



SEATTLE CITY COUNCIL

Finance and Housing Committee

Agenda

Wednesday, July 19, 2023

9:30 AM

Council Chamber, City Hall
600 4th Avenue
Seattle, WA 98104

Teresa Mosqueda, Chair
Lisa Herbold, Vice-Chair
Alex Pedersen, Member
Sara Nelson, Member
Andrew J. Lewis, Member

Chair Info: 206-684-8808; Teresa.Mosqueda@seattle.gov

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July 19, 2023 - 9:30 AM

Meeting Location:

Council Chamber, City Hall, 600 4th Avenue, Seattle, WA 98104

Committee Website:

<http://www.seattle.gov/council/committees/finance-and-housing>

This meeting also constitutes a meeting of the City Council, provided that the meeting shall be conducted as a committee meeting under the Council Rules and Procedures, and Council action shall be limited to committee business.

Members of the public may register for remote or in-person Public Comment to address the Council. Details on how to provide Public Comment are listed below:

Remote Public Comment - Register online to speak during the Public Comment period at the meeting at <http://www.seattle.gov/council/committees/public-comment>. Online registration to speak will begin two hours before the meeting start time, and registration will end at the conclusion of the Public Comment period during the meeting. Speakers must be registered in order to be recognized by the Chair.

In-Person Public Comment - Register to speak on the Public Comment sign-up sheet located inside Council Chambers at least 15 minutes prior to the meeting start time. Registration will end at the conclusion of the Public Comment period during the meeting. Speakers must be registered in order to be recognized by the Chair.

Submit written comments to Councilmember Mosqueda at teresa.mosqueda@seattle.gov

Please Note: Times listed are estimated

A. Call To Order

B. Approval of the Agenda**C. Public Comment****D. Items of Business****1. Policies and Procedures for Disposal of Excess City-Owned Properties**

Supporting Documents: [Presentation](#)

Briefing and Discussion

Presenters: Donny Stevenson, Vice Chair, Muckleshoot Indian Tribe and Indigenous Advisory Council member; Jay Mills, Councilmember, Suquamish Tribe and Indigenous Advisory Council member; Tm Reynon-C, Tribal Relations Director, Office of Intergovernmental Relations; Traci Ratzliff and Eric McConaughy, Council Central Staff

2. City Budget Office & Central Staff Budget and Fiscal Policy Work-group

Supporting Documents: [Report](#)

Briefing and Discussion

Presenters: Julie Dingley, Director, City Budget Office; Esther Handy, Director, and Aly Pennucci, Council Central Staff

3. Fiscal Note Enhancements

Supporting Documents: [Council Central Staff Memo](#)

Briefing and Discussion

Presenters: Aly Pennucci and Tom Mikesell, Council Central Staff

4. [CB 120617](#) **AN ORDINANCE relating to acceptance of funding from non-City sources; authorizing the heads of various departments to accept and authorize the expenditure of specified grants, private funding, and subsidized loans and to execute, deliver, and perform corresponding agreements; amending Ordinance 126725, which adopted the 2023 Budget, including the 2023-2028 Capital Improvement Program (CIP); changing appropriations to various departments and budget control levels, and from various funds in the Budget; revising project allocations for certain projects in the 2023-2028 CIP; and ratifying and confirming certain prior acts.**

Supporting Documents:

[Summary and Fiscal Note](#)

[Summary Att A – 2023 Q2 Grants Acceptance Detail Table](#)

[Central Staff Memo \(7/19/23\)](#)

[Presentation](#)

Briefing and Discussion

Presenters: Aly Pennucci and Edin Sisic, Council Central Staff

5. [CB 120618](#) AN ORDINANCE amending Ordinance 126725, which adopted the 2023 Budget, including the 2023-2028 Capital Improvement Program (CIP); changing appropriations to various departments and budget control levels, and from various funds in the Budget; revising project allocations for certain projects in the 2023-2028 CIP; creating CIP Projects; creating positions; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

Attachments: [Att A - Capital Project Additions](#)

Supporting

Documents:

[Summary and Fiscal Note](#)

[Summary Att A - 2023 Mid-Year Supplemental Ordinance](#)

[Summary Detail Table](#)

[Presentation](#)

[Central Staff Memo \(7/19/23\)](#)

Briefing and Discussion

Presenters: Aly Pennucci and Edin Sisic, Council Central Staff

E. Adjournment



Legislation Text

File #: Inf 2290, **Version:** 1

Policies and Procedures for Disposal of Excess City-Owned Properties



SEATTLE CITY COUNCIL
CENTRAL STAFF

Policies and Procedures for Disposal of Excess City-Owned Properties

TRACI RATZLIFF, CENTRAL STAFF ANALYST

JULY 19, 2023 FINANCE AND HOUSING COMMITTEE

Background

- Guide evaluation of City-owned properties for potential use, reuse, or disposition (if no municipal purpose is identified)
- Two sets of guidelines:
 - City Light-owned properties
 - Other City-owned properties
- Both last modified in September 2018 via Resolution 31829 (City Light) and Resolution 31837 (other City-owned)

Current Disposition Policies

Key changes included in 2018 legislation:

- Established affordable housing, including mixed-use development, as priority for underutilized or excess City properties and required review of this priority in 2023.
- Charged Office of Housing (OH) with assessing properties for use as affordable housing using specific criteria included in guidelines.
- Expressed policy intent for properties located in neighborhoods at high risk for displacement, that OH partner in development of housing with local, community-based non-profit housing organizations historically and culturally tied to neighborhood.

Current Disposition Policies (cont'd)

- For non-City Light properties, consistent with state law, authorized transfer or sale of properties for affordable housing at less than fair market value.
- For City Light properties, authorized sale or transfer for affordable housing at a price and on other terms and conditions negotiated by City Light and approved by the City Council.
- Authorized retention of properties by City for reasonable time until funding and/or suitable housing development partner identified.
- Directed that 80% of net proceeds from sale of non-City Light properties, not suitable for development of affordable housing, be allocated to OH to support development of affordable housing.

Proposed Changes to Disposition Policies

For a property deemed appropriate for affordable housing:

- City must provide notice to federally recognized Tribes and Urban Indian Organizations of availability of property.
- If federally recognized Tribe or Urban Indian Organization indicates interest in developing property as affordable housing, OH will work with selected organization to complete development of housing on property – priority for acquisition given to federally recognized Tribes.
- If neither federally recognized Tribe or Urban Indian Organization indicates interest in property for development as affordable housing, OH determines if property should be transferred to a non-profit developer or Social Housing Developer for development as affordable housing.

Proposed Changes to Disposition Policies (cont'd)

For a property not deemed appropriate for housing:

- City must provide notice to federally recognized Tribes and Urban Indian Organizations of availability of property.
- If federally recognized Tribe or Urban Indian Organization indicates interest in property, City will work with organization to explore transfer of property – priority for acquisition given to federally recognized Tribes.
- If neither federally recognized Tribe or Urban Indian Organization indicates interest in property, City provides notice to City departments, public agencies, other community groups, and other parties expressing interest in surplus properties.

Issues to be addressed

- Definitions (i.e., federally recognized Tribes, Urban Indian Organizations)
- Procedures incorporating Tribal Consultation and Urban Confer included in proposed policy and procedure changes
- Modifications to align policies and procedures with new priority in consultation with Executive Departments (FAS, OH, City Light)
- Ongoing stakeholder input (federally recognized Tribes, Indigenous Advisory Council, local urban Indian community organizations, non-profit housing providers, etc.)

Questions?



Legislation Text

File #: Inf 2291, **Version:** 1

City Budget Office & Central Staff Budget and Fiscal Policy Work-group

City Budget Office & Central Staff Budget and Fiscal Policy Workgroup

Report: Response to Statement of Legislative Intent LEG-322-A-001-2023

June 2023

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Executive Summary

Background

Statement of Legislative Intent LEG-322-A-001-2023, requested recommendations from a Council Central Staff (CS) and the City Budget Office (CBO) workgroup related to the annual budget process and treatment of General Fund planning reserves.

The workgroup met six times between February and April 2023 and included:

- **CBO:** Jeannette Blankenship, Deputy Director; Zack Kuentz, Fiscal & Capital Manager; Caleb Wagenaar, Fiscal & Policy Analyst; Trisha Patek, Budget Process Coordinator
- **CS:** Esther Handy, Director; Aly Pennucci, Deputy Director; Tom Mikesell, Analyst; Edin Sisic, Fiscal Policy Analyst

Collectively, the recommendations are intended to:

- Increase transparency in City budgeting, reporting, and use of City resources.
- Create sustainable budgets, which maintain appropriate service levels and enable City Departments, and the contracted partners that deliver city services, to focus on service performance.
- Shift second-year budget process goals towards financial monitoring and planning, to improve the City’s financial management and the information available to budget decision-makers.

Recommendations

Biennial Budgeting

1. Implement new practices for a Mid-Biennial Budget Review that shift City practices away from a full budget process for even-year-budgets, to the review, update and adoption of an endorsed budget.

Mid-year Budget Changes

2. Accept and appropriate grants up to three times per year in a Grants Ordinance to enable Departments to utilize grant resources more efficiently. This new cadence will be revisited throughout 2023 as additional acceptance/appropriation ordinances are completed using the revised guidelines.
3. Resolve for Council review of citywide supplemental budget ordinances twice a year (barring an emergency). Together, mid-year legislative changes to appropriations would follow this cadence:
 - a. First Quarter Grants Acceptance Ordinance (Feb/Mar)
 - b. Mid-year Supplemental & Grants Ordinances (June/July)
 - c. Year-End Supplemental & Grants Ordinances (September)
4. Expand the Budget Director's administrative transfer authority to allow up to \$250,000 transfers to BCLs with appropriations under \$2.5 million and retain existing authority that allows cumulative transfers of up to 10 percent or \$500,000 to any BCL's original budgeted allowance (to include \$0 BCLs). The Council remains open to additional proposals from the Executive about changes to [SMC 5.08.020](#) to reduce the occurrence of budget exceptions and to improve the efficiency and administration of government.

Financial Planning, Monitoring & Policies

5. Standardize financial plan guidelines.
6. Implement CBO/City Finance's new financial monitoring programs and provide CS updates about significant budget-to-actual variances. In 2024, or when the financial monitoring program is fully operational, CS and CBO will re-establish quarterly meetings that include discussion about budget-to-actuals variances by Department.
7. Establish the review, revision, and/or consolidation of financial policies as a future shared workplan item and revisit timetable for this work based on staffing capacity.

Planning Reserves

8. Explore new planning reserve practices in the 2025-2026 Biennial Budget including briefing the Select Labor Committee on the labor reserves prior to budget transmittal and explore creation of an appropriated Risk Reserve.

I. Biennial Budgeting

[Revised Code of Washington \(RCW\) 35.32A](#) provides the framework for adoption of the City of Seattle’s annual budget, that is further guided by [Resolution \(RES\) 28885](#) (1994).

Each year, the City legally adopts a budget for the upcoming year, consistent with RCW 35.32A. The City’s process is unique in that, consistent with RES 28885, in the fall of even-numbered years the Council also “endorses” a budget for the following year, with spending and resources balanced over the two-year period. Starting with the endorsed budget, in the fall of the odd-numbered year the City Council considers and approves the second year’s budget. This process is different from a true biennial budget, in which a city legally adopts appropriations for two fiscal years, and in the second year, incrementally modifies the existing appropriation.

In practice, the Executive’s process for developing a proposed budget and the Council’s process for review and adoption are similar in even and odd years. The result is a perpetual City budget cycle – as soon as a budget is adopted, departments begin work on the next proposal. This budgeting cycle encourages short-term, annual thinking and requires extensive fiscal policy resources including in Departments, in CBO and at Council’s CS, leaving limited capacity for activities that could improve budget decisions and service delivery like longer term planning, financial monitoring, program evaluation and analysis.

Recommitting to both the spirit and practice of biennial budgeting in order to realize the benefits of better and more durable resource decisions, requires citywide change in practice and culture.

Recommendation 1: Define New Practices for a Mid-Biennium review.

(1) In 2023, the Executive and Council, under leadership of CBO Director Julie Dingley and the Council’s Select Budget Committee Chair Teresa Mosqueda, are establishing new direction for the Mid-Biennium review of an even-year budget, that aligns practice to current policy:

- a. Departments are asked to balance new requests and needs within endorsed amounts.
- b. The Council will review the Executive’s proposal as compared to the 2024 Endorsed Budget through an abbreviated budget deliberation process that only considers self-balanced amendments.

The full scope and guidelines of this process will be further refined and negotiated between the Executive and the Council.

After the 2024 Budget is adopted, CBO and CS will evaluate the process together with the following areas:

1. Review the 2024 Adopted Budget – where does it deviate from the endorsed and why?
2. Review budget document components for those that can be excluded in the year-two document (that are included in the year-one budget book).
3. Review the new practices implemented in the Mid-Biennial review against goals for saved staff capacity and shifting focus to financial monitoring and planning.

Based on what we learn, CBO and CS may draft a new policy to replace RES 28885 to memorialize year-two practices the Mayor and the Council want to continue.

Documenting the Approach to the 2024 Budget

Executive Process

The Executive, under the leadership of the CBO, is approaching the annual budget process with the following direction:

- Direction to departments: [2024 Baseline Budget and General Policies](#)
- The process starts with the 2024 Endorsed Budget: [RES 32072](#), that should guide 2024 spending barring revenue changes, significant changes in policy, and other technical adjustments.
 - CBO anticipates that department needs in baseline are already largely addressed in the 2024 Endorsed Budget.
 - Departments should plan on absorbing any proposed GF increases in their baseline budgets.
 - Change Requests to fund a new proposal utilizing General Fund resources should be paired with an offsetting reduction Change Request.

Council Process

The Council is developing a new “Mid-biennium” review process, with the following direction:

- The 2024 Endorsed is balanced, and the starting point for Council’s review
- Amendments are expected to be more limited, and the Fall 2023 Budget Process will be a “lighter touch”:
 - Council will receive a revenue forecast earlier in its process (mid-October versus first week of November) so that proposed amendments are informed by the revenues available.
 - All Councilmember proposed budget amendments must be self-balanced.
 - The committee will vote on individual amendments vs a balancing package; this could include grouping individual self-balanced amendments into a consent group to streamline the committee vote.
 - Some version of a balancing package may be needed to address forecast changes.

Council anticipates receiving a 2024 Endorsed Budget update that does not deviate significantly from the 2024 Endorsed Budget and the Executive likewise anticipates that the final budget adopted by the Council will not deviate significantly from the 2024 Endorsed Budget. The revenue forecast updates in April and August may require changes, in which case, the Executive and Council will endeavor to work collaboratively to identify strategies that adjust spending in 2023 and 2024 to avoid surprises in the proposed budget or the yearend supplemental.

II. Mid-Year Budget Changes

Realizing more sustainable service levels through a biennial budget are supported by defined guidelines for mid-year budget changes, that encourage City Departments to adhere to their biennial appropriations when possible while also allowing the City to adapt to emerging community needs and circumstances when needed.

Pursuant to [RCW 35.32A](#), after adoption, the annual budget can be modified under the following circumstances:

- Modify appropriations (i.e., abrogate, decrease, reappropriate) within the adopted budget in a manner that does not increase total appropriations above what was assumed in the adopted budget ([RCW 35.32A.050](#));
- Appropriate funds from the emergency fund, or other designated funds, to meet specific expenses or obligations outlined in [RCW 35.32A.060](#)¹.
- By a ¾ majority of all its members, appropriate from the emergency fund, or other designated funds, an amount sufficient to meet the actual necessary expenditures of the city for which insufficient or no appropriations have been made due to causes which could not reasonably have been foreseen at the time of the making of the budget.

The City's current practice is to interpret the provisions under RCW 35.32A.060 broadly and there is not clear guidance on what budget actions do or do not meet the "to meet the actual necessary expenditures of the city...which could not reasonably have been foreseen at the time of the making of the budget."

Supplemental appropriation legislation can either be 'standalone' and add funding for a single discrete City program, or more 'comprehensive', increasing several City departments and funds in a single bill, and typically comes to the Council in the following forms:

- Annual Carryforward: requests that a portion of select department's unspent prior year budget be reappropriated in the current year to continue/complete a discrete program or project for which the funding was originally provided, but which could not be fully completed.
- Annual Exceptions: Typically introduced several months after the fiscal year end, this bill provides retroactive budget authority to the prior-year's budget for spending that has exceeded the revised budget after all automatic and legislated appropriation increases.
- Mid-year and Year-end Supplemental Budget Bills: These bills include requests from multiple departments to spend dollars generated through year end fund reconciliation and revenue forecast updates, and to provide spending authority for grant revenues that are described and detailed in accompanying grant acceptance bills.

Prior to 2020, the Council typically received three to four quarterly supplemental spending bills, including a supplemental budget bill in the fourth quarter, after adoption of the next year's annual budget. This meant that decisions made during the comprehensive budget process for the next year, in October and November, did not incorporate the full financial status of available resources and needs in the current year. In addition, the short time frame between the end of the fiscal year and the available time for deliberation in early to mid-December, placed the Committee and City Council in the position of

¹ Note: the City requires a higher voting threshold to appropriate funds from the emergency fund than what is required by state law: 3/4 majority versus a 2/3 majority required by state law

making resourcing decisions without time for robust follow-up and deliberation. With that in mind, in 2021 the Council requested that the Executive transition to a mid-year and a year-end supplemental budget bill. This practice has continued but is not memorialized in any City policy.

Historically, the appropriation of grants was authorized via a supplemental appropriations ordinance, while grants were accepted through a separate, grant acceptance ordinance. In 2023, CS, CBO and Law worked together to create a standalone ordinance that both accepts and appropriates grant resources to improve grant legislation processes.

City Charter, Article VII Section 15, requires that transfer of money between Funds shall be by ordinance² and SMC 5.08.0203 defines what can be transferred outside of an ordinance. The SMC authorizes the City Budget Director to approve net annual transfers of appropriations up to \$500,000 within a department Budget Control Level (BCL) so long as the total is not more than 10% of the receiving BCL and does not cumulatively result in transferring more than 25% of the total BCL from which the transfer is made. [SMC 5.08.040](#) further requires that the CBO Director will notify the Chair of the Budget Committee of the City Council and the Director of Finance and Administrative Services of any such transfers, by sharing a copy of the approved request.

To increase transparency around mid-year budget changes, and to provide the CBO Director with the appropriate authority to manage within a biennial budget, the workgroup recommends adopting the following policies.

Recommendations 2-4: Establish a cadence for mid-year budget changes and expand CBO Director's administrative transfer authority.

(2) To improve Departments' ability to efficiently accept and use grant resources, the Council should consider a Grants Ordinance that accepts and appropriates grant resources up to three times per year. Streamlining acceptance and appropriation of grants will:

- Reduce a backlog of awarded but not yet accepted and appropriated grants, thus reducing project and operational interruptions as a result of grant appropriation delays.
- Improve timing issues, as grant awards don't always follow the supplemental budget processes.
- Enhance visibility and transparency of the City's grant legislation processes for the Council and the public.

(3) This cadence may be revisited to address any issues that emerge during the 2023 ordinances which utilize updated guidelines.

To increase the transparency and predictability of mid-year budget changes, the workgroup recommends adopting policy that the Council review a supplemental budget ordinance twice a year.

Together, mid-year legislative changes to appropriations would follow this cadence:

- First Quarter Grants Ordinance (Feb/March)
- Mid-Year Supplemental & Grants Ordinances (June/July)
- Year-End Supplemental & Grants Ordinances (Sept., transmitted with next year's proposed budget)

² City Charter: [Article VIII Section 15 - GENERAL FUND; SPECIAL FUNDS](#):

³ [SMC 5.08.020 Transfer between budget control levels](#)

(4) To reduce the number of items within the City's Budget Exceptions Ordinance, which retroactively adds budget authority to address departmental overspending within budget control levels (BCLs), the workgroup recommends amending Chapter 5.08 of the Seattle Municipal Code to enhance the City Budget Director's administrative transfer authority and allow up to \$250,000 transfers to BCL's with appropriations under \$2.5 million. Current SMC guidance allows cumulative transfers of up to 10 percent (with a maximum limit of \$500,000) to any BCL's original budgeted allowance. However, items that make the exceptions ordinance often include transfers to BCL's with no budget appropriation, so the 10 percent provision doesn't allow any administrative transfer authority to the City Budget Director. Adding the greater of 10 percent or \$250,000 provision will reduce the number of budget exception items and provide appropriate flexibility to the Executive to manage resources within a Department mid-year.

Proposed Revised Code: 5.08.020 A2.

The amount of the appropriation transferred, together with all previous transfers during the same budget year to that budget control level, does not exceed ten percent or \$250,000, whichever is greater, of the original budgeted allowance for the budget control level to which the transfer is made.

The Council remains open to additional proposals from the Executive about changes to SMC 5.08.020 to reduce the occurrence of budget exceptions and to improve the efficiency and administration of government.

III. Financial Planning

Good financial planning allows the decision-makers to improve budget decisions through more transparent and better information about future year costs, and to minimize the occurrence of future budget deficits through better projection of growth in revenues and expenses, allowing gaps to be addressed sooner.

[RES 31954](#) represents the most recent codified framework for financial planning. It requires CBO to provide to CS by October 1st of each year “...a six-year financial forecast, including disclosure of embedded assumptions”.

In recent practice, financial plans for most funds have been produced by departments, and CBO produces the plan for the General Fund, and other funds that cross departments (e.g., Real Estate Excise Tax Funds, JumpStart Payroll Expense Tax Fund). The financial plans are included in budget document appendices and cover multiple years beyond the current year. In 2022, the GF financial plan was presented to the Finance & Housing Committee and the Select Budget Committee at key budget development milestones, including:

- [May presentation](#): included year-end adjustments, preliminary estimate or range of baseline expenditure changes, and the April Office of Economic and Revenue Forecasts (OERF)/CBO revenue forecast update;
- [August presentation](#): included actual baseline expenditure changes and the August OERF/CBO revenue forecast update; and
- [November presentation](#): include Select Budget Committees approved budget adjustments and included impacts from the November OERF/CBO revenue forecast update.

Recommendation 5: Establish financial planning practices in policy.

(5) The workgroup recommends the City adopt the following financial planning practice into policy. City financial plans for all funds will:

1. Reflect current law or propose changes in law transmitted with the budget; this includes incorporating projected growth in contract provisions, where applicable.
2. Be informed by best available data about revenues and spending, and with transparency in the plan about the lines of expenditures being inflated (e.g., internal service costs for fleet, fuel, and technology, capital improvement project inflators and methodology of any growth escalators used).
3. Define the six-year financial plan period as: prior year, current year (Adopted and Revised), budget year and three forecasted years.

CBO and CS intend to partner on financial plan development and analysis in ways that support transparent and efficient information sharing. We share a goal of working with financial plan documents that have formula models embedded and growth escalators defined and will work towards a regular practice of transmitting Financial Plans in this form.

IV. Financial Monitoring

Monitoring revenue and expenditure performance during the year is a prudent financial management practice. City code requires quarterly reporting for cash balances, investments, and interfund loans, as well as key GF and other revenues. However, without regularly communicated budget monitoring, it is challenging to see the full picture of the City's financial health during the fiscal year, including during supplemental budget processes.

Recommendation 6: Implement new Financial Monitoring Program

(6) To improve budget monitoring, in 2023, CBO and the Office of City Finance implemented a new Financial Monitoring pilot program with select City Departments, including Seattle Center, Human Services Department, Seattle City Light, and the Seattle Fire Department. The new practices will result in better budget-to-actual information to inform Department and Executive budget management decisions, and to inform the Council on any significant deviations from the budget. When the program is fully established in 2024 and beyond, the practices will inform Council Budget decisions by providing better information about the cost to provide city services. This pilot program involves:

- Quarterly meetings between a Finance Manager (Department), Accountant (City Finance) and Budget Analyst (CBO) to review a set of financial performance characteristics, including:
 - Transactional processing, to ensure accuracy of financial data.
 - Balance sheet, to identify and correct anomalies.
 - Grants, to monitor compliance with the City's grant model to support accurate and timely grant reporting on SEFA reports; and,
 - Expenditure and revenue variances to budget, to foster effective resource allocation.
- Variances greater than five percent (or at least \$500,000) will be discussed, documented, and evaluated to determine if the variance is temporary or potentially a trend.
- The data and discussion will inform financial management within departments and will provide more context to Council budget decisions.

The project started with four pilot departments noted above and will roll-out to most departments to review first quarter financial in late-April/early-May of 2023.

The first iteration of the monitoring program utilizes a straight-line approach to analyze budgets vs actuals which assumes level-spending and does not account for seasonality in expenditures (e.g., some months have more payroll expenses than others). In time the program will advance to an analysis that accommodates this seasonality component based on the timing of planned expenses and/or revenues.

In 2023, CBO will collaborate with CS Leadership in the development and refinement of the monitoring program, and CBO will provide CS updates about significant budget-to-actual variances as they arise.

In 2024, or when the Financial Monitoring program is fully operational, CS and CBO will re-establish quarterly meetings that include discussion about budget-to-actual variances by Department.

V. Financial Policies

Financial policies for City funds are adopted into policy by Resolution or by Ordinance. Those that are codified exist throughout the code, depending on the subject matter and fund. As a result, there is not a comprehensive inventory or single place to look to refer to current financial policy. Adhering to all policy relies on institutional knowledge and memory of staff by subject area.

Recommendation 7: Set Long-term goal for financial policy consolidation.

(7) To improve adherence to financial policies across all funds, and to improve efficiency and collaboration, the work group recommends a long-term goal of reviewing, revising, and/or consolidating the city's financial policies.

Advancing this project is not a near-term priority for CBO due to the capacity needed for other priorities. As a first step, and as time allows, CS will work to develop an initial inventory of financial policies and conduct best practice research from other jurisdictions about how they consolidate and track financial policies (e.g., in a specific section of their code, or in a manual).

VI. Planning Reserves

Seattle, like all public bodies, grapples with the issue of how to appropriately reserve resources for current year and future needs when there are aspects of confidentiality and/or lack of precise cost information at the time of budgeting. The City of Seattle's current practice for addressing this issue is through planning reserves, for which there are no formal policies in place.

The City's formal financial reserves follow the RCW which permits the City to maintain two financial reserves to draw upon in the event of certain unanticipated expenditure or revenue pressures: the General Fund's Emergency Fund (EMF) and a second reserve called the Revenue Stabilization Fund (RSF). The EMF is the principal reserve for the City to draw upon when certain unanticipated expenses occur during the fiscal year. Eligible expenses include costs related to storms or other natural disasters. In 2022, the City updated its financial policies to define a process for rebuilding the EMF reserve following a significant drawdown of funds, requiring that the EMF be replenished to its target balance within a period of five years.

The RSF, also known as the "Rainy Day Fund," provides resources for the City to draw upon to maintain City services in the event of a sudden, unanticipated shortfall in revenue due to economic downturns or other factors. The RSF's annual contribution is indexed to a percentage of GF tax revenue and is recalculated annually as part of the budget process and year-end close.

Financial plans presented in the budget document also reserve unspent amounts from the prior fiscal year that must be retained to satisfy a legal obligation, for example, unspent grant funds, amounts for encumbrances, and amounts legally allowed to carryforward into future years. These funds do not constitute financial reserves as defined above but rather are restricted fund balances until the carryforwards/encumbrances are either expensed or abandoned through subsequent legislation.

Planning Reserves are amounts set aside in unappropriated fund balances for a future purpose that is generally known and broadly quantifiable. Within Planning Reserves, labor reserves are set aside to satisfy requirements of under-negotiation labor contracts or potential labor litigation which would result in an increased labor related expense for the City. This amount can represent both current year and prior years' estimated obligations and becomes the funding source for a request for appropriation as labor contracts are approved by the Council. The non-labor planning reserves are for a variety of items such as additional risk reserves for Judgement & Claims Fund and for reserving a restricted revenue that has a prescribed use (e.g. for the Trial Court Improvement Account). During the year, the planning reserves are used to identify a need for resources for emerging needs. For example, when a citizen's initiative passed mid-year, CBO noted the likely need for implementation resources with a planning reserve assumption. These policy-oriented reserves become a proposed appropriation in the Proposed Budget or are addressed with existing resources. Occasionally, these expenditures of a policy nature remain in the planning reserves when the budget is transmitted to the Council. For example, in the Proposed 2023-2024 Budget, the 2024 planning reserves estimate included \$4 million for a potential new public safety agency that was not yet part of a public budget proposal.

The planning reserve amounts are shared confidentially with the CS Director and are not presented at length as part of the budget process due to their ongoing sensitivity at the time of budget transmission.

Recommendation 8: Explore new planning reserve practices in the 2025-2026 Biennial Budget

(8) To increase transparency, and a shared ownership of reserve decisions between the Council and Executive, the work group recommends updating the City's planning reserve practices to appropriate planning reserves, where possible, during the annual budget process, and to retain a planning reserve to track changing conditions mid-year. For the 2025-2026 Biennial budget, the following strategies should be explored:

1. Develop an approach to brief the Select Labor Committee on labor reserves as they relate to current negotiations, prior to budget transmittal.
2. Explore the creation of an appropriated Risk Reserve as a combined reserve for items with confidentiality considerations like labor reserves and reserves for the Judgment & Claims fund.

Table 1 – Summary of Recommendations

Topic	Workgroup Recommendations	Key Benefits
<p>Biennial Budgeting</p>	<p>1. Implement new practices for a Mid-Biennium Review that shifts city practices away from a full budget process for even-year-budgets, to the review, update, and adoption of an endorsed budget.</p> <ul style="list-style-type: none"> • Departments are asked to balance new requests and needs within endorsed totals. • Council reviews the proposal against the Endorsed Budget and require self-balanced amendments. <p>Evaluate the 2023 process to inform future discussions.</p>	<p>Create sustainable budgets, which maintain appropriate service levels and enable City Departments, and the contracted partners that deliver city services to focus on service performance.</p> <p>Re-focus staff time on activities that will improve the information available for policy and budget decisions:</p> <ul style="list-style-type: none"> • financial planning and monitoring • program planning and impact evaluation
<p>Mid-year Budget Changes</p>	<p>2. Accept and appropriate grants up to three times per year in a Grants Ordinance to enable Departments to utilize grant resources more efficiently.</p> <p>This new cadence will be revisited throughout 2023 as additional acceptance/appropriation ordinances are completed using the revised guidelines.</p> <p>3. Resolve for Council review of citywide supplemental budget ordinances twice a year (barring an emergency). Together, mid-year legislative changes to appropriations would follow this cadence:</p> <ul style="list-style-type: none"> • First Quarter Grants Acceptance ORD (Feb/Mar) • Mid-year Supplemental & Grants ORDs (June/July) • Year-End Supplemental & Grants ORDs (Sept) <p>4. Expand the Budget Director’s administrative transfer authority to allow up to \$250,000 transfers to BSLs with appropriations under \$2.5 million and retain existing authority that allows cumulative transfers of up to 10 percent or \$500,000 to any BCL’s original budgeted allowance.</p>	<p>Improve departments’ ability to efficiently accept and use grant resources.</p> <p>Achieve more predictable and durable resource decisions by:</p> <ul style="list-style-type: none"> • minimizing mid-year budget changes • Council consideration of the year-end supplemental alongside the proposed Budget. <p>Reduce budget exceptions and provide appropriate Executive authority for the City to respond to emerging needs.</p>

Topic	Workgroup Recommendations	Key Benefits
Financial Planning	<p>5. Update financial plan requirements in policy. Financial plans will:</p> <ul style="list-style-type: none"> a. Reflect current law or propose changes in law transmitted with the budget; this includes incorporating projected growth in contract provisions, where applicable. b. Be informed by best available data about revenues and spending, and with transparency in the plan about the lines of expenditures being inflated (e.g., internal service costs for fleet, fuel, and technology, capital improvement project inflators and methodology of any growth escalators used). c. Define the six-year financial plan period as: prior year, current year (Adopted and Revised), budget year and three forecasted years. <p>CBO and CS will work towards a regular practice of transmitting Financial Plans with all formulas embedded and growth escalators defined.</p>	<p>Improve budget decisions through more transparent and better information about future year costs.</p> <p>Minimize the occurrence of future budget deficits through better projections of growth in revenues and expenses, allowing gaps to be addressed sooner.</p>
Financial Monitoring	<p>6. Implement CBO’s new financial monitoring practices.</p> <p>In 2023, CBO will collaborate with CS Leadership in the development and refinement of the monitoring program, and CBO will provide CS updates about significant budget-to-actual variances as they arise.</p> <p>In 2024, or when the Financial Monitoring program is fully operational, CS and CBO will re-establish quarterly meetings that include discussion about budget-to-actual variances by Department.</p>	<p>Develop better budget-to-actual information including about mid-year and year-end variances, and the cost of delivery city services, to inform budget decisions.</p>
Financial Policy Review and Consolidation	<p>7. Establish a shared goal for reviewing, revising, and/or consolidating financial policies in the future.</p> <p>As a first step CS, with input from City Finance, will inventory financial policies and do best practice research on how other cities track their policies (e.g. in code, through a financial policy manual).</p>	<p>Improve transparency, consistency and adherence to financial policies</p>
Planning Reserves	<p>8. Explore new planning reserve practices in the 2025-2026 Biennial Budget including briefing the Select Labor Committee on the labor reserves prior to budget transmittal and explore creation of an appropriated Risk Reserve.</p>	<p>Increase transparency and shared ownership of reserve decisions between the Council and Executive.</p>



Legislation Text

File #: Inf 2292, **Version:** 1

Fiscal Note Enhancements

July 17, 2023

MEMORANDUM

To: Finance and Housing Committee
From: Tom Mikesell, Analyst
Subject: Summary and Fiscal Note Template and Process Review

On Wednesday, July 19, 2023, the Finance and Housing Committee will receive a briefing and discuss potential changes to the template and process for reviewing summary and fiscal notes. This memorandum reviews the current process and format used for communicating the potential fiscal impacts of proposed legislation. Based on an assessment of best practices and recent examples, insights and alternative options for producing fiscal notes are offered and next steps are outlined at the end of the memo.

Central Staff conducted this review after discussions with the Budget Chair, other councilmembers, and the City Budget Office, who have a shared interest in improving the utility of the Summary and Fiscal Note (fiscal note) template that is a required attachment for all legislation that comes before the Council. The goal is to update the template and modify internal processes for the development and review of fiscal notes to:

- Improve information to the public and decisionmakers about fiscal and other impacts of legislation;
- Enhance the fiscal note's value as an input into budget and financial planning processes;
- Provide better oversight and accountability to foster an understanding of how policy decisions might impact short and long-term budget sustainability; and
- Clarify equity implications and resource trade-offs.

Background

A fiscal note is generally a written estimate of the potential expenditure and/or revenue changes that would occur if proposed legislation were adopted. Beyond that simple definition, however, there is a range of ways these estimates can be produced, including but not necessarily limited to the minimum standards for the information that they must contain and the staff that are responsible for preparing them. The following subsections include a history of recent legislation impacting the current template and process, a brief overview of the existing template, and an analysis of the template in the context of best practices and recent observations.

Legislative History

The *General Rules and Procedures of the Seattle City Council* require that “(a)ll Council Bills and Resolutions shall include a Summary and Fiscal Note”¹. However, the requirements for what information to consider and include in the fiscal note are not specifically proscribed in the rules. Rather, the fiscal notes currently produced in the Council’s legislative process are developed according to standards delineated in a combination of prior legislation, as follows:

- **Enhanced Fiscal Notes for Capital Projects:** Adopted in June 2010, [Resolution \(RES\) 31203](#) updated the standards for fiscal notes for larger capital projects, particularly with regards to new public hearing procedures and information requirements for projects that involve partnership with a private organization. While specific changes to the existing Summary and Fiscal Note template were not provided for, an additional form, titled ‘Additional Risk Analysis and Fiscal Analysis for Non-Utility Partner Project’ was proscribed to demonstrate the financial wherewithal of these private partners, to help identify counterparty financial and implementation risks. The form to be completed and made publicly available is included as Attachment 1.
- **Climate Change Impacts:** Adopted in September 2020, [RES 31933](#) updated the fiscal note template with questions related to the climate change implications of proposed legislation, including whether the proposal would impact greenhouse gas emissions and/or the City’s ability to adapt to climate change. The updated template, which represents the format currently used in the legislative process², is included as Attachment 2.

In addition to these formal requirements added through legislation, over the years other changes to the form and process have been made by way of collaboration between legislative and executive staff in areas of clear policy alignment between branches of government. As an example, questions about how proposed legislation furthers the goals of the Race and Social Justice Initiative (RSJI) were added through this informal process.

Current Process and Template Overview

Under the current practice, using the template included for reference as Attachment 2, the City Budget Office coordinates fiscal notes for executive legislation, and Central Staff coordinates them for the council-generated legislation. Generally, for executive generated legislation, department staff complete the template and submit it with other legislative materials. The template includes four primary sections, as follows:

1. **Bill Summary:** Requests the legal title of the legislation, a narrative summary of the bill’s effect, and any background information to add context.
2. **Capital Improvement Program:** Asks if the legislation affects either a new or existing capital improvement program (CIP) project, and, if answered in the affirmative, requires the inclusion of project-specific information, including the name and identification number; the physical location; the start and end dates; and the total cost through the end of the current six-year capital programming horizon. In addition, this section requests that a new or modified CIP project page be attached to the proposed legislation, and that a spending plan be included.

¹ Rule III.A.1.b of [Att 1 to RES 32029](#)

² Fiscal years have been updated compared to the version attached to RES 31933.

3. Summary of Financial Implications: Includes subsections with tables to display specific financial details, including:
 - a. An overview section that asks if the bill amends the City budget, and if so, requests completion of a two-year (current and following year) table that shows, grouped by General Fund (GF) and Other Fund (i.e., any City fund that is not GF), a two-year display of appropriation, revenue, and position changes. Also included in this section is a question about other financial implications for the City that are not included as appropriation or revenue changes, including any long-term costs, and a question about whether there is a financial implication of not passing the legislation;
 - b. A detail section that requests dollar amounts of appropriation changes, if any, that the bill would make in the current and following year, including a table to fill in details about the fund, department, and budget control level (the legal level of budget control in the City's budget) that would be impacted;
 - c. A detail section that requests dollar amounts of revenues or reimbursements changes, if any, that the bill would make in the current and following year, including a table to add details about the impacted City fund and revenue source details; and,
 - d. A detail section requesting information about position changes, if any, that the bill would make in the current and following year, including a table to include position-specific details. This table also includes a space to indicate if the positions sunset in the future.
4. Other Implications: Asks several specific qualitative questions about the legislation, including whether a public hearing is necessary, whether publication in a journal of record is required, whether a property parcel is impacted, and details about the measurable goals of any newly created programs. This section also asks specific questions about climate emissions and resiliency impacts, as well as perceived implications for RSJI principles, including potential impacts on vulnerable or historically disadvantaged communities and whether there is a Language Access plan for public communications.

As one or more sections of the template may not be applicable to every piece of legislation, it is often the case that the final fiscal note submitted into the legislative record will exclude one or more elements for which the drafter considers to be not applicable to the bill in question. In most cases, the fiscal note is not revised to accommodate changes that may occur due to accepted amendments in Council's deliberative process.

Best Practice Review

Fiscal notes are common in state and local legislative processes. Though centered on the practices at state legislatures, a 2015 article³ produced by the Center for Budget and Policy Priorities (CBPP), based on a review of the processes at all 50 states, offers key practices for states to use to improve their fiscal note process. Given the similarities to the divided government inherent in the Mayor - Council form of city government, a state perspective can be a useful template for Seattle's process. Best practices noted in the CBPP materials, together with a comparison with Seattle's approach, include the following:

- **Prepare Fiscal notes for all proposals:** In some states, a fiscal note is only generated upon request by a legislator. The preferred practice, followed by 38 of the states surveyed, is to require a fiscal note for all proposed legislation. As noted in the previous section, the *General Rules and Procedures of the Seattle City Council* require a fiscal note for all legislation, which aligns with this best practice;
- **Produce non-partisan estimates:** The CBPP article suggests that embedding the responsibility for providing fiscal notes in an independent, non-partisan office insulates the results from the perception of political bias. Of the states surveyed, 33 rely on an independent, non-partisan entity or legislative office for fiscal notes. As discussed in the earlier section, in Seattle's process, the fiscal note is written by the department that submits the legislation; as such, it does not meet the CBPP-identified standard.

Prior to submittal to the City Clerk, fiscal notes for executive-generated legislation are reviewed by the City Budget Office, which reports to the Mayor. Fiscal notes for City Council -generated legislation are usually written by Council Central Staff, which, while non-partisan, may be viewed as biased towards the legislative branch.

That said, a potential closer fit to the CBPP best- practice would be to house the development of fiscal notes for all legislation with the Central Staff, given its non-partisan nature. However, current staffing levels would not be sufficient to support the new body of work.

As a middle-ground approach, in the future, Central Staff will work to enhance our review of the fiscal note and Central Staff's fiscal policy team will provide a brief review of some fiscal notes and suggest enhancements when possible.

- **Project long-term impacts:** As legislation may take several years for the full impacts to be realized, and because some changes may be one-time versus ongoing in nature, the CBPP article suggest that fiscal notes should consider impacts beyond the current year. The City's template (see Attachment 2) includes a narrative space to reference future impacts. However, this may not be as impactful as including a multi-year table of impacts, which explicitly shows the estimated net impact in each year and allows for a display of any growth.

³ McNichol, E. Lav, I., and Masterson, K. 2015, November 24. Better Cost Estimates, Better Budgets Improved Fiscal Notes Would Help States Make More Informed Decisions. The Center for Budget and Policy Priorities. <https://www.cbpp.org/research/state-budget-and-tax/better-cost-estimates-better-budgets>

As an example, Attachment 3, the form used in the Washington state legislative process, includes a table showing the impacts in the current year and five successive years. As shown in the tables, the bill's impacts are shown to grow in future years.

OPTION: Revise the summary and fiscal note form to include multiyear tables for operating, capital, and position impacts. *Note that the City Budget Office has expressed some concern that executive departments are not prepared to take a longer-term look at the financial impacts. If the Council provides directions to staff to incorporate this change, Central Staff will work with the City Budget Office to update guidance on drafting fiscal notes to assist departments.*

- **Revise estimates as needed:** Given that legislation may be amended in a manner that changes its fiscal impact, the CBPP best practice supports providing a modified fiscal note as needed during the process. Fiscal notes in Seattle's process may be modified to include the impacts of adopted amendments, though it is not a consistently applied standard.

OPTION: Revise and reissue an as-amended fiscal note for all amended legislation where approved amendments impact the estimates. Though not related to the fiscal impacts, updating the bill summary section or other portions of the fiscal note unrelated to fiscal impacts, would also be useful to accurately summarize the final bill acted on by the City Council.

- **Post fiscal notes online:** Finally, the CBPP notes that posting fiscal notes online is a common practice at most states surveyed. Consistent with this standard, fiscal notes for all current Seattle legislation are available on the online posted agenda and accompany the legislation in internet search results.

