



2013/14 MID-BIENNIUM BUDGET ADJUSTMENT
& PRELIMINARY PLANNING FOR THE 2015/16 BUDGET

October 15, 2013

MEETING CALENDAR

OCTOBER 15, 2013 – REGULAR MEETING – 7:00 PM

- **PUBLIC HEARING** (*required by RCW 35A.34*) 2013/14 Biennial Budget/Property Tax Rate

OCTOBER 29 & 30, 2013 – SPECIAL MEETINGS – 6:00 PM (*October 30th only if needed*)

- Public Hearing Continued
- Council Study Session on the 2013/14 Mid-Biennium Budget Adjustment

NOVEMBER 19, 2013 – REGULAR MEETING – 7:00 PM

- **PUBLIC HEARING CONTINUED** – 2013/14 Biennial Budget/Property Tax Rate
- Introduction Ordinance – 2013/14 Mid-Biennium Budget Adjustment
- Introduction Ordinance – 2014 Property Tax Rate
- ~~Resolution/Fee Schedule 2014 Amendment~~

DECEMBER 3, 2013 – REGULAR MEETING – 7:00 PM

- Enactment Ordinance – 2013/2014 Mid-Biennium Budget Adjustment
- Enactment Ordinance – 2014 Property Tax Rate
- Resolution/Fee Schedule 2014 Amendment

All meetings will be held at City Hall, 33325 – 8th Avenue South, Federal Way, Washington.

CITIZEN COMMENTS WILL BE ACCEPTED AT ALL BUDGET MEETINGS.



October 14, 2013

City Council and Citizens:

As part of the 2013/14 budget planning process we identified the steps needed for sustainability to include: maintain high quality service levels and preserving jobs in order to do so; fund ongoing expenditures with ongoing revenues; control costs; and maintain reserve accounts. These guiding principles continue in the development of the 2013/14 proposed mid-biennium budget adjustment and planning of the 2015/16 biennial budget.

To this day we also continue with the concept of frugal innovation as we strive to save, even from budgets that have already been stripped as a result of previous years' budget issues, while maintaining high quality service levels.

The proposed budget adjustments will update revenue projections and amend expenditures, generally categorized in four groups:

- Housekeeping adjustments to incorporate items previously approved by Council
- Changing operating trends and conditions
- Recommendations of changes and enhancements to current services
- Accounting change

Many of the proposed adjustments are due to changing conditions (as in the case of revenue adjustments) or housekeeping in nature (previously approved by Council, grant funded projects). New programs and accounting changes are highlighted in more detail in the following attachments.

Finally, an updated plan for the 2015/16 biennial budget is included as part of the mid-biennium budget adjustment discussion.

Respectfully submitted,

A handwritten signature in black ink that reads "Skip Priest". The signature is written in a cursive, flowing style.

Skip Priest
Mayor

Attachments:

- 2013/14 Mid-Biennium Budget Adjustment
 - Narrative
 - Summary of Proposed Requests
 - Budget Ordinance
- 2014 Property Tax Ordinance
- Preliminary Planning for the 2015/16 Budget
 - Narrative
 - Updated Long Range Financial Plan
- Federal Way Community Center Financial Performance

2013/2014 MID-BIENNIUM BUDGET ADJUSTMENT

GENERAL AND STREET FUND

See 2013/14 Mid-Biennium Budget Adjustment Summary of Proposed Requests for a complete listing.

Revenue Adjustments

The total 2013/14 biennium adjustment to revenue is \$3.86M and is comprised of total operating revenue adjustments of \$3.64M and one-time sources of \$213K as follows:

- \$3.64M increase due to changing trends and conditions; and
- \$213K due to one-time grants/contributions/other sources.

Details of the total \$3.64M operating revenue adjustments are as follows:

Property Tax

Increase of \$55K in each year of 2013 and 2014, resulting in no change in 2013 compared 2012 actuals and a 1% projected increase in 2014 compared to the 2013 estimate. The basis for no projected increase in 2013 is due to a much higher property tax collection in 2012 compared to prior years (3.2% increase in 2012 compared to 0.6% in 2011; 1.8% in 2010; 2.5% in 2009; 2.3% in 2008 and 1.4% in 2007). The proposed revised total property tax estimate is \$9.98M in 2013 and \$10.08M in 2014.

Property taxes collections year-to-date September 2013 is \$85K or 1.5% below year-to-date 2012 and \$70K or 1.3% above budget, which could be due to timing of collections.

Based on preliminary information provided by the King County Assessor's Office, the 1% growth limit in property tax plus property tax related to new construction will generate \$10.24M in 2014. The 2014 projected revenue estimate of \$10.10 is allows for a 1.6% uncollected allowance. The 2014 preliminary property tax levy rate of \$1.40 per \$1,000 assessed value is two (2) cents less than the current \$1.42 levy rate. The City will officially set the 2014 levy amount by ordinance as part of the budget process.

Sales Tax

Increase of \$500K in 2013 resulting in a projected increase of 6.2% compared to 2012 and an increase of \$615K resulting in a projected increase 2% in 2014 compared to 2013. The proposed revised total sales tax estimate is \$11.2M in 2013 and \$11.4M in 2014. Sales tax collections year-to-date September 2013 is \$579K or 7.4% above year-to-date 2012 and \$346K or 4.3% above year-to-date budget. Retail trade, services and construction sales tax account for \$562K or 86% of the increase compared to year-to-date 2012.

Criminal Justice Sales Tax

Increase of \$175,000 in each year of 2013 resulting in a projected increase of 1.6% compared to 2012 and an increase of \$194K in 2014 resulting in a projected increase of 1.0% compared to 2013. The proposed revised total criminal justice sales tax estimate is \$1.9M in 2013 and \$1.9M in 2014. Criminal justice sales tax collections year-to-date September 2013 is \$106K or 7.8% above year-to-date 2012 and \$212K or 17% above year-to-date budget.

Liquor Excise Tax

Establish projected estimate of \$26K in 2013 and \$107K in 2014 based on State's projected allocation. The City did not budget for liquor excise tax during the 2013/14 adopted budget process due to uncertainty whether the State would continue the temporary suspension of liquor excise tax distributions.

Liquor Profits

Increase of \$158K in 2013 for a total revised projection of \$804K and an increase of \$152K in 2014 for a total revised projection of \$798K based on State's projected allocation.

Criminal Justice

Increase of \$131K in 2013 and \$125K in 2013 to reflect the City's qualification of high crime funding for the full year in 2013 (adjustment is for the remaining half of 2013) and half year in 2013. The proposed revised total criminal justice funding is \$318K in 2013 and \$220K in 2014. The City should know in July 2014 if the City qualifies for high crime funding for July 1, 2014 through June 30, 2015.

Franchise Fees

Increase of \$60K in each year of 2013 and 2014 resulting in projected revenues of \$1.04M per year. Franchise fee collections year-to-date September 2013 is \$33K or 4.3% above year-to-date 2012 and \$50K or 6.8% above year-to-date budget.

Community Development Building Permits and Land Use Fees

Increase of \$750K in 2013 for a total revised projection of \$1.89M which is 22.6% above 2012 actuals and an increase of \$400K in 2014 for a total revised projection of \$1.57M which is 17.0% below 2013's revised projection. The decrease in trend is from maintaining conservative revenue estimates due to not knowing what major projects will occur in for 2014. Building permits and land use fee collections year-to-date September 2013 is \$529K or 42.7% above year-to-date 2012 and \$861K or 95.0% above year-to-date budget.

Court Fines and Forfeitures

Increase of \$70K in 2013, mainly due to increases in traffic and non-parking, criminal costs and criminal conviction fees. No adjustments are proposed for 2014 due to uncertainty this revenue trend will continue. Note - The original court revenue estimate of \$1.5M was reduced by \$70K during the 2013/14 adopted budget process due to trends at the time of budget development. The current \$1.43M annual revenue estimate (before proposed adjustment) is in line with the 2012 actuals at the time of 2013/14 budget development. Court revenue collections year-to-date September 2013 is \$46K or 4.1% above year-to-date 2012 and \$58K or 5.2% above year-to-date budget.

Animal Licenses

Increase of \$30K in 2013 and no proposed adjustments in 2014 due to difficulty in estimating license revenues in 2014 due to the changes in licenses to include multi-year licenses. The total proposed revised animal license estimate is \$60K in 2013 and \$30K in 2014.

Fuel Tax

Decrease of \$10K in each year of 2013 and 2014 to align with State's projected allocation. The total proposed revised fuel tax estimate is \$1.03M in each year of 2013 and 2014.

Details of the total \$213K one-time revenue adjustments are as follows:

Grants/Contributions/Other

Increase grants/contributions for Police by \$205K in 2013 and for Public Works by \$8K.

Expenditure Adjustments

The total 2013/14 biennium expenditure adjustment is an increase of \$907K and is comprised of \$379K in operating expenditures and \$528K in one-time use increases.

Total operating expenditure increase of \$379K is comprised of:

City-wide

\$175K increase in healthcare premium increases. This represents a 16% increase from 2013 due to higher claims.

Community & Economic Development

\$3K increase in 2013 and \$4.5K increase in 2014 to fulfill 2% liquor requirement for drug/alcohol program; and \$15K increase in 2014 to increase funding for Senior Planning from 0.84 FTE to the Council authorized 1.0 FTE.

Finance

\$1.5K decrease in 2013 and \$3K decrease in 2014 due to elimination of required fee for use of State contract program.

Human Resources

\$30K in 2014 for net increase of 0.50 FTE by adding 0.75 FTE for human resources technician offset by a 0.25 FTE reduction in the administrative assistant position to manage work load (previously reduced 0.75 FTE).

Information Technology

\$35K for public defender case management system maintenance & operations cost utilized by court and prosecution.

Municipal Court

Minor \$257 in 2014 to establish replacement reserves on the purchase of a scanner (capital purchase funded within Court's existing budget)

Police

\$65K in 2014 for 1.0 FTE Administrative Assistant I position primarily for the purpose of managing confidential personnel & professional standard files (took cuts previously); \$1K in 2014 to establish replacement reserves on 2 grant funded assets; \$5K for ongoing maintenance and operations cost on four additional secondary vehicles requested.

Public Works

\$50K increase in 2014 for King County traffic maintenance contract due to increase in fleet rate.

Total One-time expenditure adjustments of \$528K is comprised of:

Community & Economic Development

\$60K for temporary help in planning division and \$22K for temporary help in building division, funded by increase in building permits and fees.

Information Technology

\$7.4K to cover balance needed for public defender case management system utilized by court and prosecution.

Police

\$220K increase grants/contribution funded projects in 2013; \$37K for 4 secondary vehicles capital equipment costs; and replacement of 5 marked cars fully funded by accumulated replacement reserves.

Parks

\$15K increase in 2014 for Park Pals Rain Shelter (included in budget adjustment but is pending).

Public Works

\$79K increase to replace video detection; \$80K increase in 2014 to replace reflectorized raised pavement marker; and \$7.5K increase for grant funded project in 2013.

Ending Fund Balance

The General/Street Fund ending fund balance if the proposed mid-biennium budget adjustment is approved is:

- \$10.53M or 28.0% of operating expenditures at the end of 2013
- \$7.36M or 18.9% of operating expenditures at the end of 2014

Best practices suggest ending fund balance reserves equivalent to two months of operating expenditures or 16.7%, which equates to \$6.23M at the end of 2013 and \$6.42M in at the end of 2014.

SPECIAL REVENUE FUNDS

Utility Tax Fund

Revenues Adjustment: Increase of \$133K in each year of 2013 and 2014 resulting in projected revenues of \$12.52M per year.

The proposed adjustment results in utility tax revenue projection of:

2013 – Total revenue of \$12.52M, a decrease of \$170K or 1.3% compared to 2012 collections of \$12.69M.

2014 – Total revenue of \$12.52M, no change from 2013.

Expenditures Adjustment: Transfer \$810K currently held in the Utility Tax Fund to the Debt Service Fund to prefund the 2013 FWCC Refunding Bond consistent with Council Policy. Also, savings of roughly \$110K per year as a result of the bond refinancing is redirected to FWCC capital reserves in accordance with bond ordinance.

Solid Waste & Recycling Fund

Increase grant expenditures by \$7.6K in 2013 and \$27K in 2014 funded by grant revenue.

Special Studies/Contracts Fund

The adjustments requested have no impact to the budget as the fund has budget authority and is funded by Comcast funds. However, the 2013 proposed adjustments are highlighted as the amounts are material: \$8K for Council chamber audio replacement and establish \$8K for reserves; \$30.5K for Hylebos conference room audio improvements and establish \$30.5K for reserves; \$145K for public defender case management system funded partially by grants and \$7.4K transfer from General Fund.

Federal Way Community Center Fund

Increase expenditures in 2013 by \$3.5K to replace pool heat exchanger and \$4.5K to replace pool diving board, both funded by capital reserves. Additionally, as a result of the recent bond refinancing, FWCC will receive an additional annual contribution of roughly \$110K to capital reserves.

Traffic Safety Fund

Increase expenditures in 2013 by \$227K for transfer to Transportation CIP for school zone enhancements; increase red light photo and school zone infractions by \$1.0M in 2013 to align with current revenue trend; and adjust revenues and expenditures in 2013 and 2014 by \$625K due to an accounting change to recognize invoice payments to American Traffic Solutions as an expenditure rather than revenue offset.

