

Memorandum

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: March 16-17, 2016

Reference No.: 2.5e.(2)
Action Item

From: NORMA ORTEGA
Chief Financial Officer

Prepared by: Bruce De Terra, Chief
Division of
Transportation Programming

Subject: **ALLOCATION FOR SUPPLEMENTAL FUNDS FOR PREVIOUSLY VOTED PROJECT
RESOLUTION FA-15-20**

RECOMMENDATION

The California Department of Transportation (Department) recommends that the California Transportation Commission (Commission) allocate an additional \$520,000 for one State Highway Operation and Protection Program (SHOPP) project identified below.

ISSUE

Additional funds are needed for one previously approved project in order to award the construction contract.

RESOLUTION

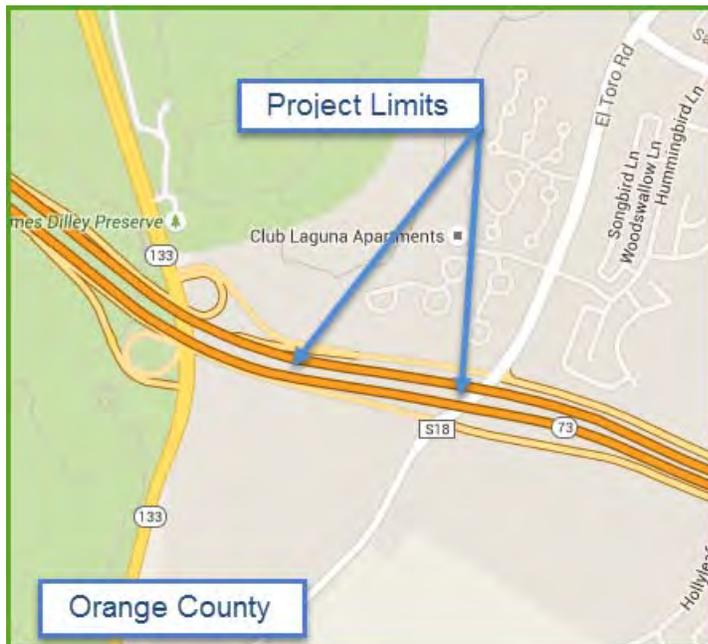
Resolved, that \$520,000 be allocated from the Budget Act of 2014, Budget Act Item 2660-302-0042 and 2660-302-0890, to provide funds to award the following project.

	Original Department <u>Sub-Allocation</u>	Allocation <u>Adjustment</u>	Revised <u>Allocation</u>	% Increase Above Original <u>Sub-Allocation</u>
<u>Dist-Co-Rte</u> 12-ORA-73	\$1,994,000	\$520,000	\$2,514,000	26.1%

PROJECT DESCRIPTION

The project is located on Route 73 in Laguna Beach in Orange County at the northbound collector/distributor from the El Toro Road on-ramp to the Laguna Canyon Road (Route 133) off-ramp. The project will widen the ramp and modify signals.

PROJECT LOCATION



FUNDING STATUS

This SHOPP safety project was programmed in the 2014 SHOPP for \$1,670,000 for construction in Fiscal Year (FY) 2014-15 and was sub-allocated by the Department for \$1,994,000. Additional funds in the amount of \$520,000 are needed in order to award the construction contract. This request for \$520,000 in supplemental funds results in an overall increase of 26.1 percent over the original vote amount.

REASON FOR INCREASE

Bids for this project were opened on December 2, 2015. The Department received seven bids. The lowest bid was 5.6 percent over the Engineer's Estimate. The Department was proceeding to award the contract to the low bidder, however, the contractor dropped his bid and declined the contract because his subcontractor quit. The Department is proceeding to award the contract to the second low bidder which was 30 percent over the Engineer's Estimate. The Department is seeking supplemental funds in the amount of \$520,000 to award this project to the second low bidder.

DETERMINATION

The Department has determined that re-advertising this project would not result in lower bids and recommends that this request for \$520,000 be approved to allow this contract to be awarded.

Attachment

2.5 Highway Financial Matters

Project #	Allocation Amount	Recipient	County	Dist-Co-Rte	Postmile	Project Title	Location	Project Description	Project Support Expenditures	PPNO	Program	Funding Year	Item #	Fund Type	Program Codes	Project ID	Adv Phase	EA	State	Federal	Current Amount	by Fund Type	State	Federal	Additional	Amount by	State	Federal	Revised	Amount by
																				Resolution FA-15-20										
2.5e.(2) Supplemental Funds for Previously Voted Projects																				Resolution FA-15-20										
1	\$520,000	Department of Transportation	OCTA	Orange	12-ORA-73	16.4/16.6	In Laguna Beach, at northbound collector/distributor from El Toro Road on-ramp to Laguna Canyon Road (Route 133) off-ramp. Widen ramp terminal and modify signals. <u>Outcome/Output:</u>	Supplemental funds are needed to Award.	Total revised amount \$2,514,000	12-4095H	SHOPP/2013-14	302-0042	SHA	302-0890	FTF	20.20.201.010					\$54,000									\$54,000
																					\$1,940,000								\$1,940,000	