

Irvine Guideway Demonstration Project Update

Proposition 116 Fund Exchange Proposal



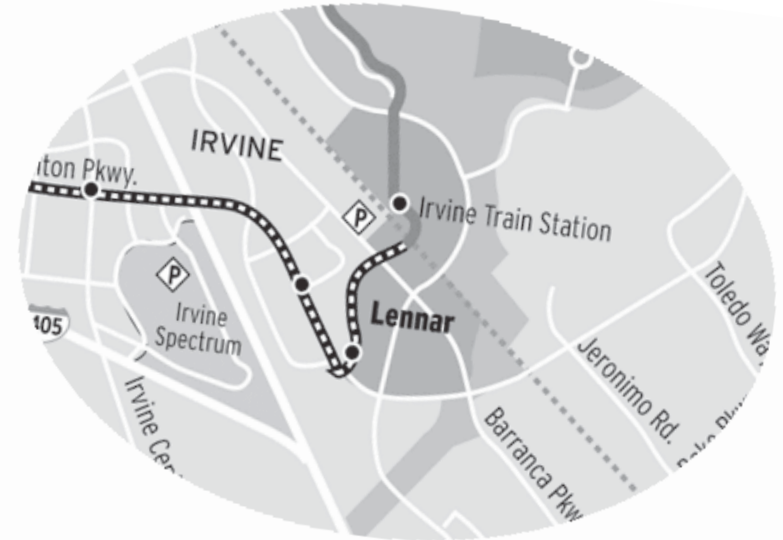
Board of Directors' Meeting
January 12, 2009



Irvine Guideway Project



- Five-mile guideway - uses dual technology
- Assumes Proposition 116 and Renewed Measure M funding
- OCTA reviewing City alternatives analysis
- Challenge of meeting Proposition 116 requirements and risk of diversions



Proposition 116



- \$125 million earmark for Irvine Guideway
- Requirements:
 - Dollar-for-dollar local match
 - Local operating funds (committed)
 - Under contract by July 1, 2010
- Administered by the California Transportation Commission (CTC)



Status



- City interested in exploring options to transfer Proposition 116 funds
 - Relieve City of near-term deadlines
 - Provide City more flexibility
 - Preserve a funding source for regional projects
- Initiated discussions with City regarding basic terms



Draft Term Sheet



- City withdraws guideway proposal
- CTC approves transfer of funds to Orange County projects
- OCTA provides match credit to Irvine transit projects that comply with future Measure M policies
- Agencies approve agreement



Next Steps



- OCTA transmits draft proposal to CTC – December 2008
- Irvine City Council action – January 13, 2009
- T2020 recommendation – January 19, 2009
- Board action – January 26, 2009
- CTC approval – February 2009