

2016 Seattle City Council Green Sheet

Ready for Notebook

Tab	Action	Option	Version
72	1	A	2

Budget Action Title: Pass C.B. 118536 to change the terms of the interfund loan for the JTF and recognize a \$9.6 million repayment from CRS; use \$2.7 million of GF to lower the remaining balance further

Has CIP Amendment: No Has Budget Proviso: No

Councilmembers: Budget Committee

Staff Analyst: Tony Kilduff

Council Bill or Resolution: C.B. 118536

Date		Total	SB	BH	JO	TR	NL	TB	JG	MO	KS
	Yes										
	No										
	Abstain										
	Absent										

Summary of Dollar Effect

See the following pages for detailed technical information

	2015 Increase (Decrease)	2016 Increase (Decrease)
General Subfund		
General Subfund Revenues	\$0	\$0
General Subfund Expenditures	\$0	\$2,700,000
Net Balance Effect	\$0	(\$2,700,000)
Other Funds		
Cumulative Reserve Subfund - Unrestricted Subaccount (00164)		
Revenues	\$0	\$2,700,000
Expenditures	\$0	\$0
Net Balance Effect	\$0	\$2,700,000
Total Budget Balance Effect	\$0	\$0

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Budget Action description:

This green sheet (1) recommends passage of Council Bill 118536 to extend the deadline for repayment of principal and interest on an interfund loan from the City’s Consolidated Cash Pool for the Joint Training Facility (JTF) from December 31, 2016, to December 31, 2017, and recognizes the transfer of \$9,646,432 from the Cumulative Reserve Subfund (CRS) Unrestricted Subaccount to the Consolidated Cash Pool in partial repayment of principal and interest on the original loan; and (2) transfers \$2.7 million from the General Fund to the CRS Unrestricted Subaccount to allow additional repayment to the Consolidated Cash Pool. The net effect of these two actions would be to reduce the remaining loan balance to \$1,300,000.

Background

In 2003, the City Council approved Ordinance 121179, authorizing an interfund loan of \$10.48 million from the Consolidated Cash Pool to the Unrestricted Subaccount of the CRS to facilitate the purchase of land in West Seattle as a site for a new JTF to be used by the Fire Department, Seattle Department of Transportation, and Seattle Public Utilities. The site was larger than required and the intent was to sell a portion of it to repay the loan and partially offset the overall cost of the project.

Due to wetland issues (now resolved), market conditions during the recession, and a series of holds placed on the sale by interested City departments, the sale of the excess land has been delayed repeatedly, leading the Department of Finance and Administrative Services (FAS), the jurisdictional department, to request seven extensions of the loan repayment date. The last extension, granted through Ordinance 124638, expires on December 31, 2016.

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Budget Action Transactions

Budget Action Title: Pass C.B. 118536 to change the terms of the interfund loan for the JTF and recognize a \$9.6 million repayment from CRS; use \$2.7 million of GF to lower the remaining balance further

#	Transaction Description	Position Title	Number of Positions	FTE	Dept	BCL or Revenue Source	Summit Code	Fund	Year	Revenue Amount	Expenditure Amount
1	Increase GF appropriation to the CRS Unrestricted Account to repay the JTF interfund loan				FG	Cumulative Reserve Subfund - Unrestricted Subaccount (00164)	Q5971164	00100	2016		\$2,700,000
2	Increase CRS Unrestricted Account revenue from the GF to repay the JTF interfund loan				CRS	Transfers from - General Subfund	587001	00164	2016	\$2,700,000	
3	Increase CRS Unrestricted Account fund balance to repay the JTF interfund loan				CRS	Use of (Contribution to) Fund Balance	379100	00164	2016	(\$2,700,000)	