



RESOLUTION NO. TBD 019

1 A RESOLUTION relating to the City of Tacoma Transportation Benefit District's
2 budget; approving the 2021-2022 Transportation Benefit District Budget/
3 Spending Plan.

4 WHEREAS RCW 35.21.225 and 36.73.020 provide for the establishment of
5 a Transportation Benefit District ("TBD") by cities and counties to levy and impose
6 various taxes and fees to generate revenue to support transportation
7 improvements that benefit the district and are consistent with state, regional, or
8 local transportation plans, and necessitated by existing or reasonably foreseeable
9 congestion levels, and

10 WHEREAS Ordinance No. 28099, passed on November 20, 2012, and
11 codified under Chapter 10.28 of the Tacoma Municipal Code, established a TBD
12 for the purpose of acquiring, constructing, improving, providing, and funding
13 transportation improvements within the district, and,

14 WHEREAS on November 27, 2012, the TBD Board authorized a vehicle
15 license fee of \$20; passage of I-976 on November 3, 2019, repealed the City's
16 authority to collect the vehicle license fee; and the Washington State Supreme
17 Court ruled on October 15, 2020, that I-976 was unconstitutional, and

18 WHEREAS on July 14, 2015, the Board adopted Amended Resolution
19 No. TBD 008 to place ballot measure Proposition No. 4, later referred to as
20 Proposition A, on the ballot for the General Election, and

21 WHEREAS Proposition A, approved by the voters in the November 3,
22 2015 General Election, authorized a sales tax increase of one-tenth of one
23 percent to fund street improvements, and
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1 WHEREAS the City's Office of Management and Budget estimates the
2 City will collect an estimated \$5,796,000 in authorized vehicle license fees, and
3 \$11,185,418 from the sales tax increase of one-tenth of one percent for a total
4 of \$16,981,418 of TBD revenues in the 2021-2022 biennium, and
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6 WHEREAS the proposed Budget/Spending Plan also includes spending
7 of \$2,526,000 cash on hand, with the total proposed Budget/Spending Plan of
8 \$19,507,418, and
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10 WHEREAS transportation projects may include the operation,
11 preservation, and maintenance of transportation facilities or programs, and
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13 WHEREAS a budget/spending plan is necessary to outline the
14 transportation improvements to be funded by the TBD, appropriate funds for
15 said improvements, and coordinate with stakeholders and utilities, and
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17 WHEREAS the TBD Board held a public hearing on October 27, 2020, to
18 allow the public to comment on the proposed TBD Budget/Spending Plan; Now,
19 Therefore,
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1 BE IT RESOLVED BY THE GOVERNING BOARD OF THE TACOMA
2 TRANSPORTATION BENEFIT DISTRICT:

3 That the 2021-2022 Transportation Benefit District Budget/Spending Plan,
4 substantially in the form of the document on file in the office of the City Clerk, is
5 hereby approved.
6

7 Passed November 24, 2020
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9 *M. Woodards*

10 Chair of the Transportation
11 Benefit District

12 Attest:

13 *Doris Soum*

14 City Clerk

15 Approved as to form:

16 *Debra Case*

17 Deputy City Attorney
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City of Tacoma

**Transportation Benefit District Governing Board
Action Memorandum**

TO: Transportation Benefit District Governing Board
FROM: Rae Bailey, Division Manager, Public Works Street Operations
Kurtis D. Kingsolver, P.E., Public Works Director/City Engineer *KDK*
COPY: City Manager and City Clerk
SUBJECT: Resolution - Approval of 2021-2022 Transportation Benefit District Budget/Spending Plan -
November 24, 2020
DATE: November 5, 2020

SUMMARY AND PURPOSE:

A resolution approving the 2021-2022 Transportation Benefit District Budget/Spending Plan.

BACKGROUND:

This Department's recommendation is based on RCW 35.21.225 and 36.73.020, and City of Tacoma Ordinance No. 28099, which authorized establishment of a Transportation Benefit District (TBD) for the purposes of acquiring, constructing, improving, providing, and funding transportation improvements within the TBD consistent with any state, regional, or local transportation plans and necessitated by existing or reasonably foreseeable congestion levels.

On November 27, 2012, the TBD Governing Board (Board) adopted Resolution No. TBD 001 authorizing the collection of a vehicle license fee of \$20. On November 3, 2019, passage of I-976 repealed the City's authority to collect the vehicle license fee. On October 15, 2020, the Washington State Supreme Court ruled that I-976 was unconstitutional.

On July 14, 2015, the Board adopted Amended Resolution No. TBD 008 to place ballot measure Proposition No. 4, later referred to as Proposition A, on the ballot for the General Election. Proposition A, which authorized a sales tax increase of one tenth of one percent (0.1%) to fund street improvements was passed in the November 3, 2015 General Election.

The City's Office of Management and Budget estimates the City will collect an estimated \$5,796,000 (authorized vehicle license fee) and \$11,185,418 (sales tax increase of one tenth of one percent) for a total of \$16,981,418 of TBD revenues in the 2021-2022 biennium. The proposed Budget/Spending Plan also includes spending \$2,526,000 of cash on hand. The total proposed Budget/Spending Plan is \$19,507,418.

RCW 36.73.020 states the Board shall consider the following criteria when selecting transportation improvements: reduced risk of transportation facility failure and improved safety; improved travel time; improved air quality; increases in daily and peak period trip capacity; improved modal connectivity; improved freight mobility; cost-effectiveness of the investment; optimal performance of the system through time; and other criteria, as adopted by the governing body in Tacoma Municipal Code 10.28.

