



**COLORADO**  
Department of Transportation  
Division of Accounting and Finance

4201 East Arkansas Avenue, Room 262  
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## MEMORANDUM

To: Transportation Commission (TC)  
From: Herman Stockinger, Acting Chief Financial Officer  
Date: July 20, 2017  
Subject: First Budget Supplement - FY 2017-18

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### Purpose

Department staff has prepared this budget supplement package for TC consideration and action.

The project requests included in the Supplement are consistent with the FY 2018 through FY 2021 STIP. Funds are available from the Regions' allocations unless otherwise indicated.

Per Transportation Commission direction, Emergency Relief project updates are included in the Budget Supplement.

### Options and Recommendations

The TC is requested to review and provide either approval, request changes or request additional information on the items being presented in this supplement.

## RAMP

### **Region 1**

\$19,000,000– *C-470: WADSWORTH TO I-70*– **RAMP** –Per TC Resolution #TC-17-2-8 in February 2017, budget the remaining funds from the RAMP Partnership Project #1-2 (C-470 Managed Toll Express Lanes) to procure services to complete the NEPA document from Kipling to I-70, prepare a Traffic & Revenue Study for that section, complete early action right-of-way acquisition, and prepare 30 percent construction plans from Wadsworth to I-70.

*Please refer to the memo in the Informational Packet for additional details.*

### **Region 1 and Region 2**

\$15,000,000– *I-25 SOUTH: CASTLE ROCK TO MONUMENT*– **RAMP HPTE Development Funds** – Funds requested to accelerate the environmental and preconstruction activities for the 17 miles between Castle Rock and Monument. Activities to be funded include additional PEL efforts, environmental assessment, and preliminary design and ROW.

*Please refer to the memo in the Informational Packet for additional details.*

### **Region 4**

\$6,493,600– *I-25 NORTH CORRIDOR EXPRESS LANES* – **RAMP HPTE Development Funds** – Utilize RAMP funds to reimburse Transportation Commission.

*Please refer to the memo in the Informational Packet for additional details.*

Transportation Commission Contingency Reserve Fund (TCCRF)

**Civil Rights Business Resource Center**

**\$50,000** – Staff is requesting a transfer from the *Transportation Commission Contingency Reserve Fund* to the Civil Rights Business Resource Center (CRBRC). This request is for a one time transfer to support CDOT's small business supportive services program, Connect2DOT. The Transportation Commission currently provides \$200,000 each year so that CDOT can ensure a consistent allocation of funding for the Connect2DOT program. Due to the dramatic rise in population in the state of Colorado and the current demand for construction services, it is difficult to continue providing businesses with a high quality of service using a budget that was established over a decade ago. To ensure that small businesses continue to receive important supportive services in every region of the state, the CRBRC respectfully requests that the Transportation Commission increase funding of the program by \$50,000, for a total of \$250,000 this year FY 18. (PST-TCI-18)

*Please refer to attached Connect2Dot Program Memo for additional details.*

Informational

Beginning in FY2017-2018 the Transportation Commission Contingency Reserve Fund has been divided into two funds. The Transportation Commission Contingency Reserve Fund will continue to be made available for emergency requests including requests related to the 2013 Flood and 2015 Heavy Rain events. This program received a \$16.5 million allocation from the Annual Budget process and an additional \$23.5 million was rolled forward from the prior year in order to establish a \$40 million starting balance.

A second fund known as the Program Reserve has been created using the remaining prior year balance from the Contingency Reserve (\$60.8 million) plus \$9.7 million from the Annual Budget process. Additionally, savings from the prior year Snow and Ice Contingency as well as the return of funds from the I-25 North ROW acquisitions were also added. The FY 2017-2018 starting balance is approximately \$83 million. It is anticipated that the Program Reserve will also be the channel for year-end revenue reconciliations and federal redistribution. The Program Reserve will be the vehicle for non-emergency related funding requests.

Lastly, the Snow and Ice Contingency pool has been funded for \$10 million as it has in previous fiscal years.

