

## SUMMARY and FISCAL NOTE\*

<b>Department:</b>	<b>Dept. Contact/Phone:</b>	<b>CBO Contact/Phone:</b>
Office of Housing	Andréa Akita/206-615-0747	Miguel Jimenez/4-5805

*\* 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**

**Legislation Title:** AN ORDINANCE relating to the redevelopment of Yesler Terrace by the Housing Authority of The City of Seattle; authorizing the Mayor to execute a third amendment to the Yesler Terrace Cooperative Agreement with the Housing Authority of the City of Seattle that was authorized by Ordinance 123961; authorizing the Director of Housing to implement the Cooperative Agreement as amended; and ratifying and confirming certain prior acts.

**Summary and Background of the Legislation:** In 2012 the City of Seattle and the Seattle Housing Authority signed the Yesler Terrace Cooperative Agreement outlining terms and conditions of the redevelopment of Yesler Terrace. Included in the Cooperative Agreement is a set of conditions related to City funding to be committed to the redevelopment. This Third Amendment authorizes the City to increase its funding contribution to a Phase III development project located at 1215 E. Fir Street by up to \$3,348,429. The additional contribution is needed due to inflated costs resulting from unprecedented material and labor shortages occurring during the pandemic.

### **2. CAPITAL IMPROVEMENT PROGRAM**

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

### **3. SUMMARY OF FINANCIAL IMPLICATIONS**

**Does this legislation amend the Adopted Budget?**      \_\_\_ Yes  X  No

**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?**

OH is authorized to provide up to \$13 million, using existing OH fund sources, towards Phase III of the Yesler Terrace redevelopment, under the terms of the Cooperative Agreement. The City has already reached the limit of \$13 million of contributions to support development of at least 195 replacement housing units and 130 60% of AMI housing units in Phase III, including a loan commitment to the 1215 E. Fir Street project.

The Amendment includes a \$1,348,429 grant from the Washington State Department of Commerce to the Office of Housing for the project. The State Connecting Housing to

Infrastructure (CHIP) grant funds were awarded to the City in April 2022 and will be included in year-end Supplemental Ordinance legislation.

**Are there financial costs or other impacts of *not* implementing the legislation?**

If the legislation is not implemented, the project would have a financing gap and be delayed indefinitely or may not be able to move forward.

**3.a. Appropriations**

\_\_\_ This legislation adds, changes, or deletes appropriations.

**3.b. Revenues/Reimbursements**

\_\_\_ This legislation adds, changes, or deletes revenues or reimbursements.

**3.c. Positions**

\_\_\_ This legislation adds, changes, or deletes positions.

**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. Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**

No

**d. Does this legislation affect a piece of property?**

Yes. The Site Plan for Yesler Terrace is attached.

**e. Please describe any perceived implication for the principles of the Race and Social Justice Initiative. Does this legislation impact vulnerable or historically disadvantaged communities? What is the Language Access plan for any communications to the public?**

This legislation allows funding of replacement housing at Yesler Terrace as previously approved. This will allow tenants of Yesler Terrace, who are disproportionately people of color, the opportunity to return to the redevelopment property. Significant community planning process was conducted developing principles for the redevelopment in addition to the outreach that was conducted in advance of the Cooperative Agreement.

**f. Climate Change Implications**

**1. Emissions: Is this legislation likely to increase or decrease carbon emissions in a material way?**

- 2. Resiliency: Will the action(s) proposed by this legislation increase or decrease Seattle’s resiliency (or ability to adapt) to climate change in a material way? If so, explain. If it is likely to decrease resiliency in a material way, describe what will or could be done to mitigate the effects.**

The Office of Housing provided weatherization funding for units within the redevelopment of Yesler Terrace. These resources are designed to increase the energy efficiency of buildings.

- 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

**Summary Attachments:**

Summary Exhibit A – Map of Site