## CITY COUNCIL AGENDA ITEM

CITY OF SHORELINE, WASHINGTON

AGENDA TITLE:	Action on Resolution No. 492 – Providing for the Submission to the Qualified Electors of the City of Shoreline at an Election to be Held on November 8, 2022, a Proposition Authorizing the City to Increase its Regular Property Tax Levy Above the Limit Established in RCW 84.55.010 to Fund Public Safety and Community Services					
DEPARTMENT:	City Manager's Office					
PRESENTED BY:	Christina Arcidy, Management Analyst					
ACTION:	Ordinance X Resolution Motion   Discussion Public Hearing					

### **PROBLEM/ISSUE STATEMENT:**

Tonight, Council will take action on Resolution No. 492 (Attachment A), which proposes to submit a ballot measure to the Shoreline voters that if approved would reset the City's 2023 general property tax levy rate to \$1.40 per \$1,000 of assessed valuation and allows for annual levy increases up to the rate of inflation (Seattle Consumer Price Index for all Urban Consumers (CPI-U)) for the years 2024-2028 and uses the 2028 levy amount to calculate subsequent levy limits.

Without replacing the City's operating levy lid lift, the operating budget 10-year forecast chart from the 10 Year Financial Sustainability Model (10 YFSM) projects potential budget gaps to occur beginning in 2024 with a cumulative size totaling \$37.050 million over the 10-year forecast period. In reality, these budget gaps will not materialize, as the City of Shoreline is required to pass a balanced budget and does so each year within the following policies:

- On-going expenditures will be supported by on-going revenues.
- Resources (fund balance) greater than budget estimates in any fund shall be considered "one-time" and shall not be used to fund ongoing service delivery.

As such, expenditure reductions (service reductions) would be required to achieve the legally required balanced budget.

#### **RESOURCE/FINANCIAL IMPACT:**

Staff estimate election costs associated with placing the Levy Lid Lift replacement measure on the ballot at approximately \$120,000, which is appropriated in the 2022 operating budget.

#### **RECOMMENDATION**

Staff recommends that Council approve proposed Resolution No. 492.

Approved By: City Manager **DT** City Attorney **MK** 

## **INTRODUCTION**

The 10 Year Financial Sustainability Plan (10 YFSP) accepted by Council on June 16, 2014, prioritized seven target strategies to reduce projected future revenue and expenditure gaps. More information on the 10 YFSP can be found here: <u>Acceptance of the 10-Year Financial Sustainability Plan</u>. Strategy #7 of the plan was the potential renewal of the Levy Lid Lift. On June 13, 2022, staff provided Council with an update on Strategy #7, including the results of the City Manager's engagement of the public through the Financial Sustainability Advisory Committee 2022 (FSAC-22). More information on this update can be found here: <u>10 Year Financial Sustainability Plan</u>. Update: Strategy #7 – Levy Lid Lift Renewal.

The City Council directed staff to bring forward a Resolution to place a levy lid lift replacement on the November 8 General Election ballot, which was discussed at the June 13 Council meeting. Tonight, Council is scheduled to take action on the proposed Resolution.

## BACKGROUND

In November 2001, Washington State voters passed Initiative 747. This limited the increase in the City of Shoreline's levy by the lesser of one percent (1%) or the percentage increase in the implicit price deflator (IPD). Even though this ballot measure was found to be unconstitutional, the State met in a special legislative session and reinstated the one percent/IPD limitation (Ch. 1, Laws of 2007, sp. sess.). Since the IPD percentage increase has been more than one percent in most years since the legislature reinstated the one percent limit, the effective limit has been one percent. One exception to the one percent rule is the levy lid lift.

In the November 2010 general election, Shoreline voters approved a six-year maintenance and operations levy for basic public safety, parks, recreation, and community services that set the tax rate for 2011 at \$1.48/\$1,000 assessed valuation and allowed the lid for the ensuing years to be "lifted" each year by a percentage increase tied to the CPI-U for the Seattle, Tacoma and Bremerton area.

In 2012, the City developed a 10 Year Financial Sustainability Model (10 YFSM) that stores historical financial data, is updated to convert projections into actual results, is used to inform the City's annual budget process, and models the effects of changing conditions. Changing conditions can include economic events, unexpected cost increases, the results of implementing one or a combination of the sustainability strategies, etc.

