



Seattle Arena Development Project

Select Committee on Civic Arenas

Council President Bruce Harrell, Co-Chair
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Today

- ▶ Review the proposed legislation authorizing the construction, operation, and maintenance of the proposed Arena at Seattle Center ("Arena Deal").
- ▶ Discuss whether the Arena Deal adheres to Council's guiding principles as reflected in the MOU.
- ▶ Whether Council will authorize the Mayor to sign the Transaction Documents.

Review of MOU / Guiding Principles

1. **Financial Due Diligence:** City's financial participation and risks are minimized.
2. **Community Benefits:** Community is supported and given a voice.
3. **Labor/Tenants:** Affected workers, tenants, and small businesses are not harmed.
4. **Transportation/Design/Construction:** Innovative mobility strategies are used to mitigate impacts.

Proposed Legislation

CB 119345 – Transaction Documents

- Lease Agreement (Use and Occupancy)
 - Including Admissions Tax implications
- Development Agreement (Arena Construction)
- Seattle Center Integration Agreement (Integration with Seattle Center, resident organizations, and community)

CB 119344 – Admission Tax Code Changes

- Amending SMC 5.40.120 (Receipts to the General Fund)

1. Financial Due Diligence

- City Contribution
- Ownership Structure
- Lease Term / Lease Renewals
- Capital Improvements
- City Guaranteed Base Rent
- Upside Revenue

2. Community Benefits

- General Outreach and Coordination
- Financial Support During Construction
- YouthCare and Community Fund
- Public Art and Programming / Activation
- Mandatory Housing Affordability (MHA)
- Community Event Days

3. Labor, Tenants, and Businesses

Labor

- Labor Harmony and Community Workforce Agreements
- Apprenticeship Plan
- WMBE Inclusion Plan
- Employment for current KeyArena workers

Tenants

- Impacts on tenants and users
- Skate Park, maintenance facility and other tenants

Businesses

- Minimize disruptions

4. Transportation, Design, & Construction

Transportation/Mobility

- Transportation Impacts under SEPA
- Arena Access Management Plan / Multimodal Transportation Strategies
- City Transportation Fund
- North Downtown Mobility Action Plan

Design/Construction

- Project Cost
- Historic Roofline, LEED Gold, and NBA/NHL Standards
- Construction Impacts Mitigation Plan, Construction Logistics Plan
- Construction oversight; approval of material changes to design

Conclusion/Next Steps

Guiding Principles

- 2017 RFP, Council Letter, MOU

MOU (RES 37164)

- MOU Signed 12/6/17

Transaction Documents (TD)

- 9/7/18 Committee discussion

TD

- **9/14/18 Committee vote**

TD

- **9/24/18 Full Council final action**

Construction

- Early as October 2018