



May 13, 2016

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

**Amendment to and Addition of Various Budget Bill Items, Support, California
Transportation Commission**

Personal Service Fund Shift (Issue 401)—It is requested that the following items be adjusted and added to properly reflect the allocation of current workload. This net-zero adjustment is necessary because programs funded with Proposition 1B are decreasing, while the California Transportation Commission's responsibilities for projects funded by the State Transportation Account have increased. This request includes changes to the following items:

- Increase Item 2600-001-0042 by \$510,000 and 2.7 positions
- Decrease Item 2600-001-6055 by \$143,000 and 0.8 positions
- Decrease Item 2600-001-6056 by \$110,000 and 0.7 positions
- Decrease Item 2600-001-6058 by \$135,000 and 0.8 positions
- Decrease Item 2600-001-6059 by \$25,000 and 0.1 positions
- Decrease Item 2600-001-6060 by \$63,000 and 0.3 positions
- Decrease Item 2600-001-6063 by \$2,000 and 0.1 positions
- Decrease Item 2600-001-6064 by \$44,000 and 0.2 positions
- Add Item 2600-001-6072 in the amount of \$12,000 and 0.1 positions (see Attachment 1)

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Steve Wells, Principal Program Budget Analyst, at (916) 322-2263.

MICHAEL COHEN

Director

By:

/s/ Amy M. Costa

AMY M. COSTA

Chief Deputy Director

Attachment

cc: Honorable Ricardo Lara, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Vacant, Appropriations Fiscal Director
Attention: Mr. Kirk Feely, Budget Fiscal Director
Honorable Lorena Gonzalez, Chair, Assembly Appropriations Committee
Attention: Mr. Pedro R. Reyes, Chief Consultant
Honorable Jay Obernolte, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Lois Wolk, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Mr. Seren Taylor, Director of Strategic Policy, Assembly Republican Leader's Office
Mr. Jim Richardson, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Brian Kelly, Secretary, California State Transportation Agency
Mr. Brian Annis, Undersecretary, California Transportation Agency
Ms. Susan Bransen, Executive Director, California Transportation Commission
Mr. Eric Thronson, Deputy Director, California Transportation Commission

2600-001-6072—For support of California Transportation Commission,
payable from the State Route 99 Account, Highway Safety, Traffic
Reduction, Air Quality, and Port Security Fund of 2006 12,000

Schedule:

(1) 1800-Administration of California Transportation
Commission 12,000

Provisions:

1. Provision 1 of Item 2600-001-0046 also applies to this item.



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Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

Amendment to Various Budget Bill Items and Reimbursements, Support, Local Assistance, and Capital Outlay, Department of Transportation

Capital Outlay Support: Project Delivery Workload—It is requested that the Capital Outlay Support program be increased by \$32,504,000 and decreased by 151 positions. This request reflects an overall reduction in anticipated workload resulting from winding down of Proposition 1B programs and lower estimated revenues from the state excise tax that supports the State Transportation Improvement Program. Additionally, this request fully funds all authorized positions based on actual cost of salaries. This request includes changes to the following items:

- Increase Item 2660-001-0042 by \$74,209,000 and decrease 329 positions
- Increase Item 2660-001-0890 by \$71,141,000 and 654 positions
- Increase Item 2660-002-3007 by \$8,833,000 and 21 positions
- Decrease Item 2660-004-6055 by \$23,934,000 and 74 positions
- Decrease Item 2660-004-6056 by \$8,617,000 and 54 positions
- Decrease Item 2660-004-6058 by \$756,000 and 1 position
- Decrease Item 2660-004-6060 by \$733,000 and 2 positions
- Decrease Item 2660-004-6064 by \$277,000 and 1 position
- Decrease Item 2660-004-6072 by \$8,001,000 and 36 positions
- Decrease reimbursements for Item 2660-001-0042 by \$79,783,000 and 331 positions
- Increase Government Code section 8879.3 (Fund 0653) by \$422,000 and 2 positions

It is also requested that the Capital Outlay Support program be increased by an additional \$155,464,000 and 352 positions and the Capital Outlay Projects program be decreased by \$83,445,000 to reflect the use of the new revenues to fund the increased support workload associated with the Governor's Transportation Package. The request includes changes to the following items:

- Increase Item 2660-001-0042 by \$72,019,000
- Increase Item 2660-001-3291 by \$83,445,000 and 352 positions
- Decrease Item 2660-301-3291 by \$83,445,000

Federal Bridge Load Rating—It is requested that Item 2660-001-0890 be increased by \$3,279,000 and 17 positions to complete federally required bridge load rating reports, making permanent a number of temporary positions that expire over the next two years.

