SNOWHOMISH COUNTY COUNCIL
SNOWHOMISH COUNTY, WASHINGTON

ORDINANCE NO. 11-032

APPROVING AND AUTHORIZING THE COUNTY EXECUTIVE
TO SIGN A MASTER ANNEXATION INTERLOCAL AGREEMENT
BETWEEN SNOWHOMISH COUNTY AND THE CITY OF BOTHELL
CONCERNING ANNEXATION AND URBAN DEVELOPMENT
WITHIN THE BOTHELL MUNICIPAL URBAN GROWTH AREA

WHEREAS, the City of Bothell (hereafter “City”) and Snohomish County
(hereafter “County”) have negotiated the terms of a master annexation interlocal
agreement (hereafter “Agreement”) in order to implement coordinated planning and
transition of services within the Bothell Municipal Urban Growth Area (“MUGA”); and

WHEREAS, the Agreement is intended to address a broad range of issues which
are usually associated with annexation proposals and permit requests; and

WHEREAS, the Agreement represents the next step in implementing the
purpose and intent of the policies and procedures contained in the Snohomish County
Tomorrow Annexation Principles supported by the Snohomish County Council in Joint
Resolution No. 07-026; and

WHEREAS, the Agreement includes general statements of principle and policy
for joint planning, land use, urban centers and other matters; and

WHEREAS, the Agreement will apply to all future annexations by the City and
provides for additional interlocal agreements pertaining to a wide range of issues such
as roads, drainage facilities, police and fire services, and parks; and

WHEREAS, the Agreement is consistent with and serves to further implement
the City’s and the County’s Growth Management Act Comprehensive Plans; and

WHEREAS, the Agreement is authorized by and is consistent with the
requirements of the Interlocal Cooperation Act (chapter 39.34 RCW); and

WHEREAS, the County is working with the City and King County to finalize three
separate interlocal agreements regarding solid waste issues, one of which may be an
amendment to an existing interlocal agreement between the City and King County; and

WHEREAS, the solid waste interlocal agreements between 1) the City and King
County (or an amendment to the solid waste agreement between the City and King
County), 2) Snohomish County and King County, and 3) the City and Snohomish
County, would need to be adopted prior to or concurrent with the adoption of this Agreement; and

WHEREAS, pursuant to RCW 35A.14.410, the boundaries arising from an annexation of territory shall not include a portion of the right-of-way of any public street, road, or highway except where the boundary runs from one edge of the right-of-way to the other edge of the right-of-way. When such right-of-way of any public street, road, or highway is included in an annexation proposal, the County shall interpret the Southwest Snohomish County MUGA Boundaries Map (Appendix B to Countywide Planning Policies for Snohomish County) to include the right-of-way within the City’s MUGA; and

WHEREAS, the City has invoked the jurisdiction of the Boundary Review Board for the Bothell NEWBA II Annexation and the Board is scheduled to hold a public hearing on the proposed annexation on June 20, 2011; and

WHEREAS, the County Council held a public hearing on June 15, 2011, to consider approving the Agreement and authorizing the County Executive to sign the Agreement on behalf of the County.

NOW, THEREFORE, BE IT ORDAINED:

Section 1. The County Council hereby adopts the foregoing recitals as findings of fact and conclusions as if set forth in full herein.

Section 2. The Snohomish County Council authorizes the County Executive to sign the *Interlocal Agreement Between the City of Bothell and Snohomish County Concerning Annexation and Urban Development Within the Bothell Municipal Urban Growth Area*, a copy of which is attached to this ordinance as Exhibit A.
PASSED this 15th day of June, 2011.

ATTEST:
SNOHOMISH COUNTY COUNCIL
Snohomish County, Washington

Clerk of the Council

Council Chair

( ) APPROVED

( ) EMERGENCY

( ) VETOED

DATE: 6/15/11

Approved as to form only:

Deputy Prosecuting Attorney

ATTEST:
GARY HAAKENSON
Deputy County Executive

County Executive
MASTER ANNEXATION INTERLOCAL AGREEMENT
BETWEEN THE CITY OF BOTHELL AND SNOMOMISH COUNTY
CONCERNING ANNEXATION AND URBAN DEVELOPMENT WITHIN
THE BOTHELL MUNICIPAL URBAN GROWTH AREA

1. PARTIES

This Interlocal Agreement ("Agreement" or "ILA") is made by and between the
City of Bothell ("City"), a Washington municipal corporation, and Snohomish
County ("County"), a political subdivision of the State of Washington, individually
referred to as a "Party" and collectively as the "Parties," pursuant to Chapter
36.70A RCW (Growth Management Act), Chapter 36.115 RCW (Governmental
Services Act), Chapter 43.21C RCW (State Environmental Policy Act), Chapter
36.70B RCW (Local Project Review), Chapter 58.17 RCW (Subdivisions),
Chapter 82.02 RCW (Excise Taxes), and Chapter 39.34 RCW (Interlocal
Cooperation Act).

2. PURPOSE, INTENT AND APPLICABILITY

2.1 Purpose. The purposes of this Agreement are to facilitate an orderly
transition of services and responsibility for capital projects from the
County to the City at the time of annexation of unincorporated areas of the
County to the City; and, both prior to and following annexation, to address
reciprocal mitigation of interjurisdictional land development impacts and
joint planning of City and County services and facilities having
interjurisdictional implications. This Agreement is intended to serve as a
master annexation interlocal agreement addressing all future annexations
by the City of unincorporated County territory.

2.2 Snohomish County Tomorrow Annexation Principles. The County and the
City intend that this Agreement be interpreted in a manner that furthers
the objectives articulated in the Snohomish County Tomorrow Annexation
Principles. For the purpose of this Agreement, the Snohomish County
Tomorrow Annexation Principles means that document adopted by the
Snohomish County Tomorrow Steering Committee on February 28, 2007, and supported by the Snohomish County Council in Joint Resolution No. 07-026 passed on September 5, 2007. The Snohomish County Tomorrow Annexation Principles are attached to this Agreement as Exhibit A. As provided for in the Annexation Principles, the City opts out of preparing and maintaining a Six Year Annexation Plan because at the effective date of this Agreement, the City is considering annexations which comprise the entire Bothell Municipal Urban Growth Area (MUGA) as it exists at the time of this Agreement.

2.3 Establish a framework for future annexations. The City and County intend that this Agreement provide a framework for future annexations within the Bothell MUGA to implement urban development standards within the Bothell MUGA prior to annexation, to plan for and fund capital facilities in the unincorporated portion of the Bothell MUGA, and to enable consistent responses to future annexations.

2.4 Subsequent agreements and interpretations. The City and County recognize that this Agreement includes general statements of principle and policy, and that addenda or amendments to existing interlocal agreements or government service agreements or subsequent agreements on specific topical subjects relating to annexation and service transition may be executed. By way of example only, and not by way of limitation, the City and County contemplate that such subsequent amendments or agreements might address the following types of issues: roads and traffic impact mitigation; surface water management; parks, recreation and open space; police services; fire marshal services; permit review services; revenue- and cost-sharing; common zoning and development standards; and sub-area planning. In addition, a subsequent agreement or an addendum to this Agreement might address issues related to the annexation of a specific area. In the event that any term or provision in this Agreement conflicts with any term or provision in any subsequent agreement, addendum or amendment, the term or provision in the subsequent agreement, addendum or amendment shall prevail unless specifically stated otherwise in this Agreement.

