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**Editorial: Snow-plow** funding still needs a solution From the department of "Hey, don't forget this" comes a reminder of the little problem we had last month about snow plowing.

which contracts with counties to keep state roads plowed, said it was You might remember that the state Department of Transportation, cutting back on plowing during off-peak hours. You might also emember that was a bad idea.

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the DOT and the Legislature about whose fault it was that there wasn't You might remember there was some intra-Madison fighting between both sides by the scruffs of their necks, cracked their heads together enough money. And you might remember that Gov. Jim Doyle took and told them to find the money.

They haven't found the money, yet. But the DOT, the Legislature's transportation committees and its Joint Finance Committee are still working on it.

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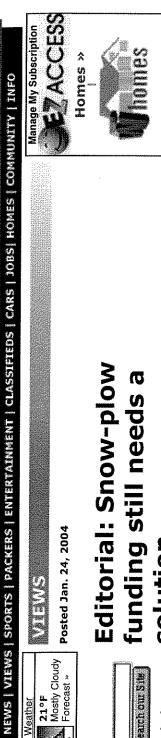
Does that mean snow-plowing still might get cut back? It depends on the county you live in and its faith that it'll see the money eventually.

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If the talks fall through, road maintenance will suffer at some point. And we're hoping this funding problem gets worked out soon. We're still hoping it won't be this winter.

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State wary about firing road firms

Impact would delay construction, cost jobs

By STEVEN WALTERS

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Posted: Jan. 26, 2004

firing the firms outright would disrupt road-building schedules, state Madison - Two highway construction companies whose executives are charged with bid rigging have been awarded so much work that officials warned Monday.

State Transportation Secretary Frank Busalacchi said he has no reason

to believe that the bid-rigging scandal will grow beyond the indicted executives for Streu Construction Co. of Two Rivers and Vinton Construction Co. of Manitowoc.

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He noted that those firms have been awarded \$194.6 million in state contracts since 1997.

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Legislature's Joint Audit Committee, which held a hearing Monday on 'This is very, very serious to the state," Busalacchi told the

























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an audit that documented cost overruns in major highway projects statewide.

workers that might end if the state suspends current contracts with the firms or orders that they not be allowed to bid on any state work for Also, Busalacchi said, he is worried about the jobs of up to 800 three or more years.

"These are good-paying jobs, with good benefits," Busalacchi said.

alleged by federal prosecutors against the company executives, said The 800 workers should not be penalized by the "lunatic" actions Busalacchi, whose agency recently threw out bids for four new aighway projects submitted by the two companies.

construction companies if the Vinton and Streu firms are disqualified. Legislators said no state highway contracts should go to out-of-state

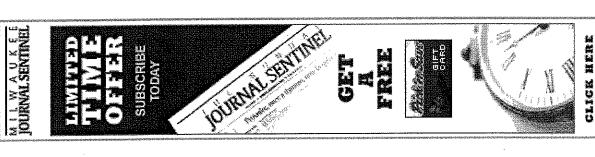
Neenah), co-chairman of the Legislature's Joint Finance Committee, 'I don't want you to go out of state," said Rep. Dean Kaufert (Rtold Busalacchi.

involving the two firms will be delayed or cost more because the bid-Kaufert said many local officials are worried that road projects rigging investigation.

"There are a lot of people who are pretty scared right now," Kaufert said.

suspension for the two construction companies "very minimal," in But state Sen. Carol Roessler (R-Oshkosh) called a three-year light of the serious allegations against the executives.

are: Ernest Streu, 55, and John Streu, 47, of Streu Construction; and Charged with conspiring to fix bids on about 30 projects since 1996 James Maples, 73, and Michael Maples, 51, of the Vinton firm.



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State officials Monday said the largest contract awarded to the Vinton Washington, while the most expensive contract awarded to Streu was \$11.7 million to rebuild Highway 151 near Belmont in southwest firm since 1997 was \$8.4 million for work on I-43 near Port Wisconsin

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highway projects as a result of the audit that documented cost overruns introduce a bill that would improve financial oversight of major state Also Monday, state Sen. Bob Cowles (R-Green Bay) said he will of up to 262% in specific projects.

Cowles said his bill would require closer accounting of environmental projects go from design to construction; and detail what the state must cleanup costs for each project; require a new annual report of costs on major rebuilding projects; make public costly changes approved as pay for real estate it buys as it rebuilds highways.

rebuilding of U.S. Highway 10 between Fremont and Appleton, soared Also Monday, state officials explained why the cost of one project, the from \$38 million in 1992 to \$79 million in 2002.

make the new roads safer because of increasing traffic volume; and \$4 Officials said the \$41 million cost overrun broke down this way: \$21 million because of inflation; \$16 million in construction upgrades to million in higher real estate costs, because Appleton-area property increased in value.

From the Jan. 27, 2004 editions of the Milwaukee Journal Sentinel

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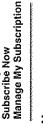
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Posted Jan. 25, 2004



# Bill would keep closer tabs on roadwork costs

Lawmaker calls for improved accountability



# By John Dipko

Gannett Wisconsin Newspapers

response to the whopping cost increases revealed in a recent audit of a major state MADISON — Big-ticket road projects would undergo greater scrutiny under a bill in highways program.

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"The state Legislature has been walking around blindly in regards to tracking these State Sen. Robert Cowles, R-Allouez, said he is having the bill drafted because the program suffers from a lack of accountability.

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The program is partially funded by transportation revenue bonds, which are repaid with proceeds from vehicle registrations, title transfers and other fees.

costs on highway projects," Cowles said Friday. "The bill is an effort to try and get our arms around that."

that showed Department of Transportation spending on the program increased 69.5 Cowles said the bill would adopt recommendations made in a November state audit percent over 10 years and totaled \$284.2 million in 2002-03. The bill would: 02/09/2004

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would be sent to the state Transportation Projects Commission and full Legislature. The

15-member commission reviews and recommends major highway projects for

enumeration by the Legislature and the governor.

Require detailed annual reports on spending for all major highway projects, which

Develop comprehensive accounting for spending on real estate, relocation,

engineering and other environment-related costs.

• Require regular updates on changes in project design and scope so all stakeholders

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will be aware of cost overruns.

 Detail costs for all DOT real-estate purchases for major highway projects before Company Links Gannett Co., Inc.

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Cowles said future spending commitments for projects like in the aging Milwaukee area point to a need for greater oversight. recommendation to the commission.





Northeastern Wisconsin road construction executives over state projects exceeding The senator also cited the bid-rigging charges leveled this month against four \$100 million. "It's very important we get a handle on these costs," Cowles said. "I want to move as aggressively as I can."

transportation system, and it would be beneficial to improve communication between Wisconsin, said major highway construction is essential to the state's economy and Bob Cook, executive director of the Transportation Development Association of the DOT and Legislature about project need and cost.



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# DOT feels heat from lawmakers

Transportation chief grilled on key issues



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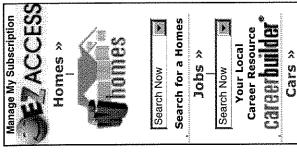
# Gannett Wisconsin Newspapers

MADISON — Legislators reviewing an audit of Wisconsin's biggest road projects used a hearing Monday to question state officials about cost overruns, winter maintenance dollars and a recent scandal over construction bids.

report due Monday in which the state Department of Transportation will Members of the Joint Audit Committee also said they look forward to a detail the ideas it's taking from a 2002 study that showed some \$382 million in potential savings for 21 enumerated or proposed projects.