While Seattle's process aligns with several of the standards, as noted above, there are areas where changes could better align with best practices. These are discussed in the Revised Summary and Fiscal Note Template section, below.

Other Observations

In addition to the best practices discussed above, there are recent examples that suggest steps could be taken to improve fiscal notes. These include:

- **Capital Improvement Project Reference:** The current template includes a table for the user to provide specific descriptive elements about any capital projects that are created, funded, or amended by the legislation. However, it does not make clear what Project Identification (Project I.D.) number should be used in this table. Given that the City's financial structure relies on both Master Project I.D.s, which are the large, public facing identifiers used in the six-year Capital Improvements Program that is adopted with the annual budget, and lower-level Detail Project I.D.s, which are used primarily by department financial managers, it may be useful to ensure that the Master Project I.D. is listed on the fiscal note template, for consistency with the public and Council-facing budget document.

OPTION: Clarify that the details about a new, funded, or amended CIP should be at the 'Master Project I.D level.

- Aquarium Overlook project loan: In August of 2022, the City Council passed [ORD 12653](#), which provided loan financing to the Seattle Aquarium Society (SEAS) to continue the work on the Aquarium Overlook project due to projected shortfalls. This loan was requested because, due to shortfalls in its fundraising, SEAS was unable to proceed with project work absent a cash infusion to the project. Originally added to the CIP in 2019, this project was subject to the enhanced public hearing and capital reporting requirements stipulated in RES 31203, discussed above. As required, a [public hearing](#) was held on October 23, 2018. However, it does not appear that the enhanced fiscal and risk analysis form, included as Attachment 1, was entered into the public record.

Critical financial capacity questions excerpted from the Enhanced Fiscal and Risk Analysis form include the following:

“Question 5. Financial Plan.

Summarize the financial plan for the project, including:

- *the financial responsibilities of the City and the Partner Entity,*
- *the level of confidence in the financial information at this point in the project, the assumptions used for cost and revenue estimates, and*
- *whether assumptions account for revenue variations due to factors such as concession revenues, competition, or the state of the future economy.*

Also identify who developed the cost and revenue estimates and whether the estimates have been independently reviewed.

Question 6. Risks if Partner Entity doesn't fulfill its funding responsibilities.

Explain the risk that a Capital Commitment by the Partner Entity will not arrive at the time or in the amounts expected. If there is moderate to significant risk, show a lower level(s) of partner funding that might reasonably occur and how the project scope, timing, or other factors would be adjusted to address the shortfall. Would the City be expected to fill any resulting funding gap? Is City receipt of funds from the Partner Entity dependent on performance beyond our control? If so, what does the funder need to do to get the money?”

These questions relate to the strength of the financial plan under varying economic assumptions and explicitly detail the risks if the private partner entity is unable to fulfill its funding responsibilities in a timely manner. While it is unknowable if having this additional information available in the fall of 2019 would have had any impact on avoiding the future emergency cash need addressed by ORD 12653 in the fall of 2022, it is possible that it may have led to a more resilient financial structure for the Aquarium Overlook project at its inception.

OPTION: Add a question that prompts the user to complete and attach the ‘Additional Risk Analysis and Fiscal Analysis for Non-Utility Partner Project’ form if applicable for the legislation being proposed.

- Absorbed costs: In some cases, a fiscal note will indicate that, while the bill has an impact, those costs can be absorbed within the existing budget. Further, the amount of absorbed cost may or may not be explicitly stated in the fiscal note. From the perspective of the proposed legislation, an indication that there is no additional cost associated with a proposal is a positive indication. However, given that needs perennially outweigh resources, the identification of slack in the budget, which is implicit in a proposal wherein the budget is sized to support new work, would be useful to quantify, for at least two reasons. First, quantifying the absorbed costs would make transparent the resource choice at hand, and allow for alternative choices to be made about the resources, rather than conserving them solely within the context of the new proposal. Second, this would make explicit the assumptions about resources available for a new proposal and allow for alternative assumptions where applicable.

OPTION: Require that all costs of legislation, whether they can be absorbed or otherwise, are clearly quantified in the fiscal note, and if not quantifiable, at least qualitatively describe the costs.

- Open ended versus binary questions: There are several areas of the existing template that provide for a 'yes/no' response, where allowing for qualitative explanation would provide more information. At times these questions are responded to with 'n/a', indicating that the question is not applicable to the subject legislation. Changes to the form would enhance opportunities to describe the nature of financial, inter-departmental, climate, and racial equity impacts, and are phrased in a manner that precludes an 'n/a' response. In other words, if a question is deemed not applicable, the way that determination was made should be explained in the fiscal note.

OPTION: Revise binary questions to allow for responses that explain the impacts, or lack thereof, and preclude 'n/a' as a response.

- Other Implications: As described above, the existing template includes questions about climate emissions and resiliency impacts, as well as perceived implications for RSJI principles, but it does not specifically request copies of any studies or reports that may have informed the proposed legislation and the responses to those questions. Specifically, final environmental review documents (the Final Environmental Impact Statement (EIS) or Determination of Non-significant (DNS)) or a Racial Equity Toolkit (RET) are documents intended to provide input to decision-makers, but they are frequently not easily found, and internet links to these documents can be removed in the future. Attaching these types of documents to the fiscal note would be a useful addition to both the legislative process and the legislative record.

OPTION: Add a question to the fiscal note that prompts the user to attach relevant studies or reports that may have informed the proposal and are meant to inform decision makers.

- Core Elements Not Memorialized: As noted previously, there is not a single codified source that provides clear guidance on what information to consider and include in the fiscal note. Rather, the fiscal notes currently produced in the Council’s legislative process are developed according to standards delineated in a combination of prior legislation and administrative process determined by the Legislative and Executive branches.

OPTION: Adopt by resolution or by ordinance policy that outlines the core components required for inclusion in all fiscal notes. Central Staff recommends that if this is codified, this guidance is developed in a way that retains the flexibility for the Legislative and Executive branches to work collaboratively as needed to update the template for the fiscal note administratively, provided that at minimum it requires that core components outlined in policy are included in any template revisions.

Next Steps

Following the Committee’s discussion on July 19, and depending on the guidance the Committee provides to staff at that meeting, Central Staff will work with the City Budget Office to revise the fiscal note, and if requested, develop legislation to memorize the core components of a fiscal note. To provide adequate time to update written guidance and provide training to the many drafters of fiscal notes, Central Staff anticipates that any changes to the template would go into effect in 2024.

Attachments:

1. Additional Risk Analysis and Fiscal Analysis for Non-Utility Partner Projects
2. Summary & Fiscal Note Template
3. Example Washington state legislative fiscal note

cc: Esther Handy, Director
Aly Pennucci, Deputy Director

Attachment 1 to Exhibit A

ADDITIONAL RISK ANALYSIS AND FISCAL ANALYSIS FOR NON-UTILITY PARTNER PROJECTS

1. Project Identification.

Describe the project identification process and how the project came to the City's attention (such as through a Request for Proposal, unsolicited proposal, or other means).

2. Need for Participation of a Partner Entity.

Explain why the project is best accomplished jointly with the Partner Entity, instead of having the City (or its Partner Entity) pursue the project alone. Be sure to explain any cost implications (savings or increases) associated with the Partner Project compared to the City pursuing the project alone.



3. Selection of the Partner Entity.

Describe the proposed Partner Entity. Explain the entity's internal management structure and how it plans to undertake its role in the project. Does the entity have experience with similar projects? Have those similar projects been successful (e.g. completed on time, met financial targets, etc.)? What is the City's previous experience working with the entity?

[Empty response box for Section 3]

4. Public Benefits of the Partner Project.

Name the specific benefits that the City and the public will receive in return for the City's participation in this project.

[Empty response box for Section 4]



5. Financial Plan.

Summarize the financial plan for the project, including:

- the financial responsibilities of the City and the Partner Entity,
- the level of confidence in the financial information at this point in the project, the assumptions used for cost and revenue estimates, and
- whether assumptions account for revenue variations due to factors such as concession revenues, competition, or the state of the future economy.

Also identify who developed the cost and revenue estimates and whether the estimates have been independently reviewed.

6. Risks if Partner Entity doesn't fulfill its funding responsibilities.

Explain the risk that a Capital Commitment by the Partner Entity will not arrive at the time or in the amounts expected. If there is moderate to significant risk, show a lower level(s) of partner funding that might reasonably occur and how the project scope, timing, or other factors would be adjusted to address the shortfall. Would the City be expected to fill any resulting funding gap? Is City receipt of funds from the Partner Entity dependent on performance beyond our control? If so, what does the funder need to do to get the money?



7. Risks if Relationship with the Partner Entity is Dissolved.

Explain how assets and liabilities will be distributed if and when the project ends or the relationship with the Partner Entity is dissolved. What are the risks if the project is left incomplete (such as public hazards, environmental risk, or non-functioning facility)?

8. Assurances

The anticipated terms of the agreement that govern City and Partner Entity responsibilities for funding and completing the project? Explain how risks will be shared between the Partner Entity and the City and the safeguards to be incorporated into written assurances to protect City interests including:

- responsibilities for managing revenues and expenditures;
- the mechanism(s) to prevent/respond to cost overruns, schedule delays, and poor quality construction;
- the City's recourse if the Partner Entity doesn't perform; and
- the method for making payments by or to the City (paid only after completion, progress payments, payment to third party, payment pursuant to legal settlement or court action or property sale).



Attachment 2 – Summary and Fiscal Note Template

SUMMARY and FISCAL NOTE*

Department:	Dept. Contact:	CBO Contact:

** 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:

Summary and Background of the Legislation:

2. CAPITAL IMPROVEMENT PROGRAM

Does this legislation create, fund, or amend a CIP Project? Yes No

If yes, please fill out the table below and attach a new (if creating a project) or marked-up (if amending) CIP Page to the Council Bill. Please include the spending plan as part of the attached CIP Page. If no, please delete the table.

Project Name:	Project I.D.:	Project Location:	Start Date:	End Date:	Total Project Cost Through 2028:

3. SUMMARY OF FINANCIAL IMPLICATIONS

Does this legislation amend the Adopted Budget? Yes No

If there are no changes to appropriations, revenues, or positions, please delete the table below.

	General Fund \$		Other \$	
	2023	2024	2023	2024
Appropriation change (\$):				
	Revenue to General Fund		Revenue to Other Funds	
Estimated revenue change (\$):	2023	2024	2023	2024
	No. of Positions		Total FTE Change	
Positions affected:	2023	2024	2023	2024

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?

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

Attachment 2 – Summary and Fiscal Note Template

If there are no changes to appropriations, revenues, or positions, please delete sections 3.a., 3.b., and 3.c. and answer the questions in Section 4.

3.a. Appropriations

___ This legislation adds, changes, or deletes appropriations.

Fund Name and Number	Dept	Budget Control Level Name/Number*	2023 Appropriation Change	2024 Estimated Appropriation Change
TOTAL				

*See budget book to obtain the appropriate Budget Control Level for your department.

Appropriations Notes:

3.b. Revenues/Reimbursements

___ This legislation adds, changes, or deletes revenues or reimbursements.

Anticipated Revenue/Reimbursement Resulting from This Legislation:

Fund Name and Number	Dept	Revenue Source	2023 Revenue	2024 Estimated Revenue
TOTAL				

Revenue/Reimbursement Notes:

3.c. Positions

___ This legislation adds, changes, or deletes positions.

Total Regular Positions Created, Modified, or Abrogated through This Legislation, Including FTE Impact:

Position # for Existing Positions	Position Title & Department*	Fund Name & Number	Program & BCL	PT/FT	2023 Positions	2023 FTE	Does it sunset? (If yes, explain below in Position Notes)
TOTAL							

* List each position separately.

Position Notes:

4. OTHER IMPLICATIONS

a. Does this legislation affect any departments besides the originating department?

Attachment 2 – Summary and Fiscal Note Template

- b. Is a public hearing required for this legislation?**
- c. Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**
- d. Does this legislation affect a piece of property?**
- 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?**
- 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.**
- 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)?**

Summary Attachments (if any):

Multiple Agency Fiscal Note Summary

Bill Number: 1201 HB	Title: Retirement system funding
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Estimated Cash Receipts

NONE

Estimated Operating Expenditures

Agency Name	2023-25				2025-27				2027-29			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Department of Retirement Systems	.0	0	0	0	.0	0	0	0	.0	0	0	0
Actuarial Fiscal Note - State Actuary	.0	(425,700,000)	(425,700,000)	(425,700,000)	.0	(371,600,000)	(371,600,000)	(683,000,000)	.0	(399,200,000)	(399,200,000)	(731,000,000)
Total \$	0.0	(425,700,000)	(425,700,000)	(425,700,000)	0.0	(371,600,000)	(371,600,000)	(683,000,000)	0.0	(399,200,000)	(399,200,000)	(731,000,000)

Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Department of Retirement Systems	.0	0	0	.0	0	0	.0	0	0
Actuarial Fiscal Note - State Actuary	.0	0	0	.0	0	0	.0	0	0
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Estimated Capital Budget Breakout

NONE

Prepared by: Marcus Ehrlander, OFM	Phone: (360) 489-4327	Date Published: Final
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Individual State Agency Fiscal Note

Bill Number: 1201 HB	Title: Retirement system funding	Agency: 124-Department of Retirement Systems
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

NONE

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: David Pringle	Phone: 360-786-7310	Date: 01/12/2023
Agency Preparation: Mike Ricchio	Phone: 360-664-7227	Date: 01/17/2023
Agency Approval: Mark Feldhausen	Phone: 360-664-7194	Date: 01/17/2023
OFM Review: Marcus Ehrlander	Phone: (360) 489-4327	Date: 01/17/2023

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

This bill amends RCW 41.45.060 (Basic state and employer contribution rates—Methods used—Role of council—Role of state actuary) and 41.45.150 (Unfunded liabilities—Employer contribution rates) to “supersede” the portion of the employer contribution rate used to amortize the unfunded actuarial accrued liabilities (UAALs) in Plan 1 of the Public Employees' Retirement System (PERS) and Teachers' Retirement System (TRS). It also repeals Sec. 747 of the biennial operating budget, passed in the 2021 Session, that would have transferred \$800,000,000 to TRS Plan 1 to apply to its UAAL.

These changes do not have a cost impact on the Department of Retirement Systems as implementing and communicating rate changes are normal processes for the agency.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

NONE

III. B - Expenditures by Object Or Purpose

NONE

III. C - Operating FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 1201 HB	Title: Retirement system funding	Agency: AFN-Actuarial Fiscal Note - State Actuary
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
Account					
All Other Funds-State 000-1	0	0	0	(311,400,000)	(331,800,000)
General Fund-State 001-1	0	(425,700,000)	(425,700,000)	(371,600,000)	(399,200,000)
Total \$	0	(425,700,000)	(425,700,000)	(683,000,000)	(731,000,000)

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: David Pringle	Phone: 360-786-7310	Date: 01/12/2023
Agency Preparation: Aaron Gutierrez	Phone: 360-786-6152	Date: 01/18/2023
Agency Approval: Kyle Stineman	Phone: 3607866153	Date: 01/18/2023
OFM Review: Marcus Ehrlander	Phone: (360) 489-4327	Date: 01/18/2023

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
000-1	All Other Funds	State	0	0	0	(311,400,000)	(331,800,000)
001-1	General Fund	State	0	(425,700,000)	(425,700,000)	(371,600,000)	(399,200,000)
Total \$			0	(425,700,000)	(425,700,000)	(683,000,000)	(731,000,000)

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years					
A-Salaries and Wages					
B-Employee Benefits		(425,700,000)	(425,700,000)	(683,000,000)	(731,000,000)
C-Professional Service Contracts					
E-Goods and Other Services					
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	0	(425,700,000)	(425,700,000)	(683,000,000)	(731,000,000)

III. C - Operating FTE Detail: FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

Actuary's Fiscal Note for HB 1201/SB 5294

SUMMARY OF RESULTS

BRIEF SUMMARY OF BILL: This bill changes the funding policy for the PERS and TRS Plans 1 Unfunded Actuarial Accrued Liability (UAAL).

COST SUMMARY

Change in Projected Plan 1 UAAL Rates						
	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
PERS 1	0.00%	0.00%	(3.50%)	(3.50%)	(3.50%)	(3.50%)
TRS 1	0.00%	(5.75%)	0.00%	0.00%	0.00%	0.00%

Note: Actual results may vary from these projections.

Budget Impacts			
(Dollars in Millions)	2023-2025	2025-2027	2023-2029
General Fund-State	(\$425.7)	(\$371.6)	(\$1,196.5)
Local Government	(\$75.1)	(\$633.4)	(\$1,384.6)
Total Employer	(\$500.8)	(\$1,316.4)	(\$3,224.2)

Note: We use long-term assumptions to produce our short-term budget impacts. Therefore, our short-term budget impacts will likely vary from estimates produced from other short-term budget models.

The budget impacts within this fiscal note exclude the savings in FY 2023 of repealing the \$800 million appropriation to TRS 1 UAAL. We assume the savings of that provision, if enacted, would be included as part of the supplemental budget bill. The impacts of this repeal, however, are included in this fiscal note for subsequent biennia.

HIGHLIGHTS OF ACTUARIAL ANALYSIS

- ❖ This bill results in an expected savings to the impacted retirement systems because it lowers annual UAAL contributions (from employers) below what is expected under current law.
- ❖ Based on our current law projections, we estimate \$5.7 billion in total employer contributions to the PERS 1 and TRS 1 UAAL from FYs 2024 through 2029. We estimate this bill would lower those contributions by \$3.2 billion.
- ❖ We estimate this bill would not impact the expected UAAL pay-off date of PERS 1 but would extend the expected pay-off date of TRS 1 by 3 years.
 - As of our [June 30, 2021, AVR](#), PERS 1 and TRS 1 have a combined UAAL of \$4.7 billion with a projected pay-off year of 2026 and 2023 for PERS 1 and TRS 1, respectively, under current law and rate-adoption practices.
- ❖ Lower contributions improve short-term budget affordability and increase the chance that the UAAL continues or reemerges in the future, but also decrease the chance PERS 1 and TRS 1 have funded statuses above 100 percent in the future.
- ❖ Higher than expected future returns would lower the expected savings of this bill. Lower than expected future returns may result in the continuation, or reemergence of the UAAL. Please see the section **HOW THE RESULTS CHANGE WHEN THE ASSUMPTIONS CHANGE** for more information.

See the remainder of this fiscal note for additional details on the summary and highlights presented here.

Actuary's Fiscal Note for HB 1201/SB 5294

WHAT IS THE PROPOSED CHANGE?**Summary of Bill**

This bill impacts the following systems:

- ❖ Public Employees' Retirement System (PERS).
- ❖ Teachers' Retirement System (TRS).
- ❖ School Employees' Retirement System (SERS).
- ❖ Public Safety Employees' Retirement System (PSERS).

This bill changes PERS and TRS Plans 1 UAAL funding policy in three ways.

1. [Revised Code of Washington \(RCW\) 41.45.060](#) is revised to state that the general policy of amortizing the UAAL over a rolling ten-year period can be superseded by any rates established in [RCW 41.45.150](#). Current law states that the rolling ten-year amortization is subject to any minimum or maximum rates in RCW 41.45.150.
2. Ends current minimum rates and creates new prescribed rates. These new rates are separate from, and do not alter, any amounts required by [RCW 41.45.070](#) to amortize Plans 1 benefit improvements effective after June 30, 2009. The new rates are as follows:
 - a. For PERS and PSERS, the current minimum rate of 3.50 percent ends on June 30, 2025, and is replaced with a rate of 0.00 percent from July 1, 2025, to June 30, 2029, that supersedes rates established in RCW 41.45.060.
 - b. For SERS, the current minimum rate of 3.50 percent ends on August 31, 2025, and is replaced with a rate of 0.00 percent from September 1, 2025, to August 31, 2029, that supersedes rates established in RCW 41.45.060.
 - c. For TRS, the current minimum rate of 5.75 percent ends on August 31, 2024, and is replaced with a rate of 0.00 percent from September 1, 2024, to August 30, 2029, that supersedes rates established in RCW 41.45.060.
3. Repeals the one-time \$800 million payment to TRS 1 UAAL set for June 30, 2023 (see 2021 [Chapter 334 Section 747](#)). This bill and [House Bill 1141](#) both repeal this additional UAAL contribution.

This bill also modifies the Office of the State Actuary's (OSA) duties following an actuarial valuation. Instead of reviewing the appropriateness of the minimum rates, OSA shall review the appropriateness of establishing, removing, or adjusting minimum rates.

In this summary, we only include changes pertinent to our actuarial fiscal note. See the legislative bill report for a complete summary of the bill.

Actuary's Fiscal Note for HB 1201/SB 5294

Effective Date: June 30, 2023.

What Is the Current Situation?

Under current law, PERS 1 and TRS 1 UAAL rates have two components:

- ❖ **Base UAAL Rates** – The UAAL, excluding the unfunded cost of any Plan 1 benefit improvements (see below) is amortized over a rolling ten-year period, as a level percentage of projected system payroll.
 - This calculation is subject to any minimum or maximum rates.
 - RCW 41.45.150 establishes minimum rates as follows:
 - ◇ 3.50 percent for PERS, PSERS, and SERS.
 - ◇ 5.75 percent for TRS.
- ❖ **Amortization of Past Benefit Improvements** – The expected cost of benefit improvements enacted after June 30, 2009, is amortized over a fixed ten-year period as a level percentage of projected system payroll. These rates are collected in addition to Base UAAL rates.

After completing each valuation, OSA is required to review the appropriateness of the minimum contribution rates.

In addition to contribution rates, a one-time payment of \$800 million to the TRS 1 UAAL is set to occur on June 30, 2023. This one-time payment is over, and above, the standard UAAL rates collected over retirement system salaries.

Who Is Impacted and How?

This bill impacts all PERS, TRS, SERS, and PSERS employers through an expected decrease in PERS 1 and TRS 1 UAAL contribution rates. This bill will not affect member contribution rates or their benefits.

WHY THIS BILL HAS AN EXPECTED SAVINGS AND WHO RECEIVES IT**Why This Bill Has a Savings**

This bill reduces the expected employer contributions to PERS and TRS Plans 1 UAAL.

Who Will Receive These Savings?

The expected savings that result from this bill will be realized by employers of PERS, TRS, SERS, and PSERS according to the standard funding method. PERS, SERS, and PSERS employers make PERS 1 UAAL payments, whereas TRS employers make TRS 1 UAAL payments. Any savings from the repeal of the scheduled \$800 million appropriation to TRS 1 UAAL is expected to be realized by the General Fund-State (GF-S).

HOW WE VALUED THESE SAVINGS

We relied on our most recent projections model, [2021 Valuation Projections Model](#), to calculate the current law cost of the retirement systems. Our Projections Model is like the Actuarial Valuation Report (AVR) but includes additional assumptions and methodology for experience beyond the measurement date. For instance, we make assumptions for demographics of new entrants and how many new entrants annually join the retirement plans. This allows the Projections Model to estimate funding progress and contribution rates at future measurement dates which was necessary to determine the impacts of this bill.

We modeled the current law cost of the retirement systems consistent with data, assets, assumptions, and methods documented on our Projections webpage. To analyze the impact of this bill, we then adjusted the following assumptions and methods.

Assumptions We Made

This bill removes the PERS and TRS Plans 1 minimum rates in Fiscal Year (FY) 2025 and FY 2024, respectively. Our projections model does not assume any reinstatement of minimum rates resulting from an OSA review given that reinstating a minimum rate would require an additional change to law. Based on our understanding of the bill, we assume any PERS 1 or TRS 1 UAAL that continues, or reemerges, will be funded via rolling ten-year amortization rate beginning with the 2029-31 Biennium.

We assume any benefit improvements enacted, after June 30, 2009, will be separately funded over a fixed ten-year period and are not impacted under this bill.

How We Applied These Assumptions

Consistent with the bill, our projections model removed the \$800 million TRS 1 UAAL payment that was assumed to occur on June 30, 2023. Additionally, our projection model applied lower Base UAAL contribution rates as outlined in the following tables.

Projected PERS 1 Base UAAL Rate			Projected TRS 1 Base UAAL Rate		
FY	Current Law	Under Bill	FY	Current Law	Under Bill
2023	3.50%	3.50%	2023	5.75%	5.75%
2024	3.50%	3.50%	2024	5.75%	5.75%
2025	3.50%	3.50%	2025	5.75%	0.00%
2026	3.50%	0.00%	2026	0.00%	0.00%
2027	3.50%	0.00%	2027	0.00%	0.00%
2028	3.50%	0.00%	2028	0.00%	0.00%
2029	3.50%	0.00%	2029	0.00%	0.00%
2030+	0.00%	0.00%	2030+	0.00%	0.00%

Actuary's Fiscal Note for HB 1201/SB 5294

The fiscal impact of this bill represents the change in projected contributions. To estimate the fiscal impact of this bill, we compared projected pension contributions under current law to the projected contributions we expect under this bill. For more detail, please see **Appendix A**.

ACTUARIAL RESULTS

How the Liabilities Changed

This bill does not change the present value of future benefits payable so there is no impact on the actuarial funding of the affected plans due to liability changes.

As of our most recent 2021 AVR, we estimate the PERS 1 UAAL is \$2.9 billion and the TRS 1 UAAL is \$1.8 billion. The UAAL amounts exclude the unfunded cost of any Plan 1 benefit improvements.

How the Assets Changed

This bill does not change asset values as measured in our most recent valuation (June 30, 2021); however, it does impact assets within our projections model at future measurement dates. This bill reduces the expected TRS 1 assets, within our projections model, by \$800 million beginning on June 30, 2023. In addition, we modeled lower UAAL contributions relative to our expectations under current law.

The total amount of expected change in assets due to reduced UAAL contributions are summarized in the **How This Impacts Budgets and Employees** section. Please note that this table does not include any expected loss in investment earnings on the contributions that are not expected to be made under this bill.

How the Present Value of Future Salaries (PVFS) Changed

This bill does not change the PVFS, so there is no impact on the actuarial funding of the affected plans due to PVFS changes.

How Projected Contribution Rates Changed

Under current law, we expect the UAAL will be paid off at the end of FY 2026 for PERS and FY 2023 for TRS. Based on [current law](#) and [rate-setting practices](#), the Base UAAL rates are expected to be collected until the end of FY 2029 for PERS and FY 2025 for TRS.

This bill prescribes new Base UAAL Rates and also repeals the June 30, 2023, appropriation to TRS 1. As a result, we expect the Plans 1 UAALs will be paid off at the end of FY 2026 for both PERS and TRS. As discussed in the **How We Applied These Assumptions** section, Base UAAL rates that exceed 0.00 percent are expected to continue until the end of FY 2025 for PERS and FY 2024 for TRS.

Actuary's Fiscal Note for HB 1201/SB 5294

The table below summarizes the Total UAAL rates used to estimate budget impacts under this bill. Please see **Appendix B** for additional details including components of the Total UAAL Rates (Base UAAL and Benefit Improvement rates) as well as the funded status displayed on an annual basis.

Projected Total UAAL Rates for Each Fiscal Year*							
Fiscal Year	2023	2024	2025	2026	2027	2028	2029
PERS 1							
Current Law	3.85%	3.85%	3.85%	3.85%	3.85%	3.85%	3.75%
Under Bill	3.85%	3.85%	3.85%	0.35%	0.35%	0.35%	0.25%
Difference	0.00%	0.00%	0.00%	(3.50%)	(3.50%)	(3.50%)	(3.50%)
TRS 1							
Current Law	6.46%	6.46%	6.46%	0.71%	0.71%	0.71%	0.50%
Under Bill	6.46%	6.46%	0.71%	0.71%	0.71%	0.71%	0.50%
Difference	0.00%	0.00%	(5.75%)	0.00%	0.00%	0.00%	0.00%

*Total UAAL Rate = Base UAAL + Benefit Improvement Rate.

Beyond FY 2029, we expect no difference in Total UAAL rates under current law and this bill. The above table relies on future experience matching our assumptions. Please see **HOW THE RESULTS CHANGE WHEN THE ASSUMPTIONS CHANGE** section for information on the impact when experience differs from our assumptions.

How This Impacts Budgets and Employees

Budget Impacts					
(Dollars in Millions)	PERS	TRS	SERS	PSERS	Total
2023-2025					
General Fund	\$0.0	(\$425.7)	\$0.0	\$0.0	(\$425.7)
Non-General Fund	0.0	0.0	0.0	0.0	0.0
Total State	\$0.0	(\$425.7)	\$0.0	\$0.0	(\$425.7)
Local Government	0.0	(75.1)	0.0	0.0	(75.1)
Total Employer	\$0.0	(\$500.8)	\$0.0	\$0.0	(\$500.8)
Total Employee	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
2025-2027					
General Fund	(\$204.1)	\$0.0	(\$126.1)	(\$41.5)	(\$371.6)
Non-General Fund	(306.1)	0.0	0.0	(5.3)	(311.4)
Total State	(\$510.2)	\$0.0	(\$126.1)	(\$46.8)	(\$683.0)
Local Government	(510.2)	0.0	(103.1)	(20.1)	(633.4)
Total Employer	(\$1,020.3)	\$0.0	(\$229.2)	(\$66.9)	(\$1,316.4)
Total Employee	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
2023-2029					
General Fund	(\$421.2)	(\$425.7)	(\$261.2)	(\$88.4)	(\$1,196.5)
Non-General Fund	(631.8)	0.0	0.0	(11.4)	(643.2)
Total State	(\$1,053.0)	(\$425.7)	(\$261.2)	(\$99.8)	(\$1,839.7)
Local Government	(1,053.0)	(75.1)	(213.7)	(42.8)	(1,384.6)
Total Employer	(\$2,105.9)	(\$500.8)	(\$474.9)	(\$142.6)	(\$3,224.2)
Total Employee	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0

Actuary's Fiscal Note for HB 1201/SB 5294

Note: Totals may not agree due to rounding. We use long-term assumptions to produce our short-term budget impacts. Therefore, our short-term budget impacts will likely vary from estimates produced from other short-term budget models.

The budget impacts within this fiscal note exclude the savings in FY 2023 of repealing the \$800 million appropriation to TRS 1 UAAL. We assume the savings of that provision, if enacted, would be included as part of the supplemental budget bill. If the savings from the repeal of the TRS 1 UAAL appropriation were included in the table above then the 2023-29 total GF-S and Total Employer savings is \$1.9965 billion and \$4.0242 billion, respectively.

The analysis of this bill does not consider any other proposed changes to the systems. The combined effect of several changes to the systems could exceed the sum of each proposed change considered individually.

Comments on Risk

Our office performs annual risk assessments to help us demonstrate and assess the effect of unexpected experience on pension plans. The risk assessment allows us to measure how affordability and funded status can change if investment experience, expected state revenue growth, and inflation do not match our long-term assumptions. Our annual risk assessment also considers past practices, for funding and benefit enhancements, and their impact on pension plan risk if those practices continue.

The following table displays our latest risk measurements as of June 30, 2021. The figures in this table were not reproduced for this bill but we may update this fiscal note prior to the end of the 2023 Legislative Session to reflect updated figures. For more information, please see our [Risk Assessment](#), [Commentary on Risk](#), and [Glossary](#) webpages.

Select Measures of Pension Risk as of June 30, 2021		
	FY 2022-41	FY 2042-71
Affordability Measures		
Chance of Pensions Double their Current Share of GF-S*	1%	2%
Chance of Pensions Half their Current Share of GF-S*	44%	42%
Solvency Measures		
Chance of PERS 1, TRS 1, in Pay-Go**	<1%	2%
Chance of Open Plan in Pay-Go**	<1%	1%
Chance of PERS 1, TRS 1, Total Funded Status Below 60%	5%	1%
Chance of Open Plans Total Funded Status Below 60%	20%	31%

*Pensions approximately 4.9% of current GF-S budget; does not include higher education.

**When today's value of annual pay-go cost exceeds \$50 million.

We would expect this bill would improve short-term affordability of the plans but the impacts to long-term affordability could vary. The affordability of the plans is impacted in three ways under this bill:

1. Short-term affordability is improved with the repeal of the \$800 million payment to the TRS 1 UAAL scheduled for June 30, 2023.

Actuary's Fiscal Note for HB 1201/SB 5294

2. Short-term affordability is improved through FY 2029 when Base UAAL contribution rates are prescribed as 0.00 percent compared to higher Base UAAL rates (due to Plan 1 minimum rates) collected under current law.
3. Long-term affordability can either improve or worsen under this bill. Under this bill, Base UAAL payments for FY 2030 (and beyond) are funded via ten-year rolling amortization rate which results in lower (and more stable) rates that would be expected to be collected for a longer period of time relative to Base UAAL rates under current law. This bill would be considered more affordable when the UAAL is present in both current law and this bill.

It's also possible that the UAAL is paid off earlier under current law due to the additional funding. This bill becomes less affordable in those years.

Changes to plan affordability will often produce a counteractive effect on solvency. For example, as affordability improves, the solvency risks of the plans worsen under this bill compared to current law. The solvency of the plans is impacted in two ways under this bill:

1. The Plans 1 are expected to have fewer future assets to pay required obligations and serve as a buffer to offset any adverse future experience.
2. In the absence of any minimum rate, any UAAL that continues, or reemerges, in the event of adverse experience, is not expected to be paid off using the ten-year rolling amortization rate. An example of the UAAL continuing in perpetuity under adverse experience can be found in the next section.

Additionally, this bill may impact the liquidity risks of the plans. Any changes made to the Plans 1 cash flows could impact the liquidity of the Commingled Trust Fund (CTF) and ultimately the investment earnings of the trust. If cash flows are reduced and depending on the size and timing of those reductions, liquidity issues for the CTF could arise and may require selling assets earlier than expected.

HOW THE RESULTS CHANGE WHEN THE ASSUMPTIONS CHANGE

The best estimate results can vary under a different set of assumptions. Under this bill, the PERS 1 and TRS 1 UAAL is expected to be paid off by the end of FY 2026 for both plans; however, the future asset returns can impact the funding levels of the plans and whether additional UAAL contributions are required.

To test how sensitive our best estimate results are to the return on assets assumption, we looked at what would happen under different assumed short-term and long-term return on assets experience. In these illustrations, we did not assume any reinstatement of minimum rates resulting from an OSA review given that reinstating a minimum rate would require an additional change to law.

Actuary's Fiscal Note for HB 1201/SB 5294

Unless noted otherwise, each sensitivity or stress test was performed using data, assets, assumptions, and methods disclosed in the **How We Valued These Savings** section of this fiscal note.

Expected Short-term Return Stress Test

While we expect the CTF to earn 7.0 percent over the long-term, short-term volatility can impact the projected funded status and the resulting contribution rate requirements. Recently, the CTF experienced significantly higher-than-expected returns in FY 2021 (31.62 percent return for CTF) which can sometimes be followed by a period of lower-than-expected returns. For FY 2022, the total CTF return was approximately 0.2 percent. Given recent investment volatility, we calculated what future return on assets for FY 2023 would prevent the plans from reaching/maintaining an expected funded status of 100 percent (or higher) through FY 2029, if all other assumptions are realized. Under this stress test, we found a FY 2023 return of approximately 3.00 percent (or below) would result in a continuation of the UAAL for both plans. Any UAAL would be funded through the ten-year rolling amortization rate following FY 2029. Absent favorable experience afterwards, a ten-year rolling amortization rate may not result in the plans attaining 100 percent funding.

Long-term Return on Assets Assumption Sensitivity

In addition to a short-term stress test, we examined the overall impact if the return on assets were one percent higher (or lower) than assumed for all future years beginning in FY 2023.

A long-term return on assets assumption of 8 percent would result in improved funding levels, relative to our best estimate, as well as an earlier UAAL payoff date for both plans.

A long-term return on assets assumption of 6 percent is not expected to result in sufficient assets to cover pension obligations for either PERS or TRS Plans 1 under this bill. In this scenario, Base UAAL contributions would be expected to resume in the 2029-31 Biennium and continue for the life of the plan. Also, the funded status decreases annually because of consistent under performance of the assets.

We expect less savings under the 8 percent return scenario because the current law projection will have fewer expected years of Base UAAL payments if it experiences 8 percent returns annually. For the 6 percent return scenario, we expect no change in budget impact prior to FY 2029, relative to our best estimate, but an expected cost from this bill beginning in FY 2030. If the current law projection experiences 6 percent annually then the asset reserves would help to offset these lower-than-expected returns as discussed in the **Comments on Risk** section. Please see **Appendix C** for additional details including annual Base UAAL and funded status under this sensitivity.

Other Thoughts on Sensitivity of Results

While we tested the sensitivity of return on assets assumption, there are other factors that may influence the plan experience. For example, future longevity of plan members can play a significant role in the funding requirements of a plan.

Actuary's Fiscal Note for HB 1201/SB 5294

Members living longer (or shorter) than expected would result in higher (or lower) pension obligations. Our projections model doesn't have the functionality to test demographic experience that differs from expectations, but our **Commentary on Risk** webpage (**Demographic Risks** section) provides examples of how mortality experience impacts AVR results.

The results of this fiscal note are also sensitive to the methods we currently apply when we calculate required UAAL rates under current law funding policy. A change in future methods could change the results of this fiscal note.

ACTUARY'S CERTIFICATION

The undersigned certifies that:

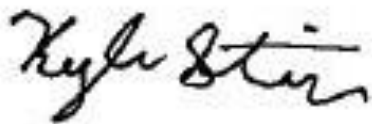
1. The actuarial assumptions, methods, and data used are reasonable for the purposes of this pricing exercise. The use of another set of assumptions, methods, and data may also be reasonable and might produce different results.
2. The risk analysis summarized in this Actuarial Fiscal Note (AFN) involves the interpretation of many factors and the application of professional judgment.
3. We prepared this AFN based on our current understanding of the bill as of the date shown in the footer. If the bill or our understanding of the bill changes, the results of a future AFN based on those changes may vary from this AFN. Additionally, the results of this AFN may change after our next annual update of the underlying actuarial measurements.
4. We prepared this AFN and provided opinions in accordance with Washington State law and accepted actuarial standards of practice as of the date shown in the footer of this AFN.

We prepared this AFN to support legislative deliberations during the 2023 Legislative Session. This AFN may not be appropriate for other purposes.

We advise readers of this AFN to seek professional guidance as to its content and interpretation, and not to rely on this communication without such guidance. Please read the analysis shown in this AFN as a whole. Distribution of, or reliance on, only parts of this AFN could result in its misuse and may mislead others.

The undersigned, with actuarial credentials, meets the Qualification Standards of the American Academy of Actuaries to render the actuarial opinions contained herein.

While this AFN is meant to be complete, the undersigned is available to provide extra advice and explanations as needed.



Kyle Stineman, ASA, MAAA
Actuary

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APPENDIX A

How We Applied These Assumptions

We estimated the fiscal impact of this bill by comparing projected pension contributions under this bill to contributions under current law. The projected employer contributions reflect current member and future hire payroll.

To determine the projected contributions under current law, or the “base”, we relied on projection system output. Projected pension contributions equal contributions rates from future AVRs multiplied by future payroll.

To determine the projected costs under this bill, we modified the base described above to reflect the provisions of the bill and assumptions noted above. We then multiplied the respective new contribution rates reflecting these changes by future payroll.

Actuary's Fiscal Note for HB 1201/SB 5294

APPENDIX B

How the Projected Contribution Rates and Funded Status Changed

The following tables outline the expected contribution rates and funded status under current law and this bill.

PERS Plan 1 Projections							
Fiscal Year	2023	2024	2025	2026	2027	2028	2029
Current Law							
Base UAAL Rates*	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%
Benefit Improvement Rates	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.25%
Total UAAL Rates	3.85%	3.85%	3.85%	3.85%	3.85%	3.85%	3.75%
Funded Status of Base Benefits*	85%	91%	99%	108%	120%	133%	146%
Under Bill							
Base UAAL Rates*	3.50%	3.50%	3.50%	0.00%	0.00%	0.00%	0.00%
Benefit Improvement Rates	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.25%
Total UAAL Rates	3.85%	3.85%	3.85%	0.35%	0.35%	0.35%	0.25%
Funded Status of Base Benefits*	85%	91%	99%	101%	103%	105%	105%

*Excludes separately amortized benefit improvements. Funded status is measured as of June 30.

TRS Plan 1 Projections							
Fiscal Year	2023	2024	2025	2026	2027	2028	2029
Current Law							
Base UAAL Rates*	5.75%	5.75%	5.75%	0.00%	0.00%	0.00%	0.00%
Benefit Improvement Rates	0.71%	0.71%	0.71%	0.71%	0.71%	0.71%	0.50%
Total UAAL Rates	6.46%	6.46%	6.46%	0.71%	0.71%	0.71%	0.50%
Funded Status of Base Benefits*	101%	111%	122%	126%	131%	137%	142%
Under Bill							
Base UAAL Rates*	5.75%	5.75%	0.00%	0.00%	0.00%	0.00%	0.00%
Benefit Improvement Rates	0.71%	0.71%	0.71%	0.71%	0.71%	0.71%	0.50%
Total UAAL Rates	6.46%	6.46%	0.71%	0.71%	0.71%	0.71%	0.50%
Funded Status of Base Benefits*	90%**	98%	99.8%	102%	104%	106%	107%

*Excludes separately amortized benefit improvements. Funded status is measured as of June 30.

**Excludes the \$800 million payment scheduled for 6/30/2023 which is repealed under this bill.

Under current law and this bill, the funded status is expected to increase on an annual basis. This is primarily due to past investment performance. Consistent with the asset smoothing method, at each future measurement date, our projections model recognizes assets gains and losses that have been deferred from prior actual investment performances until those gains and losses are fully recognized. This is notable because of the FY 2021 CTF returns of 31.62 percent which significantly exceeded our expectations. The [deferred asset gains from FY 2021](#) are steadily recognized but are not fully realized until the end of FY 2028. In addition, the funded status continues to increase because of expected returns on projected surplus assets.

Actuary's Fiscal Note for HB 1201/SB 5294

APPENDIX C

How the Results Changes When the Assumptions Change

The tables below display how the best estimate Base UAAL calculation and Funded Status change when the return on assets is better (or worse) than our expectations.

PERS 1 Projections—Sensitivity of Return on Assets Assumption						
FY	6% Return		7% Return		8% Return	
	Base UAAL Rate	Funded Status	Base UAAL Rate	Funded Status	Base UAAL Rate	Funded Status
2023	3.50%	84%	3.50%	85%	3.50%	86%
2024	3.50%	89%	3.50%	91%	3.50%	94%
2025	3.50%	95%	3.50%	99%	3.50%	103%
2026	0.00%	96%	0.00%	101%	0.00%	106%
2027	0.00%	96%	0.00%	103%	0.00%	110%
2028	0.00%	97%	0.00%	105%	0.00%	114%
2029	0.00%	96%	0.00%	105%	0.00%	116%
2030	0.21%	95%	0.00%	106%	0.00%	119%
...
2040	0.25%	80%	0.00%	126%	0.00%	>150%
...
2050	0.13%	<50%	0.00%	>150%	0.00%	>150%

Note: Figures exclude separately amortized benefit improvements. Funded status is measured as of June 30.

