

## **RESOLUTION NO. 24-78**

### A RESOLUTION OF KITSAP TRANSIT BOARD OF COMMISSIONERS APPROVING THE RELEASE OF RESTRICTED RESERVES

**WHEREAS**, the Board of Commissioners adopted Resolution No. 19-53 at its regular meeting on June 4, 2019, establishing a capital reserve of six million dollars (\$6,000,000) in the Transit Fund and one million dollars (\$1,000,000) in the Ferry Fund; and

**WHEREAS**, the Board of Commissioners adopted Resolution No. 21-71 at its regular meeting on December 7, 2021, establishing a fleet reserve of five million dollars (\$5,000,000) and adding an additional five million (\$5,000,000) to the previously established capital reserve; and

**WHEREAS**, Kitsap Transit staff recommended that the board authorize these restricted reserves after several years of sales tax revenue growth between five (5) and fourteen (14) percent; and

**WHEREAS**, the intent and purpose of these restricted reserves is to better position Kitsap Transit to compete for federal and state grants and to preserve Kitsap Transits ability to prepare for times when sales tax revenue is not performing as well; and

**WHEREAS**, Kitsap Transit staff now recommend the release of capital and fleet reserves to provide for Kitsap Transit local funding requirements of a robust capital project pipeline as a result of several recent federal and state capital grant awards coupled with the need to complete projects associated with COVID-19 stimulus funding; and

**WHEREAS**, the need for additional local funding requirements associated with Kitsap Transit's capital program also happens to come at a time when sales tax has performed less than three and a half percent (3.5) budget assumption for two (2) years; and

**WHEREAS**, Kitsap Transit staff now recommend that the Board of Commissioners authorize the release of its restricted fleet and capital reserves in the Transit Fund totaling

sixteen million dollars (\$16,000,000) and a capital reserve of one million dollars (\$1,000,000) in the Ferry Fund; and


**WHEREAS**, Kitsap Transit will continue to maintain a four million dollar (\$4,000,000) contingency reserve in the Transit Fund in addition to its established fuel reserves.

**NOW THEREFORE, BE IT RESOLVED** the Board of Commissioners hereby authorizes the release of fleet and capital reserves in the Transit Fund of sixteen million dollars (\$16,000,000) and one million dollars (\$1,000,000) in the Ferry Fund.

**ADOPTED** by the Board of Commissioners of Kitsap Transit at a regular meeting held on the 3<sup>rd</sup> day of December 2024.

Signed by:  
  
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Greg Wheeler, Chairperson

ATTEST:

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Jackie Bidon, Clerk of the Board