



City of Tumwater Legislative Agenda

E Street Extension Connection \$6.6 million

Build a connection from Capitol Boulevard to Cleveland Avenue (Yelm Highway) at E Street to alleviate congestion near the brewery and provide access over the railroad tracks to the brewery warehouse. The conceptual design is complete and pending public input. The relocation of Tumwater Valley Drive from the E Street intersection is under construction in conjunction with the Craft District development. This is an ideal project for major funding from a State or Federal program. Engineering and the initial permitting cost is \$3.4 million, the right-of-way is estimated at \$3.2 million, and the total project cost is estimated at \$54.2 million. The City is seeking funding for design, engineering, initial permitting, and right-of-way acquisition. Additional information at www.ci.tumwater.wa.us/estreet

Craft Brewing and Distilling Malt & Storage Systems \$265,000*

The emerging Craft District in Tumwater, with Phase 2 currently under construction, will be a regional hub for commerce, education, workforce training, and entrepreneurial support, the facility is an industry-wide catalyst and helps fill supply-chain gaps, expands markets, and directly connects regional farmers with end market users. An Integrated Malt System & Storage System will further differentiate this unique and innovative district by facilitating the use of local grains for brewing and distilling purposes. The System also allows regional brewers and distillers access to malted grains creating competitive products and distinct local flavor. This System would also enable local brewers and distillers to access local grains instead of purchasing malted grains from Skagit Valley Malting. Currently, regional brewers and distillers must purchase and transport malted grains from malting companies located some distance from the region and, most often, out of state.

Tumwater Boulevard/I-5 Interchange \$5 million

The Tumwater Boulevard/I-5 Interchange serves the Port of Olympia Airport, the New Market Industrial Campus, numerous State agencies, and a growing retail base. This request is to support the City and new development—public, private-retail, private-industrial, and residential—in adding roundabouts to each end of the freeway crossing. The improvements are needed to reduce congestion, facilitate freight movement, and avoid back-ups onto I-5 at peak hours. The entire project is \$15 million, with the other funds coming from development and the City.

Economic Development on Bush Prairie

\$4 million*

Significant parts of the Cities of Tumwater and Yelm have been removed from development for housing, employment, schools, State facilities, and utilities due to the listing of several prairie species, most notably the Mazama Pocket Gopher, listed as threatened under the Endangered Species Act. The City of Yelm is beginning to develop a Habit Conservation Plan that will require them to acquire land for a mitigation bank before development can happen in impacted areas. The cities of Tumwater and Olympia, along with the Port of Olympia, are working to develop Habitat Conservation Plans (HCP) that identify the type and amount of mitigation land to be set aside for gopher mitigation banking. The bank allows private and public development to occur in areas within the cities where development has been halted because of habitat impacts.

The amount of land needed for Tumwater is estimated at 1,015 acres at a cost of over \$55 million over 30 years, including establishing and maintaining the appropriate prairie land. Tumwater and the Port of Olympia are approximately 12 months away from completion of their HCP. Still, they must demonstrate commitment to obtaining and developing mitigation before the HCP is completed. They also need to demonstrate a commitment to acquiring land and developing mitigation. We request \$2.5 million in funding for Tumwater and \$1.5 million for Yelm to initiate the mitigation bank. It would be used for the initial land purchase and improvement into the qualifying habitat. As other property is developed, which impacts the habitat, credits will be sold, and the proceeds reinvested in more property to be converted into mitigation. The objective in both Cities is to jump-start the creation of a sustaining mitigation bank.

WSDOT Regional Offices Redevelopment

\$2.8 million*

The State Department of Transportation vacated the Olympic Region offices in 2020. The 10-acre site was identified as the keystone to the Capitol Boulevard Corridor Plan. It provides opportunities to provide affordable and market-rate housing, retail, public, and potentially historic preservation.

