

# Quarterly Financial Performance Report

## Q2 2018

Connecting Communities / Ride the Wave



---

T (206) 398-5000  
TTY Relay 711

401 S Jackson Street  
Seattle, WA 98104

[soundtransit.org](http://soundtransit.org)  
[main@soundtransit.org](mailto:main@soundtransit.org)

---

# Contents

---

- Executive Summary** ..... 3
- Revenues & Other Financing Sources** ..... 4
- Operating Budgets** ..... 5
  - Departments ..... 5
  - Transit Modes ..... 6
    - Link Light Rail* ..... 8
    - Souder Commuter Rail* ..... 8
    - ST Express Bus* ..... 10
    - Tacoma Link Light Rail* ..... 10
- Project Budgets** ..... 11
  - System Expansion* ..... 11
  - Enhancement* ..... 14
  - State of Good Repair* ..... 15
  - Administrative*..... 16

# Executive Summary

---

## 2018 Q2 REVENUES & OTHER FINANCING SOURCES

(in thousands)

	Annual 2018 Budget	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
<b>Revenues</b>	\$2,065,483	\$948,467	\$1,085,383	\$136,916	114.4%

- YTD Q2 revenues of \$1.08B are 14.4 percent above budget driven by higher taxes, federal grants, and local & state contributions.
- Q2 included landbank contributions for Lynnwood Link Extension airspace leases totaling \$73.2M, which are reported as local & state contributions.

## 2018 Q2 DEPARTMENT BUDGETS

(in thousands)

	Annual 2018 Budget	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
<b>Department Budgets</b>	\$467,755	\$230,279	\$212,792	\$17,487	92.4%

- All departments below budget mainly due to a large number of staff vacancies. Also, lower than planned services spend in Operations.

## 2018 Q2 TRANSIT MODES

(in thousands)

	Annual 2018 Budget	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
<b>Transit Modes</b>	\$321,362	\$160,435	\$151,228	\$9,207	94.3%

- All transit modes finished second quarter under budget. Low fuel prices, and timing of facility maintenance activities resulted in lower than budgeted spend. Ridership continues to grow.

## 2018 Q2 PROJECT BUDGETS (excludes overhead charges to projects and G&A)

(in thousands)

	Annual 2018 Budget	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
<b>Project Budgets</b>	\$1,852,011	\$689,828	\$621,766	\$68,062	90.1%

- System expansion projects are below year-to-date budget. However, construction activity continues at a strong pace. Acquisition of right-of-way is behind schedule due to the unavailability of resources to manage the quantity and complexity of the parcels required.

# Revenues & Other Financing Sources

- Tax revenues formed 79% of total YTD revenues.
- Sales taxes are the largest revenue source, comprising 56% of total YTD revenues.
- Property tax is projected to be \$6.3M below budget by year-end due to the certified property tax levy coming in lower than expected.
- Passenger fare revenue includes fare revenues for Link, Sounder, and ST Express.

YTD Q2 revenues of \$1.085B are \$136.9M or 14.4% above YTD budget, mainly due to higher taxes, federal grants, and local & state contributions.

Tax revenues are \$33.8M or 4.1% above YTD budget, driven by higher sales taxes and motor vehicle excise taxes. Federal grant drawdowns are \$27.8M above YTD budget, driven by the delayed receipt of 2017 federal grants, as well as earlier than budgeted grant drawdowns for projects including Link Operations & Maintenance Facility East, Federal Way Link Extension and Tacoma Link Extension.

Local & state contributions exceeded budget by \$73.0M due to the receipt of WSDOT landbank contributions for Lynnwood Link Extension airspace leases totaling \$73.2M, which were not budgeted for.

2018 Q2 REVENUES & OTHER FINANCING SOURCES  
(in thousands)

	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
Retail Sales and Use Tax	\$585,912	\$611,644	\$25,732	104.4%
Motor Vehicle Excise Tax	158,562	169,802	11,240	107.1%
Rental Car Tax	1,554	1,533	(21)	98.7%
Property Tax	75,000	71,841	(3,159)	95.8%
Passenger Fare Revenue	44,450	46,765	2,316	105.2%
Federal Grants	8,191	35,962	27,771	439.0%
Local & State Contributions	2,238	75,280	73,042	3363.3%
Investment Income	9,794	10,459	665	106.8%
Miscellaneous Revenues	6,161	5,491	(669)	89.1%
Bond & TIFIA Loan Proceeds	56,606	56,606	0	100.0%
<b>Revenues &amp; Other Financing Sources</b>	<b>\$948,467</b>	<b>\$1,085,383</b>	<b>\$136,916</b>	<b>114.4%</b>

YTD Q2 SALES TAX REVENUE 2014 - 2018  
(in millions)



- YTD sales taxes are 34% higher than the same period last year, as the ST3 sales tax rate increase of 0.5%, took effect in Q2 2017.

# Operating Budget - Departments

## 2018 Q2 DEPARTMENT EXPENSES BY CATEGORY (in thousands)

- Salary and benefits below budget due to a higher than expected vacancy rate.

- Services under budget due to less than expected use of consulting services, lower than expected costs for fare collection related to ORCA inter-local, and delays in the use of facility maintenance and security services.

