

CITY COUNCIL REGULAR SESSION

Ordinance amending 1) the 2019-2025 General Capital Investment Program (CIP) Plan to increase the budget for the Pedestrian Facilities Compliance Program (CIP Plan No. PW-W/B-49) by \$345,000; Major Maintenance Program (CIP Plan No. PW-M-19) by \$1,305,000; and the Minor Capital – Signals and Lighting Program (CIP Plan No. PW-M-20) by \$100,000; and, 2) the 2019-2020 General CIP Fund to increase the appropriation by \$1,750,000 for maintenance work in the Eastgate Annexation Area and funded by annexation sales tax revenue provided through the State of Washington.

Andrew Singelakis, Director, 452-6468
Paula Stevens, Assistant Director, 452-2802
Jason Bentosino, Fiscal Manager, 452-4495
Transportation Department

EXECUTIVE SUMMARY

This Ordinance amends the CIP budget for Eastgate Annexation major maintenance, including the areas of Eastgate, Hilltop, Tamara Hills and Horizon View.

RECOMMENDATION

Move to adopt Ordinance No. 6467
If approved, effective date: 06/27/2019

BACKGROUND/ANALYSIS

Ordinance No. 6045 adopted by Council on February 21, 2012 imposed a sales and use tax as authorized by RCW 82.14.415 to offset the costs of providing certain municipal services to the Eastgate Annexation area.

Each year, for up to 10 years (expiring in 2022), in line with the State of Washington fiscal year from July to June, the City is required to adopt legislation that continues to impose the sales and use tax and to update the annual threshold amount authorized by RCW 82.14.415.

Resolution No. 9547, adopted on February 11, 2019 continued to impose the sales and use tax and provided the annual threshold amount for July 1, 2019 through July 30, 2020, that is funding the services (e.g., bringing lighting to standards, replacing rockeries and replacing ramps to Americans with Disabilities Act (ADA) standards, etc.) captured under these programs. This administrative adjustment recognizes the annexation sales tax revenue and provides the necessary appropriation in the CIP, to capture the work to be completed by these programs.

POLICY & FISCAL IMPACTS**Policy Impact**

Comprehensive Plan

TR-131 directs that the City “Seek state and federal funds for transportation capital, maintenance, and operations.”

RCW

RCW 82.14.415 allows for sales and use tax for cities to offset municipal service costs to newly annexed areas.

Fiscal Impact

This action is administrative in nature and will increase the 2019-2020 General CIP fund appropriation and the 2019-2025 project budgets for the Pedestrian Facilities Compliance Program (CIP Plan No. PW-W/B-49) by \$345,000, the Major Maintenance Program (CIP Plan No. PW-M-19) by \$1,305,000, and the Minor Capital – Signals and Lighting Program (CIP Plan No. PW-M-20) by \$100,000 to fund maintenance work in the Eastgate Annexation area. This increase is funded through the annexation sales tax revenue provided through the State of Washington for providing municipal services to the Eastgate Annexation Areas of Eastgate, Hilltop, Tamara Hills and Horizon View.

OPTIONS

1. Adopt the Ordinance amending 1) the 2019-2025 General Capital Investment Program (CIP) Plan to increase the budget for the Pedestrian Facilities Compliance Program (CIP Plan No. PW-W/B-49) by \$345,000; Major Maintenance Program (CIP Plan No. PW-M-19) by \$1,305,000; and the Minor Capital – Signals and Lighting Program (CIP Plan No. PW-M-20) by \$100,000; and, 2) the 2019-2020 General CIP Fund to increase the appropriation by \$1,750,000 for maintenance work in the Eastgate Annexation Area and funded by annexation sales tax revenue provided through the State of Washington.
2. Do not adopt the Ordinance and provide alternative direction to staff.

ATTACHMENTS & AVAILABLE DOCUMENTS

- A. Vicinity Map (Eastgate Annexation)
 - B. Vicinity Map (Hilltop and Horizon View Annexation)
 - C. Vicinity Map (Tamara Hills Annexation)
 - D. CIP Project Description (PW-W/B-49)
 - E. CIP Project Description (PW-M-19)
 - F. CIP Project Description (PW-M-20)
- Proposed Ordinance No. 6467

AVAILABLE IN COUNCIL LIBRARY

N/A