

# Puget Sound Gateway Program

## SR 167 and SR 509 Completion Projects

Funding and Phasing Subcommittee  
October 4, 2017

CRAIG J. STONE, PE

GATEWAY PROGRAM ADMINISTRATOR

# Agenda

- Welcome and Introductions
- Strategic Funding Approach
- Discussion: Local Priorities
- Economic Benefits Analysis
- Role of Funding and Phasing Subcommittee
- Next Steps

# Funding and Phasing Subcommittee Objectives

- Achieve agreement on funding strategy and phasing
- Approve MOU for local partnerships in the Gateway Program
- Coordinate between and within local partnerships
- Position this project for success

# Gateway Executive Committee Charter

- Provide WSDOT with strategic advice on key decisions to implement the SR 167 and SR 509 projects within the Puget Sound Gateway Program framework
- Review and provide feedback on prioritizing needs and refinements to SR 167 and SR 509 project design concepts
- Review and provide feedback on program construction phasing
- Review and provide feedback on program funding strategies
- Collaboratively engage among the joint Executive Committee members to build consensus with affected stakeholders on a coordinated Gateway program funding, construction and implementation plan
- Assist in building/maintaining local and regional consensus for the Gateway program

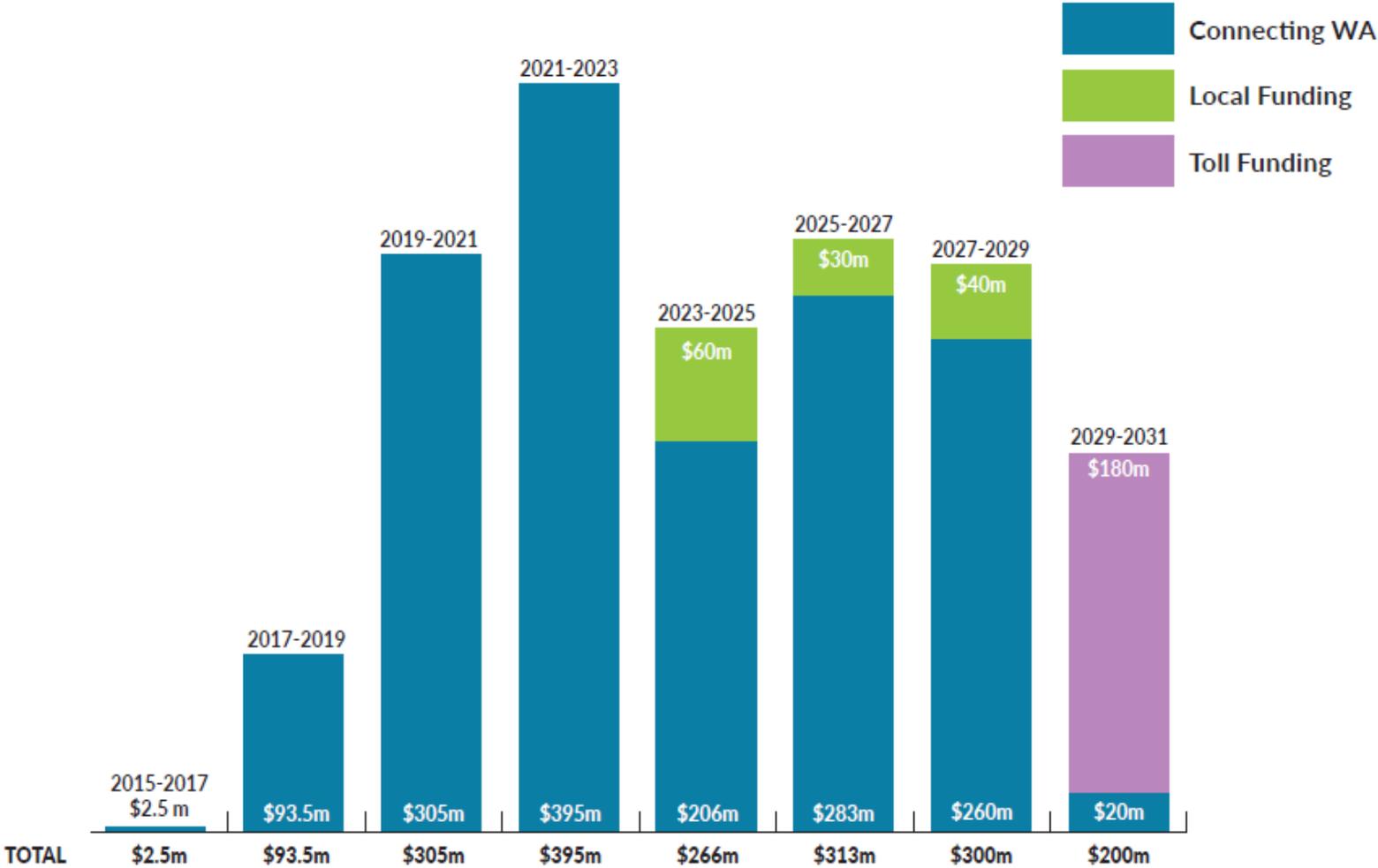
# Legislative Direction – 2017

*“The **secretary of transportation must develop a memorandum of understanding with local project stakeholders** that identifies a schedule for stakeholders to provide local matching funds for the Puget Sound Gateway project. Criteria for eligibility of local match includes matching funds and equivalent in-kind contributions including, but not limited to, land donations. The memorandum of understanding must be finalized by **July 1, 2018**. The department must submit a copy of the memorandum of understanding to the transportation committees of the legislature and report regularly on the status.*”

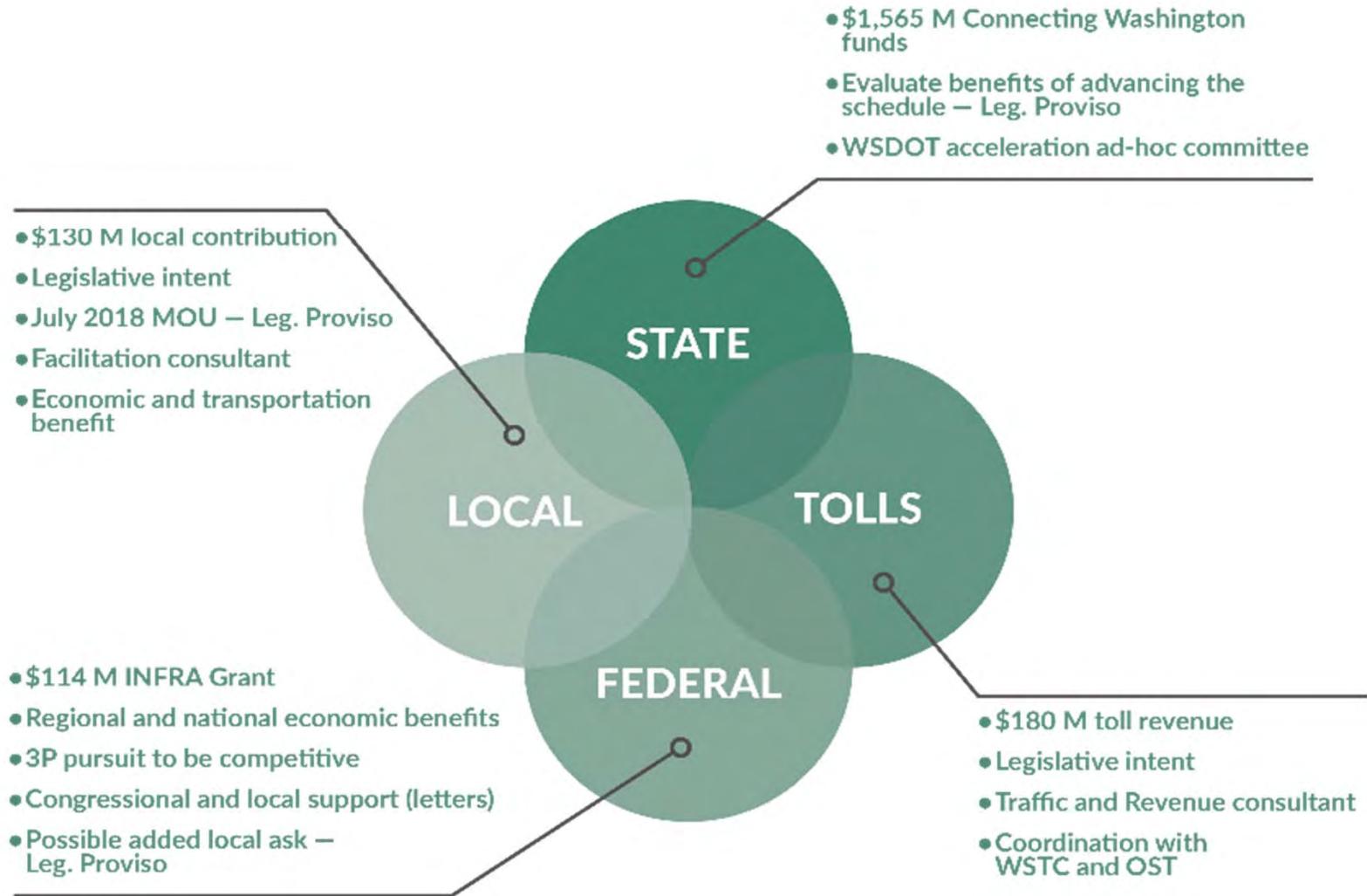
*During the course of developing the memorandum of understanding, the department must evaluate the project schedules to **determine if there are any benefits to be gained by moving the project schedule forward.**”*

