

DEPARTMENT OF FINANCE BILL ANALYSIS

AMENDMENT DATE: 05/31/2012
POSITION: Neutral

BILL NUMBER: SB 1102
AUTHOR: DeSaulnier, Mark

BILL SUMMARY: California Transportation Commission: Capital Outlay Support Costs

This bill would establish additional oversight responsibilities on the California Transportation Commission (CTC) for the Department of Transportation's (Caltrans') Capital Outlay Support (COS) Program.

FISCAL SUMMARY

According to the CTC and Caltrans, any costs associated with the additional oversight responsibilities would be minor and absorbable.

COMMENTS

This bill would have a minor fiscal impact and concerns a policy matter on which we are neutral.

A 2011 State Auditor report recommended that the CTC have a larger oversight role for Caltrans' COS Program in support of State Transportation Improvement Program (STIP) projects.

This bill would establish additional oversight and transparency requirements for Caltrans' COS Program, including:

- Requiring a supplemental request for funding for projects that experience cost overruns for COS that exceed 120 percent of the original allocation during the construction phase. Existing law requires a supplemental request for funding to complete a project when construction costs exceed 120 percent of the original allocation.
- Requiring the CTC, beginning January 1, 2013, to allocate funds for COS costs, including right-of-way support, at the same time construction funding is allocated for STIP projects.
- Requiring Caltrans, by November 15, 2014, and every year thereafter, as part of the annual project delivery report, to report the difference between the original allocation provided by CTC and the actual total of construction capital and support costs. The projects must have been completed during the prior year.

Analyst/Principal (0751) M.Almy	Date	Program Budget Manager Kristin Shelton	Date
Department Deputy Director		Date	
Governor's Office:	By:	Date:	Position Approved _____ Position Disapproved _____
BILL ANALYSIS			Form DF-43 (Rev 03/95 Buff)

BILL ANALYSIS--(CONTINUED)

AUTHOR

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Code/Department Agency or Revenue Type	SO	(Fiscal Impact by Fiscal Year)					Fund Code	
	LA	(Dollars in Thousands)						
	CO	PROP						
	RV	98	FC	2011-2012	FC	2012-2013	FC	2013-2014
2600/Trans Comm	SO	No		-----	No/Minor Fiscal Impact	-----		0042
2660/Caltrans	SO	No		-----	No/Minor Fiscal Impact	-----		0042
<u>Fund Code</u>	<u>Title</u>							
0042	Highway Account, State, STF							