



SEATTLE CITY COUNCIL

Select Budget Committee

Agenda

Special Meeting

Wednesday, July 16, 2025

9:30 AM

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

Dan Strauss, Chair
Maritza Rivera, Vice-Chair
Joy Hollingsworth, Member
Robert Kettle, Member
Sara Nelson, Member
Alexis Mercedes Rinck, Member
Rob Saka, Member
Mark Solomon, Member

Chair Info: 206-684-8806; Dan.Strauss@seattle.gov

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July 16, 2025 - 9:30 AM

Special Meeting

Meeting Location:

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

Committee Website:

<https://www.seattle.gov/council/committees/2025-select-budget-committee>

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

<https://www.seattle.gov/council/committees/public-comment>.

Online registration to speak will begin one hour 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.

Please submit written comments no later than four business hours prior to the start of the meeting to ensure that they are distributed to Councilmembers prior to the meeting. Comments may be submitted at Council@seattle.gov or at Seattle City Hall, Attn: Council Public Comment, 600 4th Ave., Floor 2, Seattle, WA 98104. Business hours are considered 8 a.m. - 5 p.m. Comments received after that time will be distributed after the meeting to Councilmembers and included as part of the public record.

Please Note: Times listed are estimated

A. Call To Order

B. Approval of the Agenda

C. Public Comment

D. Items of Business

1. [CB 121028](#) **AN ORDINANCE** relating to the business and occupation tax; requesting that a special election be held concurrent with the November 4, 2025 general election for submission to the qualified electors of the City a proposition to lift the limit on business and occupation tax rates under RCW 35.21.711, authorize the City to levy additional taxes for the purposes of providing housing, human services, workforce, and small business support, increase the business and occupation tax threshold, create a business and occupation tax standard deduction, and revise the business license tax consistent with changes to the business and occupation tax; amending Sections 5.45.050, 5.45.100, 5.55.030, and 5.55.040 of the Seattle Municipal Code; proposing a ballot title; and ratifying and confirming certain prior acts.

Supporting
Documents:

[Summary and Fiscal Note](#)

[Summary Att 1 - Office of Economic and Revenue Forecasts Memo](#)

[Central Staff Presentation](#)

[Mayor's Office Presentation](#)

Briefing and Discussion

Presenters: Greg Wong, Deputy Mayor, Mayor's Office; Dan Eder, Director, City Budget Office (CBO); Tom Mikesell and Jen LaBrecque, Council Central Staff

2. [CB 121030](#) **AN ORDINANCE** relating to acceptance of funding from non-City sources; authorizing the Mayor or the Mayor’s designee to accept and authorize the expenditure of specified grants, private funding, and subsidized loans and to execute, deliver, and perform corresponding agreements; amending Ordinance 127156, which adopted the 2025 Budget, including the 2025-2030 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 2025-2030 CIP; and ratifying and confirming certain prior acts.

Supporting

Documents:

[Summary and Fiscal Note](#)

[Summary Att A – 2025 Mid-Year Acceptance Ordinance Detail Table](#)

[Presentation](#)

Briefing and Discussion

Presenters: Dan Eder, Director, CBO; Ben Noble, Director, and Tom Mikesell, Council Central Staff

3. [CB 121031](#) **AN ORDINANCE** amending Ordinance 127156, which adopted the 2025 Budget, including the 2025-2030 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 2025-2030 CIP; adding CIP Projects; creating positions; modifying positions; abrogating positions; lifting a proviso; creating a new budget control level; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

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

Supporting

Documents:

[Summary and Fiscal Note](#)

[Summary Att A – 2025 Mid-Year Supplemental Ordinance](#)

[Summary Detail Table](#)

[Presentation](#)

Briefing and Discussion

Presenters: Dan Eder, Director, CBO; Ben Noble, Director, and Tom Mikesell, Council Central Staff

4. [CB 121032](#) **AN ORDINANCE** amending Ordinance 127156, which adopted the 2025 Budget, including the 2025-2030 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 2025-2030 CIP; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

Supporting

Documents:

[Summary and Fiscal Note](#)

[Central Staff Memo](#)

[Presentation](#)

Briefing and Discussion

Presenters: Kylie Rolf, Mayor's Office; Traci Ratzliff, Council Central Staff

5. [CB 121033](#) **AN ORDINANCE** relating to the financing of the Human Capital Management System project; amending Ordinance 127131 to increase the amount of an existing interfund loan; creating the 2026 Multipurpose LTGO Bond Fund, and allowing it to be a borrowing fund for the loan; amending Ordinance 127156, which adopted the 2025 Budget, including the 2025-2030 Capital Improvement Program (CIP); changing appropriations to the Department of Finance and Administrative Services; revising project allocations and spending plans for certain projects in the 2025-2030 CIP; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

*Supporting
Documents:*

[Summary and Fiscal Note](#)
[Summary Att A - Interfund Loan Request](#)
[Presentation](#)

Briefing and Discussion

Presenter: Jamie Carnell, Director, Office of City Finance

E. Adjournment



Legislation Text

File #: CB 121028, **Version:** 1

CITY OF SEATTLE

ORDINANCE _____

COUNCIL BILL _____

AN ORDINANCE relating to the business and occupation tax; requesting that a special election be held concurrent with the November 4, 2025 general election for submission to the qualified electors of the City a proposition to lift the limit on business and occupation tax rates under RCW 35.21.711, authorize the City to levy additional taxes for the purposes of providing housing, human services, workforce, and small business support, increase the business and occupation tax threshold, create a business and occupation tax standard deduction, and revise the business license tax consistent with changes to the business and occupation tax; amending Sections 5.45.050, 5.45.100, 5.55.030, and 5.55.040 of the Seattle Municipal Code; proposing a ballot title; and ratifying and confirming certain prior acts.

WHEREAS, the Office of Economic and Revenue Forecasts' April 2025 revenue forecast projected a \$241 million reduction to revenues in 2025 and 2026, compared to amounts used to balance the 2025 and 2026 budgets; and

WHEREAS, as presented at the May 7, 2025, Finance, Tribal Governments, and Native Communities meeting, the combined financial plans of the City's General Fund and JumpStart Payroll Expense Tax Fund show a \$233 million average deficit in 2027 and future years; and

WHEREAS, 2026 budget guidance provided by the Mayor's office requested, for all departments supported by the General Fund and Payroll Expense Tax, a two percent reduction targeted for homelessness, public safety, and public-safety related departments and an eight percent target reduction for all other departments; and

WHEREAS, such reductions, if included in the Executive's 2026 Proposed Budget, could impact the City's ability to provide critical services that support vulnerable workers and small businesses, and that address food insecurity, gender-based violence, and homelessness; and

WHEREAS, according to a presentation at the April 23, 2025, Housing and Human Services Committee, the federal government has already eliminated \$1.6 billion in funding for food programs, not including any changes to the Supplemental Nutrition Assistance Program (SNAP); and

WHEREAS, the Continuing Resolution passed by the House in May 2025 would cut nearly \$300 billion from SNAP through 2034; and

WHEREAS, the Continuing Resolution passed by the House in May 2025 would reduce Continuum of Care (CoC) funding, a critical source of funding for homelessness services for Seattle, and change eligibility criteria so that Permanent Supportive Housing projects that rely on \$20 million in annual CoC grants may no longer be eligible for them; and

WHEREAS, the federal Department of Housing and Urban Development (HUD) provided Emergency Housing Vouchers (EHVs) to households experiencing homelessness during COVID, with a commitment to fund the EHV's through 2030, but HUD has recently announced funding will end early, leaving hundreds of households at risk of homelessness in 2026; and

WHEREAS, affordable housing providers are financially stressed by rising operating costs and other factors, placing their long-term ability to provide affordable housing to low-income tenants at risk; and

WHEREAS, Seattle benefits tremendously from the large number of diverse immigrants and refugees who contribute to the development of a culturally and economically diverse and enriched community, with immigrant-owned businesses in Washington State generating over \$2.3 billion in annual revenue and creating thousands of jobs; and

WHEREAS, The City of Seattle adopted Resolution 32168 reaffirming Seattle as a Welcoming City to immigrants and refugees in May 2025, in which council committed to the consideration of maintaining funding for programs and policies that support immigrants and refugees, low-wage workers, communities at risk of displacement, as well as supporting the City's diverse business community and balancing the City's budget in a way that minimizes harm to women-and-minority-owned business

enterprises, the LGBTQ business community, and the Office of Economic Development's community wealth building strategies; and

WHEREAS, rising inflation and the potential loss of federal support in critical service areas will leave a gap in the level of services that can be provided to the community by non-City partners; and

WHEREAS, Seattle is home to over 100,000 businesses, 75 percent of which have annual revenues under \$100,000; and

WHEREAS, according to a comparative analysis, starting a business in Seattle is expensive, time-consuming, and complex; and

WHEREAS, businesses also face challenges from rising inflation, public safety concerns, and housing, construction and insurance costs, which together put additional pressure on their ability to survive and thrive in the city; and

WHEREAS, while downtown Seattle shows promising signs of recovery, retail space vacancies remain high at nine percent as of late 2024, and the Downtown Seattle Association reports that there are over 500 vacant street-level storefronts in downtown neighborhoods, many of which formerly were filled by small businesses; and

WHEREAS, high vacancy rates in commercial districts can create a vicious cycle, where fewer businesses attract foot traffic, leading to more business closures or relocations, which in turn further reduces the number of visitors to the area; and

WHEREAS, many small businesses operate with slim margins and are disproportionately impacted by the financial pressures facing cities, communities, consumers, and workers; and

WHEREAS, providing small businesses with relief from the business and occupation tax will provide needed support for these businesses; and

WHEREAS, by increasing the business and occupation tax exemption to \$2 million in gross revenues and by implementing a standard deduction for the first \$2 million in gross revenues earned, over 90 percent of

businesses in Seattle will either pay no or fewer taxes; and

WHEREAS, RCW 35.21.711 requires a majority vote of the people to raise business and occupation tax rates to the rates proposed in this ordinance; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. Subject to and contingent upon approval of the qualified voters of the City as authorized by RCW 35.21.711, Section 5.45.050 of the Seattle Municipal Code, last amended by Ordinance 125211, is amended as follows:

5.45.050 Imposition of the tax-Tax or fee levied

Except as provided in subsection 5.55.040.D.1, there is hereby levied upon and shall be collected from every person a tax for the act or privilege of engaging in business activities within the City, whether the person's office or place of business be within or without the City. The tax shall be in amounts to be determined by application of rates against gross proceeds of sale, gross income of business, or value of products, including by-products, as the case may be, as follows:

A. Upon every person engaging within the City in business as an extractor; as to such persons, the amount of the tax with respect to such business shall be equal to the value of the products, including by-products, extracted within the City for sale or for commercial or industrial use, multiplied by the rate of .00215 through December 31, 2016, and beginning January 1, 2017, through December 31, 2017, by the rate of .00219, ~~((and))~~ beginning January 1, 2018, through December 31, 2025, by the rate of .00222, and beginning January 1, 2026, by the rate of .00342. The measure of the tax is the value of the products, including by-products, so extracted, regardless of the place of sale or the fact that deliveries may be made to points outside the City.

B. Upon every person engaging within the City in business as a manufacturer; as to such persons, the amount of the tax with respect to such business shall be equal to the value of the products, including by-products, manufactured or processed within the City, multiplied by the rate of .00215 through December 31, 2016, and beginning January 1, 2017, through December 31, 2017, by the rate of .00219, ~~((and))~~ beginning

January 1, 2018, through December 31, 2025, by the rate of .00222, and beginning January 1, 2026, by the rate of .00342. The measure of the tax is the value of the products, including by-products, so manufactured or processed, regardless of the place of sale or the fact that deliveries may be made to points outside the City.

C. Upon every person engaging within the City in the business of making sales of retail services, or making sales at wholesale or retail; as to such persons, the amount of tax with respect to such business shall be equal to the gross proceeds of such sales of the business without regard to the place of delivery of articles, commodities, or merchandise sold, multiplied by the rate of .00215 through December 31, 2016, and beginning January 1, 2017, through December 31, 2017, by the rate of .00219, ~~((and))~~ beginning January 1, 2018, through December 31, 2025, by the rate of .00222, and beginning January 1, 2026, by the rate of .00342.

D. Upon every person engaging within the City in the business of:

1. Printing;
2. Both printing and publishing newspapers, magazines, periodicals, books, music, and other printed items;
3. Publishing newspapers, magazines, and periodicals;
4. Extracting for hire;
5. Processing for hire; or
6. Conducting a tour operator business; as to such persons, the amount of tax on such business shall be equal to the gross income of the business multiplied by the rate of .00215 through December 31, 2016, and beginning January 1, 2017, through December 31, 2017, by the rate of .00219, ~~((and))~~ beginning January 1, 2018, through December 31, 2025, by the rate of .00222, and beginning January 1, 2026, by the rate of .00342.

E. Upon every motor carrier engaging within the City in the business of transporting freight for hire; as to such persons, the amount of the tax with respect to such business shall be equal to the gross income from the transport of freight picked up in the City multiplied by the rate of .00415 through December 31, 2016, and beginning January 1, 2017, through December 31, 2017, by the rate of .00423, ~~((and))~~ beginning January 1,

2018, through December 31, 2025, by the rate of .00427, and beginning January 1, 2026, by the rate of .00658.

The business of transporting freight for hire includes the business of leasing or renting motor vehicles operated by the lessor, or by a person under the control of the lessor, to transport freight for hire.

F. Upon every other person engaging within the City in any business activity other than or in addition to those enumerated in the above subsections; as to such persons, the amount of tax on account of such activities shall be equal to the gross income of the business multiplied by the rate of .00415 through December 31, 2016, and beginning January 1, 2017, through December 31, 2017, by the rate of .00423, ~~((and))~~ beginning January 1, 2018 through December 31, 2025, by the rate of .00427, and beginning January 1, 2026, by the rate of .00658.

This subsection includes, among others, and without limiting the scope hereof (whether or not title to material used in the performance of such business passes to another by accession, merger, or other than by outright sale), persons engaged in the business of developing or producing custom software or of customizing canned software, producing royalties or commissions, persons engaged in the business of freight brokering, and persons engaged in the business of rendering any type of service which does not constitute a sale at retail, a sale at wholesale, or a retail service.

Section 2. Subject to and contingent upon approval of the qualified voters of the City, Section 5.55.040 of the Seattle Municipal Code, last amended by Initiative 137, is amended as follows:

5.55.040 When due and payable-Reporting periods-Monthly, quarterly, and annual returns-Threshold provisions-Computing time periods-Failure to file returns

* * *

D.

1. For purposes of the tax imposed by Chapter 5.45, any person whose gross proceeds of sales, gross income of the business, and value of products, including by-products, as the case may be, from all activities conducted within the city subject to tax after all allowable deductions, is less than the tax threshold amount defined in subsection 5.55.040.D.3 in the current calendar year, shall complete and file a return, declare

no tax due on their return, and submit the return to the Director. The gross receipts and deduction amounts shall be entered on the tax return even though no tax may be due.

2. Any person who reasonably estimates that the gross proceeds of sales, gross income of the business, and value of products, including by-products, as the case may be, from all activities conducted within the city subject to tax after all allowable deductions, will be less than the tax threshold amount defined in subsection 5.55.040.D.3 (~~((below,))~~) in the current calendar year may file a declaration so stating on a form supplied by the Director at the same time (~~((he or she))~~) the person files (~~((his or her))~~) an application for a business license tax certificate or a renewal. The Director may assign any person who files such declaration to an annual reporting period.

3. (~~((For calendar years prior to 2008, the Business and Occupation tax threshold amount shall remain at Fifty Thousand Dollars (\$50,000) as established under Ordinance 116945. For calendar years 2008 and 2009, the Business and Occupation tax threshold amount shall be Eighty Thousand Dollars (\$80,000).))~~) For calendar years 2010 (~~((and thereafter,))~~) through 2025, the (~~((Business and Occupation))~~) business and occupation tax threshold amount (~~((shall be One Hundred Thousand Dollars (-))~~) is \$100,000((-)). For calendar years starting in 2026, the business and occupation tax threshold amount is \$2,000,000.

* * *

Section 3. Subject to and contingent upon approval of the qualified voters of the City, Section 5.45.100 of the Seattle Municipal Code, last amended by Ordinance 124089, is amended as follows:

5.45.100 Deductions.

In computing the license fee or tax, the following may be deducted from the measure of tax:

* * *

W. Standard deduction. In computing tax, there may be deducted from the measure of the tax an amount equal to the tax threshold amount defined in subsection 5.55.040.D.3. Taxpayers reporting multiple business activity types may choose the business activities to which they apply the standard deduction. This deduction is

available to taxpayers for tax years beginning January 1, 2026.

* * *

Section 4. Subject to and contingent upon approval of the qualified voters of the City, Section 5.55.030 of the Seattle Municipal Code, last amended by Ordinance 126880, is amended as follows:

5.55.030 License requirements - Minimum license threshold

A.

1. No person, unless specifically exempted, shall engage in any business activity, profession, trade, or occupation in the City without having first obtained and being the holder of a valid and subsisting license to do so, to be known as a "business license tax certificate."

2. Effective January 1, 2019 to December 31, 2019, the fee for the business license tax certificate shall be:

~~((1-))~~ a. Fifty-five dollars for persons with taxable gross income of the business and value of products of less than \$20,000 in the most recent complete calendar year that engage in any business activity, profession, trade, or occupation in the City prior to July 1 and \$27.50 for such persons beginning their activity on or after July 1;

~~((2-))~~ b. One hundred ten dollars for persons with taxable gross income of the business and value of products of \$20,000 or more but less than \$500,000 in the most recent complete calendar year that engage in any business activity, profession, trade, or occupation in the City prior to July 1 and \$55 for such persons beginning their activity on or after July 1;

~~((3-))~~ c. Five hundred dollars for persons with taxable gross income of the business and value of products of \$500,000 or more but less than \$2,000,000 in the most recent complete calendar year that engage in any business activity, profession, trade, or occupation in the City prior to July 1 and \$250 for such persons beginning their activity on or after July 1;

~~((4.))~~ d. One thousand two hundred dollars for persons with taxable gross income of the business and value of products of \$2,000,000 or more but less than \$5,000,000 in the most recent complete calendar year that engage in any business activity, profession, trade, or occupation in the City prior to July 1 and \$600 for such persons beginning their activity on or after July 1.

~~((5.))~~ e. Two thousand four hundred dollars for persons with taxable gross income of the business and value of products of \$5,000,000 or more in the most recent complete calendar year that engage in any business activity, profession, trade, or occupation in the City prior to July 1 and \$1,200 for such persons beginning their activity on or after July 1.

3. On January 1, 2020 and on January 1 of every year thereafter, the fees for the business license tax certificate shall be increased for all persons consistent with the rate of growth of the prior year's June-to-June Consumer Price Index (CPI-U) for the Seattle-Tacoma-Bellevue area as published by the United States Department of Labor. To calculate the new annual fees, each prior year's fee will be multiplied by the sum of one and the annual percent change in the CPU-U. If the annual change in the CPI-U is negative, no adjustment shall be made for the year. The amount of the fees so calculated will be rounded to the nearest whole dollar.

4. For the 2026 business license tax certificate fee computation and every year thereafter, the fees in subsections 5.55.030.A.2 and 5.55.030.A.3 shall be based on the taxable gross income of the business prior to the taking of the standard deduction under subsection 5.45.100.W.

5. The fee shall accompany the application for the license. Persons who did not engage in business in the City in the most recent complete calendar year shall pay the minimum full or partial year fee amount at the time of application and the Director shall bill the person after the conclusion of the calendar year of the application for any remaining amount based on the fee schedule in this subsection 5.55.030.A and the person's taxable gross income of the business and value of products during the calendar year of the application.

6. The business license tax certificate shall expire at the end of the calendar year for which it is issued. The business license tax certificate shall be personal and nontransferable except as provided in

subsection 5.55.030.F. Applications for the business license tax certificate shall be made to the Director of Finance and Administrative Services on forms provided by the Director. Each business license tax certificate shall be numbered, shall show the name, place, and character of the business of the licensee, and such other information as the Director deems necessary, and shall at all times be conspicuously posted in the place of business for which it is issued.

7. If the licensee changes the place of business, the licensee shall return the business license tax certificate to the Director and a new business license tax certificate shall be issued for the new place of business free of charge.

Section 5. Subject to and contingent upon approval of the qualified voters of the City:

A. Proceeds of the business and occupation tax will continue to be deposited into the City's General Fund. The increases in business and occupation tax rates authorized in Section 1 of this ordinance shall be dedicated for the uses described in subsections 5.B and 5.C of this ordinance. At least three months prior to the Mayor submitting the annual budget, the Executive shall consult with the City Council on the impact of actual and anticipated revenue reductions and federal funding cuts on the programs identified in subsections 5.B and 5.C of this ordinance to inform how the new revenue generated by this ordinance is to be utilized. The Mayor shall submit to the City Council at the same time the budget is transmitted a written proposed plan outlining how the new revenue generated by this ordinance is to be utilized in these areas.

B. The proceeds shall be used:

1. For the business and occupation tax threshold lift and deduction for small businesses.
2. To fund City General Fund investments in the following program areas:
 - a. Food access;
 - b. Gender-based violence;
 - c. Small business supports;
 - d. Emergency shelter;

- e. Homelessness prevention; and
- f. Support for workers' rights and protections.

C. Up to \$30 million in proceeds may be used:

1. For implementation costs and ongoing administration of the tax.
2. To mitigate the impact of federal funding reductions in the following program areas:
 - a. Housing stability for low-income tenants;
 - b. Food insecurity;
 - c. Financial stability for affordable housing providers and properties; and
 - d. Emergency shelters and homelessness.

Section 6. Subject to and contingent upon approval of the qualified voters of the City, this ordinance shall be automatically repealed without subsequent City Council action on January 1, 2030, unless the City by July 31, 2029 passes an ordinance extending its effectiveness. The duration of the extension may be no more than four years. This section does not limit the City's ability to pass other ordinances that amend the business and occupation tax threshold in Seattle Municipal Code Section 5.55.040, or the standard deduction in Seattle Municipal Code subsection 5.45.100.W.

Section 7. Election - Ballot title. The City Council directs the City Clerk to file relevant portions of this ordinance with the Director of Elections of King County, Washington, as ex officio supervisor of elections, requesting the Director of Elections to call and conduct a special election in the City in conjunction with the state general election to be held on November 4, 2025, for the purpose of submitting to the qualified electors of the City the proposition set forth in Sections 1 through 6 of this ordinance. The City Clerk is directed to certify to the King County Director of Elections the ballot title approved by the City Attorney in accordance with their responsibilities under RCW 29A.36.071. The following ballot title is submitted to the City Attorney for consideration:

THE CITY OF SEATTLE

PROPOSITION NO. 2

Changes to the Business and Occupation Tax

The Seattle City Council adopted Ordinance No. XXXXXX concerning changes to the business and occupation tax.

The City of Seattle's Proposition 2 would increase the threshold for payment of the business and occupation tax from \$100,000 to \$2 million in gross receipts; create a \$2 million standard deduction; and increase tax rates currently at .00222 and .00427 to .00342 and .00658, respectively. The changes would end after four years, unless extended by ordinance for up to four more years. Proceeds would support the general fund and critical city services threatened by federal cuts.

Should this Proposition be approved?

Yes

No

Section 8. Any act consistent with the authority of this ordinance taken after its passage and prior to its effective date is ratified and confirmed.

Section 9. Sections 1 through 6 of this ordinance shall take effect subject to and contingent upon approval of the qualified voters of the City as authorized by RCW 35.21.711 and in accordance with applicable law. All other sections of this ordinance shall take effect and be in force 30 days after its approval by the Mayor, but if this ordinance is not approved and returned by the Mayor within ten days after presentation, then those sections shall take effect as provided by Seattle Municipal Code Sections 1.04.020 and 1.04.070.

Passed by the City Council the _____ day of _____, 2025, and signed by me in open session in authentication of its passage this _____ day of _____, 2025.

President _____ of the City Council

Approved / returned unsigned / vetoed this ____ day of _____, 2025.

Bruce A. Harrell, Mayor

Filed by me this _____ day of _____, 2025.

Scheereen Dedman, City Clerk

(Seal)

SUMMARY and FISCAL NOTE

Department:	Dept. Contact:	CBO Contact:
Legislative	Tom Mikesell	n/a

1. BILL SUMMARY

Legislation Title: relating to the business and occupation tax; requesting that a special election be held concurrent with the November 4, 2025 general election for submission to the qualified electors of the City a proposition to lift the limit on business and occupation tax rates under RCW 35.21.711, authorize the City to levy additional taxes for the purposes of providing housing, human services, workforce, and small business support, increase the business and occupation tax threshold, create a business and occupation tax standard deduction, and revise the business license tax consistent with changes to the business and occupation tax; amending Sections 5.45.050, 5.45.100, and 5.55.030, 5.55.040 of the Seattle Municipal Code; proposing a ballot title; and ratifying and confirming certain prior acts.

Summary and Background of the Legislation:

This council bill would submit a business and occupation tax restructure proposal to the voters of Seattle for their approval at the November 4, 2025, general election. Contingent on voter approval, it would, as of January 1, 2026:

- Increase B&O tax rates,
- Increase the standard exemption from \$100,000 to \$2 million,
- Add a \$2 million standard deduction,
- Make conforming changes to the City's business license fee, which currently uses B&O tax taxable income for its fee schedule
- Generate \$90 million of new General Fund (GF) revenue, which will be used to:
 - Pay for implementation and ongoing operating costs related to the tax
 - Support city investments in the areas of food access, gender-based violence, small business supports, emergency shelters, homelessness prevention and support for worker rights and protections
 - Mitigate federal funding cuts in the areas of housing stability, food insecurity, financial stability for the affordable housing sector and emergency shelter and homelessness.

These changes sunset on January 1, 2030 unless the City Council passes, by July 31, 2029, an ordinance to extend them an additional four years.

RCW 35.21.710 establishes maximum rates for business and occupation (B&O) taxes imposed by cities in Washington state. Subject to a majority vote by the qualified electors of a city, RCW 35.21.711 authorizes increases above the statutory maximum. Seattle currently imposes a 0.222 percent tax rate per dollar of gross business receipts received from retail and wholesale trade; manufacturing; extracting; printing and publishing activities in the city. Gross business receipts from services (broadly defined) and transport for hire are taxed at a 0.427 percent tax rate per dollar of gross receipts. To avoid any confusion or misinterpretation, the rates are fractions of a percent, so less than one percent. That said, they apply to a business's gross (total) revenues, not its net income or profit.

Businesses with total gross receipts of \$100,000 or below are exempt from paying the tax. Revenues from the tax are deposited in the City's General Fund and are available to support any City program. Based on the April 2025 revenue forecast from the Office of Economic and Revenue Forecasts, the B&O tax is projected to generate \$368.6 million in 2025 and \$385 million in 2026.

The business and occupation tax restructure proposed to the qualified voters of Seattle by this council bill would increase the rate per dollar of gross receipt from retail and wholesale trade; manufacturing; extracting; printing and publishing activities to 0.342 percent and would increase the rate per dollar of gross receipts from services, other and transport for hire to 0.658 percent. According to the Office of Economic and Revenue Forecasts (Forecast Office), these rate changes would generate \$151million of new business and occupation tax revenue in 2026. However, as detailed below, there are several factors that create uncertainty about this forecast of the potential incremental revenues.

Of the new revenue \$28 million would offset the projected loss of business and occupation tax revenue resulting from increasing the exemption threshold to \$2 million, and an additional \$31 million would be offset by the new \$2 million standard deduction for all taxpayers. In applying the standard deduction, taxpayers would be able to choose which line of business income is deducted first.

Subject to allocation through the fall budget process, the bill would dedicate the remaining revenues from the higher rates, estimated at \$90 million. Proceeds shall be used to support City investments in food access, gender-based violence services, small business supports, emergency shelter, homelessness prevention and support for worker's rights and protections. Up to \$30 million in proceeds may also be used to 1) pay for implementation costs and ongoing administration of the tax (see Section 4 below for further details on these costs); and 2) mitigate the impact of federal funding reductions related to housing stability for low-income tenants, food insecurity, financial stability for affordable housing providers and properties and emergency shelters and homelessness.

The Executive is required to consult with the City Council, at least three months prior to the Executive transmitting the budget, on the impact of actual and anticipated revenue reductions and federal funding cuts on the program areas described in the above paragraph and how the revenues generated by the ordinance will be utilized. Additionally, the Executive must submit to

the City Council, at the same time the budget is transmitted, a written proposed plan outlining how the new revenue generated by this ordinance is to be utilized in these program areas.

The Forecast Office memorandum that describes the analysis and methods used to derive the rates to generate these revenue amounts identified several risks and considerations, including:

- Unpredictability of federal fiscal and trade policy, including heightened inflationary pressures from tariffs;
- Heightened chance of a national recession in the next 12 months;
- Limited data to inform the local tax base implications of Engrossed Substitute Senate Bill (ESSB) 5814, which shifts some service business types to retail for purposes of B&O tax;
- Concentration of the B&O tax base to a smaller number of taxpayers, by way of increasing the exemption threshold, which would make the tax more volatile and increase the tax burden for remaining taxpayers;
- Recent history of tax increases affecting current B&O taxpayers, including the imposition of the City's payroll expense tax and a subsequent rate increase; a new payroll tax to support social housing; and an increase to State B&O tax rates in ESSB 5814.
- Lower current B&O tax rates at neighboring cities imposing a B&O tax; and,
- Large overall rate increases in percentage terms.

While the Forecast Office did not explicitly estimate the impacts of most of these considerations (the estimated implications of ESSB 5814 on the tax base was included in calculating the proposed rates, though as cited above the data was limited), each of these can be seen as potential downside risks, in the form of the possibility of changing economic assumptions and/or the reaction of taxpayers to tax rate changes. The full Forecast Office memorandum is attached.

It is worth noting that there are also upside considerations, including:

- Tax relief supported by the new revenues from the tax increase could allow some small business to remain in business in the face of economic pressures;

As with the listed potential downsides, the impact of these is inestimable.

2. CAPITAL IMPROVEMENT PROGRAM

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

3. SUMMARY OF FINANCIAL IMPLICATIONS

Does this legislation have financial impacts to the City? ☐ Yes ☒ No

This legislation provides for a business and occupation tax restructure proposal to be placed on the ballot, which, if approved, would restructure the tax, providing an estimated \$90 million of new General Fund revenue for small business tax relief, housing, human services, and workforce support beginning in 2026. This amount would grow annually by the rate assumed in the overall revenue forecast for the B&O tax. These revenues are not added to the City's budget through this legislation but will be accounted for in separate legislation if the rate increase is approved.

3.d. Other Impacts

Does the legislation have other financial impacts to The City of Seattle, including direct or indirect, one-time or ongoing costs, that are not included in Sections 3.a through 3.c? If so, please describe these financial impacts.

As noted above, this legislation does not directly impact the adopted budget. Appropriations of new revenue will be approved in separate legislation if voters approve the tax increase.

If the legislation has costs, but they can be absorbed within existing operations, please describe how those costs can be absorbed. The description should clearly describe if the absorbed costs are achievable because the department had excess resources within their existing budget or if by absorbing these costs the department is deprioritizing other work that would have used these resources.

N/A

Please describe any financial costs or other impacts of *not* implementing the legislation.

N/A

4. OTHER IMPLICATIONS

- a. Please describe how this legislation may affect any departments besides the originating department.**

The Office of City Finance in the Department of Finance and Administrative Services (FAS) administers the taxpayer education, compliance, and audit functions for all City taxes, including the business & occupation tax. To meet the tight implementation timeline, City Finance staff would likely need to begin implementation prior to the November vote.

City Finance staff initial estimates of implementation costs include \$2.3 million for system changes in 2025, and approximately \$1.5 million in ongoing costs, including personnel. In the event these changes result in stability issues to the legacy system, City Finance Staff estimate an additional \$2.7 million would allow for accelerated system replacement costs in 2027.

FAS revenue administration staff would implement tax structure changes in collaboration with system vendors and Seattle Information Technology staff, including submitting any budget requests to support these costs as needed.

- b. Does this legislation affect a piece of property? If yes, please attach a map and explain any impacts on the property. Please attach any Environmental Impact Statements, Determinations of Non-Significance, or other reports generated for this property.**
No.

c. Please describe any perceived implication for the principles of the Race and Social Justice Initiative.

- i. How does this legislation impact vulnerable or historically disadvantaged communities? How did you arrive at this conclusion? In your response please consider impacts within City government (employees, internal programs) as well as in the broader community.**

This council bill submits a question for the public ballot and would not directly nor indirectly impact historically disadvantaged communities. However, the revenue raised by the tax increase would be dedicated to small business tax relief, housing, human services, and workforce support, which may benefit these communities. Further, tax relief would be provided to businesses with less than \$5.7 million in revenue, which may also benefit disadvantaged communities.

- ii. Please attach any Racial Equity Toolkits or other racial equity analyses in the development and/or assessment of the legislation.**

N/A

- iii. What is the Language Access Plan for any communications to the public?**

Information about the proposed ballot measure will be provided to the public as part of the standard voter's pamphlet. A translated version of this document is generally available in a number of languages.

d. Climate Change Implications

- i. Emissions: How is this legislation likely to increase or decrease carbon emissions in a material way? Please attach any studies or other materials that were used to inform this response.**

N/A

- ii. 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.**

N/A

- e. 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)? What mechanisms will be used to measure progress towards meeting those goals?**

5. CHECKLIST

Please click the appropriate box if any of these questions apply to this legislation.

☐ **Is a public hearing required? No**

- ☐ Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required? No
- ☐ If this legislation changes spending and/or revenues for a fund, have you reviewed the relevant fund policies and determined that this legislation complies? Not applicable
- ☐ Does this legislation create a non-utility CIP project that involves a shared financial commitment with a non-City partner agency or organization? No

6. ATTACHMENTS

Summary Attachments:

1. Office of Economic and Revenue Forecasts June 26, 2025 memo



MEMORANDUM

Date: June 26, 2025
To: Tom Mikesell, Policy Analyst, City Council Central Staff
From: Jan Duras, Interim Director and Chief Economist, Office of Economic and Revenue Forecasts
Re: Request for Business and Occupation Tax 2026 Revenue and Tax Rate Estimates

1. Introduction

In this memorandum, the Office of Economic and Revenue Forecasts (Forecast Office) provides the requested analysis of a change in the structure of the Business and Occupation (B&O) tax that would effectively on January 1, 2026

- increase taxable threshold from \$100,000 to \$2,000,000
- introduce a \$2 million standard deduction
- increase tax rates to raise \$90 million in additional revenues in 2026, relative to the April 2025 revenue forecast for that year.

2. 2024 Business and Occupation Tax revenues

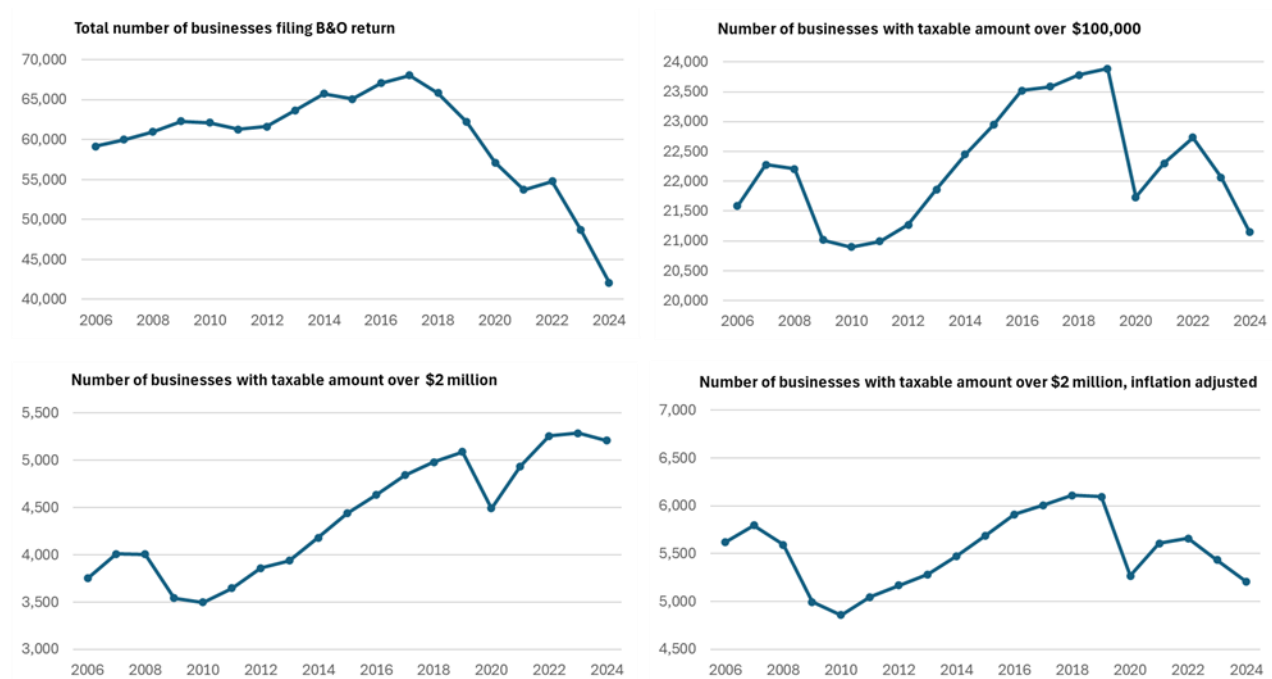
B&O tax returns data for 2024 was first used to obtain the aggregate tax revenues by business activity classification and by taxable amount, to obtain initial insights about the concentration of B&O revenues.

Table 1. Business and Occupation Tax - 2024 total tax due by taxpayers' taxable amount

	Current Tax Rate	Businesses with taxable amount up to \$2 million	Businesses with taxable amount over \$2 million	All businesses
Manufacturing - Extracting	0.222%	\$386,499	\$6,866,420	\$7,252,919
Wholesaling	0.222%	\$2,717,090	\$34,356,211	\$37,073,301
Retail Sales & Retailing Services	0.222%	\$9,452,494	\$61,879,493	\$71,331,987
Printing – Publishing	0.222%	\$74,141	\$688,464	\$762,605
Tour Operator or Processor for Hire	0.222%	\$27,897	\$89,933	\$117,830
Transporting Freight for Hire	0.427%	\$144,664	\$1,104,036	\$1,248,701
Service & Other Business Activities	0.427%	\$15,532,302	\$219,511,964	\$235,044,266
Total		\$28,335,087	\$324,496,521	\$352,831,608

As shown in the Table 1 above, in 2024 about \$28.3 million of B&O revenues was paid by businesses with taxable amount up to \$2million. In addition, Figure 1 below shows that out of approximately 42,000 businesses that filed B&O tax return in 2024, about 21,000 businesses were above the current threshold of \$100,000 and about 5,200 businesses reported taxable amount above \$2 million. Increasing the taxable amount threshold to \$2 million would thus shrink the number of taxpayers by about 75%.

