Agenda Item 3

METROPOLITAN
TRANSPORTATION
COMMISSION

Joseph P. Bort MetroCenter
101 Eighth Street
Oakland, CA 94607-4700
TEL 510.817.5700
TDD/TTY 510.817.5769
FAX 510.817.5848
E-MAIL info@mtc.ca.gov
WEB www.mtc.ca.gov

Memorandum

TO: Administration Committee

DATE: July 3, 2013

FR: Executive Director

W. I.

RE: Funding Agreement: Association of Bay Area Governments (ABAG) for FY 2013-14 Planning, Research and Administrative Services ($3,525,916)

In February of this year, the Commission approved an eight-year funding framework (FY 2013-14 through FY 2020-21) to provide a level of budget certainty for ABAG's annual regional research and planning expenses and allow ABAG to pay for the tenant improvements at the Regional Agency Headquarters Facility. That framework provides that the Commission Committee is to review and approve the execution of each year's funding agreement in order to confirm the scope of work for research and planning activities to be carried out by ABAG in exchange for the funding received.

The FY 2013-14 funding commitment is $4,525,916 of which $1,000,000 is to be secured through ABAG's application for Prop. 84 state planning grant funds. The balance of funds covered by the MTC/ABAG agreement is included in the MTC's adopted FY 2013-14 budget, as listed below:

General Fund/TDA Planning	$927,000
FTA 5303 (Toll Credit)	$230,916
FHWA PL (Toll Credit)	$1,000,000
STP 6084 (175)	$658,000
STP 6084 (146)	$660,000
HUD Grant	$50,000
Total	**$3,525,916**

The proposed funding agreement would specify that, in the event ABAG is not successful in receiving the full $1,000,000 from Prop. 84 or other state sources, MTC will work with ABAG to determine how best to address the unfunded balance.

Per the funding framework approved in February, this FY 2013-14 funding agreement will allow ABAG to carry over any unspent funds for expenditure in subsequent fiscal years, thereby providing budget capacity over the course of the eight-year funding commitment to meet ABAG's anticipated agency expenses. The agreement further requires ABAG to work with MTC to explore in earnest ways to reduce costs related to any duplicative planning or administrative functions. We note that our intensive coordination experience required to

complete Plan Bay Area provides several examples of how we will need to better integrate our respective agencies' joint research, planning and public outreach efforts.

ABAG and MTC staffs have met to discuss the specific scope of work for FY 2013-14, consistent with the approved Overall Work Program. The general scope is outlined in Attachment A.

I request that the Committee forward to the Commission a recommendation to authorize me to enter into the funding agreement with ABAG in the amounts noted above for FY 2013-14.

Steve Heminger

J:\COMMITTE\Administration\2013 by Month\07_Administration_July_2013\3_ABAG Funding Agreement FY2013-14.doc

Attachment A

FY 2013-14 ABAG/MTC Funding Agreement
General Scope of Work

(a) Regional Land Use Modeling and Analysis. ABAG shall support MTC's efforts to develop apply, and maintain the Bay Area UrbanSim land use model.

(b) Plan Bay Area. ABAG shall fulfill its responsibility to jointly develop, adopt, and implement a federal and state-compliant Plan Bay Area pursuant to SB 375.

(c) Regional Housing Needs Allocation (RHNA). ABAG shall fulfill its responsibility to adopt a RHNA that is consistent with Plan Bay Area pursuant to SB 375.

(d) Intergovernmental Review. ABAG shall fulfill roles pursuant to Executive Order 12372 and the State Intergovernmental Review process, as well as pursuant to Section 204 of the Demonstration Cities and Metropolitan Development Act of 1966 as amended, Section 401 of Title IV of the Intergovernmental Cooperation Act of 1968, and Section 176 (c) of the Clean Air Act, in a manner consistent with MTC review responsibilities.

(e) Joint Policy Committee (JPC) and Regional Airport Planning Committee (RAPC). ABAG shall provide appropriate staffing support for joint meetings of ABAG and MTC committees, the Joint Policy Committee ("JPC"), and the Regional Airport Planning Committee ("RAPC").

(f) Integrated Work Plan. ABAG shall work with MTC to prepare an integrated work plan for the agencies' joint research, planning and administrative functions in order to ensure the cost-effective performance and reduction of costs related to these functions, where feasible.

(g) Regional Agency Headquarters Facility. ABAG shall provide regular Executive, technical and administrative input to the interagency planning activities related to the relocation of its offices to the Regional Agency Headquarters Facility.

REQUEST FOR COMMISSION APPROVAL

Summary of Proposed Funding Agreement

Work Item No.: 1152

Agency: Association of Bay Area Governments
Oakland, CA

Work Project Title: FY 2013-14 ABAG/MTC Funding Agreement

Purpose of Project: To provide planning, research and administrative services.

Brief Scope of Work: To coordinate with MTC to conduct certain comprehensive planning and technical activities and products that support the planning functions of both agencies, with special emphasis on the implementation of Plan Bay Area, and to prepare and implement an integrated work plan for the agencies' joint research, planning and administrative functions.

Project Cost Not to Exceed: $3,525,916

Funding Source:

General Fund/TDA Planning	$927,000
FTA 5303 (Toll Credit)	$230,916
FHWA PL (Toll Credit)	$1,000,000
STP 6084 (175)	$658,000
STP 6084 (146)	$660,000
HUD Grant	$50,000
Total	**$3,525,916**

Fiscal Impact: Funds are included in the proposed MTC Agency Budget for FY 2013-14.

Motion by Committee: That the Executive Director or his designee is authorized to negotiate and enter into a funding agreement with the Association of Bay Area Governments to perform comprehensive planning and technical activities in FY 2013-14, and the Chief Financial Officer is authorized to set aside funds from the FY 2013-14 Agency Budget for this purpose in the amount of $3,525,916.

Commission:

Adrienne J. Tissier, Chair

Approved: Date: July 10, 2013