



April 15, 2011

The Honorable Ramon Garcia
Hidalgo County Judge
PO Box 1356
Edinburg, TX 78540

REF: Notice of ROW Project Release

1. **FM 681** (RCSJ 0669-01-052)-From FM 681 North @ FM 2221 to SH 107
2. **FM 2221**(RCSJ 0862-01-048)-From 0.25 Miles West of Moorefield RD to FM 681
3. **FM 2221**(RCSJ-0862-01-046)-From 0.25 Miles West of SH 364 to 0.25 Miles West of Moorefield Road

Dear Honorable Judge Garcia,

Enclosed find a copy of the Notice of Right of Way Release from ROW Division in Austin and an original fully executed Contractual Agreement for Right of Way Procurement- Local Government for the above referenced projects.

As mentioned in a letter to you dated September 1, 2010, given the limited FEDERAL and STATE funding available for right of way acquisition, the funding was set up over a three year period from FY 2012 thru FY 2014. This language has been incorporated into the agreements to clarify that reimbursement to the County for eligible expenses will only be provided when funds for such reimbursement are available. We understand the County is interested in moving forward with acquisition; however, reimbursements will not be submitted or processed until funding is available based on the summary table included in the September 1, 2010 letter, see attached. With this understanding, the County may now commence with the acquisition of the needed right of way for this project.

As always our Right of Way staff is available to provide your staff with any technical assistance they may need in undertaking this project.

Thank you for your continued support towards the improvement of the Highway System in the State of Texas. We certainly appreciate it.

April 15, 2011

Sincerely,



Nelda R. Eureste
South Region
Right of Way Manager

Cc: Mario Jorge, P.E., Pharr District Engineer
Jody Ellington, P.E., Pharr District TP&D Director
Valente Olivarez, P.E., Pharr Area Engineer
Jesse Esquierdo, RSM-SRegion Right of Way Appraiser
Jose Pena, Hidalgo County ROW Administrator
Luana M. Gonzalez, L & G ROW Administrator
Griselda Saldívar, P.E., Project Manager
Enclosures (1)



Texas Department of Transportation

PO BOX 1717 • PHARR TEXAS 78577-1717 • (956) 702-6100

September 1, 2010

The Honorable Rene A. Ramirez
Hidalgo County Judge
PO Box 1356
Edinburg, TX 78540

RE: Local Government Procurement Right of Way Agreements for:

- (1) **FM 681 - From FM 681 North @ FM 2221 to SH 107**
Construction CSJ: 0669-01-043 & ROW CSJ: 0669-01-052
- (2) **FM 2221 - From 0.25 Miles West of Moorefield Road to FM 681**
Construction CSJ: 0862-01-047 & ROW CSJ: 0862-01-048
- (3) **FM 2221 - From 0.25 Miles West of SH 364 to 0.25 Miles West of Moorefield Rd**
Construction CSJ: 0862-01-037 & ROW CSJ: 0862-01-046

Dear Judge Ramirez,

Enclosed are two (2) original Contractual Agreements for Right of Way Procurement - Local Government for each of the three subject project segments involving the reconstruction and widening of FM 681/FM 2221 from SH 107 to just west of SH 364. The agreements reflect the County's approved Economically Disadvantage County Program (EDCP) reduction of 85% to the required 10% Local Match for right of way acquisition and compensable utility adjustments. With the EDCP reduction, participation for right of way acquisition and compensable utilities will be 80% Federal, 18.5% State and 1.5% Local.

As you know, given the limited State funding available for right of way acquisition, the Hidalgo County Metropolitan Planning Organization (HCMPO) recently approved the use of Metropolitan Mobility and Rehabilitation funds for right of way acquisition and compensable utility adjustments for FM 681/FM 2221. However, given the limited annual funds the HCMPO has been allocated, funding was set up over a three year period from FY 2012 thru FY 2014. Even though the initial funds aren't expected to be available until FY 2012, we realize the County is interested in moving forward with acquisition later this year. This is with the understanding that requests for reimbursement will not be submitted or processed until funding is available. To address this, language has been incorporated into the agreements to clarify that reimbursement to the County for eligible expenses will only be provided when funds for such reimbursement are available.

For your information and reference we've prepared the following summary of estimated costs and funding participation by fiscal year based on the HCMPO's allocation of Metropolitan

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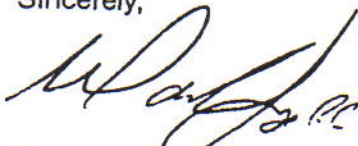
Mobility and Rehabilitation funds.