2.5 Applicability. This Agreement applies to all annexations within the geographic areas described in Subsection 2.6 of this Agreement that will be finalized by the City after the effective date of this Agreement.

2.6 Geographic areas eligible for annexation.

2.6.1 Appendix B of the Snohomish County Countywide Planning Policies, as now existing or hereafter amended, identifies the Bothell MUGA in the Southwest Urban Growth Area (SWUGA) Map, which is a component of the County’s Countywide Planning Policies. It is within the Bothell MUGA,
as now existing or hereafter amended, in accordance with the Snohomish County Countywide Planning Policies, that the City may consider future annexations. The area of the SWUGA map which shows the Bothell MUGA at the time of the effective date of this Agreement is attached to this Agreement as Exhibit B.

2.6.2 If the City proposes any annexation which would include territory located within the SWUGA but outside of the Bothell MUGA as adopted in the Countywide Planning Policies, and the city in whose MUGA such territory is located agrees in writing to the proposed annexation boundaries, the County may not oppose the annexation based solely on such territory being outside of the Bothell MUGA.

2.6.3 Pursuant to RCW 35A.14.410, the boundaries arising from an annexation of territory shall not include a portion of the right-of-way of any public street, road, or highway except where the boundary runs from one edge of the right-of-way to the other edge of the right-of-way. When such right-of-way of any public street, road, or highway is included in an annexation proposal, it shall be considered a part of the City’s MUGA.

3. GENERAL PROVISIONS

3.1 Consistency of Annexation. If the Snohomish County Council finds that a proposed annexation within the Bothell MUGA is consistent with this Agreement, the objectives established in RCW 36.93.180, and the health, safety and general welfare of Snohomish County citizens affected by the annexation, and that an addendum pursuant to Section 16 of this Agreement is completed or is not necessary, the County shall not oppose the proposed annexation and will send a letter to the Boundary Review Board in support of the proposed annexation.

3.2 Public facilities and services. The City and County share a commitment to ensure that public facilities and services which are within the funding capacities of the City and County will be adequate to serve development within the MUGA at the time such development is available for occupancy and use without decreasing current service levels below locally established minimum standards.

3.3 Reciprocal mitigation and impact fees. The City and County believe it is in the best interest of the citizens of both jurisdictions to enable reciprocal imposition of impact mitigation requirements and regulatory conditions for improvements in the respective jurisdictions. A separate interlocal agreement known as the “Interlocal Agreement between Snohomish County and the City of Bothell on Reciprocal Mitigation of Transportation Impacts,” which was effective on August 9, 2006, addressing reciprocal transportation impact mitigation, already exists between the City and the
3.4 Joint planning provision. The City and County recognize the need for joint planning to establish local and regional facilities the jurisdictions have planned or anticipate for the area, to identify ways to jointly provide these facilities, and to identify transition of ownership and maintenance responsibilities as annexations occur. This need may result in mutual ongoing planning efforts, joint capital improvement plans, and reciprocal impact mitigation. By way of example only, and not by way of limitation, joint planning issues may include: planning, design, funding right-of-way acquisition, construction, and engineering for road projects; regional transportation plans; infrastructure coordination; watershed management planning; capital construction and related services; parks, recreation, and open space; permit review services; revenue and cost-sharing; adoption of common zoning and development standards; and sub-area planning.

3.5 City to adopt County codes and ordinances. The City agrees to adopt by reference the County codes and ordinances listed in Exhibit C of this Agreement for the purpose of allowing the County to process and complete permits and fire inspections in annexed areas. Adoption of the County’s codes by the City in no way affects projects applied for under the City’s jurisdiction. The County shall be responsible for providing copies of all the codes and ordinances listed in Exhibit C of this Agreement, in addition to all the updates thereto, to the Bothell City Clerk, so that the City Clerk may maintain compliance with RCW 35A.12.140.

3.6 City and County responsibilities. Within their own jurisdictions, the County and the City each have responsibility and authority derived from the Washington State Constitution, state statutes, and any local charter to plan for and regulate uses of land and resultant environmental impacts.

3.7 Intergovernmental cooperation for extra-jurisdictional impacts. The City and the County recognize that land use decisions and transportation planning can have extra-jurisdictional impacts and that intergovernmental cooperation is an effective manner to deal with impacts and opportunities that transcend local jurisdictional boundaries.

3.8 Coordinated Planning. The City and the County recognize that sub-area planning related to interjurisdictional coordination as outlined in the Snohomish County Tomorrow Annexation Principles facilitate the transition of services from the County to the City in the event of an
annexation. Addenda or amendments to existing interlocal agreements or government service agreements, or subsequent agreements on specific topical subjects relating to annexation and service transition, as described in Subsection 2.4 of this Agreement, will reflect joint planning between the City and the County relative to the Snohomish County Tomorrow Annexation Principles.

3.9 **Taxes, fees, rates, charges, and other monetary adjustments.** In reviewing annexation proposals, the City and County must consider the effect on the finances, debt structure, and contractual obligations and rights of all affected governmental units. Tax and revenue transfers are generally provided for by state statute.

3.10 **Wetland mitigation sites and habitat projects.** The City and County share a commitment to ensure the success of wetland mitigation sites and habitat improvement projects. The City and County agree that both jurisdictions will benefit from the maintenance and monitoring of publicly constructed and maintained wetland mitigation sites and habitat improvement projects. If such sites or projects exist in an annexation area, the City and County may enter into an agreement prior to the effective date of the annexation to determine responsibility and costs for maintenance and monitoring for wetland mitigation sites and habitat improvement projects.

4. **GROWTH MANAGEMENT ACT ("GMA") AND LAND USE**

4.1 **Urban density requirements.** Except as may be otherwise allowed by law, the City agrees to adopt and maintain land use designations and zones that will accommodate the population and employment allocations assigned by the County under the GMA for the City and the Bothell MUGA as established in Appendix B of the Countywide Planning Policies for Snohomish County. The City reserves the right to designate and zone land within the City to accommodate such allocations irrespective of internal boundaries between King and Snohomish Counties and between prior City limits and newly annexed territory. Should such designation and zoning result in a different growth allocation for the Snohomish County portion of the City, then consultation with Snohomish County Tomorrow for amendments to Appendix B of the Countywide Planning Policies of Snohomish County shall be required. Nothing in this Subsection 4.1 shall be deemed as a waiver of the City's right to appeal the assignment of such population and employment allocation under the GMA.

4.2 **Land Use, Urban Centers and Transit Corridor Requirements.** The City agrees to ensure after annexation that the City's comprehensive plan and development regulations will provide for land use designations and zones necessary to support transit corridors designated by the County or a
transit agency or to be consistent with the land use designations and zones adopted by the County in its comprehensive plan prior to annexation.

