

**SUMMARY and FISCAL NOTE\***

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\* 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 financing of Cable Television Franchise Fund programs; authorizing the loan of funds in the amount of \$2,000,000 from the Information Technology Fund to the Cable Television Franchise Fund to support Seattle Information Technology programs; and providing for the repayment thereof.
- 2. Summary and background of the Legislation:** This legislation authorizes an interfund loan of up to \$2,000,000 from the Information Technology Fund to the Cable Television Franchise Fund to support the operations of Cable Television Franchise funded Seattle IT programs. Cable provider customers have been cutting the cord, many switching to streaming services. The Cable Television Franchise Fund collects revenues through a rate applied to total cable customer bills.

With the total revenues dropping at rates higher than anticipated, the City projects that Cable Television Franchise Fund will go into a deficit cash position for more than 90 days. Cable Television Franchise Fee revenues are expected to continually decline. Seattle IT is planning underspend of the Cable Television Franchise Fee funded programs and anticipates complete repayment by December 31, 2020.

**2. CAPITAL IMPROVEMENT PROGRAM**

- a. Does this legislation create, fund, or amend a CIP Project?**     \_\_\_ Yes X No

**3. SUMMARY OF FINANCIAL IMPLICATIONS**

- a. Does this legislation amend the Adopted Budget?**     \_\_\_ Yes X No
- 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?**  
Yes. The Cable Television Franchise Fund would end in a negative cash position for greater than the allowed 90 days. Additionally, lack of financial support would materially impact Seattle IT's ability to maintain operations funded by the Cable Television Franchise Fund.

#### 4. OTHER IMPLICATIONS

- a. **Does this legislation affect any departments besides the originating department?**  
No.
- 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:**