Project Segment	Total Est. ROW Cost	FY	Est. Fed Part (80%)	Est. State Part (18.5%)	Est. County Part (1.5%)	Total
(1) FM 681 - From FM 681 North @ FM 2221 to SH 107	\$3,994,626	2012	\$2,543,547	\$588,195	\$47,892	\$3,179,434
		2013	\$652,154	\$150,810	\$12,228	\$815,192
		2014				
(2) FM 2221 - From 0.25 Miles West of Moorefield Road to FM 681	\$1,024,134	2012				
		2013	\$819,307	\$189,465	\$15,362	\$1,024,134
		2014				
(3) FM 2221 - From 0.25 Mi W of SH 364 to 0.25 Mi W of Moorefield Rd	\$2,711,401	2012				
		2013	\$2,021,844	\$467,551	\$37,910	\$2,527,305
		2014	\$147,277	\$34,058	\$2,761	\$184,096
Total	\$7,730,161		\$6,184,129	\$1,430,079	\$115,953	\$7,730,161

Please sign and return both originals for each project segment, along with a resolution authorizing the County to enter into these agreements. Once executed, we'll return one original for each project segment for your files. With the project environmentally clear, we also anticipate issuing the County a Right of Way Release soon after the agreements are executed. As a reminder, any right of way acquisition or compensable utility adjustments prior to execution of the agreements and our release will not be eligible for reimbursement.

Feel free to call me or our Director of Transportation Planning & Development, Jody, R. Ellington, P.E., at 702-6100 if you have any questions or need additional information.

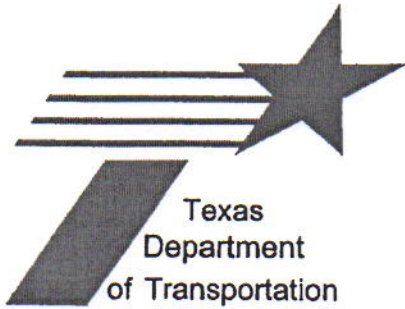
Sincerely,



Mario R. Jorge, P.E.
Pharr District Engineer

Mj:jre
Attach

cc: Joe M. Flores, Hidalgo County Commissioner Precinct 1
Jody R. Ellington, P.E., Director of Transportation Planning & Development
Hector Gonzalez, P.E. Pharr Area Engineer
Nelda Eureste, South Regional Right of Way Administrator



MEMORANDUM

TO: Nelda Eureste
Right of Way Manager
South Region

Date: April 7, 2011

FROM: ~~for~~ Gus E. Cannon *JTC*

SUBJECT: Right of Way Release
Hidalgo County (109)
Federal Project Number STP 1102(024)MM
ROW CSJ 0669-01-052
FM 681: From FM 681 (N) @ FM 2221
To SH 107

Reference is made to your Region request for authorization to proceed with right of way activities. This is to document that the subject project has received Commission approval by Minute Order 112237, Federal approval (attached), environmental clearance and the complete right of way map have been received. Therefore, you are authorized to proceed with right of way activities for acquisition, relocation assistance and utility adjustments as authorized under current policies and in accordance with the contractual agreement.

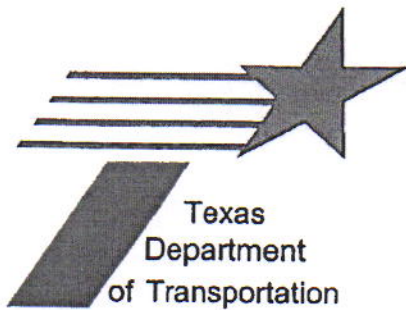
Because State and Federal costs are anticipated for this project, a right of way job number and a federal number have been assigned. Please use the above captioned project ROW CSJ number and Federal Project number on all correspondence and any associated charges.

We are by copy of this memorandum requesting the Finance Division to set up the fund authorization as indicated on the attached Financing Right of Way Accounts funding spreadsheet. Should you have any questions, please contact Debbie Menefee (512) 416-2943.