Individual approval requests for the usage, as well as status updates for all three Transportation Commission programs, will be presented within this document on a monthly basis.

**COLORADO DEPARTMENT OF TRANSPORTATION**

**STATE OF COLORADO**

**First  
Supplement**

**Fiscal Year 2017-2018**

**Dated:  
July 20, 2017**

**COLORADO DEPARTMENT OF TRANSPORTATION**  
**STATE OF COLORADO**

**RESOLUTION NO. TC –**

**“BE IT RESOLVED, That the First Supplement to the Fiscal Year 2017-2018  
Budget be approved by the Commission”**

**Transportation Commission Contingency Reserve Fund Reconciliation  
First Supplement FY 2018 Budget**

| <b>Transaction Date</b> | <b>Transaction Description</b>                            | <b>Amount</b>   | <b>Balance</b>      | <b>Reference Document</b> |
|-------------------------|---|-----------------|---------------------|---------------------------|
| June-17                 | <i>Ending Balance 12S17</i>                               |                 | <b>\$81,939,976</b> |                           |
|                         | <i>State match for ER permanent repair projects</i>       | \$ 1,844,460    |                     | 1000223849                |
|                         | <i>FY18 Budget Allocation</i>                             | \$ 16,500,000   |                     | 1000223849                |
|                         | <i>Saving from Region 3 Project 21425 2016 Rockfall</i>   | \$ 52,369       |                     | 1000240776                |
|                         | <i>Bid savings from Region 4 TCC Pool</i>                 | \$ 559,161      |                     | 1000240970                |
|                         | <i>Transfer to TCI Pool to start yr with \$40M in TCC</i> | \$ (60,882,966) |                     | 1000240970                |
| July-17                 | <i>Pending Balance 1S18</i>                               |                 | <b>\$40,013,000</b> |                           |

**Transportation Commission Program Reserve Fund Reconciliation  
First Supplement FY 2018 Budget**

| <b>Transaction Date</b> | <b>Transaction Description</b>                                      | <b>Amount</b> | <b>Balance</b>      | <b>Reference Document</b> |
|-------------------------|---|---------------|---------------------|---------------------------|
| July-17                 | <i>FY18 Budget Allocation</i>                                       | \$ 9,742,283  |                     | 1000239019                |
|                         | <i>Funds from TCC FY17 Pool</i>                                     | \$ 60,882,966 |                     | 1000240970                |
|                         | <i>Funds from TCS Snow and Ice FY17 Pool</i>                        | \$ 6,362,210  |                     | 1000240970                |
|                         | <i>Repayment for I-25 North Segments 7 &amp; 8 ROW Acquisitions</i> | \$ 6,493,600  |                     | Pending                   |
|                         | <i>Civil Rights Small Business Support "Connect2DOT"</i>            | \$ (50,000)   |                     | Pending                   |
|                         | <i>Pending Balance 1S18</i>   |               | <b>\$83,431,059</b> |                           |

**Transportation Commission Contingency Snow & Ice Fund Reconciliation  
First Supplement FY 2018 Budget**

| <b>Transaction Date</b> | <b>Transaction Description</b> | <b>Amount</b> | <b>Balance</b>      | <b>Reference Document</b> |
|-------------------------|--------------------------------|---------------|---------------------|---------------------------|
|                         | <i>FY18 Budget Allocation</i>  | \$10,000,000  |                     | 1000240904                |
| July-17                 | <i>Balance 1S18</i>            |               | <b>\$10,000,000</b> |                           |

**Transportation Commission Contingency RAMP Reserve  
First Supplement FY 2018 Budget**

| <b>Transaction Date</b> | <b>Transaction Description</b>   | <b>Amount</b> | <b>Balance</b>   |
|-------------------------|----------------------------------|---------------|------------------|
| June-17                 | <i>Rollforward Balance 12S17</i> |               | <b>\$119,839</b> |
| July-16                 | <i>Balance 1S17</i>              |               | <b>\$119,839</b> |

