



# Parks Funding Exploratory Committee Meeting #12

February 23, 2023



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## Local Land Acknowledgement

We acknowledge that the Southern Salish Sea region lies on the unceded and ancestral land of the Coast Salish peoples, the Duwamish, Muckleshoot, Puyallup, Skykomish, Snoqualmie, Snohomish, Suquamish and Tulalip tribes and other tribes of the Puget Sound Salish people, and that present-day City of Kirkland is in the traditional heartland of the Lake People and the River People. We honor with gratitude the land itself, the First People – who have reserved treaty rights and continue to live here since time immemorial – and their ancestral heritage.



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## Welcome from PFEC Chair Councilmember Kelli Curtis



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## PFEC Agenda Overview

- Dinner, team connecting time
- Welcome
- Tonight's Purpose, FLOW
- Balancing Act #3 Results
- Amenities & Programmatic Elements Deep Dive
- *Break*
- Funding Options
- Cap Revisit
- *Closing (done by 8:30pm)*



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# Purpose and Outcomes for Feb 23

**Purpose:** The purpose of this Parks Funding Exploratory Committee meeting is for members to see the big picture on CAP and facilities, and to gain clarity on programs, amenities, and funding

**Outcomes:**

- Gain knowledge of Balancing Act #3 priorities
- Gain clarity regarding funding options and ramifications
- Gain understanding of a basic framework of a PFEC recommendation



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# PFEC Decision Flow

<b>Framing Questions that will guide us:</b> <ul style="list-style-type: none"> <li>• What should the community buy?</li> <li>• How should we fund it?</li> <li>• Do you think it will pass?</li> </ul>	<b>Tiers to categorize recommendations:</b> <ol style="list-style-type: none"> <li>1. Definitely include; cents/thousand</li> <li>2. Not sure; for Council consideration</li> <li>3. Not recommended at this time; why</li> </ol>	<b>Decision Process Values: (ATTIC)</b> <ul style="list-style-type: none"> <li>• Aligned with PROS Plan &amp; Feasibility Study</li> <li>• Trust and good intent</li> <li>• Time (just right amount to deliberate)</li> <li>• Inclusive of all PFEC perspectives</li> <li>• Collaborative</li> </ul>
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PFEC Thurs 2/23	PFEC Thurs 3/2	PFEC Mon 3/6	PFEC Sun 3/12	Staff Mon 3/13 - Thurs 3/16	Council Tues 3/21	Council Tues 4/4 & Tues 4/18
Goal: Group clarity on elements, funding  Test for consensus: majority package  Funding Mechanism Deeper Dive	Goal: Majority recommendation  Majority recommendation  Decide funding mechanism  Celebrate & thanks	PFEC receives draft report for review and comment  <i>Send minority report comments by Sunday 3/5</i>	Deadline to provide comments = high level, major flags, what you love	Staff compiles PFEC comments and finalizes Report and Recommendations  Report is posted in City Council Packet on Website.	5:30 p.m. Study Session to review PFEC Report	4/4: Council Resolution to accept PFEC Report/ Recommendation (hear)  4/18: Resolution – Adopt

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## Amenities & Programmatic Elements Deep Dive



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## Poll: Restroom Options

- A. C-H: Original (\$36.97/year)
- B. C-H: Option B: 3 new, 6 winterized (\$17.30/year)
- C. C-H: Option C: Winterize only (\$3.83/year)
- D. C-H: Option D: New only (\$33.14/year)



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## Poll: Youth & Teens

A.O-D(a): Enhanced Recreation Programs for Youth & Teens  
(original) (\$4.76/year)

B.O-D(b): KTUB Operations & Enhanced Recreation Programs for  
Youth & Teens (original) (\$13.03/year)

C.O-D: Option C: Scaled version halfway between options A&B  
(\$8.90/year)



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## Break (10 minutes)



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# Property Tax Changes 2022 to 2023 \$1 Million AV Home Example

