

SUMMARY and FISCAL NOTE*

Department:	Contact Person/Phone:	Executive Contact/Phone:
LEG	Freeman / 48178	NA

** 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 the financing of Equitable Development Implementation Plan projects; authorizing the loan of funds from the Finance and Administrative Services Fund in the amount of \$6,500,000 to the General Subfund.

Summary and background of the Legislation:

This legislation authorizes an interfund loan of up to \$6,500,000 to implement equitable development projects identified in Resolution 31711. The loan will be repaid with proceeds from the sale of the Civic Square Block, also known as the Public Safety Block, no later than December 31, 2019.

In September 2016, Council passed Resolution 31711 in support of six community-initiated projects contained in the Equitable Development Implementation Plan (EDIP) that are identified as priorities for mitigating further displacement and increasing access to opportunity in the Central Area, the Chinatown/International District and South Seattle, including five community-sponsored capital projects: (1) the Rainier Beach Food Innovation District; (2) the Multicultural Community Center; (3) the South East Economic Opportunity Center; (4) the William Grose Center for Cultural Innovation; and (5) the Little Saigon Landmark Project.

These projects may need funding for land acquisition and other predevelopment activities before the sale of the Civic Square Block is complete. In the 2017 Adopted Budget the Council will create a reserve in Finance General and appropriation authority to implement (EDIP) projects.

2. CAPITAL IMPROVEMENT PROGRAM

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

Project Name:	Project I.D.:	Project Location:	Start Date:	End Date:	Total Cost:

3. SUMMARY OF FINANCIAL IMPLICATIONS

Please check one:

- ☐ This legislation has direct financial implications.
- ☒ This legislation does not have direct financial implications.

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, the legislation authorizes an interfund loan with attendant interest costs. Total interest costs are uncertain at this point because it is unknown when the draw would occur and how soon the loan could be repaid through a property sale.
- b) **Is there financial cost or other impacts of not implementing the legislation?**
If the loan is not authorized, equitable development projects that may receive loan funds could miss project development milestones, such as site acquisition.
- c) **Does this legislation affect any departments besides the originating department?**
Yes, the Department of Finance and Administrative Services.
- 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?**
Yes, proceeds from the sale of the City-owned Public Safety Block, which is bounded by Third Avenue, Cherry Street, Fourth Avenue, and James Street, in downtown Seattle.
- 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?**
The legislation has the potential for positive Race and Social Justice Initiative outcomes because it authorizes a loan to help fund community-generated, anti-displacement projects.

- 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:**

Not applicable.