



City of Lacey, Washington City Council Regular Meeting Agenda

Refer to the bottom of the agenda for meeting information.

Thursday, November 16, 2023

6:00 PM

Council Chambers and Online

1. Call to Order

2. Roll Call

3. Pledge of Allegiance

4. Land Acknowledgement

We, the City of Lacey, are on the ancestral land of the Tribal People of the Treaty of Medicine Creek, including the Nisqually Indian Tribe and Squaxin Island Tribe. We acknowledge, and remember those Tribal People not recognized today who were absorbed or relocated into other tribes for survival. We recognize the ancestors and their descendants who are still here. We recognize and respect the Tribal People of the Treaty of Medicine Creek as the traditional stewards of this land since time immemorial and their role today in taking care of these lands in perpetuity. We recognize and have the responsibility to call attention to the histories of dispossession, forced removal, and abridged treaty rights that allowed our nation, state, and city to develop as it has today. We recommend that community members read the Medicine Creek Treaty of 1854.

5. Approval of Agenda and Consent Agenda Items:

- A. Council Worksession meeting minutes of October 26, 2023
- B. Payment of claims, wages and transfers for October 12, 2023, through November 3, 2023.

6. Public Recognitions and Presentations:

- A. **Lacey Youth Council Report**
Youth Council Representatives

7. Public Comment:

Refer to the bottom of the agenda for instructions on how to provide public comment.

8. Public Hearing:

A. Draham Road Annexation - Project No 23-306

Ryan Andrews, Planning Manager

B. Proposed 2024 Budget Hearing

Troy Woo, Finance Director

9. Proclamations:

A. Small Business Saturday

Blake Knoblauch, Executive Director, Lacey South Sounds Chamber & Visitors Center

10. Referral from Planning Commission:

11. Referral from Hearings Examiner:

12. Resolutions:

A. Resolution 1141: Authorizing Ad Valorem Tax

Troy Woo, Finance Director

13. Ordinances:

A. Ordinance 1644: Ad Valorem Tax

Troy Woo, Finance Director

B. Ordinance 1645: Modifying the Public Utility Tax Rate

Troy Woo, Finance Director

C. Ordinance 1646: 2024-2027 Water Rate Ordinance

Troy Woo, Finance Director

D. Ordinance 1647: 2024-2027 Sewer Rate Ordinance

Troy Woo, Finance Director

E. Ordinance 1648: 2024-2025 Stormwater Rate Ordinance

Troy Woo, Finance Director

14. Mayor's Report:

15. City Manager's Report:

16. Standing General Committees:

A. Transportation Committee

Meeting of November 7, 2023

17. Other Business:

18. Boards, Commissions and Committee Reports:

A. Mayor Andy Ryder:

1. Mayors' Forum
2. Thurston Chamber Shared Legislative Committee
3. Transportation Policy Board (TPB)

B. Deputy Mayor Malcolm Miller:



1. Economic Development Council (EDC)
 2. Lodging Tax Advisory Committee (LTAC)
 3. Thurston County Coalition Against Trafficking (TCCAT)
 4. Thurston Thrives
- C. Councilmember Lenny Greenstein:
1. Emergency Medical Services (EMS)
 2. TCOMM911
- D. Councilmember Michael Steadman:
1. Nisqually River Council
 2. Thurston County Law & Justice Council
- E. Councilmember Carolyn Cox:
1. Climate Action Steering Committee
 2. LOTT Clean Water Alliance
 3. Regional Housing Council
- F. Councilmember Ed Kunkel:
1. Joint Animal Services Commission (JASCOM)
 2. Lacey South Sound Chamber
 3. Olympia-Lacey-Tumwater Visitor & Convention Bureau (VCB)
 4. Solid Waste Advisory Committee (SWAC)
- G. Councilmember Robin Vazquez:
1. Intercity Transit Authority
 2. Olympic Region Clean Air Agency (ORCAA)
 3. Thurston Regional Planning Council (TRPC)
 4. Thurston County Board of Health

19. Adjourn

Attendance and Public Comment

Attend Remote or In-Person

The public may attend the meeting in-person, or you may view or listen to the meeting using one of the following platforms:

In-Person	Council Chambers at Lacey City Hall 420 College Street SE, Lacey, WA 98503
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Zoom: https://us02web.zoom.us/webinar/register/WN_6fgCoFv8S-WeASuB6a9QwA

Website: <https://cityoflacey.org/government/public-meetings/>

Facebook: <https://www.facebook.com/cityoflacey>

YouTube: https://www.youtube.com/watch?v=O_wlYlgNqs0

Cable: Channel 3 with your local cable provider

Phone: (888) 788-0099 or (877) 853-5247 (Webinar ID 840 6598 5129)

Verbal Public Comment

Those wishing to provide verbal public comment may do so in-person or by Zoom:

In-Person: Use the sign-up sheet located in the Council Chambers.

Zoom: Preregister using the following Zoom link no later than two hours prior to the meeting:
https://us02web.zoom.us/webinar/register/WN_6fgCoFv8S-WeASuB6a9QwA

Instructions and access details will be provided once registration is complete.

Written Public Comment

Public comments may also be submitted by email to PublicComment@ci.lacey.wa.us.
The commenting period will close two hours before the meeting time.
Written comments will be provided to the City Council electronically prior to the meeting.
Comments will not be addressed during the Council meeting; however, comments received will be added to the official record.





City of Lacey, Washington

Lacey City Council Worksession Minutes

Thursday, October 26, 2023

6:00 PM

Council Chambers and Online

1. Call to Order

Mayor Ryder called the meeting to order at 6:00 p.m.

2. Roll Call

Council Present

Mayor Andy Ryder
Deputy Mayor Malcolm Miller
Councilmember Lenny Greenstein
Councilmember Michael Steadman
Councilmember Carolyn Cox
Councilmember Ed Kunkel
Councilmember Robin Vazquez

Staff Present

Rick Walk, City Manager
Scott Egger, Public Works Director
Dave Schneider, City Attorney
Peter Brooks, Water Resources Manager
Brandon McAllister, Utility Engineer
Elissa Fontaine, City Clerk

3. Land Acknowledgement

Mayor Ryder presented the abbreviated Land Acknowledgement.

4. Approval of the Agenda

Councilmember Greenstein moved to approve the agenda. Councilmember Kunkel seconded. Motion carried.

5. Agenda Items

A. Water Systems Plan

Brian McAllister, Utility Engineer

Staff presented an update to the City's Comprehensive Water System Plan. The plans are required by the Washington Department of Health operating under their regulatory authority. The current plan was approved and adopted in 2013.

The Water System Plan contains the following major elements:

Description of the Existing System
Policies and Criteria
Demand Forecast
Water Use Efficiency
Source Analysis and Water Quality
Wellhead Protection
System Analysis
Capital Improvement Program
Operation and Maintenance
Financial

Council expressed support for staff to submit the Draft Water System Comprehensive Department of Health for review and approval.

B. Public Records Training and Summary Report

Jeff Myers, Attorney, Law, Lyman, Daniel, Kamerrer & Bogdanovich P.S.
Elissa Fontaine, City Clerk

Council received refresher training on the Public Records Act and the impact on local government. Staff also provided an update on the City's 2022 Joint Legislative Audit Review Committee report submittal and current public records data for 2023.

C. Quasi-Judicial Process

Jeff Myers, Attorney, Law, Lyman, Daniel, Kamerrer & Bogdanovich P.S.

Council and staff reviewed the quasi-judicial process and discussed legislative bodies conducting quasi-judicial hearings.

Currently, the City Council receives a recommendation from the Hearings Examiner and has a very limited opportunity to modify or reject the recommendation. A majority of the Council expressed support for amending the current process, in order to rely on the Hearings Examiner making the final decision. Under this



system, the Council would not be subject to the Appearance of Fairness doctrine and could engage with the community without limitations. Final decisions made by the Hearings Examiner are eligible for appeal.

An ordinance outlining these changes will be presented to the Council for consideration at a future meeting.

6. Adjourn

Mayor Ryder adjourned the meeting at 8:40 p.m.





LACEY CITY COUNCIL MEETING

November 16, 2023

SUBJECT: Disbursement Approval

RECOMMENDATION: By motion, approve payment of claims, wages, and transfers.

STAFF CONTACT: Troy Woo, Finance Director

ORIGINATED BY: Troy Woo, Finance Director *TW*
Alix Turcotte, Senior Accountant *AT*

BACKGROUND:

The action requested of the City Council is by motion to approve payment of claims, wages and transfers for 10/12/2023 through 11/03/2023. The disbursements consist of the following:

Checks:	<u>Week of</u>	<u>Beg. Check No.</u>	<u>End. Check No.</u>	<u>Amount</u>
	10/27/2023	272318	272417	301,971.03
	10/31/2023	272418	272421	1,876.52
	11/03/2023	272422	272535	155,479.19

Electronic Transfers:	<u>Week of</u>	<u>Amount</u>
	10/12/2023	48,502.09
	10/20/2023	624.75
10/20/2023		1,152.00
	10/24/2023	137.15
	*10/24/2023	225,164.82
	10/27/2023	1,118,259.84
	10/27/2023	858.67
	10/30/2023	62,127.73
	10/31/2023	13,211.20
	*10/31/2023	2,010,457.05
	*10/31/2023	18,170.80
	*10/31/2023	1,751,269.30
	11/03/2023	293,774.10

* Disbursements for employee out-of-pocket deductions and employee benefits.

Significant Disbursements:

<u>Vendor</u>	<u>Amount</u>	<u>Description</u>
Bud Clary Ford/Hyundai	\$ 139,998.63	Vehicle Purchases
KMB Architects	\$ 79,642.90	Police Dept. Facility Design
SCI Infrastructure, LLC	\$ 488,822.70	Golf Club Rd Water & Wastewater
Stripe Rite, Inc.	\$ 58,240.91	Thermoplastic Replacements
City of Olympia	\$ 62,127.73	October CARPFD
Baker Underground & Const	\$ 130,261.52	Woodland Creek Stormwater
Central Paving Inc	\$ 83,598.47	2023 Crack Seal Program



LACEY CITY COUNCIL MEETING

November 16, 2023

SUBJECT: Draham Road Annexation. Project no. 23-306.

RECOMMENDATION: Conduct a public hearing to take testimony on the proposed annexation.

After the conclusion of the public hearing, approve a motion as follows: Move to approve the preparation and filing of a Notice of Intent to Annex for the Draham Road Annexation, Project no. 23-306, with the Boundary Review Board for Thurston County.

STAFF CONTACT: Rick Walk, City Manager *RW*
Grant Beck, Planning and Development Services Manager *GB*
Ryan Andrews, Planning Manager *RA*

ORIGINATED BY: Community and Economic Development Department by Private Application

ATTACHMENTS:

1. 60% Annexation Petition
2. Declaration of Petition Sufficiency
3. Maps

FISCAL NOTE: See background.

WORK PLAN GOAL Coordinated and Collaborative Planning - (A)(3&4)

PRIOR REVIEW: City Council Utilities Committee, July 3, 2023

BACKGROUND:

The City has received a petition for annexation for nine parcels located north of 15th Avenue NE, east of Judd Street NE, west of the Woodland Creek Estates Subdivision, and south of the property owned by the City for the future Greg Cuoio Park. The Thurston County Assessor's Office has verified that the signatures represent not less than 60

percent of the assessed valuation for general taxation of the property for which the annexation has been petitioned (RCW 35A.01.040).

Prior to approval of the annexation, a public hearing is required to be held by the City Council. Notice of the public hearing has been published in The Olympian and posted in three public places in the proposed annexation area.

Procedurally, the annexation is required to be sent to the Thurston County Boundary Review Board (BRB) for their review after the hearing has been held.

Proposed Annexation Area

The area proposed for annexation is primarily located within the Pleasant Glade Planning Area and within the Lacey Urban Growth Area north of 15th Avenue NE, east of Judd Street NE, west of the Woodland Creek Estates Subdivision, and south of the property owned by the City for the future Greg Cuoio Park. The area includes 9 tax parcels totaling approximately 42.14 acres. The properties contain a mixture of undeveloped properties and residential uses on larger lots. The area contains 9 residential units for an anticipated population of 20 residents. The most recent assessed value of the proposed annexation area is \$4,180,500.

The annexation contains a variety of residential zoning including Low Density 0-4 which would be converted to the Lacey designation of Low Density Residential upon annexation. Other zones include Moderate and High Density Residential which will be retained upon annexation as required by an annexation agreement with Thurston County.

The annexation area contains two projects with vested land use approvals. Ventura Crossing is located on 15th Avenue NE east of Judd Street NE and is a 69-unit single-family subdivision. Williams Crossing is located to the east of Ventura Crossing and is a 216-unit multi-family apartment complex. Upon annexation, the land use approvals for these projects would be transferred to the City of Lacey and final design, permits, and construction would occur in the city. Consistent with the City Council policy on annexations as reflected in the Development Guidelines and Public Works Standards 3.135, annexation is required as a condition of the City providing utilities to the properties.

The properties are located primarily within the City of Lacey's water service area. Water service is provided by an existing 12-inch waterline located in 15th Avenue NE/Draham Road NE. The line is adequate to serve the existing and future development of the properties within the area, however, this could change if any significant rezoning was to occur in the area.

City of Lacey sewer service in the area is relatively limited. With the installation of the sewer lift station on the south side of 15th Avenue NE associated with the Modera Apartments, additional sewer service can be better served in this area.

The City Council Utilities Committee has reviewed the proposed annexation and is recommending approval. The Utilities Committee reviewed a preliminary annexation area that not only included the 42 acres associated with this annexation, but also the area to the north and east including the area around Carpenter Road NE utilizing the unincorporated island method of annexation.

After initial review by the Utilities Committee, staff received additional information from Thurston County related to infrastructure costs for the entire unincorporated island. 15th Avenue NE/Draham Road NE and Carpenter Road NE are planned to be constructed to a 4 or 5-lane section including the full suite of multi-modal improvements. The culvert crossing Draham Road at Woodland Creek is in need of replacement as well. All of these projects would have significant long-term costs associated with them and a broad estimate of the total project would be around \$60 million. Allowing the annexation to move forward using the proposed 60 percent petition method would allow the developers of the Ventura Crossing and Williams Crossing projects to move forward in a timely manner while the City negotiates an agreement with Thurston County over the costs associated with annexing the full island at a later date.

Governmental Services

Since 2015, the City of Lacey has annexed a total of 1,522 acres (2.4 square miles) adding nearly 15% to the geographical area of the city and serving an additional 2,863 residents. It is important to recognize the cumulative impact of these recent annexations, and while city services have been extended to these areas, no additional staff have been directly added as a result. The following identifies the recent annexations since 2015:

Property owner-initiated:

2015	Hill-Betti	150 acres	193 residents
2017	NTPS Marvin Rd.	72 acres	
2017	Martin Way East	7 acres	
2018	Barr	10 acres	
2020	Mullen Road	67 acres	3 residents
2021	Serenity Carpenter Rd.	3 acres	
2021	Mosure 54 th Ave.	10 acres	
2021	Steilacoom/Marvin	410 acres	1,589 residents
Total		729 acres	1,785 residents

City-initiated:

2017	Cuoio Park	330 acres	
2017	Gateway Div. 2	80 acres	
2021	Capitol City/Chambers Estates	288 acres	978 residents
2022	Lake Lois	95 acres	100 residents
Total		793 acres	1,078 residents

The annexation of this 42.14 acres is relatively minor in nature and will not generate any substantial property, sales, or utility tax revenue through the existing 9 residential units in the area. Some revenue will be generated through the issuing of permits for the proposed 285 units of residential development associated with Ventura Crossing and Williams Crossing. It is anticipated that providing City services to the area will exceed the revenue associated with the annexation in the long term.

Comments on the proposed annexation were received from several departments. However, it is important to note that these comments were received for a preliminary annexation proposal that would have annexed the area between Judd St. NE and roughly Carpenter Road NE.

The Lacey Police Department has stated that the calls for service from the annexation area have historically been very low. However, the Department did have general concerns with serving the area given the additional demands that will be needed to serve new development on a street network that has not yet been developed to its full capacity (particularly 15th/Draham). Lacey Police are already utilizing these existing streets and these issues will occur whether or not annexation occurs.

The Lacey Public Works Department commented on the transportation infrastructure needed in the area. Both 15th Avenue NE/Draham Road NE and Carpenter Road NE are planned to be constructed to a 4 or 5-lane section including the full suite of multi-modal improvements. Comments on stormwater maintenance were also provided. The main concern is maintenance of existing facilities such as catch basins, swales, and vegetation.

