

**Resolution No. 430**  
**Sales and Use Tax Ballot Measure for**  
**Sidewalks**

**Randy Witt, Public Works Director**  
**Tricia Juhnke, City Engineer**

**July 30, 2018**



# Agenda

- Background
- Sales Tax Information
- Project list
- Revenue Collected Beyond the Project List
- Ballot Measure & Resolution
- Recommendation
- Next Steps

# Background

- On June 18th, the Council discussed policy issues related to a TBD sales tax for sidewalks:
  - 20 year term at 0.2%
  - Use a conservative list of projects in ballot resolution, not more than 70% of projected revenues
  - Focus funding of new sidewalks and allow flexibility to use a small amount of over-collections for sidewalk repair and retrofits.

# Sales Tax

- Transportation Benefit Districts are authorized to impose a sales tax up to 0.2% with voter approval
- The TBD statute allows a term longer than 10 years if the sales tax is dedicated to support debt service

# Sales Tax

Estimated revenue generated by the additional sales tax over the 20 year period,

Sales Tax Rate	Estimated Revenue over 20 Years	Estimated Debt Supported over 20 Years	Average Annual Cost Per Household*
0.2%	\$59 million	\$42 million	\$81*

\*Construction and Auto Sales have been excluded from the calculation



# Project List - Scoring

Staff received an inquiry about the scoring of a project and reviewed the ballot measure priority list and the 2018 Sidewalk Prioritization Plan and found

- Projects No. 74, Ballinger Way and No. 35, Dayton Avenue N. had incorrect street classification data
- Project No. 84, 24th Avenue had an adjusted score of 13.5, with no clear reasoning to support the adjustment from the total score of 12.
- Other discrepancies were found that did not affect the ballot measure project list

# Project list - Scoring

Staff adjusted two of the projects to facilitate rescoring and development of the ballot measure project list:

- Project No. 35, Dayton Avenue N from Westminster Way N to N 165th Street was broken into three segments;
  - Westminster Way N to N 155th Street (project no. 35a)
  - N 155th Street to N 160th Street (project no. 35b)
  - N 160th Street to N 165th Street (project no. 35c)
- Project No. 84, 24th Avenue with the adjusted score of 13.5, was reset to its total score of 12

# Project List - Scoring

After rescoring, the changes to the ballot measure list include:

- Project No. 35b, Dayton Avenue N from N 155th Street to N 160th Street was included in the list
- Project No. 74, Ballinger Way from 19th Ave NE to 25th Ave NE was included in the list (bolded in the table)
- Project No. 84, 24th Ave NE from 15th Ave NE to 5th Ave NE is lower than the cutoff and is no longer included in the list



# Project List - Scoring

## Prioritized Sidewalk Segments for Ballot Measure

Project #	STREET	FROM	TO	Side(s)	Total LF	Cost	Cumulative \$	Tot. Score	Adj. Score	Quad
98	15th Ave NE	NE 150th St	NE 160th St	1	2473	\$ 3,758,000	\$ 3,758,000	17	17.0	SE
57	Meridian Ave N	N 194th St	N 205th St	1	2326	\$ 3,451,000	\$ 7,209,000	16	16.0	NE
21	8th Ave NW	North side of Sunset Park	Richmond Beach Rd NW	1	1899	\$ 2,886,000	\$ 10,095,000	15	15.0	NW
34	Dayton Ave N	N 178th St	N Richmond Beach Rd	1	1512	\$ 2,884,000	\$ 12,979,000	15	15.0	NW
73	19th Ave NE	NE 196th St	NE 205th St	1	1600	\$ 2,432,000	\$ 15,411,000	15	15.0	NE
58	1st Ave NE	NE 192nd St	NE 195th St	1	563	\$ 856,000	\$ 16,267,000	11	14.5	NE
40	Westminster Way N	N 145th St	N 153rd St	1	1691	\$ 2,497,000	\$ 18,764,000	14	14.0	SW
<b>74</b>	<b>Ballinger Way NE</b>	<b>19th Ave NE</b>	<b>25th Ave NE</b>	<b>1</b>	<b>1343</b>	<b>\$ 2,041,000</b>	<b>\$ 20,805,000</b>	<b>14</b>	<b>14.0</b>	<b>NE</b>
<b>35b</b>	<b>Dayton Ave N</b>	<b>N 155th</b>	<b>N 160th St</b>	<b>2</b>	<b>1798</b>	<b>\$ 2,732,000</b>	<b>\$ 23,537,000</b>	<b>14</b>	<b>14.0</b>	<b>SW</b>
85	5th Ave NE (Note 1)	NE 175th St	NE 185th St	2	3535	\$ 962,000	\$ 24,499,000	13	13.9	NE
48	Linden Ave N	N 175th St	N 185th St	1	2130	\$ 2,934,000	\$ 27,433,000	14	13.8	NW
4	20th Ave NW	Saltwater Park entrance	NW 195th St	1	1118	\$ 1,699,000	\$ 29,132,000	5	13.4	NW

