



SEATTLE CITY COUNCIL

Legislative Summary

CB 118788

Record No.: CB 118788

Type: Ordinance (Ord)

Status: Passed

Version: 1

Ord. no: Ord 125130

In Control: City Clerk

File Created: 08/16/2016

Final Action: 09/16/2016

Title: AN ORDINANCE relating to the disposition of two City Urban renewal properties in the Yesler-Atlantic Redevelopment Project Area; adopting competitive procedures for disposition of the properties; authorizing the Director of the Office of Housing to dispose of the properties designated Parcel 7B and Parcel 56 in the project area; designating the disposition of sales proceeds; superseding Ordinance 122017 and Resolutions 27260, 28866, and 29852 with respect to the sale of the properties; exempting the sale from the requirements of Resolution 29799 as amended by Resolution 30862; and ratifying and confirming certain prior acts.

Date

Notes:

Filed with City Clerk:

Mayor's Signature:

Sponsors: Burgess

Vetoed by Mayor:

Veto Overridden:

Veto Sustained:

Attachments:

Drafter: kelly.gonzalez@seattle.gov

Filing Requirements/Dept Action:

History of Legislative File

Legal Notice Published:

☐ Yes

☐ No

Ver- sion:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
1	Mayor	08/23/2016	Mayor's leg transmitted to Council	City Clerk			
1	City Clerk	08/23/2016	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	09/01/2016	sent for review	Affordable Housing, Neighborhoods, and Finance Committee			

Legislative Summary Continued (CB 118788)

Action Text: The Council Bill (CB) was sent for review. to the Affordable Housing, Neighborhoods, and Finance Committee

Notes:

- 1 Full Council 09/06/2016 referred Affordable Housing, Neighborhoods, and Finance Committee
- 1 Affordable Housing, Neighborhoods, and Finance Committee 09/07/2016 pass Pass

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

In Favor: 3 Chair Burgess, Vice Chair Herbold, Member Johnson

Opposed: 0

- 1 Full Council 09/12/2016 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 Burgess, Councilmember González , Council President Harrell, Councilmember Herbold, Councilmember Johnson, Councilmember Juarez, Councilmember O'Brien, Councilmember Sawant

Opposed: 0

Absent(NV): 1 Councilmember Bagshaw

- 1 City Clerk 09/14/2016 submitted for Mayor's signature Mayor

- 1 Mayor 09/16/2016 Signed

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

Notes:

- 1 Mayor 09/16/2016 returned City Clerk

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

Notes:

- 1 City Clerk 09/16/2016 attested by City Clerk

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

Notes:

CITY OF SEATTLE

ORDINANCE 125130

COUNCIL BILL 118788

AN ORDINANCE relating to the disposition of two City Urban renewal properties in the Yesler-Atlantic Redevelopment Project Area; adopting competitive procedures for disposition of the properties; authorizing the Director of the Office of Housing to dispose of the properties designated Parcel 7B and Parcel 56 in the project area; designating the disposition of sales proceeds; superseding Ordinance 122017 and Resolutions 27260, 28866, and 29852 with respect to the sale of the properties; exempting the sale from the requirements of Resolution 29799 as amended by Resolution 30862; and ratifying and confirming certain prior acts.

WHEREAS, 1415 E. Yesler Way (Parcel 7B) and 1429 S. Jackson St. (Parcel 56) were originally acquired with federal funding as part of the Yesler-Atlantic Neighborhood Improvement Project, which was part of a broad program for the clearance and reconstruction or rehabilitation of "slum and blighted areas" in the city; and

WHEREAS, the Office of Housing has jurisdiction over both parcels, both sites are vacant, and neither site is large enough to support multifamily development; and

WHEREAS, in 2006, City Council determined that 1415 E. Yesler Way and 1429 S. Jackson Street were not suitable for affordable housing, authorized the Office of Housing to sell the properties and re-invest the income to promote affordable housing in the Central Area, and reauthorization is recommended; and

WHEREAS, the Housing Affordability and Livability Agenda (HALA) Advisory Committee recommended that the City establish a comprehensive and creative approach to publicly owned property that includes dedicating unrestricted proceeds from the sale of surplus property to affordable housing; and

