

RESOLUTION NO. 1032

CITY OF LACEY

A RESOLUTION OF THE CITY OF LACEY, WASHINGTON, DECLARING A SUBSTANTIAL NEED FOR THE PURPOSES OF SETTING THE LIMIT FACTOR FOR THE AD VALOREM TAX LEVY FOR 2016.

WHEREAS, a public hearing was held before the City Council of the City of Lacey on November 12, 2015, for purposes of considering revenue sources to fund the City's 2016 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, on November 19, 2015, the City Council passed Resolution 1031 which declared a need to increase the 2016 ad valorem tax levy by a percentage of 1.0% over the ad valorem tax levy for 2015, and

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

WHEREAS, under RCW 84.55.005(2)(c), the limit factor for a taxing jurisdiction with a population of 10,000 or over 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 2016 is 0.251 percent and the limit factor is 100.251 percent, meaning the taxes levied in the City of Lacey in 2015 for collection in 2016 increase will be less than one percent except for the amounts resulting from new construction and improvements to property, newly constructed wind turbines, and any increase in the value of state-assessed utility property; and

WHEREAS, RCW 84.55.0101 provides for use of a limit factor of 101 percent upon a finding of substantial need by a majority plus one councilmembers; and

WHEREAS, major components of general and operation expenses are rising at a higher rate than inflation such as 2016 projected salaries, wages, and employee benefits;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON, that a finding is made of substantial need under RCW 84.55.0101, which authorizes the use of a limit factor of 101 percent for the property tax

levy for 2016.

PASSED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON,
this 3rd day of December, 2015.

CITY COUNCIL



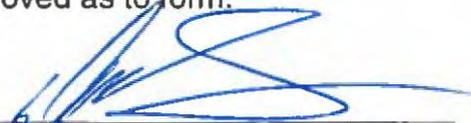
Mayor

Attest:



City Clerk

Approved as to form:



City Attorney