



# CITY OF LAKE STEVENS

2016

2nd Quarter Financial Summary and  
2017 Preliminary Budget



# Agenda

- Review of Expenditures
  - *Major Funds, Department Breakdown, Highlights*
- Review of Revenues
  - *Major Sources, Highlights*
- Expenditure Forecast
  - *Future Preliminary Planning*
- Revenue Forecast
  - *2017 Preliminary Planning*
  - *Anticipating Model in August*
- 2017 Preliminary Budget

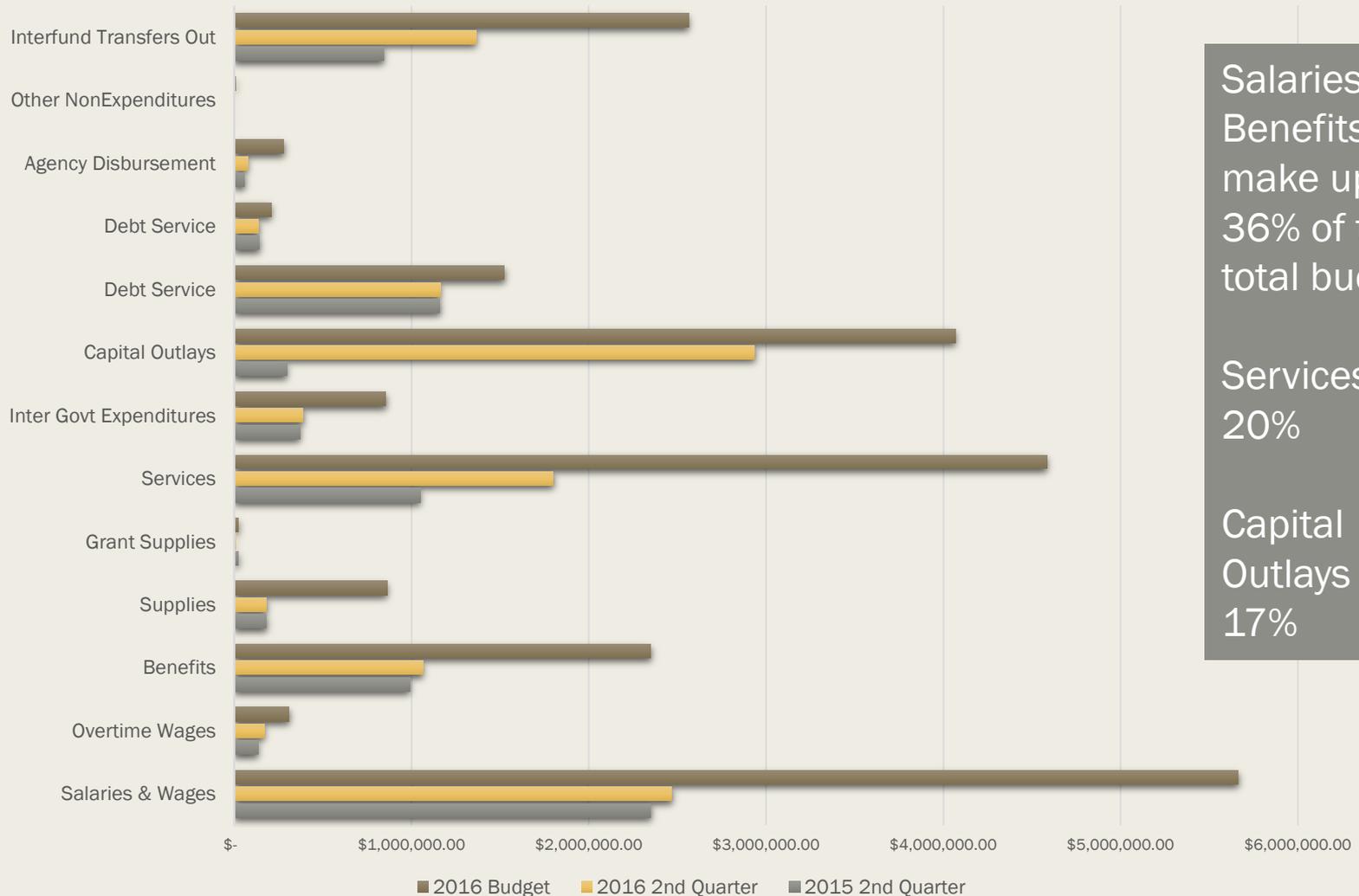
# Budget vs. Actual Expenditures

- City Wide Total



\$11,750,211 total Expenditures (50% of budget)

# Expenditures by Type



Salaries & Benefits make up 36% of the total budget.

Services are 20%

Capital Outlays are 17%

# General Fund Expenditures



\$7,447,656 2<sup>nd</sup> Quarter General Fund Expenditures (66.7% of Budget)

Expenditures are up in comparison to 2015

Driving Factors:

- Property Purchases
- Capital Projects (Park)
- Consultant Exp. in Planning/Bldg due to increased workload

# Street Fund Expenditures

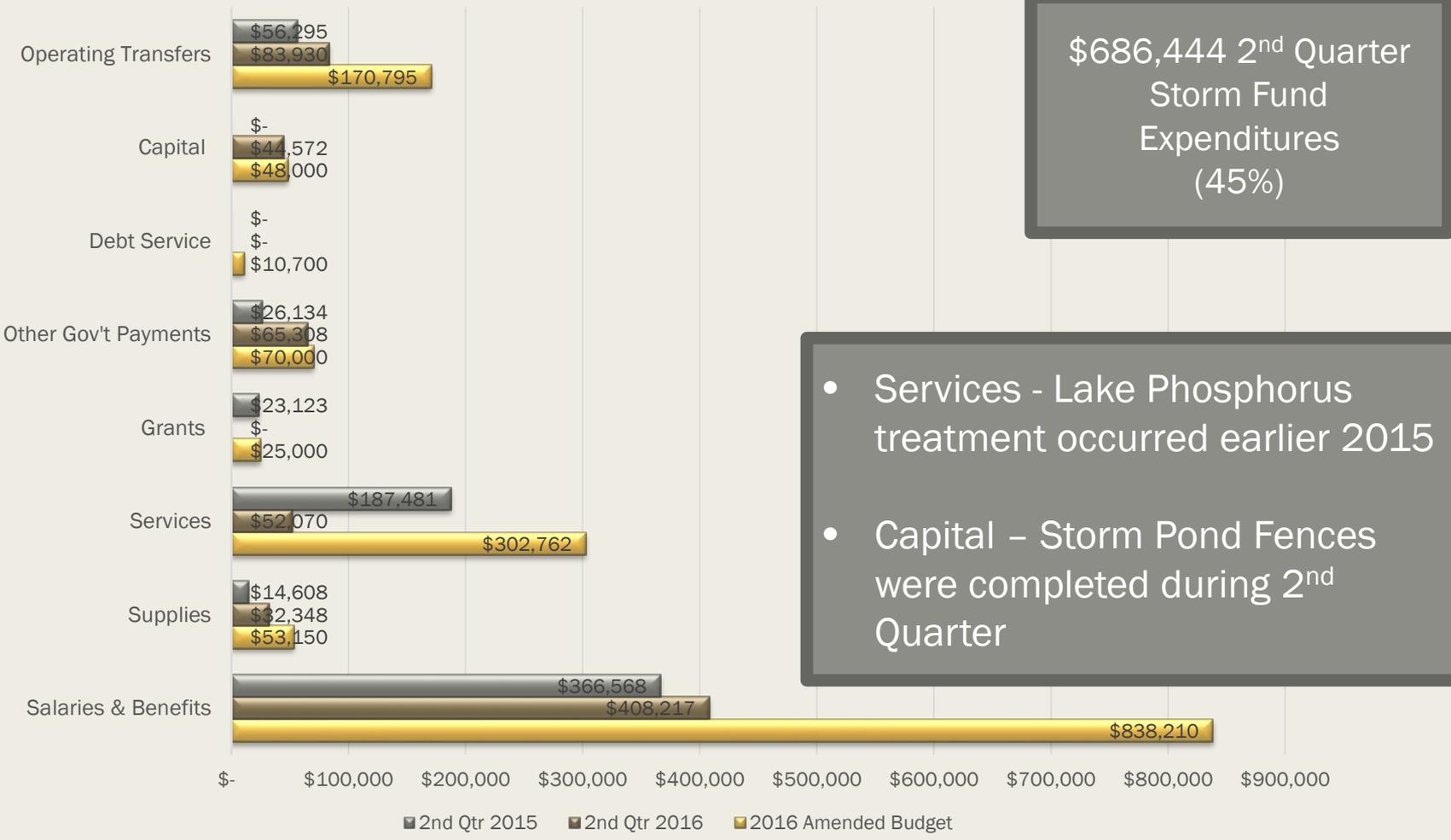


\$1,515,207 2<sup>nd</sup> Quarter Street Fund Expenditures (44%)

Total contribution to the Sidewalk Capital Project Fund was made during 1<sup>st</sup> quarter to ensure adequate funding source for projects.

Capital and Maintenance projects have begun, majority will occur later in the year.

# Storm Water Fund Expenditures



- Services - Lake Phosphorus treatment occurred earlier 2015
- Capital – Storm Pond Fences were completed during 2<sup>nd</sup> Quarter

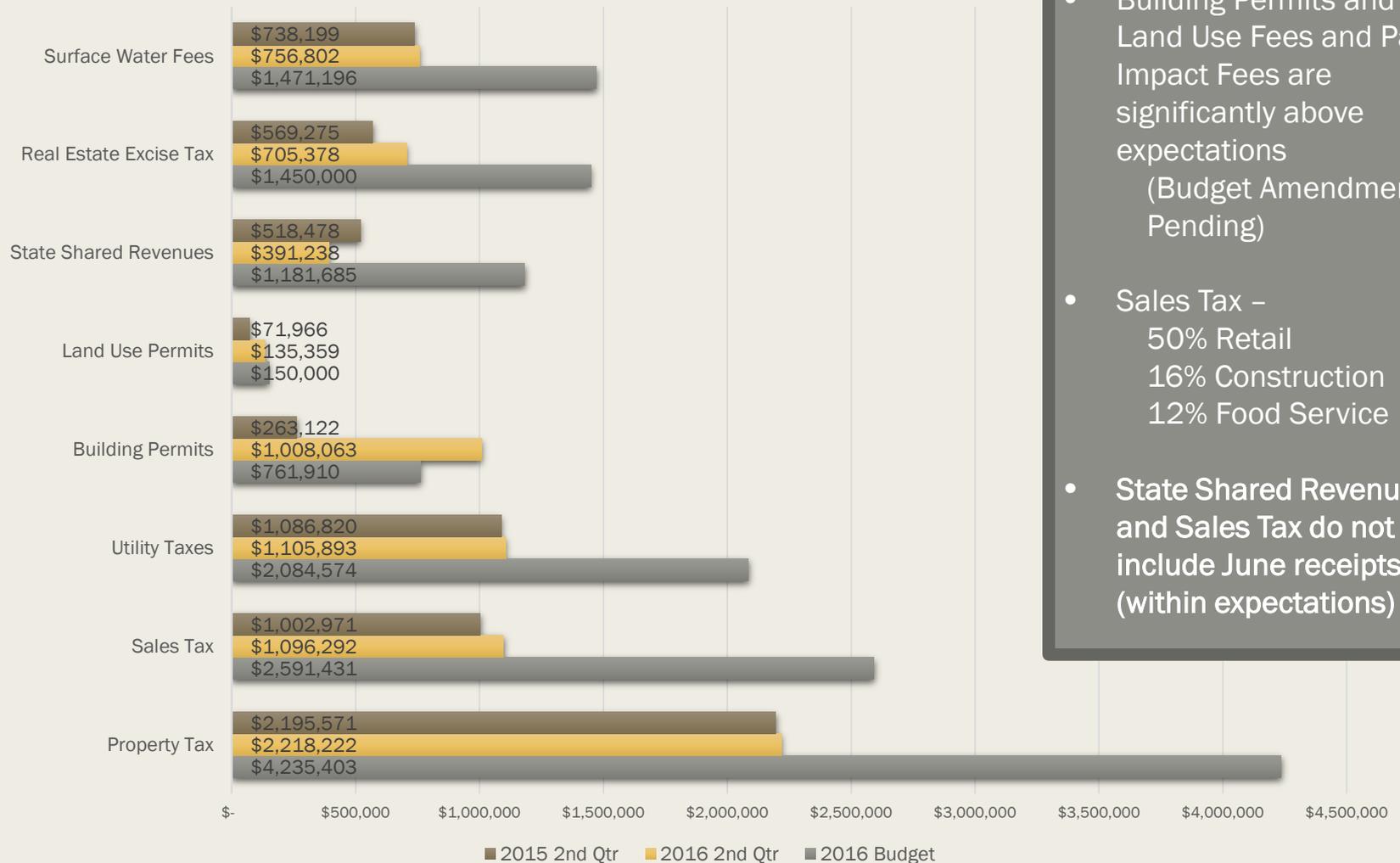
# Budget vs. Actual Revenues

■ City Wide Total



\$11,896,374  
(55% of budget)

