

**SOUND TRANSIT
STAFF REPORT**

RESOLUTION NO. R2006-12

Budget Amendment for the Canyon Park Freeway Station/I-405 Project

Meeting:	Date:	Type of Action:	Staff Contact:	Phone:
Finance Committee	6/15/06	Discussion/ Possible Action to Recommend Board Approval	Jim Edwards, Deputy Director, Capital Projects	(206) 398-5436
Board	6/22/06	Action	Christine Engler, Construction Program Manager Paul T. Cornish, Project Manager	(206) 398-5056 (206) 398-5342

Contract/Agreement Type:	<input checked="" type="checkbox"/>	Requested Action:	<input checked="" type="checkbox"/>
Competitive Procurement		Execute New Contract/Agreement	
Sole Source		Amend Existing Contract/Agreement	
Agreement with Other Jurisdiction(s)		Budget Amendment	<input checked="" type="checkbox"/>
Real Estate		Property Acquisition	

PROJECT NAME

Canyon Park Freeway Station/I405 Project.

PROPOSED ACTION

Amends the Adopted 2006 Budget for the Canyon Park Freeway Station/I-405 project to reflect a transfer from the Regional Express East King County Program Reserve in the amount of \$1,595,865;

KEY FEATURES of PROPOSED ACTION

- Resolves the estimated funding shortfall for the construction phase of the Canyon Park Freeway Station/I-405 Project.
- Amends the Adopted 2006 Budget to reflect the transfer from the Regional Express East King County Program Reserve to the Project.
- This action does not change the total East King County subarea program budget.
- During the development of Sound Move, the Eastside Transportation Partnership and City of Bothell recommended, and the Sound Transit Board concurred, that the investment to benefit Bothell citizens would be made at Canyon Park. Bothell's corporate limits include areas in both King and Snohomish Counties. Investment at Canyon Park are derived from East King County subarea revenues, and the expenditures are occurring geographically in Snohomish County, therefore, the subarea equity principle remains valid.

BUDGET IMPACT SUMMARY

Current Project Phase: Construction

Projected Completion Date: 2nd Quarter 2007

Action Outside of Adopted Budget:	✓	Comments on Checked Items
This Project		
This Phase		
This Task		
Budget Amendment Required	✓	A budget amendment will be required to complete this project to cover the shortfall of \$1,595,865
Key Financial Indicators:	✓	Comments on Checked Items
Contingency Funds Required		\$1,595,865 will be transferred to the project from the East King County program reserve.
Funding required from other parties (other than what is assumed in financial plan)		

Not checked = action is assumed in current Board-adopted budget. No budget action or adjustment to financial plan required.

BUDGET and FINANCIAL PLAN DISCUSSION

This action amends the Adopted 2006 Budget for the Canyon Park Freeway Station/I-405 Project from \$9,131,953 to \$10,727,818. The budget increase reflects a transfer from the Regional Express East King County Program Reserve in the amount of \$1,595,865 and revised phase level budgets, consistent with the project budget increase. The transfer from the program reserve and the revised phase level budgets are illustrated in the table below. This action would result in a new Regional Express East King County Program Reserve balance of \$31,365,823. There is no change to the total East King County subarea program budget.

There are sufficient funds to complete this action. Committing these funds will not endanger any other project elements that are to be funded out of the overall project.

BUDGET TABLE

Summary for Board Action

LIFETIME BUDGET

Canyon Park Freeway Station/I-405 (324)	2006 Board Adopted Lifetime Budget	Budget Adjustment	Amended Board Adopted Lifetime Budget
Agency Administration	\$483,931	\$74,740	\$558,671
Preliminary Engineering	\$1,005,620	-\$19,800	\$985,820
Final Design	\$1,268,120	-\$68,981	\$1,199,139
Right of Way	\$28,500	-\$16,985	\$11,515
Construction	\$6,146,852	\$1,430,520	\$7,577,372
Contingency	\$198,929	\$196,371	\$395,300
Total Current Budget	\$9,131,953	\$1,595,865	\$10,727,818
East King County Reserve			
East King County Reserve	\$32,961,688	-\$1,595,865	\$31,365,823

Net Change to Rex Program Budget

\$0

Notes:

Canyon Park Freeway Station/I-405 budget is located on page 140 and the East King County Program Reserve budget is located on page 156 of the Adopted 2006 budget book.

M/W/DBE – SMALL BUSINESS PARTICIPATION

Not applicable.

PROJECT DESCRIPTION and BACKGROUND for PROPOSED ACTION

The Canyon Park Freeway Station/I-405 project will build a transit flyer-stop on the southbound ramp to I-405 at the SR-527/I-405 interchange. A pedestrian bridge over I-405 will connect the new flyer stop to the existing Canyon Park Park-and-Ride Lot. This project will eliminate the circuitous route the southbound buses currently travel to and from the Canyon Park Park-and-Ride Lot.

On April 10, 2006, the Washington State Department of Transportation (WSDOT) advertised the project for construction bids. Bids were opened on May 24, 2006. Wilder Construction was the lowest responsive and responsible bidder and was awarded the contract. This bid was 31% higher than the engineer's estimate for the construction of the project. Only two bids were received and they were within 21% of each other. The estimated shortfall in the project budget is \$1,595,865, which will cover shortfalls in the construction contract, applicable sales tax, construction engineering, construction contingency, project administration, and project contingency amounts.

