

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: July 8-9, 2009

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

From: CINDY McKIM
Chief Financial Officer

Prepared by: Rachel Falsetti
Division Chief
Transportation Programming

Subject: **FINANCIAL ALLOCATION ADJUSTMENTS FOR AWARD
RESOLUTION STIP1B-AA-0910-002, AMENDING RESOLUTION STIP1B-A-0708-015**

RECOMMENDATION:

The California Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve an adjustment to the allocation amount for the Harbor Boulevard project (PPNO 0332D) in Yolo County from \$24,625,000 to \$16,137,000.

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 Department and Yolo County are requesting a downward adjustment of \$8,488,000 from \$24,625,000 to \$16,137,000, for the Harbor Boulevard project programmed in the STIP.

BACKGROUND:

On June 26, 2008, the Commission approved Resolution STIP1B-A-0708-015, allocating \$24,625,000 for the Harbor Boulevard project to widen to six lanes and revise the ramps. The project was programmed with Yolo County Regional Improvement Program (RIP) shares for \$24,625,000. The project was awarded on May 14, 2009, and based on the award amount, the current amount needed is \$16,137,000.

The following table summarizes the project award information for PPNO 0332D:

Item	RIP Amount	Total Amount
Contractor's Bid Amount	\$13,937,886	\$13,937,886
Supplemental Work	\$1,040,900	\$1,040,900
State Furnished Materials	\$410,000	\$410,000
Contingencies	\$747,964	\$747,964
*Total Project Award Allowance	\$16,137,000	\$16,137,000
CTC Allocation	\$24,625,000	\$24,625,000
*Requested Adjustment	(\$8,488,000)	(\$8,488,000)

(*Total Project Award Allowance is rounded to the nearest thousand.)

FINANCIAL RESOLUTION:

Resolved, pursuant to Section 188.8 of the Streets and Highways Code, that the California Transportation Commission does hereby adjust the amount allocated on June 26, 2008, under Resolution STIP1B-A-0708-015 for the Harbor Boulevard project (PPNO 0332D) in Yolo County by \$8,488,000, from \$24,625,000 to \$16,137,000, in accordance with the attached revised vote box.

Attachment

2.5 Highway Financial Matters

Project # Allocation Amount Recipient <u>RTPA/CTC</u> Dist-Co-Rte Postmile	Location Project Description Project Funding	EA Dist-PPNO Program/Year PA&ED PS&E CON ENG CONST	Budget Year Item # Fund Type	Amount by Fund Type
2.5g.(3b) Final Allocation Adjustments for STIP Projects (AB 608)		Resolution STIP1B-AA-0910-02, Amending Resolution STIP1B-A-0708-015		
1 \$24,625,000 \$16,137,000 Department of Transportation <u>SACOG</u> Yolo 03N-Yol-50 0.3/2.0	In West Sacramento on Harbor Boulevard. Widen to 6 lanes and revise ramps. Final Project Development IIP Support Estimate: \$ 1,828,000 Programmed Amount: \$ 1,775,000 Adjustment: \$ 0 (<20%) Final Project Development RIP Right of Way Estimate: \$ 2,148,000 Programmed Amount: \$ 2,125,000 Adjustment: \$ 0 (<20%) Construction savings of \$8,488,000 to be credited to Yolo County regional share balance. (Final Right of Way estimate to be reported upon attainment of Right of Way Certification 2 or 1. Target date for upgrade of Right of Way Certification is 11/15/2008.) <u>Outcome/Outputs:</u> This project will save 3,421 vehicle hours of delay in 2020 and 5,101 vehicle hours of delay in year 2030. (Contributions from other sources: \$3,185,000.) (Concurrent RON Appearance.)	388000 03-0332D RIP / 07-08 \$0 \$0 \$3,825,000 \$24,625,000 \$16,137,000	2007-08 304-6058 TFA	\$24,625,000 \$16,137,000