



# Seattle Transportation Benefit District (STBD)

## Transit Service Funding Agreement



# Presentation overview

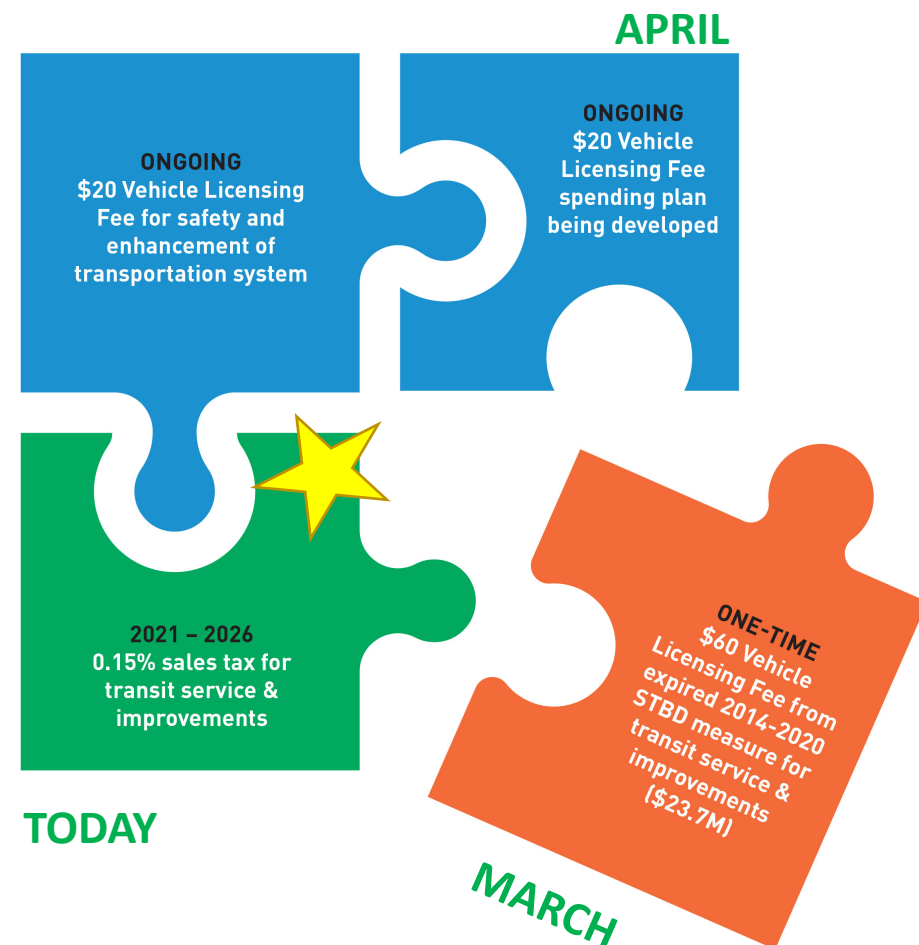
## Seattle Transportation Benefit District (STBD)

- Implementation timeline
- King County Metro/SDOT Transit Service Funding Agreement
- Proposition 1 spend plan for new 0.15% sales tax
- Next steps



# STBD Timeline

DATE	ACTION
Today	Council and Mayor approve ordinance authorizing Metro/SDOT Transit Service Funding Agreement
March	Standalone supplemental budget legislation for one-time \$60 VLF at TUC
March 20	Metro service change; Metro/SDOT Transit Service Funding Agreement in effect
April 1	New \$20 VLF proposed spending plan due to Council





# New Metro Transit Service Funding Agreement

## Principle terms

- In effect at Metro's spring 2021 service change (March 20)
- 6-year term through 2027 (allows for full ramp down and closeout)
- Annual reconciliation process ensures City pays only for service hours delivered
- Exhibits updated annually to reflect estimated costs and intended volume of service hours purchased by City for next year
- Ramp down provision allows no more than 100k hours cut per service change
- No supplantation (data sharing requirements; right to request audit)



