



Agenda Report

Fullerton City Council

MEETING DATE: DECEMBER 16, 2025

TO: CITY COUNCIL / SUCCESSOR AGENCY

SUBMITTED BY: STEPHEN BISE, PUBLIC WORKS DIRECTOR

PREPARED BY: JEROME JOAQUIN, PUBLIC WORKS ADMIN MANAGER
KAREN CHUNG, SENIOR ADMINISTRATIVE ANALYST
TAMMIE PICKENS, TEMPORARY FISCAL SERVICES MANAGER

SUBJECT: MEASURE M2 FUNDS EXPENDITURE REPORT FOR FISCAL YEAR 2024-25

SUMMARY

Staff requests City Council approve the City of Fullerton FY 2024-25 Expenditure Report related to Orange County Transportation Authority (OCTA) Measure M2 funds.

PROPOSED MOTION

Adopt Resolution No. 2025-XXX.

RESOLUTION NO. 2025-XXX - A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF FULLERTON, CALIFORNIA, ADOPTING THE CITY OF FULLERTON MEASURE M2 EXPENDITURE REPORT FOR FISCAL YEAR ENDING JUNE 30, 2025

ALTERNATIVE OPTIONS

- Approve the Proposed Motion
- Other options brought by City Council.

STAFF RECOMMENDATION

Staff recommends the Proposed Motion.

PRIORITY POLICY STATEMENT

This item matches the following Priority Policy Statements:

- Fiscal and Organizational Stability

- Infrastructure and City Assets.

FISCAL IMPACT

The City must adopt a resolution and submit an approved expenditure report to OCTA each fiscal year to continue receiving Measure M2 funds. The City spent \$10,568,672.32 in eligible expenditures in Fiscal Year (FY) 2024-25, exceeding the required \$4,921,569 Maintenance of Effort (MOE) benchmark amount. Each jurisdiction must annually certify expenditures indicating the City satisfied the MOE benchmark to continue receiving M2 revenues. Staff anticipates the City will receive \$3.2 million in Measure M2 Local Fair Share revenues for FY 2025-26.

BACKGROUND AND DISCUSSION

Voters renewed Measure M2 in 2006, extending the original Measure M (1991-2011) program for an additional 30 years. The City utilizes Measure M2 funds to support street improvements and programs annually in the City Capital Improvement Program (CIP) budget.

The Orange County Transportation Authority determines a local jurisdiction eligibility to receive Renewed Measure M2 Local Fair Share and competitive program funds each year. The Renewed Measure M2 requires submitting an annual expenditure report within six months of the prior City fiscal year end. The report must include the following:

- summary statement of beginning and ending balances
- summary statement of sources and uses
- summary statement of streets and roads detailed use of funds
- summary statement of M2 local fair share project list
- Director of Finance certification signature.

City Council must adopt the annual expenditure report by resolution and submit a certified copy to OCTA by December 31, 2025. Staff attached the draft resolution and FY 2024-25 annual expenditure report to this report.

Attachments:

- Attachment 1 – Resolution No. 2025-XXX
- Attachment 2 – FY 2024-25 Measure M2 Expenditure Report

cc: Interim City Manager Eddie Manfro