

Acquisition Agreement for the
King County
Brugger's Bog Maintenance Facility



Brugger's Bog Maintenance Facility

- Tonight's Presentation:
 - Review the history & need
 - Review the specifics of King County agreement
 - Financial approach
 - Council discussion & direction

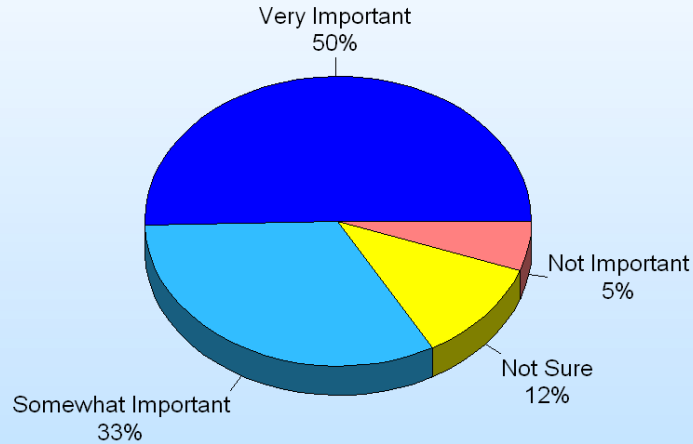
Brugger's Bog Maintenance Facility

- History & Need
 - Outgrown Hamlin Yard - Parks & Public Works Ops
 - 2005 Maintenance and Site Evaluation Study
 - Keough Park, Expand Hamlin Yard, Brugger's Bog
 - Voter Approval of the Water Utility
 - Negotiations with King County since late 2010
 - Citizen Satisfaction Survey points to Maintenance

Brugger's Bog Maintenance Facility

Q26. How Important Do You Feel It Is to Continue Making Capital Investments to Shoreline Facilities?

by percentage of respondents (excluding don't knows)

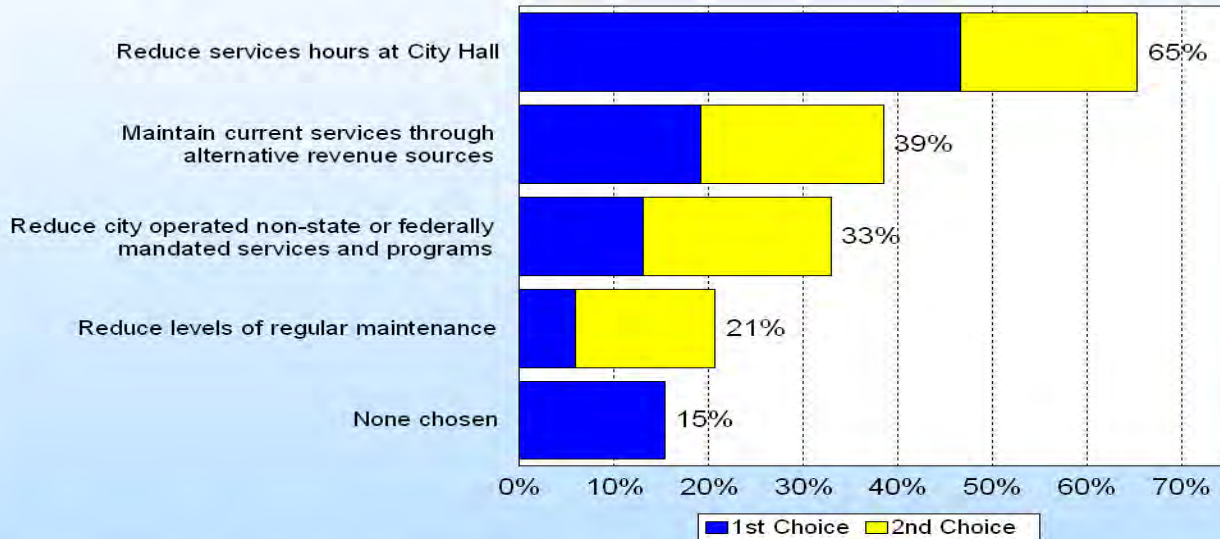


Source: ETC Institute DirectionFinder (2012 - Shoreline, WA)

Brugger's Bog Maintenance Facility

Q28. Options Respondents' Most Support the City Taking to Help Balance the City's Budget in the Future

by percentage of respondents who selected the item as one of their top two choices



Source: ETC Institute DirectionFinder (2012 - Shoreline, WA)

Brugger's Bog Maintenance Facility

- King County Agreement
 - Purchase price - \$2,898,622
 - Deposit of \$50,000
 - King County maintains site until City ownership
 - City's responsible for our due diligence
 - Closing date 30 days after agreement
 - Closing costs assignments

Brugger's Bog Maintenance Facility

- Financing the Purchase
 - Loan from State's LOCAL program
 - 20 year term at approx 3%
 - Payment by General Fund & Surface Water Fund
 - Gen Fund – sale of property \$1,250,000
 - Surface Water Fund \$2,116,622

Brugger's Bog Maintenance Facility

- Financing the Purchase – cond.
 - Total includes:
 - Site Planning \$100,000
 - Initial development \$368,000
 - SWF carries full debt payment 5 yrs, then adjusted
 - Water Utility adds to improvements in 2019

Brugger's Bog Maintenance Facility

- Next Steps:
 - Council consideration of agreement – Nov. 26th
 - Site Planning - 2013
 - Internal customers
 - Public process
 - Council briefings