Hearing Examiner John Galt

BEFORE THE HEARING EXAMINER FOR THE CITY OF MERCER ISLAND

Central Puget Sound Regional Transit Authority,

Appellant,

v.

City of Mercer Island,

Respondent.

No. APL21-001

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST

I. INTRODUCTION AND RELIEF REQUESTED

Bus service between Mercer Island and Seattle will cease when the East Link light rail line opens in 2023. Bus routes that today cross the I-90 floating bridge into Seattle will instead drop off their passengers next to the new East Link light rail stations, including the Mercer Island station, where these passengers will board East Link for the final leg of their trip. Conversely, eastbound passengers traveling to destinations not directly served by light rail will take East Link to Mercer Island, where they will transfer to waiting buses. The Mercer Island Transit Integration ("MITI") Project at the center of this appeal provides the infrastructure necessary for these transfers to happen.

When the MITI Project is completed, westbound buses will exit I-90 from the HOV offramp onto northbound 80th Avenue SE. Buses will take a left (westbound) on North Mercer Way and drop off passengers at the existing bus stop of the north side of North Mercer Way. Buses will then make a 180-degree turn at the roundabout Sound Transit is constructing at 77th

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 1

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

Ave SE (the first intersection west of 80th), and travel back east to pick up eastbound passengers at the existing bus stop on the south side of North Mercer Way, all within one City block and without needing to travel through Mercer Island's Town Center. Buses will then return east using the eastbound I-90 HOV on-ramp.

In between dropping-off and picking-up passengers, these buses must have room to "layover," whenever necessary, until their next scheduled or needed departure. King County Metro determined, and the prior City Manager confirmed, that the bus layover area that the City is refusing to approve provides the minimum area needed to accommodate the regional buses that will continue to travel to Mercer Island after East Link opens. Neither the City Manager nor her staff has identified any alternative to this layover area that Metro needs for its operations.

East Link will not only improve transit service for the region, it will halve the number of regional buses traveling to Mercer Island: whereas 36-39 buses currently visit the island in a typical peak hour, that number will drop to about 16-20 buses per peak hour once East Link opens. The eliminated bus trips will either be replaced by the light rail system or by bus routes that drop off and pick up passengers at other light rail stations, such as South Bellevue.

The State Legislature has given both Sound Transit and King County Metro the authority to construct and operate regional transportation facilities within cities, but the Mercer Island permit conditions at issue in this appeal attempt to prevent completion of this regional transportation network. These conditions violate State law, but even more fundamentally they are not authorized by any City regulation:

Condition XIII.A prohibits construction of the curb cut that is needed to create the new bus layover area that Metro requires for its regional operations. The City thus makes a discretionary decision regarding which transit uses it will permit in the right-of-way, but a ROW permit is a nondiscretionary permit that does not give the City that choice, MICC 19.15.030. The only code authority cited in this condition is "Ch. 19.09 MICC," but nothing in this or any other chapter of the code authorizes the City to deny a transportation use of

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 2

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

street right-of-way, and even if there were such authority in the code, it would be preempted by the state statutes that authorize Sound Transit and Metro to construct and operate regional transit facilities. The tardy staff report for this hearing¹ re-asserts that a ROW permit cannot authorize a transit use in the right-of-way, but no land use entitlement, and certainly no discretionary land use decision, is needed to establish a "transit use" in public rights-of-way because rights-of-way exist for transportation uses. The City is using its ministerial permitting process to make a discretionary decision to deny a specific transportation use for reasons that have nothing to do with its code requirements.

The staff report cites MICC 19.06.060 as providing "a separate avenue by which new uses of the ROW must be consented to by the City," but that section is irrelevant to the MITI Project. Entitled "Encroachment into right-of-way," that section governs adjoining property owners seeking to construct encroaching structures unrelated to public transportation. *See* MICC 19.06.060.A. The MITI Project will not create infrastructure that includes an *encroachment* into the City's right-of-way, the MITI Project will *become* the City's right-of-way. It is properly permitted under MICC 19.09.060 ("Right-of-way use"), not 19.06.060

• Finally, the City's Code creates no requirement to obtain the City's consent to the MITI Project. And even if State law required the City's consent, the City has already consented in multiple ways: It selected the 77th alignment as described in the SEPA Addendum. The City signed a Settlement Agreement that the Hearing Examiner previously ruled he will not interpret. The City Manager and staff worked with King County Metro and Sound Transit staff on a yearlong collaborative process that confirmed that Metro's operational needs require the MITI Project that Sound Transit is constructing. Nothing in the City code requires the City's consent, and if the City believes that State Law requires its consent to be

¹ The Hearing Examiner Rules require staff to publish the staff report "not less than 10 days prior to the scheduled hearing." The staff report here was distributed eight days before the hearing, the day before this brief is due, depriving Sound Transit of the three days to respond required by the Rules.

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 3

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

served by regional transit, and also believes it has not already given such consent, it can make that argument in court.

Condition XIII.B prohibits Sound Transit from beginning construction of the MITI Project until "the City's acceptance by deed" of two residential properties that Sound Transit did not own when the City issued this condition, but has now acquired in order to construct the project. The authority that the City cites in the condition is MICC 19.06.060 entitled "Encroachment into public right-of-way," which, for the reasons mentioned above, is irrelevant to the MITI Project. Nothing in this code section, or any other, authorizes the City to require Sound Transit to convey real property to the City prior to allowing work to commence, or authorizes the City to delay approval of construction until the City Council decides whether, and on what conditions, to accept the conveyance. The staff report abandons the pretense that Council approval is mandated by the MICC. Instead, staff argues that the right-of-way permit is the only way to entitle the project without requiring a conditional use permit. The City code does not support the need for a CUP, which is a discretionary permit; Sound Transit has not applied for a CUP; and the merits of whether a CUP is needed are not before the Hearing Examiner on this appeal of the ROW permit that the City did issue. The staff report also argues that State law endows Council with the sole authority to acquire property, which it does not: RCW 35A.11.020 authorizes but does not require the City Council to acquire property. Nothing in State law or the City code requires legislative action to accept dedication of right-of-way required by a permit condition. If right-of-way is improved in accordance with an issued approval such as a right-of-way permit (or, more commonly, as part of a plat approval), the sole decision for the local government is to confirm that the improvements to be dedicated comply with standards. Nothing in the code authorizes the city to transform a ministerial permit into a discretionary permit by requiring legislative approval of an applicant's compliance with a permit condition. In addition, nothing in the Code authorizes the City to withhold issuance of the

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 4

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

building permit that the City previously and repeatedly agreed is needed to construct the portion of the MITI Project that is on the two residential parcels; the City now has refused to issue that building permit even though Sound Transit's application complies with all requirements of the building code.

• Condition XIII.C requires Sound Transit to pay for the perpetual operation and maintenance of City property – including the same property that condition XIII.B requires Sound Transit to convey to the City. Neither the Conditions nor the staff report cite any code authority for this condition requiring regional taxpayers to fund the operation and maintenance of City property and facilities. The staff report offers no argument on Condition XIII.C, but appears to presume that the condition's lack of code support somehow means the condition must remain, *see* staff report at 7:23-8:2, which is incorrect. Because the City concedes that Condition XIII.C has no support of City Code, the condition has no place in a Type I approval and must be stricken. If the City feels that Sound Transit is breaching a contract, the City's remedy lies with the Superior Court, not with a condition on a Type I permit.

In addition, Sound Transit appeals additional conditions – IV.A & E, and VII.H & I – because they are inconsistent with the Traffic Control Plan and the Construction Management Plan that the City already has approved. Sound Transit hopes to reach agreement with the City regarding changes to these conditions before the hearing begins.

II. BRIEF OVERVIEW OF FACTS

In 2008, the voters of King and Pierce County approved ST-2, which included funding for East Link, a new light rail line connecting the cities of Redmond, Bellevue, Mercer Island, and Seattle. In 2011, the Federal Transit Administration, the Washington State Department of Transportation, and Sound Transit together completed the Final Environmental Impact Statement for East Link, which included an analysis of the impacts of bus/rail integration. In 2017 Sound Transit issued an Addendum to this FEIS that analyses the impacts of two specific options for bus/rail integration at the Mercer Island Station: the 80th Avenue SE Configuration preferred by

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 5

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700 King County Metro and Sound Transit, and the 77th Avenue SE Configuration preferred by the City. Sound Transit and Metro deferred to the City, and Sound Transit is now attempting to construct the 77th Avenue SE Configuration chosen by the City.

The Addendum explains that the 77th Avenue SE Configuration includes ". . . bus dropoff and pick-up areas, and bus layover areas on both sides of N Mercer Way" Even though the City chose the 77th Avenue SE Configuration analyzed in the Addendum, the City opposes creation of the layover area on the north side of North Mercer Way, and even opposes the existing bus stop that has been there for many years.

Sound Transit and Metro spent much of 2018 and 2019 with the City Manager and her staff in a collaborative process to determine whether there were alternatives to the MITI Project that would meet Metro's operational needs. During this collaborative process, King County explained its operational needs and all three parties explored options to meet those needs. The City, Sound Transit, and King County Metro all agreed at the conclusion of this collaborative process that the current MITI Project meets Metro's operational needs. Sound Transit and Metro then spent almost six months collaborating with the City Council and City Manager and her staff in an effort to identify alternatives to the bus stop and layover area on the north side of North Mercer Way, but at the conclusion of this collaboration all participants, including the City Manager, agreed that there is no such alternative, and that the bus layover area and bus stop on the north side of North Mercer Way are required for Metro to integrate its regional bus service with East Link.

