

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: December 8-9, 2004

Reference No.: 3.9
Information Item

From: CINDY MCKIM
Acting Chief Financial Officer

Prepared by: Terry Abbott
Division Chief
Local Assistance

Ref: **FINAL CLOSE-OUT REPORT ON FY 2003-04 LOCAL ASSISTANCE LUMP SUM ALLOCATION**

SUMMARY:

In June 2003, the California Transportation Commission (Commission) passed Resolution FM-02-05, allocating a total of \$986,519,000 for the Local Assistance Program for FY 2003-04. The allocation included approximately \$75 million in state funds and \$891 million in federal funds, for a total of approximately \$966 million, for specific local assistance programs.

Approximately 90 percent of the funds allocated by the Commission are federal funds made available by the Federal Highway Administration as prescribed by law for local transportation projects on an annual basis.

In April 2004, and per SB 10 (Sotto), the Commission adopted Resolution FM-03-06, approving a technical adjustment to the lump sum allocation to accommodate the exchange of federal Hazard Elimination and Safety 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.

In October 2004, the Department of Transportation (Department) presented the final status lump sum allocation report for FY 2003-04 to the Commission. The report included prior year allocations and expenditures by fiscal year. The attachment includes the detail of the allocation and expenditure information by category for FY 2001-02, FY 2002-03 and FY 2003-04, as requested by the Commission.

BACKGROUND:

The Department of Transportation's (Department) 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 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 that exceed 10 percent of its allocation.

FY 2003-04 compared to prior years as of September 30, 2004:

The delivery to date for FY 2003-04 is \$1.1 billion, or 117 percent, of the \$966 million allocated by the Commission. Of this amount, \$72 million is for state sub-allocations and \$1 billion for federal sub-allocations. The federal sub-allocations include \$363 million for transfers made to the Federal Transit Administration.

For FY 2002-03, the Commission allocated \$993 million, and all funds have been sub-allocated. For FY 2001-02, the Commission allocated \$996 million, and all funds have been sub-allocated. Based on this information, local assistance subvention funds allocated annually by the Commission are used by the third year the allocation is approved.

The attached report includes detail allocation and expenditure information by category. Expenditures in some of the categories are in excess of the allocated amount, while other categories will not fully expend all the allocated funds. Per the Commission's allocation delegation, the Department reports this information on a quarterly basis.

Attachment

**LOCAL ASSISTANCE FUNDS
FY 2001-02
(As of September 30, 2004)**

Reference #3.9
Attachment Page 1

(Dollars in 1,000)

Fund Description	CTC Allocation			Total Expenditures			Allocation Balance			Percent of Allocation Expended	Number of Projects
	State	Federal	Total	State	Federal	Total	State	Federal	Total	Total	Total
Surface Transportation Pgrm (STP)		331,100	331,100	0	313,677	313,677	0	17,423	17,423	95%	471
STP State Match and Exchange	46,000		46,000	47,386	0	47,386	-1,386	0	-1,386	103%	87
Congestion Mitigation & Air Qual Pgrm (CMAQ)		350,235	350,235	0	103,014	103,014	0	247,221	247,221	29%	285
Bridge Scour & State Match	900	3,300	4,200	268	1,073	1,341	632	2,227	2,859	32%	4
Highway Bridge Rehabilitation & Replacement (HBRR)		98,645	98,645	0	99,125	99,125	0	-480	-480	100%	178
Bridge - Seismic Retrofit	15,000	54,300	69,300	10,273	43,149	53,422	4,727	11,151	15,878	77%	199
RR Grade Crossing Protection		9,394	9,394	0	23,488	23,488	0	-14,094	-14,094	250%	37
RR Grade Crossing Maintenance	4,250		4,250	4,250	0	4,250	0	0	0	100%	1
Railroad Grade Separations	7,500		7,500	7,500	0	7,500	0	0	0	100%	2
Hazard Elimination & Safety (HES)		8,304	8,304	0	14,198	14,198	0	-5,894	-5,894	171%	85
Safe Routes to School	20,665	0	20,665	20,206	10,714	30,920	459	-10,714	-10,255	150%	145
Transportation Enhancement Activities - Regional Share	0	39,760	39,760	25	75,213	75,238	-25	-35,453	-35,478	189%	176
Transportation Enhancement Activities Exchange	3,000		3,000	3,000	0	3,000	0	0	0	100%	18
Demonstration Projects		0	0	0	117,465	117,465	0	-117,465	-117,465	0%	53
Miscellaneous	2,100	1,100	3,200	9,181	18,082	27,263	-7,081	-16,982	-24,063	852%	89
Total Local Assistance Subvented Funds	99,415	896,138	995,553	102,089	819,198	921,287	-2,674	76,940	74,266	93%	1,830
FTA Transfers	0	0	0		310,664	310,664			0		89
Total Local Assistance including FTA Transfers	99,415	896,138	995,553	102,089	1,129,862	1,231,951	(2,674)	76,940	74,266	124%	1,919

Assumptions:

- The amounts do not include Freeway Service Patrol or Bay Area Ferry Operations.
- FTA transfers are \$70,673 for RSTP, \$238,257 for CMAQ, and \$1,732 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.

