



King County

1200 King County
Courthouse
516 Third Avenue
Seattle, WA 98104

Meeting Agenda

Budget and Fiscal Management Committee

Councilmembers:

Rod Dembowski, Chair;

Jorge L. Barón, Vice Chair;

Steffanie Fain, Rhonda Lewis, Teresa Mosqueda, Sarah Perry

Lead Staff: April Sanders (206-263-3412)

Committee Clerk: Gabbi Williams (206-477-7470)

9:30 AM

Wednesday, May 13, 2026

Hybrid Meeting

Hybrid Meetings: Attend King County Council committee meetings in person in Council Chambers (Room 1001), 516 3rd Avenue in Seattle, or through remote access. Details on how to attend and/or provide comment remotely are listed below.

Pursuant to K.C.C. 1.24.035 A. and F., this meeting is also noticed as a meeting of the Metropolitan King County Council, whose agenda is limited to the committee business. In this meeting only the rules and procedures applicable to committees apply and not those applicable to full council meetings.

HOW TO PROVIDE PUBLIC COMMENT: The Budget and Fiscal Management Committee values community input and looks forward to hearing from you on agenda items.

There are three ways to provide public comment:

1. **In person:** You may attend the meeting and provide comment in the Council Chambers.
2. **By email:** You may comment in writing on current agenda items by submitting your email comments to committees@kingcounty.gov. If your email is received before 8:00 a.m. on the day of the meeting, your email comments will be distributed to the committee members and appropriate staff prior to the meeting.
3. **Remote attendance at the meeting by phone or computer** (see "Connecting to the Webinar" below).

	<p>Sign language and interpreter services can be arranged given sufficient notice (206-848-0355). TTY Number - TTY 711.</p> <p>Council Chambers is equipped with a hearing loop, which provides a wireless signal that is picked up by a hearing aid when it is set to 'T' (Telecoil) setting.</p>	
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You are not required to sign up in advance. Comments are limited to current agenda items.

You have the right to language access services at no cost to you. To request these services, please contact Language Access Coordinator, Tera Chea at 206-477-9259 or email tera.chea2@kingcounty.gov by 8:00 a.m. three business days prior to the meeting.

CONNECTING TO THE WEBINAR:

Webinar ID: 867 1228 9077

By computer using the Zoom application at <https://zoom.us/join> and the Webinar ID above.

Via phone by calling 1-253-215-8782 and using the Webinar ID above.

HOW TO WATCH/LISTEN TO THE MEETING REMOTELY: There are several ways to watch or listen in to the meeting:

- 1) Stream online via this link: <http://www.kingcounty.gov/kctv>, or input the link web address into your web browser.
- 2) Watch King County TV on Comcast Channel 22 and 322(HD) and Astound Broadband Channels 22 and 711(HD)
- 3) Listen to the meeting by telephone – See “Connecting to the Webinar” above.

To help us manage the meeting, if you do not wish to be called upon for public comment please use the Livestream or King County TV options listed above, if possible, to watch or listen to the meeting.

1. **Call to Order**



2. **Roll Call**

3. **Approval of Minutes p. 5**

April 22, 2026 meeting minutes

4. **Public Comment**

To show a PDF of the written materials for an agenda item, click on the agenda item below.

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Discussion Only

5. [Proposed Ordinance No. 2026-0071](#) p. 8

AN ORDINANCE making a net supplemental appropriation of \$48,730,000 to various general fund agencies, a net supplemental appropriation of \$136,073,000 to various non-general fund agencies and a net supplemental appropriation of \$208,368,141 from various capital fund budgets; amending the 2026-2027 Biennial Budget Ordinance, Ordinance 20023, Sections 16, 21, 21, 33, 33, 34, 34, 35, 43, 43, 46, 47, 50, 51, 51, 52, 53, 54, 55, 59, 60, 60, 64, 64, 70, 70, 71, 79, 80, 82, 83, 87, 90, 90, 91, 94, 94, 96, 96, 98, 98, 101, 102, 102, 103, 104, 105, 107, 109, 109, 110, 110, 111, 111, 115, 115, 116, 116, 122, 124, 126, 132, and 132, as amended, and Attachment A, as amended, adding a new section to Ordinance 20023, as amended, and repealing Ordinance 20023, Sections 17, 18, 19, 20, 27, and 28, as amended.

Sponsors: Dembowski

Gene Paul and Olivia Brey, Council staff

Discussion and Possible Action

6. [Proposed Ordinance No. 2026-0083](#) p. 236

AN ORDINANCE amending an interim loan program to facilitate acquisition of property for low-income housing, allowing for the executive to extend loan terms and grant further flexibility to county partners; and amending Ordinance 16693, Section 3, as amended, and K.C.C. 24.22.020, Ordinance 16693, Section 4, and K.C.C. 24.22.030, and Ordinance 16693, Section 5, and K.C.C. 24.22.040.

Sponsors: Dembowski

April Sanders, Council staff

Discussion Only

7. [Proposed Ordinance No. 2026-0066](#) p. 269

AN ORDINANCE updating the capacity charge methodology; and amending Ordinance 13680, Section 16, as amended, and K.C.C. 28.86.160.

Sponsors: Balducci

Jenny Giambattista and Andy Micklow, Council staff



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Other Business

Adjournment



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Meeting Minutes Budget and Fiscal Management Committee

Councilmembers:
Rod Dembowski, Chair;
Jorge L. Barón, Vice Chair;
Steffanie Fain, Rhonda Lewis, Teresa Mosqueda, Sarah Perry

Lead Staff: *April Sanders (206-263-3412)*
Committee Clerk: *Gabbi Williams (206-477-7470)*

9:30 AM

Wednesday, April 22, 2026

Hybrid Meeting

DRAFT MINUTES

1. **Call to Order**

Chair Dembowski called the meeting to order at 9:33 a.m.

2. **Roll Call**

Present: 6 - Barón, Dembowski, Fain, Lewis, Mosqueda and Perry

3. **Approval of Minutes**

Councilmember Barón moved approval of the minutes from the April 8, 2026 meeting minutes. There being no objections, the minutes were approved.

4. **Public Comment**

The following individuals were present to provide public comment:
Dave Hamilton
Connor Inslee
Adam Dibba
Sara Lazkani
Paul Lwali

Consent

5. [Proposed Ordinance No. 2026-0028](#)

AN ORDINANCE authorizing the execution of a lease at an existing location to support the operation of the department of natural resources and parks.

A motion was made by Councilmember Barón that this Ordinance be Recommended Do Pass Consent. The motion carried by the following vote:

Yes: 6 - Barón, Dembowski, Fain, Lewis, Mosqueda and Perry

Briefing

6. [Briefing No. 2026-B0058](#)

City of Bellevue Grand Connection Crossing and Financing

Genesee Adkins, Deputy City Manager, City of Bellevue, briefed the committee via a PowerPoint presentation and answered questions from the members.

This matter was Presented

Discussion and Possible Action

7. [Proposed Ordinance No. 2026-0082](#)

AN ORDINANCE approving King County's partial participation in the city of Bellevue's Tax Increment Financing project, as authorized in RCW 39.114.020; and specifying conditions on the county's participation.

Brandi Paribello, Council staff, briefed the committee and answered questions from the members. Aaron Rubardt, Chief Budget Officer, King County Executive's Office, and Jeff Muhm, Special Advisor to the Executive Leadership Team, also addressed the members and answered questions from the members.

A motion was made by Councilmember Barón that this Ordinance be Passed Out of Committee Without a Recommendation. The motion carried by the following vote:

Yes: 6 - Barón, Dembowski, Fain, Lewis, Mosqueda and Perry

Discussion Only

8. [Proposed Ordinance No. 2026-0071](#)

AN ORDINANCE making a net supplemental appropriation of \$48,730,000 to various general fund agencies, a net supplemental appropriation of \$136,073,000 to various non-general fund agencies and a net supplemental appropriation of \$208,368,141 from various capital fund budgets; amending the 2026-2027 Biennial Budget Ordinance, Ordinance 20023, Sections 16, 21, 21, 33, 33, 34, 34, 35, 43, 43, 46, 47, 50, 51, 51, 52, 53, 54, 55, 59, 60, 60, 64, 64, 70, 70, 71, 79, 80, 82, 83, 87, 90, 90, 91, 94, 94, 96, 96, 98, 98, 101, 102, 102, 103, 104, 105, 107, 109, 109, 110, 110, 111, 111, 115, 115, 116, 116, 122, 124, 126, 132, and 132, as amended, and Attachment A, as amended, adding a new section to Ordinance 20023, as amended, and repealing Ordinance 20023, Sections 17, 18, 19, 20, 27, and 28, as amended.

Gene Paul and Olivia Brey, Council staff, briefed the committee and answered questions from the members.

Councilmember Barón disclosed on the record a potential conflict of interest.

This matter was Deferred

Other Business

There was no other business to come before the committee.

Adjournment

The meeting was adjourned at 11:41 a.m.

Approved this _____ day of _____

Clerk's Signature



King County

**Metropolitan King County Council
Budget and Fiscal Management Committee**

STAFF REPORT

Agenda Item:	5	Name:	Gene Paul Olivia Brey
Proposed No.:	2026-0071	Date:	May 13, 2026

SUBJECT

An ordinance making net supplemental appropriations to General Fund agencies, non-General Fund agencies, and capital fund budgets as part of the 2026-2027 1st Omnibus.

SUMMARY

The proposed ordinance (referred to as the 2026-2027 1st Omnibus, 1st Omnibus, or Proposed Ordinance 2026-0071) would make a net supplemental appropriation of \$393.2 million of which \$48.7 million would be supported by the General Fund. This would support a net increase of 47.5 FTEs and 5.5 TLTs. Table 1 below shows the 2026-2027 Adopted Budget, and the additions proposed in this ordinance. If approved, the additions in the proposed ordinance would increase the total 2026-2027 biennial revised budget to approximately \$20.55 billion, a 2.0% increase to the adopted biennial budget.

Table 1. Adopted vs. Proposed

Major Fund	2026-2027 Adopted Budget¹	2026-2027 1st Omnibus as Proposed
General Fund	\$2,760 mil	\$48.7 mil
Non-General Fund	\$14,691 mil	\$136.1 mil
Capital Improvement Program	\$2,709 mil	\$208.4 mil
	\$20,160 mil	\$393.2 mil

The Executive's proposal includes mostly technical adjustments, reappropriations from the 2025 Annual Budget, proposed changes to Council-imposed provisos and expenditure restrictions, and some new requests. Proposals of note include the following:

¹ Ordinance 20023 [King County - File #: 2025-0288](#)

- *King County Metro*: moving \$164 million from the outyears in the CIP to the 2026-2027 biennium to expedite the process of purchasing 115 hybrid electric buses to ensure delivery by 2028-2029.
- *FIFA World Cup Public Safety*: \$16.9 million in proposed revenue-backed adds for the King County Sherriff's Office and \$7 million in revenue-backed adds for the Office of Emergency Management to support public safety during the World Cup matches.
- *Emergency Flood Response*: \$11.3 million of Real Estate Excise Tax #2 for the emergency repair of roads and bridges and \$1.5 million of General Fund dollars would be allocated to support flood recovery programs for residents.
- *Support for immigrant and refugee communities*: \$2 million of General Fund dollars is proposed to be allocated to support communities impacted by federal enforcement policies for rental assistance, food access, legal assistance and other basic needs. This allocation would be separate from an additional \$2 million allocation of General Fund dollars to support rental assistance.

Updates from the April 22, 2026, BFM staff report are in blue.

ANALYSIS

General Fund. The 2026-2027 1st Omnibus would appropriate an additional \$48.7 million to support General Fund agencies. This includes \$124.2 million in additions to General Fund agencies, a net increase in revenue of \$15.8 million, and \$75.4 million in General Fund reductions. The largest portion of the additions and all of the offsetting reductions are tied to the administrative changes from the Executive Office reorganization. The proposed General Fund increases, offset by revenue increases and General Fund reductions, results in a net increase to the General Fund of \$32.9 million.

Ending Undesignated Fund Balance. Executive staff provided an updated General Fund Financial Plan, included as Attachment 5 to this staff report, which shows an estimated *Ending Undesignated Fund Balance* for the 2026-2027 Biennial Budget of \$79.4 million, which is about \$7 million more than the 2026-2027 Adopted Biennial Budget. This projected *Ending Undesignated Fund Balance* equates to an 8% reserve. The County's Comprehensive Financial Management Policies (CFMP) suggest a 6% to 8% reserve policy target.

Rainy Day Reserve. As per the CFMP, the *Rainy Day Reserve* is designed to offset unknown and known risks, variable costs, and unanticipated revenue fluctuations and should be equal to 30-60 days of expenditures. The *Rainy Day Reserve Fund* can only be used in the event of an emergency declared by the Council. The 2026-2027

Adopted Biennial Budget shows the *Rainy Day Reserve* at \$28.7 million, which remains consistent in the updated General Fund Financial Plan.

Proposed Appropriations Details. The following sections provide analysis on the supplemental appropriations as proposed in the transmitted ordinance. The analysis begins with the General Fund appropriation units, followed by appropriation units aligned to non-General Funds, and lastly the Capital Improvement Program funds. Each item within an appropriation unit includes a description of the proposed change. If relevant, subheadings will show how much of the proposed appropriation is revenue-backed and whether the appropriation is one-time or ongoing.

The description of changes within each appropriation unit will be grouped by the following decision types:

1. New Policy: Appropriation request that would require new policy direction from Council;
2. Reappropriation: Appropriation request of funds that were already approved for a previous budget but that have not been spent, have lapsed, and would require Council approval for use in 2026-2027; and
3. Technical: Appropriation requests that make technical accounting changes necessary to carry out policy direction approved during the 2026-2027 Adopted Biennial Budget or correct any other technical errors.

GENERAL FUND²

\$48.7 million

Summary

The total supplemental appropriation to the General Fund would be \$48.7 million. This includes \$124.2 million in additions to General Fund agencies, a net increase in revenue of \$15.8 million, and \$75.4 million in General Fund reductions. The largest portion of the additions and all of the offsetting reductions are tied to the administrative changes from the Executive Office reorganization. The proposed General Fund increases, offset by revenue increases and General Fund reductions, results in a net increase to the General Fund of \$32.9 million.

General Fund Update

Based on the updated General Fund Financial Plan, dated April 7, 2026, (Attachment 5 to this staff report), the agency estimates an *Ending Fund Balance* of \$147.4 million.

² The County's General Fund supports the traditional functions of a county government, much of which are required by State law. A significant portion of General Fund expenditures are supported by revenue from other governments or from other County funds. Approximately three-quarters of current total net General Fund appropriations are accounted for by public safety and criminal justice services.

The plan also estimates *Risk Reserves*³ at \$55.9 million, a \$54 million increase from the projections in the 2026-2027 Adopted Biennial Budget.

As mentioned above, the plan provides a projected *Ending Undesignated Fund Balance*⁴ of \$79.4 million for the current biennial budget, which meets the 8% upper target of the reserve policy. The County's Comprehensive Financial Management Policies suggest a 6% to 8% target. The *Rainy Day Reserve Fund*, at \$28.6 million, can only be used in the event of an emergency declared by the Council.

When asked what led to the \$54 million increase in Risk Reserves between the financial plan for the 2026-2027 Adopted Biennial Budget and the latest General Fund financial plan, Executive staff provided that the risk reserve is used for two purposes: to set aside General Fund balance for specific known risks, and to manage timing differences between revenues and spending across the budget period. In this case, Executive staff conveyed that the primary reason for the increased risk reserve is that the ending 2025 fund balance ended up being higher than estimated when the 2026-2027 Biennial Budget was adopted. This extra fund balance was placed in the risk reserve to accommodate reappropriations and increases now known to be included in the proposed 1st Omnibus, and to provide some additional smoothing of revenues and expenditures across the 2026-2027 and 2028-2029 biennia.

Chief Budget Officer Aaron Rubardt provided an overall update on the health of the General Fund at the April 8, 2026, BFM meeting.⁵ While the General Fund is estimated to end the 2026-2027 Biennial Budget period with a fund balance meeting the 8% undesignated fund balance target, Mr. Rubardt noted that there is a projected \$75 million deficit by the end of the 2028-2029 biennium. This described deficit is the amount necessary to meet the 8% undesignated fund balance target, which the General Fund financial plan estimates at \$76.7 million by the end of 2029.⁶ During the BFM briefing, Executive staff also noted the potential need for up to \$60 million more to be allocated for increased public defense expenditures by the end of 2029.

At a high level, this General Fund deficit is largely driven by the structural deficit that exists between the growth in expenditures and revenues. However, there are two factors Executive staff expressed that are also contributing to decreased revenues and increased expenditures. First, the end of the expanded sales tax base in 2029 because of the implementation of Senate Bill 6346, or the "Millionaire's Tax," results in roughly

³ The Risk Reserve, as noted in the General Fund financial plan, sets aside fund balance to mitigate known and unknown risks.

⁴ For comparative context, Ending Fund Balance reflects Beginning Fund Balance and revenues less expenditures and other fund transactions, and is not the same as Ending Undesignated Fund Balance, which additionally accounts for reserves.

⁵ [King County - File #: 2026-B0051](#)

⁶ The shortfall to achieve the 6% undesignated fund balance has also been used to describe the deficit at the end of a biennium. For example, the \$150 million to \$175 million General Fund deficit that was discussed in early 2025 was the amount needed to meet the 6% undesignated fund balance. Executive staff indicated that their use of the 8% shortfall is based on their desire to keep the reserve at the highest allowed amount at this time.

\$14 million less in sales tax revenues.⁷ Second, forecasted capital investments are expected to increase debt service expenditures by \$27 million, or 31%, in 2028-2029 compared to the current budget. As a result of these factors and the forecasted deficit, Executive staff expressed that they have begun work to analyze base budgets and that reductions may be proposed in the 2nd Omnibus, which is expected in October 2026.

Office of the Executive **\$69,344,754, 118.9 FTEs**

NEW POLICY

Executive Office Reorganization [\$69,344,754 and 118.9 FTEs, ongoing]. The proposed ordinance would consolidate the budget and FTE authority from six appropriation units in the 2026-2027 Adopted Biennial Budget and also move the budget and authority for six FTEs to two other appropriation units as part of Executive Office reorganization. The tables below describe the changes in greater detail.

Table 2. Summary of Transfers to the Executive Office

Appropriation Unit	Appropriation	FTEs	TLTs
Internal Auditor	\$500,000	-	-
Office of Performance, Strategy, and Budget	\$37,458,545	72.3	1.0
Office of Equity and Racial and Social Justice	\$12,894,268	19.0	-
Executive Climate Office	\$13,761,292	14.0	2.0
Office of Economic Opportunity and Creative Economy	\$2,519,698	3.0	-
Office of Labor Relations	\$8,309,588	16.6	-
Totals of transfer to Executive Office	\$75,443,391	124.9	3.0

The proposed ordinance would make an accompanying disappropriation for the budget and FTE authority from the six original appropriation units by repealing those six sections of the 2026-2027 Adopted Biennial Budget.⁸

Table 3. Summary of Transfers from the Executive Office

Appropriation Unit	Appropriation	FTEs	TLTs
To Department of Natural Resources and Parks Director's Office	(\$4,678,608)	(4.0)	-
To Local Services Administration	(\$1,420,030)	(2.0)	-
Totals for transfers from Executive Office	(\$6,098,638)	(6.0)	
Net Totals of all changes to Executive Office	\$69,344,754	118.9	3.0

⁷ [Senate Bill 6346](#) and [March 2026 Office of Economic and Financial Analysis Forecast](#)

⁸ Sections 17-20, 27, and 28 of Ordinance 20023 [King County - File #: 2025-0288](#)

In response to Council staff questions regarding how many positions would remain the same and simply move to the Executive Office and how many would change (in ways that included cutting a position to create a new one with the FTE authority, substantially altering the titles or duties for a filled position, or moving a position to a substantially different team), Executive staff provided that almost all the positions in the Executive Office are new, with new expectations to advance the policies and priorities of the new executive. They additionally provided that several teams that would be transferred into the Executive Office, including budget & grants, labor relations, finance & administration, civil rights, ADA compliance, and language access, would continue to perform those core functions as part of the Executive Office.

Proposed Ordinance 2026-0073 is the companion legislation that would make changes to the King County Code to complete this reorganization of the Executive Office.⁹ That proposed ordinance is expected to be heard at the Committee of the Whole. The 1st Omnibus materials and the fiscal note for Proposed Ordinance 2026-0073 indicate that, as part of the reorganization, the Executive Office would no longer collect any Climate Cost Share revenue. In the 2026-2027 Adopted Biennial Budget, \$13.8 million was planned to fund the Office of Climate from a central rate allocated to agencies with direct operational emissions (DNRP, Metro, Roads, and a few divisions of DES) with the rate based on each department's percentage of the County's total operational emissions. The 4 FTEs and the body of work being transferred to DNRP to continue implementation of the Strategic Climate Action Plan would be funded by \$4.7 million of Climate Cost Share revenues that would only be collected from DNRP Divisions (Parks, Solid Waste, Water and Land, and Wastewater).

The short-term impact to the Office of the Executive from the end of the Climate Cost Share would be absorbing a roughly \$9 million revenue shortfall. The Executive has proposed to manage this shortfall through underspend based on anticipated savings from vacant positions not yet hired and non-labor savings as all contracts, memberships, and other costs are evaluated. According to the fiscal note, these anticipated underexpenditures would have a net impact to the General fund of about zero for the 2026-2027 biennium. However, in the long term, the fiscal note indicates that the ongoing biennial cost of the reorganization would be an additional \$3.5 million to the General Fund. This cost increase is largely due to the employees in the Executive Office shifting from other funding sources, like the Climate Cost Share, to the General Fund overhead cost allocation.¹⁰

King County Sheriff's Office

\$1,541,180, 1.0 FTE

NEW POLICY

City of Covington Patrol Deputy [\$462,180, 1.0 FTE, revenue-backed, ongoing].

The proposed ordinance would appropriate \$462,180 of funding, \$419,362 of which is

⁹ [King County - File #: 2026-0073](#)

¹⁰ About 28% of the funding for an employee on the General Fund overhead cost allocation comes from the General Fund. The remainder comes from other County funds.

revenue-backed, to support an additional patrol deputy for the City of Covington. Covington contracts with KCSO for law enforcement services. The services provided under the contract are fully revenue-backed, however there are initial costs that cover the acquisition of County assets such as a vehicle, uniforms, and supplies, which are borne by KCSO.

TECHNICAL

Coalition Labor Agreement Adjustment [\$1,079,000, partially revenue-backed, ongoing]. The proposed ordinance would appropriate \$1,079,000, of which \$647,400 is revenue-backed, for bargained range increases in the Coalition Labor Agreement (CLA) that were not included in the adopted budget. These increases cover the small table commitments for several units including the Communications Center, the Civil Process Unit, Payroll, and Records.

Prosecuting Attorney **\$112,000**

TECHNICAL

Coalition Labor Agreement Adjustment [\$122,000, ongoing]. The proposed ordinance would appropriate \$112,000, for bargained range increases in the CLA that were not included in the adopted budget.

Superior Court **\$237,765**

REAPPROPRIATION

Trial Court Improvement Funds [\$237,765, revenue-backed]. The proposed ordinance would reappropriate approximately \$238,000 of unspent State of Washington Trial Court Improvement Act (TCI) Fund moneys from the 2025 Annual Budget. Superior Court receives approximately \$285,000 of TCI moneys from the state annually.¹¹ The bench makes recommendations for various projects and other eligible court improvements. Examples of projects supported with TCI moneys include replacing courtroom audio and video systems and electronic reader boards, security training, judicial training, and community outreach and education events.

District Court **\$6,972,642, 21.5 FTEs**

NEW POLICY

Photo Enforcement [\$6,333,846, 21.5 FTEs, revenue-backed, ongoing]. The proposed ordinance would appropriate approximately \$6.3 million, all of which is revenue-backed, and 21.5 FTEs for the District Court to accommodate the increasing volume of traffic photo enforcement work for contract city and school district partners.

Changes in state law have resulted in a significant increase in traffic enforcement camera implementation for District Court contract cities and school districts. All citations

¹¹ RCW 3.58.060.

are processed by the District Court, along with mitigation and contested hearings generated by those citations. The Court experienced a 54% increase in filings from 2024 to 2025 and is on pace for another 11% annual increase for 2026.¹² With additional cities implementing programs in 2026, the Court expects this growth trend to continue through 2027 and is adjusting staffing to match the workload.¹³

REAPPROPRIATION

Court Security [\$195,900]. The proposed ordinance would reappropriate the balance of funds from the 2025 Annual Budget for security improvements across all eight District Court locations. These reappropriated funds would support the final billing of projects that Facilities Management Division (FMD) was able to complete by the end of 2025, as well as support outstanding projects that would address egress, access, and communication issues, as well as shelter-in-place measures.

Trial Court Improvement Funds [\$221,486, revenue-backed]. The proposed ordinance would reappropriate a portion of District Court's Trial Court Improvement Account funding received from the State in prior years. Moneys distributed by this account are appropriated by legislative authorities and must be used to fund improvements to court staffing, programs, facilities, and services. The projects for these funds include organizational and cultural transformation efforts, which will continue through 2027.

TECHNICAL

Interpreter Funding [\$221,410, revenue-backed]. The proposed ordinance would appropriate funding from the Administrative Office of the Courts for interpreters. This is revenue-backed by funding for the State 2025-2026 fiscal year. Executive staff indicate that the District Court is requesting that funding be moved from revenue to expenditure authority for 2026.

External Support

\$2,413,915

NEW POLICY

Flood Response [\$1,500,000]. The proposed ordinance would appropriate \$1.5 million of General Fund moneys to support flood response efforts. The proposal would support future spending and would support two different efforts. \$400,000 would be provided to the Salvation Army to connect residents to short-term housing assistance, provide support for housing searches and debris removal, as well as funding for furniture, appliances, food, and vehicles. \$1.1 million would be allocated to King County's Housing Repair Program to help residents return to safe and habitable homes as quickly as possible.

¹² According to budget materials, the total filings increased from 175,240 in 2024 to 277,669 in 2025.

¹³ According to District Court staff, Auburn, Bellevue, Kenmore, and the school districts in Issaquah, Renton, and Bellevue have active photo enforcement programs. The cities of Pacific and Redmond are expected to implement their programs in 2026, and the Seattle School District is also expected to launch its program in May 2026.

UPDATE: Executive staff provided the following response to questions around the past or future spending and the ongoing necessity for future spending for flood response:

Executive staff indicated that this \$1.5 million is the same funding that was announced in the Executive's emergency proclamation. While a small portion of this funding has already been expended, most is either still in progress or future spending as communities continue to recover from the flood damage. Some of the case management support provided by the Salvation Army has already occurred (their 6-month contract started in January 2026) and some of their work is continuing. Most of the Housing Repair Program work would be future spending, as the majority of the actual housing repairs through this program have not yet occurred. A clear understanding of what repairs would be covered by federal funding and insurance payouts is needed before the Housing Repair Program funds can be utilized.

TECHNICAL

Reappropriation Adjustments [\$913,915]. The proposed ordinance would reappropriate \$913,915 for projects in the External Support appropriation unit. The External Support appropriation unit provides one-time fiscal support to external partners for programs or projects that do not clearly align with the mission of any County departments. Examples of projects include community facility capital investments and operational support for community organizations and food banks. During the 2026-2027 Biennial Budget process, several projects were assumed to spend down their appropriation by the end of 2025 and would not need reappropriation in 2026-2027. Several more projects were assumed to need reappropriation.

This adjustment reflects projects that need a reappropriation that did not spend down by the end of 2025, projects that unexpectedly did spend down and therefore can be disappropriated, and projects that need adjustments based on updated spending. 32 projects in total would be adjusted. Five projects would receive a reappropriation because they didn't spend down by the end of 2025. Eight projects were completed and would be disappropriated. The remaining 19 projects would have an updated appropriation based on an updated spending plan.

GF Transfer to Department of Local Services (DLS) \$5,748,886

NEW POLICY

Regional Planning and Comprehensive Plan Transfer [\$1,420,030, ongoing]. The proposed ordinance would appropriate approximately \$1.4 million in General Fund revenue to support the two positions being transferred from the Executive Office to the Department of Local Services as part of the Executive Office reorganization. This transfer is only the revenue to support the two positions. The actual positions are described in greater detail in the Local Services Administration appropriation unit.

REAPPROPRIATION

Participatory Budgeting Operating Grants [\$4,088,856]. The proposed ordinance would reappropriate approximately \$4.1 million in General Fund revenue to DLS for Participatory Budgeting grants that are in process but were not fully spent in 2025. This is the transfer for revenues and the associated decision package with more details can be found in the Local Services Administration appropriation unit.

White Center Beautification [\$100,000]. The proposed ordinance would reappropriate \$100,000 of General Fund support for the White Center Beautification project from the 2025 Annual Adopted Budget. This is the transfer for the revenues and the associated decision package with more details can be found in the Local Services Administration appropriation unit.

TECHNICAL

Minimum Wage Program [\$140,000]. The proposed ordinance would appropriate \$140,000 for a General Fund transfer to support the ongoing components of the Minimum Wage Program. This is the transfer for the revenues that would support the technical adjustment for funding that was inadvertently not included in the adopted biennial budget. More details on the associated decision package can be found in the Local Services Administration appropriation unit.

GF Transfer to Department of Community and Human Services (DCHS) \$9,000,000

NEW POLICY

Protecting Immigrant and Refugee Communities [\$2,000,000]. The proposed ordinance would appropriate \$2 million in General Fund revenue to support immigrants and refugees impacted by federal enforcement policies. This is the transfer to DCHS and more details on the associated decision package can be found in the Community Services Operating appropriation unit.

Rental Assistance [\$2,000,000]. The proposed ordinance would appropriate \$2 million in General Fund revenue for the transfer to the Housing and Community Development (HCD) appropriation unit. More details on how the revenue would be allocated can be found in the HCD portion of the staff report.

REAPPROPRIATION

Jail Diversion Funding [\$5,000,000]. The proposed ordinance would reappropriate \$5 million for the General Fund transfers from prior budgets supporting the Capitol Hill Health through Housing site. This reappropriation is discussed in greater detail in the accompanying decision package in Housing and Community Development.

GF Transfer to Department of Natural Resources and Parks (DNRP) \$250,000

REAPPROPRIATION

Salmon Predation [\$250,000]. The proposed ordinance would reappropriate \$250,000 for the General Fund transfer to DNRP. The transfer would support a contract with the Washington Department of Fish and Wildlife for testing a strategy to reduce predator fishes in Lake Washington and achieve larger salmon returns. This reappropriation is discussed in greater detail in the accompanying decision package in the Water and Land Resources appropriation unit.

GF CIP Transfer to Department of Executive Services (DES) \$4,827,000

NEW POLICY

KCCF Fire Sprinkler Repairs [\$1,057,000]. The proposed ordinance would appropriate \$1 million in General Fund revenue to support remediation and repair of fire suppression deficiencies in the King County Correctional Facility (KCCF). There is an accompanying decision package in the Building Repair and Replacement Subfund, where this request is described in greater detail.

KCCH Fire Sprinkler Replacement [\$219,000]. The proposed ordinance would appropriate \$219,000 in General Fund revenue to support repairs to fire sprinklers in the King County Courthouse, which are required to remain compliant with City of Seattle fire code. There is an accompanying decision package in the Building Repair and Replacement Subfund, where this request is described in greater detail.

Sewer Pump Replacement [\$379,000]. The proposed ordinance would appropriate \$379,000 in General Fund revenue to support replacement of an ill-designed and frequently failing sewage lift station pump system at the Maleng Regional Justice Center (MRJC) with a new system. There is an accompanying decision package in the Major Maintenance Reserve Subfund, where this request is described in greater detail.

REAPPROPRIATION

Capital Project Reappropriation [\$3,172,000]. The proposed ordinance would reappropriate roughly \$3.2 million in General Fund Revenue to match the expected spending levels for previously approved capital projects. According to Executive staff, the reappropriation is necessary because while projects receive non-lapsing appropriation in the capital fund, their revenue source is provided by an operating transfer that lapses at the end of each budget period, and needs to be re-appropriated if the project continues into the next budget period. This reappropriation request simply reflects FMD's projected 2026-2027 spending estimates for all previously approved General Fund backed capital projects. It does not reflect any changes in scope or budget for those projects. These projects include about \$1.5 million to complete the installation of jump barriers at all balconies and stairways in all residential wings of KCCF; \$775,000 to eliminate suicide risks by replacing bunkbeds on the second and

third floors of the west wing of the KCCF; \$250,000 for ADA-related projects at KCCF and MRJC; and the remainder to various smaller projects.

Jail Health Services (JHS)

\$13,074,598, 1.0 FTE

NEW POLICY

Municipal Jails Substance Use Disorder Assessor [\$409,534, 1.0 FTE, revenue-backed, ongoing]. The proposed ordinance would add approximately \$410,000 and 1.0 FTE to JHS by transferring a currently-filled position from DCHS for a Substance Use Disorder (SUD) Assessor to conduct substance use assessments in regional municipal jails. The position would be fully revenue-backed by the Mental Illness and Drug Dependency Behavioral Health Sales Tax (MIDD). The transferred position would join an existing team of SUD assessors in JHS and, according to budget materials, would improve service delivery. However, after the transfer, there will no longer be any SUD assessors in the Behavioral Health and Recovery Division (BHRD).

UPDATE: Executive staff provided the following response to questions around the consequences of not having an SUD Assessor in BHRD after the FTE transfer to JHS:

"Currently, DCHS only performs jail-based SUD assessments in County and municipal jails. DCHS has historically relied on a mix of approaches: a DCHS staff assessor (who retired on 12/31/25), contracts with community behavioral health clinics, and a JHS assessor for the County jails. Contracting with community clinics proved unsustainable because the work is outside their core service model; agencies typically assigned a single staff member who lacked the supervision, support, and backup needed for this specialized jail-based role. As a result, they struggled to retain staff, maintain service levels, and meet requirements.

JHS, by contrast, has an established team, clinical supervision, and operational infrastructure designed for correctional-based SUD assessment. Even though JHS is not embedded in the municipal jails, their staffing model and expertise allow them to supervise, support, and backfill this work in ways community behavioral health clinics and DCHS programs cannot. DCHS is not structured around correctional-care workflows and does not have a team of assessors or dedicated clinical supervision to ensure consistent coverage. For these reasons, transferring the DCHS assessor position to JHS provides a more stable and resilient service model.

For DCHS, transferring the position means it will no longer have personnel management authority and decision making, which is understood and accepted by DCHS. However, DCHS will still be responsible for funding the position through an interagency transfer."

Opioid Treatment Expansion [\$7,476,187, revenue-backed, ongoing]. The proposed ordinance would appropriate roughly \$7.5 million to expand access to medications for opioid use disorder (MOUD) for residents of the King County jails. This

expansion would ensure County compliance with a settlement agreement with the U.S. Department of Justice related to the Americans with Disabilities Act, which classifies substance use disorders as disabilities.

As described during the 2026-2027 Biennial Budget process, the settlement provisions related to MOUD require JHS to offer all Food and Drug Administration approved MOUD medications to all jail residents with opioid use disorder (OUD). This will require JHS to significantly expand offerings of methadone treatment, including offering methadone induction. Additional required changes to JHS policies are expected to necessitate additional staff training, increase workloads, and result in additional patients being offered the more expensive injectable form of buprenorphine.

This proposal would support a one-time special-duty project manager to update policies and procedures, and would support the ongoing medical supplies and contract opioid treatment provider needed for the service expansion. Funding for space improvements needed to incorporate the services of the contract treatment provided into current jail health operations would also be included.

The proposal is fully revenue-backed, however the ongoing expenses are backed by one-time funding sources. Roughly \$2.48 million would be supported by opioid settlement funds and \$5 million would be supported by a one-time use of MIDD reserves specifically set aside for this purpose during the 2026-2027 Biennial Budget. According to Executive staff, MIDD is not currently planned to be an ongoing funding source for this service expansion and future budget planning would include identifying an ongoing funding source. Executive staff also noted that an update in the 2nd Omnibus may be needed as the current proposal does not include staffing costs for JHS or DAJD staff, since planning related to these is ongoing.

UPDATE: Executive staff provided the following response to questions around whether the County would need to continue these services indefinitely or whether there would be an evaluation period or future decision points on continuing services:

Yes, the County will need to continue these services indefinitely to comply with federal law, though demand may vary over time. The Americans with Disabilities Act (ADA) categorizes people with a drug addiction that substantially limits one or more of their major life activities as having a disability.¹⁴

Medicaid Reentry Demonstration Initiative Planning [\$4,807,000, partially revenue-backed]. The proposed ordinance would appropriate approximately \$4.8 million, of which \$3.3 million is revenue-backed, for the Medicaid Reentry Demonstration Initiative, also known as the "Medicaid Waiver." In 2023, Washington State Health Care Authority (HCA) was granted approval of a five-year Medicaid demonstration waiver that includes a Reentry Demonstration Initiative that would provide Medicaid coverage of prerelease

¹⁴ "The ADA and Opioid Use Disorder," U.S. Department of Justice Civil Rights Division [\[Link\]](#)

services for Medicaid-eligible jail residents for up to 90 days before their release. Covered services include case management and medications, including a 30-day supply of medications and medical supplies at release.

As described during the 2026-2027 Biennial Budget process, JHS submitted an intent to participate in the Medicaid Reentry Demonstration Initiative in May 2025. On October 1, 2025, JHS submitted a capacity building application that included a proposal for use of State planning funds up to \$5 million.

The proposal in the 1st Omnibus would add staffing, consulting, and equipment to prepare for the Reentry Demonstration Initiative. The staffing, which makes up most of the proposed expenditures, would be 10 TLT positions that include a project manager, pharmacy coordinator, two registration coordinators, warm hand-off coordinator, billing expert, training coordinator, administrative support, systems analyst, and community liaison.

The proposal is backed by \$3.3 million of one-time funding from the HCA. Although the project ultimately aims to secure Medicaid funding for the services delivered in the jail, it is currently not clear whether the Medicaid reimbursement would sufficiently offset the staffing and administrative costs required to implement the Reentry Initiative. According to Executive staff, cost recovery is expected to be a consideration in the decision to proceed with the implementation of the Initiative that would follow after this initial planning.

There is a similar decision package in the Department of Adult and Juvenile Detention for DAJD to implement the initiative in juvenile detention.

UPDATE: Executive staff provided the following response to questions regarding the Medicaid Reentry Demonstration Initiative:

Could you provide an update on the status of the waiver request?

The County has fulfilled all required milestones so far to participate in the waiver initiative being led by the state. The latest milestone achievement, the Readiness Assessment, was submitted to the Health Care Authority (HCA) on February 27, 2026, in advance of the March 1, 2026, deadline. The County is still awaiting final approval of the Readiness Assessment from the HCA but expects a response soon.

On May 6th, Jail Health Services Division Director Danotra McBride and Megan Murphy, the Reentry Demonstration Project Manager, provided an update on the status of JHS's participation in the Reentry Demonstration Initiative at the Law and Justice Committee meeting.¹⁵

¹⁵ [King County - File #: 2026-B0065](#)

[Could you provide more information on the service plan and the existence of continuity of care?](#)

Executive staff indicated that this question is covered in detail in a proviso response that was recently transmitted to the Council.¹⁶ As referenced in the proviso, the Reentry Demonstration Initiative, also known as the Medicaid 1115 waiver, is a countywide effort convened by JHS to improve care transitions with durable partnerships and pathways from jail to community care. Current services include working with individuals during their incarceration, creating a transition plan, and coordinating with community-based providers to ensure a smoother transition back into community. This work will continue and be expanded upon under the Reentry Initiative.

TECHNICAL

Coalition Labor Agreement Adjustment [\$381,877, ongoing]. The proposed ordinance would appropriate \$381,877 for grade increases and premium pay negotiated as part of the CLA that were not included in the adopted budget.

Medical Examiner

\$209,777

NEW POLICY

Washington State Patrol Coverdell Grant [\$209,777, revenue-backed]. The proposed ordinance would appropriate approximately \$210,000, all of which would be revenue-backed, to extend the Fatal Overdose Surveillance Network Project in the Medical Examiner's Office. This project is funded by a Washington State Patrol grant that has been extended through September 2026. The funding would support an Information Coordinator position, two interns, and the supplies for their toxicology testing equipment.

Department of Adult and Juvenile Detention

\$2,313,000

NEW POLICY

Reentry Initiative Planning [\$1,455,000, revenue-backed]. The proposed ordinance would appropriate approximately \$1.5 million for DAJD to engage in planning to prepare the Patricia H. Clark Children and Family Justice Center for the Washington Medicaid Reentry Demonstration Initiative. These capacity building efforts, funded entirely by the Washington State Health Care Authority, would support one TLT, coverage for the cost of existing staff to be part of the planning for the initiative, IT enhancements, and training. The TLT position would be for a project manager to oversee the planning and initial implementation of the initiative. Those efforts would include project coordination, workflow developments, ensuring operational, clinical and administrative requirements are met, and collaboration with internal and external partners. The funding would also cover the time that the nurse manager, nurse supervisors, administrators, administrative specialists are expected to dedicate to help plan the initiative. This is the decision

¹⁶ The Executive's response to Proviso P2 from Section 51 (Jail Health Services) in Ordinance 20023 was transmitted on May 1, 2026.

package is similar to the Medicaid Reentry Demonstration Initiative Planning in Jail Health Services.

TECHNICAL

Juvenile Detention Guild Labor Agreement Adjustment [\$858,000]. The proposed ordinance would appropriate \$858,000 for elements of the Juvenile Detention Guild labor agreement that were not included in the adopted budget.

Department of Public Defense (DPD) \$8,127,730, 25.0 FTEs

NEW POLICY

Seattle Municipal Court Contract [\$4,895,020 and 11.0 FTEs, revenue-backed, ongoing]. The proposed ordinance would appropriate approximately \$4.9 million, all of which would be revenue-backed by the City of Seattle, and 11 FTEs to increase the existing service levels for the Seattle Municipal Court contract. The increased service levels have been agreed upon by both the City of Seattle and the DPD. The proposed changes include the addition of 1 Attorney Supervisor, 2 Attorneys, 2 Investigators, 2 Mitigation Specialists, 2 Paralegals, and 2 Legal Assistants as well as their associated operating costs.

Professional Staff Positions [\$2,716,000 and 13.0 FTEs, revenue-backed, ongoing]. The proposed ordinance would appropriate \$2.7 million and up to 13 FTEs for additional professional staff positions. According to Executive staff, the proposal amount was based on 5 Investigators, 4 Paralegals, and 4 Legal Assistants but noted that DPD cannot determine in advance the precise mix of positions needed since those decisions are made in consultation with managing attorneys.

These positions would be fully revenue-backed by additional Public Defense Improvement Funds (PDIF) from the State Office of Public Defense. PDIF funds are awarded to counties annually as required by state law.¹⁷ The amount varies slightly each year because the allocation is based on prior year population estimates and Superior Court filings. While DPD anticipates annual distributions on an ongoing basis, this allocation could be viewed as one-time support for the new positions. According to Executive staff, the revenue would not be tied to salary amounts for these ongoing positions in the future.

TECHNICAL

Expert Services Error Correction [\$0 and 1.0 FTE, ongoing]. The proposed ordinance would increase the FTE authority to correct for one FTE, a Program Manager position for the Expert Service program, that was unintentionally left out of the 2026-2027 Biennial Budget. The cost of the position would be offset by a reduction in the non-labor portion of the Expert Services program budget.

¹⁷ RCW 10.101.050

Salary Adjustment Error Correction [\$516,710]. The proposed ordinance would appropriate \$516,710 to correct the budgeted salaries for 17 Attorney and Attorney Supervisor positions added in the 2026-2027 Biennial Budget. The salaries added in the budget were incorrectly based on the non-represented salary scale when the positions are represented positions.

NON-GENERAL FUNDS	\$136.1 million
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Summary

The total supplemental appropriation proposed for the non-General Fund appropriation units is \$136.1 million, of which approximately \$53.3 million is revenue-backed. The remaining \$82.8 million would come from fund balance of the various non-General Funds.

Roads	\$1,971,339
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TECHNICAL

Coalition Labor Agreement [\$1,971,339, ongoing]. The proposed ordinance would appropriate approximately \$2 million for represented employees in the Roads Division. Adjustments to benefits, the reclassification and re-range of 290 positions, and a ratification bonus for all represented employees were negotiated in the Coalition Labor Agreement in 2025.¹⁸ This decision package would increase the appropriation for wages in 2026 and 2027.

Developmental Disabilities	\$1,526,587
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TECHNICAL

Transfer Best Starts for Kids (BSK) Innovation Program Funding [\$1,526,587, revenue-backed]. The proposed ordinance would transfer approximately \$1.5 million of ongoing BSK Innovation moneys from the BSK Fund into the Developmental Disabilities and Early Childhood Supports Division (DDECSO) Fund. Currently, DDECSO has budget authority for staff, but does not have budget authority for contracted services. Executive staff state that this change would align the work and allow for efficient distribution of funding.

Behavioral Health	-\$409,534, -1.0 FTE
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NEW POLICY

Transfer Municipal Jails Substance Use Disorder Assessor [-\$409,534, -1.0 FTE]. The proposed ordinance would transfer approximately \$410,000 and 1.0 FTE from DCHS to Jail Health Services. The FTE would be responsible for conducting substance use disorder assessments in regional municipal jails. A corresponding decision

¹⁸ Ordinance 19989 [King County - File #: 2025-0332](#)

package with more information about this transfer can be found in the Jail Health Services section of this staff report.

Mental Illness and Drug Dependency **\$5,000,000**

NEW POLICY

Expand Jail Opioid Treatment [\$5,000,000]. The proposed ordinance would appropriate \$5 million in one-time expenditures for opioid use disorder medications for residents of King County jails. These moneys were set aside in a reserve in the 2026-2027 Biennial Budget to fulfill the County's obligations under a U.S. Department of Justice Americans with Disabilities Act settlement agreement. Executive staff noted that planning to fulfill these obligations is ongoing and an additional update may be needed in the 2nd Omnibus, as the current proposal does not include staffing costs for Jail Health Services or Department of Adult and Juvenile Detention. A corresponding decision package with more information about this transfer can be found in the Jail Health Services section of this staff report.

Veterans, Seniors, and Human Services Levy (VSHSL) **\$45,601,654**

REAPPROPRIATION

VSHSL Reappropriation [\$45,601,654]. The proposed ordinance would reappropriate approximately \$45.6 million from the 2025 Annual Budget. Approximately \$23.6 million would be for capital and operations expenses for a veterans housing project. This appropriation would be a carryforward of an appropriation for a building acquisition that fell through in 2025. Additionally, approximately \$22 million would be appropriated for affordable housing and home repair, consistent with the VSHSL Implementation Plan. Moneys would be transferred to the Housing and Community Development Fund to be distributed to community partners.

Water and Land Resources **\$600,000**

REAPPROPRIATION

King County Environmental Lab Building Survey Reappropriation [\$350,000]. The proposed ordinance would reappropriate \$350,000 for a safety and stability assessment of the Lake Washington Ship Canal facility for the King County Environmental Lab (KCEL). KCEL engaged a contractor to complete the work in 2025, but there were not contracts in place with sufficient balance and appropriate experience in the nature of the work so, if approved, the agency would complete an RFP process. Executive staff estimate that this work will be completed by the third quarter of 2027.

Salmon Predation Reappropriation [\$250,000]. The proposed ordinance would reappropriate \$250,000 of General Fund revenue for continued testing of gill netting as a strategy for reducing the abundance of predator fishes in Lake Washington. This

appropriation was made in an expenditure restriction in the 2025 1st Omnibus.¹⁹ The Water and Land Resources Division has contracted with the Washington Department of Fish and Wildlife and contractor, Hickey Bros. Research, LLC, to complete this work. The strategy is intended to achieve larger returns of salmon in future years.

Surface Water Management Local Drainage Services **\$1,228,319**

REAPPROPRIATION

Closed Circuit Television (CCTV) Truck Procurement [\$557,268]. The proposed ordinance would reappropriate approximately \$557,000 to procure a CCTV truck to inspect underground stormwater assets. The procurement process began in 2025 and the truck will be delivered in 2026.

Multiple Consultant Contract Reappropriation [\$202,745]. The proposed ordinance would reappropriate approximately \$203,000 for two projects that were intended to be completed in 2025 but were delayed and anticipate completion in 2026. Approximately \$123,000 is requested for reappropriation to complete an Asset Maintenance and Enhanced Maintenance Plan and \$80,000 is requested for the Burns and Bell Stream Flow Study.

Skyway Consultant Contract Reappropriation [\$468,306]. The proposed ordinance would reappropriate approximately \$468,000 for a consultant contract that began in 2025 and will continue into 2026. The consultant work includes a Stormwater Management Action Plan for Skyway and a countywide update to the Surface Water Design Manual update, which are required by the State's National Pollutant Discharge Elimination System, as well as development of a drainage and water quality plan in Skyway.

Local Hazardous Waste **\$1,083,651**

NEW POLICY

Budget Allocation to Solid Waste [\$350,000]. The proposed ordinance would appropriate an additional \$350,000 for a one-time budget adjustment in disposal costs. In 2025, actual disposal costs exceeded the budget, which were covered by salary savings and overhead expenses, and higher cost levels are anticipated in 2026. A corresponding decision package is discussed in the Solid Waste section of this staff report.

This is a one-time adjustment for 2026, as the five-year contract will end at the end of the year. Budget materials state that the contract will be reviewed for renewal and reassessed to determine any impact to the 2027 budget.

¹⁹ Ordinance 19956 [King County - File #: 2025-0159](#)

Budget Allocation to Public Health [\$733,651, partially ongoing]. The proposed ordinance would appropriate approximately \$583,000 ongoing and approximately \$150,000 one-time for overhead costs for Hazardous Waste Management. According to Executive staff, there was a miscommunication during the budget process that resulted in an underbudgeted overhead appropriation in 2025 and 2026-2027. The one-time appropriation in the decision package would address the overspend in 2025 and the ongoing appropriation would align the overhead budget with projected costs. A corresponding decision package is discussed in the Environmental Health Services section of this staff report.

Youth and Amateur Sports Fund

\$7,265,448

REAPPROPRIATION

Youth and Amateur Sports Program Grants Reappropriation [\$5,949,772]. The proposed ordinance would reappropriate approximately \$5.9 million in awarded, but unspent Youth and Amateur Sports Grants Program grants. According to Executive staff, a majority of the reappropriation represents grants awarded in 2024 and 2025. They have a one to three year implementation period once contracted and are distributed on a reimbursement basis, leading to the delay in payments.

Get Active Stay Active Grants Reappropriation [\$1,315,676]. The proposed ordinance would reappropriate approximately \$1.3 million in awarded, but unspent Get Active, Stay Active Council grants. According to Executive staff, a majority of the reappropriation represents grants awarded in 2023, 2024, and 2025, which have a one to three year implementation period once contracted. They grants are distributed on a reimbursement basis, leading to a delay in payments. There are also 21 older grants representing approximately \$262,000, which have stalled in contracting, primarily due to grantee non-responsiveness. The Executive's Office will coordinate with Council on the next steps for these grants and fund balances if Parks is unable to secure grantee response and progress in the coming months.

Local Services Administration

\$5,750,767, 2.0 FTEs

NEW POLICY

Transfer Regional Planning and Comprehensive Plan Staff [\$1,420,030, 2.0 FTEs, revenue-backed, ongoing]. The proposed ordinance would appropriate approximately \$1.4M and allocate 2.0 FTEs from the Executive Office and GIS budgets to the Department of Local Services. The staff will support regional planning and the Comprehensive Plan work, similar to the work that the positions were responsible for in the Executive Office. Executive staff note that since not all positions and responsibilities were transferred, the work program for each position will not be exactly the same. A corresponding decision package is discussed in the GF Transfer to DLS section of this staff report.

REAPPROPRIATION

Participatory Budgeting Grants Reappropriation [\$4,088,856]. The proposed ordinance would reappropriate approximately \$4 million in General Fund revenue for Participatory Budgeting Operating Grants that were not fully spent due to extended timelines of contracts, unsuccessful RFPs, or ongoing contract negotiations. The grants are distributed on a reimbursable basis. Roughly \$2 million has been distributed to date and the rest of the reappropriated grants are expected to be spent by the end of the biennium. A corresponding decision package is discussed in the GF Transfer to DLS section of this staff report.

White Center Beautification Reappropriation [\$100,000]. The proposed ordinance would reappropriate \$100,000 in General Fund revenue to complete the White Center Beautification project. The project is currently in the contracting process and will be billed on a reimbursable basis. The reappropriation would support murals, graffiti removal, and power washing. A corresponding decision package is discussed in the GF Transfer to DLS section of this staff report.

Contracted Services [\$141,881]. The proposed ordinance would reappropriate approximately \$142,000 for two projects that were under contract in 2025 but not projected to be completed until 2026. The projects included a Rural Economic Strategy Update, in support of Work Plan Action 7 in the King County Comprehensive Plan, and a SharePoint project to improve usability and functionality.

TECHNICAL

Minimum Wage General Fund Revenue Adjustment [\$0]. The proposed ordinance would add \$140,000 in General Fund revenue which was inadvertently removed during the 2026-2027 Biennial Budget process. The revenue will be used for notifying businesses in unincorporated King County about changes to minimum wage, for which no additional appropriation authority is being requested. A corresponding decision package is discussed in the GF Transfer to DLS section of this staff report.

Community Services Operating

\$2,000,000

NEW POLICY

Services for Immigrant and Refugee Communities [\$2,000,000]. The proposed ordinance would appropriate \$2 million in one-time General Fund revenue for immigrant and refugee communities. The moneys would support rental assistance, food access, legal assistance, and other basic needs. According to Executive staff, the moneys would be released to providers that have existing County contracts to distribute the funds as quickly as possible. A corresponding decision package is discussed in the GF Transfer to DCHS section of this staff report.

TECHNICAL

Net Zero Changes [\$0]. The proposed ordinance would implement net zero changes to establish four new cost centers. Moneys and authority for 33.0 FTEs would be moved in order to align the Parks and Recreation budget with operational needs.

Disappropriate Targeted Equity Grants [-\$2,802,112]. The proposed ordinance would disappropriate approximately \$2.8 million from the Parks and Recreation operating budget and moved to the Parks Capital Fund. This change was made in the capital fund during the 2026-2027 Biennial Budget but was erroneously not reflected in the operations fund. Additionally, in the 2025 Parks Levy, the Targeted Equity Grant Program was renamed to the Healthy Communities and Parks Grants.²⁰

REAPPROPRIATION

Targeted Equity Grants Reappropriation [\$2,206,708]. The proposed ordinance would reappropriate approximately \$2.2 million in awarded, but unspent Targeted Equity Grants Program grants. According to Executive staff, a majority of the reappropriation represents grants awarded in 2024 and 2025. They are distributed on a reimbursement basis, leading to the delay in payments. Approximately \$175,000 is from the Tier 1 2024-2025 moneys and approximately \$2 million is from Tier 2 2022-2025 moneys.²¹

Services and Standards Carryforward [\$815,000]. The proposed ordinance would reappropriate \$815,000 for fleet vehicles and park benches that were purchased in 2025 but are expected to be received in 2026.

**Department of Natural Resources and Parks
(DNRP) Administration****\$4,678,608, 4.0 FTEs****NEW POLICY**

Transfer Climate Programs [\$4,678,608, 4.0 FTEs, revenue-backed, ongoing]. The proposed ordinance would appropriate approximately \$4.7 million and allocate 4.0 FTEs from the Executive Office to the Natural Resources and Parks Directors Office. Climate programs that will be transferred include climate preparedness, climate equity, and building decarbonation. According to Executive staff, the core duties of the positions from the Executive Offices rehired into the DNRP Director's Office did not change and the positions would have an ongoing role in Strategic Climate Action Plan implementation.

The appropriation includes \$2.2 million for expenses related to FTEs and \$2.5 million for non-employee-related expenses, which were already authorized by Council the 2026-2027 Biennial Budget. Executive staff noted that, of the non-employee expenses, the

²⁰ Ordinance 19914 [King County - File #: 2025-0070](#)

²¹ Ordinance 19166 [King County - File #: 2020-0069](#) defined the tiered structure of awards. Tier 1 offers awards up to \$15,000 and Tier 2 offers awards between \$15,000 and \$250,000.

professional, consultant, and other contracted services correspond to the external costs of implementing SCAP action items. The appropriation also includes membership and dues assessed by the Puget Sound Clean Air Agency and King County's contribution to the King County Cities Climate Collaboration and Urban Sustainability Director's Network.

Harborview Construction and Infrastructure

\$511,219

TECHNICAL

Correct Salaries and Benefits [\$511,219, revenue-backed, ongoing]. The proposed ordinance would appropriate approximately \$511,000 to correct an error related to salaries and benefits for nine new positions in the 2026-2027 Biennial Budget.

Public Health (DPH)

\$5,226,132, 1.5 TLTs

NEW POLICY

CDC Genomic Surveillance Grant [\$398,090, 1.5 TLTs, revenue-backed]. The proposed ordinance would appropriate approximately \$398,000 in one-time grant funding from the CDC for an emerging diseases program. The grant would fund an epidemiologist and project/program manager through September 2026 to continue a collaborative partnership between the Washington State Department of Health, University of Washington, and Public Health – Seattle & King County.

Opioid Settlement Funds for Jail Health [\$2,476,187, revenue-backed]. The proposed ordinance would appropriate approximately \$2.5 million in one-time expenditures for opioid use disorder medications for residents of King County jails. The appropriation is funded by opioid settlement funds. A corresponding decision package with more information about this transfer can be found in the Jail Health Services section of this staff report.

Deferred Action for Childhood Arrivals (DACA) Health Insurance Support [\$600,000, revenue-backed]. The proposed ordinance would appropriate \$600,000 funded by VSHSL for health insurance premium assistance for DACA recipients, who became ineligible for premium tax credits in October 2025. The 2024-2029 VSHSL Implementation Plan includes HL 17 to provide financial and outreach support to populations newly eligible to obtain health insurance coverage, but it is unfunded in the Implementation Plan unless uncommitted VSHSL proceeds become available. The work will be administered by the Community Health Access Program within DPH.

Community Navigator Program Enhancements [\$219,899, revenue-backed]. The proposed ordinance would appropriate approximately \$220,000 in one-time revenue funded by the Washington Department of Health to enhance the Community Navigator Program. The Community Navigator Program provides culturally responsive health outreach and outbreak response for immigrant and refugee communities. The

expanded program, funded through June 2026, will expand multilingual outreach and digital literacy training.

Extension of PH Infrastructure Grant [\$1,168,222, revenue-backed]. The proposed ordinance would appropriate approximately \$1.2 million in one-time grant funding from the CDC to continue efforts related to infrastructure, workforce, and data systems. This work includes policy co-creation, an internship program, Public Health Camp, equitable contracting processes, data system modernization, and communications.

TECHNICAL

Coalition Labor Agreement [\$806,000]. The proposed ordinance would appropriate \$806,000 for represented employees in Public Health. Grade increases were negotiated in the Coalition Labor Agreement in 2025.²² This decision package would increase the appropriation for wages in 2026 and 2027.

Prevention Division Grant Adjustment [-\$960,000]. The proposed ordinance would disappropriate \$960,000 from the Prevention Division's federal and state grant revenues and expenditures due to reductions in two grants. The reductions in the Ryan White grant would decrease pass-through funding to community-based organizations that support clients in achieving viral suppression and preventing HIV transmission. The reductions in the Tuberculosis Elimination grant would impact funding for case management, contact investigation, directly observed therapy, and screening and treatment services.

Extend Mass Fatality Response Planning and Emergency Preparedness Coordination [\$517,734, revenue-backed]. The proposed ordinance would appropriate approximately \$518,000 in one-time funding from the Centers for Disease Control and Prevention (CDC) for mass fatality response planning and emergency preparedness coordination. The moneys would support coordination, updating plans, and developing trainings ahead of the FIFA World Cup.

Environmental Health Services

\$1,027,548

TECHNICAL

Hazardous Waste Management Program Correction [\$1,027,548, partially revenue-backed, ongoing]. The proposed ordinance would appropriate approximately \$1 million to correct a miscommunication during the budget process that resulted in an underbudgeted overhead appropriation in 2025 and 2026-2027. A corresponding decision package is discussed in the Local Hazardous Waste section of this staff report.

²² Ordinance 19989 [King County - File #: 2025-0332](#)

NEW POLICY

Security FIFA World Cup Grants [\$16,937,689, revenue-backed]. The proposed ordinance would appropriate approximately \$17 million in one-time funding for anticipated grants related to the FIFA World Cup. One of the grants already has an agreement between the State and the County and the other is being processed and anticipated to have an agreement within the next month. According to budget materials, approximately 45% would be allocated to overtime and 54% would be allocated to electronic data processing equipment, such as servers, software, or hardware. Executive staff noted that expenses must be dedicated to FIFA World Cup 2026 activities and must have a counterterrorism nexus.

UPDATE: Executive staff provided the following response to a question regarding the availability of funding for survivors or victims of human trafficking:

Approximately \$82,500 of the FIFA Security Grant for KCSO will go specifically towards overtime costs to support five specialized KCSO Criminal Investigations Division Detectives who will focus on identifying and mitigating human trafficking risks before, during, and after World Cup game days.

Executive Administration Grants

\$7,000,000

NEW POLICY

Office of Emergency Management (OEM) World Cup Grants [\$7,000,000, revenue-backed]. The proposed ordinance would appropriate \$7 million for expenditure related to the FIFA World Cup 2026. The revenue will be provided through various grants, shown in Table 4, that OEM will be applying for on a reimbursement basis.

Table 4. OEM Grants Related to the FIFA World Cup.

Description	Proposed Expenses
Urban Area Security Initiative	\$3,000,000
State Homeland Security Program	\$3,000,000
Emergency Management Performance	\$500,000
FIFA World Cup	\$500,000
TOTAL	\$7,000,000

According to Executive staff, these grant moneys will flow from the Department of Homeland Security and Federal Emergency Management Agency to the State, then to the Local Organizing Committee (LOC), and then to local entities, like King County. The

LOC will wait until an entity submits reimbursement requests, and then the LOC will process the request for payment.

Executive staff noted that approximately 60% of the grants would go towards overtime and surge staffing; 40% of the grants would go towards training and equipment.

Housing and Community Development **\$7,000,000**

NEW POLICY

Rental Assistance [\$2,000,000]. The proposed ordinance would appropriate \$2 million in General Fund revenue for supplemental rental assistance provided by the United Way of King County. In the 2026-2027 Biennial Budget, Council directed the Executive to allocate up to \$3 million, if available, of general fund underspend for rental assistance. The moneys will be distributed on a quarterly basis based on actual expenditures. A corresponding decision package is discussed in the GF Transfer to DCHS section of this staff report.

UPDATE: In response to a question regarding how much rental assistance funding that was allocated in the 2026-2027 Biennial Budget has been spent to date, Executive staff confirmed there are five projects that provide protection rental assistance that are one-time and provided information for the following table:

Table 5. One-Time Eviction Protection Rental Assistance Included in the 2026-2027 Adopted Biennial Budget and Spent Through Q1 2026

Project	2026-2027 Adopted Biennial Budget	Amount Spent Through Q1 2026*	Notes
Keep King County Housed (KKCH)	\$17,500,000	\$3,348,576	Includes community rental assistance partners (Q1 & 2) and the Housing Justice Project (Jan & Feb only)
Youth and Family Homelessness Prevention Initiative	\$13,900,000	\$317,812	This initiative has two programs. The eviction prevention rental assistance is approximately 28% of the total budget
Housing Stability Project	\$4,600,000	\$156,812	The partners typically start the year slow, ramp-up quickly and fully expend each year
Housing Legal Aid	\$3,000,000	\$371,818	
Expenditure Restriction 5	\$3,000,000	\$0	Currently being amended by the Adult Services Division into the KKCH budget
TOTAL	\$42,000,000	\$4,195,018	

*Amount spent includes rent assistance and associated services and admin in community contracts

REAPPROPRIATION

Jail Diversion Fund Reappropriation [\$5,000,000, revenue-backed]. The proposed ordinance would reappropriate \$5 million from Adult and Juvenile Detention to support the Ranier Beach Family Empowerment Center. The revenue was part of a \$16 million payment from the City of Seattle to King County per the current Jail Services agreement for community-based health and housing programs. The Ranier Beach Family Empowerment Center is a 60-unit multifamily rental project and community service center, which would provide critical support for young, low-income individuals and families, including young adults who are being diverted from the criminal justice system.

