



King County
Metropolitan King County Council
Capital Budget Committee

Agenda Item No.: 6-18

Date: September 3, 2008

Proposed No.: 2008-0440, 2008-0434
2008-0445, 2008-0446
2008-0447, 2008-0448
2008-0449, 2008-0450
2008-0451, 2008-0452
2008-0453, 2008-0454
2008-0455

Prepared By: **Mark Melroy,**
Rick Bautista
Jennifer Giambattista
John Resha

STAFF REPORT

SUBJECT: Thirteen budget appropriation requests recently submitted by the Executive. The sum of these requests would authorize \$13,670,613 in supplemental budget authority for capital projects in thirteen different funds and \$6,388,000 of supplemental budget authority in the Roads operating fund.

SUMMARY:

King County's 2008 adopted CIP (capital improvement program) was \$1.157 billion. During 2008, the Executive has requested and the Council approved various ordinances that affected the CIP Adopted budget as summarized in Table 1 below. Approval of this Proposed Ordinance would bring the total 2008 capital budget to \$1,193,265,556 for a net increase of approximately \$36 million over the adopted budget.

Table 1: 2007 King County Capital Budget Summary

Supplemental Appropriations	Amount
2007 CIP Adopted Budget	\$1,157,352,673
Adopted Supplemental Appropriation Ordinances	\$22,242,270
<i>Sum of 13 Recently Proposed Capital Appropriation Requests</i>	\$13,670,613
<i>Proposed New Budget</i>	\$1,193,265,556
<i>Change of Proposed New Budget from Adopted</i>	\$35,912,883

In the proposed ordinances, the Executive has requested \$13,772,144 in supplemental funding for capital projects. Table 2 summarizes this request by fund, proposed expenditure, and proposed revenue source. The ordinance proposes using approximately \$1.54M in Current Expense revenues to fund the requested projects.

Table 2: CIP Proposed Ordinance Summary

Fund #	Prop Ord #	Fund	Fiscal Impact	Revenue Source
Capital Improvement Programs				
3591	440	Marine Capital Fund	\$4,112,892	KC Ferry District Payments
3151	445	Conservation Futures	\$0	CFT
3571	446	Flood Control Capital	\$4,168,364	"Flood District Levy"
3571	446	Flood Control Capital	\$0	"Flood District Levy"
3842	447	Farmland Conservation	\$417,700	State Farmland Pres. Grant
3860	448	Road Construction	\$269,573	Road Fund Balance
3292	449	Surface Water Capital	\$494,704	Dept. of Ecology Grant
3421	450	Major Maintenance Reserve Fund	\$0	-
3771	451	Office of Information Resource Mgmt	\$2,377,475	CX & all KC Funds
3160	452	Parks, Recreation, and Open Space	\$1,829,905	REET 2
3682	452	REET 2	\$0	-
3180	453	Storm Water Mgmt Construction Fund	\$0	-
3220	454	Housing Opportunity Acquisition Fund	(\$8,898,000)	Fund Balance
3221	454	HOF homeless housing sub fund	\$8,898,000	Fund Balance
3380	455	Airport Construction	\$0	-
Total:			\$13,670,613	
Operating Programs				
3860	434	Roads	\$6,688,000	City Payments
1030	434	Roads Construction Transfer	(\$300,000)	
TOTAL:			\$6,388,000	

As described by the table above, this staff report is constructed to provide an overview of thirteen separate proposed budget ordinances. For several years now the Council has requested, and the Executive has delivered, legislation that consolidates multiple appropriation requests into a single legislative vehicle. This type of legislation, described as an 'omnibus supplemental appropriation request', has typically been received on a quarterly basis and would make changes to the budget of multiple agencies and cover a wide variety of topics. The noted advantages of this approach included:

- Increasing the Council's ability to process multiple requests in a timely manner
- Making efficient and productive use of staff resources
- Ensuring appropriation authority was provided prior to expenditures

In an effort to realize the efficiencies noted above, staff have prepared a combined report for these legislative items. The committee may wish to provide direction to combine the appropriation requests for similar reasons.

ANALYSIS:

Information for each appropriation request is provided below. Analysis is provided by CIP type, proposed ordinance number, fund, and project.

General Government Capital Improvement Program

Proposed Ordinance 2008-0440

Marine Capital Fund (3591)

\$4,112,892

The Executive is requesting \$4,112,892 of capital appropriation authority to enable the Marine Division to “fund preliminary vessel acquisition strategies and essential near-term projects at terminal facilities” on behalf of the King County Ferry District.

By way of background, the King County Ferry District (KCFD), which is a separate municipal government, has elected to contract with King County and the newly formed Marine division to operate the Vashon and West Seattle passenger ferry services, and potentially the future passenger ferry services.

Aside from this \$4.1 million capital appropriation request, the Executive has also requested a \$1.4 million supplemental appropriation for operating funds. The operating appropriation request will be considered by the operating budget committee. While these expenses are fully supported by the revenue associated with the division’s contract for service, the specific supplemental appropriation requests may not be in-line with the KCFD’s implementation timeline. As such, the Executive Director for the KCFD is meeting with the Marine division to reconcile these supplemental appropriation requests and will be providing a letter to the Council as to whether these requests are aligned with the district’s funding and implementation plans.

This resolution and documentation is expected to be made available for the Committee’s consideration at the September 17th meeting. The Executive Director of the King County Ferry District is expected to attend today’s committee meeting in the event Councilmembers have questions about this coordination effort.

Proposed Ordinance 2008-0445

Conservation Futures Subfund (3151)

\$0

The Executive is proposing changes to 8 appropriation and scope changes to projects funded through the Conservation Futures (CFT) subfund. The net impact on the fund of the request is \$0. Four of the proposed project changes involve an appropriation or disappropriation of funds, the other four requests involve scope changes to existing projects.

These requests reflect the recommendations of the Conservation Future Citizens Committee (CFCC) as contained in its annual report to the Executive, dated March 28, 2008. The report, which is included as **Attachment #29** to this staff report, includes descriptions of uncompleted CFT projects over two years old. In this report, the CFCC considered the conservation goals of these uncompleted projects and their likelihood of completion. Projects with a “good likelihood” of succeeding

(assessed by factors such as the availability of matching funds and acquisition activity to date) were recommended for extension and additional funds as needed.

In a few cases, the CFCC recommended abandonment after such receiving requests from the original applicants.

Table 3 summarizes the Executive's CFT subfund requests and notes the projects proposed for abandonment.

Table 3: Conservation Futures Tax Projects – Proposed Changes

Project Number	Jurisdiction	Project Name	Proposed Action	Proposed Amount
	Auburn	Auburn Environmental Park	Abandonment	-
	Des Moines	Zenith Park/Massey Creek	Abandonment	-
315720	Enumclaw	Newaukum Creek	Reallocation - Transfer to KC	(\$34,152)
315182	King County	Middle Newaukum Creek Ph3	Reallocation - Transfer fm 315720	\$34,152
315725	Kent Pacific	Clark Lake	Scope Change	-
315734	/Algona	Wetland Passive Park	Scope Change	-
315757	Tukwila	Duwamish Gardens	Scope Change	-
315122	King County	Middle Fork Snoq-Oxbow	Scope Change	-
315184	King County	Raging River Camp Terry	Abandonment	(\$289,754)
315205	King County	Raging River Upper Preston	Reallocation - Transfer fm 315184	\$289,754
Total				\$0

Specific details regarding the proposed scope changes and reallocations are included in the CFC Annual Report. Council staff are coordinating with Executive staff and Councilmembers to highlight any outstanding issues related to these actions. Further information will be provided upon request at the September 17 meeting of the Capital Budget Committee.

Proposed Ordinance 2008-0446

Flood Control Capital Fund (3571) \$4,168,364

The Executive is requesting \$4,168,364 of additional appropriation authority within the Flood Control Capital Fund. Besides this additional appropriation amount, the Executive is also requesting a change to the way the Flood Control Capital Fund is designated in King County's budget.

BACKGROUND:

In the executive's initial transmittal of the Water and Land Resources Division (WLRD) proposed 2008 expenditures to carry out the 2008 capital program of the King County Flood Control Zone District (the District), there was a detailed listing of specific projects and expenditures for each District project. Conversely, the executive-prepared and transmitted District budget did not contain such project-level detail, rather a single expenditure line for funds to be transferred to WLRD as the work was done.

However, in adopting their respective budgets, the District Board of Supervisors and the County Council reversed the executive proposal and placed the project-level detail in the District budget and a single expenditure line in the WLRD CIP budget (i.e. Project FL0000 Capital Contracts) in the amount of \$18,132,484.

These actions were taken to ensure that WLRD would not be required to gain county council approval of changes to project FL0000 unless their expenditures would exceed the adopted \$18,132,484 figure. District approval would be required to any expenditures that would exceed either the limit set for each project or the total for all projects.

SUMMARY:

King County's 2008 adopted CIP (capital improvement program) for Fund 3571 is \$18,132,484,078. Approval of this proposed ordinance would add \$4,168,363 to adopted 2008 funding levels.

Summary of Changes to Fund 3571 – King County Flood Control Capital Contract Fund

FL0000	Capital Contracts¹	18,132,484
FL0000	Skykomish/Miller River Flood Protection	764,606
FL1000	Upper Snoqualmie River Flood Protection	1,497,071
FL2000	Lower Snoqualmie River Flood Protection	3,890,134
FL2000	Lower Snoqualmie River Flood Protection²	(167,532)
FL3000	Tolt River Flood Protection²	167,532
FL3000	Tolt River Flood Protection	105,021
FL4000	Raging River Flood Protection	1,130,480
FL5000	Sammamish River Flood Protection	329,634
FL6000	Issaquah Creek Flood Protection	58,068
FL7000	Cedar River Flood Protection	5,081,957
FL8000	Green River Flood Protection	3,761,586
FL9000	White River Flood Protection	526,987
FLM000	Flood CIP Monitoring/Maintenance	126,940
FLX100	Flood District Capital Contingency	860,000
2008 Total Adopted		18,132,484
FL4000	Raging River Flood Protection³	668,364
FL8000	Green River Flood Protection⁴	3,500,000
2008 Total Proposed		22,300,817

1. *The effect of this proposal would be to replace the current single line item for \$18,132,484 with a detailed project list with separate expenditures totaling the same amount in order to re-establish the project budget detail as proposed in the 2008 Executive Proposed Capital Budget. While the executive understands that the council seeks transparency and detailed accounting for individual FCZD capital project budgets and expenditures, they continue to believe that this goal is more likely to be accomplished by establishing these project specific budgets at the project level in King County's financial system rather than at the fund level as budgeted in the 2008 adopted budget. Driven by concerns about potential negative State Auditor findings that FCZD Resolution 2007-03 would not be sufficient authority to establish individual project budgets in the financial system,*

the WLRD has established individual project budgets in the ARMS system and this request provides the technical correction to re-establish the appropriation at the specific project detail level.

- 2. This is a technical correction moving the Tolt River supplemental Study in the correct parent project and has no net change to total expenditures.*
- 3. The request is for the Upper Preston Hazard Mitigation Acquisition project that will purchase and demolish four residential structures and one barn from three separate property owners, restore the sites, and permanently restrict future construction on these parcels. The site is located on the Raging River in the vicinity of the Upper Preston Road SE upstream of Interstate 90. Funding is being secured under the Hazard Mitigation Grant Program of the Federal Emergency Management Agency (FEMA). FEMA will pay up to 75% and the state of Washington will pay up to 12 ½% of the cost of the project. Therefore King County's share of this cost will be \$95,481. By contributing toward this project, King County will be able to leverage a significant amount of federal and state mitigation funds.*
- 4. The request funds the King County share of the Kent Shops – Narita project. For this appropriation, \$1.5 million will pay for the county's portion of the construction costs and \$2 million will reimburse the city of Kent for loss of revenue from the golf course during construction. The project is one of several receiving federal assistance through the United States Army Corps of Engineers. Consequently it has proceeded more quickly than initially planned, requiring additional funding this year. This project will repair the Kent Shops and Narita segments of the lower Green River levee system by setting back the levee while acquiring sufficient easement area for reconstruction of the riverward levee slopes. This project will also reconstruct the levee toe, install pieces of large wood, excavate a mid-slope bench, and revegetate the toe buttress.*

ANALYSIS:

Staff has identified two potential issues.

The first is in regards to the level of project-specific detail that would require council action for expenditures beyond the project-specific levels, rather than just beyond the total authorized expenditure level for the fund.

The second is the need for District action on these proposed revisions to make the technical corrections noted above and the need to add expenditure authority for the Upper Preston Hazard Mitigation project and the Kent Shops-Narita project.

NEXT STEPS:

Adoption of Flood Control Zone District resolution to reflect the proposed changes to the Districts 2008 CIP budget. The Executive Director of the King County Flood Control Zone District is expected to attend today's committee meeting in the event Councilmembers have questions regarding coordination of this action.

Proposed Ordinance 2008-0447

Farmland Conservation Program (3842)

\$417,700

The Executive is requesting \$417,700 worth of appropriation to cover grant awards. A \$314,800 grant from the State's Farmland Preservation Program section of the Washington Wildlife and Recreation Program has already been awarded to King County. These funds are to be used to purchase development rights on farmland in the Snoqualmie Valley Agricultural Production District (APD).

A second grant in the amount of \$102,900 is still pending and is expected near the end of 2008. This funding award would be used to purchase farmland development rights in the Enumclaw APD.

Matching funds for these grants are available and are funded by CFT revenues and a grant from the United States Department of Agriculture.

Proposed Ordinance 2008-0451

Office of Information Resource Mgmt Capital Fund (3771)

\$2,377,475

This appropriation requests involves two major components. The first component is a \$1.4M request for a juvenile justice case management application called JJWEB. The second component is a \$940,000 request to continue efforts to implement a reorganization of the information technology functions countywide. The two components will be discussed separately beginning with JJWEB.

This appropriation request is unique to the others in that the JJWEB portion would be funded exclusively with general fund revenues and the IT reorganization would be spread across all county funds.

JJWEB, \$1,437,475 (General Fund)

Background

JJWEB is the juvenile justice case management application for King County. It supports all juvenile justice operations including case management, court calendaring, and detention management. Approximately 120 people from DAJD, PAO, and Superior Court use JJWEB on a daily basis to operate the juvenile justice system in King County

The proposed supplemental appropriation will fund the replacement of JJWEB. According to OIRM, JJWEB needs to be replaced because an integral component of the JJWEB system, called "WebPutty" will no longer be supported by vendors after July 1, 2009. Once "WebPutty" is no longer supported, there is an increased risk the JJWEB system will fail. Over time, the system will be more vulnerable to security and virus problems because Security patches will no longer be provided. Without support, it will also require more time to fix the application when things go wrong. Because JJWEB is so essential to the operation of the juvenile justice system, its

partial or complete failure could severely impact the daily operations of the juvenile justice system.

According to OIRM, the Superior Court Case Management System is the only other county application facing similar problem because of WebPutty. OIRM reports Superior Court is not yet ready to propose a replacement project, but will likely have a proposal in the 2009 budget.

Using its existing appropriation, OIRM researched several alternatives before deciding on replacing the system with an off the shelf solution. In addition to reducing the risk of an application failure, replacing JJWEB should also offer improved case management and operational benefits. For example, there are currently at least 10 databases for managing juvenile justice programs that are outside of the JJWEB system. The new JJWEB will integrate these other databases allowing users to manage the case information more efficiently. The existing system also has problems with data accuracy that the new system will address.

Project Milestones, Accountability, and Budget

The project has identified the following milestones pending Council approval in September, 2008. 1) A contract will be signed in September, 2008; 2) the system will be configured in April 2009; and 3) deployed in June, 2009.

When asked about project accountability OIRM reported that project accountability lies with several groups: The project sponsors - Paul Sherfey (KCSC), Toni Rezab (DAJD) and David Ryan (PAO) - along with the steering committee, are responsible for the direction of the project and ensuring that the project is meeting resource needs, goals and project development objectives. David Martinez as the CIO directing the OIRM PMO is responsible for project and implementation management. The county is also able to share the financial risk of the project with the vendor – if the vendor fails to deliver the solution, we would be contractually protected from paying for the solution, which financially insures the county.

As outlined below, the project budget is \$1,685,475. Because there is \$248,000 remaining from a prior appropriation, the present appropriation request is \$1,437,475. Note, the appropriation request does not include the considerable staff time all three agencies will need to contribute to this project. The project sponsors have agreed this time will be absorbed by their existing budgets.

Additional Issues and Commitments by Project Sponsors

In the review of this proposed appropriation, Council staff identified several issues for further consideration. Specifically, the project did not have an implementation plan for this project that specifically addresses minimizing service disruptions to the public. The project has also not yet identified indicators to measure the success of this project. Measuring the success of this project will be particularly helpful for gathering “lessons learned” to apply to the KCSC project which may be implemented next. Lastly, the project has not yet explored whether there are ways that the new system can be configured that could also directly benefit those people most directly impacted by the juvenile justice system—families and the juveniles. It seems

reasonable to expect if the county is expending the funds and effort to replace the system that it is worth exploring how such an effort can be made to benefit the public users of the juvenile justice system as well.

In response to these concerns, the project sponsors and OIRM have committed to the following pending the Council's approval of this appropriation request

- 1) Developing an implementation plan that provides for minimal service disruptions to the public.
- 2) Developing indicators to measure the success of the implementation of the new product.
- 3) Exploring whether there are any ways that the new system could also improve information available to juveniles and their families.

What are the effects if this project were delayed?

If funding for the JJWEB project were delayed now and transmitted with the 2009 budget, the project could not begin until January 2009, the new system would not be implemented until October 2009. This would not meet the July 2009 deadline when the application will no longer be supported.

OIRM cannot predict how the behavior, performance, and functionality of JJWEB may degrade after July 2009. Experience indicates that the system will likely be unaffected for a period of 60-90 days, though it is possible (albeit unlikely) that some major issue could arise within that time period that could cripple the county's juvenile justice operations. In determining the options for including the JJWEB project in the 2009 budget or as a 2008 supplemental request, OIRM, OMB, and the juvenile justice agencies evaluated the risks, and believe the county would be best served by ameliorating the risk to operations as quickly as reasonably possible.

IT Reorganization, \$940,000 (Debt-financed – approximately 11% CX)

Background

In 2006, Council adopted Motion 2006-0269 approving the vision and goals statement, business case, and executive recommendation to reorganize IT functions countywide. IT Reorganization was proposed in order to address documented problems of fragmented organizational structure, no cohesive culture, no single point of accountability, operational inefficiencies, and inconsistent service delivery.

