

**Bridge Enterprise Board
Regular Meeting Minutes
Thursday, July 18, 2013**

PRESENT WERE: Gary Reiff, Chairman, District 3
Shannon Gifford, District 1
Ed Peterson, District 2
Heather Barry, District 4
Kathleen Gilliland, District 5
Kathy Connell, District 6
Douglas E. Aden, District 7
Leslie Gruen, District 9
Gilbert Ortiz, Sr., District 10
Steven Hofmeister, District 11

EXCUSED: Sidney Zink, District 8

ALSO PRESENT: Don Hunt, Executive Director
Ben Stein, CFO
Heidi Bimmerle, Director of Admin & Human Resources
Debra Perkins-Smith, Director of Division of Transportation
Development
Mike Cheroutes, Director of HPTE
Scott McDaniel, Director, Staff Services
Herman Stockinger, Director of Policy and Government
Relations
Amy Ford, Director, Public Relations
Barb Gold, Director, Division of Audit
Ryan Rice, Director, Operations Division
Tony DeVito, Region 1 Transportation Director
Tom Wrona, Region 2 Transportation Director
Dave Eller, Region 3 Transportation Director
Johnny Olson, Region 4 Transportation Director
Kerrie Neet, Region 5 Transportation Director
Kathy Young, Chief Transportation Counsel
Doug Bennett on behalf of John Cater, FHWA
Vince Rogalski, Statewide Transportation Advisory
Committee (STAC)

AND: Other staff members, organization representatives,
the public

Chairman Reiff convened the meeting at 12:50 p.m. in the CDOT Headquarters building at 4201 E. Arkansas Avenue, Denver, CO.

Audience Participation

The Chair noted that no members of the Audience had signed up to address the Board of Directors.

Act on Consent Agenda

Chairman Reiff stated that the next thing on the Agenda was action on the Consent Agenda. Director Connell moved for approval of the Consent Agenda. The motion was seconded by Director Ortiz. Chairman Reiff asked if there was any discussion of the motion and hearing none he asked for those in favor to signify by stating Aye and asked for those opposed to state no. He stated that the motion had passed unanimously.

Approval of the Regular Meeting Minutes for June 20, 2013

Resolution #BE-137

Approval of Regular Meeting Minutes for June 20, 2013

BE IT RESOLVED THAT, the Minutes for the June 20, 2013 meeting of the Bridge Enterprise Board of Directors are hereby approved by the Bridge Enterprise Board as published in the Agenda for the July 18, 2013 meeting of the Bridge Enterprise Board of Directors.

Resolution #BE-138

BE IT RESOLVED THAT, the 2nd Supplement to the FY 2013 Budget is hereby approved by the Bridge Enterprise Board.

Discuss and Act on Resolution to Approve the 2nd Budget Supplement to the FY'2014 Budget

Chairman Reiff mentioned that the next item of business was discussion and action on the second budget supplement. Ben Stein mentioned that the supplement could be found in the packet and mentioned that if there were any questions, he would be happy to answer them or try to answer them and requested approval of the supplement. Commissioner Aden declared that there was an item that required some discussion and confirmed that it was the request from Region 3 to budget an additional \$10M plus for the Grand Avenue Bridge in Glenwood Springs. He stated that Joe Elsen and Dave Eller were present to address any questions that may be raised. Commissioner Aden said that in a memo from Joe Elsen included in the packet outlining the details of the request, it says the potential cost of the project is up to \$111M which is just a stunning number in terms of discussions about the status of the Bridge Enterprise, its cash flow and the other challenges CDOT is facing – particularly the I70 viaduct and other things around the state. He said that he did support the idea to go ahead with this project as it is a very challenging assignment from a technical standpoint, with the crossing of the river and the railroad and the proximity of the Glenwood Hot Springs. Commissioner Aden confirmed that the bridge will be a vital economic link to the whole Roaring Fork Valley and that the traffic counts on 82 many days are greater than they are on I70 and

this bridge is for all practical purposes the only way in and out of the Roaring Fork Valley for all that commerce. He declared that he felt strongly that the only way to get to a real number on what the bridge will cost is to give them the money to get to a 60% design level and that having said that, he wants to send a very strong message, to Region 3 that that number needs to be a lot less than 111M. He stated that it's another situation where we have to acknowledge right up front, a premium is going to be paid here for an expedited construction process and that it needs to be known that the approval of the action is not a blank check. He stated that those were his comments.

Chairman Reiff thanked Commissioner Aden and asked if there were any other questions or comments on the bridge budget supplement. Commissioner Connell confided that she did agree with Commissioner Aden, but that she was so concerned by the message the action would send and that knowing the special circumstances of the project that it would probably be her last vote on that kind of approach to a problem.