Solid Waste \$350,000

NEW POLICY

Hazardous Waste Management Program Disposal Cost Adjustment [\$350,000, revenue-backed]. The proposed ordinance would appropriate \$350,000 for a one-time

budget adjustment in disposal costs. In 2025, actual disposal costs exceeded the budget, which were covered by salary savings and overhead expenses, and higher cost levels are anticipated in 2026.

Executive staff noted that the disposal costs are higher than expected largely due to increased fuel costs, labor costs, and general inflation. The revenue for this decision package is primarily from disposal fees. According to Executive staff, the requested adjustments were approved by the Management Coordination Committee in February. A corresponding decision package is discussed in the Local Hazardous Waste section of this staff report.

Wastewater Treatment (WTD) \$7,463,471

REAPPROPRIATION

WaterWorks Grant Program Carry Forward [\$6,058,474]. The proposed ordinance would reappropriate approximately \$6 million to the current biennium for the WaterWorks Grant Program. The grants were awarded in 2025 and grantees have three to four years to complete the projects from the time that the funds are awarded. Grants awarded in 2025 are anticipated to be spent by 2029.

Vehicle and Equipment Carry Forward [\$520,637]. The proposed ordinance would reappropriate approximately \$521,000 to the current biennium for vehicles and equipment approved in 2025, but not yet ordered due to staffing vacancies and timing delays.

West Point Access Carry Forward [\$884,360, revenue-backed]. The proposed ordinance would reappropriate approximately \$884,000 to cover costs of repair to the City of Seattle's road and Seattle Public Utilities' storm drainage assets. The project was authorized in the 2025 1st Omnibus and approximately \$116,000 have been spent to date. The carry forward is requested to continue the repair while WTD works with the PAO to negotiate with the City of Seattle for reimbursement costs.

Facilities Management Division (FMD) \$563,000, 3.0 TLTs

NEW POLICY

Adult Correctional Facility Grab Bar Installation [\$35,000]. The proposed ordinance would appropriate \$35,000 to install grab bars at two adult correctional facilities. According to Executive staff, the grab bars are part of Phase 1 of the County's planned compliance plan related to a U.S. Department of Justice Americans with Disabilities Act settlement agreement. Executive staff estimate that 30 grab bars will be needed across both facilities.

Staffing to Support Expanded Occupancy [\$528,000, 3.0 TLTs, ongoing]. The proposed ordinance would appropriate \$528,000 and 3.0 TLTs to support additional space occupied by employees related to returning to the office. The TLT positions

include a security officer, a custodian, and a customer experience administrator. Executive staff noted that the proposed positions are TLTs to allow time to assess the on-going requirements for staffing the County's occupied space.

UPDATE: Executive staff provided the following response to questions regarding the revenue source for the decision package to add staff to support expanded occupancy and the impact on the General Fund:

The positions will be funded by increased FMD space charges for the additional space occupied. The impact on the General Fund depends on which agencies end up occupying the space. If a General Fund agency occupies more space, there will be an additional charge to the General Fund. If a non-General Fund agency occupies more space, there will be no impact to the General Fund. Currently, the General Fund pays approximately 73% of FMD Internal Service Funds rates. This proportion will decline as DNRP and Metro occupy additional space.

KCIT Services **\$2,874,000**

REAPPROPRIATION

Bond Proceeds Reappropriation [\$2,874,000, revenue-backed]. The proposed ordinance would reappropriate approximately \$2.9 million of remaining bond proceeds to the KCIT Shared Device Telephony Solution capital project, which is expected to be complete in the second quarter of 2026.

Fleet Equipment Management **\$10,603,371**

REAPPROPRIATION

Fleet Equipment Purchase Reappropriation [\$10,603,371]. The proposed ordinance would reappropriate approximately \$10.6 million for fleet vehicles and equipment. Orders were made throughout the year and have long lead times for delivery. Fleet expects delivery and payment of the remaining purchase orders in 2026-2027.

CAPITAL IMPROVEMENT PROGRAM	\$208.4 million
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Summary

The total supplemental proposal for the Capital Improvement Program is \$208.4 million, primarily for projects in the Transit Revenue Fleet Capital (\$164.0 million), County Hospital Capital (\$25.1 million), and Building Repair and Replacement (\$11.6 million) funds.

Any projects that were included in the Capital Improvement Program and are proposed for an accelerated start date, are disappropriating unused moneys, or are under \$100,000 are labeled as "technical" unless the change also includes an increase to the anticipated amount, in which case it would be labeled as "new policy."

NEW POLICY

Appropriate and Disappropriate Moneys based on Conservation Futures Advisory Committee Recommendations [\$0]. The proposed ordinance would appropriate \$1.8 million to projects and disappropriate \$1.8 million from other projects in the Conservation Futures Subfund, for a net \$0 appropriation, as shown in Table 5. These changes would match the Conservation Futures Advisory Committee recommendation provided in the Annual Project Progress Report through Fall 2025, transmitted to the Council in February 2026.²³

The table below shows the projects and amounts to be appropriated or disappropriated.

Table 6. Conservation Futures Projects and Proposed Appropriation Amounts

Project Name	Proposed Appropriation
Algona-Wetland Preserve	\$25,000
Covington - Jenkins Creek Open Space	\$25,000
Normandy Park - Hall Property Acquisition on Miller Creek	\$36,331
Viva Farms Land to Grow	\$200,000
Shoreline - Rotary Park Acquisition	\$125,000
Vashon Marine Shorelines - Vashon Land Trust	\$25,000
Vashon Marine Shorelines - Vason Land Trust SSC	\$18,750
Soos Creek Botanical Garden	\$200,000
Jenkins Creek Open Space - SSC	\$51,000
Duwamish River Shoreline Acquisition	\$500,000
Dakota Homestead – Acquisition Award	\$100,000
Dakota Homestead – SSC	\$22,500
Wakulima Farm = SSC	\$310,000
Deutsch Urban Farm	\$138,857
Pinnacle Peak Park	\$25,000
Seattle - Kubota Garden Additions	-\$200,000
Seattle - South Park Plaza	-\$354,853
Kent - McSoreley Creek Wetland	-\$20,399

²³ [King County - File #: 2026-RPT0010](#)

Project Name	Proposed Appropriation
Seattle - Broadview-Bitter Lake Open Space	-\$250,000
Urban Homestead Foundation Dakota Homestead	-\$693,750
Seattle - Taylor Creek Headwaters	-\$34,206
Sammamish - Landa Property	-\$108,386
Seattle - Thorton Confluence Natural Area Expansion	-\$111,306
Shoreline - Hillwood Park West Acquisition	-\$539
King County - Snoqualmie Corridor Enhancement	-\$28,999
TOTAL	\$0

The Advisory Committee's rationale for the proposed disappropriations is summarized below. The following projects would be closed:

- Seattle - Kubota Garden Additions – Seattle has made partial progress on the acquisition goals and there are no additional willing landowners.
- Seattle - South Park Plaza – Seattle has made partial progress on the acquisition goals and has decided not to acquire the final parcel.
- Kent - McSoreley Creek Wetland – This would disappropriate the oldest award; the project has received a newer award to continue progress.
- Seattle - Broadview-Bitter Lake Open Space – Seattle will secure a lease instead of purchasing it so the city returned the funding and the project can be closed.
- Urban Homestead Foundation Dakota Homestead – The nonprofit is not moving forward with the project and is transferring the project lead to another organization, Forterra NW. A new award is being established for Forterra NW.
- Seattle - Taylor Creek Headwaters – Acquisition has been completed.
- Sammamish - Landa Property - Acquisition has been completed.
- Seattle - Thorton Confluence Natural Area Expansion - Acquisition has been completed.
- Shoreline - Hillwood Park West Acquisition – Acquisition has been completed.
- King County - Snoqualmie Corridor Enhancement – Acquisition has been completed.

Parks, Recreation, and Open Space **-\$11,300,000**

NEW POLICY

Emergent Need Contingency [-\$1,000,000]. The proposed ordinance would disappropriate \$1 million from the Emergent Need Contingency Fund. This disappropriation would move Real Estate Excise Tax (REET) 2 backed moneys to a Roads project to support flood recovery projects.

Projects that have insufficient appropriations due to unforeseen circumstances, such as project delays or accelerations, can leverage the Emergent Need Contingency Fund without Council approval. The Emergent Need Contingency Fund would have a balance of \$1.5 million after this disappropriation. Executive staff noted that Parks has not used this budget in the past and there are no specific budget requests to use the moneys at this time. Corresponding decision packages are discussed in the REET 2 and County Road Major Maintenance sections of this staff report.

Marymoor Park Expansion Acquisition [-\$4,400,000]. The proposed ordinance would disappropriate \$4.4 million from the Marymoor Acquisition. This disappropriation would move REET 1 backed moneys to a Roads project to support flood recovery projects.

According to Executive staff, the project was originally appropriated in the 2023-2024 2nd Omnibus for the acquisition of Bellevue Ballfields. Executive staff noted that they have not been able to come to an agreement with the City of Bellevue and the acquisition is unlikely to move forward in the near-term. Corresponding decision packages are discussed in the REET 1 and County Road Major Maintenance sections of this staff report.

UPDATE: In response to questions regarding the issues that prevented the Marymoor Park Acquisition from being part of the Bellevue Tax Increment Financing, Executive staff provided the following response:

The Marymoor Park Acquisition was a part of the TIF negotiations. However, property valuation and purchase price remained an obstacle.

Marymoor Park Parking and Infrastructure Improvements [-\$5,900,000]. The proposed ordinance would disappropriate \$5.9 million from the Marymoor Improvements Project. This disappropriation would move REET 2 backed moneys to a Roads project to support flood recovery projects.

According to Executive staff, this project was originally appropriated in the 2023-2024 2nd Omnibus for parking improvements and has only spent 1% of its budget on preliminary planning work. The 2025 Parks Levy included \$16 million for improvements at Marymoor, which are in addition to this project. Executive staff noted that if the need for additional revenue arises in the future, the Executive Office will work with Parks to identify alternative funding. Corresponding decision packages are discussed in the REET 2 and County Road Major Maintenance sections of this staff report.

General Technology Capital **-\$2,147,600**

TECHNICAL

KCSO Computer Aided Dispatch (CAD) System Replacement [-\$2,147,600]. The proposed ordinance would disappropriate approximately \$2.1 million from the KCSO

CAD System Replacement project. A CAD system is a software application that helps emergency response agencies and public safety organizations manage and dispatch resources. The disappropriation would reflect a removal of costs related to operations and maintenance, as well as contingency costs for project labor. Executive staff noted that any operations and maintenance expenses will be requested when needed in a future operating budget ordinance.

Major Maintenance Reserve Subfund

\$5,250,844

NEW POLICY

King County Courthouse Fire Alarm Replacement [\$4,200,000]. The proposed ordinance would appropriate \$4.2 million to the Fire Alarm Replacement project in the King County Courthouse. There have been failures of some of the fire alarm equipment and this project will replace all devices, switches, and control panels. The new system will include a new control panel and new initiation and notification devices on all floors, allowing for easy location monitoring of all events, direct communications with the fire department, and ongoing maintenance by FMD technicians.

The 2025 Adopted Annual Budget included approximately \$7.5 million for this project. According to Executive staff, additional budget authority is requested due to costs associated with additional system specifications since the project was originally scoped, material and labor costs due to inflationary pressure, and overtime costs.

Sewer Pump Replacement [\$384,406]. The proposed ordinance would appropriate approximately \$384,000 to replace a failing sewage lift station pump system for the Maleng Regional Justice Center. The upgraded system will integrate with the Building Management System, enabling automated alerts in the event of failure and significantly improving response time, reliability, and operational safety. A corresponding decision package can be found in the GF CIP Transfer to DES section of this staff report.

Chinook Elevator Repairs [\$438,433]. The proposed ordinance would appropriate approximately \$438,000 to repair the elevator drives for five main lobby elevators and the freight elevator at the Chinook Building. The current elevator drives have reached the end of their useful life and are now considered obsolete due to the aging equipment. This project will restore the drives to manufacturer specifications, extend their operational life, and significantly improve system reliability.

TECHNICAL

Major Maintenance Reserve (MMRF) Central Rate Budget [-\$154,198]. The proposed ordinance would disappropriate approximately \$154,000 for unused administrative budget.

Completed Projects Over Budget [\$382,203]. The proposed ordinance would appropriate approximately \$382,000 for projects that are completed and are over

budget, needing additional appropriation authority to close out the projects. Each project and the amount proposed for additional appropriation is shown in Table 6.

Table 7. Major Maintenance Reserve Subfund Over Budget Projects

Project Name	Proposed Appropriation
Courthouse Plumbing Fixtures	\$6,576
MMRF Budget Preparation Cost	\$107
King County Courthouse Window Security	\$78,840
Archives Building Fire Protection Sprinkler System	\$83,081
Administration Building Fire Alarm Systems	\$1,271
Black River Office Building HVAC Improvements	\$90
Maleng Regional Justice Center Lift Station Repair	\$38,134
Yesler Building Fire Alarm System Replacement	\$7,022
KCSO Precinct 3 Fire Alarm	\$13,000
King County Courthouse Interior Water Damage Repair	\$154,082
TOTAL	\$382,203

Parks Capital **\$6,000,000**

NEW POLICY

Pinnacle Peak Acquisition [\$105,268]. The proposed ordinance would appropriate approximately \$105,000 for the acquisition project at Pinnacle Peak. According to Executive staff, the project supports the environmental sustainability goal and objective of protecting and restoring water quality, biodiversity, open space, and ecosystems in the Enumclaw vicinity. The appropriation reflects the Conservation Futures Advisory Committee recommendation provided in the Annual Project Progress Report through Fall 2025, transmitted to the Council in February 2026.²⁴

Parks Capital and Open Space Grant [\$961,044]. The proposed ordinance would appropriate approximately \$961,000 to the City Capital Open Space Grant. According to Executive staff, this would fix a prior year misalignment between the budget and the grant agreement.

Rattlesnake Mountain Scenic Area Additions [\$105,268]. The proposed ordinance would appropriate approximately \$105,000 for additions to the Rattlesnake Mountain

²⁴ [King County - File #: 2026-RPT0010](#)

Scenic Area. The project seeks to protect the undeveloped forestland adjacent to the scenic area and Tollgate Farm. The appropriation reflects the Conservation Futures Advisory Committee recommendation provided in the Annual Project Progress Report through Fall 2025, transmitted to the Council in February 2026.²⁵

Demolition Program [\$4,000,000]. The proposed ordinance would appropriate \$4 million to support Parks' demolition work on properties acquired as part of the Conservation Futures Advisory Committee process. According to Executive staff, the request is to authorize spending \$3 million in Conservation Futures moneys and \$1 million in Parks Levy moneys for qualifying demolition projects.

TECHNICAL

Parks Capital Project Disappropriations [-\$1,171,580]. Multiple projects, as shown in Table 7, are proposed to be disappropriated from, as the projects have been completed and can be closed.

Table 8. Parks Capital Proposed Disappropriations from Completed Projects

Project Name	Proposed Appropriation
Capital Planning and Administration	-\$961,044
Parks Boise creek Acquisition Restoration	-\$187,882
Green to Cedar Rivers Trail Acquisition	-\$12,834
Snoqualmie Corridor Enhancement	-\$9,820
TOTAL	-\$1,171,580

Executive staff noted that the disappropriation related to Capital Planning and Administration is intended to move appropriation authority to the Parks and Capital Open Space grant project.

Site Activation [\$2,000,000]. The proposed ordinance would appropriate \$2 million to several site activation trail projects that are ahead of schedule. This program is funded by the Stewardship of Acquired Lands in the 2026-2031 Parks Levy.

Transit Revenue Fleet Capital **\$164,037,431**

NEW POLICY

Accelerate purchase of 115 40-foot hybrid bus coaches [\$164,037,431 total, \$131,229,945 revenue backed, one-time]. In early 2020, King County adopted the goal that Metro's revenue bus fleet should be 100% zero-emission by 2035.²⁶ However,

²⁵ [King County - File #: 2026-RPT0010](#)

²⁶ KCC 18.22.010.A, KCC 28.94.085.A.1 (Ordinance 19052)

in 2025, in response to increasing costs, technology limitations,²⁷ and a shortage of domestic bus manufacturers,²⁸ Metro proposed delaying the zero-emission transition of its bus fleet from 2035 to the mid-2040s or beyond.

To implement this delay, Metro proposed changing its approach to fleet purchases. To achieve the original 2035 zero-emission goal, Metro had set a goal of purchasing only zero-emission coaches after 2023.²⁹ However, as part of the delay in transitioning to zero-emission, Metro proposed that it would both delay the retirement dates of some of its existing diesel-electric hybrid fleet and resume purchasing new diesel-electric hybrid buses at least through the mid-2030s, with appropriation authority for 115 new 40-foot hybrid buses planned to be sought as part of the 2028-2029 biennial budget so that those buses could be in service by Fall 2028.

Metro states that it has recently learned that its vendor requires 18 months from order to delivery for new hybrid buses. As a result, to have the planned 115 new 40-foot hybrid bus coaches in service by Fall 2028, Metro has indicated that it must receive full appropriation authority by July 2026 to be able to place an order.

The proposal would move forward from the 2028-2029 Biennium to the 2026-2027 Biennium \$164 million in the Transit Revenue Fleet capital fund for the purchase of 115 40-foot hybrid bus coaches. The proposal would be backed by \$131 million in anticipated grant funding, also proposed to be moved forward from 2028-2029, which is the share of federal formula funding for the bus purchase.³⁰

Given the magnitude of the changes to Metro's fleet, bases, and operations proposed due to the delay in transitioning to a zero-emission fleet, Metro committed that it would prepare a Zero-Emission Implementation Plan in 2026, which will provide more information about next steps and budget needs, as well as more clarity about a new target date to achieve a 100% zero-emission revenue bus fleet.

UPDATE: In response to questions regarding the impact that the accelerated purchase of hybrid buses has on Metro's long-term financial outlook, Executive staff provided the following response:

The request will not impact Metro's long-term financial situation or timing of the reserve shortfall. The request is to accelerate the appropriation such that Metro can enter into a contract with the vendor. The timing of most of the spending itself is unchanged from Metro's previous assumptions and will occur in the 2028-2029 biennium; only \$10M of spending is accelerated into 2026-2027 to cover any potential early contract work.

²⁷ Metro's 2025 report, Maximizing Climate Benefits through Transit, reports on these issues, noting that zero-emission technology can currently meet only half of Metro service needs (2025-RPT0105, [link](#))

²⁸ The King County Auditor reported on these challenges in its 2024 report, Zero Emissions: Metro Transit Working to Mitigate Risks to County's Ambitious 2035 Goal ([link](#))

²⁹ The Federal Transit Administration sets the lifespan of a bus at 12 years. If Metro purchased only zero-emission buses beginning in 2023, all buses in the fleet would be zero-emission by 2035.

³⁰ Federal Transit Administration, Grants for Buses and Bus Facilities Formula Program – 5339(a) ([link](#))

Real Estate Excise Tax (REET), Number 1

\$0

NEW POLICY

REET 1 Transfer to Parks [-\$4,400,000] and REET 1 Transfer to Roads Capital [\$4,400,000]. The proposed ordinance would transfer \$4.4 million from Parks Capital Program to Roads to support the flood recovery efforts stemming from the December 2025 flood event.

To date, the estimate for storm damage recovery is \$12 million, inclusive of operating costs. The proposed ordinance would appropriate \$11.3 million in REET 1 and 2 backed moneys, which Executive staff note would provide sufficient capital funding for the storm damage recovery projects.

A list of the Roads Storm Recovery Projects can be found in the staff report for Ordinance 20051,³¹ which temporarily expanded the allowable use of REET 2 revenues to include county roadway projects resulting from an emergency. The Baring Bridge and Edgewick Road projects are already underway under the authority of the Quick Response Program. The proposed appropriation would backfill the costs for those projects in the Quick Response Program, plus provide budget authority for the other flood-related repair projects. According to Executive staff, this would allow the Quick Response Program to function as planned for the 2026-2027 Biennium.

Corresponding decision packages are discussed in the REET 2, Parks, Recreation, and Open Space, and County Road Major Maintenance sections of this staff report.

Real Estate Excise Tax, Number 2

\$0

NEW POLICY

REET 2 Transfer to Parks [-\$6,900,000] and REET 2 Transfer to Roads Capital [\$6,900,000]. The proposed ordinance would transfer \$6.9 million from Parks Capital Program to Roads to support the flood recovery efforts stemming from the December 2025 flood event. As discussed in the previous section, this transfer is part of an \$11.3 million proposal. Corresponding decision packages are discussed in the REET 1, Parks, Recreation, and Open Space, and County Road Major Maintenance sections of this staff report.

County Hospital Capital

\$25,063,241

TECHNICAL

Pioneer Square Clinic [\$22,758,930]. The proposed ordinance would appropriate approximately \$22.8 million for the Harborview Pioneer Square Clinic. The moneys were appropriated in the County Hospital Levy fund in the 2026-2027 Biennial Budget,

³¹ Ordinance 20051 [King County - File #:2026-0039](#)

so this appropriation would allocate it to the capital project. The project schedule has shifted since the 2026-2027 Biennial Budget process and Executive staff note that the project will be substantially completed in December 2028, with full acceptance slated for January 2029.

Administrative and Planning Project [\$2,304,311]. The proposed ordinance would appropriate approximately \$2.3 million to a new planning project within the County Hospital Capital fund for administrative work. According to Executive staff, a similar planning project was created within the Harborview Bond Capital fund, so this project would mirror that organization.

For background, project managers charge their time directly to projects, but for overhead administrative positions that work on multiple projects, the existing processes to allocate time would inflate project costs for the unique scope of Harborview. Executive staff have estimated that generally, 75% of the administrative work will be for the Harborview Bond Capital project and 25% of the administrative work will be for the County Hospital Capital fund. This planning project would appropriate the costs for the administrative work for the County Hospital Capital fund.

The authority for a majority of the FTEs was provided during the 2026-2027 Biennial Budget process in the formation of the Harborview Construction and Infrastructure Division. The remaining FTEs are authorized through other divisions, including FMD, FBOD, and the Executive's Office. No additional FTEs are being requested.

Executive staff noted that there is no additional revenue being used for this project and that it will be absorbed from multiple existing allocations.

ITS Capital **\$868,245**

NEW POLICY

KCIT Ray Baum Act Compliance [\$868,245]. The proposed ordinance would appropriate approximately \$868,000 to the project to bring the County into compliance with the Ray Baum Act. The project will allow granular location information to be provided to the Public Safety Answer Point when an emergency call is made from a device on a King County network. The additional funding is being requested to address funding gaps caused by long hardware lead times, inadequate site documentation, and agency engagement, which extended survey and design timelines, according to Executive staff. The project is scheduled to be completed in the second quarter of 2026.

County Road Major Maintenance **\$9,028,500**

NEW POLICY

Countywide Quick Response Program [\$11,300,000]. The proposed ordinance would appropriate \$11.3 million of REET 1 and REET 2 moneys for the Countywide

Quick Response Program for Roads to respond to emergency repairs associated with storm damage. Corresponding decision packages are discussed in the REET 1, REET 2, and Parks, Recreation, and Open Space sections of this staff report.

SE 432nd St Culvert Replacement [\$450,000]. The proposed ordinance would appropriate \$450,000 to increase funding for a culvert replacement project. The project exceeded its budget due to changes in labor hours, inflation, and unplanned overtime. Additionally, it was not awarded anticipated grant funding.

TECHNICAL

County Road Major Maintenance Project Disappropriations [-\$2,721,000]. Various projects, as shown in Table 8, are proposed to be disappropriated from, as the projects either have been completed and can be closed, are on hold, or did not receive the grants that were anticipated.

Table 9. County Road Proposed Disappropriations

Project Name	Proposed Appropriation
NE 165 th St at 176 th Ave NE Culvert Replacement	-\$721,500
25414 SE 424 th St Near 254 th Ave S Culvert Replacement	-\$600,000
Countywide Bridge Load Upgrade Safety	-\$211,000
NE 100 th St on Ames Creek Culvert Replacement	-\$800,000
SE Ravensdale Way on Rock Creek Culvert Replacement	-\$389,000
TOTAL	-\$2,721,500

Executive staff noted that the last three disappropriations in the table include moneys intended to be transferred to the SE 432nd St Culvert Replacement project.

Building Repair and Replacement Subfund \$11,567,480

NEW POLICY

Telecommute Consolidation [\$300,000]. The proposed ordinance would appropriate \$300,000 for continued consolidation of office space in the King County Administration and Yesler building. According to Executive staff, there were cost overruns related to increased expenses due to inflation and pandemic supply chain issues. Additionally, the original project scope was intended to move agencies into space "as-is" however this was not feasible in all situations to meet agency needs.

Tier 2 Space Consolidation [\$1,700,000]. The proposed ordinance would appropriate \$1.7 million for the cost overruns in the Space Consolidation project. Executive staff noted that the cost overruns were due to inflationary increases, pandemic supply chain issues, and unanticipated scope.

The Tier 2 Space Consolidation scope included cubical and space reconfigurations, furniture installation, and technology updates for Public Health, Executive Office, and DNRP, as well as conference room technology updates in all conference rooms in the Chinook Building and King Street Center.

Executive staff also noted this project included a new Customer Counter at King Street Center, which co-locates customer-facing services in one central location and improves customer service delivery processes.

UPDATE: Executive staff provided the following table in response to questions regarding the cumulative total and a breakdown of cost overruns for this project. This project received appropriations from the 2021 Covid-19 Supplemental Budget Ordinance 19289 and 2023 Covid-19 Supplemental Budget Ordinance 19659, totaling \$9.2 million.

The table below identifies each project within this appropriation, the intended budget utilizing the \$9.2 million original expenditure, expenditures through April 27, 2026, and the resulting balance or deficit leading to the request of an additional \$1.7 million.

Table 10. Tier 2 Space Consolidation Projects

Project Name	Original Authorized Budget	Expenditure Through 4/27/26	Remaining Budget Balance/ Deficit	Description of Work Completed
KSC 6 Updates	\$2,400,264	\$5,050,561	(\$2,650,297)	Consolidating DNRP business operations at KSC from 3 floors to one floor, creating space for collaboration, meetings, individual work, and department conferencing
Tier 2 SCP Miscellaneous	\$541,848	\$481,073	\$60,775	Miscellaneous reconfigurations and moves to relocated agencies from the Administration Building as well as consolidating and co-locating agencies within the KSC and Chinook Buildings.
Chinook Exec	\$1,200,000	\$1,176,049	\$23,950	Updating Chinook 8th floor work area to create improved reception area, shared work spaces, increase collaboration and conference room space.

<u>Project Name</u>	<u>Original Authorized Budget</u>	<u>Expenditure Through 4/27/26</u>	<u>Remaining Budget Balance/ Deficit</u>	<u>Description of Work Completed</u>
Tier 2 PH Consolidation	\$150,542	\$150,542	\$0	No description provided
Conference Room Improvements	\$3,200,000	\$2,282,099	\$917,901	Installation of standardized Microsoft Surface Hub conference room technology in KSC and Chinook conference rooms.
Space Consolidation	\$1,707,346	\$1,707,346	\$0	Miscellaneous reconfigurations and moves to relocated agencies from the Administration Building as well as consolidating and co-locating agencies within the KSC and Chinook Buildings.
TOTAL	\$9,200,000	\$10,847,671	(\$1,647,670)	

Dexter Horton Camera & Access Control Upgrade [\$2,599,757]. The proposed ordinance would appropriate approximately \$2.6 million for a project to install a new CCure 9000 access control system and upgrade the video surveillance infrastructure to enhance security throughout the Dexter Horton facility. Additionally, the project will install a new Building Automation System for HVAC controls and can be expanded to lighting and other controls in the future.

KCCF Fire Sprinkler Repairs [\$1,186,662]. The proposed ordinance would appropriate approximately \$1.2 million for the King County Correctional Facility fire suppression system. According to budget materials, the system has been inspected by the City of Seattle, Fire Marshalls Office and has been Yellow Tagged as deficient and

out of compliance. This project would address the outstanding disrepair items and bring the system back into compliance. A corresponding decision package is discussed in the GF CIP Transfer to DES section of this staff report.

KCCH Fire Sprinkler Replacement [\$344,061]. The proposed ordinance would appropriate approximately \$344,000 for the King County Courthouse fire suppression system. As with the previous project, according to budget materials, the system has been inspected by the City of Seattle, Fire Marshalls Office and has been Yellow Tagged as deficient and out of compliance. This project would address the outstanding disrepair items and bring the system back into compliance. A corresponding decision package is discussed in the GF CIP Transfer to DES section of this staff report.

2026 Return to Office (RTO) [\$5,437,000]. The proposed ordinance would appropriate approximately \$5.4 million to support the RTO initiative by Summer 2026. According to budget materials, the County is facing a gap between available workspace capacity and the operational needs created by the RTO initiative.

This project would deliver approximately 425 additional work-points by optimizing and reconfiguring existing space, systems, and furniture. [Note that the previous staff report indicated the Levels 8 and 13 of the Chinook Building would be revised to support the County Executive's Office and collaboration needs. Per the update below, Executive staff determined that was inadvertently included in the Capital Appropriation Proposal forms and would actually not be included in this funding request. Executive staff noted that FMD is working with every Executive department to ensure that each can meet the RTO requirement.](#)

UPDATE: [When Executive staff noted that the description for this project that was provided to Council staff was incorrect and still contains references to reconfiguration of Chinook floors 8 & 13. This is no longer part of the scope of the proposed project. The project, as proposed, includes preparation of 2 floors in Dexter Horton and 1 floor of the Administration for occupancy. The total proposed appropriation amount is unchanged.](#)

Additionally, Executive staff provided the following responses to questions regarding the RTO project:

[What is included in a work point? Does it include cubicles, offices, and conference room?](#)

[Work points include cubicles and desks within private offices only.](#)

[Given the update that the proposed project includes 2 floors in Dexter Horton and 1 floor of the Admin building, is the estimate for 425 additional work points still accurate?](#)

[Executive staff now anticipate additional work points with the inclusion of two more floors of Dexter Horton Building that are in move-in-ready condition due to upcoming tenant move-outs. Updated counts are:](#)

- [2 floors of Dexter Horton Building with minor tenant improvements: 208 FTE](#)

- 2 floors of Dexter Horton Building with little to no tenant improvements: 185 FTE
- 1 floor of the Admin Building: 100 FTE

Total estimated capacity: 493 work points

Will the 425 work points address the currently analyzed gap of available workspace capacity? If not, what percentage of the need does this project cover?

The currently analyzed workspace deficit is 1,436 work points. The proposed 493 work points in Dexter Horton Building and the Administration Building would allow for agency relocations and backfilling of vacated space in KSC and Chinook. After those moves are accounted for, the remaining deficit is estimated at 858 work points.

Can you provide more information on the cost estimate for this project and the cost per work point?

The estimated cost per work point includes fully completed workstations, as well as computer peripherals and KCIT setup costs, which are estimated at approximately \$7,000 per work point. Additional costs factored into the overall estimate include minor tenant improvements costs as well as furniture for conference rooms, break rooms, miscellaneous shared spaces, and deep cleaning.

EXPENDITURE RESTRICTION AND PROVISIO CHANGES

Expenditure Restriction and Provisio Changes. Across the General Fund, Non-General Funds, and Capital Improvement portions of the budget, the proposed ordinance would make changes to 55 existing expenditure restrictions and provisos from the 2026-2027 Biennial Budget. These changes are all described in greater detail in a separate table, provided as Attachment 6 to this staff report. While the vast majority of these changes move the due dates for briefings and reports to allow more time for Executive staff to produce the deliverables, there are several more substantive changes. These more substantive changes include proposals to:

- Consolidate most of the existing expenditure restrictions and provisos into the Office of the Executive for the offices that would be absorbed by the Office in the reorg proposed in Ordinance 2026-0073;
- Repeal an expenditure restriction for the former Office of Equity and Racial and Social Justice to provide trainings and support to County agencies. Executive staff have indicated that this function would be fulfilled by the Department of Human Resources;
- Repeal three provisos attached to the former Office of Climate related to a business plan and employee restrictions until the Council acknowledged the business plan. Executive staff indicated that the provisos apply to an office that no longer exists;
- Propose new language around the data that the Prosecuting Attorney would provide on juvenile legal system outcomes;
- Combine two provisos from Behavioral Health and one from Crisis Care Centers to provide one comprehensive overview of the behavioral health landscape; and

- Provide an exception for the Permitting Division Director to three provisos that restricted the appropriation authority for vacancies in Planning and Permitting.

TIMING

The BFM Chair has approved the following consideration calendar for the 1st Omnibus:

2026-2027 1st Omnibus Schedule

Date	Activity
Apr 2 nd (Thurs)	Executive transmitted
Apr 22nd (Wed) 9:30am	BFM – Committee briefing
May 8 th (Fri) COB	Updated SR distributed
May 13th (Wed) 9:30am	BFM – Committee briefing Answer outstanding questions at BFM.
May 15th (Fri) COB	<i>Striking amendment requests due to BFM Chair</i>
May 28 th (Thurs) COB	BFM Chair’s striking amendment direction due to staff <i>& district councilmanic grant allocations due to Gene Paul, Olivia Brey, and April Sanders</i>
June 5 th (Fri) COB	Striking amendment finalized and distributed
June 8 th (Mon) COB	Line amendment direction due to staff
June 10th (Wed) 9:30am	BFM – Committee action on striker and line amendments
June 18 th (Thurs) COB	Line amendment direction due to staff for Full Council
June 23rd (Tues) 1:30pm	Full Council – Possible action

INVITED

- Aaron Rubardt, Chief Budget Officer, King County Executive's Office

ATTACHMENTS

1. Proposed Ordinance 2026-0071 and the following attachment:
 - A. Capital Improvement Program dated 3-25-2026
2. Transmittal Letter
3. All Financial Plans
4. 1st Omnibus Operating Crosswalk
5. General Fund Financial Plan, dated April 7, 2026
6. Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions



KING COUNTY
Signature Report

ATTACHMENT 1
1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2026-0071.1

Sponsors Dembowski

1 AN ORDINANCE making a net supplemental
2 appropriation of \$48,730,000 to various general fund
3 agencies, a net supplemental appropriation of \$136,073,000
4 to various non-general fund agencies and a net
5 supplemental appropriation of \$208,368,141 from various
6 capital fund budgets; amending the 2026-2027 Biennial
7 Budget Ordinance, Ordinance 20023, Sections 16, 21, 21,
8 33, 33, 34, 34, 35, 43, 43, 46, 47, 50, 51, 51, 52, 53, 54, 55,
9 59, 60, 60, 64, 64, 70, 70, 71, 79, 80, 82, 83, 87, 90, 90, 91,
10 94, 94, 96, 96, 98, 98, 101, 102, 102, 103, 104, 105, 107,
11 109, 109, 110, 110, 111, 111, 115, 115, 116, 116, 122, 124,
12 126, 132, and 132, as amended, and Attachment A, as
13 amended, adding a new section to Ordinance 20023, as
14 amended, and repealing Ordinance 20023, Sections 17, 18,
15 19, 20, 27, and 28, as amended.

16 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

17 SECTION 1. Ordinance 20023, Section 16, as amended, is hereby amended as
18 follows:

19 OFFICE OF THE EXECUTIVE - From the general fund there is hereby
20 appropriated to:

21 Office of the executive \$69,345,000

22 The maximum number of additional FTEs for office of the executive shall be: 118.9

23 ER1 EXPENDITURE RESTRICTION:

24 Of this appropriation, \$400,000 shall be expended or encumbered solely to
25 support equity and racial and social justice activities that include, but are not limited to,
26 enabling the office of the executive to provide support to the immigrant and refugee
27 commission and low-income immigrant and refugee communities in King County.

28 ER2 EXPENDITURE RESTRICTION:

29 Of this appropriation, if grant funding is not awarded to complete battery energy
30 storage system siting analysis, \$250,000 of this appropriation shall only be used to
31 complete the battery energy storage siting analysis required by Proviso P10 of this
32 section.

33 ER3 EXPENDITURE RESTRICTION:

34 Of this appropriation, \$500,000 shall be expended or encumbered solely to
35 support an executive branch internal audit function and shall be included in the general
36 fund overhead model or an internal service fund rate.

37 P1 PROVIDED THAT:

38 Of this appropriation, \$750,000 shall not be expended or encumbered until the
39 executive transmits a permitting division permit funding and staffing model report and a
40 motion that should approve the report, and a motion approving the report is passed by the
41 council. The motion should reference the subject matter, the proviso's ordinance,
42 ordinance section, and proviso number in both the title and body of the motion.

43 The report shall include, but not be limited to:

44 A. A description of the existing funding model for permitting functions of the
45 permitting division of the department of local services, including:

46 1. A breakdown of the costs and revenue sources of the permitting functions, by
47 line of business that includes costs for overhead, staffing, permitting software, and other
48 administrative costs; and

49 2. A description of the financial position of the planning and permitting
50 appropriation unit, including a history of the ending fund balances, cost recovery, fee
51 increases, and efforts to increase efficiency;

52 B. A description of the current staffing model for the permitting functions, by
53 lines of business, including how the staff is organized, the approach to staffing permits
54 such as by project permit or complexity, how the division determines staffing levels for
55 this function, use of on-call consultants by discipline, how the division determines what
56 project permit applications are sent to on-call consultants, and how the division uses the
57 managed accounts team;

58 C. A description of the permit review process from preapplication and intake
59 through monitoring, including:

60 1. An inventory of the types and volumes of each project permit type the
61 permitting division reviews; a breakdown of the project types that are issued over the
62 counter or subject to field inspection, those that require review only by one discipline,
63 and those that require review by multiple disciplines in the division; and a description of
64 the permit application types that are submitted in person, rather through the online
65 application portal; and

66 2. A description of the number and discipline of the staff involved, for each land

67 use decision type in K.C.C. 20.20.020, at each part of the review process, including
68 preapplication conferences, application intake, application screening, application review
69 and approval, permit issuance, inspection, close out, and performance monitoring;

70 D. A comparative analysis of staffing and funding methods, including, to the
71 extent possible, information required by subsections A., B., and C. of this proviso, for
72 permitting functions, using at least three other jurisdictions. Jurisdictions shall be
73 identified and selected for comparison in collaboration and consultation with
74 councilmember offices representing unincorporated areas, and shall have similar permit
75 volumes to King County, and may also share some operational, land use, or demographic
76 similarities to King County. At least one jurisdiction shall use a funding method other
77 than full cost recovery from permit fees. The comparative analysis shall include any
78 information gathered from the other jurisdictions on whether they expedite review of
79 affordable housing projects or lower or waive permit fees to further market rate and
80 affordable housing development;

81 E. An analysis of whether the permitting division funding and staffing models
82 should be modified, based on the information collected in subsections A., B., C., and D.
83 of this proviso; and

84 F.1. Recommendations, if any, for changes to permit fees, the code, cost
85 allocations, organizational structure as a result of the analysis completed in subsection E.
86 of this proviso. The recommendations should meet certain goals which include, but are
87 not limited to: getting to positive fund balance within two biennia, complying with permit
88 review requirements in K.C.C. chapter 20.20 and chapter 36.70B RCW, and maintain
89 permit fees to encourage property owners to obtain permits. If the comparative analysis

90 required in subsection D. of this proviso includes information on ways to expedite
91 affordable housing permit review or fee waivers or reductions for housing development,
92 then the report shall also provide recommendations on ways to lower fees, through
93 waivers or reductions, for housing development in King County.

94 2. If recommendations are not proposed, then a plan to get to a positive ending
95 undesignated fund balance within two biennia shall be included.

96 The executive should electronically file the report, a motion required by this
97 proviso, a proposed ordinance to implement permit fees for 2027, and any proposed
98 ordinance or proposed ordinances required to implement the recommendations in the
99 proviso, by October 1, 2026, with the clerk of the council, who shall retain an electronic
100 copy and provide an electronic copy to all councilmembers, the council chief of staff, and
101 the lead staff for the local services and land use committee or its successor.

102 P2 PROVIDED FURTHER THAT:

103 Moneys restricted by section 60, Expenditure Restriction ER1 and section 90,
104 Expenditure Restriction ER1, of this ordinance shall not be expended or encumbered
105 until the executive transmits a legal services study for the civil division in the prosecuting
106 attorney's office and a motion that should approve the study, and a motion approving the
107 study is passed by the council. The motion should reference the subject matter, the
108 proviso's ordinance, ordinance section, and proviso number in both the title and body of
109 the motion.

110 The study shall include, but not be limited to, analyzing: the legal needs of client
111 departments against current civil division capacity, how legal services are provided in
112 other jurisdictions of similar size and scope, and when general counsels for individual

113 departments provide more value or are necessary for the legal needs of client
114 departments.

115 The executive should electronically file the study and a motion required by this
116 proviso by October 1, 2026, with the clerk of the council, who shall retain an electronic
117 copy and provide an electronic copy to all councilmembers, the council chief of staff, and
118 the lead staff for the budget and fiscal management committee or its successor.

119 P3 PROVIDED FURTHER THAT:

120 Of this appropriation, \$500,000 shall not be expended or encumbered until the
121 executive transmits a report analyzing the department of community and human services
122 inflation rate adjustment policy for human services contracts dated September 1, 2024,
123 which is anticipated to increase human services contract costs in 2026 and 2027, and a
124 motion that should acknowledge receipt of the report, and a motion acknowledging
125 receipt of the report is passed by the council. The motion should reference the subject
126 matter, the proviso's ordinance, ordinance section, and proviso number in both the title
127 and body of the motion. The report shall include, but not be limited to:

128 A. A description of how the policy was determined to be feasible to apply to each
129 local human service revenue source including the veterans, seniors, and human services
130 levy, Best Starts for Kids levy, the crisis care center levy, and any other local revenue
131 source originating from a voter-approved levy or councilmanic tax;

132 B. An analysis of the financial compatibility of the inflation rate adjustment
133 policy for each revenue source identified in subsection A. of this proviso, and an analysis
134 of the long-term effects of this policy on each fund over each biennium from 2028
135 through 2033;

136 C. An exploration of how this policy could result in expenditures outpacing tax
137 revenues and whether an inflation rate adjustment policy creates a structural gap for the
138 funds for each revenue source identified in subsection A. of this proviso; and

139 D. Proposed mitigation strategies to address a possible structural gap, which may
140 include, but not be limited to, policies to:

141 1. Forgo program expansion to maintain inflation rate adjustment for existing
142 programs;

143 2. Institute a cap on inflation rate adjustments for locally funded programs and
144 services;

145 3. Establish a process through which possible cuts to programs and services are
146 made, including a description of the role of each fund's advisory committee in this
147 process; and

148 4. Prohibit or otherwise deem this policy incompatible with requirements of
149 each fund source.

150 The report should include different sections for each revenue source to clearly
151 explain the impacts on each individual revenue source. The report on the department of
152 community and human services inflation rate adjustment policy for human services
153 contracts should reference the subject matter, the proviso's ordinance, ordinance section,
154 and proviso number in both the title and body of the motion.

155 The executive should electronically file the report and a motion required by this
156 proviso by December 31, 2026, with the clerk of the council, who shall retain an
157 electronic copy and provide an electronic copy to all councilmembers, the council chief

158 of staff, and the lead staff for the budget and fiscal management committee or its
159 successor.

160 P4 PROVIDED FURTHER THAT:

161 Of this appropriation, \$100,000 shall not be expended or encumbered until the
162 executive transmit a county surveillance technology report.

163 The report shall include, but not be limited to:

164 A. A list of all surveillance technology currently in use by all county agencies
165 and departments;

166 B. A list of all the types of surveillance data currently collected, received, or
167 shared by all county agencies and departments, including but not limited to, demographic
168 data, protected classes as defined in K.C.C. chapter 3.12D, language proficiency, housing
169 status, financial status, citizenship, immigration status, or national origin;

170 C. A list of all third-party vendors providing surveillance services on behalf of
171 the county and a brief description of county agreements with those third-party vendors,
172 including the ownership, storage, and use of any data collected; and

173 D. A brief description of the intended purpose and operational use of any
174 surveillance technology currently being utilized by county agencies and departments and
175 by third-party vendors on behalf of the county, and any surveillance data collected,
176 received, or shared by county agencies and departments and by third-party vendors on
177 behalf of the county.

178 For the purpose of the report, "surveillance technology" means any electronic
179 surveillance device, hardware, or software that is capable of collecting, capturing,
180 recording, retaining, processing, intercepting, analyzing, monitoring, or sharing audio,

181 visual, digital, location, thermal, biometric, behavioral, or similar information or
182 communications specifically associated with, or capable of being associated with, any
183 specific individual or group; or any system, device, or vehicle that is equipped with an
184 electronic surveillance device, hardware, or software. "surveillance technology" includes,
185 but is not limited to: international mobile subscriber identity (IMSI) catchers and other
186 cell site simulators; automatic license plate readers; electronic toll readers; closed-circuit
187 television cameras; biometric surveillance technology, including facial, voice, iris, and
188 gait-recognition software and databases; mobile DNA capture technology; gunshot
189 detection and location hardware and services; x-ray vans; video and audio monitoring
190 technology, recording technology, or monitor and recording technology, such as
191 surveillance cameras, wide-angle cameras, and wearable body cameras; surveillance
192 enabled or capable lightbulbs or light fixtures; tools, including software and hardware,
193 used to gain unauthorized access to a computer, computer service, or computer network;
194 social media monitoring software; through-the-wall radar or similar imaging technology,
195 passive scanners of radio networks, long-range Bluetooth and other wireless-scanning
196 devices, radio-frequency I.D. (RFID) scanners, and software designed to integrate or
197 analyze data from surveillance technology, including surveillance target tracking and
198 predictive policing software.

199 The executive should electronically file the report required by this proviso no later
200 than July 1, 2026 with the clerk of the council, who shall retain an electronic copy and
201 provide an electronic copy to all councilmembers, the council chief of staff and the lead
202 staff for the law and justice committee or its successor.

203 P5 PROVIDED FURTHER THAT:

204 Of this appropriation, \$100,000 shall not be expended or encumbered until the
205 executive transmits a report on root causes of recent evictions throughout King County
206 and a motion that should acknowledge receipt of the report, and a motion acknowledging
207 receipt of the report is passed by the council. The motion should reference the subject
208 matter, the proviso's ordinance, ordinance section, and proviso number in both the title
209 and body of the motion.

210 The report shall include, but not be limited to:

211 A. An analysis of the root causes leading to evictions in King County, focusing
212 on 2023 through 2025, if data is available;

213 B. A trend analysis of the rental market and evictions in King County, indicating
214 if root causes have changed over time or if there are emerging issues; and

215 C. Recommendations for King County to implement new or expand existing
216 programs to address the factors causing evictions and support successful tenancies.

217 The report shall be prepared in collaboration with relevant stakeholders,
218 including, but not limited to, tenant advocates, civil legal aid, housing providers, and
219 landlord groups.

220 The executive should electronically file the report and a motion required by this
221 proviso by December 31, 2026, with the clerk of the council, who shall retain an
222 electronic copy and provide an electronic copy to all councilmembers, the council chief
223 of staff, and the lead staff for the health, housing, and human services committee or its
224 successor.

225 P6 PROVIDED FURTHER THAT:

226 Of this appropriation, \$50,000 shall not be expended or encumbered until the
227 executive transmits a proposal for implementation on the property tax exemption for
228 accessory dwelling units rented to low-income households as authorized in RCW
229 84.36.400(2).

230 The proposal for implementation shall be conducted in consultation with the
231 assessor's office and the cities of King County and shall include, but not be limited to:

232 A. An estimation of the number of accessory dwelling units in King County
233 which may be eligible for exemption;

234 B. An analysis of the value of the property tax exemption for several hypothetical
235 accessory dwelling units of differing sizes and assessed values;

236 C. An estimation of how many units of housing could be created, or existing
237 accessory dwelling units enrolled, if King County were to implement the property tax
238 exemption authorized in RCW 84.36.400(2);

239 D. A description of the administrative resources and an estimation of the
240 associated costs to implement the property tax exemption program authorized in RCW
241 84.36.400(2), including options that allow cities to pay implementation costs for the
242 program to proceed within their jurisdiction if King County is unable to fund the
243 program; and

244 E. Estimated impact to the county's revenue collection under the various
245 scenarios considered.

246 The executive should electronically file the proposal by June 30, 2026, with the
247 clerk of the council, who shall retain an electronic copy and provide an electronic copy to

248 all councilmembers, the council chief of staff, and the lead staff for the budget and fiscal
249 management committee or its successor.

250 P7 PROVIDED FURTHER THAT:

251 Of this appropriation, \$250,000 shall not be expended or encumbered until the
252 executive transmits a victim support service improvement plan and a motion that should
253 acknowledge receipt of the plan, and a motion acknowledging receipt of the plan is
254 passed by the council. The motion should reference the subject matter, the proviso's
255 ordinance, ordinance section, and proviso number in both the title and body of the
256 motion.

257 A. The plan shall include, but not be limited to:

258 1. An inventory of services provided and funded by King County agencies that
259 are available to survivors of violence and victims of crime and their families, as well as
260 an inventory of such services provided by contracted services providers;

261 2. Evaluation of best practices, current gaps in the system, and the most
262 prevalent needs of survivors, victims, and their families; and

263 3. A plan to expand and improve services for victims of crime and survivors of
264 violence and their families, including the people themselves or family members of people
265 who have been harmed in interactions with law enforcement.

266 B. The plan should be developed in collaboration with community service
267 providers, those who have or may use such services, and collaboration across criminal
268 legal system agencies.

269 The executive should electronically file the plan and a motion required by this
270 proviso by June 30, 2026, with the clerk of the council, who shall retain an electronic

271 copy and provide an electronic copy to all councilmembers, the council chief of staff, and
272 the lead staff for the law and justice committee or its successor.

273 P8 PROVIDED FURTHER THAT:

274 Of this appropriation, \$100,000 shall not be expended or encumbered until the
275 executive transmits a plan to establish a Harborview Medical Center long-range planning
276 committee as described at Section 6.2 of the hospital services agreement and a motion
277 that should acknowledge receipt of the plan, and a motion acknowledging receipt of the
278 plan is passed by the council. The motion should reference the subject matter, the
279 proviso's ordinance, ordinance section, and proviso number in both the title and body of
280 the motion.

281 The plan shall include, but not be limited to:

282 A. The names of appointed committee members representing the county
283 executive, the county council, the Harborview Medical Center board of trustees and UW
284 Medicine;

285 B. A description of how the committee will facilitate long-range planning and
286 coordination in pursuit of opportunities to respond to the evolving healthcare industry,
287 improve population health, and have Harborview Medical Center become the provider of
288 choice for county and state residents;

289 C. A description of shared goals, clear criteria for when the committee has
290 completed its charge, and clear criteria for when a subsequent committee should be
291 constituted, established by the committee;

292 D. A description of committee processes which will ensure the governance
293 structures, accountabilities, and collective bargaining commitments of each committee
294 member's respective organization will be respected; and

295 E. The frequency in which the committee shall meet in order to facilitate strong
296 coordination and the identification and monitoring of the goals established among
297 committee members. The committee should recommend the length of time that the
298 committee shall meet.

299 The executive should electronically file the plan and a motion required by this
300 proviso by June 1, 2026, with the clerk of the council, who shall retain an electronic copy
301 and provide an electronic copy to all councilmembers, the council chief of staff, and the
302 lead staff for the health, housing, and human services committee or its successor.

303 P9 PROVIDED FURTHER THAT:

304 Of this appropriation, \$100,000 shall not be expended or encumbered until the
305 executive transmits a report on the efforts King County is making to maintain Medicaid
306 retention rates and a motion that acknowledges receipt of the report, and a motion
307 acknowledging receipt of the report is passed by the council. The motion should
308 reference the subject matter, the proviso's ordinance, ordinance section, and proviso
309 number in both the title and body of the motion.

310 The report should include, but not be limited to:

311 A. The number of FTEs countywide whose job duties are related to Medicaid
312 enrollment, including staff who work in communications, outreach, or case management;

313 B. An estimate of the number of people served by the county's current efforts in
314 Medicaid enrollment;

315 C. An analysis of any potential federal changes to Medicaid eligibility
316 requirements, including how many people could potentially be disenrolled based on those
317 changes; and

318 D. Any plans the county has to mitigate disenrollment via proactive
319 communication, outreach, or other methods.

320 The executive should electronically file the plan and a motion required by this
321 proviso by April 30, 2026, with the clerk of the council, who shall retain a copy and
322 provide a copy to all councilmembers, the council chief of staff, and the lead staff for the
323 health, housing, and human services committee or its successor.

324 P10 PROVIDED FURTHER THAT:

325 Of this appropriation, \$25,000 shall not be expended or encumbered until the
326 executive transmits a battery energy storage system siting analysis report, and a motion
327 acknowledging receipt of the report, and motion acknowledging receipt of the report is
328 passed by the council. The motion should reference the subject matter, the proviso's
329 ordinance, ordinance section, and proviso number in both the title and body of the
330 motion.

331 The report shall include, but not be limited to, a battery energy storage system
332 siting analysis done in collaboration with utilities and King County cities and consistent
333 with GHG Action 41 in the adopted 2025 Strategic Climate Action Plan. The analysis
334 shall seek to identify areas most suitable for battery energy storage systems facility siting,
335 focusing on proximity to electrical substations, equity impacts, resource lands
336 considerations, fire and safety best practices, and minimal land-use conflicts. The report

337 shall also provide recommendations for updated countywide battery energy storage
338 system targets.

339 The executive should electronically file the report and motion required by this
340 proviso by March 31, 2027, with the clerk of the council, who shall retain an electronic
341 copy and provide an electronic copy to all councilmembers, the council chief of staff, and
342 the lead staff for the transportation, economy, and environment committee or its
343 successor.

344 P11 PROVIDED FURTHER THAT:

345 Of this appropriation, \$50,000 shall not be expended or encumbered until the
346 executive transmits a Harbor Island Studio assessment report and a motion that
347 acknowledges receipt of the report, and a motion acknowledging receipt of the report is
348 passed by the council. The motion should reference the subject matter, the proviso's
349 ordinance, ordinance section, and proviso number in both the title and body of the
350 motion.

351 The report should include, but not be limited to:

352 A. Analysis of how Harbor Island Studio serves the local film industry and
353 industry needs;

354 B. Data on the number of productions at the Harbor Island Studio in 2024, 2025,
355 and January through March 2026, including the number of productions led by women or
356 Black, Indigenous, and People of Color ("BIPOC") individuals and the number of studio
357 use days and number of unique crew members employed for all productions and for
358 productions led by women or BIPOC individuals;

359 C. Information on the rates and fees charged each production for use of the
360 Harbor Island Studio in 2024, 2025, and January through March 2026 and total revenues
361 generated each month; and

362 D. An estimate of the true and fair market value of a lease of comparable studio
363 facilities.

364 The executive should electronically file the plan and a motion required by this
365 proviso by May 1, 2026, with the clerk of the council, who shall retain a copy and
366 provide a copy to all councilmembers, the council chief of staff, and the lead staff for the
367 budget and fiscal management committee or its successor.

368 P12 PROVIDED FURTHER THAT:

369 Of this appropriation, \$100,000 shall not be expended or encumbered until the
370 executive transmits a report that includes an internal audit risk assessment on the
371 department of community and human services, the parks and recreation division, and
372 public health - Seattle & King County that identifies high risk programs to audit, and a
373 plan for conducting those audits where deemed necessary, and a motion that should
374 acknowledge receipt of the internal audit risk assessment, and a motion acknowledging
375 receipt of the internal risk assessment is passed by the council. The motion should
376 reference the subject matter, the proviso's ordinance, ordinance section, and proviso
377 number in both the title and body of the motion.

378 The internal audit risk assessment and audit plan will inform the development of
379 an internal audit program with the expectation that such a program would test or audit
380 specific programs or contracts every three years across the county. The audit plan will
381 describe how the program will be coordinated with the county auditor.

404 Of this appropriation, \$1,350,000 shall be expended or encumbered solely to
405 continue support for two sheriff's deputies patrolling around the 3rd Avenue entrance of
406 the King County Courthouse between the 6:00 a.m. and 6:00 p.m. hours on business
407 days. The patrols should include the presence of marked sheriff's office vehicles
408 stationed at the King County Courthouse.

409 ER2 EXPENDITURE RESTRICTION:

410 Of this appropriation, \$144,000 shall be expended or encumbered solely to
411 support at least two suicide prevention voluntary safe firearm and ammunition return
412 events per year throughout the 2026-2027 biennium. The events shall be held in
413 collaboration with public health - Seattle and King County.

414 P1 PROVIDED THAT:

415 Of this appropriation, \$100,000 shall not be expended or encumbered until the
416 executive transmits a report describing the sheriff's position regarding the potential of
417 having the hearing examiner's office hear civil asset forfeiture adjudications as
418 recommended by the King County auditor's report on civil asset forfeiture published
419 March 11, 2025. The report shall be developed in collaboration with the hearing
420 examiner's office.

421 The report shall include, but not be limited to:

422 A. The sheriff's position regarding the potential of having the hearing examiner's
423 office hear civil asset forfeiture adjudications, and the rationale for the sheriff's position;

424 B. The hearing examiner's position regarding the potential for hearing civil asset
425 forfeiture adjudications, and the rationale for the hearing examiner's position;

426 C. A description of any resource needs the hearing examiner's office would
427 require to assume the additional workload associated with civil asset forfeiture
428 adjudications, if any; and

429 D. A plan to complete the transfer of this work to the King County hearing
430 examiner's office.

431 The executive should electronically file the report by (~~June 1~~) October 31, 2026,
432 with the clerk of the council, who shall retain an electronic copy and provide an
433 electronic copy to all councilmembers, the council chief of staff, and the lead staff for the
434 law and justice committee or its successor.

435 P2 PROVIDED FURTHER THAT:

436 Of this appropriation, \$500,000 shall not be expended or encumbered until the
437 executive transmits report containing a policy requiring the collection of demographic
438 data, including the perceived race of persons who are stopped by sheriff's deputies and a
439 plan to begin collecting, sharing, and using such data consistent with K.C.C. chapter 2.15.

440 The policy and implementation plan shall be developed in collaboration with the
441 office of law enforcement oversight and the oversight committee identified in the
442 interlocal agreement for the provision of law enforcement services between contracted
443 agencies and the county, should integrate relevant best practices and lessons learned from
444 other jurisdictions, and shall include, but not be limited to:

445 A. A description of the manner and method in which sheriff's deputies will
446 document demographic data, including perceived race, for persons stopped by sheriff's
447 deputies;

448 B. A description of the anticipated timeline to replace the sheriff's computer
449 aided dispatch system and how the new system will ensure the sheriff's office has the
450 capability to capture demographic data, including perceived race;

451 C. A description of how the sheriff's office intends to share, analyze, and use the
452 collected demographic data to improve services and operations;

453 D. A description of the guidance and training sheriff's deputies will receive to
454 ensure demographic data is collected and logged consistently;

455 E. A description of the policy guidance sheriff's office personnel will receive to
456 ensure the data collected, shared, and used by sheriff's office personnel will be consistent
457 with K.C.C. Chapter 2.15, specifically K.C.C. 2.15.010.G., and K.C.C. 2.14.030; and

458 F. A timeline for implementation of demographic data collection, including
459 perceived race.

460 The executive should electronically file the report and a motion required by this
461 proviso by September 30, 2026, with the clerk of the council, who shall retain an
462 electronic copy and provide an electronic copy to all councilmembers, the council chief
463 of staff, and the lead staff for the law and justice committee or its successor.

464 P3 PROVIDED FURTHER THAT:

465 Of this appropriation, \$100,000 shall not be expended or encumbered until the
466 executive transmits a report on the therapeutic response unit in the King County sheriff's
467 office and a motion that acknowledges receipt of the report, and a motion acknowledging
468 receipt of the report is passed by the council. The motion should reference the subject
469 matter, the proviso's ordinance, ordinance section, and proviso number in both the title
470 and body of the motion.

471 The report should include, but not be limited to:

472 A. A list of other jurisdictions located in King County that maintain therapeutic
473 response programs and a comparison between the services provided in those jurisdictions
474 and those provided by the county;

475 B. An analysis of how individual jurisdictions' therapeutic response programs
476 interact with the county's program; and

477 C. An analysis of any existing or potential gaps in provision of services
478 countywide based on information obtained in subsections A. and B. of this proviso.

479 The executive should electronically file the report and a motion required by this
480 proviso by March 30, 2027, with the clerk of the council, who shall retain a copy and
481 provide a copy to all councilmembers, the council chief of staff, and the lead staff for the
482 law and justice committee or its successor.

483 SECTION 5. Ordinance 20023, Section 33 as amended, is hereby amended as
484 follows:

485 PROSECUTING ATTORNEY - From the general fund there is hereby
486 disappropriated from:

487 Prosecuting attorney (\$50,000)

488 SECTION 6. The council directs that section 5 of this ordinance takes effect
489 before section 7 of this ordinance.

490 SECTION 7. Ordinance 20023, Section 33, as amended, is hereby amended as
491 follows:

492 PROSECUTING ATTORNEY - From the general fund there is hereby
493 appropriated to:

494 Prosecuting attorney \$162,000

495 ER1 EXPEDITURE RESTRICTION:

496 Of this appropriation, \$278,000 shall be expended or encumbered solely to
497 support 1.0 FTE attorney position primarily focused on work related to addressing
498 juvenile violence, including seeking extreme risk protection orders in all appropriate
499 juvenile cases involving a firearm.

500 P1 PROVIDED THAT:

501 Of this appropriation, \$50,000 shall not be expended or encumbered until the
502 prosecuting attorney transmits a letter confirming that the prosecuting attorney's office
503 ~~((provided juvenile recidivism data to the office of performance, strategy, and budget to
504 benefit a juvenile legal system outcomes study related to future legal system involvement
505 for youth referred by law enforcement to the prosecuting attorney's office.~~

506 ~~The data provided by the prosecuting attorney to the office of performance,
507 strategy, and budget should include, but not be limited to, recidivism data for youth
508 subjected to traditional prosecution between January 1, 2019, through December 31,
509 2025. The data shared by the prosecuting attorney should correspond to best practices for
510 evaluating recidivism data as laid out by the Washington state Center for Court Research
511 and the Washington state Institute for Public Policy.)) is willing to renew data sharing
512 agreements regarding juveniles with the office of the executive, as allowed under state
513 law, that will allow office of the executive analysis of the prosecuting attorney's office-
514 held data. The letter should include a description of current research underway by
515 external partners that includes the use of data shared by the prosecuting attorney's office,~~

539 P1 PROVIDED THAT:

540 Of this appropriation, \$50,000 shall not be expended or encumbered until the
541 executive transmits a report from the protocol committee with assistance from the
542 technical committee regarding the judicial resources needed to support the court's family
543 law caseload.

544 The chair of the protocol committee shall convene the protocol committee in
545 accordance with K.C.C. 2A.320.510 to review the judicial resources needed to support
546 the court's family law caseload. The report shall describe in detail the methodology
547 applied, the rationale for the methodology, including any changes to the methodology,
548 and any conclusion reached with regard to the number of judges or commissioners
549 needed in the superior court.

550 The executive should electronically file the report by (~~March 31~~) July 31, 2026,
551 with the clerk of the council, who shall retain an electronic copy and provide an
552 electronic copy to all councilmembers, the council chief of staff, and the lead staff for the
553 budget and fiscal management committee or its successor.

554 SECTION 11. Ordinance 20023, Section 35, as amended, is hereby amended as
555 follows:

556 DISTRICT COURT - From the general fund there is hereby appropriated to:

557 District court \$6,973,000

558 The maximum number of additional FTEs for district court shall be: 21.5

559 SECTION 12. Ordinance 20023, Section 43, as amended, is hereby amended as
560 follows:

Ordinance

584	Council District 4	\$100,000
585	Council District 6	\$250,000
586	Council District 8	\$125,000
587	Covington Storehouse	\$100,000
588	DESC	\$100,000
589	Des Moines Food Pantry	\$20,000
590	Family Works	\$75,000
591	Federal Way Senior Center	\$21,000
592	Georgetown Community Center	\$10,000
593	Highline Area Food Bank	\$35,200
594	Kent Food Bank	\$35,200
595	King of Kings	\$54,000
596	Lifelong	\$15,000
597	Maple Valley Food Bank	\$75,000
598	Multi-Service Center Redondo Food Bank	\$21,000
599	Multi-Service Center William J. Wood Veterans House	\$21,000
600	Newcastle YMCA	\$50,000
601	Northshore Senior Center	\$150,000
602	Pacific Islander Community Association of WA (PICA-WA)	\$20,000
603	Plateau Ministries Outreach – Building generator	\$25,000
604	Praisealujah	\$35,200
605	Tukwila Food Pantry	\$35,200
606	YMCA	\$100,000

607 TOTAL \$2,250,000

608 ER2 EXPENDITURE RESTRICTION:

609 Of this appropriation, \$2,750,000 shall be expended or encumbered solely to
610 support grants for capital improvements for food banks, meal pantries, and other food-
611 supply related organizations, contingent on the executive determining that each project
612 serves a fundamental governmental purpose, a county purpose for which the county is
613 receiving consideration, or support of the poor or infirm. Grants shall be awarded via a
614 request for proposal process in the following categories:

615 A. \$2,000,000 for projects with costs between \$51,000 and \$500,000; and

616 B. \$750,000 for projects with costs of up to \$50,000.

617 Organizations that have been previously allocated a grant from King County shall
618 remain eligible for the grants described in this expenditure restriction.