The Council approved reorganization plan called for a phased approach with Executive branch completing organization transition first and then if that effort were successful, a countywide reorganization was to occur. The cost to implement IT Reorganization were estimated at \$5.8 million with a net savings of \$20.1 million over 15 years.

In 2007, the project received an appropriation of \$907,860. The 2008 budget request of \$940,000 was denied by Council due to slowed progress in implementing the

2007 appropriation. Since then, OIRM has made more progress in implementing IT Re-Organization.

The planned restructure will generally consist of aligning the organizational structure of departmental IT with that of centralized IT. IT Re-Organization will also consist of establishing a central service desk, standardizing the computer workstations, and consolidating servers.

Recently, the Project Reviewed Board approved integrating four IT projects totaling \$461,353 into the scope of the IT Reorganization projects. These four projects are for purposes consistent with IT Reorganization so the funds will be leveraged with the IT reorganization funds. This approach makes sense because those projects can then be better integrated with the IT reorganization effort.

The Appropriation Request

OIRM has requested a supplemental appropriation of \$940,000 in order to fund the following activities:

1. **\$100,000** to continue activities related to creating *a new organizational structure*. Of this amount \$40,000 will be used for cultural change training, which was identified as a very high priority in the consultant findings. \$60,000 is for the HR analyst to implement the new organizational structure. A new organizational structure is scheduled to be implemented in the first quarter of 2009.
2. **\$300,000** to continue efforts at *service delivery Improvements*. The funds will be used for the following: an analysis and implementation of multi-year contracting in order to achieve cost savings, an analysis and reporting on how to track benefits of all of the initiatives of the IT reorganization project, developing and implementing enhanced performance metrics for Executive IT departments, and beginning the analysis of whether to expand IT Reorganization beyond the Executive branch.
3. **\$300,000** to continue to develop and implement *a service desk* model to effectively and efficiently respond to customer “help” requests across the Executive branch. This is scheduled for implementation in Q1, 2009.
4. **\$165,000** to complete the analysis for *a server consolidation plan*. The plan is expected to be completed in Q1, 2009. Implementation of the plan—where actual consolidation occurs is scheduled for a later date.
5. **\$75,000** for *workstation standardization*. The major effort will be to develop standard configurations for desktop computers that will reduce the current level of support. Without standard configurations, each PC is unique and when problems occur it takes longer to troubleshoot and resolve problems.

What are the effects if this project were delayed or funding reduced? Delaying this project would not impact the direct delivery of services to the public. However, not funding this project would delay the schedule of this project. The project will run out of funds in October 2008 so if funding is not received staff funded by the capital dollars will be terminated. According to OIRM, delaying the funding will introduce risks to the success of this project and would require additional costs for program restart. According to OIRM some of the key deliverables funded with earlier appropriations will be left incomplete without the additional funding. For example, the reorganization of the structure of Executive branch will require an additional \$60,000 for the HR analyst to implement the new structure.

If project funding is delayed or denied, the Council may wish to direct the project to prioritize the remaining unexpended appropriation to complete those deliverables that can be completed and are the highest priority. If the remaining appropriation is reprioritized, this should include the \$461,353 for the four projects that were recently integrated into the IT Reorganization project.

The Council could also reduce the appropriation request by prioritizing the tasks.

Proposed Ordinance 2008-0452

Parks, Recreation and Open Space (3160) \$1,829,905

Per the Executive's transmittal letter, this supplemental appropriation request is intended to make a "technical accounting correction(s)".

The appropriation request would establish a capital projects in Parks entitled "Greenbridge – HOPE 6 project". This project would allow payments to cover the Park's division's debt service costs associated with the Greenbridge project in unincorporated King County. The current request is for **\$129,905** to cover these debt service costs. Revenues had been wrongly appropriated in the Real Estate Excise Tax (REET) 2 debt service project.

Secondly, the appropriation request would "establish a capital project in Parks to account for annexation incentive payments to cities as interlocal agreements occur". This capital project, entitled "Annexations – Transfer to Cities", would be funded by a transfer of **\$1,700,000** from the REET 2 fund.

The proposed ordinance would also make corresponding and necessary changes to the REET 2 fund.

Proposed Ordinance 2008-0453

Surface and Storm Water Management Construction Fund (3180) \$374,231

This appropriation request would transfer \$374,231 of Surface and Storm Water Management Construction funding from the Segale Levee project to a Floodway Corridor Restoration project known as Fenster Levee. The Segale Levee project is being funded by the new Flood Control fund.

Council staff have recently generated several questions related to this request. Analysis of this item will continue through the September 17th meeting of the Capital Budget Committee.

Proposed Ordinance 2008-0454

**Housing Opportunity Acquisition/
Homeless Housing subfund (3220 & 3221) \$0**

This proposed ordinance would transfer a capital project and \$8,980,000 of associated budget authority from the housing opportunity acquisition fund to the homeless housing subfund. This is a purely a technical correction. The fund number was incorrectly captured during the 2008 budget process; this action corrects that error. There are no changes to expenditure or revenues resulting from this correction.

This action is required for the fund to be able to close its books for 2008. While it is possible to address the issue in the 2009 CIP reconciliation, doing so would require a significant amount of backing out and reentering the accounting transactions for the fund's activity.

Proposed Ordinance 2008-0455

Airport Construction Fund (3380) \$0

This proposed ordinance would correct an incorrect capital project number (001295) listed in the 2008 adopted budget attachment B with the appropriate project number (423493). This is simply a technical correction.

Surface Water Management Capital Improvement Program

Proposed Ordinance 2008-0449

Surface Water Capital Fund (3292) \$494,704

In this proposed ordinance, the Executive has requested spending authority for \$494,704 of a \$1,000,000 grant awarded in January 2008 for projects in the Lake Hicks watershed located in the White Center area of King County. The balance of the grant appropriation amount will be requested in the 2009 proposed budget.

The Lake Hicks watershed is a heavily urbanized 678 acre area, within the 1200 acre Salmon Creek Basin, developed prior to regulations that provided for treatment of stormwater runoff. The watershed drains into Lake Hicks, a four-acre lake in Lakewood Park, as urban surface water runoff through a network of piped flows interspersed with several ponds/wetlands. Groundwater is a small component of the water flow into Lake Hicks.

Thus, Lake Hicks has a documented history of water quality problems impacting the aquatic ecosystem, diminishing aesthetic qualities, and preventing recreational use. The lake has been listed in the past as an impaired water body for total phosphorus and fecal coliform bacteria.

These projects will improve water quality of flows to Lake Hicks by:

1. retrofitting a stormwater facility,
2. restoring a wetland/pond,
3. designing and constructing a water quality facility,
4. repairing water quality facilities,
5. conducting Illicit Discharge Detection Elimination and public education, and
6. establishing a monitoring program to measure effectiveness of water quality enhancement.

These project sites are identified in the DRAFT *Salmon Creek Basin Plan* to meet goals for the Salmon Creek Basin, particularly, to provide treatment to reduce levels of heavy metals, phosphorus, and fecal coliform bacteria. The effort to achieve de-listing will also result in a lake that provides safe recreational opportunities for area residents.

Council staff have identified no issues related to this grant-backed appropriation request.

Major Maintenance Capital Improvement Program

Proposed Ordinance 2008-0450

Major Maintenance Reserve Fund (3421) \$0

This proposed ordinance requests shifting \$101,531 of budget appropriation from one project to another within the major maintenance reserve fund. Specifically, the proposed ordinance would move money from the Yesler Electrical Services & Distribution Project to the Yesler Building Cooling Generating System Project.

The Yesler Building Cooling Generating System Project had been previously scheduled to occur in 2012 but recently the cooling units were found to have deteriorated and require immediate attention. The total project cost is estimated at \$431,531. According to the Executive's transmittal letter, the remaining \$330,000 is "included in the 2008 CIP Reconciliation Report, where the project has been moved forward from 2012 using flexible budgeting reallocation."

Council staff have recently transmitted several questions related to this request to Executive staff.

Roads Capital Improvement Program & Operating Fund

Proposed Ordinance 2008-0448

Road Fund (3860)

\$269,573

This proposed ordinance requests **\$269,573** of additional appropriation to the Road Fund. Specifically, **\$569,573** of appropriation is requested to fund additional expenditures on the Mount Si Bridge project, which is currently under construction. A reduction of **\$300,000** of appropriation is included in this request to cancel a capital project entitled "Cedar Grove Road SE @ SR 169".

BACKGROUND:

The Mount Si Bridge appropriation request results from a budget restriction enacted by the Council during consideration of the 2008 budget. Describing the restriction's intent requires some discussion of the relevant background information.

Throughout the past several years the Council has increasingly focused on implementing effective oversight of capital projects. In late 2007, the Council created an independent capital project oversight office in the auditor's office. The Council has also made repeated efforts in recent years to implement performance measures and accountability for the County's major capital projects. The County's 2008 budget document also noted the increasing constraints of transportation funding, including reductions to the Roads Capital Program funding at a time of increasing infrastructure needs. The defeat of the 2007 Roads and Transit Ballot measure, which included \$110 million for the aging South Park Bridge was cited specifically. As a result of these conditions, the Council made the following statements in the budget document:

"In keeping with the goal of controlling costs in the county's capital improvement programs, the council has restricted expenditures for either design or construction management, or both, for selected roads CIP projects that exceed benchmark standards; and

Roads CIP projects will be subject to evaluation along with other major capital projects, as provided elsewhere in this budget. The council intends to ensure that the division complies with performance measures, recommended follow-up implementation of the roads capital planning audit and application of industry best practices and lessons learned from comparable agencies"

In the fall of 2007, citing the Division's delayed response to implementing performance indicators described in past audits, the Council directed staff to perform industry research and enact policies into the 2008 budget by constraining the budget authority of those projects that were not meeting industry recognized standards. As a result, several project budgets, including the Mt. Si Bridge, received reductions to requested amounts. The amount allotted to the Mt. Si Bridge project budget for construction administration was limited to no more than \$1,256,247, an amount

equivalent to a given percentage of the project's construction costs.

The transmittal letter states that "the expenditure restriction based on out-of-state averages is not applicable to the contract administration budget needed to complete the Mt. Si Bridge project". However, contrary to recommendations contained in the 2004 audit and the 2006 update of that audit, Roads has still not implemented any internal or external benchmark controls by which to measure expenditures. Roads offers no in-state research as evidence that the benchmarks used by a varied group of California municipalities performing bridge construction are out of line with other Washington public owners. Anecdotally, WSDOT reported its construction administration benchmark is 15%, well below the 20% cap the 2008 budget provision imposed for construction administration for this project. To date, Roads has failed to provide any performance measures generated from the County's own construction programs and experience as a comparison. Instead the following explanation has been provided by the Division:

RSD has been working with the Executives Office to develop robust performance measures as called for in the 2006 audit and as part of the KingStat measures. The size, complexity and individual nature of projects do not lend themselves to a cookie cutter approach of estimating. The Division looks forward to working cooperatively to develop applicable measures.

Furthermore, it is unclear what cost containment or reduction strategies have been implemented across all budget codes or with the significant overhead. As such, justification for the increased construction administration costs on the Mt. Si Bridge project remain under review by council staff. Included in that review is how Roads uses the budget codes and how overloading a line item may lead to skewed interpretation of budgets. Analysis of this item will continue in preparation for the Capital Budget Committee Meeting on September 17th.

The cancellation of the Cedar Grove Road SE @ SR 169 project appears to be a reasonable request based on the lack of a State instigated project at that location along SR 169. The current proposal would shift this appropriation to evaluation (\$50K) and construction of improvements (\$250K) along the Issaquah Hobart Road corridor.

Proposed Ordinance 2008-0434

Road Fund (3860/1030)	\$6,688,000
------------------------------	--------------------

Proposed ordinance 2008-0434 requests transfer of **\$300,000** of appropriation from the CIP program to the Roads operating program (see description of this transfer request in 2008-0448 above).

Additionally, the Division is requesting **\$6,388,000** to cover the costs associated with the following projects, all of which are grant or revenue backed:

- \$5,220,000 for six pass through grant-funded projects that RSD is administering for other local agencies including the City of Carnation, Metro Transit, Mountain to Sound Greenway and the Northwest Railway Museum
- \$253,000 grant for the Comprehensive Intelligent Transportation Systems
- \$165,000 infrastructure preservation grant for Historic and Scenic Corridors
- \$750,000 for overlay work required by Redmond Ridge, funded by settlement with Quadrant Homes

Council staff have noted no significant issues related to the Roads Operating supplemental appropriation request.

NEXT STEPS

Some of the ordinances described in this report are ready for action by the Committee while others require additional analysis and information. The Chair may wish to direct staff to separate the items that do not require further information and combine them into one legislative vehicle for action at the September 19th meeting. Alternatively, the Committee could choose to act on the items individually.

INVITED:

Kristine Lund, Executive Director, King County Ferry and Flood Control Zone Districts
 Sid Bender, Supervisor, Office of Management and Budget
 Kathy Brown, Director, Facilities Management Division
 Kevin Brown, Director, Parks and Recreation Division
 Bob Cowan, Director, Office of Management and Budget
 Linda Dougherty, Director, Roads Services Division
 Steve Fields, Budget Analyst, Office of Management and Budget
 Bill Greene, DOT Finance Manager, DOT Director's Office
 Mark Isaacson, Director, Water and Land Resources Division
 David Martinez, Chief Information Officer, King County
 David Tieman, Open Space Planner, Water and Land Resources Division
 Evelyn Wise, Budget Analyst, Office of Management and Budget

ATTACHMENTS:

1. Proposed Ordinance 2008-0440
2. Fiscal Note
3. Proposed Ordinance 2008-0445
4. Fiscal Note
5. Proposed Ordinance 2008-0446
6. Fiscal Note
7. Proposed Ordinance 2008-0447
8. Fiscal Note
9. Proposed Ordinance 2008-0451
10. Fiscal Note
11. Proposed Ordinance 2008-0452

12. Fiscal Note
13. Proposed Ordinance 2008-0453
14. Fiscal Note
15. Proposed Ordinance 2008-0454
16. Fiscal Note
17. Proposed Ordinance 2008-0455
18. Fiscal Note
19. Proposed Ordinance 2008-0449
20. Fiscal Note
21. Proposed Ordinance 2008-0450
22. Fiscal Note
23. Proposed Ordinance 2008-0448
24. Fiscal Note
25. Proposed Ordinance 2008-0434
26. Fiscal Note
27. Executive Transmittal Letter re: capital budget proposals, dated August 7, 2008
28. Executive Transmittal Letter re: operating budget proposals, dated August 6, 2008
29. Conservation Futures Citizens Committee Annual Report, dated March 28, 2008



KING COUNTY

Signature Report

September 2, 2008

ATTACHMENT 1

1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2008-0440.1

Sponsors Phillips

1 AN ORDINANCE making a supplemental appropriation of
 2 \$4,112,892 to the marine capital fund to pay for capital
 3 costs associated with passenger only ferry service provided
 4 to the King County Ferry District; and amending the 2008
 5 Budget Ordinance, Ordinance 15975, Section 130, as
 6 amended, and Attachment B, as amended.

7

8 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

9 SECTION 1. Ordinance 15975, Section 130, as amended, is hereby amended by
 10 adding thereto and inserting therein the following:

11 From the marine capital fund there is hereby appropriated and authorized to be
 12 disbursed the following amounts for the specific projects identified in Attachment A to
 13 this ordinance.

14	Fund	Fund Title	Amount
15	3591	Marine Capital Fund	\$4,112,892

Ordinance

16 SECTION 2. Attachment A to this ordinance hereby amends Attachment B to
17 Ordinance 15975, by adding projects to those listed in Attachment B to Ordinance 15975.
18

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this ____ day of _____, ____.

Attachments A. General Government Capital Improvement Program

2008-0440

Attachment A: General Government Capital Improvement Program

Project	2008	2009	2010	2011	2012	2013	Total 2008 - 2013
3591 Marine Capital Fund (1)							
359110 Vessel Acquisition	317,193						317,193
359120 Interim Moorage / Maintenance Facility	337,923						337,923
359130 Seattle Interim Terminal	2,288,824						2,288,824
359140 Vashon Terminal	787,956						787,956
359150 Seacrest Interim	380,996						380,996
	-						-
	-						-
	-						-
Total Fund 3951	4,112,892						4,112,892

Notes:

(1) These costs will be continued as the Ferry District begins to operate routes and make improvements to terminal facilities. The work will be expanded in the 2009-14 CIP Budget Proposal.

FISCAL NOTE

Ordinance/Motion No. 2008-XXXX
 Title: Amending Ordinance 15975
 Affected Agency and/or Agencies:
 Note Prepared By: John Amos
 Note Reviewed By:

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue:

Fund/Agency	Fund Code	Revenue Source	2008	2009	2010	2011
Marine Capital Fund	3591	33816	4,112,892			
TOTAL			4,112,892	0	0	0

Expenditures:

Fund/Agency	Fund Code	Department Code	2008	2009	2010	2011
Marine Capital Fund	3591		4,112,892			
TOTAL			4,112,892	0	0	0

Expenditures by Category

	2008	2009	2010	2011
Salaries & Benefits				
Supplies and Services				
Capital Outlay	4,112,892			
Other				
TOTAL	4,112,892	0	0	0

Assumptions:

The project costs have been aligned to anticipated spending for the remainder of 2008.

2009 and subsequent year costs will be presented as part of the 2009 Marine Division Capital Fund budget submittal.

Revenue Source is payment from the King county Ferry District (KCFD).



KING COUNTY
Signature Report

ATTACHMENT 3
1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

September 2, 2008

Ordinance

Proposed No. 2008-0445.1

Sponsors Phillips

1 AN ORDINANCE making a disappropriation and
2 reappropriation of \$2,195,155 to the conservation futures
3 levy fund; to provide for the changes in project scopes; and
4 amending the 2008 Budget Ordinance, Ordinance 15975,
5 Section 130, as amended, and Attachment B, as amended.

6

7

BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

8

SECTION 1. Ordinance 15975, Section 130, as amended, is hereby amended by
9 adding thereto and inserting therein the following:

10

From several capital improvement project funds there is hereby appropriated and
11 authorized to be disbursed the following amounts for the specific projects identified in
12 Attachment A to this ordinance.

13

Fund	Fund Title	Amount
14 3151	Conservation Futures Subfund	\$0

15

SECTION 2. Attachment A to this ordinance hereby amends Attachment B to

Ordinance

16 Ordinance 15975, as amended, by adding thereto and inserting therein the projects listed
17 in Attachment A to this ordinance.

18

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this ____ day of _____, ____.

Attachments A. General Government Capital Improvement Program

Attachment A: General Government Capital Improvement Program

3151 Conservation Futures Subfund		2008	2009	2010	2011	2012	2013	Total 2008 - 2013
315720	Enumclaw - Newaukum Creek	(34,152)						(34,152)
315182	Middle Newaukum Creek Phase 3	34,152						34,152
315725	Kent - Clark Lake	(1,059,809)						(1,059,809)
315725	Kent - Clark Lake	1,059,809						1,059,809
315734	Pacific/Algona CFL	(125,000)						(125,000)
315734	Pacific/Algona CFL	125,000						125,000
315766	Tukwila - Duwamish Gardens	(349,541)						(349,541)
315766	Tukwila - Duwamish Gardens	349,541						349,541
315122	Mid Fork Snoqualmie Oxbow	(336,899)						(336,899)
315122	Mid Fork Snoqualmie Oxbow	336,899						336,899
315184	Raging River Camp Terry	(289,754)						(289,754)
315205	Raging River Upper Preston Reach	289,754						289,754
Total Fund 3151		-						-

FISCAL NOTE

Ordinance/Motion No. 2008-XXXX
Title: Supplemental Appropriation - WLRD Supplemental Request
Affected Agency and/or Agencies: DNRP WLRD - SWM
Note Prepared By: Evelyn Wise
Note Reviewed By:

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue:

Fund/Agency/Projects	Fund Code	Revenue Source	2008	2009	2010	2011
Conservation Futures Sub Fund	3151					
Projects:						
315720 - Enumclaw - Newaukum Creek		CFT	(34,152)			
315182 - Middle Newaukum Creek Phase 3		CFT	34,152			
315725 - Kent - Clark Lake		CFT	(1,059,809)			
315725 - Kent - Clark Lake		CFT	1,059,809			
315734 - Pacific/Algona CFL		CFT	(125,000)			
315734 - Pacific/Algona CFL		CFT	125,000			
315766 - Tukwila - Duwamish Gardens		CFT	(349,541)			
315766 - Tukwila - Duwamish Gardens		CFT	349,541			
315122 - Mid Fork Snoqualmie Oxbow		CFT	(336,899)			
315122 - Mid Fork Snoqualmie Oxbow		CFT	336,899			
315184 - Raging River Camp Terry		CFT	(289,754)			
315205 - Raging River Upper Preston Reach		CFT	289,754			
TOTAL			0			

Expenditures:

Fund/Agency	Fund Code	Department Code	2008	2009	2010	2011
Conservation Futures Sub Fund	3151	0745	0			
See Projects above.						
TOTAL			0			

Expenditures by Category

	2008	2009	2010	2011
Salaries & Benefits				
Supplies and Services				
Capital Outlay	0			
TOTAL	0			

Assumptions:
 Scope Changes or reallocation - no fiscal effect at the fund level.



KING COUNTY

Signature Report

September 2, 2008

ATTACHMENT 5

1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2008-0446.1

Sponsors Phillips

1 AN ORDINANCE making an appropriation of \$4,168,364
 2 to the flood control capital contract fund; to provide for the
 3 correction of errors; and amending the 2008 Budget
 4 Ordinance, Ordinance 15975, Section 130, as amended, and
 5 Attachment B, as amended.

6

7 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

8 SECTION 1. Ordinance 15975, Section 130, as amended, is hereby amended by
 9 adding thereto and inserting therein the following:

10 From several capital improvement project funds there is hereby appropriated and
 11 authorized to be disbursed the following amounts for the specific projects identified in
 12 Attachment A to this ordinance.

13	Fund	Fund Title	Amount
14	3571	King County Flood Control Capital Contract Fund	\$4,168,364

15 SECTION 2. Attachment A to this ordinance hereby amends Attachment B to

Ordinance

16 Ordinance 15975, as amended, by adding thereto and inserting therein the projects listed
17 in Attachment A to this ordinance.

18

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this ____ day of _____, _____.

Attachments A. Adopted Ordinance 15975, Section 130 General Governmental Capital
Improvement Program

Attachment A
Adopted Ordinance 15975, Section 130: General Government Capital Improvement Program

<u>Fund</u>	<u>Project</u>	<u>Description</u>	2008	2009	2010	2011	2012	2013	Total 2008 - 2013
3571		KC Flood Control Capital Contract Fund							
	FL0000	Skykomish/Miller River Flood Protection	764,606						764,606
	FL1000	Upper Snoqualmie River Flood Protection	1,497,071						1,497,071
	FL2000	Lower Snoqualmie River Flood Protection	3,722,602						3,722,602
	FL3000	Tolt River Flood Protection	272,522						272,522
	FL4000	Raging River Flood Protection	1,130,480						1,130,480
	FL5000	Sammamish River Flood Protection	329,634						329,634
	FL6000	Issaquah Creek Flood Protection	58,068						58,068
	FL7000	Cedar River Flood Protection	5,081,957						5,081,957
	FL8000	Green River Flood Protection	3,761,586						3,761,586
	FL9000	White River Flood Protection	526,987						526,987
	FLM000	Flood CIP Monitoring/Maintenance	126,940						126,940
	FLX100	Flood District Capital Contingency	860,000						860,000
	FL0000	Capital Contracts	(18,132,484)						(18,132,484)
	FL4000	Raging River Flood Protection	668,364						668,364
	FL8000	Green River Flood Protection	3,500,000	1,422,858					4,922,858
		Total Fund 3571	4,168,333	1,422,858	0	0	0	0	5,591,191

FISCAL NOTE

Ordinance/Motion No. 2008-XXXX
Title: Supplemental Appropriation - Flood Control Capital Contract Fund
Affected Agency and/or Agencies: DNRP WLRD
Note Prepared By: Evelyn Wise
Note Reviewed By:

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue to:

Fund/Agency/Projects	Fund Code	Revenue Source	2008	2009	2010	2011
Flood District Construction	3571					
Projects:						
FL4000 - Raging R Flood Protection		FEMA HMGA	572,883			
FL4000 - Raging R Flood Protection		St HMGA	95,481			
FL8000 - Green R Flood Protection		FCZD Levy	3,500,000	1,422,858		
		FCZD Levy	18,132,484			
		FCZD Levy	(18,132,484)			
TOTAL			4,168,364	1,422,858	0	0

Expenditures from:

Fund/Agency	Fund Code	Department	2008	2009	2010	2011
Flood District Capital Contract	3571	0571	4,168,364	1,422,858	0	0
Flood District Capital Contract			18,132,484			
Flood District Capital Contract			(18,132,484)			
TOTAL			4,168,364	1,422,858	0	0

Expenditures by Categories

	2008	2009	2010	2011
Capital Outlay	4,168,364	1,422,858		
TOTAL	4,168,364	1,422,858	0	0

Assumptions:



KING COUNTY

Signature Report

September 2, 2008

ATTACHMENT 7

1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2008-0447.1

Sponsors Phillips

1 AN ORDINANCE making a supplemental appropriation to
2 the farmland conservation program fund of \$417,700; and
3 amending the 2008 Budget Ordinance, Ordinance 15975,
4 Section 130, as amended, and Attachment B, as amended.

5

6 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

7 SECTION 1. Ordinance 15975, Section 130, as amended, is hereby amended by
8 adding thereto and inserting therein the following:

9 From several capital improvement project funds there is hereby appropriated and
10 authorized to be disbursed the following amounts for the specific projects identified in
11 Attachment A to this ordinance.

Fund	Fund Title	Amount
13 3842	Farmland Conservation Program Fund	\$417,700

14 SECTION 2. Attachment A to this ordinance hereby amends Attachment B to

Ordinance

15 Ordinance 15975, as amended, by adding thereto and inserting therein the projects listed
16 in Attachment A to this ordinance.

17

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this ____ day of _____, _____.

Attachments A. General Government Capital Improvement Program

2008-0447

Attachment A: General Government Capital Improvement Program

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Total 2008 - 2013</u>
384200							
3842 Farmland Conservation Program							
Farmland Grant Contingency	417,700						417,700
Total Fund 3842	417,700						417,700

FISCAL NOTE

Ordinance/Motion No. 2008-XXXX	
Title: Supplemental Appropriation - Farmland Conservation Program Fund - 2008	
Affected Agency and/or Agencies: WLR	
Note Prepared By:	Evelyn Wise
Note Reviewed By:	Sid Bender

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue:

Fund/Agency/Projects	Fund Code	Revenue Source	2008	2009	2010	2011
Farmland Conservation Program Fund	3842					
Projects:						
384200 - Farmland Grant Contingency		RCFB Wildlife Recreation Program	417,700			
TOTAL			417,700			

Expenditures:

Fund/Agency	Fund Code	Department Code	2008	2009	2010	2011
	3842	0369				
384200 - Farmland Grant Contingency			417,700			
TOTAL			417,700			

Expenditures by Category

	2007	2008	2010	2011
Salaries & Benefits				
Supplies and Services				
Capital Outlay		417,700		
TOTAL		417,700		

Assumptions:



KING COUNTY
Signature Report

September 2, 2008

Ordinance

Proposed No. 2008-0451.1

Sponsors Phillips

1 AN ORDINANCE making a supplemental appropriation to
2 the office of information resource management capital fund
3 of \$2,377,475 for two projects; and amending the 2008
4 Budget Ordinance, Ordinance 15975, Section 130, as
5 amended, and Attachment B, as amended.

6
7 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

8 SECTION 1. Ordinance 15975, Section 130, as amended, is hereby amended by
9 adding thereto and inserting therein the following:

10 From several capital improvement project funds there is hereby appropriated and
11 authorized to be disbursed the following amounts for the specific projects identified in
12 Attachment A to this ordinance.

13	Fund	Fund Title	Amount
14	3771	OIRM Capital Fund	\$2,377,475

15 SECTION 2. Attachment A to this ordinance hereby amends Attachment B to

Ordinance

16 Ordinance 15975, as amended, by adding thereto and inserting therein the projects listed
17 in Attachment A to this ordinance.

18

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this ____ day of _____, ____.

Attachments A. General Government Capital Improvement Program

Attachment A: General Government Capital Improvement Program

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Total</u> <u>2008 - 2013</u>
3771/OIRM Capital Fund							
377203 Juvenile Justice JJWEB Remediation	1,437,475						1,437,475
377191 Information Technology Re-Organization Initiative	940,000						940,000
Total Fund 3771	2,377,475						2,377,475

FISCAL NOTE

Ordinance/Motion No. 2008-XXXX
 Title: Supplemental Appropriation - Office of Information Resource Management (OIRM)
 Affected Agency and/or Agencies:
 Note Prepared By:
 Note Reviewed By: Sid Bender

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue:

Fund/Agency/Projects	Fund Code/Appro	Revenue Source	2008	2009	2010	2011
Juvenile Justice JJWEB Remediation (Project 377203)		General Fund	1,437,475			
Information Technology Re-Organization Initiative (Project 377191)		All County Funds	940,000			
		GRAND TOTAL	2,377,475			

Expenditures:

Fund/Agency	Fund Code/Appro	Department Code	2008	2009	2010	2011
Juvenile Justice JJWEB Remediation (Project 377203)			1,437,475			
Information Technology Re-Organization Initiative (Project 377191)			940,000			
		TOTAL	2,377,475			

Expenditures by Category

	2008	2009	2010	2011
Salaries & Benefits				
Supplies and Services				
Capital Outlay	2,377,475			
TOTAL	2,377,475			

Assumptions:

IT Re-Org Project will be debt financed with debt payment costs allocated in 2009.



KING COUNTY

Signature Report

September 2, 2008

1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2008-0452.1

Sponsors Phillips

1 AN ORDINANCE making a supplemental appropriation of
 2 \$1,829,905 to the parks, recreation and open space fund
 3 and a disappropriation and reappropriation of \$1,829,905 to
 4 the real estate excise tax 2 fund; to provide for the
 5 correction of errors; and amending the 2008 Budget
 6 Ordinance, Ordinance 15975, Section 130, as amended, and
 7 Attachment B, as amended.

8
 9 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

10 SECTION 1. Ordinance 15975, Section 130, as amended, is hereby amended by
 11 adding thereto and inserting therein the following:

12 From several capital improvement project funds there is hereby appropriated and
 13 authorized to be disbursed the following amounts for the specific projects identified in
 14 Attachment A to this ordinance.

Fund	Fund Title	Amount
3160	Parks and Recreation - Open Space Construction	\$1,829,905
3682	Real Estate Excise Tax #2 (REET 2)	\$0

Ordinance

18 SECTION 2. Attachment A to this ordinance hereby amends Attachment B to
19 Ordinance 15975, as amended, by adding thereto and inserting therein the projects listed
20 in Attachment A to this ordinance.
21

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this ____ day of _____, _____.

Attachments A. General Government Capital Improvement Program

Attachment A: General Government Capital Improvement Program

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Total</u> <u>2008 - 2013</u>
3160 Parks, Recreation and Open Space							
316731 Greenbridge - Hope 6	129,905						129,905
316802 Transfer to Cities-Annex	1,700,000						1,700,000
Total Fund 3160	1,829,905						1,829,905

3682 Real Estate Excise Tax 2							
368216 REET 2 Transfer to 3160	1,829,905						1,829,905
368284 REET 2 Debt Service	(129,905)						(129,905)
3682AN Transfer to Cities-Annex	(1,700,000)						(1,700,000)
Total Fund 3682	-						-

Total 1,829,905

ATTACHMENT 12

Ordinance/Motion No. 2008-XXXX	
Title: Supplemental Appropriation - Parks Supplemental Request - 2008	
Affected Agency and/or Agencies: DNRP - Parks	
Note Prepared By:	Evelyn Wise
Note Reviewed By:	Sid Bender

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue:

Fund/Agency/Projects	Fund Code	Revenue Source	2008	2009	2010	2011
Park, Rec and Open Space	3160					
Projects:						
	39776	REET 2	1,829,905			
TOTAL			1,829,905			

Expenditures:

Fund/Agency	Fund Code	Department Code	2008	2009	2010	2011
Park, Rec and Open Space	3160	0346				
316731 - Greenbridge - HOPE 6			129,905			
316802 - Transfer to Cities - Annex			1,700,000			
TOTAL			1,829,905			

Expenditures by Category

	2008	2009	2010	2011
Salaries & Benefits				
Supplies and Services				
Capital Outlay	1,829,905			
TOTAL	1,829,905			

Assumptions:



KING COUNTY

Signature Report

September 2, 2008

1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2008-0453.1

Sponsors Phillips

1 AN ORDINANCE making a disappropriation and
 2 reappropriation of \$374,231 to the surface and storm water
 3 management construction fund; and amending the 2008
 4 Ordinance, Ordinance 15975, Section 130, as amended, and
 5 Attachment B, as amended.

6
 7 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

8 SECTION 1. Ordinance 15975, Section 130, as amended, is hereby amended by
 9 adding thereto and inserting therein the following:

10 From several capital improvement project funds there is hereby appropriated and
 11 authorized to be disbursed the following amounts for the specific projects identified in
 12 Attachment A to this ordinance.

13	Fund	Fund Title	Amount
14	3180	Surface and storm water management construction	\$0

15 SECTION 2. Attachment A to this ordinance hereby amends Attachment B to

Ordinance

16 Ordinance 15975, as amended, by adding thereto and inserting therein the projects listed
17 in Attachment A to this ordinance.

18

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this ____ day of _____, _____.

Attachments A. General Government Capital Improvement Program

2008-0453

Attachment A: General Government Capital Improvement Program

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Total 2008 - 2013</u>
3180 Surface and Storm Water Management Construction							
047111 Floodway Corridor Restoration	374,231						374,231
047117 Segale Levee	(374,231)						(374,231)
Total Fund 3180	-						-

FISCAL NOTE

Ordinance/Motion No. 2008-XXXX
 Title: Supplemental Appropriation - WLRD Supplemental Request - 2008
 Affected Agency and/or Agencies: WLRD - SWM
 Note Prepared By: Evelyn Wise
 Note Reviewed By: Sid Bender

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue:

Fund/Agency/Projects	Fund Code	Revenue Source	2008	2009	2010	2011
Open Space Non-bond Sub-Fund	3180					
Projects:						
047111 - Floodway Corridor Restoration (Fenster)		Fund Balance	374,231			
047117 - Segale Levee		Fund Balance	(374,231)			
TOTAL			0			

Expenditures:

Fund/Agency	Fund Code	Department Code	2008	2009	2010	2011
Surface & Storm Water Mgmt Construction	3180	0748				
047111 - Floodway Corridor Restoration (Fenster)			374,231			
047117 - Segale Levee			(374,231)			
TOTAL			0			

Expenditures by Category

Category	2008	2009	2010	2011
Salaries & Benefits				
Supplies and Services				
Capital Outlay	0			
TOTAL	0			

Assumptions:



KING COUNTY

Signature Report

September 2, 2008

1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2008-0454.1

Sponsors Phillips

1 AN ORDINANCE making a disappropriation and
 2 reappropriation of \$8,898,000 to the housing opportunity
 3 acquisition fund and the HOF homeless housing sub-fund;
 4 to provide for the correction of errors; and amending the
 5 2008 Budget Ordinance, Ordinance 15975, Section 130, as
 6 amended, and Attachment B, as amended.

7
 8 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

9 SECTION 1. Ordinance 15975, Section 130, as amended, is hereby amended by
 10 adding thereto and inserting therein the following:

11 From several capital improvement project funds there is hereby appropriated and
 12 authorized to be disbursed the following amounts for the specific projects identified in
 13 Attachment A to this ordinance.

Fund	Fund Title	Amount
3220	Housing Opportunity Acquisition	(\$8,980,000)
3221	HOF Homeless Housing Sub-fund	\$8,980,000

Ordinance

17 SECTION 2. Attachment A to this ordinance hereby amends Attachment B to
18 Ordinance 15975, as amended, by adding thereto and inserting therein the projects listed
19 in Attachment A to this ordinance.

20

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this ____ day of _____, _____.

