

Interlocal Agreement Options

Chehalis River Basin Flood District Formation January 20, 2011

Chehalis Basin Flood District Interlocal Agreement (ILA)

- December FA meeting provided ILA outline
- Options/Interviews for Key ILA Sections: Formation, Boundaries, Membership, Voting, Flood Plain Regulations
- Assumptions & Objectives
 - Based on existing legislation (RCW 86.15)
 - Formation by June 2011
 - Compatible with proposed legislation
 - Responsive to public input

Flood District Formation by ILA: Background

- RCW 86.15 allows counties to form countywide FCZDs by vote of BoCCs
- Option for elected Board
- Counties can enter into ILA to form multicounty Flood District
- Public vote required to issue GO bonds
- Public input to date indicates that a public vote on financing and/or projects to be funded is desirable

How to Incorporate Public Vote on Flood District Actions?

- Options:
- Advisory Ballot in each jurisdiction to form FCZDs prior to 6/2011
- Advisory Ballot on Capital Plan before funding
- Advisory Ballot on funding plan
- Required vote on bonds, which includes both capital and funding plans
- Election of Board
- No Vote

Flood Authority Interview Summary: Formation

- All members recognized importance of public vote on capital projects, funding plan &/or bonding
- All members recognized District Formation not the most important issue for vote
- Many members acknowledged value of public vote for Board members (discussed further under Membership)

Flood Authority Interview Outcomes: Formation

- Formation of County & Tribe FCZDs or equivalent by June 2011
- Counties & Tribe approve ILA by June 2011
- Embody in ILA a public vote on capital plan, financing, and/or bonding before proceeding
- Consider Board Elections (more under Membership)

Boundary for ILA Flood District Background

- Initially set by jurisdiction FCZDs
- Subject to Boundary Review Boards for each County boundary
- Chehalis Tribe reservation lands included only with their consent
- Only Lewis, Grays Harbor, and Thurston Counties/Cities participating to date, comprising a majority of the basin impacted by flooding
- Sub-areas allowed within larger DistrictBoundary

Flood District Boundary Options & Considerations

- Assumption to date is the Chehalis River Basin boundary within Grays Harbor, Lewis and Thurston Counties
- Black Lake, Thurston Co. anomaly
- Issues of precedent & impacts on financing
- Flood Plain properties only
- BRB criteria
- Options to create sub-areas within Boundary for financing purposes

What should be the Flood District Boundary? Interview Outcomes

- Boundary the entire watershed within the 3-County region of Grays Harbor, Lewis, and Thurston Counties
- Tribal reservation lands with the consent of the Chehalis Tribe
- Retain potential for sub-areas for financing purposes

Flood District ILA Membership Background & Options

- RCA 86.15 provides that the BoCC is the initial Board for a county FCZD
- Can subsequently be elected
- Counties can form, by ILA, a multi-county flood district & appoint initial Board members
- With new proposed legislation ILA-Board members could be directly elected
- Elected Board must conform to "equal representation"; not so if appointed
- Can have ex officio members & Advisory
 Committee

Flood District Membership Interview Summary

- All members considered the current 11 member FA too large
- ▶ All members preferred Board membership of 4–6
- All members recognized importance of city representation
- All members realize that the initial Board must be appointed; members can later stand for election
- Most members considering pros/cons of elected v. appointed Board
- All members recognized value of State as ex officio ILA-Board member

Pros/Cons of Appointed Board

- + New precincts unnecessary
- +/- Stronger ties to Counties/Cities (less independent & potentially less focused)
- Potentially less opportunity for Cities representation unless larger Board
- +/- Potentially more opportunity for special interest representation
- +/- Potentially less delegated power to nonelected Board
- +/- Power sharing negotiated [AV, financial contribution, population, area, etc.]

