

State Transportation Improvement Program (STIP) Right of Way reporting Policy and Procedures

Senate Bill 853, adopted June 20, 2014, added new reporting requirements for STIP Right of Way Capital and Support administered by the STATE. These new requirements have been added to SECTION 57 of the 2016 STIP Guidelines.

Existing Law (S&H Section 188.8)

Existing law requires the department to report estimated right of way capital and support costs (Expenditures + ETC) at the time of project construction allocation by the CTC. Regional and/or Interregional STIP shares are only adjusted if the estimate differs by more than 20% of the combined programmed amount.

New Law (Senate Bill 853, signed by Governor in June 2014)

Beginning July 2014, the Department is also required to report final right of way costs to the CTC at the time of Construction Contract Acceptance, CCA. In accordance with CTC Policy, Regional and/or Interregional STIP shares are adjusted when actual R/W (Capital and Support) costs differ by more than 20 percent of the original programmed amount.

HQ Programming is responsible for presenting a report to the CTC, at least annually, on final right of way costs for all on-system STIP projects that have achieved CCA as of July 2014.

Example Share Adjustments:

- Final R/W costs are within 20 percent of the programmed amount at CCA, no adjustments to county or interregional share balances are necessary.

Combined R/W Capital and Support	(\$ x 1,000)
Programmed	\$ 9,500
Estimate and reported at allocation	\$10,000
Final Costs at CCA	\$10,100
Net share Adjustment	< 20 %, no share adjustment

- Final R/W costs differing by more than 20 percent of the original programmed amount at CCA, adjustments will be made to county and/or interregional STIP balances.

Combined R/W Capital and Support	(\$ x 1,000)
Programmed	\$ 9,500
Estimate and reported at allocation	\$12,000 (\$2,500 Share Debit)
Final Costs at CCA	\$12,100 (additional \$100 Debit)
Net share Adjustment	\$2,600 Debit

Combined R/W Capital and Support	(\$ x 1,000)
Programmed	\$ 9,500
Estimate and reported at allocation	\$ 7,500 (\$2,000 Share Credit)
Final Costs at CCA	\$ 8,000 (< 20% of Programmed, no share adjustment)
Net share Adjustment	\$0 (\$2,000 Credit at allocation will be adjusted to zero)