



DATE: November 9, 2016

TO: Governing Board, Intermodal Container Transfer Facility Joint Powers Authority

FROM: Douglas A. Thiessen, Executive Director

SUBJECT: 2016-2017 Budget

The proposed 2016-2017 budget of \$2.88 million for the Intermodal Container Transfer Facility Joint Powers Authority (ICTF JPA) is attached.

We are proposing \$497,279 primarily for legal and consulting services, in connection with the Union Pacific Railroad Company (UP) application for modernization of the Intermodal Container Transfer Facility (ICTF). This, along with funds spent in previous fiscal years, totals \$5.0 million, the anticipated cost associated with UP's application for modernization of the ICTF. These costs are reimbursed by UP.

Operating expenses for items such as audit fees, meeting expenses, and miscellaneous expenses are reimbursable by UP up to \$100,000 annually. These budgeted expenses for 2016-2017 are estimated to total \$20,100 which will be requested from UP.

UP also advances funds for the City of Carson maintenance costs, which totaled \$113,199 in fiscal 2015-2016 and are estimated to decrease by 4.1% to \$108,563 in fiscal 2016-2017 based on the Producer Price Index for May 2016. The \$2.25 million capital improvement item is included for the ICTF JPA's share of construction obligations under the Carson agreement. Carson is preparing to widen Sepulveda Boulevard between Alameda Street and the ICTF entrance. This project has been delayed pending environmental review but is anticipated to be advertised for bidding in early 2017.

It is recommended that the ICTF JPA Governing Board adopt the 2016-2017 budget in the amount of \$2,875,942.

It is also recommended that the Board make the following finding:
"The Board finds the activity is administrative activity that will not result in direct or indirect physical changes in the environment, and, as such, is not a "project" as defined by CEQA Guidelines section 15378."


Douglas A. Thiessen
Executive Director

INTERMODAL CONTAINER TRANSFER FACILITY
JOINT POWERS AUTHORITY
FISCAL YEAR 2016-2017

DESCRIPTION	ESTIMATED ACTUAL 2015-2016	ADOPTED BUDGET 2015-2016	PROPOSED BUDGET 2016-2017
Audit - JPA and Union Pacific	\$ 15,914	\$ 25,000	\$ 18,000
Legal & Consulting Services (c)			
EIR Preparation	351,461	361,190	275,531
Project Management	121,754	109,151	77,386
Outside Legal	19,122	84,841	39,362
JPA Staff	-	-	-
Miscellaneous	-	105,000	105,000
Contingency	-	-	-
Meeting Expenses	-	800	800
Miscellaneous (Consulting Fee)	-	1,000	1,000
LA County Property Tax	82	300	300
Edison Permit Fee (b)	2,515	-	-
City of Carson (a)			
1984 Facility Maintenance Fee (1)	93,188	93,188	89,372
1994 Facility Maintenance Fee (2)	20,010	20,010	19,191
City of Carson			
Capital Improvements	-	2,250,000	2,250,000
TOTAL	\$ 624,046	\$ 3,050,481	\$ 2,875,942

(a) Maintenance Fees paid directly by Tenant (Union Pacific Railroad) to City of Carson:

(1) Payment for maintenance of streets, sewers, storm drains, signals, landscaping and irrigation systems paid annually on July 1, commencing July 1, 1990, amount is adjusted in accordance with changes in Producers Price Index. Payment calculated in June, based on May PPI data, for subsequent year.

(2) Annual facility maintenance fee imposed upon issuance of amended Conditional Use Permit 255084. Original fee is \$25,000 adjusted by changes in the Producers Price Index commencing July 1, 1995. Will be reduced upon final acceptance of certain street improvements (Section 4.B - Carson Agreement).

(b) 5-year fee paid in advance for period starting October 2010.

(c) Legal and consulting services in connection with the Union Pacific application for modernization of the ICTF.

Note:

Operating expenses reimbursed by Union Pacific Railroad up to \$100,000/yr.