

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: September 24-25, 2008

Reference No.: 2.5c.(4)
Action Item

From: CINDY McKIM
Chief Financial Officer

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Transportation Programming

Subject: **FINANCIAL ALLOCATION ADJUSTMENT FOR AWARD
RESOLUTION FA-08-04, AMENDING RESOLUTION TFP-07-82**

RECOMMENDATION:

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve an adjustment to the original allocation amount for the Oso Parkway Storage Lane Interchange Improvement project in Mission Viejo (PPNO 2671A) from \$20,985,000 to \$14,280,000.

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 Orange County Transportation Authority (OCTA) is requesting a downward adjustment of \$6,705,000 to Orange County's share balance for the Oso Parkway Storage Lane Interchange Improvement project.

BACKGROUND:

On June 26, 2008, the Commission approved Resolution FP-07-82, allocating \$20,985,000 for the Oso Parkway Storage Lane Interchange Improvement project programmed in the STIP. The project was awarded on July 22, 2008, for \$14,280,000, including supplemental work, state furnished materials, and contingencies. This award amount constitutes approximately 68 percent of the final engineer's estimate (original allocation).

The following table summarizes the project award information for PPNO 2671A:

Item	RIP Amount
Contractor's Bid Amount	\$12,675,454
Supplemental Work	\$347,400
State Furnished Materials	\$604,000
Contingency	\$653,146
Total Project Award Allotment	\$14,280,000
CTC Allocation	\$20,985,000
Requested RIP Adjustment	(\$6,705,000)

FINANCIAL RESOLUTION:

Resolved, pursuant to Section 188.8 of the Streets and Highways Code, that the amount allocated under Resolution FP-07-82 for the Oso Parkway Storage Lane Interchange Improvement project in Mission Viejo (PPNO 2671A) be adjusted by \$6,705,000, from \$20,985,000 to \$14,280,000, in accordance with the attached revised vote box.

Attachment

2.5 Highway Financial Matters

Project # Allocation Amount Recipient RTPA/CTC Dist-Co-Rte Postmile	Location Project Description Project Funding	EA Dist-PPNO Program/Year PA&ED PS&E CONST ENG CONST	Budget Year Item # Fund Type	Amount by Fund Type
2.5c.(4) Final Allocation Adjustment for STIP Projects (AB 608)			Resolution FA-08-04 , Amending Resolution FP-07-82	
1 \$20,985,000 \$14,280,000	In Mission Viejo, Interstate 5 southbound off-ramp at Oso Parkway. Widen southbound off-ramp to 2 lanes and add an exit/storage lane. Final Project Development: N/A Final Right of Way Right of Way Estimate: \$ 2,555,000 Programmed Amount: <u>\$ 3,201,000</u> Adjustment: \$ 646,000 (Credit)	0E0701 12-2671A RIP / 08-09 \$0 \$0 \$3,172,000 \$20,985,000 \$14,280,000	2007-08 801-3008 TIF	\$20,985,000 \$14,280,000
Department of Transportation OCTA 12S-Ora-5 15.1/16.3				
<p>(Construction savings of \$6,705,000 to be credited to Orange County regional shares.)</p> <p><u>Outcome/Outputs:</u> This project will improve sight distance along the northbound ramps, provide operational improvements at the southbound off-ramp and OCTA/Metrolink overhead railroad structure (#55C-56), construct 1,380 feet of southbound auxiliary lane in advance of the southbound off-ramp, restripe the main line in the vicinity of the proposed project, and widen the southbound and northbound off-ramp intersection approaches.</p>				