TRS 1 Projections—Sensitivity of Return on Assets Assumption						
FY	6% Return		7% Return		8% Return	
	Base UAAL Rate	Funded Status	Base UAAL Rate	Funded Status	Base UAAL Rate	Funded Status
2023	5.75%	89%	5.75%	90%	5.75%	91%
2024	5.75%	96%	5.75%	98%	5.75%	101%
2025	0.00%	96%	0.00%	99.8%	0.00%	104%
2026	0.00%	96%	0.00%	102%	0.00%	107%
2027	0.00%	96%	0.00%	104%	0.00%	111%
2028	0.00%	98%	0.00%	106%	0.00%	115%
2029	0.00%	97%	0.00%	107%	0.00%	117%
2030	0.25%	96%	0.00%	107%	0.00%	121%
...
2040	0.36%	79%	0.00%	132%	0.00%	>150%
...
2050	0.18%	<50%	0.00%	>150%	0.00%	>150%

Note: Figures exclude separately amortized benefit improvements. Funded status is measured as of June 30.



Legislation Text

File #: CB 120617, Version: 1

CITY OF SEATTLE

ORDINANCE _____

COUNCIL BILL _____

AN ORDINANCE relating to acceptance of funding from non-City sources; authorizing the heads of various departments to accept and authorize the expenditure of specified grants, private funding, and subsidized loans and to execute, deliver, and perform corresponding agreements; amending Ordinance 126725, which adopted the 2023 Budget, including the 2023-2028 Capital Improvement Program (CIP); changing appropriations to various departments and budget control levels, and from various funds in the Budget; revising project allocations for certain projects in the 2023-2028 CIP; and ratifying and confirming certain prior acts.

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. For each item in the following table, the head of the listed department is authorized to accept non-City funding from the listed sources below; and to execute, deliver, and perform, on behalf of The City of Seattle, agreements for the purposes described. The funding, when received, shall be deposited in the receiving fund identified to support, or as reimbursement for, either the appropriations set forth in Section 2 of this ordinance or existing appropriations in the receiving department.

Item	Department	Source	Purpose	Fund	Accept
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1.00	Department of Education and Early Learning	Washington Student Achievement Council	The goal of the City of Seattle Postsecondary Success Network project is to expand adult capacity to provide culturally relevant college and career readiness guidance and mentorship to high school juniors and seniors that propels students into postsecondary opportunities and ignites career exploration, and to extend those mentoring relationships through the first two years of students' postsecondary education.	General Fund (00100)	\$1,250,000
1.01	Human Services Department	Washington State DSHS	State grant to provide nutrition support services for seniors with the prioritizing of service provision for those who have been most impacted by the loss of federal resources under the supplemental nutrition assistance program provided during the COVID-19 pandemic.	Human Services Fund (16200)	\$1,619,047
1.02	Human Services Department	Washington State Department of Agriculture (WSDA) and the Office of Superintendent of Public Instruction (OSPI)	Federal indirect grant to provide nutritious fruits and vegetables to youth.	Human Services Fund (16200)	\$20,000

1.03	Office of Emergency Management	FEMA via WA State Military Dept., Emergency Mgmt. Div.	The purpose of this project is to strengthen against earthquake damage the heavily used City of Seattle Hiawatha Community Center located at 2700 California Ave SW, Seattle, WA 98116. This has been identified as a critical facility, likely to be used in an emergency to provide mass care, sheltering, or serving as a family assistance center or community point of distribution. Seattle Parks and Recreation (SPR) will be the project lead. The Seattle Office of Emergency Mgmt. (OEM) will be the grant manager.	General Fund (00100)	\$21,865
1.04	Office of Emergency Management	FEMA via WA State Military Dept., Emergency Mgmt. Div.	Seattle City Light Transmission Tower Landslide Mitigation Project - Phase 1. This project under Presidential Disaster Declaration DR-4539-WA provides funding to retrofit six high voltage transmission towers, and the powerlines they support, to minimize damage and possible cascading collapse of the powerline due to landslides. Proposed project towers are located near WA State Route 530 mileposts 34, 36, and 38.	General Fund (00100)	\$3,000

1.05	Office of Housing	Department of Energy	The purpose of this grant is to provide program administration and delivery of weatherization services to provide cost-effective energy efficiency and health and safety benefits to eligible low-income households.	Low Income Housing Fund (16400)	\$251,545
				Office of Housing Fund (16600)	\$154,169
1.06	Office of Immigrant and Refugee Affairs	Washington State Department of Social and Health Services	This grant is to support citizenship case management assistance through OIRA's New Citizen Program, and this increment is being added to OIRA's existing 2022-23 award.	General Fund (00100)	\$75,000
1.07	Seattle City Light	FEMA	This project, under Presidential Disaster Declaration DR-4539-WA, provides funding to retrofit six high-voltage transmission towers and the powerlines they support to minimize damage and possible cascading collapse of the powerline due to landslides.	Light Fund (41000)	\$54,000
1.08	Seattle Department of Transportation	FHWA	This grant will implement approximately 60 signalized intersection treatments, 6 unsignalized intersection treatments, 4 miles of protected bike lanes, 1.5 miles of new sidewalks, and 4.5 miles of arterial traffic calming treatments in the southeast and SODO neighborhoods of Seattle.	Transportation Fund (13000)	\$25,654,000

1.09	Seattle Department of Transportation	Local Bridge Program	This project will repair and replace the existing concrete overlay on the Spokane St Viaduct that has visible signs of significant spalling, concrete delamination, and map cracking. As part of the overlay repair and replacement, the damage and distress of the underlying concrete bridge deck will also be repaired prior to the placement of a new deck overlay.	Transportation Fund (13000)	\$2,502,500
1.10	Seattle Department of Transportation	FHWA	This grant will support a new multimodal corridor to connect light rail riders to the future NE 130th St light rail station.	Transportation Fund (13000)	\$5,480,000
1.11	Seattle Department of Transportation	FHWA	This grant will construct a protected bike lane along Beacon Ave S.	Transportation Fund (13000)	\$1,090,000
1.12	Seattle Department of Transportation	FTA	The RapidRide Roosevelt project will provide electric bus rapid transit (BRT) service between downtown Seattle and the Roosevelt neighborhood in northeast Seattle, while serving the Belltown, South Lake Union, Eastlake, and University District neighborhoods. This grant funding is from the Federal Transit Administration (FTA) through the Section 5309 Fixed Guideway Capital Investment Grants Allocations Small Starts program for federal fiscal year 2023.	Transportation Fund (13000)	\$65,000,000

1.13	Seattle Department of Transportation	FHWA	This grant will improve pavement conditions through grinding and overlay asphalt pavement.	Transportation Fund (13000)	\$1,450,000
1.14	Seattle Department of Transportation	FTA	This project will fund preventive and major maintenance grants to support the Seattle Streetcar System. The first line began operations in 2007 and the second line began operations in 2016. The project contains funds for preventive and major maintenance, vehicle maintenance, and guideway work.	Seattle Streetcar Operations (10800)	\$425,411
1.15	Seattle Department of Transportation	FTA	This project will fund preventive and major maintenance grants to support the Seattle Streetcar System. The first line began operations in 2007 and the second line began operations in 2016. The project contains funds for preventive and major maintenance, vehicle maintenance, and guideway work.	Seattle Streetcar Operations (10800)	\$426,110
1.16	Seattle Fire Department	Washington State Department of Health	The purpose of the Pre-Hospital Grant is to support participation in the trauma system by all licensed, trauma verified EMS organizations providing care in Washington State. The grant may be used for any cost associated with providing trauma care including supplies, equipment and training.	General Fund (00100)	\$554

1.17	Seattle Information Technology Department	Washington State Department of Commerce	For Seattle IT, digital equity grants are a cornerstone of the City’s Digital Equity Program. Our vision is for Seattle to be a city where technology’s opportunities equitably empower all residents and communities, especially those who are historically underserved or underrepresented. This state funding agreement seeks to support community-driven solutions to achieving digital equity in Seattle.	Information Technology Fund (50410)	\$41,000
1.18	Seattle Information Technology Department	Federal Communications Commission	The ACP is a \$14.2 billion FCC benefit program that helps ensure that qualifying low-income households can afford the broadband they need for work, school, healthcare and more. This funding will help Seattle IT carry out a scope of work consistent with the FCC guidance.	Information Technology Fund (50410)	\$400,000
1.19	Seattle Parks and Recreation	Seattle Foundation	This donation from the Seattle Foundation supports the Seward Park Forest Restoration Master Project (MC-PR-41013), and will be used towards the restoration of old growth forest in Seward Park as part of the Green Seattle Partnership.	Park And Recreation Fund (10200)	\$90,000

1.20	Seattle Parks and Recreation	King County	This grant from the King County Flood Control District supports the Major Maintenance and Asset Management Master project (MC-PR-41001), and will be used to prepare a fish access improvement feasibility study and conceptual design at Herring’s House Park on the Lower Duwamish. This is a reimbursable grant, that does not require a match. The grant expiration date is 12/31/24.	Park And Recreation Fund (10200)	\$75,000
1.21	Seattle Parks and Recreation	King County	This grant from the King County Parks Aquatic Facilities Program supports the Major Maintenance and Asset Management Master project (MC-PR-41001) and will be used toward renovations at Colman Pool. This is a reimbursable grant, requiring a match which the project budget satisfies. The grant expiration date is 11/30/27.	Park And Recreation Fund (10200)	\$1,800,000
1.22	Seattle Parks and Recreation	King County	This grant from King County supports Major Maintenance and Asset Management Master project (MC-PR-41001), and will be used towards upgrades at Colonnade Mountain Bike Park. This is a reimbursable grant, that does not require a match. The grant expiration date is 11/30/24.	Park And Recreation Fund (10200)	\$120,000

1.23	Seattle Parks and Recreation	King County	This grant from King County supports the Major Maintenance and Asset Management Master project (MC-PR-41001), and will be used towards a feasibility study for flood risk reduction, habitat restoration, open space, and/or recreation along river corridors at Gateway Park North. This is a reimbursable grant, that does not require a match. The grant expiration date is 11/30/26.	Park And Recreation Fund (10200)	\$200,000
1.24	Seattle Parks and Recreation	Washington State Department of Social and Health Services	This Washington State Department of Social and Health Services Grant supports the Burke Gilman Playground Park Renovation project (MC-PR-41073), and will be used towards renovation of the existing park. This is a reimbursable grant, that does not require a match. The grant expiration date is 11/30/24	Park And Recreation Fund (10200)	\$850,000

1.25	Seattle Parks and Recreation	Washington State Department of Commerce	This grant from the Washington State Department of Commerce (WSDOC), through the 2022 Local and Community Projects Program, supports the Northwest Native Canoe Development Master Project (MC-PR-15013) and will be used for capital expenditures related to the design and construction of the Northwest Native Canoe Center. This is a reimbursable grant, which does not require a match. The grant expiration date will be established when a contract is signed.	Park And Recreation Fund (10200)	\$776,000
1.26	Seattle Parks and Recreation	Washington State Department of Commerce	This grant from the Washington State Department of Commerce supports the Equitable Park Development Fund project (MC-PR-21002), and will be used towards renovations intended to expand capacity at the Green Lake Small Crafts Center (GLSCC) funded in cycle 1. This is a reimbursable grant, which does not require a match. The grant expiration date will be established when a contract is signed.	Park And Recreation Fund (10200)	\$98,000

1.27	Seattle Parks and Recreation	FEMA via WA State Military Dept., Emergency Mgmt. Div.	The purpose of this project is to strengthen against earthquake damage the heavily used City of Seattle Hiawatha Community Center located at 2700 California Ave SW, Seattle, WA 98116. This has been identified as a critical facility, likely to be used in an emergency to provide mass care, sheltering, or serving as a family assistance center or community point of distribution. Seattle Parks and Recreation (SPR) will be the project lead. The Seattle Office of Emergency Mgmt. (OEM) will be the grant manager.	Park And Recreation Fund (10200)	\$506,611
1.28	Seattle Parks and Recreation	Washington State Clean Vessel	This grant will be used towards the construction / installation of a stationary pump out on new docks located at the Leschi Marina at Leschi. This is a reimbursable grant, which does not require a match. The grant expiration date is 04/10/24.	Park And Recreation Fund (10200)	\$22,700
1.29	Seattle Parks and Recreation	Washington State Department of Commerce	This grant from the Washington State Department of Commerce supports the Seattle Conservation Corps program. This is a reimbursable grant, with a grant expiration date of 6/30/23.	Park And Recreation Fund (10200)	\$257,348

1.30	Seattle Police Department	Washington State Department of Commerce	This item provides funding to contract with mental health providers (MHPs) to help mitigate the negative effects of stressors that create employee trauma, including responding to the coronavirus pandemic. The contracted MHPs provide evidence based/evidence informed services for SPD employees.	General Fund (00100)	\$39,065
1.31	Seattle Public Utilities	King County Flood Control District	This grant from the King County Flood Control District supports culvert replacement and channel restoration for Taylor Creek in South Seattle. This project will facilitate fish passage, enhance habitat conditions, and address flooding, erosion, and sedimentation issues. It will also provide new public shoreline access.	Drainage and Wastewater Fund (44010)	\$500,000
1.32	Seattle Public Utilities	Puget Sound Clean Air Agency	This grant from the Puget Sound Clean Air Agency will support electrification of a vehicle at Seattle Public Utilities' South Transfer station.	Solid Waste Fund (45010)	\$138,000

1.33	Seattle Center	Federal Transit Administration	This grant will improve the Seattle Center Monorail Station and provide a fully accessible station consistent with Title II of the ADA as incorporated by appendix A of 49 CFR part 37 and usability by persons with disabilities, including individuals with mobility devices; incentivize public transit use; better connect it with the regional transit network; and regain surge capacity lost in previous years; make modifications to the Seattle Center Monorail station to increase accessibility: add automated passenger gates at the platform edge to train doors and covered passenger waiting areas; make the station main entrance ADA accessible; improve visibility; improvements to station platform to create level boarding with train floor; update and cover queuing area layouts, improve passenger signage, wayfinding, and regional transit information to include universal symbols.	Seattle Center Fund (11410)	\$15,000,000
Total					\$126,390,925

Section 2. Contingent upon the execution of grant or other funding agreements and receipt of the funds authorized in Section 1 of this ordinance, the appropriations in the 2023 Budget for the following items are increased from the funds shown, as follows:

Item	Department	Fund	Budget Summary Level/BCL Code	CIP Project/ID	Change to 2023 A
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2.00	Department of Education and Early Learning	General Fund (00100)	K-12 Programs (00100-BO-EE-IL200)		\$1,250,000
2.01	Human Services Department	Human Services Fund (16200)	Supporting Affordability and Livability (16200-BO-HS-H1000)		\$1,504,410
			Leadership and Administration (16200-BO-HS-H5000)		\$114,637
2.02	Human Services Department	Human Services Fund (16200)	Supporting Affordability and Livability (16200-BO-HS-H1000)		\$20,000
2.03	Office of Emergency Management	General Fund (00100)	Office of Emergency Management (00100-BO-EP-10000)		\$21,865
2.04	Office of Emergency Management	General Fund (00100)	Office of Emergency Management (00100-BO-EP-10000)		\$3,000
2.05	Executive (Office of Housing)	Low Income Housing Fund (16400)	Homeownership & Sustainability (16400-BO-HU-2000)		\$251,545
		Office of Housing Fund (16600)	Homeownership & Sustainability (16600-BO-HU-2000)		\$154,169
2.06	Executive (Office of Immigrant and Refugee Affairs)	General Fund (00100)	Office of Immigrant and Refugee Affairs (00100-BO-IA-X1N00)		\$75,000
2.07	Seattle City Light	Light Fund (41000)	Transmission and Distribution - CIP (41000-BC-CL-Y)	Transmission Reliability (MC-CL-YT7104)	\$54,000
2.08	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Safe Streets and Roads for All (MC-TR-C125)	\$50,000
2.09	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD-F3000)		\$554

2.10	Seattle Information Technology Department	Information Technology Fund (50410)	Frontline Services and Workplace (50410-BO-IT-D0400)		\$41,000
2.11	Seattle Information Technology Department	Information Technology Fund (50410)	Frontline Services and Workplace (50410-BO-IT-D0400)		\$400,000
2.12	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Seward Park Forest Restoration (MC-PR-41013)	\$90,000
2.13	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	\$75,000
2.14	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	\$1,800,000
2.15	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	\$120,000
2.16	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	\$200,000
2.17	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Burke-Gilman Playground Park Renovation (MC-PR-41073)	\$850,000

2.18	Seattle Parks and Recreation	Park And Recreation Fund (10200)	2008 Parks Levy (10200-BC-PR-10000)	Northwest Native Canoe Center Development (MC-PR-15010)	\$776,000
2.19	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Building For The Future (10200-BC-PR-20000)	Equitable Park Development Fund (MC-PR-21002)	\$98,000
2.20	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Community Center Rehabilitation & Development (MC-PR-41002)	\$506,611
2.21	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Boat Moorage Restoration (MC-PR-41021)	\$22,700
2.22	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Departmentwide Programs (10200-BO-PR-30000)		\$257,348
2.23	Seattle Police Department	General Fund (00100)	Chief of Police (00100-BO-SP-P1000)		\$39,065
2.24	Seattle Center	Seattle Center Fund (11410)	Monorail Rehabilitation (11410-BC-SC-S9403)	Monorail Improvements (MC-SC-S9403)	\$15,000,000
Total					\$23,7

Unspent funds so appropriated shall carry forward to subsequent fiscal years until they are exhausted or abandoned by ordinance.

CIP Project Allocation modifications for Seattle City Light, Seattle Public Utilities, and the Seattle Department of Transportation in this section shall operate for the purposes of increasing or decreasing the base for the limit imposed by subsection 4(c) of Ordinance 126725.

Section 3. Contingent upon the execution of grant or other funding agreements and receipt of the funds

authorized in Section 1 of this ordinance, the following existing appropriations in the 2023 Budget shall carry forward to subsequent fiscal years until they are exhausted or abandoned by ordinance:

Item	Department	Fund	Budget Summary Level/BCL Code	Existing 2023 Appropriations
3.00	Seattle Department of Transportation	Seattle Streetcar Operations (10800)	First Hill Streetcar Operations (10800-BO-TR-12002)	\$297,788
			South Lake Union Streetcar Operations (10800-BO-TR-12001)	\$127,623
3.01	Seattle Department of Transportation	Seattle Streetcar Operations (10800)	First Hill Streetcar Operations (10800-BO-TR-12002)	\$298,277
			South Lake Union Streetcar Operations (10800-BO-TR-12001)	\$127,833

Section 4. Any act consistent with the authority of this ordinance taken after its passage and prior to its effective date is ratified and confirmed.

Section 5. This ordinance shall take effect and be in force 30 days after its approval by the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it shall take effect as provided by Seattle Municipal Code Section 1.04.020.

Passed by the City Council the _____ day of _____, 2023, and signed by me in open session in authentication of its passage this _____ day of _____, 2023.

President _____ of the City Council

Approved / returned unsigned / vetoed this _____ day of _____, 2023.

Bruce A. Harrell, Mayor

Filed by me this _____ day of _____, 2023.

Scheereen Dedman, City Clerk

(Seal)

SUMMARY and FISCAL NOTE*

Department:	Dept. Contact:	CBO Contact:
City Budget Office		Anna Hurst

** 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 acceptance of funding from non-City sources; authorizing the heads of various departments to accept and authorize the expenditure of specified grants, private funding, and subsidized loans and to execute, deliver, and perform corresponding agreements; amending Ordinance 126725, which adopted the 2023 Budget, including the 2023-2028 Capital Improvement Program (CIP); changing appropriations to various departments and budget control levels, and from various funds in the Budget; revising project allocations for certain projects in the 2023-2028 CIP; and ratifying and confirming certain prior acts.

Summary and background of the Legislation: This ordinance proposes the acceptance of grants and/or private funds or donations from various agencies and organizations and authorizes the expenditure of funding backed by their respective revenue sources.

During the course of a year, City departments receive grant awards or opportunities for other funding resources that are not anticipated in the Adopted Budget. The City Budget Office formally accepts these funds by compiling departmental grants acceptances and similar agreements in separate ordinances throughout the year.

The attached ordinance contains requests related to grants, donations, or other private funding agreements, modifying the Adopted Budget for the second quarter of 2023.

The attached ordinance includes a third section, recognizing departments with existing budget authority in their operating budgets that will be supported by new grant revenue by carrying forward the associated appropriations.

2. CAPITAL IMPROVEMENT PROGRAM

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

3. SUMMARY OF FINANCIAL IMPLICATIONS

Does this legislation amend the Adopted Budget? X Yes No

Appropriation change (\$):	General Fund \$		Other \$	
	2023	2024	2023	2024
	1,389,484		22,385,420	

Estimated revenue change (\$):	Revenue to General Fund		Revenue to Other Funds	
	2023	2024	2023	2024
	1,389,484		22,385,420	
Positions affected:	No. of Positions		Total FTE Change	
	2022	2023	2022	2023
	0	0	0	0

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.

Is there financial cost or other impacts of *not* implementing the legislation?
 The City would not have available the financial resources that the ordinance accepts.

3.d. Appropriations

This legislation adds, changes, or deletes appropriations.

See Attachment A to this document for additional details.

3.e. Revenues/Reimbursements

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

See Attachment A to this document for additional details.

3.f. Positions

This legislation adds, changes, or deletes positions.

4. OTHER IMPLICATIONS

- a. **Does this legislation affect any departments besides the originating department?**
 Yes, this legislation impacts a number of departments' 2023 budgets.
- 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?**
 No

- 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?**

Please see Attachment A to this document for additional details.

f. Climate Change Implications

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

Please see Attachment A to this document for additional details.

- 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.**

Please see Attachment A to this document for additional details.

- 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)?**

Please see Attachment A to this document for additional details.

List attachments/exhibits below:

Summary Attachment A – 2023 Q2 Grant Acceptance Detail Table

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted	Appropriated
1.00 / 2.00	Department of Education and Early Learning	Washington Student Achievement Council	This item increases appropriation authority by \$1.25 million in the Department of Education and Early Learning, in the General Fund K-12 Budget Control Level (00100-BO-EE-IL200). This Challenge Grant award is from the Washington Student Achievement Council. The goal of the City of Seattle Postsecondary Success Network project is to expand adult capacity to provide culturally relevant college and career readiness guidance and mentorship to high school juniors and seniors that propels students into postsecondary opportunities and ignites career exploration, and to extend those mentoring relationships through the first two years of students' postsecondary education. This grant does not have a match requirement and no DEEL positions will be funded with the grant.	General Fund (00100)	K-12 Programs (00100-BO-EE-IL200)		1,250,000	1,250,000
1.01 / 2.01	Human Services Department	Washington State DSHS	This item increases grant-backed appropriation authority in the Human Services Department by \$114,637 in the Human Services Fund Leadership & Administration Budget Control Level (16200-BO-HS-H5000) and \$1,504,410 in the Human Services Fund Supporting Affordability & Livability Budget Control Level (16200-BO-HS-H1000). This state grant will provide nutrition support services for seniors who have been most impacted by the loss of federal resources under the supplemental nutrition assistance program that were provided during the COVID-19 pandemic. The grant will pay for 2023 program costs with an end date of 6/30/23.	Human Services Fund (16200)	Supporting Affordability and Livability (16200-BO-HS-H1000)		1,619,047	1,504,410
					Leadership and Administration (16200-BO-HS-H5000)			114,637
1.02 / 2.02	Human Services Department	Washington State Department of Agriculture (WSDA) and the Office of Superintendent of Public Instruction (OSPI)	This item increases grant-backed appropriation authority in the Human Services Department by \$20,000 in the Human Services Fund Supporting Affordability & Livability Budget Control Level (16200-BO-HS-H1000). This grant will provide nutritious food for youth. The grant will pay for 2023 program costs with an end date of 6/30/23.	Human Services Fund (16200)	Supporting Affordability and Livability (16200-BO-HS-H1000)		20,000	20,000
1.03 / 2.03	Office of Emergency Management	FEMA via WA State Military Dept., Emergency Mgmt. Div.	This item increases appropriation authority in the Office of Emergency Management BSL by \$21,861.84 from FEMA Pre-Disaster Mitigation Grant funds, as a pass-through via the WA State Military Department, Emergency Management Division. This grant supports the seismic retrofit project on the Seattle Parks and Recreation Hiawatha Community Center, identified as a critical facility for community resilience.	General Fund (00100)	Office of Emergency Management (00100-BO-EP-10000)		21,865	21,865
1.04 / 2.04	Office of Emergency Management	FEMA via WA State Military Dept., Emergency Mgmt. Div.	This item increases appropriation authority in the Office of Emergency Management BSL by \$3,000 from FEMA Hazard Mitigation Grant Program funds, as a pass-through via WA State Military Department, Emergency Management Division. This project under Presidential Disaster Declaration DR-4539-WA provides funding to retrofit six high voltage transmission towers, and the powerlines they support, to minimize damage and possible cascading collapse of the powerline due to landslides. Proposed project towers are located near WA State Route 530 mileposts 34, 36, and 38.	General Fund (00100)	Office of Emergency Management (00100-BO-EP-10000)		3,000	3,000

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted	Appropriated
1.05 / 2.05	Office of Housing	Department of Energy	This item increases grant-backed appropriation authority by \$251,545 in Office of Housing, in the Low Income Housing Fund Homeownership & Sustainability Budget Control Level (16400-BO-HU-2000) and by \$154,169 in the Office of Housing Fund Homeownership & Sustainability Budget Control Level (16600-BO-HU-2000). The grant is through the Department of Energy's implementation of the Bipartisan Infrastructure Law (BIL) and will be used to provide weatherization services to low-income households. The current award of \$405,714 represents 15% of the total award, which the City will receive in several future installments. The period of performance for this grant is from September 1, 2022 to June 30, 2027.	Low Income Housing Fund (16400)	Homeownership & Sustainability (16400-BO-HU-2000)		405,714	251,545
				Office of Housing Fund (16600)	Homeownership & Sustainability (16600-BO-HU-2000)			154,169
1.06 / 2.06	Office of Immigrant and Refugee Affairs	Washington State Department of Social and Health Services	This item increases appropriation authority by \$75,000 in the Office of Immigrant and Refugee Affairs (OIRA) General Fund Office of Immigrant and Refugee Affairs Budget Control Level (00100-BO-IA-X1N00) to reflect grant funding from the WA Department of Social and Health Services. This grant supports the participation of state benefits recipients in the New Citizen Program, which provides assistance to income-qualified individuals to apply for naturalization using a case management model. Matching funding is not required. This increment adds to the existing 2022-23 state fiscal year award, ending June 30, 2023.	General Fund (00100)	Office of Immigrant and Refugee Affairs (00100-BO-IA-X1N00)		75,000	75,000
1.07 / 2.07	Seattle City Light	FEMA	This item increases appropriation authority in the SCL Transmission and Distribution BSL by \$54,000 from FEMA Hazard Mitigation Grant Program funds, as a pass-through via WA State Military Department, Emergency Management Division. This project under Presidential Disaster Declaration DR-4539-WA provides funding to retrofit six high voltage transmission towers, and the powerlines they support, to minimize damage and possible cascading collapse of the powerline due to landslides. Proposed project towers are located near WA State Route 530 mileposts 34, 36, and 38.	Light Fund (41000)	Transmission and Distribution - CIP (41000-BC-CL-Y)	Transmission Reliability (MC-CL-YT7104)	54,000	54,000
1.08 / 2.08	Seattle Department of Transportation	FHWA	This item accepts a grant award and increases appropriation authority by \$25,654,000 in the Seattle Department of Transportation, Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003). This grant funding is from the Federal Highway Administration through the Safe Streets and Roads for All Grant Program for federal fiscal year 2022. This item provides funding to continue and enhance the City of Seattle's ability to implement a vast array of safety treatments to address pedestrian collisions at intersections, including unsignalized intersections, and bicycle crashes.	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Safe Streets and Roads for All (MC-TR-C125)	25,654,000	50,000
1.09	Seattle Department of Transportation	Local Bridge Program	This item accepts a grant award of \$2,502,500 in the Seattle Department of Transportation (SDOT) Transportation Fund Major Maintenance/Replacement Budget Control Level (13000-BC-TR-19001). This is an increase to an existing grant from the Federal Highway Administration (FHWA) through the Local Bridge Program for federal fiscal years 2023-2026. The initial grant was accepted and appropriated in 2022 in Ordinance 126705. This item	Transportation Fund (13000)	Major Maintenance/Replacement Projects (13000-BC-TR-19001)	Structure Major Maintenance (MC-TR-C112)	2,502,500	0

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted	Appropriated
			provides additional grant funding to repair and replace the existing concrete overlay on the S. Spokane Street Viaduct that has visible signs of significant spalling, concrete delamination, and map cracking. There is no matching requirement if funds are obligated prior to September 2026 and a 13.5% matching requirement if obligated after. The grant appropriation request will be submitted in the 2024 budget.					
1.10	Seattle Department of Transportation	FHWA	This item accepts a grant award of \$5,480,000 in the Seattle Department of Transportation , Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003). This grant funding is from the Federal Highway Administration through the Congestion Mitigation and Air Quality Grant Program for federal fiscal year 2025. This grant provides funding to the City of Seattle to improve transit access and implement pedestrian and safety improvements along Roosevelt Way NE and 125th St. The grant appropriation request will be submitted in the 2024 budget.	Transportation Fund (13000)	Mobility Capital (13000-BC-TR-19003)	NE 130 th St/NE 125 th Corridor Improvements (MC-TR-C123)	5,480,000	0
1.11	Seattle Department of Transportation	FHWA	This item accepts a grant award of \$1,090,000 in the Seattle Department of Transportation (SDOT) Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003). This grant funding is from the Federal Highway Administration (FHWA) through the Surface Transportation Block Grant program for the federal fiscal year 2025. This item provides funding to construct a protected bike lane along Beacon Ave S. There is a 13.5% local matching requirement. The grant appropriation request will be submitted in the 2024 budget.	Transportation Fund (13000)	Mobility Capital (13000-BC-TR-19003)	Bike Master Plan – Protected Bike Lanes (MC-TR-C062)	1,090,000	0
1.12	Seattle Department of Transportation	FTA	This item accepts up to \$65,000,000 in the Seattle Department of Transportation (SDOT) Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003), contingent upon receipt of final award notice. This grant funding is from the Federal Transit Administration (FTA) through the Section 5309 Fixed Guideway Capital Investment Grants Allocations Small Starts program for federal fiscal year 2023. The grant funding will support the RapidRide J-Line project to implement electric bus rapid transit service between downtown Seattle and the Roosevelt neighborhoods and improve transit capacity, travel time, reliability, and connectivity, while also making related improvements for people walking and bicycling along the corridor.	Transportation Fund (13000)	Mobility Capital (13000-BC-TR-19003))	RapidRide J Line (MC-TR-C013)	65,000,000	0

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted	Appropriated
1.13	Seattle Department of Transportation	FHWA	This item accepts a grant award of \$1,450,000 in the Seattle Department of Transportation (SDOT) Transportation Fund Major Maintenance/Replacement Budget Control Level (13000-BC-TR-19001). This grant funding is from the Federal Highway Administration through the Coronavirus Response and Relief Supplemental Appropriations for federal fiscal year 2024. This grant provides funding to the City of Seattle to improve pavement conditions along Denny Way and extend the useful life of the road. The following SDOT projects are funded under this grant: Denny Way Preservation. The funding deadline for this grant is August 15, 2024, and the period of performance will be determined upon the drafting of the grant agreement. There is no matching requirement. The grant appropriation request will be submitted in the 2024 budget.	Transportation Fund (13000)	Major Maintenance/Replacement (13000-BC-TR-19001)	Arterial Asphalt and Concrete Program (MC-TR-C070)	1,450,000	0
1.14 / 3.00	Seattle Department of Transportation	FTA	This item accepts a grant for \$297,788 in SDOT's Seattle Streetcar Fund Streetcar Operations - First Hill Budget Control Level (10800-BO-TR-12002) and \$127,623 in SDOT's Seattle Streetcar Fund Streetcar Operations - South Lake Union BCL (10800-BO-TR-12001). This grant funding is from the Federal Transit Administration through the 5307 Urbanized Area Formula Funding Grant Program to maintain the Seattle Streetcar, including preventive and major maintenance, vehicle maintenance, and guideway work. The appropriation is included in SDOT's baseline budget; therefore, no appropriation increase is associated with this item.	Seattle Streetcar Operations (10800)	First Hill Streetcar Operations (10800-BO-TR-12002)		425,411	0
					South Lake Union Streetcar Operations (10800-BO-TR-12001)			0
1.15 / 3.01	Seattle Department of Transportation	FTA	This item accepts a grant for \$298,277 in SDOT's Seattle Streetcar Fund Streetcar Operations - First Hill Budget Control Level (10800-BO-TR-12002) and \$127,833 in SDOT's Seattle Streetcar Fund Streetcar Operations - South Lake Union BCL (10800-BO-TR-12001). This grant funding is from the Federal Transit Administration through the 5307 Urbanized Area Formula Funding Grant Program to maintain the Seattle Streetcar, including preventive and major maintenance, vehicle maintenance, and guideway work. The appropriation for this 2022 grant is included in SDOT's baseline budget; therefore, no appropriation increase is associated with this item.	Seattle Streetcar Operations (10800)	First Hill Streetcar Operations (10800-BO-TR-12002)		426,110	0
					South Lake Union Streetcar Operations (10800-BO-TR-12001)			0
1.16 / 2.09	Seattle Fire Department	Washington State Department of Health	This item increases grant-backed appropriation authority by \$554 in the Seattle Fire Department (SFD) General Fund FD0 BSL. This grant from the Washington State Department of Health Trauma Care Fund provides reimbursement for medical supplies purchased by the SFD Medic One Program. There are no new positions associated with this project and no match required.	General Fund (00100)	Operations (00100-BO-FD-F3000)		554	554
1.17 / 2.10	Seattle Information Technology Department	Washington State Department of Commerce	This item increases appropriation authority by \$41,000 in Seattle IT in the Frontline Services & Workplace BSL (50410-BO-IT-D0400). The Washington State Department of Commerce/State Broadband Office has agreed to fund \$41,000 to support Digital Equity research	Information Technology Fund (50410)	Frontline Services and Workplace (50410-BO-IT-D0400)		41,000	41,000

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted	Appropriated
			in the form of community focus groups that will inform the Tech Adoption Study. This work will be direct billed.					
1.18 / 2.11	Seattle Information Technology Department	Federal Communications Commission	This item increases appropriation authority by \$400,000 in Seattle IT in the Frontline Services & Workplace BSL (50410-BO-IT-D0400). Federal Communications Commission has agreed to fund \$400,000 to support the Affordable Connectivity Program (ACP) Outreach Project, which will be direct billed.	Information Technology Fund (50410)	Frontline Services and Workplace (50410-BO-IT-D0400)		400,000	400,000
1.19 / 2.12	Seattle Parks and Recreation	Seattle Foundation	This item increases appropriation authority by \$90,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First-CIP Budget Control Level (10200-BC-PR-40000). This donation from the Seattle Foundation supports the Seward Park Forest Restoration Master Project (MC-PR-41013), and will be used towards the restoration of old growth forest in Seward Park as part of the Green Seattle Partnership. This work is funded by a private donation originally establish by Lyman Hull through the Seattle Foundation, and the money has already been received.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Seward Park Forest Restoration (MC-PR-41013)	90,000	90,000
1.20 / 2.13	Seattle Parks and Recreation	King County	This item increases appropriation by \$75,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000). This grant from the King County Flood Control District supports the Major Maintenance and Asset Management Master project (MC-PR-41001), and will be used to prepare a fish access improvement feasibility study and conceptual design at Herring’s House Park on the Lower Duwamish. This is a reimbursable grant, that does not require a match. The grant expiration date is 12/31/24.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	75,000	75,000
1.21 / 2.14	Seattle Parks and Recreation	King County	This item increases appropriation by \$1,800,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000). This grant from the King County Parks Aquatic Facilities Program supports the Major Maintenance and Asset Management Master project (MC-PR-41001), and will be used toward renovations at Colman Pool. This is a reimbursable grant, requiring a match which the project budget satisfies. The grant expiration date is 11/30/27	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	1,800,000	1,800,000
1.22 / 2.15	Seattle Parks and Recreation	King County	This item increases appropriation authority by \$120,000 in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000). This grant from King County supports Major Maintenance and Asset Management Master project (MC-PR-41001), and will be used towards upgrades at Colonnade Mountain Bike Park. This is a reimbursable grant, that does not require a match. The grant expiration date is 11/30/24.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	120,000	120,000
1.23 / 2.16	Seattle Parks and Recreation	King County	This item increases appropriation authority by \$200,000 in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000). This grant from King County supports the Major Maintenance and Asset Management Master project (MC-PR-41001), will be used towards a feasibility study for flood risk reduction, habitat restoration, open space, and/or recreation along river corridors at Gateway Park North. This is a reimbursable grant, that does not require a match. The grant expiration date is 11/30/26.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	200,000	200,000

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted	Appropriated
1.24 / 2.17	Seattle Parks and Recreation	Washington State Department of Social and Health Services	This item increases appropriation authority by \$850,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000). This Washington State Department of Social and Health Services Grant supports the Burke Gilman Playground Park Renovation project (MC-PR-41073), and will be used towards renovation of the existing park. This is a reimbursable grant, that does not require a match. The grant expiration date is 11/30/24.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Burke-Gilman Playground Park Renovation (MC-PR-41073)	850,000	850,000
1.25 / 2.18	Seattle Parks and Recreation	Washington State Department of Commerce	This item increases appropriation authority by \$776,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund 2008 Parks Levy Control Level (10200-BC-PR-10000). This grant from the Washington State Department of Commerce (WSDOC), through the 2022 Local and Community Projects Program, supports the Northwest Native Canoe Development Master Project (MC-PR-15013) and will be used for capital expenditures related to the design and construction of the Northwest Native Canoe Center. This is a reimbursable grant, which does not require a match. The grant expiration date will be established when a contract is signed.	Park And Recreation Fund (10200)	2008 Parks Levy (10200-BC-PR-10000)	Northwest Native Canoe Center Development (MC-PR-15010)	776,000	776,000
1.26 / 2.19	Seattle Parks and Recreation	Washington State Department of Commerce	This item increases appropriation by \$98,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Building For The Future Control Level (10200-BC-PR-20000). This grant from the Washington State Department of Commerce supports the Equitable Park Development Fund project (MC-PR-21002), and will be used towards renovations intended to expand capacity at the Green Lake Small Crafts Center (GLSCC) funded in cycle 1. This is a reimbursable grant, which does not require a match. The grant expiration date will be established when a contract is signed.	Park And Recreation Fund (10200)	Building For The Future (10200-BC-PR-20000)	Equitable Park Development Fund (MC-PR-21002)	98,000	98,000
1.27 / 2.20	Seattle Parks and Recreation	FEMA via WA State Military Dept., Emergency Mgmt. Div.	This item increases appropriation by \$506,611 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000). This FEMA grant supports the Community Center Rehabilitation & Development project (MC-PR-41002), and will be used towards seismic upgrades at Hiawatha Community Center (GLSCC). This is a reimbursable grant, requiring a match which the project budget satisfies. The grant expiration date is 04/30/24.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Community Center Rehabilitation & Development (MC-PR-41002)	506,611	506,611
1.28 / 2.21	Seattle Parks and Recreation	Washington State Clean Vessel	This item increases appropriation by \$22,700 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000). This Washington State Clean Vessel Grant amendment supports the Boat Moorage Restoration project (MC-PR-41021), and will be used towards the construction / installation of a stationary pump out on new docks located at the Leschi Marina at Leschi. This is a reimbursable grant, which does not require a match. The grant expiration date is 04/10/24.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Boat Moorage Restoration (MC-PR-41021)	22,700	22,700
1.29 / 2.22	Seattle Parks and Recreation	Washington State Department of Commerce	This item increases appropriation authority by \$257,348 in the Seattle Parks and Recreation Department in the Department-wide Programs Budget Control Level (10200-BO-PR-30000). This State	Park And Recreation Fund (10200)	Departmentwide Programs (10200-BO-PR-30000)		257,348	257,348

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted	Appropriated
			Community Services Block Grant (CSBG) from the Washington State Department of Commerce supports the Seattle Conservation Corps program. This is a reimbursable grant, with a grant expiration date of 6/30/23.					
1.30/ 2.23	Seattle Police Department	Washington State Department of Commerce	This item increases appropriation authority by \$39,065 in the Chief of Police BSL from the Washington State Department of Commerce, Bureau of Justice Assistance, Coronavirus Emergency Supplemental Funds. This item supplements an existing grant that was approved in the 2021 year end supplemental (Ord 126469, item #1.56). This grant provides funding to contract with mental health providers (MHPs) to help mitigate the negative effects of stressors that create employee trauma, including responding to the coronavirus pandemic. The contracted MHPs provide evidence based/ evidence informed services for SPD employees. The Department of Commerce is making an additional \$39,065 in grant funds available to SPD, which will be applied to the current MHP contract. The revised total award amount is \$286,065. Additionally, the grant term is extended to the end of 2023. The amended grant term runs from January 1, 2021 through December 31, 2023. There are no matching requirements or capital improvement projects associated with this item.	General Fund (00100)	Chief of Police (00100-BO-SP-P1000)		39,065	39,065
1.31	Seattle Public Utilities	King County Flood Control District	This item increases grant-backed appropriation authority by \$500,000 in the Seattle Public Utilities (SPU) Protection of Beneficial Uses Budget Control Level (BC-SU-C333B), and accepts a grant from the King County Flood Control District for the Taylor Creek Restoration and Large Woody Material Design Project. This is a culvert replacement and channel restoration project in south Seattle that will improve fish passage, enhance habitat conditions, and address flooding, erosion, and sedimentation issues. The completed project will provide shallow water, fine substrate rearing and refuge habitat for juvenile Chinook (fry) migrating from the Cedar River and for other salmonids that use this habitat. SPU will restore approximately 800 linear feet of creek in the lower channel and shoreline, provide new public shoreline access, and restore approximately 3,000 linear feet of creek in Dead Horse Canyon. This item reduces ratepayer-backed appropriation in this Budget Control Level. There is no net increase in SPU appropriation as a result of this action.	Drainage and Wastewater Fund (44010)	Protection of Beneficial Uses (44010-BC-SU-C333B)	Creek Culvert Replacement Program (MC-SU-C3314)	500,000	0
1.32	Seattle Public Utilities	Puget Sound Clean Air Agency	This item increases grant-backed appropriation authority by \$138,000 in the Seattle Public Utilities Utility Services and Operations Budget Control Level (BO-SU-N200B). This action allows Seattle Public Utilities to accept a grant from the Puget Sound Clean Air Agency in the amount of \$138,000 in order to support electrification of a vehicle at the South Transfer station. This is in support of the Agency's effort to reduce greenhouse gas emissions. This item simultaneously reduces ratepayer-backed funding in this Budget Control Level. There is no net increase in SPU appropriation as a result of this item.	Solid Waste Fund (45010)	Shared Cost Projects (45010-BC-SU-C410B)	Heavy Equipment Purchases - SWF (MC-SU-C4116-SWF)	138,000	0

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted	Appropriated
1.33/ 2.24	Seattle Center	Federal Transit Administration	This item increases appropriation authority by \$15,000,000 in the Seattle Center Department Monorail Rehabilitation (11410-BC-SC-S9403). This grant will support work to design and make modifications to the Seattle Center Monorail station to increase accessibility. The ASAP grant cannot fund more than 80% of the project cost which is estimated at \$23 million. Other funding for the project includes \$5 million from Move Ahead Washington and \$3 million in Federal Transit Authority (FTA) formula funding. This grant will support 1.5 FTE of which 1.0 FTE is to be a term limited position that will be specific to this project.	Seattle Center Fund (11410)	Monorail Rehabilitation (11410-BC-SC-S9403)	Monorail Improvements (MC-SC-S9403)	15,000,000	15,000,000
TOTAL							\$126,390,925	\$23,774,904

July 17, 2023

MEMORANDUM

To: Finance & Housing Committee
From: Edin Sisic, Analyst
Subject: Council Bill 120617 – 2023 Mid-Year Grant Acceptance & Appropriation Ordinance

On July 19, 2023, the Finance & Housing Committee will discuss [Council Bill \(CB\) 120617](#), which would provide authority for select City departments to accept and appropriate the expenditure of specified grant revenues from non-City sources.

