



SEATTLE CITY COUNCIL

Legislative Summary

CB 118535

Record No.: CB 118535

Type: Ordinance (Ord)

Status: Passed

Version: 1

124925

In Control: City Clerk

File Created: 09/22/2015

Final Action: 12/01/2015

Title: AN ORDINANCE relating to the Haller Lake Improvements project in the Department of Finance and Administrative Services; establishing the 2017 Multipurpose LTGO Bond Fund; authorizing the loan of funds from the City's Consolidated (Residual) Cash Pool, or its participating funds, in the amount of \$1,500,000, to the 2017 Multipurpose LTGO Bond Fund for bridge financing of the Haller Lake Improvements project; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

Date

Notes:

Filed with City Clerk:

Mayor's Signature:

Sponsors: Licata

Vetoed by Mayor:

Veto Overridden:

Veto Sustained:

Attachments:

Drafter: adam.schaefer@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	09/28/2015	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	10/20/2015	sent for review	Budget Committee			
	Action Text:	The Council Bill (CB) was sent for review. to the Budget Committee					
	Notes:						
1	Full Council	10/26/2015	referred	Budget Committee			
	Action Text:	The Council Bill (CB) was referred. to the Budget Committee					
	Notes:						
1	Budget Committee	11/16/2015	pass				Pass

Action Text: The Committee recommends that Full Council pass the Council Bill (CB).
In Favor: 7 Chair Licata, Member Bagshaw, Member Burgess, Member Godden,
Member O'Brien, Member Rasmussen, Member Sawant
Opposed: 0
Absent(NV): 1 Okamoto

1 Full Council 11/23/2015 passed Pass

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

In Favor: 9 Councilmember Bagshaw, Council President Burgess, Councilmember
Godden, Councilmember Harrell, Councilmember Licata, Councilmember
O'Brien, Okamoto, Councilmember Rasmussen, Councilmember Sawant
Opposed: 0

1 City Clerk 11/30/2015 submitted for Mayor
Mayor's signature

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

1 Mayor 12/01/2015 Signed

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

1 Mayor 12/01/2015 returned City Clerk

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

1 City Clerk 12/01/2015 attested by City
Clerk

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

CITY OF SEATTLE
ORDINANCE 124925
COUNCIL BILL 118535

AN ORDINANCE relating to the Haller Lake Improvements project in the Department of Finance and Administrative Services; establishing the 2017 Multipurpose LTGO Bond Fund; authorizing the loan of funds from the City's Consolidated (Residual) Cash Pool, or its participating funds, in the amount of \$1,500,000, to the 2017 Multipurpose LTGO Bond Fund for bridge financing of the Haller Lake Improvements project; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

WHEREAS, as part of the 2015-2020 Adopted Capital Improvement Program, the Executive proposed and the Council adopted the Haller Lake Improvements Project, to complete the design of Haller Lake Improvements Project at the City's Haller Lake complex; and

WHEREAS, the 2016-2021 Proposed Capital Improvement Program includes funding to complete construction of those improvements; and

WHEREAS, the Haller Lake Improvements Project is estimated to cost \$5,500,000 and is funded by proceeds from multiple fund sources through 2017, including Real Estate Excise Tax I and general obligation bonds; and

WHEREAS, the Executive intends to seek Council approval to issue LTGO bonds in 2017 to fund the Haller Lake Improvements project; and

WHEREAS, the Department of Finance and Administrative Services requires bridge financing for the Haller Lake Improvements project in advance of the 2017 LTGO bond issuance; and

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

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

1 WHEREAS, there is sufficient cash in the City's Consolidated (Residual) Cash Pool or its
2 participating funds to support a revolving loan of up to \$1,500,000 through the end of
3 2017; and

4 WHEREAS, funds loaned by the City's Consolidated (Residual) Cash Pool to the 2017
5 Multipurpose LTGO Bond Fund for the purpose of bridge financing of the Haller Lake
6 Improvements project are anticipated to be repaid from the proceeds of the sale of LTGO
7 bonds in 2017; NOW, THEREFORE,

