

#4

CITY OF SEATTLE

ORDINANCE _____

COUNCIL BILL 118209

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4 AN ORDINANCE granting 2001 Sixth LLC permission to maintain and operate a skybridge and
5 utility connection over and across the alley between 5th and 6th Avenues, north of
6 Virginia Street, for a ten-year term, renewable for two successive ten-year terms;
7 specifying the conditions under which this permit is granted; providing for the acceptance
8 of the permit and conditions; and ratifying and confirming certain prior acts.

9 WHEREAS, by Ordinance 110596, the City of Seattle ("City") granted permission to Hadley
10 Properties, Inc. to construct, maintain, and operate a skybridge over and across the alley
11 between 5th and 6th Avenues, north of Virginia Street; and

12 WHEREAS, the permission authorized by Ordinance 110596 was amended by Ordinance
13 118760 and Resolution 28570 to allow its extension for a maximum of 30 years, and the
14 permission ended on June 19, 2012; and

15 WHEREAS, 2001 Sixth LLC has applied to the Director of Transportation to continue
16 maintaining and operating the skybridge and utility connection and has satisfied all terms
17 of the original authorizing ordinance as amended; and

18 WHEREAS, the Seattle Design Commission recommended approval of the existing skybridge
19 and utility connection and public benefit mitigation elements, including installing
20 overhead weather protection, tree pit expansions, bike racks, and additional vegetation in
21 the existing planters on Virginia Street and 6th Avenue; and

22 WHEREAS, the adoption of this ordinance is the culmination of the approval process for the
23 skybridge and utility connection to legally occupy a portion of the public right-of-way or
24 other public place, NOW, THEREFORE,

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

26 Section 1. **Permission.** Subject to the terms and conditions of this ordinance, the City of
27 Seattle ("City") grants permission (also referred to in this ordinance as a permit) to 2001 Sixth
28 LLC, and its successors and assigns as approved by the Director of the Seattle Department of
29 Transportation ("Director") according to Section 14 of this ordinance (the party named above

1 and each such approved successor and assign is referred to as "Permittee"), to maintain and
2 operate a skybridge and aerial utilities spanning the alley between 5th and 6th Avenues, north of
3 Virginia Street, within the footprint and existing volume of the skybridge and the existing
4 volume of the utility box currently located above the skybridge (collectively referred to as
5 "skybridge"), adjacent in whole or in part to the property legally described as:

6 Lots 11 and 12 (less portion for street), Block 15 of Addition to town of Seattle, as laid
7 off by Heirs of Sarah A. Bell, deceased (commonly known as Heirs of Sarah A. Bell's
8 Addition to the City of Seattle), as per plat recorded in Volume I of plats, page 103,
9 records of King County, Washington

10 for the purpose of providing pedestrian and utility connections between the parking garage and
11 the Westin Exchange Building.
12

13 Section 2. **Term.** The permission granted to Permittee is for a term of ten years starting
14 on June 20, 2012 and ending at 11:59 p.m. on June 19, 2022. Upon written application made by
15 the Permittee at least 180 days before expiration of the term, the Director or the City Council
16 may renew the permit twice, each time for a successive ten-year term, subject to the right of the
17 City to require the removal of the skybridge or to revise by ordinance any of the terms and
18 conditions of the permission granted by this ordinance. The total term of the permission,
19 including renewals, shall not exceed 30 years. The Permittee shall submit any application for a
20 new permission no later than 180 days prior to the expiration of the then-existing term.
21

22 Section 3. **Protection of utilities.** The permission granted is subject to the Permittee
23 bearing the expense of any protection, support, or relocation of existing utilities deemed
24 necessary by the owners of the utilities, and the Permittee being responsible for any damage to
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1 the utilities due to the construction, repair, reconstruction, maintenance, operation, or removal of
2 the skybridge and for any consequential damages that may result from any damage to utilities or
3 interruption in service caused by any of the foregoing.

4 Section 4. **Removal for public use or for cause.** The permission granted is subject to use
5 of the street right-of-way or other public place (collectively, public place) by the City and the
6 public for travel, utility purposes, and other public uses or benefits. The City expressly reserves
7 the right to deny renewal, or terminate the permission at any time prior to expiration of the initial
8 term or any renewal term, and require the Permittee to remove the skybridge, or any part thereof
9 or installation on the public place, at the Permittee's sole cost and expense in the event that:
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- 11 (a) the City Council determines by ordinance that the space occupied by the
12 skybridge is necessary for any public use or benefit or that the skybridge interferes with
13 any public use or benefit; or
14 (b) the Director determines that use of the skybridge has been abandoned; or
15 (c) the Director determines that any term or condition of this ordinance has been
16 violated, and the violation has not been corrected by the Permittee by the compliance date
17 after a written request by the City to correct the violation (unless a notice to correct is not
18 required due to an immediate threat to the health or safety of the public).
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21 A City Council determination that the space is needed for, or the skybridge interferes with, a
22 public use or benefit is conclusive and final without any right of the Permittee to resort to the
23 courts to adjudicate the matter.