4.3 Transfer of Development Rights. If an area to be annexed has been designated a Transfer of Development Rights (TDR) receiving area by the County, the City agrees that after annexation, the area shall remain a TDR receiving area or the City shall ensure that other areas of the City are designated TDR receiving areas so that the City's development regulations provide equivalent or greater receiving capacity for receiving TDR certificates and equivalent or greater incentives for the use of TDR certificates.

4.4 City standards. The County agrees to encourage land use project permit applicants within the Bothell MUGA to design projects consistent with the City's urban design and development standards; however, the City agrees that the County can require only that an applicant comply with the County's development regulations. The City agrees to make written recommendations to the County on how proposed land use permit applications could be made consistent with City standards. When approval of a project permit is contingent upon extension of water or sewer service provided by the City, the County agrees to impose only those conditions related to the provision of such service voluntarily negotiated between the property owner or developer and the City as a condition of a water or sewer contract between the property owner or developer and the City, provided that the conditions meet minimum County development standards and mitigation conditions.

4.5 Joint review of permit applications. The City and County recognize that it is in the best interest of both jurisdictions to engage in the shared review of County permit applications within areas anticipated for annexation. The City and County agree to consider a potential subsequent agreement relating to shared permit review.

5. PROCESSING OF PERMITS IN THE BOTHELL MUGA

5.1 Definitions. For the purposes of this Agreement, the following definitions apply:

"Building permit application" shall mean an application for printed permission issued by the authorizing jurisdiction that allows for the construction of a structure, and includes repair, alteration, or addition of or to a structure.

"Associated permit application" shall mean an application for mechanical, electrical, plumbing and/or sign permit for a structure authorized pursuant to a building permit.

"Land use permit application" shall mean an application for any land
use or development permit or approval and shall include, by way of example and not by way of limitation, any of the following: subdivisions, planned residential developments, short subdivisions, binding site plans, single family detached units, conditional uses, special uses, rezones, shoreline substantial development permits, grading or land disturbing activity permits and variances. A “land use permit application” shall not include a “building permit application” except for non-single family building permits for structures greater than 4,000 square feet in size.

“Pending permit applications” shall mean all building permit applications, associated permit applications and land use permit applications respecting real property located in an annexation area that are either (i) still under review by the County on the effective date of the annexation, or (ii) for which a decision has been issued but an administrative appeal is pending on the effective date of the annexation.

“Permit review phase” shall mean a discrete stage of or discrete activity performed during a jurisdiction’s review of a pending permit application that has a logical starting and stopping point. By way of example, and not by way of limitation, applications for subdivisions and short subdivisions are deemed to have the following permit review phases: (i) preliminary plat approval; (ii) plat construction plan approval; (iii) revision, alteration or modification of a preliminary plat approval; (iv) construction inspection; (v) final plat processing; and (vi) final plat approval and acceptance. When it is not clear which activities related to the review of a particular pending permit application constitute a distinct permit review phase, the County and the City shall determine same by mutual agreement, taking into account considerations of convenience and efficiency.

5.2 City consultation on County land use permit applications. After the effective date of this Agreement, the County agrees to give the City timely written notice and review opportunity related to all land use permit applications inside the Bothell MUGA, as defined in Subsection 5.1 of this Agreement. The County will invite City staff to attend meetings between County staff and the applicant relating to such permit applications, including pre-application meetings.

5.3 Review of County land use permit applications. All land use permit applications under County jurisdiction in the Bothell MUGA will be reviewed consistent with all applicable laws, regulations, rules, policies and agreements including, but not limited to, the applicable provisions of this Agreement, the State Environmental Policy Act (Chapter 43.21C RCW) and the Snohomish County Code.

5.4 Permits issued by County prior to effective date of annexation. All building permits, associated permits and land use permits and approvals respecting real property located in an annexation area that were issued or
approved by the County prior to the effective date of an annexation shall be given full effect by the City after the annexation becomes effective. Any administrative appeals of such decisions that are filed after the effective date of the annexation shall be filed with the City and handled by the City pursuant to the City’s municipal code.

5.5 Enforcement of County conditions. Any conditions imposed by the County relating to the issuance or approval of any of the permits described in Subsection 5.4 above shall be enforced by the City after the effective date of an annexation to the same extent the City enforces its own permit conditions. The County agrees to make its employees available, at no cost to the City, to provide assistance in enforcement of conditions on permits originally processed and issued by the County.

5.6 Pending permit applications.

5.6.1 Vesting. The County and the City agree that any complete building permit application, associated permit application or land use permit application respecting real property located in an annexation area that is submitted to the County prior to the effective date of an annexation and that has vested under Washington statutory or common law or the Snohomish County Code shall remain subject to the laws and regulations of the County that were in effect at the time the permit application was deemed complete by the County, notwithstanding any subsequent annexation.

5.6.2 Automatic transfer of authority regarding permits. The County and the City understand and agree that the police power with respect to real property located in an annexation area automatically transfers from the County to the City on the effective date of an annexation. The Parties understand and agree that it is the police power that provides local jurisdictions with the authority to impose and implement building and land use regulations. Accordingly, the Parties understand and agree that, as a matter of law, all responsibility for and authority over pending permit applications automatically transfers from the County to the City on the effective date of an annexation.

5.6.3 Completing the active phase of review. The County and the City agree that to facilitate an orderly transfer of pending permit applications to the City after the effective date of an annexation, it is desirable for the County to continue processing all pending permit applications through the completion of the permit review phase that was in progress on the effective date of the annexation. Accordingly, beginning on the effective date of any annexation governed by this Agreement, the County shall act as the City’s agent for the limited purpose of reviewing and processing all pending permit applications until such time as County personnel have completed the permit review phase that was in progress on the effective
date of the annexation at issue. Upon completion of such permit review phase with respect to any particular pending permit application, the County shall transfer all materials relating to the pending permit application to the City. After such transfer, the City shall perform all remaining permit review and approval activities.

5.6.4 **Urban Center permit vesting.** The County and the City agree that any complete building permit application, associated permit applications or land use permit application respecting Urban Center zoned real property located in an annexation area that is submitted to the County prior to the effective date of an annexation and that has vested under Washington statutory or common law or the Snohomish County Code shall remain subject to the laws and regulations of the County that were in effect at the time the permit application was deemed complete by the County, notwithstanding any subsequent annexation.

5.6.5 **Urban Center permit review.** The County shall involve the City in the review of an Urban Center permit application as outlined in chapter 30.34A SCC, the County regulations governing Urban Center development.

5.6.6 **Urban Center application and annexation.** All pending Urban Center permit applications within an annexed area shall be transferred to the City after the effective date of annexation pursuant to provisions of Subsection 5.6.3, but in the event the County and City cannot agree on when the transfer of the Urban Center permit applications shall occur, the County shall continue to review and process the pending Urban Center permit applications until such time the County determines the transfer of permit application is appropriate.

5.6.7 **Exception for administrative appeals.** Notwithstanding anything to the contrary contained in Subsection 5.6.3 and 5.6.6 above, the County and the City agree that it is not desirable for the County’s quasi-judicial hearing officers or bodies to act as agents for the City for the purposes of hearing and deciding administrative appeals of permit decisions on behalf of the City, but it is also not desirable to disrupt an administrative appeal that is already in progress on the effective date of an annexation. Accordingly, if the permit review phase that was in progress on the effective date of an annexation was an administrative appeal of a decision made by the County, then that administrative appeal shall be handled as follows: (i) if the appeal hearing has not yet occurred as of the effective date of the annexation, then all materials related to the appeal shall be transferred to the City as soon as reasonably possible after the effective date of the annexation and the appeal shall be handled by the City pursuant to the procedures specified in the City’s municipal code; (ii) if the appeal hearing has already occurred as of the effective date of the annexation,
but no decision has yet been issued by the County's quasi-judicial hearing officer or body, then the County's quasi-judicial hearing officer or body shall act as an agent for the City and issue a timely decision regarding the administrative appeal on behalf of the City; or (iii) if a decision regarding the administrative appeal was issued by the County's quasi-judicial hearing officer or body prior to the effective date of the annexation, but a timely request for reconsideration was properly filed with the County prior to the effective date of the annexation, then the County's quasi-judicial hearing officer or body shall act as an agent for the City and issue a timely decision on reconsideration on behalf of the City.

5.6.8 Effect of decisions by the County regarding permit review phases. The City shall respect and give effect to all decisions made by the County regarding those permit review phases for a pending permit application that are completed by the County prior to the transfer of the pending permit application to the City, regardless of whether such decisions were made by the County on its own behalf prior to the effective date of annexation, or on behalf of the City after the effective date of annexation.

5.6.9 Proportionate sharing of permit application fees. The County and the City agree to proportionately share the permit application fees for pending permit applications. Proportionate shares will be calculated based on the County's permitting fee schedule. With respect to each pending permit application, the County shall retain that portion of the permit application fees that is allocable to the phases of review completed by the County prior to the effective date of the annexation. In compensation for the County's work in reviewing pending permit applications on behalf of the City, the County shall also retain that portion of the permit application fees that is allocable to the phase(s) of review completed by the County while acting as an agent of the City. The County shall transfer to the City any remaining portion of the permit application fees collected, which shall be commensurate with the amount of work left to be completed with respect to the pending permit application at the time the pending permit application is transferred to the City.

5.6.10 Dedications or conveyances of real property. The City and the County acknowledge and agree that after the effective date of an annexation the County Council will have no authority to accept dedications or other conveyances of real property to the public with respect to real property located in the area that has been annexed by the City. Accordingly, notwithstanding anything to the contrary contained elsewhere in this Section 5, after the effective date of any annexation governed by this Agreement, the approval and acceptance of final plats or other instruments or documents dedicating or conveying to the public an interest in real property located in the annexed area will be transmitted to the City for acceptance by the City Council.
5.7 Judicial appeals of permit decisions. The County shall be responsible for defending, at no cost to the City, any judicial appeals of decisions regarding building permit applications, associated permit applications and/or land use permit applications respecting real property located in an annexation area that were made or issued by the County prior to the effective date of the annexation. The City shall be responsible for defending, at no cost to the County, any judicial appeals of decisions regarding building permit applications, associated permit applications and/or land use permit applications respecting real property located in an annexation area that are made or issued after the effective date of the annexation, regardless of whether such decisions are made or issued by City personnel or by the County in its capacity as an agent for the City pursuant to Subsection 5.6 of this Agreement.

5.8 Permit renewal or extension. After the effective date of annexation, any request or application to renew or extend a building permit, an associated permit or a land use permit respecting real property located in the annexed area shall be submitted to and processed by the City, regardless of whether such permit was originally issued by the County or the City.

5.9 Administration of bonds. The County’s interest in any outstanding performance security, maintenance security or other bond or security device issued or provided to the County to guarantee the performance, maintenance or completion by a permittee of work authorized by or associated with a permit respecting real property located in an annexation area will be assigned or otherwise transferred to the City upon the effective date of the annexation if such assignment or transfer is reasonably feasible. If it is not reasonably feasible for the County to transfer any outstanding bond or security device to the City, whether due to the terms of the bond or security device at issue or for some other reason, then the County shall continue to administer the bond or security device until the earlier to occur of the following: (i) the work guaranteed by the bond or security device has been properly completed; (ii) the City has been provided with an acceptable substitute bond or security device; or (iii) the bond or security device has been foreclosed. For bonds and security devices that the County continues to administer after the effective date of annexation, the City shall notify the County when either the work guaranteed by the bond or security device is completed, or when the City is provided with an acceptable substitute bond or security device, at which time the County shall release the original bond or security device. Should it become necessary to foreclose any bond or security device the County continues to administer after the effective date of annexation, the County and the City shall cooperate to perform such foreclosure.

5.10 Building and land use code enforcement cases. Any pending building or
land use code enforcement cases respecting real property located in an annexation area will be transferred to the City on the effective date of the annexation. Any further action in those cases will be the responsibility of the City at the City’s discretion. The County agrees to make its employees available as witnesses at no cost to the City if necessary to prosecute transferred code enforcement cases. Upon request, the County agrees to provide the City with copies of any files and records related to any transferred case.

6. RECORDS TRANSFER AND ACCESS TO PUBLIC RECORDS FOLLOWING ANNEXATION

6.1 Records to be transferred. Prior to and following annexation of unincorporated area into the City, and upon the City’s request in writing, copies of County records relevant to jurisdiction, the provision of government services and permitting within the annexation area may be copied and transferred to the City in accordance with the procedure identified in Subsection 6.2 of this Agreement. Said records shall include, but are not limited to, the following records from the Snohomish County Department of Public Works, the Snohomish County Department of Planning and Development Services, and the Business Licensing Department of the Snohomish County Auditor’s office: all permit records and files, inspection reports and approved plans, GIS data and maps in both printed and electronic versions, approved zoning files, code enforcement files, fire inspection records, easements, plats, databases for land use, drainage, street lights, streets, regulatory and animal license records, records relating to data on the location, size and condition of utilities, and any other records pertinent to the transfer of services, permitting and jurisdiction from the County to the City. The County reserves the right to withhold confidential or privileged records. In such cases where the County opts to withhold such records, it shall provide the City with a list identifying the records withheld.

6.2 Procedure for copying. The City records staff shall discuss with the County records staff the types of records identified in Subsection 6.1 of this Agreement that are available for an annexed area, the format of the records, the number of records, and any additional information pertinent to a request of records. Following this discussion, the County shall provide the City with a list of the available files or records in its custody. The City shall select records from this list and request in writing their transfer from the County to the City. The County shall have a reasonable time to collect, copy, and prepare for transfer of the requested records. All copying costs associated with this process shall be borne by the City. When the copied records are available for transfer to the City, the County shall notify the City and the City shall arrange for their delivery.
6.3 **Electronic data.** In the event that electronic data or files are requested by the City, the City shall be responsible for acquiring any software licenses that are necessary to use the transferred information.

6.4 **Custody of records.** The County shall retain permanent custody of all original records. No original records shall be transferred from the County to the City. As the designated custodian of original records, the County shall be responsible for compliance with all legal requirements relating to their retention and destruction as set forth in Subsection 6.5 of this Agreement.

6.5 **Records retention and destruction.** The County agrees to retain and destroy all public records pursuant to this Agreement consistent with the applicable provisions of Chapter 40.14 RCW and the applicable rules and regulations of the Secretary of State, Division of Archives and Records Management.

6.6 **Public records requests.** Any requests for copying and inspection of public records shall be the responsibility of the Party receiving the request. Requests by the public shall be processed in accordance with Chapter 42.56 RCW and other applicable law. The City agrees to withhold from disclosure documents which the County has requested remain confidential and not be disclosed where disclosure is not mandated by law.

7. **COUNTY CAPITAL FACILITIES REIMBURSEMENT**

7.1 **Consultation regarding capital expenditures.** The County will consult with the City in planning for new local and regional capital construction projects within the Bothell MUGA. The County and City agree to begin consultation regarding existing active County projects within sixty (60) days of approval of this Agreement. Consultation shall include discussions between the County and the City regarding the need for shared responsibilities in implementing capital projects, including the potential for indebtedness by bonding or loans. The City and County shall pursue cooperative financing for capital facilities where appropriate. Interlocal agreements addressing shared responsibilities for capital projects within the Bothell MUGA shall be negotiated, where appropriate.

7.2 **Continued planning, design, funding, construction, and services for active and future capital projects.** Separate interlocal agreements for specific projects will address shared responsibilities for local capital projects and local share of regional capital facilities within the Bothell MUGA and the continued provision of County services relating to the planning, design, funding, property acquisition, construction, and engineering for local capital projects within an annexation area. An annexation addendum
under Section 16 of this Agreement will document appropriate interlocal agreements relating to planning, design, funding, property acquisition, construction, and other architectural or engineering services for active and future capital projects within an annexation area.

7.3 **Capital facilities finance agreements.** The City and County will discuss project-specific interlocal agreements for major new local capital facility projects and local share of regional capital facilities within the Bothell MUGA. Depending on which jurisdiction has collected revenues, these agreements may include: transfers of future revenues from the City to the County or from the County to the City; proportionate share reimbursements from the City to the County or from the County to the City; and City assumption of County debt service responsibility (or County assumption of City debt service responsibility) for loans or other financing mechanisms for new local capital projects and existing local capital projects with outstanding public indebtedness within the annexation area at the time of annexation. Both Parties agree that there should not be any reimbursement for capital facility projects that have already been paid for by the citizens of the annexing area by means such as special taxes or assessments, traffic mitigation, or other attributable funding sources.

7.4 **Continuation of latecomers cost recovery programs and other capital facility financing mechanisms.** After annexation, the City agrees to continue administering any non-protest agreements, latecomer's assessment reimbursement programs established pursuant to Chapter 35.72 RCW, or other types of agreements or programs relating to future participation or cost-share reimbursement, in accordance with the terms of any agreement recorded with the Snohomish County Auditor relating to property within the Bothell MUGA. In addition to the recorded documents, the County will provide available files, maps, and other relevant information necessary to effectively administer these agreements or programs. If a fee is collected for administration of any of the programs or agreements described in this Subsection 7.4, the County agrees to transfer a proportionate share of the administration fee collected to the City, commensurate with the amount of work left to be completed on the agreement. The proportionate share will be based on the County's fee schedule.

8. **ROADS AND TRANSPORTATION**

8.1 **Annexation of County road right-of-ways.** Except for noncontiguous municipal purpose annexations under RCW 35.13.180 or 35A.14.300, the City agrees to propose annexation of the entire right-of-way of County roads adjacent to an annexation boundary. As used in Section 8 of this Agreement, "County road" means "County road" as defined in RCW 36.75.010(6). The City agrees to assume full ownership, legal control and
maintenance responsibility for County roads and associated drainage facilities within the annexed area upon the effective date of annexation, unless otherwise mutually agreed in writing.

8.2 Road maintenance responsibility. Where possible, the City agrees to annex continuous segments of County road to facilitate economical division of maintenance responsibility and avoid discontinuous patterns of alternating City and County road ownership. Where annexation of segments of County road are unavoidable, the City and County agree to consider a governmental services agreement providing for maintenance of the entire County road segment by the jurisdiction best able to provide maintenance services on an efficient and economical basis.

8.3 Traffic Mitigation and Capital Facilities

8.3.1 Reciprocal impact mitigation. The City and County have agreed to mutually enforce each other’s traffic mitigation ordinances and policies to address multi-jurisdictional impacts under the terms and conditions provided in the “Interlocal Agreement between Snohomish County and the City of Bothell on Reciprocal Mitigation of Transportation Impacts,” which was effective on August 9, 2006. In addition to the agreement adopted on August 9, 2006 and referenced in this Subsection 8.3.1, the Parties may enter into another agreement that addresses implementation of common MUGA development standards (including access and circulation requirements), level of service standards, concurrency management systems, and other transportation planning issues.

8.3.2 Transfer of road impact fees. The County collects road impact fees pursuant to Chapter 30.66B of the Snohomish County Code. Where the annexation area includes system improvements for which road impact fees have been collected and which remain programmed for improvements, the County and City will negotiate transfers of all or a portion of these fees to the City to construct the improvements. Any issues relating to unbudgeted improvements for the annexation area shall be resolved prior to the transfer of any road impact fees. Road impact fees shall not be transferred to the City until maintenance and ownership responsibilities of road system improvements have been determined.

8.3.3 Reimbursement for transportation-related capital facilities investment. There will be no reimbursement from the City to the County for existing capital improvements. However, the County and the City may agree to develop separate agreements for cost sharing for new capital improvement projects.

8.4 Joint planning for transit-oriented development implementation. The City and County agree to cooperate on the development of transit-oriented
development regulations and transit supportive policies to implement County and City comprehensive planning policies.

8.5 **Maintenance services.** The City and County agree to evaluate whether an interlocal agreement addressing maintenance of roads, traffic signals, or other transportation facilities will be appropriate. Any County maintenance within an annexation area after the effective date of an annexation will be by separate service agreement negotiated between the City and County.

9. **SURFACE WATER MANAGEMENT**

9.1 **Legal control and maintenance responsibilities.** If an annexation area includes surface water management improvements or facilities (i) in which the County has an ownership interest, (ii) over or to which the County has one or more easements for access, inspection and/or maintenance purposes, and/or (iii) with respect to which the County has maintenance responsibilities, all such rights and responsibilities shall be transferred to the City by the end of the calendar year in which the annexation becomes effective, except as otherwise negotiated between the City and County in any subsequent agreements. The County agrees to provide a list of all such known surface water management improvements and facilities to the City prior to the start of negotiations. If the County’s current Annual Construction Program or Surface Water Management Division budget includes major surface water projects in the area to be annexed, the City and County will determine how funding, construction, programmatic and subsequent operational responsibilities, legal control and responsibilities will be assigned for these improvements, and the timing thereof, under the provisions of RCW 36.89.050, RCW 36.89.120 and all other applicable authorities.