WHEREAS, the City is committed to combating and preventing displacement in the Central Area; and

1 WHEREAS, the Office of Housing is committed to preserving buildings with expiring subsidies,
2 when possible; and

3 WHEREAS, the proceeds of the sale from 1415 E. Yesler Way and 1429 S. Jackson St. can be
4 used immediately to acquire a building in the Central Area with expiring affordability
5 restrictions that was available for sale on the private market; and

6 WHEREAS, Catholic Housing Services has indicated an interest in acquiring the Central Area
7 building with expiring affordability restrictions for immediate preservation and tenancy
8 by extremely low income people and possible long-term redevelopment of up to 50
9 residential units; and

10 WHEREAS, Catholic Housing Services has an existing partnership model with the central area-
11 based Equity Alliance of Washington (formerly Washington Housing Equity Alliance)
12 for site acquisition and future affordable housing development and Catholic Housing
13 Services intends to replicate this model at the acquisition site; and

14 WHEREAS, this ordinance is consistent with previous Council-approved legislation to sell the
15 properties and use proceeds for affordable housing in the Central Area and there is an
16 imminent opportunity to use the proceeds for affordable housing in the Central Area,
17 public notification will include a notice to parties within a 1,000 foot radius of the
18 properties and the sale of properties is otherwise exempt from the requirements of
19 Resolution 29799 as amended by Resolution 30862 as permitted by Resolution 29799
20 section 5(h); NOW, THEREFORE,

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

Section 1. The Director of the Office of Housing ("Director") is hereby reauthorized to dispose of the following described real properties in the Yesler-Atlantic Redevelopment Project Area ("Property") through an open and competitive sales process to the public:

1415 E. Yesler Way

A portion of Henry L. Yesler's Donation Claim #42 & 47. Beginning on the south line of Yesler Way 90 feet west of the west line of 15th Ave, thence west 30 feet, thence south to the south line of the Yesler Donation Claim, thence 30 feet, thence north to the point of beginning;

1429 S. Jackson Street

Lots 13 and 14 in Block 26 of Hill Tract Addition to the City of Seattle, Supplemental Plat, as recorded in 11 of Plats, pg. 51, records of King County;

For each parcel, the Director is authorized to accept an offer in accordance with such process and to execute and deliver, for and on behalf of the City of Seattle a quitclaim deed upon payment to the City of the purchase price. The property shall be sold free and clear of any restrictions in the Urban Renewal Plan.

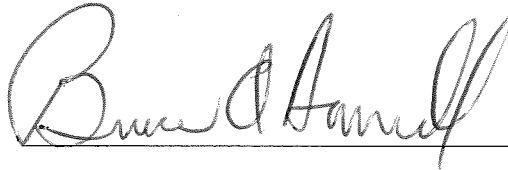
Section 2. The disposition procedures in the Yesler/Atlantic Disposition Report, adopted by Resolution 27260, as amended by Resolutions 28866 and 29852, are hereby superseded with respect to the sale of the 1415 E. Yesler Way and 1429 S. Jackson St. properties.

Section 3. Ordinance 122017 authorized the sale proceeds of 1415 E. Yesler Way and 1429 S. Jackson St., net of transaction expenses, be deposited in Urban Renewal Closeout Account of the Housing and Community Development Revenue Sharing Fund (17810) for use by the Office of Housing for affordable housing purposes.

Section 4. Any act pursuant to the authority of this ordinance and prior to its effective date is hereby ratified and confirmed.

Section 5. 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 the City Council the 12th day of September, 2016,
and signed by me in open session in authentication of its passage this 12th day of
September, 2016.



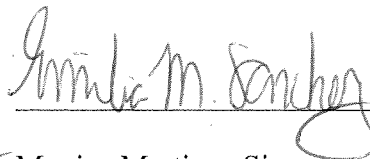
President _____ of the City Council

Approved by me this 16th day of September, 2016.



