

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: August 12-13, 2009

Reference No.: 3.4
Information Item

From: CINDY McKIM
Chief Financial Officer

Subject: **UPDATE ON IMPLEMENTATION OF RECOVERY ACT OF 2009**

SUMMARY:

The Department of Transportation is implementing the American Recovery and Reinvestment Act of 2009 (Recovery Act) and has committed to report to the Commission the status of implementation. This includes reporting on the amount of Recovery Act funds certified, obligated and awarded for state and local highway and transit projects to date. Attached is the current status for state and regional agency projects as of July 28, 2009. The Department will present the most current data at the Commission meeting.

BACKGROUND:

The Recovery Act is a job and economic stimulus bill intended to help restart the nation's economy and stimulate employment during the worst economic downturn in over 70 years. In drafting this bill, President Obama and Congress recognized that investment in transportation infrastructure is one of the best ways to create and sustain jobs, stimulate economic development, and leave a legacy to support the financial well-being of the generations to come. The state departments of transportation and other transportation stakeholders have been tasked to quickly move forward with mobility projects that bring real value to the local, state, and national economy.

Nationally, the bill provides more than \$48 billion for transportation infrastructure. The Recovery Act apportions, in formula programs, approximately \$2.57 billion for highways, local streets and roads in California. These funds are segregated by federal and state law to provide approximately \$1.6 billion to the regions (including \$48 million for TE) and \$964 million to the state (including \$29 million for TE). California will also be apportioned in formula grants approximately \$1.068 billion for urban (Section 5307), non-urban (Section 5311) and fixed guideway (Section 5309) transit projects. The Recovery Act also provides \$8 billion nationally for Capital Assistance for High Speed Rail Corridors for which California has submitted 91 pre-applications for over \$22 Billion in Recovery Act funding. In addition, California airports have directly received to date \$86 million in aviation grants for 22 projects at 19 airports. Lastly, the Recovery Act provides \$1.5 billion available nationally under the Transportation Investment Generating Economic Recovery (TIGER) program for competitive discretionary grants for highway, public transportation, rail, and port infrastructure projects. The maximum California could receive from the TIGER program is \$300 million and to date the Department has received 121 Notices of Intent from potential project applicants requesting over \$3.3 Billion in Recovery Act funding.

Attachment
Recovery Act Program Status as of July 28, 2009.

Recovery Act Program Status as of July 28, 2009

Highways

Program	Appropriation	Certifications		Obligations		Awards			Projected Awards (Jul-Sep)	
	Dollars	Projects	Dollars	Projects	Dollars	Projects	Recovery Dollars	Total Leveraged Dollars	Projects	Recovery Dollars
State	\$963,588,120	74	\$1,145,190,100	71	\$1,040,330,696	50	\$239,722,880	\$239,847,155	24	\$745,260,000
Region	\$1,605,980,200	615	\$1,155,737,070	394	\$698,752,138	21	\$230,380,746	\$777,447,360		
Total	\$2,569,568,320	689	\$2,300,927,170	465	\$1,739,082,834	71	\$470,103,626	\$1,017,294,515	24	\$745,260,000

Transit

Program	Appropriation	Certifications		Grant Awards (Obligation)	
	Dollars	Projects	Dollars	Projects	Dollars
5307	\$968,000,000	177	\$422,650,546	24	\$346,138,243
5309	\$66,000,000	11	\$56,168,805	1	\$8,185,197
5311	\$34,000,000	142	\$33,963,166	142	\$33,963,166
Total	\$1,068,000,000	330	\$512,782,517	167	\$388,286,606

Aeronautics

Nationally Available Grants	Grant Awards		
	Projects	Airports	Awarded Dollars
\$1,300,000,000	22	19	\$86,000,000

Rail

Nationally Available Grants	Pre-Application (All Tracks)	
	Pre-Applications	Requested Dollars
\$8,000,000,000	91	\$22,386,920,000

TIGER Discretionary

Nationally Available Grants	Notice of Intent		
	Projects	Requested Dollars*	Total Leveraged Dollars
\$1,500,000,000	121	\$3,352,769,272	\$15,983,489,705

* The maximum California can receive is \$300 million.