

**REGIONAL TRANSIT AUTHORITY**

**MOTION NO. 98-9  
BACKGROUND AND COMMENTS**

<b>Meeting:</b>	<b>Date:</b>	<b>Agenda Item:</b>	<b>Staff Contact:</b>	<b>Phone:</b>
<b>Finance Committee</b>	<b>1/15/98</b>	<b>No. 5-C</b>	<b>Jan Hendrickson</b>	<b>206-689-3148</b>
<b>Executive Committee</b>	<b>1/16/98</b>	<b>No. 7-E</b>	<b>John Goforth</b>	<b>206-689-4935</b>

**ACTION:**

A motion of the Executive Committee of the Regional Transit Authority for the Pierce, King and Snohomish Counties region authorizing the Executive Director to purchase all necessary furnishings and equipment to complete the occupancy of the first phase, 3<sup>rd</sup> floor at RTA 1100 Second Avenue headquarters.

**BACKGROUND:**

Consistent with the discussion held with the Finance and Executive Committees during approval of the lease of the 2<sup>nd</sup> and 3<sup>rd</sup> floors of the RTA headquarters building, the RTA is supplying office space and equipment for the civil engineering design consultants for Link Light Rail. We have concluded the contract negotiations that reduce the overhead rates from 162% to 125%. Over the life of the contract, this savings will offset the cost associated with the third floor furnishings. Our financial analysis indicates an estimated \$2.2 million dollar savings, based on the difference between \$25.7 million (RTA facilities and equipment) and \$27.9 million (consultant's facilities plus overhead).

**RELEVANT BOARD POLICIES AND PREVIOUS ACTIONS TAKEN:**

Motion No. 35, authorizing the Executive Director to execute a lease for interim space and to implement the move to new interim headquarters, including provision of necessary furnishing and equipment.

Motion No. 52, authorizing the Executive Director to execute an amendment to the existing lease for RTA office space to include floors 2 and 3.

**FUNDING:**

The funding will be provided through the adopted 1998 Link Light Rail design/pre-engineering budget, which totals to \$48.2 million.

**ALTERNATIVES:**

Continue to be billed at the 162% overhead rate.

**CONSEQUENCES OF DELAY:**

Based on the current overhead rates, RTA would incur an additional \$90,000/month if the consultants were located at their facilities.

**Regional Transit Authority**  
**Motion No. 98-9**

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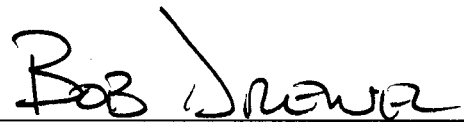
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**Motion:**

It is hereby moved by the Executive Committee of the Regional Transit Authority that:

The Executive Director is authorized to purchase all furnishings and equipment necessary for occupancy of the first phase, 3<sup>rd</sup> floor located at 1100 Second Avenue substantially as outlined in the attached draft budget.

Approved by the Executive Committee of the Regional Transit Authority for the Pierce, King, and Snohomish Counties region at a regular meeting thereof on the 16 day of January, 1998.



Bob Drewel  
Board Chair

ATTEST:



Marcia Walker  
Board Administrator