

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: August 14-15, 2025

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.5d.(17), Action Item

Prepared By: Michael Navarro
District 06 - Director

Subject: **ALLOCATION FOR PROJECT WITH COSTS THAT EXCEED THE PROGRAMMED AMOUNT BY MORE THAN 20 PERCENT PPNO 7009/EA 0Y410 – FRESNO COUNTY – STATE ROUTE 180 RESOLUTION FP-25-17**

ISSUE:

Should the California Transportation Commission (Commission) approve the California Department of Transportation's (Department) allocation request for \$12,384,000 for Construction of the State Highway Operation and Protection Program (SHOPP) Safety Improvements project on State Route (SR) 180, in Fresno County, to advertise the project?

RECOMMENDATION:

The Department recommends that the Commission approve the requested allocation for this SHOPP project.

PROJECT DESCRIPTION:

This project is located on SR 180 near Rolinda, at the Dickenson Avenue intersection. The project will construct a roundabout.

FUNDING AND PROGRAMMING STATUS:

In January 2020, this project was programmed in the SHOPP for \$5,600,000 in Construction Capital and \$1,550,000 in Construction Support for allocation in Fiscal Year 2023-24. In June 2023, the project was amended to increase Construction Capital to \$7,504,000 to expand the roundabout to accommodate future traffic volumes. In June 2024, the project requested an allocation time extension for the Construction phase. However, the request was deferred to the August 2024 Commission meeting and approved for 6 months. In December 2024, the project received a 5-month allocation time extension amendment (totaling 11 months) for the

Construction phase. In May 2025, the project received a 3-month allocation time extension amendment (totaling 14 months) for the Construction phase. In addition, the project received a 6-month project development expenditure time extension for the Plans, Specifications, and Estimate phase.

In June 2025, the Engineer's Estimate (EE) reflected the need of \$10,584,000 in Construction Capital (41.0 percent over the programmed amount) and \$1,800,000 in Construction Support (16.1 percent over the programmed amount). The Department plans to advertise the project in September 2025 and begin construction in January 2025. Construction is planned for two construction seasons with a duration of 185 working days.

REASON FOR COST INCREASE:

The Construction Capital estimate is greater than the programmed amount due to prolonged Right of Way (RW) certification and updated unit prices based on current market conditions. The Construction Support estimate is greater than the programmed amount due to an increase in the number of working days.

Capital Cost Increase:

The project has experienced delays in receiving the RW certification due to prolonged utility and property acquisition. These delays along with market trends have resulted to an increase to the EE. The increase in cost is attributed to the higher unit price for jointed plain concrete, roadway excavation, and hot mix asphalt. Part of the increase for roadway excavation was to account for disposing aerially-deposited lead-contaminated soil. The project requires extensive detours to perform the work. The facilities identified for the detours include asphalt that requires resurfacing prior to increasing the traffic volume. As a result, the hot mix asphalt quantity increased as did the unit price.

The refinements that were made to the design based on the updated quantities and unit prices to reflect current market conditions, amounts to an increase of \$3,080,000 in capital costs.

Support Cost Increase:

The support cost increase is due to the addition of 55 working days (from 130 to 185) as a result of refinements to the workplan. There is a potential delay that is expected to occur by the staging of the installation of the temporary Pacific Gas and Electric Company poles during construction.

The additional working days and refinements to the workplan, amount to an increase of \$250,000 in support costs.

CONSEQUENCES:

If this allocation request is not approved, the Department will not be able to advertise the contract to address critical safety improvements at this intersection on SR 180. To address all the improvements, the project will have to be reprogrammed, which will result in delays and could result in higher costs due to escalation.

FINANCIAL RESOLUTION:

Resolved, that \$10,584,000 be allocated from the Budget Act of 2024, Budget Act Item 2660-302-0890 and Non-Budget Act Item 2600-802-3290 for Construction Capital, and \$1,800,000 for Construction Support, to provide funds to advertise this SHOPP project.

Attachment

2.5 Highway Financial Matters

Project No. Allocation Amount County Dist-Co-Rte Postmile	Location Project Description	PPNO Program/Year Phase Prgm'd Amount Project ID Adv Phase EA	Budget Year Item # Fund Type Program Code	Amount by Fund Type
2.5d.(17)	Allocation of Project with Construction Cost that Exceeds 20 Percent of the Programmed Amount			Resolution FP-25-17
1 \$12,384,000	Near Rolinda, from 0.3 mile west to 0.3 mile east of Dickenson Avenue. <u>Outcome/Outputs:</u> Construct roundabout. This project will improve safety and reduce the number and severity of collisions.	06-7009 SHOPP/23-24 CON ENG \$1,550,000 CONST	001-0890 FTF 20.10.201.010	\$1,800,000
Fresno 06-Fre-180 47.3/48.0	Preliminary <u>Engineering</u> PA&ED PS&E R/W Sup	<u>Budget</u> \$1,600,000 <u>Expended</u> \$978,437 \$1,844,846 \$722,937	2017-18 802-3290 RMRA 2024-25 302-0890 FTF 20.20.201.010	\$212,000 <u>\$10,372,000</u> \$10,584,000
<u>Performance Measure:</u> Planned: 0.16, Actual: 0.16 Annual fatal and serious injury collision(s)				
CEQA - ND, 02/15/2022; Re-validation 06/13/2025 NEPA - CE, 02/28/2022; Re-validation 06/13/2025				
Future consideration of funding approved under Resolution E-22-28; May 2022.				
Amendment to time extension for an additional eight months, for a total of fourteen months, for CONST and CON ENG approved under Waiver 25-87; May 2025.				