24 Section 5. **Permittee's obligation to remove and restore.** If the permission granted
25 expires without an application for a new permission being granted, or if the City terminates the
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1 permission, then within 90 days after the expiration or termination of the permission, or prior to
2 any earlier date stated in an ordinance or order requiring removal of the skybridge, the Permittee
3 shall, at its own expense, remove the skybridge and all of the Permittee's equipment and
4 property from the public place and replace and restore all portions of the public place that may
5 have been disturbed for any part of the skybridge in as good condition for public use as existed
6 prior to construction of the skybridge and in at least as good condition in all respects as the
7 abutting portions of the public place as required by SDOT right-of-way restoration standards.
8

9 Failure to remove the skybridge as required by this section is a violation of Chapter
10 15.90 of the Seattle Municipal Code (SMC) or successor provision; however, applicability of
11 Chapter 15.90 does not eliminate any remedies available to the City under this ordinance or any
12 other authority. If the Permittee does not timely fulfill its obligations under this section, the City
13 may in its sole discretion remove the skybridge and restore the public place at the Permittee's
14 expense, and collect such expense in any manner provided by law.
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16 Upon the Permittee's completion of removal and restoration in accordance with this
17 section, or upon the City's completion of the removal and restoration and the Permittee's
18 payment to the City for the City's removal and restoration costs, the Director shall then issue a
19 certification that the Permittee has fulfilled its removal and restoration obligations under this
20 ordinance. Upon prior notice to the Permittee and entry of written findings that it is in the public
21 interest, the Director may, in the Director's sole discretion, conditionally or absolutely excuse the
22 Permittee from compliance with all or any of the Permittee's obligations under this section.
23

24 Section 6. **Repair or reconstruction.** The skybridge shall remain the exclusive
25 responsibility of the Permittee and the Permittee shall maintain the skybridge in good and safe
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1 condition for the protection of the public. The Permittee shall not reconstruct or repair the
2 skybridge including, but not limited to the addition or replacement of utilities in the existing
3 utility box area except in strict accordance with plans and specifications approved by the
4 Director. The Director may, in the Director's judgment, order the skybridge reconstructed or
5 repaired at the Permittee's cost and expense because of: the deterioration or unsafe condition of
6 the skybridge; the installation, construction, reconstruction, maintenance, operation, or repair of
7 any municipally-owned public utilities; or for any other cause.
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9 **Section 7. Failure to correct unsafe condition.** After written notice to the Permittee and
10 failure of the Permittee to correct an unsafe condition within the time stated in the notice, the
11 Director may order the skybridge be closed or removed at the Permittee's expense if the Director
12 deems that the skybridge has become unsafe or creates a risk of injury to the public. If there is
13 an immediate threat to the health or safety of the public, a notice to correct is not required.
14

15 **Section 8. Continuing obligations.** Notwithstanding termination or expiration of the
16 permission granted, or closure or removal of the skybridge, the Permittee shall remain bound by
17 all of its obligations under this ordinance until the Director has issued a certification that the
18 Permittee has fulfilled its removal and restoration obligations under Section 5 of this ordinance.
19 Notwithstanding the issuance of that certification, the Permittee shall continue to be bound by
20 the obligations in Section 9 of this ordinance and shall remain liable for any unpaid fees assessed
21 under Section 17 of this ordinance.
22

23 **Section 9. Release, hold harmless, indemnification, and duty to defend.** The
24 Permittee, by accepting the terms of this ordinance, releases the City, its officials, officers,
25 employees, and agents from any and all claims, actions, suits, liability, loss, costs, expense,
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1 attorneys' fees, or damages of every kind and description arising out of or by reason of the
2 skybridge or this ordinance, including but not limited to claims resulting from injury, damage, or
3 loss to the Permittee or the Permittee's property.