District 7 Express Lane Maintenance—It is requested that Item 2660-001-0042 be amended by increasing reimbursements by \$2,377,000. Maintenance services being performed on the Interstate 10 and 110 express lanes by Caltrans will now be reimbursed by the local tolling authority that operates these lanes, consistent with the long-term plan.

Lease Revenue Bond Refinancing—It is requested that Item 2660-001-0042 be decreased by \$943,000 to reflect reduced lease rental payment for Caltrans' San Diego office due to the refinancing of the original lease revenue bonds.

Reappropriation of Bond Funds—It is requested that language be added to Item 2660-494 to reappropriate funds from the Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006 (Proposition 1B) and the Safe, Reliable, High-Speed Passenger Train Bond Act (Proposition 1A) to reflect project savings and extensions. Local Proposition 1A bond funds are being used to complete three positive train control safety projects and Proposition 1B funds are being used for projects on State Route 99. Suggested Budget Bill language is attached (see Attachment 1).

Fixing America's Surface Transportation (FAST) Act Federal Grants—It is requested that language be added to Items 2660-302-0042 and 2660-302-0890 to allow these funds to be used for the state match for any grants received by the state from the new federal FAST program (see Attachment 2). These competitive grants can cover up to 60 percent of project costs, and the remaining 40 percent can be split between other federal and non-federal funds.

Technical Adjustments—It is requested that technical adjustments be made to various budget items resulting in a total reduction of \$243,431,000. In developing the 2016-17 Governor's Budget there were several items that were adjusted incorrectly due to a misunderstanding regarding how to reflect these changes. This request includes changes to the following items:

- Decrease Item 2660-302-0042 by \$243,430,000
- Decrease Item 2660-102-0890 by \$3,471,000
- Increase Item 2660-302-0890 by \$3,471,000
- Decrease reimbursements for Item 2660-005-0042 by \$1,000
- Decrease reimbursements for Item 2660-302-0042 by \$200 million
- Increase reimbursements for Item 2660-301-0046 by \$200 million

Additionally, for Item 2660-001-0042, it is requested that funding be shifted between various programs and reimbursements for the Capital Outlay Support and Administration programs be increased by \$8.1 million while the Operations and Distributed Administration programs are decreased by \$8.1 million.

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Steve Wells, Principal Program Budget Analyst, at (916) 322-2263.

MICHAEL COHEN
Director
By:

/s/ Amy M. Costa

AMY M. COSTA
Chief Deputy Director

Attachment

cc: Honorable Ricardo Lara, Chair, Senate Appropriations Committee
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Mr. Jim Richardson, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Brian Kelly, Secretary, California State Transportation Agency
Mr. Brian Annis, Undersecretary, California State Transportation Agency
Ms. Norma Ortega, Chief Financial Officer, Department of Transportation
Mr. Steven Keck, Chief, Budgets, Department of Transportation
Mr. James E. Davis, Chief, Division of Project Management, Department of Transportation
Mr. Ron Sheppard, Chief, Budget Development, Department of Transportation

"2660-494—Reappropriation, Department of Transportation. Notwithstanding any other provision of law, the period to encumber and liquidate for the appropriations provided in the following citations is extended until June 30, 2017.

6043—High-Speed Passenger Train Bond Fund

(1) 2660-104-6043, Budget Act of 2010 (Ch. 712, Stats. 2010)

(2) 2660-304-6043, Budget Act of 2010 (Ch. 712, Stats. 2010)

6055—Corridor Mobility Improvement Account

(1) Item 2660-104-6055, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)

(2) Item 2660-304-6055, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)

(3) Item 2660-104-6055, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)

(4) Item 2660-304-6055, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)

(5) Item 2660-104-6055, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009–10 4th Ex. Sess.)

(6) Item 2660-304-6055, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009–10 4th Ex. Sess.)

