

All Fund Changes

	2017-2018 Adopted Budget	2017-2018 Council Budget Amendments	2017-2018 Amended Budget	2017-2018 Mid-Biennium Proposed Changes	2017-2018 Proposed Mid-Biennium Budget
<u>City Budget</u>					
<u>Operating Budget</u>					
General Fund	\$428,680,783	\$2,149,391 ¹	\$430,830,174	\$8,468,569 ⁸	\$439,298,743
Development Services Fund	66,610,050	-	66,610,050	- ⁸	66,610,050
Equipment Rental Fund	29,150,269	-	29,150,269	- ⁸	29,150,269
Facilities Services Fund	17,537,796	269,932 ²	17,807,728	- ⁸	17,807,728
General Self-Insurance Fund	10,147,434	-	10,147,434	- ⁸	10,147,434
Health Benefits Fund	63,501,664	-	63,501,664	- ⁸	63,501,664
Hotel/Motel Tax Fund	25,260,000	-	25,260,000	-	25,260,000
Human Services Fund	10,324,021	-	10,324,021	-	10,324,021
Information Technology Fund	34,361,923	106,000 ³	34,467,923	- ⁸	34,467,923
Land Purchase Revolving Fund	3,484,535	-	3,484,535	-	3,484,535
LEOFF I Medical Reserve Fund	4,403,638	-	4,403,638	-	4,403,638
Marina Fund	1,698,279	-	1,698,279	-	1,698,279
Park M&O Reserve Fund	6,810,140	-	6,810,140	-	6,810,140
Parks Enterprise Fund	14,361,377	-	14,361,377	- ⁸	14,361,377
Sewer Utility Fund	129,982,172	-	129,982,172	- ⁸	129,982,172
Solid Waste Fund	3,374,478	-	3,374,478	- ⁸	3,374,478
Storm & Surface Water Utility Fund	54,457,983	-	54,457,983	- ⁸	54,457,983
Unemployment Compensation Fund	1,033,356	-	1,033,356	-	1,033,356
Water Utility Fund	122,976,492	-	122,976,492	5,532,158 ⁸	128,508,650
Worker's Compensation Fund	6,668,845	-	6,668,845	-	6,668,845
Total Operating Budget	\$1,034,825,235	\$2,525,323	\$1,037,350,558	\$14,000,727	\$1,051,351,285
<u>Special Purpose Budget</u>					
Firemen's Pension	\$7,224,419	\$0	\$7,224,419	\$0	\$7,224,419
Housing Fund	6,443,486	27,474 ⁴	6,470,960	- ⁸	6,470,960
Interest & Debt Redemption - Regular Fund	44,393,296	-	44,393,296	-	44,393,296
LID Control Fund	75,084	-	75,084	-	75,084
LID Guaranty Fund	652,752	-	652,752	-	652,752
Operating Grants, Donations, and Special Reserves Fund	6,431,476	734,296 ⁵	7,165,772	- ⁸	7,165,772
Total Special Purpose Budget	\$65,220,513	\$761,770	\$65,982,283	\$0	\$65,982,283
<u>Capital Investment Program Budget</u>					
General Capital Investment Program Fund	\$170,904,479	\$86,355,915 ⁶	\$257,260,394	(\$6,160,000) ⁸	\$251,100,394
Utility Capital Investment Program Fund	241,906,377	100,000 ⁷	242,006,377	-	242,006,377
Total Capital Investment Program Budget	\$412,810,856	\$86,455,915	\$499,266,771	(\$6,160,000)	\$493,106,771
Total City Budget	\$1,512,856,604	\$89,743,008	\$1,602,599,612	\$7,840,727	\$1,610,440,339

Amendment Footnotes through November 6:

¹ General Fund \$2,149,391: Ord. 6346 2/21/17, Ord. 6362 7/17/17.² Operating Grants, Donations, and Special Reserves Fund \$269,932: Ord. 6346 2/21/17.³ Information Technology Fund \$106,000: Ord. 6363 8/7/17.⁴ Housing Fund \$27,474: Ord. 6358 7/17/17.⁵ Operating Grants, Donations, and Special Reserves Fund \$734,296: Ord. 6360 7/17/17, Ord. 6365 8/7/17, Ord. 6370 9/5/17, Ord. 6373 10/2/17.⁶ General Capital Investment Program Fund \$86,355,915: Ord. 6344 2/21/17, Ord. 6346 2/21/17, Ord. 6347 3/20/17, Ord. 6348 3/20/17, Ord. 6351 4/17/17, Ord. 6356 7/17/17, Ord. 6359 7/17/17, Ord. 6361 7/17/17, Ord. 6362 7/17/17, Ord. 6371 9/5/17, Ord. 6375 10/2/17.⁷ Utility Capital Investment Program Fund \$100,000: Ord. 6354 6/19/17.⁸ See the additional attached pages to this cover sheet for details for each fund.