Attachments A. General Government Capital Improvement Program

Attachment A: General Government Capital Improvement Program

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Total</u> <u>2008 - 2013</u>
333900							
	(8,980,000)						(8,980,000)
	(8,980,000)						(8,980,000)
3220/Housing Opportunity Acquisition							
Homeless Housing & Services Fund							
Total Fund 3220							
333900							
	8,980,000						8,980,000
	8,980,000						8,980,000
3221/HOF Homeless Housing Sub-fund							
Homeless Housing & Services Fund							
Total Fund 3221							

FISCAL NOTE

Ordinance/Motion No. 2008-XXXX
Title: Supplemental Appropriation - Homeless Housing & Services Fund
Affected Agency and/or Agencies: Department Community Human Services
Note Prepared By: Bobbie Faucette
Note Reviewed By: Sid Bender

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue:

Fund/Agency/Projects	Fund Code/Appro	Revenue Source	2008	2009	2010	2011
HOF Homeless Housing Sub-fund	3221					
333900 - Homeless Housing & Services Fund		Fund Balance	8,980,000			
GRAND TOTAL			8,980,000			

Expenditures:

Fund/Agency	Fund Code/Appro	Department Code	2008	2009	2010	2011
HOF Homeless Housing Sub-fund	3221	0322	8,980,000			
TOTAL			8,980,000			

Expenditures by Category

	2008	2009	2010	2011
Salaries & Benefits				
Supplies and Services				
Capital Outlay	8,980,000			
TOTAL	8,980,000			

Assumptions:



KING COUNTY

Signature Report

September 2, 2008

1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2008-0455.1

Sponsors Phillips

1 AN ORDINANCE making a disappropriation and re-

2 appropriation of \$4,000,000 to the airport construction

3 fund; to provide for the correction of errors; and amending

4 the 2008 Budget Ordinance, Ordinance 15975, Section 130,

5 as amended, and Attachment B, as amended.

6

7 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

8 SECTION 1. Ordinance 15975, Section 130, as amended, is hereby amended by

9 adding thereto and inserting therein the following:

10 From several capital improvement project funds there is hereby appropriated and

11 authorized to be disbursed the following amounts for the specific projects identified in

12 Attachment A to this ordinance.

13	Fund	Fund Title	Amount
14	3380	Airport Construction	\$0

15 SECTION 2. Attachment A to this ordinance hereby amends Attachment B to

Ordinance

16 Ordinance 15975, as amended, by adding thereto and inserting therein the projects listed
17 in Attachment A to this ordinance.

18

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this ____ day of _____, ____.

Attachments A. General Government Capital Improvement Program

Attachment A: General Government Capital Improvement Program

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Total</u> <u>2008 - 2013</u>
3380 - Airport Construction							
423493 Runway 13L/31R Overlay	4,000,000						4,000,000
001295 Runway 13L/31R Overlay	(4,000,000)						(4,000,000)
Total Fund 3380	-						-

FISCAL NOTE

Ordinance/Motion No. 00-
 Title: 2008 Capital Supplemental Request
 Affected Agency and/or Agencies: King County International Airport
 Note Prepared By: Evelyn Wise
 Note Reviewed By:

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue to:

Fund/Agency	Fund Code	Revenue Source	Current Year	1st Year	2nd Year	3rd Year
3380 Airport Construction	3380	30800	0			0
						0
TOTAL			0	0	0	0

Expenditures from:

Fund/Agency	Fund Code	Department	Current Year	1st Year	2nd Year	3rd Year
3380 Airport Construction	3380	0714			0	0
Project 423493 - Runway 13L/31R Overlay			4,000,000			
Project 001295 - Runway 13L/31R Overlay			-4,000,000			
TOTAL			0	0	0	0

Expenditures by Categories

	Current Year	1st Year	2nd Year	3rd Year
	0			
TOTAL	0	0	0	0

Note:

This is a technical correction to adjust the project number and appropriation, no other changes are requested.



KING COUNTY

Signature Report

September 2, 2008

1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2008-0449.1

Sponsors Phillips

1 AN ORDINANCE making a supplemental appropriation to
 2 the surface water management capital fund of \$494,704;
 3 and amending the 2008 Budget Ordinance, Ordinance
 4 15975, Section 133, as amended, and Attachment E, as
 5 amended.

6

7 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

8 SECTION 1. Ordinance 15975, Section 133, as amended, is hereby amended by
 9 adding thereto and inserting therein the following:

10 From several capital improvement project funds there is hereby appropriated and
 11 authorized to be disbursed the following amounts for the specific projects identified in
 12 Attachment A to this ordinance.

13	Fund	Fund Name	Amount
14	3292	SWM CIP Non-bond Subfund	\$494,704

15 SECTION 2. Attachment A to this ordinance hereby amends Attachment E to

Ordinance

16 Ordinance 15975, as amended, by adding thereto and inserting therein the projects listed
17 in Attachment A to this ordinance.

18

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this ____ day of _____, _____.

Attachments A. Surface Water Management Capital Improvement Program

Attachment A. Surface Water Management Capital Improvement Program

<u>Project</u>	<u>Description</u>	2008	2009	2010	2011	2012	2013	Total 2008 - 2013
	3292 Surface Water Management CIP Non-Bond Subfund							
P20000	Public Safety and Major Property Protection	494,704	598,431	574,037	18,034	10,832	10,832	1,706,870
	Total Fund 3292	494,704						1,706,870

FISCAL NOTE

Ordinance/Motion No. 2008-XXXX
 Title: Supplemental Appropriation - WLRD Supplemental Request - 2008
 Affected Agency and/or Agencies: WLRD - SWM
 Note Prepared By: Evelyn Wise
 Note Reviewed By: Sid Bender

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue:

Fund/Agency/Projects	Fund Code	Revenue Source	2008	2009	2010	2011	2012	2013
SWM CIP Non-Bond	3292							
<i>Projects:</i>								
P20000 - Public Safety & Major Property Protection		DOE Grant	494,704	323,431	181,865			
		SWM Fee		275,000	392,172	18,034	10,832	10,832
TOTAL			494,704					

Expenditures:

Fund/Agency	Fund Code	Department Cod	2008	2009	2010	2011	2012	2013
SWM CIP Non-Bond	3292	0745						
P20000 - Public Safety & Major Property Protection			494,704	598,431	574,037	18,034	10,832	10,832
TOTAL			494,704					

Expenditures by Category

	2008	2009	2010	2011	2012	2013
Salaries & Benefits						
Supplies and Services						
Capital Outlay	494,704	598,431	574,037	18,034	10,832	10,832
TOTAL	494,704					

Assumptions:



KING COUNTY

Signature Report

September 2, 2008

1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2008-0450.1

Sponsors Phillips

1 AN ORDINANCE making a disappropriation and
 2 reappropriation of \$101,531 to the major maintenance
 3 reserve fund for the replacement of existing direct
 4 exchange HVAC equipment located on the roof of the
 5 Yesler Building; and amending the 2008 Budget
 6 Ordinance, Ordinance 15975, Section 134, as amended,
 7 and Attachment F, as amended.

8
 9 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

10 SECTION 1. Ordinance 15975, Section 134, as amended, is hereby amended by
 11 adding thereto and inserting therein the following:

12 From several capital improvement project funds there is hereby appropriated and
 13 authorized to be disbursed the following amounts for the specific projects identified in
 14 Attachment A to this ordinance.

Fund	Fund Name	Amount
000003421	Major Maintenance Reserve Fund	\$0

Ordinance

17 SECTION 2. Attachment A to this ordinance hereby amends Attachment F to
18 Ordinance 15975, as amended, by adding thereto and inserting therein the projects listed
19 in Attachment A to this ordinance.
20

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this _____ day of _____, _____.

Attachments A. Major Maintenance Capital Improvement Program

Attachment A: Major Maintenance Capital Improvement Program

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Total</u> <u>2008 - 2013</u>
3421/Major Maintenance Reserve Fund							
344585 Yesler Cooling Generating System	101,531						101,531
343228 Yesler Building elevators	(101,531)						(101,531)
Fund 3421	-						-

FISCAL NOTE

Ordinance/Motion No. 2008-XXXX
Title: Supplemental Appropriation - Major Maintenance Reserve Fund
Affected Agency and/or Agencies: Facilities Management Division
Note Prepared By: Bobbie Faucette
Note Reviewed By: Sid Bender

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue:

Fund/Agency/Projects	Fund Code/Appro	Revenue Source	2008	2009	2010	2011
	3421					
344585 - Yesler Cooling Generating System		Fund Balance	101,531			
343228 - Yesler Building elevators			(101,531)			
	GRAND TOTAL		0			

Expenditures:

Fund/Agency	Fund Code/Appro	Department Code	2008	2009	2010	2011
344585 - Yesler Cooling Generating System	3421	0337	101,531			
343228 - Yesler Building elevators			(101,531)			
	TOTAL		0			

Expenditures by Category

	2008	2009	2010	2011
Salaries & Benefits				
Supplies and Services				
Capital Outlay	0			
TOTAL	0			

Assumptions:



KING COUNTY

Signature Report

September 2, 2008

1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2008-0448.1

Sponsors Phillips

1 AN ORDINANCE making a supplemental appropriation to
 2 the roads construction capital fund of \$269,573 for two
 3 projects; amending the 2008 Budget Ordinance, Ordinance
 4 15975, Section 130, as amended, and Attachment C, as
 5 amended.

6

7 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

8 SECTION 1. Ordinance 15975, Section 131, as amended, is hereby amended by
 9 adding thereto and inserting therein the following:

10 From several capital improvement project funds there is hereby appropriated and
 11 authorized to be disbursed the following amounts for the specific projects identified in
 12 Attachment A to this ordinance.

13	Fund	Fund Name	Amount
14	3860	Roads Construction	\$269,573

15 SECTION 2. Attachment A to this ordinance hereby amends Attachment C to

Ordinance

16 Ordinance 15975, as amended, by adding thereto and inserting therein the projects listed
17 in Attachment A to this ordinance.

18

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

ATTEST:

APPROVED this ____ day of _____, _____.

Attachments A. Road Construction Capital Improvement Program



KING COUNTY
Signature Report

September 2, 2008

Ordinance

Proposed No. 2008-0434.1

Sponsors Phillips

1 AN ORDINANCE making a supplemental appropriation of
2 \$6,688,000 to roads for additional city contract work, and a
3 disappropriation of \$300,000 from roads construction
4 transfer to cancel project to pay for Hobart; and amending
5 the 2008 Budget Ordinance, Ordinance 15975, Sections 62
6 and 63, as amended.

7

8 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

9 SECTION 1. From the road fund there is hereby approved and adopted a
10 supplemental appropriation of \$6,688,000 to roads for additional city contract work, and
11 a disappropriation of \$300,000 from roads construction transfer to cancel project to pay
12 for Hobart.

13 SECTION 2. Ordinance 15975, Section 62, as amended, is hereby amended by
14 adding thereto and inserting therein the following:

15 ROADS - From the road fund there is hereby appropriated to:

16 Roads \$6,688,000

FISCAL NOTE

Ordinance/Motion No. 00-
 Title: 2008 Road Services Supplemental Budget Request
 Affected Agency and/or Agencies: Road Services Division
 Note Prepared By: Mark Foote
 Note Reviewed By:

Impact of the above legislation on the fiscal affairs of King County is estimated to be: 0

Revenue to:

Fund/Agency	Fund Code	Revenue Source	Current Year	1st Year	2nd Year	3rd Year
Fund 386, Dept 737	000003860	CIP Contr	-300,000			
Fund 1030, Dept 0730	000001030	730	6,388,000			0
TOTAL			6,088,000	0	0	0

Expenditures from:

Fund/Agency	Fund Code	Department	Current Year	1st Year	2nd Year	3rd Year
Fund 1030, Dept 0730	000001030	730	6,688,000			
Fund 1030, Dept 0734	000001030	734	-300,000			
Fund 386, Dept 737	000003860	737	-300,000			
TOTAL			6,088,000	0	0	0

Expenditures by Categories

	Current Year	1st Year	2nd Year	3rd Year
Contracted and Loan In Labor	6,088,000			
TOTAL	6,088,000	0	0	0

August 7, 2008

The Honorable Julia Patterson
Chair, King County Council
Room 1200
C O U R T H O U S E

Dear Councilmember Patterson:

Enclosed for the County Council's review and approval are eleven supplemental capital ordinances with a net budget authority request of \$9,557,690. The projects are categorized into two groups. The first group includes budget requests that represent new or modified project scope while the second group includes technical budget corrections involving no substantive change to project scope, schedule or budget.

The selection process for projects included in this supplemental ordinance was guided by the prioritization principles outlined in capital reassessment letter sent to the County Council. This current period of fiscal stress increases our focus on the relative merits of capital projects. In the July 21, 2008 letter, projects in the conceptual planning phase in recent years were grouped into three categories: "Immediate need," "necessary", and "deferrable" projects. Deferrable projects such as Administration Building Replacement and Courthouse historic preservation projects have not been included in this supplemental ordinance. During this time of heightened fiscal constraint I urge the council not to add any additional projects or take actions within this legislation that increase the projected budget deficit.

Group 1: Non-Technical Supplemental Budget Requests:

Conservation Futures (Fund 3151) – Reallocation of Budget for Net \$0 Change

The Conservation Futures Citizens Advisory Committee (CFCAC) submitted its annual progress report on March 28, 2008 to the King County Executive and King County Council. The report contains the committee's review of the progress of uncompleted open space acquisition projects that are two or more years old, including recommendations on whether to extend or abandon those projects and in a few cases to modify project scopes.

The CFCAC considered how each of these open space acquisition projects can best meet its original preservation goals. In most cases, the jurisdictions have made good progress with often-complicated negotiations and the projects that have a good likelihood of completion this year should be extended. In a handful of cases the applicants have recommended that the projects should be abandoned due to a lack of success in their negotiations, and the committee concurred with those recommendations. Overall, the committee is satisfied with progress, but is closely watching the follow-through of the agencies whose projects have been recommended for extensions this year.

The appropriation and scope change requests included in this supplemental budget request are listed in the table below. For additional information please refer to the enclosed CFCAC annual progress report dated March 28, 2008.

Fund	Project	Name	Amount	Action
3151	315720	Enumclaw – Newaukum Creek	(\$34,152)	Reallocation
3151	315182	Middle Newaukum Creek Phase 3	\$34,152	Reallocation
3151	315725	Clark Lake	\$0	Scope change
		Pacific/Algona – Hub and		
3151	315734	Spokes/Wetland Passive Park	\$0	Scope change
3151	315766	Tukwila – Duwamish Gardens	\$0	Scope change
3151	315122	Middle Fork Snoqualmie Oxbow	\$0	Scope change
3151	315184	Raging River Camp Terry	(\$289,754)	Reallocation
3151	315205	Raging River – Upper Preston Reach	\$289,754	Reallocation
		Total	\$0	

Flood Control Capital Contract Fund - \$4,168,364 (See also net zero changes listed in the Group 2 Technical Adjustments)

FL4000 - Raging River Flood Protection - \$668,364

FL8000 - Green River Flood Protection - \$3,500,000

This is a supplemental request for appropriation to complete two additional projects in the Raging River and Green River Flood Protection programs. The request for \$668,364 is for the Upper Preston Hazard Mitigation Acquisition. This project will purchase and demolish four residential structures and one barn from three separate property owners, restore the sites, and permanently restrict future construction on these parcels. The site is located on the Raging River in the vicinity of the Upper Preston Road SE upstream of Interstate 90. Funding is being secured under the Hazard Mitigation Grant Program of the Federal Emergency Management Agency (FEMA). FEMA will pay up to 75% and the state of Washington will pay up to 12 ½% of the cost of the project. Therefore King County’s share of this cost will be \$95,481. By contributing toward this project, King County will be able to leverage a significant amount of federal and state mitigation funds.

The request for \$3,500,000 is to fund the King County share of the Kent Shops – Narita project. For this appropriation, \$1.5 million will pay for the county’s portion of the construction costs and \$2 million will reimburse the city of Kent for loss of revenue from the golf course during construction. The project is one of several receiving federal assistance through the United

States Army Corps of Engineers. Consequently it has proceeded more quickly than initially planned, requiring additional funding this year. This project will repair the Kent Shops and Narita segments of the lower Green River levee system by setting back the levee while acquiring sufficient easement area for reconstruction of the riverward levee slopes. This project will also reconstruct the levee toe, install pieces of large wood, excavate a mid-slope bench, and revegetate the toe buttress.

Farmland Conservation Program (Fund 3842) \$417,700

384200 – Farmland Grant Contingency - \$417,700

This request for \$417,700 establishes a Farmland Grant Contingency project for grant monies that will be used to purchase farmland development rights. It includes pending grants from the State's Farmland Preservation Program section of the Washington Wildlife and Recreation Program (WWRP) that is administered by the Recreation and Conservation Funding Board. One grant obligates \$314,800 to be used for purchasing development rights on farmland in the Snoqualmie Valley Agricultural Production District (ADP). This grant has been awarded. The other grant obligates \$102,900 to be used to purchase farmland development rights in the Enumclaw APD. This grant is pending and expected near the end of 2008.

Matching funds for the two pending grants (referenced above) are available. Conservation Futures levy funds in the amount of \$327,000 have been previously appropriated to match the pending WWRP grant of \$314,800. These matching funds are nearing expiration and, although staff expect the WWRP grant to be finalized by the time the monies have been appropriated, this acquisition needs to be expedited to ensure that grant deadlines are met. The U.S.D.A. has obligated \$75,000 as matching funds for the \$102,900 WWRP grant. The federal grant runs until June 30, 2009 and, once the WWRP grant is finalized and the monies appropriated, work on this acquisition can begin.

Road Capital Construction (Fund 3860) - \$269,573

200994 - Mt. Si Bridge #2550A - \$569,573

The 2008 adopted budget contained a Road Construction Fund expenditure restriction to limit budget for six projects according to a California report that attempted to establish standard amounts of budget authority for categories of project budget such as county force labor. The expenditure restriction based on out-of-state averages is not applicable to the contract administration budget needed to complete the Mt. Si Bridge project. According to the construction schedule the following construction activities will not be accomplished without timely restoration of the proposed supplemental contract administration labor costs:

- opening the new bridge to full unrestrained traffic
- completing the northeast abutment wingwall, approach slab and sidewalk
- completing the new roadway alignment and asphalt surfacing
- completing the storm water detention facilities south of the new bridge
- completing all the utility relocation work
- completing the art elements
- completing private driveway reconstructions

- removing the existing bridge and piers
- completing the project's mitigation and landscape planting
- constructing Washington State Department of Natural Resources parking lot
- permit required mitigation planting for KCDNRP at Tanner Landing

In addition to the above, the project is funded through grants from the Federal Bridge Program and the State Rural Arterial Program. Consequently, the project must be administered and managed conforming to the requirements imposed by the Washington State Department of Transportation (WSDOT) *Local Agency Guidelines (LAG) Manual*. The LAG Manual requires all construction work to be administered, and materials inspected, in accordance with the WSDOT *Construction Manual*.

