



MEMORANDUM

TO: TRANSPORTATION COMMISSION (TC)
FROM: JEFF SUDMEIER, CHIEF FINANCIAL OFFICER
DATE: APRIL 19, 2018
SUBJECT: TENTH BUDGET SUPPLEMENT - FY 2017-2018

Region 1

\$504,442 – 22250 I-70 Bridge Repair – **Construction Bridge Program** – The project scope includes bridge deck rehabilitation, expansion joint repairs and HMA overlay of three critical I-70 structures. The project was initially advertised on 3/29/2018. The original approved budget was \$1,474,898 and the lowest bid came in at 35% above this amount. The work needs to be completed this construction season and Region 1 and HQ do not believe re-advertising will result in a lower cost. Therefore, CDOT would like to accept the low bid and not have to re-advertise the project. In order to do so the Region needs an additional \$504,442 of bridge asset management funds to award the project to the lowest bidder.

I-70 at Base of Floyd Hill and I-70 over Soda Creek Bridge Repair

Budget Components by Phase, Funding Program, Fiscal Year

Phase of Work	Funding Program	Current Budget	Supplement Action					Revised Budget	Expended To-Date
			Year of Budget			Total Request	Percent Increase		
			FY 2018	FY 2019	FY 2020				
Construction	Construction Bridge Program	\$1,474,898	\$504,442	\$0	\$0	\$504,442	34%	\$1,979,340	\$0
	Total Construction	\$1,474,898	\$504,442	\$0	\$0	\$504,442	34%	\$1,979,340	\$0
Total Project Budget		\$1,474,898	\$504,442	\$0	\$0	\$504,442	34%	\$1,979,340	\$0
			Year of Expenditure			Total Request			
			FY 2018	FY 2019	FY 2020				
			\$504,442	\$0	\$0	\$504,442			

This item is being included in the Supplement per PD 703 as the request is greater than 15% and greater than \$500,000 above the original approved amount.

\$731,156 – 20473 US 85 Widening of Southbound Santa Fe- **FASTER Safety** –The project scope includes adding an auxiliary lane on southbound Santa Fe (US 85). Re-location of an existing noise wall, panel repair and ADA ramps. The project initially advertised on 3/15/2018 and the original approved construction budget was \$3,000,000. The low bid came in 24% over the original construction budget. Region 1 advertised the project during the Cyber Attack and did not have an opportunity to review the final estimate and make sure it included funds to cover CDOT admin costs for Construction Engineering and Indirects. Due to its inability to review Region 1 was unable to compensate for these additional CDOT related costs in the budget before the project went to ad. Although the CDOT costs were off in the final



construction estimate, the bid results for the construction items were within 1% of the final construction estimate. This supplement request will not affect the lowest apparent bid results. This work will result in a vital improvement into operations of the US 85 (Santa Fe) corridor. Region 1 believes that re-advertisement will not result in any additional value and will only delay the much needed congestion relief for this intersection. Therefore, CDOT would like to accept the low bid and not have to re-advertise the project. In order to do so the Region needs an additional \$731,156 of FASTER Safety Funds to award the project to the lowest bidder. Region 1 Traffic has agreed to provide the additional funding but a request of this amount and nature needs TC approval.

SH-85 Widening of Southbound Santa Fe
Budget Components by Phase, Funding Program, Fiscal Year

Phase of Work	Funding Program	Current Budget	Supplement Action					Revised Budget	Expended To-Date
			Year of Budget			Total Request	Percent Increase		
			FY 2017	FY 2018	FY 2019				
ROW	Hot Spots	\$367,184	\$0	\$0	\$0	\$0	0%	\$367,184	\$229,821
	Total ROW	\$367,184	\$0	\$0	\$0	\$0	0%	\$367,184	\$229,821
Design	Hot Spots	\$447,000	\$0	\$0	\$0	\$0	0%	\$447,000	\$447,000
	Surface Treatment	\$96,500	\$0	\$0	\$0	\$0	0%	\$96,500	\$76,000
	Signal Asset Management	\$61,500	\$0	\$0	\$0	\$0	0%	\$61,500	\$12,799
	Total Design	\$605,000	\$0	\$0	\$0	\$0	0%	\$605,000	\$535,799
Construction	FASTER Safety	\$1,900,000	\$0	\$731,156	\$0	\$731,156	38%	\$2,631,156	\$0
	Signal Asset Management	\$1,100,000	\$0	\$0	\$0	\$0	0%	\$1,100,000	\$0
	Total Construction	\$3,000,000	\$0	\$731,156	\$0	\$731,156	24%	\$3,731,156	\$0
Total Project Budget		\$3,972,184	\$0	\$731,156	\$0	\$731,156	18%	\$4,703,340	\$765,620
			Year of Expenditure			Total Request			
			FY 2017	FY 2018	FY 2019				
			\$0	\$0	\$731,156	\$731,156			

This item is being included in the Supplement per PD 703, as the request is greater than 15% and greater than \$500,000 above the original approved amount.

