MINUTES
OF THE
STATE TRANSPORTATION BOARD
9:00 a.m., Friday, January 18, 2002
Prescott Resort & Conference Center
1500 Highway 69
Prescott, Arizona 86301

The State Transportation Board met in official session for a regular meeting at 9:00 a.m., Friday, January 18, 2002, with Chairman Roc Arnett presiding. Other Board members present included: Vice Chairperson Katie Dusenberry, Rusty Gant, Dick Hileman, Bill Jeffers, Jim Martin and Ingo Radicke. Also present were Director Victor Mendez; Dick Wright, State Engineer; John McGee, Chief Financial Officer, Administrative Services Division; and Mary Lynn Tischer, Director, Planning Division. There were approximately 75 people in the audience.

OPENING REMARKS AND PLEDGE

Chairperson Roc Arnett led the audience in the Pledge of Allegiance. He announced this would be his last meeting, stating he has enjoyed his tenure on the Board. He thanked NACOG for their hospitality Thursday night and introduced dignitaries in the audience.

DISTRICT ENGINEER REPORT

Tom Foster, Assistant District Engineer for Prescott, showed photographs of various projects currently underway throughout the district and discussed their status. A copy of his presentation was provided to the Board.

YAVAPAI TRIBE PRESENTATION

Mr. Louis Schmitt of Durrant introduced this item, explaining the program is a very complex series of projects that have to coordinate in a very close sequential order. John Supanich of Kirkham Michael stated they were asked by the Yavapai Tribe to design a roadway between SR 89 and SR 69. He said the roadway will be a seven lane section and will encompass widening a portion of SR 69. He stressed that the roadway and all plans meet ADOT specifications and standards. Mr. Schmitt noted they hope to be included on the Board's March agenda to provide a 45 minute detailed presentation regarding the agreements for which they will need ADOT's cooperation. He said, upon completion, they hope to return the system back to the appropriate jurisdiction.

CALL TO AUDIENCE

Roy Chavaz, Manager, Town of Superior, thanked the Board and ADOT for their hard work and efforts in attempting to resolve the problems on US 60 between Apache Junction and Globe. He

stated, through the cooperative efforts of the Board, the Town Council and regional groups, they have seen several enhancement projects in Superior, resulting in a well planned pedestrian walkway system. He noted they are scheduled to open the cooperative rest stop project in March. He said various things have been done to address safety concerns on US 60, including enhanced signage and more DPS enforcement. He voiced support for the Board's efforts to widen the westbound lanes of traffic.

John Trujillo, Public Works Director, Globe, spoke about the need to extend projects from Superior to the Globe area. He said certain sections, including Highways 188 and 260, need to be put on the program.

Mayor Stanley Gibson, Town of Globe, said the Board needs to consider an alterative to I-10. He thanked the Board for their consideration of the Florence Junction Interchange. He noted the Board's next meeting will be held in Globe.

Lou McDermott, Vice Mayor, Town of Wickenburg, expressed the town's appreciation to Chairman Arnett and the Board. He said it appears Wickenburg is heading towards getting some of their problems solved.

Dana Burden, Chairperson, Wickenburg Clean and Beautiful, thanked Chairperson Arnett, the Board and staff for their help. He announced that the Wickenburg Chamber of Commerce named Rusty Gant their Man of the Year. He said their charge is to 1) show people the best of Arizona, 2) clean up the desert and 3) remind people of the need for the bypass.

Chuck Busby, Councilmember, Town of Quartzsite, thanked Chairperson Arnett for his service on the Board, stating he is a perfect example of why the Board's makeup does not need to change. He announced a ribbon cutting on the east TI is scheduled for January 29.

Ms. Sue Knaup, Executive Director, Prescott Alternative Transportation, explained their non-profit organization is working towards making Prescott a bicycle and pedestrian friendly area. She noted they recently launched their Safe Routes to School Program, aimed at breaking down barriers to children walking and riding their bikes to school. She thanked the area transportation officials for their insight on creating an unparalleled MPO. She also expressed appreciation for the three transportation enhancement grants recently awarded to Prescott, stating they will help create a system of bicycle/pedestrian transportation facilities. She stressed the need to create and integrate bicycle and pedestrian transportation systems into the roadway system and public transit.

Ken Driggs, Executive Director, Regional Public Transportation Authority, commended Chairperson Arnett for his service on the Board. He said the Board is the best example of intergovernmental cooperation within the state.

Representative Jake Flake said he continues to be impressed by the wisdom and dedication of those who sit on the various Commissions representing different state agencies. He stated he often travels throughout the state and knows many of the residents and elected officials in the

towns in his legislative district. He recognized the importance of the highway system, stating he is well aware of the impacts improvements to the roadways have had throughout the state. He acknowledged the need for enhanced safety on US 60 between Apache Junction and Globe. He recognized Mary Peters, stating he enjoyed working with her. He said the transportation system is the number one thing that can help encourage rural economic development and he encouraged the Board to accelerate projects if possible.

CONSENT AGENDA

Chairperson Arnett pulled Items 38, 39, 41 and 43 from the Consent Agenda and declared a possible conflict of interest on each.

DIRECTOR'S REPORT

Mr. Victor Mendez thanked Chairperson Arnett for his service to the state.

