

GENERAL & STREET FUND OPERATIONS

The overall operations of the combined General and Street Fund showed a negative result of \$896K. Overall revenue total \$42.0M and is \$357K above 2011 annual budget of \$41.6M.

GENERAL & STREET FUND Summary of Sources & Uses	2010 Annual		2011 Annual		BUDGET VS ACTUAL	
	Budget	Actual	Budget	Actual	Favorable (Unfavorable)	
					\$	%
Beginning Fund Balance	\$ 8,345,195	\$ 8,345,195	\$ 8,538,116	\$ 8,538,117	n/a	n/a
OPERATING REVENUES						
Property Taxes	9,329,370	9,614,187	9,697,000	9,672,887	(24,113)	-0.2%
Sales Tax	10,578,000	10,708,952	10,684,000	10,858,380	174,380	1.6%
Criminal Justice Sales Tax	1,740,000	1,701,120	1,710,000	1,795,972	85,972	5.0%
Intergovernmental	2,386,000	2,538,462	2,425,000	2,399,140	(25,860)	-1.1%
Leasehold Tax	4,000	5,757	6,000	6,259	259	4.3%
Gambling Taxes	1,110,000	493,489	462,000	511,005	49,005	10.6%
Court Revenue	1,477,469	1,558,931	1,513,585	1,496,061	(17,522)	-1.2%
Building Permits/Fees-CD	1,251,000	1,314,602	1,091,815	1,100,689	8,874	0.8%
ROW Permits & Develop Svcs Fees-PW	349,000	328,455	323,430	362,983	39,553	12.2%
Licenses	240,000	251,620	252,000	253,992	1,991	0.8%
Franchise Fees	995,000	980,891	981,000	988,948	7,948	0.8%
Passport Agency Fees	73,000	58,925	69,000	44,495	(24,505)	-35.5%
Park & General Recreation Fees	775,000	913,831	870,811	956,607	85,796	9.9%
Police Services	811,000	808,162	874,690	959,570	84,880	9.7%
Admin/Cash Management Fees	639,755	640,460	493,117	493,117	0	0.0%
Interest Earnings	72,250	32,518	34,000	20,505	(13,495)	-39.7%
Misc/Other	247,000	300,972	254,060	341,932	87,872	34.6%
<u>Ongoing Utility Tax Transfers in:</u>						
Celebration Park/PK M&O	361,620	361,620	274,000	274,000	-	n/a
Arts Comm/RW&B Festival	119,070	119,070	97,000	97,000	-	n/a
Police Positions	1,002,862	1,002,862	1,432,000	1,432,000	-	n/a
Street Bond/Lights	482,461	482,462	371,000	371,000	-	n/a
General Fund Operations	4,126,652	4,126,652	3,919,000	3,919,000	-	n/a
Prop 1 Voter Package	3,396,049	3,154,878	2,933,509	2,769,553	(163,956)	-5.6%
<u>Ongoing Traffic Safety Transfer In:</u>						
Court/Police/Traffic	830,000	830,000	830,000	830,000	-	n/a
Total Operating Revenues	42,396,558	42,328,880	41,598,017	41,955,095	357,078	0.9%
OPERATING EXPENDITURES						
City Council	432,645	414,733	490,437	462,007	28,430	5.8%
Mayor's Office	1,714,325	1,319,670	1,489,426	1,180,787	308,640	20.7%
Human Services	813,170	765,963	730,669	690,824	39,845	5.5%
Municipal Court	1,488,253	1,428,247	1,554,543	1,431,099	123,444	7.9%
Economic Development	404,921	290,857	222,999	115,858	107,142	48.0%
Human Resources	1,148,879	961,623	972,070	780,418	191,652	19.7%
Finance	979,647	917,770	935,857	889,806	46,051	4.9%
Civil/Criminal Legal Services	1,546,079	1,419,355	1,536,897	1,340,746	196,152	12.8%
Comm. Development Svcs	2,983,256	2,730,900	2,706,311	2,284,193	422,118	15.6%
Jail Services	2,368,041	2,603,924	4,166,359	4,304,215	(137,856)	-3.3%
Police Services	22,659,132	21,992,667	22,531,740	21,646,881	884,859	3.9%
Parks and Recreation	3,897,787	3,830,994	3,855,551	3,614,643	240,907	6.2%
Public Works	4,717,933	4,141,643	4,709,342	4,110,014	599,327	12.7%
1-time Savings/Unalloc IS Charges	365,723	-	-	-	-	n/a
Total Operating Expenditures	45,519,792	42,818,348	45,902,203	42,851,492	3,050,711	6.6%
Operating Revenues over/(under)						
Operating Expenditures	(3,123,234)	(489,468)	(4,304,186)	(896,397)	3,407,789	-79.2%
OTHER FINANCING SOURCES						
One-Time Transfers In\Grant\Other	1,137,677	955,373	5,617,939	5,472,181	(145,758)	-2.6%
Total Other Financing Sources	1,137,677	955,373	5,617,939	5,472,181	(145,758)	-2.6%
OTHER FINANCING USES						
Contingency Reserves	1,200,000	-	-	-	-	n/a
One-Time Transfers\Other\Unalloc IS	904,028	272,983	945,000	370,046	574,954	60.8%
Total Other Financing Uses	2,104,028	272,983	945,000	370,046	574,954	60.8%
Total Ending Fund Balance	\$ 4,255,609	\$ 8,538,118	\$ 8,906,868	\$ 12,743,855	n/a	n/a

DESIGNATED OPERATING FUNDS

Designated operating funds revenue total \$25.1M and is \$861K above annual budget of \$24.2M. Expenditures of \$23.2M is \$1.0M below 2011 annual budget of \$24.2M.

DESIGNATED OPERATING FUNDS Summary of Sources & Uses	2010 Annual		2011 Annual		BUDGET VS ACTUAL Favorable (Unfavorable)	
	Budget	Actual	Budget	Actual	\$	%
Begin Balance-Designated Funds	\$ 10,004,673	\$ 10,004,667	\$12,173,613	\$ 12,173,616	n/a	n/a
OPERATING REVENUES						
Intergovernmental	537,315	513,304	508,000	497,726	(10,274)	-2.0%
Utility Tax	10,811,614	9,974,976	9,915,968	10,114,948	198,980	2.0%
Utility Tax - Prop 1 Voter Package	3,155,239	2,915,334	2,900,032	2,953,562	53,530	1.8%
Hotel/Motel Lodging Tax	165,000	149,058	155,000	185,290	30,290	19.5%
Real Estate Excise Tax	900,000	1,403,362	1,400,000	1,560,394	160,394	11.5%
FW Community Center-Operations	1,552,093	1,608,401	1,555,422	1,628,135	72,713	4.7%
Red Light Photo Enforcement Program	830,000	1,510,291	830,000	945,606	115,606	13.9%
Property Tax - KC Expansion Levy	151,443	155,828	153,000	159,015	6,015	3.9%
Dumas Bay Centre	603,786	500,844	581,318	561,983	(19,335)	-3.3%
Knutzen Family Theatre	-	413	-	40	40	n/a
SWM Fees	3,338,969	3,419,564	3,164,969	3,416,140	251,171	7.9%
Refuse Collection Fees	278,854	276,214	275,366	297,130	21,764	7.9%
Interest Earnings	150,526	17,949	30,000	11,338	(18,662)	-62.2%
Miscellaneous/Other	25,896	20,578	29,036	28,060	(976)	-3.4%
UTAX Transfer Knutzen Family Theatre	132,232	132,232	113,000	113,000	-	0.0%
UTAX Transfer FW Community Center	1,817,264	1,817,263	1,611,000	1,611,000	-	0.0%
UTAX Transfer Arterial Streets	761,684	761,684	1,011,000	1,011,000	-	0.0%
Total Operating Revenues	25,211,915	25,177,294	24,233,111	25,094,367	861,256	3.6%
OPERATING EXPENDITURES						
City Overlay Program	2,133,379	1,593,829	2,394,874	2,236,228	158,646	6.6%
Utility Tax-Admin/Cash Mgmt Fees	64,622	64,621	48,000	48,000	-	0.0%
Solid Waste	481,140	450,972	430,118	427,315	2,803	0.7%
Hotel/Motel Lodging Tax	370,707	140,065	372,500	187,686	184,814	49.6%
FW Community Center	2,110,626	2,051,623	2,142,839	2,130,726	12,113	0.6%
Traffic Safety (Red Light Photo)	50,000	2,938	50,000	18,050	31,950	63.9%
Debt Service	1,203,805	1,179,462	1,162,726	1,072,092	90,634	7.8%
Surface Water Management	3,574,474	2,947,662	3,459,487	3,092,891	366,596	10.6%
Dumas Bay Centre	670,556	576,026	673,606	639,088	34,518	5.1%
Knutzen Family Theatre	162,849	82,054	85,095	81,586	3,509	4.1%
Ongoing Utility Tax Transfers Out:						
UTAX Transfer FW Community Center	1,817,264	1,817,261	1,611,000	1,611,000	-	0.0%
UTAX Transfer Knutzen Family Theatre	132,232	132,232	113,000	113,000	-	0.0%
UTAX Transfer Arterial Streets Overlay	761,684	761,684	1,011,000	1,011,000	-	0.0%
UTAX Transfer Transportation CIP	-	-	791,000	791,000	-	0.0%
UTAX Transfer General/Street Fund Ops	6,092,666	6,092,666	6,093,000	6,093,000	-	0.0%
Utah Transfer Prop 1 Voter Package	3,396,049	3,154,879	2,933,509	2,769,553	163,956	5.6%
Red Light Photo Trnsfr Court/PD/Traffic	830,000	830,000	830,000	830,000	-	0.0%
Total Operating Expenditures	23,852,053	21,877,975	24,201,755	23,152,215	1,049,540	4.3%
Operating Revenues over/(under)						
Operating Expenditures	1,359,862	3,299,319	31,356	1,942,152	1,910,796	6093.8%
OTHER FINANCING SOURCES						
Grants/Mitigation/Other/Transfer	3,594,408	3,600,566	1,191,899	1,180,790	(11,109)	-0.9%
Total Other Financing Sources	3,594,408	3,600,566	1,191,899	1,180,790	(11,109)	-0.9%
OTHER FINANCING USES						
One-Time Transfers Out/Other	4,964,368	4,730,948	2,333,950	2,331,286	(2,664)	-0.1%
Total Other Financing Uses	4,964,368	4,730,948	2,333,950	2,331,286	(2,664)	-0.1%
ENDING FUND BALANCE						
Arterial Street	-	561,373	300,001	469,704	n/a	n/a
Utility Tax	3,457,015	3,012,648	3,059,136	3,326,822	n/a	n/a
Utility Tax -Prop 1 Voter Package	899,580	697,535	697,535	844,045	n/a	n/a
Solid Waste & Recycling	103,805	135,098	126,804	153,980	n/a	n/a
Hotel/Motel Lodging Tax	-	215,657	2,157	213,484	n/a	n/a
FW Community Center	669,356	780,753	880,452	967,943	n/a	n/a
Traffic Safety Fund	105,287	833,520	408,520	557,077	n/a	n/a
Paths & Trails	132,769	136,361	144,362	151,807	n/a	n/a
Debt Service Fund	2,905,708	3,379,428	3,626,699	3,866,184	n/a	n/a
Surface Water Management	1,638,753	2,274,261	1,734,651	2,312,897	n/a	n/a
Dumas Bay/Knutzen Operations	82,304	146,982	82,598	101,330	n/a	n/a
Total Ending Fund Balance	\$ 9,994,578	\$12,173,616	\$11,062,914	\$ 12,965,272	n/a	n/a

