



BOARD OF COMMISSIONERS MEETING AGENDA

Date: October 07, 2025

Time: 10:30 AM – 12:00 PM

Page

1. CALL TO ORDER

2. AGENDA REVIEW

3. CHAIRPERSON'S COMMENTS

4. COMMUNITY ADVISORY COMMITTEE REPORT

5. CONSENT / ACTION ITEMS

All matters listed on the Consent Agenda have been distributed to the Board, are considered routine and will be enacted by one motion with no separate discussion. If separate discussion is desired, that item may be removed from the Consent Agenda and placed on the regular agenda by a Board member.

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| a. Warrants for August 2025 | 1 |
| b. Minutes of November 19, 2024 | 2 |
| c. Minutes of September 02, 2025 | 8 |
| d. Resolution No. 25-66, Approve Appointment of New CAC Member | 17 |
| e. Resolution No. 25-67, Approve 4 th Quarter Procurements 2025 | 20 |

6. FULL DISCUSSION / ACTION ITEMS

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| a. Resolution No. 25-68, Approve C/O 4, KT 22-758 for CAD Project | 23 |
| b. Resolution No. 25-69, Approve Disposal of Surplus | 26 |

7. EXECUTIVE DIRECTOR ITEMS

8. STAFF RECOGNITION/PROGRESS REPORTS

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| a. Recognize Drivers of the Month for August 2025 (10:45 AM) | |
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| f. 2 nd Quarter Financial Reports 2025 | 38 |

9. PUBLIC COMMENTS

Please state your name for the record. You will have 3 minutes to address the Board.

10. FOR THE GOOD OF THE ORDER:

Transit Board members' comments.

11. ADJOURN:

Agendas and Board Packets are available online at www.kitsaptransit.com and available in large-print format upon request. If you will need accessibility accommodations for this public meeting, please contact the Clerk of the Board at (360) 478-6230 or via email at JacquelynB@kitsaptransit.com by noon on the Wednesday before the meeting.



MEMORANDUM

TO: The Kitsap Transit Board of Commissioners
DATE: October 7th, 2025
SUBJECT: Ratification of Cash and Registered Warrants

I, the undersigned, do hereby certify to the best of my knowledge, under penalty of perjury that the materials have been furnished, the services rendered, or the labor performed as described herein and that the claim is a just, due and unpaid obligation against Kitsap Transit, and that I am authorized to authenticate and certify to say claim.

Paul Shinnars, Finance Director

Warrants audited and certified by the auditing officer as required by RCW 42.24.080, and those expense reimbursement claims certified as required by RCW 42.24.090, have been recorded on a listing that has been made available to the Board of Commissioners.

As of this date October 7th, 2025, the Board, by a (unanimous/majority) vote, does approve the following warrants and payments for August 1st, 2025, through August 31st, 2025:

- Warrant numbers transit fund 173848 to 174344 of \$2,452,258
- Warrant numbers ferry fund 609474 to 609577 of \$2,789,633
- Payroll Account disbursements of \$3,645,579
- ACH clearing account payments of \$29,888
- Travel Account Disbursements of \$12,192
- Purchasing Card Disbursements of \$41,234

ADOPTED by the Board of Commissioners of Kitsap Transit at a regular meeting thereof, held on the 7th day of October 2025.

Rob Putaansuu, Chairperson

ATTEST:

Jackie Bidon, Clerk of Board

KITSAP TRANSIT BOARD OF COMMISSIONERS MEETING MINUTES OF November 19, 2024

Board of Commissioners Present:

Driskell, Robert, Teamsters Local No. 589, *non-voting member*
Erickson, Becky, Mayor, City of Poulsbo
Garrido, Charlotte, Kitsap County Commissioner - *Absent*
Mockler, Anna, Councilmember, City of Bremerton
Putansuu, Robert, Mayor, City of Port Orchard – **Vice Chair**
Rolfes, Christine, Kitsap County Commissioner
Moriwaki, Clarence, Councilmember, City of Bainbridge Island
Stern, Ed, Councilmember, City of Poulsbo
Walters, Katie, Kitsap County Commissioner - *Virtual*
Wheeler, Greg, Mayor, City of Bremerton, **Chair**

Staff Present:

Sanjay Bhatt, Marketing & Public Information Director; Jackie Bidon, Clerk of the Board, Public Records Officer; Michael Bozarth, Operations Director; John Clauson, Executive Director; Bill Rich, Maintenance Manager; Steffani Lillie, Service and Capital Development Director; Charlotte Sampson, Executive Assistant/Deputy Clerk of the Board; Paul Shinnors, Finance Director

Also Present: David Weibel, Legal Counsel; Dylan Doty, KT Lobbyist

Select the video Zoom address below or copy and paste into your browser address field to hear the Kitsap Transit Board of Commissioners discussion of a specific topic, or the complete meeting. Note the video time stamp beside the topic.

https://kitsaptransit.zoom.us/rec/share/g9UR6nPRsCAu7f62PYslzM0RwgbkGn_TAH2PtIXbiINzizDY50qf_y2u3KRLhmsj.jidO7RDzBdWVjhoN?startTime=1732032848000 Passcode: 0cNK#F=*

1. CALL TO ORDER: Mayor Wheeler called the meeting of the Kitsap Transit Board of Commissioners to order at 8:31 AM.

2. AGENDA REVIEW

Upon review by the Board, the agenda remained unchanged.

3. CHAIRPERSON'S COMMENTS

0:01:50, Mayor Wheeler stated that this is the last mid-month meeting of the year, Board members had agreed on no second meeting in December.

4. FULL DISCUSSION / ACTION ITEMS

- a. Resolution No. 24-71, Approval Free Fares for Sunday Service Extension

0:02:28, Executive Director Clauson shared that the Board had authorized Kitsap Transit to provide free transit on Sundays to help passengers get familiar with and use the service. He stated that they extended the free service through the end of 2024 with the expectation Sunday service would start in Port Orchard, and it has. Kitsap Transit is planning to implement Sunday service on Bainbridge Island and would like the Board's approval to continue free Sunday service through 2025.

Discussion:

0:04:13, Board discussion included what the exact date Sunday service would start on Bainbridge Island and the proposed route.

0:04:27, Executive Director Clauson stated there is not an exact start date for the service. He added that Kitsap Transit is timing the start date around the bid cycles, but anticipates spring of 2025.

0:05:03, Executive Director Clauson stated that the route will include the BI Ride and the spine services connecting to the ferries.

0:05:27, **Councilmember Moriwaki moved and Commissioner Rolfes seconded the motion to adopt Resolution No. 24-71, authorizing staff to offer free fares for Sunday services county-wide from January 1, 2025, through December 31, 2025.**

Motion passed unanimously.

- b. Presentation –
 - Update for 2025 Budget

0:06:12, Executive Director Clauson shared that the initiative on the ballot to rescind the Climate Commitment Act (CCA) failed and presented a revised budget to reflect the outcome of the recent election. He explained that the revised budget includes some of the previously paused Capital items, additional staffing positions for Maintenance, IT and a Courier position. Staff is asking to continue with the reserves but not to use them at this point. He stated that the Transit Budget has the potential for a deficit by 2030, where they may fall below the minimum reserves established by policy. He added that staff believes there is time to make sure that doesn't happen.

0:09:56, Paul Shinnors, Finance Director, briefed the Board on the revised 2025 Budget that included the Climate Commitment Act (CCA) funding. He outlined high-level changes, including the addition of \$21 million cumulatively in the Transit budget, which increased the local fund for the Capital program to just under \$40 million. The total local funding commitment is \$60.9 million, with a total budget of approximately \$148 million. He shared that some projects have been suspended until funding becomes more certain.

Discussion:

0:15:40, Board discussion included questions about prioritized projects, electric bus purchases, offsetting the cost of diesel, training facility and where training is taking place now, carbon footprint tracking, eliminating shuttle service from Gateway Park and Ride to Charleston Base, adding more shelters at bus stops, 2026 World Cup, waiving fares for World Cup, and Visa card use for fares.

0:26:36, Executive Director Clauson shared that, from the staff perspective on the issue of eliminating the shuttle for employees, it would increase the challenges they are going to face. He stated that they had to figure out a way to mitigate this the best way possible; they couldn't ask the employees to park off site, then tell them to walk or take a bus. The challenge is parking for employees and buses; with charging infrastructure construction to support the battery buses, it's going to impact the bus yard as well. The shuttle service is the best possible solution.

0:28:38, Executive Director Clauson addressed the lack of shelters at the bus stops, stating that it has become more complicated with the permit process and FTA requiring environmental assessments when choosing shelter locations. Another issue that this budget is facing is that Kitsap Transit is required to perform an ADA assessment, identifying the challenges in the area for sidewalks, intersections, bus stops, and shelters.

0:31:01, Mr. Shinnars spoke to the ORCA system and the use of Visa cards for fares and the World Cup. ORCA is talking about open systems, now, and has been at phase two of that implementation as well as the free fare.

c. Report from Kitsap Transit Lobbyist

0:33:21, Kitsap Transit Lobbyist Dylan Doty shared a recap of the November 2024 election results and implications for the state's political landscape. Mr. Doty spoke to increased discussions on road usage charge and retail delivery fee. He mentioned the potential for significant turnover in the Senate Ways and Means Committee and the possibility for a significant budget shortfall. He outlined the legislative agenda, focusing on preserving and maintaining current investments, supporting electric ferry technology and ensuring adequate service. Mr. Doty mentioned the potential for bonding and the need for a generic legislative agenda due to the uncertain budget situation.

0:42:29, Mr. Doty gave a recap of the previous year sharing that they passed transit-sponsored legislation to make a prospective exemption on Worker/Driver operators' eligibility for PERS. They succeeded in getting \$4 million dollars for the hydrofoil from the Climate Commitment Act (CCA), an additional \$5 million to backfill the State ferry route, an additional \$1.4 million for inductive charging, received a number of investments from Representative Nance and others, and studies with Western Washington and the economic impact study of State ferries. He shared that in the coming year, with the budget background and all the new faces, they are likely looking at a generic legislation agenda. Coming in the new year is the biannual request for toll credit authorization in the transportation budget in the amount of \$5 million.

0:44:25, Mr. Doty spoke to the question he receives from legislators each year: Why is this a proviso and not “baked” into RCW? He shared that the general reason for that is that it is easier to change the number in a proviso than it is in an RCW. A benefit of a proviso is flexibility, but there is a risk of it not getting in.

d. Discussion – 2025 Kitsap Transit Legislative Agenda

0:45:02, Mr. Doty stated that the WSTA Legislative Priorities List is somewhat generic, but it maintains flexibility for transit. It allows agencies to preserve, maintain and protect, maintaining everything that has been allocated, held in escrow and funded with mobility grants.

0:48:15, Councilmember Mockler asked how far in advance of the session does the legislative agenda need to be submitted?

0:48:21, Mr. Doty replied that they have the agenda finalized as early as November; for Kitsap Transit it could be December or January if there is no piece of legislature being sought.

0:49:08, Mayor Erickson stated that she would like to “bake in” the toll credit and somehow put a cost inflator in the legislation. She asked how the retail delivery fee revenue will be allocated.

0:50:25, Mr. Doty agreed with Mayor Erickson on the toll credit discussion. He stated that the allocation of the retail delivery fee is challenging and prompted a bigger discussion on weight fees. No decision has been confirmed.

0:51:27, Councilmember Stern asked if there is an opportunity to get better assistance for the fast ferries from the State?

0:51:47, Executive Director Clauson shared that Kitsap Transit approached this from a cost control position. Kitsap Transit made sure they weren’t losing money with the supplemental service to help WSF. They also did not approach it as a money-making opportunity.

0:53:49, Commissioner Rolfes stated that she wants to push back on the idea of putting the toll credits in statute. It needs one vote to get it on the transportation budget.

0:55:12, Commissioner Rolfes shared that she had not heard about the bond vote. She recommends that they have some projects ready in case they are going to do any new projects in the budget.

0:56:30, Commissioner Rolfes stated that if environmental studies are needed for ferries, they would want to ask for a proviso. Since CCA has funding, there may be some available for environmental studies.

1:00:41, Mr. Doty will develop a draft legislative agenda with flexibility, bringing it to the Board at the December meeting for review.

1:05:32, Commissioner Rolfes asked if they could ask for a proviso in the transportation budget for EV Charging stations at park and rides and at the Kitsap Transit Harborside building. If the funds are earmarked, there will be no need to go out for competitive grants.

1:07:26, Mr. Doty shared that he would explore funding opportunities via the CCA funding dollars.

e. Discussion – Representation for Regional Fare Forum

1:10:12, Executive Director Clauson discussed the upcoming Regional Fare Forum, emphasizing the need for representation and the potential for multiple representatives.

1:12:36, The Board agreed that Mayor Putaansuu will represent Kitsap Transit and Commissioner Rolfes will serve as the alternate representative at the Regional Fare Forum. Mayor Erickson asked to be copied for the PSRC.

f. Discussion – Acquisition of Gillig Fuel Cell Buses

1:13:30, Executive Director Clauson stated that Gillig is moving forward with the development of a hydrogen fuel cell vehicle. Gillig is looking for commitments for a hydrogen fuel cell bus in 2026 and asked Kitsap Transit to be one of the first agencies to commit. Clauson highlighted the need for a hydrogen source and the potential benefits of fuel cell technology. He encouraged the Board to consider these options and promised to share more information as it becomes available.

g. Discussion – 2025 Goals

1:18:59, Executive Director Clauson shared a summary of goals for the coming year. He emphasized the importance of increasing ridership, proposing a 5% - 10% increase in ridership and a goal of hiring 20 more operators to support the level of service provided. Other goals include begin construction on the park and ride at Ruby Creek Park and start construction of the electric ferry. He expressed concern about federally funded projects and the need to commit these funds as soon as possible. Executive Director Clauson discussed the challenges with the automatic passenger counting system and the implementation of a new payroll software system, with the goal to have both systems operating and certified.

