MINUTES
OF THE
STATE TRANSPORTATION BOARD MEETING
9:00 a.m., Friday, June 18, 2004
The Best Western Grand Canyon Squire Inn
AZ HWY 64 at South Entrance Grand Canyon National Park
Grand Canyon, Arizona 86023

The State Transportation Board met in official session for a regular meeting at 9:00 a.m., Friday, June 18, 2004, with Chairperson Jeffers presiding. Other Board members present included: Vice Chairperson Rusty Gant, Dick Hileman, Delbert Householder, Joe Lane, and Jim Martin. Si Schorr participated via telephone. Also present were Director Victor Mendez; Debra Brisk, Deputy Director; John McGee, Chief Financial Officer, Administrative Services Division; and Dale Buskirk, Director, Planning Division. There were approximately 55 people in the audience.

OPENING REMARKS AND PLEDGE

Chairperson Jeffers led the audience in the Pledge of Allegiance and thanked the Northern Arizona Council of Governments (NACOG) for their hospitality. He then introduced dignitaries in the audience.

DISTRICT ENGINEER'S REPORT

John Harper, District Engineer, Flagstaff, reported the East Flag TI IGA was signed n June 1 and they hope to construct the TI in July 2005. He said plans are well underway and 60 percent plans should be completed by August. He said there are a number of projects in the region, including pavement preservation projects on State Route 64 from Cameron to the Grand Canyon, US 160 east of Tuba City, and on State Route 264 to 98. He stated the Navajo Route 20 study is underway and should be completed in about one year. He said there is a lot of interest in State Route 64 from Williams to the Grand Canyon, noting a passing lane will be constructed south of the Kaibab National Forest next summer. He said an initial feasibility report was received on State Route 64 that looks at short-term and long-term improvements to the route.

Chris Fetzer, NACOG, introduced members of the NACOG Board of Directors. He said the Grand Canyon is one of the more prominent national features in the region and a huge asset to the state. He said their goal is to attract visitors that will spend time and resources in the region. He stated they have a mixture of agencies at the Canyon, including the Park Service, Forest Service, FAA, and ADOT. He said they also have the railway, tour operators, bus operators and individual drivers. He stressed the importance of State Route 64, stating it serves as a gateway to the Canyon. He said many international visitors traveling along State Route 64 are not familiar with the road and several factors, including speed and fatigue, factor into the safety of the roadway.

CALL TO AUDIENCE

G. Pham, Assistant County Engineer, Pinal County, on behalf of the Board of Supervisors, asked the Board to reconsider deleting the US 60, Florence Junction to Gonzales Pass, Phase III construction project. He said the purpose of the Phase III project is to improve traffic operations on US 60 and adequately accommodate current and future truck volumes. He said that section of US 60 currently has a high level of head on collisions caused by limited passing opportunities, fatigue and impatient drivers. He explained the improvements consist of additional lanes for passing opportunities and separation of east and west bound lanes.

Mary Anne Moreno, Executive Director, Globe Miami Regional Chamber of Commerce, thanked the Board for the continuing improvements on State Route 188 and US 70 east of Globe. She asked the Board to keep working on passing lanes on US 60 between Superior and Miami. She also urged the Board to reconsider deletion of the Phase III construction project on US 60. She said the meetings the Board held concerning transportation for the next 25 years have all underlined the importance of rural communities' access. She stated they would not be opposed to the Board using the money elsewhere this year, if necessary, but would like the funds reallocated next year.

John Dobrinski, Public Works Director, Coconino County, restated Coconino County's support for the East Flagstaff TI. He asked the Board to consider returning the J.W. Powell Interchange to the program and thanked Mr. Harper and his staff for their efforts to mitigate safety issues at that intersection.

Steve Stratton, Public Works Director, Gila County, thanked the Board for the improvements on State Route 188. He said he understands the need to reallocate the funds for the Phase III project at this time, but urges the Board not to delete the project from the program. He said the project is very important to their community, not only for safety reasons, but for economic development reasons as well.

Roy Chavez, Town Manager, Town of Superior, read a letter from the Mayor of Superior, asking the Board to reconsider deleting the Phase III project, stating removal of the project will negatively impact transportation plans for the region. The letter went on to say prior meetings with the Transportation Board have resulted in promises and assurances by ADOT officials to their community and the surrounding area that funding would be available to create a secure and reliable highway system. The Mayor said the Town of Superior is committed to planning, implementing and supporting a progressive transportation program and continued growth and diverse economic development necessitate the continued expansion and security of their roadways and corridors. Mayor Hing asked the Board to consider retaining the improvement work for US 60 from Florence Junction to Gonzales Pass. On his own behalf, Mr. Chavez pointed out the initial meetings Mayor Hing mentioned derived from the number of accidents and fatalities being incurred. He thanked the Board for their efforts to attend the meetings and for their commitment to the State of Arizona.