Sales Tax

Compared to annual 2010 actual, sales tax revenues are up \$149K or 1.4%. December sales tax collection of \$939K is \$113K or 13.7% above 2010's December sales tax of \$827K. The negative variance in November is due to the Department of Revenue over-remitting to the City \$77,696 in July and taking the difference in the November distribution. If this was taken into consideration, November sales tax collection would be adjusted to \$931K; which exceeds both November 2010 actuals and November 2011 projections.

The positive variance compared to May and June 2010 is most likely due to the City's share of \$56.8 million (of the \$320.7 million the State received in state/local back taxes) for amnesty payments for local back taxes received by the state between February 1st and April 30th. The state did not provide breakdown of amnesty payments by jurisdiction, however, it appears some portion of the amnesty payments were categorized under the "Government" component (a category for local sales tax that cannot be coded to a specific jurisdiction - the pool funds are distributed proportionally across the state based on jurisdictions distribution amount). Compared to annual 2011 budget, sales tax revenues are up \$174K or 1.6%. If the City did not received the amnesty payment, the positive variance compared to 2010 actual would be reduced to a positive variance of \$64K or 0.6% and compared to annual budget the variance would be reduced to a positive variance of \$88K or 0.8%. There is an overall increase in Construction, Wholesaling, Government, and Fin/Ins/Real Estate and an overall decrease in Retail, Services, Information, and Other.

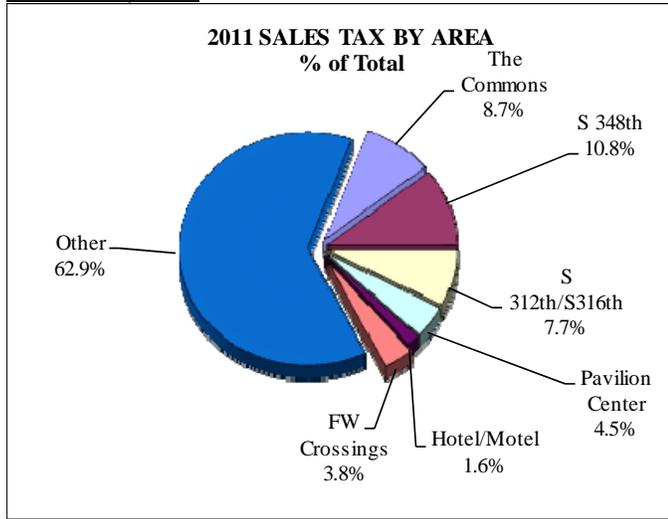
LOCAL RETAIL SALES TAX REVENUES							
Annual 2011							
Month	2010	2011		Change from 2010		2011 Actual vs Budget	
	Actual	Budget	Actual	\$	%	\$	%
Jan	\$ 824,040	\$ 839,057	\$ 818,614	\$ (5,426)	-0.7%	\$ (20,443)	-2.4%
Feb	1,171,625	1,181,633	1,153,192	(18,432)	-1.6%	(28,441)	-2.4%
Mar	786,688	784,344	751,420	(35,268)	-4.5%	(32,924)	-4.2%
Apr	837,813	792,623	805,675	(32,138)	-3.8%	13,052	1.6%
May	887,167	912,803	949,316	62,149	7.0%	36,514	4.0%
Jun	790,522	806,626	847,896	57,374	7.3%	41,270	5.1%
Jul	834,924	840,105	928,023	93,099	11.2%	87,917	10.5%
Aug	1,007,538	980,315	964,978	(42,560)	-4.2%	(15,337)	-1.6%
Sep	928,430	923,997	927,080	(1,350)	-0.1%	3,083	0.3%
Oct	888,319	889,014	919,528	31,209	3.5%	30,514	3.4%
Nov	925,608	925,361	853,465	(72,143)	-7.8%	(71,895)	-7.8%
Dec	826,277	808,123	939,194	112,918	13.7%	131,072	16.2%
Annual Total	\$ 10,708,952	\$ 10,684,000	\$ 10,858,380	\$ 149,428	1.4%	\$ 174,381	1.6%

Sales Tax by SIC Group

Retail Trade unfavorable variance of \$147K is mainly due to continued decline from a major discount store and a major electronics store. Services have an unfavorable variance of \$87K; \$88K is the result of a hospital audit in 2010 and \$84K is due to a business reclassing to Fin/Ins/Real Estate; these are offset by increase for a new hotel which opened in August of 2010 and various increase for new and existing food/drinking places. Information unfavorable variance of \$77K is due to an audit in 2010 which resulted in an additional \$31K. Other unfavorable variance of \$14K is due to an audit in 2010 which resulted in an additional \$10K. Government overall increase of \$86K is mainly due to amnesty payments.

COMPARISON OF SALES TAX COLLECTIONS BY SIC GROUP					
Annual 2011					
Component Group	Component comprised of the following major categories:	2010	2011	Change from 2010	
		Actual	Actual	\$	%
Retail Trade	General merchandise stores, motor vehicle & parks dealer, building material/garden, and misc. store retailers	\$ 5,714,181	\$ 5,566,978	\$ (147,204)	-2.6%
Services	Food services/drinking places, professional, scientific, tech, and repair/maintenance	2,482,949	2,396,007	\$ (86,942)	-3.5%
Construct	Construction of buildings and specialty trade contractors	908,456	1,202,802	\$ 294,346	32.4%
Wholesaling	Wholesale of durable goods and non durable goods.	413,124	431,751	\$ 18,627	4.5%
Transp/Utility	Utilities	3,257	3,453	\$ 196	6.0%
Information	Telecommunications, publishing and motion picture/sound record	591,747	514,634	\$ (77,113)	-13.0%
Manufacturing	Wood product manufacturing, printing/related support, and furniture related products	146,193	145,420	\$ (773)	-0.5%
Government	Economic Programs, Executive/Legislative, Justice/Public Order, Human Resources Administration, Nonclassifiable Establishments which includes Liquor Stores and sales tax for establishments that did not classify their Component group.	171,867	258,026	\$ 86,159	50.1%
Fin/Ins/Real Estate	Rental/leasing services, real estate, and credit intermediation.	238,027	313,904	\$ 75,877	31.9%
Other	Mining, support activities of mining, and transportation services.	39,157	25,413	\$ (13,744)	-35.1%
	Annual Total	\$ 10,708,952	\$ 10,858,380	\$ 149,428	1.4%

Sales Tax by Area



SALES TAX COMPARISON by AREA				
Annual 2011				
Group	2010	2011	Chg from 2010	
			\$	%
YTD Total Sales Tax	\$10,708,952	\$10,858,380	\$149,428	1.4%
S 348th Retail Block	\$1,167,477	\$1,169,583	\$2,106	0.2%
% chg from prev yr	-3.9%	0.2%	na	na
The Commons	962,325	947,527	(\$14,798)	-1.5%
% chg from prev yr	-2.8%	-1.5%	na	na
S 312th to S 316th	911,392	833,253	(\$78,139)	-8.6%
% chg from prev yr	0.6%	-8.6%	na	na
Pavilion Center	524,503	488,708	(\$35,795)	-7.0%
% chg from prev yr	3.0%	-6.8%	na	na
Hotels & Motels	142,724	171,496	28,772	19.3%
% chg from prev yr	-4.4%	20.2%	na	na
FW Crossings	413,748	414,475	727	0.2%
% chg from prev yr	-2.8%	0.2%	na	na

Comparing 2011 to 2010:

- S 348th is up \$2K or less than 1% mainly due to a general increase and audit from a major wholesale retailer, which is offset by a decrease in building/garden retailer and electronics retailer.
- The Commons is down \$15K or 1.5% mainly due to a decrease from a major discount retail store, closing of a book store offset by an increase for a clothing store due to audit and a general increase for a food/drinking establishment.
- S312 to S316th is down \$78K or 8.6% mainly due to a decrease from a major discount retail store offset by an increase in a motor/parts dealer.
- Pavilion Center is down \$36K or 7.0% mainly due to a decrease from a major electronics/appliances retailer and a grocery retailer.
- Hotel & Motels is up \$29K or 19.3% mainly due to adding one additional hotel which opened in August of 2010.
- Federal Way Crossings remains relatively at the same level as 2010 annual total.

Utility Tax (Total 7.75%)

Total utility taxes received for annual 2011 is \$13.1M and is above 2010's annual collections by \$178K or 1.4%. The variance between January and February is due to timing of payments. Compared to budget, net utilities tax revenues are above 2011 projections by \$253K or 2.0%. Rebate line item is for Federal Way residents who are 65 years of age or older, disabled/unable to work, and qualified as low income during the calendar year would qualify for the City's Utility Tax Rebate Program. Any payments that these qualified individuals made towards the utility tax that is passed from the utility company to the consumer is reimbursed by the City. This is an annual program that opens January 1st and closes April 30th of each year. The City processed 216 rebates totaling \$27K.

