

**CITY OF SEATTLE**  
**ORDINANCE** 126093  
**COUNCIL BILL** 119779

AN ORDINANCE establishing a new University District Parking and Business Improvement Area (BIA); levying special assessments upon owners of commercial, multifamily residential property, and mixed-use property within the BIA; providing for the deposit of revenues in a special account and expenditures therefrom; providing for collection of and penalties for delinquencies; providing for the establishment of a BIA Advisory Board; providing for an implementation agreement with a Program Manager; providing for the continuity of services and the transfer of any remaining funds from the current U. District BIA account that was established in 2015 by Ordinance 124761; and ratifying and confirming certain acts related thereto.

WHEREAS, Chapter 35.87A RCW authorizes The City of Seattle (“City”) to establish business improvement areas to provide special benefits to business and property owners within a defined geographic area through the imposition of special assessments; and

WHEREAS, the current University District Parking and Business Improvement Area (“2015 U. District BIA”), which was established in 2015 by Ordinance 124761 to provide services and amenities for ratepayers paid through a levy of special assessments, is set to expire on May 31, 2020; and

WHEREAS, to gauge the percentage of special assessments that were reflected in signed petitions, City staff followed RCW 35.87A.010, and calculated the dollar amount of the special assessment that each commercial, multifamily residential, or mixed-use property would pay, and compared the dollar amount represented by signed petitions and letters of support to the estimated total for the entire proposed University District Parking and Business Improvement Area (“U. District BIA”), and the result was nearly 65.4 percent, which exceeds the threshold of 60 percent stated in RCW 35.87A.010; and

1 WHEREAS, the City Council adopted Resolution 31943, initiating a new U. District BIA via the  
2 resolution method instead of the petition method as provided for in RCW 35.87A.030;  
3 and

4 WHEREAS, pursuant to RCW 35.87A.040, the City Council on April 27, 2020, adopted  
5 Resolution 31944 entitled “A RESOLUTION of intention to establish a University  
6 District Parking and Business Improvement Area and fix a date and place for a hearing  
7 thereon,” which stated its intention to establish the new U. District BIA, the proposed  
8 boundaries, and the proposed programs, and which set the date and time for a public  
9 hearing; and

10 WHEREAS, the purpose of the new U. District BIA is to enhance conditions for the commercial,  
11 multifamily residential, and mixed-use properties by performing activities that go beyond  
12 the basic services provided by the City; and

13 WHEREAS, as provided by Resolution 31944, the City Council, through its Community  
14 Economic Development Committee, held a remote public hearing at 9:30 a.m. on May  
15 27, 2020; and

16 WHEREAS, the testimony received at that hearing resulted in the City Council determining that  
17 establishing a new U. District BIA is in the best interest of the owners of commercial,  
18 multifamily residential, and mixed-use properties within the U. District BIA’s  
19 boundaries; NOW, THEREFORE,

1 **BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:**

2 **Section 1.** The City Council finds and declares that:

3 A. On February 29, 2020, Governor Inslee proclaimed a State of Emergency for all  
4 counties throughout the State of Washington as a result of the confirmed person-to-person spread  
5 of COVID-19 in Washington State.

6 B. The COVID-19 disease, caused by a virus that spreads easily from person to  
7 person and which may cause serious injury and death, has spread throughout King County and  
8 Seattle.

9 C. On March 3, 2020, Mayor Durkan issued a Proclamation of Civil Emergency,  
10 declaring a civil emergency within Seattle based on the confirmed spread of COVID-19 in King  
11 County and resulting deaths.

12 D. In recognition of the danger that hospitals may become overwhelmed with  
13 COVID-19 patients unless the spread of the disease is slowed, on March 23, 2020, Governor  
14 Inslee imposed a stay-home order throughout Washington State, prohibiting all people in the  
15 State from leaving their homes or participating in gatherings with only limited exceptions for  
16 participating in essential activities or essential business services. The order is currently in effect  
17 through May 31, 2020.

18 E. Governor's Proclamation 20-28 prohibits agencies from taking action (as defined  
19 in RCW 42.30.020), unless the matter is (1) necessary and routine; or (2) necessary to respond to  
20 the COVID-19 public health emergency.

21 F. This legislation is necessary because allowing Parking and Business Improvement  
22 Areas (BIAs) to expire would result in the loss of much needed funding for business district  
23 management and improvement, and may also result in staff layoffs.