The MITI Project thus implements the 77th Avenue SE Configuration analyzed in the SEPA Addendum that the City chose and that its City Manager confirmed is necessary to meet Metro's operational needs. This Configuration required Sound Transit to acquire two residential properties that abut North Mercer Way to the north, in order to construct the roundabout and associated improvements including a retaining wall, stormwater vault, and improved sidewalk and trail. On April 25, 2019, the Sound Transit Board adopted Resolution No. R2019-12

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 6

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

authorizing acquisition of these two parcels, and Sound Transit acquired ownership in February, 2021, after the City imposed the conditions that Sound Transit is appealing.

Beginning in February, 2020, Sound Transit staff worked closely with City staff to ensure that Sound Transit's applications would comply with City code requirements. Staff from both agencies agreed repeatedly throughout the design and application process that a building permit is needed for the retaining wall and stormwater vault on the residential parcels, and Sound Transit submitted an application for this building permit that complies with all code requirements.

To make permit processing simpler, City staff directed Sound Transit to provide the City with one master plan set for all applications, instead of individual plan sets for each application. Sound Transit submitted this master plan set as directed, depicting all improvements needed for the Project, both those within City right-of-way and those on the adjoining residential lots.

After months of collaborative pre-application work, including City staff review of plans at the 60%, 90%, and 100% design milestones, Sound Transit submitted its application on October 23, 2020, and the City deemed Sound Transit's application complete on November 30, 2020. On December 22, 2020, the City notified Sound Transit of the decisions at issue in this appeal. The City's decision document is an email that is ambiguous about which permits the City is actually issuing, other than a right-of-way ("ROW") permit, but the City clarified that it is imposing all the conditions that Sound Transit is appealing on each permit that it issued. Sound Transit initially understood that the decision included the building permit, but on December 28, 2020, six days after its decision, the City notified Sound Transit by email that it had "eliminated" the building permit and multiple tree removal permits, even though both the City code and State law require a building permit for the stormwater vault and for the retaining wall on the residential lots, and the City code requires the tree permits. City staff later explained that the City had eliminated the building permit and tree permits because such permits are not required

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 7

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

for work in right-of-way, and the Conditions require Sound Transit to dedicate the residential property as right-of-way before starting work.

As explained below, Sound Transit cannot convey title to the residential lots ahead of construction as required by the City's conditions, nor is a conveyance necessary for construction of the MITI Project. The City asserts that the City Council must approve such conveyance, which means a legislative process over which the City has full discretionary authority. Sound Transit has no control over a delay by the Council in passing legislation, or over the conditions the Council may impose on acceptance of the conveyance. Lot A includes about 8,000 square feet of property that is needed for construction staging but is not needed for the final MITI Project and for which the City has not identified any right-of-way use. Sound Transit will evaluate the disposition of this 8,000 square feet in accordance with the standards adopted by the Sound Transit Board, and must comply with Federal and State requirements, before conveying title to property deemed to be surplus to the needs of the transit system. In addition, Sound Transit needs to retain ownership of the residential lots property for construction staging throughout the construction of the Project, in order to minimize impacts to the City right-of way.

Construction of the MITI Project will take more than one year because the City requires Sound Transit to maintain two-way traffic on North Mercer Way throughout construction and comply with stringent construction hours. The Sound Transit Board is scheduled to approve the construction contract for the MITI Project this month, March 2021, and construction is scheduled to commence in April or May.

III.LEGAL AUTHORITY AND ARGUMENT

Sound Transit's witnesses and documentary evidence will establish that Conditions XIII.A, XIII.B, and XIII.C are unlawful because they are without foundation in the City's code and violate State law in multiple ways. In addition, the internal inconsistency in Conditions IV.E, VII.H, & VII.I makes them unworkable: they require compliance with the approved Traffic Control Plan, *see* Condition IV.A, then impose requirements that are inconsistent with that plan.

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 8

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

A. Sound Transit's application complies with all City code requirements, and Conditions XIII.A, B, and C are not authorized by *any* authority

The evidence will show that Sound Transit (1) collaborated with the City for ten months to ensure that its applications comply with the code; (2) the applications do comply; and (3) nothing in the City's decision documents identifies any non-compliance with the code. Conditions XIII.A, B, and C do not ensure compliance with the code or any other law: instead they unlawfully prohibit construction of an Essential Public Facility.

