



SEATTLE CITY COUNCIL

Legislative Summary

CB 119677

Record No.: CB 119677

Type: Ordinance (Ord)

Status: Passed

Version: 1

Ord. no: Ord 125990

In Control: City Clerk

File Created: 09/10/2019

Final Action: 12/02/2019

Title: AN ORDINANCE relating to the financing of the Central Waterfront Improvement Program; amending Ordinance 123761 to extend the duration of the existing interfund loan to the Central Waterfront Improvement Fund; changing the lending fund from the Move Seattle Fund to the REET I Capital Project Fund; and reducing the amount of the existing interfund loan.

Date

Notes:

Filed with City Clerk:

Mayor's Signature:

Sponsors: Bagshaw

Vetoed by Mayor:

Veto Overridden:

Veto Sustained:

Attachments:

Uploaded By: adam.schaefer@seattle.gov

Filing Requirements/Dept Action:

History of Legislative File

Legal Notice Published:

Yes

No

Ver- sion:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
1	Mayor	09/23/2019	Mayor's leg transmitted to Council	City Clerk			
1	City Clerk	10/14/2019	sent for review	Council President's Office			
1	City Council	10/21/2019	referred	Select Budget Committee			
1	Select Budget Committee	11/01/2019					
1	Select Budget Committee	11/19/2019	pass				Pass
Action Text: The Committee recommends that City Council pass the Council Bill (CB).							
In Favor: 8 Chair Bagshaw, Member González , Member Harrell, Member Herbold, Member Juarez, Member O'Brien, Member Pacheco, Member Sawant							
Opposed: 0							

- 1 City Council 11/25/2019 passed Pass
Action Text: The Council Bill (CB) was passed by the following vote, and the President signed the Bill:
In Favor: 9 Councilmember Bagshaw, Councilmember González , Council
President Harrell, Councilmember Herbold, Councilmember Juarez,
Councilmember Mosqueda, Councilmember O'Brien, Councilmember
Pacheco, Councilmember Sawant
Opposed: 0
- 1 City Clerk 11/26/2019 submitted for Mayor
Mayor's signature
Action Text: The Council Bill (CB) was submitted for Mayor's signature. to the Mayor
- 1 Mayor 11/27/2019 Signed
- 1 Mayor 12/02/2019 returned City Clerk
- 1 City Clerk 12/02/2019 attested by City Clerk
Action Text: The Ordinance (Ord) was attested by City Clerk.
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CITY OF SEATTLE

ORDINANCE 125990

COUNCIL BILL 119677

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AN ORDINANCE relating to the financing of the Central Waterfront Improvement Program; amending Ordinance 123761 to extend the duration of the existing interfund loan to the Central Waterfront Improvement Fund; changing the lending fund from the Move Seattle Fund to the REET I Capital Project Fund; and reducing the amount of the existing interfund loan.

WHEREAS, in 2010, The Department of Transportation conducted a preliminary feasibility analysis of special benefits for various program elements of the Alaskan Way Viaduct and Seawall Replacement Program, which supports a potential range of special benefits for a future Local Improvement District; and

WHEREAS, a loan of \$2.4 million to the Central Waterfront Improvement Fund was authorized in 2011 by Ordinance 123761 and increased to \$13.7 million in 2012 by Ordinance 124033, and the Mayor and Council anticipated revising the legislation to increase the amount of that loan to accommodate future years' spending; and

WHEREAS, Ordinance 124345 increased the interfund loan from \$13.7 million to \$31.225 million; and

WHEREAS, Ordinance 125188 amended the expiration date of the interfund loan to the Central Waterfront Improvement Fund to December 31, 2019; and

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

WHEREAS, in the normal course of business the City may temporarily lend cash between funds to maintain required balances; and

1 WHEREAS, in January 2019, Ordinance 125760, the City Council (“Council”) of The City of
2 Seattle (“City”) established Local Improvement District No. 6751 of the City
3 (interchangeably, “LID 6751” or the “Waterfront LID”), created the Local Improvement
4 District No. 6751 Fund (“Waterfront LID Fund”) and authorized Interim Financing
5 (including interfund loans) to pay for the costs of the LID Improvements in the
6 anticipation of the issuance of LID Bonds; and

