RESOLUTION <u>R-4803</u>

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KIRKLAND AUTHORIZING THE CITY OF KIRKLAND TO IMPOSE A SALES AND USE TAX AS AUTHORIZED BY RCW 82.14.415 AS A CREDIT AGAINST STATE TAX, RELATING TO ANNEXATIONS.

WHEREAS, on April 7, 2009, the City Council of the City of Kirkland passed Resolution R-4751 which directed the City Clerk to file a notice of intent to annex the Finn Hill, Kingsgate and North Juanita Annexation Area with the King County Boundary Review Board; and

WHEREAS, the Boundary Review Board held a public hearing on the proposed annexation on June 8, 2009, and approved the annexation on July 9, 2009; and

WHEREAS, the City Council passed Resolution R-4763 calling for an election which was held pursuant to State statute on November 3, 2009; and

WHEREAS, the King County Council transmitted a certified abstract of the vote in the November 3, 2009, general election; and

WHEREAS, the annexation of the Finn Hill, Kingsgate and North Juanita Annexation Area was approved by the voters residing in the area; and

WHEREAS, the City Council passed Ordinance No. 4229 on December 15, 2009, annexing the Finn Hill, Kingsgate and North Juanita Annexation Area, an area that has a population of at least ten thousand people; and

WHEREAS, the City Council finds and determines that the projected cost of at least \$5 million to provide municipal services to the annexation area exceeds the projected general revenue estimated to be zero that the City would otherwise receive from the annexation area for the July 1, 2010 – June 30, 2011, fiscal year; and

WHEREAS, pursuant to RCW 82.14.415, the City is authorized, under the circumstances of this annexation, to impose a sales and use tax as authorized with that tax being a credit against the state tax.

NOW, THEREFORE, be it resolved by the City Council of the City of Kirkland as follows:

<u>Section 1</u>. Purpose. The City Manager is hereby authorized and directed to set the threshold for imposing the sales and use tax credit at \$5 million related to the Finn Hill, Kingsgate and North Juanita Annexation Area to be implemented for July 1, 2010 – June 30, 2011, fiscal year through the State sales taxes connected with the current City of Kirkland.

<u>Section 2</u>. Implementation. The City Manager is hereby authorized to implement such administrative procedures as may be necessary to carry out the directions of this Resolution.

Passed by majority vote of the Kirkland City Council in open meeting this <u>16th</u> day of <u>February</u> 2010.

Signed in authentication thereof this <u>16th</u>day of <u>February</u>, 2010.

MAYOR

Attest:

1 Anderson City Clerk