619 ER3 EXPENDITURE RESTRICTION:

620 Of this appropriation, \$14,800,000 shall be expended or encumbered solely to
621 support the following projects, contingent on the executive determining that each project
622 serves a fundamental governmental purpose, a county purpose for which the county is
623 receiving consideration, or support of the poor or infirm:

624 African Community Housing Development \$1,000,000

625 Bellevue Family YMCA Housing Predevelopment \$500,000

626 Comunidad \$500,000

627 Council District 6 Community Facilities Bond Projects \$500,000

628 Council District 7 Community Facilities Bond Projects \$1,000,000

629 Council District 9 Community Facilities Bond Projects \$1,000,000

630	Healthpoint Tukwila Commons	\$750,000
631	Hunger Intervention Project	\$1,750,000
632	Kirkland Women’s Club	\$100,000
633	North Helpline Bitter Lake	\$650,000
634	MLK Labor Hall	\$750,000
635	NPRSA Woodinville Youth Community & Aquatic Center	\$300,000
636	Open Doors Multicultural Village Family Resource Center	\$1,000,000
637	Phinney Neighborhood Association	\$500,000
638	Snoqualmie Valley Food Bank	\$500,000
639	Snoqualmie Valley Hospital	\$1,000,000
640	Tubman Center	\$500,000
641	Youth Achievement Center	\$500,000
642	Uplift Northwest	\$500,000
643	United Indians of All Tribes	\$1,500,000

644 Council districts 6, 7, and 9 shall collaborate with the office of (~~performance,~~
645 ~~strategy, and budget~~) the executive to identify additional capital projects with minimum
646 costs of \$100,000.

647 ER4 EXPENDITURE RESTRICTION:

648 Of this appropriation, \$350,000 shall be expended or encumbered solely for a
649 Kent school district outdoor education program, contingent on the executive determining
650 that the program serves a fundamental county governmental purpose, a county purpose
651 for which the county is receiving consideration, or support of the poor or infirm and the

652 county entering into an agreement with the Kent school district to include, but not be
653 limited to, terms related to duration, deliverables, purpose, and dollar amount.

654 ER5 EXPENDITURE RESTRICTION:

655 Of this appropriation, \$300,000 shall be expended or encumbered solely to
656 support the Charles Mitchell and George Washington Bush Study on Reparative Action
657 for Washington State's Descendants of Victims of United States Chattel Slavery
658 conducted by the Washington state Department of Commerce.

659 ER6 EXPENDITURE RESTRICTION:

660 Of this appropriation, \$50,000 shall be expended or encumbered solely to support
661 and develop a Doctor Quintard Taylor historical grant or fellowship in collaboration with
662 Blackpast.org.

663 ER7 EXPENDITURE RESTRICTION:

664 Of this appropriation, \$25,000 shall be expended or encumbered solely support
665 operation of an interim care nursery for drug-exposed and medically fragile newborns by
666 Pediatric Interim Care Center.

667 ER8 EXPENDITURE RESTRICTION:

668 Of this appropriation, \$400,000 shall be expended or encumbered solely to
669 support preapprenticeship training programs with Auburn School District's Career and
670 Technical Education as part of the county's priority hire program.

671 ER9 EXPENDITURE RESTRICTION:

672 Of this appropriation, \$400,000 shall be expended or encumbered solely to
673 support preapprenticeship training programs with Federal Way Public School's Pre
674 Apprenticeship Program as part of the county's priority hire program.

675 ER10 EXPENDITURE RESTRICTION:

676 Of this appropriation, \$1,000,000 shall be expended or encumbered solely to
677 contract with the King County Sexual Assault Resource Center to support provision of
678 services, education, and outreach.

679 ER11 EXPENDITURE RESTRICTION:

680 Of this appropriation, \$250,000 shall be expended or encumbered solely to
681 contract with Tabor 100.

682 P1 PROVIDED THAT:

683 Of this appropriation, \$50,000 shall not be expended or encumbered until the
684 executive transmits a plan to create or expand opportunities for career mentorship to
685 encourage young people to seek King County jobs in collaboration with external agencies
686 who mentor young people, including, but not limited to Project M.I.S.T.E.R.

687 The plan shall include, but not be limited to:

688 A. For each county department, identification of any and all job classifications or
689 job types suitable for such career mentorship;

690 B. Identification of resources needed to create new or expand existing career
691 mentorship programs and opportunities;

692 C. Recommendations on how to implement new or expanded career mentorship
693 programs and opportunities; and

694 D. A timeline for implementing the recommendations.

695 The executive should electronically file the plan by (~~June 30~~) September 30,
696 2026, with the clerk of the council, who shall retain an electronic copy and provide an

697 electronic copy to all councilmembers, the council chief of staff, and the lead staff for the
698 government accountability and oversight committee or its successor.

699 SECTION 15. Ordinance 20023, Section 46, as amended, is hereby amended as
700 follows:

701 GENERAL FUND TRANSFER TO DEPARTMENT OF LOCAL SERVICES -

702 From the general fund there is hereby appropriated to:

703 General fund transfer to department of local services \$5,749,000

704 SECTION 16. Ordinance 20023, Section 47, as amended, is hereby amended as
705 follows:

706 GENERAL FUND TRANSFER TO DEPARTMENT OF COMMUNITY AND

707 HUMAN SERVICES - From the general fund there is hereby appropriated to:

708 General fund transfer to department of community and
709 human services \$9,000,000

710 SECTION 17. Ordinance 20023, Section 50, as amended, is hereby amended as
711 follows:

712 GENERAL FUND TRANSFER TO DEPARTMENT OF NATURAL

713 RESOURCES AND PARKS - From the general fund there is hereby appropriated to:

714 General fund transfer to department of natural resources and parks \$250,000

715 SECTION 18. Ordinance 20023, Section 51 as amended, is hereby amended as
716 follows:

717 JAIL HEALTH SERVICES - From the general fund there is hereby

718 disappropriated from:

719 Jail health services (\$250,000)

743 D. A description of the steps taken to implement the plan to reduce psychiatric
744 clinic wait times and a timeline for completing any additional steps needed for
745 implementation including measuring performance and continuous improvement.

746 The executive should electronically file the report and a motion required by this
747 proviso by ((~~May 1~~)) December 1, 2026, with the clerk of the council, who shall retain an
748 electronic copy and provide an electronic copy to all councilmembers, the council chief
749 of staff, and the lead staff for the law and justice committee or its successor.

750 P2 PROVIDED PROVDDED THAT:

751 Of this appropriation, \$100,000 shall not be expended or encumbered until the
752 executive transmits a plan to address the health needs of vulnerable jail residents as they
753 transition from prerelease to post-release services and a motion that should acknowledge
754 receipt of the plan, and a motion acknowledging receipt of the plan is passed by the
755 council. The motion should reference the subject matter, the proviso's ordinance,
756 ordinance section, and proviso number in both the title and body of the motion.

757 The plan shall include, but not be limited to:

758 A. Consideration of how transitional and post-release services could be expanded
759 to serve all jail residents who are receiving medication for a substance use disorder, are
760 likely to experience homelessness, have a disability, have a physical or mental illness,
761 have experienced domestic violence, may need violence interruption interventions, or are
762 in other vulnerable populations;

763 B. Strategies to expand access to behavioral health medications when jail
764 residents are released from King County Correctional Facility, including but not limited
765 to, improving communication about the option of receiving medications at release;

766 C. A process that allows people who are released after pharmacy or release
767 planning service business hours to obtain a supply of, or a prescription for, behavioral
768 health medication;

769 D. Evaluation of policy updates regarding behavioral health medications at
770 release to provide a sufficient supply or prescription that takes into account appointment
771 wait times in the community;

772 E. An outline of a program to pilot contracting with one or more third-party
773 entities for reentry targeted case management to provide a warm handoff and support for
774 continuing substance use disorder treatment after release and discussion of how such a
775 program could support subsections A. through D. of this proviso;

776 F. Consideration of a partnership with public health - Seattle & King County
777 public health centers in addition to or in place of a third-party contractor to provide
778 medication supply or prescriptions for jail residents at the time of release and to ensure
779 continuity in implementing patient care plans post release; and

780 G. Discussion of the timeframe and resources needed to implement an expansion
781 of transitional and post-release services that incorporates subsections A. through F. of this
782 proviso.

783 The executive should electronically file the plan and a motion required by this
784 proviso by May 1, 2026, with the clerk of the council, who shall retain an electronic copy
785 and provide an electronic copy to all councilmembers, the council chief of staff, and the
786 lead staff for the health, housing, and human services committee or its successor.

787 SECTION 21. Ordinance 20023, Section 52, as amended, is hereby amended as
788 follows:

835 The reports shall include, but not be limited to:

836 A. A summary of the activities initiated consequent to any recommendations

837 from the King County auditor's office in the reporting period;

838 B. A summary of the services provider capacity and fiscal partnership program

839 activities supporting technical assistance and capacity building; and

840 C. A summary of activities initiated consequent to the requirements defined by

841 Ordinance 19978, including the financial management and best practices training

842 requirements as described in Ordinance 19978, Section 1.A.2.d.

843 The reports due March 31, 2026 and March 31, 2027, shall include and fulfill the

844 requirements of the annual March 31 letter called for by Ordinance 19978, Section 5.A.

845 Moneys shall be unencumbered in \$50,000 increments upon acknowledgement of

846 receipt of each (~~quarterly~~) semiannual report filed by the executive to the clerk of the

847 council.

848 The executive should electronically file the first semiannual report and a motion

849 required by this proviso by March 31, 2026, with the clerk of the council, who shall

850 retain an electronic copy and provide an electronic copy to all councilmembers, the

851 council chief of staff, and the lead staff for the committee of the whole or its successor.

852 The executive should electronically file the next two semiannual reports required

853 by this proviso by the first working day after the end of each half-year, with the clerk of

854 the council council, who shall retain an electronic copy and provide an electronic copy to

855 all councilmembers, the council chief of staff and the lead staff for committee of the

856 whole or its successor.

857 The executive should electronically file the final semiannual report required by
858 this proviso by September 30, 2027, with the clerk of the council, who shall retain an
859 electronic copy and provide an electronic copy to all councilmembers, the council chief
860 of staff, and the lead staff for the committee of the whole or its successor.

861 P2 PROVIDED FURTHER THAT:

862 Of this appropriation, \$1,200,000 shall not be expended or encumbered until the
863 executive transmits quarterly expenditure restriction compliance reports. Each quarterly
864 report should reference the subject matter, the proviso's ordinance, ordinance section, and
865 proviso number. Upon transmittal of each quarterly report, \$150,000 is released for
866 expenditure or encumbrance.

867 A. The first quarterly report shall include, but not be limited to:

868 1. A summary of all funding, whether capital or operating, within the
869 department of community and human services that council has allocated through a budget
870 ordinance expenditure restriction between the adopted 2025 budget and the 2026-2027
871 biennial budget to be adopted in proposed ordinance 2025-0288, delineated by
872 appropriation unit and funding source;

873 2. A summary of all expenditure restrictions within the timeframe laid out in
874 subsection A. of this proviso that have been satisfied, with the restricted funding being
875 fully expended for the identified purpose, delineated by appropriation unit and funding
876 source;

877 3. A crosswalk of all expenditure restrictions, delineated by appropriation unit
878 and funding source, within the timeframe laid out in subsection A. of this proviso that
879 have not yet been satisfied, a status update on each outstanding expenditure restriction, a

880 narrative providing a rationale for the expenditure restriction not yet being satisfied, and
881 the timeline in which the department of community and human services intends to satisfy
882 the requirements of such expenditure restrictions; and

883 4. An update on any activities the department of community and human services
884 has conducted on such expenditure restrictions since the previous monthly report.

885 B. All remaining quarterly reports shall include, but not be limited to:

886 1. A summary of all expenditure restrictions within the timeframe laid out in
887 subsection A.1. of this proviso that have been satisfied since the prior quarter's report,
888 with the restricted funding being fully expended for the identified purpose, delineated by
889 appropriation unit and funding source;

890 2. A crosswalk of all expenditure restrictions, delineated by appropriation unit
891 and funding source, within the timeframe laid out in subsection A.1. of this proviso that
892 have not yet been satisfied, a status update on each outstanding expenditure restriction, a
893 narrative providing a rationale for the expenditure restriction not yet being satisfied, and
894 the timeline in which the department of community and human services intends to satisfy
895 the requirements of such expenditure restrictions; and

896 3. An update on any activities the department of community and human services
897 has conducted on such expenditure restrictions since the previous quarterly report.

898 The executive should electronically file each quarterly report by the last day of
899 each quarter, with the clerk of the council, who shall retain an electronic copy and
900 provide an electronic copy to all councilmembers, the council chief of staff, and the lead
901 staff for the budget and fiscal management committee or its successor.

925 Of this appropriation, (~~(\$250,000)~~) \$300,000 shall not be expended or
926 encumbered until the executive transmits to council a behavioral health strategic plan
927 report, and a motion that should acknowledge receipt of the report, and a motion
928 acknowledging receipt of the report is passed by the council. The motion should
929 reference the subject matter, the proviso's ordinance, ordinance section, and proviso
930 number in both the title and body of the motion.

931 The report shall assess behavioral health system needs and gaps in King County,
932 and analyze current behavioral health revenue types and treatment services, define King
933 County's role in providing behavioral health services, and propose a vision and priorities
934 for the future of King County's behavioral health system. The behavioral health and
935 recovery division should engage behavioral health providers, community members with
936 lived experience, subject matter experts, and system partners (e.g. courts, jails, hospitals,
937 and first responders) in the course of developing the report. The vision and priorities for
938 the future of the behavioral health system should be reflective of this engagement process
939 and should address regional needs, further coordinate the continuum of care, reassess
940 system capacity, and modernize access to care.

941 The strategic (~~(roadmap)~~) plan report should include, but not be limited to:

942 A. An overview of the financial structure of the public behavioral health system
943 in King County including federal, state, and local funding, and philanthropic dollars that
944 King County receives directly;

945 B. An overview of the state, local and managed care organizational structure that
946 the King County behavioral health and recovery division operates within, and the

947 operational models that the behavioral health and recovery division employs in
948 performing its responsibilities;

949 C. A list of the behavioral health projects, programs, and services that the county
950 provides directly or contracts for, including a description of each project, program, or
951 service, year-to-date and projected biennial costs, and what revenue supports each
952 project, program, or service, including in which appropriation unit the moneys are
953 accounted. The list shall also identify programs that are at risk due to outyear budget
954 projections or known funding shortfalls, or experience capacity limitations that prevent
955 the program or service from meeting demand.

956 D. An overview of behavioral health system current and projected service gaps,
957 and (~~financial needs~~) projected challenges to maintain care access for people who
958 enrolled in Medicaid and may lose eligibility due to federal changes to Medicaid
959 anticipated to occur in the 2026-2027 biennium;

960 E. An overview of the potential impact of House Resolution 1 of the 119th
961 Congress (2025-2026) on Medicaid funding for community behavioral health care in
962 King County, including Medicaid received by crisis care centers, including but not
963 limited to:

964 1. Information about Medicaid assumed in the crisis care center implementation
965 plan's financial plan;

966 2. Information about actual Medicaid revenue received by crisis care centers to
967 date;

968 3. An assessment of anticipated effects of House Resolution 1 of the 119
969 Congress (2025-2026) on Medicaid crisis care centers are projected to receive in the
970 future; and

971 4. Any recommended changes to the reserve plan for crisis care centers.

972 F. A ((~~recommendation and~~)) recommended strategy for how to leverage and
973 optimize existing funding sources to achieve improved outcomes for individuals with
974 behavioral health conditions;

975 G. A list of any long-term revenue alternatives for which the county is eligible,
976 including an estimate of total potential revenue for each alternative, that could assist the
977 county in maintaining both the county's own behavioral health services and any projects,
978 programs, or services for which the county contracts; and

979 H. Recommended priorities for King County to consider for future financial
980 investments, including but not limited to youth mental health, substance use disorder
981 treatment, and workforce sustainability efforts.

982 The executive should provide a progress briefing to the budget and financial
983 management committee, or its successor, by September 30, 2026. The executive should
984 electronically file the report and a motion required by this proviso by January 31, 2027,
985 with the clerk of the council, who shall retain an electronic copy and provide an
986 electronic copy to all councilmembers, the council chief of staff, and the lead staff for the
987 budget and financial management committee or its successor.

988 ~~((P2 PROVIDED FURTHER THAT:~~

989 ~~Of this appropriation, \$50,000 shall not be expended or encumbered until the~~
990 ~~executive transmits a behavioral health services report to council.~~

991 The report shall include, but not be limited to:

992 A. ~~A list of the behavioral health projects, programs, and services that the county~~
993 ~~provides directly or contracts for, including a description of each project, program, or~~
994 ~~service, year to date and projected biennial costs, and what revenue supports each~~
995 ~~project, program, or service, including in which appropriation unit the moneys are~~
996 ~~accounted;~~

997 B. ~~A financial plan that provides detailed information on which projects,~~
998 ~~programs, and services the county provides directly or contracts for that can and cannot~~
999 ~~be maintained under current outyear budget projections, and any capacity limitations to~~
1000 ~~meet estimated demand, as well as current or anticipated funding shortfalls; and~~

1001 C. ~~A list of any long term revenue alternatives for which the county is eligible,~~
1002 ~~including an estimate of total potential revenue for each alternative, that could assist the~~
1003 ~~county in maintaining both the county's own behavioral health services and any projects,~~
1004 ~~programs, or services for which the county contracts.~~

1005 The executive shall electronically file the report required by this proviso to
1006 accompany the transmittal of the mental illness and drug dependency implementation
1007 plan expected midyear in 2026 with the clerk of the council, who shall retain an
1008 electronic copy and provide an electronic copy to all councilmembers, the council chief
1009 of staff, and the lead staff for the health, housing, and human services committee or its
1010 successor.))

1011 SECTION 32. Ordinance 20023, Section 70, as amended, is hereby amended as
1012 follows:

1034 Of this appropriation, \$1,938,000 shall be expended or encumbered solely to
1035 support MIDD initiative SI-01 Community-Driven Behavioral Health Grants for Cultural
1036 and Ethnic Communities.

1037 ER5 EXPENDITURE RESTRICTION:

1038 Of this appropriation, (~~(\$4,204,487)~~) \$4,006,487 shall be expended or
1039 encumbered solely to support MIDD Initiative PRI-09 Sexual Assault Behavioral Health
1040 Services and PRI-10 Domestic Violence Behavioral Health Services and System
1041 Coordination.

1042 ER6 EXPENDITURE RESTRICTION:

1043 Of this appropriation, \$197,408,000 shall be expended or encumbered consistent
1044 with processes and practices established in Ordinance 18406 and Motions 15093 and
1045 15058.

1046 ER7 EXPENDITURE RESTRICTION:

1047 Of this appropriation, \$250,000 shall be expended or encumbered solely to
1048 support Valley Cities behavioral health care, counseling, and substance use disorder
1049 treatment programs.

1050 ER8 EXPENDITURE RESTRICTION:

1051 Of this appropriation, \$200,000 shall be expended or encumbered solely to
1052 support the Recovery Navigator Program administered by King County.

1053 P1 PROVIDED THAT:

1054 Of this appropriation, \$500,000 shall not be expended or encumbered until the
1055 executive transmits the next mental illness and drug dependency sales tax implementation
1056 plan ("implementation plan") and the council adopts the implementation plan by

1057 ordinance. The implementation plan shall include, among other things, an analysis
1058 regarding the department of community and human services inflation rate adjustment
1059 policy for human services contracts dated September 1, 2024 ("inflation rate adjustment
1060 policy"), which is anticipated to increase mental illness and drug dependency sales
1061 tax funded contracts in 2026 by 3.57 percent, and 3.64 percent in 2027. The analysis
1062 shall include, but not be limited to:

1063 A. A description of how the inflation rate adjustment policy was determined to be
1064 applicable to the mental illness and drug dependency fund given the incompatibility with
1065 the requirements of the fund source due to the volatile nature of sales tax revenue;

1066 B. An analysis regarding the effect of the inflation rate adjustment policy on the
1067 mental illness and drug dependency fund, which is projecting an average future growth
1068 rate for mental illness and drug dependency of 2.7 percent per year according to 2025
1069 data from King County's office of economic and financial analysis;

1070 C. An exploration of how the inflation rate adjustment policy could result in
1071 expenditures outpacing sales tax revenues and whether inflation rate adjustment policy
1072 creates a structural gap for the mental illness and drug dependency fund; and

1073 D. Proposed mitigation strategies to address a possible structural gap due to the
1074 inflation rate adjustment policy which may include, but not be limited to, policies to:

1075 1. Forgo program expansion to maintain inflation rate adjustment for existing
1076 programs;

1077 2. Institute a cap on the inflation rate adjustment policy for mental illness and
1078 drug dependency sales tax funded programs and services;

1079 3. Establish a process through which possible cuts to programs and services are
1080 made, including a description of the role of the mental illness and drug dependency
1081 advisory committee in this process; and

1082 4. Prohibit or otherwise deem the inflation rate adjustment policy as
1083 incompatible with requirements of the mental illness and drug dependency fund as
1084 allowed by section 3.0 of the inflation rate adjustment policy.

1085 The mental illness and drug dependency sales tax implementation plan should
1086 reference the subject matter, the proviso's ordinance, ordinance section, and proviso
1087 number in both the title and body of the ordinance.

1088 The executive should electronically file the mental illness and drug dependency
1089 sales tax implementation plan and an ordinance required by this proviso by July 1, 2026,
1090 with the clerk of the council, who shall retain an electronic copy and provide an
1091 electronic copy to all councilmembers, the council chief of staff, and the lead staff for the
1092 committee of the whole or its successor.

1093 P2 PROVIDED FURTHER THAT:

1094 Of the \$250,000 of this appropriation restricted by Expenditure Restriction ER7
1095 of this section, \$10,000 should not be expended or encumbered until Valley Cities
1096 electronically transmits to the department of community and human services a written
1097 narrative describing their efforts and lessons learned in responding to reductions in
1098 federal Medicaid funding.

1099 SECTION 35. Ordinance 20023, Section 71, as amended, is hereby amended as
1100 follows:

1147 upon the first position vacancy occurring during the biennium except the Permitting
1148 Division Director.

1149 P4 PROVIDED FURTHER THAT:

1150 Of this appropriation, 1.0 FTE and the associated remaining biennial
1151 appropriation authority associated with the 1.0 FTE shall not be expended or encumbered
1152 upon the first position vacancy occurring during the biennium except the Permitting
1153 Division Director.

1154 SECTION 41. Ordinance 20023, Section 90, as amended, is hereby amended as
1155 follows:

1156 LOCAL SERVICES ADMINISTRATION - From the department of local
1157 services director's office fund there is hereby disappropriated from:

1158 Local services administration (\$400,000)

1159 SECTION 42. The council directs that section 41 of this ordinance takes effect
1160 before section 43 of this ordinance.

1161 SECTION 43. Ordinance 20023, Section 90, as amended, is hereby amended as
1162 follows:

1163 LOCAL SERVICES ADMINISTRATION - From the department of local
1164 services director's office fund there is hereby appropriated to:

1165 Local services administration \$6,151,000

1166 The maximum number of additional FTEs for local services administration shall be: 2.0

1167 ER1 EXPENDITURE RESTRICTION:

1168 Of this appropriation, \$370,000 shall be expended or encumbered solely to
1169 support a general counsel.

1170 ER2 EXPENDITURE RESTRICTION:

1171 Of this appropriation, \$500,000 shall be expended or encumbered solely to
1172 support Comprehensive Plan Work Plan Actions 7: Rural Economic Strategies, 11:
1173 Barriers to Affordable Housing, and 16: State Environmental Policy Act (SEPA)
1174 Exemption Levels.

1175 ER3 EXPENDITURE RESTRICTION:

1176 Of this appropriation, \$100,000 shall be expended or encumbered solely to
1177 support the assessment plan required under Section 90, Proviso P1, of this ordinance.
1178 The \$100,000 shall not be expended or encumbered until the executive transmits the
1179 assessment plan as required under Section 90, Proviso P1, of this ordinance.

1180 ER4 EXPENDITURE RESTRICTION:

1181 Of this appropriation, up to \$50,000 shall be expended or encumbered solely to
1182 support the department of local services:

1183 A. To collaborate with the parks and recreation division in the department of
1184 natural resources and parks and the Fairwood Community Group, a 501(c)3 organization,
1185 for the planning of the Fairwood 60th Celebration and community outreach; and

1186 B. For strengthening other unincorporated communities by supporting local
1187 community initiatives and activities.

1188 ER5 EXPENDITURE RESTRICTION:

1189 Of this appropriation, \$300,000 shall be expended or encumbered solely to
1190 establish a vacant commercial property activation pilot program called “Vacant to
1191 Vibrant” in the North Highline subarea for up to two years, beginning January 1, 2026.
1192 In establishing the vacant commercial property activation pilot program, the department

1193 of local services should partner with the office of ~~((economic opportunity and creative~~
1194 ~~economy))~~ the executive, any other necessary county agencies, and community
1195 organizations located in the North Highline subarea do the following:

1196 A. Identify small business owners, including Latino, black, indigenous,
1197 immigrant, refugee, and women-owned small businesses in the North Highline subarea,
1198 and artists from those populations, who work or reside in the North Highline subarea,
1199 interested in participating in the pilot program;

1200 B. Identify landlords located within the North Highline subarea who have vacant
1201 commercial storefronts or land and an interest in activating those properties for terms of
1202 less than one year;

1203 C. Identify the types of projects that should be eligible to operate in vacant
1204 commercial properties including, but not limited to, retail businesses, pop-up food
1205 establishments, art installations, performing arts, or artist residencies;

1206 D. Determine the criteria for matching small business owners and artists with
1207 landlords who have vacant commercial storefronts or land;

1208 E. Provide access to technical support to assist matched small business owners
1209 and artists in developing commercial space, marketing, business planning, and lease
1210 negotiations;

1211 F. Provide up to one-thousand five hundred dollars per month to participating
1212 landlords based on the type of project and based on a sufficient demonstration of public
1213 benefit;

1214 G. Provide reimbursement for liability insurance for each property for the
1215 duration of the project, as allowable;

1216 H. Create a public website that advertises, describes, and provides the locations
1217 of each project participating in the vacant commercial property activation pilot. The
1218 website shall also provide community feedback opportunities. The information provided
1219 and feedback opportunities must be in multiple languages, including, but not limited to,
1220 English and Spanish; and

1221 I. Solicit community feedback throughout the pilot period and monitor the usage
1222 and costs associated with the vacant commercial property activation pilot program.
1223 Feedback shall be solicited in multiple languages, including, but not limited to, English
1224 and Spanish. Feedback shall be solicited from participating small businesses, artists,
1225 landlords, and customers with the goal of understanding issues or ways to improve the
1226 program.

1227 P1 PROVIDED THAT:

1228 Of this appropriation, \$100,000 shall not be expended or encumbered until the
1229 executive transmits a land use, zoning, and environmental assessment plan, developed in
1230 collaboration with the city of Maple Valley, to market and sell the county-owned
1231 property known as summit place.

1232 The plan shall include, but not be limited to:

1233 A. An assessment of the existing land use designation and zoning of the site, and
1234 recommendations on what changes to the land use designation and zoning of this
1235 property by the city of Maple Valley could increase the marketability of summit place
1236 and property value, including rezoning of the property to allow more uses or more intense
1237 development;

1238 B. An economic development analysis to recommend the highest and best use of
1239 the property;

1240 C. An evaluation of what environmental review will be required to achieve the
1241 recommendations in subsections A. and B. of this proviso;

1242 D. An analysis of any other issues regarding the property that should be
1243 addressed to ensure a mutually beneficial outcome for the county and the city of Maple
1244 Valley;

1245 E. Recommended community engagement strategies to align the community's
1246 vision for the property's future development with the county's need to receive fair
1247 compensation in any potential sale; and

1248 F. The total estimated cost to support the work required in subsections A., B., C.,
1249 D., and E. of this proviso.

1250 The executive should electronically file the plan required by this proviso by
1251 ~~((May 1, 2026))~~ May 1, 2027, with the clerk of the council, who shall retain an electronic
1252 copy and provide an electronic copy to all councilmembers, the council chief of staff, and
1253 the lead staff for the local services and land use committee or its successor. The executive
1254 shall provide a briefing on the progress of this proviso by May 1, 2026 to the local
1255 services and land use committee.

1256 P2 PROVIDED FURTHER THAT:

1257 Of this appropriation, \$50,000 shall not be expended or encumbered until the
1258 executive transmits a report to the council on implementation of the vacant commercial
1259 property activation pilot program called "Vacant to Vibrant" in the North Highline
1260 subarea detailed in Expenditure Restriction ER5 of this section. The report shall contain

1261 the most current information available on pilot program feedback, usage and costs,
1262 including, but not limited to:

- 1263 A. The total number of small businesses, artists, and landlord participants;
- 1264 B. An estimated average hours of activation per site, per week;
- 1265 C. An estimate of the local economic impact of the pilot program, including, but
1266 not limited to:
 - 1267 1. Estimated revenue businesses received as a result of their individual property
1268 activations, and
 - 1269 2. How many, if any, participants signed or expect to sign long-term leases by
1270 the end of the pilot period;
 - 1271 D. An equity analysis, including but not limited to, a description of how the pilot
1272 program relates to or supports one or more of the determinants of equity identified in
1273 Ordinance 16948, a description of any gaps in access to the pilot program based on race,
1274 class, gender, ability, or language spoken and a description of any other impacts to the
1275 community in the North Highline subarea;
 - 1276 E. A summary of participant and public pilot program feedback received by the
1277 county;
 - 1278 F. A summary of any costs to the county relating to pilot program development,
1279 implementation, and administration; and
 - 1280 G. An analysis of emerging lessons learned from similar pilot programs in other
1281 select jurisdictions, and the recommendation of the executive as to whether the county's
1282 pilot program should either continue or expand, or both, beyond the pilot period. If the
1283 recommendation of the executive is to continue, to expand, or to continue and expand

1284 beyond the pilot period, then the executive shall transmit proposed legislation to the
1285 council to effectuate the recommendation, including an implementation plan and, if
1286 needed, applicable supplemental appropriation request legislation.

1287 The executive shall electronically file the report required by this section by
1288 December 31, 2027, with the most current information outlined in subsections A. through
1289 G. of this proviso, with the clerk of the council, who shall retain the original and provide
1290 an electronic copy to all councilmembers, the council chief of staff, the policy staff
1291 director, and the lead for the transportation, economy, and environment committee or its
1292 successor.

1293 P3 PROVIDED FURTHER THAT:

1294 Of this appropriation, \$250,000 shall not be expended or encumbered until the
1295 executive transmits a reimagining community needs plan and a motion that should
1296 approve the plan, and a motion to approve the plan is passed by the council. The motion
1297 should reference the subject matter, the proviso's ordinance, ordinance section, and
1298 proviso number in both the title and body of the motion.

1299 The plan shall include, but not be limited to:

1300 A. A description of the current code requirements for a community needs list in
1301 each subarea geography as described in K.C.C. 2.16.055 and the internal processes to
1302 develop, adopt, and implement each community needs list;

1303 B. An evaluation of whether the current code requirements and internal processes
1304 meet each community's needs related to potential services, programs, facilities, and
1305 capital improvements, including those that build on each community's strengths and
1306 assets;

1307 C. If the evaluation under section B. of this proviso results in the département's
1308 recommendation the community needs lists as currently codified at K.C.C. 2.16.055
1309 should continue:

1310 1. Whether the current two-year cycle for adoption of community needs lists is
1311 appropriate;

1312 2. Whether this effort should be combined with other planning or community
1313 engagement efforts, such as subarea planning;

1314 3. The level of community engagement needed to be responsive to community
1315 needs, and whether other community engagement completed by county agencies can be
1316 leveraged to complete each community needs list;

1317 4. How to improve implementation of community need lists by county agencies,
1318 through not only the county budget, but also through levy and rate proposals and
1319 implementation plans, or other funding mechanisms that county agencies use; and

1320 5. Whether additional resources are needed in the department of local services
1321 or other agencies to support community needs lists;

1322 D. An evaluation of one or more alternative approaches to the community needs
1323 list that would be more responsive to the communities needs identified in K.C.C.
1324 2.16.055 and a description of the alternatives; and

1325 E. If the department recommends an alternative approach evaluated under
1326 subsection D. of this proviso:

1327 1. The code and internal process changes needed to implement the alternative
1328 approach;

1329 2. Funding and staffing needs to implement the alternative approach;

1330 3. How community engagement will be incorporated and the minimum level of
1331 community engagement necessary for the alternative approach; and

1332 4. How county agencies will be responsive to community-identified needs and
1333 how community engagement will be completed that exceeds a "county consults" level of
1334 engagement.

1335 The executive should electronically file the plan, motion required by this proviso,
1336 and, if necessary, a proposed ordinance that implements the recommendations in the plan,
1337 by December 31, 2026, with the clerk of the council, who shall retain an electronic copy
1338 and provide an electronic copy to all councilmembers, the council chief of staff, and the
1339 lead staff for the local services and land use committee or its successor.

1340 P4 PROVIDED FURTHER THAT:

1341 Of this appropriation, \$25,000 shall not be expended or encumbered until the
1342 executive transmits two emergency support funding letters.

1343 The letters shall include, but not be limited to:

1344 A. Providing information on how emergency support funding was expended by
1345 the department of local services in support of emergency response and the total moneys
1346 expended, including the type of event, how the moneys were spent, and the collaboration
1347 with other agencies on the emergency support completed for the event; and

1348 B. Recommendations on funding needs for the next biennium.

1349 The executive should electronically file the first letter by October 1, 2026, for
1350 emergency events that occurred between January 1, 2026, and September 1, 2026, and
1351 the second letter by September 1, 2027, for emergency events that occurred between
1352 September 2, 2026, and August 1, 2027, with the clerk of the council, who shall retain an

1353 electronic copy and provide an electronic copy to all councilmembers, the council chief
1354 of staff, and the lead staff for the local services and land use committee or its successor.

1355 SECTION 44. Ordinance 20023, Section 91, as amended, is hereby amended as
1356 follows:

1357 COMMUNITY SERVICES OPERATING - From the community services
1358 operating fund there is hereby appropriated to:

1359 Community services operating \$2,000,000

1360 SECTION 45. Ordinance 20023, Section 94, as amended, is hereby amended as
1361 follows:

1362 PARKS AND RECREATION - From the parks and recreation fund there is
1363 hereby disappropriated from:

1364 Parks and recreation (\$300,000)

1365 SECTION 46. The council directs that section 45 of this ordinance takes effect
1366 before section 47 of this ordinance.

1367 SECTION 47. Ordinance 20023, Section 94, as amended, is hereby amended as
1368 follows:

1369 PARKS AND RECREATION - From the parks and recreation fund there is
1370 hereby appropriated to:

1371 Parks and recreation \$520,000

1372 ER1 EXPENDITURE RESTRICTION:

1373 Of this appropriation, 0.5 FTE shall be expended or encumbered solely to support
1374 work on the Interurban Trail North connection at the border of King and Snohomish

1375 counties, including, but not limited to, coordination with partners and planning, design,
1376 and construction of one or more capital projects.

1377 ER2 EXPENDITURE RESTRICTION:

1378 Of this appropriation, 0.5 FTE shall be expended or encumbered solely to support
1379 work on the Interurban Trail South, including, but not limited to, coordination with
1380 partners and planning, design, and construction of one or more capital projects.

1381 ER3 EXPENDITURE RESTRICTION:

1382 Of this appropriation, 0.25 FTE shall be expended or encumbered solely for work
1383 relating to athletic field access for youth, including, but not limited to, pursuing athletic
1384 field partnerships with cities, school districts, and other entities. The work should focus
1385 on opportunity areas where needs are greatest, such as south King County.

1386 ER4 EXPENDITURE RESTRICTION:

1387 Of this appropriation, 0.25 FTE shall be expended or encumbered solely to
1388 collaborate with relevant school districts, property owners, and cities to develop a
1389 strategy to meet the goal of every King County resident within the urban growth
1390 boundary living within a quarter mile of open space, a park, or a health-oriented athletic
1391 facility open to the public.

1392 P1 PROVIDED THAT:

1393 Of this appropriation, \$100,000 shall not be expended or encumbered until the
1394 executive transmits an Interurban Trail South workplan and provides a briefing on the
1395 plan to the transportation, economy, and environment committee or its successor.

1396 The workplan shall include, but not be limited to, the following items:

- 1397 A. Amenities for the Interurban Trail south of Lake Washington, including items
1398 such as:
- 1399 1. Shade and watering stations;
 - 1400 2. Repair stations including a tool library, bicycle air pumps, and bike stands;
 - 1401 3. Directional signage to nearby businesses and other points of interest;
 - 1402 4. Break areas for families, including diaper changing tables, play areas, and
1403 picnic tables;
 - 1404 5. Food trucks, pop-up providers, or permanent areas for food and beverage
1405 businesses; and
 - 1406 6. Opportunities for public art;
- 1407 B. Proposed locations for the amenities; and
- 1408 C. A proposed timeline for placement of the amenities, that includes all amenities
1409 being in place by the end of 2027.

1410 The executive should electronically file the workplan required by this proviso by
1411 June 30, 2026, with the clerk of the council, who shall retain an electronic copy and
1412 provide an electronic copy to all councilmembers, the council chief of staff, and the lead
1413 staff for the transportation, economy, and environment committee or its successor. The
1414 executive shall provide a briefing on the workplan to the transportation, economy, and
1415 environment committee. The briefing title should be "Interurban South Trail Amenities
1416 Briefing in response to the 2026-2027 Biennial Budget Ordinance, Ordinance XXXXXX,
1417 Proviso P1, to the parks and recreation appropriation unit," and the briefing shall include,
1418 but not be limited to, discussion of the workplan. The executive should provide the
1419 briefing required by this proviso by (~~July 31~~) December 31, 2026.

1420 P2 PROVIDED FURTHER THAT:

1421 Of this appropriation, \$100,000 shall not be expended or encumbered until the
1422 executive transmits a report on the parks and recreation division's plan to collaborate with
1423 relevant school districts, property owners, and cities ("community partners") to develop a
1424 strategy to acquire properties to meet the goal of every King County resident within the
1425 urban growth boundary living within a quarter mile of open space, a park, or a health-
1426 oriented athletic facility open to the public. The report shall include, but not be limited
1427 to, a timeline, budget, and list of potential community partners for this work.

1428 The executive should electronically file the report by (~~September 30, 2026~~)
1429 March 31, 2027, with the clerk of the council, who shall retain an electronic copy and
1430 provide an electronic copy to all councilmembers, the council chief of staff, and the lead
1431 staff for the transportation, economy, and environment committee or its successor.

1432 P3 PROVIDED FURTHER THAT:

1433 Of this appropriation, \$100,000 shall not be expended or encumbered until the
1434 executive transmits an athletic fields access report, which shall include, but not be limited
1435 to, progress made in expanding youth access to playfields, particularly the work done in
1436 accordance with Expenditure Restriction ER3 of this section.

1437 The executive should electronically file the report by December 31, 2026, with
1438 the clerk of the council, who shall retain an electronic copy and provide an electronic
1439 copy to all councilmembers, the council chief of staff, and the lead staff for the
1440 transportation, economy, and environment committee or its successor.

1441 P4 PROVIDED FURTHER THAT:

1442 Of this appropriation, \$100,000 shall not be expended or encumbered until the
1443 executive transmits a parks levy advisory committee recommendations report and an
1444 ordinance that would adopt the proposed recommendations of the report.

1445 The report shall include the parks and recreation division's proposed approach for
1446 advisory committee processes for the competitive grant programs established in the 2026-
1447 2031 Parks levy authorized by Ordinance 19922, including, but not limited to:

- 1448 A. The nomination process for advisory committee members;
- 1449 B. Any proposed subcommittees, including the subject matter of each
1450 subcommittee, the number of members, and entities or organizations represented;
- 1451 C. The project selection process, including criteria used for ranking and selecting
1452 projects;
- 1453 D. The conflict of interest policy for the 2020-2025 Parks Levy;
- 1454 E. Discussion of concerns raised by any party about the conflict of interest policy
1455 for the 2020-2025 Parks Levy;
- 1456 F. Recommendations for any changes proposed to the conflict of interest policy
1457 for the 2026-2031 Parks Levy, developed in collaboration with the King County board of
1458 ethics; and
- 1459 G. The final approval process for individual grant awards.

1460 The executive should electronically file the report and the ordinance required by
1461 this proviso by ~~((March 31))~~ June 30, 2026, with the clerk of the council, who shall retain
1462 an electronic copy and provide an electronic copy to all councilmembers, the council
1463 chief of staff, and the lead staff for the transportation, economy, and environment
1464 committee or its successor.

1465 P5 PROVIDED FURTHER THAT:

1466 Of this appropriation, \$50,000 shall not be expended or encumbered until the
1467 executive transmits a plan on how to create a public path on a portion of tax parcel
1468 #2185000895 owned by the road services division of King County, located in the South
1469 Park neighborhood of unincorporated King County ("the property"). The plan should
1470 include options to create and maintain public space on the property, including, but not
1471 limited to, a public path to use the property to connect the South Park Plaza to the
1472 Duwamish Waterway.

1473 The executive should electronically file the plan required by this proviso no later
1474 than July 1, 2026, with the clerk of the council, who shall retain an electronic copy and
1475 provide an electronic copy to all councilmembers, the council chief of staff, and the lead
1476 staff for the budget and fiscal management committee or its successor.

1477 SECTION 48. Ordinance 20023, Section 96, as amended, is hereby amended as
1478 follows:

1479 CRISIS CARE CENTERS - From the crisis care centers fund there is hereby
1480 disappropriated from:

1481 Crisis care centers (\$500,000)

1482 SECTION 49. The council directs that section 48 of this ordinance takes effect
1483 before section 50 of this ordinance.

1484 SECTION 50. Ordinance 20023, Section 96, as amended, is hereby amended as
1485 follows:

1486 CRISIS CARE CENTERS - From the crisis care centers fund there is hereby
1487 appropriated to:

1488 Crisis care centers \$500,000

1489 ER1 EXPENDITURE RESTRICTION:

1490 Of this appropriation, up to \$2,000,000 shall be expended or encumbered solely to
1491 support and implement a non-police security plan, good neighbor policies, and measures
1492 outlined in the specific requirements described in city of Seattle Mayor Bruce Harrell's
1493 letter of support dated August 13, 2025, which is attachment E to 2025-RPT0087, the
1494 Broadway Facility Notification Letter. The moneys expended or encumbered to support
1495 and implement the measures outlined in Mayor Harrell's letter of support shall be
1496 authorized by King County and administered in conjunction with the city of Seattle with
1497 concurrence from the six-person community advisory group appointed by the city of
1498 Seattle described in item 4 in the letter of support. If the city has not appointed the six-
1499 person community advisory group by February 4, 2026, the King County executive may
1500 appoint individuals to the group in coordination with the King County council and
1501 confirmed by council motion. Where applicable, the implementation of the specific
1502 requirements outlined in the letter of support should be completed before the crisis care
1503 center at the Broadway Facility opens. The executive should utilize responsible
1504 contracting criteria described in Ordinance 19925 to invest in security, mobile crisis
1505 responders, and community ambassadors for the area immediately surrounding the
1506 Broadway Facility in advance of the opening of the central crisis response zone crisis
1507 care center at the Broadway Facility.

1508 The executive shall also coordinate with the selected operator to explore the
1509 utilization of the undeveloped property on the south portion of the site, identified as
1510 parcel number 1978201290, to facilitate outdoor access for patients.

1511 ER2 EXPENDITURE RESTRICTION:

1512 Of this appropriation, \$10,000,000 shall be expended or encumbered solely to
1513 support mobile crisis response with consideration of prioritizing service in areas
1514 immediately surrounding future crisis care center facilities, including the Broadway
1515 Facility.

1516 ER3 EXPENDITURE RESTRICTION:

1517 Of this appropriation, \$1,000,000 shall be expended or encumbered solely to
1518 support post-crisis stabilization services.

1519 ER4 EXPENDITURE RESTRICTION:

1520 Of this appropriation, \$2,500,000 shall be expended or encumbered solely for a
1521 one-time enhancement to organizations providing mobile crisis response for workforce
1522 stabilization and support.

1523 ~~((P1 PROVIDED THAT:~~

1524 ~~Of this appropriation, \$500,000 shall not be expended or encumbered until the~~
1525 ~~executive transmits a report on the effects of House Resolution 1 of the 119 Congress~~
1526 ~~(2025-2026), on Medicaid funding received by crisis care centers, and a motion that~~
1527 ~~should acknowledge receipt of report, and a motion acknowledging receipt of the report~~
1528 ~~is passed by the council. The motion should reference the subject matter, the proviso's~~
1529 ~~ordinance, ordinance section, and proviso number in both the title and body of the~~
1530 ~~motion.~~

1531 ~~The report shall include, but not be limited to:~~

1532 ~~A. Information about Medicaid assumed in the crisis care center implementation~~
1533 ~~plan's financial plan;~~

1534 ~~B. Information about actual Medicaid revenue received by crisis care centers to~~
1535 ~~date;~~

1536 ~~C. A detailed assessment of anticipated effects of House Resolution 1 of the 119~~
1537 ~~Congress (2025-2026) on Medicaid crisis care centers are projected to receive in the~~
1538 ~~future; and~~

1539 ~~D. Any recommended changes to the Medicaid reserve plan for crisis care~~
1540 ~~centers.~~

1541 ~~The executive should electronically file the report and a motion required by this~~
1542 ~~proviso by September 1, 2026, with the clerk of the council, who shall retain an~~
1543 ~~electronic copy and provide an electronic copy to all councilmembers, the council chief~~
1544 ~~of staff, and the lead staff for the health, housing, and human services committee or its~~
1545 ~~successor.))~~

1546 SECTION 51. Ordinance 20023, Section 98, as amended, is hereby amended as
1547 follows:

1548 BEST STARTS FOR KIDS - From the best starts for kids fund there is hereby
1549 disappropriated from:

1550 Best Starts for Kids (\$150,000)

1551 SECTION 52. The council directs that section 51 of this ordinance takes effect
1552 before section 53 of this ordinance.

1553 SECTION 53. Ordinance 20023, Section 98, as amended, is hereby amended as
1554 follows:

1555 BEST STARTS FOR KIDS - From the best starts for kids fund there is hereby
1556 appropriated to:

1557 Best Starts for Kids \$150,000

1558 P1 PROVIDED THAT:

1559 Of this appropriation, \$50,000 shall not be expended or encumbered until the
1560 executive transmits a Best Starts for Kids assessment report and a motion that should
1561 acknowledge receipt of the report, and a motion acknowledging receipt of the report is
1562 passed by the council. The motion should reference the subject matter, the proviso's
1563 ordinance, ordinance section, and proviso number in both the title and body of the
1564 motion.

1565 The report shall provide an assessment of 2022-2027 Best Starts for Kids levy-funded
1566 goals, strategies, and programs. The report shall include, but not be limited to:

1567 A. An assessment of levy strategy and program investments and outcomes,
1568 including a summary of investments by geographic area, identification and justification
1569 of any unspent or reallocated levy proceeds, and an analysis of levy proceeds used to
1570 support technical assistance and capacity building; and

1571 B. Recommendations for a prospective levy renewal proposal to be transmitted to
1572 the council that address the following:

1573 1. Whether to maintain or modify existing levy investment allocations;

1574 2. Whether a renewed levy, or an increased or expanded levy, should
1575 incorporate:

1576 a. Revised or new levy goals or strategies including dedicated new funding to
1577 support immigrant and refugee students and dedicated new funding to support homeless
1578 youth and families through investments such as shelter and outreach services and
1579 McKinney-Vento Homeless Assistance Act trainings;

1580 3. How a renewed levy would align and coordinate with regional initiatives such
1581 as: the veterans, seniors, and human services levy; the mental illness and drug
1582 dependency fund; the crisis care centers levy; the Puget Sound Taxpayer Accountability
1583 Account; and other federal, state, and local funding streams and programs to integrate,
1584 align, and avoid duplication of efforts;

1585 4. How a renewed levy would benefit the entire region while targeting resources
1586 to those most in need; and

1587 5. Whether a renewed levy should modify one or more of the role, the structure,
1588 or the representation of the children and youth advisory board.

1589 The executive should electronically file the report and a motion required by this
1590 proviso by ~~((August 31))~~, November 15, 2026, with the clerk of the council, who shall
1591 retain an electronic copy and provide an electronic copy to all councilmembers, the
1592 council chief of staff, and the lead staff for the health, housing, and human services
1593 committee or its successor.

1594 P2 PROVIDED FURTHER THAT:

1595 Of this appropriation, \$100,000 shall not be expended or encumbered until the
1596 executive transmits a King County postsecondary student tuition assistance program
1597 feasibility report collaboratively developed by the department of community and human
1598 services and the office of ~~((performance, strategy, and budget))~~ the executive.

1599 The report shall include analysis on the need, feasibility, and implementation
1600 logistics for establishing a King County postsecondary student tuition assistance
1601 program. The report shall include, but not be limited to:

1602 A. A needs assessment for a King County postsecondary student tuition
1603 assistance program, including a labor needs analysis conducted in consultation with area
1604 labor organizations and the county's office of (~~labor relations~~) the executive;

1605 B. An analysis of best practices and lessons learned from similar established
1606 programs in other jurisdictions, including best practices utilized to promote equity and
1607 social justice as part of program design;

1608 C. An analysis of the one-time and ongoing monetary and staffing resources
1609 needed to develop and implement a program that would expand tuition assistance,
1610 covering any remaining tuition balance after other eligible public funding, grants, or
1611 scholarships have been applied, to graduates of publicly-funded high schools in King
1612 County to attend a community college located in King County to pursue a degree,
1613 certificate, or apprenticeship program for up to two years or for up to ninety credits of
1614 coursework, whichever occurs first;

1615 D. An estimated timeline for developing and implementing the program; and

1616 E. A recommendation regarding options for a dedicated revenue source,
1617 including inclusion of a King County postsecondary student tuition assistance program in
1618 a Best Starts for Kids levy renewal proposal in 2027;

1619 The executive shall either incorporate the report into an assessment report of the
1620 current Best Starts for Kids levy period for transmittal to the council in 2026, or transmit
1621 it as a standalone report to the council by (~~August 31~~) November 15, 2026, in the form
1622 of an electronic copy with the clerk of the council, who shall retain an electronic copy
1623 and provide an electronic copy to all councilmembers, the council chief of staff, and the
1624 lead staff for the health, housing, and human services committee or its successor.

1648 ER2 EXPENDITURE RESTRICTION:

1649 Of this appropriation, \$396,000 shall be expended or encumbered solely to

1650 provide specialized care to patients at the Harborview Abuse and Trauma Center.

1651 ER3 EXPENDITURE RESTRICTION:

1652 Of this appropriation, \$97,923,000 shall be expended or encumbered solely to

1653 support Harborview Medical Center operations and shall not be used for capital expenses.

1654 Operations includes, but is not limited to labor, supplies, overhead, and clinical services.

1655 ER4 EXPENDITURE RESTRICTION:

1656 Of this appropriation, \$34,000,000 shall be expended or encumbered to support

1657 Harborview Medical Center for major maintenance, or repair and replacement, capital

1658 projects.

1659 ER5 EXPENDITURE RESTRICTION:

1660 Of the \$34,000,000 of this appropriation restricted by Expenditure Restriction

1661 ER4 for operations, \$1,700,000 shall be restricted as a contingency to be released if the

1662 clerk of the council receives a Harborview Medical Center for major maintenance, or

1663 repair and replacement, capital projects exception notification and no councilmember

1664 objects in accordance with this Expenditure Restriction ER5. The clerk of the council

1665 shall list the Harborview Medical Center for major maintenance, or repair and

1666 replacement, capital projects exception notification under other business on the next two

1667 council agenda. Councilmembers may object to the proposed use of this Harborview

1668 Medical Center for major maintenance, or repair and replacement, capital projects

1669 exception expenditure restriction to another capital project in the same fund at either of

1670 those two council meetings. If an objection is not made at either council meeting, the

1671 transfer may proceed. If an objection to the transfer is made at a council meeting, the
1672 transfer may not proceed. The clerk of the council shall notify the director of the office
1673 of performance, strategy and budget or its successor of the council's action.

1674 ER6 EXPENDITURE RESTRICTION:

1675 Of this appropriation, \$42,000,000 shall be expended or encumbered solely to
1676 support the Harborview Medical Center 2020 Proposition 1 capital program, including
1677 projects approved in Ordinance 19962.

1678 ER7 EXPENDITURE RESTRICTION:

1679 Of the \$42,000,000 of this appropriation restricted by Expenditure Restriction
1680 ER6 of this section for operations, \$2,100,000 shall be restricted as a contingency to be
1681 released if the clerk of the council receives a Harborview Medical Center 2020
1682 Proposition 1 capital program exception notification and no councilmember objects in
1683 accordance with this Expenditure Restriction ER7. The clerk of the council shall list the
1684 Harborview Medical Center 2020 Proposition 1 capital program exception notification
1685 under other business on the next two council agenda. Councilmembers may object to the
1686 proposed use of this Harborview Medical Center 2020 Proposition 1 capital program
1687 exception expenditure restriction to another capital project in the same fund at either of
1688 those two council meetings. If an objection is not made at either council meeting, the
1689 transfer may proceed. If an objection to the transfer is made at a council meeting, the
1690 transfer may not proceed. The clerk of the council shall notify the director of the office
1691 of performance, strategy and budget or its successor of the council's action.

1692 ER8 EXPENDITURE RESTRICTION:

1693 Of this appropriation, \$45,000,000 shall be expended or encumbered solely to
1694 support the design of a new building for parking, which may also include medical office
1695 space on the Harborview Medical Center campus.

1696 ER9 EXPENDITURE RESTRICTION:

1697 Of this appropriation, \$23,000,000 shall be expended or encumbered solely to
1698 support tenant improvements of the future location of the Pioneer Square Public Health
1699 Clinic at 315 2nd Avenue, that was approved to be purchased through Ordinance 19962.

1700 ER10 EXPENDITURE RESTRICTION:

1701 Of this appropriation, \$500,000 shall be expended or encumbered solely to
1702 support 1.0 FTE in the office of the executive and for consulting services related to
1703 monitoring of the hospital services agreement and the expenditure of the tax levy
1704 proceeds authorized by RCW 36.62.090.

1705 ER11 EXPENDITURE RESTRICTION:

1706 Of this appropriation, and in accordance with Section 4.4 of the Hospital Services
1707 Agreement, \$500,000 shall only be expended or encumbered for use by the Harborview
1708 Medical Center board of trustees to hire, pay, or contract for staff resources to assist the
1709 board in fulfilling its supervision and oversight duties.

1710 P1 PROVIDED THAT:

1711 Of the moneys restricted by Expenditure Restriction ER3 of this section,
1712 \$48,000,000 shall not be expended or encumbered in 2026 to support Harborview
1713 operations until the Harborview board of trustees transmits a letter to the county
1714 executive and council, and the executive transmits a motion to council acknowledging
1715 receipt of the letter, and the motion is passed by the council. The letter shall include, but

1716 not be limited to, the amount and components of operational expenditures of county
1717 hospital tax revenue by category of operating expenditure, including but not limited to
1718 labor, supplies, overhead, and clinical services.

1719 The letter shall describe how Harborview intends to achieve the labor standards
1720 goals included in the Hospital Services Agreement Section 3.1.2. The letter shall include
1721 documentation from the University of Washington, as operator of the hospital, regarding
1722 the proposed expenditures of county hospital tax revenue to be spent on operating
1723 spending plan referenced in the letter. Such documentation shall include, but not be
1724 limited to, a detailed breakdown of how the operating support identified in Expenditure
1725 Restriction ER3 is proposed to be spent in 2026 on:

- 1726 A. Staffing, including a breakdown of FTE classifications and their roles;
1727 B. Programs or services, including the names of each program or service, and
1728 demographics about individuals served; and
1729 C. A narrative description of the impact of county hospital tax revenue on:
1730 1. The mission population served by Harborview Medical Center;
1731 2. The staff and employees of Harborview Medical Center; and
1732 3. The clinical services provided by Harborview Medical Center.

1733 The motion should reference the subject matter, the proviso's ordinance,
1734 ordinance section, and proviso number in both the title and body of the motion. The
1735 executive should electronically file the letter and a motion required by this proviso by
1736 June 1, 2026, with the clerk of the council, who shall retain an electronic copy and
1737 provide an electronic copy to all councilmembers, the council chief of staff, and the lead
1738 staff for the committee of the whole or its successor.

1739 P2 PROVIDED FURTHER THAT:

1740 Of the moneys restricted by Expenditure Restriction ER3 of this section,
1741 \$49,923,000 shall not be expended or encumbered in 2027 to support Harborview
1742 Medical Center operations until the Harborview Medical Center board of trustees
1743 transmits a letter to the county executive and council, and the executive transmits a
1744 motion to council acknowledging receipt of the letter, and the motion is passed by the
1745 council. The letter shall include, but not be limited to, the amount and components of
1746 operational expenditures of county hospital tax revenue by category of operating
1747 expenditure, including, but not limited to, labor, supplies, overhead, and clinical services.

1748 The letter shall describe how Harborview intends to achieve the labor standards
1749 goals included in the Hospital Services Agreement Section 3.1.2. The letter shall include
1750 attachments with documentation from the University of Washington, as operator of the
1751 hospital, regarding the proposed expenditure of county hospital tax revenue to be spent
1752 on operating spending plan referenced in the letter. Such documentation shall include, but
1753 not be limited to, a detailed breakdown of how the operating support identified in
1754 Expenditure Restriction ER3 is proposed to be spent in 2027 on:

- 1755 A. Staffing, including a breakdown of FTE classifications and their roles;
- 1756 B. Programs or services, including the names of each program or service, and
1757 demographics about individuals served; and
- 1758 C. A narrative description of the impact of county hospital tax revenue on:
 - 1759 1. The mission population served by Harborview Medical Center;
 - 1760 2. The staff and employees of Harborview Medical Center; and
 - 1761 3. The clinical services provided by Harborview Medical Center.

1762 The motion should reference the subject matter, the proviso's ordinance,
1763 ordinance section, and proviso number in both the title and body of the motion. The
1764 executive should electronically file the letter and a motion required by this proviso by
1765 June 1, 2027, with the clerk of the council, who shall retain an electronic copy and
1766 provide an electronic copy to all councilmembers, the council chief of staff, and the lead
1767 staff for the committee of the whole or its successor.

1768 P3 PROVIDED FURTHER THAT:

1769 Of this appropriation, \$10,000,000 shall not be expended or encumbered until the
1770 Harborview board of trustees transmits a letter to the county executive and council, and
1771 the executive transmits a motion to council acknowledging receipt of the letter, and the
1772 motion is passed by the council. The letter shall include, but not be limited to, a
1773 description of the proposed use of county hospital levy proceeds for 2028-2029 to
1774 support operations and capital projects. The letter shall contain:

1775 A. Information on programs and services proposed to be supported by county
1776 hospital levy proceeds in 2028-2029, including identification of staff positions by
1777 classification and associated staff costs, as well as other operational costs, including but
1778 not limited to supplies, overhead, and clinical services;

1779 B. Estimated county hospital levy proceeds to be spent on each capital project in
1780 2028-2029 and the amount each such project will receive from other sources and
1781 identification of the sources;

1782 C. A narrative description of the impact of these programs and projects on:

- 1783 1. The mission population served by Harborview Medical Center;
- 1784 2. The staff and employees of Harborview Medical Center; and

1785 3. The clinical services provided by Harborview Medical Center; and

1786 D. The proposed rate for the biennium.

1787 The motion should reference the subject matter, the proviso's ordinance,
1788 ordinance section, and proviso number in both the title and body of the motion. The
1789 executive should electronically file the letter and a motion required by this proviso by
1790 June 1, 2027, with the clerk of the council, who shall retain an electronic copy and
1791 provide an electronic copy to all councilmembers, the council chief of staff, and the lead
1792 staff for the committee of the whole or its successor.

1793 P4 PROVIDED FURTHER THAT:

1794 Of this appropriation, \$31,000,000 shall not be expended or encumbered until the
1795 executive transmits a report from the Harborview board of trustees detailing actual fiscal
1796 year to date reductions in federal Medicaid funding received by Harborview Medical
1797 Center and the impact that Medicaid funding reductions and eligibility changes are
1798 having on Harborview Medical Center's operations, and a motion acknowledging receipt
1799 of the report is passed by the council. The motion should reference the subject matter,
1800 the proviso's ordinance, ordinance section, and proviso number in both the title and body
1801 of the motion. References to fiscal years in this proviso shall be based on Harborview
1802 Medical Center's fiscal years with fiscal year 2025 being the fiscal year ending on June
1803 30, 2025.

1804 The report shall include, but not be limited to:

1805 A. Fiscal year 2025 revenues from federal and state Medicaid payments received
1806 by Harborview Medical Center and fiscal year 2025 net revenue from non-Medicaid
1807 sources as described in subsections A. and B. of this proviso;

1808 B. Fiscal year-to-date actual revenue in the form of federal and state Medicaid
1809 payments received by Harborview Medical Center, including, but not limited to, inpatient
1810 and outpatient direct payment programs, base payments for services, supplemental
1811 payments, and managed care payments, as well as the budgeted amounts of each revenue;

1812 C. Fiscal year-to-date net revenue received by Harborview Medical Center from
1813 all non-Medicaid sources and net budgeted amounts of each;

1814 C. Days' worth of cash on hand;

1815 D. Total charity care provided at Harborview for the prior three years, which are
1816 2023, 2024, and 2025, and for 2026 up to the date of the report;

1817 E. Analysis of the impact of reduced Medicaid funding on the operations of
1818 Harborview Medical Center, including:

- 1819 1. The impact on the mission population served by Harborview Medical Center;
1820 2. The impact on staff and employees of Harborview Medical Center; and
1821 3. The impact on ability to provide clinical services provided by Harborview
1822 Medical Center at the same levels as before Medicaid reductions;

1823 F. A proposed spending plan for the use of county hospital tax Medicaid reserve
1824 funds with at least three options for ensuring continued access to health care for current,
1825 in 2025, Medicaid eligible or enrolled members;

1826 G. Documentation of the review and approval of the report called for by this
1827 proviso in the form of a letter from the Harborview board of trustees; and

1828 H. A recommended timeline and contents of a quarterly spending report on
1829 Harborview Medical Center's expenditure of the county hospital tax Medicaid reserve be
1830 provided to the King County executive and council.

1831 The board of trustees shall electronically transmit the report to the King County
1832 executive no later than May 1, 2026, and the executive should electronically file the
1833 report and a motion required by this proviso by June 1, 2026, with the clerk of the
1834 council, who shall retain an electronic copy and provide an electronic copy to all
1835 councilmembers, the council chief of staff, and the lead staff for the budget and fiscal
1836 management committee or its successor.

1837 P5 PROVIDED FURTHER THAT:

1838 Of this appropriation, \$500,000 shall not be expended or encumbered until the
1839 executive transmits a plan for the provision of respite beds as envisioned in the
1840 Harborview bond program ordinance work group report, and a motion that should
1841 approve the plan, and a motion approving the plan is passed by the council. The motion
1842 should reference the subject matter, the proviso's ordinance, ordinance section, and
1843 proviso number in both the title and body of the motion.

1844 The plan shall include, but not be limited to, the following:

1845 A. A proposal regarding the feasibility and utility of expediting the expansion of
1846 respite bed capacity in connection with Harborview Medical Center;

1847 B. A cost estimate for various development scenarios to increase respite bed
1848 capacity including the renovation or adaptive reuse of Harborview Hall, construction or
1849 renovation of other space on the Harborview Medical Center campus for use as a respite
1850 facility, or a proposal for leasing, acquiring, or constructing a respite facility in the
1851 neighborhood of Harborview Medical Center within a one mile radius; and

1852 C. A financial proposal for the scenarios identified in subsection B. of this
1853 proviso using any combination of federal, state, local, or philanthropic dollars to increase
1854 respite bed capacity for Harborview Medical Center.

