

**SOUND TRANSIT
STAFF REPORT**

RESOLUTION NO. R2003-19

Adoption of the Proposed 2004 Budget with Amendments

| Meeting: | Date: | Type of Action: | Staff Contact: | Phone: |
|-------------------|--------------|---|-------------------------------------|---------------|
| Finance Committee | 12/3/03 | Discussion/Possible Action to Recommend Board Approval Action | Pete Rogness, Budget Manager | (206)398-5102 |
| Board | 12/11/03 | | | |

| Contract/Agreement Type: | 3 | Requested Action: | 3 |
|---------------------------------|----------|-----------------------------------|----------|
| Competitive Procurement | | Execute New Contract/Agreement | |
| Sole Source | | Amend Existing Contract/Agreement | |
| Memorandum of Agreement | | Contingency Funds Required | |
| Purchase/Sale Agreement | | Budget Amendment Required | |

4 Applicable to proposed transaction.

OBJECTIVE OF ACTION

Adopt the Proposed 2004 Budget authorizing the Agency's operating and transit operations expenditures and capital outlays for the year 2004.

ACTION

Adopting an annual budget for the period from January 1 through December 31, 2004.

KEY FEATURES

The resolution approves the following expenditures for 2004:

- \$52.5 million for staff operations
- \$17.7 million for Regional Fund projects (Phase II Planning, Research and Technology and Fare Integration)
- \$5.2 million for Community Development Fund program payments, including \$2.7 million in advances which will be carried on Sound Transit's books as a receivable, and \$2.4 million in mitigation payments
- \$0.7 million for Community Development Fund administrative costs
- \$64.9 million for transit operations in Regional Express
- \$23.9 million for transit operations in Sounder
- \$5.8 million for transit operations in Link
- \$17.1 million for payment of debt service on outstanding bonds by Sound Transit in 2004.

In addition, the resolution authorizes the following capital and line of business non-capitalizable costs in 2004:

- \$235.6 million for Sounder
- \$335.3 million for Link
- \$112.2 million for Regional Express

- \$2.2 million for the Public Art program
- \$1.1 million for administrative capital outlays

BUDGET IMPACT SUMMARY

Project Description:

Current Status:

Projected Completion Date:

| Action Outside of Adopted Budget: | Y/N | Y | Requires Comment |
|--|------------|----------|-------------------------|
| This Line of Business | N/A | | |
| This Project | N/A | | |
| This Phase | N/A | | |
| This Task | N/A | | |
| Budget amendment required | N/A | | |
| Key Financial Indicators: | Y/N | Y | Requires Comment |
| Contingency funds required | N/A | | |
| Subarea impacts | N/A | | |
| Funding required from other parties other than what is already assumed in financial plan | N/A | | |

N = Action is assumed in current Board-adopted budget. Requires no budget action or adjustment to financial plan

BUDGET DISCUSSION

Sound Transit’s Proposed 2004 Budget requests funding authorization totaling \$871,975,756 in operating expenditures and capital outlays. The Agency’s expenses and outlays will be funded by an estimated \$409,772,464 in revenue and other financing sources (on an accrual basis) and by an estimated positive cash position in January 2004 of \$695,000,000. Of this amount, an estimated \$208,460,601 will be collected from Retail Sales and Use Tax; \$63,810,128 from Motor Vehicle Excise Taxes; \$96,000,000 from federal grants; \$22,574,414 interest earnings; \$12,744,560 from farebox revenues; and \$6,182,761 in miscellaneous revenues.

REVENUE, SUBAREA, AND FINANCIAL PLAN IMPACTS

The Proposed 2004 Budget is fully affordable within the agency’s existing revenue projections and financial policies for Phase I.

SUMMARY FOR BOARD ACTION

Not applicable to this action.

M/W/DBE – SMALL BUSINESS PARTICIPATION

Not applicable to this action.

HISTORY OF PROJECT

Prior Board or Committee Actions and Relevant Board Policies

| Motion or Resolution Number | Summary of Action | Date of Action |
|------------------------------------|---|-----------------------|
| Resolution No. 2002-08 | Adopting revised budget policies, and superseding Resolution No. 98-4 | 7/25/02 |
| Resolution No. 98-22 | Adopting criteria to guide evaluation of proposals to amend Sound Move | 7/23/98 |
| Resolution No. 98-4 | Adopting detailed budget policies governing budget content and processes/timeframes for budget submittal and adoption. | 2/26/98 |
| Motion No. 32 | Adoption of Sound Move Implementation Guide, which provides a blueprint for the development of detailed 6-year capital and operating budgets. | 5/22/97 |
| Resolution No. 72 | Adopting financial policies and guidelines for providing sub-area equity within the 10-Year Regional Transit Plan. | 5/31/96 |

CONSEQUENCES OF DELAY

Adoption of the Proposed Budget requires a super-majority (two-thirds) vote of the Board. There is one scheduled Board Meeting remaining before the end of 2003.

REGIONAL PARTNERSHIP AND COOPERATION

Not applicable to this action.

