

**Amendment 1 Version 1 to CB 120617 - CBO 2023 Mid-Year Grant Acceptance & Appropriation
ORD**

Author: Councilmember Morales

Department of Commerce grant acceptance and appropriation for the Seattle Social Housing
Public Development Authority (PDA)

Effect: Section 129 (68) of the 2023-2025 Operating Budget for the State of Washington appropriates \$200,000 to State Department of Commerce (Commerce) for a grant to the City of Seattle to provide funding to the Seattle Social Housing Public Development Authority (PDA) for start-up costs, consistent with the requirements of Initiative Measure 135 (I-135). This amendment would accept the grant and add \$180,000 to the Department of Finance and Administrative Services (FAS) to expend those funds.

Based on discussions to date with Commerce, the City anticipates receiving a \$180,000 grant award later in the fall (Commerce will retain \$20,000 for administrative purposes). Authorizing the acceptance of this grant in the Mid-year Grant ORD and providing appropriation authority contingent on receipt of the funds, allows FAS to move expeditiously to contract with the PDA as soon as the City receives the award. The grant proceeds may only be used for costs associated with creating social housing developments, operating costs associated with maintaining social housing developments, and administrative costs of operating social housing.

Background

Approved by voters on February 14, 2023, I-135 requires that the City provide limited in-kind assistance for the first 18 months of startup support to the PDA. This grant provides some initial funding in 2023, in addition to the \$20,000 proposed in Council Bill 120618 (Mid-year Supplemental Budget ORD, for this purpose. The Council anticipates that the Mayor's 2024 Proposed Mid-biennial Budget Adjustments will include additional funding for the PDA's start-up costs.

Amend Section 1 of CB 120617 as follows:

Section 1. For each item in the following table, the head of the listed department 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 |
|--------------|--|--|---|---|--|
| 1.00 | Department of Education and Early Learning | Washington Student Achievement Council | The goal of the City of Seattle Postsecondary Success Network project is to expand adult capacity to provide culturally relevant college and career readiness guidance and mentorship to high school juniors and seniors that propels students into postsecondary opportunities and ignites career exploration, and to extend those mentoring relationships through the first two years of students' postsecondary education. | General Fund (00100) | \$1,250,000 |
| *** | | | | | |
| <u>1.34</u> | <u>Department of Finance and Administrative Services</u> | <u>WA State Department of Commerce</u> | <u>The purpose of this state grant is to provide funding to the Seattle Social Housing Public Development Authority (PDA) via the City of Seattle for start-up costs for the PDA and to meet the requirements of the I-135, which concerns developing and maintaining affordable social housing in Seattle.</u> | <u>Finance and Administrative Services Fund (50300)</u> | <u>\$180,000</u> |
| Total | | | | | <u>\$126,390,925</u> <u>\$126,570,925</u> |

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 Finance & Housing
 August 2, 2023
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Amend Section 2 of CB 120617 as follows:

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 2023 Budget for the following items are increased from the funds shown, as follows:

| Item | Department | Fund | Budget Summary Level/BCL Code | CIP Project/ID | Change to 2023 Appropriations |
|--------------|--|---|---|-----------------------|--|
| 2.00 | Department of Education and Early Learning | General Fund (00100) | K-12 Programs (00100-BO-EE-IL200) | | \$1,250,000 |
| *** | | | | | |
| <u>2.25</u> | <u>Department of Finance and Administrative Services</u> | <u>Finance and Administrative Services Fund (50300)</u> | <u>City Finance (50300-BO-FA-CITYFINAN)</u> | | <u>\$180,000</u> |
| Total | | | | | <u>\$23,774,904</u> <u>\$23,954,904</u> |