Sound Transit's applications comply with the code, and the ministerial permits at issue must be issued as a matter of right when an application complies with applicable code. *State ex rel. Ogden v. City of Bellevue*, 45 Wn.2d 492, 275 P.2d 899 (1954) ("A building or use permit must issue as a matter of right upon compliance with the ordinance."); *see also, e.g., Mission Springs, Inc. v. City of Spokane*, 134 Wn.2d 947, 960, 954 P.2d 250 (1998) (collecting cases and writing that an applicant "is entitled to its immediate issuance upon satisfaction of relevant ordinance criteria and the State Environmental Policy Act of 1971"). "The building department of the city has no discretion to refuse a permit save to ascertain if the proposed structure complies with the zoning regulations. Once that is done and the appropriate fee tendered by the applicant, the building department must issue the building permit." *State ex rel. Craven v. City of Tacoma*, 63 Wn.2d 23, 27, 385 P.2d 372 (1963) (granting writ of mandamus compelling defendant city to issue building permit for a lot in a plat that had not yet received final plat approval).

In Condition XIII.A the City asserts that an entire chapter of its code – Chapter 19.09 – authorizes the City to prohibit transit use in a City street. Nothing in Chapter 19.09 authorizes such an absurdity, and the code would violate both State law and the state constitution if it did. As the state Supreme Court recognized a century ago, "The highways of the state include the streets in the cities of the state. The streets are therefore subject to the paramount and primary control of the Legislature." *State v. Howell*, 85 Wash. 281, 289, 147 P. 1162, 1165 (1915). State

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 9

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700 law at RCW 35.58.330 grants to metropolitan municipal corporations and to regional transit authorities the right to operate in city streets without a franchise (without local legislative approval):

A metropolitan municipal corporation shall have power to construct or maintain metropolitan facilities in, along, on, under, over, or through public streets, bridges, viaducts, and other public rights-of-way without first obtaining a franchise from the county or city having jurisdiction over the same: PROVIDED, That such facilities shall be constructed and maintained in accordance with the ordinances and resolutions of such city or county relating to construction, installation and maintenance of similar facilities in such public properties.

State law gives this same right to Sound Transit. RCW 81.112.100.

Sound Transit applied for construction permits from the City pursuant to the proviso in RCW 35.58.330, which authorizes cities to regulate construction and maintenance pursuant to adopted regulations. Nothing in the proviso authorizes a city to prohibit construction of regional transit facilities, or to impose conditions that have nothing to do with adopted regulations for construction and maintenance. The obvious purpose of RCW 35.58.330 and RCW 81.112.100 is to ensure that a single jurisdiction cannot do what Mercer Island is attempting to do: block construction of regionally approved and needed infrastructure.

Similarly, nothing in MICC 19.06.060 – the section cited by the City as authority for Condition XIII.B – authorizes the City to refuse to issue a building permit for work on property not owned by the City, or to require a regional transit authority to give property to the City and obtain the City's discretionary acceptance of a deed to that property, before that regional transit authority can construct a regional transit facility. That section does not govern the MITI Project, which does not create a private encroachment into the right-of-way, but rather is creating new right-of-way that the City will hold and control. Even if the section did apply, by relying on MICC 19.06.060 to justify such a condition, City staff interprets the City's code in a manner that violates the statutes cited above, RCW 35.58.330 and 81.112.100, as well as Article XI, § 11 of the Washington State Constitution (authorizing local government to adopt such ordinances as are not in conflict with the general laws).

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 10

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

1

2

When construction is complete, Sound Transit is prepared to convey to the City as rightof-way the portions of the two residential lots that are needed for right-of-way use. Given the size of the stormwater vault and related infrastructure on Lot B, which consume most of this lot, Sound Transit is prepared to convey the entirety of Lot B to the City. Sound Transit is unaware of facts that would allow it to similarly convey the entirety of Lot A because after construction of the MITI Project, approximately 8,000 square feet of this residential lot will remain that appears to be surplus to any right-of-way use. The City does not even attempt to cite authority in its code for Condition XIII.C, which requires Sound Transit's regional taxpayers to pay indefinitely for the operation and maintenance of City property and facilities.

The lack of support in City code for any of these conditions demonstrates their illegality, and the Hearing Examiner need go no further to rule in Sound Transit's favor. However, because this administrative appeal is Sound Transit's opportunity to make its evidentiary record and preserve its arguments for subsequent judicial proceedings, the remainder of this brief (and the evidence at the hearing) will establish Sound Transit's right to relief for multiple additional reasons.

B. City staff cannot condition a Type I permit on its interpretation of a contract

The Hearing Examiner ruled in his Interlocutory Order on the City's Partial Motion to Dismiss, that "[t]he question before the Examiner is whether City Code provides appropriate support for the conditions." Conditions XIII.A and XIII.C cite as authority the Settlement Agreement, which is a contract, and the Examiner's prior ruling compels the rejection of these conditions insofar as they based on this contract.² Sound Transit will not present evidence regarding the Settlement Agreement or its interpretation, except as necessary to explain why certain actions were taken, but Sound Transit advances again the arguments in this section to preserve them in the event the City appeals the Examiner's decision.

