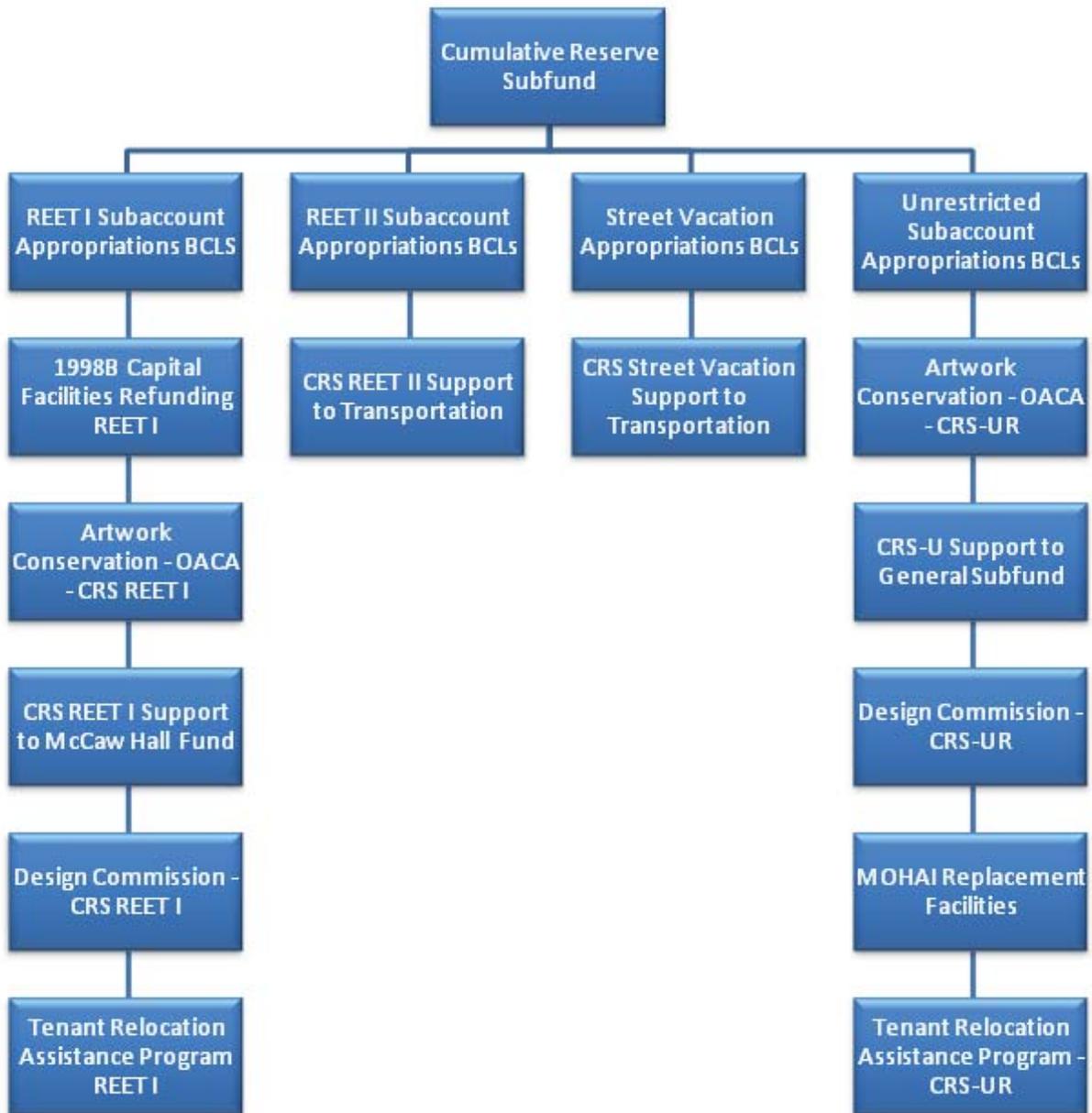


# Cumulative Reserve Subfund

Beth Goldberg, Director

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# Cumulative Reserve Subfund

## Department Overview

The Cumulative Reserve Subfund (CRS), authorized under state law, is used primarily for maintenance and development of the City's general government capital facilities and infrastructure. The subfund is divided into two accounts, the Capital Projects Account and the Revenue Stabilization Account.

The Revenue Stabilization Account, created through Ordinance 119761, provides a cushion from the impact of sudden, unanticipated shortfalls in revenue due to economic downturns that could undermine City government's ability to maintain services. Please see the Revenue Stabilization Reserve Budget Control Level in the Fiscal Reserves section of the Budget for more details.

The Capital Projects Account provides support for an array of capital projects, with a primary focus on maintaining and rehabilitating existing City facilities. The Capital Projects Account includes seven subaccounts described below.

- The Real Estate Excise Tax I (REET I) Subaccount is supported by a 0.25% tax on real estate transactions. REET I is used for a variety of capital projects authorized by state law.
- The Real Estate Excise Tax II (REET II) Subaccount is supported by an additional 0.25% tax on real estate transactions and is kept separate due to different state requirements regarding the use of these resources. State law limits the use of revenues from this additional tax to capital projects involving parks (except acquisition) and transportation.
- The Unrestricted Subaccount receives funding from a variety of sources, including a portion (50%) of street vacation revenues, transfers of General Subfund balances, property sales, investment earnings (net of investment earnings attributable to the South Lake Union Property Proceeds Subaccount and the Asset Preservation Subaccount - Fleets and Facilities), and other unrestricted contributions to the Cumulative Reserve Subfund.
- The Asset Preservation Subaccount receives revenues from interest earnings on subaccount balances and from a portion of space rent charges paid by tenants of Department of Finance and Administrative Services (FAS) facilities. Resources in this subaccount are used to support asset preservation expenditures for certain FAS facilities. Unappropriated funds in this subaccount are designated as a Large Expense Project Reserve per Resolution 30812, and are intended to pay for very costly asset preservation projects in future years.
- The Street Vacation Subaccount receives funding from a portion of street vacation revenues. In 2001, the state legislature made major changes in the law pertaining to vacation compensation. These changes allowed cities, in certain circumstances, to charge a vacation fee that is the full appraised value of the right-of-way but mandated that at least one half of the revenue from these fees be dedicated to the acquisition, improvement, development, and related maintenance of public open space or transportation capital projects within the city. This subaccount tracks those funds.
- The South Lake Union Property Proceeds Subaccount receives funding from sales of certain surplus City property located adjacent to South Lake Union and investment earnings attributable to the subaccount. The use of these funds is generally governed by Resolution 30334.
- The Bluefields Holdings Subaccount was established with the single purpose to facilitate financial monitoring and oversight of habitat on specifically identified City-owned properties along the Duwamish River. Bluefield Holdings has established a unique program with the Natural Resource Trustees so that available Natural Resource Damage credits can be sold to parties needing to satisfy damage liability in conjunction with the Lower Duwamish Superfund site. The City of Seattle entered into a Master Lease and Term Permit authorized with Bluefield Holdings to construct habitat to allow for the development of these credits. The Bluefield Master Lease requires Bluefield