Attachments

cc: Finance Division
Attachments

Jesus Esquierdo
RSC – South
Pharr District
Attachments



MEMORANDUM

TO: Nelda R. Eureste
Right of Way Manager
South Region

Date: April 7, 2011

FROM: ~~FE~~ Gus E. Cannon 

SUBJECT: Modified Contractual Agreement for Right of Way Procurement
Hidalgo County (109)
ROW CSJ 0669-01-052
FM 681: From FM 2221
To SH 107

As requested, attached is the executed contractual agreement submitted by your Region. This agreement, between Hidalgo County and the State of Texas, obligates the County to acquire all parcels and adjust all eligible utilities and obligates the State to reimburse the County 98.5% on all eligible costs. Modification of this agreement includes the County to proceed with acquisition and the State agrees to reimburse the County for its share of the cost of such right of way as funds for such reimbursement are available.

Hidalgo County is an economically disadvantaged county. Minute Order 111487, passed August 28, 2008, authorized an adjustment of the local match to 1.5% instead of the standard 10% requirement for this project.

Should you have any questions, please contact Debbie Menefee at (512) 416-2943.

Attachments

cc: Jesus Esquierdo
RSC – South
Pharr District
Attachments



CONTRACTUAL AGREEMENT FOR RIGHT OF WAY PROCUREMENT - LOCAL GOVERNMENT

County: Hidalgo
 District: Pharr District

Federal Project No: n/a
 Highway: FM 681

ROW CSJ No: 0669-01-052
 CCSJ: 0669-01-043

This Agreement by and between the State of Texas, acting by and through the Texas Department of Transportation, hereinafter called the State, and Hidalgo County, Texas, acting by and through its duly authorized official pursuant to an Ordinance or Order dated the 13th day of September, 2010, hereinafter called the Local Government, shall be effective on the date of approval and execution by and on behalf of the State.

WHEREAS, the State has deemed it necessary to make certain highway improvements on Highway No. FM 681 from FM 2221 to SH 107, and which section of highway improvements will necessitate the acquisition of certain right of way; and

WHEREAS, it is agreed such right of way purchase shall be a joint effort of the State and the Local Government;

WHEREAS, the Local Government requested and has been granted an Economically Disadvantaged County Adjustment from the Texas Department of Transportation Commission via a letter dated May 4, 2009, from Mario R. Jorge, P. E., Pharr District Engineer to Hidalgo County Judge, by virtue of Minute Order No. 111487, approving an Eighty Five percent (85%) adjustment to the required Ten percent (10%) Local Government cost participation for this Ninety percent (90%) State and Ten percent (10%) Local Government project, thereby resulting in a Local Government net contribution amount of one and five tenths (1.5%) participation and State participation of Ninety Eight and Five Tenths percent (98.5%);

NOW, THEREFORE be it agreed that acquisition of such right of way shall be in accordance with the terms of this agreement and in accordance with the Texas Department of Transportation Right of Way Manual and all applicable Federal and State laws governing the acquisition policies for acquiring real property. The State hereby authorizes and requests the Local Government to proceed with acquisition and the State agrees to reimburse the Local Government for its share of the cost of such right of way, **AS FUNDS FOR SUCH REIMBURSEMENT ARE AVAILABLE**, providing such acquisition and reimbursement are accomplished according to the provisions outlined herein and agreed to by both parties hereto.

Location Surveys and Preparation of Right of Way Data: The State, without cost to the Local Government, will do the necessary preliminary engineering and title investigation in order to supply to the Local Government the data and instruments necessary to obtain acceptable title to the desired right of way.

Determination of Right of Way Values: The Local Government agrees to make a determination of property values for each right of way parcel by methods acceptable to the State and to submit to the State's District Office a tabulation of the values so determined, signed by the appropriate Local Government representative. Such tabulations shall list the parcel numbers, ownership, acreage and recommended compensation. Compensation shall be shown in the component parts of land taken, itemization of improvements taken, damages (if any) and the amounts by which the total compensation will be reduced if the owner retains improvements. This tabulation shall be accompanied by an explanation to support the determined values, together with a copy of information or reports used in arriving at all determined values. Such work will be performed by the Local Government at its expense without cost participation by the State. The State will review the data submitted and may base its reimbursement on the values which are determined by this review. The State, however, reserves the right to perform at its own expense any additional investigation deemed necessary, including supplemental appraisal work by State employees or by employment of fee appraisers, all as may be necessary for determination of values to constitute the basis for State reimbursement. If at any stage of the project development it is determined by mutual agreement between the State and Local Government that there should be waived the requirement that the Local Government submit to the State property value determinations for any part of the required right of way, the Local Government will make appropriate written notice to the State of such waiver, such notice to be acknowledged in writing by the State. In instances of such waiver, the State by its due processes and at its own expense will make a determination of values to constitute the basis for State reimbursement.

