SUMMARY and FISCAL NOTE*

Department:	Dept. Contact/Phone:	CBO Contact/Phone:
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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 related to the City Light Department; authorizing the General Manager and Chief Executive Officer of City Light to execute an operation and maintenance agreement and a telecommunications agreement, both with Public Utility District No. 1 of Snohomish County; and ratifying and confirming certain prior acts.

Summary and Background of the Legislation: The legislation renews agreements from 1991, (Ordinance 115624) authorizing the negotiations and agreements concerning North Mountain Substation operations and maintenance, power transfer, and telecommunications. City Light has a long-standing relationship with Public Utility District No. 1 of Snohomish County ("District") both as a neighbor and Public Power entity. City Light building and maintaining North Mountain substation was and continues to be the most cost-effective means for the District to service its Darrington, Washington area customers.

This Ordinance will continue the Agreements executed in 1991 and will obligate City Light to maintain North Mountain Substation and facilitate telecommunication services until August 1, 2042. The arrangement enables the District to serve its Darrington area load in the most cost effective manner. The Agreements provide a mechanism for the District to reimburse City Light's costs. This legislation continues the principle that the District pays the costs City Light incurs to maintain North Mountain Substation. As such, costs are passed through to the District. The main difference with the updated agreement is that the District will be directly billed for work as it occurs instead of a estimate based on a previous years costs.

The District is in the process of approving the proposed Agreements with their elected board with final approval expected by June 30th, 2022.

2. CAPITAL IMPROVEMENT PROGRAM

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

_Yes _X_No

3. SUMMARY OF FINANCIAL IMPLICATIONS

Does this legislation amend the Adopted Budget? Yes X No Does the legislation have other financial impacts to The City of Seattle that are not reflected in the above, including direct or indirect, short-term or long-term costs? No

Are there financial costs or other impacts of *not* implementing the legislation?

The District's Darrington Washington customers are dependent on City Lights North Mountain Substation for electrical service. Not renewing the agreements would force the District to build an environmentally impactful alternative at great expense. Not renewing the agreements would also damage a longstanding relationship with a Public Power neighbor.

4. OTHER IMPLICATIONS

- **a.** Does this legislation affect any departments besides the originating department? This legislation does not affect any departments besides City Light.
- b. Is a public hearing required for this legislation? $$\operatorname{No}$$
- c. Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation? No
- d. Does this legislation affect a piece of property? No
- e. Please describe any perceived implication for the principles of the Race and Social Justice Initiative. Does this legislation impact vulnerable or historically disadvantaged communities? What is the Language Access plan for any communications to the public? This legislation continues City Light facilitating the District in serving a small rural community in a least cost manner. No public communication regarding this legislation is required or planned.

f. Climate Change Implications

1. Emissions: Is this legislation likely to increase or decrease carbon emissions in a material way?

This legislation will not increase or decrease carbon emission in any way.

2. 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.

This legislation will not increase or decrease Seattle's resiliency to climate change in a material way.

g. 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)?

This legislation does not include a new initiative or major programmatic expansion.

Summary Attachments: N/A