



DATE: October 19, 2009

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

FROM: Douglas A. Thiessen, Executive Director

SUBJECT: 2009-2010 Budget

The proposed 2009-2010 budget of \$5.3 million for the Intermodal Container Transfer Facility Joint Powers Authority (ICTF JPA) is attached.

We are proposing a \$3.3 million budget, primarily for legal and consulting services, in connection with the Union Pacific Railroad Company (UP) application for modernization of the Intermodal Container Transfer Facility. This, along with funds spent in the previous fiscal year, totals \$4 million, the anticipated cost associated with UP's application for modernization of the ICTF. UP has agreed to reimburse the JPA an amount not to exceed \$4 million of these costs.

Operating expenses of items such as audit fees, meeting expenses, and miscellaneous expenses are reimbursable by Union Pacific Railroad Company up to \$100,000 annually. These budgeted expenses for 2009-2010 total \$24,275 which will be requested from UP.

UP also advances funds for the City of Carson maintenance costs, which totaled \$115,338 in fiscal 2009-2009 and are estimated to stay the same for fiscal 2009-2010 even though the Producer Price Index, which it is pegged to, decreased during this period. The \$1,900,000 capital improvement item is included for the 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.

It is recommended that the JPA Governing Board adopt the 2009-2010 budget in the amount of \$5,301,306.

Douglas A. Thiessen
Executive Director

INTERMODAL CONTAINER TRANSFER FACILITY
JOINT POWERS AUTHORITY
FISCAL YEAR 2009 - 2010

DESCRIPTION	ESTIMATED ACTUAL 2008-2009	ADOPTED BUDGET 2008-2009	PROPOSED BUDGET 2009-2010
Audit - JPA	\$ 10,000	\$ 12,000	\$ 12,000
Audit - Union Pacific	4,000	10,000	10,000
Legal & Consulting Services (c)			
EIR Preparation	263,268	2,400,000	2,256,423
Project Management	417,056	575,000	275,000
Outside Legal	53,778	525,000	475,000
JPA Staff	-	100,000	-
Miscellaneous	4,475	140,000	105,000
Contingency	-	150,000	150,000
Meeting Expenses	-	800	800
Miscellaneous (Consulting Fee)	1,000	1,000	1,000
LA County Property Tax	466	300	475
Edison Permit Fee (b)	-	-	-
City of Carson (a)			
1984 Facility Maintenance Fee (1)	94,950	94,950	94,950
1994 Facility Maintenance Fee (2)	20,388	20,388	20,388
City of Carson			
Capital Improvements	-	1,900,000	1,900,000
TOTAL	\$ 869,381	\$ 5,929,438	\$ 5,301,036

(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) 10-year fee paid in advance in October, 2000.

(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.