

## 2017 - 2018 Seattle City Council Green Sheet

Ready for Notebook

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68	4	A	1

**Budget Action Title:** Add funding by \$850,000 REET I in 2017 to FAS, impose a proviso, add new CIP project to FAS for recreational facility improvement, and amend the DPR CIP to cut \$850,000 REET I from SAAM renovation

Ongoing: No

Has CIP Amendment: Yes                      Has Budget Proviso: Yes

Primary Sponsor: Herbold, Lisa

Councilmembers: Johnson; Sawant

Staff Analyst: Asha Venkataraman

Council Bill or Resolution:

Date		Total	SB	TB	LG	BH	LH	RJ	DJ	MO	KS
	Yes										
	No										
	Abstain										
	Absent										

### Summary of Dollar Effect

*See the following pages for detailed technical information*

	2017 Increase (Decrease)	2018 Increase (Decrease)
<b>General Subfund</b>		
General Subfund Revenues	\$0	\$0
General Subfund Expenditures	\$0	\$0
Net Balance Effect	\$0	\$0
<b>Other Funds</b>		
Cumulative Reserve Subfund - REET I Subaccount (00163)		
Revenues	\$0	\$0
Expenditures	\$0	\$0
Net Balance Effect	\$0	\$0
<b>Total Budget Balance Effect</b>	<b>\$0</b>	<b>\$0</b>

**Budget Action description:**

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This green sheet would cut \$850,000 Real Estate Excise Tax I (REET) from the Department of Parks and Recreation (DPR) for the Seattle Asian Art Museum renovation (SAAM), add \$850,000 REET to Finance and Administrative Services (FAS), impose a proviso, and add a new recreational facilities capital improvement Project (Project ID TBD2-34) to the FAS 2017-2022 Capital Improvement Program (CIP).

The proposed FAS add includes \$250,000 in one-time funding for the first phase of the 5th Avenue Theatre restoration project; these funds will replace carpeting, install a new sound system and add a hearing loop system. The proposed FAS add also includes \$600,000 in one-time funding for Town Hall, the Burke Museum, the Nordic Heritage Museum and Hugo House (\$150,000 for each project). The \$850,000 cut in REET funding for restoration of SAAM is a reduction from \$19 million allocated in the 2017-2018 proposed budget.

In the 2016 Adopted Budget, one-time funds of \$1.5 million GSF were allocated to support capital improvement for some of these projects: \$500,000 each to Town Hall, the Burke Museum, and the Nordic Heritage Museum. The 2017 Proposed Budget includes \$1.3 million to support construction or renovation of recreational facilities. Town Hall, the Burke Museum, and the Nordic Heritage Museum are each proposed to receive \$350,000 and the Hugo House is proposed to receive \$250,000.

This one-time funding of \$850,000 for 2017 would provide an additional \$150,000 to each organization, for a total of \$600,000; it would also add \$250,000 for the 5th Avenue Theatre. The entire amount granted to these organizations would be \$3.65 million. Table 1 summarizes the Mayor's proposal (past funding and new funding in the proposed budget) and the proposed change.

**Table 1: Summary of Recreational Projects Funding**

	(a)	(b)	(c) = (a) + (b)	(d)	(e)=(c)+(d)
	2016 Adopted	2017 Proposed	Subtotal Funding	Council Proposed Add	Revised Funding
Town Hall	\$500,000	\$350,000	\$850,000	\$150,000	\$1,000,000
Burke Museum	\$500,000	\$350,000	\$850,000	\$150,000	\$1,000,000
Nordic Heritage Museum	\$500,000	\$350,000	\$850,000	\$150,000	\$1,000,000

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<b>Hugo House</b>	\$0	\$250,000	<b>\$250,000</b>	\$150,000	<b>\$400,000</b>
<b>5th Avenue Theatre</b>	\$0	\$0	<b>\$0</b>	\$250,000	<b>\$250,000</b>
<b>Total</b>	<b>\$1,500,000</b>	<b>\$1,300,000</b>	<b>\$2,800,000</b>	<b>\$850,000</b>	<b>\$3,650,000</b>

These projects are each eligible to receive REET funding so long as each qualifies as a public works project, including but not limited to paying prevailing wage, competitive bidding, and retainage requirements.

This green sheet would impose the following proviso:

"Of the appropriation in the 2017 budget for the Finance and Administrative Services Recreational Facilities Capital Improvements BCL \$850,000 is appropriated solely for the Recreational Facilities Capital Improvements Project, Project ID TBD2-34, in the 2017-2022 Capital Improvement Program and may be spent for no other purpose. None of the money appropriated in the 2017 budget for this purpose may be spent until authorized by future ordinance. Council anticipates that such authority will not be granted until (1) each partner agency expected to receive funding shows that its projects are qualifying public works adhering to the associated requirements to be eligible for REET I funding; and (2) the Executive provides Council with negotiated contracts detailing the public benefits that will be delivered by each partner agency in exchange for the City funding."

This green sheet would revise DPR's 2017-2022 CIP for the Seattle Asian Art Museum Renovation project, Project ID K730122, as follows:

- Decrease the 2017 amount from revenue source Real Estate Excise Tax I by \$850,000 and revise totals accordingly; and
- Decrease the 2017 fund appropriation/allocation amount for the Cumulative Reserve Subfund - Real Estate Excise Tax I Subaccount by \$850,0000, and revise totals accordingly; and
- Decrease the 2017 spending plan amount by \$850,000, and revise the total(s) accordingly.

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This green sheet would create a new Recreational Facilities Capital Improvements Budget Control Level (BCL) in FAS. The purpose statement for the new Recreational Facilities Capital Improvements BCL is as follows:

"The purpose of the Recreational Facilities Capital Improvements Budget Control Level is to fund the construction, rehabilitation, or renovation of cultural spaces and physical improvements to Town Hall, the Nordic Heritage Museum, the Burke Museum, Hugo House, and the 5th Avenue Theatre."

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### Budget Action Transactions

**Budget Action Title:** Add funding by \$850,000 REET I in 2017 to FAS, impose a proviso, add new CIP project to FAS for recreational facility improvement, and amend the DPR CIP to cut \$850,000 REET I from SAAM renovation

#	Transaction Description	Position Title	Number of Positions	FTE	Dept	BCL or Revenue Source	Summit Code	Fund	Year	Revenue Amount	Expenditure Amount
1	Reduce DPR spending for SAAM from CRS REET 1				DPR	2008 Parks Levy-Cultural Facilities (00163-CIP)	K720021	00163	2017		(\$850,000)
2	Increase CRS support to FAS REET I-eligible projects				FAS	Recreational Facilities Capital Improvements (00163-CIP)	TBD2	00163	2017		\$850,000