Negotiations: The State will notify the Local Government as soon as possible as to the State's determination of value. Negotiation and settlement with the property owner will be the responsibility of the Local Government without participation by the State; however, the Local Government will notify the State immediately prior to closing the transaction so that a current title investigation may be made to determine if there has been any change in the title. The Local Government will deliver properly executed instruments of conveyance which, together with any curative instruments found to be necessary as a result of the State's title investigation, will properly vest good and indefeasible title in the State for each right of way parcel involved. The Local Government will also deliver to the State an owner's policy of title insurance for each parcel, except as otherwise specifically approved by the State. Upon payment to the property owner of the agreed purchase price, the Local Government is authorized and directed to secure for the State possession of each parcel in accordance with all applicable Federal and State laws governing relocation assistance, notices to vacate and forcible detainer. The costs incidental to negotiation, recording the right of way instruments, and securing possession of the parcels will be the responsibility of the Local Government. The cost of title insurance and closing services will be the responsibility of the State.

Administrative Settlements: After the offer has been delivered to the property owner, and prior to the Commissioners' Hearing, the property owner may deliver one written counteroffer ("Administrative Settlement Proposal") to the Local Government. The Local Government will evaluate the Administrative Settlement Proposal and make a recommendation of approval or disapproval to the State through the State's appropriate District Office. The District Office will then submit the Administrative Settlement Proposal, together with the Local Government and District recommendations, to the State Right of Way Division office for final approval in accordance with current State procedures. The State's approval of the Administrative Settlement Proposal is only for purposes of closing the purchase of the property prior to the Special Commissioners' Hearing. In the event a closing of the purchase does not occur prior to the hearing, the State's approval is automatically, without further action, withdrawn, and the State will participate only in the original approved value. In the event the State does not approve the Administrative Settlement Proposal, and the Local Government elects to purchase the property at a value greater than the original approved value, the State's participation in the purchase price will apply only to the original approved value, and the Local Government will pay one hundred percent (100%) of the costs which exceed the original approved value, even if the applicable county qualifies as an economically disadvantaged county.

Condemnation: Condemnation proceedings will be initiated at a time selected by the Local Government and will be the Local Government's responsibility at its own expense except as hereinafter indicated. The Local Government will obtain from the State without cost current title information and engineering data at the time condemnation is to be initiated. Except as hereinafter set forth the Local Government will concurrently file condemnation proceedings and a notice of lis pendens for each case in the name of the State, and in each case so filed the judgment of the court will decree title and possession to the property condemned to the State. The Local Government may, as set forth herein under "Excess Takings" and where it is determined to be necessary enter condemnation proceedings in its own name. Property acquired in the Local Government's name for the State must comply with requirements set forth in the engineering data and title investigation previously furnished to the Local Government by the State at such time as the Local Government conveys said property to the State.

Court Costs, Costs of Special Commissioners' Hearings and Appraisal Expense: Court costs and costs of Special Commissioners' hearings assessed against the State or Local Government in condemnation proceedings conducted on behalf of the State and fees incident thereto will be paid by the Local Government. Such costs and fees, with the exception of recording fees, will be eligible for Ninety Eight and Five Tenths percent (98.5%) State reimbursement under the under the established reimbursement procedure provided such costs and fees are eligible for payment by the State under existing law. Where the Local Government uses the State's appraisers employed on a fee basis in Special Commissioners' Hearings or subsequent appeals, the cost of the appraiser for updating the report, for preparing new reports, preparing for court testimony and appearing in court to testify in support of the appraisal will be paid direct by the Local Government, but will be eligible for Ninety Eight and Five Tenths percent (98.5%) State reimbursement under established procedure provided prior approval for such appraiser has been obtained from the State. The fee paid the appraiser by the Local Government shall be in accordance with the fee schedule set forth in the appraiser's contract for appraisal services with the State.

Excess Takings: In the event the Local Government desires to acquire land in excess of that requested by the State for right of way purposes, the State's cost participation will be limited to the property needed for its purposes. If the Local Government elects to acquire the entire property, including the excess taking, by a single instrument of conveyance or in one eminent domain proceeding, the property involved will be acquired in the name of the Local Government and that portion requested by the State for right of way will be separately conveyed to the State by the Local Government. When acquired

by negotiation, the State's participation will be based on the State's approved value of that part of the property requested for right of way purposes, provided that such approved value does not exceed actual payment made by the Local Government.

