

BIENNIAL BUDGET
2017-2018 CITY OF TACOMA
CORE SERVICES CONTINUOUS IMPROVEMENT CREDIBILITY

2017 3rd Quarter Financial Report

Katie Johnston, Budget Manager
City Council Study Session
October 31, 2017

2

3rd Quarter 2017 Financials

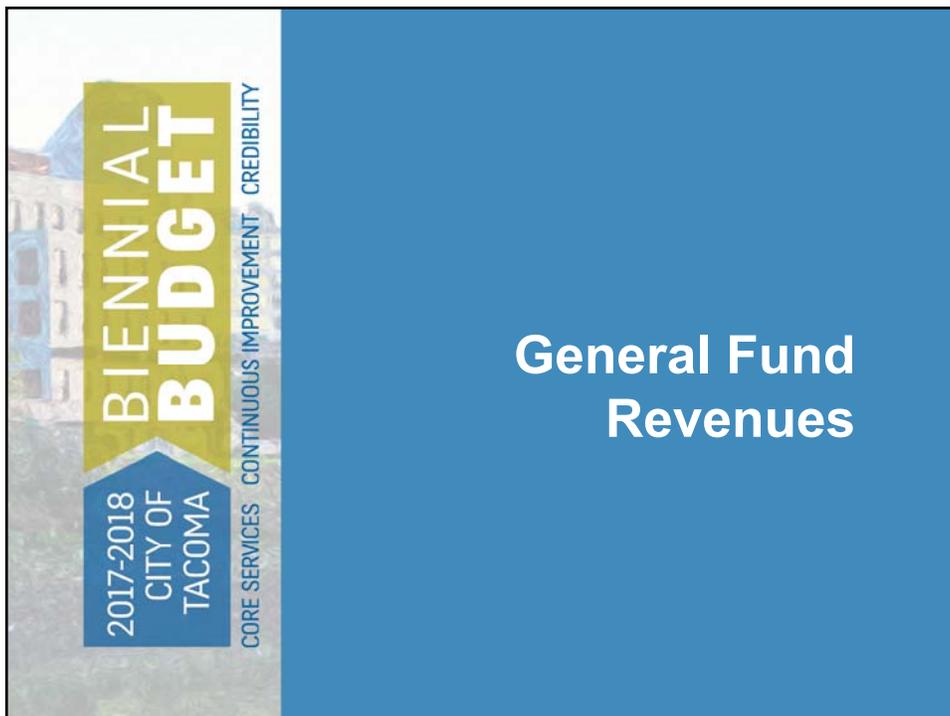
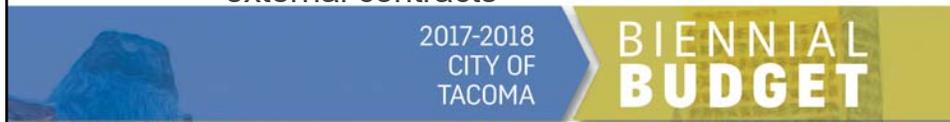
- General Fund & Supported Funds
 - 2017-2018 finances through September 30, 2017

