



CITY OF WOODINVILLE, WA
REPORT TO THE CITY COUNCIL
17301 133rd Avenue NE, Woodinville, WA 98072
WWW.CI.WOODINVILLE.WA.US

To: Honorable City Council **Date:** July 15, 2014
From: Richard A. Leahy, City Manager *RA*
By: Blaine Fritts, Finance Director *BF*
Subject: 2014 Midyear Budget Amendment & May 2014 Treasury Report; Ordinance No. 594

ISSUE: Shall the City Council receive the 2014 Midyear Budget and Treasury Report, and make recommended adjustments to the 2013-2014 Biennial Budget by passing first reading of Ordinance No. 594?

RECOMMENDATION: To: 1) receive the Treasury Report for the month of May 2014; and 2) discuss and pass first reading of Ordinance No. 594 to modify the 2013-2014 Budget.

BACKGROUND/DISCUSSION:

1) Treasury Report for May 2014

Revenues and expenditures are reported through May 2014 (71% through the biennium).

Operating revenues are 6% ahead of forecast and operating expenditures are 13% less than forecast. Sales Tax revenues are 3% above forecast. Retail Trade (the City's largest sales tax revenue category) for the last year has been improving. Compared to this time last year Retail Trade is up 4%. Property Taxes are over forecast by \$77,000. Development Services has exceeded the biennial forecast with seven months left.

Non-operating revenues are at 70%* of forecasted totals for the biennium. REET and Utility Taxes are currently ahead of forecast. Park Impact fee are 90% below forecast and Traffic Impact fees are 15% below forecast.

* Excludes Admission Tax and Grant revenues from calculation.

2) 2014 Midyear Budget Modifications

Changes to revenue projections, staffing, increased operating costs and policy decisions impact the Biennial Budget. These changes require amendment of the 2013-2014 Budget as summarized below:

Revenues: Projections for total revenues for the 2-year period have decreased by approximately \$451,000, due primarily to the loss of a grant for the Sammamish Bridge Project. See page 14 for details.

Expenditures: Anticipated expenditures for the 2-year budget period will be approximately \$195,000 less than approved in the 2013-2014 Adopted Budget. See page 15 for details.

Although the net change is less than budgeted, there are some increases which are due to:

- 1) Purchase of the Wood Trails property requiring a net increase of \$310,000 to property acquisition; and
- 2) Damage to the CEC restrooms at the Sports Fields. This \$42,000 expenditure will be partially offset by insurance recovery revenues. Additionally, there was \$6,000 of graffiti damage at Rotary Park; and
- 3) Increases in plan review for new construction required additional engineering consultant expenditures in the amount of \$25,000. In addition, there has been an increased demand for locate services costing an additional \$20,000. Both of these expenditures are offset by increases in fee revenues; and
- 4) Vector services and operating supply expenditures have exceeded budget expectations totaling \$61,200.

Proposed Ordinance No. 594 amends the 2013-2014 Budget to reflect the above changes.

RECOMMENDED MOTION:

- 1) I MOVE TO RECEIVE THE MAY 2014 TREASURY REPORT;**
- 2) I MOVE TO PASS FIRST READING OF ORDINANCE NO. 594 TO AMEND THE 2013-2014 BIENNIAL BUDGET BY SETTING FORTH REVISED BEGINNING BALANCES, REVENUES, AND EXPENDITURE APPROPRIATIONS.**

Attachment 1: May 2014 Treasury Report

Treasury Report

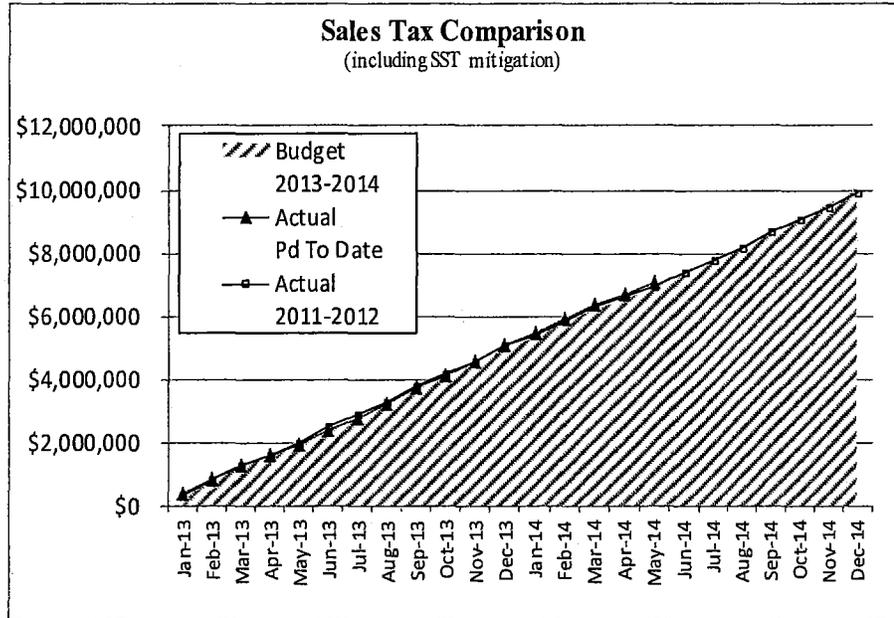
May 2014



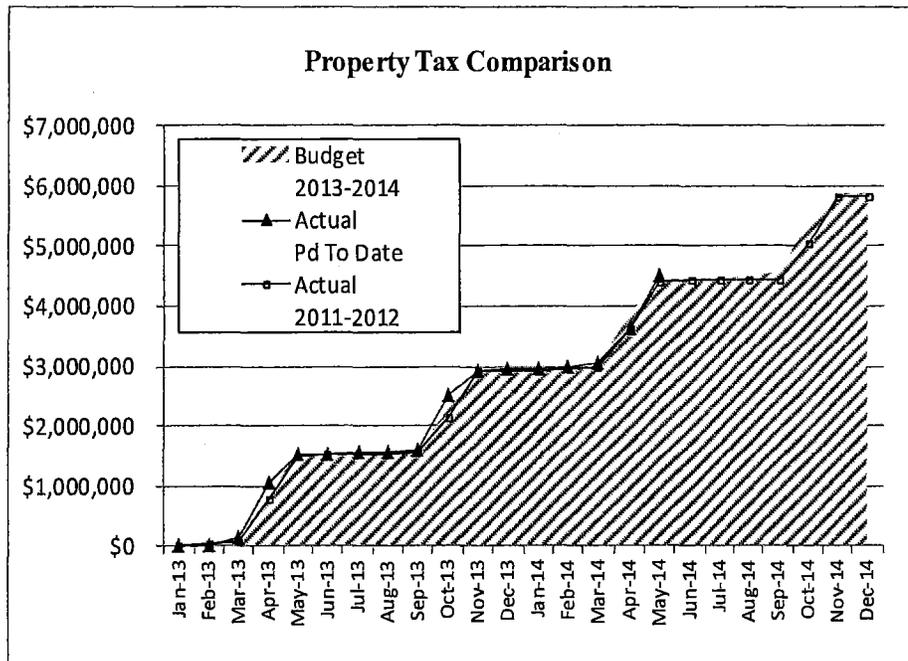
City of Woodinville, Washington
17301 133rd Avenue NE
Woodinville, Washington 98072

Schedule No. 1: Monthly Comparison Graphs

	Budget 2013-2014	Actual Pd To Date
Jan-13	\$347,400	\$357,626
Feb-13	\$811,418	\$832,709
Mar-13	\$1,233,027	\$1,274,565
Apr-13	\$1,544,527	\$1,576,188
May-13	\$1,904,301	\$1,944,193
Jun-13	\$2,386,085	\$2,410,910
Jul-13	\$2,744,822	\$2,785,844
Aug-13	\$3,148,439	\$3,196,280
Sep-13	\$3,658,645	\$3,712,648
Oct-13	\$4,036,821	\$4,104,048
Nov-13	\$4,456,180	\$4,536,150
Dec-13	\$4,945,870	\$5,053,348
Jan-14	\$5,303,692	\$5,454,734
Feb-14	\$5,781,630	\$5,926,236
Mar-14	\$6,213,600	\$6,386,390
Apr-14	\$6,534,444	\$6,700,361
May-14	\$6,905,012	\$7,095,817
Jun-14	\$7,398,962	
Jul-14	\$7,768,460	
Aug-14	\$8,184,186	
Sep-14	\$8,705,798	
Oct-14	\$9,095,319	
Nov-14	\$9,527,259	
Dec-14	\$10,050,870	

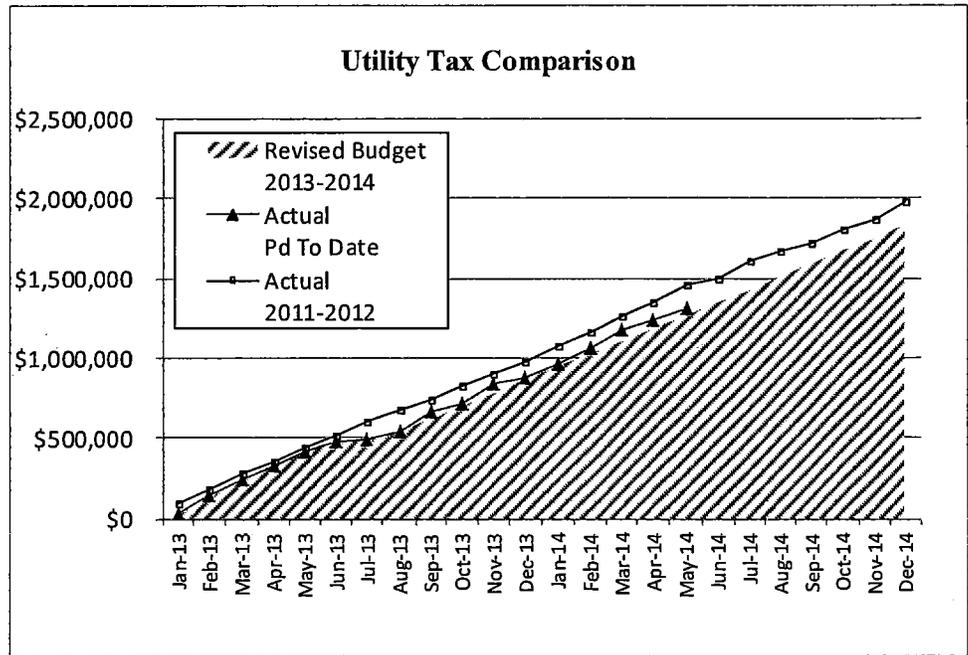


	Budget 2013-2014	Actual Pd To Date
Jan-13	\$4,916	\$6,780
Feb-13	\$22,316	\$15,789
Mar-13	\$94,072	\$130,753
Apr-13	\$722,770	\$1,045,986
May-13	\$1,511,704	\$1,527,412
Jun-13	\$1,521,406	\$1,544,694
Jul-13	\$1,524,087	\$1,555,367
Aug-13	\$1,525,812	\$1,559,121
Sep-13	\$1,552,162	\$1,603,880
Oct-13	\$2,201,567	\$2,521,917
Nov-13	\$2,918,268	\$2,931,120
Dec-13	\$2,922,879	\$2,944,279
Jan-14	\$2,924,287	\$2,950,659
Feb-14	\$2,943,224	\$2,970,249
Mar-14	\$3,010,708	\$3,065,794
Apr-14	\$3,829,624	\$3,638,471
May-14	\$4,415,854	\$4,492,863
Jun-14	\$4,469,482	
Jul-14	\$4,464,872	
Aug-14	\$4,470,083	
Sep-14	\$4,558,226	
Oct-14	\$5,363,397	
Nov-14	\$5,869,016	
Dec-14	\$5,875,000	

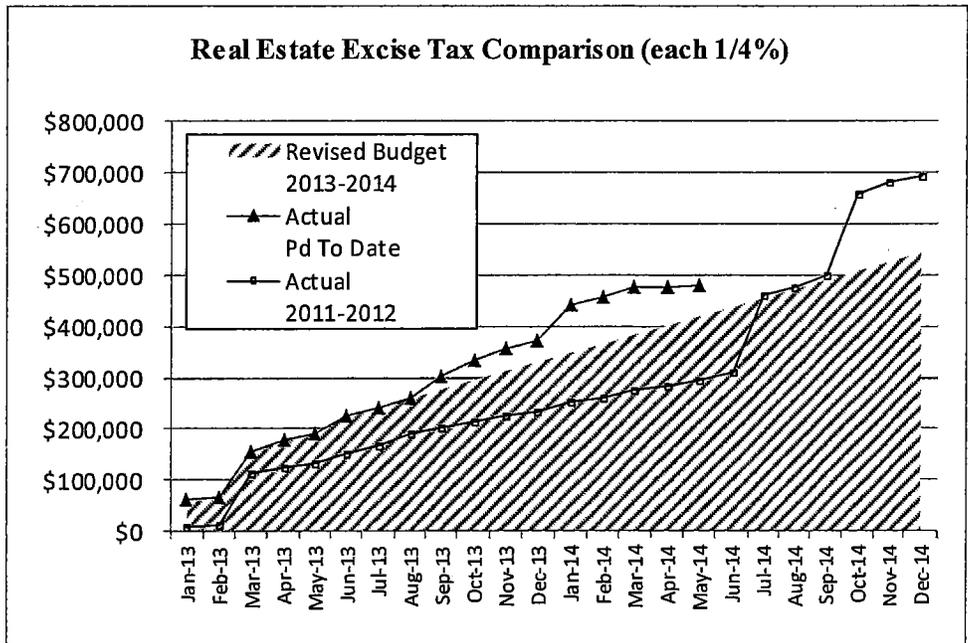


Schedule No. 1: Monthly Comparison Graphs – continued

	Revised Budget 2013-2014	Actual Pd To Date
Jan-13	\$33,000	\$32,389
Feb-13	\$144,000	\$143,401
Mar-13	\$245,000	\$244,802
Apr-13	\$325,000	\$324,463
May-13	\$415,000	\$415,164
Jun-13	\$482,000	\$482,458
Jul-13	\$496,000	\$496,782
Aug-13	\$546,000	\$546,313
Sep-13	\$626,750	\$664,595
Oct-13	\$707,500	\$714,962
Nov-13	\$788,250	\$832,634
Dec-13	\$869,000	\$873,203
Jan-14	\$949,750	\$958,611
Feb-14	\$1,030,500	\$1,064,602
Mar-14	\$1,111,250	\$1,165,903
Apr-14	\$1,192,000	\$1,228,156
May-14	\$1,272,750	\$1,305,866
Jun-14	\$1,353,500	
Jul-14	\$1,434,250	
Aug-14	\$1,515,000	
Sep-14	\$1,595,750	
Oct-14	\$1,676,500	
Nov-14	\$1,757,250	
Dec-14	\$1,838,000	