Statewide Property Management

\$2,000,000 – CDOT Headquarters Demolition – **Transportation Commission Program Reserve Fund** - CDOT is currently under contract to sell the Headquarters campus to the City and County of Denver who will then sell to a developer. The developer plans to demolish the existing buildings and re-develop the land. The sale of the property will not be closed until December 2018. Given concerns about CDOT's liability and financial responsibility of managing three vacant buildings for the next nine months, the department has proposed to demolish the buildings ahead of the sale. \$2 million in Transportation Commission Program Reserve funds are requested in order to complete the demolition, to be repaid upon close. The aforementioned developer has agreed to reimburse CDOT for the demolition upon closure of the sale.

Please refer to the attached Property Management memo for additional information



ER pool activity, for the month of February, is shown on this month's Supplement. CDOT was unable to show this information on last month's Supplement due to the network shutdown.

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

Transaction Date	Transaction Description	Amount	Balance	Reference Document
June-17	Ending Balance 12S17		\$81,939,976	
July-17	Balance 1S18		\$40,013,000	
August-17	Balance 2S18		\$37,956,053	
September-17	Balance 3S18		\$37,357,901	
October-17	Balance 4S18		\$37,463,470	
November-17	Balance 5S18		\$37,299,021	
December-17	Balance 6S18		\$37,370,522	
January-18	Balance 7S18		\$35,025,985	
February-18	Balance 8S18		\$35,508,380	
March-18	Balance 9S18		\$35,508,380	
	(February) State match for ER permanent repair projects	\$ (84,184)		
	State match for ER permanent repair projects	\$ (358,626)		
April-18	Pending Balance 10S18		\$35,065,570	

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

Transaction Date	Transaction Description	Amount	Balance	Reference Document
July-17	Balance 1S18		\$83,431,059	
August-17	Balance 2S18		\$22,881,059	
September-17	Balance 3S18		\$81,519,084	
October-17	Balance 4S18		\$76,566,077	
November-17	Balance 5S18		\$76,266,077	
December-17	Balance 6S18		\$129,266,077	
February-18	Balance 8S18		\$129,407,158	
March-18	Balance 9S18		\$125,596,622	
	CDOT Headquarters Demolition	\$ (2,000,000)		
April-18	Pending Balance 10S18		\$123,596,622	

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

Transaction Date	Transaction Description	Amount	Balance	Reference Document
	FY18 Budget Allocation	\$10,000,000		1000240904
July-17	Balance 1S18		\$10,000,000	
August-17	Balance 2S18		\$10,000,000	
September-17	Balance 3S18		\$10,000,000	
October-17	Balance 4S18		\$10,000,000	
November-17	Balance 5S18		\$10,000,000	
December-17	Balance 6S18		\$10,000,000	
January-18	Balance 7S18		\$10,000,000	
February-18	Balance 8S18		\$10,000,000	
March-18	Balance 9S18		\$10,000,000	
April-18	Balance 10S18		\$10,000,000	



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

Transaction	Date	Transaction Description	Amount	Balance
	June-17	<i>Rollforward Balance 12S17</i>		\$119,839
	July-17	<i>Balance 1S18</i>		\$119,839
	August-17	<i>Balance 2S18</i>		\$119,839
	September-17	<i>Balance 3S18</i>		\$119,839
		<i>I-25 / Arapahoe Interchange ROW Acquisition</i>	\$119,839	
	October-17	<i>Balance 4S18</i>		\$0
	November-17	<i>Balance 5S18</i>		\$0
	December-17	<i>Balance 6S18</i>		\$0
	January-18	<i>Balance 7S18</i>		\$0
	February-18	<i>Balance 8S18</i>		\$0
	March-18	<i>Balance 9S18</i>		\$0
	April-18	<i>Balance 10S18</i>		\$0

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

September 11, 2013 Flood Related Monthly Activity

Reg	State Highway	Mileposts	Project Description	County	Total Budget TCCRF	projCode
2	025A	154.500 - 155.500	I-25 MP 144 and MP 155 Re-construct Wingwalls	El Paso	\$ (36,965)	20606
4	119B	57.950 - 58.510	Scour Bridge Repair	Boulder	\$ (163,822)	20243
4	014B	102.000 - 120.000	US287 and SH 14 Rebuild Road	Larimer	\$ (172,100)	20285
4	NA	0.000 - 0.000	Region 4 Project Savings	El Paso	\$ 33,576	NA
Total					\$ (339,311)	

