

**MINUTES OF THE
STATE TRANSPORTATION BOARD SPECIAL MEETING
10:00 a.m., Tuesday, June 7, 2005
Arizona Department of Transportation (ADOT)
State Transportation Board Room, Room 147
206 South 17th Avenue
Phoenix, Arizona 85007**

The State Transportation Board met in official session for a Special Board meeting at 10:00 a.m., Tuesday, June 7, 2005, with Chairman Dallas Gant presiding. Other Board members present included: Dick Hileman, Delbert Householder, Joe Lane, Jim Martin, Bob Montoya and Si Schorr. Also present were Director Victor Mendez; David Jankofsky, Deputy Director; Dan Lance; John McGee, Chief Financial Officer, Administrative Services Division and Barclay Dick, Division Director, Aeronautics Division. There were approximately 40 people in the audience.

OPENING REMARKS AND PLEDGE

Chairman Gant led the audience in the Pledge of Allegiance and introduced new Deputy Director David Jankofsky.

CONSTRUCTION CONTRACT

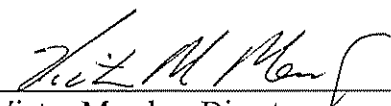
Interstate Federal-Aid (required FHWA concurrence and compliance with DBE regulations)

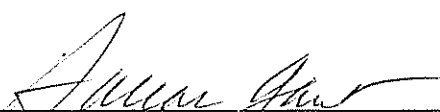
BIDS OPENED:	May 26, 2005
HIGHWAY:	HOLBROOK – LUPTON HWY (I-40)
SECTION:	Querino - Hawthorne
COUNTY:	Apache
ROUTE NO:	I-40
PROJECT:	040 AP 342 H613901C IM-HES-040-E(003)B
FUNDING:	94% Federal 6% State
LOW BIDDER:	Fisher Sand & Gravel Co. DBA Southwest Asphalt Paving
AMOUNT:	\$ 11,795,259.00
STATE ESTIMATE:	\$ 11,389,968.50
\$ OVER:	\$ 405,290.50
%OVER:	3.6%
NO. BIDDERS:	2
RECOMMENDATION:	AWARD

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

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

The meeting adjourned at 10:05 a.m.


Victor Mendez, Director
Arizona Department of Transportation


Dallas Gant, Chairman
State Transportation Board

**MINUTES OF THE
STATE TRANSPORTATION BOARD
STUDY SESSION**

10:05 a.m., Tuesday, June 7, 2005

**Arizona Department of Transportation (ADOT)
State Transportation Board Room, Room 147
206 South 17th Avenue
Phoenix, Arizona 85007**

The State Transportation Board met in official session for a Study Session following a Special Board Meeting at 10:05 a.m., Tuesday, June 7, 2005, with Chairman Dallas Gant presiding. Other Board members present included: Dick Hileman, Delbert Householder, Joe Lane, Jim Martin, Bob Montoya and Si Schorr. Also present were Director Victor Mendez; David Jankofsky, Deputy Director; Dan Lance; John McGee, Chief Financial Officer, Administrative Services Division and Barclay Dick, Division Director, Aeronautics Division. There were approximately 40 people in the audience.

CALL TO THE AUDIENCE

There were no comments.

Results of Tax Evasion Unit

Mr. Lee updated the Board on the results of the Tax Evasion Unit and continued funding. The program started in 2002 with two officers and one investigative auditor. Plans are to add an additional auditor for total staffing of seven. The goal was to return \$2 revenue for every dollar expended and the results were just below that at \$1.99 revenue for \$1 expended. The \$1.99 does not take into account the deterrent impact. The \$375,000 per year funds for the program have not all been spent due to not being fully staffed. Estimated annual costs for 2005-06, 2006-07 and 2007-08 is \$450,000-500,000. Items dealt with include use of red-dyed diesel on roads, diesel tax rates and false refund claims. Since starting the on-road inspections in November 2002, 226 violations have been identified, penalties totaled \$275,000, repeat violators totaled four and criminal cases two. In Arizona, there are two rates of tax on diesel \$.18/gal Light Class and \$.26/gal Use Class (>26,000lbs. or >two axles). Over 500 compliance visits were completed. Tax/penalty/interest assessments total 160 for more than \$500,000 and there are large dollar potential assessments that were referred to auditors. Other fuel tax issues include separation plants in Arizona, false claims for fuel tax refunds, and unreported imports into Arizona. In summary, the revenue collected falls just a little short, there are a lot of cases in the pipeline and the research project show significant deterrent impact to prevent people from using red-dyed diesel on the highway. Other states have implemented an electronic filing requirement for their suppliers. This is their best source of recovering evaded fuel tax money. They are recovering between 1-7% in what they invest. At 1% in Arizona, that totals \$6.8 million per year. MVD made a request for operating funds of \$1.35 million to begin to develop an electronic system. Federal Highways indicated that there are potential grant monies of up to \$1 million for each state. We recommend and request the Board to continue funding .0025 of STP, to continue current enforcement efforts and to invest any available funds in e-file and matching of fuel supplier reports.