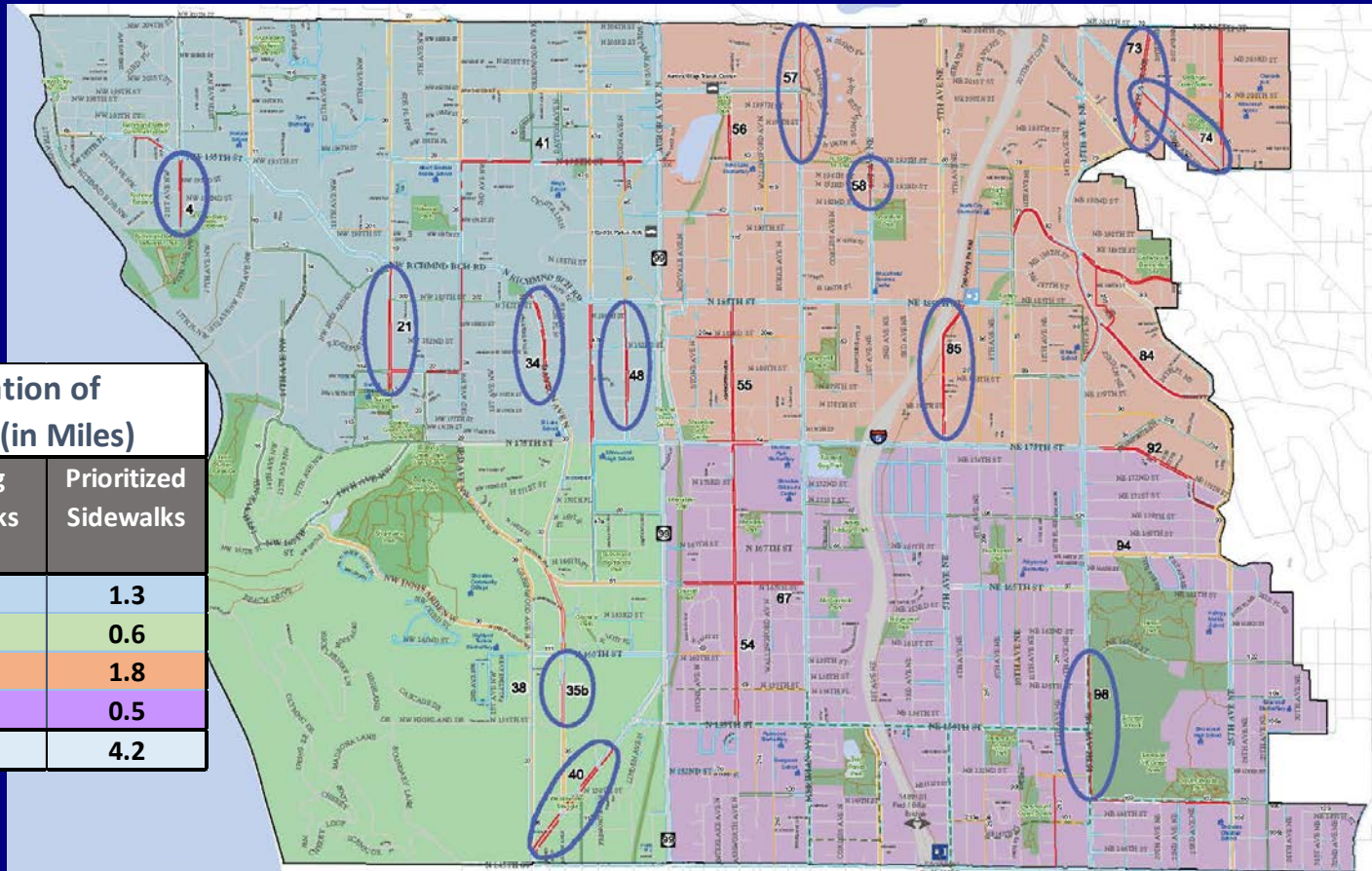
# Project List – Recommendation

Staff recommends that the projects in the prior slide are included in the ballot measure.

- 12 high priority projects
- Geographically distributed,
- About 4.2 miles (22,000 lf) of sidewalk
- Uses approximately 69% of the anticipated available revenue.



# Project List Map – Recommendation



**Staff Recommendation of Prioritized Sidewalks (in Miles)**

Quadrant	Public Roads	Existing Sidewalks	Prioritized Sidewalks
NW	48	16	1.3
SW	23	11	0.6
NE	46	21	1.8
SE	54	29	0.5
<b>Totals</b>	<b>171</b>	<b>77</b>	<b>4.2</b>

# Project List – Recommendation

No.	STREET	FROM	TO
98	15th Ave NE	NE 150th St	NE 160th St
57	Meridian Ave N	N 194th St	N 205th St
21	8th Ave NW	North side of Sunset Park	Richmond Beach Rd NW
34	Dayton Ave N	N 178th St	N Richmond Beach Rd
73	19th Ave NE	NE 196th St	NE 205th St
58	1st Ave NE	NE 192nd St	NE 195th St
40	Westminster Way N	N 145th St	N 153rd St
74	Ballinger Way NE	19th Ave NE	25th Ave NE
35b	Dayton Ave N	N 155th	N 160th St
85	5th Ave NE (Note 1)	NE 175th St	NE 185th St
48	Linden Ave N	N 175th St	N 185th St
4	20th Ave NW	Saltwater Park entrance	NW 195th St

# Revenue Collected Beyond the Project List

Council expressed interest in using the revenue collected in excess of that used on the projects listed in the ballot to:

- Recommend projects to the City Council for completion based upon the 2018 Pedestrian System Plan
- Address emerging issues
- Allow a small amount for accelerating repairs and retrofits of the existing sidewalk
- Set priorities as part of future Budget and CIP adoption.