The hearing follows a November audit that showed spending on the state's major highways program increased by 69.5 percent over 10 years to \$284,2 million in 2002-03 from \$167.6 million in 1993-94.

gate-keeping power should be vested in the 15-member Transportation State Rep. Suzanne Jeskewitz, R-Menomonee Falls, wondered if more Projects Commission. The panel reviews and recommends major highway projects for future construction.



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DOT Secretary Frank Busalacchi said several steps are under way to

address recommendations made in the audit.

projects that the commission did not recommend.

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Busalacchi fielded questions on funding for winter road maintenance,

than Monday what savings it will achieve from the 2002 value

engineering study it commissioned for 21 projects.

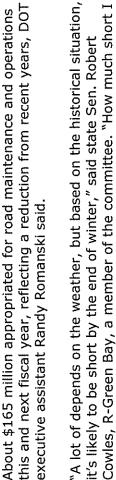
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don't know."

saying the agency and lawmakers need to work out a solution for this and next year.

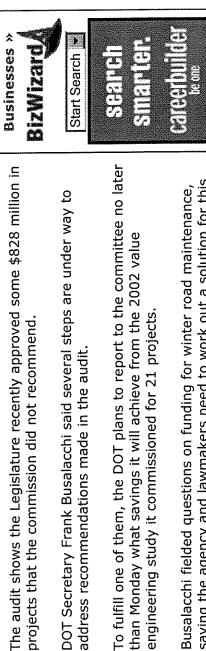


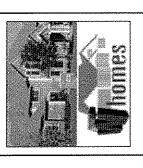
recent federal bid-rigging allegations against leaders of two lakeshore road construction companies, Vinton Construction of Manitowoc and Busalacchi also addressed what his agency is doing in response to Streu Construction of Two Rivers.

The firms have been suspended from state and federal highway projects

could create problems for the DOT because there would be fewer in-However, Busalacchi said excluding them from future road projects state companies available to do projects.

Filed by the Green Bay Press-Gazette





02/09/2004



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Posted Jan. 29, 2004



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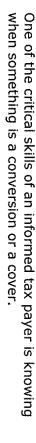
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# slippery road **Editorial: Highway officials on**



spin on an audit of its cost overruns. Consider the latest Wisconsin Department of Transportation

agency doesn't think it got enough money. cost overruns will reveal an important point. The audit will of county highway agencies that an audit of highway project show that the agency is "underfunded." That means that the The state DOT made clear this week in an Appleton convention

Four other projects went \$20 million or more over budget. between Oshkosh and Highway 10 here in Winnebago County. One of the reasons for the agency audit was the more than 150 percent cost overrun on the new U.S. Highway 45 project

contractors who helped former Gov. Tommy Thompson's national average on road construction. A new study showed make changes. Wisconsin spends 40 percent about the Sometimes, it's hard for an agency used to the old ways to



campaigns got better contracts. The agency snubbed former Gov. Scott McCallum's request for budget cuts by asking for increases.

What we're seeing are elements of the conversion process at work. A government agency is learning that it has to set priorities and stick to them. This isn't anything new. It's just that one of the larger government agencies happens to be going through the process.

That's how you get funky comments like an audit of cost overruns will show that an agency needs more money.

Now, credit must be given where it is due. A DOT official stood accountable before the Wisconsin County Highway Association convention in Appleton. The DOT has had to make budget cuts. Roadside mowing has decreased. The agency is getting part of the message that we have to do more with less in Wisconsin.

But it is hard to have confidence in an agency that played a role in the ridiculous situation on Highways 41and 10 north of Oshkosh.

Drivers can't go north on 41 from eastbound 10. Almost as bad is that drivers on 41 north cannot access Highway 10 west. It is almost beyond belief to think that a project with a major cost overrun neglected this.

Also, the community of Butte des Morts also will continue to have a hard time now that U.S. 45 bypasses it.

A lot has to happen for this agency to ask its future messages to be believed. Its recent pleas for sympathy in the face of cost overruns locally seem more of a cover than a conversion.

Then again, these bumps in the process often are part of a conversion process in the long run. That may be about the only way to make sense of a situation that locally has produced a lot of mistrust and confusion.

**The Final Thought:** Wisconsin's transportation department needs to work harder if it wants to gain the confidence of local taxpayers.

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### Asbjornson, Karen

From:

Leonard Sobczak [isobczak@eastmore.com]

Sent:

Monday, February 09, 2004 3:46 PM

To:

sen.roessler@legis.state.wi.us; rep.jeskewitz@legis.state.wi.us;

sen.cowles@legis.state.wi.us; sen.darling@legis.state.wi.us; sen.plale@legis.state.wi.us; sen.lassa@legis.state.wi.us; rep.kerkman@legis.state.wi.us; rep.kaufert@legis.state.wi.us;

rep.cullen@legis.state.wi.us; rep.pocan@legis.state.wi.us

Subject:

Thoughts from a citizen member of the TPC

This is to follow up on my testimony the other day at the hearing.

I recommended increasing the power of the TPC in the following ways: Remove the ability for the legislature to override recommendations by the TPC. The check and balance function that this Commission was designed play is being subverted if the legislature can override us. Require the TPC's review and approval of cost increases on highway projects.

By giving us this power, you can remove some of the political agenda behind approval of some these unneeded projects.

In addition, I pointed out 6 projects that were approved by the legislature against the recommendations of the TPC and DOT not to build them. There should be a moratorium called on all of these projects until a review is performed to determine why these projects were approved.

Regarding your concern about the dispostion of the firms whose owners are convicted in the price fixing indictment. I want to remind you that this is about business, competition and the marketplace. There are many competent contractors out there who would love the opportunity to build highways. They'd step into the shoes of these company owners, buy the companies, hire the employees, buy the equipment and go into business.

Let the marketplace work in this situation.

Leonard Sobczak

# Asbjornson, Karen

From: Ward Lyles [ward@1kfriends.org]

**Sent:** Monday, February 09, 2004 10:54 AM

To: Ward Lyles

Subject: 1000 Friends of Wisconsin Introduces its "Wisconsin Ideas" Series of Land Use and Transportation Issue Papers

Dear Legislator,

provide analysis of a land use or transportation policy issue and discuss possible policy changes. 1000 Friends of Wisconsin is pleased to annouce a new series of Land Use and Transportation Issue Papers called "Wisconsin Ideas." These monthly issue papers will

The first paper in this series focuses on the need for a Fix-it-First policy emphasizing the need to fund the maintenance and repair of our existing roads and highways before funding highway expansion. The paper outlines why the preservation of our existing highways is so important and uses Wisconsin Department of Transportation budget figures to show that the state's spending priorities have been misguided over the last fifteen years. It also provides background information regarding movements towards Fix-it-First policies in other states, as well as a review of policy options here in Wisconsin.

Please feel free to contact Ward Lyles, Transportation Policy Director, at 608-663-1097 with any questions.

### Ward Lyles

Transportation Policy Director 1000 Friends of Wisconsin 16 North Carroll Street Suite 810 Madison, WI 53703 608-663-1097



Land Use and Transportation

### Fix it First

Perfecting the Places We Live to Protect the Places We Don't

Idea Background

"Fix-it-First" is a concept with wide applicability. Simply put, Fix-it-First means making reinvestment in what already exists the top priority. Expansion, growth, and new purchases come only after existing infrastructure has been taken care of properly.