Loop 303 from Happy Valley to I-17 Alignment Study

Mr. Lane and Mr. French, principle for consultant firm URS, briefed the Board on the Loop 303 from Happy Valley to I-17 Alignment Study. Terry Bourland was introduced as the ADOT

project manager for roadway predesign. The study started in April 2002 and the public hearing is approaching this summer prior to closing down the study and getting signatures on the environment document this fall. The preferred alignment map was shared and it was reported that agreement was received from all the agencies on the alignment, the City of Phoenix, Peoria, State Land Department, Bureau of Reclamation, Bureau of Land Management and other agencies that have involvement in the area. Features in this section of the roadway include two system interchanges – one at I-17 and one at SR74 Connector, 9 service TIs on SR303, 3 TIs on I-17, 2 major river crossings, 3 major wash crossings, 1 CAP siphon crossing, 2 Beardsley Canal crossings, 13.9 miles of SR 303, 1.3 miles of SR 74 connector, 9.1 million cubic yards of earthwork and 1,096 acres of new right-of-way (97% of which is State Trust Land). The junction with I-17 would be a direction T interchange with full freeway-to-freeway movement north and south along I-17. The design of the interchange is set up so that you cannot go directly from the freeway onto the street and the frontage roads remain at ground level. This takes I-17 up and over Lone Mountain Road. The three service TIs on I-17 at Dove Valley Road, Lone Mountain Road and Dixileta Drive were explained. The MAG Regional Transportation Plan proposes to have this built in two phases. The first phase would be a parkway, at grade with two lanes in each direction. It would include a connection to SR 74 for right-of-way preservation only. The ultimate configuration for 303 is expected to be a 10-lane freeway. Initial construction proposes building the outside two lanes in each direction leaving a wide open median for a natural vegetation parkway appearance, adding the second phase in 2010 and a third lane in each direction in 2015. The project was started in April 2002, the first year resulted in the Lone Mountain and New River Corridor configuration and getting the agencies in agreement. The alignment selection report and initial DCR and first draft of EA were produced in December 2004 and the early draft of the DCR is now out for review. The EAs are about to be released to the public. The hearing will be later this summer with findings and impacts and completion of DCR in October. The proposed New River Corridor alignment was discussed and can be adopted into the plan at a later date.

Tentative 2006 – 2010 Transportation Facilities Construction Program Financial Plan

Mr. McGee presented the financial plan for the funding of the Tentative 2006 – 2010 Transportation Facilities Construction Program. Of the \$5 billion plan, approximately \$2.3 billion is related to the state-wide program that includes system improvements, system preservation and system management items. Approximately \$2.7 billion relates to the MAG program, the MAG Life-Cycle and the new Regional Transportation Plan. Approximately 10% of the total funding will come from Regional Area Road Funds, 20% from state and other state type resources, 40% from federal funds and 30% from borrowed funds. The estimated cash balances for FY 2006-2010 were discussed including the recommended guideline balances and the worst case payout curves. The MAG portion of the program in total funding will be approximately \$3.68 billion. The uses include maintenance and mitigation, debt service, design, construction and R/W. Funds will come from RARF, HURF, federal funds and other funds. Cash flow was run on the MAG program and the guideline is to have at any given time approximately eight weeks worth of cash at the end of every year. The debt service program is a major responsibility of the Board. Although approximately \$1.55 billion will be issued overall, at the same time approximately \$876 million of outstanding debt will be repaid. Based on the adopted budget, it assumes virtually all HURF bonding capacity will be used to balance the program by FY 2007 and assumes \$190 million of GANs issued in FY 2006-2008 will be repaid in FY 2009 and 2010. A chart showing debt outstanding on a year-by-year basis was shared. The financial plan is based on the adopted appropriated budget for ADOT's 2006 operating program. The financial plan assumes virtually all HURF bonding capacity will be used to balance the program by 2007. The average compound growth rate for HURF is 5.1%, federal

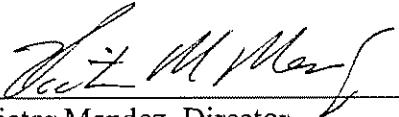
funds 5.3%, operating 3.9%. Upside and downside potentials were mentioned. In conclusion, the estimated statewide cash balances are at or above guidelines at 95% program delivery levels and estimated worst case balances produce acceptable cash balances. The estimated MAG cash balances are at or above guidelines every year and the 2007 Life-Cycle Program completion date is financially attainable.