This memo summarizes CB 120617 and describes the next steps in the context of the budget adjustment process for 2023.

CB 120617 Background and Summary

In prior years, the appropriation of grants was authorized via a supplemental appropriations ordinance, while grants were accepted through a separate, grant acceptance ordinance. This year, Council Central Staff, in partnership with the Law Department and City Budget Office, created a standalone grant acceptance and appropriation ordinance to improve grant legislation processes. Streamlining acceptance and appropriation of grants will provide several benefits, including:

- Reduce a backlog of awarded but not yet accepted and appropriated grants, thus reducing project and operational interruptions as a result of grant appropriation delays.
- Improve timing issues, as grant awards don't always follow the supplemental budget processes.
- Enhance visibility and transparency of the City's grant legislation processes for the Council and the public, among other improvements.

CB 120617 is the second comprehensive grant acceptance and appropriation legislation transmitted by the Executive in 2023, authorizing City departments to accept a total of \$126.4 million and appropriate \$23.8 million from external funding sources. *Table 1 (2023 Mid-year Grant Acceptances and Appropriations by Department and Grant Source)* on page two shows, by department, the total award and appropriation amount from each granting agency.

Table 1. 2023 Mid-year Grant Acceptances and Appropriations by Department and Grant Source

Department	Accepted Amount	Appropriated Amount
Department of Education and Early Learning		
Washington Student Achievement Council	1,250,000	\$1,250,000
Human Services Department		
Washington State Department of Agriculture and the Office of Superintendent of Public Instruction	\$20,000	\$20,000
Washington State DSHS	\$1,619,047	\$1,619,047
Human Services Department Subtotal	\$1,639,047	\$1,639,047
Office of Emergency Management		
FEMA via WA State Military Dept., Emergency Mgmt. Div.	\$24,865	\$24,865
Office of Housing		
Department of Energy	\$405,714	\$405,714
Office of Immigrant and Refugee Affairs		
Washington State Department of Social and Health Services	\$75,000	\$75,000
Seattle Center		
Federal Transit Administration (FTA)	\$15,000,000	\$15,000,000
Seattle City Light		
FEMA	\$54,000	\$54,000
Seattle Department of Transportation		
Federal Highway Administration (FHWA)	\$33,674,000	\$50,000
FTA	\$65,851,521	-
Local Bridge Program	\$2,502,500	-
Seattle Department of Transportation Subtotal	\$102,028,021	\$50,000
Seattle Fire Department		
Washington State Department of Health	\$554	\$554
Seattle Information Technology Department		
Federal Communications Commission	\$400,000	\$400,000
Washington State Department of Commerce	\$41,000	\$41,000
Seattle Information Technology Department Subtotal	\$441,000	\$441,000
Seattle Parks and Recreation		
FEMA via WA State Military Dept., Emergency Mgmt. Div.	\$506,611	\$506,611
King County	\$2,195,000	\$2,195,000
Seattle Foundation	\$90,000	\$90,000
Washington State Clean Vessel	\$22,700	\$22,700
Washington State Department of Commerce	\$1,131,348	\$1,131,348
Washington State Department of Social and Health Services	\$850,000	\$850,000
Seattle Parks and Recreation Subtotal	\$4,795,659	\$4,795,659
Seattle Police Department		
Washington State Department of Commerce	\$39,065	\$39,065
Seattle Public Utilities		
King County Flood Control District	\$500,000	-
Puget Sound Clean Air Agency	\$138,000	-
Seattle Public Utilities Subtotal	\$638,000	-
Grand Total	\$126,390,925	\$23,774,904

Of the total acceptance amount in *Table 1*, approximately 79 percent is funding from the Federal Transit Authority (FTA) and Federal Highway Administration (FHWA) for SDOT's Capital Improvement Programs. FTA grant funding would support the RapidRide J-Line project as well as transit access, pedestrian, and safety improvements along Roosevelt Way NE and 125th St. The proposed FHWA grant would provide funding to continue and enhance the City of Seattle's ability to implement a vast array of safety treatments to address pedestrian collisions at intersections, including unsignalized intersections, and bicycle crashes.

Other noteworthy grant backed items include:

- \$15 million from FTA to Seattle Center to support work to design and modify Seattle Center Monorail Station to increase accessibility. This grant will support 1.5 FTE of which 1.0 FTE is for a limited term position specific to this project.
- \$2.5 million increase to an existing SDOT grant from the Federal Highway Administration through the Local Bridge Program. The initial grant was accepted and appropriated in 2022 in [Ordinance 126705](#). This grant would provide additional funding to repair and replace the existing concrete overlay on the S. Spokane Street Viaduct that has visible signs of significant spalling, concrete delamination, and map cracking. There is no matching requirement if funds are obligated prior to September 2026 and a 13.5 percent matching requirement if obligated after. The grant appropriation request will be submitted in the 2024 budget.
- \$2.2 million in reimbursable grants from King County to Seattle Parks and Recreation (SPR) for various capital improvements including:
 - \$1.8 million to prepare a fish access improvement feasibility study and conceptual design at Herring's House Park on the Lower Duwamish.
 - \$200k for a feasibility study for flood risk reduction, habitat restoration, open space, and/or recreation along river corridors at Gateway Park North
 - \$120k towards upgrades at Colonnade Mountain Bike Park
- \$1.6 million from the Washington State Department of Social and Health Services to the Human Services Department for nutrition support services for seniors who have been most impacted by the loss of federal supplemental nutrition assistance program resources that were provided during the COVID-19 pandemic.
- \$1.3 million from the Washington Student Achievement Council to the Department of Education and Early Learning for the City of Seattle Postsecondary Success Network project. The goal of this project is to expand capacity to provide culturally relevant college and career readiness guidance and mentorship to high school juniors and seniors that propels students into postsecondary opportunities and ignites career exploration, and to extend those mentoring relationships through the first two years of students' postsecondary education.
- \$1.1 million in reimbursable grants from the Washington State Department of Commerce to SPR for the Seattle Conservation Corps program, Northwest Native Canoe Center, and Green Lake Small Crafts Center projects.

These and all other grants that would be accepted in the bill are described in Attachment A to the summary and fiscal note submitted by the Executive. It is worth noting that, consistent with past practice, and given that spending of external grant awards can cross fiscal years, the appropriations made in CB 120617 are non-lapsing, meaning the authority to spend these amounts will persist until funds are fully expended or the appropriations are abandoned through a future Council action.

Next Steps

If the committee votes to make a recommendation on CB 120617 at the August 2, 2023, Finance & Housing Committee meeting, the legislation will be considered for final action at the August 8, 2023, City Council meeting.

Future 2023 budget adjustments will include the year-end comprehensive supplemental adjustment and grant acceptance and appropriation bills, anticipated to be submitted as budget legislation with the Mayor's 2024 Proposed Budget in late September, and any other stand-alone supplemental bills necessary to address unforeseen circumstances, consistent with [RCW 35.32A.060](#).

cc: Esther Handy, Director
Aly Pennucci, Deputy Director



Council Bills 120617 & 120618: Midyear Grant Acceptance & Supplemental Budget Ordinances

EDIN SISIC, ANALYST & ALY PENNUCCI, DEPUTY DIRECTOR
FINANCE & HOUSING COMMITTEE
7/19/2023

Budget Adjustments to Date

Fund	2023 Adopted	Adjustments as of 7/01/23	Revised Budget 7/01/2023	Percent Increase
General Fund	\$1,606 M	\$186 M	\$1,792 M	12%
Other Funds	\$5,828 M	\$1,894 M	\$7,722 M	33%
Total:	\$7,434 M	\$2,080 M	\$9,481 M	28%

CB 120618 – Midyear Supplemental

- Second comprehensive supplemental budget legislation in 2023
- Mid-year appropriation, position, and capital project changes to meet needs that are assumed to be unforeseeable when 2023 budget was adopted
- Would decrease City budget by \$138.9 million & add 81 FTE's
 - Technical abandonments (appropriation reductions) totaling \$229.7 million
 - \$86.8 million budget increase after adjusting for technical reductions
 - \$16.9 million General Fund increase

CB 120618 – Midyear Supplemental – cont'd

Summary of Funding for GF Appropriation Increases

Item	Amount	Funding Source
One-Time Appropriations		
Judgement & Claims Fund Transfer	\$14.0 M	Reduce planning reserves
Downtown Activation Plan	\$2.2 M	Offsetting reductions
Downtown Business Improvement Area	\$0.5 M	Reimbursement via DBIA MOU
Dir. of Strategic Initiatives Backfill	\$0.3 M	DOJ Reimbursement
CIP Appropriation Reductions	\$(4.5) M	
One-Time Appropriations Subtotal	\$12.5 M	
Ongoing Appropriations		
911 Call Data Recorded Integration	\$1.5 M	911 Excise Tax Revenue Offset
Insurance Premium Renewals	\$1.5 M	Offsetting reductions
CSCC Vacancy Assumptions and Consultant Costs	\$1.1 M	911 Excise Tax Revenue Offset
Other Proposals	\$0.3 M	Offsetting reductions
Ongoing Appropriations Subtotal	\$4.4 M	
GF Total	\$16.9M	

CB 120618 – Midyear Supplemental – cont'd

FTE Position Requests by Department

Department	Number of FTEs
Seattle Department of Transportation	56
Community Safety and Communications Center	10
Seattle Police Department	6
Human Services Department	3
Office of Inspector General for Public Safety	3
Office of Housing	1
Legislative Department	1
Seattle Department of Construction and Inspections	1
Total FTE Proposals	81

CB 120618 – Midyear Supplemental – cont'd

Pre-Introduction Changes

- Sworn Salary Savings Proviso Modification
 - *Current Proviso*: Restricts 2023 appropriations for sworn personnel salary and benefits to only be used to pay SPD's recruits and sworn officers
 - *Proposed Modification*: Authorize up to \$815k to develop and integrate into SPD's new online reporting system, and pay for unbudgeted sworn officer overtime expenses
- \$50k GF to the Office of Sustainability & the Environment for the Living Hotels Ordinance
 - Ordinance would support the State Environmental Policy Act work or other incurred costs to research and prepare draft legislation known as the "Living Hotels Ordinance"

CB 120618 – Midyear Supplemental – cont'd

Policy Considerations/Issues

- Downtown Activation Plan (DAP)
- Center City Streetcar Connector
- SPD Civilian Positions Vacancy Savings
- Reducing 2023 Transfer from the Jumpstart Fund to the GF

CB 120617 – Midyear Grant

- Second comprehensive grant acceptance and appropriation legislation in 2023
- Would authorize City departments to accept \$126.4 million and appropriate \$23.8 million from external sources
 - \$99.5 million acceptance (79 percent) is funding from Federal Transit Authority & Federal Highway Administration for SDOT's Capital Improvement Program (CIP) projects
 - \$15 million acceptance from FTA to Seattle Center to support work to design and modify Seattle Center Monorail Station

Next Steps in Budget Process

- August 2: Second Committee hearing and possible vote on CB's 120617 & 120618
 - Amendment requests due July 24th by noon
- August 8: Final action on CB's 120617 & 120618 at the City Council meeting
- Late September: Mayor's Proposed 2023-2024 Budget
 - Likely to include year-end supplemental adjustment and grant acceptance & appropriation bills

Questions?



Legislation Text

File #: CB 120618, Version: 1

CITY OF SEATTLE

ORDINANCE _____

COUNCIL BILL _____

AN ORDINANCE amending Ordinance 126725, which adopted the 2023 Budget, including the 2023-2028 Capital Improvement Program (CIP); changing appropriations to various departments and budget control levels, and from various funds in the Budget; revising project allocations for certain projects in the 2023-2028 CIP; creating CIP Projects; creating positions; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. The appropriations for the following items in the 2023 Adopted Budget are reduced from the funds shown below:

Item	Department	Fund	Budget Summary Level/BCL Code	Amount
1.1	Department of Education and Early Learning	General Fund (00100)	K-12 Programs (00100-BO-EE-IL200)	(\$60,000)
1.2	Department of Finance and Administrative Services	General Fund (00100)	Information Technology (00100-BC-FA-A1IT)	(\$1,470,875)
1.3	Department of Finance and Administrative Services	Finance and Administrative Services Fund (50300)	Leadership and Administration (50300-BO-FA-BUDCENTR)	(\$264,259)
			City Services (50300-BO-FA-CITYSVCS)	(\$599)
			City Purchasing and Contracting Services (50300-BO-FA-CPCS)	(\$40,506)
			Office of Constituent Services (50300-BO-FA-OCS)	(\$63,220)

		General Fund (00100)	City Finance (00100-BO-FA-CITYFINAN)	(\$109,286)
			Seattle Animal Shelter (00100-BO-FA-SAS)	(\$9,391)
1.4	Finance General	General Fund (00100)	General Purpose (00100-BO-FG-2QD00)	(\$1,588,531)
1.5	Finance General	General Fund (00100)	General Purpose (00100-BO-FG-2QD00)	(\$405,587)
1.6	Finance General	Payroll Expense Tax (14500)	Appropriation to Special Funds (14500-BO-FG-2QA00)	(\$200,000)
1.7	Human Services Department	Human Services Fund (16200)	Promoting Healthy Aging (16200-BO-HS-H6000)	(\$1,805,034)
			Leadership and Administration (16200-BO-HS-H5000)	(\$111,227)
1.8	Executive (Office of Arts and Culture)	Arts and Culture Fund (12400)	Arts and Cultural Programs (12400-BO-AR-VA160)	(\$428,700)
1.9	Executive (Office of Arts and Culture)	General Fund (00100)	Cultural Space (00100-BO-AR-VA170)	(\$3,200,000)
1.10	Executive (Office of Immigrant and Refugee Affairs)	General Fund (00100)	Office of Immigrant and Refugee Affairs (00100-BO-IA-X1N00)	(\$600)
1.11	Executive (Office of Immigrant and Refugee Affairs)	General Fund (00100)	Office of Immigrant and Refugee Affairs (00100-BO-IA-X1N00)	(\$1,000)
1.12	Executive (Office of Immigrant and Refugee Affairs)	General Fund (00100)	Office of Immigrant and Refugee Affairs (00100-BO-IA-X1N00)	(\$12,737)
1.13	Office of the City Auditor	General Fund (00100)	Office of the City Auditor (00100-BO-AD-VG000)	(\$208,433)
1.14	Seattle Department of Transportation	General Fund (00100)	Mobility Operations (00100-BO-TR-17003)	(\$250,000)
1.15	Seattle Public Library	Library Fund (10410)	The Seattle Public Library (10410-BO-SPL)	(\$29,986)
Total				(\$10,259,971)

Section 2. In order to pay for necessary costs and expenses incurred or to be incurred in 2023, but for which insufficient appropriations were made due to causes that could not reasonably have been foreseen at the time of

making the 2023 Budget, appropriations for the following items in the 2023 Budget are increased from the funds shown, as follows:

Item	Department	Fund	Budget Summary Level/BCL Code	Amount
2.1	Department of Finance and Administrative Services	Finance and Administrative Services Fund (50300)	Facilities Services (50300-BO-FA-FACILITY)	\$359,760
			City Finance (50300-BO-FA-CITYFINAN)	\$20,961
			Fleet Services (50300-BO-FA-FLEETS)	\$10,902
		General Fund (00100)	Leadership and Administration (00100-BO-FA-BUDCENTR)	\$360,314
		FileLocal Agency Fund (67600)	FileLocal Agency (67600-BO-FA-FILELOC)	\$33,815
		Wheelchair Accessible Fund (12100)	Wheelchair Accessible Services (12100-BO-FA-WHLCHR)	\$137,726
2.2	Finance General	General Fund (00100)	Appropriation to Special Funds (00100-BO-FG-2QA00)	\$1,500,000
2.3	Finance General	General Fund (00100)	Appropriation to Special Funds (00100-BO-FG-2QA00)	\$225,000
2.4	Finance General	General Fund (00100)	Appropriation to Special Funds (00100-BO-FG-2QA00)	\$14,000,000
2.5	Executive (Office of Planning and Community Development)	General Fund (00100)	Equitable Development Initiative (00100-BO-PC-X2P40)	\$3,200,000
2.6	Seattle Department of Construction and Inspections	Construction and Inspections (48100)	Permit Services (48100-BO-CI-U2300)	\$86,706
			Land Use Services (48100-BO-CI-U2200)	\$75,293
			Inspections (48100-BO-CI-U23A0)	\$94,136
			Compliance (48100-BO-CI-U2400)	\$37,421
			Government Policy, Safety & Support (48100-BO-CI-U2600)	\$8,554
2.7	Seattle Department of Construction and Inspections	Construction and Inspections (48100)	Land Use Services (48100-BO-CI-U2200)	\$32,000

			Process Improvements & Technology (48100-BO-CI-U2800)	\$230,000
2.8	Seattle Department of Construction and Inspections	Construction and Inspections (48100)	Process Improvements & Technology (48100-BO-CI-U2800)	\$352,915
2.9	Seattle Department of Construction and Inspections	Construction and Inspections (48100)	Process Improvements & Technology (48100-BO-CI-U2800)	\$80,696
2.10	Seattle Department of Transportation	Transportation Fund (13000)	Mobility Operations (13000-BO-TR-17003)	\$558,572
2.11	Seattle Department of Transportation	Waterfront LID #6751 (35040)	Waterfront and Civic Projects (35040-BO-TR-16000)	\$10,126,568
2.12	Seattle Information Technology Department	Information Technology Fund (50410)	Frontline Services and Workplace (50410-BO-IT-D0400)	\$56,494
2.13	Seattle Information Technology Department	Information Technology Fund (50410)	Frontline Services and Workplace (50410-BO-IT-D0400)	\$217,000
2.14	Seattle Information Technology Department	Information Technology Fund (50410)	Frontline Services and Workplace (50410-BO-IT-D0400)	\$107,000
2.15	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Golf Programs (10200-BO-PR-60000)	\$243,750
2.16	Executive (Office of Economic Development)	General Fund (00100)	Business Services (00100-BO-ED-X1D00)	\$1,700,000
2.17	Executive (Office of Economic Development)	General Fund (00100)	Leadership and Administration (00100-BO-ED-ADMIN)	\$500,000
2.18	Seattle Public Utilities	Solid Waste Fund (45010)	General Expense (45010-BO-SU-N000B)	\$3,303,219
2.19	Executive (Office of Labor Standards)	Office of Labor Standards Fund (00190)	Office of Labor Standards (00190-BO-LS-1000)	\$10,650
2.20	Executive (Office of Labor Standards)	Office of Labor Standards Fund (00190)	Office of Labor Standards (00190-BO-LS-1000)	\$25,650
2.21	Ethics and Elections Commission	Election Vouchers Fund (12300)	Election Vouchers (12300-BO-ET-VT123)	\$730,000
2.22	Legislative Department	General Fund (00100)	Legislative Department (00100-BO-LG-G1000)	\$20,000
2.23	Office of Inspector General for Public Safety	General Fund (00100)	Office of Inspector General for Public Safety (00100-BO-IG-1000)	\$405,587

2.24	Community Safety and Communications Center	General Fund (00100)	Community Safety and Communications Center (00100-BO-CS-10000)	\$1,461,965
2.25	Community Safety and Communications Center	General Fund (00100)	Community Safety and Communications Center (00100-BO-CS-10000)	\$1,588,531
2.26	Community Safety and Communications Center	General Fund (00100)	Community Safety and Communications Center (00100-BO-CS-10000)	\$1,101,840
2.27	Firefighter's Pension	Fireman's Pension Fund (61040)	Firefighters Pension (61040-BO-FP-R2F01)	\$1,101,938
2.28	Seattle Center	General Fund (00100)	Campus (00100-BO-SC-60000)	\$55,895
2.29	Department of Finance and Administrative Services	Judgment/Claims Fund (00126)	Judgment & Claims Litigation (00126-BO-FA-JR000)	\$14,000,000
2.30	Executive (Office of Sustainability and Environment)	General Fund (00100)	Office of Sustainability and Environment (00100-BO-SE-X1000)	\$50,000
Total				\$58,210,858

Section 3. In order to pay for necessary costs and expenses incurred or to be incurred in 2023, but for which insufficient appropriations were made due to causes that could not reasonably have been foreseen at the time of making the 2023 Budget, appropriations for the following items in the 2023 Budget, which are backed by revenues, are increased from the funds shown, as follows:

Item	Department	Fund	Budget Summary Level/BCL Code	Amount
3.1	Department of Finance and Administrative Services	Judgment/Claims Fund (00126)	Judgment & Claims Claims (00126-BO-FA-CJ000)	\$5,000,000
3.2	Department of Finance and Administrative Services	Finance and Administrative Services Fund (50300)	Facilities Services (50300-BO-FA-FACILITY)	\$50,000
3.3	Human Services Department	Human Services Fund (16200)	Promoting Healthy Aging (16200-BO-HS-H6000)	\$53,305
			Supporting Affordability and Livability (16200-BO-HS-H1000)	\$1,337,382

			Leadership and Administration (16200-BO-HS-H5000)	\$3,453
3.4	Human Services Department	Human Services Fund (16200)	Promoting Healthy Aging (16200- BO-HS-H6000)	\$1,544,192
			Leadership and Administration (16200-BO-HS-H5000)	\$56,081
3.5	Seattle Center	Seattle Center Fund (11410)	Campus (11410-BO-SC-60000)	\$150,000
3.6	Seattle Center	Seattle Center Fund (11410)	Campus (11410-BO-SC-60000)	\$240,000
3.7	Seattle Center	Seattle Center Fund (11410)	Campus (11410-BO-SC-60000)	\$150,000
3.8	Seattle Information Technology Department	Information Technology Fund (50410)	Applications (50410-BO-IT- D0600)	\$262,000
3.9	Seattle Information Technology Department	Information Technology Fund (50410)	Applications (50410-BO-IT- D0600)	\$318,632
3.10	Seattle Information Technology Department	Information Technology Fund (50410)	Applications (50410-BO-IT- D0600)	\$540,000
3.11	Seattle Information Technology Department	Information Technology Fund (50410)	Applications (50410-BO-IT- D0600)	\$80,696
3.12	Seattle Information Technology Department	Information Technology Fund (50410)	Applications (50410-BO-IT- D0600)	\$1,461,965
3.13	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Recreation Facility Programs (10200-BO-PR-50000)	\$104,922
3.14	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Recreation Facility Programs (10200-BO-PR-50000)	\$35,000
3.15	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Recreation Facility Programs (10200-BO-PR-50000)	\$80,176
3.16	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Recreation Facility Programs (10200-BO-PR-50000)	\$30,000
3.17	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Recreation Facility Programs (10200-BO-PR-50000)	\$30,500

3.18	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Recreation Facility Programs (10200-BO-PR-50000)	\$30,500
3.19	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Recreation Facility Programs (10200-BO-PR-50000)	\$98,692
3.20	Seattle Police Department	General Fund (00100)	Criminal Investigations (00100-BO-SP-P7000)	\$12,782
3.21	Seattle Police Department	General Fund (00100)	Leadership and Administration (00100-BO-SP-P1600)	\$25,325
3.22	Seattle Police Department	General Fund (00100)	Chief of Police (00100-BO-SP-P1000)	\$255,695
3.23	Seattle Police Department	General Fund (00100)	Special Operations (00100-BO-SP-P3400)	\$525,000
Total				\$12,476,298

For items 3.3, 3.4, and 3.21, unspent funds so appropriated shall carry forward to subsequent fiscal years until they are exhausted or abandoned by ordinance.

Section 4. The appropriations for the following items in the 2023 Adopted Budget are modified, as follows:

Item	Department	Fund	Budget Summary Level/BCL Code	Amount
4.1	Executive (Office of Planning and Community Development)	General Fund (00100)	Planning and Community Development (00100-BO-PC-X2P00)	(\$330,664)
			Equitable Development Initiative (00100-BO-PC-X2P40)	\$330,664
4.2	Human Services Department	Payroll Expense Tax (14500)	Supporting Affordability and Livability (14500-BO-HS-H1000)	\$200,000
			Leadership and Administration (14500-BO-HS-H5000)	(\$200,000)
4.3	Human Services Department	General Fund (00100)	Addressing Homelessness (00100-BO-HS-H3000)	(\$529,923)
			Supporting Safe Communities (00100-BO-HS-H4000)	\$529,923

4.4	Executive (Office of Economic Development)	General Fund (00100)	Business Services (00100-BO-ED-X1D00)	(\$700,000)
			Leadership and Administration (00100-BO-ED-ADMIN)	\$700,000
4.5	Executive (Office of Economic Development)	Payroll Expense Tax (14500)	Leadership and Administration (14500-BO-ED-ADMIN)	\$332,658
			Business Services (14500-BO-ED-X1D00)	(\$332,658)
4.6	Executive (Office of Economic Development)	Payroll Expense Tax (14500)	Leadership and Administration (14500-BO-ED-ADMIN)	\$41,560
			Business Services (14500-BO-ED-X1D00)	(\$41,560)
4.7	Executive (Office of Economic Development)	General Fund (00100)	Business Services (00100-BO-ED-X1D00)	\$169,995
			Leadership and Administration (00100-BO-ED-ADMIN)	(\$169,995)
4.8	Executive (Office of Economic Development)	Payroll Expense Tax (14500)	Leadership and Administration (14500-BO-ED-ADMIN)	(\$233,644)
			Business Services (14500-BO-ED-X1D00)	\$233,644
4.9	Executive (Office of Emergency Management)	General Fund (00100)	Office of Emergency Management (00100-BO-EP-10000)	\$50,000
	Seattle Police Department	General Fund (00100)	Special Operations (00100-BO-SP-P3400)	(\$30,000)
	Seattle Police Department	General Fund (00100)	Special Operations (00100-BO-SP-P3400)	(\$50,000)
	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD-F3000)	\$30,000
4.10	Executive (Office of Economic Development)	Payroll Expense Tax (14500)	Leadership and Administration (14500-BO-ED-ADMIN)	\$200,000
	Department of Finance and Administrative Services	Finance and Administrative Services Fund (50300)	City Purchasing and Contracting Services (50300-BO-FA-CPCS)	(\$200,000)

4.11	Seattle Information Technology Department	Information Technology Fund (50410)	Frontline Services and Workplace (50410-BO-IT-D0400)	\$225,000
	Seattle Information Technology Department	General Fund (00100)	Frontline Services and Workplace (00100-BO-IT-D0400)	(\$225,000)
Total				\$0

Section 5. The Arboretum North Entry Mitigation (MC-PR-61004) project in the Seattle Parks and Recreation Department, NE 130th St/NE 125th Corridor Improvements (MC-TR-C123) project, and Safe Streets and Roads for All (MC-TR-C125) project in the Seattle Department of Transportation, and Facility Projects Planning (MC-FA-FACPRJPLN) in the Department of Finance and Administrative Services are established in the 2023-2028 Adopted Capital Improvement Program, as described in Attachment A to this ordinance.

Section 6. Appropriations in the 2023 Adopted Budget and project allocations in the 2023-2028 Adopted Capital Improvement Program are reduced as follows:

Item	Department	Fund	Budget Summary Level/BCL Code	CIP Project Name/ID	CIP Project Appropriation Change
6.1	Department of Finance and Administrative Services	General Fund (00100)	FAS Oversight-External Projects (00100-BC-FA-EXTPROJ)	Energy Efficiency for Municipal Buildings (MC-FA-ENEFFMBLD)	(\$80,000)
6.2	Department of Finance and Administrative Services	Finance and Administrative Services Fund (50300)	General Government Facilities - General (50300-BC-FA-GOVTFAC)	Drive Clean Seattle Fleet Electric Vehicle Infrastructure (MC-FA-DRVCLNFLT)	(\$7,535)
6.3	Department of Finance and Administrative Services	2015 Multipurpose LTGO Bond Fund (36200)	Neighborhood Fire Stations (36200-BC-FA-NBHFFIRE)	FFERP Fire Station 26 (MC-FA-FFERPFS26)	(\$664)
				FFERP FIRE STATION 29 (MC-FA-FFERPFS29)	(\$52)

6.4	Department of Finance and Administrative Services	2018 Multipurpose LTGO Bond Fund (36500)	Neighborhood Fire Stations (36500-BC-FA-NBHFIRES)	Fire Station 32 (MC-FA-FFERPF32)	(\$890)
6.5	Seattle City Light	Light Fund (41000)	Customer Focused - CIP (41000-BC-CL-Z)	Document Management System (MC-CL-ZF9962)	(\$969,486)
				Overhead and Underground Relocations (MC-CL-ZT8369)	(\$13,158)
				Large Overhead and Underground Services (MC-CL-ZS8365)	(\$424,863)
				CenTrio Electrification (MC-CL-ZS8510)	(\$700,000)
				Maritime Transportation Electrification (MC-CL-ZS8520)	(\$669,212)
				Network Additions and Services: Broad Street Substation (MC-CL-ZS8363)	(\$2,481,943)
				Overhead Outage Replacements (MC-CL-ZS8350)	(\$957,185)
				Small Overhead and Underground Services (MC-CL-ZS8367)	(\$772,887)
				Medium Overhead and Underground Services (MC-CL-ZS8366)	(\$1,656,819)

				Network Additions and Services: First Hill, Massachusetts, Union & University (MC-CL-ZS8364)	(\$2,076,350)
				New Customer Information System (MC-CL-ZC9937)	(\$406,485)
				IT Infrastructure (MC-CL-ZF9915)	(\$94,540)
				Transportation Streetlights (MC-CL-ZL8377)	(\$1,039,448)
				Streetlight LED Conversion Program (MC-CL-ZL8441)	(\$730,073)
				Seattle Waterfront Streetlight Installation (MC-CL-ZL8481)	(\$4,973,995)
				Creston-Nelson to Intergate East Feeder Installation (MC-CL-ZO8430)	(\$404,378)
				Meter Additions (MC-CL-ZS8054)	(\$1,965,777)
				Network Additions and Services - Denny (MC-CL-ZS8405)	(\$1,272,252)
				Alaskan Way Viaduct and Seawall Replacement - Utility Relocations (MC-CL-ZT8307)	(\$16,098,963)

				ST Northlink - City Light (MC-CL-ZT8427)	(\$153,892)
				State Route 520 Bridge Relocations (MC-CL-ZT8435)	(\$6,771,515)
				Sound Transit 3 - City Light (MC-CL-ZT8467)	(\$1,080,784)
				Center City Connector Streetcar City Light (MC-CL-ZT8470)	(\$157,275)
				Sound Transit Lynnwood - City Light (MC-CL-ZT8471)	(\$1,709,236)
			Power Supply - CIP (41000-BC-CL-X)	Building Envelope Upgrades (MC-CL-XF9072)	(\$8,187)
				Safety Modifications (MC-CL-XF9006)	(\$1,270,889)
				Skagit Facility Conservation (MC-CL-XS6515)	(\$10,560)
				Environmental Safeguarding and Remediation of Facilities (MC-CL-XF9152)	(\$72,329)
				Special Work Equipment - Generation Plant (MC-CL-XP6102)	(\$869,408)
				Skagit - Sewer System Rehabilitation (MC-CL-XS6232)	(\$11,399)

				Skagit - Boat Facility Improvements (MC-CL-XS6540)	(\$604,545)
				Service Center Facility Improvements (MC-CL-XF9107)	(\$3,254,584)
				Western Energy Imbalance Market (MC-CL-XP9976)	(\$12,045)
				Cedar Falls Substation & Bank 6 Replacement (MC-CL-XC6573)	(\$1,581,064)
				Ross - Governors (MC-CL-XS6562)	(\$316,211)
				Ross - Exciters 41-44 (MC-CL-XS6564)	(\$123,406)
				Boundary - Level 6 Deck Stabilization (MC-CL-XB6604)	(\$1,198)
				Boundary Control Room Alarm System Replacement (MC-CL-XB6637)	(\$33,675)
				Boundary - DC Battery System & Charge Modernization (MC-CL-XB6566)	(\$565)
				Boundary Facilities Master Plan (MC-CL-XB6642)	(\$46,421)

				Ross Dam - AC/DC Distribution System Upgrade (MC-CL-XS6373)	(\$510,280)
				Newhalem - Generator 20/Support Facility Rebuild (MC-CL-XS6479)	(\$196)
				Diablo Facility - Lines Protection Upgrades (MC-CL-XS6483)	(\$311)
				Skagit Facilities Plan (MC-CL-XS6520)	(\$305,752)
				Skagit Facilities Plan Phase 2 (MC-CL-XS6521)	(\$7,904)
				Landis and Gyr RTU Modernization Boundary, Cedar Falls and Skagit (MC-CL-XB6565)	(\$308,818)
				Cedar Falls/South Fork Tolt - Minor Improvements Program (MC-CL-XC6406)	(\$48,358)
				Cedar Falls Rehabilitation (MC-CL-XC6625)	(\$341)
				Boundary Station Service Transformer Replacement (MC-CL-XB6627)	(\$325,146)

				Hydro Project Spill Containment (MC-CL-XP6530)	(\$89,706)
				Boundary Powerhouse Generator Step-up Transformer Replacement (MC-CL-XB6493)	(\$2,432,493)
				Boundary Powerhouse - Unit 52 Generator Rebuild (MC-CL-XB6535)	(\$2,972,314)
				Dam Safety Part 12 Improvements (MC-CL-XB6626)	(\$350,169)
				Boundary DC Panel Upgrade (MC-CL-XB6628)	(\$15,136)
				Boundary Sump Pump Drive Replacement (MC-CL-XB6633)	(\$120,766)
				Boundary - Licensing Mitigation (MC-CL-XB6987)	(\$5,698,252)
				Cedar Falls Powerhouse - Unit 5/6 Generator Protective Relay (MC-CL-XC6450)	(\$752,571)
				Tolt Relicensing (MC-CL-XC6985)	(\$461,619)
				Facilities Regulatory Compliance (MC-CL-XF9151)	(\$200,000)

				Workplace and Process Improvement (MC-CL-XF9159)	(\$265,634)
				Substation Comprehensive Improvements (MC-CL-XF9161)	(\$771,807)
				BO Lead and Asbestos (MC-CL-XF9231)	(\$155,083)
				Georgetown Steamplant Access Road (MC-CL-XF9233)	(\$99,722)
				Electric Vehicle Infrastructure (MC-CL-XF9237)	(\$815,457)
				Solar Microgrid for Resilience (MC-CL-XF9238)	(\$836,272)
				Transportation Electrification (MC-CL-XF9239)	(\$7,870,903)
				SMT AutoLab (MC-CL-XP6600)	(\$113,844)
				Endangered Species Act Mitigation (MC-CL-XP6990)	(\$288,233)
				Diablo Powerhouse - Rebuild Generator Unit 31 (MC-CL-XS6422)	(\$242)
				Skagit - Babcock Creek Crossing (MC-CL-XS6514)	(\$657)

				Facilities Improvements (MC-CL-XF9103)	(\$116,020)
			Transmission and Distribution - CIP (41000-BC-CL-Y)	Special Work Equipment - Other Plant (MC-CL-YD9102)	(\$190,636)
				Security Improvements (MC-CL-YD9202)	(\$1,245,126)
				Underground 26kV Conversion (MC-CL-YR8362)	(\$485,627)
				Distribution Automation (MC-CL-YR8425)	(\$2,803,145)
				Underground Equipment Replacements (MC-CL-YR8353)	(\$382,958)
				Pole Attachments (MC-CL-YR8452)	(\$796,944)
				PCB Tracking and Condition Assessment Project (MC-CL-YR9974)	(\$300,000)
				Replace Breakers BPA Covington and Maple Valley Substations (MC-CL-YS7121)	(\$11,423)
				Substations Demand Driven Improvements (MC-CL-YS7755)	(\$5,478)
				Substations Oil Containment (MC-CL-YS7783)	(\$98,436)

				Transmission Capacity (MC-CL-YT7011)	(\$24,488)
				Transmission Inter-Agency (MC-CL-YT7105)	(\$563,430)
				Transmission Tower Refurbishment (MC-CL-YT7130)	(\$1,645,073)
				Denny Substation Transmission Lines (MC-CL-YT7125)	(\$5,209,718)
				Vegetation Management Compliance System (MC-CL-YD9978)	(\$527,118)
				Mobile Workforce Implementation (MC-CL-YR8429)	(\$529,043)
				Enterprise Software Solution Replacement Strategy (MC-CL-YD9969)	(\$9,889,057)
				Overhead System Capacity Additions (MC-CL-YR8356)	(\$2,329,372)
				Substation Plant Improvements (MC-CL-YS7750)	(\$624,542)
				Interbay Substation - Development (MC-CL-YS7756)	(\$97,557)
				Transmission Reliability (MC-CL-YT7104)	(\$180,389)

				University Substation - Network (MC-CL-YN8464)	(\$295,217)
				Underground Customer Driven Capacity Additions (MC-CL-YR8360)	(\$1,299,949)
				Substation Capacity Additions (MC-CL-YS7751)	(\$134,107)
				Relaying Improvements (MC-CL-YS7753)	(\$205,569)
				Substation Automation (MC-CL-YS8424)	(\$622,452)
				Communications Improvements (MC-CL-YD9009)	(\$612,355)
				Transmission & Generation Radio Systems (MC-CL-YD9108)	(\$979,871)
				Stormwater Compliance (MC-CL-YD9236)	(\$154,924)
				Distribution Area Communications Networks (MC-CL-YD9307)	(\$1,527,450)
				Grid Modernization (MC-CL-YD9510)	(\$443,946)
				Utility Next (MC-CL-YD9520)	(\$1,000,000)
				RCOS Power Plant Controller Replacement (MC-CL-YD9948)	(\$296,908)

				Enterprise Geographic Information System (MC-CL-YD9957)	(\$1,622,261)
				LRDS Editor Upgrade (MC-CL-YD9977)	(\$308,507)
				Network Maintenance Hole and Vault Rebuild (MC-CL-YN8130)	(\$348,953)
				Union Street Substation Networks (MC-CL-YN8201)	(\$317,652)
				Dallas Ave. 26 kV Crossing (MC-CL-YR8322)	(\$158,172)
				Overhead 26kV Conversion (MC-CL-YR8358)	(\$1,353,249)
				University of Washington Capacity Additions (MC-CL-YR8466)	(\$480,941)
				Transmission Line Inductor Installation (MC-CL-YT8461)	(\$442,839)
			Conservation & Environmental - CIP (41000-BC-CL-W)	Environmental Claims (MC-CL-WC3133)	(\$3,541,130)
6.6	Seattle Department of Transportation	Transportation Fund (13000)	Major Projects (13000-BC-TR-19002)	Mercer Corridor Project West Phase (MC-TR-C017)	(\$3,758)
			Mobility-Capital (13000-BC-TR-19003)	NE 43rd Street Improvements (MC-TR-C074)	(\$392,559)

				Pay Stations (MC-TR-C024)	(\$736)
				King Street Station Tenant Improvements (MC-TR-C049)	(\$2,888)
				Northgate Bike and Pedestrian Improvements (MC-TR-C055)	(\$56,422)
		Unrestricted Cumulative Reserve Fund (00164)	Major Projects (00164-BC-TR-19002)	Mercer Corridor Project West Phase (MC-TR-C017)	(\$37)
		2019 Multipurpose LTGO Bond Fund (36600)	Major Projects (36600-BC-TR-19002)	Elliott Bay Seawall Project (MC-TR-C014)	(\$1)
		2016 Multipurpose LTGO Bond Fund (36300)	Mobility-Capital (36300-BC-TR-19003)	Pay Stations (MC-TR-C024)	(\$2,143)
		2018 Multipurpose LTGO Bond Fund (36500)	Mobility-Capital (36500-BC-TR-19003)	Pay Stations (MC-TR-C024)	(\$158)
6.7	Seattle Department of Transportation	Transportation Fund (13000)	Major Maintenance/Replacement (13000-BC-TR-19001)	Arterial Asphalt & Concrete Program Phase II (MC-TR-C033)	(\$369,154)
6.8	Seattle Department of Transportation	General Fund (00100)	Mobility-Capital (00100-BC-TR-19003)	Center City Streetcar Connector (MC-TR-C040)	(\$2,345,683)
6.9	Seattle Department of Transportation	2023 Multipurpose LTGO Bond Fund (37100)	Central Waterfront (37100-BC-TR-16000)	Overlook Walk and East-West Connections Project (MC-TR-C073)	(\$3,000,000)

				Alaskan Way Main Corridor (MC-TR-C072)	(\$712,999)
6.10	Seattle Information Technology Department	Information Technology Fund (50410)	Capital Improvement Projects (50410-BC-IT-C0700)	Applications Development-SDOT (MC-IT-C6306)	(\$768,413)
6.11	Seattle Information Technology Department	Information Technology Fund (50410)	Capital Improvement Projects (50410-BC-IT-C0700)	Citywide Contract Management System (MC-IT-C6311)	(\$4,143)
6.12	Seattle Information Technology Department	Information Technology Fund (50410)	Capital Improvement Projects (50410-BC-IT-C0700)	Data and Telephone Infrastructure (MC-IT-C3500)	(\$1,693,147)
6.13	Seattle Public Library	2019 Library Levy Fund (18200)	Capital Improvements (18200-BC-SPL)	Library Major Maintenance (MC-PL-B3011)	(\$473,801)
6.14	Seattle Public Library	General Fund (00100)	Capital Improvements (00100-BC-SPL)	Library Major Maintenance (MC-PL-B3011)	(\$1,742,730)
6.15	Seattle Public Utilities	Solid Waste Fund (45010)	New Facilities (45010-BC-SU-C230B)	South Recycling Center (MC-SU-C2302)	(\$707,868)
				Miscellaneous Station Improvement (MC-SU-C2303)	(\$4,124,773)
				South Park Development (MC-SU-C2304)	(\$521,853)
				North Transfer Station Rebuild (MC-SU-C2306)	(\$3,084)
			Rehabilitation & Heavy Equipment (45010-BC-SU-C240B)	Midway Landfill (MC-SU-C2403)	(\$2,134,817)

			C2402)	Kent Highlands (MC-SU-C2402)	(\$87,401)
				SW Comprehensive Plan Update (MC- SU-C2407)	(\$193,553)
			Shared Cost Projects (45010-BC-SU- C410B)	Operational Facility - Construction (MC- SU-C4106)	(\$661,356)
				Security Improvements (MC -SU-C4113)	(\$210,684)
				Heavy Equipment Purchases (MC-SU -C4116)	(\$1,859,916)
				1% for Arts (MC- SU-C4118)	(\$185,744)
			Technology (45010- BC-SU-C510B)	Customer Contact & Billing (MC-SU- C5402)	(\$109,892)
				Enterprise Information Management (MC- SU-C5403)	(\$39,475)
				Science & System Performance (MC- SU-C5406)	(\$277,500)
				Asset Information Management (MC- SU-C5407)	(\$91,725)
				IT Infrastructure (MC-SU-C5404)	(\$251,126)
				Project Delivery & Performance (MC- SU-C5405)	(\$446,839)

				SU-C1105)	
		Water Fund (43000)	Distribution (43000- BC-SU-C110B)	Distribution System Improvements (MC -SU-C1128)	(\$958,135)
				Watermain Rehabilitation (MC -SU-C1129)	(\$7,729,366)
				Tank Improvements (MC -SU-C1134)	(\$1,423,953)
				Distribution Infrastructure (MC- SU-C1138)	(\$138,565)
				Distribution System Seismic Improvements (MC -SU-C1139)	(\$850,000)
				Water Infrastructure- Water Main Extensions (MC- SU-C1111)	(\$80,767)
				Multiple Utility Relocation (MC- SU-C1133)	(\$1,500,000)
				Pump Station Improvements (MC -SU-C1135)	(\$217,807)
				Distribution System In-Line Gate Valve (MC- SU-C1136)	(\$455,610)
				Chamber Upgrades -Distribution (MC- SU-C1137)	(\$65,358)
			Transmission (43000-BC-SU- C110B)	Transmission Pipelines Rehab (MC-SU-C1107)	(\$500,633)

			C120B)	(MC-SU-C1207)	
				Cathodic Protection (MC-SU-C1208)	(\$1,207,739)
				Transmission System Seismic Improvements (MC-SU-C1210)	(\$613,444)
				Water System Dewatering (MC-SU-C1205)	(\$172,573)
				Purveyor Meters Replace-SPU (MC-SU-C1206)	(\$39,086)
				Replace Air Valve Chambers (MC-SU-C1209)	(\$381,761)
			Watershed Stewardship (43000-BC-SU-C130B)	Environmental Stewardship (MC-SU-C1301)	(\$428,234)
				Cedar Bridges (MC-SU-C1307)	(\$725,807)
			Water Quality & Treatment (43000-BC-SU-C140B)	Reservoir Covering -Lake Forest (MC-SU-C1418)	(\$866,921)
				Reservoir Covering -Bitter Lake (MC-SU-C1419)	(\$463,214)
				Treatment Facility/Water Quality Improvements (MC-SU-C1413)	(\$1,345,090)
			Water Resources (43000-BC-SU-C150B)	Regional Water Conservation (MC-SU-C1504)	(\$883,736)
				Seattle Direct Water Conservation (MC-SU-C1505)	(\$787,751)
				Dam Safety (MC-SU-C1506)	(\$1,990,118)

				SU-C1506)	
				Hatchery Works (MC-SU-C1511)	(\$497,788)
				Water Supply Flexibility Program (MC-SU-C1507)	(\$282,536)
			Habitat Conservation Program (43000-BC -SU-C160B)	Watershed Road Improvements/Dec ommissioning (MC -SU-C1601)	(\$680,079)
				Upland Reserve Forest Restore (MC -SU-C1603)	(\$80,226)
				Ballard Locks Improvements (MC -SU-C1606)	(\$165,000)
				Downstream Fish Habitat (MC-SU- C1607)	(\$961,792)
				Instream Flow Management Studies (MC-SU- C1608)	(\$52,353)
			Shared Cost Projects (43000-BC-SU- C410B)	Meter Replacement (MC-SU-C4101)	(\$339,569)
				Alaskan Way Viaduct & Seawall Replacement Program (MC-SU- C4102)	(\$303,114)
				Operational Facility - Construction (MC- SU-C4106)	(\$5,422,014)
				Integrated Control Monitoring Program (MC-SU- C4108)	(\$797,081)

				C4108)	
				Security Improvements (MC-SU-C4113)	(\$608,327)
				Heavy Equipment Purchases (MC-SU-C4116)	(\$2,068,224)
				1% for Arts (MC-SU-C4118)	(\$98,227)
				Other Major Transportation Projects (MC-SU-C4123)	(\$451,622)
				Regional Facility - Other (MC-SU-C4107)	(\$1,150,471)
			Technology (43000-BC-SU-C510B)	Customer Contact & Billing (MC-SU-C5402)	(\$109,093)
				Enterprise Information Management (MC-SU-C5403)	(\$642,435)
				Science & System Performance (MC-SU-C5406)	(\$235,442)
				Asset Information Management (MC-SU-C5407)	(\$2,011,884)
				IT Infrastructure (MC-SU-C5404)	(\$701,634)
				Project Delivery & Performance (MC-SU-C5405)	(\$1,178,221)
			Combined Sewer Overflows (43000-	Ship Canal Water Quality Project	(\$4)

			BC-SU-C360B)	(MC-SU-C3614)	
		Drainage and Wastewater Fund (44010)	Protection of Beneficial Uses (44010-BC-SU-C333B)	GSI for Protection of Beneficial Uses (MC-SU-C3316)	(\$7,198,770)
				Beneficial Uses Program (MC-SU-C3317)	(\$524,893)
				Creek Culvert Replacement Program (MC-SU-C3314)	(\$803,268)
			Combined Sewer Overflows (44010-BC-SU-C360B)	Green Stormwater Infrastructure Program (MC-SU-C3610)	(\$169,679)
				CSO Facility Retrofit (MC-SU-C3611)	(\$414,792)
				Future CSO Projects (MC-SU-C3612)	(\$1,835,972)
				Ship Canal Water Quality Project (MC-SU-C3614)	(\$21,009,609)
				S Henderson CSO Storage (MC-SU-C3609)	(\$375)
			Rehabilitation (44010-BC-SU-C370B)	Pump Station & Force Main Improvements (MC-SU-C3703)	(\$3,160,838)
				Outfall Rehabilitation Program (MC-SU-C3708)	(\$475,442)
				Pipe Renewal Program (MC-SU-	(\$2,790,906)

				C3710)	
				Drainage Facilities Rehabilitation (MC-SU-C3711)	(\$1,329,474)
			Flooding, Sewer Backup & Landslide (44010-BC-SU-C380B)	Drainage Capacity Program (MC-SU-C3802)	(\$1,648,403)
				Sanitary Sewer Overflow Capacity (MC-SU-C3804)	(\$331,152)
				Broadview Long-Term Plan (MC-SU-C3812)	(\$1,030,315)
			Shared Cost Projects (44010-BC-SU-C410B)	Meter Replacement (MC-SU-C4101)	(\$614,766)
				Alaskan Way Viaduct & Seawall Replacement Program (MC-SU-C4102)	(\$108,360)
				Operational Facility - Construction (MC-SU-C4106)	(\$4,192,574)
				Integrated Control Monitoring Program (MC-SU-C4108)	(\$195,751)
				Security Improvements (MC-SU-C4113)	(\$530,186)
				Heavy Equipment Purchases (MC-SU-C4116)	(\$546,935)
				1% for Arts (MC-SU-C4118)	(\$354,577)
				Move Seattle (MC-	(\$178,305)

				SU-C4119)	
				Other Major Transportation Projects (MC-SU- C4123)	(\$857,568)
				Streetcar Related Projects (MC-SU- C4130)	(\$145,463)
			Technology (44010- BC-SU-C510B)	Customer Contact & Billing (MC-SU- C5402)	(\$168,110)
				Enterprise Information Management (MC- SU-C5403)	(\$1,514,193)
				Science & System Performance (MC- SU-C5406)	(\$164,838)
				Asset Information Management (MC- SU-C5407)	(\$62,977)
				IT Infrastructure (MC-SU-C5404)	(\$632,455)
				Project Delivery & Performance (MC- SU-C5405)	(\$1,519,909)
			Sediments (44010- BC-SU-C350B)	Sediment Remediation (MC- SU-C3503)	(\$2,037,017)
Total					(\$248,593,213)

Allocation modifications for the Seattle Department of Transportation, Seattle City Light, and Seattle Public Utilities in this section shall operate for the purposes of increasing or decreasing the base for the limit imposed by subsection 4(c) of Ordinance 126725.

Section 7. To pay for necessary capital costs and expenses incurred or to be incurred, but for which

insufficient appropriations were made due to causes that could not reasonably have been foreseen at the time the 2023 Budget was adopted, appropriations in the 2023 Adopted Budget and project allocations in the 2023-2028 Adopted Capital Improvement Program are increased as follows:

Item	Department	Fund	Budget Summary Level/BCL Code	CIP Project Name/ID	CIP Project Appropriation Change
7.1	Department of Finance and Administrative Services	General Fund (00100)	Information Technology (00100-BC-FA-A1IT)	FAS Information Technology System Initiatives (MC-FA-ITSYSINIT)	\$1,470,875
7.2	Department of Finance and Administrative Services	REET I Capital Fund (30010)	Preliminary Engineering (30010-BC-FA-PRELIMENG)	Facility Projects Planning (MC-FA-FACPRJPLN)	\$629,207
7.3	Department of Finance and Administrative Services	Finance and Administrative Services Fund (50300)	FAS Project Delivery Services (50300-BC-FA-FASPDS)	Customer Requested Tenant Improvement Program (MC-FA-FASPDS)	\$14,401,086
7.4	Seattle Department of Transportation	Move Seattle Levy Fund (10398)	Major Maintenance/Replacement (10398-BC-TR-19001)	Sidewalk Safety Repair (MC-TR-C025)	\$2,000,000
7.5	Seattle Department of Transportation	Move Seattle Levy Fund (10398)	Major Maintenance/Replacement (10398-BC-TR-19001)	Arterial Asphalt & Concrete Program Phase II (MC-TR-C033)	\$4,977,763
7.6	Seattle Department of Transportation	General Fund (00100)	Mobility-Capital (00100-BC-TR-19003)	Center City Streetcar Connector (MC-TR-C040)	\$250,000
		Transportation Benefit District Fund (19900)	Mobility-Capital (19900-BC-TR-19003)	Center City Streetcar Connector (MC-TR-C040)	\$805,000

7.7	Seattle Information Technology Department	Information Technology Fund (50410)	Capital Improvement Projects (50410-BC-IT-C0700)	800 MHz Radio Network Program (MC-IT-C3550)	\$1,700,000
7.8	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Debt and Special Funding (10200-BC-PR-30000)	Golf - Capital Improvements (MC-PR-31005)	\$1,893,250
7.9	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Building For The Future (10200-BC-PR-20000)	Park Land Acquisition and Leverage Fund (MC-PR-21001)	\$246,614
7.10	Seattle Parks and Recreation	REET I Capital Fund (30010)	Fix It First (30010-BC-PR-40000)	Municipal Energy Efficiency Program - Parks (MC-PR-41030)	\$135,000
7.11	Seattle Parks and Recreation	Park Mitigation & Remediation (33130)	SR520 Mitigation (33130-BC-PR-60000)	Arboretum North Entry Mitigation (MC-PR-61004)	\$3,000,000
7.12	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Woodland Park Zoo Night Exhibit Renovation (MC-PR-41046)	\$947,792
7.13	Seattle Public Utilities	Water Fund (43000)	Distribution (43000-BC-SU-C110B)	Water Infrastructure-New Hydrants (MC-SU-C1112)	\$45,078
				Water Infrastructure-New Taps (MC-SU-C1113)	\$1,011,056
				Water Infrastructure-Hydrant Replace/Relocate (MC-SU-C1110)	\$759,995
			Habitat Conservation Program (43000-BC-SU-C160B)	Stream & Riparian Restoration (MC-SU-C1602)	\$38,120

			Shared Cost Projects (43000-BC-SU-C410B)	Move Seattle (MC-SU-C4119)	\$2,075,524
				Streetcar Related Projects (MC-SU-C4130)	\$1,595
		Drainage and Wastewater Fund (44010)	Shared Cost Projects (44010-BC-SU-C410B)	Regional Facility - Other (MC-SU-C4107)	\$3,839
7.14	Seattle Parks and Recreation	2012 Multipurpose LTGO Bond Fund (35600)	Fix It First (35600-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	\$87,266
		2014 Multipurpose LTGO Bond Fund (36100)	Fix It First (36100-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	\$75,587
		2015 Multipurpose LTGO Bond Fund (36200)	Fix It First (36200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	\$462,760
Total					\$37,017,407

Allocation modifications for the Seattle Department of Transportation and Seattle Public Utilities in this section shall operate for the purposes of increasing or decreasing the base for the limit imposed by subsection 4(c) of Ordinance 126725.

Section 8. Appropriations in the 2023 Adopted Budget and project allocations in the 2023-2028 Adopted Capital Improvement Program, which are backed by revenues, are modified as follows:

Item	Department	Fund	Budget Summary Level/BCL Code	CIP Project Name/ID	CIP Project Appropriation Change
8.1	Seattle Center	Seattle Center Fund (11410)	Building and Campus Improvements (11410-BC-SC-S03P01)	Seattle Center Long Range Investment Plan (MC-SC-S0703)	\$267,973

8.2	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Madison BRT - RapidRide G Line (MC-TR-C051)	\$250,000
8.3	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	NE 130th St/NE 125th Corridor Improvements (MC-TR-C123)	\$378,626
8.4	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Heavy Haul Network Program - East Marginal Way (MC-TR-C090)	\$3,000,000
8.5	Seattle Department of Transportation	Transportation Fund (13000)	Major Maintenance/Replacement (13000-BC-TR-19001)	Bridge Rehabilitation and Replacement (MC-TR-C045)	\$824,114
8.6	Seattle Department of Transportation	Transportation Fund (13000)	Central Waterfront (13000-BC-TR-16000)	Overlook Walk and East-West Connections Project (MC-TR-C073)	\$186,740
8.7	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	RapidRide J Line (MC-TR-C013)	\$5,053,684
8.8	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	\$202,528
8.9	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Building For The Future (10200-BC-PR-20000)	Parks Central Waterfront Piers Rehabilitation (MC-PR-21007)	\$150,000
8.10	Seattle Parks and Recreation	Park And Recreation Fund (10200)	2008 Parks Levy (10200-BC-PR-10000)	Northwest Native Canoe Center Development (MC-PR-15010)	\$1,960,000
8.11	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Beach Restoration Program (MC-PR-41006)	\$307,245

8.12	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Urban Forestry - Green Seattle Partnership (MC-PR-41012)	\$125,000
8.13	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	\$182,400
Total					\$12,888,310

Allocation modifications for the Seattle Department of Transportation in this section shall operate for the purposes of increasing or decreasing the base for the limit imposed by subsection 4(c) of Ordinance 126725.

Section 9. Appropriations in the 2023 Adopted Budget and project allocations in the 2023-2028 Adopted Capital Improvement Program are modified as follows:

Item	Department	Fund	Budget Summary Level/BCL Code	CIP Project Name/ID	CIP Project Appropriation Change
9.1	Department of Finance and Administrative Services	REET I Capital Fund (30010)	Asset Preservation - Schedule 1 Facilities (30010-BC-FA-APSCH1FAC)	Seattle Municipal Tower Chiller Plant Replacement (MC-FA-SMTCHLRPL)	\$571,856
			General Government Facilities - General (30010-BC-FA-GOVTFAC)	Fire Stations Ventilation Upgrades (MC-FA-SFDVENT)	(\$571,856)
		2003 Fire Facilities Levy Fund (34440)	General Government Facilities - General (34440-BC-FA-GOVTFAC)	Fire Stations Ventilation Upgrades (MC-FA-SFDVENT)	(\$7,247)
			Public Safety Facilities Fire (34440-BC-FA-PSFACFIRE)	Fire Station 31 Replacement (MC-FA-FS31)	\$7,247

9.2	Department of Finance and Administrative Services	Finance and Administrative Services Fund (50300)	FAS Project Delivery Services (50300-BC-FA-FASPDS)	Customer Requested Tenant Improvement Program (MC-FA-FASPDS)	\$2,693,352
			General Government Facilities - General (50300-BC-FA-GOVTFAC)	Customer Requested Tenant Improvement Program (MC-FA-CREQTIMP)	(\$2,693,352)
9.3	Department of Finance and Administrative Services	2016 Multipurpose LTGO Bond Fund (36300)	General Government Facilities - General (36300-BC-FA-GOVTFAC)	Seattle Municipal Tower IDF Infrastructure Upgrades (MC-FA-SMTIDFINF)	(\$17,034)
			Public Safety Facilities Fire (36300-BC-FA-PSFACFIRE)	Fire Station 31 Replacement (MC-FA-FS31)	\$692,236
			Publ Safety Facilities Police (36300-BC-FA-PSFACPOL)	North Precinct (MC-FA-SPDNPRCT)	(\$675,202)
		2018 Multipurpose LTGO Bond Fund (36500)	Neighborhood Fire Stations (36500-BC-FA-NBHFIRE)	Fire Station 32 (MC-FA-FFERPFS32)	(\$247,687)
			Public Safety Facilities Fire (36500-BC-FA-PSFACFIRE)	Fire Station 31 Replacement (MC-FA-FS31)	\$247,687
9.4	Department of Finance and Administrative Services	REET I Capital Fund (30010)	Publ Safety Facilities Police (30010-BC-FA-PSFACPOL)	North Precinct (MC-FA-SPDNPRCT)	(\$59,814)
			Asset Preservation - Schedule 2 Facilities (30010-BC-FA-APSCH2FAC)	Asset Preservation - Schedule 2 Facilities (MC-FA-APSCH2FAC)	\$59,814

9.5	Seattle City Light	Light Fund (41000)	Transmission and Distribution - CIP (41000-BC-CL-Y)	Denny Substation - Network (MC-CL-YN8404)	(\$1,000,000)
				Network Hazeltine Upgrade (MC-CL-YN8129)	\$1,000,000
9.6	Seattle City Light	Light Fund (41000)	Transmission and Distribution - CIP (41000-BC-CL-Y)	Denny Substation - Network (MC-CL-YN8404)	(\$2,000,000)
				Broad Street Substation - Network (MC-CL-YN8203)	\$2,000,000
9.7	Seattle City Light	Light Fund (41000)	Transmission and Distribution - CIP (41000-BC-CL-Y)	Denny Substation - Network (MC-CL-YN8404)	(\$1,000,000)
				University Substation - Network (MC-CL-YN8464)	\$1,000,000
9.8	Seattle City Light	Light Fund (41000)	Customer Focused - CIP (41000-BC-CL-Z)	Underground Outage Replacements (MC-CL-ZS8352)	\$4,000,000
			Transmission and Distribution - CIP (41000-BC-CL-Y)	Overhead Equipment Replacements (MC-CL-YR8351)	(\$4,000,000)
9.9	Seattle City Light	Light Fund (41000)	Customer Focused - CIP (41000-BC-CL-Z)	Small Overhead and Underground Services (MC-CL-ZS8367)	\$1,000,000
			Transmission and Distribution - CIP (41000-BC-CL-Y)	Overhead Equipment Replacements (MC-CL-YR8351)	(\$1,000,000)
9.10	Seattle City Light	Light Fund (41000)	Customer Focused - CIP (41000-BC-CL-Z)	Major Emergency (MC-CL-ZS8380)	\$3,000,000

			Transmission and Distribution - CIP (41000-BC-CL-Y)	Overhead Equipment Replacements (MC-CL-YR8351)	(\$3,000,000)
9.11	Seattle City Light	Light Fund (41000)	Customer Focused - CIP (41000-BC-CL-Z)	Overhead and Underground Relocations (MC-CL-ZT8369)	(\$5,000,000)
				Medium Overhead and Underground Services (MC-CL-ZS8366)	\$6,000,000
			Transmission and Distribution - CIP (41000-BC-CL-Y)	Transmission Reliability (MC-CL-YT7104)	(\$1,000,000)
9.12	Seattle City Light	Light Fund (41000)	Transmission and Distribution - CIP (41000-BC-CL-Y)	Underground Equipment Replacements (MC-CL-YR8353)	(\$3,000,000)
				Dallas Ave. 26 kV Crossing (MC-CL-YR8322)	\$3,000,000
9.13	Seattle City Light	Light Fund (41000)	Transmission and Distribution - CIP (41000-BC-CL-Y)	Underground Equipment Replacements (MC-CL-YR8353)	(\$2,000,000)
				Substation Transformer Replacements (MC-CL-YS7776)	(\$750,000)
				Substation Capacity Additions (MC-CL-YS7751)	(\$750,000)
				Transmission Line Inductor Installation (MC-CL-YT8461)	\$3,500,000
9.14	Seattle Department of Transportation	REET II Capital Fund (30020)	Mobility-Capital (30020-BC-TR-19003)	Vision Zero (MC-TR-C064)	(\$11,250)

				Safe Streets and Roads for All (MC-TR-C125)	\$11,250
9.15	Seattle Department of Transportation	Move Seattle Levy Fund (10398)	Mobility-Capital (10398-BC-TR-19003)	Pedestrian Master Plan - Crossing Improvements (MC-TR-C061)	(\$140,000)
				Pedestrian Master Plan - New Sidewalks (MC-TR-C058)	\$190,000
			Major Maintenance/Replacement (10398-BC-TR-19001)	Bike Master Plan - Urban Trails and Bikeways (MC-TR-C060)	(\$50,000)
9.16	Seattle Department of Transportation	Move Seattle Levy Fund (10398)	Mobility-Capital (10398-BC-TR-19003)	Bike Master Plan - Protected Bike Lanes (MC-TR-C062)	(\$20,000)
				Pedestrian Master Plan - New Sidewalks (MC-TR-C058)	(\$85,004)
			Major Maintenance/Replacement (10398-BC-TR-19001)	Arterial Asphalt & Concrete Program Phase II (MC-TR-C033)	(\$491,328)
				Bridge Rehabilitation and Replacement (MC-TR-C045)	(\$255,449)
				Bridge Seismic - Phase III (MC-TR-C008)	(\$24,000)
				Urban Forestry Capital Establishment (MC-TR-C050)	\$337,863

		REET II Capital Fund (30020)	Major Maintenance/Replacement (30020-BC-TR-19001)	Urban Forestry Capital Establishment (MC-TR-C050)	\$29,440
			Mobility-Capital (30020-BC-TR-19003)	Burke-Gilman Trail Extension (MC-TR-C044)	(\$28,000)
				SDOT ADA Program (MC-TR-C057)	(\$46,318)
		School Safety Traffic and Pedestrian Improvement Fund (18500)	Mobility-Capital (18500-BC-TR-19003)	Pedestrian Master Plan - School Safety (MC-TR-C059)	(\$11,500)
			Major Maintenance/Replacement (18500-BC-TR-19001)	Urban Forestry Capital Establishment (MC-TR-C050)	\$11,500
		Transportation Benefit District Fund (19900)	Major Maintenance/Replacement (19900-BC-TR-19001)	Urban Forestry Capital Establishment (MC-TR-C050)	\$7,790
			Mobility-Capital (19900-BC-TR-19003)	Transit Corridor Improvements (MC-TR-C029)	(\$14,595)
				23rd Avenue Corridor Improvements (MC-TR-C037)	(\$8,775)
9.17	Seattle Parks and Recreation	Unrestricted Cumulative Reserve Fund (00164)	Debt and Special Funding (00164-BC-PR-30000)	Golf Master Plan Implementation (MC-PR-31004)	\$625,612
		2015 Multipurpose LTGO Bond Fund (36200)	Debt and Special Funding (36200-BC-PR-30000)	Golf Master Plan Implementation (MC-PR-31004)	(\$462,760)

		2012 Multipurpose LTGO Bond Fund (35600)	Debt and Special Funding (35600-BC-PR-30000)	Golf Master Plan Implementation (MC-PR-31004)	(\$87,266)
		2014 Multipurpose LTGO Bond Fund (36100)	Debt and Special Funding (36100-BC-PR-30000)	Golf Master Plan Implementation (MC-PR-31004)	(\$75,587)
9.18	Seattle Department of Transportation	Seattle Streetcar Operations (10800)	Major Projects (10800-BC-TR-19002)	First Hill Streetcar Replacement and Repair (MC-TR-C117)	(\$850,000)
		Seattle Streetcar Operations (10800)	Major Maintenance/Replacement (10800-BC-TR-19001)	First Hill Streetcar Replacement and Repair (MC-TR-C117)	\$850,000
Total					(\$598,376)

Allocation modifications for the Seattle Department of Transportation and Seattle City Light in this section shall operate for the purposes of increasing or decreasing the base for the limit imposed by subsection 4(c) of Ordinance 126725.

Section 10. Council Budget Action SPD-201-A-001-2023, approved in the 2023 Adopted Budget per Ordinance 126725, restricts the appropriations in the Seattle Police Department’s (SPD) 2023 Adopted Budget for sworn salary and benefits to only be used to pay SPD’s recruits and sworn officers, unless authorized by future ordinance. This ordinance provides authorization to use the funds restricted by SPD-201-A-001-2023 as follows:

A. Up to \$815,000 to develop and integrate into SPD’s new online reporting system a web-based incident form with translation into Seattle’s most commonly spoken languages, including at least Traditional Chinese, Spanish, Vietnamese, Somali, Amharic, Korean, and Tagalog; and

B. To pay for unbudgeted sworn overtime expenses.

For the purposes of this ordinance, the expenditures authorized in subsections 10.A and 10.B are

intended to be made from sworn salary savings that were appropriated in the 2023 Adopted Budget, and they are not intended to be offset by any future appropriation.

Section 11. The following positions are created in the following departments:

Item	Department	Position Title	Position Status	Number
10.1	Human Services Department	Grants&Contracts Spec,Sr (@ 99050 - 034)	Full-time	2.0
10.2	Human Services Department	Prjt Fund&Agreemts Coord (@ 99384 - 030)	Full-time	1.0
10.3	Executive (Office of Housing)	Admin Spec II (@ 20076 - 030)	Full-time	1.0
10.4	Seattle Department of Transportation	Civil Engr,Sr (@ 53420 - 032)	Full-time	1.0
		Engrng Aide (@ 53020 - 004)	Full-time	1.0
		StratAdvsr1,Engrng&Plans Rev (@ 09400 - 140)	Full-time	1.0
		Civil Engr Supv (@ 70048 - 032)	Full-time	1.0
		Civil Engrng Spec,Asst III (@ 53309 - 004)	Full-time	1.0
		Actg Tech III-BU (@ 97548 - 035)	Full-time	1.0
10.5	Seattle Department of Transportation	StratAdvsr2,General Govt (@ 09386 - 140)	Full-time	2.0
		Civil Engr,Sr (@ 53420 - 032)	Full-time	5.0
		Civil Engrng Spec,Assoc (@ 53310 - 004)	Full-time	7.0
		Street Maint CC (@ 93021 - 081)	Full-time	1.0
		Constr&Maint Equip Op (@ 65300 - 080)	Full-time	1.0
		Truck Drvr (@ 61058 - 006)	Full-time	3.0
		Cement Finisher,Sr (@ 65011 - 019)	Full-time	1.0
		Cement Finisher (@ 65010 - 019)	Full-time	2.0
		Maint Laborer (@ 97718 - 019)	Full-time	4.0
		Arboriculturist (@ 64750 - 019)	Full-time	1.0
		Traffic Sign&Marking CC I (@ 93017 - 019)	Full-time	1.0
		Traffic Sign&Marking Lead Wkr (@ 70620 - 019)	Full-time	4.0

		Maint Laborer,Sr-Traffic (@ 96238 - 019)	Full-time	2.0
		Elctn (@ 66610 - 013)	Full-time	4.0
		Signal Elctn CC (@ 66810 - 078)	Full-time	1.0
10.6	Seattle Department of Transportation	Civil Engrng Spec,Assoc (@ 53310 - 004)	Full-time	1.0
		Constr&Maint Equip Op (@ 65300 - 080)	Full-time	1.0
		Cement Finisher,Sr (@ 65011 - 019)	Full-time	1.0
		Cement Finisher (@ 65010 - 019)	Full-time	2.0
		Maint Laborer (@ 97718 - 019)	Full-time	2.0
		Admin Staff Asst (@ 10013 - 030)	Full-time	1.0
		Truck Drvr,Heavy (@ 65260 - 006)	Full-time	2.0
		Street Paving CC (@ 93003 - 081)	Full-time	1.0
10.7	Seattle Police Department	Mgmt Sys Anlyst BU (@ 20009 - 034)	Full-time	3.0
		Mgmt Sys Anlyst,Sr BU (@ 20016 - 034)	Full-time	1.0
10.8	Seattle Police Department	StratAdvsr2,General Govt (@ 09386 - 140)	Full-time	1.0
10.9	Seattle Police Department	StratAdvsr2,General Govt (@ 09386 - 140)	Full-time	1.0
10.10	Community Safety and Communications Center	Executive2 (@ 09301 - 140)	Full-time	1.0
		Exec Asst (@ 98031 - 030)	Full-time	1.0
		StratAdvsr1,CL&PS (@ 09390 - 140)	Full-time	1.0
		Manager2,CL&PS (@ 09331 - 140)	Full-time	1.0
		Land Use Plnr IV (@ 50009 - 004)	Full-time	6.0
10.11	Legislative Department	Personnel Spec,Sr (@ 21556 - 030)	Full-time	1.0
10.12	Office of Inspector General for Public Safety	StratAdvsr1,Exempt (@ 09370 - 140)	Full-time	2.0
		StratAdvsr2,Exempt (@ 09371 - 140)	Full-time	1.0
10.13	Seattle Department of Construction and Inspections	Code Compliance Anlyst (@ 44304 - 030)	Full-time	1.0
Total				81.0

The Directors of the relevant departments are authorized to fill these positions subject to Seattle Municipal Code Title 4, the City’s Personnel Rules, and applicable employment laws.

Section 12. Any act consistent with the authority of this ordinance taken after its passage and prior to its effective date is ratified and confirmed.

Section 13. This ordinance shall take effect and be in force 30 days after its approval by the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it shall take effect as provided by Seattle Municipal Code Section 1.04.020.

Passed by the City Council the _____ day of _____, 2023, and signed by me in open session in authentication of its passage this _____ day of _____, 2023.

President _____ of the City Council

Approved / returned unsigned / vetoed this _____ day of _____, 2023.

Bruce A. Harrell, Mayor

Filed by me this _____ day of _____, 2023.

Scheereen Dedman, City Clerk

(Seal)

Attachments:

Attachment A - CIP Project Additions

Arboretum North Entry Mitigation

Project No:	MC-PR-61004	BSL Code:	BC-PR-60000
Project Type:	Ongoing	BSL Name:	SR520 Mitigation
Project Category:	Rehabilitation or Restoration	Location:	Lake Washington Boulevard/Montlake Place E
Current Project Stage:	Planning	Council District:	Council District 3
Start/End Date:	2023/TBD	Neighborhood District:	NA
Total Project Cost:	22,248	Urban Village:	Not in an Urban Village

This ongoing project provides funding for new park development of the WSDOT Peninsula. This project is funded from a settlement agreement (GCB 3564) with the Washington State Department of Transportation (WSDOT), which authorizes the City to complete real property transactions and accepts the mitigation contribution toward the Arboretum North Entry Project, such settlement agreement facilitating WSDOT acquiring the required property rights for bidding the SR 520 Portage Bay Bridge Roanoke Lid Project in 2023. This project develops a park at the WSDOT Peninsula (the site of WSDOT's current SR520 field office), including realigning lake Washington Blvd., extending the multi-use trail to the Montlake Lid, and daylighting arboretum creek along with the associated pedestrian/vehicular bridges. The majority of the project will be delayed until after WSDOT completes its work, 12/31/2031.

Resources	LTD Actuals	2022 Revised	2023	2024	2025	2026	2027	2028	Total
Use of Fund Balance	-	-	3,000	-	-	-	7,000	12,248	22,248
Total:	-	-	3,000	-	-	-	7,000	12,248	22,248
Fund Appropriations / Allocations *	LTD Actuals	2022 Revised	2023	2024	2025	2026	2027	2028	Total
Park Mitigation & Remediation	-	-	3,000	-	-	-	7,000	12,248	22,248
Total:	-	-	3,000	-	-	-	7,000	12,248	22,248

* Funds are appropriated through the Adopted Budget at the Budget Summary Level. All Amounts shown above are in thousands of dollars

NE 130th St/NE 125th Corridor Improvements

Project No:	MC-TR-C123	BSL Code:	BC-TR-19003
Project Type:	Discrete	BSL Name:	Mobility-Capital
Project Category:	New Facility	Location:	
Current Project Stage:	Stage 2 - Initiation, Project Definition, & Planning	Council District:	Council District 5
Start/End Date:	2023 - 2026	Neighborhood District:	Northeast
Total Project Cost:	\$4,500	Urban Village:	

This project will establish an east-west multimodal corridor to connect people to the future NE 130th St light rail station by implementing transit reliability, safety, access, bus stop amenities, and pedestrian and bicycle improvements. The project area includes NE 130th St from approximately 1st Ave NE to 5th Ave NE including the NE 130th St I-5 overpass, Roosevelt Way NE from 130th St to 10th Ave NE, and NE 125th St from 10th Ave NE to Lake City Way NE.

Resources	LTD Actuals	2022 Revised	2023	2024	2025	2026	2027	2028	Total
King County Funds	-	-	250	250	-	-	-	-	500
Sound Transit Funds	-	-	129	356	2,000	1,515	-	-	4,000
Total:	-	-	379	606	2,000	1,515	-	-	4,500

Fund Appropriations / Allocations *	LTD Actuals	2022 Revised	2023	2024	2025	2026	2027	2028	Total
Transportation Fund	-	-	379	606	2,000	1,515	-	-	4,500
Total:	-	-	379	606	2,000	1,515	-	-	4,500

Unsecured Funding Strategy: SDOT is pursuing multiple partnership agreements with other transit agencies as well as federal and state grant opportunities.

O&M Impacts:

* Funds are appropriated through the Adopted Budget at the Budget Summary Level. All Amounts shown above are in thousands of dollars

Safe Streets and Roads for All

Project No:	MC-TR-C125	BSL Code:	BC-TR-19003
Project Type:	Discrete	BSL Name:	Mobility-Capital
Project Category:	Improved Facility	Location:	Citywide
Current Project Stage:	Stage 2 - Initiation, Project Definition, & Planning	Council District:	Citywide, Multiple
Start/End Date:	2023 - 2027	Neighborhood District:	Multiple
Total Project Cost:	\$32,147	Urban Village:	Multiple

This project will design and construct a variety of proven countermeasures that are heavily concentrated in our most disadvantaged and disinvested communities. The project focuses on low-cost, high-impact safety improvements such as protected bicycle lanes, sidewalks, leading pedestrian internals, marked crosswalks, and traffic calming tools like speed cushions. Additionally, new ADA ramps and accessible pedestrian signals are scoped for approximately 60 signalized intersections.

Resources	LTD Actuals	2022 Revised	2023	2024	2025	2026	2027	2028	Total
Federal Grant Funds	-	-	50	2,404	8,000	12,000	3,200	-	25,654
Real Estate Excise Tax II	-	-	11	-	-	-	-	-	11
Vehicle License Fees (2023)	-	-	-	1,989	2,017	2,045	431	-	6,482
Total:	-	-	61	4,393	10,017	14,045	3,631	-	32,147

Fund Appropriations / Allocations *	LTD Actuals	2022 Revised	2023	2024	2025	2026	2027	2028	Total
REET II Capital Fund	-	-	11	-	-	-	-	-	11
Transportation Benefit District Fund	-	-	-	1,989	2,017	2,045	431	-	6,482
Transportation Fund	-	-	50	2,404	8,000	12,000	3,200	-	25,654
Total:	-	-	61	4,393	10,017	14,045	3,631	-	32,147

O&M Impacts: SDOT has individual project budgets for the maintenance of painted markings, signage, signals, bridges and roadway structures, urban forestry, and sidewalks and pavement; these budgets are constrained by the availability of transportation specific and general funds. The SDOT Asset Management website (<https://www.seattle.gov/transportation/about-sdot/asset-management>) provides unconstrained operational cost forecasting by asset type, typical lifecycle and average maintenance cost ranges.

* Funds are appropriated through the Adopted Budget at the Budget Summary Level. All Amounts shown above are in thousands of dollars

Facility Projects Planning

Project No:	MC-FA-FACPRJPLN	BSL Code:	BC-FA-PRELIMENG
Project Type:	Ongoing	BSL Name:	Preliminary Engineering
Project Category:	Improved Facility	Location:	Multiple
Current Project Stage:	N/A	Council District:	Multiple
Start/End Date:	N/A	Neighborhood District:	Multiple
Total Project Cost:	N/A	Urban Village:	Multiple

This on-going project funds architectural and engineering services including conceptual planning, design alternative development, and preliminary cost estimating for FAS capital projects and emergent Executive capital initiatives. Typical preliminary design and engineering work includes, but is not limited to, pre-design and analysis of project alternatives, cost estimates, test to fit studies, preliminary schedule development, engineering studies and code compliance, site development planning and conceptual design and financial analysis of capital improvements options in conjunction with FAS and CIP priorities, programs, and initiatives.

Resources	LTD Actuals	2022 Revised	2023	2024	2025	2026	2027	2028	Total
Real Estate Excise Tax I	721	(2)	603	-	-	-	-	-	1,321
Total:	721	(2)	603	-	-	-	-	-	1,321
Fund Appropriations / Allocations *	LTD Actuals	2022 Revised	2023	2024	2025	2026	2027	2028	Total
REET I Capital Fund	721	(2)	603	-	-	-	-	-	1,321
Total:	721	(2)	603	-	-	-	-	-	1,321

O&M Impacts: N/A

* Funds are appropriated through the Adopted Budget at the Budget Summary Level. All Amounts shown above are in thousands of dollars

SUMMARY and FISCAL NOTE*

Department:	Dept. Contact/Phone:	CBO Contact/Phone:
City Budget Office	Caleb Wagenaar	Caleb Wagenaar

** 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 amending Ordinance 126725, which adopted the 2023 Budget, including the 2023-2028 Capital Improvement Program (CIP); changing appropriations to various departments and budget control levels, and from various funds in the Budget; revising project allocations for certain projects in the 2023-2028 CIP; creating CIP Projects; creating positions; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

Summary and background of the Legislation: This ordinance proposes several adjustments to the 2023 Adopted Budget.

The City Budget Office compiles departmental requests for spending adjustments to the Adopted Budget into a Supplemental Ordinance for review and approval by the City Council. These bills accomplish the following:

- Adjust appropriation authority to Budget Control Levels approved in the Adopted Budget or subsequent legislation;
- Appropriate funding backed by new revenue sources;
- Adjust the Adopted Capital Improvement Program;
- Make changes to departments position authority; and

2. CAPITAL IMPROVEMENT PROGRAM

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

Note: Please see Attachment A to this document.

3. SUMMARY OF FINANCIAL IMPLICATIONS

Does this legislation amend the Adopted Budget? X Yes No

Appropriation change (\$):	General Fund \$		Other \$	
	Operating 2023	Capital 2023	Operating 2023	Capital 2023
	\$19,396,494	(\$2,447,538)	\$40,980,692	(\$196,838,333)
Estimated revenue change (\$):	Revenue to General Fund		Revenue to Other Funds	
	Operating 2023	Capital 2023	Operating 2023	Capital 2023
	\$3,308,270	\$0	\$35,809,107	\$12,888,310

Positions affected:	No. of Positions		Total FTE Change	
	2023	2024	2023	2024
	81.0		81.0	

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?

Yes, some items in this ordinance represent costs increases to departments in order for them to accomplish the desired objectives as stated in Attachment A to this document.

Is there financial cost or other impacts of *not* implementing the legislation?

The same objectives could not be achieved without this legislation.

3.a. Appropriations

This legislation adds, changes, or deletes appropriations.

Appropriation Notes: See Attachment A to this document.

3.b. Revenues/Reimbursements

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

Revenue/Reimbursement Notes: See Attachment A to this document.

3.c. Positions

This legislation adds, changes, or deletes positions.

Total Regular Positions Created, Modified, or Abrogated through This Legislation, Including FTE Impact:

Position Notes: See Attachment A to this document.

4. OTHER IMPLICATIONS

a. Does this legislation affect any departments besides the originating department?

Yes, this legislation impacts a number of departments' 2023 budgets.

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?

No.

- 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?**

Please see Attachment A to this document for any RSJI implications.

f. **Climate Change Implications**

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

Please see Attachment A to this document.

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.**

Please see Attachment A to this document.

- 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)?**

Please see Attachment A to this document.