## Cumulative Reserve Subfund

Holdings to maintain the habitat during an applicable term and provide the City with funds for continued maintenance after the term expires. These maintenance contributions are deposited in the Bluefield Holdings subaccount and will be used to ensure the long-term preservation of the developed habitat.

Department capital projects are fully described in the accompanying Capital Improvement Program (CIP) document. Actual appropriations for capital projects funded by the CRS are made in the appropriate department's section in the budget, with the exception of the Seattle Department of Transportation, and some special projects that are described in the following pages of this section, such as debt service payments and the City's Tenant Relocation Assistance Program.

### Budget Overview

#### Real Estate Excise Tax

Spending from the Cumulative Reserve Subfund (CRS) is primarily supported by Real Estate Excise Taxes (REET), which have experienced considerable volatility in recent years. The City collected a record \$71.8 million in 2007, but experienced a 68% decline in 2009 from that record level. While still projected to be 50% less than peak revenues in 2007, REET revenues for 2013 are estimated at \$6 million above 2011 actual revenue collections, with an additional \$4 million bump in 2014. Additional discussion of REET revenues can be found in the Revenue Overview section of this document.

Cost pressures from basic major maintenance and other capital needs continue to outpace revenue trends. CRS faces additional fiscal pressure from support provided to projects in the 2003 Fire Facilities and Emergency Response Levy Program. While the voter-approved levy supported a majority of the costs for the fire station renovations and upgrades, REET was also committed to support the projects through both payments of related debt service and direct cash support. The 2013-2014 Proposed Budget continues this commitment despite recent resource constraints. Funds are also allocated to support projects in compliance with the Americans with Disabilities Act (ADA). Overall, the Proposed Budget appropriates approximately \$55 million from CRS in 2013, with \$42 million from the two REET subaccounts. Individual projects and programs supported by CRS resources are described in the departmental sections of the 2013-2018 Proposed Capital Improvement Program (CIP).

The 2012 Adopted Budget included \$24 million for asset preservation for parks, library, civic buildings, and Seattle Center. The 2013-2014 Proposed Budget increases those amounts in these areas to an annual average total of \$27.6 million. This is an improvement from the annual average funding in these areas over 2010-2012 which was \$18.8 million. City policies establish a minimum target funding level based on assessed value that equates to about \$32.6 million for 2013. While the City has not had sufficient funding to achieve target asset preservation levels since the target was established in 2009, asset preservation funding for these general government facilities over 2013-2014 will be the closest to achieving target levels since they were established.

Policy 12 of Resolution 31083 states that the City will maintain fund balances of \$5 million for the REET I and REET II subaccounts. This policy was relaxed in 2009 following a collapse in REET revenue streams, adjusting the minimum target balance to \$1 million for each account. Given the volatility of the real estate market, maintaining healthy reserves to protect against economic downturns is essential and the City is committed to rebuilding the target fund balance as prudently as possible. Despite continued weakness in REET revenues, \$3.0 million is proposed to be added to the cash reserve balance in 2013 and an additional \$3.5 million in 2014. With these contributions, the REET subaccounts will re-establish their cumulative \$10 million target cash reserve for the first time since the Great Recession. Rebuilding reserves and adhering to prudent financial management policies is a key strategy for ensuring the City remains on sound financial footing and is able to respond to dynamic economic conditions.

# Cumulative Reserve Subfund

## Cumulative Reserve Subfund - Unrestricted

Another Cumulative Reserve Subfund subaccount that has experienced fiscal challenges in the past decade is the CRS-Unrestricted Subaccount (CRS-U). This subaccount was granted a loan in 2003 in order to facilitate the purchase of property at what is now known as the Joint Training Facility (JTF), and was intended to be repaid through the sale of excess land. The contemplated land sale is unlikely to occur in the near-term and an alternative approach has been taken to repay this loan. On a smaller scale, the account has also been out of balance in recent years because on-going expenditures in the account exceed the on-going revenues available. This further exacerbated the imbalance. The interfund loan was authorized initially in 2003 by Ordinance 121179 and extended through 2012 by Ordinance 123481. The 2013-2014 Proposed Budget continues a number of strategies first implemented in the 2011 Adopted Budget designed to bring CRS-U back into a positive position.

- First, sufficient ongoing expenditures have been shifted to other funding sources in order to create an annual surplus of revenues over expenditures in the account. This ensures that the account does not decline further into deficit over time.
- Second, annual contributions from the General Subfund will bring the fund balance back into positive territory over time. General Subfund contributions of \$500,000 annually began in 2012 and will continue until the fund returns to positive position.
- Third, the interfund loan for this account is extended through the 2013-2014 biennium to accommodate the time needed to address this issue.

With the above strategies in place and CRS-U on a sustained path back to fiscal health, the 2013-2014 Proposed Budget is able to allocate some one-time CRS-U street vacation revenues to priority areas for funding. As street vacation revenues have historically varied in both amount and timing from initial estimates, the 2013-2014 Proposed Budget holds a portion of these anticipated funds in reserve, pending confirmation of the amount and timing of these revenues. At such time as the revenues are in-hand, specific appropriations will be sought for these priority funding areas as follows:

- District Energy Investment Reserve. \$350,000 is designated in 2013 to support creation of a District Energy Investment Reserve. The District Energy Investment Reserve would provide funding to incentivize a developer to construct district energy infrastructure at a scale that would allow the City to realize its broader district energy vision. By designing the infrastructure beyond that needed to serve the private development, the developer would be helping to catalyze the development of a larger district energy system in the neighborhood fueled by what is currently a wasted resource, such as waste heat from a data center.
- Master Plan Investment Reserve. \$2.5 million is designated in 2014 for further implementation of the Transit Master Plan (TMP). The TMP identified the highest priority corridors for high capacity transit service (HCT) in Seattle. The 2013-2014 Proposed Budget completes funding for corridor analyses of each of the priority HCT corridors. The TMP Investment Reserve will provide local matching funds to continue the next phase of work on each of these corridors, which will focus on design, engineering and environmental review. It is expected that the Center City Connector will be the first corridor to reach this phase. The TMP Investment Reserve will help the City secure federal grant funding to complete planning work in these corridors.