Expense Category	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
Salary and Benefits	\$67,268	\$60,388	\$6,880	89.8%
Services	46,948	38,525	8,422	82.1%
Materials & Supplies	6,758	5,843	915	86.5%
Utilities	3,547	3,368	179	95.0%
Insurance	4,402	3,017	1,385	68.5%
Taxes	1,552	1,780	(229)	114.8%
Purchased Transportation	88,551	89,078	(527)	100.6%
Miscellaneous Expenses	3,264	2,558	706	78.4%
Interest Expense	9	2	7	25.9%
Operating Rentals	7,982	8,233	(251)	103.1%
<b>Total</b>	<b>\$230,279</b>	<b>\$212,792</b>	<b>\$17,487</b>	<b>92.4%</b>

## 2018 Q2 EXPENSES BY DEPARTMENT (in thousands)

- Materials and supplies below budget due to lower than expected fuel prices.

- Insurance under budget due to lower than expected premium rates.

Department	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
Communications and External Affairs	\$4,518	\$3,858	\$660	85.4%
Design, Eng. and Construction Mgmt.	26,136	24,187	1,950	92.5%
Executive	16,550	12,526	4,024	75.7%
Finance	13,271	10,657	2,613	80.3%
Information Technology	13,036	11,497	1,539	88.2%
Legal	2,273	2,041	232	89.8%
Operations	148,231	142,345	5,886	96.0%
Planning, Environment and Proj. Dev.	6,263	5,681	582	90.7%
<b>Total</b>	<b>\$230,279</b>	<b>\$212,792</b>	<b>\$17,487</b>	<b>92.4%</b>

## 2018 Q2 VACANCY RATE

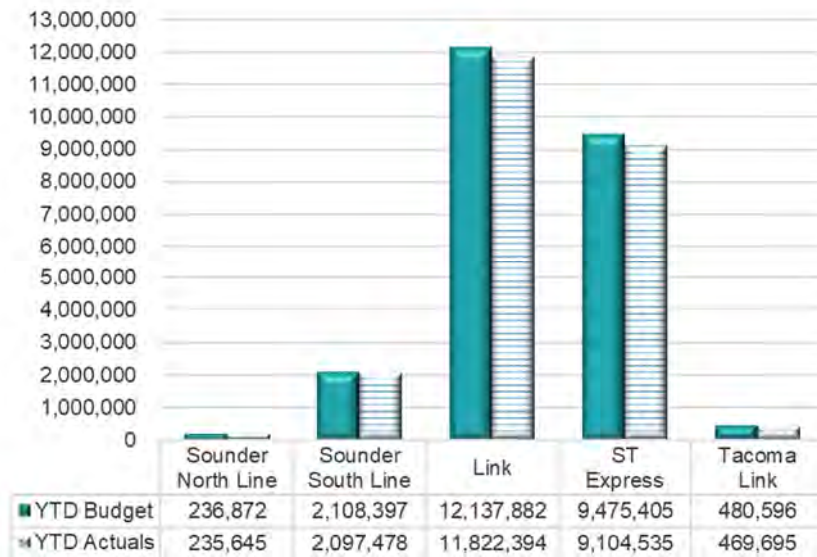
- Q2 vacancy rate is 14.2% vs. 8.0% budgeted.

	YTD Staffing Plan	YTD Filled Positions	Vacant Positions	% Vacant
Agency Total	1,052	903	149	14.2%

# Operating Budget - Transit Modes

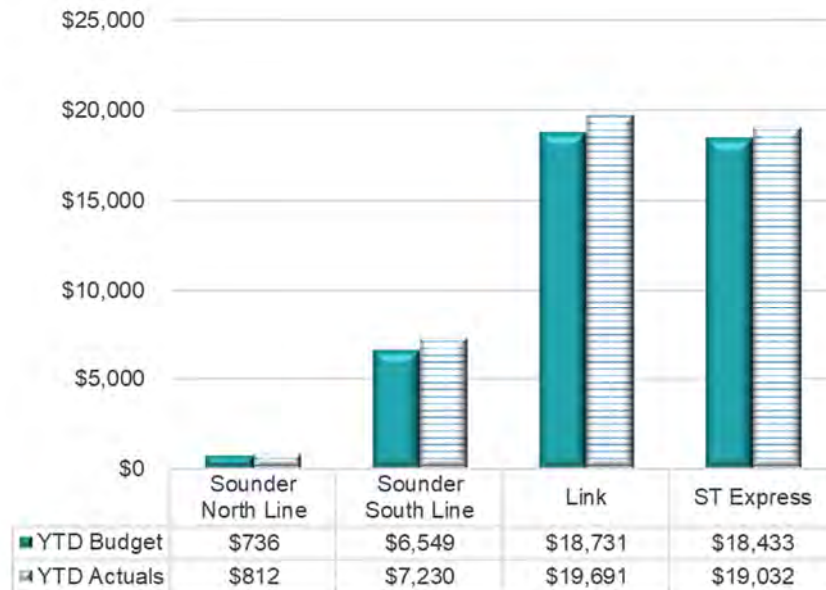
## 2018 Q2 BOARDINGS

- Total boardings are under budget by 709K or 3%; compared to 2017 they are up by 690K or 3.0%. Link boardings are the primary growth driver.



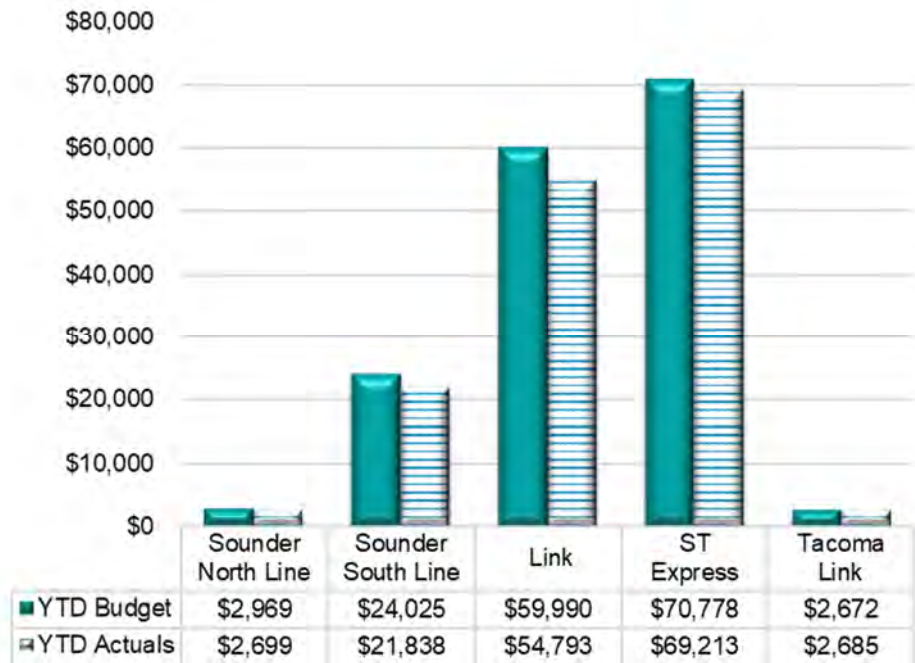
## 2018 Q2 FARE REVENUE BY MODE (in thousands)

- Fare revenue is above budget, with Link leading the way at \$945K or 5% above budget.
- Despite lower than budgeted boardings, fare revenue is higher than budget due to increase in average fare per boarding driven by business passport accounts.



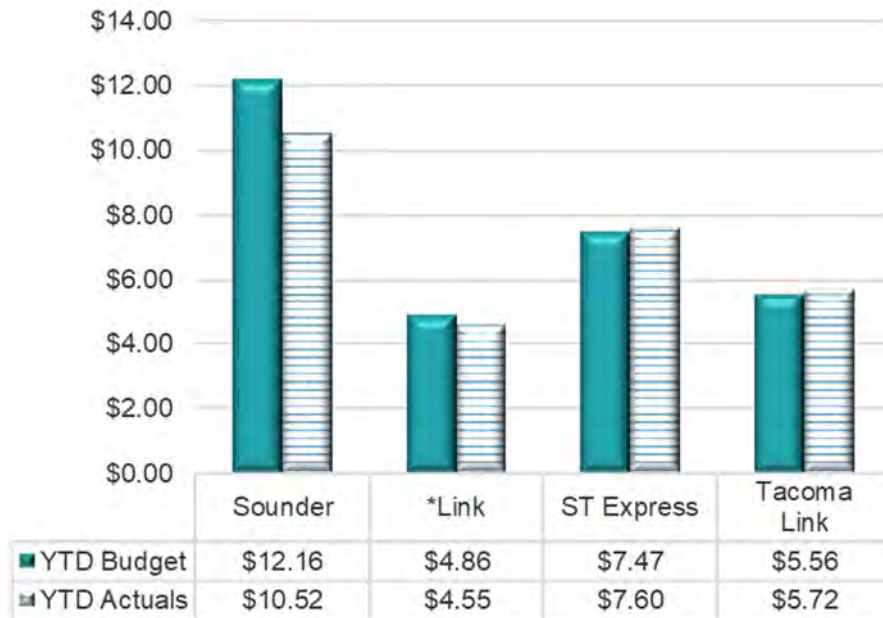
- Total modes under Q2 budget by \$9.2M or 5.7%, primarily due to under spending for fuel, fare collection, facility maintenance, and security services.

2018 Q2 TRANSIT MODE BUDGET PERFORMANCE  
(in thousands)



- The higher cost per boarding for ST Express reflects the ridership impact of park-and-ride closures from East Link construction.

2018 Q2 YTD COST PER BOARDING BY MODE



\*Link cost per boarding excludes paratransit expenses.

## 2018 Q2 Link Light Rail

(in thousands)

- Fare revenue above budget due to increase in average fare per boarding.

- Expenses below budget driven by low spending in Security Services due to deployment for Downtown Seattle Transit Tunnel being pushed into 2019. In addition, repair for a Link vehicle was delayed to 3rd quarter.

	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
<b>Revenues</b>				
Passenger Fares	\$18,731	\$19,691	\$960	105.1%
Other Operating Revenue	882	552	(330)	62.5%
<b>Total Revenues</b>	<b>\$19,613</b>	<b>\$20,242</b>	<b>\$629</b>	<b>103.2%</b>
<b>Expenses</b>				
Salaries and Benefits	\$2,119	\$2,238	(\$119)	105.6%
Services	18,865	14,600	4,265	77.4%
Materials and Supplies	1,780	2,123	(343)	119.3%
Insurance	2,092	1,703	389	81.4%
Purchased Transportation Svcs	23,168	23,565	(398)	101.7%
Miscellaneous Expenses	97	97	0	99.8%
Leases & Rentals	2,987	2,788	199	93.3%
Other Expenses	2,372	2,451	(79)	103.3%
<b>Total Expenses</b>	<b>\$53,480</b>	<b>\$49,565</b>	<b>\$3,914</b>	<b>92.7%</b>
Expense Transfers	\$6,511	\$5,227	\$1,283	80.3%
<b>Total</b>	<b>\$59,990</b>	<b>\$54,793</b>	<b>\$5,198</b>	<b>91.3%</b>

## 2018 Q2 Sounder

(in thousands)

- Fare revenue above budget by 11% mainly due to increase in average fare per boarding.

