

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: June 6-7, 2007

Reference No.: 2.5h.
Action Item

From: CINDY McKIM
Chief Financial Officer

Prepared by: Norma Ortega
Chief
Division of Budgets

Subject: **FINANCIAL ALLOCATION FOR FY 2007-08 LOCAL ASSISTANCE LUMP SUM – STATE FUNDS**
RESOLUTION FM-06-05

RECOMMENDATION:

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve the Resolution below, allocating a lump sum allocation of \$100,772,000 in State funds for Fiscal Year (FY) 2007-08.

ISSUE:

Each year, the Department requests an annual lump sum allocation to administer the local assistance subvention budget under the authority of the Commission. The Department is requesting authority to sub-allocate State subvention funds, pending approval of the FY 2007-08 Budget Act.

BACKGROUND:

The Department's Division of Local Assistance administers the local assistance subvention budget under authority of the Commission. Each year, the Department requests an annual lump sum allocation for these funds consistent with the enacted Budget Act. The Department anticipates requests for sub-allocations of State subvention funds to occur soon after passage of the Budget Act. The Freeway Service Patrol Program and the Railroad Grade Crossing Maintenance Program historically have requested funds soon after passage of the Budget Act. The allocation for the Railroad Grade Crossing Maintenance Program is consistent with Commission Resolution G-06-15, dated October 12, 2006, which supports the allocation amount of \$2 million.

The Department will request the federal lump sum funds be allocated by the Commission at a later date closer to the start of the federal fiscal year. Allocations made by the Commission will be revisited upon enactment of the 2008 Federal Fiscal Appropriation Act to ensure consistency in funding levels by Federal Highway Administration.

RESOLUTION:

Resolved, that \$100,772,000 be allocated from the Budget Act of 2007, Budget Act Item 2660-102-0042(1), contingent upon passage of the FY 2007-08 Budget Act.

ALLOCATION OF FUNDS FOR LOCAL ASSISTANCE 2007-08 FISCAL YEAR

Dollars in Thousands

	STATE	FEDERAL	TOTAL
<u>2660-102-0042(1)</u>			
Surface Transportation Program			
(STP) State Match and Exchange	\$57,558		\$57,558
Bridge Inspection and Scour Evaluation			
State Match	735		735
Railroad Grade Separation	15,000		15,000
Railroad Grade Crossing Maintenance	2,000		2,000
Misc. Unassigned Local Programs	2,000		2,000
STIP Freeway Service Patrol	23,479		23,479
Subtotal	\$100,772		\$100,772
Total Local Programs	\$100,772		\$100,772