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The Promise and Peril of 2040

THE YEAR IS 2040. Since 2020, the Sacramento region has grown by a quarter, boosting its population to three million. The additional 620,000 residents have largely found homes and opportunity in the developed footprint that has defined the region for the last 20 years. Local government leaders, in close partnership with the business and development communities, have doubled down on revitalizing existing communities, investing in postwar suburbs and once rundown commercial corridors. At the same time, they have made concerted efforts to protect the region’s agricultural economy and natural resources, increase density in our urban cores, and bring new life to rural towns by rehabilitating historic downtowns.

The Sacramento region needs to be bold and intentional in its planning to ensure success in a rapidly arriving future.
New Development Patterns for New Lifestyles

Generation Zs who started their working lives in some of the new, affordable mini-apartments that became the rage of Sacramento’s midtown have now found more space to raise families in the suburbs that ring the region’s urban core. In doing so, they brought their appreciation of more compact and connected living with them.

Local governments anticipated their arrival and investments in the 2020s have paid off. What had once been under-used office parking lots and strip malls in places like Rancho Cordova and Woodland now host mid-rise apartment buildings and other missing middle housing types like fourplexes, with shared amenities that promote connections and make it easier for multiple generations to live close to one another. Additionally, start-ups and small business are attracted to new flexible spaces offered in the ground floors of office and apartment buildings in walkable and mixed-use communities like downtown Roseville.

Reimagining Housing for Seniors

These options have flourished in response to the region’s changing demographics. Compared to 2019, the region has 253,000 more over-65-year-olds, and within that group, 210,000 more over-75-year-olds. Generally, the majority are working longer and want to age in place in their own homes and communities. Local governments have responded by focusing on walkability and adding on-demand, accessible shuttles to help older adults stay active, avoid social isolation, and connect to community resources. These communities have also created places for people with disabilities to live, work, and play.

Housing for seniors has been reimagined, primarily by not thinking of it as housing only for seniors. One of the most notable of these reimaginings is the Sunrise Renaissance, a national award-winning repurposing of the Sunrise Mall. Built in the 1970s, the mall came on hard times in the early 2000s as online retail boomed and more attractive modern malls opened nearby. The City of Citrus Heights, in response to the mall’s inevitable decline, responded by working with property owners to turn the site into a new downtown with townhouses and apartments of various sizes, entertainment, office space, and more modern retail. The move worked and the area has attracted young families, seniors, and singles who love its eclectic mix of local retailers, the extreme mini-golf park, and the driverless electric shuttle that connects the mixed residential and retail areas with recreational features and community gardens.
Successful Development Strategies that Support a Thriving Farming Economy

Our region’s collective commitment to a more compact development pattern has mostly spared increasingly vital agricultural and forest lands, concentrated in the rural parts of our six counties, which drive an important portion of the region’s thriving economy. Smart investments and partnerships between UC Davis and farming communities have taken advantage of the region’s agricultural assets to improve an already thriving food export model. Our agricultural transportation network not only helps to feed our region’s residents and communities throughout California but also connects the region’s vast farming lands to ports in West Sacramento and Stockton where high value products are shipped to all parts of a world that increasingly values the safe, reliable, high-quality food that is produced in California.

These exports are one of the key ingredients that have helped the region hold onto its identity as a safe and pleasant place to live while at the same time taking advantage of its central location in the Northern California Mega Region that encompasses the Bay Area and stretches east to the world-famous year-round playgrounds of Lake Tahoe and the High Sierra.
Faster, Better Train Service

Comfortable and speedy trains connect the region to the Bay Area and to the fast-growing valley cities to the south. These connections have taken thousands of vehicles off the roads and transformed the old joke about Sacramento (“Only two hours from San Francisco — four with traffic”) into “Only 90 minutes to San Francisco — 60 if you take the train.” The improved transportation connection between the Sacramento and Bay Area regions have helped convince many tech companies to co-locate offices in both areas.

Expanding Opportunities for All through Innovative Leadership

Smart and innovative leadership has helped the region escape the fate of other turn of the century economic peers, mid-size cities that were slow to adapt to post-global financial crisis changes and lacked some of the region’s advantages — California’s allure, a desirable climate, ready access to local food and agriculture, and a stable, highly-skilled, concentration of workers. Strong connections between the region’s acclaimed universities (the lower cost of living compared to the high rents in the Bay Area and Los Angeles have attracted top students, increasing the international appeal of UC Davis, Sacramento State, and a collection of top-notch community colleges) and the region’s agricultural and high-tech industries have boosted high-paying jobs.

Having understood that the regional economy could not fully thrive without expanding opportunities for all sectors of society, regional leaders have prioritized equity in their transportation and educational investments, making it easier for all people to access training, jobs, and opportunity.

Enriching our Diverse Rural Communities

But the region is not all hustle and bustle. We’re known nationally as a thriving mid-size metropolitan region that offers a pleasant lifestyle compared to its faster-paced and more crowded coastal neighbors. High-tech innovations in the agricultural sector have boosted productive value and allowed towns like Marysville and Isleton to focus on their natural assets, historical significance, and charm. Such gems within the Mega Region have become increasingly valued by residents and tourists alike. Local and Bay Area residents flock to the locally owned restaurants and boutiques that have breathed new life into restored and strengthened historic buildings that also host small businesses that have flourished due to the region’s embrace of entrepreneurs.

These rural towns have thrived by defining themselves
as distinct from the region’s crescent of developed communities that stretches from West Sacramento to Lincoln. They have attracted increasing numbers of remote workers who have taken advantage of improved telecommuting options and more flexible employer policies to seek a strong sense of community and additional elbow room.

Whether the appeal is better access to nature and recreation, or refuge from crowds and traffic, these small-town residents appreciate and defend the farmland, forests, and parks that still make up the clear majority, more than three-quarters, of the region’s land. A network of trails connects the region, making nature accessible for all residents, helping provide safe paths for children to get to school, and supporting the agritourism sector that has boosted the profile of rural counties such as Yuba and Sutter.

These rural communities are served by a well-maintained road network after far-sighted communities made innovative use of transportation funds. Yuba County led the way when it worked to fix state regulations so that it could advance SB 1 funds to repair 15 percent of its entire road network in just the summer of 2019, saving its residents $4 million in the process. Using this model and other innovative ways to stretch transportation dollars have paid dividends and rural and suburban communities alike have started to make headway on what once seemed insurmountable backlogs of maintenance and reconstruction needs.
More Transportation Options and More Ways to Fund Them

The new I Street Bridge, long a landmark gateway between the cities of West Sacramento and Sacramento, is a soaring architectural icon used by drivers, cyclists, and pedestrians traveling between the compact, chic riverside city of West Sacramento and the bustling, entertainment rich downtown Sacramento. The bridge is just one of the highlights of a transportation network that provides plenty of choices for people looking to move about around the region. Self-driving shared cars and clean, electric express buses zip along the region’s interstates and arterial roadways providing fast, stress-free travel for commuters, sports fans heading to catch a ballgame at Sutter Health Park or attend an event at the Golden 1 Center, or travelers catching a flight out of Sacramento International Airport.

Micro-mobility options like bike- and scooter-share and fully autonomous shuttles have flourished, making it easy for people to connect to transit, make a quick trip to the store, or meet friends for a night out. Modern light rail trains and on-demand microtransit shuttles offering a quiet, reliable, and productive trip to work have become the commute option of choice for many residents. Our light rail network, as well as the express lanes on the I-80 and State Route 99 payways [that term replaced freeways in the 2030s], have become the backbones of a transportation network that absorbed 20 years of population growth without the massive expense of adding new lanes while at the same time preventing unchecked growth in congestion.

Innovative and cost-effective investments have been increasingly necessary since the early 2020s, as the decline in gas tax revenues became steeper. As the transportation fleet became much more fuel efficient, driven largely by the widespread adoption
of electric vehicles, gas tax revenues fell off a cliff.

The Sacramento region, in partnership with other mid-size metropolitan regions, had prepared well for this moment. By having already done pilot tests of variable road pricing as an option for transitioning away from the gas tax, we were able to lead the way in creating a sustainable and flexible funding source for transportation based on mileage-fees rather than fuel purchases. This new system would finally raise enough revenue to start to make headways on decades worth of deferred maintenance and rehabilitation of our transportation infrastructure.

At the same time, the price signals sent by mileage fees and tolls that change in response to real-time traffic conditions resulted in less rush-hour congestion. The Sacramento region became known as a calm traffic oasis compared to bigger metropolitan areas in other parts of the country that were slower to adapt their transportation systems.

The additional revenue generated by an innovative roadway pricing system has been invested back into the transportation network wisely — maintaining and upgrading farm-to-market routes and existing roads and transit networks rather than an endless cycle of paving new roads and stretching transit services to serve constantly expanding suburbs and worsening traffic.

Drivers and transit riders alike loved the results and their happiness carried over to civic leaders. The City of Woodland even marked the completion of its ambitious maintenance program by adopting a city motto seven years ago: “Pothole Free Since ‘33.”
Our optimistic vision is not risk-free.

The above scenario of the region’s future is of course an optimistic one, but it is not a fantasy. Take away some of the whimsical touches and it can be read as the outcome of implementing the priorities recommended in the following plan. But nor is it a given. It is not the likely outcome of the growth path we are on now, which is why this plan is built around goals that demand change and bold action from partners throughout the region.

**THESE GOALS ARE:**

- **BUILD VIBRANT PLACES FOR TODAY’S AND TOMORROW’S RESIDENTS.**
- **FOSTER THE NEXT GENERATION OF MOBILITY SOLUTIONS.**
- **MODERNIZE THE WAY WE PAY FOR TRANSPORTATION INFRASTRUCTURE.**
- **BUILD AND MAINTAIN A SAFE, RELIABLE, AND MULTIMODAL TRANSPORTATION SYSTEM.**

The risks of not proactively taking bold steps to prepare for the dramatic changes we expect in transportation over the next 20 years are dire.

**THOSE RISKS INCLUDE:**

- **Sprawl and its side effects:** congestion, longer travel times, increased freight costs, and worse health.
- **An economy that lags our peers:** because our stagnating cities fail to attract talented workers and we have not managed to connect existing workers to training and new opportunity.
- **An economy, land use pattern, and transportation system that leaves vulnerable populations behind.**
- **Our economy hollows out and the people leave because we lost our competitive advantage.**
- **A region split between denser areas well served by a high-tech, electric fleet and rural and disadvantaged areas relying on 30-year old internal combustion technology.**
- **Crumbling transportation infrastructure because we failed to develop a sustainable way to pay for it.**

Think of the plan that follows as a roadmap to a brighter future.
Abby Fenton
High School Senior

There was a thriving black market for parking passes at Abby Fenton’s high school. Students paid about $200 for a parking pass that the school issued for $25 to seniors and those juniors who got lucky in a lottery.

To a budding economist like Abby, that 800 percent mark-up is a sign of a broken market in transportation options. There is not enough parking, students get fined if they park in the surrounding neighborhood, and still students insist on driving to school alone. Abby even knows twins who live under the same roof who each drove their own car to school. Her solution, which she developed in SACOG’s Youth Leadership Academy, is a carpooling plan that would incentivize shared trips with points toward local treats.

“There are so many people who live near each other and are driving to school and have this massive congestion and parking issue,” said Abby, who is now an economics major at UC Berkeley.

“I would hope that the educating of why it’s important is enough but we’re talking about high schoolers who couldn’t care less.”

By contrast, Abby could barely care more. Just 18, she has already co-founded a non-profit, Humanity Reboxed, that supports her church youth group’s regular visits to San Francisco’s Tenderloin neighborhood. There the teens forge relationships with homeless people by passing out boxes filled with socks, hand sanitizer, snacks, and other items. “It’s a ticket into a conversation,” said Abby, which is a way of humanizing people who are often passed by in California cities, where homelessness is rising rapidly as housing unaffordability sky-rocks.

Abby said she has learned that these are often people “who have been broken by things out of their control” and she was especially struck by the tales of what homeless women have to endure.

“These are some of the strongest women you could ever meet,” she said.

As Abby and her peers look forward to the future, climate change is uppermost in their minds, she said. They worry about declining air quality, whether they will be able to afford to own a house, and increasing traffic and congestion. But mostly they are mad about the lack of real action on solutions to climate change.

“The disconnect of something that my generation knows to be true and yet the people making decisions about these issues don’t even believe the science. It’s a debacle.”
What is the MTP/SCS?

The 2020 MTP/SCS lays out a transportation investment and land use strategy to support a prosperous region, with access to jobs and economic opportunity, transportation options, and affordable housing that works for all residents. The plan also lays out a path for improving our air quality, preserving open space and natural resources, and helping California achieve its goal to reduce greenhouse gas emissions that contribute to climate change. SACOG is responsible for updating and maintaining the MTP/SCS regularly.

A transportation and land use strategy to support an economically prosperous region
What is SACOG?

SACOG is where local government leaders in the Sacramento region come together to advance the goals of economic prosperity, connected communities, and vibrant places. SACOG works with its 28 member cities and counties to solve challenges that are too big for any one jurisdiction to solve on its own. A staff of 60 is guided by a board of elected officials from each city and county. SACOG plays a central role in transportation infrastructure planning and funding assistance for cities, counties, transit operators, and other entities responsible for providing for the travel needs of the region’s residents.

As the only public agency with members from every jurisdiction in the region, SACOG also serves as a forum for the study, planning, and resolution of other issues facing local governments in a wide variety of topics from protecting our agricultural and natural resources, challenges related to flooding and wildfires, airport planning, and housing affordability. We also help our member agencies and partners find efficiencies by sharing resources for such things as joint procurements of fuel to keep vehicle fleets running, purchasing software that helps transit operators efficiently manage bus and light rail service, and operating an aerial imagery cooperative.

SACOG is designated by the federal government as the Metropolitan Planning Organization (MPO) for the Sacramento region, which requires SACOG to maintain a regional transportation plan that must be updated every four years in coordination with each local government. Placer and El Dorado counties are unique in this arrangement in that they each have their own state designation as Regional Transportation Planning Agencies (RTPAs) that are responsible for developing their own transportation plans. SACOG is the RTPA for Sacramento, Sutter, Yolo, and Yuba counties. SACOG works in coordination with the Placer County Transportation Planning Agency and the El Dorado County Transportation Commission to ensure consistency between these two county-specific plans and the broader region-wide plan.
The MTP/SCS must address state and federal requirements.

