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1	CITY OF SEATTLE
2	RESOLUTION31943
3 4 5 6	A RESOLUTION to initiate a University District Business Improvement Area. WHEREAS, the owners and operators of commercial, multifamily residential, and mixed-use
7	properties that are subject to 60 percent of the special assessment that would be assessed
8	upon the establishment of a Parking and Business Improvement Area filed a petition with
9	The City of Seattle pursuant to Chapter 35.87A RCW, and said petition is filed in Clerk
10	File 321659; and
11	WHEREAS, the City Council has reviewed the petition and letters of support, and determined it
12	is in the best interests of the City to proceed, as permitted by Chapter 35.87A RCW,
13	under the resolution method of creating a Parking and Business Improvement Area
14	instead of the petition method; NOW, THEREFORE,
15	BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SEATTLE THAT:
16	Section 1. The City Council finds and declares that:
17	A. Governor's Proclamation 20-28 prohibits agencies from taking action (as defined
18	in RCW 42.30.020), unless the matter is 1) necessary and routine; or 2) necessary to respond to
19	the COVID-19 public health emergency.
20	B. This legislation is necessary because allowing Parking and Business Improvement
21	Areas (BIAs) to expire would result in the loss of much needed funding for business district
22	management and improvement, and may also result in staff layoffs.
23	C. The City Council routinely reviews and approves BIAs.

1	Section 2. The City Council of The City of Seattle ("City") declares its intention to
2	establish a University District Parking and Business Improvement Area ("U. District BIA") in
3	accordance with Chapter 35.87A RCW.
4	Section 3. The U. District BIA shall be within the following boundaries as shown on the
5	map attached to this resolution as Exhibit A, including three additional benefit zones within the
6	U. District BIA boundaries (when a street or alley is named, the area boundary is the centerline
7	of the right-of-way including vacated portions unless otherwise specified in the description):
8	The U. District Business Improvement Area
9	From the southwest intersection of Brooklyn Ave NE and NE Ravenna Blvd, proceed
10	West along the northern property line of Parcel #5226300235; then proceed
11	South along the western property line of the same parcel (#5226300235); then proceed
12	East along the southern property line of the same parcel (#5226300235); then proceed
13	East across the centerline of Brooklyn Ave NE toward the southern property line of
14	Parcel #5226300165; then proceed
15	East toward the centerline of the alleyway between Brooklyn Ave NE and University
16	Way NE; then proceed
17	South along the centerline of the alleyway between Brooklyn Ave NE and University
18	Way NE toward NE 55th St at the southeast corner of Parcel # 8714600155; then proceed
19	West along the centerline of NE 55th St to the northwestern corner of Parcel
20	#2862100600; then proceed
21	South along the western property lines of Parcels #2862100600, #2862100590,
22	#2862100585, 2862100580, #2862100575, #2862100570, #2862100560, #2862100550,
23	toward NE 53rd St; then proceed
24	West along the centerline of NE 53rd St toward the southeast corner of NE 53rd St and
25	8th Ave NE; then proceed
26	South along the centerline of 8th Ave NE to the southwest corner of Parcel #2862100795;
27	then proceed
28	East along the southern property line of the same parcel (#2862100795) and Parcel
29	#2862100750 toward 9th Ave NE; then proceed
30	South along the centerline of 9th Ave NE toward the intersection of NE 50th and 9th Ave
31	NE; then proceed
32	West along the centerline of NE 50th St toward the northwest corner of Parcel
33	#0889000005 (University Playground); then proceed
34	South along the western property line of the same parcel (#0889000005); then proceed
35	East along the southern property line of the same parcel (#0889000005) toward the
36	intersection of NE 48th St and 9th Ave NE; then proceed
37 38	South along the centerline of 9th Ave NE toward the intersection of NE 47th St; then proceed