1:22:27, Board discussion included increasing ridership, the need to determine the typical density of downtown Bremerton and other district centers to establish a more appropriate distance for public transit stops, APC/AVL/AVA software operating with data presented to the Board, develop methodology to adjust walking distance based on density, employing a data analyst, and field trips to the Seattle POF terminal and to a haul-out for vessels.

5. EXECUTIVE DIRECTOR ITEMS

1:35:55, Executive Director Clauson discussed the time change for the first Board meeting of the month and if the Board would like to apply the time change to the second meeting of the month. The Board decided that the second Board meeting will remain the same, beginning at 8:30 AM.

1:36:30, Executive Director Clauson announced that Mr. Robert Driskell has agreed to be the non-voting Board member for the next two years, representing the Teamsters Union.

6. PUBLIC COMMENTS

1:37:05, Stephanie Harris-Uyidi of Kingston asked if there has been any discussion regarding transportation and the influx of visitors to the region during the 2026 World Cup.

1:37:55, Mayor Wheeler responded that the Chambers of Commerce have had a preliminary meeting, and this will be a priority in the coming year. Stephanie was encouraged to contact Commissioner Walters for further updates.

7. FOR THE GOOD OF THE ORDER:

1:41:09, Mayor Putaansuu announced that they have secured the funds to replace a culvert connecting the Ruby Creek Park and Ride to the multimodal improvements along the corridor.

8. ADJOURN: At 10:12 AM, Mayor Wheeler adjourned the regular meeting.

ADOPTED by the Board of Commissioners of Kitsap Transit at a regular meeting thereof, held on the 7th day of October, 2025.

Attest:

Rob Putaansuu, Chairperson

Jackie Bidon, Clerk of the Board

KITSAP TRANSIT BOARD OF COMMISSIONERS MEETING MINUTES OF September 02, 2025

Board of Commissioners Present:

Driskell, Robert, Teamsters Local No. 589, *non-voting member*
Erickson, Becky, Mayor, City of Poulsbo
Mockler, Anna, Councilmember, City of Bremerton
Moriwaki, Clarence, Councilmember, City of Bainbridge Island
Putansuu, Robert, Mayor, City of Port Orchard, **Chair**
Rolfes, Christine, Kitsap County Commissioner
Root, Oran, Kitsap County Commissioner
Rosapepe, Jay, Councilmember, City of Port Orchard
Walters, Katie, Kitsap County Commissioner, **Vice Chair**
Wheeler, Greg, Mayor, City of Bremerton

Staff Present:

Sanjay Bhatt, Marketing & Public Information Director; Jackie Bidon, Clerk of the Board, Public Records Officer; Michael Bozarth, Operations Director; John Clauson, Executive Director; Dennis Griffey, Vehicle and Facilities Maintenance Director; Ellen Gustafson, Acting Marine Services Director; Steffani Lillie, Service and Capital Development Director; Mary Pauly, Human Resources Director; Charlotte Sampson, Executive Assistant/Deputy Clerk of the Board; Paul Shinnors, Finance Director

Also Present: David Weibel, Legal Counsel - *Virtual*

Select the video BKAT address below or copy and paste into your browser address field to hear the Kitsap Transit Board of Commissioners discussion of a specific topic, or the complete meeting. Note the video time stamp beside the topic.

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1. CALL TO ORDER: Mayor Putansuu called the meeting of the Kitsap Transit Board of Commissioners to order at 10:30 AM.

2. AGENDA REVIEW

Upon review by the Board, the agenda remained unchanged.

3. CHAIRPERSON'S COMMENTS

0:00:40, Mayor Putansuu welcomed everyone back.

4. COMMUNITY ADVISORY COMMITTEE REPORT

0:00:48, Executive Director Clauson reported that in the July the Community Advisory Committee (CAC) engaged in discussions regarding crowding on route 185, serving Harper Park and Ride and the ferry in Southworth where daily ridership is close to one thousand (1,000) passengers. Members discussed results of the intracounty ferry survey, results of negotiations with Washington State Ferries (WSF) for continued funding of the midday service, and preparations being made for the 2026 World Cup.

0:02:50, Executive Director Clauson reported that during the August Community Advisory Committee (CAC) meeting, member discussion included challenges on the 3:55 PM arrival at Southworth. WSF has implemented the three-boat schedule for the Vashon, Southworth, West Seattle run, creating delays because WSF is running behind. Kitsap Transit ferries hold up at Southworth waiting to be able to dock and it has become a challenge. CAC members discussed the Seattle Times article regarding Federal Boat Discretionary Funding, allocated through Washington State. CAC members were asked to share any goals they believe Kitsap Transit should set for 2026. The 2026 Goals suggested were: improve the Kitsap Transit website to be more mobile friendly and streamlining the embarking process by collecting fares ahead of boarding. CAC members voted to approve Marsha Cutting of Bainbridge Island as a new member of the CAC, pending Board approval.

0:05:27, Mayor Putaansuu asked how the Southworth ridership numbers compare to the other two services, Bremerton and Kingston.

0:05:44, Executive Director Clauson stated that it has a lot to do with how many sailings; the further away the route, the fewer sailings. The Bremerton to Seattle is at 2,300 passengers a day, with Kingston having the least number of passengers. Clauson shared that he would need to look at the numbers and come back with an accurate total of passengers per route.

5. CONSENT / ACTION ITEM:

- a. Warrants for June 2025
 - Warrant numbers transit fund 1723145 to 1723502 of \$2,839,427
 - Warrant numbers ferry fund 609275 to 609344 of \$2,317,520
 - Payroll Account disbursements of \$3,949,164
 - ACH clearing account payments of \$75,923
 - Travel Account Disbursements of \$6,213
 - Purchasing Card Disbursements of \$71,719
- b. Warrants for July 2025
 - Warrant numbers transit fund 173503 to 173847 of \$5,313,867
 - Warrant numbers ferry fund 609345 to 609473 of \$4,182,600
 - Payroll Account disbursements of \$3,655,032
 - ACH clearing account payments of \$49,253
 - Travel Account Disbursements of \$3,378
 - Purchasing Card Disbursements of \$54,155

- c. Minutes of September 17, 2024
- d. Minutes of October 15, 2024
- e. Minutes of June 17, 2025
- f. Minutes of July 1, 2025
- g. Minutes of July 15, 2025
- h. Resolution No. 25-56, Award General Legal Counsel Contract
- i. Resolution No. 25-57, Acknowledging Approved C/O 5, RP1 KT 25-957
- j. Resolution No. 25-58, Award KT 25-986 Bremerton Sewage & Fresh Water Piping Renewal
- k. Resolution No. 25-59, Award KT 25-984 Supplemental Taxi Service

0:06:30, **Commissioner Walters moved and Councilmember Moriwaki seconded the motion to approve the Consent Agenda.**

Motion passed unanimously.

Discussion:

None.

6. EXECUTIVE SESSION

Potential Litigation and Labor RCW 42.30.110(1)(i)

0:06:52, Mayor Putaansuu announced that the Kitsap Transit Board of Commissioners would convene in Executive Session for a duration of 15 minutes to discuss potential litigation and labor, in accordance with RCW 42.30.110(1)(i). He noted that the Board will take further action following the Executive Session. Mayor Putaansuu stated that the Board would now adjourn to a separate Executive Session.

0:08:10, At 10:55 AM, Mayor Putaansuu announced that the Executive Session had adjourned.

7. FULL DISCUSSION / ACTION ITEMS

- a. Resolution No. 25-60, Approve Worker/Driver CBA Contract

0:18:52, Executive Director Clauson recognized the efforts of Robert Driskell, Mary Pauly, and Michael Bozarth for successfully negotiating the Worker/Driver Contract. He shared that the agreement is close to the other collective bargaining agreements at Kitsap Transit.

Councilmember Moriwaki moved and Councilmember Mockler seconded the motion to adopt Resolution No. 25-60, approving the Teamsters Local 589, Collective Bargaining Agreement for Worker/Driver Services, effective May 16, 2025.

Discussion:

0:22:34, Councilmember Mockler asked if the contract included Worker/Driver routes within Bremerton and if the contract precludes that. She shared that constituents have stated they are unable to access Worker/Driver vans if they originate in Bremerton.

0:22:51, Executive Director Clauson confirmed that it applies to all routes and does not preclude Bremerton-based routes.

Motion passed unanimously.

- b. Resolution No. 25-61, Award KT 25-988, Solano USCG Inspection & Repairs

0:23:42, Executive Director Clauson shared that the vessels are required to be dry docked every two years for Coast Guard inspection. He stated that any necessary repairs or improvements needing to be made are done at this time.

Councilmember Moriwaki moved and Commissioner Walters seconded the motion to adopt Resolution No. 25-61, authorizing staff to award KT 25-988 to Nichols Brothers Boat Builders for M/V Solano USCG Inspection and Repairs Project in the amount of seven hundred seventy-six thousand, five hundred eighty-nine dollars (\$776,589).

Discussion:

None.

Motion passed unanimously.

- c. Resolution No. 25-62, Approve Travel and Meals Policy

0:26:03, Executive Director Clauson explained that Kitsap Transit has been operating under this policy for years but in a recent audit, it was brought to staff's attention that the policy needs to have Board approval.

Councilmember Moriwaki moved and Councilmember Rosapepe seconded the motion to adopt Resolution No. 25-62, authorizing Kitsap Transit's Travel and Meals Policy as incorporated and referenced herein as Exhibit A.

Discussion:

None.

Motion passed unanimously.

d. Resolution No. 25-63, Johnson Park & Ride, Potential Condemnation

0:28:57, Service and Capital Development Director Steffani Lillie shared that this resolution is approval to move into the next phase of property acquisition for the parcel at Johnson Road for a potential park and ride location. This will allow staff to enter negotiations, mediations, and potential condemnation with the property owner.

Mayor Erickson moved and Councilmember Rosapepe seconded the motion to adopt Resolution No. 25-63, authorizing staff, with assistance of outside legal counsel, Nossaman LLP, to negotiate terms for the acquisition of the Parcel and/or bring proceedings in the manner provided for by law.

Discussion:

0:30:12, Executive Director Clauson shared that the owner of the property had been represented in the past by Kitsap Transit's former attorney, Ron Templeton. Due to potential conflict of interest, Kitsap Transit has retained outside attorneys to represent them in this matter. Attorney David Weibel of Kitsap Law Group will not be handling this case.

Motion passed unanimously.

e. Resolution No. 25-64, Approve C/O 1, KT 25-949 Janitorial Hours BTC

0:31:30, Executive Director Clauson stated that staff went out to bid for janitorial services at the Bremerton Transportation Center, which is jointly funded between Kitsap Transit and Washington State Ferries (WSF). The expectation was that 66 hours per week would be sufficient, but with the increased traffic through the terminal, 81 hours per week is required to maintain cleanliness within the terminal. Increasing the hours increases the cost of service and exceeds the Executive Director's authority.

Discussion:

0:32:59, Board discussion included inquires as to the State's portion of service hours provided, how many people are cleaning, and was this realized by customer feedback, employees, or the service staff.

0:33:19, Executive Director Clauson shared that he would forward information on the State's portion of service hours to the Board. He added that Kitsap Transit and Washington State Ferries (WSF) are in negotiations regarding the joint management of these operations, and that WSF has been contributing towards this.

0:34:31, Executive Director Clauson stated that he doesn't know how many individuals are cleaning the terminal. He shared that the increased service was realized by a combination of the service

provided not keeping up with the cleaning and staff monitoring to make sure services are done properly.

Mayor Wheeler moved and Mayor Erickson seconded the motion to adopt Resolution No. 25-64, authorizing staff to increase janitorial hours at the Bremerton Transportation Center from sixty-six (66) hours per week to eighty-one (81) hours per week, with an annual increased expenditure of sixty-one thousand sixty-nine dollars (\$61,069).

0:35:15, Point of Discussion was called by Commissioner Rolfes. She requested, in 2026, that this be bookmarked in 2026, to reassess the need for increased service hours when state funding for passenger-only ferry service ends and foot traffic is expected to decrease.

Motion passed unanimously.

- f. Resolution No. 25-52, Approve Changes to Procurement Policy

0:37:01, Finance Director Paul Shinnors provided clarification on contract award thresholds for delegated authority.

Councilmember Moriwaki moved and Commissioner Rolfes seconded the motion to adopt Resolution No. 25-52, authorizing Kitsap Transit's Procurement Policy as provided within this resolution and incorporated within the redline changes of Exhibit A.

Discussion:

Motion passed unanimously.

- g. Resolution No. 25-65, Approve Electronic Funds Transfer Policy

0:42:17, Finance Director Paul Shinnors explained that this resolution formalizes the Board authority for controls and procedures regarding the Electronic Funds Policy.

Commissioner Root moved and Councilmember Moriwaki seconded the motion to adopt Resolution No. 25-65, authorizing Kitsap Transit's Electronic Funds Transfer Policy as incorporated and referenced herein as Exhibit A.

Discussion:

None.

Motion passed unanimously.

8. EXECUTIVE DIRECTOR ITEMS

0:44:10, Executive Director Clauson gave the Board an opportunity to share their ideas for Kitsap Transit's 2026 Goals. He asked the Board to contact himself or Jackie with any ideas or thoughts.

0:45:10, Executive Director Clauson reminded the Board that the Week Without Driving begins September 29, 2025. Kitsap Transit has created a trip plan for Board members, to arrive at the Olympic College Bremerton Campus using transit. Week Without Driving is September 29 to October 05, 2025.

0:47:06, Executive Director Clauson shared a scheduled site visit for October 29, 2025, to tour a transit system in Illinois that uses fuel cell buses and hydrogen electrolysis. He requested the Board contact him directly if they wish to attend.