The MTP/SCS is required to be a 20-year multimodal transportation plan that is financially feasible, achieves health standards for clean air, and addresses statewide climate goals. Key requirements of the plan are listed below. A fuller description of the plan requirements can be found in Appendix L: Plan Requirements and Regulatory Framework.

The MTP/SCS can’t ignore the real-world financial constraints facing investments in transportation infrastructure. The region cannot afford to build and maintain all the transportation infrastructure and services we may want. We must be strategic in the choices we make to expand the transportation system so that we’re not saddling future generations with even larger funding shortfalls than we’re experiencing today. The revenues assumed in this plan are a reasonable estimate of what the region is likely to capture from existing federal, state, and local sources of transportation funding. Any new sources of funding are supported by near-term strategies aimed at making this new money a reality. Appendix A: Project List and Appendix B: Revenue Forecast contain the entire project list and the revenue assumptions.

**PROVIDES A GENERAL IDEA OF FUTURE LAND USE PATTERNS.** Our region is growing and changing. How and where this growth occurs over the next two decades is critical to the success of our economy, to our quality of life, and for the environment. The MTP/SCS land-use forecast identifies the general location of different types of land uses, residential densities, employment intensities, and natural resource areas. Knowing what shape our future land-use pattern will take is critical to planning for future transportation needs, improving our air quality, and meeting our climate change goals. Appendices C, D, and F contain additional documentation on the land use forecast.

**MEETS AIR QUALITY HEALTH STANDARDS.** Today, air quality in the Sacramento region does not meet federal health standards for harmful elements associated with increased risks of asthma and other health conditions. Much of this problem is related to emissions generated by cars, trucks, and freight vehicles. Under the federal Clean Air Act, our region must demonstrate a steady improvement in air quality for the region to continue to receive federal transportation funding assistance. Appendix E: Plan Performance includes more detail on the performance Indicators of the plan.

**REDUCES GREENHOUSE GAS EMISSIONS FROM PASSENGER VEHICLES.** Passenger vehicles account for roughly 30 percent of greenhouse gas emissions in California. Under a state law, Senate Bill 375 (SB 375), MPOs like SACOG are responsible for conducting land use and transportation planning in a way that reduces greenhouse gases from cars and light duty trucks. Under SB 375, the California Air Resources Board (CARB) is responsible for issuing greenhouse gas targets to MPOs that aim to reduce vehicle emissions, consistent with state climate goals, by 2035 as compared to a 2005 baseline. For the 2020 MTP/SCS, CARB assigned
SACOG a target of 19 percent per capita greenhouse gas reduction. Appendix E: Plan Performance includes more detail on the performance Indicators of the plan.

**DOES NOT DISCRIMINATE.** It is important that this plan does not discriminate or deny equal access to plan benefits to anyone based on race, national origin, citizenship status, ethnic group identification, religion, age, sex, sexual orientation, color, or disability. Furthermore, the plan needs to avoid, minimize, or mitigate disproportionate impacts on communities of color or low-income populations and ensure fair public participation opportunities for all. See Appendix G: Communications and Outreach for more information on outreach and Appendix H: Environmental Justice for more Information on environmental justice.

**CONSULTS THE PUBLIC AND STAKEHOLDERS.** Public participation is a critical part of creating a plan that works for all residents of the Sacramento region. In addition, federal and state laws require that development of this regional transportation plan allows for public participation and engagement with elected officials. Appendix K: Public Participation Plan describes how SACOG includes the public in the development of the MTP/SCS and other work. Appendix G: Communications and Outreach includes additional details for this plan update.

**IS CONSISTENT WITH OTHER LONG-RANGE TRANSPORTATION PLANS.** The MTP/SCS maintains consistency with other planning documents such as the long-range plans for the Bay Area, San Joaquin, Tahoe Basin, and counties to the north, local transit plans, air quality plans, airport plans, and Caltrans’ California Transportation Plan. Consistency with these plans is important to avoid conflicting policies or investments and ensure a common understanding of future priorities. It also maintains consistency with a number of other SACOG plans. SACOG’s Public Transit and Human Services Transportation Coordinated Plan that was updated in August 2019. See Appendix L: Plan Requirements and Regulatory Framework for more information. See Appendix M: Aviation for more information on Airport Compatibility Land Use Plans. See Appendix J: Congestion Management Process Update Report for Information on the congestion management plan. SACOG’s 2015 Bicycle and Pedestrian Trails Master Plan can be found in Appendix N.

**ACHIEVES STATE HOUSING GOALS.** The MTP/SCS must plan for enough housing to meet the needs of the region over the 20 years the plan covers. Additionally, state law requires that we consider state housing goals and identify areas within the region sufficient to meet the regional housing needs allocation [RHNA] for the next eight years (2021-2029). The RHNA is the state-mandated process to identify the total number of housing units [by affordability level] that every city and county must accommodate in Housing Elements.

**CONSULTS WITH OTHER AGENCIES.** While SACOG is responsible for developing and maintaining the MTP/SCS, conducting transportation planning must be a collaborative process, as many different entities have responsibility for providing for the mobility needs of our region’s residents. SACOG developed this plan in consultation with federal, state, and local agencies, transportation providers throughout the region, facility operators such as airports, transit operators, Native American Tribal Governments, environmental resource agencies, air districts, pedestrian and bicycle representatives, and other MPOs. The Sacramento region also contains a significant portion of Sacramento-San Joaquin River Delta. The delta is a critical resource for both water supply and wildlife. To ensure the long-term health of the delta ecosystem, under the Delta Reform Act, SACOG coordinates with the Delta Stewardship Council to consider and avoid negative impacts to the delta that would jeopardize this valuable resource. Appendix G: Outreach and Communication describes the consultation and collaboration efforts that informed this plan.

— Continued on page 20
Building Block

The MTP/SCS and the California Transportation Plan

Caltrans’ state-level transportation blueprint, the California Transportation Plan (CTP), articulates the state’s vision for an integrated, multimodal transportation system that complements regional transportation plans and land use visions. This plan helps guide the planning and implementation of a low-carbon transportation system that fosters economic vitality, protects the environment and natural resources, and promotes health and well-being equitably for all Californians. The CTP and our regional MTP/SCS both focus on meeting current and emerging trends and challenges affecting transportation, including economic and job growth, air quality and climate impacts, aging infrastructure, new technologies, freight movement, transportation funding, and public health. Caltrans and our region share many of the same goals and have a consistent vision for the future. Working together with local, regional, state, and federal partners will be critical for achieving these shared goals.

Building Block

Performance-Based Planning and Statewide Targets

Transportation agencies rely on both monitored and forecasted data to support planning and investment decisions. In 2012, federal government enacted the Moving Ahead for Progress in the 21st Century Act (MAP-21), which placed increased emphasis on performance-based planning for both state and regional governments. The federal requirements hold state departments of transportation (e.g., Caltrans) and MPOs accountable for setting performance targets that will ensure transportation dollars are being used effectively and efficiently. Caltrans is required to set and report on progress towards three sets of annual performance measurement targets:

- **Safety Performance Management (PM1):** Fatalities and Injuries
- **Pavement and Bridge Condition Performance Management (PM2):** Infrastructure Conditions
- **System Performance Management (PM3):** Freight movement, congestion, and reliability
Since this federal process started in 2018, SACOG has supported all of Caltrans statewide targets for all three sets of performance metrics.

**SAFETY PERFORMANCE MANAGEMENT (PM1: FATALITIES AND INJURIES)**

As our economy recovers and vehicle travel increases, more people are likely to be seriously injured or killed in vehicle collisions. To help address recently observed and projected growth in fatal collisions, SACOG supports the state’s Strategic Highway Safety Plan goal of reaching zero fatalities on the transportation network by 2050. The MTP/SCS includes nearly $3 billion in projects specifically aimed at addressing safety issues. However, safety is an essential component of planning, building, and maintaining any transportation investment. Chapters three and four highlight some of the ways safety is an integral part of transportation planning and policy at SACOG.

**PAVEMENT AND BRIDGE CONDITION PERFORMANCE MANAGEMENT (PM2: INFRASTRUCTURE CONDITIONS)**

Nobody likes potholes. But are we making progress fixing them? Caltrans National Highway System data for 2015 and 2016 show that Caltrans made some progress on improving highway conditions in the Sacramento region. Our local roads are more of a mixed story. While some cities and counties have made limited progress, largely with the help of new funding from California’s Senate Bill 1, our 10-year needs continue to outpace our ability to pay for them. With nearly $870 million a year in needs over the next decade, current sources of revenue cover roughly half our total maintenance need. This plan dedicates about 30 percent, or $11.6 billion, of the expenditures in the plan to maintaining and rehabilitating the nearly 30,000 lane miles of roads and highways in the region. Some of this funding doesn’t exist today and will depend on future solutions including local option sales taxes, introducing the region’s first tolled expressways, or other funding options. This plan also calls on the region to lead the state in changing the way we raise money for transportation by replacing fuel taxes that are becoming obsolete due to reduced gasoline consumption and more fuel-efficient vehicles, with per-mile fees that better reflect usage of the transportation system.

**SYSTEM PERFORMANCE MANAGEMENT (PM3: FREIGHT, EMISSIONS AND RELIABILITY)**

Ensuring that our transportation system operates smoothly and reliably is important for the economy and our air quality. Both commuters and freight companies depend on our region’s state and local road network to support our regional economy, and the performance of that system can have major implications for the air we all breathe. As we cannot afford to build our way out of congestion, all the plan’s $35 billion in transportation investments must work together to improve the overall efficiency and reliability of our systems. This is accomplished by providing residents with more opportunities to avoid single-occupancy vehicle trips, improving the safety and operations of our roads to reduce avoidable traffic incidents that lead to congestion, strategically adding capacity where traffic bottlenecks form, and by coordinating how communities develop. By taking a multimodal and coordinated approach in planning our transportation system, the plan accommodates nearly a quarter more people while reducing the amount of time, on average, people spend in congestion, reducing harmful air emissions, and facilitating more bike, walk, and transit trips. Appendix E includes more information on Plan Performance.
Barry Broome has been building strong economies across the country for more than 20 years. As the CEO and president of the Greater Sacramento Economic Council, he has brought his years of experience to the Greater Sacramento market along with a penchant for bold action and questioning the status quo.

Broome sees economic growth as the only way for the Sacramento region to deliver true inclusion for all, which he calls a “survival objective ... you can’t have a third of people not participating in the economy and then expect your community to be sustainable.” He lays out the argument: Attracting employers leads to attracting developers, which leads to more investment, which leads to more jobs, which leads to more economic opportunity and mobility for people who are struggling.

But what attracts employers in the first place? His somewhat surprising answer is transit. He points to Seattle, which he claims has the worst roads in the country. “But their transit system is exceptional. What do you think all the Googlers and Microsoft and Amazon people are doing? They’re riding transit. It’s faster, it’s easier, it’s cleaner, it’s more comfortable. They don’t need to be wheeling out a car and paying for parking every day.”

Transit is not just about attracting employers. It’s also about the residents. “Transit allows your entire workforce to be mobile. It gives greater accessibility to people who are aren’t keeping up economically. If you don’t have a great transit system, then how do you get people who are struggling to schools, healthcare, higher education institutions, better jobs?”

He also explains that attracting more employers will reduce traffic, even if that seems counterintuitive. “The traffic is almost exclusively because people are driving too far for employment ... when most people are driving 45 minutes to get to work, you’ve got a lot of traffic. And when the equivalent of 21 percent of your workforce [230,000 super-commuters] is either driving to the Bay Area or coming from the Bay Area, you’re going to choke out the 80 and widening it won’t help as much as building out employment centers.”

Attracting more employers and shifting the region’s economic model from one focused largely on consumption [where our competition for residents is with Phoenix, Las Vegas, and Salt Lake City] to one that creates value [where our competition for employers is with superstar cities like Seattle, Denver, and Austin] will take discipline and focus, Broome says.

“We need a greater vision and leadership on where we’re going as a community. It needs to be incredibly aspirational and the resources have to be aggregated and narrowly focused around the aspiration.” He says that for too long our region has been following a model of resource allocation that doles out funds and projects in a piecemeal way to ensure that every interest group and community gets a small piece of the pie. “That’s what got to change here. That’s not how Austin operates, that’s not how Denver operates, and that’s not how Seattle operates. Greater Sacramento has so much more potential than these other regions, but we haven’t capitalized on it yet.”

Instead, he believes the region needs to pick one or two transformational projects to fund that will “change the trajectory of the economy.” Increasingly he sees that “there’s no more OK. We’re either going to become dynamic and exceptional or we’re going to be a substandard community. So every decision we make has to be built upon differentiating ourselves as high standard.”
The first section of this chapter paints the picture of how our region’s three key pillars — People, Places, and Travel — will have evolved over the next two decades to successfully meet the anticipated changes and challenges the region will likely face in 2040.

The second section, starting on page 34, lays out the roadmap of practical steps and actions we need to take now and collectively commit to in order to realize a brighter, thriving, and sustainable future.
THE REGION’S ECONOMY AND POPULATION WILL CONTINUE TO GROW.

By 2040, we estimate the Sacramento region will have added 620,000 people, as well as the jobs and housing to support them. This growth will come on top of what has been strong growth for the past 20 years, exceeding both California and the rest of the nation. Indeed, between 2000 and 2017 only the San Joaquin Valley could match the Sacramento region’s population growth rate within the state.

Our region also has above-average worker productivity and higher middle-class earnings than other large metropolitan regions in the nation, which has helped fuel pronounced development over the past few decades.

**TABLE 3.1 People, Jobs, and Housing: Totals and Growth**

<table>
<thead>
<tr>
<th>Year</th>
<th>Employees</th>
<th>Population</th>
<th>Households</th>
<th>Housing Units</th>
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</thead>
<tbody>
<tr>
<td>2016</td>
<td>1,060,751</td>
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<td>2040</td>
<td>1,330,813</td>
<td>2,996,832</td>
<td>1,136,599</td>
<td>1,181,251</td>
</tr>
</tbody>
</table>

Our region’s projected housing and employment growth reflects changes in the economy and how we grow after the Great Recession. Our region is expected to continue to grow jobs at a faster rate than the state and national averages. However, our growth will look different than what we’ve experienced historically. Like the rest of the nation, it will be a little slower in response to slowing demographic trends. And it will need to be more reflective of the region’s increasing demographic diversity to keep our economic competitiveness.