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

9 Section 1. The Director of Finance is authorized to create in the City Treasury the 2017
10 Multipurpose LTGO Bond Fund, into which the principal proceeds and any premium received
11 from the sale and delivery of limited tax general obligation (LTGO) bonds in 2017 shall be
12 deposited for the purpose of paying all or part of the costs of various elements of the City's
13 capital improvement program and other City purposes approved by ordinance. The Fund shall
14 receive earnings on its positive balances and pay interest on its negative balances. The Director
15 of Finance is authorized to create other subfunds, accounts, or subaccounts as may be needed.

16 Section 2. The Director of Finance is authorized to make a revolving loan of up to
17 \$1,500,000 principal and interest outstanding at any one time from the City's Consolidated
18 (Residual) Cash Pool or its participating funds to the 2017 Multipurpose LTGO Bond Fund, to
19 provide bridge financing for the Haller Lake Improvements project being undertaken by the
20 Department of Finance and Administrative Services (FAS). The loan is to be repaid no later than
21 December 31, 2017, with interest on the loan at the rate of return of the City's Consolidated
22 (Residual) Cash Pool. The entire principal and interest amount of the loan drawn in advance of

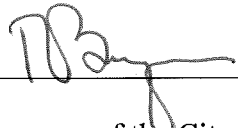
1 the LTGO bond issuance in 2017 shall be repaid with proceeds from the sale of 2017 LTGO
2 bonds, subject to future authorization by ordinance of the 2017 LTGO bonds.

3 Section 3. The Director of Finance may effectuate the loan authorized in Section 2 by
4 transferring cash from one or more funds participating in the City's Consolidated (Residual) Cash
5 Pool to the 2017 Multipurpose LTGO Bond Fund, or by carrying the 2017 Multipurpose LTGO
6 Bond Fund in a negative cash position in an amount not to exceed \$1,500,000 until no later than
7 December 31, 2017. The Director of Finance is further authorized to establish, and modify if
8 necessary from time to time, a repayment plan and schedule.

9 Section 4. Any act consistent with the authority of this ordinance taken after its passage
10 and prior to its effective date is ratified and confirmed.

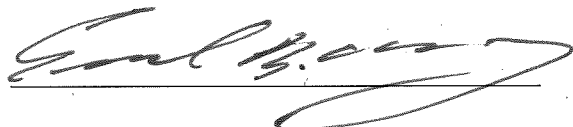
Section 5. This ordinance shall take effect and be in force 30 days after its approval by the Mayor, but if not approved and returned by the Mayor within 10 days after presentation, it shall take effect as provided by Seattle Municipal Code Section 1.04.020.

Passed by a 3/4 vote of all the members of the City Council the 23rd day of NOVEMBER, 2015, and signed by me in open session in authentication of its passage this 23rd day of NOVEMBER, 2015.



President _____ of the City Council

Approved by me this 1st day of December, 2015.



Edward B. Murray, Mayor

Filed by me this 1st day of December, 2015.



Monica Martinez Simmons, City Clerk

(Seal)

SUMMARY and FISCAL NOTE

Department:	Contact Person/Phone:	Executive Contact/Phone:
FAS	Jay Zhao 4-8326	Katherine Tassery 5-0703

1. BILL SUMMARY

Legislation Title: AN ORDINANCE relating to the Haller Lake Improvements project in the Department of Finance and Administrative Services; establishing the 2017 Multipurpose LTGO Bond Fund; authorizing the loan of funds from the City's Consolidated (Residual) Cash Pool, or its participating funds, in the amount of \$1,500,000, to the 2017 Multipurpose LTGO Bond Fund for bridge financing of the Haller Lake Improvements project; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

Summary and background of the Legislation: As part of the 2015-2020 Adopted Capital Improvement Program, the Executive proposed and the Council adopted the Haller Lake Stormwater Drainage Improvements Project, to complete the design of stormwater drainage improvements at the City's Haller Lake complex. The 2016-2021 Proposed CIP includes proposed funding to complete construction of those improvements. This multiyear project is estimated to cost \$5.5 million and is funded from multiple fund sources through 2017, including Real Estate Excise Tax I and general obligation bonds.