0:48:39, Executive Director Clauson provided an update on ferry funding, noting that Kitsap Transit would receive \$3 million of the \$4 million allocated by Washington State Ferries, which would allow for continued Monday-Friday service but not Saturday service after the summer season. Saturday service will stop at the end of September and begin again on May 2, 2026.

9. STAFF RECOGNITION / PROGRESS REPORTS

a. Marine Services Significant Safety Award Presentation

0:13:50, Executive Director Clauson shared that crew members from the Admiral Pete and Waterman vessels were heroic in rescuing a man who fell overboard in the Sinclair Inlet. He read aloud a summary of the incident and actions crew members took to save this man. Executive Director Clauson presented Captain Brian Wood, Captain John Stark, Deckhand Tamija Tillis, Deckhand Nikolas Vucetic, and Deckhand Lisa Lewis with a Significant Safety Award. He added that their exemplary teamwork and dedication to safety reflect the highest standards of seamanship and responsibility.

b. Recognize Drivers of the Month for June 2025 (10:45 AM)

0:08:26, Jeff Vinecourt, ACCESS Manager, recognized the ACCESS Driver of the Month for June 2025, Melissa Meckers.

0:10:48, Thomas Gilbert, Routed Manager, recognized the Routed Driver of the Month for June 2025, Avery Olkonen.

0:12:23, Cyndi Griffey, Worker/Driver Manager, recognized the Worker/Driver of the Month for June 2025, Michael Babcock.

c. Recognize Drivers of the Month for July 2025 (10:45 AM)

0:08:26, Jeff Vinecourt, ACCESS Manager, recognized the ACCESS Driver of the Month for July 2025, Mario Hernandez.

0:11:31, Thomas Gilbert, Routed Manager, recognized the Routed Driver of the Month for July 2025, Helen Henry.

0:12:56, Cyndi Griffey, Worker/Driver Manager, recognized the Worker/Driver of the Month for July 2025, Daniel Trout.

- d. September 2025 Report from KT Lobbyist
- e. Draft Financial Reports through July 2025
- f. Capital Work in Progress July 2025
- g. Fuel Costs Report through the end of August 2025
- h. 2025 Goals Progress Report 2nd Quarter
- i. System Performance Report 2nd Quarter 2025

10. PUBLIC COMMENTS

None at this time.

11. FOR THE GOOD OF THE ORDER:

0:53:36, Mayor Wheeler thanked Kitsap Transit and Washington State Department of Ferries for appropriating funds to keep the fast ferries going.

0:54:10, Commissioner Walters shared that this past weekend, the Greater Kitsap Chamber ran a pop-up ferry event between Silverdale and Bremerton with close to 1,500 riders. There were a lot of positive comments and people loved it.

0:55:20, Mayor Erickson inquired as to the status of the tap to pay with the ORCA card.

0:55:30, Executive Director Clauson responded that they are working on upgrading the system, and the plan is, that, by the first part of next year, an open payment method will be available.

0:56:16, Councilmember Rosapepe shared that he attended the Roadeo at South Kitsap High School and requested an update on how the Kitsap Transit drivers finished.

0:56:30, Executive Director Clauson stated that three operators placed first in the Roadeo. Routed Operator Val Quill, ACCESS Operator Damien Sabato, and Routed Operator Lexi Shipp all placed first. He added that the State Roadeo competition recently took place. Each Kitsap Transit competitor that places at least third in a competition will go to compete in the Nationals. Val placed third in the 35-foot category and the Maintenance Team placed third; they will be competing in the National competition.

0:58:34, Councilmember Rosapepe commented on the book Kitsap Transit gave the Board, "When Driving Is Not An Option". He stated that it was very insightful reading, especially since they make decisions for non-drivers. He recommends that the City Councils get a copy of it.

0:59:09, Councilmember Mockler questioned if an analysis has been done to find out why the on-demand numbers have fallen substantially and continue to fall since the second quarter of 2019.

0:59:53, Executive Director Clauson stated that he is not aware of an analysis but will look into this to determine where it is occurring.

12. ADJOURN: At 11:50 AM, Mayor Putaansuu adjourned the regular meeting.

ADOPTED by the Board of Commissioners of Kitsap Transit at a regular meeting thereof, held on the 7th day of October, 2025.

Attest:

Rob Putaansuu, Chairperson

Jackie Bidon, Clerk of the Board



Board of Commissioners Agenda Summary

Meeting Date: 10/07/2025

AGENDA ITEM: Resolution No. 25-66, Appointment of New CAC Member

SUBMITTED BY: John Clauson

TITLE: Executive Director

DEPARTMENT: Executive

EXHIBITS/ATTACHMENTS: Resolution No. 25-66

BUDGETARY IMPACT *(if applicable)*

BUDGETED AMOUNT:

EXPENDITURE REQUIRED:

FUNDING SOURCE:

REVIEWED BY: Executive Director

REVIEWED DATE: 09/29/2025

SUMMARY STATEMENT:

Resolution appointing a new member to the Kitsap Transit Community Advisory Committee (CAC) who has been invited to meetings as a result of a completed CAC Membership Application and recommendation by employer agency, has attended meetings regularly, and who has expressed interest in serving on the Committee.

RECOMMENDED ACTION/MOTION:

MOTION: Move to adopt Resolution No. 25-66, appointing a new member on Kitsap Transit's Community Advisory Committee for a two-year term, from October, 2025 through September, 2027: Marsha Cutting, Bainbridge Island.

RESOLUTION NO. 25-66

A RESOLUTION OF KITSAP TRANSIT BOARD OF COMMISSIONERS APPOINTING A NEW MEMBER TO THE COMMUNITY ADVISORY COMMITTEE

WHEREAS, by Resolution 91-91, the Board of Commissioners of Kitsap Transit authorized the Community Advisory Committee to determine the makeup of its committee to ensure regular participation by representative groups of Kitsap residents; and

WHEREAS, prior members have resigned, creating vacancies on the committee; and

WHEREAS, the existing members reviewed the current makeup and agreed on expanding the membership categories to include geographic, service, and organizational representation, which was then reviewed and accepted by the Board; and

WHEREAS, applications were solicited from the general public and key agencies for qualified applicants to the committee and reviewed and evaluated by staff; and

WHEREAS, the following applicant was approved and invited to attend committee meetings on a trial basis, Marsha Cutting of Bainbridge Island; and

WHEREAS, the Community Advisory Committee recognizes the interest the applicant has taken in the committee through attendance and participation; and

WHEREAS, the Community Advisory Committee voted to recommend the aforementioned for a two-year term membership, representing the group/area noted.

NOW THEREFORE, BE IT RESOLVED the Board of Commissioners hereby appoints the following new member on Kitsap Transit's Community Advisory Committee for a two-year term, from October, 2025 through September, 2027: Marsha Cutting, Bainbridge Island.

ADOPTED by the Kitsap Transit Board of Commissioners at a regular meeting held on the 7th day of October, 2025.

Rob Putaansuu, Chairperson

ATTEST:

Jackie Bidon, Clerk of the Board

DRAFT



Board of Commissioners Agenda Summary

Meeting Date: 10/07/2025

AGENDA ITEM: Resolution No. 25-67, Approve 4th Quarter Procurement

SUBMITTED BY: Paul Shinnors

TITLE: Director

DEPARTMENT: Finance

EXHIBITS/ATTACHMENTS: Resolution No. 25-67

BUDGETARY IMPACT *(if applicable)*

BUDGETED AMOUNT:

EXPENDITURE REQUIRED:

FUNDING SOURCE: Other

REVIEWED BY: Executive Director

REVIEWED DATE: 09/29/2025

SUMMARY STATEMENT:

In an effort to streamline and expedite the procurement process, staff consolidate a list of Capital projects, assets and services for the Board of Commissioners to authorize staff to begin the process of advertising and competitively bidding select projects each calendar quarter. All projects included on the list are in the approved Capital and/or Operations Budget for 2025. The awards for these projects will be brought forth to the Kitsap Transit Board of Commissioners for final approval, in accordance with the procurement policy and procedures.

RECOMMENDED ACTION/MOTION:

MOTION: Move to Adopt Resolution No. 25-67, authorizing Kitsap Transit Staff to go to bid for the items listed in the Fourth Quarter Procurement List.

RESOLUTION NO. 25-67

A RESOLUTION OF KITSAP TRANSIT BOARD OF COMMISSIONERS
AUTHORIZING STAFF TO ADVERTISE AND SEEK BIDS FOR PROJECTS AND
PROCUREMENTS DURING THE FOURTH QUARTER OF 2025

WHEREAS, in an effort to streamline and expedite the procurement process, staff consolidate a list of capital projects, assets and services for the Board of Commissioners authorizing staff to begin the process of advertising and competitively bidding select projects each calendar quarter; and

WHEREAS, all procurements presented in this resolution are included with in the 2025 Operating or Capital Budget as approved by the Board through Resolution 24-77; and

WHEREAS, for the third quarter of 2025, staff is requesting permission to advertise and seek bids for the following procurements:

- HD Maintenance Facility Construction
- HD Maintenance Facility Construction Management

WHEREAS, bonding requirements for each Capital project is one hundred percent (100%) unless staff otherwise reviews and requests alternate bonding levels with the Board of Commissioners; and

WHEREAS, upon completion of each procurement, staff will subsequently ask the Board of Commissioners for their final review and approval of contract award in accordance with the procurement policy and procedures.

NOW, THEREFORE, BE IT RESOLVED the Board of Commissioners hereby authorizes staff to advertise and seek bids for Capital projects, assets and services as presented.

ADOPTED by the Board of Commissioners of Kitsap Transit at a regular meeting held on the 7th day of October 2025.

Robert Putaansuu, Chairperson

ATTEST:

Jackie Bidon, Clerk of the Board

DRAFT



Board of Commissioners Agenda Summary

Meeting Date: 10/07/2025

AGENDA ITEM: Resolution No. 25-68, Approve Change Order 4 KT 22-758

SUBMITTED BY: Steffani Lillie

TITLE: Director

DEPARTMENT: Service & Capital Development

EXHIBITS/ATTACHMENTS: Resolution No. 25-68

BUDGETARY IMPACT *(if applicable)*

BUDGETED AMOUNT: \$ 7,769,683.00

EXPENDITURE REQUIRED: \$ 94,840.00

FUNDING SOURCE: Capital

REVIEWED BY: Executive Director

REVIEWED DATE: 09/29/2025

SUMMARY STATEMENT:

Resolution asking the Board to authorize Change Order 4 to contract KT 22-728 with Arcadis to provide continued implementation support and oversight for the CAD/AVL, APC, AVA and RTPI systems replacement project through acceptance testing and project closeout.

RECOMMENDED ACTION/MOTION:

MOTION: Move to adopt Resolution No. 25-68, authorizing staff to approve contract KT 22-728 Change Order 4, in the amount of ninety-four thousand eight hundred forty dollars (\$94,840), reauthorizing the Executive Director's authority in accordance with Kitsap Transit's Procurement Policy.

RESOLUTION NO. 25-68

A RESOLUTION OF KITSAP TRANSIT BOARD OF COMMISSIONERS
APPROVING CHANGE ORDER 4 FOR CONTRACT KT 22-758 NEEDS
ASSESSMENT, SCOPE OF WORK (SOW) AND IMPLEMENTATION SUPPORT

WHEREAS, at its regular meeting on February 7, 2023, the Board approved Resolution 23-12, authorizing staff to exercise an optional task on implementation support to the Arcadis for oversight on the Computer Aided Dispatch/Automated Vehicle Location (CAD/AVL), Automatic Passenger Counting (APC), Automated Voice Announcements (AVA), Real Time Passenger (RTPI) systems replacement project; and

WHEREAS, the project is underway and nearing completion, but has experienced schedule delays during implementation due to the highly technical nature of system development and integration, which has extended the timeline for completion; and

WHEREAS, as a result of these impacts, the project remains in System Acceptance Testing; and

WHEREAS, Arcadis' contract funds are nearing exhaustion prior to completion of testing or subsequent key milestones, with project closeout now anticipated in late 2025; and

WHEREAS, staff has completed a cost analysis and considers Arcadis' cost proposal to be fair and reasonable in the amount of ninety-four thousand eight hundred forty dollars (\$94,840); and

WHEREAS, additional authorization will ensure continued support for System Acceptance Testing, burn-in testing, final acceptance, and all related tasks required for the ferry take-home program, including design review, testing support, and resolution of unforeseen issues; and

WHEREAS, successful completion of acceptance testing is essential to ensure the reliability of real-time passenger information and the efficiency of transit operations; and

WHEREAS, retaining Arcadis' technical expertise and continuity of oversight minimizes project risk, protects the agency's investment, and ensures proper coordination among system vendors and stakeholders.

NOW THEREFORE, BE IT RESOLVED the Kitsap Transit Board of Commissioners hereby authorizes the approval of Change Order 4 for contract KT 22-758, Needs Assessment Scope of Work (SOW) and Implement Support in the amount of ninety-four thousand eight hundred forty dollars (\$94,840), reauthorizing the Executive Director's authority in accordance with Kitsap Transit's Procurement Policy.

ADOPTED by the Kitsap Transit Board of Commissioners at a regular meeting held on the 7th day of October 2025.

Rob Putaansuu, Chairperson

ATTEST:

Jackie Bidon, Clerk of the Board



Board of Commissioners Agenda Summary

Meeting Date: 10/07/2025

AGENDA ITEM: Resolution No. 25-69, Approve Disposal of Surplus

SUBMITTED BY: Dennis Griffey

TITLE: Director

DEPARTMENT: Maintenance

EXHIBITS/ATTACHMENTS: Resolution No. 25-69 and Exhibit A

BUDGETARY IMPACT *(if applicable)*

BUDGETED AMOUNT:

EXPENDITURE REQUIRED:

FUNDING SOURCE:

REVIEWED BY: Executive Director

REVIEWED DATE: 09/29/2025

SUMMARY STATEMENT:

In the course of evaluating the fleet and support equipment, certain associated parts are no longer useful to Kitsap Transit due to make/model of buses and the parts support are no longer in Kitsap Transit's fleet.