Mr. Mendez said the Legislature is in session and will be addressing the budget. He said his office will work to minimize the impacts to service delivery and program delivery. He stated they have attended various transportation committee meetings to explain ADOT funding issues.

Legislative Report

Mr. Kevin Beisty, Legislative Liaison, reported the Legislative Session convened on January 14 and Mr. Mendez's confirmation hearing went well. He recognized Representative Flake, stating he has been an honorable voice of reason. He noted Congress will return from recess on January 23 and will be addressing TEA 21.

Mr. Beisty said they have had fewer bills at the Legislature, but that could change by the time the Senate reaches their deadline. He said bills concerning eminent domain, right-of-way issues, airports and truck restrictions are of particular interest. He expressed concern about a bill that, if passed, would become effective July 1 and would effectively do away with ADOT, the Department of Economic Security, the Department of Administration and the Department of Environmental Quality. He said another bill being considered would restrict state employees to 12 years of service. He stated ADOT is currently drafting one bill to increase the agency's bond cap from $1 billion to $1.3 billion. He said a number of Vision 21 bills have started to surface, which he will continue to monitor and update the Board on as necessary.

Financial Report

Mr. John McGee provided copies of the Debt Refinancing Program and the Preliminary Official Statement of the HURF Bond Issue priced this week.

Mr. McGee reported RARF Collections for November came in 6.2 percent over the same month last year. He said that was the highest month-over-month growth rate in RARF since last May. He reported December collections totaling $22,076,000, which was 3.9 percent over last year's

collections, but 2.5 percent below forecast. He said February's report, showing December's figures, will be used as a gauge for the remainder of the year. He stated total collections for the year are $131 million, up about 1.7 percent over last year, but 2.6 percent below the forecast. He said they anticipate collecting approximately $270 to $271 million in total RARF collections, compared to the forecast of about $279.5 million.

Mr. McGee stated HURF collections continue to look good, noting they collected $93.4 million for December. He said this was 1.8 percent more than the $91.8 million collected last year and 4.6 percent greater than the forecast. He reported year-to-date HURF collections totaling $513.5 million, 5.1 percent better than last year and 1.8 percent over forecast. He noted every category, with the exception of Use Fuel and Motor Carrier Tax, had a positive variance as compared to the forecast. He said, other than the one-time hit, Motor Carrier Tax has been close to being on target.

Mr. McGee reported investment earnings of approximately $2.8 million for the month of November and $3.6 million year-to-date. He said they continue to see investment yields fall as a result of lower interest rates. He said the average interest rate in Pool 2 has dropped from 6.4 percent in July to 5.6 percent, while Pool 3 has dropped from 4.7 percent to 3.9 percent and Pool 8 has dropped from 4.4 percent to 2.7 percent. He stated they expect investment rates to continue to fall before interest rates in general begin to trend upward again.

Mr. McGee reviewed the December Highway Expansion and Extension Loan Program report, stating the Board has approved 26 loans totaling $378.6 million. He said they have distributed $182 million and received repayments totaling $125 million. He noted one loan will be presented to the Board for possible approval under Agenda Item 5.

Mr. McGee reviewed the annual HURF and RARF Projected Total Revenue reports. He said the HURF forecast for FY 2002 through 2007 and the RARF forecast for FY 2002 through 2006 have been revised down by $186 million and $20.4 million, respectively. He said the amount of Federal Funds the state will receive is not yet known, however, indications are that they will be cut significantly. He stated this issue effects all 50 states and is being vigorously pursued by ASHTO.

Mr. Radicke asked about the status of the stimulus package. Mr. McGee stated the stimulus package was never passed, noting the portion originally directed towards transportation had been stripped prior to even being considered.

The meeting recessed for a short break.

Financing Program

Mr. McGee stated they successfully priced a $75,990,000 HURF issue, at a true interest cost of 4.15 percent. Mr. Freund reviewed the details of the pricing as set forth in the Final Pricing Review. Mr. McGee noted the issue is expected to close on February 6.

HELP Loan

Mr. McGee stated this HELP loan, though small, is of great importance. He explained the $80,000 loan would be to the Town of Miami for the Rose Road and Sullivan Street projects.

Board Action: A motion to approve the following Resolution was made by Mr. Radicke and seconded by Mr. Jeffers:

RESOLUTION

RESOLUTION OF THE STATE OF ARIZONA TRANSPORTATION BOARD ACCEPTING AND APPROVING A HIGHWAY EXTENSION AND EXPANSION LOAN APPLICATION FROM THE TOWN OF MIAMI, ARIZONA AND AUTHORIZING A LOAN REPAYMENT AGREEMENT.

The Board hereby accepts and approves the application for financial assistance from the Highway Expansion and Extension Loan Program (HELP) as requested by the Town of Miami, Arizona and as approved and recommended by the HELP Advisory Committee.

The Board hereby authorizes the Chairman to enter into a Loan Repayment Agreement relating to HELP Loan Number QMIA1S02U, Town of Miami, Rose Road/Sullivan Street Project.

Dated This 18th day of January, 2002.

The motion passed unanimously.

Verizon Master Lease Agreement

Mr. McGee reviewed the Master Lease Agreement with Verizon Wireless LLC and recommended approval of the agreement.