The construction will be phased to reflect the complexities of negotiating the scopes and completing this work under and around active tenant operations and structures. Tenant operations are currently not in compliance with stormwater code, and proposed improvements will erect structures and provide stormwater detention to bring these operations into compliance.

This ordinance seeks Council authorization to establish a revolving interfund loan for the Haller Lake Improvements project in the amount of \$1,500,000 to meet cash flow requirements as bridge financing in advance of the 2017 LTGO bond issuance. The entire principal and interest amount of the loan authorized by this ordinance will be repaid by proceeds of the 2017 LTGO bonds issued for this project, subject to future authorization by ordinance for the 2017 bond.

Work for this project is scheduled to begin in January 2016. The City Finance Director has authority to leave a fund in a negative cash position for up to 90 days, but because work is scheduled to begin in early 2016, and to relieve administrative complexities, Council authorization for the interfund loan is being requested in the 2016 Budget.

The Haller Lake Improvements project is scheduled to be completed in 2017. The Executive will seek Council approval to issue LTGO bonds for the project in 2017. FAS will be working with Haller Lake tenant departments (including Seattle Department of Transportation and Seattle Public Utilities) to determine the allocation of the cost of servicing that debt in 2017 and beyond.

Jay Zhao/Frank Coulter
CBO Haller Lake Improvements Interfund Loan SUM
D1a

2. CAPITAL IMPROVEMENT PROGRAM

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

Project Name:	Project I.D.:	Project Location:	Start Date:	End Date:	Total Cost:
Haller Lake Improvements	A1MSY 03	12600 Stone AVE N	Q1/2015	Q4/2017	\$5.5 million

3. SUMMARY OF FINANCIAL IMPLICATIONS

 X This legislation has direct financial implications.

Budget program(s) affected:				
Estimated \$ Appropriation change:	General Fund \$		Other \$	
	2015	2016	2015	2016
				\$500,000
Estimated \$ Revenue change:	Revenue to General Fund		Revenue to Other Funds	
	2015	2016	2015	2016
Positions affected:	No. of Positions		Total FTE Change	
	2015	2016	2015	2016
Other departments affected:	Haller Lake tenant departments (including SDOT and SPU).			

Note: The 2016 appropriation change will be requested in the 2016 budget process, not in this legislation.

3.a. Appropriations

 This legislation adds, changes, or deletes appropriations.

Fund Name and number	Dept	Budget Control Level Name/##	2015 Appropriation Change	2016 Estimated Appropriation Change
2017 Multipurpose LTGO Bond Fund (36400)	FAS	A1MSY Maintenance Shops and Yards	0	\$500,000

Jay Zhao/Frank Coulter
CBO Haller Lake Improvements Interfund Loan SUM
D1a

TOTAL				\$500,000

**See budget book to obtain the appropriate Budget Control Level for your department.*

Appropriations Notes: This legislation does not increase appropriation in the 2017 Multipurpose LTGO Bond Fund in order to pay for 2016 capital costs to be incurred. The 2016 appropriation change will be requested in the 2016 budget.

3.b. Revenues/Reimbursements

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

Anticipated Revenue/Reimbursement Resulting from this Legislation: None.

Fund Name and Number	Dept	Revenue Source	2015 Revenue	2016 Estimated Revenue
TOTAL				

Revenue/Reimbursement Notes: This legislation does not authorize new revenues. Through its passage, the authority to borrow from the City's Consolidated (Residual) Cash Pool will be authorized in the amount of \$1.5 million, including \$1 million to cover the project costs January through May 2017.

3.c. Positions

 This legislation adds, changes, or deletes positions.

