2021 Legislative Session Report

PRESENTED TO: City of Marysville Monday, June 28th, 2021



2021 Legislative Session Overview

- Session began on January 11th, 2021 running for 105-days, concluding April 25th, 2021.
- > <u>Biennial Budgets</u>: Operating, Capital and Transportation approved.
 - > Separately, New revenue Transportation Package did not pass in 2021, conversation will continue in 2022.
- ➢ Provided \$1 billion for rental and utility assistance.
- ▶ Provided more than \$400 million for broadband enhancement programs.
- State added \$10 million to cannabis revenue sharing. This brings the total up to \$40 million, matching what was promised to cities and counties in 2015.
- > Funded remaining state-shared revenues at expected levels.
- Created a new \$20 million city assistance fund for one-time costs associated with policing and criminal justice reforms.
- Funded the Public Works Trust Fund with \$129 million for competitive loans and provided other needed infrastructure funding. This is the largest investment since the 2009-11 biennium.
- Addressed homelessness through \$175 million for the Housing Trust Fund. Nearly \$120 million in capital investments for rapid rehousing grants and housing and homelessness projects. \$42 million for utility improvement or connection grants to local entities to support affordable housing
- Significant investments made in behavioral health funding, including \$13 million to assist in the redevelopment of Compass Health's Broadway campus.

Priority Issues

Cascade Industrial Center, HB 1386 – Local property tax exemption re-authorized.

Centennial Trail Connector – Marysville / Lake Steven's trail connector, funded at \$515,000.

156th Street NE Overcrossing – \$1M design funding request, not funded.

Grove Street Overcrossing – \$24M Transportation Package advocacy / funding request, construction funding included in Sen. Hobbs' proposed package, Forward WA.



House Bill 1386, MIC Re-Auth

HB 1386, Rep. Wicks: "Modifying the property tax exemption for the value of new construction of industrial/manufacturing facilities in targeted urban areas."

- Expands eligibility for the targeted urban area property tax exemption (TUA Exemption) to allow any city or town to utilize the program.
- Expands eligible facilities for purposes of the TUA Exemption to include those facilities categorized with a transportation use.
- Specifies certain labor specifications that must be given priority by a city when evaluating applications for a TUA Exemption.
- Increases the average wage required for a family living wage job to \$23 and requires that health care benefits be provided for purposes of the TUA Exemption.

Timeline:

➢ Public hearing in House Finance Committee: February 18th, 2021

- > Vote in the House: passed; yeas, 97; nays, 0; absent, 0; excused, 1
- ▶ Public hearing in Senate Ways & Means Committee: March 15th, 2021
- > Vote in the Senate: passed; yeas, 47; nays, 2 absent, 0; excused, 0
- ➤ Governor signed: May 10th, 2021 effective date; 7/25/21

Future Transportation Package

Senator Hobbs' Proposed Transportation Package Details:

\$17.8 Billion – plan partially funded through a statewide cap and invest program, and relies on a 9.8 cent gas tax, a statewide transportation benefit assessment, a shift of the car sales and use tax on EVs/Hybrids (starting in 2026), and other vehicle and licensing fees.

≻Contains:

- > Funding for the replacement of the I-5 Columbia River Bridge.
- > Funding for a rebuild of the US 2 Trestle in Snohomish County.
- Increased investments for special needs transit, rural mobility grants, commute trip reduction, transit fare reduction, as well as increased bike and pedestrian accessibility.
- Billions in needed maintenance and preservation work including numerous investments for repairs to roads, highways and bridges throughout the state.
- SB 5481, SB 5481, and SB 5483 were heard in Senate Transportation Committee on April 12th, 2021.
- Executive action taken, passed out of committee on April 14th, 2021.
- ≻ No further action taken.



Legislator Relationships

>Sponsors:

Capital Budget Request: Rep. Mike Sells, Senator Robinson

> Transportation Budget Request: Rep. Emily Wicks, Senator Robinson

>Representation:

38th LD – Rep. Emily Wicks, Rep. Mike Sells, Senator June Robinson
39th LD – Rep. Carolyn Eslick, Rep. Robert Sutherland, Senator Keith Wagoner
44th LD – Rep. April Berg, John Lovick, Senator Steve Hobbs



Process Observations & Recommendations

- Developed a plan for interim activities leading up to 2021 session, including identifying bill sponsorship / bill drafting.
- >Continued established process between S360 & Marysville.
- Regular/as needed communication occurred with the Mayor and City Administrator.
- Leadership trips to Olympia have worked very well and made a positive impression in the past. During the 2021 session, advocacy occurred entirely virtually due to the Capitol Campus closure.



Looking Back

Strategies 360 has worked for Marysville for 14 years (2007)

➢ Passed Three Policy Bills:

- 1. PUD water system consolidation
- 2. Optional local tax exemption for jobs in MIC (re-authorized in 2021)
- 3. Housing of sex offenders

Secured numerous Capital Budget Grants & Transportation Budget Grants:

- > 2017 Transportation Budget \$500,000 for the Centennial Trail Connector Phase 3
- 2018 Supplemental Transportation budget \$500,000 for design work on Grove Street Overcrossing.
- > 2018 Supplemental Capital Budget \$500,000 funding for Olympic View Park.
- 2019 Capital Budget \$1 million for development and historical preservation of the Ebey Slough waterfront.
- > 2019 Capital Budget \$305,000 for Cedar Field improvements.
- > 2019 Capital Budget \$642,000 for Centennial Trail extension.
- > 2020 Supplemental Capital Budget \$300,000 for Ebey Waterfront Trail.



2015 Transportation Package

2015 Connecting Washington Wins:

\$50 million for the full interchange at SR 529 and I-5
\$50 million for 116th St and 88th St interchanges at I-5
\$42 million for a full interchange at 156th St and I-5
\$34 million to improve I-5 from Marine View Drive to SR 528



Questions?

