

RESOLUTION R- 5466

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KIRKLAND DETERMINING THE ANTICIPATED SHORTFALL IN REVENUES FOR PROVIDING MUNICIPAL SERVICES TO THE ANNEXATION AREA AS REQUIRED BY RCW 82.14.415.

1 WHEREAS, RCW 82.14.415 authorizes the City to impose
2 a sales and use tax as a credit against the state tax to assist the
3 City in providing municipal services to the newly annexed areas;
4 and

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

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

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16 WHEREAS, the City Council passed Resolution R-4763
17 calling for an election which was held pursuant to state statute;
18 and

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20 WHEREAS, the King County Council transmitted a certified
21 abstract of the vote in the November 3, 2009, general election
22 reflecting that the annexation was approved by the voters; and

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

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29 WHEREAS, on February 16, 2010, the City Council passed
30 Ordinance No. 4237 creating Chapter 5.07 of the Kirkland Municipal
31 Code and imposing the sales and use tax at the rate of 0.2 percent;
32 and

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34 WHEREAS, the annexation sales tax credit revenues for the
35 fiscal year July 1, 2019 to June 30, 2020 were necessary to support
36 the true and actual costs to provide municipal services to the
37 Annexation Area; and

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39 WHEREAS, the City Council certifies the true and actual
 40 costs to provide municipal services to the Annexation Area
 41 totaled \$32.049 million for the period corresponding to the
 42 State’s fiscal year July 1, 2019 to June 30, 2020; and the
 43 revenue from the Annexation Area, excluding gambling and sales
 44 tax revenues for the same period totaled \$23.841 million,
 45 resulting in a difference of \$8.208 million. The gambling tax
 46 revenue from the Annexation Area of \$1.117 million reduced this
 47 gap to \$7.091 million. The annexation sales tax credit received
 48 from the State was \$5.097 million.

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 50 NOW, THEREFORE, be it resolved by the City Council of the
 51 City of Kirkland as follows:
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53 Section 1. Purpose. The Kirkland City Council certifies that
 54 annexation sales tax credit revenues for the fiscal year July 1,
 55 2019 to June 30, 2020 were necessary to support the true and
 56 actual costs to provide municipal services to the Annexation Area.
 57 The City Council previously imposed a sales and use tax at the
 58 rate of 0.2 percent, with the passage of Ordinance No. 4237 on
 59 February 16, 2010.
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61 Section 2. Implementation. The City Manager is authorized
 62 to implement such administrative procedures as may be necessary
 63 to carry out the directions of this Resolution.
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65 Passed by majority vote of the Kirkland City Council in open
 66 meeting this 16th day of February, 2021.
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68 Signed in authentication thereof this 16th day of February,
 69 2021.


 Penny Sweet, Mayor

Attest:


 Kathi Anderson, City Clerk