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 11

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

FG:54211668.12

² As discussed above in Section V.A, Condition XIII.A also cites Chapter 19.09 MICC as additional support, but Chapter 19.09 MICC (titled "Property Development") contains no section that supports the conclusion that the City may reject a curb cut requested by a Regional Transit Authority to support transit uses.

Conditions XIII.A and XIII.C both cite the Settlement Agreement as authority even though the City Council has not adopted this contract as a regulation. A contract does not provide any regulatory authority for a condition on a Type I permit, and according to City code, "Type I reviews are based on clear, objective and nondiscretionary standards or standards that require the application of professional expertise on technical issues." MICC 19.15.030.A. The City filed a suit in October of 2020 asserting its interpretation of the Settlement Agreement, Sound Transit filed a counterclaim, and the parties are currently litigating the correct interpretation. Where the parties to a contract dispute its meaning, that contract cannot be a "clear, objective, and nondiscretionary" regulatory standard.

Even though the City invoked the court's jurisdiction over the contract, the City also used its regulatory authority to grant itself the same remedy it seeks in court. By inserting conditions that implement its unilateral and disputed interpretation of the contract, the City usurps the Court's jurisdiction. A city's right to enforce a contract is no different from the right possessed by any party to a contract. See, e.g., City of Spokane v. Spokane Gas & Fuel Co., 175 Wash. 103, 109, 26 P.2d 1034 (1933) (noting a City's police power must not be confused with its right to exercise its contractual power), Scott Paper Co. v. City of Anacortes, 90 Wn.2d 19, 28, 578 P.2d 1292 (1978) ("The obligation of the City, where it contracted in its proprietary capacity, is the same as that of a private individual or corporation." (citing 10 McQuillins 29.05, at 230)); accord 10A McQuillin Mun. Corp. § 29:132 (3d ed.) ("A municipal corporation is bound by, and may sue and be sued on, all contracts which it may legally enter into in the same manner as a private corporation or an individual."). A city cannot use its regulatory authority to enforce a contract, it must enlist the help of a court. See City of Spokane, supra, 175 Wash. at 109 (quoting McQuillin favorably by analogy: "The right of the state or the municipality by delegated power to regulate rates by compulsion is a police power, and must not be confused with the right of a city to exercise its contractual power to agree with a public service company upon the terms of a franchise.").

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 12

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

If the City believes that Sound Transit's proposed use of the right-of-way for bus layover and passenger drop-off violates a contract, the City must so convince a court, and must successfully move the court to order specific performance. City staff cannot pre-judge the outcome of a contractual dispute by imposing its disputed interpretation of contractual provisions on non-discretionary permits when the applications for those permits comply with all applicable regulations.

C. The Conditions preclude the siting of an Essential Public Facility

The facts at the hearing will establish that the MITI Project is an essential component of an Essential Public Facility, or "EPF": difficult-to-site facilities protected under the state Growth Management Act that deliver essential public services. See RCW 36.70A.200. Regional transit authority facilities are EPFs by decree of the State Legislature. RCW 36.70A.200(1)(a) (listing "regional transit authority facilities as defined in RCW 81.112.020" as an EPF). The GMA expressly prohibits local governments from adopting comprehensive plans and development regulations that preclude the siting of EPFs, and the Growth Management Hearings Board and courts agree that the GMA's prohibition must inform project decisions or local governments would be able to thwart the legislature's protection for EPFs. See, e.g., Central Puget Sound Regional Transit Authority v. City of Tukwila, CPSGMHB No. 99-3-0003, Final Decision and Order, 1999 WL 33100213 at *4 (1999) ("[A]fter the regional decision is made, the city then has a duty to accommodate the essential public facility, and the exercise of its land use powers may only impose reasonable conditions and mitigations that will not effectively preclude the essential public facility by rendering it impracticable." (emphasis added)); accord Washington State Dep't of Corr. v. City of Kennewick, 86 Wn. App. 521, 533–34, 937 P.2d 1119 (1997), as amended on denial of reconsideration (June 26, 1997) (drawing an inference based on the GMA's prohibition on preclusion of EPF that unsubstantiated neighborhood fears about the impacts of an EPF are not relevant to a permitting decision for an EPF). The GMA's EPF protections extend to proposals to expand an existing EPF, and also to "necessary support activities." City of Des

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 13

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

Moines v. Puget Sound Regional Council, 108 Wn. App. 836, 844-47, 988 P.2d 27 (1999) ("The legislative purpose of RCW 36.70A.200(2) would be defeated if local governments could prevent the construction or operation of an EPF. Thus, if an activity is indeed "necessary" to a construction of an EPF, a local plan may not stop it from occurring.").

