After recording, return to: Mason County Commissioners

RESOLUTION 82A-06

INTERLOCAL COOPERATION AGREEMENT BETWEEN MASON COUNTY AND THE CITY OF SHELTON FOR THE PURPOSE OF ADMINISTERING SURCHARGE FUNDS GENERATED AS A RESULT OF SHB 2060

This agreement is entered into between Mason County, hereinafter "COUNTY", and the City of Shelton, hereinafter "CITY", for the purpose of creating an interlocal cooperation agreement, per RCW 39.34, for the use of funds created through the surcharge for specified documents recorded through Mason County Auditor's office to fund housing programs for extremely low and very low income persons, using HUD guidelines, throughout Mason County.

WHEREAS, the Washington State Legislature passed Substitute House Bill 2060 (SHB 2060) during the 57th Legislative Session and Governor Locke signed the bill on April 2, 2002; and

WHEREAS, this bill authorizes a surcharge on specified documents recorded through the County Auditor's office for the purpose of providing funds for housing programs for extremely low and very low income persons with incomes at or below 50% of the area median income; and

WHEREAS, the COUNTY and the CITY recognize that housing affordability, for low and extremely low income persons is a serious problem in Mason County.

NOW, THEREFORE, in consideration of the mutual housing benefits for extremely low income and very low-income persons living throughout the entire Mason County area, the COUNTY and CITY agree as follows:

- A. The purpose of this agreement shall be to provide for the administration and expenditure of revenue generated from the recording surcharge authorized under provisions of SHB 2060.
- B. Mason County shall administer the expenditure of said funds.
- C. Funds shall be expressly used only for purposes authorized by SHB 2060, specifically:
 - 1. Acquisition, construction, or rehabilitation of housing projects or units within housing projects that are affordable to very low income persons with incomes at or below fifty percent of the area median income;
 - Supporting building operation and maintenance costs of housing projects or units within
 housing projects built with housing trust funds, that are affordable to very low income
 persons with incomes at or below fifty percent of the area median income, and that
 require a supplement to rent income to cover ongoing operating expenses;
 - 3. Rental assistance voucher7s for housing projects or units within housing projects that are affordable to very low income persons with incomes at or below fifty percent of the area median income, to be administered by a local public housing authority or other local

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organization that has an existing rental assistance voucher program, consistent with the United State Department of Housing and Urban Development's Section 8 rental assistance voucher program standards; and

- 4. Operating costs for emergency shelters and licensed overnight youth shelters.
- D. Mason County shall solicit proposals for projects which address the above purposes.
- E. Mason County shall invite the Mason County Housing Coalition and the CITY to comment on the results of proposals received by the COUNTY.
- F. Prior to approving any proposal the COUNTY will conduct a public meeting for the purpose of soliciting public comment on said proposal.
- G. The proposals must demonstrate: A need, including consistency with COUNTY and/or CITY Comprehensive Plans; financial feasibility; and that the applicant has the capacity to complete the project. Preference will be given to projects that create new capacity.
- H. This agreement shall continue in force and may be terminated by either party upon thirty (30) days advance written notice to the other party.

IN WITNESS THEREOF, the undersigned parties have executed this agreement on this $_8th$ day of August, 2006.

CITY OF SHELTON	BOARD OF MASON COUNTY COMMISSIONERS
John Tarrant, Mayor	Lynda Ring Erickson, Chair
ATTEST:	Tim Sheldon, Commissioner
Clerk	Jayni Kamin, Commissioner
Approved as to form:	ATTEST: Clerk of the Board
City Attorney	Approved as to form: $TO PA 8/16/06$
	Prosecuting Attorney