Matt Ryan, Chairman, Coconino County Board of Supervisors, acknowledged the challenges the Board faces in trying to effectively and fairly allocate resources to all areas in need. He thanked ADOT staff for working with residents of Sedona, stating the community has bought into the plan and it is progressing well. He reiterated their support for the East Flag and J.W. Powell TIs.

Chairperson Jeffers noted receiving letters from Micki Nye, Gila County Regional Chamber President, and Stan Gibson, Mayor of Globe, requesting that the Board not delete the Phase III project.

CONSENT AGENDA

Mr. Schorr recused himself from Items 36, 37, 38, 39, 40, 41, 43, 44, 45 and 46; therefore, those items will be considered separately.

Director's Report

Mr. Mendez thanked NACOG for their hospitality. He said he had the opportunity to experience a couple different modes of transportation in the area, explaining he flew into Williams and then took the train to the Grand Canyon.

Legislative Report

Mr. Biesty reported both the House and Senate appointed their conferees and held the first conference committee meting on June 9. He said the conferees voted Senator Inhofe as Chair and Congressman Don Young as Vice Chair. He stated the meeting consisted of opening remarks from members and the passing of staff recommendations on 12 minor, non-controversial portions of the surface transportation bill. He said the next conference meeting is scheduled for June 23 and will deal with a report that staff are currently developing on non-monetary issues.

Mr. Biesty stated TEA-21 is being funded by a short-term extension that expires June 30. He said some authorizers are supporting a 30 day extension, which would take TEA-21 through July 30. He said, however, because Congress breaks for the summer on July 24, the extension would effectively run through July 23. He stated some authorizers are proposing a three-month extension, which would take TEA-21 through the end of the current fiscal year; however, some sources have indicated that there will be no long-term bills this year if the extension is approved.

With regard to the FY 2005 Transportation Budget, Mr. Biesty reported the House passed the conference report on the budget but it is being held in the Senate. He said the House has already provided appropriations with their budget caps for the FY 2005 appropriations with some committees already at work. He stated the Senate Appropriations Committee will delay a full committee mark up of the 13 appropriations bills until the Senate completes the defense authorization bill. He said there is talk that the appropriations may be done as one package in another Omnibus bill.

Mr. Biesty said the State Legislative session is over; however, there have been discussions about a special session dealing with the State Trust Lands. He stated the last session was very labor intensive, but good in terms of transportation. He reported the Maricopa County Tax Extension will be on the November ballot and the Pima County Authorization was passed and signed by the Governor. He said his office is currently compiling summaries of the bills and an overview of the budget for presentation to the Board. He said they were able to work with the Legislature to secure funding for what would have otherwise been approximately $600,000 in unfunded mandates.

With regard to redistricting, Mr. Biesty stated 2002 maps will be used and the court battles will continue. A list of candidates will be provided to the Board once their bios have been received.

Financial Report

Mr. McGee reported Highway User Revenue Fund collections for the month of May totaled $100.5 million, which was 8.9 percent above last year and 4.8 percent above the budget. He stated year-to-date collections total $1.08 billion , which is 6.1 percent above last year and 2.7 percent over the forecast. He stated RARF collections for April were the strongest in three years, totaling $26.6 million, which is 11.5 percent above last year and 7.5 percent over the forecast. He noted April was the second month in a row that saw double-digit growth. He reported year-to-date collections of $239.7 million, is up 7.1 percent over last year and 4.3 percent above the forecast.

Mr. McGee reviewed Cash Management/Investment Reports for April and May, reporting $1.008 million and $$1.136 million in interest income, respectively. He said, year-to-date, they have earned just over $8 million, representing an average yield of 1.05 percent.

Mr. McGee stated the HELP Fund cash balance as of May 31 totaled $46,963,918, loan draws of about $7 million, loan repayments of just over $8 million and interest income of approximately $260,000.

Financing Program

Mr. McGee stated they ended up with a true interest cost of 4.12 percent on the Hoover Dam bond issuance. He said the issue was priced after one of the most significant interest rate run-ups of the past five years, making it difficult to sell the bonds. He reviewed the final pricing review, noting Arizona Retailers accounted for $17 million in orders and Bear, Stearns placed almost $30 million of the $59 million in total orders.

Mr. McGee said the upcoming Highway Revenue Bond issuance is anticipated to have an August pricing.

Mr. McGee referenced an article published in Innovative Finance regarding Garvee Transactions. He said, to date, eleven states, including Arizona, plus Puerto Rico, have issued Garvees. He said the State Infrastructure Bank statistics are similar to those seen in the past, with Arizona

State Infrastructure Bank tied for first in terms of number of loans made, number two in terms of loan dollars disbursed, and number three in terms of loan agreements.

Direction to Proceed: Highway Revenue Bonds

Mr. McGee presented and recommended approval of a Resolution directing Department Staff, Financial Advisor and Bond Counsel to take all actions necessary precedent to its planned issuance of Arizona Transportation Board Highway Revenue Bonds.