PUBLIC INVOLVEMENT

Sound Transit has conducted Finance Committee workshops between September 5th and November 7th, a Board workshop on October 10th, and a Public Hearing on the Budget on December 3rd.

LEGAL REVIEW

MB 11/14/03

SOUND TRANSIT

RESOLUTION NO. R2003-19

A RESOLUTION of the Board of the Central Puget Sound Regional Transit Authority adopting an annual budget for the period from January 1 through December 31, 2004.

WHEREAS, by Resolution No. 72, adopted May 31, 1996, the Sound Transit Board adopted financial policies to govern the financing and implementation of the Ten-Year Regional Transit Plan and to specify budgetary guidelines for providing subarea equity in accomplishing the same; and

WHEREAS, on November 5, 1996, at a general election held within the Central Puget Sound Regional Transit Authority's (Sound Transit) district, the voters approved local-option taxes to support implementation of the Ten-Year Regional Transit System Plan; and

WHEREAS, by Motion 32 adopted on May 22, 1997, the Sound Transit Board approved the Implementation Guide, providing a blueprint for the development of significantly more detailed six-year capital and operating budgets for Sound Transit Board adoption; and

WHEREAS, by Resolution 2002-08 the Sound Transit Board adopted revised budget policies; and

WHEREAS, the Sound Transit Chief Executive Officer has developed a budget (Attachment A) with amendments (Attachment B); and

WHEREAS, the Sound Transit Chief Executive Officer implemented changes to the annual budget process that included individually justifying all proposals, ensuring affordability; and

WHEREAS, said budget is consistent with and affordable under adopted Sound Transit financial policies as established by Resolution No. 72; and

WHEREAS, Sound Transit to-date has implemented successful transit services for Regional Express, Sounder and Tacoma Link; and

WHEREAS, Sound Transit is meeting a high standard of public accountability through clear monthly progress reports and quarterly financial reporting;

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

Section 1. Subject to the provisions of Resolution No. 78-1 requiring Sound Transit Board approval of capital infrastructure projects, and Finance Committee or Board approval of contracts authorizing expenses exceeding \$200,000, Sound Transit is hereby authorized to incur \$52,459,605 in the year 2004 for staff operating expenses, \$13,973,558 for expenses for the Regional Fund projects (Phase II Planning, Research and Technology, Fare Integration), \$716,510 for Community Development Fund administrative costs and \$17,103,000 for payment of debt service on outstanding bonds or such amounts as are contained in amendments to the Proposed Budget as adopted by the board. Sound Transit is hereby authorized to incur \$64,924,385 in the year 2004 in expenses for transit operations for Regional Express, \$5,835,064 in expenses for transit operations for Link light rail, and \$23,938,062 in expenses for transit operations for Sounder commuter rail or such amounts as are contained in amendments to the Proposed Budget as adopted by the board. In addition, Sound Transit is hereby authorized to incur \$690,137,737 in the calendar year 2004 in capital outlays (including allocations) and line of business non-capitalizable costs; composed of \$112,207,190 in Regional Express, \$235,587,620 in Sounder Commuter Rail, \$335,294,362 in Link Light Rail, \$3,756,508 for Regional Fund capital projects (Research and Technology, Fare Integration), \$2,223,957 for the STart program, and \$1,068,100 in administrative capital or such amounts as are contained in amendments to the Proposed Budget as adopted by the board. In addition, the Community Development Fund is authorized to incur \$5,150,000 for program payments, composed of \$2,425,000 in mitigation payments and \$2,725,000 in advances.

Section 2. The budget for the period January 1, 2004 to December 31, 2004 ("Adopted Budget"), substantially in the form of Attachment A as amended in Attachment B and attached

hereto, is hereby adopted. The Adopted Budget shall serve as a planning document and is not an authorization of expenses, except as specified in Section 1 above. The Adopted Budget projects the collection of \$409,772,464 in total revenues including \$272,270,729 in Sales and Use Tax and Motor Vehicle Excise Tax.

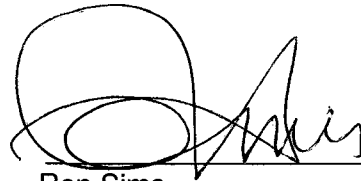
Section 3. The Capital Plan described in Attachment A is hereby endorsed. Such endorsement does not constitute final project authorization, pursuant to Section 9.B. of Resolution No. 78-1.

Section 4. The Board directs the Chief Executive Officer, or her designee, to submit the final Adopted Budget to the Chair of the Board and the Chair of the Finance Committee to assure that the intent of the amendments made to the Adopted Budget is accurately reflected therein.

Section 5. The Chief Executive Officer, or her designee, shall provide regular budget reports to the Sound Transit Board and shall provide the Board with such information as may be necessary to compare actual financial performance with the Adopted Budget and to ensure conformance with the financial policies.


Section 6. The Board further authorizes the Chief Executive Officer, or her designee, to take any actions necessary to implement the policies and determinations of the Board pursuant to this Resolution.

ADOPTED by the Board of the Central Puget Sound Regional Transit Authority at a regular meeting thereof held on December 11, 2003.