1           G.       The City Council routinely reviews and approves BIAs.

2           **Section 2.** Area established. As authorized by Chapter 35.87A RCW, there is established  
3 a University District Parking and Business Improvement Area (“U. District BIA”) within the  
4 following boundaries as shown on the map attached to this ordinance as Exhibit A, including  
5 three additional benefit zones within the U. District BIA boundaries (when a street or alley is  
6 named, the area boundary is the centerline of the right-of-way including vacated portions unless  
7 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 South along the centerline of 9th Ave NE toward the intersection of NE 47th St; then  
38 proceed

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  
11 East along the centerline of NE 41st St toward the southeast corner of Parcel  
12 #1142001825; then proceed  
13 North along the centerline of the alleyway between 11th Ave NE and Roosevelt Way NE  
14 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 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.

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          North along the centerline of 12th Avenue NE until the centerline of NE 45th Street; then  
20          proceed  
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          North along the centerline of the alleyway between 12th Avenue NE and Brooklyn  
24          Avenue NE to the centerline of NE 50th Street; then proceed  
25          East along NE 50th Street to the centerline of Brooklyn Avenue NE; then proceed  
26          North along the centerline of Brooklyn Avenue NE to the point of origin at the centerline  
27          of NE 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 3. Programs.** Special assessment revenues shall be used for the following  
42 component programs:

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 4.** To finance the programs authorized in Section 3 of this ordinance, there is  
13 proposed a 12-year special assessment to be levied and collected from the owners of business  
14 property, multifamily residential property (buildings containing four or more residential units),  
15 and mixed-use property (multifamily residential and commercial) located within the boundaries  
16 of the U. District BIA described in Section 2 of this ordinance. The U. District BIA will annually  
17 update records based on data and information from King County and the City. The “First Year  
18 Base Assessments” in 2020-2021 will be based upon the base year used to calculate the 2019-  
19 2020 U. District BIA Assessments from the Department of Finance and Administrative Services  
20 (FAS) (“Established Base Year”), plus an inflation factor of 2.375 percent and a one-time 10  
21 percent increase for program expansion. The “Total Taxable Value” is the value of the land plus  
22 the value of improvements.

1           A. U. District Fund Area Base Formula =  $(\$0.25 \times (\text{Established Base Year Total Taxable Value}/\$1000 + 2016\text{-}2020 \text{ CPI Factors}) + 2.375 \text{ percent inflation factor} + 10 \text{ percent})$ .

3           B. U. District Fund Area New Benefit Formula =  $(\$0.275 \times (\text{Updated Base Year Total Taxable Value}/\$1,000))$ .

5           C. South Cleaning Area First Year Assessment =  $(\$0.16 \times (\text{Total Lot Square Feet}))$ .

6           D. North Cleaning Area First Year Assessment =  $(\$0.09 \times (\text{Total Lot Square Feet}))$ .

7           E. Greater District Cleaning Area (all other properties outside the South and North Cleaning Areas) First Year Assessment =  $(\$0.03 \times (\text{Total Lot Square Feet}))$ .

9           F. Modifications or limitations to these assessments are described below.

10           1. If the Total Appraised Value (Land + Improvements) and Total Taxable Value (Land + Improvements) in the King County Assessor's records are not equal, tax-exempt rates for nonprofits, churches, and other exempt properties may apply under the following rules:

13           a. If the Total Taxable Value is zero, then calculate the U. District BIA First Year Assessment using the Total Appraised Value of the property at 25 percent of the Base Formula  $(\$0.275 \times (\text{Total Appraised Value}/\$1,000)) \times 25 \text{ percent}$ . If the property is located within either Cleaning Area, apply the corresponding Cleaning Area Formula at 25 percent.

17           b. If the Total Taxable Value and the Total Appraised Value are not equal, then:

19           1) Apply the full rate of the Base Formula to the Total Taxable Value  $(\$0.275 \times (\text{Total Taxable Value}/\$1,000))$  and apply 25 percent of the Base Formula to the difference between the Total Appraised and Taxable Values  $((\text{Total Appraised Value} - \text{Total Taxable Value})/\$1,000) \times 25 \text{ percent}$ . These two calculated amounts are then added together for the First Year Assessment. As an example, Building A has a property tax exemption for a portion



1 of its building. Its Total Taxable Value is \$700,000 and its Total Appraised Value is \$1,000,000.  
2 The full rate of the Base Formula will be applied to \$700,000 and then 25 percent of the Base  
3 Formula will be applied to the difference between the two values, or \$300,000. The assessment  
4 would be:  $(\$0.275 \times (\$700,000/\$1,000)) + ((25 \text{ percent} \times (\$0.275 \times (\$300,000/\$1,000))) = \$192.5$   
5  $+ \$20.63 = \$213.13$ .

