

Memorandum

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: May 11-12, 2011

Reference No.: 3.3
Information Item

From: NORMA ORTEGA
Chief Financial Officer

Prepared By: Laura Quintana
Program Manager
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 for state and regional agency projects as of March 31, 2011.

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 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 regions (including \$48 million for Transportation Enhancement [TE]) and \$964 million to the state (including \$29 million for TE). As of September 30, 2010 obligation deadline all remaining apportionments were obligated on 982 federally eligible projects.

California has received \$1.068 billion in apportionments for transit formula grants for urban (Section 5307), non-urban (Section 5311) and fixed guideway (Section 5309) projects. As of the September 30, 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. On February 10, 2011, the Department executed a High Speed Intercity Passenger Rail construction grant agreement for \$18 million for the South Terminal Diridon Station Project in San Jose.

The US Environmental Protection Agency Department also awarded the Department \$950,000 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, California received awards for four projects that total \$130 million in TIGER funds, which leverage \$1.76 billion in total funds. These projects/TIGER award recipients 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. As of December 2010, funds for the three TIGER projects, which flow through the Department, have been obligated as follows: \$33.8 million were obligated for the Alameda Corridor East project (Colton Crossing); \$46 million were obligated for the Doyle Drive Replacement Project; of the \$20.2 million obligated for the State Route 905 project near Otay Mesa in San Diego County, approximately \$2.3 million have been de-obligated due to a favorable bid environment.

Attachments

Recovery Act - Highways Program												
March 31, 2011												
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	Recovery Dollars	Projects Closed
State	\$972,275,620	State Highway System Projects										
		State	94	\$708,151,180	93	\$700,011,917	\$831,374,028	89	\$369,764,176			
		State (Locally Administered) ¹²	5	\$9,577,570	5	\$9,577,570	\$11,782,641	4	\$3,713,640			
		State & Region (State \$) ⁷	7	\$252,357,702	7	\$572,205,891	\$1,373,054,539	7	\$293,507,256			
		State & Region (Region \$)		\$319,848,189								
		Region (State Administered, Region \$)	16	\$303,410,204	16	\$303,326,204	\$387,771,208	16	\$124,226,244			
		Region ⁸ (Region \$)	20	\$78,501,879	20	\$78,501,879	\$171,616,773	18	\$31,944,740			1
		Subtotal	142	\$1,671,846,724	141	\$1,663,623,461	\$2,775,599,189	134	\$823,156,056	0	\$0	1
Region ⁹	\$1,597,292,700	Local Highway System Projects ⁸										
		Region	836	\$864,654,740	812	\$850,940,491	\$1,094,051,954	761	\$551,020,331	9	\$5,509,322	107
		State & Region (Region \$)	2	\$1,478,800	2	\$2,501,985	\$3,127,302	2	\$2,343,648			
		State & Region (State \$)		\$1,023,185								
		State	1	\$1,200,000	1	\$1,200,000	\$1,200,000	1	\$1,200,000			
		Subtotal	839	\$868,356,725	815	\$854,642,476	\$1,098,379,256	764	\$554,563,979	9	\$5,509,322	107
Flex ¹⁰	(\$28,741,870)											
Total	\$2,540,826,450	Total	981	\$2,540,203,449	956	\$2,518,265,937	\$3,873,978,445	898	\$ 1,377,720,035	9	\$ 5,509,322	108
		Total State Obligation ¹¹		\$972,309,637								
		Total Region Obligation ¹¹		\$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 at risk of deobligation if expenditures are not recorded and reimbursed by FHWA within 90 days from a specified date based on the obligation amount and date, and last date when prior expenditures were reimbursed. 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
March 31, 2011**

Reference No.: 3.3
May 11-12, 2011
Attachment 2

HIGH SPEED & INTERCITY PASSENGER RAIL (Discretionary) - FRA							
Nationally Available Grants ⁵		\$ 8,000,000,000					
Track	Applications	Requested Recovery Dollars	Projects Awarded	Awarded Amount	Projects Obligated by CT	Obligations	Outlays
1	38	\$1,149,322,000	9	\$ 96,350,000	1	\$ 18,000,000	
2	0	\$0					
3	4	\$3,033,000	TBD	TBD			
Total	42	\$1,152,355,000	TBD	\$96,350,000	1	\$18,000,000	\$ -

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

ON-THE-JOB TRAINING /SUPPORTIVE SERVICES (Discretionary) - FHWA⁷			
Projects	Awarded Amount	Obligations by CT	Outlays
9	\$1,440,979	\$ 1,440,979	\$ -

TIGER (Discretionary) - USDOT					
Nationally Available Grants		\$1,500,000,000			
Project	TIGER Awards	Total Leveraged Dollars	Obligations by CT	Outlays	Deobligations
Doyle Drive Replacement (US-101)	\$46,000,000	\$1,045,000,000	\$ 46,000,000	\$ -	\$ -
Otay Mesa POE (805/905 Interchange)	\$20,200,000	\$198,300,000	\$ 20,200,000		\$ 2,293,686
Alameda Corridor East - Colton Crossing	\$33,800,000	\$449,000,000	\$ 33,800,000	\$ -	\$ -
CA Green Trade Corridor Marine Highway ⁸	\$30,000,000	\$69,300,000			
Total	\$130,000,000	\$1,761,600,000	\$ 100,000,000	\$ -	\$ 2,293,686

AVIATION (Discretionary) - FAA			
Nationally Available Grants		\$1,300,000,000	
Projects	Awarded Amount ⁴	Obligations	Outlays
24	\$100,693,428	<i>Grants awarded by FAA directly to airports</i>	

FEDERAL TRANSIT TRANSIT (Formula Distribution) - FTA				
Program	Projects	Recovery Dollars ¹	Obligations by CT ²	Outlays
5307 ³		\$968,313,640		
5307 Flex ⁶		\$25,541,870		
5309 ³		\$66,171,889		
5309 Flex ⁶		\$3,200,000		
5311	137	\$33,963,166	\$33,963,166	\$17,325,007
5311 Flex ⁶	2	\$1,977,134	\$1,977,134	\$682,763
Total	139	\$1,099,167,699	\$35,940,300	\$18,007,770

¹ Total funds apportioned to state by FTA.

² Commitment by FTA to reimburse eligible project expenditures.

³ Grants awarded by FTA directly to transit agencies.

⁴ Grants awarded by FAA directly to airports.

⁵ FRA allocates funds to specific projects.

⁶ FHWA Funds transferred by regions from FHWA to FTA for transit projects. Amount totals \$28,741,870.

⁷ On-the-Job Training - Support Services Grant for training centers.

⁸ Grant funding does not flow through the Department