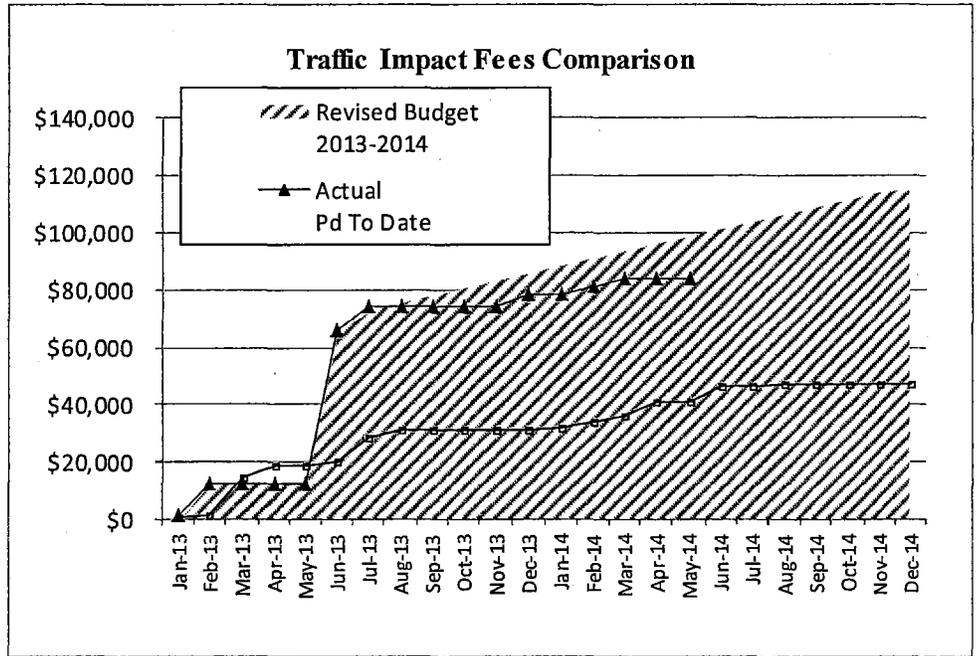


	Revised Budget 2013-2014	Actual Pd To Date
Jan-13	\$60,000	\$60,580
Feb-13	\$68,000	\$68,263
Mar-13	\$154,000	\$153,843
Apr-13	\$177,000	\$176,782
May-13	\$189,000	\$189,336
Jun-13	\$224,000	\$224,783
Jul-13	\$239,000	\$238,649
Aug-13	\$261,000	\$261,171
Sep-13	\$278,813	\$303,882
Oct-13	\$296,625	\$331,674
Nov-13	\$314,438	\$356,490
Dec-13	\$332,250	\$371,905
Jan-14	\$350,063	\$442,770
Feb-14	\$367,875	\$457,653
Mar-14	\$385,688	\$478,187
Apr-14	\$403,500	\$478,291
May-14	\$421,313	\$478,639
Jun-14	\$439,125	
Jul-14	\$456,938	
Aug-14	\$474,750	
Sep-14	\$492,563	
Oct-14	\$510,375	
Nov-14	\$528,188	
Dec-14	\$546,000	

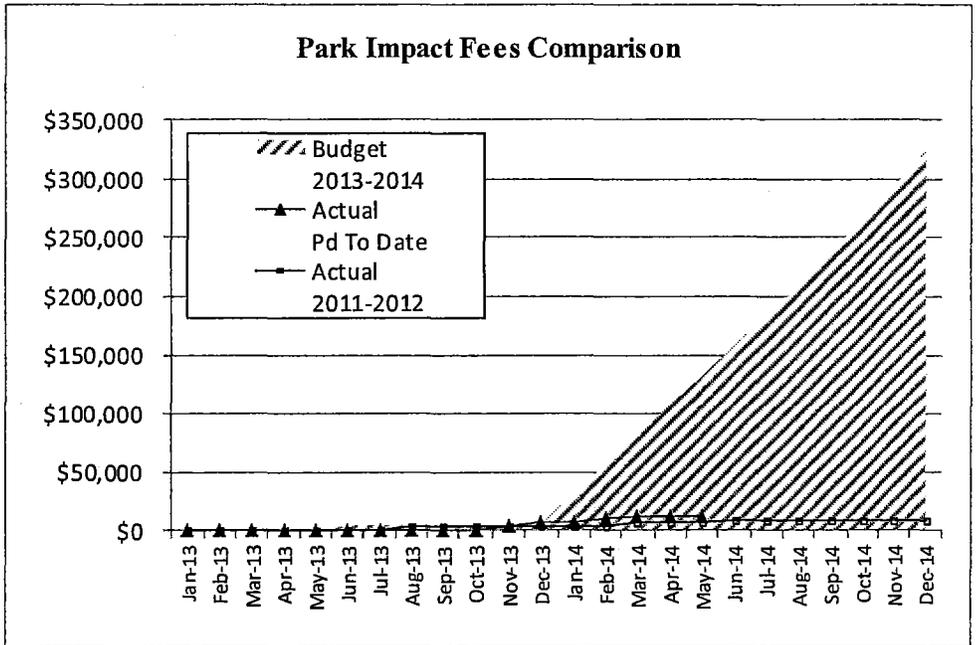


Schedule No. 1: Monthly Comparison Graphs – continued

	Revised Budget 2013-2014	Actual Pd To Date
Jan-13	\$0	\$1,115
Feb-13	\$12,000	\$12,229
Mar-13	\$12,000	\$12,229
Apr-13	\$12,000	\$12,229
May-13	\$12,000	\$12,229
Jun-13	\$65,000	\$65,804
Jul-13	\$73,000	\$73,977
Aug-13	\$75,625	\$73,977
Sep-13	\$78,225	\$73,977
Oct-13	\$80,825	\$73,977
Nov-13	\$83,425	\$73,977
Dec-13	\$86,025	\$78,184
Jan-14	\$88,625	\$78,184
Feb-14	\$91,225	\$81,230
Mar-14	\$93,825	\$84,276
Apr-14	\$96,425	\$84,276
May-14	\$99,025	\$84,276
Jun-14	\$101,625	
Jul-14	\$104,225	
Aug-14	\$106,825	
Sep-14	\$109,425	
Oct-14	\$112,025	
Nov-14	\$114,625	
Dec-14	\$115,000	

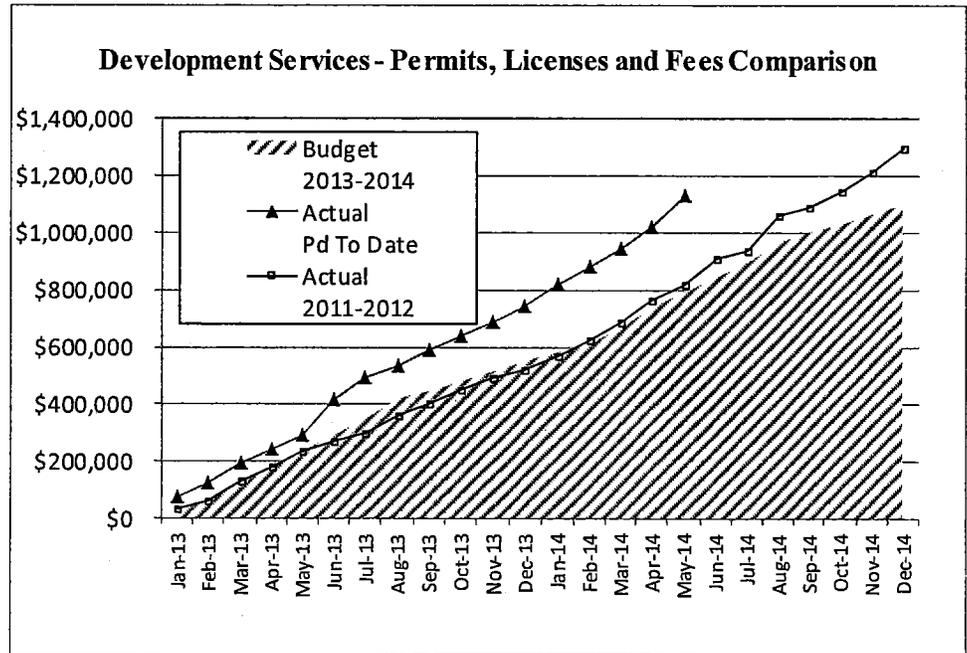


	Budget 2013-2014	Actual Pd To Date
Jan-13	\$0	\$0
Feb-13	\$0	\$0
Mar-13	\$0	\$0
Apr-13	\$0	\$0
May-13	\$0	\$50
Jun-13	\$3,175	\$50
Jul-13	\$3,175	\$50
Aug-13	\$3,175	\$50
Sep-13	\$3,175	\$50
Oct-13	\$3,175	\$50
Nov-13	\$3,175	\$3,225
Dec-13	\$6,350	\$6,400
Jan-14	\$31,750	\$6,400
Feb-14	\$57,150	\$9,575
Mar-14	\$82,550	\$12,750
Apr-14	\$107,950	\$12,750
May-14	\$133,350	\$12,750
Jun-14	\$158,750	
Jul-14	\$184,150	
Aug-14	\$209,550	
Sep-14	\$238,125	
Oct-14	\$266,700	
Nov-14	\$295,275	
Dec-14	\$323,850	

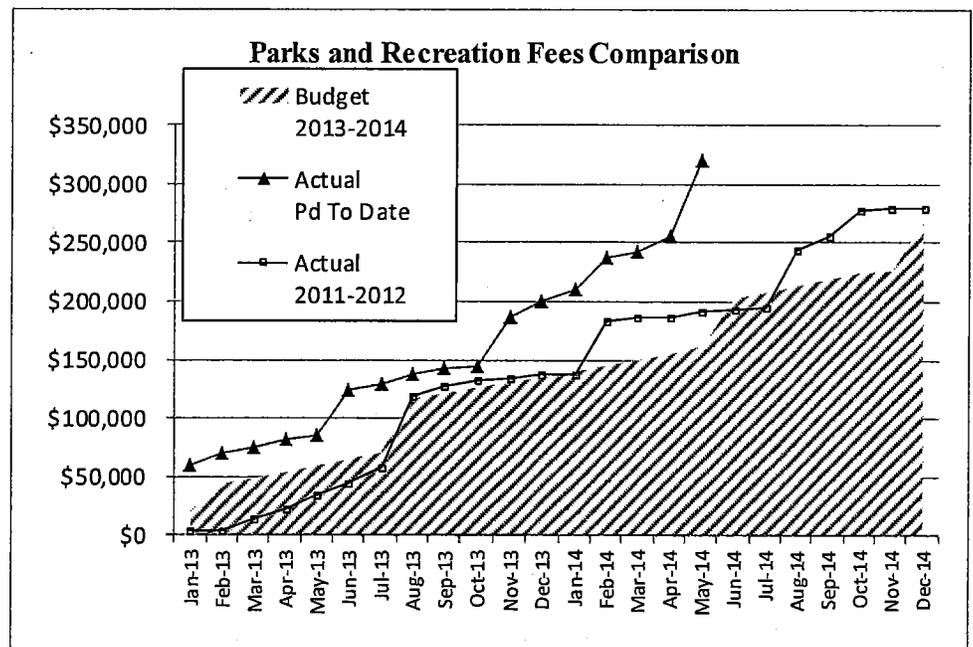


Schedule No. 1: Monthly Comparison Graphs – continued

	Budget	Actual
	2013-2014	Pd To Date
Jan-13	\$32,997	\$75,859
Feb-13	\$65,994	\$123,846
Mar-13	\$120,990	\$192,509
Apr-13	\$186,984	\$243,418
May-13	\$241,979	\$292,581
Jun-13	\$296,974	\$415,886
Jul-13	\$351,970	\$490,079
Aug-13	\$417,964	\$534,907
Sep-13	\$450,961	\$588,670
Oct-13	\$483,958	\$641,056
Nov-13	\$516,955	\$686,797
Dec-13	\$549,953	\$743,999
Jan-14	\$582,950	\$816,677
Feb-14	\$615,947	\$881,768
Mar-14	\$670,942	\$945,102
Apr-14	\$736,936	\$1,022,540
May-14	\$791,932	\$1,130,825
Jun-14	\$846,927	
Jul-14	\$901,922	
Aug-14	\$967,916	
Sep-14	\$1,000,914	
Oct-14	\$1,033,911	
Nov-14	\$1,066,908	
Dec-14	\$1,099,905	