Board Action: A motion to approve the following Resolution was made by Mr. Martin, and seconded by Mr. Gant:

RESOLUTION

RESOLUTION OF THE STATE OF ARIZONA TRANSPORTATION BOARD DIRECTING STAFF, ADVISORS AND BOND COUNSEL IN MATTERS PERTAINING TO ITS PLANNED ISSUANCE OF HIGHWAY REVENUE BONDS.

The Board hereby directs Departmental staff, working with RBC Dain Rauscher Inc. as Financial Advisor and Squire, Sanders & Dempsey L.L.P. as Bond Counsel to the Board, to take all actions necessary precedent to the Board's planned issuance of its Highway Revenue Bonds, in one or more series of senior or subordinated bonds, to be designated, and on such other terms and conditions as determined and authorized by Resolution of the Board.

Dated this 18th day of June, 2004.

The motion passed unanimously.

MINUTES

Public Hearing Minutes – April 2, 2004

Chairperson Jeffers noted a correction to the minutes, stating Al White is a Councilman, not a Congressman.

Board Action: A motion to approve the minutes as amended was made by Mr. Hileman, seconded by Mr. Gant and passed unanimously.

* **2004 BOARD MEETING DATES AND LOCATIONS**

June 18, 2004	**Board Meeting - Grand Canyon**	**9:00 a.m.**
July 16, 2004	**Board Meeting – Sedona**	**9:00 a.m.**
August 3, 2004	**Study Session – Phoenix**	**1:00 p.m.**
August 20, 2004	**Board Meeting – Showlow**	**9:00 a.m.**
September 7, 2004	**Study Session – Phoenix**	**1:00 p.m.**
September 17, 2004	**Board Meeting – Flagstaff**	**9:00 a.m.**
October 5, 2004	**Study Session – Phoenix**	**1:00 p.m.**
October 15, 2004	**Board Meeting – Queen Creek**	**9:00 a.m.**
November 9, 2004	**Study Session – Phoenix**	**1:00 p.m.**
November 19, 2004	**Board Meeting – Greenlee Cty**	**9:00 a.m.**
December 7, 2004	**Study Session – Phoenix**	**1:00 p.m.**
December 17, 2004	**Board Meeting – Tucson**	**9:00 a.m.**
January 6, 2005	**Study Session – Phoenix**	**9:30 a.m.**
January 21, 2005	**Board Meeting – Lake Havasu**	**9:00 a.m.**

US 60; Florence Junction to Gonzales Pass, Phase III

Mr. Burnham presented a proposal by Board Member, Jim Martin, to delete Phase III of the US 60, Florence Jct. to Gonzales Pass construction project; and use $6,000,000 to fund five years of the Projects of Opportunity Enhancement subprograms. The remaining $3,000,000 will be used to help balance the FY 2005-2009 Cash flow. He stated moving funds into the Projects of Opportunity Enhancement subprogram will not affect the integrity of existing projects.

Mr. Martin stated he is in no way trying to encumber the safety of the Gonzales Pass, noting he was assured by staff that $40 million is sufficient to fix the safety problems. He explained removing the $10 million will return the project's funding level to last year's level.

Board Action: A motion to combine Line Item 10908 (Florence Junction to Gonzales Pass Phase III) with Line Item 11906 (Florence Junction to Gonzales Pass Phase I) into FY 2006 at the programmed amount of $37 million and rename the project as Florence Junction to Picket Post, Segments Two through Five, and reallocate $9 million from Line Item 10908 as follows: $1 million per year to the Projects of Opportunity for years five, six and seven; $1.5 million per year to the Projects of Opportunity in 2008 and 2009; and the remaining $3 million to the five year cash flow was made by Mr. Martin and seconded by Mr. Householder.

Mr. Mendez apologized to the Board and the public for any controversy that resulted from the wording of the item on the agenda. He clarified highway improvement commitments already in the program remain unchanged given Mr. Martin's motion.

John McGee explained during development of a project they look at segments of the project that can be implemented based on funding, need, and maintenance. He said they completed the DCR and environmental processes and the initial phases were programmed without the defined segments being identified. He stated those segments have since been identified and cost estimates have been made for each segment. He confirmed $37 million is sufficient to construct right-of-way and two additional lanes in the eastbound direction from Florence Junction through Gonzales Pass and ending just west of the Arboretum. He explained the other segments, including an interchange at Queen Valley, deal with the bypass issue.

Chairperson Jeffers emphasized that, while staff believes $37 million will take care of the problem area at Gonzales Pass, should additional funding be necessary, ADOT will make the effort to fund the projects. He pointed out the Board has reviewed this issue over the past five months and staff has done a complete evaluation of the project.

Upon a call for the question, the motion passed unanimously.

Recommended FY 2005 - 2009 Statewide
Transportation Facilities Construction
Program.