400708 – Cedar Grove Road SE @ SR169 – (\$300,000)

This project is proposed for cancellation in support of an operating supplemental request to evaluate transportation needs on the Issaquah Hobart Road and use the remaining \$250,000 to construct short term improvements within the Issaquah Hobart corridor.

Surface Water Management CIP Non-bond Subfund (Fund 3292) - \$494,704

P20000 - Public Safety and Major Property Protection - \$494,704

The ordinance requests spending authority for \$494,704 of a \$1,000,000 grant awarded in January 2008 that funds projects in the White Center area of King County. The balance will be requested in the 2009 proposed budget. The Lake Hicks watershed is a heavily urbanized area of 678 acres within the 1200-acre Salmon Creek Basin. It was developed prior to regulations that provided for treatment of stormwater runoff. Lake Hicks is a four-acre lake in Lakewood Park that is mainly fed by urban surface runoff through a network of piped flows interspersed with several ponds/wetlands, with a small component of groundwater contribution. Lake Hicks has no natural outlet and discharge is managed by a pump system to an upgraded sewer line that discharges directly to Puget Sound. Lake Hicks has a documented history of water quality problems impacting the aquatic ecosystem, diminishing aesthetic qualities, and preventing recreational use. The lake is listed as an impaired water body for total phosphorus (1996) and fecal coliform bacteria (1998).

These projects will improve water quality of flows to Lake Hicks by retrofitting a stormwater facility; restoring a wetland/pond; designing and constructing a water quality facility; repairing water quality facilities; conducting Illicit Discharge Detection Elimination and public education; and establishing a monitoring program to measure effectiveness of water quality enhancement. These project sites are identified in the DRAFT *Salmon Creek Basin Plan* to meet goals for the Salmon Creek Basin, particularly, to provide treatment to reduce levels of heavy metals, phosphorus, and fecal coliform bacteria. Ideally the effort to achieve de-listing will also result in a lake that provides safe and enjoyable recreational opportunities for area residents and sustains native plants and wildlife.

Major Maintenance Reserve Sub-fund 3421 - \$0

344585 – Yesler Bldg. Cooling Generating System - \$101,531

343229 – Yesler Electrical Services & Distribution – (\$101,531)

The Yesler Building Cooling Generating System Project was scheduled for 2012; however deteriorating conditions of the roof top cooling units require immediate attention. This disappropriation and re-appropriation provides the balance of the total \$431,531 needed to fund the project. The other \$330,000 budget amount is included in the 2008 Major Maintenance Reserve Fund CIP Reallocation Report where the project has been moved forward from 2012, using flexible budgeting reallocation.

OIRM Capital Fund (Fund 3771) - \$2,377,475

377203 – Juvenile Justice JJWEB Remediation - \$1,437,000

King County's Juvenile Justice Web Application (JJWEB) uses a product called "WebPutty" as the core technology of the application. WebPutty itself is based on Microsoft .NET v1.0, and produces application objects and code that are a hybrid of .NET 1.0 code and WebPutty proprietary logic, and function within an environment consistent with the versions of Windows and SQL Server that were supported by .NET 1.0. In 2005, WebPutty Inc. went out of business. In June 2007, Microsoft ceased base support for .NET 1.0, and will cease extended support in July 2009. The result is that, in July 2009, the JJWEB application as-is will be operating on an unsupported software platform, with no assurance that it can operate in association with future operating system, network, and ancillary software products. Future operation of the application will become problematic, impractical, and eventually impossible.

King County must replace JJWEB with a new juvenile justice computer system to ensure viable support for juvenile justice operations beyond July 2009.

A commercial off-the-shelf (COTS) system was selected based on an RFP process completed in June 2008. The selected vendor is Loryx Systems, Inc., and their Monitor case management product. Based on the RFP selection process, the county believes this solution provides at least the same functionality as the existing JJWEB system, and that the county can implement the system in time to ameliorate the operational risks associated with the termination of JJWEB support. King County Office of Information Resource Management (OIRM) is currently in contract negotiations with Loryx, and anticipates being able to immediately sign the contract and initiate the implementation project upon appropriation of funds. The appropriation is backed by revenue in the General Fund.

377191 - IT Reorganization Project - \$940,000

The King County IT Reorganization project was initiated to consider making changes to the decentralized, fragmented organization structure that currently supports the management of the county's IT functions. The results expected from making organizational changes include improvements in the security and reliability of services, reductions in overall costs to provide

IT, and an improved foundation from which to take advantage of emerging technologies that will more efficiently support public services.

This program will implement the consolidated Information Technology organization for Executive branch departments as described in the Executive Recommendation on IT Reorganization report, March 2006, Business Case for IT Reorganization, June 2006, and IT Reorganization Transition Work Plan, June 2006. There are five major initiatives within the program:

- Organization Transition – includes an assessment of the IT organizations within the Executive branch, and the development and implementation of organization transition plans.
- Enterprise Architecture (originally combined with Organization Transition) - includes service delivery plans, service level management, performance measurement, and change management
- Service Desk (also called Service Center Buildout) – includes short term help desk improvements and service desk implementation
- Server Consolidation - includes a business case for server consolidation, shared file, print and database services, and server, storage, backup and recovery services
- Workstation Standardization – includes deployment of thin clients and standardization of PC management

The IT Reorganization program started in 2007 with an initial appropriation of \$908,600 and is expected to cost \$5.8 million over the life of the project. The project has made considerable progress during 2007/2008 and is expected to complete the initial planned scope within the Organization Transition initiative in the fall of 2008. The project funds provided with the original appropriation, and consistent with the project work plan, will be expended in late September 2008.

This supplemental request of \$940,000 is required to fund the continuation of the IT Reorganization program as described above, and will allow currently engaged project staff and consulting resources to continue on an optimal schedule. Disruption or delay of the planned work would likely result in additional project costs, loss of skilled resources applicable toward completing this important work, and delay in the achievement of the project goals and benefits to the county. The project costs are allocated to county funds and are proposed to be debt financed.

Section 2: Technical Adjustment Ordinances

Parks, Recreation and Open Space (Fund 3160) - \$1,829,905

316731 - Greenbridge – HOPE 6 project - \$129,905

316802 - Annexations – Transfer to Cities - \$1,700,000

This budget request is for a technical accounting correction. A capital project in Parks should have been requested to account for the debt service payments for the Parks division's assigned

costs as part of the Greenbridge project in unincorporated King County. Instead, revenue from Real Estate Excise Tax (REET) 2 was appropriated in the REET 2 debt service project. In addition a capital project in Parks should have been requested to account for the annexation incentive payments to cities as interlocal agreements occur. Instead, revenue from REET 2 was appropriated in the Transfer to Cities – Annex project. This request will appropriate funds to a capital project in the Parks, Recreation and Open Space capital fund, with a transfer from REET 2 to provide the associated revenue. Please see the related Real Estate Excise Tax 2 fund request explained below.

Real Estate Excise Tax 2 (Fund 3682) - \$0

368216 - REET 2 Transfer to 3160 - \$1,829,905

368284 - REET 2 Debt Service – (\$129,905)

3682AN - Transfer to Cities – Annex – (\$1,700,000)

This budget request is for two technical accounting corrections. The REET 2 debt service project was appropriated, instead of the REET 2 transfer project to the Parks, Recreation and Open Space capital fund. The associated project in the Parks capital fund was not set up until late 2007 to account for the debt service payment, revenue-backed with Real Estate Excise Tax 2 funds. This was too late to correct in the annual budget for 2008. The second correction is to move the REET Transfer to Cities – Annex appropriation to the REET 2 transfer project to the Parks, Recreation and Open Space capital fund. The associated project in the Parks capital fund was not set up to account for the capital project that is for annexation incentives. See the related request in the Parks, Recreation and Open Space capital fund above.

Surface & Stormwater Management Construction (Fund 3180) - \$0

047111 - Floodway Corridor Restoration - \$374,231

047117 - Segale Levee – (\$374,231)

This request reappropriates unused budget authority from the Segale Levee project that is now being funded by the new Flood Control fund to another surface water project called the Fenster Levee. The Fenster Levee is located on the Middle Green River on the border of Auburn and unincorporated King County. The river and the adjacent historic floodplain at this site are in poor ecological condition. The river bank within this project site is currently covered with an oversteepened, rock-lined levee, and is devoid of mature native riparian vegetation, which is necessary for healthy fish and wildlife habitat. Construction of the levee in 1962 disconnected the floodplain, destroyed riparian habitat and cut off a side channel from the river. Since the levee was constructed, the remaining farmland parcel immediately south of the levee has been purchased by the city of Auburn, and the farm structures have been removed, which created the opportunity to restore this site in accordance with salmon recovery actions called for in the WRIA 9 Salmon Habitat Plan.

The WRIA 9 Salmon Habitat plan recommends setting back the levee landward of its existing location and restoring instream and riparian habitat as well as a segment of the historic Green River floodplain at this location. Approximately 700 linear feet, including rock armoring, of the old Fenster Levee will be removed to form a low, vegetated bench and gently sloping river

bank to provide shade and overhanging cover, better accommodate floodwater and attenuate floodwater velocities.

Housing Opportunity Acquisition Fund 3220 - (\$8,980,000)

333900 – Homeless Housing & Services (\$8,980,000)

This project cancellation facilitates the transfer of budget authority to the correct capital fund shown below.

HOF Homeless Housing Sub-fund 3221 - \$8,980,000

333900 – Homeless Housing & Services \$8,980,000

This project establishes the 2008 Homeless Housing and Services budget in the correct capital fund.

Airport Construction (Fund 3380) - \$0

423493 – Runway 13R/31L Overlay – \$4,000,000

001295 – Runway 13R/31L Overlay – (\$4,000,000)

This is a technical correction to replace the incorrect project number listed in the 2008 adopted budget attachment B with the correct project number.

Flood Control Capital Contract (Fund 3571) – Net \$0 Budgetary Change

FL0000 - Skykomish/Miller River Flood Protection - \$764,606

FL1000 - Upper Snoqualmie River Flood Protection - \$1,497,071

FL2000 - Lower Snoqualmie River Flood Protection - \$3,722,602

FL3000 - Tolt River Flood Protection - \$272,522

FL4000 - Raging River Flood Protection - \$1,130,480

FL5000 - Sammamish River Flood Protection - \$329,634

FL6000 - Issaquah Creek Flood Protection - \$58,068

FL7000 - Cedar River Flood Protection - \$5,081,957

FL8000 - Green River Flood Protection - \$3,761,586

FL9000 - White River Flood Protection - \$526,987

FLM000 - Flood CIP Monitoring/Maintenance - \$126,940

FLX100 - Flood District Capital Contingency - \$860,000

FL0000 - Capital Contracts - (\$18,132,484)

This combination of appropriations and corresponding disappropriation is a technical correction to re-establish the project budget detail as proposed in the 2008 Executive Proposed Capital Budget. In adopting the 2008 budget, a total capital program appropriation in the new Flood Control Zone District (FCZD) capital fund was provided, but all of the project specific appropriation detail from the CIP attachments was removed. It is understood that the council seeks transparency and detailed accounting for individual FCZD capital project budgets and expenditures. These goals are more likely to be accomplished by establishing these project specific budgets at the project level in King County's financial system rather than at the fund level as budgeted in the 2008 adopted budget. To avoid potential negative audit findings, individual project budgets were established in the ARMS system and this request provides the

The Honorable Julia Patterson
August 7, 2008
Page 9

technical correction to establish the appropriation at the specific project detail level. It is not clear that the State Auditor will consider FCZD Resolution 2007-03 sufficient authority to establish individual project budgets in the financial system.

If you have any questions regarding this transmittal please contact Bob Cowan, Director, Office of Management and Budget, at 206-296-3434.

Thank you for your consideration. I certify that funds are available.

Sincerely,

Ron Sims
King County Executive

Enclosures

cc: King County Councilmembers

ATTN: Ross Baker, Chief of Staff

Saroja Reddy, Policy Staff Director

Anne Noris, Clerk of the Council

Frank Abe, Communications Director

Bob Cowan, Director, Office of Management and Budget

James J. Buck, County Administrative Officer, Department of Executive Services (DES)

Kathy Brown, Director, Facilities Management Division, DES

Theresa Jennings, Director, Department of Natural Resources and Parks (DNRP)

Mark Isaacson, Director, Water and Land Resources Division, DNRP

Kevin Brown, Director, Parks Division, DNRP

Harold Taniguchi, Director, Department of Transportation (DOT)

Robert Burke, Director, King County International Airport, DOT

August 6, 2008

The Honorable Julia Patterson
Chair, King County Council
Room 1200
C O U R T H O U S E

Dear Councilmember Patterson:

Enclosed for the County Council's review and approval are several stand alone supplemental appropriations ordinances for 2008.

Supplemental Review Process:

At the end of March, I announced in my 2008 Action Plan that controlling the costs of 2008 General Fund supplemental appropriation requests was a critical element in managing the county's projected 2008 and 2009 budget shortfalls. At that time, we were anticipating a \$20 million shortfall for 2008. This deficit was being driven in large part by sizable supplemental appropriation requests that we simply cannot afford given our current financial challenges. In fact, estimates of potential 2008 supplemental costs were as high as \$18 million. I indicated in my March communication that supplemental requests would be subject to a 'more stringent review' than in past years. I also announced that I would only be transmitting stand alone ordinances to council to improve the transparency around the preparation, review and approval of these requests.

The package of stand alone ordinances that I am transmitting today for your review is the result of this more stringent review process. It requests appropriations that meet the following criteria:

- Supplemental appropriation requests that are backed by non-General Fund revenue,
- Technical corrections to the 2008 Adopted Budget ordinance, and
- In very limited circumstances, budget reappropriations

The good news is that this new process is yielding positive results. The General Fund impact of the ordinances I am transmitting to you today is just under \$388,000. While we have made great strides in limiting the number and amount of supplemental requests as a means of partially addressing the 2008 deficit, our work is not yet complete. There are a number of other potential requests for a variety of

mandatory obligations, such as labor settlements, that may necessitate additional supplemental requests later this year. We must remain vigilant in our review of all supplemental appropriation requests and ensure that we keep them to only the most essential costs.

General Fund Appropriation Requests

The following are highlights of the various supplemental proposals impacting the General Fund (GF):

Sheriff \$428,532 Revenue Backed

- *SeaTac Traffic Deputy, \$127,434 and 1.00 FTE:* At the request of the city of SeaTac, the Sheriff's Office is adding one dedicated traffic deputy to the existing contract with the city. The position became effective January 1, 2008. The position is fully revenue backed by the city of SeaTac.
- *Covington Patrol Deputies, \$254,868 and 2.00 FTEs:* At the request of the city of Covington, the Sheriff's Office is adding two dedicated patrol deputies to the existing contract with the city. The positions became effective January 1, 2008. The positions are fully revenue backed by the city of Covington.
- *Federal Task Force Overtime Reimbursement, \$46,230.* The Sheriff's Office receives reimbursement of actual overtime costs from the federal government for participation in various task forces and operations. This request represents unexpected expenditures in 2008 that will be fully reimbursed by the Bureau of Alcohol, Tobacco and Firearms and the Organized Crime Drug Enforcement Task Force. All other expenditures associated with these activities have been absorbed within the Sheriff's Office's existing appropriation.

Records and Licensing Services (RALS) and Elections \$1,244,958 Backed by \$1,007,962 Revenues

- *RALS - Animal Care and Control \$391,65:* During the council's review of the 2008 Executive Proposed Budget, the council made a policy decision not to support the Executive's zero tolerance policy aimed at pet owners who fail to license their pets. The proposed budget identified \$40,000 for outreach to the public and no other anticipated expenditures. In addition, the proposed budget anticipated increased revenues of \$391,653, based on a combination of fines and increased compliance. In rejecting the policy proposal the \$40,000 for outreach was removed, a \$391,653 contra expenditure was added, and no revenue adjustments were made. Since the \$391,653 was not a proposed appropriation, creating a negative budget item effectively reduced the base budget for Animal Care and Control. This proposal would correct this error and restore the Animal Care and Control Budget to its intended level.
- *RALS - Contracted Animal Services \$251,300 and 4.0 FTEs:* This request will provide contract animal care and control services to the cities of Auburn, SeaTac, Tukwila, Shoreline, and Kirkland. These cities will fully reimburse the county for the cost of

providing services. Animal Care and Control provides service to three cities borrowing from existing authority. The agency can no longer continue to provide these services without appropriation authority. This request is fully revenue backed by revenues from the contract cities.

- *RALS – Realignment of Intergovernmental Account (\$1,093,546):* With the creation of the Elections Division and the Records and Licensing Services Division by the council in the 2008 Adopted Budget, there were a number of central services accounts that were not separated during the split. This request is a net zero impact to the General Fund with a net reduction for the RALS Division and a corresponding net increase to the Elections Division.
- *Elections – Realignment of Intergovernmental Account \$1,093,546:* With the creation of the Elections Division and the Records and Licensing Services Division by the council in the 2008 Adopted Budget, there were a number of central services accounts that were not separated during the split. This request is a net zero impact to the General Fund with a net reduction for the RALS Division and a corresponding net increase to the Elections Division.
- *Elections - Elections Division Admin Staffing, 1.0 FTE:* This request for a fiscal specialist III arises due to the split of RALS and Elections. The position is needed to carry out the fiscal requirements of a separate Elections Division. This is a technical correction resulting from the creation of the Elections Division and the Records and Licensing Services Division by the council in the 2008 Adopted Budget. No additional funding is needed to support this FTE.
- *Elections – Disappropriation of Regional Voting Center Operations Costs (\$513,426):* The cost of operating the Regional Voting Centers (RVC) will not be incurred in 2008 due to the delay of going to Vote By Mail (VBM) until 2009, thereby allowing for a disappropriation of these funds. This also results in a loss of \$154,028 in revenues that will not be collected as a result of the delay in VBM, creating a net General Fund savings of \$359,398.
- *Elections - 2008 Equipment Lease Extension \$409,482:* Disability voting machines were not leased through the full year for 2008 as the Elections Division anticipated a full conversion to VBM by the fall of 2008. This request provides appropriation authority to lease the equipment through the fall elections as a result of the delay in VBM. This request is supported by \$204,741 in additional revenues.
- *Elections - 2008 Special Elections Budget Adjustment \$705,949:* Elections costs will be higher than expected due to the Presidential Preference Primary. Spring elections are 100 percent revenue-backed, therefore this request will have a net-zero impact on the General Fund.