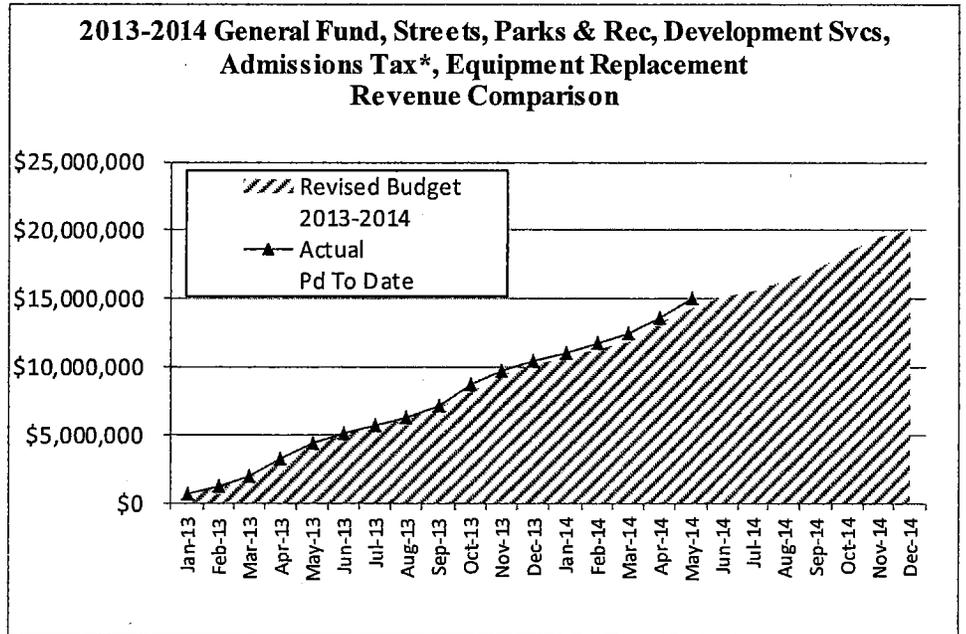


	Budget	Actual
	2013-2014	Pd To Date
Jan-13	\$21,460	\$59,231
Feb-13	\$42,920	\$70,050
Mar-13	\$48,285	\$75,208
Apr-13	\$53,650	\$81,804
May-13	\$59,015	\$84,678
Jun-13	\$64,380	\$123,182
Jul-13	\$69,746	\$129,575
Aug-13	\$115,348	\$136,791
Sep-13	\$120,713	\$142,221
Oct-13	\$126,078	\$144,787
Nov-13	\$131,443	\$186,153
Dec-13	\$134,126	\$200,688
Jan-14	\$139,491	\$210,452
Feb-14	\$144,856	\$237,646
Mar-14	\$150,221	\$242,487
Apr-14	\$155,586	\$256,680
May-14	\$160,951	\$320,253
Jun-14	\$202,530	
Jul-14	\$207,895	
Aug-14	\$213,260	
Sep-14	\$218,625	
Oct-14	\$223,990	
Nov-14	\$226,673	
Dec-14	\$268,252	

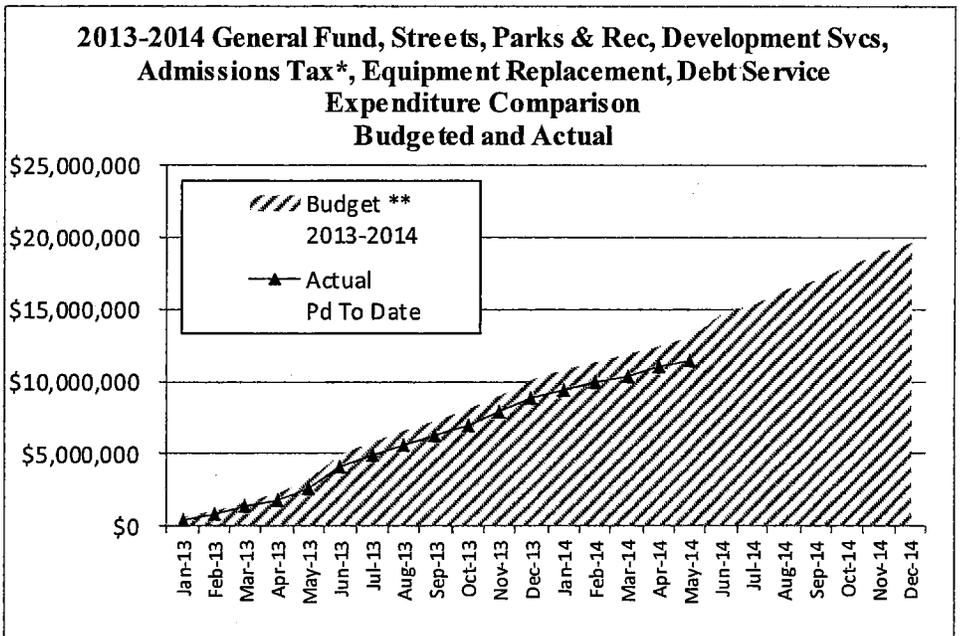


Schedule No. 1: Monthly Comparison Graphs – continued

	Revised Budget 2013-2014	Actual Pd To Date
Jan-13	\$528,268	\$656,485
Feb-13	\$1,109,089	\$1,273,601
Mar-13	\$1,790,942	\$1,999,142
Apr-13	\$2,928,021	\$3,345,593
May-13	\$4,262,739	\$4,381,445
Jun-13	\$4,978,913	\$5,119,492
Jul-13	\$5,584,342	\$5,772,217
Aug-13	\$6,213,555	\$6,311,155
Sep-13	\$6,957,105	\$7,213,974
Oct-13	\$8,122,940	\$8,709,829
Nov-13	\$9,387,788	\$9,714,526
Dec-13	\$10,058,221	\$10,420,816
Jan-14	\$10,574,475	\$11,018,580
Feb-14	\$11,225,225	\$11,729,101
Mar-14	\$11,852,498	\$12,461,899
Apr-14	\$13,189,432	\$13,581,640
May-14	\$14,257,032	\$15,124,311
Jun-14	\$15,017,284	
Jul-14	\$15,534,891	
Aug-14	\$16,172,173	
Sep-14	\$17,029,450	
Oct-14	\$18,421,384	
Nov-14	\$19,497,193	
Dec-14	\$20,104,174	



	Budget ** 2013-2014	Actual Pd To Date
Jan-13	\$615,619	\$484,464
Feb-13	\$1,044,687	\$890,900
Mar-13	\$1,660,306	\$1,357,139
Apr-13	\$2,275,925	\$1,844,311
May-13	\$3,155,688	\$2,535,614
Jun-13	\$4,890,615	\$4,135,058
Jul-13	\$5,692,785	\$4,866,070
Aug-13	\$6,494,956	\$5,556,172
Sep-13	\$7,297,126	\$6,244,071
Oct-13	\$8,099,297	\$6,965,514
Nov-13	\$9,045,911	\$7,856,161
Dec-13	\$10,034,633	\$8,868,142
Jan-14	\$10,799,493	\$9,458,873
Feb-14	\$11,321,836	\$9,881,363
Mar-14	\$11,834,852	\$10,327,425
Apr-14	\$12,347,868	\$11,055,478
May-14	\$13,127,173	\$11,446,725
Jun-14	\$14,759,496	
Jul-14	\$15,272,512	
Aug-14	\$16,345,182	
Sep-14	\$17,044,749	
Oct-14	\$17,930,868	
Nov-14	\$18,896,724	
Dec-14	\$19,596,291	

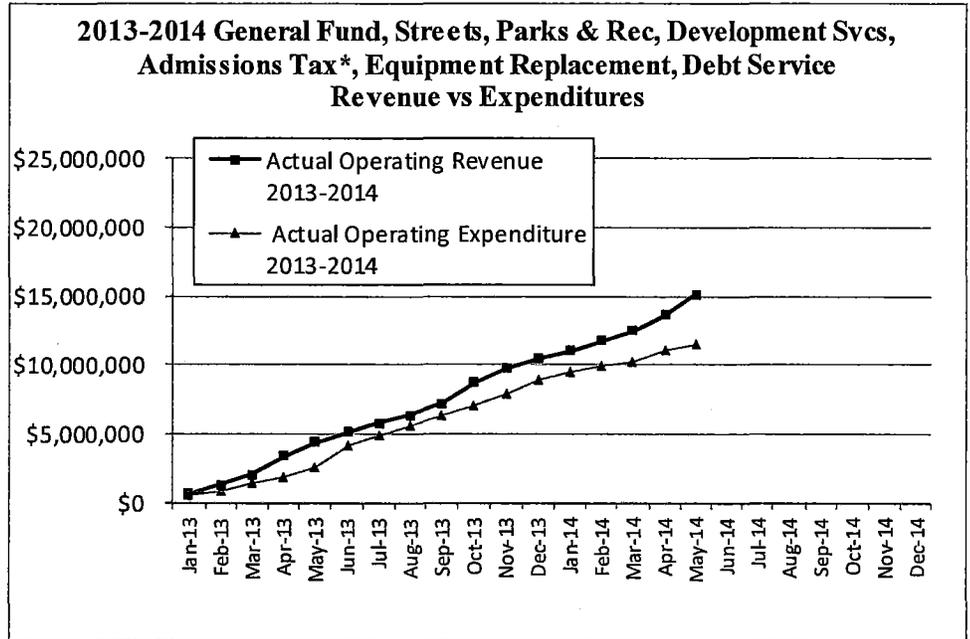


* \$185,000 of the anticipated \$380,000 of Admissions Tax is appropriated for the operations of Parks & Recreations. Only the operations amount is factored into the analysis above.

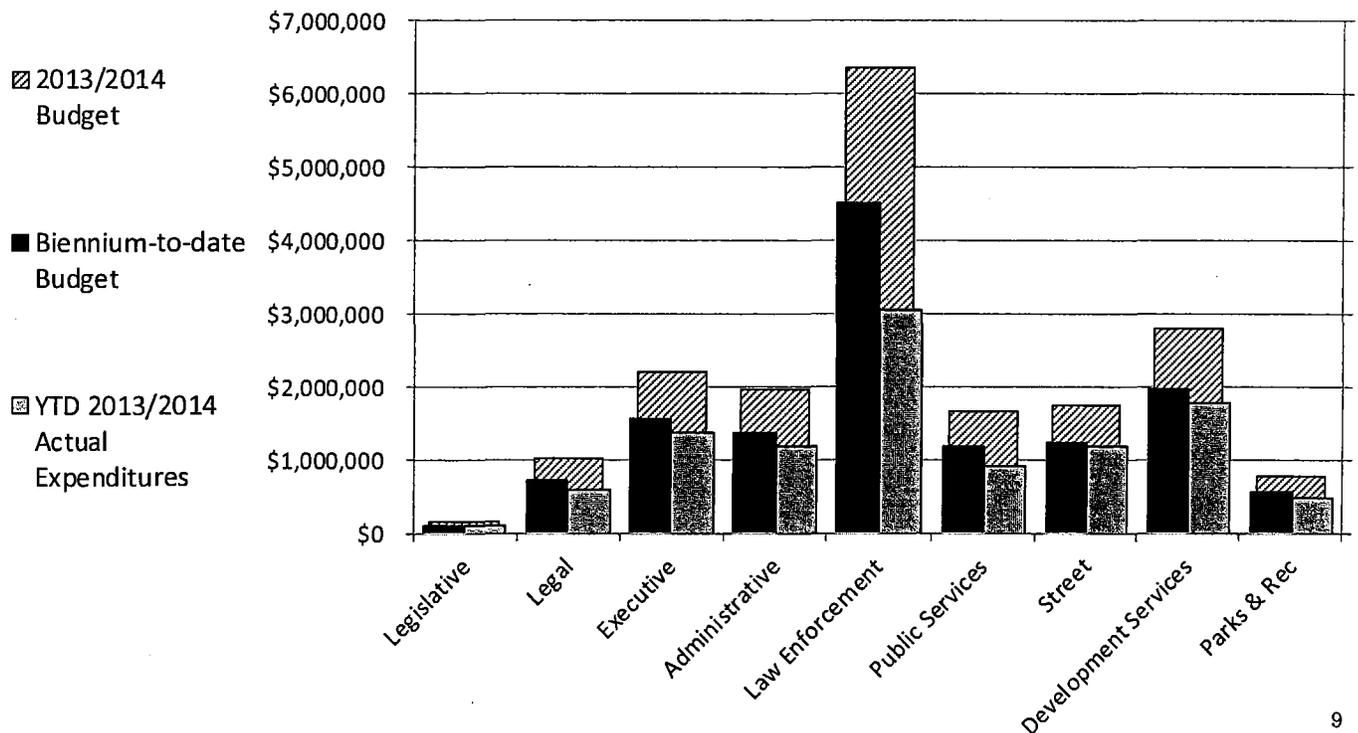
** Budget amount excludes the \$2,000,000 real property acquisition budgeted in the General Fund.