UTILITY TAXES							
Annual 2011							
Month	2010	2011		Change from 2010		2011 Actual vs Budget	
	Actual	Budget	Actual	\$ Var	% Var	\$ Var	% Var
Jan	\$ 1,259,004	\$ 1,252,396	\$ 1,121,556	\$ (137,448)	-10.9%	\$ (130,840)	-10.4%
Feb	1,227,306	1,220,864	1,358,659	131,353	10.7%	137,795	11.3%
Mar	1,162,917	1,156,813	1,286,564	123,647	10.6%	129,751	11.2%
Apr	1,210,765	1,204,410	1,295,155	84,391	7.0%	90,746	7.5%
May	1,119,347	1,113,472	1,186,432	67,085	6.0%	72,960	6.6%
Jun	1,043,015	1,037,541	1,033,820	(9,195)	-0.9%	(3,721)	-0.4%
Jul	980,878	975,730	949,722	(31,156)	-3.2%	(26,007)	-2.7%
Aug	936,258	931,344	908,464	(27,794)	-3.0%	(22,880)	-2.5%
Sep	928,067	923,196	911,253	(16,815)	-1.8%	(11,944)	-1.3%
Oct	1,038,465	1,033,015	989,797	(48,668)	-4.7%	(43,217)	-4.2%
Nov	989,331	984,139	506,796	(482,535)	-48.8%	(477,342)	-48.5%
Dec	1,015,410	1,010,081	1,546,791	531,381	52.3%	536,710	53.1%
Annual Total	\$12,910,763	\$12,842,999	\$13,095,010	\$ 184,248	1.4%	\$ 252,011	2.0%
Rebate	(20,453)	(27,000)	(26,500)	(6,046)	29.6%	500	-1.9%
Net Annual Total:	\$12,890,309	\$12,815,999	\$13,068,511	\$ 178,202	1.4%	252,511	2.0%

Compared to annual 2010 –

- Electricity is up by \$180K or 3.8% mainly due to more consumption.
- Gas is up by \$265K or 15.6% mainly due to a 2% rate increase effective November 1, 2010 along with more consumption.
- Solid Waste is down by \$10K or 1.2% due to overall decrease in tonnage of waste reported for the month of December which decreased by 700 tons compared to December 2010.
- Cable is up by \$7K or less than 1%.
- Phone is down by \$107K or 9.2% due to a decrease from a major tax payor.
- Cellular phone is down by \$148K or 5.2% mainly due to a major payor excluding data service revenue as part of the utility tax calculation and another major payor decrease in overall revenues.

UTILITY TAXES				
Annual 2011				
	2010	2011	Change from 2010	
	Actual	Actual	\$ Var	% Var
Electric	\$ 4,724,423	\$ 4,904,375	\$ 179,952	3.8%
Gas	1,695,800	1,960,364	264,564	15.6%
Solid Waste	792,528	782,974	(9,553)	-1.2%
Cable	1,430,146	1,437,075	6,929	0.5%
Phone	1,166,340	1,059,186	(107,154)	-9.2%
Cellular	2,835,938	2,687,575	(148,362)	-5.2%
Pager	1,480	434	(1,046)	-70.7%
SWM	264,109	263,027	(1,083)	-0.4%
Tax Rebate	(20,453)	(26,500)	(6,046)	29.6%
Annual Total	\$ 12,890,309	\$ 13,068,511	\$ 178,202	1.4%

Update on Proposition 1

Annual 2011 Prop 1 expenditures total \$2.8M or 95.7% of the \$2.9M budget. Current life-to-date Prop 1 Utility tax collections total \$14.4M and expenditures total \$13.5M resulting in ending fund balance of \$844K.

PROP 1	2010		2011		LIFE TO DATE
	Budget	Actual	Budget	Actual	
Beginning Balance:	\$ 899,580	\$ 899,580	\$ 697,535	\$ 697,535	\$ -
OPERATING REVENUES					
January	288,315	284,291	282,799	253,255	1,089,430
February	336,039	277,134	275,679	306,794	1,169,215
March	321,603	262,594	261,216	289,430	1,450,437
April	284,790	273,399	271,964	291,178	1,376,698
May	309,597	252,756	251,429	266,935	1,360,290
June	238,257	235,519	234,283	233,443	1,146,764
July	235,146	221,489	220,326	214,470	1,101,134
August	218,505	211,413	210,303	205,106	1,054,311
September	212,824	209,564	208,464	205,767	1,050,783
October	239,204	234,492	233,261	223,472	1,140,711
November	229,715	223,397	222,225	114,438	1,017,423
December	241,241	229,286	228,083	349,275	1,416,528
Total Prop 1 Revenues	3,155,239	2,915,334	2,900,032	2,953,562	14,373,724
OPERATING EXPENDITURES					
<i>Public Safety Improvement Positions & Costs:</i>					
Police Services (includes sworn positions, records clerk, and indirect Information Technology support costs)**	2,340,772	2,149,892	2,288,620	2,233,767	9,703,269
Court Services (includes Judge, Court Clerk, Prosecutor, public defender contract, and indirect Information Technology support)	383,866	352,502	381,764	345,031	1,641,585
Total Public Safety Improvement Positions & Costs	2,724,638	2,502,394	2,670,384	2,578,798	11,344,854
<i>Community Safety Program Costs:</i>					
Code Enforcement Officer*	100,218	84,529	-	-	318,857
Code Enforcement Civil Attorney	72,589	55,255	69,341	62,907	292,866
Park Maintenance	112,046	98,309	111,697	101,738	468,630
Total Community Safety Improvement Program Costs	284,853	238,093	181,038	164,645	1,080,352
Indirect Support - HR Analyst	46,780	39,391	44,586	26,109	181,978
SafeCity M&O	39,784	37,500	37,500	37,500	133,428
Subtotal Ongoing Expenditures	3,096,049	2,817,378	2,933,508	2,807,052	12,740,613
SafeCity Startup	-	-	-	-	189,066
Other Transfer - Prop 1 OT for Police	300,000	300,000	-	-	600,000
Subtotal Other Expenditures	300,000	300,000	-	-	789,066
Total Prop 1 Expenditures	3,396,049	3,117,378	2,933,508	2,807,052	13,529,679
Total Ending Fund Balances:	\$ 658,770	\$ 697,535	\$ 664,059	\$ 844,045	\$ 844,045

*Code Enforcement Officer 1.0 FTE was frozen as part of the 2011/2012 Adopted Budget

**Police Officer 2.0 FTE was frozen as part of the 2011/2012 Adopted Budget

Real Estate Excise Tax

Compared to 2010 annual actuals, collections are up \$157K or 11.2%. December's receipt of \$85K is below December 2010's actual by \$127K or 59.9% and on target with December 2011's projections. Annual collections are currently exceeding 2011 annual projections.

The increase in January is due to the sale of the Palisades Apartments (\$67.5M), Woodmark at Steel Lake – Retirement Community (\$9.2M), business building located on 6th Ave S. (\$4.4M), and a vacant lot located on 19th Ave (\$2.0M). The increase in June is due to the sale of The Lodge Apartments for \$5.2M. The increase in September is due to the sale of a vacant single family home for \$2.6M and the St. Croix Apartments for \$23.1M.

REAL ESTATE EXCISE TAX REVENUES							
Annual 2011							
Month	2010	2011		Change from 2010		2011 Actual vs Budget	
	Actual	Budget	Actual	\$ Var	% Var	\$ Var	% Var
Jan	\$ 79,389	\$ 139,893	\$ 461,865	\$ 382,476	481.8%	\$ 321,972	230.2%
Feb	47,571	114,332	44,769	(2,802)	-5.9%	(69,563)	-60.8%
Mar	230,191	150,287	67,758	(162,433)	-70.6%	(82,529)	-54.9%
Apr	125,035	115,096	77,333	(47,702)	-38.2%	(37,763)	-32.8%
May	78,616	143,873	55,008	(23,608)	-30.0%	(88,865)	-61.8%
Jun	87,441	110,431	332,852	245,411	280.7%	222,421	201.4%
Jul	280,791	134,174	78,185	(202,606)	-72.2%	(55,989)	-41.7%
Aug	60,287	88,787	61,686	1,399	2.3%	(27,101)	-30.5%
Sep	57,664	125,889	179,226	121,561	210.8%	53,336	42.4%
Oct	89,537	101,340	54,503	(35,034)	-39.1%	(46,836)	-46.2%
Nov	54,191	98,441	61,970	7,779	14.4%	(36,471)	-37.0%
Dec	212,649	77,459	85,239	(127,410)	-59.9%	7,780	10.0%
Annual Total	\$ 1,403,362	\$ 1,400,000	\$ 1,560,394	157,032	11.2%	160,394	11.5%

December 2011 activities include 184 real estate transactions, of which 111 were tax exempt.

Bally Total Fitness was sold for \$1.5M in December.

Hotel/Motel Lodging Tax

Hotel/Motel lodging tax annual collections of \$185K is \$36K or 24.3% above 2010 annual actuals and \$30K or 19.5% above 2011 annual projections. The increase is due to Hampton Inn & Suites, which opened in August of 2010.

The negative variance in November is due to the Department of Revenue over-remitting to the City \$4K in July and taking the difference in the November distribution. If this was taken into consideration, November collection would be adjusted to \$16K; which exceeds both November 2010 actuals and November 2011 projections.

HOTEL/MOTEL LODGING TAX REVENUES							
Annual 2011							
Month	2010	2011		Change from 2010		2011 Actual vs Budget	
	Actual	Budget	Actual	\$ Var	% Var	\$ Var	% Var
Jan	\$ 8,787	\$ 10,846	\$ 10,925	\$ 2,138	24.3%	\$ 79	0.7%
Feb	11,823	12,041	12,360	537	4.5%	319	2.7%
Mar	8,134	9,623	9,988	1,854	22.8%	365	3.8%
Apr	10,617	11,031	12,823	2,206	20.8%	1,792	16.2%
May	13,285	13,654	16,036	2,751	20.7%	2,382	17.4%
Jun	9,489	10,488	13,982	4,493	47.3%	3,494	33.3%
Jul	11,853	11,563	19,982	8,129	68.6%	8,419	72.8%
Aug	12,099	15,532	17,643	5,543	45.8%	2,111	13.6%
Sep	16,947	16,432	22,791	5,845	34.5%	6,360	38.7%
Oct	16,476	17,444	21,043	4,566	27.7%	3,598	20.6%
Nov	14,628	14,724	12,532	(2,096)	-14.3%	(2,191)	-14.9%
Dec	14,918	11,622	15,186	267	1.8%	3,563	30.7%
Annual Total	\$ 149,058	\$ 155,000	\$ 185,290	\$ 36,232	24.3%	\$ 30,290	19.5%

Gambling Tax

Annual 2011 Gambling tax collection total \$511K, which exceeds annual projections and 2010 annual actuals. The positive variance compared to 2010 is due to increase in overall gross revenues which contributed \$14K, new establishment/reopening of establishments contributed \$112K, and penalties/back taxes of \$53K and these are offset by a decrease of \$161K due to rate changes in mid-2010 for pull tabs and cardrooms. The current gambling rates are as follows: Card Rooms – rate from 20% to 10% effective date June 6th, 2010 and Pulltabs – rate from 5% to 3% effective date August 1st, 2010, and Amusement is 2%.

