



Pro Rata or Lump Sum

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D3 Local Assistance Area Engineer

OVERVIEW

- Background
- Updated Policy & Procedures
- Potential Impact
- D3 Local Assistance Advice
- Questions

HOW DID WE GET HERE?

Reviews

(FFY 11-12)

**FHWA
Memo**

(10/28/12)

DLA OB-13-01

(1/31/13)

METHOD OF AUTHORIZATION



PRO RATA

OR



LUMP SUM

NEW FINANCE LETTER (3-0)

Local Assistance Procedures Manual		TO COS WO		Exhibit 3-0 Local Federal-Aid Project Finance Letter					
EXHIBIT 3				ROAD PROJECT FINANCE LETTER					
DEPARTMENT OF TRANSPORTATION DIVISION OF ACCOUNTING LOCAL PROGRAM ACCOUNTING BRANCH				Date: _____ Agency: _____ Fed Project No.: _____ Project ID: _____ PPNO.: _____ Bridge No.: _____					
ATTN: _____									
Work on State Highway (Y or N): _____ If yes, provide for									
Administered by State or Local? _____									
Project Manager Name: _____									
Accounting Program Code(s): _____									
Coop or Contribution Agrmnt No.: _____									
PRELIMINARY ENGINEERING Agency Preliminary Engineering State Furnished Preliminary Engineering Overhead at _____ %				FEDERAL FUND TYPE (1)	FEDERAL FUND TYPE (2)	STATE MATCH FUNDS	LOCAL MATCH FUNDS	OTHER FUNDS	
RIGHT OF WAY (R/W) Purchase Costs Relocation Assistance /Utility									
CONSTRUCTION Contract Items Utilities Supplemental Work Contingencies Trainees Agency/State Furn. Mat. Contract Total:									
CONSTRUCTION ENGINEERING Agency Construction Engineering State Furnished Construction Engineering Overhead at _____ %									
State Furnished Materials Testing Overhead at _____ % Subjob									
Striping by Agency Force Account Work by Agency									
Federal Participation: _____				* "P" = Pro Rata, "L" = Lump Sum					
Federal Appn. Code(s): _____				For questions: regarding finance letter, contact:					
Federal Reimbursement Rate(s) for Progress Invoice:				Printed Name: _____					
PHASE	FED (1)	FED (2)		Telephone No.: _____					
PE									
R/W									
CON									
CE									
Distribution: (1) Original + 4 copies-Caltrans DLAE (2) Copy-Local Agency Project File									
DLA-OB 13-01			TOTALS:		January 31, 2013				
ation									
I certify that this									

WHICH METHOD SHOULD YOU CHOOSE?



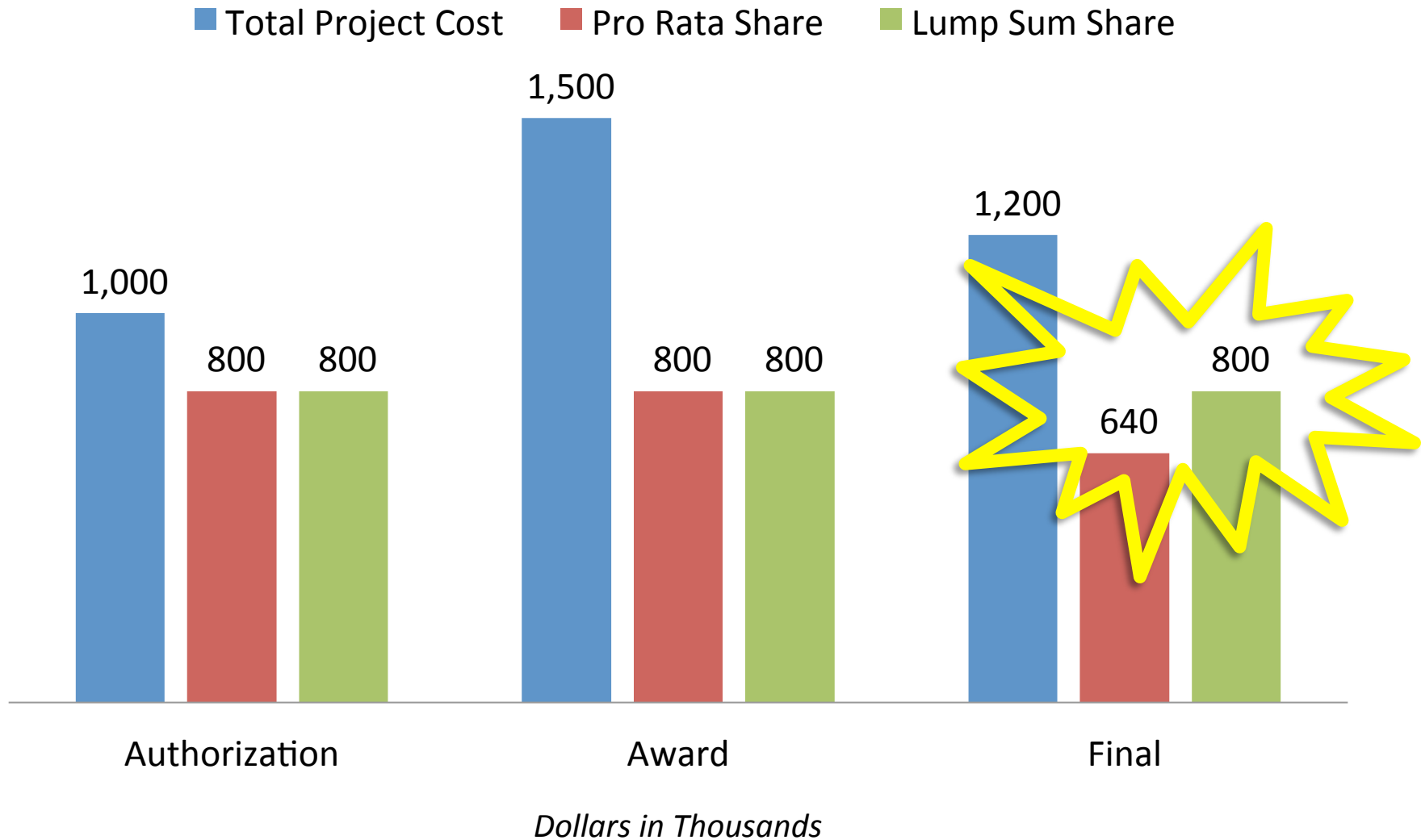
PRO RATA

OR



LUMP SUM

WHY LUMP SUM?



PRO RATA METHOD



PRO RATA

**Bridge
Program
Projects**

**Toll
Credits**

OTHER POINTS

- Effective 2/1/13
- Local agency (MPO/RTPA) decision
 - Review scenarios
 - Standardized regionally?
- Submit Award Packages (90 days)
- Lump Sum provides most flexibility

ADDITIONAL RESOURCES

- DLA OB-13-01
 - Policy & Procedures
 - Funding scenarios
 - FHWA Memos

<http://www.dot.ca.gov/hq/LocalPrograms>

- District 3 Local Assistance Blog

<http://localassistance.wordpress.com>

- District 3 Local Assistance Engineer



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