



SEATTLE CITY COUNCIL

Legislative Summary

CB 118494

Record No.: CB 118494

Type: Ordinance (Ord)

Status: Passed

Version: 2

124936

In Control: City Clerk

File Created: 08/06/2015

Final Action: 12/04/2015

Title: AN ORDINANCE relating to the water system of Seattle Public Utilities; declaring real property in the City of Lake Forest Park known as the Kenmore Reservoir Site to be surplus to The City of Seattle's needs and authorizing the Director of Seattle Public Utilities to sell the property through an open competitive process.

Date

Notes:

Filed with City Clerk:

Mayor's Signature:

Sponsors: Bagshaw

Vetoed by Mayor:

Veto Overridden:

Veto Sustained:

Attachments: Att 2 - Final Report on Reuse and Disposal

Drafter: bob.hennessey@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	08/18/2015	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	08/18/2015	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	08/19/2015	sent for review	Seattle Public Utilities and Neighborhoods Committee			
	Action Text: The Council Bill (CB) was sent for review. to the Seattle Public Utilities and Neighborhoods Committee						
	Notes:						

- 1 Full Council 09/08/2015 referred Seattle Public Utilities and Neighborhoods Committee
- 1 Seattle Public Utilities and Neighborhoods Committee 09/17/2015 discussed
Action Text: The Council Bill (CB) was discussed.
Notes:
- 1 Seattle Public Utilities and Neighborhoods Committee 11/19/2015 pass as amended Pass
Action Text: The Committee recommends that Full Council pass as amended the Council Bill (CB).
Notes:
In Favor: 2 Chair Bagshaw, Vice Chair Sawant
Opposed: 0
- 2 Full Council 11/30/2015 passed Pass
Action Text: The Council Bill (CB) was passed by the following vote and the President signed the Bill:
Notes:
In Favor: 8 Council President Burgess, Councilmember Bagshaw, Councilmember Godden, Councilmember Gonzalez, Councilmember Harrell, Councilmember Licata, Councilmember O'Brien, Councilmember Rasmussen
Opposed: 0
- 2 City Clerk 12/02/2015 submitted for Mayor Mayor's signature
Action Text: The Council Bill (CB) was submitted for Mayor's signature. to the Mayor
Notes:
- 2 Mayor 12/04/2015 Signed
Action Text: The Council Bill (CB) was Signed.
Notes:
- 2 Mayor 12/04/2015 returned City Clerk
Action Text: The Council Bill (CB) was returned. to the City Clerk
Notes:
- 2 City Clerk 12/04/2015 attested by City Clerk
Action Text: The Ordinance (Ord) was attested by City Clerk.
Notes:
-

CITY OF SEATTLE
ORDINANCE 124936
COUNCIL BILL 118494

AN ORDINANCE relating to the water system of Seattle Public Utilities; declaring real property in the City of Lake Forest Park known as the Kenmore Reservoir Site to be surplus to The City of Seattle's needs and authorizing the Director of Seattle Public Utilities to sell the property through an open competitive process.

WHEREAS, the Seattle Water Department acquired Lot 31 and a portion of Lot 30, Block 8, First Addition to Lake Forest Park pursuant to Ordinance 97895 and Ordinance 98081 as a water reservoir site; and

WHEREAS, the Seattle Water Department acquired Lots 32 and 33, Block 8, First Addition to Lake Forest Park pursuant to Ordinance 97895 and Ordinance 101069 as a water reservoir site; and

WHEREAS, the need for a water reservoir at the Kenmore Reservoir Site was eliminated by subsequent analysis; and

WHEREAS, the Kenmore Reservoir Site is excess to the needs of Seattle Public Utilities; and

WHEREAS, the City by Resolution 30862 adopted amended Procedures for the Evaluation of the Reuse and Disposal of the City's Real Property (Procedures), which established a uniform evaluation process for the reuse or disposal of real property the City owns in fee simple; and

WHEREAS, no other City department or other governmental agency proposed a public use for this property; and

WHEREAS, the Department of Finance and Administrative Services recommends in its Final Report and Recommendation that the property be offered for sale through an open competitive process, and the Real Estate Oversight Committee concurs with that recommendation; NOW, THEREFORE,

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

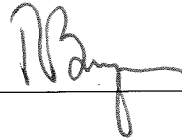
2 Section 1. Pursuant to provisions of RCW 35.94.040 and after a public hearing, the real
3 property in King County, Washington, known as Seattle Public Utilities' Kenmore Reservoir
4 site, legally described in Attachment 1 attached hereto, is hereby found and declared to be
5 surplus to the City's needs and no longer required for providing public utility service.

6 Section 2. As requested by the Director of Seattle Public Utilities and recommended by
7 the Department of Finance and Administrative Services in the Final Report On Reuse and
8 Disposal of the Seattle Public Utilities Kenmore Reservoir Site PMA 724 dated July 9, 2014,
9 attached hereto as Attachment 2, the Director of Seattle Public Utilities is authorized to offer the
10 surplus property described in Attachment 1 for sale by open competitive process, to accept the
11 best offer for the purchase of the property, and to execute, deliver, and record, for and on behalf
12 of The City of Seattle, all agreements and documents necessary for such conveyance to the
13 purchaser.

14 Section 3. Proceeds from the sale authorized herein shall be deposited into Seattle Public
15 Utilities' Water Fund – 43000.