Board Action: A motion to approve the above recommendation was made by Ms. Dusenberry, seconded by Mr. Radicke and passed unanimously.

2002 BOARD MEETING DATES & LOCATIONS

January 18, 2002	Prescott	9:00 a.m.
February 15, 2002	Globe	9:00 a.m.
March 15, 2002	Buckeye/Gila Bend	9:00 a.m.
April 5, 2002	Public Hearing/Phoenix	9:00 a.m.
April 12, 2002	Public Hearing/Tucson	9:00 a.m.
April 19, 2002	Public Hearing & Board	

	Meeting/Flagstaff	9:00 a.m.
May 17, 2002	Winslow	9:00 a.m.
June 21, 2002	Sierra Vista	9:00 a.m.
July 19, 2002	Eager	9:00 a.m.
August 16, 2002	Safford	9:00 a.m.
September 20, 2002	Nogales	9:00 a.m.
October 18, 2002	Apache Junction	9:00 a.m.
November 15, 2002	Yuma	9:00 a.m.
December 20, 2002	Tucson	9:00 a.m.

Board Action: A motion to approve the above meeting dates and locations was made by Mr. Hileman, seconded by Ms. Dusenberry and passed unanimously.

PRIORITY PLANNING ADVISORY COMMITTEE (PPAC)

FY 2002-2006 Highway Construction Program – Requested Modifications

ROUTE NO:	SR 89A @ MP 357.1
COUNTY:	Yavapai
SCHEDULE:	FY 2002
SECTION:	Cornville Road – Dry Creek
TYPE OF WORK:	Acquire right of way
PROGRAM AMOUNT:	$407,000 Funding Source: State
PROJECT MANAGER:	Dave Edwards
PROJECT:	H247103R Item Number; 19098
REQUESTED ACTION:	Reduce program amount by $165,000 to $242,000. Funds to be transferred to H247102R to cover condemnation settlements. **Funds to FY 2002 Highway Contingency Fund #72302.**
PROGRAM AMOUNT:	$407,000
DECREASE AMOUNT:	$165,000
NEW PROGRAM AMOUNT:	$242,000

*ITEM 9:	ROUTE NO:	SR 89A @ MP 366.3
	COUNTY:	Yavapai
	SCHEDULE:	New Project
	SECTION:	Dry Creek – Sedona
	TYPE OF WORK:	Acquire right of way
	PROGRAM AMOUNT:	NA
	PROJECT MANAGER:	Dave Edwards
	PROJECT:	H247102R Item Number; 46399
	REQUESTED ACTION:	Add new right of way project to FY 2002 Highway Construction Program in amount of $165,000 to cover condemnation settlements. **Funds available from FY 2002 Highway Contingency Fund**

#72302.

NEW PROGRAM AMOUNT: $165,000

Board Action: A motion to approve Items 8 and 9 was made by Mr. Radicke, seconded by Mr. Jeffers and passed unanimously.

ROUTE NO:	SR 101 L @ MP 18.60
COUNTY:	Maricopa
SCHEDULE:	New Project
SECTION:	67th Ave - 59th Ave
TYPE OF WORK:	Construct EB Auxillary Lane
PROGRAM AMOUNT:	NewProject
PROJECT MANAGER:	Ron McCally
PROJECT:	H598501C
REQUESTED ACTION:	Add new district minor project to the FY 2002 Highway Construction Program in amount of $510,000, for construction of new auxillary lane. **See funding sources below.**

FY 2002 District minor Fund #73302	$317,397
City of Glendale JPA 01-161	$192,603
NEW PROGRAM AMOUNT:	$510,000

Board Action: A motion to approve the above recommendation was made by Mr. Gant, seconded by Ms. Dusenberry and passed unanimously.

ROUTE NO:	US 191 @ MP 130.80
COUNTY:	Graham
SCHEDULE:	FY 2002
SECTION:	Jct. US 70 - Back Country Byways
TYPE OF WORK:	Pavement preservation RR+ARFC
PROGRAM AMOUNT:	$1,924,000 Funding Source: STP
PROJECT MANAGER:	John Melanson
PROJECT:	H528001C Item Number; 23402
REQUESTED ACTION:	Defer project to FY 2003. Project to be advertised with adjacent project. **Funds return to FY 2002 Pavement Preservation Fund #72502. New funds available from FY 2003 Pavement Preservation Fund #72503.**

Board Action: A motion to approve the above recommendation was made by Mr. Radicke, seconded by Mr. Hileman and passed unanimously.

ROUTE NO:	I-10 @ MP 198.90
COUNTY:	Pinal
SCHEDULE:	FY 2002

SECTION:	Sunland Gin Road TI
TYPE OF WORK:	Pavement preservation AC+ARFC+PCCP
PROGRAM AMOUNT:	$482,000 Funding Source: IM
PROJECT MANAGER:	John Melanson
PROJECT:	H524401C Item Number; 19702
REQUESTED ACTION:	Defer project to FY 2003 and increase project amount by $1,188,000 to $1,670,000 due to change in pavement type. **Funds return to FY 2002 Pavement Preservation Fund #72502. New funds available from FY 2003 Pavement Preservation fund #72503.**
PROGRAM AMOUNT:	$482,000
INCREASE AMOUNT:	$1,188,000
NEW PROGRAM AMOUNT:	$1,670,000

Board Action: A motion to approve the above recommendation was made by Mr. Radicke, seconded by Ms. Dusenberry and passed unanimously.

