

# Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: December 10-11, 2008

Reference No.: 2.5g.(3c)  
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-0809-001, AMENDING RESOLUTION STIP1B-A-0708-008**

## **RECOMMENDATION:**

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve an adjustment to the allocation amount for the Route 99/Whitmore Avenue Interchange project (PPNO 9401) in Ceres, in Stanislaus County, from \$23,404,000 to \$18,055,000.

## **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 Stanislaus Council of Governments is requesting a downward adjustment of \$5,349,000 to Stanislaus County's share balance for the Route 99/Whitmore Avenue Interchange project (PPNO 9401).

## **BACKGROUND:**

On February 14, 2008, the Commission approved Resolution STIP1B-A-0708-008, allocating \$23,404,000 for the Route 99/Whitmore Avenue Interchange project programmed in the STIP with Stanislaus County Regional Improvement Program (RIP) shares. The project was awarded on June 11, 2008, for \$18,100,000, including supplemental work, state furnished materials, and contingencies. The local share is \$45,000, and the RIP share is \$18,055,000.

The following table summarizes the project award information for PPNO 9401:

<b>Item</b>	<b>Amount</b>
Contractor's Bid	\$16,443,000
Supplemental Work	\$255,000
State Furnished Materials	\$561,000
Contingencies	\$841,000
*Total Project Award Allotment	\$18,100,000
RIP Award Amount	\$18,055,000
Local Funds Award Amount	\$45,000
CTC Allocation	\$23,404,000
*Requested Adjustment	(\$5,349,000)

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

**FINANCIAL RESOLUTION:**

Resolved, pursuant to Section 188.8 of the Streets and Highways Code, that the amount allocated on February 14, 2008, under Resolution STIP1B-A-0708-008 for the Route 99/Whitmore Avenue Interchange project (PPNO 9401) in the city of Ceres is hereby adjusted by \$5,349,000, from \$23,404,000 to \$18,055,000, 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 Project Funding	EA Dist-PPNO Program/Year PA&ED PS&E CON ENG CONST	Budget Year Item #	Allocation Amount  State Federal  Total Amount
<b>2.5g.(3c) Proposition 1B – Final Allocation Adjustment for STIP Projects (AB 608)</b>		<b>Resolution STIP1B-AA-0809-001, Amending Resolution STIP1B-A-0708-008</b>		
1 <del>\$23,404,000</del> <b>\$18,055,000</b>	In Ceres, on Route 99 at Whitmore Avenue. Construct overcrossing	2A770 10-9401 RIP / 07-08 \$0 \$0 \$4,000,000 <del>\$23,404,000</del> <b>\$18,055,000</b>	2007-08 304-6058 TFA	<del>\$23,404,000</del> <b>\$18,055,000</b>
Department of Transportation StanCOG 10N-Sta-99 11.9	Final Project Development Support Estimate: \$ 3,396,000 Programmed Amount: \$ <u>3,244,000</u> Adjustment: \$ 0 (<20%) Final Right of Way Right of Way Estimate: \$ 16,480,000 Programmed Amount: \$ <u>15,420,000</u> Adjustment: \$ 0 (<20%)			
<b>(Construction savings of \$5,349,000 to be returned to Stanislaus County regional shares.)</b>				
(Contributions from local sources: <del>\$3,230,000</del> <b>\$45,000.</b> )				
<u>Outcome/Output:</u> Improve capacity and operations on Whitmore Avenue to meet existing and projected traffic.				