

Memorandum

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: October 8, 2013

Reference No.: 3.5
Information Item

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Subject: **FINAL CLOSE-OUT REPORT ON FY 2012-13 SHOPP MINOR LUMP SUM ALLOCATION**

SUMMARY:

In Fiscal Year (FY) 2012-13, the California Transportation Commission (Commission) approved the State Highway Operations and Protection Program (SHOPP) Minor Program target allocation of \$58,197,000 for capital outlay (CO) and \$41,803,000 for capital outlay support (COS), for a total of \$100,000,000. For the FY 2012-13 end-of-the-year report, the total CO amount awarded was \$53,364,351 (91.7 percent) and the total COS amount expended was \$65,325,933 (156.3 percent), for a total of \$118,690,284. In summary, 118.7 percent of the SHOPP Minor Program target allocation funds were awarded or expended. The \$18,690,284 in overrun in FY 2012-13 will be offset by a corresponding reduction in FY 2013-14 Minor Program allocation.

BACKGROUND:

On July 14, 2005, the Commission approved Resolution G-05-05, delegating to the California Department of Transportation (Department) authority to sub-allocate funds, advertise, and award Minor A projects included on the annual Minor Program project list approved by the Commission each year.

The Department submitted allocation requests to the Commission for Minor A projects that were not included on the Commission approved Minor A project list.

For FY 2012-13, the Minor Program project list and CO allocation of \$58,197,000 consisting of \$37,258,000 in Minor A, \$19,265,000 in lump sum Minor B, and \$1,674,000 in lump sum Right of Way was approved by the Commission on June 23, 2011. The Department awarded contracts totaling \$27,618,000 for Minor A, including \$23,854,500 sub-allocated by the Department and \$3,763,500 allocated by the Commission for substitute projects. In addition, \$24,696,169 for Minor

B projects was awarded and \$1,050,182 was expended for Right of Way. The total amount awarded or expended for the Minor Program CO was \$53,364,351.

The SHOPP Minor program is an annual program in which projects must be awarded in the fiscal year programmed. Minor A projects have a construction capital limit of between \$270,000 and \$1,000,000 and Minor B projects have a construction capital limit of \$270,000 or less.