Community Development Block Grant Fund

Decrease expenditures and revenues by \$49K to align with actual grant allocation.

Debt Service Fund

Increase expenditures by \$12.7M in 2013 and \$109K in 2014 and to account for the recent FWCC bond refund and the resulting savings redirected to FWCC capital reserves; \$810K increase in revenues to account for the transfer from Utility Tax Fund for prefunding FWCC debt service; and \$355K transfer to the PAC project for schematic design Council previously approved in March 2013.

CAPITAL PROJECT FUNDS

Downtown Redevelopment CIP Fund

Increase revenues and expenditures by \$488K in 2013 and \$975K in 2014 for LIFT sales tax.

Municipal Facilities CIP Fund

Increase revenue and expenditures by \$355K for PAC schematic design Council previously approved in March 2013; increase revenue and expenditures by \$325K for PAC Building for the Arts grant; and increase revenue and expenditures by \$150K for PAC 4 Culture grant.

Parks CIP Fund

Increase expenditures in 2013 by \$117K for Saghalié track improvements and \$16K for Steel Lake Park improvements, funded by mitigation fees and project reallocation.

Transportation CIP Fund

Increase expenditures in 2013 by \$5.15M and revenues by \$5.09M and decrease expenditures in 2014 by \$1.08M and revenues by \$1.08M for various projections. See 2013/14 Mid-Biennium Budget Adjustment Summary of Proposed Requests for a complete listing as all items have previously been approved by Council.

ENTERPRISE FUNDS

Surface Water Management Fund

Increase revenues and expenditures by \$2.2K in 2013 and 2014 for Steel Lake Management District; increase revenues and expenditures by \$106K in 2013 and \$170K for grant funded project; increase \$247K expenditures for NPDES permit fees to meet permit requirements.

INTERNAL SERVICE FUNDS

The proposed budget adjustments impacting the internal service funds have been addressed in the operating funds.

**2013/14 Mid-Biennium Budget Adjustment
Summary of Proposed Adjustments**

	Adjustment Type	YEAR 2013			YEAR 2014				
		Expenditure Increase/(Decrease)			Revenue Adjustments	Expenditure Increase/(Decrease)			Revenue Adjustments
		1-Time	Ongoing	Total		1-Time	Ongoing	Total	
GENERAL FUND									
Property Tax	Chg Condition	-	-	-	55,000	-	-	-	55,000
Sales Tax	Chg Condition	-	-	-	500,000	-	-	-	615,000
Criminal Justice Sales Tax	Chg Condition	-	-	-	175,000	-	-	-	194,000
Liquor Excise Tax	Chg Condition	-	-	-	26,000	-	-	-	107,000
Liquor Profits	Chg Condition	-	-	-	158,000	-	-	-	152,000
Criminal Justice High Crime	Chg Condition	-	-	-	131,000	-	-	-	125,000
Franchise Fees	Chg Condition	-	-	-	60,000	-	-	-	60,000
Building Permits	Chg Condition	-	-	-	300,000	-	-	-	250,000
Plan Check Fees	Chg Condition	-	-	-	450,000	-	-	-	150,000
Court Fines & Forfeitures	Chg Condition	-	-	-	70,000	-	-	-	-
Animal Licenses	Chg Condition	-	-	-	30,000	-	-	-	-
Healthcare Premium Increase	Chg Condition	-	-	-	-	-	175,000	175,000	-
Subtotal City-Wide/Unallocated		\$ -	\$ -	\$ -	\$ 1,955,000	\$ -	\$ 175,000	\$ 175,000	\$ 1,708,000
Community & Economic Development:									
Temporary Help - Planning Division (includes relate supplies and travel & training) Source is Increased Building Permits & Fees	New Request	-	-	-	-	60,000	-	60,000	-
Increase funding Senior Planner from .8375 FTE to 1.0 FTE as authorized Source is Increased Building Permits & Fees	New Request	-	-	-	-	-	15,000	15,000	-
Temporary Help - Building Division (includes relate supplies and travel & training) Source is Increased Building Permits & Fees	New Request	-	-	-	-	22,000	-	22,000	-
Increase in 2% Liquor Requirements For Drug/Alcohol Program Total 2013 = \$16,600 / 2014 = \$18,100	Housekeeping	-	3,000	3,000	-	-	4,500	4,500	-
Subtotal Community & Economic Dev.		\$ -	\$ 3,000	\$ 3,000	\$ -	\$ 82,000	\$ 19,500	\$ 101,500	\$ -
Human Resources/City Clerk:									
Net 0.50 FTE Increase Add 0.75 FTE HR Tech Reduce 0.75 FTE Admin Assist to 0.50 FTE	New Request	-	-	-	-	-	\$ 30,195	\$ 30,195	\$ -
Subtotal Human Resources		\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,195	\$ 30,195	\$ -
Information Technology:									
Public Defender Case Management System General Fund Portion - Court & Prosecution 1-Time Capital Cost = \$7,412 Annual Ongoing M&O = \$14,629 Annual Ongoing Reserves = \$20,541 See Information Technology Fund below for full cost and funding source detail.	New Request	7,412	-	7,412	-	\$ -	\$ 35,170	\$ 35,170	\$ -
Subtotal Information Technology		\$ 7,412	\$ -	\$ 7,412	\$ -	\$ -	\$ 35,170	\$ 35,170	\$ -
Finance:									
Eliminate State Purchasing Contract Expense Effective July 1, 2013 due to Change in State's Fee Structure	Housekeeping	-	(1,500)	(1,500)	-	-	(3,000)	(3,000)	-
Subtotal Finance		\$ -	\$ (1,500)	\$ (1,500)	\$ -	\$ -	\$ (3,000)	\$ (3,000)	\$ -
Municipal Court:									
Scanner Capital Cost = \$1800 funded within Court Budget Ongoing Annual Reserves = \$257	New Request	-	-	-	-	-	257	257	-
Subtotal Municipal Court		\$ -	\$ -	\$ -	\$ -	\$ -	\$ 257	\$ 257	\$ -
Police:									
Add 1.0 FTE Administrative Assistant I Primarily for Management of confidential personnel & professional standards files.	New Request	-	-	-	-	-	64,800	64,800	-
Employment Testing Services Contract \$0 Impact Funded by Current Police Budget Year 1 \$6,000, Year 2 \$7,000, Year 3 \$7,500	Housekeeping	-	-	-	-	-	-	-	-

**2013/14 Mid-Biennium Budget Adjustment
Summary of Proposed Adjustments**

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		Expenditure Increase/(Decrease)			Revenue Adjustments	Expenditure Increase/(Decrease)			Revenue Adjustments
		1-Time	Ongoing	Total		1-Time	Ongoing	Total	
Purchase Traffic "ProLaser" Lidar System-Qty 2 Funded by WTSC Grant	Council Approved 5/21/2013	8,500	-	8,500	8,500	-	-	-	-
Establish Replacement Reserves on 2 Grant Funded Traffic "ProLaser" Lidar System Required Per City's Replacement Reserves Policy Police Dept. did not include on original request.	New Request	-	-	-	-	-	850	850	-
Drug Recognition Expert (DRE) Overtime Reimbursement From WTSC Grant MOU for Period July 1, 2013 - June 30, 2015 WHAT'S THE GRANT AMOUNT??	Council Approved 5/21/2013	-	-	-	-	-	-	-	-
2013 Ballistic Best Partnership Grant Replace 30 Expired Ballistic Vests Grant \$13,577 & Ctiy Match \$13,577 PENDING GRANT AWARD	Council Approved 5/21/2013	27,154	-	27,154	13,577	-	-	-	-
Distracted Driving Overtime Reimbursement From WTSC Grant	Council Approved 7/16/2013	2,500	-	2,500	2,500	-	-	-	-
Registered Sex Offender Overtime Reimbursement King County Registered Sex Offender Grant	Council Approved 9/3/2013	31,779	-	31,779	31,779	-	-	-	-
Valley Narcotics Enforcement Team VNET Funds For 7/1/2013-6/30/2014		47,478	-	47,478	47,478	-	-	-	-
Auto Task Force Grant For 7/1/2013-6/30/2014		102,631	-	102,631	102,631	-	-	-	-
Increase Secondary Vehicle - Qty 4 1-Time Equipment Costs and Ongoing M&O	New Requet	37,000	-	37,000	-	-	5,000	5,000	-
Rocket Vehicle Routers Annual M&O Expense Internal Service Charge to Police Begins in 2014 \$8,000 of the \$17,000 Total M&O Funded within Existing Police Budget	Council Approved 6/4/2014	-	-	-	-	-	-	-	-
Transfer Jail Reserves to Debt Service for Increase in SCORE Debt Service due to Sequestration	Housekeeping	-	-	-	-	25,169	-	25,169	-
Reduce Jail Reserves to Cover Transfer to Debt Service Fund for increase in SCORE Debt Service due to Sequestration	Housekeeping	-	-	-	-	(25,169)	-	(25,169)	-
Vehicle Replacement - Qty 5 Replace marked vehicles funded by accumulated replacement reserves. Cost in 2014 is \$235K, accounted for in the internal service funds.	New Request	-	-	-	-	-	-	-	-
Subtotal Police		\$ 257,042	\$ -	\$ 257,042	\$ 206,465	\$ -	\$ 70,650	\$ 70,650	\$ -
Parks & Recreation:									
Celebration Park Cameras	Housekeeping	-	-	-	-	-	-	-	-
PK/MT - Park Pals Rain Shelter - Pending	New Request	-	-	-	-	15,000	-	15,000	-
Subtotal Parks/Recreation		\$ -	\$ -	\$ -	\$ -	\$ 15,000	\$ -	\$ 15,000	\$ -
Public Works:									
Replace Video Detection (Traffic Division)	New Request	79,200	-	79,200	-	-	-	-	-
Replace ReflectORIZED Raised Pavement Marker (Traffic Division)	New Request	-	-	-	-	80,000	-	80,000	-
Increase King Co. Maintenance Contract Due to Fleet Rate Increase (Traffic Division)	New Request	-	-	-	-	-	50,000	50,000	-
School Zone Flasher WA State Traffic Safety Commission Grant (Traffic Division)	Council Approved 7/16/13	7,500	-	7,500	7,500	-	-	-	-

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		1-Time	Ongoing	Total		1-Time	Ongoing	Total	
Reduce Fuel Tax Estimate	Chg Condition	-	-	-	(10,000)	-	-	-	(10,000)
Subtotal Public Works		\$ 86,700	\$ -	\$ 86,700	\$ (2,500)	\$ 80,000	\$ 50,000	\$ 130,000	\$ (10,000)
TOTAL GENERAL/STREET FUND		\$ 351,154	\$ 1,500	\$ 352,654	\$ 2,158,965	\$ 177,000	\$ 377,772	\$ 554,772	\$ 1,698,000
UTILITY TAX FUND:									
Electricity	Chg Condition	-	-	-	(17,000)	-	-	-	(17,000)
Gas	Chg Condition	-	-	-	(150,000)	-	-	-	(150,000)
Solid Waste	Chg Condition	-	-	-	50,000	-	-	-	50,000
Phone	Chg Condition	-	-	-	250,000	-	-	-	250,000
Increase UTax Transfer for FWCC Reserves Due to lower debt, result of the Bond Refund	Council Approved 3/6/2013	-	111,449	111,449	-	-	(108,667)	(108,667)	-
Reduce UTax Transfer for FWCC Debt Service Due to lower debt, result of Bond Refund	Council Approved 3/6/2013	-	(111,449)	(111,449)	-	-	108,667	108,667	-
Transfer FWCC Prefunding held in Utility Tax Fund to Debt Service Fund	Council Approved 3/6/2013	809,673	-	809,673	-	-	-	-	-
SOLID WASTE & RECYCLING FUND:									
Coordinated Prevention Grant Offset Funds	Council Approved 9/3/2013	1,585	-	1,585	1,585	-	-	-	-
Coordinated Prevention Grant Regular Funding Cycle Increase	Council Approved 9/3/2013	-	-	-	-	27,281	-	27,281	27,281
WA -DOE Prevention Grant Offset Funds	Council Approved 9/3/2013	6,000	-	6,000	6,000	-	-	-	-
SPECIAL STUDIES/CONTRACT FUND:									
Council Chambers Audio Replacement Capital Cost=\$8,000/Establish Reserves = \$8,000 Funded by Comcast PEG restricted funds.	New Request	16,000	-	16,000	-	-	-	-	-
Hylebos Audio Improvements - New Request Replaces previously approved request. Capital Cost=\$30,500/Establish Reserves=\$30,500	New Request	61,000	-	61,000	-	-	-	-	-
Hylebos Audio Improvements Eliminate Previously Approved Request Capital Cost=\$11,000/Establish Reserves=\$11,000	New Request	(22,000)	-	(22,000)	-	-	-	-	-
Public Defender Case Management System Capital Cost, Portion Funded by Unrestricted Comcast Funds. See Information Technology Fund below for full cost and source detail.	New Request	145,000	-	145,000	-	-	-	-	-
Reduce Current Unallocated Budget for Requests Above	New Request	(200,000)	-	(200,000)	-	-	-	-	-
FEDERAL WAY COMMUNITY CENTER FUND:									
Replace Pool Heat Exchanger Funded by Capital Reserves	New Request	3,500	-	3,500	-	-	-	-	-
Replace Pool Diving Board Funded by Capital Reserves	Council Approved 7/2/2013	4,510	-	4,510	-	-	-	-	-
Increase UTax for FWCC Capital Reserves Due to lower debt as a result of the Bond Refund	Council Approved 3/6/2013	-	-	-	111,449	-	-	-	108,667
TRAFFIC SAFETY FUND:									
Transfer to Transportation CIP School Zone Enhancements Fund Year 1 of 5 Year Plan	Council Approved 5/21/2013	227,000	-	227,000	-	-	-	-	-
Traffic Infractions	Chg Condition	-	-	-	1,000,000	-	-	-	-
Change in Accounting Record ATS Invoices as Expenditures Budget Gross Revenues Rather than Net Revenues	Accounting Change	-	625,000	625,000	625,000	-	625,000	625,000	625,000

