



Council Meeting: September 24, 2013

SUBJECT: Approval of Budget Modification No. 11 to Appropriate Additional Funds for Project 828910: Sunnyvale Avenue/Old San Francisco Road Left Turn Project

BACKGROUND

On February 12, 2013, City Council awarded a \$573,259 contract with a 10% contingency of \$57,326 to Redgwick Construction Company for the Sunnyvale Avenue/Old San Francisco Road Intersection Project. The project was federally funded through the Surface Transportation Program in the amount of 88.53% with the balance being funded by local matching funds.

The project is constructing a new traffic signal to create a southbound left-turn access to Old San Francisco Road from Sunnyvale Avenue. The scope of work includes the new signal, median modifications, and pedestrian improvements. It also includes modifications to the intersection of Sunnyvale Avenue/El Camino Real due to its close proximity to the new signalized intersection. The project started construction in March of this year and it is approximately 85% complete.

ENVIRONMENTAL REVIEW

A Categorical Exemption Class I Sec.15301c (minor alteration to an existing street and similar facilities) was previously completed for the project.

DISCUSSION

As construction has progressed, a number of items have been identified that were not anticipated as part of the original design. These items have added costs to the project that exceed the 10% contingency. This includes unexpected concrete underneath the existing pavement, median islands, and proposed trenches which required removal. The record drawings did not indicate the existence of the concrete, and the additional cost to remove it totaled just over \$40,000, which accounted for approximately 70% of the contingency funds.

Additional funds are also needed to complete other pending change orders, which include: additional conduit and conductor to connect to the PG&E service point and changes to the median island noses to accommodate VTA bus turning movements.

The requested \$50,000 will cover the costs of the pending change orders and will provide a small contingency for any additional changes that may be needed to complete the project.

FISCAL IMPACT

The Sunnyvale Avenue/Old San Francisco Left Turn Project is primarily funded through a federal grant, with matching funds being provided through gas tax and capital projects (traffic mitigation sub fund) funds. The original project budget was \$944,400.

The project to renovate the Mathilda Ave overpass is currently being closed out and is expected to be under the budgeted funds. Some of the local matching funds from Gas Tax that will not be expended can be re-appropriated to the Sunnyvale Avenue/Old San Francisco Left Turn Project.

Budget Modification No. 11 has been prepared to appropriate \$50,000 from the local match in Gas Tax funds that will result from anticipated savings in Project 822710 (Mathilda Avenue Railroad Overpass Improvements), to Project 828910 (Sunnyvale Avenue/Old San Francisco Road Left Turn project). The remaining budget at the start of the fiscal year was \$501,398. Currently, the project has approximately \$255,000 left to complete all outstanding work and change orders, which is insufficient.

Budget Modification No. 11 Fiscal Year 2013/2014

	Current	Increase/ (Decrease)	Revised
Capital Projects Fund/ General Assets Subfund			
<u>Expenditures:</u>			
Project 828910 Sunnyvale Avenue/Old San Francisco Road Left Turn Project	\$ 501,398	\$50,000	\$ 551,398
Capital Projects Fund/ Gas Tax Subfund			
<u>Expenditures</u>			
Project 822710 - Mathilda Avenue Railroad Overpass Improvements	\$2,989,758	(\$50,000)	\$2,939,758

PUBLIC CONTACT

Public contact was made by posting the Council agenda on the City's official-notice bulletin board outside City Hall, at the Sunnyvale Senior Center, Community Center and Department of Public Safety; and by making the agenda and report available at the Sunnyvale Public Library, the Office of the City Clerk and on the City's website.

RECOMMENDATION

Staff recommends approval of Budget Modification No. 11 to Appropriate Additional Funds for Project 828910: Sunnyvale Avenue/Old San Francisco Road Left Turn Project).

Reviewed by:

Kent Steffens, Director, Public Works
Prepared by: Jennifer Ng, Senior Engineer

Reviewed by:

Grace Leung, Director of Finance

Approved by:

Gary M. Luebbers
City Manager