

American Recovery and Reinvestment Act of 2009: Regional Impacts

Breakfast of Champions

March 26, 2009



METROPOLITAN TRANSPORTATION COMMISSION

Appropriations by Sub-Committee

(In Billions)

Agriculture	26.5
Commerce-Justice-Science	15.9
Defense	4.6
Energy & Water	50.8
Financial Services	6.9
Homeland Security	2.8
Interior and Environment	11.0
Labor-HHS-Education	126.2
Legislative Branch	0.0
Military-Construction-VA	4.3
State-Foreign Operations	0.6
Transportation-HUD	61.8
Total Appropriations	311.2

California Share: \$26+ Billion

Clean Water	.44
Criminal Justice	.43
Dept. of Labor Grants	.54
Education	3.29
Energy / Weatherization	.42
Funding for the Vulnerable / Communities	.89
Highway Funding	2.57
Medicaid	10.00+
Nutrition / School Lunch	1.07
Public Transit (Formula)	1.07
State Stabilization Fund	4.85
Total Share	\$26

Transportation Funding (National)

(In Millions)

Program	National
Highway Formula	27,500
<i>Ferry Boats and Terminal Facilities</i>	60
<i>Park Roads and Parkways</i>	170
Transit	8,400
<i>5307/5311 Formula</i>	6,210
<i>New Starts</i>	750
<i>5309 Fixed Guideway Formula</i>	750
<i>Growing/High Density States</i>	690
Competitive Discretionary Program	1,500
High Speed and Intercity Rail Grants	8,000
Amtrak	1,300
Aviation	1,300
National Park Service (includes road repair)	589
Diesel Emissions Reduction	300
Transit & Port Security Grants	300
National Transportation Total	\$ 49,189

State & Bay Area Share of Transportation Funding

(In Millions)

Program	State
Highway funds for STIP or SHOPP	1,722
Transportation Enhancement	75
Transit 5311 Formula	30
State Total	\$ 1,827

Program	Bay Area
Surface Transportation Program (STP)	154
Transit	343
<i>5307/5340 Formula</i>	289
<i>5309 Formula</i>	52
<i>5311 Formula</i>	2
Bay Area Total	\$ 493

Proposed Federal Project Delivery Requirements

Type of Funds	Requirement
STP Sub-allocated Funds	<ul style="list-style-type: none">▪ Obligation within 1 year▪ All funds expire if not obligated by September 20, 2010
FTA Formula Funds (Section 5307 & 5309)	<ul style="list-style-type: none">▪ 50% of funds: obligation with 180 days▪ Remaining funds: obligation within 1 year▪ All funds expired if not obligated by September 20, 2010

Approach to Regional Proposal

1. Focus Investments on Quick-Hitter System Preservation Projects
2. Make Strategic Investments that Support New Economy
3. Reinforce Commitments to Regional Initiatives and Priorities (i.e. Resolution 3434)
4. Ensure Regional Success in Project Delivery

Proposed Program and Project Detail

1. System Preservation/Rehabilitation
2. Transit Expansion - New Economy
3. Safety Projects
4. Smart Highways

Regional Funding Proposal (Draft)

(Dollars in Millions)

Program	Funding Available	Focus Area	Project Name	Proposed Regional Investment
Subtotal: \$340				
Transit FTA 5307/ 5309	\$340	System Preservation	Transit Rehabilitation	\$270
		Train to Plane	Oakland Airport Connector	\$70
Subtotal: \$340				
Surface Transp. Program	\$154	System Preservation	Local Road Rehabilitation	\$122
		Safety	Vasco Road Safety Imps - CC County	\$10
		Safety	North Bay Safety Improvements	\$3
		Smart Highways	Freeway Performance Initiative – Ramp Meters	\$19
Subtotal: \$154				
Total: \$494				