In 2014, the City Council formed a subcommittee to study the information developed by City staff and the 10 YFSM to develop a 10 YFSP. The purpose of the 10 YFSP is to strengthen Shoreline's economic base by prioritizing seven strategies (or tools) for the City to use to maintain financial resiliency and sustain existing services. The 10 YFSP was accepted by Council on June 16, 2014. More information on the 10 YFSP can be found here: <u>Acceptance of the 10-Year Financial Sustainability Plan</u>.

In the November 2016 general election, Shoreline voters approved a six-year public safety, parks operations, and community services levy that set the tax rate for 2017 at \$1.39/\$1,000 assessed valuation and allowed the lid for the ensuring years to be "lifted" each year by a percentage increase tied to the CPI-U for the Seattle, Tacoma and Bremerton area.

The City continues to be engaged in implementing the strategies in the 10 YFSP. Staff provided an update on the seven strategies of the 10 YFSP, emphasizing Strategy #7 and the possibility of replacing the expiring 2016 Levy Lid Lift during Council's June 13, 2022, meeting. Staff provided Council with four options for a replacement levy as compared to a "No Action" scenario. During the June 13 discussion, Council directed staff to return with legislation and other materials necessary for placing a Levy Lid Lift on the November 2022 General Election ballot, focusing on Options 1 and 2 from the June 13 staff report. More information on this update can be found here: <u>10 Year</u> Financial Sustainability Plan Update: Strategy #7 – Levy Lid Lift Renewal.

On June 27, Council discussed proposed Resolution 492 and directed staff to return with a measure outlining a proposed levy rate of \$1.40 per \$1,000 of assessed value (AV) and possible amendatory language, should any Council member wish to propose a different rate during subsequent discussions. Council also directed staff to start recruitment of Pro and Con Committee members, who would write the Pro and Con statements and rebuttals in the King County Voter's Pamphlet should Council take action tonight to place a levy lid lift on the November 8 General Election ballot. More information on the June 27 Council discussion on proposed Resolution 492 can be found here: Discussion of Resolution No. 492 – Providing for the Submission to the Qualified Electors of the City of Shoreline at an Election to be Held on November 8, 2022, a Proposition Authorizing the City to Increase its Regular Property Tax Levy Above the Limit Established in RCW 84.55.010 to Fund Public Safety and Community Services.

## DISCUSSION

The Levy Lid Lift approved by voters in 2016 will expire at the end of 2022. Council has the authority to place a measure on the ballot to renew the Levy Lid Lift. Tonight, Council will take action on whether or not to place a measure on the November 8 General Election Ballot and, if so, choose a rate at which to reset the levy rate. Council can decide to seek a replacement of the Levy Lid Lift with an annual escalator alone or additionally seek to reset the 2017 levy rate to a specific rate up to \$1.60.

## **Rate Setting Considerations**

A replacement levy would go into effect on January 1, 2023, if passed by voters in the November 8 General Election. In 2023, Shoreline residents will be impacted by the passage of the 2022 Parks Bond and increases to wastewater rates (which also includes increases in the King County Wastewater Treatment charges included in the wastewater rate) that Council will be discussing in late July. Council may want to keep these impacts in mind as they determine a rate for a potential 2022 Levy Lid Lift.

The City's current financial forecast projects potential budget gaps, where costs to maintain existing services will exceed revenue resources, to occur beginning in 2024

with a cumulative size totaling \$37.050 million over the 10-year forecast period. The City's financial forecast will be updated again in August as part of the 2023-2024 biennial budget process. The CPI and assessed valuations used to create the options Council previously reviewed were early estimates.

In addition to evaluating service levels and the cost impact to Shoreline residents when setting it, it is important to recognize that the rate adopted by Council in the Resolution is the maximum levy rate that can be set. This means that if the maximum rate is set higher than the minimum the levy is intended to collect, it protects against potential impacts should the economic factors that are used in the final update to the forecast are less positive than the current forecast (i.e. CPI is higher and assessed valuation is lower). Conversely if the forecast is more positive and reflects that a lower rate could support Council priorities, Council would have the flexibility to set the rate lower in the Property Tax Levy Ordinance in November. Additionally, a higher rate increases the risk that if assessed valuations decrease significantly in future years that the City's levy rate might reach the \$1.60 cap. If the rate is set at the proposed \$1.40 per \$1,000 AV, staff estimate that assessed valuations would need to decrease by 9.55% in order to reach the \$1.60 cap. If the rate is set at \$1.49, they would need to decrease by 3.68%. In 2012, when the City was impacted by this situation, the assessed valuation citywide decreased by 5.04%.

