	Documentation (ex. copy of resolution, minutes, notices, articles, webpage, signage, etc) - <i>Attach</i>	Comments, additional info. If applicable, briefly explain why publicity requirement was not completed
Date Initial 5-Year Plan Adopted	6/8/2021	By Motion	City Council agenda
Date of 5-Year Plan Public Hearing	3/15/2021	By Motion	TPWC agenda
Date of annual audit of Measure D Expenditures	TBD	audit	
News Article	Various	copy of articles	Provided as a separate attachment
Website with info on Meas. D projects	ongoing	webpage sample	https://www.cityofsantacruz.com/home/showdocument?id=80558
Map of Measure D-funded Projects	ongoing	copy of map or webpage	See CIP document, Link above.
Photos (before/after)	ongoing	Document with photos, captions	Provided as a separate attachment
Signage	ongoing	photo of signs	Provided as a separate attachment
Describe any other public outreach conducted during the reporting year about Measure D	5-Year plans provided to Transportation and Public Works Commission on March 18, 2019. Project press releases.		

Maintenance of Effort

FY20/21 LOCAL funds spent on multimodal local road repairs & maintenance (exclude HUTA, formula state & fed funds, special grants)	\$ 7,666,713	
Maintenance of Effort BASELINE (should match MOE report submitted to RTC in 2017)	\$ 3,434,181	
FY20/21 LOCAL (exclude HUTA, formula state & fed funds) funds BUDGETED on multimodal local road repairs & maintenance	\$ 20,462,261	c400809 = \$3,913,623 of Measure H c400810 = \$1,221,105 of Measure H c401413 = \$3,659,137 of Fund Balance, Local Capital Grants \$2,100,000, Business Contributions \$50,002 c401804 - \$1,500,000 SC County Land Trust, \$15,207 of General CIP c401902 = \$20,000 Sidewalk In-lieu Fund p402001 = \$10,000 Local Operating Grant, \$746 from Fund Balance c401812 = \$100,251 from Parking Fund Balance c400805 = \$1,690,668 from Traffic Impact Fees, \$500,000 from Successor Agency c401208 = Property Contributions \$1.3M, Capital Contributions \$1.65M, Water Fund \$501,613, CIP Street Maintenance \$500,000. ED Trust Fund \$453,974. c401507 = \$202,242 from General CIP Fund Balance c401617 = 25,000 from General Fund c401410 = \$802,431 from Traffic Impace Fees c401501 = \$247,008 from General Fund
If FY19/20 local expenditures were lower than the baseline amount, explain why. (e.g. emergencies, extraordinary event - fires, etc) Recipient agencies have up to three fiscal years to meet the adjusted minimum local revenue expenditure requirement.		N/A
Does your agency have an indirect cost allocation plan?	No	If "no", Measure D funds cannot be used for indirect costs.
Cities/County Only: Does your agency have an adopted Complete Streets policy?	Yes	General Plan 2030, adopted 2012

Contacts

Administrative officer or designated staff available to report on or answer any and all inquiries in regard to Recipient's receipt, usage, and/or compliance audit findings regarding Measure D funds before the RTC and/or the Independent Oversight Committee or RTC advisory committees, as applicable.

Name	Title/Measure D tasks	Phone/email
Nathan Nguyen	Assistant Director of Public Works-Recording Meas	420-5188/nguyen@cityofsantacruz.com
Nicholas Gong	Accountant - Recoring Rev/Exp	420-5058/ngong@cityofsantacruz.com

