

**CITY OF ISSAQUAH  
City Council Special Meeting**

11:00 AM  
January 24, 2026

Gibson Hall, 105 Newport Way  
SW

**MINUTES**

**COUNCIL AND ADMINISTRATION ATTENDANCE**

**Present:** Mayor Mark Mullet, Councilmember Paul Adair, Council President Barbara de Michele, Councilmember Russell Joe, and Councilmember Kevin Nichols

**Staff Present:** Wally Bobkiewicz, City Administrator; Paula Schwan, Police Chief; Thomas Rush, Communications Manager; and Gillian Straub, Management Analyst

A number of local elected officials were also in attendance.

**COMMUNITY MEETING**

The purpose of this special meeting was to allow the City Council to attend a community meeting to discuss recent events related to immigration officials returning to Issaquah.

The meeting convened at 11:00 AM and ended at approximately 12:15 PM.

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Tisha Gieser, City Clerk





CITY COUNCIL
AGENDA BILL

City Council Regular Meeting - Feb 02 2026

NEW
AB 9091 -
Consent Calendar

Newport Way Maple to Sunset Improvements Project
(TR 023) Design Agreement Supplement

Proposed Council Action:
Authorize

DEPARTMENT OF
OTHER COUNCIL MEETINGS

COMP PLAN POLICY NOS.

OTHER POLICIES
EXHIBITS

City Attorney Review

City Attorney Review Date:

PW - Public Works Greg Lucas
November 25, 2024 (AB 8889), December 4, 2023 (AB 8711),
September 19, 2022 (AB 8351), March 5, 2018 (AB 7529)
P-C8, P-C10, T-A.1, T-A.3, T-B.1, T-B.4, T-B.5, T-C.1, T-C.3, T-D.1,
T-D.2, T-E.1, T-F.2, T-G.1
n/a
A. Agreement Supplement
B. 2025-2030 TIP and 2027-2032 CIP Project Summary
C. 2025-2026 Adopted Budget Project Summary
Rachel Bender Turpin
January 28, 2026

SUMMARY STATEMENT

Introduction

This agenda bill seeks City Council authorization to enter into and execute design agreement supplement #4 for the Newport Way Maple to Sunset Improvements (TR023) project, with Perteet, Inc. in the amount of \$304,641.26.

Background

On March 5, 2018, City Council authorized a design contract with Perteet, Inc. (AB 7529) for the development of construction plans and specifications for the Newport Way - Maple to Sunset Project in the amount of \$2,592,238.00. This agreement was extended with design supplement #1, on February 25, 2020.

On December 4, 2023, City Council authorized design supplement #2 with Perteet, Inc. (AB 8711). Supplement #2 extended the contract duration but did not add additional funds.

On November 25, 2024, City Council authorized design supplement #3 with Perteet, Inc. (AB 8889). Supplement #3 added additional funding, primarily federal funds, to advance the project design to the next milestone (60 percent), and to prepare environmental documentation required by Washington Department of Transportation (WSDOT) and the National Marine Fisheries Service (NMFS).

Proposal

The Administration is proposing authorization of design agreement supplement #4, to amend the existing professional services contract with Perteet, Inc. by adding additional funding necessary to complete the design to the next critical milestone for the project. This work was started under Supplement #3; however, the project requires additional funding to complete the 60 percent submittal due to changes in environmental regulations.

Contracted work was not able to be completed within the original contract amount due to staffing shortages during the COVID-19 Pandemic where the City did not have anyone to manage this contract. Also, additional design effort was performed in order to reduce overall project costs that resulted in a new preferred concept (AB 8351).

The project completed a 30 percent design review in 2020. Subsequent community outreach led to changes in scope and design, which resulted in a second 30 percent design review in 2023. Given the extensive public outreach already completed, the project now has a lower risk of significant changes as it moves forward. The team continues to advance the project toward the 60 percent design milestone, and additional funding is required to finalize the submittal, expected in Q2 of this year.

Another major change since the original contract was the added complexity of the stormwater system design, driven by emerging science on 6PPD-quinone, a pollutant from tire wear that washes into waterway from roadways. Treatment for this chemical adds complexity and was not part of the original scope, but became necessary due to federal funding requirements and a policy shift by NMFS, which now recognizes its heightened toxicity to salmon. As a result, Supplement #3 included the expanded scope and funding needed to prepare the Biological Assessment documentation required to

address the project's mitigation related to the chemical. The Biological Assessment determination typically requires about two years after submittal and is necessary to complete the NEPA permitting process.