GAMBLING TAX REVENUE							
Annual 2011							
Month	2010	2011		Change from 2010		2011 Actual vs Budget	
	Actual	Budget	Actual	\$ Var	% Var	\$ Var	% Var
Jan	\$ 68,015	\$ 41,641	\$ 6,879	\$ (61,136)	-89.9%	\$ (34,761)	-83.5%
Feb	84,876	46,498	63,306	(21,571)	-25.4%	16,808	36.1%
Mar	87,142	26,496	55,169	(31,973)	-36.7%	28,673	108.2%
Apr	96,850	61,767	52,305	(44,545)	-46.0%	(9,463)	-15.3%
May	11,768	30,605	35,055	23,287	197.9%	4,450	14.5%
Jun	51,860	39,683	46,594	(5,267)	-10.2%	6,911	17.4%
Jul	21,983	37,184	13,735	(8,248)	-37.5%	(23,449)	-63.1%
Aug	12,475	44,647	48,054	35,580	285.2%	3,407	7.6%
Sep	25,354	31,271	46,500	21,145	83.4%	15,229	48.7%
Oct	9,664	29,326	67,846	58,182	602.1%	38,519	131.3%
Nov	54,129	49,406	25,681	(28,449)	-52.6%	(23,725)	-48.0%
Dec	(30,627)	23,476	49,882	80,509	-262.9%	26,406	112.5%
Annual Total	\$ 493,489	\$ 462,000	\$ 511,005	\$ 17,516	3.5%	\$ 49,005	10.6%

State Shared Revenue

Annual 2011 distribution of \$5.0M is below 2010's annual activity by \$71K or 1.4%. The unfavorable variance is mainly due to a decrease in all areas with the exception of Local Criminal Justice Sales Tax and DUI-Cities.

The City qualified for Criminal Justice High Crime distribution for 2nd half of 2011 through the first half of 2012. Criminal Justice High Crime will be reevaluated in June 2012 to determine if the City qualifies for the High Crime distribution July 1st, 2012 through June 30th, 2013.

STATE SHARED REVENUES				
Annual 2011				
Revenue	2010 Actual	2011 Actual	Change from 2010	
			\$	%
Liquor Profits Tax	\$ 708,559	\$ 622,476	\$ (86,084)	-14.2%
Liquor Excise Tax	438,392	434,957	(3,435)	-0.8%
Crim Just - Population/SP	94,770	94,245	(525)	-0.6%
Criminal Just High Crime	199,580	183,941	(15,639)	-7.8%
Local Crim Just Sales Tax	1,701,120	1,795,972	94,852	5.6%
Fuel Tax*	1,916,541	1,854,071	(62,470)	-3.3%
DUI - Cities	16,317	19,061	2,744	16.8%
Annual Total	\$ 5,075,280	\$ 5,004,723	\$ (70,556)	-1.4%

* Fuel tax amount includes general/street, designated operating funds, and transportation CIP.

Permit Activity

Building, planning, and zoning permit activities are below 2010's annual activity by \$214K or 16.3%. Compared to annual budget, permit activity is up \$9K or 0.8%. Permit activity and permit issuance remain below expectations. *Community Development's* has a positive variance of \$422K is mainly due timing of 1-time program for comprehensive plan update, internal service savings, shoreline master plan, abatement funding and permit system upgrade which is funded by automation fees.

BUILDING & LAND USE PERMITS AND FEES							
Annual 2011							
	2010 Actual	2011		Change from 2010		2011 Actual vs Budget	
		Budget	Actual	\$	%	\$	%
Jan	70,617	63,842	116,720	46,103	65.3%	52,878	82.8%
Feb	65,393	96,099	90,356	24,963	38.2%	(5,743)	-6.0%
Mar	150,033	94,492	70,100	(79,933)	-53.3%	(24,392)	-25.8%
Apr	112,032	113,319	79,234	(32,798)	-29.3%	(34,084)	-30.1%
May	134,120	95,183	85,035	(49,085)	-36.6%	(10,148)	-10.7%
Jun	142,582	110,372	108,858	(33,724)	-23.7%	(1,515)	-1.4%
Jul	110,339	101,684	59,971	(50,368)	-45.6%	(41,712)	-41.0%
Aug	147,524	106,943	148,032	508	0.3%	41,089	38.4%
Sep	83,417	60,902	112,604	29,187	35.0%	51,702	84.9%
Oct	60,733	82,822	64,377	3,643	6.0%	(18,445)	-22.3%
Nov	121,566	83,498	56,381	(65,185)	-53.6%	(27,117)	-32.5%
Dec	116,245	82,659	109,021	(7,224)	-6.2%	26,362	31.9%
Annual Total	1,314,602	1,091,815	1,100,689	(213,913)	-16.3%	8,874	0.8%

Right-of-way permits and development services permit fees are up \$40K or 12.2% when compared to 2011 annual budget. December increase is due to four large "plan check/right of way" fees received from Federal Way School District, WSDOT for the Triangle detour work, Plat of Wynstone and PSE for the recently approved electricity franchise. These additional "plan check/right of way permit" fees are one-time and this will not occur again. Overall, permit issuances are still at a lower level than annual 2010; this is due to residential, commercial and plat activities remaining down due to economic conditions in the market place. Owners/developers are not proceeding with new plats since there is a surplus of new homes, new lots, and other financial issues. This is the same for the commercial market, there is an excess of existing office space and banks are more stringent on lending practices. *Public Works Operations* annual expenditures total \$4.1M and is below annual budget of \$4.7M by \$599K mainly due to savings found in one time electricity, traffic counts, repairs/maintenance, signal timing part of the Energy Efficiency Community Block Grant, comprehensive plan update temporary help, Community Putting Prevention To Work (CPPW) Grant, and fleet maintenance/operations internal service savings which consist of one-time gasoline and repairs/maintenance savings.

ROW PERMITS & DEVELOPMENT SERVICES FEES							
Annual 2011							
	2010 Actual	2011		Change from 2010		2011 Actual vs Budget	
		Budget	Actual	\$	%	\$	%
Jan	11,036	22,044	12,685	1,648	14.9%	(9,359)	-42.5%
Feb	30,655	26,820	30,046	(610)	-2.0%	3,226	12.0%
Mar	26,054	19,156	22,477	(3,577)	-13.7%	3,321	17.3%
Apr	35,290	38,524	25,148	(10,141)	-28.7%	(13,376)	-34.7%
May	26,709	26,853	44,077	17,367	65.0%	17,223	64.1%
Jun	46,479	28,044	20,973	(25,506)	-54.9%	(7,071)	-25.2%
Jul	17,926	27,142	13,224	(4,702)	-26.2%	(13,919)	-51.3%
Aug	26,559	33,117	32,050	5,491	20.7%	(1,067)	-3.2%
Sep	34,582	16,142	11,764	(22,818)	-66.0%	(4,379)	-27.1%
Oct	17,772	29,738	29,359	11,587	65.2%	(379)	-1.3%
Nov	29,089	26,468	48,725	19,637	67.5%	22,257	84.1%
Dec	26,304	29,382	72,457	46,153	175.5%	43,075	146.6%
Annual Total	328,455	323,430	362,983	34,528	10.5%	39,553	12.2%

Police Department

2011 annual expenditures total \$21.7M and is below annual budget of \$22.6M by \$885K. The savings is mainly due to police officer vacancy, one-time programs for various grants, one-time savings for gas increase, and savings in internal service charges.

Compared to annual budget, City portion overtime is \$34K or 5.0% below annual estimate.

Compared to annual 2010 actuals, City portion overtime remains relatively the same. Including the increase in billable overtime, total overtime increased \$12K or 1.5%.

The Overtime budget consists of \$686K for City overtime and \$162K for billable time.

City portion of overtime includes \$41K related to red light photo, which is currently not budgeted.

The increases compared to prior year overtime are due to:

February – homicide investigation and conducting an investigation for an officer involved shooting in the City of Tukwila.

May – mutual aid request from City of Auburn and timing of the Civil Disturbance (CDU) week long training

June – murder trial that required Criminal Investigation staff and assisted Tukwila PD in the patrol of Rock & Roll Marathon which will be reimbursed by the City of Tukwila.

July – Red, White, and Blue & SheRox Triathlon required extra overtime staffing. The Department also experienced staffing shortages due to one officer being on Administrative Leave for the entire month of July and 4 officers were on light duty associated with injuries. In addition, there were three Bomb Disposal Unit call outs and one major SWAT Unit call out.

September – due in part to reduced staffing levels. There were several officers who were either on light duty due to injury or out on FMLA (Federal Medical Leave Act) and mandatory training. In addition, there are vacancies which contributed to shift call-in overages.

Jail Services

Jail Services for annual 2011 is \$4.3M and is above the annual budget of \$4.2M by \$138K or 3.3%. 2011 Jail Services budget includes \$3.0M for jail services and \$1.2M for South Correctional Entity (SCORE Jail) start-up costs.

Compared to 2010 annual actuals, Jail services are up \$1.7M or 65.3% mainly due SCORE start-up cost of \$1.3M, \$53K due to rate increase, \$88K due to indigent cost, and \$432K usage increase which is offset by \$127K medical decrease.

