



TO: Elizabeth A. Pauli, City Manager
FROM: Ramiro A. Chavez P.E. PgMP, Public Works Director/City Engineer
SUBJECT: Tacoma Transportation Benefit District 2023-2024 Progress Update
DATE: June 11, 2024

RS
 DS
 RACPP

The Public Works Department is hereby providing the progress update for work accomplished in 2023 utilizing funds provided through the Transportation Benefit District (TBD).

The following table summarizes the budget, expenditures, and the highlights of the work performed for each program identified in Resolution No. TBD 021, which the TBD Board adopted on November 22, 2022 (see attached Exhibit A, “2023-2024 Transportation Benefit District Budget/Spending Plan”).

Additional one-time expenditures for the construction of the chip seal oil tanks at the Asphalt Plant, contracted services for street maintenance, and several vehicles have not been purchased due to supply chain issues and/or contracting challenges.

Program	2023-2024 Budget	2023 Expenditures ¹	Highlights
Street Rehabilitation	\$19,518,811	\$7,897,700	196 Blocks of Residential Surface Treatment 85 Blocks of Residential Overlay 278 Blocks of Residential Preventative Maintenance 32,151 square feet of Arterial Permanent Repair (repaired or prevented 2,009 permanent pothole repairs)
Non-motorized & Sidewalk/Curb Ramp	\$1,200,000	\$612,364	87 ADA-Compliant Curb Ramp Upgrades
Contracted Services- Street Maintenance and Repair	\$2,287,749	\$399,000	Streets Initiative Package 23 is currently under construction, which should be complete by the end of 2024.
Totals	\$23,006,560	\$8,909,064	

Please contact me at (253) 591-5067 should you have any questions.

¹ An overhead rate (20.3% for year 2023) accounts for assessments and other administrative expenses not captured in program/project work orders.



RESOLUTION NO. TBD 021

1 A RESOLUTION relating to the City of Tacoma Transportation Benefit District's
2 budget; approving the 2023-2024 Transportation Benefit District Budget/
3 Spending Plan.

4 WHEREAS RCW 35.21.225 and 36.73.020 provide for the establishment of
5 a Transportation Benefit District ("TBD") by cities and counties to levy and impose
6 various taxes and fees to generate revenue to support transportation
7 improvements that benefit the district and are consistent with state, regional, or
8 local transportation plans, and necessitated by existing or reasonably foreseeable
9 congestion levels, and

10 WHEREAS Ordinance No. 28099, passed on November 20, 2012, and
11 codified under Chapter 10.28 of the Tacoma Municipal Code, established a TBD
12 for the purpose of acquiring, constructing, improving, providing, and funding
13 transportation improvements within the district, and,

14 WHEREAS on November 27, 2012, the TBD Board authorized a vehicle
15 license fee of \$20, and

16 WHEREAS on July 14, 2015, the Board adopted Amended Resolution
17 No. TBD 008 to place ballot measure Proposition No. 4, later referred to as
18 Proposition A, on the ballot for the General Election, and

19 WHEREAS Proposition A, approved by the voters in the November 3,
20 2015 General Election, authorized a sales tax increase of one-tenth of one
21 percent to fund street improvements, and

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1 WHEREAS the City's Office of Management and Budget estimates the
2 City will collect an estimated \$5,796,000 in authorized vehicle license fees, and
3 \$15,161,556 from the sales tax increase of one-tenth of one percent, and
4 \$84,528 in investment revenues for a total of \$21,042,084 of TBD revenues in
5 the 2023-2024 biennium, and
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7 WHEREAS the proposed Budget/Spending Plan also includes spending
8 of \$1,964,476 cash on hand, with the total proposed Budget/Spending Plan of
9 \$23,006,560, and
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11 WHEREAS transportation projects may include the operation, preservation,
12 and maintenance of transportation facilities or programs, and

13 WHEREAS a budget/spending plan is necessary to outline the
14 transportation improvements to be funded by the TBD, appropriate funds for
15 said improvements, and coordinate with stakeholders and utilities, and
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17 WHEREAS the TBD Board held a public hearing on November 8, 2022,
18 to allow the public to comment on the proposed TBD Budget/Spending Plan;
19 Now, Therefore,
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BE IT RESOLVED BY THE GOVERNING BOARD OF THE TACOMA
TRANSPORTATION BENEFIT DISTRICT:

That the 2023-2024 Transportation Benefit District Budget/Spending Plan,
substantially in the form of the document on file in the office of the City Clerk, is
hereby approved.