City of Santa Cruz Measure D - Proposed 5 Year Project Funding List FY22-26 (plus previous 4 program years)												
Project Title	Project No.	FY18	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26	Project Funding Summary - All Years (FY22-26)	Supporting Grants & Local Funding
Bicycle and Pedestrian Projects												
MB Sanctuary Scenic Trail (Rail Trail) Segment 7 -Phase 3	TBD							\$ 200,000	\$ 200,000		\$ 400,000	\$ 2,400,000
Ocean-Plymouth Multi-Modal Improvements	TBD							\$ 200,000	\$ 300,000		\$ 500,000	\$ 1,500,000
MB Sanctuary Scenic Trail (Rail Trail) Segment 7	c401413	1,100,000		\$ 1,000,000								\$ 14,100,000
				\$ 1,000,000								
MB Sanctuary Scenic Trail (Rail Trail) Segment 8 & 9	c401804						\$ 2,000,000				\$ 2,000,000	\$ 22,900,000
							\$ 1,700,000				\$ 1,700,000	
SLR Parkway Phase III -Trestle Trail Widen **	c401807	\$ 500,000										
		\$ 500,000	\$ 668,560									
MB Sanctuary Scenic Trail (Rail Trail) - Maintenance	m402011				\$ 25,000	\$ 60,000	\$ 60,000	\$ 60,000	\$ 60,000	\$ 60,000	\$ 300,000	\$ 300,000
Swanton Blvd Multi-use Path	c401805					\$ 200,000					\$ 200,000	\$ 1,700,000
Pacific Ave Sidewalk between Front and Second	c401902			\$ 150,000								
Market Street Bikelanes and Sidewalk	c401806							\$ 100,000			\$ 100,000	\$ 400,000
Active Transportation Program Projects	c400809	\$ 100,000										
Downtown Bike Locker Replacement Program	c401812	\$ 50,000	\$ 100,000									
COVID Slow Streets Program	p402101				\$ 65,000							
SR2S and Youth Bike Safety Programs *	g401901		\$ 33,000	\$ 88,000	\$ 83,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 250,000	
Street Reconstruction and Paving Projects												
City Arterial & Collector St Reconstruction and Overlay **	c400809	\$ 250,000	\$ 156,000	\$ 300,000	\$ 470,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 2,500,000	\$ 1,300,000/yr
City Residential & Collector St Reconstruction and Overlay	c400810	\$ 250,000	\$ 156,000	\$ 300,000	\$ 300,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 2,500,000	\$ 500,000/yr
Total City Measure D Allocation Request		\$ 1,150,000	\$ 1,113,560	\$ 1,838,000	\$ 918,000	\$ 1,250,000	\$ 2,750,000	\$ 1,550,000	\$ 1,550,000	\$ 1,050,000	\$ 7,100,000	(FY22-65)
Total RTC Measure D Allocation Request		\$ 1,600,000	\$ -	\$ 1,000,000	\$ 25,000	\$ 60,000	\$ 2,060,000	\$ 160,000	\$ 260,000	\$ 60,000	\$ 2,600,000	(FY22-26)
City Measure D Apportionment Estimate		\$ 1,306,859	\$ 1,335,341	\$ 1,292,322	\$ 1,319,025	\$1,375,520	\$ 1,426,665	\$ 1,451,444	\$ 1,476,622	\$ 1,502,204	\$7,232,455	(FY22-26)

Santa Cruz Overlay Paving Scheduled to Start on June 1 at Various Locations; Surface Seal Paving Now in Progress on Jewell Street

FOR IMMEDIATE RELEASE

Contacts:

Ricardo E. Valdés, Senior Civil Engineer, (831) 420-5198

SANTA CRUZ, Calif. — The City of Santa Cruz is scheduled to begin the 2021 Overlay Project on Tuesday, June 1, while the 2021 Surface Seal Project is already underway on Jewell Street.

The Overlay Project will rehabilitate aging pavement at the following locations:

- Delaware Avenue from Fair Avenue to Woodrow Avenue.
- Delaware Avenue from Woodrow Avenue to east of DuFour Street.
- Fairmount Avenue from North Branciforte to Morrissey Boulevard.
- King Street from the west end of Mission to Miramar Drive.
- Miramar Drive from King Street to Escalona Drive.

Construction will occur weekdays from 7 a.m. to 4 p.m. Two-way traffic will remain in place, however, travelers should expect minor delays. Parking, bike lanes and pedestrian access in these construction areas will be affected. Traffic control will be in place during construction hours.

The 2021 Overlay Project, funded by Measure H, Measure D and the Gas Tax, is expected to conclude in late July.

Meanwhile, construction of the 2021 Surface Seal Project continues weekdays, 7 a.m. to 4 p.m. at [various locations](#) detailed at cityofsantacruz.com/currentconstruction. Work has already begun on Jewell Street. There and at all other locations, intermittent lane closures and limited on-street parking are expected during construction hours. Sidewalks will occasionally be closed, however, all driveways in the project areas are expected to remain accessible.

The 2021 Surface Seal Project, funded by Measure D and Measure H tax dollars, is expected to continue through July.

