

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: June 25-26, 2008

Reference No.: 2.5h.
Action Item

From: CINDY McKIM
Chief Financial Officer

Prepared by: Norma Ortega
Chief
Division of Budgets

Subject: **FY 2008-09 LUMP SUM ALLOCATION FOR LOCAL ASSISTANCE – STATE FUNDS
RESOLUTION FM-07-07**

RECOMMENDATION:

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve the resolution below, allocating \$128,313,016 of State funds as a lump sum for administering the local assistance subvention budget for Fiscal Year (FY) 2008-09, contingent upon passage of the FY 2008-09 Budget Act.

ISSUE:

Each year, the Department requests an annual lump sum allocation to administer the local assistance subvention budget under the authority of the Commission. The Department is requesting authority to sub-allocate State subvention funds, pending approval of the Budget Act of 2008.

BACKGROUND:

The Department's Local Assistance Program administers the local assistance subvention budget under authority of the Commission. Each year, the Department requests an annual lump sum allocation for these funds consistent with the Budget Act. The Department anticipates requests for sub-allocations of State subvention funds to occur soon after passage of the Budget Act. Sub-allocations for the Freeway Service Patrol Program and for Railroad Grade Crossing Maintenance projects are expected soon after passage of the Budget Act.

The Department will request the federal lump sum funds be allocated by the Commission at a later date, closer to the start of the federal fiscal year. Allocations made by the Commission will be revisited upon enactment of the 2009 Federal Fiscal Appropriation Act to ensure consistency in funding levels from the Federal Highway Administration.

RESOLUTION:

Resolved, that \$128,313,016 be allocated from the Budget Act of 2008, Budget Act Item 2660-102-0042(1).

ALLOCATION OF FISCAL YEAR 2008-09 FUNDS FOR LOCAL ASSISTANCE

Dollars in Thousands

	State	Federal	Total
<u>2660-102-0042(1)</u>			
Surface Transportation Program			
(STP) State Match and Exchange	\$57,849		\$57,849
Bridge Inspection and Scour Evaluation State Match	735		735
Railroad Grade Separation	15,000		15,000
Railroad Grade Crossing Maintenance	2,000		2,000
Misc. Unassigned Local Programs	3,000		3,000
STIP Freeway Service Patrol	25,479		25,479
Safe Routes to School	24,250		24,250
Subtotal	\$128,313		\$128,313
Total Local Programs	\$128,313		\$128,313