- Expenses below budget largely driven by low spending in facilities maintenance due to timing. In addition, fuel costs trending lower than budgeted level.

	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
<b>Revenues</b>				
Passenger Fares	\$7,285	\$8,042	\$757	110.4%
Other Operating Revenue	182	272	90	149.6%
<b>Total Revenues</b>	<b>\$7,467</b>	<b>\$8,314</b>	<b>\$847</b>	<b>111.3%</b>
<b>Expenses</b>				
Salaries and Benefits	\$1,151	\$1,145	\$6	99.5%
Services	11,044	10,112	2,181	91.6%
Materials and Supplies	3,767	2,761	1,007	73.3%
Insurance	1,163	847	316	72.8%
Purchased Transportation Svcs	6,157	6,306	(149)	102.4%
Miscellaneous Expenses	86	90	(4)	104.7%
Leases & Rentals	266	263	2	99.1%
Other Expenses	1,207	1,284	(77)	106.4%
<b>Total Expenses</b>	<b>\$24,841</b>	<b>\$22,808</b>	<b>\$2,033</b>	<b>91.8%</b>
Expense Transfers	\$2,153	\$1,729	\$425	80.3%
<b>Total</b>	<b>\$26,994</b>	<b>\$24,537</b>	<b>\$2,457</b>	<b>90.9%</b>



## 2018 Q2 Sounder North Line

(in thousands)

	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
<b>Revenues</b>				
Passenger Fares	\$736	\$812	\$76	110.4%
Other Operating Revenue	18	27	9	149.6%
<b>Total Revenues</b>	<b>\$754</b>	<b>\$840</b>	<b>\$86</b>	<b>111.3%</b>
<b>Expenses</b>				
Salaries and Benefits	\$127	\$126	\$1	99.5%
Services	1,215	1,112	102	91.6%
Materials and Supplies	414	304	111	73.3%
Insurance	128	93	35	72.8%
Purchased Transportation Svcs	677	694	(16)	102.4%
Miscellaneous Expenses	9	10	(0)	104.7%
Leases & Rentals	29	29	0	99.1%
Other Expenses	133	141	(8)	106.4%
<b>Total Expenses</b>	<b>\$2,733</b>	<b>\$2,509</b>	<b>\$224</b>	<b>91.8%</b>
Expense Transfers	\$237	\$190	\$47	80.3%
<b>Total</b>	<b>\$2,969</b>	<b>\$2,699</b>	<b>\$270</b>	<b>90.9%</b>

## 2018 Q2 Sounder South Line

(in thousands)

	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
<b>Revenues</b>				
Passenger Fares	\$6,549	\$7,230	\$680	110.4%
Other Operating Revenue	164	245	81	149.6%
<b>Total Revenues</b>	<b>\$6,713</b>	<b>\$7,475</b>	<b>\$762</b>	<b>111.3%</b>
<b>Expenses</b>				
Salaries and Benefits	\$1,025	\$1,019	\$5	99.5%
Services	9,829	9,000	829	91.6%
Materials and Supplies	3,353	2,457	896	73.3%
Insurance	1,035	754	281	72.8%
Purchased Transportation Svcs	5,480	5,612	(132)	102.4%
Miscellaneous Expenses	77	80	(4)	104.7%
Leases & Rentals	237	234	2	99.1%
Other Expenses	1,074	1,142	(68)	106.4%
<b>Total Expenses</b>	<b>\$22,108</b>	<b>\$20,299</b>	<b>\$1,809</b>	<b>91.8%</b>
Expense Transfers	\$1,916	\$1,539	\$378	80.3%
<b>Total</b>	<b>\$24,025</b>	<b>\$21,838</b>	<b>\$2,187</b>	<b>90.9%</b>

## 2018 Q2 ST Express Bus

(in thousands)

- Passenger fare revenue above budget due to increase in average fare per boarding. Boardings are below budget by 4% due to park-and-ride closures from East Link construction.

	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
<b>Revenues</b>				
Passenger Fares	\$18,433	\$19,032	\$599	103.3%
Other Operating Revenue	419	777	357	185.1%
<b>Total Revenues</b>	<b>\$18,853</b>	<b>\$19,809</b>	<b>\$956</b>	<b>105.1%</b>
<b>Expenses</b>				
Salaries and Benefits	\$642	\$606	\$36	94.4%
Services	4,707	4,210	497	89.4%
Materials and Supplies	23	28	(5)	122.9%
Insurance	81	(11)	93	-13.6%
Purchased Transportation Svcs	59,223	59,206	17	100.0%
Miscellaneous Expenses	65	80	(16)	124.2%
Leases & Rentals	1,095	1,035	61	94.5%
Other Expenses	542	520	22	96.0%
<b>Total Expenses</b>	<b>\$66,378</b>	<b>\$65,674</b>	<b>\$703</b>	<b>98.9%</b>
Expense Transfers	\$4,400	\$3,539	\$861	80.4%
<b>Total</b>	<b>\$70,778</b>	<b>\$69,213</b>	<b>\$1,565</b>	<b>97.8%</b>

## 2018 Q2 Tacoma Link Light Rail

(in thousands)

- No passenger revenue for Tacoma Link. Boardings are below budget by 2%.