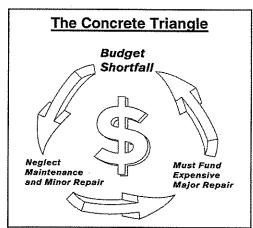
When it comes to roads and highways, Fix-it-First means making sure that maintenance and repair are adequately funded before funding expansion. Regular maintenance such as filling potholes, applying protective coatings, and snowplowing all ensure a longer lifespan for roads. Similarly, regular repair, more intensive resurfacing, reconditioning, or reconstruction of a roadway ensure that little problems that can be handled in a cost-effective manner are not neglected and allowed to become expensive major projects. Each year, the State of Wisconsin invests more than \$1 billion in our state highways alone – it makes sense to take care of those investments.

### Preservation

Well-maintained roads are essential for safe, efficient transportation, for both automobiles and public transit. Potholes, cracks in the roads, and frost heaves all contribute to less safe driving conditions and exact a significant financial toll on auto-users. (In neighboring Michigan it is estimated that motorists pay \$300 million per year for car repair resulting from poor road conditions.)

A Fix-it-First road policy would ensure that we protect past investments in roads, which is the responsibility of the Wisconsin Department of Transportation (WisDOT.) It would also help reduce the long-term costs of repair by slowing the deterioration of existing roads.

One danger of not implementing a Fix-it-First policy is the 'Concrete Triangle.' Major repair is more expensive than minor repair, which is more expensive than maintenance. Yet, once the need arises, major repair on highway 'A' cannot be neglected because of safety concerns. Therefore, minor repair and maintenance on highway 'B' are then neglected because of a limited budget. This leads to the need for major repair on highway 'B' in the future. When the next budget cycle comes around, we are back in the situation we started with, except highway 'B' gets major repair and the maintenance and repair of highway 'A' is neglected.



This cycle need not occur because the lifespans of roads and the schedules for maintenance and repair are well documented and predictable. Therefore, it should be easy to systematize funding so that there is always money available at the right time for scheduled repair. For example, Wisconsin Department of Transportation schedules indicate that the original pavement of a concrete road will last 24-30 years, followed by 10-15 years of 'patching' and 'grinding,' followed by 18 years of resurfacing



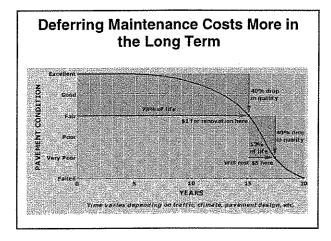
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before a full reconstruction. (Similar figures are available for asphalt roads.)

Repair needs increase substantially as a road ages. However, if preventive maintenance measures, such as applying protective coatings and patching cracks and holes, are not taken, then water reaches the foundation of the road, weakening the structure, and shortening the time before more expensive repair or full reconstruction work is needed. Every \$1.00 of early maintenance that is postponed leads to repairs that cost \$4.00 to \$5.00.



(Source: STPP Transportation Decoder #9; also Transportation Development Association of Wisconsin)

### Wisconsin

As long as WisDOT knows when a road was built, or when the last repair was done, it can predict when the next stage of repair or reconstruction will be necessary. There is no excuse for not having the funding set aside to meet these anticipated repair schedules. Yet, a look at Wisconsin's state highway spending over

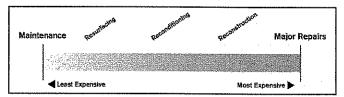
the last 15 years indicates this is just what is happening.

Before one can understand the numbers, however, WisDOT's terminology needs to be explained. The Wisconsin Department of Transportation uses a vocabulary for classifying its spending on highway projects that is confusing.

The key terms are Maintenance, Major Highway Projects and Rehabilitation. Conceptually, highway work falls within a spectrum, ranging from Maintenance, which is generally the least complicated and least costly, to Major Highway Projects, which are the most complicated and most expensive.

Rehabilitation, which falls in middle of the spectrum, is sub-classified into the 3 R's: Resurfacing, Reconditioning, and Reconstruction. Resurfacing projects are generally the least complicated and expensive, followed by Reconditioning projects, with Reconstruction projects the most complicated and expensive.

### **Spectrum of Highway Work**



The major problem with WisDOT's system of project classification is that it does not delineate clearly enough the difference between projects that involve maintenance and repair of existing roads and highways and those projects that involve road and highway expansion. It is important to note that the distinction between Reconstruction projects and Major Highway



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Projects is a combined fiscal and project length threshold – not repair versus expansion.

Even when taking WisDOT's own language at face value, its spending over the last fifteen years has disproportionately focused on expansion projects. In 2003, WisDOT spent 28% of its budget on the Major Highway Projects program, which includes many of the most costly expansion projects, and debt service on revenue bonds to pay for Major Highway Projects.

In the period from 1988 to 2003, WisDOT spending on Major Highway Projects has increased 101%, and spending on debt service to pay for prior Major Highway Projects has increased 360%. Meanwhile, spending on Rehabilitation has increased 40% (less than both the State Highways Budget and WisDOT's overall budget), and spending on Maintenance has actually decreased 3%. These spending patterns indicate that Wisconsin is caught in the concrete triangle – paying more and more for its road system because maintenance and repair are neglected.

Analysis of Federal Highway
Administration data published in 2003 by the
Surface Transportation Policy Project (STPP)
indicates that in 1994, 59.1% of Wisconsin's
roads were not in 'good' condition. In 2001, that
percentage was 42.5%. While this decrease
signifies an improvement in road quality, it also
means that more than 40% of our roads are still
not in 'good' condition. The study also found that
more than 75% of Wisconsin's urban and
suburban roads are not in 'good' condition.

### Other States

Other states are already implementing Fix-it-First policies, notably Michigan, Massachusetts, and New Jersey. These

advances have been made by Democratic and Republican governors.

With the poor condition of its roads a major public concern, in 1997 Michigan's Department of Transportation pledged to bring 90% of all roads into 'good or fair' condition by 2007. Michigan has some of the worst road conditions in the entire country - as much as 65% of its roads were not in 'good' condition in 2001 and the amount of roads not in 'good' condition actually increased between 1994 and 2001. (After making that pledge, however, the former administration and Michigan DOT dropped the word 'fair' and changed its definition of 'good' by diluting it and making the life expectancy of a 'good' road just 3 years - meaning that 'good' roads will actually be in need of repair soon after the deadline.)

With the inauguration of Governor Jennifer Granholm in 2003, Michigan appears poised to keep its promise on maintenance and repair needs. The Michigan DOT announced a 'Preserve First' program in April 2003. Governor Granholm remarked, "During these tight budgetary times, we must focus our efforts on fixing our existing infrastructure before we look at expanding our transportation system." As a result of its 'Preserve First' focus, the Michigan DOT revised its 5 Year Road and Bridge Program and provided a detailed list of expansion projects that would be deferred until 90% of the state's roads are in 'good' condition.

In January 2003, Massachusetts
Governor Mitt Romney implemented a 'Fix-it-First'
policy that gives priority to the repair of existing
streets, roads and bridges. (This policy was
coupled with a 'Community-Friendly Solutions'
policy that focuses on community sensitive
project design.) The stated purposes of the



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policies are to: "prevent sprawl; recognize all the Commonwealth's citizens and communities as its transportation agencies' customers; avoid the costs associated with unnecessary road widenings and the conflicts they entail, and thereby use available funding to complete more projects in more communities and to produce more construction jobs; and, provide enhanced mobility for sustainable transportation modes (walking, bicycling, and public transportation.)"

In early 2003, New Jersey Governor James McGreevey also enacted a 'Fix-it-First' policy, citing the need to focus "on improving aging bridges and rehabilitating highways, rail and aviation systems first, instead of pursuing an expansion policy."

**Policy Options** 

A 'Fix-it-First' policy is fairly simple. The Legislature and Governor simply require the Department of Transportation to prioritize maintenance and repair work before funding expansion work so that all state roads are in good condition. Roads in good condition should have smooth, safe surfaces for automobiles and -where applicable - accommodations for pedestrians and bicyclists, as well as sensitivity to the surrounding communities and natural environments.

A Fix-it-First policy would be complemented by several related policies. First, in addition to its current categorization of state highway projects, WisDOT should be required to specifically track projects based on maintenance, repair and new capacity criteria for all of its state highway projects. (This tracking could be used as a model for local governments, as well.) A second policy change related to this should be a

review of WisDOT's terminology for road projects – possibly resulting in a revision that makes the project classifications more accessible to the public.

It would also be useful to have a comprehensive review of all scheduled and/or planned highway projects that include widening or expansion to determine a cost-benefit priority list that analyzes the cost of expansion versus the potential repairs that are lost elsewhere.

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### Asbjornson, Karen

From:

Kelly, Jessica

Sent:

Monday, February 09, 2004 12:02 PM

To:

Asbjornson, Karen

Subject:

Cowles' LRB 4069/1

Karen - how does this legislation compare with what you guys are doing with the TPC? I just spoke to Randy Romanski this morning who stated that you had a draft....

We're just wondering what's going on.

Thanks.

### Jessica Ford Kelly

Office of Senator Julie Lassa State Capitol, 3-South P.O. Box 7882 Madison, WI 53707-7882 608-266-3123 (Madison) 1-800-925-7491 (Toll Free) 608-267-6797 (Facsimile)

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### SONICO

MEMAR STORY EMPRINT STORY

Halt highway spending abuses

9:47 PM 2/14/04

The Legislature should make it a top priority to close the holes that have been allowing the state's major highway program to waste hundreds of millions of dollars. < A bill to improve legislative oversight of highway project costs is a good start. But lawmakers complete a thorough overhaul of what has been an outrageously uncontrolled spending shouldn't stop until they have summoned the courage to stand up to road builders and process. <

projects and further discovered that the Transportation Department had rejected independent highway spending over the previous several years. That review provided ironclad proof that recommendations issued by the Legislative Audit Bureau, which last year reviewed state reform is needed. The auditors found cost overruns of \$20 million or more each on seven Legislation prepared at the request of Sen. Robert Cowles, R-Allouez, follows several advice that would have saved \$382 million on 21 projects. <

The review also found that in the midst of the cost overruns and waste the Legislature added to the spending spree by approving road-building projects that the state Transportation Department didn't even plan to do. < Moreover, the review found that as the number of highway projects grows, the time between project approval and completion has grown to an average of 12 years. Consequently, during the long lag time, inflation drives up costs, compounding the problem. <

federal prosecutors have subsequently discovered evidence of bid-rigging on as many as 30 As if that weren't reason enough to adopt reforms, Transportation Department officials and contracts for highway projects. <

in unvarnished English, it's a mess that lawmakers need to clean up. <

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thousands of people, and they keep our highways in good repair and updated to handle traffic Clearly, highway construction and repair is important to Wisconsin. Road builders employ volume. But that's no excuse for waste and fraud. <

registration charges and other fees that go into the fund that pays for major highway projects. The victims of uncontrolled highway spending are Wisconsin drivers who pay the vehicle They deserve better. <

The Legislature's Joint Audit Committee hearings on highway spending are likely to yield ideas for improvement. But some conclusions are already clear. <

unnecessary costs. Value engineering, encouraged by the Federal Highway Administration, involves submitting projects to team review to find ways to accomplish results as cost-The state needs to make better use of a process called value engineering to eliminate effectively as possible. <

Accounting procedures need to be improved to allow better tracking of spending on real estate, engineering, relocation and other environment-related costs. <

supplemented by updates on any changes in the design and scope of projects so that projects Detailed annual reports on spending for all major highway projects should be sent to the state Transportation Projects Commission and the Legislature for review. The reports should be cannot expand substantially without additional scrutiny. <

Transportation Secretary Frank Busalacchi has noted that most of the problems uncovered by dissuade the Legislature from putting new controls into law. Reform should be implemented the Legislative Audit Bureau occurred under previous administrations. But that should not before the public is fleeced further.

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### WISCONSIN STATE LEGISLATURE

### Joint Audit Committee

Committee Co-Chairs: State Senator Carol Roessler State Representative Suzanne Jeskewitz

February 19, 2004

Mr. Frank Busalacchi, Secretary Department of Transportation 4802 Sheboygan Avenue Madison, Wisconsin 53707

Dear Mr. Busalacchi:

On behalf of the members of the Joint Legislative Audit Committee, please accept our thanks for your participation in the January 26<sup>th</sup> public hearing held on the Legislative Audit Bureau's evaluation of the Major Highway Program (report 03-13). The testimony offered by you and your staff was informative and reflected an open and dedicated commitment to work cooperatively to improve the management of this program vital to Wisconsin. We look forward to working closely with you in the weeks and months ahead.

The Legislative Audit Bureau recommended that the Department report to the Committee by February 2, 2004, concerning the amount of savings expected as a result of the 2002 value engineering study. We acknowledge receipt of this report and will be reviewing it closely in the weeks ahead. As we consider appropriate follow-up steps, we ask that you testify before the Committee again in June 2004 to discuss the value engineering study and the implementation status of other recommendations from the Legislative Audit Bureau report, as well as to respond to additional follow-up questions.

We also ask that you consider the testimony and questions raised by committee members and others at the January hearing in preparing for your June testimony. For example, Representative John Ainsworth raised concerns about the length of time devoted to local informational hearings before project enumeration and suggested that a prolonged period of speculation about a potential highway project creates uncertainties for adjoining landowners regarding future land use decisions. Representative Ainsworth also suggested that the Department should consider listing excess properties with local realtors in order to expedite sales more quickly. How does the Department plan to address these concerns?

As you know, in response to the testimony received in January, we plan to introduce legislation that would strengthen the role of the Transportation Projects Commission in providing oversight and ensuring greater accountability over the Major Highway Program. On February 26th, we anticipate that the Joint Legislative Audit Committee will hold a hearing on the bill drafts in Room 411 South of the State Capitol at 8:30 a.m. We look forward to continuing our close working

relationship with you and your staff on the details of this legislative proposal and thank you, in advance, for the testimony the Department will offer the Committee on February 26th.

Thank you for your cooperation and assistance.

Sincerely,

Carel Received

Senator Carol A. Roessler, Co-chair Joint Legislative Audit Committee

cc:

Senator Robert Cowles Senator Alberta Darling Senator Jeffrey Plale Senator Julie Lassa

Representative John Ainsworth

Janice Mueller, State Auditor

Representative Suzanno Jeskewitz, Co-chair Joint Legislative Audit Committee

Representative Samantha Kerkman Representative Dean Kaufert Representative David Cullen Representative Mark Pocan

### Asbjornson, Karen

From:

Tom [twalker@wtba.org]

Sent:

Thursday, February 19, 2004 6:20 PM

To: Subject: Sen.roessler@legis.state.wi.us FW: TPC Reform Legislation



TPC. Information Available on ...

----Original Message----

From: Tom Walker [mailto:twalker@wtba.org] Sent: Thursday, February 19, 2004 6:18 PM

To: 'Sen.'

Cc: 'Bill Mc Coshen': 'Eric Petersen (eric.petersen@capitolconsultants.net)'

Subject: TPC Reform Legislation

Senator,

Let me start by again thanking you for offering an opportunity to work with you to make a few improvements to the outstanding proposal you are putting together.