List attachments/exhibits below:

Summary Attachment A – 2023 Mid-Year Supplemental Ordinance Summary Detail Table

2023 Mid-Year Supplemental Ordinance Summary Detail Table

Item #	Title	Description	Amount/FTE
Section 1 – Appropriation Decreases – Operating Budgets			
1.1	Casey Grant Abandonment (Department of Education and Early Learning)	This item decreases grant-backed appropriation authority by \$60,000 in the Department of Education and Early Learning, in the General Fund K-12 Program Budget Control Level (00100-BO-EE-IL200). The Whole Child Whole Day programming funded by the Casey Family Programs grant has shifted directly to Seattle Public Schools.	(\$60,000)
1.2	Transfer from Operating to Capital for TNC Technology Upgrades (Department of Finance and Administrative Services)	This item reduces appropriation authority of \$1,470,875 in the Department of Finance and Administration services from FAS Information Technology Sys Budget Summary Level (00100-BC-FA-A1IT). This is a technical transfer and moves the funding into the capital project where the work will be spent. The correcting entry for the capital project appropriation is item 7.1. The transfer will support the technology updates necessary to stabilize the system and increase the number of regulatory areas within the system platform for the Transportation Network (TNC).	(\$1,470,875)

Item #	Title	Description	Amount/FTE
1.3	Technical Budget Adjustment for FAS Charges in CCM - Decrease (Department of Finance and Administrative Services)	<p>This item decreases appropriation authority by - \$487,261 to the Finance and Administrative Services Department by:</p> <ul style="list-style-type: none"> - \$109,286 in the General Fund City Finance Budget Control Level (00100-BO-FA-CITYFINAN), - \$9,391 in the General Fund Seattle Animal Shelter Budget Control Level (00100-BO-FA-SAS), - \$264,259 in the Finance and Administrative Services Fund Leadership and Administration Budget Control Level (50300-BO-FA-BUDCENTR), - \$599 in the Finance and Administrative Services Fund City Services Budget Control Level (50300-BO-FA-CITYSVCS), - \$40,506 in the Finance and Administrative Services Fund City Purchasing & Contracting Budget Control Level (50300-BO-FA-CPCS), and - \$63,220 in the Finance and Administrative Services Fund Office of Constituent Services Budget Control Level (50300-BO-FA-OCS) <p>The decreases in appropriation are to align all FAS programs budget authority to pay for the 2023 Central Cost Manual charges. See companion FAS-Q2-018 for increases in appropriation.</p>	(\$487,261)

Item #	Title	Description	Amount/FTE
1.4	Transfer from Finance General Reserves to Community Safety and Communications Center (Finance General)	This item decreases appropriation authority by \$1,588,531 of General Fund in Finance General's General Purpose Budget Summary Level (00100-BO-FG-2QD00) to transfer funds from the reserve for Alternative Response to the Community Safety and Communications Center (CSCC) for the Alternative Response Program Pilot. The Mayor's Office and City Council have worked collaboratively to envision an alternative response program for the City of Seattle. This program will set up three teams which include mental health professionals to respond to non-emergency situations. These responders will alleviate strains on other public safety resources by responding to low acuity calls with a mental and behavioral health nexus, and divert people experiencing a crisis from being incarcerated or sent to the emergency room.	(\$1,588,531)
1.5	Transfer from Finance General Reserves to Office of Inspector General (Finance General)	This item decreases appropriation authority by \$405,587 of General Fund in Finance General's General Purpose Budget Summary Level (00100-BO-FG-2QD00) to transfer appropriation to the Office of Inspector General. The funding will support three FTE to take over the monitor duties of the consent decree.	(\$405,587)
1.6	Reducing PET Transfer to FAS (Finance General)	This item decreases appropriation authority by \$200,000 of Payroll Expense Tax in Finance General in the Appropriation to Special Funds Budget Control Level (14500-BO-FG-2QA00). This change will reduce a transfer to the Department of Finance and Administrative Services (FAS). Payroll Expense Tax funding will instead be added in OED in support of The Liberty Project.	(\$200,000)
1.7	Prior Year Grant Budget Abandonment (Human Services Department)	This item decreases grant-backed appropriation authority in the Human Services Department by \$111,227 in the Human Services Fund Leadership & Administration Budget Control Level (16200-BO-HS-H5000) and \$1,805,034 in the Human Services Fund Promoting Healthy Aging Budget Control Level (16200-BO-HS-H6000). This appropriation was for grants that have ended and is no longer needed.	(\$1,916,261)

Item #	Title	Description	Amount/FTE
1.8	Reduce Excess Grant Appropriation Authority (Office of Arts and Culture)	This item decreases grant appropriation authority by \$428,700 in NEA grant funding to the Office of Arts and Culture, in the Arts & Cultural Programs Fund Arts and Cultural Programs Budget Summary Level (BO-AR-VA160). The grant funding was received for the NEA Hope Corps and NEA Artist Up and was not fully expended in 2022. This is a technical correction to fix the amount of the grant budget which was carried forward. This adjustment removes excess appropriation authority.	(\$428,700)
1.9	Transfer Strategic Investment Fund (SIF) Funding to Office of Planning & Community Development (Office of Arts and Culture)	This item decreases appropriation authority by \$3,200,000 in the Office of Arts and Culture (ARTS), in the General Fund Cultural Space Budget Control Level (BO-AR-VA170) in order to transfer the funding from ARTS to the Office of Planning and Community Development (OPCD). In 2021, Ordinance 126449 lifted a proviso and allocated Strategic Investment Fund (SIF) budget to both ARTS and OPCD to support strategic land and real estate acquisitions in areas at high risk of displacement or in areas of low access to opportunity. OPCD completed a request for proposals which included two projects in the ARTS budget. One of the two SIF projects allocated to ARTS was delayed due to a property owner deciding not to sell the property that was to be acquired. ARTS has decided to transfer the budget for that project to OPCD; OPCD will manage the delayed project and work with the awardee on other site options. The SIF is funded by the sale of the Mercer Megablock property in South Lake Union. Please see corresponding appropriation increase in OPCD.	(\$3,200,000)
1.10	DSHS 21-22 Grant Abandonment (Office of Immigrant and Refugee Affairs)	This item decreases appropriation authority by \$600 in the Office of Immigrant and Refugee Affairs (OIRA) General Fund Office of Immigrant and Refugee Affairs Budget Control Level (00100-BO-IA-X1N00). This item abandons the authority for the unspent balance of the grant from OIRA's 21-22 award.	(\$600)

Item #	Title	Description	Amount/FTE
1.11	SHA21 Grant Abandonment (Office of Immigrant and Refugee Affairs)	This item decreases appropriation authority by \$1,000 in the Office of Immigrant and Refugee Affairs (OIRA) General Fund Office of Immigrant and Refugee Affairs Budget Control Level (00100-BO-IA-X1N00). This item abandons the authority for unspent funding from a 2021 grant from the Seattle Housing Authority for the New Citizen Program.	(\$1,000)
1.12	CDBG22 Grant Abandonment (Office of Immigrant and Refugee Affairs)	This item decreases appropriation authority by \$12,737 in the Office of Immigrant and Refugee Affairs (OIRA) General Fund Office of Immigrant and Refugee Affairs Budget Control Level (00100-BO-IA-X1N00). This item abandons the authority for the unspent balance of the 2022 CDBG grant.	(\$12,737)
1.13	Grant Balance Abandonment (Office of the City Auditor)	This item decreases grant-backed appropriation authority by \$208,433 in the Office of the City Auditor, in the general fund Office of the City Auditor Budget Control Level (BO-AD-VG000).The grant is completed and closed out.	(\$208,433)
1.14	Budget Transfer for the Cultural Connector Delivery Assessment (Seattle Department of Transportation)	This item transfers appropriation authority in the amount of \$250,000 in the Seattle Department of Transportation, from the General Fund Mobility Operations Budget Control Level (00100-BC-TR-17003) to the General Fund Mobility Capital Budget Control Level (00100-BO-TR-17003). This transfer is necessary for the Department to complete a delivery assessment of the Center City Cultural Connector project. This transfer will amend the budget to transfer this budget from an operating budget control level to a capital budget control level, thus this change reduces the operating budget by \$250,000 and a separate but related item in this legislation will increase the budget by \$250,000.	(\$250,000)

Item #	Title	Description	Amount/FTE
1.15	Abandonment of Library Grant Authority (Seattle Public Library)	This technical item decreases appropriation authority by \$29,985.76 in Seattle Public Library, in the General Fund Seattle Public Library Operating Budget (10410-BO-SPL) for Library Programs & Services. This represents excess budget authority related to closed-out Library grants from prior periods. There is no revenue remaining to back these grants. This request is necessary to ensure Library budget authority remains representative of actual resources available.	(\$29,986)
Section 2 – Appropriation Increases – Operating Budgets			
2.1	Technical Budget Adjustment for FAS Charges in CCM - Increase (Department of Finance and Administrative Services)	<p>This item increases appropriation authority by \$923,478 to the Finance and Administrative Services Department by:</p> <ul style="list-style-type: none"> \$360,314 in the General Fund Leadership and Administration Budget Control Level (00100-BO-FA-BUDCENTR), \$137,726 in the Wheelchair Accessible Fund Wheelchair Accessible Services Budget Control Level (12100-BO-FA-WHLCHR), \$20,961 in the Finance and Administrative Services Fund City Finance Budget Control Level (50300-BO-FA-CITYFINAN), \$359,760 in the Finance and Administrative Services Fund Facilities Services Budget Control Level (50300-BO-FA-FACILITY), \$10,902 in the Finance and Administrative Services Fund Fleet Services Budget Control Level (50300-BO-FA-FLEETS), and \$33,815 in the FileLocal Agency Fund FileLocal Agency Budget Control Level (67600-BO-FA-FILELOC). <p>The appropriation is needed to ensure all FAS programs have sufficient budget authority to pay for the 2023 Central Cost Manual charges. See companion FAS-Q2-017 for decreases in appropriation.</p>	\$923,478
2.2	Increasing appropriation to FAS insurance budget (Finance General)	This item increases appropriation authority by \$1.5 million in Finance General in the General Fund's Appropriation to Special Funds Budget Control Level (00100-BO-FG-2QA00) to ensure FAS has sufficient budget to cover premiums on City insurance policies that renew in 2023.	\$1,500,000

Item #	Title	Description	Amount/FTE
2.3	Fix Council Change: 2023-ITD-001-B-001 (Finance General)	This item increases General Fund appropriation authority by \$225,000 in Finance General in the Appropriation to Special Funds Budget Control Level (00100-BO-FG-2QA00). In the 2023 Adopted Budget, Council added \$225,000 of General Fund authority directly to the Information Technology Department (ITD) via ITD-001-B-001. ITD does not receive direct General Fund. This item corrects this error by increasing General Fund (GF) in Finance General to transfer to ITD, who will have a corresponding decrease in General Fund appropriation, as well as an increase in the Information Technology Fund (50410). This funding is ongoing, and a corresponding adjustment will be submitted in the 2024 baseline budget.	\$225,000
2.4	Transfer from General Fund to Judgment and Claims Fund (Finance General)	This item increases appropriation authority in Finance General in the General Fund's Appropriation to Special Funds Budget Control Level (00100-BO-FG-2QA00) to transfer \$14,000,000 to the Judgment and Claims Fund to pay for anticipated settlement costs.	\$14,000,000
2.5	Transfer SIF Funding from Office of Arts and Culture (Office of Planning and Community Development)	This item increases appropriation authority by \$3,200,000 in the Office of Planning and Community Development's (OPCD's) General Fund Equitable Development Initiative Budget Control Level (00100-BO-PC-X2P40). The funding is being transferred from the Office of Arts & Culture's (ARTS') General Fund Cultural Space Budget Control Level (00100-BO-AR-VA170). In 2021, Ordinance 126449 lifted a proviso and allocated Strategic Investment Fund (SIF) budget to both ARTS and OPCD. One of the two projects in the ARTS budget was delayed due to a property owner deciding not to sell the property that was to be acquired. ARTS has requested that OPCD take over project management of the delayed project and oversee next steps for site acquisition. The SIF is funded by the sale of the Mercer Megablock property in South Lake Union. Please see corresponding appropriation decrease in ARTS (item 1.9).	\$3,200,000

Item #	Title	Description	Amount/FTE
2.6	Inweb Modernization (Seattle Department of Construction and Inspections)	This item increases appropriation authority by \$302,110 in SDCI's Construction and Inspections (SDCI) Fund. Of this amount, \$75,293 is in the Land Use Services BSL (48100-BO-CI-U2200), \$86,706 is in the Permit Services BSL (48100-BO-CI-U2300), \$94,136 is in the Inspections BSL (48100-BO-CI-U23A0), \$37,421 is in the Compliance BSL (48100-BO-CI-U2400) and \$8,554 is in the Government Policy, Safety & Support BSL (48100-BO-CI-U2600). This one-time item is necessary to contract for services to lead the SharePoint Modernization project. The current SharePoint environment will not be supported by Microsoft by the end of 2023.	\$302,110
2.7	Tree Service Provider Registry and Public Notice (Seattle Department of Construction and Inspections)	This item increases appropriation authority by \$262,000 in SDCI's Construction and Inspections Fund. Of this amount, \$230,000 is in the Process Improvements and Technology Budget Control Level (48100-BO-CI-U2800) and \$32,000 is in the Land Use Services BSL (48100-BO-CI-U2200). This action adds one-time budget authority to support the technology needs resulting from Council-initiated legislation related to the Tree Service Provider (TSP) Registry and Tree Public Notice bill that Council approved in February 2023 (Ordinance 126777).	\$262,000
2.8	Align 2023 Budget with 2023 Adopted Central Cost Manual (Seattle Department of Construction and Inspections)	This item increases appropriation authority by \$352,915 in SDCI's Construction and Inspections Fund Process Improvements and Technology BSL (48100-BO-CI-U2800). This ongoing technical adjustment aligns SDCI's 2023 Budget with the 2023 Adopted Central Cost Manual.	\$352,915

Item #	Title	Description	Amount/FTE
2.9	Industrial Zone Legislation (Seattle Department of Construction and Inspections)	This item increases appropriation authority by \$80,696 in SDCI's Construction and Inspections Fund Process Improvements and Technology Budget Control Level (48100-BO-CI-U2800). This one-time action is necessary for administrative and technology-related costs for administering initial implementation of Industrial Zone Legislation changes that Council approved during mid-2023. This item is consistent with the information included in the fiscal note to CB 120567.	\$80,696
2.10	King Street Station Security and Maintenance Funding (Seattle Department of Transportation)	This item increases appropriation authority by \$558,572 in the Seattle Department of Transportation, Transportation Fund Mobility Operations Budget Control Level (13000-BO-TR-17003) to pay for the continuing operations and maintenance of the King Street Station. The Seattle Department of Transportation leases out space in King Street Station. Since 2021, operating and maintenance costs at the Station have increased. \$548,378 of the budget will be reimbursed by tenants and SDOT will pay \$10,194 to cover the Department's share of operating costs at the facility.	\$558,572
2.11	Interfund Transfer - LID to Central Waterfront Fund (Seattle Department of Transportation)	This item increases appropriation authority by the amount of \$10,126,568 in the Department of Transportation, in the Central Waterfront LID #6751 BCL (35040-BO-TR-16000). This is a cash transfer from the Waterfront LID #6751 Fund to the Central Waterfront Improvement Fund, which has incurred Waterfront project costs against its fund balance that are related to Central Waterfront LID deliverables. Now that LID revenues have been collected, this one-time operating transfer will reimburse the Central Waterfront Fund's cash balance to align with the Waterfront Program's planned financial structure for the final years of the construction phase. Due to an error in 2022 the one-time transfer was not processed and this amendment is being submitted to re-authorize the transfer.	\$10,126,568

Item #	Title	Description	Amount/FTE
2.12	Carryforward of 2022 Budget for DON Community Liaisons Project on Digital Navigator Cohort (Seattle Information Technology Department)	This item increases appropriation authority by \$56,494 in Seattle IT in the Frontline Services & Workplace BSL (50410-BO-IT-D0400) to cover the cost of MOA 22-013 with Department of Neighborhoods for Community Liaisons assisting with 2022 Digital Navigator Cohort projects that are still in implementation. The partnership with DON for Community Liaisons is an important aspect of our Digital Navigator Cohort project that was intended to be funded with 2022 funds. This item was budgeted in 2022, however funds were inadvertently omitted from ITD carryforward requests. Carryforwards for TMF and Digital Navigator projects have already been approved, and Community Liaisons are a component of the Digital Navigator Cohort model.	\$56,494
2.13	Cable Franchise Renewal Consultant Costs (Seattle Information Technology Department)	This item increases appropriation authority by \$217,000 in Seattle IT in the Frontline Services & Workplace BSL (50410-BO-IT-D0400) to cover the costs of a Needs Assessment Survey/ascertainment, technical audit, franchise fee and tax audit, and legal negotiations with a cable provider. Cable franchise renewal takes place every ten years and includes required ascertainment process and other components listed. These costs are not reflected in current budget due to infrequency of renewals. Conducting audits and due diligence during franchise renewal will result in better franchise terms, benefiting the City and residents.	\$217,000
2.14	Carryforward of 2022 Temp Labor Budget for Digital Navigator Cohort and ACP Outreach Projects (Seattle Information Technology Department)	This item increases appropriation authority by \$107,000 in Seattle IT in the Frontline Services & Workplace BSL (50410-BO-IT-D0400) to cover the costs of a Career Corps temporary employee who is assisting with implementation of our ITD’s Digital Navigator Cohort project and ACP Outreach project. Costs are 100% covered by MOAs with YWCA and Workforce Development Council of King County (WDC). Temporary Career Corps position and funding was previously approved in 2022, however, funding was inadvertently omitted from ITD carryforward requests.	\$107,000

Item #	Title	Description	Amount/FTE
2.15	Add Golf Operating Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$243,750 to Seattle Parks and Recreation (SPR) in the Park and Recreation Fund to the Golf Programs Budget Control Level (10200-BO-PR-60000) and provides resources for the 2022 incentive payment made to Premier, operator of the four City-owned public golf courses (Interbay, Jackson, Jefferson, and West Seattle). Per the management agreement with Premier, the City pays Premier a revenue growth incentive fee equal to 10% of the excess revenues generated by the golf courses. In 2022, the courses generated approximately \$2M above Premier's 2022 revenue target.	\$243,750
2.16	One-time expansion of cleaning services as part of the Mayor's Downtown Activation Plan (Office of Economic Development)	This item increases appropriation authority by \$1,700,000 in the Office of Economic Development, in the General Fund Business Services Budget Control Level (00100-BO-ED-X1D00). This request is necessary to implement a one-time expansion of cleaning services as part of the Mayor's Downtown Activation Plan.	\$1,700,000
2.17	One-time funding to support community outreach and engagement for the Downtown Activation Plan (Office of Economic Development)	This item increases appropriation authority by \$500,000 in the Office of Economic Development, in the Leadership and Administration Budget Control Level (00100-BO-ED-ADMIN). This request is necessary to provided continued support for community engagement, strategic planning, and project delivery of the Downtown Activation Plan.	\$500,000
2.18	Solid Waste Contracts Appropriation Increase for Contractor Inflation (Seattle Public Utilities)	This item increases appropriation authority by \$3,303,218 in Seattle Public Utilities (SPU) in the Solid Waste Fund General Expense Budget Control Level (45010-BO-SU-N000B). This item provides additional budget authority for SPU's Solid Waste Division to cover inflationary increases in collections contracting costs that are higher than originally budgeted.	\$3,303,219

Item #	Title	Description	Amount/FTE
2.19	Cannabis Employee Job Retention Ordinance Implementation Costs (Office of Labor Standards)	This item increases appropriation authority by \$10,650 in the Office of Labor Standards Budget Control Level (00190-OLS-BO-LS-1000) and provide resources to the Office of Labor Standards for one-time costs associated with implementation of the Cannabis Employee Job Retention Ordinance. The Cannabis Employee Job Retention Ordinance becomes effective on July 19, 2023. The Office of Labor Standards requires funding to complete administrative rulemaking and produce and translate the Notice of Rights that the law requires the Department to produce and translate. These activities are most effective when completed before or as close to the effective date as possible.	\$10,650
2.20	App-Based Worker Paid Sick and Safe Time Implementation Costs (Office of Labor Standards)	This item increases appropriation by \$25,650 (one-time in fiscal year 2023) and \$8,000 (on-going starting in fiscal year 2024) in the Office of Labor Standards Budget Control Level (00190-OLS-BO-LS-1000) for costs associated with implementation of the App-Based Worker Paid Sick and Safe Time Ordinance. This law goes into effect on May 1, 2023, for companies that were covered by the temporary COVID-19 Gig Worker Paid Sick and Safe Time Ordinance, and on January 13, 2024 for an expanded number of app-based companies. The Office of Labor Standards requires funding to complete administrative rulemaking, produce outreach and education materials, produce and translate legally-mandated Notice of Rights document, and to effectively enforce the law. These activities are most effective when completed before or as close to the effective date as possible.	\$25,650

Item #	Title	Description	Amount/FTE
2.21	Democracy Voucher Program 2024 Election (Ethics and Elections Commission)	This item increases appropriation authority by \$730,000 in the Election Vouchers Fund in the Election Vouchers Budget Summary Level (12300-BO-ET-VT123). This increase is needed to cover Democracy Voucher Program election-related costs should there be an election during 2024 for one of the "at large" Seattle City Council seats. Printing, mailing, and other administrative costs need to be available in 2023 to ensure the program is ready for the 2024 election cycle.	\$730,000
2.22	Support start-up costs for Social Housing PDA (Legislative Department)	This item increases appropriation by \$20,000 in the Legislative Departmental Budget Control Level LEG - BO-LG-G1000, to provide start-up cost support for a new Social Housing PDA recently approved by voters.	\$20,000
2.23	Staffing Monitoring of the Consent Decree (Office of Inspector General for Public Safety)	This item increases appropriation authority by \$405,587 to The Office of the Inspector General for Public Safety (OIG) General Fund (OIG-BO-IG-1000) Budget Control Level. This request is necessary as party of United States vs City of Seattle which was settled in 2012 when the city and the Department of Justice entered into a settlement agreement (“Consent Decree”). Since 2012 the Consent Decree has required certain specific actions by the City and Seattle Police Department (SPD). These 3 FTE positions will be assuming the federal monitor's oversight and assessment work as these duties are transferred to the OIG from the United State Department of Justice. A reserve in Finance General for consent decree monitoring is reduced to fund this appropriation to OIG.	\$405,587

Item #	Title	Description	Amount/FTE
2.24	911 Call Data Recorder Integration with Computer Aided Dispatch and Radio Network (Community Safety and Communications Center)	This item increases appropriation authority by \$1,461,965 in the Community Safety and Communications Center Budget Control level (BO-CS-10000). This request is necessary to update 911 Call Data Recorder Integration with Computer Aided Dispatch and Radio Network. The purpose of this project is to provide users with search capabilities for 9-1-1 related audio recordings by integrating the NICE Call-Data Logging and Recording System (used for logging audio and metadata of 9-1-1 calls) with the CSCC Versaterm Computer Aided Dispatch system (used to document 9-1-1 calls and dispatch resources). This will reduce the amount of time needed to perform QA evaluations and responses to audio requests. Additionally, SPD and CSCC will be able to track from the time a call was first received to the time an officer arrives on scene.	\$1,461,965
2.25	Alternative Response Pilot Program (Community Safety and Communications Center)	This item increases appropriation authority by \$1,588,531 in the Community Safety and Communications Center Budget Control level (BO-CS-10000). This request is necessary to pay for the Alternative Response Pilot Program including facilities, vehicles, and personnel. The Mayor’s Office and City Council have worked collaboratively to envision an alternative response program for the City of Seattle. The program will help redirect 911 calls through prioritization and dispatch resources specific to the incident. This program will set up three teams which include mental health professionals to respond to non-emergency situations. These responders will alleviate strains on other public safety resources by responding to low acuity calls with a mental and behavioral health nexus, and divert people experiencing a crisis from being incarcerated or sent to the emergency room.	\$1,588,531

Item #	Title	Description	Amount/FTE
2.26	Base Operating Budget Backfill (Community Safety and Communications Center)	This item increases appropriation authority by \$1,101,840 in the Community Safety and Communications Center Budget Control level (BO-CS-10000). This request is necessary to pay for improvements in staffing levels and call response time. In 2022 CSCC was experiencing a very high vacancy rate, the department worked to recruit, hire, and train over 45 new employees (representing almost one-third of the department). Due to improvements in recruitment, CSCC has seen improved vacancy rates and staffing levels.	\$1,101,840
2.27	Adjustment for Actuarial Account Transfer (Firefighter's Pension)	This change increases appropriation authority in the Firefighters' Pension Fund (61040) and revenues in the Firefighters' Actuarial Account (61050) to ensure sufficient authority to make the required 2022 transfer between funds in accordance with Ordinance 125190. If necessary, this transfer will be funded by use of existing fund balance.	\$1,101,938
2.28	HVAC/Engineer Wage Settlement (Seattle Center)	This item increases appropriation authority by \$55,895 in Seattle Center, in the General Fund Campus Budget Control Level (00100-BO-SC-60000). This request is necessary to pay HVAC Engineers (job code 09444) an increased hourly wage negotiated by SDHR. The change is needed now because the increase was effective 12/2022 and Seattle Center will exceed budget authority in 2023. There are no additional earned revenues to fund this increase. The funding will be spent on wages, payroll taxes, and benefits, including premium pay, FICA, Medicare, SPFML, and pensions.	\$55,895
2.29	Increasing appropriation to Judgment and Claims (Department of Finance and Administrative Services)	This item increases appropriation authority by \$14,000,000 in the Judgment & Claims Litigation Budget Control Level (BO-FA-JR000) to cover higher than anticipated expenses for the rest of the year.	\$14,000,000

Item #	Title	Description	Amount/FTE
2.30	Living Hotels Ordinance (Office of Sustainability and Environment)	<p>This item adds \$50,000 GF to the Office of Sustainability and Environment to support the SEPA work or other costs the department may incur to research and prepare draft legislation known as the “Living Hotels Ordinance,” for council consideration. The ordinance would establish development standards ensuring the future of Seattle’s hotel industry is built upon sustainable construction and operations. The legislation would use the “Living Building Challenge” and “Climate Incentive Agreements” as tools to establish innovative environmental standards in the lodging sector.</p> <p>This add is offset by other reductions in GF spending included in the Mayor’s proposed 2023 Mid-year Supplemental Budget ORD.</p>	\$50,000
Section 3 – Appropriation Increases – Operating Budgets – Backed by Revenues			
3.1	Increasing appropriation to Judgment and Claims (Department of Finance and Administrative Services)	This item increases appropriation authority by \$5,000,000 in the Judgment & Claims Claims Budget Control Level (BO-FA-CJ000) to cover higher than anticipated expenses for the rest of the year.	\$5,000,000
3.2	Facilities Maintenance Reimbursable Work (Department of Finance and Administrative Services)	This item increases appropriation authority by \$50,000 in Finance and Administrative Services in the Finance & Admin Services Fund Facilities Services Budget Control Level (50300 - BO-FA-FACILITY). This item is necessary to provide expenditure appropriation for Facilities maintenance costs funded by reimbursable authority for specific requests from departments.	\$50,000

Item #	Title	Description	Amount/FTE
3.3	Older Americans Act Grant Appropriation Increase (Human Services Department)	This item increases grant-backed appropriation authority in the Human Services Department by \$3,453 in the Human Services Fund Leadership & Administration Budget Control Level (16200-BO-HS-H5000), \$1,337,382 in the Human Services Fund Supporting Affordability & Livability Budget Control Level (16200-BO-HS-H1000), and \$53,305 in the Human Services Fund Promoting Healthy Aging Budget Control Level (16200-BO-HS-H6000). This appropriation is for increased funding for the Older Americans Act grants. These are federal indirect grants with a period of 1/1/23 - 9/30/24 that provide supportive services to older adults. A 25% match is required for services which is provided by state grant funds. The grants were accepted in the 2023 recurring grant acceptance ordinance #126707 items 1.28 through 1.32. This item trues up HSD's budget to the revised award amount of \$8,536,127.	\$1,394,140
3.4	Prior Year Grant Adjustment (Human Services Department)	This item increases grant-backed appropriation authority in the Human Services Department by \$56,081 in the Human Services Fund Leadership & Administration Budget Control Level (16200-BO-HS-H5000) and \$1,544,192 in the Human Services Fund Promoting Healthy Aging Budget Control Level (16200-BO-HS-H6000). This appropriation is to right size prior year grant awards that have ended to match the revenue received.	\$1,600,273
3.5	SPD Revenue & Expense Authority for Bumbershoot (Seattle Center)	This change request increases expenditure authority by \$150,000 in Seattle Center, in the Campus Fund Campus Budget Control Level (11410-BO-SC-60000). This change request is necessary to pay SPD (Seattle Police Department) for their services during Bumbershoot. Previously, SPD contracted directly with the promoter but will now only execute one contract with Seattle Center. Seattle Center will be fully reimbursed by the Bumbershoot promoter.	\$150,000

Item #	Title	Description	Amount/FTE
3.6	Bite of Seattle (Seattle Center)	This item increases appropriation authority by \$240,000 in Seattle Center Campus Budget Control Level (11410-BO-SC-60000). This authority is necessary to pay for incremental staffing, equipment, and services needed to support the festival. Seattle Center will be fully reimbursed for these expenses by the Bite of Seattle event operator.	\$240,000
3.7	Monorail Youth Fare Reimbursement (Seattle Center)	This item increases appropriation authority by \$150,000 in Seattle Center, in the Campus Fund, Campus Budget Control Level (11410-BO-SC-60000). This item is fully backed by revenue from SDOT’s Seattle Transit Measure and is needed now to reimburse SMS (Seattle Monorail Services) for youth fares.	\$150,000
3.8	Tree Public Notice and TSP Registry Technology and Support (Seattle Information Technology Department)	This item increases appropriation authority by \$262,000 in Seattle IT in the Applications BSL (50410-BO-IT-D0600) in conjunction with SDCI’s Change Request under SDCI-A5. The department recently created and implemented the TSP Registry and Notice tool. The changes currently proposed by Council (expected to pass out of Committee later this month) will require SDCI to build on the existing tools, specifically the ability to create and publish an online map of the tree notices created by the current tool. SDCI labor costs are not included in this budget request because they are spread across multiple FTEs and will need to be absorbed alongside existing work. Such costs include reviewing and updating SDCI’s website, Director’s Rules and Tips, and providing and receiving internal training on the changes, among others. SDCI will partner with Seattle ITD on this request. This action is one-time and is funded by SDCI Fund through Permit Fees and PI&T.	\$262,000

Item #	Title	Description	Amount/FTE
3.9	Utility Customer Service System (UCSS) Personnel Budget (Seattle Information Technology Department)	This item increases appropriation authority by \$318,632 in Seattle IT in the Applications BSL (50410-BO-IT-D0600) to support three full-time positions for the Utility Customer Service System (UCSS). This is the public customer interface to the Utilities billing system and enables customers to access their billing information, make payments and other transactions associated with their utility service accounts. These positions are already approved through the 2022 Year-End Supplemental, but corresponding budget dollars need to be added to 2023. This budget needs to be added because the positions were approved after the 2023-2024 budget submission from Seattle IT. The Applications Division doesn't currently have budget to cover the 3.0 FTEs hires that are planned for this year. Currently the department is projecting that new hires will start around mid-year, so requesting six months of budget for each position. These positions are funded by the Utilities Rate pool (50/50 SPU & SCL).	\$318,632
3.10	SPD Online Reporting System (Seattle Information Technology Department)	This item increases appropriation authority by \$540,000 in Seattle IT in the Applications BSL (50410-BO-IT-D0600). This project is to create a new web-based incident form for 12 incident types. Online incident reports submitted through the application will be routed for review and approval and catalogued in the existing Mark43 Records Management System. Revenues will be collected via allocation to SPD.	\$540,000

Item #	Title	Description	Amount/FTE
3.11	Industrial Zone Legislation (Seattle Information Technology Department)	<p>This item increases appropriation authority by \$80,696 in Seattle IT in the Applications BSL (50410-BO-IT-D0600) in conjunction with SDCI's Change Request under SDCI-A7. This action supports proposed ordinances that together advance the land use recommendations of the Industrial and Maritime Strategy. SDCI will be able to absorb training and community outreach costs; however, SDCI and Seattle IT staff will need to devote time to updating the Accela system and GIS maps to add new zones and make zoning map changes. This cost cannot be absorbed by SDCI and will partner with Seattle ITD on this request. This action is one-time and is funded by SDCI Permit Fees through PI&T.</p>	\$80,696
3.12	CSCC 911 Call Data Recorder Integration (Seattle Information Technology Department)	<p>This item increases appropriation authority by \$1,461,965 in the Applications BSL (50410-BO-IT-D0600). This budget request is for the CSCC Call Data Recorder Integration Project. Revenues will be collected via allocation to CSCC.</p> <p>The purpose of this project is to provide users with search capabilities for 9-1-1 related audio recordings by integrating the NICE Call-Data Logging and Recording System (used for logging audio and metadata of 9-1-1 calls) with the CSCC Versaterm Computer Aided Dispatch system (used to document 9-1-1 calls and dispatch resources). This will reduce the amount of time needed to perform QA evaluations and responses to audio requests. Additionally, SPD and CSCC will be able to track from the time a call was first received to the time an officer arrives on scene. Please note this is a 2 year project ending in 2025.</p>	\$1,461,965

Item #	Title	Description	Amount/FTE
3.13	Best Start for Kids Expanded Learning – Fiscal Sponsor for Tollo Math Agency Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$104,922 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Recreation Facility Programs Budget Control Level (10200-BO-PR-50000). This School's Out Washington contract supports the Extended Learning OPS Master Project (MO-PR-51009), and will be used towards the CLC - Washington MS project (PRR0908). This is the remaining portion of a reimbursable contract for \$130,000 covering a three year period, from August 2022 - June 2025.	\$104,922
3.14	DEEL Expanded Learning – Denny CLC Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$35,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Recreation Facility Programs Budget Control Level (10200-BO-PR-50000). This Department of Education and Early Learning (DEEL) contract supports Expanded learning efforts within the Extended Learning OPS Master Project (MO-PR-51009), and will be used towards the CLC - Denny MS project (PRR0905). This work is expected to be completed December 31, 2023.	\$35,000
3.15	Seattle Public Schools –Aki Kurose CLC - Intramural Sports & Mental Health Services Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$80,176 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Recreation Facility Programs Budget Control Level (10200-BO-PR-50000). This contract from Seattle Public Schools supports Intramural Sports & Mental Health Services within the Extended Learning OPS Master Project (MO-PR-51009), and will be used towards the CLC - Aki Kurose MS project (PRR0904). The contract expiration date is 8-31-23	\$80,176

Item #	Title	Description	Amount/FTE
3.16	Seattle Public Schools –Aki Kurose CLC - Middle School Mentoring Expansion Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$30,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Recreation Facility Programs Budget Control Level (10200-BO-PR-50000). This contract from Seattle Public Schools supports Middle School Mentoring Expansion within the Extended Learning OPS Master Project (MO-PR-51009), and will be used towards the CLC - Aki Kurose MS project (PRR0904). The contract expires 08/31/23.	\$30,000
3.17	Seattle Public Schools –Denny CLC - Middle School Mentoring Expansion Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$30,500 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Recreation Facility Programs Budget Control Level (10200-BO-PR-50000). This contract from Seattle Public Schools supports Middle School Mentoring Expansion within the Extended Learning OPS Master Project (MO-PR-51009), and will be used towards the CLC - Denny MS project (PRR0905). The contract expires 08/31/23.	\$30,500
3.18	Seattle Public Schools –Mercer Int'l CLC - Middle School Mentoring Expansion Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$30,500 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Recreation Facility Programs Budget Control Level (10200-BO-PR-50000). This contract from Seattle Public Schools supports Middle School Mentoring Expansion within the Extended Learning OPS Master Project (MO-PR-51009), and will be used towards the CLC - Mercer MS project (PRR0906). The contract expires 08/31/23.	\$30,500
3.19	Seattle Public Schools –Meany Middle School - Middle School Summer Learning Program Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$98,692 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Recreation Facility Programs Budget Control Level (10200-BO-PR-50000). This contract from Seattle Public Schools supports the addition of one middle school site for the summer of 2023 within the Extended Learning OPS Master Project (MO-PR-51009), and will be used towards the CLC - Jane Adams ES project (PRR0924). The contract expires 12/31/23.	\$98,692

Item #	Title	Description	Amount/FTE
3.20	Commercial Sex Abuse of a Minor Court Assessments and Impound Fees Correction and Update (Seattle Police Department)	This item increases appropriation authority by \$12,782 in the Criminal Investigations BSL from the King County Superior Court for sexual exploitation vehicle impound fees and additional civil assessment fees in cases involving commercial sex abuse of a minor. The RCW requires the assessed fees be used for enforcement and victim services (See RCW 9.68A.105). This funding will be used by the Police Department to run operations to recover exploited children (48%), fund a "John" School and provide victim services through the department's victim advocate (50%). 2% of the received funds are sent to the State of Washington. A revenue update was previously submitted during the 2022 Q2 supplemental budget process, but due to budget line items mistakenly being entered as increases rather than decreases, the \$18,073 amount in the finalized legislation (Ordinance 126641, Section 3, item #3.12) was incorrect. This item reflects a correction to that error, as well as an appropriation increase for additional revenue that was received between the 2022 Q2 submission and the end of 2022. This \$12,783 adjustment will allow for funding sources to have accurate starting balances in 2023.	\$12,782
3.21	Grant Earned Interest (Seattle Police Department)	This item increases appropriation authority by \$25,325 in the Leadership and Administration BSL from the interest earned on grant monies paid to SPD in advance. For JAG grants, the grant agreement requires that SPD receive funds in advance and invest the money in order to earn interest. The interest earned is reported to the Federal government and made available to SPD to fund grant activities. This budget item represents interest earned on 4 grants (JAG FY18, FY19, FY20, COVID) from January - December 2022 and 2 grants (JAG FY21 and FY22) from inception to December 2022. This item is revenue-backed.	\$25,325

Item #	Title	Description	Amount/FTE
3.22	Director of Strategic Initiatives - Position Costs Reimbursement (Seattle Police Department)	This item increases appropriation authority by \$255,695 in the Chief of Police BSL from the U.S. Department of Justice, Office of Justice Programs, Bureau of Justice Assistance (USDOJ OJP) for reimbursement of personnel costs for the Executive Director of Strategic Initiatives position. The incumbent employee is participating in a USDOJ fellowship that will run through December 5, 2023. The reimbursement amount will be used to fund the position overfill/ backfill until the incumbent returns to SPD.	\$255,695
3.23	MOU for services provided to Downtown Business Improvement Area (DBIA) (Seattle Police Department)	This item increases appropriation authority by \$525,000 in the Special Operations BSL from the Downtown Business Improvement Area (DBIA). This item provides funding to enhance police presence and to help further provide for safety and protection of the public, businesses, and property owners within the DBIA boundaries. The term of this contract runs from July 1, 2022 to June 30, 2023. There are no matching or capital improvement projects associated with this item.	\$525,000
Section 4 – Appropriation Transfers – Operating Budgets			
4.1	Transfer Carry Forward Funds to EDI BSL (Office of Planning and Community Development)	This item transfers \$330,664 of appropriation authority from OPCD's General Fund Planning and Community Development Budget Control Level (00100-BO-PC-X2P00) to the Equitable Development Initiative Budget Control Level (BO-PC-X2P40). Section 1.86 of the 2023 Carry Forward legislation (Ordinance 126827) carried forward \$330,664 of General Fund to partially restore funding that mistakenly lapsed at the end of 2021. This item transfers that budget to the EDI BSL. This budget supports existing EDI contracts.	\$0

Item #	Title	Description	Amount/FTE
4.2	Transfer Budget from 2023 HSD-028-A-001 (Human Services Department)	This item transfers appropriation authority of \$200,000 in the Human Services Department in the Payroll Tax Fund Leadership & Administration Budget Control Level (14500-BO-HS-H5000) to Payroll Tax Fund Supporting Affordability & Livability Budget Control Level (14500-BO-HS-H1000). This transfer is related to 2023 Council Budget Action HSD-028-A-001 and moves the budget to the BSL where these funds for capacity building are encumbered.	\$0
4.3	Transfer Budget for 3rd Avenue Initiative (Human Services Department)	This item transfers appropriation authority of \$529,923 in the Human Services Department in the General Fund Addressing Homelessness Budget Control Level (00100-BO-HS-H3000) to General Fund Supporting Safe Communities Budget Control Level (00100-BO-HS-H4000). This budget will provide funding for the continuation of the 3rd Avenue Initiative through 2023.	\$0
4.4	Transfer labor budget to align budget with anticipated actuals (Office of Economic Development)	This item transfers appropriation authority in the amount of \$700,000 from the from the Office of Economic Development General Fund Business Services Budget Control Level (00100-BO-ED-X1D00) to the General Fund Leadership and Administration Budget Control Level (00100-BO-ED-ADMIN). This transfer aligns labor budget in various projects to reflect where labor costs are charged.	\$0
4.5	Transfer OED-135 to the correct BCL (Office of Economic Development)	This items transfers appropriation authority in the amount of \$332,658 from the Office of Economic Development General Fund Business Services Budget Control Level (00100-BO-ED-X1D00) to the General Fund Leadership and Administration Budget Control Level (00100-BO-ED-ADMIN). This transfer is necessary to correct a technical error which appropriated a 2023 change request (OED-135) in the incorrect budget control level.	\$0

Item #	Title	Description	Amount/FTE
4.6	Centralize budget for employee insurance premiums (Office of Economic Development)	This item transfers appropriation authority in the amount of \$41,560 from the Office of Economic Development Payroll Expense Tax Fund Business Services Budget Control Level (14500-BO-ED-X1D00) to the Payroll Expense Tax Fund Leadership and Administration Budget Control Level (14500-BO-ED-ADMIN), and transfers appropriation authority in the amount of \$20,780 with the Office of Economic Development General Fund Leadership and Administration Budget Control Level (00100-BO-ED-ADMIN). This transfer centralizes budget for employee insurance premiums in the project from which these charges are made.	\$0
4.7	Transfer Venue Services Coordinator from Finance to Permitting (Office of Economic Development)	This item transfer appropriation authority in the amount of \$169,995 from the Office of Economic Development General Fund Leadership and Administration Budget Control Level (00100-BO-ED-ADMIN) to the General Fund Business Services Budget Control Level (00100-BO-ED-X1D00). This transfer moves budget for the Venue Services Coordinator position from the Finance Team to the Permitting Team to align bodies of work.	\$0
4.8	Transfer two Community Development Specialists from Finance to Business Services (Office of Economic Development)	This item transfers appropriation authority in the amount of \$233,644 from the Office of Economic Development Payroll Expense Tax Fund Leadership and Administration Budget Control Level (14500-BO-ED-ADMIN) to the Payroll Expense Tax Fund Business Services Budget Control Level (14500-BO-ED-X1D00). This transfer aligns organizational structure in the department such that two Community Development Specialists report directly into the teams that they support, rather than reporting into the Finance team.	\$0

Item #	Title	Description	Amount/FTE
4.9	FY2022 Urban Area Security Initiative (UASI) Grant (Seattle Police Department, Seattle Fire Department, Office of Emergency Management)	This item transfers appropriation authority from the Seattle Police Department in the amount of \$50,000 to the Office of Emergency Management and \$30,000 to the Seattle Fire Department to correct appropriation from previous UASI grants. This UASI grant assists high-threat, high density Urban Areas in efforts to build, sustain, and deliver the capabilities necessary to prevent, protect against, mitigate, respond to, and recover from acts of terrorism.	\$0
4.10	One-time funding transfer to support implementation of the Liberty Project as part of the Downtown Activation Plan (Finance and Administrative Services, and Office of Economic Development)	This item transfers appropriation authority in the amount of \$200,000 from the Finance and Administrative Services Department, in the Finance and Administrative Services Fund City Purchasing and Contracting Services Budget Control Level (50300-BO-FA-CPCS) to the Office of Economic Development, in the Payroll Expense Tax Fund Leadership and Administration Budget Control Level (14500-BO-ED-ADMIN). This request is necessary to implement the Liberty Project as part of the Mayor's Downtown Activation Plan.	\$0
4.11	Reappropriating 2023 Digital Equity Appropriation - Increase (Seattle Information Technology Department)	This item makes a net-zero change by appropriating \$225,000 to the Seattle IT Operating Fund in the Frontline and Workspace BSL (50410-BO-IT-D0400). This change is needed to ensure revenues and expenditures are correctly recorded in the Seattle IT operating fund. Please see accompanying change request ITD-A11 for the abandonment from the general fund.	\$0