After a yearlong collaborative effort exploring alternatives, the City Manager agreed that the configuration in the MITI Project is the only one that meets Metro's operational needs. Now, in its staff report, staff deride this configuration as merely Sound Transit's "**preferred** location" or its "first *preference* for construction of bus layover," Staff Report at 11:2, 11:12 (emphasis in original), but the staff report once again fails to set forth an alternative configuration that will allow bus/rail integration to work at the Mercer Island light rail station. None exists, and the City is precluding construction of an EPF.

It is the City, not Sound Transit, that chose the 77th Avenue SE Configuration studied in the SEPA Addendum; and it is the former City Manager who agreed with Metro and Sound Transit that there is no alternative to the layover area that Condition XIII.A prohibits. This bus layover area is not Sound Transit's "preferred" location: the facts demonstrate that it is the required location for the 77th Avenue SE Configuration chosen by the City.

Contrary to the staff report's assertion at 10:22-26, the City's EPF code at MICC 19.06.100 has no relevance to the MITI Project. That section establishes a process for identifying, siting, and regulating EPFs, MICC 19.06.100.A.1, but the Mercer Island Station was identified and sited years ago, and the City's authority to regulate it at this point is limited to nondiscretionary permits, not the conditional use permit regime envisioned in that section, MICC 19.06.100.D. That section expressly disavows an intent to preclude the siting of new EPFs, MICC 19.06.100.A.2, and bus/rail integration has been part of the Mercer Island station since the Federal Transit Authority, WSDOT, and Sound Transit issued the FEIS in 2011. The MITI Project is at least as essential to the functioning of East Link as offsite dirt-hauling was to the

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 14

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

26

1

2

3

4

5

6

7

8

9

10

11

12

13

construction of the third runway in *City of Des Moines*, 108 Wn. App. at 846, and the City cannot exercise non-existent regulatory authority in its code to preclude its construction.

The evidence at the hearing will demonstrate that the MITI Project is necessary to the function of East Link, and that the City knows this full well since its City Manager spent over a year working with Sound Transit and Metro in an effort to find another design acceptable to the City that could meet Metro's operational needs. The City Manager confirmed that no such alternative exists, and she, Sound Transit, and Metro all explained this conclusion to the City Council. The City has a "duty to accommodate" the MITI Project and cannot impose permit conditions that prevent its construction, which is what Conditions XIII.A, B, and C do.

D. Conditions XIII.B and C violate RCW 82.02.020 by improperly exacting money and property that is not necessary to mitigate direct impacts of the MITI project

Condition XIII.B requires Sound Transit to convey to the City the entirety of two residential lots before commencing work. As explained above, this condition requires Sound Transit to obtain the City Council's legislative acceptance of the conveyance prior to commencing work in the future right-of-way. In addition, approximately 8,000 square feet of Lot A appears to have no transit or other right-of-way use after construction, and Sound Transit cannot convey this surplus property to the City without first demonstrating a return on the public investment in the property, in compliance with Federal and State laws regarding surplus property. In addition, Condition XIII.C requires Sound Transit to pay for the perpetual maintenance and operation of City property, including the same property that Condition XIII.B requires Sound Transit to convey to the City on the City's terms. These exactions of real property and money from Sound Transit's regional taxpayers are not voluntary and do not mitigate an impact of the MITI Project, in violation of RCW 82.02.020. *Cf. Isla Verde International Holdings v. City of Camas*, 146 Wn.2d 740, 758, 49 P.3d 867 (2002) (holding that a requirement to set aside 30% of property as open space violated RCW 82.02.020).

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 15

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

A Hearing Examiner who makes a final decision for a City must ensure that the decision complies with State law, including RCW 82.02.020. *See, e.g., City of Federal Way v. Town & Country Real Estate, LLC*, 161 Wn. App. 17, 58 (2011) (concluding that hearing examiner had jurisdiction to hear challenge to imposition of transportation impact fee on plat approval, reversing the hearing examiner's ruling on RCW 82.02.020 grounds on its merits). The City bears the burden of demonstrating that, as a direct result of the MITI Project, the City must own the two residential lots before Sound Transit can commence construction; and the City cannot show that Sound Transit must pay for the perpetual operation and maintenance of property and facilities that the City is demanding to own. *Cf. Isla Verde, supra*, at 755-56 (holding that city bears the burden under RCW 82.02.020). The issue for issuance of ministerial permits is whether the applications comply with code, not who owns the property.

E. The Condition XIII.B transforms ministerial permits to which Sound Transit is entitled as a matter of right into discretionary permits subject to the legislative will of the City Council

Without any authority in the code or any other law, Condition XIII.B transforms ministerial permits into discretionary permits. Condition XIII.B does so by not only requiring Sound Transit to convey the entirety of two residential lots to the City, but by also requiring that the City Council accept the conveyances before Sound Transit can commence construction.