Schedule No. 1: Monthly Comparison Graphs – continued

	Actual Operating Revenue 2013-2014	Actual Operating Expenditure 2013-2014
Jan-13	\$656,485	\$484,464
Feb-13	\$1,273,601	\$891,031
Mar-13	\$1,999,142	\$1,357,139
Apr-13	\$3,355,583	\$1,844,311
May-13	\$4,381,445	\$2,535,614
Jun-13	\$5,119,492	\$4,135,058
Jul-13	\$5,772,217	\$4,866,070
Aug-13	\$6,311,155	\$5,556,172
Sep-13	\$7,213,974	\$6,244,071
Oct-13	\$8,709,829	\$6,965,514
Nov-13	\$9,714,526	\$7,856,161
Dec-13	\$10,420,816	\$8,868,142
Jan-14	\$11,018,580	\$9,458,873
Feb-14	\$11,729,101	\$9,881,363
Mar-14	\$12,461,899	\$10,237,425
Apr-14	\$13,581,640	\$11,055,478
May-14	\$15,124,311	\$11,446,725
Jun-14		
Jul-14		
Aug-14		
Sep-14		
Oct-14		
Nov-14		
Dec-14		



Schedule No. 2: Biennial Budget vs. Expenditures by Department



Schedule No. 3: City of Woodinville Monthly Revenue/Expenditure Financial Report 2013/2014
 (General Fund, Streets, Parks & Recreation, Development Services, Equipment Replacement)

REVENUE SOURCES	Revised	2013/2014	% of	%
	Budget	Thru May 2014	Budget	Variance
<u>Operations</u>				
Property Tax	\$5,864,170	\$4,492,863	77%	6%
Sales Tax	\$9,097,598	\$6,441,312	71%	0%
SST Mitigation	\$1,060,000	\$654,506	62%	-9%
Other Taxes	\$565,393	\$416,702	74%	3%
Cable TV/Licenses	\$361,044	\$277,785	77%	6%
Grants/Intergov	\$388,767	\$226,782	58%	-12%
Other Chgs for Svcs	\$553,102	\$306,178	55%	-15%
Miscellaneous/PEG Fees	\$342,651	\$292,302	85%	14%
<i>Subtotal General Fund</i>	<i>\$18,232,725</i>	<i>\$13,108,429</i>	<i>72%</i>	<i>1%</i>
Gas Tax	\$451,771	\$315,295	70%	-1%
Development Services	\$1,123,541	\$1,130,825	101%	30%
Parks & Recreation	\$300,752	\$361,743	120%	49%
Admission Tax*	\$185,000	\$182,428	99%	28%
<i>Subtotal Other Op Funds</i>	<i>\$2,061,064</i>	<i>\$1,990,290</i>	<i>97%</i>	<i>26%</i>
Total Revenue Operations	\$20,293,789	\$15,098,720	74%	4%

EXPENDITURES		2013/2014	% of	%
	Budget	Thru May 2014	Budget	Variance
<u>Operations</u>				
General Fund**	\$13,135,889	\$8,172,438	62%	-9%
Street Fund	\$1,725,550	\$1,169,651	68%	-3%
Development Services	\$2,780,387	\$1,780,942	64%	-7%
Parks & Recreation	\$695,104	\$469,635	68%	-3%
Equipment Replacement	\$198,500	\$57,482	29%	-42%
Total Expenditure Operations	\$18,535,430	\$11,650,149	63%	-8%
Debt Service	\$1,060,863	\$796,575	75%	

Excluded: Hotel/Motel, Surface Water, Reserve Funds, CIP Funds

*Only includes the portion of Admission Tax revenue dedicated to operations of Park and Recreations.

** Budget balance excludes the \$2,000,000 budgeted for real property acquisition.

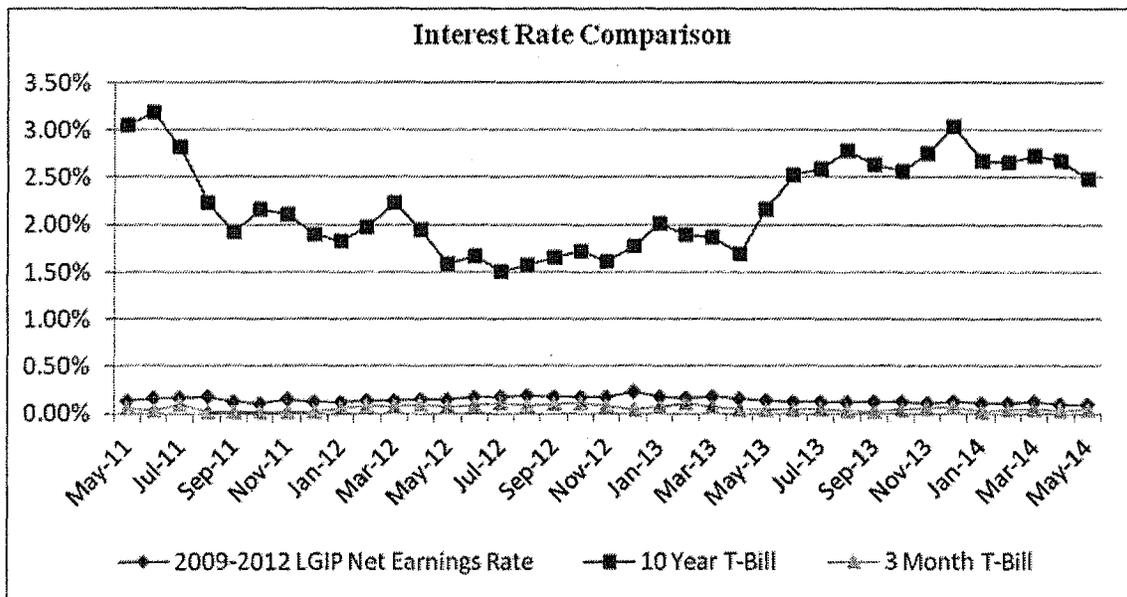
Schedule No. 4: Cash and Investment Activity

	2014 May	2014 April	2014 March
Beginning Cash & Investments	\$31,697,744	\$30,839,662	\$30,396,761
Receipts			
Deposits	\$398,467	\$253,181	\$250,102
King County - ACH	\$1,170,495	\$810,903	\$156,597
State of Washington – Wire	\$439,717	\$363,475	\$530,999
State Investment Interest Revenue	\$2,235	\$2,416	\$2,758
Total Receipts	\$2,010,913	\$1,429,976	\$940,457
Total Available	\$33,708,657	\$32,269,638	\$31,337,217
Disbursements			
Claims	\$2,242,926	\$257,253	\$192,845
Payroll	\$307,133	\$314,641	\$304,710
Total Disbursements	\$2,550,060	\$571,894	\$497,555
Ending Cash & Investments	\$31,158,598	\$31,697,744	\$30,839,662

Schedule No. 4: Schedule of Cash & Investments at Month End

	2014 May	2014 April	2014 March
Cash Bank Accounts (1)	\$2,281,569	\$2,262,667	\$1,770,476
State Investment Pool (2)	\$28,877,029	\$29,435,078	\$29,069,187
Total Cash and Investment Holdings	\$31,158,598	\$31,697,744	\$30,839,662

- (1) Cash Balances reflect General Ledger Book Balances and not actual bank cash balances.
- (2) As of month end May 2014, the State Investment Pool provided net earnings rate of 0.11%; Treasury Information source: http://www.treas.gov/offices/domestic-finance/debt-management/interest-rate/yield_historical.shtml



Schedule No. 5: Monthly Capital Revenue/Expenditure Financial Report 2013/2014

CIP RELATED REVENUE SOURCES	2013/2014 Revised Budget	2013/2014 Thru May 71%	% of Budget
Admission Tax*	\$195,000	\$113,046	58%
Real Estate Excise Tax I & II	\$1,092,000	\$957,280	88%
Utility Tax	\$1,838,000	\$1,305,865	71%
Parks Levy	\$54,000	\$30,819	57%
Park Impact Fees	\$323,850	\$12,750	4%
Traffic Impact Fees	\$115,000	\$84,276	73%
Grant	\$9,428,000	\$1,024,441	11%
Total Capital Projects Revenues	\$13,045,850	\$3,528,478	27%
CIP RELATED EXPENDITURES	2013/2014 Budget	2013/2014 Thru May 71%	% of Budget
<i>Street & Sidewalk Projects</i>			
Wayfinding Sign Construction/Installation	\$50,000	\$0	0%
Residential Street Overlay	\$1,188,000	\$572,827	48%
Woodinville/Duvall Rd. Widening	\$8,819,000	\$1,101,849	12%
School Safety Zones (2011/2012 carryover)	\$1,000	\$1,198	120%
Arterial Street Overlay - Wood./Duvall Rd.	\$842,000	\$815,755	97%
City Gateway Improvements	\$208,000	\$47,472	23%
Northwest Gateway Study	\$300,000	\$154,393	51%
LED Streetlight Replacement	\$250,000	\$0	0%
173rd Ave NE ROW Dedication	\$15,000	\$4,293	29%
Little Bear Creek Culvert Design	\$40,000	\$0	0%
171st Ave NE - Design	\$250,000	\$0	0%
SR 522/195th Int. Improvements (2011/2012 carryover)	\$42,000	\$41,777	99%
Sammamish Bridge Replacement	\$6,550,000	\$48,557	1%
Total Street & Sidewalk Projects	\$18,555,000	\$2,788,121	15%
<i>Parks Projects</i>			
Eastside Rails Corridor Study	\$150,000	\$12,129	8%
Green Brier	\$52,000	\$7,662	15%
Wilmot Gateway Improvements	\$200,000	\$29,655	15%
Total Parks Projects	\$402,000	\$49,446	12%
<i>Surface Water Projects</i>			
Chateau Reach Erosion (2011/2012 carryover)	\$4,000	\$3,698	92%
Samm. River Outfall Water Quality (2011/2012 carryover)	\$4,000	\$4,638	116%
Misc. Stormwater System Improvements	\$143,000	\$44,684	31%
NE 180th St/Lake Leota Water Quality	\$1,655,000	\$170,994	10%
Little Bear Creek/134th Ave Culvert Replacement	\$4,000	\$4,000	100%
Regional Stormwater Detention Plan	\$70,000	\$0	0%
Total Surface Water Projects	\$1,880,000	\$228,013	12%
<i>Facility Projects</i>			
Public Works Maintenance Shop	\$207,000	\$207,384	100%
Emergency Generators	\$400,000	\$39,496	10%
Old Woodinville Schoolhouse	\$142,000	\$122,603	86%
Total Facility Projects	\$749,000	\$369,484	49%
<i>Real Property Acquisition</i>			
Rail Corridor Purchase	\$2,000,000	\$12,703	1%
Woodtrails Purchase	\$0	\$156,216	
Total Real Property Acquisition	\$2,000,000	\$168,919	8%
TOTAL CIP Expenses	\$23,586,000	\$3,603,983	15%

* Admission Tax excludes the portion of revenue designated for operations.

City of Woodinville, Washington

2014 Midyear Budget Amendment

Ordinance No. 594



City of Woodinville, Washington
2014 MIDYEAR BUDGET REPORT
REVENUE REVIEW
2013/2014 Biennium

Fund	Budgeted 2013-2014 Revenue Projection	Revised 2013-2014 Revenue Projection	Increase/ (Decrease) from Budget
NON-RESTRICTED FUNDS			
General Fund	\$18,053,546	\$18,053,546	\$0
RESTRICTED OPERATING FUNDS			
Street Fund	\$464,971	\$464,971	\$0
Development Services Fund	\$1,099,905	\$1,472,905	\$373,000
Parks & Recreation Fund	\$300,752	\$308,052	\$7,300
Admission Tax Fund	\$380,000	\$380,000	\$0
System Replacement Fund	\$0	\$0	\$0
Strategic Budget Reserve Fund	\$0	\$0	\$0
Hotel/Motel Tax Fund	\$114,000	\$114,000	\$0
Subtotal	\$2,359,628	\$2,739,928	\$380,300
INTERNAL SERVICE FUNDS			
Equipment Rental	\$193,996	\$193,996	\$0
Equipment Replacement	\$0	\$0	\$0
Unemployment Fund	\$64,800	\$64,800	\$0
Subtotal	\$258,796	\$258,796	\$0
RESTRICTED CAPITAL FUNDS			
Real Estate Excise Tax No. 1	\$550,000	\$490,000	(\$60,000)
Real Estate Excise Tax No. 2	\$554,000	\$494,000	(\$60,000)
Street Reserve Fund	\$9,204,000	\$8,484,344	(\$719,656)
Utility Tax Fund	\$1,838,000	\$1,838,000	\$0
Park Impact Fee Fund	\$324,300	\$324,300	\$0
Traffic Impact Fee Fund	\$115,200	\$115,200	\$0
Park Capital Project Fund	\$54,000	\$54,000	\$0
Facilities Capital Projects Fund	\$0	\$0	\$0
Subtotal	\$12,639,500	\$11,799,844	(\$839,656)
ENTERPRISE FUNDS			
Surface Water Operations	\$2,223,776	\$2,223,776	\$0
Surface Water Capital Projects	\$1,225,000	\$1,233,000	\$8,000
Subtotal	\$3,448,776	\$3,456,776	\$8,000
DEBT SERVICE FUND			
2005 Refunding Bonds	\$0	\$0	\$0
TOTAL ALL FUNDS	\$36,760,246	\$36,308,890	(\$451,356)