Simultaneously with the proposed Board adoption of Resolution No. R2006-12 staff is requesting authorization to execute GCA 3361 Task Order Agreement A-7 with WSDOT to provide construction and construction management for the Canyon Park Freeway Station/I-405 Project in the amount of \$7,037,207 with a 5% contingency of \$351,860, for a total authorized amount not to exceed \$7,389,067. Construction is scheduled to commence in July 2006.

Prior Board/Committee Actions on this Project and Relevant Board Policies

Motion or Resolution Number	Summary of Action	Date of Action
M2005-24	Authorized execution of Task Order 13 to Agreement GCA 3536 with WSDOT for final design services in the amount of \$1,081,702, with a 10% contingency of \$108,170, for a total authorized Task Order amount not to exceed \$1,189,872.	3/3/05
M2003-98	Authorized execution of Task Order 2 to Agreement GCA 3536 with WSDOT for review and coordination of PE/ED for the Canyon Park Flyer Stop in the amount of \$242,557, with an 8% contingency of \$20,400, for a total authorized amount not to exceed \$262,957.	10/2/03
M2003-97	Authorized execution of a contract with INCA Engineers, Inc. for PE/ED for the Canyon Park Flyer Stop in the amount of \$511,514 with a 10% contingency of \$51,151, for a total authorized contract amount not to exceed \$562,665.	10/2/03
M2002-72	Authorized execution of an umbrella agreement with WSDOT for construction administration of Sound Transit projects to be constructed on WSDOT right-of-ways in accordance with key provisions.	6/13/02

CONSEQUENCES of DELAY

A significant delay will hold up the execution of the construction task order agreement with WSDOT and the subsequent award of the construction contract. If award is delayed, critical weather-sensitive work elements risk completion during the dry summer construction season. If these elements are not completed by end of summer, the project completion could be extended by up to one year, with significant cost impacts to the project.

PUBLIC INVOLVEMENT

Sound Transit has conducted an extensive community outreach effort to include stakeholder meetings, newsletters, open houses/workshops, and website updates. To date, two newsletters, a SEPA checklist/DNS and NEPA DCE have been mailed, and one open house was conducted at the Canyon Park Park-and-Ride Lot.

ENVIRONMENTAL COMPLIANCE

SK 4/7/06

LEGAL REVIEW

JW 6/7/06

SOUND TRANSIT

RESOLUTION NO. R2006-12

A RESOLUTION of the Board of the Central Puget Sound Regional Transit Authority amending the Adopted 2006 Budget for the Canyon Park Freeway Station/I-405 Project to reflect a transfer from the Regional Express East King County Program Reserve in the amount of \$1,595,865.

WHEREAS, a Regional Transit Authority, hereinafter referred to as Sound Transit, has been created for the Pierce, King, and Snohomish County region by action of their respective county councils pursuant to RCW 81.112.030; and

WHEREAS, on November 5, 1996, at a general election held within the Central Puget Sound Regional Transit Authority district, the voters approved local funding for high capacity transit in the Central Puget Sound Region; and

WHEREAS, by Motion No. M2002-72, the Sound Transit Board authorized an Umbrella Agreement GCA 3361 with the Washington State Department of Transportation (WSDOT) for construction and construction administration of Sound Transit projects in the WSDOT right-of-way;

WHEREAS, by Resolution No. R2005-26, the Sound Transit Board adopted the 2006 budget on December 8, 2005; and

WHEREAS, on May 24, 2006, WSDOT opened bids for construction of the Canyon Park Freeway Station/I-405 Project, and the bid from the apparent low, responsive and responsible bidder exceeded the engineer's estimate;

WHEREAS, there is insufficient project budget to fund an Umbrella Agreement GCA 3361 task order with WSDOT for the construction and construction administration of the Canyon Park Freeway Station/I-405 Project due to construction bids exceeding the engineer's estimate; and

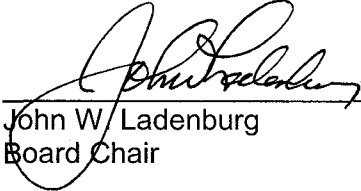
WHEREAS said budget amendment is consistent with and affordable under Board-adopted Sound Transit financial policies as established by Resolution No. 72-1; and

WHEREAS, a two-thirds affirmative vote of the entire membership of the Sound Transit Board is required to amend the Adopted 2006 Budget.


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

Section 1. The Adopted 2006 Budget is hereby amended for the Canyon Park Freeway Station/I-405 Project to include a transfer of \$1,595,865 from the Regional Express East King County Program Reserve for a new project budget of \$10,727,818. The amended budget shall serve as a planning document and is not an authorization of expenses.

ADOPTED by a two-thirds affirmative vote of the Board of the Central Puget Sound Regional Transit Authority at a regular meeting thereof held on June 22, 2006.


John W. Ladenburg
Board Chair

ATTEST:


Marcia Walker
Board Administrator