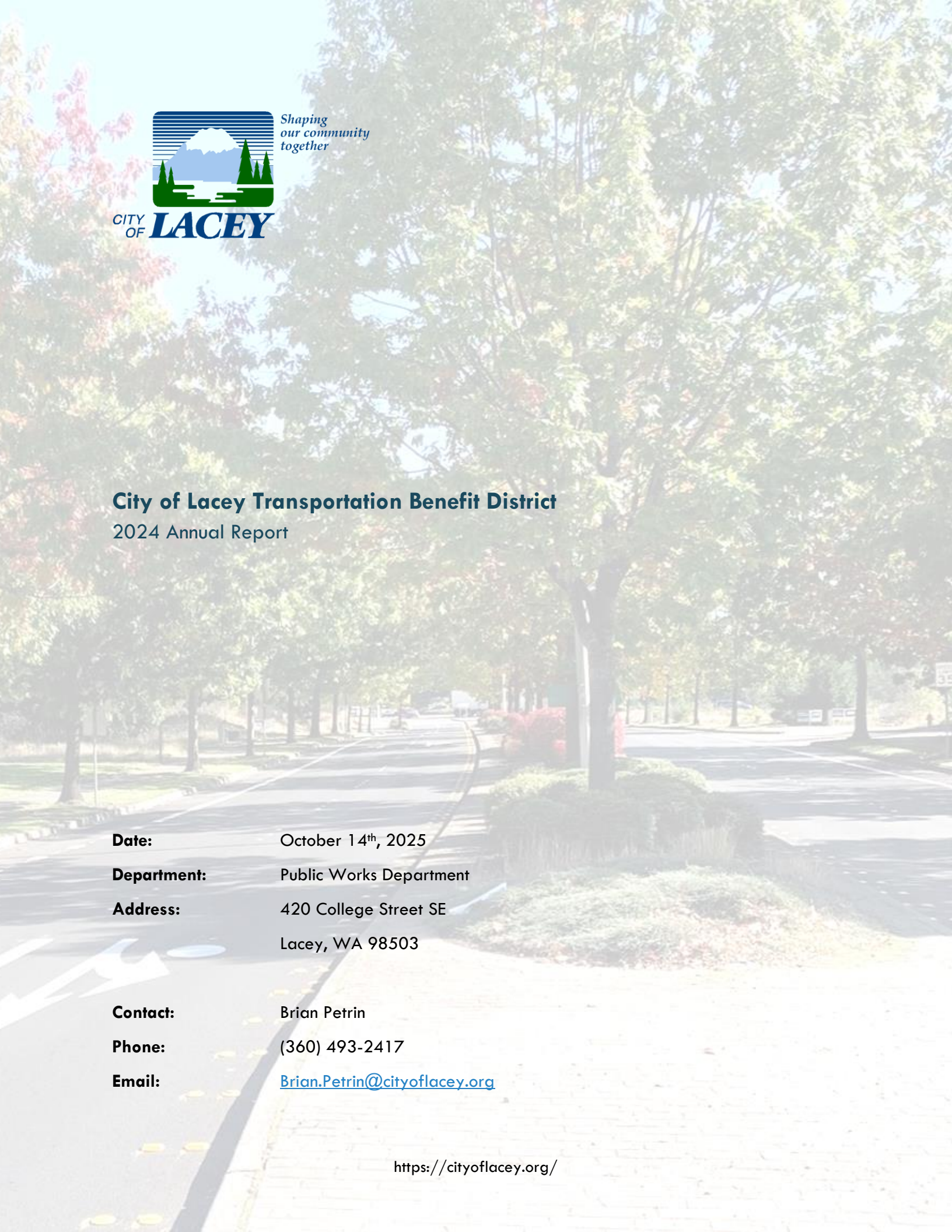

# City of Lacey Transportation Benefit District

2024 Annual Report


**Date:** October 14th, 2025

**Department:** Public Works Department

**Address:** 420 College Street SE

Lacey, WA 98503

**Contact:** Brian Petrin

**Phone:** (360) 493-2417

**Email:** Brian.Petrin@cityoflacey.org


https://cityoflacey.org/

# Summary

## Remarks:

The City of Lacey is pleased to present the *2024 Annual Report* pertaining to its Transportation Benefit District (TBD). This report provides a summary of 2024 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 2024.