1855 The executive should electronically file the plan and a motion required by this
1856 proviso by (~~August 1~~) November 1, 2026, with the clerk of the council, who shall retain
1857 an electronic copy and provide an electronic copy to all councilmembers, the council
1858 chief of staff, and the lead staff for the health, housing, and human services committee or
1859 its successor.

1860 SECTION 58. Ordinance 20023, Section 103, as amended, is hereby amended as
1861 follows:

1862 HARBORVIEW CONSTRUCTION AND INFRASTRUCTURE - From the
1863 harborview construction and infrastructure fund there is hereby appropriated to:

1864 Harborview construction and infrastructure \$512,000

1865 SECTION 59. Ordinance 20023, Section 104, as amended, is hereby amended as
1866 follows:

1867 PUBLIC HEALTH - From the public health fund there is hereby appropriated to:

1868 Public health \$5,227,000

1869 SECTION 60. Ordinance 20023, Section 105, as amended, is hereby amended as
1870 follows:

1871 ENVIRONMENTAL HEALTH - From the environmental health fund there is
1872 hereby appropriated to:

1873 Environmental health \$1,028,000

1897	Valley Cities	\$142,000
1898	YMCA of Greater Seattle	\$800,000
1899	YouthCare	\$60,000
1900	TOTAL	\$2,600,000

1901 ER2 EXPENDITURE RESTRICTION:

1902 Of this appropriation, \$1,500,000 in lodging tax interest earnings shall be
1903 expended solely to contract for youth homeless services with the following:

1904	Highline Foundation	\$144,000
1905	The Garage	\$300,000
1906	Vision House	\$96,000
1907	YMCA Social Impact Center	\$360,000
1908	Youthcare	\$600,000
1909	TOTAL	\$1,500,000

1910 ER3 EXPENDITURE RESTRICTION:

1911 Of this appropriation, \$300,000 shall be expended or encumbered solely to
1912 support the Low Income Housing Institute for Miracle Village and Riverton Park Village
1913 tiny house villages.

1914 ER4 EXPENDITURE RESTRICTION:

1915 Of this appropriation, \$650,000 shall be expended or encumbered solely to
1916 support the Low Income Housing Institute for Church by the Side of the Road for tiny
1917 house villages.

1918 ER5 EXPENDITURE RESTRICTION:

1919 Of this appropriation, \$3,000,000 shall be expended or encumbered solely to
1920 contract with the United Way of King County for rental assistance, with at least
1921 \$1,000,000 allocated to rental assistance in south King County cities. Awards shall not
1922 exceed \$15,000 per recipient of rental assistance.

1923 P1 PROVIDED THAT:

1924 Of this appropriation, \$50,000 shall not be expended or encumbered until the
1925 executive transmits a plan to implement the credit enhancement program updates
1926 recommended in the regional workforce housing initiative implementation plan, dated
1927 June 2025, through a pilot project utilizing credit enhancement for the construction of
1928 workforce housing in collaboration with community-based nonprofit organizations that
1929 develop workforce housing, including, but not limited to, Watershed Community
1930 Development.

1931 The plan shall include, but not be limited to:

1932 A. An analysis of minimum standards for developers and projects used by
1933 national housing finance agencies and state credit enhancement programs across the
1934 country;

1935 B. Recommendations for minimum standards to implement a pilot under King
1936 County's existing authority;

1937 C. A plan to facilitate a credit enhancement pilot project, in consultation with
1938 Watershed Community Development;

1939 D. A plan for the appropriate staff within executive departments to expedite
1940 compliance review as authorized by the legislation; and

1941 E. An analysis of the potential to leverage revenues from the program's
1942 authorized application and monitoring fees from this project to support development of
1943 permanent standards and administration for future projects.

1944 The executive should electronically file the plan required by this proviso by
1945 ~~((June 30))~~ September 30, 2026, with the clerk of the council, who shall retain an
1946 electronic copy and provide an electronic copy to all councilmembers, the council chief
1947 of staff, and the lead staff for the health, housing, and human services committee or its
1948 successor.

1949 P2 PROVIDED FURTHER THAT:

1950 Of this appropriation, \$50,000 shall not be expended or encumbered until the
1951 executive transmits a plan to create a revolving loan fund for the construction of
1952 permanently affordable homeownership, following recommendations from the regional
1953 workforce housing initiative implementation plan, dated June 2025.

1954 The plan shall include, but not be limited to:

1955 A. An analysis of financing options that utilize the issuance of excess debt
1956 capacity to develop a revolving loan fund for the development of permanently affordable
1957 homeownership opportunities, building on the analysis that was completed in the regional
1958 workforce housing initiative implementation plan and consider bonding scenarios at \$20
1959 million, \$50 million, \$100 million, and \$125 million;

1960 B. Program guidelines and assumptions;

1961 C. Recommendations on which income levels an individual or household would
1962 need to be qualified to purchase such units, with a preference for serving individuals and
1963 households with the lowest possible income levels that are financially feasible;

1964 D. A risk assessment analyzing the level of risk this model could present to the
1965 county;

1966 E. A timeline for implementation; and

1967 F. A proposed budget for program operations.

1968 The executive should electronically file the plan required by this proviso
1969 by (~~December 1, 2026~~) June 30, 2027, with the clerk of the council, who shall retain an
1970 electronic copy and provide an electronic copy to all councilmembers, the council chief
1971 of staff, and the lead staff for the health, housing, and human services committee or its
1972 successor. A progress report should be provided to the budget and fiscal management
1973 committee by December 1, 2026.

1974 P3 PROVIDED FURTHER THAT:

1975 Of this appropriation, \$300,000 shall not be expended or encumbered until the
1976 executive transmits a report to the council describing the next steps required for the
1977 Aurora Oaks Enhanced Shelter to maintain operations as a shelter.

1978 The report shall include, but not be limited to:

1979 A. A description of the options that the county could consider to address the
1980 maturity of the loan by Catholic Housing Services and maintain operations of the Aurora
1981 Oaks Enhanced Shelter as a shelter;

1982 B. Identification of potential funding sources for the county to obtain the property
1983 located at 16357 Aurora Avenue North, Shoreline, Property Tax Parcel number 329370-
1984 0010; and

1985 C. Identification of the timeline and next steps that the department of community
1986 and human services intends to take to ensure continued operations of Aurora Oaks
1987 Enhanced Shelter as a shelter in North King County.

1988 The executive shall electronically file the report required by this proviso by
1989 March 30, 2026, with the clerk of the council, who shall retain an electronic copy and
1990 provide an electronic copy to all councilmembers, the council chief of staff, and the lead
1991 staff for the budget and fiscal management committee or its successor.

1992 P4 PROVIDED FURTHER THAT:

1993 Of this appropriation, \$250,000 shall not be expended or encumbered until the
1994 executive transmits a report to update the recommendations and action plans in the
1995 Regional Affordable Housing Task Force Final Report and Recommendations.

1996 The report shall include, but not be limited to:

1997 A. Recommendations and an update to the action plan to address the regional
1998 affordable housing crisis in King County, with consideration of the 2025 King County
1999 Housing Needs Assessment; and

2000 B. An update to the Regional Affordable Housing Dashboard to monitor progress
2001 on the updated action plan.

2002 The report shall be prepared in collaboration with relevant stakeholders,
2003 including, but not limited to, the Affordable Housing Committee, regional housing
2004 coalitions, housing authorities, nonprofit and for-profit housing developers, tenants or
2005 tenant advocates, landlords or landlord advocates, and affordable housing advocacy
2006 groups.

2051 ordinance, ordinance section, and proviso number in both the title and body of the
2052 motion.

2053 The facility closure notification plan shall include, but not be limited to:

2054 A. Current procedures, practices, and timelines for notifying haulers, the general
2055 public, and the council when a solid waste division facility will be closed;

2056 B. Planned procedure, practice, and timeline improvements for notifying haulers,
2057 the general public, and the council when a solid waste division facility will be closed; and

2058 C. Any barriers to implementing the planned procedure, practice, and timeline
2059 improvements required in subsection B. of this proviso.

2060 The executive should electronically file the facility closure notification plan and a
2061 motion required by this proviso by June 30, 2026, with the clerk of the council, who shall
2062 retain an electronic copy and provide an electronic copy to all councilmembers, the
2063 council chief of staff, and the lead staff for the transportation, economy, and environment
2064 committee or its successor.

2065 P2 PROVIDED FURTHER THAT:

2066 Of this appropriation, \$100,000 shall not be expended or encumbered until the
2067 executive transmits a sustainable Class 8 fleet feasibility report and a motion that should
2068 acknowledge receipt of the sustainable Class 8 fleet feasibility report, and a motion
2069 acknowledging receipt of the sustainable Class 8 fleet feasibility report is passed by the
2070 council. The motion should reference the subject matter, the proviso's ordinance,
2071 ordinance section, and proviso number in both the title and body of the motion.

2072 The sustainable Class 8 fleet feasibility report shall include, but not be limited to:

2073 A. Information on the number of Class 8 vehicles currently in the solid waste
2074 division fleet and the number projected to be needed in each biennium over the next ten
2075 years;

2076 B. Description of the results of the pilot use of a PACCAR battery electric Class
2077 8 tractor;

2078 C. An assessment of the feasibility, benefits, costs, and risks of converting the
2079 fleet to battery electric or similar or other sustainable technology;

2080 D. A proposed timeline for phasing out existing Class 8 fleet vehicles and
2081 replacing them with battery electric Class 8 vehicles or Class 8 vehicles using other
2082 sustainable technology;

2083 E. Analysis of the estimated costs to replace the existing Class 8 fleet vehicles
2084 based on the proposed timeline; and

2085 F. Analysis of the environmental benefits associated with the replacement of the
2086 existing Class 8 fleet vehicles with battery electric Class 8 fleet vehicles or Class 8 fleet
2087 vehicles using other sustainable technology.

2088 The executive should electronically file the sustainable Class 8 fleet feasibility
2089 report and a motion required by this proviso by September 30, 2026, with the clerk of the
2090 council, who shall retain an electronic copy and provide an electronic copy to all
2091 councilmembers, the council chief of staff, and the lead staff for the transportation,
2092 economy, and environment committee or its successor.

2093 P3 PROVIDED FURTHER THAT:

2094 Of this appropriation, \$1,000,000 shall not be expended or encumbered until the
2095 executive transmits a Harbor Island surplussing analysis and a motion that acknowledges

2096 receipt of the Harbor Island surplussing analysis, and a motion acknowledging receipt of
2097 the Harbor Island surplussing analysis is passed by the council. The motion should
2098 reference the subject matter, the proviso's ordinance, ordinance section, and proviso
2099 number in both the title and body of the motion.

2100 The Harbor Island surplussing analysis shall include, but not be limited to:

2101 A. An analysis of the costs and benefits of retaining and surplussing the solid
2102 waste division property located on Harbor Island. The analysis shall identify the intended
2103 solid waste purpose if the property is to be retained, any legal or regulatory
2104 considerations that currently prevent, restrict, or impede the property from being used as
2105 a solid waste facility or for the identified solid waste purpose, such as but not limited to
2106 permitting, zoning, or cost;

2107 B. A copy of the department of natural resources and parks's 2026 report
2108 submitted to the facilities management division in compliance with K.C.C. 4.56.070;

2109 C. A letter or other written narrative signed by the facilities management division
2110 manager reporting the division's judgment whether the department of natural resources
2111 and parks and the solid waste division have justified retention of the solid waste
2112 division's properties on Harbor Island or whether the facilities management division has
2113 determined that another county department has a need for the property that is related to
2114 the provision of essential government services consistent with K.C.C. 4.56.070.C.1.; and

2115 D. A property appraisal for the site.

2116 The executive shall electronically file the Harbor Island surplussing analysis and
2117 motion required by this proviso by June 1, 2026, with the clerk of the council, who shall
2118 retain an electronic copy and provide an electronic copy to all councilmembers, the

2119 council chief of staff, and the lead staff for the budget and fiscal management committee
2120 or its successor.

2121 P4 PROVIDED FURTHER THAT:

2122 Of this appropriation, \$75,000 shall not be expended or encumbered until the
2123 executive provides a briefing of scenarios outlined as part of the solid waste
2124 comprehensive plan update and transmits ~~((interim and))~~ a final waste to energy
2125 implementation report~~((s))~~ and a motion that should acknowledge receipt of ~~((each))~~ the
2126 report, and a motion that acknowledges receipt of ~~((each))~~ the report is passed by the
2127 council. The motion~~((s))~~ should reference the subject matter, the proviso's ordinance,
2128 ordinance section, and proviso number in both the title and body of the motion.

2129 The ~~((interim report shall include, but not be limited to, a plan for))~~ briefing
2130 should cover the scenarios outlined in the solid waste comprehensive plan update
2131 including implementing a waste to energy facility located as an alternative to the current
2132 Cedar Hills Landfill, and shall include a waste to energy facility as an alternative
2133 evaluated in the environmental impact statement for the update to the Comprehensive
2134 Solid Waste Management Plan. The ~~((report))~~ briefing shall identify the steps necessary
2135 to implement a waste to energy facility as the future long term disposal option for King
2136 County, which county agencies, or external partners, will complete each step, and a
2137 preliminary timeline and estimated costs for each step. The final report shall provide an
2138 update on each of the items required in the interim report.

2139 The executive should ~~((electronically file the interim report and motion))~~ provide
2140 the briefing required by this proviso no later than September 1, 2026, and electronically
2141 file the final report and motion required by this proviso no later than June 1, 2027, with

2142 the clerk of the council, who shall retain an electronic copy and provide an electronic
2143 copy to all councilmembers, the council chief of staff, and the lead staff for the
2144 transportation, economy, and environment committee or its successor.

2145 SECTION 68. Ordinance 20023, Section 111, as amended, is hereby amended as
2146 follows:

2147 AIRPORT - From the airport fund there is hereby disappropriated from:

2148 Airport (\$500,000)

2149 SECTION 69. The council directs that section 68 of this ordinance takes effect
2150 before section 70 of this ordinance.

2151 SECTION 70. Ordinance 20023, Section 111, as amended, is hereby amended as
2152 follows:

2153 AIRPORT - From the airport fund there is hereby appropriated to:

2154 Airport \$500,000

2155 P1 PROVIDED THAT:

2156 Of this appropriation, \$1,000,000 shall not be expended or encumbered until the
2157 executive transmits a report that includes a suite of policies to protect, preserve, and
2158 advance the expansion of light general aviation capacity at King County International
2159 Airport and a motion that should approve the report, and a motion approving the report is
2160 passed by the council. The motion should reference the subject matter, the proviso's
2161 ordinance, ordinance section, and proviso number in both the title and body of the
2162 motion.

2163 The report shall include, but not be limited to:

2164 A. Development of an economically progressive rental rate and lease-term
2165 schedule, to be reviewed and approved by the King County council for airport tenants,
2166 that reduces the rates for light general aviation utilizing tiedowns and hangars compared
2167 to business-focused general aviation operators and large company tenants and airport
2168 users;

2169 B. Policies to protect existing tie-down and hangar capacity for light general
2170 aviation and to explore expansion opportunities for hangar space and tiedown areas for
2171 light general aviation, with a goal of maintaining equal or greater numbers of light
2172 general aviation aircraft on the field;

2173 C. Proactive efforts and policy changes to protect existing light general aviation
2174 support services and to seek the return of additional light general aviation support
2175 services, including efforts to encourage multiple service providers to increase capacity.
2176 Those support services include, but are not limited to, mechanics, flight instruction
2177 schools, and supply stores, and should include the consideration of allowing external
2178 providers to operate on the field;

2179 D. Expanded access for short-term tiedowns at low or no cost with easy ingress
2180 and egress options to and from the field for visiting light general aviation operators;

2181 E. Integration with Raisbeck Aviation High School and other educational
2182 institutions to advance and promote access to light general aviation for students, aspiring
2183 pilots, mechanics, and other interested in aviation careers;

2184 F. Other policies and programs to advance and protect light general aviation,
2185 operators, and support services at the airport;

2186 G. Development of a simple reporting tool that would provide quarterly updates
2187 on metrics related to light general aviation; and

2188 H. Work with partners, including the Airport Roundtable and Friends of Boeing
2189 Field, to develop and advance these and additional supporting policies and programs.

2190 The executive should electronically file the report and a motion required by this
2191 proviso by October 1, 2027, with the clerk of the council, who shall retain an electronic
2192 copy and provide an electronic copy to all councilmembers, the council chief of staff, and
2193 the lead staff for the government accountability and oversight committee or its successor.

2194 P2 PROVIDED FURTHER THAT:

2195 Of this appropriation, \$250,000 shall not be expended or encumbered until the
2196 executive transmits a report on actions taken to ensure the continuity of public purposes
2197 that have historically existed at King County International Airport, including educational
2198 opportunities, employment pathways, and public access to the facilities, and a motion that
2199 should acknowledge receipt of the report, and a motion acknowledging receipt of the
2200 report is passed by the council. The motion should reference the subject matter, the
2201 proviso's ordinance, ordinance section, and proviso number in both the title and body of
2202 the motion.

2203 The report shall include, but not be limited to:

2204 A. A description of the public purposes that have historically existed at the
2205 airport, including educational opportunities, career development pathways, and public
2206 access to the airport facilities. The description should include, but not be limited to:

2207 1. A description of the partnerships with educational institutions and nonprofit
2208 organizations, like the Museum of Flight and the Raisbeck Aviation High School, and

2209 how those partnerships have contributed to both educational opportunities for the
2210 community and aviation and aerospace career development pathways;

2211 2. A description of the aviation and aerospace careers that have been historically
2212 developed by tenants, programs, or activities at the King County International Airport;
2213 and

2214 3. A description of public access to the facilities at King County International
2215 Airport; and

2216 B. Recommended measures to preserve and enhance the existing levels of the
2217 public use of the airport and to maintain the facility as a public asset while commercial
2218 traffic at the airport increases.

2219 The executive should electronically file the report and a motion required by this
2220 proviso by ((~~September 1, 2026~~)) April 30, 2027, with the clerk of the council, who shall
2221 retain an electronic copy and provide an electronic copy to all councilmembers, the
2222 council chief of staff, and the lead staff for the government accountability and oversight
2223 committee or its successor.

2224 P3 PROVIDED FURTHER THAT:

2225 Of this appropriation, \$250,000 shall not be expended or encumbered until the
2226 executive transmits a report detailing the results of a comparative market analysis of the
2227 rates and fees at the King County International Airport and a motion that should
2228 acknowledge receipt of the report, and a motion acknowledging receipt of the report is
2229 passed by the council. The motion should reference the subject matter, the proviso's
2230 ordinance, ordinance section, and proviso number in both the title and body of the
2231 motion.

2232 The report shall include, but not be limited to:

2233 A. The results of a comparative market analysis that provides a matrix of tenant
2234 lease rates per square foot, landing fees, fuel flowage fees, and parking fees at King
2235 County International Airport and at least ten comparable airports in the western region of
2236 the United States. Comparable airports should include those that have similar lengths of
2237 runways, hours of operation, an air traffic control tower, an instrument landing system
2238 approach, security and aircraft rescue and firefighting services;

2239 B. An appendix that includes the major lease terms for existing tenants at the
2240 airport; and

2241 C. An appendix that lists monthly occupancy and vacancy rates by tenant
2242 category at the airport over the last five years.

2243 The executive should electronically file the report and a motion required by this
2244 proviso by ((~~June 30~~)) December 31, 2026, with the clerk of the council, who shall retain
2245 an electronic copy and provide an electronic copy to all councilmembers, the council
2246 chief of staff, and the lead staff for the government accountability and oversight
2247 committee or its successor.

2248 SECTION 71. Ordinance 20023, Section 115, as amended, is hereby amended as
2249 follows:

2250 WASTEWATER TREATMENT - From the water quality operating fund there is
2251 hereby disappropriated from:

2252 Wastewater treatment (\$500,000)

2253 SECTION 72. The council directs that section 71 of this ordinance takes effect
2254 before section 73 of this ordinance.

2277 3. For each policy question, how the policy analysis will inform the RWSP
2278 Update;
2279 4. Timelines for the analysis for each policy question;
2280 5. A problem statement corresponding to each policy question; and
2281 6. In instances where the analysis of a policy question is anticipated to occur in
2282 more than one section of the Regional Wastewater Services Plan Update, the plan
2283 required by this proviso shall identify how the complete analysis for the policy question
2284 will be addressed.

2285 B. The plan shall also include policy analysis for at least two policy questions
2286 from the RWSP scope document as adopted by the regional water quality committee
2287 resolution 2025-01. The analysis of these policy questions is intended to serve as a proof
2288 of concept for the level of analysis of the remaining policy questions.

2289 C. The plan may also propose modifications to the list of policy questions
2290 identified in the Regional Water Services Plan scope document, and, if modifications are
2291 proposed, the topics in subsections A. and B. of this proviso shall be discussed in relation
2292 to the alternate proposal.

2293 The executive should electronically file the plan and motion required by this
2294 proviso by March 1, 2026, with the clerk of the council, who shall retain an electronic
2295 copy and provide an electronic copy to all councilmembers, the council chief of staff, and
2296 the lead staff for the transportation, economy, and environment committee or its
2297 successor, and the lead staff for the regional water quality committee or its successor.

2298 P2 PROVIDED FURTHER THAT:

2299 Of this appropriation, \$1,000,000 shall not be expended or encumbered until the
2300 executive transmits quarterly letters of notification, through the third quarter of 2027,
2301 identifying those capital projects where the cost estimate at completion has increased by
2302 the percentages set forth in this proviso over the cost estimate at completion reported at
2303 the time of the most recent appropriation for the project. The appropriation shall not be
2304 expended or encumbered until all seven quarterly letters of notification for the biennium
2305 required by this proviso have been transmitted. For purposes of this proviso, capital
2306 projects exclude those capital projects that are ongoing programs without fixed
2307 substantial completion dates.

2308 The letters of notification shall include, but not be limited to:

2309 A. For projects where the most recent appropriation identified a cost estimate at
2310 completion of \$50,000,000 or more, an identification of all projects where the new cost
2311 estimate at completion has increased by more than fifteen percent from the previous
2312 estimate;

2313 B. For projects where the most recent appropriation identified a cost estimate at
2314 completion between \$25,000,000 and \$49,999,999, an identification of all projects where
2315 the new cost estimate at completion has increased by more than twenty percent from the
2316 previous estimate; and

2317 C. For all projects identified in subsections A. and B. of this proviso, the letter
2318 shall include an explanation of why the increases are projected. If there are no projects
2319 that meet these criteria in subsections A. and B. of this proviso, the letter shall state that.

2320 The executive should file a letter of notification quarterly, no later than forty-five
2321 days after the end of each quarter. Each letter of notifications shall be electronically filed

2322 with the clerk of the council, who shall retain an electronic copy and provide an
2323 electronic copy to all councilmembers, the council chief of staff, and the lead staff for the
2324 budget and fiscal management committee or its successor and the lead staff for the
2325 regional water quality committee or its successor. At least once in each year of the
2326 biennium, staff from the wastewater treatment division shall provide a briefing
2327 summarizing the information contained in the letters of notifications filed then to date to
2328 the budget and fiscal management committee and the regional water quality committee or
2329 their successor.

2330 P3 PROVIDED FURTHER THAT:

2331 Of this appropriation, \$500,000 shall not be expended or encumbered until the
2332 executive transmits an implementation plan for expanding the eligibility requirements for
2333 wastewater treatment division's payment plan program and a motion that should
2334 acknowledge receipt of the plan, and a motion acknowledging receipt of the plan is
2335 passed by council. The motion should reference the subject matter, the proviso's
2336 ordinance, ordinance section, and proviso number in both the title and body of the
2337 motion.

2338 The plan shall include, but not be limited to, the following:

2339 A. The estimated number of households and people that are eligible under the
2340 current payment plan program;

2341 B. The number of households and people assisted annually with payment plans in
2342 the years 2023, 2024 and 2025; and

2343 C.1. All of the following:

- 2344 a. the estimated number of households and people that would be assisted
2345 annually with payment plans under the proposed definitions of low-income, assuming the
2346 current rate of participation by eligible homeowners;
- 2347 b. a public outreach strategy to increase awareness of the current and expanded
2348 opportunities for payment plans;
- 2349 c. the estimated number of households that would be eligible for payment plan
2350 assistance based on the proposed definitions of low-income and assuming current
2351 outreach levels;
- 2352 d. the estimated number of households and people that would be assisted
2353 annually with the proposed definitions of low-income and assuming a new and enhanced
2354 outreach strategy to promote awareness about the program;
- 2355 e. the estimated total delayed revenue and the capacity charge impact of the
2356 proposed definitions of low-income and assuming a new and enhanced outreach strategy;
- 2357 f. proposed guidelines for the length of payment plans and grace periods which
2358 provide the maximum flexibility to capacity charge customers;
- 2359 g. an analysis of administrative costs and staffing requirements to implement an
2360 expanded program with the proposed definitions of low-income and that allows for the
2361 maximum flexibility; and
- 2362 h. an analysis of the option to allow customers to set up their own payment
2363 plans.
- 2364 2. The items in subsection C.1. of this proviso shall be considered using two
2365 scenarios:

2366 a. a definition of low income as those residents as those with an income at or
2367 below fifty percent of the area median income, as determined by the United States
2368 Department of Housing and Urban Development; and

2369 b. a definition of low income as those residents with an income at or below
2370 eighty percent of the area median income, as determined by the United States Department
2371 of Housing and Urban Development.

2372 The executive should electronically file the implementation plan and a motion
2373 required by this proviso by ~~((April 3))~~ October 1, 2026, with the clerk of the council, who
2374 shall retain an electronic copy and provide an electronic copy to all councilmembers, the
2375 council chief of staff, and the lead staff for the budget and fiscal management committee
2376 or its successor and the lead staff for the regional water quality committee or its
2377 successor.

2378 P4 PROVIDED FURTHER THAT:

2379 Of this appropriation, \$1,000,000 shall not be expended or encumbered until the
2380 executive includes in the annual report in support of the executive's recommended sewer
2381 rate, as required by K.C.C. 28.86.160, an analysis of a range of policy choices resulting in
2382 at least two rate options for 2027 in addition to the executive's recommended rate for
2383 2027. At least one of the rates included in the report should be based on identified policy
2384 options that should result in a proposed sewer rate that is at least two percent lower than
2385 the executive's proposed rate. All identified policy choices and the corresponding rate
2386 options shall describe the tradeoffs and associated risks and benefits of each policy
2387 choice and identify any adjustments that would be needed in the six-year capital
2388 improvement plan or proposed operating budget.

2412 Of this appropriation, \$1,068,096 shall be expended or encumbered solely to
2413 support a pilot of a downtown Seattle shuttle service during the summer months of 2027.

2414 ER3 EXPENDITURE RESTRICTION:

2415 Of this appropriation, \$1,000,000 shall be expended or encumbered solely to
2416 continue to operate the Juanita Metro Flex pilot, using the same boundaries and service
2417 profile provided as of October 1, 2025, or with adjustments to the boundaries(~~(, which in~~
2418 ~~no event shall exclude the Kenmore Park and Ride, or service profile if engagement~~
2419 ~~between the Metro transit department and local jurisdictional partners results in~~
2420 ~~adjustments that could improve the performance of the Juanita Metro Flex pilot, as~~
2421 ~~defined in the King County Metro Service Guidelines, as adopted by Ordinance 19367))~~
2422 or service profile if engagement between the Metro transit department and local
2423 jurisdictional partners results in adjustments that could improve the performance of the
2424 Juanita Metro Flex pilot, as defined in the King County Metro Service Guidelines via
2425 Ordinance 19367. Any changes to the Juanita Metro Flex pilot shall not result in the
2426 removal of Metro Flex service from the Kenmore Park & Ride.

2427 ER4 EXPENDITURE RESTRICTION:

2428 Of this appropriation, \$700,000 shall be expended or encumbered solely to staff,
2429 operate, maintain, and provide security for, the existing portable public restrooms at the
2430 Aurora Village transit center and the Burien transit center, consistent with the operations
2431 and service profile as of October 1, 2025.

2432 ER5 EXPENDITURE RESTRICTION:

2433 Of this appropriation, \$300,000 and 1.0 FTE shall be expended or encumbered
2434 solely for the purpose of supporting a full-time employee for a regional issues coordinator

2435 position at the Metro transit department. The regional issues coordinator position shall be
2436 responsible for coordinating the work of the Metro transit department on regional issues,
2437 including, but not limited, to: implementing the recommendations of the regional fare
2438 forum; planning for and implementing transit service during the 2026 FIFA World Cup
2439 events; coordinating with Sound Transit, the Seattle department of transportation, Sound
2440 Cities Association, and other municipal partners; and implementing the recommendations
2441 of the transit safety task force, including, but not limited to, advancing regional
2442 coordination through formal frameworks to align transit with outreach providers, housing
2443 and behavioral health services, and public safety partners, expanding nonenforcement
2444 outreach and diversion strategies to connect frequent riders in crisis to essential services
2445 including through prebooking diversion programs and expanded behavioral health
2446 response deployments, enhancing system safety and coordination by extending successful
2447 safety pilots and by improving data sharing and cross-system exclusion policies,
2448 embedding staff and rider feedback into ongoing safety planning, assessments, and rider
2449 education initiatives, and ensure interjurisdictional coordination related to transit safety
2450 task force recommendations.

2451 ER6 EXPENDITURE RESTRICTION:

2452 Of this appropriation, \$500,000 shall be expended or encumbered solely to procure
2453 consultant support to coordinate the implementation of the recommendations developed by
2454 the King County regional transit safety task force, including, but not limited to, convening
2455 and staffing a multijurisdictional implementation review group, assisting in the development
2456 and execution of deliverables, tracking milestones, developing reporting mechanisms, and
2457 engaging partner transit agencies and jurisdictions.

2458 ER7 EXPENDITURE RESTRICTION:

2459 Of this appropriation, up to \$2,400,000 to be expended or encumbered solely to
2460 contract with an entity to provide pre-booking diversion services, also referred to as law
2461 enforcement assisted diversion, to referrals received from the Metro transit police and the
2462 Metro transit department's behavioral health teams.

2463 ER8 EXPENDITURE RESTRICTION:

2464 Of this appropriation, \$50,000 shall be expended or encumbered solely for the
2465 human services agencies fare payment program established by K.C.C. 4A.700.210 to
2466 support making available \$25,000 of cash, or face, value of transit fare payment media
2467 for purchase at the sale price of ten percent of the cash, or face, value by North Helpline
2468 to assist low income residents in that agency's service area who need transit service for
2469 grocery needs resulting from the unexpected closure of the Fred Meyer store at 13000
2470 Lake City Way NE in Seattle; and making \$12,500 in total cash, or face, value transit fare
2471 payment media for purchase at the sale price of ten percent of the cash, or face, value by
2472 Kent Food Bank and Emergency Services and making \$12,500 in total cash, or face,
2473 value transit fare payment media for purchase at the sale price of ten percent of the cash,
2474 or face, value by Neighbor to Neighbor, both to assist low income residents in those
2475 agencies' service areas who need transit service for grocery needs resulting from the
2476 unexpected closure of the Fred Meyer store at 10201 SE 240th Street in Kent.

2477 ER9 EXPENDITURE RESTRICTION:

2478 Of this appropriation, \$400,000 shall be expended or encumbered solely for
2479 regional crisis response agency ("RCR") services at Metro transit department stops within
2480 the RCR service area, such as providing support to people experiencing a behavioral

2481 health crisis, coordinating with law enforcement to determine the best type of response to
2482 a person in crisis, or transporting a person experiencing a behavioral health crisis to a
2483 crisis care center.

2484 ER10 EXPENDITURE RESTRICTION:

2485 Of this appropriation, \$50,000 shall be expended or encumbered solely to prepare
2486 a sea-to-ski transit options report, which shall be an operational planning peer review and
2487 feasibility study exploring alternatives to driving alone to Snoqualmie pass in the winter.

2488 P1 PROVIDED THAT:

2489 Moneys restricted by Expenditure Restriction ER1 of this section shall not be
2490 expended or encumbered until the county has received a commitment for reimbursement
2491 from partners external to the county to provide no less than five hundred thousand dollars
2492 toward the downtown Seattle shuttle service.

2493 P2 PROVIDED FURTHER THAT:

2494 Moneys restricted by Expenditure Restriction ER2 of this section shall not be
2495 expended or encumbered until the county has received a commitment for reimbursement
2496 from partners external to the county to provide no less than \$640,000 towards the
2497 downtown Seattle shuttle service. The Metro transit department is encouraged to engage
2498 with potential funding partners, including, but not limited, to the Port of Seattle, the city
2499 of Seattle, and local businesses and organizations, to seek the reimbursement
2500 commitment to offer the downtown Seattle shuttle during the summer months of 2027.

2501 P3 PROVIDED FURTHER THAT:

2502 Of this appropriation, \$100,000 shall not be expended or encumbered until the
2503 executive transmits a future of RapidRide report and a motion that should acknowledge

2504 receipt of the report, and a motion acknowledging receipt of the report is passed by the
2505 council. The motion should reference the subject matter, the proviso's ordinance,
2506 ordinance section, and proviso number in both the title and body of the motion.

2507 A. Between 2010 and 2014, the Metro transit department opened six RapidRide
2508 bus rapid transit lines (routes A, B, C, D, E, and F), which included relatively modest
2509 capital investments for bus stations and speed and reliability improvements, averaging
2510 between eight and eighteen million dollars per route. The Metro Connects long-range
2511 plan, as adopted by Ordinance 18449 and updated by Ordinance 19367, called for a
2512 higher level of capital investments for future RapidRide lines. The RapidRide lines that
2513 have opened or are planned to open between 2023 and 2032, which are routes G, H, I, J,
2514 K, and R, have included more extensive capital investments, averaging between eighty
2515 and one hundred eighty million dollars per route. This higher level of capital investment
2516 has required more time, more outside funding, more interjurisdictional coordination and
2517 permitting, more environmental review, and more property acquisition than the first six
2518 RapidRide lines. As the executive prepares to transmit an update to the Metro Connects
2519 long-range plan in 2028, as required by Ordinance 19367, it is appropriate to include in
2520 the planning for that update an analysis of the future of RapidRide and how RapidRide
2521 and other very frequent bus service can most effectively be incorporated into the transit
2522 networks proposed for the future using a service-led planning approach that focuses on
2523 planning capital improvements to support service goals, with the aim of making travel
2524 faster, more coordinated, and more convenient for passengers.

2525 B. The future of RapidRide report required by this proviso shall include, but not
2526 be limited to:

- 2527 1. An update on the implementation of Metro Connects, as adopted by
2528 Ordinance 19367, including progress toward the interim network for transit service
2529 identified in the Metro Connects plan;
- 2530 2. An update on the planned opening dates, total capital cost estimates, and
2531 planned capital investments for the RapidRide K and R lines, including a description for
2532 each line's planned reductions in the project scope and the corresponding reduction in
2533 project budget, comparing the adopted 2025 capital improvement program set forth in
2534 Attachment A to Ordinance 19861 and specifically in fund 3641, project numbers
2535 1134292 for the K line and 1132326 for the R line, to the executive's proposed capital
2536 improvement program set forth in Attachment A to this ordinance;
- 2537 3. An analysis of potential changes to the transit priority model currently used
2538 by the Metro transit department to identify opportunities to use a service-led planning
2539 approach that would prioritize capital investments in RapidRide or other very frequent
2540 service based on their ability to enhance speed, coordination, and convenience for a broad
2541 range of passengers, and to evaluate how targeted infrastructure improvements
2542 implemented systemwide could support fast, frequent, and reliable service without
2543 requiring full-scale corridor redevelopment, and to quantify the potential time and budget
2544 savings that could be achieved by implementing a more flexible, service-driven
2545 investment strategy; and
- 2546 4. A proposal for the development of RapidRide and other very frequent service
2547 between 2033 and 2050, based on the prioritized tiers of candidate RapidRide lines
2548 identified in the RapidRide prioritization plan accepted by Motion 16659, and within the

2549 context of how a flexible, service-led approach to transit network planning could inform
2550 the 2028 update to the Metro Connects long-range plan.

2551 The executive should provide a progress briefing to the transit, economy, and
2552 environment committee or its successor by November 12, 2026. The executive should
2553 electronically file the report and a motion required by this proviso by (~~November 12,~~
2554 ~~2026~~) July 31, 2027, with the clerk of the council, who shall retain an electronic copy
2555 and provide an electronic copy to all councilmembers, the council chief of staff, and the
2556 lead staff for the transit, economy, and environment committee or its successor.

2557 P4 PROVIDED FURTHER THAT:

2558 Of this appropriation, \$50,000 shall not be expended or encumbered until the
2559 executive transmits an Access paratransit service update report. The report shall include,
2560 but not be limited, to:

2561 A. The contractor's compliance with contract terms, as defined in the existing
2562 Access paratransit service contract with MV Transportation, Inc. ("the contract");

2563 B. Performance metrics and trends for 2026, including, but not limited to the
2564 following, as defined in the contract:

- 2565 1. On-time performance;
- 2566 2. Pickup window, including early pickups, late pickups, and excessively late
2567 pickups;
- 2568 3. Missed trips;
- 2569 4. Drop-off window, including early drop-offs and late drop-offs;
- 2570 5. Onboard time and excessively long trips; and
- 2571 6. Will call;

2572 C. Areas of deficiency or improvement during 2026; and

2573 D. Potential service improvements or innovations, including information about

2574 the costs to implement these improvements or innovations.

2575 The executive should electronically file the report and a motion required by this

2576 proviso by March 31, 2027, with the clerk of the council, who shall retain an electronic

2577 copy and provide an electronic copy to all councilmembers, the council chief of staff, and

2578 the lead staff for the transit, economy, and environment committee, or its successor.

2579 P5 PROVIDED FURTHER THAT:

2580 Of this appropriation, \$50,000 shall not be expended or encumbered until the

2581 executive transmits a future of water taxi report.

2582 The future of water taxi report shall include, but not be limited to:

2583 A. An estimate of the total annual operating cost to continue to provide the

2584 current Friday evening and Saturday service, which is currently funded through a time-

2585 limited grant from the Washington state Legislature, set to end during this biennium, and

2586 to add sporting event service to the Vashon Island water taxi route similar to that

2587 currently provided on the West Seattle water taxi, for example, for Mariners, Sounders,

2588 and Seahawks games, including an estimate of any increase to the county ferry district

2589 property tax authorized by RCW 36.54.130 ("ferry district property tax") that might be

2590 needed to support these services and an identification of other sources of funding that

2591 could be sought to support these services;

2592 B. An estimate of the capital cost to procure and reinstall a single ticket vending

2593 machine at the West Seattle water taxi pier and an estimate of the annual operating and

2594 maintenance costs to operate the ticket vending machine, including an estimate of any

2595 increase to the ferry district property tax that might be needed to pay for the reinstallation
2596 and ongoing annual operating and maintenance costs, and identification of other sources
2597 of funding that could be sought to support procurement, installation, operations, and
2598 maintenance of the ticket vending machine; and

2599 C. An analysis of the potential for an expansion water taxi route that would
2600 operate between Vashon Island, Des Moines, and Pier 50 in Seattle, including, but not
2601 limited, to shoreside preliminary design, route planning, equipment specification,
2602 preliminary capital and operating budgets, timeline for next steps, an estimate of any
2603 increase to the ferry district property tax that would be needed to support the expansion
2604 route, other sources of funding that could be sought to support this expansion route, and
2605 other details necessary to prepare for implementation of the expansion route by the
2606 council.

2607 The executive should electronically file the report required by this proviso by
2608 ~~((August 20, 2026))~~ January 31, 2027, with the clerk of the council, who shall retain an
2609 electronic copy and provide an electronic copy to all councilmembers, the council chief
2610 of staff, and the lead staff for the transit, economy, and environment committee or its
2611 successor.

2612 P6 PROVIDED FURTHER THAT:

2613 Of this appropriation, \$250,000 shall not be expended or encumbered until the
2614 executive transmits a valley cities connections report and a motion that should
2615 acknowledge receipt of the report, and a motion acknowledging receipt of the report is
2616 passed by the council. The motion should reference the subject matter, the proviso's

2617 ordinance, ordinance section, and proviso number in both the title and body of the
2618 motion.

2619 The valley cities connections report shall include, but not be limited to, the
2620 following:

2621 A. A summary of the existing transit service provided in the cities in the
2622 Snoqualmie valley, including Carnation, North Bend, Snoqualmie, Preston, Fall City, and
2623 Duvall, including, but not limited, to:

2624 1. The types of services offered, including the origin, destination, span, and
2625 frequency of each existing transit route or service;

2626 2. An estimate of average weekday boarding for each existing transit route or
2627 service;

2628 3. The provider for each existing transit route or service; and

2629 4. The annual number of service hours and cost for each existing transit route or
2630 service; and

2631 B. A recommendation for transit service between Carnation and one of the Link
2632 light rail stations in Redmond, including, but not limited, to:

2633 1. The proposed route, stop locations, span, and frequency of the recommended
2634 transit service, and information on how the recommended transit service would facilitate
2635 connections between Carnation and other cities in the Snoqualmie Valley, as well as to
2636 Link light rail;

2637 2. The annual number of service hours and cost that would be needed to
2638 implement the recommended transit service;

2639 3. The type of transit service that is recommended and whether the service is
2640 proposed to be operated by the Metro transit department or by a contractor;

2641 4. The engagement the Metro transit department has undertaken with local
2642 jurisdictions and Snoqualmie Valley Transit;

2643 5. The next steps that would be required to implement the recommended transit
2644 service; and

2645 6. A timeline to implement the recommended service.

2646 The executive should electronically file the report and a motion required by this
2647 proviso by January 28, 2027, with the clerk of the council, who shall retain an electronic
2648 copy and provide an electronic copy to all councilmembers, the council chief of staff, and
2649 the lead staff for the transit, economy, and environment committee or its successor.

2650 P7 PROVIDED FURTHER THAT:

2651 Of this appropriation, \$100,000 shall not be expended or encumbered until the
2652 executive transmits a ~~((preliminary and a final transit))~~ funding needs report and
2653 motion~~((s))~~ that should acknowledge receipt of the ~~((preliminary and final))~~ report~~((s))~~,
2654 and motions acknowledging receipt of the ~~((preliminary and final))~~ report~~((s))~~ are passed
2655 by the council. Each motion should reference the subject matter, the proviso's ordinance,
2656 ordinance section, and proviso number in both the title and body of the motion. The
2657 \$100,000 shall not be released until~~((both motions are))~~ the motion is passed by the
2658 council.

2659 The ~~((preliminary and final))~~ transit funding needs report~~((s))~~ shall include, but
2660 not be limited to:

2661 A. An estimate of the Metro transit department's 2028-2029, 2030-2031, and
2662 2032-2033 biennium total reserve levels, defined as the sum of the individual reserves
2663 and designations in the reserves category of the public transportation fund, which are
2664 expected to be below the level required in the King County comprehensive fund
2665 management policies adopted through Motion 15250 and the fund management policies
2666 for the public transportation fund adopted through Ordinance 19863, including, but not
2667 limited to, information on:

- 2668 1. Potential impacts to the Metro transit department's operating budget,
2669 including, but not limited to, transit service, staffing, or operating procedures; and
- 2670 2. Potential impacts to the Metro transit department's infrastructure capital fund
2671 or revenue fleet fund, including, but not limited to, reducing, reprioritizing, modifying, or
2672 delaying planned capital investments or planned fleet purchases;

2673 B. A description of the Metro transit department's operational and capital funding
2674 needs, including, but not limited, to the funding needed to:

- 2675 1. Provide transit service in accordance with the King County Metro Service
2676 Guidelines adopted through Ordinance 19367;
- 2677 2. Strengthen the Metro transit department's operational capacity through efforts
2678 to recruit, train, and retain employees;
- 2679 3. Implement the Metro Connects long-range plan adopted through Ordinance
2680 19367;
- 2681 4. Reduce greenhouse gas emissions through transit use and by continuing the
2682 transition to a zero-emission revenue bus fleet; and

2683 5. Implement the recommendations of the King County regional transit safety
2684 task force in coordination with regional partners to ensure the safety and security of
2685 Metro transit department employees and passengers; and

2686 C. A description of the possible funding sources that could be used to address the
2687 funding needs identified in subsection B. of this proviso, with annual estimates of the
2688 amount of revenue that could be generated, from King County, from the King County
2689 transportation district either through councilmanic or voter-approved funding sources,
2690 from debt financing, and from other sources.

2691 The executive should give a briefing to the transit, economy, and environment
2692 committee or its successor by May 31, 2026. The executive should electronically file the
2693 ~~((preliminary report and motion required by this proviso by April 16, 2026, and the~~
2694 ~~final))~~ report and motion required by this proviso by September 3, 2026, with the clerk of
2695 the council, who shall retain an electronic copy and provide an electronic copy to all
2696 councilmembers, the council chief of staff, and the lead staff for the transit, economy, and
2697 environment committee or its successor.

2698 P8 PROVIDED FURTHER THAT:

2699 Moneys restricted by Expenditure Restriction ER7 of this section shall not be
2700 expended or encumbered until the executive transmits a letter identifying the contracting
2701 method, including but not limited to invitation to bid, request for proposals and direct
2702 negotiations, the executive will employ to receive pre-booking diversion services of
2703 referrals received from the Metro transit police and the Metro transit department's
2704 behavioral health teams. The executive should electronically file the letter with the clerk
2705 of the council, who shall retain an electronic copy and provide an electronic copy to all

2706 councilmembers, the council chief of staff, and the lead staff for the law and justice
2707 committee or its successor.

2708 P9 PROVIDED FURTHER THAT:

2709 Of this appropriation, \$100,000 shall not be expended or encumbered until the
2710 executive transmits a bus route security report and a motion that should acknowledge
2711 receipt of the report, and a motion acknowledging receipt of the report is passed by the
2712 council. The motion should reference the subject matter, the proviso's ordinance,
2713 ordinance section, and proviso number in both the title and body of the motion.

2714 The bus route security report shall include, but not be limited to:

2715 A. A description of how the Metro transit department is deploying contracted
2716 transit security officers, including fare enforcement officers, on-board bus coaches on
2717 routes experiencing higher levels of security incidents, including, but not limited to, the
2718 RapidRide A and E lines, with information including, but not limited, to the following:

2719 1. How routes are selected for onboard deployment of transit security officers,
2720 including fare enforcement officers;

2721 2. Sample schedules for transit security officer deployment on board bus
2722 coaches, including the average percentage of daily runs in a route for which transit
2723 security officers, including fare enforcement officers; and

2724 3. What standards or best practices the Metro transit department uses to deploy
2725 transit security officers, including fare enforcement officers, on board bus coaches to
2726 improve employee and passenger safety, deter crime, and promote a sense of security, as
2727 opposed to a sense of excessive security presence that could make passengers feel
2728 profiled or insecure;

2729 B. A description of other strategies the Metro transit department is employing on
2730 board bus coaches to increase the safety and security of passengers and operators; and

2731 C. How incident trends on individual routes are monitored over time, and how
2732 the Metro transit department is using data about security incidents, best practices from
2733 other transit agencies, and innovative approaches to adjust safety and security measures
2734 in response to incident trends.

2735 The executive should electronically file the report and a motion required by this
2736 proviso by (~~March 26~~) September 30, 2026, with the clerk of the council, who shall
2737 retain an electronic copy and provide an electronic copy to all councilmembers, the
2738 council chief of staff, and the lead staff for the transit, economy, and environment
2739 committee or its successor.

2740 P10 PROVIDED FURTHER THAT:

2741 Of this appropriation, \$100,000 shall not be expended or encumbered until the
2742 executive transmits a cashless fare engagement report and a motion that should
2743 acknowledge receipt of the report, and a motion acknowledging receipt of the report is
2744 passed by the council. The motion should reference the subject matter, the proviso's
2745 ordinance, ordinance section, and proviso number in both the title and body of the
2746 motion.

2747 The cashless fare engagement report shall include, but not be limited to, the
2748 following:

2749 A. A summary of the engagement efforts the Metro transit department has taken
2750 to ensure that transit riders who may face barriers to a cashless transition are prepared for

2751 the proposed transition to a system in which cash fares are no longer accepted on board
2752 buses, including, but not limited, to:

2753 1. Outreach to seniors, particularly those living independently, to provide,
2754 promote, and educate on the use of the regional reduced fare permit ORCA card that
2755 offers reduced fares for seniors and people with disabilities;

2756 2. Outreach to low-income people to provide, promote, and educate on the use
2757 of the ORCA LIFT low-income fare card that offers reduced fares for people with
2758 incomes at or below two hundred percent of the federal poverty level;

2759 3. Multilingual outreach to multilingual communities, including coordination
2760 with community-based organizations to provide, promote, and educate on income- and
2761 age-appropriate ORCA fare cards; and

2762 4. Coordination with human services agencies that purchase fare payment media
2763 from the Metro transit department under the program authorized at K.C.C. 4A.700.210 on
2764 alternative fare media for that program; and

2765 B. An update on the proposed timeline to a system in which cash fares are no
2766 longer accepted on board buses, including the specific achievements the Metro transit
2767 department plans to complete prior to presenting a formal proposal to the King County
2768 council, which could include an open payment system using mobile phone wallets to pay
2769 fares rather than requiring an ORCA fare card, developing virtual ORCA cards that can
2770 be installed on mobile phones, expanding the ORCA retail network to provide more
2771 locations where transit riders without access to the internet can add value to a fare card,
2772 and installing ticket vending machines where transit riders can purchase bus passes .

2773 The executive should electronically file the report and a motion required by this
2774 proviso by July 30, 2026, with the clerk of the council, who shall retain an electronic
2775 copy and provide an electronic copy to all councilmembers, the council chief of staff, and
2776 the lead staff for the transit, economy, and environment committee, or its successor.

2777 P11 PROVIDED FURTHER THAT:

2778 Of this appropriation, \$100,000 shall not be expended or encumbered until the
2779 executive transmits a waterfront and northwest Belltown post-construction transit report
2780 and a motion that should acknowledge receipt of the report, and a motion acknowledging
2781 receipt of the report is passed by the council. The motion should reference the subject
2782 matter, the proviso's ordinance, ordinance section, and proviso number in both the title
2783 and body of the motion.

2784 The waterfront and northwest Belltown post-construction transit report shall
2785 include, but not be limited to:

2786 A. A summary of the potential concepts for transit service along the waterfront
2787 and in northwest Belltown ("study area") that were identified in the waterfront and
2788 northwest Belltown transit study update report, which was completed in 2024 ("2024
2789 study"), and which the council acknowledged by Motion 16599; and

2790 B. A summary of options and recommendations from the Metro transit
2791 department for improving transit service in the study area following the completion of the
2792 construction projects in the study area, including, but not limited to, implementation of
2793 any of the potential concepts that were identified in the 2024 study, potential new route
2794 alignments, seasonal shuttle service, and other public transportation options that can

2795 address multiple goals, including travel by residents, employees, and visitors, as well as a
2796 summary of partnership opportunities for transit service improvements.

2797 The executive should electronically file the report and a motion required by this
2798 proviso by February 25, 2027, with the clerk of the council, who shall retain an electronic
2799 copy and provide an electronic copy to all councilmembers, the council chief of staff, and
2800 the lead staff for the transit, economy, and environment committee or its successor.

2801 P12 PROVIDED FURTHER THAT:

2802 Of this appropriation, \$100,000 shall not be expended or encumbered until the
2803 executive transmits a Fort Lawton transit service planning report and a motion that
2804 should acknowledge receipt of the report, and a motion acknowledging receipt of the
2805 report is passed by the council. The motion should reference the subject matter, the
2806 proviso's ordinance, ordinance section, and proviso number in both the title and body of
2807 the motion.

2808 A. The city of Seattle is working to redevelop the site of the former Fort Lawton
2809 in Magnolia, which is bordered by West Lawton Street to the north, 36th Avenue West to
2810 the east, West Government Way to the south, and Discovery Park to the west, with up to
2811 five hundred affordable housing units.

2812 B. The Fort Lawton transit service planning report required by this proviso shall
2813 include, but not be limited to:

2814 1. An analysis of how existing or planned future fixed-route transit service
2815 could serve the residential development planned for Fort Lawton, including information
2816 about how Fort Lawton will be incorporated into the 2028 update to the Metro Connects
2817 long-range plan that is required by Ordinance 19367; and

2818 2. An analysis of how flexible mobility services could be implemented to serve
2819 the residential development planned for Fort Lawton, including opportunities for flexible
2820 mobility services to connect residents to existing fixed-route transit services and to the
2821 planned, future Sound Transit Interbay station.

2822 The executive should electronically file the report and a motion required by this
2823 proviso by June 24, 2027, with the clerk of the council, who shall retain an electronic
2824 copy and provide an electronic copy to all councilmembers, the council chief of staff, and
2825 the lead staff for the transit, economy, and environment committee or its successor.

2826 P13 PROVIDED FURTHER THAT:

2827 Of this appropriation, \$50,000 shall not be expended or encumbered until the
2828 executive transmits a sea-to-ski transit options report as required by Expenditure
2829 Restriction ER10 of this section and a motion that should acknowledge receipt of the
2830 report, and a motion acknowledging receipt of the report is passed by the council. The
2831 motion should reference the subject matter, the proviso's ordinance number, ordinance
2832 section and proviso number in both the title and body of the motion.

2833 The sea-to-ski transit options report shall include, but not be limited to:

2834 A. A review of up to five peer transit agencies that operate winter recreation
2835 transit services, including, but not limited to information on:

- 2836 1. Operational design issues, including routes, span, and frequency;
- 2837 2. Strategies for complying with Americans with Disabilities Act paratransit
2838 requirements;
- 2839 3. Strategies to address winter weather conditions; and
- 2840 4. Fleet, facility, and equipment needs;

2841 B. A description of the engagement the Metro transit department has conducted
2842 to inform the design of potential transit options to serve Snoqualmie pass, including, but
2843 not limited, to engagement with:

- 2844 1. Summit at Snoqualmie;
- 2845 2. Snoqualmie Pass Community Association;
- 2846 3. City of Seattle;
- 2847 4. Sound Cities Association; and
- 2848 5. Potential funding partners; and

2849 C. A feasibility analysis for transit service options to Snoqualmie pass in the
2850 winter, including, but not limited, to information on:

- 2851 1. Potential service design, including route, span, and frequency;
- 2852 2. Estimated capital cost for fleet, facilities, and equipment;
- 2853 3. Estimated annual operating cost; and
- 2854 4. Potential funding partners.

2855 The executive should electronically file the report and motion required by this
2856 proviso no later than November 19, 2026, with the clerk of the council, who shall retain
2857 an electronic copy and provide an electronic copy to all councilmembers, the council
2858 chief of staff and the lead staff for the transportation, economy, and environment
2859 committee or its successor.

2860 P14 PROVIDED FURTHER THAT:

2861 Of this appropriation, \$100,000 shall not be expended or encumbered until the
2862 executive transmits an East Link Connections transit gap service analysis report and a
2863 motion acknowledging receipt of the report, and a motion acknowledging receipt of the

2864 report is passed by the council. The motion should reference the subject matter, the
2865 proviso's ordinance number, ordinance section and proviso number in both the title and
2866 body of the motion.

2867 The East Link Connections transit gap service analysis report shall use the
2868 extensive analysis and community outreach information collected by the Metro transit
2869 department as part of its East Link Connections Mobility Project, as well as additional
2870 information as needed, to identify potential solutions to the transit service gaps in the
2871 Woodridge, Bel-Red, and Crossroads neighborhoods of Bellevue that were created by the
2872 East Link Connections Mobility Project approved by Ordinance 19899, specifically by
2873 the changes that were made to routes 226 and 240 and by the elimination of route 246, by
2874 including:

2875 A. A summary of potential changes to routes 226 or 240 that could restore
2876 services to Richards Road, such as infrastructure investments, routing changes, speed and
2877 reliability improvements, bus stop consolidation, and changed route terminus locations;
2878 and

2879 B. A description of flexible service pilots that could be implemented or expanded
2880 in the Woodridge, Bel-Red, and Crossroads neighborhoods in Bellevue to provide
2881 connections to frequent transit service.

2882 The executive should electronically file the report and motion required by this
2883 proviso no later than ~~((February 19))~~ April 22, 2026, with the clerk of the council, who
2884 shall retain an electronic copy and provide an electronic copy to all councilmembers, the
2885 council chief of staff and the lead staff for the transportation, economy, and environment
2886 committee or its successor.

2910 3740 COUNTY HOSPITAL CAPITAL (\$97,000,000)

2911 SECTION 81. The council directs that section 80 of this ordinance takes effect

2912 before section 82 of this ordinance.

2913 SECTION 82. Ordinance 20023, Section 132, as amended, is hereby amended to

2914 read as follows:

2915 From the several capital improvement project funds there are hereby appropriated

2916 and authorized to be disbursed the following amounts for the specific projects identified

2917 in Attachment A to this ordinance (Proposed Ordinance 2026-XXXX).

2918 Ordinance 20023, Section 132, as amended, is hereby amended to read as follows:

2919	Fund	Fund Name	2026-2027
2920	3151	CONSERVATION FUTURES	\$0
2921	3160	PARKS RECREATION AND OPEN SPACE	(\$11,300,000)
2922	3280	GENERAL FUND TECHNOLOGY CAPITAL	(\$2,147,600)
2923	3421	MAJOR MAINTENANCE RESERVE	\$5,250,844
2924	3581	PARKS CAPITAL	\$6,100,000
2925	3642	TRANSIT REVENUE FLEET CAPITAL	\$164,037,431
2926	3681	REAL ESTATE EXCISE TAX, NUMBER 1	\$0
2927	3682	REAL ESTATE EXCISE TAX, NUMBER 2	\$0
2928	3740	COUNTY HOSPITAL CAPITAL	\$122,063,241
2929	3781	DEPARTMENT OF INFORMATIONAL TECHNOLOGY CAPITAL	\$868,245
2930	3855	COUNTY ROAD MAJOR MAINTENANCE	\$9,028,500
2931	3951	BUILDING REPAIR AND REPLACEMENT	\$11,567,480
2932		TOTAL CAPITAL IMPROVEMENT PROGRAM	\$208,368,141

2933 ER1 EXPENDITURE RESTRICTION

2934 Of the appropriation to parks capital, \$5,000,000 shall be expended or
2935 encumbered solely for a new capital project to acquire parcel number 1923069026 for
2936 parks or open space purposes. The parks and recreation division shall work with the
2937 King County Flood Control District to identify other funding sources to supplement this
2938 appropriation and complete the acquisition.

2939 ER2 EXPENDITURE RESTRICTION:

2940 Of the appropriation to parks capital for the following capital projects, the
2941 following amounts shall not be expended or encumbered until the executive transmits the
2942 report and ordinance required by section 94, Proviso P4, of this ordinance, and an
2943 ordinance is approved by the council:

2944	Ballfield Access & Preservation Grant 1150283	\$3,889,891
2945	Healthy Communities & Parks Grant 1150282	\$9,900,000
2946	Pools Capital Grant 1137314	\$15,180,000

2947 ER3 EXPENDITURE RESTRICTION:

2948 Of the appropriation to parks capital, \$1,649,988 shall be expended or
2949 encumbered solely to contract with the following eligible entities for the King County
2950 council climate resilience grants. The minimum grant award shall be \$5,000:

2951	Black Farmers Collective	\$15,000
2952	Center of Success Abu Bakr Islamic Center – Outdoor education	\$30,000
2953	City of Lake Forest Park – Blue Heron Park Project	\$10,000
2954	City of Renton	\$10,000
2955	Council District 1 Organizations 2026	\$56,666

Ordinance

2956	Council District 1 Organizations 2027	\$91,666
2957	Council District 2 Organizations 2027	\$91,666
2958	Council District 3 Organizations 2026	\$91,666
2959	Council District 3 Organizations 2027	\$91,666
2960	Council District 4 Organizations 2026	\$91,666
2961	Council District 4 Organizations 2027	\$91,666
2962	Council District 5 Organizations 2027	\$91,666
2963	Council District 6 Organizations 2026	\$91,666
2964	Council District 6 Organizations 2027	\$91,666
2965	Council District 7 Organizations 2026	\$91,666
2966	Council District 7 Organizations 2027	\$91,666
2967	Council District 8 Organizations 2026	\$41,666
2968	Council District 8 Organizations 2027	\$91,666
2969	Council District 9 Organizations 2026	\$71,666
2970	Council District 9 Organizations 2027	\$91,666
2971	Duwamish River Cleanup Coalition	\$50,000
2972	Enumclaw Expo Center	\$10,000
2973	Environmental Rotary Club of Puget Sound	\$5,000
2974	Foster High School – Tukwila School District	\$16,666
2975	Gilliam Creek - Salmon bearing stream restoration (WRIA 9)	\$15,000
2976	Lake Forest Park Climate Hub	\$20,000
2977	Living Well Kent	\$15,000
2978	Terrebonne Farms	\$91,666

2979 TOTAL \$1,649,988

2980 Selection of organizations by council districts shall be by future amendment of
2981 this section.

2982 ER4 EXPENDITURE RESTRICTION:

2983 Of this appropriation for capital project 1130313, the civic campus planning
2984 project, \$500,000 shall be expended or encumbered solely for the purpose of retaining a
2985 consultant to assist the county in advancing the civic campus planning project by
2986 performing owner's representative functions, including, but not limited to, overseeing and
2987 advising throughout the design and construction phases of the project, including the
2988 preparation and management of requests for qualifications, requests for information, and
2989 requests for proposals. Councilmembers who have represented the council on the civic
2990 campus planning committee and the civic campus planning initiative government partners
2991 table or their designees shall be invited by the executive to participate in the selection
2992 process of the consultant.

2993 ER5 EXPENDITURE RESTRICTION:

2994 Of the appropriation for capital project 1150603, Grass to Synthetic Turf
2995 Conversion, \$1,000,000 shall be expended or encumbered solely for turf conversion at
2996 the Federal Way National Little League site.

2997 P1 PROVIDED THAT:

2998 Of this appropriation for general fund technology capital, for capital project
2999 1148394, King County sheriff's office computer aided dispatch system replacement,
3000 \$4,000,000 shall not be expended or encumbered until the executive transmits a letter

3001 confirming the selected computer aided dispatch replacement system has the capability to
3002 capture and log demographic data, including race.

3003 The executive should electronically file the letter required by this proviso before
3004 the final system solution is selected with the clerk of the council, who shall retain an
3005 electronic copy and provide an electronic copy to all councilmembers, the council chief
3006 of staff, and the lead staff for the law and justice committee or its successor.

3007 P2 PROVIDED FURTHER THAT:

3008 Of the appropriation to parks capital, \$100,000 shall not be expended or
3009 encumbered until the executive transmits a Soos Creek trail funding report to the
3010 transportation, economy, and environment committee or its successor. The report shall
3011 include, but not be limited to:

3012 A. Analysis of the items in subsection B. of this proviso for each of the following
3013 Soos Creek trail segments:

- 3014 1. North extension phase 5B, southeast one hundred seventy-eighth street to
3015 southeast one hundred seventy-third place;
- 3016 2. Connection to East Hill North Community Park;
- 3017 3. Connection to Lake Meridian Park; and
- 3018 4. South Extension;

3019 B.1. The estimated dollar amount needed to complete:

- 3020 a. design; and
- 3021 b. construction;
- 3022 2. Potential funding sources, including parks levy underspend from projects
3023 outside of opportunity areas; and

3024 3. An estimated timeline to complete:

3025 a. design; and

3026 b. construction.

3027 The executive should electronically file the report required by this proviso by

3028 ~~((June 30))~~ December 31, 2026, with the clerk of the council, who shall retain an

3029 electronic copy and provide an electronic copy to all councilmembers, the council chief

3030 of staff, and the lead staff for the transportation, economy, and environment committee or

3031 its successor.

3032 P3 PROVIDED FURTHER THAT:

3033 Of the appropriation for capital project 1134066, Regional Wastewater Services

3034 Plan (RWSP) Update, \$7,382,000 shall not be expended or encumbered until the council

3035 passes the motion required by section 115, Proviso P1, of this ordinance.

3036 P4 PROVIDED FURTHER THAT:

3037 Of this appropriation for capital project 1033498, no more than \$10,000,000 shall

3038 be expended or encumbered on the northeast recycling and transfer station project until

3039 the executive transmits a northeast recycling and transfer station cost analysis and a

3040 motion that should acknowledge receipt of the northeast recycling and transfer station

3041 cost analysis, and a motion acknowledging receipt of the northeast recycling and transfer

3042 station cost and operational analysis is passed by the council. The motion should

3043 reference the subject matter, the proviso's ordinance, ordinance section, and proviso

3044 number in both the title and body of the motion.

