



CALIFORNIA HIGH-SPEED RAIL BOARD RESOLUTION #HSRA 26-02

DFJV Settlement Change Order

Whereas, on December 5, 2013, the Authority Board of Directors authorized the Chief Executive Officer to issue a Request for Qualifications for Construction Package 2-3 (Resolution #HSRA 13-34); on March 11, 2014, the Board authorized the CEO to proceed with a Request for Proposals for CP 2-3 (Resolution #HSRA 14-05), and on January 13, 2015, the Board authorized the CEO to enter into contract with Dragados Flatiron (DFJV) to act as design-build contractor for CP2-3 for a contract price of \$1.365 billion and set provisional sum balance for hazardous waste at \$29.2 million. (Resolution HSRA #15-01); and

Whereas, over the course the past several years, disputes have arisen between the Authority and DFJV regarding requested change orders, some of which remain unresolved; and

Whereas, Authority Staff and DFJV have actively negotiated resolution to these disputes for a period of several months; and

Whereas, California Public Utilities Code Sec. 185036.2, requires any contract change order with a value of \$100 million or greater to be approved by the Board; and

Whereas, the Board met in closed session on January 21, 2026, to hear a Staff presentation and to consider the merits of a proposed settlement change order with DFJV to resolve pending disputes and adopt a new schedule with the goal of securing a guideway completion date before the end of 2026.

Therefore, it is resolved:

The CEO (or his designee) is authorized to work with Authority legal counsel and to take all steps necessary to negotiate and finalize an appropriate settlement change order with DFJV up to an amount of \$537.3 million, consistent with the Staff presentation in closed session. The Finance and Audit Committee will exercise oversight and report back to the Board regarding changes not contemplated in that presentation. Any material change in terms will come back to the Board for approval prior to execution of a settlement change order.

Vote:7-0

Yes: Richards, Miller, Schenk, Perea, Camacho, Williams, Escutia

No: N/A

Abstain: Cohen

Absent: Worthe

Date: January 21, 2026