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?**

This legislation authorizes FAS to borrow funds from the City's Consolidated (Residual) Cash Pool to meet cash flow requirements for the Haller Lake Improvements project. The entire principal and interest amount of the loan authorized by this ordinance will be repaid by 2017 LTGO bond proceeds. This legislation does not authorize new revenues.

- b) **Is there financial cost or other impacts of not implementing the legislation?**

The interfund loan provides interim bridge financing in advance of the 2017 LTGO bond issuances to support the Haller Lake Improvements project costs. Without interim financing, the project will not be able to fulfill the requirements for implementation.

- c) **Does this legislation affect any departments besides the originating department?**

Yes. Tenant departments, including SDOT and SPU.

Jay Zhao/Frank Coulter
CBO Haller Lake Improvements Interfund Loan SUM
D1a

d) Is a public hearing required for this legislation?

No.

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?

No.

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.

None.

i) Other Issues: None.

List attachments below: None.

STATE OF WASHINGTON -- KING COUNTY

--SS.

331453

No. 124921,922,923,924,925,26

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.

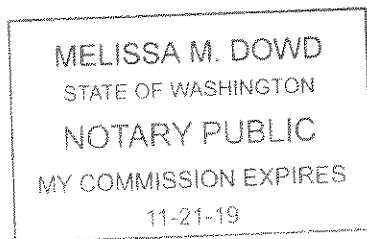
The notice in the exact form annexed, was published in regular issues of The Daily Journal of Commerce, which was regularly distributed to its subscribers during the below stated period. The annexed notice, a

CT:TITLE ONLY ORDINANCES

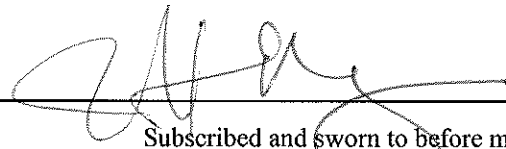
was published on

12/15/15

The amount of the fee charged for the foregoing publication is the sum of \$108.50 which amount has been paid in full.



Affidavit of Publication



Subscribed and sworn to before me on

12/15/2015



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 November 23, 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 124921

AN ORDINANCE relating to financial management practices; amending Section 5.08.020 of the Seattle Municipal Code and repealing Section 5.08.025 and Chapter 5.33 of the Seattle Municipal Code.

Ordinance 124922

AN ORDINANCE relating to jail services; authorizing the Mayor to execute an Interlocal Agreement with Snohomish County for the provision of Jail Services; and ratifying and confirming certain prior acts.

Ordinance 124923

AN ORDINANCE relating to pet licensing; adjusting cat and dog license fees; and amending Section 9.26.020 of the Seattle Municipal Code.

Ordinance 124924

AN ORDINANCE relating to contracting indebtedness; authorizing and providing for the issuance and sale of limited tax general obligation bonds to pay all or part of the costs of various elements of the City's capital improvement program and other City purposes approved by ordinance; to provide a contribution to the Pike Place Market Preservation and Development Authority for the financing of certain improvements; and to pay the costs of issuance of the bonds; providing for certain terms, conditions and covenants and the manner of sale of the bonds; amending Ordinance 123480 (as previously amended by Ordinance 124341 and Ordinance 124637); and ratifying and confirming certain prior acts.

Ordinance 124925

AN ORDINANCE relating to the Haller Lake Improvements project in the Department of Finance and Administrative Services; establishing the 2017 Multipurpose LTGO Bond Fund; authorizing the loan of funds from the City's Consolidated (Residual) Cash Pool, or its participating funds, in the amount of \$1,500,000, to the 2017 Multipurpose LTGO Bond Fund for bridge financing of the Haller Lake Improvements project; and ratifying and confirming certain prior acts; all by a 3/4 vote of the City Council.

Ordinance 124926

AN ORDINANCE relating to the Joint Training Facility Project; amending Ordinance 121179, as last amended by Ordinance 124638, to change the terms of the outstanding interfund loan.

Date of publication in the Seattle Daily Journal of Commerce, December 15, 2015.

12/16(331463)