SEATTLE CITY COUNCIL

Legislative Summary

CB 118451

Record No.: CB 118451
Version: 1
Type: Ordinance (Ord) 124823
Status: Passed
In Control: City Clerk
File Created: 06/15/2015
Final Action: 08/07/2015

Title: AN ORDINANCE relating to the Summit Re-Implementation project in the Department of Finance and Administrative Services; amending Ordinance 124648, which adopted the 2015 Budget; establishing the 2016 Multipurpose LTGO Bond Fund; authorizing the loan of funds from the City's Consolidated (Residual) Cash Pool, or its participating funds, in the amount of $22,000,000, to the 2016 and 2017 Multipurpose LTGO Bond Funds for bridge financing of the Summit Re-Implementation project; establishing a budget control level in the 2016 Multipurpose LTGO Bond Fund; increasing appropriations in the 2016 Multipurpose LTGO Bond Fund; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

Date

Notes:

Filed with City Clerk:

Mayor's Signature:

Sponsors: Licata

Vetoed by Mayor:

Veto Overridden:

Veto Sustained:

Attachments:

Drafter: kristi.beattie@seattle.gov

Filing Requirements/Dept Action:

History of Legislative File **Legal Notice Published:** ☐ Yes ☐ No

Version:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
1	Mayor	06/23/2015	Mayor's leg transmitted to Council	City Clerk			
	Action Text:	The Council Bill (CB) was Mayor's leg transmitted to Council. to the City Clerk					
	Notes:						
1	City Clerk	06/23/2015	sent for review	Council President's Office			
	Action Text:	The Council Bill (CB) was sent for review. to the Council President's Office					

Notes:

1	Council President's Office	06/25/2015	sent for review	Finance and Culture Committee	

Action Text: The Council Bill (CB) was sent for review. to the Finance and Culture Committee
Notes:

1	Finance and Culture Committee	07/29/2015	pass		Pass

Action Text: The Committee recommends that Full Council pass the Council Bill (CB).
Notes:

In Favor: 3 Chair Licata, Vice Chair Godden, Member Burgess

Opposed: 0

1	Full Council	08/03/2015	passed		Pass

Action Text: The Council Bill (CB) was passed by the following vote and the President signed the Bill:
Notes:

In Favor: 8 Councilmember Bagshaw, Council President Burgess, Councilmember Godden, Councilmember Harrell, Councilmember Licata, Councilmember O'Brien, Councilmember Okamoto, Councilmember Sawant

Opposed: 0

1	City Clerk	08/04/2015	submitted for Mayor's signature	Mayor	

Action Text: The Council Bill (CB) was submitted for Mayor's signature. to the Mayor
Notes:

1	Mayor	08/07/2015	Signed		

Action Text: The Council Bill (CB) was Signed.
Notes:

1	Mayor	08/07/2015	returned	City Clerk	

Action Text: The Council Bill (CB) was returned. to the City Clerk
Notes:

1	City Clerk	08/07/2015	attested by City Clerk		

Action Text: The Ordinance (Ord) was attested by City Clerk.
Notes:

CITY OF SEATTLE

ORDINANCE 124823

COUNCIL BILL 118451

AN ORDINANCE relating to the Summit Re-Implementation project in the Department of Finance and Administrative Services; amending Ordinance 124648, which adopted the 2015 Budget; establishing the 2016 Multipurpose LTGO Bond Fund; authorizing the loan of funds from the City's Consolidated (Residual) Cash Pool, or its participating funds, in the amount of $22,000,000, to the 2016 and 2017 Multipurpose LTGO Bond Funds for bridge financing of the Summit Re-Implementation project; establishing a budget control level in the 2016 Multipurpose LTGO Bond Fund; increasing appropriations in the 2016 Multipurpose LTGO Bond Fund; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

WHEREAS, the City's Financial Management and Accountability Program (FinMAP) was initiated in 2011 through City Council Resolution 31332 to strengthen financial management policies and procedures and includes the Summit Re-Implementation (SRI) project; and