ROUTE NO:	SR 73 @ MP 342.33
COUNTY:	Navajo
SCHEDULE:	FY 2002
SECTION:	Whiteriver – Coal Mine Canyon
TYPE OF WORK:	Pavement Preservation
PROGRAM AMOUNT:	$1,956,000 Funding Source: STP
PROJECT MANAGER:	Mohamad Jowar
PROJECT:	H555901C Item Number; 20802
REQUESTED ACTION:	Increase program amount by $244,000 to $2,200,000 due to updated cost estimates and increased unit cost. **Funds available from FY 2002 Pavement Preservation Fund #72502.**
PROGRAM AMOUNT:	$1,956,000
INCREASE AMOUNT:	$244,000
NEW PROGRAM AMOUNT:	$2,200,000

Board Action: A motion to approve the above recommendation was made by Mr. Jeffers, seconded by Mr. Hileman and passed unanimously.

ROUTE NO:	SR 260 @ MP 221.70
COUNTY:	Yavapai
SCHEDULE:	FY 2002
SECTION:	Verde River Bridge - Top of Rim
TYPE OF WORK:	Pavement preservation - ARFC
PROGRAM AMOUNT:	$1,173,000 Funding Source: STP
PROJECT MANAGER:	Shajed Haque
PROJECT:	H589901C Item Number; 23602

REQUESTED ACTION:	Defer project to FY 2003 and increase program amount by $750,000 to $1,923,000 due to updated cost estimate and added scope. **Funds return to FY 2002 Pavement Preservation Fund #72502. New funds available from FY 2003 Pavement Preservation Fund #72503.**
PROGRAM AMOUNT:	$1,173,000
INCREASE AMOUNT:	$750,000
NEW PROGRAM AMOUNT:	$1,923,000

Board Action: A motion to approve the above recommendation was made by Mr. Hileman, seconded by Mr. Radicke and passed unanimously.

ROUTE NO:	SR 89 @ MP 295.00
COUNTY:	Yavapai
SCHEDULE:	FY 2002
SECTION:	Wilhoit - Hidden Valley Road
TYPE OF WORK:	Pavement preservation - ARFC
PROGRAM AMOUNT:	$574,000 Funding Source: STP
PROJECT MANAGER:	Shajed Haque
PROJECT:	H589601C Item Number; 21802
REQUESTED ACTION:	Increase program amount by $350,000 to $924,000 due to updated cost estimates. **Funds available from FY 2002 Pavement Preservation Fund #72502.**
PROGRAM AMOUNT:	$574,000
INCREASE AMOUNT:	$350,000
NEW PROGRAM AMOUNT:	$924,000

ROUTE NO:	SR 77 @ MP 153.50
COUNTY:	Gila
SCHEDULE:	FY 2002
SECTION:	Dripping Springs – Forest Service Boundry
TYPE OF WORK:	Pavement preservation – ARFC
PROGRAM AMOUNT:	$496,000 Funding Source: STP
PROJECT MANAGER:	Shajed Haque
PROJECT:	H589701C Item Number; 21102
REQUESTED ACTION:	Increase program amount by $175,000 to $671,000 due to updated cost estimates. **Funds available from FY 2002 Pavement Preservation Fund #72502.**
PROGRAM AMOUNT:	$496,000
INCREASE AMOUNT:	$175,000
NEW PROGRAM AMOUNT:	$671,000

ROUTE NO:	SR 64 @ MP 185.50
COUNTY:	Coconino
SCHEDULE:	FY 2002
SECTION:	Jct I-40 – North
TYPE OF WORK:	Pavement Preservation
PROGRAM AMOUNT:	$3,065,000 Funding Source: NH
PROJECT MANAGER:	Shajed Haque
PROJECT:	H589201C Item Number; 20302
REQUESTED ACTION:	Increase program amount by $850,000 to $3,915,000 due to updated cost estimates. **Funds available from FY 2002 Pavement Preservation Fund #72502.**
PROGRAM AMOUNT:	$3,065,000
INCREASE AMOUNT:	$850,000
NEW PROGRAM AMOUNT:	$3,915,000

Board Action: A motion to approve Items 15, 16 and 17 was made by Mr. Radicke, seconded by Mr. Hileman and passed unanimously.

ROUTE NO:	US 93 @ MP 172.00
COUNTY:	Yavapai
SCHEDULE:	FY 2002
SECTION:	Date Creek Section
TYPE OF WORK:	Pavement Preservation
PROGRAM AMOUNT:	$1,536,000 Funding Source: NH
PROJECT MANAGER:	Haldun Guvenen
PROJECT:	H526601C Item Number; 22002
REQUESTED ACTION:	Increase program amount by $485,000 to $2,021,000 due to cost estimate update. **Funds available from FY 2002 Pavement Preservation Fund #72502.**
PROGRAM AMOUNT:	$1,536,000
INCREASE AMOUNT:	$485,000
NEW PROGRAM AMOUNT:	$2,021,000

Board Action: A motion to approve the above recommendation was made by Ms. Dusenberry, seconded by Mr. Hileman and passed unanimously.

ROUTE NO:	SR 77 @ MP 69.50
COUNTY:	Pima
SCHEDULE:	FY 2002
SECTION:	Jct. Miracle Mile - Pusch View Ln
TYPE OF WORK:	Pavement Preservation
PROGRAM AMOUNT:	$6,502,000 Funding Source: STP
PROJECT MANAGER:	Rich DeBoer

PROJECT:	H525601C Item Number; 20902
REQUESTED ACTION:	Increase program amount by $598,000 to $7,100,000 due to cost updates and added incentives. **Funds avilable from FY 2002 Pavement Preservation Fund #72502.**
PROGRAM AMOUNT:	$6,502,000
INCREASE AMOUNT:	$598,000
NEW PROGRAM AMOUNT:	$7,100,000

Board Action: A motion to approve the above recommendation was made by Ms. Dusenberry, seconded by Mr. Radicke and passed unanimously.

ROUTE NO:	SR 77 @ MP 104.70
COUNTY:	Pinal
SCHEDULE:	FY 2002
SECTION:	Old Highway 77 - San Manuel Rd.
TYPE OF WORK:	Pavement Preservation, Install guard rail
PROGRAM AMOUNT:	$605,000 Funding Source: STP
PROJECT MANAGER:	Tony Voyles
PROJECT:	H525801C Item Number; 21002
REQUESTED ACTION:	Increase program amount by $182,000 to $787,000 due to addition of safety items and added incentives. **Funds available from FY 2002 Pavement Preservation Fund #72502.**
PROGRAM AMOUNT:	$605,000
INCREASE AMOUNT:	$182,000
NEW PROGRAM AMOUNT:	$787,000

Board Action: A motion to approve the above recommendation was made by Mr. Radicke, seconded by Ms. Dusenberry and passed unanimously.

ROUTE NO:	I-8 @ MP 24.10
COUNTY:	Yuma
SCHEDULE:	FY 2002
SECTION:	Ligurta Wash Bridge EB/WB
TYPE OF WORK:	Scour & seismic retrofit
PROGRAM AMOUNT:	$1,050,000 Funding Source: State
PROJECT MANAGER:	Chen-Woei Pong
PROJECT:	H576001C Item Number; 19902
REQUESTED ACTION:	Increase program amount by $1,039,000 to $2,089,000 due to necessary scope change. **See funding sources below:**
PROGRAM AMOUNT:	$1,050,000
INCREASE AMOUNT:	$1,039,000
FY 02 Seismic Retrofit Fund #71702	$630,000

FY 02 Bridge Repair Program #71402	$409,000
NEW PROGRAM AMOUNT:	$2,089,000

Board Action: A motion to approve the above recommendation was made by Mr. Radicke, seconded by Ms. Dusenberry and passed unanimously.

ROUTE NO:	I-8 @ MP 34.91
COUNTY:	Yuma
SCHEDULE:	FY 2002
SECTION:	Asher UP #1336
TYPE OF WORK:	Seismic retrofit
PROGRAM AMOUNT:	$400,000 Funding Source: BR
PROJECT MANAGER:	Chen-Woei Pong
PROJECT:	H576301C Item Number; 21299
REQUESTED ACTION:	Increase program amount by $250,000 to $650,000 due to increased scope. **Funds available from FY 2002 Seismic Retrofit Fund #71702.**
PROGRAM AMOUNT:	$400,000
INCREASE AMOUNT:	$250,000
NEW PROGRAM AMOUNT:	$650,000

Board Action: A motion to approve the above recommendation was made by Mr. Hileman, seconded by Mr. Jeffers and passed unanimously.

ROUTE NO:	SR 90 @ MP 323.00
COUNTY:	Cochise
SCHEDULE:	New Project
SECTION:	Hospital Drive
TYPE OF WORK:	Install traffic signal (JPA with City of Sierra Vista)
PROGRAM AMOUNT:	NewProject
PROJECT MANAGER:	David Duffy
PROJECT:	HX13101C JPA 01-65
REQUESTED ACTION:	Add new program item to the FY 2002 Highway Construction Program in amount of $60,000 for IGA with City of Sierra Vista. City to advertise and administer project. Project amount to include $60,000 from City, total project amount $120,000. **Funds available from FY 2002 Traffic Engineering Fund #71202.**
NEW PROGRAM AMOUNT:	$60,000

Board Action: A motion to approve the above recommendation was made by Mr. Martin, seconded by Ms. Dusenberry and passed unanimously.

ROUTE NO:	I-10 @ MP 240.00

COUNTY:	Pima
SCHEDULE:	FY 2002
SECTION:	Tangerine Rd. - Jct. I-19
TYPE OF WORK:	Design sign update and rehab
PROGRAM AMOUNT:	$300,000 Funding Source: state
PROJECT MANAGER:	Curtis Litin
PROJECT:	H505401D Item Number; 10899
REQUESTED ACTION:	Delete project from the FY2002 Highway Construction Program due to conflict with reconstruction projects along this section. **Funds return to FY 2002 Highway Contingency Fund #72302.**

ROUTE NO:	I-10 @ MP 167.00
COUNTY:	Pinal
SCHEDULE:	New Project
SECTION:	Riggs Rd - Picacho Peak Rd
TYPE OF WORK:	Design sign update and rehab
PROGRAM AMOUNT:	NewProject
PROJECT MANAGER:	Curtis Litin
PROJECT:	H601601D
REQUESTED ACTION:	Add new design project to the FY 2002 Highway Construction Program in amount of $300,000. **Funds available from FY 2002 Highway Contingency fund #72302.**
NEW PROGRAM AMOUNT:	$300,000

Board Action: A motion to approve Items 24 and 25 was made by Ms. Dusenberry, seconded by Mr. Hileman and passed unanimously.

ROUTE NO:	SR 92 @ MP 325.00
COUNTY:	Cochise
SCHEDULE:	New Project
SECTION:	Kachina/Glenn & Choctaw/Bevers
TYPE OF WORK:	Traffic signal (IGA with Cochise County)
PROGRAM AMOUNT:	NewProject
PROJECT MANAGER:	Curtis Litin
PROJECT:	HX07202C
REQUESTED ACTION:	Add new program item to the FY 2002 Highway Construction Program in amount of $158,000 for JPA 99-106 with Cochise County. County to advertise and administer project. Project amount to include $120,000 from Cochise County, total project amount $278,000 **See Funding sources below.**

FY 2002 Traffic Engineering Fund #71202	$128,000
FY 2002 District Minor Fund #73302	$30,000
NEW PROGRAM AMOUNT:	$158,000

Board Action: A motion to approve the above recommendation was made by Mr. Radicke, seconded by Mr. Martin and passed unanimously.

ROUTE NO:	SR 8 B City of Yuma, (Various locations)
COUNTY:	Yuma
SCHEDULE:	FY 2002
SECTION:	Signals @ 10th, 12th, 14th & Orange
TYPE OF WORK:	Rehab signals
PROGRAM AMOUNT:	$100,000 Funding Source: State
PROJECT MANAGER:	Mannar Tamirisa
PROJECT:	HX11001C Item Number; 30602
REQUESTED ACTION:	Increase program amount by $90,000 to $190,000 due to scope change and cost estimate updates. Funds available from FY 2002 Traffic Engineering Fund #71202
PROGRAM AMOUNT:	$100,000
INCREASE AMOUNT:	$90,000
NEW PROGRAM AMOUNT:	$190,000

Board Action: A motion to approve the above recommendation was made by Mr. Hileman, seconded by Ms. Dusenberry and passed unanimously.

* Priority Planning Advisory Committee (PPAC)

- Minutes – November 29, 2001
- Highway Program Monitoring Report.

* Next PPAC meeting – January 31, 2002

RIGHT OF WAY RESOLUTIONS

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RES. NO:	2002-01-A-001
PROJECT:	I-17-1-719 / 017MA227H532601R
HIGHWAY:	PHOENIX – CORDES JCT.
SECTION:	Daisy Mountain T.I.
ROUTE NO.:	Interstate Route 17
ENG. DIST:	M
COUNTY:	Maricopa
RECOMMENDATION:	Establish additional right of way to construct a new traffic interchange

*	RES. NO:	2002-01-A-002
	PROJECT:	S-201-705 / 260NA345H088801R
	HIGHWAY:	SHOW LOW–MCNARY-EAGAR
	SECTION:	Show Low - Lakeside
	ROUTE NO.:	State Route 260
	ENG. DIST:	G
	COUNTY:	Navajo
	RECOMMENDATION:	Disposal by easement vacation and extinguishment
*	RES. NO:	2002-01-A-003
	PROJECT:	824-9-703 / 210PM001H092003R 824-9-704 / 210PM002H092103R
	HIGHWAY:	AVIATION CORRIDOR
	SECTION:	(Broadway Boulevard – Palo Verde)
	ROUTE NO.:	State Route 210
	ENG. DIST:	T
	COUNTY:	Pima
	RECOMMENDATION:	Disposal by Abandonment to the City of Tucson
*	RES. NO:	2002-01-A-004
	PROJECT:	S-389-A-700 / 389CN032H542301R
	HIGHWAY:	SHORT CREEK - FREDONIA
	SECTION:	Fredonia – Junction U.S. 89A
	ROUTE NO.:	State Route 389
	ENG. DIST:	F
	COUNTY:	Coconino
	RECOMMENDATION:	Establish additional right of way for intersection improvements

STATE ENGINEER'S REPORT

* Report on construction and projects completed in December, 2001.

* Right of Way Acquisition Report for December, 2001.

CONSTRUCTION CONTRACTS

Interstate, Non-Federal Aid

BIDS OPENED:	December 11
HIGHWAY:	YUMA CASA GRANDE HIGHWAY (I-8)
SECTION:	Bianco Road – Junction I-10
COUNTY:	Pinal
ROUTE NO:	I-8
PROJECT:	I-008-B-501 008 PN 170 H524201C
FUNDING:	100% State
LOW BIDDER:	Southern Arizona Paving & Construction Co.

AMOUNT:	$	158,298.00
STATE ESTIMATE:	$	187,114.00
$ UNDER:	$	28,816.00
% UNDER:		15.4%
NO. BIDDERS:		6
RECOMMENDATION: AWARD		

Board Action: A motion to approve the above recommendation was made by Mr. Hileman, seconded by Ms. Dusenberry and passed unanimously.

*

BIDS OPENED:	December 11	
HIGHWAY:	ASH FORK – FLAGSTAFF HIGHWAY	
SECTION:	West Flagstaff TI	
COUNTY:	Coconino	
ROUTE NO:	B-40	
PROJECT:	I-040-C-500 040 CN 191 H537401C	
FUNDING:	100% State	
LOW BIDDER:	EME West Construction Inc.	
AMOUNT:	$	309,988.00
STATE ESTIMATE:	$	349,961.50
$ UNDER:	$	39,973.50
% UNDER:		11.4%
NO. BIDDERS:		12
RECOMMENDATION: AWARD		

BIDS OPENED:	December 11	
HIGHWAY:	VARIOUS LOCATIONS (I-17, L202)	
SECTION:	Bell Road TI OP-Van Buren Street OP EB	
COUNTY:	Maricopa	
ROUTE NO:	I-17 / L202	
PROJECT:	I-017-A-503 999 MA VAR H591901C	
FUNDING:	100% State	
LOW BIDDER:	FNF Construction, Inc.	
AMOUNT:	$	228,691.00
STATE ESTIMATE:	$	213,229.40
$ OVER:	$	15,461.60
% OVER:		7.3%
NO. BIDDERS:		5
RECOMMENDATION: AWARD		

Due to a possible conflict of interest, Roc Arnett asked Ms. Dusenberry to chair the meeting for this item.

Board Action: A motion to approve the above recommendation was made by Mr. Jeffers, seconded by Mr. Radicke and passed unanimously.

Non-Interstate, Non-Federal Aid

BIDS OPENED:	January 9	
HIGHWAY:	GLOBE-LORDSBURG HIGHWAY (US 70)	
SECTION:	US 70, MP 271	
COUNTY:	Gila	
ROUTE NO:	US 70	
PROJECT:	F-022-4-555 070 GI 271 H510801C	
FUNDING:	100% State	
LOW BIDDER:	FNF Construction, Inc.	
AMOUNT:	$	1,153,911.90
STATE ESTIMATE:	$	1,037,753.00
$:	$	116,158.90
% :		11.2%
NO. BIDDERS:		11
RECOMMENDATION:	AWARD	

Due to a possible conflict of interest, Roc Arnett asked Ms. Dusenberry to chair the meeting for this item.

Board Action: A motion to approve the above recommendation was made by Mr. Radicke, seconded by Mr. Jeffers and passed unanimously.

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BIDS OPENED:	January 9	
HIGHWAY:	SAN LUIS-YUMA-QUARTZSITE HIGHWAY (US 95)	
SECTION:	US 95, Milepost 32.0 to Milepost 33.0	
COUNTY:	Yuma	
ROUTE NO:	US 95	
PROJECT:	U-095-B-502 095 YU 032 H598301C	
FUNDING:	100% State	
LOW BIDDER:	Tanner Companies (Yuma) Inc.	
AMOUNT:	$	128,061.80
STATE ESTIMATE:	$	140,565.50
$:	$	12,503.70
% :		9.9%
NO. BIDDERS:		5
RECOMMENDATION:	AWARD	

(Non-Interstate Federal-Aid ("P" projects do not need FHWA concurrence, but must comply with DBE regulations; other projects are subject to FHWA and/or local government concurrence and compliance with DBE regulations)

BIDS OPENED:	January 9	
HIGHWAY:	QUARTZSITE-WICKENBURG HIGHWAY (US 60)	
SECTION:	Aguila - Wickenburg	
COUNTY:	Maricopa	
ROUTE NO:	US 60	
PROJECT:	STP-060-A-(1)P 060 MA 085 H524801C	
FUNDING:	94% Federal 6% State	
LOW BIDDER:	FNF Construction, Inc.	
AMOUNT:	$	2,644,517.22
STATE ESTIMATE:	$	2,879,892.90
$:	$	235,375.68
% :		8.2%
NO. BIDDERS:		8
RECOMMENDATION:	AWARD	

Due to a possible conflict of interest, Roc Arnett asked Ms. Dusenberry to chair the meeting for this item.

Board Action: A motion to approve the above recommendation was made by Mr. Gant, seconded by Mr. Jeffers and passed unanimously.