Mid-Biennium General Fund Budget

	Revenues	Expenses
2017-2018 Amended Budget	\$430,830,174	\$430,830,174
Revenue Updates:		
¹ Utility and General Tax Updates	2,936,411	
Technical Updates/Errors & Omissions:		
² Rate and Other Updates		1,151,047
³ Double-Budgeting Correction	5,532,158	5,532,158
Subtotal	<u>\$8,468,569</u>	<u>\$6,683,205</u>
Ending Fund Balance Adjustment		\$1,785,364
2017-2018 Mid-Biennium Proposed Budget	<u><u>\$439,298,743</u></u>	<u><u>\$439,298,743</u></u>

Mid-Biennium General Fund Budget

¹ Utility and General Tax updates includes increases in Property tax (\$79k), Sales tax (\$2.2M), B&O tax (\$1.4M), and Utility tax (\$665k).

² Updated rates, including CPI-W, pension rate, MEBT salary limit, medical/dental self insurance, and other.

³ Adopted budget erroneously reflected the elimination of double-budgeting of fire flow activity of \$2.7M in 2017 and \$2.8M in 2018. Per proper recording by Generally Accepted Accounting Principles, this net zero adjustment corrects the error between the Water Utility Fund and General Fund.

Mid-Biennium Water Utility Fund Budget

	Revenues	Expenses
2017-2018 Amended Budget	\$122,976,492	\$122,976,492
Technical Updates/Errors & Omissions:		
¹ Rate and Other Updates		(158,731)
² Double-Budgeting Correction	5,532,158	5,532,158
Subtotal	<u>\$5,532,158</u>	<u>\$5,373,427</u>
Ending Fund Balance Adjustment		\$158,731
2017-2018 Mid-Biennium Proposed Budget	<u><u>\$128,508,650</u></u>	<u><u>\$128,508,650</u></u>

¹ Updated rates, including CPI-W, pension rate, MEBT salary limit, and medical/dental self insurance, and other.

² Adopted budget erroneously reflected the elimination of double-budgeting of fire flow activity of \$2.7M in 2017 and \$2.8M in 2018. Per proper recording by Generally Accepted Accounting Principles, this net zero adjustment corrects the error between the Water Utility Fund and General Fund.

Mid-Biennium General Capital Investment Program Fund Budget

	Revenues	Expenses
2017-2018 Amended Budget	\$ 257,260,394	\$257,260,394
Revenue Updates:		
¹ Revenue Adjustments	(6,160,000)	
Technical Updates/Errors & Omissions:		
² NE 6th Street Extension (PW-R-162)		(140,000)
³ 124th Ave NE - NE Spring Blvd to Ichigo Way (PW-R-166)		(11,058,000)
⁴ NE Spring Blvd (Zone 1) - 116th to 120th Aves NE (PW-R-172)		1,946,000
⁵ West Lake Sammamish Parkway, Phase 2 (PW-R-183)		2,500,000
⁶ Newport Way Impr. - Somerset Blvd to 150th Ave (PW-R-185)		1,600,000
⁴ 120th Ave NE Stage 4 Design -NE 16th St to Northup Wy (PW-R-186)		(200,000)
⁴ 124th Avenue NE – NE 8th to NE 12th Street (PW-R-190)		(565,000)
⁷ Mountains to Sound Greenway Trail (PW-W/B-78)		(243,000)
Subtotal	\$0	(\$6,160,000)
Ending Fund Balance Adjustment		\$0
2017-2018 Mid-Biennium Proposed Budget	\$251,100,394	\$251,100,394

¹ Adjustments include retail Sales tax (\$408k), online Sales tax (\$357k), B&O tax (\$1.077M), Real Estate Excise Tax (\$1.458M), Impact Fees (-\$6.32M), and short-term cash flow borrowing (-\$3.139M).

² Budget authority no longer needed.

³ Adjusts capital project timing to align budget with project expenditures to reduce cash flow in 2018. Also reduces capital project costs by \$1.6 million to fund PW-R-185 Newport Way Improvements.

⁴ Project budget is proposed to be shifted out in years to match project expenditure timing. There is no impact to the construction schedule. This purely updates to match anticipated known invoice payments.

⁵ On May 15, 2017, staff briefed Council on the project acceleration for PW-R-183 – West Lake Sammamish Phase 2 to coordinate the Transportation Department roadway work and Utilities Department water main replacement into a single construction phase to minimize the potential for recurring multi-year construction related impacts to the community, and find synergies between the two projects. The mid-biennium shifts the West Lake Sammamish project forward to align project timing with the utilities project.

⁶ On May 15, 2017, staff briefed Council on the increased cost for Newport Way Improvements. Council acknowledged the cost increase for the existing scope only. This increase of \$1.6m will fund the projected budget gap. The funds for the increase will be transferred from PW-R-166 - 124th Ave NE/NE Spring Blvd.

⁷ To reflect current design schedule for the segments east of 150th Avenue NE, PW-W/B-78 – Mountains to Sound Greenway will move \$243k to 2019. In addition, budget is projected to incur an additional \$112k in expenditures.

Mid-Biennium Budget Funds with COLA/Pension changes and No Appropriation Adjustment

The following funds were affected by COLA and Pension adjustments and may include MEBT limit or other miscellaneous adjustments, but do not require an appropriation adjustment as the changes are offset by a corresponding ending fund balance adjustment. Funds with these changes include: Development Services, Equipment Rental, Facilities Services, General Self-Insurance, Health Benefits, Information Technology, Parks Enterprise, Sewer Utility, Solid Waste, Storm & Surface Water Utility, Housing, and Operating Grants, Donations, and Special Reserves Funds.