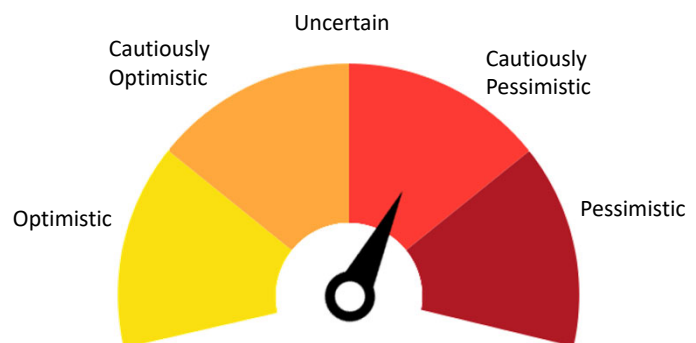


Current Economic Outlook

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

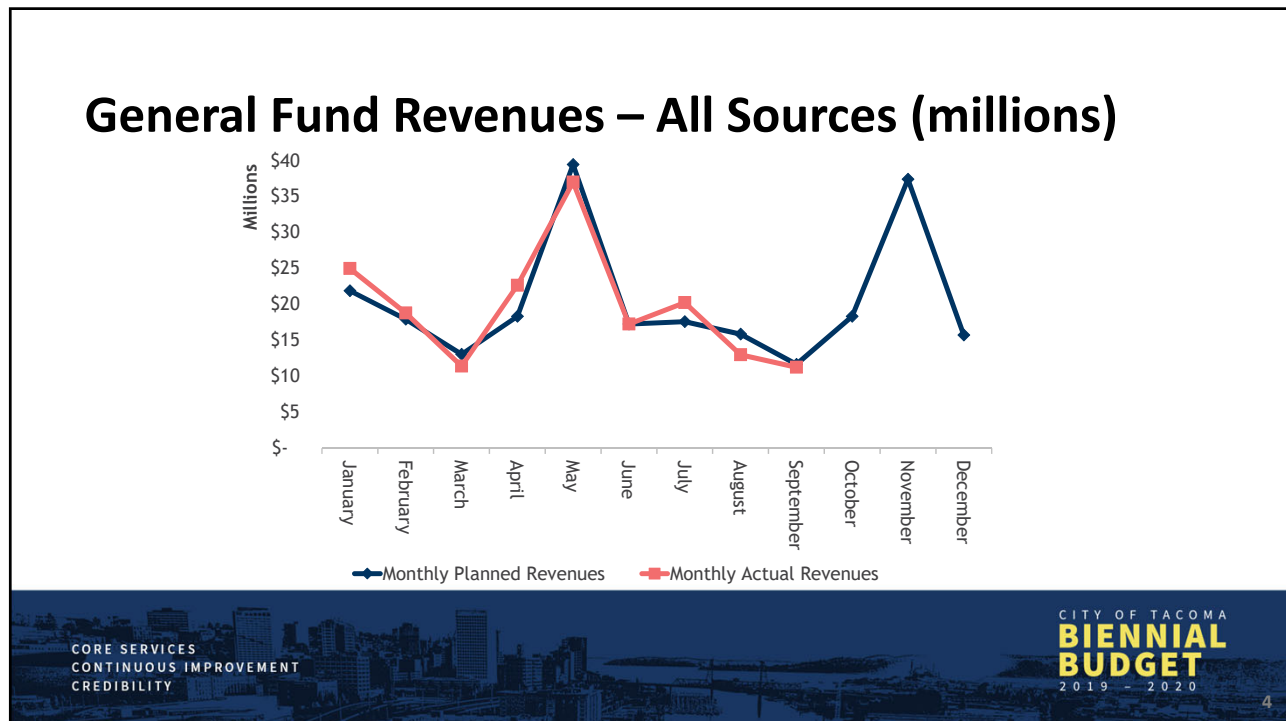


CITY OF TACOMA
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General Fund Revenues

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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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General Fund Expenditures

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CORE SERVICES
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General Fund Expenditure Variance (millions)

Department	Q3 2019 Plan	Q3 2019 Actual	Variance (Amount)	Variance (%)
Neigh & Comm Svcs	\$9.8	\$8.8	\$1.0	10.8%
Planning & Dev Svcs	1.9	1.2	0.7	37.5%
Fire	47.6	47.2	0.4	0.8%
Police	64.9	65.2	-0.3	-0.5%
Library	11.2	10.7	0.5	4.5%
Non-Departmental	46.1	43.9	2.2	4.8%
Other Departments	14.6	13.1	1.5	10.3%
Total	\$196.1	\$190.1	\$6.0	3.1%

