

Memorandum

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 25, 2015

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

From: NORMA ORTEGA
Chief Financial Officer

Prepared by: Steven Keck, Chief
Division of
Budgets

Subject: **FINANCIAL ALLOCATION AMENDMENT FOR PROPOSITION 1B LOCALLY
ADMINISTERED CMIA/STIP PROJECT ON THE STATE HIGHWAY SYSTEM
RESOLUTION CMIA-AA-1415-14, AMENDING RESOLUTION CMIA-AA-1112-028
RESOLUTION STIP1B-AA-1415-06, AMENDING RESOLUTION STIP1B-AA-1112-006**

RECOMMENDATION:

The California Department of Transportation (Department) recommends the California Transportation Commission (Commission) amend Resolutions CMIA-AA-1112-028 and STIP1B-AA-1112-006 to de-allocate \$14,520,000 in Proposition 1B State Transportation Improvement Program (STIP) and reallocate \$14,520,000 in Proposition 1B Corridor Mobility Improvement Account (CMIA) for the Plaza Drive Interchange/Auxiliary Lanes project (PPNO 0105) in Tulare County, thereby reducing the STIP construction allocation of \$14,520,000 to \$0, and increasing the CMIA construction allocation of \$3,050,000 to \$17,570,000.

BACKGROUND:

In January 2014, the Commission established a Proposition 1B savings policy with the intention that savings accrued in the CMIA program will be used for CMIA-eligible STIP projects that commenced construction prior to December 31, 2012. Providing additional bond funding to the STIP will liberate State Highway Account (SHA) funds for use in the State Highway Operation and Protection Program (SHOPP). The end result will be additional SHA funds available for SHOPP projects.

To date, Department has identified a total of \$72.3 million in savings in the CMIA program. This represents \$5.3 million in project close-out savings and \$67 million in projected administrative cost savings. In accordance with the Commission Proposition 1B savings policy, this request is for one of six projects identified at this time for which Proposition 1B savings will be de-allocated from STIP and reallocated to CMIA. The necessary changes are reflected in strikethrough and bold on the attached revised vote box.

RESOLUTION:

Be it Resolved, that \$14,520,000 in Proposition 1B STIP funds (2660-304-6058) allocated under STIP1B-AA-1112-006 and \$3,050,000 in Proposition 1B CMIA funds (2660-304-6055) allocated under Resolution CMIA-AA-1112-028 for the Plaza Drive Interchange/Auxiliary Lanes project (PPNO 0105) in Tulare County is hereby amended by \$14,520,000 by reducing the STIP construction capital amount to \$0 and by \$14,520,000 by increasing the CMIA construction capital allocation from the Budget Act of 2014, Budget Act Item 2660-304-6055, for a total of \$17,570,000 in accordance with the attached revised vote box.

Attachment

