



CITY OF TEMPE
REQUEST FOR COUNCIL ACTION

Council Meeting Date: 11/03/2016
Agenda Item: 5A2

ACTION: Approve fiscal year 2016-17 Capital Improvements Program budget appropriation transfer from Elliot Road Fiber Optic Installation to Rural Road Fiber Optic Installation and East Valley Arterial Congestion Monitoring.

FISCAL IMPACT: \$31,000 of fiscal year 2016-17 appropriations will be transferred from Capital Improvements Program (CIP) project #6906179 (Elliot Road Fiber Optic Installation) to fund \$6,000 in design cost increases for project #6907269 (Rural Road Fiber Optic Installation) and \$25,000 in construction costs for project #6907259 (East Valley Arterial Congestion Monitoring) due to unplanned expenditures related to environmental monitoring of cultural resources and delayed construction.

RECOMMENDATION: Approve the spending authority transfers.

BACKGROUND INFORMATION: The Arizona Department of Transportation (ADOT) performs environmental reviews of all City of Tempe transportation projects that include federal grant funding. ADOT has determined that the Rural Road Fiber Optic Installation project is required to have a plan for monitoring cultural resources during construction. This additional work was not anticipated during project scoping and has increased the design contract by \$9,246. This budget appropriation transfer of \$6,000 combined with \$3,246 of existing budget appropriation will fully fund the additional design costs.

It was anticipated that construction of the East Valley Arterial Congestion Monitoring project would begin in fiscal year 2015-16. The project was delayed to fiscal year 2016-17. The City of Tempe's share of the \$385,000 construction project is \$25,000. The remaining \$360,000 in construction costs is funded through a federal grant that is being coordinated through the City of Mesa. The City of Mesa is the designated lead on the project for both the City of Tempe and Town of Gilbert.

The Elliot Road Fiber Optic Installation project is currently under construction with an approved construction budget of \$516,669. The project is currently \$104,000 under budget. The transfer of \$31,000 will not diminish the project and will still provide for \$73,000 of budget appropriations in case of unforeseen future construction costs.

ATTACHMENTS: N/A

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Department Director: Don Bessler, Public Works Director
Legal review by: Teresa Voss, Assistant City Attorney
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