	2022 Tax Year	2023 Tax Year
Sample Home AV	708,275	1,000,000
Levy Rate/\$1,000 AV	8.70949	7.39443
Annual Property Tax	6,168.71	7,394.43



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# Property Tax Changes 2022 to 2023

Taxing District	2022 Total Tax	2023 Total Tax	% Increase 2022 to 2023	\$ Increase 2022 to 2023	Property Tax Distribution 2022	Property Tax Distribution 2023
State School Fund	1,307.77	1,501.07	14.78%	193.30	21.2%	20.3%
State School Fund (McCleary)	684.73	813.39	18.79%	128.66	11.1%	11.0%
Lake Wash School District	1,659.38	2,151.78	29.67%	492.39	26.9%	29.1%
King County	869.79	1,086.98	24.97%	217.19	14.1%	14.7%
City of Kirkland	795.76	865.15	8.72%	69.38	12.9%	11.7%
Port of Seattle	80.19	96.13	19.87%	15.93	1.3%	1.3%
Sound Transit	129.54	155.28	19.87%	25.74	2.1%	2.1%
Hospital District	172.72	192.26	11.31%	19.53	2.8%	2.6%
Flood Control Zone District	55.52	66.55	19.87%	11.03	0.9%	0.9%
Library District	234.41	258.81	10.41%	24.39	3.8%	3.5%
EMS	178.89	207.04	15.74%	28.15	2.9%	2.8%
<b>Total</b>	<b>6,168.71</b>	<b>7,394.43</b>	<b>19.87%</b>	<b>1,225.72</b>	<b>100.0%</b>	<b>100.0%</b>



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# Funding Mechanism Options

- Universe of options presented on December 8
- Key Considerations from 2/13
  - **Stable and Sufficient Funding**
  - **Transparent**
  - Sustainable
  - Simplicity
  - Flexibility
  - **Passage Success**




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## Funding Mechanism Options

Ballot Measure Type (Revenue Source)	Vote Required	Could be used for:			Duration	Limitations on Revenue Source	Example Strengths/Weakness
		Capital	O & M	Notes about use			
"One-bump" Single-Year* Property Tax Levy Lid Lift (Permanent)	50% + 1	X	X	Any lawful government purpose. Purpose may be specified in ballot measure.	Limit 9 years if used for debt service on bonds.	Can increase by more than 1% for first year. Future years limited to 1% annual increase.	<b>Strength:</b> Simplicity <b>Weakness:</b> Sustainability of funding
Excess Property Tax Levy Measure/ General Obligation Bond	60% with validation ***	X		Can only be used for capital.	Collected for as many years as necessary to repay bonds.	Levy amount for each year calculated to repay the exact amount of debt for that year.	<b>Strength:</b> Sustainability of funding, transparent <b>Weakness:</b> Ease of passage, flexibility
Two measures: Levy Lid Lift (Permanent)+ Excess Property Tax Levy (Bond)	Two ballot measures/votes: Combo of rows above						<b>Strength:</b> Stable and sufficient, transparent <b>Weakness:</b> Ease of passage, simplicity

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# Debt Cost Rates for Houghton 103K

	Annual Cost for Homeowner of \$1M AV Home		
	9-year term	20-year term	30-year term
Total Capital Cost \$132,500,000	\$355.94	\$199.79	\$164.10
Annual Operating Cost \$1,600,000	\$33.09	\$33.09	\$33.09
Element total:	\$389.03	\$232.88	\$197.19



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# PFEC Recommendation Basic Framework

*See Handout*



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## Closing – Thank You

- **Next Meeting: Thursday, March 2, 6 p.m.**
  - Topic: Final Recommendation, Celebration, Thanks
  - Location: Parks Maintenance Center
- **To-do before next meeting:**
  - Balancing Act
- Virtual PFEC Binder
  - All materials posted here for reference