PD Overtime By Month							
	2010	2011		Change from 2010		2011 Actual vs Budget	
	Actual	Budget	Actual	\$	%	\$	%
Jan	\$ 57,368	\$ 60,909	\$ 56,227	\$ (1,141)	-2.0%	\$ (4,683)	-7.7%
Feb	40,952	45,563	56,219	15,267	37.3%	10,656	23.4%
Mar	65,076	62,036	50,412	(14,664)	-22.5%	(11,624)	-18.7%
Apr	57,612	57,891	45,223	(12,389)	-21.5%	(12,668)	-21.9%
May	53,154	56,169	78,380	25,225	47.5%	22,210	39.5%
Jun	44,058	54,954	50,613	6,555	14.9%	(4,341)	-7.9%
Jul	60,583	63,185	74,968	14,385	23.7%	11,783	18.6%
Aug	63,193	64,574	47,804	(15,390)	-24.4%	(16,770)	-26.0%
Sep	43,689	55,870	57,152	13,462	30.8%	1,282	2.3%
Oct	66,180	58,401	51,231	(14,950)	-22.6%	(7,171)	-12.3%
Nov	44,802	51,130	37,893	(6,909)	-15.4%	(13,237)	-25.9%
Dec	56,057	54,945	45,231	(10,825)	-19.3%	(9,714)	-17.7%
City Portion	\$ 652,724	\$ 685,627	\$ 651,352	(1,373)	-0.2%	(34,275)	-5.0%
Billable	146,232	162,201	159,526	13,294	9.1%	(2,675)	-1.6%
Annual Total	798,957	847,828	810,878	11,921	1.5%	(36,950)	-4.4%

PD Overtime by Type				
Type	2010	2011	\$	%
Training	\$ 15,710	\$ 10,036	\$ (5,674)	-36.1%
Court	29,898	34,302	4,404	14.7%
Field Oper	472,957	493,590	20,633	4.4%
Other	134,160	113,424	(20,735)	-15.5%
City Portion	652,724	651,353	(1,372)	-0.2%
Contract/Grant	102,517	127,234	24,716	24.1%
Traffic School	43,715	32,292	(11,423)	-26.1%
Billable	146,233	159,526	13,294	9.1%
Grand Total	\$ 798,957	\$ 810,878	\$ 11,921	1.5%

Jail Services Annual 2011							
Month	2010	2011		Change from 2010		2011 Actual vs Budget	
	Actual	Budget	Actual	\$	%	\$	%
Jan	-	-	-	-	-	-	-
Feb	128,846	206,157	117,132	11,714	9.1%	89,025	43.2%
Mar	88,727	141,966	333,841	(245,114)	-276.3%	(191,876)	-135.2%
Apr	226,430	362,295	439,407	(212,977)	-94.1%	(77,112)	-21.3%
May	348,807	558,102	372,173	(23,365)	-6.7%	185,930	33.3%
Jun	295,907	473,461	377,181	(81,274)	-27.5%	96,280	20.3%
Jul	194,429	311,093	243,117	(48,688)	-25.0%	67,976	21.9%
Aug	195,059	312,100	376,901	(181,842)	-93.2%	(64,801)	-20.8%
Sep	272,134	435,423	539,521	(267,386)	-98.3%	(104,097)	-23.9%
Oct	228,491	365,593	263,614	(35,123)	-15.4%	101,979	27.9%
Nov	71,590	114,546	238,518	(166,929)	-233.2%	(123,973)	-108.2%
Dec	553,504	885,623	1,002,810	(449,306)	-81.2%	(117,187)	-13.2%
Annual Total	2,603,924	4,166,359	4,304,215	(1,700,292)	-65.3%	(137,856)	-3.3%

Animal Services

Previously animal services was administered by King County. The County had estimated that Federal Way would incur a cost of approximately \$400K - \$500K annually to continue the service agreement at full recovery cost. In July of 2010, the City formed its own Animal Services Division within the Police Department due to the anticipated increase in cost. In addition to cost savings the City would benefit from increased services.

The original 2011 projected pet license revenues of \$264K was based on 100% of King County license renewals and an increase in new licenses. This did not take into consideration the free licenses for Senior/Disabled, which account for approximately 26% of the total licenses issued annual or \$33K if based on \$25 licensing fee. The projected pet license revenues was reduced to \$102K during the Mid-Biennium budget adjustment. The \$326K expenditure budget includes funding for two animal services officers, shelter, administrative hearings, supplies, dispatch services and internal services charges for the City's information technology and fleet/equipment services. The budgeted cost is \$220K (revenues of \$106K less expenditures of \$326K) which is substantially lower than the anticipated cost of \$400K - \$500K had the City retained King County's services.

On an annual actual basis, revenues total \$99K and expenditures total \$229K resulting in a net cost of \$130K, which is substantially less expensive than King County.

The Police Department has taken various steps to increase licensing compliance, including: comparing current licenses against King County's database; sending reminders to pet owners who have not complied; advertising the licensing law; including a licensing flyer in utility bills; working with multi-family home complexes to place license brochure in new resident folder; providing licensing brochure to local vets and pet stores; animal services booth at local farmers market; and pet license enforcement.

The current vacancy have hampered the department's attempts to increase licensing compliance and impacted the quality of service to the community. In addition, while reviewing King County's database the department discovered that records were not up to date (owner's addresses were incorrect) and some records did not indicate that the pet was deceased.

In 2011, the Department licensed 5,022 pets and 1,332 are free license for permanent disabled/senior permanent/service animal which generates \$0 for pet license revenues. For the first 9 months of 2011, the department was licensing on average 350 paid pet licenses per month generating \$9K per month. This number has dropped to 211 paid pet licenses resulting in \$5K for October, 158 paid pet licenses resulting in \$4K for November, and 167 paid pet licenses resulting in \$5K for December.

The tables below provide a summary of revenues & expenditures and licenses issued by type.

Year 2011	Annual Budget	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Annual Actual
Operating Revenues						
Pet Licenses	\$ 102,000	\$ 32,240	\$ 24,862	\$ 23,894	\$ 14,485	\$ 95,481
Misc/Donations	3,690	3,752	50	95	5	3,902
Total Operating Revenue	\$ 105,690	\$ 35,992	\$ 24,912	\$ 23,989	\$ 14,490	\$ 99,383
Operating Expenditures*						
Personnel	153,835	38,309	29,861	20,615	21,404	110,189
Shelter	100,000	8,714	12,412	13,264	26,990	61,380
Supplies	7,500	12	414	1,797	(1,172)	1,051
Administrative Hearings	10,000	-	630	490	-	1,120
Other Services & Charges	-	-	421	-	525	946
Dispatch Services*	20,000	5,000	5,000	5,000	5,000	20,000
Internal Service*	34,460	8,615	8,615	8,615	8,615	34,460
Total Operating Expenditure	\$ 325,795	\$ 60,650	\$ 57,353	\$ 49,781	\$ 61,363	\$ 229,147
Rev Over / (Under) Exp	\$ (220,105)					\$ (129,764)

* Dispatch and internal service charges are shown in the table to more accurately reflect total animal service cost and are assumed to be fully expended. These charges are not easily tracked separately and therefore accounted within the total police internal service charges and dispatch services.

License Type	Fee	1st Qtr		2nd Qtr		3rd Qtr		4th Qtr		Annual Total	
		#	\$	#	\$	#	\$	#	\$	#	\$
Altered Cat	\$ 20.00	335	\$ 6,700	261	\$ 5,220	140	\$ 2,800	79	\$ 1,580	815	\$ 16,300
Altered Dog	\$ 25.00	745	\$ 18,625	438	\$ 10,950	240	\$ 6,000	210	\$ 5,250	1,633	\$ 40,825
New Altered Cat	\$ 20.00	56	\$ 1,120	47	\$ 940	141	\$ 2,820	65	\$ 1,300	309	\$ 6,180
New Altered Dog	\$ 25.00	85	\$ 2,125	144	\$ 3,600	322	\$ 8,050	131	\$ 3,275	682	\$ 17,050
Unaltered Cat	\$ 60.00	1	\$ 60	-	\$ -	-	\$ -	-	\$ -	1	\$ 60
Unaltered Dog	\$ 60.00	49	\$ 2,940	49	\$ 2,940	48	\$ 2,880	21	\$ 1,260	167	\$ 10,020
New Unaltered Cat	\$ 60.00	-	\$ -	-	\$ -	4	\$ 240	-	\$ -	4	\$ 240
New Unaltered Dog	\$ 60.00	11	\$ 660	20	\$ 1,200	18	\$ 1,080	30	\$ 1,800	79	\$ 4,740
Replacement Tag	\$ 2.00	5	\$ 10	6	\$ 12	12	\$ 24	10	\$ 20	33	\$ 66
Permanent Disabled	\$ -	59	\$ -	40	\$ -	68	\$ -	16	\$ -	183	\$ -
Senior Permanent	\$ -	423	\$ -	303	\$ -	341	\$ -	75	\$ -	1,142	\$ -
Service Animal	\$ -	1	\$ -	3	\$ -	1	\$ -	2	\$ -	7	\$ -
Total Issued:		1,770	\$ 32,240	1,311	\$ 24,862	1,335	\$ 23,894	639	\$ 14,485	5,055	\$ 95,481

Traffic Safety/Red Light Photo Enforcement

Red light photo revenues are accounted for in the Traffic Safety Fund to be used for, but not limited to, prevention, education, and enforcement efforts related to traffic safety and compliance with traffic control devices within the City, including maintenance and operations costs.

Currently there are a total of 14 cameras at 11 locations (8 of these cameras are red light and 6 are in the school zones). The original 4 red light cameras were activated in October 2008 and an additional 4 cameras were activated February 2010. The original 4 school zone cameras were activated February 2010 and an additional 2 cameras were activated December 2010.

Payments to ATS include \$4,750/month per location plus supplemental fees for check processing.

