

Resolution No. R2025-32

To Acquire Real Property Interests Required for the Operations and Maintenance Facility South Project

Meeting:	Date:	Type of action:	Staff contact:
System Expansion Committee Board	12/11/2025 12/18/2025	Recommend to Board Final action	Terri Mestas, Deputy CEO, Capital Delivery
			Bernadette McDermott, Executive Director
			Clint Dameron, Acting Director- Real Property Joshua Hamilton, Commercial Director Becki Kniveton, Manager – Environmental Permitting

Proposed action

Authorizes the chief executive officer to acquire certain real property interests, subject to and contingent upon obtaining any and all necessary federal approvals, including acquisition by condemnation to the extent authorized by law, and to reimburse eligible relocation and reestablishment expenses incurred by affected owners and tenants as necessary for construction, operation and maintenance of the Operations and Maintenance Facility South project.

Key features summary

- Authorizes the acquisition of all or part of 13 parcels located in the City of Federal Way. Acquisitions
 consist of full-fee, partial-fee, and permanent easements for the Operations and Maintenance
 Facility South (OMF South) project (Project).
- The OMF South Project will cause direct impact to 2.1 acres of wetlands, of which 1.6 acres could not be mitigated through a mitigation bank or in-lieu fee program. This impact requires nearly 49 acres of mitigation for wetland creation, enhancement, or preservation to meet the local jurisdiction and permitting requirements.
- To offset Project impacts, a total of 13 parcels are required for wetland mitigation in the West Fork Hylebos Creek basin. The need for mitigation was identified in the Federal Transit Administration's (FTA) Final Environmental Impact Statement (FEIS) and the Record of Decision, and is required as part of the environmental permits for the Project. The parcels include 6 open space properties owned by the City of Federal Way and 7 privately-owned properties. Sound Transit has been diligent in identifying suitable mitigation land owned by public agencies; however, due to limited availability of qualified sites within the West Fork Hylebos Creek Basin, and the City of Federal Way's requirement that mitigation occur within city boundaries, Sound Transit must acquire privately owned parcels to meet the remaining mitigation needs.
- Identification of these parcels was completed after the issuance of the Record of Decision, and Sound Transit is consulting with the FTA to confirm that additional environmental review under the National Environmental Policy Act (NEPA) is not required. Board authorization to acquire the properties identified in Exhibit A is contingent on receiving any necessary federal approvals.

- Sound Transit will perform mitigation action on these parcels, including wetland and buffer enhancement, wetland creation, and preservation of high-quality wetlands. Sound Transit staff have been coordinating with federal, state, and local permitting agencies to ensure that the mitigation will be acceptable to the regulatory authorities and Tribes.
- The list of real properties identified in this requested action is included in Exhibit A. The properties identified as OMF 306 and OMF 333 in Exhibit A will require residential relocation. Sound Transit will work with the impacted parties to ensure they have access to relocation advisory services and other eligible relocation benefits as outlined in the Uniform Relocation Assistance and Real Property Acquisition Policies Act (42 USC Ch. 61; 49 CFR Part 24).

Background

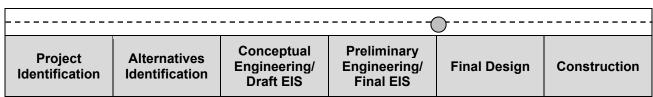
To expand the Link light rail system consistent with the voter-approved ST3 Plan, Sound Transit needs additional facilities to store, maintain, and deploy a larger fleet of LRVs. Sound Transit operates an existing OMF at South Forest Street in Seattle and a second OMF in Bellevue. Two more facilities, one in the North Corridor and one in the South Corridor, are needed as the system-wide fleet expands to over 400 total LRVs.

The OMF South will be located on an approximately 70-acre site and will support service levels across all lines. It will provide space to store, test, commission, and maintain at least 144, 95-foot-long LRVs and will include a Maintenance-of-Way Building and other support facilities. It will also provide mainline access to the building and yard and a test track for LRV operator training. Sound Transit intends to use a progressive design-build (PDB) delivery approach to procure and deliver the Project.

