

RESOLUTION NO. 1255

A RESOLUTION OF THE CITY OF SNOQUALMIE, WASHINGTON APPROVING A PLAN AND FUNDING MECHANISMS TO PAY FOR FUTURE STREET OVERLAYS AND OTHER PURPOSES APPROVED BY THE CITY COUNCIL; PROVIDING FOR SEVERABILITY AND AN EFFECTIVE DATE.

WHEREAS, the City of Snoqualmie has certain unfunded street overlay projects in its Capital Improvement plan; and

WHEREAS, the street overlay projects do not qualify for federal or state grant programs because they are residential or collector streets; and

WHEREAS, in March, 2011 the City Council adopted Ordinance No. 1076, which authorized a 3% increase in utility taxes, from 6% to 9%, to pay for certain capital facilities projects including retirement of the remaining outstanding debt on City Hall; and

WHEREAS, the City desires to establish a plan to fund these improvements; and

WHEREAS, the City desires to create a separate fund into which monies are to be deposited on a regular basis to provide for the accumulation of monies anticipated to be needed to pay for certain unfunded street overlay projects in the Capital Improvement Plan, as well as for such other projects anticipated to be needed from time to time and as may be approved by the City Council;

NOW, THEREFORE, BE IT HEREBY RESOLVED by the City Council of the City of Snoqualmie, Washington as follows:

Section 1. Street Overlay Reserved Fund Created. A new fund designated "Street Overlay Reserve" is hereby created in the City's general fund. The purpose of this fund is to accumulate resources to pay for street overlay projects, as well as such other projects (related or otherwise) as may be approved by the City Council.

Section 2. Funding of Street Overlay Reserve Fund. The Street Overlay Reserve Fund shall be funded as follows:

A. Within __ days of this Resolution, the Finance Officer shall transfer \$750,000, from existing general fund reserves into the Street Overlay Fund.

B. The Finance Officer shall make additional, future transfers into the Street Overlay Reserve Fund as follows:


1. The Finance Officer shall transfer \$100,000 at the conclusion of each calendar year from the City Real Estate Tax Fund into the Street Overlay Reserve Fund.
2. Following Transportation Benefit District Board approval, and beginning in June 2018 or as soon as sufficient funds are accumulated to match prospective construction grants for rebuild of the Snoqualmie Parkway, the Finance Officer shall transfer annual receipts from the Transportation Benefit District into the Street Overlay Reserve or annually earmark such receipts for such an appropriation as needed. The City Council will seek District Board approval for this action as soon as practicable.
3. Beginning in 2020 or as soon as the City Hall debt is discharged, and subject to SMC Section 5.06.080.D, SMC 5.06.120.C and any future City Council decision taken pursuant to Section 5 of Ordinance No. 1076 concerning whether or not to earlier sunset the 3% utility tax increase, the Finance Officer shall annually transfer the incremental 3% utility tax increase proceeds into the Street Overlay fund.
4. Beginning in 2020 or when the City interfund loan to the Jeanne Hansen Park project is repaid, the Finance Officer shall annually transfer an amount equivalent to the annual Jeanne Hanser Park project interfund loan payment (\$70,000) into the Street Overlay Fund. Said deposit to be transferred from the Real Estate Tax Fund.

Section 3. Revenue Sources – Restrictions. The use of any revenue that, prior to transfer into the Street Overlay Reserve Fund, was subject to legal use restrictions such as those restrictions identified in Chapter 82.45 RCW, shall comply with all applicable rules, regulations, laws and court decisions regarding those revenue sources at the time of their expenditure. The use of any revenues that were not legally restricted prior to transfer into the Street Overlay Fund, such as general fund revenue or other unrestricted revenues, shall remain unrestricted notwithstanding deposit into the Street Overlay Reserve Fund.

Section 4. Severability. If any one or more section, subsection, or sentence of this resolution is held to be unconstitutional or invalid, such decision shall not affect the validity of the remaining portion of this ordinance and the same shall remain in full force and effect.

Section 5. Effective Date. This resolution shall be effective immediately.

PASSED by the City Council of the City of Snoqualmie, Washington, on this 9th day of June 2014.



Matthew R. Larson, Mayor

Attest:



Jodi Warren, MMC City Clerk

Approved as to form:



Bob C. Sterbank, City Attorney