4 The Permittee agrees to at all times defend, indemnify, and hold harmless the City, its
5 officials, officers, employees, and agents from and against all claims, actions, suits, liability,
6 loss, costs, expense, attorneys' fees, or damages of every kind and description, excepting only
7 damages that may result from the sole negligence of the City, that may accrue to, be asserted by,
8 or be suffered by any person or property including, without limitation, damage, death or injury to
9 members of the public or to the Permittee's officers, agents, employees, contractors, invitees,
10 tenants, tenants' invitees, licensees, or successors and assigns, arising out of or by reason of:

11 (a) the existence, condition, construction, reconstruction, modification, maintenance,
12 operation, use, or removal of the skybridge or any portion thereof, or the use, occupation, or
13 restoration of the public place or any portion thereof by the Permittee or any other person or
14 entity;

15 (b) anything that has been done or may at any time be done by the Permittee by reason of
16 this ordinance; or

17 (c) the Permittee failing or refusing to strictly comply with every provision of this
18 ordinance; or arising out of or by reason of the skybridge or this ordinance in any other way.

19 If any suit, action, or claim of the nature described above is filed, instituted, or begun
20 against the City, the Permittee shall upon notice from the City defend the City, with counsel
21 acceptable to the City, at the sole cost and expense of the Permittee, and if a judgment is
22 rendered against the City in any suit or action, the Permittee shall fully satisfy the judgment
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1 within 90 days after the action or suit has been finally determined, if determined adversely to the
2 City. If it is determined by a court of competent jurisdiction that Revised Code of Washington
3 (RCW) 4.24.115 applies to this ordinance, then in the event claims or damages are caused by or
4 result from the concurrent negligence of the City, its agents, contractors, or employees, and the
5 Permittee, its agents, contractors, or employees, this indemnity provision shall be valid and
6 enforceable only to the extent of the negligence of the Permittee or the Permittee's agents,
7
8 contractors, or employees.

9 Section 10. **Insurance.** For as long as the Permittee exercises any permission granted by
10 this ordinance and until the Director has issued a certification that the Permittee has fulfilled its
11 removal and restoration obligations under Section 5 of this ordinance, the Permittee shall obtain
12 and maintain in full force and effect, at its own expense, insurance and/or self-insurance that
13 protects the Permittee and the City from claims and risks of loss from perils that can be insured
14 against under commercial general liability (CGL) insurance policies in conjunction with:
15

- 16 (a) construction, reconstruction, modification, operation, maintenance, use, existence, or
17 removal of the skybridge or any portion thereof, as well as restoration of any
18 disturbed areas of the public place in connection with removal of the skybridge;
19 (b) the Permittee's activity upon or the use or occupation of the public place described in
20 Section 1 of this ordinance; and
21 (c) claims and risks in connection with activities performed by the Permittee by virtue of
22 the permission granted by this ordinance.
23

24 Minimum insurance requirements are CGL insurance written on an occurrence form at least as
25 broad as the Insurance Services Office (ISO) CG 00 01. The City requires insurance coverage to
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1 be placed with an insurer admitted and licensed to conduct business in Washington State or with
2 a surplus lines carrier pursuant to RCW Chapter 48.15. If coverage is placed with any other
3 insurer or is partially or wholly self-insured, such insurer(s) or self-insurance is subject to
4 approval by the City's Risk Manager.

5 Minimum limits of liability shall be \$2,000,000 per Occurrence; \$4,000,000 General
6 Aggregate; \$2,000,000 Products/Completed Operations Aggregate, including Premises
7 Operation; Personal/Advertising Injury; Contractual Liability. Coverage shall include the "City
8 of Seattle, its elected and appointed officers, officials, employees and agents" as additional
9 insureds for primary and non-contributory limits of liability subject to a Separation of Insureds
10 clause.
11

12 Within 60 days after the effective date of this ordinance, the Permittee shall provide to
13 the City, or cause to be provided, certification of insurance coverage including an actual copy of
14 the blanket or designated additional insured policy provision per the ISO CG 20 12 endorsement
15 or equivalent. The insurance coverage certification shall be delivered or sent to the Director or to
16 the Department of Transportation (SDOT) at an address as the Director may specify in writing
17 from time to time. The Permittee shall provide a certified complete copy of the insurance policy
18 to the City promptly upon request.
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21 If the Permittee is self-insured, a letter of certification from the Corporate Risk Manager
22 may be submitted in lieu of the insurance coverage certification required by this ordinance, if
23 approved in writing by the City's Risk Manager. The letter of certification must provide all
24 information required by the City's Risk Manager and document, to the satisfaction of the City's
25 Risk Manager, that self-insurance equivalent to the insurance requirements of this ordinance is in
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1 force. After a self-insurance certification is approved, the City may from time to time
2 subsequently require updated or additional information. The approved self-insured Permittee
3 must provide 30 days' prior notice of any cancellation or material adverse financial condition of
4 its self-insurance program. The City may at any time revoke approval of self-insurance and
5 require the Permittee to obtain and maintain insurance as specified in this ordinance.
6

7 In the event that the Permittee assigns or transfers the permission granted by this
8 ordinance, the Permittee shall maintain in effect the insurance required under this section until
9 the Director has approved the assignment or transfer pursuant to Section 14 of this ordinance.