Edward B. Murray, Mayor

Filed by me this 16th day of September, 2016.



for Monica Martinez Simmons, City Clerk

(Seal)

SUMMARY and FISCAL NOTE*

Department:	Contact Person/Phone:	Executive Contact/Phone:
Office of Housing	Emily Alvarado / 684-3727	Lisa Mueller / 684-5339

** Note that the Summary and Fiscal Note describes the version of the bill or resolution as introduced; final legislation including amendments may not be fully described.*

1. BILL SUMMARY

Legislation Title: AN ORDINANCE relating to the disposition of two City Urban renewal properties in the Yesler-Atlantic Redevelopment Project Area; adopting competitive procedures for disposition of the properties; authorizing the Director of the Office of Housing to dispose of the properties designated Parcel 7B and Parcel 56 in the project area; designating the disposition of sales proceeds; superseding Ordinance 122017 and Resolutions 27260, 28866, and 29852 with respect to the sale of the properties; exempting the sale from the requirements of Resolution 29799 as amended by Resolution 30862; and ratifying and confirming certain prior acts.

Summary of the Legislation: This legislation authorizes sale of the last two parcels in the Yesler-Atlantic Neighborhood Project Area located at 1415 East Yesler Way and 1429 South Jackson Street and dedicates sale proceeds for affordable housing. In 2006, Council authorized sale of the sites; that authorization has lapsed. In addition to authorizing sale of the two subject properties the legislation also expresses an intent to use the proceeds from the sale to fund acquisition of an existing 30 unit building in the Central Area. This property has expiring affordability restrictions and will otherwise be available for sale on the private market.

Background: In 1967, the City Council approved the Urban Renewal Plan, to further the goals of the Urban Renewal Act, which sought the clearance and reconstruction or rehabilitation of slum and blighted areas in the City. This Plan included the Yesler-Atlantic Neighborhood Project.

2. CAPITAL IMPROVEMENT PROGRAM

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

3. SUMMARY OF FINANCIAL IMPLICATIONS

☒ This legislation has direct financial implications

Budget program(s) affected:				
Estimated \$ Appropriation change:	General Fund \$		Other \$	
	2016	2017	2016	2017
Estimated \$ Revenue change:	Revenue to General Fund		Revenue to Other Funds	
	2016	2017	2016	2017
			\$ 2,000,000	

Positions affected:	No. of Positions		Total FTE Change	
	2016	2017	2016	2017
Other departments affected:				

3.a. Appropriations

☐ This legislation adds, changes, or deletes appropriations.

3.b. Revenues/Reimbursements

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

Anticipated Revenue/Reimbursement Resulting from this Legislation:

Fund Name and Number	Dept	Revenue Source	2016 Revenue	2017 Estimated Revenue
Urban Renewal Closeout Account of the Housing and Community Development Revenue Sharing Fund (17810)	OH	Sale Proceeds		\$2,000,000
TOTAL				\$2,000,000

Revenue/Reimbursement Notes:

The estimated \$2 million in one-time revenue will be used for acquisition and long-term investment in affordable housing. The Office of Housing has sufficient existing budget authority to support expenditure of these revenues.

3.c. Positions

☐ This legislation adds, changes, or deletes positions.

4. OTHER IMPLICATIONS

- Does the legislation have indirect or long-term financial impacts to the City of Seattle that are not reflected in the above? No.
- Is there financial cost or other impacts of not implementing the legislation? No.
- Does this legislation affect any departments besides the originating department? No.
- Is a public hearing required for this legislation? No.

e) **Does this legislation require landlords or sellers of real property to provide information regarding the property to a buyer or tenant?** No.

f) **Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**

No. We intend to hire a real estate broker to market the property on the property on the NWMLS, CBA, as well as others targeted parties. In addition, property owners near the two sites will be informed of the listing.

g) **Does this legislation affect a piece of property?**

Yes. See Exhibit 1 to this fiscal note.

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

There is no indication that the current use of the properties as vacant lots serves vulnerable or historically disadvantaged communities. The investment of the proceeds from the property sale into production of low-income housing could be beneficial to vulnerable or historically disadvantaged communities. This legislation authorizes sale of the last two parcels in the Yesler-Atlantic Neighborhood Project Area in the Central Area, which were originally acquired with federal funding as part of the Yesler-Atlantic Neighborhood Improvement Project. This legislation expresses an intent to dedicate proceeds to support acquisition of an existing building in the Central Area—a proactive strategy that will help to prevent displacement in this high risk of displacement area and historically Black community.

i) **If this legislation includes a new initiative or a major programmatic expansion: What are the long-term and measurable goals of the program? Please describe how this legislation would help achieve the program's desired goals.**

This legislation will directly augment funding for OH's existing Rental Production and Preservation Program, which is funded largely from the Seattle Housing Levy and incentive zoning programs' payment proceeds. Consistent with the goals of the Rental Production and Preservation Program, funds generated through this legislation will be used solely to produce income- and rent-restricted housing.