District Court \$140,000

- *Trial Court Improvement Training Program, \$140,000:* District Court plans to use its 2008 Trial Court Improvement award for Phase III of its Training Program. The entire Training Program includes classroom and individual training modules, desk manuals for

each position, a train-the-trainer module and development of subject matter experts. This item is entirely revenue backed by the Trial Court Improvement funds.

Non-General Fund Appropriation Requests

The following are highlights of the supplemental proposals impacting the Non-General Fund agencies:

Parks and Recreation \$363,941

- *White Center Heights Park Grant - \$167,750:* The White Center Community Development Association (CDA) will receive \$500,000 from the State for Phase II improvements at White Center Park. Parks will receive \$167,750 of the grant, which will be used for curriculum development, trail upgrades, wetland restoration, and plant and construction monitoring.
- *Greenhouse Program - \$196,191:* An appropriation of \$196,191 supports funding of the Parks Greenhouse Program in exchange for valuable social services it provides by using supported developmentally disabled employees to grow plants and produce other landscaping material. In addition to Parks, Wastewater Treatment, Developmental Disabilities, Road Services and Transit support this program.

Children and Family Set-Aside Fund \$100,000

- *Revenue-Backed Employment, Training & Support for Ex-Offenders, \$100,000:* The city of Kent is contracting with the county to provide employment training and support services to ex-offenders through the King County Jobs Initiative.

Road Services \$6,688,000

Road Services Division (RSD) is requesting a total supplemental appropriation of \$6,388,000.

- Of this request, \$5,220,000 reflects six pass through grant-funded projects that RSD is administering for other local agencies within King County. These local agencies include the city of Carnation, Metro Transit, Mountain to Sound Greenway, and the Northwest Railroad Museum.

The remainder of the RSD supplemental request includes:

- \$253,000 grant for the Comprehensive Intelligent Transportation Systems.
- \$165,000 infrastructure preservation grant for Historic and Scenic Corridors that was initiated in 2007 but will require additional 2008 budget authority.
- \$750,000 for overlay work required by Redmond Ridge and funded by a settlement agreement with Quadrant Homes.

RSD is also requesting the disappropriation of \$300,000 related to the cancelled Issaquah Hobart Road project. This cancellation is the result of a request by Councilmember Reagan Dunn and the funds will be returned to the RSD operating fund.

Public Health \$4,337,802

- *Grant Contingency:* Public Health is requesting a \$4.3 million increase in its Grant Contingency account to cover expected revenue receipts from the Veterans and Humans Services Levy, Department of Health and Human Services State Flu Funding and the Children's Health Initiative.

Marine Division \$1,439,938 Operating and \$4,112,892 Capital Improvement Program

The operating fund supplemental is an appropriation request of \$1,439,938 to provide passenger ferry service according to an Inter Local Agreement (ILA) with the King County Ferry District and to provide funding to establish the Marine Division and begin to develop the organization so it can serve the operational and capital management needs of the Ferry District in the future.

The capital fund supplemental is an appropriation request of \$4,112,892 and is needed to fund preliminary vessel acquisition strategies and essential near-term projects at the terminal facilities, specifically providing funding for the planning and design for projects the division plans to have under contract before the end of the year, all in accordance with the ILA.

These supplemental appropriations were developed collaboratively with the Ferry District staff and are intended to meet their operational and capital planning needs through the remainder of the year. A 2008 spending plan consistent with this budget submittal was provided to the King County Ferry District Executive Director and was recommended for approval by the Ferry District Executive Committee at the June 11, 2008 meeting. The Ferry District Board unanimously adopted the spending plan at its June 30, 2008 meeting.

An initial appropriation of \$1,451,779 was previously approved by the King County Council to address the initial county costs associated with providing the Elliot Bay Water Taxi service and to establish the division when an ILA with the Ferry District had been negotiated. The ILA was executed in May and provides for the Marine Division to contract for the Elliot Bay Water Taxi service and for the continuation of the Seattle Vashon passenger service currently offered by Washington State Ferries (WSF).

With adoption of the operating supplemental appropriation, the Marine Operating Fund total budget authorization will be \$2,891,717. This will be sufficient to provide funding for:

- Both the Elliot Bay service through the end of October and the Vashon service from July 1, 2008 through the end of the year.

- Shuttle service provided by Metro Transit that supports both the passenger ferry service routes.
- Staffing resources focused on negotiating contracts with providers of the existing routes and establishing the division and providing oversight of Marine Division operating and capital activities during 2008.
- Consulting expertise on both operational and planning/design activities, such as vessel leasing, design and acquisition, dock improvements, terminal improvements and new construction and tie up facilities when the vessels are not in use.

The supplemental capital appropriation ordinance of \$4,112,892 will establish the Marine Capital fund and provide resources to accomplish the following:

- Provides funding to make near-term repairs at the Seacrest Park terminal in West Seattle. These repairs were identified by consultants working for the county last year. These repairs are expected to cost about \$229,000 and they will be undertaken as soon as possible. An additional \$152,000 is requested for the West Seattle terminal for planning, alternative development, and preliminary design activities for a long-term facility.
- Provides \$2.3 million for Seattle Terminal upgrades. The Pier 50 facility is currently being operated by WSF. The long-term operating plans for the Seattle passenger only terminal are still under consideration. The county has begun discussions with WSF regarding the terms and conditions for the long term use of the facility beginning on July 1, 2009. The Pier 50 facility will be central to any service plans the King County Ferry District undertakes. This appropriation will allow the Ferry District to contribute to some near-term needs that have already been identified and plan for future improvements.
- Provides \$788,000 for planning, design, and repairs at the Vashon terminal. The funding will begin planning for replacement of the gangway to the float to provide ADA compliant access under all tidal conditions. The funding will also provide for work related to security and communications.
- Provides funding to negotiate Ferry District usage of the facility and begin permitting and environmental work on the near-term capital improvements.
- Provides \$338,000 to provide a near-term tie up and maintenance facility for the Ferry District vessels that will begin service on the Vashon route in July 2009.
- Provides \$317,000 to develop a short-term vessel leasing strategy and to begin development of the owner specifications for new vessels the Marine Services Division will acquire for the Ferry District service.

The Ferry District and Marine Division staffs have moved thoughtfully and deliberately through the process of establishing the support infrastructure the Ferry District will require to establish the passenger only service. I believe the council made a wise decision in establishing the Marine Division to provide ferry service. The additional appropriation is needed if we are to provide the core passenger ferry services on the Vashon Island and Elliott Bay Water Taxi.

Wastewater Treatment Division \$135,000

- *Greenhouse Program:* Wastewater is seeking increased appropriation authority to provide funding support to the Parks Greenhouse Program in exchange for valuable social services it provides by using supported developmentally disabled employees to grow plants and produce other landscaping material.

General Fund and Non-General Fund Budget Reappropriations

Also included in this package of stand-alone ordinances is a selection of budget reappropriation ordinances. These ordinances will provide appropriation authority to carryover 2007 funding to complete specific programs that were not complete by year-end 2007. Funding for these programs was originally appropriated in the 2007 Adopted Budget. OMB conducted a thorough review of all reappropriation requests to ensure that the ones put forth here are those with critical need to continue.

Agency	Title	Budget
Superior Court	Trial Court Improvement	\$145,916
Veterans and Family Levy	Transfer to Housing Opportunity Fund	\$4,562,500
Human Services Levy	Transfer to Housing Opportunity Fund	\$4,792,500
Federal Housing and Community Development	Grant Carryover	\$18,992,014
Public Health	2007 Programs	\$652,936
Alcoholism and Substance Abuse	Revenue backed Programs	\$2,487,674

EXPENDITURE PROVISIO REMOVAL

Along with these supplemental appropriations, we are also seeking changes to Proviso P1 in Section 30, Records and Licensing Services of the 2008 Adopted Budget. The basis for the proviso removal is articulated below.

**Section 30 –Records and Licensing Services
Proviso P1**

With the creation of the inter-branch animal services work group, proviso Proviso P1 of Ordinance 15975 is no longer applicable. The inter-branch work group is charged with developing for the three year period, 2009-2011, strategic, operational, and facilities master plans. As a result, the proviso is stricken in the attached ordinance.

A detailed spreadsheet that separates and organizes the amounts by ordinance, supplemental and budget reappropriation components is attached for County Council review. The

The Honorable Julia Patterson
August 6, 2008
Page 8

spreadsheet includes other supplemental appropriations that are not highlighted in this letter but are included in the ordinance, including budget reappropriation carryover to the 2008 Adopted Budget Ordinance. Fiscal notes and financial plans are included in the transmittal package.

During this time of heightened fiscal constraint I urge the council not to add any additional projects or take actions within this legislation that increase the projected budget deficit.

If you have any questions regarding this request, please contact Bob Cowan, Director, Office of Management and Budget, at 206-296-3434.

I certify that funds are available.

Sincerely,

Ron Sims
King County Executive

Enclosures

cc: King County Councilmembers
 ATTN: Ross Baker, Chief of Staff
 Saroja Reddy, Policy Staff Director
 Anne Noris, Clerk of the Council
 Frank Abe, Communications Director
Elected Officials
Department Directors
Bob Cowan, Director, Office of Management and Budget (OMB)
Beth Goldberg, Deputy Director, OMB
Budget Supervisors and Analysts, OMB

**KING COUNTY
CONSERVATION FUTURES CITIZENS COMMITTEE**

**ANNUAL PROJECT PROGRESS REPORT
For The Year Ending January 31, 2008**

Brief background on Conservation Futures and this progress report

King County Conservation Futures Tax (CFT) levy funds are a dedicated portion of property taxes levied annually throughout King County that are dedicated to the acquisition of open space in cities and rural areas. Ordinance 14714 directs the Conservation Futures Citizens Committee to conduct an annual project progress assessment and report to the Council by April 1 of each year. CFT projects that are uncompleted and are two or more years old are reviewed in this report and recommendations are provided for their extension, abandonment, or changes in project scope.

Summary of overall progress and recommendation

This has as its focus recommendations for the extension or abandonment of projects that have not completed or placed under contract of sale, within a two year period. Historically, most CFT projects have eventually been completed with the benefit of extensions, and relatively few have had to be abandoned over the years. This annual review has helped to move projects along towards completion, which will benefit our region in the years and generation to come.

Funding reallocation criteria

The Conservation Futures Citizens Committee has followed the criteria below in its recommendations for reallocating funds from uncompleted projects:

- no purchase and sale agreement has been obtained by a jurisdiction;
- no current negotiations; no matching funds obtained or likely to be obtained;
- other project partners have pulled out;
- applicant requests abandonment or reallocation;
- the project has changed and no longer meets CFT requirements;
- no extenuating circumstances like ongoing legal process.

Priorities for projects where the Committee recommends reallocation of funds, in order of importance:

- 1) to complete approved projects with a real deal and funding shortfalls
- 2) approved projects showing progress with funding shortfall
- 3) preference for projects in the same geographic area or jurisdiction

Projects recommended for an extension are those that the Committee feels have a reasonable likelihood of success are listed on the next page. Two of these are recommended for a scope change, and four others are recommended for abandonment and reallocation to existing projects with current funding shortfalls.

The Conservation Futures projects discussed in detail in the remainder of this report include a brief description of the project, a summary of the status of the work done on the project to date, and then the Committee's recommendation to either continue, modify or abandon the project. A one page table summarizing the Committee's recommendations is found on the following page.

**2008 King County Conservation Futures Project Progress Report
For The Year Ending January 31, 2008**

**Summary of
Conservation Futures Citizens Committee Recommendations
For Uncompleted Projects Approved Two or More Years Ago
March 28, 2008**

<u>Jurisdiction</u>	<u>Project Name</u>	<u>Funding Date</u>	<u>Remaining Funds</u>	<u>Summary of Recommendation</u>	
Suburban Cities					
Auburn	Auburn Environmental Park	11/2004	\$ 69,503	Abandonment requested	
Des Moines	Zenith Park/Massey Creek	11/2005	\$ 575,000	Abandonment requested	
Enumclaw	Newaukum Creek	11/2004	\$ 43,202	Scope change/extension requested	
Federal Way	Hylebos Creek	11/2004	\$ 93,000	Partial completion/extension requested	
Issaquah	Precipice trail Corridor	11/2003/5	\$ 375,000	Extension requested	
Kent	Clark Lake	11/2003	\$ 217,809	Partial completion /extension & scope change requested	
		11/2004	\$ 150,000		
		11/2005	\$ 885,000		
Pacific/Algona	Wetlands Passive Nature Park	1/2005	\$ 150,000	Extension requested and reallocation requested from the completed "Trail Hub and Spokes" CFT project.	
Renton	Craig Property	11/12005	\$ 170,000	Extension requested	
Tukwila	Duwamish Gardens	11/2006/7	\$ 700,000	Scope change requested	
Seattle					
	Burke Gilman Tr. Ballard link	11/2005	\$ 125,000	Extension requested	
	Denny Triangle/U. District Urban Center Parks (UCP)	11/2003	\$1,900,000	Extension requested	
	Duwamish/Georgetown	11/2002	\$ 65,000	Extension requested	
	12 th Ave. Urban Center Park	11/2005	\$ 500,000	Extension requested	
	Sylvan Way Open Space	11/2003	\$ 195,000	Partially completed	
King County					
	Boise Creek Dairy Farm	11/2004	\$ 150,000	Extension requested	
	Carnation Farmland	11/2003	\$ 200,000	Extension requested	
	Issaquah/Carey/Holder & Middle Issaquah Creek Project	11/2003	\$ 300,000	Extension requested	
		11/2005	\$ 350,000	Extension requested	
	Kanaskat/Green River	11/2005	\$ 153,388	Extension requested	
	Maury Island Nearshore	11/2002	\$ 246,000	Extension requested	
	Middle Fork Snoqualmie		11/2002	\$ 150,000	Scope change & extension requested
			11/2004	\$ 200,000	
	Raging River	11/2004	\$ 400,000	Extension requested	
	Raging River Camp Terry	11/2005	\$ 289,754	Abandonment / reallocation to Raging River/Upper Preston Reach project requested	
	Stoessel Creek	11/2003	\$ 250,000	Extension requested	
	Taylor Creek Restoration	11/2006/7	\$ 912,881	Abandonment / reallocation to Rainbow Bend project requested	
	Taylor Mountain Inholdings	11/2005	\$ 300,000	Extension requested	
	Tolt River Natural Area	11/2004	\$ 33,700	Extension requested	
	Urban TDR Program	11/2005	\$1,000,000	Extension requested	
Willows Crossing	11/2002	\$ 250,000	Extension requested		

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

Individual Project Discussions: Introduction

The following individual project discussions include brief project descriptions, summaries of the current status of the projects, and the Committee's recommendations for extending, changing the project scope, or abandoning the projects. Suburban city projects are discussed first, in alphabetical order by city, then City of Seattle projects, and lastly, unincorporated King County projects.

SUBURBAN CITIES PROJECTS

<u>Auburn</u>	<u>Auburn Environmental Park (11/2004)</u>	<u>\$ 70,000</u>	<u>\$69,503</u>
---------------	--	------------------	-----------------

Brief Description: The original project proposal consisted of the acquisition of a 28.9-acre parcel of property adjacent to State Route 167, at 15th Street Southwest. The Auburn Environmental Park contains important songbird and waterfowl habitat and it provides visual relief along State Route 167, and it also is directly accessible to and buffers the Interurban Regional Trail, which is adjacent to the eastern portion of property.

Status: The initial property owner could not agree on a price with Auburn, so the city condemned the property with other funds given its importance to the overall park. Thus, the originally-identified 28.9-acre property was purchased. In recognition of this, last year the Committee recommended expanding the project scope to include property adjacent to the park east of Western Avenue, to allow for improved access to the park from the Interurban Trail. That owner has sold the property to another purchaser. Auburn also pursued a third site adjacent to the trail and park, adjacent to the property added to the scope last year, along Clay Avenue. This property would provide the needed access, but Auburn is unable to secure it. Auburn therefore requests that the project be abandoned.

Committee Recommendation: The Committee concurs with Auburn's request to abandon the project, and notes that the city did acquire its originally-identified property with other funds, and it made good efforts in its pursuit of the alternative properties. The Committee recommends that the remaining funds from the project be included in the annual funding round that will begin in April 2008.

<u>Des Moines</u>	<u>Zenith Park/Massey Creek (11/2005)</u>	<u>\$ 575,000</u>	<u>\$ 575,000</u>
-------------------	---	-------------------	-------------------

Brief Description: This is an approximately 11-acre site with wooded uplands and riparian habitat along Massey Creek at 16th Avenue South in Des Moines. 6 acres of ball fields are also located on the site, but these would not be acquired with CFT funds. The property is owned by the Highline School District and it has been leased by Des Moines for many years.

Status: The Highline School District Board of Directors took the Zenith Park site off the market due to the possible need for a future school site in that area, so it has essentially become unavailable. In 2007, the Des Moines City Council removed the project from its Capital Improvement Program. Des Moines feels that the relatively low threat of development for the property makes it a low priority for committing scarce matching funds, which the city feels would be better expended on higher priority site or sites that would connect a trail near SeaTac airport.

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

The City does not have an active proposal for such a trail at present and does not anticipate applying for CFT funds this year. Des Moines therefore requests that the project be abandoned.

Committee Recommendation: The Committee concurs with Des Moines request for abandonment of the project, noting that the habitat along Massey Creek will not be threatened with alteration in the foreseeable future. The Committee encourages Des Moines to apply for CFT funds for other similar habitat projects as it is able to in the future. The Committee recommends that the remaining funds from the project be included in the annual funding round that will begin in April 2008.

<u>Enumclaw</u>	<u>Newaukum Creek Conservation (11/2004)</u>	<u>\$ 50,000</u>	<u>\$ 43,202</u>
------------------------	---	-------------------------	-------------------------

Brief Description: This project would provide protection and restoration of high quality salmonid and riparian habitat on Newaukum Creek north of Enumclaw. It is a multi-year, multi-parcel project consisting of the acquisition of conservation easements on up to three parcels totaling 8 acres on Newaukum Creek, between State Route 169 and 236th Avenue Southeast. The project area contributes to an urban/rural separator on the northern border of Enumclaw, separating the city from rural farmland.

