

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: June 16-17, 2004

Reference No.: 3.7
Information Item

From: ROBERT L. GARCIA
Chief Financial Officer

Prepared by: Terry Abbott
Division Chief
Local Assistance

Ref: **LOCAL ASSISTANCE QUARTERLY LUMP SUM ALLOCATION STATUS REPORT
FOR FISCAL YEAR 2003-04**

SUMMARY:

In June 2003, the California Transportation Commission (Commission) adopted Resolution FM-02-05, allocating funds for the Local Assistance Program for Fiscal Year 2003-04. The allocation included approximately \$75 million in state funds and \$891 million in federal funds, for a total of approximately \$966 million.

In April 2004, and per SB 10 (Soto), the Commission adopted Resolution FM 03-06, approving a technical adjustment to the lump sum allocation to accommodate the exchange of federal funds for state funds for the Safe Routes to School Program. The amount of the exchange was \$22 million. The total state allocation was increased from approximately \$75 million to \$97 million and the federal funds were reduced from \$891 million to \$869 million.

As of April 30, 2004, \$332.6 million or approximately 34% of the \$966 million allocated has been expended.

Delays in approval of the new federal act, authorization of the federal appropriation's and the limited obligation authority (OA) provided through continuous resolution by the Federal Highway Administration and the \$200 million loan of local federal OA to the state have contributed to the slower use of the allocated funds.

BACKGROUND:

The Local Assistance Program administers the local assistance subvention budget under authority from the Commission. The Commission provides an annual lump sum allocation consistent with the Budget Act. The Commission further delegates to the Department of Transportation (Department) the

authority to adjust allocations for local assistance and the Department reports to the Commission if any transfers in or out of an expenditure category exceed 10 percent of the total allocation.

Local Assistance Lump Sum Allocation Status for the Fiscal Year (FY) 2003-2004:

As of April 30, 2004, \$332.6 million or 34% of the \$966 million of Local Assistance funds allocated have been expended. These funds were allocated for 239 local projects. Most of these expenditures, \$314 million or 94 percent and 183 projects, are for:

Congestion Mitigation & Air Quality Program (CMAQ) – 60 projects, \$186.2 million
Surface Transportation Program (STP) – 39 projects, \$58.5 million
Transportation Enhancement Activities (TEA) Program – Regional Share – 20 projects, \$22.4 million
Highway Bridge Rehabilitation & Replacement Program – 53 projects, \$25.4 million
Demonstration Program – 11 projects, \$21.6 million

The remaining fifty-six projects are in categories that represent less than 11% of the total funds allocated. Three categories have not encumbered funds to date. These categories are STP State Match and Exchange, Railroad (RR) Grade Separations and the Local Bridge Inspection and Scour. These categories represent approximately 7% of the total funds allocated.

The allocation for Demonstration Projects is zero since specific projects expected to receive funds during this fiscal year were not known. Including a category for Demonstration Projects in the allocation from the Commission allows the Department to make allocations for these projects using the excess funds from other categories and prevents delays in allocating funds.

Attachment

LOCAL ASSISTANCE FUNDS
 FY 2003-04
 (As of April 30, 2004)

Reference No.: 3.7
 Attachment

(Dollars in 1,000)

Fund Description	CTC Allocation		Total Expenditures		Allocation Balance		Percent of Allocation Expended		Number of Projects	
	State	Federal	State	Federal	State	Federal	State	Federal	State	Federal
Surface Transportation Pgrm (STP)		372,945	0	58,469	0	314,476	0	314,476	16%	39
STP State Match and Exchange	46,000		0	0	0	46,000	0	46,000	0%	
Congestion Mitigation & Air Qual Pgrm (CMAQ)		277,000	0	186,184	0	90,816	0	90,816	67%	60
Bridge Scour & State Match	900	3,300	0	0	900	3,300	0	4,200	0%	
Highway Bridge Rehabilitation & Replacement (HBRR)		98,640	0	25,451	0	73,189	0	73,189	28%	53
Bridge - Seismic Retrofit	0	52,490	0	3,323	0	49,167	0	49,167	6%	14
RR Grade Crossing Protection		10,000	0	4,727	0	5,273	0	5,273	47%	9
RR Grade Crossing Maintenance	4,250		4,250	0	0	0	0	0	100%	1
Railroad Grade Separations	15,000		0	0	15,000	0	0	15,000	0%	
Hazard Elimination & Safety (HES)		8,000	0	2,990	0	5,010	0	5,010	37%	16
Safe Routes to School	22,000	0	0	464	22,000	-464	0	21,536	2%	11
Transportation Enhancement Activities, Regional Share		45,000	0	22,450	0	22,550	0	22,550	50%	20
Transportation Enhancement Activities Exchange	6,440		200	0	6,240	0	0	6,240	3%	1
Demonstration Projects		0	0	21,668	0	-21,668	0	-21,668		11
Miscellaneous	2,000	1,625	1,000	1,471	1,000	154	1,000	1,154	68%	4
Total Local Assistance Subvented Funds	\$96,590	\$869,000	\$5,450	\$327,197	\$332,647	\$541,803	\$91,140	\$632,943	34%	239

6% 38% 34%

Assumptions:

- The amounts do not include Freeway Service Patrol or Bay Area Ferry Operations.
- Federal Transit Administration transfers are \$39,632 for RSTP, \$165,161 for CMAQ and \$15,000 for TEA.
- Misc. expenditures include projects not included elsewhere.
- Balances are based on allocation requests.
- The Allocation balance is the difference between Commission allocation and Total Expenditures.
- Expenditures and Number of Projects is from LP2000 report.