



U.S. Department
of Transportation
**Federal Transit
Administration**

REGION X
Alaska, Idaho, Oregon,
Washington

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April 5, 2017

Mr. Rob Gannon
General Manager, Metro Transit Division
King County Department of Transportation
201 South Jackson Street
KSC-TR-0415
Seattle, Washington 98104-3856

Re: Disposition Extension Request, King County's Convention Place Station (CPS),
FTA Grant Nos: WA-04-0061 Refurbish Elevators & Escalators
WA-03-0059 Improvements

Dear Mr. Gannon:

This letter responds to your request dated April 5, 2017 seeking Federal Transit Administration (FTA) approval on the extension of the disposition date and updated approved disposal value of surplus property improvements and escalators at King County's Convention Place Station (CPS). This letter supersedes FTA's disposition extension approval sent on March 30, 2017. As per your request, King County Department of Transportation (KCDOT) is currently reviewing the purchase and sale agreement, and requests FTA approval for a revised disposition date of December 31, 2017. The County also requests approval of the remaining value of the assets at \$5,816,450.44.

In a letter dated February 12, 2016, FTA approved the disposition of all property purchased for improvements under Grant No. WA-03-0059 and all property purchased to refurbish elevators and escalators under Grand No. WA-04-0061. At that time, KCDOT reported that the sale of CPS property to the Washington State Convention Center would occur by March 31, 2017. However, FTA provided that if the date of disposal were to change, to send updated details on the disposition to FTA and request further approval of the changes.

KCDOT provided detailed information on the surplus property in Exhibit B, dated April 5, 2017. KCDOT reports that the anticipated disposal will occur December 31, 2017, and at that time the total value of the property, as determined by undepreciated value for improvements (Grant WA-03-0059), will be \$5,319,477.86, and the value for refurbished elevators and escalators (Grant WA-04-0061) will be \$496,972.58. The total value will be \$5,816,450.44, as shown below.

Grant No.	Match Ratio	Acquisition Date	Disposal Date	Value
WA-03-0059	75:25	September 1990	December 31, 2017	\$5,319,477.86
WA-04-0061	80:20	May 2015	December 31, 2017	\$ 496,972.58
			Total:	\$5,816,450.44

FTA's rules governing excess property acquired for public transportation facilities, such as these with FTA funds, are found in Circular 5010.1E, Chapter IV, Page IV-19, Disposition Methods. A grantee may:

Sell and Use Proceeds for Other Capital Projects Under and Award. Sell the property and use the proceeds to reduce the gross cost of another FTA eligible capital transit project under an Award. See 49 U.S.C. § 5334(h)(4). The recipient is expected to record the receipt of the proceeds in the recipient's accounting system, showing that the funds are restricted for use in a subsequent capital project, and reduce the amount of those restricted funds as those proceeds are applied to one or more FTA approved capital projects under Awards. FTA must approve the application of the proceeds to a subsequent capital Award, which should clearly show that the gross cost of the Award has been reduced with proceeds from the earlier transaction.

Based on the information provided by King County, FTA approves KCDOT's request for an extension to the disposition date to December 31, 2017. FTA also approves KCDOT's request to retain the proceeds and apply them toward another eligible capital transit project. No reimbursement to FTA is necessary.

Please ensure that one hundred percent of the undepreciated value is accounted for in a separate and duly restricted account. As noted above, the use of these proceeds in a subsequent FTA capital project grant should show a reduction of the gross project cost by the amount of the proceeds used. Please attach a copy of this approval letter in the applicable future grant application(s).

This approval is based on the value determined for a disposal date of December 31, 2017. Should that date vary, earlier or later, please contact FTA to request approval by providing updated details.

If you have any questions, please do not hesitate to contact Susan Fletcher, (206) 220-7514.

Sincerely,

LINDA M
GEHRKE

Digitally signed by LINDA M GEHRKE
DN: c=US, o=U.S. Government, ou=FTA
FTASeattleWA, ou=DOT FTASeattleWA,
cn=LINDA M GEHRKE
Date: 2017.04.05 13:40:42 -0700

Linda M. Gehrke
Regional Administrator

Cc: Bill Greene, Chief Financial Officer, KCDOT
Ron Moattar, Project Manager, Metro Transit Division, KCDOT
David Morrison, Grants Administrator, KCDOT
Jeremy Borrego, FTA