**Transportation Commission Contingency Reserve Fund**  
**Emergency and Permanent Repairs-Nonparticipating costs and state match**

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**September 11, 2013 Flood Related Monthly Activity**

| <b>Reg</b> | <b>State Highway</b> | <b>Mileposts</b> |          | <b>Project Description</b>                      | <b>County</b> | <b>Total Budget TCCRF</b> |
|------------|----------------------|------------------|----------|---|---------------|---------------------------|
| 4          | 060B                 | 11.380           | - 12.040 | Replace Bridges on SH257 and SH 60              | Weld          | \$ 1,893,100              |
| 4          | 034A                 | 80.000           | - 81.000 | Big Thompson Canyon iverwork and Revetment Work | Larimer       | \$ (598,530)              |
| Total      |                      |                  |          |   |               | <u>\$ 1,294,570</u>       |

**Spring 2015 Flood Related Monthly Activity**

| <b>Reg</b> | <b>State Highway</b> | <b>Mileposts</b> |           | <b>Project Description</b>   | <b>County</b> | <b>Total Budget TCCRF</b> |
|------------|----------------------|------------------|-----------|--|---------------|---------------------------|
| 2          | 050A                 | 286.630          | - 286.630 | Repair and Scour at Bridge Abutement and Roadway Embankment        | Fremont       | \$ 106,600                |
| 2          | Local                | NA               |           | Jones Road Repair, Install CMPS,Sheet Pile, and Erosion Control    | El Paso       | \$ 293,000                |
| 2          | Local                | NA               |           | Bradley Road Repair Scour Damage to Roadside Ditch                 | El Paso       | \$ 21,000                 |
| 2          | Local                | NA               |           | North Creek Road Repair Roadway Section, Install CMP               | Pueblo        | \$ 65,550                 |
| 2          | Local                | NA               |           | North Creek Road Install CBC and Guardrail, Lay HMA                | Pueblo        | \$ 35,237                 |
| 2          | 115A                 | 34.737           | - 35.748  | Install Curb, Blade Ditch, Place Embankment Stabilization Material | El Paso       | \$ 13,403                 |
| 2          | 024A                 | 294.100          | - 294.200 | Place RipRap, Repair Embankment, and Traffic Control               | El Paso       | \$ 15,100                 |
| Total      |                      |                  |           |  |               | <u>\$ 549,890</u>         |

|   |                            |
|---|----------------------------|
| <b>Grand Total TCCRF Activity for Emergency Relief Since Last Reporting</b> | <u><b>\$ 1,844,460</b></u> |
|---|----------------------------|



### FY 2017-2018 Contingency Reserve Fund Balance Projection (TCC)

|  |                      |                      |
|--|----------------------|----------------------|
| June<br>TC Contingency Balance                                     | \$81,939,976         |                      |
| State match for ER permanent repair projects                       | \$1,844,460          |                      |
| FY18 Budget Allocation   | \$16,500,000         |                      |
| Saving from Region 3 Project 21425 2016 Rockfall                   | \$52,369             |                      |
| Bid savings from Region 4 TCC Pool                                 | \$559,161            |                      |
| Transfer to TCI Pool to start yr with \$40M in TCC                 | (\$60,882,966)       |                      |
| Pending July<br>TC Contingency Reserve Balance                     | \$40,013,000         |                      |
| <i>Projected Outflow:</i>  | Low Estimate         | High Estimate        |
| State Match for Emergency Relief/Permanent Recovery                | (\$2,000,000)        | (\$5,000,000)        |
| State Match for Spring 2015 Floods                                 | \$0                  | (\$2,500,000)        |
| Projected FY 2017-2018 YE Contingency Balance                      | \$38,013,000         | \$32,513,000         |
| <i>TCCRF Surplus (Deficit) to Reach \$40M Balance July 1, 2018</i> | <i>(\$1,987,000)</i> | <i>(\$7,487,000)</i> |