Ron Sims
Board Chair

ATTEST:



Marcia Walker
Board Administrator

Attachment B

Proposed Amendments To the Sound Transit Proposed 2004 Budget

| Amendment 1 | |
|--------------------|---|
| Sponsor | Staff Submitted |
| Amendment | Amend the "Sound Transit 2004 Cash vs. Accrual Budget" (p. 37 of the Proposed 2004 Budget) and other related text and tables to reflect the impact of all Board-approved budget amendments and related resolutions. Amend the budget, if necessary, for depreciation, non-material corrections and substitutions. |
| Budget Impact | No budget impact |

| Amendment 2 | |
|--------------------|--|
| Sponsor | Staff Submitted |
| Amendment | Shift \$318,100 from Administrative Capital for 2004 to the Finance and Information Services department staff budget, to charge software-licensing fees as an expense rather than as a capital item. |
| Budget Impact | No net budget impact to the agency. This amendment will increase the FIS staff budget by \$318,100 and decrease the Administrative Capital budget by a like amount. |

| Amendment 3 | |
|--------------------|---|
| Sponsor | Staff Submitted |
| Amendment | Shift \$34,750 from the STart lifetime capital budget, including \$5,000 in 2004, to a new operating budget for STart to provide budget for maintenance of art installed at Sound Transit facilities, consistent with other transit agencies' art programs. |
| Budget Impact | This amendment has no overall budget impact as the total STart budget remains the same. This does shift \$34,750 lifetime and \$5,000 in 2004 from capital to operations |

| Amendment 4 | |
|--------------------|---|
| Sponsor | Staff Submitted |
| Amendment | Create a new project in the Sounder program, Pierce County subarea, named "Nisqualley to Lakewood" to capture the portion of the pending ROW purchase from BNSF in the amount of \$13,000,000 not related to the Lakewood-to-Tacoma Track & Facilities segment. |
| Budget Impact | There is no subarea or program level budget impact. The Lakewood-to-Tacoma Track and Facilities lifetime budget will be decreased by \$13,000,000 in the ROW phase and the new project increased by a like amount. |

| Amendment 5 | |
|--------------------|---|
| Sponsor | Staff Submitted |
| Amendment | The proposed budget for the Sounder Puyallup Station includes funding for ongoing monitoring of groundwater contamination levels at the station. This amendment would shift this budget to the Sounder transit operations budget. The total amount shifted from Puyallup Station reflects costs through 2009. As a result, only that portion anticipated to be expended in 2004 will be added to the 2004 transit operations budget. Budget for future years' monitoring expenditures will be requested in each year's proposed budget. |
| Budget Impact | Increase the 2004 Sounder transit operations budget by \$69,000, reduce Sounder Puyallup Station (Project 243) by a total of \$1,743,000 Including a reduction of \$526,000 in 2004, and adjust the project cashflow as reflected in attachment C. |

| Amendment 6 | |
|--------------------|---|
| Sponsor | Staff Submitted |
| Amendment | Shift \$2,076,316 from the Link light rail staff budget to the Central Cost budget for rent for the Opus building in order to standardize the treatment of facilities charges across the agency. |
| Budget Impact | The total Link staff cost will be reduced by \$2,076,316 for 2004 and the Central Costs budget will be increased by a like amount. The lifetime budget of \$17,162,998 will be shifted from Link light rail non-capitalizable costs to the Regional Fund. |

| Amendment 7 | |
|--------------------|--|
| Sponsor | Staff Submitted |
| Amendment | Amend the Regional Express Bus transit operations budget (page 118) to reflect Board changes to proposed 2003 SIP. |
| Budget Impact | Revises the Regional Express transit operations budget to match budgetary levels identified within the board-approved Service Implementation Plan. |

| Amendment 8 | |
|--------------------|---|
| Sponsor | Staff Submitted |
| Amendment | Increase the 2004 central depreciation by \$43,089 for Information Services infrastructure purchased in 2003. |
| Budget Impact | Increase the Central Costs and agency staff budgets by \$43,089. |

| Amendment 9 | |
|--------------------|--|
| Sponsor | Staff Submitted |
| Amendment | Increase the 2004 Regional Express transit operation depreciation by \$1,566,405 to reflect depreciation related to the purchase of the hybrid buses. The assumption in the proposed budget was that the buses would be placed into service in 2005, but are currently expected to be placed into service in the fourth quarter of 2004. |
| Budget Impact | Increase the Regional Express transit operations budget by \$1,566,405. |

| Amendment 10 | |
|---------------------|---|
| Sponsor | Staff Submitted |
| Amendment | Increase the 2004 Sounder transit operation depreciation by \$568,389 to reflect additional depreciation costs for Tacoma Dome Station (Freighthouse Square) which will be placed into service in 2004 and was not included in the proposed budget. |
| Budget Impact | Increase the Sounder transit operations budget by \$568,389. |

| Amendment 11 | |
|---------------------|---|
| Sponsor | Staff Sponsored |
| Amendment | Increase the 2004 Link transit operation depreciation by \$58,523 to reflect additional known costs related to Tacoma Link. The proposed budget for this item was based on an estimate of the final value of the assets being put into place to operate Tacoma Link. This revision reflects actual amounts that have now been calculated. |
| Budget Impact | Increase the Link transit operations budget by \$58,523. |

| Amendment 12 | |
|---------------------|--|
| Sponsor | Staff Sponsored |
| Amendment | Increase the Administrative Services staff budget by \$20,000 for additional anticipated security service costs. |
| Budget Impact | Increase the Administrative Services department and agency staff budgets by \$20,000. |

| Amendment 13 | |
|---------------------|---|
| Sponsor | Staff Sponsored |
| Amendment | Increase the Executive Department staff budget by \$80,000 for additional support costs for the Performance Audit Subcommittee. This amount was budgeted to be expended in 2003, but will now be expended in early 2004 |
| Budget Impact | Increase the Executive department and agency staff budgets by \$80,000. |

| Amendment 14 | |
|---------------------|--|
| Sponsor | Staff Sponsored |
| Amendment | Increase the Fare Integration project (405) budget for activity in 2004 by \$352,000. This amount was budgeted to be expended in 2003, but will now be expended in early 2004. The lifetime budget remains the same. |
| Budget Impact | Increase the Fare Integration project (405) 2004 budget by \$352,000. |

| Amendment 15 | |
|---------------------|---|
| Sponsor | Staff Sponsored |
| Amendment | Add \$250,000 to the Finance and Information Services department services budget for payment to the Department of Licensing for collection of Sound Transit tax revenues. |
| Budget Impact | Increase the FIS departmental and agency staff budget by \$250,000. |

| Amendment 16 | |
|---------------------|---|
| Sponsor | Staff Sponsored |
| Amendment | Add \$25,000 to the 2004 and the lifetime budgets for TOD to reflect the receipt of a grant from the PSRC for activity in the Tacoma Dome district. |
| Budget Impact | Increase the 2004 and the lifetime TOD budgets by \$25,000. The budget for Miscellaneous Revenues will also be increased by \$25,000. |

| Amendment 17 | |
|---------------------|--|
| Sponsor | Staff Sponsored |
| Amendment | Increase the Link light rail transit operations budget (page 88) to add \$128,928. This provides for additional cost of operations, including additional overtime for supervisors, an interim agreement with the City of Tacoma for maintenance, marketing costs and signage maintenance. These increases are offset by removing budget for paratransit, which will be operated at Pierce Transit's expense. |
| Budget Impact | Increases transit operations budget by \$128,928. |

| Amendment 18 | |
|---------------------|---|
| Sponsor | Staff Sponsored |
| Amendment | Amendment to re-scope the Regional Express North Everett Transit Center project (#54316). |
| Budget Impact | Sound Transit will provide up to \$1.5M to the City of Everett and the remaining \$3.0M will be transferred to the Snohomish Program Reserve. |

| Amendment 19 | |
|---------------------|---|
| Sponsor | Staff Sponsored |
| Amendment | Amend certain projects within the Sounder, Link, Regional Express and the Regional Fund to shift dollars between years and phases. See Attachment D for details on the transfers. |
| Budget Impact | This action will increase the 2004 spending plan by a total of \$18,915,812, and will have no impact to the total lifetime budget for each project. |

| Amendment 20 | |
|---------------------|--|
| Sponsor | Staff Sponsored |
| Amendment | This amendment would reduce the total lifetime budget for the Sounder Tacoma Dome Station (Project 245) by \$3,942,000 which reflects the current estimate to complete the project work. The project budget is revised as shown in Attachment E. |
| Budget Impact | The total Sounder budget and the Sounder Tacoma Dome station (Project 245) is reduced by \$3,942,000. |

Proposed Amendments to be added to Attachment B

| Amendment 21 | |
|---------------------|--|
| Sponsor | Board |
| Amendment | <p>Amend the Sounder Commuter Rail budget for projects in the Everett to Seattle and the Lakewood to Tacoma segments to reflect the lifetime Estimate At Completion as presented to the Finance Committee on December 3, 2003 and the Board. The lifetime budgets are amended as identified in Attachment F.</p> <p>The Proposed budget for expenditures in 2004 for these projects is adopted provisionally. Staff will return to the Board to update the 2004 budget amount based on a cashflow analysis of the adopted lifetime budgets, and will include the revised cashflow in the Adopted 2004 Budget document.</p> <p>Additionally, staff will return to the Board to provide a detailed analysis of station costs and identifying options for potential budget adjustments.</p> |
| Budget Impact | The Amended lifetime project budgets for projects in the Everett to Seattle and in the Lakewood to Tacoma segments are increased by a total of \$44.2 million above Proposed 2004 Budget. |