City of Woodinville, Washington
2014 MIDYEAR BUDGET REPORT
EXPENDITURE REVIEW
2013/2014 Biennium

Fund	Budgeted 2013-2014 Expenditures	Revised 2013-2014 Expenditures	(Increase)/ Decrease from Budget
OPERATIONS			
Council	\$135,831	\$135,831	\$0
Executive	\$2,193,119	\$2,193,119	\$0
Legal	\$1,016,000	\$1,016,000	\$0
Administration	\$1,939,608	\$1,925,808	(\$13,800)
Law Enforcement	\$6,350,499	\$6,350,499	\$0
Public Works	\$6,221,353	\$6,375,553	\$154,200
Development Services	\$2,780,385	\$2,798,385	\$18,000
Internal Services	\$414,000	\$410,397	(\$3,603)
Community Promotion	\$128,000	\$145,503	\$17,503
Subtotal Operations	\$21,178,795	\$21,351,095	\$172,300
CAPITAL IMPROVEMENTS			
Streets and Sidewalk Projects	\$18,554,458	\$17,877,000	(\$677,458)
Park Projects	\$402,000	\$402,000	\$0
Municipal Facility Projects	\$749,000	\$749,000	\$0
Surface Water Projects	\$1,880,000	\$1,880,000	\$0
Property Acquisition	\$2,000,000	\$2,310,000	\$310,000
Subtotal Capital Improvements	\$23,585,458	\$23,218,000	(\$367,458)
DEBT REPAYMENT			
Debt Service Payments	\$1,060,863	\$1,060,863	\$0
Subtotal	\$1,060,863	\$1,060,863	\$0
TOTAL ALL EXPENDITURES	\$45,825,116	\$45,629,958	(\$195,158)

City of Woodinville, Washington
2014 MIDYEAR BUDGET REPORT
SOURCES AND USES REVIEW
2013/2014 Biennium with Recommend Revisions

	Unrestricted General Fund	Restricted Operating and Internal Service Funds	Restricted Capital Project Funds	Enterprise Funds	Debt Service Fund	Total All Funds
SOURCES OF FUNDS						
Beginning Balance	\$14,621,032	\$4,368,496	\$7,937,331	\$506,745	\$1,653	\$27,435,257
Revenues	\$18,053,546	\$2,998,724	\$11,799,844	\$3,456,776	\$0	\$36,308,890
Transfers In/(Out)	(\$1,060,864)	\$525,000	(\$1,025,000)	\$500,000	\$1,060,864	\$0
Total Sources	\$31,613,714	\$7,892,220	\$18,712,175	\$4,463,521	\$1,062,517	\$63,744,147
USES OF FUNDS						
<u>Operations</u>						
Council	\$135,831					\$135,831
Executive	\$2,193,119					\$2,193,119
Legal	\$1,016,000					\$1,016,000
Administration	\$1,925,808					\$1,925,808
Law Enforcement	\$5,825,499	\$525,000				\$6,350,499
Public Works	\$3,313,701	\$958,023		\$2,103,829		\$6,375,553
Development Services	\$1,325,480	\$1,472,905				\$2,798,385
Internal Services		\$410,397				\$410,397
Community Promotion		\$145,503				\$145,503
Subtotal Operations	\$15,735,438	\$3,511,828	\$0	\$2,103,829	\$0	\$21,351,095
<u>Capital Improvements</u>						
Streets and Sidewalk Projects		\$78,000	\$17,799,000			\$17,877,000
Park Projects			\$402,000			\$402,000
Municipal Facility Projects			\$749,000			\$749,000
Surface Water Projects				\$1,880,000		\$1,880,000
Property Acquisition	\$2,310,000					\$2,310,000
Subtotal Capital Improvements	\$2,310,000	\$78,000	\$18,950,000	\$1,880,000	\$0	\$23,218,000
<u>Debt Repayment</u>						
Debt Service Payments	\$0	\$0	\$0	\$0	\$1,060,863	\$1,060,863
Total Expenditures	\$18,045,438	\$3,589,828	\$18,950,000	\$3,983,829	\$1,060,863	\$45,629,958
ENDING BALANCE	\$13,568,276	\$4,302,392	(\$237,825)	\$479,692	\$1,654	\$18,114,189

Schedule of Recommended Budget Modifications

Fund	Per Ord. 579	Recommended	Difference
001 General Fund	\$20,194,753	\$20,275,953	\$81,200
101 Street Fund	\$1,725,550	\$1,752,750	\$27,200
104 Development Services	\$2,780,385	\$2,798,385	\$18,000
110 Admission Tax	\$185,000	\$185,000	\$0
111 Parks & Recreation Special Revenue	\$769,602	\$837,602	\$68,000
112 System Replacement	\$0	\$0	\$0
113 Strategic Budget Reserve	\$0	\$0	\$0
114 Park Impact Fee	\$0	\$0	\$0
115 Hotel/Motel Tax	\$178,000	\$223,503	\$45,503
116 Traffic Impact Fees	\$180,000	\$270,000	\$90,000
201 Debt Service	\$1,060,863	\$1,060,863	\$0
301 Capital Project	\$1,705,000	\$1,881,000	\$176,000
302 Special Capital Project	\$3,872,000	\$3,812,000	(\$60,000)
303 Capital Street Reserve	\$11,913,058	\$12,992,000	\$1,078,942
316 Utility Tax	\$3,735,000	\$3,848,000	\$113,000
351 SR522/195th Capital Project	\$42,000	\$42,000	\$0
354 Parks and Recreation Capital Projects	\$439,000	\$439,000	\$0
358 Facilities Capital Project	\$762,000	\$762,000	\$0
361 Sammamish Bridge Replacement	\$6,549,400	\$4,765,000	(\$1,784,400)
410 Surface Water Management	\$2,343,469	\$2,383,469	\$40,000
412 Surface Water Capital Projects	\$1,880,000	\$1,923,000	\$43,000
501 Equipment Rental	\$150,500	\$150,500	\$0
503 Equipment Replacement	\$198,500	\$194,897	(\$3,603)
505 Unemployment Reserve	\$65,000	\$65,000	\$0
TOTAL ALL FUNDS	\$60,729,080	\$60,661,922	(\$67,158)

ORDINANCE NO. 594

AN ORDINANCE OF THE CITY OF WOODINVILLE, WASHINGTON, REPEALING ORDINANCE NO. 579, WHICH ADOPTED A BUDGET FOR 2013/2014, ADOPTING A REVISED BIENNIAL BUDGET FOR THE CITY OF WOODINVILLE, WASHINGTON, FOR THE YEARS 2013 AND 2014, SETTING FORTH THE REVISED ESTIMATED EXPENDITURES TO FACILITATE CAPITAL EXPENDITURES AND OPERATIONAL NEEDS.

WHEREAS, Ordinance No. 579 estimated certain expenditures for all funds; and

WHEREAS, certain adjustments to expenditures are in the best interest of the City; and

WHEREAS, certain expenditures for capital projects were unanticipated when Ordinance 579 was adopted; and

WHEREAS, the changes set forth herein could not reasonably have been anticipated at the time of adoption of the 2013/2014 budget; and

WHEREAS, this ordinance has been on file with the City Clerk more than five (5) days prior to its passage;

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

Section 1. The biennial budget of the City of Woodinville, Washington for the years 2013 and 2014, a copy of which is on file in the Office of the City Clerk, is hereby adopted by this reference, in the aggregate total of estimated expenditures for all funds combined of \$60,661,922.

Section 2. The totals of estimated expenditures for each separate fund, as set forth herein, are:

Fund	Original Ord. 558	Revision 1 Ord. 570	Revision 2 Ord. 579	Revision 3 Ord. 594
001 General Fund	\$18,090,353	\$18,313,353	\$20,194,753	\$20,275,953
101 Street Fund	\$1,680,050	\$1,680,050	\$1,725,550	\$1,752,750
104 Development Services	\$2,841,985	\$2,841,985	\$2,780,385	\$2,798,385
110 Admission Tax	\$185,000	\$185,000	\$185,000	\$185,000
111 Parks & Recreation Special Revenue	\$680,102	\$754,602	\$769,602	\$837,602
112 System Replacement	\$0	\$0	\$0	\$0
113 Strategic Budget Reserve	\$0	\$0	\$0	\$0
114 Park Impact Fee	\$0	\$0	\$0	\$0
115 Hotel/Motel Tax	\$178,000	\$178,000	\$178,000	\$223,503
116 Traffic Impact Fees	\$190,000	\$190,000	\$180,000	\$270,000
201 Debt Service	\$1,060,864	\$1,060,864	\$1,060,863	\$1,060,863
301 Capital Project	\$1,701,000	\$1,701,000	\$1,705,000	\$1,881,000
302 Special Capital Project	\$3,660,000	\$3,660,000	\$3,872,000	\$3,812,000
303 Capital Street Reserve	\$11,708,058	\$11,708,058	\$11,913,058	\$12,992,000
316 Utility Tax	\$3,701,000	\$3,701,000	\$3,735,000	\$3,848,000
351 SR522/195th Capital Project	\$42,000	\$42,000	\$42,000	\$42,000
354 Parks and Recreation Capital Projects	\$439,000	\$439,000	\$439,000	\$439,000
358 Facilities Capital Project	\$743,000	\$885,000	\$762,000	\$762,000
361 Sammamish Bridge Replacement	\$6,549,400	\$6,549,400	\$6,549,400	\$4,765,000
410 Surface Water Management	\$2,357,969	\$2,357,969	\$2,343,469	\$2,383,469
412 Surface Water Capital Projects	\$1,816,136	\$1,816,136	\$1,880,000	\$1,923,000
501 Equipment Rental	\$150,500	\$150,500	\$150,500	\$150,500
503 Equipment Replacement	\$198,500	\$198,500	\$198,500	\$194,897
505 Unemployment Reserve	65000	\$65,000	\$65,000	\$65,000
TOTAL ALL FUNDS	\$58,037,917	\$58,477,417	\$60,729,080	\$60,661,922

Section 3. The City Clerk is directed to transmit a certified copy of this ordinance to the Office of the Auditor of the State of Washington, Division of Municipal Corporations and to the Association of Washington Cities.

Section 4. Effective date. This ordinance shall be effective five (5) days after publication of an approved summary consisting of the title to this ordinance.

Section 5. Severability. If any section, sentence, clause or phase of this ordinance should be held to be invalid or unconstitutional by a court of competent jurisdiction, such invalidity or unconstitutionality shall not affect the validity or constitutionality of any other section, sentence, clause or phrase of this ordinance..

**ADOPTED BY THE CITY COUNCIL AND SIGNED IN AUTHENTICATION OF ITS PASSAGE
THISth DAY OF, 2014.**

Bernard W. Talmas, Mayor

ATTEST/AUTHENTICATED:

By:

Jennifer Kuhn, CMC, City Clerk

APPROVED AS TO FORM:
OFFICE OF THE CITY ATTORNEY

By:_____
Greg Rubstello, City Attorney

PASSED BY THE CITY COUNCIL:
PUBLISHED:
EFFECTIVE DATE:
ORDINANCE NO. 570

2013-2014 BUDGET STATUS REPORT

MAY 2014 TREASURER REPORT & 2014 MID-YEAR BUDGET REVIEW



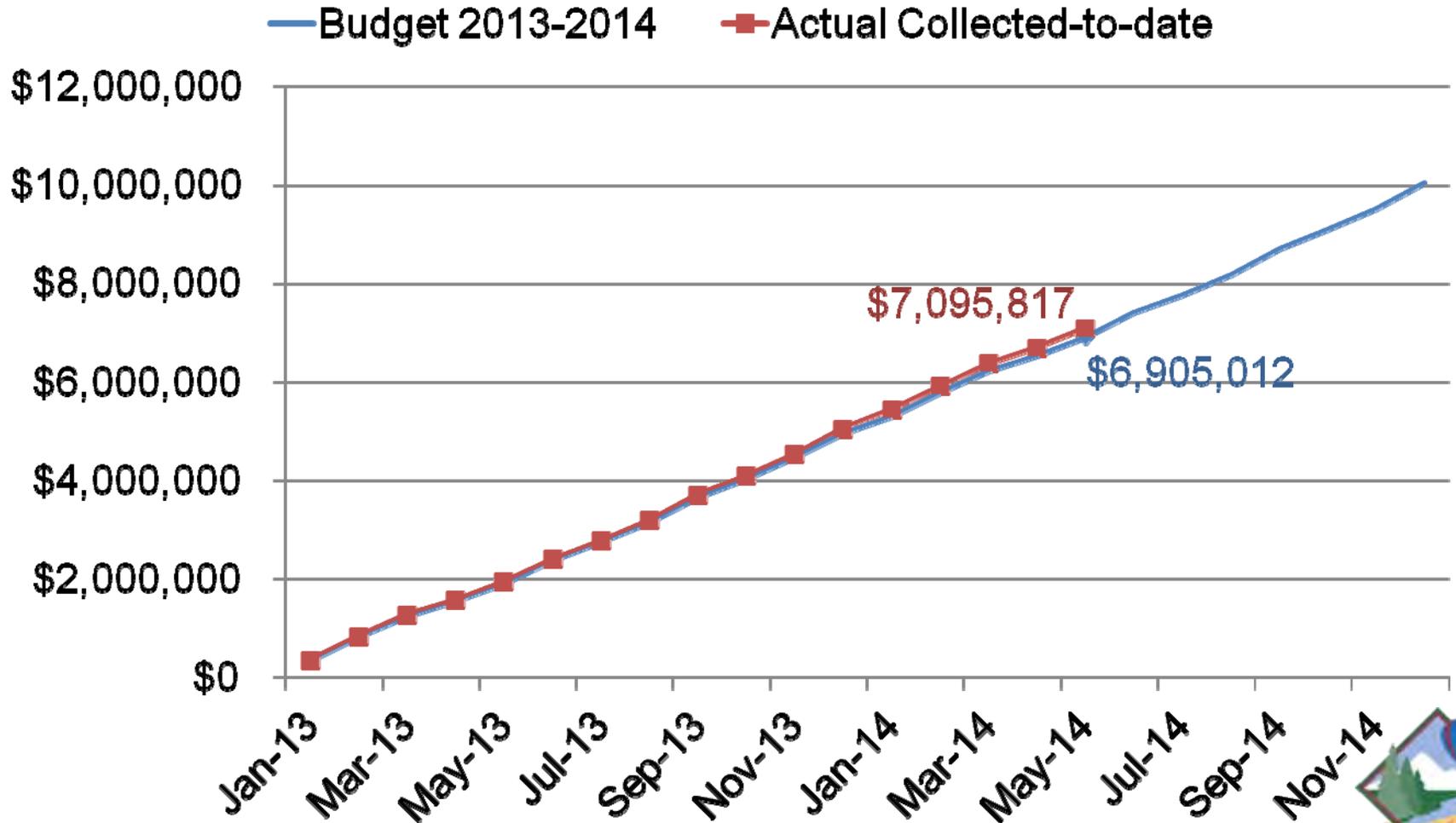
Operating Revenues

- Sales tax is showing growth in retail trade.
- Development Services has exceeded the biennial forecast.
- Parks & Recreation fees have exceeded revenue estimates due to timing of receipts and a slight increase in field usage.
- All other operating revenues are meeting expectations.