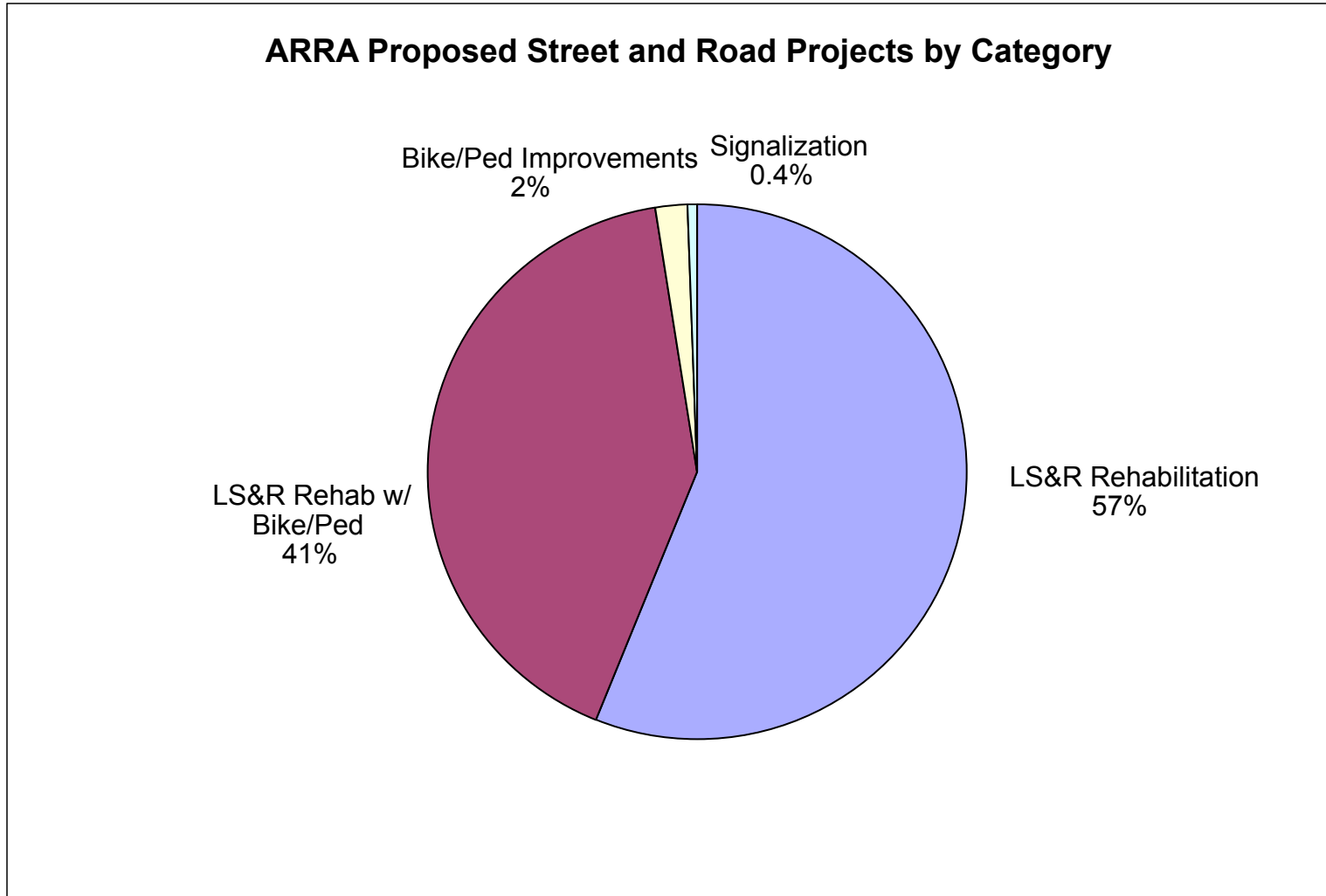
Rehabilitation: Developing Preliminary Project Priorities

By County

<i>Dollars in Millions</i> County	LS&R % Share	\$122 M
Alameda	20.2%	24.6
Contra Costa	14.6%	17.8
Marin	3.9%	4.8
Napa	2.6%	3.2
San Francisco	9.3%	11.4
San Mateo	9.0%	11.1
Santa Clara	21.7%	26.5
Solano	8.0%	9.7
Sonoma	10.6%	12.9

- Allocation shares determined by LS&R Regional Allocation Formula:
 - 25% Population
 - 25% Lane Mileage
 - 25% Shortfall
 - 25% Performance

Rehabilitation: Types of LS&R Projects Submitted



Safety

Vasco Road - \$10 Million

- Construct a 1-mile concrete barrier and create a 5.5 mile continuous passing lane
- Phase 1 total cost is \$18 million
- Proposed regional investment subject to \$8 million local contribution

North Bay Safety Improvements - \$3 Million

- McGary Road
- Santa Rosa Mendocino Ave.
- Highway 29 Class 1 Bike Path in Napa County