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1		West along the centerline of NE 47th toward the intersection of 7th Ave NE; then
2		proceed
3		South along the centerline of 7th Ave NE toward NE 45th St; then proceed
4		Southwest along the east edge of Interstate-5 toward NE 40th St; then proceed
5		East along the centerline of NE 40th St toward the intersection of Eastlake Ave NE; then
6		proceed
7		Northeast along the centerline of Eastlake Ave NE toward the intersection of NE Campus
8		Pkwy and Roosevelt Way NE; then proceed
9		North along the centerline of Roosevelt Way NE to the intersection of NE 41st St; then
10		proceed
10		East along the centerline of NE 41st St toward the southeast corner of Parcel
12		#1142001825; then proceed
12		North along the centerline of the alleyway between 11th Ave NE and Roosevelt Way NE
13		toward the southwest corner of Parcel #1142001810; then proceed
15		East along the southern property line of the same parcel (#1142001810) toward 11th Ave
16 17		NE; then proceed
17		East toward the southwest corner of Parcel #1142001725; then proceed
18		East along the southern property line of the same parcel (#1142001725) toward the
19		alleyway between 11th Ave NE and 12th Ave NE; then proceed
20		South toward the southwest corner of Parcel #1142001675; then proceed
21		East along the southern property line of the same parcel (#1142001675) toward the
22		centerline of 12th Ave NE; then proceed
23		South along the centerline of 12th Ave NE toward the intersection of NE 41st St; then
24		proceed
25		East along the centerline of NE 41st St toward the centerline of the alleyway between
26		University Way NE and 15th Ave NE; then proceed
27		North along the centerline of the alleyway between University Way NE and 15th Ave NE
28		toward the intersection of NE 42nd St; then proceed
29		East along the centerline of NE 42nd St toward the intersection of 15th Ave NE; then
30		proceed
31		North toward the intersection of NE 45th St; then proceed
32		East along the centerline of NE 45th St toward the alleyway between 17th Ave NE and
33		18th Ave NE; then proceed
34		North along the centerline in the alleyway between 17th Ave NE and 18th Ave NE
35		toward the intersection of NE 50th St; then proceed
36		West along the centerline of NE 50th St toward the alleyway between 15th Ave NE and
37		16th Ave NE; then proceed
38		North along the centerline of the alleyway between 15th Ave NE and 16th Ave NE
39		toward the intersection of NE 56th St; then proceed
40		West along the centerline of NE 56th St toward the alleyway between 15th Ave NE and
41		University Way NE; then proceed
42		North along the centerline of the alleyway between 15th Ave NE and University Way NE
43		toward the intersection of NE Ravenna Blvd; then proceed
44		West along the centerline of NE Ravenna Blvd to the point of origin at the southwest
45		corner of Brooklyn Ave NE.
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	OED U. District BIA Initiation RES D1e
1	The South Ave Cleaning Area
2	From the intersection of Brooklyn Avenue NE and NE 52nd Street, proceed east along
3	the centerline of NE 52nd Street to the centerline of the alleyway between University
4	Way NE and 15th Avenue NE; then proceed
5	South along the centerline of the alleyway between University Way NE and 15th Ave NE
6	to the centerline of NE 41st Street; then proceed
7	West along the centerline of NE 41st Street to the centerline of the alleyway between
8	Brooklyn Avenue NE and University Way NE; then proceed
9	North along the centerline of the alleyway until the southern property line of the parcel
10	on the southeast corner of NE 43rd Street and Brooklyn Avenue NE (Parcel
11	#1142001140); then proceed
12	West along the southern property line of Parcel #1142001140; then proceed
13	Across Brooklyn Avenue NE and along the southern property line of the property on the
14	southwest corner of the intersection of NE 43th Street and Brooklyn Avenue NE (Parcel
15	# 1142000905); then proceed
16	Along the southern property line of the property on the southeast corner of 12th Avenue
17	NE and NE 43rd Street (Parcel #1142001020) to the centerline of 12th Avenue NE; then
18	proceed
19 20	North along the centerline of 12th Avenue NE until the centerline of NE 45th Street; then
20	proceed East along the contarling of NE 45th Street to the contarling of the allowness between 12th
21	East along the centerline of NE 45th Street to the centerline of the alleyway between 12th
22	Avenue NE and Brooklyn Avenue NE; then proceed
23 24	North along the centerline of the alleyway between 12th Avenue NE and Brooklyn
24 25	Avenue NE to the centerline of NE 50th Street; then proceed
23 26	East along NE 50th Street to the centerline of Brooklyn Avenue NE; then proceed
20 27	North along the centerline of Brooklyn Avenue NE to the point of origin at the centerline of NE 52nd Street.
21	of the 52nd Street.
28	The North Ave Cleaning Area
29	From the intersection of NE Ravenna Boulevard and the alleyway between Brooklyn
30	Avenue NE and University Way NE, proceed east along the centerline of NE Ravenna
31	Boulevard to the centerline of the alleyway between University Way NE and 15th
32	Avenue NE; then proceed
33	South along the centerline of the alleyway between University Way NE and 15th Avenue
34	NE to the centerline of NE 52nd Street; then proceed
35	West along the centerline of NE 52nd Street to the centerline of the alleyway between
36	Brooklyn Avenue NE and University Way NE; then proceed
37	North along the centerline of the alleyway to the point of origin at the centerline of NE
38	Ravenna Boulevard.
39	In case of a conflict between the descriptions of the areas and the map, the descriptions
40	shall control.
41	Section 4. Programs. Special assessment revenues shall be used for the following
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42	component programs:

	OED U. District BIA Initiation RES D1e	
1	A. Cleaning and Public Safety;	
2	B. Events and Marketing;	
3	C. Policy and Advocacy, but not related to land use or zoning changes;	
4	D. Economic Development, including efforts to prevent small businesses within the	
5	district area from being displaced;	
6	E. Urban Vitality, Public Realm, and the Built Environment;	
7	F. Planning; and	
8	G. Program Management.	
9	All such activities are supplemental to street maintenance and law enforcement provided	
10	by the City and are not intended to displace any services regularly provided by municipal	
11	government.	
12	Section 5. There shall be an advisory board whose membership is comprised of	
13	ratepayers representative of the entire geography and variety of sizes in the U. District BIA,	
14	businesses, and business tenants within the U. District BIA, and may include public agencies and	
15	residents.	
16	Section 6. To finance the programs authorized in Section 4 of this resolution, there is	
17	proposed a 12-year special assessment to be levied and collected from the owners of business	
18	property, multifamily residential property (buildings containing four or more residential units),	
19	and mixed-use property (multifamily residential and commercial) located within the boundaries	
20	of the U. District BIA described in Section 3 of this resolution. The U. District BIA will annually	
21	update records based on data and information from King County and the City. The base	
22	assessments in 2020-2021 will be based upon 2019-2020 U. District BIA Assessments from the	

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1	Department of Finance and Administrative Services, plus an inflation factor of 2.375 percent and
2	a one-time 10 percent increase for program expansion.
3	A. U. District Fund Area Base Formula = $($0.25 x (Established Base Year Total Taxable)$
4	Value/\$1000 + CPI Factors) x 2.375 percent x 10 percent increase).
5	B. U. District Fund Area New Benefit Formula = (\$0.275 x (Established Base Year Total
6	Taxable Value of Property/\$1,000)). Total Taxable Value = Land + Improvements. This
7	calculation is called the "New Benefit Formula."
8	C. South Cleaning Area First Year Assessment = (\$0.16 x (Total Lot Square Feet)).
9	D. North Cleaning Area First Year Assessment = (\$0.09 x (Total Lot Square Feet)).
10	E. Greater District Cleaning Area (all other properties outside the South and North
11	Cleaning Areas) First Year Assessment = (\$0.03 x (Total Lot Square Feet)).
12	F. Modifications or limitations to these assessments are described below.
13	1. If the Total Appraised Value (Land + Improvements) and Total Taxable Value
14	(Land + Improvements) in the King County Assessor's records are not equal, tax-exempt rates
15	for nonprofits and churches may apply under the following rules:
16	a. If the Total Taxable Value is zero, then calculate the U. District BIA
17	First Year Assessment using the Total Appraised Value of the property at 25 percent of the Base
18	Formula ((\$0.275 x (Total Appraised Value/\$1,000)) x 25 percent). If the property is located
19	within either Cleaning Area, apply the corresponding Cleaning Area Formula at 25 percent.
20	b. If the Total Taxable Value and the Total Appraised Value are not equal,
21	then:
22	1) Apply the full rate of the Base Formula to the Total Taxable
23	Value (\$0.275 x (Total Taxable Value/\$1,000)) and apply 25 percent of the Base Formula to the

1 difference between the Total Appraised and Taxable Values ((Total Appraised Value - Total 2 Taxable Value)/\$1,000) x 25 percent). These two calculated amounts are then added together for 3 the First Year Assessment. As an example, Building A has a property tax exemption for a portion 4 of its building. Its Total Taxable Value is \$700,000 and its Total Appraised Value is \$1,000,000. 5 The full rate of the Base Formula will be applied to \$700,000 and then 25 percent of the Base 6 Formula will be applied to the difference between the two values, or \$300,000. The assessment 7 would be: $(\$0.275 \times (\$700,000/\$1,000)) + ((25 \text{ percent } \times (\$0.275 \times (\$300,000/\$1,000))) = \$192.5$ 8 + \$20.63 = \$213.13.