Figure 1. Number of businesses filing Business and Occupation Tax returns



3. Business and Occupation Tax revenues estimate for 2026

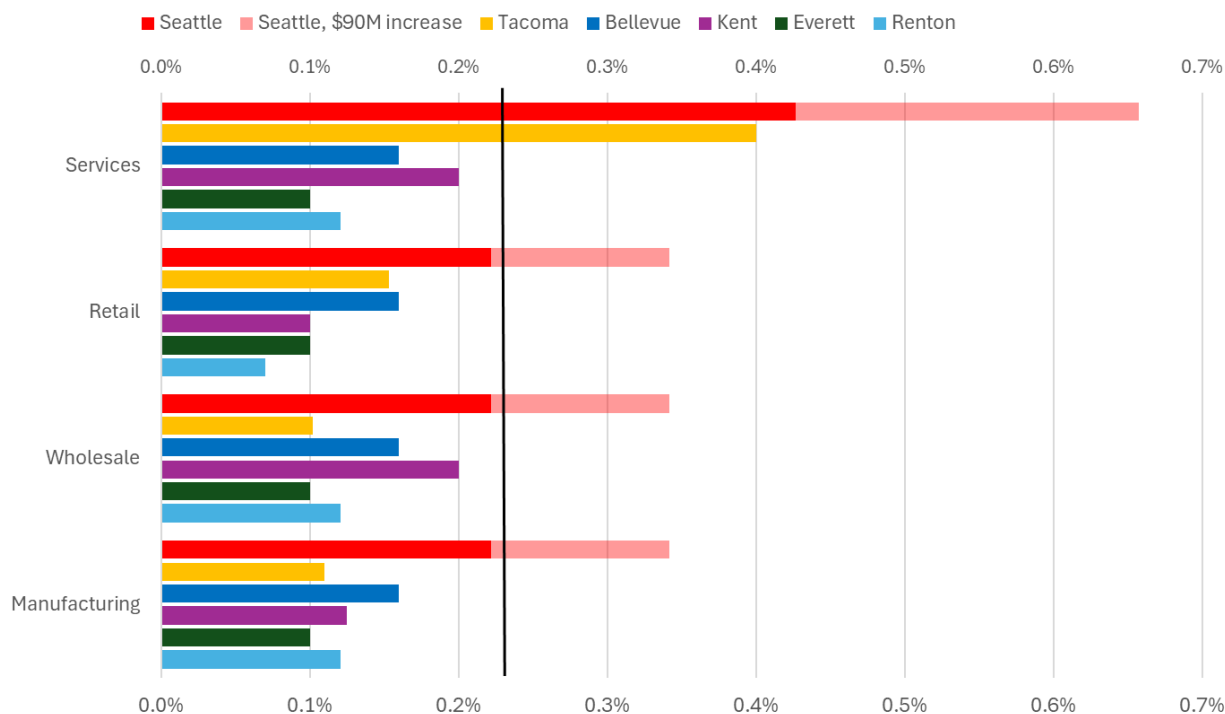
Revenue forecast developed by the Forecast Office in April 2025 was next used together with the revenue collection data to estimate the 2026 B&O revenues by business activity classification. To obtain B&O revenue estimates for 2026, it is also necessary to account for the revenue loss due to Washington State Senate Bill 5814, which makes certain services (IT training services, technical support, custom website development services, digital automated services, security services, temporary staffing services, advertising services, live presentations) subject to the sales tax and the B&O tax rate for retail sales; generally these services are currently subject to the higher B&O tax rate imposed on service and other business activities. The resulting estimates for 2026 B&O revenues are presented in the Table 2 below.

Table 2. Business and Occupation Tax - estimates of 2026 tax due, \$ millions

	Current Tax Rate	Taxpayers with taxable amount up to \$2 million - total tax due	Taxpayers with taxable amount over \$2 million - tax due on taxable amount up to \$2 million	Taxpayers with taxable amount over \$2 million - tax due on taxable amount over \$2 million	Total B&O tax due
Manufacturing, Wholesaling, Retail Sales, Printing, and Tour Operator or Processor for Hire	0.222%	\$13.4	\$14.4	\$123.4	\$151.2
Service & Other Business Activities and Tour Operator or Processor for Hire	0.427%	\$15.0	\$18.4	\$188.4	\$221.8
Total		\$28.4	\$32.8	\$311.8	\$373.0

The increase of the threshold to \$2 million in 2026 is estimated to result in B&O tax revenue loss of \$28.4 million, the \$2 million standard deduction would further reduce revenues by additional \$32.8 million. To make up for the combined \$61.2 million loss and to further increase B&O revenues by \$90 million over the April 2025 forecast for 2026, tax rates would have to increase by a factor of 1.54. This would increase the lower B&O rate from 0.222% to 0.342% and the higher rate from 0.427% to 0.658%. Figure 2 below shows the current B&O tax rates and tax rates after the increase and compares them to the B&O tax rates in other large cities close to Seattle.

Figure 2. Business and Occupation Tax rates



Note: Black line denotes 0.2% statutory limit. Redmond and Kirkland do not impose Business and Occupation tax.

4. Risks to the revenue estimate

Any forecasts or estimates of future revenues have some uncertainty associated with them. The amount of economic uncertainty is however remarkable now, due to a number of recent policy changes on the national, state, and local level. As a result, there are notable risks to the presented estimates that should be taken into account.

First, when it comes to the outlook for national and regional economies in 2026, higher tariffs are expected to push inflation higher, increasing costs for households and businesses, and slowing economic growth. Recession fears have subsided somewhat since the April revenue forecast was developed, but the likelihood of a recession in the next 12 months is still 40%-50%, which is uncomfortably high. Based on the Washington State Employment Security Department data released in June, Seattle area regional economy has in the first five months of 2025 lost about 8,000 jobs compared to the same period in 2024, which is a 0.4% decline. Employment in the national economy has grown 1.1% during the same period. Overall, a variety of data suggests that the regional economy is currently more vulnerable than the national one, raising the risks and the negative implications of a potential downturn.

Second, data that can be used to obtain revenue impact estimates of Washington State Senate Bill 5814 is limited, there is a lot of uncertainty regarding the affected tax base, and it is also not clear what kind of sourcing rules will be applied to services affected until rule making takes place. As a result, the actual B&O revenue loss due to Senate Bill 5814 can be materially lower or higher than the underlying estimate here. This would also mean lower than predicted additional revenue from B&O tax rate increase.

Third, the number of businesses paying B&O tax would drop significantly as the result of this proposal, from more than 22,000 to about 5,400. Moreover, about 400 businesses will be paying 75% (\$345 million) of the total tax, top 90 businesses about 50% (\$236 million), and top 20 about 30% (\$140 million) of the total B&O tax revenues. At the same time, to cover the revenue loss due to a higher threshold, new deduction, and to raise \$90 million in additional revenue the B&O tax rate would have to increase substantially for businesses paying a larger share of this tax – top 270 businesses would be paying \$100 million more combined, facing a 54% increase in their 2026 tax burden. Top 30 taxpayers would be paying about \$50 million more combined, a 54% increase as well. There is a significant overlap between the taxpayers subject to Payroll Expense Tax and the top taxpayers of the B&O tax. As a result of a higher concentration of B&O tax if the proposed changes are implemented, both revenue streams will be more closely tied to financial fortunes and decisions of a relatively small number of businesses. This would make B&O tax revenues more volatile and less predictable.

Finally, this would be another business tax increase in a short period of time, including the Payroll Expense Tax imposed in 2021, Payroll Expense Tax rates increase in 2024, new Social Housing Tax starting in 2025, tax increase in 2025 due to Senate Bill 5814, and finally this proposed change in Business and Occupation tax in 2026. It is important to note that as shown above, the B&O tax rates in Seattle are already much higher than in the surrounding cities. It is difficult to predict how large businesses will react to the cumulative impact of all these increases in tax burden, but several large employers have recently moved thousands of jobs out of Seattle, to some of the surrounding cities. A large increase in B&O tax rates could potentially further exacerbate this problem, which would then lead to negative downstream effects, lower job and income growth in the local economy, as well as lower B&O Tax, Payroll Expense Tax, and Sales Tax revenue growth in the coming years.

cc: Ben Noble, Director, Council Central Staff
Dan Nolte, Deputy Chief of Staff, Mayor's Office
Dan Eder, Director, City Budget Office
Jeanette Blankenship, Deputy Director, City Budget Office
Richard Dadzie, Fiscal and Policy Manager, City Budget Office
Dave Hennes, Fiscal and Policy Manager, City Budget Office
Tim Lennon, Chief of Staff, Office of Councilmember Rinck
Rachel Alger, Policy Director, Office of Councilmember Rinck



CB 121028: Business and Occupation Tax Rebalancing

TOM MIKESELL, ANALYST; JEN LABRECQUE, ANALYST
SELECT BUDGET COMMITTEE
JULY 16, 2025

Outline

- **Background**
- **Overview**
- **Analysis of Restructure**
- **Use of Proceeds**
- **Considerations**

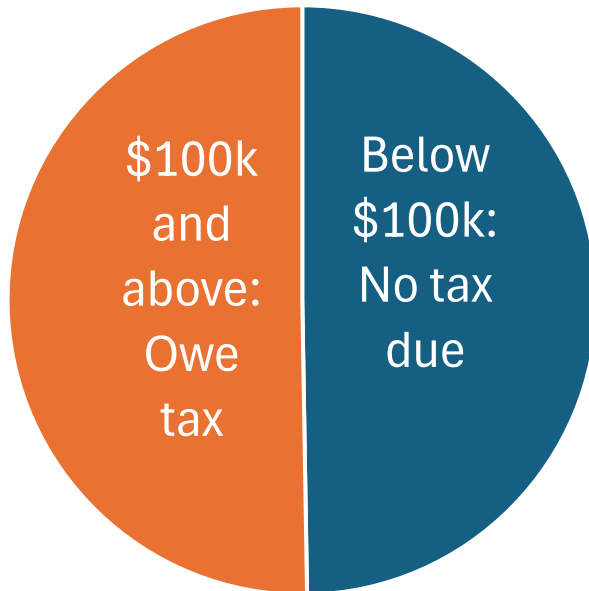
Background (1/2)

Business and Occupation (B&O) Tax Structure

- Tax on gross revenue of businesses revenue earned in Seattle
- Since based on gross revenue, no deductions for operating expenses
- Current rates represent a fraction of a percent of gross business revenue:
 - 0.222% for retail sales and services, wholesaling, and manufacturing/extracting (22 cents per \$100 of revenue)
 - 0.427% for services, transporting freight for hire, and other (43 cents per \$100 of revenue)
- Businesses with gross revenue below \$100,000 are exempt
- Rates are at statutory maximum; voted increase authorized by RCW 35.21.711

Background (2/2)

2024 total filers: 42,000



- In 2024, about half of tax filers had zero B&O tax obligation (that is, revenue was below the \$100,000 exemption threshold).
- B&O tax generated \$353M in 2024.
- Currently projected to raise \$369M in 2025 and \$385M in 2026 ^{1/}.
- Represents ~20% of General Fund (GF) revenue.

^{1/}Does not include Forecast Office's estimated impacts of ESSB 2015, which classifies some technology services as retail and would reduce B&O tax revenues.

Overview

1. Increase the exemption threshold to \$2M, create a new \$2M standard deduction, align business license fee structure, accordingly, increase B&O tax rates, and designate use of proceeds, contingent on voter approval.
2. Submit question to the November 5, 2025, General Election with these changes.
3. All changes would be effective January 1, 2026.
4. Includes a January 1, 2030, sunset date, which can be extended an additional four years by an ordinance approved by July 31, 2029.

Analysis of Restructure (1/6)

Increase exemption threshold from \$100,000 to \$2M:

- Based on 2024 data, would exempt an additional 16,000 taxpayers (75% of total)
- Number of businesses owing tax would drop to ~5,000
- Forecast Office estimates impact is \$28.4M (prior to rate increase)

Number and Percentage of Firms No Longer Subject to B&O Tax

Business Type	Number	% of All Taxpayers
Agriculture, Forestry, Fishing, and Hunting, Mining, Manufacturing	654	71%
Construction	2,457	74%
Trade	2,128	65%
Transportation, Warehousing, and Utilities	200	67%
Information	318	66%
Finance and Insurance	315	60%
Real Estate and Rental and Leasing	578	73%
Professional and Business Services	3,848	76%
Educational Services	254	90%
Health Care and Social Assistance	1,633	86%
Arts, Entertainment, and Recreation	347	83%
Accommodation and Food Services	320	73%
Restaurants	1,343	82%
Other Services	1,511	83%
Total	15,906	75%

1/ 2024 data - Office of Economic and Revenue Forecasts

Analysis of Restructure (2/6)

New \$2M Standard Deduction:

- Based on Forecast Office analysis, would exempt \$10.8B of revenue from tax for remaining taxpayers
- Forecast Office Estimates impact is \$33M (prior to rate increase)

Conforming changes to business license fee:

- Business license fee is based on taxable revenue, would clarify that is prior to standard deduction

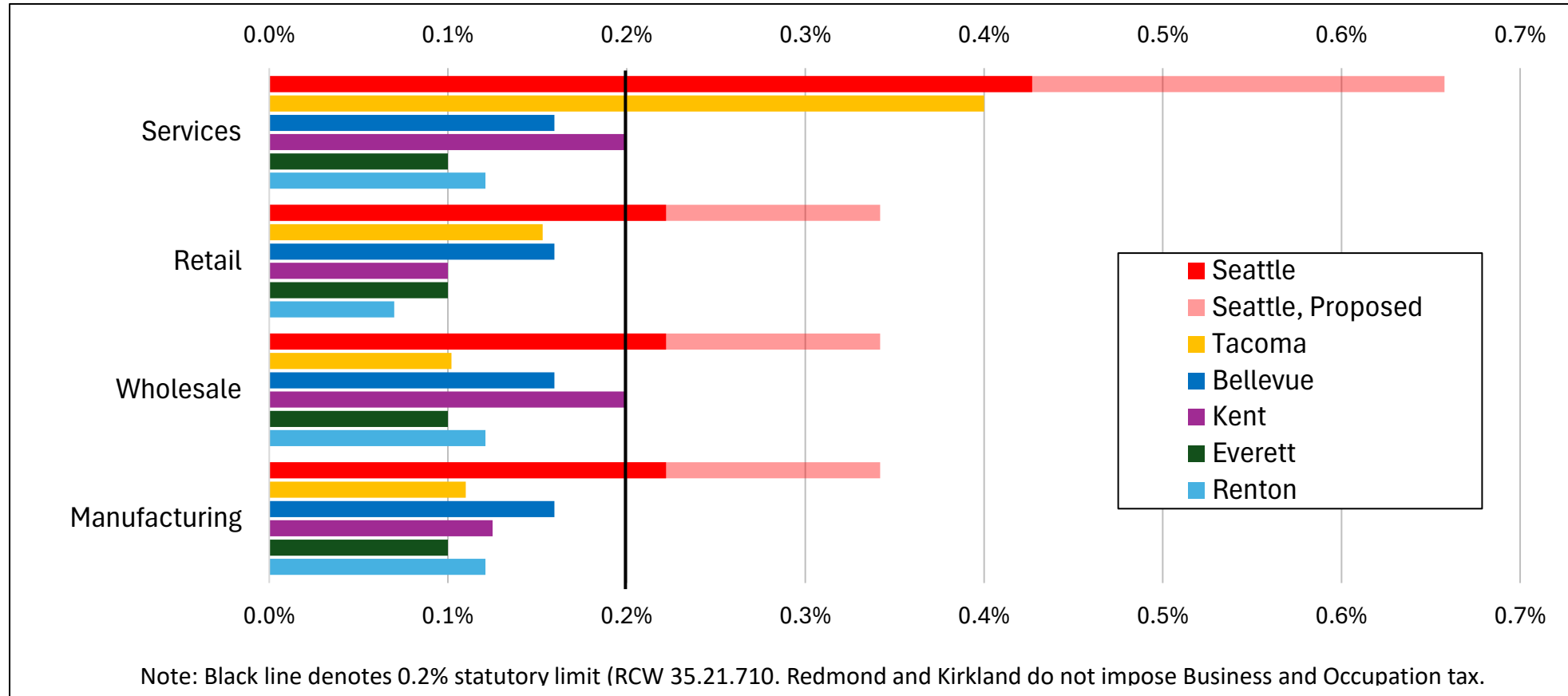
Rate Increases:

Business Type	Current	Proposed	Change	Per \$1M of Revenue
Retail/Wholesale Trade, and Manufacturing	0.222%	0.342%	0.120%	\$1,200
Services, Other	0.427%	0.658%	0.231%	\$2,310

- Forecast Office estimates rate increase would generate \$151M in 2026 (with stated caveats and risks).

Analysis of Restructure (3/6)

Regional rate comparisons (Forecast Office):



Analysis of Restructure (4/6)

Examples of Taxpayer Impacts (retail, wholesaling, and manufacturing):

Business	Revenue	Tax Due:		Difference
		Current Structure	After Restructure	
A	\$250,000	\$555	\$0	(\$555)
B	\$500,000	\$1,110	\$0	(\$1,110)
C	\$2,000,000	\$4,440	\$0	(\$4,440)
D	\$5,700,000	\$12,654	\$12,654	\$0
E	\$10,000,000	\$22,200	\$27,360	\$5,160
F	\$20,000,000	\$44,400	\$61,560	\$17,160
G	\$100,000,000	\$222,000	\$335,160	\$113,160
H	\$500,000,000	\$1,110,000	\$1,703,160	\$593,160

➤ Taxpayers below ~\$5.7M revenue would owe lower tax.

Analysis of Restructure (5/6)

Examples of Taxpayer Impacts (services, transporting freight for hire, and other):

Business	Revenue	Tax Due:		Difference
		Current Structure	After Restructure	
A	\$250,000	\$1,068	\$0	(\$1,068)
B	\$500,000	\$2,135	\$0	(\$2,135)
C	\$2,000,000	\$8,540	\$0	(\$8,540)
D	\$5,700,000	\$24,339	\$24,346	\$7
E	\$10,000,000	\$42,700	\$52,640	\$9,940
F	\$20,000,000	\$85,400	\$118,440	\$33,040
G	\$100,000,000	\$427,000	\$644,840	\$217,840
H	\$500,000,000	\$2,135,000	\$3,276,840	\$1,141,840

➤ Taxpayers below ~\$5.7M revenue would owe lower tax.

Analysis of Restructure (6/6)

Fiscal Recap:

- Cost of increasing exemption threshold: \$28M
- Cost of new \$2M standard deduction: \$33M
- Impact of higher tax rates: \$151M
- Net: \$90M GF revenue

Use of Net \$90M GF revenue (1/3)

Shall fund City General Fund investments in the following program areas

- Food access
- Gender-based violence
- Small business supports
- Homelessness prevention
- Emergency shelter
- Support for workers' rights and protections

Use of Net \$90M GF revenue (2/3)

Up to \$30 million in proceeds may be used:

- For implementation costs and ongoing administration of the tax
- To mitigate the impact of federal funding reductions in the following program areas:
 - Housing stability for low-income tenants
 - Food insecurity
 - Financial stability for the affordable housing providers and properties
 - Emergency Shelter and Homelessness

Use of Net \$90M GF revenue (3/3)

- At least three months prior to the Mayor submitting the annual budget, the executive shall:
 - Consult with Council on impact of actual and anticipated revenue reductions and federal funding cuts on the identified program areas
 - Inform Council how the new revenue generated by this ordinance is to be utilized.
- The Mayor shall submit to Council, at the same time the budget is transmitted, a written proposed plan outlining how the new revenue generated by this ordinance is to be utilized in the identified program areas

Considerations (1/2)

Tax base risk (Forecast Office):

- A narrower tax base would add some volatility (5,000 vs. 21,000 taxpayers)
- Potential adverse business response to successive City tax changes
 - Payroll expense tax (2020)
 - Payroll expense tax increase for student mental health (2023)
 - Social Housing tax (2024)
 - About a third of the tax increase would be imposed on 65 taxpayers that paid ~87% (\$306M) of payroll expense tax in 2024

Revenue Forecast risk (Forecast Office)

- 40-50% chance of national recession in next 12 months
- Estimated impacts for recent state law changes (ESSB 5814) is based on imperfect sourcing information

Considerations (2/2)

System implementation risk :

- SLIM Legacy system
 - To meet January 1 timeframe, staff would need to begin work, and incur costs, prior to vote
 - Risks that are commonplace in all system changes, such as dependencies on key personnel and facilitation across interdependent systems
 - Executive intends to position measures to monitor and mitigate risks
 - Changes to the current scope would require a reassessment of risks

Budget implementation risk:

- The Executive will submit a 2026 budget assuming the \$90M revenue
- If the measure fails, Council would need to quickly rebalance and do so in a year where significant cuts will already be incorporated into the proposed budget.
- An adverse October revenue forecast update would intensify the pressure

Questions?

B&O Tax Changes

Council's Select Budget Committee
July 16, 2025

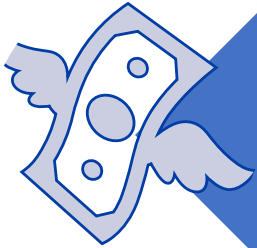


Seattle Faces Increasing Economic Challenges



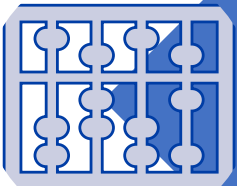
Increasing overall cost of living:

Among all cities and urban areas, Seattle ranked as the **11th most expensive place to live**. Seattle's average rent rose to \$2,110 per month in June.



Increasing business and property costs:

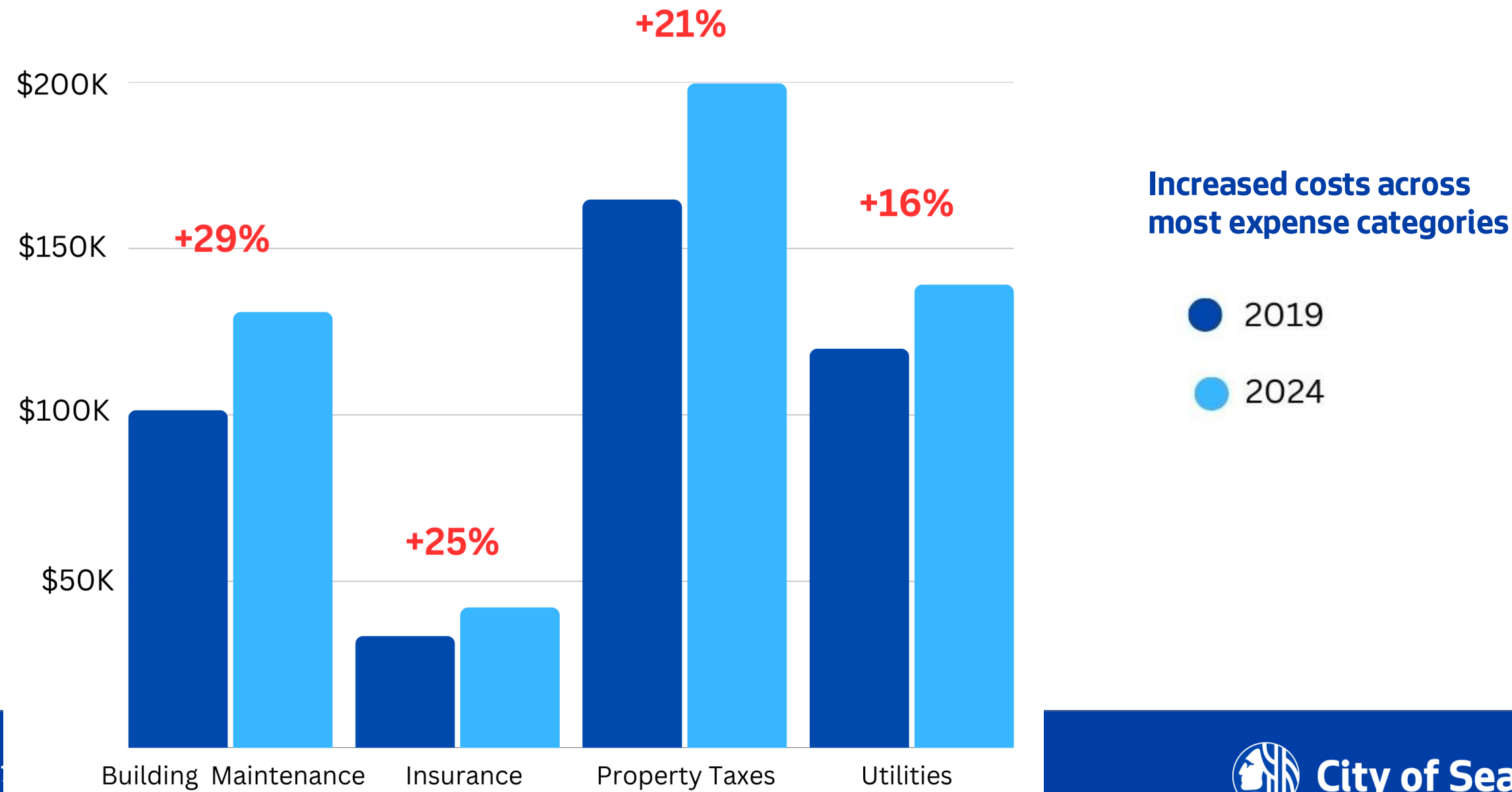
Nationally, 37% of small businesses couldn't pay rent in November. In Washington, net margins for restaurants decreased from 4% to 1.5%.



State and Federal Uncertainties:

We have hundreds of millions of dollars in federal grants that are imperiled by the current administration. Currently, the congressional “One Big Beautiful Bill” legislation will have direct impacts on Medicaid, SNAP benefits, and more that will directly affect our community.

Small Business Workgroup Snapshot:
2019 vs 2024 expenses from local property and business owner



The City's Budget Snapshot

- The City is experiencing an ever-increasing demand on services every year, and costs and inflation continue to increase
- In April 2025, the **Forecast Council dramatically lowered its overall forecast by \$251 million for 2025/26 based on the advice of the Office of Economic and Revenue Forecasts (OERF)**. We face a deficit in 2026 and an even larger projected deficit starting in 2027
- Use of one-time funds have masked this shortfall in recent years but are no longer a viable option without new revenues or a reduction in services



Seattle's Response

Mayor Harrell has proposed a balanced budget for the last three years. He's:

- Reduced programmatic investments, identified business efficiencies, and unfortunately had to lay off employees,
- Streamlined functions across departments including the Unified Care Team (UCT), the Downtown Activation Team (DAT), and the Permitting & Customer Trust Team (PACT), and
- Added flexibility to spending regulations.

All without proposing NEW taxes.

No single solution will solve the gap.

Proposal

7/16/2025

Seattle Mayor's Office



City of Seattle

B & O Ordinance Changes

To address these challenges, Mayor Harrell and Councilmember Rinck propose changing the City's Business and Occupation tax:



RAISES B&O TAX EXEMPTION THRESHOLD FROM \$100,000 TO \$2,000,000, EXEMPTING 76% OF CURRENT B&O TAXPAYERS.



CREATES \$2,000,000 B&O DEDUCTION, LOWERING TAXES FOR 90% OF CURRENT B&O TAXPAYERS.



RAISES B&O TAX RATES FOR GROSS REVENUE OVER \$2M TO RAISE \$90M FOR CRITICAL HUMAN SERVICES AND PROGRAMS.

Business Impact Snapshot

What's Changing for Seattle Businesses in 2026?

Business A - \$100,000 gross revenue



No change: currently exempt from Seattle B&O tax

Business B - \$2,000,000 gross revenue



\$6,500



Current

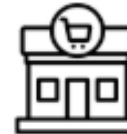


\$0

Future

Savings of \$6,500 annually due to increased exemption threshold

Business C - \$5,000,000 gross revenue



\$16,200



Current

\$14,900



Future

Savings of \$1,300 annually due to new deduction for first \$2M in gross revenue

Business D - \$12,000,000 gross revenue



\$38,900



Current

\$49,700



Future

Increase of \$10,800 annually due to increase in B&O tax rates for revenue over \$2M

Spending Plan

Proposed revenue will:

- 1) **Support the threshold lift and deduction for small businesses**
- 2) **Support the City's General Fund investments in:**
 - Food access
 - Gender-based violence
 - Small business supports
 - Emergency Shelter, homelessness prevention,
 - Support for workers' rights and protections
- 3) **Up to \$30 million in proceeds may be used to mitigate the impact of federal funding reductions in:**
 - Housing stability for low-income tenants
 - Food insecurity
 - Financial stability for affordable housing providers and properties
 - Emergency Shelter and Homelessness

Timing

This bill will provide relief to our community during a challenging time for Seattle and our nation.

It will sunset after four years, with one councilmanic option to renew for four additional years if necessary.



Questions?





Legislation Text

File #: CB 121030, **Version:** 1

CITY OF SEATTLE

ORDINANCE _____

COUNCIL BILL _____

AN ORDINANCE relating to acceptance of funding from non-City sources; authorizing the Mayor or the Mayor's designee to accept and authorize the expenditure of specified grants, private funding, and subsidized loans and to execute, deliver, and perform corresponding agreements; amending Ordinance 127156, which adopted the 2025 Budget, including the 2025-2030 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 2025-2030 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 Mayor or the Mayor's designee 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 (\$)
1.1	Department of Finance and Administrative Services	Association for Washington Cities	This grant will fund energy usage audits at five City-owned facilities to advance compliance toward the State's Clean Building Performance Standards (CBPS).	General Fund (00100)	115,733
1.2	Department of Finance and Administrative Services	American Society for the Prevention of Cruelty to Animals	This grant will fund access to veterinary services at the Seattle Animal Shelter in 2025.	General Fund (00100)	90,000

1.3	Department of Neighborhoods	4CULTURE	This grant assists with the day-to-day needs of preservation organizations, providing a reliable funding source that promotes stewardship, advocacy, and educational opportunities around historic preservation.	General Fund (00100)	46,000
1.4	Executive (Office of Intergovernmental Relations)	Seattle Foundation	This donation will be used to support the Tribal Relations portfolio in the Office of Intergovernmental Relations.	General Fund (00100)	35,000
1.5	Executive (Office of Planning and Community Development)	Federal Department of Transportation	The I-5 lid project is a city sponsored, community-developed initiative in the Center City neighborhoods of Seattle, Washington to address both the environmental harms caused by Interstate 5 and the shortage of public land needed to support a growing population.	General Fund (00100)	2,000,000
1.6	Executive (Office of Sustainability and Environment)	King Conservation District	This award provides funding from King Conservation District (KCD) to OSE for a grant management consultant. The consultant will assist with the KCD-Seattle Community Partnership program which fund organizations and projects that enhance natural resources.	General Fund (00100)	67,750
1.7	Executive (Office of Sustainability and Environment)	Washington State Department of Commerce	This funding will expand the existing Clean Energy and Construction Program and support job placement and program evaluation.	General Fund (00100)	550,000

1.8	Human Services Department	Washington State Criminal Justice Training Commission	State funding for criminal diversion services for homeless people in Seattle.	Human Services Fund (16200)	2,500,000
1.9	Human Services Department	Washington State Department of Social and Health Services	Funding to support the expansion of the state's WA CARES program in Seattle and King County by providing outreach, provider network development, and beneficiary services.	Human Services Fund (16200)	3,742,669
1.10	Seattle Center	Washington State Department of Commerce	This is state support for the Memorial stadium redevelopment project.	Seattle Center Fund (11410)	3,950,000
1.11	Seattle Department of Transportation	King County Metro	This item funds right-of-way improvements near locations where transit riders transfer between bus routes.	Transportation Fund (13000)	2,000,000
1.12	Seattle Department of Transportation	King County Metro	This item contributes to rebuild the roadway, construct a new sidewalk and complete civil work to support two new bus stops on 30th Ave NE between Lake City Way and NE 125th St.	Transportation Fund (13000)	1,000,000
1.13	Seattle Department of Transportation	Port of Seattle	This agreement supplements funding for the construction of the Terminal 5 quiet zone improvements.	Transportation Fund (13000)	500,000

1.14	Seattle Fire Department	Washington State Military Department	The purpose of this funding is for Seattle Fire Department to provide employees, referred to as single resources, equipment, material and/or services for wildfire or other emergency response. Dispatches under this agreement are limited to the State of Washington, unless the single resource is rostered on a Pacific Northwest Incident Management Team (IMT) type 1, 2 or 3.	General Fund (00100)	650,000
1.15	Seattle Fire Department	Federal Emergency Management Agency	The Urban Area Security Initiative (UASI) grant program assists high threat, high density Urban areas in efforts to build and sustain capabilities necessary to prevent, protect against, mitigate, respond to and recover from acts of terrorism. Many capabilities which support terrorism preparedness simultaneously support preparedness for other hazards.	General Fund (00100)	663,041
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)	778

1.17	Seattle Fire Department	Washington State Department of Transportation	This item reimburses Fire for planning, inspection, and construction assistance for the Portage Bay Bridge portion of the SR 520/Montlake to Lake Washington-Interchange and Bridge Replacement Project.	General Fund (00100)	191,402
1.18	Seattle Fire Department	Washington State Patrol - Office of the Fire Marshal	The purpose of the Basic Fire Fighter Training Program is to provide training resources. This includes a uniform plan of financial support for modular training options to ensure fire fighters across the state meet a basic level of safe performance and professional development.	General Fund (00100)	50,000
1.19	Seattle Fire Department	Washington State Criminal Justice Training Commission	This funding provides training for criminal justice personnel responding to people in a mental health crisis. Crisis Intervention Team Training (CIT), involves working in a team with mental health practitioners, law enforcement, medical personnel, and other first responders.	General Fund (00100)	26,000

1.20	Seattle Fire Department	Pierce County Office of Emergency Management	The Urban Search and Rescue (US&R) Program provides support and funding to maintain the readiness of the National Urban Search and Rescue System including: providing task force administration and management, training, and equipment cache procurement, maintenance and storage.	General Fund (00100)	65,000
1.21	Seattle Fire Department	Pierce County Office of Emergency Management	This funding supports US&R Task Force to be deployed to emergency and disaster sites as needed.	General Fund (00100)	800,000
1.22	Seattle Parks and Recreation	Seattle Parks Foundation	This donation will be used towards the construction of the Garfield Super Block improvement project.	Park And Recreation Fund (10200)	13,800
1.23	Seattle Parks and Recreation	Seattle Foundation	The donation will be used toward restoration of old growth forest in Seward Park as part of the Green Seattle Partnership.	Park And Recreation Fund (10200)	90,000
1.24	Seattle Parks and Recreation	King County Department of Natural Resources and Parks	This grant will be used to support water filtration and drainage efforts as part of the Arboretum Creek Headwaters project.	Park And Recreation Fund (10200)	1,250,000
1.25	Seattle Parks and Recreation	King County Department of Natural Resources and Parks	This grant will be used to support construction of the Arboretum Creek Headwaters project.	Park And Recreation Fund (10200)	200,000
1.26	Seattle Parks and Recreation	Arboretum Foundation	This funding will be used for planning, design, and permitting of an accessibility trail project at the Washington Park Arboretum.	Park And Recreation Fund (10200)	32,880

1.27	Seattle Parks and Recreation	Arboretum Foundation	This funding will be used for planning, design, and construction for maintenance and accessibility improvements at the Seattle Japanese Garden within the Washington Park Arboretum.	Park And Recreation Fund (10200)	138,618
1.28	Seattle Parks and Recreation	One Roof Foundation	This funding will support planning, design, and construction of a Multisport Court within the Hubbard Homestead Play Area.	Park And Recreation Fund (10200)	328,754
1.29	Seattle Police Department	Office of National Drug Control Policy	The High Intensity Drug Trafficking Areas (HIDTA) Program coordinates and assists Federal, State, Local, and Tribal law enforcement agencies (LEAs) to address regional drug threats with the purpose of reducing drug trafficking and drug production in the United States.	General Fund (00100)	30,600
1.30	Seattle Public Library	Washington State Military Department	This grant will support seismic structural upgrades at the Seattle Public Library University Branch.	Library Fund (10410)	1,272,424
1.31	Executive (Office of Housing)	Washington State Department of Commerce	This grant provides funding for program administration and delivery of weatherization services to eligible low-income households in both single and multi-family dwelling units.	Office of Housing Fund (16600)	170,776
				Low Income Housing Fund (16400)	380,417
Total					22,951,642

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 2025 Budget for the following items are increased from the funds shown, as follows:

Item	Department	Fund	Budget Summary Level/BCL Code	CIP Project/ID	Amount (\$)
2.1	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)	115,733
2.2	Department of Finance and Administrative Services	General Fund (00100)	Public Services (00100-BO-FA-0005)		90,000
2.3	Department of Neighborhoods	General Fund (00100)	Community Building (00100-BO-DN-I3300)		46,000
2.4	Executive (Office of Intergovernmental Relations)	General Fund (00100)	Office of Intergovernmental Relations (00100-BO-IR-X1G00)		35,000
2.5	Executive (Office of Planning and Community Development)	General Fund (00100)	Planning and Community Development (00100-BO-PC-X2P00)		2,000,000
2.6	Executive (Office of Sustainability and Environment)	General Fund (00100)	Office of Sustainability and Environment (00100-BO-SE-X1000)		67,750
2.7	Executive (Office of Sustainability and Environment)	General Fund (00100)	Office of Sustainability and Environment (00100-BO-SE-X1000)		550,000
2.8	Human Services Department	Human Services Fund (16200)	Supporting Safe Communities (16200-BO-HS-H4000)		2,500,000
2.9	Human Services Department	Human Services Fund (16200)	Leadership and Administration (16200-BO-HS-H5000)		264,998
			Promoting Healthy Aging (16200-BO-HS-H6000)		3,477,671

2.10	Seattle Center	Seattle Center Fund (11410)	Building and Campus Improvements (11410-BC-SC-S03P01)	Memorial Stadium Redevelopment (MC-SC-S9505)	3,950,000
2.11	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	3rd Avenue Corridor Improvements (MC-TR-C034)	750,000
				Transit Corridor Improvements (MC-TR-C029)	1,250,000
2.12	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Seattle Transportation Benefit District - Transit Improvements (MC-TR-C108)	1,000,000
2.13	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Freight Spot Improvement Program (MC-TR-C047)	500,000
2.14	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD-F3000)		650,000
2.15	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD-F3000)		663,041
2.16	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD-F3000)		778
2.17	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD-F3000)		191,402
2.18	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD-F3000)		50,000
2.19	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD-F3000)		26,000
2.20	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD-F3000)		65,000
2.21	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD-F3000)		800,000
2.22	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	13,800
2.23	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

2.24	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	1,250,000
2.25	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
2.26	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	32,880
2.27	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Neighborhood Response Program (MC-PR-41024)	138,618
2.28	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	328,754
2.29	Seattle Police Department	General Fund (00100)	Criminal Investigations (00100-BO-SP-P7000)		30,600
2.30	Seattle Public Library	Library Fund (10410)	Capital Improvements (10410-BC-SPL)	Library Major Maintenance (MC-PL-B3011)	1,272,424
Total					22,400,449

Unspent funds so appropriated shall carry forward to subsequent fiscal years until they are exhausted or abandoned by ordinance, except for item 2.4. Additionally, on December 31 annually, for each appropriation in this section, if the remaining funds are \$1.00 or less, that appropriation is abandoned.

Section 3. Unspent funds appropriated in the 2025 Adopted Budget and supported by acceptance of item 1.31 shall carry forward to subsequent fiscal years until they are exhausted or abandoned by ordinance:

Item	Department	Fund	Budget Summary Level/BCL Code	CIP Project/ID	Amount (\$)
3.1	Executive (Office of Housing)	Office of Housing Fund (16600)	Homeownership & Sustainability (16600-BO-HU-2000)		170,776

		Low Income Housing Fund (16400)	Homeownership & Sustainability (16400-BO-HU-2000)		380,417
Total					551,193

Additionally, on December 31 annually, for appropriation identified in this section, if the remaining funds are \$1.00 or less, that appropriation is abandoned unless authorized by another ordinance to carry forward.

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 as provided by Seattle Municipal Code Sections 1.04.020 and 1.04.070.

Passed by the City Council the _____ day of _____, 2025, and signed by me in open session in authentication of its passage this _____ day of _____, 2025.

President _____ of the City Council

Approved / returned unsigned / vetoed this _____ day of _____, 2025.

Bruce A. Harrell, Mayor

Filed by me this _____ day of _____, 2025.

Scheereen Dedman, City Clerk

(Seal)

SUMMARY and FISCAL NOTE

Department:	Dept. Contact:	CBO Contact:
City Budget Office		Candice Foote

1. BILL SUMMARY

Legislation Title: AN ORDINANCE relating to acceptance of funding from non-City sources; authorizing the Mayor or the Mayor’s designee to accept and authorize the expenditure of specified grants, private funding, and subsidized loans and to execute, deliver, and perform corresponding agreements; amending Ordinance 127156, which adopted the 2025 Budget, including the 2025-2030 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 2025-2030 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 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 first quarter of 2025. This ordinance includes language that automatically abandons automatic carryforward items between \$0.00 and \$1.00 without returning to Council. This provision assists departments in cleaning up small remaining appropriation authority before carryforward processes run. Remaining grant balances \$1.00 and over will continue to come to Council for abandonment.

2. CAPITAL IMPROVEMENT PROGRAM

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

See Attachment A to this document for additional details.

3. SUMMARY OF FINANCIAL IMPLICATIONS

Does this legislation have financial impacts to the City? ☒ Yes ☐ No

Expenditure Change (\$);	2025	2026 est.	2027 est.	2028 est.	2029 est.
General Fund	5,381,304	0	0	0	0

Expenditure Change (\$); Other Funds	2025	2026 est.	2027 est.	2028 est.	2029 est.
	17,019,145	0	0	0	0

Revenue Change (\$); General Fund	2025	2026 est.	2027 est.	2028 est.	2029 est.
	5,381,304	0	0	0	0
Revenue Change (\$); Other Funds	2025	2026 est.	2027 est.	2028 est.	2029 est.
	17,570,338	0	0	0	0

Number of Positions	2025	2026 est.	2027 est.	2028 est.	2029 est.
	0	0	0	0	0
Total FTE Change	2025	2026 est.	2027 est.	2028 est.	2029 est.
	0	0	0	0	0

3.a. Appropriations

☒ This legislation adds, changes, or deletes appropriations.

See Attachment A to this document for additional details.

3.b. Revenues/Reimbursements

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

See Attachment A to this document for additional details.

3.c. Positions

☐ This legislation adds, changes, or deletes positions.

3.d. Other Impacts

Does the legislation have other financial impacts to The City of Seattle, including direct or indirect, one-time or ongoing costs, that are not included in Sections 3.a through 3.c? If so, please describe these financial impacts. No.

If the legislation has costs, but they can be absorbed within existing operations, please describe how those costs can be absorbed. The description should clearly describe if the absorbed costs are achievable because the department had excess resources within their existing budget or if by absorbing these costs the department is deprioritizing other work that would have used these resources. None

Please describe any financial costs or other impacts of *not* implementing the legislation.
Without these resources, departments will be unable to carry out the work as described in Attachment A without affecting other resources.

4. OTHER IMPLICATIONS

- a. Please describe how this legislation may affect any departments besides the originating department.**

This legislation is prepared by the City Budget Office on behalf of other Departments and impacts a number of departments' 2025 budgets as outlined in Attachment A.

- b. Does this legislation affect a piece of property? If yes, please attach a map and explain any impacts on the property. Please attach any Environmental Impact Statements, Determinations of Non-Significance, or other reports generated for this property.**

No.

- c. Please describe any perceived implication for the principles of the Race and Social Justice Initiative.**

Please see Attachment A to this document for additional details regarding the types and locations of grants being accepted.

- i. How does this legislation impact vulnerable or historically disadvantaged communities? How did you arrive at this conclusion? In your response please consider impacts within City government (employees, internal programs) as well as in the broader community.**

Please see Attachment A to this document for additional details regarding the types and locations of grants being accepted.

- ii. Please attach any Racial Equity Toolkits or other racial equity analyses in the development and/or assessment of the legislation.**

Please see Attachment A to this document for additional details regarding the types and locations of grants being accepted.

- iii. What is the Language Access Plan for any communications to the public?**

Please see Attachment A to this document for additional details regarding the types and locations of grants being accepted.

- d. Climate Change Implications**

- i. Emissions: How is this legislation likely to increase or decrease carbon emissions in a material way? Please attach any studies or other materials that were used to inform this response.**

Please see Attachment A to this document for additional details on grants that may affect carbon emissions.

- ii. **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 on grants that may affect Seattle’s resiliency.

- e. **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)? What mechanisms will be used to measure progress towards meeting those goals?**

Grant funding goals are outlined in specific grant agreements. Please see Attachment A to this document for details on the grant purpose as it pertains to grant agreement goals.

5. CHECKLIST

- ☐ Is a public hearing required?
- ☐ Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required?
- ☒ If this legislation changes spending and/or revenues for a fund, have you reviewed the relevant fund policies and determined that this legislation complies?
- ☐ Does this legislation create a non-utility CIP project that involves a shared financial commitment with a non-City partner agency or organization?

6. ATTACHMENTS

Summary Attachments:

Summary Attachment A – 2025 Mid-Year Acceptance Ordinance Detail Table

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted (\$)	Appropriated (\$)
1.1 / 2.1	Department of Finance and Administrative Services	Association for Washington Cities	This item increases grant-backed authority by \$115,733 in the General Fund in the Finance & Administrative Services in the Energy Efficiency for Municipal Buildings FAS Oversight-External projects Budget Control Level (00100-BC-FA-EXTPROJ). This grant is awarded by the Association for Washington Cities, whose resources will be used to will fund energy usage audits at five City-owned facilities to advance compliance toward the State’s Clean Building Performance Standards (CBPS). There are no match requirements for this grant. The OSE MEEP program will staff this project; there are no other staffing impacts. The period of performance for this grant is 7/1/2024 until May 31, 2025.	General Fund (00100)	FAS Oversight-External Projects (00100-BC-FA-EXTPROJ)	Energy Efficiency for Municipal Buildings (MC-FA-ENEFFMBLD)	115,733	115,733
1.2 / 2.2	Department of Finance and Administrative Services	American Society for the Prevention of Cruelty to Animals	This item increases grant-backed appropriation authority by \$90,000 in the Finance and Administrative Services Department, in the General Fund Public Services Budget Control Level (00100-BO-FA-0005). This grant will fund access to veterinary services at the Seattle Animal Shelter. This grant was awarded to the Seattle Animal Shelter by the American Society for the Prevention of Cruelty to Animals and has a period of performance of December 17, 2024 through December 31, 2025. There is no match requirement for this grant and there are no ongoing cost impacts from accepting this grant.	General Fund (00100)	Public Services (00100-BO-FA-0005)		90,000	90,000
1.3 / 2.3	Department of Neighborhoods	4CULTURE	This item increases grant-backed appropriation authority by \$46,000 in the Department of Neighborhoods (DON) General Fund Community Building Budget Control Level (00100-DN-I3300). This item appropriates funding from the 4Culture Sustained Support Grant, which assists with the day-to-day needs of preservation organizations, providing a reliable funding source that promotes stewardship, advocacy, and educational opportunities around historic preservation. DON receives this annually and no local match is required. The period of performance for this grant is from January 1, 2025, through December 31, 2025.	General Fund (00100)	Community Building (00100-BO-DN-I3300)		46,000	46,000
1.4 / 2.4	Executive (Office of Intergovernmental Relations)	Seattle Foundation	This item increases donation-backed appropriation authority by \$35,000 in the Office of Intergovernmental Relations, in the General Fund Office of Intergovernmental Relations Budget Control Level (00100-BO-IR-X1G00). This item is a one-time donation from the Seattle Foundation to support tribal relations work in the department. It does not require any local match or additional funding from the City.	General Fund (00100)	Office of Intergovernmental Relations (00100-BO-IR-X1G00)		35,000	35,000
1.5 / 2.5	Executive (Office of Planning and Community Development)	Federal Department of Transportation	This item increases grant-backed appropriation authority by \$2,000,000 in the Office of Planning and Community Development's General Fund Planning and Community Development Budget Control Level (00100-BO-PC-X2P00). Funding is from the U.S. Department of Transportation's 2023 Reconnecting Communities and Neighborhoods (RCN) Grant Program with the Washington State Department of Transportation as a pass-through agency. The grant period of performance is 12/20/2024 - 12/31/2032. This grant will support engagement, evaluation, and planning activities for lidding Interstate 5, a Washington State Department of Transportation (WSDOT) owned right-of-way. The project will be led by OPCD with oversight from a Community Advisory Board, and will promote equity and inclusion, build capacity, and work to address past harms caused by the freeway. This scoping and feasibility study is not anticipated to result in ongoing costs or new positions. The local match requirement for this grant is met by state funds through a separate grant with WSDOT which was accepted and appropriated in Ordinance 126931.	General Fund (00100)	Planning and Community Development (00100-BO-PC-X2P00)		2,000,000	2,000,000
1.6 / 2.6	Executive (Office of Sustainability and Environment)	King Conservation District	This item increases grant-backed appropriation authority by \$67,750 in the Office of Sustainability & Environment (OSE), in the General Fund Sustainability and Environment Budget Control Level (00100-BO-SE-X1000). This funding is provided by the King Conservation District, whose resources will be used to support the grant making process for the KCD-Seattle Community Partnership (SCP) Grant. There are no match requirements for this grant. Existing program staff will be responsible for managing this funding. The period of performance for this grant is through 6/30/2026.	General Fund (00100)	Office of Sustainability and Environment (00100-BO-SE-X1000)		67,750	67,750

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted (\$)	Appropriated (\$)
1.7 / 2.7	Executive (Office of Sustainability and Environment)	Washington State Department of Commerce	This item increases grant-backed appropriation authority by \$550,000 in the Office of Sustainability & Environment (OSE), in the General Fund Sustainability and Environment Budget Control Level (00100-BO-SE-X1000). This grant is being awarded by the Washington State Dept of Commerce, whose resources will be used to hire an evaluation consultant, provide training stipends for hard-to-place jobs or small firms, increase community awareness of the CECF, and fund a 7th training provider. A 50% match is required for this award. Match funding will use \$225,000 in existing PET-GND budget for climate workforce development. Existing program staff will be responsible for managing this grant; there are no other staffing impacts. The period of performance for this grant is from June 2025 - June 2027.	General Fund (00100)	Office of Sustainability and Environment (00100-BO-SE-X1000)		550,000	550,000
1.8 / 2.8	Human Services Department	Washington State Criminal Justice Training Commission	This item increases revenue-backed appropriation authority by \$2,500,000 in Human Services Department in the Human Services Fund Supporting Safe Communities Budget Service Level (16200-BO-HS-H4000). This contract from the Washington State Criminal Justice Training Commission provides funding for criminal diversion services for homeless people in Seattle. This funding will be contracted to a community-based organization. The period of performance for this contract is January 1, 2025 – June 30, 2025. There is no match requirement. There are no ongoing cost impacts by accepting this grant.	Human Services Fund (16200)	Supporting Safe Communities (16200-BO-HS-H4000)		2,500,000	2,500,000
1.9 / 2.9	Human Services Department	Washington State Department of Social and Health Services	This item increases revenue-backed appropriation authority in the Human Services Department by \$264,998 in the Human Services Fund Leadership & Administration Budget Control Level (16200-BO-HS-H5000) and \$3,477,671 in the Human Services Fund Promoting Healthy Aging Budget Control Level (16200-BO-HS-H6000), and creates 9 full-time positions. The increased funding and positions support the expansion of the state’s WA CARES program in Seattle and King County by providing outreach, provider network development, and beneficiary services.	Human Services Fund (16200)	Leadership and Administration (16200-BO-HS-H5000)		3,742,669	264,998
				Human Services Fund (16200)	Promoting Healthy Aging (16200-BO-HS-H6000)			3,477,671
1.10 / 2.10	Seattle Center	Washington State Department of Commerce	This item increases grant-backed appropriation authority by \$3,950,000 to the Seattle Center in the Seattle Center Fund Building & Campus Improvements Budget Control Level (11410-BC-SC-S03P01) for the redevelopment of Memorial Stadium. The grant supports the project's construction activities. The period of performance is January 1, 2025, through December 31, 2027. The grant has no match requirement.	Seattle Center Fund (11410)	Building and Campus Improvements (11410-BC-SC-S03P01)	Memorial Stadium Redevelopment (MC-SC-S9505)	3,950,000	3,950,000
1.11 / 2.11	Seattle Department of Transportation	King County Metro	This item increases revenue-backed appropriation authority by \$2,000,000 in the Seattle Department of Transportation, in the Transportation Fund Mobility-Capital Budget Control Level (13000-BC-TR-19003). This amendment to the Transfer Point and Hub Improvements Agreement with King County Metro expands the type, location, and number of locations supported by this agreement. There is no match requirement. There are no ongoing cost impacts by accepting this agreement.	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	3rd Avenue Corridor Improvements (MC-TR-C034)	2,000,000	750,000
						Transit Corridor Improvements (MC-TR-C029)		1,250,000
1.12 / 2.12	Seattle Department of Transportation	King County Metro	This item increases revenue-backed appropriation authority by \$1,000,000 in the Seattle Department of Transportation, in the Transportation Fund Mobility-Capital Budget Control Level (13000-BC-TR-19003). This agreement provides King County Metro local funding to support rebuilding the roadway, constructing a new sidewalk, and completing civil work to support two new bus stops on 30th Ave NE. The period of performance for this agreement is from December 2, 2024 through September 1, 2026. There is no match requirement. There are no ongoing cost impacts by accepting this agreement. This agreement supports an existing CPI.	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Seattle Transportation Benefit District - Transit Improvements (MC-TR-C108)	1,000,000	1,000,000

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted (\$)	Appropriated (\$)
1.13 / 2.13	Seattle Department of Transportation	Port of Seattle	This item increases revenue-backed appropriation authority by \$500,000 in the Seattle Department of Transportation, in the Transportation Fund Mobility-Capital Budget Control Level (13000-BC-TR-19003). It is needed to add appropriation authority to the Freight Spot Improvement Program (MC-TR-C047) to complete the final signal installation and quiet zone signage of a Federal Railroad Administration (FRA) designated quiet zone at Terminal 5. The agreement period of performance is from August 29, 2017 to December 31, 2025. No match or spending requirements is required. Accepting this item will not result in an ongoing cost to the City. No other ongoing impacts are expected.	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Freight Spot Improvement Program (MC-TR-C047)	500,000	500,000
1.14 / 2.14	Seattle Fire Department	Washington State Military Department	This item increases revenue-backed appropriation authority by \$650,000 in the Seattle Fire Department (SFD), in the General Fund Operations Budget Control Level (00100-BO-FD-F3000). The funding is a renewal from the State of Washington Department of Natural Resources, State Fire Marshal’s Office and the Emergency Management Division with the State Military Department will reimburse overtime/backfill and travel costs incurred by the Fire Department for deployment of qualified firefighters to wildfires in the State of Washington, Oregon, and California in 2025. There will be no positions created or match required.	General Fund (00100)	Operations (00100-BO-FD-F3000)		650,000	650,000
1.15 / 2.15	Seattle Fire Department	Federal Emergency Management Agency	This item increases grant-backed appropriation authority by \$663,041 in the Seattle Fire Department (SFD), in the General Fund Operations Budget Control Level (00100-BO-FD-F3000). This corrects an error in the 2025 Adopted Budget where the incorrect grant funding source code was used, and this accepts the grant in the correct grant funding source code UASI24. There is no match required. There are no ongoing cost impacts by accepting this grant.	General Fund (00100)	Operations (00100-BO-FD-F3000)		663,041	663,041
1.16 / 2.16	Seattle Fire Department	Washington State Department of Health	This item increases grant-backed appropriation authority by \$778 in the Seattle Fire Department (SFD), in the General Fund Operations Budget Control Level (00100-BO-FD-F3000). 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 matching required.	General Fund (00100)	Operations (00100-BO-FD-F3000)		778	778
1.17 / 2.17	Seattle Fire Department	Washington State Department of Transportation	This item increases revenue-backed appropriation authority by \$191,402 in the Seattle Fire Department (SFD), General Fund Operations Budget Control Level (00100-BO-FD-F3000). The period of performance is from 11/01/2024 through 6/30/2031. This funding from the Washington State Department of Transportation provides for the support of the Deputy Chief, Fire Protection Engineer and Construction Inspector in the Fire Protection Division to assist with planning, inspection for compliance with fire code life safety standards, and construction service assistance for the Portage Bay Bridge portion of the SR 520/Montlake to Lake Washington-Interchange and Bridge Replacement Project. There are no new positions associated with this project. 100% revenue backed. WSDOT will be billed for services.	General Fund (00100)	Operations (00100-BO-FD-F3000)		191,402	191,402
1.18 / 2.18	Seattle Fire Department	Washington State Patrol - Office of the Fire Marshal	This item increases revenue-backed appropriation authority by \$50,000 in the Seattle Fire Department (SFD), in the General Fund Operations Budget Control Level (00100-BO-FD-F3000). This funding from the Washington State Patrol-Office of the Fire Marshal will support the training of firefighters in Recruit Class #122 & 123 in FY 2025 to minimum safety requirements. The purpose of the Basic Fire Fighter Training Program is to provide training resources. This includes a uniform plan of financial support for modular training options to ensure fire fighters across the state meet a basic level of safe performance and professional development. The State’s objective is to ensure that every fire department in the state of Washington has the ability and opportunity to provide their fire fighters with basic fire fighter training that is affordable, accessible, achievable and based on community risk. There are no new positions associated with this project and no match required. There are no ongoing cost impacts by accepting this funding.	General Fund (00100)	Operations (00100-BO-FD-F3000)		50,000	50,000

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted (\$)	Appropriated (\$)
1.19 / 2.19	Seattle Fire Department	Washington State Criminal Justice Training Commission	This item increases revenue-backed appropriation authority by \$26,000 in the Seattle Fire Department (SFD), in the General Fund Operations Budget Control Level (00100-BO-FD-F3000). This funding from the Washington State Criminal Justice Training Commission will support the training of Fire/EMS in FY 2025 to minimum safety requirements. The WSCJTC provides training for criminal justice personnel responding to people in a mental health crisis. Crisis Intervention Team Training (CIT), involves working in a team with mental health practitioners, law enforcement, medical personnel, and other first responders. The focus is to provide the best services possible to the individual in a mental health crisis. There are no new positions associated with this project and no match required. There are no ongoing cost impacts by accepting this funding.	General Fund (00100)	Operations (00100-BO-FD-F3000)		26,000	26,000
1.20 / 2.20	Seattle Fire Department	Pierce County Office of Emergency Management	This item increases revenue-backed appropriation authority by \$65,000 in the Seattle Fire Department (SFD), in the General Fund Operations Budget Control Level (00100-BO-FD-F3000). This funding, provided by the Federal Emergency Management Agency (FEMA) through Pierce County Office of Emergency Management provide funding for SFD members on the regional Urban Search and Rescue (USAR) Team to attend approximately 25 reimbursable mandatory emergency response trainings. The Urban Search and Rescue (US&R) Program provides support and funding to maintain the readiness of the National Urban Search and Rescue System. US&R Task Force sponsoring agencies are directed to use the funding to meet the following objectives: provide task force administration and management, training, and equipment cache procurement, maintenance and storage. There are no positions or local match requirement associated with these reimbursements. There are no ongoing cost impacts by accepting this funding.	General Fund (00100)	Operations (00100-BO-FD-F3000)		65,000	65,000
1.21 / 2.21	Seattle Fire Department	Pierce County Office of Emergency Management	This item increases revenue-backed appropriation authority by \$800,000 in the Seattle Fire Department (SFD), in the General Fund Operations Budget Control Level (00100-BO-FD-F3000). The funding from the Federal Emergency Management Agency (FEMA) of the Department of Homeland Security through the Pierce County Office of Emergency Management will reimburse for OT/BF and travel costs incurred by the SFD deployment of qualified members who serve on the regional Urban Search and Rescue Team who will be deployed to emergency and disaster sites as needed in 2025. The period of performance for these deployments is through December 2025. No positions will be created, and no match is required.	General Fund (00100)	Operations (00100-BO-FD-F3000)		800,000	800,000
1.22 / 2.22	Seattle Parks and Recreation	Seattle Parks Foundation	This item increases donation-backed appropriation by \$13,800 in the Seattle Parks and Recreation in the Department Park and Recreation Fund Fix It First Budget Control Level (10200-BC-PR-40000). This item is necessary to accept a donation from the Seattle Garden Club procured by the Seattle Parks Foundation (SPF) for the Major Maintenance and Asset Management Master project (MC-PR-41001). This funding will be used towards the construction budget of the Garfield Super Block project. The revenue was received in 2024.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	13,800	13,800
1.23 / 2.23	Seattle Parks and Recreation	Seattle Foundation	This item increases donation-backed 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. The donation was received in 2024.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Seward Park Forest Restoration (MC-PR-41013)	90,000	90,000

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted (\$)	Appropriated (\$)
1.24 / 2.24	Seattle Parks and Recreation	King County Department of Natural Resources and Parks	This item increases grant-backed appropriation authority by \$1,250,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000), in the Major Maintenance and Asset Management project (MC-PR-41001). This King County grant will be used to support water filtration and drainage efforts as part of the Arboretum Creek Headwaters project. This is a reimbursable grant and does not require a match. The grant expiration date is 12-31-2027.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	1,250,000	1,250,000
1.25 / 2.25	Seattle Parks and Recreation	King County Department of Natural Resources and Parks	This item increases grant-backed appropriation authority by \$200,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000), in the Major Maintenance and Asset Management project (MC-PR-41001). This King County grant will be used to support construction of the Arboretum Creek Headwaters project. This is a reimbursable grant and does not require a match. The grant expiration date is 12-31-2027.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	200,000	200,000
1.26 / 2.26	Seattle Parks and Recreation	Arboretum Foundation	This item increases revenue-backed appropriation authority by \$32,880 in the Seattle Parks and Recreation Department in the Park Fund Fix it First Budget Control Level (10200-BC-PR-40000), and is revenue-backed by private contributions. This request is necessary to increase appropriation to the Major Maintenance and Asset Management Master Project (MC-PR-41001) to be used towards work on the Pacific Pathways Project, which is part of the Arboretum’s Master Plan and will create an ADA-accessible trail within the Arboretum. An agreement entered into by the Seattle Parks and Recreation and the Arboretum Foundation describes the terms and conditions under which the parties will cooperate to plan, design, permit the Pacific Pathways Project.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	32,880	32,880
1.27 / 2.27	Seattle Parks and Recreation	Arboretum Foundation	This item increases revenue-backed appropriation authority by \$138,618 in the Seattle Parks and Recreation Department in the Park Fund Fix it First -CIP Budget Control Level (10200-BC-PR-40000). This item is necessary to increase appropriation to the Neighborhood Response Master Project (MC-PR-41024) to be used towards work on the Seattle Japanese Garden's Garden Wall and Pavilion project. An agreement entered into by the Arboretum Foundation and Seattle Parks and Recreation describes the terms and conditions under which the parties will cooperate to design and permit the Arboretum Creek Headwaters Project.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Neighborhood Response Program (MC-PR-41024)	138,618	138,618
1.28 / 2.28	Seattle Parks and Recreation	One Roof Foundation	This item increases revenue-backed appropriation authority by \$328,574 in the Seattle Parks and Recreation Department in the Park Fund Fix it First Budget Control Level (10200-BC-PR-40000) for the Major Maintenance and Asset Management Project (MC-PR-41001). This request is necessary to accept a donation from the One Roof Foundation to be used towards constructing a Multisport Court within the Hubbard Homestead Play Area. An agreement entered into by the One Roof Foundation and Seattle Parks and Recreation describes the terms and conditions under which the parties will cooperate to construct the Multisport Court.	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	328,754	328,754
1.29 / 2.29	Seattle Police Department	Office of National Drug Control Policy	This item increases grant-backed appropriation authority by \$30,600 in the Seattle Police Department, in the General Fund Criminal Investigations Budget Control Level (00100-BO-SP-P7000). This funding is from the Office of National Drug Control Policy. This item provides funding to: 1) Disrupt the market for illegal drugs by dismantling and disrupting drug trafficking and/or money laundering organizations; and 2) Improve the efficiency and effectiveness of HIDTA initiatives in the Seattle Region. The term of the grant runs from January 1, 2024 through December 31, 2025. There are no matching requirements or ongoing cost impacts associated with this item.	General Fund (00100)	Criminal Investigations (00100-BO-SP-P7000)		30,600	30,600

Item	Department	Source	Description	Fund	Budget Summary Level / BCL Code	Capital Project / ID	Accepted (\$)	Appropriated (\$)
1.30 / 2.30	Seattle Public Library	Washington State Military Department	This item increases grant-backed appropriation authority by \$1,272,424 in the Library Fund Library Capital Improvements Budget Control Level (10410-BC-PL-B3000). This grant funding is from the Washington State Military Department and Federal Emergency Management Agency. This grant will support seismic structural upgrades at the Seattle Public Library University Branch. The period of performance for this grant is from September 10, 2024 through September 9, 2027. There is a 31.17% matching requirement for this grant, which will be funded through use of existing Library resources. This grant will provide additional funding for an existing capital project.	Library Fund (10410)	Capital Improvements (10410-BC-SPL)	Library Major Maintenance (MC-PL-B3011)	1,272,424	1,272,424
1.31 / 3.1	Executive (Office of Housing)	Washington State Department of Commerce	This item accepts grant revenues in the Office of Housing by \$380,417 in the Low Income Housing Fund Homeownership & Sustainability Budget Control Level (16400-BO-HU-2000), and by \$170,776 in the Office of Housing Fund Homeownership & Sustainability Budget Control Level (16600-BO-HU-2000). This grant supports delivery of weatherization services to provide cost-effective energy efficiency, and health and safety benefits to eligible low-income households in both single and multi-family dwelling units. The period of performance for this grant runs through September 30, 2026 and there is no local match requirement.	Office of Housing Fund (16600)	Homeownership & Sustainability (16600-BO-HU-2000)		551,193	0
				Low Income Housing Fund (16400)	Homeownership & Sustainability (16400-BO-HU-2000)			0
TOTAL							22,951,642	22,400,449



Council Bills 121030 & 121031: Mid-year Grant Acceptance & Supplemental Budget Ordinances

TOM MIKESELL, ANALYST & BEN NOBLE, DIRECTOR
SELECT BUDGET COMMITTEE
7/16/2025

Presentation Overview

1. Carry-forward Ordinance Update *Slide 2 – 4*
2. Mid-Year Grant Acceptance Ordinance (CB 121030) *Slide 5 – 6*
3. Mid-Year Supplemental Budget Ordinance (CB 121031) *Slide 7 – 14*
4. Next Steps *Slide 15*

Carry-Forward Ordinance – Update (1/3)

What is the purpose of the annual Carry-forward ordinance?

- Unless otherwise specified, operating appropriations (as opposed to capital appropriations) “lapse” at the end of the calendar year.
- If the activities for which the funding was appropriated have not been completed, the Executive can request that Council “carry-forward” the appropriation into the current year.

The Carry-forward is usually addressed in the first quarter or early second quarter. Why is it still in process at this point?

- Original legislation was developed and transmitted before the April revenue forecast.
- The new forecast reduced Payroll Expense Tax resources to a level below that needed to pay for 2025 appropriations and the amount that been proposed in the Carry-forward Ord.

Carry-Forward Ordinance – Update (2/3)

Next Steps?

- Central Staff is reviewing newly transmitted legislation and making appropriate adjustments to the original Carry-forward Ord.
- Both pieces of legislation will be referred in time for Committee discussion at a meeting later this month.
- This will provide an opportunity for the Council to then consider the full suite of current budget legislation, including the Grants Acceptance and Mid-year Supplemental bills, in a comprehensive manner.

Carry-Forward Ordinance – Update (3/3)

How is this going to be addressed?

- Need to reduce Payroll Expense Tax appropriations, either existing 2025 appropriations, or the amount requested in the Carry-forward Ord.
- Late last week, the Executive transmitted separate legislation that would decrease 2025 appropriations by reducing the transfer of resources from the Payroll Expense Tax fund to the General Fund in 2025.
- This is possible because the overall balancing strategy for the 2025-2026 biennium had been predicated on carrying a positive General Fund balance in 2025. This balance was to be spent in 2026, so the financial challenge for 2026 will increase under this strategy. The Executive is working to mitigate that impact by underspending overall General Fund 2025 appropriations.

CB 121030 – Mid-year Grant Acceptance (1/2)

- Second comprehensive grant acceptance and appropriation legislation in 2025.
- Would authorize City departments to accept \$23M and appropriate \$22.4M from external sources.
- Limited matching requirements, all met through existing budgets.
- Highlights include:
 - \$4M to Seattle Center from the State Department of Commerce for Memorial Stadium redevelopment, consistent with ILA and Development Agreement.
 - \$3.7M to the Human Services Department (HSD) from the State Department of Social and Health Services for the WA CARES program, Washington State's long-term care insurance program. The Grant would fund nine new positions, which are to be authorized in the Mid-year Supplemental Ordinance.

CB 121030 – Mid-year Grant Acceptance (2/2)

- Highlights (cont'd):
 - \$2.5M to HSD from the State Criminal Justice Training Commission for criminal diversion services for homeless people in Seattle. This funding will be contracted to a community-based organization.
 - \$2M to the Office of Planning and Community Development from the State Department of Transportation for engagement, evaluation, and planning activities for lidding Interstate-5.

CB 121031 – Mid-year Supplemental Budget (1/8)

- First comprehensive supplemental budget legislation in 2025
 - Mid-year appropriation, position, and capital project changes to meet needs that are assumed to be unforeseeable when 2025 budget was adopted.
 - Would decrease the 2025 budget by \$221M, and add 11 FTE's.
 - Technical capital appropriation abandonments (reductions) in utilities totaling \$263M.
 - \$43.6M budget increase after adjusting for the abandonments
 - \$3.3M General Fund decrease
 - \$1.5M Payroll Expense Tax Fund increase
 - \$44.3M increase to other City funds
- Requires 3/4 Council vote for passage.

CB 121031 – Mid-year Supplemental Budget (2/8)

General Fund highlights:

- **Reduce Jail Services Budget to Fund Drug Diversion:** Moves \$559,000 from the jail services contract to the Law Department and Seattle Municipal Court for a Drug Diversion program (funding for 4 FTE positions in SMC, 2 FTE positions in Law) – ongoing.
- **Implementation of Social Housing Tax:** Adds \$724,000 and 2 FTE positions to fund City Finance's administration of the tax (funded by tax proceeds) - ongoing
- **Federal Response Resources:** Adds \$298,000 and 2 FTE positions in the City Attorney's Office to respond to actions being taken by the federal government – ongoing.
- **Grant true-ups:** \$4M reduction across several City departments to reflect abandonment/true-up of grant funding.

CB 121031 – Mid-year Supplemental Budget (3/8)

Payroll Expense Tax Fund highlights:

- **Transfer from Housing Capital to Shelter Rent:** \$1.2M transfer from Office of Housing Multifamily Housing to Human Services Departments' (HSD) Supporting Safe Communities, for homelessness shelter rental costs.
- **Stability Through Access and Resources (STAR) Center:** \$1M increase to HSD to fund street level activation and neighborhood impact mitigation.
- **Rental Assistance Correction:** \$527,000 increase to align HSD rental assistance appropriation added in the 2025 budget process with the intended funding source.

CB 121031 – Mid-year Supplemental Budget (4/8)

Other Fund Highlights:

- **Real Estate Excise Tax I** – \$7M reduction to the Seattle Police Facilities project; projected expenses shifting to future years in CIP.
- **Seattle Center Fund** – \$12M to replace sewer at Memorial Stadium (also reflected in Drainage and Wastewater Fund).
- **Park and Recreation Fund** –
 - \$1.7M increase for capital improvements at City golf courses; and
 - \$2.6M increase for the Community Center Rehabilitation & Development project, funded with insurance settlement proceeds from arson at the Camp Long lodge.

CB 121031 – Mid-year Supplemental Budget (5/8)

Other Fund Highlights (cont'd):

- **Transportation Fund**
 - **Downtown Activation Team:** \$3.3M increase for downtown street cleaning and graffiti abatement; and
 - **Thomas Street Redesigned Project:** \$2.4 M for Phase 2 of the project, funded with developer street vacation proceeds.
- **Move Seattle Levy Fund:** Transfers \$8.3M from various projects to Madison BRT Project and adds \$3M from interest earnings to the project, to close out the project, given cost increases.

CB 121031 – Mid-year Supplemental Budget (6/8)

Position Changes:

	FTEs	Purpose	OG/OT
Finance and Administrative Services	2	Administer Social Housing Tax	OG
Office of Arts and Culture	1	Administrative support for Public Art team	OG
Law Department	4	Drug Diversion; Federal Response	OG
Seattle Municipal Court	4	Drug Diversion	OG
Human Services Department	9	WA CARES grant (funded in CB 121030)	OG
Seattle Center	2	Waterfront/Pioneer Square landscaping	OG*
Seattle City Light	2	Transfer from Seattle IT	OG
Seattle Information Technology	(2)	Transfer to City Light	OG
Seattle Department of Construction and Inspections	(11)	Sunset positions, technical adjustment	OG
Proposed FTE Changes	11		

*Term limited to three years.

CB 121031 – Mid-year Supplemental Budget (7/8)

Other Changes:

- Creates two capital projects in Transportation program:
 - **Better Bike Barriers (MC-TR-C127):** Amend existing bike lanes with stronger safety treatments such as hardened barriers or buffer areas; and
 - **Graham Street Station Access & Complete Street (MC-TR-C156):** Construct new bus stops and bus stop amenities.
- Lifts proviso on Seattle Transportation Benefit District (TBD) Fund appropriations to SDOT's Mobility Operations Budget Summary Level, which restricted \$500,000 to Waterfront Shuttle transit service.
 - Bill includes a shift of \$500,000 from PET funds reserved for ST3, to instead fund the Waterfront Shuttle costs out of the Office of Economic Development.

CB 121031 – Mid-year Supplemental Budget (8/8)

Considerations:

1. Ongoing GF positions added in supplemental
2. New payroll expense tax appropriations in context of April forecast downgrade
 - 2025-2026 combined PET shortfall ~\$150M

Next Steps in Budget Process

- **July 30:** Select Budget Committee hearing and possible vote on CB's 121030 & 121031
 - Amendment concepts due Tuesday, July 22 by noon
- **August 8:** Final action on CB's 121030 & 121031 at the City Council meeting
- **Late September:** Mayor's Proposed 2026 Budget
 - Likely to include year-end supplemental adjustment and grant acceptance & appropriation bills

Questions?



