

# Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: June 10-11, 2009

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

From: CINDY McKIM  
Chief Financial Officer

Prepared by: Rachel Falsetti  
Division Chief  
Transportation Programming

Subject: **FINANCIAL ALLOCATION ADJUSTMENT FOR AWARD  
RESOLUTION STIP1B-AA-0809-004, AMENDING RESOLUTION STIP1B-A-0809-005**

## **RECOMMENDATION:**

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve an adjustment to the allocation amount for the Route 99/145 Interchange Improvements project (PPNO 5355A) in the city of Madera, in Madera County, from \$5,100,000 to \$3,079,000, in accordance with Assembly Bill 608.

## **ISSUE:**

On October 30, 2008, the Commission approved Resolution STIP1B-A-0809-005, allocating \$5,100,000 for the Route 99/145 Interchange Improvements project programmed in the State Transportation Improvement Program (STIP) with Madera County Regional Improvement Program (RIP) shares. The Route 99/145 Interchange Improvements project was awarded on May 1, 2009, for \$4,789,000 (\$3,079,000 RIP, \$1,710,000 local), including supplemental work, state furnished materials, and contingencies.

## **BACKGROUND:**

Section 188.8 of the Streets and Highways Code allows the Commission to adjust an allocation amount for a capital outlay project in the 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 Department requests a downward adjustment of \$2,021,000 to Madera County's regional share balance for the Route 99/145 Interchange Improvements project (PPNO 5355A).

The following table summarizes the project award information for PPNO 5355A:

<b>Item</b>	<b>Total</b>
Contractor's Bid Amount	\$4,378,000
Supplemental Work	\$118,000
State Furnished Materials	\$89,000
Contingencies	\$204,000
*Total Project Award Allotment	\$4,789,000
RIP Award Amount	\$3,079,000
Local Funds Award Amount	\$1,710,000
CTC Allocation	\$5,100,000
*Requested Adjustment	(\$2,021,000)

(\*Total Project Award Allotment is rounded to the nearest thousands for projects of this size.)

**FINANCIAL RESOLUTION:**

Resolved, pursuant to Section 188.8 of the Streets and Highways Code, that the amount allocated on October 30, 2008, under Resolution STIP1B-A-0809-005, for the Route 99/145 Interchange Improvements project (PPNO 5355A) in the city of Madera be adjusted by \$2,021,000, from \$5,100,000 to \$3,079,000, in accordance with the attached revised vote box.

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 CONST ENG CONST	Budget Year Item # Fund Type	Amount by Fund Type
<b>2.5g.(3) Proposition 1B – Final Allocation Adjustment for STIP Projects (AB 608)</b>			<b>Resolution STIP1B-A-0809-004 Amending Resolution STIP1B-A-0809-005</b>	
1 <del>\$5,100,000</del> <b>\$3,079,000</b>	In the city of Madera, on Route 145 at Route 99. Improve approaches to interchange and bridge over Route 99.	407211 06-5355A RIP / 07-08	2007-08 304-6058 TFA	<del>\$5,100,000</del> <b>\$3,079,000</b>
Department of Transportation <u>Madera LTC</u> Madera 06N-Mad-145 8.9/9.2	Final Project Development Adjustment: N/A Final Right of Way Share Adjustment: N/A  (A four-month time extension for allocation of FY 2007-08 funds programmed for CONST expires October 31, 2008, per Waiver 08-14 approved May 29, 2008.)  (CONST estimate is \$500,000 below programmed amount. The CONST ENG estimate is above the current programmed amount. It is requested to move CONST savings to CONST ENG in order to avoid future shortage of CONST ENG funding.)  <u>Outcome/Outputs:</u> This project will improve Traffic Operations. Improve travel times by 12,000 vehicle minutes during peak period and improves safety.  (Contributions from local sources: \$3,799,000.)  ( <del>Related environmental matters</del> [Resolution E-08-18].)	\$0 \$0 \$1,000,000 <del>\$5,100,000</del> <b>\$3,079,000</b>		