	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Variance	% of YTD Budget
<b>Revenue</b>				
Passenger Fares	0	0	0	0%
Other Operating Revenue	\$12	\$3	(\$2)	0.0%
<b>Total Revenue</b>	<b>\$12</b>	<b>\$3</b>	<b>(\$9)</b>	<b>0.0%</b>
<b>Expenses</b>				
Salaries and Benefits	\$1,342	\$1,392	(\$49)	103.7%
Services	580	712	(132)	122.8%
Materials and Supplies	70	58	11	83.6%
Insurance	103	60	43	58.2%
Purchased Transportation Svcs	3	0	3	0.0%
Miscellaneous Expenses	12	9	3	77.0%
Leases & Rentals	11	13	(2)	115.3%
Other Expenses	59	52	6	89.1%
<b>Total Expenses</b>	<b>\$2,179</b>	<b>\$2,297</b>	<b>(\$117)</b>	<b>105.4%</b>
Expense Transfers	\$493	\$388	\$105	78.7%
<b>Total</b>	<b>\$2,672</b>	<b>\$2,685</b>	<b>(\$12)</b>	<b>100.5%</b>

# Project Budgets

- System expansion projects are 93% of the total capital program for 2018. Link expansion projects are 87% of the total capital program for 2018.

- Q2 Link spending behind plan as property acquisitions have occurred slower than planned.

- Q2 Link construction spending ahead of plan (106%).

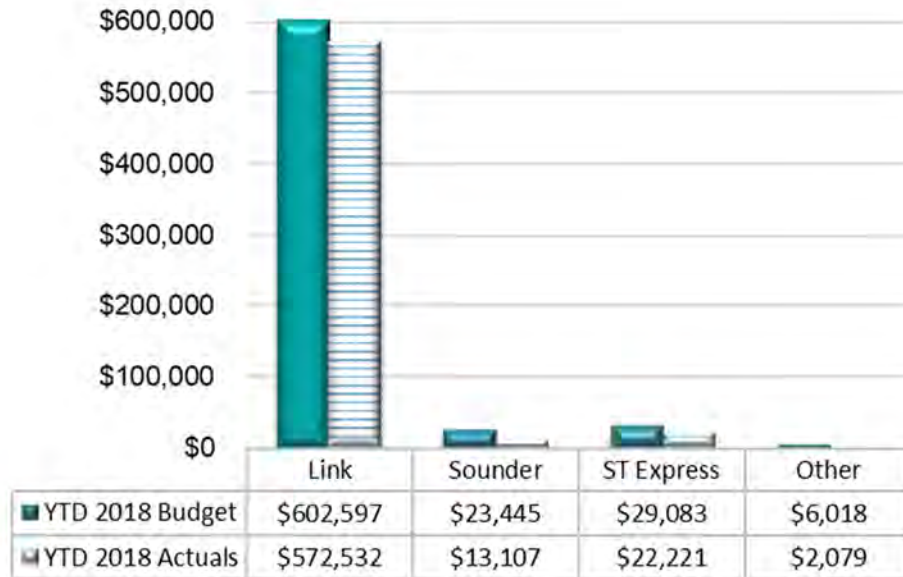
- Tacoma Trestle project catching up on schedule delays resulting in short term overspending to achieve substantial project completion.

- System expansion across all modes below year-to-date budget by \$68M or 10%.

2018 Q2 PROJECT BUDGETS (excludes overhead charges to projects and G&A)  
(in thousands)

	2018 Budget	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Remaining	% of YTD Budget
<b>System Expansion</b>					
Link	\$1,605,803	\$602,597	\$572,532	\$30,064	95.0%
Sounder	39,420	\$23,445	\$13,107	10,338	55.9%
ST Express	63,414	\$29,083	\$22,221	6,863	76.4%
Other	22,379	\$6,018	\$2,079	3,939	34.5%
<b>System Expansion Total</b>	<b>\$1,731,016</b>	<b>\$661,143</b>	<b>\$609,939</b>	<b>\$51,204</b>	<b>92.3%</b>
<b>Enhancement</b>					
Enhancement	\$56,646	\$10,993	\$2,265	\$8,728	20.6%
State of Good Repair	54,615	14,987	7,107	7,881	47.4%
Administrative	9,735	2,704	2,455	249	90.8%
<b>Project Budgets Total</b>	<b>\$1,852,011</b>	<b>\$689,828</b>	<b>\$621,766</b>	<b>\$68,062</b>	<b>90.1%</b>