7 WHEREAS, funds loaned to the Central Waterfront Improvement Fund were previously used for
8 costs eligible to be repaid with future LID Bond proceeds (LID-eligible costs) and used
9 for costs which are ineligible to be repaid with future LID Bond proceeds (all other
10 costs); and

11 WHEREAS, the City has kept a detailed record of the spending of funds loaned to the Central
12 Waterfront Improvement Fund and can segregate LID-eligible costs from all other costs.
13 LID-eligible costs are anticipated to be paid with future LID bond proceeds and all other
14 costs are anticipated to be repaid from LTGO bond proceeds, philanthropic contributions,
15 and reimbursements from private utilities; and

16 WHEREAS, funds loaned to the Central Waterfront Improvement Fund are no longer intended to
17 be used for LID-eligible costs. A new interfund loan of \$19 million to the Local
18 Improvement District No. 6751 Fund is planned to be used for LID-eligible costs. The
19 creation of a new interfund loan for LID-eligible costs is expected to result in the
20 reduction of the amount of funds loaned to the Central Waterfront Improvement Fund
21 from \$31.225 million to \$12.225 million; and

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

4 WHEREAS, there is sufficient cash in the REET I Capital Project Fund to support an interfund
5 loan of up to \$12,225,000 through December 31, 2023 and still meet regular budgeted
6 operating needs; NOW, THEREFORE,

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

8 Section 1. Sections 5 and 7 of Ordinance 123761, last amended by Ordinance 125492, are
9 amended as follows:

10 Section 5. ~~((A))~~ The Director of Finance is authorized to make a revolving loan of
11 up to ~~(((\$31,225,000))~~ \$12,225,000 of principal and interest outstanding ~~((at any one time~~
12 ~~is authorized to be made))~~ from the ~~((City's Transportation Fund))~~ REET I Capital
13 Project Fund to the Central Waterfront Improvement Fund, to provide financing for
14 central waterfront improvements. The loan ~~((expires December 31, 2019))~~ is to be repaid
15 no later than December 31, 2023, with interest on the loan at the rate of return of the
16 City's Consolidated ~~((Residual))~~ Cash Pool. The entire principal and interest amount of
17 the loan drawn is intended to be repaid with LTGO bond proceeds, LID bond proceeds,
18 philanthropic contributions, and reimbursements from private utilities.

19 * * *

20 Section 7. The Director of Finance may effectuate the loan authorized in Section 5
21 ~~((above))~~ of this ordinance by transferring cash from the ~~((Transportation Fund))~~ REET I
22 Capital Project Fund to the Central Waterfront Improvement Fund, or by carrying the
23 Transportation Fund in a negative cash position, in an amount not to exceed

1 ((~~\$31,225,000~~) \$12,225,000, until no later than (~~December 31, 2019~~) December 31,
2 2023. The Director of Finance is further authorized to establish, and modify if necessary,
3 from time to time, a repayment plan and schedule.

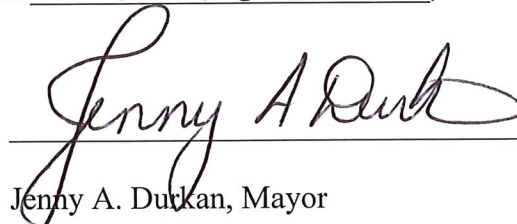
4 Section 2. This ordinance shall take effect and be in force 30 days after its approval by
5 the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it
6 shall take effect as provided by Seattle Municipal Code Section 1.04.020.

7 Passed by the City Council the 25th day of NOVEMBER, 2019,
8 and signed by me in open session in authentication of its passage this 25th day of
9 NOVEMBER, 2019.

10 

11 President _____ of the City Council

12 Approved by me this 27th day of November, 2019.

13 
14 Jenny A. Durkan, Mayor

15 Filed by me this 2nd day of December, 2019.

16 

17 Monica Martinez Simmons, City Clerk

18 (Seal)