The City of Mercer Island is a noncharter code city organized under the Council-Manager Plan of government set forth in Ch. 35A.13 RCW. MICC 2.02.010. RCW 35A.13.080(4) grants the city manager *all* executive power, and the council can exercise only legislative authority, RCW 35A.13.230, which is inherently discretionary.

As discussed above, the State Legislature granted to Sound Transit's Board, not to the Mercer Island City Council, the discretion to decide what facilities are needed for East Link. RCW 81.112.100; RCW 35.58.330. The City cannot impose a condition on a ministerial construction permit that overrides the will of the State Legislature and gives the City Council veto power over regional transit facilities.

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 16

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

F. Conditions IV.A & E and VII.H & I are inconsistent and unworkable

The evidence at the hearing will establish that it is impossible to comply with the Conditions because of internal inconsistencies. Condition IV.A requires the applicant to "comply with the traffic control plan attached to this permit." Then Condition IV.E requires that "[w]ork that impacts traffic flow must be performed Monday – Friday 9:00 am – 3:30 pm, except legal holidays. Additional time restrictions may be added to this permit to mitigate construction impacts on traffic." Condition IV.E. These two conditions are inconsistent.

The approved Traffic Control Plan (incorporated by reference in Condition IV.A) and the Construction Management Plan for this construction project provide that the hours of construction are Monday-Friday, 7:00AM to 5:00PM, and Saturday from 9:00AM to 4:00PM (as needed), in accordance with MICC 8.24.020.Q. Yet, Condition IV.E restricts weekday work to the hours of 9:00AM to 3:30PM. In addition, Condition E does not make sense for a roadway construction project, and the approved Traffic Control Plan allows for daily single lane closures Monday through Friday and sometimes on Saturdays.

Other conditions also contradict Condition IV.A. Condition VII.H requires final asphalt restoration within 30 days of excavation without a prior extension. But Phase two of the Traffic Control Plan provides for approximately four months between excavation and reconstruction, not 30 days. Similarly, Condition VII.I requires pavement restoration within 30 calendar days (of what it does not specify), but the Traffic Control Plan anticipates much longer timelines.

IV. WITNESS LIST

At the hearing, Sound Transit may offer the testimony of the witnesses listed below. Sound Transit reserves the right to identify additional witnesses as rebuttal witnesses.

 Jemae Hoffman is the East Link Light Rail Development Manager for Sound Transit. She will describe the MITI Project, the collaborative process with the City and King County Metro to determine Metro's operational needs, and the application process with the City.

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 17

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

1

2

- Katie Chalmers is the Service Planning Supervisor for King County Metro. She will describe current bus service to Mercer Island, and how that will change once East Link opens. She will describe why bus/rail integration at the Mercer Island Station requires bus layover areas and bus stops on both the north and south sides of North Mercer Way, and she will describe the collaborative process among Sound Transit, King County Metro, and the City to determine Metro's operational needs.
- 3. Stephen Crosley is the Transit Integration Program Manager for King County Metro.
 He will describe existing bus operations on North Mercer and how they must change for
 bus/rail integration to work at the Mercer Island Station. He will describe the
 collaborative process among Sound Transit, King County Metro, and the City to
 determine Metro's operational needs.
- James Irish is currently Senior Advisor to Sound Transit's Office of Environmental Affairs and Sustainability. Prior to his retirement in 2017 he was Deputy Director of the Office. He will describe the environmental review of the MITI Project.
- Anthony Wilen is the Project Manager for the MITI Project and a Professional Engineer
 at David Evans and Associates, Inc. He will explain the design of the Project and its
 compliance with applicable regulations. He also will describe meetings with City staff
 during the application process.
- **6.** Justin Lacson is the Corridor Permit Manager for East Link. He will describe meetings
 and communications with City staff to prepare the plans and applications for the
 construction permits at issue in this appeal.
 - Joanna Valeri is Senior Legal Counsel at Sound Transit. She will describe the legal requirements and policies that apply to Sound Transit's disposition of real property.
 - 8. Luke Lamon is Government & Community Relations Corridor Manager for East Link.
 He will describe the collaborative process among Sound Transit, King County Metro, and the City.

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 18

FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700

FG:54211668.12

22

23

24

25

9. Eric Beckman is Sound Transit's Deputy Executive Director, a Professional Engineer, and a member of Sound Transit's Real Property Utilization Committee. He will describe communications with the City about the MITI Project, and will explain the steps that Sound Transit must follow to dispose of the two residential lots that Sound Transit acquired in order to construct the MITI Project.

V. CONCLUSION

Conditions IV.A & E and VII.H & I are unworkable and inconsistent, and Sound Transit hopes that the City will modify these conditions before the hearing, so that Sound Transit need not present evidence about them.