I will limit my suggestion to three issues:

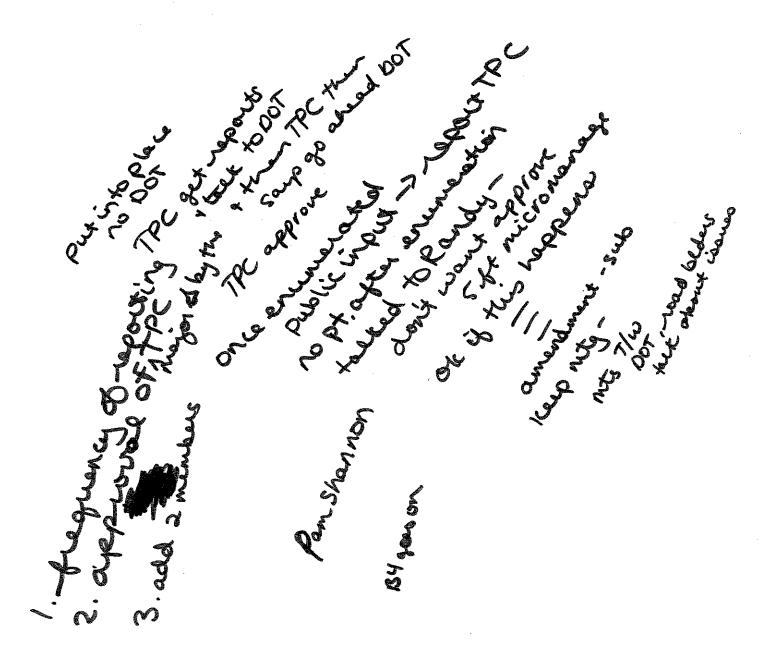
- 1. RE. Increased reporting, I believe that an annual leport will best disclose significant changes in project concepts and costs. Change happens slowly over time; providing the TPC with a report that visualizes those changes and the reasons for them is best captured with reasonable point to point comparisons that show real change. While quarterly or semi-annual reports are feasible, they are more likely to provide a series of snapsnots at a detail the Commission might not find nearly as useful as regular, more comprehensive reports. Quarterly reports would require staff to be working almost continuously on the next report, with some probable loss in the quality of communication. DOT does not have the staff today even to deliver the approved program. You might also consider changing the language applying the requirement from "each project approved by the Commission" to "each project brought by the Department to the TPC." This will provide assurance that reports cover projects from the beginning, and not just when they are enumerated. This is the point in the process where most design decisions occur.
- 2. RE. TPC review of the actual FEIS or FEA document. These documents are massive; very few people actually read them. Will TPC members really want to review them and discuss them? You could not even fit them onto the table where meetings are held. What seemed to make sense at the hearing is that enumeration should not take place without a final

EIS or EA, so that the costs reported in the point above are a more accurate basis for projecting final project costs.

3. Attached is an issue we drafted that assures easy public access to official documents sent to the Commission, such as regular reports. It also assures public access to materials that will be discussed at TPC meetings, in advance of the actual meeting. This should improve decision-making, stimulate consensus, and reduce the incentive for the Legislature to enumerate projects without TPC approval.

Again, thanks for the opportunity to comment.

Tom Walker



### **Information Available on the Internet**

### **Section 7.** 13.489(5) of the statutes is created to read:

13.489(5). The Department of transportation shall maintain on the internet and allow for public access to the following information, within the prescribed timelines:

(a). Any report prepared by the department of transportation for the commission. Any report shall be available on the internet within 5 business days of completion of the

report and transmittal to the Commission.

(b). Any materials or documents prepared by the department of transportation for use at a meeting of the commission. Any materials or documents prepared for a meeting of the commission must be available to the public on the internet at least 5 business days prior to the meeting.

(c). Any other information prescribed by the commission. This information must be available to the public on the internet within the time prescribed by the commission.

- 1) Making information available on the Internet. Section 7. 13.489(5) of the statutes is created to read:
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- (c). Any other information prescribed by the commission. This information must be available to the public on the internet within the time prescribed by the commission.
- 2) Add language similar to language in 4145/2 (and 4144/2) draft, page 3, starting on line 15 for approval of design changes. If the DOT wants to make any of the below design changes, they must first submit a report to the TPC identifying the desired design changes and get their approval before any of these changes can be implemented.
  - Upgrade from highway to expressway to freeway
    - At-grade intersections to interchanges
- Changing from 2-lanes to 4-lanes
- 3) Change the frequency of reporting from quarterly to annually, or as needed. As needed would apply when a design change is requested.

### Asbjornson, Karen

From:

Tom Walker [twalker@wtba.org]

Sent:

Thursday, February 26, 2004 9:30 AM

To: Cc: 'Asbjornson, Karen' Bill Mc Coshen

Subject:

RE: TPC Reform Legislation

Thanks for sharing this with us. I apologize for not getting back sooner. I was in Washington until late last night.

I really appreciate the Senator's adding #1 and #3. Works perfectly.

However, I do have real concerns with where this bill is going in #2. From my perspective, the Commission's sole statutory role is to select which projects that meet the statutory definition of a major project can be constructed.

### I see three concerns:

- 1. This bill would extend oversight to SE Freeway Projects which are statutorily exempt from the TPC process. Many SE WI Freeway projects are small and typically 3R projects funded in the rest of WI through the STH Rehabilitation appropriation. Expansion projects are integral to and typically only 20% of full reconstruction of a corridor.
- 2. This added section would require TPC approval for specified design changes. This is the first step toward independent approval of DOT's project management choices, making them only recommendations. Where this has occurred in other states, it has been a major problem. Citizens and interest groups will use the TPC to try to override DOT. The Department works hard to find community consensus, and meet all federal and state environmental restraints. By the time the Commission might see a request to approve the design change, a broad consensus on what to do will have evolved, and approval received by other state and federal agencies with jurisdiction. DOT must have that flexibility to bring a project to closure.

In my view, the key value of this bill is to require regular disclosure of project costs and an explanation for those changes. That alone will focus DOT on making sure those changes are really needed and appropriate. I am quite confident that the TPC and Legislators will be reassured when they see the details as they are evolving, rather than sticker shock at the end of the process. It will also tell you something about emerging cost drivers, which might be correctable.

Finally, I wanted to let the Senator know that I get the sense that DOT is concerned with the added commission membership. We want to avoid inadvertently setting up a poison pill In the bill.

Again, thanks for letting me offer some comments.

### Tom Walker

----Original Message----

From: Asbjornson, Karen [mailto:Karen.Asbjornson@legis.state.wi.us]

Sent: Wednesday, February 25, 2004 9:55 AM

To: 'Tom'; Bill McCoshen (É-mail) Subject: RE: TPC Reform Legislation

Hi Tom and Bill,

Carol asked me to forward to you the changes to SB 478 that are currently being drafted.

Due to the short time frame and the inability for everyone to meet to discuss this prior to Thursday's hearing, the drafter is being asked to draft the following changes:

- 1) Making information available on the Internet. Section 7. 13.489(5) of the statutes is created to read:
- 13.489(5). The Department of transportation shall maintain on the internet and allow for public access to the following information, within the prescribed timelines:
- (a). Any report prepared by the department of transportation for the commission. Any report shall be available on the internet within 5 business days of completion of the report and transmittal to the Commission.
- (b). Any materials or documents prepared by the department of transportation for use at a meeting of the commission. Any materials or documents prepared for a meeting of the commission must be available to the public on the internet at least 5 business days prior to the meeting.
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  - At-grade intersections to interchanges
    - Changing from 2-lanes to 4-lanes

 3) Change the frequency of reporting from quarterly to annually, or as needed. As needed would apply when a design change is requested.

