

**Attachment A**

**CITY OF SEATTLE**

**ORDINANCE \_\_\_\_\_**

**COUNCIL BILL \_\_\_\_\_**

..title

AN ORDINANCE relating to the financing of certain general government programs; authorizing an interfund loan in the amount of \$11,000,000 from the Housing Incentive Subfund Fund to the General Subfund Fund.

..body

WHEREAS, the City Council adopted Ordinance XXXXXX authorizing an Employee Hours Tax to be implemented and administered by the Department of Finance and Administrative Services effective January 1, 2019 with the first tax payments from taxpayers due on January 31, 2021; and

WHEREAS, there is an exigent need for general government programs to be implemented prior to Employee Hours Tax revenue collection; and

WHEREAS, the Finance and Budget Directors have determined that this interfund loan is consistent with the Debt Management Policies adopted by Resolution 31553; and

WHEREAS, regarding use of the proceeds of this interfund loan for necessary general government programs, the Finance and Budget Directors have determined that there is no viable alternative available for advancing a core City objective; and

WHEREAS, there is sufficient cash in the Housing Incentive Subfund Fund to support a loan of up to \$11,000,000 through the end of 2021;

**NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:**

Section 1. The City Council finds that there is no viable alternative to meet a core City objective, and therefore the Director of Finance is authorized to make a loan of not more than

1 \$11,000,000 of principal and interest outstanding at any one time from the Housing Incentive  
2 Subfund Fund (16430) to the General Subfund Fund (00100).

3           Section 2. The entire principal, and interest amount calculated at the rate of return of the  
4 City's Consolidated (Residual) Cash Pool, of the loan authorized in Section 1 of this ordinance,  
5 and owed by the General Subfund Fund to the Housing Incentive Subfund Fund, is intended to  
6 be repaid from the revenue generated from the Employee Hours Tax in Seattle Municipal Code  
7 Chapter 5.38 no later than December 31, 2021.

8           Section 3. The Director of Finance may effectuate the loan authorized in Section 1 of this  
9 ordinance by transferring cash from the Housing Incentive Subfund Fund to the General Subfund  
10 Fund until no later than December 31, 2021. The Director of Finance is further authorized to  
11 establish, and modify if necessary from time to time, a repayment plan and schedule.

12           Section 4. This ordinance shall take effect and be in force 30 days after its approval by  
13 the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it  
14 shall take effect as provided by Seattle Municipal Code Section 1.04.020.

15

1 Passed by the City Council the \_\_\_\_\_ day of \_\_\_\_\_, 2017,

2 and signed by me in open session in authentication of its passage this \_\_\_\_\_ day of

3 \_\_\_\_\_, 2017.

4 \_\_\_\_\_

5 President \_\_\_\_\_ of the City Council

6 Approved by me this \_\_\_\_\_ day of \_\_\_\_\_, 2017.

7 \_\_\_\_\_

8 Tim Burgess, Mayor

9 Filed by me this \_\_\_\_\_ day of \_\_\_\_\_, 2017.

10 \_\_\_\_\_

11 Monica Martinez Simmons, City Clerk

12 (Seal)