

Memorandum

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: October 8, 2014

Reference No.: 2.8b.(3)
Action Item

From: NORMA ORTEGA
Chief Financial Officer

Prepared by: Rachel Falsetti, Chief
Division of
Transportation Programming

Subject: **REQUEST TO EXTEND THE PERIOD OF CONTRACT AWARD FOR STATE
ADMINISTERED PROJECTS ON THE STATE HIGHWAY SYSTEM, PER STIP
GUIDELINES
WAIVER 14-41**

RECOMMENDATION:

The California Department of Transportation (Department) recommends that the California Transportation Commission (Commission) approve a time extension for six months for the STIP Landscape Mitigation project (PPNO 05-0226F) on Route 46 in San Louis Obispo County.

ISSUE:

On March 20, 2014, the Commission allocated \$905,000 for one State Transportation Improvement Program (STIP) Landscape Mitigation project in San Louis Obispo County. In accordance with STIP guidelines, Resolution G-13-07, the deadline to award contracts for projects allocated in March 2014 is September 30, 2014. The Department will not be able to meet the deadline for this project and is requesting a six-month time extension for the period of contract award.

Bids for this project were opened on June 18, 2014. The low bidder was found non-responsive; therefore, the project is to be awarded to the second low bidder. However, the second low bid is 27 percent over the Engineer's Estimate, which may result in funding shortfall and the need for supplemental funds. This six-month time extension will allow the Department sufficient time to evaluate the second bid, address the funding shortfall and award the project.

BACKGROUND:

Current STIP Guidelines, Resolution G-13-07, 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 Government Code Section 14529.8.