

# 2020 Seattle City Council Budget Action

Agenda

Tab	Action	Option	Version
OH	9	A	1

**Budget Action Title:** Cut \$18.2 million GF (one-time) in proposed funding for programs supported by Mercer Properties Sales Proceeds including the Strategic Investment Fund, the Affordable Homeownership Acquisition Program, and the Attached Dwelling Unit Loan Program and redirect funds for other Council priorities

Ongoing: No Has Budget Proviso: No

Has CIP Amendment: No Has Attachment: No

Primary Sponsor: Budget Committee

Council Members:

Staff Analyst: Traci Ratzliff

Council Bill or Resolution:

Date		Total	LH	BH	KS	AP	DJ	MO	SB	TM	LG
	Yes	0									
	No	0									
	Abstain	0									
	Absent	0									

## Summary of Dollar Effect

See the following pages for detailed technical information

	2020 Increase (Decrease)	2021 Increase (Decrease)
<b>General Fund</b>		
<b>General Fund Revenues</b>	\$0	
<b>General Fund Expenditures</b>	\$(18,200,000)	
<b>Net Balance Effect</b>	<b>\$18,200,000</b>	
<b>Total Budget Balance Effect</b>	<b>\$18,200,000</b>	

## Budget Action Description:

This Council Budget Action cuts \$18.2 million in proposed funding for programs supported by the Mercer Properties Sales Proceeds included in the 2020 Proposed Budget as follows:

- \$11.7 million from the proposed \$41.7 million Strategic Investment Fund in Finance General;
- \$3.5 million from the proposed \$6 million Accessory Dwelling Unit Loan Program;
- \$3.0 million from the proposed \$15 million Permanently Affordable Homeownership Program.

These funding reductions will be used to support other Council priorities.

Background:

# 2020 Seattle City Council Budget Action

## Agenda

Tab	Action	Option	Version
OH	9	A	1

The Mayor's 2020 Proposed Budget adds approximately \$138.5 million of one-time funding from the Mercer Properties Sales Proceeds to fund a variety of new and existing housing, Equitable Development Initiative, and transportation programs. The Council is proposing to reduce the Mayor's proposed spending for non-transportation related programs, by \$18.2 million, and redirect the \$18.2 million to support other Council priorities.

### Budget Action Transactions

#	Transaction Description	Position Title	Number of Positions	FTE	Dept	BSL	Fund	Year	Revenue Amount	Expenditure Amount
1	Cut funding to Strategic Investment Fund		0	0	FG - FG000	FG - BO-FG-2QD00 - Reserves	00100 - General Fund	2020	\$0	\$(11,700,000)
2	Cut funding to homeownership acquisition and ADU pilot programs		0	0	OH - HU000	OH - BO-HU-2000 - Homeownership & Sustainability	00100 - General Fund	2020	\$0	\$(6,500,000)