



SEATTLE CITY COUNCIL
CENTRAL STAFF

Budget Deliberations

SELECT BUDGET COMMITTEE
NOVEMBER 14, 2023

Day 2: Discussion & Voting

- Approval of Consent Calendar (Agenda items 1-16)
- Items Removed from Consent Calendar
 - *Any items are removed from the consent calendar for individual consideration*
- Items for Individual Consideration (Amendments available in Agenda Packet)
 - Agenda Items 17-26: discuss and possibly vote on each item (and any proposed amendments)
 - Agenda Item 27 (CB 120708: 2024 Budget Adoption ORD)
 - GROUP A: Amendments voted on as a group
 - *Items removed from Group A for individual vote*
 - GROUP B: Amendments for individual vote

Day 3: Revenue Stabilization Work Group update & Additional budget related legislation (Track 2 Legislation)

1. Revenue Stabilization Work Group - Update
2. LEG Budget Process RES
3. LEG Fiscal Transparency Program ORD
4. LEG Wage Equity Policy ORD
5. LEG Water Tax Repeal ORD
6. LEG Capital Gains Excise Tax ORD

Next Steps

Monday, November 20

9 a.m. Select Budget Committee Meeting: *Technical Amendments + Vote on Final Budget Legislation*

Tuesday, November 21

2 p.m. City Council Meeting: The City Council Votes on the 2024 Budget and CIP (and all associated legislation)

Consent Calendar: Agenda Items 1-16

Agenda #	Council Bill (CB) or Resolution (RES) – Short Title	CB or RES #
1	CBO 2023 Year-End Grant Acceptance ORD	CB 120700
2	CBO Opioid Settlement Proceed Fund Creation ORD	CB 120688
3	LEG Mayor's 2024 - 2029 Proposed CIP CF	CF 314528
4	LEG Mayor's 2024 Proposed Budget CF	CF 314527
5	LEG STM Material Change	CB 120704
6	OCF Municipal Light and Power Bonds 2024 ORD	CB 120684
7	OCF Print-Publish Model Ord Change ORD (Municipal B&O Model Code)	CB 120702
8	OCF SPU DWW Bonds 2024 ORD	CB 120686
9	OCF SPU Water Bonds 2024 ORD	CB 120687
10	OH CRH loan forgiveness ORD	CB 120703
11	OWCP 2023 CWIF Interfund Loan Extension ORD	CB 120691
12	RET Credit Interest Rate 2024 RES	Res 32115
13	SDCI 2024 Fee ORD	CB 120680
14	SDOT Paid Parking Rate Changes 2024 ORD	CB 120701
15	SFD Fees and Services ORD	CB 120681
16	SPR 2024 Fees and Charges ORD	CB 120682

Items for Individual Vote: Agenda Items 17-26

Agenda Item	Title	CB or RES #
17	RET ARC for 2024 RES (1 amendment)	RES 32114
18	OCF Multipurpose LTGO Bonds 2024 ORD	CB 120683
19	CBO 2024 Annual Grant Acceptance ORD (1 amendment)	CB 120679
20	OCF Municipal Light and Power Omnibus Refunding Bonds 2024 ORD (1 amendment)	CB 120685
21	SPR Seattle Park District Interlocal Agreement Amendment ORD (1 amendment)	CB 120690
22	LEG Network Company License and Fee ORD (briefing only, vote will be held until 11/15)	CB 120706
23	LEG JumpStart Payroll Expense Tax Deduction Extension ORD (1 amendment)	CB 120689
24	MO CARE Department ORD (1 amendment)	CB 120707
25	CBO 2023 Year-End Supplemental Budget ORD (8 amendments)	CB 120705
26	LEG Increase Payroll Expense Tax ORD (3 amendments)	CB 119950

Items for Individual Vote: Agenda Item 17

RES 32114: RET ARC for 2024 RES

This resolution memorializes that the City will fund the contribution to the Employee's Retirement Fund at 15.82 percent in 2024, based on the recommendation by the Seattle City Employee Retirement System's Board of Administration.

