

Discussion of Resolution No. 488: Approving the Relocation Plan and City Manager Property Acquisition Authority, and Ordinance No. 957: Authorizing the Use of Eminent Domain for Acquisition of Certain Real Properties - to Construct the State Route 523 (N/NE 145th Street) & I-5 Interchange Project



March 21, 2022

# Purpose

- Provide Council the opportunity to discuss Resolution No. 488
  - Increase in City Manager authorization for property acquisition
  - Approval of relocation plan
- Provide Council the opportunity to discuss Ordinance No. 957
  - Authorizes the City to acquire private property for a public use through condemnation/eminent domain
- Final Action scheduled on April 4, 2022



#### **Resolution No. 488**

Approving the Relocation Plan and City Manager Property Acquisition Authority



# SMC 2.60.090 Real Property Acquisition

- 2. Provides authority for City Manager to acquire property
- Already approved projects
- Limited to \$50,000 unless another amount is approved for a specific project <u>AND</u>
  - Requires an appraisal and acquisition may not exceed 10% above the appraisal



#### SMC 2.60.090 Real Property Acquisition

- 3. Relocation Claims not included in authorization limits of (A)(2)
- City Manager authorized for property documented claims up to federal or state law provided:
  - City Council has approved project relocation plan
  - Includes estimate for relocation that exceeds \$50,000 or higher limit approved by Council for a particular project



#### **Real Property Acquisition**



SR 523 and I-5 Interchange Project

- parcels require full or partial acquisition
  - 10 partial with the potential of 2 to becoming full acquisitions
  - Based on 2022 estimates. Range from \$50,000 to over \$1,000,000

145 <sup>TH</sup> STREET INTERCHANGE PROJECT						
SUMMARY OF PFE LIST OF 10 ESTIMATED ACQUISITIONS (based on 2022 costs)						
Estimated Acquisition Offer	equal to or less than \$50K	\$50К - \$399К	\$400К - \$699К	\$700К - \$899К	\$900K - \$1M	\$1M & over
10 PARCELS	4	2	1	2	0	1*
running count	4	6	7	9	9	10
Percent	40%	60%	70%	90%	90%	100%
* If the 2 parcels become full acquisitions, they will be over \$1M each bringing the total parcels over \$1M to 3.						



#### Request for Increased Authority - Resolution No. 488

Staff Recommendation: Increase City Manager Authority to \$1,000,000 for the SR 523 and I-5 Interchange Project

- Project is approved and right of way acquisition is fully funded by Sound Transit funds
- Project follows the Uniform Relocation Assistance and Real Property Acquisition Policy
  - Defined process utilizing authorized appraisers
  - Little opportunity to negotiate acquisition costs



#### **Additional Justification**

- Real estate prices are rapidly increasing
- Project is on aggressive schedule
- Quicker approval process is beneficial to property owner
- Some parcels will still be required to come to Council for approval



#### Relocation Plan- Resolution No. 488

- The Relocation Plan has been developed and submitted to WSDOT. Detailed property information and estimated costs for relocation
  - Qualifying relocation costs are well defined in URA Policy
  - Utilize relocation specialist
- Acquisitions are the upcoming work
  - Up to 3 parcels have been identified for various relocation costs with estimates ranging from \$2,500 - \$150,000 per parcel



Authorizing the Use of Eminent Domain for Acquisition of Real Properties to Construct the SR 523 and I-5 Interchange Project

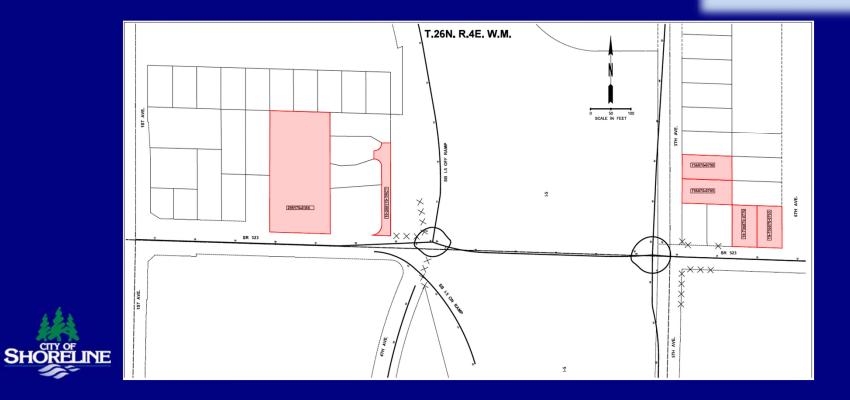


## RCW 8.12

- Eminent domain is a power granted to political subdivisions, such as the City of Shoreline, through RCW 8.12 to acquire private property for a public use
  - RCW 8.25.290 (c) A city or town or other entity subject to chapter 8.12
    RCW takes a final action authorizing condemnation as provided in RCW
    8.12.040
- The condemnation ordinance is a precautionary step to keep the projects on schedule

- Authorizes condemnation for the State Route 523 (N/NE 145th Street) & Interstate-5 (I-5) Interchange Project
  - Ability to take all steps needed to acquire property for the project
- Finding of Public Use and Necessity
  - Property is necessary for the construction of the project
- Compensation
  - City will provide just compensation to property owners





#### City has been in contact with all property owners

- Objective is to negotiate with property owners
- No eminent domain until negotiation efforts have been exhausted

- Includes 6 parcels in Shoreline
- Does not include 2 parcels within the City of Seattle and 2 parcels owned by Seattle Public Utilities



- A Notice of the Final Action, adoption of Ordinance No. 957, has been published separately in the Seattle Times
   March 17<sup>th</sup> and March 24<sup>th</sup>
- A notification letter has been sent via certified mail on March 10<sup>th</sup> to every property owner impacted by the final action



### Next Steps



- No action is required tonight
- Council to discuss and provide feedback on Resolution No. 488 Increasing the City Manager's Signing Authority to \$1 Million and Approving the Relocation Plan
- Council to discuss and provide feedback on Ordinance No. 957 Authorizing the Use of Eminent Domain
- Final action is scheduled for April 4, 2022

#### **Questions/Discussion**