Lacey Fire District 3 provides services to all properties which will not change as a result of the annexation.

Process

Procedurally, the next step is for the City Council to conduct a public hearing to accept testimony on the proposed annexation. Additionally, the annexation application is required to be sent to the Thurston County Boundary Review Board. Once the public hearing has been held and the Boundary Review Board process has been concluded, the City Council can take final action on the annexation through passage of an ordinance approving the annexation.

Next steps. Upon review, the Lacey City Council could consider one of the following options:

Option 1: Conduct a public hearing to take testimony on the proposed annexation. After the conclusion of the public hearing, approve a motion as follows: Move to approve the preparation and filing of a Notice of Intent to Annex for the Draham Road Annexation,

Project no. 23-306, with the Boundary Review Board for Thurston County. Option 1 is recommended by staff

Option 2: Conduct a public hearing to take testimony on the proposed annexation. After the conclusion of the public hearing, approve a motion to geographically modify the Draham Road Annexation, Project no. 23-306, and approve filing of Notice of Intent to Annex with the Boundary Review Board for Thurston County.

Option 3: Conduct a public hearing to take testimony on the proposed annexation. After the conclusion of the public hearing, approve a motion denying acceptance of the annexation petition.



TOYER STRATEGIC ADVISORS, INC.

10519 20th ST SE, SUITE 3

LAKE STEVENS, WA 98258

toyerstrategic.com

October 23, 2023

Ryan Andrews, Planning Manager
Community Development
City of Lacey
420 College St SE
Lacey, WA 98503

DRAHAM ROAD 60% PETITION FOR ANNEXATION

Dear Ryan:

Our firm represents the petitioners for the Draham Road annexation. Attached you will find signed petitions representing 62.55% of the annexation area as depicted (highlighted) on the attached map.

The contents attached include:

1. Original 10% petition (Three's Company).
2. Parcel outlining the properties which have signed the petition.
3. Spreadsheet showing the parcels, ownership, and valuation for each parcel within the annexation area.
4. Original map and legal description for the annexation area.
5. Original copies of the signed annexation petitions (includes the petition, copy of map & legal, and any documentation necessary to demonstrate under RCW 35A.01.040 the sufficiency of the petition signatures).

Please advise our firm as to the soonest date in which we can proceed to a public hearing on the 60% resolution.

Should you have any questions or require additional documentation, please do not hesitate to contact me.

Sincerely,

David Toyer
President

ORIGINAL 10% PETITION

NOTICE OF INTENT TO COMMENCE ANNEXATION PROCEEDINGS

The following owners of land do hereby certify that we are the owners of not less than 10% in value, according to assessed valuation for general taxation, of the following described property (as generally described on the attached exhibit and legal description) which is contiguous to the City of Lacey and hereby provide notice to the City Council of the City of Lacey of the landowners intent to commence annexation proceeding pursuant to Ordinance 510. Pursuant to Section 35A.14.120 of the Revised Code of Washington, the landowners request the Council to set a public meeting at which time this annexation proposal may be considered.

Exhibit and Legal Description (see attached)

Warning: Every person who signs this notice with any other that his or her true name, or who knowingly signs more than one of these petitions, or signs a petition seeking an election when he or she is not a legal voter, or signs a petition when he or she is otherwise not qualified to sign, or who makes herein any false statement, shall be guilty of a misdemeanor.

<u>Property Owner</u>	<u>Signature</u>	<u>Date</u>	<u>Address</u>	<u>Acreage</u>	<u>Parcel No.</u>
Three's Company, LLC	<i>Bea D. Pearson</i> Managing Member	6/3/2023	5216 NE 15 th Av	4.92	11809310100
Three's Company, LLC	<i>Bea D. Pearson</i> Managing Member	6/3/2023	5228 NE 15 th Av	9.15	11809310600
Three's Company, LLC	<i>Bea D. Pearson</i> Managing Member	6/3/2023	5224 NE 15 th Av	4.63	11809310700

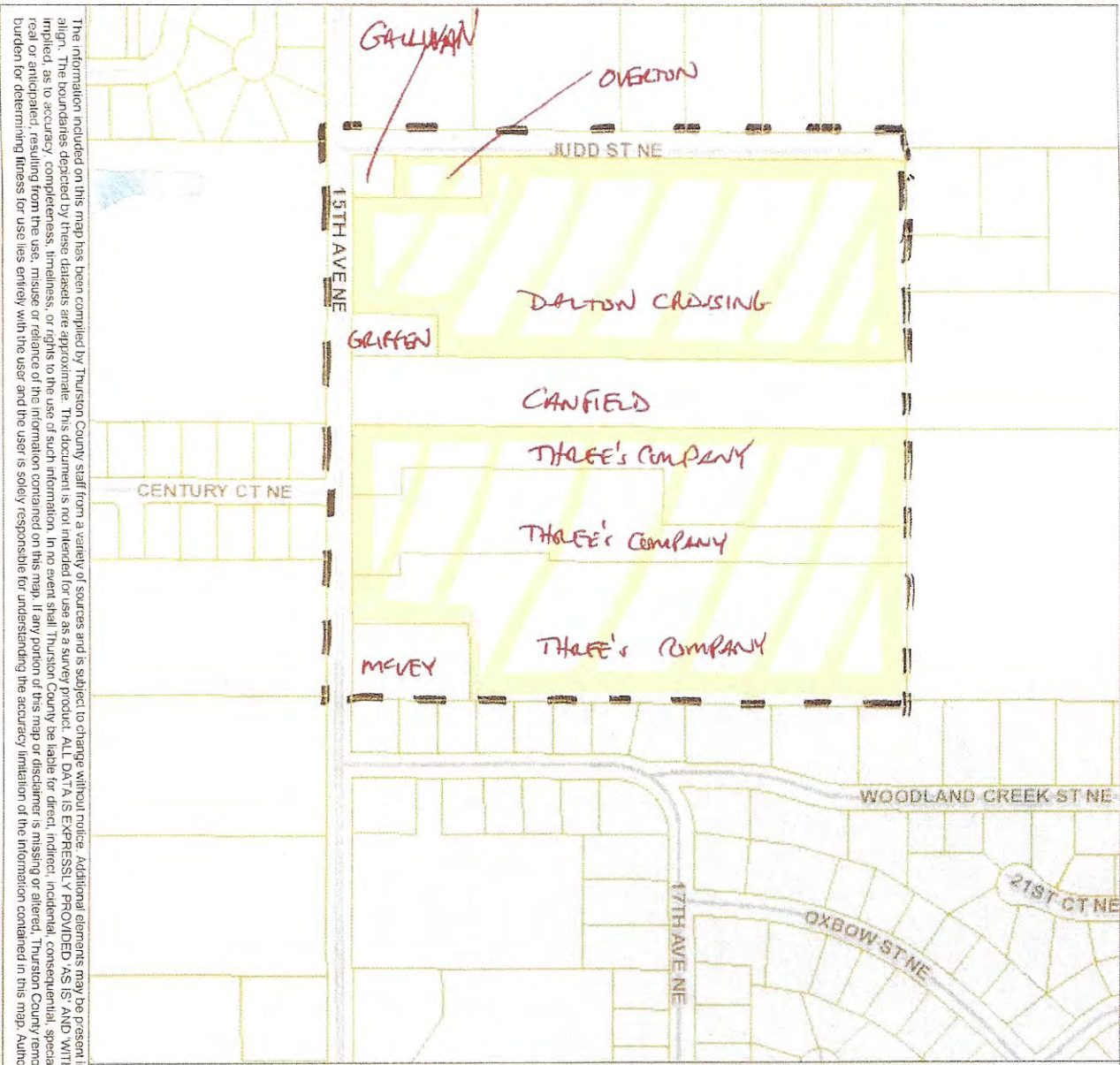
I hereby certify that I have examined the above petition as well as the Assessor's rolls for the area described and I have determined that the petitioners are the owners of not less than 10% in value, according to the assessed valuation for general taxation, of the described area to be annexed.

In determining whether this petition contains the signatures of owners of not less than 10% in value according to the assessed valuation for general taxation purposes I have used the same method that the Thurston County Assessor would use to define assessed valuation for general taxation purposes as the date affixed below.

Signed this _____ day of _____, 20__

Director, Community & Economic Development Department

PARCEL OUTLINE

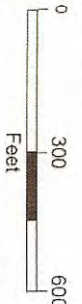


Annexation Area

Legend

- Parcel Boundaries
- Roads - Major
- <all other values>
- 1/5 ACCESS; US 101
- ACCESS; US 101 SB OFF
- RAMP
- 1/5; US 101
- Roads
- + Railroads
- County Border
- Olympia Municipal Airport
- Water Bodies (River - Large Scale)
- Water Bodies (Other)
- Parks
- Cities
- Capital Forest
- County Backround
- Roads - Major
- Major Roads
- Ramp
- 1/5; US 101
- Roads (Large Scale)
- + Railroads
- County Border

Scale 1: 6,361



Map Created Using GeoData Public Website
Published: 9/21/2023

Note:

The information included on this map has been compiled by Thurston County staff from a variety of sources and is subject to change without notice. Additional elements may be present in reality that are not represented on the map. Ortho-photos and other data may not align. The boundaries depicted by these datasets are approximate. This document is not intended for use as a survey product. ALL DATA IS EXPRESSLY PROVIDED AS IS AND WITH ALL FAULTS. Thurston County makes no representations or warranties, express or implied, as to accuracy, completeness, timeliness, or rights to the use of such information. In no event shall Thurston County be liable for direct, indirect, consequential, special, or tort damages of any kind, including, but not limited to, lost revenues or lost profits, real or anticipated, resulting from the use, misuse or reliance of the information contained on this map. If any portion of this map or disclaimer is missing or altered, Thurston County removes itself from all responsibility from the map and the data contained within. The burden for determining fitness for use lies entirely with the user and the user is solely responsible for understanding the accuracy limitation of the information contained in this map. Authorized for 3rd Party reproduction for personal use only.



ORIGINAL MAP & LEGAL DESCRIPTION

EXHIBIT "A"
DESCRIPTION OF
ANNEXATION AREA

THE NORTHEAST QUARTER OF THE SOUTHWEST QUARTER OF SECTION 9, TOWNSHIP 18 NORTH, RANGE 1 WEST, W.M.; TOGETHER WITH THE NORTH 30.00 FEET OF THE SOUTHEAST QUARTER OF THE SOUTHWEST QUARTER OF SAID SECTION 9, ALSO TOGETHER WITH THE EAST 30.00 FEET OF THE NORTHWEST QUARTER OF THE SOUTHWEST QUARTER OF SAID SECTION 9, ALSO TOGETHER WITH THE EAST 30.00 FEET OF THE NORTH 30.00 FEET OF THE SOUTHWEST QUARTER OF THE SOUTHWEST QUARTER OF SAID SECTION 9; ALSO TOGETHER WITH THAT PORTION OF THE NORTHWEST QUARTER OF THE SOUTHEAST QUARTER LYING WESTERLY OF THE EAST LINE OF LOTS 1, 2 AND 3 OF SHORT SUBDIVISION NO. SS 1563, AS RECORDED OCTOBER 23, 1980 UNDER AUDITOR'S FILE NO. 1126108, RECORDS OF THURSTON COUNTY, WASHINGTON.

(CONTAINING 42.14 ACRES)



9/24/2023

EXHIBIT "B"

DEPICTION OF ANNEXATION AREA

A PORTION OF THE SOUTHEAST QUARTER & THE SOUTHWEST QUARTER
OF SECTION 9, TOWNSHIP 18 NORTH, RANGE 1 WEST, W.M.
SE, NW

SW,
NW

SW,
NE

NW
SW

JUDD STREET NE

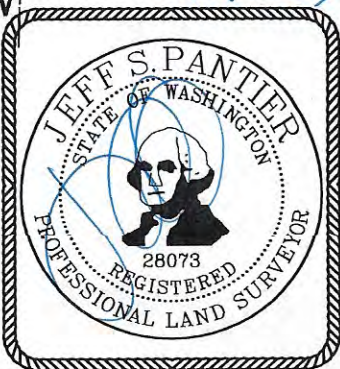
NW,
SE

NE, SW
TOTAL AREA
= 42.14 Acres

15TH AVENUE

SE, SW

SW,
SE



LEGEND

- | | |
|---|------------------|
| 1 | APN: 11809310400 |
| 2 | APN: 11809310403 |
| 3 | APN: 11809310404 |
| 4 | APN: 11809310300 |
| 5 | APN: 11809310200 |
| 6 | APN: 11809310100 |
| 7 | APN: 11809310700 |
| 8 | APN: 11809310600 |
| 9 | APN: 11809310500 |

SCALE: 1"=200 FEET



HATTON GODAT PANTIER

ENGINEERS AND SURVEYORS

3910 MARTIN WAY E, SUITE B
OLYMPIA, WA 98506

TEL: 360.943.1599 FAX: 360.357.6299

hattonpantier.com

EEP
14-097

PARCEL DATA SHEET

Parcel #	Owner Name	Mailing Address	City	State	Zip Code	Site Address	Site City	Site Zip	Acres	Total Value
11809310100	THREES COMPANY LLC	17403 162ND AVE SE	RENTON	WA	98058-9137	5216 NE 15TH AVE	OLYMPIA	98516	4.92	\$ 245,300.0
11809310200	CANFIELD, LINDA D	5118 15TH AVE NE	OLYMPIA	WA	98516	5118 NE 15TH AVE	OLYMPIA	98506	4.9	\$ 477,300.0
11809310300	GRIFFIN, BERNARD D	5044 15TH AVE NE	OLYMPIA	WA	98506	5044 NE 15TH AVE	OLYMPIA	98506	0.46	\$ 327,900.0
11809310400	DALTON CROSSING LLC	13123 GRAYSTONE AVE	NORWALK CA		90650	1630 JUDD ST NE	OLYMPIA	98516	12.58	\$ 876,300.0
11809310403	OVERTON, DAVID W	5408 SOUTH BAY TER NE	OLYMPIA	WA	98516	1512 JUDD ST NE	OLYMPIA	98516	0.61	\$ 632,700.0
11809310404	GALLIVAN PROPERTIES LLC	1705 DOCK ST # 131	TACOMA	WA	98402	1504 JUDD ST NE	OLYMPIA	98516	0.23	\$ 228,800.0
11809310500	MCVEY, ROSEMARY C	5346 15TH AVE NE	OLYMPIA	WA	98516	5346 15TH AVE NE	OLYMPIA	98516	1.17	\$ 531,800.0
11809310600	THREES COMPANY LLC	17403 162ND AVE SE	RENTON	WA	98058-9137	5228 NE 15TH AVE	OLYMPIA	98516	9.15	\$ 616,900.0
11809310700	THREES COMPANY LLC	17403 162ND AVE SE	RENTON	WA	98058-9137	5224 NE 15TH AVE	OLYMPIA	98516	4.63	\$ 243,500.0
									38.65	\$4,180,500.0

Signed: \$2,614,700.0
62.55%

THREE'S COMPANY

CITY OF LACEY, WASHINGTON

60% Petition to Commence Annexation

TO: THE HONORABLE MAYOR AND CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON
420 College Street SE, Lacey, WA 98503

We, the undersigned, are owners of real property lying outside of the corporate limits of the City of Lacey, Washington, but contiguous thereto and designated as part of the Lacey urban growth boundary.

We, the undersigned, owning in excess of 60% of the current assessed value of the properties within the area depicted by the maps and legal descriptions attached hereto as Exhibits A & B, do hereby petition the City Council of Lacey to annex this area into the City's corporate limits pursuant to RCW 35A.14.120, using the pre-designated zoning and comprehensive plan land use designation subject to the following condition(s):

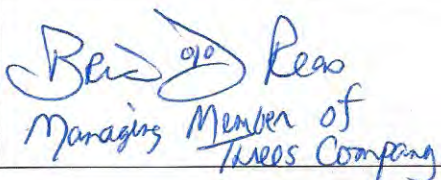
- a. The annexation area, if annexed, shall be required to assume it's proportionate share of the general indebtedness of the City of Lacey at the time of the effective date of such annexation.
- b. The annexation area shall retain the city land use and zoning designations of High Density Residential, which have previously be established by the City and Thurston County as part of the city-county joint planning.

This petition along with its exhibits shall be presented together as one document. Multiple copies of the petition may be circulated and thenceforth filed, each which may be signed separately, but together constituting the signatures of those owners of more than 60% of the assessed value of the annexation area.