Karen Asbjornson
Office of Senator Carol Roessler
(608) 266-5300/1-888-736-8720 Karen.Asbjornson@legis.state.wi.us

----Original Message----

From: Tom [mailto:twalker@wtba.org]

Sent: Thursday, February 19, 2004 6:20 PM

To: Sen.roessler@legis.state.wi.us Subject: FW: TPC Reform Legislation

----Original Message----

From: Tom Walker [mailto:twalker@wtba.org] Sent: Thursday, February 19, 2004 6:18 PM

To: 'Sen.'

Cc: 'Bill Mc Coshen'; 'Eric Petersen (eric.petersen@capitolconsultants.net)'

Subject: TPC Reform Legislation

### Senator,

Let me start by again thanking you for offering an opportunity to work with you to make a few improvements to the outstanding proposal you are putting together.

I will limit my suggestion to three issues:

1. RE. Increased reporting, I believe that an annual report will best disclose significant changes in project concepts and costs. Change happens slowly over time; providing the TPC with a report that visualizes those changes and the reasons for them is best captured with reasonable point to point comparisons that show real change. While quarterly or semi-annual reports are feasible, they are more likely to provide a series of snapshots at a detail the Commission might not find nearly as useful as regular, more comprehensive reports. Quarterly reports would require staff to be working almost continuously on the next report, with some probable loss in the quality of communication. DOT does not have the staff today even to deliver the approved program. You might also consider changing the language applying the requirement from "each project approved by the Commission" to "each project brought by the Department to the TPC." This will provide assurance that reports cover projects from the beginning, and not just when they are

enumerated. This is the point in the process where most design decisions occur.

- 2. RE. TPC review of the actual FEIS or FEA document. These documents are massive; very few people actually read them. Will TPC members really want to review them and discuss them? You could not even fit them onto the table where meetings are held. What seemed to make sense at the hearing is that enumeration should not take place without a final EIS or EA, so that the costs reported in the point above are a more accurate basis for projecting final project costs.
- 3. Attached is an issue we drafted that assures easy public access to official documents sent to the Commission, such as regular reports. It also assures public access to materials that will be discussed at TPC meetings, in advance of the actual meeting. This should improve decision-making, stimulate consensus, and reduce the incentive for the Legislature to enumerate projects without TPC approval.

Again, thanks for the opportunity to comment.

Tom Walker



### WISCONSIN STATE LEGISLATURE

### Joint Audit Committee

Committee Co-Chairs:
State Senator Carol Roessler
State Representative Suzanne Jeskewitz

### FOR IMMEDIATE RELEASE

February 26, 2004

For further information, contact:

Sen. Carol Roessler

(608) 266-5300

Rep. Suzanne Jeskewitz

(608) 266-3796

### Roessler-Jeskewitz Introduce DOT Major Highways Legislation Joint Legislative Audit Committee passes the bills

In response to the findings and recommendations presented in the Legislative Audit Bureau's evaluation of the Department of Transportation's (DOT) *Major Highway Program* (report 03-13), and reflective of testimony offered before the Joint Legislative Audit Committee in a public hearing on January 26, 2004, co-chairpersons Senator Carol Roessler (R-Oshkosh) and Representative Suzanne Jeskewitz (R- Menomonee Falls) introduced legislation that would increase involvement and oversight in managing major highway program expenditures. The legislation makes procedural and process changes to the operations of the Transportation Projects Commission (TPC). The identical co-chair bills were heard and unanimously (9-0) approved as amended in the Joint Legislative Audit Committee today.

"Given the audit findings and testimony on the major highways program, we concur that we need more than just reporting requirements from DOT, we need to give the TPC better approval authority on major highway project expenditure and major design changes," said Roessler. "Changing the process to require the TPC receipt of the final environmental statement or assessment for major highway projects ensures full disclosure of costs for the TPC enumeration."

"Major design changes need to be reported and reviewed by the TPC since changes in the project scope add costs that must be analyzed and approved," said Jeskewitz. "We must have accountability for these high cost overruns on transportation projects."

Roessler went on to say, "A change management system is something the current DOT administration has implemented for the Southeast Wisconsin freeway project. We want this system in place so that a team of people can provide fiscal and management oversight for all major highway projects."

Jeskewitz added, "Taking the politics out of the enumeration of major highway projects by prohibiting the legislature from approving projects without TPC approval is crucial."

The legislation makes the following changes:

- 1. **TPC approval**: the Transportation Projects Commission may not enumerate a major highway project until it has received the final environmental impact statement or environmental assessment.
- 2. Creation of a Change Management System: This system will include a review of changes in project cost, design, and timeline by senior officials in the Department.
- 3. DOT Reports to TPC: DOT will report on a semi-annual basis to the Transportation Projects Commission on the activities of the Department's change management system relating to major highway projects and other projects in Southeast Wisconsin.
- **4. Project enumeration:** Prohibits the legislature from enumerating major highway projects. Only the Transportation Projects Commission shall have statutory authority to enumerate a major highway project.
- **5. TPC Membership**: Increase the membership of the Transportation Projects Commission by two legislative members.
- **6. Approval of certain design changes:** TPC would have a 14 day passive review, similar to the Joint Finance Committee review, of certain changes such as upgrading from freeway to expressway, increasing the number of traffic lanes, at-grade intersection to an interchange, or interchange to accommodate higher-speed traffic.
- 7. Availability of Reports to Public: Requires DOT to make certain information and reports given to the TPC available on the internet following the TPC meetings.

The two companion bills as amended, Senate Bill 478 and Assembly Bill 893, passed the Joint Legislative Audit Committee and will be available for scheduling in both the Assembly and Senate.

###

### Asbjornson, Karen

From:

Klein, Rose

Sent:

Friday, February 27, 2004 8:26 AM

To:

Matthews, Pam; Asbjornson, Karen; Shannon, Pam

Subject:

Updated Language for Majors/SE Oversight Legislation

I am forwarding the following e-mail on behalf of Randy Romanski.

----Original Message----From: Wolfgram, Mark To: Romanski, Randy

Cc: Klein, Rose

Sent: 2/26/04 6:06 PM

Subject: Updated Language for Majors/SE Oversight Legislation

Here is what we suggest as changes to the proposed legislation and the amendment (Assembly versions, which I assume are identical to the Senate versions):

Issue: TPC review of the FEIS/EA before a project can be enumerated Objective: Allow enumeration to proceed as long as the TPC has received the FEIS/EA, which are often hundreds of pages long. Proposal:

Drop the words "and reviewed" from AB 893's proposed language for 13.489(4)(a)1.a. and 13.489(4)(a)1.b.

In both cases the amended language would become "......and the commission has received a final environmental impact statement or environmental assessment for the project approved by the federal highway administration."

Issue: TPC reports on SE projects and Change management requirements for SE projects

Objective: Focus extra steps/reporting on pavement, bridge and interchange reconstruction projects, eliminating requirements for resurfacing and reconditioning projects.

Proposal:

Change the word "rehabilitation" to "reconstruction" in AB 893's proposed language for 13.489(5)(a)1. and 85.052

The last portion of 13.489(5)(a)1. would become ".....and of each southeast Wisconsin freeway reconstruction project under s. 84.014."

The last portion of 85.052 would become ".....and all southeast Wisconsin freeway reconstruction projects funded from any appropriation specified in s. 84.014(2)."

Issue: Expressway language in LRB 2408/1 proposal for 13.489(2m) Proposal: After further thought, there is no confusion caused by the proposed language, the only recommendation is to remove the words "from a highway".

Relevant portions of 13.489)2m) would read ".....changes that involve upgrading any portion of the project to a freeway or expressway......" The committee had intended to make this change already.

