

**RESOLUTION NO. R2018-25**  
**Budget Transfer for the Tacoma Link Extension**

| <b>MEETING:</b>   | <b>DATE:</b> | <b>TYPE OF ACTION:</b> | <b>STAFF CONTACT:</b>   |
|-------------------|--------------|------------------------|---|
| Capital Committee | 07/12/2018   | Recommend to Board     | Ron Lewis, Acting DECM Executive Director<br><b>Joseph Gildner, Deputy Executive Director – Project Management</b><br><b>Madeleine Greathouse, Project Director – Tacoma Link Extension</b> |
| Board             | 07/26/2018   | Final Action           |   |

**PROPOSED ACTION**

(1) Authorizes budget phase transfers within the Tacoma Link Extension project from the Vehicle and Right-of-Way Phases to the Construction Phase to fund the construction contract, and (2) adopts Hilltop Tacoma Link Extension as the new project name.

**KEY FEATURES SUMMARY**

- This action modifies phase level budgets of the Tacoma Link Extension baseline budget to fund the construction contract with Walsh Construction Company II, LLC to construct the project.
- This action transfers \$1,685,000 from Vehicle Phase unallocated contingency (UAC) to the Construction Phase.
- This action transfers Right-of-Way Administration phase surplus of \$399,750 to the Construction Phase.
- The revenue service date of May 2022 is unchanged.
- This action also adopts Hilltop Tacoma Link Extension as the new project name.

**BACKGROUND**

The Tacoma Link Extension is a 2.4 mile extension of Tacoma Link from the Theater District in downtown to the Hilltop neighborhood in Tacoma. The extension will travel primarily along Stadium Way, 1st Street, Division Avenue, and Martin Luther King Jr. The project includes six new stations; relocates the Theater District Station; expands the existing Tacoma Operations and Maintenance Facility (OMF); relocates utilities away from the track slab, and procures five additional light rail vehicles.

The Sound Transit Board selected the project route, stations, and operations and maintenance facility expansion site on November 19, 2015. In September 2017, the Sound Transit Board established the baseline budget and schedule for the project. Revenue service for the extension is forecast for May 2022.

The Federal Transit Administration determined the project qualifies as a categorical exclusion under its National Environmental Policy Act (NEPA) regulations in June 2015. Environmental compliance pursuant to the State Environmental Policy Act (SEPA) was completed with a Determination of Nonsignificance (DNS) issued in July 2015.

## PROJECT STATUS

|                        |                             |                        |                         |              |              |
|------------------------|-----------------------------|------------------------|-------------------------|--------------|--------------|
| Project Identification | Alternatives Identification | Conceptual Engineering | Preliminary Engineering | Final Design | Construction |
|------------------------|-----------------------------|------------------------|-------------------------|--------------|--------------|

Projected Completion Date for Construction: 2Q 2022

Project scope, schedule, and budget summary located on page 91 of the April 2018 Link Light Rail Program Progress Report.

## PROCUREMENT INFORMATION

Sound Transit issued an Invitation for Bids (IFB) on March 22, 2018, and five bids were received on May 23, 2018 with one bid determined non-responsive. The bids ranged from \$108,295,000 to \$125,660,188. Walsh Construction Company II, LLC is the lowest responsive and responsible bidder with a bid of \$108,295,000. One protest was received and evaluated in accordance with Sound Transit's protest and appeal procedures and denied.

## FISCAL INFORMATION

There is no change to the project scope or total baseline budget. This action transfers budget between phases in the Tacoma Link Extension project to fund the construction contract award. Budget transfer in the amount of \$2,084,750 is moved into the construction phase from the vehicles phase and right-of-way phase; \$1,685,000 and \$399,750, respectively.

### Tacoma Link Extension

(in thousands)

| Project Phase           | Annual Project Budget              |                 |                                    | Baseline Budget           |                   |                       |
|-------------------------|------------------------------------|-----------------|------------------------------------|---------------------------|-------------------|-----------------------|
|                         | Adopted 2018 Annual Project Budget | Budget Revision | Revised 2018 Annual Project Budget | Baseline Budget (Current) | Allocation Change | Baseline Budget (New) |
| Agency Administration   | \$2,465                            | \$              | \$2,465                            | \$16,948                  | \$                | \$16,948              |
| Preliminary Engineering |                                    |                 |                                    | 5,559                     |                   | 5,559                 |
| Final Design            | 653                                |                 | 653                                | 10,830                    |                   | 10,830                |
| Third Party Agreements  | 766                                |                 | 766                                | 1,466                     |                   | 1,466                 |
| Right of Way            | 871                                |                 | 871                                | 3,555                     | (400)             | 3,155                 |
| Construction            | 7,050                              |                 | 7,050                              | 127,155                   | 2,085             | 129,240               |
| Construction Services   | 1,500                              |                 | 1,500                              | 9,891                     |                   | 9,891                 |
| Vehicles                | 6,000                              |                 | 6,000                              | 35,377                    | (1,685)           | 33,692                |
| Contingency             |                                    |                 |                                    | 6,565                     |                   | 6,565                 |
| <b>Total</b>            | <b>\$19,305</b>                    | <b>\$</b>       | <b>\$19,305</b>                    | <b>\$217,346</b>          | <b>\$</b>         | <b>\$217,346</b>      |

**Notes:**

Amounts are expressed in Year of Expenditure.

For detailed project information, see page 16 of 171 in the Adopted 2018 Transit Improvement Plan.

## SMALL BUSINESS/DBE PARTICIPATION AND APPRENTICESHIP UTILIZATION

Not applicable to this action.

## PUBLIC INVOLVEMENT

Not applicable to this action.

## **TIME CONSTRAINTS**

A one-month delay would not significantly impact the timing of this project.

## **PRIOR BOARD/COMMITTEE ACTIONS**

Resolution No. R2017-31: (1) Adopted the Tacoma Link Expansion baseline schedule and budget by increasing the authorized project allocation from \$34,622,000 to \$217,346,000 and establishing a project revenue service date of May 2022; (2) approved passage through Gate 5 within Sound Transit's Phase Gate process; and (3) approved Tacoma Link Extension as the project name.

## **ENVIRONMENTAL REVIEW**

KH 7/3/2018

## **LEGAL REVIEW**

AJP 7/6/2018



## **RESOLUTION NO. R2018-25**

A RESOLUTION of the Board of the Central Puget Sound Regional Transit Authority (1) authorizing budget phase transfers within the Tacoma Link Extension project from the Vehicle and Right-of-Way Phases to the Construction Phase to fund the construction contract and (2) adopting Hilltop Tacoma Link Extension as the new project name.

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, by way of Resolution No. R2015-22 on November 19, 2015, the Sound Transit Board selected the route, stations, and operation and maintenance facility expansion site for the Tacoma Link Extension; and

WHEREAS, by way of Resolution No. R2017-31 on September 28, 2017, the Sound Transit Board (1) adopted the Tacoma Link Extension baseline schedule and budget by increasing the authorized project allocation from \$34,622,000 to \$217,346,000 and established a project revenue service date of May 2022; (2) approved passage through Gate 5 within Sound Transit's Phase Gate process; and (3) approved Tacoma Link Extension as the project name; and

WHEREAS, additional construction phase budget is needed by the Tacoma Link Extension project in order to fund the award of the construction contract; and

WHEREAS, the construction phase budget will be amended by transferring unallocated contingency from the vehicle phase to the construction phase and transferring Right of Way administration surplus funds from Right of Way phase to the construction phase; and

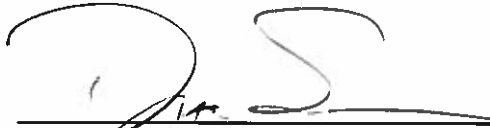
WHEREAS, the Sound Transit Board adopted the annual budget for the period between January 1 and December 31, 2018, and adopted the 2018 Transit Improvement Plan on December 21, 2017.

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

(1) The budget phase transfers within the Tacoma Link Extension project from the Vehicle and Right-of-Way Phases to the Construction Phase to fund the construction contract are approved and;

(2) Hilltop Tacoma Link Extension is adopted as the new project name.

ADOPTED by the Board of the Central Puget Sound Regional Transit Authority at a regular meeting thereof held on July 26, 2018.



Dave Somers  
Board Chair

ATTEST:



Kathryn Flores  
Board Administrator