RECOMMENDED ACTION/MOTION:

MOTION: Move to adopt Resolution No. 25-69, Authorizing staff to surplus Kitsap Transit vehicles, equipment, and parts shown in Exhibit A, in the best interest of the Agency.

RESOLUTION NO. 25-69

A RESOLUTION OF KITSAP TRANSIT BOARD OF COMMISSIONERS AUTHORIZING STAFF TO DECLARE KITSAP TRANSIT PROPERTY LISTED IN EXHIBIT A AS SURPLUS AND TO BE DISPOSED OF IN THE BEST INTEREST OF THE AGENCY

WHEREAS, it has been determined that the spare parts are no longer useable in our service due to having disposed of the buses they would be used for; and

WHEREAS, as a result these parts have become surplus to the agency's needs and are deemed to have little or no value; and

WHEREAS, these parts listed in Exhibit A, as is the agency practice will go to auction and the proceeds returned to the General Fund or repurposed to benefit Kitsap Transit; and

WHEREAS, staff requests permission to surplus said equipment in an appropriate manner.

NOW THEREFORE, BE IT RESOLVED the Board of Commissioners hereby authorizes staff to dispose of the surplus parts listed in Exhibit A in the best interest of the agency.

ADOPTED by the Board of Commissioners of Kitsap Transit at a regular meeting held on the 7th day of October, 2025.

Rob Putaansuu, Chairperson

ATTEST:

Jackie Bidon, Clerk of the Board

Asset Surplus Authorization Form

Date9/26/2025

Requesting DeptVEHICLE MAINTENANCE

Contact NameDenise Lynch

Asset Tag / VIN Number	Asset or Vehicle Description	Reason for Surplus - refer to examples below (1)	Estimated FMV (2) (greater or less than \$5,000)	Surplus Method (Auction / Disposal / Sale to Govt Entity or Non-profit)	Negotiated Sale Value if sale is to Govt Entity or Non-Profit (3) (4)
BOX 78	OBSOLETE VEHICLE PARTS	OBSOLETE VEHICLE PARTS	\$ 410.28	Auction // RICHIE BRO'S	
BOXES 79, 80, 81, 82	OBSOLETE VEHICLE PARTS	OBSOLETE VEHICLE PARTS	\$ 1,970.82	Auction // RICHIE BRO'S	
BOXES 83, 84, 85, 86	OBSOLETE VEHICLE PARTS	OBSOLETE VEHICLE PARTS	\$ 1,949.46	Auction // RICHIE BRO'S	
BOXES 87, 88	OBSOLETE VEHICLE PARTS	OBSOLETE VEHICLE PARTS	\$ 1,999.76	Auction // RICHIE BRO'S	
BOX 89	OBSOLETE VEHICLE PARTS	OBSOLETE VEHICLE PARTS	\$ 1,995.25	Auction // RICHIE BRO'S	
BOXES 90, 91	OBSOLETE VEHICLE PARTS	OBSOLETE VEHICLE PARTS	\$ 1,987.54	Auction // RICHIE BRO'S	
BOXES 92, 93	OBSOLETE VEHICLE PARTS	OBSOLETE VEHICLE PARTS	\$ 1,990.47	Auction // RICHIE BRO'S	
PALLET X3	DESTINATION SIGNS FOR SCHOOL BUSES	OBSOLETE VEHICLE PARTS	\$ 132,623.12	SCRAP METAL	

(1) Reasons for Surplus: (1) asset exceeds useful life in accordance with FTA life by asset class (Acct Supervisor can verify), (2) obsolete or no longer meets agency standards, (3) availability and/or cost of parts or maintenance is no longer feasible, (4) asset no longer complies with health or safety standards, (5) asset is no longer needed by Kitsap Transit

(2) Board Authorization: The board must authorize the surplus of any vehicle, vessel, or real property regardless of estimated FMV. Surplus of equipment with estimated FMV less than \$5,000 may be authorized by the Executive Director

(3) Sale to Govt Entity: Sale to government entity may occur for negotiated amount less than estimated FMV provided it is to local government entity in Kitsap County benefiting Kitsap county residents or another Washington public transit agency.

(4) Sale to non-profit: Kitsap Transit may sell directly to a Kitsap County non-profit if the sale occurs at estimated FMV of a renowned published source. Non-profits may otherwise attend the auction if sale can not be reached at estimated FMV.



To: Kitsap Transit
From: Doty & Associates, Inc. (prepared by J. Dylan Doty)
Date: September 29, 2025
Re: October 2025 Board Meeting – Legislative Report

Washington State Economic and Revenue Forecast Council

Operating Budget Forecast

Washington's projected Near General Fund revenue collections through 2029 decreased by around \$903 million from the June 2025 forecast, according to estimates released on September 23 by the Washington State Economic and Revenue Forecast Council (ERFC). The changes in the forecast are primarily the result of a weaker taxable sales forecast for retail and construction, lower state agency revenues, and a reduction in projected real estate excise tax returns, according to the ERFC.

For the 2025–27 biennium, revenues are down \$412 million (0.6%) to \$74.34 billion. The 2027–29 biennium is down \$477 million (0.6%), to \$79.54 billion.

Despite the reductions, overall revenue growth remains positive: up 10.8% between 2023–25 and 2025–27, and 7.0% between 2025–27 and 2027–29.

While this is a relatively modest downgrade, OFM noted that the revenue environment remains uncertain and sensitive to federal fiscal policy, tariffs, and inflation trends.

Governor Ferguson released a statement on the forecast, noting “[f]or some time, my budget team has been preparing for a challenging revenue forecast. Today’s forecast is disappointing, but not surprising.” He went on to say that “[a]s I write my first budget, I will be focused on delivering a balanced budget that maintains core services to the people of our state.”

The next forecast for Near General Fund revenue is scheduled for November 18, 2025.

Transportation Budget Forecast

On September 26, the ERFC released its latest Transportation Budget forecast. Washington's projected transportation revenue collections through 2029 also decreased slightly, by around \$144 million from the June 2025 forecast. Combined with an increase in expected revenue in the June forecast, however, the latest projection means that the state will still bring in about \$61 million *more* in transportation revenue than was expected when the Legislature passed 2025-27 transportation budget in April.

The changes in the forecast are primarily the result of gas consumption falling faster than previously projected. The ERFC noted that this is partially offset by higher-than-expected toll-



related revenue, and increased ferry revenues reflecting recent fare increases. A rise in license, permit and fee revenues due to an upsurge in vehicle purchases was likely driven by anticipation of tariffs, according to the council.

As a reminder, Washington's transportation revenue is derived from various taxes, fees, permits, tolls, and other sources:

- Gasoline fuel taxes represent the largest share of revenue sources included in the forecast, accounting for 28.7% of the total. Collectively, fuel taxes contribute approximately 36.4% of all revenues.
- Revenues from licenses, permits, and fees comprise the second-largest share, at 22.5%.
- 10% of revenues in the forecast come from Climate Commitment Act emissions auctions as part of its cap-and-invest program, requiring large emitters to buy allowances to cover their greenhouse gas pollution. CCA revenues dedicated to transportation were included in the forecast for the first time in June.
- The remaining 31.1% is projected to come from ferry fares, toll revenues, driver-related revenues, transfers, and other transportation-related sources.

The \$15.5 billion two-year transportation budget approved this year also relies on a slate of new and increased taxes and fees, namely a gas tax hike implemented in July. These transportation funding streams are estimated to bring in \$3.2 billion over the next six years to fund Washington State Ferries, highway megaprojects, maintenance of state roads and bridges, Washington State Patrol and public transportation.

Sales Tax on Services – SB 5814 Implementation (Effective October 1, 2025)

As part of the 2025 legislative session, the Legislature enacted SB 5814, expanding the state retail sales tax to certain services. The law takes effect on October 1, 2025. This legislation alone is projected to bring in \$1.1 billion in the two-year budget that began July 1, and \$2.6 billion over four years. Hundreds of millions of dollars will also flow to local governments.

One key provision of the new new tax law is in question. Cable giant Comcast has sued to invalidate the measure's sales tax on digital advertising services. This specific provision is projected to bring in roughly \$475 million over the next four years, and a block on this tax could have a noticeable impact on projected tax collections.

Of specific interest to transit agencies, the Department of Revenue's interim guidance has confirmed that security services — including security guards and patrol contracts — will now be subject to the retail sales tax. Many transit agencies, including Kitsap Transit, contract for private security on buses, ferries, and facilities. These contracts will now carry an additional sales tax, increasing operating costs unless vendors absorb the change.

The next forecast for transportation revenue is scheduled for November 14, 2025.



KT Legislative Agenda Development

KT is in the process of developing its legislative agenda for the coming 60-day session, beginning in January 2026. Funding figures to be at the top of the list, with ongoing needs for support ahead of the Fifa World Cup, and more. A draft agenda will be shared with the Board in the coming weeks.

Washington Highway Users Federation (WHUF)

The WHUF Interim Transportation Briefing is scheduled on Wednesday, November 5, from 8:00 am to Noon, at the Greater Tacoma Convention Center. This year's agenda will include a presentation from the Governor's Office on key transportation priorities under Governor Ferguson, a panel on federal transportation challenges & opportunities, and a roundtable discussion with House and Senate Transportation Committee Chairs and Ranking Members. Registration is currently open should anyone wish to attend.

Kitsap Transit

Income Statement - Transit Fund

August 2025

	Current Month		Year to Date		Year to Date Variance	
	Actual	Budget	Actual	Budget	Dollar	Percent
OPERATING REVENUE						
Routed Fare	\$160,896	\$142,000	\$1,104,938	\$1,072,000	\$32,938	3.07%
Worker Driver Fares	\$58,745	\$64,000	\$476,604	\$491,000	(\$14,396)	(2.93%)
Van Pool Fares	\$19,545	\$20,000	\$207,448	\$171,000	\$36,448	21.31%
Access Fare	\$15,894	\$12,000	\$116,085	\$114,000	\$2,085	1.83%
Parking	\$17,282	\$17,000	\$132,994	\$136,000	(\$3,006)	(2.21%)
Lease Income	\$41,379	\$43,000	\$327,824	\$326,000	\$1,824	0.56%
Other Operating Income	\$3,043	\$2,500	\$24,265	\$20,000	\$4,265	21.33%
OPERATING REVENUE	\$316,785	\$300,500	\$2,390,158	\$2,330,000	\$60,158	2.58%
OPERATING EXPENSES						
General Administration	\$493,296	\$604,664	\$4,040,285	\$4,749,497	(\$709,212)	(14.93%)
Capital Development	\$67,808	\$111,002	\$602,880	\$890,955	(\$288,075)	(32.33%)
Customer Service	\$76,385	\$92,743	\$639,574	\$747,320	(\$107,747)	(14.42%)
Routed	\$1,374,452	\$1,440,856	\$12,265,611	\$11,342,656	\$922,955	8.14%
Worker Driver	\$95,759	\$111,704	\$763,341	\$921,274	(\$157,933)	(17.14%)
Rideshare	\$29,305	\$33,648	\$265,157	\$273,429	(\$8,273)	(3.03%)
Access	\$1,062,556	\$1,033,331	\$9,141,427	\$8,143,447	\$997,981	12.26%
Vehicle Maintenance	\$873,400	\$1,016,791	\$7,243,017	\$8,062,732	(\$819,716)	(10.17%)
Facilities Maintenance	\$294,628	\$346,116	\$2,691,570	\$2,801,415	(\$109,845)	(3.92%)
Service Development	\$375,300	\$283,462	\$2,579,492	\$2,260,377	\$319,116	14.12%
Total Operating Expense	\$4,742,889	\$5,074,316	\$40,232,354	\$40,193,103	\$39,251	0.10%
OPERATING INCOME (LOSS)	(\$4,426,104)	(\$4,773,816)	(\$37,842,196)	(\$37,863,103)	\$20,908	(0.06%)
NON OPERATING INCOME (EXPENSE)						
Sales Tax	\$5,237,000	\$5,023,000	\$39,634,000	\$38,964,000	\$670,000	1.72%
State Operating Grant	\$9,613	\$10,417	\$76,900	\$83,333	(\$6,433)	(7.72%)
Other Operating Grant	\$0	\$0	\$18,734	\$0	\$18,734	0.00%
Interest Income	\$334,488	\$150,000	\$2,631,244	\$1,650,000	\$981,244	59.47%
Misc Income / (Expense)	\$0	\$0	(\$14,878)	\$0	(\$14,878)	0.00%
Interest Expense	\$0	\$0	(\$2,756)	(\$2,400)	(\$356)	14.84%
Depreciation Expense	(\$793,065)	(\$748,333)	(\$6,592,326)	(\$5,986,667)	(\$605,660)	10.12%
Amortization Expense	(\$5,527)	(\$26,110)	(\$44,214)	(\$208,883)	\$164,668	(78.83%)
Sales Tax Collection Fee	(\$52,370)	(\$50,230)	(\$396,340)	(\$389,640)	(\$6,700)	1.72%
Gain/Loss Disposition of Assets	\$2,254	\$0	\$31,753	\$0	\$31,753	0.00%
Total Non Operating Income (Expense)	\$4,732,393	\$4,358,743	\$35,342,117	\$34,109,744	\$1,232,373	3.61%
NET INCOME (LOSS)	\$306,289	(\$415,073)	(\$2,500,079)	(\$3,753,359)	\$1,253,280	(33.39%)