Mr. Burnham reviewed changes to and recommended approval of the FY 2005-2009 Statewide Transportation Facilities Construction Program. He stated the first new project is a right lane construction project on US 60. He stated a sidewalk enhancement project between Globe and Miami was also added and they are working in partnership with the BLM on two recreational sites along the Gila River. He said the I-8 Mohawk rest area is being increased from $5.8 to $8.5 million for construction; the I-17 Sunset, Needle Mountain and Dead River rest areas have been moved from 2005 to 2006; closure of the Christensen Rest Area has been moved from 2005 to 2006; Meteor Crater was increased from $6 million to $7.7 million and moved from 2004 to 2005; and the 179 rest area is moving from 2004 to 2005. With regard to project enhancements, Mr. Burnham said a landscaping master project in Mammoth has been added in 2005 and construction of a pathway on 191 Elfrida is moving from 2004 to 2005. He stated the Fort Grant TI has been increased and Navajo Boulevard/Midtown has been increased and will be moved from 2004 to 2005. He said the project on US 60 at Pinto Valley, which combines pavement preservation, a right turn lane and a passing lane, has moved to 2006 to tie in with a safety project in the same area. He reported the Valle-Tusayan passing lane project is being increased by $150,000 and moving from 2004 to 2005. He stated the I-17 East project has increased by $460,000 and the Santa Cruz River Bridge project is being moved from 2004 to 2005. He stated the Little Colorado River Bridge and Laguna Wash Pedestrian Bridge projects are being moved from 2004 to 2005 and approximately $2 million in safety work has been added to the Coyote Springs project. He stated Parker-Lakeside, Van's Trading Post, and the MP 151-Threeway are being moved from 2005 to 2006 and Nahata- Dzill Road-Sanders TI has been moved from 2005 to 2007.

Board Action: A motion to approve the above recommendation was made by Mr. Gant and seconded by Mr. Hileman

Mr. Schorr asked about the Santa Cruz River Bridge project. John Lewis explained the project is one of three being combined. He said they are awaiting plans and specifications for the intersection as well as a signed JPA to fund their portion of the work.

Upon a call for the question, the motion passed unanimously.

Recommended FY 2005 - 2009 PAG Area Transportation Facilities Construction Program.

Mr. Burnham reviewed changes to and recommended approval of the FY 2005-2009 PAG Area Transportation Facilities Construction Program. He reported the I-10-Cienega Creek Marsh Station project in the PAG region has been approved by the PAG Planning Committee and is currently being worked through the PAG committees. He said a joint project agreement with the Union Pacific Railroad is being reviewed by attorneys and Kinder Morgan has accepted responsibility for moving the gas pipeline. He said the Pantano railroad underpass/Cienega Creek section was advertised in 2003, but never awarded. He said $7.1 million has been pulled out of the underway program and will be added on to this project.

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

Recommended FY 2005 - 2009 MAG Area Transportation Facilities Construction Program.

Mr. Kang reviewed changes to and recommended approval of the FY 2005-2009 MAG Area Transportation Facilities Construction Program. He stated the MAG Regional Statewide Program does not include projects funded through the half-cent sales tax. He said two projects were deleted: a $5.3 million project on I-10 between 40th Street and Baseline Road, explaining the money cannot be spent in 2005; and a $3 million project on SR 87 from Forest Boundary to Dos S Ranch, which was inadvertently programmed twice. He stated increased project costs on I-17 from Peoria to Greenway are due to the expanded project limits. He said the $1.1 million cost increase for I-17/Carefree Highway TI is due to the unit price update, noting they need $220,000 for design and $150,000 for right-of-way acquisition. He stated the I-17/Peoria/Cactus Pump Station project has been modified, with $500,000 taken from the construction project to create a design project in 2005. He said, based on the latest cost estimates, the three I-17/SR 74 TI projects have been increased.

Mr. Kang stated the Life Cycle Program costs were updated based on latest design, right-of-way and construction estimates. He said they adjusted the Pima Corridor project schedules to coordinate with the Salt River Pima Indian Communities water supply and development plans. He stated five projects have been delayed one year because of the current coordination with the Indian communities. He said they created a $500,000 utility relocation project on the Pima

Freeway in FY 2005 and a $1.2 million irrigation construction project on the Santan Freeway in FY 2005. He said minor schedule adjustments were made to provide better coordination with adjacent projects. He stated many of the Santan Freeway landscape projects have been revised to align with the roadway construction project schedule and the Frye to Higley and Higley to Power landscape projects were combined into one $2.7 million Frye to Power project. He stated project names were also changed to better define the projects and three system wide projects were created in FY 2005.

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

Recommended FY 2005 - 2009 Airport Development Program.

Mr. Stevens recommended approval of the FY 2005-2009 Airport Development Program. He stated there were no changes because they received 100 percent of the Flight Property Tax into the Aviation Fund.

