

SUMMARY and FISCAL NOTE*

Department:	Contact Person/Phone:	Executive Contact/Phone:
Seattle Public Utilities	Eugene Mantchev/4-0335	Aaron Blumenthal/3-2656

** Note that the Summary and Fiscal Note describes the version of the bill or resolution as introduced; final legislation including amendments may not be fully described.*

1. BILL SUMMARY

a. Legislation Title: AN ORDINANCE relating to Seattle Public Utilities; authorizing the General Manager/Chief Executive Officer of Seattle Public Utilities to enter into a Memorandum of Lease and Ground Lease Agreement with King County for a radio tower and appurtenances in the Tolt Watershed.

b. Summary and background of the Legislation:
This legislation would authorize Seattle Public Utilities to lease to King County approximately 8,000 square feet of undeveloped land in the Tolt Watershed adjacent to the Tolt Pipeline Road. The lease would be for 25 years, and may be extended up to three times in five-year increments.

The City’s Information Technology Department entered into an interlocal agreement with King County and the cities of Auburn, Bellevue, Federal Way, Issaquah, Kent, Kirkland, Mercer Island, Redmond, Renton and Tukwila to implement a new 800 MHZ emergency radio communication system as authorized by Ordinances 124685 and 124687. The jurisdictions determined it is in the public interest to implement a new emergency radio communication system, known as the “Puget Sound Emergency Radio Network System” or “PSERN System.” For that reason, the parties entered into an agreement entitled the Puget Sound Emergency Radio Network Implementation Period Interlocal Cooperation Agreement designating King County the lead agency for planning, procurement, financing and implementation of the system.

As the lead agency, King County is authorized to enter into long-term leases to develop the sites, structures and facilities necessary for the implementation of the PSERN System. A communication tower site for the system has been identified within the City's Tolt Watershed, on land owned by SPU.

SPU concurs this site is appropriate for a radio tower and communication facility and is amenable to a long-term lease agreement to locate a radio tower within the identified site within the Tolt Watershed.

2. CAPITAL IMPROVEMENT PROGRAM

 This legislation creates, funds, or amends a CIP Project.

3. SUMMARY OF FINANCIAL IMPLICATIONS

 X This legislation has direct financial implications.

Budget program(s) affected:	Water Fund			
Estimated \$ Appropriation change:	General Fund \$		Other \$	
	2017	2018	2017	2018
Estimated \$ Revenue change:	Revenue to General Fund		Revenue to Other Funds	
	2017	2018	2017	2018
			\$5,000	\$20,000
Positions affected:	No. of Positions		Total FTE Change	
	2017	2018	2017	2018
Other departments affected:	None			

3.a. Appropriations

 This legislation adds, changes, or deletes appropriations.

3.b. Revenues/Reimbursements

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

Anticipated Revenue/Reimbursement Resulting from this Legislation:

Fund Name and Number	Dept	Revenue Source	2017 Revenue (est.)	2018 Revenue
Water Fund	SPU	Income from land lease	\$5,000	\$20,000
TOTAL				

Revenue/Reimbursement Notes:

This legislation will authorize SPU to lease a vacant property in the Tolt Watershed to King County for 25 year. SPU will derive a lease income of \$20,000 per year, adjusted for inflation. The lease will not affect SPU’s staffing needs, will not require on-going oversight or involvement by SPU staff, and would not impose restrictions or constraints on SPU core operations. All SPU costs to develop, negotiate, and get this land lease through the legislative process, as well as support the design and construction of the communication facility to be erected on the leased land, are being reimbursed by King County.

4. OTHER IMPLICATIONS

- a. Does this legislation affect any departments besides the originating department?**
This legislation would affect FAS as the City of Seattle lead for PSERN projects. FAS is supportive of the legislation as proposed.
- b. Is a public hearing required for this legislation?**
No.
- c. Does this legislation require landlords or sellers of real property to provide information regarding the property to a buyer or tenant?**
Not applicable.
- d. Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**
Not required.
- e. Does this legislation affect a piece of property?**
Yes, the location of the property is identified by the red pin in the image below, and is also shown on an Exhibit to the Lease Agreement.
- f. Please describe any perceived implication for the principles of the Race and Social Justice Initiative. Does this legislation impact vulnerable or historically disadvantaged communities?**
This legislation does not have negative impacts on vulnerable or historically disadvantaged communities.
- g. If this legislation includes a new initiative or a major programmatic expansion: What are the long-term and measurable goals of the program? Please describe how this legislation would help achieve the program's desired goals.**
Not applicable.
- h. Other Issues:**

List attachments/exhibits below: