

SEATTLE CITY COUNCIL

Legislation Details (With Text)

File #: Res 31856 Version: 2 Name:

Type: Resolution (Res) Status: Adopted

In control: City Clerk

On agenda: 11/19/2018

Final Action: Ord. No.

Title: A RESOLUTION committing to collaborate with the Executive on the transfer of properties that have a

mutual and offsetting benefit lease to the organizations currently residing in those facilities no later than March 2019 in circumstances where those organizations have expressed interest in taking ownership of those properties and a commitment to continue to provide services to the community,

and have demonstrated the financial capability of maintaining the facility.

Sponsors: Sally Bagshaw

Indexes:

Attachments: 1. Summary and Fiscal Note, 2. Signed Resolution 31856, 3. Affidavit of Publication

Date	Ver.	Action By	Action	Result
11/19/2018	2	City Clerk	attested by City Clerk	
11/19/2018	1	City Council	adopted	Pass
11/19/2018	1	Select Budget Committee	adopt as amended	Pass
11/14/2018	1	Select Budget Committee	adopt	Pass
11/13/2018	1	City Council	referred	
11/13/2018	1	Council President's Office	sent for review	
11/13/2018	1	City Clerk	sent for review	

CITY OF SEATTLE

RESOLUTION

A RESOLUTION committing to collaborate with the Executive on the transfer of properties that have a mutual and offsetting benefit lease to the organizations currently residing in those facilities no later than March 2019 in circumstances where those organizations have expressed interest in taking ownership of those properties and a commitment to continue to provide services to the community, and have demonstrated the financial capability of maintaining the facility.

WHEREAS, the non-profit organizations occupying city-owned facilities with mutual and offsetting benefit leases have provided vital services to Seattle for decades; and

WHEREAS, a response from the Department of Finance and Administrative Services to statement of legislative intent 58-1-A-2 in 2013 indicates that the City's current approach to properties that have a mutual and offsetting benefit (MOB) lease is not sustainable because the existing methodology for calculating cash rent does not cover facility maintenance costs and the non-profits residing in these properties have limited ability to absorb a larger share of rent without needing to reduce services; and

WHEREAS, on October 5, 2016, Seattle's Office of Housing (OH) determined that the benefits of redeveloping the property at 722 18th Avenue (formerly Fire Station 23) for affordable housing do not outweigh the benefits

File #: Res 31856, Version: 2
of having Byrd Barr Place (formerly Centerstone) continue to provide services to the community at that
location; and
WHEREAS, for 50 years, Byrd Barr Place has provided essential human services to Seattle residents who are
struggling to make ends meet, most of whom live at 150% or more below the federal poverty level; and
WHEREAS, on October 7, 2016, OH determined that mitigating the steep slope on the east side of the property
at 500 30th Avenue South (Central Area Senior Center) would make redeveloping the site with affordable
housing financially unfeasible and the benefits of having Central Area Senior Center (CASC) continue to serve
African-American seniors in the community far outweigh the benefits of redeveloping the site for affordable
housing; and
WHEREAS, the Central Area Senior Center, founded in 1972, is a nonprofit volunteer-supported resource
providing services to support the emotional, social, and physical well-being of older adults and their families;
and
WHEREAS, on October 9, 2015, OH determined that co-development at the Greenwood Senior Center would
not offer meaningful cost savings sufficient to present a more cost-effective option for the development of
affordable housing than development on other market-rate sites; and
WHERAS, The Phinney Neighborhood Association's Greenwood Senior Center is a non-profit organization
that has been serving older adults and seniors since 1978 and centers an inclusive community that provides
social, physical, and educational activities focused around the needs of older adults, as well as works to fight
isolation, build camaraderie, and enrich each other's lives; and
WHEREAS, on July 15, 2015, Byrd Barr Place received a grant from the Washington Department of
Commerce for \$1,455,000 to renovate the building it occupies under the condition that it owns or holds a long-
term lease for a minimum of ten years for the property; and
WHEREAS, if Byrd Barr Place does not obtain ownership or a long-term lease by June 2019 they will lose the
\$1,455,000 grant from the Washington Department of Commerce; and
WHEREAS, a report prepared by Soul Light and submitted to the Department of Finance and Administrative Services on September 13, 2017 determined that Byrd Barr Place and the Central Area Senior Center meet all
documented criteria for receiving the property in which they currently reside and City departments believe
these organizations have the capability of managing these properties after their transfer for continued
community services; NOW, THEREFORE,
BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SEATTLE, THAT:
Section 1. The City Council will collaborate with the Executive with a goal of completing transfer of the City-
owned properties at 722 18th Avenue, 500 30th Avenue South, and the Greenwood Senior Center with mutual
and offsetting benefit (MOB) leases to the non-profit organizations currently residing in those facilities no later
than March 31, 2019 as recommended in prior consultant reports to the City of Seattle in exchange for certain
commitments to maintain the properties and to continue to provide services to the community, all subject to
completion of environmental review.
Section 2. The City Council will establish, document, and communicate clear criteria and timelines for entering
into long-term leases or transferring the remaining properties with MOB leases if the Executive has not taken
action regarding these properties by March 31, 2019, all subject to completion of environmental review.
Adopted by the City Council the day of 2018, and signed by me in
Adopted by the City Council the day of, 2018, and signed by me in open session in authentication of its adoption this day of, 2018.
1