One project recommended for funding and appropriated in the 2013-2014 Proposed Budget from CRS-U is the creation of additional parking capacity at the Seattle Zoo. \$2 million of CRS-U funds are allocated to this project in 2013. For additional discussion of this project, please see the Department of Parks and Recreation budget section.

In addition, the CRS-Unrestricted Subaccount was used to facilitate the distribution of the proceeds from the sale of McCurdy Park facilities formerly occupied by the Museum of History and Industry (MOHAI). In accordance with the settlement agreement between the City of Seattle and MOHAI, Ordinance 123437, the City received \$20 million of sale proceeds in 2010 from the State and transferred this full amount to MOHAI. An additional \$20 million of McCurdy Park facilities sale proceeds from the State was received by the City in June 2011. From this second \$20 million payment, \$11.5 million was appropriated for transfer to MOHAI in

## Cumulative Reserve Subfund

2011, with the remaining \$8.5 million to be paid from the City to MOHAI with the following minimum payment schedule: \$2.5 million by 2013, \$2.5 million by 2014, \$3.5 million by 2015. The 2013 through 2015 payments are anticipated to be supported by land sale proceeds.

Under the sustainable approach to rebuilding the CRS-U fund described above, and considering anticipated revenues and proposed expenditures and reserves in the CRS-U Subaccount, current estimates are for CRS-U to return to a positive unreserved fund balance position in 2016.

### Asset Preservation Subaccount

The Asset Preservation Subaccount preserves and extends the useful life and operational capacity of existing Finance and Administrative Services (FAS) managed facilities, and is funded by facility space rent paid by City departments. Examples of 2013-2014 projects planned include replacing aged and failing systems at the Animal Shelter such as installing new heaters and plumbing, rebuilding pumps, and replacing electrical panels. Drainage improvements, lighting, and HVAC improvements are planned for the Airport Way Center complex building D and E. The Seattle Municipal Tower will continue in 2013 the second year of a 5-year weatherization program which includes a comprehensive wet seal replacement for the aluminum glass framing system of the sloped glass roof.

### Street Vacation Subaccount

The Street Vacation Subaccount receives funding from a portion of street vacation revenues and provides additional funding support for the Department of Transportation overall efforts to meet the transportation needs of the City. As described above, street vacation revenues have historically varied in both amount and timing from initial estimates, so the 2013-2014 Proposed Budget holds a portion of these anticipated funds in reserve, pending confirmation of the amount and timing of these revenues. Supplemental appropriations will be proposed for specific projects once revenues are confirmed. Potential projects planned for funding once available include:

- Additional funding to construct railroad crossing gates and flashing lights at key railroad crossings in the Seattle Waterfront Quiet Zone. This work will be done in coordination with Burlington Northern Santa Fe (BNSF) Railroad which will install the gates and flashing lights while SDOT will install other elements including curbs and signage.
- Funding to repair and replace retaining walls at two locations in north Seattle, where storm events have resulted in damage to existing retaining wall systems.
- Construction of a retaining wall and reopening of a long-term sidewalk closure along Rainier Avenue South. The sidewalk along this area has remained blocked due to landslides, and has been closed since 1998.

In addition to these potential projects, street vacation revenues are used to provide matching funds to secure a grant for work on the King Street Station Multimodal Terminal Project.

## Cumulative Reserve Subfund

### Incremental Budget Changes

#### Cumulative Reserve Subfund

	2013		2014	
	Budget	FTE	Budget	FTE
<b>Total 2012 Adopted Budget</b>	<b>\$ 9,967,553</b>	<b>0.00</b>	<b>\$ 9,967,553</b>	<b>0.00</b>
<b>Proposed Policy Changes</b>				
CRS Support to Transportation Programs	\$ 6,080,475	0.00	\$ 2,743,350	0.00
<b>Proposed Technical Changes</b>				
Technical Adjustments to CRS Supported Programs	\$ 26,903	0.00	\$ 43,045	0.00
Removing One-time Support in 2012 Adopted Budget	-\$ 1,188,500	0.00	-\$ 1,188,500	0.00
Debt Service Reduction	-\$ 1,353,763	0.00	-\$ 1,353,763	0.00
Settlement Payments to the Museum of History and Industry (MOHAI)	\$ 2,500,000	0.00	\$ 2,500,000	0.00
<b>Total Incremental Changes</b>	<b>\$ 6,065,115</b>	<b>0.00</b>	<b>\$ 2,744,132</b>	<b>0.00</b>
<b>2013 - 2014 Proposed Budget</b>	<b>\$ 16,032,668</b>	<b>0.00</b>	<b>\$ 12,711,685</b>	<b>0.00</b>

# Cumulative Reserve Subfund

## Description of Incremental Budget Changes

### Proposed Policy Changes

#### **CRS Support to Transportation Programs - \$6,080,475**

The 2013-2014 Proposed Budget prioritizes Real Estate Excise Tax (REET) funding to support multi-modal transportation system investments. This includes over \$2 million annually of additional REET funding for arterial major maintenance of the City's roads and \$1.5 million in 2013 for work on transit corridors. The 2013-2014 Proposed Budget also targets investments in the transportation system that enhance the reliability of the system and promote public safety, including \$1 million in 2013 for work on the 3rd Avenue corridor and \$830,000 for projects that create safe routes to schools in greenways. An additional \$1 million in each of 2013 and 2014 is directed to arterial major maintenance in order to free up other funding that will be used to support additional transit corridor work. This adjustment also reflects other miscellaneous changes to transportation programs supported by the Cumulative Reserve Subfunds (CRS). Additional details of transportation programs supported can be found in the Budget Control Level section of the CRS budget under the Support to Transportation BCL.