**FIGURE 3.1 Regional, State, and National Growth**
OUR POPULATION WILL BE OLDER THAN IN 2020.

Our region’s population is getting older, along with the rest of the nation. By 2040, 22 percent of the region’s population will be over 65. That’s 253,000 more over-65-year-olds than today. The aging of our population has implications for demands for transportation, housing, community amenities, as well as the region’s economic prosperity. Generally, most seniors are working longer and want to age in place in their own homes and communities. However, transportation choices and needs change for older adults. Safe and accessible transportation options and services are key to older adults remaining active, avoiding social isolation, and accessing recreation activities, medical care, shopping, and services. Costs are rising for many transportation services, challenges continue in serving suburban and rural areas, and there is growing need for same-day on-demand transportation. As a result, public transit and community transportation providers are exploring and expanding delivery models beyond traditional paratransit and supplementary services to increase the mobility options for older adults and those with disabilities.

WE WILL CONTINUE TO BECOME MORE ETHNICALLY AND RACIALLY DIVERSE.

Our region is one of the most diverse in the nation in terms of race and ethnicity. Today, about 45 percent of our regional population is people of color, and these communities are disproportionately represented in the households that do not earn enough to cover their basic household expenses, including housing, transportation, and child care. Almost half (47 percent) of black families and 42 percent of Hispanic families meet this definition, compared to one-third of all families in the region.

By 2040, people of color will have risen to 51 percent of the population, with most of that growth coming among people who are multiracial [two or more non-Hispanic races] and Hispanic [any race]. The multiracial share of the population will grow 60 percent by 2040 [from 4.2 percent in 2016 to 6.7 percent in 2040], and the Hispanic share of the population will grow 14 percent [from 21.7 percent to 24.7 percent].

Chapter 4 includes policies and implementing actions to support access to job training and education, through supportive infrastructure and transportation programs.
People

**THIS OLDER, MORE DIVERSE POPULATION WILL HAVE DIFFERENT HOUSING NEEDS AND DESIRES THAN TODAY’S POPULATION.**

Our current housing mix includes mostly single-family, large-lot homes [single-family houses at a density between one and eight homes per acre] and is not meeting consumer demand for multifamily housing, “missing middle” homes and smaller homes on smaller lots. The coming demographic changes will only increase this imbalance unless the region adapts to the change in demand. Already there are signs that this is happening, from the popularity of new “micro” apartments in midtown Sacramento, to very small lot single family developments like Rocklin Trails in Rocklin, to the new subdivisions under construction today that offer accessory dwelling unit options.

Housing permit data from local building departments shows the increased demand for denser housing. In 2017 and 2018, small-lot, single family permits returned to pre-Great Recession levels and multifamily housing permits are now at their highest level of the 21st century.

— Continued on page 28

**BUILDING BLOCK**

**ENVIRONMENTAL JUSTICE**

Environmental justice is the fair treatment and meaningful involvement of all people regardless of race, color, national origin, or income with respect to the development, implementation and enforcement of environmental laws, regulations and policies.

Environmental Justice (EJ) communities are areas that have concentrated populations of one or more of the following criteria: low-income, communities of color, high pollution burden, or other vulnerable communities such as single-parent households, low educational attainment, linguistic isolation, disabled, burdened by excessive housing costs, or senior populations greater than 75 years old. The definition of EJ does not include the entire population of low-income, non-white, high pollution burdened, or vulnerable households in our region. It is the best framework we have based on available data and is a good foundation for future equity work in our region. As noted throughout this document and supported through the policies, it is critical to our future economy that we address the inequities that EJ communities face. Through the transportation lens, it is important to understand that, on average, residents living in EJ communities walk, bike, and take transit at a higher rate than the rest of the population. How well the existing and future infrastructure supports the transportation needs of these communities is a significant factor in their ability to access jobs, schools, services, as well as impacting their overall health and quality of life.

SACOG is required by law to conduct an environmental justice and Title VI analysis as part of the MTP/SCS, to determine whether the MTP/SCS benefits low-income and communities of color equitably, whether the planned transportation investments have any disproportionate negative effects on EJ populations in the SACOG region, and whether the plan has disparate impacts on the basis of race, color, or national origin. Appendix H seeks to not only fulfill SACOG’s legal requirements, but also to understand and compare the benefits and effects of the MTP/SCS for these communities.
**Figure 3.2 Environmental Justice Areas**

Disadvantaged Communities Measures:
- **Low Income**: Areas where 40% or more of people are living at 200% or less of the federal poverty level.
- **Race/Ethnicity**: Areas where 70% or more of people are non-white and/or Hispanic.
- **Race/Ethnicity and Low Income**: Areas where 70% or more of people are non-white and/or Hispanic and 40% or more of people are living at 200% or less of the federal poverty level.
- **Other Vulnerabilities**: Areas where there are concentrated older adults aged 75 or more, linguistically isolated households, single-parent households with children under the age of 18, low educational attainment, severely housing-cost burdened households, and persons with disabilities.
- **Rivers/Lakes**
- **City Boundaries**
- **County Boundaries**
- **MPO Boundary**
People

THE REGION WILL HAVE MORE JOBS, MORE DIVERSITY OF INDUSTRIES, AND LESS RELIANCE ON THE GOVERNMENT SECTOR.

This plan projects 270,000 new jobs by 2040. The 2018 Brookings Institute market assessment notes that strategies and policies that support innovation, workforce and job growth in tradable sectors [jobs that sell products or services outside the region and thus bring new wealth into the region] could strengthen our economy and add additional quality jobs that pay above-average wages. It suggests there are opportunities to accomplish this in the food manufacturing, life sciences, and mobility innovations sectors. The government sector will remain the main employer, but its share of jobs will decline.

Although our region has a strong starting point for economic prosperity and productivity, the Brookings assessment points to challenges the region faces: rapid technological transformation; further global integration; environmental and demographic change; and leadership. These challenges make it essential to promote equitable opportunity to continue our economic prosperity. As stated previously, like many other metro areas, more than one-third of residents in the Sacramento region struggle to make ends meet. The share of struggling families is disproportionately concentrated in communities of color and those with lower levels of education. The market assessment notes that a region cannot be economically prosperous if it fails to provide access to growth and opportunity for all.

Furthermore, how and where we grow — the location and shape of employment centers, housing, neighborhoods, and transportation infrastructure — plays an integral role in achieving a prosperous economy. Chapter 4 identifies policies and implementing actions for how development and transportation can support a prosperous future.

— Continued on page 30
PROSPERITY PLAN

In 2018, the Greater Sacramento Economic Council, Sacramento Metropolitan Chamber of Commerce, Valley Vision, and SACOG formed the Regional Prosperity Partnership to engage the nationally recognized Brookings Institute Metropolitan Policy Program to conduct a market assessment of the region. The findings show that the region can take advantage of changing market, technology, and demographic trends for broad-based economic growth, but to do so must focus on the core drivers and enablers of regional competitiveness and prosperity. In response, the Regional Prosperity Partnership is developing the Prosperity Strategy, a strategic framework to champion a pathway for inclusive economic prosperity.

The Prosperity Strategy translates the long-range vision of this plan into near-term steps to advance regional economic growth, prosperity, and inclusion. The strategy recognizes that maintaining the economic recovery we’ve experience since the end of the Great Recession will take a renewed focus on the key factors of regional competitiveness, and a shared commitment for targeted, near-term action that responds to the strengths, weaknesses, and vulnerabilities identified in recent regional assessments. To orient around near-term action, the Prosperity Strategy will prioritize near term implementation actions in three market drivers (tradable sectors, innovation, and human capital), and two supporting systems (transportation infrastructure and regional governance).
Places

THE REGION WILL HAVE TO DEVELOP MORE COMPACTLY OVER THE NEXT 20 YEARS.

In order to improve our economy and quality of life, the region needs to develop land more efficiently in the next 20 years compared to the way it developed over the last 60 years. More compact development will help keep agricultural land in production to power our agricultural and food industries; protect our communities from worsening air pollution; conserve water; efficiently deliver public and transportation services; and make it more reliable and affordable for people to get to their daily destinations.

No matter how much money we spend on transportation infrastructure, it will neither reduce congestion nor make travel more reliable in the long run, without a more compact development pattern.

We are required to look at the both the transportation and land use impacts of the forecasted new jobs, homes and people. While the region has adequate room to grow in proposed and adopted local land use plans for the growth we project over the next 20 years, it far exceeds the amount required. Using those local plans as a base, this plan lays out a strategy for coordinating and phasing land development with transportation projects that accommodate growth and enhance quality of life. The results of that coordination will be significant.

By 2040 there will be:

- 500,000 more people living close to major job centers compared to today.
- 18 acres of farmland developed for every 1,000 new residents, compared to historic conversion rates of 242 acres for every 1,000 new residents.
- 490,000 homes and 658,000 jobs close to high-frequency transit service.
- Less traffic congestion per capita even as the region grows by 620,000 more people.

Appendix E includes additional information on plan performance.
PEOPLE WILL HAVE BETTER ACCESS TO JOBS, MAKE SHORTER TRIPS, AND MORE OPTIONS TO AVOID HEAVY CONGESTION.

An increased emphasis on compact development and better coordination of that development with transportation projects show significant benefits for travel in 2040. An extra 109,500 jobs are forecast to be within a 30-minute drive of people’s homes, an increase of 29 percent. And the extra 17,500 jobs forecast to be within a 30-minute transit trip from people’s homes is an increase of more than 350 percent. These improvements help to lower the average daily vehicle miles workers will travel from 18 in 2016 to 16.1 in 2040.

That 1.9 mile reduction may not sound significant, but when you multiply that impact by 1.33 million total workers in 2040, and consider that it is within the context of 620,000 more people in the region, the roughly 10 percent reduction in commute distance makes a real difference in people’s lives by contributing to a per capita reduction in greenhouse gases emitted by weekday drivers of 19 percent below 2005 levels. That 19 percent reduction comes because of the policies outlined in this plan; if we were to proceed on our current trajectory, we would not meet that state mandated goal.

The plan also forecasts a reduction in daily vehicle miles traveled per capita in heavy congestion, from 1.56 in 2016 to 1.53. As a useful rule of thumb, “heavy congestion” means when average speeds drop by 60 percent or more on a roadway, which you can think of as below 35 mph on a freeway or 20 mph on a local street. This change is notable, not because of the slight reduction in the congestion drivers experience on an average day, but because that minor reduction is happening at the same time the region is growing by 620,000 people. Meeting the needs of a population nearly 25 percent larger than we have today, while maintaining and even reducing the amount of congestion on our roadways is an important indicator of the region’s success.

It is also worth bearing in mind that any one driver’s experience of congestion is just that, a moment in time in one location. So if, for example, somebody chooses to live in El Dorado Hills and work in downtown Sacramento starting at 9am, they may not find much comfort in knowing that regionwide, congestion will no longer be growing faster than the region’s population. But the growth planned for in non-downtown employment centers, such as Folsom and Roseville, the increase in infill development, and the increase in transportation options that work for commuters including express buses or paid express lanes, will mean many more opportunities in the future to live closer to where you want to work and play and make travel quicker and easier.
Travel

THE REGION WILL HAVE A SAFER TRANSPORTATION SYSTEM THAT’S IN BETTER SHAPE.

Over the last 10 years, an average of 218 people died in collisions on our region’s roads and highways. In 2016, 285 people died, the highest number of recorded deaths in our region for the last 10 years and a 21 percent increase from the prior year. The region’s 2016 collision fatality rate of 1.3 fatalities per 100 million vehicle miles traveled marked a return to record highs not seen since 2007. This is higher than the 2016 statewide average of 1.1 fatalities per 100 million vehicle miles traveled.

We need to do better. Safety is an issue in urban, suburban, and rural areas of the region and for all travelers – drivers, passengers, bicyclists, and pedestrians. Safety concerns on roadways largely center on intersection crashes and run-off-the-road collisions, but also include narrow shoulders; roadside obstacles; short, tight ramps; and poor lighting and signage. In rural areas, shoulders and guardrails are often lacking along many high-collision locations.

Road safety is a major public health risk, but even minor incidents can affect the reliability of our transportation system. Up to 50 percent of traffic congestion on roadways is due to incidents including collisions, weather, spilled loads, and stalled vehicles. Although crashes are typically less severe on congested roadways, even a small incident can quickly lead to a large amount of traffic delay.

The solutions to increasing the safety of rural roads must be sensitive to community preferences and the type of travel the road sees that are often much different from those in urbanized areas. Many rural residents prefer roads that reflect a more rural setting, that is, without curbs, gutters, and sidewalks. Rural roads typically don’t carry the same diversity or quantity of users – bikes, pedestrians, frequent transit – as urban roadways. However, this is not always true, and collisions, whether between vehicles or vehicles hitting cyclists and pedestrians, often happen at much higher speeds. Finding a balance between preserving rural character and providing adequate infrastructure is essential for keeping our region’s rural roadways safe.

The emergence of autonomous vehicle technology will help make our roads safer by 2040 because it will reduce one of the major risks on the road — poor and impaired drivers. And because a well-maintained road network is a safer road network, the region’s commitment to fix-it first transportation policies will pay safety dividends. Roadway design, ensuring adequate space for various users, adequate signage and lighting, and measures that increase driver awareness are all critical to improving the safety of our system.

Appendix A includes the transportation project list included in this plan.
THE REGION WILL HAVE CLEANER AIR.

By 2040, cleaner vehicles, a productive transit system, less reliance on single-occupancy vehicles, and more opportunities to walk and bike, in partnership with improvements in industry and manufacturing, will have greatly reduced the routine “Spare the Air” days of today when air quality is so bad that residents are encouraged to stay indoors.

The more compact land-use pattern and transportation investments included in this plan play an important role in achieving this outcome. On-road emissions (emissions from cars, trucks, buses, motorcycles) account for a significant portion of harmful emissions we find in our air. They make up more than 30 percent of greenhouse gas emission associated with climate change. Today, our air quality violates federal health standards under the Clean Air Act for several pollutants for which the federal government has found direct links to health problems.

Today, thanks largely to improvements in vehicle technology, we are starting to see improvements. In 2018, after 20 years of monitoring, our region demonstrated continued attainment of federal health standards for carbon monoxide, a pollutant that can affect the body’s ability to transport oxygen to the heart and brain and can be particularly concerning for people with certain types of heart disease.