Red Light Photo Enforcement							
Month	2010			2011			2011 vs 2010
	Gross Revenue	Payments to ATS	Net Revenue	Gross Revenue	Payments to ATS	Net Revenue	Net Revenue Variance
Jan	\$ 70,736	\$ (46,960)	\$ 23,776	\$ 150,039	\$ (54,217)	\$ 95,822	\$ 72,046
Feb	127,201	(49,835)	77,366	159,379	(54,831)	104,548	27,183
Mar	178,719	(50,560)	128,159	173,031	(56,674)	116,357	(11,802)
Apr	162,493	(50,245)	112,248	156,321	(54,707)	101,615	(10,633)
May	154,824	(50,502)	104,322	129,070	(54,740)	74,331	(29,992)
Jun	186,088	(50,852)	135,236	168,322	(54,711)	113,611	(21,625)
Jul	224,032	(42,008)	182,024	87,649	(53,611)	34,039	(147,986)
Aug	207,807	(42,276)	165,531	78,868	(51,695)	27,173	(138,359)
Sep	197,302	(57,129)	140,173	92,298	(39,775)	52,523	(87,651)
Oct	215,641	(51,309)	164,332	98,992	(48,085)	50,907	(113,425)
Nov	193,306	(51,274)	142,032	129,433	(48,184)	81,249	(60,783)
Dec	185,541	(50,452)	135,090	146,395	(52,964)	93,431	(41,659)
Annual Total	\$ 2,103,691	\$ (593,401)	\$1,510,291	\$ 1,569,797	\$ (624,191)	\$ 945,606	\$ (564,685)
Annual Budget	n/a	n/a	830,000	n/a	n/a	830,000	n/a

Annual red light photo net revenues total \$946K which is \$565K or 37% below annual 2010. The factors contributing to the decrease include:

- School zone decreased due to equipment malfunction. The issue has since been corrected.
- Miscommunication by ATS staff to the City’s Police Department regarding the time line for traffic officers to review and respond to ATS whether the violation is valid or rejected. ATS initially stated that police officers had until midnight on the 14th day following the violation to review and respond to ATS. Towards the end of July, another ATS staff member informed the Police Department that ATS must process and mail out within the 14 days (per RCW). ATS has since stated they need one to two business days to process and mail out. This issue has since been corrected.
- Expected decrease in the number of violations over time because of red light photo implementation. The City’s goal is improving safety; it is working and as a result revenues will be diminishing moving forward.

Court

Municipal Court annual expenditures total \$1.4M and is below annual budget of \$1.6M by \$123K. The positive variance is mainly due to savings found in temporary help (for pro tem judges), under spending of interpreter costs, and internal service savings.

Court revenues are \$63K or 4.0% below 2010 annual actuals and \$18K or 1.2% below 2011 annual budget. The lower revenue is mainly due to a reduction of \$99K in revenue from traffic and non-parking citations issued. Staff reductions and vacancies required the police department to pull officers from traffic duties, which translates into less traffic citations issued. If the timing issue with Shared Court Costs from the state is considered, then the net reduction in court revenue is actually \$52K compared to 2010 actuals.

COURT REVENUE Annual 2011							
Month	2010	2011		Change from 2010		2011 Actual vs Budget	
	Actual	Budget*	Actual	\$ Var	% Var	\$ Var	% Var
January	\$ 111,414	\$ 108,402	\$ 86,717	\$ (24,697)	-22.2%	\$ (21,686)	-20.0%
February	156,784	152,546	110,982	(45,802)	-29.2%	(41,564)	-27.2%
March	159,493	155,182	190,183	30,689	19.2%	35,000	22.6%
April	126,513	123,094	131,430	4,917	3.9%	8,337	6.8%
May	104,487	101,662	118,146	13,659	13.1%	16,484	16.2%
June	117,509	114,332	102,567	(14,941)	-12.7%	(11,765)	-10.3%
July	108,860	105,918	111,494	2,634	2.4%	5,576	5.3%
August	133,575	129,964	136,562	2,987	2.2%	6,598	5.1%
September	113,343	110,279	112,110	(1,233)	-1.1%	1,831	1.7%
October	113,904	110,825	119,352	5,447	4.8%	8,526	7.7%
November	120,144	116,897	88,438	(31,707)	-26.4%	(28,459)	-24.3%
December	114,581	111,483	114,193	(387)	-0.3%	2,710	2.4%
Subtotal	\$ 1,480,608	\$ 1,440,585	\$ 1,422,173	\$ (58,435)	-3.9%	\$ (18,412)	-1.3%
Probation Svcs	78,323	73,000	73,886	(4,437)	-5.7%	886	1.2%
Annual Total	\$ 1,558,931	\$ 1,513,585	\$ 1,496,061	\$ (62,870)	-4.0%	\$ (17,522)	-1.2%

*Annual budget is based on 2010 trends. The Court's increased workload and the resulting increased revenue from expansion of the photo enforcement program are not accounted for in the Court's revenue or expense projections.

Revenue from Criminal Costs and Criminal Conviction Fees have increased 2.4% and 78.9% respectively due to the court's new court cost program. These increases were able to offset some of the losses from reduced traffic and non-parking revenue. The court has also assisted in mitigating jail expenses with its jail alternatives programs.

COURT REVENUE Annual 2011				
	2010	2011	Change from 2010	
	Actual	Actual	\$ Var	% Var
Civil Penalties	\$ 24,301	\$ 22,359	\$ (1,942)	-8.0%
Traffic & Non-Parking	992,455	893,054	(99,401)	-10.0%
Parking Infractions	45,808	49,140	3,333	7.3%
DUI & Other Misd	61,839	65,764	3,926	6.3%
Criminal Traffic Misd	2,738	1,184	(1,555)	-56.8%
Criminal Costs	126,659	129,690	3,031	2.4%
Interest / Other / Misc	57,058	71,098	14,040	24.6%
Criminal Conv Fees	29,991	53,649	23,657	78.9%
Shared Court Costs**	57,016	44,932	(12,084)	-21.2%
Services & Charges	82,744	91,304	8,560	10.3%
Subtotal	\$ 1,480,608	\$ 1,422,173	\$ (58,435)	-3.9%
Probation Services	78,323	73,886	(4,437)	-5.7%
Annual Total	\$ 1,558,931	\$ 1,496,061	\$ (62,870)	-4.0%

**Shared Court Costs is for partial funding for an additional judge from Washington Courts Trial Court Improvement Fund, which funds approximately 30% of the Judge's yearly salary spread out for 4 quarters. In 2011, we received 4 quarter payments because in 2010 we received 5 quarter payments.

Parks & Recreation includes administration, parks maintenance and general recreation. Annual expenditures total \$3.6M and is below budget by \$241K. Parks savings of \$241K are comprised of \$185K in one-time programs not yet spent, \$34K in repairs and maintenance, \$9K in professional services, \$24K in supplies, \$14K in other services & charges, and \$34K in internal service savings, offset by \$59K overage in temporary/seasonal help and related benefits.

General Recreation and Cultural Services

Direct program expenditures total \$1.0M excluding indirect costs. Including indirect administration costs, recreation expenditures total \$1.2M. Recreation fees total \$942K. Recreation fees have recovered 94.1% of direct program costs and is 2.5% above the budgeted recovery ratio of 91.6%. Considering indirect administration costs, the recovery ratio is reduced to 75.7% or is 3.0% above with the budgeted recovery ratio of 72.7%.

Program subsidy is established during the adopted budget process; increase in new or existing program expenditures require equal or greater revenues. Total Parks revenues of \$957K is \$86K or 9.9% above the annual budget of \$871K. Compared to annual actual, general recreation is above 2010's activity of \$914K by \$43K. Variance compared to annual 2010 actual is due to:

- **Adult Athletics** – Revenues are up \$9K mainly due to soccer leagues and soccer rentals which performed at an all-time high this year. Also, a new senior softball league started this year. Expenses are down \$13K from 2010 due to less need for temp help for declining volleyball programs.
- **Youth Athletics** – Revenues are up \$2K from 2010 due to additional tournaments, expenses are up \$6K due to a shift of temp help from adult to youth athletics.
- **Senior Services** – Revenues are down \$8K due to a slight drop in attendance for some of the longer and more expensive trips. Expenses are up \$6K due to the purchase of new supplies and the addition of overnight trips that include lodging. Trips and tours were well attended and the drop-in programs at the FWCC continue to grow.
- **Community Recreation** – Revenues are up \$51K and expenses are up \$26K. Special interest classes such as babysitting and cooking have done very well. Revenues are up mostly due to summer and holiday camps that run at full capacity and preschool education keeps adding classes that fill to capacity. No school days continue to grow.
- **Recreation Inc.** – Revenues are up by \$8K and expenses are up by \$29K from 2010. Special Olympics did very well in 2011 with high numbers of participants. T.R.A.P., cooking classes, basketball, and camping trips are running at capacity. Some of these programs are staffed entirely by volunteers. Expenses are up due to the loss of funding of the coordinator; this expense has been absorbed by the general recreation budget.
- **Arts & Special Events** – Revenues are down \$16K and expenses are down \$10K from 2010. Attendance has been lower than expected in dance programs and one special event. Staff has worked on advertising and adding dance and creative movement classes at the FWCC to generate revenue. Staff is still struggling to obtain sponsors for events.
- **Red, White, & Blues** – Revenues are down \$2K and expenses are down \$3K from 2010.

The table below is a comparison of budgeted versus actual subsidy and recovery ratio by program.

GENERAL RECREATION PERFORMANCE									
Annual 2011									
Program	Budget				Actual				Variance Subsidy
	Revenue*	Expend	Subsidy	Recovery Ratio	Revenue	Expend	Subsidy	Recovery Ratio	
GENERAL RECREATION									
Steel Lake Aquatics	2,000	20,360	18,360	9.8%	-	28,816	-	n/a	n/a
Arts & Special Events	162,980	151,487	(11,493)	107.6%	108,621	133,094	24,473	81.6%	(35,967)
Youth Athletics	37,200	100,236	63,036	37.1%	40,632	71,919	31,287	56.5%	31,749
Adult Athletics	183,000	139,694	(43,306)	131.0%	193,608	141,499	(52,109)	136.8%	8,803
Community Recreation	356,000	275,188	(80,812)	129.4%	411,761	326,883	(84,878)	126.0%	4,065
Recreation Inc	45,781	105,835	60,054	43.3%	85,087	125,919	40,832	67.6%	19,222
Youth Commission	-	1,800	1,800	n/a	-	323	323	n/a	1,477
Red, White & Blue	21,550	36,000	14,450	59.9%	25,673	40,451	14,778	n/a	(328)
Senior Services	56,700	114,009	57,309	49.7%	76,769	132,199	55,430	58.1%	1,879
Subtotal Direct Cost	\$ 865,211	\$ 944,610	\$ 79,399	91.6%	\$ 942,151	\$ 1,001,103	\$ 58,952	94.1%	\$ 20,447
Administration	-	245,811	245,811	n/a	-	243,868	243,868	n/a	1,943
Total General Recreation including Indirect Cost	\$ 865,211	\$ 1,190,421	\$ 325,210	72.7%	\$ 942,151	\$ 1,244,971	\$ 302,820	75.7%	\$ 22,390

*Annual budgeted revenues of \$865,211 does not include \$5,600 budgeted for Arts Commission. When included, total budget revenues for Parks and General Recreation total \$871K, which equals the General/Street Summary page for Parks and General Recreation budgeted revenues. 2011 revenue of \$942,151 does not include \$4,360 for Arts Commission and Celebration Park. When included, the total revenues for Parks and General Recreation totals \$956,607, which equals the General/Street Summary page for Parks and General Recreation actual revenues.