2018 Q2 SYSTEM EXPANSION  
(in thousands)



## System Expansion Projects (in thousands)

	2018 Budget	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Remaining	% of YTD Budget
<b>LINK</b>					
400007 - FIRST HILL STREETCAR	\$8	\$4	\$1	\$2	40.1%
400008 - HILLTOP TACOMA LINK EXTENSION	19,305	6,155	2,491	3,664	40.5%
400009 - LINK O&M FACILITY EAST	116,381	51,169	27,404	23,765	53.6%
400032 - LRV FLEET EXPANSION	37,572	18,041	844	17,197	4.7%
400034 - ENHANCEMENTS TO TLE	1,966	702	390	312	55.6%
400053 - TACOMA DOME LINK EXTENSION	10,250	3,905	2,809	1,096	71.9%
400066 - WEST SEATTLE-BALLARD LINK	25,500	11,025	9,604	1,421	87.1%
4X100 - NORTHGATE LINK EXTENSION	311,397	154,438	150,074	4,364	97.2%
4X115 - LYNNWOOD LINK EXTENSION	229,256	41,045	39,347	1,698	95.9%
4X199 - NORTHGATE LINK EXT PROJ RESERV	0	0	0	0	0%
4X200 - UNIVERSITY LINK EXTENSION	5,454	3,218	2,923	294	90.9%
4X420 - S 200th LINK EXTENSION	424	163	88	75	53.9%
4X445 - FEDERAL WAY LINK EXTENSION	116,533	31,174	14,874	16,300	47.7%
4X600 - EAST LINK	574,491	267,708	313,492	(45,784)	117.1%
4X630 - DOWNTOWN REDMOND LINK EXT	157,268	13,849	8,190	5,659	59.1%
Total	\$1,605,803	\$602,597	\$572,532	\$30,064	95.0%
<b>REGIONAL EXPRESS</b>					
500005 - ST EXPRESS BUS BASE	\$587	\$164	\$1	\$162	0.6%
500030 - BOTHELL TRANSIT-RELATE IMPRVT	0	0	1	(1)	0%
500050 - I-405 BUS RAPID TRANSIT	35,553	7,037	2,489	4,548	35.4%
500051 - SR 522 BUS RAPID TRANSIT	5,781	2,226	1,077	1,149	48.4%
500086 - BUS ON SHOULDER PROJECT	1,180	324	17	307	5.4%
5X387 - REX I-90 2 WAY TRANS& HOV III	4,955	3,975	3,295	680	82.9%
700720 - ST EXPRESS FLEET EXPANSION	15,357	15,357	15,341	17	99.9%
Total	\$63,414	\$29,083	\$22,221	\$6,863	76.4%
<b>SOUNDER</b>					
300004 - SOUNDER MAINTENANCE BASE	\$5,276	\$2,808	\$1,729	\$1,079	61.6%
300017 - PUYALLUP STATION IMPROVEMENTS	6,015	5,383	2,417	2,966	44.9%
300018 - SUMNER STATION IMPROVEMENTS	3,935	1,474	496	978	33.7%
300019 - LAKEWOOD STATION IMPROVEMENTS	0	0	0	(0)	0%
300021 - TACOMA TRESTLE TRACK & SIGNAL	5,864	4,787	5,563	(776)	116.2%
300026 - SOUNDER YARD EXPANSION	100	65	119	(54)	183.8%
300027 - PT DEFIANCE BYPASS	100	80	118	(38)	147.0%
300035 - KENT STATION ACCESS IMPRVMNTS	2,651	971	343	628	35.3%
300040 - AUBURN STATION ACCESS IMPRVMNT	2,652	972	327	644	33.7%
300087 - SOUNDER NORTH PARKING/ACCESS	718	83	25	57	30.6%
3X135 - D ST - M ST TRACK & SIGNAL	50	25	3	22	12.4%
3X206 - MUKILTEO STATION-S PLATFORM	440	431	31	400	7.2%
3X236 - TUKWILA STATION	1,305	451	18	433	3.9%
3X510 - SOUNDER SOUTH EXPANDED SERVICE	5,050	653	228	425	35.0%
7X755 - SOUNDER FLEET EXPANSION	5,263	5,263	1,690	3,574	32.1%
Total	\$39,420	\$23,445	\$13,107	\$10,338	55.9%
<b>OTHER</b>					
3X212 - FARE COLLECTION	\$195	\$128	\$0	\$128	0.0%
5X410 - RESEARCH & TECHNOLOGY	\$613	\$325	\$22	\$303	6.9%
600016 - FARE ADMINISTRATION	\$1,630	\$815	\$34	\$781	4.2%
600038 - ORCA NEXT GENERATION	\$1,527	\$679	\$166	\$513	24.5%
600039 - RESEARCH & BUSINESS DEV PROG	\$300	\$10	\$12	(\$2)	115.8%
600073 - TRANSIT SYSTEM ACCESS PROGRAM	\$7,750	\$560	\$165	\$395	29.5%
600076 - INNOVATION & TECHNOLOGY PROG	\$4,250	\$681	\$382	\$299	56.1%
600668 - STart OPERATIONS & MAINTENANCE	\$231	\$114	\$28	\$85	24.8%
601000 - EFFICIENCY & SUSTAINABILITY	\$350	\$13	\$0	\$13	0.0%
6X668 - ST ART	\$2,134	\$1,067	\$689	\$378	64.6%
804300 - TOD PLANNING PROGRAM	\$400	\$251	\$41	\$210	16.2%
809100 - ST3 PLANNING	\$3,000	\$1,375	\$39	\$836	39.2%
Total	\$22,379	\$6,018	\$2,079	\$3,939	34.5%
<b>System Expansion Total</b>	<b>\$1,731,016</b>	<b>\$661,143</b>	<b>\$609,939</b>	<b>\$51,204</b>	<b>92.3%</b>

**Northgate Link Extension** – Project costs are running at 97% of year-to-date budget. ROW activities have exceeded plan as one parcel anticipated to close in 2019 was procured in 2018. Construction has fallen behind schedule offsetting the ROW overspend.