NOTE: READ BEFORE SIGNING

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- In case of mortgaged property, the signature of the mortgagor shall be sufficient, without the signature of his or her spouse.
- In the case of property purchased on contract, the signature of the contract purchaser, as shown by the records of the county auditor, shall be deemed sufficient without the signature of his or her spouse.
- Any officer of a corporation owning land within the area involved, who is duly authorized to execute deeds or encumbrances on behalf of the corporation, may sign on behalf of such corporation and shall attach to the petition a certified excerpt from the bylaws of such corporation showing such authority.
- When property stands in the name of a deceased person or any person for whom a guardian has been appointed the signature of the executor, administrator, or guardian, as the case may be, shall be equivalent to the signature of the owner of the property.
- When a parcel of property is owned by multiple owners, the signature of an owner designated by the multiple owners is sufficient.
- Names of the petitioners should be in identical form as the same appear of record in the chain of title to the real estate.

PARCEL	SIGNATURE	DATE	SITE ADDRESS	OWNER	VALUE	ACRES
11809310600	 Ben Reas Managing Member of THREES Company	9/29/23	5228 NE 15TH AVE, OLYMPIA 98516	THREES COMPANY LLC	\$616,900	9.15

WARNING: Every person who signs this petition with any other than his or her true name, or who knowingly signs more than one of these petitions, or signs a petition seeking an election when he or she is not a legal voter, or signs a petition when he or she is otherwise not qualified to sign, or who makes herein any false statement, shall be guilty of a misdemeanor.

CITY OF LACEY, WASHINGTON
60% Petition to Commence Annexation
PAGE 2

PARCEL	SIGNATURE	DATE	SITE ADDRESS	OWNER	VALUE	ACRES
11809310100	<i>Bea Peas Managing Member of Threes Company</i>	<i>9/29/23</i>	5216 NE 15TH AVE, OLYMPIA 98516	THREES COMPANY LLC	\$245,300	4.92
11809310700	<i>Bea Peas Managing Member of Threes Company</i>	<i>9/29/23</i>	5224 NE 15TH AVE, OLYMPIA 98516	THREES COMPANY LLC	\$243,500	4.63
11809310400			1630 JUDD ST NE, OLYMPIA 98516	DALTON CROSSING, LLC	\$876,300	12.58
11809310404			1504 JUDD ST NE, OLYMPIA 98516	GALLIVAN PROPERTIES LLC	\$228,800	0.23
11809310200			5118 NE 15TH AVE, OLYMPIA 98516	LINDA CANFIELD	\$477,300	4.90
11809310300			5044 NE 15TH AVE, OLYMPIA 98516	BERNARD GRIFFIN	\$327,900	0.46
11809310403			1512 JUDD ST NE, OLYMPIA 98516	DAVID OVERTON	\$632,700	0.61
11809310500			5346 15TH AVE NE, OLYMPIA 98516	ROSEMARY MCVEY	\$531,800	1.17

AFFIDAVIT BY CORPORATE OFFICER BEFORE NOTARY

STATE OF WASHINGTON
(NAME OF STATE)

COUNTY OF KING
(NAME OF COUNTY)

Personally appeared before me, the undersigned authority in and for said county and state,
BRIAN D. REAS, who having been being first duly sworn by the undersigned Notary Public,
(Name of Person Signing the Affidavit)

affirms that he/she is the MANAGING MEMBER of THREES COMPANY, a
(Title. Ex: Director, Agent, Officer, etc.) (Name of Entity)

LLC organized under the laws of WASHINGTON, with its principal office
(Type of Entity. Ex: company, corporation, etc.) (State)

located at: 17403 162ND AVE SE, RENTON, WA, and in whose behalf he/she is duly
(Address of Entity's Principal Office)

authorized to execute deeds and encumbrances, including annexation petitions on behalf of said

LLC Brian D. Reas, Managing Member
(Type of Entity)

STATE OF Washington
(NAME OF STATE)

COUNTY OF King
(NAME OF COUNTY)

I certify that I know or have satisfactory evidence that Brian D. Reas is the person
(Name of Person Signing Affidavit)

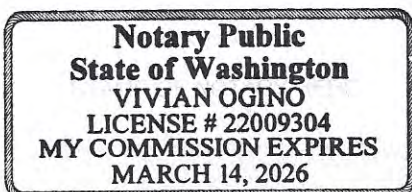
who appeared before me, and said person acknowledged that (he/she) signed this instrument, on oath

stated that (he/she) was authorized to execute the instrument, and acknowledged that as the

Managing Member of Threes Company to be the free and voluntary
(Title) (Name of Entity)

act of such party for the uses and purposes mentioned in the instrument.

Dated: June 3rd, 2023



Printed Name: Vivian Oginio

Signature: [Signature]

My Commission Expires: 3/14/2026

EXHIBIT "A"
DESCRIPTION OF
ANNEXATION AREA

THE NORTHEAST QUARTER OF THE SOUTHWEST QUARTER OF SECTION 9, TOWNSHIP 18 NORTH, RANGE 1 WEST, W.M.; TOGETHER WITH THE NORTH 30.00 FEET OF THE SOUTHEAST QUARTER OF THE SOUTHWEST QUARTER OF SAID SECTION 9, ALSO TOGETHER WITH THE EAST 30.00 FEET OF THE NORTHWEST QUARTER OF THE SOUTHWEST QUARTER OF SAID SECTION 9, ALSO TOGETHER WITH THE EAST 30.00 FEET OF THE NORTH 30.00 FEET OF THE SOUTHWEST QUARTER OF THE SOUTHWEST QUARTER OF SAID SECTION 9; ALSO TOGETHER WITH THAT PORTION OF THE NORTHWEST QUARTER OF THE SOUTHEAST QUARTER LYING WESTERLY OF THE EAST LINE OF LOTS 1, 2 AND 3 OF SHORT SUBDIVISION NO. SS 1563, AS RECORDED OCTOBER 23, 1980 UNDER AUDITOR'S FILE NO. 1126108, RECORDS OF THURSTON COUNTY, WASHINGTON.

(CONTAINING 42.14 ACRES)



9/24/2023

EXHIBIT "B"

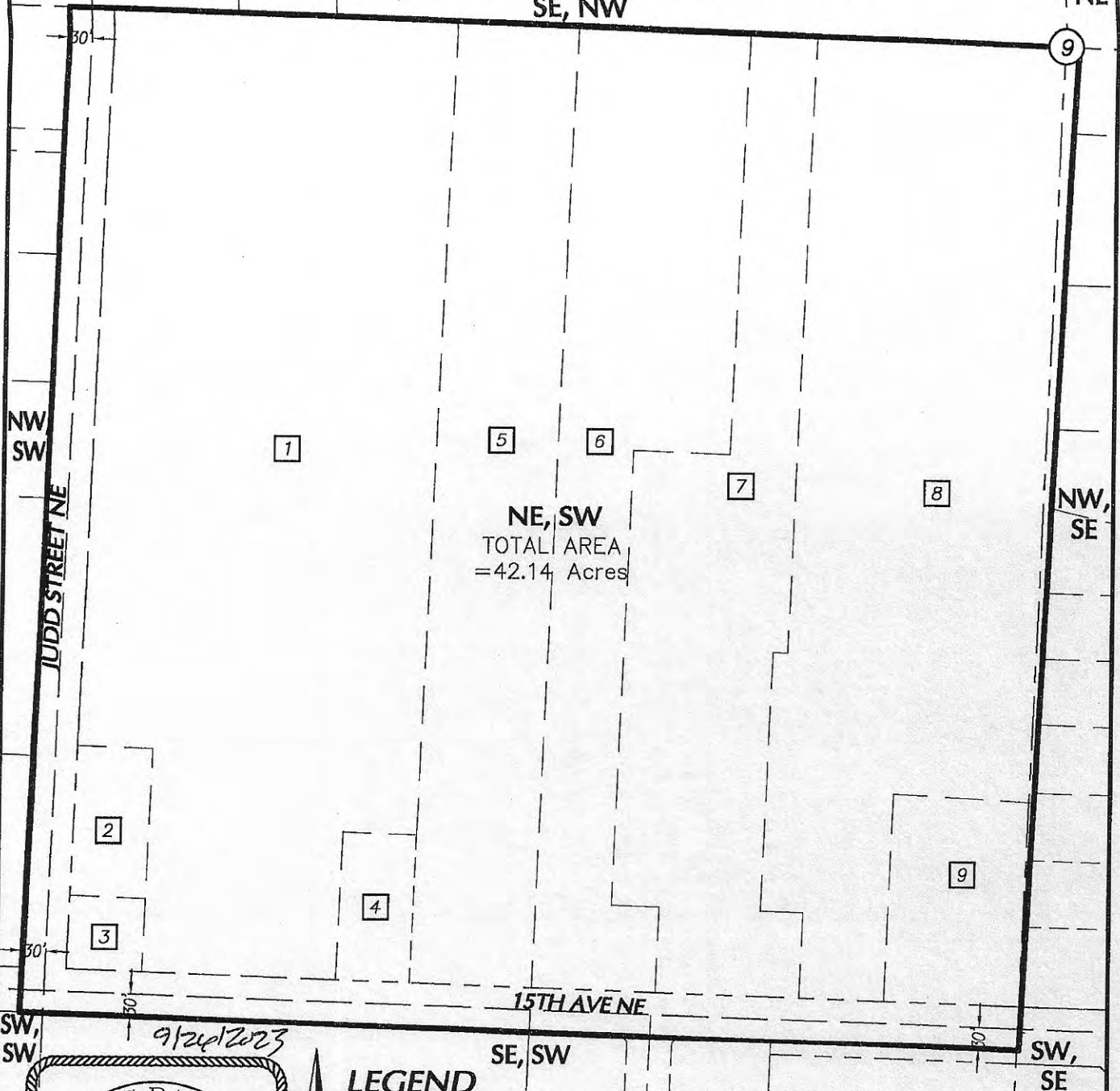
DEPICTION OF ANNEXATION AREA

A PORTION OF THE SOUTHEAST QUARTER & THE SOUTHWEST QUARTER
OF SECTION 9, TOWNSHIP 18 NORTH, RANGE 1 WEST, W.M.

SE, NW

SW,
NW

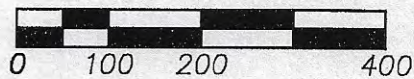
SW,
NE



LEGEND

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| 1 | APN: 11809310400 |
| 2 | APN: 11809310403 |
| 3 | APN: 11809310404 |
| 4 | APN: 11809310300 |
| 5 | APN: 11809310200 |
| 6 | APN: 11809310100 |
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SCALE: 1"=200 FEET



HATTON GODAT PANTIER

ENGINEERS AND SURVEYORS

3910 MARTIN WAY E, SUITE B

OLYMPIA, WA 98506

TEL: 360.943.1599 FAX: 360.357.6299

hattonpantier.com

14-097 EEP

DALTON CROSSING

CITY OF LACEY, WASHINGTON
60% Petition to Commence Annexation

TO: THE HONORABLE MAYOR AND CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON
420 College Street SE, Lacey, WA 98503

We, the undersigned, are owners of real property lying outside of the corporate limits of the City of Lacey, Washington, but contiguous thereto and designated as part of the Lacey urban growth boundary.

We, the undersigned, owning in excess of 60% of the current assessed value of the properties within the area depicted by the maps and legal descriptions attached hereto as Exhibits A & B, do hereby petition the City Council of Lacey to annex this area into the City's corporate limits pursuant to RCW 35A.14.120, using the pre-designated zoning and comprehensive plan land use designation subject to the following condition(s):

- a. The annexation area, if annexed, shall be required to assume it's proportionate share of the general indebtedness of the City of Lacey at the time of the effective date of such annexation.
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This petition along with its exhibits shall be presented together as one document. Multiple copies of the petition may be circulated and thenceforth filed, each which may be signed separately, but together constituting the signatures of those owners of more than 60% of the assessed value of the annexation area.

NOTE: READ BEFORE SIGNING

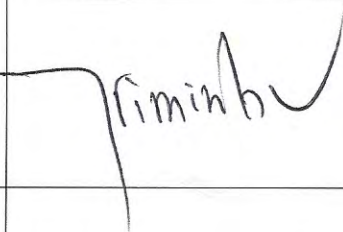
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- Any officer of a corporation owning land within the area involved, who is duly authorized to execute deeds or encumbrances on behalf of the corporation, may sign on behalf of such corporation and shall attach to the petition a certified excerpt from the bylaws of such corporation showing such authority.
- When property stands in the name of a deceased person or any person for whom a guardian has been appointed the signature of the executor, administrator, or guardian, as the case may be, shall be equivalent to the signature of the owner of the property.
- When a parcel of property is owned by multiple owners, the signature of an owner designated by the multiple owners is sufficient.
- Names of the petitioners should be in identical form as the same appear of record in the chain of title to the real estate.

PARCEL	SIGNATURE	DATE	SITE ADDRESS	OWNER	VALUE	ACRES
11809310600			5228 NE 15TH AVE, OLYMPIA 98516	THREES COMPANY LLC	\$616,900	9.15

WARNING: Every person who signs this petition with any other than his or her true name, or who knowingly signs more than one of these petitions, or signs a petition seeking an election when he or she is not a legal voter, or signs a petition when he or she is otherwise not qualified to sign, or who makes herein any false statement, shall be guilty of a misdemeanor.

CITY OF LACEY, WASHINGTON
60% Petition to Commence Annexation
PAGE 2

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11809310500			5346 15TH AVE NE, OLYMPIA 98516	ROSEMARY MCVEY	\$531,800	1.17

AFFADAVIT OF AUTHORITY TO SIGN ANNEXATION PETITION

STATE OF California
(NAME OF STATE)

COUNTY OF Orange
(NAME OF COUNTY)

I, Tri Minh Vo, having been being first duly sworn by the undersigned Notary Public,

affirms that I am a MANAGER_ of DALTON CROSSING, LLC, a limited liability company organized

under the laws of Washington State, which entity's principal office is located at: 324 West Bay Dr. NW, Ste# 201, Olympia, WA, UNITED STATES, and I have authorization to execute deeds and

encumbrances, including

annexation petitions on behalf of said limited liability company.

Tri Minh Vo 9/26/2023
Signature

STATE OF _____
(NAME OF STATE)

COUNTY OF _____
(NAME OF COUNTY)

I certify that I know or have satisfactory evidence that _____ is the person
(Name of Person Signing Affidavit)

who appeared before me, and said person acknowledged that (he/she) signed this instrument after

being administered an oath, stating that (he/she) is authorized to execute the instrument as the

_____ of _____, to be the free and voluntary
(Title) (Name of Entity)

act of such party for the uses and purposes mentioned in the instrument.

Dated: _____

SEE ATTACHED ALL-PURPOSE ACKNOWLEDGMENT

Printed Name: _____

Signature: _____

My Commission Expires: _____

ALL-PURPOSE ACKNOWLEDGMENT

AFFADAVIT OF AUTHORITY TO SIGN ANNEXATION PETITION

Title of Document: _____

Date of Document: SEPTEMBER 26, 2023

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California)

County of ORANGE) ss.

On 09/26/2023 before me, TERRY TRAN, Notary Public,
personally appeared TRI MINH VO

who proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature _____



FOR NOTARY STAMP

EXHIBIT "A"
DESCRIPTION OF
ANNEXATION AREA

THE NORTHEAST QUARTER OF THE SOUTHWEST QUARTER OF SECTION 9, TOWNSHIP 18 NORTH, RANGE 1 WEST, W.M.; TOGETHER WITH THE NORTH 30.00 FEET OF THE SOUTHEAST QUARTER OF THE SOUTHWEST QUARTER OF SAID SECTION 9, ALSO TOGETHER WITH THE EAST 30.00 FEET OF THE NORTHWEST QUARTER OF THE SOUTHWEST QUARTER OF SAID SECTION 9, ALSO TOGETHER WITH THE EAST 30.00 FEET OF THE NORTH 30.00 FEET OF THE SOUTHWEST QUARTER OF THE SOUTHWEST QUARTER OF SAID SECTION 9; ALSO TOGETHER WITH THAT PORTION OF THE NORTHWEST QUARTER OF THE SOUTHEAST QUARTER LYING WESTERLY OF THE EAST LINE OF LOTS 1, 2 AND 3 OF SHORT SUBDIVISION NO. SS 1563, AS RECORDED OCTOBER 23, 1980 UNDER AUDITOR'S FILE NO. 1126108, RECORDS OF THURSTON COUNTY, WASHINGTON.