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General Fund Expenditure Variance (millions)

2019 Expense Budget	2019 Expense Projection	Carryover to 2020	Projected Under or (Over) Spend
\$266.6	264.7	1.4	0.5

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Position of Other Funds

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Other Funds

- Permit Services – Revenues tightly in line with budget, monitoring
- Convention Center – Positive trends due to events
- Tacoma Dome – Positive trends due to events
- Real Estate Excise Tax – Positive compared to budget



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CORE SERVICES
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Transportation Benefit District

- Currently revenues are on track
 - \$4.6 million YTD from TBD Sales Tax
 - \$2.3 million YTD from TBD Vehicle Fee
 - Projected at \$2.9 M total in 2019
- If I-976 passes, revenue from vehicle fee will go away
 - Both Street Operations and Streets Initiative will be impacted, preliminary estimates
 - 40 blocks of residential chip seals annually
 - 40 blocks of residential overlay annually
 - 100 accessible curb ramps annually

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Mid-Biennium Modification: Outlook and Request Review

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September 2019 - General Fund Projection Summary

Resources

- \$6.9 M - 2018 Year End Cash above 16.7% Reserve
- \$3.5 M - One-Time Revenues
- \$0.5 M - One-Time Expense Savings
- \$1.0 M – PSE One-Time Revenue
- \$0.5 M - Ongoing Revenue Projection

Commitments

- \$1.4 M - Broadway LID
- \$1.6 M - Beacon Center
- \$3.0 M - Links to Opportunity Project
- \$1.5 M - SR 167 Payment

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**2019-2020 Biennial Budget
Financial Position Update**

Office of Management and Budget
October 15, 2019

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General Fund Revenue Projection (millions)

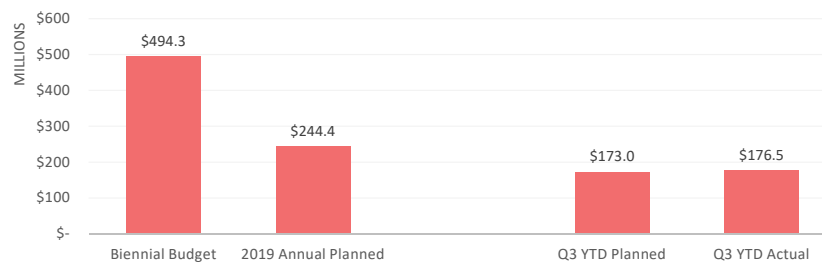
Revenue Source	2019 Change (One-Time)	2020 Change (Ongoing)	Notes
Property Tax	\$0.0	\$0.0	
Business Tax	0.0	0.4	Click! Utility Tax becomes Business Tax
Utility Tax	0.9	-0.7	Click! Utility Tax becomes Business Tax
Sales Tax	1.3	0.5	
Other Revenue	1.3	0.3	PSE, Street Vacations, False Alarm Fees, Interest
Total	\$3.5	\$0.5	

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General Fund Revenues (millions)



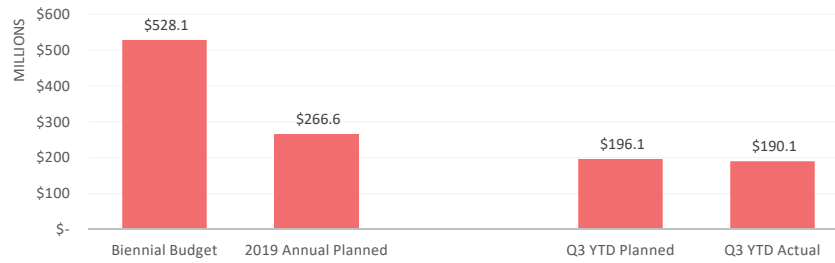
General Fund Revenues (millions)				
2019-2020 Budget	Q3 YTD Projection	Q2 YTD Actuals	Variance (Amount)	Variance (%)
\$494.3	\$173.0	\$176.5	\$3.5	2.1%

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General Fund Expenditures (millions)



General Fund Expenses (millions)				
2019-2020 Budget	Q3 YTD Projection	Q2 YTD Actuals	Variance (Amount)	Variance (%)
\$528.1	\$196.1	\$190.1	\$6.0	3.1%

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