

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: June 30- July 1, 2010

Reference No.: 2.5j. - **REVISED**
Action Item

From: Norma Ortega
Chief Financial Officer

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Budgets

Subject: **ANNUAL FY 2010-11 LUMP SUM MINOR CONSTRUCTION PROGRAM ALLOCATION RESOLUTION FM-09-06**

RECOMMENDATION:

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve Resolution FM-09-06, allocating a lump sum amount of \$92,395,000 construction capital for the Fiscal Year (FY) 2010-11 Minor Program projects identified in the attached document.

ISSUE:

Commission Resolution G-05-05 authorizes the Department to sub-allocate and adjust Minor Program project allocations. The Commission must first approve the annual Minor Program lump sum allocation and project list prior to the funds being sub-allocated by the Department.

BACKGROUND:

At its July 2005 meeting, the Commission passed Resolution G-05-05 delegating to the Department the sub-allocation and adjustment authority for Minor Program projects. The resolution requires the Department to annually present its Minor Program to the Commission for review and allocation. The resolution states that the program will include the project location, description and estimated construction, right-of-way and capital outlay support costs for each Minor A project (projects over \$250,000) in the program. The program will also include a lump sum amount for the construction cost of Minor B projects (projects under \$250,000) and lump sum amount for right of way expenditures for Minor projects to be incurred in the upcoming fiscal year.

The **FY 2010-11** Minor Program includes \$89,946,000 for construction capital, \$2,449,000 for estimated right of way expenditures, for a total FY 2010-11 minor capital construction and right of way allocation of \$92,395,000. In support of this capital allocation, \$57,605,000 is budgeted for capital outlay support.

Consistent with Resolution G-05-05, the Department reviewed the Minor Program projects on the attached document with Commission staff.

RESOLUTION:

Resolved that the amount of \$150,000,000 be allocated from Budget Act of 2010, Budget Act Items 2660-302-0042, 2660-302-0890 and 2660-303-0042, as a lump sum amount for the Minor Program for FY 2010-11, contingent upon passage of the 2010 Budget Act.

Attachment