### Proposed Technical Changes

#### **Technical Adjustments to CRS Supported Programs - \$26,903**

Technical adjustments to reflect changes due to inflation and other miscellaneous adjustments to the CRS supported Tenant Relocation, Design Commission, and McCaw Hall Asset Preservation programs.

#### **Removing One-time Support in 2012 Adopted Budget - (\$1,188,500)**

Technical adjustment to remove a one-time appropriation in the 2012 Adopted Budget for the Street Vacation Subaccount.

#### **Debt Service Reduction - (\$1,353,763)**

Adjustments necessary to align appropriations with current debt service schedules. The significant reduction is a result of maturing debt service in 2012.

#### **Settlement Payments to the Museum of History and Industry (MOHAI) - \$2,500,000**

Scheduled payments per the terms of the settlement agreement between the City of Seattle and the Museum of History and Industry (MOHAI) related to the sale of the McCurdy Park facility formerly occupied by MOHAI.

## Cumulative Reserve Subfund

### Expenditure Overview

Appropriations	Summit Code	2011 Actual	2012 Adopted	2013 Proposed	2014 Proposed
<b>CRS, REET I Subaccount Appropriations</b>					
1998B Capital Facilities Refunding REET I Budget Control Level	2CCE0-1	3,038,138	1,186,763	0	0
Artwork Conservation - OACA - CRS REET I Budget Control Level	V2ACGM-163	187,000	187,000	187,000	187,000
CRS REET I Support to McCaw Hall Fund Budget Control Level	2SC10	200,000	200,000	220,000	220,000
Design Commission - CRS REET I Budget Control Level	2UU50-DC-163	374,000	302,640	311,719	321,071
Tenant Relocation Assistance Program REET I Budget Control Level	2UU51	44,281	154,500	152,850	157,436
<b>CRS, REET II Subaccount Appropriations</b>					
<b>CRS REET II Support to Transportation Budget Control</b>					
Bridges & Structures - REET II		2,044,577	2,900,000	2,673,000	2,674,000
Corridor & Intersection Improvements - REET II		247,796	0	0	0
Debt Service (SDOT) - REET II		2,698,839	1,529,000	1,362,000	1,362,000
Freight Mobility - REET II		0	0	0	235,000
Landslide Mitigation - REET II		155,409	250,000	200,000	200,000
Neighborhood Enhancements - REET II		772,567	921,000	752,000	0
New Trails and Bike Paths - REET II		0	0	0	0
Roads - REET II		-316	0	4,190,000	4,190,000
Sidewalks & Pedestrian Facilities - REET II		275,553	0	885,000	85,000
Trails and Bike Paths - REET II		67,138	0	0	0
Transit & HOV - REET II		152,756	0	1,500,000	0
<b>Total</b>	<b>2ECM0</b>	<b>6,414,319</b>	<b>5,600,000</b>	<b>11,562,000</b>	<b>8,746,000</b>
<b>CRS, Street Vacation Subaccount Appropriations</b>					
<b>CRS Street Vacation Support to Transportation Budget Control</b>					
Corridor and Intersection Improvements - CRS-SV		53,143	0	0	0
Freight Mobility		390,000	1,188,500	0	0
<b>Total</b>	<b>CRS-StVac-SDOT</b>	<b>443,143</b>	<b>1,188,500</b>	<b>0</b>	<b>0</b>

## Cumulative Reserve Subfund

### CRS, Unrestricted Subaccount Appropriations

Artwork Conservation - OACA - CRS-UR Budget Control Level	V2ACGM	12,500	0	0	0
CRS-U Support to General Subfund Budget Control Level	CRS-U- GSF	8,500,000	0	0	0
CRS-U Support to Transportation Budget Control Level	CRS-U- SDOT	1,259,921	1,074,150	1,025,625	504,500
MOHAI Replacement Facilities Budget Control Level	KMOHAI	11,500,000	0	2,500,000	2,500,000
Tenant Relocation Assistance Program - CRS-UR Budget Control Level	2UU50- TA	74,000	74,000	73,474	75,678
<b>Department Total</b>		<b>32,047,302</b>	<b>9,967,553</b>	<b>16,032,668</b>	<b>12,711,685</b>
<b>Department Full-time Equivalents Total*</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

*\* FTE totals are provided for information purposes only. Changes in FTEs resulting from City Council or Personnel Director actions outside of the budget process may not be detailed here.*

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### Revenue Overview

#### 2013 Estimated Revenues

Summit Code	Source	2011 Actual	2012 Adopted	2013 Proposed	2014 Proposed
441990	Habitat Maintenance Contributions	103,643	0	0	0
441990	Other Misc Revenues	23,600	80,000	80,000	55,000
462300	Parking Fees	246,441	170,000	170,000	170,000
462500	Lease Revenues	69,784	45,000	60,000	60,000
479010	Private Donations	958,515	1,451,000	2,326,000	1,633,000
485110	Fund Transfer from Parks for Puget Park Project	203,716	0	0	0
587102	Golf Revenues	165,229	435,000	0	0
	<b>Total Misc Revenues</b>	<b>1,770,928</b>	<b>2,181,000</b>	<b>2,636,000</b>	<b>1,918,000</b>
417340	REET I	15,064,901	14,462,196	18,020,410	20,194,745
417340	REET II	15,101,140	14,462,196	18,020,410	20,194,745
	<b>Total Real Estate Excise Taxes</b>	<b>30,166,041</b>	<b>28,924,392</b>	<b>36,040,820</b>	<b>40,389,489</b>
461110	Interest Earnings -00167	2,770	2,000	2,000	2,000
461110	Interest Earnings -00164	293,255	220,000	220,000	220,000
461110	Interest Earnings -00168	60,707	50,000	50,000	50,000
	<b>Total Interest Earnings</b>	<b>356,732</b>	<b>272,000</b>	<b>272,000</b>	<b>272,000</b>
485110	Street Vacation	661,250	980,000	980,000	5,220,000
485110	Sale of Lands & Buildings	20,000,000	0	8,500,000	0
485110	Street Vacation	661,250	980,000	980,000	5,220,000
	<b>Total Sale of Lands &amp; Buildings</b>	<b>21,322,500</b>	<b>1,960,000</b>	<b>10,460,000</b>	<b>10,440,000</b>
587001	Oper Tr In-Fr General Fund - CRS-U	0	500,000	500,000	500,000
	<b>Total General Subfund Support</b>	<b>0</b>	<b>500,000</b>	<b>500,000</b>	<b>500,000</b>
434010	State Grants	879,027	231,000	11,000	0
441990	Federal Grants	1,685,836	1,115,000	940,000	2,126,000
477020	Local Grants	297,936	0	112,000	0
	<b>Total Grants</b>	<b>2,862,799</b>	<b>1,346,000</b>	<b>1,063,000</b>	<b>2,126,000</b>
437321	King County Tax Levy	5,505,820	1,074,150	1,025,625	504,500
	<b>Total King County Tax Levy</b>	<b>5,505,820</b>	<b>1,074,150</b>	<b>1,025,625</b>	<b>504,500</b>
485110	Oper Tr In-Fr FAS Operating Fund	4,000,000	4,000,000	4,000,000	4,000,000
	<b>Total Oper Tr In-Fr FAS Operating Fund</b>	<b>4,000,000</b>	<b>4,000,000</b>	<b>4,000,000</b>	<b>4,000,000</b>
	<b>Total Revenues</b>	<b>65,984,820</b>	<b>40,257,542</b>	<b>55,997,445</b>	<b>60,149,989</b>

