

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: May 14, 2009

Reference No.: 2.5g.(1b)
Action Item

From: CINDY McKIM
Chief Financial Officer

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Budgets

Subject: **FINANCIAL ALLOCATION FOR STATE-ADMINISTERED CMIA/STIP PROJECTS
ON THE STATE HIGHWAY SYSTEM
RESOLUTION CMIA-A-0809-013**

RECOMMENDATION:

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) allocate \$173,047,000 for two State-administered projects on the State Highway System programmed in the Corridor Mobility Improvement Account (CMIA) and the 2008 State Transportation Improvement program (STIP).

ISSUE:

The attached vote describes two State-administered CMIA/STIP projects totaling \$173,047,000, plus \$225,753,000 in local contributions. The Department is ready to proceed with these projects and is requesting an allocation at this time.

For Project 1 (Caldecott Tunnel Fourth Bore [Segment 1]), the Department intends to loan \$92,700,000 (\$90.0 million capital, \$2.7 million support) in State funds from the American Recovery and Reinvestment Act of 2009 (Recovery Act) pursuant to G.C. Section 8879.77, which will be reimbursed to the State Highway Account from proceeds of future bond sales. This loan is consistent with the action taken by the Commission at its April 15, 2009 meeting. The Metropolitan Transportation Commission (MTC) will obligate \$99,657,000 in Regional Surface Transportation Program – Regional Act funds to backfill \$73,957,000 of programmed CMIA funds and \$25,700,000 of programmed STIP-RIP funds. MTC and the Department will present a baseline agreement amendment to the Commission at a future meeting for approval. Pursuant to Government Code 8879.77, MTC will return to the Commission with an alternate CMIA eligible project proposal for the \$73,957,000 freed up by this action. The \$25,700,000 of programmed STIP-RIP funds will be returned to the appropriate county share.

FINANCIAL RESOLUTION:

Resolved, that \$128,548,000 be allocated from the Budget Act of 2008, Budget Act Item 2660-304-6055 for construction capital, \$40,199,000 from Budget Act Item 2660-304-6058 for construction capital, and \$4,300,000 from Budget Act Item 2660-004-6055 for construction support, for two Proposition 1B CMIA/STIP projects described on the attached vote box.

The Department has complied with the National Environmental Policy Act and the California Environmental Quality Act requirements in preparing these projects.

Attachment

2.5 Highway Financial Matters

Project # Allocation Amount Recipient RTPA/CTC Dist-Co-Rte Postmile	Location Project Description Project Funding	EA PPNO Program/Year PA&ED PS&E CONST ENG CONST	Budget Year Item # Fund Type	Amount by Fund Type
2.5g.(1b) Proposition 1B – State Administered Multi-Program CMIA/STIP Project on the State Highway System				
				Resolution CMIA-A-0809-013
1 \$90,000,000 Department of Transportation MTC Contra Costa 04N-CC-24 Ala-5.3/CC-1.3	On Route 24 in Alameda and Contra Costa Counties. Route 24/Caldecott Tunnel Fourth Bore (Segment 1) - Construct 2-lane fourth bore north of existing bores. Final Project Development (IIP) Support Estimate: \$ 14,200,000 Programmed Amount: \$ 14,200,000 Difference: \$ 0 Final Project Development (CC-RIP) Support Estimate: \$ 2,000,000 Programmed Amount: \$ 2,000,000 Difference: \$ 0 Final Right of Way (IIP) Right of Way Estimate: \$ 1,035,000 Programmed Amount: \$ 1,065,000 Difference: \$ 30,000 (<20%) (Segment 1 is described in detail in the concurrent CMIA baseline agreement amendment [Resolution CMIA-PA-0809-009]. When combined with Segment 2 [PPNO 0057G], Segment 3 [PPNO 0057I], and Segment 4 [PPNO 0057J], the overall project scope is consistent with the baseline agreement approved June 26, 2008, under Resolution CMIA-PA-0708-018.) Due to the size and complexity of the project, the Department is requesting 7 months to award the contract (to November 2009) and a 18 month extension to the period of project completion, from 36 months to 54 months (November 2014). Pursuant to G.C. Section 8879.77, \$90,000,000 CMIA and \$2,700,000 STIP IIP funds are being advanced with State ARRA funds with reimbursement to the SHA from proceeds of future bond sales. (The amount of \$11,043,000 CMIA and \$6,557,000 Measure J funds to be held in reserve for unforeseen cost increases during construction.) Contribution from other sources: a) \$1,000,000 Federal Demo funds. b) \$30,500,000 Regional Measure 2 funds. c) \$89,543,000 (Partial) Measure J funds. d) \$99,657,000 Regional ARRA funds (to backfill \$73,957,000* CMIA and \$25,700,000 RIP). (* \$17,600,000 CONST ENG; \$56,357,000 CONST.) (Future Consideration of Funding - Resolution E-07-25, December 2007.) <u>Outcome/Output:</u> When combined with other segments (PPNO 0057G and 0057I), the overall Route 24/Caldecott Tunnel Fourth Bore project will result in daily vehicle hours of delay savings of about 10,368 hours.	294911 04-0057A CMIA / 08-09 \$0 \$0 \$17,600,000 \$0 \$157,400,000 \$90,000,000 IIP / 08-09 \$0 \$0 \$2,700,000 \$0 ALA-RIP/08-09 \$0 \$0 \$0 \$2,000,000 \$0 \$0 \$0 \$23,700,000 \$0 CC-RIP/08-09 \$0 \$0 \$0 \$0	2008-09 304-6055 CMIA	\$90,000,000

