

# Memorandum

**TAB 90**

To: CHAIR AND COMMISSIONERS  
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 25, 2014

Reference No.: 3.13  
Information Item

From: NORMA ORTEGA  
Chief Financial Officer

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Subject: **PRELIMINARY CLOSE OUT REPORT ON FY 2013-14 SHOPP MINOR PROGRAM  
LUMP SUM ALLOCATION**

## **SUMMARY:**

As of May 12, 2014, the California Department of Transportation (Department) sub-allocated and the California Transportation Commission (Commission) allocated a total of \$52,807,659 (92.0 percent) of the available Fiscal Year 2013-14 State Highway Operation and Protection Program (SHOPP) Minor Program construction capital allocation.

## **BACKGROUND:**

On July 14, 2005, the Commission approved Resolution G-05-05, delegating to the Department authority to allocate funds for Minor A projects included on a concurrent list of projects approved under Resolution FM-05-06. This authority allows the Department to sub-allocate funding and proceed with advertisement without waiting for the next Commission meeting to receive an allocation. The Commission must allocate projects not on the Department's approved Minor A list.

The Minor Program is reserved for small SHOPP eligible projects. Effective on February 5, 2014, Minor B projects have a construction limit of up to \$281,000. Minor A projects have a construction limit in excess of \$281,000 and up to \$1,000,000.

Initially, the Commission approved a construction allocation for Fiscal Year 2013-14 of \$70,365,000 but was reduced by \$12,965,000 to a revised total of \$57,400,000 in recognition of capital outlay support overruns in the Fiscal Year 2012-13 Minor Program. The SHOPP Minor Program is a one-year program in which projects must be awarded in the fiscal year allocated.

As of May 12, 2014, the Department utilized \$33,555,000 in construction funding for Minor A SHOPP projects, consisting of \$29,449,000 sub-allocated by the Department and \$4,106,000 allocated by the Commission for substitute projects. In addition, \$18,735,613 in construction funding for Minor B SHOPP projects was sub-allocated, and \$517,046 was sub-allocated for Right of Way acquisition. The total construction capital allocated is \$52,807,659.

The Fiscal Year 2013-14 Final SHOPP Minor Program Close-Out Report will be reported at the October 2014, Commission meeting.