## Cumulative Reserve Subfund

379100	Use of (Contribution to) Fund Balance - 00178	-103,629	0	0	0
379100	Use of (Contribution to) Fund Balance -00163	1,409,981	1,739,707	2,677,794	-4,904,238
379100	Use of (Contribution to) Fund Balance -00161	-889,611	2,531,804	2,822,590	-3,343,745
379100	Use of (Contribution to) Fund Balance - 00167	-2,770	-2,000	-2,000	-2,000
379100	Use of (Contribution to) Fund Balance -00169	-218,107	208,500	-980,000	-5,220,000
379100	Use of (Contribution to) Fund Balance	-5,958,835	-1,331,000	-5,293,629	-3,029,541
379100	Use of (Contribution to) Fund Balance -00168	604,319	1,170,000	-250,000	-250,000
	<b>Total Use of Fund Balance</b>	<b>-5,158,652</b>	<b>4,317,011</b>	<b>-1,025,245</b>	<b>-16,749,523</b>
	<b>Total Resources</b>	<b>60,826,168</b>	<b>44,574,553</b>	<b>54,972,200</b>	<b>43,400,466</b>

## Cumulative Reserve Subfund

### Appropriations By Budget Control Level (BCL) and Program

#### **1998B Capital Facilities Refunding REET I Budget Control Level**

The purpose of the 1998B Capital Facilities Refunding REET I Budget Control Level is to pay debt service on 1998 Series B Limited Tax General Obligation bonds, which were issued to refund bonds issued in 1992 at lower interest rates.

<b>Program Expenditures</b>	<b>2011 Actual</b>	<b>2012 Adopted</b>	<b>2013 Proposed</b>	<b>2014 Proposed</b>
1998B Capital Facilities Refunding	3,038,138	1,186,763	0	0
<b>Total</b>	<b>3,038,138</b>	<b>1,186,763</b>	<b>0</b>	<b>0</b>

#### **Artwork Conservation - OACA - CRS REET I Budget Control Level**

The purpose of the Artwork Conservation - OACA - CRS REET I Budget Control Level is to support the Arts Conservation Program, which is administered by the Office of Arts & Cultural Affairs. This program provides professional assessment, conservation, repair, routine and major maintenance, and relocation of artwork for the City's approximately 400-piece permanently sited art collection and the approximately 2,700-piece portable artwork collection.

<b>Program Expenditures</b>	<b>2011 Actual</b>	<b>2012 Adopted</b>	<b>2013 Proposed</b>	<b>2014 Proposed</b>
Artwork Conservation - OACA REET I	187,000	187,000	187,000	187,000
<b>Total</b>	<b>187,000</b>	<b>187,000</b>	<b>187,000</b>	<b>187,000</b>

#### **CRS REET I Support to McCaw Hall Fund Budget Control Level**

The purpose of the CRS REET I Support to McCaw Hall Fund Budget Control Level is to appropriate resources from REET I to the McCaw Hall Fund to support major maintenance work on McCaw Hall. Any capital projects related to the expenditure of this reserve are listed in Seattle Center's Capital Improvement Program.

<b>Program Expenditures</b>	<b>2011 Actual</b>	<b>2012 Adopted</b>	<b>2013 Proposed</b>	<b>2014 Proposed</b>
CRS REET I Support to McCaw Hall Fund	200,000	200,000	220,000	220,000
<b>Total</b>	<b>200,000</b>	<b>200,000</b>	<b>220,000</b>	<b>220,000</b>

## Cumulative Reserve Subfund

### Design Commission - CRS REET I Budget Control Level

The purpose of the Design Commission - CRS REET I Budget Control Level is to support the Design Commission, which advises the Mayor, City Council, and City departments on the design of capital improvements and other projects that shape Seattle's public realm. The goals of the Commission are to see that public facilities and projects within the city's right-of-way incorporate design excellence, that City projects achieve their goals in an economical manner, and that they fit the City's design goals.

Program Expenditures	2011 Actual	2012 Adopted	2013 Proposed	2014 Proposed
Design Commission - CRS REET I	374,000	302,640	311,719	321,071
<b>Total</b>	<b>374,000</b>	<b>302,640</b>	<b>311,719</b>	<b>321,071</b>

### Tenant Relocation Assistance Program REET I Budget Control Level

The purpose of the Tenant Relocation Assistance Program REET I Budget Control Level is to allow the City to pay for relocation assistance to low income tenants displaced by development activity, as authorized by SMC 22.210 and RCW 59.18.440.

Program Expenditures	2011 Actual	2012 Adopted	2013 Proposed	2014 Proposed
Tenant Relocation Assistance Program REET I	44,281	154,500	152,850	157,436
<b>Total</b>	<b>44,281</b>	<b>154,500</b>	<b>152,850</b>	<b>157,436</b>

### CRS REET II Support to Transportation Budget Control Level

The purpose of the CRS REET II Support to Transportation Budget Control Level is to appropriate funds from REET II to the Transportation Operating Fund to support specific capital programs, or in the case of the Debt Service Program, appropriate funds to pay debt service costs directly from the REET II Subaccount.

