

**SUMMARY and FISCAL NOTE\***

<b>Department:</b>	<b>Contact Person/Phone:</b>	<b>Executive Contact/Phone:</b>
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*\* 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**

**Legislation Title:** AN ORDINANCE relating to street and sidewalk use; amending the Street Use Permit Fee Schedule authorized by Section 15.04.074 of the Seattle Municipal Code.

**Summary and background of the Legislation:** This legislation updates and adjusts street use rates and fees to more closely follow policy goals for project and construction coordination, swift and certain permit enforcement, and mobility. As authorized in SMC 15.04.074, it also advances the goal of full-cost recovery for permitting.

**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.

<b>Budget program(s) affected:</b>				
<b>Estimated \$ Appropriation change</b>	<b>General Fund \$</b>		<b>Other \$</b>	
	<b>2018</b>	<b>2019</b>	<b>2018</b>	<b>2019</b>
	<b>\$0</b>		<b>\$0</b>	
<b>Estimated \$ Revenue change:</b>	<b>Revenue to General Fund</b>		<b>Revenue to Other Funds</b>	
	<b>2018</b>	<b>2019</b>	<b>2018</b>	<b>2019</b>
	<b>\$0</b>		<b>\$8,450,000</b>	
<b>Positions affected:</b>	<b>No. of Positions</b>		<b>Total FTE Change</b>	
	<b>2018</b>	<b>2019</b>	<b>2018</b>	<b>2019</b>
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Other departments affected:</b>	SDCI, SPU, SCL, Parks, OACA, DON			

**3.a. Appropriations**

       This legislation adds, changes, or deletes appropriations.

Appropriations associated with this legislation are included in the Mayor’s 2018 Proposed Budget.

### 3.b. Revenues/Reimbursements

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

#### Anticipated Revenue/Reimbursement Resulting from this Legislation:

Fund Name and Number	Dept	Revenue Source	2018 Estimated Revenue
10310 Transportation Operating Fund	SDOT	User Fees	\$8.45 million
<b>TOTAL</b>			<b>\$8.45 million</b>

#### Revenue/Reimbursement Notes:

The 2018 estimated revenue assumes that permit volume is consistent with current activity.

The revenue impact of this legislation is as follows:

- \$3.6 million increase due to rate changes;
- \$5.12 million increase due to issuance fee changes; and
- \$270,000 decrease due to renewal fee changes.

Under current law, base permit and hourly fees would increase by 2.75 percent effective January 1, 2018. The \$8.45 million revenue impact assumes rate changes are delayed until April 1, 2018 and represents the marginal increase in rates and fees due to this legislation.

### 3.c. Positions

This legislation adds, changes, or deletes positions.

### 4. OTHER IMPLICATIONS

- a) **Does the legislation have indirect or long-term financial impacts to the City of Seattle that are not reflected in the above?**  
Yes. This legislation advances the goal of full cost recovery for permitting activities, reducing the need for use and occupation fee subsidy for permit review, coordination, and inspection.
- b) **Is there financial cost or other impacts of not implementing the legislation?**  
Not increasing rates and fees will reduce the cost recovery of SDOT's permitting activities, increasing reliance on use and occupation fee subsidies. Experience suggests that regular periodic changes in certain fees help to maintain cost recovery levels and improve public understanding of costs.
- c) **Does this legislation affect any departments besides the originating department?**  
SDCI collects and bills certain fees for SDOT as part of the building permit process. Other departments that apply for and receive permits, including Seattle Public Utilities and Seattle City Light, will be impacted by these rate and fee increases. Public utilities and other public agencies represent a very small group of major permit applicants and

these rate and fee changes are intended to incentivize more careful permit and plan preparation and better-maintained work sites. Departments that currently have long-term public interest permits, including Parks, will have reduced renewal fees to incentivize more positive uses of the right of way, like street furniture and artwork.

**d) Is a public hearing required for this legislation?**

No.

**e) Does this legislation require landlords or sellers of real property to provide information regarding the property to a buyer or tenant?**

No.

**f) Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**

No.

**g) Does this legislation affect a piece of property?**

No.

**h) Please describe any perceived implication for the principles of the Race and Social Justice Initiative. Does this legislation impact vulnerable or historically disadvantaged communities?**

Fees affect all businesses and permit applicants. They should not disproportionately impact historically disadvantaged businesses.

**i) 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.

**j) Other Issues:**

**List attachments/exhibits below:**

Attachment 1 – Rate and Fee Comparison