

# ***2022 Proposed Budget***

*System Expansion Committee*

11/10/2021

# *Why we are here*

## *Today we are here to provide information*

- **Summary of the 2022 proposed agency budget**
- **Briefing on budget section within Committee purview – system expansion projects:**
  - Link
  - Tacoma Link
  - Sounder
  - Stride
  - ST Express

# *Budgets within Committee purview*

| Committee                       | Budget/TIP Sections   |
|---------------------------------|---|
| Rider Experience and Operations | <ul style="list-style-type: none"><li>• Transit operations</li><li>• Non-system expansion projects</li></ul>                          |
| <b>System Expansion</b>         | <b>System expansion projects – Link, Tacoma Link, Sounder, Stride, ST Express</b>   |
| Executive                       | <ul style="list-style-type: none"><li>• System expansion projects – other (programs)</li><li>• Debt service and other costs</li></ul> |
| Finance and Audit Committee     | Other committees recommend budget to FAC; FAC recommends to Board   |

# ***2022 Proposed Budget***

# 2022 revenue and other financing sources: \$3.4 billion

| <i>In \$Million</i>            | 2021<br>Forecast | 2022<br>Proposed | %<br>Change |
|--------------------------------|------------------|------------------|-------------|
| Taxes                          | 2,124            | 2,258            | 6%          |
| Federal Grants                 | 793              | 498              | (37)%       |
| Fare Revenues                  | 20               | 36               | 79%         |
| Investment /<br>Misc. Revenues | 27               | 31               | 18%         |
| <b>Subtotal</b>                | <b>\$2,964M</b>  | <b>\$2,823M</b>  | <b>(5)%</b> |
| TIFIA                          | 87               | 615              | NA          |
| <b>Total</b>                   | <b>\$3,051M</b>  | <b>\$3,438M</b>  | <b>13%</b>  |

- Primarily higher retail sales and use tax
- Federal grants lower in 2022 due to CRRSAA /ARP funding in 2021
- Fare revenues assumed up with Northgate and as we begin to regain ridership
- Higher ORCA regional reimbursement
- TIFIA draws for OMFE in 2021 & Northgate in 2022

\*Numbers may not add correctly due to rounding.

# *2022 proposed expenditures: \$3.0 billion*

| <i>In \$million</i>  | 2021<br>Forecast | 2022<br>Proposed |
|----------------------|------------------|------------------|
| Projects             | 2,204            | 2,365            |
| Transit Operating    | 368              | 444              |
| Debt Service & Other | 199              | 220              |
| <b>Total</b>         | <b>\$2,770</b>   | <b>\$3,029</b>   |

Other includes debt service, tax collection & fees, contributions to partner agencies, operating leases, and operating contingency

\*Numbers may not add correctly due to rounding.

# ***2022 budget priorities***

- Maintain long term financial sustainability
- Resource allocation consistent with realignment resolution and agency priorities
- Adequate resources to support new services and assets
- Service levels/budget reflect current ridership demand

# ***System Expansion Committee Budget Review***

- ***Project budgets***



# 2022 projects budget: \$2.4B

*Reflects Board realignment resolution*

| <i>In \$million</i>                      | 2021<br>Forecast | 2022<br>Proposed |
|--|------------------|------------------|
| System Expansion                         | 2,057            | 2,135            |
| Enhancements                             | 22               | 48               |
| State of Good Repair                     | 28               | 70               |
| Administrative                           | 112              | 132              |
| <i>Less charges to Transit Operating</i> | (15)             | (21)             |
| <b>Total</b>                             | <b>\$2,204</b>   | <b>\$2,365</b>   |

\*Numbers may not add correctly due to rounding.

# 2022 system expansion projects: \$2.1B

| <i>In \$Million</i> | 2021<br>Forecast | 2022<br>Proposed |
|---------------------|------------------|------------------|
| Link                | 1,809            | 1,760            |
| Sounder             | 76               | 56               |
| ST Express          | 10               | 24               |
| Stride              | 62               | 212              |
| Tacoma Link         | 65               | 36               |
| Other               | 34               | 48               |
| <b>Total</b>        | <b>\$2,057M</b>  | <b>\$2,135M</b>  |

\*Numbers may not add correctly due to rounding.