6 2) If the property is located within either of the Cleaning Areas,  
7 then apply the full Cleaning Area Formula to the percentage of the Lot Square Footage that is  
8 equivalent to  $(\text{Total Taxable Value} / \text{Total Appraised Value})$  and apply 25 percent of the  
9 corresponding Cleaning Area Formula to the percentage of the Lot Square Footage that is  
10 equivalent to  $(\text{Total Appraised Value} - \text{Total Taxable Value}) / \text{Total Appraised Value}$ . For  
11 example, Building A is located in the North Cleaning Area, has a Lot Square Footage of 10,000,  
12 Taxable Value of \$700,000 and Appraised Value of \$1,000,000. The North Cleaning Area First  
13 Year Assessment would be  $(\$0.09 \times 10,000 \times (\$700,000/\$1,000,000)) + (25 \text{ percent} \times \$0.09 \times$   
14  $10,000 \times (\$300,000/\$1,000,000)) = \$630 + \$67.50 = \$697.50$ .

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

19 H. For the properties where the Property Taxpayer on record is "UNIVERSITY OF  
20 WASHINGTON," unique circumstances require an assessment reflecting the unique nature of  
21 the University's presence in the District. This assessment supersedes subsections 4.A through  
22 4.E above. The aggregate First Year Assessment for all properties owned by the University of  
23 Washington within the BIA area will be \$423,115. In subsequent years, the University of

1 Washington’s BIA assessment will be subject to the same CPI Factor as other properties within  
2 the BIA.

3 1. Properties owned by governmental agencies will not be assessed, except as  
4 provided in this subsection 4.H.

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

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

11 1. In 2020, properties will be assessed using the First Year Base Assessments for  
12 the U. District BIA and, depending on which cleaning area the property is located in, an  
13 assessment for the Greater District Cleaning Area, South Cleaning Area, or North Cleaning Area  
14 as set forth in this Section 4.

15 2. For each year following the first year of authorization, assessments will be  
16 calculated using a “CPI Factor” that is based on the Consumer Price Index for All Urban  
17 Consumers in Seattle-Tacoma-Bellevue (“CPI-U-Seattle”) as published monthly by the U.S.  
18 Department of Labor, Bureau of Labor Statistics (available at: [http://www.bls.gov/eag/  
19 eag.wa\\_seattle\\_msa.htm](http://www.bls.gov/eag/eag.wa_seattle_msa.htm)). For the U. District Fund Area Base Assessment, the CPI Factor will be  
20 the lesser of three percent per year or the percentage change in CPI-U-Seattle between  
21 September 2020 and September of the year prior to the assessment year. For the North, South,  
22 and Greater District Cleaning Areas, the actual CPI shall be used and not limited to three percent.

1 J. “New Benefit Area” shall be added to the assessment roll on an annual basis, and will  
2 supersede the previous assessment for that parcel. A New Benefit Area is created when a parcel’s  
3 Net Building Square Footage increases as a result of either a new building or significant  
4 expansion of an existing building, as recorded by the King County Assessor’s Office (“Updated  
5 Base Year”). The Base Formula for a New Benefit Area will be calculated using the new King  
6 County Assessor’s values in the Base Formula multiplied by the annual CPI Factor in effect, and  
7 the corresponding Cleaning Area Formula factor (reflecting the updated Total Lot Square  
8 Footage) multiplied by the annual CPI Factor in effect. New BIA assessments will be billed at  
9 the next regularly scheduled billing period established by the Department of Finance and  
10 Administrative Services.

11 K. Rate Changes. Changes in assessment rates other than as described in this section shall  
12 only be authorized by ordinance consistent with RCW 35.87A.140 and with the approval of the  
13 BIA Advisory Board and shall not occur more than one time per year.

