RE: Implementation of Flood Control Zone District Funding

Date: April 25, 2007

1. Countywide Flood Control Zone District: Initial Policy / Legal Direction
   - Revenue Generation Option: Ad valorem property tax not to exceed $.50 per thousand
   - Dissolve Existing sub-FCZDs? Unresolved, although their existing assessments are considered non-duplicative burden offsets, like the CWD and drainage utility charges
   - Apply Tax in Cities and Districts? Yes

2. Data Needs (see attached)

3. Next steps
   - Additional research regarding possible SEPA review of FCZD revisions
   - Establish Timetable (to meet 9/1/07 deadline for ’08 tax statement)
     - Revenue sufficiency evaluation
     - Public Process
     - Adopting documentation
     - Board of Commissioners Review