***System Expansion  
Link and Tacoma Link***

# Northgate Link Extension, \$10.3M



- **In Revenue Service!!!**
- Continue contract and project closeout activities.
- Non-Revenue Vehicle procurements.
- Monitor Vibration & Electromagnetic Interference at UW Campus

# *Hilltop Tacoma Link Extension, \$36.5M*



- Continue collaboration with our community and City of Tacoma partners
- Completion of civil and systems construction.
- Completion of LRV commissioning and burn in.
- **Achieve Revenue Service!!**

# *East Link Extension, \$150M*

- Substantial completion of Seattle to S. Bellevue, SR 520 to Overlake Transit Center and Systems.
- Continue Testing & Commissioning
- Continue Start Up activities and procurements.





# *Downtown Redmond Link Extension, \$301M*

- Continue design build construction, anticipated to achieve approximately 75% completion.
- Continue ROW acquisitions and relocations.



# *Federal Way Link Extension, \$461M*

- Continue design build construction, anticipated to achieve approximately 65% completion.
- Continue ROW relocation activities.





# *Lynnwood Link Extension, \$583M*

- Advance civil construction, anticipated to achieve approximately 85% completion.
- Continue systems construction, anticipated to achieve approximately 65% completion.



# NE 130th Station, \$6.6M



- Proposed annual budget supports progressing station design and long-lead procurements.
- Project Baselineing will occur in early 2022.

# *Light Rail Vehicle Fleet Expansion, \$146.4M*

- Continue final assembly of remaining vehicles.
- Delivery of 49 LRVs.
- Conditional Acceptance of 56 LRVs.
- More new LRVs entering services



# *Link Operations & Maintenance Facility East, \$3.1M*

- Year 2 of Measurement and Verification period.
- Continue start up activities and procurements.



# Tacoma Dome Link Extension and OMF South, \$19M

- Commence OMF South Phase 3 Preliminary Engineering
- Publish TDLE DEIS
- Consider and possibly advance capital cost savings concepts
- Update/confirm PA for TDLE
- Commence TDLE Phase 3 Preliminary Engineering (FEIS)





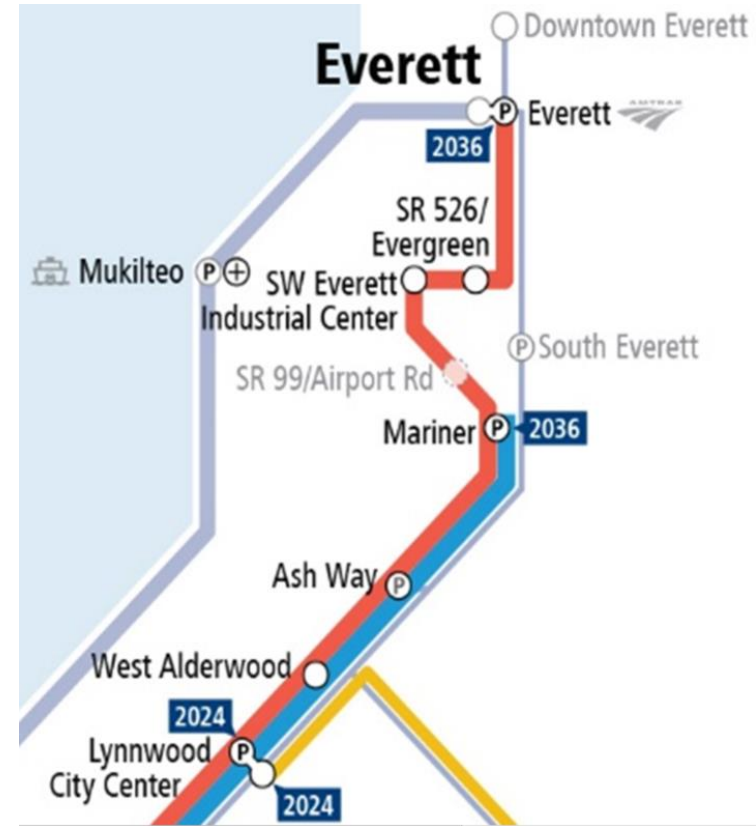
## ***West Seattle to Ballard Link Extensions, \$41M***