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

PRIORITY PLANNING ADVISORY COMMITTEE (PPAC)

* Approved Changes to the FY 2004 – 2008 Highway Construction Program Fiscal Year Summary – Information Only

FY 2004 Transportation Facilities Construction Program Requested Modifications

ROUTE NO:	SR 87 @ MP 159.60
COUNTY:	Maricopa
SCHEDULE:	FY 2004
SECTION:	SR87/SR 587 & Hunt Hwy
TYPE OF WORK:	Construct new traffic signal
PROGRAM AMOUNT:	$200,000
PROJECT MANAGER:	Mike Marietti
PROJECT:	HX16101C Item #; 27904
REQUESTED ACTION:	Increase program amount by $433,000 to $633,000 due to additional safety items. **Funds available from the FY 2004 Title II Safety #72804.**
PROGRAM AMOUNT:	$200,000
INCREASE AMOUNT:	$433,000
NEW PROGRAM AMOUNT:	$633,000

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

ROUTE NO:	I-10 @ MP 145.50
COUNTY:	Maricopa
SCHEDULE:	FY 2004
SECTION:	19th Ave. - Jct. SR 202L
TYPE OF WORK:	Design sign rehabilitation
PROGRAM AMOUNT:	$200,000
PROJECT MANAGER:	John Hoang
PROJECT:	H632801D Item #; 10304
REQUESTED ACTION:	Delete project from the FY 2004 Highway Construction Program. **Funds return to the FY 2004 Program Adjustment Fund #72304.**

ROUTE NO:	SR 202 L
COUNTY:	Maricopa
SCHEDULE:	FY 2005 - New Project Request
SECTION:	I-10 - Priest Drive
TYPE OF WORK:	Design sign rehabilitation
PROGRAM AMOUNT:	New Project Request
PROJECT MANAGER:	John Hoang
PROJECT:	H663301D
REQUESTED ACTION:	Add a new sign rehab design project in the amount of $200,000 to the FY 2004 Highway Construction Program. **Funds available from the FY 2005 Program Adjustment Fund #72305.**
NEW PROGRAM AMOUNT:	$200,000

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

ROUTE NO:	US 60 @ MP 316.30
COUNTY:	Navajo
SCHEDULE:	FY 2004
SECTION:	MP 316.3
TYPE OF WORK:	Construct roadway widening and turn lanes
PROGRAM AMOUNT:	$620,000
PROJECT MANAGER:	Michael Andazola
PROJECT:	H596401C Item #; 26604
REQUESTED ACTION:	Increase program amount by $281,000 to $901,000 due to updated excavation estimates. **Funds available from the FY 2004 District Minor Fund #73304.**
PROGRAM AMOUNT:	$620,000

INCREASE AMOUNT:	$281,000
NEW PROGRAM AMOUNT:	$901,000

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

ROUTE NO:	SR 179 @ MP 306.40
COUNTY:	Yavapai
SCHEDULE:	FY 2004
SECTION:	Cortez Drive
TYPE OF WORK:	Construct new traffic signal (JPA)
PROGRAM AMOUNT:	$302,000
PROJECT MANAGER:	Talal Kamal
PROJECT:	HX14901C Item #; 26804
REQUESTED ACTION:	Delete project from the FY 2004 Highway Construction Program. The community wants to identify other alternatives to resolve traffic issues. **Funds in the amount of $151,000 return to the FY 2004 Traffic Engineering Fund #71204. The JPA with Yavapai County is to be cancelled along with the County's commitment of $151,000.**

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

FY 2004 - 2008 Airport Development Program - Requested Modifications

AIRPORT NAME:	Page Municipal
SPONSOR:	City of Page
AIRPORT CATEGORY:	Commercial Service
SCHEDULE:	FY 2004 – 2008
PROJECT #:	E3F24
PRESENT PROGRAM AMOUNT:	$1,098,176
PROJECT DESCRIPTION:	Design & Construct Runway 15/33 & Taxiway A Extension; Design Segmented Circle Upgrade; Design North Apron; Design Erosion Protection; Design Part 77 Obstruction Removal; Acquire Arff Vehicle & Equipment; Acquire Emergency Generator; Security Enhancements.
REQUESTED ACTION:	Scope change needed to include new design & construction projects. No additional funding requested.

FUNDING SOURCES:	**FAA**	$1,000,000
	Sponsor	$49,088
	State	$49,088
	Total Program	$1,098,176

AIRPORT NAME:	Scottsdale Airport
SPONSOR:	City of Scottsdale
AIRPORT CATEGORY:	Reliever
SCHEDULE:	FY 2004 – 2008
PROJECT #:	E3S12
PRESENT PROGRAM AMOUNT:	$225,000
PROJECT DESCRIPTION:	Design Runway Safety Area Improvements; Design Corporate Jets, Corporate Jets Aviation Center, Terminal Apron & Scottsdale FBO Aprons; Design Perimeter Road, Phases 2 & 3; Design Security Fence; Storm Drain Inventory; and 405 Study
REQUESTED ACTION:	Scope change needed to strengthen the FBO Aprons. No additional funding requested.

FUNDING SOURCES:	**FAA**	$0
	Sponsor	$22,500
	State	$202,500
	Total Program	$225,000

AIRPORT NAME:	Tombstone Municipal
SPONSOR:	City of Tombstone
AIRPORT CATEGORY:	Secondary
SCHEDULE:	FY 2004 – 2008
PROJECT #:	E3S16
PRESENT PROGRAM AMOUNT:	$17,000
PROJECT DESCRIPTION:	Fencing (Security) Install – Terminal Area (1,290 LF); Pavement Marking Install – Taxiway A shoulder (575 LF); Construct Runway Overlay
REQUESTED ACTION:	Scope change needed to construct runway overlay. No additional funding requested.

FUNDING SOURCES:	**FAA**	$0
	Sponsor	$850
	State	$16,150
	Total Program	$17,000

AIRPORT NAME:	Tombstone Municipal Airport

SPONSOR:	City of Tombstone
AIRPORT CATEGORY:	Secondary
SCHEDULE:	FY 2004 – 2008
PROJECT #:	E1123
PRESENT PROGRAM AMOUNT:	$17,200
PROJECT DESCRIPTION:	Fencing (security) install; Land (protection) Acquisition; Apron Pavement Preservation; Construct Runway Overlay
REQUESTED ACTION:	Scope change needed to construct runway overlay. No additional funding requested.
FUNDING SOURCES:	**FAA** $0 **Sponsor** $860 **State** $16,340 *Total Program* $17,200

AIRPORT NAME:	Tombstone Municipal
SPONSOR:	City of Tombstone
AIRPORT CATEGORY:	Secondary
SCHEDULE:	FY 2004 – 2008
PROJECT #:	E9028
PRESENT PROGRAM AMOUNT:	$95,000
PROJECT DESCRIPTION:	Design Runway & Apron; Construct Runway Overlay.
REQUESTED ACTION:	Scope change needed to construct runway overlay. No additional funding requested.
FUNDING SOURCES:	**FAA** $0 **Sponsor** $4,750 **State** $90,250 *Total Program* $95,000

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

AIRPORT NAME:	Ernest A. Love Field
SPONSOR:	City of Prescott
AIRPORT CATEGORY:	Commercial Service
SCHEDULE:	FY 2004 – 2008
PROJECT #:	E4F44
PRESENT PROGRAM AMOUNT:	$168,475
PROJECT DESCRIPTION:	Conduct Airport Environmental Impact Statement Study

REQUESTED ACTION:	City of Prescott is requesting an increases in State matching funds to match their Federal Grant increase.	
FUNDING SOURCES:	**FAA**	$153,449
	Sponsor	$7,513
	State	$7,513
	Total Program	$168,475

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

* Next regular scheduled meetings of the Priority Planning Advisory Committee (PPAC). Times and dates of meetings could vary and will be announced at time of agenda distribution. (Information Only)

2004 PPAC Meeting Dates will be held on Wednesdays

- June 30, 2004 1:30 PM
- August 4, 2004 9:00 AM
- September 1, 2004 9:00 AM
- September 29, 2004 1:30 PM
- November 3, 2004 9:00 AM
- December 1, 2004 9:00 AM

* Priority Planning Advisory Committee (PPAC)

- Minutes – May 5, 2004
- Highway Program Monitoring Report.

RIGHT OF WAY RESOLUTIONS

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RES. NO:	2004-06-A-022
PROJECT:	S A89-A-704 / 089AYV334H571801R
HIGHWAY:	PRESCOTT - FLAGSTAFF
SECTION:	Mingus West Curve
ROUTE NO.:	State Route 89A
ENG. DIST:	Prescott
COUNTY:	Yavapai
RECOMMENDATION:	Establish additional right of way as a state route and state highway for widening and realignment purposes

*	RES. NO:	2004-06-A-023
	PROJECT:	F-051-2-713 / 191GE167H460201R
	HIGHWAY:	SAFFORD - SPRINGERVILLE
	SECTION:	Morenci to Mine Plant Entrance
	ROUTE NO.:	U.S. 191
	ENG. DIST:	Safford
	COUNTY:	Greenlee
	RECOMMENDATION:	Establish additional right of way as a state route for widening improvements to enhance safety for the traveling public
*	RES. NO:	2004-06-A-024
	PROJECT:	I-040-A-801 / 040MO002H506401R
	HIGHWAY:	TOPOCK - KINGMAN
	SECTION:	Needle Mountain Rest Area
	ROUTE NO.:	Interstate Route 40
	ENG. DIST:	Kingman
	COUNTY:	Mohave
	PARCEL:	8-1816
	RECOMMENDATION:	Establish new right of way as a state route and state highway to construct a new rest area and welcome center
*	RES. NO:	2004-06-A-025
	PROJECT:	I-8-1(48)1 / 008YU002H088801R
	HIGHWAY:	YUMA – CASA GRANDE
	SECTION:	Yuma Interstate Freeway (Castle Dome Rd.)
	ROUTE NO.:	Interstate Route 8
	ENG. DIST:	Yuma
	COUNTY:	Yuma
	PARCEL:	D-Y-031
	RECOMMENDATION:	Disposal by Abandonment to the City of Yuma
*	RES. NO:	2004-06-A-027
	PROJECT:	RS-347-(10) / 347PN166H277802R
	HIGHWAY:	MARICOPA ROAD
	SECTION:	SR 84 – Maricopa
	ROUTE NO.:	State Route 347
	ENG. DIST:	Tucson
	COUNTY:	Pinal
	RECOMMENDATION:	Disposal by Easement Extinguishment And Vacation