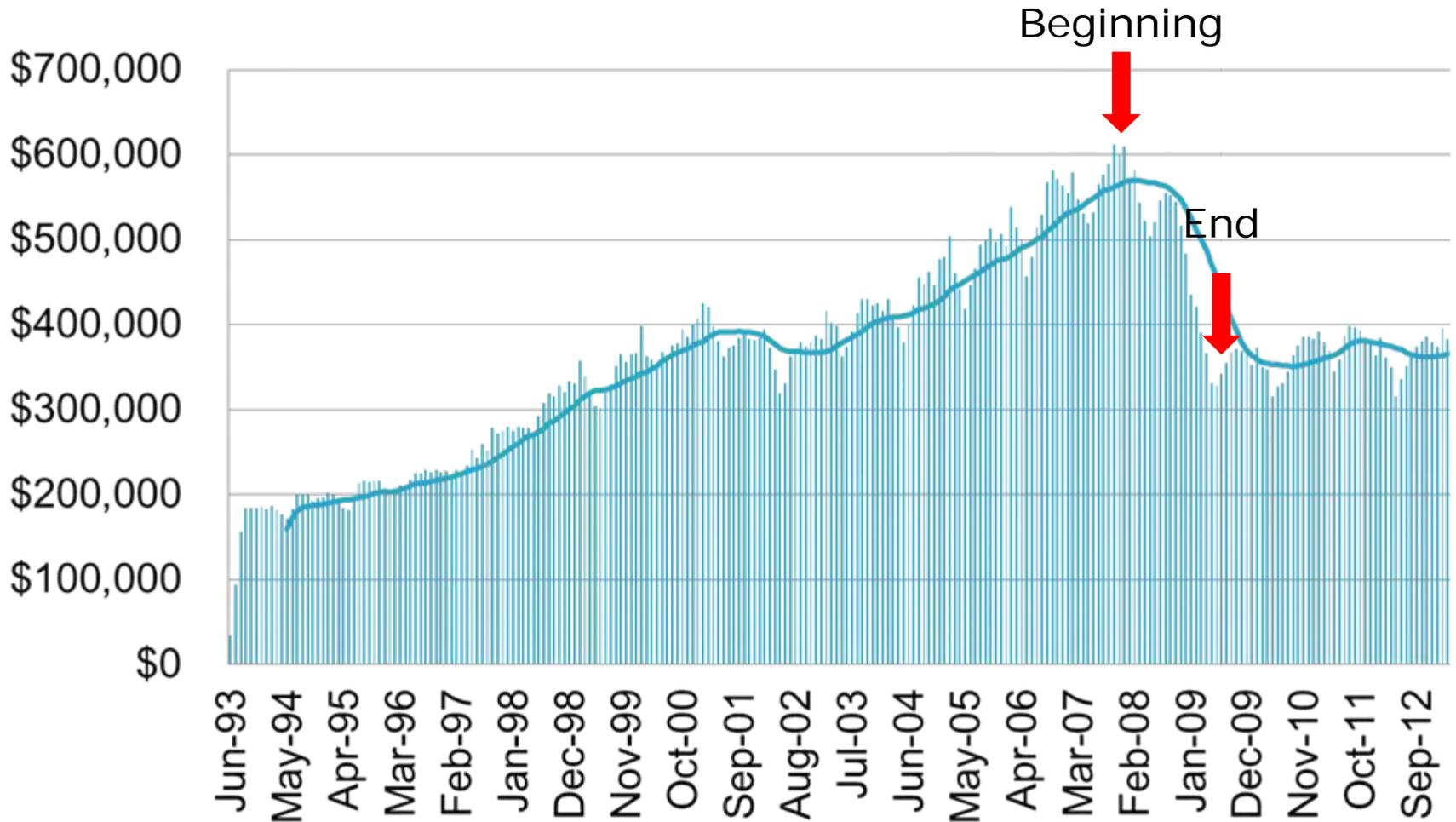


General Fund Revenues

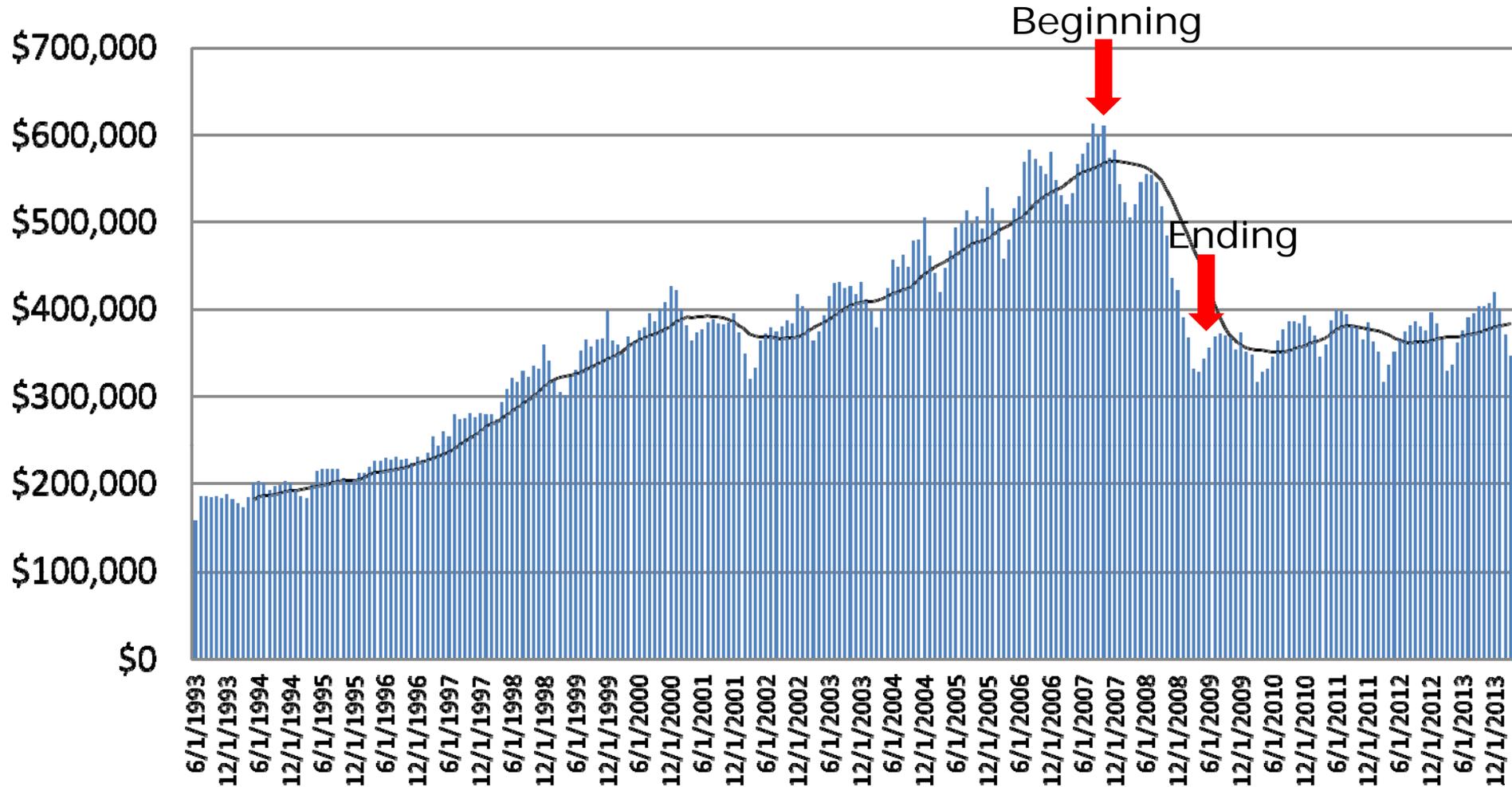
Sales Tax (including SST mitigation)



Monthly Sales Tax Revenue (Three Month Averages)

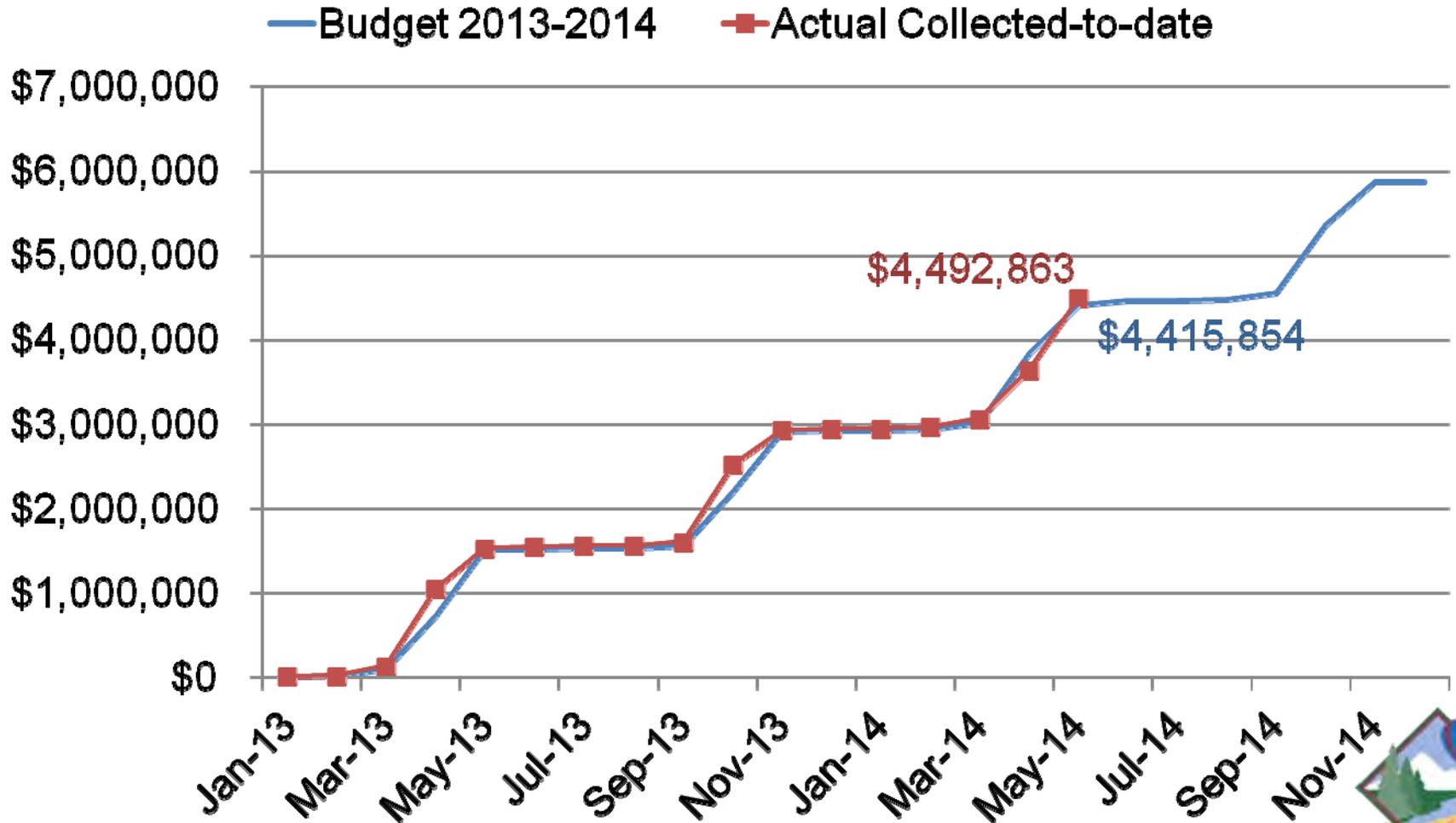


Monthly Sales Tax Revenue (Three Month Averages)



