



COUNTY OF SONOMA

575 ADMINISTRATION
DRIVE, ROOM 102A
SANTA ROSA, CA 95403

SUMMARY REPORT

Agenda Date: 6/2/2026

To: Board of Supervisors

Department or Agency Name(s): Sonoma County Public Infrastructure

Staff Name and Phone Number: Johannes J. Hoevertsz, 707-565-2550

Vote Requirement: Majority

Supervisorial District(s): First

Title:

Roads Impaired Asset Disposition

Recommended Action:

Approve Sonoma County Public Infrastructure's annual capital asset disposition for FY 2025-26.

Executive Summary:

SPI Roads is requesting approval of the SPI Roads annual capital asset disposition for FY 2025-26 pursuant to ACTTC Financial Policy FA-1: Accounting for Capital Assets for the following "Construction in Progress" (CIP) asset initiated in 1999 which is impaired due to changes in the project scope and lead agency. The project is Highway 12-121 @ 8th St. East to be recoded as disposed/impaired asset value of \$541,517.78.

Discussion:

SPI Roads is requesting Board approval of its capital asset disposition. Under the requirements of Policy FA-1: Accounting for Capital Assets set forth in the Auditor-Controller-Treasurer-Tax Collector's (ACTTC) Fiscal Policy Manual, each County Department is required to inform the Board of Supervisors (BOS) of any losses incurred related to the disposition or impairment of a capital asset over \$100,000.

SPI is requesting approval to dispose of the following "Construction in Progress" (CIP) asset initiated in 1999 which is impaired due to changes in project scope and lead agency. "Construction in Progress" is a type of capital asset defined as the accumulation of all costs incurred on uncompleted land improvements, buildings, building improvements, or infrastructure:

Asset ID	Description	Date Started / Acquired	Acquired Value	Disposition
C02292	HWY 12-121 @ 8TH ST EAST	12/28/1999	\$541,517.78	Impaired/Disposed

Due to subsequent project changes, including the determination that the County will not retain ownership of the completed asset and that a majority of the work occurs within the State's right of way, accounting standards no longer support classification of this effort as a County CIP asset. As a result, the project has

Agenda Date: 6/2/2026

transitioned to a different delivery and funding structure, with the Sonoma County Transportation Authority (SCTA) serving as the lead agency to better coordinate funding contributions among regional stakeholders.

Although the County is no longer carrying this effort as a CIP asset, it continues to actively participate in and contribute funding toward the project under the appropriate accounting classification.

Strategic Plan:

N/A

Racial Equity:

Was this item identified as an opportunity to apply the Racial Equity Toolkit?

No

Prior Board Actions:

8/20/24: Approve Sonoma Public Infrastructure's annual capital asset disposition for FY 2023-24.

FISCAL SUMMARY

Narrative Explanation of Fiscal Impacts:

The disposition of capital assets is a non-cash transaction and has no direct fiscal impact on the FY 2025-26 budget. If approved, cost incurred in prior years will be removed from the Capital Asset balance sheet.

Narrative Explanation of Staffing Impacts (If Required):

None.

Attachments:

N/A

Related Items "On File" with the Clerk of the Board:

N/A