Program Expenditures	2011 Actual	2012 Adopted	2013 Proposed	2014 Proposed
Bridges & Structures - REET II	2,044,577	2,900,000	2,673,000	2,674,000
Corridor & Intersection Improvements - REET II	247,796	0	0	0
Debt Service (SDOT) - REET II	2,698,839	1,529,000	1,362,000	1,362,000
Freight Mobility - REET II	0	0	0	235,000
Landslide Mitigation - REET II	155,409	250,000	200,000	200,000
Neighborhood Enhancements - REET II	772,567	921,000	752,000	0
New Trails and Bike Paths - REET II	0	0	0	0
Roads - REET II	-316	0	4,190,000	4,190,000
Sidewalks & Pedestrian Facilities - REET II	275,553	0	885,000	85,000
Trails and Bike Paths - REET II	67,138	0	0	0
Transit & HOV - REET II	152,756	0	1,500,000	0
<b>Total</b>	<b>6,414,319</b>	<b>5,600,000</b>	<b>11,562,000</b>	<b>8,746,000</b>

## Cumulative Reserve Subfund

### **CRS Street Vacation Support to Transportation Budget Control Level**

The purpose of the CRS Street Vacation Support to Transportation Budget Control Level is to appropriate funds from the CRS Street Vacation Subaccount to support specific transportation capital programs.

<b>Program Expenditures</b>	<b>2011 Actual</b>	<b>2012 Adopted</b>	<b>2013 Proposed</b>	<b>2014 Proposed</b>
Corridor and Intersection Improvements - CRS-SV	53,143	0	0	0
Freight Mobility	390,000	1,188,500	0	0
<b>Total</b>	<b>443,143</b>	<b>1,188,500</b>	<b>0</b>	<b>0</b>

### **Artwork Conservation - OACA - CRS-UR Budget Control Level**

The purpose of the Artwork Conservation - OACA - CRS-UR Budget Control Level is to support the Arts Conservation Program, which is administered by the Office of Arts & Cultural Affairs. This program provides professional assessment, conservation, repair, routine and major maintenance, and relocation of artwork for the City's approximately 400-piece permanently sited art collection and the approximately 2,700-piece portable artwork collection.

<b>Program Expenditures</b>	<b>2011 Actual</b>	<b>2012 Adopted</b>	<b>2013 Proposed</b>	<b>2014 Proposed</b>
Artwork Conservation - OACA	12,500	0	0	0
<b>Total</b>	<b>12,500</b>	<b>0</b>	<b>0</b>	<b>0</b>

### **CRS-U Support to General Subfund Budget Control Level**

The purpose of the CRS-U Support to General Subfund Budget Control Level is to provide funding to support General Subfund programs.

<b>Program Expenditures</b>	<b>2011 Actual</b>	<b>2012 Adopted</b>	<b>2013 Proposed</b>	<b>2014 Proposed</b>
CRS-U Support to General Subfund	8,500,000	0	0	0
<b>Total</b>	<b>8,500,000</b>	<b>0</b>	<b>0</b>	<b>0</b>

### **CRS-U Support to Transportation Budget Control Level**

The purpose of the CRS-U Support to Transportation Budget Control Level is to appropriate funds from CRS Unrestricted Sub-account to the Transportation Operating Fund to support specific capital programs and pay debt service on specified transportation projects.

<b>Program Expenditures</b>	<b>2011 Actual</b>	<b>2012 Adopted</b>	<b>2013 Proposed</b>	<b>2014 Proposed</b>
CRS-U Support to Transportation	1,259,921	1,074,150	1,025,625	504,500
<b>Total</b>	<b>1,259,921</b>	<b>1,074,150</b>	<b>1,025,625</b>	<b>504,500</b>

## Cumulative Reserve Subfund

### **MOHAI Replacement Facilities Budget Control Level**

The purpose of the MOHAI Replacement Facilities Budget Control Level is to replace the functions and facilities of the Museum of History and Industry's (MOHAI) Montlake location, including but not limited to those facilities and functions included in MOHAI's proposed project at the Lake Union Armory. The City intends to use the proceeds it receives from the Washington State Department of Transportation's purchase of the city-owned MOHAI facility at Montlake to contract with MOHAI to replace those functions and facilities.

<b>Program Expenditures</b>	<b>2011 Actual</b>	<b>2012 Adopted</b>	<b>2013 Proposed</b>	<b>2014 Proposed</b>
MOHAI Replacement Facilities	11,500,000	0	2,500,000	2,500,000
<b>Total</b>	<b>11,500,000</b>	<b>0</b>	<b>2,500,000</b>	<b>2,500,000</b>

### **Tenant Relocation Assistance Program - CRS-UR Budget Control Level**

The purpose of the Tenant Relocation Assistance Program - CRS-UR Budget Control Level is to allow the City to pay for relocation assistance to low-income tenants displaced by development activity, as authorized by SMC 22.210 and RCW 59.18.440.

<b>Program Expenditures</b>	<b>2011 Actual</b>	<b>2012 Adopted</b>	<b>2013 Proposed</b>	<b>2014 Proposed</b>
Tenant Relocation Assistance Program	74,000	74,000	73,474	75,678
<b>Total</b>	<b>74,000</b>	<b>74,000</b>	<b>73,474</b>	<b>75,678</b>