# Puget Sound Gateway Funding

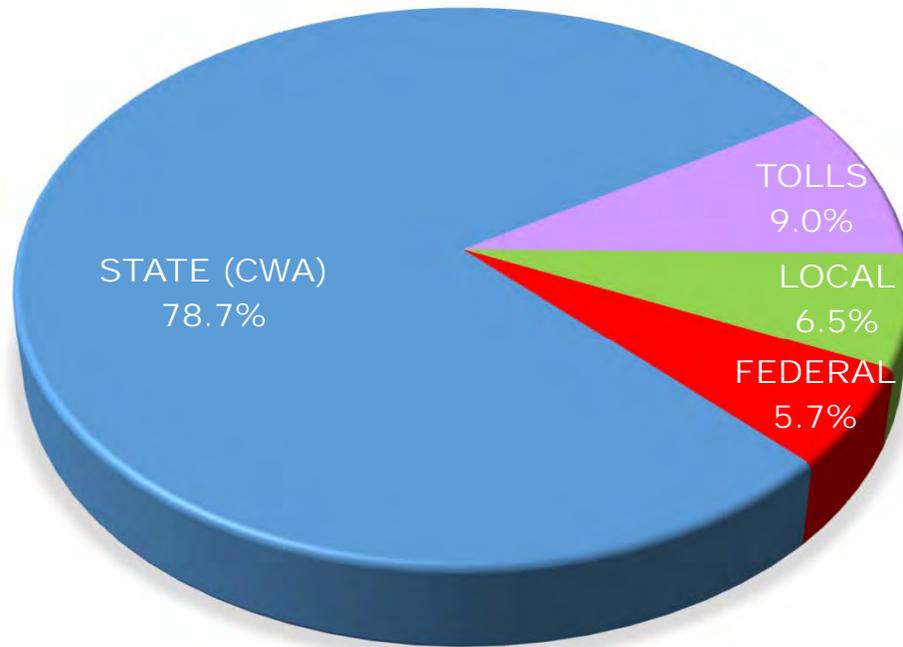
as enacted by the 2017 Legislature



# Gateway Funding Spheres



# Program Funding



**Total Funding with INFRA Grant \$1.989B**

# Independent Support Team

- Steve Gorcester, Independent Grant Strategist
- Rita Brogan, Independent Facilitator
- Andrew Bjorn, Economic Benefits Analysis
- Karl Westby, Traffic Benefits Analysis

# Funding Challenges

- Obtain enough money to build the project
- Create successful local partnerships
- Make sure the right things happen at the right time

# Grants Focused Strategy

*A strategic alliance with partners to pursue grants as an offset to local share*

- Create a positive business case for local partners by focusing on the parts of the program that are most relevant and important to you
- Leverage potential to access significant grant funding to support local funding assumptions
- Request partners to participate, co-fund match, and submit grants with support from Subcommittee staff
- Combine local contributions and project funds to ensure fully-funded applications
- Support the grant effort and avoid competition with the local projects in the year of application

