

SUMMARY and FISCAL NOTE*

Department:	Dept. Contact/Phone:	CBO Contact/Phone:
OWCP	Dorinda Costa/206-615-0765	Caleb Wagenaar/206-733-9228

** Note that the Summary and Fiscal Note describes the version of the bill or resolution as introduced; final legislation including amendments may not be fully described.*

1. BILL SUMMARY

1. Legislation Title:

AN ORDINANCE relating to the Central Waterfront Improvement Program; authorizing the Director of the Office of the Waterfront and Civic Projects to execute an agreement with the Washington State Ferry system for the construction of facilities to support electrification of ferry vessels at the Colman Ferry Terminal; amending Ordinance 125724, which adopted the 2019 Budget, including the 2019-2024 Capital Improvement Program (CIP); changing appropriations to the Seattle Department of Transportation; revising revenue allocations and spending plans for certain projects in the 2019-2024 CIP; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

2. Summary and background of the Legislation:

This legislation revises the 2019 Adopted Budget and 2019-2024 CIP related to the Central Waterfront Improvement Program. The revisions include changes to cashflow in the out-years of the CIP related to the formation of the Waterfront Local Improvement District (LID) in January 2019 as well as other changes related to the Waterfront budget since the 2019 Budget was submitted. The ordinance also authorizes the Director of the Office of the Waterfront and Civic Projects to enter into an agreement with the Washington State Ferry system to fund design and construction of electrical facilities to support electrification of the ferry fleet during Waterfront construction.

Revisions due to formation of the Waterfront LID

The 2019 Adopted Budget and CIP was approved in November 2018, prior to the formation of the Waterfront LID. In January 2019, Council adopted Ordinances 125760 and 125761, which formed the Waterfront LID and authorized an agreement with Friends of Waterfront Seattle on the amount of philanthropic funding committed for construction of the Waterfront improvements. Passage of these ordinances changes the funding plan and cashflow for the Waterfront program, in the out-years of the CIP. This legislation amends the 2019-2024 Adopted CIP to reflect these revisions. The table below shows the changes in total project cost for the three CIP projects, please see the attached CIP pages for changes to revenue allocations and spending plans.

Project	Total Project Cost Adopted 2019-2024 CIP	Total Project Cost Revised 2019-2024 CIP
CWF Alaskan Way Main Corridor – MC-TR-C072	\$370,570,000	\$367,570,000
CWF Overlook Walk and East-West Connections – MC-TR-C073	\$174,340,000	\$184,340,000
Parks Central Waterfront Piers Rehabilitation – MC-PR-20017	\$100,217,000	\$100,217,000

Other Revisions

This legislation also makes other revisions to the 2019 Adopted Budget and 2019-2024 Adopted CIP to reflect funding changes that have occurred since submission of the budget. These changes include:

- Washington State Department of Transportation (WSDOT) design funding increase
 - OWCP staff reached agreement with WSDOT staff to increase the amount of reimbursable cost for state funded design activities related to the Alaskan Way/Elliott Way roadway and the Marion Street Bridge replacement. This change increases the reimbursable state appropriation in the Alaskan Way Main Corridor project (MC-TR-C072) by \$2,000,000 in 2019.
- Washington State Ferries (WSF) Hybrid Ferry Conversion
 - In late 2018, Seattle City Light (SCL) and WSF entered into a customer agreement to provide electrical service to the Colman Dock Ferry terminal to allow for the conversion of ferry service to hybrid vessels. WSF has agreed to pay for the design and construction of necessary electrical distribution facilities to meet the needs of their vessels and WSF, SCL and the OWCP agree that building these facilities during construction of the Waterfront improvements is the most efficient method of providing these facilities.

This legislation authorizes the Director of OWCP to enter into an agreement with WSF to fund provision of electrical facilities to serve the Colman Dock Ferry Terminal as part of Waterfront construction. It also allows the funds, when received, to be deposited in the Central Waterfront Improvement Fund. Reimbursable appropriations will be revised to account for these funds in the 2020 budget.

- Convention Center Public Benefit contributions for Pike/Pine Improvements
 - In 2018 the City Council, as part of approving the street vacation for the Washington State Convention Center (WSCC) placed a condition for WSCC to provide \$10,000,000 as a public benefit contribution for constructing the Pike/Pine Improvements (Clerk File 314338). The City received the first installment of funds following submission of the 2019 budget.

This legislation accepts these funds and increases 2019 appropriation authority by \$500,000 in the Major Projects BSL (BC-TR-19002). The remaining appropriations will be requested in the 2020 budget process.

2. CAPITAL IMPROVEMENT PROGRAM

a. Does this legislation create, fund, or amend a CIP Project? Yes No

Project Name:	Project I.D.:	Project Location:	Start Date:	End Date:	Total Project Cost Through 2024:
CWF Alaskan Way Main Corridor	MC-TR-C072	Various	2013	2024	\$367,570,000
CWF Overlook Walk and East-West Connections	MC-TR-C073	Various	2013	2024	\$184,340,000
Parks Central Waterfront Piers Rehabilitation	MC-PR-20017	Alaskan Way	2016	2024	\$100,217,000

The reduction in total project costs of \$3 million for the Alaskan Way Main Corridor is a product of a reduction in costs of \$5 million from a scope reduction and a \$2 million increase in design cost reimbursable by WSDOT.

The increase in total project costs of \$10 million for the Overlook Walk and East-West Connections represents the additional \$10 million for Pike/Pine Improvements from the Washington State Convention Center Street Vacation Public Benefits package.

3. SUMMARY OF FINANCIAL IMPLICATIONS

a. Does this legislation amend the Adopted Budget? Yes No

Budget program(s) affected:	General Fund \$		Other \$	
Appropriation change (\$):	2019	2020	2019	2020
	\$0	\$0	\$2,500,000	(\$15,143,000)
Estimated Revenue change (\$):	Revenue to General Fund		Revenue to Other Funds	
	2019	2020	2019	2020
	\$0	\$0	\$2,500,000	(\$15,143,000)
Positions affected:	No. of Positions		Total FTE Change	
	2019	2020	2019	2020
	NA	NA	NA	NA

The budget changes in 2020 represent a revised cashflow based on current project schedule, they do not reflect a reduction in total project cost. The details of the budget changes are shown below.

Budget Revisions 2019 and 2020

Fund Number	Fund	Revenue Source	Project	2019	2020
13000	Trans Fund	WSDOT	AWMC	2,000	-
35900	CWIF	LID	AWMC	-	(11,043)
			OLW	-	(600)
			Subtotal LID	-	(11,643)
		Private	AWMC	-	(4,000)
			Piers	-	(500)
			Subtotal Private		(4,500)
		Street Vacation			
		Public Benefits	OLW	500	1,000
			Subtotal CWIF	500	(15,143)
	Total All Funds			2,500	(15,143)

b. Does the legislation have other financial impacts to the City of Seattle that are not reflected in the above, including direct or indirect, short-term or long-term costs?
No.

c. Is there financial cost or other impacts of *not* implementing the legislation?
Not implementing this legislation would delay approval of an interlocal agreement between OWCP and Washington State Ferries to fund construction of electrical infrastructure for SCL to convert ferry service to hybrid vessels. WSF, SCL and the OWCP agree that building these facilities during construction of the Waterfront improvements is the most efficient method of providing these facilities. This work has been included in the Main Corridor contract that is anticipated to be awarded this spring.

3.d. Appropriations

X This legislation adds, changes, or deletes appropriations.

Fund Name and number	Dept	Budget Summary Level Name/#*	2019 Appropriation Change	2020 Estimated Appropriation Change
Transportation Fund - 13000	SDOT	Major Projects/ BC-TR-19002	\$2,000,000	\$0
Central Waterfront Improvement Fund - 35900	SDOT	Major Projects/ BC-TR-19002	\$500,000	(\$14,643,000)
Central Waterfront Improvement Fund - 35900	Parks	Building For The Future/ BC-PR-20000	\$0	(\$500,000)
TOTAL			2,500,000	(\$15,143,000)

*See budget book to obtain the appropriate Budget Control Level for your department.

Is this change one-time or ongoing?

One-time.

Appropriations Notes:

The 2019 appropriation changes represent new costs and associated revenues to the program related to WSDOT design and the Pike/Pine Improvements. The net reduction in estimated appropriations in 2020 is due to changes in anticipated timing of LID bond sales and revisions in the schedule of philanthropic donations.

3.e. Revenues/Reimbursements

X This legislation adds, changes, or deletes revenues or reimbursements.

Anticipated Revenue/Reimbursement Resulting from this Legislation:

Fund Name and Number	Dept	Revenue Source	2019 Revenue	2020 Estimated Revenue
Transportation Fund - 13000	SDOT	Partnership - WSDOT	\$2,000,000	\$0
Central Waterfront Improvement Fund - 35900	SDOT	Local Improvement District Bonds	\$0	(\$11,643,000)
Central Waterfront Improvement Fund - 35900	SDOT	Private Funding/Donations	\$0	(\$4,000,000)
Central Waterfront Improvement Fund - 35900	SDOT	Street Vacation Public Benefits	\$500,000	\$1,000,000
Central Waterfront Improvement Fund - 35900	Parks	Private Funding/Donations	\$0	(\$500,000)
TOTAL			2,500,000	(\$15,143,000)

Is this change one-time or ongoing?

This change is one-time.

Revenue/Reimbursement Notes:

4. OTHER IMPLICATIONS

- a. Does this legislation affect any departments besides the originating department?**
Yes, SCL, SPR.
- b. Is a public hearing required for this legislation?**
No.

- c. Does this legislation require landlords or sellers of real property to provide information regarding the property to a buyer or tenant?**
No.
- d. Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**
No.
- e. Does this legislation affect a piece of property?**
No.
- f. Please describe any perceived implication for the principles of the Race and Social Justice Initiative. Does this legislation impact vulnerable or historically disadvantaged communities?**
N/A
- g. If this legislation includes a new initiative or a major programmatic expansion: What are the specific long-term and measurable goal(s) of the program? How will this legislation help achieve the program's desired goal(s).**
N/A

List attachments/exhibits below:

N/A