



CITY OF TEMPE
REQUEST FOR COUNCIL ACTION

Council Meeting Date: 01/12/2017
Agenda Item: 5A2

ACTION: Approve fiscal year 2016-17 Capital Improvements Program budget appropriation transfer from Light Rail Efficiency Improvements at University Drive to Rural Road Light Rail Intersection Improvements and Rural Road Fiber Optic Installation.

FISCAL IMPACT: \$46,000 of fiscal year 2016-17 appropriations will be transferred from Capital Improvements Program (CIP) project #6907731 (University Drive Light Rail Efficiency Improvements) to fund \$40,000 in additional construction costs for project #6907749 (Rural Road Light Rail Intersection Improvements) and \$6,000 in design cost increases for project #6907269 (Rural Road Fiber Optic Installation).

RECOMMENDATION: Approve the spending authority transfers.

BACKGROUND INFORMATION: The low bid for the construction of the Rural Road Light Rail Intersection Improvements project came in higher than the available budget amount. The \$40,000 in transferred funds will be combined with the available budgeted amount of \$85,561 to cover the projected \$125,561 in construction, contingency, post design services, and administration costs.

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. The budget appropriation transfer of \$6,000 combined with \$3,246 of existing budget appropriation will fully fund the additional design costs.

The University Drive Light Rail Efficiency Improvements project is currently finalizing design. There is currently \$464,600 available in the budget for construction. Design estimates for construction of the project are currently estimated at \$300,000. The transfer of \$46,000 will not diminish the project and will still provide for \$118,000 of budget appropriations in case of unforeseen future construction costs.

ATTACHMENTS: N/A

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Legal review by: Teresa Voss, Assistant City Attorney
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