

Memorandum

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: January 19-20, 2011

Reference No.: 3.4
Information Item

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Recovery Act

Subject: **UPDATE ON IMPLEMENTATION OF RECOVERY ACT OF 2009**

SUMMARY:

The California Department of Transportation (Department) is implementing the American Recovery and Reinvestment Act of 2009 (Recovery Act) and has committed to report to the California Transportation Commission (Commission) as to the status of the implementation. This includes reporting on the amount of Recovery Act funds certified, obligated, and awarded for state and local highway and transit projects to date. Attached is the current status of state and regional agency projects as of November 30, 2010 or as noted.

BACKGROUND:

The Recovery Act is a job and economic stimulus bill intended to help restart the nation's economy and stimulate employment during the worst economic downturn in over 70 years. In drafting this bill, President Obama and Congress recognized that investment in transportation infrastructure is one of the ways to create and sustain jobs, stimulate economic development, and leave a legacy to support the financial well-being of the generations to come. Nationally, the bill provides more than \$48 billion for transportation infrastructure and the state transportation departments and stakeholders have been tasked to quickly move forward with mobility projects that bring real value to the local, state, and national economy.

The Recovery Act apportions, in formula programs, approximately \$2.57 billion for highways, local streets and roads in California. These funds are segregated by federal and state law to provide approximately \$1.6 billion to the regional agencies (including \$48 million for TE) and \$964 million to the state (including \$29 million for TE). As of the September 30, 2010 obligation deadline, all remaining apportionments were obligated on 982 federally eligible projects. During the month of November, \$623,000 has been de-obligated for one project due to having an inactive federal obligation.

California has received apportionments for transit formula grants of \$1.068 billion for urban (Section 5307), non-urban (Section 5311) and fixed guideway (Section 5309) projects. As of the September 30, 2010 deadline, all apportionments have been obligated to eligible transit projects.

The Recovery Act also provides \$8 billion nationally for Capital Assistance for High Speed Rail Corridors. In late January of 2010, the Federal Railroad Administration announced that the San Diego-Los Angeles-San Luis Obispo (Surf liner), Oakland-Sacramento (Capital) corridors and the statewide upgrade of emissions control for locomotives received \$100.2 million in funding for specific projects. The rail funds remain available until September 30, 2012.

The Department was also awarded \$950,000 by the US Environmental Protection Agency from the National Clean Diesel Grant Program to retrofit 46 non-road engines with emission control devices. In addition, California airports have directly received to date \$100.7 million in aviation grants for 24 projects at 19 airports.

Lastly, the Recovery Act provides \$1.5 billion available nationally under the Transportation Investment Generating Economic Recovery (TIGER) program for competitive discretionary grants for highway, public transportation, rail, and port infrastructure projects. On February 17, 2010, the US Department of Transportation (USDOT) announced that California will receive awards for four projects totaling \$130 million in TIGER funds, which leverage \$1.76 billion in total funds. These projects and TIGER awards are the Doyle Drive Replacement project in the City of San Francisco, \$46 million; the State Route 905 project near Otay Mesa in San Diego County, \$20.2 million; the Alameda Corridor East – Colton Crossing project \$33.8 million; and the Green Trade Corridor Marine Highway project at the Ports of Oakland, Stockton, and West Sacramento, \$30 million. In late September 2010, the USDOT and the Department signed the grant agreement for the State Route 905 project near Otay Mesa in San Diego County; in November 2010, approximately \$18.8 million of TIGER funds were obligated to this project. The TIGER funds remain available until September 30, 2011.

Attachments

Recovery Act Program Status as of November 30, 2010.

Recovery Act Highways Program												
As of November 30, 2010												
Appropriation ¹		Obligations ²			Awards ³			Outlays ⁵		Forecast of Inactive Obligations ⁶		
	Recovery Dollars	Appropriation Source	Projects	Recovery Dollars ¹³	Projects	Recovery Dollars	Total Leveraged Dollars ⁴	Projects	Recovery Dollars	Identified Projects	Projects w/Invoice Submitted	Recovery Dollars
State	\$972,275,620	State Highway System Projects										
		State	94	\$708,151,180	86	\$651,137,099	\$722,294,678	85	\$300,110,749			
		State (Locally Administered) ¹²	5	\$9,577,570	5	\$9,577,570	\$11,782,641	1	\$1,258,510	3	1	\$4,709,570
		State & Region (State S) ⁷	7	\$252,357,702	7	\$572,205,891	\$1,373,054,539	6	\$230,406,748			
		State & Region (Region S) ⁷		\$319,848,189								
		Region (State Administered, Region S)	16	\$303,410,204	15	\$251,593,524	\$321,048,426	14	\$83,316,673	1		\$4,063,550
		Region ⁸ (Region S)	20	\$78,501,879	20	\$78,501,879	\$175,285,199	14	\$16,317,484	2	2	\$22,185,104
		Subtotal	142	\$1,671,846,724	133	\$1,563,015,963	\$2,603,465,483	120	\$631,410,164	6	3	\$30,958,224
Region⁹	\$1,597,292,700	Local Highway System Projects⁸										
		Region	836	\$864,654,740	809	\$848,335,266	\$1,088,111,400	663	\$401,852,921	6	4	\$8,130,210
		State & Region (Region S)	2	\$1,478,800	2	\$2,501,985	\$3,127,302	2	\$1,025,783			
		State & Region (State S)		\$1,023,185								
		State	1	\$1,200,000	1	\$1,200,000	\$1,200,000	1	\$1,200,000			
		Subtotal	839	\$868,356,725	812	\$852,037,251	\$1,092,438,702	666	\$404,078,704	6	4	\$8,130,210
Flex¹⁰	(\$28,741,870)											
Total	\$2,540,826,450	Total	981	\$2,540,203,449	945	\$2,415,053,214	\$3,695,904,185	786	\$ 1,035,488,868	12	7	\$ 39,088,434
		Total State Obligation¹¹		\$962,732,067								
		Total Region Obligation¹¹		\$1,567,893,812								

¹ Total funds apportioned to state by FHWA and as distributed by California law AB 3X-20.