When acquired by condemnation, the State's participation will be in the proportionate part of the final judgment amount computed on the basis of the relationship of the State's approved value to the State's predetermined value for the whole property.

Improvements: Property owners will be afforded an opportunity in the negotiations to retain any or all of their improvements in the right of way taking. In anticipation of the owner desiring to retain improvements, the State's approved value will include the amounts by which the upper limit of State participation will be reduced for the retention. It is further agreed that the upper limit for the State's participation in the Local Government's cost for an improved parcel will be reduced as shown in the State's approved value where the owner retains an improvement which is to be moved by either the Local Government or the owner. In the event improvements which are, in whole or part, a part of the right of way taking are not retained by the owner, title is to be secured in the name of the State.

The State will participate in the acquisition of a structure severed by the right of way line if the part of the house, building or similar structure which lies outside the right of way cannot be reconstructed adequately or there is nothing but salvage left, provided that the State's value is established on this basis and provided that title to the entire structure is taken in the name of the State. The State shall dispose of all improvements acquired. The net revenue derived by the State from the disposition of any improvements sold through the General Services Commission will be credited to the cost of the right of way procured and shared with the Local Government.

Relocation of Utilities: If the required right of way encroaches upon an existing utility located on its own right of way and the proposed highway construction requires the adjustment, removal or relocation of the utility facility, the State will establish the necessity for the utility work. State participation in the cost of making the necessary change, less any resulting increase in the value to the utility and less any salvage value obtainable, may be obtained by either the "actual cost" or "lump sum" procedures. Reimbursement under "actual cost" will be made subsequent to the Local Government's certification that the work has been completed and will be made in an amount equal to ninety eight and five tenths percent (98.5%) of the eligible items of cost as paid to the utility owner, AS FUNDS FOR SUCH REIMBURSEMENT ARE AVAILABLE. The "lump sum" procedure requires that the State establish the eligibility of the utility work and enter into a three-party agreement with the owners of the utility facilities and the Local Government, which sets forth the exact lump sum amount of reimbursement as approved in such agreement. The utility will be reimbursed by the Local Government after proper certification by the utility that the work has been done, said reimbursement to be based on the prior lump sum agreement. The State will reimburse the Local Government in an amount equal to ninety eight and five tenths percent (98.5%) of the firm commitment as paid to the utility owner AS FUNDS FOR SUCH REIMBURSEMENT ARE AVAILABLE. The foregoing is subject to the provision that the individual lump sum approved value shall not exceed \$20,000, except as specifically approved by the State. In those cases where a single operation is estimated to exceed \$20,000, the transaction will be brought to the attention of the State for determination of proper handling based upon the circumstances involved. Such utility firm commitment will be an appropriate item of right of way. The adjustment, removal or relocation of any utility line on publicly owned right of way by sufferance or permit will not be eligible for State reimbursement. The term "utility" under this agreement shall include publicly, privately and cooperatively owned utilities.

Fencing Requirements: The Local Government may either pay the property owner for existing right of way fences based on the value such fences contribute to the part taken and damages for an unfenced condition resulting from the right of way taking, in which case the estimated value of such right of way fences and such damages will be included in the recommended value and the approved value, or the Local Government may do the fencing on the property owner's remaining property.

Where the Local Government performs right of way fencing as a part of the total right of way consideration, neither the value of existing right of way fences nor damages for an unfenced condition will be included in the recommended value or the approved value. State participation in the Local Government's cost of constructing right of way fencing on the property owner's remainder may be based on either the actual cost of the fencing or on a predetermined lump sum amount. The State will be given credit for any salvaged fencing material and will not participate in any overhead costs of the Local Government.

If State participation is to be requested on the lump sum basis, the State and the Local Government will reach an agreement prior to the actual accomplishment of the work as to the necessity, eligibility and a firm commitment as to the cost of the entire fencing work to be performed. The foregoing is subject to the provision that the lump sum approved cost shall not exceed \$20,000, except as specifically approved by the State. In the event the cost of the fencing is estimated to exceed \$20,000, the transaction will be brought to the attention of the State for determination of proper handling based upon the circumstances involved.