1 Section 4. This ordinance shall take effect and be in force on July 1, 2016.

2 Passed by the City Council the 30th day of NOVEMBER, 2015, and
3 signed by me in open session in authentication of its passage this 30th day of
4 NOVEMBER, 2015.

5 

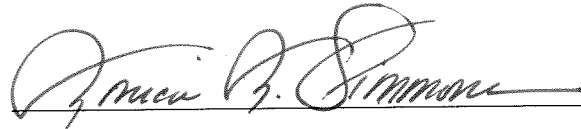
6 _____
7 President _____ of the City Council

8
9 Approved by me this 4th day of December, 2015.

10 

11 _____
12 Edward B. Murray Mayor

13
14 Filed by me this 4th day of December, 2015.

15 

16 _____
17 Monica Martinez Simmons, City Clerk

18
19 (Seal)

20
21 Attachments:

22 Attachment 1: Legal Description of Property

23 Attachment 2: Final Report On Reuse and Disposal of the Seattle Public Utilities Kenmore
24 Reservoir Site PMA 724 dated July 9, 2014

Attachment 2: Final Report On Reuse and Disposal of the Seattle Public Utilities Kenmore Reservoir Site PMA 724 dated July 9, 2014

*Final Report on Reuse and Disposal of the
Seattle Public Utilities Kenmore Reservoir Site
PMA 724
July 9, 2014*

Purpose of the Final Report

In response to Seattle Public Utilities (SPU), a City of Seattle Jurisdictional Department, identifying property as “Excess” to their needs, the Real Estate Services (RES) section of the Department of Finance and Administrative Services (FAS) initiates a process to review and evaluate various options for real property. RES prepared a report titled “Preliminary Recommendation Report on the Reuse and Disposal of Excess Property” (Preliminary Report), which documented the analysis and recommendations for the disposition of this property. The Preliminary Report was prepared in accordance with City of Seattle Council Resolution 29799, as modified by Resolution 30862. This Final Report is prepared as an update to the Preliminary Report that incorporates public comments and additional information received during the review process.

Executive Recommendation

As no current or future municipal use has been identified for the City of Seattle to continue ownership of PMA 724, and that the City of Lake Forest Park City Council has decided not to pursue the purchase of the property, RES recommends to the Executive that PMA 724 be sold at fair market value through an open and competitive process managed by RES.

Background Information

The property is located near the intersection of 40th PI NE and 45th PI NE. (See Appendix A for a detailed property description.) A portion of PMA 724 was originally acquired under the authority of Ordinance No. 98081 in 1969 for water reservoir site purposes as an asset of the Water Utility. The other portion of PMA 724 was originally acquired under the authority of Ordinance No. 101069 in 1972 for establishment of the Kenmore reservoir site, a municipal water service facility. There are no extraordinary ordinances, laws or regulations that apply to these properties.

Reuse or Disposal Options Evaluation Guidelines

City of Seattle Resolution 29799, Section 1, requires the Executive to make its recommendation for the reuse or disposal of any property that is not needed by a Department using the following guidelines;

Guideline A: Consistency

The analysis should consider the purpose for which the property was originally acquired, funding sources used to acquire the property, terms and conditions of original acquisition, the title or deed conveying the property, or any other contract or instrument by which the City is bound or to which the property is subject, and City, state or federal ordinances, statues and regulations.

Funding Sources: The property was purchased with City funds from the Water Fund.

Purpose for which property was acquired: The property was purchased as a site for a new reservoir.

Deed or contractual restrictions: The property is not bound by any other contracts or instruments and is not subject to any extraordinary laws or regulations. The property is not used by the City for other uses.

City, State or Federal Ordinance status and regulations including, Bond, grant or loan programs, State Accountancy Act, Payment of True and full value, Zoning and land use, Comprehensive Plan, and Other plans: State Law requires that utility funds receive fair market value for disposals of surplus real property. No City of Seattle plans or programs apply to this property. City of Lake Forest Park zoning and development regulations apply to any future development of this property.

Guideline B: Compatibility and Suitability

The recommendation should reflect an assessment of the potential for use of the property in support of adopted Neighborhood Plans; as or in support of low-income housing and/or affordable housing; in support of economic development; for park or open space; in support of Sound Transit Link Light Rail station area development; as or in support of child care facilities; and in support of other priorities reflected in adopted City policies.

Neighborhood Plan: The subject properties are located within the City of Lake Forest Park and are outside the corporate limits of the City of Seattle. Therefore, there are no priorities reflected in adopted Seattle policies that could be served by this particular property.

Housing and Economic Development: King County Housing Authority inquired in 2008 if the property could be used for housing, although the cost of development and zoning of the property may make the site unsuitable for low income housing. The sale of the property to the private owner will return the property to the active tax rolls, and the market will determine the best use of the property.

Nearby City owned property: The City of Seattle owns the Lake Forest Park reservoir, which is approximately 1,400 feet away. As part of the water infrastructure, the city of Seattle also owns several fee owned water supply line properties within this neighborhood.

Other City Uses: In 2008, RES received Excess Property Response Forms indicating no interest from the following departments or public agencies: King County Metro, Seattle Police Department, Seattle Public Library, Seattle Human Services Dept., Seattle Office of Housing and the Seattle Department of Parks and Recreation. In 2014, RES updated the excess property description and circulated to other City Departments for comment. No other City Departments expressed interest in the property.