In June 2024, Sound Transit and FTA/FHWA completed a FEIS for the Project, and the Sound Transit Board of Directors approved Resolution No. R2024-16, identifying the S. 336th St. Alternative as the project to be built for the south corridor. In August 2024, FTA and FHWA issued their NEPA Records of Decision (ROD) for the Project. To offset Project impacts, consistent with mitigation commitments in the ROD and to comply with local, state, and federal permitting regulations, a total of 13 parcels are needed for wetland mitigation in the West Fork Hylebos Creek basin. The parcels include 6 open space properties owned by the City of Federal Way and 7 privately-owned parcels. Sound Transit has been diligent in identifying suitable mitigation land owned by public agencies; however, due to limited availability of qualified sites within the West Fork Hylebos Creek Basin, and the City of Federal Way's requirement that mitigation occur within city boundaries, Sound Transit must acquire privately-owned parcels to meet the remaining mitigation needs. Since identification of these parcels was completed after the issuance of the ROD, Sound Transit is consulting with the FTA to confirm whether additional environmental review under NEPA is required. Board authorization to acquire the properties identified in Exhibit A is contingent on receiving any necessary federal approvals.

Sound Transit will acquire the property, by condemnation, if necessary, as needed for the construction, operation, and maintenance of the OMF South. Sound Transit's authorizing legislation grants the agency the power of eminent domain to accomplish such acquisitions if efforts to reach agreement with property owners reach an impasse.

Project status



Projected completion date for Construction: Q2 2031

Current project status, performance metrics, and additional information are located on page 15 of the October 2025 System Expansion Monthly Status Report.

Fiscal information

Following approval of Resolution No. R2025-19, the authorized allocation for the OMF South project is \$524,729,393. Within the \$226,960,006 right of way phase, \$104,025,297 has been previously committed. There remains \$122,934,709 of uncommitted funds in the right of way phase, which is sufficient to complete the action. In accordance with Sound Transit policy, budgets for specific parcels will be discussed with the Board in executive session. Consistent with the current estimate at completion for real property acquisition, this action and acquisitions of remaining certified properties are affordable within the adopted project budget.

Within the Agency's Financial Plan, the current cost estimate for the OMF South project is \$2.0 billion in 2025\$ (\$2.3 billion in YOE\$) and is assumed to be operational in 2031. As this project is pre-baselined, both the authorized project allocation for project development work and a forecasted cost estimate for the remaining project delivery and construction work are reasonably assumed in the existing Long Range Financial Plan forecast.

In line with trends across other capital projects experiencing significant cost pressures, the agency is actively reassessing this project's cost outlook. As directed by the Board in Motion No. M2024-59, the agency is undergoing extensive work plan efforts to identify and mitigate rising cost drivers. This includes evaluating programmatic, financial, and project-level opportunities to improve affordability and strengthen the agency's overall financial position.

Disadvantaged and small business participation

Not applicable to this action.

Public involvement

In prior project phases, property owners were invited to meet with the OMF South project team to ask questions regarding environmental review and property acquisition/relocation. In addition, the engagement team notified residents, businesses, and properties of the publication of the Project's NEPA Draft/SEPA Supplemental Draft EIS in September 2023 and the Final EIS in May 2024. Sound Transit hosted online and in-person public meetings and hearings for the NEPA Draft/SEPA Supplemental Draft EIS.

Notification methods included a mass mailer, social media posts, GovDelivery email updates, newspaper advertisements and press releases.

During the current project phase, the engagement team supports Real Property staff in coordinating with property owners on acquisition-related questions and engages with properties potentially impacted by future construction. Sound Transit has provided appropriate and timely notice of this Board action in accordance with RCW 8.25.290.

Time constraints

The OMF South is planned to be operational in 2031. Property acquisition is on the critical path to meeting this target. Environmental permitting relies on identifying mitigation for environmental impacts caused by the project. These environmental permits are required before construction activities can begin. Delays in acquiring the subject property for environmental mitigation will have a corresponding effect on preparing the site for design and construction activities.

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Prior Board/Committee actions

Resolution Nos. R2024-19, R2024-26, R2025-01, R2025-09, and R2025-20: Authorized the chief executive officer to acquire certain real property interests, including acquisition by condemnation to the extent authorized by law, and to reimburse eligible relocation and reestablishment expenses incurred by affected owners and tenants as necessary for construction, operation, and maintenance of the Operations and Maintenance Facility South project.

<u>Resolution No. R2024-16</u>: Selected the project to be built for the Operations and Maintenance Facility South project.

Resolution No. R2023-26: Authorized the chief executive officer to acquire certain real property interests, contingent on receipt of any necessary federal approvals, including acquisition by condemnation to the extent authorized by law, and to reimburse eligible relocation and reestablishment expenses incurred by affected owners and tenants as necessary in order to secure properties for construction, operation, and maintenance of the Tacoma Dome Link Extension and the Operations and Maintenance Facility South project.

