

# Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: January 9-10, 2008

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

From: CINDY McKIM  
Chief Financial Officer

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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

