

**PIERCE TRANSIT BOARD MEETING**

**Training Center, Rainier Room**

**July 31, 2013**

**Special Board Meeting - 4:00 PM**

**AGENDA**

**CALL TO ORDER**

**ROLL CALL**

**ACTION AGENDA**

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| <b>1. Authority to Rescind Resolution No. 13-016, Voiding the Service Plan Reduction Scheduled for September 29, 2013 and Direct Staff to Develop a Revised Service Plan Based on Improved Sales Tax Collections</b> | <b>Kathy Sullivant, Finance Manager</b> |
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**ADJOURNMENT**

## FACT SHEET

TITLE: Authority to Rescind Resolution No. 13-016,  
Voiding the Service Plan Reduction Scheduled for  
September 29, 2013 and Direct Staff to Develop a  
Revised Service Plan Based on Improved  
Sales Tax Collections

DEPARTMENT: Finance

ORIGINATOR: Kathy Sullivant, Finance Manager

PRECEDING ACTION:

**Resolution No. 13-016** (06-10-13), Authority to Implement a Service  
Reduction Plan to Become Effective September 29, 2013

COORDINATING DIVISION:

Finance

APPROVED FOR SUBMITTAL:

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Chief Financial Officer

APPROVED FOR AGENDA:

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Chief Executive Officer

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Legal Counsel

ATTACHMENTS: Exhibit A, Proposed Resolution

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### BUDGET INFORMATION

2013 Budget Amount  
N/A

Required Expenditure  
N/A

Impact  
N/A

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BACKGROUND: In June 2013, the Pierce Transit Board of Commissioners adopted Resolution No. 13-016, reducing transit service by approximately 28 percent, effective September 29, 2013. The proposed service reductions were in response to declining sales tax collections and a smaller service area due to the withdrawal of five cities from the Public Transportation Benefit Area (PTBA).

Due to higher than expected sales tax collections in recent months, Pierce Transit's financial outlook has improved. Because of these improved conditions, new base service hour assumptions have improved over the 300,000 service hours originally planned in the September 2013 service reduction. Therefore, staff proposes to rescind Resolution No. 13-016, thereby voiding the service reduction plan that is scheduled to begin in September 2013. In conjunction with the 2014 budget process and as details of our financial situation become clearer, staff will develop a service plan reflecting the revised service hours and financial forecast.

#### ALTERNATIVES:

1. Retain the September 29, 2013 Reduction Plan as adopted.

RECOMMENDATION: Approve Resolution No. 13-022 rescinding Resolution No. 13-016, voiding the service reduction plan scheduled for September 29, 2013, and direct staff to develop a revised service plan based on improved sales tax collections.

**RESOLUTION NO. 13-022**

A RESOLUTION of the Board of Commissioners of Pierce Transit  
Rescinding Resolution No. 13-016, Voiding the Service Reduction Plan  
Scheduled for September 29, 2013 and Direct Staff to Develop a  
Revised Service Plan Based on improved Sales Tax Collections

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WHEREAS, on June 10, 2013, the Board of Commissioners approved Resolution No. 13-016, authorizing the implementation of the service reduction plan (effective September 29, 2013) in response to declining sales tax collections and a smaller service area due to the withdrawal of five cities from the Public Transportation Benefit Area (PTBA).

WHEREAS, Pierce Transit has collected higher than expected sales tax revenue than expected and its financial outlook has improved; and

WHEREAS, because of improved tax revenue, new base service hour assumptions have improved over the 300,000 service hours scheduled for September 29, 2013; and

WHEREAS, Pierce Transit desires to re-evaluate the sales tax collection numbers in conjunction with the 2014 Budget process to develop a revised service plan resulting in service hours over the 300,000 hours planned for September of 2013.

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of Pierce Transit as follows:

Section 1. The Board of Commissioners authorizes the rescindment of Resolution No. 13-016, voiding the service reduction plan scheduled for September 29, 2013.

Section 2. Direct staff to develop a revised service plan over 300,000 hours based on improved sales tax collections.

ADOPTED by the Board of Commissioners of Pierce Transit at a Special Meeting thereof on the 31st day of July, 2013.

ATTEST:

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Marilyn Strickland, Chair  
Board of Commissioners

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Deanne Jacobson, CMC  
Clerk of the Board