## Background:

The Lacey City Council created the Lacey Transportation Benefit District, a quasi-municipal taxing jurisdiction, authorized by State law to fund street maintenance. Lacey voters approved a sales tax increase of 0.2% (two-tenths of one percent) for a period of ten years to fund street maintenance projects within City limits. 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 | Crack Seal LF | TBD Funds |
|---|---|---|---|---|---|---|---|
| 2017 | Overlay[1] | 0.27 | 175 TN $105 | 0 | 0 | 0 | $0.05M |
| 2018 | Overlay, Reconstruction | 3.56 | 5,477 TN $127 | 0 | 17 | 0 | $2.15M |
| 2019 | Overlay[2], Selective Dig-outs, Sidewalk | 11.74 | 15,881 TN $111 | 0 | 1137 52 Curb Ramps | 0 | $1.73M |
| 2020 | Reconstruction, Widening, Patch Repair | 2.67 | 7,640 TN $84 | 0 | 0 | 0 | $1.44M |
| 2021 | Reconstruction, Slurry Seal, Sidewalk[3] | 6.90 14.88 | 19,360 TN $96 | 152,550 SY $2.25 | 1560[3] | 0 | $4.19M |
| 2022 | Overlay, Reconstruction, Sidewalk[3] | 5.70 | 11,725 TN $119 | 0 | 2606 | 0 | $3.77M |
| 2023 | Reconstruction[1], Crack Seal[3] | 9.42 11.48 | 28,890 TN $105 | 0 | 0 | 154,915 | $6.97M |
| 2024 | Reconstruction & Overlay | 2.48 | 4,793 TN $137 | 0 | 0 | 0 | $2.48M |
| | GRAND TOTAL | 69.10 | | | | | $22.78M |

1 *Section of the project was a Utility project, the Utility paved a portion of the roadway, TBD paved the remainder.*
2 *Project was jointly funded with a federal transportation grant*
3 *Project carried over into next fiscal year*

