



# SEATTLE CITY COUNCIL

## Legislative Summary

CB 119379

Record No.: CB 119379

Type: Ordinance (Ord)

Status: Passed

Version: 1

Ord. no: Ord 125717

In Control: City Clerk

File Created: 09/17/2018

Final Action: 11/26/2018

**Title:** AN ORDINANCE relating to the financing of Seattle Center's operations; authorizing the loan of funds in the amount of \$5,000,000 from the Unrestricted Cumulative Reserve Fund to the Seattle Center Fund to support the operations of Seattle Center during the temporary closure of KeyArena; and providing for the repayment thereof.

Date

Notes:

Filed with City Clerk:

Mayor's Signature:

Sponsors: Bagshaw

Vetoed by Mayor:

Veto Overridden:

Veto Sustained:

Attachments:

Drafter: adam.schaefer@seattle.gov

Filing Requirements/Dept Action:

### History of Legislative File

Legal Notice Published:

Yes

No

Version:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
1	Mayor	09/24/2018	Mayor's leg transmitted to Council	City Clerk			
	<b>Action Text:</b>		The Council Bill (CB) was Mayor's leg transmitted to Council. to the City Clerk				
	<b>Notes:</b>						
1	City Clerk	10/22/2018	sent for review	Council President's Office			
1	Council President's Office	10/24/2018	sent for review	Select Budget Committee			
1	City Council	10/29/2018	referred	Select Budget Committee			
	<b>Action Text:</b>		The Council Bill (CB) was referred. to the Select Budget Committee				
	<b>Notes:</b>						
1	Select Budget Committee	10/30/2018					



**CITY OF SEATTLE**

**ORDINANCE** 125717

**COUNCIL BILL** 119379

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5 AN ORDINANCE relating to the financing of Seattle Center's operations; authorizing the loan  
6 of funds in the amount of \$5,000,000 from the Unrestricted Cumulative Reserve Fund to  
7 the Seattle Center Fund to support the operations of Seattle Center during the temporary  
8 closure of KeyArena; and providing for the repayment thereof.  
9

10 WHEREAS, Seattle Municipal Code subsection 5.06.030.C requires City Council approval by  
11 ordinance of any interfund loan for a duration of more than 90 days; and

12 WHEREAS, in the normal course of business The City of Seattle ("City") may temporarily lend  
13 cash between funds to maintain required balances; and

14 WHEREAS, regarding use of the proceeds of this interfund loan for operating costs, the Finance  
15 and Budget Directors have determined that there is no viable alternative available for  
16 advancing a core City objective; and

17 WHEREAS, the Director of Finance and the City Budget Director have determined that this  
18 interfund loan request is consistent with the Debt Management Policies adopted by  
19 Resolution 31553; and

20 WHEREAS, there is sufficient cash in the Unrestricted Cumulative Reserve Fund to support an  
21 interfund loan of up to \$5,000,000 through December 31, 2026, and still meet regular  
22 budgeted operating needs; and

23 WHEREAS, funds loaned by the Unrestricted Cumulative Reserve Fund to the Seattle Center  
24 Fund to support Seattle Center operations are anticipated to be repaid from revenues  
25 associated with the new Seattle Center arena upon its completion and opening; NOW,  
26 THEREFORE,

1 **BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:**

2           Section 1. The City Council finds that there is no viable alternative to meet a core City  
3 objective, and therefore the Director of Finance is authorized to make a revolving loan of up to  
4 \$5,000,000 principal and interest outstanding from the Unrestricted Cumulative Reserve Fund to  
5 the Seattle Center Fund to support Seattle Center operations during the temporary closure of  
6 KeyArena. The loan is to be repaid no later than December 31, 2026, with interest on the loan at  
7 the rate of return of the City's Consolidated (Cash) Pool. The entire principal and interest amount  
8 of the loan drawn is intended to be repaid with revenues associated with the new Seattle Center  
9 arena upon its completion and opening.

10           Section 2. The Director of Finance may effectuate the loan authorized in Section 1 of this  
11 ordinance by transferring cash from the Unrestricted Cumulative Reserve Fund to the Seattle  
12 Center Fund, or by carrying the Seattle Center Fund in a negative cash position, in an amount not  
13 to exceed \$5,000,000 until no later than December 31, 2026. The Director of Finance is further  
14 authorized to establish, and modify if necessary, from time to time, a repayment plan and  
15 schedule.

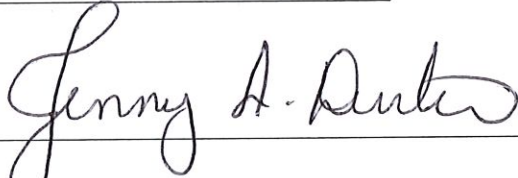
1 Section 3. This ordinance shall take effect and be in force 30 days after its approval by  
2 the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it  
3 shall take effect as provided by Seattle Municipal Code Section 1.04.020.

4 Passed by the City Council the 19<sup>th</sup> day of November, 2018,  
5 and signed by me in open session in authentication of its passage this 19<sup>th</sup> day of  
6 November, 2018.

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8 President \_\_\_\_\_ of the City Council

9 Approved by me this 26<sup>th</sup> day of November, 2018.

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11 Jenny A. Durkan, Mayor

12 Filed by me this 26<sup>th</sup> day of NOVEMBER, 2018.

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\_\_\_\_\_

14 Monica Martinez Simmons, City Clerk

15 (Seal)