COMMUNITY ENGAGEMENT/ CUSTOMER RESEARCH:

The TBD Budget/Spending Plan provides maintenance of the City's street system and affects all of Tacoma's residents. Maintenance projects are selected primarily upon the pavement condition of the City's street system and the Department uses the City's Equity Index to help guide selection of maintenance in underserved/underrepresented communities. A public hearing was held on October 27, 2020, which provided residents the opportunity to learn about and testify on the 2021-2022 TBD Budget/Spending Plan.



2025 STRATEGIC PRIORITIES:

Equity and Accessibility:

The proposed 2021-2022 TBD Budget/Spending Plan will provide maintenance and repair of residential streets, construction of new ADA accessible curb ramps at various locations throughout the City, and perform upgrades and maintenance to the City's Traffic Signal and Streetlight system as identified in Exhibit A, entitled "2021-2022 Transportation Benefit District Budget/Spending Plan". Maintenance projects are selected using best asset management practices and the City's Equity Index.

Economy/Workforce: *Equity Index Score:* High Opportunity

Increase the number of infrastructure projects and improvements that support existing and new business developments.

Explain how your legislation will affect the selected indicator(s).

The TBD Budget/Spending Plan provides maintenance of the City's residential street system; improves safety, travel time, and air quality; increases in daily and peak period trip capacity; improves modal connectivity; and affects all of Tacoma's residents and businesses.

ALTERNATIVES:

Alternative(s)	Positive Impact(s)	Negative Impact(s)
1. Do not approve the TBD Budget/Spending Plan.	There are no positive impacts of not approving the TBD Budget/Spending Plan.	The City will continue to collect the TBD revenue, however without an approved Budget/Spending Plan the City cannot appropriate the funding for transportation improvements nor coordinate with stakeholders and utilities.

EVALUATION AND FOLLOW UP:

This resolution approves the 2021-2022 TBD Budget/Spending Plan. The Department tracks the expenses and the amount of maintenance performed and provides the Board with annual and biennium reports of work completed.

STAFF/SPONSOR RECOMMENDATION:

The Public Works Department recommends the Transportation Benefit District Board approve the 2021-2022 Transportation Benefit District Budget/Spending Plan.



City of Tacoma

Transportation Benefit District Governing Board
Action Memorandum

FISCAL IMPACT:

The authorized vehicle license fee of \$20 will generate an estimated \$5,796,000 in revenues and the sales tax increase of one tenth of one percent (0.1%) will generate an estimated \$11,185,418 for a total of \$16,981,418 of TBD revenues in the 2021-2022 biennium. The proposed Budget/Spending Plan also includes spending \$2,526,000 of cash on hand. The total proposed Budget/Spending Plan is \$19,507,418.

Fund Number & Name	COST OBJECT (CC/WBS/ORDER)	Cost Element	Total Amount
1070 Vehicle Fee	663000	4317600	\$8,322,000
1070 Sales Tax	663001	4313270	\$11,185,418
TOTAL			\$19,507,418

What Funding is being used to support the expense?

Transportation Benefit District Funding

Are the expenditures and revenues planned and budgeted in this biennium's current budget?

No

The proposed Budget/Spending Plan is for the 2021-2022 biennium.

Are there financial costs or other impacts of not implementing the legislation?

YES

Will the legislation have an ongoing/recurring fiscal impact?

No

Will the legislation change the City's FTE/personnel counts?

No

ATTACHMENTS:

- Exhibit A - 2021-2022 Transportation Benefit District Budget/Spending Plan

EXHIBIT A**2021-2022 TRANSPORTATION BENEFIT DISTRICT BUDGET/SPENDING PLAN**

PROGRAM	BUDGET	PROGRAM PURPOSE
Street Rehabilitation	\$ 16,247,418.00	<p>The purpose of the Street Rehabilitation Program is to maintain Tacoma's roadways, both residential and arterial. Repair and maintenance of the right-of-way promotes safety, enhances mobility, and protects the environment.</p> <p>Through Transportation Benefit District funding, Public Works anticipates completing the following work:</p> <p>Residential Surface Treatment – 400 to 410 Blocks Residential Street Paving – 120 to 140 Blocks Residential Preventative Maintenance - 300 to 360 Blocks</p>
Nonmotorized & Sidewalk/Curb Ramp	\$ 1,260,000.00	<p>The purpose of the Nonmotorized & Sidewalk/Curb Ramp Program is to increase the efficiency and safety of pedestrians, bicyclists, and people of all ages and abilities in the right-of-way.</p> <p>Through Transportation Benefit District funding, Public Works anticipates completing the following work:</p> <p>Construct ADA Curb Ramps – 330 to 400 Ramps</p>
Traffic Signal/Streetlight	\$ 2,000,000.00	<p>The purpose of the Traffic Signal/Streetlight Program is to maximize the safe movement of all modes of transportation throughout the City through lighting, corridor, and intersection improvements. Maintenance and repair of infrastructure will improve safety and congestion.</p> <p>Third Party Damages - Reconstruction, Repair, Replacement, Rehabilitation, or Improvements required due to 3rd Party Damage</p> <p>Betterments and Enhancements - Upgrades to Traffic Signal and Streetlight Infrastructure</p> <p>Extension of Useful Life - Reconstruction, Repair, Replacement, Rehabilitation, or Improvements to Failed/Failing Infrastructure</p>
TOTAL BUDGET	\$ 19,507,418.00	