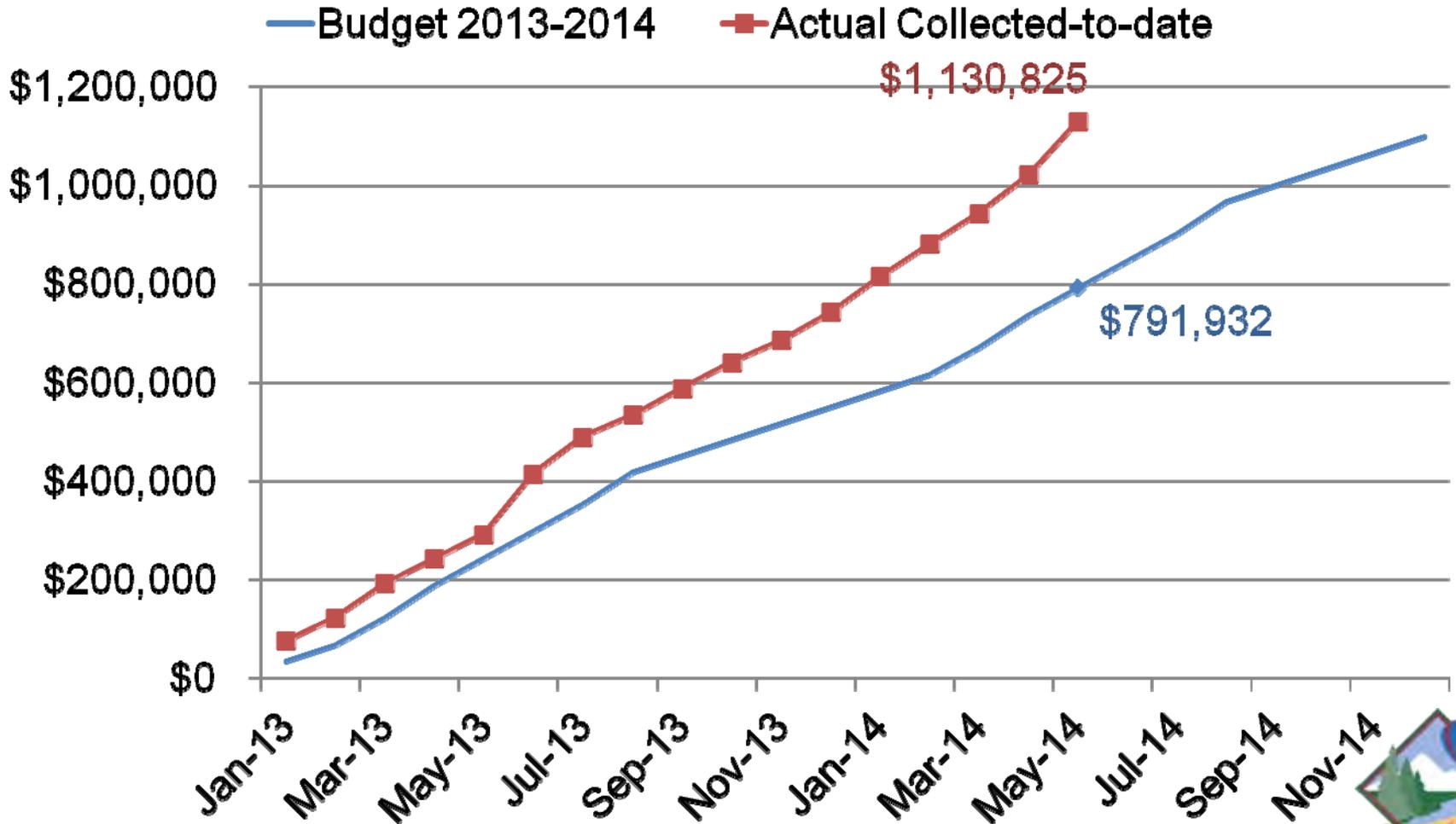
General Fund Revenues

Property Tax



Development Services

Permits, Licenses & Fees



Operating Expenditures

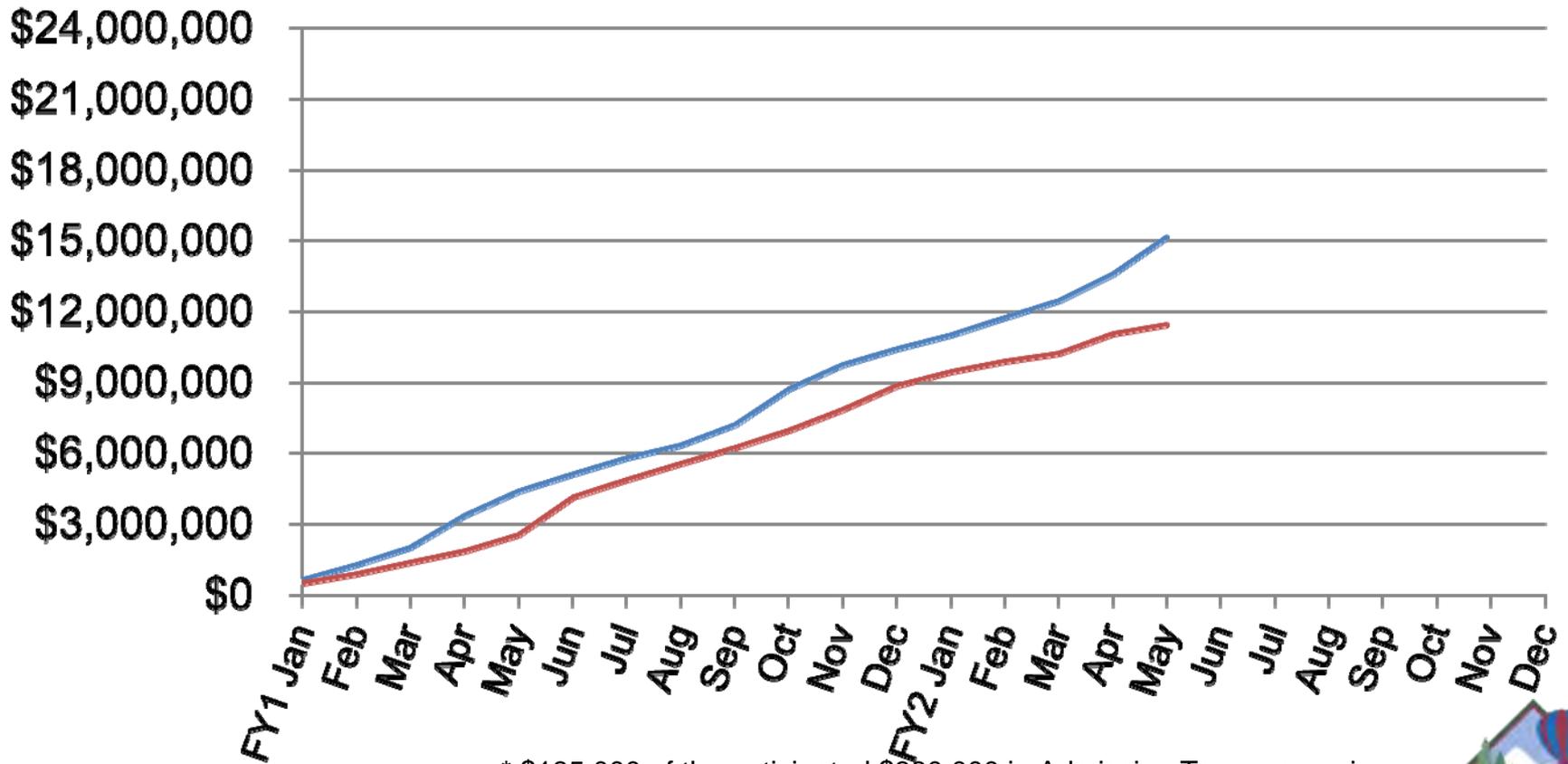
Department	Biennium-to-date Budget	YTD 2013/2014 Actual Expenditures	Over/(Under) Budget	%
Legislative	\$96,214	\$94,817	(\$1,396)	-1%
Legal	\$719,667	\$584,827	(\$134,840)	-19%
Executive	\$1,553,459	\$1,361,495	(\$191,964)	-12%
Administrative	\$1,373,960	\$1,165,150	(\$208,810)	-15%
Law Enforcement	\$4,498,270	\$3,049,957	(\$1,448,313)	-32%
Public Services	\$1,177,768	\$916,192	(\$261,576)	-22%
Street	\$1,222,265	\$1,169,651	(\$52,613)	-4%
Development Services	\$1,969,439	\$1,780,943	(\$188,496)	-10%
Parks & Rec	\$545,135	\$469,635	(\$75,499)	-14%



Revenue vs. Expenditures Actual

2013-2014 General Fund, Streets, Parks & Rec, Development Services, Admissions Tax*, Equipment Repl., & Debt Service.

— Revenue — Expenditure



* \$185,000 of the anticipated \$380,000 in Admission Tax revenue is appropriated for the operations of Parks & Recreations. Only the operations amount is factored into the analysis above.



2013 Capital Revenues

(As of May 2014)

- Utility tax revenues:
 - \$1,306,000
 - 3% over revised forecast
- REET I and REET II
 - \$957,000
 - 14% over forecast
- Park Impact fees:
 - \$12,750
 - 96% below forecast
 - Revenue is expected by toward the end of the year.
- Traffic Impact fees:
 - \$84,000
 - 15% below forecast



Questions on the Treasurer's Report?



BUDGET RECOMMENDATIONS



Background

- On December 2012 the City Council adopted the 2013-2014 (Biennial Budget).
- Appropriations are adopted by Ordinance for a 24 month period.
- Council has reviewed/revised budget:
 - September 24, 2013 – review of the first six months
 - November 19, 2013 – mid-biennium review
- Tonight a review of the budget 17 months into the biennium.



Recommend Budget Revisions

Operating Revenues

Fund	Budgeted 2013-2014 Revenue Projection	Revised 2013-2014 Revenue Projection	Increase/ (Decrease) from Budget
NON-RESTRICTED FUNDS			
General Fund	\$18,053,546	\$18,053,546	\$0
RESTRICTED OPERATING FUNDS			
Street Fund	\$464,971	\$464,971	\$0
Development Services Fund	\$1,099,905	\$1,472,905	\$373,000
Parks & Recreation Fund	\$300,752	\$308,052	\$7,300
Admission Tax Fund	\$380,000	\$380,000	\$0
System Replacement Fund	\$0	\$0	\$0
Strategic Budget Reserve Fund	\$0	\$0	\$0
Hotel/Motel Tax Fund	\$114,000	\$114,000	\$0
Subtotal	\$2,359,628	\$2,739,928	\$380,300

Expected revenue from now until year end.

Insurance proceeds



Recommend Budget Revisions

Capital Revenues

Fund	Budgeted 2013-2014 Revenue Projection	Revised 2013-2014 Revenue Projection	Increase/ (Decrease) from Budget
RESTRICTED CAPITAL FUNDS			
Real Estate Excise Tax No. 1	\$550,000	\$490,000	(\$60,000)
Real Estate Excise Tax No. 2	\$554,000	\$494,000	(\$60,000)
Street Reserve Fund	\$9,204,000	\$8,484,344	(\$719,656)
Utility Tax Fund	\$1,838,000	\$1,838,000	\$0
Park Impact Fee Fund	\$324,300	\$324,300	\$0
Traffic Impact Fee Fund	\$115,200	\$115,200	\$0
Park Capital Project Fund	\$54,000	\$54,000	\$0
Facilities Capital Projects Fund	\$0	\$0	\$0
Subtotal	\$12,639,500	\$11,799,844	(\$839,656)
ENTERPRISE FUNDS			
Surface Water Operations	\$2,223,776	\$2,223,776	\$0
Surface Water Capital Projects	\$1,225,000	\$1,233,000	\$8,000
Subtotal	\$3,448,776	\$3,456,776	\$8,000

REET refund totaling \$302,000.

Loss of TIB Grant for Samm. Bridge.

Adjustment due to timing of revenue.