9.2 **Taxes, fees, rates, charges and other monetary adjustments.** The City recognizes that service charges are collected by the County for unincorporated areas within designated Watershed Management Areas. Watershed management service charges are collected at the beginning of each calendar year through real property tax statements. Upon the effective date of an annexation, the City hereby agrees that the County may continue to collect and, pursuant to Chapter 25.20 SCC and to the extent permitted by law, to apply the service charges collected during the calendar year in which the annexation occurs to the provision of watershed management services designated in that year’s budget. These services, which do not include servicing of drainage systems in road rights-of-way, will be provided through the calendar year in which the annexation becomes effective and will be of the same general level and quality as those provided to other property owners subject to service charges in the County.
9.3 Compliance with NPDES Municipal Stormwater Permit. The parties acknowledge that upon the effective date of any annexation, the annexation area will become subject to the requirements of the City’s Phase II NPDES Municipal Stormwater Permit, and will no longer be subject to the requirements of the County’s Phase I NPDES Municipal Stormwater Permit. Notwithstanding the County’s continued provision of stormwater management services in an annexation area pursuant to Subsection 9.2 above, the City expressly acknowledges, understands and agrees that from and after the effective date of any annexation (i) the City shall be solely responsible for ensuring the requirements of the City’s NPDES Permit are met with respect to the annexation area, and (ii) any stormwater management services the County continues to provide in the annexation area pursuant to Section 9.2 above will not be designed or intended to ensure or guarantee compliance with the requirements of the City’s Phase II NPDES Permit.

9.4 Access during remainder of calendar year in which annexation occurs. To ensure the County is able to promptly and efficiently perform surface water management services in the annexation area after the effective date of annexation, as described in Subsection 9.2 above, the City shall provide the County with reasonable access to all portions of the annexation area in which such services are to be performed. Reasonable access shall include, by way of example and not by way of limitation, the temporary closing to traffic of streets, or portions thereof, if such closing is reasonably necessary to perform the service at issue.

9.5 Government service agreements. The County and City intend to work toward one or more interlocal agreements for joint watershed management planning, capital construction, infrastructure management, habitat/river management, water quality management, outreach and volunteerism, and other related services.

10. SOLID WASTE MANAGEMENT

The City and County agree that solid waste management and disposal within an annexation area of the City shall be governed by the terms and conditions set forth in the “Agreement Between the City of Bothell and Snohomish County Concerning Solid Waste Management” dated JUNE 28, 2011.

11. PARKS, OPEN SPACE AND RECREATIONAL FACILITIES

11.1 Local or community parks. If an annexed area includes parks, open space or recreational facilities that are listed in the Snohomish County Comprehensive Parks and Recreation Plan as a local or community park,
the City agrees to assume maintenance, operation and ownership responsibilities for the facilities identified in the map attached to this Agreement as Exhibit D upon the effective date of annexation unless the Parties have adopted an agreement for an alternate mutually acceptable date. In addition, the City’s maintenance, operation and ownership responsibilities may not apply when prior to annexation the County declares its intention to retain ownership of the park, open space or recreational facility pursuant to Subsection 11.2 of this Agreement.

11.2 County retention of ownership. The County, in its own discretion and after consulting with the City, will determine whether to retain ownership of a park, open space or recreational facility (collectively “facility”) described in Subsection 11.1 of this Agreement based on consideration of the following criteria and consistent with the Snohomish County Comprehensive Parks and Recreation Plan:

- The facility has a special historic, environmental or cultural value to the citizens of Snohomish County, as determined by the Snohomish County Department of Parks and Recreation;
- There are efficiencies with the County’s operation or maintenance of the facility;
- The County has made a substantial capital investment in the facility, including but not limited to the purchase of the facility property, the development of the facility, and the construction of the facility;
- There are specialized stewardship or maintenance issues associated with the facility that the County is best equipped to address;
- The facility generates revenue that is part of the larger County park operation budget;
- The facility serves as a regional park or is part of the County’s trail system and should remain a part of the County’s regional network; and
- Retaining ownership of the facility is consistent with the Snohomish County Tomorrow Annexation Principles.

11.3 Joint planning for parks, recreation and open space. The City and County may, upon the effective date of this Agreement, establish an interlocal agreement for parks, open space and recreational facilities. Such an interlocal agreement shall be based upon the City and County’s efforts to provide parks, recreational facilities and open space within the Bothell MUGA and surrounding area. Any subsequently adopted agreement for park, open space, and recreational facilities shall be consistent with the joint planning efforts of the City and County under the Snohomish County Tomorrow Annexation Principles, establish the nature and type of facilities the jurisdictions have planned or anticipate for the area, identify ways to jointly provide these services, and identify transition of ownership and maintenance responsibilities as annexations occur. This effort will result in a mutual ongoing planning effort, joint capital improvement plans and reciprocal impact mitigation.
12. POLICE SERVICES

As provided by law, at the effective date of annexation police services responsibility will transfer to the City. However, the City and County may agree to discuss the need for developing a contract for police services in order to accommodate the needed transfer of police services within an annexed area and the unincorporated MUGA. Upon request of the City, the Snohomish County Sheriff’s Office will provide detailed service and cost information for the area to be annexed. This request to the Sheriff’s Office for detailed service and cost information for police contract services does not preclude the City from seeking additional service and cost information proposals for similar services from other governmental entities. Agreements between the City and County will be made consistent with RCW 41.14.250 through 41.14.280 and RCW 35.13.360 through 35.13.400. If the timing of the notification of the effective date for an annexation is such that SNOPAC 911 has already adopted its budget, the City is responsible for the SNOPAC 911 assessment to the Sheriff’s Office for the remainder of the adopted SNOPAC 911 budget period.

13. CRIMINAL JUSTICE SERVICES

Criminal Justice System Services – All misdemeanor crimes that occur within an annexation area prior to the effective date of annexation will be considered misdemeanor crimes within the jurisdiction of Snohomish County for the purposes of determining financial responsibility for criminal justice system services, including but not limited to prosecution, court costs, jail fees and services, assigned counsel, jury and witness fees, and interpreter fees. On and after the effective date of any annexation, all misdemeanor crimes that occur in the annexation area will be considered crimes within the jurisdiction of the City for purposes of determining financial responsibility for such criminal justice system services.

14. FIRE MARSHAL SERVICES

14.1 County to complete certain annual fire inspections. The County agrees to process and complete only those fire inspections in an annexed area that were scheduled and occur before the effective date of the annexation. All other inspections will be conducted by the City.

14.2 County to complete certain fire code enforcement cases. The County will complete through final disposition any fire code enforcement cases within an annexation area pending at the effective date of an annexation, after review and consultation of the violation(s) by the City Fire Marshal or his/her designee. After final disposition, any further action or enforcement will be at the discretion of the City.
15. STATUS OF COUNTY EMPLOYEES

Subject to City civil service rules and state law, the City agrees to consider the hiring of County employees whose employment status is affected by the change in governance of an annexation area where such County employees make application with the City per the City hiring process and meet the minimum qualifications for employment with the City and provided further that the City consideration of hiring affected sheriff department employees shall be governed by the provisions set forth in RCW 35.13.360 through 35.13.400. The County shall in a timely manner provide the City with a list of those employees expressing a desire to be considered for employment with the City.