One other item of concern that the committee was to provide language on and we should watch for:

The provision of TPC meeting materials on the internet BEFORE the meeting......we all agreed it would be after the meeting.

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608/266-3581 608/266-7186 FAX:

3/1/04 #59

FOR INFORMATION CONTACT: Peg Schmitt, (608)266-7744

peg.schmitt@dot.state.wi.us

### STATE TAKES ACTION ON TWO SUSPENDED COMPANIES Streu Construction Company debarred; Streu-Gulseth released from suspension

The Wisconsin Department of Transportation (WisDOT) today took action on two companies that were suspended after their principle owners were implicated in alleged bid rigging activities.

WisDOT announced the immediate debarment of Streu Construction Company, Manitowoc. The debarment means the company may not enter into any contracts with the state as a prime contractor. An agreement will allow the company to participate as a subcontractor only after it makes changes to its management and financial structure.

WisDOT lifted the suspension of Streu-Gulseth Construction Company, Manitowoc. That action means the department may consent to subcontracts with the company and the company, as reorganized, may attempt to be pre-qualified as a prime contractor contingent on changes to its management and financial structure. WisDOT noted that Streu-Gulseth was not named in federal complaints filed by the U.S. Attorney's Office, but the company was suspended because of its links to Streu Construction Company and owners Ernest J. and John R. Streu.

Ernest and John Streu remain suspended indefinitely. WisDOT's agreements with Streu and Streu-Gulseth prohibit either individual from having any primary management or supervisory responsibilities with the companies or any reorganized companies or other entities that do business with WisDOT.

WisDOT Secretary Frank Busalacchi said the actions provide current Streu and Streu-Gulseth employees the opportunity to continue employment in the Manitowoc area and help ensure an adequate labor and work capacity is available to handle the concrete paving services needed for state highway, bridge and airport projects.

"We understand how important good-paying jobs are to communities in the eastern part of the state," Busalacchi said. "But, our first obligation is to take the appropriate actions to ensure the integrity of the bid process and get the most competitive prices for the state of Wisconsin."

Legal agreements lay out specific actions each company must take. The agreement with Streu Construction Company requires the company or its assets to be sold by April 1, 2005. Once the sale is complete, the newly formed company could submit a request to be pre-qualified to submit bids as a prime contractor. The company will pay WisDOT \$25,000 for the cost of administering the agreement.

Streu-Gulseth must also reorganize under new management and sell the company or its assets by April 1, 2005.

Busalacchi said the actions came after a careful consideration of all the facts and a thorough review of each company's response to the department's notice of intent to suspend issued on January 15, 2004. "Our review and agreements meet all legal requirements and are consistent with established department policies," he said.

The state is continuing to cooperate with federal authorities in its investigation. The agreements do not impact the progress of federal actions or the ability of WisDOT to obtain payments of restitution or other damages attributed to the alleged bid rigging or false claims.

WisDOT made no change to the continuing suspension of Vinton Construction Company, Manitowoc, but is continuing to meet with company representatives. WisDOT will not allow Vinton Construction Company or James J. or Michael J. Maples to perform any new contract or subcontract work since they were suspended.

###

NOTE: This document can be viewed on the Internet at: http://www.dot.wisconsin.gov/news



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### Local News

SHATTER!

## in George investigation

(Published Tuesday, February 17, 2004 09:10:05 AM CST)

### Associated Press

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GazetteExtra

C The Web

MADISON, Wis. -- The state Department of Transportation has who is cooperating with federal authorities in an investigation of alleged kickbacks made to former state Sen. Gary George. canceled a \$510,000-a-year consulting contract with a man

V. Bowles that the contract to help minority businesses under which his brother, John, had worked would be terminated.

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FEATURED ADVERTISER

Richard Bowles' company, Progressive Training Consultants of company, Milwaukee First, served as a subconsultant on the Milwaukee, was the prime contractor, while John Bowles'

The DOT has awarded the brothers a series of contracts during the last seven years worth \$3 million to help minority businesses compete for government contracts.

impossible to tell whether the work done by the two resulted in businesses or their ability to compete for state DOT contracts. any increase in the number of minority- and women-owned But a review completed late last week concluded it was

The DOT review released Monday said the agency did not follow its own policies in managing the contract, including repeatedly

# DOT cancels consulting contract with man

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Transportation Secretary Frank Busalacchi has notified Richard







extending contracts without the DOT secretary's approval.

Busalacchi ordered the review Dec. 11 after federal grand jury indictments against George said John Bowles acknowledged paying the senator up to \$120,000 to obtain unspecified state business.

George has pleaded guilty to one of the five counts and has agreed to cooperate in exchange for no more than five years in prison and a \$250,000 fine.

Bowles has not been charged and has been described as cooperating with the investigation by U.S. Attorney Steven Biskupic in Milwaukee.

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The attached paper summarizes some of the issues we discussed yesterday, provides justifications, and suggests statutory language.

I hope this is helpful.

Please tell Rep. Jeskewitz how much we appreciate her taking the time to meet with us in these hectic final session days. You input to that discussion was also quite helpful.

If you have any questions, please do not hesitate to call. I can best be reached today on my cell: 209-1000.

Tom Walker
Executive Director
Wisconsin Transportation Builders Association
256-6891

Wisconsin Transportation Builders Association
Connecting Wisconsin to the World"

1 S. Pinckney Street Suite 818 Madison, WI 53703

608.256.6891 voice 608,256.1670 fax

info@wtba.org www.wtba.org

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Bill Kennedy Rock Road Companies, Inc.

CitiCapitol Commercial Corp.

**Bob Endres** Parisi Construction Co.

Brian Swenson **HNTB** Corporation

**Executive Director** Tom Walker

Corporate Counsel Patrick Stevens

March 12, 2004

Sen. Carol Roessler 18<sup>th</sup> Senate District P.O. Box 7882 Madison, WI 53707-7882

Dear Senator Roessler:

I wanted to personally thank you for all of the work you did in the recently completed legislative session on Transportation Projects Commission (TPC) reform. The initiatives contained in Assembly Bill 893 address many of the fundamental problems that have frustrated participants of the TPC process over the past decade.

These changes will not only improve the Legislature's oversight role of important state highway investments, but they will also enhance the public's ability to follow and participate in the process.

These improvements to the TPC process would not have been possible without your assistance, for which WTBA is grateful.

Sincerely,

Tom Walker

**Executive Director** 



### WISCONSIN STATE LEGISLATURE

### Joint Audit Committee

Committee Co-Chairs: State Senator Carol Roessler State Representative Suzanne Jeskewitz

### FOR IMMEDIATE RELEASE

March 12, 2004

### For further information, contact:

Rep. Suzanne Jeskewitz

(608) 266-3796

Sen. Carol Roessler

(608) 266-5300

### Major Highway Project Legislation On Its Way to the Governor for Signature

Legislation authored by Joint Legislative Audit Committee co-chairpersons Representative Suzanne Jeskewitz (R- Menomonee Falls) and Senator Carol Roessler (R-Oshkosh) to increase involvement and oversight in managing major highway program expenditures was passed by the Legislature and is on its way to the Governor for signature. The legislation makes procedural and process changes to the operations of the Transportation Projects Commission (TPC).

"We were able to accomplish our goal of making the Major Highway Program more accountable and addressing the unacceptable cost overruns," said Jeskewitz. A key component of Assembly Bill 893 is requiring the Department of Transportation (DOT) to submit a final environmental impact statement before bringing a project forward for approval. This will allow the TPC, and ultimately the Legislature, a better understanding of project scopes and their cost.