Other Agencies Uses: An Excess Property Notice for this property was circulated in May 2008 to assess City of Seattle department and public entity interest in use of the property. As a result of the 2008 notice, King County was interested in the property for development of affordable housing, although no funds have been appropriated for acquisition of this specific property, the County has said it might be willing to trade lands located within the City. The City of Lake Forest Park proposed to acquire the property for a nature preserve or passive park with walking trails. The City of Lake Forest Park had identified some potential funding sources, but has not identified appropriated funds to purchase the property. In 2014, RES updated the Excess Property Notice sent to other agencies. No agencies responded with an interest to purchase the property. In January 2014 representatives from SPU and FAS met with the representatives from the City of Lake Forest Park to discuss a potential of a negotiated sale of the property at the fair market value. In June 2014 the City of Lake Forest Park decided not to buy the property.

Range of Options

The “Guiding Principles for the Reuse and Disposal of Real Property” state, “it is the intent of the City to strategically utilize Real Property in order to further the City’s goals and to avoid holding properties without an adopted municipal purpose.” The options for disposition of this property include retention by the City for a public purpose, negotiated sale with a motivated purchaser, market sale, or through a request for proposal process.

Transfer of Jurisdiction to other City Department: No other City Department expressed a need for the property.

Negotiated Sale: A negotiated sale is typically recommended when the selection of a particular purchaser has specific benefits to the City. A negotiated sale with the City of Lake Forest Park was considered, but the City of Lake Forest Park declined to pursue a negotiated sale.

Sale through an open competitive process: An offering of the property at the appraised fair market values is one option. A sale through a public competitive sale process will allow the market to determine the optimum price for this property.

Request for Proposal Process: This process is used when specific development goals are desired. SPU does not have a development plan for this property.

Guideline C: Other Factors

The recommendation should consider the highest and best use of the property, compatibility of the proposed use with the physical characteristics of the property and with surrounding uses, timing and term of the proposed use, appropriateness of the consideration to be received, unique attributes that make the property hard to replace, potential for consolidation with adjacent public property to accomplish future goals and objectives, conditions in the real estate market, and known environmental factors that may affect the value of the property.

Highest and Best Use: The Highest and Best Use is generally defined as the reasonably probable and legal use that produces the highest property value, which is determined by evaluating if the use is:

- ***Physically possible:*** The subject property is heavily treed and has sloped topography. The highest elevation is on the northern parcel near 40th Place NE and the property slopes generally to the west and south. There is an elevation difference of approximately 100 vertical feet across the length from NE to SW with an overall slope of approximately 17%. A small stream runs north to south across the western fourth of the subject property. Development of this property will be challenging due to these physical characteristics.
- ***Legally permissible:*** The subject property is zoned RS 9,600 Single Family Residential in the City of Lake Forest Park and is intended for single family development. The highest and best use of the subject property is single family residential or other uses allowed by the City of Lake Forest Park code and regulations.
- ***Financially feasible and maximally productive:*** A full feasibility study would be required to determine which of the permitted uses would be maximally productive for the subject property. It is possible and reasonable to assume that any permitted uses that are expected to produce a positive residual return to the land are regarded as financially feasible.

The highest and best use of this property is for single family residential development.

Compatibility with the physical characteristics and surrounding uses: The subject property is in an area of Lake Forest Park that was developed in the 1950s and 1960s. More recent development has occurred to the west of the subject property, but the development north, south and east appears to have been established for some time. The subject parcels are undeveloped as are some of the privately owned parcels in the vicinity. Parcels to the west range in size from 7,000 to 10,000 SF. Parcels north, south and east are generally larger, on the order of a ½ acre (21,000 SF or more). Single family residential is the exclusive land use in the vicinity.

Appropriateness of the consideration: SPU will seek authorization from the Seattle City Council to authorize the Director or designee to market the property through an open and competitive sales process, and to accept the highest competitive offer over a minimum threshold established by an appraisal of the property.

Unique Attributes: PMA 724 is unique in that it consists of two parcels that, combined, may constitute the largest undeveloped piece of land in the City of Lake Forest Park.

Potential for Consolidation with adjacent public property: There are no public properties that lie adjacent to PMA No. 724.

Conditions in the real estate market: The real estate market in the Lake Forest Park, Shoreline, and Kenmore area of King County remains fairly stable, and is recovering from the great recession. Although property values have stalled or depreciated slightly, the scarcity of undeveloped land in the Seattle area means that in the long term, property values will stay strong.

Known environmental factors: A review of property files and a drive-by inspection of the property have been conducted. There is no evidence to suggest that further environmental assessments or investigations are warranted at this time. As noted previously, a stream runs north to south across the subject property as well some steep slopes.

Guideline D: Sale

The recommendation should evaluate the potential for selling the property to non-City public entities and to members of the general public.

Potential for Use by Non-City Public Entities: In 2008, the City of Lake Forest Park expressed interest in acquiring the property for a park and requested three years to secure funding. The City of Lake Forest Park has been unable to secure funding. In 2008 King County has expressed interest in acquiring the subject property for the construction of affordable housing.

In 2014 RES contacted King County and City of Lake Forest Park to see if either organization was interested in pursuing the acquisition of the property. King County did not respond. City of Lake Forest Park Council declined to pursue the purchase of the property.