WHEREAS, Summit is the City's financial management information technology system, built with Oracle's PeopleSoft product line, and vendor support has expired for the City's PeopleSoft version 8.8, leaving Summit at significant risk for potential system failure since it is incompatible with new versions of certain supporting software; and

WHEREAS, the Executive has endorsed a scope for implementation of the SRI project that will: make progress on standardizing departments' use of Summit, optimize the City's chart of accounts; transition to a project-centric accounting model; re-engineer City business processes and department systems to take advantage of PeopleSoft functionality; and implement the Procure to Pay module for certain departments; and

WHEREAS, the Council provided authorization for debt financing through limited tax general obligation (LTGO) bonds in 2013 and 2014 for the SRI development phase; and

WHEREAS, the Executive intends to seek Council approval to issue additional LTGO bonds in 2016 and 2017 to fund the SRI implementation phase; and

WHEREAS, the Department of Finance and Administrative Services requires bridge financing for the SRI implementation phase in advance of the 2016 LTGO bond issuance, and may need additional bridge financing in advance of the 2017 LTGO bond issuance; and

WHEREAS, Seattle Municipal Code Section 5.06.030.C requires City Council approval by ordinance of any interfund loan for a duration of more than 90 days; and

WHEREAS, in the normal course of business the City may temporarily lend cash between funds to maintain required balances; and

WHEREAS, there is sufficient cash in the City's Consolidated (Residual) Cash Pool or its participating funds to support a revolving loan of up to $22,000,000 through the end of 2017; and

WHEREAS, funds loaned by the City's Consolidated (Residual) Cash Pool to the 2016 and 2017 Multipurpose LTGO Bond Funds for the purpose of bridge financing of the SRI project is anticipated to be repaid from the proceeds of the sale of LTGO bonds in 2016 and 2017; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. The Director of Finance is authorized to create in the City Treasury the 2016 Multipurpose LTGO Bond Fund, into which the principal proceeds and any premium received from the sale and delivery of limited tax general obligation (LTGO) bonds in 2016 shall be deposited for the purpose of paying all or part of the costs of various elements of the City's

capital improvement program and other City purposes approved by ordinance. The Fund shall receive earnings on its positive balances and pay interest on its negative balances. The Director of Finance is authorized to create other Subfunds, Accounts, or Subaccounts as may be needed.

Section 2. The Director of Finance is authorized to make a revolving loan of up to $22,000,000 principal and interest outstanding at any one time from the City's Consolidated (Residual) Cash Pool or its participating funds to the 2016 and 2017 Multipurpose LTGO Bond Funds, to provide bridge financing for the implementation phase of the SRI project being undertaken by the Department of Finance and Administrative Services (FAS). The loan is to be repaid no later than December 31, 2017 with interest on the loan at the rate of return of the City's Consolidated (Residual) Cash Pool. The entire principal and interest amount of the loan drawn in advance of the LTGO bond issuances in 2016 and 2017, respectively, shall be repaid with proceeds from the sale of 2016 and 2017 LTGO bonds, respectively, subject to future authorization by ordinance of the 2016 and 2017 LTGO bonds.

Section 3. The Director of Finance may effectuate the loan authorized in Section 2 by transferring cash from one or more funds participating in the City's Consolidated (Residual) Cash Pool to the 2016 Multipurpose LTGO Bond Fund, or the 2017 Multipurpose LTGO Bond Fund, subject to it being established by future ordinance, or by carrying the 2016 or 2017 Multipurpose LTGO Bond Funds in a negative cash position in an amount not to exceed $22,000,000 until no later than December 31, 2017. The Director of Finance is further authorized to establish, and modify if necessary from time to time, a repayment plan and schedule.

Section 4. In order to pay for necessary capital costs and expenses incurred or to be incurred the appropriation for the following item in the 2015 Adopted Budget is increased from the fund shown, as follows:

Fund	Department	Budget Control Level	Amount
2016 Multipurpose LTGO Bond Fund	FAS	Information Technology (A1IT)	$11,000,000

Section 5. The 2015 Adopted Budget is amended with the creation of the following new budget control level added to Attachment A of Ordinance 124648 as follows:

Item	Fund	Dept	BCL Code	BCL Name	BCL Purpose
5.1	2016 Multipurpose LTGO Bond Fund	FAS	36300-A1IT	Information Technology (36300-CIP)	The purpose of the Information Technology Budget Control Level (BCL) is to replace, upgrade or maintain FAS information technology systems to meet the evolving enterprise activities of the City. The BCL is funded by the 2016 LTGO Bond Fund (36300).