**Lynnwood Link Extension** – Project costs are running at 96% of year-to-date budget due to slower than anticipated ROW acquisition activities.

**Federal Way Link Extension** – Project costs are running at 48% of year-to-date budget largely due to limited internal and external resources for the ROW acquisition activities.

**East Link Extension** – Project costs are running at 117% of year-to-date budget. Good weather and soil conditions let construction contracts at all six segments progress faster than the annual budget assumed. Construction expenses remain unchanged and are within the project baseline budget.

**REX I-90 2 Way Transit & HOV III** – Project costs are running at 83% of year-to-date budget. Substantial completion date has been delayed until Q4 2018, which affects timing of invoice submissions.

**I-405 Bus Rapid Transit (BRT)** – Project costs are running at 35% of year-to-date budget. Preliminary engineering annual commitments have gone favorably resulting in less than the budget anticipated.

**SR 522 BRT** – Project costs are running at 48% of year-to-date budget mainly due to late start of the preliminary engineering consulting contract.

**Souder Maintenance Base** – Preliminary engineering activities delayed from spring into summer are beginning to be completed, improving year-to-date performance from 17% of Q1 budget to 62% of Q2 budget. Real Estate acquisition also contributed to improved performance.

**Tacoma Trestle Track & Signal** – Project costs are running at 116% of year-to-date budget as some construction activities from 2017 were deferred to 2018.

**ORCA Next Generation** – Project costs are running at 25% of year-to-date budget as anticipated 2018 preliminary engineering contract award will not occur until Q1 2019.

**Enhancement Projects** (in thousands)

	2018 Budget	YTD 2018 Budget	YTD 2018 Actuals	YTD Budget Remaining	% of YTD Budget
300011 - POSITIVE TRAIN CONTROL	\$3,055	\$1,449	\$535	\$913	37.0%
400044 - LINK OP SYST ENHANCEMENT/UPGRD	1,395	139	1	138	0.8%
4X340 - NOISE ABATEMENT	610	3	3	0	87.0%
5X261 - BUS MAINTENANCE FACILITY	12,776	0	0	0	0%
600029 - TACOMA LINK FARE COLLECTION	0	0	0	0	0%
600045 - OPENSIDEWALKS DATA DEVELOPMENT	10	0	0	0	0%
600080 - BIKE PARKING PROGRAM	640	0	0	0	0%
600084 - DIGITAL PASSENGER INFO SYSTEM	1,617	647	134	512	20.8%
600085 - SODO/MLK HAZARD MITIGATION	1,584	97	66	30	68.7%
700676 - TACOMA LINK RADIO UPGRADE	748	249	2	247	0.9%
700684 - LRV WIRELESS COMM UPGRADE	156	0	0	0	0%
700685 - EVERETT STATION SECURITY IMPRV	289	0	0	0	0%
700686 - SECURITY RADIO SYSTEM	915	75	0	75	0.0%
700687 - SOC VIDEO MONITORING IMPRV MNT	188	188	0	188	0.0%
700688 - LED LIGHTING PROGRAM	1,500	0	0	0	0%
700689 - PT GPS REPEATER	1,662	0	0	0	0%
700690 - CT ONBOARD COMM UPGRADE	2,080	0	0	0	0%
700691 - OMF LCC UPGRADES	400	200	0	200	0.0%
700692 - OMF EXPANDED PARKING	538	45	59	(14)	131.2%
700693 - OMF RENOVATIONS	3,225	405	0	405	0.0%
700696 - KING ST STATION PLATFORM IMPRV	295	45	22	23	48.6%
700697 - LRV BETWEEN CAR BARRIERS	108	(1)	0	(1)	0.0%
700706 - OMF ENERGY EFFICIENCY	182	182	98	84	53.7%
700707 - BELLEVUE TC SECURITY SYSTEM	150	75	65	10	86.5%
700708 - CUSTOMER EMERGENCY STATIONS	800	400	10	390	2.5%
700710 - LOCOMOTIVE INBOARD CAMERAS	300	64	0	64	0.0%
700711 - SCR PASSENGR EMERGENCY INTRCOM	1,500	67	0	67	0.0%
700712 - LRV WHEEL FLAT SOFTWARE	250	167	0	167	0.0%
700713 - LRV WASH BAY MODIFICATIONS	300	87	7	80	8.0%
700723 - DSTT MITIGATION	9,070	3,890	3	3,887	0.1%
700724 - PUYALLUP STN LED LIGHTING	34	34	0	34	0.4%
700725 - SUMNER STN LED LIGHTING	35	35	(0)	35	-0.2%
700726 - KENT STN PLATFORM LIGHTING	102	34	(0)	34	-0.1%
700727 - KENT STN PARKING LOT PAVING	627	0	0	0	0%
700730 - OMF LRV LIFT	4,238	905	538	367	59.4%
700736 - UNION STN GARDEN LEVEL REMODEL	221	55	44	11	80.3%
700774 - C LINK HVAC-INSTRU HSE/UPS RM	408	408	0	408	0.0%
700775 - C LINK CARD READERS	292	(57)	0	(57)	0.0%
700777 - C LINK OH CAT SYS TIE SWITCH	125	19	0	19	1.0%
700781 - NON-REVENUE SUPPORT VEHICLES	674	1	0	1	0.0%
700793 - SIGNAGE IMPROVEMENTS	773	148	80	68	54.2%
7X753 - BIKE LOCKER PROGRAM	114	0	2	(2)	0%
804100 - TOD PROPERTY DISPOSITION	2,660	938	595	344	63.4%
<b>Enhancement Total</b>	<b>\$56,646</b>	<b>\$10,993</b>	<b>\$2,265</b>	<b>\$8,728</b>	<b>20.6%</b>

Overall, Enhancements achieved 21% of its YTD spending plan. Out of 30 projects with planned budget in Q2, 12 have yet to start.