Amendment 1 (Sponsor: Councilmember Pedersen)

- This amendment would establish the City Council's intent to use, for the City's contributions to the Seattle City Employees Retirement System (SCERS) in the 2024 City Budget, the actuarially required employer contribution rate of 15.17 as calculated by Milliman Inc.

This would align Council's intent regarding the City contribution with appropriation changes proposed in Council Budget Action SDOT-101-A. That CBA would use the savings from this lower contribution in 2024 to fund bridge and school zone camera investments in 2024.

Items for Individual Vote: Agenda Item 18

ORD 120683: OCF Multipurpose LTGO Bonds 2024 ORD

This legislation would provide authorization to issue up to \$84.2 million of Limited Tax General Obligation (LTGO) Bonds, as assumed in the 2024 Budget and the 2024-2029 Capital Improvement Program (CIP).

Items for Individual Vote: Agenda Item 19

ORD 120679: CBO 2024 Annual Grant Acceptance ORD

This legislation would authorize City Department directors to accept grants and enter into revenue-backed service contracts anticipated as part of the 2024 Budget.

Amendment 1 (Sponsor: Chair Mosqueda)

- This technical amendment would add the 2024 Budget Adoption Ordinance CB number to Section 1 of CB 120679, the 2024 Annual Grant Acceptance Ordinance.

Items for Individual Vote: Agenda Item 20

CB 120685: OCF Municipal Light and Power Omnibus Refunding Bonds 2024 ORD

This legislation would authorize issuance of up to \$400 million of bonds in 2024 to fund \$250 million of capital expenditures for Seattle City Light's system outlined in the proposed 2024-2029 CIP and fund up to \$150 million of borrowing for potential debt optimization

Amendment 1 (Sponsor: Chair Mosqueda)

- This technical amendment would update information shown on Exhibit A – Outstanding Parity Bonds for the Municipal Light and Power Refunding Revenue Bonds, 2023B, bond issue. The date and amount were not known until after the Executive transmitted the ordinance to Council for consideration.

These technical corrections would change the “dated date” and fill in the blank on the “Original Par Amount” as shown on Version 2 of the Exhibit A.

Items for Individual Vote: Agenda Item 21

CB 120690: SPR Seattle Park District Interlocal Agreement Amendment ORD

This legislation would amend the Interlocal Agreement (ILA) between the City and the Seattle Park District to change the formula used to calculate the inflationary increase for the General Fund appropriation to Parks in 2024 to be a set at 3%. For all future years, the formula reverts back to the existing policy in the in 2025.

Amendment 1 (Sponsor: Chair Mosqueda)

- This is a technical amendment to Attachment 1 to Council Bill (CB) 120690 to add the CB number, and the Resolution number for the companion Park District Resolution, referenced in the Attachment.

Items for Individual Vote: Agenda Item 22

CB 120706: LEG Network Company License and Fee ORD

This legislation would require network companies to obtain an annual network company license to operate in Seattle and pay a license fee as an additional source of revenue to recover the costs of network company regulations.

No.	Amendment Title	Sponsor
1	Require FAS Director to recommend a reduced fee for marketplace network companies	Herbold
2	Exempt marketplace network companies from coverage	Pedersen
3	Restrict OLS's use of fee revenue to implementing the App-Based Worker Deactivation Rights ORD	Nelson
4	Reduce the fee for network companies to \$0.05 per online order	Nelson
5	Require ordinance to increase the network company license fee	Pedersen
6	Revise requirements to increase transparency and streamline provisions	Herbold
7	Clarify the FAS Director's authority to establish additional license application requirements and network company provisions	Pedersen
8	Establish requirements for OLS's administration of contracts funded by fee revenue	Pedersen

Items for Individual Vote: Agenda Item 23

CB 120689: LEG JumpStart Payroll Expense Tax Deduction Extension

This legislation would extend an existing deduction from the Payroll Expense Tax, for three years, that applies to compensation between \$150,000 to \$399,999.99 at non-profit healthcare entities and give the Director authority to adjust that range based on inflation.