Public Involvement: In accordance with Resolution Nos. 29799 and 30862, in May 2008, a notice concerning disposition or other use of this property was sent to all residences and owners within a 1,000 foot radius of the subject properties. A total of 343 notices were mailed. Twenty-three (23) responses were received from the public in response to the letter. Nineteen of the 23 want the space to remain green and open, possibly as a park. One responder suggests multiple uses of the property including an Olympic swimming pool and a day care. One person wants to acquire plants before they may be bulldozed. Another responder asks whether it is possible to purchase a portion of the property adjacent to their home, and lastly someone suggests that this property be exchanged with other property less suitable for development in the City of Lake Forest Park on which development has been proposed.

The City adopted policies require a re-notification is sent to the property owners and residents within 1000 feet of the property if a final report or a recommendation is not forwarded to council within 18 months of the date that the Initial Public Notice was sent. A revised notice was sent February 2014 that includes reference to the preliminary recommendation report.

Threshold Determination

The Disposition Procedures require RES assess the complexity of the issues on each excess property following the initial round of public involvement. The purpose of this analysis is to structure the extent of additional public input that should be obtained prior to forwarding a recommendation to the City Council.

The Disposition Procedures provide that RES assesses the complexity of the issues on each excess property following the initial round of public involvement. The purpose of this analysis is to structure the extent of additional public input that should be obtained prior to forwarding a recommendation to the City Council. The Property Review Process Determination Form prepared for PMA 724, Kenmore Reservoir Site is attached as Appendix B. Due to the nature of the property, the extent of public comment on the excess property, its estimated value, and the recommendation to sell, disposition of this property was initially determined to be a ‘Complex’ transaction. With the Final Report, the Property Review Process Determination Form has been updated. The City of Lake Forest Park and other agencies have not expressed interest in purchasing the property, thus the disposition of this property is now determined to be a ‘Simple’ transaction and a public involvement plan is not required.

Preliminary recommendation report

- FAS published the preliminary recommendations report on the RES web site.
- RES also sent notice of the report’s availability to the Real Estate Oversight Committee (REOC), and to all City Departments and Public Agencies that expressed an interest in the Excess Property, and to members of the public who have provided input.
- FAS posted a notice sign visible to the public along the street frontage abutting the Excess Property.
- FAS received comments on the Preliminary Report for at least 30 days after the notice was sent, and continued to document comments after the comment period.

Public comment on preliminary recommendation report and 2014 public notice

FAS received the following public comments as a result of the 2014 public comment opportunity:

Eleven total comments were received that included comments from 16 Lake Forest Park residents. One comment was in support of selling the land to a developer to building new homes, and the other comments supported the property remaining in a natural state or park and being acquired by the City of Lake Forest Park.

Next Steps

This Final Report is published on the RES website, and notices are sent to parties of record.

Seattle Public Utilities will include the Final Report with any legislation necessary to implement the recommendation for this excess property. As required by RCW 35.94.040 for utility property,

there will be a public hearing on the proposed sale of the property. A notice of the public hearing will be published 14 days in advance of the hearing.

FAS will continue to take public comment, and share that information with the City Council, until the Council holds the public hearing and votes on the legislation.

Appendix A
EXCESS PROPERTY DESCRIPTION
February 24, 2014
Updated 7/9/2014

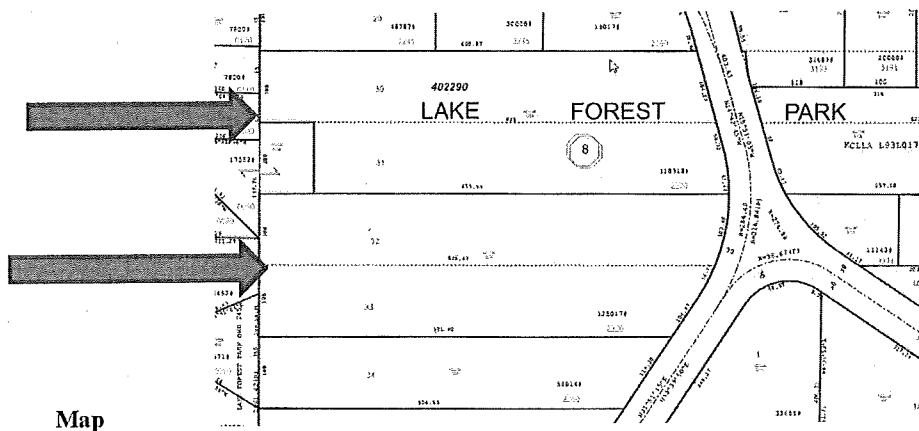
Seattle Public Utilities, as the Jurisdictional Department of this City owned property has identified the following information about this excess property.

Property Name: Kenmore Reservoir Site

PMA	Size*	Parcel #	Address	2014 Value	Zoning	Short Legal Description
724	125,017 118,918	4022902270	19031 40 th PI	\$400,00- \$800,000	RS9600 RS9600	Lake Forest Park Add, block 8, lot
		4022902320	NE			30-31 less W 80 of lot 31"
		19021 40 th PI	Lake Forest Park Add, block 8, Lot			
			NE			32-33

Property Location: City of Lake Forest Park. NE ¼ of SW ¼ of Section 03, Township 26 N, Range 04 E., W.M. Near intersection of 40th PI NE and 45th PI NE.

Legal Description: Lots 30,31, 32, and 33, Block 8, First Addition to Lake Forest Park, according to plat recorded in Volume 20 of Plats, page 82, in King County, Washington; EXCEPT the west 80 feet of said Lot 31.