10 Section 11. **Contractor insurance.** The Permittee shall contractually require that any and
11 all of its contractors performing work on any premises contemplated by this permit name the
12 "City of Seattle, its officers, officials, employees and agents" as additional insureds for primary
13 and non-contributory limits of liability on all CGL, Automobile and Pollution liability insurance
14 and/or self-insurance. The Permittee shall also include in all contract documents with its
15 contractors a third-party beneficiary provision extending to the City construction indemnities and
16 warranties granted to the Permittee.
17

18 Section 12. **Performance bond.** Within 60 days after the effective date of this ordinance,
19 the Permittee shall deliver to the Director for filing with the City Clerk a sufficient bond
20 executed by a surety company authorized and qualified to do business in the State of Washington
21 that is: in the amount of \$50,000, and conditioned with a requirement that the Permittee shall
22 comply with every provision of this ordinance and with every order the Director issues under this
23 ordinance. The Permittee shall ensure that the bond remains in effect until the Director has issued
24 a certification that the Permittee has fulfilled its removal and restoration obligations under
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1 Section 5 of this ordinance. An irrevocable letter of credit approved by the Director in
2 consultation with the City Attorney's Office may be substituted for the bond. In the event that
3 the Permittee assigns or transfers the permission granted by this ordinance, the Permittee shall
4 maintain in effect the bond or letter of credit required under this section until the Director has
5 approved the assignment or transfer pursuant to Section 14 of this ordinance.

6 **Section 13. Adjustment of insurance and bond requirements.** The Director may adjust
7 minimum liability insurance levels and surety bond requirements during the term of this
8 permission. If the Director determines that an adjustment is necessary to fully protect the
9 interests of the City, the Director shall notify the Permittee of the new requirements in writing.
10 The Permittee shall, within 60 days of the date of the notice, provide proof of the adjusted
11 insurance and surety bond levels to the Director.

12 **Section 14. Consent for and conditions of assignment or transfer.** The permission
13 granted by this ordinance shall not be assignable or transferable by operation of law; nor shall the
14 Permittee transfer, assign, mortgage, pledge or encumber the same without the Director's
15 consent, which the Director shall not unreasonably refuse. The Director may approve assignment
16 or transfer of the permission granted by this ordinance to a successor entity only if the successor
17 or assignee has accepted in writing all of the terms and conditions of the permission granted by
18 this ordinance; has provided, at the time of the acceptance, the bond and certification of
19 insurance coverage required under this ordinance; and has paid any fees due under Section 17 of
20 this ordinance. Upon the Director's approval of an assignment or transfer, the rights and
21 obligations conferred on the Permittee by this ordinance shall be conferred on the successors and
22 assigns. Any person or entity seeking approval for an assignment or transfer of the permission
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1 granted by this ordinance shall provide the Director with a description of the current and
2 anticipated use of the skybridge.

3 **Section 15: Inspection fees.** The Permittee shall, as provided by SMC Chapter 15.76 or
4 successor provision, pay the City the amounts charged by the City to inspect the skybridge
5 during construction, reconstruction, repair, annual safety inspections, and at other times deemed
6 necessary by the City. An inspection or approval of the skybridge by the City shall not be
7 construed as a representation, warranty, or assurance to the Permittee or any other person as to the
8 safety, soundness, or condition of the skybridge. Any failure by the City to require correction of any
9 defect or condition shall not in any way limit the responsibility or liability of the Permittee.
10

11 **Section 16: Inspection reports.** The Permittee shall submit to the Director, or to SDOT
12 at an address specified by the Director, an inspection report that:

- 13 (a) describes the physical dimensions and condition of all load-bearing elements;
14 (b) describes any damages or possible repairs to any element of the skybridge;
15 (c) prioritizes all repairs and establishes a timeframe for making repairs; and
16 (d) is stamped by a professional structural engineer licensed in the State of
17 Washington.
18

19 A report meeting the foregoing requirements shall be submitted within 60 days after the effective
20 date of this ordinance; subsequent reports shall be submitted every 2 years, within 30 days prior
21 to the anniversary date of the last inspection report; provided that, in the event of a natural
22 disaster or other event that may have damaged the skybridge, the Director may require that
23 additional reports be submitted by a date established by the Director. The Permittee has the duty
24 of inspecting and maintaining the skybridge. The responsibility to submit structural inspection
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1 reports periodically or as required by the Director does not waive or alter any of the Permittee's
2 other obligations under this ordinance. The receipt of any reports by the Director shall not create
3 any duties on the part of the Director. Any failure by the Director to require a report, or to
4 require action after receipt of any report, shall not waive or limit the obligations of the Permittee.

