May 16, 1994

Introduced By: Laing,

Derdowski, Sims

94-116a.sub

Proposed No.:

94-116

SUBSTITUTE 338
ORDINANCE NO.

AN ORDINANCE directing the executive to enter into a one-year lease agreement for office space for the department of development and environmental services, hereinafter referred as the DDES, located in Council District No. 6 and directing the executive to: conduct an inventory and evaluation of county-owned properties; to make recommendations for the future function(s) and organization of the DDES; to convene an adhoc working group to review DDES space requirements; and to recommend a site for the DDES to the county council on or before March 1, 1995.

BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

SECTION 1. The King County executive is hereby directed to execute a one-year lease for the department of development and environmental services at Eastpointe Plaza located at 3600-136th Place SE in Bellevue, Washington, in Council District No. 6, for 77,500 rentable square feet of improved space at a rate of \$11.95 per square foot per year with an option for a month-to-month extension at the same \$11.95 per square foot rate for up to six months. Under the terms of the lease, the county may, at its discretion, elect to extend the lease on a year-to-year basis for four additional years for a rate per square foot per year to be negotiated by the executive. Operating expenses in excess of \$5.00 per square foot per year may be passed on to the County by the landlord.

SECTION 2. The county executive shall not execute any lease agreement with the owners of the Eastpointe property if property tax payments are not current within thirty (30) days of the effective date of this ordinance. The

lease agreement shall provide for additional penalties, over and above those already assessed by the county for late tax payments, in the event that the owners of Eastpointe are delinquent in making any future tax payments.

SECTION 3. In order to resolve the longer term space needs of the DDES in a responsible and informed manner, the county executive shall:

- Conduct a thorough evaluation of county-owned properties
 to determine the cost and feasibility of preparing these
 properties for uses consistent with the needs of various
 County government functions;
- 2. Determine his specific intent regarding the function and organization of the DDES and make any appropriate recommendations;
- 3. Convene a collaborative process between the county council and the administration by appointing a task force on DDES's regional location(s). The task force shall include at least three members of the county council's budget and fiscal management committee and three members representing the executive. An additional three members representing the building and development community, labor and other community interests shall be appointed by the six Council and Executive task force members. Task force staffing shall be accomplished jointly by staff from real property, DDES and the county council. The task force should address the following issues:
 - a) define the locational criteria most critical to the efficient and responsive conduct of DDES's responsibilities and functions;
 - b) consider the effects of various location options on highway congestion in King County;
 - c) fashion location alternatives that minimize the number and length of necessary trips to DDES;
 - d) minimize DDES space costs;

- e) determine whether the county should lease or purchase office space for DDES;
- f) determine whether DDES functions should be decentralized using satellite offices;
- g) determine the size and location of a central DDES facility given the anticipated annexations and incorporations; and
- h) make a recommendation to the county executive and the county council on or before December 15, 1994; and,
- 4. Conduct a competitive process, including a structured and competitive Request For Proposals, to identify a facility or facilities that: 1) can be leased or acquired, either from private parties, other governments, or from the county's own real property inventory; 2) take into consideration the recommendations of the adhoc task force; and 3) allow the county the option to reduce its leased area; and,

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2	county council on or before March 1, 1995, for space for
3	the DDES for at least three to five years.
4	INTRODUCED AND READ for the first time this 28^{4h}
5	day of Jebruary, 1994.
6	PASSED this 16th day of May, 1994
7 8	Passed by a vote of 9-3. KING COUNTY COUNCIL KING COUNTY, WASHINGTON
9 10	Kent Pullen Chair
11	ATTEST:
12 13	Anald a Saturation Clerk of the Council
14	APPROVED this day of, 19
15 16	tarra May 27,1994. King County Executive
17	Attachments:



May 27, 1994

The Honorable Kent Pullen, Chair King County Council Room 1200 COURTHOUSE

Dear Councilmember Pullen:

I am returning Ordinance No. 11338, which authorizes extension of the DDES lease at Eastpointe, without my signature. I am declining to sign the ordinance for two reasons. First, I do not believe the ordinance is in the best interest of the taxpayers, the development industry, or the employees of DDES. Second, direct negotiations between building owners and the County should be conducted by the appropriate executive department, not conducted in a highly charged political setting by the legislative branch. I believe such negotiations not only represent inappropriate legislative intrusions into an administrative function, which even some of your own members publicly acknowledged, but also often bring about some unintended bad consequences for the County. It is time, however, to move on to other important matters.

As the first step toward implementing the Council's decision, we will write to the owners of Eastpointe to request a written lease extension offer that meets the requirements of Ordinance No. 11338. We intend to seek rent ceiling protection for time periods beyond the eighteen months specified in the Council ordinance. If we do not get such protection included in the current lease extension agreement, our chance of getting such protection in later negotiations will be indeed remote. Finally, we intend to seek improvements to the building's health and safety systems at the owners' expense.

We will keep the Council informed of our progress in securing a lease extension from the Eastpointe owners.

Sincerely,

Gary Locke

King County Executive

GL:kk

cc: King County Councilmembers