

Measure M2 Environmental Cleanup Program - A Two-Tier Grant Funding Approach

Board of Directors Meeting
May 24, 2010



Background

1. Measure M2 (M2) authorized Water Quality Cleanup Program (Project X)
2. Part of Early Action Plan
3. Allocation Requirements
 - Transportation-related water quality improvements
 - Competitive process as defined in the M2 Ordinance
 - Focus on capital improvements, most cost-effective projects
 - Not supplement existing funding or pay for mitigation on new freeway and road programs
 - Meet Measure M local agency eligibility requirements

Water Quality Program Recommendations

1. Two-tier grant funding approach
2. Funding plan timeline
 - Tier 1 Grant Program
FY 2011-12 through FY 2017-18, “pay-as-you-go”
 - Tier 2 Grant Program
FY 2011-12 through FY 2014-15, via financing
3. Program funding guidelines for Tier 1 Program
4. Initiate development of Tier 2 Program

Two-Tier Grant Funding Approach

Tier 1

- Targets localized projects
- Implements catch basin-related best management practices (BMP)
- Addresses more visible forms of pollutants (trash)
- Projects can be completed in a single year

Tier 2

- Targets multi-jurisdictional projects
- Provides funding for capital intensive BMP pollutant mitigation projects
- Involves regional projects, such as wetlands, infiltration basins, etc.

Recommended Funding Plan

Up to \$57.5 million available

Tier 1

- Up to \$19.5 million
- Pay-as-you-go
- 25% local match
- FY 2011-12 through FY 2017-18

Tier 2

- Up to \$38 million
- Via financing
- 50% match
- Pay-as-you-go after FY 2014-15

Tier 1 Grant Funding Guidelines

- Competitive grant process
- Transportation pollution nexus
- Capital only
- Funds cannot supplant existing programs
- Performance metrics
- First call for projects by fall 2010
- 25% match

Tier 2 Grant Program Planning Study

- Cooperative study with County
- Determine most strategically effective areas and investments to mitigate pollutants
- Results in overall master plan to guide capital improvement program development, investment decisions, and ranking/evaluation
- Development of Tier 2 funding guidelines

Next Steps for Tier 1

Issue call for projects (fall 2010)



Project evaluation (winter 2010)



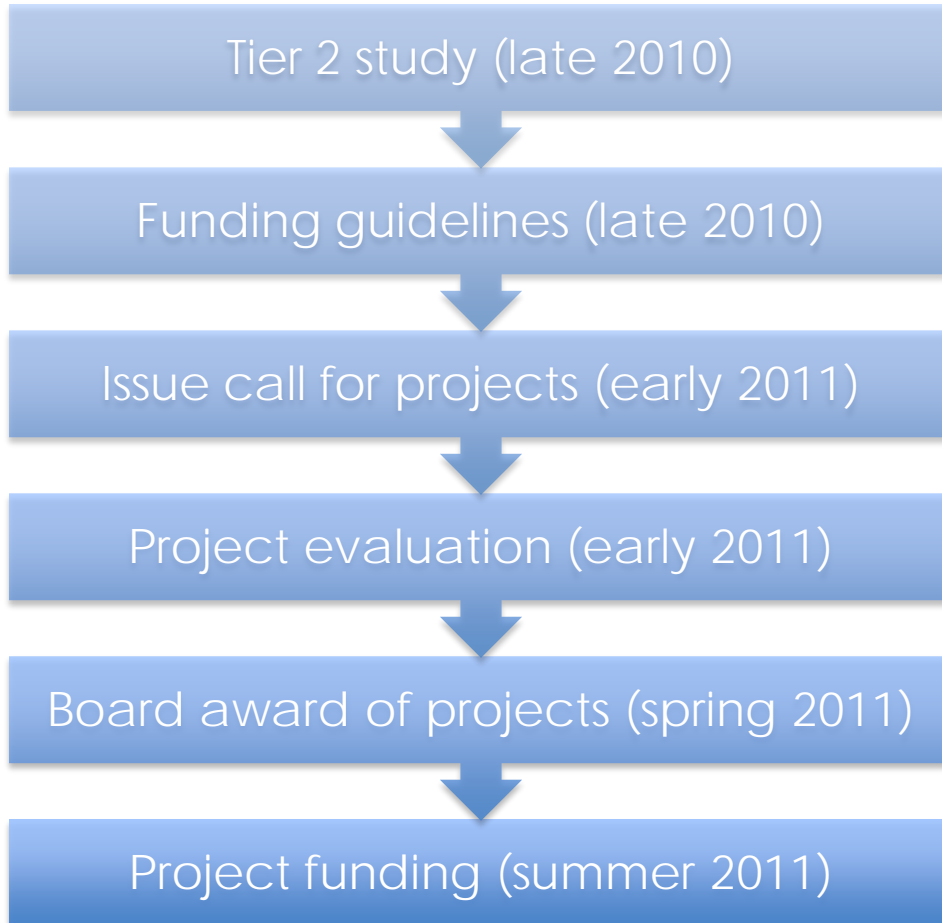
Board award of projects (spring 2011)



Project funding (summer 2011)



Next Steps for Tier 2



Questions