### FY 2017-2018 Program Reserve Fund Balance Projection (TCI)

|  |                |                |
|--|----------------|----------------|
| FY18 Budget Allocation   | \$9,742,283    |                |
| Funds from TCC FY17 Pool   | \$60,882,966   |                |
| Funds from TCS Snow and Ice FY17 Pool                                  | \$6,362,210    |                |
| Repayment from Region 4 for I-25 North Segments 7 & 8 ROW Acquisitions | \$6,493,600    |                |
| Pending - Civil Rights Small Business Support "Connect2DOT"            | (\$50,000)     |                |
| Pending July<br>TC Program Reserve Fund Balance                        | \$83,431,059   |                |
| <i>Projected Outflow:</i>  | Low Estimate   | High Estimate  |
| FY17-18 Estimated Misc TCCRF Funding Requests                          | (\$24,000,000) | (\$24,000,000) |
| Right of Way Acquisitions  | (\$12,500,000) | (\$20,000,000) |
| Projected FY 2017-2018 YE Contingency Balance                          | \$46,931,059   | \$39,431,059   |





**COLORADO**  
**Department of Transportation**  
Office of the Chief Engineer  
4201 East Arkansas Ave, Suite 262  
Denver, CO 80222

## MEMORANDUM

TO: TRANSPORTATION COMMISSION  
FROM: JOSH LAIPPLY, CHIEF ENGINEER  
DATE: JULY 20, 2017  
SUBJECT: CONNECT2DOT PROGRAM (SUPPORT SERVICES FOR SMALL BUSINESSES)

### Purpose

The primary purpose of this memorandum is to request an additional \$50,000 in funding to support CDOT's small business supportive services program, Connect2DOT. This memorandum provides background information related to Connect2DOT to inform the Transportation Commission of the program's achievements and funding needs.

### Action

To ensure that small businesses continue to receive important supportive services in every region of the state, the CRBRC respectfully requests that the Transportation Commission increase funding of the program by \$50,000 for FY18, to a total of \$250,000 this year.

### Background & Details

The Civil Rights and Business Resource Center (CRBRC) has provided statewide technical assistance, business planning, outreach, and training to small businesses in the transportation sector through the Connect2DOT program for the past five years. Prior to Connect2DOT, the CRBRC managed the Construction Development Center and provided direct consulting to small businesses. However, the change five years ago has resulted in one of the best small business supportive services programs in the United States. CDOT has been recognized by its federal partners as being a model for other agencies.

Connect2DOT is supported through funding from FHWA and the Transportation Commission. FHWA provides approximately \$176,000 each year to support the Connect2DOT program, but funds are not guaranteed and are not consistently released to CDOT at the same time each year. The Transportation Commission currently provides \$200,000 each year so that CDOT can ensure a consistent allocation of funding for the Connect2DOT program. When FHWA releases funds to CDOT each year, the Transportation Commission is refunded the entire amount distributed by FHWA. Because of this refund, the Transportation Commission contributes about \$24,000 each year to the Connect2DOT program.

Due to the dramatic rise in population in the state of Colorado and the current demand for construction services, it is difficult to continue providing businesses with a high quality of service using a budget that was established over a decade ago. The CRBRC has continuously used other budget funds to supplement the Connect2DOT program by about \$50,000 each year but this model is not sustainable. To ensure that small businesses continue to receive important supportive services in every region of the state, the CRBRC respectfully requests that the Transportation Commission increase funding of the program by \$50,000 for FY18, to a total of \$250,000 this year.

### Key Benefits

Last year, the Connect2DOT program provided 2,328 hours of one-on-one consulting to 363 clients at 20 different satellite offices across the state. Additionally, Connect2DOT hosted 42 trainings/workshops for 944 participants, participated in 28 industry events, and provided two intensive 8-week small business development courses.

Through our services, Connect2DOT clients were able to create 492 jobs, retain another 157 jobs, and increase contracting by \$17,611,086 last year. Connect2DOT clients play a critical role in the Colorado economy and in helping CDOT achieve its mission. Connect2DOT services help these businesses to develop in order to grow healthy competition on CDOT projects, ensuring a lower cost and better quality of design and construction on state highways and bridges.