Map

History: Lots 30 and 31 were purchased in 1969. Lots 32 and 33 were condemned in 1972. This parcel was to have a 5 million gallon capacity water reservoir constructed in 1972 to provide storage and fire protection for the service area of Lake Forest Park. A letter in 1979 states that "subsequent developments would change our storage requirements in the North End and cause us to conclude that this facility need not be constructed at this location".

The property was circulated in 2008. City of Lake Forest Park expressed interest in purchasing the property. SPU has received word that they have decided not to purchase the property.

6/9/1969 Condemnation Ordinance 97853, AN ORDINANCE providing for the acquisition by condemnation of land and other property in Block 8, First Addition to Lake Forest Park, for the establishment of the Kenmore Reservoir Site project.

6/23/1969 Acquisition Ordinance 97895 AN ORDINANCE relating to the Water Department, authorizing the acquisition of certain property for the site of a water tank to serve the Lake Forest Park area and making an appropriation from the Water Fund therefor.

8/25/1969 Acceptance Ordinance 98081 AN ORDINANCE accepting a deed from Gordon A. Randall to a portion of Lots 30 and 31, Block 8, First Addition to Lake Forest Park, for water reservoir site purposes.

5/19/1972 King County Superior Court Cause 728395, Condemnation for Kenmore Reservoir Site as provided in Ord. 97853.

6/5/1972 Condemnation Ordinance 101069 AN ORDINANCE relating to condemnation proceedings to acquire land and other property in Block 8, First Addition to Lake Forest Park, for establishment of the Kenmore Reservoir, a municipal water service facility, under Ordinance 97853, King County Cause No. 728395; accepting a condemnation award in connection therewith and providing payment therefor from moneys heretofore appropriated by Ordinance 99490.

11/30/1970 Budget Ordinance 99490, AN ORDINANCE adopting a budget for The City of Seattle for the year 1971.

Acquisition Deeds:

6/3/1969 GORDON & JO ANN RANDALL TO CITY. VOL 52 PG 335. Rec. 6519883

Acquisition Fund Source: Water Fund

Development Issues: Mapped streams and steep slopes on property. Distance from public sewer system may be a cost issue.

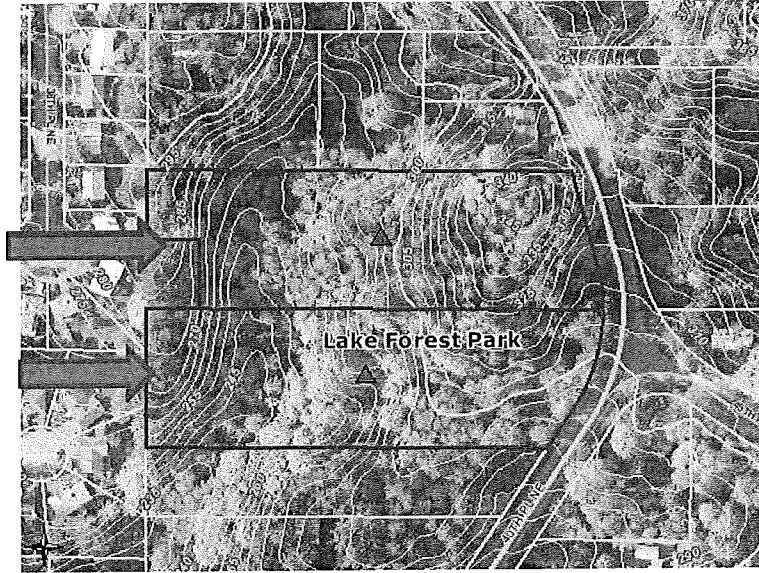
Current easements, covenants and restrictions: none known

Recommended easements, covenants and restrictions upon Transfer: none

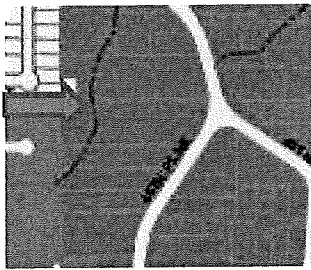
Current King County assessed value:

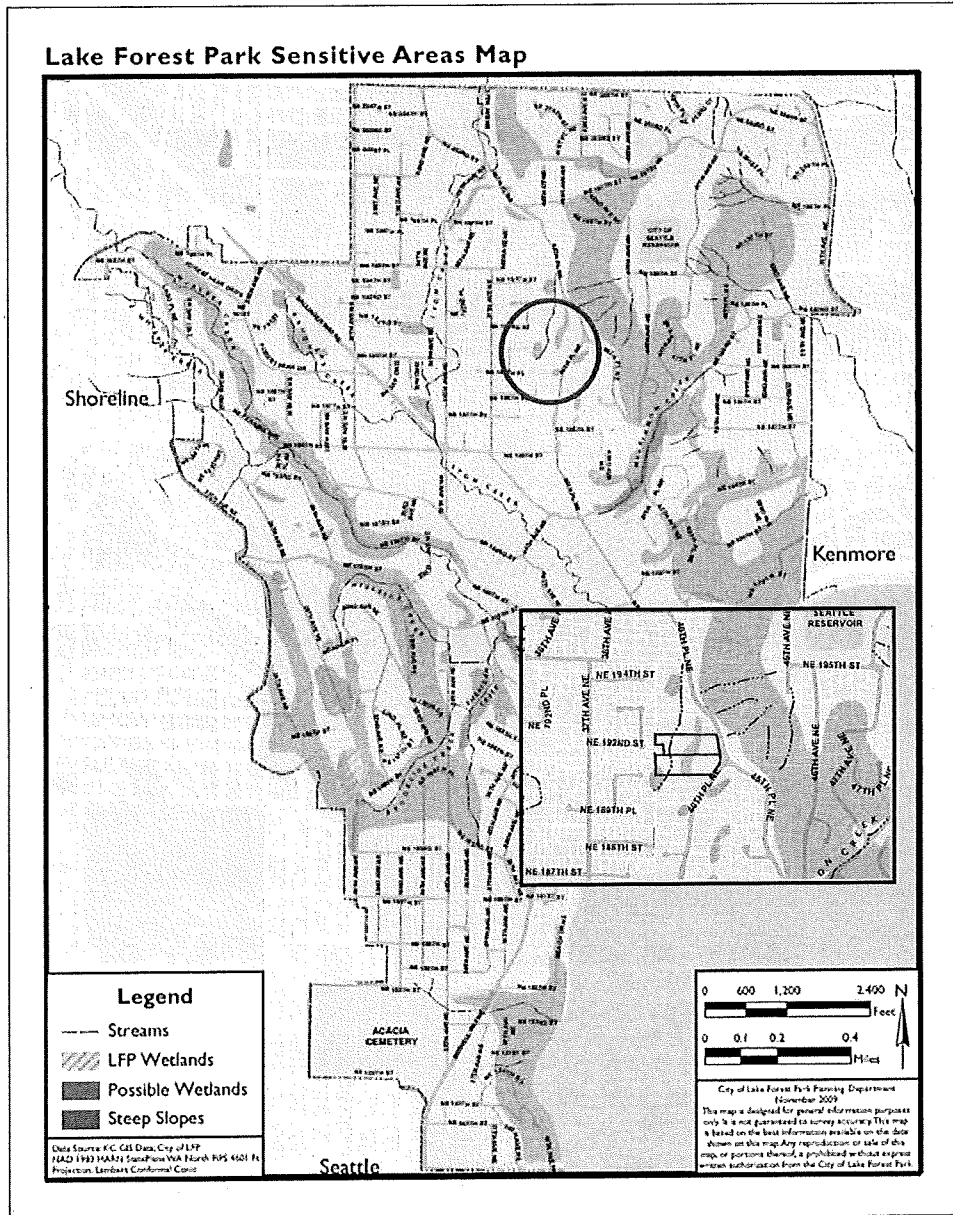
The value of the land is based upon the value of similar property in the neighborhood, which currently ranges from between \$5 and \$7 per square foot. **Change to state law (RCW 84.40.045 and 84.40.175) by the 2013 Legislature eliminated revaluation of government owned parcels. The value of the land may be adjusted due to critical area constraints.

Other Maps



RS-9,600 SINGLE FAMILY RESIDENTIAL/
MIN. LOT SIZE 9,600 SQ. FT.





Appendix B

PROPERTY REVIEW PROCESS DETERMINATION FORM			
Property Name:	Kenmore Reservoir Site		
Address:	Intersection of 40 th Place NE and 45 th Place NE., Lake Forest Park, WA		
PMA ID:	PMA. 724	King County Parcels Nos.	4022902270 and 4022902320
Dept./Dept ID:	SPU	Current Use:	Vacant: Excess
Area (Sq. Ft.):	243,935 sq. ft.	Zoning:	RS-9600
Est. Value:	\$ 400,000-\$800,000	Assessed Value:	\$ NA
PROPOSED USES AND RECOMMENDED USE			
<i>Department/Governmental Agencies: None</i>		<i>Proposed Use: N/A</i>	
<i>Other Parties wishing to acquire: Adjacent property owners/residents.</i>		<i>Proposed Use: Yard additions; development</i>	
RES'S RECOMMENDED USE:			
Sell at fair market value in an open and competitive process.			
PROPERTY REVIEW PROCESS DETERMINATION (circle appropriate response)			
1.) Is more than one City dept/Public Agency wishing to acquire?	<input type="radio"/> No	Yes	15
2.) Are there any pending community proposals for Reuse/ Disposal?	<input type="radio"/> No	Yes	15
3.) Have citizens, community groups and/or other interested parties contacted the City regarding any of the proposed options?	<input type="radio"/> No	Yes	15
4.) Will consideration be other than cash?	<input type="radio"/> No	Yes	10
5.) Is Sale or Trade to a private party being recommended?	No	<input checked="" type="radio"/> Yes	25
6.) Will the proposed use require changes in zoning/other regulations?	<input type="radio"/> No	Yes	20
7.) Is the estimated Fair Market Value between \$250,000-\$1,000,000?	No	<input checked="" type="radio"/> Yes	10
8.) Is the estimated Fair Market Value over \$1,000,000?	<input type="radio"/> No	Yes	45
Total Number of Points Awarded for "Yes" Responses:			35
Property Classification for purposes of Disposal review: <input checked="" type="radio"/> Simple <input type="radio"/> Complex (circle one) (a score of 45+ points result results in a "Complex" classification)			
Signature: Daniel Bretzke, AICP		Department: FAS	Date: June 26, 2014

Attachment 1: Legal Description of Property

Parcel A: Lots 30 through 31, Block 8, First Addition to Lake Forest Park, according to plat recorded in Volume 20 of Plats, Page 82, in King County, Washington;

Except the west 80 feet of said Lot 31.