Passed November 22, 2022

M Woodards
Chair of the Transportation
Benefit District

Attest:

Doris Soum
City Clerk

Approved as to form:

Debra Case
Deputy City Attorney



City of Tacoma

Transportation Benefit District Governing Board
Action Memorandum

TO: Transportation Benefit District Governing Board
FROM: Rae Bailey, Division Manager, Public Works Street Operations
Josh Diekmann, P.E. PTOE, Interim Public Works Director/City Engineer
COPY: City Manager and City Clerk
SUBJECT: Resolution - Approval of 2023-2024 Transportation Benefit District Budget and Spending Plan –
November 22, 2022
DATE: October 25, 2022

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SUMMARY AND PURPOSE:

A resolution approving the 2023-2024 Transportation Benefit District Budget and Spending Plan.

BACKGROUND:

This Department's recommendation is based on RCW 35.21.225 and 36.73.020, and City of Tacoma Ordinance No. 28099, which authorized establishment of a Transportation Benefit District (TBD) for the purposes of acquiring, constructing, improving, providing, and funding transportation improvements within the TBD consistent with any state, regional, or local transportation plans and necessitated by existing or reasonably foreseeable congestion levels.

On November 27, 2012, the TBD Governing Board (Board) adopted Resolution No. TBD 001 authorizing the collection of a vehicle license fee of \$20. On November 3, 2019, passage of I-976 repealed the City's authority to collect the vehicle license fee.

On July 14, 2015, the Board adopted Amended Resolution No. TBD 008 to place ballot measure Proposition No. 4, later referred to as Proposition A, on the ballot for the General Election. Proposition A, which authorized a sales tax increase of one tenth of one percent (0.1%) to fund street improvements was passed in the November 3, 2015 General Election.

The City's Office of Management and Budget estimates the City will collect an estimated \$5,796,000 (authorized vehicle license fee), \$15,161,556 (sales tax increase of one tenth of one percent), and \$84,528 in investment revenues for a total of \$21,042,084 of TBD revenues in the 2023-2024 biennium. The proposed Budget and Spending Plan also includes spending \$1,964,476 of cash on hand. The total proposed Budget/Spending Plan is \$23,006,560.

RCW 36.73.020 states the Board shall consider the following criteria when selecting transportation improvements: reduced risk of transportation facility failure and improved safety; improved travel time; improved air quality; increases in daily and peak period trip capacity; improved modal connectivity; improved freight mobility; cost-effectiveness of the investment; optimal performance of the system through time; and other criteria, as adopted by the governing body in Chapter 10.28 of the Municipal Code.

COMMUNITY ENGAGEMENT/ CUSTOMER RESEARCH:

The TBD Budget and Spending Plan provides maintenance of the City's street system and affects all of Tacoma's residents. Maintenance projects are selected primarily upon the pavement condition of the City's street system and the Department uses the City's Equity Index to help guide selection of maintenance in underserved/underrepresented communities. A public hearing was held on November 8, 2022, which provided residents the opportunity to learn about and testify on the 2023-2024 TBD Budget and Spending Plan.



2025 STRATEGIC PRIORITIES:

Equity and Accessibility:

The proposed 2023-2024 TBD Budget and Spending Plan will provide maintenance and repair of residential streets and the construction of new ADA accessible curb ramps at various locations throughout the City, as identified in Exhibit A, entitled "2023-2024 Transportation Benefit District Budget and Spending Plan". Maintenance projects are selected using best asset management practices and the City's Equity Index.

Economy/Workforce: *Equity Index Score:* High Opportunity

Increase the number of infrastructure projects and improvements that support existing and new business developments.

Explain how your legislation will affect the selected indicator(s).

The TBD Budget and Spending Plan will provide maintenance of the City's residential street system; improves safety, travel time, and air quality; increases in daily and peak period trip capacity; improves modal connectivity; and affects all of Tacoma's residents and businesses.

ALTERNATIVES:

Alternative(s)	Positive Impact(s)	Negative Impact(s)
1. Do not approve the TBD Budget and Spending Plan.	There are no positive impacts of not approving the TBD Budget and Spending Plan.	The City will continue to collect the TBD revenue; however, without an approved Budget and Spending Plan the City cannot appropriate the funding for transportation improvements nor coordinate with stakeholders and utilities.