5 Section 17. **Annual fee.** Beginning on June 20, 2012, and annually thereafter, the
6 Permittee shall promptly pay to the City, upon statements or invoices issued by the Director, an
7 annual fee of \$15,360, or as adjusted annually thereafter, for the privileges granted by this
8 ordinance.

9 Adjustments to the annual fee shall be made in accordance with a term permit fee
10 schedule adopted by the City Council and may be made every year. In the absence of a schedule,
11 the Director may only increase or decrease the previous year's fee to reflect any inflationary
12 changes so as to charge the fee in constant dollar terms. This adjustment will be calculated by
13 adjusting the previous year's fee by the percentage change between the two most recent year-end
14 values available for the Consumer Price Index for the Seattle-Tacoma-Bremerton Area, All
15 Urban Consumers, All Products, Not Seasonally Adjusted. All payments shall be made to the
16 City Finance Director for credit to the Transportation Operating Fund.

17 Section 18. **Compliance with other laws.** Permittee shall construct, maintain and operate
18 the skybridge in compliance with all applicable federal, state, County and City laws and
19 regulations. Without limitation, in all matters pertaining to the skybridge, the Permittee shall
20 comply with the City's laws prohibiting discrimination in employment and contracting including
21 Seattle's Fair Employment Practices Ordinance, Chapter 14.04, and Fair Contracting Practices
22 code, Chapter 14.10 (or successor provisions).

1 **Section 19. Acceptance of terms and conditions.** The Permittee shall deliver to the
2 Director its written signed acceptance of the terms of this ordinance within 60 days after the
3 effective date of this ordinance. The Director shall file the written acceptance with the City
4 Clerk. If no such acceptance is received within that 60-day period, the privileges conferred by
5 this ordinance shall be deemed declined or abandoned and the permission granted deemed lapsed
6 and forfeited and the Permittee shall, at its own expense, remove the skybridge and all of the
7 Permittee's equipment and property and replace and restore all portions of the public place as
8 provided in Section 5 of this ordinance.
9

10 **Section 20. Obligations run with the Property.** The obligations and conditions
11 imposed on the Permittee by and through this ordinance are covenants that run with the land and
12 bind subsequent owners of the property adjacent to the skybridge and legally described in
13 Section 1 of this ordinance (the "Property"), regardless of whether the Director has approved
14 assignment or transfer of the permission granted herein to such subsequent owner(s). At the
15 request of the Director, Permittee shall provide to the Director a current title report showing the
16 identity of all owner(s) of the Property and all encumbrances on the Property. The Permittee
17 shall, within 60 days of the effective date of this ordinance, and prior to conveying any interest in
18 the Property, deliver to the Director upon a form to be supplied by the Director, a covenant
19 agreement imposing the obligations and conditions set forth in this ordinance, signed and
20 acknowledged by the Permittee and any other owner(s) of the Property and recorded with the
21 King County Recorder's Office. The Director shall file the recorded covenant agreement with the
22 City Clerk. The covenant agreement shall reference this ordinance by its ordinance number. At
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1 the request of the Director, Permittee shall cause encumbrances on the Property to be
2 subordinated to the covenant agreement.

3 Section 21. **Public benefit mitigation.** Permittee shall construct and install the following
4 public benefit mitigation within one year of the effective date of this ordinance:

- 5 a) Overhead weather protection along Virginia Street, along the eastern half of the
6 block that runs between 5th and 6th Avenues; and along the 6th Avenue frontage
7 of the Westin Building Exchange;
8
9 b) Expand six tree pits along the 6th Avenue frontage of the Westin Building
10 Exchange, using tree grates in line with barrier free access standards;
11
12 c) Install bike racks; and
13
14 d) Plant and maintain additional vegetation in the existing planters along Virginia
 Street and 6th Avenue frontage of the Westin Building Exchange.

15 Prior to construction and installation of these elements, the Permittee shall obtain the required
16 permits from the appropriate City departments. Following construction and installation,
17 Permittee shall maintain these elements in good and safe condition.

18 Section 22. **Section titles.** Section titles are for convenient reference only and do not
19 modify or limit the text of a section.

20
21 Section 23. **Ratify and confirm.** Any act taken by the City or the Permittee pursuant to
22 the authority and in compliance with the conditions of this ordinance but prior to the effective
23 date of the ordinance is ratified and confirmed.