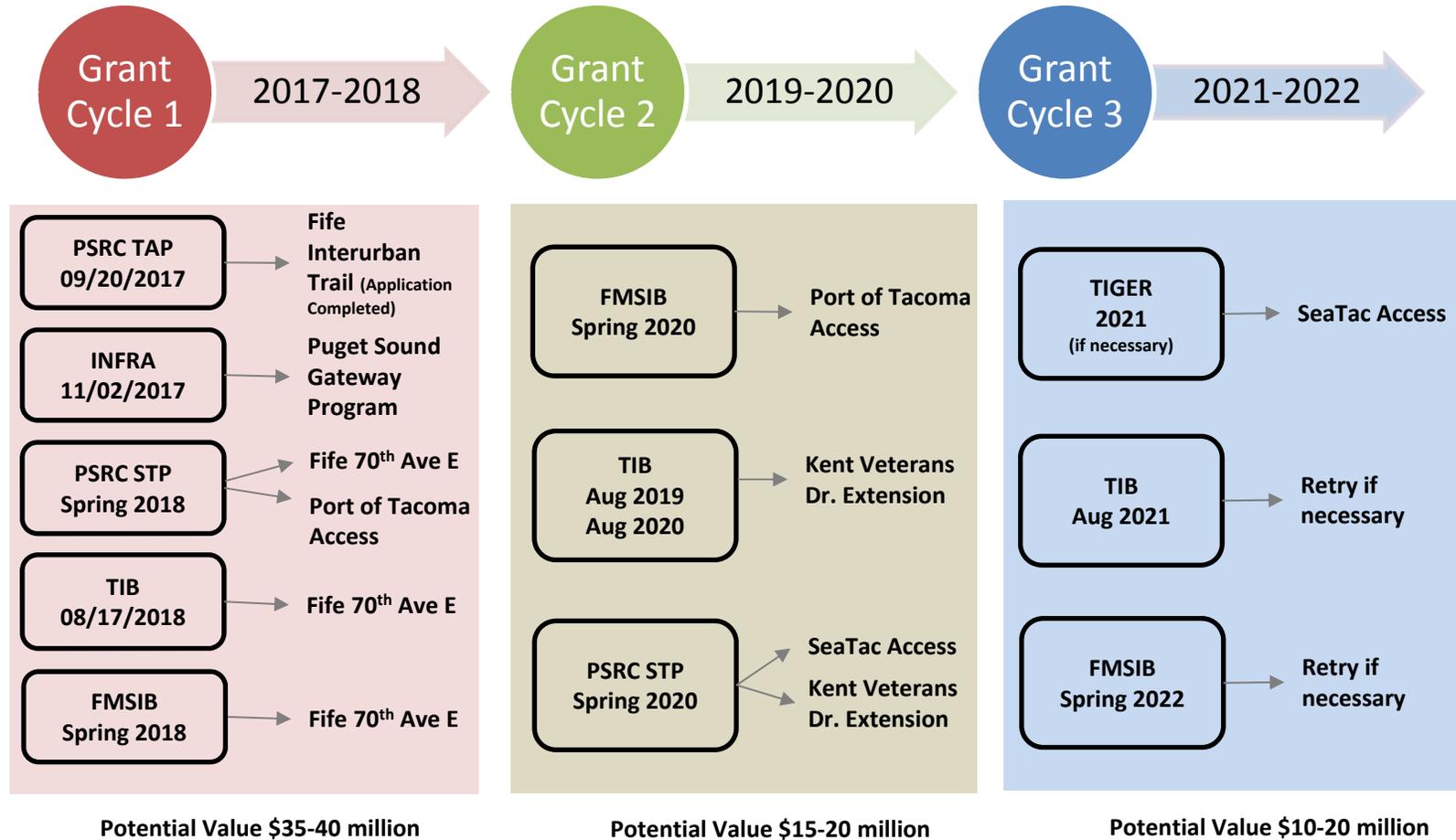
# Potential Grant Sources

Source	Fund Type	Project Type	Timing
<b>INFRA, USDOT</b>	Federal	Nationally significant freight and highway	Due Nov 2, 2017
<b>TIGER</b>	Federal	Significant impact on the nation, metropolitan areas or region	2021
<b>PSRC TAP</b>	Federal	Trails and other alternative infrastructure	Submitted Sept 20, 2017
<b>PSRC Surface Transportation Program</b>	Federal	Regional and countywide significance	Spring 2018
<b>Freight Mobility Strategic Investment Board (FMSIB)</b>	State board discretion	Freight nexus, Port access	Spring 2018
<b>Transportation Improvement Board (TIB)</b>	State board discretion	Local arterials and possibly ramps to local arterials	Due Aug 17, 2018
<b>WA Recreation and Conservation Office (RCO)</b>	State	Trails, salmon habitat	Spring 2018