EVALUATION AND FOLLOW UP:

The Department tracks the expenses and the amount of maintenance performed, and provides the Board with annual and biennium reports of work completed.

STAFF/SPONSOR RECOMMENDATION:

The Public Works Department recommends the Transportation Benefit District Board approve the 2023-2024 Transportation Benefit District Budget and Spending Plan.



FISCAL IMPACT:

The authorized vehicle license fee of \$20 will generate an estimated \$5,796,000 (authorized vehicle license fee), \$15,161,556 (sales tax increase of one tenth of one percent), and \$84,528 in investment revenues for a total of \$21,042,084 of TBD revenues in the 2023-2024 biennium. The proposed Budget and Spending Plan also includes spending \$1,964,476 of cash on hand. The total proposed Budget/Spending Plan is \$23,006,560.

Fund Number & Name	COST OBJECT (CC/WBS/ORDER)	Cost Element	Total Amount
1070 Vehicle Fee	663000	4317600	\$7,085,004
1070 Sales Tax	663001	4313270	\$15,921,556
TOTAL			\$23,006,560

What Funding is being used to support the expense?

Transportation Benefit District Funding is being used.

Are the expenditures and revenues planned and budgeted in this biennium’s current budget?

No

The proposed Budget and Spending Plan is for the 2023-2024 biennium.

Are there financial costs or other impacts of not implementing the legislation?

YES

Will the legislation have an ongoing/recurring fiscal impact?

No

Will the legislation change the City’s FTE/personnel counts?

No

ATTACHMENTS:

- Exhibit A - 2023-2024 Transportation Benefit District Budget and Spending Plan

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EXHIBIT A

2023-2024 TRANSPORTATION BENEFIT DISTRICT BUDGET AND SPENDING PLAN

PROGRAM	BUDGET	PROGRAM PURPOSE
Street Maintenance and Repair	\$ 19,518,811.00	<p>The purpose of the Street Maintenance and Repair program is to maintain Tacoma's roadways, both residential and arterial. Repair and maintenance of the right-of-way promotes safety, enhances mobility, and protects the environment.</p> <p>Through Transportation Benefit District funding, Public Works anticipates completing the following work:</p> <p>Residential Surface Treatment – 350 to 370 Blocks Residential Street Paving – 130 to 145 Blocks Residential Preventative Maintenance - 530 to 555 Blocks</p> <p>Construction of Oil Tanks for Surface Treatments Replacement of aging equipment used for Street Maintenance and Repair</p>
Nonmotorized & Sidewalk/Curb Ramp	\$ 1,200,000.00	<p>The purpose of the Nonmotorized & Sidewalk/Curb Ramp Program is to increase the efficiency and safety of pedestrians, bicyclists, and people of all ages and abilities in the right-of-way.</p> <p>Through Transportation Benefit District funding, Public Works anticipates completing the following work:</p> <p>Construct ADA Curb Ramps – 140 to 180 Ramps</p>
Contracted Services - Street Maintenance and Repair	\$ 2,287,749.00	<p>The purpose of the Street Maintenance and Repair program is to maintain Tacoma's roadways, both residential and arterial. Repair and maintenance of the right-of-way promotes safety, enhances mobility, and protects the environment.</p> <p>Through Transportation Benefit District funding and utilizing private construction companies, Public Works anticipates completing the following work:</p> <p>Residential Street Paving – 14 Blocks</p>
TOTAL BUDGET	\$ 23,006,560.00	

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Resolution No. TBD 021

Adopted: NOV 22 2022

Maker of Motion: Ushka

Seconded: Blocker

Voice Vote:

MEMBERS	AYES	NAYS	ABSTAIN	ABSENT
CM Blocker	X			
CM Bushnell	X			
CM Daniels	X			
CM Diaz	X			
CM Hines	X			
CM Rumbaugh	X			
CM Ushka	X			
CM Walker	X			
Mayor Woodards	X			

Roll Call Vote:

MEMBERS	AYES	NAYS	ABSTAIN	ABSENT
CM Blocker				
CM Bushnell				
CM Daniels				
CM Diaz				
CM Hines				
CM Rumbaugh				
CM Ushka				
CM Walker				
Mayor Woodards				