Kitsap Transit

Income Statement - Ferry Fund

August 2025

	Current Month		Year to Date		Year to Date Variance	
	Actual	Budget	Actual	Budget	Dollar	Percent
OPERATING REVENUE						
Local Ferry Fares	\$73,233	\$71,000	\$491,869	\$509,000	(\$17,131)	(3.37%)
Bremerton Fast Ferry Fares	\$292,287	\$361,000	\$2,021,202	\$2,199,000	(\$177,798)	(8.09%)
Kingston Fast Ferry Fares	\$76,123	\$78,000	\$459,626	\$459,000	\$626	0.14%
Southworth Fast Ferry Fares	\$111,939	\$122,000	\$751,228	\$707,000	\$44,228	6.26%
Total Operating Revenue	\$553,581	\$632,000	\$3,723,925	\$3,874,000	(\$150,075)	(3.87%)
OPERATING EXPENSE						
General Administration	\$209,605	\$222,792	\$1,724,565	\$1,787,299	(\$62,734)	(3.51%)
Local Ferry Operations	\$152,408	\$198,684	\$1,425,862	\$1,599,961	(\$174,099)	(10.88%)
Bremerton Fast Ferry Operations	\$361,457	\$345,711	\$2,389,248	\$2,778,249	(\$389,001)	(14.00%)
Kingston Fast Ferry Operations	\$341,738	\$296,964	\$2,421,029	\$2,383,434	\$37,596	1.58%
Southworth Fast Ferry Operations	\$285,737	\$307,200	\$2,087,059	\$2,464,935	(\$377,876)	(15.33%)
Maintenance and Facilities	\$1,476,738	\$772,212	\$5,565,355	\$6,188,876	(\$623,521)	(10.07%)
	\$2,827,683	\$2,143,563	\$15,613,118	\$17,202,753	(\$1,589,635)	(9.24%)
OPERATING INCOME (LOSS)	(\$2,274,102)	(\$1,511,563)	(\$11,889,193)	(\$13,328,753)	\$1,439,560	(10.80%)
NON OPERATING REVENUE (EXPENSE)						
Sales Tax Revenue	\$1,963,000	\$1,883,000	\$14,862,000	\$14,613,000	\$249,000	1.70%
Operating Grants	\$0	\$191,667	\$176,560	\$1,533,333	(\$1,356,773)	(88.49%)
Interest Income	\$47,844	\$15,000	\$373,480	\$141,000	\$232,480	164.88%
Interest Expense	(\$59,078)	(\$59,167)	(\$436,144)	(\$473,333)	\$37,189	(7.86%)
Depreciation	(\$412,030)	(\$305,000)	(\$3,299,423)	(\$2,440,000)	(\$859,423)	35.22%
Amortization	(\$1,013)	(\$1,013)	(\$8,106)	(\$8,104)	(\$2)	0.03%
Sales Tax Collection Fee	(\$19,630)	(\$18,830)	(\$148,620)	(\$146,130)	(\$2,490)	1.70%
Total Non Operating Income (Expense)	\$1,519,092	\$1,705,657	\$11,519,746	\$13,219,766	(\$1,700,020)	(12.86%)
NET INCOME (LOSS)	(\$755,009)	\$194,094	(\$369,447)	(\$108,987)	(\$260,461)	238.98%

**Kitsap Transit
Balance Sheet
August 31, 2025**

	Bus Fund	Ferry Fund	Consolidated
		ASSETS	
Cash and Cash Equivalents	4,418,478	3,042,307	7,460,785
Investment - General Fund	75,009,978	13,676,737	88,686,715
Investment - Stimulus Reserve	23,837,990	-	23,837,990
Investment - Debt Service Reserve		2,335,891	2,335,891
Investment - Contingency Reserve	4,000,000	-	4,000,000
Investment - Fuel Reserve	2,383,925	573,400	2,957,325
Tax Receivable	10,134,697	3,809,676	13,944,373
Capital Grants Receivable	899,811	154,665	1,054,476
Operating Grants Receivable	64,881	-	64,881
Accounts Receivable	835,519	973,881	1,809,400
Due from Transit	-	395,882	395,882
Inventory	1,716,952	6,117,780	7,834,733
Prepaid Expenses	1,761,891	626,291	2,388,182
TOTAL CURRENT ASSETS	\$ 125,064,123	\$ 31,706,510	\$ 156,770,632
Fixtures & Equipment, Net of Depreciation	6,474,017	50,661	6,524,678
Facilities, Net of Depreciation	48,465,691	9,928,408	58,394,099
Rolling Stock, Net Depreciation	35,596,158	78,888	35,675,046
Passenger Ferries, Net Depreciation	-	66,316,496	66,316,496
Capital Work in Progress	39,396,529	5,996,472	45,393,001
Leasehold Improvement, Net Amortization	2,960,119	-	2,960,119
Leased Facilities, Net Amortization	212,697	2,982,878	3,195,574
Land	24,643,189	-	24,643,189
Intangible Assets, Net Amortization	234,552	-	234,552
TOTAL CAPITAL ASSETS	\$ 157,982,951	\$ 85,353,804	\$ 243,336,755
TOTAL ASSETS	\$ 283,047,074	\$ 117,060,313	\$ 400,107,387
		LIABILITIES AND NET POSITION	
		LIABILITIES	
Accounts Payable	1,884,393	1,580,894	3,465,287
Due to Ferry	395,882	-	395,882
Payables to Other Transits	125,448	-	125,448
Deferred Revenues	86,112	10,551	96,663
Accrued Wages Payable	2,887,856	677,215	3,565,071
Employee Benefit Payable	447,137	85,331	532,468
Interest Payable	-	258,910	258,910
Short-Term Debt	-	3,005,000	3,005,000
Long-Term Debt	-	23,155,000	23,155,000
TOTAL LIABILITIES	\$ 5,826,828	\$ 28,772,901	\$ 34,599,729
		NET POSITION	
Invested in Capital Assets, Net of Related Debt	157,982,951	59,193,803	217,176,755
Restricted	30,221,915	2,335,891	32,557,806
Unrestricted	89,015,380	26,757,718	115,773,097
TOTAL NET POSITION	277,220,247	88,287,412	365,507,659
TOTAL LIABILITIES AND NET POSITION	\$ 283,047,074	\$ 117,060,313	\$ 400,107,387

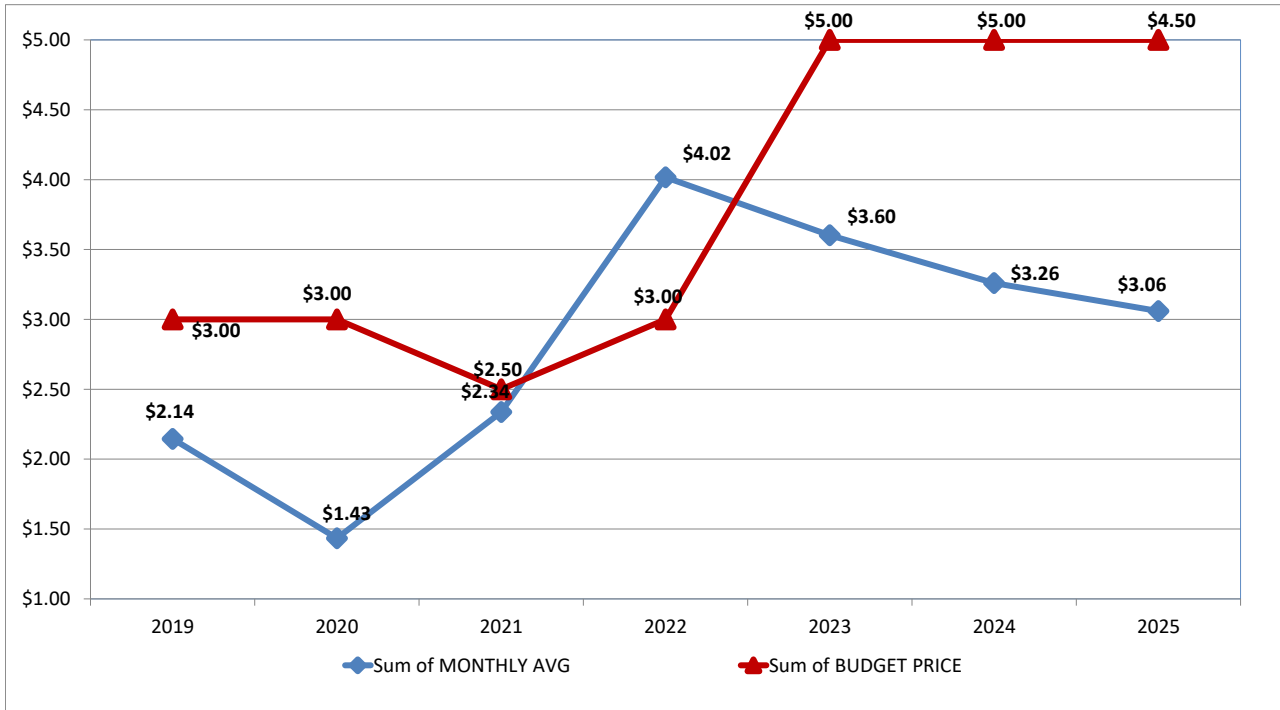
Capital Work In Progress - August 2025

	Capital Budget And Expenditures							Capital Funding		
	2025 Budget	Current Month	YTD Expenditures	Encumbrance	Budget Remaining (\$)	Budget Remaining (%)	Cumulative Expenditures	Local Funds Budget	Grant Funds Budget	Total Funds Budget
Transit Fund										
Routed Coaches	20,610,452	-	4,268	-	20,606,184	100%	4,268	8,334,949	12,275,503	20,610,452
Access Bus & Van/VanLink Replacements	8,592,059	-	2,669,525	2,904,778	3,017,756	35%	2,669,525	1,661,310	6,930,749	8,592,059
Inductive Charging (Bases)	4,608,000	-	-	4,608,000	-	0%	-	768,000	3,840,000	4,608,000
Electric Bus (10) & Charleston & North Base Chargers	12,093,655	-	6,508,894	3,841,221	1,743,540	14%	10,585,568	2,418,731	9,674,924	12,093,655
Supervisor Vehicles	262,223	-	396,942	-	(134,719)	-51%	579,769	262,223	-	262,223
Worker Driver Buses (5 Electric)	5,379,275	-	5,870,376	-	(491,101)	-9%	5,870,376	5,379,275	-	5,379,275
Gillig Rebuilds	700,000	-	1,983	-	698,017	100%	615,237	700,000	-	700,000
Vanpool Replacements	735,640	-	-	-	735,640	100%	610,062	735,640	-	735,640
APC Systems Equipment/Digital Signage	7,769,683	43,410	512,945	4,278,734	2,978,004	38%	4,033,229	7,769,683	-	7,769,683
Operations Bases										
Harborside:										
Harborside Tenant Improvements	20,000	-	-	-	20,000	100%	-	20,000	-	20,000
Third Floor Design and Remodel	500,000	-	-	-	500,000	100%	-	500,000	-	500,000
Charleston Base										
Crash Deterrent System	200,000	-	103,600		96,400	48%	103,600	200,000	-	200,000
Dispatch Furniture	80,000	-	-		80,000	100%	69,990	80,000	-	80,000
Mini-Heat Pumps (5)	95,000	-	-	-	95,000	100%	-	95,000	-	95,000
Charleston Generator Replacement	2,072,895	-	-		2,072,895	100%	-	414,579	1,658,316	2,072,895
Northbase										
North Base HD Maintenance Facility (Planning)	2,700,417	80,475	631,687	976,253	1,092,477	40%	1,270,806	19,459	2,680,958	2,700,417
North Base HD Maintenance Facility RAISE CN	21,250,000	-	-	-	21,250,000	100%	-	4,250,000	17,000,000	21,250,000
South Base										
South Base (ESA, Permits, CM)	215,483	20,345	95,427	160,636	(40,580)	-19%	218,720	42,603	172,880	215,483
Transfer Centers / Park & Ride										
Hwy 16 Park & Ride Planning and Design (Ruby Creek)	3,157,825	37,055	345,053	35,117	2,777,655	88%	1,551,661	587,652	2,570,173	3,157,825
HWY 16 Park & Ride Construction (Ruby Creek)	19,070,812	-	289,376	-	18,781,436	98%	745,567	8,648,936	10,421,876	19,070,812
Sewer Lift Station Highway 16 (Ruby Creek)	3,307,251	-	77,526	739,701	2,490,025	75%	216,474	3,307,251	-	3,307,251
Silverdale Transfer Center	4,766,587	7,087	456,427	51,145	4,259,014	89%	456,427	1,125,000	3,641,587	4,766,587
Gateway Bus Storage Facility & Park and Ride PE/Design	842,400	-	242,826	194,962	404,612	48%	397,425	122,400	720,000	842,400
Gateway Center Rehabilitation Design and Construction	900,000	-	-	-	900,000	100%	160,482	900,000	-	900,000
Gateway Training Room Expansion & Access CSA Move	500,000	-	-	-	500,000	100%	-	500,000	-	500,000
SR104 P&R PE/Design	560,000	10,019	179,596	-	380,404	68%	375,452	85,000	475,000	560,000
Port Orchard Transit Center Planning	665,867	-	-	325,298	340,569	51%	258,799	133,174	532,693	665,867
Bus Stops (Shelters, pads, and Construction)	100,000	-	-	-	100,000	100%	-	100,000	-	100,000
West Bremerton Hydrogen Fueling & P&R (Design & ROW)	6,880,484	-	-	-	6,880,484	100%	2,529,658	2,120,953	4,759,531	6,880,484
Poulsbo Park & Ride	2,735,738	-	3,576	334,091	2,398,070	88%	225,449	1,345,738	1,390,000	2,735,738
Inductive Charging (BTC, STC, WBTC & BITC)	2,255,000	451,396	4,013,207	(106,039)	(1,652,168)	-73%	4,268,073	2,085,000	170,000	2,255,000
Silverdale Park & Ride (Design & ROW)	150,000	-	-	-	150,000	100%	-	150,000	-	150,000
Operator Training Facility	1,200,000	-	101,824	414,579	683,597	57%	101,824	1,200,000	-	1,200,000
Day Road Park & Ride (Design & Construction)	11,103,497	-	251,891	1,950,432	8,901,174	80%	442,574	3,094,117	8,009,380	11,103,497
Equipment and Systems										
Computer Infrastructure Improvements	67,000	-	-	-	67,000	100%	-	67,000	-	67,000
Servers and Capitalized Computer Equip.	70,000	-	305	-	69,696	100%	196,791	70,000	-	70,000

