

## RESOLUTION NO. 2010-189

Adopted by the Sacramento City Council

April 13, 2010

### APPROVING SUPPLEMENTAL AGREEMENT NO. 2 WITH SACRAMENTO MUNICIPAL UTILITY DISTRICT (SMUD) FOR THE I-5/COSUMNES RIVER BOULEVARD EXTENSION AND INTERCHANGE PROJECT (T15018000)

- A. The I-5/Cosumnes River Boulevard Extension and Interchange Project (T15018000) extends Cosumnes River Boulevard from its westerly terminus at Franklin Boulevard to an at-grade intersection with Freeport Boulevard, and includes the construction of a new interchange at I-5 and a new bridge crossing over Morrison Creek and Union Pacific Railroad (UPRR).
- B. The construction of the Interchange at I-5 requires the relocation of a portion of a 20-inch SMUD high-pressure natural gas pipeline (Pipeline) that currently exists within the vicinity of the future Project.
- C. On January 6, 2009, the City Council executed a Utility Agreement with SMUD to relocate the Pipeline in the estimated amount of \$3,663,450. This amount was an estimate due to uncertain material and replacement energy costs paid by SMUD.
- D. Supplemental Agreement No. 1 had a zero (\$0) value and was processed to address the Pipeline depreciation value requested by Caltrans to be eligible for Caltrans utility cost reimbursements.
- E. Supplemental Agreement No. 2 in the amount of \$324,792 is needed to finalize the actual costs for the relocation of the Pipeline. The Pipeline relocation cost increase is due to rising material costs and higher than projected net replacement energy cost. The final cost of pipe and coating material exceeded estimates by a substantial margin and replacement energy costs purchased on the open market cannot be estimated with great accuracy very far in advance as there are many factors affecting price.
- F. This agreement also includes credit for pipeline material purchased and invoiced, but not used for the relocation project and credit for accumulated depreciation or "used life" of the abandoned pipe facility.

#### **BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:**

- Section 1. The City Manager is authorized to execute Supplemental Agreement No. 2 with Sacramento Municipal Utility District (SMUD) in the amount of \$324,792 for the I-5/Cosumnes River Boulevard Extension and Interchange Project (T15018000).

Section 2. Exhibit A is hereby incorporated into and is part of this Resolution.

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Exhibit A: Location Map for I-5/Cosumnes River Boulevard Extension and Interchange Project

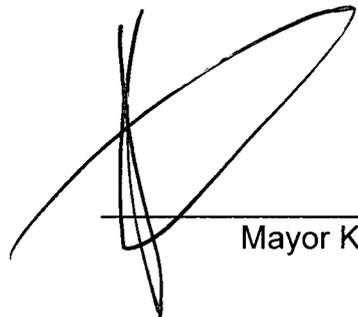
Adopted by the City of Sacramento City Council on April 13, 2010 by the following vote:

Ayes: Councilmembers Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, Waters, and Mayor Johnson.

Noes: None.

Abstain: None.

Absent: None.



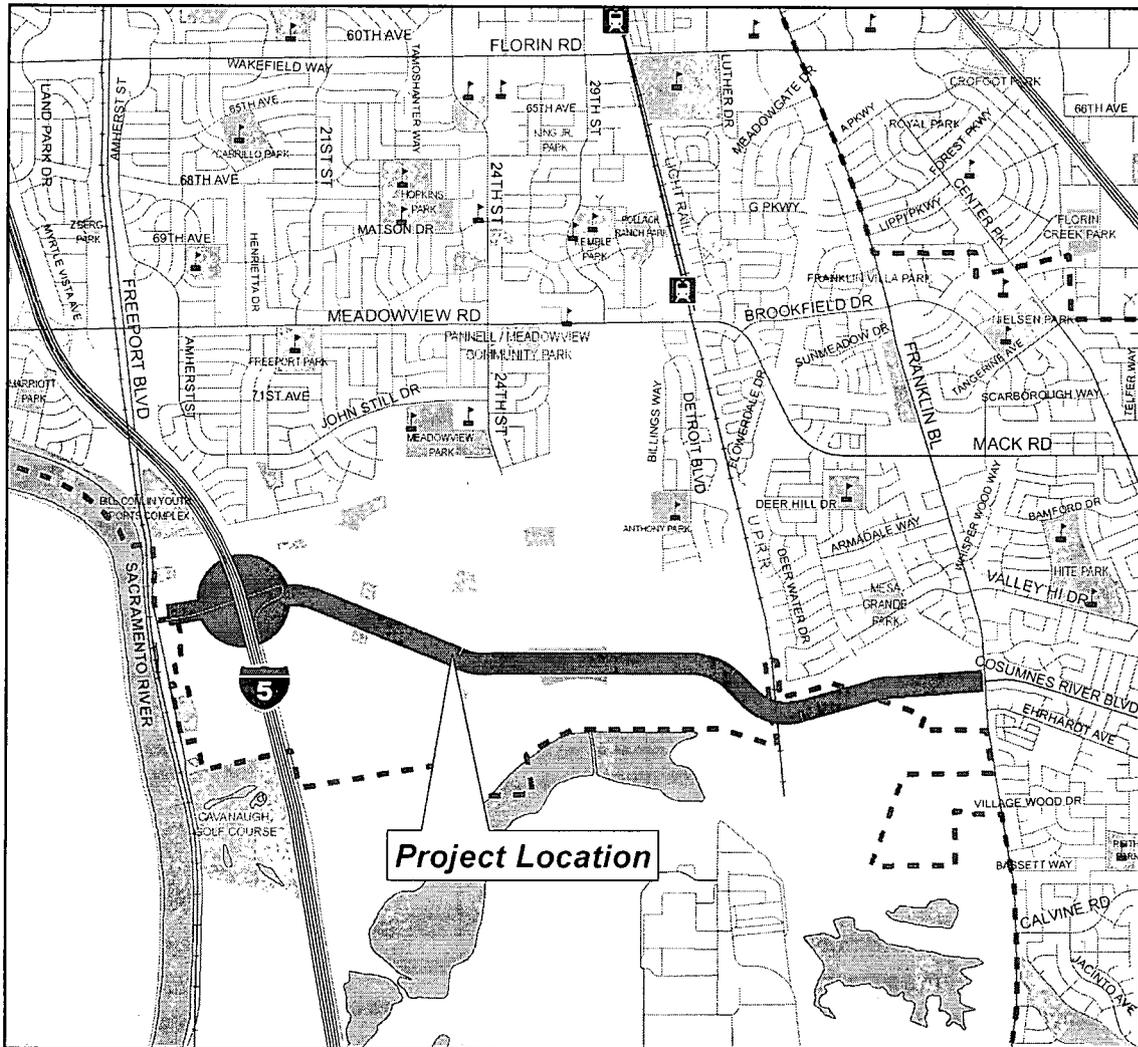
\_\_\_\_\_  
Mayor Kevin Johnson

Attest:

  
\_\_\_\_\_  
Shirley Concolino, City Clerk

EXHIBIT A

Location Map for  
I-5/COSUMNES RIVER BOULEVARD EXTENSION  
AND INTERCHANGE PROJECT  
(PN: T15018000)



Department of  
**TRANSPORTATION**  
City of Sacramento

Map Contact: S. Tobin  
Map Date: March, 2008

0 750 1,500 3,000 4,500 6,000  
Feet

