

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: January 21-22, 2004

Reference No.: 2.8d
Action Item

From: ROBERT L. GARCIA
Chief Financial Officer

Prepared by: Terry Abbott
Division Chief
Local Assistance

Ref: **REQUEST TO EXTEND THE PERIOD OF PROJECT DEVELOPMENT EXPENDITURE
PER RESOLUTION G-01-21, FOR LOCAL STREETS AND ROADS PROJECTS
WAIVER-03-33**

ISSUE:

The California Transportation Commission (Commission) allocated funds totaling \$10,497,000 in Fiscal Year (FY) 2000-2001 and FY 2001-2002 for three projects in the cities of Glendale (POST FACT) and Bishop. The cities were unable to expend all the funds by the expenditure deadline. The attachment shows the details of the projects and the delays that have resulted in the extension requests. The cities request extensions and their respective planning agencies concur.

RECOMMENDATION:

The Department of Transportation's recommendations are shown on the attachment.

BACKGROUND:

Resolution G-01-21, State Transportation Improvement Program (STIP) Guidelines, adopted by the Commission on July 12, 2001, stipulates that funds programmed for project development and right of way components of local grant projects are available for expenditure only until the end of the second fiscal year after allocation. The Guidelines further stipulate that the Commission may approve waivers to the timely use of funds deadline one time only for up to 20 months in accordance with Section 14529.8 of the Government Code.

Attachment

Time Extension/Waiver – Project Development Expenditure Deadline
 Local Streets and Roads Projects
 Program Year 2003-04

Project #	Applicant County	Extension Amount By Component (\$ in thousands)			Number of Months Requested
		E&P	PS&E	R/W	
PPNO Project Description		CON	TOTAL	CT Recommendation	
Reason for Project Delay:					
1	City of Glendale	\$0			20 months
	Los Angeles	\$0			
		\$10,374			2/28/2005
	PPNO: 9814	\$0			
	Modify Interchange on State Route 134 POST FACT REQUEST	\$10,374			Neutral
<p>In November 2000, the California Transportation Commission allocated the right-of-way funding for this project, and in December 2000, the Department of Transportation authorized the City to proceed with the right-of-way acquisition activities. In compliance with the STIP Guidelines, the City intends to transfer 20% of the right-of-way funds to the construction phase of the project. This transfer can only take place after the allocation of the construction component. In addition, the costs associated with utility relocation and mitigation of impacts to private improvements are presently programmed in the right-of-way component. The utilities will need to be relocated within the new roadway alignment proposed by the project, which will be in place after significant demolition and grading operations within the private properties impacted by the project. These activities will be included in the construction scope of work and will be conducted in the early stages of construction. Utility relocations, typically compensated from the right-of-way funds, will then follow. Due to current STIP funding shortfalls, the funding of the construction component is not anticipated to take place soon. The requested extension for the expenditure deadline is in view of the timing of the start of the construction. In addition, the extension will provide the City the necessary time to finalize the eminent domain Court proceedings currently in progress. Therefore, the City is requesting the maximum extension of 20 months.</p>					
2	City of Bishop	\$0			20 months
	Inyo	\$55			
		\$0			2/28/2006
	PPNO: 1502	\$0			
	New Construction – MacIver Street	\$55			Support – meets STIP Guidelines
<p>This project's schedule and costs were amended in the 2002 RTIP. The construction component was shifted from Fiscal Year (FY) 2002-03 to FY 2005-06. The PS&E funds were allocated June 20, 2002 and the expenditure deadline is June 30, 2004, which is well before the rescheduled construction year. Therefore, the City is requesting a 20-month extension of the expenditure deadline.</p>					
3	City of Bishop	\$0			20 months
	Inyo	\$68			
		\$0			2/28/2006
	PPNO: 0005	\$0			
	Rehabilitation – Home Street	\$68			Support – meets STIP Guidelines
<p>This project was on schedule and the construction allocation has been requested and is awaiting approval. Due to current STIP funding shortfalls, the construction may not be allocated soon. The City anticipates transferring some PS&E funds to construction once it is allocated. The PS&E funds were allocated March 23, 2002 and the expenditure deadline is June 30, 2004. Therefore, the City is requesting a 20-month extension of the PS&E expenditure deadline.</p>					