

**2017/2018 FISCAL NOTE**

Ordinance/Motion:	2017 2nd Omnibus Supplemental	
Title:	North Creek Interceptor (NCI) Supplemental Request	
Affected Agency and/or Agencies:	Wastewater Treatment Division, Department of Natural Resources and Parks	
Note Prepared By:	Caitlyn Hall	
Date Prepared:	8/1/2017	
Note Reviewed By:	Tom Lienesch (WTD) / John Walsh (PSB)	
Date Reviewed:	8/8/2017	8/18/2017

**Description of request:**

Supplemental appropriation request to complete the North Creek Interceptor project brought about by an Executive Determination of Emergency and Waiver from Competitive Procurement Requirements signed January 19, 2017 due to the current contractor's inability to complete construction work in accordance with the specifications of the contract.

**Revenue to:**

Agency	Fund Code	Revenue Source	2017/2018	2018/2019	2020/2021
DNRP: Wastewater Treatment Division	3611	Bond proceeds	24,534,432		
<b>TOTAL</b>			<b>24,534,432</b>	<b>0</b>	<b>0</b>

**Expenditures from:**

Agency	Fund Code	Department	2017/2018	2018/2019	2020/2021
DNRP: Wastewater Treatment Division	3611	WTD	\$24,534,432		
<b>TOTAL</b>			<b>\$24,534,432</b>	<b>0</b>	<b>0</b>

**Expenditures by Categories**

	2017/2018	2018/2019	2020/2021
Construction and construction contingency	\$11,509,432		
Permitting and easements	\$629,000		
Work order package development and construction management	\$4,674,000		
King County agency and other technical expert support	\$3,225,000		
WTD staff and direct burden	\$1,372,000		
Contingency for project risk	\$3,125,000		
<b>TOTAL</b>	<b>\$24,534,432</b>	<b>0</b>	<b>0</b>

This legislation requires a budget supplemental of \$24.53 million to complete work on the North Creek Interceptor Sewer Improvement Project located in southern Snohomish County under an executive determination of emergency and waiver from competitive procurement requirements which was signed January 19, 2017. The determination of emergency and waiver from competitive procurement requirements was necessary due to the current contractor's inability to complete construction work in accordance with the specifications of the contract. The emergency declaration is an initial step to allow WTD to request information from an interested follow-on contractor regarding the cost and schedule for completion of the remaining work. Approval of this supplemental appropriation request funds completion of the project and scheduled work is not expected to go beyond the next two biennia. Any further delay in completing the North Creek Interceptor presents a real risk to public health and the environment and, therefore may result in financial liabilities for King County. A revised financial plan is not required as the budget supplemental request is less than 5% of the 2017/18 Adopted Appropriation.