

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
14	10/22/18	Open	Information	10/17/18

Subject: Annexation Effects on District Weighted Voting

ISSUE

Effect of annexations on District weighted voting.

RECOMMENDED ACTION

Information Item.

FISCAL IMPACT

None.

DISCUSSION

Rules regarding the how votes are assigned between member jurisdictions can be generally found in Public Utilities Code (PUC) Section 102105.1. There are a number of items that go into calculating the 100 vote share, including population, Federal and State funding levels, funds provided under contract, and member jurisdiction incentive shares. Page 12 of the published FY 2019 Abridged Budget contains the detailed calculation sheet and PUC citations, which is also reflected in Attachment 1.

Table 1 contains the current vote share and what the vote share would have been based on information available at the time the FY 2019 Budget was adopted on June 11, 2018 and the added financial contributions from each annexed jurisdiction based on current funding levels and allocations.

Table 1 - Vote Share Comparison

	Attachment 1: Current Vote Share	Attachment 2: Annexation of Folsom	Attachment 3: Annex. of Folsom, Citrus Heights, and Elk Grove
Sacramento City	36	34	28
Sacramento County	42	37	32
Rancho Cordova	10	10	9
Citrus Heights	5	5	9
Folsom	3	10	9
Elk Grove	4	4	13
Total	100	100	100

Approved:

Presented:

Final 10/17/18

General Manager/CEO

VP, Finance/Chief Financial Officer

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14	10/22/18	Open	Information	10/17/18

Subject: Annexation Effects on District Weighted Voting

Attachment 1: Current District vote share per Adopted FY 2019 Budget.

Attachment 2: With the annexation of the City of Folsom (Folsom), Folsom's voting share would increase from 3 to 10, while the City of Sacramento's (City) voting share would be reduced by 2 and the County of Sacramento's (County) voting share would be reduced by 5. The reason for Folsom's voting share increase is due to 1) 5 incentive votes and 2) inclusion of State Transportation Development Act Funds in place of the current contract funds.

Attachment 3: With the annexation of Folsom, Citrus Heights, and Elk Grove, Folsom's voting share would increase from 3 to 9, Citrus Heights' voting share would increase from 5 to 9, and Elk Grove's voting share would increase from 4 to 13, for the reasons discussed above. Meanwhile, the City's voting share would be reduced by 8, the County's voting share would be reduced by 10, and Rancho Cordova's voting share would be reduced by 1.

Voting System (continued)

Fiscal Year 2019 Schedule of Weighted Voting Distribution

Base Values*

Federal Financial Information

Code Section:								
102205(b)(6)	<u>FY 18 Federal Funds Available in the Sacramento MSA</u>	40,894,483						
102205(b)(7)	<u>Allocation of Federal Funds to jurisdictions other than RT</u>	5,085,521						
102205(b)(8)	<u>FY 18 Federal Funds Available for use in RT Service Area:</u>	35,808,962						
Jurisdiction Specific Values								
		<u>City of Sacramento</u>	<u>County of Sacramento</u>	<u>Rancho Cordova</u>	<u>Citrus Heights</u>	<u>Folsom</u>	<u>Elk Grove</u>	<u>Totals:</u>
102205(b)(10)	<u>Population:**</u>	493,025	584,729	73,872	87,013	78,525	171,059	1,488,223
	<u>Proportionate Population:</u>	33.13%	39.29%	4.96%	5.85%	5.28%	11.49%	100.00%
	<u>Member:</u>	Yes	Yes	Yes	No	No	No	
102100.2, 102100.3		4	3	1	1	1	1	11
102105.1(d)(2)(D)	<u>Federal Funds Attributed to Entity (Total Federal Funding x Share of Population):</u>	11,862,949	14,069,490	1,777,475	2,093,668	1,889,434	4,115,946	35,808,962
102105.1(d)(2)(A), 102205(b)(3)	<u>FY 19 State TDA Funds Made Available to RT:</u>	22,518,546	25,425,120	3,374,049	0	0	0	51,317,715
102105.1(d)(2)(B), 102205(b)(4)	<u>FY 19 Funds Provided Under Contract:</u>	364,853	75,000	450,000	3,785,417	1,354,186	350,000	6,379,456
102105.1(d)(2)(C), 102205(b)(5)	<u>FY 19 Other Local Funds</u>	0	0	0	0	0	0	0
102105.1(d)(2)	<u>Total Financial Contribution:</u>	34,746,348	39,569,609	5,601,524	5,879,085	3,243,620	4,465,946	93,506,133
102105.1(d)(2)	<u>Proportionate Financial Contribution:</u>	37.16%	42.32%	5.99%	6.29%	3.47%	4.78%	100.00%

