

Whatcom County

COUNTY COURTHOUSE 311 Grand Avenue, Ste #105 Bellingham, WA 98225-4038 (360) 778-5010

Agenda Bill Master Report

File Number: AB2023-403

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Public Works Department

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Resolution

Assigned to:

Council Public Works & Health Committee

Final Action: 06/20/2023

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06/20/2023

Enactment #: RES 2023-016

Primary Contact Email: sdraper@co.whatcom.wa.us

TITLE FOR AGENDA ITEM:

Resolution on the interpretation and retroactive application of ambiguous language in WCC 10.34.030, Use of Ferry Fee Revenue

SUMMARY STATEMENT OR LEGAL NOTICE LANGUAGE:

See Memo

HISTORY OF LEGISLATIVE FILE

Date: Acting Body: Action: Sent To: 06/20/2023 A GENERIC PASS

06/20/2023 Council Public Works & Health

RECOMMENDED FOR

Committee

APPROVAL

Aye: 2 Frazey, and Galloway

Nay: 1 Kershner

06/20/2023 Council

APPROVED

Aye: 4

Buchanan, Donovan, Frazey, and Galloway

Byrd, Elenbaas, and Kershner Nay: 3

Attachments: Staff Memo, Resolution, Presentation for 6.20.2023

1 2 3 4	PROPOSED BY: <u>Public Works</u> INTRODUCTION DATE:
5 6 7 8 9	RESOLUTION NO. 2023 - 016 REQUESTING COUNCIL APPROVAL OF THE INTERPRETATION AND RETROACTIVE APPLICATION OF AMBIGUOUS LANGUAGE IN WCC 10.34.030 - USE OF FERRY USER FEE REVENUE
11	WHEREAS, Chapter 10.34 of the Whatcom County code addresses the
12	administration of the ferry rates and guides what should and should not be included in
13	calculating the annual fare box goal; and
14	
15	WHEREAS, the 2007 fare box goal calculation was amended by ordinance 2008-017
16	adding language to Chapter 10.34.030 – Use of Ferry User Fee Revenues that included an
17	ambiguous reference to "income from the state Motor Vehicle Fuel Tax for ferry operation";
18	and
19	
20	WHEREAS, two state revenue streams, Motor Vehicle Fuel Tax attributable to the
21	ferry (MVFT-F) and Ferry Deficit Reimbursement Funding (FDRF) originate at the state level
22	from Motor Vehicle Fuel Tax collections and therefore fit the language added to WCC
23	10.34.030 in 2008; and
24	
25	WHEREAS, starting with the adoption of this change in the 2007 fare box goal
26	calculation, FDRF revenue has been included in the fare box goal calculation per the revised
27	language of WCC 10.34.030; and
28	
29	WHEREAS, Public Works has not previously considered Motor Vehicle Fuel Tax
30	attributable to Ferry as qualifying under the definition provided in WCC 10.34.030 "income
31	from state Motor Vehicle Fuel Tax for ferry operation" based on interpretations and
32	explanations of the income from the County Road Administration Board; and

1	WHEREAS, it is reasonable to believe that the language in WCC 10.34.030 is
2	ambiguous, given past conversations with the council and unsuccessful attempts to clarify
3	the language made in 2008 (AB2008-085) and 2013 (AB2013-161), and should be clarified
4	to avoid disputes over fare box goal calculations; and
5	
6	WHEREAS, the proposed new language for WCC 10.34 clears up the ambiguity in
7	future calculations by assigning both Motor Vehicle Fuel Tax attributable to Ferry and Ferry
8	Deficit Reimbursement Funding to be used in the annual fare box goal; and
9	
10	WHEREAS, annual fare box goal calculations starting in 2007 and continuing
11	through 2022 have been calculated without including Motor Vehicle Fuel Tax attributable to
12	Ferry income in the calculation; and
13	
14	WHEREAS, between 2007 and 2022, \$2.7m of the Motor Vehicle Fuel Tax received
15	by the Road Fund was considered attributable to the ferry, which at a 55% fare box
16	recovery rate would have resulted in a reduction of the total fare box goal by \$1.5m
17	through 2022; and
18	WHEREAS, this does not change the 2022 year-end fund balance but instead
19	updates the portion of the fund balance attributable to Ferry Fare collections vs. attributable
20	to other fund contributions.
21	
22	NOW, THEREFORE, BE IT RESOLVED by the Whatcom County Council that since
23	the Motor Vehicle Fuel Tax attributable to Ferry and Ferry Deficit Reimbursement Funding
24	are derived, at a state level, from Motor Vehicle Fuel Tax collections, it is reasonable to
25	include both sources in the interpretation of Whatcom County Code 10.34.030 "income from
26	the state Motor Vehicle Fuel Tax for ferry operation"; and

BE IT FURTHER RESOLVED by the Whatcom County Council that the fare box goal calculations for 2007-2022 will be recalculated, with the clarity of this resolution, to obtain a new Cumulative Fare Box Reserve balance for the end of 2022.

ADOPTED this 20th day of June , 20 23 .

ATTEST: COUNTY

Dana Brown Davis, Clerk of the Council

WHATCOM COUNTY COUNCIL WHATCOM COUNTY, WASHINGTON

Barry Buchanan, Council Chair

WHATCOM COUNTY EXECUTIVE APPROVED AS TO FORM:

ASHIM

Christopher Quinn per email 06.07.2023/RR

Christopher Quinn, Civil Deputy Prosecutor