Section 6. Any act consistent with the authority of this ordinance taken after its passage and prior to its effective date is ratified and confirmed.

Section 7. This ordinance shall take effect and be in force 30 days after its approval by the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it shall take effect as provided by Seattle Municipal Code Section 1.04.020.

Passed by a 3/4 vote of all the members of the City Council the 3rd day of August, 2015, and signed by me in open session in authentication of its passage this 3rd day of August, 2015.

President _____ of the City Council

Approved by me this 7th day of August, 2015.

Edward B. Murray, Mayor

Filed by me this 7th day of AUGUST, 2015.

Monica Martinez Simmons, City Clerk

(Seal)

STATE OF WASHINGTON -- KING COUNTY

--ss.

327420 No.

CITY OF SEATTLE,CLERKS OFFICE

Affidavit of Publication

The undersigned, on oath states that he is an authorized representative of The Daily Journal of Commerce, a daily newspaper, which newspaper is a legal newspaper of general circulation and it is now and has been for more than six months prior to the date of publication hereinafter referred to, published in the English language continuously as a daily newspaper in Seattle, King County, Washington, and it is now and during all of said time was printed in an office maintained at the aforesaid place of publication of this newspaper. The Daily Journal of Commerce was on the 12th day of June, 1941, approved as a legal newspaper by the Superior Court of King County.

The notice in the exact form annexed, was published in regular issues of The Daily Journal of Commerce, which was regularly distributed to its subscribers during the below stated period. The annexed notice, a

CT:124822-825 TITLE ONLY

was published on

08/13/15

The amount of the fee charged for the foregoing publication is the sum of $85.25 which amount has been paid in full.

Subscribed and sworn to before me on

08/13/2015

Notary public for the State of Washington,
residing in Seattle

Affidavit of Publication

State of Washington, King County

City of Seattle

The full text of the following legislation, passed by the City Council on August 3, 2015, and published below by title only, will be mailed upon request, or can be accessed at http://clerk.seattle.gov. For information on upcoming meetings of the Seattle City Council, please visit http://www.seattle.gov/council/calendar. Contact: Office of the City Clerk at (206) 684-8344.

Ordinance 124822

AN ORDINANCE appropriating money to pay certain audited claims and ordering the payment thereof.

Ordinance 124823

AN ORDINANCE relating to the Summit Re-Implementation project in the Department of Finance and Administrative Services; amending Ordinance 124648, which adopted the 2015 Budget; establishing the 2016 Multipurpose LTGO Bond Fund; authorizing the loan of funds from the City's Consolidated (Residual) Cash Pool, or its participating funds, in the amount of $22,000,000, to the 2016 and 2017 Multipurpose LTGO Bond Funds for bridge financing of the Summit Re-Implementation project; establishing a budget control level in the 2016 Multipurpose LTGO Bond Fund; increasing appropriations in the 2016 Multipurpose LTGO Bond Fund; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

Ordinance 124824

AN ORDINANCE relating to the Seattle Public Utilities; declaring certain real property rights as being surplus to the City's municipal utility needs; granting a non-exclusive easement to Puget Sound Energy, for electrical power distribution purposes, a portion of the City's Tolt Pipeline right of way, located in the South One-half of Section 17 and the Northeast Quarter of Section 20, Township 26 North, Range 6 East, W.M., King County, Washington; and ratifying and confirming certain prior acts.

Ordinance 124825

AN ORDINANCE relating to Seattle Public Utilities; authorizing the Director of Seattle Public Utilities to execute an interagency agreement with the Washington Department of Fish and Wildlife for provision of long-term monitoring and evaluation activities for the Cedar River Hatchery Program; and ratifying and confirming prior acts.

Date of publication in the Seattle Daily Journal of Commerce, August 13, 2015.

8/13(327420)