Parcel B: Lots 32 through 33, Block 8, First Addition to Lake Forest Park, according to plat recorded in Volume 20 of plats, page 82, records of King County, Washington.

Situate in the County of King, State of Washington.

Tax Parcel Numbers: 402290-2270-06 and 402290-2320-06.

Pre Carpenter
SPU Kenmore Res SUM
August 7, 2015
Version #2

Form revised: December 5, 2014

BILL SUMMARY & FISCAL NOTE

Department:	Contact Person/Phone:	Executive Contact/Phone:
Seattle Public Utilities	Pre Carpenter/6-9754	Aaron Blumenthal/3-2656

1. BILL SUMMARY

Legislation Title: AN ORDINANCE relating to the water system of Seattle Public Utilities; declaring real property in the City of Lake Forest Park known as the Kenmore Reservoir Site to be surplus to the City of Seattle’s needs and authorizing the Director of Seattle Public Utilities to sell the property through an open competitive process.

Summary and background of the Legislation:

The ordinance would authorize the Director of Seattle Public Utilities (SPU) to sell surplus property in the City of Lake Forest Park through an open and competitive process.

The City of Seattle’s Lake Forest Park Reservoir was completed by 1963. In 1969 and 1972, the City of Seattle, acting through the Seattle Water Department (SWD), purchased an additional 5.5 acres in the City of Lake Forest Park to be used for an additional water reservoir site. By 1979 the Department decided not to build a water reservoir on this property and it continues to be undeveloped. In 2007 SPU decided the property was excess to SPU’s needs. During 2008-2013 the City of Lake Forest Park considered buying the site for a park. However, in May 2013 the City of Lake Forest Park opted not to purchase the property.

The property, which is located in the 19000 Block of 40th Place NE in Lake Forest Park, was appraised in May of 2014 at \$600,000. SPU and the Department of Finance and Administrative Services recommend the property be sold through an open competitive process. The Real Estate Oversight Committee concurs with the recommendation.

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:

 X This legislation has direct financial implications.

Pree Carpenter
 SPU Kenmore Res SUM
 August 7, 2015
 Version #2

 This legislation does not have direct financial implications.

3.a. Appropriations

 This legislation adds, changes, or deletes appropriations.

3.b. Revenues/Reimbursements

 X This legislation adds, changes, or deletes revenues or reimbursements.

Anticipated Revenue/Reimbursement Resulting from this Legislation:

Fund Name and Number	Dept	Revenue Source	2015 Revenue	2016 Estimated Revenue
Water Fund 43000	SPU	Sale of Property	\$600,000 (estimate)	
TOTAL			\$600,000 (est)	

Revenue/Reimbursement Notes:

The property was appraised at \$600,000 in May 2014. SPU anticipates \$550,000-\$700,000 from the sale of the property based on the 2014 appraisal and recent real estate market trends.

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?**
 No.
- b) **Is there financial cost or other impacts of not implementing the legislation?**
 Without approval of this or similar legislation, there will be no opportunity for the City to sell this excess property.
- c) **Does this legislation affect any departments besides the originating department?**
 No.
- d) **Is a public hearing required for this legislation?**
 Yes. A public hearing will be held in conjunction with the Council Committee meeting.
- e) **Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**
 No.
- f) **Does this legislation affect a piece of property?**
 Yes. See Exhibit A.

Pre Carpenter
SPU Kenmore Res SUM
August 7, 2015
Version #2

- g) Please describe any perceived implication for the principles of the Race and Social Justice Initiative. Does this legislation impact vulnerable or historically disadvantaged communities?**

No.