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Summary of Proposed Adjustments**

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		1-Time	Ongoing	Total		1-Time	Ongoing	Total	
COMMUNITY DEVELOP. BLOCK GRANT FUND:									
Increase Public Services Allocation to \$91,005 (max 15% of entitlement amount)	Council Approved 8/6/2013	4,540	-	4,540	4,540	-	-	-	-
Increase Planning & Administration to \$121,342 (max 20% of entitlement amount)	Council Approved 8/6/2013	6,052	-	6,052	6,052	-	-	-	-
Increase Capital Allocation for FUSION	Council Approved 8/6/2013	25,000	-	25,000	25,000	-	-	-	-
Revise Capital Allocation Estimate to Reflect Actual Allocation	Housekeeping	(85,020)	-	(85,020)	(85,020)	-	-	-	-
DEBT SERVICE FUND:									
Increase SCORE Debt Service Due to Sequestration Funded by Jail Reserves	New Request	-	-	-	-	25,169	-	25,169	25,169
2003 Federal Way Community Center Bond Refund Payoff 2003 FWCC Bonds	Council Approved 3/6/2013	12,825,660	-	12,825,660	12,825,660	-	-	-	-
2013 FWCC Refunding Bond Debt Payments - Add	Council Approved 3/6/2013	-	436,890	436,890	-	-	809,673	809,673	-
2003 FWCC Bond Debt Payments - Eliminate 2013 = Principal \$355,000 & Interest \$280,826 2014 = Principal \$370,000 & Interest \$548,340	Council Approved 3/6/2013	-	(111,449)	(111,449)	-	-	(918,340)	(918,340)	-
Reduce Utility Transfer In FWCC Debt Service Due to lower debt, result of the Bond Refund	Council Approved 3/6/2013	-	-	-	(111,449)	-	-	-	(108,667)
Transfer In FWCC Bond Prefunding From set aside in Utility Tax Fund to Debt Fund	Council Approved 3/6/2013	-	-	-	809,673	-	-	-	-
Transfer to PAC Project for Schematic Design	Council Approved 3/19/2013	355,000	-	355,000	-	-	-	-	-
Subtotal Special Revenue Funds		14,183,500	950,441	15,133,941	15,351,490	52,450	516,333	568,783	810,450
DOWNTOWN REDEVELOPMENT CIP FUND:									
LIFT Sales Tax - July 1, 2013 Activation	Council Approved 5/21/13	487,500	-	487,500	487,500	975,000	-	975,000	975,000
MUNICIPAL FACILITIES CIP:									
Building for the Arts Grant - PAC	Council Approved 2/5/2013	325,000	-	325,000	325,000	-	-	-	-
4 Culture Grant - PAC	Council Approved 2/5/2013	150,000	-	150,000	150,000	-	-	-	-
Transfer In REET for PAC Schematic Design	Council Approved 3/X/2013	355,000	-	355,000	355,000	-	-	-	-
PARKS CIP FUND:									
Saghalie Track Improvements Total Project Cost \$130,408 Appropriate Mitigation Expenditures \$117,393 Existing Project Reallocation \$13,015	Council Approved 5/21/13	117,393	-	117,393	-	-	-	-	-
Playgrounds - Steel Lake Park Improvements Appropriate Mitigation Expenditures	Pending	15,750	-	15,750	-	-	-	-	-
TRANSPORTATION CIP FUND:									
Pacific Highway S HOV Phase V - South 340th St to S 359th St Design & Right-of-way PSRC Countywide Federal Grant Required City Match of \$2M already budgeted.	Council Approved 1/15/2013	2,639,331	-	2,639,331	2,639,331	-	-	-	-

**2013/14 Mid-Biennium Budget Adjustment
Summary of Proposed Adjustments**

	Adjustment Type	YEAR 2013				YEAR 2014			
		Expenditure Increase/(Decrease)			Revenue Adjustments	Expenditure Increase/(Decrease)			Revenue Adjustments
		1-Time	Ongoing	Total		1-Time	Ongoing	Total	
S 320th St (25th Ave S to S 11th Ave S) Preservation Project Design & Construction PSRC Countywide Preservation Federal Grant Required City Match of \$500K already budgeted. Eliminate grant estimate due to actual award.	Council Approved 1/15/2013	1,100,000	-	1,100,000	1,100,000	(1,100,000)	-	(1,100,000)	(1,100,000)
14th Ave S: S 308th-S 312th St Safe Routes to Schools, Pedestrian & Bicycle Safety WSDOT State Grant Required City Match \$0	Council Approved 1/15/2013	765,000	-	765,000	765,000	-	-	-	-
14th Ave S: S 308th-S 312th St Safe Routes to Schools, Pedestrian & Bicycle Safety Eliminate grant estimate due to actual award.	Council Approved 1/15/2013	(100,000)	-	(100,000)	(100,000)	(665,000)	-	(665,000)	(665,000)
City-wide Safety Projects Flashing Yellow Arrow Traffic Signal Modifications to 5 Intersections \$241,200 City-wide Retro-Reflective Backplates \$122,000 Quick Response Safety Program QRS Grant Required City Match \$0	Council Approved 3/29/2013	363,200	-	363,200	363,200	-	-	-	-
City-wide Safety Projects Eliminate Estimated Grant due to Actual Award.	Council Approved 3/29/2013	(350,000)	-	(350,000)	(350,000)	-	-	-	-
SW 312th & 14th Ave SW Lakota Safe Route to School Improvements WSDOT Federal Grant Required City Match \$0	Council Approved 6/18/2013	180,000	-	180,000	180,000	-	-	-	-
\$55,000 Fund Balance Transfer From / To Traffic Impact Fee / SW 312th & 14th Ave SW Lakota Safe Route to School Impr. Reduce Traffic Impact Fee exp for transfer.	Council Approved 6/18/2013	55,000	-	55,000	-	-	-	-	-
14th Ave S: S 308th St-S 312th St Lakota Middle School Sidewalk-13th Ave SW Design & Construction WSDOT Federal Grant Required City Match \$0 Eliminate Estimated Grant due to Actual Award.	Council Approved 8/X/2013	270,119	-	270,119	270,119	(287,000)	-	(287,000)	(287,000)
School Zone Enhancements Fund Year 1 of 5 Year Plan Funded by Traffic Safety Fund	Council Approved 5/21/2013	227,000	-	227,000	227,000	-	-	-	-
Subtotal Capital Project Funds		6,600,293	-	6,600,293	6,412,150	(1,077,000)	-	(1,077,000)	(1,077,000)
SURFACE WATER MANAGEMENT FUND:									
Steel Lake Mgmt District No.1 Reformation Increase to Final Assessment Roll of \$15,232	Council Approved 8/6/2013	-	2,232	2,232	2,232	-	2,232	2,232	2,232
2012 Municipal Stormwater Grant of Regional Significance (GROSS) For Storming the Sound With Salmon Program	Council Approve 5/21/2013	-	73,900	73,900	73,900	-	-	-	-
NPDES Phase II Permit Fees 4.72% Increase = \$2,172 per year	New Request	-	-	-	-	-	2,172	2,172	-
NPDES Phase II Permit Monitoring Fee 4 Year Total = \$244,532 or \$61,133 annually Earmark 4 year total to opt into regional program	New Request	-	-	-	-	244,532	-	244,532	-
WRIA 10 Grant For West Hylebos Fish Assessment		32,000	-	32,000	32,000	-	-	-	-
DOES Capacity Grant for 2013-2015 Includes \$78,000 for 0.50 FTE 1-time		-	-	-	-	170,000	-	170,000	170,000
Subtotal Enterprise Funds		32,000	76,132	108,132	108,132	414,532	4,404	418,936	172,232

**2013/14 Mid-Biennium Budget Adjustment
Summary of Proposed Adjustments**

	Adjustment Type	YEAR 2013				YEAR 2014			
		Expenditure Increase/(Decrease)			Revenue Adjustments	Expenditure Increase/(Decrease)			Revenue Adjustments
		1-Time	Ongoing	Total		1-Time	Ongoing	Total	
INFORMATION TECHNOLOGY FUND:									
Public Defender Case Management System 1-Time Capital Cost = \$205,412 (Source \$145K Unrestricted Comcast, \$33K Grant, \$7K Gen Fund) Annual Ongoing M&O = \$14,629 (Source Gen Fund) Annual Ongoing Reserves = \$20,541 (Source Gen Fund)	New Request	205,412	-	205,412	205,412	-	14,629	14,629	35,170
Police Rocket Vehicle Routers - Annual M&O Expense of \$17,000 Funding within Existing Budget From IT \$9,000 & Police \$8,000	Council Approved 6/4/2013	-	-	-	-	-	8,000	8,000	8,000
Establish Replacement Reserves on 2 Grant Funded Traffic "ProLaser" Lidar System Required Per City's Replacement Reserves Policy Police did not request reserves on original request.	New Request	-	-	-	-	-	-	-	850
FLEET & EQUIPMENT FUND:									
Increase Secondary Vehicle - Qty 4 For ECAT Program to increase visibility of patrol vehicles in our community and back-up vehicles for patrol in anticipation of significant repairs and/or totaled patrol vehicles. \$37,000 Equipment Setup Up & \$5,000 Ongoing M&O	New Request	37,000	-	37,000	37,000	-	5,000	5,000	5,000
Vehicle Replacement - Qty 5 Replace marked vehicles, funded by accumulated replacement reserves.	New Request	-	-	-	-	235,000	-	235,000	-
Subtotal Internal Service Funds		242,412	-	242,412	242,412	235,000	27,629	262,629	49,020
GRAND TOTAL - ALL FUNDS		\$ 21,409,359	\$ 1,028,073	\$ 22,437,432	24,273,149	\$ (198,018)	\$ 926,138	\$ 728,120	\$ 1,652,702

ORDINANCE NO. _____

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF FEDERAL WAY, WASHINGTON, RELATING TO BUDGETS AND FINANCE REVISING THE 2013-14 BIENNIAL BUDGET (Amending Ordinance No. 12-733 and 13-739).

WHEREAS, the tax estimates and budget for the City of Federal Way, Washington, for the 2013-14 fiscal biennium have been prepared and filed on October 2, 2012 as provided by Titles 35A.34 and 84.55 of the Revised Code of Washington; and

WHEREAS, the budget was printed for distribution and notice published in the official paper of the City of Federal Way setting the time and place for hearing on the budget and said notice stating copies of the budget can be obtained on-line and at the Office of the City Clerk; and

WHEREAS, the City Council of the City of Federal Way having held public hearings on November 6 and November 20, 2012, and having considered the public testimony presented;

WHEREAS, the City Council enacted the 2013-14 Biennial Budget on December 4, 2012, to become effective on January 1, 2013;

WHEREAS, the City Council finds it necessary to revise the 2013-14 Biennial Budget as a result of funds to be carried forward from 2012;

WHEREAS, the City Council finds it necessary to revise the 2013-14 Biennial Budget as a result of the mid-biennium review;

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF FEDERAL WAY, WASHINGTON, DO ORDAIN AS FOLLOWS:

Section 1. Amendment. Exhibit A(1) – “2013 Revised Budget” and Exhibit A(2) – “2014 Ordinance No. 13-_____”

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Revised Budget” in Ordinance No. 13-739 is hereby amended to Exhibit B(1) – “2013 Revised Budget” and Exhibit B(2) – “2014 Revised Budget” to include the mid-biennium adjustments.

Section 2. Administration. The Mayor shall administer the Biennial Budget and in doing so may authorize adjustments to the extent that they are consistent with the budget approved herein.

Section 3. Severability. Should any section, subsection, paragraph, sentence, clause, or phrase of this chapter, or its application to any person or situation, be declared unconstitutional or invalid for any reason, such decision shall not affect the validity of the remaining portions of this chapter or its application to any other person or situation. The City Council of the City of Federal Way hereby declares that it would have adopted this chapter and each section, subsection, sentence, clauses, phrase, or portion thereof, irrespective of the fact that any one or more sections, subsections, sentences, clauses, phrases, or portions be declared invalid or unconstitutional.

Section 4. Corrections. The City Clerk and the codifiers of this ordinance are authorized to make necessary corrections to this ordinance including, but not limited to, the correction of scrivener/clerical errors, references, ordinance numbering, section/subsection numbers and any references thereto.

Section 5. Ratification. Any act consistent with the authority and prior to the effective date of this ordinance is hereby ratified and affirmed.

