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2020 Property Tax Levies & 2020 Revenue and Expense Update

Kathryn Johnson, Budget Officer

October 28, 2019

CITY OF TACOMA
BIENNIAL BUDGET
2019 - 2020

CORE SERVICES
CONTINUOUS IMPROVEMENT
CREDIBILITY

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Current Economic Outlook

- Global Uncertainty & Trade Tensions – Reduces Investment
- Inverted Yield Curve
- Global Manufacturing Recession
- Consumer Confidence
- Job Growth Slowing
- Remaining Affordability and Wage Concerns
- Repo Market

Optimistic Cautiously Optimistic Uncertain Cautiously Pessimistic Pessimistic

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General Fund Revenue Variance (millions)

Revenue Source	Q3 2019 Plan	Q3 2019 Actual	Variance (Amount)	Variance (%)	YE Projected 2019	
					One-Time	Ongoing
Property Tax	\$33.3	\$33.6	\$0.3	0.8%	\$0.0	
Business Tax	39.9	39.7	-0.2	-0.5%	0.0	
Utility Tax	35.4	35.9	0.6	1.6%	0.9	
Sales Tax	42.2	43.6	1.4	3.3%	1.3	0.5
Other Revenue	22.2	23.7	1.5	7.0%	1.3	
Total	\$173.0	\$176.5	\$3.5	2.1%	\$3.5	\$0.5

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Regular Property Tax Levy

- The ordinances authorize the 2020 property tax levy at \$65.6 M, 1% increase over the highest regular levy

2020 Revenues	
Regular Property Tax Levy	\$65.69 M
New Construction Revenues	\$1.29 M
Refund Levy	\$0.26 M
Total Estimated Levy	\$67.24 M
Anticipated Property Tax Revenues (Using historical collection rate)	\$65.56 M

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EMS Levy

- The ordinances authorize the 2020 EMS property tax levy at \$10.46 M, 1% increase over the highest regular levy

2020 Revenues	
Regular Property Tax Levy	\$11.14 M
New Construction Revenues	\$0.22 M
Refund Levy	\$0.04 M
Total Estimated Levy	\$11.4 M
Anticipated Property Tax Revenues (Using historical collection rate)	\$11.11 M

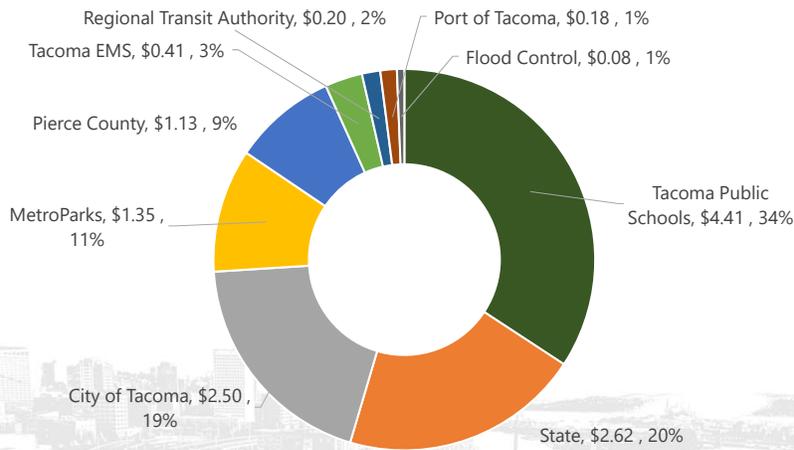
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2019 Property Tax Rate per \$1000 AV

\$12.96 Tax Rate per \$1,000 AV



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Overview

- Review Property Tax ordinances for 2020
 - Four Ordinances to set the City of Tacoma's regular and EMS property tax levies
 - Each levy has two ordinances:
 - Approves the total levy amount to be collected
 - Approves the percentage and dollar increase over the prior year's actual levy

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