# Resolution No. 430

## As drafted :

- Requires all revenue be dedicated to repayment of Debt;
- Limits use to Pedestrian System Improvements – either construction or repair;
- Identifies specific projects that will be completed;
- Provides Council with flexibility to adjust the projects based upon changing priorities or economic changes;
- Provides Council the ability to dedicate some revenue to repair as part of the budget discussions; and
- All projects to be completed must be related to pedestrian improvements and be identified in the Transportation Improvement Plan, the Prioritization Plan or Matrix, or the ADA Transition Plan

# Recommendation

I move that the City Council approve Resolution No. 430 authorizing placement of a ballot measure on the November 6, 2018 general election ballot to authorize a sales and use tax in the amount of two-tenths of one percent (0.2%) for a period of not more than twenty years to fund sidewalk expansion and accelerate repair funding.



# Next Steps

- Appoint a Pro/Con committee for the Voter Pamphlet on August 6, 2018
- Execute Communication Plan





# • OLD Slides

# Background

- On April 23 Council asked to develop a resolution to place a voter approved TBD sales tax increase of 0.2 percent on the November 2018 ballot for funding new sidewalks
- On June 4th, the Council approved the 2018 Sidewalk Prioritization Plan
- A summary of the Plan results presented in June is:

Priority	Score Range	Number of Projects	Approx. mileage	Est. Cost (millions)
High	12 to 18	33	16	\$95
Medium	8 to 11	55	31	\$183
Low	2 to 7	50	23	\$136
Total	N/A	138	70	\$414



# Sales Tax

## Comparison with other Cities



### City/Town Sales Tax Rates & Components

Effective April 1 - June 30, 2018

CITY/TOWN	COUNTY	TOTAL SALES TAX RATE	TBD
Bothell ( <i>Snohomish</i> )	Snohomish	10.30%	
Brier	Snohomish	10.30%	
Edmonds	Snohomish	10.30%	
Everett ( <i>RTA</i> )	Snohomish	9.70%	
Kenmore	King	10.00%	
Kirkland	King	10.00%	
Lake Forest Park	King	10.00%	
Lynnwood	Snohomish	10.40%	0.10%
Mill Creek	Snohomish	10.40%	
Mountlake Terrace	Snohomish	10.30%	
Mukilteo	Snohomish	10.40%	0.10%
Redmond ( <i>RTA</i> )	King	10.00%	
Sammamish ( <i>RTA</i> )	King	10.00%	
Seattle	King	10.10%	0.10%
Shoreline	King	10.00%	
Woodinville ( <i>RTA</i> )	King	10.00%	
Woodway	Snohomish	10.30%	

# Project List

Prioritized Sidewalk Segments for Ballot Measure										
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98	15th Ave NE	NE 150th St	NE 160th St	1	2473	\$ 3,758,000	\$ 3,758,000	17	17.0	SE
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58	1st Ave NE	NE 192nd St	NE 195th St	1	563	\$ 856,000	\$ 16,267,000	7	14.5	NE
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85	5th Ave NE (Note 1)	NE 175th St	NE 185th St	2	3535	\$ 962,000	\$ 19,726,000	13	13.9	NE
48	Linden Ave N	N 175th St	N 185th St	1	2130	\$ 2,934,000	\$ 22,660,000	14	13.8	NW
84	24th Ave NE	15th Ave NE	25th Ave NE	1	2288	\$ 3,476,000	\$ 26,136,000	12	13.5	NE
4	20th Ave NW	Saltwater Park entrance	NW 195th St	1	1118	\$ 1,699,000	\$ 27,835,000	5	13.4	NW

50% Available bond proceeds (~\$21M)

60% Available bond proceeds (~\$25M)

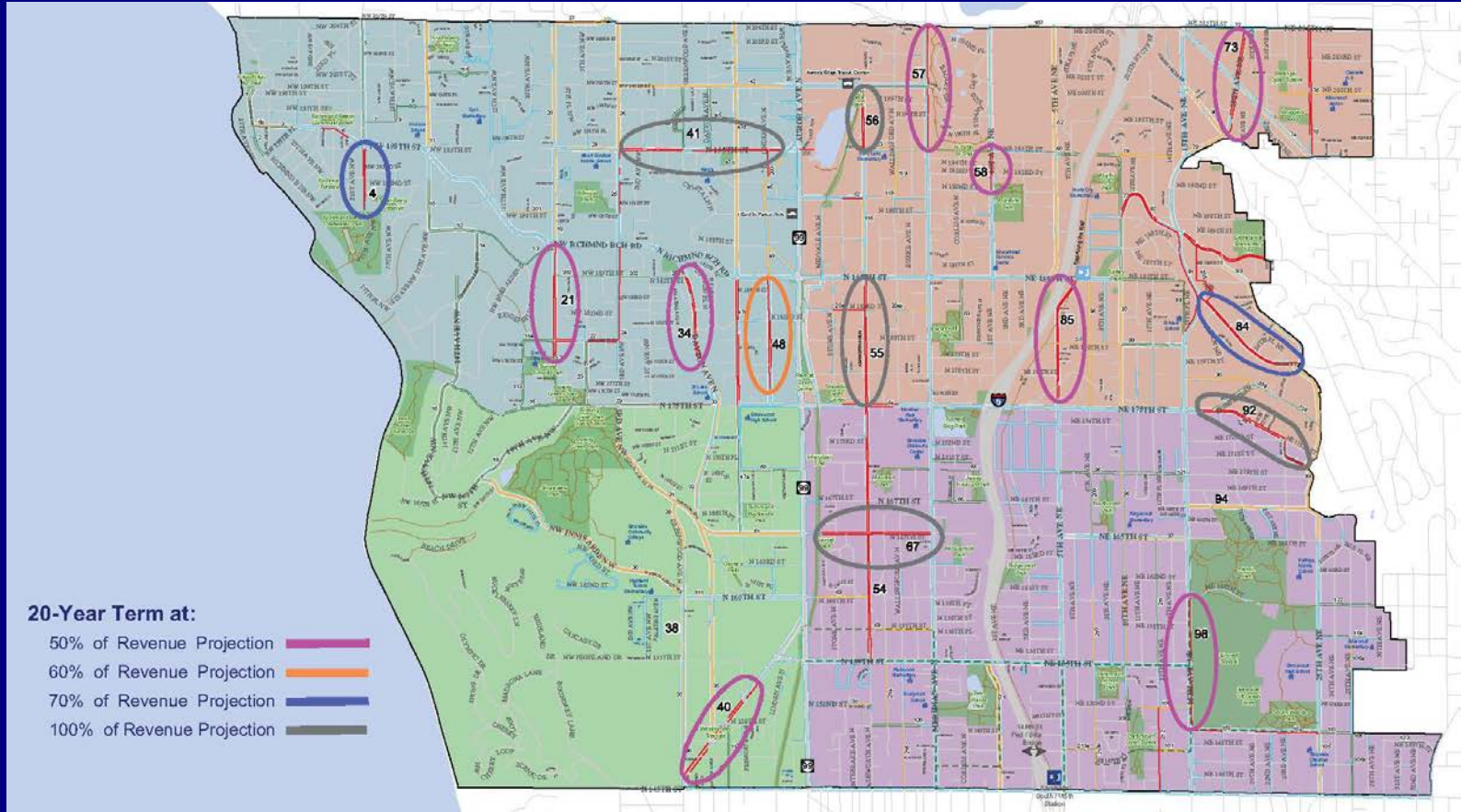
70% Available bond proceeds (~\$30M)