Section 6. Effective Date. This ordinance shall take effect and be in force five (5) days from the time of its final passage, as provided by law.

PASSED by the City Council of the City of Federal Way this _____ day of

_____, 2013.

CITY OF FEDERAL WAY

MAYOR, SKIP PRIEST

ATTEST:

CITY CLERK, CAROL MCNEILLY, CMC

APPROVED AS TO FORM:

CITY ATTORNEY, PATRICIA A. RICHARDSON

FILED WITH THE CITY CLERK:	_____
PASSED BY THE CITY COUNCIL:	_____
PUBLISHED:	_____
EFFECTIVE DATE:	_____
ORDINANCE NO.:	_____

EXHIBIT A(1) – 2013 REVISED BUDGET

Fund	Beginning Fund Balance			Revenue			Expenditure			Ending Fund Balance
	Prior Amount	Adjustment	Revised	Prior Amount	Adjustment	Revised	Prior Amount	Adjustment	Revised	
General Fund	\$ 9,616,270	\$ 5,318,529	\$ 14,934,799	\$ 39,206,803	\$ 257,357	\$ 39,464,160	\$ 42,546,626	\$ 3,223,789	\$ 45,770,415	\$ 8,628,544
Special Revenue Funds:										
Street	100,000	-	100,000	4,346,085	436,598	4,782,683	4,346,085	436,598	4,782,683	100,000
Arterial Street	-	79,529	79,529	1,536,500	-	1,536,500	1,536,500	79,529	1,616,029	-
Utility Tax	3,714,674	939,012	4,653,686	12,367,000	-	12,367,000	12,870,187	-	12,870,187	4,150,499
Solid Waste/Recycling	154,127	17,875	172,002	450,220	34,192	484,412	470,294	34,192	504,486	151,928
Special Contract/Studies	27,600	474,774	502,374	-	-	-	26,000	474,774	500,774	1,600
Hotel/Motel Lodging Tax	-	102,416	102,416	195,300	-	195,300	195,300	102,416	297,716	-
2% for the Arts	-	293	293	-	-	-	-	293	293	(0)
FW Community Center	1,079,672	117,826	1,197,498	2,326,500	79,469	2,405,969	2,224,910	82,654	2,307,564	1,295,903
Traffic Safety	1,500,324	475,542	1,975,866	830,000	-	830,000	1,075,040	26,754	1,101,794	1,704,072
Grants - CDBG	-	40,715	40,715	576,000	1,395,359	1,971,359	576,000	1,436,074	2,012,074	(0)
Paths and Trails	159,808	6,860	166,668	164,000	-	164,000	155,000	-	155,000	175,668
Debt Service Fund	3,705,294	477,051	4,182,345	3,235,500	-	3,235,500	3,268,508	-	3,268,508	4,149,337
Capital Project Funds:										
Downtown Redevelopment	2,145,051	19,530	2,164,581	300,000	-	300,000	-	32,300	32,300	2,432,281
City Facilities	291	1,137,563	1,137,854	-	-	-	-	1,137,560	1,137,560	294
Parks	1,577,119	683,141	2,260,260	455,000	-	455,000	686,000	663,682	1,349,682	1,365,578
SWM	2,003,864	239,216	2,243,080	1,217,000	548,570	1,765,570	2,664,055	720,141	3,384,196	624,454
Transportation	11,118,527	4,037,949	15,156,476	2,990,000	3,942,430	6,932,430	5,743,000	9,091,509	14,834,509	7,254,397
Enterprise Fund:										
Surface Water Management	2,523,183	716,855	3,240,038	3,517,514	233,340	3,750,854	3,366,233	117,817	3,484,050	3,506,842
Dumas Bay Center	1	138,697	138,698	744,251	-	744,251	683,050	138,697	821,747	61,202
Internal Service Funds:										
Risk Management	4,921,782	636,092	5,557,874	1,028,768	958,575	1,987,343	1,048,768	958,575	2,007,343	5,537,874
Information Systems	3,409,377	207,883	3,617,260	1,991,782	12,592	2,004,374	2,155,406	106,986	2,262,392	3,359,242
Support Services	253,103	32,760	285,863	151,206	-	151,206	224,094	-	224,094	212,975
Fleet & Equipment	5,619,586	127,245	5,746,831	2,226,947	-	2,226,947	1,944,837	60,000	2,004,837	5,968,941
Buildings & Furnishings	1,568,124	9,008	1,577,132	518,356	125,000	643,356	403,714	132,000	535,714	1,684,774
Total All Funds	\$ 55,197,777	\$ 16,036,361	\$71,234,138	\$ 80,374,732	\$ 8,023,482	\$88,398,214	\$ 88,209,607	\$ 19,056,339	\$107,265,946	\$ 52,366,406

EXHIBIT A(2) – 2014 REVISED BUDGET

Fund	Beginning Fund Balance			Revenue			Expenditure			Ending Fund Balance
	Prior Amount	Adjustment	Revised	Prior Amount	Adjustment	Revised	Prior Amount	Adjustment	Revised	
General Fund	\$6,276,447	\$ 2,352,097	\$ 8,628,544	\$ 38,357,079	\$ -	\$ 38,357,079	\$ 42,673,956	\$ 540,600	\$ 43,214,556	\$ 3,771,067
Special Revenue Funds:										
Street	100,000	-	100,000	4,405,276	-	4,405,276	4,405,276	-	4,405,276	100,000
Arterial Street	-	-	-	1,536,500	-	1,536,500	1,536,500	-	1,536,500	-
Utility Tax	3,211,487	939,012	4,150,499	12,367,000	-	12,367,000	12,870,187	-	12,870,187	3,647,312
Solid Waste/Recycling	134,053	17,875	151,928	444,253	-	444,253	467,261	-	467,261	128,920
Special Contract/Studies	1,600	-	1,600	-	-	-	1,600	-	1,600	-
Hotel/Motel Lodging Tax	-	-	-	195,300	-	195,300	195,300	-	195,300	-
2% for the Arts	-	(0)	(0)	-	-	-	-	-	-	(0)
Federal Way Comm. Center	1,181,262	114,641	1,295,903	2,326,500	-	2,326,500	2,197,775	-	2,197,775	1,424,628
Traffic Safety	1,255,284	448,788	1,704,072	830,000	-	830,000	1,030,000	-	1,030,000	1,504,072
Grants - CDBG	-	(0)	(0)	576,000	-	576,000	576,000	-	576,000	(0)
Paths and Trails	168,808	6,860	175,668	9,000	-	9,000	157,000	-	157,000	27,668
Debt Service Fund	3,672,286	477,051	4,149,337	3,235,500	-	3,235,500	3,292,550	-	3,292,550	4,092,287
Capital Project Funds:										
Downtown Redevelopment	2,445,051	(12,770)	2,432,281	300,000	-	300,000	2,300	2,300	4,600	2,727,681
City Facilities	291	4	295	-	-	-	-	-	-	295
Parks	1,346,119	19,459	1,365,578	457,000	-	457,000	1,373,000	-	1,373,000	449,578
SWM	556,809	67,645	624,454	246,000	-	246,000	246,000	-	246,000	624,454
Streets	8,365,527	(1,111,130)	7,254,397	5,494,000	-	5,494,000	7,169,000	-	7,169,000	5,579,397
Enterprise Fund:										
Surface Water Management	2,674,464	832,378	3,506,842	3,484,536	-	3,484,536	3,400,871	-	3,400,871	3,590,507
Dumas Bay Center	61,202	0	61,202	751,251	-	751,251	695,064	-	695,064	117,389
Internal Service Funds:										
Risk Management	4,901,782	636,092	5,537,874	1,028,768	-	1,028,768	1,038,768	-	1,038,768	5,527,874
Information Systems	3,245,753	113,489	3,359,242	1,914,978	-	1,914,978	1,784,201	-	1,784,201	3,490,019
Support Services	180,215	32,760	212,975	149,037	-	149,037	147,506	-	147,506	214,506
Fleet & Equipment	5,901,696	67,245	5,968,941	2,249,700	-	2,249,700	1,537,294	-	1,537,294	6,681,347
Buildings & Furnishings	1,682,766	2,008	1,684,774	521,535	2,500	524,035	404,393	-	404,393	1,804,416
Total All Funds	\$ 47,362,902	\$ 5,003,505	\$52,366,407	\$ 80,879,213	\$ 2,500	\$80,881,713	\$ 87,201,802	\$ 542,900	\$87,744,702	\$ 45,503,418

EXHIBIT B(1) – 2013 REVISED BUDGET

Fund	Beginning Fund Balance			Revenue			Expenditure			Ending Fund Balance
	Prior Amount	Adjustment	Revised	Prior Amount	Adjustment	Revised	Prior Amount	Adjustment	Revised	
General Fund	\$ 14,934,799	\$ -	\$ 14,934,799	\$ 39,464,160	\$ 2,161,465	\$ 41,625,625	\$ 45,770,415	\$ 355,154	\$ 46,125,569	\$ 10,434,855
Special Revenue Funds:										
Street	100,000	-	100,000	4,782,683	86,700	4,869,383	4,782,683	86,700	4,869,383	100,000
Arterial Street	79,529	1	79,530	1,536,500	-	1,536,500	1,616,029	-	1,616,029	1
Utility Tax	4,653,686	0	4,653,686	12,367,000	133,000	12,500,000	12,870,187	809,673	13,679,860	3,473,826
Solid Waste/Recycling	172,002	-	172,002	484,412	7,585	491,997	504,486	7,585	512,071	151,928
Special Contract/Studies	502,374	-	502,374	-	-	-	500,774	-	500,774	1,600
Hotel/Motel Lodging Tax	102,416	-	102,416	195,300	-	195,300	297,716	-	297,716	-
2% for the Arts	293	-	293	-	-	-	293	-	293	(0)
FW Community Center	1,197,498	-	1,197,498	2,405,969	111,449	2,517,418	2,307,564	8,010	2,315,574	1,399,342
Traffic Safety	1,975,866	-	1,975,866	830,000	1,625,000	2,455,000	1,101,794	852,000	1,953,794	2,477,072
Grants - CDBG	40,715	-	40,715	1,971,359	(49,428)	1,921,931	2,012,074	(49,428)	1,962,646	(0)
Paths and Trails	166,668	-	166,668	164,000	-	164,000	155,000	-	155,000	175,668
Debt Service Fund	4,182,345	-	4,182,345	3,235,500	13,523,884	16,759,384	3,268,508	13,506,101	16,774,609	4,167,120
Capital Project Funds:										
Downtown Redevelopment	2,164,581	-	2,164,581	300,000	487,500	787,500	32,300	487,500	519,800	2,432,281
City Facilities	1,137,854	-	1,137,854	-	830,000	830,000	1,137,560	830,000	1,967,560	294
Parks	2,260,260	-	2,260,260	455,000	-	455,000	1,349,682	133,143	1,482,825	1,232,435
SWM	2,243,080	314,018	2,557,098	1,765,570	-	1,765,570	3,384,196	-	3,384,196	938,472
Transportation	15,156,476	-	15,156,476	6,932,430	5,094,650	12,027,080	14,834,509	5,149,650	19,984,159	7,199,397
Enterprise Fund:										
Surface Water Management	3,240,038	-	3,240,038	3,750,854	108,132	3,858,986	3,484,050	108,132	3,592,182	3,506,842
Dumas Bay Center	138,698	-	138,698	744,251	-	744,251	821,747	-	821,747	61,202
Internal Service Funds:										
Risk Management	5,557,874	-	5,557,874	1,987,343	-	1,987,343	2,007,343	-	2,007,343	5,537,874
Information Systems	3,617,260	-	3,617,260	2,004,374	205,412	2,209,786	2,262,392	205,412	2,467,804	3,359,242
Support Services	285,863	-	285,863	151,206	-	151,206	224,094	-	224,094	212,975
Fleet & Equipment	5,746,831	-	5,746,831	2,226,947	37,000	2,263,947	2,004,837	37,000	2,041,837	5,968,941
Buildings & Furnishings	1,577,132	-	1,577,132	643,356	-	643,356	535,714	-	535,714	1,684,774
Total All Funds	\$ 71,234,138	\$ 314,019	\$71,548,157	\$ 88,398,214	\$ 24,362,349	\$112,760,563	\$ 107,265,946	\$ 22,526,632	\$129,792,578	\$ 54,516,142

Ordinance No. 13-_____

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EXHIBIT B(2) – 2014 REVISED BUDGET

Fund	Beginning Fund Balance			Revenue			Expenditure			Ending Fund Balance
	Prior Amount	Adjustment	Revised	Prior Amount	Adjustment	Revised	Prior Amount	Adjustment	Revised	
General Fund	\$ 8,628,544	\$ 1,806,311	\$ 10,434,855	\$ 38,357,079	\$ 1,708,000	\$ 40,065,079	\$42,673,956	\$ 564,772	\$ 43,238,728	\$ 7,261,206
Special Revenue Funds:										
Street	100,000	-	100,000	4,405,276	130,000	4,535,276	4,405,276	130,000	4,535,276	100,000
Arterial Street	-	-	-	1,536,500	-	1,536,500	1,536,500	-	1,536,500	-
Utility Tax	4,150,499	(676,673)	3,473,826	12,367,000	133,000	12,500,000	12,870,187	-	12,870,187	3,103,639
Solid Waste/Recycling	151,928	-	151,928	444,253	27,281	471,534	467,261	27,281	494,542	128,920
Special Contract/Studies	1,600	-	1,600	-	-	-	1,600	-	1,600	-
Hotel/Motel Lodging Tax	-	-	-	195,300	-	195,300	195,300	-	195,300	-
2% for the Arts	(0)	-	(0)	-	-	-	-	-	-	(0)
Federal Way Comm. Center	1,295,903	103,439	1,399,342	2,326,500	108,667	2,435,167	2,197,775	-	2,197,775	1,636,734
Traffic Safety	1,704,072	773,000	2,477,072	830,000	625,000	1,455,000	1,030,000	625,000	1,655,000	2,277,072
Grants - CDBG	(0)	-	(0)	576,000	-	576,000	576,000	-	576,000	(0)
Paths and Trails	175,668	-	175,668	9,000	-	9,000	157,000	-	157,000	27,668
Debt Service Fund	4,149,337	17,783	4,167,120	3,235,500	(83,498)	3,152,002	3,292,550	(83,498)	3,209,052	4,110,070
Capital Project Funds:										
Downtown Redevelopment	2,432,281	-	2,432,281	300,000	975,000	1,275,000	2,300	975,000	977,300	2,729,981
City Facilities	295	(1)	294	-	-	-	-	-	-	294
Parks	1,365,578	(133,143)	1,232,435	457,000	-	457,000	1,373,000	-	1,373,000	316,435
SWM	624,454	314,018	938,472	246,000	-	246,000	246,000	-	246,000	938,472
Streets	7,254,397	(55,000)	7,199,397	5,494,000	(2,052,000)	3,442,000	7,169,000	(2,052,000)	5,117,000	5,524,397
Enterprise Fund:										
Surface Water Management	3,506,842	-	3,506,842	3,484,536	172,232	3,656,768	3,400,871	418,936	3,819,807	3,343,803
Dumas Bay Center	61,202	-	61,202	751,251	-	751,251	695,064	-	695,064	117,389
Internal Service Funds:										
Risk Management	5,537,874	-	5,537,874	1,028,768	-	1,028,768	1,038,768	-	1,038,768	5,527,874
Information Systems	3,359,242	-	3,359,242	1,914,978	44,020	1,958,998	1,784,201	22,629	1,806,830	3,511,410
Support Services	212,975	-	212,975	149,037	-	149,037	147,506	-	147,506	214,506
Fleet & Equipment	5,968,941	-	5,968,941	2,249,700	5,000	2,254,700	1,537,294	240,000	1,777,294	6,446,347
Buildings & Furnishings	1,684,774	-	1,684,774	521,535	-	521,535	404,393	-	404,393	1,801,916
Total All Funds	\$ 52,366,407	\$ 2,149,734	\$54,516,141	\$ 80,879,213	\$ 1,792,702	\$82,671,915	\$ 87,201,802	\$ 868,120	\$88,069,922	\$ 49,118,134

ORDINANCE NO. _____

**AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF
FEDERAL WAY, WASHINGTON, FIXING THE PROPERTY
TAX AMOUNT FOR THE YEAR OF 2014.**

WHEREAS, the City Council of the City of Federal Way has met and reviewed all revenue sources and examined all anticipated expenses and other obligations for the 2013/14 biennium; and

WHEREAS the City Council, in the course of considering the biennium budget, conducted public hearings on October 15, 2013, and November 19, 2013 for the proposed property tax levy for 2014, and proposed revenues and expenditures for the biennium; and

WHEREAS, the City Council, after hearing and duly considering all relevant evidence and testimony, determined that it is necessary and advisable to authorized an increase in regular property tax consistent with the limit factor prescribed by RCW 84.55.101 to discharge the expected expenses and obligations of the City; and

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF FEDERAL WAY, WASHINGTON, DO ORDAIN AS FOLLOWS:

Section 1. Levy. There shall be and there is hereby levied against the property in the City of Federal Way, Washington, a municipal regular property tax for the year 2014 for the purposes of paying expenses and discharge obligations of the City in the amount of \$10 Million, Nine Hundred Thousand Dollars (\$10,900,000).

The levy amount includes (1) an increase in property tax revenue from the previous year of Sixty-two Thousand Four Hundred and Ninety-Five Dollars (\$62,495) or point sixty-two percent (0.62%), (2) new construction and improvements to property, (3) any increase in the value of state

assessed property, and (4) amounts authorized by law as a result of any annexations that have occurred, as well as applicable refunds already made.

Section 2. Severability. The provisions of this ordinance are declared separate and severable. The invalidity of any clause, sentence, paragraph, subdivision, section, or portion of this ordinance or the invalidity of the application thereof to any person or circumstance, shall not affect the validity of the remainder of the ordinance, or the validity of its application to other persons or circumstances.

Section 3. Corrections. The City Clerk and the codifiers of this ordinance are authorized to make necessary corrections to this ordinance including, but not limited to, the correction of scrivener/clerical errors, references, ordinance numbering, section/subsection numbers and any references thereto.

Section 4. Ratification. Any act consistent with the authority and prior to the effective date of this ordinance is hereby ratified and affirmed.

Section 5. Effective Date. This ordinance shall take effect and be in force five (5) days from and after its passage and publication, as provided by law.

PASSED by the City Council of the City of Federal Way this _____ day of _____, 2013.

CITY OF FEDERAL WAY

MAYOR, SKIP PRIEST

ATTEST:

CITY CLERK, CAROL MCNEILLY, CMC

APPROVED AS TO FORM:

CITY ATTORNEY, PATRICIA A. RICHARDSON

FILED WITH THE CITY CLERK: _____
PASSED BY THE CITY COUNCIL: _____
PUBLISHED: _____
EFFECTIVE DATE: _____
ORDINANCE NO.: _____

PRELIMINARY PLANNING FOR THE 2015/2016 BIENNIAL BUDGET

The long range financial plan has been updated for all funds. However, preliminary planning for the upcoming 2015/16 Biennial Budget is focused primarily on the City’s main operating funds –the General and Street. The Arterial Street Overlay, Utility Tax, Traffic Safety and Debt Service/REET Funds are also discussed as they either provide significant funding and/or are impacted as a result of the updated forecast.

The financial plan continues Mayor and Council’s conservative fiscal policies and practices.

Expenditures that were previously one-time funded in 2013/14 and that are ongoing in nature are included as ongoing expenditures in 2015/16 planning. Other assumptions include: all authorized positions continue to be budgeted in 2015/16; healthcare premiums are projected to increase by 12% in each year; no general increases projected for service maintenance contracts; and no cost of living adjustments projected.

On the revenue side – property tax is projected to increase 1% each year; sales tax to increase by 2% each year; criminal justice sales tax by 1% each year; liquor excise and liquor profits are based on state’s projection for 2015 and remain flat in 2016; and building permits and fees to increase by \$4.3% in 2015 and 2.5% increase in 2016.

The table below provides a summary of the projected 2015/16 operating gap (ongoing revenues sources are not sufficient to cover ongoing expenditures) and ending fund balance reserves shortfall (the amount needed to maintain ending fund balance reserves equal to two months of operating expenditures).

	Year 2015	Year 2016
Operating Revenues	\$ 40,236,000	\$ 40,641,000
Operating Expenditures	(42,549,000)	(43,229,000)
Operating Income / (Gap)	\$ (2,313,000)	\$ (2,588,000)
Gap as % of Operating Exp	5.4%	6.0%
Other Sources	220,000	220,000
Other Uses	(344,000)	(241,000)
Beginning Fund Balance	\$ 7,261,000	\$ 4,824,000
Ending Fund Balance	\$ 4,824,000	\$ 2,215,000
Recommended Ending Fund Balance	\$ 7,092,000	\$ 7,205,000
Current Projected Ending Fund Balance	\$ 4,824,000	\$ 2,215,000
Excess / (Shortfall)	\$ (2,268,000)	\$ (4,990,000)

CITY OF FEDERAL WAY 2013/14 LONG RANGE FINANCIAL PLAN

Updated for Mid-Biennium Review & Preliminary Planning of 2015/16 Budget

	2012 Actual	2013 Current Revised Budget	Proposed Mid-Bien Adjustment	2013 Proposed Revised Budget	2014 Current Revised Budget	Proposed Mid-Bien Adjustment	2014 Proposed Revised Budget	2015 Projected	2016 Projected
(001) GENERAL FUND									
<i>REVENUES:</i>									
Property Tax	9,978,143	\$ 9,923,000	\$ 55,000	\$ 9,978,000	\$ 10,022,000	\$ 55,000	\$ 10,077,000	\$ 10,178,000	\$ 10,280,000
Local Sales Tax	10,534,147	10,692,000	500,000	11,192,000	10,799,000	615,000	11,414,000	11,642,000	11,875,000
Criminal Justice Sales Tax	1,864,991	1,719,000	175,000	1,894,000	1,719,000	194,000	1,913,000	1,932,000	1,951,000
Gambling Tax	114,443	145,000	-	145,000	145,000	-	145,000	145,000	145,000
Leasehold Excise Tax	5,820	6,000	-	6,000	6,000	-	6,000	6,000	6,000
Liquor Excise Tax	223,937	-	26,000	26,000	-	107,000	107,000	187,000	187,000
Liquor Profits	654,162	646,000	158,000	804,000	646,000	152,000	798,000	786,000	786,000
Criminal Justice	288,987	187,000	131,000	318,000	95,000	125,000	220,000	100,000	100,000
DUI Impact Cities	16,466	16,000	-	16,000	16,000	-	16,000	16,000	16,000
Franchise Fees	1,004,026	981,000	60,000	1,041,000	981,000	60,000	1,041,000	1,041,000	1,041,000
Business License	251,664	252,000	-	252,000	252,000	-	252,000	252,000	252,000
Building Permits	818,493	588,000	300,000	888,000	602,000	250,000	852,000	873,000	895,000
Electrical Permits	202,231	158,000	-	158,000	162,000	-	162,000	166,000	170,000
Zoning Fees	82,217	91,000	-	91,000	93,000	-	93,000	95,000	97,000
Plan Check Fees	437,241	302,000	450,000	752,000	310,000	150,000	460,000	472,000	484,000
Court Fines & Forfeits	1,440,304	1,431,000	70,000	1,501,000	1,431,000	-	1,431,000	1,431,000	1,431,000
Security & Protection	819,425	800,000	-	800,000	690,000	-	690,000	690,000	690,000
Traffic School	29,175	45,000	-	45,000	45,000	-	45,000	45,000	45,000
Animal Licenses	98,403	30,000	30,000	60,000	30,000	-	30,000	30,000	30,000
Parks & Recreation Fees	919,198	937,000	-	937,000	937,000	-	937,000	937,000	937,000
Interest Earnings	18,601	24,000	-	24,000	29,000	-	29,000	38,000	49,000
Miscellaneous	324,906	240,000	-	240,000	240,000	-	240,000	240,000	240,000
Trsfr In Red Light Photo - For Court	50,000	50,000	-	50,000	50,000	-	50,000	50,000	50,000
Trsfr In Red Light Photo - For Police	450,000	450,000	-	450,000	450,000	-	450,000	450,000	450,000
Admin/Cash Mgmt Fee/Lobbyist	466,602	473,117	-	473,117	472,315	-	472,315	482,000	482,000
Trfr In - Redirect Overlay Utax Funding	-	600,000	-	600,000	600,000	-	600,000	600,000	600,000
Trfr In Utility Tax - Admin Fee	49,000	48,000	-	48,000	48,000	-	48,000	49,000	49,000
Trfr In Utility Tax - Celebration & Other Parks	276,000	272,000	-	272,000	272,000	-	272,000	276,000	276,000
Trfr In Utility Tax - Comm/Art Events	97,000	96,000	-	96,000	96,000	-	96,000	97,000	97,000
Trfr In Utility Tax - Police	616,000	607,000	-	607,000	607,000	-	607,000	615,000	615,000
Trfr In Utility Tax - Jail Contract Costs	925,000	-	-	-	-	-	-	-	-
Trfr In Utility Tax - Voters Package	2,702,868	2,980,187	-	2,980,187	2,980,187	-	2,980,187	2,980,000	2,980,000
Trfr In Utility Tax - Baseline Support	3,340,000	3,293,000	-	3,293,000	3,293,000	-	3,293,000	3,335,000	3,335,000
Subtotal Operating Revenues	\$ 39,099,452	\$ 38,082,304	\$ 1,955,000	\$ 40,037,304	\$ 38,118,502	\$ 1,708,000	\$ 39,826,502	\$ 40,236,000	\$ 40,641,000

CITY OF FEDERAL WAY 2013/14 LONG RANGE FINANCIAL PLAN

Updated for Mid-Biennium Review & Preliminary Planning of 2015/16 Budget

	2012 Actual	2013 Current Revised Budget	Proposed Mid-Bien Adjustment	2013 Proposed Revised Budget	2014 Current Revised Budget	Proposed Mid-Bien Adjustment	2014 Proposed Revised Budget	2015 Projected	2016 Projected
(001) GENERAL FUND - continued									
<i>EXPENDITURES:</i>									
City Council	\$ 299,517	327,605	-	327,605	329,289	-	329,289	388,000	388,000
Mayor's Office	540,108	552,500	-	552,500	569,134	-	569,134	576,000	583,000
Public Defender	438,705	459,680	-	459,680	459,680	-	459,680	470,000	470,000
Human Services Operations	233,332	222,139	-	222,139	228,014	-	228,014	228,000	228,000
Human Services Organizations	404,298	430,000	-	430,000	430,000	-	430,000	516,000	516,000
Municipal Court	1,420,914	1,448,101	-	1,448,101	1,493,957	257	1,494,214	1,494,000	1,494,000
Criminal Prosecution	615,552	706,256	-	706,256	719,954	-	719,954	720,000	720,000
Civil Legal Services	674,331	746,208	-	746,208	761,746	-	761,746	762,000	762,000
Human Resources / City Clerk	650,781	789,275	-	789,275	799,481	30,195	829,676	880,000	880,000
Finance	825,933	882,986	(1,500)	881,486	897,201	(3,000)	894,201	904,000	904,000
Community Development	2,034,529	2,121,972	3,000	2,124,972	2,162,109	19,500	2,181,609	2,297,000	2,297,000
Economic Development	97,480	101,929	-	101,929	102,942	-	102,942	125,500	126,000
Jail Services	2,375,308	2,234,000	-	2,234,000	2,349,000	-	2,349,000	3,880,000	3,880,000
911 Dispatch	1,637,541	1,630,843	-	1,630,843	1,787,000	-	1,787,000	1,876,000	1,970,000
Police Services	17,712,918	19,206,206	-	19,206,206	19,465,979	70,650	19,536,629	20,241,000	20,241,000
Police-SafeCity	37,500	37,500	-	37,500	37,500	-	37,500	37,500	37,500
Parks, Recr & Cultural Svcs	3,506,855	3,528,751	-	3,528,751	3,570,781	-	3,570,781	3,789,000	3,789,000
PW-General/Street Fund Subsidy	1,598,227	2,045,665	10,000	2,055,665	2,090,562	60,000	2,150,562	2,334,000	2,334,000
Unallocated IS Chg/Rsvs/Other	-	(131,529)	-	(131,529)	(137,922)	35,170	(102,752)	339,170	339,170
Medical Increase	-	-	-	-	-	175,000	175,000	692,000	1,270,000
Subtotal Operating Expenditures	\$ 35,103,830	\$ 37,340,087	\$ 11,500	\$ 37,351,587	\$ 38,116,407	\$ 387,772	\$ 38,504,179	\$ 42,549,170	\$ 43,228,670
OPERATING INCOME (LOSS)	\$ 3,995,622	\$ 742,217	\$ 1,943,500	\$ 2,685,717	\$ 2,095	\$ 1,320,228	\$ 1,322,323	\$ (2,313,170)	\$ (2,587,670)

CITY OF FEDERAL WAY 2013/14 LONG RANGE FINANCIAL PLAN

Updated for Mid-Biennium Review & Preliminary Planning of 2015/16 Budget

	2012 Actual	2013 Current Revised Budget	Proposed Mid-Bien Adjustment	2013 Proposed Revised Budget	2014 Current Revised Budget	Proposed Mid-Bien Adjustment	2014 Proposed Revised Budget	2015 Projected	2016 Projected
(001) GENERAL FUND - continued									
<i>OTHER FINANCING SOURCES:</i>									
Trsfr In - Project Specific	-	40,000	-	40,000	30,000	-	30,000	-	-
Trsfr In - Traffic Safety Fund	-	245,040	-	245,040	200,000	-	200,000	220,000	220,000
Trsfr In - CIP Project Savings	-	-	-	-	-	-	-	-	-
Trsfr In - Redirect Overlay	600,000	-	-	-	-	-	-	-	-
Human Services Donations, Other	5,108	-	-	-	-	-	-	-	-
Transfer-In CDBG	22,807	24,465	-	24,465	-	-	-	-	-
Automation Fees/Pass-Thru/Abatement	31,424	8,281	-	8,281	8,577	-	8,577	-	-
Police Grants	811,564	555,324	206,465	761,789	-	-	-	-	-
Court Grant	4,990	-	-	-	-	-	-	-	-
State & Federal Seizures	23,166	-	-	-	-	-	-	-	-
Liquor - Additional Distribution	237,309	-	-	-	-	-	-	-	-
Other/Grants/Contributions	60,246	508,746	-	508,746	-	-	-	-	-
Subtotal Other Financing Sources	\$ 1,796,613	\$ 1,381,856	\$ 206,465	\$ 1,588,321	\$ 238,577	\$ -	\$ 238,577	\$ 220,000	\$ 220,000
<i>OTHER FINANCING USES:</i>									
City Council (1-Time)	\$ 60,943	\$ 58,845	-	\$ 58,845	\$ 58,845	-	\$ 58,845	\$ -	\$ -
Mayor's Office (1-Time)	11,570	7,171	-	7,171	7,171	-	7,171	-	-
Public Defender (1-Time)	-	33,000	-	33,000	10,000	-	10,000	-	-
Human Services/CDBG (1-Time)	120,682	101,000	-	101,000	101,000	-	101,000	-	-
Municipal Court (1-Time)	813	135,000	-	135,000	115,000	-	115,000	-	-
Economic Development (1-Time)	57,685	27,500	-	27,500	27,500	-	27,500	-	-
Law (1-Time)	79,586	20,000	-	20,000	-	-	-	-	-
Human Resources/City Clerk (1-Time)	15,566	195,560	-	195,560	77,100	-	77,100	-	-
Finance (1-Time)	7,486	10,000	-	10,000	10,000	-	10,000	-	-
Community Development (1-Time)	98,493	408,721	-	408,721	47,655	82,000	129,655	-	-
Parks (1-Time)	178,086	658,872	-	658,872	277,841	15,000	292,841	-	-
Police (1-Time)	2,306,508	1,373,090	257,042	1,630,132	1,101,492	-	1,101,492	220,000	220,000
Jail Start-Up/Reserves/Increased Costs (1-Time)	96,223	1,637,896	-	1,637,896	1,836,000	(25,169)	1,810,831	-	-
Transfer to Debt Service Fund for SCORE Debt	-	-	-	-	-	25,169	25,169	-	-
State & Federal Seizures (1-Time)	106,875	-	-	-	-	-	-	-	-
Public Works (1-Time)	118,144	540,331	79,200	619,531	191,714	80,000	271,714	-	-
City-Wide IS Chgs/Pension/Replace Rsvs/Medical	242,629	2,098,342	7,412	2,105,754	669,231	-	669,231	-	-
Contingency Reserve Fund	-	1,125,000	-	1,125,000	27,000	-	27,000	124,000	21,000
Subtotal Other Financing Uses	\$ 3,501,289	\$ 8,430,328	\$ 343,654	\$ 8,773,982	\$ 4,557,549	\$ 177,000	\$ 4,734,549	\$ 344,000	\$ 241,000
Total Revenues and Other Sources	\$ 40,896,065	\$ 39,464,160	\$ 2,161,465	\$ 41,625,625	\$ 38,357,079	\$ 1,708,000	\$ 40,065,079	\$ 40,456,000	\$ 40,861,000
Total Expenditures and other Uses	\$ 38,605,119	\$ 45,770,415	\$ 355,154	\$ 46,125,569	\$ 42,673,956	\$ 564,772	\$ 43,238,728	\$ 42,893,170	\$ 43,469,670
Beginning Fund Balance:	\$ 12,643,856	\$ 14,934,802		\$ 14,934,802	\$ 8,628,547		\$ 10,434,858	\$ 7,261,209	\$ 4,824,038
Ending Fund Balance:	\$ 14,934,802	\$ 8,628,547		\$ 10,434,858	\$ 4,311,670		\$ 7,261,209	\$ 4,824,038	\$ 2,215,367
Reserved for:									
Grant Funds Loans	\$ 10,000	\$ 10,000		\$ 10,000	\$ 10,000		\$ 10,000	\$ 10,000	\$ 10,000
2 Months Operating Reserves	5,850,638	6,223,348		6,225,265	6,352,735		6,417,363	7,091,528	7,204,778
Unreserved	9,074,164	2,395,199		4,199,594	(2,051,065)		833,846	(2,277,490)	(4,999,411)

CITY OF FEDERAL WAY 2013/14 LONG RANGE FINANCIAL PLAN

Updated for Mid-Biennium Review & Preliminary Planning of 2015/16 Budget

	2012 Actual	2013 Current Revised Budget	Proposed Mid-Bien Adjustment	2013 Proposed Revised Budget	2014 Current Revised Budget	Proposed Mid-Bien Adjustment	2014 Proposed Revised Budget	2015 Projected	2016 Projected
(101) STREET FUND									
<i>REVENUES:</i>									
Motor Fuel Tax	\$ 1,036,052	\$ 1,040,000	\$ (10,000)	\$ 1,030,000	\$ 1,040,000	(10,000)	\$ 1,030,000	1,018,000	1,018,000
ROW Permits	99,245	115,000	-	115,000	115,000	-	115,000	115,000	115,000
Plan Review Fees	61,977	50,000	-	50,000	50,000	-	50,000	50,000	50,000
PW Inspection	136,135	148,000	-	148,000	148,000	-	148,000	148,000	148,000
Misc	6,570	6,000	-	6,000	6,000	-	6,000	6,000	6,000
Transportation Concurrency	16,667	4,000	-	4,000	4,000	-	4,000	4,000	4,000
Traffic Impact Fee Admin Fee	806	-	-	-	-	-	-	-	-
Transfer In - Utility Tax Fund	373,000	368,000	-	368,000	368,000	-	368,000	372,000	372,000
Transfer In - Traffic Safety Fund	330,000	330,000	-	330,000	330,000	-	330,000	330,000	330,000
Interest Earnings	606	2,000	-	2,000	2,000	-	2,000	2,000	2,000
EM Contribution	28,000	28,000	-	28,000	28,000	-	28,000	28,000	28,000
Subtotal Operating Revenues	\$ 2,089,057	\$ 2,091,000	\$ (10,000)	\$ 2,081,000	\$ 2,091,000	\$ (10,000)	\$ 2,081,000	\$ 2,073,000	\$ 2,073,000
<i>EXPENDITURES:</i>									
Administrative Services	\$ 310,367	\$ 350,797	-	\$ 350,797	\$ 356,895	-	\$ 356,895	357,000	357,000
Development Services	310,820	332,325	-	332,325	342,050	-	342,050	342,000	342,000
Emergency Management	132,791	176,226	-	176,226	178,273	-	178,273	181,000	181,000
Traffic Services	1,293,953	1,503,835	-	1,503,835	1,514,135	50,000	1,564,135	1,661,000	1,661,000
Commute Trip Reduction	4,405	11,760	-	11,760	11,760	-	11,760	12,000	12,000
Street Systems	1,634,948	1,793,722	-	1,793,722	1,810,449	-	1,810,449	1,854,000	1,854,000
Subtotal Operating Expenditures	\$ 3,687,284	\$ 4,168,665	\$ -	\$ 4,168,665	\$ 4,213,562	\$ 50,000	\$ 4,263,562	\$ 4,407,000	\$ 4,407,000
OPERATING INCOME (LOSS)	\$ (1,598,227)	\$ (2,077,665)	\$ (10,000)	\$ (2,087,665)	\$ (2,122,562)	\$ (60,000)	\$ (2,182,562)	\$ (2,334,000)	\$ (2,334,000)
<i>OTHER FINANCING SOURCES:</i>									
Transfer-In General Fund	1,716,371	2,585,996	89,200	2,675,196	2,282,276	140,000	2,422,276	2,334,000	2,334,000
Project Specific Revenues/Grants	293,332	105,687	7,500	113,187	32,000	-	32,000	-	-
Subtotal Other Financing Sources	\$ 2,009,703	\$ 2,691,683	\$ 96,700	\$ 2,788,383	\$ 2,314,276	\$ 140,000	\$ 2,454,276	\$ 2,334,000	\$ 2,334,000
<i>OTHER FINANCING USES:</i>									
Street 1-time Expenditure	\$ 60,341	\$ 27,775	-	\$ 27,775	\$ 27,775	-	\$ 27,775	\$ -	\$ -
Traffic and CTR 1-time Expenditure	283,548	440,036	86,700	526,736	161,439	80,000	241,439	-	-
Admin & Development Svcs 1-Time	830	23,726	-	23,726	-	-	-	-	-
Emergency Management	66,757	122,481	-	122,481	2,500	-	2,500	-	-
Subtotal Other Financing Uses	\$ 411,476	\$ 614,018	\$ 86,700	\$ 700,718	\$ 191,714	\$ 80,000	\$ 271,714	\$ -	\$ -
Total Revenues and Other Sources	\$ 4,098,760	\$ 4,782,683	\$ 86,700	\$ 4,869,383	\$ 4,405,276	\$ 130,000	\$ 4,535,276	\$ 4,407,000	\$ 4,407,000
Total Expenditures and Other Uses	\$ 4,098,759	\$ 4,782,683	\$ 86,700	\$ 4,869,383	\$ 4,405,276	\$ 130,000	\$ 4,535,276	\$ 4,407,000	\$ 4,407,000
Beginning Fund Balance:	\$ 100,000	\$ 100,000		\$ 100,000	\$ 100,000		\$ 100,000	\$ 100,000	\$ 100,000
Ending Fund Balance:	\$ 100,001	\$ 100,000		\$ 100,000	\$ 100,000		\$ 100,000	\$ 100,000	\$ 100,000