FY 2006 – 2010 Five Year Transportation Facilities Construction Program; along with FY 2005 Deferrals


Mr. Burnham, Mr. Pein and Mr. Carr presented this item and asked that the following items be added to the final program. The first is a change to subprogram, legislative services. There are six projects that are scoped for a total of \$32.2 million. There are currently 22 projects that are in various stages of scoping. The proposed 2008 program that lists the 19 projects and locations and type of projects were listed in the handout. Every year there are right-of-way projects that are carried over. Currently there are \$42 million of right-of-way projects in various stages of negotiations. New project recommendations include one on I-40 outside of Kingman, called East Kingman Traffic Interchange for \$500,000. Modifications proposed include SR77, Householder Pass section, US 93, US 60, design for roadway widening south of Chinle on US 191 and passing lanes on I-10. MAG program changes are based on fine tuning the program and include six construction projects and modest adjustments of \$1.1 million. Specific projects include I-10, I-17 Jomax, Pima Freeway, adding five new design projects, 303 and Dysart, Agua Fria Freeway, I-17 Bethany Home Road to Northern pedestrian improvement project, Santan Freeway, I-17 Freeway Cactus TI, Ray Road bridge improvements, freeway management project modifications and landscape projects. A redistribution of money for 303 construction from I-17 to Happy Valley Road was based on fine tuning of the program. Fine tuning of rubber asphalt mitigation funding program was done with no increase in cost. Significant changes to the program include the Red Mountain Freeway project from Power to University, dealing with flood control, power lines and cost increases from 5-8%. Other program changes include fine tuning some of the design, right-of-way, construction estimates and preliminary design. The Life-Cycle program spreadsheet noted three significant changes from University to Southern, Power to University on Red Mountain and right-of-way adjustments located there. The 2005 projects that will be moving in the program and that will take the program dollars with them were highlighted on a spreadsheet and shared. Project deferrals are due to a number of reasons including funding issues, environmental clearances, utilities, project negotiations and agreements. New projects and subprograms are recommended and were listed in the packet. The pavement preservation changes were added to the program. Some need additional funding due to material cost increases. Two additional pavement projects were added. There were port of entry changes, specifically in Mariposa and San Luis.

Adjournment

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



Victor Mendez, Director
Arizona Department of Transportation



Dallas Gant, Chairman
State Transportation Board

**MINUTES OF THE
STATE TRANSPORTATION BOARD MEETING
9:00 a.m., Friday, June 17, 2005
City of Prescott Council Chambers
201 South Cortez
Prescott, Arizona 86303**

The State Transportation Board met in official session for a Board meeting at 9:00 a.m., Friday, June 17, 2005, with Chairman Dallas Gant presiding. Other Board members present included: Dick Hileman, Joe Lane, Jim Martin, Bob Montoya and Si Schorr. Delbert Householder was absent. Also present were Director Victor Mendez; David Jankofsky, Deputy Director; Arnold Burnham, Sam Maroufkhani, Acting State Engineer; Jim Dickey, Barclay Dick, Division Director, Aeronautics Division; and John McGee, Chief Financial Officer, Administrative Services Division. There were approximately 70 people in the audience.

OPENING REMARKS AND PLEDGE

Chairman Gant led the audience in the Pledge of Allegiance and thanked the City of Prescott and the CYMPO for their excellent hospitality. Dignitaries in the audience were introduced. Mayor Rowle Simmons from Prescott provided a brief welcome and expressed pride in regional partnerships.

CALL TO AUDIENCE

Chip Davis, Yavapai County Supervisor, provided an update on SR 260. He expressed concern with Item 12 on the agenda, the I-17 McGuireville Interchange. He requested consideration to retain the \$900,000 in the project for remedial improvements.

Ingo Radicke, Gila County Consultant, thanked the Board for several projects including SR 188 and thanked Tom Foster for his 38 years with ADOT.

Bob Hollis, FHWA, Division Administrator, recognized Tom Foster for his dedication and service on behalf of FHWA.

David Wessel, Flagstaff MPO Manager, appreciated ADOT's presentation of the I-17 operations and is pleased to see progress with Item 13, East Flagstaff TI.

Dottie Lampson, Co-Chairman Transportation Committee Beaver Creek Planning Area, Rimrock, expressed concern for the McGuireville Traffic Interchange and is interested in a traffic accident study.