Voting Calculation

		<u>City of Sacramento</u>	<u>County of Sacramento</u>	<u>Rancho Cordova</u>	<u>Citrus Heights</u>	<u>Folsom</u>	<u>Elk Grove</u>	<u>Totals:</u>
102105.1(d)(1)	<u>Incentive Shares (5 for member jurisdictions)</u>	5	5	5	0	0	0	15
102105.1(d)(2)	<u>Financial Contribution Shares (Proportionate Financial Share x Remainder of 100 shares):</u>	31.5855	35.9700	5.0920	5.3443	2.9486	4.0597	85.0000
102105.1(d)(3)	<u>Total Shares:</u>	36.5855	40.9700	10.0920	5.3443	2.9486	4.0597	100.0000
102105.1(d)(4)(i)	<u>Shares After Rounding:</u>	36	41	10	5	3	4	99
102105.1(d)(4)(i), 102105.1(d)(4)(ii)	<u>Share Adjustment (To Ensure 100 Shares):</u>	36	42	10	5	3	4	100
Distribution of Shares Among Members (Assuming All Members Present to Vote):***								
102105.1(d)(7)	Member 1	9	14	10	5	3	4	
	Member 2	9	14	N/A	N/A	N/A	N/A	
	Member 3	9	14	N/A	N/A	N/A	N/A	
	Member 4	9	N/A	N/A	N/A	N/A	N/A	
	Member 5	N/A	N/A	N/A	N/A	N/A	N/A	
	<u>Total Votes:</u>	36	42	10	5	3	4	100

* In addition to the funding identified above, RT projects the following funds for operating purposes: \$43,824,000 - Measure A

** Population as measured by the population statistics used by SACOG to allocate TDA funds for the same fiscal year for which the budget is adopted.

*** If, in any vote allocation, any member would have more than 15 votes, that jurisdiction will be given an additional seat and the votes will be reallocated to the larger number of members.

Fiscal Year 2019 Schedule of Weighted Voting Distribution

Base Values*

Federal Financial Information

Code Section:								
102205(b)(6)	<u>FY 18 Federal Funds Available in the Sacramento MSA</u>	40,894,483						
102205(b)(7)	<u>Allocation of Federal Funds to jurisdictions other than RT</u>	4,764,326						
102205(b)(8)	<u>FY 18 Federal Funds Available for use in RT Service Area:</u>	36,130,157						
Jurisdiction Specific Values								
	<u>City of Sacramento</u>	<u>County of Sacramento</u>	<u>Rancho Cordova</u>	<u>Citrus Heights</u>	<u>Folsom</u>	<u>Elk Grove</u>	<u>Totals:</u>	
102205(b)(10)	<u>Population:**</u>	493,025	584,729	73,872	87,013	78,525	171,059	1,488,223
	<u>Proportionate Population:</u>	33.13%	39.29%	4.96%	5.85%	5.28%	11.49%	100%
	<u>Member:</u>	Yes	Yes	Yes	No	Yes	No	
102100.2, 102100.3		4	3	1	1	1	1	11
102105.1(d)(2)(D)	<u>Federal Funds Attributed to Entity (Total Federal Funding x Share of Population):</u>	11,969,921	14,195,539	1,792,056	2,113,614	1,907,672	4,151,355	36,130,157
102105.1(d)(2)(A), 102205(b)(3)	<u>FY 19 State TDA Funds Made Available to RT:</u>	22,518,546	25,493,831	3,374,049	0	3,788,826	0	55,175,252
102105.1(d)(2)(B), 102205(b)(4)	<u>FY 19 Funds Provided Under Contract:</u>	364,853	75,000	450,000	3,785,417	0	350,000	5,025,270
102105.1(d)(2)(C), 102205(b)(5)	<u>FY 19 Other Local Funds</u>	0	0	0	0	0	0	0
102105.1(d)(2)	<u>Total Financial Contribution:</u>	34,853,320	39,764,370	5,616,105	5,899,031	5,696,498	4,501,355	96,330,679
102105.1(d)(2)	<u>Proportionate Financial Contribution:</u>	36.18%	41.28%	5.83%	6.12%	5.91%	4.67%	100%