Recommend Budget Revisions

Operating Expenditures

Fund	Budgeted 2013-2014 Expenditures	Revised 2013-2014 Expenditures	(Increase)/ Decrease from Budget
OPERATIONS			
Council	\$135,831	\$135,831	\$0
Executive	\$2,193,119	\$2,193,119	\$0
Legal	\$1,016,000	\$1,016,000	\$0
Administration	\$1,939,608	\$1,925,808	(\$13,800)
Law Enforcement	\$6,350,499	\$6,350,499	\$0
Public Works	\$6,221,353	\$6,375,553	\$154,200
Development Services	\$2,780,385	\$2,798,385	\$18,000
Internal Services	\$414,000	\$410,397	(\$3,603)
Community Promotion	\$128,000	\$145,503	\$17,503
Subtotal Operations	\$21,178,795	\$21,351,095	\$172,300

Reduced Salaries & Benefits

Repairs, Engineering Review, Vector Service, Locate Service, & Supplies

Consultant Services

Savings on Equipment Replacement

Revised according to approved Hotel/Motel Tax appropriations



Recommended Budget Revisions

Capital Expenditures

Fund	Budgeted 2013-2014 Expenditures	Revised 2013-2014 Expenditures	(Increase)/ Decrease from Budget
CAPITAL IMPROVEMENTS			
Streets and Sidewalk Projects	\$18,554,458	\$17,877,000	(\$677,458)
Park Projects	\$402,000	\$402,000	\$0
Municipal Facility Projects	\$749,000	\$749,000	\$0
Surface Water Projects	\$1,880,000	\$1,880,000	\$0
Property Acquisition	\$2,000,000	\$2,310,000	\$310,000
Subtotal Capital Improvements	\$23,585,458	\$23,218,000	(\$367,458)

Reduced Samm.
Bridge Project
and other CIP
adjustment

Increase to fund
the Wood Trails
property
purchase

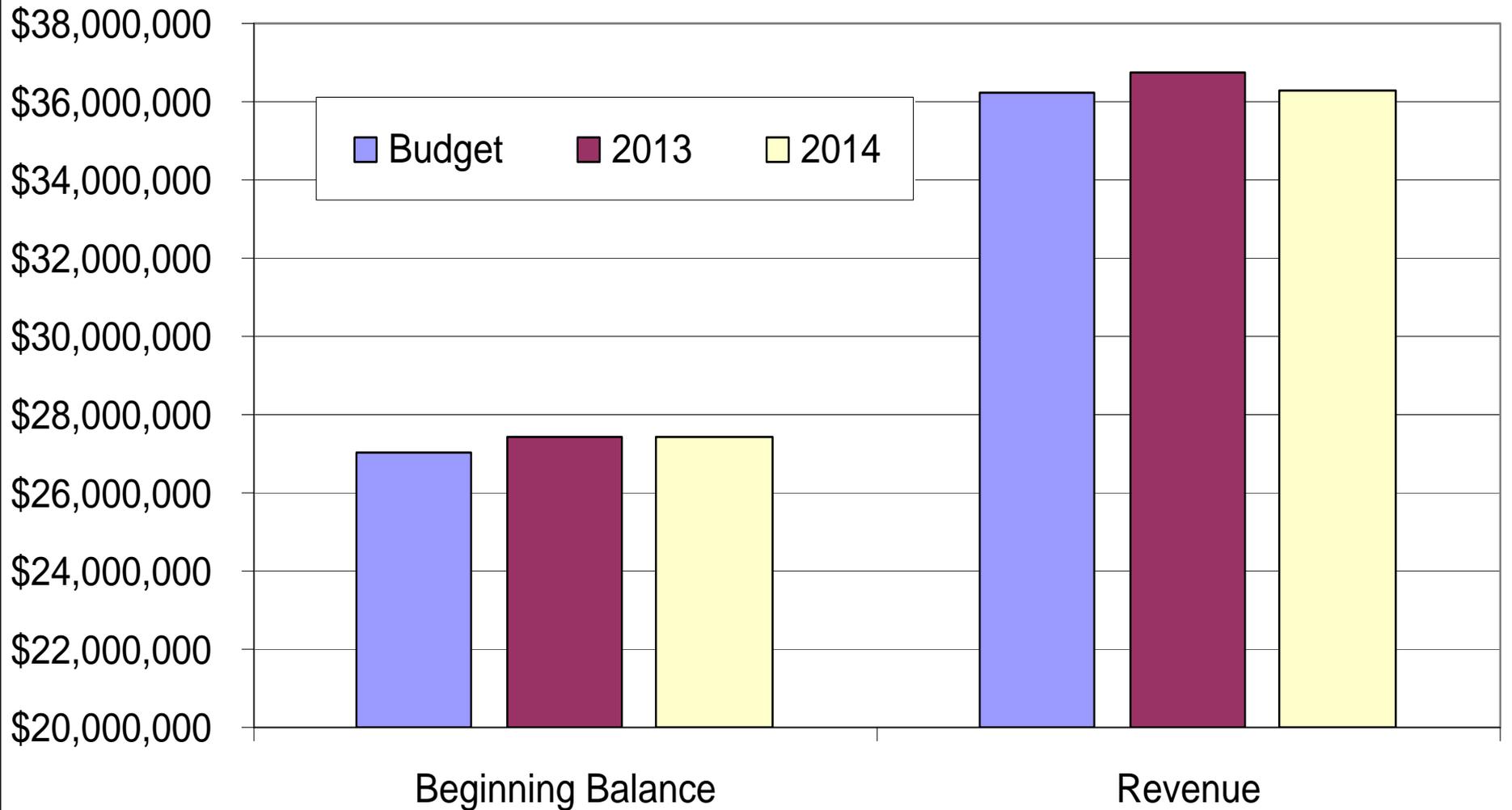


Budget Recommendation Effects

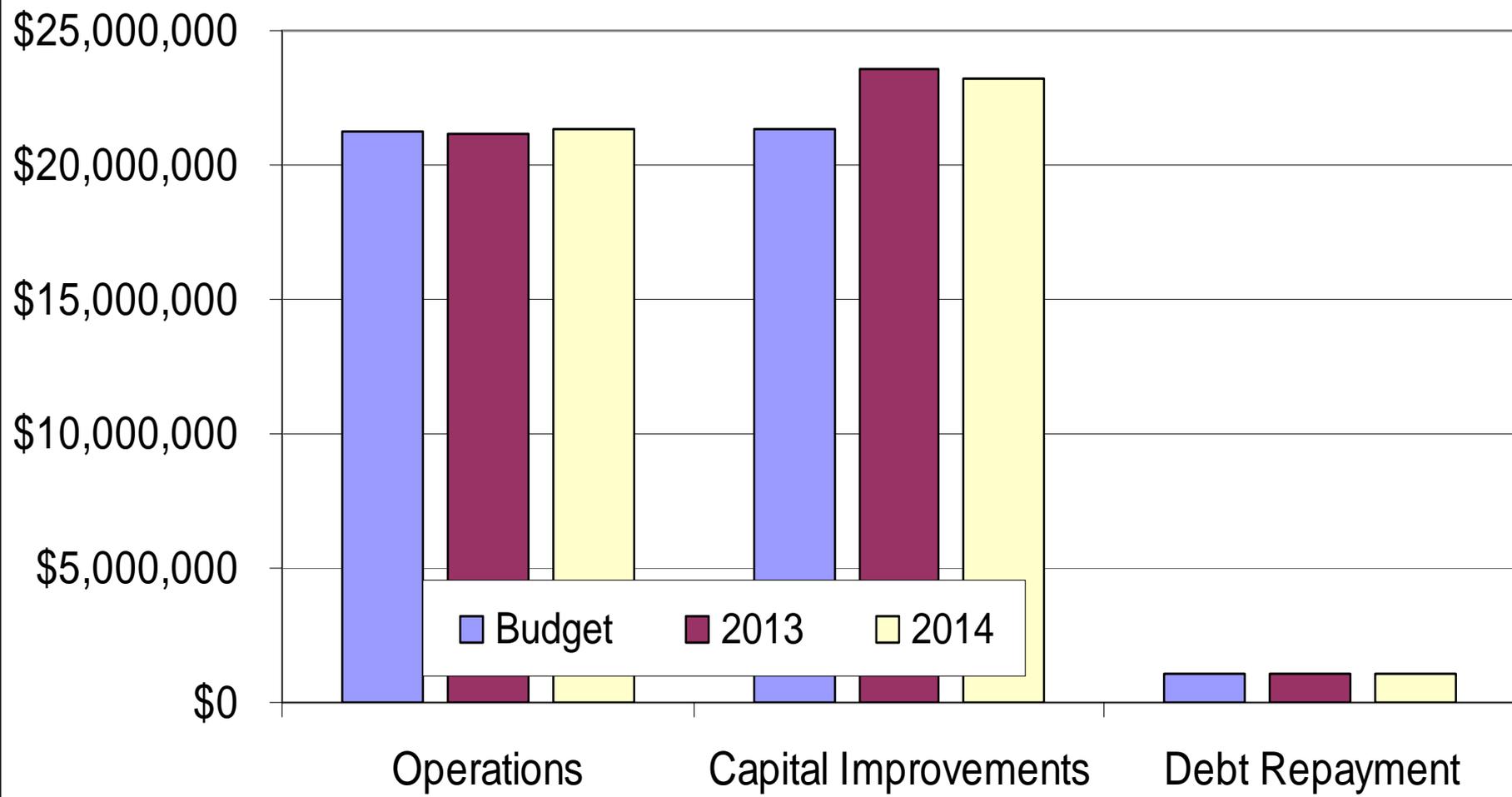
	Approved Budget 2013-2014	Mid- Biennium Amendment 2013	Amendment No. 3 2014	Change from Budget	Change from Mid- Biennium Amendment
SOURCES OF FUNDS					
Beginning Balance	\$27,004,388	\$27,435,257	\$27,435,257	\$430,869	\$0
Revenues	\$36,231,649	\$36,760,246	\$36,308,890	\$77,241	(\$451,356)
Transfers/Other Sources	\$0	\$0	\$0	\$0	\$0
Total Sources of Funds	\$63,236,037	\$64,195,503	\$63,744,147	\$508,110	(\$451,356)
USES OF FUNDS					
Operations	\$21,216,595	\$21,178,795	\$21,351,095	\$134,500	\$172,300
Capital Improvements	\$21,297,594	\$23,585,458	\$23,218,000	\$1,920,406	(\$367,458)
Debt Repayment	\$1,060,863	\$1,060,863	\$1,060,863	\$0	\$0
Other Uses	\$0	\$0	\$0	\$0	\$0
Total Uses of Funds	\$43,575,052	\$45,825,116	\$45,629,958	\$2,054,906	(\$195,158)
ENDING BALANCE	\$19,660,985	\$18,370,387	\$18,114,189	(\$1,546,796)	(\$256,198)



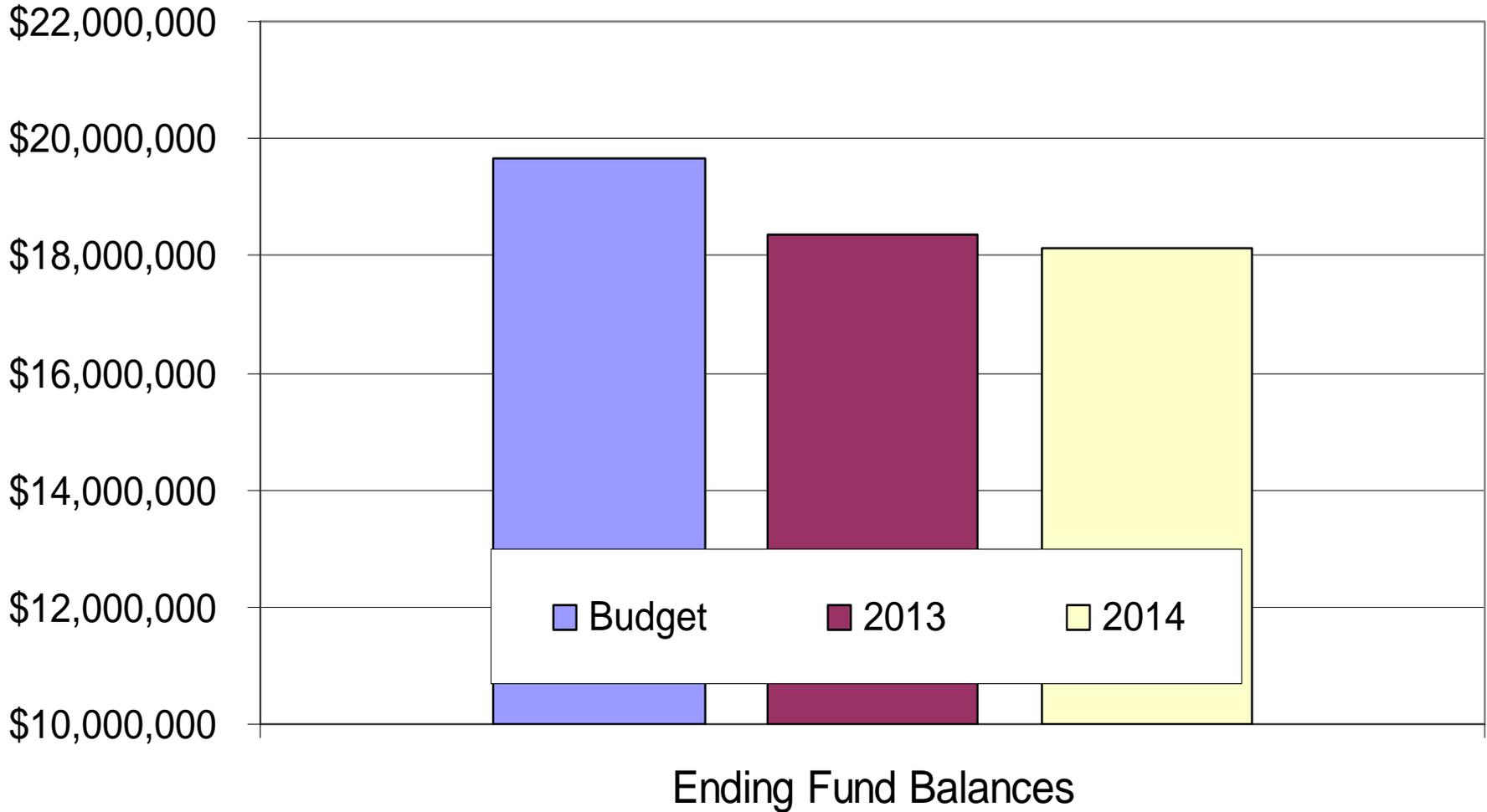
Sources of Funds: Comparison to Budget



Uses of Funds: Comparison to Budget



Ending Balances - Comparison to Budget



Questions on the Budget Adjustments?