# Funding Targets

	SR 167	SR 509
Ports	\$30 m	\$30 m
INFRA Grant	\$10 m	\$10 m
Partner match	\$5 m	\$5 m
Other Grants (PSRC, FMSIB, TIB)	\$20 m	\$10 m
Potential total	\$65 m	\$55 m
Shortfall	(\$5 m)	(\$5 m)

# Phasing



# Opportunity #1

## Fife Interurban Trail

**\$1 Million**

- Fife
- PSRC



## Opportunity #2

# Fife: 70<sup>th</sup> Ave Bridge Relocation

**\$8 to 14 Million**

- Fife
- TIB
- PSRC
- FMSIB



## Opportunity #3

# Kent: SR 509 Veterans Extension

**\$7 to \$10 Million**

- Kent
- TIB
- PSRC



# Economic Benefits Analysis

Category	Potential Benefits
Transportation	<ul style="list-style-type: none"><li>• Local arterial and access improvements</li><li>• Traffic origin and diversion</li><li>• Safety</li><li>• Travel time</li></ul>
Economic	<ul style="list-style-type: none"><li>• Economic development: property development</li><li>• Job creation</li></ul>
Fiscal	<ul style="list-style-type: none"><li>• Sales tax from construction</li><li>• Property tax revenues</li></ul>

# Discussion

*Within the scope of the Gateway Program, what are the most meaningful priorities for your jurisdictions?*

*What other information do you need?*

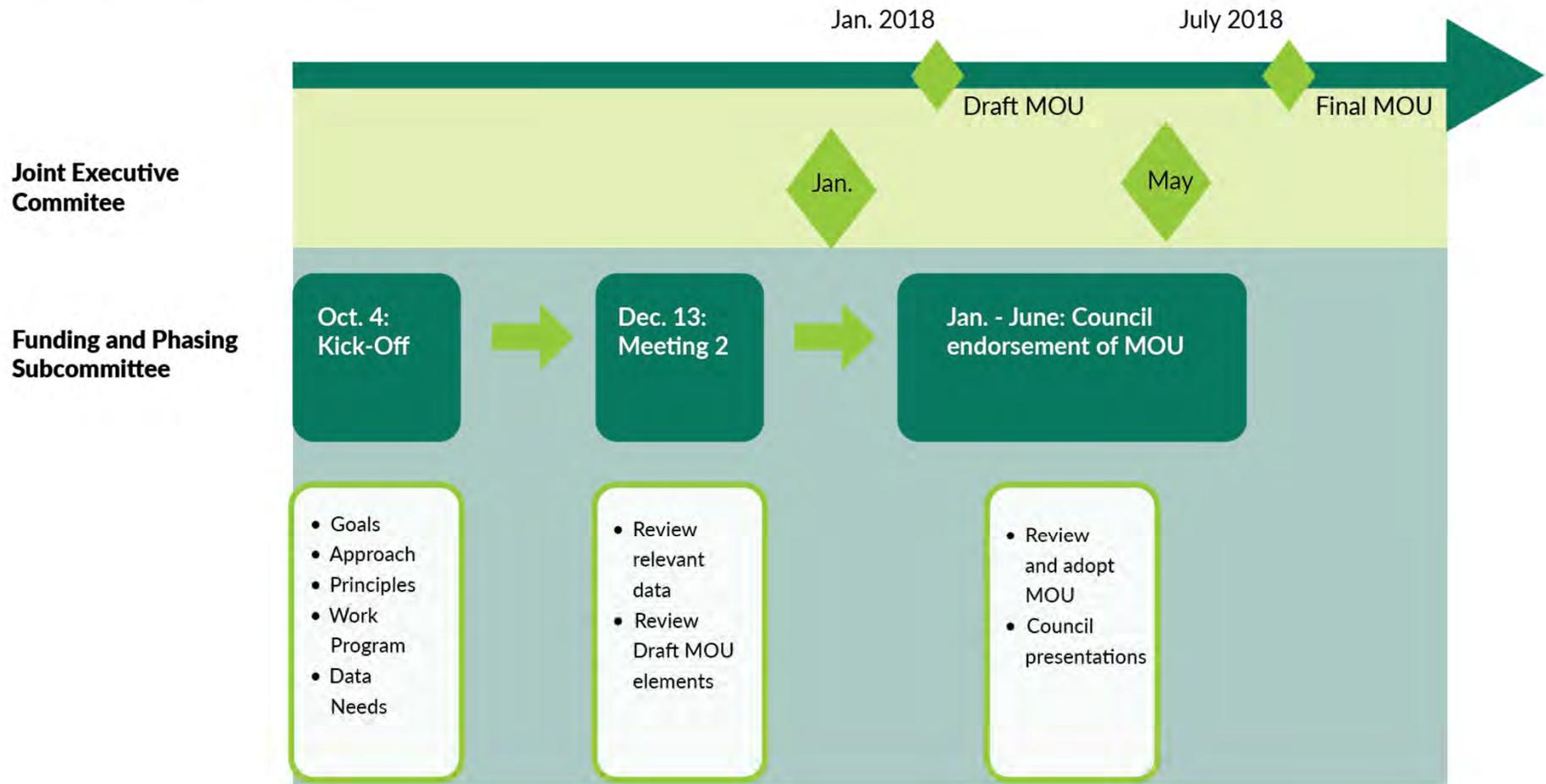
# Funding and Phasing Subcommittee Deliverables

