

RESOLUTION NO. R2011-03

A RESOLUTION of the Board of the Central Puget Sound Regional Transit Authority amending the Adopted 2010 Annual Budget for Non-Operating Expenses from \$24,494,772 to \$39,494,772.

WHEREAS, the Central Puget Sound Regional Transit Authority, commonly known as Sound Transit, was formed under RCW Chapters 81.104 and 81.112 for the Pierce, King, and Snohomish Counties region, by action of their respective county councils, pursuant to RCW 81.112.030; and

WHEREAS, Sound Transit is authorized to plan, construct, and permanently operate a high-capacity system of transportation, infrastructure and services to meet regional public transportation needs in the Central Puget Sound region; and

WHEREAS, in general elections held within the Central Puget Sound Regional Transit Authority district on November 5, 1996 and November 4, 2008, voters approved local funding to implement a regional high-capacity transportation system for the Central Puget Sound region; and

WHEREAS, the Sound Transit Board has adopted financial policies to govern the financing and implementation of the regional transit system and to specify budgetary guidelines for providing subarea equity in accomplishing the same; and

WHEREAS, by Resolution No. R2009-23, the Sound Transit Board adopted the 2010 Budget on December 10, 2009; and

WHEREAS, because Sound Transit and RCI/Herzog agreed to an accelerated arbitration late in 2009, the legal costs associated with the arbitration litigation to resolve construction claims by RCI/Herzog for building the Rainier Valley light-rail segment were not included in the 2010 non-operating project expense budget; and

WHEREAS, the cost to investigate and remediate areas where the contractor over excavated soil in constructing the Beacon Hill Tunnel were initially charged to the capital budget for the Initial Segment, but were later determined to be ineligible as capital expenses; and

WHEREAS, under Generally Accepted Accounting Principles, these costs should be charged to the non-operating expense budget; and


WHEREAS, there is currently insufficient uncommitted budget within this expense category to absorb these added costs; and

WHEREAS, said budget amendment is consistent with and affordable under Board-adopted Sound Transit financial policies; and

WHEREAS, a two-thirds affirmative vote of the entire membership of the Sound Transit Board is required to amend the Adopted 2010 Budget.


NOW, THEREFORE, BE IT RESOLVED by the Board of the Central Puget Sound Regional Transit Authority that the Adopted 2010 Annual Budget for non-operating expenses is amended from \$24,494,772 to \$38,494,772.

ADOPTED by the Board of the Central Puget Sound Regional Transit Authority at a regular meeting thereof held on July 28, 2011.



Aaron Reardon
Board Chair

ATTEST:



Marcia Walker
Board Administrator