Motion No. M2021-81: Identified the preferred alternative for the Link Operations and Maintenance Facility South Final Environmental Impact Statement.

Environmental review - KH 11/26/25

Legal review - PM 12/05/25

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Resolution No. R2025-32

A RESOLUTION of the Board of the Central Puget Sound Regional Transit Authority authorizing the chief executive officer, subject to and contingent upon obtaining any and all necessary federal approvals, to acquire certain real property interests, including acquisition by condemnation to the extent authorized by law, and to reimburse eligible relocation and reestablishment expenses incurred by affected owners and tenants as necessary for the Operations and Maintenance Facility South project.

WHEREAS, the Central Puget Sound Regional Transit Authority, commonly known as Sound Transit, was formed under chapters 81.104 and 81.112 of the Revised Code of Washington (RCW) 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 Sound Transit district on November 5, 1996, November 4, 2008, and November 8, 2016, voters approved local funding to implement a regional high-capacity transportation system for the Central Puget Sound region; and

WHEREAS, in order to use the property determined to be necessary for the construction, operation and maintenance of project improvements required under the voter approved high capacity transportation system plans, it is necessary for Sound Transit to acquire by negotiated purchase or to condemn certain rights in the property for public purposes, and to reimburse eligible relocation and reestablishment expenses incurred by affected owners and tenants; and

WHEREAS, the Operations and Maintenance Facility South project is a component of Sound Transit's high capacity system; and

WHEREAS, subject to additional coordination with the Federal Transit Administration to confirm additional environmental review is not required, Sound Transit has identified certain real properties as necessary for wetland mitigation in the West Fork Creek basin due to impacts from the Operations and Maintenance Facility South project and such properties are reasonably described in Exhibit A of this resolution; and

WHEREAS, in order to use the property determined to be necessary for wetland mitigation in the West Fork Creek basin due to impacts from the Operations and Maintenance Facility South project, it is necessary for Sound Transit to acquire by negotiated purchase or to condemn certain lands and rights in property for public purposes, and reimburse eligible relocation and reestablishment expenses incurred by affected owners and tenants; and

WHEREAS, Sound Transit has commissioned or will commission appraisals to determine the fair market value of the properties, and will negotiate in good faith with the owners of the properties authorized to be acquired by negotiated purchase or condemned, with the intent of reaching agreements for the voluntary acquisition of the property for fair market value; and

WHEREAS, the funds necessary to acquire the property by voluntary purchase or to pay just compensation adjudged due after condemnation and the funds necessary to reimburse eligible relocation and reestablishment expenses shall be paid from Sound Transit general funds.

NOW THEREFORE BE IT RESOLVED by the Board of the Central Puget Sound Regional Transit Authority as follows:

<u>SECTION 1</u>. Subject to and contingent upon obtaining any and all necessary federal approvals the chief executive officer is hereby authorized to:

- A. Execute such agreements as are customary and necessary for the acquisition of interests in the real property described in Exhibit A (said property to be used for Operations and Maintenance Facility South project) and incorporated herein by reference, and for the reimbursement of eligible relocation and reestablishment expenses. In accordance with Sound Transit's Real Property Acquisition and Relocation Policies, Procedures and Guidelines, the acquisition price of the properties may not exceed the fair market value to be determined through the appraisal process; provided that in the event the total of the acquisition, relocation, and reestablishment costs of the properties for the Operations and Maintenance Facility South project exceeds Sound Transit's approved budget for right-of-way acquisition (plus contingency), then the chief executive officer must obtain approval from the appropriate committee or the Board, per Resolution No. R2023-30, before the acquisition of the property for the Operations and Maintenance Facility South project by purchase or by condemnation and the reimbursement of eligible relocation and reestablishment expenses.
- B. Settle condemnation litigation or enter administrative settlements (a settlement in lieu of initiating condemnation litigation) for the acquisition of interests in the real property described in Exhibit A. Such settlements shall be made only upon the finding of legal counsel that the settlement is consistent with the law and is reasonable, prudent, and in the public interest. Such settlements may not exceed established project budgets. For all other settlements proposed, the chief executive officer must obtain prior approval of the appropriate committee or the Board, per Resolution No. R2023-30.
- C. Make minor amendments to the legal descriptions of the properties described in Exhibit A, as may be necessary to correct scrivener's errors and/or to conform the legal description to the precise boundaries of the property required for the project.
- D. Execute into agreements for the disposition of interests in the real property identified in Exhibit A for: (1) the relocation of utilities as necessary or desirable for the Operations and Maintenance Facility South project; (2) the satisfaction of permit conditions or mitigation requirements; (3) the curing of damages to real property acquired pursuant to Exhibit A and caused by the implementation of the Operations and Maintenance Facility South project; or (4) returning real property identified in Exhibit A to previous owners for the purpose of minimizing Sound Transit's costs of operations and maintenance; provided that the foregoing dispositions of real property must be compatible with and must not interfere with regional transit system uses and must avoid the creation of unbuildable, residual parcels whenever possible.

<u>SECTION 2</u>. The Sound Transit Board deems the Operations and Maintenance Facility South project, to be a public use for a public purpose. The Board deems it necessary and in the best interests of the citizens residing within Sound Transit's boundaries to acquire interests in the real property identified in Exhibit A as being necessary, subject to and contingent upon obtaining any and all necessary federal approvals, for the construction, operation, and permanent location of Operations and Maintenance Facility South project, and affected owners and tenants be reimbursed eligible relocation and reestablishment expenses associated with displacements from the properties.

<u>SECTION 3</u>. The Sound Transit Board finds that the public health, safety, necessity, convenience, and welfare demand and require that, subject to and contingent upon obtaining any and all necessary federal approvals, interests in the real property described in Exhibit A be immediately acquired, condemned, appropriated, taken and damaged for the construction, operation, and permanent location of the Operations and Maintenance Facility South project.

<u>SECTION 4</u>. In addition to the authority granted the chief executive officer in Section 1 above, condemnation proceedings are hereby authorized to acquire all, or any portion thereof, of the properties and property rights and/or rights in those of the properties described in Exhibit A to the extent permitted by law, for the purpose of constructing, owning, and operating a permanent location of the Operations and Maintenance Facility South project.

<u>SECTION 5</u>. The funds necessary to acquire the property by purchase or to pay just compensation adjudged due after condemnation shall be paid from Sound Transit general funds.

thereof held on	ral Puget Sound Regional Transit Authority at a regular meeti
	Dave Somers Board Chair
Attest:	
Kathryn Flores Board Administrator	-



Resolution No. R2025-32 Exhibit A

Operations and Maintenance Facility South project

Item:	Row #:	Tax Parcel #:	Tax Payer(s):	Property Address:
1	OMF305	2921049104	ELIZABETH N KARIMI AND ZAC NJAU	35975 PACIFIC HWY S, FEDERAL WAY 98003
2	OMF305.1	2921049088	GIAN SINGH	36000 PACIFIC HWY S, FEDERAL WAY 98003
3	OMF306	2921049098	DAVID DENCHIK	35929 PACIFIC HWY S, FEDERAL WAY 98003
4	OMF308	2921049153	CITY OF FEDERAL WAY – PUBLIC	VACANT LAND AT PACIFIC HWY S, FEDERAL WAY 98003
5	OMF312	3221049093	JOSE V CASTELLAR AND EVELYN B	VACANT LAND AT PACIFIC HWY S, FEDERAL WAY 98003
6	OMF333	3221049094	INDER PREET SINGH AND KO KAUR	36928 PACIFIC HWY S, FEDERAL WAY 98003
7	OMF337	3221049095	JOSE V CASTELLAR AND EVELYN B	VACANT LAND AT PACIFIC HWY S, FEDERAL WAY 98003
8	OMF339	3221049013	JOSE V CASTELLAR AND EVELYN B	VACANT LAND AT PACIFIC HWY S, FEDERAL WAY 98003
9	OMF340	2921049157	CITY OF FEDERAL WAY	VACANT LAND AT S 359TH ST, FEDERAL WAY 98003
10	OMF341	3221049112	CITY OF FEDERAL WAY	VACANT LAND AT 8TH AVE S, FEDERAL WAY 98003
11	OMF342	3221049141	CITY OF FEDERAL WAY	VACANT LAND AT 8TH AVE S, FEDERAL WAY 98003
12	OMF343	2921049059	CITY OF FEDERAL WAY	VACANT LAND AT S 359TH ST, FEDERAL WAY 98003
13	OMF344	2921049152	CITY OF FEDERAL WAY	VACANT LAND AT S 359TH ST, FEDERAL WAY 98003



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Exhibit B

Operations and Maintenance Facility South project – Representative image of parcels and properties to be impacted

City-owned parcels



Privately-owned parcels