- Up to six meetings between October 2017 and July 1, 2018
- Letters of support for grant requests
- Review draft MOU
- Review options for project phasing and tweak assumptions
- Approve final MOU

# Subcommittee Operating Principles

- Demonstrate unified support and advocacy for local grant submittals
- Avoid competition in the year of grant submittals
- Commit to work together to ensure success of the project
- Commit the necessary resources to apply for grants
- Act as liaison regarding the project with your respective jurisdictions
- Commit to supportive messaging with external audiences

# Funding and Phasing Subcommittee Work Plan



# Next Steps

- Collect letters of support for the INFRA grant
- Identify specific grant projects for the MOU
- Pursue grants
- Produce data on project benefits
- Discuss “Plan B”
- Next meeting: Wednesday, December 13, 2017

# More information:

## **Craig J. Stone, PE**

Puget Sound Gateway Program Administrator

(206) 464-1222

[stonec@wsdot.wa.gov](mailto:stonec@wsdot.wa.gov)

## **Steve Gorcester**

Independent Facilitator

360-791-9580

[sgorces@mac.com](mailto:sgorces@mac.com)

## **Rita Brogan**

Independent Facilitator

206-200-8020

[rbrogan@prrbiz.com](mailto:rbrogan@prrbiz.com)

# SR 509: Preliminary Preferred Scenario 3A



# SR 167: Preliminary Preferred Scenario 2E



## Legislative Direction – Local Contribution

- \$130 million for Puget Sound Gateway Program
  - \$60 million for SR 509 Project
  - \$70 million for SR 167 Project
- 81 highway improvement and bridge replacement projects across the state have local contributions for a total of \$523 million
- 60 additional paving, safety and fish passage projects across the state have local contributions of \$51 million

