

SOUND TRANSIT FINANCE COMMITTEE
Summary Minutes
October 20, 2005

Call to Order

The meeting was called to order at 12:00 p.m. by Chair Jack Crawford in the Sound Transit Board Room, 401 South Jackson Street, Seattle, Washington.

Roll Call

Chair

(P) Jack Crawford, Kenmore City Councilmember

Vice Chair

(P) Fred Butler, Issaquah Council President

(P) Julie Anderson, Tacoma Councilmember

(P) Dave Enslow, Sumner Deputy Mayor

(A) Richard McIver, Seattle Councilmember

(P) Richard Marin, Edmonds Council President

(A) Mark Olson, Everett Councilmember

(A) Pete von Reichbauer, Seattle Councilmember

Ms. Marcia Walker, Board Administrator, announced that a quorum of the committee was present at roll call.

Report of the Chair

Chair Crawford announced that the Committee would be working from a revised agenda and that in addition to the action items, the 2006 Finance Plan would be presented.

Chief Financial Officer's Report

Mr. Hugh Simpson, Chief Financial Officer, announced the 2004 State Audit is wrapping up and a report will be forthcoming. A meeting of the Audit and Reporting Subcommittee was held on September 14, 2005 and the Finance Committee will be advised of the next meeting date, when scheduled.

2006 Finance Plan

Brian McCartan, Deputy Chief Financial Officer, began the presentation of the 2006 Finance Plan by reviewing the key elements. Alvan Ikoku, Senior Economist, stated that the agency is in good financial condition. He reviewed revenue and inflation forecasts in detail and concluded his presentation noting the agency's risk assessment is at the medium level.

Items within Finance Committee Authority for Final Action

Minutes of October 6, 2005 Finance Committee Meeting

It was moved by Mr. Richard Marin, seconded by Mr. Fred Butler, and carried by the unanimous vote of all members present that the minutes be approved as presented.

Motion No. M2005-111 -- Authorizing the Chief Executive Officer to execute a contract with URS Corporation to provide construction management services for the South Tacoma Commuter Rail Station in the amount of \$550,000, with a 10% contingency of \$55,000, for a total authorized contract amount not to exceed \$605,000

Mr. Jerry Dahl, Capital Projects Construction Manager, presented the staff report, noting that this motion along with the following, Motion No. M2005-112, are recommending construction management contracts be awarded to URS Corporation.

Public Comment

None.

It was moved by Mr. Butler, seconded by Mr. Marin, and carried by the unanimous vote of all members present that Motion No. M2005-111 be approved as presented.

Motion No. M2005-112 -- Authorizing the Chief Executive Officer to execute a contract with URS Corporation to provide construction management services for the Lakewood Commuter Rail Station in the amount of \$1,210,000, with a 10% contingency of \$121,000, for a total authorized contract amount not to exceed \$1,331,000

Mr. Jerry Dahl, Capital Projects Construction Manager, presented the staff report.

Public Comment

None.

It was moved by Mr. Butler, seconded by Mr. Marin, and carried by the unanimous vote of all members present that Motion No. M2005-112 be approved as presented.

Motion No. M2005-118 -- Authorizing the Chief Executive Officer to execute a contract amendment with Parsons Brinckerhoff Quade & Douglas, Inc. to provide additional on-call railroad and other engineering services for the Capital Projects program in the amount of \$100,000, for a new total authorized contract amount not to exceed \$300,000

Mr. Jim Edwards, Capital Projects Deputy Director, presented the staff report.

Public Comment

None.

It was moved by Mr. Butler, seconded by Mr. Marin, and carried by the unanimous vote of all members present that Motion No. M2005-118 be approved as presented.

Motion No. M2005-116 -- Authorizing the Chief Executive Officer to execute an agreement with King County regarding securing space for location and installation of equipment for a combined, co-located King County Downtown Seattle Transit Tunnel Operations Control Center and Sound Transit Central Link Operations Control Center at King County's Metro Communications and Control Center with a contribution of \$417,000 toward the construction of the Metro Communications and Control Center

Mr. Charles Joseph, Link Operations & Maintenance Manager, presented the staff report. In

response to a question from Boardmember Enslow regarding what Sound Transit will receive for its \$417,000 contribution, Mr. Joseph stated the agreement gives Sound Transit the right to use the control center for life, rent free. Some operating expenses initiate five years after completion of construction. Boardmember Anderson asked about insurance coverage. Mr. Joseph indicated that he didn't have the information at hand and would provide it to the members in the next few days.

Public Comment

None.

It was moved by Mr. Butler, seconded by Mr. Marin, and carried by the unanimous vote of all members present that Motion No. M2005-116 be approved as presented.

Motion No. M2005-114 -- Authorizing the Chief Executive Officer to execute a contract with The Jones Payne Group, Inc. to provide Architectural and Engineering Construction Management Services for the Residential Sound Insulation Program in the amount of \$1,943,319 with a 10% contingency of \$194,332 for a total authorized contract amount not to exceed \$2,137,651 for a term of two years, with an option to extend the contract for up to 12 additional months

Mr. Jonathan Jackson, Link Project Manager, presented the staff report. Mr. Richard Marin expressed appreciation for Mr. Jackson's shepharding efforts to manage this project from its inception and his work to bring it to fruition. Mr. Jackson introduced Mr. John Hansen, principal for The Jones Payne Group, who recognized the members of his team, and noted that they represent the diversity within Rainier Valley. Mr. Enslow, Ms. Anderson, and Mr. Butler also expressed support and appreciation for the project, with specific note of 100% small business and/or M/W/DBE.

Public Comment

None.

It was moved by Mr. Butler, seconded by Mr. Marin, and carried by the unanimous vote of all members present that Motion No. M2005-114 be approved as presented.

Items for Recommendation to the Board

Motion No. M2005-117 -- Authorizing the Chief Executive Officer to execute a contract amendment with Kinkisharyo International, L.L.C./Mitsui & Co. Inc. Joint Venture, through exercise of an existing option, to manufacture and deliver four additional low floor light rail vehicles to support operational requirements for the Airport Link project, in the amount of \$13,892,426 with a 5% contingency of \$694,621, for a new total authorized contract amount not to exceed \$146,385,841

Mr. Justin Garrod, Link Light Rail Vehicle Project Manager, presented the staff report. Mr. Crawford asked about the testing schedule. Mr. Garrod shared that there will be two phases. Completion of the vehicle manufacturing will take place at the Kinkisharyo facility in Japan later this year or early in 2006. The vehicles will then be shipped to the U.S., with the first testing to occur in Pueblo, New Mexico. Then they will be shipped to Seattle for brake testing on our tracks. Ms. Anderson commended staff for the cost saving efforts made and controlling the payment delivery schedules.

It was moved by Mr. Butler, seconded by Mr. Marin, and carried by the unanimous vote of all members present that Motion No. M2005-117 be forwarded to the Board with a do-pass recommendation.

Motion No. M2005-115 -- Authorizing the Chief Executive Officer to execute a contract amendment with HDR Engineering, Inc. to include final design services for a layover facility to be located in Lakewood, in the amount of \$211,764, with a 10% contingency of \$21,176, for a new total authorized contract amount not to exceed \$5,662,856

Ms. Diane Hilmo, Capital Projects Project Manager, presented the staff report.

It was moved by Mr. Butler, seconded by Mr. Marin, and carried by the unanimous vote of all members present that Motion No. M2005-115 be forwarded to the Board with a do-pass recommendation.

Resolution No. R2005-24 -- Authorizing the Chief Executive Officer, subject to the grant of a Federal Transit Administration protective acquisition waiver, to acquire, dispose, or lease certain real property interests by negotiated purchase by condemnation (including settlement), by condemnation litigation, or by administrative settlement; and to pay eligible relocation and re-establishment benefits to affected parties as necessary in order to secure property required in connection with the University Link segment of the preferred alternative identified by the Sound Transit Board within the North Link project of Central Link

Mr. Roger Hansen, Link Sr. Real Estate Representative, presented the staff report. Boardmember Enslow asked if there would be any relocation costs. Mr. Hansen explained there would be costs to remove property from the building and the parking lot.

It was moved by Mr. Butler, seconded by Mr. Marin, and carried by the unanimous vote of all members present that Resolution No. R2005-24 be forwarded to the Board with a do-pass recommendation.

Next Meeting

Thursday, November 3, 2005, 12:00 to 2:00 p.m., Union Station Board Room, 401 South Jackson Street, Seattle WA.

Adjourn

There was no other business; the meeting was adjourned at 1:50 p.m.



Jack Crawford
Finance Committee Chair

ATTEST:



Marcia Walker
Board Administrator