Legislation Text

File #: CB 121031, Version: 1

CITY OF SEATTLE

ORDINANCE _____

COUNCIL BILL _____

AN ORDINANCE amending Ordinance 127156, which adopted the 2025 Budget, including the 2025-2030 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 2025-2030 CIP; adding CIP Projects; creating positions; modifying positions; abrogating positions; lifting a proviso; creating a new budget control level; 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 2025 Adopted Budget are reduced from the funds shown below:

Item	Department	Fund	Budget Summary Level/ BCL Code	Amount (\$)
1.1	Finance General	General Fund (00100)	Appropriation to Special Funds (00100-BO-FG- 2QA00)	(364,664)
1.2	Finance General	2024 Multipurpose LTGO Bond Fund (37200)	Appropriation to Special Funds (37200-BO-FG- 2QA00)	(4,709,708)
1.3	Finance General	General Fund (00100)	General Purpose (00100- BO-FG-2QD00)	(153,400)
1.4	Human Services Department	Human Services Fund (16200)	Promoting Healthy Aging (16200-BO-HS-H6000)	(1,310,906)
			Leadership and Administration (16200-BO -HS-H5000)	(311,675)
			Promoting Public Health (16200-BO-HS-H7000)	(9,012)

1.5	Human Services Department	Payroll Expense Tax (14500)	Supporting Affordability and Livability (14500-BO-HS-H1000)	(700,000)
1.6	Human Services Department	Human Services Fund (16200)	Supporting Affordability and Livability (16200-BO-HS-H1000)	(7,608)
1.7	Human Services Department	Human Services Fund (16200)	Addressing Homelessness (16200-BO-HS-H3000)	(630,358)
			Leadership and Administration (16200-BO-HS-H5000)	(8,255)
1.8	Human Services Department	Human Services Fund (16200)	Supporting Affordability and Livability (16200-BO-HS-H1000)	(1,365,626)
1.9	Human Services Department	Human Services Fund (16200)	Addressing Homelessness (16200-BO-HS-H3000)	(3,935)
			Supporting Affordability and Livability (16200-BO-HS-H1000)	(117,910)
			Leadership and Administration (16200-BO-HS-H5000)	(3,144)
1.10	Executive (Office of Arts and Culture)	Arts and Culture Fund (12400)	Arts and Cultural Programs (12400-BO-AR-VA160)	(437)
1.11	Executive (Office of Arts and Culture)	General Fund (00100)	Cultural Space (00100-BO-AR-VA170)	(2,474,320)
1.12	Executive (Office of Housing)	Low Income Housing Fund (16400)	Multifamily Housing (16400-BO-HU-3000)	(110)
1.13	Executive (Office of Housing)	Payroll Expense Tax (14500)	Multifamily Housing (14500-BO-HU-3000)	(1,209,304)
1.14	Executive (Office of Immigrant and Refugee Affairs)	General Fund (00100)	Office of Immigrant and Refugee Affairs (00100-BO-IA-X1N00)	(700,000)
1.15	Executive (Office of Planning and Community Development)	General Fund (00100)	Planning and Community Development (00100-BO-PC-X2P00)	(44,444)

1.16	Seattle City Light	Light Fund (41000)	Utility Operations O&M (41000-BO-CL-UTILOPS)	(21,897)
1.17	Seattle City Light	Light Fund (41000)	Utility Operations O&M (41000-BO-CL-UTILOPS)	(61,384)
1.18	Seattle Department of Transportation	Transportation Levy Fund (10399)	Mobility Operations (10399-BO-TR-17003)	(1,500,000)
1.19	Seattle Department of Transportation	Transportation Benefit District Fund (19900)	Mobility Operations (19900-BO-TR-17003)	(500,000)
1.20	Seattle Department of Transportation	Transportation Fund (13000)	Mobility Operations (13000-BO-TR-17003)	(125,000)
1.21	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD -F3000)	(179,000)
1.22	Seattle Fire Department	General Fund (00100)	Operations (00100-BO-FD -F3000)	(792,750)
1.23	Seattle Parks and Recreation	Unrestricted Cumulative Reserve Fund (00164)	Fix It First (00164-BC-PR- 40000)	(150,000)
1.24	Seattle Police Department	General Fund (00100)	Criminal Investigations (00100-BO-SP-P7000)	(57,693)
1.25	Seattle Police Department	General Fund (00100)	Criminal Investigations (00100-BO-SP-P7000)	(44,361)
			Leadership and Administration (00100-BO -SP-P1600)	(42,117)
			Special Operations (00100- BO-SP-P3400)	(92,148)
1.26	Seattle Police Department	General Fund (00100)	Criminal Investigations (00100-BO-SP-P7000)	(125,968)
1.27	Seattle Police Department	General Fund (00100)	Special Operations (00100- BO-SP-P3400)	(458,423)
1.28	Seattle Police Department	General Fund (00100)	Leadership and Administration (00100-BO -SP-P1600)	(168,868)
1.29	Seattle Police Department	General Fund (00100)	Special Operations (00100- BO-SP-P3400)	(175,114)

1.30	Seattle Municipal Court	General Fund (00100)	Administration (00100-BO-MC-3000)	(61,073)
1.31	Executive (Office of Economic Development)	General Fund (00100)	Business Services (00100-BO-ED-X1D00)	(1,850,000)
1.32	Executive (Office for Civil Rights)	General Fund (00100)	Civil Rights (00100-BO-CR-X1R00)	(43,586)
Total				(20,574,198)

Section 2. In order to pay for necessary costs and expenses incurred or to be incurred in 2025, but for which insufficient appropriations were made due to causes that could not reasonably have been foreseen at the time of making the 2025 Budget, appropriations for the following items in the 2025 Budget are increased from the funds shown, as follows:

Item	Department	Fund	Budget Summary Level/BCL Code	Amount (\$)
2.1	Department of Education and Early Learning	Families Education Preschool Promise Levy (17871)	Post-Secondary Programs (17871-BO-EE-IL300)	344,942
2.2	Human Services Department	Payroll Expense Tax (14500)	Addressing Homelessness (14500-BO-HS-H3000)	1,000,000
2.3	Human Services Department	Payroll Expense Tax (14500)	Supporting Safe Communities (14500-BO-HS-H4000)	1,209,304
2.4	Executive (Office of Arts and Culture)	Arts and Culture Fund (12400)	Arts and Cultural Programs (12400-BO-AR-VA160)	140,661
			Leadership and Administration (12400-BO-AR-VA150)	38,933
		Municipal Arts Fund (12010)	Leadership and Administration (12010-BO-AR-VA150)	19,445
2.5	Executive (Office of Arts and Culture)	Municipal Arts Fund (12010)	Public Art (12010-BO-AR-2VMA0)	75,954
			Leadership and Administration (12010-BO-AR-VA150)	7,400
2.6	Executive (Office of Planning and Community Development)	General Fund (00100)	Equitable Development Initiative (00100-BO-PC-X2P40)	2,474,320
2.7	Executive (Office of Planning and Community Development)	Payroll Expense Tax (14500)	Equitable Development Initiative (14500-BO-PC-X2P40)	700,000

2.8	Seattle Center	Seattle Center Fund (11410)	Leadership and Administration (11410-BO-SC-69000)	983,000
2.9	Seattle Department of Transportation	Transportation Levy Fund (10399)	Mobility Operations (10399-BO-TR-17003)	233,615
2.10	Seattle Department of Transportation	Transportation Fund (13000)	General Expense (13000-BO-TR-18002)	1,031,374
2.11	Seattle Department of Transportation	Transportation Fund (13000)	Bridges & Structures (13000-BO-TR-17001)	200,000
2.12	Seattle Department of Transportation	Transportation Fund (13000)	Bridges & Structures (13000-BO-TR-17001)	2,500,000
2.13	Seattle Department of Transportation	Transportation Levy Fund (10399)	Mobility Operations (10399-BO-TR-17003)	1,000,000
2.14	Seattle Department of Transportation	Transportation Fund (13000)	Maintenance Operations (13000-BO-TR-17005)	3,305,854
2.15	Seattle Parks and Recreation	General Fund (00100)	Leadership and Administration (00100-BO-PR-20000)	2,200,000
2.16	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Golf Programs (10200-BO-PR-60000)	260,235
2.17	Law Department	General Fund (00100)	Civil (00100-BO-LW-J1300)	297,947
2.18	Executive (Office of Economic Development)	Payroll Expense Tax (14500)	Leadership and Administration (14500-BO-ED-ADMIN)	500,000
2.19	Office of the Employee Ombud	General Fund (00100)	Office of Employee Ombud (00100-BO-EM-V10MB)	98,200
Total				18,621,184

Section 3. In order to pay for necessary costs and expenses incurred or to be incurred in 2025, but for which insufficient appropriations were made due to causes that could not reasonably have been foreseen at the time of making the 2025 Budget, appropriations for the following items in the 2025 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	Seattle Police Department	General Fund (00100)	Leadership and Administration (00100-BO-SP-P1600)	3,000
3.2	Department of Finance and Administrative Services	General Fund (00100)	Office of City Finance (00100-BO-FA-0003)	724,000

3.3	Human Services Department	Human Services Fund (16200)	Supporting Safe Communities (16200-BO-HS-H4000)	1,413,887
3.4	Human Services Department	Human Services Fund (16200)	Supporting Safe Communities (16200-BO-HS-H4000)	35,000
3.5	Human Services Department	Human Services Fund (16200)	Supporting Affordability and Livability (16200-BO-HS-H1000)	56,608
3.6	Human Services Department	Human Services Fund (16200)	Supporting Affordability and Livability (16200-BO-HS-H1000)	1,365,626
3.7	Human Services Department	Human Services Fund (16200)	Promoting Public Health (16200-BO-HS-H7000)	1,850,000
3.8	Executive (Office of Arts and Culture)	Arts and Culture Fund (12400)	Cultural Space (12400-BO-AR-VA170)	125,000
3.9	Executive (Office of Immigrant and Refugee Affairs)	General Fund (00100)	Office of Immigrant and Refugee Affairs (00100-BO-IA-X1N00)	8,435
3.10	Executive (Office of Immigrant and Refugee Affairs)	General Fund (00100)	Office of Immigrant and Refugee Affairs (00100-BO-IA-X1N00)	700,000
3.11	Executive (Office of Sustainability and Environment)	General Fund (00100)	Office of Sustainability and Environment (00100-BO-SE-X1000)	3,080
3.12	Seattle Center	Seattle Center Fund (11410)	Civic Projects (11410-BO-SC-68000)	12,000,000
3.13	Seattle Center	Seattle Center Fund (11410)	Waterfront (11410-BO-SC-61000)	93,346
3.14	Seattle Department of Transportation	Transportation Fund (13000)	Mobility Operations (13000-BO-TR-17003)	44,444
3.15	Seattle Department of Transportation	Transportation Fund (13000)	Bridges & Structures (13000-BO-TR-17001)	1,223,674
3.16	Seattle Information Technology Department	Information Technology Fund (50410)	Frontline Services and Workplace (50410-BO-IT-D0400)	157,630
3.17	Seattle Police Department	General Fund (00100)	Leadership and Administration (00100-BO-SP-P1600)	21,000
3.18	Seattle Police Department	General Fund (00100)	Leadership and Administration (00100-BO-SP-P1600)	51,631
3.19	Seattle Police Department	General Fund (00100)	Criminal Investigations (00100-BO-SP-P7000)	13,050
3.20	Seattle Police Department	General Fund (00100)	Collaborative Policing (00100-BO-SP-P4000)	4,100

3.21	Law Department	General Fund (00100)	Criminal (00100-BO-LW-J1500)	50,000
3.22	Law Department	General Fund (00100)	Civil (00100-BO-LW-J1300)	113,035
Total				20,056,546

Unspent funds so appropriated in items above shall carry forward to subsequent fiscal years until they are exhausted or abandoned by ordinance, except for items 3.1, 3.2, 3.13, 3.16, 3.20, 3.21, and 3.22.

Section 4. The appropriations for the following items in the 2025 Adopted Budget are modified, as follows:

Item	Department	Fund	Budget Summary Level/BCL Code	Amount (\$)
4.1	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Departmentwide Programs (10200-BO-PR-30000)	(381,167)
			Recreation Facility Programs (10200-BO-PR-50000)	381,167
4.2	Human Services Department	General Fund (00100)	Preparing Youth for Success (00100-BO-HS-H2000)	201,403
			Promoting Public Health (00100-BO-HS-H7000)	(51,403)
			Supporting Affordability and Livability (00100-BO-HS-H1000)	(150,000)
		Payroll Expense Tax (14500)	Supporting Affordability and Livability (14500-BO-HS-H1000)	(4,400)
			Preparing Youth for Success (14500-BO-HS-H2000)	4,400
4.3	Human Services Department	General Fund (00100)	Supporting Safe Communities (00100-BO-HS-H4000)	84,000
			Leadership and Administration (00100-BO-HS-H5000)	(84,000)
4.4	Human Services Department	General Fund (00100)	Addressing Homelessness (00100-BO-HS-H3000)	(22,626)
			Supporting Affordability and Livability (00100-BO-HS-H1000)	201,677
			Promoting Healthy Aging (00100-BO-HS-H6000)	(179,051)

4.5	Office of Housing	Low Income Housing Fund (16400)	Homeownership & Sustainability (16400-BO-HU-2000)	(1,597,000)
		Office of Housing Fund (16600)	Homeownership & Sustainability (16600-BO-HU-2000)	1,597,000
4.6	Finance General	Transportation Benefit District Fund (19900)	General Purpose (19900-BO-FG-2QD00)	500,000
		Payroll Expense Tax (14500)	General Purpose (14500-BO-FG-2QD00)	(500,000)
4.7	Human Services Department	Human Services Fund (16200)	Addressing Homelessness (16200-BO-HS-H3000)	2,065
			Supporting Affordability and Livability (16200-BO-HS-H1000)	(4,622,947)
			Leadership and Administration (16200-BO-HS-H5000)	(35,838)
			Promoting Public Health (16200-BO-HS-H7000)	4,656,720
4.8	Office of Arts and Culture	Arts and Culture Fund (12400)	Arts and Cultural Programs (12400-BO-AR-VA160)	155,627
			Public Art (12400-BO-AR-2VMA0)	(155,627)
4.9	Human Services Department	Human Services Fund (16200)	Addressing Homelessness (16200-BO-HS-H3000)	(527,000)
		Payroll Expense Tax (14500)	Addressing Homelessness (14500-BO-HS-H3000)	527,000
4.10	Department of Finance and Administrative Services	General Fund (00100)	Jail Services (00100-BO-FA-JAILSVCS)	(559,415)
	Seattle Municipal Court	General Fund (00100)	Court Operations (00100-BO-MC-2000)	386,269
	Law Department	General Fund (00100)	Criminal (00100-BO-LW-J1500)	173,146
Total				0

Unspent funds so appropriated in items 4.5 and 4.7 shall carry forward to subsequent fiscal years until they are exhausted or abandoned by ordinance.

Section 5. The Better Bike Barriers (MC-TR-C127) and Graham Street Station Access & Complete

Streets (MC-TR-C156) projects in the Seattle Department of Transportation are established in the 2025-2030 Adopted Capital Improvement Program, as described in Attachment A to this ordinance.

Section 6. Appropriations in the 2025 Adopted Budget and project allocations in the 2025-2030 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	REET I Capital Fund (30010)	ADA Improvements (30010-BC-FA-ADAIMPR)	ADA Improvements - FAS (MC-FA-ADAIMPFAS)	(1,646,733)
6.2	Department of Finance and Administrative Services	REET I Capital Fund (30010)	Publ Safety Facilities Police (30010-BC-FA-PSFACPOL)	Seattle Police Facilities (MC-FA-PFACNPCT)	(7,975,948)
6.3	Seattle City Light	Light Fund (41000)	Customer Focused - CIP (41000-BC-CL-Z)	Overhead and Underground Relocations (MC-CL-ZT8369)	(2,076,197)
				Major Emergency (MC-CL-ZS8380)	(80,799)
				Small Overhead and Underground Services (MC-CL-ZS8367)	(2,626,411)
				Network Additions and Services: First Hill, Massachusetts, Union & University (MC-CL-ZS8364)	(1,823,457)

				Network Additions and Services - Denny (MC-CL-ZS8405)	(988,665)
				IT Security Upgrades (MC-CL-ZF9960)	(205,336)
				Overhead Outage Replacements (MC-CL-ZS8350)	(508,370)
				Underground Outage Replacements (MC-CL-ZS8352)	(3,516,648)
				Advanced Metering Infrastructure (MC-CL-ZS8426)	(41,059)
				State Route 520 Bridge Relocations (MC-CL-ZT8435)	(364,067)
				Transportation Streetlights (MC-CL-ZL8377)	(1,343,925)
				Streetlight LED Conversion Program (MC-CL-ZL8441)	(239,537)
				Seattle Waterfront Streetlight Installation (MC-CL-ZL8481)	(260,192)
				Network Additions and Services: Broad Street Substation (MC-CL-ZS8363)	(2,029,724)

				Large Overhead and Underground Services (MC-CL-ZS8365)	(1,212,728)
				Medium Overhead and Underground Services (MC-CL-ZS8366)	(1,563,177)
				Network Services (MC-CL-ZS8370)	(795,655)
				Maritime Transportation Electrification (MC-CL-ZS8520)	(500,000)
				Sound Transit 3 - City Light (MC-CL-ZT8467)	(280,240)
				Center City Connector Streetcar City Light (MC-CL-ZT8470)	(7,688)
			Power Supply - CIP (41000-BC-CL-X)	Building Envelope Upgrades (MC-CL-XF9072)	(438,141)
				Boundary Station Service Transformer Replacement (MC-CL-XB6627)	(311,199)
				Boundary Powerhouse - Unit 52 Generator Rebuild (MC-CL-XB6535)	(1,317,507)
				Miscellaneous Building Improvements (MC-CL-XF9007)	(57,594)

				Boundary Facilities Master Plan (MC-CL-XB6642)	(101,624)
				Workplace and Process Improvement (MC-CL-XF9159)	(256,916)
				Transportation Electrification (MC-CL-XF9239)	(2,759,166)
				Endangered Species Act Mitigation (MC-CL-XP6990)	(269,214)
				Newhalem Creek Hydroelectric Project Decommissioning (MC-CL-XS6307)	(585,549)
				Ross Dam - AC/DC Distribution System Upgrade (MC-CL-XS6373)	(176,288)
				Skagit Facilities Plan Phase 2 (MC-CL-XS6521)	(99,125)
				Diablo Dam - Spill Gate Trunnion Upgrades (MC-CL-XS6610)	(11,424)
				Boundary Service Area Paving (MC-CL-XB6632)	(70,950)

				Boundary Sump Pump Drive Replacement (MC -CL-XB6633)	(27,313)
				Cedar Falls Powerhouse - Unit 5/6 Generator Protective Relay (MC-CL-XC6450)	(416)
				Special Work Equipment - Shops (MC-CL- XF8389)	(74,163)
				Safety Modifications (MC-CL-XF9006)	(325,433)
				Service Center Facility Improvements (MC-CL-XF9107)	(404,145)
				Energy Conservation (MC -CL-XF9320)	(246,493)
			Transmission and Distribution - CIP (41000-BC-CL-Y)	Underground 26kV Conversion (MC-CL-YR8362)	(537,459)
				Pole Attachments (MC-CL-YR8452)	(2,474,151)
				Transmission Inter -Agency (MC-CL- YT7105)	(641,372)
				Transmission Reliability (MC- CL-YT7104)	(845,160)
				Broad Street Substation - Network (MC-CL- YN8203)	(1,133,166)

				Substation Capacity Additions (MC-CL-YS7751)	(31,578)
				Overhead Equipment Replacements (MC-CL-YR8351)	(926,489)
				University of Washington Capacity Additions (MC-CL-YR8466)	(19,911)
				Communications Improvements (MC-CL-YD9009)	(16,278)
				Special Work Equipment (MC-CL-YD9102)	(379,427)
				Transmission & Generation Radio Systems (MC-CL-YD9108)	(225,360)
				Distribution Area Communications Networks (MC-CL-YD9307)	(221,025)
				Grid Modernization (MC-CL-YD9510)	(3,260,185)
				Utility Next (MC-CL-YD9520)	(1,772,220)
				Network Maintenance Hole and Vault Rebuild (MC-CL-YN8130)	(933,578)
				First Hill - Network (MC-CL-YN8301)	(460,208)

				University Substation - Network (MC-CL-YN8464)	(169,131)
				Underground Equipment Replacements (MC-CL-YR8353)	(7,751,572)
				Overhead 26kV Conversion (MC-CL-YR8358)	(1,031,130)
				Replace Breakers BPA Covington and Maple Valley Substations (MC-CL-YS7121)	(2,540)
				Substation Plant Improvements (MC-CL-YS7750)	(357,475)
				Substations Demand Driven Improvements (MC-CL-YS7755)	(1,441)
				Interbay Substation - Development (MC-CL-YS7756)	(98,241)
				Denny Substation Transmission Lines (MC-CL-YT7125)	(6,495)
				Transmission Tower Refurbishment (MC-CL-YT7130)	(261,108)
				Security Improvements (MC-CL-YD9202)	(37,751)

				Stormwater Compliance (MC-CL-YD9236)	(59,739)
				Network Hazeltine Upgrade (MC-CL-YN8129)	(1,209)
				Union Street Substation Networks (MC-CL-YN8201)	(1,383,268)
				Overhead System Capacity Additions (MC-CL-YR8356)	(88,824)
				Underground Customer Driven Capacity Additions (MC-CL-YR8360)	(344,816)
				Distribution Automation (MC-CL-YR8425)	(491,818)
				Substation Equipment Improvements (MC-CL-YS7752)	(1,318,570)
				Relaying Improvements (MC-CL-YS7753)	(1,329,810)
				Substations Oil Containment (MC-CL-YS7783)	(115,760)
				Substation Automation (MC-CL-YS8424)	(285,300)
			Conservation & Environmental - CIP (41000-BC-CL-W)	Energy Efficiency (MC-CL-WC2250)	(3,661,091)

				Environmental Claims (MC-CL-WC3133)	(4,359,087)
6.4	Seattle Department of Transportation	Transportation Fund (13000)	Major Maintenance/Replacement (13000-BC-TR-19001)	Arterial Major Maintenance (MC-TR-C071)	(200,000)
6.5	Seattle Department of Transportation	Transportation Fund (13000)	Major Maintenance/Replacement (13000-BC-TR-19001)	Arterial Major Maintenance (MC-TR-C071)	(2,500,000)
6.6	Seattle Department of Transportation	Transportation Levy Fund (10399)	Mobility-Capital (10399-BC-TR-19003)	People Streets and Wayfinding Maintenance (MC-TR-C148)	(233,615)
6.7	Seattle Department of Transportation	Transportation Levy Fund (10399)	Mobility-Capital (10399-BC-TR-19003)	Transit Passenger Safety (MC-TR-C152)	(1,000,000)
6.8	Seattle Public Library	Payroll Expense Tax (14500)	Capital Improvements (14500-BC-SPL)	Library Major Maintenance (MC-PL-B3011)	(1)
6.9	Seattle Public Utilities	Water Fund (43000)	Distribution (43000-BC-SU-C110B)	Water Infrastructure-Water Main Extensions (MC-SU-C1111)	(1,514,049)
				Distribution System Improvements (MC-SU-C1128)	(962,219)
				Water Infrastructure-Hydrant Replace/Relocate (MC-SU-C1110)	(248,262)
				Watermain Rehabilitation (MC-SU-C1129)	(3,702,264)

				Water Infrastructure-New Taps (MC-SU-C1113)	(1,596,637)
				Multiple Utility Relocation (MC-SU-C1133)	(600,000)
				Tank Improvements (MC-SU-C1134)	(1,018,481)
				Pump Station Improvements (MC-SU-C1135)	(2,091,448)
				Chamber Upgrades-Distribution (MC-SU-C1137)	(9,996)
				Distribution Infrastructure (MC-SU-C1138)	(58,987)
				Distribution System Seismic Improvements (MC-SU-C1139)	(1,320,943)
			Transmission (43000-BC-SU-C120B)	Transmission Pipelines Rehab (MC-SU-C1207)	(7,662,072)
				Purveyor Meters Replace-SPU (MC-SU-C1206)	(98,036)
				Water System Dewatering (MC-SU-C1205)	(83,792)
				Cathodic Protection (MC-SU-C1208)	(808,654)
				Replace Air Valve Chambers (MC-SU-C1209)	(200,000)

				Transmission System Seismic Improvements (MC-SU-C1210)	(3,425,244)
			Watershed Stewardship (43000-BC-SU-C130B)	Tolt Bridges (MC-SU-C1308)	(832,286)
				Environmental Stewardship (MC-SU-C1301)	(384,808)
				Cedar Bridges (MC-SU-C1307)	(633,638)
			Water Resources (43000-BC-SU-C150B)	Dam Safety (MC-SU-C1506)	(10,342,894)
				Water Supply Flexibility Program (MC-SU-C1507)	(3,162,877)
				Regional Water Conservation (MC-SU-C1504)	(903,643)
				Seattle Direct Water Conservation (MC-SU-C1505)	(621,958)
				Hatchery Works (MC-SU-C1511)	(566,391)
			Habitat Conservation Program (43000-BC-SU-C160B)	Downstream Fish Habitat (MC-SU-C1607)	(3,654,487)
				Watershed Road Improvements/Decommissioning (MC-SU-C1601)	(198,568)
				Ballard Locks Improvements (MC-SU-C1606)	(100,000)

				Upland Reserve Forest Restore (MC-SU-C1603)	(158,175)
			Shared Cost Projects (43000-BC-SU- C410B)	Operational Facility - Construction (MC -SU-C4106)	(2,428,777)
				Meter Replacement (MC -SU-C4101)	(70,990)
				Security Improvements (MC-SU-C4113)	(1,301,595)
				1% for Arts (MC- SU-C4118)	(102,464)
				Move Seattle (MC -SU-C4119)	(9,113,569)
				Streetcar Related Projects (MC-SU- C4130)	(288)
				Regional Facility - Other (MC-SU- C4107)	(6,631,537)
				Other Major Transportation Projects (MC-SU- C4123)	(4,668,204)
			Technology (43000- BC-SU-C510B)	Customer Contact & Billing (MC-SU -C5402)	(898,220)
				Project Delivery & Performance (MC- SU-C5405)	(892,376)
				Science & System Performance (MC- SU-C5406)	(440,143)
				IT Infrastructure (MC-SU-C5404)	(1,586,054)

				(MC-SU-C3604)	
			Water Quality & Treatment (43000-BC-SU-C140B)	Reservoir Covering-Lake Forest (MC-SU-C1418)	(103,436)
				Beacon Reservoir Seismic (MC-SU-C1408)	(50,000)
				Treatment Facility/Water Quality Improvements (MC-SU-C1413)	(4,742,699)
				Reservoir Covering-Bitter Lake (MC-SU-C1419)	(14,951,049)
			Combined Sewer Overflows (43000-BC-SU-C360B)	Ship Canal Water Quality Project (MC-SU-C3614)	(1)
		Drainage and Wastewater Fund (44010)	Protection of Beneficial Uses (44010-BC-SU-C333B)	GSI for Protection of Beneficial Uses (MC-SU-C3316)	(16,252,257)
				Beneficial Uses Program (MC-SU-C3317)	(606,593)
			Combined Sewer Overflows (44010-BC-SU-C360B)	Long Term Control Plan (MC-SU-C3604)	(489,028)
				Future CSO Projects (MC-SU-C3612)	(5,737,985)
				Ship Canal Water Quality Project (MC-SU-C3614)	(41,398,455)
				CSO Facility Retrofit (MC-SU-C3611)	(33,845)

				C3701)	
			Rehabilitation (44010-BC-SU-C370B)	Pump Station & Force Main Improvements (MC-SU-C3703)	(5,320,467)
				Outfall Rehabilitation Program (MC-SU-C3708)	(145,543)
				Pipe Renewal Program (MC-SU-C3710)	(3,509,359)
				Drainage Facilities Rehabilitation (MC-SU-C3711)	(585,299)
			Flooding, Sewer Backup & Landslide (44010-BC-SU-C380B)	Drainage Capacity Program (MC-SU-C3802)	(1,663,159)
				Sanitary Sewer Overflow Capacity (MC-SU-C3804)	(1,295,809)
				South Park Stormwater Program (MC-SU-C3806)	(4,352,481)
				Broadview Long-Term Plan (MC-SU-C3812)	(242,667)
				Thornton Confluence Improvement (MC-SU-C3811)	(44,180)
			Shared Cost Projects (44010-BC-SU-C410B)	Operational Facility - Construction (MC-SU-C4106)	(7,125,692)

				MC-SU-C4100)	
				Meter Replacement (MC-SU-C4101)	(70,999)
				Integrated Control Monitoring Program (MC-SU-C4108)	(161,598)
				Security Improvements (MC-SU-C4113)	(79,021)
				1% for Arts (MC-SU-C4118)	(411,053)
				Move Seattle (MC-SU-C4119)	(4,636,337)
				Streetcar Related Projects (MC-SU-C4130)	(220,003)
				Alaskan Way Viaduct & Seawall Replacement Program (MC-SU-C4102)	(44,940)
				Regional Facility - Other (MC-SU-C4107)	(1,061)
			Technology (44010-BC-SU-C510B)	Customer Contact & Billing (MC-SU-C5402)	(1,116,072)
				Project Delivery & Performance (MC-SU-C5405)	(452,409)
				Science & System Performance (MC-SU-C5406)	(265,215)
				IT Infrastructure (MC-SU-C5404)	(1,817,481)
			Sediments (44010-BC-SU-C350B)	Sediment Remediation (MC-SU-C3502)	(2,450,409)

				SU-C5505)	
			Water Resources (44010-BC-SU- C150B)	Dam Safety (MC- SU-C1506)	(2,199)
				Water Supply Flexibility Program (MC-SU- C1507)	(7)
		Solid Waste Fund (45010)	New Facilities (45010-BC-SU- C230B)	Miscellaneous Station Improvement (MC -SU-C2303)	(3,084)
			Rehabilitation & Heavy Equipment (45010-BC-SU- C240B)	Midway Landfill (MC-SU-C2403)	(218,579)
			Shared Cost Projects (45010-BC-SU- C410B)	Operational Facility - Construction (MC -SU-C4106)	(14,346)
				Security Improvements (MC-SU-C4113)	(117,050)
				1% for Arts (MC- SU-C4118)	(3,083)
				Heavy Equipment Purchases (MC- SU-C4116)	(420,173)
			Technology (45010- BC-SU-C510B)	Customer Contact & Billing (MC-SU -C5402)	(331,674)
				Enterprise Information Management (MC -SU-C5403)	(578,346)
				Project Delivery & Performance (MC- SU-C5405)	(343,499)

				SU-C5405)	
				Science & System Performance (MC-SU-C5406)	(307,500)
				IT Infrastructure (MC-SU-C5404)	(429,590)
6.10	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Debt and Special Funding (10200-BC-PR-30000)	Aquarium Expansion - Debt Service (MC-PR-31009)	(425,793)
6.11	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Building For The Future (10200-BC-PR-20000)	Smith Cove Park Development (MC-PR-21005)	(250,000)
6.12	Seattle Parks and Recreation	2023 Multipurpose LTGO Bond Fund (37100)	Building For The Future (37100-BC-PR-20000)	Aquarium Expansion (MC-PR-21006)	(816,441)
6.13	Seattle Parks and Recreation	General Fund (00100)	Fix It First (00100-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	(2,200,000)
6.14	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	(138,790)
6.15	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Building For The Future (10200-BC-PR-20000)	Smith Cove Park Development (MC-PR-21005)	(235,396)
Total					(280,893,753)

Allocation modifications for the Seattle Public Utilities, Seattle Department of Transportation, and Seattle City Light in this section shall operate for the purposes of decreasing the base for the limit imposed by subsection 4.C of Ordinance 127156.

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 2025 Budget was adopted, appropriations in the 2025 Adopted Budget and project allocations in the 2025-2030 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	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Thomas Street Redesigned (MC-TR-C105)	144,505
				3rd Avenue Corridor Improvements (MC-TR-C034)	335,578
7.2	Seattle Department of Transportation	Move Seattle Levy Fund (10398)	Mobility-Capital (10398-BC-TR-19003)	Madison BRT - RapidRide G Line (MC-TR-C051)	3,000,000
7.3	Seattle Department of Transportation	Transportation Fund (13000)	Major Maintenance/Replacement (13000-BC-TR-19001)	Signal Major Maintenance (MC-TR-C026)	300,000
7.4	Seattle Department of Transportation	Transportation Levy Fund (10399)	Major Maintenance/Replacement (10399-BC-TR-19001)	Better Bike Barriers (MC-TR-C127)	987,481
7.5	Seattle Department of Transportation	Transportation Levy Fund (10399)	Major Maintenance/Replacement (10399-BC-TR-19001)	Bridge Rehabilitation and Replacement Phase II (MC-TR-C039)	1,500,000
7.6	Seattle Public Utilities	Water Fund (43000)	Distribution (43000-BC-SU-C110B)	Water Infrastructure-Service Renewal (MC-SU-C1109)	2,330,477
				Water Infrastructure-New Hydrants (MC-SU-C1112)	115,130

				Distribution System In-Line Gate Valve (MC-SU-C1136)	66,408
			Habitat Conservation Program (43000-BC-SU-C160B)	Stream & Riparian Restoration (MC-SU-C1602)	13,818
				Instream Flow Management Studies (MC-SU-C1608)	42,484
			Shared Cost Projects (43000-BC-SU-C410B)	Integrated Control Monitoring Program (MC-SU-C4108)	424
				Heavy Equipment Purchases (MC-SU-C4116)	460,363
				Alaskan Way Viaduct & Seawall Replacement Program (MC-SU-C4102)	179,221
				Operations Control Center (MC-SU-C4105)	437
			Technology (43000-BC-SU-C510B)	Enterprise Information Management (MC-SU-C5403)	7,555
				Asset Information Management (MC-SU-C5407)	449,164
		Drainage and Wastewater Fund (44010)	Protection of Beneficial Uses (44010-BC-SU-C333B)	Creek Culvert Replacement Program (MC-SU-C3314)	2,325,127

			Combined Sewer Overflows (44010-BC-SU-C360B)	Green Stormwater Infrastructure Program (MC-SU-C3610)	33,083
				S Henderson CSO Storage (MC-SU-C3609)	375
			Shared Cost Projects (44010-BC-SU-C410B)	Heavy Equipment Purchases (MC-SU-C4116)	2,014,278
				Other Major Transportation Projects (MC-SU-C4123)	109,787
			Technology (44010-BC-SU-C510B)	Enterprise Information Management (MC-SU-C5403)	340,984
				Asset Information Management (MC-SU-C5407)	15,403
		Solid Waste Fund (45010)	New Facilities (45010-BC-SU-C230B)	North Transfer Station Rebuild (MC-SU-C2306)	3,084
			Rehabilitation & Heavy Equipment (45010-BC-SU-C240B)	Kent Highlands (MC-SU-C2402)	75,089
				SW Comprehensive Plan Update (MC-SU-C2407)	143,490
			Technology (45010-BC-SU-C510B)	Asset Information Management (MC-SU-C5407)	1,933
7.7	Seattle Public Utilities	Drainage and Wastewater Fund (44010)	Shared Cost Projects (44010-BC-SU-C410B)	Move Seattle - DWF (MC-SU-C4119-DWF)	12,000,000

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)	1,764,520
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)	230,796
7.10	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)	243,935
7.11	Seattle Parks and Recreation	Unrestricted Cumulative Reserve Fund (00164)	Fix It First (00164-BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	150,000
7.12	Department of Finance and Administrative Services	REET I Capital Fund (30010)	Public Safety Facilities Fire (30010-BC-FA-PSFACFIRE)	Fire Station 31 Temporary Station (MC-FA-FS31IMP)	250,000
Total					29,634,929

Allocation modifications for Seattle Public Utilities and Seattle Department of Transportation in this section shall operate for the purposes of increasing the base for the limit imposed by subsection 4.C of Ordinance 127156.

Section 8. Appropriations in the 2025 Adopted Budget and project allocations in the 2025-2030 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 Capital Reserve (34060)	Building and Campus Improvements (34060-BC-SC-S03P01)	General Site Improvements (MC-SC-S0305)	450,000

8.2	Seattle City Light	Light Fund (41000)	Customer Focused - CIP (41000-BC-CL-Z)	State Route 520 Bridge Relocations (MC-CL-ZT8435)	3,300,000
8.3	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Bike Master Plan - Protected Bike Lanes (MC-TR-C062)	156,291
8.4	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Thomas Street Redesigned (MC-TR-C105)	2,400,000
8.5	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Aurora Avenue North Safety Improvements (MC-TR-C118)	6,334
8.6	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Vision Zero (MC-TR-C064)	40,000
8.7	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	Graham Street Station Access & Complete Street (MC-TR-C156)	752,835
8.8	Seattle Department of Transportation	Transportation Fund (13000)	Mobility-Capital (13000-BC-TR-19003)	N 130th St - Bitter Lake to Haller Lake (MC-TR-C149)	2,730,000
8.9	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Community Center Rehabilitation & Development (MC-PR-41002)	2,626,271
8.10	Seattle Parks and Recreation	Park And Recreation Fund (10200)	Fix It First (10200-BC-PR-40000)	Parks Upgrade Program (MC-PR-41029)	14,625
Total					12,476,356

Allocation modifications for Seattle City Light and the Seattle Department of Transportation in this section shall operate for the purposes of increasing the base for the limit imposed by subsection 4.C of Ordinance

127156.

Section 9. Appropriations in the 2025 Adopted Budget and project allocations in the 2025-2030 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)	Garden of Remembrance (30010-BC-FA-GARDENREM)	Garden of Remembrance (MC-FA-GARDENREM)	(50,000)
		Unrestricted Cumulative Reserve Fund (00164)	Garden of Remembrance (00164-BC-FA-GARDENREM)	Garden of Remembrance (MC-FA-GARDENREM)	50,000
9.2	Seattle City Light	Light Fund (41000)	Power Supply - CIP (41000-BC-CL-X)	Facilities Improvements (MC-CL-XF9103)	4,000,000
			Transmission and Distribution - CIP (41000-BC-CL-Y)	Utility Next (MC-CL-YD9520)	(4,000,000)
9.3	Seattle City Light	Light Fund (41000)	Power Supply - CIP (41000-BC-CL-X)	Facilities Improvements (MC-CL-XF9103)	970,000
			Transmission and Distribution - CIP (41000-BC-CL-Y)	Overhead Equipment Replacements (MC-CL-YR8351)	(970,000)
9.4	Seattle City Light	Light Fund (41000)	Power Supply - CIP (41000-BC-CL-X)	Boundary Facility - Minor Improvements Program (MC-CL-XB6401)	1,650,000
			Transmission and Distribution - CIP (41000-BC-CL-Y)	Denny Substation - Network (MC-CL-YN8404)	(1,650,000)

9.5	Seattle City Light	Light Fund (41000)	Power Supply - CIP (41000-BC-CL-X)	Skagit Facility - Minor Improvements Program (MC-CL-XS6405)	3,809,000
			Transmission and Distribution - CIP (41000-BC-CL-Y)	Overhead Equipment Replacements (MC-CL-YR8351)	(3,809,000)
9.6	Seattle City Light	Light Fund (41000)	Power Supply - CIP (41000-BC-CL-X)	Skagit - Boat Facility Improvements (MC-CL-XS6540)	1,287,000
				Boundary Station Service Transformer Replacement (MC-CL-XB6627)	(1,087,000)
				Skagit Facilities Plan (MC-CL-XS6520)	(200,000)
9.7	Seattle City Light	Light Fund (41000)	Customer Focused - CIP (41000-BC-CL-Z)	Overhead and Underground Relocations (MC-CL-ZT8369)	3,982,000
			Transmission and Distribution - CIP (41000-BC-CL-Y)	Overhead Equipment Replacements (MC-CL-YR8351)	(3,982,000)
9.8	Seattle City Light	Light Fund (41000)	Customer Focused - CIP (41000-BC-CL-Z)	State Route 520 Bridge Relocations (MC-CL-ZT8435)	1,813,000
			Transmission and Distribution - CIP (41000-BC-CL-Y)	Overhead Equipment Replacements (MC-CL-YR8351)	(1,813,000)

9.9	Seattle City Light	Light Fund (41000)	Power Supply - CIP (41000-BC-CL-X)	Boundary Powerhouse Generator Step-up Transformer Replacement (MC-CL-XB6493)	9,651,000
				Boundary - Licensing Mitigation (MC-CL-XB6987)	(9,651,000)
9.10	Seattle City Light	Light Fund (41000)	Power Supply - CIP (41000-BC-CL-X)	Boundary Station Service Transformer Replacement (MC-CL-XB6627)	(1,387,000)
				Ross Dam - AC/DC Distribution System Upgrade (MC-CL-XS6373)	1,387,000
9.11	Seattle City Light	Light Fund (41000)	Power Supply - CIP (41000-BC-CL-X)	Boundary Station Service Transformer Replacement (MC-CL-XB6627)	(1,297,000)
				Cedar Falls/South Fork Tolt - Minor Improvements Program (MC-CL-XC6406)	1,297,000
9.12	Seattle City Light	Light Fund (41000)	Transmission and Distribution - CIP (41000-BC-CL-Y)	Overhead Equipment Replacements (MC-CL-YR8351)	(1,400,000)
				Transmission Line Inductor Installation (MC-CL-YT8461)	1,400,000

9.13	Seattle Department of Transportation	Transportation Benefit District Fund (19900)	Mobility-Capital (19900-BC-TR- 19003)	Vision Zero (MC- TR-C064)	(970,804)
				Seattle Transportation Benefit District - Transit Improvements (MC-TR-C108)	970,804
9.14	Seattle Department of Transportation	Transportation Levy Fund (10399)	Mobility-Capital (10399-BC-TR- 19003)	3rd Ave Revitalization, Long-Term Vision and Coordination (MC-TR-C145)	(450,000)
				Fortson Square Redesign Implementation (MC-TR-C104)	1,950,000
				People Streets and Public Spaces Capital (MC-TR- C147)	(1,500,000)
9.15	Seattle Department of Transportation	REET II Capital Fund (30020)	Major Maintenance/Replace ment (30020-BC-TR- 19001)	Sidewalk Safety Repair (MC-TR- C025)	(250,000)
			Mobility-Capital (30020-BC-TR- 19003)	Vision Zero (MC- TR-C064)	(100,000)
				Pedestrian Master Plan - Crossing Improvements (MC-TR-C061)	350,000
		Transportation Levy Fund (10399)	Mobility-Capital (10399-BC-TR- 19003)	Pedestrian Master Plan - Crossing Improvements (MC-TR-C061)	400,000

				Pedestrian Lighting (MC-TR-C146)	(400,000)
		School Safety Traffic and Pedestrian Improvement Fund (18500)	Mobility-Capital (18500-BC-TR-19003)	Pedestrian Master Plan - Crossing Improvements (MC-TR-C061)	250,000
				Pedestrian Master Plan - School Safety (MC-TR-C059)	(250,000)
9.16	Seattle Department of Transportation	Transportation Benefit District Fund (19900)	Mobility-Capital (19900-BC-TR-19003)	Aurora Avenue North Safety Improvements (MC-TR-C118)	620,000
				Seattle Transportation Benefit District - Transit Improvements (MC-TR-C108)	(620,000)
9.17	Seattle Department of Transportation	Move Seattle Levy Fund (10398)	Mobility-Capital (10398-BC-TR-19003)	Madison BRT - RapidRide G Line (MC-TR-C051)	8,273,679
				Pedestrian Master Plan - Crossing Improvements (MC-TR-C061)	(1,400,000)
				Pedestrian Master Plan - New Sidewalks (MC-TR-C058)	(750,000)
				Freight Spot Improvement Program (MC-TR-C047)	(888,653)

				Transit Corridor Improvements (MC-TR-C029)	(400,000)
				Pedestrian Master Plan - School Safety (MC-TR-C059)	(653,693)
				Route 7 Transit-Plus Multimodal Corridor Project (MC-TR-C053)	(637,000)
				NE 45th St Bridge I-5 Crossing Improvements (MC-TR-C122)	(1,477,833)
			Major Maintenance/Replacement (10398-BC-TR-19001)	Arterial Asphalt & Concrete Program Phase II (MC-TR-C033)	(2,000,000)
				Bike Master Plan - Urban Trails and Bikeways (MC-TR-C060)	(66,500)
		Transportation Benefit District Fund (19900)	Mobility-Capital (19900-BC-TR-19003)	Madison BRT - RapidRide G Line (MC-TR-C051)	330,334
				Culture Connector (MC-TR-C040)	(330,334)
9.18	Department of Finance and Administrative Services	Payroll Expense Tax (14500)	FAS Oversight-External Projects (14500-BC-FA-EXTPROJ)	Energy Efficiency for Municipal Buildings (MC-FA-ENEFFMBLD)	(95,000)
	Seattle Parks and Recreation	Payroll Expense Tax (14500)	Fix It First (14500-BC-PR-40000)	Municipal Energy Efficiency Program - Parks (MC-PR-41030)	95,000

9.19	Department of Finance and Administrative Services	Payroll Expense Tax (14500)	FAS Oversight-External Projects (14500-BC-FA-EXTPROJ)	Energy Efficiency for Municipal Buildings (MC-FA-ENEFFMBLD)	(60,000)
	Seattle Public Library	Payroll Expense Tax (14500)	Capital Improvements (14500-BC-SPL)	Library Major Maintenance (MC-PL-B3011)	60,000
Total					0

Allocation modifications for Seattle City Light 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 127156.

Section 10. 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	4.0
		Grants&Contracts Spec (@ 99049 - 030)	Full-time	2.0
		Grants&Contracts Supv (@ 99053 - 030)	Full-time	1.0
		Human Svcs Coord (@ 31005 - 034)	Full-time	2.0
10.2	Seattle Municipal Court	StratAdvsr2,General Govt (@ 09386 - 140)	Full-time	1.0
		Muni Court Marshal (@ 04330 - 053)	Full-time	2.0
		Prob Supv (@ 97259 - 030)	Full-time	1.0
10.3	Executive (Office of Arts and Culture)	Admin Spec III-BU (@ 97558 - 035)	Full-time	1.0
10.4	Department of Finance and Administrative Services	Cust Svc Rep,Sr (@ 97561 - 035)	Full-time	2.0
10.5	Law Department	Legal Asst (@ 40508 - 030)	Full-time	1.0
		City Attorney,Asst (@ 09477 - 170)	Full-time	1.0
10.6	Law Department	Legal Asst (@ 40508 - 030)	Full-time	1.0

		City Prosecutor,Asst-BU (@ 09701 - 171)	Full-time	1.0
10.7	Seattle Center	Gardener (@ 91001 - 019)	Full-time	2.0
Total				22.0

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 11. The following positions are transferred:

Item	Department	Position Title	Position Status	Number
11.1	Seattle Information Technology Department	Info Technol Prof C-BU (@ 09466 - 158)	Full-time	(2.0)
	Seattle City Light	Info Technol Prof C-BU (@ 09466 - 158)	Full-time	2.0
Total				0

Section 12. The following positions are abrogated:

Item	Department	Position Title	Position Status	Number
12.1	Seattle Department of Construction and Inspections	Land Use Plnr III (@ 50008 - 004)	Full-time	(10.0)
		Land Use Plnr IV (@ 50009 - 004)	Full-time	(1.0)
Total				(11.0)

Section 13. The restrictions imposed by the following budget proviso are removed and they are no longer restrictions for any purpose, including those set forth in subsection 1.B of Ordinance 127156:

Item	Department	Council Budget Action	Proviso	Fund
13.1	Seattle Department of Transportation	SDOT-009-A	"Of the Seattle Transit Measure (Seattle Transportation Benefit District Fund) appropriations in the 2025 budget for the Seattle Department of Transportation's Mobility Operations Budget Summary Level (BO-TR-17003), \$500,000 is appropriated solely for Waterfront Shuttle transit service as an emerging mobility need funded by the Seattle Transit Measure and may be spent for no other purpose."	Transportation Benefit District Fund (19900)

Section 14. The 2025 Adopted Budget is amended with the creation of a new Civic Projects budget control level added to Attachment A of Ordinance 127156 as follows:

Department	Fund	BCL Code	BSL Name	BSL Description
Seattle Center	11410 - Seattle Center Fund	11410-BO-SC-68000	Civic Projects	The purpose of the Civic Projects Budget Summary Level is to pay for expenses related to reimbursable capital-related services, including planning and leadership support, provided by Seattle Center for other City departments and external partners.

Section 15. Any act consistent with the authority of this ordinance taken after its passage and prior to its effective date is ratified and confirmed.

Section 16. This ordinance shall take effect as provided by Seattle Municipal Code Sections 1.04.020 and 1.04.070.

Passed by a 3/4 vote of all the members of the City Council the _____ day of _____, 2025, and signed by me in open session in authentication of its passage this _____ day of _____, 2025.

President _____ of the City Council

Approved / returned unsigned / vetoed this ____ day of _____, 2025.

Bruce A. Harrell, Mayor

Filed by me this _____ day of _____, 2025.

Scheereen Dedman, City Clerk

(Seal)

Attachments:

Attachment A – CIP Project Additions

Better Bike Barriers

Project No:	MC-TR-C127	BSL Code:	BC-TR-19001
Project Type:	Ongoing	BSL Name:	Major Maintenance/Replacement
Project Category:	Improved Facility	Location:	Citywide
Current Project Stage:	N/A	Council District:	Citywide
Start/End Date:	N/A	Neighborhood District:	Multiple
Total Project Cost:	N/A	Urban Village:	Multiple

This project will amend existing bike lanes with stronger safety treatments such as hardened barriers or buffer areas.

Resources	LTD Actuals	2024 Revised	2025	2026	2027	2028	2029	2030	Total
2024 Transportation Levy	-	-	987	997	1,077	1,017	1,028	1,038	6,145
Total:	-	-	987	997	1,077	1,017	1,028	1,038	6,145
Fund Appropriations / Allocations *	LTD Actuals	2024 Revised	2025	2026	2027	2028	2029	2030	Total
Transportation Levy Fund	-	-	987	997	1,077	1,017	1,028	1,038	6,145
Total:	-	-	987	997	1,077	1,017	1,028	1,038	6,145

O&M Impacts: Operation and Maintenance impacts will be assessed for specific projects as needed.

Graham Street Station Access & Complete Street

Project No:	MC-TR-C156	BSL Code:	BC-TR-19003
Project Type:	Discrete	BSL Name:	Mobility-Capital
Project Category:	New Facility	Location:	Graham Street, from Rainier Ave S to Beacon Ave S
Current Project Stage:	Stage 1 - Pre-Project Development	Council District:	Council District 2
Start/End Date:	2025 - 2033	Neighborhood District:	Southeast
Total Project Cost:	\$4	Urban Village:	Othello

Construct new bus stops and bus stop amenities, which may include upgraded sidewalks, protected bike lanes, new and upgraded pedestrian crossings, pavement restoration, signal improvements, updated channelization and lane marking, storm water drainage improvements, pedestrian lighting, street trees, and landscaping.

Resources	LTD Actuals	2024 Revised	2025	2026	2027	2028	2029	2030	Total
Federal Grant Funds	-	-	753	1,500	1,500	-	-	-	3,753
Total:	-	-	753	1,500	1,500	-	-	-	3,753

Fund Appropriations / Allocations *	LTD Actuals	2024 Revised	2025	2026	2027	2028	2029	2030	Total
Transportation Fund	-	-	753	1,500	1,500	-	-	-	3,753
Total:	-	-	753	1,500	1,500	-	-	-	3,753

O&M Impacts: Operation and Maintenance impacts will be assessed for specific components as needed in the budget year required.

SUMMARY and FISCAL NOTE

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

1. BILL SUMMARY

Legislation Title: AN ORDINANCE amending Ordinance 127156, which adopted the 2025 Budget, including the 2025-2030 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 2025-2030 CIP; adding CIP Projects; creating positions; modifying positions; abrogating positions; lifting a proviso; creating a new budget control level; 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 2025 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. This bill:

- Adjusts appropriation authority to Budget Control Levels approved in the Adopted Budget or subsequent legislation;
- Appropriates funding backed by new revenue sources;
- Adjusts the Adopted Capital Improvement Program;
- Makes changes to departments' position authority;
- Lifts a proviso; and
- Creates a budget control level.

2. CAPITAL IMPROVEMENT PROGRAM

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

3. SUMMARY OF FINANCIAL IMPLICATIONS

Does this legislation have financial impacts to the City? ☒ Yes ☐ No

Expenditure Change (\$);	2025	2026 est.	2027 est.	2028 est.	2029 est.
General Fund	(\$3,266,130)	\$102,295	\$102,295	\$102,295	\$102,295
Expenditure Change (\$);	2025	2026 est.	2027 est.	2028 est.	2029 est.
Other Funds	(\$217,412,801)	(\$3,942,724)	(\$4,036,070)	(\$4,036,070)	(\$4,036,070)

Revenue Change (\$); General Fund	2025	2026 est.	2027 est.	2028 est.	2029 est.
	(\$3,100,627)	\$239,517	\$239,517	\$239,517	\$239,517
Revenue Change (\$); Other Funds	2025	2026 est.	2027 est.	2028 est.	2029 est.
	25,814,334	\$250,976	\$157,630	\$157,630	\$157,630

2026-2029 ongoing costs are current estimates and will be addressed through subsequent budget action including the annual budget process.

3.a. Appropriations

☒ This legislation adds, changes, or deletes appropriations.

Appropriations Notes: See Summary Attachment A for details on 2025 Mid-Year Supplemental appropriations.

3.b. Revenues/Reimbursements

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

Revenue/Reimbursement Notes: See Summary Attachment A for details on 2025 Mid-Year Supplemental appropriations.

3.d. Other Impacts

Does the legislation have other financial impacts to The City of Seattle, including direct or indirect, one-time or ongoing costs, that are not included in Sections 3.a through 3.c? If so, please describe these financial impacts.

No. Please see Summary Attachment A for details on 2025 Mid-Year Supplemental appropriations.

If the legislation has costs, but they can be absorbed within existing operations, please describe how those costs can be absorbed. The description should clearly describe if the absorbed costs are achievable because the department had excess resources within their existing budget or if by absorbing these costs the department is deprioritizing other work that would have used these resources.

Please see Summary Attachment A for details on 2025 Mid-Year Supplemental appropriations.

Please describe any financial costs or other impacts of *not* implementing the legislation.
The objectives supported by these resources could not be achieved without this legislation.

Please describe how this legislation may affect any City departments other than the originating department.

Please see Summary Attachment A for details on 2025 Mid-Year Supplemental appropriations.

4. OTHER IMPLICATIONS

- a. **Is a public hearing required for this legislation?**
No.
- b. **Is publication of notice with The Daily Journal of Commerce and/or The Seattle Times required for this legislation?**
No.
- c. **Does this legislation affect a piece of property?**
No.
- d. **Please describe any perceived implication for the principles of the Race and Social Justice Initiative.**
 - i. **How does this legislation impact vulnerable or historically disadvantaged communities? How did you arrive at this conclusion? In your response please consider impacts within City government (employees, internal programs) as well as in the broader community.**
 - ii. **Please attach any Racial Equity Toolkits or other racial equity analyses in the development and/or assessment of the legislation.**
 - iii. **What is the Language Access Plan for any communications to the public?**
See Summary Attachment A for any associated implications for question d.
- e. **Climate Change Implications**
 - i. **Emissions: How is this legislation likely to increase or decrease carbon emissions in a material way? Please attach any studies or other materials that were used to inform this response.**
 - ii. **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.**
See Summary Attachment A for any associated implications for question e.
- f. **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)? What mechanisms will be used to measure progress towards meeting those goals?**
See Summary Attachment A for any associated implications.

- g. Does this legislation create a non-utility CIP project that involves a shared financial commitment with a non-City partner agency or organization?**
No.

5. ATTACHMENTS

Summary Attachments:

Summary Attachment A – 2025 Mid-Year Supplemental Ordinance Summary Detail Table

2025 Mid-Year Supplemental Ordinance Summary Detail Table

Item #	Title	Description	Amount (\$)/FTE
Section 1 – Appropriation Decreases – Operating Budgets			
1.1	Reduce FAS Transfer Appropriation in 2025 in Error (Finance General)	This item decreases appropriation authority by \$364,664 in Finance General, in the General Fund Appropriation to Special Funds Budget Control Level (00100-BO-FG-2QA00). This appropriation was erroneously included in the 2025 Adopted and 2026 Endorsed Budget for Finance General (FG) to support Department of Finance and Administrative Services (FAS) rates associated with Payroll Expense Tax (PET) backed General Fund (GF) appropriations. However, FAS has notified the City Budget Office that PET-backed GF needs were included in the total FG rate which was fully budgeted in another account. As a result, this is duplicative budget. This reduction is ongoing.	(364,664)
1.2	Abandon Excess 2024 Bond Appropriation (Finance General)	This item decreases appropriation authority by \$4,709,708 in Finance General, in the 2024 Multipurpose LTGO Bond Fund Appropriation to Special Funds Budget Control Level (37200-BO-FG-2QA00). This appropriation authority was erroneously included in the 2025 Adopted and 2026 Endorsed Budgets due to a miscommunication on need and use of 2024 authority. This appropriation was included in the 2024 Adopted Budget and fully utilized; no additional appropriation is necessary. This reduction is ongoing.	(4,709,708)

Item #	Title	Description	Amount (\$)/FTE
1.3	Reduce Appropriation for Six Fund Reconciliation (Finance General)	This item reduces appropriation by \$153,400 in Finance General, in the General Fund General Purpose Budget Control Level (00100-BO-FG-2QD00). This budget reserve was created in 2024 as a result of the adjustment of the retirement contribution rate. It was expected that this funding would be used to offset revenue reductions to the General Fund during the six-fund reconciliation process as a result of lower retirement contributions. The 2024 six-fund cost reconciliations have been completed and reduced revenues have been reflected as part of the April forecast. This reserve is no longer required and being released in line with the lower revenue collection. This reduction is ongoing.	(153,400)
1.4	Prior Year Older Adult Grant Budget Abandonment (Human Services Department)	This item decreases grant-backed appropriation authority in the Human Services Department by \$311,675 in the Human Services Fund Leadership & Administration Budget Control Level (16200-BO-HS-H5000), \$1,310,906 in the Human Services Fund Promoting Healthy Aging Budget Control Level (16200-BO-HS-H6000), and \$9,012 in the Human Services Fund Promoting Public Health Budget Control Level (16200-BO-HS-H7000). The grants related to this carryforward appropriation have ended and the appropriation is no longer needed.	(1,631,593)

Item #	Title	Description	Amount (\$)/FTE
1.5	Transfer EDI Budget to OPCD (Human Services Department)	This item transfers appropriation authority of \$700,000 from the Human Services Department's Payroll Expense Tax Supporting Affordability & Livability Budget Control Level (14500-BO-HS-H1000) to Office of Planning and Community Development's Payroll Expense Tax Equitable Development Initiative Budget Control Level (14500-BO-PC-X2P40). In 2023, the EDI program's RFP process awarded funding to El Centro de la Raza to fund a portion of a community facility in the Jose Marti Child Development Center. In 2024, OPCD transferred the funds to HSD to combine with HSD funds for the same project; however, due to programmatic compliance and contracting requirements, the departments have determined it is in the best interest of the City and the community for this budget to be administered by the EDI program. Please see corresponding appropriation increase in OPCD (item 2.7).	(700,000)
1.6	Prior Year Nutrition Grant Abandonment (Human Services Department)	This item decreases grant-backed appropriation authority by \$7,608 in the Human Services Department in Human Services Fund Supporting Affordability and Livability Budget Control Level (16200-BO-HS-H1000). The grants related to this carryforward appropriation have ended and the appropriation is no longer needed.	(7,608)
1.7	Prior Year Homelessness Grant Budget Abandonment (Human Services Department)	This item decreases grant-backed appropriation authority in the Human Services Department by \$630,358 in Human Services Fund Addressing Homelessness Budget Control Level (16200-BO-HS-H3000) and \$8,255 in the Human Services Fund Leadership & Administration Budget Control Level (16200-BO-HS-H5000). The grants related to this carryforward appropriation have ended and the appropriation is no longer needed.	(638,613)

Item #	Title	Description	Amount (\$)/FTE
1.8	CDBG Budget Grant Year Swap Appropriation Decrease (Human Services Department)	This item decreases appropriation by \$1,365,626 in the Human Services Fund. When combined with item 3.6, CDBG Budget Grant Year Swap Appropriation Increase, it is a net zero budget transfer within the Human Services Fund Supporting Affordability & Livability BCL that decreases HSD's budget under the GCDBG24 funding source by \$700,000 and increasing the budget under the GCDBG25 funding source by \$700,000. This is offset by a \$700,000 increase under GCDBG24 and a \$700,000 decrease in GCDBG25 in OIRA. These transfers allow the city to prioritize spending the 2024 CDBG grant more quickly. This 2024 grant balance was available to reallocate because HSD did not spend it on facilities projects in 2024 where it was originally budgeted.	(1,365,626)
1.9	CDBG Budget Adjustment (Human Services Department)	This item decreases appropriation authority in the Human Services Department by \$117,910 in the Human Services Fund Addressing Supporting Affordability & Livability Budget Control Level (16200-BO-HS-H1000), \$3,935 in the Human Services Fund Addressing Homelessness Budget Control Level (16200-BO-HS-H3000), and \$3,935 Human Services Fund Leadership & Administration Budget Control Level (16200-BO-HS-H5000). This appropriation change corrects the Community Development Block Grant budget in HSD to align with the actual grant award balance.	(124,989)

Item #	Title	Description	Amount (\$)/FTE
1.10	Appropriation Decrease for NEA Hope Corps Grant (Office of Arts and Culture)	This item reduces grant-backed appropriation authority by \$437 in the Office of Arts & Culture in the Arts & Cultural Programs Budget Control Level (12400-BO-AR-VA160). These funds originated from a National Endowment of the Arts grant for the ARTS' Hope Corps program which provides professional opportunities for artists following the COVID-19 pandemic. ARTS has completed this project and is abandoning the unspent grant funds.	(437)
1.11	Transfer Strategic Investment Fund (SIF) Contract to OPCD (Office of Arts and Culture)	This item decreases appropriation authority by \$2,474,320 in the Office of Arts & Culture (ARTS), in the General Fund Cultural Space Budget Control Level (00100-BO-AR-VA170) in order to transfer the funding from ARTS to the Office of Planning and Community Development (OPCD). In 2021, ARTS received SIF budget for two real estate acquisition projects. ARTS determined with OPCD that OPCD was better positioned to manage these projects, and this is the second of two transfers of this budget and project to OPCD. OPCD will manage the contract going forward. Please see corresponding appropriation increase in item 2.6.	(2,474,320)
1.12	Prior-year CDBG Abandonment (Office of Housing)	This item decreases grant-backed appropriation authority by \$110 in the Office of Housing, in the Low Income Housing Fund Multifamily Housing Budget Control Level (16400-BO-HU-3000). This technical item is necessary to abandon unspent, prior-year Community Development Block Grant allocation balances in the Office of Housing.	(110)

Item #	Title	Description	Amount (\$)/FTE
1.13	PET for Homelessness Shelter (Office of Housing)	This item decreases appropriation authority by \$1,209,304 in the Office of Housing, in the Payroll Expense Tax Fund Multifamily Housing Budget Control Level (14500-BO-HU-3000). This request is necessary to transfer budget to the Human Services Department to support rental costs at a homeless shelter.	(1,209,304)
1.14	Abandon 2025 CDBG Funding for HSD Appropriation (Office of Immigrant and Refugee Affairs)	This item decreases appropriation authority by \$700,000 in the Office of Immigrant and Refugee Affairs, in the General Fund Office of Immigrant and Refugee Affairs Budget Control Level (00100-BO-IA-X1N00). This 2025 grant funding is abandoned so it may be reappropriated in the Human Services Department (HSD) Human Services Fund (See Item HSD-MY-25CDBG) to align the use timeline with Federal spending deadlines. This transaction is net-zero citywide and required to align legislated carryforward authority with the grant resource in each department and fund. To not impact overall spending of CDBG for predetermined purposes, HSD will have a corresponding set of transactions to move 2024 CDBG to OIRA.	(700,000)

Item #	Title	Description	Amount (\$)/FTE
1.15	Transfer remaining FTA grant money to SDOT (Office of Planning and Community Development)	This item decreases grant-backed appropriation authority by \$44,444 in the Office of Planning and Community Development's (OPCD's) General Fund Planning and Community Development Budget Control Level (00100-BO-PC-X2P00). These funds are being transferred to the Seattle Department of Transportation's (SDOT's) Transportation Fund Mobility Operations BSL (13000-BO-TR-17003). OPCD applied for a Federal Transit Administration (FTA) planning grant in 2020 in partnership with SDOT, and the resulting \$1.75 million grant was accepted in Ordinance 126209 and appropriated in Ordinance 126210. Ordinance 127068 transferred \$1.7 million of this grant from OPCD to SDOT. This action transfers the remaining appropriation authority. Because SDOT holds the primary relationship with the FTA and also has in-house expertise on federal grant procurement and compliance, SDOT is the primary grant administrator. Please see corresponding appropriation increase in SDOT (item 3.14).	(44,444)
1.16	Seattle Center/Climate Pledge Arena Ecodistrict Grant Abandonment (Seattle City Light)	This item decreases grant-backed appropriation authority by \$21,897 in Seattle City Light, in the Light Fund, Utility Operations Budget Control Level (41000-BO-CL-UTILOPS). The work for this grant has been completed.	(21,897)
1.17	Seattle Central College Ecodistrict Grant Abandonment (Seattle City Light)	This item decreases grant-backed appropriation authority by \$61,384 in Seattle City Light, in the Light Fund, Utility Operations Budget Control Level (41000-BO-CL-UTILOPS). The work for this grant has been completed.	(61,384)

Item #	Title	Description	Amount (\$)/FTE
1.18	Transfer 4th Over Argo Planning Study - Operating (Seattle Department of Transportation)	This item transfers appropriation authority in the amount of \$1,500,000 in the Seattle Department of Transportation, from the Seattle Transportation Levy Fund Mobility Operations Budget Control Level (10399-BO-TR-17003) to the Seattle Transportation Levy Fund Major Maintenance/Replacement Budget Control Level (10399-BC-TR-19001). This budget transfer is needed to fund the 4th Over Argo Bridge Replacement Planning Study. Please see corresponding appropriation increase in SDOT (item 7.5).	(1,500,000)
1.19	Move Waterfront Shuttle Funding (Seattle Department of Transportation)	This item decreases appropriation authority by \$500,000 in the Seattle Department of Transportation's Transportation Benefit District Fund Mobility Operations Budget Control Level (19900-BO-TR-17003). The 2025 Adopted Budget included a proviso on \$500,000 of Seattle Transit Measure funds in SDOT's budget to fund waterfront shuttle operations. After review, the Executive has determined that Seattle Transit Measure funds are not an appropriate funding source for the waterfront shuttle. This item reduces the STM appropriation for the waterfront shuttle in SDOT's budget. A separate item in Finance General (item 4.6) exchanges these funds for Payroll Expense Tax and a third item (item 2.18) increases Payroll Expense Tax appropriation in the Office of Economic Development's budget to pay one-time costs for the waterfront shuttle.	(500,000)

Item #	Title	Description	Amount (\$)/FTE
1.20	Transfer NEA Grant to ARTS (Seattle Department of Transportation)	This item decreases appropriation authority by \$125,000 in the Seattle Department of Transportation (SDOT), in the Transportation Fund Mobility Operations Budget Control Level (13000-BO-TR-17003). This action abandons budget associated with a National Endowment for the Arts grant that is being transferred from the SDOT to the Office of Arts & Culture. This action does not move any local funding between departments. This grant requires a 100% match, which will be fulfilled through payroll costs for staff time spent working on grant deliverables. Please see corresponding appropriation increase in item 3.8.	(125,000)
1.21	Sound Transit East Link Contract Amendment (Seattle Fire Department)	This item decreases revenue-backed appropriation authority by \$179,000 in Seattle Fire Department (SFD) General Fund Operations Budget Control Level (00100-BO-FD-F3000). The period of performance is from 7/1/2017 through 12/31/25. This funding from Sound Transit provides for the support of the Deputy Chief, Fire Protection Engineer and Construction Inspector in the Fire Protection Division to assist with planning, inspection for compliance with fire code life safety standards, and construction service assistance for the East Link: I-90 Segment: E130 Contract Unit. Fire Life/Safety Coordination. There are no new positions associated with this project and 100% revenue backed. Sound Transit will be billed for services.	(179,000)

Item #	Title	Description	Amount (\$)/FTE
1.22	Reduce UASI Appropriation in UASI23 Grant to Correct Adopted Budget Error (Seattle Fire Department)	This item reduces grant-backed appropriation by \$729,750 in the Seattle Fire Department (SFD), in the General Fund Operations Budget Control Level (00100-BO-FD-F3000) from grant funding source GUASI23. The incorrect grant funding source code was appropriated to in the 2025 Adopted Budget.	(792,750)
1.23	Technical: Attach Portal Park Funding to Adopted CIP (Operating Change) (Seattle Parks and Recreation)	This technical and budget neutral item abandons appropriation authority by \$150,000 in the Seattle Parks and Recreation Department in the Park Fund Fix it First Budget Control Level (00164-BC-PR-40000). This is a technical correction to Council Budget Action SPR-005-A-1 which did not appropriate funds to the CIP project. See item 7.11 for the corresponding capital appropriations adjustment.	(150,000)
1.24	Registered Sex Offender and Kidnapping Offender Address Verification Program True-Up (Seattle Police Department)	This item decreases appropriation authority by \$57,693 in the Seattle Police Department in the Criminal Investigations BSL (00100-BO-SP-P7000) from the King County Sheriff's Office under the Registered Sex Offender and Kidnapping Offender Address Verification Program. The appropriation was originally accepted for \$181,477 as part of the 2024 Year-End Supplemental (Ordinance 127150, item #3.33). The award amount was changed after the original submission and must now be adjusted to reflect the actual awarded amount of \$123,784.	(57,693)

1.25	Grant Abandonments (Seattle Police Department)	<p>This item decreases appropriation authority by \$178,626 in the Seattle Police Department in various Budget Control Levels (BCL). The following appropriations are abandoned from various BCLs associated with grant awards:</p> <p>1) \$85,000 from the Special Operations BCL (00100-BO-SP-P3400) for the FY22 SHSP King County OEM grant awarded by the Department of Homeland Security</p> <p>2)-\$185 from the Leadership and Administration BCL (00100-BO-SP-P1600) for the FY20 Justice Assistance Grant awarded by the Department of Justice</p> <p>3) \$1,007 from the Leadership and Administration BCL (00100-BO-SP-P1600) for the FY21 Justice Assistance Grant awarded by the Department of Justice</p> <p>4) \$4 from the Criminal Investigations BCL (00100-BO-SP-P7000) for the FY23 Officer Wellness Programs grant awarded by the Washington State Criminal Justice Training Commission</p> <p>5) \$7,985 from the Leadership and Administration BCL (00100-BO-SP-P1600) for the Digital Imaging Local Records grant awarded by the State of Washington, Office of the Secretary of State</p> <p>6) \$44,357 from the Criminal Investigations BCL (00100-BO-SP-P7000) for the Law Enforcement-Based Victim Specialist Program grant awarded by the Department of Justice</p> <p>7) \$32,940 from the Leadership and Administration BCL (00100-BO-SP-P1600) for the FY23 Impaired Driving Program grant awarded by the Washington Traffic Safety Commission</p> <p>8) \$7,148 from the Special Operations BCL (00100-BO-SP-P3400) for the</p>	(178,626)
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Item #	Title	Description	Amount (\$)/FTE
		<p>FY23 Target Zero Manager grant awarded by the Washington Traffic Safety Commission.</p> <p>All grant terms are completed except for FY22 SHSP King County OEM grant, which was terminated.</p>	
1.26	FY24 ICAC Invited True-Up (Seattle Police Department)	<p>This item decreases appropriation authority by \$125,968 in the Seattle Police Department in the Criminal Investigations BSL (00100-BO-SP-P7000) from the Department of Justice Office of Juvenile Justice and Delinquency Prevention (OJJDP). The appropriation is associated with the Internet Crimes Against Children Grant that was originally accepted for \$770,892 as part of 2025 Proposed Budget Grants Ordinance (Ordinance 127151, Attachment A, item #1.58). This award amount was based on a best estimate at the time of the submission, and must now be adjusted to reflect the actual awarded amount of \$644,924.</p>	(125,968)
1.27	FY24 UASI True-Up (Seattle Police Department)	<p>This item decreases appropriation authority by \$458,423 in the Seattle Police Department in the Special Operations BSL (00100-BO-SP-P3400) from the Department of Homeland Security. The appropriation is associated with the FY24 UASI grant that was originally accepted for \$1,667,418 as part of the 2025 Proposed Budget Grants Ordinance (Ordinance 127151, Attachment A, item #1.60). This award amount was based on a best estimate at the time of the submission, and also included SFD's portion of the funds. The actual total award amount is \$1,872,036, of which \$1,208,995 is allocated to SPD.</p>	(458,423)

Item #	Title	Description	Amount (\$)/FTE
1.28	FY24 JAG True-Up (Seattle Police Department)	This item decreases appropriation authority by \$168,868 in the Seattle Police Department in the Leadership and Administration BSL (00100-BO-SP-P1600) from the Department of Justice Bureau of Justice Assistance. The appropriation is associated with the Justice Assistance Grant that was originally accepted for \$918,880 as part of 2025 Proposed Budget Grants Ordinance (Ordinance 127151, Attachment A, item #1.59). This award amount was based on a best estimate at the time of the submission, and must now be adjusted to reflect the actual awarded amount of \$750,012.	(168,868)
1.29	FY24 SHSP True-Up (Seattle Police Department)	This item decreases appropriation authority by \$175,114 in the Seattle Police Department in the Special Operations BSL (00100-BO-SP-P3400) from the Department of Homeland Security. The appropriation is associated with the SHSP King County OEM Grant that was originally accepted for \$230,000 as part of 2025 Proposed Budget Grants Ordinance (Ordinance 127151, Attachment A, item #1.57). This award amount was based on a best estimate at the time of the submission, and must now be adjusted to reflect the actual awarded amount of \$54,886.	(175,114)
1.30	Abandon 2023 Grant Funding (Seattle Municipal Court)	This item decreases appropriation authority and abandons a grant (GAOCTHER23) by \$61,073 in 2025 in Seattle Municipal Court in the General Fund Budget Control Level (SMC-BO-MC-3000). This grant from the State of Washington Administrative Office of the Courts was not fully spent in 2023 as program startup was delayed. The annual grant supports therapeutic courts funding to serve participants seeking treatment, stability, and a future outside the criminal legal system.	(61,073)

Item #	Title	Description	Amount (\$)/FTE
1.31	CDBG Abandonment for Tenant Improvement Fund Program (Office of Economic Development)	This item decreases grant-backed appropriation authority by \$1,850,000 in the Office of Economic Development (OED), General Fund Business Services Budget Control Level (00100-BO-ED-X1D00). This item is necessary to abandon all prior- and current-year Community Development Block Grant (CDBG) allocations that supported the Tenant Improvement Fund program. OED, in collaboration with the Human Services Department, has determined that the CDBG funding source is not a good match for this program given challenges identifying projects that fulfill compliance requirements of the grant. After this abandonment, OED will retain Payroll Expense Tax fund budget to support the Tenant Improvement Fund program.	(1,850,000)
1.32	Abandon Participatory Budgeting (Office for Civil Rights)	This item decreases appropriation authority by \$43,586 in the Office for Civil Rights (OCR) in the General Fund Civil Rights Budget Control Level (00100-BO-CR-X1R00) in order to abandon budget authority related to the Participatory Budgeting project. In 2021, Ordinance 120087 contained \$1,050,900 in appropriations to OCR for the Participatory Budgeting project that automatically carry forward until the project's end. The project concluded in 2024; remaining appropriations accordingly must now be abandoned.	(43,586)
Section 2 – Appropriation Increases – Operating Budgets			
2.1	Promise Equity Enhancements Contract (Department of Education and Early Learning)	This item increases appropriation authority by \$344,942 in the FEPP Levy Post Secondary Programs DEEL Budget Control Level (17871-BO-EE-IL300) to adjust budget amounts supporting Seattle Promise equity enhancements through DEEL's contract with Seattle Colleges.	344,942

Item #	Title	Description	Amount (\$)/FTE
2.2	STAR Center Funding (Human Services Department)	This item increases appropriation authority by \$1,000,000 in the Payroll Expense Tax Fund Addressing Homelessness Budget Control Level (14500-BO-HS-H3000) and provides resources for the Human Services Department for the STAR Center. This funding will provide one-time cost of street-level activation and mitigation of impacts to the neighborhood.	1,000,000
2.3	PET for Homelessness Shelter (Human Services Department)	This item adds \$1,209,304 in one-time appropriation in the Payroll Income Tax Fund Supporting Safe Communities Budget Control Level (14500-BO-H4000) for rental costs at a homeless shelter.	1,209,304
2.4	ARTS Labor Cost Changes (Office of Arts and Culture)	This item increases appropriation authority in the Office of Arts & Culture by \$38,933 in the Arts & Culture Fund Leadership & Administration Budget Control Level (12400-BO-AR-VA150) and by \$19,445 in the Municipal Arts Fund Leadership & Administration Budget Control Level (12010-BO-AR-VA150) and by \$140,661 in the Arts & Culture Fund Arts and Cultural Programs Budget Control Level (12400-BO-AR-VA160). This appropriation increase accounts for labor cost changes that were unanticipated during the 2025-2026 budget process. These costs include backfill for family medical leave, position reclassifications, and a separation payout.	199,039

Item #	Title	Description	Amount (\$)/FTE
2.5	Public Art Administrative Specialist Support (Office of Arts and Culture)	This item adds position authority and a total of \$83,354 in appropriation authority for an Administrative Specialist III (1.0 FTE) position in the Office of Arts & Culture Municipal Art Fund Public Art Budget Control Level (12010-BO-AR-2VMA0) (\$75,954) and Municipal Arts Fund Leadership and Administration Budget Control Level (12010-BO-AR-VA150) (\$7,400). This position would provide administrative support to the team, particularly in panel support, contract support, and logistics. The needs of this team are unique, and the deadlines are externally driven by partner departments. This position supports the Public Art team and allows them to be more responsive and nimbler to external demands.	83,354

Item #	Title	Description	Amount (\$)/FTE
2.6	Transfer SIFF Funding from Office of Arts and Culture (Office of Planning and Community Development)	<p>This item increases appropriation authority by \$2,474,320 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 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 RFP which awarded two projects in the ARTS budget. In 2023 ARTS transferred one of the two projects in the ARTS budget back to OPCD for project management and to oversee next steps for site acquisition. This item transfers the second project due to OPCD's staff expertise in equitable development real estate transactions. The SIF is funded by the sale of the Mercer Megablock property in South Lake Union. Please see corresponding appropriation decrease in ARTS (item 1.11).</p>	2,474,320

Item #	Title	Description	Amount (\$)/FTE
2.7	Transfer EDI Grant Funding from the Human Services Department (Office of Planning and Community Development)	This item increases appropriation authority by \$700,000 in Office of Planning and Community Development's (OPCD's) Payroll Expense Tax Equitable Development Initiative (EDI) Budget Control Level (14500-BO-PC-X2P40). These funds are being transferred from the Human Services Department's Payroll Expense Tax Supporting Affordability & Livability Budget Control Level (14500-BO-HS-H1000). In 2023, the EDI program's RFP process awarded funding to El Centro de la Raza to fund a portion of a community facility in the Jose Marti Child Development Center. In 2024, OPCD transferred the funds to HSD to combine with HSD funds for the same project; however, due to programmatic compliance and contracting requirements, the departments have determined it is in the best interest of the City and the community for this budget to be administered by the EDI program. Please see corresponding appropriation decrease in HSD (item 1.5).	700,000
2.8	Strategic Initiatives and Staffing (Seattle Center)	This item increases appropriation by \$983,000 to the Seattle Center in the Seattle Center Fund Leadership & Administration Budget Control Level (11410-BO-SC-6900). This increase utilizes fund balance gained in 2024 to address critical strategic initiatives and staffing needs in 2025. This includes a one-time payment for a 2024 annual wage increase for APEX/SAM positions that occurred in 2025; a one-time partial repayment to the McCaw Hall "Rainy Day" fund, which was used in 2024 in anticipation of lowered revenues; and to fund two temporary positions, including a Management Systems Analyst and Accountant, and refund one existing Executive 2 pocket to manage capital projects, through 2026.	983,000

