

Attachment A

Auditor General's 1st Quarter Monitoring Report of the BSVII Project

BSVII Ad Hoc Oversight Committee Meeting
May 8, 2025

PRESENTED BY:
SCOTT P. JOHNSON, AUDITOR GENERAL



BSVII Q1 2025 PROJECT MONITORING DASHBOARD

\$ 12.74B

PROJECT COST ESTIMATE

2037

REVENUE SERVICE DATE

\$ 2.318B

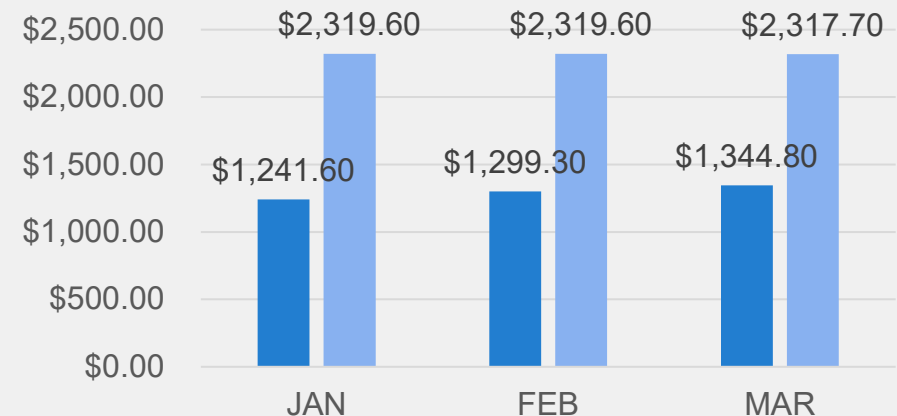
VTA APPROVED
BUDGET

Q1 % Incurred Costs compared to VTA Budget

As of March 31, 2025, BSVII has incurred 58% or \$1.344B of its VTA Approved Budget or \$2.318B

58%

Q1 Incurred Costs & VTA Approved Budget

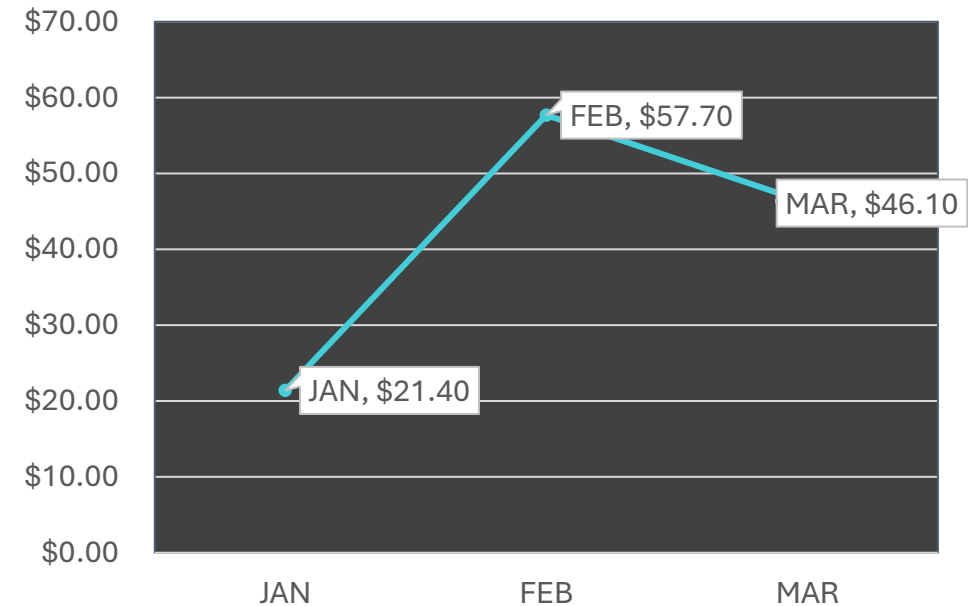


BSVII Monthly Expenses Snapshot

Expenses for March were \$46.1M, down 20% from the February level of \$57.7M. We noted that February and March expenses exceeded 2x the January monthly expenses of \$21.4M. This was due to an increase in professional services (SCC 80). This may be reflective of the slowing in construction while the need to evaluate project and cost savings are pushing professional services costs up.



1st Quarter - Monthly Expenses Incurred, in Millions



PROFESSIONAL SERVICES SCC 80.00-.08 COST ANALYSIS

SCC	Program Estimate	VTA Approved Budget	Contract Commitment	Contract Commitment %	Cost Incurred LTD	%VTA Budget Incurred	% Incurred to Program Estimate
80.01 Project Development	\$251,889,000	\$219,165,635	\$219,165,635	100%	\$219,165,635	100%	87%
80.02 Engineering	\$522,477,000	\$491,032,762	\$469,352,313	95.6%	\$404,816,685	82%	77%
80.03 PM & Design	\$1,323,506,000	\$398,528,960	\$370,832,631	93%	\$315,033,336	79%	24%
80.04 CA &M	\$269,489,000	\$30,266,268	\$19,904,859	65.70%	\$2,950,114	9.7%	1%
80.05 Liability Ins	\$435,072,000	\$64,870,019	\$39,089,394	60%	\$34,232,257	52.7%	8%
80.06 Legal & Permits	\$77,966,000	\$19,545,114	\$14,549,030	74%	\$10,264,213	52.5%	13%
80.07 Surveys & Testing	\$26,561,000	\$2,129,981	-	-	-	-	-
80.08 Startup	\$65,552,000	\$0	-	-	-	-	-
Totals	\$2,972,512,000	\$1,225,538,739	\$1,132,893,862	92%	\$986,462,240	80.5%	33%



PROFESSIONAL SERVICES SCC 80.00-.08 COST ANALYSIS

Outside of Project Development (80.01), Engineering (80.02), Program Management and Design (80.03), Construction Administration and Management (80.04), the following is a description of other components within Professional Services:

- SCC 80.05: Professional Liability & other Non-Construction Insurance has incurred 52.7% of budgeted amounts. These are professional liability insurance expenses for the MMW, and CP2 Project Specific Professional Liability insurance.
- SCC 80.06: Legal; Permits, Review Fees by other agencies and Cities, has incurred 52.5% of budgeted amounts, and includes general legal fees, and cooperative agreements with Cities of Santa Clara and San Jose.
- SCC 80.07 and 80.08: Surveys and Testing and Start up are not yet committed and no costs have been incurred.



Glossary

- **Program Estimate** is the approved estimated amount for all phases of project work. For projects that are funded in phases, this estimate will be greater than the VTA Approved Budget. As funding sources are approved, the VTA Approved Budget is expected to increase until it ultimately matches the Program Estimate.
- **VTA Approved Budget** is the project budget approved by the VTA Board of Directors. This does not include any funding that is blocked in SAP (and can therefore not be used to award contracts) because it has not been authorized by the granting agency.
- **Contract Commitment** is the current value of a contract, including the value of the original contract executed with a vendor or contractor, plus all executed amendments or change orders, or all executed Task Orders to date for Task Order-based contracts.
- **Incurred to Date** represents the total value of work performed. This value is determined from consultant invoices, construction contract progress payments received, VTA labor costs current to the data date, and other expenses. It is a cumulative cost figure.

