



August 28, 1995

Los Angeles County
Metropolitan
Transportation
Authority

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TO: MTA BOARD OF DIRECTORS
FROM: STAN PHERNAMBUCO *[Signature]*
SUBJECT: MTA POTENTIAL FINANCIAL EXPOSURE
TO MORRISON-KNUDSEN

DATE OF REQUEST: MARCH 9, 1995

ISSUE

Morrison-Knudsen Corporation has in the last year experienced financial problems and Ex-Officio Member Dahl expressed concern as to MTA's exposure if Morrison-Knudsen could not complete active contracts.

BACKGROUND

Morrison-Knudsen have been active on five contracts totaling \$48,206,597 in the past year. \$35,061,229 of the work has been completed and \$13,145,368 remains to be completed.

<u>PROJECT</u>	<u>CONTRACT</u>	<u>CONTRACT COST.</u>
BLUE LINE/LONG BEACH Replace platform edge to comply with Americans with Disabilities ACT (ADA)	CO600	\$1,203,152 Work complete
	CO150	\$1,433,390 Work complete
GREEN LINE Trackwork	CO600	\$19,544,154 Work complete
Ancillary Construction	CO900	\$4,212,901
		(\$ 233,368 To complete)

<u>PROJECT</u>	<u>CONTRACT</u>	<u>CONTRACT COST</u>
RED LINE - SEGMENTS 2 & 3 Trackwork	B610	\$21,813,000
Wilshire		\$ 8,901,000 Work complete
Vermont/Hollywood		(\$ 9,457,000 To complete)
North Hollywood		(\$ 3,455,000 To complete)

SP:JA:saf