Janet Aniel, Rimrock, noted that the community has been promised the McGuireville Traffic Interchange and now has been cancelled and changed. She would like the promise kept for 2007 and the scheduling error corrected.

Alan Abare, Chairman, Prescott Chamber, commented on the improvements on I-17 and thanked the Board on Item 28, SR 89. He noted the need for Route 69 improvements.

CONSENT AGENDA

Mr. Gant removed Items 30, 35 and 37 from the Consent Agenda.

Mr. Schorr recused himself from Items 28, 30, 34, 35, 36 and 37.

Director's Report

Victor Mendez reported that a meeting with the federal delegation is scheduled for next week to discuss priorities, he introduced the new Deputy Director David Jankofsky and thanked Tom Foster for his many years of service.

Legislative Report

Jennifer Hott noted that monitoring continues on the progress of the federal reauthorization legislation. The conference committee has been appointed and first met on June 9. The biggest issue is appropriations. No future meetings are scheduled at this time until they recess in August.

Financial Report

John McGee provided summary reports on revenue collections for Highway User Revenues and Maricopa Transportation Excise Tax Revenues, comparing fiscal year results to last year's actuals and forecasts, and reported on interest earnings, HELP Fund status, and other financial information relative to the Board and Department. May 2005 HURF collections totaled \$92.371 million, a decrease of 8.1 percent below May 2004 and 10.7 percent below the estimate. The reason for the negative is due to the timing of registration fees received from other states that were booked a month before they are normally. Year-to-date collections total \$1,124,825, an increase of approximately 4.1 percent over estimate and on budget. All category collections are at or above the forecast except for the vehicle license tax and a small negative in registration fees and at the end of May, there is a complete transfer of the \$118 million of VLT transfer to the general fund. RARF collections for April 2005 total \$28.946 million, approximately 8.8 percent over last year and 5.8 percent over the forecast. Year-to-date collections total \$261.1 million, an increase of 8.9 percent over last year and 2.4 percent over the forecast. All categories with the exception of utilities are running ahead of forecast. The April Investment Report reports interest earnings of \$2.13 million representing an average yield of 2.66 percent. Year-to-date earnings total \$15.675 million representing an average yield of 2.19 percent. Short term interest rates continue to increase. As of May 31, 2005, the HELP Program balance is \$103, 744, 826.

Financing Program

John McGee reported that since the interest rates have improved a refunding approaching \$100 million would generate at present value saving of approximately \$4.2 million. However, recent trends this week show movement upward. Information has been sent to the rating agencies asking for them to rate the Issue. Official statements are getting reading for publishing. If this happens, the Issue could be priced on June 28. If interest rates are at the point where they are now or improved, it could be priced that week. Or we could hold and be in a position to move forward when things improved.

* **MINUTES – APPROVAL**

April 29, 2005 – Study Session Minutes
April 29, 2005 – Special Board Meeting Minutes
April 29, 2005 – Public Hearing Minutes
May 3, 2005 – Study Session Minutes

* **2005 BOARD MEETING DATES AND LOCATIONS**

June 17, 2005	Board Meeting – Prescott	9:00 a.m.
July 15, 2005	Board Meeting – Payson	9:00 a.m.
August 19, 2005	Board Meeting – Winslow	9:00 a.m.
September 23, 2005	Board Meeting – Lake Havasu	9:00 a.m.
October 21, 2005	Board Meeting – Gilbert	9:00 a.m.
November 18, 2005	Board Meeting – Wickenburg	9:00 a.m.
December 16, 2005	Board Meeting – Tucson	9:00 a.m.

2005 STUDY SESSION DATES

August 2, 2005	Study Session – Phx	1:00 p.m.
September 8, 2005	Study Session – Phx	1:00 p.m.
October 4, 2005	Study Session – Phx	1:00 p.m.
November 1, 2005	Study Session – Phx.	1:00 p.m.
December 6, 2005	Study Session – Phx	1:00 p.m.

PRIORITY PLANNING ADVISORY COMMITTEE (PPAC) – Dale Buskirk

FY 2006 – 2010 Five Year Transportation Facilities Construction Program;
And FY 2005 Project Deferrals.

- a. Statewide Highway Construction Program – Arnold Burnham
- b. ITD Year End Program modifications – John Carr
- c. PAG Regional Highway Construction Program – John Pein
- d. MAG Regional Highway Construction Program – Bill Hayden
- e. Airport Development Program – Barclay Dick

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

FY 2005 - 2009 Transportation Facilities Construction Program

ROUTE NO:	SR 80 @ MP 343.70
COUNTY:	Cochise
SCHEDULE:	FY 2005 - New Project Request
SECTION:	Bisbee Roundabout
TYPE OF WORK:	Construct landscaping
PROGRAM AMOUNT:	New Project Request
PROJECT MANAGER:	Kathie Knapp

PROJECT: H640201C JPA 05-013
REQUESTED ACTION: Establish a new enhancement project in the FY 2005 Highway Construction Program in the amount of \$320,000. Approved by the Transportation Enhancement Review Committee (TERC) as part of round 10. **Funds available from the FY 2005 Transportation Enhancement Fund #75305.**
NEW PROGRAM AMOUNT: \$320,000

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

ROUTE NO: US 60 @ MP 148.90
COUNTY: Maricopa
SCHEDULE: FY 2005
SECTION: New River - 83rd Ave
TYPE OF WORK: Design Concept Report
PROGRAM AMOUNT: \$ 530,000
PROJECT MANAGER: Jason Harris
PROJECT: H669001L Item # 16005
REQUESTED ACTION: Delete project from the FY 2005 Highway Construction Program. Funds go to the Statewide Engineering Development #70706

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

ROUTE NO: SR 87 @ MP 194.00
COUNTY: Maricopa
SCHEDULE: FY 2005
SECTION: Forest Boundary - DOS S Road
TYPE OF WORK: Design roadway improvements
PROGRAM AMOUNT: \$ 500,000
PROJECT MANAGER: Kwisung Kang
PROJECT: H521101D Item # 16304
REQUESTED ACTION: Delete project from the FY 2005 Highway Construction Program. **Funds go to the FY 2005 Statewide Engineering Development #70705.**

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

ROUTE NO: I-17 @ MP 292.00
COUNTY: Yavapai
SCHEDULE: FY 2005
SECTION: McGuireville TI
TYPE OF WORK: Acquire right of way

PROGRAM AMOUNT: \$ 900,000
PROJECT MANAGER: Michael Andazola
PROJECT: H412301R Item # 12102
REQUESTED Delete project from the FY 2005 Highway
ACTION: Construction Program. **Funds go to the FY 2005
Right of Way Contingency #77905.**

Board Action: A motion to table this item until the ADOT staff can reevaluate improvements at this interchange was made by Mr. Hileman, seconded by Mr. Schorr and passed unanimously.

ROUTE NO: US 89 @ MP 418.00
COUNTY: Coconino
SCHEDULE: FY 2006
SECTION: East Flagstaff TI
TYPE OF WORK: Construct traffic intersection
PROGRAM AMOUNT: \$ 20,000,000
PROJECT MANAGER: Bahram Dariush
PROJECT: H510601C Item # 18106 JPA 04-077
REQUESTED Increase program amount by \$1,600,762 to
ACTION: \$21,600,762. **See multiple funding sources below.**
PROGRAM AMOUNT: \$20,000,000
INCREASE AMOUNT: \$1,600,762
FY 2005 Projects of Opportunity #75006 \$600,000
FY 2005 District Minor #73305 \$200,000
Local Enhancement Fund, Round 4, 1996 \$500,000
City of Flagstaff JPA 04-077 \$300,762
NEW PROGRAM AMOUNT: \$21,600,762

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

ROUTE NO: US 95 @ MP 23.00
COUNTY: Yuma
SCHEDULE: Underway Program
SECTION: Avenue A
TYPE OF WORK: Intersection widening and signal reconstruction
PROGRAM AMOUNT: \$ 500,000
PROJECT MANAGER: Scott Omer /Mannar Tamirisa
PROJECT: H452901C Item # 35798 JPA 97-006
REQUESTED Increase program amount by \$200,000 to \$700,000.
ACTION: City of Yuma to bid, administer project, and
maintain. **Funds available from the FY 2005
Traffic Signal Fund #71205.**
PROGRAM AMOUNT: \$500,000
INCREASE AMOUNT: \$200,000
NEW PROGRAM AMOUNT: \$700,000

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

ROUTE NO: SR 8 B @ MP 9.40
COUNTY: Yuma
SCHEDULE: FY 2005 - New Project Request
SECTION: Avenue 5 1/2 E
TYPE OF WORK: Construct new signal, JPA Payment
PROGRAM AMOUNT: New Project Request
PROJECT MANAGER: Scott Omer /Mannar Tamirisa
PROJECT: HX10101C JPA 04-058
REQUESTED ACTION: Establish a new traffic signal project in the amount of \$125,000 in the FY 2005 Highway Construction Program. City of Yuma to bid, administer project, and maintain. **Funds available from the FY 2005 Traffic Signal Fund #71205.**
NEW PROGRAM AMOUNT: \$125,000

