## STAFF REPORT

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| **Agenda Items:** | 5 | **Name:** | Paul Carlson |
| **Proposed No**.: | 2014-0157 | **Date:** | April 29, 2014 |
| **Invited:** | Rey Sugui, King County Road Services Division |

**SUBJECT**

Proposed Ordinance 2014-0157 approves an Interlocal Agreement (ILA) with the City of Bellevue for the King County Road Services Division (RSD) to provide road-related maintenance services.

**SUMMARY**

Proposed Ordinance 2014-0157 authorizes the Executive to approve an ILA for the provision of road services to the city of Bellevue. The duration is for the remainder of 2014 and 2015, with a potential to extend for two years by mutual agreement. According to the Fiscal Note, the City intends to request bridge inspection services in 2014 and 2016, including bridge inspections that must be completed in May 2014.

**BACKGROUND**

RSD performs road services for 33 King County cities under ILAs authorized by RCW 39.34, the Interlocal Cooperation Act. The intent of this state law is to allow jurisdictions to benefit from economies of scale in the provision of services. The concept is that these ILAs can benefit each party. The contract city can obtain services at a lower cost than if it had to provide the service itself. The County receives compensation, including payment for a portion of expenses (such as administrative overhead or capital equipment costs) that would otherwise be borne solely by County activities.

The transmitted ILA is similar to a standard agreement that the County has entered into with other cities, modified to provide for a limited duration. The City of Bellevue has signed the ILA.

**ANALYSIS**

This ILA is comparable to other ILAs for the provision of road services to contract cities, except for the time limit. The ILA requires Bellevue to pay actual costs of the services to be provided, including direct labor, benefits, equipment rental, materials and supplies, utilities, permits, and administrative overhead. It contains Risk Management’s preferred indemnification language.

The Council’s Senior Deputy Legal Counsel has reviewed the ILA and found it meets the previously adopted standard for road services interlocal agreements. As a result of this legal review, legal counsel is working with the Prosecuting Attorney’s Office (PAO) to further improve the standard road services interlocal agreement, resulting in a 2014 Template agreement to be used in the future.

Approval of this ILA constitutes a reasonable business decision.

**AMENDMENTS**

None.

**ATTACHMENTS**

1. Proposed Ordinance 2014-0157 with attachments
2. Executive’s transmittal letter
3. Fiscal Note