9 2) If the property is located within either of the Cleaning Areas, 10 then apply the full Cleaning Area Formula to the percentage of the Lot Square Footage that is 11 equivalent to (Total Taxable Value / Total Appraised Value) and apply 25 percent of the 12 corresponding Cleaning Area Formula to the percentage of the Lot Square Footage that is 13 equivalent to (Total Appraised Value - Total Taxable Value) / Total Appraised Value. For 14 example, Building A is located in the North Cleaning Area, has a Lot Square Footage of 10,000, 15 Taxable Value of \$700,000 and Appraised Value of \$1,000,000. The North Cleaning Area First 16 17 $10,000 \ge (\$300,000/\$1,000,000)) = \$630 + \$67.50 = \$697.50.$

18 G. Multifamily Tax Exemption (MFTE). If a property is owned by a for-profit entity and
19 qualifies for the MFTE exemption from the City, the Base Year Assessment and Cleaning Area
20 Formula will be calculated using the Total Appraised Value upon 100 percent completion of the
21 building and/or authorization of the MFTE.

H. For the properties where the Property Taxpayer on record is "UNIVERSITY OF
WASHINGTON," unique circumstances require an assessment reflecting the unique nature of

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the University's presence in the District. This assessment supersedes subsections 6.A through
 6.E above. The aggregate First Year Assessment for all properties owned by the University of
 Washington within the U. District BIA will be \$423,115. In subsequent years, the University of
 Washington's U. District BIA assessment will be subject to the same CPI Factor as other
 properties within the BIA.

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1. Properties owned by governmental entities will not be assessed, except as provided in this subsection 6.H.

8 2. Government agencies owning property within the District may contribute to the
9 funding of District services but are not directly charged. The Program Manager may negotiate
10 funding contributions and/or services with relevant governmental agencies, to supplement
11 existing U. District BIA services where appropriate.

I. Ratepayers will be assessed by the City for 24 semi-annual installments beginning with the year of the authorization (2020).

In 2020, properties will be assessed using the First Year Base Assessments for
 the U. District BIA, Greater District Cleaning Area, South Cleaning Area, and North Cleaning
 Area as set forth in this Section 6.

2. For each year following the first year of authorization, assessments will be
 calculated using a "CPI Factor" that is based on the Consumer Price Index for All Urban
 Consumers in Seattle-Tacoma-Bellevue ("CPI-U-Seattle") as published monthly by the U.S.
 Department of Labor, Bureau of Labor Statistics (available at: http://www.bls.gov/eag/
 eag.wa_seattle_msa.htm). For the U. District Fund Area Base Assessment, the CPI Factor will be
 the lesser of three percent per year or the percentage change in CPI-U-Seattle between

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and Greater District Cleaning Areas, the actual CPI shall be used and not limited to three percent. J. "New Benefit Area" shall be added to the assessment roll on an annual basis, and will supersede the previous assessment for that parcel. A New Benefit Area is created when a parcel's Net Building Square Footage increases as a result of either a new building or significant expansion of an existing building, as recorded by the King County Assessor's Office. The Base Formula for a New Benefit Area will be calculated using the new King County Assessor's values in the Base Formula multiplied by the annual CPI Factor in effect, and the corresponding Cleaning Area Formula factor (reflecting the updated Total Lot Square Footage) multiplied by the annual CPI Factor in effect. New BIA assessments will be billed at the next regularly scheduled billing period established by the Department of Finance and Administrative Services. K. Rate Changes. Changes in assessment rates other than as described in this section shall only be authorized by ordinance consistent with RCW 35.87A.140 and with the approval of the

14 BIA Advisory Board and shall not occur more than one time per year.

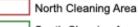
EXHIBIT A: UDBIA PROPOSED BOUNDARIES



Proposed New U District BIA Boundary

<u>.</u>.... Current BIA Boundary i

Proposed BIA Boundary



South Cleaning Area

University of Washington Campus City of Seattle Parks