Section 5– Added Capital Projects

	Add Capital Project to the 2023-2028 Adopted CIP	This item adds the following CIP Projects to the 2023-2028 Capital Improvement Program: The Arboretum North Entry Mitigation (MC-PR-61004) project in the Seattle Parks and Recreation Department; the NE 130th St/NE 125th Corridor Improvements (MC-TR-C123) project, and Safe Streets and Roads for All (MC-TR-C125) project in the Seattle Department of Transportation; and Facility Projects Planning (MC-FA-FACPRJPLN) in the Department of Finance and Administrative Services.	
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Section 6– Appropriation Decrease – Capital Budgets

Item #	Title	Description	Amount/FTE
6.1	Abandon OSE Department of Commerce Grant (Department of Finance and Administrative Services)	This item reduces appropriation by \$80,000 in the Finance and Administrative Services Department General Fund FAS Oversight - External Proj BCL (00100-BC-FA-EXTPROJ) to abandon a Department of Commerce grant for a municipal building energy efficiency project that the City was not able to complete.	(\$80,000)
6.2	Abandon Excess Reimbursable Authority Appropriation (Department of Finance and Administrative Services)	This item decreases reimbursable authority appropriation authority by \$7,535 in the Department of Finance and Administration (FAS) Finance & Admin Services Fund General Government Facilities-General Budget Control Level (50300-BC-FA-GOVTFAC). This project has no planned reimbursable work.	(\$7,535)
6.3	Abandon Bonds in Closed Projects (Department of Finance and Administrative Services)	This item decreases appropriation by \$716 in the Department of Finance and Administration (FAS) 2015 LTGO Bond Fund Neighborhood Fire Stations Budget Control Level (36200-BC-FA-NBHFIRE). The funds were budgeted in the Fire Station 26 and Fire Station 29 projects, both of which are closed.	(\$716)
6.4	Abandon Excess Bonds (Department of Finance and Administrative Services)	This item decreases appropriation by \$890 in the Department of Finance and Administration (FAS) 2018 LTGO Bond Fund Neighborhood Fire Stations Budget Control Level (36500-BC-FA-NBHFIRE). This entry corrects the carryforward amount loaded in Questica for Fire Station 32.	(\$890)
6.5	SCL Abandonment of 2022 Carryforward (Seattle City Light)	This item is City Light's 2023 abandonment submission of \$125.8 million. It abandons \$34.2 million of budget from the Power Supply CIP BSL, \$40.5 million of budget from the Transmission & Distribution CIP BSL, \$3.5 million from the Conservation & Environmental CIP BSL, and \$47.6 million of budget from the Customer Focused CIP BSL. These funds are available to abandon due to underspend and/or project completion.	(\$125,817,023)

Item #	Title	Description	Amount/FTE
6.6	Capital Abandonments for Closed CIPs (Seattle Department of Transportation)	This item decreases appropriation authority by \$458,702 in six closed or to be closed CIPs, in the Seattle Department of Transportation, in multiple Budget Control Levels, including: \$1 in 2019 Multipurpose LTGO Fund Major Projects Budget Control Level (36600-BC-TR-19002), \$37 in Unrestricted Cum Reserve Fund Major Projects Budget Control Level (00164-BC-TR-19002), \$3,758 in Transportation Fund Major Projects Budget Control Level (13000-BC-TR-19002), \$452,606 in Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003), \$39,315 in Real Estate Excise Tax 2 Fund Mobility Capital Budget Control Level (30020-BC-TR-19003), \$2,143 in 2016 LTGO Bond Fund Mobility Capital Budget Control Level (36300-BC-TR-19003), \$158 in 2018 LTGO Bond Fund Mobility Capital Budget Control Level (36500-BC-TR-19003), and \$1 in 2018 LTGO Taxable Bond Fund Mobility Capital Budget Control Level (36510-BC-TR-19003).	(\$458,702)
6.7	Arterial Asphalt & Concrete Ph. 2 Abandon Surplus Grant Authority (Seattle Department of Transportation)	This item decreases appropriation authority by \$369,154 in the Seattle Department of Transportation, in the Transportation Fund Major Maintenance/Replacement Budget Control Level (13000-BC-TR-19001) to abandon unneeded grant authority.	(\$369,154)
6.8	Center City Streetcar Connector TNC Appropriation Abandonment (Seattle Department of Transportation)	This item decreases appropriation authority by \$2,345,683 in the Seattle Department of Transportation in the General Fund Mobility-Capital Budget Control Level (00100-BC-TR-19003). This abandonment was determined as part of the 2023 Budget after revised revenue forecasts were announced in November. The City balanced the budget, including Transportation Network Company revenues, including the assumption that SDOT would abandon this budget.	(\$2,345,683)

Item #	Title	Description	Amount/FTE
6.9	2023 Bond Timing Adjustments (Seattle Department of Transportation)	This item adjusts the timing of bond issuances for the Office of the Waterfront & Civic Projects (OWCP) in the 2023 Multipurpose LTGO Bond Fund Office of the Waterfront Budget Control Level (13000-BC-TR-16000). This adjustment will move a total of \$3,712,999 in bond appropriation authority from 2023 to 2024 in two capital projects: Alaskan Way Main Corridor (MC-TR-C072) will move \$712,999 from 2023 to 2024 bond issuance, and Overlook Walk/East West Connections (MC-TR-C073) will move \$3,000,000 from 2023 to 2024 bond issuance. This adjustment will help "right size" the bond issuance to better align with projected spending, resulting in interest expense savings. These funds will be appropriated through the 2024 budget.	(\$3,712,999)
6.10	SDOT Budget System Project Abandonment (Seattle Information Technology Department)	This item decreases appropriation authority by \$768,413 in the Seattle IT Capital Improvement Project BSL (50410-BC-IT-C0700). The Seattle Department of Transportation cancelled this SDOT Budget System Replacement project, therefore, the remaining legal appropriation in this project is no longer needed.	(\$768,413)
6.11	Citywide Contract Management System Abandonment (Seattle Information Technology Department)	This item decreases appropriation authority by \$4,143 in the Seattle IT Capital Improvement Project BSL (50410-BC-IT-C0700). The Citywide Contract Management System project is complete and this is the remaining appropriation.	(\$4,143)
6.12	Data & Telephone Infrastructure Abandonment (Seattle Information Technology Department)	This item decreases appropriation authority by \$1,693,147 in the Seattle IT Capital Improvement Project BSL (50410-BC-IT-C0700). The 2023 bond issuance for the Data Network-Hardware capital project has been reduced, and this abandonment aligns the legal budget in the project with the new bond issuance amount.	(\$1,693,147)

Item #	Title	Description	Amount/FTE
6.13	Technical Adjustment for Library Capital Improvement Plan (Seattle Public Library)	This technical item reduces appropriation authority by \$473,801 in Seattle Public Library, in the 2019 Library Levy Fund Capital Improvements Budget Control Level (18200-BC-SPL) for the Major Maintenance Capital Project. This item is necessary ensure Library budget authority as documented in Questica aligns with budget authority tracked in PeopleSoft.	(\$473,801)
6.14	Abandonment of Authority Related Branch Air Conditioning Projects (Seattle Public Library)	This item decreases appropriation authority by \$1,742,730 in the Seattle Public Library, in the General Fund Library Capital Improvements Budget Control Level (00100-BC-SPL) for the Major Maintenance Capital Project. These funds were appropriated to install air conditioning at the Northeast and Southwest branches. In 2022, Ordinance 126675 appropriated \$1,700,000 in JumpStart Payroll Expense Tax revenues to Seattle Public Library for capital improvements to address the Green New Deal goals, which includes providing cooling centers for Seattle residents such as the Northeast and Southwest branches. The General Fund has been redirected by the City to address other priorities.	(\$1,742,730)
6.15	Abandonments for SPU CIP (Seattle Public Utilities)	This item decreases appropriation authority in 2023 by \$111,118,278 in Seattle Public Utilities across multiple Capital BCLs. The request abandons unneeded CIP budget authority that has been carried forward from the preceding fiscal year. This affects all funds including the Drainage and Wastewater Fund (44010), the Water Fund (43000), and the Solid Waste Fund (45010).	(\$111,118,278)

Item #	Title	Description	Amount/FTE
Section 7 – Appropriation Increase – Capital Budgets			
7.1	Transfer Appropriation from Operating to Capital (Department of Finance and Administrative Services)	This item transfers appropriation authority of \$1,470,875 within the Department of Finance and Administration services, from the Reg Compl & Consumr Protection Budget Summary Level (00100-BO-FA-RCCP) to the FAS Information Technology Sys Budget Summary Level (00100-BC-FA-A1IT). This is a technical transfer and moves the funding into the capital program where the work will be spent. This entry completes the transfer initiated in 2022 (FAS-Q3-1) to a specific Master Project. The transfer will support the technology updates necessary to stabilize the system and increase the number of regulatory areas within the system platform for the Transportation Network Companies (TNC).	\$1,470,875
7.2	Reactivate Preliminary Engineering Project (Department of Finance and Administrative Services)	This item increases appropriation authority by \$629,207 within the Finance and Administrative Services Department in the Real Estate Excise Tax (REET) I Capital Fund Preliminary Engineering Budget Control Level (30010-BC-FA-PRELIMENG). This item reinstates carryforward for an ongoing project active in Peoplesoft. The project funds architectural and engineering services including conceptual planning, design alternative development, and preliminary cost estimating for FAS capital projects and emergent Executive capital initiatives.	\$629,207
7.3	Increase Appropriation for Reimbursable Authority in FAS Project Delivery Services (Department of Finance and Administrative Services)	This item increases reimbursable appropriation authority of \$14,401,086 within the Department of Finance and Administration Services, FAS Project Delivery Services Budget Summary Level (50300-BC-FA-FASPDS). This item will provide reimbursable authority appropriation for the following projects: 1. Seattle Municipal Tower (SMT) 32-33 Seattle City Light (SCL) Tenant Improvements (TI) (\$6,795,094) 2. SMT 30 34 35 36 SCL TI (\$5,491,411) 3. Various smaller projects are included in the 2023 spend plan.	\$14,401,086

Item #	Title	Description	Amount/FTE
7.4	Sidewalk Safety Repair - Appropriate Move Seattle Levy (Seattle Department of Transportation)	This item increases appropriation authority by \$2,000,000 in the Seattle Department of Transportation, in the Move Seattle Levy Fund Major Maintenance/Replacement Budget Control Level (10398-BC-TR-19001). This request is necessary to accelerate the delivery of work in the Sidewalk Safety Repair project (MC-TR-C025), using available fund balance. This item reduces planning assumptions in 2024 by the same amount. The project has capacity to deliver more work in 2023 than the current budget allows.	\$2,000,000
7.5	Arterial Asphalt & Concrete Ph. 2 - Appropriate Move Seattle Levy Funding (Seattle Department of Transportation)	This item increases appropriation authority in 2023 by \$4,977,763 in the Seattle Department of Transportation, in the Move Seattle Levy Fund Major Maintenance/Replacement Budget Control Level (10398-BC-TR-19001), supported by existing fund balance. This will be offset by an equal amount in 2024 planning assumptions for this project. This request is necessary for the Arterial Asphalt & Concrete Phase II project (MC-TR-C033) to fund its remaining planned work for 2023. The project has the capacity to deliver more work in 2023 than the current budget allows.	\$4,977,763

Item #	Title	Description	Amount/FTE
7.6	Fund Center City Streetcar Connector Delivery Assessment (Seattle Department of Transportation)	This item increases appropriation authority by a total of \$1,055,000 in the Seattle Department of Transportation including increasing appropriation authority by \$250,000 in the General Fund Mobility Capital Budget Control Level (00100-BC-TR-19003) and increasing appropriation authority by \$805,000 in the Seattle Transportation Benefit District Mobility Capital Budget Control Level (19900-BC-TR-19003). For the \$250,000 increase in the General Fund, SDOT has submitted a separate transfer request in this legislation. That item reduces the General Fund Mobility Operations Budget Control Level (00100-BO-TR-17003) by \$250,000 so that this item can increase the appropriation authority by the same amount. For the Seattle Transportation Benefit District Budget Control Level, the Department is using existing fund balance of Vehicle License Fees. This item is necessary for the Department to complete a delivery assessment of the Center City Cultural Connector project to determine if the design needs to be updated to reflect the intent of the project.	\$1,055,000
7.7	Radio Reserves Appropriation (Seattle Information Technology Department)	This item increases appropriation authority by \$1,700,000 in the Seattle IT Capital Improvement Project BSL (50410-BC-IT-C0700). During the 2023-2024 Budget Process, Seattle IT abandoned \$5.0M in spending authority to ensure our budget reflected our intent to rebate the GF from the radio reserve. However, the abandonment was inadvertently made in the CIP project when the rebate would be processed out of an O&M project. No revenues are being collected or rebated as a result of this change.	\$1,700,000

Item #	Title	Description	Amount/FTE
7.8	Golf Net Operating Revenue to Capital Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$1,9000,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Debt and Special Funding Budget Control Level (10200-BC-PR-30000). This request is necessary to support the Golf Capital Improvements Project (MC-PR-31005) and will be used towards projects at the four City-owned golf courses (Interbay, Jackson, Jefferson, and West Seattle). This appropriation is supported by Golf revenues received in 2022.	\$1,893,250
7.9	Duwamish Waterway Addition Revenues Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$246,614 in the Seattle Parks and Recreation Department in the Seattle Park Fund Building for the Future -CIP Budget Control Level (10200-BC-PR-20000). This request is necessary to support the Park Land Acquisition & Leverage fund project (MC-PR-21001), and will be used towards the Duwamish Waterways Addition Acquisition project to pay for relocation benefits; building demolition; and other acquisition related items. This appropriation is supported by rental revenues received in 2022.	\$246,614
7.10	MEEP REET Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$135,000 to Seattle Parks and Recreation in the Seattle Parks and Recreation REET I Capital Fund Fix it First-CIP Budget Control Level (30010-BC-PR-40000). This request is necessary to support the Municipal Energy Efficiency Program Project (MC-PR-41030) and will be used to support the energy and emission reduction project underway at Rainier Beach Community Center and Pool. Construction market cost increases are being covered by underspends on other projects. The funds are being transferred to SPR from the FAS REET 1 FAS Oversight-External Projects Budget Control Level (30010-BC-FA-EXTPROJ).	\$135,000

Item #	Title	Description	Amount/FTE
7.11	Add New Arboretum North Entry Mitigation Master Project Appropriation (Seattle Parks and Recreation)	<p>This item increases appropriation authority by \$3,000,000 in the Park Mitigation and Remediation Fund SR520 Mitigation Budget Control Level (33130-BC-PR-60000). This request is necessary to support the newly created Arboretum North Entry Mitigation Project (MC-PR-61004). This ongoing project provides funding for new park development of the WSDOT Peninsula. This project is funded from a settlement agreement (GCB 3564) with the Washington State Department of Transportation (WSDOT), which authorizes the City to complete real property transactions and accepts the mitigation contribution toward the Arboretum North Entry Project, such settlement agreement facilitating WSDOT acquiring the required property rights for bidding the SR 520 Portage Bay Bridge Roanoke Lid Project in 2023. It will be used towards planning and design for a project at Woodland Meadows in the Arboretum. Seattle Parks and Recreation (SPR) and the Arboretum Foundation have a signed MOU regarding this work which formalizes the funding which the Arboretum Foundation will reimburse SPR for monies spent to support early design efforts for a joint capital project at the WPA Woodland Meadows site. The total amount of the settlement is \$22,248,000, with \$3,000,000 appropriated by this action in 2023 for near-term work and the remainder to be appropriated when the work is planned to occur.</p>	\$3,000,000
7.12	Woodland Park Zoo Night Exhibit Interest Appropriation (Seattle Parks and Recreation)	<p>This item increases appropriation authority by \$947,792 in the Fix It First-CIP Budget Control Level (BC-PR-40000). This funding will be used to support the Woodland Park Zoo Night Exhibit Renovation Project (MC-PR-41046) to re-build the exhibit that was substantially damaged by a fire in December of 2016. This project is funded out of insurance proceeds which have been deposited into the Park and Recreation Fund (10200), and this appropriation is supported by the interest earnings on those deposits through 2022.</p>	\$947,792

Item #	Title	Description	Amount/FTE
7.13	Budget Increases to Resolve Negative Capital Carryforwards (Seattle Public Utilities)	This item increases appropriation authority in 2023 by \$3,935,208 in Seattle Public Utilities across multiple Budget Control Levels. The request uses existing CIP appropriation that was carried forward to resolve negative carryforwards in various DPU capital projects. These actions are spread across the Drainage and Wastewater Fund (44010), the Water Fund (43000), and the Solid Waste Fund (45010). A separate item formally abandons excess carried forward appropriation that is unneeded to resolve negative carryforwards.	\$3,935,208
7.14	Major Maintenance Funding (Seattle Parks and Recreation)	This item increases appropriation authority by \$625,612 in the Seattle Parks and Recreation Department in the 2012 LTGO Bond Fund Fix It First Budget Control Level (35600-BC-PR-40000), 2014 LTGO Bond Fund Fix It First Budget Control Level (36100-BC-PR-40000), and 2015 LTGO Bond Fund Fix It First Budget Control Level (36200-BC-PR-40000). This request is necessary to allow SPR to use unspent LTGO Bond Funding to support the Major Maintenance and Asset Management Master Project (MC-PR-41001). These funds are expected to be spent out by the end of the year.	\$625,612
Section 8 – Appropriation Increase – Capital Budgets – Revenue Backed			
8.1	Gates Foundation Reimbursement (Seattle Center)	This change request increases appropriation authority by \$267,973 in Seattle Center, in the Campus Building & Campus Improvement Budget Control Level (11410 BC-SC-S03P01). This appropriation is necessary since Gates Foundation will contribute \$267,973 of revenue for the major maintenance at 5th Avenue Garage.	\$267,973
8.2	Madison BRT - Increase in Mitigation Appropriation (Seattle Department of Transportation)	This item increases appropriation authority by \$250,000 in the Seattle Department of Transportation, in the Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003). This item represents an increase in mitigation funding to account for funds received in lieu of open space via an agreement between the City of Seattle and Fifth & Columbia Investors, LLC.	\$250,000

Item #	Title	Description	Amount/FTE
8.3	New CIP - NE 130th St/NE 125th Corridor Improvements (Seattle Department of Transportation)	<p>This item creates a discrete CIP Project, NE 130th/NE 125th Corridor Improvements (MC-TR-C123), in the Seattle Department of Transportation Mobility Capital Budget Summary Level (BC-TR-19003). This project will establish an east-west multimodal corridor to connect people to the future NE 130th St light rail station by implementing transit reliability, safety, access, bus stop amenities, and pedestrian and bicycle improvements. The project area includes NE 130th St from approximately 1st Ave NE to 5th Ave NE including the NE 130th St I-5 overpass, Roosevelt Way NE from 130th St to 10th Ave NE, and NE 125th St from 10th Ave NE to Lake City Way NE. The CIP is needed in 2023 as the project will start planning work in 2023.</p> <p>This item will increase appropriation authority by \$378,626 in Seattle Department of Transportation's Transportation Fund Mobility-Capital Budget Control Level (13000-BC-TR-19003) in 2023. An additional \$4,123,174 is planned for 2024-2026 for a total of \$4,500,000. \$4,000,000 is supported by an agreement with Sound Transit and \$500,000 from an agreement with King County Metro.</p>	\$378,626
8.4	East Marginal Way Heavy Haul Project - Utility Infrastructure (Seattle Department of Transportation)	<p>This item increases appropriation authority by \$3,000,000 in 2023 in the Seattle Department of Transportation, in the Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003). This request is necessary as the Heavy Haul Network East Marginal Way (MC-TR-C090) Capital Improvement Program includes installation of water and drainage wastewater infrastructure, as well as street lighting, to be reimbursed by Seattle Public Utilities and Seattle City Light respectively. This item is needed in 2023 as the project is in the construction phase and will begin incurring utility infrastructure costs this year.</p>	\$3,000,000

Item #	Title	Description	Amount/FTE
8.5	Increase King County Reimbursable Appropriation Authority per MOA (Seattle Department of Transportation)	This item increases appropriation by \$824,114 in the Seattle Department of Transportation, in the Transportation Fund Major Maintenance/Replacement Budget Control Level (13000-BC-TR-19001). This item increases reimbursement from King County Metro (KCM) for design and construction costs related to the Fairview Avenue North Bridge Replacement project (MC-TR-C045). Construction of the project was completed in 2021, however the request for reimbursable authority was deferred to 2023 due to a delay from KCM in signing the LOU. The increased reimbursable authority from this request is necessary to account for reimbursement from KCM to SDOT now that the agreement is finalized.	\$824,114
8.6	Pike/Pine Partnership funding (PSE) (Seattle Department of Transportation)	This item provides an appropriation increase of \$186,740 for the Office of the Waterfront & Civic Projects (OWCP) to pay expenses in the Transportation Fund Office of the Waterfront Budget Control Level (13000-BC-TR-16000). This request is necessary to add funding from Puget Sound Energy (PSE) to the Pike/Pine corridor improvement scope of the Overlook Walk/East West Connections CIP project (MC-TR-C073). PSE is planning to do utility work in the Pike/Pine corridor while the City's construction is going on the same area, so for cost sharing and schedule efficiencies PSE has agreed to provide funding to the City for panel and ramp paving required for their utility work so the City's contractor can deliver the improvements. PSE's contribution to the Pike/Pine project will be \$186,740 on a one-time basis.	\$186,740

Item #	Title	Description	Amount/FTE
8.7	RapidRide J Reimbursable Appropriation Increase (Seattle Department of Transportation)	This item increases appropriation authority by \$5,053,864 in 2023 in the Seattle Department of Transportation, in the Transportation Fund Mobility-Capital Budget Control Level (13000-BC-TR-19003). The appropriation increase is for the reimbursable work with Seattle City Light to complete the utility upgrades as part of the RapidRide J Line Master Project (MC-TR-C013). An additional \$3,292,023 increase in planning assumptions for 2026 is committed by the University Washington per Memorandum of Agreement.	\$5,053,684
8.8	Arson Insurance Proceeds Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$202,528 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First -CIP Budget Control Level (10200-BC-PR-40000). This request is necessary to accept insurance proceeds into the Major Maintenance and Asset Management Master project (MC-PR-41001) for the re-build of Licton Springs Comfort Station due to arson. Additional future insurance proceeds are expected to come to this project.	\$202,528
8.9	Waterfront LOC Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$150,000 in the Seattle Parks and Recreation Department in the Building for the Future CIP Budget Control Level (10200-BC-PR-20000). This request is necessary to support the Parks Central Waterfront Piers Rehabilitation project (MC-PR-21007) and will be used to support telecom connectivity at Piers 58 and 62. City of Seattle (City) through the Office of the Waterfront and Civic Projects (OWCP) and Recreation (SPR) and Friends of Waterfront Seattle’s (Friends) have a signed Letter of Commitment (LOC) regarding this work which formalizes the funding which Friends will reimburse the City for monies spent. The funding is intended to match City funding on a one-to-one cost share basis (i.e. Friends will cover 50% of the cost) for expenses necessary to provide fiber data services to Piers 58 and 62. Friends’ maximum financial commitment under this letter shall not exceed \$150,000.	\$150,000

Item #	Title	Description	Amount/FTE
8.10	NW Native Canoe Center LOA Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$1,960,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund 2008 Parks Levy Budget Control Level (10200-BC-PR-10000). This request is necessary to support the Northwest Native Canoe Center project (MC-PR-15010), and will be used for capital expenditures related to the design and construction of the Northwest Native Canoe Center. Seattle Parks and Recreation (SPR) and the United Indians of All Tribes Foundation (UIATF) have a signed LOA regarding this work which formalizes the funding which UIATF will reimburse SPR for monies spent on the construction of the Canoe Carving House.	\$1,960,000
8.11	Be'er Sheva In-water Agreement Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$307,244.68 in the Park and Recreation Fund Fix It First -CIP Budget Control Level (BC-PR-4000). This request is necessary to support the Beach Restoration Program project (MC-PR-41006), and will be used towards design, permitting, and construction for the Be'er Sheva Park In-water Restoration Project. Seattle Parks and Recreation (SPR) and the Seattle Parks Foundation have a signed MOA which formalizes the scope of this work.	\$307,245
8.12	Mt. Claire Park Remediation Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$125,000 in the Park and Recreation Fund Fix It First CIP Budget Control Level (10200-BC-PR-4000). This is necessary to accept revenue from a legal settlement within the existing Urban Forestry Green Seattle Partnership Master project (MC-PR-41012) Urban Forestry-Green Seattle Partnership project, and will be used for remediation work and activities to stabilize and replant at Mt. Claire Park. These funds have not been received yet.	\$125,000

Item #	Title	Description	Amount/FTE
8.13	WPA Woodland Meadows Arboretum Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$182,400 in the Park and Recreation Fund Fix It First CIP Budget Control Level (10200-BC-PR-4000). This request is necessary to support the Major Maintenance Backlog Project (MC-PR-41001) and will be used towards planning and design for a project at Woodland Meadows in the Arboretum. Seattle Parks and Recreation (SPR) and the Arboretum Foundation have a signed MOU regarding this work which formalizes the funding which the Arboretum Foundation will reimburse SPR for monies spent to support early design efforts for a joint capital project at the WPA Woodland Meadows site.	\$182,400
Section 9 – Appropriation Transfers – Capital Budgets			
9.1	Transfer Excess Appropriation to Asset Preservation and Fire Facilities (Department of Finance and Administrative Services)	This item transfers appropriation authority of \$571,856 within the Department of Finance and Administration Services, from the General Government Facilities - General Budget Summary Level (30010-BC-FA-GOVTFAC) to the FAS Asset Preservation - Schedule 1 Facilities Budget Summary Level (30010-BC-FA-APSCH1FAC). This item also transfers appropriation authority of \$7,247 within the Department of Finance and Administration Services, from the General Government Facilities - General Budget Summary Level (34440-BC-FA-GOVTFAC) to the FAS Public Safety Facilities Fire Budget Summary Level (34440-BC-FA-PSFACFIRE). This transfer will move excess Real Estate Excise Tax (REET) funding appropriation from a closed project to cover projected overspend in another project that is in closeout. This transfer will also move excess Fire Levy funds from a closed project to an active Seattle Fire Department project.	\$0

Item #	Title	Description	Amount/FTE
9.2	Transfer Reimbursable Authority to Project Delivery Services (Department of Finance and Administrative Services)	This item transfers appropriation authority of \$2,693,352 within the Department of Finance and Administration Services, from the General Government Facilities - General Budget Summary Level (50300-BC-FA-GOVTFAC) to the FAS Project Delivery Services Budget Summary Level (50300-BC-FA-FASPDS). This transfer will move excess reimbursable authority appropriation from a project in closeout to cover overspend in an ongoing project.	\$0
9.3	Transfer Bonds from Closed Projects to Fire Station 31 (Department of Finance and Administrative Services)	This item transfers appropriation authority of \$675,202 within the Department of Finance and Administration Services, from the Public Safety Facilities Police - General Budget Summary Level (36300-BC-FA-PSFACPOL) to the Public Safety Facilities Fire Budget Summary Level (36300-BC-FA-PSFACFIRE). This item also transfers appropriation authority of \$17,034 within the Department of Finance and Administration Services, from the General Government Facilities Budget Summary Level (36300-BC-FA-GOVTFAC) to the Public Safety Facilities Fire Budget Summary Level (36300-BC-FA-PSFACFIRE). Lastly, this item transfers appropriation authority of \$247,687 within the Department of Finance and Administration Services, from the Neighborhood Fire Stations Budget Summary Level (36500-BC-FA-NBHFIRE) to the Public Safety Facilities Fire Budget Summary Level (36500-BC-FA-PSFACFIRE). The transfer moves bonds out of closed projects to a current project that can use the funds.	\$0

Item #	Title	Description	Amount/FTE
9.4	Transfer REET to Asset Preservation (Department of Finance and Administrative Services)	This item transfers appropriation authority of \$59,814 within the Department of Finance and Administration Services, from the Public Safety Facilities Police - General Budget Summary Level (30010-BC-FA-PSFACPOL) to the Asset Preservation - Schedule 2 Facilities Budget Summary Level (30010-BC-FA-APSCH2FAC). The transfer will move remaining Real Estate Excise Tax (REET) funding from a closed project to the Asset Preservation Program to establish contingency funding for emergent needs and/or unanticipated resource shortfalls.	\$0
9.5	Digital Grid (Seattle City Light)	This item reallocates \$1.0 million within the Transmission & Distribution CIP BSL. Funding is needed for the Digital Grid system to build out communication equipment for the Denny Network which did not have funding in the 2023 budget. City Light is working with Seattle IT to upgrade servers and software that operate the network communications. Funding is available from the Denny Substation - Network due to staffing shortages and a shift to higher priority work.	\$0
9.6	Broad Street Substation Network (Seattle City Light)	This item reallocates \$2.0 million within the Transmission & Distribution CIP BSL. Funding is needed for the Broad Street Substation Network for costs associated with several cable failures that, due to labor increases and higher than anticipated inflation costs on materials, are higher than budgeted. Funding is available from the Denny Substation - Network due to staffing shortages and a shift to higher priority work.	\$0
9.7	University Substation Network (Seattle City Light)	This item reallocates \$1.0 million within the Transmission & Distribution CIP BSL. Funding is needed for the University Substation Network to cover the costs of work in the network due to adding and upsizing equipment as developers are building larger buildings due to new zoning changes. Funding is available from the Denny Substation - Network due to staffing shortages and a shift to higher priority work.	\$0

Item #	Title	Description	Amount/FTE
9.8	Underground Outage Equipment Replacement (Seattle City Light)	This item transfers appropriation authority in the amount of \$4.0 million from the Transmission & Distribution CIP BSL to the Customer Focused CIP BSL. This transfer is needed for the underground outage equipment replacement project due to increases in outages caused by failed switches and cables. In addition, several ducts were damaged that needed repair. Funding is available from the Pole Replacement program as current funding levels support the pole replacement goal utilizing current staffing levels.	\$0
9.9	Small Service Connections (Seattle City Light)	This item transfers appropriation authority in the amount of \$1.0 million from the Transmission & Distribution CIP BSL to the Customer Focused CIP BSL. This transfer is needed for customer connections (small). Due to inflation and increases in labor rates, costs are higher than budgeted (the actual number of requests has not increased significantly). Funding is available from the Pole Replacement program as current funding levels support the pole replacement goal utilizing current staffing levels.	\$0
9.10	Major Emergency (Seattle City Light)	This item transfers appropriation authority in the amount of \$3.0 million from the Transmission & Distribution CIP BSL to the Customer Focused CIP BSL. This transfer is needed for the Major Emergency project to cover costs from three storms at the end of 2022 that are causing the project to go over by \$1.8 million (this was reported in the 4c memo). This overspend carried forward into 2023 and reduced the budget available this year. Funding is available from the Pole Replacement program as current funding levels support the pole replacement goal utilizing current staffing levels.	\$0

Item #	Title	Description	Amount/FTE
9.11	Medium Service Connections (Seattle City Light)	This item reallocates \$5.0 million within the Customer Focused CIP BSL and transfers appropriation authority in the amount of \$1.0 million from the Transmission & Distribution CIP BSL to the Customer Focused CIP BSL. This funding is needed to cover costs for medium service connections which have increased due to higher costs for materials and labor (the number of connections has not increased significantly). Funding is available from the transmission reliability project as work is deferred to higher priority work due to staffing shortages. Funding is also available from local transportation driven relocations as schedules have changed and relocations have been deferred by the customer.	\$0
9.12	Dallas Ave 26kV Crossing (Seattle City Light)	This item reallocates \$3.0 million within the Transmission & Distribution CIP BSL. Funds are needed for the Dallas Ave 26 kV Crossing project. With ongoing growth and future electrification loads added to the system in this area, additional circuits need to be installed to maintain adequate reliability. Funds are available from the underground equipment replacement program due to several deferrals at several locations.	\$0
9.13	Transmission Line Inductors (Seattle City Light)	This item reallocates \$3.5 million within the Transmission & Distribution CIP BSL. Funding is needed for the Transmission Line Inductor project to cover the costs of a construction bid coming in \$1.1 million higher than anticipated. In addition, SDOT's forecast for street improvements increased by \$1.1 million (\$1.4 million to \$2.5 million). Funds are available from the substation transformer replacement project due to the deferral of a transformer purchase until January 2024.	\$0

Item #	Title	Description	Amount/FTE
9.14	New CIP - Safe Streets & Roads for All Program (Seattle Department of Transportation)	This item creates a new discrete CIP Project, Safe Streets and Roads for All (MC-TR-C125), in the Seattle Department of Transportation Mobility Capital Budget Summary Level (BC-TR-19003). This project will design and construct a variety of proven low-cost, high-impact safety improvements such as protected bicycle lanes, sidewalks, leading pedestrian internals, marked crosswalks, and traffic calming tools like speed cushions. The CIP is needed in 2023 as the project will start planning and design work this year. This change also transfers \$11,250 of REET II from Vision Zero (30020 MC-TR-C064) to the new CIP Project to support grant match requirements. Additional future year transfer assumptions from the Vision Zero CIP project will support further grant match requirements. Funds from this transfer will remain for their original Vision Zero purposes, otherwise.	\$0
9.15	Transfer for Judkins Park Station Access Project - PMP-New Sidewalks (Seattle Department of Transportation)	This item transfers \$140,000 of appropriation authority between projects in the Move Seattle Levy Mobility Capital BSL (10398-BC-TR-19003) and transfers \$50,000 of appropriation authority from the Move Seattle Levy Major Maintenance/Replacement BSL (10398-BC-TR-19001) to the Move Seattle Levy Mobility Capital BSL (10398-BC-TR-19003). \$140,000 is being transferred from PMP - Crossing Improvements to PMP - New Sidewalks and \$50,000 is being transferred from BMP - Urban Trails & Bikeways to PMP - New Sidewalks. This transfer is needed to fund 2023 costs related to the Judkins Park Station Access Project. This item amends the following CIP projects: Pedestrian Master Plan (PMP) - Crossing Improvements (MC-TR-C061), Pedestrian Master Plan - New Sidewalks (MC-TR-C058), and Bike Master Plan (BMP) - Urban Trails and Bikeways (MC-TR-C060).	\$0

Item #	Title	Description	Amount/FTE
9.16	Urban Forestry Capital Establishment Transfers (Seattle Department of Transportation)	This item transfers appropriation authority in the amount of \$1,047,969 from multiple Seattle Department of Transportation Capital Budget Summary Levels to the Seattle Department of Transportation Major Maintenance/Replacement Budget Summary Level (BC-TR-19001) for the Urban Forestry Capital Establishment CIP (MC-TR-C050). The transfer allocates budget in the Urban Forestry Capital Establishment CIP to pay for capital establishment tree costs related to the watering, irrigation, and monitoring of new landscaping elements installed as part of the contributing capital projects. It will allow the capital projects to close in a timely manner, while ensuring the support to complete the projects' three-year capital establishment for trees and associated planting. This change is not net-zero. This transfer will result in a projected increase of \$537,918 to Move Seattle Levy (10398) fund balance, \$44,878 to REET II Capital Fund (30020) fund balance, and \$23,370 to Transportation Benefit District Fund (19900) fund balance. These increases to fund balances are implemented to support future costs to capital tree establishment in these projects. The assumed spending in future years totals \$598,376 and will be identified in the upcoming Proposed 2024-2029 CIP.	(\$598,376)
9.17	Golf Master Plan Fund Transfer (Seattle Parks and Recreation)	This item transfers appropriation authority in the amount of \$625,612 in the Seattle Parks and Recreation Department from the 2012 LTGO Debt and Special Funding Budget Control Level (35600-BC-PR-30000) to the Unrestricted Debt and Special Funding Budget Control Level (00164-BC-PR-30000). This is necessary to ensure City Bonds are spent down in a timely fashion. Note: this also transfers funding from the 2014 LTGO Bond Fund (36100) and the 2015 LTGO Bond Fund (36200). The funding in the Cumulative Reserve Unrestricted Fund (00164) is supported by fund balance.	\$0

Item #	Title	Description	Amount/FTE
9.18	First Hill Streetcar Repair Attachment A BSL Correction (Seattle Department of Transportation)	This item transfers appropriation authority in the amount of \$850,000 from the Seattle Department of Transportation Seattle Streetcar Operations Fund Major Projects Budget Control Level (10800-BC-TR-19002) to the Seattle Streetcar Operations Fund Major Maintenance/Replacement Budget Control Level (10800-BC-TR-19001). This transfer corrects a Budget Summary Level error in Ordinance 126725 Attachment A - 2023 Appropriations by BCL. Please note that the information in the published 2023 Adopted Budget book and the 2023 Adopted CIP is correct; this item only changes Attachment A to bring it into alignment with the other documents.	\$0
Section 10 – Position Adds			
10.1	Nutrition Program Contracting Support (Human Services Department)	This item creates 2 full-time positions in the Human Services Department. These Sr. Grants & Contracts Specialist positions will support the expanded body of work associated with increased funding for senior nutrition programs including contract monitoring and technical assistance with providers. The positions will be funded with existing grant resources in HSD's budget.	2.0
10.2	Federal Grants Management Unit Capacity (Human Services Department)	This item creates 1 full-time position in the Human Services Department. This Funding Project Agreement Coordinator position will support grant compliance in the Federal Grants Management Unit. This position will help ensure HUD grant requirements are met, support audit response, and manage grant funded service contracts. The position will be funded with existing grant budget resources.	1.0

Item #	Title	Description	Amount/FTE
10.3	Add Weatherization Intake Staffing Support (Office of Housing)	This item creates 1 full-time, grant-funded, Administrative Specialist II position in the Office of Housing. This position will be responsible for intake staffing support for the weatherization program. The grant supporting the position is made through the Department of Energy's implementation of the Bipartisan Infrastructure Law (BIL) and will be used to provide weatherization services to low-income households. The period of performance for this grant is from September 1, 2022 to June 30, 2027.	1.0
10.4	SDOT Staffing Needed to Support Existing Commitments (Seattle Department of Transportation)	This item creates 6.0 FTE positions in the Seattle Department of Transportation (SDOT). Currently, these positions are contract-in positions - 5 are in the Transportation Operations Division (TOD) and 1 is in the Finance and Administration Division (FAD). SDOT depends on these 6 contract-in positions to provide essential services to the community and to deliver projects approved by voters (e.g., Levy to Move Seattle, Seattle Transit Measure). These positions are set to expire in 2023, although full funding for these positions is available in SDOT's 2024 base budget.	6.0
10.5	Finish Strong on the Levy - New Position Requests (Seattle Department of Transportation)	This item creates 39.0 FTE positions in the Seattle Department of Transportation (SDOT) to add additional crew and project management capacity to finish strong on the levy. This request is for sunset pockets that will expire when the Levy work concludes. Since these positions will be using existing Levy to Move Seattle budget, SDOT is only requesting position authority with no additional appropriation.	39.0

Item #	Title	Description	Amount/FTE
10.6	SDOT Emergency Positions (Seattle Department of Transportation)	This item creates 11.0 FTE sunset positions in the Seattle Department of Transportation (SDOT) to create an additional crew to support SDOT work on curb ramp restoration and on utility cut restoration under a three-year pilot program. This request was initially approved in the 2023 Budget as term-limited positions. However, since that time, the Seattle Department of Human Resources has advised that these positions should be created as permanent with a sunset date rather than as term-limited assignments. The costs would be reimbursed through agreements with the utilities.	11.0
10.7	Position Authority for Public Disclosure Unit (Seattle Police Department)	This item creates 4 full-time positions (3 Management Systems Analysts and 1 Senior Management Systems Analyst) in the Seattle Police Department. The positions will be responsible for addressing the ongoing public disclosure workload in the SPD Legal Section. These positions will help alleviate the increasing volume of Public Disclosure Requests (PDRs) the Seattle Police Department receives and will assist in aligning staff workload more closely with all other City Departments that process similar requests. There is no corresponding appropriation item for these positions. Two of the Management Systems Analyst positions will sunset in 2024.	4.0

Item #	Title	Description	Amount/FTE
10.8	Position Authority for Strategic Brand & Marketing Manager (Seattle Police Department)	This item creates 1 full-time position (Strategic Advisor 2) in the Seattle Police Department. In order to share the work being led by Mayor Harrell and the City of Seattle, the Seattle Police Department needs a Strategic Brand & Marketing Manager who will assist with developing and implementing a new values-based recruitment brand and marketing campaign for SPD, as well as other branding related initiatives for the City. This position is responsible for the overall creative content strategy and development of the Recruitment Marketing plan and will report to the Executive leadership team. A temporary assignment request (TA #100261) was submitted in April 2023 for this position, but given the ongoing nature of this body of work, a permanent position is being requested to ensure continual support of the department's recruitment and retention efforts. There is no corresponding appropriation item for this position, as it will be funded by the recruitment and retention project that was approved in the 2023 - 24 adopted and endorsed budget. The position will sunset at the end of 2024.	1.0

Item #	Title	Description	Amount/FTE
10.9	Position Authority for Performance Management StratAdvsr II (Seattle Police Department)	This item creates 1 full-time position (Strategic Advisor 2) in the Seattle Police Department. The position will be responsible for supporting employee retention, management, and development efforts. This work is currently being performed by 1 Term-Limited Temporary (TLT) employee. The TLT position was originally granted in 2019 to provide SPD with a dedicated resource to transition employees onto the city's new E3 performance management system. A permanent position will allow for continuation of this work- specifically the onboarding of sworn employees to the E3 system, once it has been bargained- as well as expansion of the program into unexplored areas such as mentorship and coaching for employees. It will also be critical for re-evaluating the antiquated legacy Performance Appraisal System (PAS) currently being used for sworn performance management. Funding for this position was approved in the 2023 - 24 adopted and endorsed budget in connection with the Recruitment and Retention project (SPD-101); however, position authority for the position was not added at that time. The position will sunset at the end of 2024.	1.0

Item #	Title	Description	Amount/FTE
10.10	Alternative Response Pilot Program (Community Safety and Communications Center)	This item increases appropriation authority by \$1,588,531 in the Community Safety and Communications Center Budget Control level (BO-CS-10000). This request is necessary to pay for the Alternative Response Pilot Program including facilities, vehicles, and personnel. The Mayor’s Office and City Council have worked collaboratively to envision an alternative response program for the City of Seattle. The program will help redirect 911 calls through prioritization and dispatch resources specific to the incident. This program will set up three teams which include mental health professionals to respond to non-emergency situations. These responders will alleviate strains on other public safety resources by responding to low acuity calls with a mental and behavioral health nexus, and divert people experiencing a crisis from being incarcerated or sent to the emergency room.	10.0
10.11	HR Sunset Position (Legislative Department)	This item is a pocket add only of a sunset position in the Legislative Department, HR Finance Division, Departmental Indirect Costs Budget Control Level LEG - PO-LG-G2200. The Legislative Department will absorb the cost of the position in 2023 and the first quarter of 2024, and no additional budget is required.	1.0
10.12	Staffing Monitoring of the Consent Decree (Office of Inspector General for Public Safety)	This item adds a 1.0 FTE Strategic Advisor 2 and 2.0 FTE Strategic Advisor 1 positions to The Office of the Inspector General for Public Safety (OIG) General Fund (OIG-BO-IG-1000) Budget Control Level. This request is necessary as party of United States vs City of Seattle which was settled in 2012 when the city and the Department of Justice entered into a settlement agreement (“Consent Decree”). Since 2012 the Consent Decree has required certain specific actions by the City and Seattle Police Department (SPD). These 3 FTE positions will be assuming the federal monitor's oversight and assessment work as these duties are transferred to the OIG from the United State Department of Justice. A reserve in Finance General for consent decree monitoring is reduced to fund this appropriation to OIG.	3.0

Item #	Title	Description	Amount/FTE
10.13	Add Position for New Landlord Tenant Programs (Seattle Department of Construction and Inspections)	This item creates one full-time Code Compliance Analyst position in the Seattle Department of Construction and Inspections. This position will support the higher-than-expected workload from the Economic Displacement Relocation Assistance program and the late fee limit legislation (CB 120541) that passed Council in 2023.	1.0



Council Bills 120617 & 120618: Midyear Grant Acceptance & Supplemental Budget Ordinances

EDIN SISIC, ANALYST & ALY PENNUCCI, DEPUTY DIRECTOR
FINANCE & HOUSING COMMITTEE
7/19/2023

Budget Adjustments to Date

Fund	2023 Adopted	Adjustments as of 7/01/23	Revised Budget 7/01/2023	Percent Increase
General Fund	\$1,606 M	\$186 M	\$1,792 M	12%
Other Funds	\$5,828 M	\$1,894 M	\$7,722 M	33%
Total:	\$7,434 M	\$2,080 M	\$9,481 M	28%

CB 120618 – Midyear Supplemental

- Second comprehensive supplemental budget legislation in 2023
- Mid-year appropriation, position, and capital project changes to meet needs that are assumed to be unforeseeable when 2023 budget was adopted
- Would decrease City budget by \$138.9 million & add 81 FTE's
 - Technical abandonments (appropriation reductions) totaling \$229.7 million
 - \$86.8 million budget increase after adjusting for technical reductions
 - \$16.9 million General Fund increase

CB 120618 – Midyear Supplemental – cont'd

Summary of Funding for GF Appropriation Increases

Item	Amount	Funding Source
One-Time Appropriations		
Judgement & Claims Fund Transfer	\$14.0 M	Reduce planning reserves
Downtown Activation Plan	\$2.2 M	Offsetting reductions
Downtown Business Improvement Area	\$0.5 M	Reimbursement via DBIA MOU
Dir. of Strategic Initiatives Backfill	\$0.3 M	DOJ Reimbursement
CIP Appropriation Reductions	\$(4.5) M	
One-Time Appropriations Subtotal	\$12.5 M	
Ongoing Appropriations		
911 Call Data Recorded Integration	\$1.5 M	911 Excise Tax Revenue Offset
Insurance Premium Renewals	\$1.5 M	Offsetting reductions
CSCC Vacancy Assumptions and Consultant Costs	\$1.1 M	911 Excise Tax Revenue Offset
Other Proposals	\$0.3 M	Offsetting reductions
Ongoing Appropriations Subtotal	\$4.4 M	
GF Total	\$16.9M	

CB 120618 – Midyear Supplemental – cont'd

FTE Position Requests by Department

Department	Number of FTEs
Seattle Department of Transportation	56
Community Safety and Communications Center	10
Seattle Police Department	6
Human Services Department	3
Office of Inspector General for Public Safety	3
Office of Housing	1
Legislative Department	1
Seattle Department of Construction and Inspections	1
Total FTE Proposals	81

CB 120618 – Midyear Supplemental – cont'd

Pre-Introduction Changes

- Sworn Salary Savings Proviso Modification
 - *Current Proviso*: Restricts 2023 appropriations for sworn personnel salary and benefits to only be used to pay SPD's recruits and sworn officers
 - *Proposed Modification*: Authorize up to \$815k to develop and integrate into SPD's new online reporting system, and pay for unbudgeted sworn officer overtime expenses
- \$50k GF to the Office of Sustainability & the Environment for the Living Hotels Ordinance
 - Ordinance would support the State Environmental Policy Act work or other incurred costs to research and prepare draft legislation known as the "Living Hotels Ordinance"

CB 120618 – Midyear Supplemental – cont'd

Policy Considerations/Issues

- Downtown Activation Plan (DAP)
- Center City Streetcar Connector
- SPD Civilian Positions Vacancy Savings
- Reducing 2023 Transfer from the Jumpstart Fund to the GF

CB 120617 – Midyear Grant

- Second comprehensive grant acceptance and appropriation legislation in 2023
- Would authorize City departments to accept \$126.4 million and appropriate \$23.8 million from external sources
 - \$99.5 million acceptance (79 percent) is funding from Federal Transit Authority & Federal Highway Administration for SDOT's Capital Improvement Program (CIP) projects
 - \$15 million acceptance from FTA to Seattle Center to support work to design and modify Seattle Center Monorail Station

Next Steps in Budget Process

- August 2: Second Committee hearing and possible vote on CB's 120617 & 120618
 - Amendment requests due July 24th by noon
- August 8: Final action on CB's 120617 & 120618 at the City Council meeting
- Late September: Mayor's Proposed 2023-2024 Budget
 - Likely to include year-end supplemental adjustment and grant acceptance & appropriation bills

Questions?