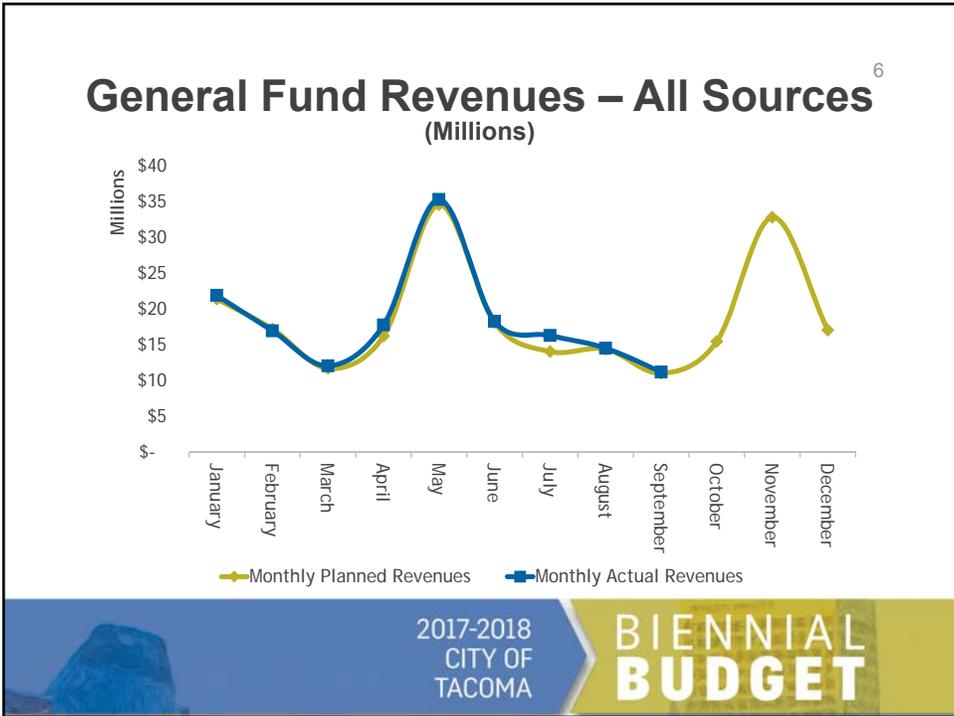
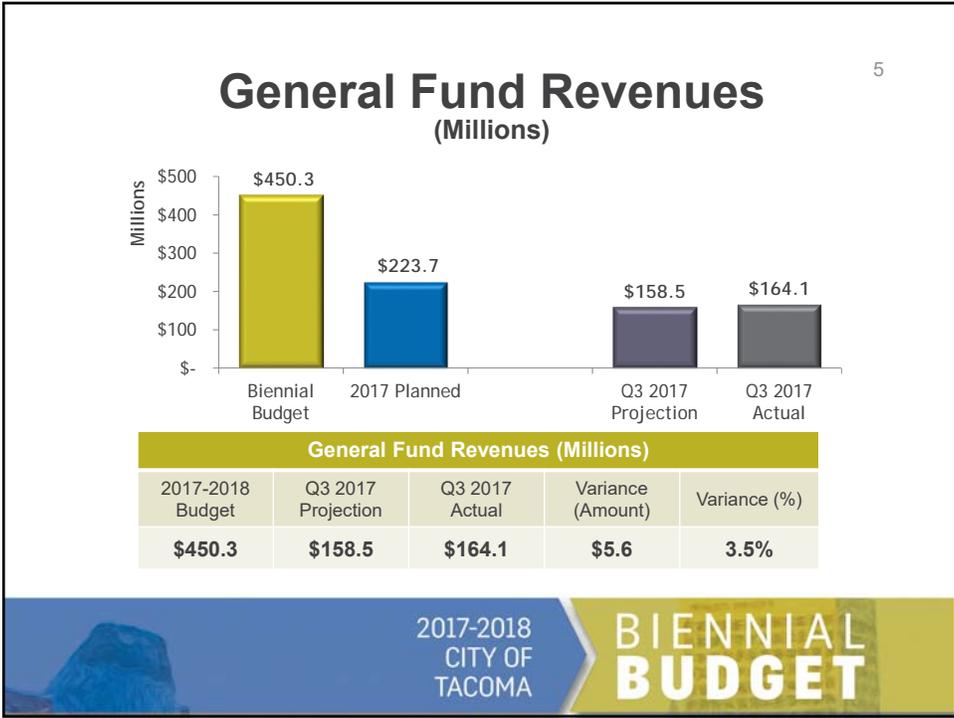


2017-2018 CITY OF TACOMA **BIENNIAL BUDGET**

2017 General Fund Update

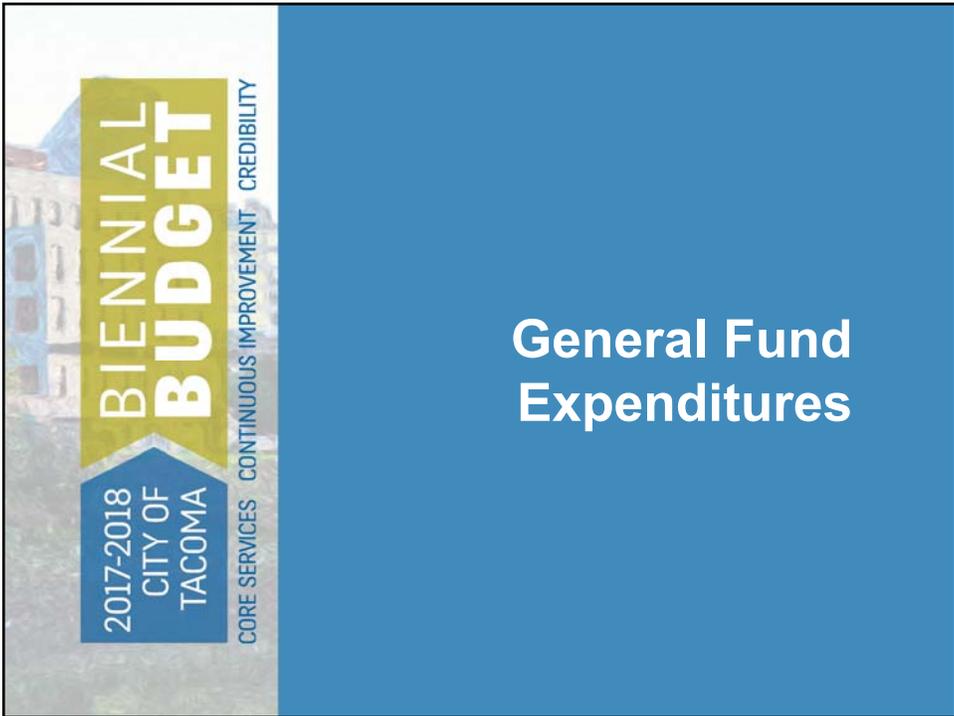
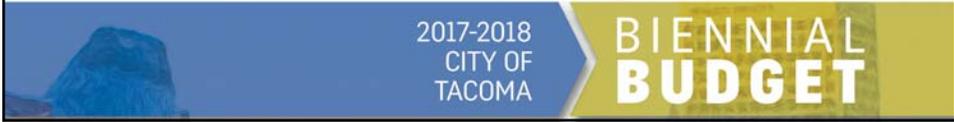
- General Fund balance approximately \$11.7 M favorable through Q3
 - \$5.6 M more in revenues
 - Favorable trends in Utility, Sales, and Business Taxes and Licenses & Permit revenues
 - \$6.1 M less in expenditures
 - Less expenditures than planned due to vacancies and delayed spending on external contracts

