

Memorandum

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: January 25, 2012

Reference No.: 2.5g.(2d)
Action Item

From: NORMA ORTEGA
Chief Financial Officer

Prepared by: Steven Keck
Division Chief
Budgets

Subject: **FINANCIAL ALLOCATION AMENDMENT FOR STATE ADMINISTERED
PROPOSITION 1B PROJECTS ON THE STATE HIGHWAY SYSTEM
RESOLUTION R99-AA-1112-02, AMENDING RESOLUTION R99-AA-1011-005
RESOLUTION FS-11-02**

RECOMMENDATION:

The California Department of Transportation recommends the California Transportation Commission (Commission) amend Resolution R99-AA-1011-005, which amended Resolution R99-A-0910-002, to reduce the Proposition 1B State Route 99 allocation for the Sutter 99 Segment 2 project (PPNO 8361B) by \$19,061,000, from \$35,031,000 to \$16,870,000, and add \$19,061,000 in American Recovery and Reinvestment Act of 2009 (Recovery Act) funds, as authorized under Assembly Bill (AB) 3X 20, and also add Resolution FS-11-02.

BACKGROUND:

In January 2010, under Resolution R99-A-0910-002, the Commission allocated \$65,140,000 in Proposition 1B State Route 99 (SR99) bond funds for the Sutter 99 Segment 2 project in Sutter County. Resolution R99-A-1011-002 was subsequently amended by Resolution R99-AA-1011-005, to reduce the SR99 allocation by \$22,209,000, from \$65,140,000 to \$42,931,000, due to contract award savings.

As stipulated under both actions, the allocation of funds for the project would be changed to federal stimulus funds in order to move forward with this important Proposition 1B project. This amendment documents the use of Recovery Act funds, as a loan, in place of Proposition 1B SR99 bond funds.

Pursuant to AB 3X 20, Recovery Act Funds were loaned to this project. Repayment will be made to the State Highway Account (SHA) from future bond sales. Once returned to the SHA, the funds will be programmed onto State Highway Operation and Protection Plan projects, which the Commission will allocate. This book item documents the loan of the Recovery Act funds.

In accordance with AB 3X 20, \$19,061,000 of the Recovery Act funds were available and replaces \$19,061,000 in Proposition 1B SR99 Bond funds. The necessary changes are reflected in strikethrough and bold on the attached vote list.

RESOLUTION:

Be it Resolved, that the \$35,931,000, in Proposition 1B State Route 99 (SR99) Corridor Bond Program capital funds (304-6072) previously allocated under Resolution R99-AA-1011-005, amending Resolution R99-A-0910-002, for the Sutter 99 Segment 2 project (PPNO 8361B) in Sutter County, is hereby amended by \$19,061,000, reducing the SR99 capital amount to \$16,870,000, and allocating \$19,061,000 in American Recovery and Reinvestment Act of 2009 funds (804-0890) in accordance with the attached vote list.

Attachment

