

**Joint Board Meeting
May 13, 2019**

Briefing item: next gen ORCA Draft Regional Capital Budget

Background: On March 6, 2017 the Joint Board was briefed on the proposed 2018 Interim Capital Budget with a total estimated cost of \$92.4M.

Since that time the Capital Budget costs have been further updated including revised hardware and equipment estimates, updated SI contract pricing, adjustment to regional staffing and reduced consultant costs. The Joint Board has previously approved contract awards which make up approximately 95% of the overall Capital Budget.

	3/6/2017 Briefing	Current Update	Differences
Equipment and Installation Services	\$ 37,026,690	\$ 35,767,933	\$ (1,258,757)
Software, Engineering, and Implementation Services	21,559,444	23,797,261	2,237,817
Startup/Transition	7,799,000	3,299,000	(4,500,000)
RPT Staffing	6,294,543	6,275,773	(18,770)
Four Nines Consulting Support	5,231,855	4,463,173	(768,682)
QA Consultant Support	600,000	559,496	(40,504)
Subtotal	78,511,532	74,162,636	(4,348,895)
Overall Contingency	15,702,306	14,832,527	(869,779)
TOTAL ESTIMATE	\$ 94,213,838	\$ 88,995,164	\$ (5,218,674)

Updates by section include:

1. Equipment and Installation Services – Net decreases due to updated contract prices and equipment quantities offset by increases for installation and additional materials.
2. Software, Engineering, and Implementation Services - Net increases to some contract prices (SI, DARE) and reclassification of software licenses from transition support.
3. Startup/Transition – Decrease in transition and legal costs, reallocated licenses to Software line item.
4. RPT Staffing – Eliminated program team positions and updated staffing plan timing.
5. Consultant Support – Updates to schedule assumptions.

The ORCA Steering Committee and Site Managers have been briefed on this draft next gen Capital Budget with expenses of \$88,995,164. A number of open items in the draft budget are still under regional discussion at the Steering Committee, including regional staffing, transition costs, mobile app solution, finalized equipment quantities and other materials. These items will be confirmed and included in the final budget scheduled for Joint Board approval in June.

Next Steps: The Regional Program Team will work with the agencies and ORCA Steering Committee to update costs where required. The ORCA Steering Committee will then make a recommendation to the Joint Board who will take action on the Capital Budget on June 10.