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

ROUTE NO: US 95 @ MP 20.00
COUNTY: Yuma
SCHEDULE: FY 2005 - New Project Request
SECTION: 28th Street
TYPE OF WORK: Construct new signal, JPA Payment
PROGRAM AMOUNT: New Project Request
PROJECT MANAGER: Scott Omer /Mannar Tamirisa
PROJECT: HX15101C JPA 03-009
REQUESTED ACTION: Establish a new traffic signal in the amount of \$100,000 in the FY 2005 Highway Construction Program. City of Yuma to bid, administer project, and maintain. **Funds available from the FY 2005 Traffic Signal Fund #71205.**
NEW PROGRAM AMOUNT: \$100,000

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

FY 2005-2009 Airport Development Program - Barclay Dick

AIRPORT NAME: Laughlin/Bullhead International
SPONSOR: Mohave County Airport Authority
AIRPORT: Commercial Service
CATEGORY:
SCHEDULE: FY 2005 - 2009

PROJECT #: E5F82
PROGRAM AMOUNT: New Project Request
PROJECT MANAGER: Ed Suserud
PROJECT DESCRIPTION: Conduct Environmental Assessment (EA) for Runway 16/34 (1500' South End Extension)
REQUESTED ACTION: Approve state matching funds to FAA Grant #3-04-0006-24.

FUNDING SOURCES:	FAA	\$255,000
	Sponsor	\$6,710
	State	\$6,711
	<i>Total Program</i>	\$268,421

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

AIRPORT NAME: Williams Gateway Airport
SPONSOR: Williams Gateway Airport Authority
AIRPORT: Reliever
CATEGORY:
SCHEDULE: FY 2005– 2009
PROJECT #: E5S03
PROGRAM AMOUNT: \$270,000
PROJECT MANAGER: Tammy Martelle
PROJECT DESCRIPTION: Install Security Lighting, North Apron.
REQUESTED ACTION: Approval of additional dollars in the amount of \$265,031 for this project as construction costs are higher than expected.

FUNDING SOURCES:	FAA	\$0
	Sponsor	\$59,448
	State	\$535,031
	<i>Total Program</i>	\$594,479

Board Action: A motion to approve the above recommendation was made by Mr. Lane and seconded by Mr. Hileman. With Mr. Martin and Mr. Schorr voting no, the motion passed by a vote of 3 to 2.

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 - Priority Planning Advisory Committee (PPAC) Minutes
 - Meeting of May 4, 2005
 - Summary of Changes to the FY 05 – 09 Highway Construction Program
 - Highway Program Monitoring Report.

* 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.

PPAC Meeting Dates will be held on Wednesdays @ 10:00 AM, unless otherwise noted, in the ADOT Transportation Board Room located at 206 S. 17th Ave. 1st Floor, Phoenix, AZ 85007.

- June 29, 2005
- August 3, 2005
- August 31, 2005
- October 5, 2005
- November 2, 2005
- January 3, 2006

<http://ADOTPPAC.ORG/>

RIGHT OF WAY RESOLUTIONS

- * RES. NO: 2005-06-A-037
PROJECT: I-10-3-601 / 010MA601H088801R
HIGHWAY: PHOENIX – CASA GRANDE
SECTION: Elliot Road Interchange
ROUTE NO.: Interstate Route 10
ENG. DIST: Phoenix
COUNTY: Maricopa
PARCEL: 7-3031
RECOMMENDATION: Disposal by Easement Extinguishment and Vacation
- * RES. NO: 2005-06-A-038
PROJECT: S-080-A-802 / 080CH295H585101R
HIGHWAY: BENSON - DOUGLAS
SECTION: Benson South – Clifford Wash
ROUTE NO.: State Route 80
ENG. DIST: Safford
COUNTY: Cochise
RECOMMENDATION: Establish additional right of way as a state route and state highway for improvements to enhance safety of the traveling public
- * RES. NO: 2005-06-A-039
PROJECT: F-025-2-602 / 089YV000H489801R
HIGHWAY: PRESCOTT – ASH FORK
SECTION: Sundog Bridge / Jct. S.R.60-Reservation Boundary
ROUTE NO.: State Route 89 (“Old State Route 89”)
ENG. DIST: Prescott
COUNTY: Yavapai
RECOMMENDATION: Disposal by Extinguishment and Relinquishment per Intergovernmental Agreement # 01-109, dated April 20th, 2005

STATE ENGINEER'S REPORT

Sam Maroufkhani reported that there are 152 projects under construction for \$1.1 billion. In May, six projects were finalized for \$6.6 million. Year-to-date, 127 projects were finalized. Two pages of projects were shared in a handout.