Chairman Reiff asked if there were any further questions or comments. Director Aden stated that he wanted to ask that Ben Stein work with the team on the financing and confirmed that it made no sense to charge \$20M plus of indirects to the project and that he would ask that the team comes back next month with a report on what can be done stating that it is a separate issue from this budget action but, that it would impact the long term cost of how much money is allocated to the project.

Commissioner Aden stated that with all of those Comments he would move for approval of the budget supplement.

Chairman Reiff stated that there was a motion and that prior to taking a motion, he recognized Ben Stein for a response. Ben Stein stated that without disagreeing with Director Aden, he wanted to point out that it is construction engineering and indirects not just indirects. He confirmed that the bridge would require significant construction engineering and that the cost of the bridge does and should bear. He stated that he didn't disagree that there is an issue on indirects.

Chairman Reiff declared that with the understanding that obviously this was an incredibly difficult project arterial and that there was obviously a lot of work left to be done, there was a motion to adopt and asked if there was a second. The move was seconded by Director Peterson and Chairman Reiff asked if there was any further discussion. He stated that hearing no further discussion all those in favor please signify by saying Aye and that the opposed state no. Chairman Reiff stated that there was a no vote by Director Hoffmeister and Asked if there were any further abstentions. Chairman Reiff stated that the motion had passed on a 9 to 1 vote, and with one absent.

Resolution #BE-138

BE IT RESOLVED THAT, the 2nd Supplement to the FY 2014 Budget is

hereby approved by the Bridge Enterprise Board.

Monthly Progress Report

Scott McDaniel presented the update on behalf of Tim Harris as follows:

Program Schedule

- Program schedule updated for work complete through June 2013
- June Schedule Performance Index (SPI) = 0.92
 - Reflects a 0.01 INCREASE from previous month
 - May SPI = 0.91
- Over-performing projects
 - 9 projects with \$12.7M in combined Earned Value (EV) greater than planned
 - Increases overall program SPI by 0.04
- Under-performing projects
 - Non-Railroad projects
 - 3 worst projects with \$14.8M in combined lost Earned Value
 - Reduces program SPI calculation by 0.05
 - Railroad projects
 - 11 Railroad projects with \$8.5M in combined lost Earned Value
 - Reduces overall program SPI calculation by 0.03

Major Achievements (June workshop – July workshop)

- Bond Program increased from 88 to 91 structures
 - Added 3 bridges Region 2, Ilex Bridge, D/B project
 - K-18-AX: I25 ML Northbound over US 50 Business Route (Pueblo, CO)
 - K-18-R: US 50 Business Route Eastbound over Arkansas River (Pueblo, CO)
 - L-18-AU: Mesa Ave over I25 ML (Pueblo, CO)
 - Program Reporting
 - Completed April 30th, 2013 Bond Allocation Plan Update
 - Completed Q3 FY2013 Quarterly Report
 - Issued Q1 FY2014 Maintenance Invoice
- Program submitted award application
 - 2013 International Road Federation
 - Excellence in Project Finance & Economics
- Design/Build Procurements
 - Region 1: US6 Design/Build Project
 - Initiated Contractor Design phase
 - Region 2: Ilex Design/Build (Pueblo) RFQ due 6/18/13
 - Total of 8 bridges to be addressed
 - 2 bridge replacements
 - 6 bridges to be rehabilitated

- Three Bridges went to AD
 - Region 1
 - E-17-DC: I 76 ML Eastbound over UPRR (Commerce City, CO)
 - E-17-DU: I 76 ML Westbound over UPRR (Commerce City, CO)
 - F-17-DM: SH 88 ML over Cherry Creek (Arapahoe County, CO)

- Six Bridges went to Construction
 - Region 1
 - E-17-EX: Peoria Street over I 76 ML (Commerce City, CO)
 - F-16-EJ: US 6 ML over BNSF Railroad (Denver, CO)
 - F-16-EF: US 6 ML over South Platte River (Denver, CO)
 - F-16-EN: US 6 ML over Bryant Street (Denver, CO)
 - F-17-F: US 40 ML Eastbound over Sand Creek (Aurora, CO)
 - F-17-BS: US 40 ML Westbound over Sand Creek (Aurora, CO)

- CM/GC
 - Region 1: Pecos over I-70
 - Move to take place July 19th to July 21st (50-hour closure)

- Completed Four Bridges
 - Region 1
 - F-16-DP: I-25 ML over Roadway, RR and South Platte River; Bronco Bridge (Denver, CO)
 - F-16-FL: US 6 ML over SH 95 ML (Denver, CO)
 - Region 2
 - O-19-J: US 350 ML over Draw (Model, CO)
 - P-19-AD: SH 239 ML over Irrigation Canal (Trinidad, CO)

Adjournment

Chairman Reiff asked if there were any more matters to come before the Bridge Enterprise Board and hearing none, he announced the adjournment of the meeting at 1:10 p.m.

Herman Stockinger, Secretary
Colorado Bridge Enterprise Board

Date