Amendment 1 (Sponsors: Chair Mosqueda)

- This technical amendment would make a correction to the new language that allows the Director to adjust for inflation, making clear that this applies prospectively.

Items for Individual Vote: Agenda Item 24

CB 120707: MO CARE Department ORD

This legislation renames the Community Safety and Communication Center (CSCC) to the Community Assisted Response and Engagement (CARE) Department and clarifies the duties of the department and its leader.

Amendment 1 (Sponsors: Chair Mosqueda)

- Amends references to the CARE Department’s purview in the Seattle Municipal Code with respect to public health. It would make explicit that the City’s roles and responsibilities with respect to the development and implementation of public health policies are governed by an Interlocal Agreement with King County.

The amendment would also retain the “Director” title for the head of the CARE Department.

Items for Individual Vote: Agenda Item 25

CB 120705: CBO 2023 Year-End Supplemental Budget ORD (1/2)

- This legislation is the third comprehensive supplemental budget legislation transmitted by the Executive in 2023, proposing year-end appropriation, position, and capital project changes to meet needs that are assumed to be unforeseeable at the time the 2023 budget was adopted in November 2022.
- There are eight proposed amendments; most are necessary to balance councilmember proposed amendments to the 2024 Budget Adoption ORD.

Items for Individual Vote: Agenda Item 25

CB 120705: CBO 2023 Year-End Supplemental Budget ORD (2/2)

8 Proposed Amendments – Proposed for one group/consent vote

#	Sponsor(s)	Title or short description
1	Chair Mosqueda	Reduce funding for Community Investment Trusts by \$250,000 JumpStart Fund in OPCD
2	Chair Mosqueda	Reduce funding for an Affected Person’s Program by \$50,000 GF in SPD's Office of Police Accountability
3	Chair Mosqueda and CM Strauss	Reduce funding for a Recreational Vehicle storage program by \$1 million GF in HSD
4	Chair Mosqueda	Modifies various appropriations within SDOT’s 2023 Adopted Budget to reflect the October 2023 Revenue Forecast update
5	Chair Mosqueda	Reduce lawsuit settlement costs by \$50,000 GF in MO
6	CM Herbold	Add \$50,000 GF to OIG for external, independent investigations and reduce proposed funding for the Seattle Police Monitor Reserves by \$50,000 GF (2023) in FG
7	CM Strauss	Reduce \$150,000 in the Mayor’s Office for a local match for 2023 grant that was not needed
8	Chair Mosqueda	Create a New Unlimited Tax General Obligation Budget Control Level and Increase Appropriation

Items for Individual Vote: Agenda Item 26

CB 119950: LEG Increase Payroll Expense Tax

- This Council Bill would increase the rates for all businesses currently subject to the payroll expense tax imposed as provided for in Section 5.38 of the Seattle Municipal Code. This Council Bill would increase the projected revenues from the payroll expense tax by \$195,500
- There are three proposed amendments that relate to two proposed amendments to the 2024 Budget Adoption ORD (DEEL-001-A and FG-501-A).
- All three amendments are sponsored by CM Sawant, CM Herbold, and Chair Mosqueda:
 1. Increase rates to increase annual revenues by at least \$60 million
If this amendment passes amendments 2 and 3 will not proceed.
 2. Increase rates to increase annual revenues by at least \$40 million
 3. Increase rates to increase annual revenues by at least \$20 million

Items for Individual Vote

Agenda Item 27: 2025 Budget Adoption ORD

GROUP A: Amendments voted on as a group

Councilmembers may remove a CBA or SLI from the group for:

- Individual discussion and consideration; or
- To substitute a CBA or SLI for an item in the voting group

When to make a request to remove an item:

- After Central Staff describes the group when the Chair calls for requests to remove an item, prior to the Chair calling for a vote on the group.

GROUP B: Amendments for individual vote

Vote Order

Group A

1. **Voting Group** (*all items remaining in voting group*)
2. **CBA**s or **SLI**s pulled from the voting group for individual consideration in alphanumeric order by department

Group B

- All discussed and voted on individually