Federal Way Community Center

The Federal Way Community Center Fund was established as a special revenue fund supported by user fees and designated utility tax transfer.

Federal Way Community Center	2010		2011		Annual Budget vs Actual Favorable/(Unfavorable)	
	Budget	Actual	Budget	Actual	\$	%
	Beginning Fund Balance	\$ 240,014	\$ 240,014	\$ 780,753	\$ 780,753	n/a
Revenues						
Daily Drop-ins	\$ 353,593	\$ 320,289	\$ 352,622	\$ 306,463	\$ (46,159)	-13.1%
Passes	630,000	713,601	630,000	747,876	117,876	18.7%
City Staff Membership - Employee	43,500	34,705	43,500	30,378	(13,122)	-30.2%
City Staff Membership - Family	-	3,423	-	3,453	3,453	n/a
Youth Athletic Programs	35,000	47,393	35,000	45,258	10,258	29.3%
Open Gym/Indoor Playground	1,000	-	-	-	-	n/a
Aquatics Programs-Lessons/Classes	110,000	123,410	116,000	131,034	15,034	13.0%
Childcare Fees	10,000	8,674	9,000	9,607	607	6.7%
Fitness Classes/Fitness Training	85,000	98,189	85,000	107,023	22,023	25.9%
Tow el/equipment Rentals	8,000	5,211	7,000	4,205	(2,795)	-39.9%
Pool Rentals/Competitive-Lap Lanes	21,000	17,078	19,000	16,267	(2,733)	-14.4%
Rentals	185,000	203,212	223,300	193,810	(29,490)	-13.2%
Merchandise Sales	21,000	7,359	10,000	6,658	(3,342)	-33.4%
Concessions/Vending	24,000	3	-	151	151	n/a
Interest Earnings/Other Misc Revenues	-	856	-	952	952	n/a
General Park/Rec - Facility use charge	25,000	24,997	25,000	25,000	-	0.0%
Total Revenue	1,552,093	1,608,401	1,555,422	1,628,135	72,713	4.7%
Expenditures						
Personnel Costs	1,312,215	1,229,285	1,303,919	1,302,897	1,022	0.1%
Supplies	151,468	150,900	146,750	139,389	7,361	5.0%
Other Services & Charges	124,716	168,066	176,300	161,107	15,193	8.6%
Utility Cost	381,000	365,727	380,000	398,198	(18,198)	-4.8%
Intergovernmental	15,500	26,434	20,500	26,427	(5,927)	-28.9%
Capital	-	-	-	-	-	n/a
Internal Service Charges	125,727	111,211	115,370	102,707	12,663	11.0%
Total Expenditures	2,110,626	2,051,623	2,142,839	2,130,726	12,113	0.6%
Operating Rev Over / (Under Exp)	(558,533)	(443,222)	(587,417)	(502,591)	84,826	-19.1%
Utility Tax - Reserves	319,727	459,009	106,000	193,408	(87,408)	-19.0%
Utility Tax - Operations	582,504	443,222	590,000	502,592	87,408	19.7%
Contribution/Donation/Transfer in - Reserves	85,645	90,195	-	-	-	0.0%
Total Other Sources	987,876	992,426	696,000	696,000	-	0.0%
Other Uses						
Capital/Use of Reserves	-	8,464	8,883	6,219	2,664	n/a
Total Other Uses	-	8,464	8,883	6,219	2,664	5.3%
Net Income	429,343	540,740	99,700	187,190	87,490	16.2%
Ending Fund Balance	\$ 669,356	\$ 780,753	\$ 880,452	\$ 967,943	\$ 87,489	11.2%
Operating Recovery Ratio	73.5%	78.4%	72.6%	76.4%	n/a	n/a

The operating revenue budget includes \$1.6M in user fees/program revenues, \$590K contribution from utility tax for operations, \$106K contribution from utility tax for reserves, and \$25K use charge from General Fund Recreation for use of the facility. 2011 annual operating revenues total \$1.6M and is \$73K or 4.7% above the annual budget. In comparison to 2011's annual budget:

- **Daily Drop-in revenues** are \$46K below mainly due to staffing efforts to up-sell daily guests to Membership Passes.
- **Pass revenues** are \$118K or 18.7% above due to marketing and membership retention efforts and high attendance in group exercise and aquatics programs for families. Exceptional customer services, along with strong program offerings are helping bring in new customers and retain current ones.
- **Youth Athletic program revenues** are \$10K or 29.3% above due to higher than usual participation in Kidz Love Soccer and Basketball Life.

Federal Way Community Center (continued)

- **Aquatic Programs** are \$15K or 13.0% above due to strong swim lesson registrations throughout the year, including higher than normal sign-ups in the Fall session.
- **Fitness Classes** are up \$22K or 25.9% due to Freaky 5K event, strong class registrations, and professional service programs. Small Group Training programs like Pump It Up and Boxing are doing extremely well.
- **Rental revenues** are \$30K or 13.2% below projections due to the loss of two ongoing church rental clients. Also, a week night on-going rental was dropped from the Wednesday schedule for the summer. Fall revenues have picked up a little bit with the addition of two new on-going church rentals.
- **Merchandise Sales** are \$3K or 33.4% below projections. New display products and designs have recently arrived.

2011 annual operating expenditures total \$2.1M and is \$12K or 0.6% below 2011's annual budget. Federal Way Community Center has recovered 76.4% of operating expenditures compared to the budgeted recovery ratio of 73.5%. In comparison to 2011's annual budget:

- **Personnel Costs** are on target due to reducing the use of temp help to offset personnel adjustments made during the 2011-12 Budget process that included paying an office tech at 100% which is a re-allocation to FWCC from General Rec and an increased use of instructors as opposed to contracted trainers for classes; see other services & charges.
- **Supply Costs** are \$7K or 5.0% below due to staff efforts to control costs.
- **Other services and charges** are \$15K or 8.6% below budget primarily due to a reduction in printings and mailings for smaller print jobs spread throughout the year as oppose to one big print job in the previous year. Also, adjustments to some of the Personal Trainer contracts have reduced professional services wages and increased instructor wages.
- **Utility Costs** are \$18K or 4.8% above budget, due mostly to rate increases for water and sewer, and increased energy consumption due to increased user load at the facility.

City's contribution of \$696K for the Community Center was scheduled to annually provide \$590K for maintenance/operations and \$106K for capital reserves. In 2011, \$503K is needed to cover maintenance and operations.

Dumas Bay Centre Fund

In the 2011/2012 Adopted Budget process, Council approved combining Dumas Bay Centre and Knutzen Family Theatre for accounting purposes and is referred to as the Dumas Bay Centre Fund. Dumas Bay Centre Fund annual operating revenue of \$562K is below budget by \$19K compared to annual budget of \$581K, revenue and expense budgets were increased at the end of 2011 due to increased activity. 2011 revenues are \$61K more than 2010 due to increased food services and rental activity. Staff completed producing a marketing and communications plan to increase visibility and revenue for 2011 and beyond.

Annual operating expenditures total \$650K, which is \$42K or 6.1% below budget of \$683K. Expenses are \$25K above 2010 due to temp help needed to cover staff absence and additional food service supplies needed for increased activity. One-time repairs and maintenance include replacement of the dish machine and freezer, and building repairs and maintenance. Ending fund balance for Dumas Bay Centre Fund is a positive \$101K, of which \$5K is earmarked for repairs and maintenance.

Dumas Bay Centre Fund Annual 2011	2010		2011		Annual Budget vs Actual Favorable/(Unfavorable)	
	Budget	Actual	Budget	Actual	\$	%
Beginning Fund Balance	179,691	179,690	146,981	146,981	n/a	n/a
Revenues						
In-House Food Services Operations & Interest	266,334	214,945	264,029	248,824	(15,205)	-5.8%
Dumas Bay Retreat Operations & Interest	337,452	285,898	317,289	313,159	(4,130)	-1.3%
KFT Operations & Interest	-	413	-	40	40	n/a
Total Operating Revenue	603,786	501,257	581,318	562,023	(19,295)	-3.3%
Expenditures						
Food Services	200,844	212,464	242,637	231,800	10,837	4.5%
DBC Retreat Operations	370,212	330,682	355,233	336,434	19,828	5.6%
KFT Theatre Operations	162,849	82,055	85,095	81,586	11,316	12.2%
Total Operating Expenses	733,905	625,200	682,965	649,819	41,981	6.1%
Operating Revenue Over/(Under) Exp	(130,119)	(123,943)	(101,647)	(87,796)	22,687	-20.5%
Recovery Ratio	82.27%	101.33%	85.12%	86.49%	n/a	n/a
KFT-Utility Tax Transfer	132,232	132,232	113,000	113,000	-	0.0%
Total Other Sources	132,232	132,232	113,000	113,000	-	0.0%
Marketing Study & Implimentation	70,000	32,881	37,118	37,118	-	n/a
Repairs & Maintenance	29,500	8,116	38,618	33,737	4,882	0.0%
Total Other Uses	99,500	40,997	75,736	70,855	4,882	n/a
Net Income	(97,387)	(32,708)	(64,383)	(45,651)	27,568	-37.7%
Ending Fund Balance	82,304	146,982	82,598	101,330	27,568	37.4%

Other Departmental Annual Variances

City Council expenditures total \$463K and is below budget by \$28K mainly due savings found in salary/benefits, food/beverage, internal service savings, and travel/training.

Mayor's Office expenditures total \$1.2M and is below budget by \$309K mainly due to savings found in salary/benefits for unfilled Financial Services Analyst, public defender contract (ongoing and one-time), internal service savings, and one-time grant expenditures for Recovery Weatherization Grant.

Human Services expenditures total \$691K and is below budget by \$40K mainly due to under spending of Human Services Contract.

Economic Development expenditures total \$116K and is below budget by \$107K mainly due to one-time program for Downtown Redevelopment.

Human Resources expenditures total \$780K and is below budget by \$192K mainly due to savings found in job announcement which is offset by overage for the Health Care Consultant, savings in one-time temporary help and one-time outplacement services for laid off employees, under-spending employer contribution for Federal Way Community Center passes, internal service savings, and one-time election services.

