



Utah Transit Authority

MEETING MEMO

669 West 200 South
Salt Lake City, UT 84101

Board of Trustees

Date: 6/22/2022

TO: Board of Trustees
THROUGH: Jay Fox, Executive Director
FROM: Mary DeLoretto, Chief Service Development Officer
PRESENTER(S): Bill Greene - Chief Financial Officer
Daniel Hofer- Manager, Capital Assets and Project Controls

TITLE:

R2022-06-02 - Resolution Approving the First Amendment to the Authority's 2022 Capital Budget

AGENDA ITEM TYPE:

Discussion

RECOMMENDATION:

Approve Resolution R2022-06-02 to adopt the first amendment to the 2022 Capital Budget as presented.

BACKGROUND:

In accordance with Board of Trustee Policy Number 2.1, Financial Management, the Board of Trustees may amend or supplement the budget at any time after its adoption. A resolution is required for a budget amendment.

This proposed \$4,211,000 amendment to the 2022 Capital Budget adds three (3) new projects to the capital program and seeks to restore the Capital Contingency reserve to its original authorized level of \$5,000,000.

Per the requirements of the Public District Transit Act, UCA 17B-2a-808.1(2)(c), UTA staff consulted with the Local Advisory Council (LAC) on June 1st regarding this proposed budget amendment.

DISCUSSION:

The proposed amendment to the 2022 Capital Budget includes the addition of the following:

MSP224- UTA ADA Bus Stop Improvements- Utah County

This project is an existing 2021 project that was not funded in 2022. Subsequently, UTA was awarded CMAQ funding and would like to recognize new budget authority for construction activities in 2022. This request would restore this project to the 2022 Capital Budget and recognize the CMAQ funding that has been

programmed for this project and the necessary match. CMAQ Funding amount is \$268,500 and UTA's match is \$19,500 for a total of \$288,000.

MSP275- Station Area Planning

In an effort to catalyze real estate development around UTA stations, the Utah Legislature recently passed a bill (HB462) requiring every municipality with a fixed guideway transit station to complete a Station Area Plan (SAP) by 2026. As the principal organization in the state specializing in Station Area Planning, UTA has assured the Legislature, the Metropolitan Planning Organizations, and our city partners that the agency will meet this increased demand with additional technical assistance and expertise.

This budget request covers the cost of initiating that effort in 2022, either through consultants, contractors, additional UTA staff, or a combination of the two. The TOD group, in close coordination with UTA's Strategic Planning team, will determine how best to meet the legislative requirements to create development-focused plans that are responsive to the market realities surrounding transit stations.

The 2022 amount being requested for this new project is \$120,000.

SGR410- Fiber Rehab and Replacement Project

UTA has an opportunity to realize economies of scale and accelerate fiber technology throughout the system by advancing material purchases to this year. These fiber purchases will support substation rehabilitation and other fiber installation projects throughout the system next year. By advancing this purchase, installation and project completion will be expedited on projects sharing the fiber network.

This request will cover design and material costs with anticipated fiber delivery this year. The installation and construction costs are anticipated to occur next year. This construction acceleration will be addressed in the 2023-2027 5-year Capital Plan update later this year.

Materials currently have a six-month lead time. This request is for \$750,000

MSP999- Capital Contingency

During 2022, the contingency has been depleted from \$5 million to \$1.947 million to address funding gaps on several project year to date. This request is to restore the Capital Contingency to the original authorized level of \$5 million dollars by adding \$3,053,000 to address emerging needs, potential project changes and cost increases, and allow UTA to take advantage of unanticipated opportunities to improve the system.

ALTERNATIVES:

The Board may propose revisions to Amendment 1 as presented.

FISCAL IMPACT:

This request will add \$4,211,000 to the 2022 Capital Budget. This will be funded with \$268,500 CMAQ funding, \$400,000 in other grants and local match, and \$3,542,500 from UTA fund balances.

ATTACHMENTS:

Resolution R2022-06-02