Over the next 20 years, it is critical that we approach expanding our roads and highways with caution – add capacity where congestion exists to avoid excessive vehicle idling but avoid overbuilding roads that would attract even more driving and incentivize development in areas where driving is not the only option. By 2040, tailpipe emissions of air pollutants that contribute to elevated amounts of ground level ozone – a pollutant that can trigger a variety of health problems, particularly for children, the elderly, and people who have lung diseases such as asthma – will have reduced by nearly 40 tons per day (a 70 percent reduction in daily emissions). For more information on the Clean Air Act and our region’s plan to tackle our air quality challenges, see Appendix I: Air Quality Conformity Analysis.
What will we have done to get to our brighter future?
TO ENSURE BETTER OPPORTUNITIES FOR WORKERS, WE WILL SUPPORT GROWTH IN THESE TRADABLE INDUSTRIES — AGRICULTURE, FOOD, MANUFACTURING, LIFE SCIENCES, AND INNOVATIVE MOBILITY.

The Sacramento’s region’s economy historically has been dominated by a few sectors—local, state, and federal government employment has accounted for roughly a quarter of the region’s jobs, with education, health, and professional services also serving as major employment sectors. With an additional 270,000 new jobs projected in the region, an increasing number and share of residents are expected to work in educational and health services, two industries that have experienced recent growth. The region is also expected to add a significant amount of employment in professional and business services, as well as construction. The share of employment in government — which will remain the region’s largest sector — is expected to decline by 2040, as is the share of retail and manufacturing.

Although our economy has strong projected job growth, the region needs to work to diversify its economic base across a larger set of industries and occupations to help realize more broad-based economic growth. The recent Brookings market assessment notes that strategies and policies that support innovation, workforce and job growth in tradable sectors (jobs that sell products or services outside the region and thus bring new wealth into the region) could strengthen our economy and add additional quality jobs that pay above-average wages. One such potential opportunity to translate regional strengths into quality job growth exists at the intersection of agriculture, food, and manufacturing. Another is in life sciences, while a third stems from new industries being created through innovative mobility. These industries, however, are still just a small part of the overall economy. The region will also need to expand employment opportunities in major employment sectors in order to realize the job growth we project. Two large sectors that might see increased job growth are 1] services connected to state government planning in areas like climate change, transportation, and health care, and 2] state headquarters for health care activities. The Prosperity Strategy will develop strategies and prioritize near-term implementation actions to support the tradable and inclusive economic opportunities in our region.
**People**

**WE WILL ENSURE EVERYONE BENEFITS FROM THE EXPANDED RANGE OF TRAVEL OPTIONS.**

As we plan for the growth and future needs of our region, we need to make sure the benefits are available to all segments of society. If we don’t prioritize equity in our investments and decision-making, we will shortchange ourselves economically as a region by not maximizing the potential of all our communities and residents.

The most transformative innovations are the ones that can scale to a broader market. A good example is the electrification of transportation. If this technology is to have the significant impact it promises in reducing greenhouse gas emissions — a major state goal that this plan must meet — it needs to be accessible to a wider market.

We need to push the private sector to innovate where they can both make a profit and design solutions that work for more than just the wealthiest populations. We need to work together to ask ourselves where innovation can make the biggest impact.

A new Clean Cars 4 All program, administered by the Sacramento Metropolitan Air Quality Management District using California Climate Investments funding, does just this. The program offers two options to low-income people who own cars that are 15 or more years old. The “Scrap and Replace” option gives people who scrap their old car $9,500 towards a new or near-new zero emission vehicle. The “Scrap and Forget” program gives people a Visa card loaded with $7,500 in credits that can used for a wide variety of transportation options, such as on-demand micro-transit, car and bike-share programs, Uber and Lyft, or public transit.

This program not only improves air quality, it promotes economic opportunity and resilience for low-income people. At the program’s soft launch in August 2019 [with full deployment in early 2020], Victoria Robertson, the program’s first participant, talked about the economic insecurity that came with owning an unreliable older car. Victoria depends on the car to get her to work and uses it to supplement her income by driving for a food delivery service on the weekends.

My AC went out, the only window that really works is the front passenger one, it’s got a small oil leak, and it’s started to overheat. I worried about it and prayed on it. What would happen if it broke down? My prayers were surely answered when I heard there was a program that would give me $9,500 to replace my car with a new or near-new zero electric vehicle. A reliable car is a big game-changer in my life.

**VICTORIA ROBERTSON**  
First participant in the new Clean Cars 4 All program
THE PUBLIC AND PRIVATE SECTORS WILL WORK IN PARTNERSHIP TO BUILD MORE TYPES OF HOUSING FOR TODAY’S AND TOMORROW’S HOUSEHOLDS.

To meet the housing demands of a growing population and economy, the region will need to produce, on average, 11,000 new homes annually — roughly a doubling of the region’s average annual housing construction rate since the end of the Great Recession. While we are planning for robust housing and employment growth, it will require partnership from the public and private sectors to build it. It took almost a decade for the region’s economy to recover from the Great Recession — job growth is up, but housing construction is lagging.

How will 2040 be different from today? First, we assume we will be able to build enough housing to keep up with population growth, reversing the disturbing trend of under-producing housing we saw in the last decade. Second, this plan assumes a reversal of historic building trends: the majority of new homes in the future will be built as either attached homes or single-family homes on smaller lots. This mix of housing products is critical for housing choice, affordability, walkability, transportation options, and preserving open space and agricultural land.

Where housing is constructed also has implications for air quality, natural resources, quality of life, and local government budgets. As housing production doubles, it will be critical to maintain a balance of infill and greenfield growth over time to avoid an uncoordinated development pattern that can create more traffic congestion, harmful air pollution from vehicles, and additional cost for local governments that provide services and maintain infrastructure. Furthermore, for over a decade, consumers have been demanding a wider range of housing types — whether for lifestyle, budget, or both.
Many of the region’s developing communities were planned for in the late 1990s and early 2000s. At that time, the region was experiencing unprecedented housing growth. However, a lack of coordination and phasing between the region’s 22 cities and six counties led to significantly worsening traffic and air quality.

This led the cities and counties of the region to voluntarily and collaboratively prepare a plan for how best to plan for and manage future growth. Developed in 2002-2004, the Regional Blueprint outlined a growth vision for the region based on seven smart growth principles:

- Use existing assets
- Compact development
- Mix uses
- Transportation choice
- Housing choice
- Preserve natural resources
- Quality design

Using these principles, the Blueprint envisions a development footprint that provides plenty of capacity for a growing region while conserving farmland and natural resources, improving air quality, and raising the overall quality of life. While the Blueprint was a 50-year vision looking out to 2050, the Great Recession and resulting changes to the development and building industry have slowed the growth trajectory the region was on 20 years ago. The growth assumptions and development footprint of the Blueprint are likely to take a much longer time to achieve; however, it still provides an important framework for the region’s long-term growth. Appendix D: Land Use Forecast Documentation includes more information on the Sacramento Region Blueprint, including a map of the Blueprint growth footprint.
REGIONAL GROWTH WILL BE FOCUSED ON EXISTING CITIES AND SUBURBS.

This regional growth strategy is built up from local land use plans. Nearly two-thirds of the region’s new housing and 85 percent of its job growth is expected to be in Centers and Corridors, and Established Communities [i.e., existing suburbs, downtowns, commercial corridors, and the buildout of today’s existing suburbs]. The remaining third of new housing and 15 percent of job growth is expected to be in more than two-dozen new Developing Communities [i.e., greenfield areas], mostly located at the edge of established communities and in scattered rural residential areas. With more homes and jobs in existing communities, how will the region look different in 2040? Today’s new suburbs will build out to become tomorrow’s mature neighborhoods. New suburban development will occur more slowly in the next 20 years compared to the last 40 years. And, today’s aging suburban commercial corridors and old downtowns will transform with new business uses, homes, and amenities.

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BUILDING BLOCK

COMMUNITY TYPE FRAMEWORK

This plan uses a Community Type Framework to describe the land use forecast of 2040. Local land use plans (adopted and proposed general plans, specific plans, master plans, corridor plans, etc.) were translated into one of five Community Types based on the location and development pattern of the area. As housing and job growth occurs over time, specific geographic areas evolve, such as from lands not identified for development, to developing communities; developing communities to established communities; and established communities to centers and corridors. FIGURE 3.5 illustrates these Community Types.

CENTER AND CORRIDOR COMMUNITIES

Land uses in Center and Corridor Communities are typically denser and more mixed than surrounding land uses. Center and Corridor Communities are identified in local land use plans as historic downtowns, main streets, commercial corridors, rail station areas, central business districts, town centers, or other high-density destinations. They typically have more compact development patterns, a greater mix of uses, and a wider variety of transportation infrastructure compared to the rest of the region. Some have frequent transit service, either bus or rail, and all have pedestrian and bicycling infrastructure that is more supportive of walking and bicycling than other Community Types.

ESTABLISHED COMMUNITIES

Established Communities are typically the areas adjacent to, or surrounding, Center and Corridor Communities. Many are characterized as “first tier,” “inner ring,” or mature suburban communities. Some are today’s newest subdivisions and suburbs. Local land use plans aim to maintain the existing character and land use pattern in these areas. Land uses in Established Communities are typically made up of existing low- to medium-density residential neighborhoods, office and industrial parks, or commercial strip centers. Depending on the density of existing land uses, some Established Communities have bus service; others may have
Places commuter bus service or very little service. The majority of the region’s roads are in Established Communities.

DEVELOPING COMMUNITIES
Developing Communities are typically, though not always, situated on vacant land at the edge of existing urban or suburban development; they are the next increment of urban expansion. Developing Communities are identified in local plans as special plan areas, specific plans, or master plans and may be residential-only, employment-only, or a mix of residential and employment uses. Transportation options in Developing Communities often depend, to a great extent, on the timing of development. Bus service, for example, may be infrequent or unavailable today, but may be available every 30 minutes or less once a community builds out. Walking and bicycling environments vary widely, though many Developing Communities are designed with dedicated pedestrian and bicycle trails.

RURAL RESIDENTIAL COMMUNITIES
Rural Residential Communities are typically located outside of urbanized areas and designated in local land use plans for rural residential development. Rural Residential Communities are predominantly residential with some small-scale hobby or commercial farming. Travel occurs almost exclusively by automobile, and transit service is minimal or nonexistent.

NATURAL RESOURCE LANDS [Lands Not Identified for Development during the MTP/SCS Planning Period]
These areas of the region are not expected to develop during the planning period. These areas are dominated by commercial agriculture, forestry, resource conservation, mining, flood protection, or a combination of these uses. Some of these areas have long-term plans and policies to preserve or maintain the existing “non-urban” uses; however, some are covered by adopted or proposed plans that allow urban development and/or are identified in the Blueprint Vision for future growth.

More information on the land use forecast is included in Appendices C and D.
FIGURE 3.5 Community Types

Community Types
- Center/Corridor Community
- Established Community
- Developing Community
- Rural Residential Community
- Lands not Identified for Development in the MTP/SCS Planning Period

- Rivers/Lakes
- City Boundaries
- County Boundaries
- MPO Boundary
**TABLE 3.2** Summary of Expected Housing and Employment Growth by Community Type

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<tr>
<th>Community Type</th>
<th>2016 Dwelling Units</th>
<th>2016 Employees</th>
<th>2016 - 2040 Dwelling Units</th>
<th>2016 - 2040 Employees</th>
<th>2040 Dwelling Units</th>
<th>2040 Employees</th>
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<td>Center and Corridor Communities</td>
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*Source: SACOG Proposed MTP/SCS Land Use Forecast for 2040, June 2019.*

*Appendices C and D include more information on the land use forecast.*

**WE WILL HAVE RE-IMAGINED AND REVITALIZED THE REGION’S COMMERCIAL CORRIDORS.**

Changes in the retail sector of the economy, in consumer housing preferences, and the nature of work, mean the time is right to re-envision and reinvent former auto and chore-oriented arterials into vibrant places where people live, work, and play. These Centers and Corridors are ripe for the new housing that’s needed by current and future residents and for new commercial and employment opportunities. This reinvention is an opportunity to rethink how people travel to, from, and within Centers and Corridors.

In 2040, over 171,000 new residents will live in the region’s commercial corridors and downtowns. This is a 67 percent increase from the number of people living in these areas in 2016. This means we need to encourage and facilitate the construction of 87,000 more homes and the growth of 83,000 more jobs in the region’s commercial corridors and downtowns.
WE WILL HAVE INVESTED IN RURAL ECONOMIES AND SMALLER TOWNS AND CONNECTED OUR VITAL NATURAL RESOURCE ECONOMY TO ITS URBAN MARKETS.

Even as our region adds 620,000 more people, it will still be a largely rural place: less than one percent of the region’s nearly two million acres of agricultural land is impacted by the future development pattern. Seventy-five percent of the fresh water that flows into the Sacramento-San Joaquin Delta originates in the snow-capped peaks of the Sierra Nevada and flows downhill to irrigate croplands and a thirsty urban population. This rural land base is vital to the region’s agricultural economy, health, and quality of life. The land not only contributes directly to the region’s economy — agriculture is one of the region’s only tradable industries — it also supports the region’s economy by providing water supply and flood protection, recreation and tourism, habitat conservation, and provides aggregate and timber for development.

While some of the region’s undeveloped rural lands are identified in local plans for urban development at some point in the future, the vast majority of our rural lands play an important role in the economy. For example, the specialty crop industry (fruits, vegetables, etc.) contributes an average of $1.2 billion annually to the local economy. Most agricultural jobs — processing, manufacturing, distribution — are located in cities and urban areas. The agricultural sector could generate more money in the local economy with value-added processing — off-farm processing and manufacturing of food and fiber products. This plan aims to support the rural economy by strategically investing in transportation infrastructure to serve the farm-to-market activity of the natural resource economy. Furthermore, most of those jobs will be located in cities and areas with urban infrastructure.

For more detailed information on the MTP/SCS growth pattern see Appendix C: Land Use Forecast.

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Places

**BUILDING BLOCK**

## MOVING FREIGHT

Our region is a crossroads for freight moving into, out of, and around California. Around $400 billion in goods annually moves through the region over the Sierra Nevada along the I-80 corridor or out of San Joaquin County along the I-5 or SR-99 corridors. While most of the more than 300 million tons of freight traveling through the region is carried by trucks, some travels by rail, air, and ship.

Four freight railroad systems operate in the Sacramento region. Union Pacific Railroad (UPRR) is the largest Class I freight railroad in the U.S. and operates over 3,000 miles of track in California. UPRR’s J. R. Davis Yard, located in Roseville, is the largest railway yard on the West Coast. Approximately 98 percent of all UPRR traffic in Northern California is moved through this yard. Other railways include the BNSF Railway, Sierra Northern Railway and the California Northern Railroad.