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BIDS OPENED:	December 11	
HIGHWAY:	BENSON-DOUGLAS HIGHWAY (SR 80)	
SECTION:	Cochise Junior College – Kings Highway	
COUNTY:	Cochise	
ROUTE NO:	SR 80	
PROJECT:	AC-STP-080-A(2)P 080 CH 357 H526001C	
FUNDING:	94% Federal 6% State	
LOW BIDDER:	C.S. McCrossan, Inc.	
AMOUNT:	$	1,846,203.51
STATE ESTIMATE:	$	1,927,600.00
$ UNDER:	$	81,396.49
% UNDER:		4.2%
NO. BIDDERS:		4
RECOMMENDATION:	AWARD	

BIDS OPENED:	January 9	
HIGHWAY:	MESA-PAYSON HIGHWAY (SR 87)	
SECTION:	Slate Creek – Ord Mine	
COUNTY:	Gila	
ROUTE NO:	SR 87	
PROJECT:	AC-NH-087-B(1)P 087 GI 228 H526401C	
FUNDING:	94% Federal 6% State	
LOW BIDDER:	FNF Construction, Inc.	
AMOUNT:	$	1,156,799.70

STATE ESTIMATE:	$	1,399,986.90
$:	$	243,187.20
% :		17.4%
NO. BIDDERS:		6
RECOMMENDATION:	AWARD	

Due to a possible conflict of interest, Roc Arnett asked Ms. Dusenberry to chair the meeting for this item.

Board Action: A motion to approve the above recommendation was made by Mr. Radicke, seconded by Mr. Hileman and passed unanimously.

* BIDS OPENED: December 11

HIGHWAY:	SAN LUIS – YUMA – QUARTZSITE HIGHWAY (US 95)	
SECTION:	Clarks – Kofa Kofa – New River Road	
COUNTY	Yuma	
ROUTE NO:	US 95	
PROJECT:	NH-095-B(2)P 095 YU 080 H526901C	
PROJECT:	NH-095-B(3)P 095 YU 087 H527001C	
FUNDING:	94% Federal 6% State	
LOW BIDDER:	Fann Contracting, Inc.	
AMOUNT:	$	2,611,423.75
STATE ESTIMATE:	$	2,755,416.00
$ UNDER	$	143,992.25
% UNDER:		5.2%
NO. BIDDERS:		11
RECOMMENDATION:	AWARD	

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BIDS OPENED:	December 11	
HIGHWAY:	JUNCTION I-10-MESA HIGHWAY (SR 587)	
SECTION:	County Line – Casa Blanca T.I.	
COUNTY:	Pinal	
ROUTE NO:	SR 587	
PROJECT:	AC-STP-587-A(1)P 587 PN 218 H490801C	
FUNDING:	94% Federal 6% State	
LOW BIDDER:	Nesbitt Contracting Co., Inc.	
AMOUNT:	$	1,541,838.00
STATE ESTIMATE:	$	1,721,456.00
$ UNDER:	$	179,618.00
% UNDER:		10.4%
NO. BIDDERS:		7
RECOMMENDATION:	AWARD	

CONSENT AGENDA

Board Action: A motion to approve the Consent Agenda was made by Ms. Dusenberry, seconded by Mr. Hileman and passed unanimously.

REORGANIZATION

Board Action: A motion to nominate Ingo Radicke as Vice Chairperson of the State Transportation Board was made by Mr. Jeffers, seconded by Mr. Gant and passed unanimously.

Board Action: A motion to nominate Katie Dusenberry as Chairperson of the State Transportation Board was made by Mr. Hileman, seconded by Mr. Jeffers and passed unanimously.

ADJOURN

Board Action: A motion to adjourn was made by Mr. Jeffers, seconded by Mr. Hileman and passed unanimously.

The meeting adjourned at 11:30 a.m.

Katie Dusenberry

~~ROC ARNETT, Chairman~~ Katie Dusenberry, Vice Chair
State Transportation Board

Victor M. Mendez

VICTOR M. MENDEZ, Director
Arizona Department of Transportation

*Denotes items approved in the consent agenda

NOTICE OF SPECIAL "TELEPHONIC" BOARD MEETING
OF THE STATE TRANSPORTATION BOARD
11:30 A.M., Friday, January 11, 2002
Arizona Department of Transportation
Director's Office
206 South 17th Avenue, Phoenix, Arizona

The State Transportation Board met in official session for a Special "Telephonic" Board Meeting on Friday, January 11, 2002, at 11:30 a.m.. Chairman Roc Arnett and Board Members Katie Dusenberry, Ingo Radicke, Dick Hileman, Rusty Gant, Jim Martin and Bill Jeffers participated by phone. Also present were Victor Mendez & Gary Adams.

Chairman Roc Arnett called the meeting to order at 11:30 a.m., and did a roll call.

Gary Adams addressed the Board regarding the following Agenda Item.

*ITEM 1: PROJECT:	Phoenix-Sky Harbor	
SPONSOR:	City of Phoenix	
CATEGORY:	Commercial Service	
SCHEDULE:	FY 2002 – New Project	
PROJECT:	E2S52	
PROGRAM AMOUNT:	New Project	
TYPE OF WORK:	Acquire 47 passenger boarding bridges	
REQUESTED ACTION:	Add new State grant. Total Project: $10,000,000	
FUNDING SOURCES:	FAA	$ 0
	Sponsor:	8,500,000
	State:	1,500,000
	Total Program	10,000,000

BOARD ACTION: A Motion was made by Bill Jeffers, to approve the above recommendation, with the stipulation that the State's contribution to this project would not exceed $1,500,000. The Motion was seconded by Dick Hileman and carried unanimously.

ADJOURN

1st: Katie Dusenberry
2nd: Ingo Radicke

The Meeting adjourned at 11:45 a.m.

Katie Dusenberry, Chairman
State Transportation Board

Victor M. Mendez, Director
Arizona Department of Transportation