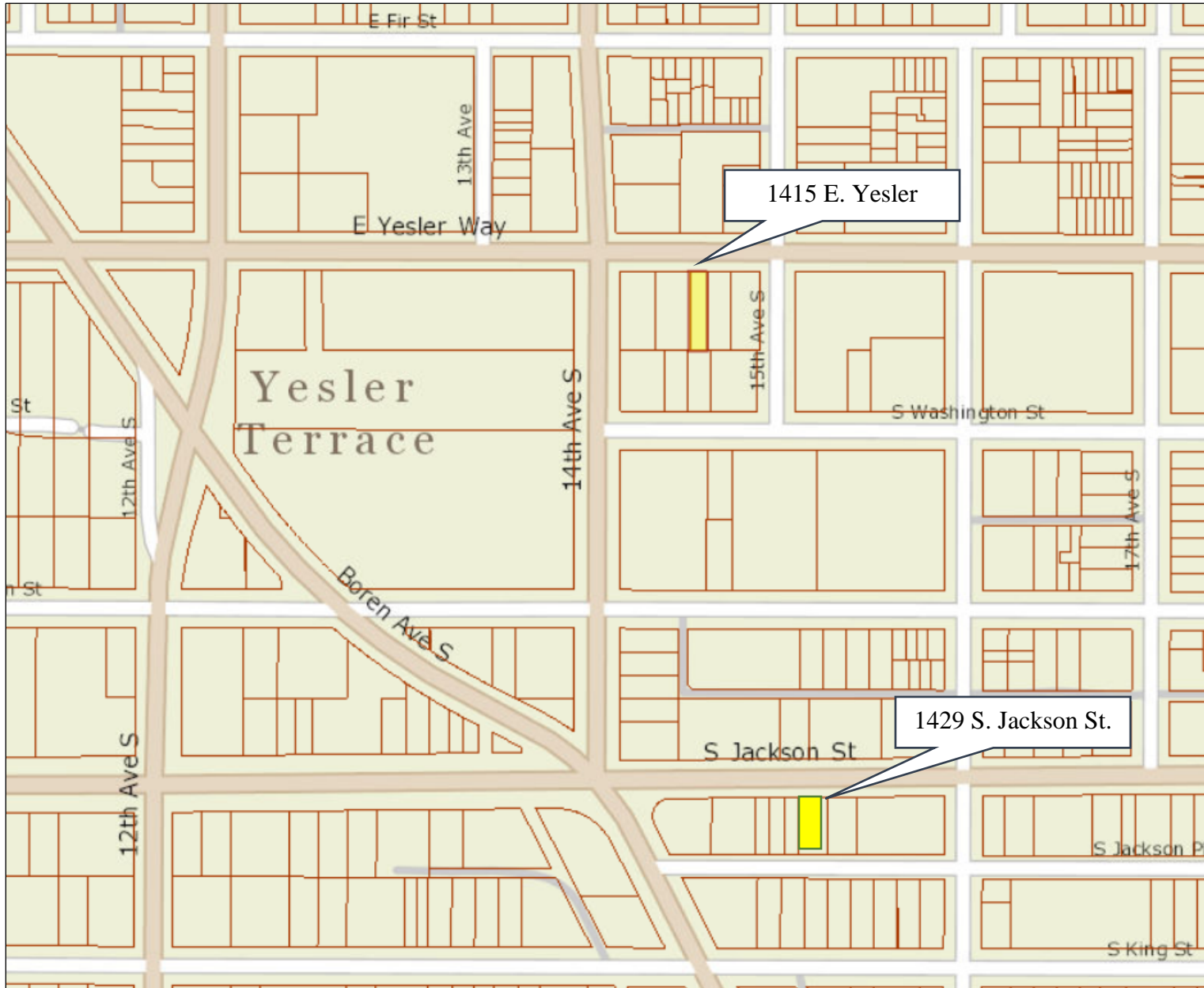
j) **Other Issues:**

The proposed legislation connects closely with priorities established under the Housing Affordability and Livability Agenda, particularly in its responsiveness to recommendations to (i) seek and deliver on opportunities for City-owned property dispositions to support development of affordable housing, and (ii) preserve affordable housing opportunities especially in areas experiencing or at risk of high levels of displacement