3045 The cost and operational analysis shall identify:

3046 A. The estimated costs and schedule associated with Alternative 1A;

3047 B. The estimated costs and schedule associated with Alternative 1B;

3048 C. The operational implications during site redevelopment of each option and a
3049 plan to continue collections if 1A is selected; and

3050 D. A comprehensive listing of the potential mitigation measures associated with
3051 Alternative 1A and Alternative 1B and estimated potential costs for each measure.

3052 The executive should electronically file the northeast recycling and transfer
3053 station cost analysis and a motion required by this proviso by October 1, 2026, with the
3054 clerk of the council, who shall retain an electronic copy and provide an electronic copy to
3055 all councilmembers, the council chief of staff, and the lead staff for the transportation,
3056 economy, and environment committee or its successor.

3057 P5 PROVIDED FURTHER THAT:

3058 Of this appropriation for Harborview Medical Center capital program 2020
3059 proposition 1, \$219,720,655 shall not be expended or encumbered for any use or purpose
3060 related to the building located at 1145 Broadway in Seattle, that is subject to a purchase
3061 and sale agreement between the county and Guntower Capital LLC ("the Broadway
3062 Facility"), until the executive transmits a letter to the council, and the council approves a
3063 motion acknowledging receipt of the letter, describing: (a) those agreements to occupy
3064 space, including, but not limited to, leases, use agreements, or licenses that the executive
3065 intends the county to enter into as the lessor of space at the Broadway Facility; or (b) the
3066 county's use of space. However, in either respect of (a) or (b) of this proviso, the use
3067 must be in support of the capital improvement construction projects financed with
3068 proceeds from the 2020 Proposition 1 general obligation bonds. The letter shall include,
3069 but not be limited to, a description of the proposed uses, expected lessees, agreement

3070 duration, and type, location, and amount of space for each potential agreement to occupy
3071 space. Proposed uses may include, but are not limited to, temporarily moving programs
3072 and services from the Harborview Medical Center during construction of the new bed
3073 tower or other the capital improvement construction projects financed with proceeds from
3074 the 2020 Proposition 1 general obligation bonds, providing medical center employee and
3075 parking for the public visiting the medical center displaced at the medical center during
3076 construction of the bed tower or other the capital improvement construction projects
3077 financed with proceeds from the 2020 Proposition 1 general obligation bonds. The letter
3078 should also detail the use of space that may be used by county staff in support of the
3079 planning, design, and construction of the bed tower or any other the capital projects
3080 supported with proceeds from the 2020 Proposition 1 general obligation bonds, including
3081 duration of use, and type, location, and amount of space.

3082 The executive shall electronically file the letter and motion required by this
3083 proviso with the clerk of the council, who shall retain an electronic copy and provide an
3084 electronic copy to all councilmembers, the council chief of staff, and the lead staff for the
3085 committee of the whole or its successor.

3086 P6 PROVIDED FURTHER THAT:

3087 Of this appropriation for Harborview Medical Center capital program 2020
3088 proposition 1, \$500,000 shall not be expended or encumbered until the executive
3089 transmits a letter providing information about the updated cost analysis for the new tower
3090 construction capital project #1141052.

3091 The letter shall include, but not be limited to:

3092 A. An executive summary of the revised cost estimate developed during the
3093 validation phase to define the scope of the project; and

3094 B. A copy of the revised cost estimate.

3095 The executive shall electronically file the letter required by this proviso with the
3096 clerk of the council, who shall retain an electronic copy and provide an electronic copy to
3097 all councilmembers, the council chief of staff, and the lead staff for the committee of the
3098 whole or its successor.

3099 P7 PROVIDED FURTHER THAT:

3100 Of this appropriation for county hospital capital, \$97,000,000 shall not be
3101 expended or encumbered until the executive transmits a plan for the selected parking
3102 garage project to address parking issues at Harborview Medical Center and a motion that
3103 should acknowledge receipt of the plan, and a motion acknowledging receipt of the plan
3104 is passed by the council. The motion should reference the subject matter, the proviso's
3105 ordinance, ordinance section, and proviso number in both the title and body of the
3106 motion.

3107 The plan shall include, but not be limited to:

3108 A. Description of the engagement process with University of Washington, the
3109 Harborview board of trustees, and the Harborview Medical Center administration to
3110 identify the plan;

3111 B. How parking revenue was factored into the analysis to determine which
3112 parking solution to select; and

3113 C. A timeline for the design and construction of the parking garage project.

3114 The executive should electronically file the plan and a motion required by this
3115 proviso by (~~March 30~~) June 30, 2026, with the clerk of the council, who shall retain an
3116 electronic copy and provide an electronic copy to all councilmembers, the council chief
3117 of staff, and the lead staff for the committee of the whole or its successor.

3118 SECTION 83. Attachment A to this ordinance hereby amends Attachment A to
3119 Ordinance 20023, as amended, by adding thereto and inserting therein the projects listed
3120 in Attachment A to this ordinance.

3121 NEW SECTION. SECTION 84. There is hereby added to Ordinance 20023 a
3122 new section to read as follows:

3123 GENERAL FUND TRANSFER TO DEPARTMENT OF EXECUTIVE
3124 SERVICES CAPITAL IMPROVEMENT PROGRAM - From the general fund there is
3125 hereby appropriated to:

3126 General fund transfer to department of executive services capital improvement
3127 program \$4,827,000

3128 SECTION 85. The following are hereby repealed:

- 3129 A. Ordinance 20023, Section 17, as amended;
- 3130 B. Ordinance 20023, Section 18, as amended;
- 3131 C. Ordinance 20023, Section 19, as amended;
- 3132 D. Ordinance 20023, Section 20, as amended;

- 3133 E. Ordinance 20023, Section 27, as amended; and
- 3134 F. Ordinance 20023, Section 28, as amended

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

Sarah Perry, Chair

ATTEST:

Melani Pedroza, Clerk of the Council

APPROVED this ____ day of _____, _____.

Girmay Zahilay, County Executive

Attachments: A. C2026-2027 Capital Improvement Program 03-25-2026

Attachment A Capital Improvement Program dated 3/25/2026

Budget: 2026 1st Omnibus, Scenario: Executive Proposed, Agency: All, Fund: All, Cap Status: Approved, Is IT Proj? Both Yes and No

2026 1st Omnibus - Executive Proposed

3151 CONSERVATION FUTURES SUBFUND							
Project Number	Project Name Class Code	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget
1116259	Seattle - Kubota Green Additions STANDALONE			(\$200,000)	\$0	\$0	(\$200,000)
1122040	Seattle - South Park Plaza STANDALONE			(\$354,853)	\$0	\$0	(\$354,853)
1132070	Kent - McSorley Creek Wetland STANDALONE			(\$20,399)	\$0	\$0	(\$20,399)
1132071	Seattle - Broadview-Bitter Lake Open Space STANDALONE			(\$250,000)	\$0	\$0	(\$250,000)
1132072	Non Profit - Urban Homestead Foundation Dakota Homestead 25 STANDALONE			(\$693,750)	\$0	\$0	(\$693,750)
1141596	Algona - Wetland Preserve (Match Waiver) STANDALONE			\$25,000	\$0	\$0	\$25,000
1143688	Seattle - Taylor Creek Headwaters STANDALONE			(\$34,206)	\$0	\$0	(\$34,206)
1145683	Covington - Jenkins Creek Open Space 25 STANDALONE			\$25,000	\$0	\$0	\$25,000
1145687	Normandy Park - Hall Property Acquisition on Miller Creek 25 STANDALONE			\$36,331	\$0	\$0	\$36,331
1145689	Sammamish - Landa Property 25 STANDALONE			(\$108,386)	\$0	\$0	(\$108,386)
1145694	Seattle - Thornton Confluence Natural Area Expansion 25 STANDALONE			(\$111,306)	\$0	\$0	(\$111,306)
1145700	Non Profit - Viva Farms Land To Grow, Underserved Farmers (Match Waiver) STANDALONE			\$200,000	\$0	\$0	\$200,000
1147369	Shoreline - Rotary Park Acquisition 1 25 STANDALONE			\$125,000	\$0	\$0	\$125,000
1147986	Shoreline - Hillwood Park West Acquisition 25 STANDALONE			(\$539)	\$0	\$0	(\$539)

Attachment A Capital Improvement Program dated 3/25/2026

Budget: 2026 1st Omnibus, Scenario: Executive Proposed, Agency: All, Fund: All, Cap Status: Approved, Is IT Proj? Both Yes and No

2026 1st Omnibus - Executive Proposed

Project Number	Project Name	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget
1148004	King County - Snoqualmie Corridor Enhancement 25 STANDALONE			(\$28,999)	\$0	\$0	(\$28,999)
1150370	Vashon Marine Shorelines- Vashon Land Trust STANDALONE			\$25,000	\$0	\$0	\$25,000
1150430	Vashon Marine Shorelines - Vashon Land Trust SSC STANDALONE			\$18,750	\$0	\$0	\$18,750
1151304	Soos Creek Botanical Garden STANDALONE			\$200,000	\$0	\$0	\$200,000
1151305	Jenkins Creek Open Space - SSC award STANDALONE			\$51,000	\$0	\$0	\$51,000
1151307	Duwamish River Shoreline Acq: Silver Bay award STANDALONE			\$500,000	\$0	\$0	\$500,000
1151308	Dakota Homestead - acquisition award STANDALONE			\$100,000	\$0	\$0	\$100,000
1151309	Dakota Homestead - SSC award STANDALONE			\$22,500	\$0	\$0	\$22,500
1151310	Wakulima Farm - SSC award STANDALONE			\$310,000	\$0	\$0	\$310,000
1151311	Deutsch Urban Farm STANDALONE			\$138,857	\$0	\$0	\$138,857
1151312	Pinnacle Peak Park STANDALONE			\$25,000	\$0	\$0	\$25,000
3151 - CONSERVATION FUTURES SUBFUND		Total		\$0	\$0	\$0	\$0

3160 PARKS RECREATION AND OPEN SPACE

Project Number	Project Name	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget
1142115	Emergent Need Contingency - Fund 3160 ADMIN			(\$1,000,000)	\$0	\$0	(\$1,000,000)
1143726	Marymoor Park Expansion Acquisition STANDALONE			(\$4,400,000)	\$0	\$0	(\$4,400,000)

Attachment A Capital Improvement Program dated 3/25/2026

Budget: 2026 1st Omnibus, Scenario: Executive Proposed, Agency: All, Fund: All, Cap Status: Approved, Is IT Proj? Both Yes and No

2026 1st Omnibus - Executive Proposed

1143733	Marymoor Park Parking & Infrastructure Improvements STANDALONE			(\$5,900,000)	\$0	\$0	(\$5,900,000)
3160 - PARKS RECREATION AND OPEN SPACE		Total		(\$11,300,000)	\$0	\$0	(\$11,300,000)
3280 GENERAL TECHNOLOGY CAPITAL							
Project Number	Project Name Class Code	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget
1148394	KCSO Computer Aided Dispatch System Replacement STANDALONE	✓	✓	(\$2,147,600)	\$0	\$0	(\$2,147,600)
3280 - GENERAL TECHNOLOGY CAPITAL		Total		(\$2,147,600)	\$0	\$0	(\$2,147,600)
3421 MAJOR MAINTENANCE RESERVE SUBFUND							
Project Number	Project Name Class Code	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget
1039665	Courthouse Plumbing Fixtures STANDALONE	✓		\$6,576	\$0	\$0	\$6,576
1039705	MMRF Central Rate Budget ADMIN	✓		(\$154,198)	\$0	\$0	(\$154,198)
1040332	MMRF Budget Preparation Cost ADMIN	✓		\$107	\$0	\$0	\$107
1117645	King County Courthouse Window Security	✓		\$78,840	\$0	\$0	\$78,840
1129770	Archives Building Fire Protection Sprinkler System	✓		\$83,081	\$0	\$0	\$83,081
1129786	Administration Building Fire Alarm Systems STANDALONE	✓		\$1,271	\$0	\$0	\$1,271
1129788	Black River Office Building HVAC Improvements STANDALONE	✓		\$90	\$0	\$0	\$90
1133654	MRJC Lift Station Repair STANDALONE	✓		\$38,134	\$0	\$0	\$38,134
1134434	Yesler Building Fire Alarm System Replacement	✓		\$7,022	\$0	\$0	\$7,022
1139466	KCSO Precinct 3 Fire Alarm STANDALONE	✓		\$13,000	\$0	\$0	\$13,000

Attachment A Capital Improvement Program dated 3/25/2026

Budget: 2026 1st Omnibus, Scenario: Executive Proposed, Agency: All, Fund: All, Cap Status: Approved, Is IT Proj? Both Yes and No

2026 1st Omnibus - Executive Proposed

1142170	King County Courthouse Westside Interior Water Damage Repair STANDALONE	✓		\$154,082	\$0	\$0	\$154,082
1143884	King County Courthouse Fire Alarm Replacement STANDALONE			\$4,200,000	\$0	\$0	\$4,200,000
1152061	DES FMD MMR SEWER PUMP REPLACEMENT STANDALONE			\$384,406	\$0	\$0	\$384,406
1152062	DES FMD MMR CHINOOK ELEVATOR REPAIRS STANDALONE			\$438,433	\$0	\$0	\$438,433
3421 - MAJOR MAINTENANCE RESERVE		Total		\$5,250,844	\$0	\$0	\$5,250,844

3581 PARKS CAPITAL

Project Number	Project Name Class Code	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget
1044919	Parks Pinnacle Peak Acquisition STANDALONE			\$105,268	\$0	\$0	\$105,268
1126266	Capital Planning and Administration ADMIN			(\$961,044)	\$0	\$0	(\$961,044)
1136781	Parks Boise Creek Acquisition Restoration STANDALONE			(\$187,882)	\$0	\$0	(\$187,882)
1137316	City Capital Open Space Grant PROGRAMMATIC			\$961,044	\$0	\$0	\$961,044
1141649	Green to Cedar Rivers Trail Acquisition STANDALONE			(\$12,834)	\$0	\$0	(\$12,834)
1147996	Rattlesnake Mountain Scenic Area Additions STANDALONE			\$105,268	\$0	\$0	\$105,268
1148011	Snoqualmie Corridor Enhancement STANDALONE			(\$9,820)	\$0	\$0	(\$9,820)
1150333	Site Activation PROGRAMMATIC			\$2,000,000	\$0	\$0	\$2,000,000
1150335	Demolition Program PROGRAMMATIC			\$4,000,000	\$0	\$0	\$4,000,000

Attachment A Capital Improvement Program dated 3/25/2026

Budget: 2026 1st Omnibus, Scenario: Executive Proposed, Agency: All, Fund: All, Cap Status: Approved, Is IT Proj? Both Yes and No

2026 1st Omnibus - Executive Proposed

3581 - PARKS CAPITAL	Total	\$6,000,000	\$0	\$0	\$6,000,000
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3642 TRANSIT REVENUE FLEET CAPITAL

Project Number	Project Name Class Code	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget
1139327	Hybrid Bus Budget PROGRAMMATIC			\$164,037,431	\$0	\$476,477,415	\$640,514,846
3642 - TRANSIT REVENUE FLEET CAPITAL		Total		\$164,037,431	\$0	\$476,477,415	\$640,514,846

3681 REAL ESTATE EXCISE TAX, NUMBER 1

Project Number	Project Name Class Code	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget
1130281	REET 1 Transfer to Roads Capital STANDALONE			\$4,400,000	\$0	\$0	\$4,400,000
1134866	REET 1 Transfer to Parks STANDALONE			(\$4,400,000)	\$0	\$0	(\$4,400,000)
3681 - REAL ESTATE EXCISE TAX, NUMBER 1		Total		\$0	\$0	\$0	\$0

3682 REAL ESTATE EXCISE TAX, NUMBER 2

Project Number	Project Name Class Code	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget
1134869	REET 2 Transfer to Parks STANDALONE			(\$6,900,000)	\$0	\$0	(\$6,900,000)
1152212	REET 2 Transfer to Roads Capital STANDALONE			\$6,900,000	\$0	\$0	\$6,900,000
3682 - REAL ESTATE EXCISE TAX, NUMBER 2		Total		\$0	\$0	\$0	\$0

3740 COUNTY HOSPITAL CAPITAL

Project Number	Project Name Class Code	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget
1149294	DES FMD PIONEER SQUARE CLINIC STANDALONE			\$22,758,930	\$0	\$0	\$22,758,930
1152197	DES HMC F3740 ADMINISTRATIVE & PLANNING PROJECT STANDALONE			\$2,304,311	\$0	\$0	\$2,304,311
3740 - COUNTY HOSPITAL CAPITAL		Total		\$25,063,241	\$0	\$0	\$25,063,241

3781 ITS CAPITAL

Project Number	Project Name Class Code	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget
1145279	KCIT Ray Baum Act Compliance			\$868,245	\$0	\$0	\$868,245

Attachment A Capital Improvement Program dated 3/25/2026

Budget: 2026 1st Omnibus, Scenario: Executive Proposed, Agency: All, Fund: All, Cap Status: Approved, Is IT Proj? Both Yes and No

2026 1st Omnibus - Executive Proposed

	STANDALONE		✓					
3781 - ITS CAPITAL		Total		\$868,245	\$0	\$0	\$868,245	
3855 COUNTY ROAD MAJOR MAINTENANCE								
Project Number	Project Name Class Code	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget	
1129584	Countywide Quick Response Program PROGRAMMATIC			\$11,300,000	\$0	\$0	\$11,300,000	
1136236	NE 165th Street at 176th Avenue NE Culvert Replacement STANDALONE			(\$721,500)	\$0	\$0	(\$721,500)	
1136419	SE 432nd Street Culvert Replacement STANDALONE			\$450,000	\$0	\$0	\$450,000	
1139286	Countywide Bridge Load Upgrade Safety PROGRAMMATIC			(\$211,000)	\$0	\$0	(\$211,000)	
1144165	25414 SE 424th Street Near 254th Avenue S Culvert Replacement STANDALONE			(\$600,000)	\$0	\$0	(\$600,000)	
1144167	NE 100th Street on Ames Creek Culvert Replacement STANDALONE			(\$800,000)	\$0	\$0	(\$800,000)	
1144168	SE Ravensdale Way on Rock Creek Culvert Replacement STANDALONE			(\$389,000)	\$0	\$0	(\$389,000)	
3855 - COUNTY ROAD MAJOR MAINTENANCE		Total		\$9,028,500	\$0	\$0	\$9,028,500	
3951 BUILDING REPAIR AND REPLACEMENT SUBFUND								
Project Number	Project Name Class Code	Tech Adj	IT Proj	FY26-27	FY28-29	FY30-31	Total 6-Year Budget	
1139528	Telecommute Consolidation PROGRAMMATIC	✓		\$300,000	\$0	\$0	\$300,000	
1141200	Tier 2 Space Consolidation PROGRAMMATIC	✓		\$1,700,000	\$0	\$0	\$1,700,000	
1150087	DES FMD Dexter Horton Camera & Access Control Upgrade STANDALONE			\$2,599,757	\$0	\$0	\$2,599,757	
1152066	DES FMD KCCF FIRE SPRINKLER EPAIRS STANDALONE			\$1,186,662	\$0	\$0	\$1,186,662	

Attachment A Capital Improvement Program dated 3/25/2026

Budget: 2026 1st Omnibus, Scenario: Executive Proposed, Agency: All, Fund: All, Cap Status: Approved, Is IT Proj? Both Yes and No

2026 1st Omnibus - Executive Proposed

1152079	DES FMD KCCH FIRE SPRINKLER RE STANDALONE			\$344,061	\$0	\$0	\$344,061
1152282	DES FMD BRR 2026 RTO PARENT STANDALONE			\$5,437,000	\$0	\$0	\$5,437,000
3951 - BUILDING REPAIR AND REPLACEMENT		Total		\$11,567,480	\$0	\$0	\$11,567,480
Grand Total				\$208,368,141	\$0	\$476,477,415	\$684,845,556

 **King County | Office of the Executive****Executive Girmay Zahilay**

Chinook Building, CNK-EX-0800
401 Fifth Avenue, Suite 800
Seattle, WA 98104-2391

April 2, 2026

The Honorable Sarah Perry
Chair, King County Council
Room 1200
COURTHOUSE

Dear Councilmember Perry:

This letter transmits the proposed first omnibus supplemental budget Ordinance of the 2026-2027 biennium. The proposed legislation includes technical adjustments, reappropriations, updates to Proviso and expenditure restriction language, and changes to Ordinance 20023 to implement reorganization of the Executive Office. Details are provided in the narrative table included in this package.

The proposed budget supplemental totals approximately \$394 million, comprised of \$185 million in operating appropriations and \$209 million in capital appropriations. The proposal includes 47.5 full-time equivalent positions, which are all revenue backed. The proposed increase of General Fund expenditures is approximately \$49 million, of which \$16 million is revenue backed and \$33 million is supported by General Fund fund balance.

The proposed Ordinance includes expenditures in the following areas:

- \$101 million to reappropriate funds for projects that were approved in 2025 and need additional time to complete;
- \$4.9 million to fund labor agreements for represented employees.;
- \$2 million to provide rental assistance, legal resources, and food assistance to immigrant and refugee communities;
- \$12.5 million for communities impacted by the flood emergency in December, including \$11.7 million for emergency repairs for roads and bridges and \$1.5 million to expand flood recovery programs for residents;
- \$25 million to ensure the King County Sheriff's Office and Office of Emergency Management have the resources they need to keep our community safe during local World Cup games;
- \$9.1 million for critical life safety projects and building upgrades at the King County Courthouse, the Chinook Building, Maleng Regional Justice Center, the Dexter Horton building, and the King County Correctional Facility; and

The Honorable Sarah Perry

April 2, 2025

Page 2

- \$5.4 million to continue implementing the County's long-term hybrid workplace plans, supported by one-time savings across the enterprise.

I certify that funds are available.

Thank you for your consideration of this legislation. If your staff have questions, please contact Aaron Rubardt, Chief Budget Officer, at 206-263-9715.

Sincerely,



Executive Girmay Zahilay
King County

Enclosure

cc: King County Councilmembers
ATTN: Stephanie Cirkovich, Chief of Staff
Melani Hay, Clerk of the Council
Karan Gill, Deputy Executive, Office of the Executive
Jasmin Weaver, Chief of Staff, Office of the Executive
Hyeok Kim, Chief Operating Officer, Office of the Executive
Sierra Howlett Browne, Director of Government Relations, Office of the Executive
Garrett Holbrook, Council Relations Manager, Office of the Executive
Aaron Rubardt, Chief Budget Officer, Office of the Executive

**2026-2027 1st Omnibus Financial Plan
Veterans, Seniors, and Human Services Levy (VSHSL) / 000001143 and 000001144**

Category	2025 Actuals	2026-2027 Adopted	2026-2027 Current Budget	2026-2027 Budget-to-Date Actuals	2026-2027 Estimated	2028-2029 Projected	2030-2031 Projected
Beginning Fund Balance	\$ 73,891,555	\$ 62,043,018	\$ 95,238,702	\$ 95,238,702	\$ 95,238,702	\$ 48,621,298	\$ 19,277,762
Revenues							
Local	85,125,184	184,470,820	184,470,820	-	184,925,604	211,792,305	
Other	4,588,361	3,000,000	3,000,000	189,449	3,000,000	3,150,000	
Total Revenues	\$ 89,713,545	\$ 187,470,820	\$ 187,470,820	\$ 189,449	\$ 187,925,604	\$ 214,942,305	\$ -
Expenditures							
Salaries, Wages & Benefits	10,549,435	27,455,941	27,455,941	1,818,654	27,455,941	33,734,396	
Supplies	343,822	734,696	734,696	22,243	734,696	1,021,820	
Other Operating Charges	36,308,335	107,619,913	107,619,913	1,584,230	131,269,200	156,725,693	
Central Rates	2,087,281	4,035,511	4,035,511	307,831	4,035,511	4,574,166	
Interfund Transfers	19,077,525	49,095,292	49,095,292	22,684,711	71,047,660	48,229,766	
Total Expenditures	\$ 68,366,398	\$ 188,941,353	\$ 188,941,353	\$ 26,417,669	\$ 234,543,008	\$ 244,285,841	\$ -
Estimated Underexpenditures							
Other Fund Transactions							
Total Other Fund Transactions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ending Fund Balance	\$ 95,238,702	\$ 60,572,485	\$ 93,768,169	\$ 69,010,482	\$ 48,621,298	\$ 19,277,762	\$ 19,277,762
Reserves							
Reserve for Committed & Pending Programs	75,483,321	38,256,386	38,256,386	75,483,321	29,881,666	-	
Reserve for HCD Grant Backfill	5,269,854	-	-	-	-	-	
Rainy Day Reserve	11,238,300	18,673,800	18,673,800	19,276,680	17,333,760	20,078,280	20,078,280
Total Reserves	\$ 91,991,475	\$ 56,930,186	\$ 56,930,186	\$ 94,760,001	\$ 47,215,426	\$ 20,078,280	\$ 20,078,280
Reserve Shortfall	-	-	-	25,749,519	-	800,518	800,518
Ending Undesignated Fund Balance	\$ 3,247,227	\$ 3,642,300	\$ 36,837,984	\$ -	\$ 1,405,872	\$ -	\$ -

Financial Plan Notes

All financial plans have the following assumptions, unless otherwise noted in below rows:

- 2026-2027 Adopted Budget ties to PBCS.
- Outyear projections columns: revenues and expenditure inflation assumptions are consistent with figures provided by the Executive Budget Team's BFPA guidance.
- 2026-2027 Budget-to-Date Actuals through Feb 2026.

Revenue Notes:

- 2026-2029 local revenues are based on the July 2025 OEFA forecast.
- Other revenue represents estimated interest earnings and is based on BFPA assumptions.
- 2030-2031 projected revenue is zero because the current levy expires at the end of 2029.

Expenditure Notes:

- 2026-2027 adopted expenditures are based on the VSHSL implementation plan and include \$450,000 added by the Council in the adopted budget.
- 2028-2029 projected expenditures are based on the BFPA assumptions and the implementation plan.
- 2030-2031 expenditures are projected at zero because the current levy goes through the end of 2029 and a levy renewal will have to be developed for voters' approval in 2029.

Reserve Notes:

- The rainy day reserve represents 60 days of budget expenditures excluding capital expenditures.
- The reserve for committed and pending projects is an estimated amount of anticipated delayed investments, which are not included in the current adopted budget. The financial plan assumes this reserve will be spent down in 2028-2029.
- The 2025 Reserve for HCD Grant Backfill was for a one-time transfer to HCD For emergency, transitional, and rapid rehousing that was incorporated in the 2026-2027 Adopted Budget.

Last Updated 03/12/26 by ASD FACS using data from PBCS and BFPA assumptions. Additional updates by the Executive Budget Team on 3/18/2026.

**2026-2027 1st Omnibus Financial Plan
Youth and Amateur Sports Fund / 000001290 & 000001292**

Category	2025 Actuals	2026-2027 Adopted	2026-2027 Current Budget	2026-2027 Budget-to-Date Actuals	2026-2027 Estimated	2028-2029 Projected	2030-2031 Projected
Beginning Fund Balance	\$ 13,829,056	\$ 8,653,722	\$ 8,653,722	\$ 14,057,835	\$ 14,057,835	\$ 13,802,079	\$ 14,698,837
Revenues							
Rental Car Sales Tax	4,454,628	10,063,969	10,063,969	-	10,035,067	10,071,723	10,240,201
Competitive and Play Equity Grant - General Fund	860,469	-	-	-	-	-	-
Interest Earning, Other Miscellaneous	588,335	200,000	200,000	51,204	200,000	200,000	200,000
Parks Levy Revenue (2026-2031)	-	3,300,000	3,300,000	-	3,300,000	3,300,000	3,300,000
Total Revenues	\$ 5,903,432	\$ 13,563,969	\$ 10,263,969	\$ 51,204	\$ 10,235,067	\$ 13,571,723	\$ 13,740,201
Expenditures							
Competitive Grants Programs	2,143,651	3,946,280	3,946,280	120,372	3,946,280	4,158,195	4,405,192
Council Directed Grants Programs	1,073,552	5,100,000	5,100,000	73,385	5,100,000	5,100,000	5,100,000
COVID 10 - Competitive and Play Equity Grants	795,860	-	-	-	-	-	-
Grant Programs - Carryforward	-	-	-	-	7,265,449	7,340,278	7,469,313
Bond Issuance, Debt Service	744,125	1,484,250	1,484,250	-	1,484,250	1,486,625	-
Grant Administration	917,466	1,955,908	1,955,908	184,155	1,955,908	2,059,180	2,171,611
Total Expenditures	\$ 5,674,653	\$ 12,486,438	\$ 12,486,438	\$ 377,912	\$ 19,751,887	\$ 20,144,278	\$ 19,146,116
Estimated Underexpenditures		4,070,826	4,070,826			7,469,313	7,638,527
Other Fund Transactions							
Total Other Fund Transactions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ending Fund Balance	\$ 14,057,835	\$ 13,802,079	\$ 10,502,079	\$ 13,731,127	\$ 4,541,015	\$ 14,698,837	\$ 16,931,449
Reserves							
Rainy Day Reserve (30 days)	472,888	520,268	520,268	15,746	822,995	839,345	797,755
Competitive Grants to Carry Forward	5,949,772	-	-	-	-	4,070,826	4,166,188
Council Directed Grants to Carry Forward	1,315,676	-	-	-	-	3,269,452	3,303,125
Total Reserves	\$ 7,738,337	\$ 520,268	\$ 520,268	\$ 15,746	\$ 822,995	\$ 8,179,623	\$ 8,267,068
Reserve Shortfall	-	-	-	-	-	-	-
Ending Undesignated Fund Balance	\$ 6,319,498	\$ 13,281,811	\$ 9,981,811	\$ 13,715,380	\$ 3,718,020	\$ 6,519,214	\$ 8,664,381

Financial Plan Notes

All financial plans have the following assumptions, unless otherwise noted in below rows:

- 2026-2027 Adopted Budget and Current Budget tie to the biennial budget scenario in PBCS.
- 2026-2027 Estimated column incorporates requested supplemental changes in current Omnibus process.
- As of the 1st Omnibus development, the 2025 Actuals Ending Fund Balance column reflects the best estimate of the actual balances after 2025 is closed.
- Outyear projections columns: revenue and expenditure inflation assumptions are consistent with figures provided by the King County Budget Team's Q1 2026 BFPA guidance and the agency's internal assumptions and methodology.
- 2025 beginning fund balance includes the 2018 Youth and Amateur Sports Facilities Grant Bond subfund (F1292). This is consistent with past practice in the financial plan.

Revenue Notes:

- Rental Car Sales Tax is based on the March 2026 forecast from the Office of Economic and Financial Analysis (OEFA).
- Competitive and Play Equity Grant - General Fund is a one-time reappropriation in 2025. The grant program was previously funded by CLFR federal grant.
- Ordinance 19922 dedicates \$10M in Parks Levy funding for this program over the life of the levy (2026-2031). This allocation is split evenly across the levy period. There is a 1% administration fee.

Expenditure Notes:

- Competitive Grant Programs includes the Youth Sports Facility Grants (capital grants); Sports and Activity Access Grants (program and activation grants); and Local Sports and Activities Grants (unincorporated area grants). For outyear projections, the Biennial Growth Assumptions from Labor Seattle CPI was used to calculate the expenditure inflation assumptions from PSB's BFPA guidance.
- Council Directed Grants Programs includes the Council-directed Get Active, Stay Active grant program.
- COVID 10 Competitive and Play Equity Grants refers to the grants specified in Expenditure Restrictions #1-3 and #5 in COVID 7 supplemental ordinance #19289 and corresponding supplemental adjustment in 2023.
- Grant Programs - Carryforward is calculated using the Underexpenditures from the previous biennium. The underspend represents awarded grants where the awardee has not yet submitted for reimbursement. These obligated funds are expected to carryforward and be spent down as grantees are ready.
- Bond issuance, Debt Service includes the cost of issuing the \$6.7 million bond in 2018, as well as the debt service payments to pay off the bond. The last payment is in 2029.
- Grant Administration: This includes the staffing, supplies, and software associated with managing the grant programs within this fund. For outyear projections, the Biennial Growth Assumptions from Blended Labor Growth Rate was used to calculate the expenditure inflation assumptions from the Budget Team's Q1 2026 BFPA guidance.

Reserve Notes:

- Rainy Day Reserve (30 days): The reserve represents one twenty-fourth (1/24) of total expenditures for the biennium.
- Grants to Carry Forward to represent estimated portion of grants that will still have a balance at the end of the biennium. These are obligated, but unspent, grants.

Last Updated 3/18/26 by Elka Peterson Horner using data from PBCS and BFPA assumptions.

**2026-2027 1st Omnibus Financial Plan
Local Services Administration / 000001350**

Category	2025 Actuals	2026-2027 Adopted	2026-2027 Current Budget	2026-2027 Budget-to-Date Actuals	2026-2027 Estimated	2028-2029 Projected	2030-2031 Projected
Beginning Fund Balance	\$ 1,818,422	\$ 1,485,153	\$ 3,558,189	\$ 3,558,189	\$ 3,558,189	\$ 2,677,801	\$ 1,653,769
Revenues							
BUILDING PLAN REVIEW - 34525	271,000	661,384	661,384	-	661,384	698,841	743,318
DLS DEPT OVERHEAD REVENUE - 44310	3,040,000	17,542,924	17,542,924	-	17,242,924	18,519,464	19,698,105
DLS UNINCORP AREA REVENUE - 44312	5,220,001	13,724,104	13,724,104	-	13,724,104	14,501,358	15,424,274
INVESTMENT INTEREST GROSS - 36111	174,848	70,000	70,000	16,788	70,000	75,001	80,207
CONTRIB CURRENT EXPENSE - 39780	4,668,292	6,727,081	6,727,081	-	12,475,967	6,545,966	6,962,574
Total Revenues	\$ 13,374,140	\$ 38,725,493	\$ 38,725,493	\$ 16,788	\$ 44,174,379	\$ 40,340,631	\$ 42,908,477
Expenditures							
SALARIES/WAGES - 51100	4,694,114	20,715,985	20,715,985	822,770	21,584,282	22,036,123	23,255,615
PERSONNEL BENEFITS - 51300	1,417,845	6,149,015	6,149,015	238,522	6,406,747	6,749,454	7,122,972
SUPPLIES - 52000	100,331	126,610	126,610	2,398	126,610	133,780	142,295
SERVICES-OTHER CHARGES - 53000	1,724,496	4,717,162	4,717,162	(45,822)	5,089,044	3,574,364	3,801,849
CONTRIBUTIONS OTHER - 54000	1,496,998	3,278,000	3,278,000	(7,002)	7,366,856	3,463,647	3,684,085
INTRAGOVERNMENTAL SERVICES - 55000	1,411,823	3,316,214	3,316,214	164,710	3,480,214	4,301,262	4,853,626
CAPITAL EXPENDITURES - 56000	77,895	-	-	-	-	-	-
INTRAGOVERNMENTAL CONTRIBUTIONS - 58000	700,460	751,014	751,014	442	751,014	841,874	949,987
CONTINGENCIES - 59800	-	250,000	250,000	-	250,000	264,159	280,971
APPLIED OVERHEAD - 82000	10,411	-	-	829	-	-	-
Total Expenditures	\$ 11,634,373	\$ 39,304,000	\$ 39,304,000	\$ 1,176,847	\$ 45,054,767	\$ 41,364,663	\$ 44,091,400
Estimated Underexpenditures							
Other Fund Transactions							
Total Other Fund Transactions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ending Fund Balance	\$ 3,558,189	\$ 906,646	\$ 2,979,682	\$ 2,398,131	\$ 2,677,801	\$ 1,653,769	\$ 470,845
Reserves							
Total Reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Reserve Shortfall	-	-	-	-	-	-	-
Ending Undesignated Fund Balance	\$ 3,558,189	\$ 906,646	\$ 2,979,682	\$ 2,398,131	\$ 2,677,801	\$ 1,653,769	\$ 470,845

Financial Plan Notes

All financial plans have the following assumptions, unless otherwise noted in below rows:

- 2026-2027 Adopted Budget and Current Budget columns tie to PBCS.
- 2026-2027 Estimated column incorporates requested supplemental changes in current Omnibus process and the impact of the regional planning transfer proposed in other legislation.
- As of the 1st Omnibus development, the 2025 Actuals Ending Fund Balance column reflects the best estimate of the actual balances after 2025 is closed.
- Outyear projections columns: revenue and expenditure inflation assumptions are consistent with figures provided by the King County Budget Team's BFPA guidance.

Revenue Notes:

- One time revenues and expenditures are removed starting in 2028-2029 for reappropriations (\$4.46M), comprehensive plan items added in 26-27 Adopted (\$1.375M), and White Center revitalization (\$667K).
- DLS Division Overhead is decreased by a \$300K rebate to permitting in 2026-2027 Estimated, and added back in 2028-29 Projected.
- In 2028-29 a rebate of \$200K is applied in revenue accounts 44310 and 44312.

Expenditure Notes:

- One time revenues and expenditures are removed starting in 2028-2029 for reappropriations (\$4.46M), comprehensive plan items added in 26-27 Adopted (\$1.375M), and white center revitalization (\$667K).
- Central Rate impacts of the Finance and HR reorganization are assumed to increase central rates by \$400K starting in 2028-2029, if the increase exceeds this amount it will be adjusted in the rate model on a per FTE basis between the cost pools.

Reserve Notes:

This fund does not have reserves but balances through surcharges/rebates in its model to ensure a positive fund balance at the end of the six-year planning period.

Last Updated 3/19/26 by Jillian Scheibeck and Bonnie Fluckinger using data from PBCS and BFPA assumptions.

**2026-2027 1st Omnibus Financial Plan
Community Services Operating (CSO) / 000001421**

Category	2025 Actuals	2026-2027 Adopted	2026-2027 Current Budget	2026-2027 Budget-to-Date Actuals	2026-2027 Estimated	2028-2029 Projected	2030-2031 Projected
Beginning Fund Balance	\$ 1,188,109	\$ 21,021	\$ 119,796	\$ 119,796	\$ 119,796	\$ 22,850	\$ 157,285
Revenues							
State	3,952,561	-	-	-	-	-	-
General Fund	3,504,483	13,414,000	13,414,000	1,118,314	15,414,000	8,608,121	9,182,963
Interfund Transfers	748,676	1,521,711	1,521,711	1,168	1,521,711	1,626,002	1,734,585
Other	23,120	24,000	24,000	-	24,000	25,704	27,479
Total Revenues	\$ 8,228,840	\$ 14,959,711	\$ 14,959,711	\$ 1,119,482	\$ 16,959,711	\$ 10,259,827	\$ 10,945,027
Expenditures							
Salaries/Wages & Benefits	1,017,612	1,055,117	1,055,117	193,474	1,055,117	1,123,181	1,193,319
Supplies	4,196	58,000	58,000	56	58,000	61,975	66,114
Other Operating Charges	7,578,837	11,673,023	11,673,023	32,002	13,673,023	6,747,825	7,198,439
Central Rates	532,423	1,789,265	1,789,265	140,524	1,789,265	1,688,051	1,910,497
Interfund Transfers	164,086	481,252	481,252	428	481,252	504,360	570,823
Total Expenditures	\$ 9,297,154	\$ 15,056,657	\$ 15,056,657	\$ 366,484	\$ 17,056,657	\$ 10,125,392	\$ 10,939,192
Estimated Underexpenditures							
Other Fund Transactions							
Total Other Fund Transactions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ending Fund Balance	\$ 119,796	\$ (75,925)	\$ 22,850	\$ 872,794	\$ 22,850	\$ 157,285	\$ 163,120
Reserves							
Rainy Day Reserve							
Total Reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Reserve Shortfall	-	75,925	-	-	-	-	-
Ending Undesignated Fund Balance	\$ 119,796	\$ -	\$ 22,850	\$ 872,794	\$ 22,850	\$ 157,285	\$ 163,120

Financial Plan Notes

- All financial plans have the following assumptions, unless otherwise noted in below rows:
- 2026-2027 Adopted Budget ties to PBCS.
 - 2026-2027 Budget-to-Date Actuals through Feb 2026.
 - 2026-2027 Estimated column incorporates requested supplemental changes in 1st Omnibus process.
 - For the outyear projections, expenditure inflation assumptions are consistent with figures from the 2026-2027 Adopted Budget.

Revenue Notes:

- State Grant revenue eliminated in 2026-2027 due to cuts in the State budget. This grant funding was used for asylee and refugee support services.
- Interfund transfers are based on calculations of shared common administrative costs.
- \$2M additional General Fund revenue reflected in the 2026-2027 estimated column is linked to decision package S1_001 in the 1st Omnibus for immigrant and refugee services.

Expenditure Notes:

- 2026-2027 Other Operating Charges reflect a reduction due to the end of a State Grant that funded asylee and refugee support services in 2025.
- 2026-2027 Central Rates include Tableau licenses (\$611K) that should have been allocated to DCHS Director's Office. CSO will reclass the expenditure to DCHS DO once the KCIT charge is received.
- \$2M additional Other Operating Charges expenditures reflected in the 2026-2027 estimated column is linked to decision package S1_001 in the 1st Omnibus for immigrant and refugee services.

Reserve Notes:

- This fund is not required to have a rainy-day reserve as revenues are from sources with existing reserves.

Last Updated 3/6/26 by ASD fiscal staff using data from PBCS and BFPA assumptions. Additional updates by the Executive Budget Team on 3/20/2026.

**2026-2027 1st Omnibus Financial Plan
Natural Resources Administration Fund / 000001600**

Category	2025 Actuals	2026-2027 Adopted	2026-2027 Current Budget	2026-2027 Budget-to-Date Actuals	2026-2027 Estimated	2028-2029 Projected	2030-2031 Projected
Beginning Fund Balance	\$ 2,085,104	\$ 2,942,877	\$ 2,942,877	\$ 2,942,877	\$ 2,942,877	\$ 2,518,706	\$ 2,618,706
Revenues							
DNRP OH Rates	11,026,003	21,953,374	21,953,374	-	26,552,982	28,586,991	31,040,629
CPMWG OH Rate	584,480	1,351,970	1,351,970	-	1,351,970	1,429,518	1,523,341
GF Transfers	223,169	-	-	-	-	-	-
Interest	181,538	100,000	100,000	9,730	172,000	100,000	100,000
Misc Revenues					79,000		
Total Revenues	\$ 12,015,190	\$ 23,405,344	\$ 23,405,344	\$ 9,730	\$ 28,155,952	\$ 30,116,509	\$ 32,663,970
Expenditures							
DNRP General Overhead	10,722,643	18,029,177	18,029,177	1,100,989	22,707,785	23,714,575	25,565,678
DNRP Shared Facilities Costs	-	4,451,481	4,451,481	325,638	4,451,481	4,872,417	5,474,951
CPMWG Costs	434,774	1,348,857	1,348,857	21,844	1,348,857	1,429,518	1,523,341
Total Expenditures	\$ 11,157,417	\$ 23,829,515	\$ 23,829,515	\$ 1,448,471	\$ 28,508,123	\$ 30,016,509	\$ 32,563,970
Estimated Underependitures							
Other Fund Transactions							
Total Other Fund Transactions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ending Fund Balance	\$ 2,942,877	\$ 2,518,706	\$ 2,518,706	\$ 1,504,136	\$ 2,590,706	\$ 2,618,706	\$ 2,718,706
Reserves							
Rainy Day Reserve	917,048	979,295	979,295	979,295	1,171,567	1,233,555	1,338,245
Total Reserves	\$ 917,048	\$ 979,295	\$ 979,295	\$ 979,295	\$ 1,171,567	\$ 1,233,555	\$ 1,338,245
Reserve Shortfall	-	-	-	-	-	-	-
Ending Undesignated Fund Balance	\$ 2,025,830	\$ 1,539,411	\$ 1,539,411	\$ 524,841	\$ 1,419,139	\$ 1,385,151	\$ 1,380,461

Financial Plan Notes

- All financial plans have the following assumptions, unless otherwise noted in below rows:
- 2026-2027 Proposed Budget ties to PBCS.
- Outyear projections columns: revenue and expenditure inflation assumptions are consistent with figures provided by the Executive Budget Team's BFPA guidance.
- Actuals are as of February 18th, 2026.

Revenue Notes:

- DNRP OH Rates are assessed to DNRP Divisions and allocated based on the size of operating budgets of each division, net of internal transfers, and debt service.
- CPMWG OH Rate covers expenses related to Capital Project Management Working Group programs and is allocated based on capital appropriations by CPMWG participating agencies from 2021 - 2025.

Expenditure Notes:

- General Overhead expenses include wages and benefits for DNRP Director's Office staff, services, and central rates.
- Shared facilities costs include the costs related to operating the 6th floor of King Street Center including personnel to manage the floor, supplies, and central rate charges from facilities management.
- CPMWG Costs cover developing training materials for project managers and programs to improve capital delivery across King County.

Reserve Notes:

- The Admin fund carries a 30-day operating reserve.

Last Updated March 11, 2026 by Elka Peterson Horner using data from PBCS and BFPA assumptions.

**2026-2027 1st Omnibus Financial Plan
Parks, Recreation, and Open Space Fund / 000003160**

Capital Improvement Program (CIP) Budget

	2025 Ending Balance (Year End ITD Balance)	2026-2027 Budget (including adopted, revised, & proposed supplementals)	2026-2027 Total (Balance + Budget)	2028-2029 Projected	2030-2031 Projected
Capital Budget Revenue Sources					
Revenue Backing from Fund Balance	19,284,718	-	19,284,718	-	-
Real Estate Excise Tax (REET) 1	16,470,736	(4,400,000)	12,070,736	-	-
Real Estate Excise Tax (REET) 2	6,304,838	(6,900,000)	(595,162)	-	-
Grants and Contributions	-	112,500	112,500	-	-
Misc Revenue	963,652	26,353	990,005	-	-
Total Capital Revenue	\$ 43,023,945	\$ (11,161,147)	\$ 31,862,798	\$ -	\$ -
Capital Appropriation					
Active Recreation Repair and Renovation	38,959,896	(5,787,500)	33,172,396	-	-
Administrative	4,019,873	(973,647)	3,046,226	-	-
Grant Programs	23,265	-	23,265	-	-
Open Space Acquisition and Land Conservation	20,911	(4,400,000)	(4,379,089)	-	-
Regional and Public Trails	-	-	-	-	-
Total Capital Appropriation	\$ 43,023,945	\$ (11,161,147)	\$ 31,862,798	\$ -	\$ -

CIP Fund Financial Position

	2025 Actuals	2026-2027 Estimated at Budget Adoption	2026-2027 Biennial-to-Date Actuals	2026-2027 Estimated	2028-2029 Projected	2029-2030 Projected
Beginning Fund Balance	\$ 17,840,601	\$ 19,257,156	\$ 19,284,718	\$ 19,284,718	\$ -	\$ -
Capital Funding Sources						
Real Estate Excise Tax (REET) 1	140,267	6,348,399	-	6,059,350	-	-
Real Estate Excise Tax (REET) 2	5,516,221	-	-	-	-	-
Parks Operating Transfer	3,000,000	-	-	3,000,000	-	-
Grants and Contributions	443,985	112,500	-	112,500	-	-
Misc Revenue	743,409	-	7,711	-	-	-
Total Capital Revenue	\$ 9,843,882	\$ 6,460,899	\$ 7,711	\$ 9,171,850	\$ -	\$ -
Capital Expenditures						
Active Recreation Repair and Renovation	5,869,132	22,463,796	357,000	24,289,360	-	-
Administrative	138,091	26,353	18,402	26,353	-	-
Open Space Acquisition and Land Conservation	2,314,907	3,227,905	-	4,140,903	-	-
Regional and Public Trails	77,633	-	-	-	-	-
Total Capital Expenditures	\$ 8,399,765	\$ 25,718,054	\$ 375,402	\$ 28,456,616	\$ -	\$ -
Other Fund Transactions						
	-	-	-	-	-	-
Total Other Fund Transactions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ending Fund Balance	\$ 19,284,718	\$ -	\$ 18,917,000	\$ -	\$ -	\$ -
Reserves						
Dedicated to budgeted projects	19,284,718	-	-	-	-	-
Available for future projects	-	-	-	-	-	-
Total Reserves	\$ 19,284,718	\$ -	\$ -	\$ -	\$ -	\$ -
Projected Shortfall	-	-	-	-	-	-

Ending Undesignated Fund Balance	\$	-	\$	-	\$	-	\$	-	\$	-
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Financial Plan Notes

CIP Budget:

- All financial plans have the following assumptions, unless otherwise noted in below rows.
- 2025 Ending Balance (Biennium ITD Balance) column reflects the best estimate of the inception to date budget balances and actual balances after 2025 is closed.
- 2026-2027 Budget is consistent with PIC for the 2026-2027 Final Adopted Budget.
- 2026-2027 Total (Balance + Budget) column sums the 2025 Ending Balance (Year End ITD Balance) column and the 2026 -2027 Budget column.
- Outyear projections should be consistent with PIC.

Revenue Notes:

- Revenues shown are equal to the budgeted expenditure. Revenues include new revenue and fund balance designated to projects.

Appropriation Notes:

CIP Fund Financial Position:

- All financial plans have the following assumptions, unless otherwise noted in below rows.
- Budget to Date (BTD) Actuals (expenditures and revenue) reflect March 2026 EBS totals for budgetary accounts as of the most recent closed month.
- 2025 Actuals column reflect amounts in EBS.
- 2026-2027 Estimated column reflects the best estimate for the biennium based on actuals and should be informed by the fund's s pending plan.
- Outyear revenue projections and expenditure estimates are based on the most recent projections and reflect current project plans. Outyear allocations for projects not requesting budget in this cycle are included in the financial plan.
- Parks plans to sunset Fund 3160 and no additional project revenue and expenditures are anticipated in the fund beyond 2026 -2027.

Revenues Notes:

- The 2025 Parks Operating Transfer of \$3M Estimated At Budget Adoption is business revenue from the Parks Operating to support electric vehicle infrastructure capital projects.

Expenditure Notes:

Reserve Notes:

- Reserves dedicated to budgeted projects is for projects that are already appropriated. This fund balance cannot be used for other projects without disappropriating projects or creating a shortfall in the fund.
- Reserves available for future projects are funds that are not dedicated to projects that are already appropriated.

Last Updated March 19, 2026 by Elka Peterson Horner (PSB) using data from PIC, and EBS.

**2026-2027 1st Omnibus Capital Financial Plan
Transit Revenue Fleet Capital Fund / 00003642**

Capital Improvement Program (CIP) Budget

	2025 Ending Balance (ITD Balance)	2026-2027 Budget (including adopted, revised, & proposed supplementals)	2026-2027 Total (Balance + Budget)	2028-2029 Projected	2030-2031 Projected
Capital Budget Revenue Sources					
Revenue Backing from Fund Balance and Reserves	228,498,273	116,602,591	345,100,863	37,189,389	134,372,638
Sales Tax	-	-	-	-	106,844,947
Marine Property Tax	-	5,129,987	5,129,987	9,125	-
Grants	-	145,977,516	145,977,516	49,351,606	136,711,504
Interest Income	-	-	-	-	-
Miscellaneous	-	-	-	5,987,064	3,583,711
Debt Proceeds	-	-	-	-	360,000,000
Total Capital Revenue	\$ 228,498,273	\$ 267,710,094	\$ 496,208,367	\$ 92,537,184	\$ 741,512,800
Capital Appropriation					
Hybrid Buses	2,898,552	164,037,431	166,935,983	-	476,477,415
Trolley Buses	-	-	-	-	-
Battery Electric Buses	133,333,882	-	133,333,882	-	223,602,932
Hydrogen Fuel Cell Buses	9,810,710	-	9,810,710	8,241,137	-
Vanpool, ADA, CAT, and Other Alt. Services Vehicles	23,552,032	78,737,583	102,289,616	71,671,706	40,594,515
Marine Vehicles	1,767,687	18,377,558	20,145,246	9,125	-
Other Revenue Fleet Sub-Portfolios	47,135,410	6,557,521	53,692,931	12,615,216	837,938
Emergent Needs Contingency/Project Oversight	10,000,000	-	10,000,000	-	-
Total Capital Appropriation	\$ 228,498,273	\$ 267,710,094	\$ 496,208,367	\$ 92,537,184	\$ 741,512,800

CIP Fund Financial Position

	2025 Actuals	2026-2027 Estimated at Budget Adoption	2026-2027 Biennial-to-Date Actuals	2026-2027 Estimated	2028-2029 Projected	2030-2031 Projected
Beginning Fund Balance	\$ 363,005,791	\$ 363,701,554	\$ 412,957,878	\$ 412,957,878	\$ 376,406,688	\$ 250,509,059
Capital Funding Sources						
Sales Tax	17,138,878	9,298,392	-	9,323,291	9,926,998	110,307,969
Marine Property Tax	-	2,100,862	-	2,100,862	3,429,125	-
Grants	56,264,726	104,556,749	(55,366,543)	104,556,749	180,581,551	136,711,504
Interest Income	15,997,624	21,300,575	1,316,333	21,300,575	16,098,316	9,597,172
Miscellaneous	2,677,267	19,180,021	8,700	19,180,021	24,034,300	19,038,476
Total Capital Revenue	\$ 92,078,495	\$ 156,436,599	\$ (54,041,510)	\$ 156,461,498	\$ 234,070,290	\$ 275,655,121
Capital Expenditures						
Hybrid Buses	790,718	-	96	10,000,000	154,211,540	476,477,415
Trolley Buses	-	-	-	-	-	-
Battery Electric Buses	38,617,838	56,706,315	4,292,271	56,706,315	49,278,461	250,948,219
Hydrogen Fuel Cell Buses	-	-	-	-	18,051,847	-
Vanpool, ADA, CAT, and Other Alt. Services Vehicles	1,218,649	85,295,385	9,163	85,295,385	98,718,719	40,594,515
Marine Vehicles	-	8,645,246	-	8,645,246	11,509,125	-
Other Revenue Fleet Sub-Portfolios	3,945,475	32,365,743	160,380	32,365,743	28,198,227	837,938
Total Capital Expenditures	\$ 44,572,679	\$ 183,012,689	\$ 4,461,910	\$ 193,012,689	\$ 359,967,919	\$ 768,858,087
Other Fund Transactions						
Debt Proceeds	-	-	-	-	-	360,000,000
Misc Balance Adjustment	2,446,271	-	-	-	-	-
Total Other Fund Transactions	\$ 2,446,271	\$ -	\$ -	\$ -	\$ -	\$ 360,000,000
Ending Fund Balance	\$ 412,957,878	\$ 337,125,464	\$ 354,454,458	\$ 376,406,688	\$ 250,509,059	\$ 117,306,093
Reserves						
Revenue Fleet Replacement Reserve (RFRR)	181,409,782	120,632,581	131,040,649	131,040,649	105,912,262	33,359,165
Fleet Capital Carryover Reserve	231,548,096	216,492,882	245,366,038	245,366,038	144,596,797	83,946,929
Total Reserves	\$ 412,957,878	\$ 337,125,464	\$ 376,406,688	\$ 376,406,688	\$ 250,509,059	\$ 117,306,093
Projected Shortfall	-	-	21,952,230	-	-	-
Ending Undesignated Fund Balance	\$ 0	\$ -	\$ -	\$ 0	\$ -	\$ -

Financial Plan Notes

CIP Budget:

- All financial plans have the following assumptions, unless otherwise noted in below rows.
- 2025 Ending Balance (ITD Balance) column reflects the best estimate of the inception to date budget balances and actual balances after 2025 is closed.
- 2026-2027 Budget is consistent with PIC for 2026-2027 Final Adopted Budget and proposed supplementals.
- 2026-2027 Total (Balance + Budget) column sums the 2025 Ending Balance (ITD Balance) column and the 2026-2027 Budget column.
- Outyear projections should be consistent with PIC.

Revenue Notes:

- Revenues shown are equal to the budgeted expenditure. Revenues include new revenue and fund balance designated to projects.
- Debt proceeds includes anticipated short-term debt for to help mitigate peaks in fleet purchases, in accordance with the Fund Policies for Public Transportation.
- The 1st Omnibus request for hybrid bus purchases is pending Council approval.

Appropriation Notes:

- Outyear appropriations represent planned requests to support projected spending in Metro's 10-year capital plan.
- The 1st Omnibus request for hybrid bus purchases is pending Council approval.

CIP Fund Financial Position:

- All financial plans have the following assumptions, unless otherwise noted in below rows.
- As of the 1st Omnibus development, the 2025 Actuals Ending Fund Balance column reflects the best estimate of the actual balances after 2025 is closed.
- 2026-2027 Estimated at Budget Adoption column reflects the estimated revenues and expenditures for the fund when the 2026-2027 budget was adopted.
- 2026-2027 Biennial-to-Date Actuals column reflect amounts in EBS through January 2026.
- 2026-2027 Estimated column reflects the best estimate for the biennium based on actuals and should be informed by the fund's spending plan.
- Outyear revenue projections and expenditure estimates are based on the most recent projections and reflect current project plans. Outyear allocations for projects not requesting budget in this cycle are included in the financial plan.

Revenue Notes:

- Sales tax allocations replenish the Revenue Fleet Replacement Reserve and provide local match funding for grants. Estimates are based on the March 2026 revenue forecast from the Office of Economic and Financial Analysis (OEFA).
- 2026-2027 Biennial-to-Date revenues reflect 2025 grant accruals.
- The 1st Omnibus request for hybrid bus purchases is pending Council approval.

Expenditure Notes:

- Other Revenue Fleet Sub-Portfolios include capital projects that are not strictly fleet procurement. This includes the operator partitions, battery electric bus mid-life battery replacement, and trolley energy storage system (ESS) projects.
- The 1st Omnibus request for hybrid bus purchases is pending Council approval.

Reserve Notes:

**2026-2027 1st Omnibus Capital Financial Plan
County Hospital Capital / 3740 & 3741**

Capital Improvement Program (CIP) Budget

	2025 Ending Balance (ITD Balance)	2026-2027 Budget (including adopted, revised, & proposed supplementals)	2026-2027 Total (Balance + Budget)	2028-2029 Projected	2030-2031 Projected
Capital Budget Revenue Sources					
Revenue Backing from Fund Balance	45,650,000	-	-	-	-
Department of Commerce	4,775,660	-	4,775,660	-	-
Transfer from Operating (F1700 County Hospital Levy)	-	70,063,241	70,063,241	2,427,592	2,561,837
Debt Proceeds	-	62,000,000	62,000,000	-	-
Total Capital Revenue	\$ 50,425,660	\$ 132,063,241	\$ 136,838,901	\$ 2,427,592	\$ 2,561,837
Capital Appropriation					
Ninth and Alder	4,775,660	-	4,775,660	-	-
DES HMC Campus Parking	-	107,000,000	107,000,000	-	-
DES FMD HMC AUX LOOP CT-3 and 4	13,860,855	-	13,860,855	-	-
DES FMD HMC HVAC CONTROLS	21,954,516	-	21,954,516	-	-
DES FMD HMC NJB MAJOR HEATING VALVES	820,628	-	820,628	-	-
DES FMD HMC JNB HEATING TUBE BUNDLE	310,705	-	310,705	-	-
DES FMD HMC SUBBASEMENT STEAM VALVES	7,331,000	-	7,331,000	-	-
DES HMC F3740 ADMIN & PLANNING	-	2,304,311	2,304,311	2,427,592	2,561,837
DES FMD PIONEER SQUARE CLINIC	1,372,296	22,758,930	24,131,226	-	-
Total Capital Appropriation	\$ 50,425,660	\$ 132,063,241	\$ 182,488,901	\$ 2,427,592	\$ 2,561,837

CIP Fund Financial Position

	2025 Actuals	2026-2027 Estimated at Budget Adoption	2026-2027 Biennial-to-Date Actuals	2026-2027 Estimated	2028-2029 Projected	2030-2031 Projected
Beginning Fund Balance	\$ 7,328	\$ -	\$ 13,070,377	\$ -	\$ -	\$ -
Capital Funding Sources						
Department of Commerce	-	-	-	5,000,000	-	-
Transfer from Operating (F1700 County Hospital Levy)	19,300,000	68,997,000	-	87,862,040	22,278,778	3,981,837
Bond Proceeds	-	-	-	-	62,000,000	-
Total Capital Revenue	\$ 19,300,000	\$ 68,997,000	\$ -	\$ 92,862,040	\$ 84,278,778	\$ 3,981,837
Capital Expenditures						
Ninth and Alder	67,951	-	224,340	5,000,000	-	-
HMC Campus Parking	-	45,000,000	8,047	45,000,000	62,000,000	-
DES FMD HMC AUX LOOP CT-3 and 4	29,145	10,177,000	1,661	13,860,855	-	-
DES FMD HMC HVAC CONTROLS	5,484	7,680,000	1,744	7,674,516	4,982,000	1,420,000
DES FMD HMC NJB MAJOR HEATING VALVES	4,372	-	2,703	820,628	-	-
DES FMD HMC JNB HEATING TUBE BUNDLE	2,295	-	1,661	310,705	-	-
DES FMD HMC SUBBASEMENT STEAM VALVES	-	6,140,000	1,827	7,331,000	-	-
DES HMC F3740 ADMIN & PLANNING	-	-	-	2,310,000	2,427,592	2,561,837
DES FMD PIONEER SQUARE CLINIC	6,127,704	-	3,176	10,554,336	14,869,186	-
Total Capital Expenditures	\$ 6,236,951	\$ 68,997,000	\$ 245,159	\$ 92,862,040	\$ 84,278,778	\$ 3,981,837
Other Fund Transactions						
Total Other Fund Transactions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ending Fund Balance	\$ 13,070,377	\$ -	\$ 12,825,217	\$ -	\$ -	\$ -
Reserves						
Dedicated to budgeted projects	13,070,377	-	12,825,217	-	-	-
Total Reserves	\$ 13,070,377	\$ -	\$ 12,825,217	\$ -	\$ -	\$ -
Projected Shortfall	-	-	-	-	-	-
Ending Undesignated Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Financial Plan Notes

CIP Budget:

- All financial plans have the following assumptions, unless otherwise noted in below rows.
- 2025 Ending Balance (ITD Balance) column reflects the best estimate of the inception to date budget balances and actual balances after 2025 is closed.
- 2026-2027 Budget is consistent with PIC for 2026-2027 Final Adopted Budget and proposed supplementals.
- 2026-2027 Total (Balance + Budget) column sums the 2025 Ending Balance (ITD Balance) column and the 2026-2027 Budget column.
- Outyear projections should be consistent with PIC.

Revenue Notes:

- Revenues shown are equal to the budgeted expenditure. Revenues include new revenue and fund balance designated to projects.

Appropriation Notes:

CIP Fund Financial Position:

- All financial plans have the following assumptions, unless otherwise noted in below rows.
- As of the 1st Omnibus development, the 2025 Actuals Ending Fund Balance column reflects the best estimate of the actual balances after 2025 is closed.
- 2026-2027 Estimated at Budget Adoption column reflects the estimated revenues and expenditures for the fund when the 2026-2027 budget was adopted.
- 2026-2027 Biennial-to-Date Actuals column reflect amounts in EBS.
- 2026-2027 Estimated column reflects the best estimate for the biennium based on actuals and should be informed by the fund's spending plan.
- Outyear revenue projections and expenditure estimates are based on the most recent projections and reflect current project plans. Outyear allocations for projects not requesting budget in this cycle are included in the financial plan.

Revenues Notes:

- 2028-2029 and 2030-2031 projections for the Administrative & Planning project uses the BFPa Q1 2026 blended rate for labor as the majority of the costs will be related to salaries and benefits.
- The 1st Omnibus request for Duncan Building Tenant Improvements and the Planning & Administrative project are pending Council approval.

Expenditure Notes:

- 2026-2027 Biennial Actuals-to-Date reflect January 2026 expenditures from the PA075 Report in BI Publisher.
- The 1st Omnibus request for Duncan Building Tenant Improvements and the Planning & Administrative project are pending Council approval.

Reserve Notes:

- Reserves for this fund reflect appropriations dedicated to budgeted projects

Last Updated 3/19/2026 by Marina Sebright using data from PIC, BI Publisher, and BI Insights.