Smart Highways

Freeway Performance Initiative (FPI) - \$19 Million

- All projects must be included in FPI as described in *Transportation 2035*
- FPI projects which include ramp metering must have a resolution of local support

Conditions to Ensure Successful Project Delivery

To ensure dollars in the Bay Area are put to work fast and are expended responsibly, MTC is establishing several conditions that fall into the following broad categories:

- Project Policy and Funding Commitments
- Project Delivery and Award Deadlines

	Rehab Projects	Non-Rehab Projects
Obligation/ Grant Award	<ul style="list-style-type: none"> ▪ 90 days of Commission Adoption 	<ul style="list-style-type: none"> ▪ 9 months after Commission adoption
Contract Award	<ul style="list-style-type: none"> ▪ Sept. 30, 2009 (Local Road) ▪ Nov. 30, 2009 (Transit) 	<ul style="list-style-type: none"> ▪ Dec. 31, 2009 or approx. 10 months after Commission adoption

LS&R Rehabilitation Deadlines

- **May 31, 2009** - E-76/federal authorization to proceed
 - Must have submitted PES, field review forms and related documentation to Caltrans by March 5th
 - Must received NEPA clearance and submit all remaining federal-aid required documentation, included PS&E package to Caltrans by April 30th
- **September 30, 2009** - All funds in awarded contracts
 - Award notification to Caltrans by October 31, 2009
- Project sponsors / projects that do not meet timely use of funds deadlines are subject to disqualification

State Discretionary Funds

- \$1.8 billion
- Distribution TBD
 - STIP?
 - All to SHOPP?
 - STP Formula?
- Will most likely be used to backfill Prop 1B projects
- Method for reimbursing Prop 1B funds still unclear

Advocacy for Non-Formula Funds

Project	Proposed Funding Program	Estimated Amount Requested
Transbay Terminal Train Box	High Speed Rail and Intercity Rail Grants	\$400 Million
Doyle Drive	National Park Service (Inc. Park Roads)	\$50 Million
Doyle Drive	Park Roads and Parkways	See Above
	Subtotal	\$450 Million

Programming Requirements

- 2009 Transportation Improvement Program (TIP)
- Air Quality Conformity - Only exempt projects considered
- Environmental Clearance - CEQA / NEPA
- Application, Resolution of Local Support, and Opinion of Legal Counsel
- Project Screening and Compliance with Federal / State Requirements
- Routine Accommodations

DBE Requirement

- FHWA is requiring immediate implementation of DBE Goal that includes a “race-conscious” element
- Local agencies have until June 2, 2009 to transition to the new RC DBE
- All contracts awarded after June 2, must include RC DBE requirement
- Any project with Authorization to Proceed under the “Race Neutral” DBE must award contract prior to June 2, 2009
- The 45-day public comment period is not required in the development of local agencies’ Annual Anticipated DBE Percentage Levels
- FAQ and Template/Forms:

http://www.dot.ca.gov/hq/Local_Programs/DBE_CRLC.html

Reporting Requirements

- Reporting required at Federal, State, Regional, Local and Contractor levels
 - Obligation / Award / Draw Down on Funds
 - Jobs Created
 - Contractor Names
 - DBE
- Caltrans is currently developing guidelines
 - Likely to be a web-based reporting tool
 - Goal is to be in sync with Federal requirements

Next Steps

American Recovery and Reinvestment Act (ARRA) Program Programming Schedule	
February 6, 2009	Partnership Board meeting
February 10, 2009	MTC Joint Advisors meeting
February 11, 2009	Programming and Allocations Committee review of regional programming proposal
February 17, 2009	Enactment of the ARRA
February 25, 2009	Commission approval of ARRA program and accompanying TIP amendment
March 5, 2009	PES/Field Review Documents Submittal Deadline – LS&R System Preservation Projects
April 30, 2009	60-day NEPA clearance and Final PS&E Package Deadline – LS&R System Preservation
May 31, 2009	90-day Obligation (E-76) Deadline – LS&R System Preservation Projects 90-day Grant Award Deadline – Transit System Preservation Projects
June 30, 2009	Conditions met – Non-System Preservation Projects
September 30, 2009	180-day Contract Award – LS&R System Preservation Projects
November 30, 2009	270-day Obligation/Grant Award Deadline – All Non-System Preservation Projects 270-day Contract Award Deadline – Transit System Preservation Projects
December 31, 2009	300-day Contract Award Deadline – All Non-System Preservation Projects