CITY OF FEDERAL WAY 2013/14 LONG RANGE FINANCIAL PLAN

Updated for Mid-Biennium Review & Preliminary Planning of 2015/16 Budget

	2012 Actual	2013 Current Revised Budget	Proposed Mid-Bien Adjustment	2013 Proposed Revised Budget	2014 Current Revised Budget	Proposed Mid-Bien Adjustment	2014 Proposed Revised Budget	2015 Projected	2016 Projected
(102) ARTERIAL STREET FUND									
<i>REVENUES:</i>									
Motor Fuel Tax	484,391	\$ 486,000	-	\$ 486,000	\$ 486,000	-	\$ 486,000	476,000	476,000
Migitation/Grant/Other	41,500	-	-	-	-	-	-	-	-
Transfer In - Utility Tax	1,021,000	998,000	-	998,000	998,000	-	998,000	1,019,000	1,019,000
Traansfer In-Annual Safety Improve Transp CIP	-	50,000	-	50,000	50,000	-	50,000	-	-
Interest Earnings	77	2,500	-	2,500	2,500	-	2,500	2,500	2,500
Total Revenues	\$ 1,546,968	\$ 1,536,500	\$ -	\$ 1,536,500	\$ 1,536,500	\$ -	\$ 1,536,500	\$ 1,497,500	\$ 1,497,500
<i>EXPENDITURES:</i>									
Direct Cost of Personnel	\$ 151,135	156,325	-	156,325	159,135	-	159,135	159,000	\$ 159,000
Admin Fee	68,221	69,009	-	69,009	68,868	-	68,868	67,000	67,000
Street Resurfacing/Emergencies	1,717,788	1,390,695	-	1,390,695	1,308,497	-	1,308,497	1,271,500	1,271,500
Transfer Out -REET	-	-	-	-	-	-	-	-	-
Subtotal Operating Expenditures	\$ 1,937,144	\$ 1,616,029	\$ -	\$ 1,616,029	\$ 1,536,500	\$ -	\$ 1,536,500	\$ 1,497,500	\$ 1,497,500
OPERATING INCOME (LOSS)									
	\$ (390,176)	\$ (79,529)	\$ -	\$ (79,529)	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenues and Other Sources	\$ 1,546,968	\$ 1,536,500	\$ -	\$ 1,536,500	\$ 1,536,500	\$ -	\$ 1,536,500	\$ 1,497,500	\$ 1,497,500
Total Expenditures and Other Uses	\$ 1,937,144	\$ 1,616,029	\$ -	\$ 1,616,029	\$ 1,536,500	\$ -	\$ 1,536,500	\$ 1,497,500	\$ 1,497,500
Beginning Fund Balance:	\$ 469,704	\$ 79,529		\$ 79,529	\$ -		\$ -	\$ -	\$ -
Ending Fund Balance:	\$ 79,528	\$ -		\$ -	\$ -		\$ -	\$ -	\$ -

CITY OF FEDERAL WAY 2013/14 LONG RANGE FINANCIAL PLAN

Updated for Mid-Biennium Review & Preliminary Planning of 2015/16 Budget

	2012 Actual	2013 Current Revised Budget	Proposed Mid-Bien Adjustment	2013 Proposed Revised Budget	2014 Current Revised Budget	Proposed Mid-Bien Adjustment	2014 Proposed Revised Budget	2015 Projected	2016 Projected
(103) UTILITY TAX FUND									
<i>REVENUES:</i>									
Utility Tax - Electric	\$ 4,751,206	4,768,000	(17,000)	4,751,000	4,768,000	(17,000)	4,751,000	4,751,000	\$ 4,751,000
Utility Tax - Gas	1,742,354	1,884,000	(150,000)	1,734,000	1,884,000	(150,000)	1,734,000	1,734,000	\$ 1,734,000
Utility Tax - Solid Waste	824,848	812,000	50,000	862,000	812,000	50,000	862,000	862,000	\$ 862,000
Utility Tax - Cable	1,475,992	1,430,000	-	1,430,000	1,430,000	-	1,430,000	1,430,000	\$ 1,430,000
Utility Tax - Phone	1,030,067	708,000	250,000	958,000	708,000	250,000	958,000	958,000	\$ 958,000
Utility Tax - Pager	436	-	-	-	-	-	-	-	\$ -
Utility Tax - Cellular	2,581,609	2,515,000	-	2,515,000	2,515,000	-	2,515,000	2,540,000	\$ 2,540,000
Utility Tax - Storm Drainage	284,154	271,000	-	271,000	271,000	-	271,000	271,000	\$ 271,000
Subtotal Operating Revenues	\$ 12,690,666	\$ 12,388,000	\$ 133,000	\$ 12,521,000	\$ 12,388,000	\$ 133,000	\$ 12,521,000	\$ 12,546,000	\$ 12,546,000
Rebate	(27,082)	(27,000)	-	(27,000)	(27,000)	-	(27,000)	(27,000)	(27,000)
Interest Earnings, Penalties, & Audit Proceeds	422,998	6,000	-	6,000	6,000	-	6,000	6,000	6,000
Subtotal Operating Revenues	\$ 13,086,582	\$ 12,367,000	\$ 133,000	\$ 12,500,000	\$ 12,367,000	\$ 133,000	\$ 12,500,000	\$ 12,525,000	\$ 12,525,000
<i>EXPENDITURES:</i>									
Transfer Out - Community Center Debt Service	\$ 913,892	\$ 915,000	809,673	\$ 1,724,673	\$ 915,000	-	\$ 915,000	\$ 812,123	\$ 813,023
Transfer Out - Transportation CIP	696,000	681,000	-	681,000	681,000	-	681,000	702,000	702,000
Transfer Out - Parks CIP	175,000	-	-	-	-	-	-	-	-
Transfer Out - Downtown CIP LIFT Match	-	300,000	-	300,000	300,000	-	300,000	-	-
Transfer Out - Arterial Streets Overlay	1,021,000	998,000	-	998,000	998,000	-	998,000	1,019,000	1,019,000
Transfer Out - Debt Service for SCORE Bond	-	917,000	-	917,000	917,000	-	917,000	917,000	917,000
Transfer Out - General Fund for Jail Services	925,000	-	-	-	-	-	-	-	-
Transfer Out - Community Center Operations	424,883	524,853	-	524,853	554,275	-	554,275	\$ 571,000	\$ 590,000
Transfer Out - Community Center Reserves	281,117	158,147	-	158,147	128,725	-	128,725	235,877	215,977
Transfer Out - General Fund Admin Fee	49,000	48,000	-	48,000	48,000	-	48,000	49,000	49,000
Transfer Out - General Fund Police	616,000	607,000	-	607,000	607,000	-	607,000	615,000	615,000
Transfer Out - General Fund - Arts/Comm Events	97,000	96,000	-	96,000	96,000	-	96,000	97,000	97,000
Transfer Out - General Fund Celebration Park	227,000	224,000	-	224,000	224,000	-	224,000	227,000	227,000
Transfer Out - Street Fund M&O	373,000	368,000	-	368,000	368,000	-	368,000	372,000	372,000
Transfer Out - DBC/KFT Operations	113,000	112,000	-	112,000	112,000	-	112,000	113,000	113,000
Transfer Out - General Fund Parks M&O	49,000	48,000	-	48,000	48,000	-	48,000	49,000	49,000
Transfer Out - General Fund Prop 1	2,702,868	2,980,187	-	2,980,187	2,980,187	-	2,980,187	2,980,000	2,980,000
Transfer Out - General Fund Operations	3,340,000	3,293,000	-	3,293,000	3,293,000	-	3,293,000	3,335,000	3,335,000
Transfer Out - Gen Fund Oper (Redirect Overlay)	600,000	600,000	-	600,000	600,000	-	600,000	600,000	600,000
Total Expenditures	\$ 12,603,760	\$ 12,870,187	\$ 809,673	\$ 13,679,860	\$ 12,870,187	\$ -	\$ 12,870,187	\$ 12,694,000	\$ 12,694,000
OPERATING INCOME (LOSS)	\$ 482,822	\$ (503,187)	\$ (676,673)	\$ (1,179,860)	\$ (503,187)	\$ 133,000	\$ (370,187)	\$ (169,000)	\$ (169,000)
Total Revenues and Other Sources	\$ 13,086,582	\$ 12,367,000	\$ 133,000	\$ 12,500,000	\$ 12,367,000	\$ 133,000	\$ 12,500,000	\$ 12,525,000	\$ 12,525,000
Total Expenditures & Other Uses	\$ 12,603,760	\$ 12,870,187	\$ 809,673	\$ 13,679,860	\$ 12,870,187	\$ -	\$ 12,870,187	\$ 12,694,000	\$ 12,694,000
Beginning Fund Balance:	\$ 4,170,867	\$ 4,653,688		\$ 4,653,688	\$ 4,150,500		\$ 3,473,827	\$ 3,103,639	\$ 2,934,638
Ending Fund Balance:	\$ 4,653,688	\$ 4,150,500		\$ 3,473,827	\$ 3,647,312		\$ 3,103,639	\$ 2,934,638	\$ 2,765,637
Reserved for Prop 1	1,032,397	843,403		843,403	654,410		654,410	501,281	348,152
FWCC Debt Service	915,000	915,000		-	915,000		-	-	-
Reserved for Cash Flow	1,180,000	1,200,000		1,200,000	1,200,000		1,200,000	1,200,000	1,200,000
Unallocated	1,526,291	1,192,097		1,430,424	877,902		1,249,229	1,233,357	1,217,485

CITY OF FEDERAL WAY 2013/14 LONG RANGE FINANCIAL PLAN

Updated for Mid-Biennium Review & Preliminary Planning of 2015/16 Budget

	2012 Actual	2013 Current Revised Budget	Proposed Mid-Bien Adjustment	2013 Proposed Revised Budget	2014 Current Revised Budget	Proposed Mid-Bien Adjustment	2014 Proposed Revised Budget	2015 Projected	2016 Projected
(112) TRAFFIC SAFETY FUND									
<i>REVENUES:</i>									
Traffic Infractions	2,256,636	\$ 830,000	1,625,000	\$ 2,455,000	\$ 830,000	625,000	\$ 1,455,000	\$ 1,455,000	\$ 1,455,000
Interest Earnings	1,540	-	-	-	-	-	-	-	-
Total Revenues	\$ 2,258,176	\$ 830,000	\$ 1,625,000	\$ 2,455,000	\$ 830,000	\$ 625,000	\$ 1,455,000	\$ 1,455,000	\$ 1,455,000
<i>EXPENDITURES:</i>									
Repairs & Maintenance	9,386	26,754	-	26,754	-	-	-	\$ -	\$ -
ATS Vendor Payments	-	-	625,000	625,000	-	625,000	625,000	\$ 625,000	\$ 625,000
Transfer to Gen Fund 1-Time	-	45,040	-	45,040	-	-	-	-	-
Transfer to Gen Fund, 2 Police Officers (2013/14)	-	200,000	-	200,000	200,000	-	200,000	220,000	220,000
Transfer to Street Fund, School Zone Program	-	-	227,000	227,000	-	-	-	-	-
Transfer to Gen Fund - Police	450,000	450,000	-	450,000	450,000	-	450,000	450,000	450,000
Transfer to Gen Fund - Court	50,000	50,000	-	50,000	50,000	-	50,000	50,000	50,000
Transfer to Street Fund - Traffic	330,000	330,000	-	330,000	330,000	-	330,000	330,000	330,000
Total Expenditures	\$ 839,386	\$ 1,101,794	\$ 852,000	\$ 1,953,794	\$ 1,030,000	\$ 625,000	\$ 1,655,000	\$ 1,675,000	\$ 1,675,000
Beginning Fund Balance:	\$ 557,078	\$ 1,975,868		\$ 1,975,868	\$ 1,704,074		\$ 2,477,074	\$ 2,277,074	\$ 2,057,074
Ending Fund Balance:	\$ 1,975,868	\$ 1,704,074		\$ 2,477,074	\$ 1,504,074		\$ 2,277,074	\$ 2,057,074	\$ 1,837,074
Earmark - Zone Program (4 years @ \$225K/yr)	\$ -	\$ -		\$ 900,000	\$ -		\$ 900,000	\$ 900,000	\$ 900,000
Unreserved	\$ 1,975,868	\$ 1,704,074		\$ 1,577,074	\$ 1,504,074		\$ 1,377,074	\$ 1,157,074	\$ 937,074