List attachments/exhibits below:

Exhibit 1: Site Map

Site Map



**The City of
Seattle**



**Yesler-Atlantic
Parcels**

Yesler-Atlantic Parcel 7B
1415 E. Yesler Way
and
Yesler-Atlantic Parcel 56
1429 S. Jackson St.

OH Parcel

Tax Parcel

STATE OF WASHINGTON -- KING COUNTY

--SS.

342129

No. 125126,127,28,29,30,31,32

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.

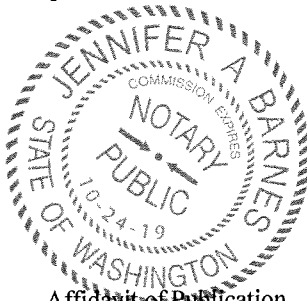
The notice in the exact form annexed, was published in regular issues of The Daily Journal of Commerce, which was regularly distributed to its subscribers during the below stated period. The annexed notice, a

CT:TITLE ONLY ORDINANCES

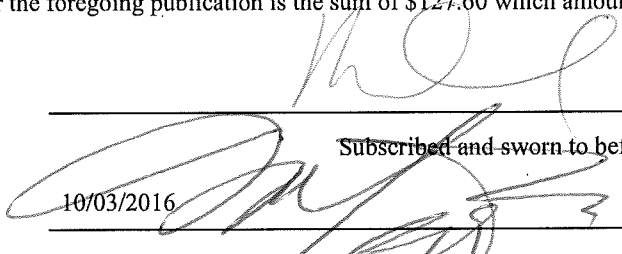
was published on

10/03/16

The amount of the fee charged for the foregoing publication is the sum of \$127.60 which amount has been paid in full.



Affidavit of Publication


Subscribed and sworn to before me on
10/03/2016
Notary public for the State of Washington,
residing in Seattle

State of Washington, King County

City of Seattle

Title Only Ordinances

The full text of the following legislation, passed by the City Council on September 12, 2016, and published below by title only, will be mailed upon request, or can be accessed at <https://seattle.legistar.com/Legislation.aspx>. 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 125126

AN ORDINANCE relating to historic preservation; imposing controls upon the Gaslight Inn, 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 125127

AN ORDINANCE relating to historic preservation; imposing controls upon the J.W. Bullock House, 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 125128

AN ORDINANCE relating to City employment, adopting a 2016 Citywide Position List.

Ordinance 125129

AN ORDINANCE relating to property at Sand Point, authorizing the Housing Director to execute an amendment to and partial termination of the lease of City of Seattle land authorized by Ordinance 122459, as amended pursuant to Ordinance 123195, to remove three parcels from that lease; authorizing new leases of the removed parcels to YouthCare and Friends of Youth and deeds from the City to convey the buildings on those parcels to the lessees for the duration of the new leases; and authorizing related documents and actions.

Ordinance 125130

AN ORDINANCE relating to the disposition of two City Urban renewal properties in the Yesler-Atlantic Redevelopment Project Area; adopting competitive procedures for disposition of the properties; authorizing the Director of the Office of Housing to dispose of the properties designated Parcel 7B and Parcel 56 in the project area; designating the disposition of sales proceeds; superseding Ordinance 122017 and Resolutions 27260, 28866, and 29852 with respect to the sale of the properties; and ratifying and confirming certain prior acts.

Ordinance 125131

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

Ordinance 125132

AN ORDINANCE relating to the regulation of the for-hire industry, amending Sections 6.310.110 and 6.310.735 of the Seattle Municipal Code to add clarity to the qualifying driver description and extend the commencement date, and ratifying and confirming certain prior acts.

Date of publication in the Seattle Daily Journal of Commerce, October 3, 2016.

10/3(342129)