# Revenues – Major Sources



- Building Permits and Land Use Fees and Park Impact Fees are significantly above expectations (Budget Amendment Pending)
- Sales Tax –  
50% Retail  
16% Construction  
12% Food Service
- State Shared Revenues and Sales Tax do not include June receipts (within expectations)

# Forecasting - Expenditures

## ■ Future Planning

- *New Police Station*
- *New City Hall/Civic Center*
- *Downtown Infrastructure & Development*
- *Annexations*
- *Cavelero Park*

# Forecasting - Revenues

## ■ Preliminary 2017 Planning

- *Property Tax – 2017 Preliminary AV increases of 7.9% in Lake Stevens. New construction values are not yet available – estimated revenue increase 3% with decreased levy rate*
- *Sales Tax – Increase will be seen due to currently planned construction projects*
- *Permits – Currently Unknown – need more data*
- *REET – Growth due to current building*
- *Storm Water – Increase will be seen due to residential and commercial growth within the city*

# 2017 Preliminary Budget

Fund Name	2017 Preliminary Budgeted Beginning Cash	2017 Preliminary Budgeted Revenues	2017 Preliminary Budgeted Expenditures	2017 Preliminary Budgeted Ending Cash Balance
General Fund	\$6,718,176	\$10,284,882	\$10,914,317	\$6,088,741
Reserve Fund	\$1,751,640	\$807,600	\$8,050	\$2,551,190
Street	\$2,585,991	\$2,362,265	\$2,567,411	\$2,380,845
Street Reserve	\$1,528	\$5	\$0	\$1,533
Drug Seizure & Forfeiture Fund	\$44,802	\$10,120	\$41,000	\$13,922
Municipal Arts Fund	\$0	\$20	\$0	\$20
2008 Bonds	\$0	\$354,396	\$354,396	\$0
2010 LTGO Bonds	\$0	\$74,165	\$74,165	\$0
LTGO Bond 2015	\$0	\$93,908	\$93,908	\$0
Cap. Proj.-Dev. Contrib.	\$3,759,158	\$990,000	\$300,000	\$4,449,158
Cap. Imp.-REET	\$1,255,595	\$602,500	\$416,178	\$1,441,917
Cap. Improvements	\$2,289,989	\$607,000	\$74,165	\$2,822,824
Sidewalk Capital Project	\$668,601	\$501,500	\$0	\$1,170,101
Sewer	\$273,692	\$1,376,782	\$1,389,038	\$261,436
Storm and Surface Water	\$1,752,735	\$1,514,820	\$2,109,984	\$1,157,571
Unemployment	\$71,682	\$300	\$30,000	\$41,982
Equipment Fund	\$122,212	\$152,817	\$0	\$275,029
Equipment Fund-Police	\$288,349	\$196,700	\$0	\$485,049
Equipment Fund-PW	\$260,132	\$300,700	\$0	\$560,832
Aerator Equipment Replacement	\$129,857	\$14,500	\$0	\$144,357
Refundable Deposits	\$0	\$61,000	\$61,000	\$0
Treasurer's Trust	\$0	\$200,000	\$200,000	\$0
<b>Total All Funds</b>	<b>\$21,974,139</b>	<b>\$20,505,980</b>	<b>\$18,633,612</b>	<b>\$23,846,507</b>

- Preliminary Budget
  - Beginning Cash is 2016 Budgeted Ending Cash (this will change based on actual ending balance)
  - Based on 2016 base budget (without additional requests)
  - Includes preliminary revenue increases and operating expenditure estimates
  - Includes current positions only – Salary 3%; Benefits 5% increases
  - Includes contributions to General Reserve, Sidewalk, and Capital Funds
  - No Grant Funding included
  - No Capital Projects Includes
  - No new requests included