

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
9	06/25/12	Open	Action	06/04/12

Subject: Approving the Agreement for Preliminary Engineering Reimbursement (Electrical Facilities) with Pacific Gas and Electric Company (PG&E) for the South Sacramento Corridor Phase 2 Project.

ISSUE

Whether or not to approve the Agreement for Preliminary Engineering Reimbursement (Electrical Facilities) with Pacific Gas and Electric Company (PG&E) for the South Sacramento Corridor Phase 2 Project.

RECOMMENDED ACTION

Adopt Resolution No. 12-06-_____, Approving the Agreement for Preliminary Engineering Reimbursement (Electrical Facilities) with Pacific Gas and Electric Company (PG&E) for the South Sacramento Corridor Phase 2 Project.

FISCAL IMPACT

Budgeted:	Yes	This FY:	\$	150,000
Budget Source:	Capital	Next FY:	\$	100,000
Funding Source:	New Starts/MSA/STA/Prop1B	Annualized:	\$	N/A
Cost Cntr/GL Acct(s) or	910800	Total Amount:	\$	250,000
Capital Project #:	410.06.05.02			
Total Budget:	\$ 250,000			

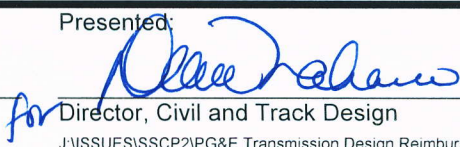
Transmission Towers (along Bruceville Road)	\$225,000
Transmission Towers (west end of Utility Corridor)	\$ 25,000 deposit
Total	\$250,000

DISCUSSION

RT is proceeding with the advanced preliminary engineering of the South Sacramento Corridor Phase 2 (SSCP2) Project. The existing PG&E transmission line towers along the west side of Bruceville Road may be in conflict with the Project design. In addition, the existing transmission towers on the west side of the Detroit Boulevard neighborhood within the existing utility corridor may need to be modified to allow for required clearances to the relocated SMUD 69kV alignment.

The cost for PG&E's preliminary engineering for the proposed relocation of transmission towers along Bruceville Road is estimated to be approximately \$225,000. The proposed Agreement would commit RT to pay PG&E's actual costs (as presented by PG&E, with limited audit rights for RT) for preliminary engineering work, up to \$225,000. PG&E has already incurred costs of

Approved: 
General Manager/CEO

Presented: 
for Director, Civil and Track Design

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\$76,917.35 that will be retroactively paid through this Agreement. While discussions and negotiations continue regarding ultimate necessity for relocation of the towers, Staff believes the costs of any delay of the SSCP2 construction to resolve this issue far exceed the costs associated with PG&E's preliminary engineering. PG&E is expected to produce an acceptable design within 180 days after the latest of these events (1) full execution of the Agreement; (2) receipt by PG&E of all the information needed from RT to start the work; and (3) Payment by RT of \$76,917.35 to compensate PG&E for already-incurred costs.

The deposit of \$25,000 is for PG&E to begin the preliminary engineering for the proposed modifications of two transmission towers at the west end of the utility corridor in the Detroit Boulevard neighborhood. The deposit will allow for PG&E to develop the scope of work and estimate for the construction necessary to raise the transmission line to provide the required clearance to allow for the SMUD 69kV line to cross underneath.

While both RT and PG&E assume that the preliminary engineering work can be completed within the \$250,000 budget, the Agreement does not obligate PG&E to deliver a final product within this budget. PG&E must provide 60 days' notice to RT if it anticipates its costs will exceed \$250,000 and must stop work if its costs reach the \$250,000 cap. At that point, RT and PG&E may negotiate a mutually- acceptable arrangement for PG&E to complete the required work.

The Agreement is limited to the preliminary engineering work. Neither party is committed to implementing the designs developed under the Agreement.

Staff recommends approving the PG&E Agreement for preliminary engineering reimbursement for the transmission line towers for the SSCP2 Project.

RESOLUTION NO. 12-06-_____

Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

June 25, 2012

APPROVING THE AGREEMENT FOR PRELIMINARY ENGINEERING REIMBURSEMENT (ELECTRICAL FACILITIES) WITH PACIFIC GAS AND ELECTRIC (PG&E) FOR THE SOUTH SACRAMENTO CORRIDOR PHASE 2 PROJECT

BE IT HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE SACRAMENTO REGIONAL TRANSIT DISTRICT AS FOLLOWS:

THAT, the Agreement for Preliminary Engineering Reimbursement (Electrical Facilities) between Pacific Gas and Electric Company, therein referred to as "PG&E," and the Sacramento Regional Transit District, therein referred to as "RT," whereby PG&E agrees to perform preliminary engineering work for possible relocation of its transmission line tower(s) and wires as required for construction of the South Sacramento Corridor Phase 2 Project and RT agrees to pay PG&E's actual costs for such work, up to the amount of \$250,000, as further set forth therein, is hereby approved.

THAT, the Chair and General Manager/CEO are hereby authorized and directed to execute said Agreement.

BONNIE PANNELL, Chair

A T T E S T:

MICHAEL R. WILEY, Secretary

By: _____
Cindy Brooks, Assistant Secretary