

RESOLUTION NO. 2560

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BONNEY LAKE, PIERCE COUNTY, WASHINGTON, ESTABLISHING A FORMAL COST-SHARE FOR THE PLANNED PUBLIC WORKS CENTER

WHEREAS, the City Council has recently issued utility bonds to finance, in part, construction of a new public works center (PWC); and

WHEREAS, the City wants to establish a reasonable basis upon which to fairly allocate the cost of the project among the benefitting funds of the City in order to be equitable and to satisfy the State Auditor's Office in terms of a defensible cost-allocation, including the portion of the project to be used by General Fund operations such as parks and streets; and

WHEREAS, the City has traditionally used a breakdown of 50% water, 35% sewer, and 15% storm for general utility related cost-sharing; and

WHEREAS, relative operating budget size is a method of cost allocation acceptable to the State Auditor's Officer in determining cost-allocations; and

WHEREAS, a review of the 2017 proposed operating budgets of the respective divisions of the various funds that would occupy the PWC indicates that the relative operating budget size is reasonably close to the traditional breakdown of cost-shares; and

WHEREAS, a cost-sharing allocation needs to be established for each participating fund;

NOW THEREFORE, the City Council of the City of Bonney Lake, Washington hereby resolves as follows:

Section 1. The various funds of the City shall pay for their fair share of the costs of the planned Public Works Center as follows:

Water Fund	47%
Sewer Fund	34%
Stormwater Fund	11%
General Fund	8%

PASSED BY THE CITY COUNCIL this 8th day of November, 2016.



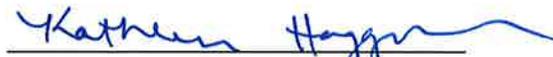
Neil Johnson, Jr., Mayor

AUTHENTICATED:



Harwood T. Edvalson, City Clerk

APPROVED AS TO FORM:



Kathleen Haggard, City Attorney

City of Bonney Lake, Washington
City Council Agenda Bill (AB)

Department/Staff Contact: Executive / Don Morrison	Meeting/Workshop Date: 8 November 2016	Agenda Bill Number: AB16-123
Agenda Item Type: Resolution	Ordinance/Resolution Number: Res. 2560	Councilmember Sponsor: McKibbin

Agenda Subject: Public Works Center Cost Sharing Allocation by Fund

Full Title/Motion: A Resolution Of The City Council Of The City Of Bonney Lake, Pierce County, Washington, Establishing A Cost-Share By Fund For The Planned Public Works Center.

Administrative Recommendation: Approve

Background Summary: The City Council has recently issued utility bonds to finance, in part, construction of a new public works center (PWC). The City should formally establish a reasonable basis upon which to fairly allocate the cost of the project among the benefitting funds of the City in order to be equitable and to satisfy the State Auditor’s Office in terms of a defensible cost-allocation, including the portion of the project to be used by General Fund operations such as parks and streets. The City has traditionally used a breakdown of 50% water, 35% sewer, and 15% storm for general utility related cost-sharing. Relative operating budget size is a method of cost allocation acceptable to the State Auditor’s Officer in determining cost-allocations. A review of the 2017 proposed operating budgets showed the following relationship (water 47%; sewer 33.2%; storm 10.1%, General 9.7%). While relative budget size varies over time, it is recommended that the PWC cost allocation be set as outlined in the resolution.

Attachments: Resolution No. 2560

BUDGET INFORMATION				
Budget Amount	Current Balance	Required Expenditure	Budget Balance	Fund Source
				<input type="checkbox"/> General <input type="checkbox"/> Utilities <input type="checkbox"/> Other
Budget Explanation: NA				

COMMITTEE, BOARD & COMMISSION REVIEW											
Council Committee Review:	Finance Committee Date: 18 October 2016	<i>Approvals:</i> Chair/Councilmember McKibbin Councilmember Swatman Councilmember Watson	<table style="width: 100%; border: none;"> <tr> <td style="text-align: right;">Yes</td> <td style="text-align: left;">No</td> </tr> <tr> <td style="text-align: right;"><input type="checkbox"/></td> <td style="text-align: left;"><input type="checkbox"/></td> </tr> <tr> <td style="text-align: right;"><input type="checkbox"/></td> <td style="text-align: left;"><input type="checkbox"/></td> </tr> <tr> <td style="text-align: right;"><input type="checkbox"/></td> <td style="text-align: left;"><input type="checkbox"/></td> </tr> </table>	Yes	No	<input type="checkbox"/>					
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	Forward to:	Consent Agenda:	<input type="checkbox"/> Yes <input type="checkbox"/> No								
Commission/Board Review:											
Hearing Examiner Review:											

COUNCIL ACTION	
Workshop Date(s): 11/1/2016	Public Hearing Date(s):
Meeting Date(s): 11/8/2016	Tabled to Date:

APPROVALS		
Director:	Mayor:	Date Reviewed by City Attorney: (if applicable)