Bob Hennessey SPU SRF Loan ORD 1 CITY OF SEATTLE ORDINANCE 126621 2 COUNCIL BILL 120354 3 4 5 AN ORDINANCE relating to Seattle Public Utilities; authorizing the General Manager/CEO of 6 Seattle Public Utilities to enter into an amended Water Quality Combined Financial 7 Assistance Agreement with the State of Washington Department of Ecology to partially 8 finance costs related to the construction of the Ship Canal Water Quality Project; and 9 ratifying and confirming certain prior acts. 10 11 WHEREAS, The City of Seattle and King County own and operate combined sewer systems, 12 portions of which are interconnected, and there is a risk of overflows in some locations 13 during heavy rain events; and 14 WHEREAS, the Combined Sewer Overflows ("CSOs") are regulated under the federal Clean 15 Water Act and governed by the State of Washington under the terms of National 16 Pollutant Discharge Elimination System ("NPDES") permits separately issued to both 17 The City of Seattle and King County; and 18 WHEREAS, the terms of the NPDES permits require The City of Seattle and King County to 19 limit untreated overflows at each CSO outfall to an average of no more than one per year; 20 and 21 WHEREAS, under a Consent Decree with the U.S. Environmental Protection Agency ("EPA"), the Washington Department of Ecology ("Ecology"), and the U.S. Department of Justice 22 ("DOJ") authorized by Ordinance 123908 and amended by Ordinance 124129 (the 23 24 "City's Consent Decree"), The City of Seattle must implement control measures to limit untreated combined sewer overflows in accordance with State of Washington 25 26 requirements by December 31, 2025; and

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1	WHEREAS, in 2015 the City Council pursuant to Ordinance 124966 authorized Seattle Public
2	Utilities to enter into a Joint Project Agreement ("JPA") with King County to design,
3	construct, operate, and maintain the Ship Canal Water Quality Project; and
4	WHEREAS, the Seattle City Council on June 21, 2021, approved Ordinance 126376 authorizing
5	Seattle Public Utilities to enter into a low-interest loan agreement with the Washington
6	Department of Ecology ("Ecology") in the amount of \$66 million to partially finance
7	costs related to the construction of the Ship Canal Water Quality Project; and
8	WHEREAS, Ecology has decided to make additional low-interest loan funds available to Seattle
9	Public Utilities for the Ship Canal Water Quality Project and Seattle Public Utilities has
10	determined it is in the ratepayers' interest to accept those funds; NOW, THEREFORE,
11	BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:
12	Section 1. The General Manager/CEO of Seattle Public Utilities is authorized to execute
13	an Amendment to Water Quality Combined Financial Assistance Agreement No. WQC-2021-
14	SeaPUD-00191 between the State of Washington Department of Ecology and Seattle Public
15	Utilities to provide an additional \$59 million to partially finance costs related to the construction
16	of the Ship Canal Water Quality Project to fulfill obligations under the City's Consent Decree.
17	Section 2. Any act consistent with the authority of this ordinance taken after its passage
18	and prior to its effective date is ratified and confirmed.