

**SOUND TRANSIT FINANCE COMMITTEE**  
**Summary Minutes**  
**September 7, 2006**

**Call to Order**

The meeting was called to order at 1:02 p.m. by Chair Fred Butler in the Ruth Fisher Boardroom, 401 South Jackson Street, Seattle, Washington.

**Roll Call**

Chair

(P) Fred Butler, Issaquah Councilmember

Vice-Chair

(A) Julie Anderson, Tacoma Councilmember

(P) Mary-Alyce Burleigh, Kirkland Councilmember

(P) Dow Constantine, King Co. Councilmember

(P) Dave Enslow, Sumner Mayor

(P) Richard Marin, Edmonds Councilmember

(A) Richard McIver, Seattle Councilmember

(A) Pete von Reichbauer, King Co. Councilmember

Jason Suzaka, Board Coordinator, announced that a quorum of the committee was present at roll call.

**Report of the Chair**

Chair Butler announced that he recently met with Budget Manager Pete Rogness and Deputy Chief Financial Officer Brian McCartan to discuss the 2007 Budget Review Summary Schedule. Chief Executive Officer Joni Earl will present the introduction to the 2007 Budget at the September 14, 2006 Board Meeting.

**Chief Financial Officer's Report**

None.

Chair Butler recognized former Sound Transit board member Kevin Phelps in the audience. Mr. Phelps complimented Sound Transit for its work in throughout the region, wished Chief Financial Officer Hugh Simpson well with his new job, and expressed his confidence in Brian McCartan as the new Chief Financial Officer.

**Items within Finance Committee Authority for Final Action**

Minutes of August 17, 2006 Finance Committee Meeting

**It was moved by Board member Marin, seconded by Board member Burleigh, and carried by the unanimous vote of all members present that the August 17, 2006 minutes be approved as presented.**

Motion No. M2006-65 – Authorizing the Chief Executive Officer to execute a contract amendment with KPMG, LLP to provide independent financial and federal audit services in the amount of \$425,000, for a new total authorized contract amount not to exceed \$1,355,687; and to exercise the first of two options to extend the term of the contract to October 20, 2007.

Kelly Priestley, Controller, presented the staff report. She answered some questions from Chair Butler regarding the market rates and number of hours needed to provide these services, as well as questions about M/W/DBE participation. The original hourly rate in the proposal was \$150; it is now \$160 to reflect changes in the marketplace. The number of hours has increased by 400 over the total base, reflecting the volume of work that has increased over the three-year period.

Regarding the M/W/DBE participation, Ms. Priestley emphasized that the number of hours worked by the subcontractor remains the same; however, the amount of work on other elements has increased, which is the reason why the percentage of work has slightly decreased from the original contract. KPMG also remains committed to looking at other elements to try to exceed the level of commitment made in the contract.

Public Comment

None.

**It was moved by Board member Marin, seconded by Board member Burleigh, and carried by the unanimous vote of all members present that Motion No. M2006-65 be approved as presented.**

Motion No. M2006-66 – Authorizing the Chief Executive Officer to execute a contract amendment with Willis of Seattle, Inc. to provide insurance brokerage services in the amount of \$240,000, for a new total authorized contract amount not to exceed \$1,050,000; and to exercise the second of two options to extend the term of the contract to September 30, 2007.

Brian McCartan, Deputy Chief Financial Officer, presented the staff report.

Public Comment

None.

**It was moved by Board member Marin, seconded by Board member Burleigh, and carried by the unanimous vote of all members present that Motion No. M2006-66 be approved as presented.**

Motion No. M2006-67 – Authorizing the Chief Executive Officer to execute a one-year contract with two one-year options to extend with Sheppard Technologies to provide on-call electrical and lighting services for a total authorized contract amount for the one-year period not to exceed \$300,000

John Sheldon, Facilities Manager, presented the staff report. He answered questions from Board member Enslow regarding the need to contract out for these services rather than hiring a full time staff person to do the work. Mr. Sheldon stated that the current

staff will not be handle the volume of work needed to carry out these services, and that it is more cost effective to hire an outside contractor to do the work.

Public Comment

None.

**It was moved by Board member Marin, seconded by Board member Enslow, and carried by the majority vote of all members present that Motion No. M2006-67 be approved as presented, with Board member Enslow voting in the minority.**

Item for Recommendation to the Board

Resolution No. R2006-17 – Authorizing the Chief Executive Officer 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 for the Sounder Commuter Rail Everett Station Project

Don Vogt, Sr. Real Estate Representative, presented the staff report.

**It was moved by Board member Marin, seconded by Board member Burleigh, and carried by the unanimous vote of all members present that Resolution No. R2006-17 be forwarded to the Board with a do-pass recommendation.**

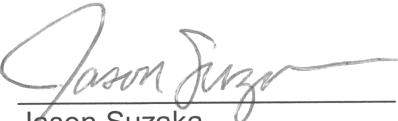
Next Meeting:

Thursday, September 21, 2006, 12:00 p.m. to 2:00 p.m., Ruth Fisher Boardroom, 401 South Jackson Street, Seattle WA.

Adjourn

There was no other business; the meeting was adjourned at 1:25 p.m.

ATTEST:

  
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Jason Suzaka  
Board Coordinator

  
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Fred Butler  
Finance Committee Chair