| Amendment 22 | |
|---------------------|--|
| Sponsor | Board |
| Amendment | Add to the 2004 administrative capital budget for an increase of \$273,000 for technology related equipment. The 2003 Finance and Information Services staff budget is under unspent for 2003 from what was anticipated from equipment, services and utilities. |
| Budget Impact | The amendment would increase the 2004 administrative capital by \$273,000. \$273,000 in savings were identified in the 2003 Finance and Information Services budget to fund the increase, but under Sound Transit budget policies the unspent operating funds do not “carry over” to 2004 capital and therefore separate board authorization for the increase in capital costs for 2004 is required. |

| Amendment 23 | |
|---------------------|--|
| Sponsor | Board |
| Amendment | Add an additional \$60,000 to the Finance and Information Services department budget for payment to the Department of Licensing for collection of Sound Transit tax revenues. Amendment 15 added \$250,000 to the existing budget. However, based on the first three billings from Department of Licensing an additional \$60,000 will be required for 2004. The cumulative effect of Amendments 15 and 24 is to add a total of \$310,000 to the Finance and Information Services departmental and to the Agency’s staff budget. |
| Budget Impact | Increase the Finance and Information Services department budget and agency staff budget by \$60,000. |

| Amendment 24 | |
|---------------------|---|
| Sponsor | Board |
| Amendment | Add an additional \$200,000 to the Executive department budget for temporary services required to implement an agency-wide document management system initiative. |
| Budget Impact | Increase the Executive Department budget and agency staff budget by \$200,000. |

| Amendment 25 | |
|---------------------|--|
| Sponsor | Board |
| Amendment | Add to the 2004 administrative capital budget for an increase of \$70,000 for document management system hardware to support the agency document management initiative. There is sufficient capacity in the overall Phase I administrative capital budget for this increase. |
| Budget Impact | Increase the administrative capital budget by \$70,000. |

Attachment C

Proposed Amendments to the 2004 Sound Transit Budget (\$000)

SOUNDER

| Puyallup Station (#243) | | | | | | |
|---|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|------------------------------|
| | 2004 Annual Budget | | | Lifetime Budget | | |
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ 552 | \$ (489) | \$ 63 | \$ 1,149 | \$ (489) | 660 |
| Preliminary Engr / Environmental Documentation | - | - | - | 259 | \$ - | 259 |
| Final Design | - | - | - | 484 | - | 484 |
| Row Acquisition and Permits | - | - | - | 5,444 | - | 5,444 |
| Construction | 57 | (37) | 20 | 7,767 | (1,254) | 6,513 |
| Contingency | - | - | - | - | \$ - | - |
| Total | \$ 609 | \$ (526) | \$ 83 | \$ 15,103 | \$ (1,743) | \$ 13,360 |

Note: This project budget will be amended to transfer funds to operations for ongoing groundwater monitoring.

Attachment D

Proposed Amendments to the 2004 Sound Transit Budget (\$000)

Reallocation of project dollars between phases, project, and/or years

REGIONAL EXPRESS

Project: Renton HOV Access/N 8th (#150)

| Phase | 2004 Annual Budget | | | Lifetime Budget | | |
|--|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|---------------------------|
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ 4 | \$ - | \$ 4 | \$ 4,367 | \$ 103 | \$ 4,470 |
| Preliminary Engr / Environmental Documentation | 81 | (2) | 79 | 2,813 | \$ 3,681 | 6,494 |
| Final Design | - | | - | | | - |
| Row Acquisition and Permits | - | | - | 3 | | 3 |
| Construction | - | | - | | | - |
| Contingency | - | | - | 79,776 | \$ (3,784) | 75,991 |
| Total | \$ 85 | \$ (2) | \$ 83 | \$ 86,958 | \$ (0) | \$ 86,958 |

Note: This project budget will be amended to reallocate remaining budget to the PE/ED phase to finalize remaining PE/ED effort for this project.

Project: Totem Lake Freeway Station/NE 128th (#140)

| Phase | 2004 Annual Budget | | | Lifetime Budget | | |
|--|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|---------------------------|
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ 534 | \$ (161) | \$ 373 | \$ 5,331 | \$ (81) | 5,250 |
| Preliminary Engr / Environmental Documentation | - | - | - | 6,500 | \$ (250) | 6,250 |
| Final Design | 3,089 | 914 | 4,002 | 5,744 | 1 | 5,745 |
| ROW and Construction | 7,163 | (4,481) | 2,683 | 56,000 | (2,000) | 54,000 |
| Contingency | - | 450 | 450 | 24,595 | \$ 2,329 | 26,925 |
| Total | \$ 10,786 | \$ (3,278) | \$ 7,508 | \$ 98,170 | \$ (0) | \$ 98,170 |

Note: This project budget will be amended to reallocate funds from ROW and construction to project contingency to reflect current expenditures and commitments and to reserve an allowance for unanticipated changes during construction.