(CONTAINING 42.14 ACRES)



9/26/2023

EXHIBIT "B"

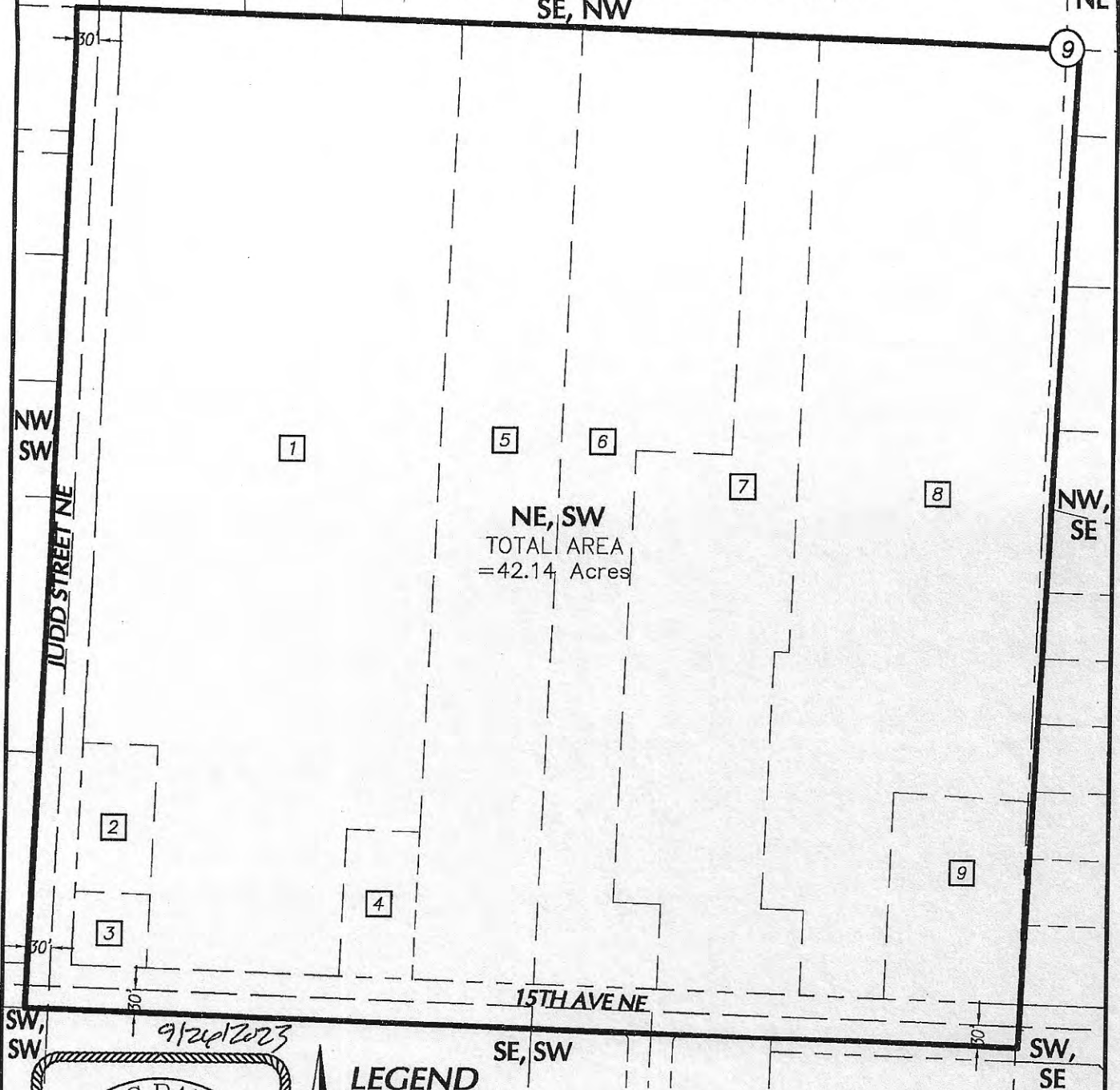
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OF SECTION 9, TOWNSHIP 18 NORTH, RANGE 1 WEST, W.M.

SE, NW

SW,
NW

SW,
NE



LEGEND

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| 1 | APN: 11809310400 |
| 2 | APN: 11809310403 |
| 3 | APN: 11809310404 |
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| 9 | APN: 11809310500 |

SCALE: 1"=200 FEET



HATTON GODAT PANTIER

ENGINEERS AND SURVEYORS

3910 MARTIN WAY E, SUITE B

OLYMPIA, WA 98506

TEL: 360.943.1599 FAX: 360.357.6299

hattonpantier.com

14-097 EEP



OVERTON

CITY OF LACEY, WASHINGTON
60% Petition to Commence Annexation

TO: THE HONORABLE MAYOR AND CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON
420 College Street SE, Lacey, WA 98503

We, the undersigned, are owners of real property lying outside of the corporate limits of the City of Lacey, Washington, but contiguous thereto and designated as part of the Lacey urban growth boundary.

We, the undersigned, owning in excess of 60% of the current assessed value of the properties within the area depicted by the maps and legal descriptions attached hereto as Exhibits A & B, do hereby petition the City Council of Lacey to annex this area into the City's corporate limits pursuant to RCW 35A.14.120, using the pre-designated zoning and comprehensive plan land use designation subject to the following condition(s):

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CITY OF LACEY, WASHINGTON
60% Petition to Commence Annexation
PAGE 2

PARCEL	SIGNATURE	DATE	SITE ADDRESS	OWNER	VALUE	ACRES
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11809310300			5044 NE 15TH AVE, OLYMPIA 98516	BERNARD GRIFFIN	\$327,900	0.46
11809310403	<i>David Overton</i>	<i>10/16/2023</i>	1512 JUDD ST NE, OLYMPIA 98516	DAVID OVERTON	\$632,700	0.61
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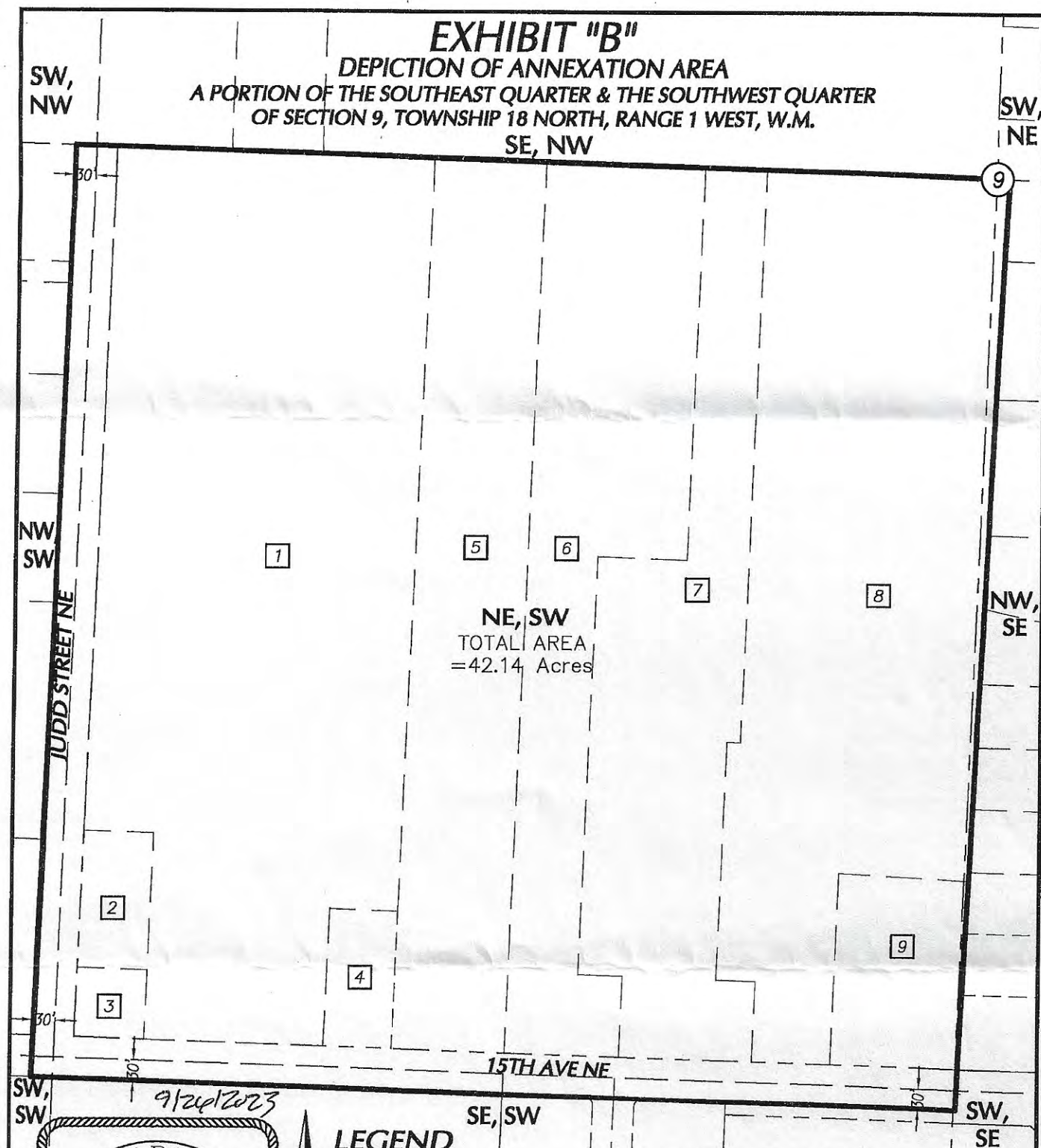
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9/24/2023

EXHIBIT "B"

DEPICTION OF ANNEXATION AREA
A PORTION OF THE SOUTHEAST QUARTER & THE SOUTHWEST QUARTER
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SE, NW



LEGEND

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| 1 | APN: 11809310400 |
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SCALE: 1"=200 FEET



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TEL: 360.943.1599 FAX: 360.357.6299

hattonpantier.com

14-097



STEVEN J. DREW
Assessor

OFFICE OF THE ASSESSOR
Service, Integrity, Fairness,
Internationally Recognized for Excellence



DECLARATION OF PETITION SUFFICIENCY

I, Cyndi Ross, do hereby certify, pursuant to RCW 35A.01.040,

That the Draham Road 60% petition for annexation to the City of Lacey, submitted to this office by Ryan Andrews on October 26, 2023, bears the names and purported signatures of persons who are owners or part owners of parcels of real property lying within the proposed annexation area collectively of not less than **sixty percent** of the assessed value of the total proposed annexation area.

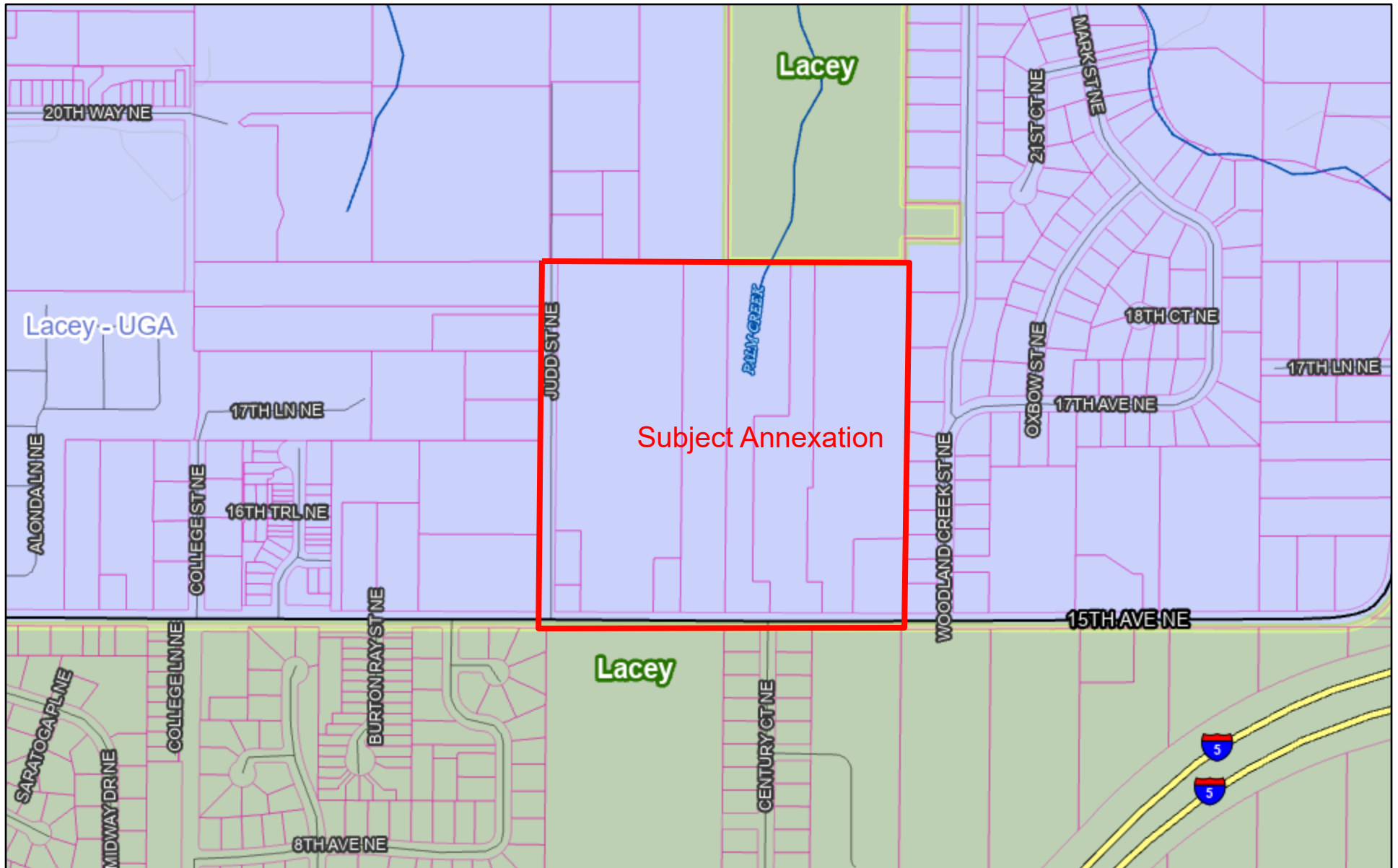
The undersigned cannot certify the authenticity of the signatures of such named owners, because authenticated signatures of such owners are not required to be kept in the records of Thurston County for such real property.

I declare under penalty of perjury under the laws of the State of Washington that the foregoing is true and correct.

Dated this 2nd Day of November 2023 in Olympia, Washington.