#### Proposed 2022 Levy Lid Lift Rate: \$1.40 per \$1,000 of Assessed Value (AV)

The proposed 2022 Levy Lid Lift rate of \$1.40 per \$1,000 of AV could help fund increases to the City's investment in the Regional Mobile Crisis Response Program to Serve North King County Cities (current RADAR Program), could fund a small portion of other emerging issues or staffing needed within support services, and could maintain park maintenance level of service as new park properties are developed. Depending on Council priorities, it would likely not provide enough funding to maintain service levels in areas such as code enforcement and recreation and could only fund a portion of the identified support service needs. The new tax rate for 2023 would be set at \$1.39766, close to the same rate that was established in the first year of the 2016 levy lid lift, and the lid for the ensuing years would be "lifted" each year by a percentage increase tied to the CPI. This will generate approximately \$137.658 million on property tax revenue over the six-year period, which would result in \$41.414 million more than that generated if no action were taken. It is estimated that a homeowner of a median assessed valued home will pay \$1,759 more than under the No Action alternative over the six-year period, or an increase on average of \$293 per year/\$24 per month. This option would increase revenues beginning in 2023 and could eliminate the potential budget gap projected to occur in 2024 through 2028.

# Estimated impact to the median homeowner with Levy Lid Lift rate reset to \$1.40 and CPI-U Increase

Year	Assessed Value	Per \$1,000 AV		Levy Rate		City Assessment	Difference to No Action (1% Limit)	Monthly
2023	\$630,100	\$630	Х	\$1.40	=	\$881	\$239	\$20
2024	\$647,700	\$648	Х	\$1.43	=	\$925	\$268	\$22
2025	\$662,900	\$663	Х	\$1.43	=	\$948	\$287	\$24
2026	\$681,700	\$682	Х	\$1.43	=	\$978	\$304	\$25
2027	\$703,900	\$704	Х	\$1.43	=	\$1,007	\$322	\$27
2028	\$726,300	\$726	Х	\$1.42	=	\$1,031	\$340	\$28
Total over 6 Year Period 2023-2028				\$5,770	\$1,759			

## **Additional Rate-Setting Options**

Council could also choose to set the rate at any increment between \$1.40 and \$1.49. The levy rate adopted by Council would serve as the maximum rate for collection in 2023. If the City's final forecast for 2023, proves to be more favorable (i.e. assessed valuation is higher or CPI is lower) than our current forecast, the Council can choose to set the rate lower than the maximum in the first year of the levy. If the Council chose to set a rate between \$1.40-\$1.49 for the first year, each additional \$0.01 would raise approximately \$150,000 in the first year of the levy and would increase the monthly taxes for the owner of a median valued home by \$6 per year, or \$0.50 per month. The City's 10 YFSM ensures revenues exceed expenses in the early years of the levy to ensure it remains balanced in the outer years.

If Council would like to amend the proposed Resolution 492, the following language could be used:

I move to replace all references to \$1.40 in proposed Resolution 492 with \$1.XX.

## **Ballot and Voter Pamphlet Requirements**

Staff prepared draft legislation for Option 2 (\$1.40 levy rate), which can be updated to include the Council's preferred levy rate at the July 18 meeting when Council is scheduled to take action on proposed Resolution No. 492. If the Council decides to move forward with placing a levy lid lift on the November ballot, a ballot measure's title and voter pamphlet are required to adhere to requirements administered by King County Elections.

#### Ballot Title

Ballot titles consist of three elements: ballot caption (name of jurisdiction and a statement of the subject matter); a concise description of the measure; and a question. The concise description must not exceed 75 words. The ballot title is prepared by the Prosecuting Attorney's Office; except ballot titles for a city or town which are prepared by the city attorney. King County Elections will send an order of election containing the official ballot title to the jurisdiction.

Within ten business days of a ballot title being filed, any persons dissatisfied with the ballot title may file a petition with the superior court to appeal the ballot title. The date the ballot title is filed is the date that the ballot title was first filed with King County Elections. The decision of the superior court is final. More information about appealing a ballot title can be found in <u>RCW 29A.36.090</u>.