16. ADDENDA AND AMENDMENTS

16.1 Addenda related to annexation. At the discretion of the Parties, an addendum to this Agreement may be prepared for each annexation by the City to address any issues specific to a particular annexation.

16.2 Amendments. The City and County recognize that amendments to this Agreement may be necessary.

16.3 Process for adding or amending this Agreement. An addendum or amendment to this Agreement must be mutually agreed upon by the Parties and executed in writing. Any addendum or amendment to this Agreement shall be executed in the same manner as this Agreement.

16.4 Additional agreements. Nothing in this Agreement limits the Parties from entering into interlocal agreements on issues not covered by, or in lieu of, the terms of this Agreement.

17. THIRD PARTY BENEFICIARIES

There are no third party beneficiaries to this Agreement, and this Agreement shall not be interpreted to create any third party beneficiary rights.

18. DISPUTE RESOLUTION

Except as herein provided, no civil action with respect to any dispute, claim or controversy arising out of or relating to this Agreement may be commenced until the dispute, claim or controversy has been submitted to a mutually agreed upon mediator. The Parties agree that they will participate in the mediation in good faith, and that they will share equally in its costs. Each jurisdiction shall be responsible for the costs of its own legal representation. Either Party may seek equitable relief prior to the mediation process, but only to preserve the status quo pending the completion of that process. The City and County agree to mediate any disputes regarding the annexation process or responsibilities of the Parties.
prior to any Boundary Review Board hearing on a proposed annexation, if possible.

19. **HONORING EXISTING AGREEMENTS, STANDARDS AND STUDIES**

In the event a conflict exists between this Agreement and any agreement between the City and the County in existence prior to the effective date of this Agreement, the terms of this Agreement shall govern the conflict.

20. **RELATIONSHIP TO EXISTING LAWS AND STATUTES**

This Agreement in no way modifies or supersedes existing state laws and statutes. In meeting the commitments encompassed in this Agreement, all Parties will comply with all applicable state or local laws. The County and City retain the ultimate authority for land use and development decisions within their respective jurisdictions. By executing this Agreement, the County and City do not intend to abrogate the decision-making responsibility or police powers vested in them by law.

21. **NONDISCRIMINATION**

The City shall comply with the Snohomish County Human Rights Ordinance, Chapter 2.460 SCC, which is incorporated herein by this reference. Execution of this Agreement constitutes a certification by the City of the City’s compliance with the requirements of Chapter 2.460 SCC. If the City is found to have violated this provision, or furnished false or misleading information in an investigation or proceeding conducted pursuant to Chapter 2.460 SCC, this Agreement may be subject to a declaration of default and termination at the County’s discretion. This provision shall not affect the City’s obligations under other federal, state, or local laws against discrimination.

22. **EFFECTIVE DATE, DURATION AND TERMINATION**

22.1 **Effective Date.** This Agreement shall become effective following the approval of the Agreement by the official action of the governing bodies of each of the Parties hereto and the signing of the Agreement by the duly authorized representative of each of the Parties hereto.

22.2 **Duration.** This Agreement shall be in full force and effect through December 31, 2029. If the Parties desire to continue the terms of the existing Agreement after the Agreement is set to expire, the Parties may either negotiate a new agreement or extend this Agreement through the amendment process.

22.3 **Termination.** Either Party may terminate this Agreement at the end of a calendar year provided the terminating Party provides not less than one
hundred eighty (180) days advance written notice to the other Party prior to the date of termination. Notwithstanding termination of this Agreement, the County and City are responsible for fulfilling any outstanding obligations under this Agreement incurred prior to the effective date of the termination.

23. INDEMNIFICATION AND LIABILITY

23.1 This Section shall govern the legal relationship of the Parties with regard to claims for damages and claims arising out of requests for mitigation.

23.2 Indemnification of County. The City shall protect, save harmless, indemnify and defend, at its own expense, the County, its elected and appointed officials, officers, employees and agents, from any loss or claim for damages of any nature whatsoever arising out of the City's performance of this Agreement, including claims by the City's employees or third parties, except for those damages caused solely by the negligence or willful misconduct of the County, its elected and appointed officials, officers, employees, or agents.

23.3 Indemnification of City. The County shall protect, save harmless, indemnify, and defend at its own expense, the City, its elected and appointed officials, officers, employees and agents from any loss or claim for damages of any nature whatsoever arising out of the County's performance of this Agreement, including claims by the County's employees or third parties, except for those damages caused solely by the negligence or willful misconduct of the City, its elected and appointed officials, officers, employees, or agents.

23.4 Extent of liability. In the event of liability for damages of any nature whatsoever arising out of the performance of this Agreement by the City and the County, including claims by the City's or the County's own officers, officials, employees, agents, volunteers, or third parties, caused by or resulting from the concurrent negligence of the County and the City, their officers, officials, employees and volunteers, each Party's liability hereunder shall be only to the extent of that Party's negligence.

23.5 Hold harmless. No liability shall be attached to the City or the County by reason of entering into this Agreement except as expressly provided herein. The City shall hold the County harmless and defend at its expense any legal challenges to the City's requested mitigation and/or failure by the City to comply with Chapter 82.02 RCW. The County shall hold the City harmless and defend at its expense any legal challenges to the County's requested mitigation or failure by the County to comply with Chapter 82.02 RCW.
24. **SEVERABILITY**

If any provision of this Agreement or its application to any person or circumstance is held invalid, the remainder of the provisions and the application of the provisions to other persons or circumstances shall not be affected.

25. **EXERCISE OF RIGHTS OR REMEDIES**

Failure of either Party to exercise any rights or remedies under this Agreement shall not be a waiver of any obligation by either Party and shall not prevent either Party from pursuing that right at any future time.

26. **RECORDS**

The Parties shall maintain adequate records to document obligations performed under this Agreement. The Parties shall have the right to review each other’s records with regard to the subject matter of this Agreement, except for privileged documents, upon reasonable written notice. Public records will be retained and destroyed according to Subsection 6.5 of this Agreement.

27. **ENTIRE AGREEMENT**

This Agreement constitutes the entire Agreement between the Parties concerning annexation within the Bothell MUGA, except as set forth in Subsection 2.4 and Sections 10, 16 and 19 of this Agreement.

28. **GOVERNING LAW AND STIPULATION OF VENUE**

This Agreement shall be governed by the laws of the State of Washington. Any action hereunder must be brought in the Superior Court of Washington for Snohomish County.

29. **CONTINGENCY**

The obligations of the City and County in this Agreement are contingent on the availability of funds through legislative appropriation and allocation in accordance with law. In the event funding is withdrawn, reduced or limited in any way after the effective date of this Agreement, the City or County may terminate the Agreement under Subsection 22.3 of this Agreement, subject to renegotiation under those new funding limitations and conditions.