(7) Item 2660-104-6055, Budget Act of 2010 (Ch. 712, Stats. 2010)

(8) Item 2660-304-6055, Budget Act of 2010 (Ch. 712, Stats. 2010)

6056—Trade Corridors Improvement Fund

(1) Item 2660-104-6056, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)

(2) Item 2660-304-6056, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)

(3) Item 2660-104-6056, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009–10 4th Ex. Sess.)

(4) Item 2660-304-6056, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009–10 4th Ex. Sess.)

(5) Item 2660-104-6056, Budget Act of 2010 (Ch. 712, Stats. 2010)

(6) Item 2660-304-6056, Budget Act of 2010 (Ch. 712, Stats. 2010)

6058—Transportation Facilities Account

(1) Item 2660-104-6058, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)

(2) Item 2660-304-6058, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)

(3) Item 2660-104-6058, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)

(4) Item 2660-304-6058, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)

(5) Item 2660-104-6058, Budget Act of 2010 (Ch. 712, Stats. 2010)

(6) Item 2660-304-6058, Budget Act of 2010 (Ch. 712, Stats. 2010)

6059—Public Transportation Modernization, Improvement, and Service Enhancement Account

- (1) Item 2660-304-6059, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)
- (2) Item 2660-304-6059, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
- (3) Item 2660-304-6059, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009–10 4th Ex. Sess.)

6060—State and Local Partnership Account

- (1) Item 2660-104-6060, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
- (2) Item 2660-304-6060, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
- (3) Item 2660-104-6060, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009–10 4th Ex. Sess.)
- (4) Item 2660-304-6060, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009–10 4th Ex. Sess.)
- (5) Item 2660-104-6060, Budget Act of 2010 (Ch. 712, Stats. 2010)

6062—Local Bridge Seismic Retrofit Account

- (1) Item 2660-104-6062, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)
- (2) Item 2660-104-6062, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
- (3) Item 2660-104-6062, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009–10 4th Ex. Sess.)
- (4) Item 2660-104-6062, Budget Act of 2010 (Ch. 712, Stats. 2010)

6063—Highway-Railroad Crossing Safety Account

- (1) Item 2660-104-6063, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)
- (2) Item 2660-104-6063, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
- (3) Item 2660-104-6063, Budget Act of 2010 (Ch. 712, Stats. 2010)

6064—Highway Safety, Rehabilitation, and Preservation Account

- (1) Item 2660-104-6064, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)
- (2) Item 2660-304-6064, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)
- (3) Item 2660-104-6064, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
- (4) Item 2660-304-6064, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
- (5) Item 2660-304-6064, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009–10 4th Ex. Sess.)
- (6) Item 2660-104-6064, Budget Act of 2010 (Ch. 712, Stats. 2010)
- (7) Item 2660-304-6064, Budget Act of 2010 (Ch. 712, Stats. 2010)

6072—State Route 99 Account

- (1) Item 2660-304-6072, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)
- (2) Item 2660-304-6072, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
- (3) Item 2660-304-6072, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009–10 4th Ex. Sess.)
- (4) Item 2660-304-6072, Budget Act of 2010 (Ch. 712, Stats. 2010)”

Add the following provision to Item 2660-302-0042:

5. Notwithstanding any other provision of law, the California Transportation Commission (CTC) may allocate up to \$60 million from this item to provide the required non-federal match to any state-sponsored project receiving a federal grant under the Fostering Advancements in Shipping and Transportation for the Long-term Achievement of National Efficiencies (FASTLANE) grants program authorized by the Federal Fixing America's Surface Transportation Act (FAST Act).

Add the following provisions to Item 2660-302-0890:

6. Notwithstanding any other provision of law, the California Transportation Commission (CTC) may allocate up to \$60 million from this item to provide the required match to any state-sponsored project receiving a federal grant under the Fostering Advancements in Shipping and Transportation for the Long-term Achievement of National Efficiencies (FASTLANE) grants program authorized by the Federal Fixing America's Surface Transportation Act (FAST Act).
7. Notwithstanding any other provision of law, the California Transportation Commission (CTC) will allocate Nationally Significant Freight Highway Program formula funds to corridor-based projects elected by local agencies and the State.