

**RESOLUTION NO. 09-128  
CITY OF LIBERTY LAKE  
SPOKANE COUNTY, WASHINGTON**

**A RESOLUTION OF THE CITY OF LIBERTY LAKE, WASHINGTON ESTABLISHING THE INTENT OF THE CITY FOR REVIEWING AND SPENDING THE TAX INCREMENT FINANCING REVENUE GENERATED WITHIN CITY BOUNDARIES UNDER THE COMMUNITY REVITALIZATION FUNDING FOR PLANNING AND PROJECTS.**

WHEREAS, in December 2005, the City of Liberty Lake ("City") entered into a Community Revitalization Financing and Tax Increment Area Agreement ("TIF Agreement") with Spokane County and other related parties; and

WHEREAS, the majority of the real property contained within the designated Tax Increment Financing Area ("TIF Area") was outside the City's geographical boundaries at the time Tax Increment Financing ("TIF") was created; and

WHEREAS, the majority of the urban TIF Area was annexed into City boundaries after the TIF Agreement was executed; and

WHEREAS, the primary purpose for Liberty Lake's participation in the TIF is to accelerate infrastructure improvements needed to increase retail business development in the TIF Area; and

WHEREAS, the substantial portion of the TIF funds will be generated and collected from properties within City boundaries; and

WHEREAS, the City is desirous of applying such knowledge to improve the TIF Agreement since it did not originally include provisions establishing the relative priorities for TIF public projects; and

WHEREAS, the TIF Agreement did not include provisions ensuring that TIF expenditures were set at rates and costs that were reasonable and customary in eastern Washington; and

WHEREAS, the TIF Agreement did not include provisions ensuring that public projects built within City boundaries would be funded with TIF funds without City concurrence; and

WHEREAS, the TIF Agreement did not include provisions ensuring that TIF funds were not first spent on residential-oriented projects, leaving little or no funds remaining for retail-oriented projects; and

WHEREAS, the TIF Agreement did not include provisions permitting the City to pursue development in the TIF Area wherein the City could seek reimbursement for public projects that were within the scope of the designated TIF project list and located within the TIF Area;

NOW, THEREFORE, be it resolved by the City Council of the City of Liberty Lake, as follows:

1. The City's priorities for TIF and the Local Infrastructure Financing Tool funding are as described in City Resolution No. 08-119, which was approved in May, 2008;
2. The City desires that the TIF Agreement be amended to include provisions ensuring that TIF expenditures are set at rates and costs that are reasonable and customary in eastern Washington;
3. The City desires that the TIF Agreement be amended to include provisions ensuring that public projects built within City boundaries will not be funded with TIF funds without City concurrence;
4. The City desires the TIF Agreement be amended to include provisions ensuring that the TIF funds are first spent on retail-oriented projects and not residential-oriented projects; and
5. The City desires the TIF Agreement be amended to include provisions allowing the City to pursue development, where applicable, in the TIF Area wherein the City may seek reimbursement for public projects that are within the scope of the designated TIF project list and located within the TIF Area.

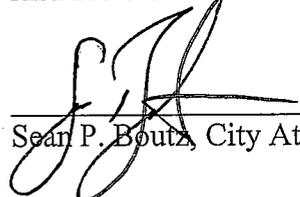
Approved by the City Council this 2<sup>nd</sup> day of June, 2009.

  
Wendy Van Orman, Mayor

**ATTEST:**

  
Ann Swenson, Deputy City Clerk

**APPROVED AS TO FORM:**

  
Sean P. Boutz, City Attorney

## CERTIFICATION

I, the undersigned Deputy City Clerk of the City of Liberty Lake, of Spokane County, Washington, HEREBY CERTIFY that the foregoing Resolution is a full, true and correct copy of Resolution No. 09-128 duly adopted at a regular meeting of the City Council of said City, duly and regularly held at the regular meeting placed thereof on June 2, 2009 of which meeting all members of said City Council had due notice and at which a majority thereof were present; and that at said meeting said Resolution was adopted by the following vote: unanimous.

AYES, and in favor thereof: Mayor Pro Tem Crump, Council Members: Owens, Langford, Olander, Jenkins, and Romney

NAYS: None

ABSENT: Council Member Schuler

ASTAINED: None

CITY OF LIBERTY LAKE

  
DEPUTY CITY CLERK