14 **Section 5. Administration.** The Director of Finance and Administrative Services (“FAS  
15 Director”) shall administer the program for the City with authority to:

16 A. Collect the special assessments; refund special assessments when overpaid or  
17 otherwise improperly collected; extend the deadline for payment; and waive delinquency  
18 charges, processing fees, and interest whenever the delinquency results from extenuating  
19 circumstances beyond the ratepayer’s control, such as a casualty loss causing premature closure  
20 of the business or bankruptcy, or the total payment due to the City (exclusive of delinquency  
21 charges and interest) is \$10 or less;

22 B. Calculate and collect the interest, delinquency charges, and processing fees for late  
23 payments; and

1 C. Accept and deposit advance payment of assessments by ratepayers; accept donations  
2 from governmental agencies, the public, and owners and operators of businesses on property that  
3 is developed or redeveloped during the existence of the U. District BIA for U. District BIA  
4 programs.

5 **Section 6.** The Director of the Office of Economic Development (“OED Director”) is  
6 authorized to contract with any local non-profit entity to act as the Program Manager. The  
7 Program Manager’s duties, subject to the approval of the ratepayers at each annual meeting, will  
8 be to manage the day-to-day operations of the U. District BIA and to administer the projects and  
9 activities.

10 The OED Director shall contract with the U District Partnership or other local non-profit  
11 entity to serve as the initial Program Manager.

12 The OED Director shall establish and follow a competitive process to select a Program  
13 Manager every five years. The selection process shall include outreach to viable candidates;  
14 publication of requests for proposals; and a selection process that takes into consideration criteria  
15 designed to find a qualified and effective Program Manager.

16 Meetings of the Program Manager’s board or committee at which U. District BIA-funded  
17 activities are anticipated to be discussed shall be open to the public, with at least five days’  
18 advance notice posted by the Program Manager(s) on its website and also disseminated by any  
19 other means that the Program Manager(s) generally uses to communicate.

20 **Section 7.** Special assessments shall be billed on a semi-annual basis. The FAS Director  
21 may change the billing frequency by directive to an interval no more frequent than quarterly. The  
22 FAS Director shall mail a copy of a directive issued under this section to all ratepayers not less  
23 than 90 days before the new billing due date is to take effect.

1           **Section 8.** If an assessment has not been paid within 30 days after its due date, the FAS  
2 Director shall send a reminder notice and add a \$5 processing fee. If the assessment is not paid  
3 within 60 days after its due date, a delinquency charge shall be added in the amount of ten  
4 percent of the assessment. All assessments that are not paid within 60 days of the due date shall  
5 also bear interest from the due date at 12 percent per annum. The FAS Director is authorized to  
6 refer any unpaid assessments to a collection agency or to bring an action to collect any unpaid  
7 assessments in any court of competent jurisdiction in King County.

8           **Section 9.** Notices of assessment, installment payments, or delinquency, and all other  
9 notices contemplated by this ordinance may be sent by ordinary mail or delivered by the City to  
10 the address shown on the records of the FAS Director, and, if no address is shown there, to the  
11 address shown on the records of the King County Assessor’s Office. Failure of the ratepayer to  
12 receive any mailed notice shall not release the ratepayer from the duty to pay the assessment on  
13 the due date and any interest, delinquency charges, and processing fees.

14           **Section 10.** Any ratepayer aggrieved by the amount of an assessment or delinquency  
15 charge may on request obtain a meeting with FAS. If not satisfied, the ratepayer may appeal the  
16 matter to the City’s Hearing Examiner in the manner provided for a contested case under Seattle  
17 Municipal Code Chapter 3.02. The ratepayer has the burden of proof to show that the assessment  
18 or delinquency charge is incorrect.

19           **Section 11.** The City may conduct random audits of ratepayers to ensure that assessments  
20 are being properly calculated and reported.

21           **Section 12.** Expenditures from the Account shall be made upon demand and presentation  
22 of documentation of allowable expenses to the FAS Director by the program manager and shall  
23 be used exclusively for the programs as defined in Section 3 of this ordinance.

1           **Section 13.** The OED Director shall, within 30 days of the effective date of this  
2 ordinance, appoint an interim BIA Advisory Board comprised of ratepayers representative of the  
3 entire geography and variety of sizes in the U. District BIA, and residents and business tenants  
4 from within the U. District BIA. The OED Director shall solicit recommendations from the  
5 ratepayers and shall appoint the interim board from that list. The interim BIA Advisory Board  
6 will, within 90 days of the effective date of this ordinance, recommend an inaugural BIA  
7 Advisory Board (“Board”). The composition of the Board shall be representative of the varying  
8 sizes and types of property owners, residents, and businesses tenants within the geographic area  
9 of the U. District BIA, and may include public agencies.

10           For both the interim, inaugural, and permanent Boards:

- 11           1. No more than 35 percent of the members or five members, whichever number is lower,  
12 shall represent the University of Washington;
- 13           2. At least one member shall be a resident (owner);
- 14           3. At least one member shall be a resident (tenant);
- 15           4. At least three members shall be commercial tenants, including at least two tenants  
16 subject to a triple net lease; and
- 17           5. At least 80 percent of all the members shall be ratepayers. At least one member shall  
18 be a ratepayer contributing less than 0.5 percent of the total assessment.

19           The OED Director shall appoint the inaugural Board members from the list recommended  
20 by the interim BIA Advisory Board. The OED Director may appoint additional members to the  
21 Board beyond those recommended by the interim BIA Advisory Board to ensure a broad  
22 representation of ratepayers, provided that the additional members so appointed do not exceed  
23 one-third of the entire membership of the Board.

1           As a prerequisite to serving on the Board, each member shall sign an acknowledgment,  
2 prepared by the OED Director, that they will abide by City ordinances related to business  
3 improvement areas and exercise fiduciary responsibility to collect and spend the special  
4 assessment revenues exclusively for the programs identified in Section 3 of this ordinance.

5           The Board shall be responsible for adopting bylaws and policy guidelines; recommending  
6 approval of budgets, expenditures, and programs; and providing advice and consultation to the  
7 OED and FAS Directors and to the Program Manager. The bylaws shall establish staggered  
8 terms for Board members, with no Board member serving more than two consecutive three-year  
9 terms. Any sitting Board member at the time of the 2020 reauthorization of the BIA shall be able  
10 to complete their term, then be allowed to be recommended and appointed to serve one  
11 additional term.

12           The Board shall meet at least once quarterly; recommend an annual work program and  
13 budget; address and discuss ratepayer concerns and questions regarding the U. District BIA  
14 programs; and sponsor an annual ratepayers' meeting. Meetings of the Board shall be open to the  
15 public, with at least five days' advance notice posted by the program manager on its website and  
16 also disseminated by any other means that the program manager generally uses to communicate.

17           At the annual ratepayers' meeting, the Board shall present its proposed work plan and  
18 budget for the next year, and its recommendation regarding whether to continue with the current  
19 Program Manager. The work plan, budget, and recommendation regarding whether to continue  
20 with the current Program Manager must be approved by a vote of the ratepayers and submitted to  
21 the Office of Economic Development.

22           The Board and Program Manager shall work with the Office of Economic Development  
23 to evaluate the U. District BIA's programs and services and shall report their findings to the City

1 Council when a request to modify or renew the U. District BIA is proposed, or in five years from  
2 the time of formation, whichever is sooner.

3       **Section 14.** The OED Director or the OED Director’s designee is authorized to enter into  
4 an agreement with the program manager of the 2015 U. District BIA to provide for continuity of  
5 services, fulfillment of any liabilities, and distribution of remaining funds in the 2015 U. District  
6 BIA Account for the benefit of the 2015 U. District BIA ratepayers, and transfer any remaining  
7 de minimis funds and receivables in the 2015 U. District BIA Account to an account established  
8 by the City on behalf of the U. District BIA.

9       **Section 15.** The U. District BIA shall have a term of 12 years and will expire 12 years  
10 after the date that the area is established. Upon a petition signed by ratepayers that would pay 60  
11 percent of the proposed special assessments, the BIA Advisory Board shall request that the City  
12 Council disestablish the U. District BIA in accordance with Chapter 35.87A RCW.

13       **Section 16.** The making of contracts and expenditures and the sending of assessment  
14 notices consistent with the authority of this ordinance taken after its passage and prior to its  
15 effective date are ratified and confirmed.



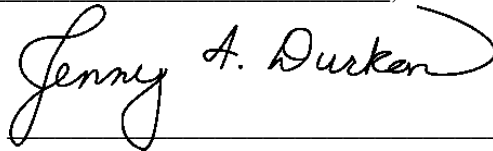
1           **Section 17.** This ordinance shall take effect and be in force 30 days after its approval by  
2 the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it  
3 shall take effect as provided by Seattle Municipal Code Section 1.04.020.

4           Adopted by the City Council the 8th day of June, 2020,  
5 and signed by me in open session in authentication of its adoption this 8th day of  
6 June, 2020.



7 \_\_\_\_\_  
8 President \_\_\_\_\_ of the City Council

9 The Mayor concurred the 12th day of June, 2020.



10 \_\_\_\_\_  
11 Jenny A. Durkan, Mayor

12 Filed by me this 12th day of June, 2020.

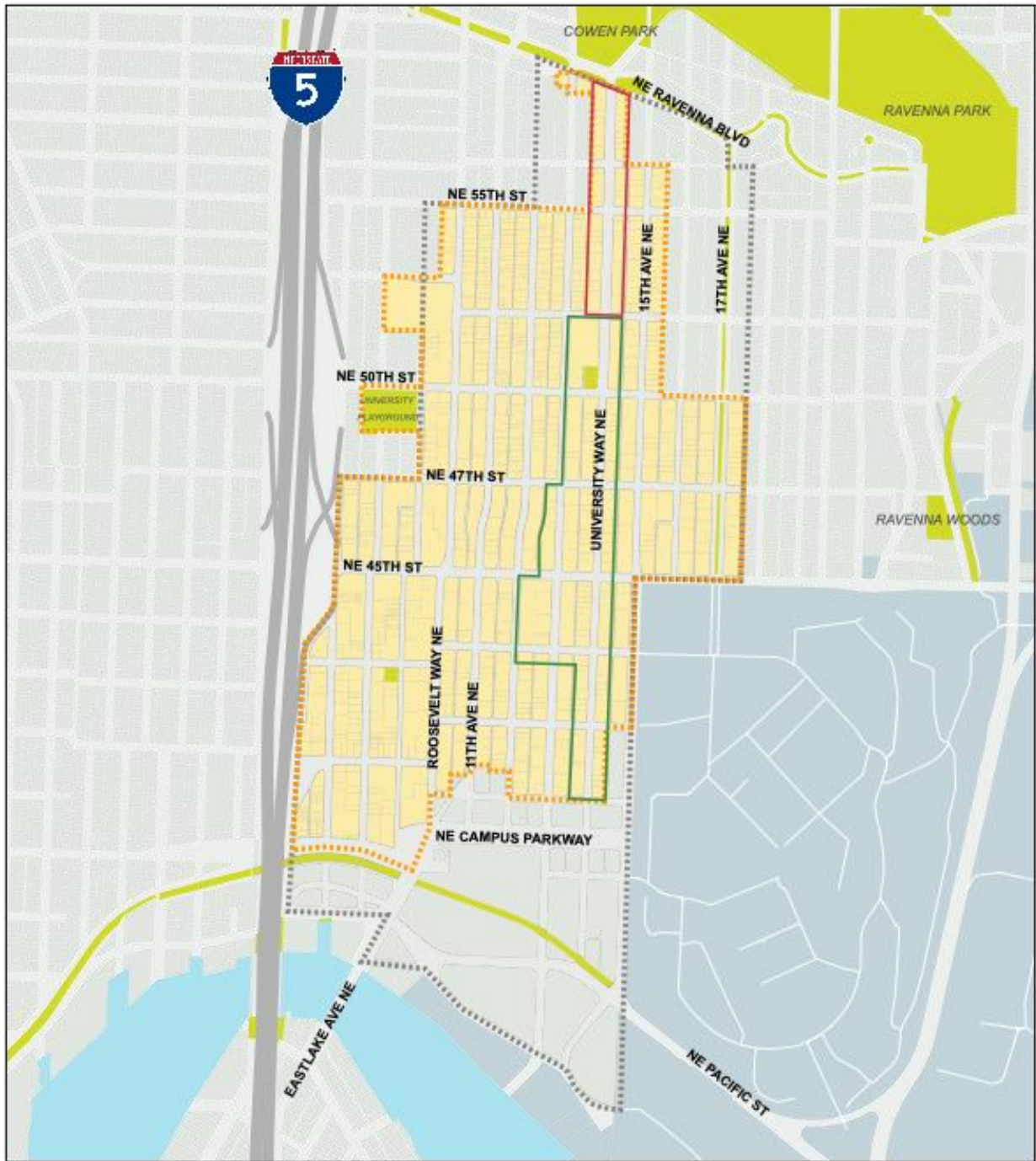


13 \_\_\_\_\_  
14 Monica Martinez Simmons, City Clerk

15 (Seal)

16 Attachments:  
17 Exhibit A – University District Business Improvement Area

### EXHIBIT A: UDBIA PROPOSED BOUNDARIES



#### Proposed New U District BIA Boundary

