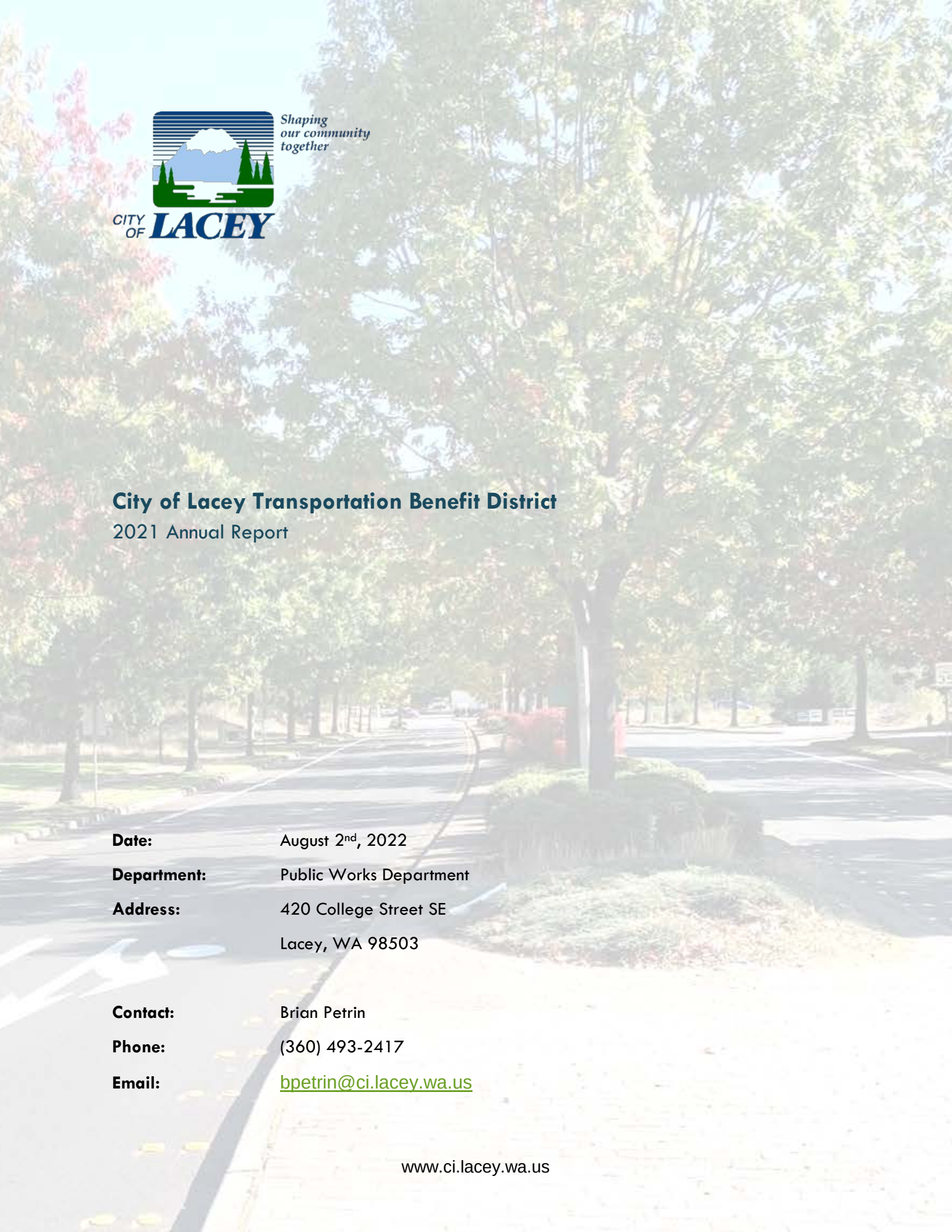

City of Lacey Transportation Benefit District

2021 Annual Report

Date: August 2nd, 2022

Department: Public Works Department

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Lacey, WA 98503

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Summary

Remarks:

The City of Lacey is pleased to present the *2021 Annual Report* pertaining to its Transportation Benefit District (TBD). This report provides a summary of 2021 revenues and expenditures associated with TBD funds along with project schedule updates. All revenues and expenditure summaries within this report reflect the activity between January 1st and December 31st of 2021.

Background:

The Lacey City Council created the Lacey Transportation Benefit District, a quasi-municipal taxing jurisdiction, authorized by State law to fund street maintenance. The TBD was established by Ordinance on January 28, 2016. Lacey voters approved a sales tax increase of 0.2% (two-tenths of one percent) to fund street maintenance projects within City limits. Lacey voters approved the ballot measure for the sales tax increase on February 14, 2017. The voter approved sales tax increase may not be imposed for a period exceeding ten years per RCW 82.14.0455. As a result, the sales tax revenue for the TBD will terminate in 2027, unless extended by voters. Revenues collected from this additional sales tax levy are held in separate accounts and used only for authorized street maintenance projects.

Governance:

The Lacey TBD was originally established in January 2016, with the City Council acting as the Governing Board. It is the responsibility of the Board to oversee the activities, expenditures, and revenues related to the TBD. All business associated with the TBD shall be managed by the Board during regular City Council meetings.

Purpose:

City street infrastructure is aging and funding is needed for street and sidewalk improvements. Transportation infrastructure is one of the City's most valuable investments and deferred maintenance drives repair costs higher. State and Federal funding for maintenance and preservation of the City's streets has been reduced in recent years; and while these revenues have decreased, costs continue to rise. The Lacey TBD was established in order to provide the resources required for the City to adequately preserve and maintain its inventory of streets and sidewalks.

Statute(s):

The Revised Code of Washington (RCW) 36.73.160(2) states that a district shall issue an annual report indicating the status of transportation improvement costs, expenditures, revenues, and construction schedules to the public and to newspapers of record within the district.

Completed Projects

Project Year	Project Type	Lane Miles	HMA Tons $/Ton	Slurry SY $/SY	Sidewalk SY	TBD Funds
2017	Overlay[1]	0.27	175 TN $105		0	$0.05M
2018	Overlay, Reconstruction	3.56	5,477 TN $127		17	$2.15M
2019	Overlay[2], Selective Dig-outs, Sidewalk	11.74	15,881 TN $111		1137 & 52 curb ramps	$1.73M
2020	Reconstruction Widening Patch Repair	2.67	7,640 TN $84		0	$1.44M
2021	Reconstruction Slurry Seal Sidewalk[3]	6.90/ 14.88	19,360 TN $96	152,550 SY $2.25	2120[3]	$4.19M
	GRAND TOTAL	40.02				$9.56M

1 *Section of the project was a Utility project, utility paved half of the street, TBD paved half of the street*

2 *Project was jointly funded with a federal transportation grant*

3 *Includes 2020 project carried over into 2021 fiscal year*

See Figure 1 TBD Fund Project Map on Pg. 3

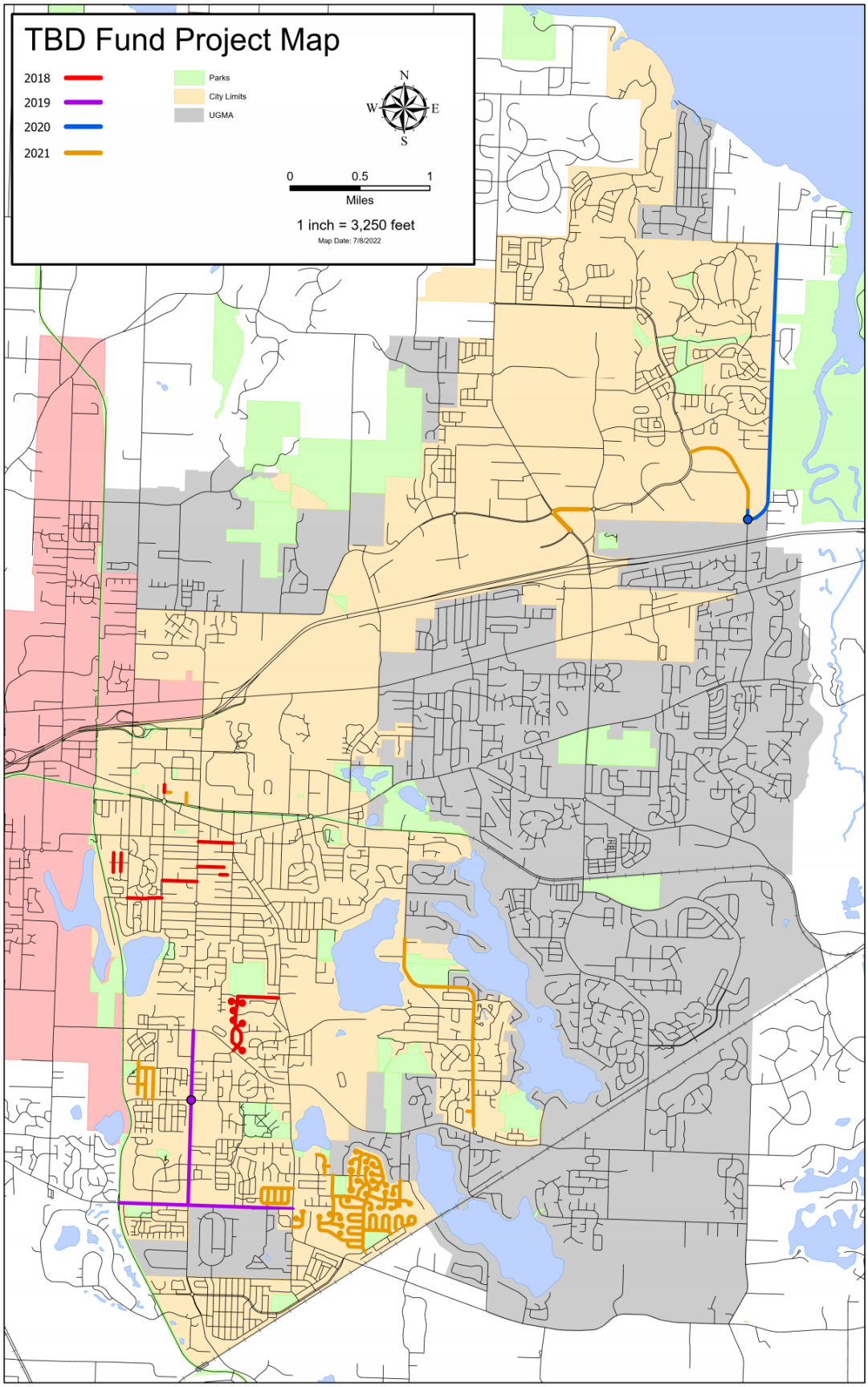

Figure 1 TBD Fund Project Map

2021 Projects:

2021 Overlay

Project Limits:

- Marvin Rd. NE
- Willamette Dr
- Orion Dr
- Replacement of various manhole and water valve frames, lids, and asphalt patches throughout the City

Project Scope:

- Pavement Reconstruction
- Pavement Rehabilitation
- Manhole/Valve patch rehabilitation

Construction Cost:

- $1.3 M

See Figures 2,3 & 4 on Pg 5

Carpenter Road Overlay

Project Limits:

- Carpenter Rd. SE
- 45th Ave SE

Project Scope:

- Pavement Reconstruction

Construction Cost:

- $1.7 M

See Figure 5 on Pg 5

2021 Slurry Seal

Project Limits:

- Emerald Heights, Lake Hills, Thornbury Meadows, Sunset View Estates, Pattison Park, Strawberry Fields, Echo Glen, Sterling Pointe, and Lakepointe neighborhoods.

Project Scope:

- Slurry Seal

Construction Cost:

- $330 K

See Figure 6 on Pg 6

2020 Sidewalk Repair[1]

Project Limits:

- Avonlea neighborhood

Construction Cost (2021):

2020: $99 K

2021: $48 K (Project completed in 2022)

2021 Sidewalk Repair

Project Limits:

- 10th Ave SE
- Alhadeff Ln SE
- Avonlea neighborhood

Project Scope:

- Sidewalk Repair

See Figure 7 on Pg 6

1 2020 project carried over into 2021 fiscal year

TBD Dollars at Work

Figure 2 Marvin Rd NE

Figure 3 Willamette Dr NE

Figure 4 Orion Dr NE

Figure 5 Carpenter Rd SE

TBD Dollars at Work

Fig. 6 Slurry Seal @ 56th Ave SE

Fig. 7 Sidewalk @ 10th Ave SE

2021 TBD Finances:

The following schedule of revenues, expenditures, and changes in fund balance summarizes the TBD finances for the 2021 fiscal year:

Statement of Revenues, Expenditures, and Changes in Fund Balance
City of Lacey Transportation Benefit District
For the Year Ended December 31, 2021

Revenues		
TBD Sales and Use Tax (0.2%)	$	3,679,451
Other revenues	$	1,126,076
Total revenues	*$*	*4,805,527*
Expenditures		
Current:		
Other Expenditures		-
Capital outlay:		
Engineering (Design and Construction)	$	503,597
Roadway Construction		3,554,552
Sidewalk Construction		127,777
Debt service:		
Principal retirement		-
Interest		-
Debt issue costs		-
Total expenditures	$	4,185,925
Excess (deficiency) of revenue over (under) expenditures	$	619,602
Other Financing Sources (Uses)		
Proceeds from sale of assets		-
Debt issuance		-
Transfers in		-
Transfers out		-
Total other financing sources (uses)		-
Net change in fund balances	$	619,602
Fund balance - beginning		5,262,220
Fund balance - ending	***$***	***5,881,821***