

RESOLUTION NO. 3475

A RESOLUTION of the Port Commission of the Port of Seattle authorizing an increase in tax levy capacity pursuant to RCW 84.55.120 and an increase in limit factor for maximum levy capacity pursuant to RCW 84.55.0101.

WHEREAS, a public hearing on the revenue sources for the Port's 2002 current expense budget has been held by this Commission; and

WHEREAS, increases in regular property taxes imposed by the Port are limited by RCW ch. 84.55; and

WHEREAS, pursuant to RCW 84.55.005, the limit factor based on inflation for 2001 is equal to 1.0189 ("Inflationary Limit Factor"); and

WHEREAS, the highest regular tax which could have been lawfully levied by the Port, beginning with the Port's 1985 levy, occurs in the year 2001 and is equal to \$69,043,969 ("Highest Levy Available") multiplied by the Inflationary Limit Factor is equal to \$70,348,900 ("Initial Maximum Levy"); and

WHEREAS, the Port has outstanding bonds and further has a capital budget, which demonstrates the need for substantial capital expenditures by the Port in future years;

NOW, THEREFORE, BE IT RESOLVED, by the Port Commission of the Port of Seattle, as follows:

Pursuant to RCW 84.55.120 and RCW 84.55.092, the Port Commission hereby finds that there is substantial need to set the levy limit at the highest percentage legally available (currently, six percent (6%) or, if determined to be legally applicable, the highest limit permitted by Initiative 747 (1%)) in the event this levy capacity is needed in future years and hereby further authorizes an increase in its tax levy capacity for the year 2001 levy (for collection in 2002),




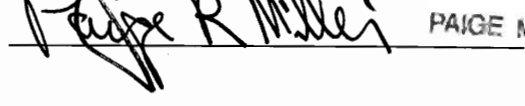
which is a percentage increase of 106% (or 101%, if legally applicable) of the Highest Levy Available (the "Reserved Capacity Limit Factor") in the event that this levy capacity is needed in future years.

Further, pursuant to RCW 84.55.0101 and RCW 84.55.092, the Port Commission hereby finds that there is a substantial need to protect the Port's future levy capacity to meet substantial future capital needs in accordance with the Port's capital budgets. Accordingly, this Port Commission hereby establishes a limit factor for the Port equal to the Reserved Capacity Limit Factor for purposes of establishing the maximum levy permitted to the Port in future years pursuant to RCW 84.55.092.

This resolution shall become effective immediately upon its adoption and approval by four members of the Port Commission.

This resolution shall become effective immediately upon its adoption.

ADOPTED by the Port Commission of the Port of Seattle, at a regular meeting thereof held this 27th day of November, 2001, and duly authenticated in open session by the signatures of the Commissioners voting in favor thereof and the seal of the Commission..


CLARE NORDQUIST

BOB EDWARDS

JACK BLOCK

PAIGE MILLER

Port Commission