1 Section 24. 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 Passed by the City Council the ____ day of _____, 2014, and
5 signed by me in open session in authentication of its passage this
6 ____ day of _____, 2014.

7
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9 _____
10 President _____ of the City Council

11 Approved by me this ____ day of _____, 2014.

12
13 _____
14 Edward B. Murray, Mayor

15 Filed by me this ____ day of _____, 2014.

16
17 _____
18
19 Monica Martinez Simmons, City Clerk

20 (Seal)

FISCAL NOTE FOR NON-CAPITAL PROJECTS

Department:	Contact Person/Phone:	CBO Analyst/Phone:
Seattle Department of Transportation	Angela Steel/684-5967	Doug Palmer/684-5266

Legislation Title:

AN ORDINANCE granting 2001 Sixth LLC permission to maintain and operate a skybridge and utility connection over and across the alley between 5th and 6th Avenues, north of Virginia Street, for a ten-year term, renewable for two successive ten-year terms; specifying the conditions under which this permit is granted; providing for the acceptance of the permit and conditions; and ratifying and confirming certain prior acts.

Summary of the Legislation:

This legislation will allow 2001 Sixth LLC to continue maintaining and operating the existing skybridge and aerial utilities spanning the alley between 5th and 6th Avenues, north of Virginia Street, within the footprint and existing volume of the skybridge and the existing volume of the utility box currently located above the skybridge. An area map is attached for reference.

This skybridge permit is for a term of ten years commencing from the expiration of the last term permit on June 20, 2012. The legislation specifies the conditions under which authorization is granted and provides for acceptance of the permit and conditions.

2001 Sixth LLC is to pay the City of Seattle an annual fee of \$15,360 commencing from the last paid annual fee invoice, June 19, 2012, and annually thereafter. Adjustments to the annual fee may be made every year and, if so, shall be calculated in accordance with a term permit fee schedule adopted by the City Council by Ordinance 123485. An Annual Fee Assessment Summary is attached for reference.

Background:

By Ordinance 110596, the City granted permission to 2001 Sixth LLC to construct, maintain and operate a skybridge over and across the alley between 5th and 6th Avenues, north of Virginia Street, for a ten-year term, renewable for two successive ten-year terms.

The permission granted by Ordinance 110596, was renewed for two successive ten-year terms and the permission ended on June 19, 2012.

Please check one of the following:

This legislation does not have any financial implications.

X This legislation has financial implications.

Appropriations:

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	2012 Fee - \$15,360 2013 Fee - \$15,360 2014 Fee - \$18,432	TBD
TOTAL			\$49,152	TBD

Revenue/Reimbursement Notes: The 2012 and 2013 annual fees are \$15,360. The 2014 annual fee is \$18,432; the increase in the fee is due to an increase in the assessed land value by King County. The 2015 fee will be based on 2015 King County Assessment values.

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? No.

Spending/Cash Flow:

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 \$15,360. As previously stated, the City of Seattle has the option to adjust the fee amount on an annual basis. The skybridge, as originally permitted under Ordinance 110596 will no longer be permitted.