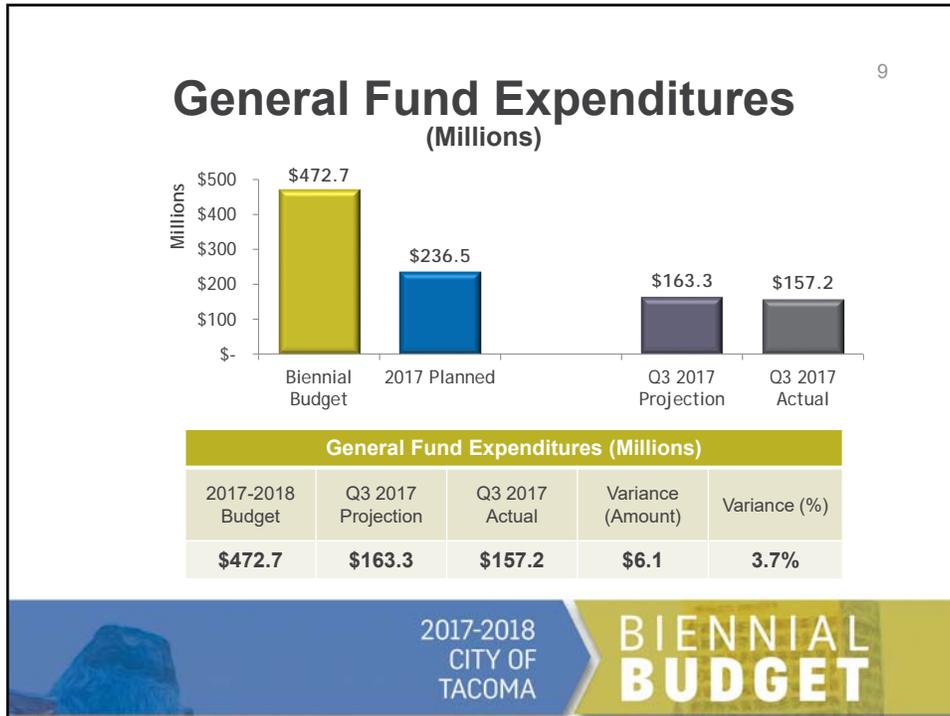




General Fund Revenue Variance ⁷ (Millions)

Revenue Source	Q3 2017 Projection	Q3 2017 Actual	Variance (Amount)	Variance (%)
Property Tax	\$31.5	\$31.7	\$0.2	0.8%
Sales Tax	38.7	39.5	0.8	2.2%
Business Tax	36.3	37.1	0.8	2.4%
Utility Tax	32.4	34.2	1.8	5.4%
Other Revenue	19.6	21.6	2.0	11.0%
Total	\$158.5	\$164.1	\$5.6	3.5%





General Fund Expenditure Variance (Millions)

10

Department	Q3 2017 Projection	Q3 2017 Actual	Variance (Amount)	Variance (%)
Police	\$59.2	\$56.8	\$2.4	4.1%
Neigh & Comm Svcs	8.1	6.7	1.4	17.0%
Non-Departmental	29.2	27.4	1.8	6.3%
Fire	42.4	43.6	(1.2)	(2.9%)
Other Departments	24.4	22.7	1.7	7.0%
Total	\$163.3	\$157.2	\$6.1	3.7%