*	RES. NO:	2004-06-A-028
	PROJECT:	U-060-C-808 / 060MA182H601501R
	HIGHWAY:	SUPERSTITION FREEWAY
	SECTION:	Stapley, Gilbert & Val Vista T.I.'s
	ROUTE NO.:	U.S. Route 60
	ENG. DIST:	Phoenix
	COUNTY:	Maricopa
	RECOMMENDATION:	Amend Resolution #2003-12-A-074 due to a design change

STATE ENGINEER'S REPORT

* Report on construction and projects completed in May, 2004.

* Right of Way Acquisition Report for May, 2004.

CONSTRUCTION CONTRACTS

Interstate, Non-Federal Aid

*	BIDS OPENED:	May 27
	HIGHWAY:	CASA GRANDE – TUCSON HIGHWAY (I-10)
	SECTION:	Marana to Cortaro, EB
	COUNTY:	Pima
	ROUTE NO:	I-10
	PROJECT:	I-010-D-509 010 PM 236 H660501C
	FUNDING:	100% State
	LOW BIDDER:	Granite Construction Company
	AMOUNT:	274,746.00
	STATE ESTIMATE:	$ 267,000.00
	$ OVER:	$ 7,746.00
	%OVER:	3%
	NO. BIDDERS:	2
	RECOMMENDATION:	AWARD

	BIDS OPENED:	MAY 27
	HIGHWAY:	NOGALES – TUCSON HIGHWAY
	SECTION:	SB Frontage Road, Milepost 5.8 to 6.10
	COUNTY:	Santa Cruz
	ROUTE NO:	I-19
	PROJECT:	I-019-A-510 019 SC 005 H604501C
	FUNDING:	100% State

LOW BIDDER: Granite Construction Company

AMOUNT: $ 68,313.00

STATE ESTIMATE: $ 99,130.00
$ UNDER: $ 30,817.00
%UNDER: 31.1%
NO. BIDDERS: 2
RECOMMENDATION: AWARD

Board Action: A motion to approve the above recommendation was made by Mr. Gant, seconded by Mr. Lane and passed unanimously. (Mr. Schorr recused himself on this item).

Non-Interstate, Non-Federal Aid

* BIDS OPENED: MAY 27
HIGHWAY: SHOW LOW – SPRINGERVILLE HIGHWAY (US 60)
SECTION: Junction of US 180 to Springerville Streets
COUNTY: Apache
ROUTE NO: US 60
PROJECT: U-060-F-500 060 AP 383 H656101C
FUNDING: 100% State
LOW BIDDER: Hatch Construction & Paving, Inc.
AMOUNT: $ 447,947.50
STATE ESTIMATE: $ 424,000.00
$ OVER: $ 23,947.50
%OVER: 5.7%
NO. BIDDERS: 4
RECOMMENDATION: AWARD

* BIDS OPENED: MAY 27
HIGHWAY: GLOBE-SHOWLOW HIGHWAY (US 60)
SECTION: US 60 Intersection @ SR 260
COUNTY: Navajo
ROUTE NO: US 60
PROJECT: U-060-E-506 060 NA 341 H531301C
FUNDING: 100% State
LOW BIDDER: Combs Construction Company Inc.
AMOUNT: $ 328,800.75
STATE ESTIMATE: $ 350,692.00
$ UNDER: $ 21,891.25
%UNDER: 6.2%
NO. BIDDERS: 5
RECOMMENDATION: AWARD

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BIDS OPENED:	May 20	
HIGHWAY:	WHY – TUCSON HIGHWAY (SR 86)	
SECTION:	La Cholla Boulevard to I-19	
COUNTY:	Pima	
ROUTE NO:	SR 86	
PROJECT:	S-086-A-504 086 PM 169 H649601C	
FUNDING:	100% State	
LOW BIDDER:	The Ashton Company, Inc.	
	Contractors & Engineers	
AMOUNT:	$	405,777.00
STATE ESTIMATE:	$	448,048.00
$ UNDER :	$	42,271.00
%UNDER :		9.4%
NO. BIDDERS:		4
RECOMMENDATION:	AWARD	