Capital Work In Progress - August 2025

	Capital Budget And Expenditures							Capital Funding		
	2025 Budget	Current Month	YTD Expenditures	Encumbrance	Budget Remaining (\$)	Budget Remaining (%)	Cumulative Expenditures	Local Funds Budget	Grant Funds Budget	Total Funds Budget
VEEM Backup and Recover Software/Server	25,000	-	72,898	-	(47,898)	-192%	72,898	25,000	-	25,000
APC UPS for Servers	60,000	-	-	-	60,000	100%	-	60,000	-	60,000
IP Cameras (Bremerton, PO Dock, South Base, CII)	947,500	-	-	-	947,500	100%	264,102	397,500	550,000	947,500
Digital Bus Stop Panels (APC Dep)	100,000	-	-	-	100,000	100%	-	100,000	-	100,000
Payroll System Implementation	50,000	-	54,815	14,685	(19,500)	-39%	54,815	50,000	-	50,000
Event Bleachers	8,000	-	-	-	8,000	100%	-	8,000	-	8,000
Maintenance Training Equipment (Encumbered)	125,000	-	21,378	-	103,622	83%	129,555	125,000	-	125,000
Simulator Programming	170,000	84,000	317,353	-	(147,353)	-87%	317,353	170,000	-	170,000
Radio System Upgrade	500,000	-	-	-	500,000	100%	-	500,000	-	500,000
Website Content Management	150,000	-	-	-	150,000	100%	-	150,000	-	150,000
Transit Fund Total	148,352,743	733,787	23,223,696	20,723,594	104,405,454	70%	39,396,529	60,879,173	87,473,570	148,352,743
Ferry Fund										
Ferry Vessels										
Owner Representation (New Vessels)	2,000,000	-	-	-	2,000,000	100%	-	2,000,000	-	2,000,000
Electric Fast Foil Ferry Design & Prototype	5,750,000	-	1,466,827	969,710	3,313,463	58%	1,898,434	550,000	5,200,000	5,750,000
Kingston Fast Ferry	17,531,963	-	-	-	17,531,963	100%	-	4,031,963	13,500,000	17,531,963
Electric Foot Ferry & Infrastructure Design and Construction Waterman II	14,735,674	-	-	907,044	13,828,630	94%	1,603,519	1,695,503	13,040,171	14,735,674
Ferry Terminal										
Seattle Terminal PE	6,846,734	-	613,534	5,102,347	1,130,853	17%	1,706,606	1,193,570	5,653,164	6,846,734
Southworth Terminal Redevelopment (WSF Partner)	3,103,804	-	1,113	-	3,102,691	100%	1,984	853,804	2,250,000	3,103,804
Annapolis Environmental Study	118,925	-	1,662	-	117,263	99%	135,450	118,925	-	118,925
POF Preventative Maintenance	5,011,818	-	37,213	-	4,974,605	99%	292,944	-	5,011,818	5,011,818
Breakwater at Port Orchard Marina (Partnership)	1,000,000	-	-	-	1,000,000	100%	1,007	1,000,000	-	1,000,000
Spare Parts Lady & Commander	148,311	-	-	-	148,311	100%	-	-	148,311	148,311
Marine Maintenance Fac. (Locate, ROW & Concept. Design)	825,425	-	8,190	-	817,235	99%	356,528	825,425	-	825,425
Marine Maintenance Fac. Environmental	2,250,000	-	-	-	2,250,000	100%	-	2,250,000	-	2,250,000
PO Intermodal Terminal PE	1,022,059	-	-	-	1,022,059	100%	-	170,343	851,716	1,022,059
Ferry Tools & Equipment										
Ultra Parts Cleaner	40,000	-	-	-	40,000	100%	-	40,000	-	40,000
Ferry Fund Total	60,384,713	-	2,128,538	6,979,102	51,277,073	85%	5,996,472	14,729,533	45,655,180	60,384,713
Grand Total	208,737,456	733,787	25,352,234	27,702,695	155,682,527	75%	45,393,001	75,608,706	133,128,750	208,737,456

Kitsap Transit Diesel Costs Updated through September 2025



Per-gallon average price	2019	2020	2021	2022	2023	2024	2025
January	\$1.89	\$1.99	\$1.68	\$2.89	\$3.50	\$4.72	\$3.04
February	\$2.08	\$1.80	\$2.04	\$3.18	\$3.40	\$4.20	\$3.10
March	\$2.13	\$1.31	\$2.15	\$3.90	\$3.46	\$2.99	\$3.06
April	\$2.21	\$1.04	\$2.07	\$4.30	\$3.48	\$3.20	\$3.09
May	\$2.34	\$1.08	\$2.23	\$4.30	\$3.00	\$3.01	\$3.41
June	\$1.93	\$1.25	\$2.44	\$5.10	\$3.25	\$3.04	\$3.70
July	\$2.08	\$1.36	\$2.37	\$4.99	\$4.08	\$3.14	\$3.82
August	\$2.05	\$1.37	\$2.47	\$3.99	\$4.18	\$2.87	\$3.55
September	\$2.13	\$1.27	\$2.41	\$3.89	\$4.35	\$3.06	\$3.71
October	\$2.47	\$1.38	\$2.73	\$4.42	\$3.71	\$3.02	
November	\$2.40	\$1.72	\$2.73	\$4.35	\$3.51	\$3.00	
December	\$2.02	\$1.64	\$2.72	\$2.89	\$3.30	\$2.87	
Monthly Avg. Cost YTD	\$ 2.14	\$ 1.43	\$ 2.34	\$ 4.02	\$ 3.60	\$ 3.26	\$ 3.39
Budgeted Per-Gallon Price	\$ 3.00	\$ 3.00	\$ 2.50	\$ 3.00	\$ 5.00	\$ 5.00	\$ 4.50

In September, KT paid \$3.71 a gallon for fuel compared to \$3.55 in August. The year-to-date per-gallon average price as of August was \$3.39 compared \$4.50 a gallon for fuel budgeted for 2025.

Quarterly Transit Fund Financial Report

JUNE 2025



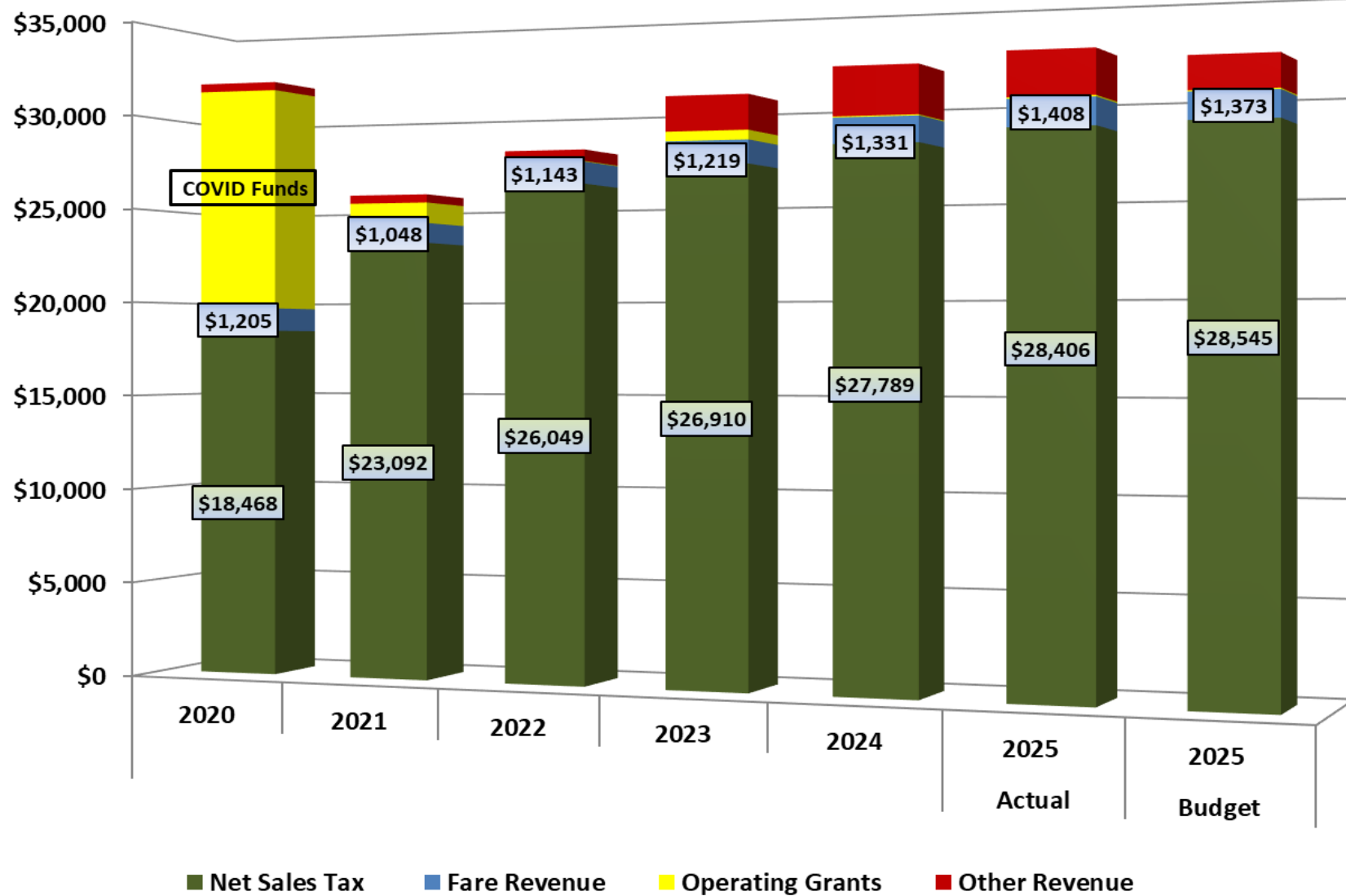
Summary Income Statement - Transit Fund

Second Quarter - 2025

	Actual	Budget	Over / (Under) Budget		Notes
			(\$)	(%)	
OPERATING INCOME:					
ROUTED FARE	\$ 812,819	\$ 786,000	\$ 26,819	3.41%	
WORKER DRIVER FARE	358,845	370,000	(11,155)	-3.01%	
VANPOOL FARE	149,999	128,000	21,999	17.19%	
ACCESS FARE	86,657	89,000	(2,343)	-2.63%	
PARKING FEES	98,706	102,000	(3,294)	-3.23%	
ADVERTISING REVENUE	-	-	-		
LEASE INCOME	244,466	240,000	4,466	1.86%	
OTHER OPERATING INCOME	16,184	15,000	1,184	7.89%	
TOTAL OPERATING REVENUE	\$ 1,767,677	\$ 1,730,000	\$ 37,677	2.18%	
OPERATING EXPENSE:					
GENERAL ADMINISTRATION	\$ 3,062,277	\$ 3,539,908	\$ (477,631)	-13.49%	under budget prof svcs, contractual, and advertising
CAPITAL/LONG RANGE PLANNING	461,165	668,945	(207,780)	-31.06%	Under budget prof svcs and contractual
CUSTOMER SERVICE/INFORMATION	484,388	561,831	(77,444)	-13.78%	
ROUTED SERVICES	9,536,543	8,468,275	1,068,268	12.61%	Primarily due to settlement of ATU CBA
WORKER DRIVER	569,754	697,866	(128,113)	-18.36%	
RIDESHARE	205,283	206,131	(848)	-0.41%	
ACCESS	7,044,673	6,091,732	952,941	15.64%	Primarily due to settlement of ATU CBA
VEHICLE MAINTENANCE	5,480,254	6,029,674	(549,420)	-9.11%	Under budget in fuel and repairs
FACILITIES MAINTENANCE	2,117,643	2,109,184	8,460	0.40%	
SERVICE DEVELOPMENT	1,887,609	1,693,644	193,965	11.45%	Primarily due to additional IT expense
TOTAL OPERATING EXPENSES	\$ 30,849,589	\$ 30,067,192	\$ 782,397	2.60%	
OPERATING INCOME (LOSS)	\$ (29,081,913)	\$ (28,337,192)	\$ (744,720)	2.63%	
NON OPERATING INCOME (EXPENSE):					
SALES TAX	\$ 28,693,000	\$ 28,833,000	\$ (140,000)	-0.49%	
OPERATING GRANTS (SNPT / RM / WA REV)	57,675	62,500	(4,825)	-7.72%	
OTHER OPERATING GRANTS (CTR / PM)	18,734	-	18,734		
INTEREST INCOME	1,966,232	1,350,000	616,232	45.65%	Interest rates continue to exceed assumptions
MISC INCOME (EXPENSE)	(13,572)	-	(13,572)		
INTEREST EXPENSE	(2,497)	(2,400)	(97)	4.06%	
GAIN OR LOSS ON DISPOSITION OF ASSET	300	-	300		
DEPRECIATION EXPENSE	(5,006,197)	(4,490,000)	(516,197)	11.50%	
AMORTIZATION EXPENSE	(33,161)	(156,662)	123,501	-78.83%	
SALES TAX COLLECTION FEE	(286,930)	(288,330)	1,400	-0.49%	
NON OPERATING REVENUE, NET	\$ 25,393,585	\$ 25,308,108	\$ 85,476	0.34%	
NET INCOME (LOSS)	\$ (3,688,328)	\$ (3,029,084)	\$ (659,244)		

Total Revenue - Transit Fund

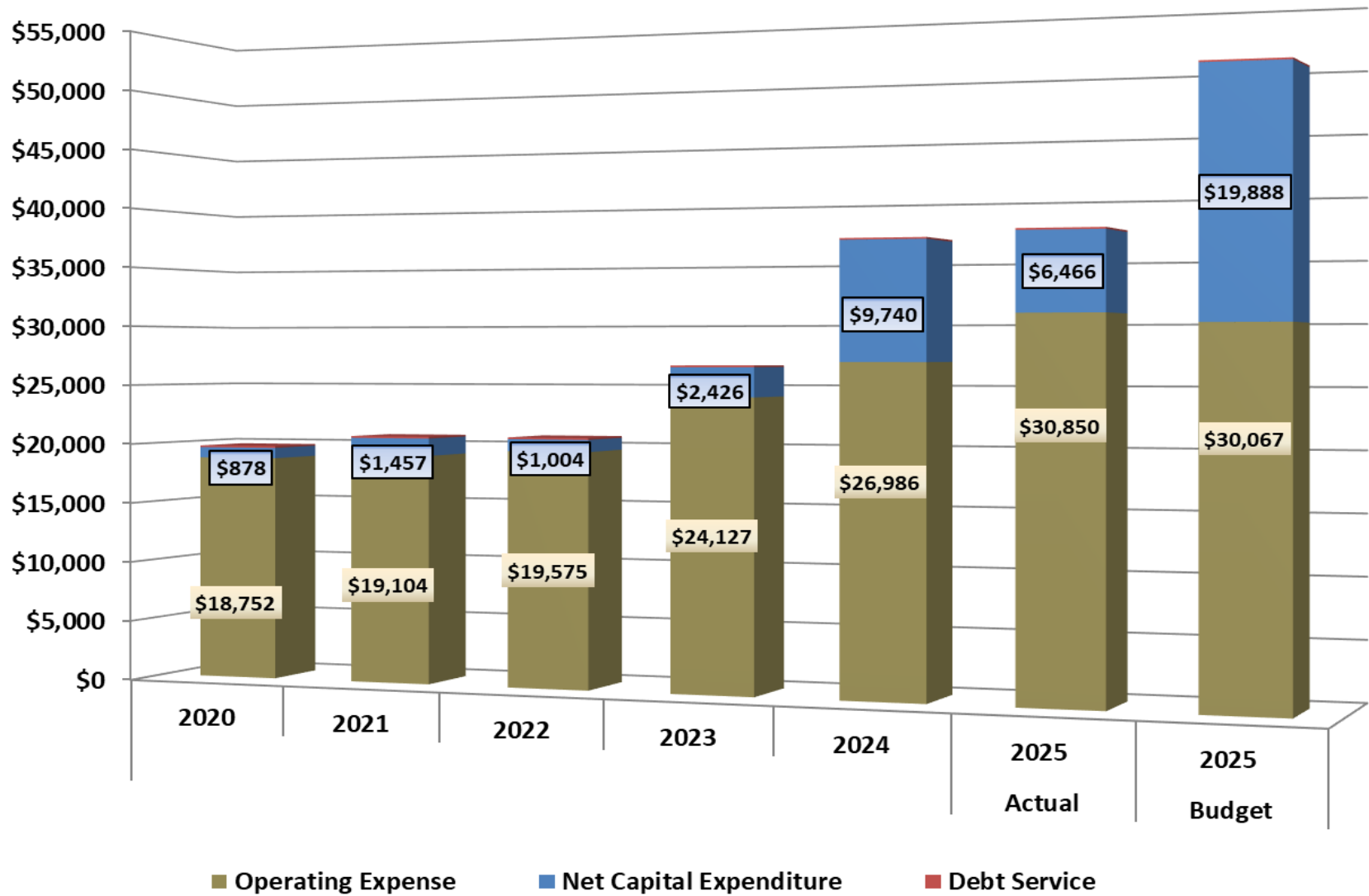
Year to Date - June
(in thousands)



Total Net Expenditures - Transit Fund

Year to Date - June

(in thousands)

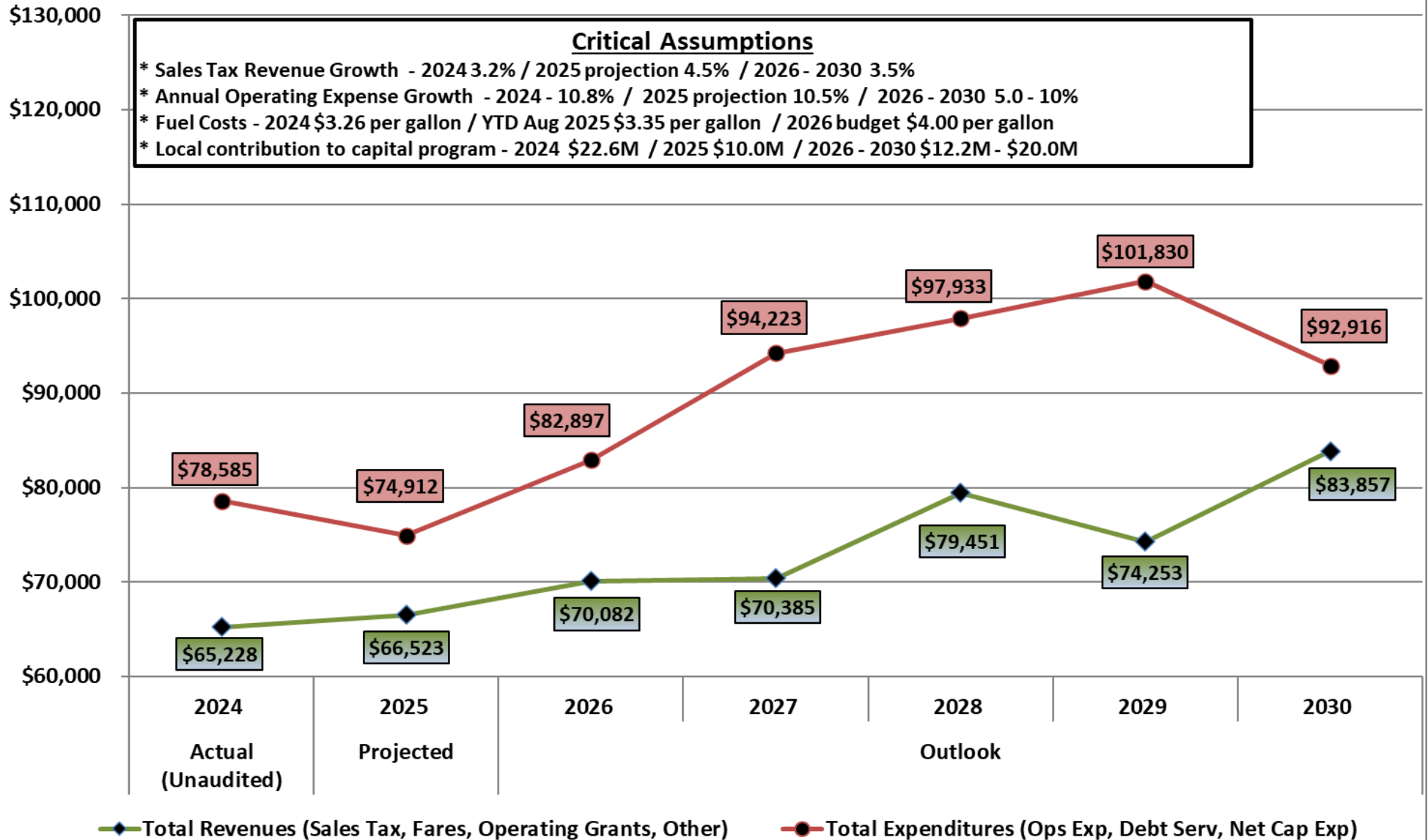


Total Revenues and Expenditures - Transit Fund

(in thousands)

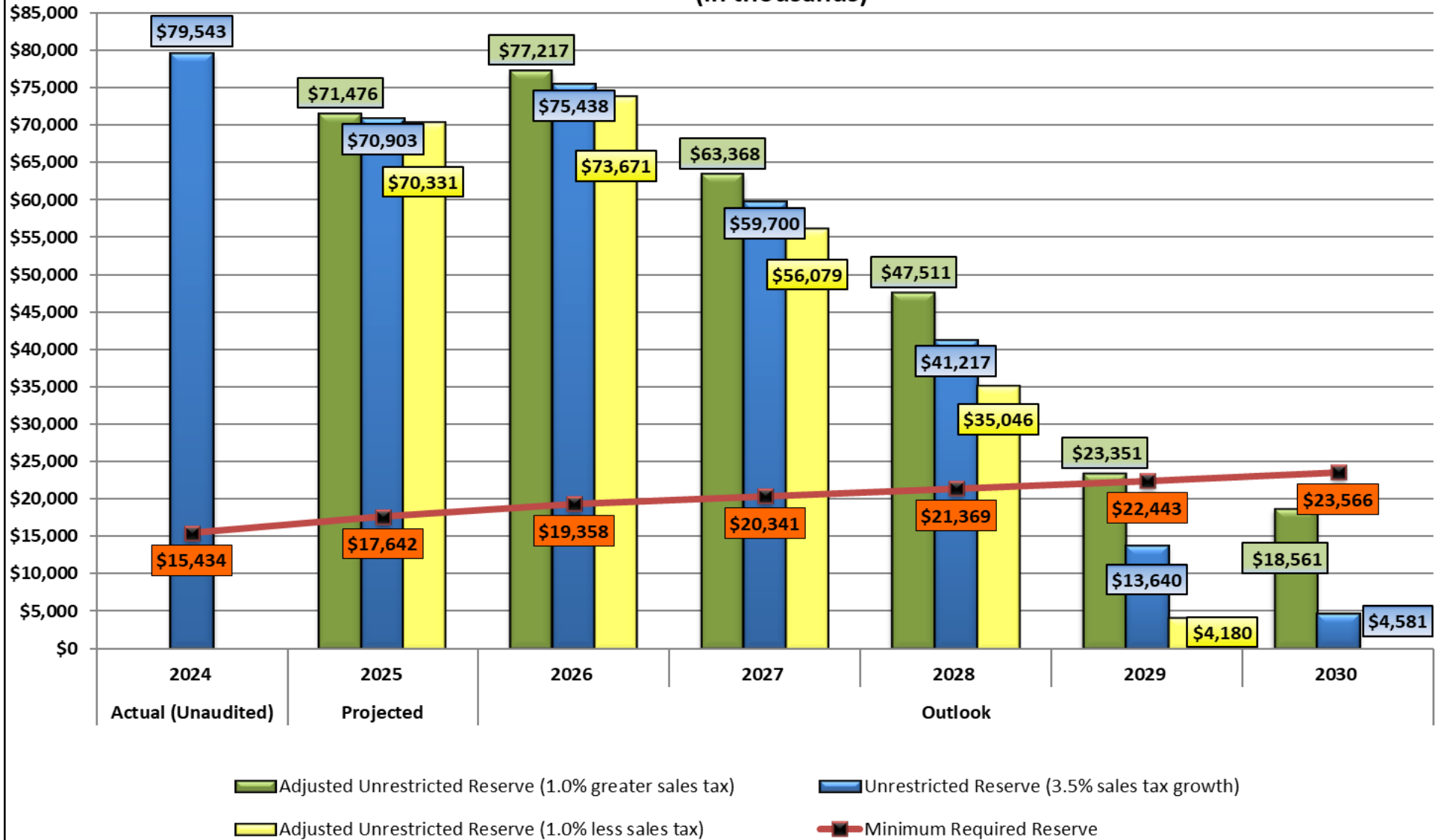
Critical Assumptions

- * Sales Tax Revenue Growth - 2024 3.2% / 2025 projection 4.5% / 2026 - 2030 3.5%
- * Annual Operating Expense Growth - 2024 - 10.8% / 2025 projection 10.5% / 2026 - 2030 5.0 - 10%
- * Fuel Costs - 2024 \$3.26 per gallon / YTD Aug 2025 \$3.35 per gallon / 2026 budget \$4.00 per gallon
- * Local contribution to capital program - 2024 \$22.6M / 2025 \$10.0M / 2026 - 2030 \$12.2M - \$20.0M



Unrestricted Reserve - Transit Fund

(in thousands)



