SEATTLE CITY COUNCIL

Legislative Summary

CB 118535

Record No.: CB 118535
Version: 1
Type: Ordinance (Ord)
124925
Status: Passed
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.

Notes:

Sponsors: Licata

Attachments:

Drafter: adam.schaefer@seattle.gov

	Date
Filed with City Clerk:	
Mayor's Signature:	
Vetoed by Mayor:	
Veto Overridden:	
Veto Sustained:	

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's signature	Mayor	
	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

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

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

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

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

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

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

Section 4. Any act consistent with the authority of this ordinance taken after its passage 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)

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

Form revised: December 5, 2014

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.

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

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.

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.

Subscribed and sworn to before me on

12/15/2015

MELISSA M. DOWD
STATE OF WASHINGTON
NOTARY PUBLIC
MY COMMISSION EXPIRES
11-21-19

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 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.

12/15(331453)