Project: Bellevue HOV Access (#145)

| Phase | 2004 Annual Budget | | | Lifetime Budget | | |
|--|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|---------------------------|
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ 2,132 | \$ (191) | \$ 1,940 | \$ 5,401 | \$ (1,031) | 4,369 |
| Preliminary Engr / Environmental Documentation | - | - | - | 1,466 | \$ (57) | 1,409 |
| Final Design | - | - | - | 4,176 | (0) | 4,176 |
| ROW and Construction | 31,133 | 4,905 | 36,038 | 71,553 | 1,395 | 72,948 |
| Contingency | - | - | - | 307 | \$ (307) | - |
| Total | \$ 33,264 | \$ 4,714 | \$ 37,978 | \$ 82,903 | \$ (0) | \$ 82,903 |

Note: This project budget will be amended to set aside additional reserve for potential legal costs associated with two pending ROW lawsuits and revised commitments.

Attachment D

Proposed Amendments to the 2004 Sound Transit Budget (\$000)

Reallocation of project dollars between phases, project, and/or years

| SR 900 Park & Ride Arterial Imps (#166) | | | | | | |
|--|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|---------------------------|
| | 2004 Annual Budget | | | Lifetime Budget | | |
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ - | \$ - | \$ - | \$ 398 | \$ 85 | 483 |
| Preliminary Engr / Environmental Documentation | - | - | - | 8 | \$ 0 | 8 |
| Final Design | - | - | - | - | - | - |
| Row Acquisition and Permits | - | - | - | - | - | - |
| Construction | - | - | - | 7,000 | - | 7,000 |
| Contingency | - | - | - | 1,921 | \$ (85) | 1,836 |
| Total | \$ - | \$ - | \$ - | \$ 9,327 | \$ 0 | \$ 9,327 |

Note: This project budget will be amended to use uncommitted project contingency for agency administration.

| Bothell Branch Campus Access @ 195th/I-405 (#372) | | | | | | |
|--|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|---------------------------|
| | 2004 Annual Budget | | | Lifetime Budget | | |
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ 91 | \$ (35) | \$ 56 | \$ 338 | \$ 41 | 379 |
| Preliminary Engr / Environmental Documentation | 272 | (204) | 68 | 487 | \$ (43) | 444 |
| Final Design | 553 | (252) | 302 | 563 | (250) | 313 |
| Row Acquisition and Permits | 953 | (914) | 39 | 1,101 | (1,051) | 50 |
| Construction | - | - | - | 3,113 | (1,430) | 1,683 |
| Contingency | - | - | - | 1,177 | \$ 2,733 | 3,910 |
| Total | \$ 1,868 | \$ (1,405) | \$ 463 | \$ 6,779 | \$ (0) | \$ 6,779 |

Note: This project budget will be amended to reduce phase budgets based on the following: actual contract costs for PE/ED, revised final design estimate, anticipation of minimal ROW acquisition of UW property and revised construction estimates.

| Mercer Island Park & Ride/N Mercer Way (#354) | | | | | | |
|--|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|---------------------------|
| | 2004 Annual Budget | | | Lifetime Budget | | |
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ 60 | \$ 21 | \$ 81 | \$ 894 | \$ (354) | 540 |
| Preliminary Engr / Environmental Documentation | 559 | (371) | 188 | 1,461 | \$ (161) | 1,300 |
| Final Design | 2 | 688 | 689 | 17 | 683 | 700 |
| Row Acquisition and Permits | 13 | 378 | 391 | 22 | 478 | 500 |
| Construction | 15 | (15) | - | 187 | 4,813 | 5,000 |
| Contingency | 16 | 198 | 214 | 6,427 | \$ (5,459) | 968 |
| Total | \$ 663 | \$ 900 | \$ 1,563 | \$ 9,008 | \$ 0 | \$ 9,008 |

Note: This project budget will be amended to increase construction phase budget using funds from unused commitments in other phases.

Attachment D

Proposed Amendments to the 2004 Sound Transit Budget (\$000)

Reallocation of project dollars between phases, project, and/or years

| Willows Arterial (#374) | | | | | | |
|--|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|---------------------------|
| Phase | 2004 Annual Budget | | | Lifetime Budget | | |
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ 28 | \$ (17) | \$ 11 | \$ 392 | \$ 0 | 392 |
| Preliminary Engr / Environmental Documentation | 27 | 7 | 34 | 448 | \$ (0) | 448 |
| Final Design | 458 | (300) | 158 | 540 | - | 540 |
| Row Acquisition and Permits | - | - | - | - | - | - |
| Construction | - | - | - | - | 108 | 108 |
| Contingency | - | - | - | 5,552 | \$ (108) | 5,443 |
| Total | \$ 512 | \$ (310) | \$ 202 | \$ 6,931 | \$ (0) | \$ 6,931 |

Note: This project budget will be amended to increase construction phase funds to include current commitments for future construction management services.

| Newcastle Transit Center (#330) | | | | | | |
|--|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|---------------------------|
| Phase | 2004 Annual Budget | | | Lifetime Budget | | |
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ 1 | \$ 18 | \$ 18 | \$ 567 | \$ 0 | 567 |
| Preliminary Engr / Environmental Documentation | 5 | 212 | 217 | \$ 352 | \$ (89) | 263 |
| Final Design | 4 | 18 | 22 | \$ 8 | 105 | 113 |
| Row Acquisition and Permits | - | - | - | \$ - | - | - |
| Construction | - | - | - | \$ 0 | (0) | 0 |
| Contingency | - | - | - | \$ 6,296 | \$ (15) | 6,281 |
| Total | \$ 9 | \$ 248 | \$ 257 | \$ 7,223 | \$ (0) | \$ 7,223 |