The remaining three conditions, XIII.A, XIII.B, AND XIII.C, are unlawful for the multiple reasons set forth above, beginning with the lack of authority in the City code for any of them. Sound Transit asks that these conditions be stricken from all permits that the City has issued, and that the Hearing Examiner also confirm that Sound Transit is entitled to immediate issuance of the building and tree permits for which Sound Transit applied, so that construction of the MITI Project can proceed without further delay.

Dated this 9th day of March, 2021.

s/ Stephen G. Sheehy Stephen G. Sheehy, WSBA #13304 Managing Legal Counsel CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY 401 S. Jackson St. Seattle, WA 98104 Telephone: 206-398-5000 Email: <u>stephen.sheehy@soundtransit.org</u>

|| || ||

| || || ||

SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 19

FOSTER GARVEY PC 1111 Third Avenue, Suite 3000 Seattle, Washington 98101-3292 Phone (206) 447-4400 Fax (206) 447-9700

1	s/Patrick J. Schneider		
2	s/Steven J. Gillespie s/Michelle Rusk		
3	Patrick J. Schneider, WSBA #11957		
4	Steven J. Gillespie, WSBA #39538 Michelle Rusk, WSBA #52826		
	FOSTER GARVEY PC 1111 Third Avenue, Suite 3000		
5	Seattle, Washington 98101-3292 Email: <u>pat.schneider@foster.com</u>		
6	steve.gillespie@foster.com michelle.rusk@foster.com		
7	Telephone: (206) 447-4400 Facsimile: (206) 447-9700		
8	Attorneys for Petitioner Sound Transit		
9	Auorneys jor Teinioner Sound Transu		
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
23			
24			
26			
	SOUND TRANSIT'S PREHEARING BRIEF AND WITNESS LIST - 20Foster Garvey PC 1111 Third Avenue, Suite 3000 Seattle, Washington 98101-3292		

FG:54211668.12

PHONE (206) 447-4400 FAX (206) 447-9700

1	DECLARATION OF SERVICE		
2	I, Nikea Smedley, under penalty of perjury under the laws of the State of Washington,		
3	declare as follows:		
4	On the date indicated below, I caused SOUND TRANSIT'S PREHEARING BRIEF		
5	AND WITNESS LIST to be filed with the Hearing Examiner for the City of Mercer Island and		
6	served on the persons listed below in the manner indicated:		
7			
8	City of Mercer Island Hearing Examiner[] Via FacsimileJohn Galt[] Via Legal Messenger9611 SE 36 th Street[X] Via E-mail		
9	Mercer Island, WA 98040 [] Via US Mail, postage prepaid		
10	Telephone: (425) 259-3144 Email: jegalt755@gmail.com		
11	Kim Adams Pratt, WSBA No. 19798 [] Via Facsimile		
12	Eileen M. Keiffer, WSBA No. 51598[] Via Legal MessengerMadrona Law Group PLLC[X] Via E-mail		
13 14	14205 SE 36th Street [] Via US Mail, postage prepaid		
14	Suite 100, PMB 440 Bellevue, WA 98006		
16	Telephone: (425) 201-5111 Email: kim@madronalaw.com		
17	eileen@madronalaw.com		
18	OFFICE OF THE CITY ATTORNEY[] Via FacsimileCITY OF MERCER ISLAND[] Via Legal Messenger		
19	Bio Park, WSBA No. 36994[X] Via E-mailCity Attorney[] Via US Mail, postage prepaid		
20	9611 S.E. 36th Street Mercer Island, Washington 98040		
21	Email: bio.park@mercerisland.gov		
22	mary.swan@mercerisland.gov andrea.larson@mercergov.org		
23	Attorneys for Plaintiff City of Mercer Island,		
24	Washington		
25			
26			
	DECLARATION OF SERVICE - 1 FOSTER GARVEY PC 1111 THIRD AVENUE, SUITE 3000 SEATTLE, WASHINGTON 98101-3292 PHONE (206) 447-4400 FAX (206) 447-9700		

1 2 3 4 5	Adam Rosenberg, WSBA #39256 WILLIAMS, KASTNER & GIBBS, PLLC 601 Union Street, Suite 4100 Seattle, WA 98101 Telephone: (206) 628-6600 Fax: (206) 628-6611 Email: arosenberg@williamskastner.com	 [] Via Facsimile [] Via Legal Messenger [X] Via E-mail [] Via US Mail, postage prepaid
6	Attorneys for Plaintiff City of Mercer Island, Washington	
7	DATED this 9 th day of March, 2021 at S	eattle, Washington.
8		
9		s/Nikea Smedley
10		Nikea Smedley, Legal Practice Assistant
11		
12		
13		
14		
15		
16 17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
	DECLARATION OF SERVICE - 2	FOSTER GARVEY PC 1111 Third Avenue, Suite 3000 Seattle, Washington 98101-3292 Phone (206) 447-4400 Fax (206) 447-9700