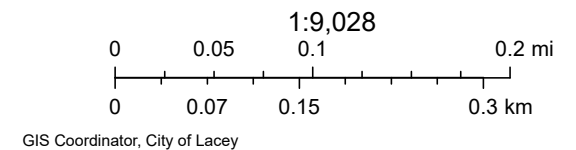
Cyndi Ross
Property Administration Manager
Thurston County Assessor's Office

Draham Road Annexation Overview



11/3/2023, 10:24:53 AM

- | | | | |
|--------------|---------------|-------------|--------------------|
| UGA | Stream | Major Roads | Unnamed |
| City Limits | Lacey Streets | Minor Roads | Lacey Area Parcels |
| Interstate 5 | | | |

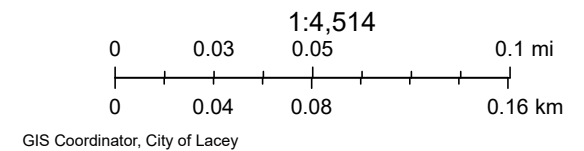


Draham Road Annexation Aerial Photo

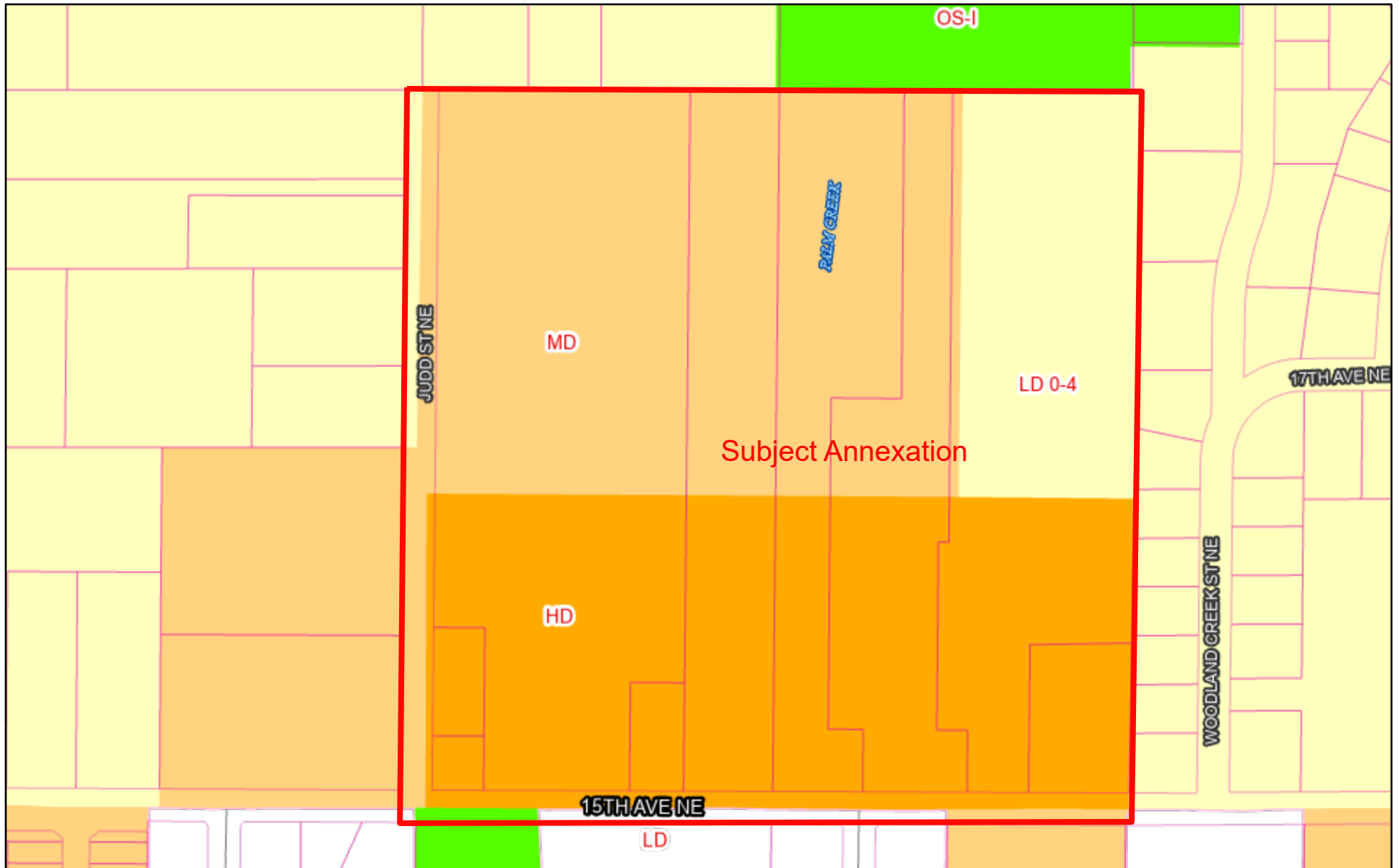


11/3/2023, 10:20:58 AM

— Stream Lacey Streets — Minor Roads
— Major Roads Lacey Area Parcels



Draham Road Annexation Zoning



11/3/2023, 10:22:14 AM

Lacey Zoning

LD 0-4 Low Density Residential

MD Moderate Density Residential

HD High Density Residential

OS-I Open Space Institutional

<all other values>

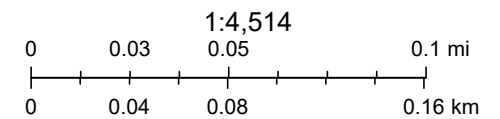
Stream

Lacey Streets

Major Roads

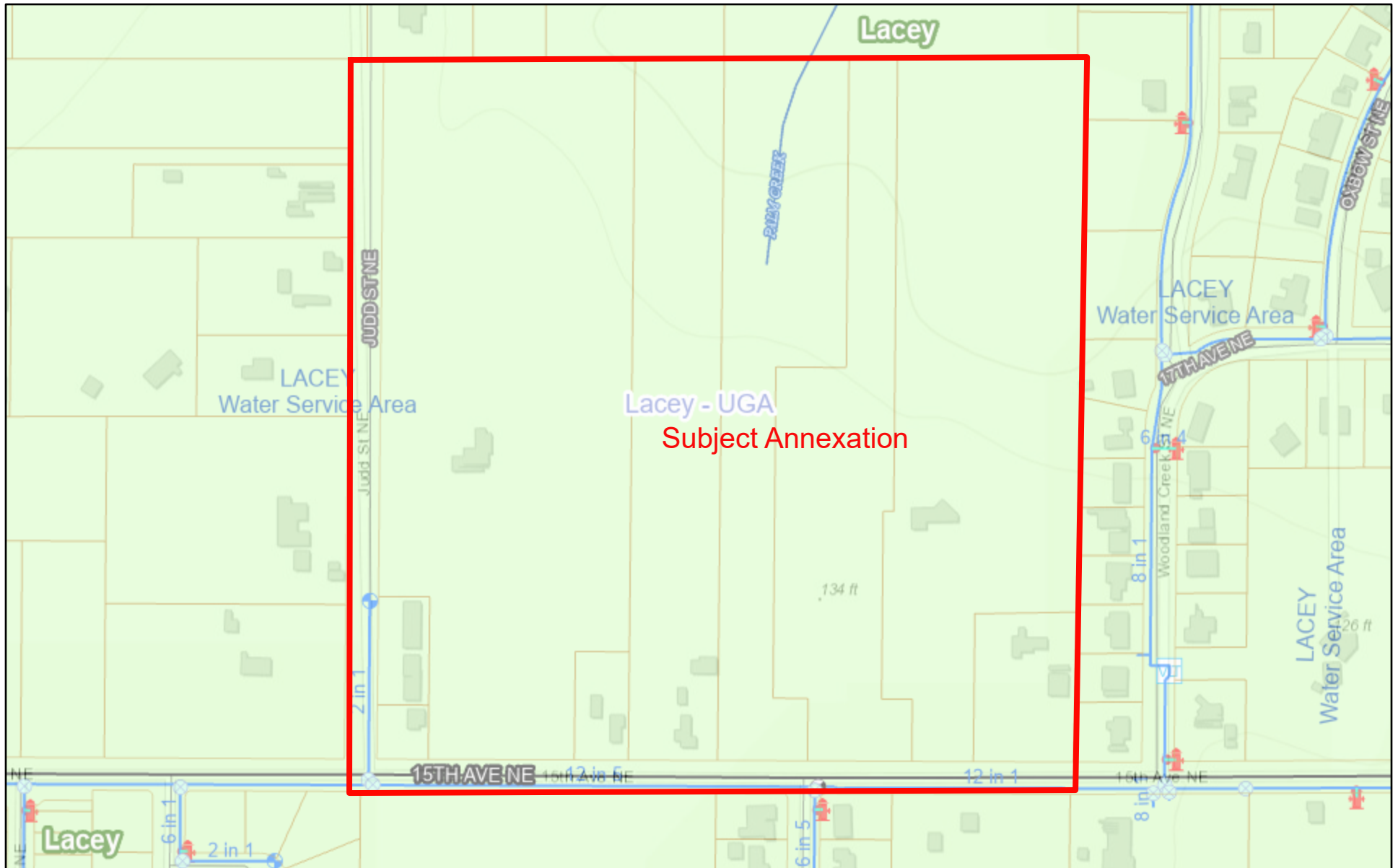
Minor Roads

Lacey Area Parcels



GIS Coordinator, City of Lacey

Draham Road Annexation Water



11/3/2023, 10:30:33 AM

Fire Facilities

- Hydrant
- Hydrant Valve

Water Facilities

- Pressure Regulating Vault
- Water Mains
- Main, COL

Water Valves

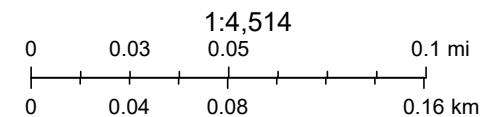
- Blow Off
- Butterfly

Water Service Areas

- LACEY
- Lacey Area Parcels

UGA

- City Limits
- Stream

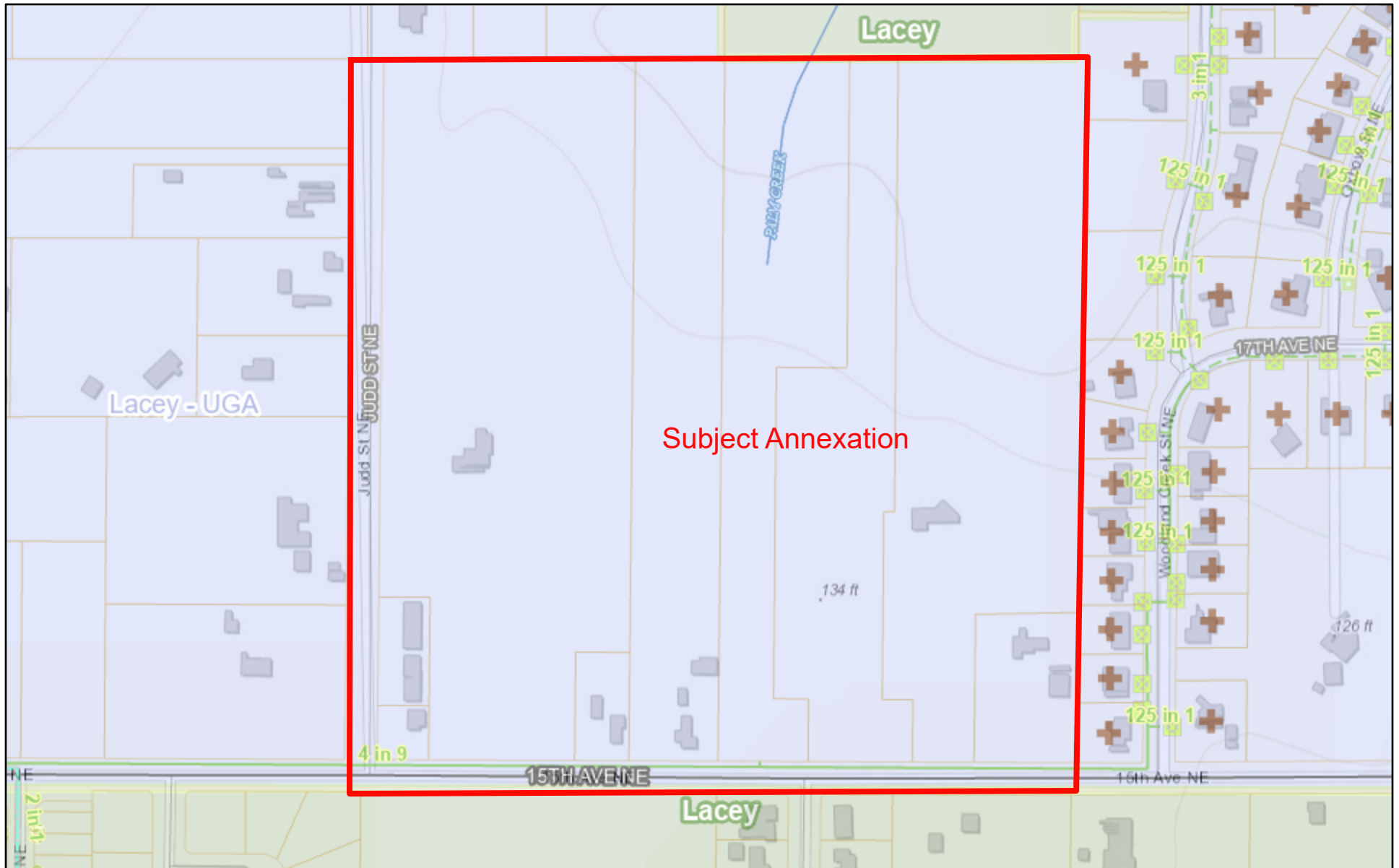


GIS Coordinator, Bureau of Land Management, Esri Canada, Esri, HERE, Garmin, INCREMENT P, USGS, EPA, USDA

ArcGIS Web AppBuilder

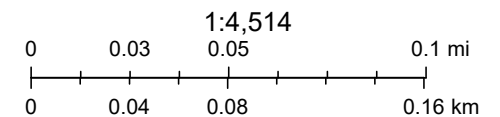
Bureau of Land Management, Esri Canada, Esri, HERE, Garmin, INCREMENT P, USGS, EPA, USDA | GIS Coordinator |

Draham Road Annexation Sewer



11/3/2023, 10:42:37 AM

- | | | | | |
|-----------------------|------------------------|----------------------|----------------------|-----------------|
| + | --- STEP Main, COL | ■ Pig Launch, COL | □ Lacey Area Parcels | — Stream |
| — Sewer Main | --- <all other values> | ■ Sewer Facility | □ UGA | — Lacey Streets |
| — Force Main, COL | ■ Equipment | ■ STEP, COL | □ City Limits | — Major Roads |
| ... Gravity Main, COL | ● Cleanout, COL | ● Grinder, PVT/Other | | — Minor Roads |



GIS Coordinator, Bureau of Land Management, Esri Canada, Esri, HERE, Garmin, INCREMENT P, USGS, EPA, USDA



LACEY CITY COUNCIL MEETING

November 16, 2023

SUBJECT: 2024 Budget Hearing

RECOMMENDATION: Conduct Budget Hearing, accept public comment, and discuss potential changes to the proposed budget.

STAFF CONTACT: Rick Walk, City Manager *RW*
Troy Woo, Finance Director *TW*

ORIGINATED BY: Troy Woo, Finance Department

ATTACHMENTS:

**WORK PLAN GOAL
AND STRATEGY:** None

FISCAL NOTE: Total Proposed 2024 Budget - \$303,609,232
Total Proposed 2024 General Fund Budget - \$87,482,207

PRIOR REVIEW:

BACKGROUND:

On November 16, 2023, the City Council is scheduled to conduct the first of two public hearings on the proposed 2024 Budget. The purpose of these hearings is to accept public comment and to provide staff with any guidance or direction regarding the proposed 2024 Budget. City Council direction will be incorporated into the budget, which is scheduled for adoption on December 21, 2023.

The development of the 2024 Budget is a result of the dedication and time investment made by the City Council and City staff. Late July, the department directors submitted their budget proposals. City Manager Walk met individually with each department director to review the budget proposals during late August. The Finance and Economic Development Committee received a budget update on September 26, 2023. The full Council discussed and provided guidance on key 2024 Budget issues at a budget workshop conducted on October 5, 2023. City Manager Walk presented a balanced 2024 Budget to the City Council on October 19, 2023.

The total Proposed 2024 Budget is \$303,609,232, which is an increase of \$79,797,075 compared to the amended 2023 Budget. Significant capital expenditures and related one-

time capital transfers, utility debt issuance and related transfers, workforce additions, and increasing labor costs are the main reasons for the \$79.8 million increase.

For the moment, revenue growth from property tax and new construction, retail sales, and investment income during and post pandemic is funding the rising costs of maintaining service levels and the expansion of service in certain areas.

The total proposed General Fund Budget is \$87,482,207. This is an increase of \$10,710,484 or 14.0 percent compared to the amended 2023 General Fund Budget.

The increase to the General Fund Budget expenditures is mostly attributed to higher one-time capital transfers related to the first year of the new police station construction and the development of Cuoio Park Phase 1A. Also contributing to the increase are the aforementioned increases to the workforce and inflationary growth to the cost of labor.

The proposed 2024 Budget maintains all services and continues to provide funding for a number of capital projects, equipment replacements and community investments such as the new police station, Cuoio Park Phase 1A, police records management system replacement, strategic economic investments, vehicle and equipment replacements, Carpenter Road and Britton Parkway roundabout, College Street Northeast Extension, College Street and 16th Avenue/29th Avenue roundabout designs, 2024 street overlay and sidewalk repair program, LED street light upgrades, two water pH treatment facilities, Terry Cargil Water Reservoir, well improvements and rehabilitation, water transmission line replacements, Tolmie Park Estates sewer, wastewater lift station replacement and rehabilitations, wastewater main improvements, and stormwater facility improvements.

Subsequent to the City Manager's October 19 budget presentation, the 2024 proposed budget has been adjusted to include the following changes:

- Property tax adjustments for the 2023 refund levy and a slight decrease due to adjustments to new construction. These adjustments increased the property tax projection by \$135,322.
- \$125,000 for General Fund professional services, which includes increases to public defense and retreat preparation and facilitation.
- Anticipating an amendment to the Lacey Municipal Code relating to the funding of utility capital repairs and replacement, water and sewer capital transfers increased \$3,506,789.