In 2024, the Administration requested \$5,460,000.00 in federal funding for the property acquisition phase for the project through the Puget Sound Region Council's King County Countywide Grant Program. The King County Project Evaluation Committee recommended the funding of this grant request in the year 2028. In order to be eligible to spend the grant funds to begin the property acquisition process in 2028, the Newport Way NW Improvements project needs to complete the 60 percent submittal and NEPA documentation that this design supplement funds.

The additional funding as a part of this proposed supplement is needed due to an encountered contaminant, known as polyfluoroalkyl substances (PFAS), beneath a long portion of this corridor. This contamination stems from chemicals within fire suppression material used in training conducted on two sites within the corridor. Note, this firefighting foam is no longer in use in Issaquah. Although the contamination had been previously identified, changes to Department of Ecology's regulatory requirements for the corridor mandated a comprehensive stormwater system redesign. This triggered additional redesign needs in other project components impacted by the stormwater redesign and required updated geotechnical investigations to inform the engineering. The redesign was time-consuming given the flat terrain, multiple threshold discharge areas (TDAs) along the corridor, presence of a large diameter transmission water pipeline that supplies this region (which cannot be moved), and the water-quality requirements, including those related to 6PPD-quinone.

To maintain eligibility for the 2028 property acquisition phase, the Administration prioritized the stormwater redesign, which was necessary for the Biological Assessment. As a result, insufficient funds remain to advance the 60 percent engineering submittal into reviewable design plans, and resources from other project disciplines—such as structural and landscape design—were reallocated to complete the redesign and Biological Assessment. The Biological Assessment was submitted to WSDOT in December 2025 and is now in NMFS's lengthy review process. Supplement #4 will provide the funding needed to complete the 60 percent design package and replenish the discipline budgets used to support the stormwater redesign and Biological Assessment.

### **Public Engagement**

In the summer of 2022, the Newport Way Maple to Sunset Improvements project team conducted a series of community engagement events and outreach activities. This included development of an updated project website, online survey, and a virtual open house. The goal of this public outreach was to not only inform the public about the final design concept, but to gather robust and useful input, build relationships, create awareness and excitement, and to communicate the project timeline.

Based on the survey and open house, the overall community response has been positive. The consensus among the public was that the project does the right amount to improve connections along Newport Way, while meeting the needs of both motorized and non-motorized users. A new preferred concept for the project was developed, reviewed by the Mobility and Infrastructure Committee, and subsequently approved by the City Council on September 19, 2022 ([AB 8351](#)).

### **Next Steps**

Subsequent phases of the project will require additional funds added to the design agreement. The Administration will seek grant funds for construction.

### **Financial Information**

The Newport Way NW Improvements project (TR023) is included in the 2025-2030 Transportation Improvement Program and the 2027–2032 Capital Improvement Plan (Exhibit B). The original agreement with Perteet, Inc. totaled \$2,592,238. Design supplements #1 and #2 did not increase the contract amount. Design Supplement #3 added an additional \$452,007, bringing the current authorized total maximum payable for design services to \$3,044,245.

The Local Agency Agreement with WSDOT authorizes \$3,076,988 in consultant funding for the Newport Way NW Improvements project's design. Of this amount, \$257,175 is City of Issaquah matching funds, with the balance provided through federal grants. These funds have already been allocated to the project.

Design Supplement #4 proposes using local funds due to exceeding the amount in the agreement with WSDOT. The adopted 2025–2026 budget includes \$1,047,960 in traffic impact fee revenue in 2026 for the project (Exhibit C).

Additionally, \$100,000 of City Water funds were allocated to the project for water main replacement design along the corridor. Watermain replacement costs are not eligible for Federal Highway Administration (FHWA) grant reimbursements and must be utilized for watermain replacement design only.