Item #	Title	Description	Amount (\$)/FTE
2.9	People Streets and Wayfinding Maintenance Transfer - Operating (Seattle Department of Transportation)	This item increases appropriation authority in the amount of \$233,615 in the Seattle Department of Transportation 2024 Seattle Transportation Levy Mobility-Operations Budget Control Level (10399-BO-TR-17003). This increase is part of a transfer of this budget to the Mobility-Capital Budget Control Level (10399-BC-TR-19003). During the 2025 Adopted Budget process, the O&M budget for People Streets and Public Spaces was added to the CIP. This transfer shifts the budget to the ongoing maintenance budget to better reflect the work being performed. Future CIP budget from this project will be re-allocated to this operating program as part of the 2026 budget process. Please see the corresponding capital decrease in item 6.6.	233,615
2.10	Debt Service Correction for Transportation Fund (Seattle Department of Transportation)	This item increases appropriation authority by \$1,031,374 in the Department of Transportation, in the Transportation Fund General Expense Budget Control Level (13000-BO-TR-18002). This request is necessary to pay all debt service owed to the State of Washington for Public Works Traditional Financing Loans in 2025.	1,031,374

Item #	Title	Description	Amount (\$)/FTE
2.11	Transfer for Bridge and Structures Standards - Operating (Seattle Department of Transportation)	This item transfers appropriation authority in the amount of \$200,000 from the Seattle Department of Transportation, in the Transportation Fund Major Maintenance/Replacement Budget Control Level (13000-BC-TR-19001) to the Seattle Department of Transportation in the Transportation Fund Bridges & Structures Budget Control Level (13000-BO-TR-17001) operating budget. It increases the Commercial Parking Tax funding in the City Construction & Design Standards Development O&M master project (MO-TR-G017) with a corresponding decrease in the Arterial Major Maintenance CIP master project (MC-TR-C071). The transfer supports the development of new bridges and structures standards for the City's standards and specifications documents. Please see item 6.4 for the other half of this transfer.	200,000
2.12	Transfer from Arterial Major Maintenance to Bridge Maintenance - Operating (Seattle Department of Transportation)	This item transfers appropriation authority in the amount of \$2,500,000 from the Seattle Department of Transportation, in the Transportation Fund Major Maintenance/Replacement Budget Control Level (13000-BC-TR-19001) to the Seattle Department of Transportation in the Transportation Fund Bridges & Structures Budget Control Level (13000-BO-TR-17001). It increases the Commercial Parking Tax funding in the Bridges and Structures Maintenance O&M master project (MO-TR-G005) with a corresponding decrease in the Arterial Major Maintenance CIP master project (MC-TR-C071). The transfer supports bridge and structure maintenance. Please see item 6.5 for the other half of this transfer	2,500,000

Item #	Title	Description	Amount (\$)/FTE
2.13	Transfer Transit Passenger Safety Budget - Operating (Seattle Department of Transportation)	This item increases appropriation authority in the amount of \$1,000,000 from the Seattle Department of Transportation (SDOT) in the 2024 Seattle Transportation Levy Fund Mobility Capital Budget Control Level (10399-MC-TR-C152). When the 2024 Transportation Levy passed, it included \$9 million for Transit Passenger Safety in SDOT's Transit Passenger Safety Capital Improvement Program (MC-TR-C152), of which \$1,000,000 was intended to be spent in SDOT's operating budget. This change is part of the transfer between capital and operating budgets to implement this intent. Please see item 6.7 for the other entry in this transfer.	1,000,000
2.14	Appropriation Increase for Downtown Activation Team - Operating (Seattle Department of Transportation)	<p>This item increases appropriation authority by \$3,305,854 in the Seattle Department of Transportation, in the Transportation Fund Maintenance Operations Budget Control Level (13000-BO-TR-17005). This funding is made available through Transportation Fund Balance (\$3,305,854).</p> <p>Funding supports the Mayor's Office priorities of maintaining safe, clean, and accessible public spaces by funding up to 30 blocks of Downtown Activation Team (DAT) cleaning services twice per day and continued SDOT crew work on graffiti abatement.</p>	3,305,854

Item #	Title	Description	Amount (\$)/FTE
2.15	Technical: Move Participatory Budgeting Appropriation from Capital to Operating (Operating) (Seattle Parks and Recreation)	This item increases appropriation authority by \$2,200,000 to Seattle Parks and Recreation in the General Fund Leadership and Administration Budget Control Level (00100-BO-PR-20000) and provides resources for a Participatory Budgeting project related to improving public restroom access. In a related supplemental item 6.13, these dollars are being abandoned from the capital budget because the scope of work is not capital.	2,200,000
2.16	Add Golf Operating Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$260,235 to Seattle Parks and Recreation in the Park and Recreation Fund Golf Programs Budget Control Level (10200-BO-PR-60000) to provides resources for the 2025 incentive payment made to Premier, operator of the four city owned public golf courses (Interbay, Jackson, Bill Wright/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 2024, the courses generated approximately \$4 million above Premier's 2024 revenue target.	260,235

Item #	Title	Description	Amount (\$)/FTE
2.17	Federal Response Resources (Law Department)	This item increases appropriation authority by \$297,947 in the Law Department (LAW), in the General Fund Civil Division Budget Control Level (LAW-BO-LW-J1300) and adds 2.0 FTE. This action adds 1.0 FTE City Attorney, Asst and 1.0 FTE Legal Assistant to enhance the City’s ability to respond to actions being taken by the Federal Government. Workload has increased responding to a high number of executive orders and actions that may have adverse impacts on the City. In addition to joining a multi-jurisdictional lawsuit against the Trump administration over a threat to withhold funds from “sanctuary cities,” LAW has received requests from elected officials as well as departments on possible courses of action responding to actions already taken by the new administration. This increased workload is anticipated for the duration of the new presidential administration.	297,947

Item #	Title	Description	Amount (\$)/FTE
2.18	Waterfront Shuttle (Office of Economic Development)	This item increases appropriation authority by \$500,000 in the Office of Economic Development's Payroll Expense Tax Leadership and Administration BCL (14500-BO-ED-ADMIN). This item provides funding to the Friends of the Waterfront for waterfront shuttle operations. This summertime shuttle is intended to promote economic activity in downtown Seattle. The waterfront shuttle was funded by a proviso of Seattle Transit Measure (STM) funds in SDOT's 2025 Adopted Budget. The Executive has determined that STM is not an appropriate funding source for the shuttle. Therefore, a separate supplemental item exchanges Payroll Expense Tax (PET) for STM funding in Finance General (item 4.6) and the associated PET is used to fund the waterfront shuttle here in OED's budget.	500,000
2.19	Office of Employee Ombud Moving Costs 2025 (Office of the Employee Ombud)	This item increases appropriation authority by \$98,200 in the Office of the Employee Ombud in the General Fund Office of the Employee Ombud Budget Control Level (00100-BO-EM-V10MB). This request is necessary for the moving expenses and one month of a new office lease that will begin in December 2025. The Seattle Office of the Employee Ombud provides conflict management and prevention services to all city departments. The Seattle Office of the Employee Ombuds is currently located in a sub-leased office space in Columbia Tower. The leaseholder—City Attorney's office informed OEO in mid-November 2024 that the sub-lease will not be renewed, and it ends December 31, 2025.	98,200

Item #	Title	Description	Amount (\$)/FTE
Section 3 – Appropriation Increases – Operating Budgets – Backed by Revenues			
3.1	National Institute of Justice – Measuring Perceptions of Community Safety Challenge (Seattle Police Department)	This item increases appropriation authority by \$3,000 in Seattle Police Department in the Leadership and Administration BSL (BO-SP-P1600) from the National Institute of Justice. These funds are associated with the Innovations in Measuring Community Perceptions Challenge, where two winners were selected for innovative ideas they submitted regarding community safety perception. SPD was recognized as a partner in one of the selected ideas and was allocated 30% of the funds awarded for that submission.	3,000
3.2	City Finance: Implementation of Social Housing Tax (Department of Finance and Administrative Services)	This item increases revenue-backed appropriation authority by \$724,000 in the Department of Finance & Administrative Services, in the General Fund Office of City Finance Budget Control Level (00100-BO-FA-0003). The appropriation will support 2025 start-up system development costs of implementing the Social Housing Tax. This request also includes on-going staffing resources needs (\$126K) to fund half year in 2025 (full year starting 2026) for 2.0 FTEs Customer Service Representative, Sr FTEs. The General Fund will be reimbursed for these costs with Social Housing Tax proceeds in early 2026.	724,000
3.3	Additional King County Funding for LEAD Contract (Human Services Department)	This item increases appropriation authority by \$1,413,887 in Human Services Department in the Human Services Fund Supporting Safe Communities Budget Service Level (16200-BO-HS-H4000). This request is to accept additional grant revenue to provide criminal diversion services for those who are experiencing homelessness for fiscal year 2025 from the King County Mental Illness and Drug Dependency Fund (MIDD).	1,413,887

Item #	Title	Description	Amount (\$)/FTE
3.4	Seattle Police Foundation Contract Budget Increase (Human Services Department)	This is a continuing grant from the Seattle Police Foundation to the Human Services Department by \$35,000 in the Human Services Fund Supporting Safe Communities (16200-PO-HS-H4000) that supplies Victims of Domestic Violence with needed assistance. This change request is supplementing the budget with additional funding to continue the grant deliverables.	35,000
3.5	Prior Year Older Adult Grant Budget Correction (Human Services Department)	This item increases grant-backed appropriation authority in the Human Services Department by \$56,608 in Human Services Fund Supporting Affordability & Livability Budget Control Level (16200-BO-HS-H1000). Negative appropriation was automatically carried forward into 2025 and appropriation needs to be adjusted to have appropriation match the prior year actual grant amount.	56,608
3.6	CDBG Budget Grant Year Swap Appropriation Increase (Human Services Department)	This item increases appropriation by \$1,365,626 in the Human Services Fund. When combined with item 1.9, CDBG Budget Grant Year Swap Appropriation Decrease, it is a net zero budget transfer within the Human Services Fund Supporting Affordability & Livability BCL that decreases HSD's budget under the GCDBG24 funding source by \$700,000 and increasing the budget under the GCDBG25 funding source by \$700,000. This is offset by a \$700,000 increase under GCDBG24 and a \$700,000 decrease in GCDBG25 in OIRA. These transfers allow the city to prioritize spending the 2024 CDBG grant more quickly. This 2024 grant balance was available to reallocate because HSD did not spend it on facilities projects in 2024 where it was originally budgeted.	1,365,626

Item #	Title	Description	Amount (\$)/FTE
3.7	CDBG Appropriation Increase from OED CDBG (Human Services Department)	This item increases appropriation authority by \$1,850,000 in the Human Services Department in the Human Services Fund Promoting Public Health Budget Control Level (16200-BO-HS-H7000). This when combined with HSD-Q2-12 brings the City's total Community Development Block Grant resources for opioid facility projects to \$13.5M.	1,850,000
3.8	Transfer NEA Our Town Grant from SDOT to ARTS (Office of Arts and Culture)	This item increases revenue backed appropriation authority of \$125,000 to the Office of Arts & Culture's (ARTS') Arts and Culture Fund Cultural Space Budget Control Level (12400-BO-AR-VA170). This item aligns with a corresponding decrease in appropriation authority in the Seattle Department of Transportation's (SDOT's) Transportation Fund Mobility Operations BSL (13000-BO-TR-17003). The City of Seattle received a National Endowment for the Arts (NEA) "Our Town" design grant in 2021. The departments have determined that ARTS' experience with NEA grants makes that office best situated to manage the administrative requirements of this grant. OPCD will project manage the station area community planning work and coordinate with ARTS on grant reporting. Please see Seattle Department of Transportation corresponding appropriation decrease in item 1.21.	125,000
3.9	Increase 2025 SHA Grant Award Amount (Office of Immigrant and Refugee Affairs)	This item increases appropriation authority by \$8,435 in the Office of Immigrant and Refugee Affairs, in the General Fund Office of Immigrant and Refugee Affairs Budget Control Level (00100-BO-IA-X1N00) to match the adjusted 2025 Seattle Housing Authority (SHA) grant award amount of \$60,087. The grant period is from January 2025 to December 2025.	8,435

Item #	Title	Description	Amount (\$)/FTE
3.10	Appropriate 2024 CDBG Funds (Office of Immigrant and Refugee Affairs)	This item increases appropriation authority by \$700,000 in the Office of Immigrant and Refugee Affairs, in the General Fund Office of Immigrant and Refugee Affairs Budget Control Level (00100-BO-IA-X1N00). This 2024 grant funding is being abandoned by the Human Services Department (See Item HSD-MY-24CDBG) and reappropriated in OIRA to align the use timeline with Federal spending deadlines. This transaction is net-zero citywide and required to align legislated carryforward authority with the grant resource in each department and fund. To not impact overall spending of CDBG for predetermined purposes, HSD will have a corresponding set of transactions to move 2025 CDBG from OIRA to HSD.	700,000
3.11	Increase Climate Corps Fellow Grant Amount (Office of Sustainability and Environment)	This item increases grant-backed appropriation authority by \$3,080 in the Office of Sustainability & Environment (OSE), in the General Fund Sustainability and Environment Budget Control Level (00100-BO-SE-X1000). This grant was awarded by the Environmental Defense Fund to fund a Climate Corps fellow and accepted in the 2025 Q1 Grant Ordinance; the original appropriation amount was \$15,400, but the final negotiated agreement for this award increased to a new total amount of \$18,480. There are no other changes to the grant.	3,080

Item #	Title	Description	Amount (\$)/FTE
3.12	Memorial Stadium - SPU Sewer Replacement (Seattle Center)	This item increases revenue-backed appropriation authority by \$12,000,000 to the Seattle Center in the Seattle Center Fund Civic Projects Budget Control Level (11410-BO-SC-68000) for the replacement of an aged brick sewer main under Memorial Stadium. There is a corresponding add to Seattle Public Utilities in the Drainage and Wastewater Shared Cost Projects Budget Control Level (44010-BC-SU-C410B). Seattle Center will bill SPU for the project costs.	12,000,000
3.13	Add 2.0 Gardener Positions for Waterfront Operation - SDOT funded (Seattle Center)	This item increases appropriation authority by \$93,346 in 2025 to Seattle Center in the Seattle Center Fund Waterfront Budget Control Level (11410-BO-SC-61000) for 2.0 Gardener positions. The ongoing full year cost for these positions in 2026 is \$224,054. The Gardeners will provide landscaping services for the improved central Waterfront and Pioneer Square area. These positions have a term limited period of three years, through July 2028, and will be funded by the Seattle Department of Transportation via reimbursement to Seattle Center.	93,346

Item #	Title	Description	Amount (\$)/FTE
3.14	FTA Planning Grant Transfer from OPCD (Seattle Department of Transportation)	This item increases grant-backed appropriation authority by \$44,444 in in the Seattle Department of Transportation's (SDOT's) Transportation Fund Mobility Operations BSL (13000-BO-TR-17003). This is the second and final transfer in grant appropriation authority from the Office of Planning and Community Development (OPCD). OPCD applied for a Federal Transit Administration (FTA) planning grant in 2020 in partnership with SDOT, and the resulting \$1.75 million grant was accepted in Ordinance 126209 and appropriated in Ordinance 126210. Ordinance 127068 transferred \$1.7 million of this grant from OPCD to SDOT. This action transfers the remaining appropriation authority. Since SDOT holds the primary relationship with FTA and also has in-house expertise on federal grant procurement and compliance, SDOT should be the primary grant administrator. Please see the corresponding appropriation decrease in OPCD (item 1.16).	44,444

Item #	Title	Description	Amount (\$)/FTE
3.15	Bridges and Structures Reimbursable (Seattle Department of Transportation)	This item increases appropriation authority by \$1,223,674 in the Department of Transportation, in the Transportation Fund Bridges and Structures Budget Control Level (13000-BO-TR-17001). This item offsets negative service contract carryforwards due to coding errors in two master projects – MO-TR-R091 - Reimb S Park Bridge Ops and MO-TR-R040 - Reimb Brg/Struct Mtce. King County reimbursed SDOT \$1,042,631 in 2024 for routine bridge operations and maintenance under master project MO-TR-R091. SDOT is seeking reimbursement from WSDOT for \$181,043 of bridge and structure maintenance work in 2024 under master project MO-TR-R040.	1,223,674
3.16	Utilities - SCL Positions Transfer and SPU Position Funding (Seattle Information Technology Department)	This item increases appropriation authority by \$157,630 in Seattle Information Technology Department in the Frontline Services and Workforce BSL (BO-IT-D0400) and transfers 2.0 FTE to Seattle City Light. This proposal restores funding for one Information Technology Professional-C (ITP-C) position for the last six months of 2025 to be dedicated and funded by Seattle Public Utilities. This proposal also transfers two ITP-C positions to Seattle City Light. These positions were funded for six months in 2025 via CBA-002-A.	157,630

Item #	Title	Description	Amount (\$)/FTE
3.17	2024-2025 WTSC Seattle Phlebotomy Program Grant Amendment (Seattle Police Department)	This item increases appropriation authority by \$21,000 in the Seattle Police Department in the Leadership and Administration BSL (00100-BO-SP-P1600) from the Washington Traffic Safety Commission. The appropriation is associated with the 2024-2025 WTSC Seattle Phlebotomy Program grant that was originally accepted for \$53,896 as part of the 2024 Q1 Grants Ordinance (Ordinance 127011, item #1.11). As of December 2024, the project is expected to fall short of funds in the Salaries budget due to officer phlebotomist overtime. The grantor has approved an additional \$21,000 of funding to sustain the grant for the remaining six months of the contract year.	21,000
3.18	Grant Earned Interest (Seattle Police Department)	This item increases appropriation authority by \$51,631 in the Seattle Police Department in the Leadership and Administration Budget Control Level (00100-BO-SP-P1600) 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 four grants (JAG FY20, FY21, FY22 and FY23) in 2024. This item is revenue-backed.	51,631

Item #	Title	Description	Amount (\$)/FTE
3.19	Commercial Sex Abuse of a Minor Court Assessments and Impound Fees (Seattle Police Department)	This item increases appropriation authority by \$13,050 in the Seattle Police Department in the Criminal Investigations Budget Control Level (00100-BO-SP-P7000) 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 (CSAM). 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. The appropriation increase is necessary to reconcile the CSAM accounts and recognize SPD's revenue shares through 2025 YTD. This item is perpetual and on-going. This item is revenue-backed.	13,050
3.20	Denied Firearms Transactions Program (Seattle Police Department)	This item increases appropriation authority by \$4,100 in the Seattle Police Department in the Collaborative Policing Budget Control Level (00100-BO-SP-P4000) from the Washington Association of Sheriffs and Police Chiefs (WASPC). The Washington State Legislature, via SHB 1501, provides funding to local law enforcement agencies to conduct criminal investigations regarding persons who illegally attempted to purchase or transfer firearms within their jurisdiction. WASPC will reimburse agencies \$300 per transaction investigated and an additional \$200 for each investigation referred for charges. Funds are state pass-through funds, through the Washington Criminal Justice Training Commission, and are available on a first come, first serve basis.	4,100

Item #	Title	Description	Amount (\$)/FTE
3.21	VITAL Funding (Law Department)	This item increases appropriation authority by \$50,000 in Law Department (LAW), in the General Fund Criminal Division Budget Control Level (LAW-BO-LW-1500) to pay for services provided to the VITAL program. The City Attorney's Office will coordinate with the VITAL program for their participants who interact with the criminal justice system. This appropriation is backed by funding from King County which has agreed to fund up to \$50,000 for work performed by the LAW prosecutors and support staff working on VITAL cases. No match is required for this one-time funding.	50,000
3.22	FAS Tax Counsel MOA (Law Department)	This item increases appropriation authority by \$113,035 in Law Department (LAW), in the General Fund Civil Division Budget Control Level (LW-BO-J1300) to reflect a newly signed Memorandum of Agreement (MOA) with Finance and Administrative Services (FAS). LAW currently provides 1.5 FTE of attorney time to address tax related matters. A recently signed MOA will increase that amount to 2.0 FTE. This item adjusts funding and revenue to reflect this change.	113,035

Item #	Title	Description	Amount (\$)/FTE
Section 4 – Appropriation Transfers – Operating Budgets			
4.1	Technical Alignment to Correct Budget Summary Levels for Council Budget Adds (Seattle Parks and Recreation)	This item transfers appropriation authority in the amount of \$381,167 in Seattle Parks and Recreation Parks and Recreation Fund Departmentwide Programs Budget Control Level (10200-BO-PR-30000) to the Parks and Recreation Fund Recreation Facility Programs Budget Control Level (10200-BO-PR-50000). This is a technical item that corrects two Council Budget Action (CBAs) items (ARTS-002-A - Teen Performing Arts Funding Change and ARTS-003-A - Arts in Parks Funding Change) included in the 2025 Adopted Budget by moving appropriation to the correct Budget Summary Levels.	0
4.2	Budget Transfer to Preparing Youth for Success (Human Services Department)	This item transfers appropriation authority in the Human Services Department in the amount of \$150,000 from in the General Fund Supporting Affordability & Livability Budget Control Level (00100-BO-HS-H1000) and \$51,403 from the General Fund Promoting Public Health Budget Control Level to the General Fund Preparing Youth for Success Budget Control Level (00100-BO-HS-H2000); and \$4,400 from the Payroll Tax Fund Supporting Affordability & Livability Budget Control Level (14500-BO-HS-H1000) to the Payroll Tax Fund Preparing Youth for Success Budget Control Level (14500-BO-HS-H2000). This transfer aligns the budget with contract allocations in the YFE division.	0

Item #	Title	Description	Amount (\$)/FTE
4.3	Budget Transfer from Leadership & Admin to Safe Communities (Human Services Department)	This item transfers appropriation authority in the Human Services Department in the amount of \$84,000 from in the General Fund Leadership & Administration Budget Control Level (00100-BO-HS-H5000) to General Fund Supporting Safe Communities Budget Control Level (00100-BO-HS-H4000). This transfer provides budget to support policy and strategic planning for HSD's community safety initiatives.	0
4.4	Budget Transfer from Healthy Aging to Supporting Affordability (Human Services Department)	This item transfers appropriation authority in the Human Services Department in the amount of \$179,051 from in the General Fund Promoting Healthy Aging Budget Control Level (00100-BO-HS-H6000) and \$22,626 from the General Fund Addressing Homelessness Budget Control Level (00100-BO-HS-H3000) to General Fund Supporting Affordability & Livability Budget Control Level (00100-BO-HS-H1000). The purpose of this transfer is to redistribute contract inflation to the correct Budget Control Level where contracts are being implemented.	0

Item #	Title	Description	Amount (\$)/FTE
4.5	Transfer Pro-Housing Grant Revenue (Office of Housing)	<p>This item transfers grant-back appropriation authority in the amount of \$1,597,000 in the Office of Housing, from the Low Income Housing Fund Homeownership & Sustainability Budget Control Level (16400-BO-HU-2000) to the Office of Housing Fund Homeownership & Sustainability Budget Control Level (16600-BO-HU-2000). This item is necessary to align appropriation authority with the spending plan for the \$5 million Pro-Housing Grant, which was accepted in 2024 and fully appropriated in the Low Income Housing Fund. The Office of Housing, in collaboration with the Office of Planning and Community Development, has developed a spend plan for the grant that divides the total award between capital and operating uses. This transfer is necessary to transfer budget for anticipated operating costs to the Office of Housing's operating fund.</p>	0

Item #	Title	Description	Amount (\$)/FTE
4.6	Adjust ST3 Reserve (Finance General)	This item transfers appropriation authority in the amount of \$500,000 within Finance General from the Payroll Expense Tax Fund General Purpose Budget Control Level (14500-BO-FG-2QD00) to the Transportation Benefit District Fund General Purpose Budget Control Level (19900-BO-FG-2QD00). This ST3 Staffing Reserve adjustment utilizes Seattle Transit Measure funds previously under proviso in the SDOT budget for the Waterfront Shuttle. After review, the Executive has determined that Seattle Transit Measure funds are not an appropriate funding source for the waterfront shuttle. This item frees up Payroll Expense Tax to fund the Waterfront Shuttle in the Office of Economic Development's budget (item 2.18). The ST3 Staffing Reserve is for projected staffing costs associated with Sound Transit 3 (ST3) implementation in 2025 and 2026 and demonstrates the City's partnership and commitment to Sound Transit. This funding is being held in reserve pending finalization of a staffing plan.	0

Item #	Title	Description	Amount (\$)/FTE
4.7	Unallocated CDBG Budget for Opioid Facility - Scenario 1 (Human Services Department)	This item transfers budget authority between BSLs in the Human Services Fund. It transfers appropriation authority of \$4,622,947 from the Human Services Fund Supporting Affordability & Livability Budget Control Level (16200-BO-HS-H1000) and \$35,838 from the Human Services Fund Leadership & Administration Budget Control Level (16200-BO-H5000) to the Human Services Fund Promoting Public Health Budget Control Level (16200-BO-H7000) in the amount of \$4,656,720 and to the Human Services Fund Addressing Homelessness Budget Control Level (16200-BO-H3000) in the amount of \$2,065. This transfer aligns CDBG Grant funding in HSD to the City's spending of CDBG and to the annual action plan. This when combined with HSD-Q2-19 brings the City's total Community Development Block Grant resources for opioid facility projects to \$13.5M.	0
4.8	Technical Transfer of Funds between Budget Control Levels (Office of Arts and Culture)	This item transfers \$155,626 in appropriation authority from the Office of Arts & Culture Arts and Culture Fund Municipal Art Budget Control Level (12400-BO-AR-2VMA0) to the Arts and Culture Fund Arts and Cultural Programs Budget Control Level (12400-BO-AR-VA160). These funds were appropriated to ARTS in the 2025 Adopted budget for the Hope Corps program extension. The funds were all intended to be loaded into the Arts and Cultural Programs BSL, but the position costs were incorrectly coded to the Public Art BSL.	0

Item #	Title	Description	Amount (\$)/FTE
4.9	CBA HSD-039-A-1 Budget Correction Rental Assistance (Human Services Department)	This item transfers appropriation authority in the Human Services Department in the amount of \$527,000 from in the Human Services Fund Addressing Homelessness Budget Control Level (16200-BO-HS-H3000) to the Payroll Expense Tax Fund Addressing Homelessness Budget Control Level (14500-BO-HS-H3000). This transfer corrects an error in the adopted budget CBA HSD-039-A-1 which incorrectly placed budget backed by Payroll Expense Tax in the Human Services Fund.	0
4.10	Transfer Jail Services Budget to Fund Drug Diversion Program (Department of Finance and Administrative Services, Law Department, Seattle Municipal Court)	This item transfers appropriation authority in the amount of \$559,415 from Finance and Administrative Services, in the General Fund Jail Services Budget Control Level (FAS-BO-FA-JAILSVCS). Receiving departments are \$386,269 to the Seattle Municipal Court (SMC) in the General Fund Court Operations Budget Control Level (SMC-BO-MC-2000) and \$173,146 to the Law Department (LAW) in the General Fund Criminal Budget Control Level (LAW-BO-LW-J1500). The funding is available to SMC and LAW to establish the Drug Diversion Program through a projected underspend in the FAS Jail Services budget.	0
Section 5– Added Capital Projects			
	Add Capital Project to the 2025-2030 Adopted CIP	This item adds the Better Bike Barriers (MC-TR-C127) and Graham Street Station Access & Complete Streets (MC-TR-C156) CIP Projects to the 2025-2030 Capital Improvement Program.	

Item #	Title	Description	Amount (\$)/FTE
Section 6– Appropriation Decrease – Capital Budgets			
6.1	Move ADA REET I Appropriation from 2025 to 2027 (Department of Finance and Administrative Services)	This item abandons 2025 appropriation authority of \$1,646,733 within the Department of Finance and Administrative Services, ADA Improvements Budget Summary Level (30010-BC-FA-ADAIMPR). This budget is then re-appropriated within master project MC-FA-ADAIMPFAS in 2027 to better align budget with the spend plan. This item also aligns accounts used to promote consistency.	(1,646,733)
6.2	Transfer REET I Appropriation to MC-FA-FS31IMP and to 2026-2031 (Department of Finance and Administrative Services)	This item abandons 2025 appropriation authority of \$7,975,948 within the Department of Finance and Administrative Services, Public Safety Facilities Police Budget Summary Level (30010-BC-FA-PSFACPOL). This budget is then re-appropriated within master project MC-FA-PFACNPCT (100% of the budget is for the Tukwila Firing Range) in 2026 (\$550,000), 2027 (\$400,000), 2030 (\$3,000,000) and 2031 (\$2,025,947.54) to better align budget with the spend plan. This item also aligns accounts used to promote consistency within the project.	(7,975,948)
6.3	SCL Abandonment of 2024 Carryforward (Seattle City Light)	This item is City Light's 2025 abandonment submission of \$65.0 million. It abandons \$7.5 million of budget from the Seattle City Light (41000-Light Fund) Power Supply CIP BSL (BC-CL-X), \$29.0 million of budget from the Seattle City Light (41000-Light Fund) Transmission & Distribution CIP BSL (BC-CL-Y), \$8.0 million of budget from the Seattle City Light (41000-Light Fund) Conservation & Environmental CIP BSL (BC-CL-W), and \$20.5 million of budget from the Seattle City Light (41000-Light Fund) Customer Focused CIP BSL (BC-CL-Z). These funds are available to abandon due to underspend and/or project completion.	(65,030,278)

Item #	Title	Description	Amount (\$)/FTE
6.4	Transfer for Bridge and Structures Standards - CIP (Seattle Department of Transportation)	This item decreases appropriation authority by \$200,000 in the Seattle Department of Transportation, Transportation Fund Major Maintenance/Replacement Budget Control Level (13000-BC-TR-19001). It decreases the Commercial Parking Tax funding in Arterial Major Maintenance (MC-TR-C071) CIP with a corresponding increase in appropriation in City Construction & Design Standards (MO-TR-G017) Operating to support the development of new bridges and structures standards for the City's standards and specifications documents. The corresponding transfer can be found in item 2.11.	(200,000)
6.5	Transfer from Arterial Major Maintenance to Bridge Maintenance - CIP (Seattle Department of Transportation)	This item decreases appropriation authority by \$2,500,000 in the Seattle Department of Transportation, Transportation Fund Major Maintenance/Replacement Budget Control Level (13000-BC-TR-19001). It decreases the Commercial Parking Tax funding in Arterial Major Maintenance (MC-TR-C071) CIP with a corresponding increase in appropriation in Bridge and Structures Maintenance (MO-TR-G005) Operating to support bridge maintenance. The bridge maintenance budget was reduced by \$3.6 million in the 2025 current law budget (as compared to 2024) in a scenario where voters did not approve the 2024 Seattle Transportation Levy. This transfer will help to restore some of the regular maintenance of the City's bridges, stairways, and elevators, as well as emergency responses on these structures.	(2,500,000)

Item #	Title	Description	Amount (\$)/FTE
6.6	People Streets and Wayfinding Maintenance Transfer - CIP (Seattle Department of Transportation)	This item decreases appropriation authority in the amount of \$233,615 from the Seattle Department of Transportation 2024 Seattle Transportation Levy Mobility-Capital Budget Control Level (10399-BC-TR-19003). This reduction is part of the transfer of this budget to the Mobility-Operations Budget Control Level (10399-BO-TR-17003). During the 2025 Adopted Budget process, the O&M budget for People Streets and Public Spaces was added to the CIP. This transfer shifts the budget to the maintenance budget to better reflect the work being performed. Please see the corresponding operations and maintenance increase in item 2.9.	(233,615)
6.7	Transfer Transit Passenger Safety Budget - CIP (Seattle Department of Transportation)	This item decreases appropriation in the amount of \$1,000,000 from the Seattle Department of Transportation (SDOT) in the 2024 Seattle Transportation Levy Fund Mobility Capital Budget Control Level (10399-MC-TR-C152). When the 2024 Transportation Levy passed, it included \$9 million for Transit Passenger Safety in SDOT's Transit Passenger Safety Capital Improvement Program (MC-TR-C152) , of which \$1,000,000 was intended to be spent in SDOT's operating budget. This change is part of the transfer between capital and operating budgets to implement this intent. Please see item 2.13 for the other entry in this transfer.	(1,000,000)
6.8	Abandonment of Lapsed Authority (Seattle Public Library)	This item decreases appropriation authority by \$1 in Seattle Public Library in Payroll Expense Tax Capital Improvements Budget Control Level (14500-BC-SPL). This is a technical item to reconcile budget per direction of the City Budget Office.	(1)

6.9	SPU 2025 CIP Abandonments (Seattle Public Utilities)	<p>This item decreases appropriation authority in 2025 by a total of \$198,240,758 in Seattle Public Utilities across multiple Capital Budget Control Levels. The request abandons unneeded CIP budget authority that has been carried forward from the preceding fiscal year. These abandonments comprise:</p> <ul style="list-style-type: none"> - Water Fund Distribution BCL (43000-BC-SU-C110) by \$13,123,285 - Water Fund Transmission BCL (43000-BC-SU-C120) by \$12,277,798 - Water Fund Watershed Stewardship BCL (43000-BC-SU-C130) by \$1,850,731 - Water Fund Water Quality & Treatment BCL (43000-BC-SU-C140) by \$19,847,184 - Water Fund Water Resources BCL (43000-BC-SU-C150) by \$15,597,762 - Water Fund Habitat Conservation Programs BCL (43000-BC-SU-C160) by \$4,111,229 - Water Fund Shared Cost Projects BCL (43000-BC-SU-C410) by \$24,317,425 - Water Fund Technology BCL (44010-BC-SU-C510) by \$3,816,792 - Drainage and Wastewater Fund Water Resources BCL (44010-BC-SU-C150) by \$2,206 - Drainage and Wastewater Fund Protection of Beneficial Uses BCL (44010-BC-SU-C333) by \$16,858,850 - Drainage and Wastewater Fund Sediments BCL (44010-BC-SU-C350) by \$2,450,409 - Drainage and Wastewater Fund Combined Sewer Overflows BCL (44010-BC-SU-C360) by \$47,659,313 - Drainage and Wastewater Fund Rehabilitation BCL (44010-BC-SU-C370) by \$9,560,668 - Drainage and Wastewater Fund Flooding, Sewer Backup, and Landslide 	(198,240,758)
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Item #	Title	Description	Amount (\$)/FTE
		<p>BCL (44010-BC-SU-C380) by \$7,598,296</p> <p>- Drainage and Wastewater Fund Shared Cost Projects BCL (44010-BC-SU-C410) by \$12,750,703</p> <p>- Drainage and Wastewater Fund Technology BCL (44010-BC-SU-C510) by \$3,651,176</p> <p>- Solid Waste Fund New Facilities BCL (45010-BC-SU-C230) by \$3,084</p> <p>- Solid Waste Fund Rehabilitation and Heavy Equipment BCL (45010-BC-SU-C240) by \$218,579</p> <p>- Solid Waste Fund Shared Cost Projects BCL (45010-BC-SU-C410) by \$554,651</p> <p>- Solid Waste Fund Technology BCL (45010-BC-SU-C510) by \$1,990,609</p>	
6.10	Aquarium Expansion Debt Service Abandonment (Seattle Parks and Recreation)	<p>This item abandons appropriation authority by \$425,793 in the Seattle Parks and Recreation Department in the Park Fund Debt and Special Funding Budget Control Level (10200-BC-PR-30000) for the Aquarium Expansion Debt Service Project (MC-PR-31009). This request is necessary to true-up and closeout the Aquarium Debt Service project.</p>	(425,793)
6.11	Smith Cove King County Grant Abandonment (Seattle Parks and Recreation)	<p>This item abandons appropriation authority by \$250,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Building for the Future Budget Control Level (10200-BC-PR-20000) for the Smith Cove Park Development project (MC-PR-21005). This abandonment of King County funding is necessary due to the expiration of the original grant and approved extensions.</p>	(250,000)

Item #	Title	Description	Amount (\$)/FTE
6.12	Aquarium Expansion Excess Bond Appropriation Abandonment (Seattle Parks and Recreation)	This item abandons appropriation authority by \$816,441 in the Seattle Parks and Recreation Department in the 2023 Multipurpose LTGO fund Building for the Future Budget Control Level (37100-BC-PR-20000) for the Aquarium Expansion project (MC-PR-21006). This abandonment is necessary to true-up the 2023 Multipurpose LTGO Bond Fund appropriation for this project. The original appropriation was backed by an interfund loan, to be repaid by the 2023 LTGO Bond Issuance. The Seattle Aquarium Society subsequently adjusted their funding strategy and repaid the full amount they had expended, and bonds were never issued. This was the unused portion of the original \$20 million appropriations.	(816,441)
6.13	Technical: Move Participatory Budgeting Appropriation from Capital to Operating (Capital) (Seattle Parks and Recreation)	This item abandons appropriation authority by \$2,200,000 in the Seattle Parks and Recreation Department (SPR) in the General Fund Fix It First Budget Control Level (00100-BC-PR-40000) from the Major Maintenance and Asset Management Master Project (MC-PR-41001). In a related supplemental item 2.15, these dollars are being reappropriated in SPR's operating budget, because the scope of work is not capital.	(2,200,000)
6.14	Lake Washington Blvd WA State TIB Grant Abandonment (Seattle Parks and Recreation)	This item abandons appropriation authority by \$138,790 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000) for the Major Maintenance and Asset Management Master project (MC-PR-41001). This request is necessary to true up appropriation for the portion of the State of Washington Transportation Improvement Board grant that was not needed for the Lake Washington Blvd Improvements, which was completed in 2024.	(138,790)