- h) 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.**

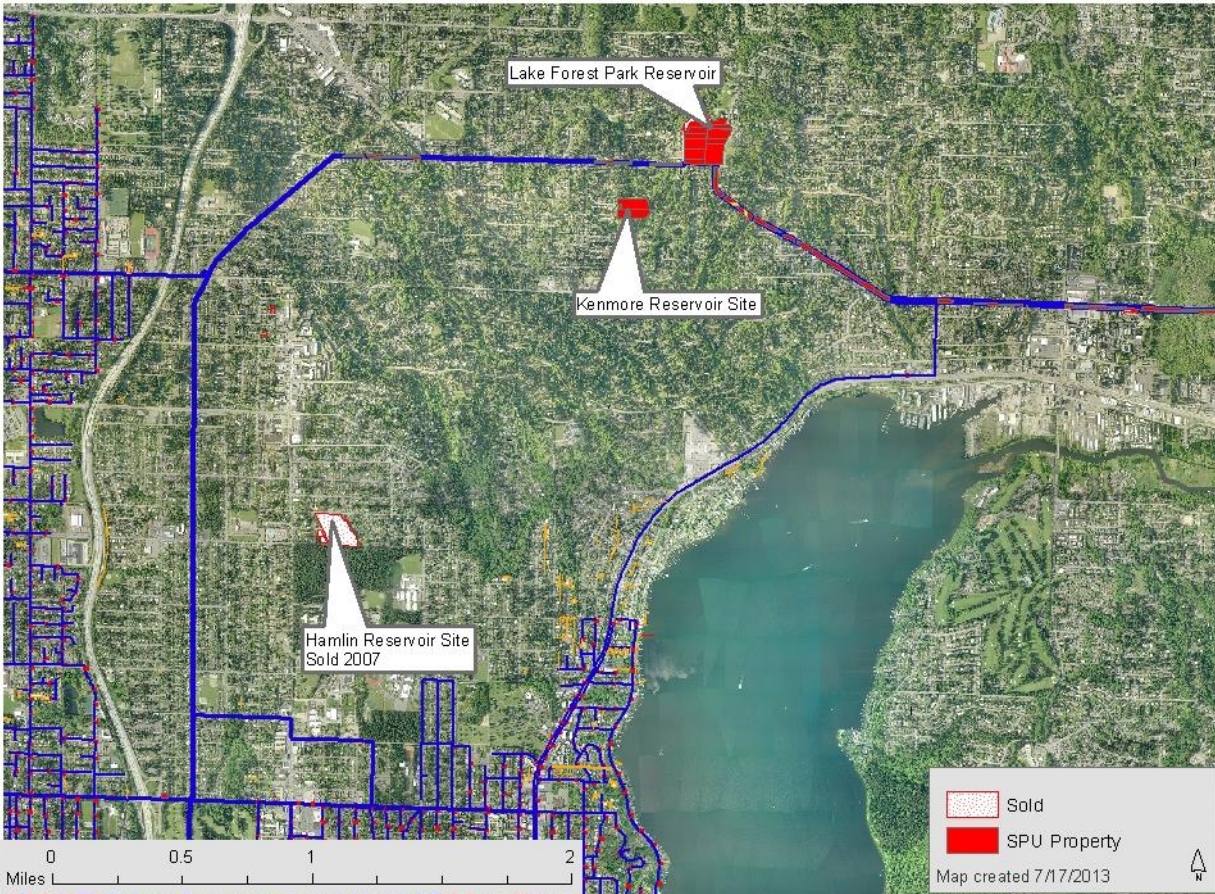
N/A.

- i) Other Issues:**

List attachments below:

Exhibit A: Parcel Map

Exhibit A: Parcel Map



This map is intended for illustrative or informational purposes only and is not intended to modify anything in the legislation.

STATE OF WASHINGTON -- KING COUNTY

--SS.

331615

No. 124931,32,33,34,35,36,37

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.

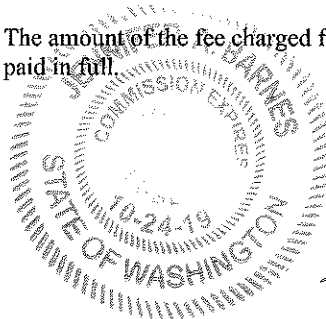
The notice in the exact form annexed, was published in regular issues of The Daily Journal of Commerce, which was regularly distributed to its subscribers during the below stated period. The annexed notice, a

CT; TITLE ONLY ORDINANCES

was published on

12/18/15

The amount of the fee charged for the foregoing publication is the sum of \$124.00 which amount has been paid in full.



12/18/2015

Subscribed and sworn to before me on

Notary public for the State of Washington,
residing in Seattle

Affidavit of Publication

State of Washington, King County

City of Seattle Title Only Ordinances

The full text of the following legislation, passed by the City Council on November 30, 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>. Document Type

Contact: Office of the City Clerk at (206) 684-8344.

Ordinance 124931

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

Ordinance 124932

AN ORDINANCE relating to historic preservation; imposing controls upon the Pacific Science Center, a landmark designated by the Landmarks Preservation Board under Chapter 25.12 of the Seattle Municipal Code, and adding it to the Table of Historical Landmarks contained in Chapter 25.32 of the Seattle Municipal Code.

Ordinance 124933

AN ORDINANCE relating to historic preservation; imposing controls upon Town Hall Seattle (former Fourth Church of Christ, Scientist), a landmark designated by the Landmarks Preservation Board under Chapter 25.12 of the Seattle Municipal Code, and adding it to the Table of Historical Landmarks contained in Chapter 25.32 of the Seattle Municipal Code.

Ordinance 124934

AN ORDINANCE relating to historic preservation; imposing controls upon the Schoenfeld Building, a landmark designated by the Landmarks Preservation Board under Chapter 25.12 of the Seattle Municipal Code, and adding it to the Table of Historical Landmarks contained in Chapter 25.32 of the Seattle Municipal Code.

Ordinance 124935

AN ORDINANCE relating to the Pike Place Market Historical Commission; amending Section 25.24.030 of the Seattle Municipal Code to revise the number, categories, and appointing authority for Commission positions; and making technical corrections.

Ordinance 124936

AN ORDINANCE relating to the water system of Seattle Public Utilities; declaring real property in the City of Lake Forest Park known as the Kenmore Reservoir Site to be surplus to The City of Seattle's needs; and authorizing the Director of Seattle Public Utilities to sell the property through an open competitive process.

Ordinance 124937

AN ORDINANCE relating to Seattle Public Utilities; authorizing the Director of Seattle Public Utilities to lease or acquire by negotiation or condemnation land and all other necessary property rights located at 4500 West Marginal Way Southwest, Seattle, Washington for public drainage, wastewater, and general municipal purposes, and to execute, accept and record deeds and convenient documents and agreements deemed by the Director to be necessary to this transaction on behalf of the City; placing the conveyed real properties under the jurisdiction of Seattle Public Utilities; and ratifying and confirming certain prior acts.

Date of publication in the Seattle Daily Journal of Commerce, December 18, 2015.

12/18(331615)