* Right of Way Acquisition Report for May, 2005

CONSTRUCTION CONTRACTS

Interstate, Non-Federal Aid

BIDS OPENED:	May 26, 2005
HIGHWAY:	NOGALES – TUCSON HWY (I-19)
SECTION:	Arroyo Angulo Agudo Bridges, #1735 & #1736
COUNTY:	Santa Cruz
ROUTE NO:	I-19
PROJECT:	019 SC 017 H632601C I-019-A-509
FUNDING:	100% State
LOW BIDDER:	Silver Eagle Western LLC
AMOUNT:	202,786.00
STATE ESTIMATE:	261,960.00
<hr/>	
\$ UNDER:	59,174.00
%UNDER:	22.6%
NO. BIDDERS:	2
RECOMMENDATION:	AWARD

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

Non-Interstate, Non-Federal Aid

* BIDS OPENED:	May 26, 2005
HIGHWAY:	SHOW LOW – HOLBROOK HWY (SR 77)
SECTION:	MP 368.48 & 372.92
COUNTY:	Navajo
ROUTE NO:	SR 77
PROJECT:	077 NA 368 H641401C S-077-B-506
FUNDING:	100% State
LOW BIDDER:	Silver Eagle Western LLC
AMOUNT:	419,893.91
STATE ESTIMATE:	\$ 408,261.79
\$ OVER:	\$ 11,632.12

%OVER: 2.8%
NO. BIDDERS: 5
RECOMMENDATION: AWARD

BIDS OPENED: May 26, 2005
HIGHWAY: PRESCOTT –ASH FORK HWY (SR 89)
SECTION: Sundog Ranch Road – Willow Lake Road
COUNTY: Yavapai
ROUTE NO: SR 89
PROJECT: 089 YV 313 H618701C S-089-B-504
FUNDING: 78% State 22% City of Prescott
LOW BIDDER: Fann Contracting, Inc.
AMOUNT: 7,675,221.80
STATE ESTIMATE: \$6,195,077.45
\$ OVER \$1,480,144.35
%OVER: 23.9%
NO. BIDDERS: 1
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 from this Item.

BIDS OPENED: May 26, 2005
HIGHWAY: ~~AGUA FRIA FREEWAY (SR 101)~~
SECTION: Bethany Home Road T.I.
COUNTY: Maricopa
ROUTE NO: SR 101
PROJECT: 101 MA 006 H640501C
FUNDING: 84% RARF 16% City of Glendale
LOW BIDDER: Nesbitt Contracting Co., Inc.
AMOUNT: \$ 4,931,363.08
STATE ESTIMATE: \$ 4,470,000.00
\$ OVER: \$ 461,363.08
%OVER: 10.3%
NO. BIDDERS: 4
RECOMMENDATION: AWARD

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

* BIDS OPENED: May 26, 2005
HIGHWAY: RED MOUNTAIN FREEWAY (SR 202)
SECTION: Power Road – University Drive
COUNTY: Maricopa
ROUTE NO: SR 202
PROJECT: 202 MA 023 H578205C RAM-202-B-601

FUNDING: 100% RARF
LOW BIDDER: Meadow Valley Contractors, Inc.
AMOUNT: \$ 4,048,228.00
STATE ESTIMATE: \$ 3,760,000.00
\$ OVER: \$ 288,228.00
%OVER: 7.7%
NO. BIDDERS: 3
RECOMMENDATION: AWARD

* BIDS OPENED: May 13, 2005
HIGHWAY: NOGALES – RUBY HWY (SR 289)
SECTION: Jct I-19 to Pena Blanca Lake
COUNTY: Santa Cruz
ROUTE NO: SR 289
PROJECT: 289 SC 000 H615201C S-289-A-501
FUNDING: 100% State
LOW BIDDER: Southern Arizona Paving & Construction, Co.
AMOUNT: \$ 374,743.00
STATE ESTIMATE: \$ 374,694.00
\$ OVER: \$ 49.00
%OVER: 0%
NO. BIDDERS: 2
RECOMMENDATION: AWARD

(Interstate Federal-Aid ("A" 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: May 13, 2005
HIGHWAY: TOPOCK – KINGMAN HWY (I-40)
SECTION: Stockton Hill Road to Harrison Street
COUNTY: Mohave
ROUTE NO: I-40
PROJECT: 040 MO 052 H605201C TEA-040-A(007)A
FUNDING: 94% Federal 6% State
LOW BIDDER: K.A.Z. Construction, Inc.
AMOUNT: \$ 420,000.00
STATE ESTIMATE: \$ 319,513.10
\$ OVER: \$ 100,486.90
%OVER: 31.5%
NO. BIDDERS: 1
RECOMMENDATION: REJECT ALL BIDS