Sacramento International Airport (SMF) and Mather Airport are among the top ten air cargo carrying airports in the state. FedEx operates wide-body and feeder aircraft through SMF and United Parcel Service (UPS) operates a 20,000-square-foot facility out of Mather Airport. Appendix M includes more information on Airport Land Use Compatibility Plans.

The Port of West Sacramento is an inland port located a few miles west of downtown Sacramento near US-50 in Yolo County. The Sacramento Deep Water Ship Channel runs 43 miles from Antioch (in Contra Costa County) near the mouth of the Sacramento River, ending at the harbor of West Sacramento. The Port handles a variety of cargo moving into and out of the region including rice, fertilizer, lumber, cement, minerals/ore, metals, wind turbines, machinery, generators, and steel.

The region’s interstate system is critical for supporting freight movement whether it’s moving through or starting or ending its journey in the region. This plan invests more than $8 billion in highway and interchange projects to improve operations and reliability for both commuters, through-travel, and the movement of goods. Additionally, as the region looks to grow its multibillion-dollar agricultural economy, we recognize that growth depends on maintaining and investing in our rural roads and highways. The policies and actions described in Chapter 4 outline strategies and priorities for supporting agricultural and rural economies throughout the region.
TO SUPPORT THE REGION’S GROWTH, WE WILL INVEST $35 BILLION IN OUR TRANSPORTATION SYSTEM IN THE NEXT 20 YEARS. BUT WE NEED TO BE STRATEGIC IN HOW WE SPEND OUR TRANSPORTATION MONEY.

The MTP/SCS forecasts investments of nearly $35 billion for transportation infrastructure, transit service, programs, and operations over the next two decades. However, funding for transportation faces serious challenges in the coming years.

Gas taxes, both state and federal, are primary sources of funding for transportation investments, accounting for about half of all the funding available to build, maintain, and operate transportation infrastructure and services in the Sacramento region. However, improvements in vehicle fuel efficiency, and increases in electric and hybrid vehicles, are already reducing the demand outlook for gasoline and diesel. According to the California Energy Commission, consumption of gasoline is likely to decrease by one to three percent annually between 2018 and 2030.

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WHAT COMES AFTER THE FUEL TAX?

Fuel taxes have been the primary source of funding for transportation for the better part of the last century. However, advances in vehicle technology have made huge strides in improving fuel efficiency or removing fuel from the equation entirely. As fuel consumption decreases, so do the revenues it generates to pay for transportation infrastructure. At the same time, the demands on our roadways continue to increase.

The federal gas tax was last raised in the 1990s and has not kept up with increases in construction prices for over a quarter century. Since 2008, the Federal Highway Trust Fund and Mass Transit Account, which both receive funding from the federal 18.4 cent excise tax on fuel, have required annual infusions of general fund money to maintain solvency. In just the last decade, the accounts have received more than $140 billion in transfers from the general fund to keep federal dollars flowing to transportation projects around the country. Even with infusions from the general fund, federal funding for transportation makes up a decreasing share of state and local transportation budgets, putting a greater burden on states and local communities to address their transportation needs.

In California, the Road Repair and Accountability Act of
2017, also known as SB 1, increased the state’s excise tax on diesel and gasoline and created additional registration fees, including an additional fee for electric vehicles, to help pay for maintaining our roads and highways. This funding provided a much-needed infusion into our aging transportation infrastructure. However, even with the new revenues, we’re still falling short of our overall maintenance needs. In just the next 10 years in the Sacramento region, we’re facing an annual funding shortfall of several hundred million dollars to pay for a backlog of repairs to our roadways, sidewalks, bike lanes, vital support infrastructure, and transit vehicles and infrastructure.

We must find a more sustainable source of funding for transportation that reflects the growing demand on our system and is not dependent on fuel consumption. The MTP/SCS identifies two strategies that maintain the user pays concept, which places responsibility on the drivers that use the system to pay their fair share in contributing to its upkeep.

**EXPRESS LANES**

Express Lanes provide a smart traffic management system that allow users to pay a toll to enter a managed lane. Express Lanes use similar strategies to High Occupancy Vehicle (HOV) lanes, but also allow single occupancy and commercial vehicles to access the lanes to improve congestion and overall system reliability. This type of express lanes is frequently referred to as High-Occupancy Toll (HOT) lanes. Tolls can change based on real-time demand for a road and offer a reward system for carpooling or taking transit by allowing discounted or free entry. Single occupancy drivers are able to buy their way into the facility in exchange for a faster and more reliable trip. Express Lanes can manage congestion more effectively than a standard “freeway” facility by adjusting pricing, vehicle occupancy requirements, and number of express lanes and free lanes based on time of day congestion.
The express lanes can also generate a direct revenue source to finance construction costs, fund roadway maintenance, enforcement, and potentially, improved transit service along a corridor. Our region remains one of the last major metropolitan areas in the country without any form of tolling or express lane network. **FIGURE 3.6** provides a simple illustration of how these types of facilities look in other parts of the country.

**MILEAGE-BASED USER FEES [PAYGO]**
A mileage-based user fee, or PayGo, system, charges a fee based on how much a person drives on the roads. In its simplest form, the type of fee would use a cents per mile charge. A basic per-mile charge can be adjusted to account for a variety of conditions including time of day, congestion, and location. Most importantly, a PayGo system can serve as a long-term replacement for a fuel tax by providing a fair and sustainable way to pay for wear and tear on roadways, and a means for funding future maintenance and transportation needs. Much work is still needed to better understand how best to implement this type of system, address concerns about impacts to family budgets, and low-income and rural equity. The MTP/SCS calls for the region to migrate to this type of system in roughly the next decade, but doing so will require leadership on near-term actions to address remaining questions and concerns. Chapter 4 outlines actions to put our region in a place to drive a conversation about how this type of mechanism might be deployed throughout the state in a way that benefits drivers and infrastructure.

MAINTAINING OUR TRANSPORTATION SYSTEM IS CRITICAL TO OUR SUCCESS.

In 2017, California instituted State Senate Bill 1 (SB 1) providing more than $100 million annually to the region in a much-needed influx of funding to help fix and maintain the state’s road, highway, and transit systems. This revenue patch was critical but does not fully address the long-term challenge of finding a replacement for fuel-based taxes. This leaves cities, counties, transit operators, and the state facing an ever-increasing gap between available funds and the cost to keep transportation infrastructure in a state of good repair.

In just the last decade, our local road conditions have declined significantly, contributing each year to a growing backlog of maintenance projects. Between 2008 and today, our roadway conditions have dropped from an average pavement condition index score of 70 to a score closer to 60. Pavement Condition Index is a simple way to monitor the condition of the surface of roads and identify maintenance and rehabilitation needs. A pavement score of 70 or above generally means that a road is in good condition and requires routine maintenance and patching. Scores in the 60s are signs that road conditions are deteriorating at an increasing pace and at risk of failing, resulting in much more expensive repairs if steps are not taken to intervene.

In addition to the more expensive repairs required as roads deteriorate into worse and worse conditions, poor road quality has direct implications for the region’s residents, commercial drivers, and tourists including wear and tear on vehicles and reduced miles per gallon. Major reconstruction projects also cause more disruption
Travel

to the traveling public than routine maintenance projects.

The infusion of California’s SB 1 funding will help cities and counties curtail further deterioration of our roadways, at least in the short term, but falls short of helping us climb out of the hole we’ve accumulated over the past decades. To bring our roads to a state of good repair in the next decade, would require nearly $900 million annually, a far cry from the $350 to $400 million we’re spending today.

Our transit system is facing a similar crisis. In just the next five years, roughly half of our region’s more than 500 buses are due for replacement. Nearly 60 percent of the light rail vehicles still in operation are over 25 years old and in need of replacements or significant refurbishing. The cost of replacing all these vehicles likely exceeds $400 million.

Presenting an additional challenge for transit operators is California’s Innovative Clean Transit regulation, which sets out to transition the statewide fleet of buses to electric, hydrogen, or other zero-emission technologies by 2040. Beginning in 2029, all new transit vehicle purchases will be zero-emission, but transit agencies are already beginning the transition. The implications of this regulation are significant. At full deployment, a statewide zero-emission transit fleet stands to reduce greenhouse gas emissions by 19 million metric tons between 2020 and 2050 – the equivalent of taking 4 million cars off the road. However, this shift comes with a price. At a premium of 30 to 40 percent more than a typical bus today, zero-emission buses are not cheap. While prices are already starting to come down as technology improves and supply increases, these vehicles will require a significant investment by transit operators and local governments around the state.

The 2020 MTP/SCS identifies long-term funding strategies including mileage-based user fees and tolling to help make up much of the gap between our region’s needs and current sources of revenue. Already, cities and counties are looking to local option sales taxes, loans backed by future SB 1 funding, or allocations from general funds as potential sources of funding to supplement transportation budgets.

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PAYING FOR TRANSPORTATION

Federal law requires that the transportation investments planned in the MTP/SCS are financially constrained by a reasonable forecast of future revenues. To that end, SACOG developed a set of revenue projections for the MTP/SCS that consider trends in the economy, policy and regulations, fuel price and consumption, and development activity. For the 2020 MTP/SCS we are planning for $34.9 billion over the next 20 years.

The Sacramento region gets transportation funding from a variety of federal, state, and local sources. Fuel taxes make up over half of all funding for transportation in the region today. Other revenues are generated through transit fares, dedicated sales tax programs, developer fees, and other local sources as summarized in TABLE 3.3.

Many agencies share responsibility for determining how this money is spent, but funding for transportation is often restricted to certain uses. About three-quarters of all the funding forecast in the plan is committed to specific purposes or projects such as transit capital and operations, road or highway capital improvements, or system maintenance and operations. These limitations may be the result of federal or state policy, developer agreements, or voter approved initiatives. SACOG has some discretion over about six percent of the total budget that comes from a combination of federal and state sources. These more discretionary funds are an important part of how the region can further the policy objectives of the MTP/SCS. However, because the funding available to SACOG represents a small share of the total plan budget, implementing the plan will take the collective efforts of many agencies. TABLE 3.3 summarizes the major sources of funding supporting investments in the MTP/SCS. More details about the revenue forecast and specific funding sources in the plan is available in Appendix B: Revenue Forecast. Chapter 4 provides a discussion on how the region intends to spend our transportation dollars over the next two decades.

<table>
<thead>
<tr>
<th>Revenue Source</th>
<th>Current year (2020) Dollars*</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>FEDERAL</strong></td>
<td></td>
</tr>
<tr>
<td>FTA Programs for Transit Capital, STP/CMAQ, Highway Bridge Program</td>
<td>$4.3 Billion</td>
</tr>
<tr>
<td><strong>STATE</strong></td>
<td></td>
</tr>
<tr>
<td>SHOPP, Cap and Trade, STA, High Speed Rail, STIP**, ATP</td>
<td>$8.7 Billion</td>
</tr>
<tr>
<td><strong>LOCAL</strong></td>
<td></td>
</tr>
<tr>
<td>Sales taxes, fuel tax subventions, future variable mileage fees and tolls, development impact fees</td>
<td>$21.9 Billion</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$34.9 Billion</td>
</tr>
</tbody>
</table>
* The dollar figures described throughout the plan are expressed in current year dollars (the cost of a project or amount of revenue as represented by the value of a dollar in today’s economy). Appendices A and B provide these costs and revenues in both current year and year of expenditure dollars. Year of expenditure dollars account for inflation and represent the value of a dollar in the future. For example, a project costing $1 million today will cost more in the future as the result of inflation. Both the revenue forecast for this plan and the estimated costs of the transportation investments account for this inflation.

** Under state law, SACOG receives a share of Regional Improvement Program (RIP) funds through the State Transportation Improvement Program (STIP) every two years. During each two-year cycle, the California Transportation Commission provides SACOG with a fund estimate for four years’ worth of funding comprised of both state and federal fund sources that contribute to the program. Caltrans administers its own share of STIP funds through the Interregional Transportation Improvement Program (ITIP). The MTP/SCS incorporates the funding estimates and projects included in the RIP and ITIP programs as part of the revenue and expenditure projections for the first four years of the plan.

**The MTP/SCS provides increased transit coverage across the region but prioritizes corridors and station areas with land uses that support productive transit services. Many of these higher density and higher demand corridors are assumed to have 15-minute or less service by 2040. Providing high-frequency service of 15 minutes or better in areas with more compact and mixed uses allows the MTP/SCS to provide cost-effective and productive transit service.

High Frequency Transit Areas (HFTAs) are areas of the region within one-half mile of a major transit stop (existing or planned light rail, streetcar, or train station) or an existing or planned high-quality transit corridor included in the MTP/SCS. A high-quality transit corridor is a corridor with fixed route bus service with service intervals no longer than 15 minutes during peak commute hours. SACOG uses this definition of HFTAs because it coincides with the definition of Transit Priority Projects in SB 375. Under SB 375, Transit Priority Projects are eligible for streamlined environmental review. See Appendix D: Land Use Documentation for more information on Transit Priority Projects, HFTA’s, and environmental review streamlining.

High Frequency Transit Areas in the MTP/SCS are different from Transit Priority Areas that are also available for some environmental streamlining or exemption under Senate Bill 743. The HFTAs in FIGURE 3.7 are representative of the transit in 2040 and have the potential to change with every quadrennial update of the MTP/SCS. However, the TPAs, as defined in SB 743, have the potential to change on a more frequent basis. The TPA map shown in FIGURE 3.8 is illustrative of the current TPAs in the region as of fall 2019. Appendix D includes more information on the CEQA streamlining options available to projects consistent with the MTP/SCS and their transit service requirements.
FIGURE 3.7 High Frequency Transit Areas
Figure 3.8 SB 743 Transit Priority Areas
WE WILL HAVE PROVIDED MORE TRANSPORTATION OPTIONS AND INNOVATIVE MOBILITY SOLUTIONS.

This plan invests in multiple modes of travel to get people to and from major job centers in the future as well as ways to get around their communities. It provides more and new types of transit where development is dense enough to serve with transit. For example, we’re planning for a doubling of transit service hours by 2040, increasing the proportion of the region’s residents living near a high frequency transit line from 15 percent today to more than 40 percent by 2040. More than 95% of this expanded transit service comes from fixed route bus, bus rapid transit, and express bus service and frequency increases. Providing more transit service allows for higher frequency service on corridors with lots of ridership potential, broader coverage during weekdays [e.g., more evening service], and more service during weekend hours. We are projecting a significant increase in the number of homes and jobs near high-frequency transit, with such jobs increasing by 19 percent and homes by 27 percent. Nearly half of all jobs in the region will be near high-frequency transit by 2040.

