

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: January 9-10, 2008

Reference No.: 2.5g.(3b)
Action Item

From: CINDY McKIM
Chief Financial Officer

Prepared by: Rachel Falsetti
Acting Division Chief
Transportation Programming

Subject: **FINANCIAL ALLOCATION ADJUSTMENT FOR AWARD
RESOLUTION STIP1B-AA-0708-001**

RECOMMENDATION:

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve the resolution below, adjusting the allocation amount for the New Route 52 Freeway-Route 125 to Cuyamaca-West end project in Santee (PPNO 0260) from \$79,547,000 to \$60,810,000.

ISSUE:

Section 188.8 of the Streets and Highways Code allows the Commission to adjust an allocation amount for a capital outlay project in the State Transportation Improvement Program (STIP) if the construction contract award amount for the project is less than 80 percent of the engineer's final estimate. The result would be an adjustment to interregional and/or county shares. The legislation is permissive and it is understood that adjustments to allocations are at the discretion of the Commission.

The San Diego Association of Governments (SANDAG) is requesting a downward adjustment of \$18,737,000 to San Diego County's share balance for the New Route 52 Freeway-Route 125 to Cuyamaca-West end project.

BACKGROUND:

On September 5, 2007, the Commission approved Resolution STIP1B-A-0708-001, allocating \$79,547,000 in Proposition 1B funds for the New Route 52 Freeway-Route 125 to Cuyamaca-West end project programmed in the Regional Improvement Program (RIP). The project was awarded on November 29, 2007, for \$60,810,000, including supplemental work, state furnished materials, and contingencies.

The following table summarizes the project award information for PPNO 0260:

Item	RIP Amount
Contractor's Bid Amount	\$56,821,094
Supplemental Work	\$680,030
State Furnished Materials	\$432,300
Contingency	\$2,876,576
Total Project Award Allotment	\$60,810,000
CTC Allocation	\$79,547,000
Requested RIP Adjustment	(\$18,737,000)

FINANCIAL RESOLUTION:

Resolved, pursuant to Section 188.8 of the Streets and Highways Code, that the amount allocated under Resolution STIP1B-A-0708-001 for the New Route 52 Freeway-Route 125 to Cuyamaca-West end project (PPNO 0260) be adjusted by \$18,737,000 from \$79,547,000 to \$60,810,000, in accordance with the revised vote box attached.

Attachment

2.5 Highway Financial Matters

Project # Allocation Amount Recipient RTPA/CTC Dist-Co-Rte Postmile	Location Project Description Project Funding	EA PPNO Program/Year PA&ED PS&E CON ENG CONST	Budget Year Item # Program Codes	Allocation Amount State Federal Total Amount
2.5g.(3b) Proposition 1B - Final Allocation Adjustment for STIP Projects – AB 608		Resolution STIP1B-AA-0708-001, Amending Resolution STIP1B-A-0708-001		
1 \$79,547,000 \$60,810,000 Department of Transportation SANDAG San Diego 11S-SD-52 14.7/16.3	In Santee, from Route 125 to Cuyamaca Street. Construct 4- lane Freeway. Final Project Development (RIP) Support Estimate: \$ 9,537,000 Programmed Amount: \$ <u>9,537,000</u> Adjustment: \$ 0 Final Project Development (IIP) Support Estimate: \$ 6,857,000 Programmed Amount: \$ <u>6,857,000</u> Adjustment: \$ 0 Final Right-of-Way (RIP) Right-of-Way Estimate: \$ 33,469,000 Programmed Amount: \$ <u>33,469,000</u> Adjustment: \$ 0 Final Right-of-Way (IIP) Right-of-Way Estimate: \$ 1,508,000 Programmed Amount: \$ <u>1,508,000</u> Adjustment: \$ 0	010611 11-0260 RIP / 07-08 \$0 \$15,518,000 \$79,547,000 \$60,810,000	2007-08 304-6058 20.20.075.600	\$79,547,000 \$60,810,000
<p><u>Output/Outcome:</u> Improve travel time by 10 minutes.</p> <p>(Construction savings of \$7,385,000 \$18,737,000 to be returned to San Diego County share balance.)</p> <p>(Contributions from other sources: \$67,280,000.)</p>				