The City apologizes for any inconvenience this construction work may cause and appreciates the public's cooperation. Any concerns or questions may be addressed to Project Manager Ricardo Valdés, at (831) 420-5198 or RValdes@cityofsantacruz.com.

###

[Return to full list >>](#)

City Newsroom

Pacific Avenue Sidewalk Project Begins March 15 with Traffic Impacts

Post Date: 03/11/2021 9:30 AM

FOR IMMEDIATE RELEASE

March 11, 2021

Contact:

Janice Bisgaard, Community Relations Specialist, (831) 420-5166

SANTA CRUZ — The City of Santa Cruz is scheduled to begin construction of sidewalk and storm drain improvements on Pacific Avenue between Front Street and Second Street the week of March 15. Traffic will be impacted on Pacific Avenue and Front Street, north of Beach Street and south of Second Street.

Continuing through May, construction will occur weekdays from 7 a.m. to 4 p.m. as the project infills a missing link of sidewalk and corrects current flooding issues.

Traffic control has been established to separate the public from the work area. This will impact motor vehicle lanes, bike lanes and sidewalks. Two-way traffic will remain in place, however, caution is advised and delays should be expected for those travelling through the area.

The City apologizes for any inconvenience this work may cause and appreciates the public's cooperation and patience.

Questions or concerns may be addressed to Project Manager Miguel Lizarraga at mlizarraga@cityofsantacruz.com or (831) 420-5176.

#

[Return to full list >>](#)

City Newsroom

Rail Trail Segment 7/Phase I Awarded with Completion Slated for Summer 2020

Post Date: 10/04/2019 8:00 AM

FOR IMMEDIATE RELEASE

Oct. 4, 2019

updated Jan. 15, 2020

Contacts:

Janice Bisgaard, Community Relations Specialist, (831) 420-5166

Nathan Nguyen, Civil Engineer, (831) 420-5188

SANTA CRUZ, Calif. — The City of Santa Cruz has awarded construction of the Coastal Rail Trail Segment 7/Phase I to Graniterock Company. The project will create a paved, multi-use path from Natural Bridges Drive to Bay and California streets with construction expected to begin in December and conclude by the end of summer 2020.

The Coastal Rail Trail includes 20 segments that when completed will provide a 32-mile long separated bicycle/pedestrian path along the coast and is part of the Santa Cruz County Regional Transportation Commission's Monterey Bay Sanctuary Scenic Trail Network Master Plan.

The Segment 7/Phase I project will construct a 1.2 mile paved, 12-16 foot wide bicycle/pedestrian trail entirely along the coastal/south side of the existing rail line. It includes a 60-foot long prefabricated steel truss bridge over Arroyo Seco channel, a 70-foot long soldier pile retaining wall at Almar Avenue, and additional vehicle and bike parking at and around New Leaf Market.

“Last May, hundreds of our Santa Cruz community turned out to celebrate the open of the Trestle Trail — the very first Coastal Rail Trail segment,” said Public Works Director Mark Dettle. “We are excited that this first phase of Segment 7 will extend safe biking and walking even further. We’re eagerly counting down to the next ribbon cutting!”

The Coastal Rail Trail Segment 7/Phase I project cost of just over \$6,423,000 is funded with state and federal funds as well as Measure D allocations through Santa Cruz County's Regional Transportation Commission and local donors Ecology Action, Friends of the Rail and Trail and Bike Santa Cruz County. Funding for Segment 7/Phase II is currently being pursued.

When Phase II of Segment 7 is built, there will be 2.1 miles of Coastal Rail Trail in Santa Cruz from Natural Bridges Drive to Pacific Avenue connecting over 30,000 residents who live within one mile of the trail to schools, work, beaches, shopping and other activity centers. Segment 7 will provide a safer car-free alternative to Mission Street with connection to the Beach Street bikeway.

Project questions or concerns may be addressed to Project Manager Nathan Nguyen at nnguyen@cityofsantacruz.com or (831) 420-5188.

[Return to full list >>](#)

Photos- City of Santa Cruz Measure D FY20/21 Report

Hall Street Surface Seal – Before/After



Slow Streets Santa Cruz



Rail Trail – Segment 7, Phase 1





Overlay – Fairmount Ave Before/After

