

2021 Seattle City Council Budget Action

Council Budget Action: Agenda

| Tab | Action | Option | Version |
|-----|--------|--------|---------|
| FG | 002 | A | 001 |

Budget Action Title: Add \$30 million GF to FG for a Strategic Investment Fund to Address Displacement and impose a proviso

Ongoing: No Has Budget Proviso: Yes

Has CIP Amendment: No Has Attachment: No

Primary Sponsor: Kshama Sawant

Council Members: Lisa Herbold, Tammy Morales

Staff Analyst: Tom Mikesell

Council Bill or Resolution:

| Date | | Total | LH | TM | KS | AP | DJ | DS | AL | TM | LG |
|------|---------|-------|----|----|----|----|----|----|----|----|----|
| | Yes | 0 | | | | | | | | | |
| | No | 0 | | | | | | | | | |
| | Abstain | 0 | | | | | | | | | |
| | Absent | 0 | | | | | | | | | |

Summary of Dollar Effect

See the following pages for detailed technical information

| | 2021 Increase (Decrease) | 2022 Increase (Decrease) |
|------------------------------------|--------------------------|--------------------------|
| General Fund | | |
| General Fund Revenues | \$0 | |
| General Fund Expenditures | \$30,000,000 | |
| Net Balance Effect | \$(30,000,000) | |
| | | |
| Total Budget Balance Effect | \$(30,000,000) | |

Budget Action Description:

This budget action would add \$30 million GF to Finance General (FG) reserves for a Strategic Investment Fund to Address Displacement. This fund will support strategic investment in areas at high risk of displacement or in areas of low access to opportunity that present unique opportunities for transformational equitable development. This would include areas with significant planned public investment like light rail station areas and parks, where increased access to opportunities will likely also increase displacement pressure. This fund will focus on sites and projects with the potential to achieve multiple community benefit outcomes through mixed-use and mixed-income development that creates opportunities for housing, affordable commercial and cultural space, public open space, and childcare.

A \$30 million appropriation to the Strategic Investment Fund was included in the 2020 Adopted Budget, but is proposed to be cut in Council Bill 119910, the 3rd Quarter 2020 Supplemental Appropriations

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ordinance. This budget action would re-appropriate this amount in the 2021 budget.

This budget action also reimposes a budget proviso that was in the 2020 Adopted Budget, as follows:

"None of the money appropriated in the 2021 budget for the Finance General Reserve Strategic Investment Fund may be spent until authorized by future ordinance. Council anticipates that such authority will not be granted until the Executive submits a proposed spending plan for this Fund."

Budget Action Transactions

| # | Transaction Description | Position Title | Number of Positions | FTE | Dept | BSL | Fund | Year | Revenue Amount | Expenditure Amount |
|---|---------------------------|----------------|---------------------|-----|------------|------------------------------------|----------------------|------|----------------|--------------------|
| 1 | Anti-Displacement Reserve | | 0 | 0 | FG - FG000 | FG - BO-FG-2QD00 - General Purpose | 00100 - General Fund | 2021 | \$0 | \$30,000,000 |