The following is the proposed ballot title, which must be adopted by City resolution:

#### **CITY OF SHORELINE PROPOSITION 1**

#### MAINTENANCE AND OPERATIONS LEVY FOR PUBLIC SAFETY AND COMMUNITY SERVICES

The Shoreline City Council adopted Resolution No. 492 concerning a property tax levy for public safety and community services. If approved, this proposition would restore Shoreline's levy rate to help fund police/neighborhood services, including RADAR and crime prevention; preserve parks, trails, playgrounds/playfields; and provide human services.

This proposition sets Shoreline's maximum regular property tax rate to \$1.40/\$1,000 for collection in 2023; sets the limit factor for levy increases in 2024-2028 at 100% plus annual inflation (Seattle CPI-U); uses the 2028 levy amount to calculate subsequent levy limits; and exempts qualifying seniors and persons with disabilities per RCW 84.36.381.

Should this proposition be approved?

YES	[]	
NO	.[]	

#### Voters' Pamphlet

King County publishes a voters' pamphlet. Districts placing measures on the ballot are automatically included in the voters' pamphlet. The City must pay for the costs of publishing the local voters' pamphlet.

Explanatory Statement: The City must coordinate with their legal counsel to prepare an explanatory statement. An explanatory statement is limited to 250 words and no more than five paragraphs. An explanatory statement states the effect of a ballot measure if passed into law, and only covers the anticipated effect of the measure should it be passed into law. The statement must not be an argument in favor of or in opposition to the measure. The statement can be prepared by the City or by the City's attorney. If the statement is prepared by the City, it must be signed-off by the City's attorney. The explanatory statement must be submitted by 4:30 p.m. on August 2, 2022.

<u>Pro/Con Committees:</u> The City is responsible for appointing pro and con committees to prepare statements in favor of and in opposition to the ballot measure. Pro and con committees consist of members of the public who commit to write a statement either in favor of or in opposition to a ballot measure. Each committee is limited to three members, but the committee can have an unlimited number of persons assist them to prepare the statements. Each committee must designate a spokesperson with whom King County Elections will communicate all matters related to the local voters' pamphlet. Once the committee members have been chosen, the City must complete the

Committee Appointment Form which is included in the Local Voters' Pamphlet Packet and submit it to King County Elections by 4:30 p.m. on August 2, 2022.

Assuming that Council moves forward with adoption of Resolution No. 492, staff has scheduled Council to make pro and con committee appointments on July 25, 2022.

The pro and con committees submit statements in favor of and in opposition to the ballot measure for the local voters' pamphlet. Pro and con statements are limited to 200 words and no more than four paragraphs. Pro and con statements are to be submitted directly to King County Elections by the committee spokesperson, no later than 4:30 p.m. on August 2, 2022, regardless of postmark. Rebuttal statements are limited to 75 words and no more than two paragraphs. It is the responsibility of the committees to submit all statements to King County Elections by 4:30 p.m. on August 11, 2022, regardless of postmark. Submissions received after the deadline will not be accepted.

## STAKEHOLDER OUTREACH

Staff routinely makes efforts to ensure that residents are aware of both the services provided by the City as well as the City's financial position. The following are specific efforts that have been made to engage the community in discussion about the potential replacement of the Levy Lid Lift.

### **Currents**

Since passing the original levy lid lift in 2010, the City has consistently published articles in Currents to keep residents informed of the financial position of the City. In addition to regular Currents articles, the City has specifically addressed the challenges of financial sustainability and sought volunteers to participate in the Financial Sustainability Advisory Committee in the February 2022 edition.

## Financial Sustainability Advisory Committee 2022 (FSAC-22)

The City Manager engaged an Advisory Committee through the months of March through May 2022. The outcome of the FSAC-22 work was reported in detail in the 10 YFSP Update provided to Council on June 13, 2022. The Committee learned about City Services, revenue options available to the City, and the 10YFSP with a focus on the potential replacement of the Levy Lid Lift.

#### City Website

In addition to the many financial documents available on the City's website, including monthly revenue reports, quarterly financial reports, audited financial statements, and budgets, the City has also included all documents reviewed by current and past advisory committees with information and links to a number of documents about the City's long-term financial challenges.

