

# Memorandum

**To:** CHAIR AND COMMISSIONERS  
CALIFORNIA TRANSPORTATION COMMISSION

**CTC Meeting:** October 19-20, 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:** SUPPLEMENTAL FUNDS ALLOCATION FOR PREVIOUSLY VOTED PROJECT  
RESOLUTION FA-16-05

## RECOMMENDATION

The California Department of Transportation (Department) recommends that the California Transportation Commission (Commission) allocate an additional \$1,063,000 to one State Highway Operation and Protection Program (SHOPP) project (PPNO 0133T), on Route 580, in Alameda county.

## ISSUE

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

## RESOLUTION

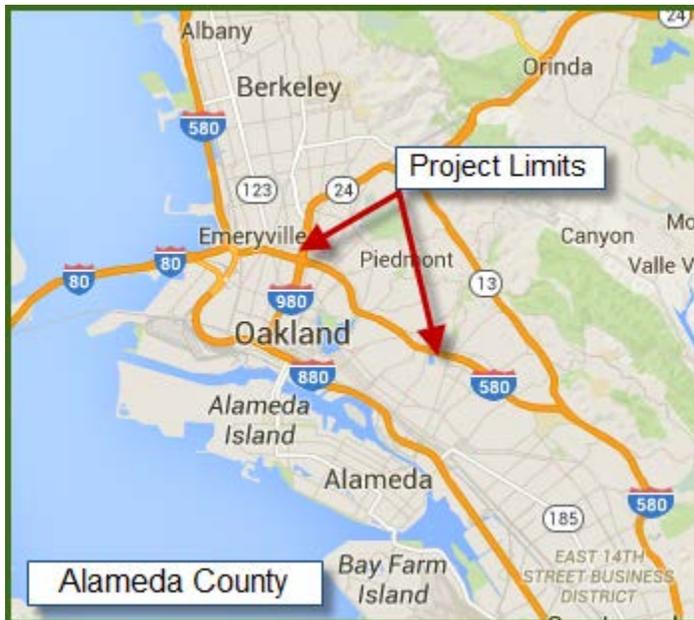
Resolved, that \$1,063,000 be allocated from the Budget Act of 2016, Budget Act Item 2660-302-0042 and 2660-302-0890, to provide funds to award the following project.

<u>Dist-Co-Rte</u>	<u>Original Allocation Amount</u>	<u>Allocation Adjustment</u>	<u>Revised Allocation</u>	<u>% Increase Above Original Allocation</u>
04-Ala-580	\$2,808,000	\$1,063,000	\$3,871,000	37.9%

## **PROJECT DESCRIPTION**

This project is located in Alameda County on State Route 580 from Fruitvale Avenue to Hollis Street and Route 24 at the westbound off-ramp to Market Street. This project will resurface ramps with asphalt to extend pavement service life and improve ride quality. It will also upgrade guardrail, modify drainage inlets, and upgrade 12 curb ramps to Americans with Disabilities Act standards.

## **PROJECT LOCATION**



## **FUNDING STATUS**

This project was programmed in the 2014 SHOPP for \$2,726,000 in construction capital, and was allocated in August 2015 for \$2,808,000. An additional \$1,063,000 is needed to award the construction contract for this project.

**REASONS FOR COST INCREASE**

The contract for this project was initially advertised in September 2015 with a bid opening in November 2015. Three bids were received, all above the Engineer's Estimate. The Department requested supplemental funds in the amount of \$1,271,000 at the January 2016 Commission meeting; however, the request was denied. The Department was directed by the Commission to modify the "Bonded Wearing Course asphalt" item to the conventional Rubberized Asphalt, and re-advertise the project. As a result, the Department rejected all bids, repackaged the construction contract and re-advertised the project on May 31, 2016. The Engineer's Estimate for the revised project was \$3,275,000.

Bids opened on July 6, 2016, five bids were received with the apparent low bidder 14.4 percent above the Department's estimate. The Department is prepared to award the contract to the lowest bidder. Based on the current allocation of \$2,808,000, the additional amount needed in order to award the contract is \$1,063,000.

**DETERMINATION**

The Department has determined that this request of \$1,063,000 is needed in order to award the construction contract.

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 Fund Type	State Federal Revised Amount by Fund Type
<b>2.5e.(2) Supplemental Funds for Previously Voted Projects</b>										<b>Resolution FA-16-05</b>			
\$1,063,000		Department of Transportation	MTC	Alameda	04-Ala-580	R41.2/47		In Oakland, from Fruitvale Avenue to Hollis Street; also on Route 24 at Westbound off-ramp to Market Street (PM R2.1). <u>Outcome/Output</u> : Resurface ramps with asphalt to extend pavement service life and improve ride quality. Also, upgrade guardrail, modify drainage inlets, and upgrade 12 curb ramps to Americas with Disabilities Act (ADA) standards.		04-0133T SHOPP/2014-15 302-0042 SHA 302-0890 FTF 20.20.201.121	\$56,000		\$56,000
								Supplemental funds are needed to Award.		SHOPP/2016-17 302-0042 SHA 302-0890 FTF 20.20.201.121		\$21,000	\$21,000
								Total revised amount \$3,871,000		0414000054 4 4H222	\$1,042,000		\$1,042,000