

**NORTH COUNTY CORRIDOR
EXPRESSWAY TRANSPORTATION AUTHORITY**

ITEM: 6b

SUBJECT:

Approval of Budget for the North County Corridor Transportation Expressway Authority

STAFF RECOMMENDATIONS:

1. Approve the budget for the North County Corridor Transportation Expressway Authority of \$3,365,600 for Fiscal Year 2008-2009.

FISCAL IMPACT:

Funding for the North County Corridor Transportation Expressway is anticipated from the State Transportation Improvement Program (STIP) and Regional Transportation Impact Fees (RTIF).

DISCUSSION:

The North County Corridor Transportation Authority was formed for the purpose of completing Project Approval and Environmental Documentation (PA/ED), developing a preferred alternative that will be used to establish a precise alignment for the North County Corridor.

Section 10. Budget of the Joint Exercise of Powers Agreement (Agreement) for Route Adoption of the North County Corridor Transportation Expressway states: "Within 60 days of the execution of this Agreement, the Authority by unanimous consent shall adopt a budget to operate the Authority until June 30, 2009. By March 1, 2009, and each year thereafter, the Authority shall adopt a budget for the coming fiscal year and transmit to each Participant their coming fiscal year obligation."

The requested budget for the period of July 2008 through June 2009 (Fiscal Year 08/09) is \$3,365,600. Attachment "A" details the anticipated costs associated with the PA/ED, project management, and Authority start-up. A two-year budget has been developed to provide a comprehensive overview of the Project. The total cost of the Project is projected to be \$6,632,600. The Project is funded through the State Transportation Improvement Program (STIP) and Public Facility Fees (PFF).

Project management costs are typically 3% to 5% of the total project cost. The total budgeted for project management for the North County Corridor is \$196,000 or 3.02%. Attachment "B" provides construction management cost detail.

As stated in the Joint Exercise of Power Agreement, Section 9: Staff resources of each party, as well as resources available from other public agencies will be used to the

maximum extent feasible to complete the objectives of the Agreement. When approved by the Board, in-kind services reflected in the Authority Budget that may be provided by an individual party may be credited towards that party's commitment, provided that the in-kind service is directly connected to the Agreement's Scope of Work. Credit to an individual party's commitment for in-kind services will be based upon the participant's actual cost of work computed using a charge out rate recognized by the participant and approved in advance by the Board. Staff participation in meeting such as the Board of Directors and Technical Advisory committee are not considered an in-kind service eligible for credit towards the party's commitment and are not included, except when County or designated City staff or their agents act as a direct staff to the Authority.

Section 12 of the Agreement addresses each Participant depositing their share of funds into the Authority's account after adoption of the annual budget. As full funding in the form of STIP and RTIF is anticipated, no direct funds are required from Participants at this time.

Budget Cycle	Jul 08-Jun 09	Jul 09-Jun 10	Total Budget
Revenues			
Account			
27600 STIP	3,365,600	2,834,400	6,200,000
31420 Public Facility Fee	-	432,600	432,600
Total Estimated Revenue	3,365,600	3,267,000	6,632,600
Expenditures			
Account			
61000 Insurance bonds-Auditor/Treasurer	600	-	600
61000 Liability Insurance	5,000	5,000	10,000
62400 Filing Fee	1	-	1
63100 Annual Audit	5,000	5,000	10,000
63280 Contract	2,900,000	2,900,000	5,800,000
63287 Caltrans Oversight	290,000	290,000	580,000
63640 Legal Services	12,000	10,000	22,000
64600 Project Management	104,000	92,000	196,000
66280 Miscellaneous supplies	7,999	6,000	13,999
Total Budgeted Expenditures	3,365,600	3,308,000	6,632,600

North County Corridor Transportation Authority

Attachment B

Total projected project cost: \$5,800,000
 Contract management cost: 3% \$174,000
 Contract management cost: 5% \$290,000

	FY 07/08		FY 07/08	FY08/09	FY09/10
	Weighted Rate	Overhead	Chargeable Rate	Chargeable Rate	Chargeable Rate
Matt Machado	121.73	25.69%	153.00	160.65	168.69
Laurie Barton	80.68	25.69%	101.41	106.48	111.80
Diane Haugh	57.69	25.69%	72.51	76.14	79.94
Susee Lopez	44.60	25.69%	56.06	58.86	61.80
Letisia Corona	37.62	25.69%	47.28	49.65	52.13

Assumption:

Name	Hrs Per Month	FY07/08 Anticipated Cost*	FY08/09 Anticipated Cost	FY09/10 Anticipated Cost
Machado	16	2,448.04	2,570.44	2,698.96
Barton	16	1,622.51	1,703.63	1,788.81
Haugh	16	1,160.17	1,218.18	1,279.09
Lopez	24	1,345.39	1,412.66	1,483.29
Corona	8	378.28	397.19	417.05
Total Monthly Staff Cost		6,954.38	7,302.10	7,667.20
Total Annual Cost		13,909	87,625	92,006

Annual Cost Rounded	14,000	90,000	92,000	196,000
Miscellaneous Supplies	2,000	9,000	9,000	20,000
Total Annual Cost	16,000	99,000	101,000	216,000

* FY07/08 Administrative costs are rolled into FY08/09 budget.

Legal Services (County Counsel)

Hrs per month	4
Weighted rate	207
Total Budget	9,936