*See Figure 1 TBD Fund Project Map on Pg. 3*

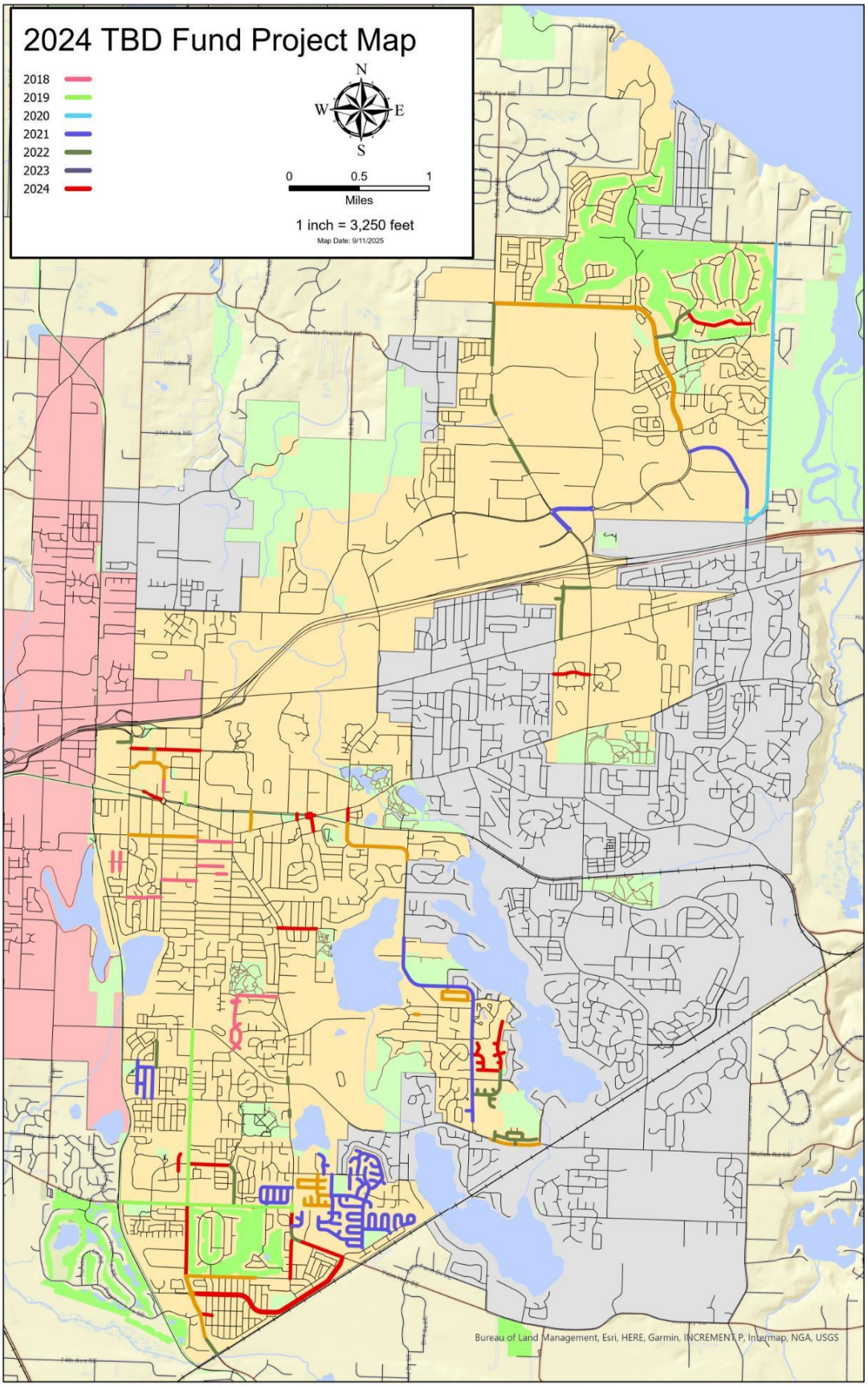


Figure 1 TBD Fund Project Map

# 2024 Projects:

### Pacific/Homann Roundabout Improvements & Sharrow Route Striping

**Project Limits:**

- Pacific/Homann Intersection
- Homann to 13th Ave
- Sharrow Route 2 & 5

**Project Scope:**

- Pavement Rehabilitation
- Pavement Reconstruction
- Sharrow Striping

**Construction Cost:**

- $514K ($589K Total)

See Figures 2-4 on Pg 5

### Yelm Hwy Rehabilitation

**Project Limits:**

- Ruddell Rd to Balustrade Blvd

**Project Scope:**

- Pavement Reconstruction

**Construction Cost:**

- $1.35M ($1.50M Total)

See Figures 5-7 on Pg 5-6

### 2023 Crack Seal Program

**Project Limits:**

- Cameron Dr NE
- 3rd Ave SE
- 6th Ave SE
- Pacific Ave SE
- Clearbrook Dr SE
- Carpenter Rd SE
- 25th Ave SE
- The Arbors
- Corporate Ctr Ct & Lp SE
- 53rd Ave SE & Parkside Dr SE
- Rainier Rd SE
- Balustrade Blvd SE
- Ruddell Rd SE
- 70th Way SE

**Project Scope:**

- Crack Seal

**Construction Cost:**

- $94K (2024)
- 190K (Total)

See Figures 8-9 on Pg 6

# TBD Dollars at Work

Fig. 2 Homann Dr SE

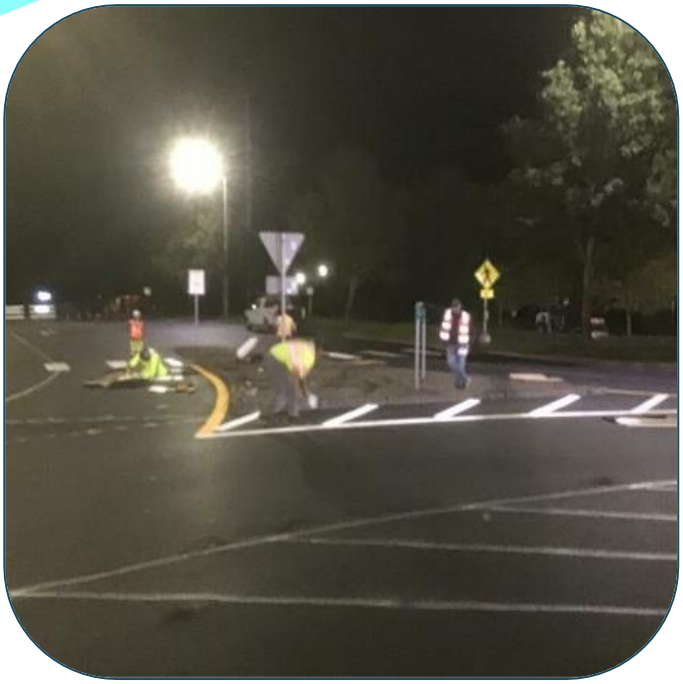

Fig. 3 Pacific/Homann RAB

Fig. 4 Sharrow Route Striping

Fig. 5 Yelm Hwy SE

Fig. 6 Yelm Hwy SE

Fig. 7 Yelm Hwy SE

Fig. 8 25th Ave SE

Fig. 9 Balustrade Blvd SE

# 2024 TBD Finances:

The following schedule of revenues, expenditures, and changes in fund balance summarizes the TBD finances for the 2024 fiscal year:

**Statement of Revenues, Expenditures, and Changes in Fund Balance**
*City of Lacey Transportation Benefit District*
*For the Year Ended December 31, 2024*

| | | |
|---|---|---|
| **Revenues** | | |
| TBD Sales and Use Tax (0.2%) | $ | 3,796,674 |
| Other revenues | $ | 131,287 |
| *Total revenues* | *$* | *3,927,962* |
| | | |
| **Expenditures** | | |
| Current: | | |
| Other Expenditures | | - |
| Capital outlay: | | |
| Engineering (Design and Construction) | $ | 673,372 |
| Roadway Construction | | 1,801,993 |
| Sidewalk Construction | | 1,000 |
| Debt service: | | |
| Principal retirement | | - |
| Interest | | - |
| Debt issue costs | | - |
| *Total expenditures* | $ | 2,476,364 |
| | | |
| Excess (deficiency) of revenue over (under) expenditures | $ | 1,451,597 |
| | | |
| **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 | $ | 1,451,597 |
| Fund balance - beginning | | 2,979,064 |
| ***Fund balance - ending*** | ***$*** | ***4,430,661*** |