

STAFF REPORT



MEETING DATE:	October 31, 2024
SUBJECT:	Receive Update on Regional Early Action Planning (REAP) 2.0 Program
AGENDA ITEM:	7-8
STAFF CONTACT:	Mehdi Moeinaddini, Associate Transportation Planner

SUMMARY:

SRTA's initial Regional Early Action Planning (REAP) 2.0 Program allocation was reduced by approximately \$131,995 following a fiscal year (FY) 2024/25 state budget cut. This required minor changes to two of the three previously approved projects. SRTA staff worked with the project awardees to rescope the projects and finalize agreements. Projects can now move forward.

STAFF RECOMMENDATION:

It is recommended that the board of directors receive an update on the REAP 2.0 Program.

DISCUSSION:

Background – After the SRTA Board of Directors' approval on December 15, 2022, SRTA's REAP 2.0 application was submitted to the State Department of Housing and Community Development (HCD) for review. In May 2023, HCD approved the recommended projects. In December 2023, SRTA received an agreement and authorization from HCD to proceed with developing agreements with the awarded entities. However, SRTA and local agency staff delayed developing agreements due to state-level discussions proposing cuts to REAP 2.0 funds which would impact the chosen projects. See Attachment A for a history of related items.

Budgetary Changes and Impact – In January 2024, Governor Newsom's FY 2024-25 Budget proposed a \$300 million "clawback" of the REAP 2.0 funds. However, the final budget included only a \$40 million cut, preserving approximately 94 percent of the original allocation. On July 16, 2024, HCD informed SRTA that our allocation was revised to approximately \$2,111,914. Staff held meetings with HCD and partners to review the budgets and revise agreements as needed. Agreements with local agencies should be executed over the next few weeks.

Rescoping the Budgets and Projects – The scope and project details for the city of Redding (COR) project remains unchanged providing mixed-use infill development including 12 residential units for low- and moderate-income homeless individuals and families. The Emergent 3D project (E3D) will now construct up to 10 housing units instead of the initially planned 8, but only 2 units will be funded by REAP 2.0 as part of "Phase 1" of the project. The city of Shasta Lake (COSL) project has been slightly modified, with the removal of approximately 400 feet of previously planned curb, gutter, and sidewalk construction along Main Street. Table 1 (next page) shows the original and revised REAP 2.0 allocations, as well as the adjustments to specific suballocations.

Table 1 – Summary of the Revised Allocations

Project	Original Allocation (OA)	Revised Allocation (RA)	Adjustment
COR	\$750,000.00	\$705,882.35	(\$44,117.65)
E3D	\$431,713.62	\$406,318.70	(\$25,394.92)
SRTA*	\$62,195.45	\$58,536.89	(\$3,658.56)
COSL	\$950,000.00	\$894,117.65	(\$55,882.35)
SRTA**	\$50,000.00	\$47,058.82	(\$2,941.18)
Totals	\$2,243,909.07	\$2,111,914.42	(\$131,994.65)
*Administration and outreach for COR and E3d			
** Administration and outreach for COSL			

ALTERNATIVES:

The board of directors may ask questions or request more information to be provided at a future meeting.

OTHER AGENCY INVOLVEMENT:

REAP 2.0 is administered statewide by HCD in collaboration with the Governor’s Office of Land Use and Climate Innovation (LCI), the Strategic Growth Council (SGC), and the California Air Resources Board (CARB). */// The Technical Advisory Committee (TAC) met on October 14, 2024, to receive an update. ///*

FISCAL IMPACT:

The Shasta Region will receive approximately \$2,111,914 in REAP 2.0 program grant funds to support infill development, housing, and supportive infrastructure in the region. Allocations, by agency, are identified in Table 1 above. SRTA’s portion of administrative activities is included in SRTA’s Fiscal Year 2024/25 Overall Work Program.

Sean Tiedgen, AICP, Executive Director

Attachment: History of Related SRTA Board of Directors Agenda Items