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WHAT IS TRANSPORTATION DEMAND MANAGEMENT?

Transportation Demand Management (TDM) plays an important role in supporting and encouraging alternative mode use in the region where land use patterns and transportation options currently enable more modal choices now or in the future. Because the transportation landscape is changing with rapidly changing technologies, demographics, travel patterns, and shared mobility options, SACOG undertook a Strategic Planning effort in 2016 to re-design and implement a TDM program that was performance-based, cost-effective, and clear in outcomes. Since then, SACOG launched a new Innovative Mobility program in 2019 that combines traditional TDM activities with the development and testing of innovative mobility solutions. A major component of this new program is to fund demonstration projects that solve transportation challenges with new mobility solutions in the form of an accelerator program. Another large part of the program is to expand the reach of existing and new tools, programs, and incentives that reduce emissions and vehicle miles traveled.
Travel

The plan shows that the share of commute trips by transit, bike or walking will rise from 10 percent in 2016 to 13.6 percent in 2040, with the share of all trips rising from 11.5 percent to 14.3 percent. It also invests in technologies to give travelers information about the types of trips they can take to provide them convenient choices, whether that be by walking, bicycling, scootering, driving, car-sharing, riding transit, or even some future form of travel yet to be rolled out.

The key words here are choice and convenience. For the health of our communities and to reduce congestion, we need to make it easier for people to make choices other than driving alone. Currently, 42 percent of the region’s total trips and 70 percent of commute trips are by people driving alone. By investing in projects such as complete streets, bikeshare, transit modernization, communications infrastructure, transportation demand management programs, and new mobility, we will make it safer, cheaper, and more convenient for people to choose other options.

Some of these choices are well-established and durable. We have been walking since our species first stood up, bicycles have been with us for nearly two centuries, and the internal combustion engine ruled the 20th century. Now we have many new mobility choices and they are proliferating so quickly that it is hard to predict the winners in 2040. Not many people foresaw that shared electric scooters would prove popular in cities around the world when they debuted in mid-2017, and now there are more than 1,000 on the streets of Davis, Sacramento, and West Sacramento.

The current pace of change in the world of transportation is unprecedented and we can’t predict which new modes of travel will prove popular. But we can test, plan for, and help cities and counties work out which new mobility solutions work best for their communities to help all our residents access the places they want to go.

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WHAT IS VMT AND WHY DOES IT MATTER?

A vehicle mile traveled, or VMT, represents one vehicle traveling on a roadway for one mile. Regardless of how many people are traveling in the vehicle, each vehicle traveling on a roadway generates one VMT for each mile it travels.

VMT is a primary [though not perfect] indicator used by policymakers and transportation professionals when looking at the performance of our transportation system. In general, the prevalence of this measure is due to six factors in which VMT:

1. **IS RELATIVELY STRAIGHTFORWARD TO MEASURE:** by counting traffic on roadways at different locations. As a result, it is one of the few measures of transportation performance that is consistently documented over time using traffic counts and monitoring programs.

2. **BEARS A DIRECT RELATIONSHIP TO VEHICLE EMISSIONS:** more VMT generally equates to more vehicle emissions. This relationship gets more complex as we start forecasting VMT into the future where we must account for increasing prevalence of electric, hybrid, and other vehicle technologies that will change this relationship.
3. **HAS A STRONG CORRELATION WITH THE PRESENCE OF TRAFFIC CONGESTION:** The more miles people are driving in their vehicles, the more vehicles there are on the road at any given time. Higher numbers of vehicles eventually result in congestion.

4. **CORRELATES WITH FREQUENCY OF TRAFFIC COLLISIONS:** Although vehicle design and safety features, roadway facility design, and traveler behavior affect the frequency and severity of accidents, a major factor in determining the number of accidents that occur on our roadways is the amount of travel. Safety analysts and researchers rely on measures of VMT to track and understand trends in traffic collisions.

5. **CAN BE INFLUENCED BY POLICY IN SEVERAL DIFFERENT WAYS:** By providing attractive alternatives to driving alone, we can reduce VMT by shifting from vehicle to non-vehicle modes (e.g., from a car trip to a bike or walk trip), or from low occupancy to higher occupancy vehicles (e.g., from a single-occupant vehicle trip to a carpool or transit trip).

6. **CAN BE INFLUENCED BY LAND USE PATTERNS:** A better mix of residential, employment, education, and service uses in an area can allow people to accomplish their daily activities with less driving, and consequently, less VMT.

Adding 620,000 new people to the region will increase overall VMT as new residents commute to their jobs, drop their children off at school, head to the grocery store, or make any other number of daily trips. However, an important goal of this plan is to reduce the rate of VMT growth. This rate, measured as VMT per capita, is a critical indicator of the plan’s success. One outcome of this plan is a 10 percent reduction in VMT per capita in the year 2040 compared to today. This means that a resident, who today drives an average of 20 miles on a given weekday for work, trips to the store, or other errands, will shave an average of two miles off the distance they drive in their car on a daily basis in 2040. While this may seem like a modest change, it has huge implications when multiplied across the 3.1 million people that will live, work, and play in our region 20 years from now.

Achieving even this 10 percent reduction in VMT per capita cannot be taken for granted and will require a concerted effort by public and private sectors in the region. When VMT growth outpaces population growth, congestion tends to increase, air quality gets poorer, and our transportation system becomes less reliable for all roadway users. The outcomes of this plan depend on avoiding this trend over next 20 years.

**FIGURE 3.9** Vehicle Miles Traveled per Capita in the SACOG Region over Time
FIGURE 3.10 2016 Vehicle Miles Traveled per Capita

![Map of the Sacramento Region showing vehicle miles traveled per capita in 2016. The map uses different colors to represent different ranges of vehicle miles traveled, from less than 50% of the regional average to greater than 150% of the regional average. The boundaries of counties and cities are also indicated.]
FIGURE 3.11 2040 Vehicle Miles Traveled per Capita
A more compact land development pattern and providing alternatives to driving alone are critical strategies for reducing the amount of driving we do in our daily lives. Location within the region is very likely the most important variable in determining how much time people spend in their vehicles. Communities within existing urban areas, and with a mix and density of uses, tend to produce less VMT per new resident than places that are farther away and spread out. These “lower VMT” areas also tend to have the density and mix of uses to support better transit service and are friendlier to biking and walking for some trips. **FIGURE 3.10** shows the distribution of VMT generation in the region based on our land use pattern in 2016 with blue and green areas representing areas that tend to generate relatively low daily VMT per person and red and pink areas showing places that tend to rely more on driving for daily activities.

For a closer look at the benefits and challenges of VMT as a transportation metric and a description of other metrics and indicators that inform the MTP/SCS, see Appendix E: Plan Performance.

The plan does not call for all communities everywhere to be built and look exactly the same. Rather, the plan calls for filling in our existing suburbs, revitalizing aging commercial corridors, bringing a greater mix and intensity of uses to urban cores, and realizing coordinated and phased expansion to new greenfield areas. A balanced approach to growth is an important part of the land use and transportation strategy of the MTP/SCS.

This phased approach to development will help keep the rate of VMT growth below that of population growth in a couple of ways. First, by filling in existing communities that already have a good mix of uses and transportation options (the blue, green, and yellow areas in **FIGURE 3.10**) we can expand and improve the infrastructure and services that are already in place today. Second, by building out newer communities or bringing more amenities and services to where housing already exists or, inversely adding housing to areas rich in jobs and services (generally the orange, pink, or red areas on the map) people will have more options to live, work and play in closer proximity. This has the effect of reducing the need to choose a car for every trip and makes it easier to walk, bike, or hop on a bus for at least some daily trips. **FIGURE 3.11** shows the VMT generation across the region in 2040.

One of the Sacramento region’s greatest assets is the diversity of communities and neighborhoods that provide people options for the type of lifestyle they want to lead. The MTP/SCS plans for a future that offers options from dense, urban environments where residents may choose to forego owning a car completely, opting instead to ride transit, walk, bike, or join a car- or ridesharing service — to suburban neighborhoods where one might take a shorter car trips and occasional transit, walk or bike trips — to quiet, rural residential neighborhoods and farming towns where owning a vehicle is commonplace and a near necessity for daily travel.

Today, and in the future, most of our residents will live in suburban communities that vary greatly in the amenities, proximity to jobs, and transportation options they offer.
WE WILL HAVE BECOME A TEST-BED FOR NEW MOBILITY SOLUTIONS AND AUTONOMOUS, ELECTRIC VEHICLES.

In order to discover how new mobility technologies will work in our communities, we need to test them. Encouraging and designing such tests, collecting data, and then using those insights to help develop policies and procedures are key roles for SACOG, in partnership with local communities. Our most significant effort in this area has been through our innovation accelerator, Civic Lab. In 2018, its first year, Civic Lab focused on innovative mobility solutions. Civic Lab convened eight cross-disciplinary teams from different jurisdictions sector teams to tackle challenging issues related to transportation and land use, and to pilot innovative solutions that can have local and regional impacts. Teams consisting of public agencies with non-profit and private sector partners came together to test and innovate on planning, programs, and policy. Their hard work paid off with the SACOG Board of Directors allocating $1 million in project funding which was then matched with nearly $2 million in additional public and private dollars. As a result, many pilot programs launched throughout the region in 2018-2019:

**REGION’S FIRST PASSENGER AUTONOMOUS VEHICLE PILOT:** This program put an electric, 3D-printed Olli shuttle on the campus of Sacramento State to test how students, staff and the public staff would interact with it. Additionally, the university held three courses on engineering, sociology, and design to create hands-on learning for students.

**APPLE HILL PROJECT:** This resulted in reduced traffic during peak tourist times by using wayfinding apps, increasing signage, and improving transit between ranches in this popular agritourism center.

**FIRST/LAST MILE SUBURBAN PROJECT:** Launched multiple projects that include microtransit and travel training programs.

**DAVIS AMTRAK STATION PROJECT:** Works with qualified vendors to increase car occupancy rates with mobile apps and to develop microtransit services.

**FRANKLIN BOULEVARD ZERO EMISSIONS PROJECT:** Operates microtransit and will also fund all-electric shuttle buses through Electrify America.

**RANCHO CORDOVA AUTONOMOUS VEHICLE PROJECT:** Implemented the region’s second Olli shuttle on the White Rock Corporate Campus, a large business park that is home to 1,600 employees. It represented the first time an Olli shuttle had been tested in a business environment.
Travel

In Civic Lab Year 2, teams focused on innovative solutions to transform commercial corridors throughout the region. The success of Civic Lab has led to a stand-up program to support innovative mobility pilot tests.

Embracing the concept of our region becoming a test-bed for transportation innovation has been a core goal for SACOG, but this is not our job alone. Recognizing the significant economic opportunity of establishing ourselves as a test-bed, several other regional entities including SMUD, Los Rios Community College District, California State University Sacramento, University of California Davis, the city of Sacramento, and the Greater Sacramento Economic Council (GSEC) have committed to establishing the California Mobility Center. In partnership with PEM Aachen’s prototyping center in Germany, this center plans to leverage Sacramento’s status as the regulatory center of the world’s fifth largest economy to attract investment and pilot projects from the electric vehicle industry. This will seed new business ventures, encourage new technology training for the regional workforce, and make our region a center of the clean transportation industry.

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This center will support the community and it will create jobs. It can solve some of the disparity of rich and poor in the community and at the same time, it can improve our carbon footprint.

BARRY BROOME
GSEC Chief Executive Officer

SB 375 AND THE 19 PERCENT GREENHOUSE GAS REDUCTION TARGET

WHAT IS SB 375?

Senate Bill 375 (Chapter 728, Statutes of 2008) is a California state law aimed at reducing greenhouse gases from passenger vehicles by 2035 as compared to a 2005 baseline. This law was significantly influenced by the Sacramento Region Blueprint and other smart growth scenario planning initiatives in San Diego, the Bay Area, and Los Angeles. The law requires MPOs to integrate regional land use, housing, transportation, and climate change planning in long range transportation plans like the MTP/SCS.

Under the law, CARB is responsible for setting performance targets for passenger vehicle emissions for each of the state’s 18 MPOs. MPOs are responsible for demonstrating how these targets can be met through the incorporation of a SCS into long-range transportation plans. SB 375 also amends the California Environmental Quality Act (CEQA) to provide incentives for residential and residential mixed-use projects that help to implement an MTP/SCS that meets the ARB targets.
SB 375 focuses on integrated planning processes and incentives rather than a traditional regulatory approach. MPOs are not required to meet the greenhouse gas emission targets established by ARB if they conclude it is not feasible to do so, but then they must prepare an Alternative Planning Scenario to demonstrate what further land use and/or transportation actions would be required to meet the targets.

While the MTP/SCS is required to integrate land use and transportation planning, the plan recognizes and protects local land use authority. Under SB 375 and the MTP/SCS, the region’s cities and counties retain local land use authority over where future development occurs. The MTP/SCS land use and transportation assumptions are built using local plans and in close coordination with planning and transportation staff around the region. The plan does not mandate any changes to local zoning rules, general plans, or processes for reviewing projects; nor can the plan act as a cap on development in any given jurisdiction.

MEETING OUR GREENHOUSE GAS REDUCTION TARGET

For the 2020 MTP/SCS, the ARB assigned SACOG a 19 percent greenhouse gas reduction target. Specifically, this target is the percent reduction in passenger vehicle greenhouse gas emission per capita, compared to year 2005 (FIGURE 3.12). In actual emissions, this change represents a reduction from just over 23 pounds per capita on a given weekday in 2005, to just under 19 pounds by 2035.

There are many factors that influence the amount people drive and the emissions their vehicles generate. FIGURE 3.13 provides an accounting of the key factors that influence greenhouse gas emissions in the MTP/SCS.

Two of these factors are largely outside of the region’s control. First, changes in auto operating cost related to the cost of owning and driving a vehicle (e.g., maintenance, tires, insurance) and second, demographic factors like aging of the population.

Five primary factors are related to policies and actions of the MTP/SCS:

1. **SHORTENED VEHICLE TRIPS**: Reducing the average trip length of the vehicle trips that residents take on a daily basis. This is accomplished largely through a more compact development pattern with a greater density of uses.

2. **INCREASED TRANSIT, BIKE, WALK TRIPS**: Shifting trips from vehicle travel (which generate passenger vehicle greenhouse gases) to non-vehicle modes such as transit, biking, and walking.