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

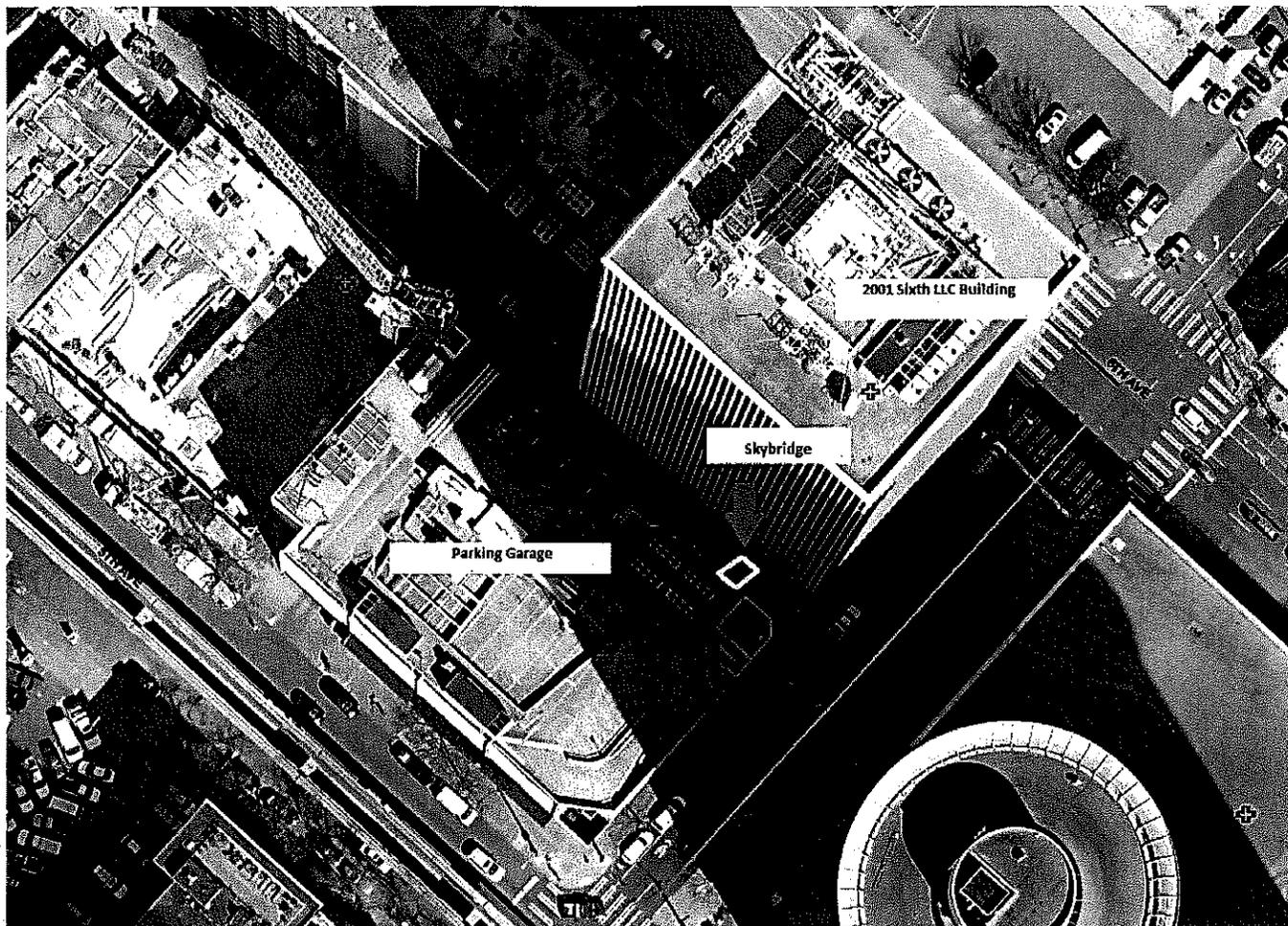
List attachments to the fiscal note below:

Attachment A - 2001 Sixth LLC Skybridge Area Map

Attachment B - 2001 Sixth LLC Skybridge Photo

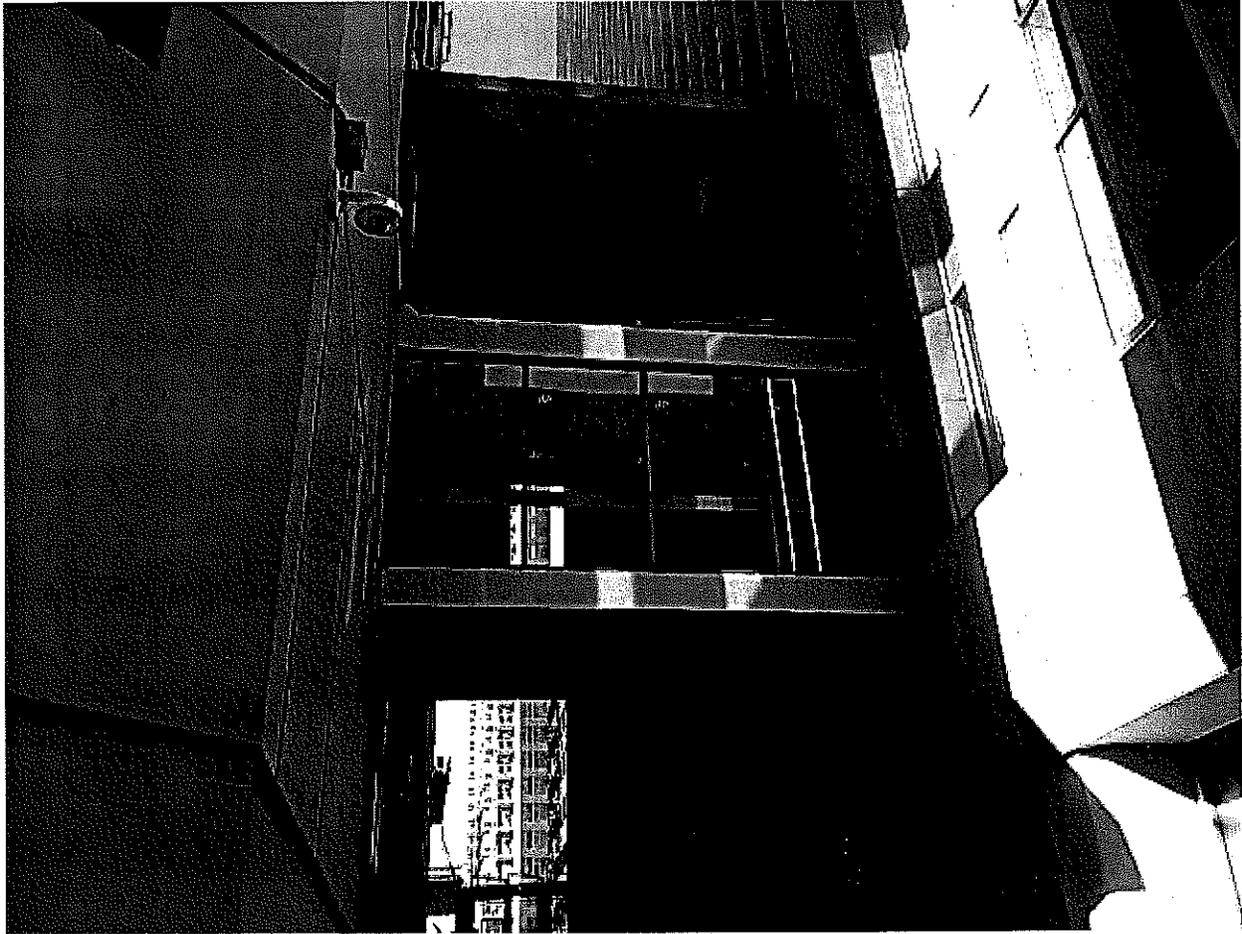
Attachment C - Annual Fee Assessment Summary

