

Memorandum

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: September 22-23, 2010

Reference No.: 2.5c.(4)
Action Item

From: NORMA ORTEGA
Chief Financial Officer

Prepared by: Rachel Falsetti
Division Chief
Transportation Programming

Subject: **FINANCIAL ALLOCATION ADJUSTMENT FOR AWARD
RESOLUTION FA-10-02, AMENDING RESOLUTION FP-09-22**

RECOMMENDATION:

The Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve an adjustment to the allocation amount for the Milpas-Cabrillo Landscape project (PPNO 0478Y) in the City of Santa Barbara, in Santa Barbara County, from \$2,286,000 to \$1,386,000, in accordance with Assembly Bill 608.

ISSUE:

On January 13, 2010, the Commission approved Resolution FP-09-22, allocating \$2,286,000 for the Milpas-Cabrillo Landscape project programmed in the State Transportation Improvement Program (STIP) with Santa Barbara County Regional Improvement Program (RIP) shares. The Milpas-Cabrillo Landscape project was awarded on June 16, 2010, for \$1,386,000 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 an adjustment of \$900,000 to Santa Barbara County's regional share balance for the Milpas-Cabrillo Landscape project (PPNO 0478Y). Four bid items (mulch, mobilization, root protector, and plant establishment) account for approximately 80 percent of the savings.

The following table summarizes the project award information for PPNO 0478Y:

Item	Total
Contractor's Bid Amount	\$1,104,000
Supplemental Work	\$61,000
State Furnished Materials	\$74,000
Contingencies	\$147,000
*Total Project Award Allotment	\$1,386,000
RIP Award Amount	\$1,386,000
Local Funds Award Amount	\$0
CTC Allocation	\$2,286,000
*Requested Adjustment	(\$900,000)

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

FINANCIAL RESOLUTION:

Resolved, pursuant to Section 188.8 of the Streets and Highways Code, that the amount allocated on January 13, 2010, under Resolution FP-09-22, for the Milpas-Cabrillo Landscape project (PPNO 0478Y) in the city of Santa Barbara be adjusted by \$900,000, from \$2,286,000 to \$1,386,000, in accordance with the attached revised vote box.

2.5 Highway Financial Matters

Project #	Allocation Amount	Recipient	EA	Budget Year	Amount by
<u>RTPA/CTC</u>		County	PPNO	Item #	Fund Type
Dist-Co-Rte	Location	Project Description	Program/Year		
Postmile	Project Support Expenditures		Phase	Fund Type	
			Prgm'd Amount		
2.5c.(4) State Administered STIP on the State Highway System					Resolution FP-10-02
					Amending Resolution FP-09-22
1	\$2,286,000	In Santa Barbara, from 0.3 mile west of Olive Mill Road to Milpas Street. Install landscaping and irrigation.	44781	2009-10	\$2,286,000
	\$1,386,000		05-0478Y	801-3008	
Department of Transportation	Final Project Development: N/A		RIP / 09-10	TIF	\$2,286,000
<u>SBCAG</u>	Final Right of Way: N/A		CONST		\$1,386,000
Santa Barbara 05S-SB-101 10.8/12.8	(Construction savings of \$900,000 to be returned to Santa Barbara County regional shares.)		\$2,286,000		
	(Future Consideration of Funding – Resolution E-09-92, December 2009.)		\$1,386,000		
	Outcome/Output: 10 acres of mitigation planting.				