



DATE: February 2, 2016

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

FROM: Douglas A. Thiessen, Executive Director

SUBJECT: 2015-2016 Budget

The proposed 2015-2016 budget of \$3.05 million for the Intermodal Container Transfer Facility Joint Powers Authority (ICTF JPA) is attached.

We are proposing \$555,183 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 2015-2016 are estimated to total \$27,100 which will be requested from UP.

UP also advances funds for the City of Carson maintenance costs, which totaled \$100,483 in fiscal 2014-2015 and are estimated to decrease by 7.3% to \$93,188 in fiscal 2015-2016 based on the Producer Price Index for May 2015. 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 2016.

It is recommended that the ICTF JPA Governing Board adopt the 2015-2016 budget in the amount of \$3,050,481.

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 2015-2016

DESCRIPTION	ESTIMATED ACTUAL 2014-2015	ADOPTED BUDGET 2014-2015	PROPOSED BUDGET 2015-2016
Audit - JPA	\$ 15,450	\$ 15,000	\$ 15,000
Audit - Union Pacific	10,000	10,000	10,000
Legal & Consulting Services (c)			
EIR Preparation	237,843	779,562	361,190
Project Management	88,609	235,583	109,151
Outside Legal	32,249	183,114	84,841
JPA Staff	-	-	-
Miscellaneous	-	105,000	105,000
Contingency	-	-	-
Meeting Expenses	-	800	800
Miscellaneous (Consulting Fee)	3,000	1,000	1,000
LA County Property Tax	83	300	300
Edison Permit Fee (b)	-	-	-
City of Carson (a)			
1984 Facility Maintenance Fee (1)	100,483	100,483	93,188
1994 Facility Maintenance Fee (2)	21,577	21,577	20,010
City of Carson			
Capital Improvements	-	2,250,000	2,250,000
<b>TOTAL</b>	<b>\$ 509,294</b>	<b>\$ 3,941,157</b>	<b>\$ 3,050,481</b>

(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.