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11

Expenditure Variance Detail

\$0.1 M below budget plan:

- \$2.4 M – Police Department
 - Personnel and fuel savings
- \$1.4 M – Neighborhood & Comm. Services
 - Delayed contractor payments and personnel savings

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12

Expenditure Variance Detail

\$0.1 M below budget plan

(continued):

- \$1.8 M – Non-Departmental
 - Delayed jail invoices, under-expended jail contract, and less than planned fire pension costs
- (\$1.2 M) – Fire
 - Unbudgeted recruit class, leave and severance payouts, and disaster response costs that will be reimbursed

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TPD Commissioned Vacancies

- 19 Vacancies as of September 2017

Action	Commissioned
Hires	21
Departures	21
YTD Impact	-



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General Fund Supported Funds

General Fund Supported Funds

(Millions)

15

Fund		Q3 2017 Projection	Q3 2017 Actual	Variance (Amount)	Variance (%)
Street Operations & Engineering	Revenues	\$17.1	\$16.9	(\$0.2)	-1.2%
	Expenditures	17.3	15.2	2.1	12.2%
Traffic Enforcement	Revenues	2.6	2.6	0.0	2.3%
	Expenditures	2.5	2.5	0.0	1.8%
Permit Services	Revenues	6.8	8.6	1.8	26.7%
	Expenditures	7.0	6.6	0.4	5.8%

TACOMA

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General Fund Supported Funds

(Millions)

16

Fund		Q3 2017 Projection	Q3 2017 Actual	Variance (Amount)	Variance (%)
Convention Center	Revenues	\$5.4	\$5.7	\$0.3	5.5%
	Expenditures	5.2	5.1	0.1	1.5%
Cheney Stadium	Revenues	1.0	1.0	(0.0)	-0.8%
	Expenditures	0.6	0.8	(0.2)	-26.8%
Tacoma Dome	Revenues	5.9	7.9	2.0	33.5%
	Expenditures	6.7	6.8	(0.1)	-1.3%

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Budget Initiative Tracker

- Public Safety
 - Aid Vehicle and FTE Additions to Squads
 - FD Cares
 - Violence Reduction Team
- Infrastructure
 - Lincoln District
 - School Zone Beacons
- Homelessness
 - Homeless Outreach Team



Important Dates

Date	Item
Nov. 1	Planning Commission Public Hearing on CFP Amendment
Nov. 7 (Election Night)	Property Tax Levies 1 st Reading
Nov. 21	Study Session on Proposed Mid-Biennium Modifications Property Tax Levies 2 nd Reading
Nov. 28	Public Hearing on Mid-Biennial Modification & CFP Amendment Mid-Biennial Modification Ordinance 1 st Reading
Dec. 5	Mid-Biennial Modification Ordinance 2 nd Reading CFP Amendment 1 st Reading
Dec. 12	CFP Amendment 2 nd Reading

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**2017 Capital
Update**

Capital Project Updates

- 72 Active capital projects
 - 16 in Planning
 - 35 in Design
 - 9 in Construction
 - 8 Close-out
 - 4 On Hold



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Capital Project Updates

- Prairie Line Trail
 - Phase 1, nearly complete
 - Phase 2, designed, construction unfunded



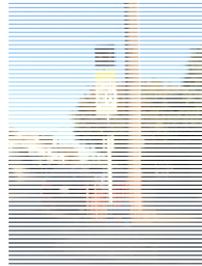
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Capital Project Updates

- Safe Routes to Schools
- School Speed Zone Safety Beacons



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Capital Project Updates

- Lincoln Business District Streetscape
 - Phase 1 (38th Street)
 - Construction in progress, completion anticipated by Summer 2018
 - Phase 2 (Festival Street)
 - In design, completion anticipated by Fall 2018

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Capital Project Updates

- Tacoma Dome Capital Improvements
 - Bonds to be issued end of 2017
 - Tacoma Dome to close in June 2018, reopen in October



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Capital Project Updates

- 30 projects scheduled for completion by 2018
 - Business District and Neighborhood improvements
 - CityNet improvements
 - Eastside Community Center
 - E. 25th Street ROW improvements
 - Senior/Community Center improvements
 - Hilltop and South Downtown Pedestrian improvements
 - Library improvements
 - Pipeline Trail Phase II
 - South Stevens/Tyler/66th Bike & Pedestrian Corridor
 - TMB improvements

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Capital Next Steps

- CFP and Capital Budget Amendment as part of Mid-biennium Modification
- 2019-2024 Capital Facilities Program development begins in early 2018
- New capital project funding to be allocated through 2019-2020 budget process

