

RESOLUTION NO. 1098

CITY OF LACEY

A RESOLUTION OF THE CITY OF LACEY, WASHINGTON, DECLARING A SUBSTANTIAL NEED FOR THE PURPOSES OF THE SETTING THE LIMIT FACTOR FOR THE AD VALOREM TAX LEVY FOR 2021.

WHEREAS, a public hearing was held before the City Council of the City of Lacey on November 5, 2020, for purposes of considering revenue sources to fund the City's 2021 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, the City of Lacey actual levy amount from the previous year was \$7,145,693, 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 more 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 2021 is 0.602 percent and the limit factor is 100.602 percent, meaning the taxes levied in the City of Lacey in 2020 for collection in 2021 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 or less with 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 2021 projected salaries, wages, and employee benefits and the projected declines to other revenue sources.

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 2021 and the dollar amount of the increase over the actual levy amount from 2020 shall be \$71,457, which is an increase of 1.0 percent from the previous year. This increase is exclusive of additional revenue resulting from new construction, improvements to property, newly constructed wind turbines, solar, biomass, and geothermal facilities, and any increase in the value of state assessed property within the City and allowed adjustments for annexation and refunds.

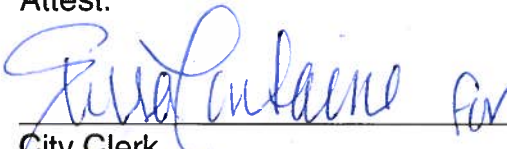
PASSED BY THE CITY COUNCIL OF THE CITY OF LACEY, WASHINGTON,
this 19th day of November, 2021.

CITY COUNCIL



Mayor

Attest:



City Clerk

Approved as to form:



City Attorney