The City Council is scheduled to conduct a second and final budget hearing on December 7, 2023. Budget adoption is scheduled for December 21, 2023.

CITY OF LACEY

Official Proclamation

WHEREAS, the City of Lacey celebrates and supports our local small businesses and the contributions they make to our local economy and community; and

WHEREAS, there are currently 33.2 million small businesses in the United States, which represents 99.9% of firms with paid employees in the United States; and

WHEREAS, small businesses employ over 47.3% of employees in the private sector in the United States, and are responsible for 63% of new jobs created over the past 20 years; and

WHEREAS, 59% of shoppers reported they shopped online with a small business and 55% reported they dined or ordered takeout from a small restaurant, bar, or café on Small Business Saturday in 2022; and

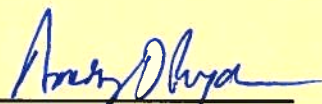
WHEREAS, the City of Lacey supports our local businesses that create jobs, boost our local economy, and preserve our communities; and

WHEREAS, advocacy groups, and public and private organizations in our community and across the country have endorsed the Saturday after Thanksgiving as Small Business Saturday.

NOW, THEREFORE, I, Andy Ryder, Mayor of the City of Lacey, on behalf of the Lacey City Council, do hereby proclaim Saturday, November 25, 2023, as

Small Business Saturday

in the City of Lacey, and urge all community members to support small businesses and merchants on Small Business Saturday and throughout the year.



Mayor Andy Ryder
November 16, 2023



LACEY CITY COUNCIL MEETING

November 16, 2023

SUBJECT: Resolution authorizing the 2024 Ad Valorem Tax increase

RECOMMENDATION: Motion: To adopt Resolution 1141 authorizing the increase of the 2024 Ad Valorem tax levy by one percent over the tax levy of 2023.

STAFF CONTACT: Rick Walk, City Manager *RW*
Troy Woo, Finance Director *W*

ORIGINATED BY: Troy Woo, Finance Department

ATTACHMENTS: 1. Resolution No. 1141

FISCAL NOTE: Projected 2024 General Levy Collections \$8,830,521

**WORK PLAN GOAL
AND STRATEGY:** None

PRIOR REVIEW: Budget Workshop on October 5, 2023
Revenue Hearing on November 2, 2023

BACKGROUND:

RCW 84.55.005(2)(c) sets the property tax limit factor for a taxing jurisdiction with a population over 10,000 as the lesser of 101 percent or 100 percent plus inflation.

The Thurston County Assessor's Office suggests the adoption of a separate resolution or ordinance to satisfy the provisions of RCW 84.55.120 (3)(a), which states:

Except as provided in (b) of this subsection (3), no increase in property tax revenue may be authorized by a taxing district, other than the state, except by adoption of a separate ordinance or resolution, pursuant to notice, specifically authorizing the increase in terms of both dollars and percentage. The ordinance or resolution may cover a period of up to two years, but the ordinance must specifically state for each year the dollar increase and percentage change in the levy from the previous year.

The exceptions referenced above relate to new construction, improvements to property, newly constructed wind turbines, annexation, and state-assessed utility property.

The inflation factor to be used for the 2024 property taxes is 3.67 percent.

The proposed resolution includes provisions to comply with this requirement, which will allow the County Assessor's Office to assess the City's 2024 property tax as authorized. The resolution authorizes an increase of one percent, which is equal to \$84,887.

It is requested that the City Council review and adopt the resolution relating to the 2024 property taxes.

ADVANTAGES:

1. The adopted property tax levels will help balance the proposed 2024 Budget, which preserves current service levels.
2. Exercising 101 percent revenue limit will help address the rising costs of the City's service delivery.

DISADVANTAGES:

1. Increasing property tax collections by the 1.0 percent revenue limit is challenging regardless of the economic conditions. However, this modest increase allows the City of Lacey to preserve its current and future service levels.

RESOLUTION NO. 1141

CITY OF LACEY

A RESOLUTION OF THE CITY OF LACEY, WASHINGTON, AUTHORIZING THE INCREASE OF THE 2024 AD VALOREM TAX LEVY BY ONE PERCENT OVER THE TAX LEVY OF 2023.

WHEREAS, a public hearing was held before the City Council of the City of Lacey on November 2, 2023, for purposes of considering revenue sources to fund the City's 2024 Current Expense Budget which consists of expenditures to provide ongoing services exclusive of capital expenditures, utility and other enterprise funds and special assessment funds of the City, and

WHEREAS, the City of Lacey actual levy amount from the previous year was \$8,488,672, and

WHEREAS, the population of the City of Lacey is more than 10,000.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, that an increase in the regular property tax levy is hereby authorized for the levy to be collected in the 2024 tax year. The dollar amount of the increase over the actual levy amount from 2023 shall be \$84,887, which is an increase of 1.0 percent from the previous year. This increase is exclusive of additional revenue resulting from new construction, improvements to property, newly constructed wind turbines, solar, biomass, and geothermal facilities, and any increase in the value of state assessed property within the City and allowed adjustments for annexation and refunds.

PASSED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, this 16th day of November, 2023.

CITY COUNCIL

Mayor

Attest:

Approved as to form:

City Clerk

City Attorney



LACEY CITY COUNCIL MEETING

November 16, 2023

SUBJECT: Ad Valorem Tax Ordinance

RECOMMENDATION: Motion: To adopt Ad Valorem Tax Ordinance No. 1644

STAFF CONTACT: Rick Walk, City Manager *RW*
Troy Woo, Finance Director *tw*

ORIGINATED BY: Troy Woo, Finance Department

ATTACHMENTS: 1. Ordinance No. 1644

FISCAL NOTE: 2024 General Levy Collections \$8,830,521
2024 Excess Bond Levy Collections (Parks) \$360,200

**WORK PLAN GOAL
AND STRATEGY:** None

PRIOR REVIEW: Budget Workshop on October 5, 2023
Revenue Hearing on November 2, 2023

BACKGROUND:

Each year the taxing districts must certify their budgets and property tax levies by November 30, or the County Assessor must use the previous year's certified levy amounts.

There are a number of adjustments to the City's property tax levy. The proposed 2024 levy will be increased by the refund levy, revenue limit, and new construction.

The refund levy represents adjustments that were made to property assessments based on property owner assessment appeals, technical errors, or the granting of exemptions. These adjustments were made during the period of October 1, 2022, through September 30, 2023. The refunds did not change the legal property tax levy limit during that period, so the City is allowed to recover the refunded tax dollars in the following year.

The property tax revenue limit for jurisdictions with populations greater than 10,000 is 101 percent or 100 percent plus inflation, whichever is less. Increases resulting from new construction and improvements to property, newly constructed wind turbines, and state-assessed utility property are exempt from the revenue limit. The revenue limit is challenging for the City of Lacey because property tax is a significant source of revenue for the General

Fund. 10.1 percent of all proposed 2024 General Fund budgeted revenues are from property taxes. It is typical for inflation to be in excess of one percent, so the 101 percent property tax limit normally does not keep pace with the City's rising expenditures.

The inflation factor to be used to determine 2024 property tax collections is 3.67 percent, so the City Council is authorized to increase property taxes by the 101 percent property tax limit.

While the 101 percent revenue limit is challenging, the City of Lacey has been able to address growing service demands and inflationary growth to expenditures with strong property tax growth from new construction. The 2024 additions from new construction were higher than the historical projections. New construction valuing \$179,466,593 will be added to next year's assessed value. This will result in a property tax increase of \$121,490.

The overall assessed value for Lacey is decreasing \$368,112,946. After removing the impacts of new construction existing assessed valuation decreased \$547,579,539. Decreasing valuations result in higher overall levy rates. Properties, which experienced decreases in assessed valuation at a similar rate as the overall Lacey valuation will not experience any significant increase to the City of Lacey property tax. Due to the 101 percent revenue limit, levy rates change inversely to the changes to assessed values. The following table illustrates the impact of a 10.0 percent decrease to property assessments with the one-percent revenue limit in effect.

<u>Tax District - City of Lacey</u>	<u>Year 1</u>	<u>Year 2</u>	<u>Change</u>
Revenue Limit (1%)	\$ 1,000,000	\$ 1,010,000	1.0%
Total District Assessed Value	100,000,000	90,000,000	-10.0%
Levy Rate per \$1,000 Assessed Value	\$ 10.00	\$ 11.22	12.2%

<u>House in Lacey</u>	<u>Year 1</u>	<u>Year 2</u>	<u>Change</u>
Assessed Value	\$ 100,000	\$ 90,000	-10.0%
Taxes Due (Assessed Value x Levy Rate)	\$ 1,000	\$ 1,010	1.0%

The table illustrates that a house in Lacey that is depreciating in value at the same rate (10.0 percent) as the average depreciation rate for Lacey, and without considerations of statewide levies or other taxing districts, will have taxes due increased by one percent or the revenue limit.

The proposed ad valorem tax ordinance sets the 2024 general property tax at \$8,830,521. This will result in an estimated levy rate of \$0.7255 per \$1,000 of assessed valuation. This is an increase of \$341,849 or 4.03 percent compared to the 2023 general property tax collections. The adjustments to next year's levy include a \$121,490 increase due to new construction, an \$84,887 increase due to exercising the 1.0 percent revenue limit adjustment, and a \$135,472 increase from the 2023 refund levy.

The proposed ordinance also sets the voter-approved GO Bond redemption property tax levies. The total 2024 property tax levy collection for GO Bond redemption is \$360,200. The

total estimated GO Bond redemption levy rate is \$0.02986 per \$1,000 of assessed valuation. The outstanding GO Bonds and their portion of the property tax levies are listed below.

	<u>Date Issued</u>	<u>Original Amount</u>	<u>Outstanding Balance</u>	<u>2024 Principal & Int.</u>	<u>Rate/ \$1,000 AV</u>
Parks Imp. GO Refunded Bonds 2015	May 20, 2015	2,995,000	1,005,000	360,200	0.02986
				\$ 360,200	\$ 0.02986

It is requested that the City Council review and adopt the ordinance setting the 2024 property tax levies.

ADVANTAGES:

1. The proposed property tax levels will help balance the proposed 2024 Budget, which preserves current service levels.
2. Exercising 101 percent revenue limit will help offset the rising costs of the City's service delivery.

DISADVANTAGES:

1. Increasing property tax collections by the 1.0 percent revenue limit is challenging regardless of the economic conditions. However, this modest increase allows the City of Lacey to preserve its service levels.

ORDINANCE NO. 1644

CITY OF LACEY

AN ORDINANCE OF THE CITY OF LACEY, WASHINGTON, FIXING THE AMOUNT OF THE ESTIMATED EXPENDITURES, LESS THE ESTIMATED REVENUES FROM SOURCES OTHER THAN AD VALOREM TAXATION, NEEDED FOR THE CURRENT EXPENSE BUDGET AND FOR THE PAYMENT OF PRINCIPAL AND INTEREST UPON THE GENERAL BONDED INDEBTEDNESS OF THE CITY OF LACEY FOR THE FISCAL YEAR 2024; LEVYING THE ANNUAL AD VALOREM TAXES OF THE CITY OF LACEY FOR THE FISCAL YEAR 2024 AND APPROPRIATING SAME TO CERTAIN FUNDS FOR CERTAIN PURPOSES AND ADOPTING A SUMMARY FOR PUBLICATION.

WHEREAS, a public hearing was held before the City Council of the City of Lacey on November 2, 2023, for purposes of considering revenue sources to fund the City's 2024 Current Expense Budget which consists of expenditures to provide ongoing services exclusive of capital expenditures, utility and other enterprise funds and special assessment funds of the City, and

WHEREAS, the assessed valuation of all taxable property within the City as determined by the Thurston County Assessor is \$12,171,442,714 for the General Levy and \$12,063,157,129 for the park improvement general obligation levies, and

WHEREAS, under RCW 84.55.005(2)(c), the limit factor for a taxing jurisdiction with a population of 10,000 or more is the lesser of 101 percent or 100 percent plus inflation, and

WHEREAS, RCW 84.55.005(1) defines "inflation" as the percentage change in the implicit price deflator for personal consumption expenditures for the United States as published for the most recent twelve-month period by the Bureau of Economic Analysis of the federal Department of Commerce by September 25 of the year before the taxes are payable, and

WHEREAS, "inflation" to be used for 2024 is 3.67 percent and the limit factor is therefore 101 percent, meaning the taxes levied in the City of Lacey in 2023 for collection in 2024 will increase an amount equal to one percent over the amount collected in 2023 except for the amounts resulting from new construction and improvements to property, adjustments for annexation, newly constructed wind turbines, and any increase in the value of state-assessed utility property.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, as follows:

Section 1. The property tax levy, together with all adjustments thereto is shown below:

	<u>Adjustment Amount</u>	<u>% Increase/ Decrease</u>
2023 Property Tax Levy	\$ 8,488,672	
2024 General Levy Increase	84,887	1.00%
2024 New Construction Levy	121,490	1.43%
2024 Net Refund Levy	<u>135,472</u>	<u>1.60%</u>
2024 General Property Tax Levy	\$ 8,830,521	4.03%

Section 2. The levies to raise \$360,200 from property tax for bond redemption and interest on voted general obligation bond indebtedness for the City of Lacey are as follows:

	<u>Total Assessed Valuation</u>	<u>\$ Amount per \$1,000 Assessed Value</u>	<u>\$ Amount of Levy</u>
2015 Refunded Parks Imp.	12,063,157,129	0.02986	360,200

Section 3. The taxes herein provided for are levied for the purpose of raising revenue sufficient to pay the principal and interest upon the general bonded indebtedness, if any, of the City of Lacey, for a portion of the General Fund, and for the operation of the different departments of the municipal government of the City of Lacey for the fiscal year beginning January 1, 2024, and ending December 31, 2024 (current expense budget); and are hereby levied upon all the real and personal property as shown by the assessment in the County of Thurston as finally fixed by the County and State Board of Equalization, and as extended upon the books of the County Assessor showing the property within said City subject to taxation for municipal purposes and upon the amount of real and personal property as certified by the County Assessor, all pursuant to and under and by virtue of the laws of the State of Washington.

Section 4. That the taxes collected from the levies hereby fixed and made are hereby appropriated and this appropriation, together with the estimated revenues from all sources other than ad valorem taxation shall, when the annual budget for the fiscal year 2024 is finalized and adopted by ordinance, constitute the appropriations of the City of Lacey for the fiscal year 2024.

Section 5. Corrections. The City Clerk and the codifiers of this ordinance are authorized to make necessary corrections to this ordinance including, but not limited to, the correction of scrivener's/clerical errors, references, ordinance numbering, section/subsection numbers and any references thereto.

Section 6. The Summary attached hereto is hereby approved for publication.

PASSED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON,
this 16th day of November, 2023.

CITY COUNCIL

Mayor

Attest:

Approved as to form:

City Clerk

City Attorney

Publish: November 20, 2023

SUMMARY FOR PUBLICATION

ORDINANCE NO. 1644

CITY OF LACEY

The City Council of the City of Lacey, Washington, passed on November 16, 2023, Ordinance No. 1644, entitled "AN ORDINANCE OF THE CITY OF LACEY, WASHINGTON, FIXING THE AMOUNT OF THE ESTIMATED EXPENDITURES, LESS THE ESTIMATED REVENUES FROM SOURCES OTHER THAN AD VALOREM TAXATION, NEEDED FOR THE CURRENT EXPENSE BUDGET AND FOR THE PAYMENT OF PRINCIPAL AND INTEREST UPON THE GENERAL BONDED INDEBTEDNESS OF THE CITY OF LACEY FOR THE FISCAL YEAR 2024; LEVYING THE ANNUAL AD VALOREM TAXES OF THE CITY OF LACEY FOR THE FISCAL YEAR 2024 AND APPROPRIATING SAME TO CERTAIN FUNDS FOR CERTAIN PURPOSES AND ADOPTING A SUMMARY FOR PUBLICATION."

The main points of the Ordinance are described as follows:

1. The Ordinance sets the 2024 general property tax levy to be in the sum of \$8,830,521.00 and sets the amount of ad valorem tax levies for the payment of outstanding bonded indebtedness.
2. The Ordinance declares that the taxes levied, together with estimated revenues from all other sources other than ad valorem taxation shall constitute the appropriations of the City for the 2024 fiscal year budget.
3. Provides provisions for corrections.
4. The Ordinance approves this Summary for publication.

