State of California
DEPARTMENT OF TRANSPORTATION

Business, Transportation and Housing Agency

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: January 9-10, 2008

Reference No.: 2.5c.(6)
Action Item

PASSED BY CTC JAN 10 2008 CALIFORNIA TRANSPORTATION COMMISSION

From: CINDY McKIM
Chief Financial Officer

Prepared by: Rachel Falsetti
Acting Division Chief
Transportation Programming

Subject: **FINANCIAL ALLOCATION ADJUSTMENT FOR AWARD RESOLUTION FA-07-07**

RECOMMENDATION:

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve the resolution below, adjusting the allocation amount for the Route 405 Northbound (NB) Auxiliary Lane project in Huntington Beach and Westminster (PPNO 5079A) from $7,377,000 to $5,572,000.

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.

Orange County Transportation Authority (OCTA) is requesting a downward adjustment of $1,805,000 to Orange County's share balance for the Route 405 NB Auxiliary Lane project.

BACKGROUND:

On June 7, 2007, the Commission approved Resolution FP-06-115, allocating $7,377,000 for the Route 405 NB Auxiliary project programmed in the Regional Improvement Program (RIP). The project was awarded on September 13, 2007, for $5,572,000, including supplemental work, state furnished materials, and contingencies.

The following table summarizes the project award information for PPNO 5079A:

Item	RIP Amount
Contractor's Bid Amount	$4,882,088
Supplemental Work	$205,000
State Furnished Materials	$230,600
Contingency	$254,312
Total Project Award Allotment	$5,572,000
CTC Allocation	$7,377,000
Requested RIP Adjustment	($1,805,000)

FINANCIAL RESOLUTION:

Resolved, pursuant to Section 188.8 of the Streets and Highways Code, that the amount allocated under Resolution FP-06-115 for the Route 405 NB Auxiliary project in Huntington Beach and Westminster (PPNO 5079A) be adjusted by $1,805,000, from $7,377,000 to $5,572,000, 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
2.5c.(6) Final Allocation Adjustment for STIP Projects – AB 608				**Resolution FA-07-07, Amending Resolution FP-06-115**
1 ~~$7,377,000~~ **$5,572,000** Department of Transportation OCTA Orange 12S-Ora-405 15.2/16.5	In Westminster and Huntington Beach, on Route 405 between Mangolia/Warner northbound on-ramp and the Beach Boulevard northbound off-ramp. Add northbound auxiliary Lane. Final Project Development Support Estimate: $2,400,000 Programmed Amount: $2,400,000 Adjustment: $ 0 Final Right-of-Way Right-of-Way Estimate: $ 70,000 Programmed Amount: $ 70,000 Adjustment: $ 0 **(Construction savings of $1,805,000 to be returned to Orange County share balance.)**	0A7621 12-5079A RIP / 07-08 $0 $0 $1,332,000 ~~$7,377,000~~ **$5,572,000**	2006-07 801-3093 20.20.075.600	~~$7,377,000~~ **$5,572,000** ~~$7,377,000~~ **$5,572,000**