**LOCAL ASSISTANCE FUNDS
FY 2002-03
(As of September 30, 2004)**

Reference #3.9
Attachment Page 2

(Dollars in 1,000)

Fund Description	CTC Allocation			Total Expenditures			Allocation Balance			Percent of Allocation Expended	Number of Projects
	State	Federal	Total	State	Federal	Total	State	Federal	Total	Total	Total
Surface Transportation Prgm (STP)	46,000	372,945	418,945	44,440	240,780	285,220	1,560	132,165	133,725	68%	351
STP State Match and Exchange			0			0	0	0	0	#DIV/0!	90
Congestion Mitigation & Air Qual Prgm (CMAQ)		352,000	352,000		134,219	134,219	0	217,781	217,781	38%	188
Bridge Scour & State Match	2,500	3,300	5,800	224	474	698	2,276	2,826	5,102	12%	4
Highway Bridge Rehabilitation & Replacement (HBRR)		98,640	98,640		85,673	85,673	0	12,967	12,967	87%	196
Bridge - Seismic Retrofit	900	52,490	53,390	4,445	58,342	62,787	-3,545	-5,852	-9,397	118%	101
RR Grade Crossing Protection		10,000	10,000		6,761	6,761	0	3,239	3,239	68%	25
RR Grade Crossing Maintenance	4,250		4,250	4,076		4,076	174	0	174	96%	1
Railroad Grade Separations	15,000		15,000	13,493		13,493	1,507	0	1,507	90%	6
Hazard Elimination & Safety (HES)		10,000	10,000		11,759	11,759	0	-1,759	-1,759	118%	87
Safe Routes to School	15,000	5,000	20,000	15,000	9,019	24,019	0	-4,019	-4,019	120%	109
Transportation Enhancement Activities - Regional Share		45,000	45,000		48,011	48,011	0	-3,011	-3,011	107%	131
Transportation Enhancement Activities Exchange	6,440		6,440	4,062		4,062	2,378	0	2,378	63%	30
Demonstration Projects			0		170,566	170,566	0	-170,566	-170,566	0%	67
Miscellaneous	2,000	1,625	3,625	2,501	19,641	22,142	-501	-18,016	-18,517	611%	46
Reduction - OA Mining		-50,000	-50,000			0	0	-50,000	-50,000	0%	0
Total Local Assistance Subvented Funds	92,090	901,000	993,090	88,241	785,245	873,486	3,849	115,755	119,604	88%	1,432
FTA Transfers	0	0	0		266,298	266,298			0		
Total Local Assistance including FTA Transfers	92,090	901,000	993,090	88,241	1,051,543	1,139,784	3,849	115,755	119,604	115%	1,432

Assumptions:

- The amounts do not include Freeway Service Patrol or Bay Area Ferry Operations.
- FTA Transfers are \$112,728 for RSTP and \$144,741 for CMAQ, and \$8,828 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.

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

Reference #3.9
Attachment Page 3

(Dollars in 1,000)

Fund Description	CTC Allocation			Total Expenditures			Allocation Balance			Percent of Allocation Expended	Number of Projects
	State	Federal	Total	State	Federal	Total	State	Federal	Total	Total	Total
Surface Transportation Prgm (STP)	46,000	372,945	418,945	46,000	226,661	272,661	0	146,284	146,284	65%	173
STP State Match and Exchange			0			0	0	0	0	#DIV/0!	84
Congestion Mitigation & Air Qual Prgm (CMAQ)	0	277,000	277,000		140,227	140,227	0	136,773	136,773	51%	126
Bridge Scour & State Match	900	3,300	4,200			0	900	3,300	4,200	0%	0
Highway Bridge Rehabilitation & Replacement (HBRR)		98,640	98,640		110,817	110,817	0	-12,177	-12,177	112%	160
Bridge - Seismic Retrofit		52,490	52,490		40,435	40,435	0	12,055	12,055	77%	62
RR Grade Crossing Protection		10,000	10,000		7,953	7,953	0	2,047	2,047	80%	17
RR Grade Crossing Maintenance	4,250		4,250	4,089		4,089	161	0	161	96%	1
Railroad Grade Separations	15,000		15,000	15,000		15,000	0	0	0	100%	5
Hazard Elimination & Safety (HES)		8,000	8,000		5,962	5,962	0	2,038	2,038	75%	37
Safe Routes to School	22,000		22,000	4,111	2,574	6,685	17,889	-2,574	15,315	30%	41
Transportation Enhancement Activities - Regional Share		45,000	45,000		34,417	34,417	0	10,583	10,583		88
Transportation Enhancement Activities Exchange	6,440		6,440	1,509		1,509	4,931	0	4,931	23%	4
Demonstration Projects			0		84,552	84,552	0	-84,552	-84,552	0%	31
Miscellaneous	2,000	1,625	3,625	1,000	40,644	41,644	1,000	-39,019	-38,019	1149%	61
Reduction - OA Mining			0								
Total Local Assistance Subvented Funds	96,590	869,000	965,590	71,709	694,242	765,951	24,881	174,758	199,639	79%	890
FTA Transfers	0	0	0		363,891	363,891			0		57
Total Local Assistance including FTA Transfers	96,590	869,000	965,590	71,709	1,058,133	1,129,842	24,881	174,758	199,639	117%	947

Assumptions:

- The amounts do not include Freeway Service Patrol or Bay Area Ferry Operations.
- FTA Transfers for FY 2003-04 are \$ 93,573 for RSTP, \$250,634 for CMAQ, \$16,927 for TEA, and \$2,757 for other types of funds.
- 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.