Note: This project budget will be amended to transfer funds to final design phase based on revised assumption for final design cost.

| REX - Bus systemwide (#290) | | | | | | |
|--|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|---------------------------|
| Phase | 2004 Annual Budget | | | Lifetime Budget | | |
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ 168 | \$ 611 | \$ 779 | \$ 4,574 | \$ (1,169) | \$ 3,405 |
| Preliminary Engr / Environmental Documentation | - | - | - | - | - | - |
| Final Design | - | - | - | - | - | - |
| Row Acquisition and Permits | - | - | - | - | - | - |
| Construction | - | - | - | 26,407 | - | 26,407 |
| Vehicles | 3,195 | 16,318 | 19,512 | 100,005 | (1,920) | 98,084 |
| Contingency | - | - | - | - | - | - |
| Total | \$ 3,363 | \$ 16,929 | \$ 20,292 | \$ 130,986 | \$ (3,089) | \$ 127,896 |

2004: The budget was shifted forward from 2005 to 2004. The hybrid bus purchases are expected to occur in the 4th quarter of 2004 instead of in 2005 as earlier thought.

Lifetime: In the latest version of the SIP, fewer dollars are being shifted from O&M to Capital through the reprogramming of Regional Mobility & Program Cost funds than in the draft SIP used for the Proposed 2004 Budget.

Attachment D

Proposed Amendments to the 2004 Sound Transit Budget (\$000)

Reallocation of project dollars between phases, project, and/or years

LINK

Link Initial Segment (4x300)

| Phase | 2004 Annual Budget | | | Lifetime Budget | | |
|---|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|---------------------------|
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ 32,862 | \$ 374 | \$ 33,236 | \$ 226,780 | | \$ 226,780 |
| Pre-Engineering / Environmental Review | 572 | - | 572 | 35,000 | | 35,000 |
| Final Design and Specificatio | 10,812 | 4,836 | 15,648 | 123,495 | 28 | 123,523 |
| Row Acquisition and Permits | 82,458 | 4,365 | 86,823 | 233,016 | | 233,016 |
| Construction | 128,959 | 13,785 | 142,744 | 1,171,863 | (26) | 1,171,837 |
| Construction Services | 11,092 | (29) | 11,063 | 82,739 | (2) | 82,737 |
| Third Parties | 7,324 | 900 | 8,224 | 58,800 | | 58,800 |
| Vehicles | 41,307 | (24,364) | 16,943 | 138,307 | | 138,307 |
| Total | \$ 315,386 | \$ (134) | \$ 315,253 | \$2,070,000 | \$ - | \$ 2,070,000 |

Link Initial Segment (4x300) (Summary by subarea)

| Subarea | 2004 Annual Budget | | | Lifetime Budget | | |
|-------------------|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|---------------------------|
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| North King County | 244,163 | 3,036 | 247,199 | 1,477,609 | (983) | 1,476,626 |
| South King County | 71,223 | (3,171) | 68,053 | 592,391 | 983 | 593,374 |
| Total | \$ 315,386 | \$ (134) | \$ 315,253 | \$2,070,000 | \$ - | \$ 2,070,000 |

2004: The budget was adjusted to reflect the latest schedule and procurement information.

Lifetime: The budget was adjusted to account for the undergrounding agreement with the City of Seattle.

Attachment D

Proposed Amendments to the 2004 Sound Transit Budget (\$000)

Reallocation of project dollars between phases, project, and/or years

REGIONAL FUND

| REGIONAL FUND - Fare Integration (#405) | | | | | | |
|--|------------------------------|-----------------|------------------------|------------------------------|-----------------|------------------------|
| Phase | 2004 Annual Budget | | | Lifetime Budget | | |
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Preliminary Engr / Environmental Documentation | 1,682 | 3,128 | 4,809 | 4,725 | 3,128 | 7,853 |
| Final Design | - | - | - | - | - | - |
| Row Acquisition and Permits | - | - | - | - | - | - |
| Construction | - | - | - | - | - | - |
| Vehicles | - | - | - | - | - | - |
| Contingency | - | - | - | - | - | - |
| Total | \$ 1,682 | \$ 3,128 | \$ 4,809 | \$ 4,725 | \$ 3,128 | \$ 7,853 |

***2004 & Lifetime:** The budget was adjusted to account for a transfer of Smart Card funding from the Research & Technology project. This allows for all the Smart Card related budgets to be in the same project.*

| REGIONAL FUND - Research & Technology (#410) | | | | | | |
|--|------------------------------|-----------------|------------------------|------------------------------|-------------------|------------------------|
| Phase | 2004 Annual Budget | | | Lifetime Budget | | |
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Agency Administration | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Preliminary Engr / Environmental Documentation | 2,075 | (978) | 1,097 | 13,446 | (3,128) | 10,318 |
| Final Design | - | - | - | - | - | - |
| Row Acquisition and Permits | - | - | - | - | - | - |
| Construction | - | - | - | - | - | - |
| Vehicles | - | - | - | - | - | - |
| Contingency | - | - | - | - | - | - |
| Total | \$ 2,075 | \$ (978) | \$ 1,097 | \$ 13,446 | \$ (3,128) | \$ 10,318 |