3. **EXPRESS LANES AND PAY-AS-YOU-GO FEES**: Price signals are an important factor in predicting how people will travel. Transitioning away from the California fuel tax, which will diminish on a per-mile-traveled basis over time, to tolling and a pay-as-you-go or mileage-based fee, will not only help generate revenue to build and maintain the system, but help to better manage demand on that system.
4. **ITS/TSM**: Implementing intelligent transportation systems (ITS) and transportation system management (TSM), will smooth traffic flows which have the benefits of making the system more reliable, making better use of existing travel lanes, and reducing emissions from vehicles.

5. **ELECTRIC VEHICLES**: Locally funded and implemented programs that incentivize the use of electric vehicles and accelerate the penetration of these vehicles into the regional market.

**FIGURE 3.12** Meeting the Regional Greenhouse Gas Target

![Graph showing GHG emission reduction from 2005 to 2035.](image)

Source: SACOG, July 2019. Based on draft 2020 MTP/SCS forecasts. Metric for SB 375 GHG reduction is passenger vehicle GHG per capita. Estimates shown are for typical weekday conditions. EMFAC2014 used for GHG estimate. Reduction calculated as percentage change from 2005.

**FIGURE 3.13** Key Factors Contributing to 19% GHG Reduction

![Bar graph showing various factors contributing to GHG reduction.](image)

Nikky Mohanna has always lived in what she calls micro-units. In Sacramento she lived in a 350 square foot studio on top of a hundred-year-old building, the former Levinson’s bookstore on 10th Street.

“It showed me that you can totally live in a unit that small because of the amenities the urban core has to offer,” said the 29-year-old property developer. When she left Sacramento, she lived in tiny apartments in New York, London, and Tehran and became convinced that small apartments were “the natural progression of a city . . . for the urban core to be successful, you need these types of products.”

When she returned to Sacramento in 2015, she set about developing 19J, which has been called Sacramento’s first micro-apartment building. But she says that small apartments for urban workers were a key part of the city’s housing in a formerly vibrant downtown before people fled for the suburbs in the 1970s.

“Today what we see as single room occupancy buildings, that was the housing that was built for the workforce. So even though today it has a bad connotation because of the way they were abandoned when everyone left for the suburbs, bringing that whole history back that was part of the fabric of the city, the microunits that we’re building today are really not new, I see it as just enhancing our history.”

The 11-story 19J Midtown project has studios as small as 412 square feet (sf) and one-bedroom units from 522 to 908 sf but what has really grabbed attention are the micro-units that start at 278 sf and $995 a month. When we spoke just weeks away from opening, she said she had had over a thousand applications for 175 units in a very short time frame “and the majority of those are interested in the micro-units and most of those are leased up.”

She credits the interest to people’s desire to live closer to where they work and says this is especially important for the people who work in the industries that help make Midtown vibrant, such as chefs, waiters, and bartenders.

“The people who are creating the vibrancy that makes everyone want to be a part of this community are the people who can’t afford to live in this community. That’s not the way you build a sustainable city . . . So things like micro-units, co-living, those are some of the opportunities. Even though it is very expensive to live in Downtown and Midtown and do urban infill, there are creative ways that through design we can create efficiency and bring down the price point to make it more affordable.”

To make 19J “pencil”, Mohanna had to convince the City of Sacramento to allow the building to exceed the six-story height limit and to use a novel construction technique. Some Midtown residents were opposed to the 11-story height of the project but she said that through dialogue and conversation, she was able to win people over to the project’s merits and why it needed to be that high to work financially.

The project was built using a construction technique Mohanna had seen used in Portland and Seattle that made a high-rise building more cost-effective. It is the first load-bearing metal-stud structure in Sacramento and the tallest in California. It took a lot of research to convince City engineers it would work but she said the City was very open to pushing the envelope and gave them a lot of credit for their open-mindedness.

It was not easy to be the pioneer but Mohanna said that once 19J was stabilized as a viable project, it would provide an important comparable product in the market and would spur more such apartment projects.
Policies and Implementation Actions

The MTP/SCS is a 20-year plan for growth and transportation investment that facilitates vibrant, healthy communities where residents have access to affordable homes, good jobs, clean air, and ready access to the places and destinations that are part of everyday life. The performance outcomes of this plan are dependent on forward-looking policies and strategies that can guide implementation activities over the next one to five years. To achieve our collective vision for the region’s future will require a concerted effort by many agencies and partners, working together to address obstacles and seize opportunities. The policies and strategies of this plan are focused on those key actions that our region needs to take to support four priority policy areas:

1. **Build vibrant places for today’s and tomorrow’s residents**
2. **Foster the next generation of mobility solutions**
3. **Modernize the way we pay for transportation infrastructure**
4. **Build and maintain a safe, reliable, and multimodal transportation system**

A prosperous future with clean air, housing choice, transportation options, and access to opportunity begins with today’s actions.
THE FOUR POLICY PRIORITIES ARE THE PLAN’S OVERALL GOALS AND OBJECTIVES. TO CLEARLY LINK THESE GOALS TO THE POLICIES AND STRATEGIES, THE FOUR MAJOR PLAN OBJECTIVES ARE DESCRIBED IN MORE DETAIL, FOLLOWED BY THE RELEVANT SUPPORTING POLICIES AND ACTIONS, OR STRATEGIES. POLICIES 1 THROUGH 25, LISTED IN THIS CHAPTER, ARE THE PLAN’S POLICIES. THE SUPPORTING ACTIONS ARE THE SHORT-TERM, MID-TERM, AND LONG-TERM STRATEGIES.

Build vibrant places for today’s and tomorrow’s residents

“Vibrant places” can sound like the aspirational and vague language of a real estate ad. But the phrase is really a shorthand to describe communities that provide the opportunities people desire as well as convenient ways to get around so that people can access those opportunities. Exactly what those opportunities are and how people will want to access them will depend on each individual community; there is no cookie-cutter template and community choice is key.

Building vibrant places is not an optional afterthought. Our region is competing with similar mid-size regions across the United States and globe to attract and retain talent, residents, businesses, and investment. Businesses look for communities where workers want to live, and workers are looking for a wider range of housing options, easier travel choices to get to work, more convenient trips to the facilities and services they use, and access to nature and other recreational destinations.

The MTP/SCS forecasts robust housing and employment growth in the region. The plan’s housing forecast assumes construction of, on average, 11,000 new homes annually — roughly a doubling of the region’s average annual permit rate since the end of the Great Recession. As housing production doubles, it will be critical to maintain a balance of infill and greenfield growth over time to avoid the uncoordinated development pattern of the early 2000s that led to worsening regional congestion and air quality.

The growth strategy of the MTP/SCS is built from local plans. Nearly two-thirds of the 260,000 new homes we’re anticipating can be accommodated in existing centers, corridors, and established communities throughout the region (e.g., existing suburbs, downtowns, corridors, and the buildout of today’s newer suburbs). We anticipate the remaining third of new homes to be built in more than two-dozen new developing areas (e.g., greenfield areas).

The plan’s growth strategy also assumes a reversal of historic building trends in that the majority of new homes in the future will be built as either attached homes or single-family homes on smaller lots. This mix of new housing products is critical for housing choice, affordability, walkability, transportation options, and preserving open space and agricultural land.

Although housing and employment development and physical improvements such as lighting, sidewalks, and increased transit service are positive steps needed to build vibrant communities, they come with the risk of unintended negative consequences. These include displacement, meaning that a neighborhood’s increasing desirability as it is improved leads to rising housing costs that can drive out existing residents.

Displacement can make a community less equitable, because lower income residents can no longer
afford to live there, making it harder to access its opportunities and amenities. A related negative consequence can be that some residents may perceive that improvements that have been made without including them in the planning are not for them or they don’t understand how to use them.

Anti-displacement strategies at a local level such as engaging potentially affected residents and helping them build that social capital will be critical to building vibrant communities. Because there is much debate over what solutions can be used to solve or alleviate displacement issues, jurisdictions will need to identify policies and programs that best fit their unique needs and priorities.

SUPPORTING POLICIES

POLICY 1: Provide incentives, information, tools, technical assistance, and encouragement to support implementation of the Sacramento region’s Sustainable Communities Strategy through:

- Development in communities where services, amenities, and transportation infrastructure already exist;
- The economic viability of rural lands and conservation of open space and agricultural resources;
- Revitalization of urban, suburban, and rural centers and corridors;
- Coordinated and phased greenfield growth that prioritizes walking and bicycling in scale and design while incorporating new urbanist design principles;
- Higher density housing options such as small-lot or attached single-family products, accessory dwelling units, and multi-family housing options where appropriate;
- A diversity of housing to provide options for all residents;
- Complete communities that include a balance of homes, jobs, services, amenities, and diverse transportation options;
- Transit-oriented development including more housing and jobs in high frequency transit areas;
- Complete streets that provide safe, comfortable, and equitable facilities for people of all ages and abilities to walk, bike, and ride transit.

POLICY 2: Pursue funding opportunities that support the infrastructure improvements needed to support new housing and employment opportunities in existing urban, suburban, and rural communities.

The MTP/SCS relies on and supports a concerted effort on the part of cities and counties to foster a balance of jobs and housing. Understanding that not all residents will choose to live and work in the same community, more housing near job centers, and more jobs near major residential areas, will provide choice and reduce the growth rate of vehicle miles traveled. The plan’s land use forecast assumes that housing-rich jurisdictions will invest in, attract, and encourage job growth and that today’s jobs-rich jurisdictions will invest in, attract, and encourage compact residential development.
## SUPPORTING ACTIONS

<table>
<thead>
<tr>
<th>Action</th>
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<th>Timeframe</th>
</tr>
</thead>
<tbody>
<tr>
<td>Secure funding and implement the Green Means Go Pilot Program to encourage infill development and revitalization of commercial corridors.</td>
<td>SACOG, cities and counties, private, public and non-profit sector partners</td>
<td>2020-2024</td>
</tr>
<tr>
<td>Develop a Regional Housing Needs Plan with action steps and incentives that put member agencies in a better position to accelerate infill and affordable housing production.</td>
<td>SACOG, cities and counties</td>
<td>2020</td>
</tr>
<tr>
<td>Secure funding to allow the region’s jurisdictions and stakeholders to revisit and update the Blueprint.</td>
<td>SACOG, cities and counties, non-profit and private organizations</td>
<td>2020-2024</td>
</tr>
<tr>
<td>Continue to provide tools and project support to grow regional jobs and housing, including tools for preventing displacement. Examples include the TOD Toolkit, Rural-Urban Connections Strategy, Economic Prosperity Strategy, Housing Policy Toolkit, SB 375 and SB 743 CEQA streamlining.</td>
<td>SACOG, private and non-profit sector partners</td>
<td>2020-2040 [ongoing]</td>
</tr>
<tr>
<td>Continue to provide technical assistance to support urban, suburban, and rural community revitalization without displacement. Examples include Civic Lab Year 2, Rural Main Streets Technical Assistance, Rural-Urban Connections Strategy, data and tools for SB 743 implementation, and the Transit-Oriented Development Action Plan.</td>
<td>SACOG, cities and counties</td>
<td>2020-2040 [ongoing]</td>
</tr>
<tr>
<td>Provide data, research, analysis, incentives, and other support to housing-rich communities actively trying to promote walkable, higher density job centers, and jobs-rich communities to promote housing growth.</td>
<td>SACOG, cities and counties</td>
<td>2020-2040 [ongoing]</td>
</tr>
</tbody>
</table>
Foster the next generation of mobility solutions

Since the adoption of the last MTP/SCS in 2016, new technologies and mobility options have changed the way the region thinks about transportation. Bike and scooter share, ride-hailing, and on-demand microtransit raise opportunities and challenges for the 20-year scope of the MTP/SCS. How do new mobility options simultaneously complement and compete with public transit? While many new mobility options are showing up in urban parts of the region, how should these technologies and services be deployed in the more suburban and rural parts of the region over the coming decades? And, how do cities and counties ensure equitable access to low-income communities when the market doesn’t drive these private options to serve them?

Better travel times, less congestion, improved air quality, and lower greenhouse gas emissions all depend on a variety of mobility options and programs becoming more widely available across all types of communities in the region. These mobility options and programs may include bike or car share, various ride-hailing options like Uber pooling, vanpools, microtransit, transportation demand management, or more traditional services like bus and light rail. A modernized public transit system with good bus and rail service is the backbone of this plan’s shared mobility strategy. Bus and light rail service that offers fast, reliable, and safe travel, and connects with new mobility services, can provide more travel choices to residents throughout the region.

The transit strategy of this plan emphasizes increased frequencies on productive transit routes, supplemented by lower cost, microtransit, or demand-sensitive options where ridership is not high enough to justify regular, fixed-route service. Transit service in the plan is dependent on transit-supportive infrastructure and land uses and is complemented by new mobility options that give riders more first/last mile options that increase their opportunities to use transit for at least some portion of their daily travel. The numbers of homes and jobs near high-frequency transit service, with vehicles coming every 15 minutes or more frequently, more than double by 2040. This more frequent transit service, strategically serving higher densities of people, is an important piece of the mobility services that will increase access to jobs by transit by more than 300 percent by 2040.

SUPPORTING POLICIES

POLICY 3: Implement pilot projects aimed at making microtransit and micromobility [such as bike and scooter share] work for urban, suburban, rural, and low-income areas of the region.

POLICY 4: Pursue flexibility in state and federal funding sources to enable testing and implementation of innovative mobility solutions that are affordable, accessible, and reduce greenhouse gas emissions.

POLICY 5: Support innovative education and transportation demand management programs covering all parts of the region, to offer a variety of alternatives to driving alone.

POLICY 6: Pursue new funding and planning opportunities to support electric vehicle infrastructure and programs for both private vehicles and public transit fleets.

POLICY 7: Support transit agencies and local governments looking to secure funds to improve the frequency, hours of service, and coverage of productive bus service [including bus rapid transit, express bus, and more frequent fixed-route service].

