

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: September 6-7, 2006

Reference No.: 2.5h. - **REVISED**
Action Item

From: CINDY McKIM
Chief Financial Officer

Prepared by: Terry Abbott
Division Chief
Local Assistance

Subject: **FINANCIAL ALLOCATION FOR FY 2006-07 LOCAL ASSISTANCE LUMP SUM ALLOCATION RESOLUTION FM-06-02**

RECOMMENDATION:

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve the Resolution below, allocating ~~\$1,423,549,000~~ **\$711,774,500** for the Fiscal Year (FY) 2006-07 Local Assistance lump sum allocation.

ISSUE:

Each year the Department requests an annual lump sum allocation of State and federal funds to administer the local assistance subvention budget under the authority of the Commission. The Department is requesting an allocation at this time to better align the authorization with the Federal Obligation Authority (OA) usage. This allocation will be revisited upon enactment of the 2007 Federal Fiscal Appropriation Act to ensure consistency in funding levels.

BACKGROUND:

The Department's Division of Local Assistance 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. Consistent with Commission Resolution G-05-12, approved November 3, 2005, and the FY 2006-07 Budget Act, the allocation for the Railroad Grade Crossing Maintenance Program is reduced from \$4.1 million to \$1 million.

RESOLUTION:

Resolved, that ~~\$1,423,549,000~~ **\$711,774,500** be allocated from the Budget Act of 2006, Budget Act Items 2660-102-0042(1) and 2660-102-0890(1), for the FY 2006-07 local assistance subvention budget, as reflected in the following table.

FISCAL YEAR 2006-07 LOCAL ASSISTANCE LUMP SUM ALLOCATION

(\$ X 1,000)

	State	Federal	Revised Federal	Total
<u>2660-102-0042(1)</u>				
Surface Transportation Program				
(STP) State Match and Exchange	\$58,150			\$58,150
Local Bridge Inspections	735			735
Railroad Grade Separation	15,000			15,000
Railroad Grade Crossing Maintenance	1,000			1,000
Misc. Unassigned Local Programs	3,000			3,000
STIP Freeway Service Patrol	23,479			23,479
Subtotal	\$101,364			\$101,364
<u>2660-102-0890(1)</u>				
Surface Transportation Program (STP)		\$382,458	\$176,568	\$176,568
Congestion Mitigation and Air Quality (CMAQ)		411,367	189,915	189,915
Seismic Bridge Retrofit		94,551	43,651	43,651
Highway Bridge Program		138,406	63,898	63,898
Local Bridge Inspections		2,640	1,219	1,219
Railroad Grade Crossing Protection		8,009	3,697	3,697
Highway Safety Improvement Program (HSIP)		46,961	21,680	21,680
High Risk Rural Roads (HRRR)		7,435	3,432	3,432
Safe Routes to School		14,624	6,751	6,751
Misc. Unassigned Local Programs		625	289	289
High Priority Projects		215,109	99,309	99,309
Subtotal		\$1,322,185	\$610,410	\$610,410
Total Local Programs	\$101,364	\$1,322,185	\$610,410	\$711,774

Note: Resolution FM -06-02, approved September 7, 2006, approved one half of the initial allocation request (\$1,423,549,000).