



TO: Transportation Benefit District Governing Board
FROM: Kurtis D. Kingsolver, P.E., Public Works Director/City Engineer *KDK*
 Rae Bailey, Division Manager, Public Works Street Operations
COPY: City Manager and City Clerk
SUBJECT: Resolution - Approval of 2019-2020 Transportation Benefit District Budget/Spending Plan – November 20, 2018
DATE: October 19, 2018

SUMMARY:

The Public Works Department requests the Transportation Benefit District Governing Board approve the 2019-2020 Transportation Benefit District Budget/Spending Plan.

BACKGROUND:

As authorized by RCW 35.21.225 and 36.73.020, City of Tacoma Ordinance No. 28099 established 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 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 Budget Office estimates the City will collect an estimated \$5,796,000.00 (authorized vehicle license fee) and \$10,870,497.62 (sales tax increase of one tenth of one percent 0.1%) for a total of \$16,666,497.62 of TBD revenues in the 2019-2020 biennium. The proposed Budget/Spending Plan also includes spending \$1,255,000.00 of cash on hand. The total proposed Budget/Spending Plan is \$17,921,497.62.

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.

The Board held a public hearing on October 30, 2018, to allow the public to comment on the proposed 2019-2020 TBD Budget/Spending Plan.

ISSUE:

Approval of the 2019-2020 Transportation Benefit District Budget/Spending Plan is recommended prior to the collection of the vehicle license fee and the sales tax increase of one tenth of one percent (0.1%).

The proposed 2019-2020 Budget/Spending Plan summarizes the transportation programs funded by the TBD. The Budget/Spending Plan is attached as Exhibit A.

ALTERNATIVES:

Without an approved Budget/Spending Plan, the City cannot appropriate TBD funding for transportation improvements nor coordinate with stakeholders and utilities.



RECOMMENDATION:

The Public Works Department recommends the Transportation Benefit District Governing Board approve the 2019-2020 Budget/Spending Plan.

FISCAL IMPACT:

The authorized vehicle license fee of \$20 will generate an estimated \$5,796,000.00 in revenues and the sales tax increase of one tenth of one percent (0.1%) will generate an estimated \$10,870,497.62 for a total of \$16,666,497.62 of TBD revenues in the 2019-2020 biennium. The proposed Budget/Spending Plan also includes spending \$1,255,000.00 of cash on hand. The total proposed Budget/Spending Plan is \$17,921,497.62.

EXPENDITURES:

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
1070 Vehicle Fee	663000	6510030	\$5,796,000.00
1070 Vehicle Fee	663000	6539300	\$255,000.00
1070 Sales Tax	663001	6539400	\$11,870,497.62
TOTAL			\$17,921,497.62

* General Fund: Include Department

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
1070 Vehicle Fee	663000	4317600	\$5,796,000.00
1070 Vehicle Fee	663000	4300000	\$255,000.00
1070 Sales Tax	663001	4313270	\$10,870,497.62
1070 Sales Tax	663001	4300000	\$1,000,000.00
TOTAL			\$17,921,497.62

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: None; the work will be performed in 2019-2020.

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes

IF EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW THEY ARE TO BE COVERED. N/A