CITY OF FEDERAL WAY 2013/14 LONG RANGE FINANCIAL PLAN

Updated for Mid-Biennium Review & Preliminary Planning of 2015/16 Budget

	2012 Actual	2013 Current Revised Budget	Proposed Mid-Bien Adjustment	2013 Proposed Revised Budget	2014 Current Revised Budget	Proposed Mid-Bien Adjustment	2014 Proposed Revised Budget	2015 Projected	2016 Projected
(201) DEBT SERVICE FUND									
<i>REVENUES & OTHER SOURCES:</i>									
1st 1/4% REET	753,658	\$ 700,000	-	\$ 700,000	\$ 700,000	-	\$ 700,000	\$ 700,000	\$ 700,000
2nd 1/4% REET	753,658	700,000	-	700,000	700,000	-	700,000	700,000	700,000
2013 GO Bond (2013 Refunding Bond)	-	-	12,825,660	12,825,660	-	-	-	-	-
Transfer-in Utility Tax - SCORE Bond	-	917,000	-	917,000	917,000	-	917,000	917,000	917,000
Transfer-In Utility Tax - Community Ctr Bond	913,892	915,000	698,224	1,613,224	915,000	(108,667)	806,333	812,123	813,023
Transfer-In General Fund	-	-	-	-	-	25,169	25,169	-	-
Transfer-In SWM Fund	-	-	-	-	-	-	-	-	-
Interest Earnings	3,287	3,500	-	3,500	3,500	-	3,500	5,000	5,000
Net of SWM transfer and PWTFL pmt	-	-	-	-	-	-	-	-	-
Total Revenues & Other Sources	\$ 2,424,494	\$ 3,235,500	\$ 13,523,884	\$ 16,759,384	\$ 3,235,500	\$ (83,498)	\$ 3,152,002	\$ 3,134,123	\$ 3,135,023
<i>EXPENDITURES & OTHER USES:</i>									
<i>Debt Service:</i>									
2000 ValleyCom Bond	140,760	172,630	-	172,630	197,480	-	197,480	196,000	-
2003 Community Center Bond	\$ 913,893	915,000	12,303,551	13,218,551	915,000	(918,340)	(3,340)	\$ -	\$ -
2009 SCORE Jail Bond	-	916,858	-	916,858	916,654	25,169	941,823	917,000	917,000
2013 Community Center Refunding Bond	-	-	847,550	847,550	-	809,673	809,673	810,773	812,123
Cash Mgmt Fee - General Fund	26,629	37,020	-	37,020	36,416	-	36,416	41,000	41,000
Fiscal Agent Fees/Other	2,051	10,000	-	10,000	10,000	-	10,000	10,000	10,000
<i>Capital:</i>									
(301) City Center/RDA Match	-	-	-	-	-	-	-	-	-
(302) Unallocated Capital/PACC/AMC	-	-	355,000	355,000	-	-	-	-	-
Transfer Out - Parks CIP	100,000	300,000	-	300,000	300,000	-	300,000	300,000	300,000
Transfer Out - Transportation CIP	925,000	917,000	-	917,000	917,000	-	917,000	917,000	917,000
(102) Backfill Overlay	-	-	-	-	-	-	-	-	-
(302) Emergency Eq	-	-	-	-	-	-	-	-	-
(302) SLMS Expansion & SL Annex R&M	-	-	-	-	-	-	-	-	-
Total Expenditures & Other Uses	\$ 2,108,332	\$ 3,268,508	\$ 13,506,101	\$ 16,774,609	\$ 3,292,550	\$ (83,498)	\$ 3,209,052	\$ 3,191,773	\$ 2,997,123
Beginning Fund Balance	\$ 3,866,183	\$ 4,182,345		\$ 4,182,345	\$ 4,149,337		\$ 4,167,120	\$ 4,110,070	\$ 4,052,420
Ending Fund Balance	\$ 4,182,345	\$ 4,149,337		\$ 4,167,120	\$ 4,092,287		\$ 4,110,070	\$ 4,052,420	\$ 4,190,320
Reserved for ValleyComm Debt Service	\$ 172,630	\$ 197,480		\$ 197,480	\$ 196,000		\$ 196,000	\$ -	\$ -
Reserved for Community Center Debt Service	\$ -	\$ -		\$ 809,673	\$ -		\$ 810,773	\$ 812,123	\$ 810,773
Reserved for SCORE Debt Service	\$ 916,858	\$ 916,654		\$ 916,654	\$ 917,000		\$ 917,000	\$ 917,000	\$ 917,000
Unreserved REET available for Capital	\$ 3,092,857	\$ 3,035,203		\$ 2,243,313	\$ 2,979,287		\$ 2,186,297	\$ 2,323,297	\$ 2,462,547

FEDERAL WAY COMMUNITY CENTER
Financial Performance as of Year-to-Date September 30, 2013

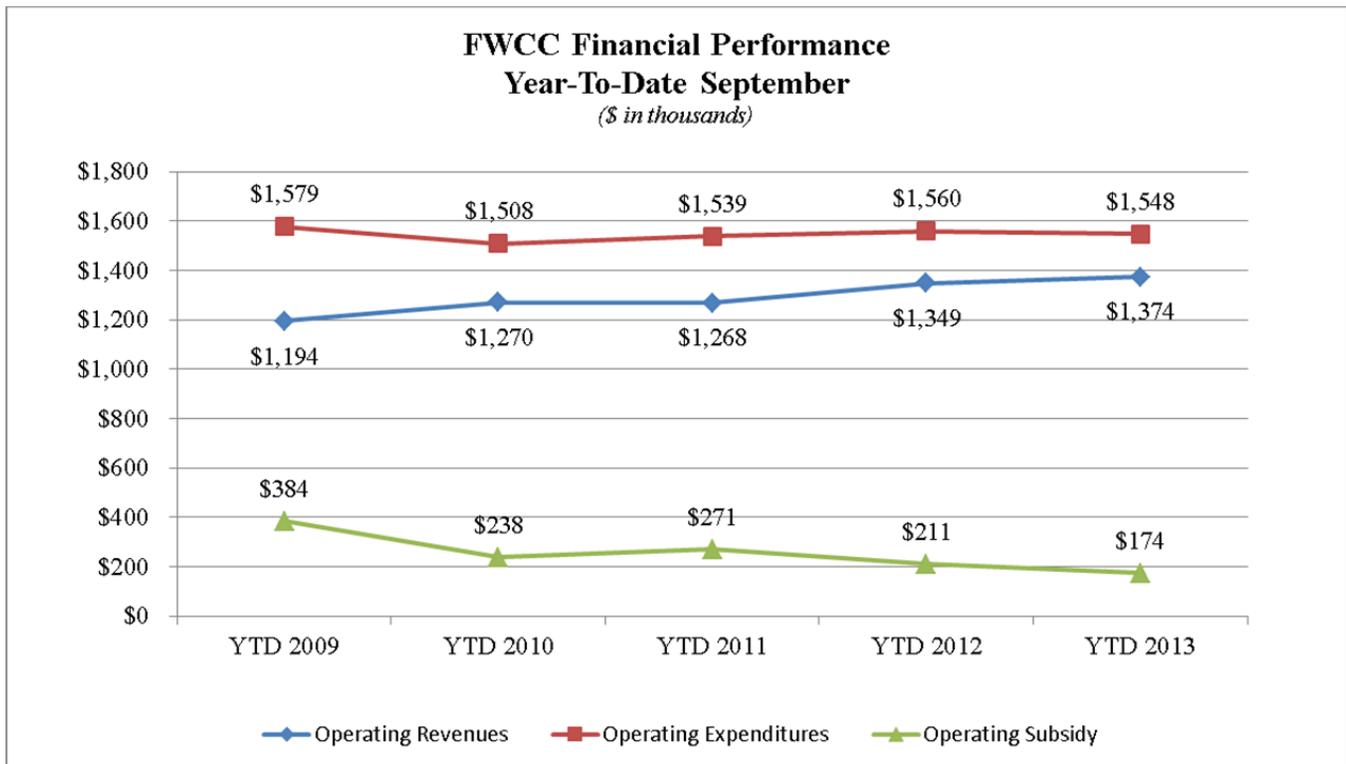
Background /Historical Information

Council adopted a 1% utility tax (equates to roughly \$1.6M) dedicated to FWCC debt service and operations. The debt service on the 2003 bonds was roughly \$915K per year with the balance dedicated to subsidizing operations and capital reserves. The original 2003 bonds were refinanced earlier this year resulting in a \$1.74M or 14% net present value savings. The result is a reduction in annual debt service payment of \$110K. The \$110K savings is redirected to FWCC capital reserves as required per the bond ordinance.

The budget for year 2008 through 2010 was based on the consultant’s business plan. Recognizing that the business plan did not align with actual operations, Finance & Parks staff worked together to develop a more realistic budget while staying within the utility tax subsidy. Below is a summary of budgeted and actual utility tax operating subsidy and ending fund balance for years 2008 through 2012 (excluded year 2007 due to it being a start-up year and was not operational for full year.)

- Year 2008 = Budget \$528K / Actual \$528 plus required additional \$65K interfund loan from General Fund, only \$1K in ending fund balance for capital reserves
- Year 2009 = Budget \$554K / Actual \$563K plus paid back \$65K interfund loan, with \$240K in ending fund balance for capital reserves.
- Year 2010 = Budget \$582K / Actual \$443K, with \$781K in ending fund balance for capital reserves.
- Year 2011 = Budget \$590K / Actual \$503K, with \$968K in ending fund balance for capital reserves.
- Year 2012 = Budget \$619K / Actual \$425K, with \$1.2M in ending fund balance for capital reserves.

The table below provides a comparison of revenues, expenditures and utility tax operating subsidy trends for years 2009 – 2013.



Below is the income statement for the FWCC for years 2012 and 2013.

Federal Way Community Center	2012			2013			YTD Budget vs Actual Favorable/(Unfavorable)	
	Budget	Annual Actual	YTD Actual	Budget	YTD Budget	YTD Actual	\$	%
	Beginning Fund Balance	\$ 967,942	\$ 967,942	\$ 967,942	\$ 1,197,501	\$ 1,197,501	\$ 1,197,498	n/a
Operating Revenues:								
Daily Drop-ins	\$ 352,622	\$ 300,692	\$ 253,495	\$ 310,000	\$ 261,342	\$ 248,271	\$ (13,071)	-5.0%
Passes	630,000	837,410	627,139	770,000	576,656	647,834	71,178	12.3%
City Employee Membership Program	43,500	34,262	28,507	31,000	25,794	28,233	2,440	9.5%
Youth Athletic Programs	35,000	44,024	39,873	45,000	40,757	37,129	(3,628)	-8.9%
Aquatics Programs-Lessons/Classes	116,000	135,617	112,332	126,000	104,366	122,363	17,997	17.2%
Childcare Fees	9,000	8,959	7,390	9,000	7,424	5,751	(1,672)	-22.5%
Fitness Classes/Fitness Training	85,000	108,917	82,566	105,000	79,597	105,364	25,767	32.4%
Towel/equipment Rentals	7,000	3,830	3,182	4,000	3,323	2,928	(395)	-11.9%
Pool Rentals/Competitive-Lap Lanes	19,000	18,146	12,206	16,000	10,762	11,388	626	5.8%
Rentals	226,500	210,299	154,234	195,000	143,013	132,728	(10,286)	-7.2%
Merchandise Sales	10,000	8,330	7,155	7,500	6,441	8,165	1,723	26.8%
Concessions/Vending	-	1,067	850	-	-	3,456	3,456	n/a
Interest Earnings/Other Misc	-	1,487	1,454	-	-	1,345	1,345	n/a
General Park/Rec - Facility use charge	25,000	25,000	18,748	25,000	18,748	18,747	(1)	0.0%
Total Operating Revenues	1,558,622	1,738,039	1,349,131	1,643,500	1,278,224	1,373,702	95,478	7.5%
Operating Expenditures:								
Personnel Costs	1,301,607	1,331,035	1,000,831	1,331,807	1,001,411	1,023,937	(22,525)	-2.2%
Supplies	146,750	147,447	106,278	142,500	102,712	118,653	(15,941)	-15.5%
Other Services & Charges	176,300	169,083	113,454	172,500	115,747	95,175	20,572	17.8%
Utility Cost	380,000	335,862	232,234	385,000	266,211	200,765	65,446	24.6%
Intergovernmental	20,500	26,153	18,920	20,500	14,830	22,292	(7,462)	-50.3%
Capital	4,300	-	-	-	-	-	-	n/a
Internal Service Charges	116,898	103,016	88,338	116,046	67,693	87,280	(19,586)	-28.9%
Total Operating Expenditures	2,146,355	2,112,597	1,560,054	2,168,353	1,568,604	1,548,101	20,503	1.3%
Revenues Over / (Under) Expenditures	(587,733)	(374,558)	(210,923)	(524,853)	(290,380)	(174,399)	115,981	-39.9%
Recovery Ratio	72.6%	82.3%	86.5%	75.8%	81.5%	88.7%	n/a	n/a
Other Sources :								n/a
Utility Tax - Reserves	87,000	281,117	-	158,147	-	-	-	n/a
Utility Tax - Operations	619,000	424,883	261,249	524,853	290,380	174,399	(115,981)	-39.9%
Grant/Other Contribution	-	-	-	79,469	79,469	79,469	-	0.0%
Total Other Sources	706,000	706,000	261,249	762,469	369,849	253,868	(115,981)	-31.4%
Other Uses:								n/a
Capital/Use of Reserves/Grants	46,590	51,563	38,956	139,211	139,013	139,013	-	0.0%
Bad Debt Expense	52,175	50,325	50,325	-	-	-	-	n/a
Total Other Uses	98,765	101,888	89,280	139,211	139,013	139,013	-	0.0%
Net Income	19,502	229,553	(38,954)	98,405	(59,544)	(59,544)	0	0.0%
Ending Fund Balance	\$ 987,444	\$ 1,197,494	\$ 928,987	\$ 1,295,906	\$ 1,137,957	\$ 1,137,953	\$ (4)	0.0%