Attachment A – 2001 Sixth LLC Skybridge 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 – 2001 Sixth LLC Skybridge Photo



Looking north along alley at Virginia Street.

Attachment C - Annual Fee Assessment Summary

STREET USE ANNUAL FEE ASSESSMENT

Date: 4/23/14

<p><u>Summary:</u> Land Value: \$500/SF 2012 Permit Fee: \$15,360</p>
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I. Property Description:

Existing skybridge and aerial utilities over and across the alley between 5th and 6th Avenues, north of Virginia Street. The skybridge provides a pedestrian and private utility connection between the Westin Exchange Building and the Westin garage. The skybridge area is **192 square feet**.

Applicant:

2001 Sixth Avenue LLC

Abutting Parcels, Property Size, Assessed Value:

1. Parcel 0659000890

Tax year 2012 Appraised Land Value \$9,720,000

The tax parcel lot size is 19,440, as noted on the King County Department of Assessment webpage.

2. Parcel 0659000950

Tax year 2012 Appraised Land Value \$6,480,000

The tax parcel lot size is 12,960 square feet, as noted on the King County Department of Assessments webpage.

Average 2012 tax assessed land value: \$500/SF

II. Annual Fee Assessment:

The 2012 permit fee is calculated as follows:

$(\$500/\text{SF}) \times (192 \text{ SF}) \times (200\%) \times (8\%) = \boxed{\$15,360}$ where 200% is the degree of alienation for a private-use skybridge and 8% is the annual rate of return.

Fee methodology authorized under Ordinance 123485.



City of Seattle
Edward B. Murray
Mayor

August 19, 2014

Honorable Tim Burgess
President
Seattle City Council
City Hall, 2nd Floor

Dear Council President Burgess:

I am pleased to transmit the attached proposed Council Bill that will grant to 2001 Sixth LLC a new ten-year permit for an existing skybridge and aerial utility connections over and across the alley between 5th Avenue and 6th Avenue, north of Virginia Street, renewable for two additional ten-year terms.

Use of the existing skybridge over the alley, which was last authorized by Ordinance 110596, provides a connection for employees and private utilities between the Westin Exchange Building and the Westin garage. As part of the public benefit mitigation package, 2001 Sixth LLC will install and maintain overhead weather protection along Virginia Street, expand tree pits in six locations along 6th Avenue, install bike racks on 6th Avenue and Virginia Street, and will also plant and maintain additional vegetation in the existing planters along 6th Avenue and Virginia Street. In addition to granting a new permit, the proposed Council Bill updates the insurance and bond requirements, updates the annual fee, and specifies the conditions under which authorization is granted.

Thank you for your consideration of this legislation. Should you have questions, please contact Angela Steel at (206) 684-5967.

Sincerely,

A handwritten signature in black ink, appearing to read "Edward B. Murray".

Edward B. Murray
Mayor of Seattle

cc: Honorable Members of the Seattle City Council