

Memorandum

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To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: October 8, 2014

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

From: NORMA ORTEGA
Chief Financial Officer

Prepared by: Bruce Roberts, Acting Chief
Division of Rail and Mass
Transportation

Subject: **REQUEST TO EXTEND THE PERIOD OF PROJECT REIMBURSEMENT FOR
LOCALLY- ADMINISTERED STIP TRANSIT PROJECT, PER STIP GUIDELINES
WAIVER-14-43**

RECOMMENDATION:

The California Department of Transportation recommends the California Transportation Commission (Commission) approve an 18-month extension for the period of project reimbursement, to March 31, 2016, for the Antelope Valley Sealed Corridor project (PPNO 4024), in Los Angeles County.

ISSUE:

In November 2010, the Commission approved Resolution MFP-10-09 allocating a total of \$12,000,000 to the Southern California Regional Rail Authority (SCRRA) for the Antelope Valley Sealed Corridor project. A contract was awarded on March 16, 2011. The SCRRA was unable to close out the project and submit final invoices within the 180 days allowed after the March 16, 2014 termination date, due to a claim filed against SCRRA seeking additional overhead reimbursement. SCRRA and the contractor are scheduled to start mediation by the end of September 2014. Therefore, SCRRA is requesting additional time to allow for completion of mediation and submittal of final reimbursements.

As of June 30, 2014, \$7,713,024 has been approved in invoices with a remaining balance of \$4,286,976 to be reimbursed with the next 18 months.

BACKGROUND:

Current State Transportation Improvement Program guidelines stipulate that a local agency has 180 days after project acceptance to make the final payment to the contractor or vendor, prepare the final report of expenditure, and submit the final invoice to the Department for reimbursement. 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.