(Non-Interstate Federal-Aid ("A", "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)

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BIDS OPENDED:	MAY 27	
HIGHWAY:	SHOW LOW–HOLBROOK HIGHWAY (SR 77)	
SECTION:	SR 77 @ SR 277	
COUNTY:	Navajo	
ROUTE NO:	SR 77	
PROJECT:	STP-077-B(003)A 077 NA 361 HX13702C	
FUNDING:	94% Federal 6% State	
LOW BIDDER:	Combs Construction Company Inc.	
AMOUNT:	$	339,803.10
STATE ESTIMATE:	$	382,889.00
$ UNDER:	$	43,085.90
%UNDER:		11.3%
NO. BIDDERS		6
RECOMMENDATION:	AWARD	

BIDS OPENED:	May 20	
HIGHWAY:	MESA – PAYSON HIGHWAY (SR 87)	
SECTION:	Green Valley Parkway – SR 260	
COUNTY:	Gila	
ROUTE NO:	SR 87	
PROJECT:	TEA-087-B(003)A 087 GI 250 H622101C	
FUNDING:	89% Federal 11% State	
LOW BIDDER:	Recon Inc.	

AMOUNT:	$	173,978.75
STATE ESTIMATE:	$	240,355.00
$ UNDER:	$	66,376.25
%UNDER :		27.6%
NO. BIDDERS:		7
RECOMMENDATION: AWARD		

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

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BIDS OPENED:	MAY 27	
HIGHWAY:	WINKELMAN – SUPERIOR HIGHWAY (SR 177)	
SECTION:	SR 177 Town of Kearny	
COUNTY:	Pinal	
ROUTE NO:	SR 177	
PROJECT:	TEA-177-A-(001)P 177 PN 146 H586701C	
FUNDING:	94% Federal 6% State	
LOW BIDDER:	Anncole Contracting Corp.	
AMOUNT:	$	323,528.55
STATE ESTIMATE:	$	346,380.50
$ UNDER:	$	22,851.95
%UNDER:		6.7%
NO. BIDDERS:		4
RECOMMENDATION: AWARD		

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BIDS OPENED:	May 7	
HIGHWAY:	CITY OF AVONDALE	
SECTION:	Las Ligas & Rio Vista	
COUNTY:	Maricopa	
ROUTE NO:	N/A	
PROJECT:	CM-AVN-0(003)A 0000 MA AVN SS50901C	
FUNDING:	62% Federal 38% City of Avondale	
LOW BIDDER:	J. Banicki Construction, Inc.	
AMOUNT:	$	1,587,929.80
STATE ESTIMATE:	$	1,820,004.00
$ UNDER:	$	232,074.20
%UNDER :		12.8%
NO. BIDDERS:		7
RECOMMENDATION: AWARD		

BIDS OPENED:	May 20
HIGHWAY:	TOWN OF GILBERT
SECTION:	Gilbert Park & Ride

COUNTY:	Maricopa	
ROUTE NO:	N/A	
PROJECT:	CM-STP-GIL-0(009)A 0000 MA GIL SS50301C	
FUNDING:	94% Federal	6% Town of Gilbert
LOW BIDDER:	Archon, Inc.	
AMOUNT:	$	2,132,450.00
STATE ESTIMATE:	$	1,754,658.00
$ OVER :	$	377,792.00
%OVER :		21.5%
NO. BIDDERS:		4
RECOMMENDATION:	AWARD	

Board Action: A motion to approve the above recommendation was made by Mr. Hileman, seconded by Mr. Lane and passed unanimously (Mr. Schorr recused himself on this item).

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BIDS OPENED:	May 7	
HIGHWAY:	PINAL COUNTY	
SECTION:	Attaway Road @ Pima Lateral Canal	
COUNTY:	Pinal	
ROUTE NO:	N/A	
PROJECT:	BR-PPN-0(028)P 0000 PN PPN SB36701C	
FUNDING:	80% Federal	20% Pinal County
LOW BIDDER:	Royden Construction Co.	
AMOUNT:	$	352,000.00
STATE ESTIMATE:	$	352,077.00
$ UNDER :	$	77.00
%UNDER :		0%
NO. BIDDERS:		7
RECOMMENDATION:	AWARD	

CONSENT AGENDA

Board Action: A motion to approve Items 36, 38, 39, 40, 41, 43, 44 and 46 on the Consent Agenda was made by Mr. Gant, seconded by Mr. Hileman and passed unanimously. (Mr. Schorr recused himself on these items).

Board Action: A motion to approve the remaining items on the Consent Agenda was made by Mr. Gant, seconded by Mr. Hileman and passed unanimously.

ADJOURN

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

The meeting adjourned at 10:45 a.m.

Bill Jeffers, Chairperson
State Transportation Board

Victor Mendez, Director
Arizona Department of Transportation

*Denotes items approved in the consent agenda.