POLICY 8: Support more seamless travel through better traveler information for trip planning, reliable service and coordination between operators for transit, shared mobility and other first/last mile connections.
# SUPPORTING ACTIONS

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<tr>
<th>Action</th>
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<tbody>
<tr>
<td>Continue to assist transit and local agencies in finding ways to develop, test, and pilot new mobility services such as microtransit, bike share, and micromobility. Examples include Civic Lab, bike share, and Smart Ride pilots in Citrus Heights, Franklin Blvd., and other locations.</td>
<td>SACOG, transit agencies, non-profit and private organizations, cities and counties</td>
<td>2020-2024</td>
</tr>
<tr>
<td>Lead a collaborative effort to shape a vision of next generation transit for the region that includes strategies to integrate traditional transit services with new mobility options.</td>
<td>SACOG, transit agencies, non-profit and private organizations, cities and counties</td>
<td>2020-2024</td>
</tr>
<tr>
<td>Develop and implement new employer- and residential-based transportation demand management programs.</td>
<td>SACOG, non-profit and private organizations, cities and counties</td>
<td>2020-2024</td>
</tr>
<tr>
<td>Partner with cities and transit operators to identify improvements in service delivery, routing, and transit-oriented development. Examples include SacRT Forward, Transit Asset Management Planning, and Transit-Oriented Development Action Plan.</td>
<td>SACOG, transit agencies, cities and counties</td>
<td>2020-2040 [ongoing]</td>
</tr>
<tr>
<td>Actively support transit agencies in securing funding to improve transit stations and replace aging bus and light rail vehicles. Examples include changes in 2018 to the SECAT program, which in part funds zero-emission buses and transit funding awards from state Senate Bill 1 competitive grant programs.</td>
<td>SACOG, transit agencies</td>
<td>2020-2040 [ongoing]</td>
</tr>
</tbody>
</table>
Modernize the way we pay for transportation infrastructure

Current funding sources for transportation infrastructure are not enough to pay for everything our region wants to build. The gas tax as the primary source of paying for transportation is not sustainable in a future where electric and hybrid vehicles are commonplace. The region must lead the state in finding innovative ways to finance building and maintaining our transportation infrastructure in both the near- and long-term. To meet this challenge, the region is pursuing two types of roadway pricing—facility-based tolling (e.g. managed/express lanes) and pay-as-you go (PayGo) fees based on mileage driven as a replacement to the fuel tax.

The roadway pricing mechanisms in the MTP/SCS are a critical component of the regional strategy to raise enough revenue to fund our transportation infrastructure, provide mobility benefits to residents, manage traffic, and help to achieve the region’s SB 375 greenhouse gas reduction target. As the fuel tax diminishes in purchasing power and the state and federal governments look at pricing options to replace it, our region will take a leadership role in figuring out how roadway pricing can replace fuel taxes as a primary source of transportation funding.

SUPPORTING POLICIES

POLICY 9: Pursue new and reformed transportation funding methods and sources to implement the MTP/SCS that are stable, predictable, flexible, and adequate to operate, maintain, and expand the transportation system. Mileage-based fees/PayGo should replace, not be on top of, existing state fuel taxes.

POLICY 10: Find solutions and reliable funding sources to meet the maintenance needs of roads that support rural economies, natural resource-based industries, agriculture, farm-to-market routes, and freight corridors.

POLICY 11: Initiate a leadership role in testing and piloting roadway pricing mechanisms, such as facility-based tolling and mileage-based fees, in partnership with the state, federal, and local agencies and private sector organizations.

POLICY 12: Take steps to implement tolling or pricing of specific lanes on major facilities, such as freeways, to improve traffic management, reliability, and operations of those facilities and to help raise funding for the cost of building and maintaining large capital investments.
**POLICY 13:** All new major expansion projects on the region’s freeways and expressways should be planned for eventual deployment of pricing options to both manage demand and provide a financing mechanism for capital costs. Any pricing strategy pursued should be sensitive to changes in roadway demand during different parts of the day (peak/off-peak) with the objective of managing demand and providing travel choice.

**POLICY 14:** Revenues generated from facility-based pricing should be used to build and maintain a regional network of paid express lanes and, where surplus revenue is available, on strategic transit services [e.g., express buses] or other mobility solutions that can reduce vehicle miles traveled and provide multiple travel options along priced corridors.

**POLICY 15:** New taxes and fees, including mileage-based fees, intended to raise additional funding for transportation purposes should prioritize closing the gap for system maintenance and state-of-good repair needs before investing in system expansion.

**POLICY 16:** When implementing pricing strategies, both paid express lanes and mileage-based fees/ PayGo, the region should make every effort to avoid negatively impacting lower income and rural households. For regional implementation of PayGo, explore innovative options for setting fees, such as including off-setting incentives for non-vehicular travel, off-sets to fees for disadvantaged households, and keying fee rates to maintenance and fix-if-first goals.

**SUPPORTING ACTIONS**

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<tr>
<th>Action</th>
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</thead>
<tbody>
<tr>
<td>Work with Caltrans and other local partners to identify options for governance and administration of revenues from facility-based pricing, in coordination with ongoing managed lane studies.</td>
<td>SACOG, Caltrans, cities and counties</td>
<td>2020-2024</td>
</tr>
<tr>
<td>Work with regional partners to develop pilots focused on innovative tolling and PayGo concepts.</td>
<td>SACOG, MPOs, Caltrans, cities and counties, universities</td>
<td>2020-2024</td>
</tr>
<tr>
<td>Collaborate with the state agencies, metropolitan planning organizations, and other organizations on efforts to study and advocate for a sustainable replacement to fuel taxes [e.g., PayGo fees].</td>
<td>SACOG, state, MPOs, universities</td>
<td>2020-2024</td>
</tr>
<tr>
<td>Support local agencies in pursuing options to implement new local fees and taxes dedicated to transportation improvements.</td>
<td>SACOG, cities and counties, transit agencies, local taxing authorities</td>
<td>2020-2035</td>
</tr>
</tbody>
</table>
Build and maintain a safe, resilient, and multimodal transportation system

This is a plan to spend nearly $35 billion over the next two decades to maintain, build, and modernize the region’s transportation system. The plan prioritizes fixing and operating what we already have, with more than half of total investments: around $21 billion going toward maintaining the existing system of roads and highways, and operating transit services. Of this, $12.6 billion is going to road and highway maintenance and $8.1 billion to transit operations and vehicle purchases.

Almost $9 billion of the $35 billion budget is anticipated to go to expanding the transportation system. Of this capacity budget, $6.8 billion will go to road and highway expansion projects, including operational, safety, and multi-modal elements as part of large capital projects. More than two-thirds of that road capacity investment will be on existing streets and roads, with a focus on serving the areas of the region where growth is expected and where congestion exists today or is likely to occur based on future growth patterns. The other $2 billion of capacity increases will go to large transit capital expansion projects such as extending light rail to Natomas, improving heavy rail service into Placer County, or other infrastructure investments to facilitate enhanced bus service like Bus Rapid Transit.

To build a multimodal system that is safe and efficient for all users, $5.6 billion of the $35 billion budget goes to dedicated bicycle and pedestrian infrastructure, safety programs and improvements, operational improvements to get more out of existing infrastructure, and programs to connect residents with options and services that will allow them to leave their cars at home and reduce the need for ever-expanding roads and highways.

Even with new funding sources included in this plan, there is not enough funding to pay for everything. To deliver on the priorities of this plan, the region must prioritize near-term investment decisions, align regional and local funding programs with a set of common goals, and be creative and strategic in pursuing state and federal grants. These efforts must be supported by performance measures, data, and strong partnerships among public and private organizations throughout the region. Appendix A: Transportation Project List describes all the near- and long-term transportation programs, infrastructure investments, and improvements included in this plan.
SUPPORTING POLICIES

**POLICY 17:** Reduce the growing system maintenance funding gap by prioritizing spending flexible revenues on state-of-good repair improvements before investing in system expansion.

**POLICY 18:** System expansion investments that are not directly paid for by new development should be focused on fixing major bottlenecks that exist today, and/or incentivize development opportunities in infill areas.

**POLICY 19:** Transit expansion, particularly light rail and other fixed infrastructure transit options, should be targeted at communities with supportive land use policies and development patterns that will generate transit ridership and improve the cost recovery rates for transit service.

**POLICY 20:** Prioritize cost effective safety improvements that will help the region eliminate fatal transportation related accidents.

**POLICY 21:** Transportation infrastructure investments should be planned and built in a way that makes the system more resilient to extreme weather events and natural disasters.

**POLICY 22:** Invest in bicycle and pedestrian infrastructure to encourage healthy, active transportation trips and provide recreational opportunities for residents and visitors.

**POLICY 23:** Prioritize and incentivize transportation investments that benefit environmental justice communities.

**POLICY 24:** Invest in transportation improvements that improve access to major economic assets and job centers.

**POLICY 25:** Prioritize investments in transportation improvements that reduce greenhouse gas emissions and vehicle miles traveled.
### SUPPORTING ACTIONS

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<thead>
<tr>
<th>Action</th>
<th>Responsible Parties</th>
<th>Timeframe</th>
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<tbody>
<tr>
<td>Participate as a regional partner in implementation of an economic prosperity strategy.</td>
<td>SACOG, non-profit and private organizations, business organizations, cities and counties</td>
<td>2020</td>
</tr>
<tr>
<td>Continue to improve project assessment tools that support data-informed decision-making. Examples include continuing to use and improve the project performance tool in SACOG’s funding rounds, monitoring and reviewing project phasing, and providing data and tools to support local implementation of SB 743 and SB 375.</td>
<td>SACOG</td>
<td>2020-2040 (ongoing)</td>
</tr>
<tr>
<td>Work with the business community, equity groups, and other stakeholders to identify priority transportation investments for economic prosperity.</td>
<td>SACOG, business organizations, nonprofit organizations, Caltrans, cities and counties, transit operators</td>
<td>2020-2024</td>
</tr>
<tr>
<td>Continue to pursue grant funding to implement high-performing projects consistent with the performance goals of the MTP/SCS.</td>
<td>SACOG, Caltrans, cities and counties, transit operators</td>
<td>2020-2040 (ongoing)</td>
</tr>
<tr>
<td>Continue to pursue grant funding specified for disadvantaged communities to implement community supportive projects.</td>
<td>SACOG, Caltrans, cities and counties, transit operators</td>
<td>2020-2040 (ongoing)</td>
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</table>
### Tracking Implementation Progress

How will we know we’re on course to achieve the goals of the MTP/SCS? The following table describes indicators that will help the region measure and monitor implementation of the MTP/SCS both in the near term and long term. SACOG will track progress on these indicators over the course of plan Implementation.

<table>
<thead>
<tr>
<th>Performance Tracking Indicator</th>
<th>Build vibrant places for today’s and tomorrow’s residents</th>
<th>Foster the next generation of mobility solutions</th>
<th>Modernize the way we pay for transportation infrastructure</th>
<th>Build and maintain a safe, reliable, and multimodal transportation system</th>
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</thead>
<tbody>
<tr>
<td>Number of local housing policy and/or ordinance changes that result from planning work funded by Senate Bill 2 or other state funding programs, the Regional Housing Needs Plan, the Housing Policy Toolkit, and locally led efforts.</td>
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<tr>
<td>New housing starts in small lot and attached products.</td>
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<tr>
<td>Increased production of housing in existing communities, centers, and commercial corridors.</td>
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<tr>
<td>Local plans and projects consistent with the Blueprint and/or SCS.</td>
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<tr>
<td>Local land use changes such as infill development, increased density, and jobs/housing balance, that are intended to be outcomes of transportation investment programs or projects.</td>
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<tr>
<td>Successful new mobility pilot projects and program get expanded or extended.</td>
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<tr>
<td>New pilots launched to test additional new mobility solutions.</td>
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<tr>
<td>Case studies and lessons learned from unsuccessful pilot projects.</td>
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<tr>
<td>Federal and state grant funds captured for transit vehicle replacement.</td>
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<td>Transit fleet and facility plans to prepare for zero emission vehicle requirements.</td>
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<tr>
<td>Number of new and innovative transportation demand management programs including data and lessons learned from pilots.</td>
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### Performance Tracking Indicator

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<td>Implementation of new high-frequency bus service, including the region’s first bus rapid transit and zero-emission bus shuttle between downtown Sacramento and Sacramento International Airport.</td>
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<td>Grant opportunities and successful grant applications that align with the goals of the MTP/SCS.</td>
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<td>Transportation investments that support economic development.</td>
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<td>Data and analysis that can be used to support future regional funding programs and state and federal grant opportunities.</td>
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<td>Number of fatal collisions on the region’s roadways</td>
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<td>Improved travel time to employment centers, education institutions, and other regional destinations (e.g., Sacramento International Airport).</td>
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<td>Data and lessons learned from pricing pilot projects in our region.</td>
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<td>Implementation of new locally-derived transportation fees and/or taxes.</td>
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<td>Amount of funding the region wins, collectively, in federal and state grants.</td>
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When Gurnam Pamma arrived in Live Oak in 1971, the 20-year-old from India had $8 in his pocket, given to him by his father. He went to work in the fields, earning $1.35 an hour. Then Live Oak had about 1,100 residents; now the population is approaching 10,000. Over almost five decades of hard work, Pamma’s farm and business have also grown. His family farms more than 1,400 acres of walnuts, almonds, prunes, peaches, and some kiwis and persimmons. About four years ago he also founded a walnut and prune processing facility, Sutter Buttes Mercantile.

But Live Oak’s transportation infrastructure has not grown enough to accommodate all the new residents. Congestion is bad and the City of Live Oak and Sutter County are struggling to maintain the roads they do have, he says, let alone build more. The road that leads to Sutter Buttes Mercantile passes through both Sutter and Butte counties. The Butte portion is paved, the Sutter section unpaved, and heavily-laden trucks have to contend with the mud in winter.

“Now, there is 900 percent more traffic on the roads and it takes a long time to move the produce, especially in Live Oak. We have route 99 going through town and in the morning and evening, it is always very congested from the center of the city up to the [Butte] county line, about three-and-a-half miles. It can be backed up the whole way,” says Pamma.

When trucks loaded with crates of walnuts or prunes leave Sutter Buttes Mercantile, located near the Sutter/Butte county line, for the Port of Oakland, sometimes they have to wait at the rural intersection with Route 99 for four or five cycles of the traffic lights in the center of Live Oak before they can turn right. It costs his business time and fuel.

As Pamma sees it, the problem is that Live Oak’s growth has been fueled by cheap houses. “People live in this city but they have to work outside the area. We don’t have many facilities here that can give people jobs. They go to Sacramento, some of them go to Chico, some of them go to Oroville. So we need some manufacturing to provide jobs. But people always come to Live Oak because the houses are cheaper here than in Yuba City. It takes 10-15 minutes more to get to Sacramento but it’s cheaper to live here.”

In 2040, Pamma will turn 90 and he jokes that by then he won’t need the infrastructure upgrades he is seeking now. He loves Live Oak for its small-town sense of community but worries there is not enough to keep his grandchildren there, unless they want to be farmers. “We should have some sort of industry here so people can have jobs. We need more jobs.”