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

BIDS OPENED: May 13, 2005

HIGHWAY: HOLBROOK BUSINESS ROUTE
 SECTION: Navajo Blvd, Midtown – East TI
 COUNTY: Navajo
 ROUTE NO: I-40B
 PROJECT: 040B NA 287 H581701C STP-B40-G(001)A
 FUNDING: 94% Federal 6% State
 LOW BIDDER: Haydon Building Corp.
 AMOUNT: \$ 7,444,853.50
 STATE ESTIMATE: \$ 6,026,000.00
 \$ OVER: \$ 1,418,853.50
 %OVER: 23.5%
 NO. BIDDERS: 3
 RECOMMENDATION: AWARD

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

BIDS OPENED: May 13, 2005
 HIGHWAY: BENSON – DOUGLAS HWY (SR 80)
 SECTION: Apache Powder Rd – Clifford Wash
 COUNTY: Cochise
 ROUTE NO: SR 80
 PROJECT: 080 CH 296 H585101C STP-080-A(008)A
 FUNDING: 94% Federal 6% State
 LOW BIDDER: FNF Construction, Inc.
 AMOUNT: \$ 4,276,135.95
 STATE ESTIMATE: \$ 3,664,718.50
 \$ OVER: \$ 611,417.45
 %OVER: 16.7%
 NO. BIDDERS: 4
 RECOMMENDATION: AWARD

Board Action: A motion to approve the above recommendation was made by Mr. Martin, seconded by Mr. Hileman and passed unanimously. Mr. Schorr recused himself from this Item.

* BIDS OPENED: May 13, 2005
 HIGHWAY: PRESCOTT – FLAGSTAFF HWY (SR 89)A
 SECTION: Coyote Springs – Forest Boundary
 COUNTY: Yavapai
 ROUTE NO: SR 89A
 PROJECT: 089A YV 324 H614801C STP-HES-A89-A(004)A
 FUNDING: 80% Federal 16% State
 2% City of Prescott Valley
 2% United Metro Materials Inc.
 LOW BIDDER: Fann Contracting, Inc.
 AMOUNT: \$ 4,221,589.10

STATE ESTIMATE: \$ 4,480,082.00
\$ UNDER: \$ 258,492.90
%UNDER: 5.8%
NO. BIDDERS: 3
RECOMMENDATION: AWARD

BIDS OPENED: May 26, 2005
HIGHWAY: SAN LUIS – YUMA – QUARTZSITE HWY (US 95)
SECTION: US 95, MP 41 to MP 44
COUNTY: Yuma
ROUTE NO: US 95
PROJECT: 095 YU 041 H631001C NH-095-B(004)A
FUNDING: 94% Federal 6% State
LOW BIDDER: Bison Contracting Co., Inc.
AMOUNT: \$ 1,556,918.81
STATE ESTIMATE: \$ 1,268,319.20
\$ OVER: \$ 288,599.61
%OVER: 22.8%
NO. BIDDERS: 3
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 from this Item.

* BIDS OPENED: May 13, 2005
HIGHWAY: QUIET PAVEMENT (PHASE V)
SECTION: Various Regional Freeways
COUNTY: Maricopa
ROUTE NO: NA
PROJECT: 999 MA 000 H648801C NH-999-A9040)A
FUNDING: 94% Federal 6% State
LOW BIDDER: FNF Construction, Inc.
AMOUNT: \$ 2,196,731.05
STATE ESTIMATE: \$ 2,031,797.50
\$ OVER: \$ 164,933.55
%OVER: 8.1%
NO. BIDDERS: 2
RECOMMENDATION: AWARD

CONSENT AGENDA

Board Action: Items 30, 35 and 37 were taken off the Consent Agenda because Mr. Schorr recused himself and were voted on separately. A motion was made by Mr. Hileman, seconded by Mr. Lane and passed unanimously.

Board Action: A motion to approve everything else on the Consent Agenda was made by Mr. Martin, seconded by Mr. Hileman and passed unanimously.

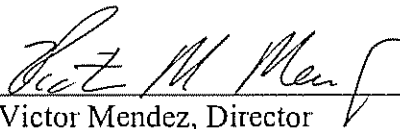
ADJOURN

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

The meeting adjourned at 10:30 a.m.



Dallas Gant, Chairman
State Transportation Board



Victor Mendez, Director
Arizona Department of Transportation

*Denotes items approved in the consent agenda.
