

Agenda Item #6 -- Transfer of Funds to Montesano

Capital project budget changes are proposed to the Flood Authority to consider in making a recommendation to OFM regarding four projects funded in the 2013-15 State Capital Budget. The Montesano project was significantly underfunded and the recommendation is to transfer funds from three other projects (Wishkah, Mill Creek and Satsop). The funds are proposed to be transferred to the Montesano project because even though it was well over the original estimate, it is ready to be constructed and the other projects are not. The other projects are still priorities and it is expected that additional appropriations from the Legislature will allow money to be transferred back to the other projects for construction. Senator Hargrove and Representatives Tharinger and Blake have committed to advocate in the next legislative session for the funding needed to complete the three projects. Fully funding the Montesano project provides the opportunity to construct the project potentially before the coming flood season and prevent catastrophic damage if a major flood was to occur. Even with the transfer of funds to the Montesano project there is still funding for engineering design and permits to proceed as planned for the three other projects.

Sponsor	Project	2012 Allocation	2012 Spent	2012 Carry-forward	2013 Budgeted	Total 2012 and 2013 Avail.	Current Cost	Additional Need	Transfer to Montesano	Revised Available
Cosmopolis	Mill Creek Dam Improvements	\$ -	\$ -	\$ -	\$ 2,250,000	\$2,250,000	\$2,250,000	\$ -	\$1,512,250	\$737,750
Grays Harbor County	Satsop River Floodplain Restoration	\$500,000	\$50,000	\$450,000	\$510,000	\$960,000	???	???	\$510,000	\$450,000
Grays Harbor County	Wishkah Road Flood Levee	\$125,000	\$125,000	\$ -	\$2,642,000	\$2,642,000	\$6,190,000	\$3,548,000	\$1,952,000	\$690,000
Montesano	Revetment for Montesano Rd., Sewage Treatment Plant, Mary's River Lumber	\$102,426	\$76,676	\$25,750	\$2,000,000	\$2,025,750	\$5,977,813	\$3,952,062	\$ -	\$6,000,000

Notes -- (1) Re Montesano cost, assumes additional \$400K for fill removal/habitat enhancement plus the cost estimate for bank protection at Mary's River and flood proofing at the wastewater treatment plant. (2) The Wishkah project available amount assumes \$540,000 to complete design, \$150K for property acquisition, and transferring \$510K from Satsop from the current biennial budget (leaving balance of \$450K originally appropriated under 2012 Jobs Act Now).