

**CITY COUNCIL
AGENDA ITEM COVER SHEET**

ITEM NO: Consent C 3

DATE: November 12, 2009

SUBJECT: Adoption of Ordinance 1062-09 setting the tax levy for 2010 for the 2004 GO Police Bond

CONTACT PERSON: Laura Koenig, Clerk/Deputy Finance Director

ISSUE:

The issue before the Council is the adoption of Ordinance 1062-09 (Attachment A) which sets the tax levy for the 2004 General Obligation Police Bond. The amount of the levy for 2010 is \$30,085. The ordinance was introduced at the October 22, 2009 Council meeting.

SUMMARY:

In 2004 the City issued bonds to pay for the 800 MHz communication system and for capital improvements to the Police Station. An ordinance must be adopted as part of the budget process to levy the required taxes to meet the annual payment.

In 2009, the City transferred the balance of the funds in Fund 110, Police Bond Fund, into the bond payment fund. This provided \$8,337 of funds for future bond payments.

This was a 20 year bond issue with average payments of \$31,000 per year. Additional property taxes are levied annually to cover the cost of the bonds. The average cost per household is \$19.25 per year.

Revenues: \$30,400 tax levy on real property

Expenses: \$30,400 bond principal and interest

205 GO POLICE BOND - REVENUES

Account	Description	2007 Actual	2008 Actual	2009 Adopted	2010 Proposed
205-000-308-10-000	Beginning Fund Balance	15,550	16,034	0	0
205-000-311-11-000	Property Tax	30,834	30,739	30,595	30,085
205-000-361-11-000	Investment Interest	1,116	636	765	310
	TOTAL REVENUE	47,499	47,409	31,360	30,400

205 GO POLICE BOND - EXPENDITURES

Account	Description	2007 Actual	2008 Actual	2009 Adopted	2010 Proposed
205-205-591-80-410	Professional Services	0	304	300	315
205-205-591-80-700	Bond Payment - Principal	15,000	15,000	15,000	15,000
205-205-591-80-800	Bond Payment - Interest	16,465	16,045	15,595	15,085
	TOTAL EXPENDITURES	31,465	31,349	30,895	30,400

STAFF RECOMMENDATION

Move to adopt Ordinance 1062-09, setting the 2010 Tax Levy for the General Obligation Police bond.

Attachments: A. Ordinance 998-08

**CITY OF SULTAN
SULTAN WASHINGTON**

ORDINANCE 1062-09

AN ORDINANCE OF THE CITY OF SULTAN FIXING THE AMOUNT OF TAXES TO BE LEVIED FOR THE GENERAL OBLIGATION BONDS AS APPROVED BY THE VOTERS ON TAXABLE PROPERTY WITHIN THE CITY OF SULTAN FOR THE YEAR 2010

WHEREAS, Proposition No. 1 Emergency Radio System and Health and Safety Bonds was approved by the voters on September 14, 2004, and

WHEREAS, that election allowed bonds to be issued and a regular property tax to be levied each year for a maximum term of 20 years, and

WHEREAS, the bonds have been issued and taxes need to be collected, now therefore

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SULTAN that Snohomish County tax the City's taxpayers for the year 2010 for a total of Thirty thousand and eighty five dollars and 00/100 (\$30,085.00) so as to cause collection of these funds to cover the cost of the required bond debt service payments.

Effective Date: This ordinance shall be in full force and effect five days after publication as required by law.

REGULARLY ADOPTED this 12th day of November 2009.

Carolyn Eslick, Mayor

Attest:

Laura J. Koenig, City Clerk

Approved as to form:

Margaret King, City Attorney

Published: