

Memorandum

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 29-30, 2016

Reference No.: 2.8b.(1)
Action Item

From: NORMA ORTEGA
Chief Financial Officer

Prepared by: Rihui Zhang, Chief
Division of Local Assistance

Subject: **REQUEST TO EXTEND THE PERIOD OF CONTRACT AWARD FOR LOCALLY-ADMINISTERED STIP PROJECTS, PER STIP GUIDELINES WAIVER 16-26**

RECOMMENDATION:

The California Department of Transportation recommends the California Transportation Commission (Commission) extend the period of contract award for the Price Canyon Road Widening project (PPNO 2071) in San Luis Obispo County listed on the attached document for the time period shown.

ISSUE:

The Commission allocated \$3,364,000 for the construction for the locally-administered Price Canyon Road Widening State Transportation Improvement Program (STIP) project identified on the attachment. The responsible agency has been unable to award the contract within six months of allocation. The attachment describes the details of the project and the explanation for the delay. The respective agency requests an extension, and the planning agency concurs.

BACKGROUND:

Current STIP Guidelines stipulate that the agency implementing a project request a time extension if the project will not be awarded within six months of the allocation. The Commission may approve waivers to the timely use of funds deadline one time only for up to 20 months in accordance with Section 14529.8 of the Government Code.

Attachment

**Time Extension/Waiver – Project Contract Award Deadline
Local Streets and Roads Projects**

Project #	Applicant County PPNO Project Description Reason for Project Delay	Extension Amount <i>Construction Only</i>	Allocation Date Resolution Number Number of Months Requested Extended Deadline CT Recommendation
1	San Luis Obispo County San Luis Obispo County PPNO: 05-2071 Price Canyon Road Widening project	\$3,364,000	10/21/2015 FP-15-13 6 Months 10/31/2016 6 Months
<p>The County of San Luis Obispo (County) is requesting a six-month time extension to award the construction (CON) contract for the Price Canyon Road Widening project. The County experienced an unexpected delay in the CON phase.</p> <p>The County received allocation of CON funds in October 2015. The project was advertised and bids opened in February 2016. The County experienced an unexpected delay when the second lowest bidder protested the low bid. The second lowest bidder cited concern that the low bid did not meet the Disadvantaged Business Enterprise goal for the project and failed to make an adequate Good Faith Effort. This has delayed the project for three months.</p> <p>There is the possibility that the resolution to the dispute will be to reject all bids and re-advertise the project. This would result in an additional three-month delay to the project, delaying the project by a total of six months. Therefore, the County requests a six-month time extension to award the CON phase to October 31, 2016.</p>			