



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

REGION X
Alaska, Idaho, Oregon,
Washington

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February 12, 2016

Mr. Kevin Desmond
General Manager, Metro Transit Division
King County Department of Transportation
201 South Jackson Street
KSC-TR-0814
Seattle, Washington 98104-3856

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

Dear Mr. Desmond:

This responds to your letters of December 31, 2015 and February 10, 2016 seeking Federal Transit Administration (FTA) approval on the disposition method for surplus property improvements and refurbished elevators & escalators at King County's Convention Place Station (CPS).

King County Department of Transportation (KCDOT) plans to sell the CPS property to Washington State Convention Center (WSCC). The estimated closing date of the purchase and sale of the property to WSCC is March 31, 2017 following approval of the transaction by the King County Council. Customer operations and bus passenger loading and unloading are anticipated to cease at CPS in 2017, and tunnel operations for buses are anticipated to cease at CPS as of late 2018 or early 2019.

All property purchased for improvements under Grant No. WA-03-0059 was acquired in September 1990. All property purchased to refurbish elevators & escalators under Grant No. WA-04-0061 was acquired in May 2015.

KCDOT provided detailed information of the surplus property in Attachment B, dated February 10, 2016. KCDOT reports that the anticipated disposal will occur March 31, 2017 and, at that time the, total value of the property as determined by the undepreciated value for improvements will be \$5,587,069.20 and the value for refurbished elevators & escalators will be \$522,930.65. The total value will be \$6,109,999.85 as shown below.

Grant No.	Match Ratio	Acquisition Date	Disposal Date	Value
WA 03-0059	75:25	September 1990	March 31, 2017	\$5,587,069.20
WA 04-0061	80:20	May 2015	March 31, 2017	\$ 522,930.65
			Total:	\$6,109,999.85

FTA's rules governing excess property acquired for public transportation property such as these with FTA funds are found at Circular 5010.1D, chapter IV, section 2.j.(2)(c)3, Page IV-12, Alternative Disposition Methods. A grantee may

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

Based on the information provided by King County, FTA 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 March 31, 2017. Should that date vary, earlier or later, please contact FTA to request approval by providing updated details, e.g., date, value, etc.

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

Sincerely,



R. F. Krochalis
Regional Administrator

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