Voting Calculation

	<u>City of Sacramento</u>	<u>County of Sacramento</u>	<u>Rancho Cordova</u>	<u>Citrus Heights</u>	<u>Folsom</u>	<u>Elk Grove</u>	<u>Totals:</u>	
102105.1(d)(1)	<u>Incentive Shares (5 for member jurisdictions)</u>	5	5	5	0	5	0	20
102105.1(d)(2)	<u>Financial Contribution Shares (Proportionate Financial Share x Remainder of 100 shares):</u>	28.9440	33.0240	4.6640	4.8960	4.7280	3.7360	80
102105.1(d)(3)	<u>Total Shares:</u>	33.9440	38.0240	9.6640	4.8960	9.7280	3.7360	100
102105.1(d)(4)(i)	<u>Shares After Rounding:</u>	34	38	10	5	10	4	101
102105.1(d)(4)(i), 102105.1(d)(4)(ii)	<u>Share Adjustment (To Ensure 100 Shares):</u>	34	37	10	5	10	4	100
<u>Distribution of Shares Among Members (Assuming All Members Present to Vote):***</u>								
102105.1(d)(7)	Member 1	9	13	10	5	10	4	
	Member 2	9	12	N/A	N/A	N/A	N/A	
	Member 3	8	12	N/A	N/A	N/A	N/A	
	Member 4	8	N/A	N/A	N/A	N/A	N/A	
	Member 5	N/A	N/A	N/A	N/A	N/A	N/A	
	<u>Total Votes:</u>	34	37	10	5	10	4	100

* In addition to the funding identified above, RT projects the following funds for operating purposes: \$43,824,000 - Measure A

** Population as measured by the population statistics used by SACOG to allocate TDA funds for the same fiscal year for which the budget is adopted.

*** If, in any vote allocation, any member would have more than 15 votes, that jurisdiction will be given an additional seat and the votes will be reallocated to the larger number of members.

Fiscal Year 2019 Schedule of Weighted Voting Distribution

Base Values*

Federal Financial Information

Code Section:		
102205(b)(6)	<u>FY 18 Federal Funds Available in the Sacramento MSA</u>	40,894,483
102205(b)(7)	<u>Allocation of Federal Funds to jurisdictions other than RT</u>	3,355,534
102205(b)(8)	<u>FY 18 Federal Funds Available for use in RT Service Area:</u>	37,538,949

Jurisdiction Specific Values

	City of Sacramento	County of Sacramento	Rancho Cordova	Citrus Heights	Folsom	Elk Grove	Totals:
102205(b)(10)	<u>Population:**</u>	493,025	584,729	73,872	87,013	78,525	1,488,223
	<u>Proportionate Population:</u>	33.13%	39.29%	4.96%	5.85%	5.28%	11.49%
	<u>Member:</u>	Yes	Yes	Yes	Yes	Yes	
102100.2, 102100.3		4	3	1	1	1	11
102105.1(d)(2)(D)	<u>Federal Funds Attributed to Entity (Total Federal Funding x Share of Population):</u>	12,436,654	14,749,053	1,861,932	2,196,029	1,982,057	4,313,225
102105.1(d)(2)(A), 102205(b)(3)	<u>FY 19 State TDA Funds Made Available to RT:</u>	22,518,546	25,493,831	3,374,049	4,150,937	3,788,826	8,275,245
102105.1(d)(2)(B), 102205(b)(4)	<u>FY 19 Funds Provided Under Contract:</u>	364,853	75,000	450,000	0	0	0
102105.1(d)(2)(C), 102205(b)(5)	<u>FY 19 Other Local Funds</u>	0	0	0	0	0	0
102105.1(d)(2)	<u>Total Financial Contribution:</u>	35,320,053	40,317,884	5,685,981	6,346,966	5,770,883	12,588,470
102105.1(d)(2)	<u>Proportionate Financial Contribution:</u>	33.31%	38.02%	5.36%	5.99%	5.44%	11.87%

Voting Calculation

	City of Sacramento	County of Sacramento	Rancho Cordova	Citrus Heights	Folsom	Elk Grove	Totals:
102105.1(d)(1)	<u>Incentive Shares (5 for member jurisdictions)</u>	5	5	5	5	5	30
102105.1(d)(2)	<u>Financial Contribution Shares (Proportionate Financial Share x Remainder of 100 shares):</u>	23.3170	26.6140	3.7520	4.1930	3.8080	8.3090
102105.1(d)(3)	<u>Total Shares:</u>	28.3170	31.6140	8.7520	9.1930	8.8080	13.3090
102105.1(d)(4)(i)	<u>Shares After Rounding:</u>	28	32	9	9	9	13
102105.1(d)(4)(i), 102105.1(d)(4)(ii)	<u>Share Adjustment (To Ensure 100 Shares):</u>	28	32	9	9	9	13
102105.1(d)(7)	<u>Distribution of Shares Among Members (Assuming All Members Present to Vote):***</u>						
	Member 1	7	11	9	9	9	13
	Member 2	7	11	N/A	N/A	N/A	N/A
	Member 3	7	10	N/A	N/A	N/A	N/A
	Member 4	7	N/A	N/A	N/A	N/A	N/A
	Member 5	N/A	N/A	N/A	N/A	N/A	N/A
	<u>Total Votes:</u>	28	32	9	9	9	13

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