The City is asking the Legislature to make the State Department of Transportation whole for them to transfer the property to the City. The City would make one-third of the property available for affordable housing. The other third would be market-rate housing, and the remainder would be commercial and public. Although the City would initially hold the property, it would seek one or more private sector partners to develop it. The City is particularly interested in ensuring this property develops and does not sit vacant and blighted. The City is also seeking \$300,000 to assist with site planning costs. The cost estimate will be updated when WSDOT completes an updated appraisal.

* SHARED LEGISLATIVE AGENDA ITEM

AWC ASSOCIATION OF WASHINGTON CITIES PRIORITY

Shared Legislative Agenda (includes other items with *)

These are initially proposed items. The list will be finalized later in the year as participating agencies submit their proposals. Local items above marked with * are also candidates for the Shared Agenda.

I-5 Improvements

\$1.5 M for the planning of shoulder running option. This is in addition to the funding approved for the I-5/Nisqually design.

Homeless Response Funding

Following significant investment in facilities, we need to ensure operation funding is provided for these facilities beyond the current biennium budget.

Maker Space Expansion

\$1.0 M to expand the Lacey Makers Space. It is part of a four-pronged innovation approach that includes the craft brewing and distilling center, the art center in Olympia, and the Ag Center in Tenino.

Climate Change Response

We need to fund specific improvements in our communities to advance climate change initiatives. Olympia is working to develop a specific list of fundable activities.

Budd Inlet Restoration

\$3.78 M for remediation and habitat restoration efforts in lower Budd Inlet to address contaminated sediment and severe shoaling. The inlet must be restored before the removal of the 5th Avenue Dam and estuary restoration.

Community Projects

These projects benefit the Tumwater community and have requested legislative support but are led by someone other than the City.

Family Education and Support Services (FESS)

FESS is requesting a capital contribution from the Legislature in the amount of \$2.2 million to help secure the remaining 15-year lease to sustain critical service delivery. The Regional Resilience Center benefits the public by providing a one-stop-resource center where families impacted can find concrete support in times of need (housing, food, diapers, and other hygiene items), evidence-based parenting education, employment, financial management guidance, and home visitation services.

Policy & Statewide Issues

1% Property Tax Cap

The City property tax revenue growth is capped at 1% under a voter-approved initiative. The only exceptions are new construction, annexations, and levy lid lifts. Recent record inflation is significantly impacting City services, now and in the future. The City supports indexing the cap to an inflation index.

Extension of Transportation Benefit Districts

Current law allows a Transportation Benefit District (TBD) to be renewed once after its initial 10-year term. The City's TBD has been vital in stabilizing the overall City budget and dramatically improving road quality and safety. The first term will expire in 2025, and making allowances for long-term planning and funding of transportation infrastructure is essential. We suggest that there is no limit to the number of renewals of a TBD.

Association of Washington Cities Priorities

The Association of Washington Cities is bringing forward five priorities. Detailed information and fact sheets are available at <https://wacities.org/advocacy/City-Legislative-Priorities>

1. Respond to the Blake decision with funding and investment in alternatives to prosecution (response teams, treatment facilities, in-jail treatment, social workers and treatment providers, and system navigators).
2. Address vehicle pursuits for public safety by clarifying the ability of law enforcement to conduct vehicle pursuits using a reasonable suspicion standard in specific circumstances.
3. Ensure basic infrastructure funding by fully funding the Public Works Assistance Account, allowing current revenue diversions to sunset, and refrain from other diversions. Also, expand state funding opportunities for infrastructure.
4. Increase housing availability and affordability with additional tools, incentives, and revenues.
5. Provide behavioral health resources with excellent access to services at the community level, including substance use disorder treatment, dual diagnosis treatment facilities, and co-responder programs to aid law enforcement.

Adopted November 11, 2022

Contact

Debbie Sullivan, Mayor
(360) 754-4120
dsullivan@ci.tumwater.wa.us

John Doan, City Administrator
(360) 754-4120
jdoan@ci.tumwater.wa.us

Tumwater City Hall, 555 Israel Road SW, Tumwater WA 98501