# Opportunity Port of Tacoma Access

**\$20 Million**

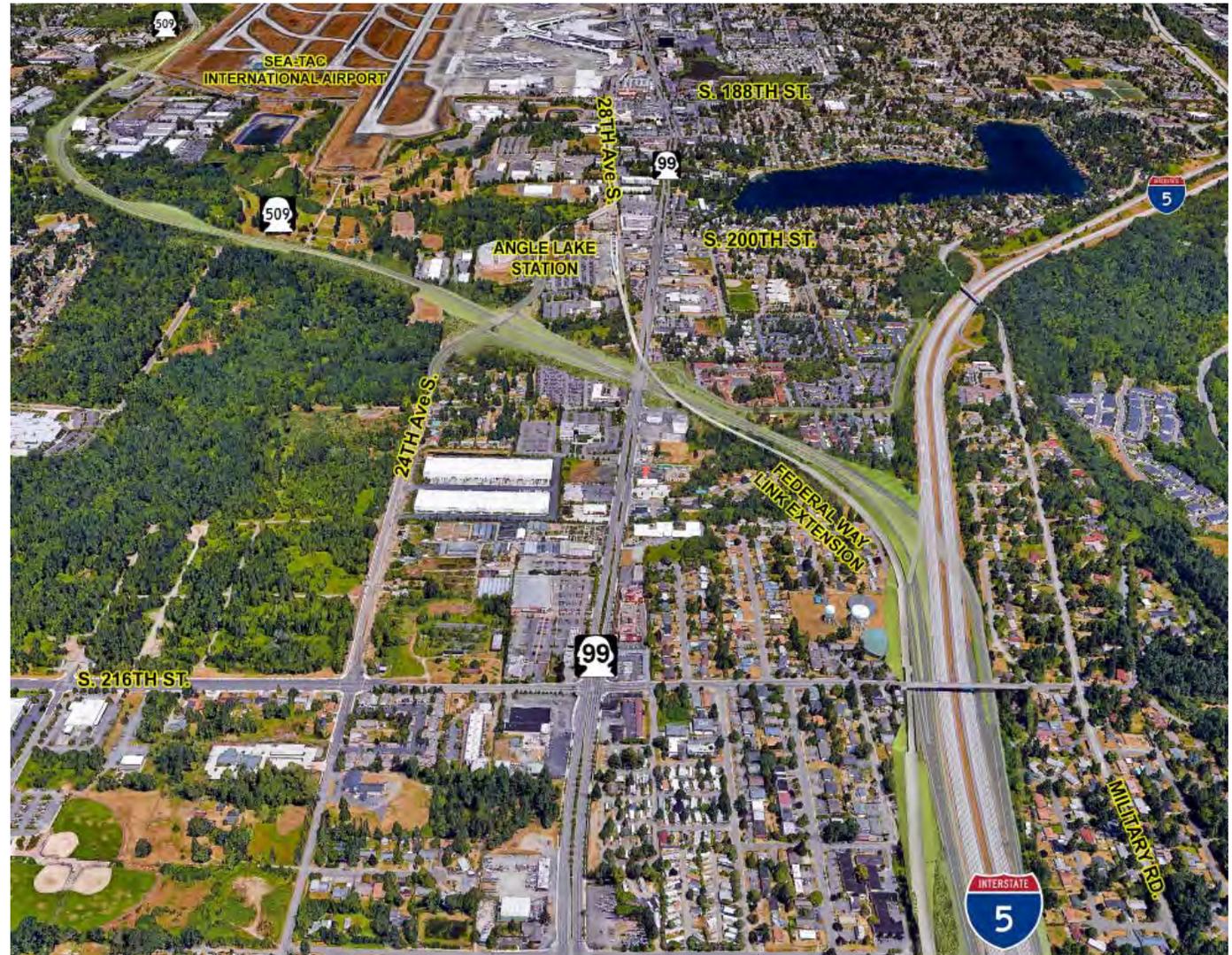
- Port
- FMSIB
- INFRA



# Opportunity SeaTac Access

**\$XX Million**

- Port
- FMSIB
- INFRA



# 2016 FASTLANE Grants

State	Project	Project Size	Grant Amount	Project Cost	Share
VA	Atlantic Gateway	Large	\$165M	\$905M	18%
DC	Arlington Memorial Bridge	Large	\$95M	\$166M	54%
OK	US 69/75 Bryan County	Large	\$62M	\$120.6M	51%
LA	I-10 Freight CoRE	Large	\$60M	\$193.5M	31%
AZ	Interstate 10	Large	\$54M	\$157.5M	35%
CA	SR 11 Segment 2 & SB Connectors	Large	\$49M	\$172.2M	29%
<b>WA</b>	<b>South Lander St</b>	<b>Large</b>	<b>\$45M</b>	<b>\$140M</b>	<b>32%</b>
GA	Port of Savannah	Large	\$44M	\$126.7M	35%
MA	Conley Terminal Intermodal Imp.	Large	\$42M	\$102.9M	41%
WI	I-39/90 Corridor	Large	\$32M	\$1,195.3M	3%
NY	I-390/I-490/Rt. 31 Interchange	Large	\$32M	\$162.9M	20%
<b>WA</b>	<b>Strander Blvd Ext &amp; Grade Separation</b>	<b>Small</b>	<b>\$5m</b>	<b>\$38M</b>	<b>13%</b>
<b>Total for 18 FASTLANE Projects</b>			<b>\$759.2M</b>	<b>\$3,612.4M</b>	<b>21%</b>

*Note: Does not show 6 smaller projects that received grants*