Status: Enumclaw has not made significant progress in negotiations on this project, although it did obtain a \$50,000 grant from the National Fish and Wildlife Foundation (NFWF). Enumclaw has requested that King County assume the lead on this project and the city has gained approval from NFWF for King County to receive and expend the \$50,000 NFWF grant. Enumclaw requests that King County also assume the \$50,000 CFT grant, and King County is willing to assume the project lead, with a slightly expanded geographic project scope, as it has the required match from NFWF and also has willing sellers in the Big Spring Creek/ Newaukum confluence CFT project area that was funded in the 2008 annual budget.

Committee Recommendation: Salmonid habitat protection and restoration on Newuakum Creek continues to be an important goal and it is appropriate for King County to pursue this work given Enumclaw's difficulty in completing it. The Committee feels that the project should be extended to take advantage of existing state matching funds and the project scope should changed to include properties on Newaukum Creek and Big Spring Creek that are also approved for purchase by King County with CFT funds in its "Middle Newaukum Creek Phase 3 " CFT project.

<u>Federal Way</u>	<u>Hylebos Creek (11/2004)</u>	<u>\$ 400,000</u>	<u>\$ 93,000</u>
---------------------------	---------------------------------------	--------------------------	-------------------------

Brief Description:

This project originally targeted a 27 acre parcel on Hylebos Creek called the Spring Valley Ranch, which contained about a third of a mile of Hylebos Creek. The State of Washington Department of Transportation purchased the property to serve as mitigation for road construction projects in the area. Federal Way requested and in September 2005 King County approved an expansion of the project scope to include several additional properties with high quality riparian habitat, totaling approximately 62 acres, upstream from Spring Valley Ranch.

Status: Under the re-scoped project, Federal Way has successfully acquired 33 acres of prime stream and wetland property along SR 99 and is pursuing two other properties totaling about ten acres. The city expects that it will acquire one more property with the remaining funds and requests that the project be extended and expects that it can complete the project in 2008.

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

Committee Recommendation: Federal Way has done a commendable job in securing salmonid habitat on Hylebos Creek and has demonstrated that it can successfully follow through on its acquisition targets. The project should be extended this year so that it can be completed.

Issaquah	Precipice trail Corridor (11/2003/5)	\$ 375,000	\$ 375,000
-----------------	---	-------------------	-------------------

Brief Description: This is a multiple-parcel project of approximately 175 acres, on northeast Cougar Mountain, south of Newport Way, adjacent to the Foothills at Issaquah development. The project area provides direct trail access to Cougar Mountain from Issaquah city center and helps make the Issaquah Alps accessible for regional mass transit users. It is also a scenic resource that is highly visible from the Interstate 90 and is a habitat buffer for Cougar Mountain Regional Wildland Park.

Status: The City has been focused on the recently completed Issaquah Creek CF projects and has not made significant progress on this project. Factors include the timing of zoning changes and landowners have not been overly motivated to sell. There are several properties involved in the project which will likely take several years to complete. The City, County and the Mountains to Sound Greenway Trust (MTSGT) will contact property owners and order appraisals in 2008 and the city is applying for matching funds. Issaquah is now working with the Greenway Trust, which is giving the project a higher degree of focus.

Committee Recommendation: This is an important project because of its high visibility from Interstate 90 and the importance of providing quality trail access to Cougar Mountain from Issaquah's city center. The Committee notes that Issaquah has been busy completing other important salmonid habitat work on Issaquah Creek, however, it feels that the city now needs to focus its efforts on securing matching funds and conducting landowner negotiations for this project. The Committee recommends extending the project with the condition that Issaquah report back in December 2008 on its progress and accomplishments this year.

Kent	Clark Lake (11/2003)	\$ 300,000	\$ 124,809
	(11/2004)	\$ 150,000	\$ 150,000
	(11/2005)	\$ 785,000	\$ 785,000
	(11/2006)	\$ 150,000	\$ 150,000

Brief Description:

- 2003 Clark Lake CFT: 7.75 acres (two parcels) on SE 240th Street.
- 2004 Clark Lake CFT: 3.14 acre acquisition of 2 parcels of land on the eastern side of the park.
- 2005 Clark Lake CFT: 15.00 acre property on the south side of the Lake.
- 2006 Clark Lake CFT: 0.91 acre property on the southern portion of the area.

Clark Lake is a multiple-parcel open space initiated by King County in the 1989 Open Space Bond program. King County and Kent have acquired 12 parcels that constitute the existing park. Some inholding properties totaling about 25 acres remain to be purchased. Last year, Kent was unable to reach agreement on the "2005" Clark Lake 15-acre property that is a key inholding, but there are significant funding shortfalls on the other properties where the funds can be used. The CFT Citizens Committee recommended and King County approved a project scope change that allows available Clark Lake funds to be expended on any of the previously approved properties with a funding shortfall.

Status:

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

Matching funds: Kent has received two grants totaling \$740,000, and it has committed city funds for any needed shortfalls.

- 2003 Clark Lake CFT: Three acres have been purchased from the first property owner (Lake) and the city is still in negotiations to purchase the remaining portion of their property, which it anticipates completing this spring. Kent continues to negotiate with the second owner, but was not successful last year as it had hoped. Kent is still optimistic that an agreement can be reached. In total, Kent has expended \$175,191 of the "2003" CFT funds and has \$124,809 of those funds remaining. Kent expended \$425,000 in matching funds and has \$375,000 in CFT match credit remaining, enough to match the remaining "2003" Clarke Lake CFT funds and also as credit towards \$150,000 of the unexpended "2004" Clark Lake CFT funds.
- 2004 Clark Lake CFT: Kent has not expended any of these CFT funds. Kent has completed the title and appraisal work and has entered into negotiations. Kent hoped to complete the purchase in 2007, but expects to complete it in 2008.
- 2005 Clark Lake CFT: \$885,000 was allocated towards the purchase of a 15.5-acre property on the southern shore of Clark Lake, but Kent is unable to reach an agreement with the owner. Kent would use these funds on other Clark Lake properties with funding shortfalls.
- 2006 Clark Lake CFT: \$150,000 was allocated to purchase property on SE 248th Street, which Kent continues to pursue.
- Kent requests extending the project and adding one property to the project scope (Lanoye), as the owners have expressed interest. Kent feels that they can successfully acquire some or all of the target properties this year.

Committee Recommendation: The Committee shares Kent's long-term vision for Clark Lake Park and has worked with the city to support creative ways to help complete the acquisition work required. The project scope should be expanded to include the Lanoye property and the overall project should be extended, with the condition that Kent report back in December 2008 on its progress and accomplishments this year.

Pacific /Algona Wetlands Passive Nature Park (11/2005) \$150,000 \$150,000

Brief Description: This is a joint project of the cities of Pacific and Algona that would acquire approximately 32.25 acres of wildlife habitat on five eligible parcels. The project is located along a proposed trail that would link to the White River trail and the Interurban trail, spanning Ellingson Road, the Government Canal and the Union Pacific right-of-way. A top priority property is located adjacent to Alpac Elementary School and offers the possibility for environmental education. Washington State Department of Natural Resources ("State DNR") owns this property.

Status: State DNR will enter into negotiations with the Cascade Land Conservancy ("CLC"), which Pacific has authorized to conduct the negotiations on its behalf. The goal is to acquire the site within a year. The preliminary cost estimates indicate that the project will require additional funds, which the city estimates could be partially met with savings from the recently completed "Trail Hub and Spokes" project. That project was a multiple-parcel project of regional importance in Pacific, totaling approximately 7.85 acres, parallel to State Route 167. It consisted of three parcels on the Interurban trail on Puget Sound Energy (PSE) right of way above West Valley Highway and two parcels along the

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

Milwaukee trail PSE utility corridor between 3rd Avenue SW and the Pierce County line. The "Trail Hub and Spokes" CFT project provides a trail connection for a significant missing link in the interurban regional trail. Pacific based its original project costs for the trail properties on fee acquisition, but it has acquired perpetual trail rights on the two parcels between 3rd Avenue SW and the Pierce County line, resulting in significant savings.

The Wetlands Passive Park CFT project is currently estimated to have up to a \$210,000 shortfall, half of which could potentially be funded with CFT funds. The city requests that all of the available savings from the Trail Hub and Spokes project, estimated to be approximately \$100,000, be allowed to be used for the Wetlands Passive Nature Park CFT project.

Committee Recommendation: Pacific has completed the Trail Hub and Spokes CFT project on schedule and significantly under the original project budget estimate. Given the funding need for Pacific's joint Wetlands Passive Nature Park project with the City of Algona and the importance of that project, the Committee recommends that the project scope be changed to allow funds from the completed "Trail Hub and Spokes" CFT project be available for the Wetlands Passive Nature Park CFT Project.

<u>Renton</u>	<u>Craig Property (11/2005)</u>	<u>\$ 170,000</u>	<u>\$ 170,000</u>
----------------------	--	--------------------------	--------------------------

Brief Description: This is a 3.6-acre wooded property north of 179th Street, adjacent to Renton's Edlund Farm property, which was purchased two years ago with CFT funding. The plateau east of Renton and Kent remains one of King County's fastest growing areas. High density development on the plateau is also occurring immediately adjacent to the property. The property contains an un-named tributary to Panther Creek, which drains into the city's Panther Creek wetlands system.

Status: Renton has found that title to the property is clouded and it is in the process of being corrected. Renton expects that action taken to clear the title will be completed in July 2008 and after that the city will re-order the title report. A level-one environmental assessment is completed and an appraisal update will be completed in the spring of 2008. A property boundary line adjustment is also required, with an estimated acquisition date by Renton of October 2008.

Committee Recommendation: Renton is actively pursuing this project and taking the necessary steps to successfully complete it. An extension of the project is therefore recommended.

<u>Tukwila</u>	<u>Duwamish Gardens (11/2006 & 11/2007)</u>	<u>\$ 700,000</u>	<u>\$ 700,000</u>
-----------------------	--	--------------------------	--------------------------

Brief Description: The original scope of this project includes acquisition of 2.16 acres on the Duwamish River, on East Marginal Way South, for restoration of intertidal habitat for salmon and other aquatic species. The restoration is a top priority of the WRIA 9 Habitat Plan. The site was a truck farm, and currently has two houses, a barn, and a gravel parking lot. The site would be restored and approximately 500 feet of riparian habitat will be created.

Status: The owners have agreed to sell the site to the adjoining landowner, but that landowner has expressed a willingness to sell the riverside portion of the land to Tukwila to allow for the habitat restoration work. This would require a project scope change that changes the dimensions of the property acquired, but would actually lead to more shoreline habitat restoration as a net result.

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

Committee Recommendation: A project scope change that would include additional shoreline along the Green River in exchange for an upland portion of the property is recommended.

SEATTLE PROJECTS

Seattle	Burke-Gilman Trail / Ballard Link (11/2005)	\$ 125,000	\$ 125,000
----------------	--	-------------------	-------------------

Brief Description: This project would acquire a 200 foot long parcel south of Market Street between 26th Avenue NW and 28th Avenue NW. It is the last portion of the Burke Gilman trail not in public ownership. The city would purchase trail right-of-way that allows occasional use of the adjacent rail line.

Status: Matching funds have been dedicated to the project from the Seattle Pro-Parks Levy. Seattle's Department of Transportation (SDOT) has commissioned appraisals and presented offers, and the owner is expected to make a counter-offer. SDOT anticipates concluding the transaction in mid-2008.

Committee Recommendation: This project was expected to be completed last year, however negotiations have lagged. The project should be extended, with the condition that Seattle report back to the Committee in December 2008 on its progress should the project not be completed in the interim.

Seattle	Denny Triangle/U. District (11/2003)	\$1,900,000	\$1,900,000
	Urban Center Park		

Brief Description: This is a proposed Urban Center Park project, with a goal of acquiring green space in the highly urbanized Denny Triangle and the University District neighborhoods. Seattle has a significant unmet open space needs in these rapidly growing urban neighborhoods. Possible sites to meet these needs have been identified, but final decisions on specific sites are yet to be made. The Committee visited several of the candidate sites and concurs with the need for additional open space in those two neighborhoods.

Status: Seattle has matching funds for the project from its Pro-Parks Opportunity Fund and the Mayor and city council have committed additional remaining funds, including funds from the state legislature.

A. University District: Seattle explored three sites alternatives for this Urban Center and has gained consensus on the acquisition of the "South Lot" of the University Heights School, located on 50th Street. The City council has approved the dedication of \$950,000 of CFT funds from this project, approximately half of the project funds. Seattle is working with the Cascade Land Conservancy (CLC) the University Heights Center for the Community Association (UHCCA) and the Friends of University Heights to acquire the lot from the owner, the Seattle School District. Appraisals and negotiations are underway. Seattle anticipates acquisition of the site in 2009.

B. Denny Triangle - Denny Triangle: Seattle has reached a three way agreement (in principle) for a new park as part of a development on Westlake Avenue North. The City will be requesting County approval of this site selection, a contingency to the 2003 CFT award. Seattle is also close to an agreement for acquisition of a park site in conjunction with a new electrical substation

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

between the Denny Triangle and South Lake Union Urban Center, with the Mayor and City Council in support of the site. Seattle anticipates completion of the Denny Triangle purchase agreements by the mid-to-late 2008.

Committee Recommendation: When this project was recommended and funded, it was assumed a planning period for site selection would precede actual acquisition negotiations. Seattle has now identified a site in each planning area and is actively undertaking negotiations. Progress on the project components is satisfactory and the project should be extended.

<u>Seattle</u>	<u>Duwamish/Georgetown Waterfront (11/2002)</u>	<u>\$ 65,000</u>	<u>\$ 65,000</u>
-----------------------	--	-------------------------	-------------------------

Brief Description: This project is located in the Georgetown neighborhood at 8th Avenue South and the Duwamish Waterway, with a goal of providing access on the Duwamish. It is in an area with older industrial land uses and on other sites, more recent wildlife habitat restoration efforts. The Georgetown Community Council and Georgetown Garden Club helped create and maintain an adjacent street-end park and the Lower Duwamish Watershed Habitat Restoration Plan identified the site for high-tide marshland restoration. The site has an historic pumping station that is a Seattle historic landmark.

Status: Seattle Parks has reached an agreement with Seattle City Light that requires Seattle City Council ratification, which is expected in the second quarter of 2008.

Committee Recommendation: This is an important project that is owned by a utility, and historically it can take longer to acquire open space properties from these entities than from other owners. In this case there are Duwamish waterway clean-up issues and related legislation that Seattle is hoping will be resolved this spring. The Committee supports this project and is encouraged that Seattle feels it is near an agreement.

<u>Seattle</u>	<u>12th Avenue Urban Center Park (11/2005)</u>	<u>\$ 500,000</u>	<u>\$ 500,000</u>
-----------------------	--	--------------------------	--------------------------

Brief Description: This project would provide much-needed open space in a high-density designated urban center neighborhood around 12th Avenue in Seattle, an area that surpassed its 20-year growth projection within ten years. The project was identified in Seattle's neighborhood planning process and has high neighborhood visibility and support.

Status: Seattle gained a local consensus on a site owned by another City agency and that had been slated for sale. The Parks department would normally have to pay fair market value for the property, but the Mayor and Council have transferred it to Seattle Parks at no charge because of past commitments to the community. The 12th Avenue corridor community still has a significant deficit of parks and open space, and Seattle Parks is therefore attempting to acquire another site in the 12th Avenue Urban Center. Seattle will need additional funding for the second site because of the development activity and escalation of property values within the 12th Avenue Urban Center. Seattle feels that it can gain community consensus on a second site relatively quickly and acquire it by the end of 2008 or early 2009.

Committee Recommendation: Additional open space beyond the amount initially identified for this project should be acquired in the 12th Avenue community. The Committee recommends extending this project so that acquisition of such open space can be pursued.

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
	Seattle - Sylvan Way Open Space (11/2003)	\$ 300,000	\$ 195,000

Brief Description: Acquisition of approximately 3.4-acres of wooded open space is between Sylvan Way SW and SW Othello Street, at 27th Avenue SW, in the Delridge neighborhood of West Seattle.

Status: In the spring of 2007 the CFT Citizens Committee recommended, and King County later approved, the extension of this project and a scope change that added two parcels. Seattle was not able to reach agreement with the successive owners of the original properties and a large housing development was constructed. Seattle requested that the project be expanded to include two additional wooded parcels between SW Webster and Myrtle Streets, from 27th to 24th Avenues SW, which have since been acquired with \$105,000 in CFT funds. Seattle will therefore not use the balance of the original \$300,000 award, about \$195,000.

Committee Recommendation: The Committee recommends that the remaining funds from the project be included in the annual funding round that will begin in April 2008.

KING COUNTY PROJECTS

King County	Boise Creek Dairy Farm (11/2003)	\$ 28,731	\$ 3,000
	(11/2004)	\$ 150,000	\$ 150,000
	(9/2007)	\$ 60,000	\$ 60,000

Brief Description: Acquisition of development rights on 79.5 acres of Enumclaw Plateau farmland in unincorporated King County, south of Enumclaw on SE 456th Street. A project goal is to protect a Chinook and Coho riparian habitat on Boise Creek. The owner would retain two or three development units over the property.

Status: Matching Funds: The King County has dedicated \$325,000 in King County Farmlands Preservation Program matching funds. The Boise Creek project received \$ 60,000 in CFT funds from the "Historic Lower Green APD" project last fall. The CFT match requirement would be met as a result of these actions and the project would likely be fully funded.

Negotiations: Acquisition and FPP staff met with the property owners in August, 2007. The owners have decided to sell much of their property, however they are planning to retain 40 acres and would consider selling development rights (two) off twenty acres. They are also no longer interested in placing a conservation easement on the portion of their property that borders Boise Creek. FPP staff still considers this a highly desirable property for development rights acquisition, even with the scaled-back acquisition targets.

Work to be performed: (1) update title report; (2) finalize purchase and sale offer; (3) conduct final property inspection and prepare baseline documentation on condition of property when the development rights are acquired. Staff anticipates completing these items by late spring – early summer, 2008 with the expenditure of FPP monies occurring at this time.

Committee Recommendation: The project should be extended, although it will fall short of its original acreage goal. The Farmlands Preservation Program feels that this is still a key property that will help

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

reinforce the urban growth line and help preserve important farmland in the Enumclaw Agricultural Production District. There are also matching funds for this project that will otherwise be lost. The project should be extended with the condition that King County report back to the Committee in December 2008 on its progress should the project not be completed in the interim.

<u>King County</u>	<u>Carnation Farmland (11/2003)</u>	<u>\$ 200,000</u>	<u>\$ 187,000</u>
---------------------------	--	--------------------------	--------------------------

Brief Description: This project would acquire development rights on approximately 120 acres of Farmland at NE 60th Street, immediately north of Carnation. The project allows continued farming activity and provides an important community separator between Carnation and rural farmland in to the north. In 2006 King County approved a scope change to increase the size of the project to protect riparian habitat along an oxbow of the Snoqualmie River.

