

FISCAL NOTE FOR NON-CAPITAL PROJECTS

Department:	Contact Person/Phone:	CBO Analyst/Phone:
The Seattle Department of Transportation	Angela Steel/4-5967	Christie Parker/684-5211

Legislation Title:

AN ORDINANCE granting King County Department of Natural Resources and Parks, Wastewater Treatment Division permission to construct, maintain, and operate new and existing diversion structures in 32nd Avenue West for an unlimited term; specifying the conditions under which this permit is granted; and providing for the acceptance of the permit and conditions

Summary of the Legislation:

This legislation grants the King County Department of Natural Resources and Parks, Wastewater Treatment Division (“KCWTD”) permission to construct, maintain, and operate new and existing below-grade diversion structures in 32nd Avenue West (“South Magnolia CSO”). These facilities include drains, below-grade vaults, above-grade control cabinet, retaining wall, vent pipes, manhole covers, and hatches as part of the South Magnolia CSO project. An area map is attached for reference.

This permit is for an unlimited term for so long as the South Magnolia CSO is used to reduce the frequency of combined sewer overflows to Puget Sound at the South Magnolia Basin, subject to the right of the City to require the removal of the South Magnolia CSO or to revise any of the terms and conditions of the permission granted by this permit. The legislation has an insurance provision as recommended by the City Risk Manager, specifies the conditions under which authorization is granted, and provides for acceptance of the permit and conditions.

The ordinance requires KCWTD to pay the City an annual fee of \$2,753.77 commencing on the effective date of the ordinance, and annually thereafter. Adjustments to the annual fee may be made every year

Background:

By Resolution 31476, the City granted conceptual approval for the South Magnolia CSO project.

X This legislation has financial implications.

Appropriations:

N/A

Appropriations Notes: N/A

Anticipated Revenue/Reimbursement Resulting from this Legislation:

Fund Name and Number	Department	Revenue Source	2014 Revenue	2015 Revenue
Transportation Operating Fund 10310	Seattle Department of Transportation	Annual Fee	\$2,753.77	TBD
TOTAL			\$2,753.77	

Revenue/Reimbursement Notes:

None

Total Regular Positions Created, Modified, or Abrogated through this Legislation, Including FTE Impact: N/A

Position Notes: N/A

Do positions sunset in the future? N/A

Spending/Cash Flow: N/A

Spending/Cash Flow Notes: N/A

Other Implications:

- a) **Does the legislation have indirect financial implications, or long-term implications?**
No.
- b) **What is the financial cost of not implementing the legislation?**
If the legislation is not enacted by the City Council, the City of Seattle will not receive the annual fee of \$2,753.77.
- c) **Does this legislation affect any departments besides the originating department?**
No.
- d) **What are the possible alternatives to the legislation that could achieve the same or similar objectives?**
None.
- e) **Is a public hearing required for this legislation?**
No.
- f) **Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**
No.

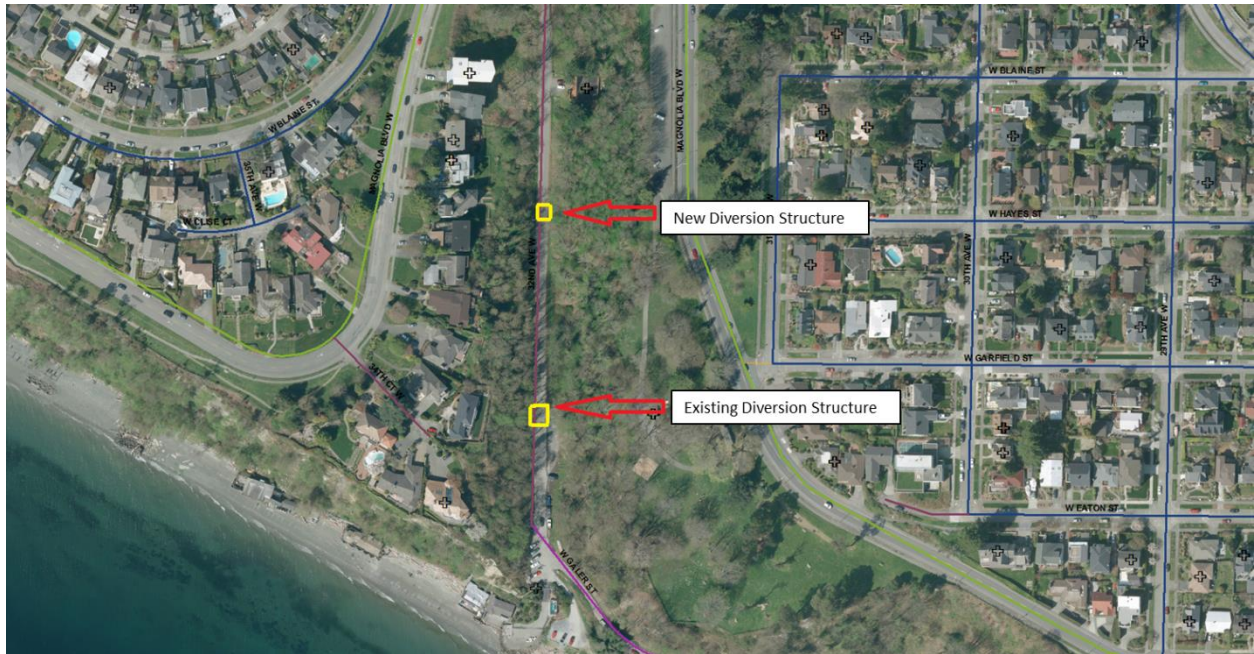
g) Does this legislation affect a piece of property? No.

h) Other Issues: N/A

List attachments to the fiscal note below:

- Attachment A - King County South Magnolia CSO Area Map
- Attachment B - Annual Fee Assessment Summary

Attachment A – King County South Magnolia CSO Area Map



Map is for informational purposes only and is not intended to modify or supplement the legal description(s) in the Ordinance.

Attachment B - Annual Fee Assessment Summary

STREET USE ANNUAL FEE ASSESSMENT

Date: 5/14/15

<p><u>Summary:</u> Land Value: Existing Structure \$55.63/SF New Structure \$41.02/SF 2014 Permit Fee: \$2,753.77</p>
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I. Property Description:

The King County Department of Natural Resources and Parks, Wastewater Treatment Division has proposed the construction and expansion of diversions structures in 32nd Avenue West. The combined sewer overflow system area is **2,706 square feet**.

Applicant:

King County Department of Natural Resources and Parks, Wastewater Treatment Division

Abutting Parcels, Property Size, Assessed Value:

Existing Structure

1. Parcel 5039800160, Square Feet 12,394
Tax year 2014 Appraised Land Value \$556,000
2. Parcel 5039800165, Square Feet 11,129
Tax year 2014 Appraised Land Value \$739,000
Average 2014 tax assessed land value: \$55.63/SF

New Structure

1. Parcel 5039800100, Square Feet 7,787
Tax year 2014 Appraised Land Value \$322,000
2. Parcel 5039800105, Square Feet 8,160
Tax year 2014 Appraised Land Value \$336,000

3. Parcel 5039800110, Square Feet 8,609

Tax year 2014 Appraised Land Value \$349,000

Average 2014 tax assessed land value: \$41.02/SF

II. Annual Fee Assessment:

The 2014 permit fee is calculated as follows:

Existing Structure: $(\$55.63/\text{SF}) \times (256 \text{ SF}) \times (30\%) \times (8\%) = \boxed{\$341.79}$ where 30% is the degree of alienation for a below-grade utility structure and 8% is the annual rate of return.

New Structure: $(\$41.02/\text{SF}) \times (2,450 \text{ SF}) \times (30\%) \times (8\%) = \boxed{\$2,411.98}$ where 30% is the degree of alienation for a below-grade utility structure and 8% is the annual rate of return.

Fee methodology authorized under Ordinance 123485.