Reimbursement: The State will reimburse the Local Government for right of way acquired after the date of this agreement in amount not to exceed Ninety Eight and Five Tenths percent (98.5%) of the cost of the right of way acquired in accordance with the terms and provisions of this agreement AS FUNDS FOR SUCH REIMBURSEMENT ARE AVAILABLE. The State's reimbursement will be in the amount of Ninety Eight and Five Tenths percent (98.5%) of the State's predetermined value of each parcel, or the net cost thereof, whichever is the lesser amount. All requests by the Local Government for reimbursement shall comply with the then current reimbursement submission requirements set forth in the Texas Department of Transportation Right of Way Manual. IT IS AGREED THAT THE LOCAL GOVERNMENT WILL NOT SEEK REIMBURSEMENT FROM THE STATE UNTIL THE ACQUISITION FUNDS FOR THIS PROJECT HAVE BEEN MADE AVAILABLE. UPON FUNDS BEING AVAILABLE, THE STATE WILL PROCESS REIMBURSEMENT REQUESTS IN ACCORDANCE WITH THIS AGREEMENT.

If condemnation is necessary and title is taken as set forth herein under the section entitled "Condemnation", the participation by the State shall be based on the final judgment, conditioned upon the State having been notified in writing prior to the filing of such suit and upon prompt notice being given as to all action taken therein. The State shall have the right to become a party to the suit at any time for all purposes, including the right of appeal at any stage of the proceedings. All other items of cost shall be borne by the State and the Local Government as provided in other sections of this agreement.

If a lump sum fencing or utility adjustment agreement has been executed, the State will reimburse the Local Government in the amount of Ninety Eight and Five Tenths percent (98.5%) of the predetermined lump sum cost of the right of way fencing or utility adjustment.

If the Local Government prefers not to execute a lump sum agreement for either fencing or utility adjustments, the State will reimburse on the actual cost of such fencing or adjustments. The Local Government's request for reimbursement will be supported by a breakdown of the labor, materials and equipment used.

EXCEPT AS OTHERWISE AGREED TO IN WRITING BY THE STATE, ALL OTHER ADMINISTRATIVE EXPENSES NOT MENTIONED WITHIN THIS AGREEMENT ARE THE RESPONSIBILITY OF THE LOCAL GOVERNMENT AND ARE NOT REIMBURSABLE.

Inspection of Books and Records: The Local Government shall maintain all books, papers, accounting records and other documentation relating to costs incurred under this agreement and shall make such materials available to the State and, if federally funded, the Federal Highway Administration (FHWA) or their duly authorized representatives for review and inspection at its office during the contract period and for four (4) years from the date of completion of work defined under this agreement or until any impending litigation, or claims are resolved. Additionally, the State and FHWA and their duly authorized representatives shall have access to all the governmental records that are directly applicable to this agreement for the purpose of making audits, examinations, excerpts, and transcriptions. The State auditor may conduct an audit or investigation of any entity receiving funds from the State directly under this agreement or indirectly through a subcontract under this agreement. Acceptance of funds directly under this agreement or indirectly through a subcontract under this agreement acts as acceptance of the authority of the State auditor, under the direction of the legislative audit committee, to conduct an audit or investigation in connection with those funds. An entity that is the subject of an audit or investigation must provide the state auditor with access to any information the state auditor considers relevant to the investigation or audit.

General: It is understood that the terms of this agreement shall apply to new right of way authorized and requested by the State which is needed and not yet dedicated, in use or previously acquired in the name of the State or Local Government for highway, street or road purposes. This agreement shall also apply, with regard to any existing right of way, to outstanding property interests not previously acquired and to eligible utility adjustments not previously made, as authorized and requested by the State.

It is further understood that if unusual circumstances develop in the right of way acquisition which are not clearly covered by the terms of this agreement, such unusual circumstances or problems will be resolved by mutual agreement between the State and the Local Government.

LOCAL GOVERNMENT

By: RAK
Title: County Judge
Date: 09/14/10

EXECUTION RECOMMENDED:

[Signature]
District Engineer, Pharr District

THE STATE OF TEXAS

Executed and approved for the Texas Transportation Commission for the purpose and effect of activating and/or carrying out the orders, established policies or work programs heretofore approved and authorized by the Texas Transportation Commission.

By: [Signature]
John P. Campbell, P.E.
Director, Right of Way Division

Date: 03/07/2011