

From: [Debbie Tarry](#)
To: [Will Hall](#); [John Norris](#)
Cc: [Carolyn Wurdeman](#); [Sara Lane](#); [Margaret King](#); [Patti Rader](#)
Subject: RE: Debts
Date: Thursday, July 23, 2015 1:20:27 PM

Will -

This goes back a few years. In 2011 we explored putting a lien on the property where Parkers was located. In that process we found out that Slam Dunk leased the building from Chuck Olson, who was the property owner. As you know KIA is now where Parkers used to be. In reviewing the RCWs and case law, Flannery and Ian came to the conclusion that the gambling tax only attaches to the property owned by the business and therefore we could not put a lien on the real property - in fact if we tried the City would be liable for filing an improper lien. Margaret and Julie reviewed this also (Margaret can send RCW and case she reviewed if you want) and came to the same conclusion prior to finalizing the staff report.

In 2011 we also looked at attaching a lien to the personal property of Slam Dunk and there were only some card tables and chairs if I recall correctly without much value. We even explored the principal residence of the operator/owner of Slam Dunk to secure the outstanding gambling tax.

Both Ian and Margaret also determined that the debt obligation did not attach to WA CRE - as the debt attached to the business operator/owner that was in place at the time the obligation was created. Once the debt to the City (promissory note) went into receivership and our debt was determined to be behind other debt - it became clearer that there were not going to be assets to apply towards our debt.

Please let me know if you have any additional questions.

Debbie Tarry
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City of Shoreline
17500 Midvale Ave N.
Shoreline, WA 98133

-----Original Message-----

From: Will Hall
Sent: Tuesday, July 21, 2015 7:54 AM
To: Debbie Tarry; John Norris
Cc: Carolyn Wurdeman
Subject: Debts

Is there no ability to go after WA CRE for the Slam Dunk debt? What is the current disposition of the property?

Will Hall, Councilmember
City of Shoreline
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