**DSTT Mitigation** – Project costs are running at <1% of year-to-date budget. In response to work being performed and not invoiced, Sound Transit has negotiated a progress payment schedule commencing in Q3, establishing fixed payments of \$1.33M until the full \$10M obligation is complete. Payments will be reflected in this report beginning next quarter.

**State of Good Repair** (in thousands)

	<b>2018 Budget</b>	<b>YTD 2018 Budget</b>	<b>YTD 2018 Actuals</b>	<b>YTD Budget Remaining</b>	<b>% of YTD Budget</b>
400046 - CONVENTION PL SYSTEM RETROFIT	\$1,547	\$943	\$100	\$843	10.6%
600033 - LINK CCTV SYSTEM UPGRADE	2,468	0	0	0	0%
600077 - SAFETY OVERSIGHT APPROVAL PROG	200	100	0	100	0.0%
600092 - PT DEFIANCE BYPASS REPAIR	0	0	0	0	0%
700677 - LINK LRV OVERHAUL	5,100	1,663	22	1,642	1.3%
700680 - LINK OPERATING TECH UPGRADES	500	180	0	180	0.0%
700681 - LINK SCADA SUPPORT	250	100	0	100	0.0%
700682 - TACOMA LINK HVAC/BLDG UPGRADE	400	0	0	0	0%
700683 - KING ST STN VERTICAL GLAZING	767	0	0	0	0%
700695 - ACCESS CONTROL CARD UPGRADE	520	260	0	260	0.0%
700704 - LINK RADIO UPGRADE	1,000	70	0	70	0.0%
700705 - LINK BRIDGE REPAIRS	165	43	0	43	0.0%
700716 - OHELLO TPSS PARKING LOT	249	249	254	(5)	102.2%
700718 - TACOMA LINK LRV OVERHAUL	580	97	0	97	0.0%
700728 - LINK STN BRAIDED TILE RPLCMNT	435	0	0	0	0%
700769 - LRV OVERHAUL	3,081	0	(104)	104	0%
700770 - SOUNDER VEHICLE OVERHAUL PROG	2,137	1,005	117	887	11.7%
700771 - STATION MIDLIFE MAINTENANCE	583	0	0	0	0%
7X356 - TACOMA DOME STATION	3,553	3,139	0	3,139	0.0%
7X701 - ST EXPRESS FLEET REPLACEMENT	26,195	5,627	5,794	(167)	103.0%
7X740 - SMALL WORKS PROGRAM	3,581	884	219	665	24.8%
870100 - IT TECH INFRASTRUCTURE	1,162	544	703	(160)	129.3%
870101 - IT TRANSIT SYSTEMS	143	84	0	84	0.0%
<b>State of Good Repair Total</b>	<b>\$54,615</b>	<b>\$14,987</b>	<b>\$7,107</b>	<b>\$7,881</b>	<b>47.4%</b>

Overall, State of Good Repair achieved 47% of its YTD spending plan. Out of 16 projects with planned budget in Q2, nine have yet to start.

**Convention PI System Retrofit** – Project costs are running at 11% of year-to-date budget. Construction work was delayed due to procurement efforts with contractor and coordination of tunnel access with King County resulting in a completion delay from Q2 to Q4.

**Tacoma Dome Station** – Pierce Transit is leading the repairs to the Tacoma Dome Station. Sound Transit will provide financial support when the work is complete.

**ST Express Fleet Replacement** – Project costs are running at 103% of year-to-date budget. No additional deliveries are expected for 2018.

**IT Technology Infrastructure** – Project costs are running at 129% of year-to-date budget. Support of new hires and project consultants have resulted in a larger demand for IT desktop equipment than anticipated.

## **Administrative Projects** (in thousands)

	<b>2018 Budget</b>	<b>YTD 2018 Budget</b>	<b>YTD 2018 Actuals</b>	<b>YTD Budget Remaining</b>	<b>% of YTD Budget</b>
600025 - ENVIRONMENTAL MITIGATN/MONITR	121	35	2	33	4.7%
802000 - ADMINISTRATIVE CAPTIAL	6,249	1,133	732	401	64.6%
803800 - INFORMATION TECH PROGRAM	3,265	1,536	1,717	(181)	111.8%
804500 - SURPLUS PROPERTY DISPOSITION	100	0	5	(5)	0%
<b>Administrative Total</b>	<b>\$9,735</b>	<b>\$2,704</b>	<b>\$2,455</b>	<b>\$249</b>	<b>90.8%</b>

**Administrative Capital** – A delay in delivery for 2017 non-revenue fleet procurement resulted in costs recognized in 2018. Deferral in HVAC Replacement will result in an under spend for the project in 2018.

**Information Tech Program** – The project is performing at 112% of year-to-date budget due to information technology resources focused on completion of the Responsive Web project.

## **Contact Information**

---

**Sound Transit**  
401 S Jackson Street  
Seattle, WA 98104  
Tel (206) 398-5000  
TTY Relay 711  
soundtransit.org

