

CITY COUNCIL REGULAR SESSION

Resolution authorizing execution of a second amendment to the Agreement for Professional Services with Pacifica Law Group, outside counsel for the City in the lawsuit of *Wu v. City of Bellevue* (KCSC Case No. 22-2-02081-4 SEA), increasing the contract to an amount not to exceed \$175,000, plus all applicable taxes.

Kathryn L. Gerla, City Attorney, 425-452-7220 Chad Barnes, Assistant City Attorney, 425-452-2061 City Attorney's Office

EXECUTIVE SUMMARY

This amendment to the Agreement for Professional Services Agreement with Pacifica Law Group is necessary to cover the anticipated costs of litigation in *Wu v. City of Bellevue* (KCSC Case No. 22-2-02081-4 SEA).

RECOMMENDATION

Move to adopt Resolution No. 10213

BACKGROUND/ANALYSIS

On February 14, 2022, Hannah Kim Wu filed suit against the City seeking to void an ARCH affordable housing covenant on her property. Ms. Wu alleges she did not have notice of the covenant when she purchased the property in 2014. The City retained Pacifica Law Group, to defend the City and ARCH covenant in this matter. The matter is scheduled to proceed to trial on April 24, 2023, and additional funds are necessary to prepare for and proceed to trial.

POLICY & FISCAL IMPACTS

Policy Impact

Bellevue City Code 4.28 provides for the fair and equitable treatment of all persons involved in the purchasing process. Council approval is required to award the bid where the cost exceeds \$90,000.

Fiscal Impact

This action obligates the City to increase the total contract amount for legal services provided by Pacifica Law Group, by \$75,000.

 Original Contract
 \$ 50,000

 Amendment #1
 \$ 50,000

 Amendment #2
 \$ 75,000

 New Contract Amount
 \$175,000

Sufficient funds exist within the 2023-2024 budget to fund this contract.

OPTIONS

- 1. Adopt the Resolution authorizing execution of a second amendment to the Agreement for Professional Services with Pacifica Law Group, outside counsel for the City in the lawsuit of *Wu v. City of Bellevue* (KCSC Case No. 22-2-02081-4 SEA), increasing the contract to an amount not to exceed \$175,000, plus all applicable taxes.
- 2. Do not adopt the Resolution and provide alternative direction to staff.

ATTACHMENTS & AVAILABLE DOCUMENTS

Proposed Resolution No. 10213

AVAILABLE IN COUNCIL LIBRARY

Amendment #1 to the Agreement for Services (Professional Services Contract)