A copy of the full text of this Ordinance will be mailed without charge to any person requesting the same from the City of Lacey.

Published: November 20, 2023.



LACEY CITY COUNCIL MEETING

November 16, 2023

SUBJECT: Modify the public utility business tax rate on water distribution business activities

RECOMMENDATION: Motion: To adopt Ordinance 1645, amending LMC 3.01.040 modifying the public utility business tax rate on water distribution.

STAFF CONTACT: Rick Walk, City Manager *RW*
Troy Woo, Finance Director *TW*

ORIGINATED BY: Troy Woo, Finance Department

ATTACHMENTS: 1. Ordinance No. 1645

FISCAL NOTE: Net zero impact to the water customers

WORK PLAN GOAL AND STRATEGY: None

PRIOR REVIEW: Finance & Economic Development Committee on Sept. 26, 2023
2024 Budget Workshop on October 5, 2023

BACKGROUND:

In October 2008, the Washington State Supreme Court ruled on Lane v. City of Seattle. The ruling impacted nearly all municipal water utilities. The ruling related to the allocation and cost recovery of fire suppression costs. The Supreme Court ruling confirmed that fire hydrants and other costs related to fire suppression are the responsibility of the general government and not the water utility.

To bring the City into compliance with the court ruling, a fire protection services cost allocation plan was developed as part of the 2013-2017 multi-year rate study. The consultant's full allocation study analyzed all sections of the water system (pumping, water mains, supply, reservoirs, and hydrants). The final analysis determined that \$504,380 or 5.7 percent of water utility expenditures were related to fire protection services. To ensure that fire protection expenses were paid by the general governmental function, the City Council adopted the consultant's recommendation for the City's General Fund to directly pay the Water Utility \$504,380 for fire protection services and that the water rates be reduced by the same amount. To fund the fire protection services, the public utility business tax rate for

water distribution activities was increased 6.04 percent. This increase generated the funds necessary to pay the increased expense. The recommendation resulted in a net zero impact to the water customer.

The proposed 2013 water rates included a 5.39 percent reduction to the water rates prior to applying the annual rate increase. The utility tax on water utilities was increased to a total of 12.04 percent. The Lane v. City of Seattle ruling confirmed the legality of increasing the tax to pay for fire protection services.

During the 2013 Legislative Session, Substitute House Bill 1512 was signed into law. This legislative change allows water purveyors to recover fire suppression costs under RCW 70A.145.030:

A purveyor may allocate and recover the costs of fire suppression water facilities and services from all customers as costs of complying with state laws and regulations, or from customers based on service to, benefits conferred upon, and burdens and impacts caused by various classes of customers, or both.

It is staff's recommendation to rescind the 6.04 percent public utility business tax rate for water distribution activities and increase the current water rates by 5.6981 percent prior to applying the proposed 2024 5.25 percent annual rate increase. The 5.6981 percent water rate increase will be offset by the utility business tax reduction resulting in no impact to water customers. The following table illustrates the net zero impact of rescinding the 6.04 percent utility tax and increasing water rates by 5.6981 percent:

	Adopted	2023 Rates
<u>Average Residential Bill</u>	<u>2023 Rates</u>	<u>Including Fire Cost</u>
Monthly Base Charge	\$ 19.33	\$ 20.44
Volume Charge (9 ccf)	20.99	22.18
Total Water Charge	\$ 40.32	\$ 42.62
Current Utility Tax (6.0%)	\$ 2.42	\$ 2.56
6.04% Utility Tax Decrease	2.44	-
Total Utility Bill	\$ 45.18	\$ 45.18

The 5.6981 percent water rate increase will be incorporated into the 2024-2027 water rate ordinance that will also be presented for City Council consideration on November 16, 2023.

ORDINANCE NO. 1645

CITY OF LACEY

AN ORDINANCE MODIFYING THE PUBLIC UTILITY BUSINESS TAX RATE ON WATER DISTRIBUTION BUSINESS, AMENDING SECTION 3.01.040 OF THE LACEY MUNICIPAL CODE AND APPROVING A SUMMARY FOR PUBLICATION.

WHEREAS, the Revised Code of Washington 70A.145.030 authorizes the allocation and recovery of the costs of fire suppression water facilities and services from all water customers, and

WHEREAS, there will be no financial impact to water customers to increase water rates and rescind the portion of the water public utility business tax related to the cost of fire suppression services; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, as follows:

Section 1. Section 3.01.040 of the Lacey Municipal Code is hereby amended to read as follows:

3.01.040 Rate.

The rate of tax levied pursuant to LMC 3.01.030 on all public utility businesses ~~except the water distribution business shall be six percent. The rate of tax levied pursuant to LMC 3.01.030 for water distribution business shall be 12.04 percent.~~

Section 2. This Ordinance shall be effective as of January 1, 2024.

Section 3. The City Clerk and the codifiers of this ordinance are authorized to make necessary corrections to this ordinance including, but not limited to, the correction of scrivener's/clerical errors, references, ordinance numbering, section/subsection numbers and any references thereto.

Section 4. The Summary attached hereto is hereby approved for publication.

PASSED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, on this 16th day of November, 2023.

CITY COUNCIL

Mayor

Attest:

Approved as to form:

City Clerk

City Attorney

SUMMARY FOR PUBLICATION
ORDINANCE NO. 1645
CITY OF LACEY

The City Council of the City of Lacey, Washington, passed on November 16, 2023, Ordinance No. 1645, entitled “**AN ORDINANCE MODIFYING THE PUBLIC UTILITY BUSINESS TAX RATE ON WATER DISTRIBUTION BUSINESS, AMENDING SECTION 3.01.040 OF THE LACEY MUNICIPAL CODE AND APPROVING A SUMMARY FOR PUBLICATION.**”

A section by section summary of this ordinance is as follows:

Section 1 amends section 3.01.040 establishing the public utility business rate tax of all public utilities at six percent.

Section 2 establishes the effective date of January 1, 2024.

Section 3 provides provisions for corrections.

Section 4 approves this summary.

A copy of the full text of this Ordinance will be mailed without charge to any person requesting the same from the City of Lacey.

City Clerk

Published: November 20, 2023



LACEY CITY COUNCIL MEETING

November 16, 2023

SUBJECT: 2024-2027 Water Rate Ordinance

RECOMMENDATION: Motion: To Adopt Ordinance 1646, amending LMC 13.32.030 establishing water rates for 2024 through 2027.

STAFF CONTACT: Rick Walk, City Manager *RW*
Troy Woo, Finance Director *TW*

ORIGINATED BY: Troy Woo, Finance Department

ATTACHMENTS: 1. Ordinance No. 1646

FISCAL NOTE:

**WORK PLAN GOAL
AND STRATEGY:** None

PRIOR REVIEW: 2024 Budget Workshop on October 5, 2023
Finance & Economic Development Committee October 24, 2023
2024 Revenue Hearing on November 2, 2023

BACKGROUND:

The next update of the water comprehensive plan is in its final form, but will not be considered until the next City Comprehensive Plan update process in 2024. The draft water comprehensive plan financial chapter recommends 5.25 percent increases for the years 2022 through 2027. Staff recommends adopting 5.25 percent increases for the years 2024 through 2027 in anticipation of the adoption of the water comprehensive plan in 2024.

The 2024 rates include a 5.6981 percent increase to the water rates prior to applying the 5.25 percent proposed rate increase as a concurrent action to rescind the 2013 actions exercised to comply with the requirements of the fire suppression Supreme Court ruling. It is proposed that the 5.6981 percent increase be enacted with a proposed 6.04 percent decrease to the utility tax on water utilities, which will result in a net zero impact to the water customers. The following table illustrates the net zero impact of the fire suppression cost implementation:

<u>Average Residential Bill</u>	<u>Adopted 2023 Rates</u>	<u>2023 Rates Including Fire Cost</u>
Monthly Base Charge	\$ 19.33	\$ 20.44
Volume Charge (7 ccf)	13.43	14.19
Total Water Charge	\$ 32.76	\$ 34.63
Current Utility Tax (6.0%)	\$ 1.97	\$ 2.08
6.04% Utility Tax Decrease	1.98	-
Total Utility Bill	\$ 36.71	\$ 36.71

A 5.25 percent increase to the 2024 residential water service charge is equal to \$1.82 per month (700 cubic feet). The following table illustrates the impact of a 5.25 percent increase for the years 2024-2027:

	<u>2023</u>					
	<u>2023</u>	<u>Adjust.</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>
Base Rate	\$19.33	\$20.44	\$21.51	\$22.64	\$23.83	\$25.08
Consumption	<u>\$13.43</u>	<u>\$14.20</u>	<u>\$14.94</u>	<u>\$15.73</u>	<u>\$16.55</u>	<u>\$17.42</u>
Total Monthly Charges	\$32.76	\$34.63	\$36.45	\$38.36	\$40.38	\$42.50

Upon review of the Water rate and charges section of the Lacey Municipal Code (LMC), it was discovered the sections relating to the funding of capital replacement and repairs does not match the current practice.

LMC 13.32.030(g) – Service Charge - - Metered (Water), includes the following language relating to the accumulation of reserves for the replacement of water system assets:

An amount equal to fifteen percent of the revenues received from service charges as set forth herein shall be set aside by the city separately for the purpose of accumulating a depreciation reserve for the replacement of equipment and plant in place of the water system. The balance of the income received from said charges shall be used for maintenance and operation, construction and debt service requirements of said system.

For a of number years, the budget practice has included the direct receipt of 15 percent of water rate revenues in the Water Capital Fund and the revenues above those needed for annual operations and maintenance have also been transferred to the Water Capital Fund. The following table illustrates the last five years of revenues and transfers received by the Water Capital Fund.

	Replacement	Capital
	<u>Sales</u>	<u>Transfers</u>
2019	\$ 2,227,075	\$ 3,135,280
2020	2,335,124	4,207,579
2021	2,527,979	3,593,733
2022	2,728,554	4,315,038
2023 Bud.	\$ 2,610,537	\$ 3,997,451

To align the LMC with the current budget and accounting functions, it is recommended LMC 13.32.030(g) – Service Charge - - Metered (Water) be replaced with less specific language that still communicates the intent to fund important water capital projects. In practice, all service charges will be receipted by the water operating fund and once maintenance and operations, debt service, and reserve requirements are met, the remaining revenues will be used for capital projects. This will also be consistent with utility comprehensive plans and revenue requirement studies that already assume that once all operational expenditures are met the remaining revenues are available for capital and debt expenditures.

It is requested that the City Council review and adopt the ordinance setting the 2024 through 2027 water rates.

ADVANTAGES:

1. Rate adjustments are required to address future capital needs and the growing costs to produce and deliver quality water.
2. Adoption of multi-year rate increases maintains consistent and predictable rate increases for the customers' planning purposes.
3. Deferring needed capital improvements or maintenance and ignoring operational and maintenance costs can occur when rates are kept artificially low. This can result in rate spikes to adjust future rates to the correct levels.

DISADVANTAGES:

1. Increasing water rates can be challenging to customers regardless of the economic conditions. However, this increase will help offset potentially larger future rate increases and allows the City of Lacey to maintain service levels and the protection of its clean water.

ORDINANCE NO. 1646

CITY OF LACEY

AN ORDINANCE RELATING TO WATER SERVICE RATES, AMENDING SECTION 13.32.030 OF THE LACEY MUNICIPAL CODE AND APPROVING A SUMMARY FOR PUBLICATION.

WHEREAS, additional requirements and significant capital improvements to the City's water system have greatly impacted the operating costs of such system, and

WHEREAS, it is necessary to increase the water service rates in order to provide for the additional maintenance costs to meet system requirements and provide funding for scheduled capital improvements; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, as follows:

Section 1. Section 13.32.030 of the Lacey Municipal Code is hereby amended to read as follows:

13.32.030 Service charge--Metered.

Water service charges for metered connections to the city water system shall be determined and the revenues received there from utilized as follows:

- A. The customers of the water system shall be divided into two groups. Group 1 shall consist of single family residences, duplex residences and irrigation accounts. Group 2 shall consist of multi-family residential structures, mobile home parks and commercial buildings.
- B. The monthly base rate and monthly consumption rate for each one hundred cubic feet of water consumed by Group 1 customers ~~effective January 1, 2023~~ during the years 2024 through 2027 and thereafter until amended shall be as follows:

In-City Rates	2023 Rates	2024 Rates	2025 Rates	2026 Rates	2027 Rates
Base Rate	\$19.33	\$21.51	\$22.64	\$23.83	\$25.08
1 st 600 c.f.	\$1.6092	\$1.7900	\$1.8840	\$1.9829	\$2.0870
601 – 1200 c.f.	\$3.7770	\$4.2019	\$4.4225	\$4.6547	\$4.8990
1201 – 2400 c.f.	\$4.8274	\$5.3703	\$5.6523	\$5.9490	\$6.2613
Over 2400 c.f.	\$6.4460	\$7.1711	\$7.5475	\$7.9438	\$8.3608

Out-of-City Rates	2023 Rates	2024 Rates	2025 Rates	2026 Rates	2027 Rates
Base Rate	\$23.21	\$25.81	\$27.17	\$28.59	\$30.09
1 st 600 c.f.	\$1.9309	\$2.1481	\$2.2608	\$2.3795	\$2.5044
601 – 1200 c.f.	\$4.5325	\$5.0423	\$5.3070	\$5.5856	\$5.8788
1201 – 2400 c.f.	\$5.7929	\$6.4444	\$6.7827	\$7.1388	\$7.5136
Over 2400 c.f.	\$7.7352	\$8.6053	\$9.0570	\$9.5325	\$10.0330

C. The monthly base rate and monthly consumption rate for each one hundred cubic feet of water consumed by Group 2 customers ~~effective January 1, 2023~~ during the years 2024 through 2027 and thereafter until amended shall be as follows:

In-City Rates	2023 Rates	2024 Rates	2025 Rates	2026 Rates	2027 Rates
Base Rate	\$19.33	\$21.51	\$22.64	\$23.83	\$25.08
1 st 600 c.f.	\$1.6092	\$1.7900	\$1.8840	\$1.9829	\$2.0870
Over 600 c.f.	\$3.7770	\$4.2019	\$4.4225	\$4.6547	\$4.8990

Out-of-City Rates	2023 Rates	2024 Rates	2025 Rates	2026 Rates	2027 Rates
Base Rate	\$23.21	\$25.81	\$27.17	\$28.59	\$30.09
1 st 600 c.f.	\$1.9309	\$2.1481	\$2.2608	\$2.3795	\$2.5044
Over 600 c.f.	\$4.5325	\$5.0423	\$5.3070	\$5.5856	\$5.8788

D. Irrigation accounts shall be those accounts developed from the use of water for irrigation through a meter or meters separate from the metering of other water use upon such property. Group 2 customers who connect to the water system after passage of this ordinance will be required to use a separate meter or meters for irrigation purposes and the water usage through such separate meter or meters shall be considered as an irrigation account. If such a new Group 2 customer is assuming an existing Group 2 account, the requirement to install a separate meter or meters for irrigation purposes shall not apply.

E. Publicly owned recreation property such as city or county parks and school district playfields shall be billed pursuant to the schedule for Group 2 customers. Provided, however, that to qualify for such billing, the facility must first receive an irrigation audit by the city water department and demonstrate that a good faith effort is being made to remedy deficiencies and conserve water.

F. The billing rate to those customers utilizing water directly from water hydrants, with the consent of the city, shall be charged at a rate equivalent to the charges applicable to In-city Group 1 customers for consumption in excess of two thousand four hundred cubic feet.

G. ~~An amount equal to fifteen percent of the revenues received from service charges as set forth herein shall be set aside by the city separately for the purpose of accumulating a depreciation reserve for the replacement of equipment and plant in place of the water system. The balance of the income received from said charges shall be used for maintenance and operation, construction and debt service requirements of said system.~~ Service charge revenues shall be used for the purpose of maintenance and operations, debt service requirements, and maintaining minimum maintenance and operations reserve thresholds. The balance of revenues received from said charges shall be used for the replacement, repair and expansion of water systems and equipment.

Section 2. This Ordinance shall be effective as of January 1, 2024.

Section 3. The City Clerk and the codifiers of this ordinance are authorized to make necessary corrections to this ordinance including, but not limited to, the correction of scrivener's/clerical errors, references, ordinance numbering, section/subsection numbers and any references thereto.

Section 4. The Summary attached hereto is hereby approved for publication.

PASSED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, on this 16th day of November, 2023.