July 18, 2023

MEMORANDUM

To: Finance & Housing Committee
From: Edin Sisic, Analyst & Aly Pennucci, Deputy Director
Subject: Council Bill 120618: Mid-year Supplemental Budget Ordinance

On July 19, 2023, the Finance & Housing Committee (Committee) will discuss [Council Bill \(CB\) 120618](#), which would amend the City’s 2023 Budget.

This memo provides (1) background on budget adjustments to date; (2) describes CB 120618; (3) identifies potential issues and options for the Committee’s consideration; and (4) describes next steps in the budget adjustment process for 2023.

Most of the proposed adjustments in CB 120618 are technical in nature, and several present a policy choice that the Council may consider alternatives for. The key policy choices before the Council embedded in this legislation include accepting, modifying, or rejecting the following proposals:

1. Reprioritizing existing resources to implement components of the Downtown Activation Plan (DAP) in 2023. In addition, the memo includes a discussion of other budget actions the Executive is taking within their existing budget authority and future actions to implement the DAP that may have budgetary impacts.
2. Reprioritizing existing resources to continue work on the Center City Streetcar Connector
3. Using vacancy savings from civilian positions in the Seattle Police Department’s (SPD) 2023 budget to pay for new ongoing civilian positions.
4. Legislating a reduction to the 2023 JumpStart Fund transfer to the General Fund (GF).
5. Modifying the proviso to allow SPD sworn officer salary savings to be used for overtime and to fund a new technology project.

Background – Approved Budget Adjustments to Date

As shown in *Table 1 (2023 Revised Budget-to-Date)*, as of June 6, 2023, a combination of automatic and Council- approved budget adjustments have increased the City’s 2023 Adopted Budget by \$2.1 billion or 28 percent.

Table 1. 2023 Revised Budget-to-Date

Fund	2023 Adopted	Adjustments as of 7/01/2023	Revised Budget 7/01/2023	Percent Increase
General	\$1,606 M	\$186 M	\$1,792 M	12%
All Other	\$5,828 M	\$1,894 M	\$7,722 M	33%
Total	\$7,434 M	\$2,080 M	\$9,481 M	28%

Most of the \$2.1 billion increase is from legislation and automatic carryforwards described in the [Central Staff memo](#) for the 2022 Carryforward Bill ([Ordinance 120572](#)), which Council passed on May 23, 2023. The remainder (\$2.4 million) is from legislation passed subsequently, including:

- [Ordinance 126806](#) – Appropriated \$1.1 million from the GF, for a four percent contract wage increase for 100 members of the Parking Enforcement Officers’ Guild.
- [Ordinance 126796](#) – Appropriated \$900,000 in Seattle Public Utilities’ Solid Waste Fund for legal, efficient, and equitable disposition of garbage, known as residuals, collected by the County but sorted and processed within the City of Seattle.
- [Ordinance 126825](#) – Added three new FTE positions and appropriated \$373,000 in the Construction and Inspection Fund to implement the tree protection legislation.

CB 120618 – 2023 Mid-year Supplemental Ordinance

CB 120618 is the second comprehensive supplemental budget legislation transmitted by the Executive in 2023, proposing mid-year appropriation, position, and capital project changes to meet needs that are assumed to be unforeseeable¹ at the time the 2023 budget was adopted in November 2022. Overall, this legislation would decrease the 2023 revised budget by \$138.9 million and would add 81 positions. The appropriation decrease is primarily due to technical changes which abandon \$229.7 million of capital budget appropriations. After adjusting for these technical reductions, this bill would increase the budget by \$86.8 million.

The City faces a long-term structural budget deficit, where General Fund (GF) expenditures are outpacing GF revenues. At the [May 17, 2023, meeting of the Committee](#), Central Staff updated the Committee on the GF financial status following the April economic and revenue forecast prepared by the Office of Economic and Revenue Forecasts, and included key updates to expenditure projections based on best available information at the time. At that time, Central Staff estimated that an additional \$31.8² million in GF resources are available, compared to what was adopted in the 2023 budget, however, the average operating GF deficit in 2025 and 2026 increased from \$212 million per year, to \$224 million per year. With this deficit in mind, the next section of this memorandum describes the proposed GF changes and how they are funded.

¹ RCW 35.32A.060 allows appropriating “from the emergency fund, or other designated funds, an amount sufficient to meet the actual necessary expenditures of the city for which insufficient or no appropriations have been made due to causes which could not reasonably have been foreseen at the time of the making of the budget”.

² This figure is calculated after an assumed reduction to the amount of JumpStart Funds transferred to the GF in 2023. While the \$31.8M GF resource is not currently programed, these funds may be needed to address shortfalls in the JumpStart Fund in 2024 based on the most recent revenue forecast and to address cost increases in GF expenditures in 2024 that were unanticipated at the time the Council endorsed the 2024 budget, including the cost to cover the increases in insurance premiums discussed later in this memo.

General Fund Review

CB 120618 would increase the 2023 GF budget by \$16.9 million, which is the net effect of new GF spending proposals, abandonments of carryforward grant-backed appropriations, and transfers of resources to non-GF funds. However, after accounting for the Executive estimated GF revenue increase of \$3.3 million³ and the \$14.0 million unappropriated GF Planning Reserves transfer to the Judgement and Claims Fund, there would be a positive net-change to the GF balance of \$359,000. All GF increases, abandonments, and transfers are described in the tables below.

Table 2: GF Increases

Item	Department	Amount
Judgement and Claims Fund Transfer	Finance General (FG)	\$14.0M
<p><u>Description:</u> \$14.0 million increase in Finance General (FG) from the unappropriated GF Planning Reserves to pay for anticipated Judgement and Claims settlement costs. The ‘Planning Reserves’ for the GF includes amounts that are intended to be budgeted in the future but are not yet part of the budget due to legal or other planning considerations, as determined by the Executive. Because the Planning Reserves are not appropriated, this reads as an overall increase in GF spending compared to 2023 Adopted Budget. In June, CS and CBO recommended exploring the creation of an appropriated risk reserve for this purpose, which would make it clear in the future, that these resources had already been provided for in budget planning decisions last fall, and would not be reflected as a net mid-year increase.</p>		
Mayor’s Downtown Activation Plan	Office of Economic Development (OED)	\$2.2M
<p><u>Description:</u> \$2.2 million increase in OED to implement a one-time expansion of cleaning services and to provide continued support for community engagement, strategic planning, and project delivery of the Downtown Activation Plan (DAP). These appropriations are balanced by other reductions in GF spending included in CB 120618. If these investments are not a priority for the Council, these funds could be redirected for other one-time uses in 2023. For additional context regarding DAP see the ‘Policy Considerations’ section towards the end of this memo.</p>		
911 Call Data Recorder Integration with Computer Aided Dispatch & Radio Network	Community Safety and Communications Center (CSCC)	\$1.5M
<p><u>Description:</u> \$1.5 million increase in CSCC to update 911 Call Data Recorder Integration with Computer Aided Dispatch and Radio Network. This project would upgrade the CSCC’s recording technology and integrate it with the Puget Sound Emergency Radio Network (PSERN) to which King County public safety agencies are in the process of transitioning. The upgrade would be consistent with similar recent upgrades at SPD and SFD. The project would improve the operational efficiency of the CSCC’s current network by enabling keyword searches and more targeted quality assurance review. In addition, it would improve call-data aggregation technology that is currently manual and help reduce the current backlog in the CSCC’s provision of requested records to the Office of Police Accountability. This funding would be from the City’s 9-1-1 excise tax revenues, which are held in escrow by King County and disbursed as requested and permissible by statute.</p>		

³ This new revenue was not assumed in the 2023 Budget or the April revenue forecast; it is necessary to support specific appropriations in ORD 120618, including revenues from the City’s 9-1-1 excise tax revenues and for appropriations for services that the City will reimbursed for (these items are described later in the memo).

Item	Department	Amount
Insurance Premiums Renewals for 2023	FG	\$1.5M
<p><u>Description:</u> \$1.5 million increase in FG for higher insurance renewal premium costs. In total, this represents a 10.5 percent increase to GF insurance premiums, which will total an estimated \$14.3 million in 2023. This reflects an ongoing cost increase for the City’s insurance premiums and must be funded.</p>		
Dual Dispatch Pilot Program	CSCC	\$1.6M
<p><u>Description:</u> \$1.6 million reserves transfer from FG reserves to CSCC for the City’s dual dispatch pilot program, including personnel, facilities, and vehicles. The Mayor’s Office and City Council have worked collaboratively to envision an alternative response program for the City of Seattle, which the Executive projects will begin in October. This program will set up three teams which include mental health professionals to dually respond to non-emergency situations. These responders will alleviate strains on other public safety resources by responding to low acuity calls with a mental and behavioral health nexus, with the goal of diverting people experiencing a crisis from being incarcerated or sent to the emergency room. The FG reserve is an ongoing resource to support these positions. The proposed FTE increases are further described in the ‘Position Changes’ section of this memo.</p>		
CSCC Vacancy Assumptions & Consultant Costs	CSCC	\$1.1M
<p><u>Description:</u> \$1.1 million increase in CSCC to support call taker salaries and consultant costs related to the CSCC’s establishment as an independent department. Previously, the time needed to onboard a new CSCC call-taker was six to nine months, and in 2023 the range has been three to six months, so the department’s projected vacancy savings are significantly lower. The request also includes funding for a consultant engagement that will examine CSCC’s technology and staffing needs. This funding would be from the City’s 9-1-1 excise tax revenues, which are held in escrow by King County and disbursed as requested and permissible by statute.</p>		
MOU for services provided to Downtown Business Improvement Area (BIA)	SPD	\$525,000
<p><u>Description:</u> \$525,000 increase in SPD to enhance police presence, safety, and protection of the public, businesses, and property owners within the BIA boundaries. The term of this contract runs from July 1, 2022, to June 30, 2023. The BIA will reimburse the City for these services in 2023.</p>		
HSD Transfer for the Third Avenue Project	Human Services Department (HSD)	\$530,000
<p><u>Description:</u> \$530,000 transfer within HSD, to fund the continuation of the Third Avenue Project (TAP) through the end of 2023. HSD has used approximately \$2.4 million from underspend in other programs since late 2022 to contract with the organization Purpose, Dignity, Action (PDA) and their subcontractors to implement TAP, a public safety initiative along Third Avenue that prioritizes outreach and relationship-building to connect underserved people with help and services, enlisting downtown businesses as stakeholders in this effort. PDA was only funded through September 2023, so this increase will allow work to continue through the end of the year. According to the Executive, \$530,000 is available in the Addressing Homelessness budget due to 2022 GF underspend in HSD’s contract with King County Regional Health Authority (KCRHA). To date, TAP’s only funding has been from one-time appropriations due to underspending in other programs. Therefore, continuation of this program into 2024 would require identifying additional funds.</p>		

Item	Department	Amount
Staffing Monitoring of the Consent Decree	Office of Inspector General (OIG)	\$405,000
<u>Description:</u> \$405,000 transfer from FG reserves to OIG for three new FTE positions related to the 2012 United States Department of Justice (USDOJ) and the City of Seattle settlement agreement, also known as the Consent Decree. These three FTE positions will be assuming the federal monitor's oversight and assessment work as these duties are transferred from USDOJ to OIG.		
Director of Strategic Initiatives Backfill	SPD	\$256,000
<u>Description:</u> \$256,000 increase in SPD for reimbursement of personnel costs for the Executive Director of Strategic Initiatives position. The incumbent employee is participating in a USDOJ fellowship that will run through December 5, 2023. The reimbursement amount will be used to fund the position backfill until the incumbent returns to SPD.		
Center City Connector	SDOT	\$250,000
<u>Description:</u> \$250k GF increase in Seattle Department of Transportation (SDOT) to complete a delivery assessment of the Center City Streetcar Connector to update cost estimates and develop a financial plan for the project. There is an additional increase of \$805k from Seattle Transportation Benefit District fund balance (vehicle license fee revenue) for a total of \$1.1 million for this assessment. Development of the Center City Streetcar Connector was paused in 2018, as a result of higher-than-anticipated costs and issues with vehicle procurement and has remained on hiatus during the Covid pandemic. The 2023-2028 Adopted CIP identifies a total project cost of \$237 million, including \$77 million of federal grant funds (FTA Small Starts) and an unsecured funding gap of \$93 million. Currently, there is no funding plan to address the increased operational costs of the Center City Streetcar Connector.		

Appropriation Reductions: CB 120618 would reduce \$4.5 million of GF appropriations, which partially offsets the additions described above. These reductions include a cumulative \$363k abandonment of grant-backed authority that is no longer necessary, and funding shifts from GF to other funding sources, as described in Table 3.

Table 3: GF Reductions

Item	Department	Amount
Branch Air Conditioning Projects	Seattle Public Library	(\$1.7M)
<u>Description:</u> \$1.7 million decrease to Seattle Public Library for the installation of air conditioning at the Northeast and Southwest branches. This funding was originally added by the Council in the 2022 Adopted Budget as a climate adaptation measure. In 2022, the Executive instructed SPL to hold the spending of the \$1.7 million GF for air conditioning as one of many "spending holds" on GF appropriations identified as necessary to end 2022 in balance. Because of this hold, in August 2022, Council allocated \$1.7M of JumpStart funds in the legislation that allocated JumpStart Green New Deal funds via Ordinance 126675.		
It is not entirely clear if both the GF and JumpStart funds are necessary to move forward with the air conditioning work at the Northeast and Southwest branches given that there were other reductions in funding for the CIP project in the 2023 Adopted Budget. The Executive's proposal to cut \$1.7M of GF now presumes that it is not needed for the project and the \$1.7M GF was not needed to end the 2022 fiscal year in balance. The administrative hold limited the Council's ability to repurpose those funds which should be considered if administrative spending holds are proposed by the Executive in the future.		

Item	Department	Amount
Though not a one for one proposal, this reduction enables the Executive to propose new GF spending to implement the Downtown Activation Plan. Given that the most recent revenue forecast for the City projects a deficit in the JumpStart fund in 2024 (based on what was approved in the 2024 Endorsed Budget) it would be financially prudent to retain the \$1.7M GF in the CIP project and cut the \$1.7M of JumpStart funds. This would require that the Executive find other offsetting reductions to support the DAP or other new GF expenditures proposed in the bill.		
Center City Streetcar Connector	SDOT	(\$2.3M)
<p><u>Description:</u> \$2.3 million decrease in SDOT for the Center City Streetcar Connector project. \$2.4 million of Transportation Network Company (TNC) revenue was appropriated in the 2022 Adopted Budget for this project and \$2.3 million of unspent appropriations carried forward into 2023. This proposed decrease is primarily due to reallocation of TNC revenue by the Executive to cover budget shortfalls in other programs and partly due to TNC revenue coming in lower than expected. Separately, the Executive proposes increasing funding by \$1.1 million of STDB and GF fund balance for Center City Streetcar project development.</p>		

Table 4 summarizes the GF items in the mid-year GF appropriations that do not rely on one-for-one allocations from FG reserves. As shown in Table 4, the bulk of the GF increase is paid from Executive-managed planning reserves with the remainder funded from new revenue (including reimbursements), and reductions to other GF appropriations. These changes were either assumed in the GF financial plan information presented on May 17th or are backed by new offsetting revenue and/or appropriation reductions. As such, there is minimal impact to the GF balancing picture discussed on May 17th for 2023.

Table 4. CB 120618 Summary of Funding for GF Appropriation Increases⁴

Item	Amount	Funding Source
One-Time Appropriations		
Judgement & Claims Fund Transfer	\$14.0 M	Reduce planning reserves
Downtown Activation Plan	\$2.2 M	Offsetting reductions
Downtown Business Improvement Area	\$0.5 M	Reimbursement via DBIA MOU
Dir. of Strategic Initiatives Backfill	\$0.3 M	DOJ Reimbursement
CIP Appropriation Reductions	\$(4.5) M	
One-Time Appropriations Subtotal	\$12.5 M	
Ongoing Appropriations		
911 Call Data Recorded Integration	\$1.5 M	911 Excise Tax Revenue Offset
Insurance Premium Renewals	\$1.5 M	Offsetting reductions
CSCC Vacancy Assumptions and Consultant Costs	\$1.1 M	911 Excise Tax Revenue Offset
Other Proposals	\$0.3 M	Offsetting reductions
Ongoing Appropriations Subtotal	\$4.4 M	
GF TOTAL	\$16.9M	

⁴ Net-zero transfers in the General Fund are excluded from Table 4.

Table 4 also shows that \$12.5 million of the total GF budget increase requests are one-time in nature, and \$4.4 million of the proposed changes include ongoing appropriations that would likely extend beyond 2023. If adopted, 2024 and future years' GF departmental budget would increase by \$4.4 million. Of that amount, approximately \$2.6 million is revenue backed and the net ongoing fiscal impact would be \$1.8 million⁵. Put another way, the projected \$224 million operating deficit beginning in the 2025-2026 biennium would increase to about \$226 million. This increase is primarily due to the increase in insurance premium costs.

Other Funds Review

In addition to the proposed GF changes described above, CB 120618 would decrease total appropriations in all other City funds by \$155.9 million; largely the result of the abandonment of \$242.2 million of existing appropriations, including:

- **Capital Improvement Program (CIP) Abandonments**
A combined abandonment of \$236.9 million of carryforward capital budget appropriations in the City utility funds, of which \$125.8 million is in City Light Fund and \$111.1 million is in Seattle Public Utilities' funds. In addition, Seattle IT's and SDOT's abandonment totals \$2.5 million, and \$459,000 respectively. These departments indicate that these appropriations are no longer needed, and that approved capital work can be accomplished within remaining appropriation authority.
- **Human Services Fund Grant Abandonments**
An abandonment of \$1.9 million of carryforward grant appropriations in the Human Services Fund for grants that have expired, and the appropriation authority is no longer needed.

It is important to note that these changes are technical and do not free up financial resources for use on other budget purposes. After accounting for these technical reductions, CB 120618 would increase appropriations to other City funds by approximately \$86.8 million. Noteworthy increases include:

- **Judgement and Claims Litigation**
\$19 million increase in the Department of Finance and Administrative Services (FAS)-managed Judgement and Claims Fund to cover higher than anticipated expenses for the remainder of this year. This is funded by the \$14 million transfer from the GF Planning Reserves to the Judgement and Claims fund as described earlier in the General Fund Review section of the memo and by a \$5 million insurance reimbursement.
- **Reimbursable Authority in FAS for Capital Projects**
\$14.4 million increase in FAS for customer driven CIP projects including: Seattle Municipal Tower workspace renovations on various floors; SCL Tenant Improvements; and other smaller projects planned for this year. Central Staff is waiting for additional information from the City Budget Office to confirm that this is a technical change and does not require new spending not contemplated in the 2023 Adopted Budget.

⁵ Excludes inflationary adjustments and future adjustments; assumes insurance costs are ongoing and offsetting decreases are one-time.

- **Transfer from Waterfront Local Improvement District (LID) #6751 Fund to the Central Waterfront Improvement Fund**

\$10.1 million increase in SDOT for a one-time transfer to the SDOT Central Waterfront Improvement Fund. Prior to the end of 2022, the Central Waterfront Improvement Fund incurred Waterfront project costs against its fund balance that were related to Central Waterfront LID deliverables. This is a technical change to align the LID funding source with previous spending on LID deliverables. Council authorized this change last year via Ordinance 126706, the 2022 Year-End Supplemental Budget Ordinance. The Executive mistakenly did not execute the change authorized for 2022 and may not do so without new authorization for 2023.

Position Changes

In addition to appropriation changes, CB 120618 would revise approved position totals across City departments. In total, the bill would add 81 Full Time Equivalent (FTE) positions.

Table 5. CB 120618 FTE Position Requests by Department

Department	Number of FTEs
Seattle Department of Transportation	56
Community Safety and Communications Center	10
Seattle Police Department	6
Human Services Department	3
Office of Inspector General for Public Safety	3
Office of Housing	1
Legislative Department	1
Seattle Department of Construction and Inspections	1
Total FTE Proposals	81

As shown in *Table 5*, approximately 90 percent of the total proposed FTE increase resides in SDOT, CSCC, and SPD. Position request summaries for these three departments are provided below.

Position Authority in SDOT

CB 120618 would add a total of 56 FTEs in SDOT, none of which require additional appropriations. These positions include:

- 39.0 FTEs to complete delivery of Move Seattle Levy projects. These positions include new construction crew and project management staff that would sunset upon the expiration of the levy. No additional appropriations are requested as the positions will deliver on existing budgeted projects. In the future, if the levy is renewed, extending these positions could be considered, subject to legislative approval.
- 11.0 FTEs to staff curb ramp and utility restoration work in the right-of-way. These positions would sunset after three years. The 2023 Adopted Budget includes \$2.2 million for this program (reimbursable from Seattle Public Utilities and Seattle City Light) as a three-year pilot relying on term-limited positions. Seattle Department of Human Resources advised that these positions should be established as sunset positions rather than term-limited positions. No additional appropriations are requested.

- 6.0 FTEs to convert temporary positions to permanent positions. These positions are currently filled and support the Transportation Operations Division and the Finance and Administration Division. No additional appropriations are requested, and ongoing funding is included in SDOT's 2024 Endorsed budget. The "contract-in" program allows departments to utilize Seattle Department of Human Resources (SDHR) position authority for up to three years as an alternative to hiring outside consultants. This temporary SDHR authority has been used for these positions in prior years; this change would shift these positions to SDOT's permanent position roster.

Position Authority in CSCC

CSCC's proposed addition of 10 FTEs would support the implementation of the Dual Dispatch Pilot Program, including staffing the program on an ongoing basis, and providing the basis for the evolution of the current CSCC into the Civilian Assisted Response and Engagement (CARE) Department described by the Executive. These positions, funded via a transfer from an ongoing Finance General reserve established for this purpose, include:

- 6.0 FTEs Land Use Planner IV positions: This classification is a placeholder that will enable the recruitment and hiring of responders prior to the Seattle Department of Human Resources' finalization of a new job specification and a salary analysis that is specific to the CSCC responder job.
- 1.0 FTEs Manager 2, Courts, Legal, and Public Safety position: This position would serve as the Supervisor of CSCC responders.
- 3.0 FTEs of Executive approved emergency sunseting positions, two of which are currently filled and set to expire on December 31, 2023. CSCC's request for additional staffing to effectively implement the Dual Dispatch Pilot Program was approved on March 30, 2023, by the City Budget Office Director, to include the following positions:
 - One Executive 2 position, which would serve as the CSCC Deputy Director for Alternative Response,
 - One Strategic Advisor 1 position, which would function as the communications lead and perform public information officer duties, and,
 - One Executive Assistant position.

Position Authority in SPD

CB 120618 would add 6.0 FTE in SPD, none of which include a request for additional appropriations at this time, including:

- 3.0 FTEs Administrative Staff Assistants, and 1.0 FTE Administrative Staff Analyst in the Public Disclosure unit. If approved, these positions are expected to be filled by October 2023 and would continue through 2024. The pro-rated 2023 costs (\$83,000 - \$124,000) as well as 2024 costs (\$496,000) would be funded by savings from civilian position vacancies. In recent years, public disclosure requests have grown in complexity and number (from approximately 8,000 per year to 12,000 per year). Department staff have indicated that Public Disclosure staff are currently averaging 80 hours of overtime per week to keep up with workload demands. Central Staff analysis of SPD civilian vacancy savings is ongoing.
- 2.0 FTEs Strategic Advisor 2 positions to assist with SPD's Recruitment and Retention Initiative. One position would serve as a Strategic Brand and Marketing Manager, assisting with brand development and a police recruitment campaign. The second position would support employee retention management and development efforts through work on the city's new E3 performance management system. These positions would be added and immediately filled with employees that are currently working in temporary positions. The pro-rated costs for 2023 are estimated at \$230,000 and would be funded from the \$3.9 million GF included in the 2023 Adopted Budget for the Recruitment and Retention Initiative. The Department indicated that both positions are ongoing and would continue to be funded with dedicated Recruitment & Retention funding. The 2024 annual cost of the positions is \$306,000.

Pre-Introduction Changes made by Chair Mosqueda

1. **Sworn Salary Savings Proviso Modification**

[Council Budget Action SPD-201-A-001-2023](#), restricts the appropriations in SPD's 2023 Adopted Budget for sworn personnel salary and benefits to only be used to pay SPD's recruits and sworn officers, unless authorized by future ordinance. Chair Mosqueda, in consultation with, and at the request of, Councilmember Herbold, added a new section to CB 120618 prior to introduction that would modify this proviso. The specific language included in CB 120618 was developed by Councilmember Herbold and sponsored by the Chair. Councilmember Nelson made a similar request to the Chair for a pre-introduction change and has been working with Central Staff since January 2023 to develop legislation or a mid-year supplemental amendment. Councilmember Nelson's proposal would have removed the proviso to provide SPD with greater flexibility to use sworn officer salary savings for overtime or other public safety purposes.

The modified proviso language appears in Section 10, which provides authorization for SPD to use sworn salary savings as follows:

- Up to \$815,000 to develop and integrate into SPD's new online reporting system
- To pay for unbudgeted sworn overtime expenses.

SPD plans to use its existing budget authority to make a \$1.4 million, one-time expenditure on an on-line crime reporting system that will be built in two distinct phases: Phase 1 of the system will cost \$540,000 and is appropriated to Seattle IT in Section 3.10 of CB 120618. Seattle IT will bill SPD for these costs, which SPD may pay for with civilian salary savings accrued within its existing budget. Phase 2 of the system will cost \$815,000 and the change to the proviso allows it to be expended if the department is able to accrue sufficient sworn salary savings to cover this cost as well as unbudgeted overtime costs for the year. Phase 1 of the project will create a web-based incident form for 12 low-level incident types. Phase 2 of the project will integrate translated forms for Seattle’s most commonly spoken languages including, traditional Chinese, Spanish, Vietnamese, Somali, Amharic, Korean, and Tagalog.

The modified proviso also notes that “For the purposes of this ordinance, the expenditures authorized in subsections A and B [referenced above] are intended to be made from sworn salary savings that were appropriated in the 2023 Adopted Budget and are not intended to be offset by any future appropriation.” The intent is that SPD only spends the funds for phase 2 of the project if they will not need those funds for overtime expenditures.

2. \$50,000 GF to the Office of Sustainability and the Environment for the Living Hotels Ordinance

This pre-introduction change made by Chair Mosqueda adds \$50,000 GF to the Office of Sustainability and Environment (OSE) to support the State Environmental Policy Act work or other costs the department may incur to research and prepare draft legislation known as the “Living Hotels Ordinance” for Council consideration. The ordinance would establish development standards ensuring the future of Seattle’s hotel industry is built upon sustainable construction and operations. The legislation would use the Living Building Challenge and Climate Incentive Agreements as tools to establish new environmental standards in the lodging sector.

This add is offset by other reductions in GF spending included in ORD 120618, reducing the net-change to the GF balance of \$359,000 described previously to \$309,000.

OSE is evaluating this proposal but has not yet determined if \$50,000 is the right amount of funding for this work, or discussed taking on this work with the Executive, which may mean that this funding will go unspent or be repurposed for other uses as determined by the department or the Mayor. Typically, land use code development standards and associated work is led by the Office of Planning and Community Development and/or the Seattle Department of Construction and Inspections.

The Mayor’s Downtown Activation Plan (DAP) contemplates two pieces of legislation that would facilitate near-term hotel development without additional environmental protections or additional land use regulatory requirements. Specifically, the DAP contemplates extending the life of Master Use Permits for downtown projects, including hotels, that are currently vested to older development regulations and Codes, such as the Energy Code, with less stringent environmental standards. Additionally, the DAP contemplates a change to development regulations that would benefit a proposed hotel development in

Belltown. More information would need to be gathered to understand how the Living Hotels Ordinance would relate to these DAP proposals.

Other Policy Considerations

1. Downtown Activation Plan

On [April 17, 2023](#), Mayor Harrell announced the initial components of his Downtown Activation Plan (DAP), intended “to revitalize and reimagine Seattle’s downtown” and shared more information on [June 28, 2023](#). The [detailed plan](#) includes actions that are already underway, proposed near-term actions, and other strategies to be implemented over the next three years.

Many of the proposed actions and strategies highlight work that was already underway and funded and are repackaged as part of the DAP (e.g., opening a Tribal Interpretive Center at Waterfront Park). Other DAP strategies acknowledge work led by other governmental agencies, community organizations, or the private sector without direct City funding (e.g., supporting a redesign of the County’s Downtown campus). Finally, some DAP strategies will require direct City investments (e.g., expanding cleaning services in the downtown area) or will reprioritize existing resources that could result in other work getting delayed or abandoned.

To date, the Executive has not provided details on what components of the DAP fall into which category for funding or implementation. Any spending on the DAP today should be considered in the context of the projected annual operating deficit in the GF of about \$224 million beginning in 2025⁶ and the trade-offs of reprioritizing existing resources. The Executive has indicated that any new DAP spending in 2024 will likely be funded by the JumpStart Fund as part of the economic revitalization work, which has a reserve in finance general.

New Spending to implement the DAP Proposed in CB 120618 includes:

- \$1.7M to OED for cleaning services in downtown: This item would add \$1.7 million GF to OED’s 2023 Budget to support the one-time expansion of cleaning services in the downtown area, provided by the Downtown Seattle Association’s Downtown Ambassadors program as part of the Metropolitan Improvement District (MID) BIA.

The DAP strategies include “Pass[ing] supplemental budget legislation to expand Metropolitan Improvement District [MID] cleaning, safety, and hospitality services this summer and fall when major national and international events are being hosted Downtown.” The boundaries of the MID include the core Downtown area and a small portion of SODO, and do not extend to the Chinatown International District (C/ID). It is unclear whether this expanded cleaning capacity will only be used within the MID boundaries or if other areas outside of those boundaries would receive the benefits of this expansion or if the CID or SODO BIAs were considered for funding.

⁶ For the most recent analysis of the projected GF operating deficit, see the [Central Staff materials presented to the Council’s Finance and Housing Committee on May 17, 2023](#).

The MID's total assessment from the BIA is about \$18.4 million in 2023, Chinatown BIA is slightly over \$200,000 and the SODO BIA's is about \$1.7 million. As of July 10, the MID has a cash balance of nearly \$4.5 million, Chinatown BIA had \$178,000 and SODO BIA had \$282,000.

The Council could consider imposing a proviso to restrict how some or all of this funding is deployed (e.g., a proviso to require that the \$1.7M GF proposed to provide cleaning services downtown includes areas beyond the boundaries of the MID BIA or that funding be awarded through a RFP process), or include policy guidance requesting that the \$1.7M GF for cleaning services are distributed equitably.

- \$500,000 GF to OED for community engagement, strategic planning, and project delivery of the DAP: This item would add \$500,000 to OED to provide continued support for community engagement, strategic planning, and project delivery of the DAP. Using JumpStart Funds carried forward from 2022, OED hired consulting services to assist with the creation of the DAP, including the development and implementation of community engagement strategies. Some consulting services were provided under existing contracts held by OED, with consulting partners temporarily adjusting focus to work on the DAP. Current consulting partners include: Kinetic West, Milli Agency, and Monument Advocacy.⁷

This proposed funding would allow for continued consulting services in the second half of the year for a second phase of community engagement following the public release of the DAP, and strategic planning, project delivery, and communications (e.g., website updates and hosting) support to OED.

- \$200,000 JumpStart Fund to OED to implement the Liberty Project: This item transfers \$200,000 JumpStart Fund (from the economic revitalization category) from FAS to OED and would be combined with \$225,000 of existing JumpStart Funds in OED's budget for the Liberty Project. The Liberty Project will support small businesses with a variety of services, focusing initially on Black-owned enterprises, including business consulting and strategy services, finance and accounting services (including loan application assistance), marketing services, technology services (such as website development and equipment assessments/upgrades), and contract bid preparation.⁸

The \$200,000 JumpStart Fund from FAS was appropriated as technical assistance funding to support WMBE participation in City contracts. The Executive has indicated that this funding is not needed for this purpose and FAS will retain \$1 million to provide technical services for WMBE businesses if the Council approves this transfer. It is not clear if the proposed use of these funds is consistent with the original intent of the funding.

⁷ A summary of the first phase of community engagement can be found beginning on slide 63 of the full [Downtown Activation Plan](#).

⁸ For more information about the Liberty Project see: [The Liberty Project: Mayor Harrell Announces New Small Business Growth Program with University of Washington, Seattle University and Tabor 100](#).

The \$225,000 JumpStart Fund in OED’s budget was intended to be used to invest in small business supports. Reprioritizing a portion of this budget to support implementation of the Liberty Project aligns with the initial intent of this funding to support small business development.

In addition to new spending, using existing appropriation authority included in the 2023 Budget, the Executive has redirected \$1.8 million of existing GF appropriation authority in the 2023 Adopted Budget for Seattle Public Utilities (SPU) to increase graffiti abatement services, an 87 percent increase on graffiti spending from the \$2.1 million programmed for graffiti control in the 2023 Adopted Budget.

Most of the funding, \$1.2 million, is from SPU’s Public Hygiene program: \$780,000 in reduced expenses to provide pump-out services for hygiene trailers and \$445,000 in vacancy savings (for positions that have since been filled). The remaining \$600,000 is assumed from GF baseline underspend. Due to the budgetary control levels where the graffiti and Public Hygiene programs’ appropriations reside, the Executive does not need Council approval to redirect this funding.

The \$1.8 million in graffiti abatement services include \$700,000 for a one-year contract with Uplift Northwest for their Graffiti Abatement Program. According to a press release issued by the Mayor’s Office on June 30, the program “will include three full time work crews of graffiti removal specialists, a project manager, and field operations coordinator supported by Uplift Northwest.” The contract is for May 2023 to May 2024 and CBO indicates the contract is not expected to be an ongoing expense.

The remaining \$1.1 million in graffiti costs are allocated for labor expenses, equipment and supplies, and vendor services for expanded City-provided graffiti services. The labor costs include the following positions:

- 2.0 FTE Term-Limited Painters
- 1.0 FTE Term-Limited Arts Program Specialist, Sr.
- 1.0 FTE Out-of-Class Administrative Assistant
- 1.0 FTE Executive 2 in the Mayor’s Office (The position is being loaned from SPU.)

This graffiti initiative is nearly identical to an earlier Executive proposal that the Council removed from the 2023 budget. In the 2023 Proposed Budget, the Executive proposed a \$1.2 million increase and 3.0 FTE in 2023 for an expanded graffiti control and abatement program. The new positions included 2.0 FTE Painters and 1.0 FTE Executive 2, a position that was to be matrix managed between SPU and the Mayor’s Office to plan and implement enhanced graffiti abatement efforts with the Unified Care Team.

During budget deliberations last fall, the Council approved [Council Budget Action SPU-900-A-001-2023](#) that removed the proposed funding and new positions for the expanded graffiti abatement services. The supplemental reverses the decision expressed in SPU-900 and advances the proposed expansion of the graffiti abatement program. Because the contract with Uplift Norwest is already executed, and the positions have already been filled, Council’s options are limited.

2. Center City Streetcar Connector

As described previously, the Executive proposes a \$1.1 million increase in SDOT to complete a delivery assessment of the Center City Streetcar Connector to update cost estimates and develop a financial plan for the project (\$250,000 GF and \$805,000 STBD funds). If this is not a priority, the Council could redirect these funds for other purposes (noting that STBD funds can only be used for certain transportation expenditures).

3. SPD Positions. Using vacancy savings from civilian positions in SPD's 2023 budget to pay for new ongoing civilian positions.

As described earlier, CB 120618 would use one-time savings from non-sworn vacancies to fund 6.0 new non-sworn FTE positions. Four of the six new positions are proposed to be funded with savings from other civilian position vacancies. The department intends to hold these civilian positions vacant in 2024 to provide funding for the new positions, however, the operational impacts of maintaining the vacancies is unclear. Additional GF budget appropriations will be required if or when existing vacancies are filled alongside the newly added positions. This could increase the projected \$224 million GF deficit in 2025 and beyond.

4. Reducing 2023 Transfer from the JumpStart Fund to the GF.

Due to continuing revenue shortfalls caused by the Covid-19 pandemic, the 2023 Adopted GF budget relies on temporary support from the JumpStart Fund to balance. ORD 126719, which provides for the temporary backfill in the 2023 budget, requires that the JumpStart transfer be reduced by the amount of any 2022 GF ending balances, less encumbrances, carryforwards as authorized by ordinance or state law, and planned reserve amounts. Based on 2022 year-end activity, the excess GF balance amount is \$34 million. The GF financial plan information provided by CBO in May suggests that the Executive intends to administratively reduce the 2023 transfer from the JSF to the GF by an additional \$4.7 million for a total of \$38.7M. The Council could legislate the reduction required by ORD 126719 (\$34M) or the higher amount that the Executive is planning (\$38.7M) to ensure that the funds are not used for other purposes.

Next Steps

The Committee will hold a second hearing, consider amendments, and potentially vote on the bill on Wednesday, August 2, 2023. If the Committee votes on the bill at the August 2 meeting, the legislation will be considered for final action at the August 8, 2023, City Council meeting.

Future 2023 budget adjustments will include the year-end comprehensive supplemental adjustment and grant acceptance and appropriation bills, anticipated to be submitted as budget legislation with the Mayor's proposed mid-biennial modifications to the 2024 Endorsed Budget in late September, and any other stand-alone supplemental bills necessary to address unforeseen circumstances, consistent with [RCW 35.32A.060](#).

cc: Esther Handy, Director
Aly Pennucci, Deputy Director