



# KING COUNTY

1200 King County Courthouse  
516 Third Avenue  
Seattle, WA 98104

## Signature Report

### Motion 15282

Proposed No. 2018-0586.1

Sponsors McDermott

1 A MOTION expressing the council's support for  
2 refinancing the HUD Section 108 loan authorized by  
3 Ordinance 15222.

4 WHEREAS, in June 2005, the King County council adopted Ordinance 15222,  
5 which authorized the executive to accept a six million eight hundred fifty thousand dollar  
6 loan from the Section 108 loan guarantee program of the federal housing and urban  
7 development department (HUD), a loan program that gives local governments the ability  
8 to borrow against their federal community development block grant allocation to fund  
9 physical and economic revitalization projects, and

10 WHEREAS, the county used the loan to fund infrastructure improvements at the  
11 King County Housing Authority's Greenbridge development in the White Center  
12 neighborhood in unincorporated King County, and

13 WHEREAS, the loan was to be repaid by a variety of county fund sources,  
14 including the roads capital fund, the surface water management fund, the real estate  
15 excise tax number 1 fund, the general fund and the housing and community development  
16 fund, including proceeds from the county's community development block grant  
17 allocation, and

18 WHEREAS, debt service payments on the loan are anticipated to be completed in  
19 2024, and have been gradually declining as the various funds complete their required

20 payments, with the real estate tax number 1 fund making its final payment in 2014 and  
21 the roads capital fund and surface water management fund making their final payments  
22 during the 2015-2016 biennium, and

23 WHEREAS, HUD has offered the county an opportunity to refinance the  
24 remaining outstanding balance on the loan, which is anticipated to provide the county  
25 with a net savings of approximately ninety-three thousand dollars over the remainder of  
26 the loan repayment period, and

27 WHEREAS, implementing this refinancing will require additional legislation,  
28 which cannot be transmitted until the terms of the new loan agreement with HUD are  
29 finalized, and

30 WHEREAS, HUD has asked the county to provide a statement of interest in the  
31 refinancing opportunity by December 11, 2018;

32 NOW, THEREFORE, BE IT MOVED by the Council of King County:

33 A. The King County council expresses its support for refinancing the HUD  
34 Section 108 loan authorized by Ordinance 15222.

35 B. The executive is requested to to provide a statement of interest to HUD by

36 December 11, 2018, and to develop and transmit to the council the necessary legislation  
37 for implementing the refinancing of the loan as expeditiously as possible.

38

Motion 15282 was introduced on 12/10/2018 and passed by the Metropolitan King  
County Council on 12/10/2018, by the following vote:

Yes: 9 - Mr. von Reichbauer, Mr. Gossett, Ms. Lambert, Mr. Dunn,  
Mr. McDermott, Mr. Dembowski, Mr. Upthegrove, Ms. Kohl-Welles  
and Ms. Balducci

No: 0

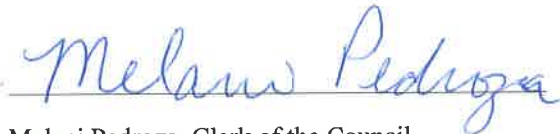
Excused: 0

KING COUNTY COUNCIL  
KING COUNTY, WASHINGTON



J. Joseph McDermott, Chair

ATTEST:



Melani Pedroza, Clerk of the Council



**Attachments:** None