

**MINUTES**  
**STATE TRANSPORTATION BOARD TELEPHONIC MEETING**  
**9:00 a.m., Friday, July 28, 2017**  
**Arizona Department of Transportation**  
**Director's Conference Room #139**  
**206 S. 17<sup>th</sup> Avenue**  
**Phoenix, AZ 85007**

**Roll call by Board Secretary Linda Priano**

**Participating telephonically:** Deanna Beaver, William Cuthbertson, Joe La Rue, Jack Sellers, Steve Stratton Michael Hammond and Jesse Thompson.

**Absent:** None.

**Staff Members Present:** Floyd Roehrich, Dallas Hammit, Greg Byers, Clem Ligocki, Tim Tait, Steve Elliott, Lynn Sugiyama, Laura Douglas and Linda Priano. Steve Beasley participated by telephone. Michelle Kunzman from the Arizona Attorney General's office was also present telephonically. Media from Channel 3, Channel 5, Channel 10 and Channel 15 were present. Staff from the Arizona Republic and KTAR Radio were also in attendance.

**Call to the Audience:**

No members of the public requested to address the Board.

**\*ITEM 1: Construction Contract \*\*\*Amendment**

Staff will present recommended construction project award.

(For discussion and possible action — Dallas Hammit, Deputy Director of Transportation/State Engineer)

\*ITEM 1: BOARD DISTRICT NO.: 1

BIDS OPENED:	July 21, 2017	
HIGHWAY:	PHOENIX-CORDES JUNCTION HIGHWAY (I-17)	
SECTION:	I-17: I-10 TO SR 101L	
COUNTY:	MARICOPA	
ROUTE NO.:	I-17	
PROJECT : TRACS:	017-A-NFA : 017 MA 200 F013301C	
FUNDING:	100% STATE	
BIDDER INFORMATION:	<u>LOW BIDDER:</u>	<u>SECOND LOW BIDDER:</u>
	CONTRACTORS WEST, INC.	ROADWAY ELECTRIC, INC.
BID AMOUNT:	\$1,897,845.76	\$2,281,499.00
STATE ESTIMATE:	\$1,780,000.00	\$1,780,000.00
\$ OVER ESTIMATE:	\$117,845.76	\$501,499.00
% OVER ESTIMATE:	6.6%	28.2%
PROJECT DBE GOAL:	N/A	
BIDDER DBE PLEDGE:	N/A	
NO. BIDDERS:	3	
RECOMMENDATION:	AWARD TO CONTRACTORS WEST INC., WITH CONDITIONAL AWARD TO ROADWAY ELECTRIC INC. CONDITIONAL AWARD BECOMES EFFECTIVE IF LOW	

BIDDER NOTIFIES THE DEPARTMENT IN WRITING THAT  
IT WILL NOT SIGN THE REQUIRED CONTRACT  
DOCUMENTS OR HAS NOT RETURNED CONTRACT  
DOCUMENTS TO THE DEPARTMENT BY 5:00 PM  
MONDAY JULY 31, 2017.

Dallas Hammit, Deputy Director of Transportation/State Engineer, stated because of the profile of this project, staff is asking the Board for a contingent award. The purpose for this is to be prepared to award this contract to the second lowest bidder in the event the lowest bidder would not be able to move forward. Mr. Hammit explained that by adding this contingency, the project would be able to move forward without having to come back to the Board for approval. He noted the second lowest bidder's estimate was higher in the areas of traffic control and conduit.

Mr. Hammit stated this project will have to be completed at nineteen interchanges with the stipulation that no two continuous interchanges can be closed at one time. He added both bids are responsive and responsible and recommends awarding the contract to Contractors West, Inc. with a conditional award to Roadway Electric, Inc. The conditional award becomes effective if the low bidder notifies the department in writing that it will not sign the required contract documents or has not returned the signed contract documents to the department by 5:00 p.m. on Monday, July 31, 2017.

Chairwoman Beaver asked if there were any questions.

Board Member La Rue asked Mr. Hammit to explain what the estimated overages entailed over the state estimate and also to break out the cost differences between the first and second low bidders. Mr. Hammit stated staff looked at the overages compared to the state estimate and they included the insulation and mobilization of the cameras. He added the biggest difference staff saw between the two bidders was the timeframe and how they priced that risk. Mr. Hammit explained that this project has a very tight timeframe. All cameras have to be installed by November 19, 2017, with substantial completion by November 30, 2017, with a 45 day testing period.

Board Member Stratton asked if this contract ends up going to the second lowest bidder, would their bid still be in the program amount? Mr. Hammit responded that this project amount has a bigger gap because the department purchased cameras and equipment so that the selected contractor can begin as soon as the contract is awarded.

Board Member Hammond asked if the contingent award to the second bidder is strictly due to how time sensitive this project is or did Mr. Hammit have reason to believe that the first bidder would not be able to fulfill the obligation? Mr. Hammit stated he has spoken with the low bidder and they assured the department that they will be moving forward with this contract.

**A motion by Board Member La Rue to accept and approve staff's recommendation to award the contract for Item 1, to Contractors West, Inc., with conditional award to Roadway Electric Inc., as presented. The motion was seconded by Board Member Stratton. In a voice vote the motion carries.**

**\*ITEM 2: Change of Location for the September 15, 2017 State Transportation Board Meeting**

(For discussion and possible action – Floyd Roehrich, Jr., Executive Officer)

Floyd Roehrich, Jr., Executive Officer, stated on September 15, 2017 the Board was scheduled to have their meeting on the Hopi Nation in Second Mesa. After speaking with Hopi Nation representatives in the area, staff was notified that there are not adequate facilities in Second Mesa to hold the board meeting and requested the meeting be moved to Moenkopi, which is also on Hopi land. Mr. Roehrich added staff reviewed the available facilities in Moenkopi and believes they can accommodate the meeting needs. Staff is requesting approval of the meeting location change from Second Mesa to Moenkopi.

Chairwoman Beaver asked where the closest community next to Moenkopi is. Mr. Roehrich stated it would be Tuba City. Board Member Thompson stated he has been at Moenkopi for meetings and he agreed that this location would be better. Chairwoman Beaver added two representatives from the Hopi Nation came to the last meeting in Kingman and they are looking forward to the Board coming to the Hopi Nation.

**A motion by Board Member Thompson to accept and approve the change in location for the September 15, 2017, board meeting from Second Mesa to Moenkopi, as recommended. The motion was seconded by Board Member Cuthbertson. In a voice vote, the motion carries.**

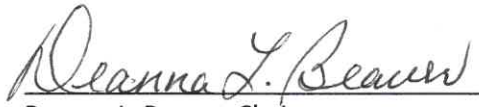
**Item 3: Suggestions**

Board Member Thompson thanked the Board and staff for allowing him to attend the National Association of Counties Annual Conference. He stated the conference was very successful in getting a Resolution of Support from the national organization to assist with funding in rural remote areas of the counties.

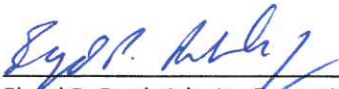
**Adjournment**

**A motion to adjourn the July 28, 2017 Telephonic Board meeting was made by Board Member Jesse Thompson and seconded by Board Member Bill Cuthbertson. In a voice vote the motion carries.**

**Meeting adjourned at 9:15 a.m. MST**



Deanna L. Beaver, Chairwoman  
State Transportation Board



Floyd P. Roehrich, Jr., Executive Officer  
Arizona Department of Transportation