CITY COUNCIL

Mayor

Attest:

Approved as to form:

City Clerk

City Attorney

SUMMARY FOR PUBLICATION
ORDINANCE NO. 1646
CITY OF LACEY

The City Council of the City of Lacey, Washington, passed on November 16, 2023, Ordinance No. 1646, entitled “**AN ORDINANCE RELATING TO WATER SERVICE RATES, AMENDING SECTION 13.32.030 AND APPROVING A SUMMARY FOR PUBLICATION.**”

A section by section summary of this ordinance is as follows:

Section 1 amends section 13.32.030 establishing water rates during the years 2024 through 2027 for purposes of providing revenue for increased maintenance and capital expenditures for the water utility system.

Section 2 establishes the effective date of January 1, 2024.

Section 3 provides provisions for corrections.

Section 4 approves this summary.

A copy of the full text of this Ordinance will be mailed without charge to any person requesting the same from the City of Lacey.

City Clerk

Published: November 20, 2023



LACEY CITY COUNCIL MEETING

November 16, 2023

SUBJECT: 2024-2027 Sewer Rate Ordinance

RECOMMENDATION: Motion: To Adopt Ordinance 1647, amending LMC 13.16.060 and LM 13.16.061 70.030 establishing sewer rates for 2024 through 2027.

STAFF CONTACT: Rick Walk, City Manager *RW*
Troy Woo, Finance Director *TW*

ORIGINATED BY: Troy Woo, Finance Department

ATTACHMENTS: 1. Ordinance No. 1647

FISCAL NOTE:

**WORK PLAN GOAL
AND STRATEGY:** None

PRIOR REVIEW: 2024 Budget Workshop on October 5, 2023
Finance & Economic Development Committee October 24, 2023
2024 Revenue Hearing on November 2, 2023

BACKGROUND:

The process to update the sewer comprehensive plan has just begun in 2023. The plan update requirement for the sewer comprehensive plan (2015) was extended beyond the last multi-year sewer rate schedule. As a result, the City's rate consultant prepared a sewer revenue requirement model in 2021. The model developed recommended rates for the years 2022 to 2027.

The sewer rate model recommends a 9.5 percent annual increases. The proposed annual increases have the following impact on the basic sewer service or equivalent residential unit charge:

	2023 Rate	2024 Rate	2025 Rate	2026 Rate	2027 Rate
Basic Sewer Service Charge	\$27.62	\$30.25	\$33.12	\$36.27	\$39.71

Upon review of the sewer rate and charges section of the Lacey Municipal Code (LMC), it was discovered the sections relating to the funding of capital replacement and repairs does not match the current practice.

LMC 13.16.061 – Basic Service Charge - - Disposition of Certain Portion (Sewer) includes the following language relating to restricting a portion of the basic sewer service for the replacement and repair of sewerage facilities:

That portion of the basic sewer service charge levied for the purpose of replacing, rebuilding and repairing existing sewerage facilities shall be held in the water and the sewer revenue fund in the restricted amount for the purpose of replacing, rebuilding and repairing existing sewerage facilities of the city, and should the city council so determine, for the purpose of debt service requirements for any bond issue for sewerage facilities.

Similar to Water, the budget practice has included the transfer of revenues that exceed the amount needed for annual operations and maintenance functions and directly receipting a portion of the basic sewer service in the Wastewater Capital Fund. Annually, a total of \$2.25 of the basic sewer service charge have been directly receipted by the Wastewater Capital Fund. The following table illustrates the last five years of revenues and transfers received by the Wastewater Capital Fund.

	Replacement	Capital
	<u>Sales</u>	<u>Transfers</u>
2019	\$ 365,548	\$ 976,140
2020	366,816	546,590
2021	382,322	496,489
2022	400,076	841,437
2023 Bud.	\$ 444,788	\$ 2,257,121

To align the LMC with the current budget and accounting practices, it is recommended LMC 13.16.061 – Basic Service Charge - - Disposition of Certain Portion (Sewer) be replaced with less specific language that still communicates the intent to fund important sewer capital projects. In practice, all service charges will be receipted by the sewer operating fund and once maintenance and operations, debt service, and reserve requirements are met, the remaining revenues will be used for capital projects. This will also be consistent with utility comprehensive plans and revenue requirement studies that already assume that once all operational expenditures are met the remaining revenues are available for capital and debt expenditures.

It is requested that the City Council review and adopt the ordinance setting the 2024-2027 sewer rates.

ADVANTAGES:

1. Rate adjustments are required to address future capital needs and the growing costs to convey wastewater and maintain the region's water quality.
2. Adoption of the second-year rate increase maintains consistent and predictable rate increases for the customers' planning purposes.
3. Deferring needed capital improvements or maintenance and ignoring operational and maintenance costs can occur when rates are kept artificially low. This can result in rate spikes to adjust future rates to the correct levels.

DISADVANTAGES:

1. It is a challenging time to increase rates and a 9.5 percent seems significant. However, compared to many other consumer products and services, a \$2.62 per month increase is reasonable for this important community service.

ORDINANCE NO. 1647

CITY OF LACEY

AN ORDINANCE RELATING TO SEWER SERVICE RATES, AMENDING SECTIONS 13.16.060 AND 13.16.061 OF THE LACEY MUNICIPAL CODE AND APPROVING A SUMMARY FOR PUBLICATION.

WHEREAS, additional requirements and significant capital improvements to the City's water system have greatly impacted the operating costs of such system, and

WHEREAS, it is necessary to increase the sewer service rates in order to provide for the additional maintenance costs to meet system requirements and provide funding for scheduled capital improvements; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, as follows:

Section 1. Section 13.16.060 of the Lacey Municipal Code is hereby amended to read as follows:

13.16.060 Service charge - Designated.

- A. The "basic sewer service charge" of Lacey for each equivalent residential unit for all utility billings ~~effective January 1, 2023~~ during the years 2024 through 2027 and thereafter until amended shall be as follows:

	2023 Rate	2024 Rate	2025 Rate	2026 Rate	2027 Rate
Basic Sewer Service Charge	\$27.62	\$30.25	\$33.12	\$36.27	\$39.71

- B. The "wastewater service charge" shall be an amount equal to that set by the LOTT Alliance Board of Directors pursuant to the LOTT Alliance Intergovernmental Agreement.

Section 2. Section 13.16.061 of the Lacey Municipal Code is hereby amended to read as follows:

13.16.061 Basic service charge—Disposition of certain portion.

~~That portion of the basic sewer service charge levied for the purpose of replacing, rebuilding and repairing existing sewerage facilities shall be held in the water and the sewer revenue fund in the restricted amount for the purpose of replacing, rebuilding and repairing existing sewerage facilities of the city, and should the city council so determine, for the purpose of debt service requirements for any bond issue for sewerage facilities. Service charge revenues shall be used for the purpose~~

of maintenance and operations, debt service requirements, and maintaining minimum maintenance and operations reserve thresholds. The balance of revenues received from said charges shall be used for the replacement, repair and expansion of wastewater systems and equipment.

Section 3. This Ordinance shall be effective as of January 1, 2024.

Section 4. The City Clerk and the codifiers of this ordinance are authorized to make necessary corrections to this ordinance including, but not limited to, the correction of scrivener's/clerical errors, references, ordinance numbering, section/subsection numbers and any references thereto.

Section 5. The Summary attached hereto is hereby approved for publication.

PASSED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, on this 16th day of November, 2023.

CITY COUNCIL

Mayor

Attest:

Approved as to form:

City Clerk

City Attorney

SUMMARY FOR PUBLICATION
ORDINANCE NO. 1647
CITY OF LACEY

The City Council of the City of Lacey, Washington, passed on November 16, 2023, Ordinance No. 1647, entitled “**AN ORDINANCE RELATING TO SEWER SERVICE RATES, AMENDING SECTIONS 13.16.060 AND 13.16.061 OF THE LACEY MUNICIPAL CODE AND APPROVING A SUMMARY FOR PUBLICATION.**”

A section by section summary of this ordinance is as follows:

Section 1 amends section 13.16.060 establishing sewer rates during the years 2024 through 2027 for purposes of providing revenue for increased maintenance and capital expenditures for the sewer utility system.

Section 2 amends section 13.16.061 establishing the purpose of service charge revenues for maintenance and operations, debt service requirements, and maintaining minimum maintenance and operations reserve thresholds with any balances of revenues to be used for the replacement, repair and expansion of wastewater systems and equipment.

Section 3 establishes the effective date of January 1, 2024.

Section 4 provides provisions for corrections.

Section 5 approves this summary.

A copy of the full text of this Ordinance will be mailed without charge to any person requesting the same from the City of Lacey.

City Clerk

Published: November 20, 2023



LACEY CITY COUNCIL MEETING

November 16, 2023

SUBJECT: 2024-2025 Stormwater Rate Ordinance

RECOMMENDATION: Motion: To Adopt Ordinance 1648, amending LMC 13.70.030 establishing stormwater rates for 2024 and 2025.

STAFF CONTACT: Rick Walk, City Manager *RW*
Troy Woo, Finance Director *TW*

ORIGINATED BY: Troy Woo, Finance Department

ATTACHMENTS: 1. Ordinance No. 1648

FISCAL NOTE:

**WORK PLAN GOAL
AND STRATEGY:** None

PRIOR REVIEW: 2024 Budget Workshop on October 5, 2023
Finance & Economic Development Committee October 24, 2023
2024 Revenue Hearing on November 2, 2023

BACKGROUND:

The most recent stormwater comprehensive plan update was completed and adopted by the City Council on November 19, 2020, as a part of the City's comprehensive plan update. The stormwater comprehensive plan financial chapter assumes 4.5 percent annual increases for the years 2021 through 2025.

The proposed 2024 Budget assumes adoption of the 4.5 percent stormwater rate increase consistent with the six-year rate recommendation.

The proposed annual increases have the following impacts to stormwater rates:

Rate Category	Percent of Impervious Surface	2023	2024	2025
		Monthly Service Charge Per Gross Acre	Monthly Service Charge Per Gross Acre	Monthly Service Charge Per Gross Acre
1 Single Family Residence	N/A	13.54	14.15	14.79
2 Duplex Family Residence	N/A	27.09	28.31	29.58
3 Very Light	0% to 10%	6.22	6.50	6.79
4 Moderate Light	>10% to 25%	22.48	23.49	24.55
5 Light	>25% to 40%	43.49	45.45	47.49
6 Moderate	>40% to 55%	66.31	69.29	72.41
7 Moderately Heavy	>55% to 70%	90.28	94.34	98.59
8 Heavy	>70% to 85%	116.45	121.69	127.17
9 Very Heavy	>85% to 100%	144.08	150.56	157.34

To be consistent with the Water and Sewer rate chapters of the Lacey Municipal Code (LMC) it is recommended that a new section within LMC 13.70.030 be adopted communicating the intent to fund important stormwater capital projects. For Stormwater, all service charges will continue to be receipted by the stormwater operating fund and once maintenance and operations, debt service, and reserve requirements are met, the remaining revenues will be used for capital projects. This will also be consistent with utility comprehensive plans and revenue requirement studies that already assume that once all operational expenditures are met the remaining revenues are available for capital and debt expenditures.

It is requested that the City Council review and adopt the ordinance setting the 2024-2025 stormwater rates.

ADVANTAGES:

1. Rate adjustments are required to address future capital needs and the growing costs of stormwater services.
2. Maintaining consistent rate increases provides customers consistent and predictable rate increases for planning purposes.
3. Deferring needed capital improvements or maintenance and ignoring operational and maintenance costs can occur when rates are kept artificially low. This can result in rate spikes to adjust future rates to the correct levels.

DISADVANTAGES:

1. It is a challenging time to increase rates and a 4.50 percent seems significant. However, compared to many other consumer products and services, a \$0.61 per month increase is reasonable for this important community service.

ORDINANCE NO. 1648

CITY OF LACEY

AN ORDINANCE RELATING TO STORMWATER SERVICE RATES, AMENDING SECTION 13.70.030 OF THE LACEY MUNICIPAL CODE AND APPROVING A SUMMARY FOR PUBLICATION.

WHEREAS, the City of Lacey is committed to comply with the Phase II Western Washington Municipal Stormwater Permit, which provides for the requirements necessary to preserve water quality and resources, and

WHEREAS, it is necessary to increase the stormwater service rates in order to provide for the additional maintenance costs to meet system requirements and provide funding for scheduled capital improvements; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, as follows:

Section 1. Section 13.70.030 of the Lacey Municipal Code is hereby amended to read as follows:

13.70.30 Service charge rate.

- A. Subject to the rate adjustments provided in LMC 13.70.035, the storm and surface water utility charges shall be levied upon the basis of a flat monthly rate for all developed single-family residential parcels and two-family residential parcels and a sliding rate for all other parcels. The sliding rate shall be determined by measuring the amount of impervious surface area on each parcel and dividing that figure by the total area of the parcel to determine the percent of impervious surface and therefore the rate category. The monthly charge shall be that amount resulting from multiplying the service charge for the rate category applicable to the parcel by the total area of the parcel. The rate categories, the parameters of impervious surface for said rate categories and the monthly service charge applicable to each category shall be as follows:

Rate Category	Percent of Impervious Surface	2023 Monthly Service Charge Per Gross Acre	2024 Monthly Service Charge Per Gross Acre	2025 Monthly Service Charge Per Gross Acre
1 Single Family Residence	N/A	13.54	14.15	14.79
2 Duplex Family Residence	N/A	27.09	28.31	29.58
3 Very Light	0% to 10%	6.22	6.50	6.79
4 Moderate Light	>10% to 25%	22.48	23.49	24.55
5 Light	>25% to 40%	43.49	45.45	47.49
6 Moderate	>40% to 55%	66.31	69.29	72.41
7 Moderately Heavy	>55% to 70%	90.28	94.34	98.59
8 Heavy	>70% to 85%	116.45	121.69	127.17
9 Very Heavy	>85% to 100%	144.08	150.56	157.34

The rates set forth above shall be effective for all stormwater utility billings beginning ~~January 1, 2023~~ during the years 2024 through 2025 and thereafter until further amended.

B. Service charge revenues shall be used for the purpose of maintenance and operations, debt service requirements, and maintaining minimum maintenance and operations reserve thresholds. The balance of revenues received from said charges shall be used for the replacement, repair and expansion of stormwater systems and equipment.

Section 2. This Ordinance shall be effective as of January 1, 2024.

Section 3. The City Clerk and the codifiers of this ordinance are authorized to make necessary corrections to this ordinance including, but not limited to, the correction of scrivener's/clerical errors, references, ordinance numbering, section/subsection numbers and any references thereto.

Section 4. The Summary attached hereto is hereby approved for publication.

PASSED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, on this 16th day of November, 2023.

CITY COUNCIL

Mayor

Attest:

Approved as to form:

City Clerk

City Attorney

SUMMARY FOR PUBLICATION
ORDINANCE NO. 1648
CITY OF LACEY

The City Council of the City of Lacey, Washington, passed on November 16, 2023, Ordinance No. 1648, entitled “**AN ORDINANCE RELATING TO STORMWATER SERVICE RATES, AMENDING SECTION 13.70.030 OF THE LACEY MUNICIPAL CODE AND APPROVING A SUMMARY FOR PUBLICATION.**”

A section by section summary of this ordinance is as follows:

Section 1 amends section 13.70.030 establishing stormwater rates during the years 2024 through 2025 for purposes of providing revenue for increased maintenance and capital expenditures for the stormwater utility system.

Section 2 establishes the effective date of January 1, 2024.

Section 3 provides provisions for corrections.

Section 4 approves this summary.

A copy of the full text of this Ordinance will be mailed without charge to any person requesting the same from the City of Lacey.

City Clerk

Published: November 20, 2023



City of Lacey, Washington Transportation Committee Minutes

Tuesday, November 7, 2023

11:00 AM

Council Chambers and Online

1. Call to Order

Deputy Mayor Miller announced at 11:06 a.m. a quorum was not present and therefore, the Transportation Committee meeting would not be held as scheduled.

2. Roll Call

Council Present

Deputy Mayor Malcolm Miller (Chair)

Council Absent

Councilmember Michael Steadman

Councilmember Robin Vazquez

Staff Present

Rick Walk, City Manager

Scott Egger, Public Works Director

Dave Schneider, City Attorney

Aubrey Collier, City Engineer

Martin Hoppe, Transportation Manager

Elissa Fontaine, City Clerk

3. Agenda Items

A. Traffic Calming Program

Martin Hoppe, Transportation Manager

B. Construction Update

Aubrey Collier, City Engineer