## COUNCIL GOAL(S) ADDRESSED

This item addresses the 2022-2024 City Council Goal 1, Action Step 12:

• Goal 1: Strengthen Shoreline's economic climate and opportunities

 Action Step 12: Pursue replacement of the City's Levy Lid Lift, expiring in 2022, to ensure the ability to deliver valued public services to the Shoreline community.

## **RESOURCE/FINANCIAL IMPACT**

Staff estimate election costs associated with placing the Levy Lid Lift replacement measure on the ballot at approximately \$120,000, which is appropriated in the 2022 operating budget.

## RECOMMENDATION

Staff recommends that Council approve proposed Resolution No. 492.

## **ATTACHMENTS**

Attachment A – Proposed Resolution No. 492

#### **RESOLUTION NO. 492**

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SHORELINE, WASHINGTON, PROVIDING FOR THE SUBMISSION TO THE QUALIFIED ELECTORS OF THE CITY OF SHORELINE AT THE NOVEMBER 8, 2022 GENERAL ELECTION OF A PROPOSITION AUTHORIZING THE CITY TO INCREASE ITS REGULAR PROPERTY TAX LEVY ABOVE THE LIMIT OTHERWISE ALLOWED BY RCW 84.55.010 TO FUND PUBLIC SAFETY AND COMMUNITY SERVICES; SETTING FORTH THE BALLOT PROPOSITION; DIRECTING THE CITY CLERK TO CERTIFY TO THE KING COUNTY AUDITOR THIS RESOLUTION FOR THE AUDITOR TO PLACE THE PROPOSITION ON THE NOVEMBER 8, 2022 BALLOT; AND PROVIDING FOR OTHER MATTERS PROPERLY RELATED THERETO.

WHEREAS, the City of Shoreline (the "City") is an optional code city, located in King County, Washington, duly organized and existing pursuant to the laws of the State of Washington; and

WHEREAS, the City is authorized to levy a permanent regular property tax not to exceed the rate of \$1.60 per \$1,000 of assessed value permitted by statute; and

WHEREAS, RCW 84.55.005 - .0101 limits the incremental increase in property tax revenues to the City to a rate that has been less than the actual rate of inflation for the costs of providing services to the citizens of the City, causing total projected budget deficits over the next six years of over \$22.9 million despite cost saving measures and efficiencies in City government; and

WHEREAS, the City's regular property tax levy rate was \$1.39 per \$1,000 assessed valuation in 2017, that rate has fallen to \$1.13 per \$1,000 assessed valuation in 2022 and that rate is projected to fall further in 2023; and

WHEREAS, RCW 84.55.050 authorizes the voters of a City to permit the levy of taxes in excess of the levy limitations in RCW 84.55.010; and

WHEREAS, the City Council desires to address these ongoing deficits by allowing the electors to approve or reject a proposition under RCW 84.55.050(2), authorizing the City Council to levy the City's regular property tax in an amount that exceeds the incremental limit factor that would otherwise be prescribed by RCW 84.55.010; and

WHEREAS, to fund a portion of the cost of the basic public safety programs and to fund a portion of the cost of maintaining and operating community services, the proposition should authorize: 1) an increase in the City's regular property tax levy by up to a total rate not to exceed of \$1.40 per \$1,000 of assessed valuation for collection in 2023; 2) an increase in the regular property tax levy by the June to June Seattle/Tacoma/Bremerton CPI-U annual inflation rate for

each of the succeeding five (5) years; and 3) use of the dollar amount of the 2028 levy for calculating subsequent levy limits;

# NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SHORELINE, WASHINGTON, HEREBY RESOLVES:

<u>Section 1.</u> Election Requested. Pursuant to RCW 84.55.050(2), an election is hereby requested to be called, conducted, and held within the City of Shoreline on November 8, 2022, for the purpose of submitting to the qualified voters of the City, for their ratification or rejection, a proposition approving a six (6) year increase in the City's regular property tax levy exceeding the limit factor provided in RCW 84.55.005-.0101 to fund a portion of the cost of basic public safety programs and to fund a portion of the cost of maintaining and operating community services as more specifically described in Section 2 below. The public safety programs and community services, include, but are not limited to, providing police and neighborhood public safety services, including RADAR and crime prevention; preserving parks, trails, playgrounds/playfields; and providing human services.