Quarterly Ferry Fund Financial Report

JUNE 2025



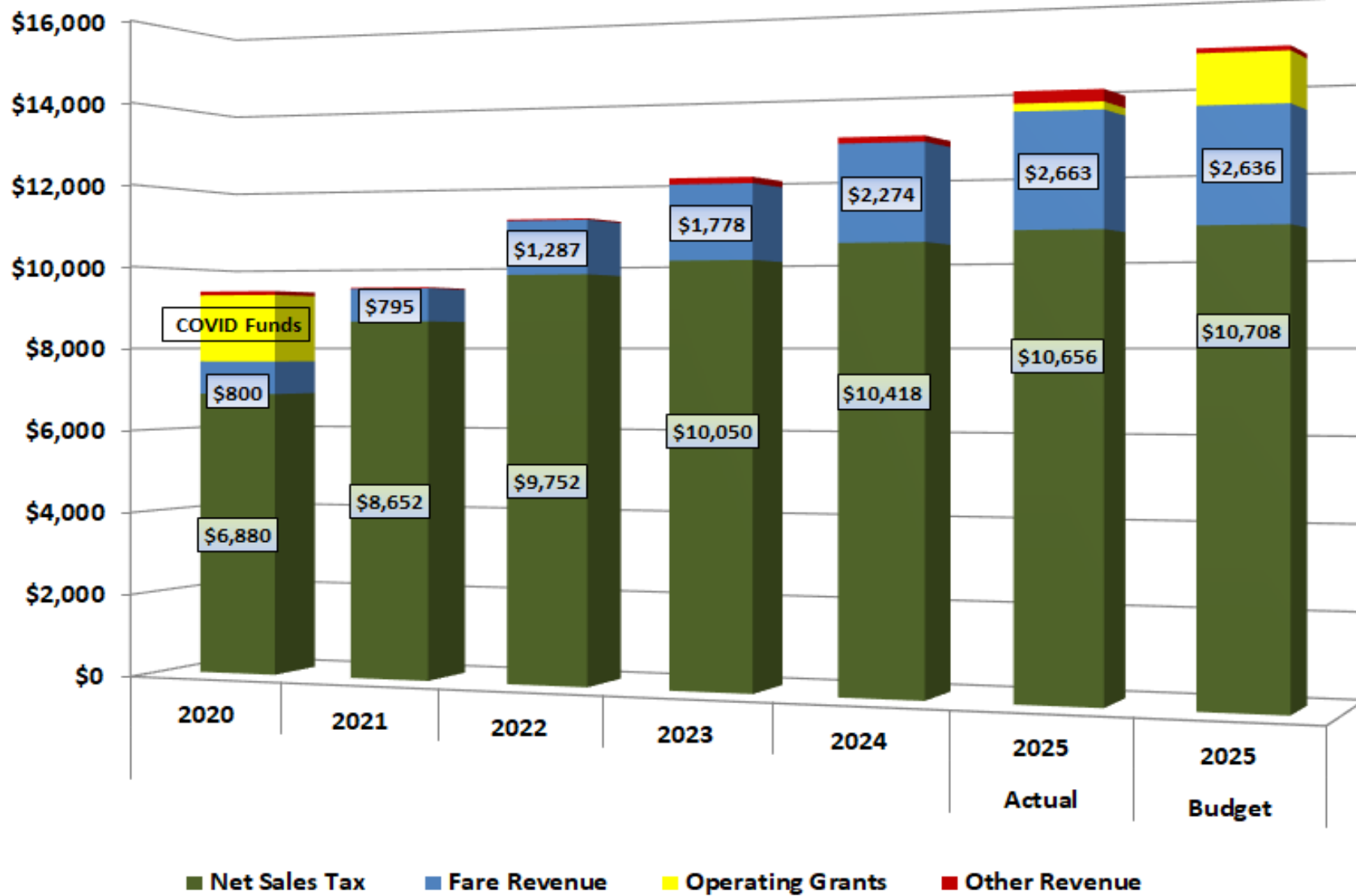
Summary Income Statement - Ferry Fund

Second Quarter - 2025

	Actual	Budget	Over / (Under) Budget		Notes
			(\$)	(%)	
OPERATING INCOME:					
LOCAL FERRIES	\$ 349,731	\$ 372,000	\$ (22,269)	-5.99%	
BREMERTON FAST FERRY	1,460,261	1,495,000	(34,739)	-2.32%	
KINGSTON FAST FERRY	315,412	308,000	7,412	2.41%	
SOUTHWORTH FERRY	537,793	461,000	76,793	16.66%	
TOTAL OPERATING REVENUE	\$ 2,663,197	\$ 2,636,000	\$ 27,197	1.03%	
OPERATING EXPENSE:					
GENERAL ADMINISTRATION	\$ 1,328,231	\$ 1,341,694	\$ (13,463)	-1.00%	
LOCAL FERRY	1,093,679	1,202,592	(108,914)	-9.06%	
BREMERTON FAST FERRY	1,692,627	2,087,318	(394,691)	-18.91%	Largely due to fuel under budget
KINGSTON FAST FERRY	1,744,586	1,789,935	(45,348)	-2.53%	
SOUTHWORTH FERRY	1,513,958	1,850,535	(336,577)	-18.19%	Largely due to wages and professional srvs
MAINTENANCE AND FACILITIES	3,913,011	4,645,007	(731,996)	-15.76%	Predominately due to settlement
TOTAL OPERATING EXPENSES	\$ 11,286,092	\$ 12,917,081	\$ (1,630,989)	-12.63%	
OPERATING INCOME (LOSS)	\$ (8,622,895)	\$ (10,281,081)	\$ 1,658,185	-16.13%	
NON OPERATING INCOME (EXPENSE):					
SALES TAX	\$ 10,764,000	\$ 10,816,000	\$ (52,000)	-0.48%	
OPERATING GRANTS	176,560	1,150,000	(973,440)		
INTEREST INCOME	278,724	111,000	167,724	151.10%	Interest rates continue to exceed assumptions
INTEREST EXPENSE	(317,988)	(355,000)	37,012	-10.43%	
DEPRECIATION EXPENSE	(2,475,362)	(1,830,000)	(645,362)	35.27%	
AMORTIZATION EXPENSE	(6,080)	(\$6,078)	(2)	0.03%	
SALES TAX COLLECTION FEE	(107,640)	(108,160)	520	-0.48%	
NON OPERATING REVENUE, NET	\$ 8,312,214	\$ 9,777,762	\$ (1,465,548)	-14.99%	
NET INCOME (LOSS)	\$ (310,681)	\$ (503,319)	\$ 192,637	-38.27%	

Total Revenue - Ferry Fund

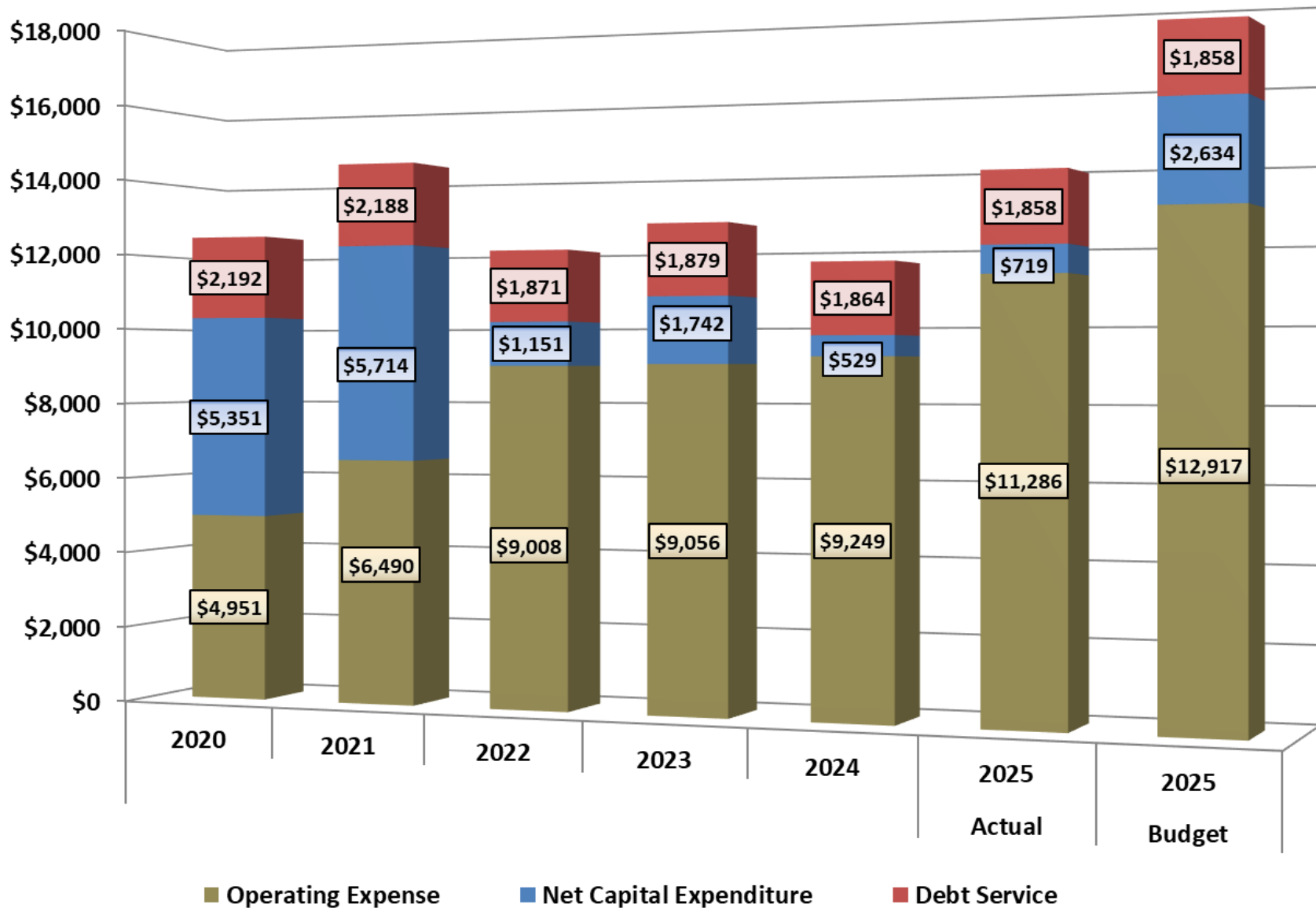
Year to Date - June
(in thousands)



Total Net Expenditures - Ferry Fund

Year to Date - June

(in thousands)

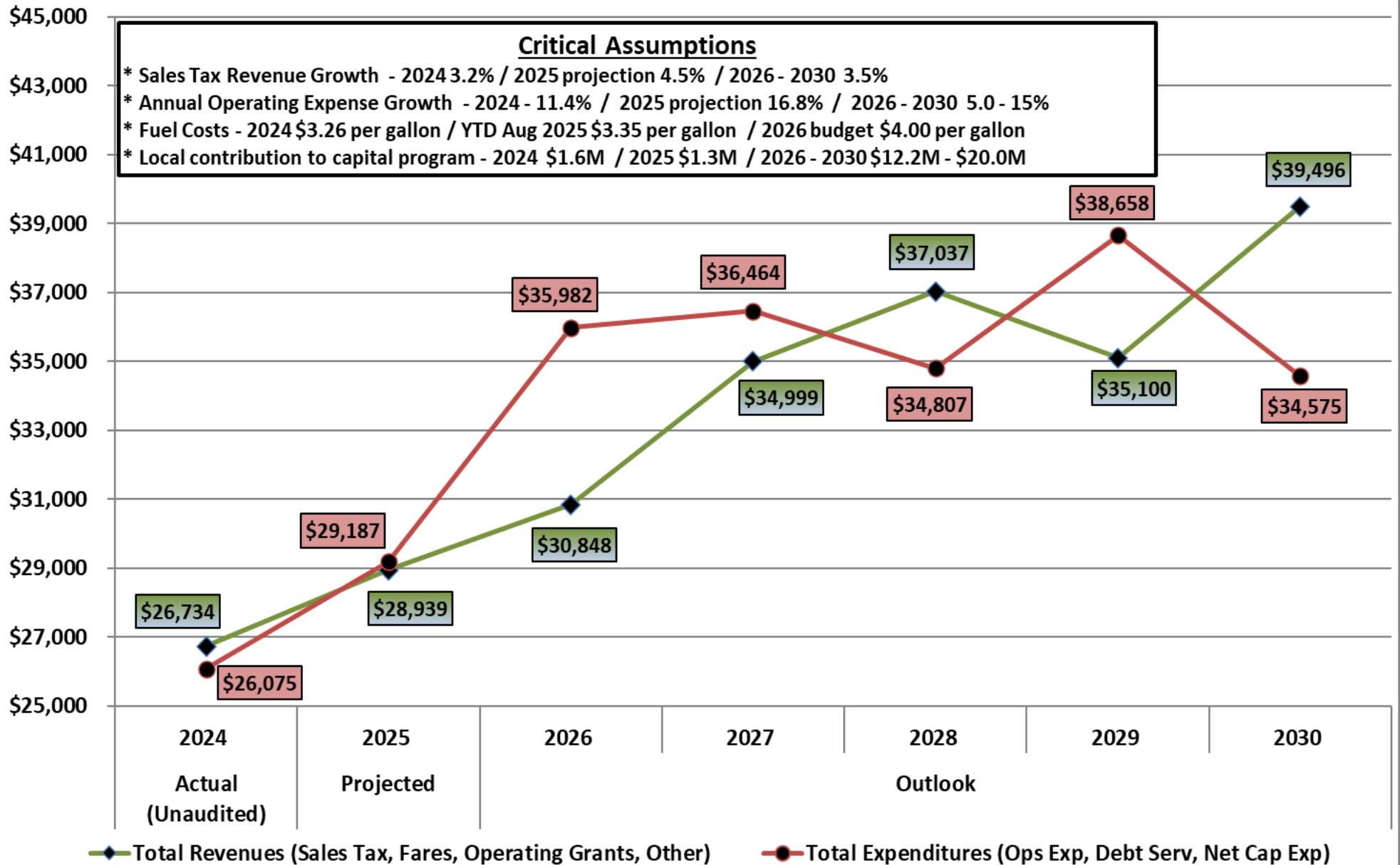


Total Revenues and Expenditures - Ferry Fund

(in thousands)

Critical Assumptions

- * Sales Tax Revenue Growth - 2024 3.2% / 2025 projection 4.5% / 2026 - 2030 3.5%
- * Annual Operating Expense Growth - 2024 - 11.4% / 2025 projection 16.8% / 2026 - 2030 5.0 - 15%
- * Fuel Costs - 2024 \$3.26 per gallon / YTD Aug 2025 \$3.35 per gallon / 2026 budget \$4.00 per gallon
- * Local contribution to capital program - 2024 \$1.6M / 2025 \$1.3M / 2026 - 2030 \$12.2M - \$20.0M



Unrestricted Reserve - Ferry Fund

(in thousands)