Spring 2015 Flood Related Monthly Activity

Reg	State Highway	Mileposts	Project Description	County	Total Budget TCCRF	projCode
2	024A	294.000 - 294.300	Montessori Wall Install Rip Rap and Boulder Wall	EL Paso	\$ (19,315)	21361
Total					\$ (19,315)	

Grand Total TCCRF Activity for Emergency Relief Since Last Reporting

\$ (358,626)



FY 2017-2018 Contingency Reserve Fund Balance Projection (TCC)		
March TC Contingency Balance (Emergencies)	\$35,508,380	
<i>Pending Requests:</i>		
State match for ER permanent repair projects (February)	(\$84,184)	
State match for ER permanent repair projects	(\$358,626)	
Pending April TC Contingency Reserve Balance	\$35,065,570	
<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	\$33,065,570	\$27,565,570
<i>TCCRF Surplus (Deficit) to Reach \$40M Balance July 1, 2018</i>	<i>(\$6,934,430)</i>	<i>(\$12,434,430)</i>
FY 2017-2018 Program Reserve Fund Balance Projection (TCI)		
March TC Program Reserve Balance	\$125,596,622	
CDOT Headquarters Demolition	(\$2,000,000)	
Pending April TC Program Reserve Fund Balance	\$123,596,622	
<i>Projected Outflow:</i>	Low Estimate	High Estimate
FY17-18 Estimated Misc TCCRF Funding Requests	(\$4,000,000)	(\$4,000,000)
Right of Way Acquisitions	(\$25,629,749)	(\$33,429,749)
US 550/US160 FASTLANE Grant Match (Potential funding from SB17-267 Rev.)	\$0	(\$54,000,000)
FY 2018-2019 MS4 Water Quality Work Required by EPA	(\$3,500,000)	(\$3,500,000)
FY19 ADA Program	\$0	(\$20,000,000)
<i>Projected Inflow:</i>	High Estimate	Low Estimate
Reimbursement for Demolition of CDOT Headquarters	\$2,000,000	\$0
Projected FY 2017-2018 YE Program Reserve Balance	\$92,466,873	\$8,666,873



Resolution # 18-4-XX

**Approval and Adoption of the Tenth Supplement to the Fiscal Year 2017-2018 Budget
for the Colorado Department of Transportation**

Approved by the Transportation Commission on April 19, 2018.

WHEREAS, the budget requests being presented to the Transportation Commission this month have been reviewed and were determined to meet the criteria outlined in Policy Directive 703.0, requiring approval by the Transportation Commission; and

WHEREAS, the project requests included in the Supplement are consistent with the FY 2018 through FY 2021 STIP, and funds are available from the Regions' allocations unless otherwise indicated.

NOW THEREFORE BE IT RESOLVED, after review and consideration, the Tenth Supplement to the Fiscal Year 2017-2018 Budget is approved by the Transportation Commission.

Herman Stockinger, Secretary
Transportation Commission of Colorado

Date





COLORADO
Department of Transportation
Office of the Chief Engineer

Property Management
15285 South Golden Road, Building 47
Golden, CO 80401

TO: Transportation Commission

FROM: Marcella C. Broussard, Property Management Program Manager

DATE: April 4, 2018

RE: Temporary Funds Needed for Demolition of CDOT Headquarters

CDOT is currently under contract to sell both the Region 1 and Headquarters (HQ) campuses to the City and County of Denver (CCD). CCD in turn has a contract to sell the property to a developer. Based on the due diligence dates in the purchase and sale contract, it is anticipated that the closing on the HQ campus will not occur until December 2018. The proposed future use of the HQ property indicates that the buildings will be demolished. CDOT has determined it does not want the liability nor financial obligation that comes with owning a campus with three buildings totaling 200,000 square feet of vacant buildings for nearly eight months. The developer under contract with the City has agreed to reimburse CDOT for the demolition costs of the property at closing. Property Management is requesting \$2,000,000 in Transportation Commission Program Reserve Funds to front the cost of demolition to be repaid upon closing.

If for some reason the sale of the property does not close, CDOT believes that the value of the property will be increased by having a clean site. The due diligence time frame on the Region 1 property is 60 days shorter than the HQ property. CDOT does not intend to demolish the Region 1 site.

Thank You.

cc: file

