

Update on the Subsurface Tunnel System from Downtown Fort Lauderdale to Fort Lauderdale Beach

City Commission Conference Meeting

January 10, 2023

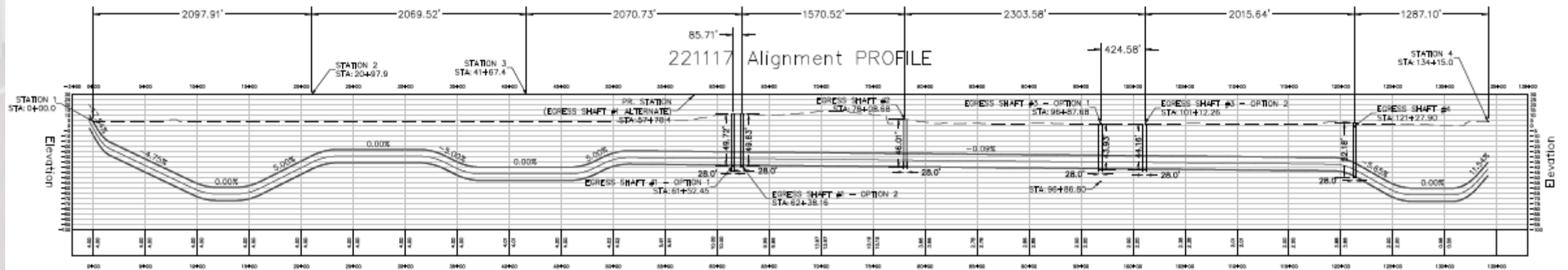
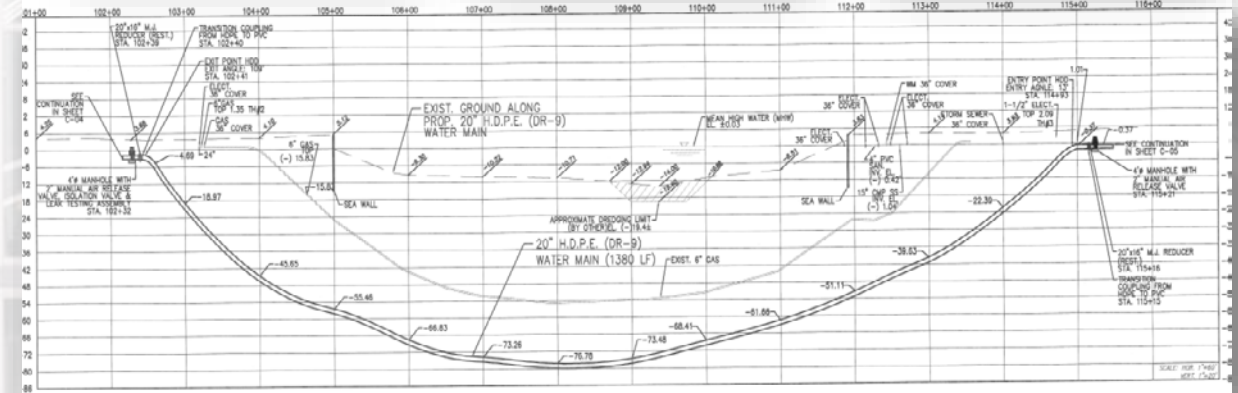
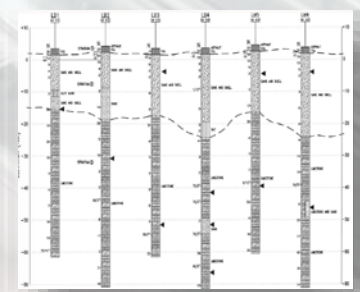
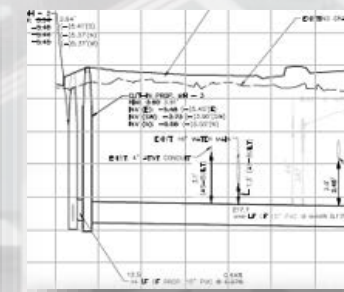
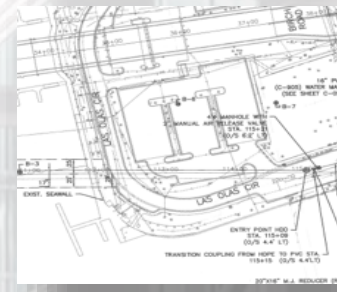


Interim Agreement

- Approved on June 7, 2022
- Four Milestone Tasks
- Not to Exceed \$375,000
- Commission Update on September 22, 2022
- Geotechnical delayed to mitigate event impacts
- Project suspended as of December 7, 2022

| Milestone | Not To Exceed Amount | Expected Completion |
|------------------------|----------------------|---------------------|
| Alternatives Analysis | \$50,000 | Completed |
| Geotechnical Report | \$225,000 | February 1, 2023 |
| Plans & Station Design | \$100,000 | March 1, 2023 |
| Cost Estimate & Design | \$0 | March 15, 2023 |

Alternatives Analysis



Current Status

- Project efforts were suspended on December 7, 2022. No additional expenses are being incurred until the City Commission provides further direction.
- Milestone one (Alternative Analysis) was completed in October 2022. The associated invoice of \$50,000 has not been paid.
- The Boring Company has incurred internal labor costs for milestones two & three but has decided not request partial payment on incomplete milestones.
- The total amount due to The Boring Company is \$50,000.

Potential Next Steps

- Complete all remaining milestones to better understand project cost, construction phasing, timelines, station designs, and infrastructure improvements. Requires all \$375,000 of the allocated funding.
- Negotiate the scope and amend the Interim Agreement with The Boring Company to continue exploration at a reduced cost. Explore alternative funding options for capital expenditures.
- Negotiate project termination through “mutual termination”.