SUMMARY STATEMENT

ITEM NO.: DRPA-18-120  SUBJECT: 2019 DRPA Capital Budget

COMMITTEE: Finance

COMMITTEE MEETING DATE: November 8, 2018

BOARD ACTION DATE: November 21, 2018

PROPOSAL: That DRPA approve and adopt a 2019 DRPA Capital Budget.

PURPOSE: To establish the 2019 DRPA Capital Budget.

BACKGROUND: Each year the DRPA adopts an updated five-year Capital Program and an annual Capital Budget. The Capital Program was developed based on input from Division Chiefs, Department and Facility Directors, and bridge and PATCO personnel and is then refined through a formal review process led by the Chief Executive Officer (CEO), Chief Financial Officer, Chief Engineer, and the Capital Budget Review Committee. This review process utilizes a framework that prioritizes projects based on essential maintenance, security, safety, customer service, operational enhancements, available funding and operational capacity.

The 2019 Capital Budget reflects the DRPA's commitment to maintain and improve its bridge and transit facilities in support of providing safe, reliable transportation facilities for the region. In addition to the inspections conducted by our Engineering Department, Biennial Inspections are conducted at each facility by outside consultants. As a result, many of the capital improvement projects included in the Capital Program are in response to recommendations made during the Biennial Inspection.

The 2019 Capital Budget proposes estimated net spending of $178,717,000 (net of federal/state grants of approximately $34,154,000) on projects identified for the year 2019. Net funding required to complete projects included in the 2019 capital budget totals $681,867,000. It includes essential on-going and new start Capital Projects on all four bridge facilities, and the PATCO High Speed Line to maintain the current state of repair of the facilities.
and to ensure the safety and security of customers and employees. The multi-year Capital Program proposes total net expenditures of $787,426,000.

The five (5) the largest projects, all with estimated 2019 costs in excess of $10.0 million, total $61.9 million (including $20.0 million in federal funding) and nets to $41.9 million in DRPA funding. (Estimated expenditures on these projects during the five-year period is expected to total $181.8 million (prior to receipt of grant funding). These are shown below:

1) CBB De-leading & Painting (Commodore Barry Bridge) Total 2019 - $14.0 million. (Total project costs of $44 million in 5-year plan.)

2) BRB Painting & Steel Repairs (Betsy Ross Bridge) Total 2019 - $10 million. (Total project costs of $64 million in 5-year plan.)

3) Lindenwold Yard Track Rehabilitation & Lindenwold Viaduct (PATCO) Total 2019 - $14.0 million with FTA funding of $11.2 million. (Total project costs of $18 million in 5-year plan.)

4) Install Elevators in Remaining Stations (PATCO) Total 2019 - $11 million with FTA funding of $8.8 million. (Total project costs of $30 million in 5-year plan.)

5) SAP Enhanced Total 2019 - $12.9 million. (Total project costs of $25.8 million in 5-year plan.)

The 2019 Capital Budget projects will be primarily funded through bond project funds from an expected revenue bond issue scheduled for closing in December 2018.
SUMMARY STATEMENT
Finance – 11/8/2018

2019 DRPA Capital Budget

SUMMARY: Amount: $178,717,000 (for the year 2019)
Source of Funds: 2018 Revenue Bond Project Fund, General Fund
Capital Project #: N/A
Operating Budget: N/A
Master Plan Status: N/A
Other Fund Sources: Federal/State Grants approximately $34,154,000
Duration of Contract: N/A
Other Parties Involved: N/A
RESOLUTION

RESOLVED: That the 2019 DRPA Capital Budget is hereby approved by the Board of Commissioners (subject to the availability of funds); and be it

FURTHER RESOLVED: That the DRPA shall not expend funds in excess of the total authorized 2019 Capital Budget, in the amount of $178,717,000 unless such Budget shall be amended by Resolutions of the Board of Commissioners to increase said authorization.

SUMMARY:  
Amount: $178,717,000 (for the year 2019)  
Source of Funds:  2018 Revenue Bond Project Fund, General Fund  
Capital Project #: N/A  
Operating Budget: N/A  
Master Plan Status: N/A  
Other Fund Sources:  Federal/State Grants approximately $34,154,000  
Duration of Contract: N/A  
Other Parties Involved: N/A