Status: In 2006 King County's Agriculture Program staff identified matching funds that the King County Agriculture Commission has now recommended for transfer to the project. \$314,000 in State funding has also been obtained for this project, however those funds have easement terms that have required King County to incorporate into its own Farmlands Preservation Program easement, which has taken much longer than anticipated to accomplish. The property is now in the process of being appraised. Last year the Committee recommended and King County approved the allocation of an additional \$114,000 in CFT funds to the Project. The landowner continues to be interested in selling an easement to King County and the Agriculture Program expects to complete this acquisition this year.

Committee Recommendation: This is an important property in the Snoqualmie Valley because of its location on the northern city limits of Carnation. There is a willing seller for this property who has waited for King County to gain the necessary matching funds and resolve the easement language issues with the State. The project should be extended with the condition that King County report back to the Committee in December 2008 on its progress should the project not be completed in the interim.

<u>King County</u>	<u>Issaquah/Carey Holder Creek & Middle Issaquah Creek (2 projects combined in September, 2007)</u>		
---------------------------	--	--	--

<ul style="list-style-type: none"> • <u>Issaquah/Carey/Holder Cr. Confluence</u> • <u>Middle Issaquah Creek</u> 	<ul style="list-style-type: none"> (11/2003) (11/2004) (4/2005) (7/2005) (11/2005) 	<ul style="list-style-type: none"> \$ 300,000 \$ 200,000 \$ 159,000 \$ 30,163 \$ 350,000 	<ul style="list-style-type: none"> \$ 258,535 \$ 200,000 \$ 159,000 \$ 30,163 \$ 350,000
---	---	--	--

Matching funds obtained to date \$410,000

Brief Description: This is a multiple-parcel project along Middle Issaquah Creek in rural King County, located between the Log Cabin Reach area and the county's Carey Creek Natural Area and containing salmonid habitat that is important to the Lake Washington/Sammamish watershed. The two projects were combined by King County last fall to allow for better flexibility in the use of the available CFT and matching funds for habitat purchases.

Status: Last year the Committee recommended and King County approved the expansion of the project scope to include properties with high quality riparian habitat between the Log Cabin Reach area and

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

the county's Carey Creek Natural Area. King County continues to be unsuccessful reaching an agreement with the owners of a 120-acre farm at the confluence of Issaquah/Carey and Holder Creeks, which was the target of one of the Issaquah/Carey/Holder Creek project. King County is pursuing other negotiations in the reach and it has secured significant matching funds for the project.

Committee Recommendation: This project was re-scoped last year and King County has been actively pursuing negotiations and matching funds. This is an important reach of Issaquah Creek and protection of its riparian habitat has down stream importance for the city of Issaquah and Lake Sammamish. The project should be extended and King County should make every effort to gain acquisition successes in the area.

<u>King County</u>	<u>Kanaskat Green River (11/2005)</u>	<u>\$ 600,000</u>	<u>\$ 153,388</u>
---------------------------	--	--------------------------	--------------------------

Brief Description: The Kanaskat Reach/Green River project is a multiple-parcel riparian habitat protection project containing a back channel in the upper Green River basin, north of the SE Green River Headworks Road in the Kanaskat. The project supports juvenile life-cycle requirements for Chinook and habitat for other fish and aquatic species, beaver and wintering elk, and avian species including eagles. It is identified in 2001 "Last Best Places in the Middle Green", the 2002 "WRIA 9 Near-Term Action Agenda for Salmon Habitat Conservation" and the Draft WRIA 9 Habitat Plan. The project scope was expanded last year to include additional parcels, after the some of the initially-identified parcels were acquired through other means or had unwilling sellers.

Status: Several parcels have been purchased, totaling over 20 acres. The original project funding has been expended, but King County continues to negotiate with the remaining owners. \$145,000 in available State SRF Board matching funds may still be credited as match for this project. King County requests an extension to complete the project. There is one remaining parcel with a willing seller.

Committee Recommendation: This project has been a success to date and the project should be extended so that the remaining available parcel can be acquired.

<u>King County</u>	<u>Maury Island Nearshore (11/2002/)</u>	<u>\$ 250,000</u>	<u>\$ 246,000</u>
---------------------------	---	--------------------------	--------------------------

Brief Description: The original project scope was a 275 acre site with approximately one mile of undeveloped Puget Sound waterfront, east of Southwest 260th Street on the southeast shoreline of Maury Island. The site continues to have gravel mining permitting and associated legal issues that prevent near term acquisition. The project scope was expanded last year to include several other properties on south Maury and Vashon islands with goal of protecting nearshore habitat along the Washington Department of Natural Resources-designated Maury Island Aquatic Preserve.

Status: King County received and has been expending a \$3.4 million federal matching grant for this project, with CFT funds helping to meet the federal matching funds requirements. The federal grant expiration deadline of September 30, 2007 has been extended. King County has purchased several properties and anticipates expending the remaining funds in the spring of 2008. The remaining \$ 246,000 is intended by King County to be matched by \$ 250,000 in King County Real Estate Excise tax (REET) money as part of the county's Maury Island Nearshore Initiative project. The REET funds are intended for parcels adjoining Maury Island Marine Park and the

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

CFT funds will be for that as well since REET is its match. The landowner would not sell the property in 2007, but King County will approach the owner again this year.

Committee Recommendation: The project has matching funds and there has been much progress in expending other previously allocated CFT funds on several parcels in the project. The project should be extended in 2008 to allow for acquisition of additional nearshore habitat parcels.

King County Middle Fork Snoqualmie N. A. (11/2002 & 2004) \$357,500 \$336,898

Brief Description: Acquisition of a forested, three-parcel, 50-acre inholding on the Middle Fork Snoqualmie Natural Area, and east of Southeast Lake Dorothy Road. These are the last properties targeted within a 300-acre acquisition effort that dates back over a decade to the Waterways 2000 program. The Middle Fork Snoqualmie is highly scenic, has excellent river recreation and is King County's only river proposed for federal wild and scenic designation. The Mid Fork area has high quality habitat for bear, cougar and bobcat, and other large mammalian species, and it is also is a critical headwaters Chinook salmon downstream of Snoqualmie Falls. One of the parcels has a longstanding site cleanup issues that held this project back have been resolved on neighboring property.

Status: King County obtained a State IAC grant in 2007. The project was under contract subject to appraisal two years ago, but, the appraisal continues to be unacceptable to the owner. Cleanup costs of lead shot residue on a portion of the site that was used as an informal shooting range would likely occur after the project is under contract, before King County would take ownership of the property. The Cascade Land Conservancy (CLC) has taken over as lead entity on the negotiations. The property has been reappraised and the newer appraisal may be more acceptable to the owner. The current strategy is to make a final contact with the representative of the owner. Given the high importance of removing this inholding from the area, King County requests an extension. As a backup, the County also requests an expansion of the project scope to include two last inholdings in the reach. These inholdings do not have direct frontage on the river and would be more difficult to develop, but they contain important habitat and public ownership of them would allow for better stewardship in the reach.

Committee Recommendation: This project has been a priority for over ten years and the last major landowner has been difficult to negotiate with. The CLC would like to make a last attempt to secure the property this year and if unsuccessful, King County would like to use the project funds to secure two other parcels so that it can better steward the reach and to continue to prevent development from gaining a foothold in this other wise wild and scenic reach of the Middle Fork of the Snoqualmie. The project should be extended and expanded to include the two additional parcels, a 13.05 acre parcel adjacent to SE Lake Dorothy Road, immediately south of the bridge across the Middle Fork, and a 6.51 acre parcel that is an surrounded on three sides by King County's Middle Fork Snoqualmie Natural Area.

King County Raging River (11/2004) \$ 400,000 \$ 289,000

Brief Description: This project would acquire development rights on 7,200 acres that are unprotected from development in the headwaters of the Raging River, east of State Route 18. The area is within King County's Forest Production District zone and easements purchased with CFT funds could allow for forest harvest activity. This is a project of regional significance in its scale and potential positive impact.

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

Status: The property owners took longer than expected to begin negotiations, but have ultimately engaged. The Cascade Land Conservancy (CLC) obtained Federal Forest Legacy matching funds last year, however, the terms of the easements required by the funding source were not acceptable to the landowner, so CLC is having to pursue other options. CLC will determine whether the project will be viable later this spring.

Committee Recommendation: The project should be extended with the condition that CLC and King County report back to the Committee in December 2008 on its progress should the project not be completed in the interim. If the CLC and King County feel the project is not feasible by June 2008, the Committee may recommend reallocating the funds to another project.

<u>King County</u>	<u>Raging River – Camp Terry (11/2005)</u>	<u>\$ 300,000</u>	<u>\$ 289,754</u>
---------------------------	---	--------------------------	--------------------------

Brief Description: This is a 10.3 acre acquisition on the Raging River to protect riparian habitat, north of the historic Preston Mill. The property's owner, the YMCA, operates Camp Terry there. The property contains important riparian habitat, including Chinook habitat.

Status: The YMCA has reconsidered its earlier offer to sell a portion of the property and it is no longer willing to do so. King County staff feels that the site is therefore not threatened with development in the foreseeable future. Last year King County obtained a \$120,000 SRF Board grant for the Camp Terry property that the state will allow to be expended upstream in the multiple-parcel "Upper Preston Reach" of the Raging River, which King County CFT funded last year. As that project has a significant budget shortfall, King County is requesting that the "Raging River – Camp Terry" CFT funds also be transferred to the Raging River Preston Reach project area to help match the SRF Board grant. Camp Terry has stated that they are still interested in selling the entire camp after they identify a replacement property, though they are not actively looking for such a property. Therefore, King County is no longer pursuing this site for acquisition and is requesting a scope change, described below.

Committee Recommendation: This project should be abandoned due to the lack of a willing seller in the near term. The project funds should be reallocated to the Raging River-Upper Preston Reach CFT project funded last year, as it is a multiple-parcel project that will receive transferred state matching funds from the Raging River-Camp Terry project.

<u>King County</u>	<u>Stoessel Creek (11/2003)</u>	<u>\$ 250,000</u>	<u>\$ 240,648</u>
---------------------------	--	--------------------------	--------------------------

Brief Description: This project contains 15 parcels in three clusters of high quality riparian habitat, totaling over 325 acres along Stoessel Creek, east of Duvall. The parcels are inholdings, surrounded on three sides by the State of Washington's 9,000-acre Markworth Forest, but their ecologically-sensitive nature makes them a low acquisition priority under the state's criteria for purchase for timber harvest. The properties are high quality salmon habitat and contain freshwater mussels, an important indicator species for good water quality.

Status: King County WLRD obtained state matching funds for this project in 2004, but they were reallocated due to lack of progress. Last year King County secured \$500,000 in matching funds from State DNR and the State Recreation and Conservation Office. King County had a staffing gap in the second half of 2007 that has been resolved and it is convening a meeting with the CLC and which will be project lead. The landowner is still interested in negotiating.

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

Committee Recommendation: This area has important habitat and remains a high priority for conservation. The project should be extended for a year and every effort should be made to complete it so that King County makes full advantage of the state matching funds secured for the project.

King County Taylor Creek Restoration (11/2006/7)	\$ 925,000	\$ 912,881
---	-------------------	-------------------

Brief Description: This project includes the acquisition of approximately 9.9 acres of land located at Maxwell Road Southeast and Southeast 208th Street. This property contains headwaters of Taylor Creek, one of four main tributaries to the Cedar River below the Landsburg Dam. The property would serve as a site for significant wetland and riparian habitat restoration.

Status: After extended negotiations last year, and significant funding additions to the project, King County has ultimately been unable to gain an agreement on price with the owner of this property. The owner has recently put it up for sale on the open market and King County requests the funds be transferred to the Rainbow Bend CFT project on the Cedar River, as that project has a significant funding shortfall.

Committee Recommendation: After ongoing and involved negotiations with the owner King County is unable to reach an agreement. While it is an important candidate for restoration on Taylor Creek, the funds would also help complete the funding package for the Rainbow Bend CFT project, which was funded last year and is under contract subject to funding, but has an approximately \$900,000 funding shortfall. The Rainbow Bend project has been a high acquisition priority of King County for over a decade and should receive the funds from the abandoned Taylor Creek restoration project.

King County Taylor Mountain Inholdings (11/2004)	\$ 25,000	\$ 25,000
	\$ 325,000	\$325,000

Brief Description: This is an 80-acre project in two parcels that are centrally-located inholdings within 1,700-acre Taylor Mountain Forest, located in Hobart east of State Route 18. The project was initially funded in November 2004 with sufficient funding to purchase an appraisal. The following year, the project received \$300,000 in CFT funds towards the actual acquisition of the parcels.

Status: It has taken a year longer than was anticipated to raise the matching funds. \$180,000 in King County SWM funds were approved in January 2007, \$375,000 in Forest Legacy funds were approved in July 2007 and \$375,000 in WWRP funding in November 2007, for a total of \$855,000 in matching funds received. King County is actively negotiating with willing sellers and anticipates closing on the properties in 2008.

Committee Recommendation: This project is under active negotiations and has received significant matching funds. The project should be extended.

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
King County	Tolt Natural Area (11/2004)	\$ 35,000	\$ 33,700

Brief Description: This project would acquire 1.5 acres within the Tolt River Natural Area east of Carnation. The project would protect off-channel habitat and add to current county ownership. It contains a side-channel that could be reconnected to the River at the upper end of the property to provide improved salmonid habitat.

Status: This project has basically been dormant for almost a year, as the former Snoqualmie Stream steward moved on to new employment and a replacement has just recently been hired. Last year the Committee recommended, and King County reallocated \$350,000 in CFT funds from the abandoned 2001 City of Carnation Tolt River CFT project. These funds have also not been expended.

King County believes it has sufficient funding to acquire three of its highest priority additions to the Tolt Natural Area. Three parcels that are likely available are estimated to cost roughly \$100,000. King County intends to apply the \$35,000 from 2004 and \$33,000 of CFT funding reallocated from the City of Carnation's Tolt project. The additional CFT money will be matched with the 2006 King Conservation District ("KCD") grant of \$33,000. Landowner contacts and appraisals will be initiated in spring of 2008, with offers extended in the summer of 2008, and negotiations anticipated to be completed by fall.

Committee Recommendation: This project should be extended, as preservation of salmonid habitat on the Tolt River remains a high priority. Though a staffing gap has limited progress on this project in the past few months, there are still several parcels targeted for acquisition and we encourage King County to follow through on its intent to invigorate its acquisition efforts.

King County	Urban TDR Program (11/2005)	\$ 1,000,000	\$ 1,000,000
--------------------	------------------------------------	---------------------	---------------------

Brief Description: The Urban TDR project is a programmatic project for the purchase of open space in a city or cities that participate in the King County TDR program. Participating cities would agree to accept development rights from rural King County in return for CFT funds that can be used to purchase open space within the city limits. A city would enter into an Interlocal Agreement with King County before it could receive CFT funds. The project would not require additional matching funds on the part of a city, as the benefits of the match are captured in the preservation of rural open space that would not need to be purchased with CFT funds.

Status: King County TDR staff has been working with staff and elected officials from several cities to develop proposals for pilot TDR projects. These meetings resulted in ongoing conversations and relationship building with the following cities:

- A. Sammamish – the City is developing plans for a high-density Town Center. This would involve significant upzones through incentive zoning. The County is looking to dovetail TDRs from rural properties adjacent to City boundaries with the City's efforts for internal TDR. The County TDR program manager met with City officials and the City's TDR consultant multiple times in this regards.
- B. Redmond – Conversations with City officials indicate the City may be interested in exploring a TDR partnership such that it doesn't jeopardize the City's existing TDR program. CFT funds will help to allow a possible TDR agreement in the future.

<u>Jurisdiction</u>	<u>Project (Month/Year Funded)</u>	<u>Originally Allocated</u>	<u>Remaining Unspent</u>
---------------------	------------------------------------	-----------------------------	--------------------------

- C. Bellevue - Multiple conversations with Bellevue City officials have occurred. These conversations focused on trying to integrate inter-jurisdictional TDR into the City's redevelopment plans for the Bel-Red Corridor. Language to consider this was included in the Planning Director's draft policies for the Bel-Red Corridor. These policies will be reviewed by City Planning Commission for recommendation to the City Council.
- D. Seattle – The County TDR program manager is looking into ways to dovetail the City's Climate Change goals with rural-to-city development right transfers. Meetings are scheduled with the City Community Development Director.
- E. Woodinville - Meetings with the Planning Director indicate interest in preserving rural density in the area south of the city boundary via development right transfers into City
- F. Carnation – the TDR program manager is working with city staff to consider TDR from surrounding farmland.
- G. Tukwila – City staff has expressed interest in TDR and it will be part of a State study in its efforts to encourage a regional TDR program.

The TDR program is also working with the State of Washington Department of Community, Trade and Economic Development (CTED), as directed by the State Legislature in House Bill 1636, to develop a regional TDR market in the four-county region of the Puget Sound. The purpose of this County-CTED collaboration is to secure future State matching funds as an amenity for entice cities to accept rural TDRs for increased in-city density. The TDR program is also working to find ways by which the County, as a regional transportation authority, can increase the level of transit service to those cities that partner with the county in rural-to-urban development right transfers. In this way CFT funding is not the only source by which the County can encourage cities to partner in TDR efforts.

Committee Recommendation: Discussions regarding TDR with other city and state agencies is well underway and the project should therefore be continued in support of these activities.

King County	Willows Crossing (11/2002)	\$ 250,000	\$ 250,000
	(11/2006)	\$ 225,000	\$ 225,000

Brief Description: This property in the Sammamish Valley north of 116th Street NE in Redmond, across from 60 acres Park. The main goal of the CFT project is acquisition of property for agricultural purposes, however the transaction involves a complicated exchange of lands that will also meet the goals of the Community college to provide land for agricultural extension studies and the Lake Washington Youth Soccer Association's need to provide soccer fields.

Status: King County provided an additional \$225,000 in CFT funds for this project in November 2006 and continues to be in active negotiations. The negotiations have included alternative scenarios and the parties involved have reached verbal agreement on the site King County will acquire, which it hoped to do in 2007. Final purchase and sale agreements are being written, but progress has been slower than had been hoped. King County still expects to completed the project by the late summer or early fall this year.

Committee Recommendation: This project should be extended with the expectation that it will be completed this year.