² Commitment by FHWA to reimburse eligible project expenditures.

³ Construction contracts awarded to contractors.

⁴ Total Leveraged Dollars include all fund sources.

⁵ Outlays are eligible project expenditures where Caltrans has been reimbursed by FHWA.

⁶ Forecast of Inactive Obligations are projects with no expenditures reimbursed by FHWA at risk of deobligation within 90 days. "Projects w/Invoice Submitted" are those projects with invoices submitted to Caltrans and are pending review & payment. Projects will be removed from this summary once the reimbursement is made by the FHWA.

⁷ Projects administered by Caltrans, Region, or Local agency.

⁸ Projects administered by Region or Local agency.

⁹ Original appropriation is shown as provided by FHWA & AB 3X-20. At the request of the Regions, the appropriation is reduced by FHWA Flex Funds transferred to FTA for transit projects.

¹⁰ FHWA Funds transferred by Regions from FHWA to FTA for transit projects.

¹¹ Includes \$34,021 of regional funds obligated to state projects.

¹² Transportation Enhancement funds made available for eligible projects on the state highway system.

¹³ Reduction on the obligation total reflects a deobligation of \$623 thousand for one local project due to federal obligation inactivity.

**Recovery Act Program - Non Highway Programs
November 30, 2010**

JOB TRAINING (Discretionary) - FHWA					
On-the-Job Training /Supportive Services ¹⁰	Appropriation ¹	Obligations ³		Awards	
	Recovery Dollars	Projects	Recovery Dollars	Projects	Recovery Dollars
	\$1,440,979	9	\$1,440,979	-	-

TRANSIT (Formula Distribution) - FTA			
Program	Appropriation ¹	Certifications ²	Grant Awards (Obligation) ³
	Recovery Dollars	Recovery Dollars	Recovery Dollars
5307 ⁴	\$968,313,640	\$1,005,700,724	\$968,313,640
5307 Flex ⁹	\$25,537,854	\$25,537,854	\$25,537,854
5309 ⁴	\$66,171,889	\$66,171,889	\$66,171,889
5309 Flex ⁹	\$3,200,000	\$3,200,000	\$3,200,000
5311	\$33,963,166	\$32,265,008	\$33,963,166
5311 Flex ⁹	\$1,977,134	\$1,977,134	\$1,977,134
Total	\$1,099,163,683	\$1,134,852,609	\$1,099,163,683

TIGER (Discretionary) - USDOT		
Nationally Available Grants		\$1,500,000,000
Grant Awards Announced ⁶		
Project	TIGER Dollars	Total Leveraged Dollars
Doyle Drive Replacement (US-101)	\$46,000,000	\$1,045,000,000
Otay Mesa POE (805/905 Interchange)	\$20,200,000	\$198,300,000
Alameda Corridor East - Colton Crossing	\$33,800,000	\$449,000,000
CA Green Trade Corridor Marine Highway	\$30,000,000	\$69,300,000
Total	\$130,000,000	\$1,761,600,000

NATIONAL CLEAN DIESEL GRANT PROGRAM (Discretionary) - USEPA	
Division of Equipment Grant from US EPA for Engine Emission Retrofit	
Non-Road Engines	Awarded Recovery Dollars
46	\$951,431

AVIATION (Discretionary) - FAA			
Nationally Available Grants	Grant Awards ⁵		
	Projects	Airports	Recovery Dollars
\$1,300,000,000	24	19	\$100,693,428

HIGH SPEED & INTERCITY PASSENGER RAIL (Discretionary) - FRA				
Nationally Available Grants (All Tracks) ⁶		\$8,000,000,000		
Applications			Awards Announced	
Track	Applications	Requested Recovery Dollars	Projects	Recovery Dollars
1	38	\$1,149,322,000	TBD	TBD
2	0	\$0	0	\$0
3	4	\$3,033,000	TBD	TBD
4	1	\$6,200,000	1	\$6,200,000
Total	42⁸	\$1,158,555,000	TBD	\$100,200,000

¹ Total funds apportioned to state by FTA.

² Section 1511 certification may exceed appropriation due to the certification of State and/or Region funds and the capturing of cost savings on previously certified projects. Certifications as of February 2010.

³ Commitment by FHWA/FTA to reimburse eligible project expenditures.

⁴ Grants awarded by FTA directly to transit agencies.

⁵ Grants awarded by FAA directly to airports.

⁶ Grants will be awarded by the USDOT to the agency best suited to administer the project.

⁷ Specific allocations by Track have not been made by the FRA.

⁸ One application was submitted concurrently for Tracks 1 and 4.

⁹ FHWA Funds transferred by regions from FHWA to FTA for transit projects. Amount totals \$28,741,870.

¹⁰ On-the-Job Training - Support Services Grant with Civil Rights for training centers.