**2026-2027 1st Omnibus Financial Plan
Fleet Equipment Rental and Revolving Fund / 000005570**

Category	2025 Actuals	2026-2027 Adopted	2026-2027 Current Budget	2026-2027 Budget-to-Date Actuals	2026-2027 Estimated	2028-2029 Projected	2030-2031 Projected
Beginning Fund Balance	\$ 47,377,925	\$ 25,366,238	\$ 36,205,870	\$ 36,205,870	\$ 36,205,870	\$ 9,354,437	\$ 11,384,834
Revenues							
FEDERAL SHARED REVENUES - R3320	-	-	-	532,500	532,500	-	-
STATE GRANTS - R3340	-	-	-	25,937	-	-	-
CHARGE FOR SERVICES - R3410	1,896,610	5,003,704	5,003,704	439,977	5,003,704	5,287,085	5,623,573
MISCELLANEOUS REVENUE - R3600 STATUS QUO	34,379,828	79,436,549	79,436,549	6,651,140	79,436,549	103,500,000	110,087,088
MISCELLANEOUS REVENUE - R3600 LONG TERM	-	2,053,377	2,053,377	-	2,053,377	-	-
RENTAL ADDS AND UPGRADES	-	-	-	-	-	-	-
INTEREST EARNINGS - R3611	2,048,765	2,285,074	2,285,074	133,900	2,285,074	750,000	100,000
PROP INSURANCE RECOVERIES - R3720	54,086	80,000	80,000	13,015	80,000	84,531	89,911
GAINS (LOSSES) - R3730	1,572,792	1,582,714	1,582,714	130,702	1,582,714	1,672,350	1,778,784
TRANSFERS IN - R3901	372,341	100,000	100,000	-	100,000	105,663	112,388
Total Revenues	\$ 40,324,423	\$ 90,541,418	\$ 90,541,418	\$ 7,927,171	\$ 91,073,918	#####	#####
Expenditures							
SALARIES AND BENEFITS - 51000	11,119,571	25,182,060	25,182,060	1,883,911	25,182,060	26,529,085	27,997,220
SUPPLIES - 52000	10,548,736	22,906,810	22,906,810	1,298,108	22,906,810	24,204,120	25,744,552
SERVICES-OTHER CHARGES - 53000	3,255,762	7,239,504	7,239,504	527,350	7,239,504	7,649,508	8,136,348
INTRAGOVERNMENTAL SERVICES - 55000	2,869,503	6,817,878	6,817,878	420,575	6,817,878	7,642,727	8,624,200
CAPITAL EXPENDITURES - 56000	24,599,694	42,968,466	42,968,466	3,404,340	53,571,837	45,909,269	28,235,121
INTEREST AND OTHER DEBT SERVICE COSTS - 57200	-	15,150	15,150	-	15,150	16,232	17,359
INTRAGOVERNMENTAL CONTRIBUTIONS - 58000	357,011	1,487,872	1,487,872	2,523	1,487,872	1,667,880	1,882,067
CONTINGENCIES - 59800	-	2,704,240	2,704,240	-	2,704,240	2,857,393	3,039,247
CONTRA EXPENDITURES - 59900	-	-	-	(4,022)	-	-	-
APPLIED OVERHEAD - 82000	(1,253,799)	(1,140,000)	(1,140,000)	(115,974)	(2,000,000)	(2,106,983)	(2,223,585)
Total Expenditures	\$ 51,496,477	#####	#####	\$ 7,416,811	#####	#####	#####
Estimated Underexpenditures		(5,000,000)	(5,000,000)			(5,000,000)	
Other Fund Transactions							
Total Other Fund Transactions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ending Fund Balance	\$ 36,205,870	\$ 12,725,675	\$ 23,565,308	\$ 36,716,230	\$ 9,354,437	\$ 11,384,834	\$ 27,724,047
Reserves							
Expenditure Reserve	20,488,102	21,983,733	21,991,918	21,991,918	21,991,918	23,499,148	25,121,826
Total Reserves	\$ 20,488,102	\$ 21,983,733	\$ 21,991,918	\$ 21,991,918	\$ 21,991,918	\$ 23,499,148	\$ 25,121,826
Reserve Shortfall	-	9,258,058	-	-	12,637,481	12,114,314	-
Ending Undesignated Fund Balance	\$ 15,717,768	\$ -	\$ 1,573,390	\$ 14,724,312	\$ -	\$ -	\$ 2,602,221

Financial Plan Notes:

All financial plans have the following assumptions, unless otherwise noted in below rows:

- 2026-2027 Adopted Budget and Current Budget columns tie to PBCS.
- 2026-2027 Estimated column incorporates requested supplemental changes in current Omnibus process.
- As of the 1st Omnibus development, the 2025 Actuals Ending Fund Balance column reflects the best estimate of the actual balances after 2025 is closed.
- Outyear projections columns: revenue and expenditure inflation assumptions are consistent with figures provided by the Executive Budget Team's BFPA guidance.

Revenue Notes:

- 2026-2027 is the first budget cycle in which Fleet is segregating the long-term rental revenue linked to fleet adds and upgrades from the status quo miscellaneous revenue. This adopted revenue budget is linked to adds and upgrades requested and approved by fleet customer agencies during previous budget cycle, and resulted in higher central rates for those agencies in 2026-2027.
- 2026-2027 Biennial-to-Date Actuals are through February 2026.
- Projected 2028-2029 Miscellaneous Revenue (Long-term rental) will increase to keep pace with program expenses to keep fund balance above zero. This does not include any adds or upgrades that may occur in 2026-2027.

Expenditure Notes:

- Estimated 2026-2027 Capital Expenditures (56000) includes \$10,603,371 reappropriation tied to open purchase orders that were pending receipt on 12/31/2025.
- Estimated 2026-2027 Applied Overhead (82000) is related to direct service labor charged to other funds.
- 2026-2027 Biennial-to-Date Actuals are through February 2026.
- Projected 2028-2029 Capital Expenditures (56000) is tied to assets that Fleet plans to replace in that biennium. This does not include any adds or upgrades that may occur and which are funded by the requesting agencies.

Reserve Notes:

The fund reserve is 10% of the cost to replace the fleet in a given cycle. Outyear projections are based current year costs adjusted for inflation.

App Unit	Appropriation Name	DP	Title	Narrative	DP Type	Appropriation	Revenue	Dec FTEs	Dec TLTs
						2026-2027	2026-2027	2027	2027
EN_A12000	OFFICE OF THE EXECUTIVE (EN_A12000)	S1_015	Executive Office Reorganization	Transfer budget and FTE authority from the Internal Auditor, PSB, OERSJ, ECO, OEOCE, and OLR appropriation units to the Office of the Executive as part of the Executive Office reorganization. Aligns with S1_015 in the above appropriation units.	Administrative Changes	69,344,754	0	118.90	3.00
EN_A12000	OFFICE OF THE EXECUTIVE (EN_A12000)	S1_020	Add relevant expenditure restrictions and provisos from repealed appropriation units.	Add the relevant expenditure restrictions and provisos from repealed appropriation units to the office of the executive appropriation unit. This includes the Office of Performance, Strategy, and Budget's P1, P2, P3, P4, P5, P6, P7, P8, and P9 and a date change on P4 from April 1, 2026 to July 1, 2026; Office of Equity, Racial, and Social Justice's ER2; Executive Climate Office's ER1 and P4; Office of Economic Opportunity	Proviso/ER	0	0	0.00	0.00
EN_A13000	INTERNAL AUDITOR (EN_A13000)	S1_015	Executive Office Reorganization	Transfer budget authority from Internal Auditor to the Office of the Executive as part of the Executive Office reorganization. Aligns with S1_015 in the Office of the Executive (A12000).	Administrative Changes	(500,000)	0	0.00	0.00
EN_A14000	OFFICE OF PERFORMANCE STRATEGY AND BUDGET (EN_A14000)	S1_015	Executive Office Reorganization	Transfer budget and FTE authority from the Office of Performance, Strategy, and Budget to the Office of the Executive and Department of Local Services Directors Office as part of the Executive Office reorganization. Aligns with S1_015 in the Office of the Executive (A12000) and DLS Directors Office (A77000).	Administrative Changes	(37,458,545)	0	(72.30)	(1.00)
EN_A14100	OFFICE OF EQUITY AND RACIAL AND SOCIAL JUSTICE (EN_A14100)	S1_015	Executive Office Reorganization	Transfer budget and FTE authority from the Office of Equity and Racial and Social Justice to the Office of the Executive as part of the Executive Office reorganization. Aligns with S1_015 in the Office of the Executive (A12000).	Administrative Changes	(12,894,268)	0	(19.00)	0.00
EN_A14200	OFFICE OF CLIMATE (EN_A14200)	S1_015	Executive Office Reorganization	Transfer budget and FTE authority from the Executive Climate Office to the Office of the Executive and the Department of Natural Resources and Parks Directors Office as part of the Executive Office reorganization. Aligns with S1_015 in the Office of the Executive (A12000) and DNRP Directors Office (A38200).	Administrative Changes	(13,761,292)	(13,761,292)	(14.00)	(2.00)
EN_A19000	OFFICE OF ECONOMIC OPPORTUNITY AND CREATIVE ECONOMY (EN_A19000)	S1_015	Executive Office Reorganization	Transfer budget and FTE authority from the Office of Economic Opportunity and Creative Economy to the Office of the Executive as part of the Executive Office reorganization. Aligns with S1_015 in the Office of the Executive (A12000).	Administrative Changes	(2,519,698)	0	(3.00)	0.00
EN_A20000	SHERIFF (EN_A20000)	S1_001	Covington Patrol Deputy	Add revenue-backed patrol deputy as requested by the City of Covington.	Direct Service Changes	462,180	419,362	1.00	0.00
EN_A20000	SHERIFF (EN_A20000)	S1_002	Coalition Labor Agreement Adjustment	Add appropriation authority for bargained range increases not included in the adopted budget.	Technical Adjustments	1,079,000	647,400	0.00	0.00
EN_A20000	SHERIFF (EN_A20000)	S1_020	Proviso P1 Date Change Asset Forfeiture Hearings	Change the due date of report from June 1, 2026 to October 31, 2026 to allow time for collaboration with the Hearing Examiner.	Proviso/ER	0	0	0.00	0.00
EN_A42100	OFFICE OF LABOR RELATIONS (EN_A42100)	S1_015	Executive Office Reorganization	Transfer budget and FTE authority from the Office of Labor Relations to the Office of the Executive as part of the Executive Office reorganization. Aligns with S1_015 in the Office of the Executive (A12000).	Administrative Changes	(8,309,588)	0	(16.60)	0.00
EN_A50000	PROSECUTING ATTORNEY (EN_A50000)	S1_001	Coalition Labor Agreement Adjustment	Add appropriation authority for bargained range increases not included in the adopted budget.	Technical Adjustments	112,000	0	0.00	0.00
EN_A50000	PROSECUTING ATTORNEY (EN_A50000)	S1_021	Proviso P1 Juvenile Recidivism Data	Adjust language regarding data the PAO will provide.	Proviso/ER	0	0	0.00	0.00
EN_A51000	SUPERIOR COURT (EN_A51000)	S1_001	Trial Court Improvement	Re-appropriate unspent Trial Court Improvement funds. This is a State revenue backed request, from revenue received in prior years.	Reappropriation	237,765	0	0.00	0.00
EN_A51000	SUPERIOR COURT (EN_A51000)	S1_020	Proviso P1 Family Caseload	Change the due date of report from March 31, 2026 to July 31, 2026 to allow time for the new presiding judge to convene the Protocol Committee.	Proviso/ER	0	0	0.00	0.00

EN_A53000	DISTRICT COURT (EN_A53000)	S1_001	Photo Enforcement	Add District Court staff to accommodate the increasing volume of photo enforcement work for city contract partners. Changes in state law have resulted in a significant increase in traffic enforcement camera implementation by District Court contract cities. This request is supported by contract revenue. It is likely that there will be a similar revenue-backed request in the future as contract cities continue to install new traffic enforcement cameras and District Court adjusts its staffing to match the workload.	Direct Service Changes	6,333,846	6,333,846	21.50	0.00
EN_A53000	DISTRICT COURT (EN_A53000)	S1_002	Interpreter Funding	Add funding for interpreters backed by revenue from the State Administrative Office of the Courts.	Technical Adjustments	221,410	221,410	0.00	0.00
EN_A53000	DISTRICT COURT (EN_A53000)	S1_003	Trial Court Improvement Funds	Reappropriate unspent trial court improvement funds. This request is backed by revenue received from the State of Washington in previous years.	Technical Adjustments	221,486	0	0.00	0.00
EN_A53000	DISTRICT COURT (EN_A53000)	S1_004	Court Security	Reappropriate balance of funds added in the 2025 Annual Budget for District Court security improvements.	Reappropriation	195,900	0	0.00	0.00
EN_A65700	EXTERNAL SUPPORT (EN_A65700)	S1_001	Reappropriation Adjustments	Adjust reappropriation authority for projects reappropriated in DS_001 in the 2026-2027 budget. General Fund-backed project appropriation authority is reduced by \$573k. Bond-backed capital project appropriation authority and revenue are each increased by \$1.5 million.	Technical Adjustments	913,915	1,487,002	0.00	0.00
EN_A65700	EXTERNAL SUPPORT (EN_A65700)	S1_002	Flood Response	Add \$1.5 million to support flood response efforts. This decision package is backed by fund balance.	Direct Service Changes	1,500,000	0	0.00	0.00
EN_A65700	EXTERNAL SUPPORT (EN_A65700)	S1_020	Proviso P1 Career Mentorship	Change the due date of report from June 30, 2026 to September 30, 2026 to allow time for sufficient staffing, planning, and community engagement.	Proviso/ER	0	0	0.00	0.00
EN_A69200	GF TRANSFER TO DLS (EN_A69200)	S1_001	Minimum Wage Program	Provide General Fund support for the ongoing components in the minimum wage program, which are primarily advertising and mailing annually to notify businesses in unincorporated King County about changes to minimum wage. This is a technical adjustment, as this funding was previously approved as ongoing but not included in the 2026-2027 Adopted Budget. Associated with S1_005 in Local Services Administration (A77000).	Technical Adjustments	140,000	0	0.00	0.00
EN_A69200	GF TRANSFER TO DLS (EN_A69200)	S1_002	Participatory Budgeting Operating Grants	Reappropriate General Fund support for Participatory Budgeting operating grants that are in process but were not fully spent in 2025. Associated with S1_001 in Local Services Administration (A77000).	Reappropriation	4,088,856	0	0.00	0.00
EN_A69200	GF TRANSFER TO DLS (EN_A69200)	S1_003	White Center Beautification	Reappropriate General Fund support for the White Center Beautification project that was included in the 2025 Adopted Budget. Planning work was completed in 2025, but spending did not start and is in the contracting process. This funding will be used for murals, graffiti removal, and power washing. Associated with S1_002 in Local Services Administration (A77000).	Reappropriation	100,000	0	0.00	0.00
EN_A69200	GF TRANSFER TO DLS (EN_A69200)	S1_008	Regional Planning and Comprehensive Plan Transfer	Provide General Fund support for the positions being transferred from the Executive Office and GIS budgets to support Regional Planning and the Comprehensive Plan function in the Department of Local Services as part of the Executive Office Reorganization. Associated with S1_015 in Local Services Administration (A77000).	Administrative Changes	1,420,030	0	0.00	0.00
EN_A69400	GF TRANSFER TO DCHS (EN_A69400)	S1_001	Jail Diversion Funding	Reappropriate jail diversion funding received in prior bienniums that is supporting the Capitol Hill Health Through Housing site. Associated with S1_001 in Housing and Community Development (A35000).	Reappropriation	5,000,000	0	0.00	0.00
EN_A69400	GF TRANSFER TO DCHS (EN_A69400)	S1_002	Protecting Immigrant and Refugee Communities	Provide General Fund funding to support immigrants and refugees that are being impacted by federal enforcement policies including things like rental assistance, food access, legal assistance, and other basic needs. Associated with S1_001 in Community Services Operating (S1_001).	Direct Service Changes	2,000,000	0	0.00	0.00
EN_A69400	GF TRANSFER TO DCHS (EN_A69400)	S1_003	Rental Assistance	Provide General Fund funding for supplemental rental assistance services provided by the United Way of King County. Associated with S1_002 in Housing and Community Development (A35000).	Direct Service Changes	2,000,000	0	0.00	0.00
EN_A69700	GF TRANSFER TO DNRP (EN_A69700)	S1_001	Salmon Predation	Reappropriate General Fund support for a contract with the Washington Department of Fish and Wildlife (WDFW) and its contractor, Hickey Bros. Research, LLC, for continued testing of gill netting as a strategy for reducing the abundance of predator fishes in Lake Washington, with the intent of achieving larger returns of salmon in future years. Associated with S1_005 in Water and Land Resources (A74100).	Reappropriation	250,000	0	0.00	0.00

EN_A69900	GF CIP TRANSFER TO DES (EN_A69900)	S1_001	Capital Project Reappropriation	Adjust appropriation to match expected spending levels on previously approved General Fund-backed capital projects.	Reappropriation	3,172,000	0	0.00	0.00
EN_A69900	GF CIP TRANSFER TO DES (EN_A69900)	S1_002	KCCF Fire Sprinkler Repairs (Project 1152066)	Provide General Fund funding for capital project 1152066 in the Building Repair and Replacement Subfund (3951), which is for remediation and repair of multiple fire suppression deficiencies and related components in detention which could impact the systems full efficacy.	Direct Service Changes	1,057,000	0	0.00	0.00
EN_A69900	GF CIP TRANSFER TO DES (EN_A69900)	S1_003	KCCH Fire Sprinkler Replacement (Project 1152079)	Provide General Fund funding for capital project 1152079 in the Building Repair and Replacement Subfund (3951) for repairs required by Seattle Fire Department to the King County Courthouse to remain compliant with current code.	Direct Service Changes	219,000	0	0.00	0.00
EN_A69900	GF CIP TRANSFER TO DES (EN_A69900)	S1_004	Sewer Pump Replacement (Project 1152061)	Provide General Fund funding for project 1152061 proposed in the Major Maintenance Reserve Subfund (3421). This project will replace an ill-designed and frequently failing sewage lift station pump system with a new, dependable system.	Direct Service Changes	379,000	0	0.00	0.00
EN_A82000	JAIL HEALTH SERVICES (EN_A82000)	S1_001	Coalition Labor Agreement Adjustment	Add appropriation authority for bargained range increases not included in the adopted budget.	Technical Adjustments	381,877	0	0.00	0.00
EN_A82000	JAIL HEALTH SERVICES (EN_A82000)	S1_002	Medicaid Reentry Demonstration Initiative Planning	Add staffing, consulting, and equipment to prepare for the state-led Medicaid Reentry Demonstration Initiative. This state-funded program aims to apply a federal waiver to bill Medicaid for specific services offered in the jail.	Administrative Changes	4,807,000	3,303,000	0.00	0.00
EN_A82000	JAIL HEALTH SERVICES (EN_A82000)	S1_003	Municipal Jails Substance Use Disorder Assessor	Transfer a position from DCHS to conduct substance use assessments in regional municipal jails. Associated with S1_001 in the Behavioral Health fund.	Direct Service Changes	409,534	409,534	1.00	0.00
EN_A82000	JAIL HEALTH SERVICES (EN_A82000)	S1_004	Opioid Treatment Expansion	Expand access to medications for opioid use disorder for residents of the King County jails to comply with the Americans with Disabilities Act which classifies substance use disorders as disabilities. Associated with S1_001 in MIDD and S1_004 in Public Health.	Direct Service Changes	7,476,187	7,476,187	0.00	0.00
EN_A82000	JAIL HEALTH SERVICES (EN_A82000)	S1_020	Proviso P1 Psychiatric Clinical Wait Times	Change the date of report from May 1, 2026 to December 1, 2026 to allow Jail Health Services time to review and utilize information about psychiatric wait times from the King County Auditor report which is due over the summer.	Proviso/ER	0	0	0.00	0.00
EN_A87000	MEDICAL EXAMINER (EN_A87000)	S1_001	Washington State Patrol Coverdell Grant	Extend the grant program awarded by the Washington State Patrol to support the Medical Examiner's Fatal Overdose Surveillance Network project. This grant was last appropriated in 2025 and has since been extended through September 2026.	Direct Service Changes	209,777	211,257	0.00	0.00
EN_A91000	ADULT AND JUVENILE DETENTION (EN_A91000)	S1_001	Reentry Initiative Planning	Engage in planning activity to prepare the Patricia H. Clark Children and Family Justice Center for the the Washington Reentry Initiative by building required processes, protocols, IT infrastructure, and staff training. Leverage revenue from the Washington State Healthcare Authority to fully fund this planning work.	Administrative Changes	1,455,000	1,455,000	0.00	1.00
EN_A91000	ADULT AND JUVENILE DETENTION (EN_A91000)	S1_002	Juvenile Detention Guild Labor Agreement Adjustment	Add appropriation authority for elements of Juvenile Detention Guild labor agreement not included in the adopted budget.	Technical Adjustments	858,000	0	0.00	0.00
EN_A95000	PUBLIC DEFENSE (EN_A95000)	S1_001	Seattle Municipal Court (SMC) Contract	Add revenue and appropriation for the 2026 SMC contract. This increase to existing service levels has been agreed upon by the City of Seattle and the Department of Public Defense. The SMC contract is full-cost recovery so costs will be covered by revenue from the City of Seattle.	Direct Service Changes	4,895,020	4,895,020	11.00	0.00
EN_A95000	PUBLIC DEFENSE (EN_A95000)	S1_002	Professional Staff Positions	Add professional staff positions backed by additional Public Defense Improvement Funds (PDFIF) award from the State Office of Public Defense.	Direct Service Changes	2,716,000	2,716,000	13.00	0.00
EN_A95000	PUBLIC DEFENSE (EN_A95000)	S1_005	Expert Services Error Correction	Add a Program Manager position for the Expert Services program. The cost of this position is offset by a reduction in the non-labor portion of the Expert Services budget. This is an error correction as this FTE was unintentionally left out of the 2026-2027 Executive Proposed budget.	Technical Adjustments	0	0	1.00	0.00
EN_A95000	PUBLIC DEFENSE (EN_A95000)	S1_006	Salary Adjustment Error Correction	Adjust budgeted salaries to correct levels for positions added in the 2026-2027 Adopted Budget. The salaries added in the 2026-2027 budget were for non-represented positions resulting in incorrect salary amounts.	Technical Adjustments	516,710	0	0.00	0.00
EN_A73000	ROADS (EN_A73000)	S1_001	Coalition Labor Agreement Adjustment	Add appropriation authority for bargained range increases not included in the adopted budget.	Technical Adjustments	1,971,339	0	0.00	0.00
EN_A92000	DEVELOPMENTAL DISABILITIES (EN_A92000)	S1_001	Best Start for Kids (BSK) Innovation Program	Transfer budget authority for the BSK Innovation Program to the Developmental Disability and Early Childhood Supports (DDECS) Fund. Although DDECS manages this program, the contract budget has been held by BSK.	Technical Adjustments	1,526,587	1,526,587	0.00	0.00

EN_A93500	COMMUNITY AND HUMAN SERVICES ADMINISTRATION (EN_A93500)	S1_020	Proviso P1 Contract Management and Compliance Monitoring	Change the language to acknowledge that this proviso response will satisfy the requirements of Ordinance 19978, Section 5.A.	Proviso/ER	0	0	0.00	0.00
EN_A92400	BEHAVIORAL HEALTH (EN_A92400)	S1_001	Municipal Jails Substance Use Disorder Assessor	Transfer a position from DCHS to Jail Health Services (JHS) to conduct substance use assessments in regional municipal jails. The funding associated with this position is also being transferred to JHS. Associated with S1_003 in Jail Health Services (A82000).	Administrative Changes	(409,534)	(409,534)	(1.00)	0.00
EN_A92400	BEHAVIORAL HEALTH (EN_A92400)	S1_020	Proviso P1 and P2 Change	Combine Proviso 1 and Proviso 2 in Behavioral Health with Proviso 1 in Crisis Care Centers into a single proviso report within the Behavioral Health appropriation unit. A progress briefing will be provided by September 30, 2026 and the due date for the proposed combined proviso report is January 31, 2027.	Proviso/ER	0	0	0.00	0.00
EN_A99000	MENTAL ILLNESS AND DRUG DEPENDENCY FUND (EN_A99000)	S1_001	Jail Opioid Treatment Expansion	Expand access to medications for opioid use disorder for residents of the King County jails to comply with the Americans with Disabilities Act, which classifies substance use disorders as disabilities. Increases Initiative CD-07: Multipronged Opioid Strategies using the MOUD Reserve. Associated with S1_004 in Jail Health Services.	Direct Service Changes	5,000,000	0	0.00	0.00
EN_A99000	MENTAL ILLNESS AND DRUG DEPENDENCY FUND (EN_A99000)	S1_021	ER5 MIDD Initiative Correct Amount	Adjust the restriction amount from \$4,204,487 to \$4,006,487. Council staff confirmed the error in the expenditure restriction amount - the amount in the 2026-2027 biennial budget ordinance does not take into account a council reduction.	Proviso/ER	0	0	0.00	0.00
EN_A11900	VETERANS SENIORS AND HUMAN SERVICES LEVY (EN_A11900)	S1_001	VSHSL Reappropriation	Reappropriate budget for committed projects and programs budgeted in 2025 with expenditures now expected in 2026. Includes \$23M for a pending Veterans housing purchase and an additional \$22M for affordable housing and home repair programs.	Reappropriation	45,601,654	0	0.00	0.00
EN_A74100	WATER AND LAND RESOURCES (EN_A74100)	S1_001	King County Environmental Lab Building Survey	Reappropriate budget for an assessment that could not be completed in 2025 because no work order contracts were available. The King County Environmental Lab (KCEL) has engaged Jacobs through a WTD work order to scope a safety and stability assessment for its Lake Washington Ship Canal facility.	Reappropriation	350,000	0	0.00	0.00
EN_A74100	WATER AND LAND RESOURCES (EN_A74100)	S1_005	Salmon Predation	Reappropriate budget for a contract with the Washington Department of Fish and Wildlife (WDFW) and its contractor, Hickey Bros. Research, LLC, for continued testing of gill netting as a strategy for reducing the abundance of predator fishes in Lake Washington, with the intent of achieving larger returns of salmon in future years. This decision package corresponds with the following general fund decision package: EN_A69700, S1_001.	Reappropriation	250,000	250,000	0.00	0.00
EN_A84500	SURFACE WATER MANAGEMENT LOCAL DRAINAGE SERVICES (EN_A84500)	S1_002	Closed Circuit Television Truck	Procure a Closed Circuit Television (CCTV) truck for the Stormwater CCTV program. The procurement process began in 2025 but the truck will be delivered in 2026. The truck and associated equipment will be used to inspect subsurface stormwater assets.	Reappropriation	557,268	0	0.00	0.00
EN_A84500	SURFACE WATER MANAGEMENT LOCAL DRAINAGE SERVICES (EN_A84500)	S1_003	Asset Maintenance and Enhanced Maintenance Plan, and Burns & Bell Stream Flow Study	Reappropriate consultant contract work that was due to be complete in 2025 to 2026-2027 budget.	Reappropriation	202,745	0	0.00	0.00
EN_A84500	SURFACE WATER MANAGEMENT LOCAL DRAINAGE SERVICES (EN_A84500)	S1_004	Stormwater Management Action Plan & Surface Water Design Manual Update	Reappropriate budget for consultant contract from 2025 to 2026-2027 to complete the work. The contract, developing a drainage and water quality plan within the Skyway community, began in 2025 and will continue into 2026, as the original budget request stated.	Reappropriation	468,306	0	0.00	0.00
EN_A86000	LOCAL HAZARDOUS WASTE (EN_A86000)	S1_001	Budget Allocation to Solid Waste	Increase the budget allocation to the Solid Waste Division for disposal costs for the Hazardous Waste Management Program. Disposal costs exceeded the 2025 budget, and similar cost levels are anticipated for 2026. A one-time budget adjustment is necessary to align funding with actual costs based on updated forecasts and recent trends. This decision package corresponds with Solid Waste decision package: EN_A72000, S1_001.	Administrative Changes	350,000	0	0.00	0.00

EN_A86000	LOCAL HAZARDOUS WASTE (EN_A86000)	S1_002	Budget Allocation to Public Health	Increase the budget allocation to Public Health for overhead costs for the Hazardous Waste Management Program. A realignment of the 2026-2027 budget is necessary to reimburse the Environmental Health Services Division for 2025 overhead costs and to adjust the forecast for 2026-2027 overhead expenses. This decision package corresponds with Public Health decision package: EN A85000, S1 002.	Administrative Changes	733,651	0	0.00	0.00
EN_A35500	YOUTH AND AMATEUR SPORTS FUND(EN_A35500)	S1_001	Youth and Amateur Sports Carryforward	Reappropriate awarded but unspent Youth and Amateur Sports Grants program grants.	Reappropriation	5,949,772	0	0.00	0.00
EN_A35500	YOUTH AND AMATEUR SPORTS FUND(EN_A35500)	S1_002	Get Active Stay Active Carryforward	Reappropriate awarded but unspent Get Active Stay Active Council grants.	Reappropriation	1,315,676	0	0.00	0.00
EN_A32510	PLANNING AND PERMITTING (EN_A32510)	S1_020	Provisos P2, P3, and P4 Adjustment	Add language to provisos P2, P3, and P4 noting exception for the permitting division director.	Proviso/ER	0	0	0.00	0.00
EN_A77000	LOCAL SERVICES ADMINISTRATION (EN_A77000)	S1_001	Participatory Budgeting Operating Grants-Reappropriation	Reappropriate Participatory Budgeting Operating Grants that are in process but not fully spent. This requires reappropriation of the general fund revenue, which is billed on a reimbursable basis.	Reappropriation	4,088,856	4,088,856	0.00	0.00
EN_A77000	LOCAL SERVICES ADMINISTRATION (EN_A77000)	S1_002	White Center Beautification-Reappropriation	Continue the work on the general fund backed White Center Beautification project. Planning work was completed in 2025, but spending did not start and is in the contracting process. This funding will be used for murals, graffiti removal, and power washing. This requires reappropriation of the general fund transfer, which is billed on a reimbursable basis.	Reappropriation	100,000	100,000	0.00	0.00
EN_A77000	LOCAL SERVICES ADMINISTRATION (EN_A77000)	S1_003	Contracted Services Reappropriation	Reappropriate contracted funds to continue services for the Rural Economic Strategies and SharePoint structure projects. These projects were under contract in 2025 but are not projected to be complete until 2026.	Reappropriation	141,881	0	0.00	0.00
EN_A77000	LOCAL SERVICES ADMINISTRATION (EN_A77000)	S1_005	Minimum Wage General Fund Revenue Adjustment	Add general fund backing for the ongoing components in the minimum wage program, which are primarily advertising and mailing annually to notify businesses in the UKC about changes to minimum wage. The revenue was inadvertently removed during the 2026-2027 proforma process.	Technical Adjustments	0	140,000	0.00	0.00
EN_A77000	LOCAL SERVICES ADMINISTRATION (EN_A77000)	S1_015	Regional Planning and Comprehensive Plan Transfer	Transfer two FTEs from the Executive Office and GIS budgets to support Regional Planning and the Comprehensive Plan function that have been transferred to the Department of Local Services as part of the Executive Office Reorg. This request is for general fund transfer to DLS DO.	Administrative Changes	1,420,030	1,420,030	2.00	0.00
EN_A77000	LOCAL SERVICES ADMINISTRATION (EN_A77000)	S1_020	Proviso P1 Date Change Maple Valley	Change the due date of report from May 1, 2026 to May 1, 2027 to allow sufficient time to collaborate with Maple Valley. A progress briefing will be provided to Council on May 1, 2026.	Proviso/ER	0	0	0.00	0.00
EN_A88800	COMMUNITY SERVICES OPERATING (EN_A88800)	S1_001	Services for Immigrant and Refugee Communities	Add funding for services to protect and provide support for immigrant and refugee communities. Services include rental assistance, food access, legal assistance, and other basic needs. Expenditures backed by General Fund revenue.	Direct Service Changes	2,000,000	2,000,000	0.00	0.00
EN_A64000	PARKS AND RECREATION (EN_A64000)	S1_001	Net Zero Changes	Implement net zero changes establishing four new cost centers in order to better align Parks budget with operational needs. In addition to moving budget, it also transfers position authority to the new cost centers.	Technical Adjustments	0	0	0.00	0.00
EN_A64000	PARKS AND RECREATION (EN_A64000)	S1_002	Targeted Equity Grants Disappropriation	Disappropriate Targeted Equity Grants from Parks 2026-2027 operating budget as this program moved to Parks Capital Fund 3581 effective 2026 and is called the Healthy Communities & Parks Grant.	Technical Adjustments	(2,802,112)	0	0.00	0.00
EN_A64000	PARKS AND RECREATION (EN_A64000)	S1_003	Targeted Equity Grants Reappropriation	Reappropriate awarded but unspent Targeted Equity Grant dollars.	Reappropriation	2,206,708	0	0.00	0.00
EN_A64000	PARKS AND RECREATION (EN_A64000)	S1_005	Services and Standards Carryforward	Reappropriate unspent Services and Standards (SaS) budget for encumbered 2025 expenses. This is specifically related to fleet vehicles and park benches that were purchased in 2025 but are expected to be received in 2026.	Reappropriation	815,000	0	0.00	0.00
EN_A64000	PARKS AND RECREATION (EN_A64000)	S1_020	Proviso P4 Date Change Levy Grant Report	Change the due date of report from March 31, 2026 to June 30, 2026 to allow time for sufficient planning and engagement with prior advisory committee members.	Proviso/ER	0	0	0.00	0.00
EN_A64000	PARKS AND RECREATION (EN_A64000)	S1_022	Proviso P1 Date Change Interurban Trail South Workplan	Change the due dates of the report and briefing from June 30, 2026 and from July 31, 2026, respectively, to December 31, 2026 to allow time for sufficient planning and community engagement.	Proviso/ER	0	0	0.00	0.00

EN_A64000	PARKS AND RECREATION (EN_A64000)	S1_023	Proviso P2 Date Change Urban Growth Boundary Park Access Report	Change the due date of report from September 30, 2026 to March 31, 2027 to allow sufficient time to finalize internal Parks GIS Tool which will support identification of gaps in service to guide the development of planning and engagement of potential community partners.	Proviso/ER	0	0	0.00	0.00
EN_A14600	CRISIS CARE CENTERS (EN_A14600)	S1_020	Combine Behavioral Health Proviso P1 and P2 with Crisis Care Center Proviso P1 into a Single Report	Combine Proviso 1 and Proviso 2 in Behavioral Health with Proviso 1 in Crisis Care Centers into a single proviso report within the Behavioral Health appropriation unit. A progress briefing will be provided by September 30, 2026 and the due date for the proposed combined proviso report is January 31, 2027.	Proviso/ER	0	0	0.00	0.00
EN_A93700	BEST STARTS FOR KIDS LEVY (EN_A93700)	S1_020	Proviso P1 Date Change BSK Assessment Report	Change the due date of report from August 31, 2026 to November 15, 2026 to allow time for hiring staff and community engagement.	Proviso/ER	0	0	0.00	0.00
EN_A93700	BEST STARTS FOR KIDS LEVY (EN_A93700)	S1_021	Proviso P2 Date Change Tuition Assistance Program.	Change the due date of report from August 31, 2026 to November 15, 2026 to allow time for DCHS to complete the Puget Sound Taxpayer Accountability Account (PSTAA) annual reporting and proviso report (Section 99, P1) and free up capacity for this feasibility/needs assessment report.	Proviso/ER	0	0	0.00	0.00
EN_A38200	DNRP ADMINISTRATION (EN_A38200)	S1_015	Climate Programs Transfer	Transfer budget authority for programs and staff dedicated to implementing the Strategic Climate Action Plan from the Executive Office to the Natural Resources and Parks Directors Office. Programs include climate preparedness, climate equity, and building decarbonization. Aligns with S1_015 in the Executive Climate Office (A14200).	Administrative Changes	4,678,608	4,678,608	4.00	0.00
EN_A17000	COUNTY HOSPITAL LEVY (EN_A17000)	S1_020	Proviso P5 Date Change Respite Beds	Change the due date of P5 from August 1, 2026 to November 1, 2026. This is a request form UW Medicine.	Proviso/ER	0	0	0.00	0.00
EN_A17500	HARBORVIEW CONSTR AND INFRASTRUCTURE (EN_A17500)	S1_001	Technical Correction for Salaries and Benefits	Correct a data entry error related to salaries and benefits for nine new positions in the 2026-2027 budget.	Technical Adjustments	511,219	511,209	0.00	0.00
EN_A80000	PUBLIC HEALTH (EN_A80000)	S1_001	Coalition Labor Agreement Adjustment	Add appropriation authority for bargained range increases not included in the adopted budget.	Technical Adjustments	806,000	0	0.00	0.00
EN_A80000	PUBLIC HEALTH (EN_A80000)	S1_003	Centers for Disease Control and Prevention Genomics Surveillance Grant	Extend emerging diseases program funded by a CDC Genomics Surveillance grant passed through the Washington Department of Health (DOH). The grant lasts through September 2026 and covers a half-time temporary position, an epidemiologist, and existing staff.	Direct Service Changes	398,090	614,000	0.00	1.50
EN_A80000	PUBLIC HEALTH (EN_A80000)	S1_004	Opioid Settlement Funds Support to Jail Health	Provide opioid settlement funds to Jail Health to support medication for opioid use disorder. Associated with S1_004 in Jail Health.	Direct Service Changes	2,476,187	0	0.00	0.00
EN_A80000	PUBLIC HEALTH (EN_A80000)	S1_006	Prevention Division Grant Revenue and Expenditure Adjustments	Update federal and state grants including a tuberculosis grant and the Ryan White grant in the HIV program to reflect changes since the 2026-2027 budget was proposed.	Technical Adjustments	(960,000)	(822,303)	0.00	0.00
EN_A80000	PUBLIC HEALTH (EN_A80000)	S1_007	Deferred Action for Childhood Arrivals Health Insurance Support	Provide health insurance premium assistance funded by the Veterans, Seniors & Human Services Levy (VSHSL). Covers premium subsidies, outreach and enrollment support activities, and administrative costs consistent with the VSHSL adopted budget.	Direct Service Changes	600,000	600,000	0.00	0.00
EN_A80000	PUBLIC HEALTH (EN_A80000)	S1_008	Refugee and Immigrant Health Program	Enhance the Community Navigator Program funded by the Washington DOH to increase capacity for culturally responsive health outreach and outbreak response for immigrant and refugee communities from January 2026 to June 2026.	Direct Service Changes	219,899	219,899	0.00	0.00
EN_A80000	PUBLIC HEALTH (EN_A80000)	S1_009	Preparedness Cities Readiness (CRI) and Public Health Emergency Preparedness (PHEP) Extension	Extend mass fatality response planning and emergency preparedness coordination. Relies on CDC funding passed through DOH until June 2026.	Technical Adjustments	517,734	523,301	0.00	0.00
EN_A80000	PUBLIC HEALTH (EN_A80000)	S1_010	Public Health Infrastructure Grant Extension	Extend efforts related to infrastructure, workforce, and data systems funded by the CDC through November 2026. Continues work focusing on policy co-creation, an internship program, Public Health Camp, equitable contracting, data system modernization, and communications.	Direct Service Changes	1,168,222	1,969,067	0.00	0.00
EN_A85000	ENVIRONMENTAL HEALTH SERVICES (EN_A85000)	S1_002	Hazardous Waste Management Program Budget Correction	Increase the budget for non-labor expenses to match the budget in the Hazardous Waste Management Program. Corrects the 2026-2027 budget and funds a shortfall from 2025. Associated with S1_002 in the Local Hazardous Waste fund.	Technical Adjustments	1,027,548	733,651	0.00	0.00
EN_A20300	SHERIFF GRANTS (EN_A20300)	S1_001	FIFA World Cup Security Grants	Add funding for anticipated grants related to FIFA World Cup security, including anti-drone technology, training, and overtime budget.	Direct Service Changes	16,937,689	16,937,689	0.00	0.00

EN_A40300	EXECUTIVE ADMINISTRATION GRANTS (EN_A40300)	S1_001	OEM World Cup Grants	Add appropriation for FIFA World Cup expenditures for the Office of Emergency Management. This will be revenue backed by various grants OEM is expected to apply for from DHS/FEMA that are passed through the State and Local Organizing Committee.	Direct Service Changes	7,000,000	7,000,000	0.00	0.00
EN_A35000	HOUSING AND COMMUNITY DEVELOPMENT (EN_A35000)	S1_001	Jail Diversion Carryforward	Reappropriates unspent Jail Diversion funds supporting HTH Capitol Hill site.	Reappropriation	5,000,000	5,000,000	0.00	0.00
EN_A35000	HOUSING AND COMMUNITY DEVELOPMENT (EN_A35000)	S1_002	Rental Assistance	Funds supplemental rental assistance services provided by the United Way of King County.	Direct Service Changes	2,000,000	2,000,000	0.00	0.00
EN_A35000	HOUSING AND COMMUNITY DEVELOPMENT (EN_A35000)	S1_020	Proviso P1 Date Change Credit Enhancement Program	Change due date of report from June 30, 2026 to September 30, 2026 to allow time for sufficient planning, coordination, and engagement.	Proviso/ER	0	0	0.00	0.00
EN_A35000	HOUSING AND COMMUNITY DEVELOPMENT (EN_A35000)	S1_022	Proviso P2 Date Change Revolving Loan Fund	Change due date of report from December 1, 2026 to June 30, 2027 to avoid multiple year-end reports with similar deadlines. A progress report will be provided to the Budget and Financial Management Committee by December 1, 2026.	Proviso/ER	0	0	0.00	0.00
EN_A72000	SOLID WASTE (EN_A72000)	S1_001	Hazardous Waste Management Program Disposal Cost Adjustment	Increase the budget allocation to Solid Waste for the Hazardous Waste Management Program. This one-time budget increase accounts for under-budgeted disposal costs in 2026. This decision package corresponds with DNRP decision package S1_001 in A86000.	Direct Service Changes	350,000	350,000	0.00	0.00
EN_A72000	SOLID WASTE (EN_A72000)	S1_021	Proviso P4 Date Change Waste to Energy	Convert interim report and motion due September 1, 2026 to a briefing of scenarios outlined as part of the solid waste comprehensive plan update, which will include a section on waste to energy.	Proviso/ER	0	0	0.00	0.00
EN_A71000	AIRPORT (EN_A71000)	S1_020	Proviso P3 Date Change KCIA Market Analysis	Change due date of report from June 30, 2026 to December 31, 2026 to allow sufficient time for vendor procurement, market analysis, and report development.	Proviso/ER	0	0	0.00	0.00
EN_A71000	AIRPORT (EN_A71000)	S1_021	Proviso P2 Date Change Public Purpose Continuity Report	Change due date of report from September 1, 2026 to April 30, 2027 to allow sufficient time to complete the report given the competing demands of the FIFA World Cup, Airport FAA Master Plan, Part 150 study, and other provisos.	Proviso/ER	0	0	0.00	0.00
EN_A46100	WASTEWATER TREATMENT (EN_A46100)	S1_001	WaterWorks Grant Program	Carry forward the unspent grant funds in 2025 into the 2026-2027 budget year.	Reappropriation	6,058,474	0	0.00	0.00
EN_A46100	WASTEWATER TREATMENT (EN_A46100)	S1_002	Carry forward various vehicles and equipment	Carry forward various vehicles and equipment approved in 2025.	Reappropriation	520,637	0	0.00	0.00
EN_A46100	WASTEWATER TREATMENT (EN_A46100)	S1_004	Carry forward West Point Access Road Repair	Carry forward appropriation to cover costs of repair to City of Seattle Park's road (\$100K) and SPU storm drainage assets beneath (\$900K). The Seattle Park's road is the sole access route in and out of West Point Treatment Plant, for which King County has an easement.	Reappropriation	884,360	1,000,000	0.00	0.00
EN_A46100	WASTEWATER TREATMENT (EN_A46100)	S1_020	Proviso P3 Date Change Capacity Charge Payment	Change due date of report from April 3, 2026 to October 1, 2026 to allow time to focus on the rate setting process in the first half of 2026.	Proviso/ER	0	0	0.00	0.00
EN_A46410	TRANSIT (EN_A46410)	S1_020	Proviso P14 Date Change East Link Transit Services Gap	Change due date of report from February 19, 2026 to April 22, 2026 to allow time for sufficient planning and analysis.	Proviso/ER	0	0	0.00	0.00
EN_A46410	TRANSIT (EN_A46410)	S1_021	Proviso P9 Date Change Bus Route Security	Change due date of report from March 26, 2026 to September 30, 2026 to allow sufficient time to develop the report.	Proviso/ER	0	0	0.00	0.00
EN_A46410	TRANSIT (EN_A46410)	S1_022	Proviso P5 Date Change Future of Water Taxi	Change due date of report from August 20, 2026 to January 31, 2027 to allow time for sufficient capital planning.	Proviso/ER	0	0	0.00	0.00
EN_A46410	TRANSIT (EN_A46410)	S1_023	Proviso P7 Funding Needs Preliminary Report	Remove the preliminary report requirement due in April 2026, allowing Metro to focus on the final report due on September 2026. A progress briefing will be provided to Council in May 2026.	Proviso/ER	0	0	0.00	0.00
EN_A46410	TRANSIT (EN_A46410)	S1_024	Proviso P3 Date Change Future of RapidRide	Change due date of report from November 12, 2026 to July 31, 2027 to allow Metro Transit to incorporate data on RapidRide K&R line preliminary design. A progress briefing will be provided to Council on November 12, 2026.	Proviso/ER	0	0	0.00	0.00
EN_A46410	TRANSIT (EN_A46410)	S1_029	ER3 Juanita Metro Flex Extension	Adjust the language to provide Metro additional flexibility to effectively address needs at Kenmore Park & Ride.	Proviso/ER	0	0	0.00	0.00
EN_A60100	FACILITIES MANAGEMENT DIVISION (EN_A60100)	S1_002	Grab Bar Installation	Install grab bars across the two adult correctional facilities.	Direct Service Changes	35,000	0	0.00	0.00

EN_A60100	FACILITIES MANAGEMENT DIVISION (EN_A60100)	S1_003	Staffing to Support Expanded Occupancy	Add three term-limited positions in the Facilities Management Division to support expanded square footage as additional space is occupied by employees. The positions are a security officer, a custodian, and customer experience administrator to support additional workload.	Direct Service Changes	528,000	0	0.00	3.00
EN_A43200	KCIT SERVICES (EN_A43200)	S1_001	Bond Proceeds Transfer Reappropriation	Reappropriate funds to allow the transfer of the remaining bond proceeds to the KCIT Shared Device Telephony Solution capital project (Project 1148211). The project is expected to be complete in Q2 2026.	Reappropriation	2,874,000	2,874,000	0.00	0.00
EN_A75000	FLEET MANAGEMENT EQUIPMENT (EN_A75000)	S1_001	Fleet Equipment Purchase Reappropriation	Reappropriate funding for open 2025 purchase orders pending delivery on 12/31/2025.	Reappropriation	10,603,371	0	0.00	0.00
Total						184,802,721	69,118,786	47.50	5.50

2026-2027 General Fund (10) Financial Plan (in millions)

Summary includes subfunds as reported in ACFR

	2025 Estimated	2026-2027 Adopted	2026-2027 Current Budget	2026-2027 Biennial- to-Date Actuals	2026-2027 Projected	2028-2029 Projected	2030-2031 Projected
1 BEGINNING FUND BALANCE	294.8	112.2	188.9	188.9	188.9	147.4	51.7
3 REVENUES*							
4 Property Tax*	425.6	888.4	893.8	22.2	893.8	933.0	973.0
5 Sales Tax*	200.1	637.1	636.5	0.0	636.5	650.7	668.7
6 Federal Revenue	9.8	16.3	16.3	(0.1)	16.3	16.0	16.0
7 State Revenue	25.0	50.1	50.1	0.5	50.1	50.4	50.4
8 Fines, Fees, Transfers	106.8	231.2	227.7	10.2	227.7	195.3	197.8
9 Charges for Services	387.1	818.7	818.7	58.1	818.7	869.4	927.6
10 Other Taxes	5.6	5.8	5.8	0.5	5.8	5.9	6.1
11 Interest	50.3	45.7	60.0	(9.7)	60.0	60.7	61.1
13 General Fund Revenues	1,210.3	2,693.4	2,708.9	81.7	2,708.9	2,781.5	2,900.6
15 EXPENDITURES							
16 Justice and Safety	931.5	2,017.3	2,017.3	207.2	2,017.3	2,159.7	2,334.5
17 Administration/General Government	233.0	473.4	473.4	44.8	473.4	461.2	498.6
18 Public Health	23.9	44.2	44.2	5.5	44.2	44.0	47.6
19 Debt Service	31.9	84.8	84.8	0.0	87.6	115.1	101.0
20 Elections	32.8	61.7	61.7	5.7	61.7	66.3	71.7
21 Human Services	40.2	44.0	44.0	1.5	44.0	25.0	27.0
22 Physical Environment	18.0	34.0	34.0	1.5	34.0	33.3	36.0
23 Supplementals/Carryover/Reappropriations	0.0	0.0	0.0	0.0	42.9	19.5	21.0
25 Underexpenditures*	0.0	(54.7)	(54.7)	0.0	(54.7)	(57.6)	(61.8)
27 General Fund Expenditures	1,311.2	2,704.7	2,704.7	266.3	2,750.4	2,866.8	3,075.6
28							
29 Other Fund Transactions *	5.0	5.2	0.0	0.0	0.0	10.5	10.5
31 Ending Fund Balance	188.9	95.6	193.1	4.3	147.4	51.7	(133.8)
33 DESIGNATIONS AND SUBFUNDS*							
34 Designations	3.3	2.9	2.9	2.9	2.9	2.5	2.3
35 Subfund Balances	0.0	0.0	0.0	0.0	0.0	0.0	0.0
36 EXPENDITURE RESERVES							
37 Carryover and Reappropriation	21.0	10.5	0.0	0.0	0.0	10.5	10.5
38 Credit Rating Reserve*	4.9	6.1	6.1	6.1	6.1	7.3	8.5
39 Executive Contingency	0.1	0.1	0.1	0.1	0.1	0.1	0.1
40 South Park Bridge Post Annexation Operations	0.0	0.0	0.0	0.0	0.0	2.0	4.0
41 Trial Court Improvement Account Reserve	2.5	2.0	3.1	3.1	3.1	3.6	4.2
42 Risk Reserve*	88.0	1.8	55.9	55.9	55.9	21.0	25.2
44 Reserves	119.7	23.4	68.0	68.0	68.0	47.0	54.7
46 Ending Undesignated Fund Balance*	69.2	72.3	125.1	(63.7)	79.4	4.7	(188.5)
48 6% Undesignated Fund Balance Minimum	51.9	58.8	59.5	59.5	59.5	61.0	63.8
50 Over/(Under) 6% Minimum	17.3	13.5	65.6	(123.2)	19.8	(56.4)	(252.3)
52 Over/(Under) 8.0%	0.0	(6.1)	45.7	(143.1)	0.0	(76.7)	(273.6)
54 Rainy Day Reserve	27.0	28.6	28.6	28.6	28.6	30.4	32.2

2026-2027 General Fund Financial Plan Footnotes

- 2025 Estimates reflect current best estimates of revenues and expenditures through 12/31/2025.
- 2026-2027 Adopted Budget is consistent with the budget system of record (PBCS).
- Revenue estimates for 2025 - 2031 are based on forecasts adopted by the Forecast Council or interim forecasts published by the Office of Economic and Financial Analysis (OEFA), whichever have been most recently updated, and revenue estimates provided by General Fund appropriation units. The percentages below are the expected percent change over the prior budget cycle.

	2026-2027	2028-2029	2030-2031
Property Tax	As Adopted	5.0%	4.3%
Sales Tax (including sales tax dedicated to criminal justice)	As Adopted	2.1%	2.8%
All Other	As Adopted	2.6%	5.1%
Blended Revenue Growth Rate	As Adopted	3.3%	4.3%

- Property Tax forecasts for 2025 - 2031 are based on the March 2026 OEFA forecast adopted by the Forecast Council and assume the current property tax structure and a collection rate of 100%.
- Sales Tax forecasts for 2025 - 2031 are based on the March 2026 forecast provided by OEFA.
- Expenditure estimates for 2028-2029 and 2030-2031 are based on the following assumptions. The percentages indicate the expected percentage change over the previous budget cycle.

	2026-2027	2028-2029	2030-2031
CPI (Seattle July to June CPI-U)	As Adopted	6.9%	6.7%
Blended Labor	As Adopted	6.5%	6.3%
Operating GF Transfers	As Adopted	6.9%	6.7%
Blended Operating Growth Rate	As Adopted	4.3%	8.1%

- CIP General Fund Transfer adopted budget and outyear assumptions (in millions)

	2026-2027	2028-2029	2030-2031
Building Repair and Replacement	-	2.0	2.1
GF-backed IT Projects	-	2.0	2.1
Expenditure of Designated Fund Balance	-	-	-
Total	-	4.0	4.3

- The debt service schedule for 2025 - 2031 is based on the following table (in millions):

Debt Service Elements	2026-2027	2028-2029	2030-2031
Existing Debt Issues	58.9	53.3	39.2
New Debt Issuance	27.7	60.8	60.8
Debt contingency for new issues and variable rate	1.0	1.0	1.0
Total Debt Service	87.6	115.1	101.0

Based on current projections, projected debt service expense will not exceed the County's policy that debt service should be less than 6% of General Fund expenditures.

- The 2026-2027 Adopted Budget includes vacancy assumptions in the majority of General Fund operating budgets. This is budgeted directly in appropriation units. An additional underexpenditure assumption of \$54.2 million is included in the biennial budget, reflecting an assumed \$43.7 million in actual underexpenditures and a reappropriation of \$10.5 million into 2028-2029.

- Designations and subfund balances include the following for each of the years (in millions):

	2026-2027	2028-2029	2030-2031
Loans	0.0	0.0	0.0
Assigned for Capital Projects	0.0	0.0	0.0
Crime Victim Compensation Program	0.7	0.7	0.7
Drug Enforcement Program	1.4	1.4	1.4
Anti-Profitteering Program	0.1	0.1	0.1
Dispute Resolution	0.0	0.0	0.0
Wheelchair Access	0.6	0.2	0.0

2026-2027 General Fund Financial Plan Footnotes

Total*	2.9	2.5	2.2
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*Totals may not match financial plan exactly due to rounding

- The Credit Rating Reserve dedicates fees collected from other county funds to increase fund balance and maintain the county's bond rating. Other funds that have issued debt and benefit from the county's bond rating through lower interest contribute to this reserve based on the amount of outstanding principal on LTGO debt. 35% of the Credit Enhancement Fee is placed in this reserve. The goal for this reserve is to reach 1% of total outstanding GO debt backed by the full faith and credit of the General Fund.
- The Risk Reserve sets aside fund balance to mitigate known and unknown risks.
- County policy requires undesignated fund balance of 6%-8% of certain revenues. Per county policy, the county will strive to maintain reserves in times of economic prosperity to offset times of declining revenue.

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1 st Omnibus
1	Performance, Strategy, and Budget Office of the Executive	Permitting Division Permit Funding and Staffing Model Report	P1 restricts \$750,000 until the executive transmits a permitting division permit funding and staffing model report.	Local Services and Land use	October 1, 2026	Accompanying motion approving the report	Move proviso to Office of the Executive as P1.
2	Performance, Strategy, and Budget Office of the Executive	PAO Civil Division Legal Services Study	P2 restricts funding in various appropriation units receiving a new general counsel position until the executive transmits a legal services study for the civil division in the prosecuting attorney's office.	Budget and Fiscal Management	October 1, 2026	Accompanying motion approving the study	Move proviso to Office of the Executive as P2.
3	Performance, Strategy, and Budget Office of the Executive	DCHS Inflation Rate Adjustment Policy	P3 restricts \$500,000 until the executive transmits a report analyzing the department of community and human services inflation rate adjustment policy for human services contracts.	Budget and Fiscal Management	December 31, 2026	Accompanying motion acknowledging receipt of the report	Move proviso to Office of the Executive as P3.
4	Performance, Strategy, and Budget Office of the Executive	County Surveillance Technology Report	P4 restricts \$100,000 until the executive transmits a county surveillance technology report.	Law and Justice	April 1, 2026 <u>July 1, 2026</u>	Report only	Move proviso to Office of the Executive as P4 and change the due date from April 1, 2026, to July 1, 2026.
5	Performance, Strategy, and Budget Office of the Executive	Eviction Root Causes	P5 restricts \$100,000 until the executive transmits a report on root causes of recent evictions throughout King County	Health, Housing, and Human Services	December 31, 2026	Accompanying motion acknowledging receipt of the report	Move proviso to Office of the Executive as P5.
6	Performance, Strategy, and Budget Office of the Executive	ADU Property Tax Exemption	P6 restricts \$50,000 until the executive transmits a proposal for implementation on the property tax exemption for accessory dwelling units rented to low-income households as authorized in RCW 84.36.400(2). The proposal for implementation shall be conducted in consultation with the	Budget and Fiscal Management	June 30, 2026	Report only	Move proviso to Office of the Executive as P6.

Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1 st Omnibus
			assessor's office and the cities of King County.				
7	Performance, Strategy, and Budget Office of the Executive	Victim Support Improvement Plan	P7 restricts \$250,000 shall not be expended or encumbered until the executive transmits a victim support service improvement plan.	Law and Justice	June 30, 2026	Accompanying motion acknowledging receipt of the report	Move proviso to Office of the Executive as P7.
8	Performance, Strategy, and Budget Office of the Executive	HMC Long Range Planning Committee	P8 restricts \$100,000 until the executive transmits a plan to establish a Harborview Medical Center long-range planning committee as described at Section 6.2 of the hospital services agreement.	Health, Housing, and Human Services	June 1, 2026	Accompanying motion acknowledging receipt of the report	Move proviso to Office of the Executive as P8.
9	Performance, Strategy, and Budget Office of the Executive	Medicaid Retention Report	P9 restricts \$100,000 until the executive transmits a report on the efforts King County is making to maintain Medicaid retention rates.	Health, Housing, and Human Services	April 30, 2026	Accompanying motion acknowledging receipt of the report	Move proviso to Office of the Executive as P9.
10	Office of Equity and Racial and Social Justice	Training for County agencies	ER 1 restricts 1 FTE and \$400,000 solely to support a position to provide proactive trainings, programming, and support to County agencies	None	None	None	Would be repealed by 1 st Omnibus. Executive staff indicate DHR would be responsible for trainings.
11	Office of Equity and Racial and Social Justice Office of the Executive	Support for Immigrant and Refugees	ER 2 restricts \$400,000 solely to support activities that support the Immigrant and Refugee Commission and low-income immigrant and refugee communities in the County.	None	None	None	Move to Office of the Executive as ER 1.
12	Office of Climate Office of the Executive	Battery Energy Storage Siting support	ER 1 restricts \$250,000, if grand funding is not awarded, to complete the battery energy storage siting analysis required by the Proviso P4 of this section.	None	None	None	Move to Office of the Executive as ER 2 and update reference from P4 to P10.
13	Office of Climate	Business Plan	P1 restricts \$150,000 until the executive transmits a business plan for the office of climate.	Transportation, Economy, and Environment	July 1, 2026	Accompanying motion acknowledging receipt of the report	Would be repealed by 1 st Omnibus. Justification in budget materials is that the provisos were centered on describing the functions and

Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1 st Omnibus
							services of an office that no longer exists.
14	Office of Climate	FTE Restriction 1	P2 restricts 1.0 FTE and the associated remaining biennial appropriation authority associated with the 1.0 FTE upon the first position vacancy occurring during the biennium until the council passes the motion required in Proviso P1 of this section.	None	None	None	Would be repealed by 1 st Omnibus. Justification in budget materials is that the provisos were centered on describing the functions and services of an office that no longer exists.
15	Office of Climate	FTE Restriction 2	P3 restricts 1.0 FTE and the associated remaining biennial appropriation authority associated with the 1.0 FTE upon the first position vacancy occurring during the biennium until the council passes the motion required in Proviso P1 of this section.	None	None	None	Would be repealed by 1 st Omnibus. Justification in budget materials is that the provisos were centered on describing the functions and services of an office that no longer exists.
16	Office of Climate <u>Office of the Executive</u>	BESS Report	P4 restricts \$25,000 until the executive transmits a battery energy storage system siting analysis report.	Transportation, Economy, and Environment	December 31, 2026 <u>March 31, 2027</u>	Accompanying motion acknowledging receipt of the report	Move to Office of the Executive as P10 and update due date to March 31, 2027.
17	Office of Economic Opportunity and Creative Economy <u>Office of the Executive</u>	Harbor Island Studio Assessment Report	P1 restricts \$50,000 until the executive transmits a Harbor Island Studio assessment report.	Budget and Fiscal Management	May 1, 2026	Accompanying motion acknowledging receipt of the report	Move to Office of the Executive as P11.
18	Sheriff	Civil Asset Forfeiture Adjudications Report	P1 restricts \$100,000 until the executive transmits a report describing the sheriff's position regarding the potential of having the hearing examiner's office hear civil asset forfeiture adjudications as recommended by the King County auditor's report on civil asset forfeiture published March 11, 2025.	Law and Justice	June 1, 2026 <u>October 31, 2026</u>	Report only	Change the due date from June 1, 2026, to October 31, 2026, to allow time for collaboration with the Hearing Examiner.

Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1 st Omnibus
			The report shall be developed in collaboration with the hearing examiner's office.				
19	Internal Audit <u>Office of the Executive</u>	Internal Audit Function Expenditure Restriction	ER 1 restricts \$500,000 to support an Executive Branch internal audit function and that the function shall be on the General Fund overhead or internal service rate.	None	None	None	Move to the Office of the Executive as ER3.
20	Internal Audit <u>Office of the Executive</u>	Internal Audit Risk Assessment Report	P1 restricts \$100,000 until the executive transmits a report that includes an internal audit risk assessment on the department of community and human services, the parks and recreation division, and public health - Seattle & King County that identifies high risk programs to audit, and a plan for conducting those audits where deemed necessary.	Committee of the Whole	December 31, 2026	Accompanying motion acknowledging receipt of the report	Move to the Office of the Executive as P12.
22	Prosecuting Attorney	Juvenile Recidivism Data Letter	P1 restricts \$50,000 until the prosecuting attorney transmits a letter confirming that the prosecuting attorney's office provided juvenile recidivism data to the office of performance, strategy, and budget to benefit a juvenile legal system outcomes study related to future legal system involvement for youth referred by law enforcement to the prosecuting attorney's office.	Law and Justice	March 31, 2026	Letter only	Proposes a change to the language regarding data the PAO will provide.
23	Superior Court	Family Law Caseload Report	P1 restricts \$50,000 until the executive transmits a report from the protocol committee with assistance from the protocol committee regarding the judicial resources needed to support the court's family law caseload.	Budget and Fiscal Management	March 31, 2026 <u>July 31, 2026</u>	Report only	Change the due date from March 31, 2026, to July 31, 2026, to allow time for new presiding judge to convene the protocol committee. This

Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1 st Omnibus
			The chair of the protocol committee shall convene a meeting to discuss.				is a request from Superior Court.
24	External Support	External Projects Expenditure Restriction	ER3 restricts \$14,800,000 for external community projects.	None	None	None	Technical change to direct Council Districts 6,7, and 9 to collaborate with the Executive Office instead of PSB.
25	External Support	Career Mentorship Plan	P1 restricts \$50,000 until the executive transmits a plan to create or expand opportunities for career mentorship to encourage young people to seek King County jobs in collaboration with external agencies who mentor young people, including, but not limited to Project M.I.S.T.E.R.	Government Accountability and Oversight	June 30, 2026 <u>September 30, 2026</u>	Plan only	Change the due date from June 30, 2026, to September 30, 2026, to allow time for sufficient staffing, planning, and community engagement
26	Jail Health Services	Psychiatric Clinic Wait Times Report	P1 restricts \$250,000 until the executive transmits a report on implementation of a plan to reduce psychiatric clinic wait times for patients in the general population at the King County Correctional Facility.	Law and Justice	May 1, 2026 <u>December 1, 2026</u>	Accompanying motion acknowledging receipt of the report	Change the due date from May 1, 2026, to December 1, 2026, to allow JHS time to review and utilize information about psychiatric wait times from the King County Auditor report due over the summer.
27	Community and Human Services Administration	Ordinance 19978 Compliance Semiannual Reports	P1 restricts \$200,000 until the executive transmits semiannual reports describing the status of activities required by Ordinance 19978, satisfying the requirements of Ordinance 19978, related to contract management and compliance monitoring protocols.	Committee of the Whole	March 31, 2026 and then at the end of each half year thereafter, with the final being September 30, 2027	Accompanying motion acknowledging receipt of the reports	Change the language to acknowledge that the proviso response will satisfy the requirements of Ordinance 19978, Section 5.A

Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1st Omnibus
28	Behavioral Health	BH Strategic Plan, Services, and Report	P1 restricts \$250,000 until the executive transmits to <u>council an overview of the behavioral health landscape including a behavioral health strategic plan report, including information on a behavioral health services, and effects of Resolution 1 of the 119 Congress (2025-2026), on Medicaid funding received by crisis care centers.</u>	Budget and Fiscal Management	<u>Progress report on September 30, 2026,</u> and final report on January 31, 2027	Accompanying motion acknowledging receipt of the report	Combine P1 and P2 from Behavioral Health with P1 in Crisis Care Centers into one proviso in Behavioral Health. The combined report would provide a comprehensive overview of the behavioral health landscape and would be due on January 31, 2027. A progress briefing to BFM is required by September 30, 2026.
28	Behavioral Health	BH Services Report	P2 restricts \$50,000 until the executive transmits a behavioral health services report to council.	Health, Housing, and Human Services	To accompany the MIDD Implementation Plan	Report only	Relevant content would be combined into P1 and P2 would be repealed.
29	Mental Illness and Drug Dependency	MIDD Initiative Expenditure Restriction	ER5 restricts ((\$4,204,487)) <u>\$4,006,487</u> for MIDD Initiative PRI-09 Sexual Assault Behavioral Health Services and PRI-10 Domestic Violence Behavioral Health Services and System Coordination.	Committee of the Whole	July 1, 2026	Accompanying ordinance adopting the plan	Makes a technical correction for the amount restricted in ER5.
30	Planning and Permitting	Vacant Position 1	P2 restricts 1.0 FTE and the associated remaining biennial appropriation authority associated with the 1.0 FTE upon the first position vacancy occurring during the biennium <u>except the Permitting Division Director.</u>	None	None	None	Adds an exception for the vacancy of the Permitting Division Director.
31	Planning and Permitting	Vacant Position 2	P3 restricts 1.0 FTE and the associated remaining biennial appropriation authority associated with the 1.0 FTE upon the second position vacancy occurring during	None	None	None	Adds an exception for the vacancy of the Permitting Division Director.

Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1 st Omnibus
			the biennium <u>except the Permitting Division Director.</u>				
32	Planning and Permitting	Vacant Position 3	P4 restricts 1.0 FTE and the associated remaining biennial appropriation authority associated with the 1.0 FTE upon the third position vacancy occurring during the biennium <u>except the Permitting Division Director.</u>	None	None	None	Adds an exception for the vacancy of the Permitting Division Director.
33	Local Services Administration	Vacant Commercial Property Activation Pilot Program Expenditure Restriction	ER 5 restricts \$300,000 to establish a vacant commercial property activation pilot program called "Vacant to Vibrant" in the North Highline subarea for two years.	None	None	None	Makes a technical correction to have Local Services partner with the Office of the Executive instead of the Office of Economic Opportunity and Creative Economy.
34	Local Services Administration	Summit Plan Sale Plan	P1 restricts \$100,000 until the executive transmits a land use, zoning, and environmental assessment plan, developed in collaboration with the city of Maple Valley, to market and sell the county-owned property known as summit place.	Local Services and Land Use	<u>Progress briefing on May 1, 2026</u> and plan due May 1, <u>2027</u>	<u>Progress Report and Plan</u>	Change the due date from May 1, 2026, to May 1, 2027, to allow sufficient time to collaborate with Maple Valley. Add a progress briefing to Council by May 1, 2026.
35	Parks and Recreation	Interurban Trail South Workplan and Briefing	P1 restricts \$100,000 until the executive transmits an Interurban Trail South workplan and briefing.	Transportation, Economy, and Environment	June 30, 2026 for the workplan and July 31, 2026 <u>December 31, 2026</u> for the briefing	Accompanying briefing to TrEE	Change the due date for the briefing from July 31, 2026, to December 31, 2026, to allow time for sufficient planning and community engagement. Note: the budget materials indicate that there was intent to move the workplan due date also to December 31,

Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1 st Omnibus
							2026, but that was not in the transmitted ordinance.
36	Parks and Recreation	¼ mile from the UGA Parks Report	P2 restricts \$100,000 until the executive transmits a report on the parks and recreation division's plan to collaborate with relevant school districts, property owners, and cities to develop a strategy to acquire properties to meet the goal of every King County resident within the urban growth boundary living within a quarter mile of open space, a park, or a health-oriented athletic facility open to the public.	Transportation, Economy, and Environment	September 30, 2026 <u>March 31, 2027</u>	Report only	Change the due date from September 30, 2026, to March 31, 2027, to allow time for sufficient time to finalize the internal Parks GIS Tool which will support identification of gaps in service to guide the development of planning and engagement of potential community partners.
37	Parks and Recreation	Parks Levy Advisory Committee Report and Ordinance	P4 restricts \$100,000 shall not be expended or encumbered until the executive transmits a parks levy advisory committee recommendations report and an ordinance that would adopt the proposed recommendations of the report.	Transportation, Economy, and Environment	March 31, 2026 <u>June 30, 2026</u>	Accompanying ordinance adopting the recommendations of the report	Change the due date from March 31, 2026, to June 30, 2026, to allow time for sufficient planning and engagement with prior advisory committee members.
38	Crisis Care Centers	HR 1 Effects on Medicaid Funding Report	P1 restricts \$500,000 until the executive transmits a report on the effects of House Resolution 1 of the 119 Congress (2025-2026), on Medicaid funding received by crisis care centers.	Health, Housing, and Human Services	September 1, 2026	Accompanying motion acknowledging receipt of the report	Relevant content would be combined with P1 and P2 in the Behavioral Health appropriation unit. This proviso would be repealed.
39	Best Starts for Kids	BSK Assessment Report	P1 restricts \$50,000 until the executive transmits a Best Starts for Kids assessment report.	Health, Housing, and Human Services	August 31, 2026 <u>November 15, 2026</u>	Accompanying motion acknowledging receipt of the report	Change the due date from August 31, 2026, to November 15, 2026, to allow time for hiring staff and community engagement.

Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1st Omnibus
40	Best Starts for Kids	Tuition Assistance Program Feasibility Report	P2 restricts \$100,000 until the executive transmits a King County postsecondary student tuition assistance program feasibility report collaboratively developed by the department of community and human services and the office of performance, strategy, and budget.	Health, Housing, and Human Services	August 31, 2026 <u>November 15, 2026</u>	Report only	Change the due date from August 31, 2026, to November 15, 2026, to allow time for DCHS to complete the Puget Sound Taxpayer Accountability Account (PSTAA) annual reporting and proviso report (Section 99, P1) and free up capacity for this feasibility/needs assessment report. Also makes technical changes to adjust references to the Office of the Executive instead of PSB and OLR.
41	County Hospital Levy	Respite Bed Plan	P5 restricts \$500,000 until the executive transmits a plan for the provision of respite beds as envisioned in the Harborview bond program ordinance work group report.	Health, Housing, and Human Services	August 1, 2026 <u>November 1, 2026</u>	Accompanying motion approving the report	Change the due date from August 1, 2026, to November 1, 2026. This is a request from UW Medicine.
42	Housing and Community Development	Credit Enhancement Program Updates Plan	P1 restricts \$50,000 until the executive transmits a plan to implement the credit enhancement program updates recommended in the regional workforce housing initiative implementation plan, dated June 2025, through a pilot project utilizing credit enhancement for the construction of workforce housing in collaboration with community-based nonprofit organizations that develop workforce housing, including, but not limited to, Watershed Community Development.	Health, Housing and Human Services	June 30, 2026 <u>September 30, 2026</u>	Plan only	Change the due date from June 30, 2026, to September 30, 2026, to allow sufficient time for planning, coordination, and engagement.

Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1st Omnibus
43	Housing and Community Development	Revolving Loan Fund Plan	P2 restricts \$50,000 until the executive transmits a plan to create a revolving loan fund for the construction of permanently affordable homeownership, following recommendations from the regional workforce housing initiative implementation plan, dated June 2025.	Health, Housing, and Human Services	<u>Progress report December 1, 2026 and final report June 30, 2027</u>	<u>Progress Report and Plan</u>	Add a progress report to BFM committee by December 1, 2026. Change the due date of the final report from December 1, 2026, to June 30, 2027, to avoid multiple year-end reports with similar deadlines.
44	Solid Waste	Interim and Final Waste to Energy Implementation Report	P4 restricts \$75,000 until the executive transmits interim and final waste to energy implementation reports and a motion that should acknowledge receipt of each report.	Transportation, Economy, and Environment	<u>Interim report and motion Briefing due September 1, 2026 and final report and motion June 1, 2027</u>	Accompanying motion acknowledging each report	Convert interim report and motion due September 30, 2026, to a briefing of scenarios outlined as part of the solid waste comprehensive plan update, which will include a section on waste to energy.
45	Airport	Historical Purposes Report	P2 restricts \$250,000 until the executive transmits a report on actions taken to ensure the continuity of public purposes that have historically existed at King County International Airport, including educational opportunities, employment pathways, and public access to the facilities.	Government Accountability and Oversight	<u>September 1, 2026 April 30, 2027</u>	Accompanying motion acknowledging receipt of the report	Change the due date from September 1, 2026, to April 30, 2027, to allow sufficient time to complete the report given the competing demands of the FIFA World Cup, Airport FAA Master Plan, Part 150 study, and other provisos
46	Airport	Rates and Fees Comparative Market Analysis Report	P3 restricts \$250,000 until the executive transmits a report detailing the results of a comparative market analysis of the rates and fees at the King County International Airport.	Government Accountability and Oversight	<u>June 30, 2026 December 31, 2026</u>	Accompanying motion acknowledging receipt of the report	Change the due date from June 30, 2026, to December 31, 2026, to allow sufficient time for vendor procurement, market analysis, and report development.

Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1st Omnibus
47	Wastewater Treatment	Payment Plan Eligibility Requirements Implementation Plan	P3 restricts \$500,000 until the executive transmits an implementation plan for expanding the eligibility requirements for wastewater treatment division's payment plan program.	Regional Water Quality	April 3, 2026 <u>October 1, 2026</u>	Accompanying motion acknowledging receipt of the plan	Change the due date from April 3, 2026, to October 1, 2026, to allow time to focus on the rate setting process in the first half of 2026.
48	Transit	Juanita Metro Flex Pilot Expenditure Restriction	ER3 restricts \$1,000,000 to continue to operate the Juanita Metro Flex pilot.	None	None	None	Adjusts the language defining the service area to provide Metro additional flexibility to effectively address needs at Kenmore Park & Ride.
49	Transit	Future of RapidRide Report	P3 restricts \$100,000 until the executive transmits a future of RapidRide report.	Transportation, Economy, and Environment	<u>Briefing due November 12, 2026 and report due July 31, 2027</u>	<u>Briefing and accompanying motion</u> acknowledging receipt of the report	Add a briefing to Council on November 12, 2026. Change the report due date from November 12, 2026, to July 31, 2027, to allow Metro Transit to incorporate data on RapidRide K&R line preliminary design.
50	Transit	Future of Water Taxi Report	P5 restricts \$50,000 until the executive transmits a future of water taxi report.	Transportation, Economy, and Environment	August 20, 2026 <u>January 31, 2027</u>	Report only	Change the due date from August 20, 2026, to January 31, 2027, to allow for sufficient capital planning.
51	Transit	Funding Needs Reports	P7 restricts \$100,000 until the executive <u>provides a briefing</u> and transmits a preliminary and a final transit funding needs report.	Transportation, Economy, and Environment	Preliminary report Briefing due April 16, 2026 <u>May 31, 2026</u> and final report due September 3, 2026	<u>Briefing and accompanying motion</u> acknowledging receipt of the report	Add a briefing to Council by May 31, 2026, and change the preliminary report due in April 2026 to a briefing in May 2026, which will allow Metro to focus on final report due in September 2026.
52	Transit	Bus Route Security Report	P9 restricts \$100,000 until the executive transmits a bus route security report.	Transportation, Economy, and Environment	March 26, 2026 <u>September 30, 2026</u>	Accompanying motion	Change the due date from March 26, 2026, to September 30, 2026, to

Proposed Changes in 1st Omnibus to 2026-2027 Biennial Budget Provisos & Expenditure Restrictions

No.	Appropriation Unit in 26-27 Budget	Title	Summary	Committee	Due Date	Deliverable	Description of Proposed Changes in 1 st Omnibus
						acknowledging receipt of the report	allow sufficient time to develop the report.
53	Transit	East Link Connections Transit Gap Services Analysis Report	P14 restricts \$100,000 until the executive transmits an East Link Connections transit gap service analysis report.	Transportation, Economy, and Environment	February 19, 2026 <u>April 22, 2026</u>	Accompanying motion acknowledging receipt of the report	Change the due date from February 19, 2026, to April 22, 2026, to allow time for sufficient planning and analysis.
54	Capital Improvement Program	Soos Creek Trail Funding Report	P2 restricts \$100,000 of the appropriation to parks capital until the executive transmits a Soos Creek trail funding report.	Transportation, Economy, and Environment	June 30, 2026 <u>December 31, 2026</u>	Report only	Change the due date from June 30, 2026, to December 31, 2026, to allow sufficient time for planning and report development due to vacant position recruitment and internal capacity.
55	Capital Improvement Program	HMC Parking Issues Plan	P7 restricts \$97,000,000 of the appropriation for county hospital capital, until the executive transmits a plan for the selected parking garage project to address parking issues at Harborview Medical Center.	Committee of the Whole	March 30, 2026 <u>June 30, 2026</u>	Accompanying motion acknowledging receipt of the plan	Change the due date of the parking garage plan from March 30, 2026, to June 30, 2026.



King County

**Metropolitan King County Council
Budget and Fiscal Management Committee**

STAFF REPORT

Agenda Item:	6	Name:	April Sanders
Proposed No.:	2026-0083	Date:	May 13, 2026

SUBJECT

Proposed Ordinance 2026-0083 would amend the Department of Community and Human Services' (DCHS) Interim Loan Program to allow for extended loan terms and additional flexibility.

SUMMARY

The proposed ordinance would amend the DCHS Interim Loan Program to allow extended loan terms and more flexible area median income requirements.

Catholic Housing Services (CHS) holds an \$8.1 million interim loan for the Aurora Oaks site in Shoreline, due June 29, 2026. CHS notified DCHS it cannot repay the loan or complete permanent supportive housing on schedule due to federal, state, and local funding uncertainties. CHS has proposed a redevelopment plan for 100 units serving households at 50–60% AMI, including partial demolition and new construction, but the project requires further development to secure funding. Moving forward on this project would require two changes to the Interim Loan Program: 1) an extended loan term and 2) raising the permissible AMI to 60%.

The Executive's report resulting from Proviso P3 on the Housing and Community Development fund analyzed options to maintain the Oaks Enhanced Shelter, which is currently operating on site and recommends extending CHS's loan, requiring this proposed ordinance. Without this ordinance, CHS could default, potentially triggering foreclosure or County acquisition, disrupting shelter operations, and risking \$8.1 million in committed Homeless Housing funds. The loan extension provides a temporary solution for the Oaks Enhanced Shelter, keeping the shelter open while advancing CHS's long-term affordable housing redevelopment.

BACKGROUND

Interim Loan Program. The interim loan program allows for the use of homeless housing and services program moneys (largely document recording fees) and Mental Illness and Drug Dependency housing services moneys in the Housing and Community Development fund (HCD) to offer loans to experienced housing developers on a short-

term, interim basis in order to acquire property for affordable and homeless housing. King County Code (KCC) limits the total loan program to \$15 million at any given time.

KCC 24.22.020 states that the interim loan program is intended to add to the stock of housing for low-income and special needs residents by utilizing fund balance from HCD. The program is available to experienced housing developers to acquire property for affordable and homeless housing for households at or below 50% area median income. Loans must be repaid within 5 years.

King County Code identifies additional requirements, including that a single borrower may only hold one interim loan at any given time and the borrower must provide annual organizational financial audits with no findings that would indicate concerns about the borrower's financial operations. Additionally, the project sponsor must provide satisfactory assurances of project feasibility such that permanent funding for the project is highly likely to be secured.

Table 1 shows the utilization of the interim loan program since inception. The CHS Aurora Oaks project is the only outstanding loan at this time.

Table 1. Interim Loan Program Utilization

Sponsor/Project	Interim Loan Amount	Borrowed Date	Repayment Date	Status
CHS Aurora Oaks	\$8,100,000	6/30/21	6/29/26	Plan to extend loan
Lifewire Hope Starts Here	\$4,000,000	11/10/20	11/10/24	Repaid
Compass Housing Alliance Ronald Commons	\$600,000	10/15/13	10/31/17	Repaid
LIHI Renton Commons	\$420,000	4/29/16	8/18/16	Repaid
Imagine Housing Athene	\$1,184,400	4/27/12	8/18/16	Repaid
Imagine Housing Athene	\$815,600	10/14/14	8/24/16	Repaid
MultiService Center William J Wood Veterans	\$274,870	12/18/12	5/12/15	Repaid

Catholic Housing Services (CHS) Interim Loan and the Aurora Oaks Enhanced Shelter. King County provided an interim loan of \$8.1 million to CHS in June 2021. It is a five-year loan at 3% simple interest due upon maturity of the loan. The loan amount plus interest is estimated at \$9.3 million due on June 29, 2026.

The project was to acquire a 2.6-acre site in Shoreline at the former Oaks at Forest Bay Skilled Nursing Facility site to redevelop as permanent supportive housing or an alternate housing strategy.

Currently, Lake City Partners Ending Homelessness operates the 60-bed Aurora Oaks Enhanced Shelter under an agreement with CHS. Ultimately, CHS intends to redevelop the site as permanent supportive housing serving households at or below 50% area median income (AMI), prioritizing at least 25% of units for homeless households. This intent is memorialized in the loan agreement.

As the maturity date for the loan approaches, CHS notified DCHS in early 2025 that it could not fulfill the loan obligations and would be unable to both develop the permanent supportive housing by 2026 or repay the loan. CHS cited federal volatility to Continuum of Care homeless housing funding and limited state and local moneys to support homeless housing.

In 2025, DCHS encouraged CHS to submit a proposal for a redevelopment plan of the site. CHS' application proposed 100 units of housing at 50% and 60% AMI with a mix of units ranging from studios to four bedrooms. The redevelopment would include the demolition of the existing building and the new building would occupy roughly one-third of the site.

Executive staff state that this proposal needs further development before it will be competitive for State and County funds and, if the interim loan ordinance is amended to allow units at 60% AMI, DCHS will encourage CHS to apply in the 2026 affordable housing RFP.

Aurora Oaks Enhanced Shelter Proviso. The 2026-2027 Biennial Budget Ordinance¹ imposed Proviso P3 on the Housing and Community Development fund, restricting \$300,000 until the Executive transmits a report describing the next steps required for the Aurora Oaks Enhanced Shelter to maintain operations as a shelter. Full text of the proviso is below.

P3 PROVIDED FURTHER THAT:

Of this appropriation, \$300,000 shall not be expended or encumbered until the executive transmits a report to the council describing the next steps required for the Aurora Oaks Enhanced Shelter to maintain operations as a shelter.

The report shall include, but not be limited to:

A. A description of the options that the county could consider to address the maturity of the loan by Catholic Housing Services and maintain operations of the Aurora Oaks Enhanced Shelter as a shelter;

B. Identification of potential funding sources for the county to obtain the property located at 16357 Aurora Avenue North, Shoreline, Property Tax Parcel number 329370-0010; and

C. Identification of the timeline and next steps that the department of community and human services intends to take to ensure continued operations of Aurora Oaks Enhanced Shelter as a shelter in North King County.

The executive shall electronically file the report required by this proviso by March 30, 2026, with the clerk of the council, who shall retain an electronic copy and provide an electronic copy to all councilmembers, the council chief of staff,

¹ Ordinance 20023

and the lead staff for the budget and fiscal management committee or its successor.

Options to Maintain Operations of the Aurora Oaks Enhanced Shelter. The Executive transmitted the resulting report entitled "Report Describing Next Steps Required for the Aurora Oaks Enhanced Shelter to Maintain Operations as a Shelter" on April 8, 2026, with accompanying Proposed Ordinance 2026-0083.

The report analyzed three options for the continued operation of Aurora Oaks Enhanced Shelter:

Option 1: Amend K.C.C. 24.22 to allow an extension of CHS' loan (*recommended by the Executive*)

Option 2: Foreclose on the CHS interim loan

Option 3: Purchase the Aurora Oaks site from CHS

The report provides advantages and disadvantages to each option, but recommends Option 1, which would allow the shelter to continue onsite until CHS is ready to begin development.

The report notes that operating funding for Aurora Oaks Enhanced Shelter is contracted annually through the King County Regional Homelessness Authority (KCRHA). While operating funding is secured through 2026, and likely 2027, funding beyond that is not guaranteed.

Potential funding sources for County acquisition of the property. The report analyzes two potential funding sources for County acquisition of the property. The first funding source considered was Health through Housing (HtH) proceeds. While these moneys could go towards acquiring the site, state statute would require that the site be used for permanent housing and not shelter. Additionally, DCHS paused HtH acquisitions in late 2025 due to declining revenues and increasing capital and program commitments.

The second funding source considered was Transit Oriented Development (TOD) dollars. While DCHS has \$10 million available for a TOD project in Shoreline or Kenmore, those dollars would need to be awarded to a third party, so they could not support the County's acquisition of the property. Similarly, the award would need to result in permanent housing.

ANALYSIS

Proposed Ordinance 2026-0083 would amend the interim loan program, administered by DCHS, in two ways. First, it would allow the Executive to extend loan terms up to an additional five years from the initial five-year term. Second, regarding the permissible permanent uses resulting from an interim loan, it would allow the resulting affordable or homeless housing to serve households at or below 60% area median income (AMI), instead of at or below 50% AMI as it currently requires.

The proposed ordinance was transmitted concurrently with a report entitled "Report Describing Next Steps Required for the Aurora Enhanced Shelter to Maintain Operations as a Shelter" in response to a 2026-2027 Biennial Budget proviso on the

Housing and Community Development fund. The proposed ordinance would effectuate the report's recommended action to allow CHS to redevelop the property to service households up to 60% AMI. More information can be found on the CHS interim loan in the "Background" section of this staff report.

CHS Updated Project Summary. Attachment 5 to this staff report provides a project summary for the CHS Aurora project as of their Housing Finance Program application in 2025. CHS intends to conduct additional neighborhood engagement and the project will go through more in-depth construction estimating in the coming months.

CHS plans to apply for a variety of funding sources, including Housing Finance Program funding through DCHS, Housing Trust Fund funding through the Washington State Department of Commerce, and the tax credit program through the Washington State Housing Finance Committee.

Policy Considerations.

Proviso Focus. The intent of Proviso P3 was to determine options to allow the Aurora Oaks Enhanced Shelter to maintain operations as a shelter. The selected option in the report (amending the interim loan program) focuses primarily on the CHS loan and how to address the fact that the loan is due in the coming months. While this would allow the Aurora Oaks Enhanced Shelter to continue operations for the time being, it is not a permanent solution as the final CHS project would likely preclude the continued use of the property as a shelter, as interim loan program dollars are required to go towards the development of affordable or homeless housing, and not shelters.

The report states that CHS does intend to continue their agreement with the shelter operator, assuming the shelter maintains its operating funding through the King County Regional Homelessness Authority.

Executive staff state that, to their knowledge, Lake City Partners does not have a future site identified for an Enhanced Shelter. Further, Lake City Partners would like to continue operating at this site for a couple more years, until site redevelopment begins and they have started fundraising to secure \$50,000 for repairs that will allow it to continue operations.

Project Feasibility. When asked whether the Executive believes the project is financially feasible and whether the extended loan would likely result in a completed project, Executive staff stated that it is feasible if permitted to do a partial redevelopment of the site. However, this is dependent on the financial forecast of public funding and the relative priorities.

Council staff have requested the likelihood of interim loan repayment if the changes in the proposed ordinance are adopted and the CHS interim loan is extended for an additional 3 to 5 years.

CHS Interim Loan if the proposed ordinance is not adopted. If the proposed ordinance is not adopted and CHS is unable to repay the interim loan, the property would technically fall into default and DCHS would need to determine whether to initiate foreclosure proceedings. Executive staff state that it is likely that DCHS and CHS would seek a

remedy in lieu of a foreclosure, which would likely result in King County via the Facilities Management Division (FMD) becoming owners of the property and CHS forgoing development rights. Below are the risks associated with that option, as presented by Executive staff:

1. "A CHS foreclosure or default will negatively impact CHS's financial position and create concern among their other lenders, potentially negatively impacting CHS's ability to maintain existing funding for current PSH operations. Foreclosure should be avoided.
2. DCHS would lose the \$8.1M of document recording fee (DRF) revenues from its Homeless Housing and Service fund that are already committed to future use serving existing permanent supportive housing (PSH) buildings. This loss could potentially result in 236 PSH residents becoming homeless again. If FMD/DCHS sold the site to a market rate developer, it could potentially recoup the County's investment but would lose an opportunity to develop a significant number of affordable units.
3. FMD would own and operate the site since DCHS is not a custodial agency. DCHS does not know whether FMD would require capital improvements before the shelter could continue operating onsite, or any additional requirements FMD would impose. In addition, DCHS has no funds to pay FMD to manage or maintain the site, make any additional capital investments, or administer a use agreement. These costs could increase the costs for the shelter operator or for KCRHA to maintain the shelter."

Timing Concerns. CHS's loan is due on June 29, 2026, and King County Code currently does not allow for any flexibility for an extension. If the proposed ordinance is not adopted in time to effectuate a loan extension, DCHS would likely seek remedy in lieu of foreclosure as identified in the section "*CHS Interim Loan if the proposed ordinance is not adopted*" above.

INVITED

- Jelani Jackson, Acting Director, Housing and Community Development Division of the Department of Community and Human Services
- Nate Lichti, Housing Capital Investment Manager, Housing and Community Development Division of the Department of Community and Human Services

ATTACHMENTS

1. Proposed Ordinance 2026-0083
2. Transmittal Letter
3. Fiscal Note
4. Report Describing Next Steps Required for the Aurora Oaks Enhanced Shelter to Maintain Operations as a Shelter, dated March 2026
5. CHS Aurora Project Summary



KING COUNTY
Signature Report

ATTACHMENT 1
1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2026-0083.1

Sponsors Dembowski

1 AN ORDINANCE amending an interim loan program to
2 facilitate acquisition of property for low-income housing,
3 allowing for the executive to extend loan terms and grant
4 further flexibility to county partners; and amending
5 Ordinance 16693, Section 3, as amended, and K.C.C.
6 24.22.020, Ordinance 16693, Section 4, and K.C.C.
7 24.22.030, and Ordinance 16693, Section 5, and K.C.C.
8 24.22.040.

9 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

10 SECTION 1. Ordinance 16693, Section 3, as amended, and K.C.C. 24.22.020 are
11 hereby amended to read as follows:

12 The interim loan program will add to the stock of housing for low-income and
13 special needs residents of King County by facilitating acquisition of low-income housing
14 using homeless housing and services program moneys and mental illness and drug
15 dependency housing services moneys in the housing and community development fund.
16 These funding sources are collected and awarded to projects annually but are spent down
17 in a manner that creates a fund balance that is carried over from year to year. The interim
18 loan program will allow the county to loan moneys from these low-cost fund balances to
19 experienced housing developers on a short-term, interim basis to acquire property for
20 affordable ~~(and)~~ or homeless housing for households at or below ~~((fifty))~~ sixty percent of

21 area median income for King County. Interim loans will be awarded only when the
22 project sponsor can provide satisfactory assurances of project feasibility such that
23 permanent funding for the project is highly likely to be secured and the interim loan
24 amount will be repaid within a reasonable ~~((period of))~~ time, not to exceed five years;
25 however, the executive may extend the initial loan term by up to an additional five years.
26 No more than fifteen million dollars shall be made available for interim loans at any time.

27 SECTION 2. Ordinance 16693, Section 4, and K.C.C. 24.22.030 are hereby
28 amended to read as follows:

29 A. The department may make interim loans only when the borrower demonstrates
30 that the moneys will be used for eligible purposes, and provides reasonable ~~((insurance))~~
31 assurance that permanent funding will be available on acceptable terms for repayment of
32 the moneys before the loan maturity date and that appropriate security is provided by the
33 borrower to ensure guarantee repayment.

34 B. A single borrower may hold a maximum of one outstanding interim loan.

35 C. Moneys shall be made available only to acquire real property for the
36 development of affordable (and) or homeless housing for households at or below ~~((fifty))~~
37 sixty percent of area median income for King County. Priority shall be afforded to
38 projects proposing development of permanent housing that designates at least twenty-five
39 percent of the units for homeless households at or below thirty percent of area median
40 income for King County, though this shall not be a requirement for participation in the
41 program. The projects shall submit preliminary plans for providing an appropriate level
42 of supportive services for the targeted homeless population to be served.

43 D. The borrower must meet each the following criteria:

44 1. The borrower has developed and operated publicly funded capital projects in
45 King County;

46 2. The borrower provides annual independent organizational financial audits
47 with no findings of material weaknesses or qualification that would indicate concerns
48 about the financial operations of the borrower;

49 3. The borrower is in good standing with local public funders and is current with
50 annual report submissions;

51 4. The borrower's publicly funded properties are well maintained, are performing
52 to industry standards and are in compliance with public funder regulatory and loan
53 agreement terms and requirements for replacement or operating reserve accounts, or both;

54 5. All borrower projects are current with any debt service including public funder
55 loan payments, taxes and insurance;

56 6. The borrower's development track record demonstrates that projects were
57 completed within acceptable timelines and within budget; and

58 7. The borrower demonstrates the ability to secure permanent funding and pay off
59 the interim loan within five years.

60 E. Proposed use of the property to be acquired shall be compatible with the
61 applicable comprehensive plan.

62 F. The borrower shall provide a current appraisal of the property.

63 SECTION 3. Ordinance 16693, Section 5, and K.C.C. 24.22.040 are hereby
64 amended to read as follows:

65 A. Interim loans shall be subject to all applicable funding source restrictions and
66 to all of the department of community and human services' capital housing funding
67 conditions and policies.

68 B. The interest rate on interim loans shall be three percent simple interest, with
69 accrued interest deferred and paid in full at the time repayment is due.

70 C. The maximum term for full repayment of an interim loan shall be five years;
71 however, the executive may extend the initial loan term by up to an additional five years.

72 D. Up to one hundred percent loan-to-value ratio may be allowed upon showing
73 that the county's interest in repayment is sufficiently assured.

74 E. All interim loans shall be secured with a lien on the property acquired.

75 F. An affordability covenant agreement shall be placed in first lien position.

76 G. The borrower shall begin the process to secure permanent financing from
77 public and private funders, as applicable, within one year from the time the interim loan
78 is made.

79 H. The borrower shall provide title insurance, liability and property insurance for
80 the property.

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

Sarah Perry, Chair

ATTEST:

Melani Pedroza, Clerk of the Council

APPROVED this ____ day of _____, ____.

Girmay Zahilay, County Executive

Attachments: None

**Executive Girmay Zahilay**

Chinook Building, CNK-EX-0800
401 Fifth Avenue, Suite 800
Seattle, WA 98104-2391

March 25, 2026

The Honorable Sarah Perry
Chair, King County Council
Room 1200
C O U R T H O U S E

Dear Councilmember Perry:

This letter transmits a proposed Ordinance that if approved, would amend King County Code (KCC) section 24.22, which governs the County's Interim Loan Program administered by the Department of Community and Human Services (DCHS), to provide the Executive with authority to extend the initial interim loan term by up to five years and modify the permissible permanent uses. This proposed Ordinance is transmitted concurrently with the Report Describing Next Steps Required for the Aurora Oaks Enhanced Shelter to Maintain Operations as a Shelter in response to Ordinance 20023, Section 109, Proviso P3.

King County provided an \$8.1 million interim loan to Catholic Housing Services (CHS) in June 2021 to acquire a 2.6-acre site in Shoreline formerly known as the Oaks at Forest Bay Skilled Nursing Facility. The purposes of the loan were:

- to give CHS time to plan and secure funding to redevelop the site as PSH or an alternate housing strategy, and
- to allow Lake City Partners Ending Homelessness to operate the property as the 60-bed Aurora Oaks Enhanced Shelter until CHS started redevelopment

CHS's loan is structured as a five-year loan, the longest term currently permissible under KCC 24.22, at three percent simple interest deferred until maturity. CHS' loan is due on June 29, 2026, at an estimated repayment amount of \$9.3 million. The loan agreement calls for CHS to redevelop the site as permanent supportive housing (PSH), serving all households at or below 50 percent area median income (AMI), and to prioritize at least 25 percent of units for homeless households.

CHS notified DCHS in early 2025 that it would not be able to meet the loan obligations of developing PSH onsite by 2026, or to repay the loan on time due to federal threats to Continuum of Care (CoC) homeless housing funding, as well as constrained state and local funds to support homeless housing. CHS has proposed redeveloping the site in two to three phases, starting with a 100-unit workforce housing project that would serve people up to 60 percent AMI rather than its previous plan to serve homeless households.

The Honorable Sarah Perry

March 25, 2025

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KCC 24.22 does not allow an interim loan term longer than five years, and requires all households served in the redevelopment to be 50 percent AMI or lower. These restrictions currently prevent CHS from developing a feasible project and threaten the operations of the enhanced shelter. I am proposing changes to KCC 24.22 to grant me the authority to extend initial interim loan terms up to an additional five years and to increase the AMI level of permanent uses of sites supported by interim loans from 50 to 60 percent AMI.

These legislative changes would enable me to grant CHS a loan extension, allowing the interim loan program to continue to support CHS as their redevelopment project plans are modified, and make it possible for the Aurora Oaks Enhanced Shelter to continue operating in the meantime. In addition, these changes increase the likelihood that this large site will be redeveloped to provide hundreds of new affordable housing units and that CHS' loan will be fully repaid, enabling the County to maintain its commitments to PSH homeless housing in future years.

Thank you for your consideration of this proposed Ordinance. Passage of this legislation will allow the 60-bed enhanced shelter to continue serving the Shoreline community and provide more time for CHS to secure funding to turn the site into needed permanent affordable housing.

If your staff have any questions, please contact Susan McLaughlin, Acting Director, Department of Community and Human Services, at 206-477-9309.

Sincerely,



Girmay Zahilay
King County Executive

Enclosure

cc: King County Councilmembers
 ATTN: Stephanie Cirkovich, Chief of Staff
 Melani Hay, Clerk of the Council
 Karan Gill, Deputy Executive, Office of the Executive
 Jasmin Weaver, Chief of Staff, Office of the Executive
 Hyeok Kim, Chief Operating Officer, Office of the Executive
 Sierra Howlett Browne, Director of Government Relations, Office of the Executive
 Garrett Holbrook, Council Relations Manager, Office of the Executive
 Susan McLaughlin, Acting Director, Department of Community and Human Services

2026-2027 FISCAL NOTE

Ordinance/Motion: : Ordinance
 Title: Interim Loan Ordinance
 Affected Agency and/or Agencies: DCHS
 Note Prepared By: Florence Nabagenyi
 Date Prepared: 03/03/2026
 Note Reviewed By: Kevin Lo
 Date Reviewed: 03/03/2026

Description of request:

Amending an interim loan program to facilitate acquisition of property for low-income housing, allowing for the executive to extend loan terms and grant further flexibility to county partners; and amending Ordinance 16693, Section 3, and K.C.C. 24.22.020 as amended, Ordinance 16693, Section 4, and K.C.C. 24.22.030, and Ordinance 16693, Section 5, and K.C.C. 24.22.040.

Revenue to:

Agency	Fund Code	Revenue Source	2026-2027	2028-2029	2030-2031
Housing and Community Development	2460	DRF	0	0	0
TOTAL			0	0	0

Expenditures from:

Agency	Fund Code	Department	2026-2027	2028-2029	2030-2031
Housing and Community Development	2460	DCHS	0	0	0
TOTAL			0	0	0

Expenditures by Categories

	2026-2027	2028-2029	2030-2031
Subcontract Other (53180)	0	0	0
TOTAL	0	0	0

Does this legislation require a budget supplemental? No

Notes and Assumptions:

Report Describing Next Steps Required for the Aurora Oaks Enhanced Shelter to Maintain Operations as a Shelter

March 2026



King County

I. Summary

King County Council, through Ordinance 20023, Section 109, Proviso P3, calls for the executive to transmit a report to the council describing options to maintain the Aurora Oaks Enhanced Shelter as a shelter while the proposed redevelopment of the site experiences delays.¹

The Aurora Oaks Enhanced Shelter (shelter) operates at its Shoreline property through an agreement with Catholic Housing Services (CHS). CHS purchased the site from King County Housing Authority in 2021 using an \$8.1 million interim loan from the King County Department of Community and Human Services (DCHS).^{2,3} According to the loan agreement, CHS intended to redevelop the site into permanent supportive housing (PSH) and repay the loan plus interest by June 29, 2026. Due to threats of federal funding cuts for PSH housing, as well state and local PSH funding constraints, CHS is not able to develop PSH housing on the site in the near term or meet the loan repayment schedule.^{4,5}

CHS submitted a preliminary alternate redevelopment proposal, which is permitted within the loan agreement, to DCHS' Housing Finance Program (HFP) in its 2025 funding round. However, the agency needs a loan extension and changes to the permissible permanent uses to continue developing its plan.

DCHS has identified that the best near-term option to allow continued operation of the shelter after June 2026 is amendment of King County Code (KCC) 24.22, to provide the Executive with the authority to extend the initial interim loan term by up to five years and modify the permissible permanent uses. This proposed amendment is transmitted concurrent with this report.⁶ If approved by the Council, these changes will allow CHS the time it needs to develop a financially feasible and sustainable redevelopment plan and allow the shelter to continue operating until the site is ready for redevelopment.

See Appendix A for the full text of Ordinance 20023, Section 109, Proviso P3.

II. Background

DCHS provided an \$8.1 million interim loan to CHS in June 2021 to acquire a 2.6-acre site in Shoreline formerly known as the Oaks at Forest Bay Skilled Nursing Facility. The purposes of the loan were:

- to give CHS time to plan and secure funding to redevelop the site as PSH or an alternate housing strategy, and
- to allow Lake City Partners Ending Homelessness to operate the property as the 60-bed Aurora Oaks Enhanced Shelter until CHS started redevelopment.

CHS' loan is structured as a five-year loan, the longest term currently permissible under KCC 24.22, at three percent simple interest deferred until maturity.⁷ CHS's loan is due on June 29, 2026, at an estimated repayment amount of \$9.3 million. The loan agreement calls for CHS to redevelop the site as PSH, serving all households at or below 50 percent area median income (AMI), and to prioritize at least 25 percent of units for homeless households.

[Report Describing Next Steps required for the Aurora Oaks Enhanced Shelter to Maintain Operations as a Shelter](#)

In early 2025 CHS notified DCHS that it would not be able to meet the loan obligations of developing PSH onsite by 2026, or to repay the loan on time, due to the lack of available PSH funding for capital, operations, and supportive services.⁸ CHS has instead proposed redeveloping the site in two or three phases, starting with a 100-unit workforce housing project that would serve people up to 60 percent AMI rather than its previous plan to serve homeless households. DCHS proposes amending KCC 24.22 to allow a loan extension and support the first phase of development CHS indicates would be feasible in the current market and funding environment. CHS needs more time to determine what development would be feasible after the first phase.

The City of Shoreline has a strong interest in maintaining the current shelter use in the near term while CHS is still determining its development plans.⁹ DCHS supports this interim use and intends to work with CHS on a feasible and sustainable redevelopment plan.

III. Report Requirements

This section describes options, funding analyses, and recommendations to ensure continued operation of the Aurora Oaks Enhanced Shelter after June 2026.

A. Description of the options that the County could consider to address the maturity of the loan by Catholic Housing Services and maintain operations of the Aurora Oaks Enhanced Shelter as a shelter

The Executive has identified three options to address CHS's June loan maturity and allow ongoing shelter operations:

- 1) King County amends KCC 24.22 to provide the Executive with the authority to extend Interim Loan terms. The Executive can then extend CHS's loan term to allow more time for redevelopment. **The Executive recommends this option.**
- 2) King County acquires the Oaks site by foreclosing on CHS's loan. If this option were pursued, King County would lose the \$8.1 million loan principal repayment that is already committed to PSH operating and services contracts for homeless housing in future years. Therefore, **the Executive does not recommend this option.**
- 3) King County purchases the site from CHS. Financing and eligibility for this option are uncertain and DCHS and the Facilities Management Division (FMD) will not know until the end of 2026 whether this option is viable. Due to this uncertainty, **the Executive does not recommend this option.**

This subsection further describes and explores each of the three options above.

Option 1 (Recommended): Council amends KCC 24.22 and Executive extends CHS' loan term.

Given the June loan maturity date and CHS's inability to meet its loan obligations, the County's best option to allow continued operations of the Aurora Oaks Enhanced Shelter past June is to amend KCC 24.22 to:

- provide the Executive authority to extend initial interim loan terms by up to an additional five years, and

Report Describing Next Steps required for the Aurora Oaks Enhanced Shelter to Maintain Operations as a Shelter

- increase the AMI level for permanent uses of sites the interim loan program supports from 50 percent to 60 percent AMI. This change will allow CHS' redevelopment to serve households up to 60 percent AMI.

These legislative changes would enable the interim loan program to continue to support CHS even as its redevelopment project plans are modified, and to enable the Aurora Oaks Enhanced Shelter's continued operation in the meantime. In addition, the changes would provide increased flexibility for the interim loan program overall to support a wider range of affordable housing projects going forward, while still preferring support for projects that support people experiencing homelessness, and to support projects for longer periods of time when needed.

Advantages of amending the KCC 24.22 and extending CHS's loan term:

- Provides CHS additional time to further develop its proposal for a two- or three-phased development, including whether additional federal, state, and local funding will be available to support PSH development in a second or third phase. More time is needed to develop a feasible redevelopment and operations plan.
- Allows the property to serve 60 percent AMI would enable CHS to begin redeveloping the site as a 100 percent workforce housing project serving households up to 60 percent AMI. The first phase of CHS' project would not serve any homeless households, but subsequent phases might. CHS will determine in the next two to three years, based on available federal, state, and local funding, whether serving some homeless households in later phases is feasible.
- Allows the shelter to continue to operate onsite until CHS is ready to redevelop the site. If their loan is extended, CHS intends to continue their agreement with the shelter operator, assuming the shelter maintains its operating funding.¹⁰ The shelter's operating funds are contracted annually through the King County Regional Homelessness Authority (KCRHA). Its funds are secure for 2026 and likely for 2027.¹¹ Funding beyond that will depend on overall funding available for the homeless response system.
- Allows more time for CHS to secure construction and permanent financing, including from public funders. CHS requested \$12.5 million from King County in the 2025 housing capital request for proposals to redevelop the site, and this figure could rise because the preliminary proposal showed a gap of \$6 million and interest rates remain high. Due to declining lodging tax revenue projections, the County would not be able to meet CHS' full financing need immediately. DCHS currently has \$10 million designated for transit-oriented development (TOD) sites in Shoreline or Kenmore, authorized by Ordinance 19861.¹² These funds could potentially support redevelopment of the Oaks site, if a proposal meets TOD and Housing Finance Program (HFP) due diligence criteria through a competitive funding round.¹³ If King County extends CHS' interim loan, DCHS intends to make these \$10 million available in its annual housing finance procurement for eligible TOD projects in Shoreline and Kenmore instead of continuing to hold these funds for a joint RFP with King County Metro for its Shoreline site. CHS would be eligible to apply for these TOD funds.

- Increases the likelihood that the County will be repaid the \$8.1 million that it loaned to CHS via an interim loan from HCD's Homeless Housing and Services Fund (HHSF). The HHSF is committed to future operating and services support for existing PSH buildings. If King County extends CHS' loan, it would increase the likelihood that CHS can develop a feasible redevelopment plan and secure financing that will repay this loan that is critical to keeping formerly homeless people housed.

Risks to extending CHS's Interim Loan:

- Delays repayment of the County's \$8.1 million loan principal, which is currently due June 29, 2026. However, at the time of this report, CHS has no way to repay the loan on this timeline, a loan extension will instead make repayment more likely in the future. DCHS has confirmed that extension of the loan repayment timeline by three to five years will avoid any negative impact on existing PSH contract commitments.

Option 2 (Not Recommended): County Forecloses on CHS' Loan

DCHS could foreclose on CHS and take the property. This option is risky because it will involve legal procedures that will negatively impact CHS and forfeit the County's \$8.1 million loan.

Advantage of foreclosing on the loan:

- King County FMD would own the site and could allow continued operations of the shelter, provided the shelter had sustained operating funds.

Disadvantages of foreclosing on the loan:

- A CHS foreclosure or default would negatively impact CHS' financial position and limit or prevent their ability to maintain existing funding for current PSH operations or secure funding to develop new sites. If lenders or other funders see a default, they can pull existing operating and services commitments to the agency. A CHS default could put housing and services for approximately 1,000 people in CHS buildings around King County at risk.¹⁴ This outcome should be avoided.
- DCHS would lose \$8.1 million of document recording fee (DRF) revenue from its Homeless Housing and Services Fund (HHSF), that are already committed to future use serving permanent supportive housing buildings.¹⁵ This loss would undermine the County's commitments to operating and services contracts for homeless PSH housing, which could potentially result in 236 PSH residents becoming homeless again.¹⁶ A funding loss of this magnitude is untenable at a time when tens of millions of dollars in annual federal U.S. Department of Housing and Urban Development (HUD) Continuum of Care (CoC) funding for PSH operations and services in King County is potentially at risk.^{17,18}
- Since DCHS is not a custodial agency, King County's FMD would own the site and be responsible for maintaining the property, including ensuring safe and habitable standards for operating the shelter. As of the drafting of this report, it is not known whether FMD would determine that the shelter needs capital investments before it could continue operating safely, or what additional requirements FMD would impose as part of County ownership of the site. FMD would execute a use agreement with the shelter operator. The King County

Regional Homelessness Authority (KCRHA) would continue to hold the contract for shelter operations.

- DCHS does not have funds to pay FMD to manage the site, make any capital improvements needed, or administer a use agreement. Costs associated with these activities could increase the cost to the shelter operator or to KCRHA to maintain the shelter.

Option 3 (Not Recommended): County purchase of the Aurora Oaks site

Finally, King County could purchase the Aurora Oaks property from CHS. In this scenario, CHS would repay the County's interim loan, assuming the appraised value is higher than the loan repayment amount, and DCHS would relieve CHS from its obligation to redevelop the site. Due to current federal and local funding uncertainties, DCHS cannot determine until at least the end of 2026 whether it has sufficient funding of the right type required to pursue this option. As a result, the County cannot make this commitment before the June 2026 end of the interim loan term.

For this reason, DCHS therefore recommends amending KCC 24.22 and extending CHS' current loan. This solution will provide CHS with more time to identify its overall redevelopment plan and financing. This approach will be necessary at least until DCHS knows more about the federal CoC funds and its other capital needs, which are described further in the next subsection.

B. Potential funding sources for County acquisition of the property located at 16357 Aurora Avenue North, Shoreline

All of Health through Housing's and Housing Finance Program's current capital sources require the development of housing, not shelter, and require serving specific populations. In addition, DCHS's capital sources are severely constrained and may be further impacted by potential federal cuts.

The two capital funding streams that DCHS analyzed as potential sources for County acquisition of the Oaks site are Health Through Housing funds and TOD funds. At this time, neither source is a legally viable source for purchasing the shelter site. As a result, and as discussed in this section, neither is recommended for use for the Oaks site.

Potential Fund Source 1 (Not Recommended): Health Through Housing Funds (HTH)

The state's authorizing legislation for the funding stream known in King County as Health Through Housing allows the County to acquire sites for affordable housing, including emergency, transitional, and supportive housing.¹⁹ It requires serving people at or below 60 percent AMI with a behavioral health disability and who are homeless or at risk of being homeless.²⁰ However, County code further restricts the use of these funds to serving those at or below 30 percent AMI.²¹ HTH housing facilities cannot impose a time limit for residents' length of stay.²²

Advantages of Using HTH funds:

- The state's authorizing legislation allows the County to use funds to acquire sites.²³

Constraints on Using HTH funds:

[Report Describing Next Steps required for the Aurora Oaks Enhanced Shelter to Maintain Operations as a Shelter](#)

- While the County can acquire sites using HTH funds, the authorizing legislation requires the use of acquired sites to be permanent housing, not shelter.²⁴
- The current Oaks Enhanced Shelter may not conform to the King County Code requirements governing HTH regarding the 30 percent AMI income level and type of housing required. The current shelter operator may need to alter its model and services to meet the Revised Code of Washington (RCW) and KCC requirements before King County could acquire it.^{25,26} DCHS is not a party to CHS' contract with the shelter operator, so it would need time to fully assess the shelter operations to determine if it meets HTH requirements, such as whether there is a time limit for a stay, whether it meets KCC requirements, and whether residents would be displaced.
- If the shelter could conform to RCW and KCC requirements with some modifications, and HTH had the funding to purchase it and immediately divest it to the shelter, the shelter operator would have to want to own the site. At this time, DCHS does not know whether the shelter operator has any interest in owning the site and being responsible for capital upkeep. In addition, if HTH purchased the site and divested it to the shelter operator, the region would risk losing a large site for future affordable housing.
- As described in a letter transmitted to the Council on October 29, 2025, DCHS has paused HTH acquisitions in favor of supporting operations-only sites due to declining HTH revenue projections, rising capital needs and other costs, and program capital commitments:²⁷
 - Based on the July 2025 financial forecast, projected HTH revenues have declined \$19.6 million for the six-year period 2025 through 2030.^{28,29}
 - FMD is conducting a capital needs assessment of the entire HTH portfolio by the end of 2026, which is expected to address substantive capital rehabilitation needs across existing HTH facilities. Until this is completed, HTH is unable to consider any capital purchases. Using any HTH reserves to purchase additional buildings prior to a full understanding of future HTH facility needs risks the County's ability to provide safe, habitable housing across the entire HTH portfolio.
 - All HTH capital funds are committed to future capital needs of HTH buildings. HTH is required to pay for capital improvements of sites it buys in perpetuity.
 - In 2025, unanticipated capital expenses resulted in capital costs exceeding initial estimates for each project by 20 to 134 percent. This trend informed the current HTH strategy to pause acquisitions to ensure it maintains safe housing across the HTH portfolio over the long term.
 - All HTH operating funds are committed to future operations of HTH sites. According to the HTH Implementation Plan, HTH is required to support the operating and services needs of sites it purchases even if it has divested those sites to provider ownership.³⁰ In addition, DCHS has identified any currently available HTH operating funds as a potential source to backfill CoC gaps if needed to sustain existing PSH operations. (DCHS does not expect to have information about potential federal CoC cuts until at least the end of 2026.) If HTH purchases the Oaks, it would not be able to stabilize existing PSH projects that may be subject to a loss of CoC revenue, potentially impacting housing for up to 2,144 CoC-supported residents.

Report Describing Next Steps required for the Aurora Oaks Enhanced Shelter to Maintain Operations as a Shelter

- DCHS intends to add operations-only HTH sites to grow the portfolio cost-effectively while reducing King County’s overall financial exposure for initial and ongoing capital costs. Pursuing this strategy will ensure that the HTH initiative is able to better provide long-term, dependable financial support for the full operations of all HTH units.
- Purchasing the Oaks site would require an appraisal and FMD’s assessment of whether the site needs capital improvements before continuing to operate as a shelter. DCHS’ understanding is that the building is in poor condition. This means that the appraisal may not cover the full loan payoff amount of \$9.3 million or the principal payment of \$8.1 million. It is unlikely CHS would be able to make up any shortfall, causing a deficit in the County’s HHSF dollars that are committed to future PSH homeless housing contracts.

Potential Fund Source 2 (Possible for Third Party): Transit Oriented Development Funds (TOD)

DCHS has awarded or committed \$284 million, or 98 percent, of the total \$288 million TOD funds Council appropriated between 2016 and 2025. Of the total amount of TOD funds, \$255 million has been awarded to projects; \$32 million has been committed to specific projects, area geographies, or preservation projects; and almost \$1 million is available for equitable development TOD projects. Committed funds include allocations to specific projects or geographic areas that DCHS will award when projects meet underwriting criteria. Of the committed funds, \$10 million is available for TOD sites in Shoreline or Kenmore, as authorized by Ordinance 19861.³¹ These funds can support a nonprofit or housing authority to develop housing, but it cannot be used by the County to acquire sites.

DCHS has been planning to issue these funds in King County Metro’s RFP for its Shoreline site in early 2027. However, if the County extends CHS’ interim loan, DCHS intends to make the TOD funds available in its annual competitive RFP for any TOD eligible sites in Shoreline or Kenmore. DCHS would make the \$10 million in TOD funds available because it has very little TOD funding left to award and lodging tax revenue projections are declining and not expected to provide any capacity for additional TOD bonds for several years.³² CHS could apply for these funds for the Oaks site.

Notably, this funding strategy would not constitute acquisition by the County, but instead would dedicate TOD funds to support a redevelopment strategy by CHS or another developer.

Advantages of TOD funds:

- DCHS has \$10 million available to support capital development and permanent financing at TOD-eligible sites in Shoreline and Kenmore.

Disadvantages of TOD funds:

- The County must award TOD funds to a third party. TOD authorizing legislation does not allow the County to directly acquire sites. State statute says that TOD funds must be used for contracts, loans, or grants to nonprofit organizations or public housing authorities for affordable workforce housing within one-half mile of a transit station.^{33,34}

- While TOD funds can support repayment of acquisition costs, there are legal questions as to whether funds can be used for initial acquisition. TOD awards need to result in permanent housing, so DCHS typically awards funds after underwriting and due diligence shows that the project supports development of permanent housing. DCHS could award its \$10 million for Shoreline or Kenmore to CHS or another developer once they present a feasible plan that meets due diligence criteria through a competitive procurement process.
- If DCHS makes the funds available for other properties instead and awards funding to the Oaks site, it will not have funds for the Metro Shoreline opportunity described above. DCHS plans to make the funds available more broadly so that eligible projects that are ready and meet underwriting criteria will have access to County funding when needed.
- TOD funds are nearly exhausted and there is no revenue capacity for additional bonds. As described above, only two percent of DCHS' authorized \$288 million TOD bonds remain uncommitted. The Housing Finance Program (HFP) anticipates awarding the remaining uncommitted funds by the end of 2026. In addition, King County's July 2025 OEFA shows that lodging tax revenue projections have declined from the 2024 forecast, providing no capacity for additional TOD bonds and just enough revenue to cover existing TOD debt service.³⁵ The County's budget office anticipates TOD revenues to fall below prior projections for the next several years, making it harder to support new TOD development. *See Appendix B , Lodging Tax Revenue Projections July 2025.*
- DCHS's existing \$10 million TOD funds for Shoreline or Kenmore could go most of the way in supporting CHS's Oaks site redevelopment, if the project meets underwriting and due diligence criteria. However, it is likely the County will need a few more years before it would be able to provide enough funding to support the full site redevelopment need, which is currently estimated by CHS at \$12.5 million or more.

TOD fund constraints affirm that DCHS's best option for continuing shelter operations is to extend CHS's Interim Loan to provide more time for CHS to develop their plan and secure redevelopment funding.

C. Timeline and next steps that the Department of Community and Human Services intends to take to ensure continued operations of Aurora Oaks Enhanced Shelter as a shelter in North King County

Past Actions:

- February 2026: DCHS engaged CHS about DCHS's intent to seek loan extension and not put CHS into default.
- March 2026: Concurrently with this report, the Executive is transmitting a proposed ordinance amending KCC 24.22 governing DCHS' Interim Loan Program.

Immediate Next Actions:

[Report Describing Next Steps required for the Aurora Oaks Enhanced Shelter to Maintain Operations as a Shelter](#)

- Second Quarter 2026: Upon adoption of the proposed ordinance, DCHS will propose to the Executive to extend CHS’s loan term for three years, to June 2029.³⁶
- Second Quarter 2026: With the Executive’s approval of a loan extension, DCHS will confirm the terms and conditions of the loan extension with CHS, including continued shelter operations.
- June 2026: DCHS will amend CHS’s loan term and contract before June 29, 2026, the date of loan maturity.

Additional continued actions that may or may not be relevant to the Aurora Oaks site:

- December 2026: FMD plans to complete its HTH portfolio capital needs assessment and determine whether HTH has any capital capacity to purchase the Oaks site.
- December 2026: DCHS expects to assess potential CoC losses and options for backfilling CoC funds, including HTH dollars.
- Fourth Quarter 2026: DCHS could engage with Oaks Enhanced Shelter operator to understand their operating model. Based on this determination, with PAO consultation, DCHS could determine whether the Oaks Enhanced Shelter would have to change its model to be eligible for a purchase using HTH funds.
- Fall 2026 or Fall 2027: If CHS’ loan is extended, DCHS plans to offer its \$10 million in TOD funding for Shoreline or Kenmore in the annual HFP RFP for eligible project applications. CHS could compete for these funds to support their Oaks site redevelopment.

IV. Conclusion

The Executive has no interest in foreclosing on CHS’ loan. Instead, the Executive intends to:

- ensure the Aurora Oaks Enhanced Shelter can continue operating until site redevelopment is under way,;
- support redevelopment of the site to provide hundreds of new affordable housing units; and
- receive eventual full repayment of the \$8.1 million interim loan supporting this project in order to fulfill DCHS’s commitment to PSH homeless housing operations in future years.

There is a clear immediate pathway that provides the best opportunity to meet these goals. The Executive recommends amending KCC 24.22 that governs DCHS’ Interim Loan Program and extending CHS’ loan term to allow more time to plan the site redevelopment and secure funding. The Executive is transmitting a proposed Ordinance to effectuate the needed amendments concurrently with this report. A loan extension would allow the shelter to continue operating while CHS plans a feasible redevelopment.

The County’s options to purchase the site are uncertain due to constrained financial capacity and legal restrictions on fund uses. DCHS will continue to assess any opportunity to purchase the site through HTH funds. That determination is dependent on FMD completing its HTH capital needs assessment by the end of 2026 and is compounded by federal threats to PSH operating funds. Importantly, the use of HTH funds for this purpose is not recommended and creates risks for the HTH fund and for the County’s broader PSH funding commitments. DCHS’ best current financing option is to provide its \$10 million TOD funds for Shoreline or Kenmore in the annual HFP RFP for eligible TOD projects meeting underwriting and due diligence criteria. This would provide

[Report Describing Next Steps required for the Aurora Oaks Enhanced Shelter to Maintain Operations as a Shelter](#)

opportunity for CHS to compete for County funding for their Oaks site redevelopment, though at this time \$10 million does not fully meet CHS' expected need from the County. If TOD funding is offered more broadly, DCHS would not have funding available for Metro's TOD redevelopment at the Shoreline Park and Ride.

Full Text of Ordinance 20023, Section 109, Proviso P3

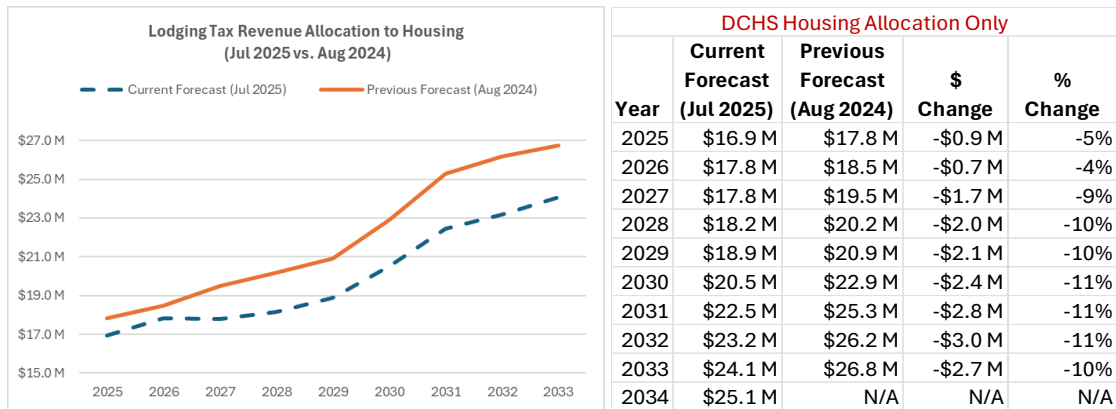
Of this appropriation, \$300,000 shall not be expended or encumbered until the executive transmits a report to the council describing the next steps required for the Aurora Oaks Enhanced Shelter to maintain operations as a shelter.

The report shall include, but not be limited to:

- A. A description of the options that the county could consider to address the maturity of the loan by Catholic Housing Services and maintain operations of the Aurora Oaks Enhanced Shelter as a shelter;
- B. Identification of potential funding sources for the county to obtain the property located at 16357 Aurora Avenue North, Shoreline, Property Tax Parcel number 329370-0010; and
- C. Identification of the timeline and next steps that the department of community and human services intends to take to ensure continued operations of Aurora Oaks Enhanced Shelter as a shelter in North King County.

The executive shall electronically file the report required by this proviso by March 30, 2026, with the clerk of the council, who shall retain an electronic copy and provide an electronic copy to all councilmembers, the council chief of staff, and the lead staff for the budget and fiscal management committee or its successor.

Declining Lodging Tax Revenue Projections, July 2025 OEFA



Analysis by County Budget office for Housing portion of lodging taxes, based on July 2025 OEFA projections.

End Notes

¹ Ordinance 20023, Section 109, P3.

[<https://kingcounty.legistar.com/LegislationDetail.aspx?ID=7680373&GUID=B4E9E09C-A982-4A8C-A0DA-6CC195D69EE0>]

² King County Code 24.22 *Interim Loan Program for Property Acquisition for Low-Income Housing*.

[https://aqua.kingcounty.gov/council/clerk/code/33_Title_24.htm#_Toc65058356]

³ King County. (2025, October 2). *2024 Housing Awards Annual Snapshot Memorandum*.

[<https://mkcclegisearch.kingcounty.gov/LegislationDetail.aspx?ID=7688939&GUID=EB70A681-BA1D-4D5A-BBD5-A733509A4D8D&Options=Advanced&Search=>]

⁴ Joy Moses, Daniel Soucy. (2025, June 3). National Alliance to End Homelessness. *Visualizing the Impacts of the President's FY2026 Budget: Returns to Homelessness and Major Setbacks*.

[<https://endhomelessness.org/resources/research-and-analysis/visualizing-the-impacts-of-the-presidents-fy2026-budget-returns-to-homelessness-and-major-setbacks-could-be-ahead/>]

⁵ DCHS Briefing to King County Council's Health, Housing, and Human Services Committee. (2025, December 2). *Continuum of Care: Distilling the Federal Contract and Local Consequences*.

[<https://mkcclegisearch.kingcounty.gov/LegislationDetail.aspx?ID=7701513&GUID=6CF302A4-5F86-4AA9-A282-75BC85DB4114&Options=Advanced&Search=>]

⁶ King County Code 24.22 *Interim Loan Program for Property Acquisition for Low-Income Housing*.

[https://aqua.kingcounty.gov/council/clerk/code/33_Title_24.htm#_Toc65058356]

⁷ King County Code 24.22 *Interim Loan Program for Property Acquisition for Low-Income Housing*.

[https://aqua.kingcounty.gov/council/clerk/code/33_Title_24.htm#_Toc65058356]

⁸ Email correspondence from CHS to DCHS 2/11/25.

⁹ The City of Shoreline voiced their support and interest in the Aurora Oaks shelter continuing to operate during several phone calls with DCHS staff in 2025. City staff said the shelter is well run and that the community and the city support its continued operation.

¹⁰ CHS expressed this intention to DCHS through conversations in 2025.

¹¹ Aurora Oaks 2026 shelter budget confirmed by DCHS' Housing Stability Manager who partners with KCRHA. DCHS anticipates the shelter will maintain funding in 2027 because it is a well-run shelter in North King County, where there are limited shelters. At some point KCRHA will re-procure shelter funds, and at that time the shelter's funding level could change.

¹² Ordinance 19861, Section 108, ER1.

[<https://mkcclegisearch.kingcounty.gov/LegislationDetail.aspx?ID=6872221&GUID=984B4D1E-D397-4497-85A8-C886918ED955&FullText=1>]

¹³ See DCHS' Housing Finance Program. [<https://kingcounty.gov/en/dept/dchs/human-social-services/housing-homeless-services/funding-opportunities/housing-finance>]

¹⁴ Based on CHS' operating buildings in King County as provided on CHS's website.

[<https://ccsww.org/services/permanent-housing/>]

¹⁵ Interim Loans are funded by HHSF funds (DRF) that are collected and awarded annually but are spent down over six years, creating a fund balance that is carried forward each year. This allows DCHS to loan part of the fund balance in interim loans.

¹⁶ Housing and Homeless Services Program estimate, January 2026

¹⁷ Joy Moses, Daniel Soucy. (2025, June 3). National Alliance to End Homelessness. *Visualizing the Impacts of the President's FY2026 Budget: Returns to Homelessness and Major Setbacks*.