***2004:** The budget was adjusted to account for a \$1.4M transfer of Smart Card funding to Fare Integration. The remaining \$0.4M relates to project spending from 2003 that has been delayed into 2004. This includes CTTI, Paratransit, Mobile Data, and Hybrid Bus Evaluation projects.*

***Lifetime:** The budget was adjusted to account for a transfer of Smart Card funding to Fare Integration.*

Attachment E

Proposed Amendments to the 2004 Sound Transit Budget (\$000)

SOUNDER

Tacoma Dome Station (#245)

| | 2004 Annual Budget | | | Lifetime Budget | | |
|---|---------------------------------------|--------------------|------------------------------|---------------------------------------|--------------------|------------------------------|
| | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget | 2004 Proposed Project Budget | Budget Transfer | Revised Project Budget |
| Phase | | | | | | |
| Agency Administration | \$ 2 | \$ (2) | \$ - | \$ 940 | \$ (2) | 940 |
| Preliminary Engr / Environmental Documentation | - | - | - | 446 | \$ - | 446 |
| Final Design | - | - | - | 1,397 | - | 1,397 |
| Row Acquisition and Permits | 753 | (753) | - | 3,106 | (753) | 2,353 |
| Construction | 4,287 | (3,187) | 1,100 | 9,260 | (3,187) | 6,073 |
| Contingency | 641 | - | 641 | 641 | \$ - | 641 |
| Total | \$ 5,683 | \$ (3,942) | \$ 1,741 | \$ 15,790 | \$ (3,942) | \$ 11,850 |

Note: This project budget will be amended to reduce lifetime and 2004 budget amounts to reflect current estimate.

Attachment F

Proposed Amendments to the 2004 Sound Transit Budget (\$000)

SOUNDER

Everett to Seattle EAC / Proposed 2004 Budget Comparison

| Project | Project # | Proposed 2004 Budget | EAC | Change EAC-Budget |
|---------------------------------------|-----------|-------------------------|-----------------------|----------------------|
| Everett to Seattle Track & Facilities | 100 | \$ 308,805,000 | \$ 295,114,343 | \$ (13,690,657) |
| Everett Station | 201 | \$ 24,649,000 | \$ 26,872,034 | \$ 2,223,034 |
| Mukilteo Station | 205 | \$ 11,191,000 | \$ 18,213,772 | \$ 7,022,772 |
| Edmonds Station | 207 | \$ 9,618,000 | \$ 13,105,871 | \$ 3,487,871 |
| Shoreline Mitigation | 131 | \$ 8,000,000 | \$ 10,288,097 | \$ 2,288,097 |
| CCTV ¹ | 132 | \$ 1,543,810 | \$ 1,549,510 | \$ 5,700 |
| TVM ¹ | 134 | \$ 1,883,000 | \$ 1,883,000 | \$ - |
| Layover ¹ | 133 | \$ 4,039,175 | \$ 4,013,998 | \$ (25,177) |
| Corridor Reserve | 601 | \$ 5,000,000 | \$ 5,638,850 | \$ 638,850 |
| TOTAL | | \$ 374,728,985 | \$ 376,679,475 | \$ 1,950,490 |

Lakewood to Tacoma EAC / Proposed 2004 Budget Comparison

| Project | Project # | Proposed 2004 Budget | EAC | Change EAC-Budget |
|--|-----------|-------------------------|-----------------------|----------------------|
| Lakewood to Tacoma Track & Facilities ² | 130 | \$ 118,333,000 | \$ 148,386,616 | \$ 30,053,616 |
| South Tacoma Station | 251 | \$ 11,815,000 | \$ 10,922,425 | \$ (892,575) |
| Lakewood Station | 253 | \$ 24,382,000 | \$ 25,403,943 | \$ 1,021,943 |
| Lakewood CBD Rail Station Connection | 255 | \$ 1,955,000 | \$ 1,955,000 | \$ - |
| CCTV ¹ | 132 | \$ 1,031,420 | \$ 1,035,220 | \$ 3,800 |
| TVM ¹ | 134 | \$ 1,412,250 | \$ 1,412,250 | \$ - |
| Layover ¹ | 133 | \$ 3,277,502 | \$ 3,257,073 | \$ (20,429) |
| Corridor Reserve | | \$ - | \$ 12,089,038 | \$ 12,089,038 |
| TOTAL | | \$ 162,206,172 | \$ 204,461,565 | \$ 42,255,393 |

1. These budgets and EAC figures represent the segment's contribution to the system-wide project.

2. This budget and EAC figure includes \$13,000,000 identified to be transferred to a new project "Nisqually to Lakewood".