Item #	Title	Description	Amount (\$)/FTE
6.15	Smith Cove RCO Grant Abandonment (Seattle Parks and Recreation)	This item abandons appropriation authority by \$235,396 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Building for the Future Budget Control Level (10200-BC-PR-20000) for the Smith Cove Park Development project (MC-PR-21005). This abandonment of Washington State Recreation and Conservation Office (RCO) funding is necessary due to the expiration of the original grant and approved extensions.	(235,396)
Section 7 – Appropriation Increase – Capital Budgets			
7.1	Appropriate Remaining LCLIP to Capital Projects (Seattle Department of Transportation)	This item increases appropriation authority by \$480,083 in Seattle Department of Transportation, in the Transportation Fund Mobility-Capital Budget Control Level (13000-BC-TR-19003). This item appropriates the remaining Landscape Conservation and Local Infrastructure Program funding received by the Department for improvements in the South Lake Union and Downtown areas. This item support existing CIPs Thomas St Redesign (MC-TR-C105) and 3rd Avenue Corridor Improvements (MC-TR-C034). This increase is supported by LCLIP revenues collected in 2024 that are currently in Transportation Fund balance and restricted to this purpose.	480,083

Item #	Title	Description	Amount (\$)/FTE
7.2	Add Move Seattle Levy Fund to Madison BRT (Seattle Department of Transportation)	This item increases appropriation authority by \$3,000,000 in the Seattle Department of Transportation, in the Move Seattle Levy (MSL) Fund Mobility-Capital Budget Control Level (10398-BC-TR-19003). The funding is available from the MSL Fund interest earnings. The \$3 million will help to fill the funding gap for MC-TR-C051 Madison BRT RapidRide G Line. Madison BRT project has experienced unanticipated site conditions below the ground level and that has significantly increased costs. The project reached Substantial Completion and began operation service in September 2024. It is expected to be closed out in early 2026.	3,000,000
7.3	Signal Major Maintenance Controller Upgrade Appropriation Increase (Seattle Department of Transportation)	This item increases appropriation authority by \$300,000 in the Seattle Department of Transportation, in the Transportation Fund Major Maintenance/Replacement Budget Control Level (13000-BC-TR-19001) to upgrade 300 signal cabinet controllers to improve startup times and allow for more control over signal programming. This increase uses existing fund balance.	300,000
7.4	Create Better Bike Barriers CIP (Seattle Department of Transportation)	This item appropriates \$987,481 in 2025 in the 2024 Transportation Levy Fund (10399) to the new CIP project Better Bike Barriers – MC-TR-C127 created in section 5 of this ordinance. This project was intended to be created during the 2025 budget, and will amend existing bike lanes with stronger safety treatments such as hardened barriers or buffer areas. The CIP is needed in 2025 as the project will start delivering projects this year.	987,481

Item #	Title	Description	Amount (\$)/FTE
7.5	Transfer 4th Over Argo Planning Study - CIP (Seattle Department of Transportation)	This item transfers appropriation authority in the amount of \$1,500,000 in the Seattle Department of Transportation, from the Seattle Transportation Levy Fund Mobility Operations Budget Control Level (10399-BO-TR-17003) to the Seattle Transportation Levy Fund Major Maintenance/Replacement Budget Control Level (10399-BC-TR-19001). This budget transfer is needed to fund the 4th Over Argo Bridge Replacement Planning Study.	1,500,000

7.6	SPU 2025 Budget Increases to Resolve Negative Capital Carryforwards (Seattle Public Utilities)	<p>This item increases appropriation authority in 2025 by a total of \$8,728,114 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 SPU capital projects. A separate item formally abandons excess carried forward appropriation that is unneeded to resolve negative carryforwards. This action increases appropriation in the following BCLs:</p> <ul style="list-style-type: none"> - Water Fund Distribution BCL (43000-BC-SU-C110) by \$2,512,015 - Water Fund Transmission BCL (43000-BC-SU-C120) by \$12,277,798 - Water Fund Habitat Conservation Programs BCL (43000-BC-SU-C160) by \$56,302 - Water Fund Shared Cost Projects BCL (43000-BC-SU-C410) by \$640,445 - Water Fund Technology BCL (44010-BC-SU-C510) by \$456,719 - Drainage and Wastewater Fund Protection of Beneficial Uses BCL (44010-BC-SU-C333) by \$2,325,127 - Drainage and Wastewater Fund Combined Sewer Overflows BCL (44010-BC-SU-C360) by \$33,457 - Drainage and Wastewater Fund Shared Cost Projects BCL (44010-BC-SU-C410) by \$2,124,065 - Drainage and Wastewater Fund Technology BCL (44010-BC-SU-C510) by \$356,387 - Solid Waste Fund New Facilities BCL (45010-BC-SU-C230) by \$3,084 - Solid Waste Fund Rehabilitation and Heavy Equipment BCL (45010-BC-SU-C240) by \$218,579 - Solid Waste Fund Shared Cost Projects BCL (45010-BC-SU-C410) by \$554,651 - Solid Waste Fund Technology BCL (45010-BC-SU-C510) by \$1,933 	8,728,114
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Item #	Title	Description	Amount (\$)/FTE
7.7	Memorial Stadium Sewer Main Replacement Supplemental Request (Seattle Public Utilities)	This item increases appropriation authority by \$12,000,000 in Seattle Public Utilities in the Drainage and Wastewater Shared Cost Projects Budget Control Level (44010-BC-SU-C410B) for the replacement of an aged brick sewer main under Memorial Stadium.	12,000,000
7.8	Golf Net Operating Revenue to Capital Appropriation Increase (Seattle Parks and Recreation)	This item increases appropriation authority by \$1,764,520 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, Bill Wright/Jefferson, and West Seattle). This appropriation is supported by Golf revenues received in 2024.	1,764,520
7.9	Duwamish Waterway Addition Revenues Appropriation Increase (Seattle Parks and Recreation)	This item increases appropriation authority by \$230,796 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Building for the Future -CIP Budget Control Level (10200-BC-PR-20000). This item 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 2024.	230,796

Item #	Title	Description	Amount (\$)/FTE
7.10	Woodland Park Zoo Night Exhibit Interest Appropriation Increase (Seattle Parks and Recreation)	This item increases appropriation authority by \$243,935 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 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 earned in 2024.	243,935
7.11	Technical: Attach Portal Park Funding to Adopted CIP (Capital Change) (Seattle Parks and Recreation)	This technical and budget neutral item increases appropriation authority by \$150,000 in the Seattle Parks and Recreation Department in the Park Fund Fix it First Budget Control Level (00164-BC-PR-30000) for the Major Maintenance and Asset Management project (MC-PR-41001). This is a technical correction to Council Budget Action SPR-005-A-1 which did not appropriate funds to the CIP project. See item 1.24 for the corresponding operating appropriations adjustment.	150,000

Item #	Title	Description	Amount (\$)/FTE
7.12	Increase REET I Appropriation (Department of Finance and Administrative Services)	<p>This item appropriates \$250,000 from Department of Finance and Administrative Services, Public Safety Facilities Police Budget Summary Level (30010-BC-FA-PSFACPOL) to the Public Safety Facilities Fire Budget Summary Level (30010-BC-FA-PSFACFIRE) to cover unbudgeted decommissioning costs related to the temporary fire station. There will be an additional \$1,750,000 appropriation request in the 2026 CIP for a total of \$2,000,000.</p> <p>Work includes the removal of the existing two portable buildings and two tent structures, as well as the backup generator and other site amenities. The interim station lease requires that the site be restored to its previous condition as a gravel parking lot with a small playground for the adjacent church. This work will include new fencing, site grading, and will likely require new curbs along the street and possibly a change to the site stormwater detention system. The \$2,000,000 will be repaid to MC-FA-PFACNPCT in 2031 with FAS discretionary REET appropriation.</p>	250,000
Section 8 – Appropriation Increase – Capital Budgets – Revenue Backed			
8.1	Private Contribution - Chihuly Capital Contribution (Seattle Center)	This item increases revenue-backed appropriation authority by \$450,000 to the Seattle Center in the Seattle Center Fund Building & Campus Improvements Budget Control Level (11410-BC-SC-S03P01) for the continual improvement and maintenance of campus. This change is needed to reflect the revenue and expenses related to the 2024 lease with Chihuly Garden and Glass. The lease includes an annual investment contribution from Chihuly Garden and Glass to Seattle Center for capital costs.	450,000

Item #	Title	Description	Amount (\$)/FTE
8.2	SR 520 Bridge Relocations - Revenue Offset (Seattle City Light)	This item adds \$3.3 million in budget the Seattle City Light (41000-Light Fund) Customer Focused CIP BSL (BC-CL-Z). This item is a revenue-backed appropriation increase for \$3.3 million for anticipated reimbursements from the Washington State Department of Transportation. This funding is needed for SCL distribution relocations that WSDOT proposed in Q3 2024, after the 2025 CIP was submitted. This work will facilitate the Portage Bay Bridge and Roanoke Lid phase of WSDOT's SR520 project. SCL and WSDOT will both be doing construction on the project in late 2025 and early 2026. This transfer will fully fund the early winter 2026 work as well as the 2025 costs.	3,300,000
8.3	Georgetown to Downtown PBL - City Light Reimbursement (Seattle Department of Transportation)	This item increases appropriation authority by \$156,291 in the Seattle Department of Transportation, in the Transportation Fund Mobility-Capital Budget Control Level (13000-BC-TR-19003). This item adds Seattle City Light-reimbursable appropriation to the Pedestrian Master Plan - Protected Bike Lanes (MC-TR-C062) master project. This item is needed in 2025 to fund construction costs for utility-related scopes of work on the Georgetown to Downtown Protected Bike Lane project.	156,291

Item #	Title	Description	Amount (\$)/FTE
8.4	Appropriation Increase for Thomas St Redesign CIP (Seattle Department of Transportation)	This item increases appropriation authority by \$2,400,000 in the Seattle Department of Transportation, in the Transportation Fund Mobility-Capital Budget Control Level (13000-BC-TR-19003). This item adds appropriation to the Thomas Street Redesign (MC-TR-C105) master project from a developer funded street vacation. This item is needed in 2025 to fund construction of Thomas Street Redesign, that will construct a public plaza at the closure of Thomas St as it intersects with 5th Ave N to the alley, including two-way bicycle facility, pedestrian lighting, landscaping/trees, and new pedestrian/bike friendly traffic signals, and new travel lane to allow vehicle access from Thomas west of Taylor to the alley.	2,400,000

Item #	Title	Description	Amount (\$)/FTE
8.5	Aurora SR99 Planning Study Appropriation Increase (Seattle Department of Transportation)	This item increases grant-backed appropriation authority by \$6,334 in Seattle Department of Transportation (SDOT) Transportation Fund, Mobility-Capital Budget Control Level (BC-TR-19003 - Mobility-Capital) from WSDOT's Pedestrian and Bicycle Safety program. This is in support of the Aurora Avenue North Safety Improvements project. \$1,500,000 were accepted and appropriated for this grant in 2021 via ordinance 126431. The grant period of performance was December 7, 2021 to June 30, 2024. This item corrects the appropriated budget to \$1,500,000 as awarded by WSDOT. There was no local match required for the original state grant. There is no ongoing cost to the City after expiration.	6,334
8.6	Pedestrian Refuge Islands Appropriation Increase (Seattle Department of Transportation)	This item increases grant-backed appropriation authority by \$40,000 in Seattle Department of Transportation, Transportation Fund, in the Mobility-Capital BCL (BC-TR-19003) from the Federal Highways Administration (FHWA). WSDOT announced an increase to the existing grant agreement. This grant funds the construction of pedestrian refuge islands at various locations to reduce pedestrian exposure. The grants period of performance is from September 20, 2021 to December 31, 2027. This item was originally accepted and appropriated with Ordinance 126428, 1.10.	40,000

Item #	Title	Description	Amount (\$)/FTE
8.7	Create New CIP for Graham St Station Access (Seattle Department of Transportation)	This item increases appropriation authority by \$752,835 in Transportation Fund Mobility-Capital Budget Control Level (13000-BC-TR-19003) in the new CIP project Graham Street Station Access & Complete Street (MC-TR-C156) in section 5 of this ordinance. The new CIP will construct new bus stops and bus stop amenities, which may include upgraded sidewalks, protected bike lanes, new and upgraded pedestrian crossings, pavement restoration, signal improvements, updated channelization and lane marking, storm water drainage improvements, pedestrian lighting, street trees, and landscaping. The CIP is needed in 2025 in order to quickly obligate federal grant funds. This grant was previously accepted by City Council in Ordinance 127216, items 1.32 and 1.33. The local match requirement is 13.5%, and is budgeted. There are no ongoing operating implications from this grant.	752,835

Item #	Title	Description	Amount (\$)/FTE
8.8	N 130th St - Bitter Lake to Haller Lake Mobility Appropriation (Seattle Department of Transportation)	This item increases grant-backed appropriation authority by \$2,730,000 in the Seattle Department of Transportation, Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003). This grant funding was awarded by the Federal Highway Administration (FHWA) Congestion Mitigation and Air Quality (CMAQ) grant program. This grant provides funding to the City of Seattle to establish a new multimodal corridor to connect riders to the future N 130th St light rail station. Funding will be added to the N 130th St - Bitter Lake to Haller Lake CIP (MC-TR-C149). The total grant award is \$5,460,000. There is a 13.5% local matching requirement already budgeted in the project. The grant period of performance is July 1, 2025 to December 31, 2030. This grant was accepted per Ordinance 127149. There are no ongoing operating implications from this grant.	2,730,000
8.9	Camp Long Arson Insurance Proceeds Appropriation (Seattle Parks and Recreation)	This item increases appropriation authority by \$2,626,271 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First Budget Control Level (10200-BC-PR-40000) for the Community Center Rehabilitation & Development project (MC-PR-41002). This item is necessary to accept a settlement for arson insurance proceeds from the arson that damaged the lodge at Camp Long. Additional future insurance proceeds are not expected for the Camp Long restoration project.	2,626,271

Item #	Title	Description	Amount (\$)/FTE
8.10	Parks Upgrade Program CDBG Appropriation (Seattle Parks and Recreation)	This item increases grant-backed appropriation authority by \$14,625 in the Seattle Parks and Recreation (SPR) Department in the Park and Recreation Fund Fix It First Budget Control Level (10200-BC-PR-40000) for the Park Upgrade Program project (MC-PR-41029). This appropriation change corrects the Community Development Block Grant (CDBG) budget in SPR to align with the actual grant award balance.	14,625
Section 9 – Appropriation Transfers – Capital Budgets			
9.1	Funding Garden of Remembrance Roofing Replacement Study (Department of Finance and Administrative Services)	This item amends the Garden of Remembrance Capital Improvement Program project MC-FA-GARDENREM in the Finance and Administrative Services Department Garden of Remembrance BSL (BC-FA-GARDENREM). The one-time action decreases appropriation by \$50,000 in Real Estate Excise Tax I (REET I) and increases appropriation by \$50,000 in the Unrestricted Cumulative Reserve Fund (CRS-U). The funding was granted by a Council Budget Action for an engineering study of options for replacement of a deteriorating waterproof membrane roofing system below the Garden of Remembrance at Benaroya Hall.	0

Item #	Title	Description	Amount (\$)/FTE
9.2	South Service Center Electrical Upgrades (Seattle City Light)	This item transfers \$4.0 million in budget from the Seattle City Light (41000-Light Fund) Transmission & Distribution CIP BSL (BC-CL-Y) to the Seattle City Light (41000-Light Fund) Power Supply CIP BSL (BC-CL-X). This funding is needed for electrical upgrades at the South Service Center. The electrical upgrades are a priority as they will address systemic deficiencies and equipment failures jeopardizing the operations of the South Service Center. Funds are available from Utility Next because this project was created before the GRIP grant application as a placeholder for grant matching funds but has been underused as City Light was not the recipient of the GRIP grant.	0
9.3	Consolidation of Truck Rental Cost (Seattle City Light)	This item transfers \$970,000 in budget from the Seattle City Light (41000-Light Fund) Transmission & Distribution CIP BSL (BC-CL-Y) to the Seattle City Light (41000-Light Fund) Power Supply CIP BSL (BC-CL-X). Funds are needed to create a new detail project within the Fleet program to consolidate truck rental charges across the utility. Funds are available from the pole replacements program due to delays with FAS contracting. Delays in getting On-call contracts reviewed and approved will result in less contracted pole replacement jobs being completed for the remaining year than anticipated when the budget was drafted a year ago, so these funds are available to finance funding needs elsewhere in SCL.	0

Item #	Title	Description	Amount (\$)/FTE
9.4	Boundary Rockfall Mitigation (Seattle City Light)	This item transfers \$1.7 million in budget from the Seattle City Light (41000-Light Fund) Transmission & Distribution CIP BSL (BC-CL-Y) to the Seattle City Light (41000-Light Fund) Power Supply CIP BSL (BC-CL-X). Funds are needed to cover the unanticipated costs of a change order needed to complete emergency geo-technical construction to mitigate rockfalls off a cliffside above the Boundary Powerhouse entrance. Funds are available to transfer because Denny Substation Network feeder construction will not fully execute the previously budgeted work this year, as remaining 2025 Network resources are concentrated more on Broad Sub & Massachusetts Sub Networks, so this funding is available for transfer to cover the Boundary rockslide work.	0
9.5	Key Infrastructure Replacements at Ross, Diablo, and Gorge (Seattle City Light)	This item transfers \$3.8 million in budget from the Seattle City Light (41000-Light Fund) Transmission & Distribution CIP BSL (BC-CL-Y) to the Seattle City Light (41000-Light Fund) Power Supply CIP BSL (BC-CL-X). Funds are needed for contract execution on key infrastructure replacements at Ross, Diablo and Gorge, such as the Ross Powerhouse cooling water piping replacement, Ross Thrust Bearing Cooler, and Diablo Dam Trash Rack Rehab. Funds are available from the pole replacements program due to delays with FAS contracting. Delays in getting On-call contracts reviewed and approved will result in less contracted pole replacement jobs being completed for the remaining year than anticipated when the budget was drafted a year ago, so these funds are available to finance funding needs elsewhere in SCL.	0

Item #	Title	Description	Amount (\$)/FTE
9.6	Diablo Boathouse and Fuel Dock (Seattle City Light)	This item reallocates \$1.3 million in budget within the Seattle City Light (41000-Light Fund) Power Supply CIP BSL (BC-CL-X). These funds are needed to build improvements for the Diablo Boathouse and Fuel Dock to mitigate the risk of fuel spills into the Skagit and for other safety and environmental risks. Funds are available from Boundary Station Service Transformers because construction plans are deferred until next year due to key contract negotiations and grant award issues still being resolved. Funds are also available from the Skagit Facilities Plan program because this project is nearing completion and has budget beyond the needed forecast and contingency for the current stage.	0
9.7	Transportation Driven Relocations (Seattle City Light)	This item transfers \$4.0 million in budget from the Seattle City Light (41000-Light Fund) Transmission & Distribution CIP BSL (BC-CL-Y) to the Seattle City Light (41000-Light Fund) Customer Focused CIP BSL (BC-CL-Z). Funds are needed for required transportation-related infrastructure work including: WSDOT SR522 work in Snohomish County to relocate SCL fiber ducts, SCL work for the City of Burien's new S 148th project, and SCL work on SDOT's Rapid Ride J-Line project. Funds are available from the pole replacements program due to delays with FAS contracting. Delays in getting On-call contracts reviewed and approved will result in less contracted pole replacement jobs being completed for the remaining year than anticipated when the budget was drafted a year ago, so these funds are available to finance funding needs elsewhere in SCL.	0

Item #	Title	Description	Amount (\$)/FTE
9.8	SR 520 Bridge Relocations (Seattle City Light)	This item transfers \$1.8 million in budget from the Seattle City Light (41000-Light Fund) Transmission & Distribution CIP BSL (BC-CL-Y) to the Seattle City Light (41000-Light Fund) Customer Focused CIP BSL (BC-CL-Z). Funds are needed for SCL distribution relocations WSDOT proposed in Q3 2024, after the 2025 CIP was submitted. This work will facilitate the Portage Bay Bridge and Roanoke Lid phase of WSDOT's SR520 project. SCL and WSDOT will both be doing construction on the project in late 2025 and early 2026. This transfer will fully fund the early winter 2026 work as well as the 2025 costs. Funds are available from the pole replacements program due to delays with FAS contracting. Delays in getting On-call contracts reviewed and approved will result in less contracted pole replacement jobs being completed for the remaining year than anticipated when the budget was drafted a year ago, so these funds are available to finance funding needs elsewhere in SCL.	0

Item #	Title	Description	Amount (\$)/FTE
9.9	Boundary Generation Step-up Transformer Upgrade (Seattle City Light)	This item reallocates \$9.7 million of budget within the Seattle City Light (41000-Light Fund) Power Supply CIP BSL (BC-CL-X). Funds are needed for a downpayment on a time-sensitive generation step up transformer project. These transformers, which cost in excess of \$10 million, are needed to convert power from dam turbines to transmission voltage, and the lead time from the order date is two or more years. Funds are available from Boundary Licensing Mitigation because some parts of the project have been delayed into the next budget cycle due to ongoing coordination & negotiation issues with State, Federal & Tribal project stakeholders, so the 2025 budget previously allocated for this project can provide more timely funding elsewhere.	0
9.10	Electrical Improvements at Ross Dam (Seattle City Light)	This item reallocates \$1.4 million in budget within the Seattle City Light (41000-Light Fund) Power Supply CIP BSL (BC-CL-X). Funding is needed for electrical improvements to Ross Dam, with much of the scope mandated by FERC, and completion required by December 2028. The funding will primarily be used for the design consultant and equipment procurement, allowing the project to move forward on schedule. Funds are available from the Boundary Station Service Transformer Replacement project because construction plans are deferred until next year due to key contract negotiations and grant award issues still being resolved.	0

Item #	Title	Description	Amount (\$)/FTE
9.11	Fire Main at Cedar Falls Powerhouse (Seattle City Light)	This item reallocates \$1.3 million in budget within the Seattle City Light (41000-Light Fund) Power Supply CIP BSL (BC-CL-X). Funds are needed to execute contracts for a Fire Main at the Cedar Falls Powerhouse and exciters, which are key pieces of equipment facilitating generation of power from the dam's turbines. Funds are available from the Boundary Station Service Transformer Replacement project because construction plans are deferred until next year due to key contract negotiations and grant award issues still being resolved.	0
9.12	Transmission Line Inductors (Seattle City Light)	This item reallocates \$1.4 million in budget within the Seattle City Light (41000-Light Fund) Transmission & Distribution CIP BSL (BC-CL-Y). Funds are needed for change orders in the wrap up of the Transmission Line Inductors project. City Light will execute a contract change order to reimburse the electrical power equipment vendor, Mitsubishi, for delays due to a civil construction change order for additional work that was required before starting Mitsubishi's electrical equipment installation. Funds are available from the pole replacements program due to delays with FAS contracting. Delays in getting On-call contracts reviewed and approved will result in less contracted pole replacement jobs being completed for the remaining year than anticipated when the budget was drafted a year ago, so these funds are available to finance funding needs elsewhere in SCL.	0

Item #	Title	Description	Amount (\$)/FTE
9.13	Rainier Transit Lane Phase 2 - Transfer STM funds from VZ (Seattle Department of Transportation)	This item transfers appropriation authority in the amount of \$970,804 from the Department of Transportation, in the Transportation Benefit District Fund Mobility-Capital Budget Control Level (19900-BC-TR-19003) in the Vision Zero Master Project (MC-TR-C064) to Transportation Benefit District Fund Mobility-Capital Budget Control Level (19900-BC-TR-19003) in the STBD Transit Improvements Master Project (MC-TR-C108). The budgeted work is better delivered under the Transit Improvements Master Project.	0
9.14	Transfer to Fortson Square Redesign (Seattle Department of Transportation)	This item transfers appropriation authority in the amount of \$1,950,000 in the Seattle Department of Transportation, within the Seattle Transportation Levy Fund Mobility-Capital Budget Control Level (10399-BC-TR-19003). This item transfers \$1,500,000 in budget from the People Streets and Public Spaces Capital (MC-TR-C147) master project, and \$450,000 in budget from the 3rd Ave Revitalization, Long-Term Vision and Coordination (MC-TR-C145) master project, to the Fortson Square Redesign Implementation (MC-TR-C104) master project. This budget transfer is needed to fund the Fortson Square Redesign project which provides a 2024 Seattle Transportation Deliverable. The cost estimate was finalized in early 2025. The project is currently at 100% design and it is expected to be advertised in August 2025. This project is delivering improvements that align with the contributing programs' objectives. There are no outstanding projects in the People Streets and Public Spaces Capital or 3rd Ave Revitalization, Long-Term Vision and Coordination programs that will go unfunded if this transfer is granted.	0

Item #	Title	Description	Amount (\$)/FTE
9.15	Transfers to Crossing Improvements for the CID Pedestrian Scale Lighting Project (Seattle Department of Transportation)	This item transfers appropriation authority in the amount of \$1,000,000 in the Seattle Department of Transportation, within the Seattle Transportation Levy Fund Mobility-Capital Budget Control Level (19900-BC-TR-19003). This item transfers \$250,000 from Sidewalk Safety Repair (MC-TR-C025), \$250,000 from Pedestrian Master Plan School Safety (MC-TR-C059), \$100,000 from Vision Zero, and \$400,000 from Pedestrian Lighting (MC-TR-C146), to Pedestrian Master Plan Crossing Improvements (MC-TR-C061) to fund the Chinatown-International District (CID) Pedestrian Scale Lighting project. The Lighting project's cost estimate increased at 30% design resulting in a budget need. The Lighting project is delivering safety improvements that align with the contributing programs' objectives, providing these programs with a deliverable.	0
9.16	Transfer to Aurora Avenue North Safety Improvements (Seattle Department of Transportation)	This item transfers appropriation authority in the amount of \$620,000 within the Seattle Department of Transportation, Seattle Transportation Benefit District Fund Mobility-Capital Budget Control Level (19900-BC-TR-19003). This item transfers budget from the Seattle Transportation Benefit District Transit Improvements (MC-TR-C108) CIP to the Aurora Avenue North Safety Improvements (MC-TR-C118) CIP. The transfer is needed to cover planning and design concept costs of the Aurora Avenue North Safety Improvements project as the Move Ahead Washington state funding has been delayed.	0

Item #	Title	Description	Amount (\$)/FTE
9.17	Transfer Funds to Madison BRT (Seattle Department of Transportation)	This item transfers appropriation authority of \$8,604,013 in the Seattle Department of Transportation from multiple projects to the Madison Bus Rapid Transit (Madison BRT) to pay for cost increase due to unforeseeable subterranean conditions that required mitigation.	0
9.18	OSE Municipal Energy Efficiency Program for SPR Decarbonization Efforts (Finance and Administrative Services and Seattle Parks and Recreation)	This item transfers appropriation authority by \$95,000 to Seattle Parks and Recreation (SPR) in the Payroll Expense Tax Fix It First-CIP Budget Control Level (14500-BC-PR-40000) from the Finance and Administrative Services FAS Payroll Expense Tax Oversight-External Projects Budget Control Level (14500-BC-FA-EXTPROJ). This transfer is necessary to support the Municipal Energy Efficiency Program Project (MC-PR-41030) and will be used towards fans at Rainier Beach Pool and decarbonization efforts at Hiawatha Community Center.	0
9.19	OSE Municipal Energy Efficiency Program support for SPL MOC decarbonization (Finance and Administrative Services and Seattle Public Library)	This item transfers appropriation authority by \$60,000 to Seattle Public Library in the Payroll Expense Tax Capital Improvements Budget Control Level (14500- BC-SPL) from the Finance and Administrative Services FAS Payroll Expense Tax Oversight-External Projects Budget Control Level (14500-BC-FA-EXTPROJ). This transfer is needed for the Municipal Energy Efficiency Program (MEEP) to support insulation and decarbonization at Maintenance Operations Center.	0
Section 10 – Position Adds			
10.1	WA CARES State Funding Increase for New Body of Work (Human Services Department)	This item adds 9 full-time positions support the expansion of the state’s WA CARES program in Seattle and King County by providing outreach, provider network development, and beneficiary services.	9.0

Item #	Title	Description	Amount (\$)/FTE
10.2	Seattle Drug Diversion Program - SMC (Seattle Municipal Court)	This item creates 4 full-time positions in the Seattle Municipal Court. Positions include a Community Resource Coordinator, Substance Use Disorder (SUD) Assessor, and two Court Marshals and will establish the Seattle Drug Diversion Program in coordination with the Law Department. This ongoing program is an alternative for individuals charged with Possession, Use of Controlled Substances, Stay out of Drug Area (SODA) violations, and incidents where the facts of the case indicate a direct connection/nexus to substance abuse.	4.0
10.3	Public Art Administrative Specialist Support (Office of Arts and Culture)	This item adds position authority and \$83,354 in appropriation authority for an Administrative Specialist III (1.0 FTE) position in the Office of Arts & Culture Municipal Art Fund Public Art Budget Control Level (12010-BO-AR-2VMA0). This position would provide administrative support to the team, particularly in panel support, contract support, and logistics. The needs of this team are unique, and the deadlines are externally driven by partner departments. This position supports the Public Art team and allows them to be more responsive and nimbler to external demands.	1.0
10.4	City Finance: Implementation of Social Housing Tax (Department of Finance and Administrative Services)	This item adds two positions in the Department of Finance & Administrative Services, in the General Fund Office of City Finance Budget Control Level (00100-BO-FA-0003). The two Customer Service Representative, Sr FTEs will support the implementation and ongoing administration of the Social Housing Tax. The General Fund will be reimbursed for these costs with Social Housing Tax proceeds in early 2026.	2.0

Item #	Title	Description	Amount (\$)/FTE
10.5	Federal Response Resources (Law Department)	This item creates 2 full-time positions in the Law Department. Positions include a City Attorney, Asst and Legal Assistant to enhance the City's ability to respond to actions being taken by the Federal Government. Workload has increased responding to a high number of executive orders and actions that may have adverse impacts on the City. In addition to joining a multi-jurisdictional lawsuit against the Trump administration over a threat to withhold funds from "sanctuary cities," LAW has received requests from elected officials as well as departments on possible courses of action responding to actions already taken by the new administration. This increased workload is anticipated for the duration of the new presidential administration.	2.0
10.6	Seattle Drug Diversion Program - LAW (Law Department)	This item creates 2 full-time positions in the Law Department. Positions include a City Prosecutor, Asst and Legal Assistant and will establish the Seattle Drug Diversion Program in coordination with the Seattle Municipal Court. This ongoing program is an alternative for individuals charged with Possession, Use of Controlled Substances, Stay out of Drug Area (SODA) violations, and incidents where the facts of the case indicate a direct connection/nexus to substance abuse.	2.0

Item #	Title	Description	Amount (\$)/FTE
10.7	Add 2.0 Gardener Positions for Waterfront Operation - SDOT funded (Seattle Center)	This item adds 2.0 Gardener positions and \$93,346 in 2025 to Seattle Center in the Seattle Center Fund Waterfront Budget Control Level (11410-BO-SC-61000) . The ongoing full year cost for these positions in 2026 is \$224,054. The Gardeners will provide landscaping services for the improved central Waterfront and Pioneer Square area. These positions have a term limited period of three years, through July 2028, and will be funded by the Seattle Department of Transportation (Office of the Waterfront CIP) via reimbursement to Seattle Center.	2.0
Section 11 – Position Transfers			
11.1	Operational Technology Support, Transfer 2 FTEs from Seattle IT (Seattle City Light and Seattle Information and Technology Department)	<p>This item transfers two full-time ITP-C positions from Seattle IT to Seattle City Light. This action is aligned with the Seattle IT Q2 request that transfers these positions out of that department. These positions will be responsible for supporting operational technology by configuring, developing, operating and maintaining infrastructure devices, including:</p> <ul style="list-style-type: none"> • Workstations with Linux and Windows OS • Network switches, physical access control systems, security video monitoring systems and intrusion protection and detection systems • Other computer infrastructure systems and services, hardware and software <p>Both positions will be funded within the existing O&M budget and no funding is being requested.</p>	0
Section 12 – Position Abrogation			

Item #	Title	Description	Amount (\$)/FTE
12.1	Abrogate 11.0 FTE Sunset Positions (Seattle Department of Construction and Inspections)	This action removes 11 sunset positions in the Seattle Department of Construction & Inspections' (SDCI's) Land Use & Engineering Services division. These positions were originally proposed for removal in the 2025 Proposed Budget; however, Council reinstated these positions for six months. This action is necessary to align position authority with the 2025 Adopted Budget which only included six months of funding for these positions. These positions were originally scheduled to sunset at the end of 2025 and were funded by fees in SDCI's Construction and Inspections Fund.	(11.0)



Council Bills 121030 & 121031: Mid-year Grant Acceptance & Supplemental Budget Ordinances

TOM MIKESELL, ANALYST & BEN NOBLE, DIRECTOR
SELECT BUDGET COMMITTEE
7/16/2025

Presentation Overview

1. Carry-forward Ordinance Update *Slide 2 – 4*
2. Mid-Year Grant Acceptance Ordinance (CB 121030) *Slide 5 – 6*
3. Mid-Year Supplemental Budget Ordinance (CB 121031) *Slide 7 – 14*
4. Next Steps *Slide 15*

Carry-Forward Ordinance – Update (1/3)

What is the purpose of the annual Carry-forward ordinance?

- Unless otherwise specified, operating appropriations (as opposed to capital appropriations) “lapse” at the end of the calendar year.
- If the activities for which the funding was appropriated have not been completed, the Executive can request that Council “carry-forward” the appropriation into the current year.

The Carry-forward is usually addressed in the first quarter or early second quarter. Why is it still in process at this point?

- Original legislation was developed and transmitted before the April revenue forecast.
- The new forecast reduced Payroll Expense Tax resources to a level below that needed to pay for 2025 appropriations and the amount that been proposed in the Carry-forward Ord.

Carry-Forward Ordinance – Update (2/3)

Next Steps?

- Central Staff is reviewing newly transmitted legislation and making appropriate adjustments to the original Carry-forward Ord.
- Both pieces of legislation will be referred in time for Committee discussion at a meeting later this month.
- This will provide an opportunity for the Council to then consider the full suite of current budget legislation, including the Grants Acceptance and Mid-year Supplemental bills, in a comprehensive manner.

Carry-Forward Ordinance – Update (3/3)

How is this going to be addressed?

- Need to reduce Payroll Expense Tax appropriations, either existing 2025 appropriations, or the amount requested in the Carry-forward Ord.
- Late last week, the Executive transmitted separate legislation that would decrease 2025 appropriations by reducing the transfer of resources from the Payroll Expense Tax fund to the General Fund in 2025.
- This is possible because the overall balancing strategy for the 2025-2026 biennium had been predicated on carrying a positive General Fund balance in 2025. This balance was to be spent in 2026, so the financial challenge for 2026 will increase under this strategy. The Executive is working to mitigate that impact by underspending overall General Fund 2025 appropriations.

CB 121030 – Mid-year Grant Acceptance (1/2)

- Second comprehensive grant acceptance and appropriation legislation in 2025.
- Would authorize City departments to accept \$23M and appropriate \$22.4M from external sources.
- Limited matching requirements, all met through existing budgets.
- Highlights include:
 - \$4M to Seattle Center from the State Department of Commerce for Memorial Stadium redevelopment, consistent with ILA and Development Agreement.
 - \$3.7M to the Human Services Department (HSD) from the State Department of Social and Health Services for the WA CARES program, Washington State's long-term care insurance program. The Grant would fund nine new positions, which are to be authorized in the Mid-year Supplemental Ordinance.

CB 121030 – Mid-year Grant Acceptance (2/2)

- Highlights (cont'd):
 - \$2.5M to HSD from the State Criminal Justice Training Commission for criminal diversion services for homeless people in Seattle. This funding will be contracted to a community-based organization.
 - \$2M to the Office of Planning and Community Development from the State Department of Transportation for engagement, evaluation, and planning activities for lidding Interstate-5.

CB 121031 – Mid-year Supplemental Budget (1/8)

- First comprehensive supplemental budget legislation in 2025
 - Mid-year appropriation, position, and capital project changes to meet needs that are assumed to be unforeseeable when 2025 budget was adopted.
 - Would decrease the 2025 budget by \$221M, and add 11 FTE's.
 - Technical capital appropriation abandonments (reductions) in utilities totaling \$263M.
 - \$43.6M budget increase after adjusting for the abandonments
 - \$3.3M General Fund decrease
 - \$1.5M Payroll Expense Tax Fund increase
 - \$44.3M increase to other City funds
- Requires 3/4 Council vote for passage.

CB 121031 – Mid-year Supplemental Budget (2/8)

General Fund highlights:

- **Reduce Jail Services Budget to Fund Drug Diversion:** Moves \$559,000 from the jail services contract to the Law Department and Seattle Municipal Court for a Drug Diversion program (funding for 4 FTE positions in SMC, 2 FTE positions in Law) – ongoing.
- **Implementation of Social Housing Tax:** Adds \$724,000 and 2 FTE positions to fund City Finance's administration of the tax (funded by tax proceeds) - ongoing
- **Federal Response Resources:** Adds \$298,000 and 2 FTE positions in the City Attorney's Office to respond to actions being taken by the federal government – ongoing.
- **Grant true-ups:** \$4M reduction across several City departments to reflect abandonment/true-up of grant funding.

CB 121031 – Mid-year Supplemental Budget (3/8)

Payroll Expense Tax Fund highlights:

- **Transfer from Housing Capital to Shelter Rent:** \$1.2M transfer from Office of Housing Multifamily Housing to Human Services Departments' (HSD) Supporting Safe Communities, for homelessness shelter rental costs.
- **Stability Through Access and Resources (STAR) Center:** \$1M increase to HSD to fund street level activation and neighborhood impact mitigation.
- **Rental Assistance Correction:** \$527,000 increase to align HSD rental assistance appropriation added in the 2025 budget process with the intended funding source.

CB 121031 – Mid-year Supplemental Budget (4/8)

Other Fund Highlights:

- **Real Estate Excise Tax I** – \$7M reduction to the Seattle Police Facilities project; projected expenses shifting to future years in CIP.
- **Seattle Center Fund** – \$12M to replace sewer at Memorial Stadium (also reflected in Drainage and Wastewater Fund).
- **Park and Recreation Fund** –
 - \$1.7M increase for capital improvements at City golf courses; and
 - \$2.6M increase for the Community Center Rehabilitation & Development project, funded with insurance settlement proceeds from arson at the Camp Long lodge.

CB 121031 – Mid-year Supplemental Budget (5/8)

Other Fund Highlights (cont'd):

- **Transportation Fund**
 - **Downtown Activation Team:** \$3.3M increase for downtown street cleaning and graffiti abatement; and
 - **Thomas Street Redesigned Project:** \$2.4 M for Phase 2 of the project, funded with developer street vacation proceeds.
- **Move Seattle Levy Fund:** Transfers \$8.3M from various projects to Madison BRT Project and adds \$3M from interest earnings to the project, to close out the project, given cost increases.

CB 121031 – Mid-year Supplemental Budget (6/8)

Position Changes:

	FTEs	Purpose	OG/OT
Finance and Administrative Services	2	Administer Social Housing Tax	OG
Office of Arts and Culture	1	Administrative support for Public Art team	OG
Law Department	4	Drug Diversion; Federal Response	OG
Seattle Municipal Court	4	Drug Diversion	OG
Human Services Department	9	WA CARES grant (funded in CB 121030)	OG
Seattle Center	2	Waterfront/Pioneer Square landscaping	OG*
Seattle City Light	2	Transfer from Seattle IT	OG
Seattle Information Technology	(2)	Transfer to City Light	OG
Seattle Department of Construction and Inspections	(11)	Sunset positions, technical adjustment	OG
Proposed FTE Changes	11		

*Term limited to three years.

CB 121031 – Mid-year Supplemental Budget (7/8)

Other Changes:

- Creates two capital projects in Transportation program:
 - **Better Bike Barriers (MC-TR-C127):** Amend existing bike lanes with stronger safety treatments such as hardened barriers or buffer areas; and
 - **Graham Street Station Access & Complete Street (MC-TR-C156):** Construct new bus stops and bus stop amenities.
- Lifts proviso on Seattle Transportation Benefit District (TBD) Fund appropriations to SDOT's Mobility Operations Budget Summary Level, which restricted \$500,000 to Waterfront Shuttle transit service.
 - Bill includes a shift of \$500,000 from PET funds reserved for ST3, to instead fund the Waterfront Shuttle costs out of the Office of Economic Development.

CB 121031 – Mid-year Supplemental Budget (8/8)

Considerations:

1. Ongoing GF positions added in supplemental
2. New payroll expense tax appropriations in context of April forecast downgrade
 - 2025-2026 combined PET shortfall ~\$150M

Next Steps in Budget Process

- **July 30:** Select Budget Committee hearing and possible vote on CB's 121030 & 121031
 - Amendment concepts due Tuesday, July 22 by noon
- **August 8:** Final action on CB's 121030 & 121031 at the City Council meeting
- **Late September:** Mayor's Proposed 2026 Budget
 - Likely to include year-end supplemental adjustment and grant acceptance & appropriation bills

Questions?



Legislation Text

File #: CB 121032, **Version:** 1

CITY OF SEATTLE

ORDINANCE _____

COUNCIL BILL _____

AN ORDINANCE amending Ordinance 127156, which adopted the 2025 Budget, including the 2025-2030 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 2025-2030 CIP; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

WHEREAS, the 2026 Fédération Internationale de Football Association (FIFA) World Cup will take place

between June 11 to July 19, 2026, and is projected to be the largest and most-viewed sports tournament

to ever occur in history with billions of spectators watching from all over the globe; and

WHEREAS, in January 2018, the Mayor and City Council adopted Resolution 31791, supporting the City's proposal to be a host city for the 2026 FIFA World Cup; and

WHEREAS, on June 16, 2022, FIFA announced its selection of Seattle to serve as a host city for the 2026 FIFA World Cup, which will be held in 16 cities across Canada, Mexico, and the United States; and

WHEREAS, Seattle's Lumen Field, the proud home of the Seattle Seahawks, Seattle Reign, and Seattle Sounders, boasting a capacity of nearly 69,000 seats, nestled in the City's SODO neighborhood and adjoining Pioneer Square and the Chinatown-International District, will host six games for the 2026 FIFA World Cup; and

WHEREAS, the Seattle Center and its 74-acre campus has long served as the largest and most popular tourist destination in Washington State, attracting up to 10 million visitors a year, featuring legacy and new cultural institutions, major regional music, culinary and art events, and world-renown landmarks such as the Space Needle; and

WHEREAS, on October 1, 2024, Mayor Harrell and the Seattle International Soccer Hosting Local Organizing Committee (LOC) announced that Seattle Center will host the official Fan Celebration, expected to draw up to 20,000 fans each day it is activated and will require additional temporary staffing at Seattle Center for success; and

WHEREAS, in August 2023, the City Council passed, and Mayor Harrell signed, Ordinance 126881, authorizing The City of Seattle to execute a contractual agreement with the LOC to delineate responsibilities and obligations for each in a Host City Agreement; and

WHEREAS, Mayor Harrell's 2025 State of the City Address, delivered on February 18, 2025, included the announcement of a multi-departmental World Cup Action Group to prepare for the games and collaborate on public safety, transportation, permitting, and community activation; and

WHEREAS, the FIFA World Cup is expected to bring up to 750,000 visitors to Seattle, delivering an estimated \$929 million in economic benefits to the region, including \$100 million in direct state and local tax revenue and supporting nearly 21,000 jobs; and

WHEREAS, The City of Seattle in partnership with the LOC is strategically deploying resources to harness the benefits of hosting the FIFA World Cup throughout the city, and to prepare and support the neighborhoods most directly impacted by these large-scale events; and

WHEREAS, the City Council designated \$6.2 million in capital reserves and appropriated \$6 million in operating reserves in the 2025 and 2026 budgets for the City's preparations for the FIFA World Cup; and

WHEREAS, to ensure a safe and accessible experience for visitors and residents, the City will make infrastructure, accessibility, and safety improvements to the public right-of-way, and emergency management and medical response investments; and

WHEREAS, the City is now prepared to implement these improvements; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. The appropriations for the following items in the 2025 Adopted Budget are modified as follows:

Item	Department	Fund	Budget Summary Level	Amount
1.1	Finance General	Payroll Expense Tax (14500)	General Purpose (BO-FG-2QD00)	(\$1,800,000)
	Seattle Center	Payroll Expense Tax (14500)	Campus (BO-SC-60000)	\$896,000
	Seattle Fire Department	Payroll Expense Tax (14500)	Operations (BO-FD-F3000)	\$904,000
Total				\$0

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

Section 2. 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 2025 Budget was adopted, appropriations in the 2025 Budget and project allocations in the 2025-2031 Capital Improvement Program are increased as follows:

Item	Department	Fund	Budget Summary Level	CIP Project Name	Additional Budget Appropriation
2.1	Seattle Center	Unrestricted Cumulative Reserve Fund (00164)	Building and Campus Improvements (BC-SC-S03P01)	General Site Improvements (MC-SC-S0305)	\$914,000
2.2	Seattle Department of Transportation	Unrestricted Cumulative Reserve Fund (00164)	Mobility-Capital (BC-TR-19003)	MC-TR-C120 - Urban Design Capital Projects	\$2,420,000

2.3	Seattle Parks and Recreation	Unrestricted Cumulative Reserve Fund (00164)	Fix It First (BC-PR-40000)	Major Maintenance and Asset Management (MC-PR-41001)	\$1,080,000
Net Change					\$4,414,000

Section 3. Any act consistent with the authority of this ordinance taken after its passage and prior to its effective date is ratified and confirmed.

Section 4. This ordinance shall take effect as provided by Seattle Municipal Code Sections 1.04.020 and 1.04.070.

Passed by a 3/4 vote of all the members of the City Council the _____ day of _____, 2025, and signed by me in open session in authentication of its passage this _____ day of _____, 2025.

President _____ of the City Council

Approved / returned unsigned / vetoed this ____ day of _____, 2025.

Bruce A. Harrell, Mayor

Filed by me this _____ day of _____, 2025.

Scheereen Dedman, City Clerk

(Seal)

SUMMARY and FISCAL NOTE

Department:	Dept. Contact:	CBO Contact:
Mayor's Office	Kylie Rolf	Alan Lee

1. BILL SUMMARY

Legislation Title: AN ORDINANCE amending Ordinance 127156, which adopted the 2025 Budget, including the 2025-2030 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 2025-2030 CIP; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

Summary and Background of the Legislation:

The City of Seattle was chosen as one of the 16 cities in North America to host six soccer matches on separate days for the Fédération Internationale de Football Association (FIFA) World Cup games in 2026. The matches will be played at Lumen Field in SODO and the official Seattle Fan Celebration will be held at Seattle Center.

The 2025 Adopted Budget includes \$2 million of Payroll Expense Tax (PET) appropriations in Finance General and \$6.2 million of unappropriated funds in the Unrestricted Cumulative Reserve Fund (CRS-U) planning reserve for the City's World Cup preparations. Seattle Center (CEN), Seattle Department of Transportation (SDOT), Seattle Fire Department (SFD), and Seattle Parks and Recreation (SPR) have identified capital and operational expenditures for event management and public safety-related needs. These include various maintenance and repairs for transportation and park features, communication and emergency management-related equipment, and temporary staffing. This legislation moves \$1.8 million of PET funding from Finance General to CEN, SDOT, SFD and SPR and appropriates \$4.414 million of the \$6.2 million in CRS-U planning 2025 reserve. An additional \$4.2 million (PET) is being held in Finance General for further expenses and \$1.8 million in CRS-U 2025 planning reserve.

Fan Celebration Management – \$896,000

- CEN will hire 4.0 FTE TLT positions (Manager 1, Admin Staff Assistant, Sr. Event Representative, Lead Facility Worker) to support day-to-day operations in booking and sales, program coordination, grounds and building laborer crews, and event implementation, through 12/31/26.

Park Maintenance and Improvements - \$780,000

- SPR will make electrical improvements to Occidental Park, including at the Occidental Park Pavillion. SPR and SDOT will provide trip hazard mitigation at Westlake Park and Occidental Park, respectively.

Street and Sidewalk Improvements - \$2,120,000

- SDOT will make improvements to signage, signals and streets near Lumen Field at Holgate and Weller Streets. SDOT will also explore pedestrian safety design strategies for Pike Place Market and establish bike and scooter corrals near key World Cup locations.

Public Safety Risk Mitigation - \$2,418,000

- CEN and SPR will implement vehicle ramming mitigation measures at Seattle Center and Westlake Park, respectively.
- SFD will purchase chemical weapon detection and identification (chemical, biological, radiological, nuclear and explosives) equipment. SFD will also enlist satellite internet services and other equipment and supplies needed to enhance communication and provide increased emergency medical services.

2. CAPITAL IMPROVEMENT PROGRAM

Does this legislation create, fund, or amend a CIP Project?

☒ Yes ☐ No

Project Name:	Master Project I.D.:	Project Location:	Start Date:	End Date:	Total Project Cost Through 2030:
General Site Improvements	MC-SC-S0305	Seattle Center	See note		\$914,000
Urban Design Capital Projects	MC-TR-C120	Locations near Lumen Field, including Holgate and Weller Streets; Pike Place Market; Occidental Square			\$2,420,000
Major Maintenance and Asset Management	MC-PR-41001	Westlake Park; Occidental Square			\$1,080,000

Capital Improvement Program Notes: All appropriations are included in ongoing CIP projects which do not include start and end dates. Please note these appropriations are one-time.

3. SUMMARY OF FINANCIAL IMPLICATIONS

Does this legislation have financial impacts to the City?

☒ Yes ☐ No

Expenditure Change (\$);	2025	2026 est.	2027 est.	2028 est.	2029 est.
General Fund	\$0	\$0	\$0	\$0	\$0
Expenditure Change (\$);	2025	2026 est.	2027 est.	2028 est.	2029 est.
Other Funds	\$3,875,900	\$538,100	\$0	\$0	\$0

Revenue Change (\$);	2025	2026 est.	2027 est.	2028 est.	2029 est.
General Fund	\$0	\$0	\$0	\$0	\$0

Revenue Change (\$); Other Funds	2025	2026 est.	2027 est.	2028 est.	2029 est.
	\$0	\$0	\$0	\$0	\$0

3.a. Appropriations

☒ This legislation adds, changes, or deletes appropriations.

Appropriations Notes: See Council Bill appropriations table.

3.b. Revenues/Reimbursements

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

3.c. Positions

☐ This legislation adds, changes, or deletes positions.

3.d. Other Impacts

Does the legislation have other financial impacts to The City of Seattle, including direct or indirect, one-time or ongoing costs, that are not included in Sections 3.a through 3.c? If so, please describe these financial impacts.

N/A

If the legislation has costs, but they can be absorbed within existing operations, please describe how those costs can be absorbed. The description should clearly describe if the absorbed costs are achievable because the department had excess resources within their existing budget or if by absorbing these costs the department is deprioritizing other work that would have used these resources.

N/A

Please describe any financial costs or other impacts of *not* implementing the legislation.

If this legislation is not implemented, all infrastructure improvements and operational expenditures (equipment acquisition, hiring) would not move forward, and affect the city's ability to host the games and mitigate related public safety concerns.

Please describe how this legislation may affect any City departments other than the originating department.

This legislation appropriates funds to Seattle Center, Seattle Department of Transportation, Seattle Fire Department, Seattle Parks and Recreation, and Seattle Police Department.

4. OTHER IMPLICATIONS

a. Is a public hearing required for this legislation?

No.

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

No.

c. Does this legislation affect a piece of property?

No

d. Please describe any perceived implication for the principles of the Race and Social Justice Initiative.

N/A

- i. How does this legislation impact vulnerable or historically disadvantaged communities? How did you arrive at this conclusion? In your response please consider impacts within City government (employees, internal programs) as well as in the broader community.**

N/A

- ii. Please attach any Racial Equity Toolkits or other racial equity analyses in the development and/or assessment of the legislation.**

N/A

- iii. What is the Language Access Plan for any communications to the public?**

N/A

e. Climate Change Implications

- i. Emissions: How is this legislation likely to increase or decrease carbon emissions in a material way? Please attach any studies or other materials that were used to inform this response.**

N/A

- ii. 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.**

N/A

- f. 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)? What mechanisms will be used to measure progress towards meeting those goals?**

N/A

- g. Does this legislation create a non-utility CIP project that involves a shared financial commitment with a non-City partner agency or organization?**

N/A

5. ATTACHMENTS

Summary Attachments: None.

July 14, 2025

M E M O R A N D U M

To: Select Budget Committee
From: Traci Ratzliff, Analyst
Subject: CB 121032: Authorizing appropriations to support activities related to the World Cup games in 2026

On July 16, 2025, the Select Budget Committee will discuss and possibly vote on Council Bill (CB) 121032 authorizing appropriations of funds that support activities related to the Fédération Internationale de Football Association (FIFA) World Cup games that will be held in Seattle in the summer of 2026.

This memorandum provides relevant background information and summarizes the proposed legislation and appropriations.

Background

The 2025 Adopted Budget and 2026 Endorsed Budget included a total of \$12.2 million of funding dedicated towards supporting the hosting of the World Cup in 2026. These funds were set aside to be appropriated once specific needs were identified. CB 121032 proposes to appropriate about half of these funds for operating and capital activities in 2025 as shown in the table below. After adoption of this legislation, there remains \$1.8 million in 2025 Unrestricted Cumulative Reserve Fund (CRS-U) available to spend and an additional \$4.2 million of Payroll Expense Tax (PET) appropriations in Finance General for further expenses. As Executive staff work to address the funding shortfall created by the April revenue forecast, they are evaluating whether the full amount of the budgeted funds will be needed for the event.

	2025	2026	CB 121032	Remaining Total
Payroll Expense Tax	\$2.0	\$4.0	(\$1.8)	\$4.2
Unrestricted Cumulative Reserve Fund	\$6.2	-	(\$4.4)	\$1.8
Total	\$8.2	\$4.0	(\$6.2)	\$5.8

The Executive is currently negotiating a Memorandum of Understanding (MOU) with the Local Organizing Committee for the World Cup that will address the provision of services by the City (e.g., police, fire, etc.) and reimbursable cost expectations for the provision of such services. This MOU will be submitted to the City Council for approval. The Executive has indicated these negotiations should be concluded and the MOU submitted to the City Council this summer.

Summary of Legislation

Below is a description of the amounts and uses of the proposed appropriations included in CB 121032:

Fan Celebration Management – \$896,000

- Seattle Center (CEN) will hire 4.0 FTE TLT positions (Manager 1, Admin Staff Assistant, Sr. Event Representative, Lead Facility Worker) to support day-to-day operations in booking and sales, program coordination, grounds and building laborer crews, and event implementation, through December 2026. Seattle Center has been designated as a fan celebration hub, hosting viewing parties of World Cup matches, concerts, and other events that could draw up to 20,000 people during the soccer matches.

Park Maintenance and Improvements - \$780,000

- Seattle Parks and Recreation (SPR) will make electrical improvements to Occidental Park, including at the Occidental Park Pavillion. SPR and the Seattle Department of Transportation (SDOT) will provide trip hazard mitigation at Westlake Park and Occidental Park, respectively.

Street and Sidewalk Improvements - \$2,120,000

- SDOT will make improvements to signage, signals, and streets near Lumen Field at Holgate and Weller Streets. SDOT will also explore pedestrian safety design strategies for Pike Place Market and establish bike and scooter corrals near key World Cup locations.

Public Safety Risk Mitigation - \$2,418,000

- CEN and SPR will implement vehicle ramming mitigation measures at Seattle Center and Westlake Park, respectively.
- Seattle Fire Department (SFD) will purchase chemical weapon detection and identification (chemical, biological, radiological, nuclear, and explosives) equipment. SFD will also enlist satellite internet services and other equipment and supplies needed to enhance communication and provide increased emergency medical services.

cc: Ben Noble, Director
Calvin Chow, Lead Analyst

FIFA World Cup: 2025 Investments

Kylie Rolf
Office of the Mayor

FIFA World Cup 2026

- FIFA World Cup 26 will take place between June 11 to July 19 next summer.
- Seattle hosting six matches between June 15 and July 6.
- Projected to be the largest ever World Cup and the biggest event hosted in Seattle history.
- Lumen Field and Seattle Center will host hundreds of thousands of fans over the four-week period.
- Capital infrastructure and public safety improvements and staff planning resources are required to host such a large-scale event.

2025 Budget Appropriations

Council dedicated \$12.2 million for World Cup investments in the 2025-26 Budget. Today's revenue-neutral action moves \$6.2 million of those dollars from reserves to operating departments.

- 2025-26 Budgets included
 - \$2.0 million of operating funds in 2025 (PET)
 - \$4.0 million of operating funds in 2026 (PET)
 - \$6.2 million of capital funds for work in 2025-26
- This legislation includes:
 - \$1.8 million of operating appropriations
 - \$4.4 million from capital funds
- Remaining allocated resources:
 - \$200K of 2025 operating reserves
 - \$4.0 million of 2026 operating reserves
 - \$1.8 million of capital reserves

2025 Appropriations by Department: \$6.2M

Department – Operating Investments	Amount	Summary
Seattle Fire Department	\$904,000	Weapon detection and identification equipment; enhanced communication to provide increased emergency medical services
Seattle Center	\$896,000	Operations in booking/sales, program coordination, grounds/building laborer crews, event implementation; through 12/31/26
Operating Total	\$1,800,000	

Department - Capital Investments	Amount	Summary
Seattle Department of Transportation	\$2,420,000	Improvements to signage, signals and streets near Lumen Field
Seattle Parks & Recreation	\$1,080,000	Vehicle ramming mitigation measures, electrical upgrades near stadium
Seattle Center	\$914,000	Vehicle ramming mitigation measures
Capital Total	\$4,414,000	

Questions?





Legislation Text

File #: CB 121033, **Version:** 1

CITY OF SEATTLE

ORDINANCE _____

COUNCIL BILL _____

AN ORDINANCE relating to the financing of the Human Capital Management System project; amending Ordinance 127131 to increase the amount of an existing interfund loan; creating the 2026 Multipurpose LTGO Bond Fund, and allowing it to be a borrowing fund for the loan; amending Ordinance 127156, which adopted the 2025 Budget, including the 2025-2030 Capital Improvement Program (CIP); changing appropriations to the Department of Finance and Administrative Services; revising project allocations and spending plans for certain projects in the 2025-2030 CIP; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

WHEREAS, the Human Capital Management System (“HCMS”) project is a technology project that funds the planning, design, and replacement of the aging Human Resource Information System (“HRIS”), which includes the Citywide payroll and benefits system, with a new Human Capital Management (“HCM”) system also known as Workday; and

WHEREAS, the HCMS project was approved by the Enterprise Oversight Board (EOB) in February 2020 and is managed by FAS Business Systems division in partnership with the Seattle Department of Human Resources (SDHR) and Seattle Department of Information Technology (ITD); and

WHEREAS, the first phase of the HCMS project went live in September 2024 and cash flow requirements for the project in 2025 exceed the estimates that were developed at the time of the 2025 Adopted Budget; and

WHEREAS, Seattle Municipal Code subsection 5.06.030.C requires City Council approval by ordinance of any interfund loan for a duration of more than 90 days; and

WHEREAS, a revolving interfund loan of \$11.0 million to the 2025 Multipurpose LTGO Bond Fund was authorized in 2024 by Ordinance 127131; and

WHEREAS, funds loaned by the Finance and Administrative Services Fund to the 2025 Multipurpose LTGO Bond Fund for continuing the work of implementing the HCMS project are anticipated to be repaid from the 2025 limited tax general obligation (“LTGO”) bond issuance in June 2025; and

WHEREAS, the Department of Finance and Administrative Services requires additional bridge financing for the HCMS project to complete the implementation of the HCMS project; and

WHEREAS, in the normal course of business the City may temporarily lend cash between funds to maintain required balances; and

WHEREAS, the Director of Finance and the City Budget Director have determined that City Council may authorize an interfund loan consistent with the Debt Management Policies adopted by Resolution 31553; and

WHEREAS, funds loaned by the Finance and Administrative Services Fund to the 2026 Multipurpose LTGO Bond Fund are anticipated to be repaid from the 2026 LTGO bond issuance; and

WHEREAS, there is sufficient cash in the Finance and Administrative Services Fund to support a revolving interfund loan of up to \$13,200,000 through December 31, 2026 and still meet regular budgeted operating needs; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. A new 2026 Multipurpose LTGO Bond Fund is created in the City Treasury, into which the principal proceeds and any premium received from the sale and delivery of limited tax general obligation (LTGO) bonds in 2026 shall be deposited for the purpose of paying all or part of the costs of various elements of the City’s Capital Improvement Program and other City purposes approved by ordinance. The fund shall receive earnings on its positive balances and pay interest on its negative balances. The Director of Finance is authorized to create other Accounts or Subaccounts as may be needed.

Section 2. Sections 1 and 2 of Ordinance 127131 are amended as follows:

Section 1. The Director of Finance is authorized to make a revolving loan of up to ((~~\$11,000,000~~

)) \$13,200,000 principal and interest outstanding from the Finance and Administrative Services Fund to the 2025 Multipurpose LTGO Bond Fund and the 2026 Multipurpose LTGO Bond Fund to provide bridge financing for the HCMS project that will be financed by authorized limited tax general obligation (LTGO) bond proceeds. The loan is to be repaid no later than December 31, 2026, with interest on the loan at the rate of return of the City's Consolidated Cash Pool. Of the entire principal and interest amount of the loan drawn, \$11,000,000 is intended to be repaid with proceeds from the sale of tax-exempt LTGO bonds in 2025, \$13,200,000 is intended to be repaid with proceeds from the sale of tax-exempt LTGO bonds in 2026.

Section 2. The Director of Finance may effectuate the loan authorized in Section 1 of this ordinance by transferring cash from the Finance and Administrative Services Fund to the 2025 LTGO Multipurpose Bond Fund and the 2026 Multipurpose LTGO Bond Fund, or by carrying the 2025 Multipurpose LTGO Bond Fund or the 2026 Multipurpose LTGO Bond Fund in a negative cash position, in an amount not to exceed ((~~\$11,000,000~~)) \$13,200,000 until no later than December 31, 2026. The Director of Finance is further authorized to establish, and modify, if necessary, from time to time, a repayment plan and schedule.

Section 3. 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 2025 Budget was adopted, appropriations in the 2025 Adopted Budget and project allocations in the 2025-2030 Adopted Capital Improvement Program are increased as follows:

Item	Dept	Fund	Budget Summary Level/BCL Code	CIP Project Name/ID	CIP Project Appropriation Change
3.1	Finance and Administrative Services	2026 Multipurpose LTGO Bond Fund (37400)	Information Technology (37400-BC-FA-A1IT)	Human Capital Management System (MC-FA-HCMSYS)	\$13,200,000
Net Change					\$13,200,000

Section 4. This ordinance shall take effect as provided by Seattle Municipal Code Sections 1.04.020 and 1.04.070.

Passed by a 3/4 vote of all the members of the City Council the _____ day of _____, 2025, and signed by me in open session in authentication of its passage this _____ day of _____, 2025.

President _____ of the City Council

Approved / returned unsigned / vetoed this ____ day of _____, 2025.

Bruce A. Harrell, Mayor

Filed by me this _____ day of _____, 2025.

Scheereen Dedman, City Clerk

(Seal)

SUMMARY and FISCAL NOTE

Department:	Dept. Contact:	CBO Contact:
Office of City Finance	Andrew Robinson	Lorine Cheung

1. BILL SUMMARY

Legislation Title: AN ORDINANCE relating to the financing of the Human Capital Management System project; amending Ordinance 127131 to increase the amount of the existing interfund loan; creating the 2026 Multipurpose LTGO Bond Fund, and allowing it to be a borrowing fund for the loan; amending Ordinance 127156, which adopted the 2025 budget, including the 2025-2030 Capital Improvement Program (CIP); changing appropriations to the Department of Finance and Administrative Services; revising project allocations and spending plans for certain projects in the 2025-2030 CIP; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

Summary and Background of the Legislation: This legislation increases the amount of the existing interfund loan to the Finance and Administrative Services Fund by \$2,200,000 from \$11,000,000 to \$13,200,000.

The HCMS information technology project funds the planning, design, and replacement of the aging Human Resource Information System (HRIS), which includes the Citywide payroll and benefits system, with a new Human Capital Management (HCM) system. This project, also known as “Workday” is a critical replacement of the City’s timekeeping and payroll system. The project was approved by the Enterprise Oversight Board (EOB) in February 2020 and will be managed out of the Office of City Finance (OCF) Business Systems Division, in partnership with the Seattle Department of Human Resources (SDHR) and Seattle Department of Information Technology (ITD).

In 2024, through Ordinance 127131, City Council authorized a revolving interfund loan of up to \$11,000,000 to the 2025 Multipurpose LTGO Bond Fund from the Finance and Administrative Services Fund to support the Human Capital Management System (“HCMS”) capital project. The interfund loan has been fully drawn, and will be repaid with proceeds of 2025 limited tax general obligation (“LTGO”) bonds anticipated in June 2025.

Workday went live in September of 2024. Due to several issues arose following go-live, costs incurred in 2025 exceed the 2025 CIP Budget. The original CIP budget appropriation was \$61 million in the 2024 Adopted Budget, and due to underspending prior to Go-Live, the CIP budget was subsequently decreased by \$10.8 million in the 2025 Adopted Budget. Now, in order to respond to the increase in costs in 2025, the CIP project budget is being increased by \$13.2 million, and the revolving interfund loan authorized by Council through Ordinance 127131 is increasing from \$11,000,000 to \$13,200,000.

The legislation amends Ordinance 127131 to increase the amount of the revolving interfund loan to \$13,200,000 from the Finance and Administrative Services Fund while retaining the original lending authorization in Ordinance 127131. The legislation also creates the 2026 Multipurpose Bond Fund and allows it to be a borrowing fund for the loan.

2. CAPITAL IMPROVEMENT PROGRAM

Does this legislation create, fund, or amend a CIP Project?

Yes ☒

Project Name:	Master Project I.D.:	Project Location:	Start Date:	End Date:	Total Project Cost Through 2030:
HRIS Replacement Project	MC-FA-HCMSYS		2021	2025	\$63.4 million

3. SUMMARY OF FINANCIAL IMPLICATIONS

Does this legislation have financial impacts to the City?

Yes ☒

Expenditure Change (\$); General Fund	2025	2026 est.	2027 est.	2028 est.	2029 est.
Expenditure Change (\$); Other Funds	2025	2026 est.	2027 est.	2028 est.	2029 est.
	\$13,200,000				

Revenue Change (\$); General Fund	2025	2026 est.	2027 est.	2028 est.	2029 est.
Revenue Change (\$); Other Funds	2025	2026 est.	2027 est.	2028 est.	2029 est.

Number of Positions	2025	2026 est.	2027 est.	2028 est.	2029 est.
Total FTE Change	2025	2026 est.	2027 est.	2028 est.	2029 est.

3.d. Other Impacts

Does the legislation have other financial impacts to The City of Seattle, including direct or indirect, one-time or ongoing costs, that are not included in Sections 3.a through 3.c? If so, please describe these financial impacts.

No, there are no additional financial impacts.

If the legislation has costs, but they can be absorbed within existing operations, please describe how those costs can be absorbed. The description should clearly describe if the absorbed costs are achievable because the department had excess resources within their existing budget or if by absorbing these costs the department is deprioritizing other work that would have used these resources.

The increase in costs for this project is not able to be absorbed within the existing budget.

Please describe any financial costs or other impacts of *not* implementing the legislation.

This information technology project, also known as “Workday” is a critical replacement of the City’s former timekeeping and payroll system, which was not able to be being supported after 2023. It is critical that the system continue to be implemented without interruption to ensure uninterrupted payroll and timekeeping functions for the City.

Please describe how this legislation may affect any City departments other than the originating department.

This information technology project is being implemented in partnership with the Seattle Department of Human Resources (SDHR) and Seattle Information Technology Department (Seattle IT).

4. OTHER IMPLICATIONS

a. Is a public hearing required for this legislation?

No

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

No

c. Does this legislation affect a piece of property?

No

d. Please describe any perceived implication for the principles of the Race and Social Justice Initiative.

i. How does this legislation impact vulnerable or historically disadvantaged communities? How did you arrive at this conclusion? In your response please consider impacts within City government (employees, internal programs) as well as in the broader community.

N/A

ii. Please attach any Racial Equity Toolkits or other racial equity analyses in the development and/or assessment of the legislation.

N/A

- iii. **What is the Language Access Plan for any communications to the public?**
N/A

e. Climate Change Implications

- i. **Emissions: How is this legislation likely to increase or decrease carbon emissions in a material way? Please attach any studies or other materials that were used to inform this response.**
N/A
- ii. **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.**
N/A
- f. **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)? What mechanisms will be used to measure progress towards meeting those goals?**
N/A
- g. **Does this legislation create a non-utility CIP project that involves a shared financial commitment with a non-City partner agency or organization?**

5. ATTACHMENTS

Summary Attachments:

Summary Attachment A – Interfund Loan Request

Interfund Loan Request

Borrowing Fund Name/Fund No.	2026 Multipurpose LTGO Bond Fund/37400
Lending Fund Name/Fund No.	Finance and Administrative Services Fund (50300)
Project Name	Human Capital Management System (HCMS) Project
CIP Number	MC-FA-HCMSYS
Source of Loan Repayment	2026 Multipurpose LTGO Bond Fund
Interest Rate	Cash Pool Rate of Return
Authorization Expiration	12/31/2026
Authorized Loan Amount	\$13,200,000
Est. Total Interest Expense	\$713,488

I. Attach monthly cash flow schedule for the duration of the interfund loan, including:

- Principal (planned expenditures and transfers funded by the loan);
- Revenues offsetting the outstanding loan balance;
- Planned loan repayments by the department; and
- Interest charges (interest rate assumptions provided by OCF and/or CBO).

II. Description of Interfund Loan Request:

In 2024, Ordinance 127131 authorized a revolving interfund loan from the Finance and Administrative Services Fund (50300) ("FAS Fund 50300") to the 2025 Multipurpose LTGO Bond Fund to pay for costs related to the Human Capital Management System ("HCMS"). This request increases the revolving interfund loan authorized amount from \$11,000,000 to \$13,200,000 and changes the borrowing fund to the 2026 Multipurpose LTGO Bond Fund (37400) to pay for additional HCMS project costs.

The HCMS information technology project is funding a new Human Capital Management (HCM) system known as "Workday" which provides a critical replacement of the City's timekeeping and payroll system. The project was approved by the Enterprise Oversight Board (EOB) in February 2020 and is being managed by the OCF Business Systems Division in partnership with the Seattle Department of Human Resources (SDHR) and Seattle Department of Information Technology (ITD).

Following the HCMS go-live in September 2024, several issues arose that increased the total HCMS budget to \$63.4 million that now exceeds the 2025 Adopted Budget of \$50.2 million and is closer to the 2024 Adopted Budget of \$60.9 million.

The City anticipates issuing LTGO bonds in June 2025. Proceeds of the bond issuance will be used to repay the FAS Fund 50300 for the \$11,000,000 interfund loan that has been fully drawn on. Contingent on Council approval of legislation amending Ordinance 127131, the HCMS project will draw on the revolving interfund loan in an amount up to \$13,200,000 in the second half of 2025 following repayment of the original draw. The lending fund will continue to be the FAS Fund (50300) and will be repaid by proceeds of the 2026 LTGO bonds issuance anticipated in mid-2026.

III. Additional Information

1. If the requested loan is for more than \$20 million, has the requesting department contacted the Office of City Finance Treasury Services Division for an impact analysis on the Consolidated Cash Pool or other lending fund?

Response: The Office of City Finance (OCF) Treasury Services Division has confirmed that the FAS Fund 50300 is able to continue to serve as the lending fund for this revolving loan through 2026 and will not be operationally impacted. As of April 30, 2025, the FAS Fund (50300) had a cash ending balance of \$35.3 million. The FAS Fund (50300) average daily cash balance has been above \$35 million since 2022. The FAS Fund (50300) cash balance will be replenished by \$11 million in June 2025 by the repayment of the interfund loan using 2025 LTGO bond proceeds before being drawn on again.

OCF continually monitors fund cash balances. If it is determined that the FAS Fund (50300) can no longer support the interfund loan during the term, CBO will work with OCF to identify a new lending fund and will return to DMPAC with a proposal to change the lending fund. At this time that is not expected to occur.

2. If total project funding includes grant funding, provide information on the grant applications, conditions, and whether the grant has been awarded:

Response: Not applicable – this project does not include grant funding.

3. Provide rationale for the requested duration of the loan (is the request for the shortest duration necessary to fulfill the documented purpose of the loan):

Response: The term of this revolving loan is unchanged and would remain open through December 31, 2026 to ensure adequate cash flow for the completion of the project. The interfund loan will be repaid following the issuance of the 2026 LTGO bonds anticipated in mid-2026.

4. What conditions would result in an earlier termination of the requested interfund loan:

Response: The interfund loan will be repaid upon the issuance of the 2026 LTGO bonds anticipated in June 2026. At this time, OCF anticipates that the interfund loan will remain active through the expiration date of 12/31/2026, however, it would be possible to terminate the interfund loan earlier once the capital portion of the project is completed.

5. Additional financial analysis supporting the interfund loan request required by the Director of Finance and/or the City Budget Director.

Response: The City Finance Director has reviewed and confirmed the ability of the lending fund FAS Fund (50300) to support this interfund loan in advance of this DMPAC meeting.

The cash flow provided as an attachment is based on an estimate of future rates earned by the City's cash pool. The interfund loan will be charged the actual rates earned by the pool.

HCMS - Interfund Loan Request Summary

Borrowing Fund Name/Fund No.	2025 Multipurpose LTGO Bond Fund (37300) / 2026 Multipurpose LTGO Bond Fund (37400)
Lending Fund Name/Fund No.	Finance and Administrative Services Fund (50300)
Project Name(s)	Human Capital Management System
CIP Number	MC-FA-HCMSYS
Loan Repayment Sources	2025 and 2026 LTGO bond sale proceeds
Authorized Loan Amount	\$ 13,200,000
Est. Total Interest Expense	\$ 713,488

Accounting Period	Beginning Loan Balance	Cash Outflows (Loan Draws)	Interest Charge	Cash Inflows (Loan Repayments)	Est. Outstanding Loan Balance	Accrued Interest
Dec-24	-	11,000,000	30,288	-	11,030,288	30,288
Jan-25	11,030,288	-	33,772	-	11,064,061	64,061
Feb-25	11,064,061	-	30,309	-	11,094,369	94,369
Mar-25	11,094,369	-	33,987	-	11,128,357	128,357
Apr-25	11,128,357	-	37,095	-	11,165,451	165,451
May-25	11,165,451	-	37,218	-	11,202,670	202,670
Jun-25	11,202,670	-	37,342	11,000,000	240,012	240,012
Jul-25	240,012	-	800	-	240,812	240,812
Aug-25	240,812	12,436,927	42,259	-	12,719,998	283,071
Sep-25	12,719,998	-	42,400	-	12,762,398	325,471
Oct-25	12,762,398	-	42,541	-	12,804,939	368,012
Nov-25	12,804,939	-	42,683	-	12,847,622	410,695
Dec-25	12,847,622	-	42,825	-	12,890,448	453,521
Jan-26	12,890,448	-	42,968	-	12,933,416	496,489
Feb-26	12,933,416	-	43,111	-	12,976,527	539,600
Mar-26	12,976,527	-	43,255	-	13,019,782	582,855
Apr-26	13,019,782	-	43,399	-	13,063,182	626,255
May-26	13,063,182	-	43,544	-	13,106,726	669,799
Jun-26	13,106,726	-	43,689	13,150,415	-	713,488
Jul-26	-	-	-	-	-	713,488
Aug-26	-	-	-	-	-	713,488
Sep-26	-	-	-	-	-	713,488
Oct-26	-	-	-	-	-	713,488
Nov-26	-	-	-	-	-	713,488
Dec-26	-	-	-	-	-	713,488

Interest Rate Assumptions:

2024 - 2026	4.00%
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Note: These interest rate assumptions are for planning purposes only. Unless otherwise stated, the actual monthly interest charge will be at the monthly rate of return on the City's consolidated cash pool investments.

HCMS Interfund Loan

Jamie Carnell, City Finance Director, Office of City Finance

Select Budget Committee
July 16, 2025



Current HCMS Interfund Loan

- The HCMS information technology project is funding a new Human Capital Management System (HCMS) known as "Workday", which provides a critical replacement of the City's timekeeping and payroll system
- In November 2024, the Council authorized a revolving interfund loan of up to \$11 million to pay for capital development costs related to the HCMS system, with a loan term that expires December 31, 2026 (Ordinance 127131)
- The interfund loan has been drawn on in full to pay for HCMS project expenses, and was fully repaid by proceeds of the 2025 LTGO Bond issuance in June 2025 as planned
- The current legislation amends Ordinance 127131 to recognize changes in the HCMS budget and the interfund loan limit that are needed to bring the project to completion



Amended HCMS Interfund Loan Request

The proposed legislation amends Ordinance 127131 to:

- Amend the revolving HCMS interfund loan by increasing the loan authorization ceiling from the initial \$11M to \$13.2M
 - The \$11M has already been drawn on once in full and has been fully repaid
- Change the borrowing fund from the 2025 Multipurpose LTGO Bond Fund to the 2026 fund, reflecting the loan repayment for the new \$13.2M interfund loan amount which will come from the proceeds of the 2026 LTGO Bond issuance
- The interfund loan remains within the current term which expires Dec 31, 2026
- Increase the CIP project budget appropriation by \$13.2M

Next Steps

If the legislation is approved:

- ✓ The City will complete the HCMS system implementation, paying for the updated project costs by drawing on the amended Interfund Loan
- ✓ The City will repay the Interfund Loan with proceeds from the 2026 LTGO Bond issuance anticipated in June 2026