

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 26-27, 2025

From: STEVEN KECK, Chief Financial Officer

Reference Number: 3.6, Information Item

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Division of Right of Way and Land Surveys

Subject: QUARTERLY REPORT – FISCAL YEAR 2024-25 RIGHT OF WAY ANNUAL ALLOCATION – THIRD QUARTER

SUMMARY:

As of April 1, 2025, approximately \$49.7 million, or 43 percent, of the \$115.4 million allocated by the California Transportation Commission (Commission) for Right of Way (RW) Capital has been committed on State Highway Operation and Protection Program (SHOPP) and State Transportation Improvement Program (STIP) projects. The California Department of Transportation (Department) plans to spend \$46.7 million for the remainder of the fiscal year. The forecasted balance at the end of the fiscal year is \$19 million.

The annual RW Capital Plan approved by the Commission on June 28, 2024, under Resolution FM-23-04, consisted of 548 projects. Funds have been committed on 258, or approximately 47 percent, of the previously identified projects. The RW Capital Plan has been amended to include 147 additional projects that required 2024-25 allocation.

BACKGROUND:

The Department's Division of Right of Way and Land Surveys administers the RW Capital budget under delegated authority from the Commission. The Commission provides an annual allocation consistent with each fiscal year's Budget Act, approved STIP and SHOPP documents, and the RW Capital Plan. The RW Capital Plan includes RW capital outlay costs, plus the specific categories of costs during the Project Approval and Environmental Document (PA&ED) phase, costs exceeding programming, and inverse condemnation costs. The Commission further delegates to the Department the authority to adjust allocation between projects and expenditure categories.

Per Resolution G-19-01, the Department is required to report on a quarterly basis the status of the RW Capital Plan, including a list of the projects added, subtotals of the specific categories, and the balance of the annual allocation.

It is forecasted that \$19 million of the annual allocation balance will not be committed by June 30, 2025. Revised estimates for mitigation capital needs, along with updated right of way impacts and schedules, account for the forecasted balance.

FISCAL YEAR 2024-25 RW CAPITAL ANNUAL ALLOCATION SUMMARY
 (Dollars x 1,000)

Capital Projects	Annual Allocation per CTC Resolution FM-23-04	Annual Allocation Encumbered or Expended as of 04/01/2025	Annual Allocation Balance¹
STIP Capital Costs	\$14,449	\$8,991	\$5,458
STIP Costs During the PA&ED Phase ^{2 3}	\$28	\$1	\$27
STIP Costs Exceeding Programming ³	\$9,552	\$2,834	\$6,718
STIP Inverse Costs ³	\$0	\$20	(\$20)
Subtotal STIP	\$24,029	\$11,846	\$12,183
SHOPP Capital Costs	\$79,461	\$24,187	\$55,274
SHOPP Costs During the PA&ED Phase ^{2 3}	\$4,564	\$416	\$4,148
SHOPP Costs Exceeding Programming ³	\$7,127	\$8,106	(\$979)
SHOPP Inverse Costs ³	\$249	\$5,127	(\$4,878)
Subtotal SHOPP	\$91,401	\$37,836	\$53,565
Total	\$115,430	\$49,682	\$65,748

A copy of the detailed [RW Capital Plan](#) is available online.

¹ The forecasted Annual Allocation Balance includes the following fund source adjustments: \$5 million to State STIP funds 25301-0042, \$2.5 million to Federal STIP funds 25301-0890, \$9.5 million to State SHOPP funds 25302-0042, and \$2 million to Federal SHOPP funds 25302-0890.

² As of April 1, 2025, expenditures and encumbrances made during the PA&ED phase total less than 1 percent of the approved allocation. Resolution G-19-01 limits these commitments to 5 percent of the total Annual Allocation.

³ The 2024 STIP Fund Estimate identifies a \$16 million fund reservation for unprogrammed RW Capital costs. As of April 1, 2025, \$16 million has been committed. Approximately \$2.3 million will be reclassified as programmed costs after STIP share adjustments are made at the time of Construction Contract Acceptance.