

**CITY COUNCIL AGENDA TOPIC**

Ordinance 1) amending the 2023-2029 CIP Plan to increase the budget for the Fire Station 10 (Levy) Project (CIP Plan No. PS-64) by \$10,200,000; 2) decreasing the budget for the Fire Station 4 (Levy) Project (CIP Plan No. PS-65) by \$5,100,000; and 3) decreasing the budget for the Fire Warehouse & Special Projects (Levy) Project (CIP Plan No. PS-67) by \$5,100,000.

Jay Hagen, Fire Chief, 452-6895  
Mark Anderson, Acting Deputy Chief, 452-7923  
*Fire Department*

John Resha, Director, 452-2567  
Ira McDaniel, Assistant Director, 452-4182  
Janeen Loughin, Capital Delivery Manager, 452-6981  
Diane Stockton, Construction Program Manager, 452-2017  
*Finance & Asset Management Department*

**EXECUTIVE SUMMARY****ACTION**

This Ordinance amends the 2023-2029 General CIP Plan to increase the budget for the Fire Station 10 (Levy) project (CIP Plan No. PS-64) by 10,200,000. This budget amendment addresses the increase in architectural/engineering redesign and construction costs and delay related to the redesigned HVAC and related systems due to soil remediation around the previously designed geo-thermal well system.

This action is one of three actions on tonight's consent calendar related to Fire Station 10 (Levy) project. The other actions under separate cover are 1) Resolution to authorize a change order to increase the Contract with Cornerstone General Contractors, Inc. for construction services for Fire Station 10; and 2) Resolution to authorize an amendment to increase the Professional Services Agreement with Bohlin Cywinski Jackson for Architectural Design/Engineering Services for Fire Station 10 and Fire Station 5.

**RECOMMENDATION**

Move to adopt Ordinance No. 6784

**BACKGROUND/ANALYSIS**

In 2016, City of Bellevue citizens voted to pass a 20-year Fire Capital Levy to fund the department's facilities capital needs, which includes the design and construction of a new Fire Station 10. The development and construction of this new fire station will enhance the current nine station support network which serves all neighborhoods and surrounding communities. In addition, the City identified funds in its Capital Investment Program to replace Fire Station 5.

In 2018 Resolution No. 9419 authorized execution of Professional Services Agreement for design and engineering services of Fire Station 10 and Fire Station 5. In 2023, Ordinance No. 6720 awarded a public works contract for the construction of Fire Station 10.

## Fire Station 10

The new fire station will address the needs of geographic area of Downtown, Northtowne, and the Spring District, with Downtown experiencing the highest call volume increase, as well as fastest projected population growth. This Ordinance amending the 2023-2029 General Capital Investment Program (CIP) Plan to increase the budget for the Fire Station 10 (Levy) project (CIP Plan No. PS-64) addresses the increase in construction costs and delay including construction of the redesigned HVAC and related systems due to soil remediation around the previously designed geo-thermal well system. Scope of work changes also include construction support services throughout an extended construction period.

## POLICY & FISCAL IMPACTS

### Policy Impact

Washington State law (RCW 35A) and the City of Bellevue's Comprehensive Finance and Asset Management Policies and Procedures (VI. Budget Adjustment & Amendment Process) state that Council approval is necessary for budget amendments that will cause the existing appropriation level for a fund to change. The Fire Facility Master Plan ensures that the Fire Department has safe, survivable, and appropriate facilities that will enable it to maintain its current capacity for providing excellent fire and emergency medical response to the community.

### Fiscal Impact

The projected costs to fully implement the Fire Station 10 (Levy) project (CIP Plan No. PS-64) with its updated scope of work is estimated to be \$10,200,000 over the current adopted budget. Staff propose that this funding gap be filled by a transfer of previously appropriated funding from Fire Station 4 (Levy) Project (CIP Plan No. PS-65) and Fire Warehouse & Special Projects (Levy) Project (CIP Plan No. PS-67).

CIP Plan No.	Description	This Action
PS-64	Fire Station 10 (Levy)	\$10,200,000
PS-65	Fire Station 4 (Levy)	(5,100,000)
PS-67	Fire Warehouse & Special Projects (Levy)	(5,100,000)

Fire Station 4 and the Fire Warehouse project are major Levy CIP programs that are currently funded in sufficient dollars that can accommodate the shifting of funding needed to complete Fire Station 10 without having to cancel or defer a programmed project. Both projects require land acquisition before entering the design phase, and until suitable property is found the impact of land purchase, design and construction will not be fully realized. Staff are currently evaluating options to reduce the overall costs of these two projects, which may include co-locating them on a single site. Upon completion of Fire Station 10, any unspent funds will be reallocated back to Fire Station 4 and the Fire Warehouse project.

With the adoption of this Ordinance, there will be sufficient funding in the 2023-2029 amended Capital Investment Program (CIP) to fully fund the Fire Station 10 construction contract through the following:

<b>CIP Plan No./Other</b>	<b>Description</b>	<b>Amount</b>
PS-64	Fire Station 10 (Levy)	\$53,737,056
PW-R-208	112 <sup>th</sup> Avenue NE at McCormick Park	325,636
<b>Total Funding</b>		<b>\$54,062,692</b>

Approval of this action will amend the 2023-2029 General Capital Investment Program (CIP) Plan to increase the budget for the Fire Station 10 (Levy) project (CIP Plan No. PS-64) by \$10,200,000.

#### **OPTIONS**

1. Adopt the Ordinance 1) amending the 2023-2029 CIP Plan to increase the budget for the Fire Station 10 (Levy) Project (CIP Plan No. PS-64) by \$10,200,000; 2) decreasing the budget for the Fire Station 4 (Levy) Project (CIP Plan No. PS-65) by \$5,100,000; and 3) decreasing the budget for the Fire Warehouse & Special Projects (Levy) Project (CIP Plan No. PS-67) by \$5,100,000.
2. Do not adopt the Ordinance and provide alternative direction to staff.

#### **ATTACHMENTS**

- A. Vicinity Map
  - B. CIP Project Description PS-64
  - C. CIP Project Description PS-65
  - D. CIP Project Description PS-67
- Proposed Ordinance No. 6784

#### **AVAILABLE IN COUNCIL LIBRARY**

NA