## Cumulative Reserve Subfund

### Total CRS Appropriations for 2013 /2014 Proposed Budget For Informational Purposes Only

**CRS Table 1 - Appropriations By Subfund and Department**

Fund	Dept:	<u>2013 Proposed</u>			<u>2014 Proposed</u>		
		CRS Direct	Dept Capital	CRS Total	CRS Direct	Dept Capital	CRS Total
<b>Cumulative Reserve Subfund –REET I (00163)</b>							
	Seattle Center	\$0	\$5,902	\$5,902	\$0	\$3,214	\$3,214
	Seattle Public Library	\$0	\$677	\$677	\$0	\$500	\$500
	Department of Parks & Recreation	\$0	\$3,677	\$3,677	\$0	\$5,753	\$5,753
	Finance & Administrative Services Department	\$0	\$9,571	\$9,571	\$0	\$4,938	\$4,938
	Cumulative Reserve Subfund Direct Spending	\$872	\$0	\$872	\$886	\$0	\$886
	<b>Subtotal</b>	<b>\$872</b>	<b>\$19,827</b>	<b>\$20,699</b>	<b>\$886</b>	<b>\$14,405</b>	<b>\$15,291</b>
<b>Cumulative Reserve Subfund –REET II (00161)</b>							
	Seattle Department of Transportation	\$11,562	\$0	\$11,562	\$8,746	\$0	\$8,746
	Department of Parks & Recreation		\$9,281	\$9,281		\$8,104	\$8,104
	Finance & Administrative Services Department		\$0	\$0		\$0	\$0
	<b>Subtotal</b>	<b>\$11,562</b>	<b>\$9,281</b>	<b>\$20,843</b>	<b>\$8,746</b>	<b>\$8,104</b>	<b>\$16,850</b>
<b>Cumulative Reserve Subfund –Unrestricted (00164)</b>							
	Seattle Center		\$2,233	\$2,233		\$1,437	\$1,437
	Seattle Department of Transportation	\$1,026	\$0	\$1,026	\$505		\$505
	Department of Parks & Recreation		\$3,775	\$3,775		\$2,917	\$2,917
	Finance & Administrative Services Department		\$24	\$24		\$25	\$25
	Cumulative Reserve Subfund Direct Spending	\$2,573	\$0	\$2,573	\$2,576	\$0	\$2,576
	<b>Subtotal</b>	<b>\$3,599</b>	<b>\$6,032</b>	<b>\$9,631</b>	<b>\$3,081</b>	<b>\$4,379</b>	<b>\$7,460</b>
<b>Cumulative Reserve Subfund – Asset Preservation (00168)</b>							
	Finance & Administrative Services Department		\$3,800	\$3,800		\$3,800	\$3,800
	<b>Subtotal</b>	<b>\$0</b>	<b>\$3,800</b>	<b>\$3,800</b>	<b>\$0</b>	<b>\$3,800</b>	<b>\$3,800</b>

## Cumulative Reserve Subfund

### Cumulative Reserve Subfund – Street Vacation (00169)

Seattle Department of Transportation	\$0	\$0	\$0	\$0	\$0	\$0
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total CRS Department</b>	<b>\$16,033</b>	<b>\$38,940</b>	<b>\$54,973</b>	<b>\$12,712</b>	<b>\$30,688</b>	<b>\$43,400</b>

### CRS Table 2 - Appropriations By Department

Department	<u>2013 Proposed</u>			<u>2014 Proposed</u>		
	CRS Direct	Dept Capital	CRS Total	CRS Direct	Dept Capital	CRS Total
<b>Subtotals by Department</b>						
Seattle Center	\$0	\$8,135	\$8,135	\$0	\$4,651	\$4,651
Seattle Public Library	\$0	\$677	\$677	\$0	\$500	\$500
Seattle Department of Transportation	\$12,588	\$0	\$12,588	\$9,251	\$0	\$9,251
Department of Parks & Recreation	\$0	\$16,733	\$16,733	\$0	\$16,774	\$16,774
Finance & Administrative Services Department	\$0	\$13,395	\$13,395	\$0	\$8,763	\$8,763
Cumulative Reserve Subfund Direct Spending	\$3,445	\$0	\$3,445	\$3,461	\$0	\$3,461
<b>Total</b>	<b>\$16,033</b>	<b>\$38,940</b>	<b>\$54,973</b>	<b>\$12,712</b>	<b>\$30,688</b>	<b>\$43,400</b>

## Cumulative Reserve Subfund

### CRS Fund Table

#### Cumulative Reserve Subfund - Unrestricted Subaccount (00164)

	2011 Actuals	2012 Adopted	2012 Revised	2013 Proposed	2014 Proposed
<b>Beginning Fund Balance</b>	-4,933,203	-3,912,453	1,025,632	1,812,432	7,106,061
Accounting and Technical Adjustments	0	0	0	0	0
Plus: Actual and Estimated Revenues	30,990,409	6,301,150	5,756,950	14,924,625	10,488,500
Less: Actual and Budgeted Expenditures	21,346,421	1,148,150	1,148,150	3,599,099	3,080,178
Less: Capital Improvements	3,685,153	3,822,000	3,822,000	6,031,897	4,378,781
<b>Ending Fund Balance</b>	<b>1,025,632</b>	<b>-2,581,453</b>	<b>1,812,432</b>	<b>7,106,061</b>	<b>10,135,602</b>
District Energy Investment Reserve				350,000	350,000
Reserve for MOHAI Payments				6,000,000	3,500,000
Transit Master Plan Investment Reserve					2,500,000
Continuing Appropriations	5,698,220	6,087,243	5,698,220	5,698,220	5,698,220
<b>Total Reserves</b>	<b>5,698,220</b>	<b>6,087,243</b>	<b>5,698,220</b>	<b>12,048,220</b>	<b>12,048,220</b>
<b>Ending Unreserved Fund Balance</b>	<b>-4,672,588</b>	<b>-8,668,696</b>	<b>-3,885,788</b>	<b>-4,942,159</b>	<b>-1,912,618</b>

#### Cumulative Reserve Subfund, Asset Preservation Subaccount - Fleets and Facilities (00168)

	2011 Actuals	2012 Adopted	2012 Revised	2013 Proposed	2014 Proposed
<b>Beginning Fund Balance</b>	6,122,670	6,469,255	5,518,350	4,348,350	4,598,350
Accounting and Technical Adjustments	0	0	0	0	0
Plus: Actual and Estimated Revenues	4,060,707	4,050,000	4,050,000	4,050,000	4,050,000
Less: Capital Improvements	4,665,027	5,220,000	5,220,000	3,800,000	3,800,000
<b>Ending Fund Balance</b>	<b>5,518,350</b>	<b>5,299,255</b>	<b>4,348,350</b>	<b>4,598,350</b>	<b>4,848,350</b>
Continuing Appropriations	4,031,776	4,976,802	4,031,776	4,031,776	4,031,776
Designated for Special Purpose	1,486,574	322,453	316,574	566,574	816,574
<b>Total Reserves</b>	<b>5,518,350</b>	<b>5,299,255</b>	<b>4,348,350</b>	<b>4,598,350</b>	<b>4,848,350</b>
<b>Ending Unreserved Fund Balance</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Cumulative Reserve Subfund

