

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: December 10-11, 2008

Reference No.: 2.5g.(3d)
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-0809-003, AMENDING RESOLUTION STIP1B-A-0708-014**

RECOMMENDATION:

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve an adjustment to the allocation amount for the Route 101/36 Interchange project (PPNO 0050) near Alton in Humboldt County from \$21,600,000 to \$17,180,000.

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.

Humboldt County is requesting a downward adjustment of \$4,420,000, from \$21,600,000 to \$17,180,000, for the Route 101/36 Interchange project programmed in the STIP.

BACKGROUND:

On May 29, 2008, the Commission approved Resolution STIP1B-A-0708-014, allocating \$21,600,000 for the Route 101/36 Interchange project to construct an interchange and frontage road. The project was programmed with Humboldt County Regional Improvement Program (RIP) shares for \$21,600,000. The project was awarded on October 8, 2008, and based on the award amount, the current amount needed is \$17,180,000.

The following table summarizes the project award information for PPNO 0050:

Item	STIP RIP Amount
Contractor's Bid Amount	\$14,478,000
Supplemental Work	\$412,900
State Furnished Materials	\$358,100
Contingencies	\$1,931,000
*Total Project Award Allowance	\$17,180,000
CTC Allocation	\$21,600,000
*Requested Adjustment	(\$4,420,000)

(*Total Project Award Allowance is rounded to the nearest ten 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 May 29, 2008, under Resolution STIP1B-A-0708-014 for the Route 101/36 Interchange project (PPNO 0050) near Alton in Humboldt County be adjusted by \$4,420,000, from \$21,600,000 to \$17,180,000, 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
2.5g.(3d) Proposition 1B – Final Allocation Adjustment for STIP Projects (AB 608)		Resolution STIP1B-AA-0809-003, Amending Resolution STIP1B-A-0708-014		
1 \$21,600,000 \$17,180,000	Near Alton, on Route 101, from Van Duzen River Bridge to just north of Drake Hill Road, and on Route 36 from 0.5km west of Main Street to Main Street. Construct interchange and frontage road.	290301 01-0050 RIP / 07-08 \$0 \$0	2007-08 304-6058	\$21,600,000 \$17,180,000
Department of Transportation HCAOG Humboldt 01N-Hum-101 57.0/59.1	Final Project Development (RIP) Support Estimate: \$ 3,942,000 Programmed Amount: <u>\$ 3,293,000</u> Adjustment: \$ 0 (<20%)	\$2,100,000 \$21,600,000 \$17,180,000		\$21,600,000 \$17,180,000
<p>(Final Right of Way: refer to Report of Final Right of Way Estimates for STIP Projects on this month's agenda.)</p> <p>(Construction savings of \$4,420,000 to be returned to Humboldt County regional share balance.)</p> <p><u>Outcome/Outputs:</u> Convert 4-lane expressway to 4-lane freeway and construct interchange to result in a safer highway and reduce operational conflicts.</p>				