

Memorandum

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: September 26-27, 2012

Reference No.: 2.1c.(5d)
Action Item

From: NORMA ORTEGA
Chief Financial Officer

Prepared by: Ryan Chamberlain
Division Chief
Transportation Planning

Subject: **TRADE CORRIDORS IMPROVEMENT FUND-PROJECT BASELINE AMENDMENT
RESOLUTION TCIF-P-1213-08, AMENDING RESOLUTIONS TCIF-P-0809-04B,
TCIF-P-1011-23, AND TCIF-P-1112-19**

RECOMMENDATION:

The California Department of Transportation (Department) recommends the California Transportation Commission (Commission) amend the Trade Corridors Improvement Fund (TCIF) Project Baseline Agreement for Project 32, Ports Rail System – Tier 1 (West Basin Road Rail Access Improvements) (PPNO TC32). The Southern California Consensus Group concurs with this amendment and the requested changes.

ISSUE:

The City of Los Angeles Harbor Department - Port of Los Angeles (Port) proposes to amend the TCIF Project Baseline Agreement for Project 32, Ports Rail System – Tier 1 (West Basin Road Rail Access Improvements), to update the project funding plan for Segment 2 – Berth 200 Rail Yard Improvements.

BACKGROUND:

The Ports Rail System – Tier 1 (West Basin Road Rail Access Improvements) project was programmed with \$47,560,000 of TCIF funds, under the TCIF Program of Projects, adopted by the Commission on April 10, 2008, under Resolution TCIF-P-0708-01. A Project Baseline Agreement executed by the Department, the Commission, and the Port was approved on October 29, 2008, under Resolution TCIF-P-0809-04B, which increased the TCIF funds for the project to \$51,230,000. The first amendment to the Baseline Agreement was approved on June 22, 2011, under Resolution TCIF-P-1011-23 to revise the project cost and schedule. A second amendment to the Baseline Agreement was approved on February 22, 2012, under Resolution TCIF-P-1112-19 to split the project into two segments for staged construction, and update the schedule, cost, and funding plan for entire project. An allocation was approved for Segment 2 on March 29, 2012, under Resolution TCIF-A-1112-09.

The project is located in the West Basin district of the Port and accessed via Alameda Street, which is the eastern boundary of the Wilmington community (Alameda Street/Harry Bridges Boulevard is also a federally designated National Highway System Intermodal Connector Route). The project includes the following elements: receiving/departures, storage, and repair tracks; removal of two at-grade rail-highway crossings, which have been an impediment between the community and the waterfront, and relocation of the Pier A Railyard.

The purpose of this amendment is to revise the project construction cost to reflect the actual construction contract award amount. The Project Construction Management (CM) and Construction Engineering (CE) costs require revisions to reflect the current support effort required to construct the project improvements.

The total project cost for Segment 2 of \$104,552,000, approved at the February 22, 2012 CTC meeting, has increased to \$111,956,000. The total cost increase of \$7,404,000 entails the following:

1. Revise the previous construction cost estimate of \$89,566,000 to \$94,490,341 to reflect the actual construction contract award amount, which includes a 5 percent contingency amount of \$4,499,540. The incremental increase in the construct cost is \$4,924,341.
2. Revise the previous construction support cost estimate of \$7,000,000 to \$9,480,000 to account for the inadvertent omission of the following in the February 2012 Baseline Amendment: \$1,200,000 of in-house and consultant CE costs; and \$1,280,000 of in-house CM costs.

Segment I – Berth 200 Rail Yard Improvements (DOLLARS IN THOUSANDS)											
FUND SOURCE	TOTAL	Totals by Fiscal Year						Totals by Project Phase			
		Prior	11/12	12/13	13/14	14/15	15/16	PA&ED	PS&E	R/W	CONST
State Funds (TCIF)											
Existing	40,718		40,718								40,718
Change	0		0								0
Proposed	40,718		40,718								40,718
Local Funds (POLA Harbor Revenue Funds)											
Existing	25,697	6,886	1,764	7,473	8,325	1,249	0	6	7,980		17,711
Change	7,404	0	(664)	4,665	1,678	1,685	40	0	0		7,404
Proposed	33,101	6,886	1,100	12,138	10,003	2,934	40	6	7,980		25,115
Local Funds (Metro USDOT RSTP)											
Existing	8,584			8,584							8,584
Change	0			0							0
Proposed	8,584			8,584							8,584
Federal Funds (USDOT TIGER II)											
Existing	16,000		250	8,000	7,750						16,000
Change	0		0	0	0						0
Proposed	16,000		250	8,000	7,750						16,000
Local Funds (Metro USDOT CMAQ)											
Existing	13,553		7,050		6,503						13,553
Change	0		0		0						0
Proposed	13,553		7,050		6,503						13,553
TOTAL											
Existing	104,552	6,886	49,782	24,057	22,578	1,249	0	6	7,980		96,566
Change	7,404	0	(664)	4,665	1,678	1,685	40	0	0		7,404
Proposed	111,956	6,886	49,118	28,722	24,256	2,934	40	6	7,980		103,970

RESOLUTION TCIF-P-1213-08

Be it Resolved, that the California Transportation Commission does hereby amend the Trade Corridors Improvement Fund baseline agreement for Project 32, Ports Rail System – Tier 1 (West Basin Road Rail Access Improvements) project (PPNO TC32), in accordance with the changes described and illustrated above.

Attachment



Metro

Los Angeles County
Metropolitan Transportation Authority

One Gateway Plaza
Los Angeles, CA 90012-2952

213.922.2000 Tel
metro.net

Reference No.: 2.1c.(5d)
September 26-27, 2012
Attachment

September 7, 2012

Ms. Bimla G. Rhinehart
Executive Director
California Transportation Commission
1120 "N" Street, Mail Stop: 52
Sacramento, CA 94273-0001

Dear Ms. Rhinehart:

The Southern California Consensus Group has discussed and approved the changes requested by our partner agency. It is our understanding that the Port of Los Angeles (POLA) is requesting approval of an amendment of their Baseline Agreement for TCIF project #32, West Basin Railyard. The amendment requested impacts the total project cost. These changes do not modify the TCIF funds for POLA.

Please see the attached letter from POLA detailing the requested changes. Please direct any questions or comments regarding this issue to me at (213) 922-3061. We appreciate the ongoing support and guidance provided by you and your staff.

Sincerely,

Shahrzad Amiri
Deputy Executive Director

cc: Southern California Consensus Group
Stephen Maller