

**GOLDEN GATE BRIDGE, HIGHWAY AND TRANSPORTATION DISTRICT**

**RESOLUTION NO. 2009-053**

**AUTHORIZE THE DISTRICT'S USE OF THE  
CALIFORNIA DEPARTMENT OF TRANSPORTATION'S  
EXPEDITED PAYMENT PROCEDURES PROCESS  
FOR THE GOLDEN GATE BRIDGE SEISMIC RETROFIT PROJECT**

June 12, 2009

**WHEREAS**, the California Department of Transportation (Caltrans) has developed expedited payment procedures designed to assist local agencies with cash management issues associated with large construction projects, including the Alternative Construction Progress Payment Procedure, which allows a local agency to request that Caltrans pre-pay the monthly construction contract costs based upon a cash-flow estimate; and,

**WHEREAS**, under this procedure, monthly pre-payments are reconciled with actual contract costs the following month and appropriate financial adjustments are made; and,

**WHEREAS**, the Golden Gate Bridge Seismic Retrofit Project qualifies for use of the Alternative Construction Progress Payment Procedure as it is a large construction project with significant grant commitment, and the monthly payments to the contractors could reach as high as \$4 million, which is a significant amount of funds to have liquid at any given point in time; and,

**WHEREAS**, it is recommended that the District request Caltrans use the Alternative Construction Progress Payment Procedure to facilitate payment of Phase Nos. IIIA and IIIB construction costs to most effectively ensure that sufficient cash is available to pay monthly contractor invoices for this project; and,

**WHEREAS**, use of the expedited payment system will result in a cost savings by serving to avoid lost interest that would have been incurred during the lag-time between contractor payment and grant reimbursement;

**WHEREAS**, the Finance-Auditing Committee, at its meeting of June 11, 2009 has so recommended; now therefore, be it

**RESOLVED** that the Board of Directors of the Golden Gate Bridge, Highway and Transportation authorize the District's use of the California State Department of Transportation's "Alternative Construction Progress Payment Procedures" for the Golden Gate Bridge Seismic Retrofit Project to ensure that sufficient cash is available to pay monthly contractor invoices.


**RESOLUTION NO. 2009-053**  
**BOARD OF DIRECTORS MEETING, JUNE 12, 2009**  
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**ADOPTED** this 12th day of June 2009, by the following vote of the Board of Directors:

**AYES (13):** Directors Chu, Elsbernd, Grosboll, Kerns, McGlashan, Moylan, Newhouse Segal, Pahre, Sanders, Snyder, Sobel and Stroeh; Acting President Eddie

**NOES (0):** None

**ABSENT (6):** Directors Brown, Campos, Cochran and Dufty; First Vice President Reilly; President Boro

  
**James C. Eddie**  
**Acting President, Board of Directors**

**ATTEST:**   
**Janet S. Tarantino**  
**Secretary of the District**