# New Metro Transit Service Funding Agreement

## Cost elements



	STBD (2015- 2020)	New STBD (2021- 2026)	Description of changes in new agreement
<b>Cost increase trigger</b>	✗	✓	City/County will convene efforts to mitigate service impacts when costs or fare revenues increase enough to impact service volumes. Mitigation strategies could include interim service suspensions.
<b>Disclosure requirement</b>	✗	✓	County must notify City of any changes in policy or practice that could impact service levels
<b>Suspension of contract requirements</b>	✗	✓	Suggests parties mutually agree to suspension of contract provisions that could interfere with avoiding/minimizing service reductions
<b>Joint efforts to reduce cost escalation drivers</b>	✗	✓	Metro agrees, with City support, to alleviate drivers of cost escalation in non-emergency years
<b>Federal relief funding</b>	✗	✓	Calls for parties to agree to how to best apply federal relief funding proportionally to percentage of service purchased by City

# New Metro Transit Service Funding Agreement

## Twice per year service planning cycle



### MONTH 1

SDOT proposed service plan to Metro



### MONTH 2

Metro reviews proposal on vehicle, driver, layover and capacity, etc.



### MONTH 4

SDOT/Metro finalize plan, ensuring no supplantation



### MONTH 6

Metro implements plan, including schedules and driver selection



### MARCH/SEPTEMBER

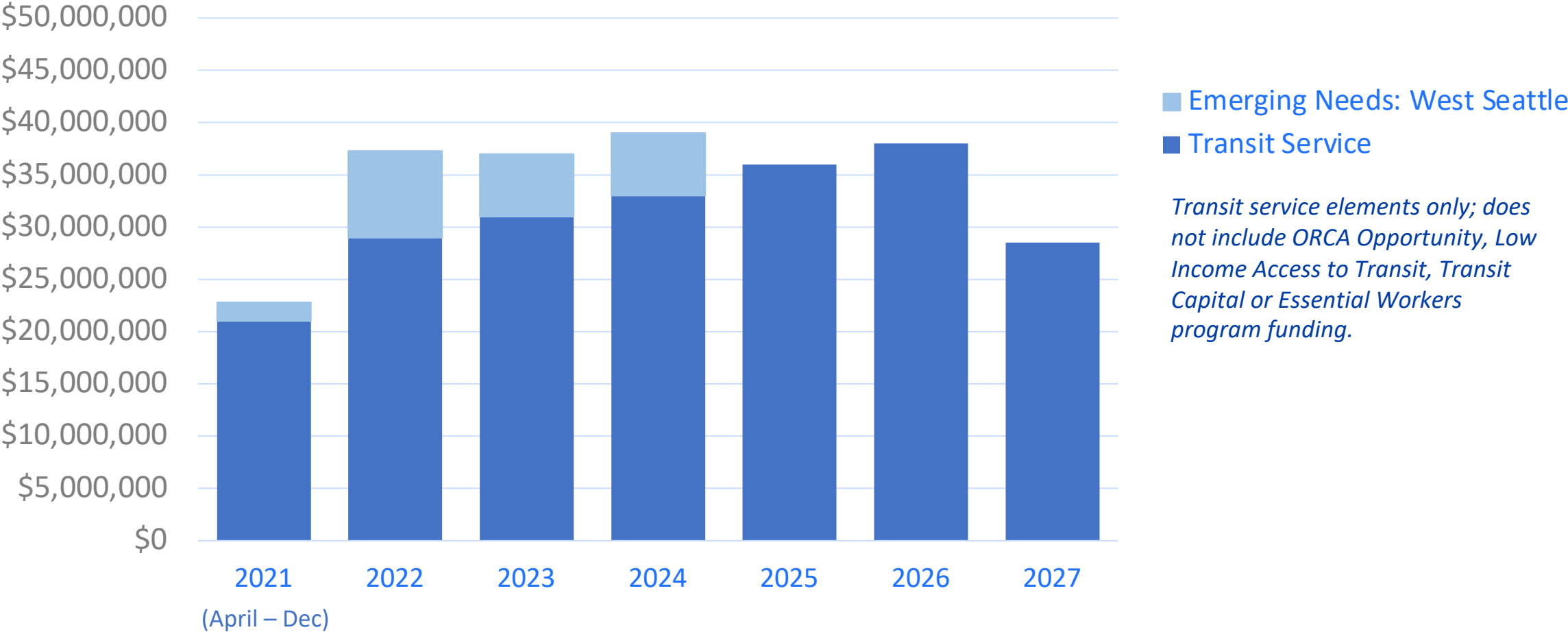
Metro service change

*Service purchases adjusted in advance of spring (March) and fall (September) service changes*



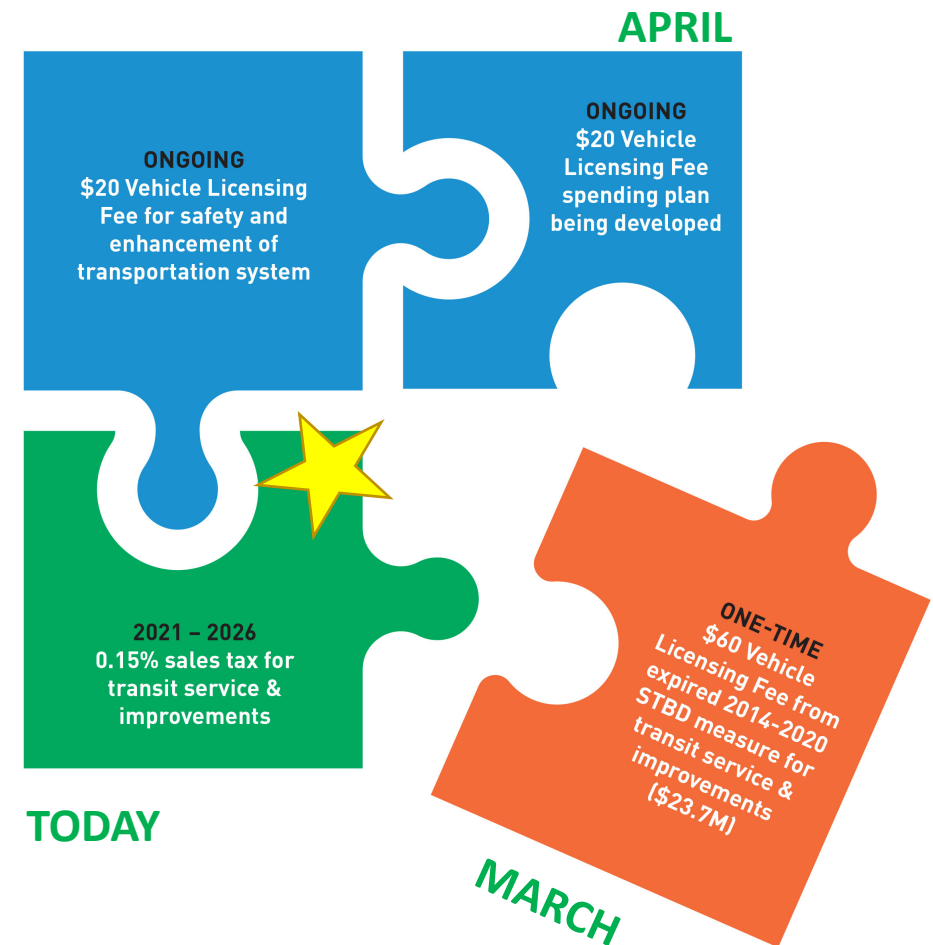


# Draft transit service spend plan - \$238.6M



# STBD Next Steps

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# Questions?

[www.seattle.gov/transit/about-seattle-transportation-benefit-district](http://www.seattle.gov/transit/about-seattle-transportation-benefit-district)

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