### Cumulative Reserve Subfund - Street Vacation Subaccount (00169)

	2011 Actuals	2012 Adopted	2012 Revised	2013 Proposed	2014 Proposed
<b>Beginning Fund Balance</b>	<b>86,455</b>	<b>955,205</b>	<b>304,562</b>	<b>-1,058,251</b>	<b>-78,251</b>
Accounting and Technical Adjustments	0	0	0	0	0
Plus: Actual and Estimated Revenues	661,250	980,000	435,800	980,000	5,220,000
Less: Actual and Budgeted Expenditures	443,143	1,188,500	1,798,613	0	0
<b>Ending Fund Balance</b>	<b>304,562</b>	<b>746,705</b>	<b>-1,058,251</b>	<b>-78,251</b>	<b>5,141,749</b>
Continuing Appropriations	480,753	623,896	1,870,640	1,870,640	1,870,640
Designated for Special Purpose					3,271,109
<b>Total Reserves</b>	<b>480,753</b>	<b>623,896</b>	<b>1,870,640</b>	<b>1,870,640</b>	<b>5,141,749</b>
<b>Ending Unreserved Fund Balance</b>	<b>-176,191</b>	<b>122,809</b>	<b>-2,928,891</b>	<b>-1,948,891</b>	<b>0</b>

### Cumulative Reserve Subfund - REET II Subaccount (00161)

	2011 Actuals	2012 Adopted	2012 Revised	2013 Proposed	2014 Proposed
<b>Beginning Fund Balance</b>	<b>10,246,053</b>	<b>11,839,550</b>	<b>11,135,666</b>	<b>12,219,112</b>	<b>9,396,522</b>
Accounting and Technical Adjustments	0	0	0	0	0
Plus: Actual and Estimated Revenues	15,101,140	14,462,196	18,077,446	18,020,410	20,194,745
Less: Actual and Budgeted Expenditures	6,414,319	5,600,000	5,600,000	11,562,000	8,746,000
Less: Capital Improvements	7,797,208	11,394,000	11,394,000	9,281,000	8,105,000
<b>Ending Fund Balance</b>	<b>11,135,666</b>	<b>9,307,746</b>	<b>12,219,112</b>	<b>9,396,522</b>	<b>12,740,266</b>
Reserve for ADA & Other Major Maintenance	0				90,000
Reserve of Neighborhood Project Fund					1,100,000
Cash Balance Reserve	1,000,000	1,400,000	1,400,000	2,850,000	5,000,000
Continuing Appropriations	6,540,996	7,845,686	6,540,996	6,540,996	6,540,996
<b>Total Reserves</b>	<b>7,540,996</b>	<b>9,245,686</b>	<b>7,940,996</b>	<b>9,390,996</b>	<b>12,730,996</b>
<b>Ending Unreserved Fund Balance</b>	<b>3,594,670</b>	<b>62,060</b>	<b>4,278,116</b>	<b>5,526</b>	<b>9,270</b>

## Cumulative Reserve Subfund

### Cumulative Reserve Subfund - South Lake Union Property Proceeds Subaccount (00167)

	2011 Actuals	2012 Adopted	2012 Revised	2013 Proposed	2014 Proposed
<b>Beginning Fund Balance</b>	<b>311,231</b>	<b>313,231</b>	<b>314,001</b>	<b>316,001</b>	<b>318,001</b>
Accounting and Technical Adjustments	0	0	0	0	0
Plus: Actual and Estimated Revenues	2,770	2,000	2,000	2,000	2,000
<b>Ending Fund Balance</b>	<b>314,001</b>	<b>315,231</b>	<b>316,001</b>	<b>318,001</b>	<b>320,001</b>
<b>Ending Unreserved Fund Balance</b>	<b>314,001</b>	<b>315,231</b>	<b>316,001</b>	<b>318,001</b>	<b>320,001</b>

### Cumulative Reserve Subfund - Bluefields Subaccount (00178)

	2011 Actuals	2012 Adopted	2012 Revised	2013 Proposed	2014 Proposed
<b>Beginning Fund Balance</b>	<b>0</b>	<b>103,643</b>	<b>103,643</b>	<b>203,643</b>	<b>203,643</b>
Accounting and Technical Adjustments	0	0	0	0	0
Plus: Actual and Estimated Revenues	103,643	0	100,000	0	0
<b>Ending Fund Balance</b>	<b>103,643</b>	<b>103,643</b>	<b>203,643</b>	<b>203,643</b>	<b>203,643</b>
<b>Ending Unreserved Fund Balance</b>	<b>103,643</b>	<b>103,643</b>	<b>203,643</b>	<b>203,643</b>	<b>203,643</b>

## Cumulative Reserve Subfund

### Cumulative Reserve Subfund - REET I Subaccount (00163)

	2011 Actuals	2012 Adopted	2012 Revised	2013 Proposed	2014 Proposed
<b>Beginning Fund Balance</b>	<b>21,186,202</b>	<b>21,405,300</b>	<b>19,776,221</b>	<b>21,710,264</b>	<b>19,032,470</b>
Accounting and Technical Adjustments	0	0	0	0	0
Plus: Actual and Estimated Revenues	15,064,901	14,462,196	18,077,446	18,020,410	20,194,745
Less: Actual and Budgeted Expenditures	3,843,419	2,030,903	1,972,403	871,569	885,507
Less: Capital Improvements	12,631,463	14,171,000	14,171,000	19,826,635	14,405,000
<b>Ending Fund Balance</b>	<b>19,776,221</b>	<b>19,665,593</b>	<b>21,710,264</b>	<b>19,032,470</b>	<b>23,936,707</b>
Continuing Appropriations	14,971,553	17,316,994	14,971,553	14,971,553	14,971,553
Reserve for ADA & Other Major Maintenance				280,000	3,958,000
Cash Balance Reserve	1,000,000	2,250,000	2,250,000	3,750,000	5,000,000
<b>Total Reserves</b>	<b>15,971,553</b>	<b>19,566,994</b>	<b>17,221,553</b>	<b>19,001,553</b>	<b>23,929,553</b>
<b>Ending Unreserved Fund Balance</b>	<b>3,804,668</b>	<b>98,599</b>	<b>4,488,711</b>	<b>30,917</b>	<b>7,154</b>

