

# Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: February 24-25, 2010

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

From: NORMA ORTEGA  
Chief Financial Officer

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Transportation Programming

Subject: **FINANCIAL ALLOCATION ADJUSTMENT FOR AWARD  
RESOLUTION CMIA-A-0910-001, AMENDING RESOLUTION CMIA-A-0809-012  
RESOLUTION STIP1B-AA-0910-005, AMENDING RESOLUTION STIP1B-A-0809-015**

## **RECOMMENDATION:**

The California Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve an adjustment to the allocation amount for the SR-210/I-215 Connectors project (PPNO 0194Q) in San Bernardino County, from \$45,634,000 to \$18,672,000, in accordance with Assembly Bill 608.

## **ISSUE:**

On April 16, 2009, the Commission approved Resolutions CMIA-A-0809-012 and STIP1B-A-0809-015 allocating \$29,000,000 Corridor Management Improvement Account (CMIA) and \$45,634,000 Regional Improvement Program (RIP) funds to the SR-210/I-215 Connectors project programmed in the State Transportation Improvement Program (STIP). Both RIP and CMIA allocations were made possible by SANBAG's purchasing of a Private Placement bond from the State Treasurer's Office. The project was awarded on October 25, 2009, for \$47,672,000 (\$29,000,000 CMIA and \$18,672,000 RIP), 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 \$26,962,000 to San Bernardino County's regional share balance.

The following table summarizes the project award information for PPNO 0194Q:

Item	RIP Amount	CMIA Amount	Total
Contractor's Bid Amount*	\$18,672,000	\$22,897,000	\$41,569,000
Supplemental Work*	\$0	\$1,041,000	\$1,041,000
State Furnished Materials*	\$0	\$2,324,000	\$2,324,000
Contingencies*	\$0	\$2,738,000	\$2,738,000
Total Project Award Allotment*	\$18,672,000	\$29,000,000	\$47,672,000
CTC Allocation	\$45,634,000	\$29,000,000	\$74,634,000
Requested Adjustment	(\$26,962,000)	(\$0)	(\$26,962,000)

\*rounded to the nearest thousand.

### **FINANCIAL RESOLUTION:**

Be It Resolved, pursuant to Section 188.8 of the Streets and Highways Code, that the State Transportation Improvement Program amount allocated on April 16, 2009, under Resolutions CMIA-A-0809-012 and STIP1B-A-0809-015, for the SR-210/I-215 Connectors project (PPNO 0194Q) in San Bernardino county be adjusted by \$26,962,000, from \$45,634,000 to \$18,672,000, 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	EA PPNO Program/Year PA&ED PS&E CONST ENG CONST	Budget Year Item # Fund Type	Amount by Fund Type
<b>2.5g.(3b.) Final Allocation Adjustments for STIP Projects (AB 608)</b>				
<b>Resolution CMIA-AA-0910-001,</b> Amending Resolution CMIA-A-0809-012 <b>Resolution STIP1B-AA-0910-005,</b> Amending Resolution STIP1B-A-0809-015				
1 \$74,634,000 <del>\$47,672,000</del>	In the city of San Bernardino, on Routes 210 and 215 from northbound Route 215 to westbound Route 210 and from eastbound Route 210 to southbound Route 215. Construct direct connectors. Segment 11 of 210 Corridor.	444071 08-0194Q RIP / 08-09	2008-09 304-6058 TFA	\$45,634,000 <del>\$18,672,000</del>
Department of Transportation SANBAG San Bernardino 08S-SBd-210/215 21.8-22.1/9.0-11.6	Final Project Development Adjustment: N/A Final Right of Way Right of Way Estimate: \$10,437,000 Programmed Amount: <u>\$10,437,000</u> Adjustment: \$ 0	\$0 \$0 \$12,333,000 <del>\$45,634,000</del> <b>\$18,672,000</b>		
	Because of the size of the contract, the Department is requesting a 12 month extension to the period of project completion, from 36 months to 48 months	CMIA / 08-09 \$0 \$0 \$29,000,000	2008-09 304-6055 CMIA	\$29,000,000
	<b><u>(Amended allocation reflects a savings of \$26,962,000 STIP CONST to be returned to San Bernardino County share balance.)</u></b>			
	(Future Consideration of Funding – Resolution E-97-07, September 1996.)			
	(This construction contract will be combined with the construction contract for the Route 215 North Segment 5 project [PPNO 0247N] under a single EA 08-4440U1.)			
	(Related CMIA program amendment [Resolution CMIA-PA-0809-12].)			
	<u>Outcome/Output:</u> Once completed, this project will result in daily vehicle hours of delay saved of about 2886 hours.			
	THE DEPARTMENT RECOMMENDS APPROVAL OF STIP AND CMIA ALLOCATION CONTINGENT UPON FUNDING MADE AVAILABLE FROM PRIVATE PLACEMENT BOND SALE BY THE STATE TREASURERS OFFICE.			