# Project List

Prioritized Sidewalk Segments for Ballot Measure										
Project #	STREET	FROM	TO	Side(s)	Total LF	Cost	Cumulative \$	Tot. Score	Adj. Score	Quad
67	N 165th St	Interurban Trail	Meridian Ave N	1	2054	\$ 3,121,000	\$ 30,956,000	13	13.1	SE
55	Ashworth Ave N	N 175th St	N 185th St	1	2323	\$ 3,531,000	\$ 34,487,000	13	13.2	NE
41	NW 195th St	3rd Ave NW	Linden Ave N	1	2776	\$ 2,658,000	\$ 37,145,000	13	13.0	NW
56	Ashworth Ave N	N 195th St	N 200th St	1	1054	\$ 1,601,000	\$ 38,746,000	13	13.0	NE
92	NE 175th St 15th Ave NE NE 171st St	15th Ave NE NE 171st St 22nd Ave NE	22nd Ave NE NE 175th St 25th Ave NE	1	2224	\$ 3,379,000	\$ 42,125,000	12	12.5	SE NE
38	Greenwood Ave N	N 155th St	N 160th St	1	1057	\$ 1,606,000	\$ 43,731,000	10	12.2	SW
94	NE 168th St	15th Ave NE	25th Ave NE	1	2140	\$ 3,251,000	\$ 46,982,000	9	12.1	SE
54	Ashworth Ave N	N 155th St	N 175th St	1	4722	\$ 7,175,000	\$ 54,157,000	12	12.0	SE

100% Available bond proceeds (~42M)

# Project List Map – All Projects



# Project List – 66% Recommendation

No.	Street	From	To
98	15th Ave NE	NE 150th St	NE 160th St
57	Meridian Ave N	N 194th St	N 205th St
21	8th Ave NW	North side of Sunset Park	Richmond Beach Rd NW
34	Dayton Ave N	N 178th St	N Richmond Beach Rd
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# Ballot Measure & Resolution

State law requires that the measure be clear on what the voters would be approving, but it does not require a certain level of specificity for individual projects.

- All election documents must be factual and not persuasive
- Description of the measure in the ballot is limited to 75 words
- Explanatory statement is limited to 250 words; can provide more detail
- Resolution also provides more detail on the projects