Budgeted design funds and planned expenditures for this project's design consultant is shown below:

<b>Fund Source</b>	<b>Fund Amount</b>
Federal Funds (FHWA)	\$2,819,813
Local Funds (prior to 2026)	\$257,175
2025-26 Local Funds Budgeted	\$1,047,960
<b>Total Design Funding Available</b>	<b>\$ 4,124,948</b>

<b>Planned Expenditures</b>	<b>Fund Amount</b>
Current Design Agreement (through supplement #3)	\$3,044,245
Design Supplement #4	\$304,641
<b>Total Design Costs</b>	<b>\$3,348,886</b>

After the 60 percent design package is submitted and reviewed, the Administration will identify any remaining items needed for the project to remain eligible for the 2028 property acquisition grant funds and will also evaluate how best to divide this long corridor project into smaller, more manageable construction phases. The next design submittal and subsequent construction are expected to be delivered in multiple phases, likely three or four. This determination will likely be necessary prior to the 2028 acquisition phase, and the Administration will complete as much of this work as possible using in-house staff.

Advancing the design beyond the 60 percent level will require local funding, unless additional grant funds become available in the future. The adopted 2025–2026 budget includes \$1,047,960, which first will be applied to completing the 60 percent design. Additional budgeted funds may be used later in 2026 to conduct the required value engineering study for large federally funded projects, and to advance the design beyond 60 percent if the Biological Assessment progresses through review more quickly than anticipated. While early approval is unlikely, WSDOT has developed an approach intended to expedite the review process, though it has not been adopted by NMFS.

**Administration's Recommendation**

The Administration recommends authorizing the Mayor to enter into and execute design agreement supplement #4 for the Newport Way Maple to Sunset Improvements (TR023) project, with Perteet, Inc. in the amount of \$304,641.26.

**Update**

n/a

**Alternative(s)**

Do not authorize the design agreement supplement. (Impact: The City would not have sufficient funds to reach the next critical milestone for this project. The City would need to repay federal funds spent on the project to date, if the project does not advance to the right-of way-phase and the construction phase, in the future.)

**RECOMMENDATION**

*Administration / Public Works Department:*

MOVE TO: Authorize the Mayor to enter into and execute design agreement supplement #4 for the Newport Way Maple to Sunset Improvements (TR023) project with Perteet, Inc. in the amount of \$304,641.26, in substantially the same form as the attached agreement (Exhibit A), as approved by the City Attorney.



<b>Supplemental Agreement Number</b> <u>4</u>		Organization and Address	
Original Agreement Number 31800131		Perteet, Inc. (an Adurra Company) 2707 Colby Avenue, Suite 900, Evett, WA 98201	
Project Number STPUL-1352(003)		Execution Date 3/27/2018	Completion Date 12/31/2029
Project Title Newport Way NW Improvements – Maple Street to West Sunset Way		New Maximum Amount Payable \$3,348,886	
Description of Work This supplement completes the project design to 60 percent for the Newport Way NW Improvements between Maple Street to W Sunset Way. See attachment for detailed scope of services.			

The Local Agency of City of Issaquah  
 desires to supplement the agreement entered in to with Perteet, Inc. (an Adurra Company)  
 and executed on 03/27/2018 and identified as Agreement No. 31800131

All provisions in the basic agreement remain in effect except as expressly modified by this supplement.  
 The changes to the agreement are described as follows:

I

Section 1, SCOPE OF WORK, is hereby changed to read:  
 See Attachment (Exhibit A)

II

Section IV, TIME FOR BEGINNING AND COMPLETION, is amended to change the number of calendar days for completion of the work to read: No Change (Time for completion shall be 12/31/2029)

III

Section V, PAYMENT, shall be amended as follows:  
 See Attachment (Fee Worksheet and Rates)

as set forth in the attached Exhibit A, and by this reference made a part of this supplement.  
 If you concur with this supplement and agree to the changes as stated above, please sign in the Appropriate spaces below and return to this office for final action.

By: \_\_\_\_\_ By: \_\_\_\_\_

\_\_\_\_\_  
Consultant Signature

\_\_\_\_\_  
Approving Authority Signature

\_\_\_\_\_  
Date

**Exhibit "A"**  
**Summary of Payments**

	Basic Agreement	Supplement #1	Total
Direct Salary Cost	SEE NEXT		
Overhead (Including Payroll Additives)	SHEET		
Direct Non-Salary Costs			
Fixed Fee			
Total			