30. **FILING**

A copy of this Agreement shall be filed with the Bothell City Clerk and recorded with the Snohomish County Auditor’s Office.
31. ADMINISTRATORS AND CONTACTS FOR AGREEMENT

The Administrators and contact persons for this Agreement are:

Bill Wiselogle, Comm. Dev. Dir.  
City of Bothell  
9654 NE 182nd Street  
Bothell, WA 98011  
(425)486-8152

Richard Craig, Senior Planner  
Snohomish County  
Dept. of Planning and Development Services  
3000 Rockefeller Avenue  
Everett, WA 98201  
(425) 388-3311

IN WITNESS WHEREOF, the Parties have signed this Agreement, effective on the later date indicated below.

CITY OF BOTHELL

By: ____________________________
   Robert S. Stowe, City Manager

Date __________________________

ATTEST:

______________________________
JoAnne Trudel
City Clerk

Approved as to form:

Office of the City Attorney

______________________________
Joseph N. Beck
Attorney for the City of Bothell

SNOHOMISH COUNTY

By: ____________________________
   Aaron G. Reardon, County Executive

Date __________________________

ATTEST:

______________________________
Kathryn Bratcher
Clerk of the County Council

Approved as to form:

Snohomish County Prosecuting Attorney

______________________________
Deputy Prosecuting Attorney for Snohomish County

COUNCIL USE ONLY
Approved: __________________
Docfile: __________
EXHIBIT B – SNOHOMISH COUNTY TOMORROW ANNEXATION PRINCIPLES

The following principles are intended as a “roadmap” for successful annexations but are not intended to require cities to annex all UGA lands. The desired outcome will reduce Snohomish County’s current delivery of municipal services within the urban growth area while strengthening the County’s regional planning and coordinating duties. Likewise, cities/towns will expand their municipal services to unincorporated lands scattered throughout the UGAs in Snohomish County. These principles propose altering historical funding and service delivery patterns. All parties recognize that compromises are necessary.

1. The county and all Snohomish County cities will utilize a six-year time schedule which will guide annexation goals. This work will be known as the Six Year Annexation Plan. As follow-up to the county’s Municipal Urban Growth Area (MUGA) policies, those cities that have a (MUGA) land assignment, should designate this land assignment a priority. Each jurisdiction shall conduct its normal public process to ensure that citizens from both the MUGA areas and city proper are well informed. All Snohomish County cities have the option of opting in or out of this process. Cities that opt in will coordinate with the county to establish strategies for a smooth transition of services and revenues for the annexations proposed in the accepted Six Year Plan.

2. Each city will submit a written report regarding priority of potential annexation areas to the county council every two years, at which time each city will re-evaluate its time schedule for annexation. This report will serve as an update to the Six Year Annexation Plan.

The report to the county council should be based upon each city’s internal financial analyses dealing with the cost of those annexations identified for action within the immediate two-year time period. This analysis shall include: current and future infrastructure needs including, but not be limited to, arterial roads, surface water management, sewers, and bridges. A special emphasis should be given to the financing of arterial roads, including historical county funding and said roads’ priority within the county’s current 6-year road plan. Where financing and other considerations are not compelling, the city and county may “re-visit” the annexation strategies at the next two-year interval.

3. To facilitate annexation within urban growth areas (UGAs), the host city and the county may negotiate an Interlocal agreement providing for sub-area planning to guide the adoption of consistent zoning and development regulations between the county and the city. Coordination of zoning densities between the county and the host city may require the revision of
land use maps, adoption of transfer rights or other creative solutions. Upon completion of sub-area planning, if densities cannot be reconciled, then the issue would be directed to SCT for review and possible re-assignment to alternate sites within the UGA.

The Interlocal Agreement would also address development and permit review and related responsibilities within the UGA, apportioning related application fees based upon the review work performed by the respective parties, and any other related matters. The format for accomplishing permit reviews will be guided in part by each city’s unique staffing resources as reflected in the Interlocal agreement between the host city and the county.

4. The city and the county will evaluate the financial and service impacts of an annexation to both entities, and will collaborate to resolve inequities between revenues and service provision. The city and county will negotiate on strategies to ensure that revenues and service requirements are balanced for both the city and the county. These revenue sharing and/or service provision strategies shall be determined by individual ILAs to address service operations and capital implementation strategies.

5. The county and the host city will negotiate with other special taxing districts on annexation related issues. Strategies for accomplishing these negotiations will be agreed to by the county and host city, and reflected in the host city’s annexation report. (See preceding Principle #2.)

6. To implement the goals of the Annexation Principles regarding revenue sharing, service provision, and permit review transitions, the county and the cities will consider a variety of strategies and tools in developing Interlocal Agreements, including:

   - Inter-jurisdictional transfers of revenue, such as property taxes, Real Estate Excise Taxes (REET), storm drainage fees, sales tax on construction, and retail sales tax. Dedicated accounts may be opened for the deposit of funds by mutual agreement by the county and city;
   - Service provision agreements, such as contracting for service and/or phasing the transition of service from the county to the city;
   - Identifying priority infrastructure improvement areas to facilitate annexation of areas identified in Six Year Annexation Plans.
EXHIBIT C – SNOHOMISH COUNTY CODE ("SCC") PROVISIONS AND SNOHOMISH COUNTY ORDINANCES TO BE ADOPTED BY CITY

A. The following portions of SCC Title 13, entitled ROADS AND BRIDGES:
   Chapters 13.01, 13.02, 13.05, 13.10 through 13.70, 13.95, 13.110 and 13.130
B. SCC Title 25, entitled STORM AND SURFACE WATER MANAGEMENT
C. SCC Subtitle 30.2, entitled ZONING AND DEVELOPMENT STANDARDS
D. SCC Chapter 30.34A, entitled URBAN CENTER DEVELOPMENT
E. SCC Chapter 30.41A, entitled SUBDIVISIONS
F. SCC Chapter 30.41B, entitled SHORT SUBDIVISIONS
G. SCC Chapter 30.42B, entitled PLANNED RESIDENTIAL DEVELOPMENTS
H. SCC Chapter 30.41D, entitled BINDING SITE PLANS
I. SCC Chapter 30.44, entitled SHORELINE MANAGEMENT
J. SCC Chapter 30.51A, entitled DEVELOPMENT IN SEISMIC AREAS
K. SCC Chapter 30.52A, entitled BUILDING CODE
L. SCC Chapter 30.52B, entitled MECHANICAL CODE
M. SCC Chapter 30.52C, entitled VENTILATION AND INDOOR AIR QUALITY CODE
N. SCC Chapter 30.52D, entitled ENERGY CODE
O. SCC Chapter 30.52E, entitled UNIFORM PLUMBING CODE
P. SCC Chapter 30.52F, entitled RESIDENTIAL CODE
Q. SCC Chapter 30.52G, entitled AUTOMATIC SPRINKLER SYSTEMS
R. SCC Chapter 30.53A, entitled FIRE CODE
S. SCC Subtitle 30.6, entitled ENVIRONMENTAL STANDARDS AND MITIGATION
T. SCC Chapter 30.66A, entitled PARK AND RECREATION FACILITY IMPACT MITIGATION
U. SCC Chapter 30.66B, entitled CONCURRENCY AND ROAD IMPACT MITIGATION
V. SCC Chapter 30.66C, entitled SCHOOL IMPACT MITIGATION
W. Ordinance 93-036, entitled SHORELINE MASTER PROGRAM, as amended