- Complete Phase 2 Conceptual Engineering
- Consider and possibly advance capital cost savings concepts
- Update/confirm PA
- Commence Phase 3 Preliminary Engineering (FEIS)
- ROW Administration activities



# Everett Link Extension & OMF North, \$18M

- Complete Phase 1 Alternatives Analysis
- Identify Preferred Alternative and options to study in the DEIS
- Commence Phase 2 Environmental Review & CE (DEIS)
- External stakeholders engagement.



# North Corridor MOW, \$20M

- ROW Phase represents 90% of Proposed Budget for property acquisition.





# *System Expansion Sounder*

# ***Sounder Investments, \$11M***

- Lakewood & S. Tacoma Stations Access
  - Commence CE & Environmental Review
- Tacoma Dome Station Access
  - Initiate project, commence Alternatives Analysis (coordination with TDLE)
- Sounder South Capacity Expansion
  - Complete Alternatives Analysis, commence CE and Environmental Review
- Edmonds & Mukilteo Stations Access
  - Postponed due to realignment decision



# *Sounder Investments \$20M*

- Station Access Improvements
  - Puyallup Station Garage – achieve substantial completion, open to public
  - Sumner, Kent & Auburn Station Garages – Baseline, initiate procurement, ROW acquisitions
- Sounder Maintenance Base – postponed by realignment



# ***System Expansion Stride***

## ***I-405 Bus Rapid Transit, \$109M***



- Complete Phase 3 PE, NE 85<sup>th</sup> and Brickyard project development
- Advance TIBS Phase 2 TO with WSDOT (project development)
- Advance FD with the GEC contract
- Continue NE 44th street interchange construction (WSDOT)
- Execute design-build agreement for NE 85th, Brickyard and North Express Toll Lanes
- Transition to DECM & Baseline



# SR 522/NE 145<sup>th</sup> BRT, \$82M

- Continue final design with the GEC contract and partners
- Accelerate ROW acquisition
- Utility relocations
- Transition to DECM & Baseline



# ***BRT Maintenance Base, \$20.5M***

- Advance Final Design with GEC contract
- ROW CC&R settlement
- Wetland Mitigation
- Transition to DECM & Baseline



# ***System Expansion***

## ***ST Express***



# *Bus System Expansion, \$21M*

- Funding for Board approved agreements
  - RapidRide C paving completion and Madison BRT construction NTP
  - Continue Pacific Ave SR 7 Corridor Improvements
- Work postponed due to realignment
  - Bus on Shoulder
  - North Sammamish Park & Ride
  - Any additional RapidRide funding agreement



# *Budget timeline and next steps*

# ***Potential budget adjustment needed in 2022***

Mid year budget adjustment may be requested from the Board:


- Increased service to meet higher ridership demand
- Continued COVID-related cost increases
- Adjustment to projects resulting from Annual Program Review

# Timeline

## *October – budget and Financial Plan kickoff*

- **10/28** – Board Meeting – Overview of Long-Range Financial Plan projections and budget

## *November – budget overview and property tax levy approval*

- **11/4** – Executive Committee – budget overview
- **11/4** – Rider Experience and Operations Committee – budget overview
- **11/4** – Public hearing – budget and property taxes
-  **11/10** – System Expansion Committee – budget overview
- **11/18** – Board Meeting – request for approval of the property tax levy

# *Timeline continued*

## *December – budget recommendation and approval*

- **12/2** – Rider Experience and Operations Committee – recommends to FAC
- **12/9** – Executive Committee – recommends to FAC
- **12/9** – **System Expansion Committee – recommends to FAC**
- **12/16** – Finance and Audit Committee – recommends to Board
- **12/16** – Board – adoption of the Proposed 2022 Budget and Transit Improvement Plan

*Thank you.*



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