Section 2. Proposition. The proposition shall propose an increase in the City's regular property tax levy by up a total rate not to exceed \$1.40 per \$1,000 of assessed valuation for collection in 2023. The proposal shall also authorize an increase in the levy limit factor as allowed by chapter 84.55 RCW for each of the five (5) succeeding years (2024-2028) by the inflation rate of the Consumer Price Index for all Urban Consumers for the Seattle-Tacoma-Bremerton Area published for June. Finally, the proposition shall authorize the use of the dollar amounts of the 2028 levy for the base in computing the maximum levy that may be imposed in years after 2028.

The City Council shall determine the basic public safety programs and to fund a portion of the cost of maintaining and operating community services to be funded as well as the timing, order and manner of funding these programs and services. The City Council shall determine the application of moneys available for these programs and services, including the final funding amount for each, so as to accomplish, as nearly as may be, the programs and services described. If the City Council, by ordinance, shall determine that it has become impractical to fund any portion of the planned programs or services by reason of changed conditions, including without limitation due to costs substantially in excess of the amount of tax levies and other City funds estimated to be available, the City shall not be required to fund such portions. If all of the planned programs and services have been duly provided for, or found to be impractical, the City may apply the levy proceeds (including earnings thereon) or any portion thereof to other City purposes as the Council, by ordinance and in its discretion, shall determine.

Section 3. Certification of Proposition. The City Clerk is hereby authorized and directed, not later than August 2, 2022, prior to the general election date requested hereunder, to certify the proposition to the King County Department of Elections, as *ex-officio* supervisor of elections in King County, Washington, in substantially the following form:

#### **CITY OF SHORELINE PROPOSITION 1**

#### MAINTENANCE AND OPERATIONS LEVY FOR PUBLIC SAFETY AND COMMUNITY SERVICES

The Shoreline City Council adopted Resolution No. 492 concerning a property tax levy for public safety and community services. If approved, this proposition restores Shoreline's levy rate to help fund police/neighborhood services, including RADAR and crime prevention; preserves parks, trails, playgrounds/playfields; and provides human services.

This proposition sets Shoreline's maximum regular property tax rate to \$1.40/\$1,000 for collection in 2023; sets the limit factor for levy increases in 2024-2028 at 100% plus annual inflation (Seattle CPI-U); uses the 2028 levy amount to calculate subsequent levy limits; and exempts qualifying seniors and persons with disabilities per RCW 84.36.381.

Should this proposition be approved?

YES	[]
NO	[]

<u>Section 4</u>. Authority to Adjust. The City Manager and City Attorney are authorized to make such minor adjustments to the wording of such proposition as may be recommended by the King County Department of Elections, so long as the intent of the proposition remains consistent with the intent of this Resolution.

<u>Section 5</u>. Exemption. If the ballot proposition set forth herein is approved by the voters, as authorized by RCW 84.36.381, qualifying senior citizens, disabled veterans, and other people with disabilities (as defined in RCW 84.36.381) shall be exempt from the tax increase resulting from such levy lid lift.

Section 6. Voters' Pamphlet. The preparation and distribution of a local voters' pamphlet providing information on the foregoing ballot measure is hereby authorized. The pamphlet shall include an explanatory statement and arguments advocating approval and disapproval of the ballot measure, if any. In accordance with RCW 29A.32.280, the arguments advocating approval and rejection of the ballot measure shall be prepared by committees appointed by the City Council. Each committee shall be composed of not more than three persons; however, a committee may seek the advice of any person or persons. The committee advocating approval shall be composed of persons known to favor the ballot measure, and the committee advocating rejection shall be composed of persons known to oppose the ballot measure.

<u>Section 7.</u> King County Elections. The King County Department of Elections, as the City's *ex officio* supervisor of elections, is hereby requested to call and conduct said election on November 8, 2022, and submit to the qualified electors of the City the proposition set forth herein. The King Department of Elections shall conduct the election, canvas the vote, and certify the results in the manner provided by law.

Section 8. Severability. If any one or more sections, subsections, or sentences of this Resolution are held to be unconstitutional or invalid, such decision shall not affect the validity of the remaining portion of this Resolution and the same shall remain in full force and effect.

Section 9. Effective Date. This Resolution shall take effect and be in full force immediately upon passage by the City Council.

## ADOPTED BY THE CITY COUNCIL ON JULY 18, 2022.

Keith Scully, Mayor

ATTEST:

Jessica Simulcik Smith City Clerk