Starting with the recommendations contained in the nonpartisan Legislative Audit Bureau's audit of the Major Highway Program, and comments from the public hearing before the Joint Legislative Audit Committee, the two co-chairs worked to draft legislation that was in the best interest of the taxpayer. "Creating a change management system puts in place a professional team for financial and management oversight for all major highway projects," stated Roessler. "The reporting requirements in this bill will make certain the Department and the Legislature more closely scrutinize how taxpayer dollars are being spent on transportation."

Jeskewitz added, "I am so pleased that we were able to take the politics out of the enumeration of major highway projects by prohibiting the Legislature from approving projects without TPC approval."

"As Co-Chairs of the Audit Committee, we are serious about reigning in cost overruns on our major transportation projects," Roessler stated.

The legislation makes the following changes:

1. **TPC approval**: the Transportation Projects Commission may not enumerate a major highway project until it has been notified of federal approval of the final environmental impact statement or environmental assessment.



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Senator Carol A. Roessler Room 8 South State Capitol P.O. Box 7882 Madison, WI 53707-7882

Representative Suzanne Jeskewitz Room 314 North State Capitol P.O. Box 8952 Madison, WI 53708

March 15, 2004

Dear Senator Roessler and Representative Jeskewitz:

On behalf of 1000 Friends of Wisconsin and our more than 2,700 members, I would like to thank you for the wonderful work you have done as Co-Chairs of the Joint Committee on Audits this session, particularly in regards to Major Highway Projects. The audit of that program which your committee commissioned and the passage of the bill you developed as a result of the audit are both strong steps forwards to much needed transportation reform.

We are scheduled to meet within the next few weeks, but in case this letter reaches you first I would like to provide a little background information about us. 1000 Friends of Wisconsin is a not-for-profit organization educating citizens and policy makers about the benefits of responsible land use and a balanced transportation system. In regards to transportation, two of our major goals are a 1) Fix-it-First policy requiring full funding of highway maintenance and repair before funding expansion work and 2) a shift in budget prioritization towards a better balance of local transportation aids, pedestrian, biking, rail, and other modal programs, and state highways.



By immediately taking the findings of the Major Highway Projects audit and introducing strong bills that went beyond the recommendations contained therein, you opted for the tough, commendable path of not just pointing out problems, but putting forth a solution. The fact that Assembly Bill 893 passed both houses of the Legislature speaks to your understanding of the need for fiscal responsibility, transparency in government, and transportation reform. Your actions will increase the public's ability to understand how its tax dollars are being spent on highway expansion, as well as reduce the ability of special interests to manipulate the approval process to irresponsibly spend taxpayer money.

We will encourage the Governor to sign this bill. If he elects to do so, this legislature and the governor, due to your leadership, will have made one of the most significant steps towards transportation reform taken in Wisconsin in recent memory.

We look forward to meeting with you soon and hopefully partnering with you in the future on further measures to build on this good first step.

If you need to contact me, please feel free to do so at 608-259-1000 or ward@1kfriends.org.

Thank you again for all of your efforts.

Sincerely,

Ward Lyles

Transportation Policy Director

Vews

presenting their case to the district attorney Thursday, but Burkee said Police arrested the man Monday on an unrelated warrant during the course of the homicide investigation, Burkee said. Police began it would take two to three days. Special Features:

said Capt. Timothy Burkee.

Letter to Editor

Weather

National Wire

State Wire

Oscar Valadez, 18, of the 1400 block of W. Dakota St. and Marco A. Lorneli, 15, of the 2000 block of 11th St. were killed in the first

























Three others were injured in the shooting. A 16-year-old boy remains shooting shortly after midnight Sunday in the 1900 block of S. 7th St. in critical condition. At 3:15 a.m. Sunday in the 900 block of W. Hayes St., Victor Homero Perea-Mayorga, 33, of the 1100 block of N. 26th St. was killed as he sat in his van.

# Anchoring of WWII cruiser advances

U.S. Navy veterans proposing to anchor a World War II cruiser on Lake Michigan downtown received a boost Thursday from the Milwaukee County Board.

approved exploratory talks involving backers of the proposed floating After extended and sometimes acrimonious debate, supervisors museum and various governmental entities.

show naval officials who are deciding whether to scrap the 716-foot-Although a far cry from final approval, the 19-6 vote gives veterans with the USS Des Moines Historic Naval Ship Project something to ong vessel mothballed at a Philadelphia shipyard.

campaign donations to county officials from contractors while they are ethics move borne of the pension scandal, passing a prohibition on In its final pre-election meeting, the board also approved another competing for county work.

level, should remove any perception that private vendors have to "pay The donation timeout, an unusual provision at the local government to play," said Supervisor Dan Diliberti, the measure's sponsor.

# Bill would tighten road cost controls

In light of an audit that found \$381 million in highway cost overruns, the Legislature has approved a bill to tighten cost controls on major road projects.



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officials and citizens that reviews road plans.











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Transportation Secretary Frank Busalacchi has already implemented Randy Romanski. That's a "change management system" that tracks one of the bill's major requirements, starting with reconstruction of Milwaukee's Marquette Interchange, said his executive assistant, the cost of design changes.

General Classifieds Buy & Sell Tickets Real Estate Personals Contests Rentals Cars

objections of the Transportation Projects Commission, a group of state Suzanne Jeskewitz (R-Menomonee Falls), also would prohibit the The bill, sponsored by Sen. Carol Roessler (R-Oshkosh) and Rep. Legislature from approving major highway projects over the

Gov. Jim Doyle has not decided whether to sign the bill, Doyle spokesman Josh Morby said.

### Troubled building ruled legal

Milwaukee authorities have decided a troubled north side building isn't an illegal halfway house, and the facility's manager is making progress coward fixing building code violations, a city spokesman said Thursday.

After finding more than a dozen residents living in filth, some of them mentally disabled, the Department of Neighborhood Services initially violation of zoning rules and building codes, prompting manager ruled last month that the facility at 4475 N. Hopkins St. was in Charlene Smith to appeal to the Board of Zoning Appeals.

no zoning violations, department spokesman Todd Weiler said. Smith On Thursday, Smith dropped her appeal and a new inspection found also has fixed some of the 49 fire and building code violations that inspectors found, and she has an option to buy the building from owners Joseph and Kathryn Fons, Weiler said.

## Worker sentenced in theft of money

A woman charged last year with taking thousands of dollars from

Divine Savior Holy Angels High School while employed in the school's business office was sentenced Thursday in Milwaukee County Circuit Court.

Betty E. Banse was ordered to serve 30 days in the House of Correction with work-release privileges and three years of probation, according to online court records.

As a condition of her sentence, Banse is forbidden from having any contact with the school. She also must pay \$23,095 in restitution to the school's insurance company.

The court stayed a sentence that would have sent Banse to prison for 15 months and tacked on 15 months of extended supervision after her release.

Banse was convicted of stealing about \$28,000 by improperly using school credit cards. She used the cards to have her nails and hair done at salons in Mequon, to buy movies and CDs at Sam's Club, and to pay her cable television bill.

### Police identify dead in Madison

Madison police Thursday identified three people found dead in an environment with high carbon monoxide levels as Kenneth M. Slavik, 35, Richard R. Rogalla, 28, and Kimberly E. Rogalla, 29.

The three were discovered dead in an apartment and the garage of an adjacent apartment in the 700 block of N. Thompson Drive about 10:40 a.m. Wednesday. An 8-year-old girl was found in the apartment above the garage and taken to a local hospital with injuries that are not life-threatening. The deaths may have occurred late Tuesday or early Wednesday, police said.

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