[<https://endhomelessness.org/resources/research-and-analysis/visualizing-the-impacts-of-the-presidents-fy2026-budget-returns-to-homelessness-and-major-setbacks-could-be-ahead/>]

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- ¹⁸ DCHS Briefing to King County Council’s Health, Housing, and Human Services Committee. (2025, December 2). *Continuum of Care: Distilling the Federal Contract and Local Consequences*. [<https://mkcclegisearch.kingcounty.gov/LegislationDetail.aspx?ID=7701513&GUID=6CF302A4-5F86-4AA9-A282-75BC85DB4114&Options=Advanced&Search=>]
- ¹⁹ RCW 82.14.530 [<https://app.leg.wa.gov/RCW/default.aspx?cite=82.14.530>]
- ²⁰ RCW 82.14.530 [<https://app.leg.wa.gov/RCW/default.aspx?cite=82.14.530>]
- ²¹ King County Code 24.30.010 [https://aqua.kingcounty.gov/council/clerk/code/33_Title_24.htm#_Toc65058358]
- ²² Initial Health Through Housing Implementation Plan, page 19. [<https://mkcclegisearch.kingcounty.gov/View.ashx?M=F&ID=9959294&GUID=718EA25C-9032-448C-8C98-060B2C97B5E8>]
- ²³ RCW 82.14.530 [<https://app.leg.wa.gov/RCW/default.aspx?cite=82.14.530>]
- ²⁴ RCW 82.14.530 [<https://app.leg.wa.gov/RCW/default.aspx?cite=82.14.530>]
- ²⁵ RCW 82.14.530 [<https://app.leg.wa.gov/RCW/default.aspx?cite=82.14.530>]
- ²⁶ King County Code 24.30 [https://aqua.kingcounty.gov/council/clerk/code/33_Title_24.htm#_Toc65058358]
- ²⁷ Health Through Housing 2025 Reallocation Letter, October 29, 2025. [<https://mkcclegisearch.kingcounty.gov/LegislationDetail.aspx?ID=7718540&GUID=5BF7C132-117C-4C14-AA59-9BB0FE5560D8&Options=Advanced&Search=>]
- ²⁸ County Budget Office analysis based on July 2025 OEFA shows HTH projected revenues declining each year between 2025-2030, except for a small increase in 2026. The overall six-year decline is projected as \$19.6 million (from July 2021 HTH revenue projections).
- ²⁹ King County Office of Economic and Financial Analysis. (2025, July 21). *July 2025 King County Economic and Revenue Forecast*. https://cdn.kingcounty.gov/-/media/king-county/independent/governance-and-leadership/government-oversight/forecasting/documents/july2025_pdf.pdf?rev=6abcfdb918314a40a3c82d9f0de6ea14&hash=7B796FB39494EB5CEA00BBB043DB3F8D
- ³⁰ King County. (2021, November). *Initial Health through Housing Implementation Plan 2022-2028*. p 31. [<https://mkcclegisearch.kingcounty.gov/View.ashx?M=F&ID=9959294&GUID=718EA25C-9032-448C-8C98-060B2C97B5E8>]
- ³¹ Ordinance 19861, Section 108, ER1. [<https://mkcclegisearch.kingcounty.gov/LegislationDetail.aspx?ID=6872221&GUID=984B4D1E-D397-4497-85A8-C886918ED955&FullText=1>]
- ³² King County Office of Economic and Financial Analysis. (2025, July 21). *July 2025 King County Economic and Revenue Forecast*. https://cdn.kingcounty.gov/-/media/king-county/independent/governance-and-leadership/government-oversight/forecasting/documents/july2025_pdf.pdf?rev=6abcfdb918314a40a3c82d9f0de6ea14&hash=7B796FB39494EB5CEA00BBB043DB3F8D
- ³³ RCW 67.28.180 [<https://app.leg.wa.gov/rcw/default.aspx?cite=67.28.180>]
- ³⁴ RCW 67.28.180 states [at (3)(d)]: (d) “On and after January 1, 2021, the revenues under this section *must be used* as follows: [at sub (2)(A)] *For* contracts, loans, or grants to nonprofit organizations or public housing authorities for affordable workforce housing within one-half mile of a transit station, as described under RCW 9.91.025, or for housing, facilities, or services for homeless youth.” (emphasis added) [<https://app.leg.wa.gov/rcw/default.aspx?cite=67.28.180>]
- ³⁵ King County Office of Economic and Financial Analysis. (2025, July 21). *July 2025 King County Economic and Revenue Forecast*. https://cdn.kingcounty.gov/-/media/king-county/independent/governance-and-leadership/government-oversight/forecasting/documents/july2025_pdf.pdf?rev=6abcfdb918314a40a3c82d9f0de6ea14&hash=7B796FB39494EB5CEA00BBB043DB3F8D
- ³⁶ DCHS will determine the term of loan extension through conversation with CHS. As of the drafting of this report, DCHS expects that a three-year extension will provide the time needed for CHS to develop a feasible

Report Describing Next Steps required for the Aurora Oaks Enhanced Shelter to Maintain Operations as a Shelter

redevelopment plan and identify and secure funding commitments. Based on CHS' progress, if more time is needed past June 2029, DCHS and the Executive may consider that. Starting with a three-year extension would give DCHS the ability to change course after three years if the redevelopment is not progressing.



King County
Housing Finance Program

Version 3 (Final)

2025 Capital Funding for Affordable Housing Projects UW Summary

Section 1 Project and Sponsor Information

Project Name	Aurora Family Housing
Sponsor	Catholic Community Services of Westrn Washington
Project Location	16357 Aurora Ave N, Shoreline, 98133
Ownership Structure	Limited Liability Corporation (LLC)

Total Development Costs	\$	79,240,029
Requested County Funds	\$	12,500,000.00
Project Type		Rental
100% lease-up		September 1, 2029

Priority Lane Summary

Criteria	Red	Yellow	Green
Housing Model and County Priorities			
Financial Feasibility			
Household Sizes and AMI Set-asides			
Leverage			
Organizational Capacity			
Additional Considerations			
Readiness			

Section 2 Project Description

2A Housing Model

Unit Mix	30%	50%	60%	80%	CAU	Total
SRO	-	-	-	-	-	-
Studio	-	5	5	-	-	10
1 BR	-	13	12	-	-	25
2 BR	-	13	12	-	-	25
3 BR	-	15	15	-	-	30
4 BR	-	5	5	-	-	10
5+ BR	-	-	-	-	-	-
Total	-	51	49	-	-	100

Project Rent versus Market Rent			
Unit Type	Total Maximum Allowed Rent +	Total Unrestricted	% of Rent at or below market
Studio	15,125	15,250	-1%
1 BR	40,353	43,125	-6%
2 BR	48,423	55,000	-12%
3 BR	67,395	75,450	-11%
4 BR	25,060	27,750	-10%
	-	-	-
	-	-	-
	-	-	-
	-	-	-
Total	196,356	216,575	-9%

Individuals expected to be housed (assumes 1/studio & 1.5 per bedroom) **317.5**
Project's Income Average **54.9%**

negative number is below market

2B Construction Type, Site & Local Characteristics

Construction Information

Building Type	Combo
Construction Period Start	9/1/2027
Construction Period End (Certificate of Occupancy)	4/1/2029
Construction Period Duration (Months)	19.00

Development Processes

Is zoning compatible?	yes
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Net Zero features that are applicable to the project:

Zero Energy	no
Living Building Challenge Certification	no
Green Building Elements over the minimum requirements	no

Neighborhood

Describe the neighborhood	Mixed
Walk/transit score	55
Is the project within a half mile (radius) a Transit Stop?	yes

Parking Requirements

Required Residential Parking	0.5 Stalls Per Unit
Proposed Residential Parking	1 Stalls Per Unit
Is a variance required?	No Issues

Environmental

Were there any environmental issues identified on the site?	No Issues
If abatement of contamination is necessary, were costs included in the Construction Budget below?	no

Project Activity

Acquisition	
Rehab	
New Construction	X
Demolition/Redevelopment	
Adaptive Reuse	

Section 3 Financing & Market Analysis

3A Sources and Uses

Total Permanent	\$	79,240,029
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Total Uses	\$	79,240,029
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Residential Sour

Sources	Proposed	Committed	Total
King County	15,548,519	-	15,548,519
State of WA HTF	12,500,000	-	12,500,000
Direct Approp/CI	10,000,000	-	10,000,000
Deferred Deelop	5,000,000	-	5,000,000
CHIP	2,500,000	-	2,500,000
GAP Fund/Value	1,162,053	-	1,162,053
Equity	8,700,000	-	8,700,000
	23,329,457	-	23,329,457
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
Total Residential	78,740,029	-	78,740,029

Non-residential:

Sources	Proposed	Committed	Total
Equity	500,000	-	500,000
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
Total Non-reside	500,000	-	500,000

2025 Capital Funding for Affordable Housing Projects UW Summary

Construction Lo:

Sources	Proposed	Committed	Total
Construction Loa	35,000,000	-	35,000,000
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
Total Residential	35,000,000	-	35,000,000

Uses

Uses	Residential	Non-Residential	Total
Acquisition	5,240,674	-	5,240,674
Construction	60,796,410	500,000	61,296,410
Soft Costs	6,893,600	-	6,893,600
Pre Dev/Bridge Fi	-	-	-
Construction Fin:	2,265,000	-	2,265,000
Permanent Finan	574,124	-	574,124
Capitalized Rese	470,000	-	470,000
Other Developm	2,186,134	-	2,186,134
Eligible Basis Cor	-	-	-
Bond Related Co	314,087	-	314,087
Total Uses	78,740,029	500,000	79,240,029

3B Cost Effectiveness

Total Residential Development Costs

Total Residential Cost	Cost Per Unit	Cost Per Bedroom	Cost Per Individual
\$ 78,740,029	\$ 787,400	\$ 366,233	\$ 248,000

Labor Rates

Is the project State Prevailing, Davis Bacon, or not stated? (2A 6.3) Not Stated

WSHFC Total Development Cost

Project location for construction pricing Balance of King County
Is the TDC% equal to or less than 110%. 143%

3rd Part Cost Estimate

Was a third-party construction consultant's report available? If so, does the estimate align with the Total Hard Costs? No Issues

Site Control

Valuation \$ 4,055,300 1/1/2024
Appraised value or tax assessor value is greater than (or equal to) acquisition costs? (See below) no

3C Financing

Residential Sources

Residential Source Name	Proposed	Committed	Total	Grant/Loan	Funding Type	Debt Type	Interest Rate	Loan Term	Amortization Period
-	15,548,519	-	15,548,519	Loan	Amortizing	Hard	6.10%	180	450
King County	12,500,000	-	12,500,000	Loan	Deferred	Soft	1.00%	-	-
State of WA HTF	10,000,000	-	10,000,000	Loan	Deferred	Soft	1.00%	-	-
Direct Approp/CDS	5,000,000	-	5,000,000	Loan	Deferred	Soft	1.00%	-	-
Deferred Deeloper Fee	2,500,000	-	2,500,000	Loan	Cash flow	Soft	3.00%	-	-
CHIP	1,162,053	-	1,162,053	Grant	-	-	-	-	-
GAP Fund/Value Engineer*	8,700,000	-	8,700,000	Loan	Deferred	Soft	-	-	-
Equity	23,329,457	-	23,329,457	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
Total Residential Sources	78,740,029	-	78,740,029						

Non Residential Sources

Sources	Proposed	Committed	Total	Grant/Loan	Funding Type	Debt Type	Interest Rate	Loan Term	Amortization Period
Equity	500,000	-	500,000	Select...	-	Select...	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
Total Non-residential Sources	500,000	-	500,000						

Sources	Proposed	Committed	Total
Total Project Sources	79,240,029	-	79,240,029

LIHTC

Proposed use of LIHTC?	4%	Project's stated LIHTC Equity pricing	\$ 0.83
Calculated Equity (from 3A 6D)	23,329,457	Novogradac current 3 month average pricing	\$ 0.85

What was the project's 4%/ 9% LIHTC self-score total (See 1A Items 1 or 2) 31
Did the project's 4%/9% LIHTC Self Score meet or exceed WSHFC minimum score? Projects in King County: 4% for 30 Points and 9% for 164 yes

2025 Capital Funding for Affordable Housing Projects UW Summary

Section 4 Project Services and Operations

4A Operating Pro Forma

Vacancy Rate	Annual Operating Expenses		Reserves Payments (Per Unit, Per Year) Replacement	Year 1 Net Operating Income	Year 1 Debt Coverage Ratio	Year 2 Debt Coverage Ratio	Year 3 Debt Coverage Ratio	Year 4 Debt Coverage Ratio	Year 5 Debt Coverage Ratio
	Total	Per Unit							
5%	859,056.68	8,241	\$ -	\$ 1,296,911	1.25	1.27	1.28	1.30	1.32

Are the project's Tenant Rents compliant with LIHTC MAX AMI Rents? **No Issues**

4B Service Model & Funding

Service and Referrals

Is the project serving chronically homeless & homeless?	No
If so, what type of housing is being provided?	no
Coordinated Entry (CE) participation for ALL homeless units?	no

Subsidies

Are subsidies being requested?	n/a
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Special Needs Information

Description	Units
Physically Disabled	0
Intellectual/Developmental Disabled	0
Behavioral Illness	0
Chronic Mental Illness	0
Behavioral Illness	0
Homeless Units	0
Total Units	0

Section 5 Underwriting Metrics per Attachment 4 Section 19

Project Metrics	Recommended Benchmark	Applicant Stated Values	Values as Calculated or Verified
Financing Terms & Capital Budget Assumptions			
LIHTC Credit pricing	Range: \$0.80-\$0.85	\$ 0.84	\$ 0.83
Construction Contingency	Floor- 10% new construction, 15% rehabilitation	10.00%	11.89%
Interest rates & Loan Terms			
Construction loan	SOFR + 200bps currently at 6.37%	6.40%	6.40%
Perm. Loan	10 year Treasury + 200bps currently at 6.85%	6.10%	6.10%
DSCR (hard debt calculation)	1.20	1.20	1.25
Operating Assumptions			
Max rents	Minimum of 10% below Market Rent	-9.34%	-9%
Operating Expenses (services e:	\$ 8,000 PUPY floor	\$ 8,241	\$ 8,241
Residential Vacancy	5.0%	5.0%	5.0%
Escalation			
Expenses	3.0%	3.0%	3.0%
Revenue	2.0%	2.0%	2.0%



King County

**Metropolitan King County Council
Budget and Fiscal Management Committee**

STAFF REPORT

Agenda Item:	7	Name:	Jenny Giambattista and Andy Micklow
Proposed No.:	2026-0066	Date:	May 13, 2026

SUBJECT

Proposed Ordinance 2026-0066 would amend King County Code 28.86.160, Financial Policies, to update the methodology that King County uses to calculate the capacity charge for new sewer connections.

SUMMARY

The proposed ordinance would update the methodology that King County uses to calculate the capacity charge for new sewer connections. The purpose of the capacity charge is to ensure that new customers pay the growth costs of expanding the wastewater system. The current methodology for calculating the capacity charge has been in place since 1999. In 2016, the King County Auditor reviewed the capacity charge program and recommended that the methodology be updated to a simpler, more transparent calculation.

Proposed Ordinance 2026-0066 would maintain the principle that growth pays for growth, but would include significant changes compared to the current code. It strikes most of the existing methodology to calculate the capacity charge and replaces it with more broadly defined direction on how the charge is to be calculated. Many of the proposed changes to the methodology are not specifically included in the proposed ordinance language but have been explained through presentations to MWPAAC and RWQC, and in response to questions from Council staff. The staff report identifies policy considerations for the committee, largely related to the level of specificity and guidance for the proposed methodology that is preferred in code.

The Executive's proposed 2027 sewer rate and capacity charge (Proposed Ordinance 2026-0103) assumes a capacity charge based on the methodology in this proposed ordinance. The PAO reports this ordinance must be adopted prior to adopting the proposed sewer rate and capacity charge.

After the transmittal of this ordinance and the proposed 2027 sewer rate and capacity charge, WTD identified an error in the assumption in the proposed methodology used to calculate the capacity charge. The Executive is requesting an amendment to Proposed Ordinance 2026-0103 to correct the 2027 proposed capacity charge. Because the

assumption is not specified in Proposed Ordinance 2026-0066, the error does not require an amendment to this ordinance.

Council staff analysis is ongoing.

BACKGROUND

System Development Charges. King County uses the term "capacity charges" to refer to system development charges (SDCs) for the sewer system. SDCs are one-time charges imposed on new and expanded development as a condition of water, sewer, and stormwater service so that such property developments pay their equitable share of the cost of the respective utility system.¹ According to Department of Commerce guidance, SDCs should be calculated and implemented on the core premise that growth should pay for growth. The authority that the RCW grants jurisdictions to impose SDCs is oriented toward recovering an equitable share of the costs of existing and future system facilities from new and expanded development, not to revenue generation.²

The basic SDC calculation determines a cost per unit by dividing eligible system facility costs by the applicable system capacity. Under traditional approaches, the unit cost is usually based on the average potential demand of a single-family residential customer.

There are three common methods used by jurisdictions in developing SDCs: the system buy-in approach, the incremental approach, and the average cost (or combined) approach.

- The *system buy-in approach* requires new or upsized connections to invest at a level similar to the average investment made by existing customers. DOC guidance notes that "this approach is most suitable when existing system facilities have capacity exceeding current customer demands, such as mature systems that are at or near full development and anticipate limited future growth."³
- The *incremental approach* calculates the cost of future system expansion facilities and assigns those costs solely to projected new incremental capacity units. DOC guidance notes that "this approach is most suitable for systems experiencing rapid growth and major system expansion needs."⁴
- The *average cost (or combined) approach* recognizes that the utility invests in system infrastructure to benefit both existing and future customers equally. With the average cost approach, existing assets and planned future capital are divided by the total customer base that the existing and planned infrastructure can serve. DOC guidance notes that "this approach is commonly used in Washington state because it results in generally moderate and stable SDC over time and provides

¹ Washington State Department of Commerce, *Residential Proportional Impact Fees and System Development Charges Guidebook*, 12-1

² *Residential Proportional Impact Fees and System Development Charges Guidebook*, 12-1

³ *Residential Proportional Impact Fees and System Development Charges Guidebook*, 12-6

⁴ *Residential Proportional Impact Fees and System Development Charges Guidebook*, 12-7

a straightforward and equitable allocation of system costs between existing and new customers."⁵

Capacity Charge in State Code. RCW 35.58.570 gives metropolitan municipal corporations that provide sewage services, like King County, the authority to charge SDC. According to RCW 35.58.570.1, the capacity charge shall be based on the cost of the sewage facilities' excess capacity necessary to provide sewerage treatment for new users of the system. RCW 36.94.140 requires that the capacity charge rate be uniform within the same customer classification.

Capacity Charge Billed to New Customers by King County. King County funds wastewater system expansion through a combination of monthly sewer rates paid by all customers and a one-time capacity charge imposed on new connections to the system. The capacity charge is a charge in addition to sewer service billed to customers who connected to the sanitary sewage system on or after February 1, 1990.⁶

As a system development charge, the purpose of the capacity charge is to ensure that new customers pay the growth costs of expanding the wastewater system. Financial Policy 15(1)(b)⁷ states that "New customers shall pay costs associated with the portion of the existing wastewater conveyance and treatment system that serves new customers and costs associated with expanding the system to serve new customers. New customers shall pay these costs through a combination of the monthly sewer rate and the capacity charge. Such charges shall be designed to have growth pay for growth."

The capacity charge is triggered by connection to the sewer system, not an upfront development cost at the time of permitting.⁸ Unless a developer voluntarily pays the capacity charge, it becomes an additional cost that buyers will encounter when purchasing properties with new sewer connections. The capacity charge is billed directly to customers by King County, unlike the wholesale sewer rate. The capacity charge can be paid as a lump-sum up-front with a discount, or as a monthly charge amortized over 15 years. If a buyer purchases property with an outstanding capacity charge, the new buyer becomes responsible for the capacity charge payments.⁹

Existing Capacity Charge Methodology. The capacity charge is calculated, as defined in code,¹⁰ as:

$$\frac{(\text{Total System Costs} - \text{Rate Revenue from Existing Customers}) - \text{Rate Revenue from New Customers}}{\text{Number of New Customers}}$$

⁵ *Residential Proportional Impact Fees and System Development Charges Guidebook*, 12-7

⁶ K.C.C. 28.84.050.O.1

⁷ K.C.C. 28.86.160.C

⁸ State statute does not allow the County to require up-front payment of the capacity charge by the developer.

⁹ Under K.C.C. 28.84.050.O.5, the capacity charge is the responsibility of the current owner. The department shall collect the capacity charge directly from the current legal property owner.

¹⁰ K.C.C. 28.86.160.C FP-15

Total system costs include the costs to operate, maintain, and expand the wastewater system over the life of the RWSP.

Where King County:

1. Calculates what new growth will cost by subtracting rate revenue from existing customers from the total system costs
2. Subtracts what new customers will already pay in monthly rates
3. Divides the remaining growth cost evenly across all new sewer connections.

Capacity charges are assessed based on the projected volume of domestic water consumption for a given structure type, expressed in Residential Customer Equivalents (RCE).¹¹ The 2026 capacity charge is \$77.99 per residential customer equivalent (RCE) per month.

Other County Policy Requirements. Under FP-15, the capacity charge cannot exceed the capital cost of facilities needed to serve new customers, at least 95% of projected growth-related capital costs (treatment, conveyance, biosolids capacity) must be allocated to new customers, each new customer should pay the same share regardless of the year they connect, and growth and cost projections must be updated every three years.

Additionally, FP-15 includes update provisions that customer growth and projected costs, including inflation, shall be updated every three years beginning in 2003, and that the County should periodically review the capacity charge to ensure that the actual costs of system expansion to serve new customers are reflected in the charge.

2020 Capacity Charge Rate Structure Update. In 2020, the King County Council adopted Ordinances 19153 and 19156 to restructure the capacity charge to align the amount charged according to size and type of housing as a proxy for the average number of persons accommodated by the housing type. Commercial connections continued to pay based on the number of fixtures, and discounts for low-income housing remained in place. These changes did not impact the methodology used to determine the total costs of growth.

Update to Projected Customer Numbers and Projected Capital Costs. The Regional Wastewater Services Plan (RWSP), covering 2003 through 2030, is the comprehensive plan for regional wastewater services and serves as the basis for projecting customer numbers, capital projects needed to maintain capacity, and financial assumptions for the capacity charge. K.C.C. 28.86.160 currently requires an update of customer numbers and projected capital costs used to calculate the capacity charge every three years. The last capacity charge update occurred in 2024 and covers the capacity charge calculations for 2025 and 2026.

2016 Auditor's Report. In 2016, the King County Auditor's Office reviewed whether current wastewater capacity charge practices ensure that new development pays for the

¹¹ K.C.C. 28.84.050.O.3¹² Adjusted to exclude ineligible items like the Vashon Island and Carnation treatment facilities, grant-funded assets, small equipment, and capitalized equipment, and to add allow carrying costs per RCW 35.58.570.

costs of expanding the wastewater system: "does growth pay for growth?" The audit concluded that it is unclear whether growth is paying for growth for three reasons: a highly complex financial model, methodology choices that appear inconsistent with policy intent, and ambiguous financial policies.

1. Overly complex computer model: According to the audit, WTD relies on a highly complex capacity charge model that lacks transparency, cannot be independently verified, and is vulnerable to errors. The model's complexity makes it difficult for decision-makers to confirm whether growth is actually paying for growth.
2. Methodology choices appear contrary to policy intent: The audit found two areas where the methodology used does not appear to align with the intent of Council-adopted policies. First, certain modeling assumptions effectively charge new customers interest on growth costs initially paid by existing customers, even though financial policies do not authorize charging interest. At the same time, the model likely underestimated pre-2003 growth costs, shifting costs away from new customers. These two issues have opposing effects on the capacity charge and partially offset each other, making it difficult to determine whether growth is paying the appropriate share of costs.
3. Ambiguous financial policies: Several sections of the County's financial policies are unclear or internally inconsistent. For example, policies requiring each new customer to pay an equal share of growth costs conflict with the current approach, under which customers pay different capacity charge amounts depending on the year they connect. According to the audit, in practice, the policy of growth paying for growth has consistently outweighed the policy that each new customer should pay an equal share. Additionally, one financial policy governing capital cost allocation appears to contain drafting errors that set a minimum of 95%, rather than a maximum, percentage of costs to be allocated to new customers. According to the report, using "minimum" in this section appears contrary to the legislative history. WTD reports that this language mirrors the language in the local contracts.

The audit concludes that without a simpler, more transparent approach, the County risks continued uncertainty and potential misallocation of hundreds of millions of dollars between new and existing customers. Key recommendations include simplifying the capacity charge model, aligning methodology with clarified policy intent, resolving policy ambiguities, and establishing regular independent reviews of the model.

Appendix 1 of the Auditor's Report provides a technical explanation of the computer model used by WTD to calculate the capacity charge, as well as an example of a simpler alternative approach for achieving the policy goal that growth pays for growth. The appendix focuses on the model's structure, methodology, and internal logic, and does not evaluate the accuracy of underlying assumptions or forecasts.

Auditor's Report Follow-up. The Executive concurred with almost all the audit findings and recommendations and noted that the desire for a simpler capacity charge approach is a long-held goal of WTD. In 2019 and 2022, the Auditor released follow-up reports tracking the progress of the seven recommendations. Prior to the transmittal of the

proposed ordinance, most of the recommendations had not yet been implemented. The Auditor's Office reports that it plans to release a formal audit recommendation status report later this year.

Process to Update Capacity Charge Methodology. In 2020, WTD engaged a consultant to develop a new approach that is simpler and reflects current industry standards. In 2021, WTD briefed MWPACC on the consultant's findings in a series of meetings. Later that year, WTD paused work on the capacity charge methodology review. WTD reports that in 2024, it requested that the consultant resume its work on revising the methodology for the capacity charge. WTD engaged with MWPAAC at least eight times over the last several years on the capacity charge methodology update. WTD reports that these discussions did not result in any substantive change to the recommended methodology.

ANALYSIS

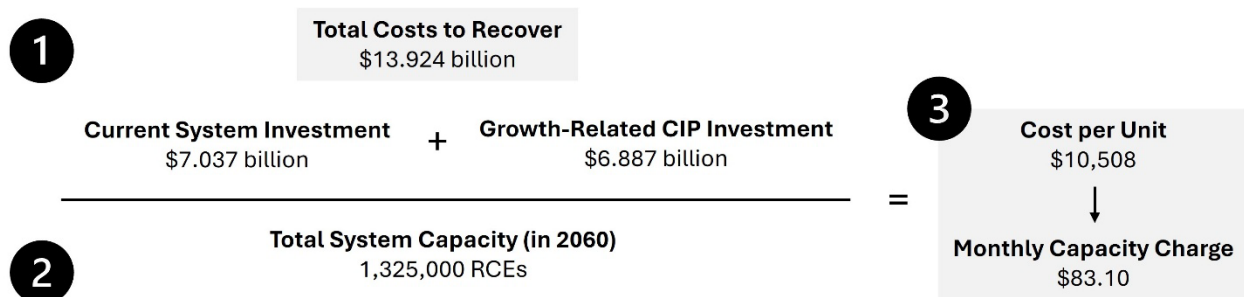
Summary of Changes to Proposed Methodology. The proposed approach would calculate the capacity charge using the average cost approach to system development costs, where "eligible system facility costs" are divided by the "applicable system capacity" to derive a residential cost per unit (RCE). Many of the proposed changes to the methodology are not specifically included in the proposed ordinance language but have been explained through presentations to MWPAAC and RWQC, and in response to questions from Council staff.

1. *System facility costs* are not defined in the proposed ordinance, but according to WTD, industry practice defines them as the existing system cost, together with future system costs. Existing system cost is the amount that WTD has invested in the sewer system infrastructure used to provide service today.¹² Future system costs, also not defined in the proposed ordinance, are based on WTD's Capital Improvement Plan (CIP), preliminary long-range capital project needs, and the identification of the portion of those capital costs attributable to new customers (i.e., growth). Council staff have asked WTD the time period for which future costs are calculated.
2. WTD then determines the *total system capacity* of the existing and future system, in RCEs. Capacity charge RCEs are based on the amount of biochemical oxygen demand (BOD), or "load", from a single-family home, because loadings are the treatment constraint at each of the three major plants.
3. By dividing the eligible system facility costs by the total system capacity, the *cost per unit* is calculated. The monthly capacity charge is calculated by dividing the cost per unit over 15 years. In calculating the monthly charge, WTD reports that it applies a "discount" rate of 5.14% to the cost per unit to ensure that customers paying over time are not effectively being charged less than customers who pay in a lump sum.

¹² Adjusted to exclude ineligible items like the Vashon Island and Carnation treatment facilities, grant-funded assets, small equipment, and capitalized equipment, and to add allow carrying costs per RCW 35.58.570.

A sample capacity charge calculation is shown in Figure 1 below.

**Figure 1.
Sample Capacity Charge Calculation¹³**



Comparison of approaches. The proposed approach differs from the existing approach in how the cost assigned to new customers is calculated in several ways. First, the existing approach tried to balance growth costs of the 30-year period. There is no “balance over a period time” in the new methodology. The new approach, consistent with industry-standard methodologies, is based on an existing buy-in component and the costs of adding new capacity for new connections.

The existing approach relies on a complex computer model and WTD's long-term financial forecasts, including assumptions about rate revenues, customer growth, and system costs, to calculate the capacity charge. The proposed approach would calculate the cost per unit by dividing the capital costs of existing facilities (the amount that WTD has invested in the sewer system infrastructure used to provide service today) and the facilities required to serve growth by the total system capacity and applying that unit cost to new connections. The proposed approach would link the capacity charge to system capacity and capital investment in the wastewater system.

WTD also reports that, under the proposed methodology, the capacity charge would increase each year by the Construction Cost Index (CCI). WTD reports that the use of the CCI is new, but the previous methodology used various inflation assumptions in the calculation and WTD notes that the CCI and the inflation assumptions with the current methodology are conceptually similar. The CCI provision is part of WTD's new methodology, but it is not included in the proposed code changes.

Additionally, WTD reports that under the current approach, as allowed by code, WTD allocated only 95% of growth costs to new customers in order to avoid overcharging new connections. As explained by WTD, because the proposed methodology is now more precise, WTD calculated the 2027 capacity charge using 100% of growth costs. Subsequent to transmittal of this ordinance and the proposed 2027 sewer rate and capacity charge ordinance (2027-0103), WTD recognized that five of thirty-four sewer contracts contain a provision setting the amount at 95% and therefore charging more than 95% of growth costs would conflict with those contract provisions.

¹³ Numbers in Figure 1 are from WTD's presentation on April 1, 2026, to RWQC.

Summary of Proposed Code Changes. The proposed update to the capacity charge methodology would be effectuated through changes to K.C.C. 28.86.160, Financial Policies. The proposed changes are focused on Policy FP-15 (Rates and Capacity Charges). Policies FP-1 through FP-14 and FP-16 through FP-18 are not proposed for amendment other than for technical changes.

The proposed changes to Policy FP-15 are summarized below. A matrix showing the changes by line number is included as Attachment 2 to this staff report.

Growth pays for growth (Lines 163 to 172, Line 230, and Lines 260 to 273). The adopted approach divides the costs of the wastewater system between existing customers and new customers. While most of the language providing guidance on how such costs are to be divided is maintained, the proposed ordinance would delete the language specifying that existing customers are responsible for the "portion of the existing and expanded conveyance and treatment system that serves existing customers," and new customers responsible for the "costs associated with the portion of the existing wastewater conveyance and treatment system that serves new customers and costs associated with expanding the system to serve new customers." This language effectuates the principle of growth pays for growth. This framing language is proposed for deletion, but the principle of growth paying for growth is retained on line 230.

Simplifies the capacity charge formula (Lines 190 to 230). The proposed ordinance would replace the capacity charge formula and definitions (Lines 206 to 226) with an approach that determines the capacity charge by dividing "eligible system facility" costs by the "applicable system capacity." "Eligible system facility costs" and "applicable system capacity" are not currently defined in the proposed ordinance.

Lines 229 to 230 of the proposed ordinance include language that the capacity charge calculation would "continue to be based on an accepted industry approach that produces a transparent charge and aligns with the principle of growth pays for growth." According to information presented to RWQC and MWPAAC, the capacity charge would be calculated using a combined approach to system development charges.¹⁴ A description and comparison of the proposed approach is provided in the Summary of Changes to Proposed Methodology section of this staff report.

The proposed ordinance would not modify the capacity charge rate structure in K.C.C. 28.84.050.O.3. which outlines the amount charged based on the size and type of structure or dwelling unit.

Changes update provisions (Lines 245 to 252). The triennial update requirement (2003 baseline), 2021/2024 transition deferral language, and periodic review requirement would be removed. They would be replaced by a new update cycle in the new capacity charge subsection on lines 194 to 196 of the proposed ordinance. The new requirement would have the Department of Natural Resources and Parks update the capacity charge "inputs and calculation at least every five years or when substantial system capacity investments are completed or updated."¹⁵

¹⁴ Department of Commerce guidance labels the combined approach as the "average cost approach."

¹⁵ System development charges are discussed in the Background section of the staff report.

Connection to RWSP. The current code requires that the capacity charge be based on "costs, customer growth, and related financial assumptions used for the Regional Wastewater Services Plan" (lines 242 to 244). The proposed ordinance would require that the capacity charge be based on the "planned system capacity and costs provided for in the Regional Wastewater Services Plan adopted by Ordinance 13680" (lines 192 to 193). An update to the RWSP began in 2025, and transmittal to Council is estimated in 2029. When asked if any changes to the capacity charge approach are anticipated with the RWSP update, WTD reports that it "will reexamine capacity charge methodologies when updating calculations every five years. The Financial Policies, including those that govern the capacity charge, are part of the RWSP and will be reviewed per the RWSP Update schedule. There could be possible changes at that time."

Code-related Considerations for Councilmembers. Council staff analysis is ongoing. Council staff have identified a preliminary list of code-related considerations for councilmembers.

Transparency in code. The proposed ordinance would delete the existing specific formula and replace it with broadly defined direction to "determine a cost per unit by dividing eligible system facility costs by the applicable system capacity...based on an accepted industry approach that produces a transparent charge and aligns with the principle of growth pays for growth" (Lines 227 to 230). These terms, along with others, are not defined in the proposed ordinance. Under the proposed ordinance, it is not possible to determine how growth costs are calculated without requesting the information from the division. Additionally, as currently drafted WTD could update assumptions and methods without Council approval.

Councilmembers may wish to consider whether to add additional details or definitions to the proposed ordinance to provide transparency and consistency in how the capacity charge is calculated.

Growth pays for growth framework. The proposed ordinance would also remove the language that frames the principle that growth pays for growth. The existing code (K.C.C. 28.86.160.C.1.b) specifies the costs that existing and new customers should pay and states that "Such rates and charges shall be designed to have growth pay for growth." The proposed ordinance, in striking lines 163-172, retains the principle without the framework. Including principles without the supporting framework in the code could potentially lead to reduced transparency and inconsistent application.

Reduced scheduled updates and reviews. The proposed ordinance would reduce the required update intervals from three to five years or when substantial system capacity investments are completed or updated (lines 193 to 196). The proposed ordinance does not define the term "substantial system capacity investment." The proposed ordinance would also delete language requiring the County to periodically review the capacity charge to ensure that the actual costs of system expansion to serve new customers are reflected in the charge.

The proposed ordinance only specifies that the "capacity charge inputs and calculation" be reviewed periodically. It is unclear whether calculation would include the methodology or only re-running the model to derive a capacity charge cost per unit. WTD reports that DNRP will wholly review the capacity charge methodology at least every five years. According to WTD, there is a high likelihood that the overall methodology will be determined to still be optimal and only the inputs will eventually change. Councilmembers may wish to consider increasing the frequency of update intervals or adding reporting requirements to allow for Council oversight of the new approach after it is implemented.

Additional Considerations for Councilmembers. In addition to the code-related considerations identified above, council staff have also identified the following preliminary policy considerations.

Fiscal implications. The proposed ordinance does not set the capacity charge. As a result, the fiscal note shows no impact on WTD's revenue. The proposed ordinance would change the methodology for determining the capacity charge, which could affect the capacity charge revenue recovery. Council staff have requested additional information on any potential revenue impacts.

Connection to 2027 Capacity Charge and Proposed 2027 Rate Ordinance. The Executive's proposed 2027 sewer rate and capacity charge (Proposed Ordinance 2026-0103) assumes a capacity charge based on the methodology in the proposed ordinance and other assumptions not specified in this ordinance.

After the transmittal of this ordinance and the proposed 2027 sewer rate and capacity charge (Proposed Ordinance 2026-0103), WTD and Council staff identified an issue with the new approach of charging 100% of growth costs to the capacity charge. The 95% approach is discussed in the Summary of Changes to the Proposed Methodology section. Upon further review, WTD recognized that five of thirty-four sewer contracts contain a provision setting the amount at 95%, rather than as a minimum as specified in code and therefore charging more than 95% of growth costs would conflict with those contract provisions.

Since Proposed Ordinance 2026-0103, which would adopt the 2027 sewer rate and capacity charge, assumed revenue from a capacity charge with 100% recovery, WTD is now requesting an amendment to 2026-0103 to decrease the capacity charge amount from \$83.10 to \$78.94 for 2027. WTD reports this change will not impact the near-term sewer rate. Because charging 100% to growth is not specified in Proposed Ordinance 2026-0066, the error does not require an amendment to this ordinance.

Does the Proposed Ordinance Address the 2016 Auditor's Report. Council staff requested that the Auditor review the proposed ordinance to better understand the extent to which the proposed ordinance addresses the concerns raised in the 2016 audit.

Review Schedule. The proposed ordinance was referred to the Budget and Fiscal Management Committee and the Regional Water Quality Committee as a mandatory

dual referral. The schedule below has been agreed upon by the chairs of the committees.

**Table 2.
Review Schedule**

Action	Committee/Council	Date
Briefing	RWQC	May 6 th
Discussion Only	BFM	May 13 th
Discussion/Possible Action	BFM	May 27 th <i>Striker Distributed (if applicable) May 22nd</i> <i>Line Amendment Direction to Staff May 25th</i>
Discussion/Possible Action	RWQC	June 3 rd
Final Action	Full Council	June 16 th

INVITED

- Caitlyn Hall, Chief Financial Officer, Wastewater Treatment Division (WTD)
- Andrés Bas Moore, Rates & Financial Planning Supervisor, WTD
- Luke Slaughterbeck, Senior Financial Analyst, WTD

ATTACHMENTS

1. Proposed Ordinance 2026-0066
2. Proposed Code Changes Matrix
3. Transmittal Letter
4. Fiscal Note



KING COUNTY
Signature Report

ATTACHMENT 1
1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Ordinance

Proposed No. 2026-0066.1

Sponsors Balducci

1 AN ORDINANCE updating the capacity charge
2 methodology; and amending Ordinance 13680, Section 16,
3 as amended, and K.C.C. 28.86.160.

4 **STATEMENT OF FACTS:**

5 1. The council, as the legislative body of the metropolitan municipal
6 corporation, has authority to impose a capacity charge under RCW
7 35.38.570.

8 2. The capacity charge is based on the cost of capital facilities necessary
9 to provide wastewater treatment to new users of the system. Revenues
10 collected through the capacity charge must be used for construction of
11 wastewater facilities designed to protect water quality.

12 3. All structures connecting to a local wastewater collection system that
13 conveys wastewater flows to King County's regional wastewater system
14 since February 1, 1990, have been subject to a capacity charge.

15 4. The office of the King County auditor reviewed the methodology in
16 2016 and recommended developing a simpler and more transparent
17 approach to calculating the capacity charge, which would also allow for
18 independent and periodic review.

19 5. The wastewater treatment division ("WTD") engaged a consultant,
20 beginning in 2020, to prepare an updated capacity charge methodology

21 based on current industry-accepted practices and consistent with RCW
22 35.58.570.

23 6. Utility planning documents provide the system capacity and cost data
24 that informs calculation of a capacity charge.

25 7. The initial Clean Water Plan effort was underway in 2020 when WTD
26 initiated the consultant study and was to be the source of planning inputs
27 for the updated charge. When the Clean Water Plan was paused, the
28 methodology update was put on hold as well.

29 8. An update to the Regional Wastewater Services Plan ("RWSP") plan
30 began in 2025 and transmittal to the council is estimated in 2029. Interim
31 planning documents that identify conveyance and treatment plans out to
32 2060 will be used to source the capacity charge calculation inputs until the
33 updated RWSP is complete.

34 9. This ordinance's changes are necessary to update the capacity charge
35 methodology to reflect current industry practice. The capacity charge
36 methodology produces the cost of one Residential Customer Equivalent
37 ("RCE") of capacity in the system. The capacity charge rate structure then
38 determines how much of one RCE is charged to the residential property
39 connecting. This ordinance does not change the capacity charge structure.

40 10. The changes in this ordinance are consistent with the assumptions for
41 developing the executive's proposed 2027 Sewer Rate and Capacity
42 Charge that will be considered for action in spring 2026. The council
43 must adopt the sewer rate by June 30 each year in accordance with the

44 sewer contracts between WTD and local sewer agencies. The capacity
45 charge is historically adopted on the same timeline given the
46 interdependence of the revenue sources.

47 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

48 SECTION 1. Ordinance 13680, Section 16, as amended, and K.C.C. 28.86.160
49 are hereby amended to read as follows:

50 A. Under the King County Charter and RCW 35.58.200, these financial policies
51 are hereby adopted and declared to be the principal financial policies of the
52 comprehensive water pollution abatement plan for King County, adopted by the
53 Municipality of Metropolitan Seattle (Metro) in Resolution No. 23, as amended, and the
54 RWSP, a supplement to the plan.

55 B. Explanatory material.

56 1. Financial forecast and budget. Policies FP-1 through FP-10 are intended to
57 guide the county in the areas of prudent financial forecasting and budget planning and are
58 included to ensure the financial security and bonding capacity for the wastewater system.
59 This set of policies also addresses the county's legal and contractual commitments
60 regarding the use of sewer revenues to pay for sewer expenses.

61 2. Debt financing and borrowing. Policies FP-11 through FP-14 are intended to
62 guide the county in financing the wastewater system capital program. These policies
63 direct that capital costs be spread over time to keep rates more stable for ratepayers by the
64 county issuing bonds. A smaller share of annual capital costs will be funded directly
65 from sewer rates and sewer revenues and capacity charges.

66 3. Collecting revenue. Policies FP-15 through FP-17 are intended to guide King
67 County in establishing annual sewer rates and approving wastewater system capital
68 improvement and operating budgets. Monthly sewer rates, which are the primary source
69 of revenue for the county's regional wastewater system, are to be uniformly assessed on
70 all customers. Customers with new connections to the wastewater system will pay an
71 additional capacity charge. The amount of that charge is set by the council, within the
72 constraints of state law.

73 4. Community treatment systems. Policy FP-18 is intended to guide the county
74 in the financial management of community treatment systems.

75 C. Policies.

76 1. Financial forecast and budget.

77 FP-1: The county shall maintain for the wastewater system a multiyear financial
78 forecast and cash-flow projection of six years or more, estimating service growth,
79 operating expenses, capital needs, reserves and debt service. The financial forecast shall
80 be submitted by the executive with the annual sewer rate ordinance.

81 FP-2: If the operations component of the proposed annual wastewater system
82 budget increases by more than the reasonable cost of the addition of new facilities,
83 increased flows, new programs authorized by the council, and inflation, or if revenues
84 decline below the financial forecast estimate, a feasible alternative spending plan shall be
85 presented, at the next quarterly budget report, to the council by the executive identifying
86 steps to reduce cost increases.

87 FP-3: The executive shall maintain an ongoing program of reviewing business
88 practices and potential cost-effective technologies and strategies for savings and

89 efficiencies; the results shall be reported in the annual budget submittal and in an annual
90 report to the RWQC.

91 FP-4: New technologies or changes in practice that differ significantly from
92 existing technologies or practices shall be reported to the council and RWQC with
93 projected costs prior to implementation and shall also be summarized in the RWSP
94 annual report.

95 FP-5: Significant new capital and operational initiatives proposed by the
96 Executive that are not within the scope of the current RWSP nor included in the RWSP,
97 or are required by new state or federal regulations will be reviewed by the RWQC and
98 approved by the council to ensure due diligence review of potential impacts to major
99 capital projects' schedules, including Brightwater, the bond rating or the sewer rate and
100 capacity charge.

101 FP-6: The county shall maintain for the wastewater system a prudent minimum
102 cash balance for reserves, including, but not limited to, cash flow and potential future
103 liabilities. The cash balance shall be approved by the council in the annual sewer rate
104 ordinance.

105 FP-7: Unless otherwise directed by the council by motion, the King County
106 department of natural resources and parks or its successor agency shall charge a fee that
107 recovers all direct and indirect costs for any services related to the wastewater system
108 provided to other public or private organizations.

109 FP-8: Water quality improvement activities, programs and projects, in addition to
110 those that are functions of sewage treatment, may be eligible for funding assistance from
111 sewer rate revenues after consideration of criteria and limitations suggested by the

112 metropolitan water pollution abatement advisory committee, and, if deemed eligible,
113 shall be limited to one and one half percent of the annual wastewater system operating
114 budget. An annual report on activities, programs and projects funded will be made to the
115 RWQC. Alternative methods of providing a similar level of funding assistance for water
116 quality improvement activities shall be transmitted to the RWQC and the council within
117 seven months of policy adoption.

118 FP-9: The calculation of general government overhead to be charged to the
119 wastewater system shall be based on a methodology that provides for the equitable
120 distribution of overhead costs throughout county government. Estimated overhead
121 charges shall be calculated in a fair and consistent manner, utilizing a methodology that
122 best matches the estimated cost of the services provided to the actual overhead charge.
123 The overall allocation formula and any subsequent modifications will be reported to the
124 RWQC.

125 FP-10: The assets of the wastewater system are pledged to be used for the
126 exclusive benefit of the wastewater system including operating expenses, debt service
127 payments, asset assignment and the capital program associated therewith. The system
128 shall be fully reimbursed for the value associated with any use or transfer of such assets
129 for other county government purposes. The executive shall provide reports to the RWQC
130 pertaining to any significant transfers of assets for other county government purposes in
131 advance of and subsequent to any such transfers.

132 2. Debt financing and borrowing.

133 FP-11: The county shall structure bond covenants to ensure a prudent budget
134 standard.

135 FP-12: King County should structure the term of its borrowings to match the
136 expected useful life of the assets to be funded.

137 FP-13: The wastewater system's capital program shall be financed predominantly
138 by annual staged issues of long-term general obligation or sewer revenue bonds, provided
139 that:

140 All available sources of grants are utilized to offset targeted program costs;
141 Funds available after operations and reserves are provided for shall be used for
142 the capital program; excess funds accumulated in reserves may also be used for capital;

143 Consideration is given to competing demands for use of the county's overall
144 general obligation debt capacity; and

145 Consideration is given to the overall level of debt financing that can be sustained
146 over the long term given the size of the future capital programs, potential impacts on
147 credit ratings, and other relevant factors such as intergenerational rate equity and the
148 types of projects appropriately financed with long-term debt.

149 FP-14: To achieve a better maturity matching of assets and liabilities, thereby
150 reducing interest rate risk, short-term borrowing shall be used to fund a portion of the
151 capital program, provided that:

152 Outstanding short-term, variable rate debt comprises no more than twenty percent
153 of total outstanding revenue bonds and general obligation bonds; and

154 Appropriate liquidity is available to protect the day-to-day operations of the
155 system.

156 3. Rates - sewer rates and capacity charge.

157 FP-15: King County shall charge its customers sewer rates and capacity charges
158 sufficient to cover the costs of constructing and operating its wastewater system.
159 Revenues shall be sufficient to maintain capital assets in sound working condition,
160 providing for maintenance and rehabilitation of facilities so that total system costs are
161 minimized while continuing to provide reliable, high quality service and maintaining high
162 water quality standards.

163 1. (~~Existing and new sewer customers shall each contribute to the cost of the~~
164 ~~wastewater system as follows:~~

165 a. ~~Existing customers shall pay through the monthly sewer rate for the portion~~
166 ~~of the existing and expanded conveyance and treatment system that serves existing~~
167 ~~customers.~~

168 b. ~~New customers shall pay costs associated with the portion of the existing~~
169 ~~wastewater conveyance and treatment system that serves new customers and costs~~
170 ~~associated with expanding the system to serve new customers. New customers shall pay~~
171 ~~these costs through a combination of the monthly sewer rate and the capacity charge.~~
172 ~~Such rates and charges shall be designed to have growth pay for growth.~~

173 2.) Sewer rate. King County shall maintain a uniform monthly sewer rate
174 expressed as charges per residential customer equivalent for all customers.

175 a. Sewer rates shall be designed to generate revenue sufficient to cover ~~(, at a~~
176 ~~minimum, all)) the total annual costs of the system ((operation and maintenance and all~~
177 ~~capital costs incurred to serve existing customers)) after adjusting for other revenue~~
178 ~~sources such as capacity charge, industrial waste surcharge, interest earnings, and other~~
179 ~~non-sewer rate revenue.~~

180 b. King County should attempt to adopt a multiyear sewer rate to provide
181 stable costs to sewer customers. If a multiyear rate is established and when permitted
182 upon the retirement by the county of certain outstanding sewer revenue bonds, a rate
183 stabilization reserve account shall be created to ensure that adequate funds are available
184 to sustain the rate through completion of the rate cycle. An annual report on the use of
185 funds from this rate stabilization account shall be provided annually to the RWQC.

186 c. The executive, in consultation with the RWQC, shall propose for council
187 adoption policies to ensure that adequate debt service coverage and emergency reserves
188 are established and periodically reviewed.

189 ~~((3-))~~ 2. Capacity charge.

190 a. The capacity charge shall be set such that each new or expanded connection
191 shall pay an equitable share of the cost of the system, as authorized in RCW 35.58.570.
192 The capacity charge shall be based upon the planned system capacity and costs provided
193 for in the Regional Wastewater Services Plan adopted by Ordinance 13680. The King
194 County department of natural resources and parks should update the capacity charge
195 inputs and calculation at least every five years or when substantial system capacity
196 investments are completed or updated.

197 b. The ~~((amount of the))~~ capacity charge per residential customer equivalent
198 shall be ((a uniform charge)) applied uniformly to each residential customer class
199 structure type based on an estimate of the average persons-per-household occupancy for
200 each such a residential customer class structure type.

201 c. The amount shall be approved annually and shall not exceed the cost of
202 capital facilities necessary to serve new customers. ~~((The methodology that shall be~~

203 applied to set the capacity charge is set forth in FP-15.3.a.)) Capacity charge structure
204 and senior resident, low income, and special purpose housing discount rates are governed
205 by KCC 28.84.050.O.

206 ~~((a.)) d.~~ The capacity charge ~~((shall be based on allocating the total cost of the~~
207 ~~wastewater system (net of grants and other non rate revenues) to existing and new~~
208 ~~customers as prescribed in this subsection. The total system cost includes the costs to~~
209 ~~operate, maintain, and expand the wastewater system over the life of the RWSP. Total~~
210 ~~estimated revenues from the uniform monthly rate from all customers and capacity~~
211 ~~charge payments from new customers, together with estimated non rate revenues, shall~~
212 ~~equal the estimated total system costs. The capacity charge calculation is represented as~~
213 ~~follows:~~

214 Capacity = $\frac{[\text{Total system costs} - \text{rate revenue from existing customers}]}{\text{Rate revenue from new customers}}$

215 ~~Charge~~

216 ~~_____~~
217 ~~_____~~
218 ~~_____~~ Number of new customers

219 where:

220 ~~(1) total system costs (net of grants and other non rate revenues) minus rate~~
221 ~~revenue from existing customers equals costs allocated to new customers.~~

222 ~~(2) costs allocated to new customers minus rate revenue from new customers~~
223 ~~equals the total revenue to be recovered through the capacity charge.~~

224 ~~(3) total capacity charge revenue requirements divided by the total number of~~
225 ~~new customers equals the amount of the capacity charge to be paid by each new~~
226 ~~customer.~~

227 ~~b.)~~ calculation shall determine a cost per unit by dividing eligible system
228 facility costs by the applicable system capacity. This calculation shall continue to be
229 based on an accepted industry approach that produces a transparent charge and aligns
230 with the principle of growth pays for growth.

231 ~~e.~~ The capacity charge may be paid by new customers in a single payment or
232 as a monthly charge at the rate established by the council. The county shall establish a
233 monthly capacity charge by dividing that amount by one hundred eighty (twelve monthly
234 payments per year for fifteen years). ((The executive shall transmit for council adoption
235 an ordinance to adjust the discount rate for lump sum payment. The executive shall also
236 transmit for council adoption an ordinance to adjust the monthly capacity charge to
237 reflect the county's average cost of money if the capacity charge is paid over time.

238 ~~e.)~~ f. King County shall pursue changes in state law to enable the county to
239 require payment of the capacity charge in a single payment.

240 ~~((d. The capacity charge shall be set such that each new customer shall pay an~~
241 ~~equal share of the costs of facilities allocated to new customers, regardless of what year~~
242 ~~the customer connects to the system. The capacity charge shall be based upon the costs,~~
243 ~~customer growth, and related financial assumptions used for the Regional Wastewater~~
244 ~~Services Plan adopted by Ordinance 13680 as such assumptions may be updated.~~
245 ~~Customer growth and projected costs, including inflation, shall be updated every three~~
246 ~~years beginning in 2003. For only the update of customer growth and projected costs~~

247 ~~scheduled for 2021 and anticipated for transmittal to the council with the proposed sewer~~
248 ~~rate in 2022, the update shall be deferred until the next annual sewer and capacity charge~~
249 ~~rate proposal following council approval of the Clean Water Plan as an update to the~~
250 ~~RWSP or 2024, whichever occurs earlier.~~

251 ~~e. The county should periodically review the capacity charge to ensure that the~~
252 ~~actual costs of system expansion to serve new customers are reflected in the charge.)) g.~~
253 All reasonable steps should be taken to coordinate the imposition, collection of and
254 accounting for rates and charges with component agencies to reduce redundant program
255 overhead costs.

256 ~~((f.))~~ h. Existing customers shall pay the monthly capacity charge established
257 at the time they connected to the system as currently enacted by K.C.C. 28.84.055. New
258 customers shall pay the capacity charge established at the time they connect to the
259 system.

260 ~~((g.))~~ i. To ensure that the capacity charge will not exceed the costs of
261 facilities needed to serve new customers, costs assigned and allocated to new customers
262 shall be at a minimum ninety-five percent of the projected capital costs of new and
263 existing treatment, conveyance and biosolids capacity needed to serve new customers.

264 ~~((h.))~~ j. Costs assigned and allocated to existing customers shall include the
265 capital cost of existing and future treatment, conveyance and biosolids capacity used by
266 existing customers, and the capital costs of assessing and reducing infiltration and inflow
267 related to the use of the existing conveyance and treatment capacity.

268 ~~((i-))~~ k. Capital costs of combined sewer overflow control shall be paid by
269 existing and new customers, based on their average proportionate share of total customers
270 over the life of the RWSP.

271 ~~((j-))~~ l. Operations and maintenance costs shall be paid by existing and new
272 customers in the uniform monthly rate, based on their annual proportionate share of total
273 customers.

274 ~~((k-))~~ m. Any costs not allocated in FP-15.3. ~~((f-, g-))~~ h., i. ~~((and))~~, j., k., and l.
275 shall be paid by existing and new customers in the sewer rate.

276 ~~((l-))~~ n. Upon implementation of these explicit policies, the Seattle combined
277 sewer overflow benefit charge shall be discontinued.

278 ~~((4-))~~ 3. Based on an analysis of residential water consumption, as of December
279 13, 1999, King County uses a factor of seven hundred fifty cubic feet per month to
280 convert water consumption of volume-based customers to residential customer
281 equivalents for billing purposes. King County shall periodically review the
282 appropriateness of this factor to ensure that all accounts pay their fair share of the cost of
283 the wastewater system.

284 FP-16: The executive shall prepare and submit to the council a report in support
285 of the proposed monthly sewer rates for the next year, including the following
286 information:

287 Key assumptions: key financial assumptions such as inflation, bond interest rates,
288 investment income, size and timing of bond issues, and the considerations underlying the
289 projection of future growth in residential customer equivalents;

290 Significant financial projections: all key projections, including the annual
291 projection of operating and capital costs, debt service coverage, cash balances, revenue
292 requirements, revenue projections and a discussion of significant factors that impact the
293 degree of uncertainty associated with the projections;

294 Historical data: a discussion of the accuracy of the projections of costs and
295 revenues from previous recent budgets, and

296 Policy options: calculations or analyses, or both, of the effect of certain policy
297 options on the overall revenue requirement. These options should include alternative
298 capital program accomplishment percentages (including a ninety percent, a ninety-five
299 percent and a one hundred percent accomplishment rate), and the rate shall be selected
300 that most accurately matches historical performance in accomplishing the capital program
301 and that shall not negatively impair the bond rating.

302 FP-17: Expenditures from the wastewater revenues to correct water pollution
303 problems caused by septic systems shall occur only if such expenditures financially
304 benefit wastewater system current customers when the additional monthly sewer rate
305 revenues from these added customers are considered.

306 FP-18: The cost of community treatment systems developed and operated in

307 accordance with WWSP-15 would not be subsidized by the remaining ratepayers of the
308 county's wastewater treatment system.

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

Sarah Perry, Chair

ATTEST:

Melani Pedroza, Clerk of the Council

APPROVED this ____ day of _____, ____.

Girmay Zahilay, County Executive

Attachments: None

Proposed Ordinance 2026-0066 Changes by Line Number

Line Numbers	Change Type	Description	Old Text (struck)	New Text (underlined)
Lines 163 to 172	Deletion	Existing/new customer cost-split language deleted	"Existing and new sewer customers shall each contribute... a. Existing customers shall pay through the monthly sewer rate... b. New customers shall pay costs... growth pay for growth."	N/A
Lines 175 to 179	Replacement	Sewer rate cost coverage standard broadened	...at a minimum, all operation and maintenance and all capital costs incurred to serve existing customers	...the total annual costs of the system after adjusting for other revenue sources such as capacity charge, industrial waste surcharge, interest earnings, and other non-sewer rate revenue
Lines 190 to 196	Insertion	New capacity charge methodology subsection added; update provision added	N/A	The capacity charge shall be set such that each new or expanded connection shall pay an equitable share of the cost of the system, as authorized in RCW 35.58.570. The capacity charge shall be based upon the planned system capacity and costs provided for in the Regional Wastewater Services Plan adopted by Ordinance 13680. The King County department of natural resources and parks should update the capacity charge inputs and calculation at least every five years or when substantial system capacity investments are completed or updated.
Lines 197 to 200	Replacement	Capacity charge per-RCE unit made explicit; "uniform charge" phrasing revised	amount of the... a uniform charge	per residential customer equivalent... applied uniformly
Lines 202 to 205	Replacement	Internal policy reference replaced with cross-reference	The methodology that shall be applied to set the capacity charge is set forth in FP-15.3.a.	Capacity charge rate structure and senior resident, low income, and special purpose housing discount rates are governed by KCC 28.84.050.O.
Lines 206 to 230	Replacement	System cost definition removed and formula replaced with simplified unit-rate approach	...shall be based on allocating the total cost of the wastewater system (net of grants and other non rate revenues) to existing and new customers as prescribed in this subsection. The total system cost includes the costs to	calculation shall determine a cost per unit by dividing eligible system facility costs by the applicable system capacity. This calculation shall continue to be based on an accepted industry approach that produces a transparent

Line Numbers	Change Type	Description	Old Text (struck)	New Text (underlined)
			<p>operate, maintain, and expand the wastewater system over the life of the RWSP. Total estimated revenues from the uniform monthly rate from all customers and capacity charge payments from new customers, together with estimated non rate revenues, shall equal the estimated total system costs. The capacity charge calculation is represented as follows:</p> <p>Capacity Charge = [Total system costs - rate revenue from existing customers - rate revenue from new customers] / Number of new customers (plus sub-parts (1)(2)(3))</p>	<p>charge and aligns with the principle of growth pays for growth.</p>
<p>Lines 234 to 237</p>	<p>Deletion</p>	<p>Executive ordinance-transmittal sentences deleted</p>	<p>The executive shall transmit for council adoption an ordinance to adjust the discount rate for lump sum payment. The executive shall also transmit for council adoption an ordinance to adjust the monthly capacity charge to reflect the county's average cost of money if the capacity charge is paid over time.</p>	<p>N/A</p>
<p>Lines 240 to 250</p>	<p>Deletion</p>	<p>RWSP-based formula and triennial update requirement (2003 baseline; 2021/2024 transition) deleted</p>	<p>The capacity charge shall be set such that each new customer shall pay an equal share of the costs of facilities allocated to new customers, regardless of what year the customer connects to the system. The capacity charge shall be based upon the costs, customer growth, and related financial assumptions used for the Regional Wastewater Services Plan adopted by Ordinance 13680 as such assumptions may be updated. Customer growth and projected costs, including inflation, shall be updated every three years beginning in 2003. For only the update of customer growth and projected costs scheduled for 2021 and anticipated for transmittal to the council with the proposed sewer rate in 2022, the update shall be deferred until the next annual sewer and capacity charge rate proposal following council approval of the Clean Water Plan as an update to the RWSP or 2024, whichever occurs earlier.</p>	<p>N/A</p>

Line Numbers	Change Type	Description	Old Text (struck)	New Text (underlined)
Lines 251 to 252	Deletion	Periodic review provision deleted	The county should periodically review the capacity charge to ensure that the actual costs of system expansion to serve new customers are reflected in the charge.	N/A

**Executive Girmay Zahilay**

Chinook Building, CNK-EX-0800
401 Fifth Avenue, Suite 800
Seattle, WA 98104-2391

March 25, 2026

The Honorable Sarah Perry
Chair, King County Council
Room 1200
COURTHOUSE

Dear Councilmember Perry:

This letter transmits a proposed Ordinance that would, if enacted, update the County's methodology for calculating the capacity charge for new sewer connections to align with current industry standards. Approval of this proposed legislation will ensure the capacity charge continues to implement the principle of growth pays for growth consistent with King County Code 28.86.160 Financial Policy-15 while providing a transparent, simpler calculation for administrative purposes and easier to understand for customers.

In 1990, new connections to sewer began paying a capacity charge to fund the capital infrastructure necessary to handle added flow coming into King County's regional wastewater treatment system from growth in the region. The current methodology used to calculate the capacity charge has been in place since the adoption of the Regional Wastewater Services Plan (RWSP) (Ordinance 13680) in 1999.

In 2016, the King County Auditor reviewed the capacity charge program and recommended the charge should be updated to a simpler, more transparent calculation. The Department of Natural Resources and Parks (DNRP) began the process to update the RWSP in 2019, including Financial Policy-15. This planning effort was paused to consider and respond to feedback on the process. In 2024, DNRP reinitiated the planning effort known now as the RWSP update. In the interim, DNRP engaged a consultant, Raftelis, to develop the proposed capacity charge methodology to respond to the Auditor's recommendations and align with current industry standards for connection charges.

The proposed methodology for calculating the capacity charge for new sewer connections in the proposed legislation ensures that each new or expanded connection pays an equitable share of the cost of the system, as authorized in Revised Code of Washington (RCW) 35.58.570. The capacity charge inputs and the calculation are to be updated at least every five years or when substantial system wastewater capacity investments are completed or updated.

DNRP sought input from the Metropolitan Water Pollution Abatement Advisory Committee, an advisory committee consisting of representatives from local sewer agencies served by King County's regional

The Honorable Sarah Perry

March 25, 2025

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wastewater system, during the consultant study and the resulting consultant recommendation for an updated methodology.

Thank you for your consideration of this proposed Ordinance. This important legislation will help to modernize the capacity charge methodology, making it easier to calculate and more transparent for King County residents.

If your staff have questions, please contact Kamuron Gurol, Division Director, Department of Natural Resources and Parks, at 206-263-5767.

Sincerely,



for

Girmay Zahilay
King County Executive

Enclosure

cc: King County Councilmembers
 ATTN: Stephanie Cirkovich, Chief of Staff, King County Council
 Melani Hay, Clerk of the Council
Karan Gill, Deputy Executive, Office of the Executive
Jasmin Weaver, Chief of Staff, Office of the Executive
Sierra Howlett Browne, Government Relations Director, Office of the Executive
Garrett Holbrook, Council Relations Manager, Office of the Executive
John Taylor, Director, Department of Natural Resources and Parks