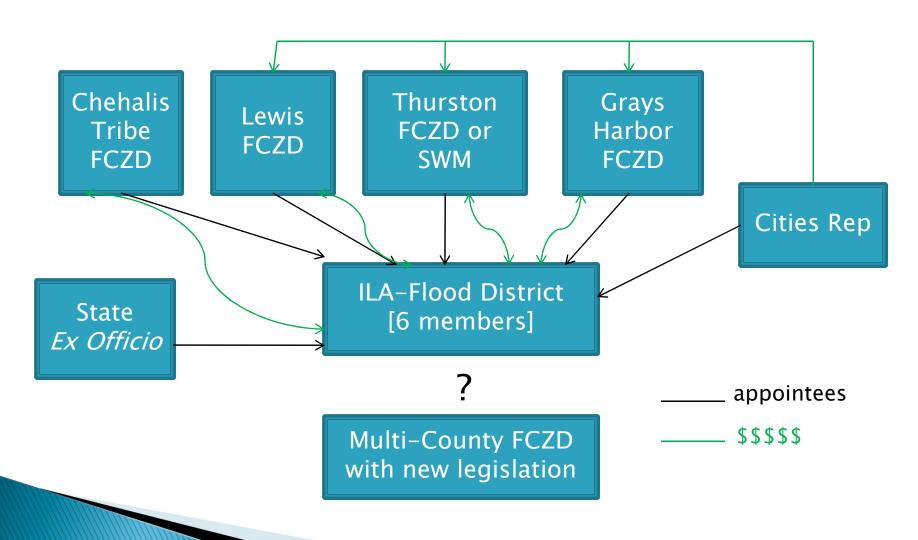
Pros/Cons of ElectedBoard

- Requires new precincts
- +/- Power sharing based on population
- +/- Independent of Counties/Cities; potentially more focused
- + Delegated powers negotiable
- Cost of elections
- Potentially more opportunity for City representation
- Provide public another opportunity for a public vote; direct accountability

Possible Membership Alternative?

- Counties & Chehalis Tribe form FCZDs (or equivalent)
- Each County and the Chehalis Tribe appoint one member to the ILA-Board by June 2011
- Cities caucus to appoint an ILA-Board member to initially represent them (could rotate)
- State has ex officio membership
- Total of 5 voting and 1 non-voting members
- With new legislation,4 municipal members stand for election at a subsequent general election

Relationship between FCZDs & ILA-Flood District



Flood District ILA: Voting? Interview Summary & Outcomes

- All preferred Robert's Rules to current consensus voting structure
- With smaller Board, supermajorities were mostly deemed not needed; a few desired a supermajority for financial votes
- Value of even numbers recognized as requiring greater consensus
- Recognition that without new legislation, all tax votes and potentially all revenue votes will remain with underlying FCZDs, or equivalent

Local Flood Plain & Land Use Regulations: Background

- Not required to be in ILA
- FCZDs do not have land use authority
- Land use authority remains with jurisdictions
- ► Flood Plan approved by FA contains 16 "baseline" and 5 "ideal" flood plain land use recommendations (pg. 9–5)
- Recommendations based on:
 - Mitigation of damages to structures in flood plain
 - Protection of flood plain (avoid new development damages)

Local Flood Plain & Land Use Regulations: Interview Summary

- Some desire for consistency
- Recognition that past practices/existing development not changing
- Recognition that focus should be on new development
- Recognition that urban development in flood plain is an economic benefit to jurisdiction
- Consideration that those who protect flood plain should not pay for protection of those who don't
- Recognition that Agriculture "lives" with flooding; special case
 - Recognition of tidal influence as special case

How should District address Flood Plain development? A Concept...

- All jurisdictions adopt consistent baseline flood plain regulations within 2-3 years
- Those jurisdictions who go beyond and adopt ideal recommendations receive a financial incentive or bonus when allocating District costs [on theory they are creating less costs for the District]
- Those jurisdictions who do not adopt the baseline regulations pay a premium when allocating District costs [on theory they are creating more costs for the District]

Implementation of Concept

- All jurisdictions within the Boundary review recommended flood plain regulations for potential incorporation by reference into the ILA
- Determine reasonable time frame for adoption and implementation
- FCS to use Economic Analysis to recommend incentives and premiums
- Jurisdiction FCZDs responsible for implementing through their rate structures

FA decisions on ILA

- Do you agree with the Formation approach?
 - Form by action of jurisdictions
- Do you agree with the Boundary approach?
 - Chehalis Basin in 3-county area & reservation lands by consent of Chehalis Tribe
- Do you agree with the Membership approach?
 - 5 members initially appointed; potentially elected
- Do you agree with the Voting approach?
 - Robert's Rules
- Do you agree with development of the flood plain land use regulations concept for future consideration with the Economic Analysis and financing plan for the District?

Additional Issues from Interviews

- Role of ILA-District to review flood projects of jurisdictions for holistic/consistent approach?
- Why can't we dredge the river?
- More focus on rates which are more flexible than taxes; use for flood plain incentives/premiums
- Need for ILA-District funding after 2011 but before new taxes/rates can be implemented; State assistance? Fallback?
- Questions about the Corps

Next Steps

- Begin drafting ILA
- ▶ FA Agenda for February:
 - Economic Analysis
 - Financing of FCZDs and ILA Flood District
- March: Review Draft ILA
- March: Jurisdiction FCZDs should be formed
 & subject to BRB process if applicable
- April/May: Complete BRBs; Complete ILA
- May/June: Adopt ILA
- June/July: New legislation adopted? State funding for continuation?