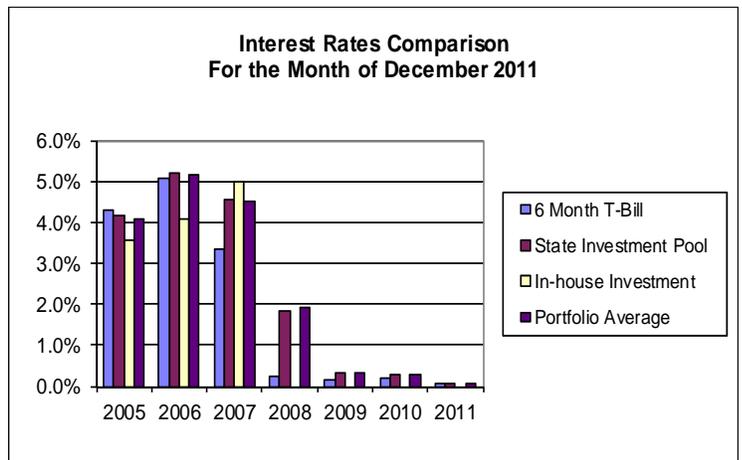
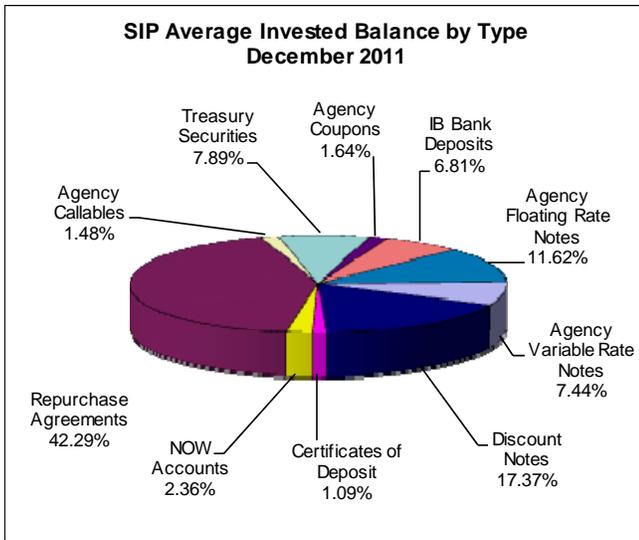
Finance expenditures total \$890K and is below budget by \$46K mainly due to savings found in salaries/benefits, internal service savings, travel/training and under spending of audit cost.

Law expenditures total \$1.3M and is below budget by \$196K mainly due to savings in salary/benefits for City Prosecutor military leave, internal service savings, and under-spending of ongoing and one-time outside counsel.

CASH & INVESTMENTS

Currently all excess balances are invested in the State Investment Pool. The portfolio yield is 0.13%, which is above the average 6-month US Treasury Bill (0.05%).

The total invested balance at the end of December is \$40.3M. The state pool is composed of treasury securities (7.89%), interest bearing bank deposits (6.81%), agency floating rate notes (11.62%), agency variable rate notes (7.44%), discount notes (17.37%), certificates of deposit (1.09%), repurchase agreements (42.28%), agency callables (1.48%), agency coupons (1.64%), and N.O.W accounts (2.36%).



DEBT SERVICE

Under RCW 39.36.020 (2), The City Council may approve bond issues not to exceed 1.5% of the City's assessed valuation. In addition, the public may vote to approve bond issues for general government in an amount not to exceed 2.5% of the value of all taxable property within the City. The City's outstanding total general obligation debt is \$28.2M at December 30, 2011. This leaves the City with a remaining debt capacity without voter approval of \$94.9M and an additional \$77.2M that can be accessed with voter approval. The voter-approved capacity is generally referred to as unlimited tax general obligation debt, which requires 60% voter approval and the election must have a voter turnout of at least 40% of those who voted in the last State general election. With this vote, the voter approves additional property tax can be levied above and beyond the constitutional and statutory caps on property tax.

In addition to these general-purpose debt capacities, RCW 39.36.030(4) also allows voters to approve park facilities and utility bond issues; each limited to 2.5% of the City's assessed valuation. Therefore, legally the City can issue up to a total of 7.5% of the City's assessed valuation in bonds for \$558.3M. The Public Works Trust Fund Loans are the obligation of the Surface Water Utility, backed by the rates collected from users, and are not considered as the City's general obligation debts nor are they subject to the limitation of indebtedness calculation. The tables below show the available debt capacity for the City and schedule of outstanding debt as of December 31, 2011.

Table 1: COMPUTATION OF LIMITATION OF INDEBTEDNESS						
December 31, 2011						
DESCRIPTION	General Purposes		Excess Levy	Excess Levy	Total Debt Capacity	
	Councilmanic (Limited GO)	Excess Levy (Unlimited GO)	Open Space and Park	Utility Purposes		
AV= \$ 7,722,983,802 (A)						
1.50%	\$ 115,844,757	\$ (115,844,757)				
2.50%		193,074,595	193,074,595	193,074,595	\$ 579,223,785	
Add:						
Cash on hand for debt redemption (B)	7,193,006	-	-	-	7,193,006	
Less:						
COPs outstanding	-	-	-	-	-	
Bonds outstanding	(28,157,950)	-	-	-	(28,157,950)	
REMAINING DEBT CAPACITY	\$ 94,879,813	\$ 77,229,838	\$ 193,074,595	\$ 193,074,595	\$ 558,258,841	
GENERAL CAPACITY (C)	\$ 172,109,651					
(A) Final 2011 Assessed Valuation						
(B) Fund balance of \$3,866,184 in Debt Service prefunding balance and \$3,326,822 in Utility Tax Fund (does not include earmarked Prop 1 voter Package).						
(C) Combined total for Councilmanic, and Excess Levy capacities.						

OUTSTANDING GENERAL OBLIGATION DEBT - As of December 31, 2011										
Description	Purpose	Funding Source	Maturity Date	Interest Rate	Amount Originally Issued	Outstanding Debt as of 1/1/2011	Amount Redeemed	Outstanding Debt as of 12/31/2011	Callable Date	Callable Amount
<i>General Obligation Bonds:</i>										
2000 Limited	Valley Comm (911 Dispatch)- Center Bldg & Equipment	REET	1-Dec-15	5.31	2,551,600	1,044,000	(196,000)	848,000	1-Dec-15	-
2003 Limited	Community Center	Utax	1-Dec-33	4.67	15,000,000	12,980,000	(330,000)	12,650,000	1-Dec-13	11,955,000
2009	SCORE	REET	1-Jan-39	3.00-6.62	14,659,950	14,659,950	-	14,659,950		
Total General Obligation Debt					\$ 32,211,550	\$ 28,683,950	\$ (526,000)	\$ 28,157,950		\$ 11,955,000
<i>Public Works Trust Fund Loan:</i>										
PWTL	SWM CIP-Kitts Corner Project	SWM	1-Jul-14	1.00	1,555,440	344,958	(86,239)	258,719	-	-
PWTL	SWM CIP-SeaTac Mall Detention Proj.	SWM	1-Jul-19	1.00	2,475,000	865,077	(96,120)	768,957	-	-
Subtotal PWTFL					4,030,440	1,210,035	(182,359)	1,027,676	-	-
Grand Total					\$ 36,241,990	\$ 29,893,985	\$ (708,359)	\$ 29,185,626		\$ 11,955,000

FUND ACTIVITY SUMMARY

Fund/Fund Name	Beginning Fund Balance at 1/1/2011	Revenue	Expenditure	Net Income In/(Out)	Ending Fund Balance at 12/31/2011
General/Street Fund:	\$ 8,538,117	\$ 45,061,133	\$ 40,855,393	\$ 4,205,740	\$ 12,743,855
Debt Service Fund:	3,379,427	2,478,848	1,992,091	486,757	3,866,184
<i>Special Revenue</i>					
102 Arterial Street	561,373	2,144,558	2,236,228	(91,670)	469,704
103 Utility Tax (*)	3,710,184	13,072,237	12,611,553	460,684	4,170,868
106 Solid Waste & Recycling	135,098	446,197	427,315	18,882	153,980
107 Special Contracts/Studies Fund	557,474	526	1,247	(721)	556,753
109 Hotel/Motel Lodging Tax	215,658	185,512	187,686	(2,174)	213,484
110 2% for the Arts	293	-	-	-	293
111 Federal Way Community Center	780,752	2,324,135	2,136,945	187,190	967,943
112 Traffic Safety Fund	833,520	946,607	1,223,050	(276,444)	557,077
119 CDBG	-	257,032	208,321	48,712	48,712
120 Path & Trails	136,361	168,446	153,000	15,446	151,807
Subtotal Special Revenue Funds	6,930,713	19,545,250	19,185,345	359,905	7,290,618
<i>Capital Project:</i>					
301 Downtown Redevelopment	3,005,805	146,046	944,800	(798,754)	2,207,051
302 Municipal Facilities	677,584	857,556	249,529	608,026	1,285,610
303 Parks	2,293,807	434,347	319,268	115,079	2,408,886
304 Surface Water Management	2,542,244	748,728	351,989	396,739	2,938,983
306 Transportation	20,101,243	9,910,522	16,202,087	(6,291,565)	13,809,678
Subtotal Capital Projects	28,620,683	12,097,198	18,067,673	(5,970,475)	22,650,208
<i>Enterprise Funds</i>					
401 Surface Water Management	2,274,262	3,833,594	3,794,958	38,636	2,312,897
402 Dumas Bay	146,982	675,023	720,674	(45,651)	101,330
Subtotal Enterprise Funds	2,421,244	4,508,617	4,515,632	(7,015)	2,414,229
<i>Internal Service Funds</i>					
501 Risk Management	5,431,782	1,303,559	1,303,559	0	5,431,782
502 Information Systems	3,241,810	1,811,269	1,635,218	176,051	3,417,861
503 Mail & Duplication	312,408	155,381	188,716	(33,335)	279,073
504 Fleet & Equipment	4,867,454	2,159,486	1,759,133	400,353	5,267,807
505 Buildings & Furnishings	1,463,970	976,919	978,399	(1,480)	1,462,490
Subtotal Internal Service Funds	15,317,424	6,406,615	5,865,025	541,590	15,859,014
Total All Funds	\$ 65,207,608	\$ 90,097,661	\$ 90,481,159	\$ (383,498)	\$ 64,824,110

*Utility Tax ending fund balance of \$4,170,868 includes \$844,045 reserved for Prop 1.